

Update 20: Russia - Economy Contracts by 3.6% YoY in Q3 2020 Amid COVID-19 Pandemic

- Russia's economy contracted 3.6% YoY in the third quarter of 2020, as the COVID-19 pandemic and lower prices for oil took their toll
- In the second quarter of 2020, Russia's Gross Domestic Product (GDP) shrank by 8% in YoY terms after growing 1.6% in the first three months of 2020
- The Central Bank, which slashed its key interest rate to a record low of 4.25% in an attempt to mitigate an economic contraction, expects GDP to fall 4-5% this year
- The Economy Ministry hopes the economy will contract by no more than 3.9% in 2020 before returning to growth in 2021
- Supply Wisdom is continuously monitoring the situation and will alert you to any relevant developments
- Please consult Ministry of Health (<https://minzdrav.gov.ru/en>) for the latest information on COVID-19 in Russia

Source(s)

<https://www.news18.com/news/world/russian-economy-contracts-3-6-year-on-year-in-third-quarter-3074990.html>

<https://financialpost.com/pm/business-pmn/russian-economy-contracts-3-6-year-on-year-in-q3>

<https://www.reuters.com/article/russia-economy/russian-economy-contracts-36-year-on-year-in-q3-idUSR4N2HC01Q>

Targets Affected:

Russia

Category(s):

Macro-Economic Risk - Geo-Political Risk

Event:

Coronavirus (COVID-19) Incident(s)

Guidance

Actions to consider:

- Consider implementing suggested actions related to 'Negative Impact on Economy' under the 'COVID-19: Actions to Consider' section below / next page

Related Alerts

Nov. 12, 2020

Medium

Update 19: Russia - Reports Record Rise in COVID-19 Death Toll in Last 24 Hours

Nov. 5, 2020

Medium

Update 18: Russia - Reports Daily Increase of 19,768 New COVID-19 Cases in Last 24 Hours, Raising National Total to 1,693,454; Plans to Reopen Flights to Cuba

Oct. 21, 2020

Medium

Update 17: Russia - Reports Highest Daily Increase of 16,319 New COVID-19 Cases in Last 24 Hours, Raising National Total to 1,431,635

Oct. 15, 2020

Medium

Update 16: Russia - Plans to Resume International Flights to Additional Regions Starting November 1, 2020 Despite Increase in COVID-19 Cases

Oct. 12, 2020

Medium

Update 15: Russia - Reports 13,634 New COVID-19 Cases in Last 24 Hours, Raising National Total to 1,298,718

Sept. 29, 2020

Medium

Update 14: Russia - Reports Highest Daily Increase of 8,135 COVID-19 Cases Since June 2020, Raising National Total to 1,159,573

Sept. 21, 2020

Medium

Update 13: Russia - Reports 6,148 New COVID-19 Cases in Last 24 Hours, Raising National Total to 1,103,399

Sept. 4, 2020

High

Update 12: Russia - Wildfire Adds Further Challenges to Ongoing COVID-19 Pandemic

Aug. 25, 2020

Medium

Update 11: Russia - Plans to Resume International Flights to Additional Regions Starting This Week

July 18, 2020

Medium

Update 10: Russia - Economy Shrinks by 9.6% and Income Falls to 20-Year Low in Q2 2020 Amid COVID-19 Pandemic

June 27, 2020

Medium

Update 9: Russia - Confirms 7,176 New COVID-19 Cases, Totaling ~600,000

June 9, 2020

Medium

Update 8: Russia - Plans to Resume International Flights on July 15, 2020

May 12, 2020

High

Update 7: Russia - Eases Nationwide Restrictions; COVID-19 Cases Rise to ~221,000

May 7, 2020

High

Update 6: Russia - Prepares for Three-Stage Plan in Easing COVID-19 Restrictions Starting May 12, 2020

May 3, 2020

Immediate

Update 5: Russia - Reports Nearly 10,000 New COVID-19 Cases in 24 Hours, Totaling 124,054

April 28, 2020

Immediate

Update 4: Russia - Reports 6,198 Confirmed COVID-19 Cases in 24 Hours, Totaling 87,147; Lockdown Restrictions to Extend till May 12, 2020

April 24, 2020

Immediate

Update 3: Russia - Records Single-Day Increase of 4,785 in COVID-19 Cases; Expects Spread to Peak in Mid-May

April 16, 2020

Immediate

Update 2: Russia Records Single-Day Increase of 3,388 in Coronavirus Cases; Lockdown Extended Till May 1, 2020

April 13, 2020

Immediate

Update 1: Russia - Reports Highest Daily Increase of 2,000 in COVID-19 Cases, Totaling 15,770

April 10, 2020

Immediate

Russia - Reports 1,459 Confirmed COVID-19 Cases in 24 Hours; Total Cases Exceed 10,000

Impact level Definitions

Impact Level	Definitions
Immediate	Certain - Supply Wisdom recommends considering prompt action. Examples of Immediate level alert events may include bankruptcy filings, data breaches, unexpected curfews, strikes, power black-outs, major geo-political events etc.
High	Highly likely to occur in the near term (within 3 months) - Supply Wisdom recommends being in a state of readiness to take quick action. Examples of High level alert events may include withdrawal of rating by ratings agencies, hostile takeover, multiple cyber-attacks, new business policies causing significant hardship etc.
Medium	Likely to occur in the mid-term (within 3 to 6 months) - Supply Wisdom recommends reviewing current mitigation steps and being ready to take proactive actions if and when situation deteriorates further. Examples of Medium level alert events may include unplanned C-level exits, suppliers caught in bribery cases, economy slipping into recession.
Low	Possible in the long-term (after 6 months) - Supply Wisdom recommends taking proactive action if situation does not resolve. Examples of Low level alert events may include lawsuits filed against suppliers, client losses, air pollution alerts issued by country's local authorities, unexpected holidays announced for the location etc.
Informational	The event is pertinent information but does not have a risk element associated with it. Examples of Info level alert events may include launch of new solutions, partnerships signed, industry outlook, positive changes in government policies, announcements regarding launch of software parks/ free trade zones/special economic zones etc.