

Report | 16 April 2019

UNITED STATES

A Republican Phoenix

If President Trump were to be replaced by another Republican nominee in the 2020 race, some of the current policy agenda would remain unchanged. However, some positions could depart significantly from those of the current administration. This is one of four scenarios we ve considered, in conjunction with Oxford Analytica. The full report is here



Source: Oxford Analytica, Shutterstock

Executive summary

If President Trump were to withdraw from the Presidential race, there remain several pathways along which a Republican Party candidate could win the Presidency in 2020.

This scenario is based on the premise that the Republican nominee, either Vice President Pence or another candidate, has time to build a traditional campaign following a normal nominating process.

In this report, we look at some of the key events that could lead to a non-Trump

Republican winning the White House and the impact this could have on the economy and financial markets.

The major shifts from signature Trump policies under a successful Republican candidate are likely to be a less aggressive trade agenda and a less combative approach towards the Federal Reserve. Some tax cuts are possible and would focus on middle income households, while some infrastructure spending is possible, too.

The global economic environment is likely to be more benign than under Trump and would likely reduce the prospect of a boom-bust scenario, keeping the dollar and equity markets supported.

You can read the entire report [here](#).

Author

James Knightley

Chief International Economist, US

james.knightley@ing.com

Disclaimer

This publication has been prepared by the Economic and Financial Analysis Division of ING Bank N.V. ("ING") solely for information purposes without regard to any particular user's investment objectives, financial situation, or means. *ING forms part of ING Group (being for this purpose ING Group N.V. and its subsidiary and affiliated companies)*. The information in the publication is not an investment recommendation and it is not investment, legal or tax advice or an offer or solicitation to purchase or sell any financial instrument. Reasonable care has been taken to ensure that this publication is not untrue or misleading when published, but ING does not represent that it is accurate or complete. ING does not accept any liability for any direct, indirect or consequential loss arising from any use of this publication. Unless otherwise stated, any views, forecasts, or estimates are solely those of the author(s), as of the date of the publication and are subject to change without notice.

The distribution of this publication may be restricted by law or regulation in different jurisdictions and persons into whose possession this publication comes should inform themselves about, and observe, such restrictions.

Copyright and database rights protection exists in this report and it may not be reproduced, distributed or published by any person for any purpose without the prior express consent of ING. All rights are reserved. ING Bank N.V. is authorised by the Dutch Central Bank and supervised by the European Central Bank (ECB), the Dutch Central Bank (DNB) and the Dutch Authority for the Financial Markets (AFM). ING Bank N.V. is incorporated in the Netherlands (Trade Register no. 33031431 Amsterdam). In the United Kingdom this information is approved and/or communicated by ING Bank N.V., London Branch. ING Bank N.V., London Branch is authorised by the Prudential Regulation Authority and is subject to regulation by the Financial Conduct Authority and limited regulation by the Prudential Regulation Authority. ING Bank N.V., London branch is registered in England (Registration number BR000341) at 8-10 Moorgate, London EC2 6DA. For US Investors: Any person wishing to discuss this report or effect transactions in any security discussed herein should contact ING Financial Markets LLC, which is a member of the NYSE, FINRA and SIPC and part of ING, and which has accepted responsibility for the distribution of this report in the United States under applicable requirements.

Additional information is available on request. For more information about ING Group, please visit www.ing.com.