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The Week in Review

Monday 20 April



“There is light at the end of the tunnel”

On Thursday, as anticipated, Foreign Secretary Dominic Raab confirmed that lockdown measures would be extended for at least a further three weeks, outlining five specific points which the government would need to be satisfied of before considering it safe to adjust the measures:

- The NHS must be able to cope and provide sufficient care
- Evidence showing a sustained and consistent fall in daily death rates
- Reliable data showing the rate of infection is decreasing to manageable levels
- Ensuring the supply of tests and Personal Protective Equipment (PPE) could meet future demand
- Confidence any adjustments will not trigger a second peak.

He went on to justify the continuation of measures, *“We’ve just come too far, we’ve lost too many loved ones, we’ve already sacrificed far too much to ease up now, especially when we’re beginning to see the evidence that our efforts are starting to pay off. And your efforts are paying off. There is light at the end of the tunnel.”*

Despite the sombre news of the rising death toll, heart breaking losses for every family affected, there are some positive indicators. The number of people being hospitalised in certain parts of the country is decreasing, some flattening of the curve is evident as social distancing measures begin to feed through. The rate of infection in the community has

reduced to under 1, meaning that, on average, each infected person is infecting less than one other person.

Furlough scheme extended

On Friday, Chancellor Rishi Sunak announced that the Coronavirus Job Retention Scheme would be available for another month until the end of June and would be extended again *“if necessary”*. Under the scheme, the government covers 80% of workers’ wages up to £2,500 per month. Mr Sunak commented, *“With the extension of the coronavirus lockdown measures yesterday, it is the right decision to extend the furlough scheme for a month to the end of June to provide clarity.”*

A “colossal undertaking”

The government continues to face criticism for not providing enough PPE for healthcare workers. As supply challenges persist, thousands of items of PPE are scheduled to arrive in the UK, meanwhile Public Health England has revised guidelines on PPE use.

Alok Sharma, Business Secretary, led the Friday daily briefing and outlined the setting up of a Vaccine Taskforce to accelerate, expedite and coordinate efforts to research and produce a coronavirus vaccine, positioning the UK at the forefront of international efforts to fight the virus. He called producing a vaccine a *“colossal undertaking”* that would take many months.

Economy and markets

Global markets rallied on Friday as investors were encouraged by President

Trump’s plans to reopen the US economy in a three-stage approach. Helping markets shrug off a 6.8% decline in Chinese GDP in Q1, sentiment was also buoyed by Boeing’s announcement it would resume production of commercial jets. Oil prices have been weak, despite the Organization of the Petroleum Exporting Countries and other producers announcing a deal to cut output.

Also on Friday, the International Monetary Fund updated its COVID-19 response, *‘Assuming the pandemic fades in the second half of 2020 and that policy actions taken around the world are effective in preventing widespread firm bankruptcies, extended job losses, and system-wide financial strains, the Fund projects global growth in 2021 to rebound to 5.8%. This recovery in 2021 is only partial as the level of economic activity is projected to remain below the level we had projected for 2021, before the virus hit.’*

Ray of sunshine

Capturing the hearts of the nation, 99-year-old veteran Captain Tom Moore, has raised over £25m for the NHS, by completing 100 laps of his garden before his 100th birthday. A truly heroic effort. The NHS has invited Captain Moore to be the guest of honour at the opening of the new Nightingale hospital in Harrogate to honour the Yorkshire native’s fundraising efforts.

Keep in touch

Financial advice is essential in the current circumstances. You can rely on us for considered, measured advice to assist you in navigating these uncertain times.

The value of investments can go down as well as up and you may not get back the full amount you invested. The past is not a guide to future performance and past performance may not necessarily be repeated.