

A photograph of a modern, multi-story building with a textured concrete facade. The building features several rectangular windows, some of which are illuminated from within, creating a warm glow against the darkening sky. The architecture is characterized by sharp angles and a mix of materials, including concrete and glass. In the foreground, a glass-enclosed staircase or walkway is visible, with a few blurred figures of people walking through it. The overall mood is sophisticated and contemporary.

JEME CAPITAL

WEEKLY NEWSLETTER

April 14th, 2025

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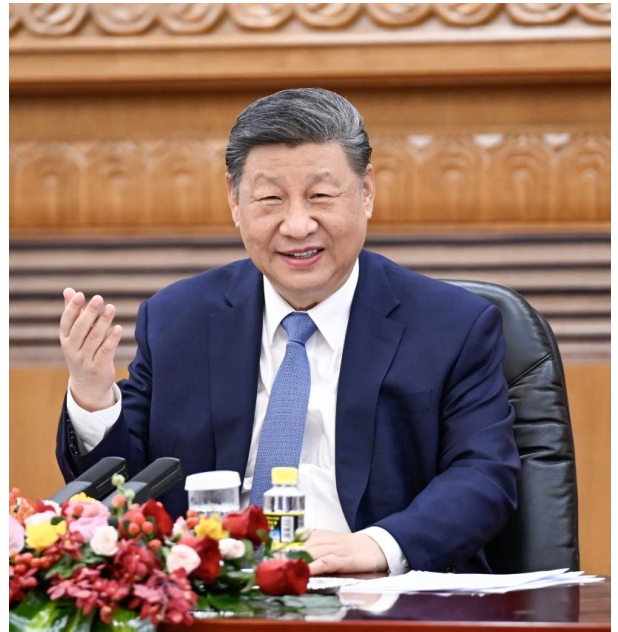
FINANCIAL DASHBOARD

Index	1w ch. %	Bonds 10yrs	Commodities		
STOXX 600	(1.88%)	BUND	2.570	GOLD	3,238.14
S&P 500	5.70%	OAT	3.323	WTI Crude Oil	61.51
NIKKEI 225	(3.27%)	BTP	3.773	EUR/USD	1.13
MSCI WORLD INDEX	4.36%	UST	4.010	EUR/GBP	0.87
ISHARES MSCI EEM	2.88%	JGB	1.151	EUR/JPY	163.03

MARKETS & POLITICS NEWS

Tariffs: On Monday, President **Donald Trump** intensified the ongoing trade standoff by **imposing an additional 50% levy on China's imports, bringing** the cumulative tariff burden to **104%**. Despite signalling openness to negotiations on April 8th, saying the U.S. was "ready to talk", tensions flared again on **April 9th** when **China responded by raising** its tariffs to **84%** and Trump's 104% tariffs officially took effect.

On the same day, **Trump announced a 90-day tariff pause** for most U.S. trade partners, while also **reducing** tariffs on these countries to a **baseline 10%**, but simultaneously **hiked duties on Chinese imports to 145%**. On Saturday, **China hit back again, raising its retaliatory tariffs to 125%** on **U.S. goods**, effective immediately.



Chinese President Xi Jinping speaks during a meeting with foreign business leaders in Beijing

Markets: After a **sharp selloff** of U.S. Treasury bonds, which saw **yields spike** from below **4%** to **4.5%** and Trump's subsequent announcement of a 90-day tariff suspension, the **S&P 500 surged 9.52%** on Wednesday, its third-largest one-day gain since WWII. The **Dow Jones rose 7.87%**, while the **Nasdaq jumped 12.16%**, its best since January 2001 and the second-largest ever; the spike was **led by the tech sector**, with **NVIDIA gaining over 16%**. While **gold** continues its rally, **peaking** on Friday at **\$3,245.28**, the U.S. Dollar Index (**DXY**), which measures the dollar's strength against a basket of major currencies, **declined by 1.2% this week**.

United States: On Friday, U.S. **inflation data** for **March** proved to be lower than anticipated, with the **YoY Consumer Price Index (CPI)** showing a rise of **2.4%**, a slowdown from 2.8% in February and **below the forecast of 2.6%**. Moreover, **YoY Core PPI** was revealed to be **2.8%**, **down from 3.1% in February**, and 0.2% less than the forecasted level.

CORPORATE NEWS



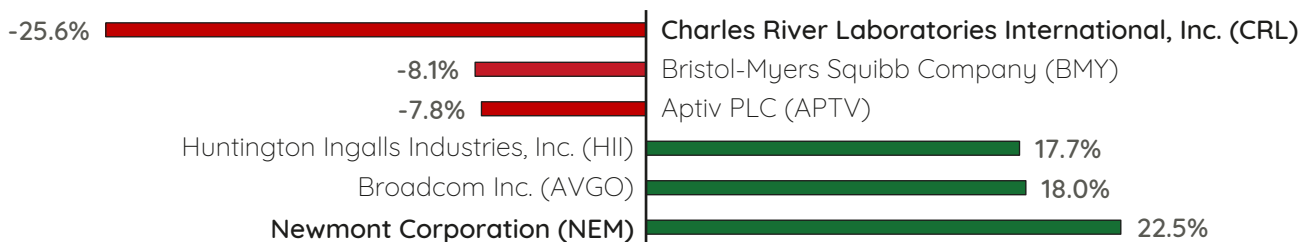
Jamie Dimon, CEO of JPMorgan Chase

- On Wednesday, **Apple's stock surged** by approximately **15%**, **closing** at **\$198.22** per share, marking the company's largest single-day gain since 1998.
- **Google Cloud** and **NVIDIA** announced a **collaboration** to enhance enterprise AI capabilities, **enabling** businesses to deploy **Gemini AI models on NVIDIA Blackwell GPUs**.
- On Friday, **JPMorgan Chase** delivered strong Q1 earnings, with **EPS** of **\$5.07** on **revenues** of **\$45.31B**, **beating** analyst **forecasts** of \$4.59 EPS and \$43.83B in revenue.
- Swiss pharmaceutical group **Novartis** on Friday said it will **expand** its **U.S. manufacturing** and **R&D** with a **\$23B** investment **over five years**.

JEME CAPITAL'S HIGHLIGHTS

- On Friday, **Morgan Stanley** reported **EPS** of **\$2.22**, exceeding the consensus **estimate** of **\$1.65**, and **net revenues** of **\$15.14B**, up 4% year-over-year. The gain was driven by record **equity trading** and strong **wealth management** results.
- **BlackRock** reported adj. **EPS** **\$11.30** for Q1 on Friday, beating analysts' expectations of \$10.13. **Net revenues** rose **12% year-over-year** to **\$5.3B**, while **assets under management** reached a **record** high of **\$11.58T**, up 11% from the previous year.
- On Friday, the luxury fashion house **Prada** saw its **shares rise** by **5%** to **49 HKD** on the Hong Kong Stock Exchange, after announcing the **acquisition** of **Versace** for **\$1.38B**.
- **Eni** completed the sale of an **additional 5%** stake in its biofuel unit, **Enilive**, to investment firm **KKR**, bringing total proceeds from the deal to **€3.6B**.

LAST WEEK BIGGEST MOVERS IN S&P 500



WHAT'S AHEAD NEXT WEEK IN THE MARKETS

Date	Event (U.S.)	Prev. Value	Exp. Value	Date	Event (EU)	Prev. Value	Exp. Value
15-Apr	Import Price Index (YoY) (Mar)	2.00%	3.40%	15-Apr	French CPI (YoY) (Mar)	0.80%	0.80%
15-Apr	Export Price Index (YoY) (Mar)	2.10%	3.10%	16-Apr	UK CPI (YoY) (Mar)	2.80%	2.70%
16-Apr	Retail Sales (YoY) (Mar)	3.11%	2.60%	16-Apr	Italian CPI (YoY) (Mar)	2.00%	2.00%
16-Apr	Industrial Production (YoY) (Mar)	1.44%	1.20%	16-Apr	EU CPI (YoY) (Mar)	2.20%	2.20%
17-Apr	Initial Jobless Claims	223K	225K	17-Apr	ECB Interest Rate Decision (Apr)	2.50%	2.25%

Tariffs

Following Trump's decision to **pause global tariffs**, except for those on China, some international tensions have **eased**, but global leaders remain on alert. The **EU** has indicated it may impose **additional sanctions** on **U.S. tech giants** if trade negotiations in Washington prove **inconclusive** once again. Meanwhile, after **China raised tariffs** on **U.S. goods** to **125%** in response to **Trump's 145%** levies, Beijing is expecting a **retaliation** in the coming week.

U.S. Events & Indicators

On Tuesday, the **Import** and **Export Price Indices** for March are set to be released, with estimates at **3.40%** and **3.10%**, respectively. The Import Price Index reflects an **increase** of **1.40%** from February, while the Export Price Index is **up 1.00%**. These increases may be a signal of the first **effects** of the ongoing trade war. On Wednesday, the **Industrial Production Index** for **March** is projected at **1.20%**, down **0.24%** from February.

EU Indicators

On Thursday, the ECB is expected to **cut rates** by **25 basis points**, lowering its **deposit rate** to **2.25%**. Earlier in the week, **France**, the **UK**, and **Italy** will release their March **CPI** figures, forecast at **0.80%**, **2.70%**, and **2.00%**, respectively—**unchanged** from February for **France** and **Italy**, but **down 0.10%** for the UK. Meanwhile, the **EU's YoY CPI** for March is projected to hold **steady** at **2.20%**, suggesting **inflation** across the eurozone may be **stabilizing**.

Asia's Market Signals

On Monday, both the **Exports and Imports (YoY) (Mar)** for **China** will be published, forecast at **4.40%** and **-2.00%**, respectively. This is a large increase in both numbers from February, with exports up **2.10%** and imports up **6.40%**. On Thursday, the **Japanese Trade Balance** for **March** is projected at **-¥100B** (-\$696.40M), massively down from **¥590.50B** (\$4.07B). This is due to **rising energy costs**, the **weakening** of the **Yen**, and **global inflation**.

WHAT'S AHEAD NEXT WEEK FOR CORPORATES

Key Earnings Report



14/04/25

- **Goldman Sachs** anticipates **\$14.98B in revenue** and **\$12.31 EPS**. The company has recently begun a collaboration with Dubai-based financial institution Mashreq to tap the growing demand for professionally managed portfolios in the Gulf.

15/04/25

- **LVMH** predicts **€21.20B in revenue**. The fashion conglomerate is taking steps to close its U.S. production facilities following difficulties at plants in California and Texas.
- **Bank of America** forecasts **\$26.99B in revenue** and **\$0.82 EPS**. The firm, along with other major U.S. banks, is being called to a meeting with Canadian officials to discuss their adherence to Canadian laws in their practices there.

16/04/25

- **Brunello Cucinelli** expects **€343.03M in revenue** and **€0.51 EPS**. Despite the larger luxury decline occurring worldwide, the brand continues to report strong earnings, showing resilience in these trying times.

17/04/25

- **Netflix** anticipates **\$10.50B in revenue** and **\$5.69 EPS**. The company has recently started testing a new OpenAI-powered search tool, which will allow users to make queries that “go well beyond genres or actors’ names”.
- **Blackstone** predicts **\$2.94B in revenue** and **\$1.15 EPS**. The private equity giant is currently gearing up for a €9.80B European property buying spree, targeting warehouses, residential properties, data centres, and hotels.



The entrance of Louis Vuitton's new Chengdu flagship, featuring a tiger tail design element

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