

Article | 3 April 2020

Donating time: before and during coronavirus

You should be forgiven for thinking coronavirus is only about isolation and economic spirals. Countless news stories are reporting this critical message. Urgency and coordination are key to curbing the spread of Covid-19



Volunteers at a food bank in Madrid

But a silver lining is that in the face of an epidemic, communities tighten. While social distancing is encouraged, emotional distance is reduced. Because we are all facing the same challenge it's easier to sympathise and work together. Altruism blooms.

Day-to-day altruism

Altruism isn't new. Many of us help others out, either formally or informally. From picking up something from the shops for a housemate to running in the local fun-run or donating to a charity drive at work.

And altruistic activities are relatively stable over time. In 2018, the <u>CAF World Giving Index</u> showed that since the previous year, significantly more people across the globe reported helping a stranger and volunteering their time, while significantly fewer reported donating money to charity.

But the differences year-on-year were relatively small. 48.9% reported volunteering and helping strangers by donating their time in 2103, compared to 51.1% in 2017.

Around half of people around the world volunteer. And all of this adds up. The <u>UK Office for National Statistics</u> estimated the value of formal volunteering in the UK at £ 22.6 billion. The <u>impact</u> of volunteering is however relatively difficult to measure. It has both economic and social benefits but because it isn't paid or formally rewarded, the value isn't <u>explicit</u>. Because of this, it is not necessarily front-of-mind. At least, not normally.

But these are anything but normal times. With the world's focus on coronavirus, the value of altruism, of helping each other out, is now more visible.

Not all about the money

The spread of coronavirus has promoted some generous financial donations, the <u>Gates</u> Foundation alone has donated \$100 million. And companies are utilising their skills and resources in a range of ways to support the efforts, from <u>Facebook</u> providing free advertising space for the World Health Organisation, to <u>Tesla</u> offering to ship free ventilators.

At a local level, many people are also providing support for each other. But not necessarily financially. The economy is spiralling, for many jobs and incomes are uncertain, household budgets are tighter than they were three weeks ago. But one thing many of us suddenly have a lot of is time. And we are willing to give it away.

Giving aplenty

Last week Time reported a quarter of a million people in the UK had registered to volunteer with the National Health Service (NHS) providing support to people with underlying health conditions. Stephen Powis, the medical director of NHS England exclaimed there had been "outbreaks of altruism." And across the globe, thousands of volunteers have signed up to online platforms, sometimes in the forms of Google docs, as a means of connecting with those who could use some day-to-day support in self-isolation. Termed 'mutual aid' these groups are connecting to help their local area.

All in this together

Generosity is influenced by how familiar we are with a cause. A 2013 <u>study</u> found the small proportion of private US donors that give to international charities largely do so if they are foreign-born or have a strong religiosity associated with the region, while a UK <u>survey</u> conducted last year found a third of people are likely to donate to a cause that has helped somebody close to them. With coronavirus a global epidemic, everyone will be able to relate in some way.

Disasters can also bring us together because they elicit an emotional response to a shared experience that is front of mind for all. The more front-of-mind the issue is, the more people are likely to act. One <u>study</u> found that for each minute of news coverage devoted to the 2004 Indian Ocean tsunami, donations rose on average by 13.2%.

Explaining giving

We help each other out because we care. And in a time of wide-spread crisis, uncertainty and fear can drive a helpful response, highlighting the altruistic activities that many are happy to provide.

We are motivated by a combination of wanting to help others as well as to help ourselves, something that is termed <u>impure altruism</u>.

In the case of the coronavirus, being able to help ourselves stay healthy by cooperating with others and helping to prevent the spread is an obvious personal benefit. But there are others as well: by helping others we are <u>signalling</u> that we are cooperative people who give back to society and we can address feelings of moral <u>obligation</u>, for example. Having a range of motivations for helping others out is good. It means that we are even more likely to support each other in times like these.

Author

Alissa Lefebre

Economist <u>alissa.lefebre@inq.com</u>

Deepali Bhargava

Regional Head of Research, Asia-Pacific <u>Deepali.Bhargava@ing.com</u>

Ruben Dewitte

Economist +32495364780 ruben.dewitte@ing.com

Kinga Havasi

Economic research trainee kinga.havasi@ing.com

Marten van Garderen

Consumer Economist, Netherlands marten.van.garderen@ing.com

David Havrlant

Chief Economist, Czech Republic 420 770 321 486 david.havrlant@ing.com

Sander Burgers

Senior Economist, Dutch Housing sander.burgers@ing.com

Lynn Song

Chief Economist, Greater China lynn.song@asia.ing.com

Michiel Tukker

Senior European Rates Strategist

michiel.tukker@ing.com

Michal Rubaszek

Senior Economist, Poland michal.rubaszek@ing.pl

This is a test author

Stefan Posea

Economist, Romania tiberiu-stefan.posea@ing.com

Marine Leleux

Sector Strategist, Financials marine.leleux2@inq.com

Jesse Norcross

Senior Sector Strategist, Real Estate jesse.norcross@ing.com

Teise Stellema

Research Assistant, Energy Transition teise.stellema@ing.com

Diederik Stadig

Sector Economist, TMT & Healthcare diederik.stadig@ing.com

Diogo Gouveia

Sector Economist diogo.duarte.vieira.de.gouveia@ing.com

Marine Leleux

Sector Strategist, Financials marine.leleux2@ing.com

Ewa Manthey

Commodities Strategist ewa.manthey@ing.com

ING Analysts

James Wilson

EM Sovereign Strategist James.wilson@ing.com

Article | 3 April 2020 4

Sophie Smith

Digital Editor

sophie.smith@ing.com

Frantisek Taborsky

EMEA FX & FI Strategist

frantisek.taborsky@ing.com

Adam Antoniak

Senior Economist, Poland adam.antoniak@ing.pl

Min Joo Kang

Senior Economist, South Korea and Japan min.joo.kang@asia.ing.com

Coco Zhang

ESG Research

coco.zhang@ing.com

Jan Frederik Slijkerman

Senior Sector Strategist, TMT jan.frederik.slijkerman@ing.com

Katinka Jongkind

Senior Economist, Services and Leisure <u>Katinka.Jongkind@ing.com</u>

Marina Le Blanc

Sector Strategist, Financials Marina.Le.Blanc@ing.com

Samuel Abettan

Junior Economist samuel.abettan@inq.com

Franziska Biehl

Economist, Germany <u>Franziska.Marie.Biehl@ing.de</u>

Rebecca Byrne

Senior Editor and Supervisory Analyst rebecca.byrne@ing.com

Mirjam Bani

Sector Economist, Commercial Real Estate & Public Sector (Netherlands) mirjam.bani@ing.com

Timothy Rahill

Credit Strategist

timothy.rahill@ing.com

Leszek Kasek

Senior Economist, Poland leszek.kasek@ing.pl

Oleksiy Soroka, CFA

Senior High Yield Credit Strategist oleksiy.soroka@ing.com

Antoine Bouvet

Head of European Rates Strategy antoine.bouvet@ing.com

Jeroen van den Broek

Global Head of Sector Research jeroen.van.den.broek@ing.com

Edse Dantuma

Senior Sector Economist, Industry and Healthcare edse.dantuma@ing.com

Francesco Pesole

FX Strategist

francesco.pesole@ing.com

Rico Luman

Senior Sector Economist, Transport and Logistics Rico.Luman@ing.com

Jurjen Witteveen

Sector Economist jurjen.witteveen@inq.com

Dmitry Dolgin

Chief Economist, CIS dmitry.dolgin@ing.de

Nicholas Mapa

Senior Economist, Philippines nicholas.antonio.mapa@asia.ing.com

Egor Fedorov

Senior Credit Analyst egor.fedorov@ing.com

Sebastian Franke

Consumer Economist sebastian.franke@ing.de

Gerben Hieminga

Senior Sector Economist, Energy gerben.hieminga@ing.com

Nadège Tillier

Head of Corporates Sector Strategy nadege.tillier@ing.com

Charlotte de Montpellier

Senior Economist, France and Switzerland charlotte.de.montpellier@ing.com

Laura Straeter

Behavioural Scientist +31(0)611172684 laura.Straeter@ing.com

Valentin Tataru

Chief Economist, Romania valentin.tataru@ing.com

James Smith

Developed Markets Economist, UK <u>james.smith@ing.com</u>

Suvi Platerink Kosonen

Senior Sector Strategist, Financials suvi.platerink-kosonen@ing.com

Thijs Geijer

Senior Sector Economist, Food & Agri thijs.geijer@ing.com

Maurice van Sante

Senior Economist Construction & Team Lead Sectors maurice.van.sante@ing.com

Marcel Klok

Senior Economist, Netherlands marcel.klok@ing.com

Piotr Poplawski

Senior Economist, Poland piotr.poplawski@ing.pl

Paolo Pizzoli

Senior Economist, Italy, Greece paolo.pizzoli@ing.com

Marieke Blom

Chief Economist and Global Head of Research marieke.blom@ing.com

Raoul Leering

Senior Macro Economist raoul.leering@ing.com

Maarten Leen

Head of Global IFRS9 ME Scenarios maarten.leen@ing.com

Maureen Schuller

Head of Financials Sector Strategy <u>Maureen.Schuller@ing.com</u>

Warren Patterson

Head of Commodities Strategy Warren.Patterson@asia.ing.com

Rafal Benecki

Chief Economist, Poland rafal.benecki@ing.pl

Philippe Ledent

Senior Economist, Belgium, Luxembourg philippe.ledent@ing.com

Peter Virovacz

Senior Economist, Hungary peter.virovacz@ing.com

Inga Fechner

Senior Economist, Germany, Global Trade inga.fechner@ing.de

Dimitry Fleming

Senior Data Analyst, Netherlands <u>Dimitry.Fleming@ing.com</u>

Ciprian Dascalu

Chief Economist, Romania +40 31 406 8990 ciprian.dascalu@ing.com

Muhammet Mercan

Chief Economist, Turkey muhammet.mercan@ingbank.com.tr

Iris Pang

Chief Economist, Greater China iris.pang@asia.ing.com

Sophie Freeman

Writer, Group Research +44 20 7767 6209 Sophie.Freeman@uk.ing.com

Padhraic Garvey, CFA

Regional Head of Research, Americas padhraic.garvey@ing.com

James Knightley

Chief International Economist, US <u>james.knightley@ing.com</u>

Tim Condon

Asia Chief Economist +65 6232-6020

Martin van Vliet

Senior Interest Rate Strategist +31 20 563 8801 martin.van.vliet@ing.com

Robert Carnell

Regional Head of Research, Asia-Pacific robert.carnell@asia.ing.com

Karol Pogorzelski

Senior Economist, Poland Karol.Pogorzelski@ing.pl

Carsten Brzeski

Global Head of Macro <u>carsten.brzeski@ing.de</u>

Viraj Patel

Foreign Exchange Strategist +44 20 7767 6405 viraj.patel@ing.com

Owen Thomas

Global Head of Editorial Content +44 (0) 207 767 5331 owen.thomas@ing.com

Bert Colijn

Chief Economist, Netherlands bert.colijn@ing.com

Peter Vanden Houte

Chief Economist, Belgium, Luxembourg, Eurozone peter.vandenhoute@ing.com

Benjamin Schroeder

Senior Rates Strategist benjamin.schroder@ing.com

Chris Turner

Global Head of Markets and Regional Head of Research for UK & CEE chris.turner@ing.com

Gustavo Rangel

Chief Economist, LATAM +1 646 424 6464 qustavo.rangel@ing.com

Carlo Cocuzzo

Economist, Digital Finance +44 20 7767 5306 <u>carlo.cocuzzo@ing.com</u>