



Presented By:

Gilbert A. Garcia, CFA
Managing Partner

Janna Hamilton
Partner

Jeffrey D. Detwiler, CFA,
AAMS
Partner, Portfolio Manager



5 Houston Center
1401 McKinney, Suite 1600
Houston, TX 77010
Tel: (713) 853-2309
Mobile: (561) 212-0530

Janna@GarciaHamiltonAssociates.com

GARCIA HAMILTON & ASSOCIATES

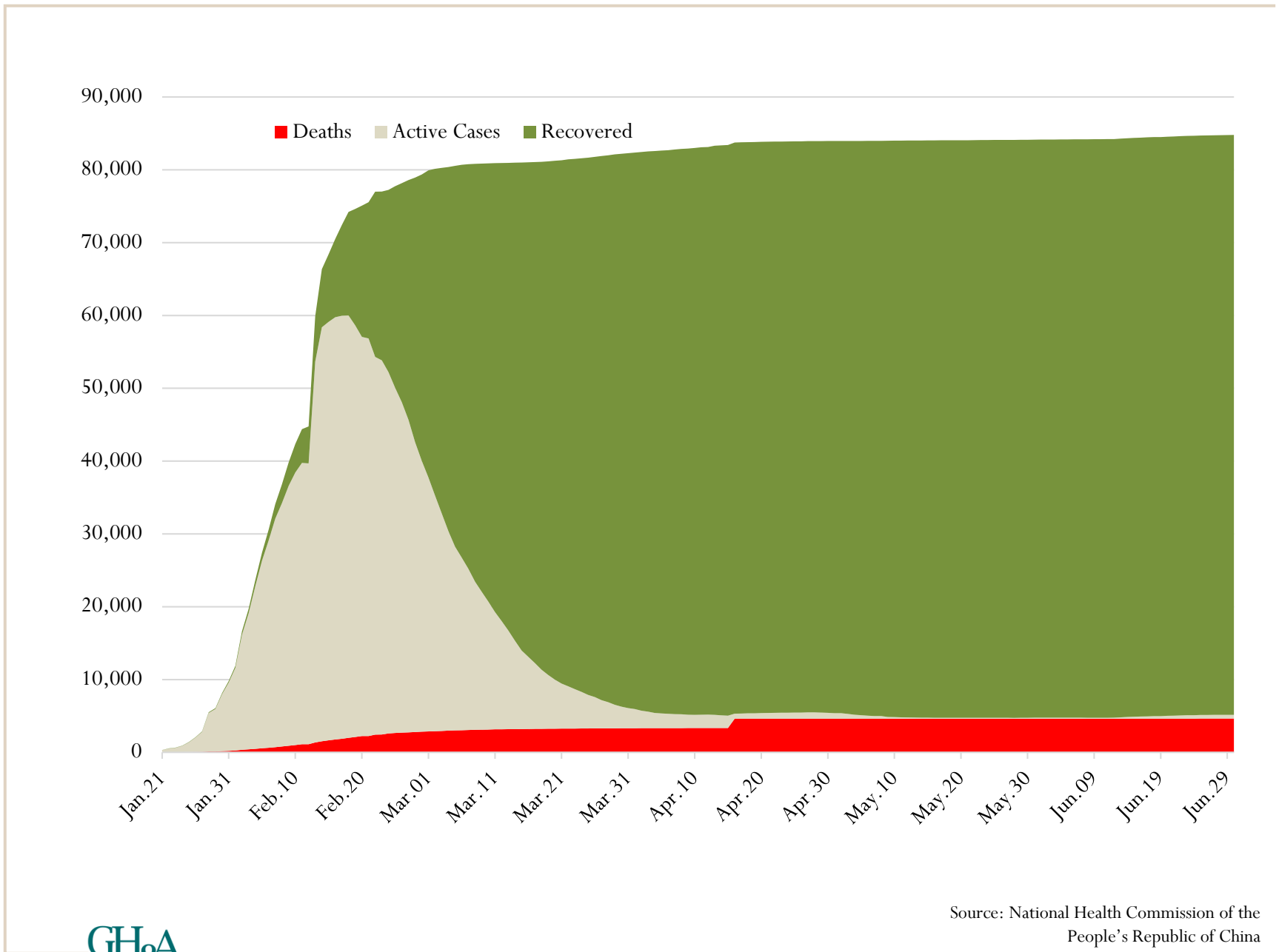
COVID-19 Managing Fixed Income Through the Crisis

July 15, 2020



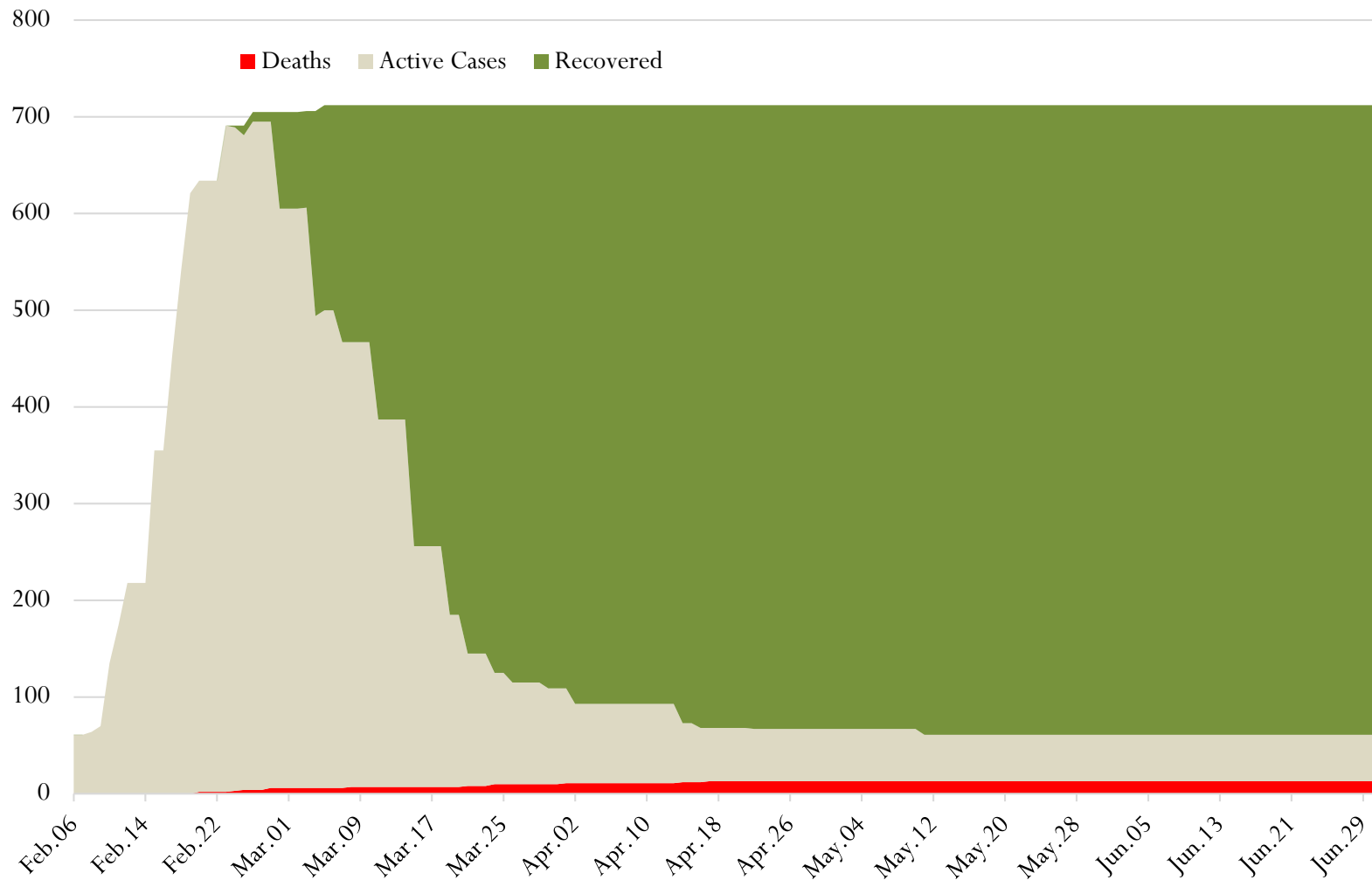
Awards/rankings may not represent client experiences and are not indicative of future performance. Go to www.garciahiltonassociates.com/awards/ for additional information on each award.

COVID-19 Cases in Mainland China

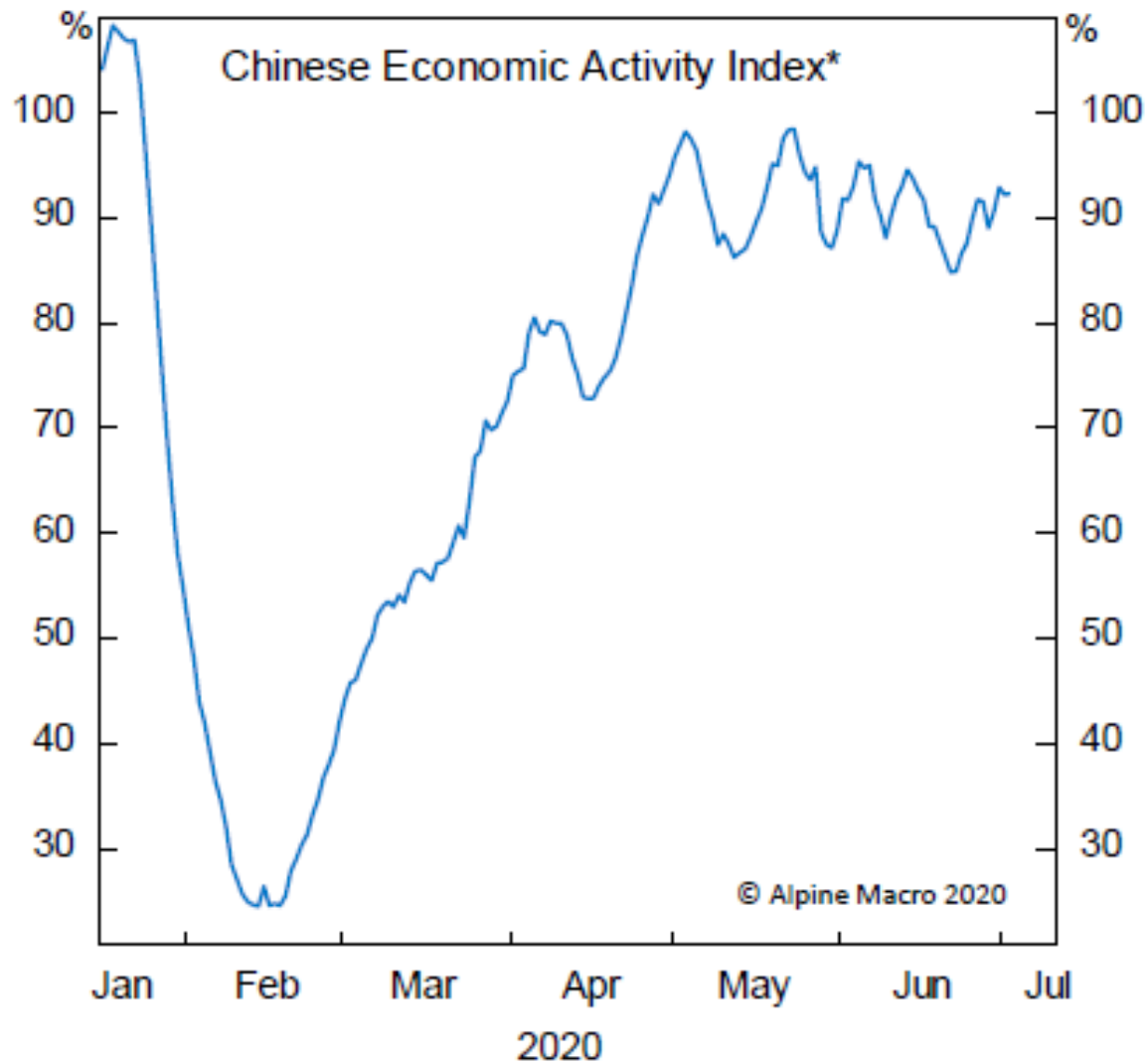


Source: National Health Commission of the
People's Republic of China
As of 6/30/2020

COVID-19 Cases on Diamond Princess

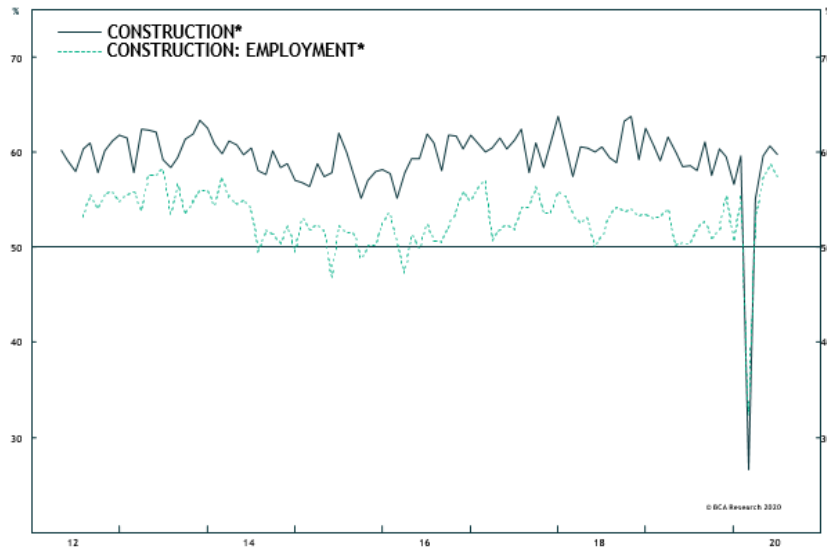


China's V-Shaped Recovery

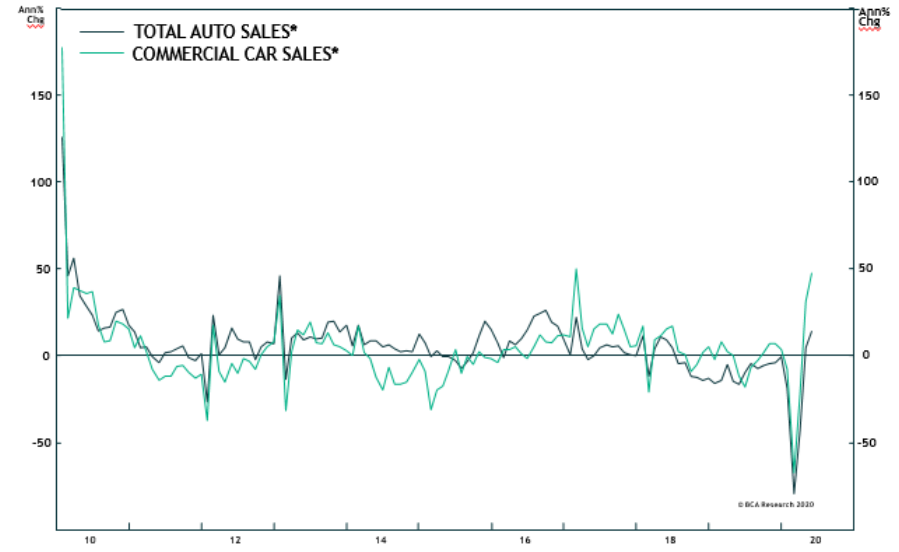


*Includes coal consumption of major six power plants, property transactions and restaurant sales; Alpine Macro proprietary calculation; source: Choice; Hualala

China's V-Shaped Recovery

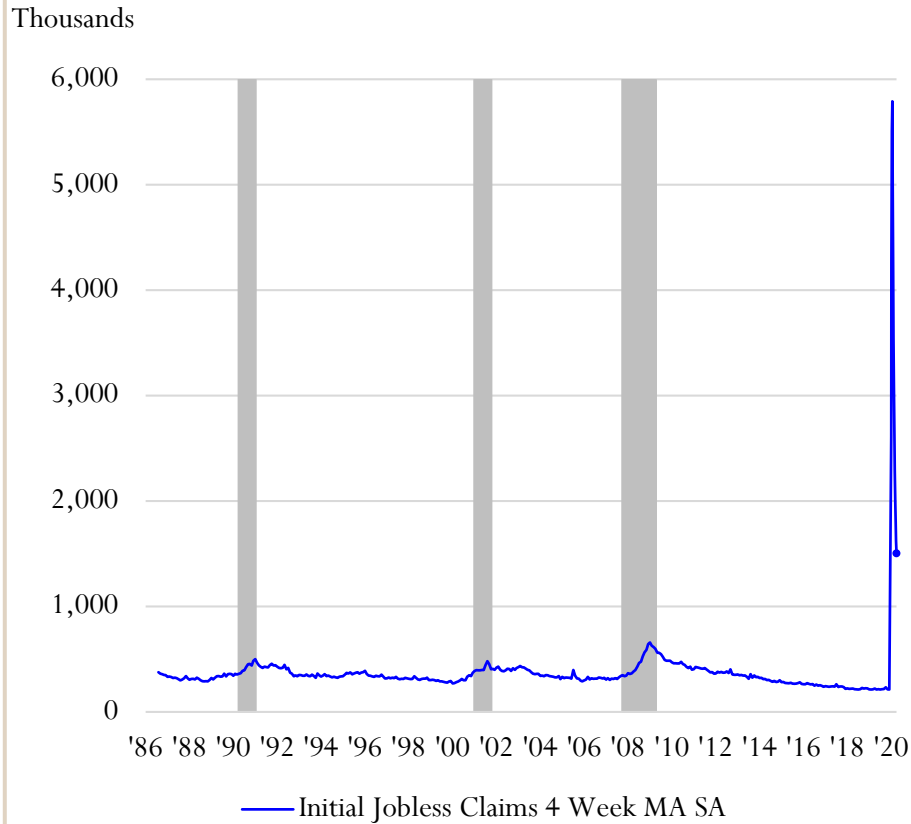


* SOURCE: NBS.



* SOURCE: CHINA ASSOCIATION OF AUTOMOBILE MANUFACTURERS.

Jobs

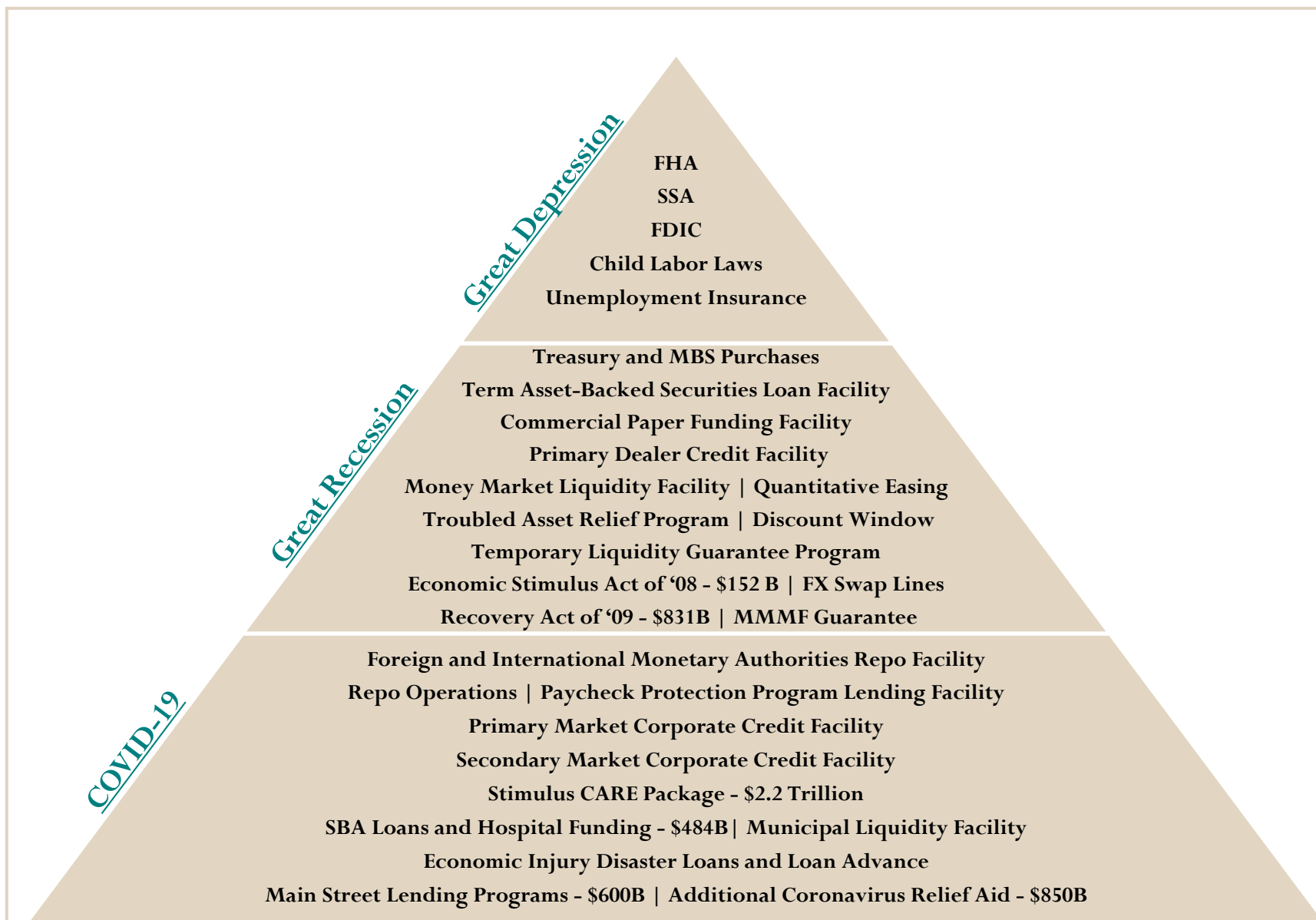


But there are new hires:

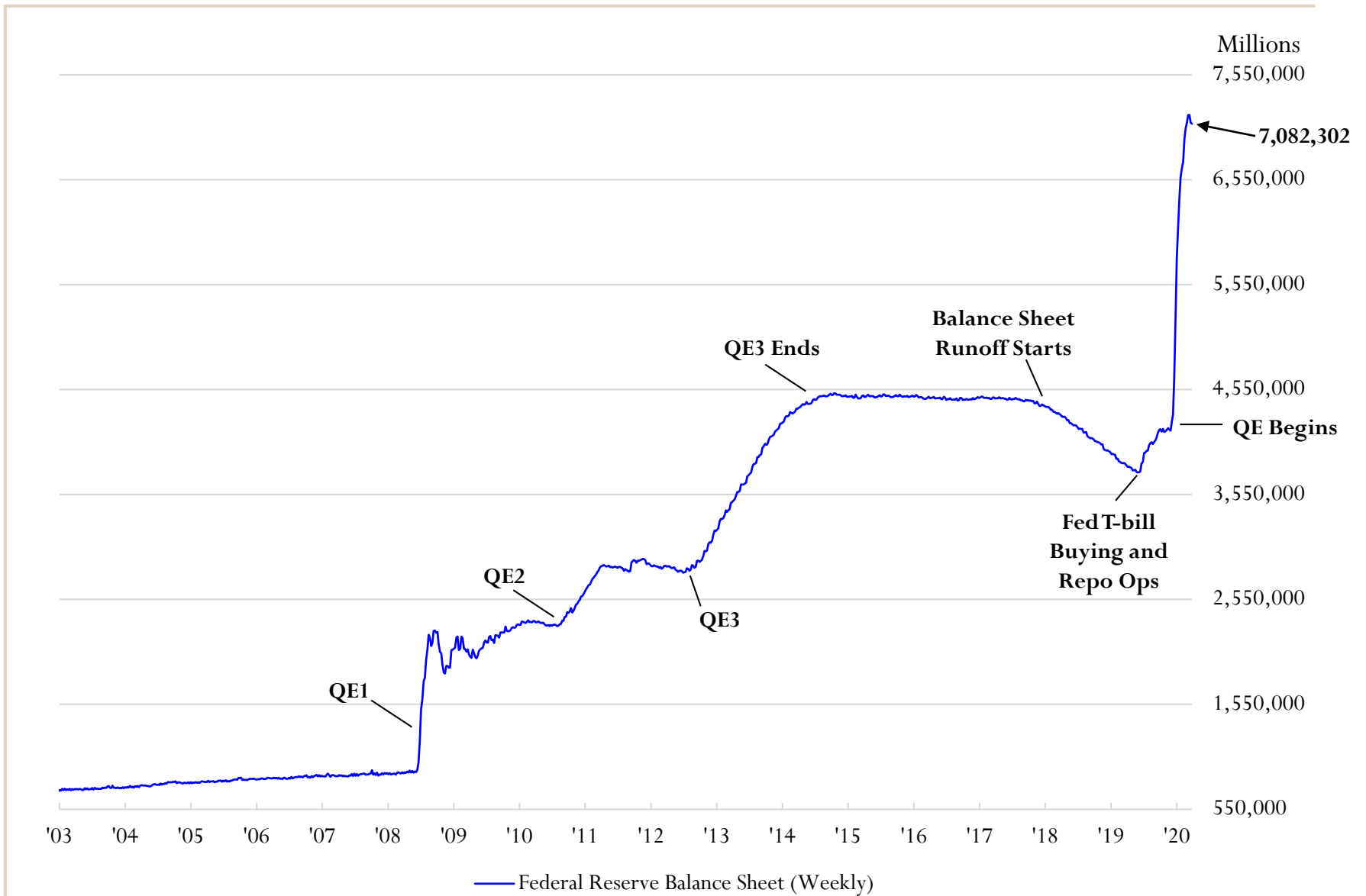
Health Care	405,523
Instacart	550,000
Walmart	150,000
Amazon	175,000
CVS	50,000
Dollar General	50,000
CDC	37,000
Pizza Hut	33,319
Alberstons	30,000
Lowe's	30,000
Dollar Tree	26,235
Kroger	23,500
7-Eleven	20,000
Delivery Drivers	20,000
Papa John's Pizza	20,000
Mortgage Lenders	17,200
Walgreens	15,218
DaVita Kidney Care	15,000
Domino's	10,000
Valet Living	10,000
Target	9,000
Anthem, Inc.	7,070
Pepsi	6,000
Aldi	5,000
Tractor Supply	5,000
Harris Teeter	5,000
Outschool	5,000
Lockheed Martin Corporation	5,000
Stop and Shop	5,000
Decker Truck Line, Inc.	4,910
Home Depot	4,219
Other	62,403
Total	1,811,597

Source: Bureau of Labor Statistics,
Chicago Business, LinkedIn, GlassDoor
Chart Data as of 6/27/2020
New Hires as of 4/28/2020

Programs Used During a Financial Crisis

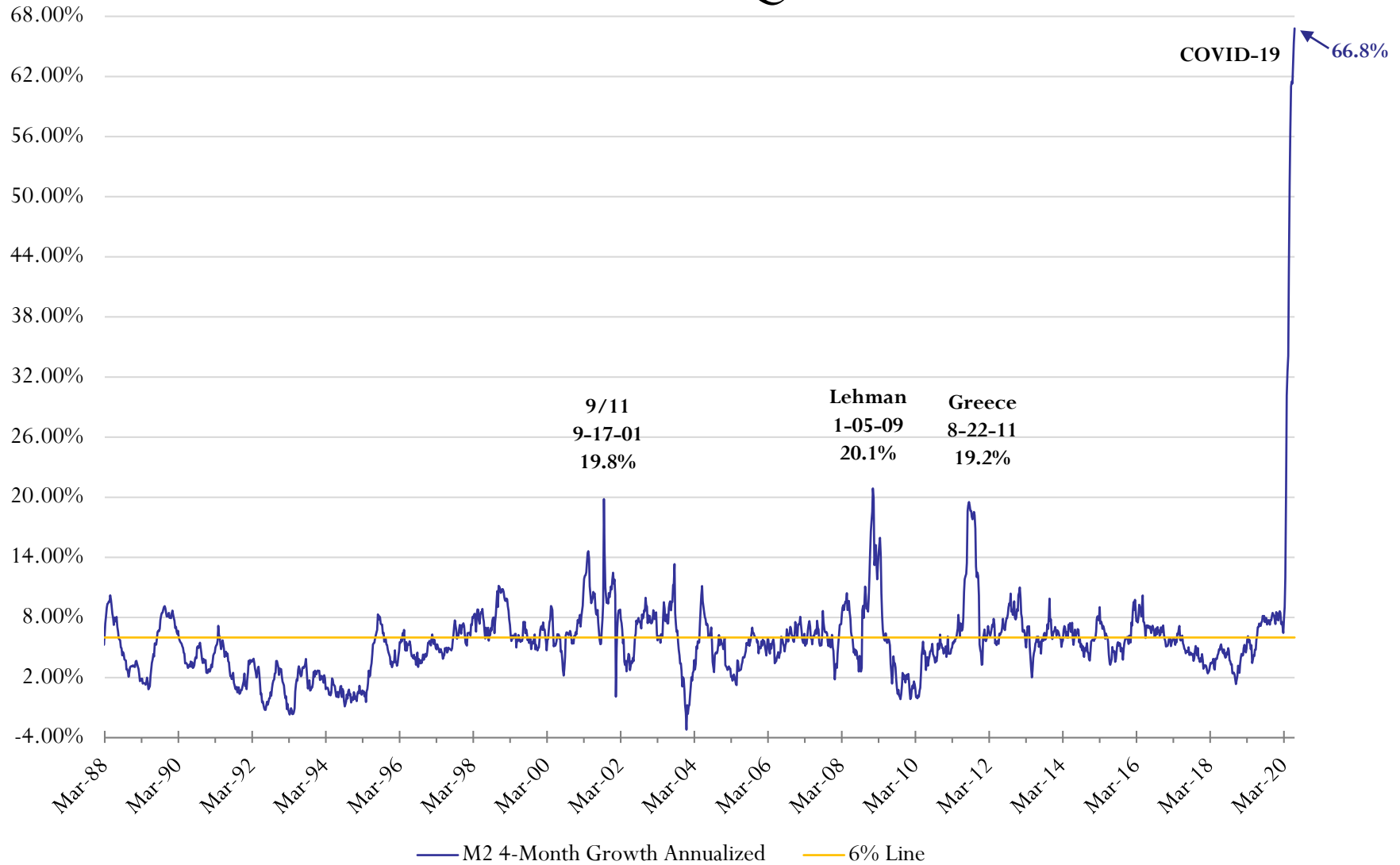


Federal Reserve Balance Sheet

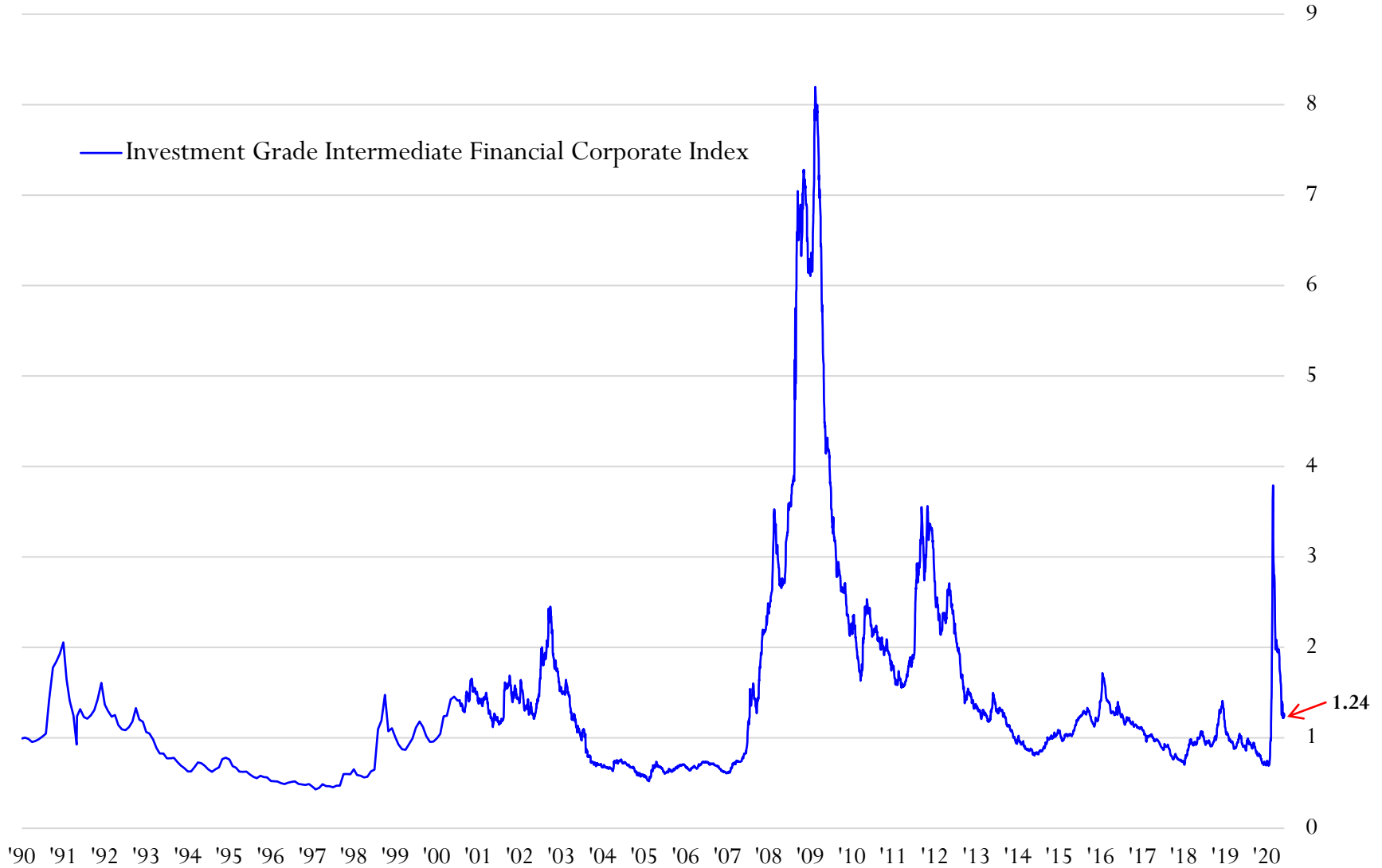


Money Supply Long Term Growth

$$MV = PQ$$



Average Option Adjusted Spreads (OAS)



Intermediate Financial Bonds Spreads Ratio

(OAS Spread / 5 yr Treasury yield)

