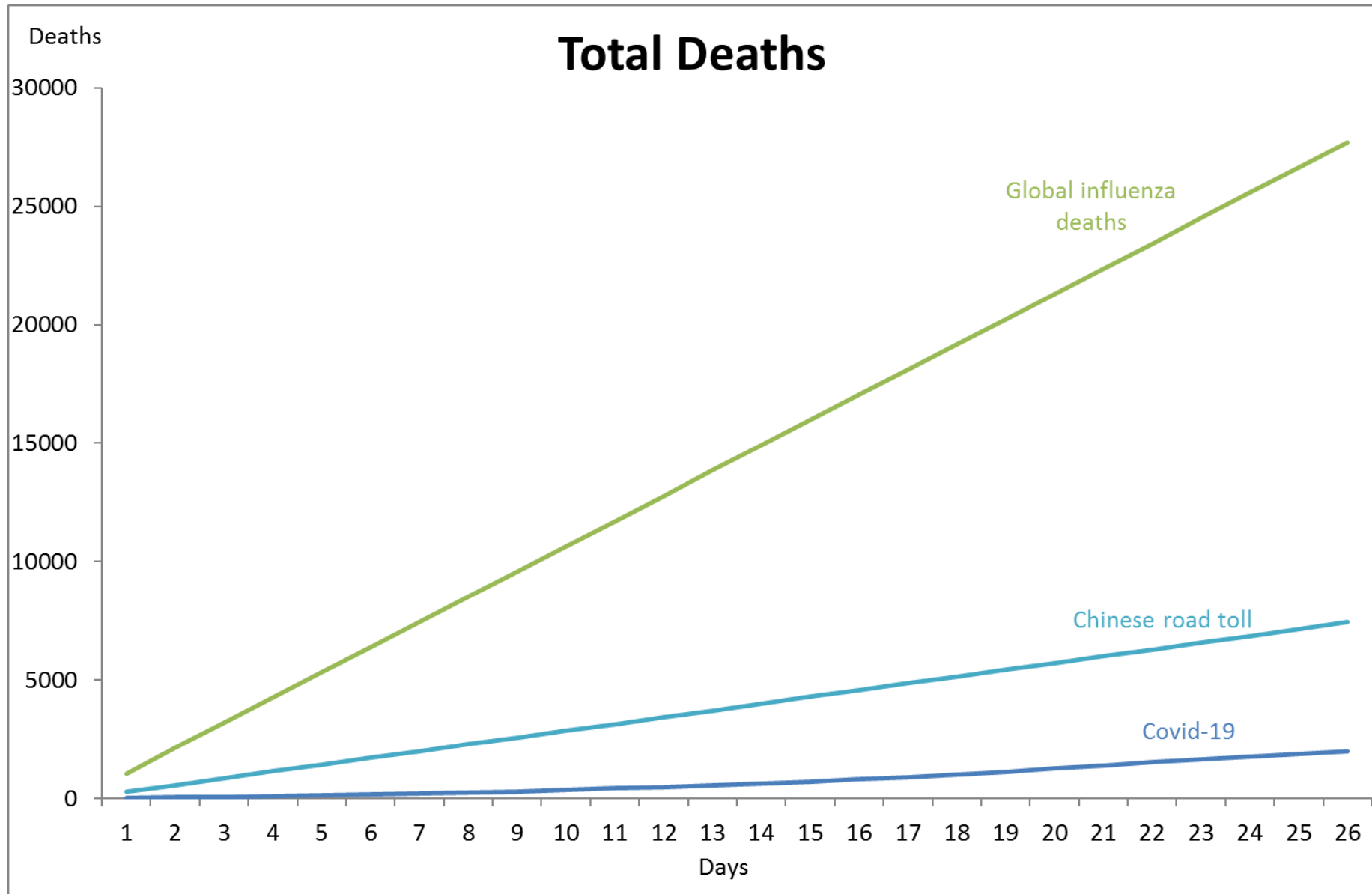




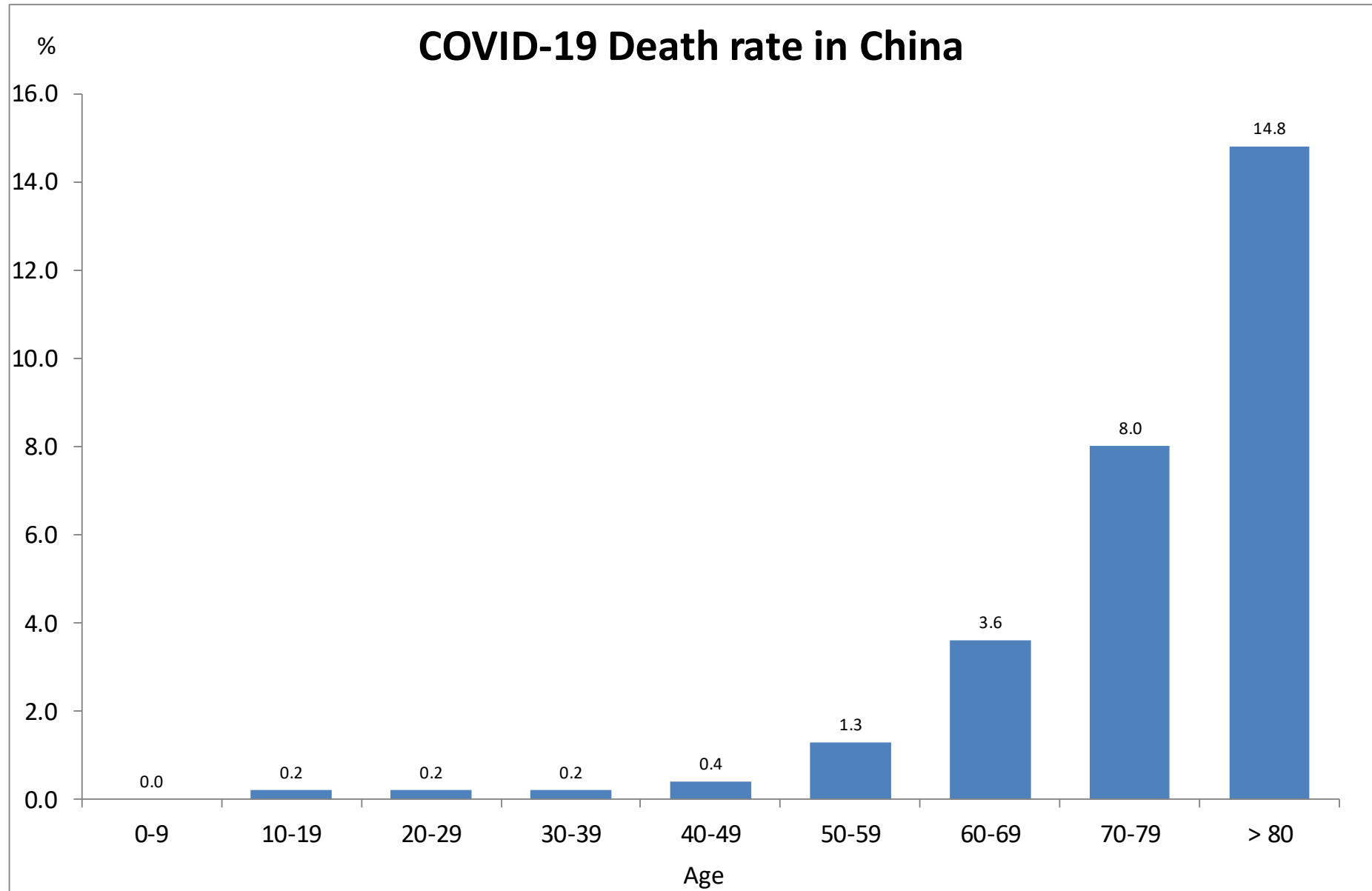
COVID-19 – IMPACT BUILDS

STEPHEN TOPLIS | February 2020

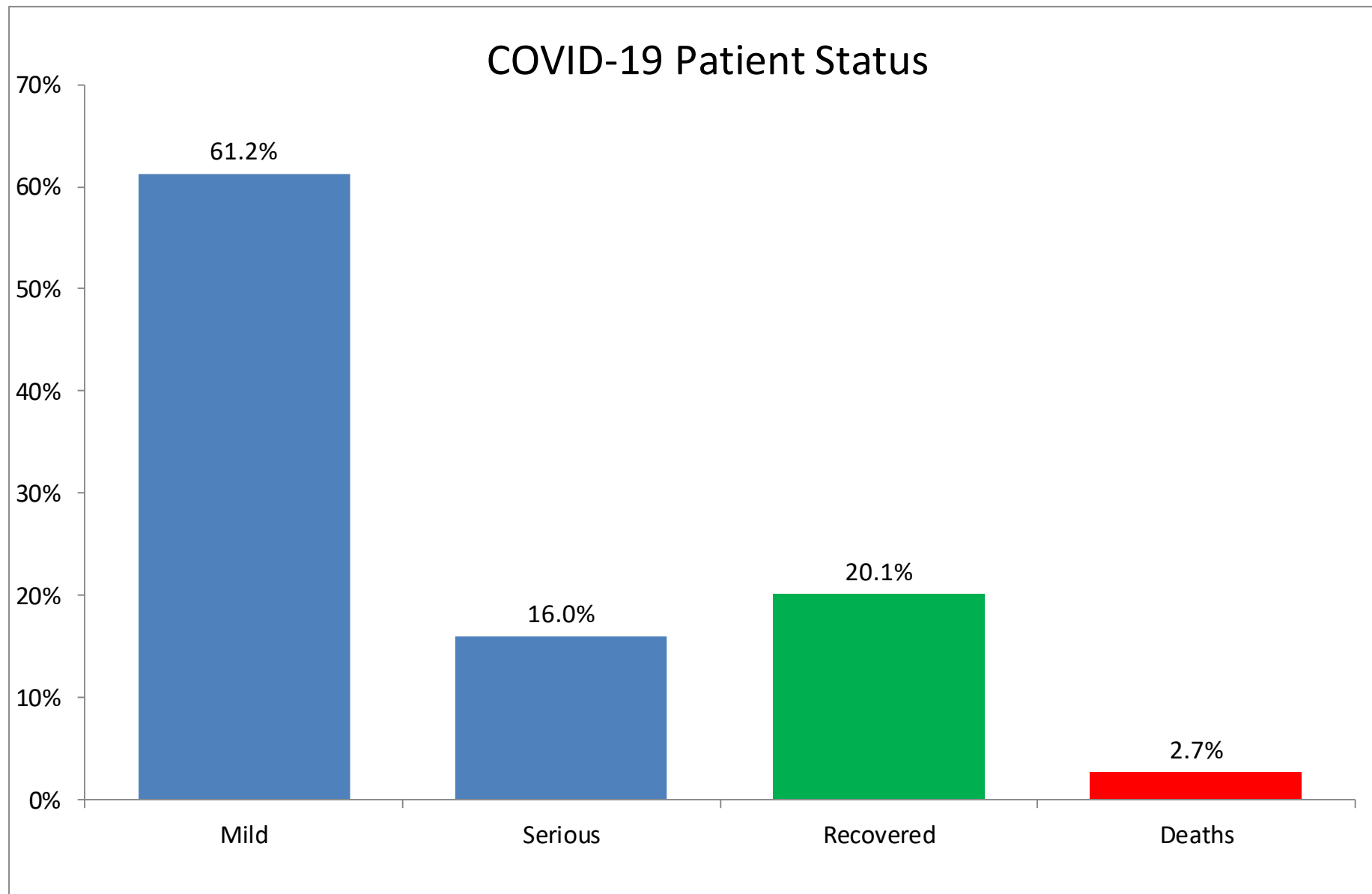
In Perspective



Aged At Threat



The Fear Factor



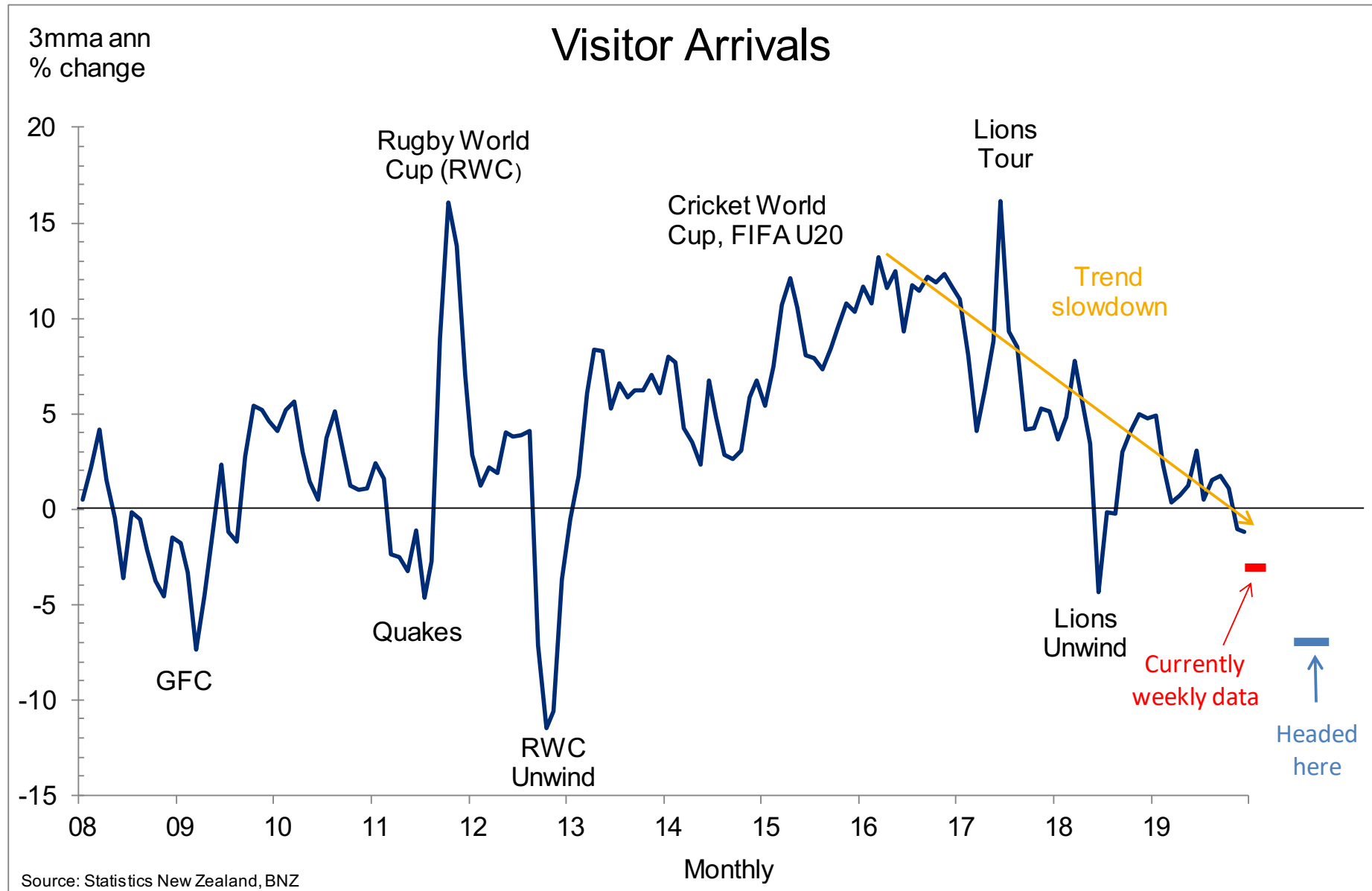
New Developments

- Supply chain disruptions (fear of product shortages)
 - Furniture retailer
 - Clothes (concerns about seasonality)
 - Retailers with just-in-time delivery concerned
- Chinese dependent retailers and restaurants in NZ
- Shortage of domestic logs
- Meat coldstore shortage more problematic

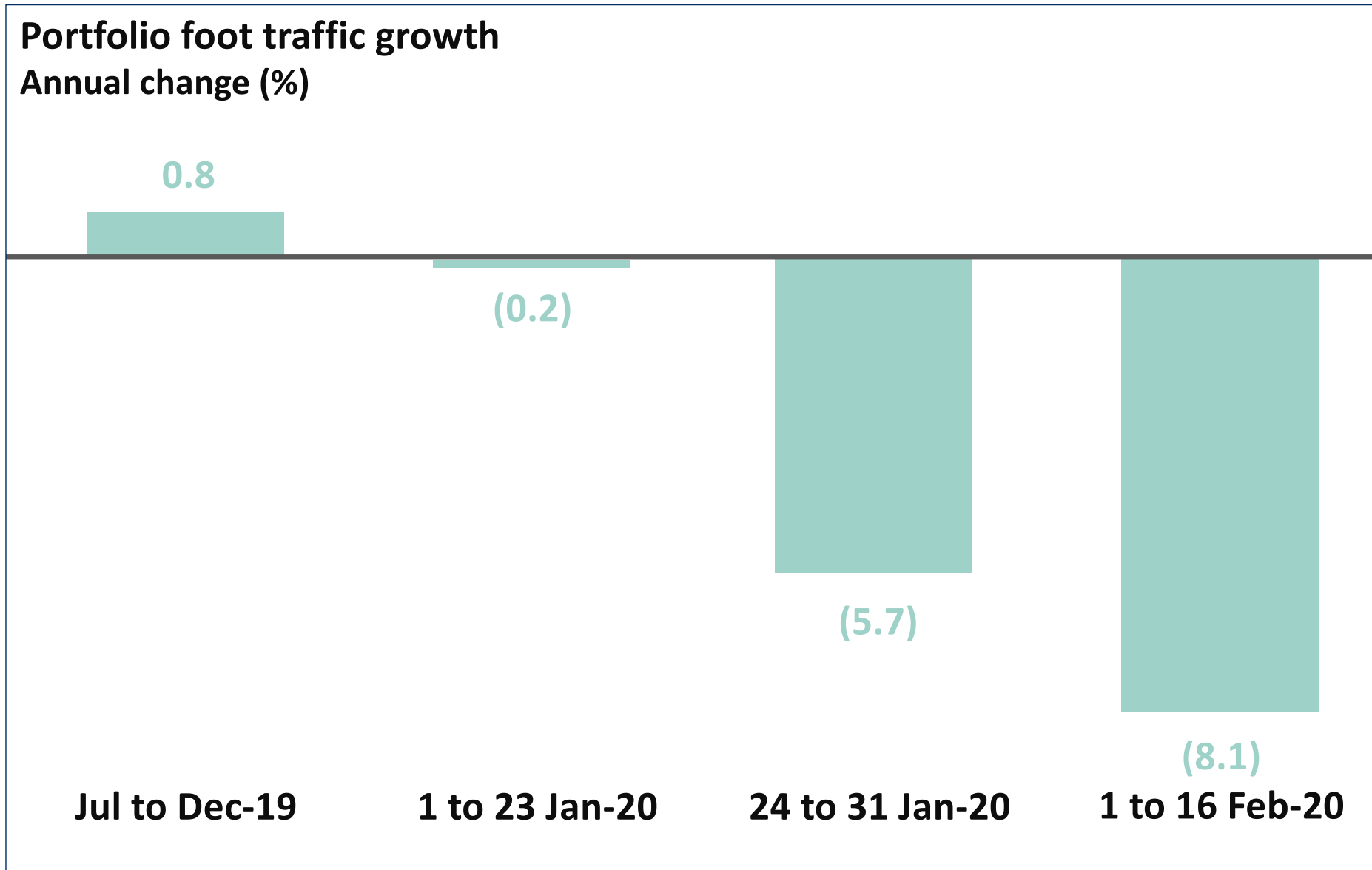
New Developments

- Potential reduced car deliveries from Japan
- Logistical issues in tyre supply
- Shortage of masks
- Fear of medical shortages – massive proportion of medical ingredients sourced from China
- Directors liability in NZ may cause significant reaction
- Education institutions can't use Google platforms to remote teach Chinese

Tourism Deteriorating Further



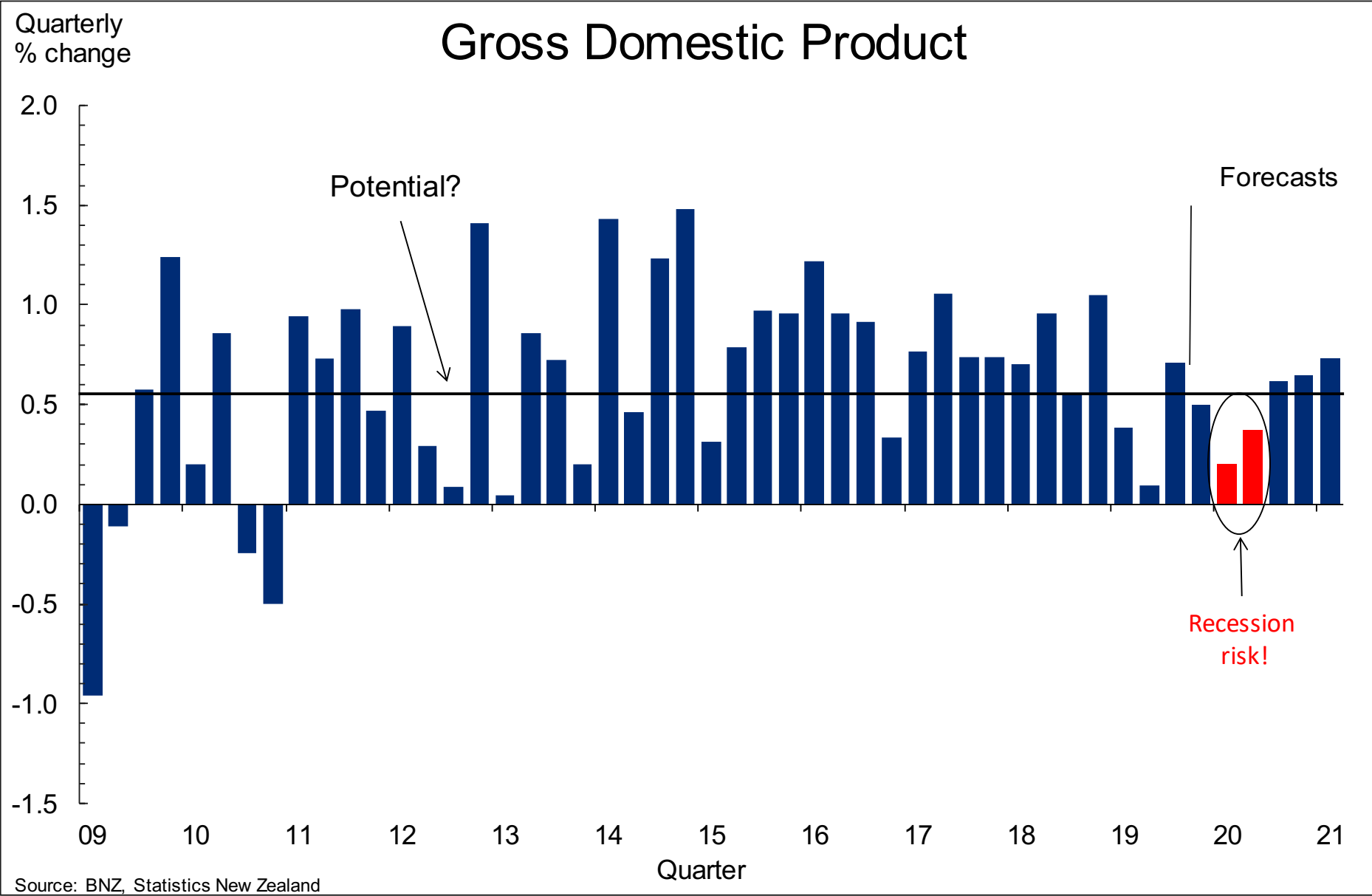
Retail Impact Real



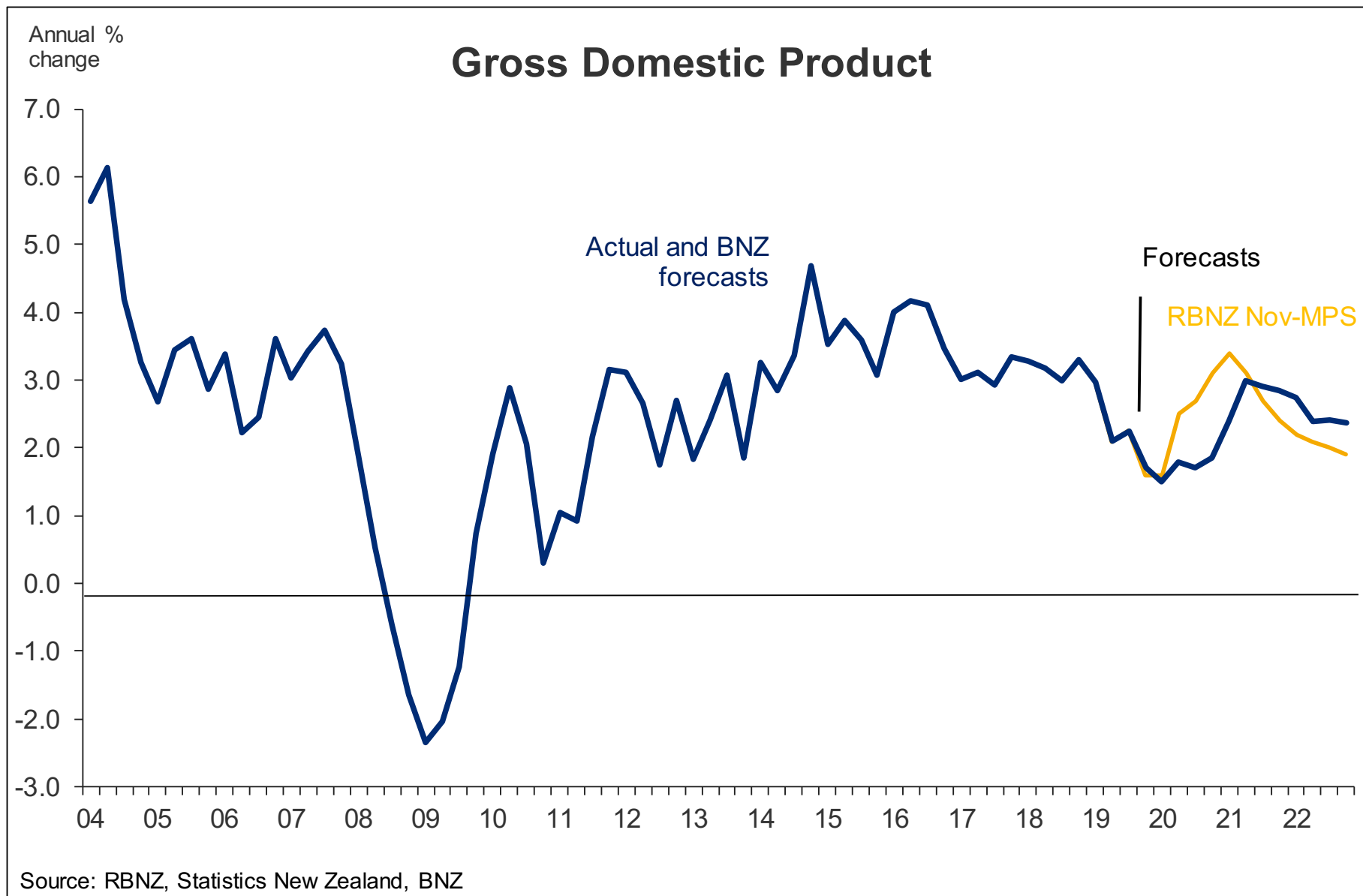
Not all bad

- NZ COVID free so:
 - Tourism opportunities increase
 - NZ food stuffs attain higher value
- NZ has the opportunity to support demand from countries who currently source in China
- Some NZ export product is divertible

Recession Plausible



Weaker Than Officialdom



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