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Coronavirus is unleashing an ‘economic shock wave’ not felt since the 1930s, hedge fund manager Mark Yusko warns

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Not too late to go to cash as corona

Not too late to go to cash as coronavirus ravages economy: Mark Yusko

Hedge fund manager Mark Yusko is 00:07 / 01:01

The Morgan Creek Capital Management CEO and CIO sees the Great Depression as the closest comparison to what’s happening to the coronavirus ravaged economy.

“The economic shock wave that’s coming is going to be like nothing that any of us has ever experienced because it’s going to be very similar to the 1930s,” he told CNBC’s [“Trading Nation”](#) on Thursday.

Since the [Dow](#) hit all-time highs in February, the index has tumbled 28%. The [S&P 500](#) is off 26% since its record high.

Yusko believes it’s not too late to cut losses because the market shows no signs of recovering.

“Cash is king,” Yusko said. “We’re in for a very drawn out bear market.”

He estimates the fallout from the global economic shutdown to help battle the coronavirus pandemic will be counted in





particularly search on [AI](#) and consumer stocks and over-leveraged companies.

In addition to cash, he sees [gold miners](#) and [emerging markets](#) attractive from a valuation perspective.

He also sees some opportunity with [bitcoin](#), which is among his holdings.

“It’s an insurance against the collapse of the financial system,” Yusko said. “But what I am saying is that the [stimulus] response from the government... is going to have a negative impact on currencies globally, particularly western currencies. So, you want to have something that appreciates in value. Bitcoin is going to do that.”

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An ‘economic shock wave’ is coming, hedge fund manager Mark Yusko warns

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