



JEME CAPITAL

WEEKLY NEWSLETTER

*April 28<sup>th</sup>, 2025*

**JEME**  
CAPITAL

**FINANCIAL DASHBOARD**

Index	1w ch. %	Bonds 10yrs	Commodities
STOXX 600	2.76%	BUND	GOLD
S&P 500	4.59%	OAT	WTI Crude Oil
NIKKEI 225	3.86%	BTP	EUR/USD
MSCI WORLD INDEX	4.10%	UST	EUR/GBP
ISHARES MSCI EEM	3.38%	JGB	EUR/JPY

**MARKETS & POLITICS NEWS**

**Tariffs: Uncertainty** surrounding **US-China trade** relations deepened this week, as Washington sent **mixed signals** about future tariff policies. On **April 22<sup>nd</sup>**, President **Trump** told reporters he was **not** looking to **play hardball** with Beijing. However, just **three days later**, he stated that **no tariff withdrawal** would occur **unless** China made significant **concessions**.

Meanwhile, on April 24<sup>th</sup>, during the **IMF Spring Meetings** in Washington, **Italian** Minister of Economy and Finance **Giancarlo Giorgetti** met with **U.S. Treasury Secretary Scott Bessent** to discuss the broader **global impact** of **U.S. protectionism**. Giorgetti expressed a willingness to engage **not only on tariffs** but also on issues such as **taxation** and **defense**, with the goal of reaching a "big deal".



Jerome Powell, Federal Reserve Chair, speaks during an event at the Economic Club of Chicago

**Markets:** The **S&P 500** rose **4.59%**, the **Nasdaq** surged **6.43%**, and the **Dow Jones** gained **2.48%** this week. **Big tech** led the rally, with **TSLA** climbing **18.1%** and **NVDA** advancing **9.4%**. In Europe, the **STOXX 600** closed up **2.76%**. The **10-year U.S. Treasury yield** finished the week at **4.25%**, supported by **easing trade tensions** and signals of **stability** from the **Federal Reserve**. **Gold** stabilized around **\$3,381.37** per ounce after briefly hitting historic milestone of **\$3,500**.

**United States:** On **April 22<sup>nd</sup>**, President **Donald Trump** stated he has **no intention** of **firing** Federal Reserve Chair **Jerome Powell**, easing **concerns** over the Fed's **independence**. The announcement prompted a **positive market response**: U.S. equity index futures rose nearly 2% on Tuesday evening, recovering from declines earlier in the week. **Investors** viewed Trump's remarks as a step toward **policy stability** during ongoing **economic uncertainty**.



CORPORATE NEWS



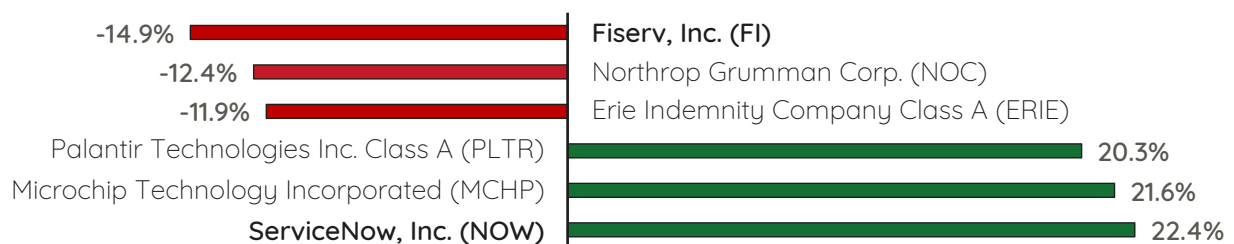
Nikolay Storonsky, Co-founder and CEO of Revolut

- **KKR** is seeking to **acquire Thames Water**, the **UK's largest water utility**, which is **burdened** with nearly **£20B** in **debt**, proposing a **£4B equity injection**.
- On Thursday, **Revolut** reported a **40% rise** in **wage costs** to **£485M** for 2024, alongside **record pre-tax profits** of **£1B**, as it prepares for a **potential IPO**.
- On Thursday, **BNP Paribas** reported a **12.50% rise** in **Q1 investment banking revenue** to **€5.28B**, while total **revenue** grew **3.80%** to nearly **€12.96B**.
- On Friday, **BYD** reported a **100% year-over-year** increase in **net income** to **\$1.26B** for **Q1 2025**, surpassing **Tesla's** \$934M.

JEME CAPITAL'S HIGHLIGHTS

- **Tesla's Q1 2025** earnings report revealed a **71% drop** from **Q1 2024** in net income to **\$409M**, with revenue declining to **\$19.34B**. **Elon Musk** announced he will **focus** more on **Tesla's operations**, a move that led to a **23.9% rise** in the **stock's price**.
- On Friday, **Alphabet shares** rose **4%** after **strong Q1 2025 results**, net income surged by **46% YoY** to **\$34.54B**, driven by its **core advertising business**.
- **Italy's government** has applied its "**golden power**" rules over **UniCredit's €10.1B bid** for **Banco BPM**, imposing conditions such as a **full exit** from **Russia** and the maintenance of **specific lending ratios** for five years.
- On Thursday, in **Generali's** Board of Directors elections, **Mediobanca's** list won **52.38%** of the votes, **securing ten seats** and **reaffirming Philippe Donnet** as **CEO**.

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
30-Apr	Core PCE Price Index (YoY) (Mar)	2.80%	2.50%	30-Apr	Italian GDP (YoY) (Q1)	0.60%	0.70%
30-Apr	GDP (QoQ) (Q1)	2.40%	0.50%	30-Apr	German GDP (YoY) (Q1)	(0.20%)	(0.10%)
01-May	Initial Jobless Claims	222K	225K	30-Apr	Italian CPI (YoY) (Apr)	1.90%	2.20%
02-May	Unemployment Rate (Apr)	4.20%	4.20%	30-Apr	German CPI (YoY) (Apr)	2.20%	2.10%
02-May	Nonfarm Payrolls (Apr)	228K	140K	02-May	EU CPI (YoY) (Apr)	2.20%	2.00%

### China and U.S. Tariff Tensions

Next week, markets will closely watch for President Trump's **anticipated tariff adjustment** announcement amid stalled negotiations with China, which continues to **demand full tariff removal** and rejects coercive tactics. Beijing's **tightening of rare earth exports** adds pressure, **raising concerns** for U.S. manufacturers. In addition, global institutions, including the **IMF**, are **urging policy clarity** to prevent further shocks to already **fragile growth prospects**.

### U.S. Events & Indicators

On Wednesday, the **Core PCE Price Index** for March is forecast to **slow to 2.5%** year-over-year **from 2.8%**, suggesting a potential cooling in inflationary pressures. That same day, **Q1 GDP growth** is projected to **decelerate sharply to 0.5%** quarter-over-quarter from **2.4%**, signalling a notable loss of economic momentum. Friday's Nonfarm Payrolls report is also expected to show a slowdown in **job creation to 140K from the previous 228K** in March.

### EU Indicators

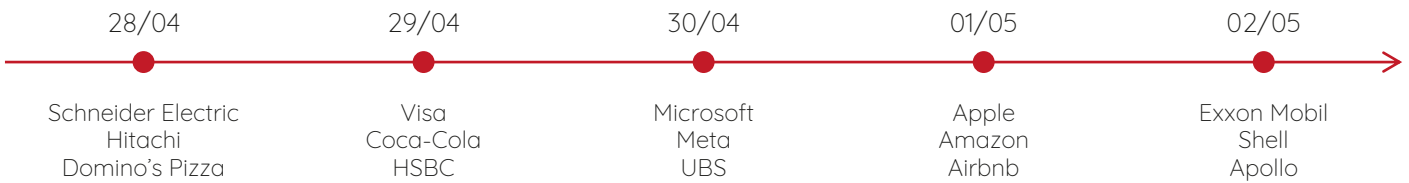
**Italy's GDP** is expected to grow **0.7%** year-over-year, up **from 0.6%**, while **Germany's** economy is forecast to **contract 0.1%**, improving slightly from the previous **-0.2%**. Meanwhile, **Italy's April CPI** is projected to accelerate to **2.2% from 1.9%**. In contrast, **eurozone-wide inflation** is expected to ease to **2.0% from 2.2%**, reinforcing expectations of **gradually declining** price pressures across the region.

### Asia's Market Signals

As **Singapore** approaches its general elections this Saturday, the **Preliminary Unemployment Rate** for Q1, released on Tuesday, is projected to hold steady at **1.9%**. In **Japan**, the **interest rate** decision due Thursday is expected to leave rates **unchanged at 0.5%**. Meanwhile, **China's Caixin Manufacturing PMI** for April is forecast to **rise slightly to 51.2** from **51.0**, signaling **continued expansion** in the industrial sector.

## WHAT'S AHEAD NEXT WEEK FOR CORPORATES

### Key Earnings Report



### 29/04/25

- **Coca-Cola** is projected to report **\$11.2B** in revenue and **\$0.72 EPS**. The company is expanding its health-focused product line and is navigating potential regulatory shifts under the "Make America Healthy Again" initiative led by Health Secretary RFK Jr.

### 30/04/25

- **Microsoft** is expected to announce **\$68.5B** in revenue and **\$3.23 EPS**. The Intelligent Cloud segment's growth is expected to build on last quarter's 20% gain to \$24.1B.
- **Meta** anticipates **\$41.5B** in revenue and **\$5.24 EPS**. The company, however, does face potential risks from U.S.-China trade tensions, which could impact revenue from Chinese clients. Revenue from China accounts for **11% (\$18.4B)** of total sales (**\$164.5B**) in 2024.

### 01/05/25

- **Apple** is expected to post **\$94.2B** in revenue and **\$1.61 EPS**. The company recently publicly stated their strategic shift to source U.S.-bound iPhones from India by the end of 2026 both to reduce the firm's reliance on China and to mitigate tariff exposure.
- **Amazon** projects **\$155.3B** in revenue and **\$1.37 EPS**. The company is investing approximately \$105B in capital expenditures for 2025 to bolster its AI services and infrastructure, amidst concerns over inflation and foreign exchange headwinds.
- **Airbnb** is forecast to report **\$2.3B** in revenue and **\$0.23 EPS**. The company plans to invest up to \$250M in new business ventures, aiming to transform into a comprehensive travel service platform akin to Amazon.



The entrance of the Piazza Liberty Apple Store in Milan, Italy

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