



JEME CAPITAL

WEEKLY NEWSLETTER

April 7th, 2025

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CAPITAL

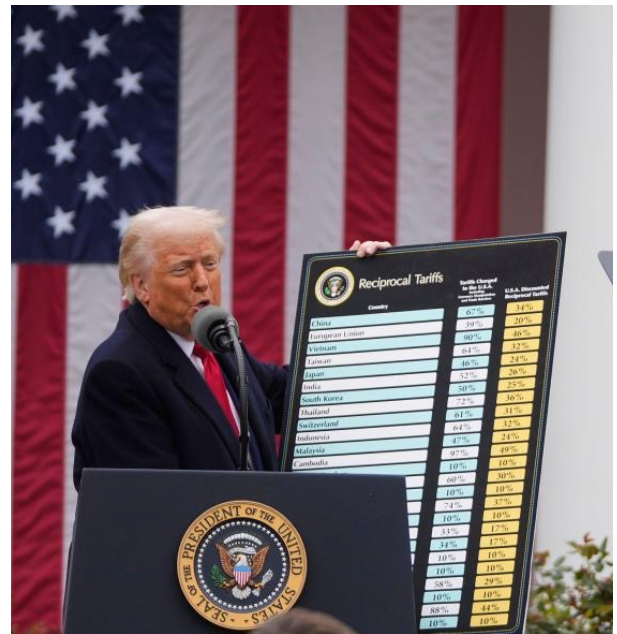
FINANCIAL DASHBOARD

Index	1w ch. %	Bonds 10yrs	Commodities		
STOXX 600	(8.44%)	BUND	2.570	GOLD	3,037.47
S&P 500	(9.08%)	OAT	3.323	WTI Crude Oil	62.02
NIKKEI 225	(9.00%)	BTP	3.773	EUR/USD	1.09
MSCI WORLD INDEX	(8.49%)	UST	4.010	EUR/GBP	0.85
ISHARES MSCI EEM	(7.29%)	JGB	1.151	EUR/JPY	161.08

MARKETS & POLITICS NEWS

Tariffs: On Wednesday, President Donald Trump **declared** that, starting on Saturday, April 5th, the US would **impose** a universal **10% tariff on 185 countries**. He also announced that, **beginning April 9th**, additional **“individualized”** reciprocal tariffs of **up to 50%** would target **60 countries** he labelled as the **“worst offenders”**.

In response, on Friday, **China announced** a **34%** tariff **on all American imports** starting April 10th. Additionally, it plans to restrict exports of critical rare earth elements and has **initiated** a **lawsuit** with the **World Trade Organization**. Meanwhile, EU Commission President **Ursula von der Leyen pledged** “firm and proportionate **countermeasures**” to the newly imposed **20% tariff** on the European bloc.



President Donald Trump announcing new tariffs during his “Liberation Day” speech

Markets: The **U.S. stock market lost** approximately **\$6.6T** in value over the two trading sessions of Thursday and Friday, marking the **largest two-day decline in history**, with the **Magnificent 7** stocks collectively **losing \$1.55T** in market cap. Further weighting on sentiment, Fed Chair **Jerome Powell warned** on Friday that the economy may face a period of **higher prices** and **weaker growth**. Investors rushed into U.S. Treasuries driving the **10-year yield below 4%**, while **gold** soared to a record \$3,128.06 before settling at **\$3,037.47** on Friday.

Italy: Italian Prime Minister **Giorgia Meloni** criticized the new U.S. tariffs on the EU as “a **wrong decision**”. As her **EU partners pressure** her to **“choose a side”** in the transatlantic trade war, **Meloni opposes** escalating the **response**, while France, Germany, Spain, and Belgium push for the use of the EU’s **“trade bazooka”** to **retaliate**, a plan involving the **Anti-Coercion Instrument**, which would **allow** the bloc to place **market limitations** on **American companies**.

CORPORATE NEWS



Masayoshi Son, CEO of SoftBank and Sam Altman, CEO of OpenAI

- Intel and Taiwan Semiconductor Manufacturing Company are set to form a joint chipmaking venture, with TSMC acquiring a **20% stake** in the project.
- TikTok’s restructuring of U.S. operations faces **delays** due to tariffs, leading Trump to **extend** the divestment deadline by **75 days**, with Amazon making a bid for the spinoff.
- Stellantis announced **900 temporary layoffs** in the U.S. and suspended production in some Canada and Mexico plants, causing **shares to drop 9.3%** in New York on Thursday.
- Newsmax debuted on the NYSE, offering **7.5 million shares** at **\$10**. The stock **soared to \$83.51 on Monday**, peaked at \$239 on Tuesday, and **fell to \$52 by Wednesday**.

JEME CAPITAL’S HIGHLIGHTS

- OpenAI has raised **\$40B** through a fundraising led by the Japanese group SoftBank, in a deal that brings the ChatGPT developer’s valuation to **\$300B**.
- On Thursday, Apple’s market cap plunged by over **\$300B** as its stock price dropped **9%** to close at **\$188.38**, wiping out nearly nine months of gains.
- Banco BPM successfully concluded its tender offer for Anima Holding, increasing its ownership from **22%** to approximately **89.9%** after acquiring around **68%** of the remaining shares.
- UniCredit has received approval from the Consob (Commissione Nazionale per le Società e la Borsa) for the prospectus related to its **€14B public tender offer to acquire Banco BPM**, with the subscription period set to last from April 28 to June 23.

LAST WEEK BIGGEST MOVERS IN S&P 500



WHAT'S AHEAD NEXT WEEK IN THE MARKETS

- Date	Event (US)	Prev. Value	Exp. Value	- Date	Event (EU)	Prev. Value	Exp. Value
9-Apr	Crude Oil Inventories	6.17M	-	7-Apr	German Trade Balance (Feb)	16.00B	18.40B
10-Apr	CPI (YoY) (Mar)	2.80%	2.60%	8-Apr	French Trade Balance (Feb)	(6.50B)	(5.40B)
10-Apr	Initial Jobless Claims	219K	223K	11-Apr	UK GDP (YoY) (Feb)	1.0%	-
10-Apr	Federal Budget Balance (Mar)	(307B)	(126.5B)	11-Apr	German CPI (YoY) (Mar)	2.20%	2.20%
11-Apr	PPI (YoY) (Mar)	3.20%	3.30%	11-Apr	UK Trade Balance (Feb)	(17.85B)	(17.80B)

U.S. Tariffs

This is shaping up to be a very volatile week following **Donald Trump's** announcement of "reciprocal" tariffs on **60 countries** and territories. These tariffs will go into effect on **Wednesday**, with responses being formulated around the globe. A **reciprocal 34% tariff** from **China** is set to take effect on **Thursday**, and the **EU** is planning to send **another delegation** to **Washington** to attempt **negotiations** with the Trump administration.

U.S. Events & Indicators

On Thursday, the **Year-over-Year CPI** for the month of **March** is expected to be published and is currently estimated at **2.60%**, down **0.20%** from February. This decrease is mainly attributed to **falling gas prices** and **disinflation** in **housing-related** costs during the month of February. Then, on Friday, the **Producer Price Index** for **March** is projected at **3.30%**, up **0.10%** from the previous month.

EU Indicators

On Friday, **Germany's CPI (YoY)** for **March** is projected to remain unchanged at **2.20%**, signalling continued price stability. Earlier in the week, **Germany's trade surplus** is expected to **widen to €18.40B** from €16B, while **France's trade deficit** is forecast to **narrow to €5.40B**. The **UK** will also publish both **GDP and trade figures** for February on Friday, providing further insight into the country's growth outlook.

Asia's Market Signals

On Tuesday, **Indonesia's Inflation YoY (March)** is forecast at **1.16%**, marking a positive shift from the previous month's **-0.09%**. The move signals a likely end to the country's recent deflationary phase. On Wednesday, **China's CPI** for **March** is projected at **0.10% year-on-year**, a modest improvement from February's **-0.70%**, suggesting early signs of recovery from the ongoing deflation crisis that has weighed on domestic demand.

WHAT'S AHEAD NEXT WEEK FOR CORPORATES

Key Earnings Report



07/04/25

- **Levi Strauss & Co.** anticipates **\$1.54B in revenue** and **\$0.28 EPS**. The company has seen a 12.96% decline in share price this week as countries crucial to their supply chain, such as Vietnam and Cambodia, are being hit heavily by Trump's latest tariffs.

08/04/25

- **Walgreens Boots Alliance** predicts **\$38.80B in revenue** and **\$0.53 EPS**. The pharmacy chain is currently being taken private by private equity firm Sycamore Partners in a deal valued at \$23.7B, consisting of \$11.45 per share in cash and debt payments.

09/04/25

- **Delta Air Lines** forecasts **\$13.15B in revenue** and **\$0.51 EPS**. The firm has recently begun a partnership with JetZero to design first-of-its-kind, 50% more fuel-efficient aircraft by the end of the decade.

11/04/25

- **JPMorgan** forecasts **\$43.83B in revenue** and **\$4.59 EPS**. Despite the share price falling 16.12% this week, this is the highest-ever forecast for the firm, driven by strong growth in investment banking fees and a robust rise in Asset & Wealth Management profits.
- **Morgan Stanley** anticipates **\$16.82B in revenue** and **\$2.30 EPS**. The company has just raised \$684M for a Japanese real estate fund, highlighting investor interest as the country emerges from years of deflation and standstill prices.
- **Blackrock** predicts **\$5.42B in revenue** and **\$10.87 EPS**. The firm has seen especially strong growth in its technology segment, with the Aladdin platform's annual contract value increasing by 12% since the last earnings report.



Sign outside of JPMorgan Chase & Co's New York City Headquarters

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