



Scenario planning for reliable financial forecasts and measures in times of crisis with the support of the Deloitte Health Care Team

Challenges

- In addition to its impact on populations, COVID-19 will have enormous repercussions for economies and enterprises across the globe.
- Economic growth is likely to contract.

Possible solutions

- Robust scenario planning allows companies to create reliable financial forecasts and operational/strategic initiatives even in turbulent times.
- The most urgent task facing companies is to forecast their cash flow needs for the crisis period and beyond. It is vital to carefully analyze how the crisis will affect income and expenditure and use that data to reliably forecast future needs.
- One decisive parameter for forecasts is estimating likely development patterns for the corona crisis (duration and severity)
- Modelling COVID-19 infection rates and government measures to contain the virus are both key factors.

- Deloitte uses a forecasting tool developed with medical experts to simulate case trends based on different impacts and assessments of government measures to contain the virus.
- The forecasting tool models different scenarios by adjusting medical and epidemiological parameters based on individual and situational factors to determine the spread of the virus.
- Among other things, the scenarios show how case rates are expected to develop in specific geographical areas and sales regions as well as at company and production locations.
- These forecasts enable companies to classify the macro and microeconomic changes resulting from the corona pandemic chronologically and quantitatively.
- Companies can therefore substantially improve their financial forecasts and the corresponding measures using scenario planning tools and impact assessments for COVID-19 based on sound analyses.

Deloitte Health Care Team

The physicians, virologists, nurses, health economists and public health experts of Deloitte's Health Care Team work holistically with the other expert teams at Deloitte (analytics, financial economist, banking experts, bankruptcy advisors, restructuring consultants, tax advisors, legal advisors) to achieve the best possible solutions for our clients in times of crisis.

We look forward to supporting you:



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