



JEME CAPITAL

WEEKLY NEWSLETTER

March 3rd, 2025



FINANCIAL DASHBOARD

Index	1w ch. %	Bonds 10yrs		Commodities	
STOXX 600	0.47%	BUND	2.390	GOLD	2,858.48
S&P 500	(0.97%)	OAT	3.076	WTI Crude Oil	69.73
NIKKEI 225	(3.94%)	BTP	3.526	EUR/USD	1.04
MSCI WORLD INDEX	(0.98%)	UST	4.240	EUR/GBP	0.82
ISHARES MSCI EEM	(3.76%)	JGB	1.371	EUR/JPY	156.35

MARKETS & POLITICS NEWS

Russia-Ukraine War: President Trump criticized Ukrainian President Zelensky, accusing him of **"gambling with World War III"** during a meeting meant to reset US-Ukrainian relations on Friday. The meeting escalated into a **heated discussion**, resulting in Trump cutting Zelensky's White House visit short. The two leaders **did not sign** a proposed **minerals deal** as they had planned and canceled a joint press conference that had been scheduled for later in the afternoon.

British Prime Minister Keir Starmer hosted nearly **20 allies** in London on Sunday and said that progress had been made in building a “**coalition of the willing**,” which would commit military assets, including troops on the ground, to secure any eventual peace.



United States: On Wednesday, Trump said he is planning to hit goods made in the **European Union** with **tariffs of 25%**, claiming the bloc was created to "**screw the United States**". The EU said it would **react firmly and immediately** against unjustified tariffs.

The U.S. plans next week to impose an **additional 10% tariff** on imports from **China** over its role in the fentanyl trade and **move forward** with **25% tariffs** on products from **Canada** and **Mexico**, Trump said Thursday, setting up a pivotal week for his protectionist trade agenda. The China move, slated to take effect Tuesday along with the Canada and Mexico actions, doubles the previous 10% additional tariff Trump placed on Chinese products in February.

Germany: Bundesbank has backed CDU leader Merz's proposal of **raising the deficit cap** - limit known as the "**debt-brake**" - when the level of debt is low.

CORPORATE NEWS



- **Tesla** stock slid 8.4% Tuesday, dropping the company's market cap. below \$1 trillion for the first time since Nov. 14.
- **Alibaba** announced plans to invest over \$52 billion in AI and cloud infrastructure over the next three years.
- **KPMG** is establishing a law firm in the U.S. after the court ruling made it the first Big Four firm eligible to practice law.
- Former GrubHub owner and food delivery business **Just Eat Takeaway** has been acquired by a backer of German rival Delivery Hero for \$4.2 billion.
- Italy's Agnelli family cut its controlling stake in **Ferrari** by around 4%, raising about 3 billion euros to fund potential new M&A deals, its holding company **Exor** said on Thursday.

JEME CAPITAL'S HIGHLIGHTS

- **Nvidia** reported a record Q4 revenue of \$39.3 billion on Thursday, exceeding market expectations, driven by strong AI chip demand. The company forecasts Q1 revenue of \$43 billion, above the anticipated \$42.5 billion.
- **Banco BPM** has increased its offer for Anima Holding to €7 per share, while **Francesco Gaetano Caltagirone** has raised his stake in Banca Monte dei Paschi di Siena to 8%, backing the bank's reprivatization efforts.
- Italian energy services provider **Saipem** and its Norwegian rival **Subsea7** have reached an agreement to merge in a deal valued at around \$4.9 billion.
- **Stellantis** reported a 70% decline in net profits to €5.5 billion in the second half of 2024. The company anticipates a return to profitable growth in 2025.

LAST WEEK BIGGEST MOVERS IN S&P 500



WHAT'S AHEAD NEXT WEEK IN THE MARKETS

- Date	Event (US)	Prev. Value	- Date	Event (EU)	Prev. Value
03-Mar	ISM Manufacturing PMI (Feb)	50.90	03-Mar	GER HCOB Manufact. PMI (Feb)	45.00
05-Mar	Crude Oil Inventories	(2.33M)	03-Mar	EU CPI (YoY) (Feb)	2.50%
07-Mar	Nonfarm Payrolls (Feb)	143K	04-Mar	EU Unemployment Rate (Jan)	6.30%
07-Mar	Unemployment Rate (Feb)	4.00%	06-Mar	ECB Interest Rate Decision (Mar)	2.90%
07-Mar	Fed Monetary Policy Report	-	07-Mar	EU GDP (YoY) (Q4)	0.90%

US Tariffs

The global trade landscape is set for a major shift as Trump's tariffs take effect on March 4. A **25% tariff** on **Canadian** and **Mexican imports** and a **20% tariff** on **Chinese goods** will be implemented, raising concerns among investors. **Businesses reliant on global supply chains** may face **rising costs**, while **trade partners** weigh **potential retaliation**. The impact on inflation, corporate earnings, and economic growth will be key drivers of market sentiment.

Key U.S. Indicators

Next week, key U.S. economic data will be released, including the February **ISM Manufacturing PMI**, which is expected to signal **stable industrial activity**. On Wednesday, **crude oil inventories** are projected to **rise**, potentially impacting energy markets. On Friday, the February **Nonfarm Payrolls** report is anticipated to show a **moderate labor market expansion**, while the **unemployment rate** is expected to remain **steady**.

Asia's Market Signals

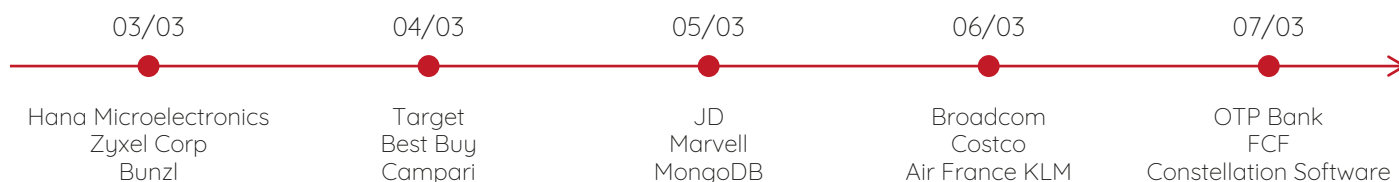
Key Asian economic indicators next week will provide insights into regional growth. On Monday, **Japan's unemployment rate** is expected to remain **stable**, signaling **labor market resilience**, while **capital spending** is projected to **grow**, reflecting strong **business investment**. On Friday, **China** is expected to report a **trade surplus**, driven by **rising exports**, indicating solid global demand, and **weak import growth**, suggesting sluggish domestic consumption.

EU Policy & Data Outlook

Market sentiment will be affected by the publishment of key economic data. On Monday, **Germany's Manufacturing PMI** is expected to show **continued contraction**, while the **EU CPI** is set to signal **easing inflation**. Tuesday's **unemployment rate** is projected to remain **stable**. On Thursday, the **ECB** will **trim** its **deposit rate** again to **2.50%**, as the focus turns to growth. Friday's **GDP data** is expected to confirm **weak** but **positive growth** in the Eurozone.

WHAT'S AHEAD NEXT WEEK FOR CORPORATES

Key Earnings Report



04/03/25

- **Target** forecasts **\$30.65B in revenue** and **\$2.24 EPS**. It is partnering with Warby Parker for in-store eyewear shops while facing a Florida lawsuit over its diversity initiatives.
- **Best Buy** expects **\$13.66B in revenue** and **\$2.39 EPS**. It will relaunch its marketplace by Summer 2025, partnering with Mirakl to expand products and compete.

05/03/25

- **JD.com Inc.** anticipates **¥322.29B in revenue** and **¥5.44 EPS**. This would represent a 24% quarterly revenue increase, as the company expands into China's food delivery market.
- **Marvell Technology** predicts to report **\$1.80B in revenue** and **\$0.59 EPS**. Its fiscal Q3 2025 revenue grew 19% sequentially, exceeding the guidance midpoint, driven by strong AI demand. Year-over-year, revenue growth is expected to accelerate to 26%.

06/03/25

- **Broadcom** predicts **\$14.62B in revenue** and **\$1.51 EPS**. The stock fell 7% on Feb 27 due to factors including a chip selloff, Nvidia's earnings, and tariff announcements.
- **Costco Wholesale Corp** forecasts **\$62.90B in revenue** and **\$4.08 EPS**. The company is opening six new U.S. warehouses in March 2025 and developing a \$425M mixed-use project in Los Angeles, combining a warehouse with 800 apartments.
- **Air France-KLM** is expected to report **€7.57B in revenue** and **-€0.01 EPS**, with investors watching passenger demand, fuel costs, and capacity expansion.



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