

Views From the Stream

April 30, 2026

The China Export Relief Valve: Begger Thy Neighbor At Work

China continues to utilize Exports to offset Falling Domestic Demand. Autos stand a clear example that one can replicate across numerous sectors of the Chinese economy. In Q1 2026, China's Domestic Demand for Autos fell ~300,000 units year over year. To avoid a contraction in auto manufacturing and the obvious negative impact across large facets of its domestic economy, Chinese Unit Auto Exports magically rose ~300,000 units in Q1, offsetting 100% of the fall in Domestic Demand. While good for China's manufacturers and economy, as production remained stable, this stands bad for the rest of the world as Chinese Exports displaced other countries' domestic production. With this Begger Thy Neighbor Policy, China continues to export its economic troubles away. With the rest of the world beginning to say No, expect Global Trade to continue to come under assault as foreign markets close to Chinese goods and the country faces the consequences of its massive overcapacity.

Reprinted with Permission from Green Drake Advisors, LLC.

Confidential – Do not copy or distribute. The information herein is being provided in confidence and may not be reproduced or further disseminated without WSL Family Office & Private Wealth Management, LLC's express written permission. This document is for informational purposes only and does not constitute an offer to sell or solicitation of an offer to buy securities or investment services. The information presented above is presented in summary form and is therefore subject to numerous qualifications and further explanation.

More complete information regarding any investment products and services described herein may be found by contacting WSL Family Office & Private Wealth Management, LLC. All such services are offered through Green Drake Advisors, LLC. More complete information may be found in the firm's Form ADV or by contacting Green Drake Advisors, LLC directly. Green Drake Advisors, LLC is a Registered Investment Advisor and its Form ADV may be found through the FINRA website, www.finra.org. The information contained in this document is the most recent available to Green Drake Advisors, LLC. However, all of the information herein is subject to change without notice. ©2026 by Green Drake Advisors, LLC. All Rights Reserved.