

Descriptive analysis is of crucial importance to be more confident in the present and make approximate predictions about circumstances in future. So that could be beneficial to have a wide view on the situation using historical data.

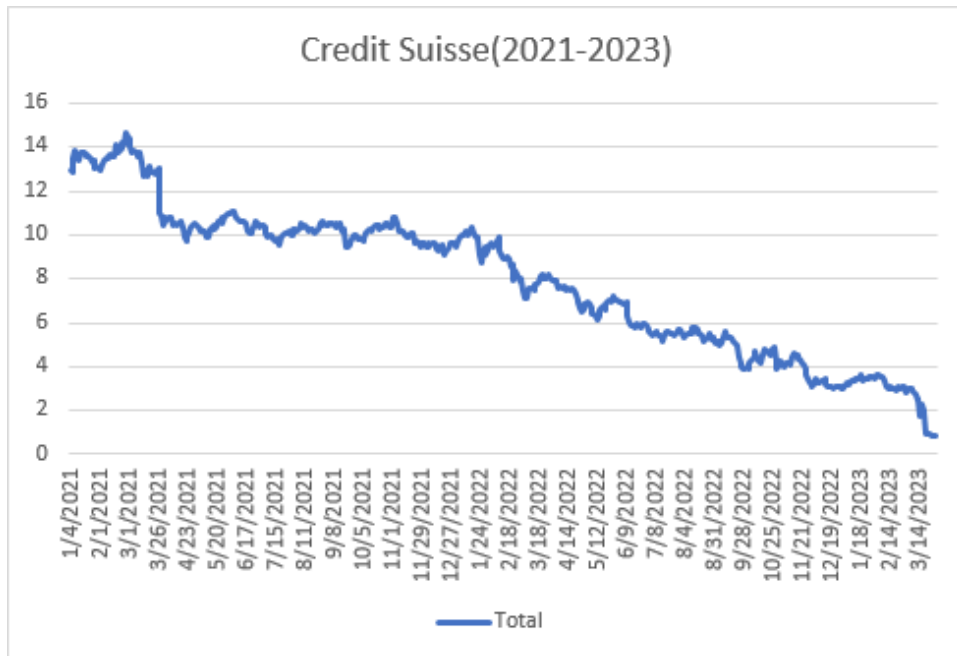
This reason stimulated us to extract share prices of both banks to see how there were doing in the last few years. This information would be compared with the depression in 2008. In the best scenario the comparison will lead us clearer thoughts concerning the scales of SVB's and CS's turmoil, how similar the case was during global crisis and now and also if this collapse is a beginning of new global crisis.

First, let's have a look on SVB since 2021:



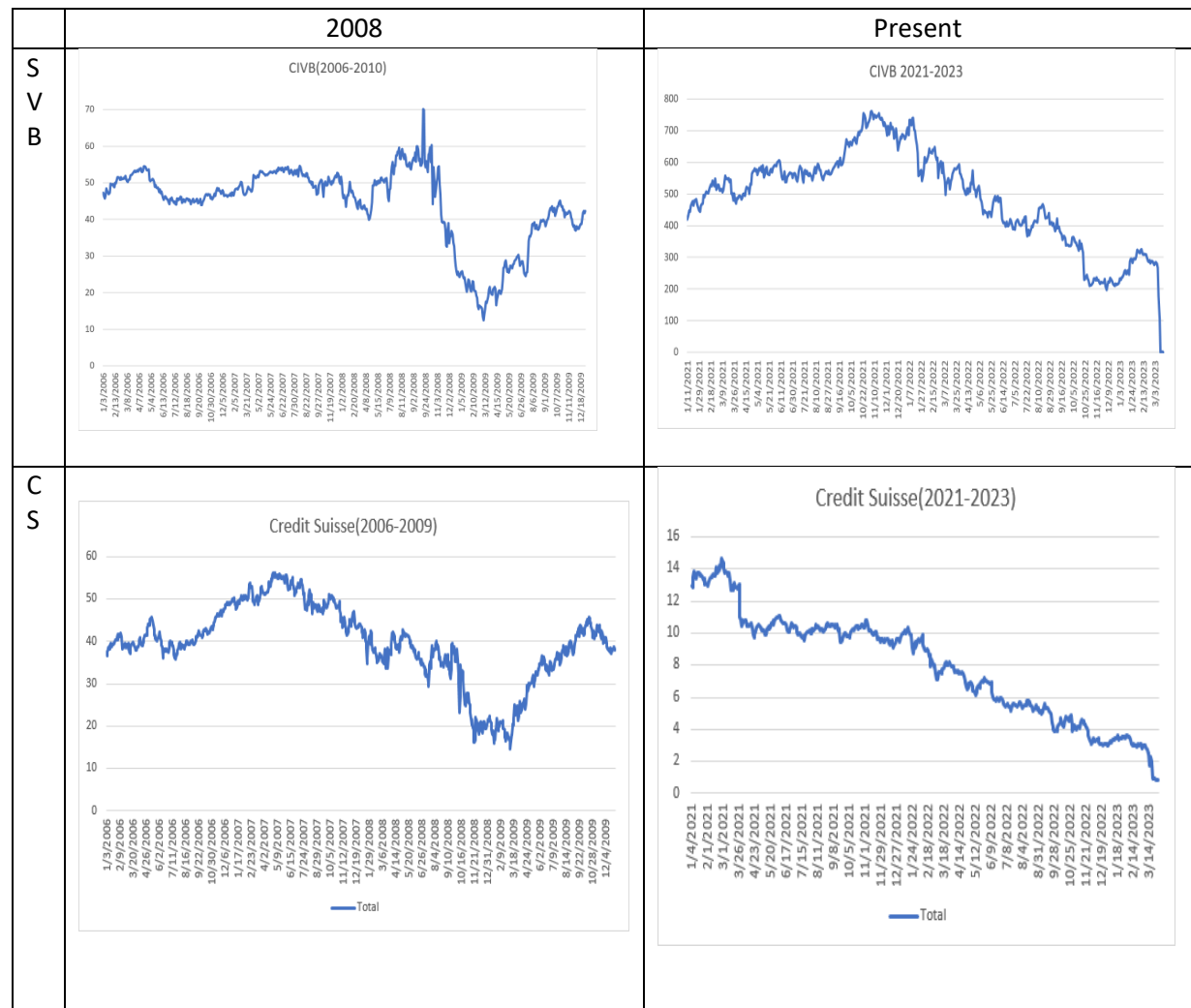
Here we can see that SVB was doing great until the end of 2022 almost reaching 800\$ per share. However then starts a continuous decline in price which in a year turns into a complete shutdown of the bank. Basically, the push regression was due incomplete strategy when, as Katrin mentioned it before, SVB ignored the change in interest rates that decreased the worth of assets. As next, because of fast spread of information people start to panic and withdraw money.

As next could be meaningful to observe how the Credit Suisse is doing in the last 3 years:



While SVB had mainly struggles with the strategy, CS had several scandals (cash laundering), loose important investors such as Archegos and Greensill Capital, a change of CEO. These factors became reasons for constant downturn in prices of CS.

And the final part of this analysis is a contrast of these banks now and back in 2008:



CS and SVB were quite sustainable till 2008 when they experienced a rapid recession in almost the same period of time. This refers to similar origin of issues that were financial deleveraging causes and the housing bubble burst. But these days the problems named banks have been led by more diverse issues.

The global crisis in 2008 was a terrific challenge to the economic ecosystem. Economists and others had to deal with the ongoing crisis when they had to set new objectives, change strategies and the regulation found they way out. That is why it is to expect that the problem would be localized without causing depression in upcoming future.

So, we are interested if you have any questions?

We would like to finish our presentation by saying thank you for your attention and patience.