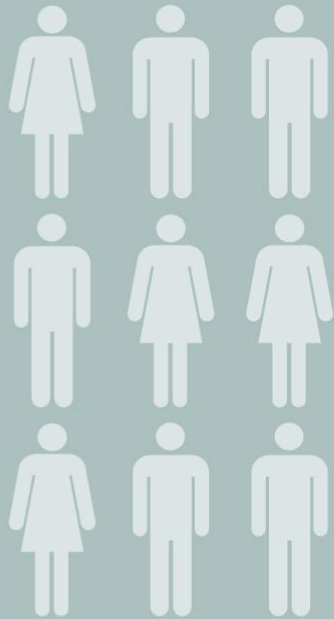


Will the robots take your jobs?

Edward Smith CFA, Head of Asset Allocation Research

ROBOTICS AND ARTIFICIAL INTELLIGENCE



8%

increase in
the number
of people of
working age
relative to the
total population
since 1980s

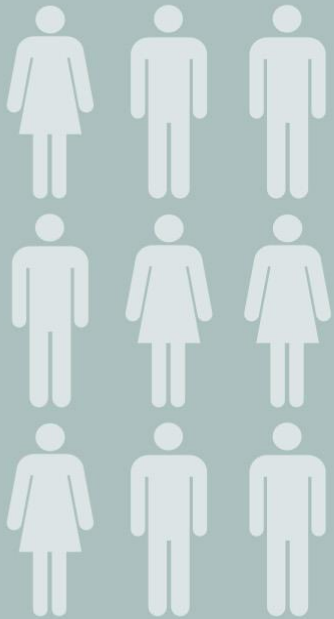


Each dollar of capital invested in computers leads
to \$10 of investment in 'organisation capital'



After the 2016 EU referendum
and election of President Trump,
technology could create greater
social and political tensions

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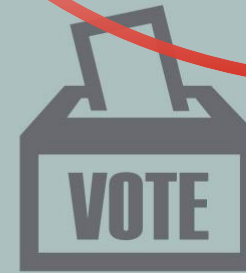
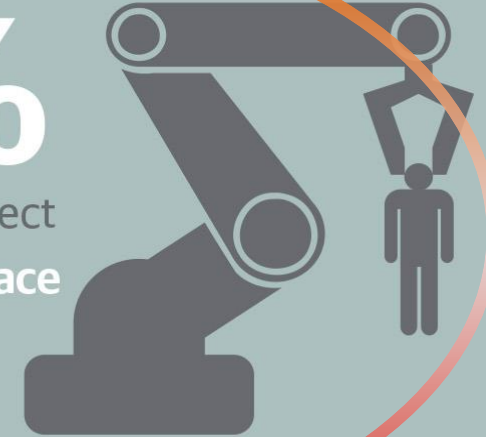


Each dollar of capital invested in computers leads to \$10 of investment in 'organisation capital'



48%

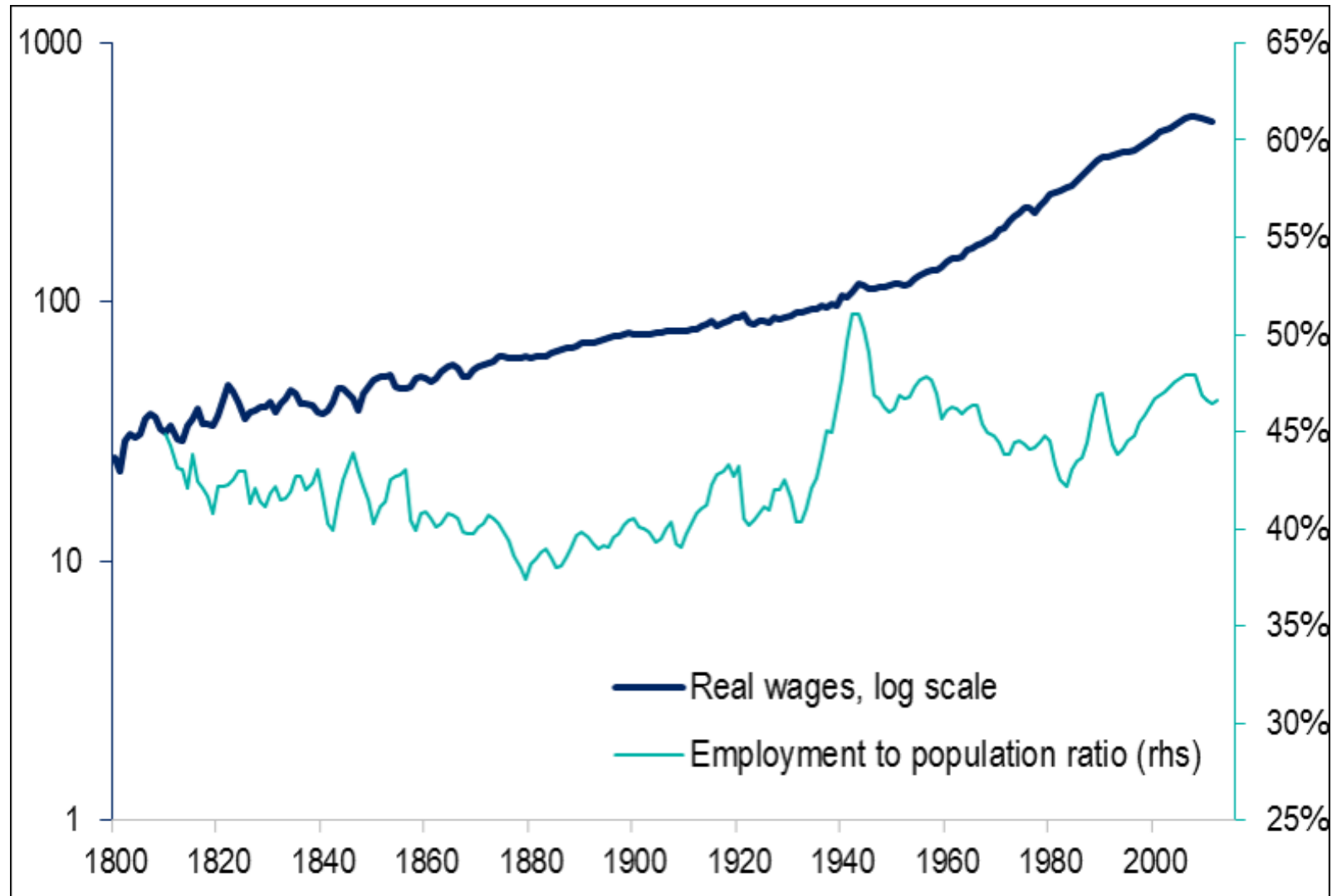
of 1,896 experts expect technology to displace more jobs than it creates by 2025



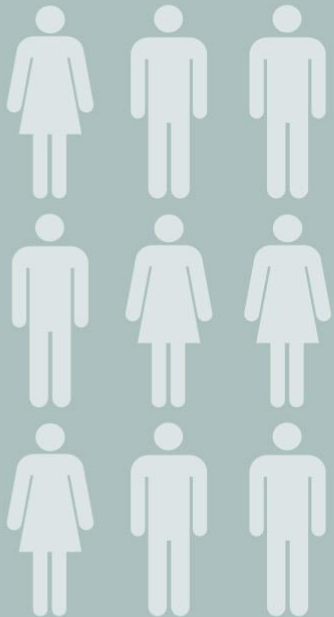
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Rathbones asset allocation strategy research

Technology has not proved a problem over the past 200 years



ROBOTICS AND ARTIFICIAL INTELLIGENCE



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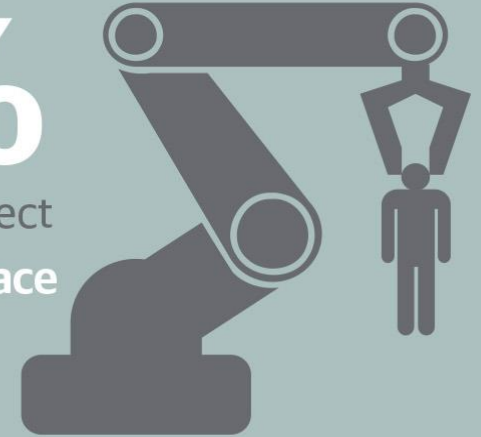


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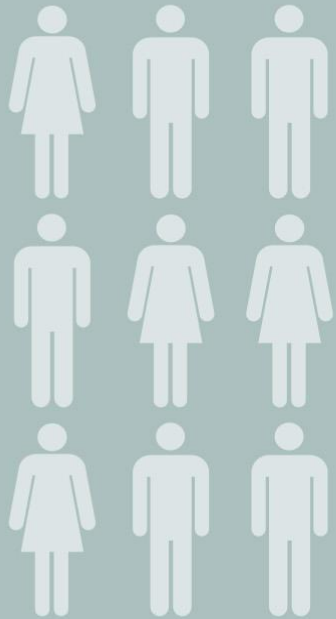
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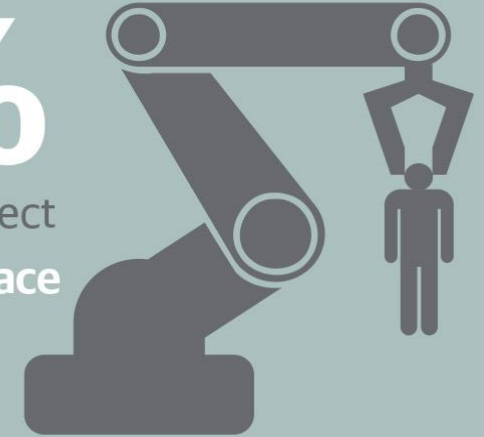


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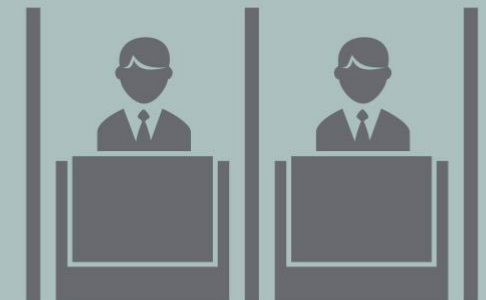
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After the 2016 EU referendum and election of President Trump, technology could create greater social and political tensions

There are **more cashpoints than human tellers** in the US today but there are still

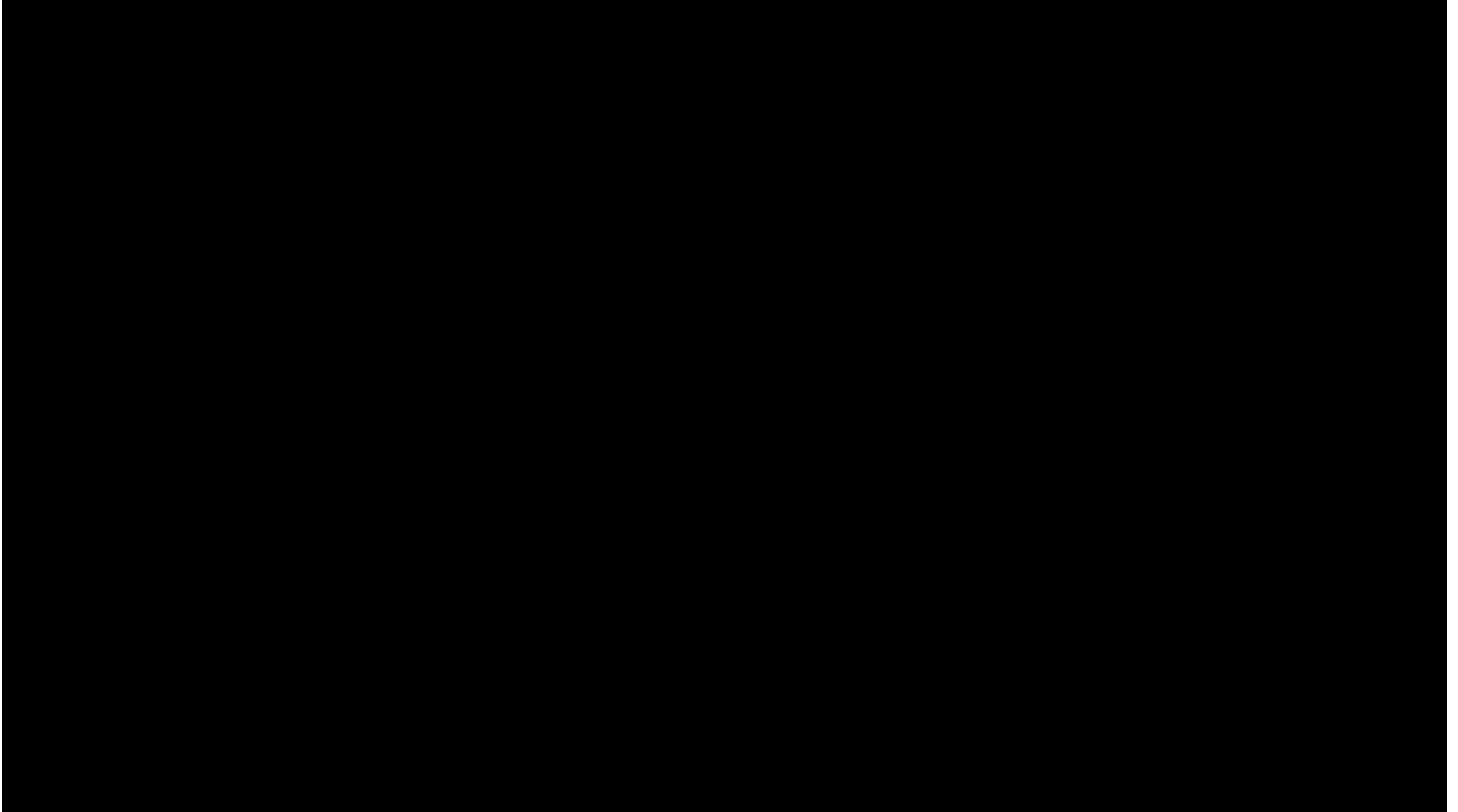
2x



as many tellers now than in the 70s

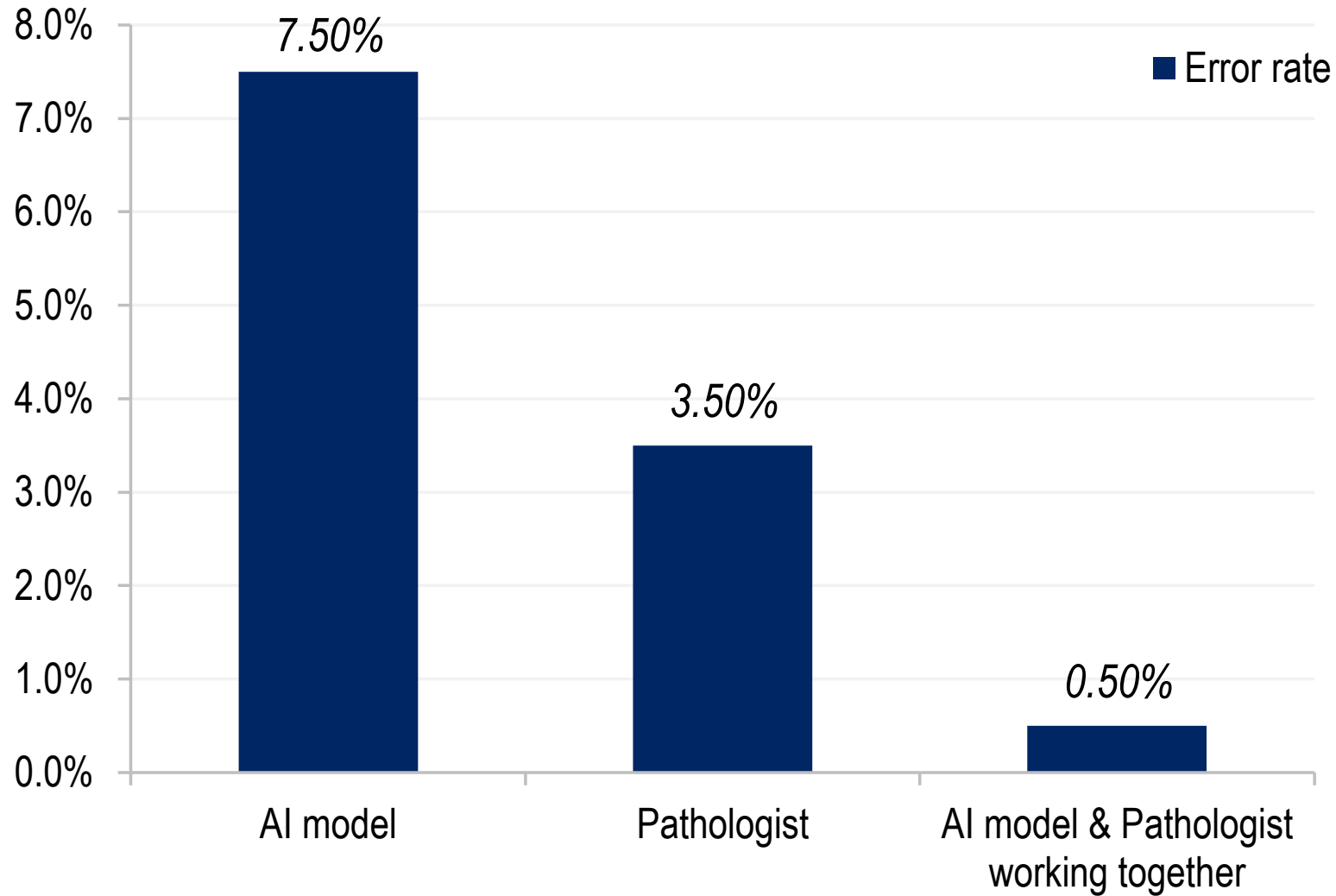
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Meet Baxter

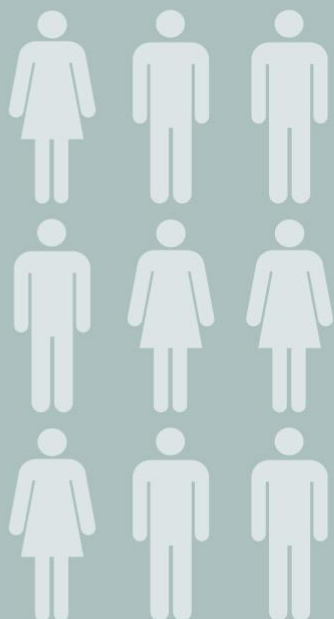


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Co-bots not robots



ROBOTICS AND ARTIFICIAL INTELLIGENCE



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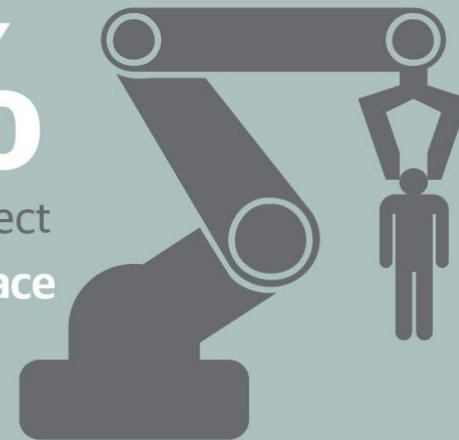


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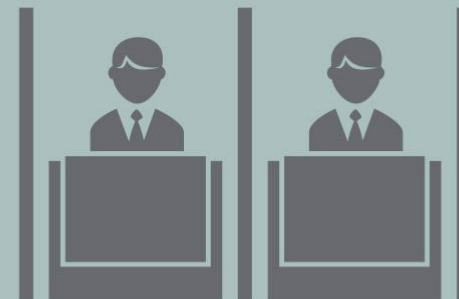
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Opinion is divided on how many US jobs are at risk from automation



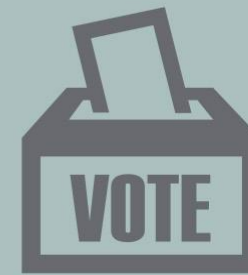
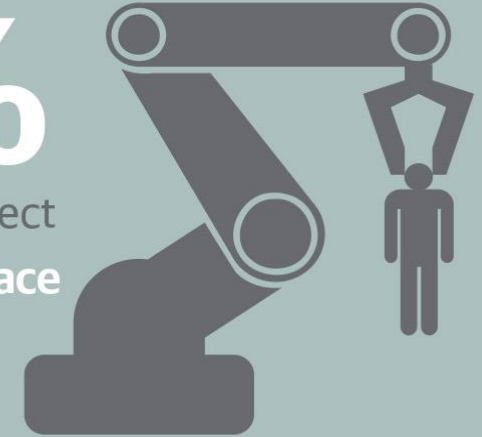
According to the OECD



According to Oxford professors Frey and Osborne

48%

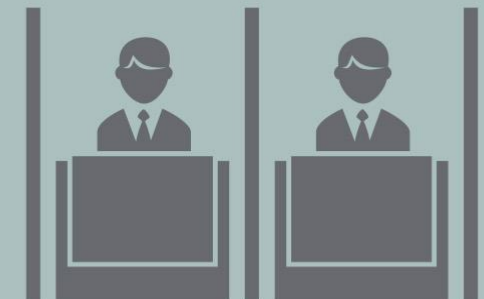
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Automation may lift interest rates

<i>Factors driving down neutral rates over last 30y</i>	<i>Prospective impact of automation</i>	<i>Reasons</i>
Potential growth		Some uplift to productivity likely
Ageing and saving		Initial decline in older workers' participation
Inequality		Great share to capital, with a higher propensity to save
EM savings glut		Highly dependant on response by government and firms
Falling capital goods prices		The impact is a trade off dependent on returns to capital
Falling public investment		Louder and louder calls from policy making circles to appease popular unrest
Higher net returns		Lots of scenarios in which returns increase by more than rates and vice versa

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