



JEME CAPITAL

WEEKLY NEWSLETTER

February 10th, 2025



FINANCIAL DASHBOARD

Index	1w ch. %	Bonds 10yrs		Commodities	
STOXX 600 (EUR)	0.60%	BUND	2.376	GOLD	2,861.19
S&P 500	(0.24%)	OAT	3.090	WTI Crude Oil	70.98
NIKKEI 225	(1.98%)	BTP	3.454	EUR/USD	1.03
MSCI WORLD INDEX	(0.10%)	UST	4.490	EUR/GBP	0.83
ISHARES MSCI EEM	1.12%	JGB	1.298	EUR/JPY	155.96

MARKETS & POLITICS NEWS

United States: President Trump has postponed the 25% tariffs on Canada and Mexico, imposed on February 1, by 30 days to facilitate trade negotiations and address border issues. Meanwhile, the U.S. has implemented a 10% additional tariff on all imports from China, prompting retaliatory measures from Beijing.

In foreign policy, Trump called for long-term U.S. control over the Gaza Strip, proposing to rebuild the region and temporarily relocate nearly two million Palestinians. His aides later clarified that the suggestion was meant as exploratory.

On the economic front, the U.S. economy added 143,000 jobs last month, with the unemployment rate falling to 4%, signaling a cooling but still solid job market, according to the Labor Department.



BOE: The Bank of England cut its benchmark Bank Rate by 25bps to 4.5% in its February 2025 decision, as expected, to mark the third rate cut since the start of its cutting cycle in August of last year.

France: The French Parliament on Thursday finally adopted the state's 2025 budget following a tumultuous months-long process that saw the previous government toppled and the current administration survive multiple no-confidence votes.

China: Chinese stocks surged into a bull market last week, fueled by excitement over DeepSeek's AI breakthroughs. The Shanghai Composite and Hang Seng AI Index posted strong gains as tech, chipmakers, and EV stocks soared. Investor enthusiasm for AI-driven growth continues to drive market momentum.

CORPORATE NEWS

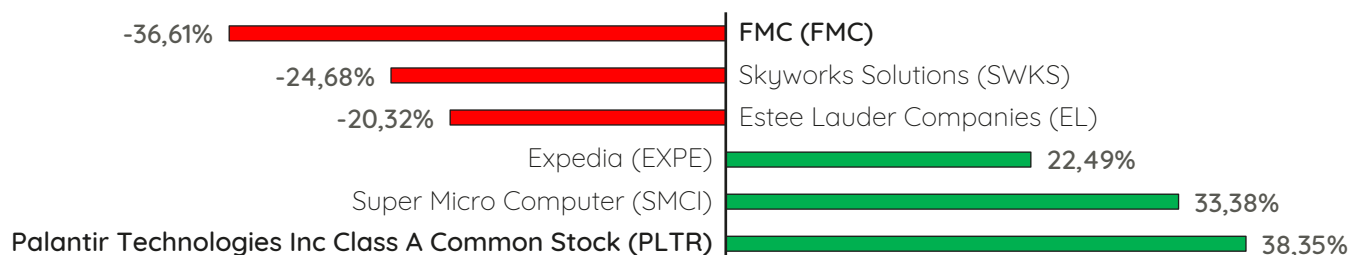


- **Nissan** is seeking a new partner, ideally from the US tech sector, as it prepares to end deal talks with Honda. Its shares jumped as much as 9% on Wednesday.
- **Toyota Motor** posts nearly 28% drop in third-quarter operating profit, missing estimates.
- **Warburg Pincus** and **Berkshire Partners** are said to be in talks to buy aircraft parts supplier Triumph Group for about \$3 billion, including debt.
- **UBS** plans to buy back as much as \$3 billion worth of shares this year after fourth-quarter profit beat estimates.
- **BNP Paribas** announced a €1.08 billion buyback and higher-than-expected dividend.

JEME CAPITAL'S HIGHLIGHTS

- **BPER Banca** launched an all-share bid of roughly 4.3 billion euros (\$4.47 billion) to take over smaller rival Banca Popolare di Sondrio, the latest twist in a wave of consolidation that is sweeping through Italy's crowded banking market.
- **UniCredit** built an equity stake of about 4.1% in Generali that people familiar said may be used as leverage in its takeover bid for Banco BPM.
- **Alphabet** shares tumbled in post-market on Tuesday after quarterly revenue missed expectations as growth in its cloud unit slowed.
- **Amazon** dropped in post-market on Thursday after its quarterly profit and sales results fell short of analyst consensus. Andy Jassy warned of "lumpy" growth amid capacity constraints in its cloud computing division.

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
12-Feb	CPI Jan. (YoY)	2.90%	12-Feb	ITA Industrial Production Jan. (YoY)	-1.50%
13-Feb	PPI Jan. (YoY)	3.30%	13-Feb	German CPI Jan. (YoY)	2.30%
14-Feb	Import Price Index Jan.	0.10%	13-Feb	EU Economic Forecasts	-
14-Feb	US Retail Sales Jan.	0.40%	13-Feb	UK GDP Q4 (YoY)	0.90%
14-Feb	Industrial Production Jan.	0.90%	14-Feb	EU GDP Q4 (YoY)	0.90%

US Inflation Report

The U.S. inflation report for January is set to be released on Wednesday, with analysts predicting a **modest increase in consumer prices**. This data could significantly **influence** the Federal Reserve's stance on **interest rates**, with markets closely watching for signs of easing pressures. **Treasury yields remain elevated** as investors brace for potential volatility in response to the report.

Crude Oil Prices Under Scrutiny

Crude oil prices are expected to remain in focus next week as OPEC hints at **potential production cuts** to stabilize the market. Despite this, concerns over **slowing global demand**, particularly in Europe and China, will likely continue influencing investor sentiment. The upcoming **EIA crude inventory report** on February 12 will be closely monitored for further indications on the market's direction.

Asia's Economic Data

Asian countries are set to release a series of important economic reports, giving a clearer picture of how the region is recovering and growing. Among the key updates, **China's Total Social Financing data** will reveal more about the country's **credit growth** and **financial conditions**. Meanwhile, **Japan's machinery orders**, **India's industrial production**, and **South Korea's employment numbers** will provide insights into **how businesses are investing**.

EU Economic Forecasts

The European Union is set to release its Economic Forecasts on February 13, offering key insights into the bloc's **growth outlook** amid persistent inflationary pressures. These forecasts will provide updated expectations for 2025, with **investors focused on any changes to growth projections**. As the EU grapples with high energy costs, weakened demand, and global trade uncertainties, the forecasts will play a crucial role in shaping market sentiment.

WHAT'S AHEAD NEXT WEEK FOR CORPORATES

Key Earnings Report



10/02/25:

Earnings season continues to capture investor attention on February 10, with key reports from McDonald's, Rockwell Automation, and Monday.com. **McDonald's** is expected to report **\$6.46B in revenue** and **\$2.87 EPS**, with investors watching global same-store sales growth and pricing strategies. **Astera Labs** will provide insights into semiconductor solutions demand, with forecasts at **\$128.0M in revenue** and **\$0.26 EPS**. **Monday.com** anticipates **\$261.4M in revenue** and **\$0.79 EPS**, reflecting trends in subscription growth and enterprise adoption of its work management tools.

11/02/25:

As earnings season progresses, February 11 will bring another wave of key financial reports. **Coca-Cola** is forecasted to post **\$10.7B in revenue** and **\$0.51 EPS**, with a spotlight on the performance of its sugar-free beverage segment and international sales. **Shopify** anticipates **\$2.727B in revenue** and **\$0.43 EPS**, reflecting growth in e-commerce and its fulfillment services. **Marriott International** is projected to report **\$6.4B in revenue** and **\$2.39 EPS**, with a focus on global travel recovery and increasing occupancy rates.

13/02/25:

Midway through the earnings-heavy week, investors are closely monitoring Deere & Co., Moody's Corp., and Airbnb Inc. as they prepare to release earnings. **Deere & Co.** is expected to report **\$7.9B in revenue** and **\$3.25 EPS**, with a focus on agricultural and construction equipment demand. **Moody's Corp.** is forecasted to post **\$1.7B in revenue** and **\$2.33 EPS**, as analysts assess the impact of economic conditions on its credit rating services. **Airbnb Inc.** anticipates **\$17.26B in revenue** and **\$0.58 EPS**, with markets watching booking volumes and recovery in global travel markets.



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