

## How big a threat are SWFs?

- Stabilizing factor by providing diversity in financial markets
  - ✓ long investment horizon
  - ✓ no leverage
  - ✓ no short term liquidity requirements
  - ✓ strong risk bearing capacity and ability to accommodate short term volatility
- Little evidence of wrong doing
- The definition of SWF
  - ✓ include fx reserves, public pension funds, SOE?
- Is the SWF-label key to understanding main challenges in our economies and financial markets?