



JEME CAPITAL

WEEKLY NEWSLETTER

June 9th, 2025



FINANCIAL DASHBOARD

Index	1w ch. %	Bonds 10yrs		Commodities	
STOXX 600	0.91%	BUND	2.564	GOLD	3,311.37
S&P 500	1.50%	OAT	3.235	WTI Crude Oil	64.59
NIKKEI 225	(0.59%)	BTP	3.489	EUR/USD	1.14
MSCI WORLD INDEX	1.33%	UST	4.510	EUR/GBP	0.84
ISHARES MSCI EEM	3.08%	JGB	1.454	EUR/JPY	165.21

Markets: Stocks **climbed** for a **second straight week**, buoyed by trade hopes and resilient economic data. The **S&P 500** rose **1.5%**, now standing **20% above** its **post-Liberation day lows** and just 3% shy of February's record close. Gains were distributed across **various segments**, led by **semiconductors** (SOX +5.9%), **China tech** and **travel stocks**. Small caps, high-beta, and retail favourites also rallied. Despite strength in tech, **Tesla fell 14.7%**, caught in renewed **political tension** over EV tax credit cuts tied to Musk's recent clash with President Trump. Meanwhile, **Treasuries weakened** across the curve, with the **2Y yield** rising to around **4.05%**, while the **30Y** neared **5%**. **Gold rose 1.8%**, and **WTI crude surged 6.2%**, marking its best week since November.

POLITICS & ECONOMIC NEWS

Tariffs: In a significant development, U.S. President **Donald Trump** and Chinese President **Xi Jinping** held a **90-minute phone call** on Thursday, marking their **first direct conversation** since the onset of the trade war earlier this year. Trump stated that the discussion was "**very good**" and that **Xi agreed to resume the flow of rare earth minerals** and magnets, both **vital to the U.S.** for various industries, including automotive, electronics, and defence; a move will likely **ease trade tensions**.

However, **Chinese state media did not confirm** this agreement, instead **urging the U.S. to "withdraw the negative measures it has taken against China"**. Following the call, Trump announced that **high-level trade talks** between the two nations are **scheduled to resume in London on June 9th**.



Chinese President Xi Jinping at the Peace Palace in Phnom Penh, Cambodia.

ECB Rates Cut: On Thursday, the **European Central Bank (ECB)** implemented its **eighth consecutive interest rate cut**, reducing the **main deposit facility rate** by 25 basis points to **2.00%**. This decision was influenced by the **euro area's inflation rate**, which **declined to 1.9%** in May, **falling below the ECB's 2% target** for the first time **since September 2024**.

CORPORATE NEWS



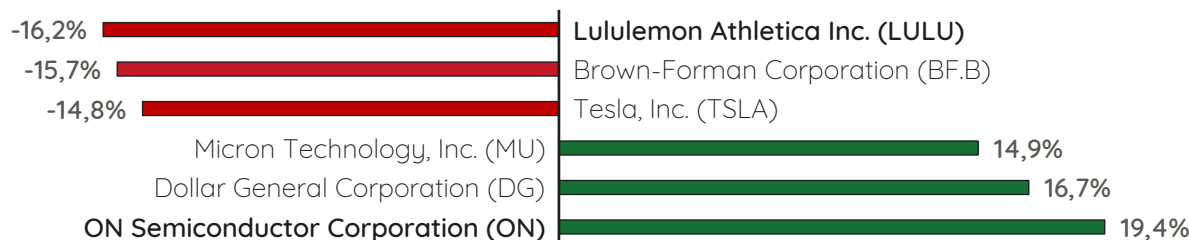
Sergio Ermotti, CEO of UBS Global.

- **Circle Internet Group**, issuer of the **USDC stablecoin**, debuted on the **NYSE** with a **\$31 IPO price**. Shares surged **168%** to close at **\$83.23**, valuing the company at **over \$19B**.
- **Wizz Air's** annual **net profit plunged 41.5%** to **€213.9M**, impacted by over **40 grounded aircraft** due to engine issues, leading to a **26%** drop in shares.
- **Broadcom** reported **record Q2 revenue** of **\$15B**, driven by a **46% surge** in **AI chip sales**. Despite beating estimates, shares **fell 4%** amid high investor anticipation.
- **UBS** has been asked by the Swiss government to **bolster its core capital** by **\$26B**. The move aims to **raise** his **CET1 ratio** to **17%**, surpassing global peers like JPM and GS.

JEME CAPITAL'S HIGHLIGHTS

- **Omada Health**, a San Francisco-based **digital health company** specialising in chronic condition management, made its **Nasdaq debut** with a **\$150M IPO**, pricing at **\$19** per-share. Shares peaked at **\$28.40**, closing at **\$23**, valuing the firm at **\$1.28B**.
- **Eni Plenitude** has presented a **binding offer** to acquire **Acea Energia**. This move would add **1.4M customers** to Plenitude's portfolio, boosting its **goal** of **11M** by 2028.
- **Neuralink**, Elon Musk's **brain tech** start-up, **raised \$650M** to expand patient trials and **develop** new technologies, such as the **brain-computer interfaces (BCI)**, which translate brain signals into machine-readable commands.
- **Mediobanca** shareholder **Caltagirone** raised his stake to **10%**, strengthening his position ahead of the **key vote** on **acquiring Banca Generali**.

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
11-Jun	CPI (YoY) (May)	2.30%	2.50%	10-Jun	U.K. Unemployment Rate (Apr)	4.50%	4.50%
11-Jun	Federal Budget Balance (May)	258B	(312B)	12-Jun	U.K. GDP (YoY) (Apr)	1.10%	1.00%
12-Jun	Initial Jobless Claims	247K	250K	13-Jun	German CPI (YoY) (May)	2.10%	2.10%
12-Jun	PPI (YoY) (May)	2.40%	2.30%	13-Jun	French CPI (YoY) (May)	0.80%	0.70%
12-Jun	Continuing Jobless Claims	1.90M	1.91M	13-Jun	Italian Trade Balance (Apr)	3.66B	3.90B

U.S. and China Trade Negotiations

Next week, **U.S.** and **Chinese** trade officials will meet in **London** on **Monday**, June 9th, for the **second round** of high-level **tariff negotiations**. The U.S. delegation will sit across from China's team in the first formal session of the **China-U.S. economic and trade consultation mechanism**. Their mandate: discuss **tariff rollbacks**, **rare-earth mineral** export policies, and other **barriers** that have been **stalling** broader **trade relief**.

U.S. Indicators

Headline **CPI** for May is expected to rise to **2.5% year-over-year** from **2.3%**, while **PPI** is forecast to **ease slightly** to **2.3% from 2.4%**, highlighting mixed price pressures. The labour market remains stable, with **initial jobless claims** projected to tick up to **250K from 247K** and **continuing claims** to **1.91M from 1.90M**. Meanwhile, the **federal budget balance** is expected to swing to a **\$312B deficit from a prior \$258B surplus**, reflecting seasonal spending patterns.

EU Indicators

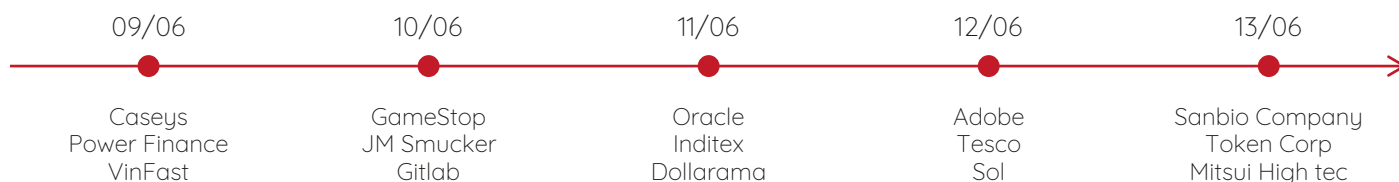
Mid-June European data is expected to show a stable yet subdued outlook. **U.K. unemployment** is forecast to **hold steady** at **4.5%**, while **GDP growth** is projected to **slow slightly** to **1.0% year-over-year** from **1.1%**. **German CPI** is expected to **remain unchanged** at **2.1%**, but **French inflation** is seen **easing** to **0.7% from 0.8%**. **Italy's trade surplus** is forecast to **widen** modestly to **€3.9B from €3.7B**, reflecting resilient export performance.

Asia's Market Signals

Early June Asian data is set to highlight soft inflation and mixed trade dynamics. **Chinese CPI** is expected to **remain in deflation**, easing further to **-0.2% from -0.1%**, while its **trade surplus** is projected to **widen** to **\$100B from \$96.18B**, supported by resilient exports. **Japanese producer prices** are forecast to **slow** to **3.4% year-over-year** from **4%**, signalling easing cost pressures. In **India**, May **inflation** is expected to **dip slightly** to **3.1% from 3.2%**.

WHAT'S AHEAD NEXT WEEK FOR CORPORATES

Key Earnings Report



10/06/25

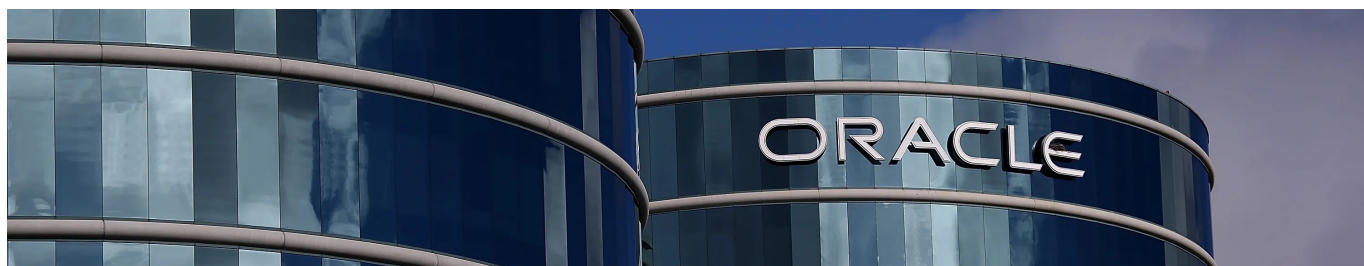
- **GameStop** anticipates **\$754.23M** in **revenue** and **\$0.04 EPS**. In late May 2025, GameStop purchased 4,710 Bitcoin (worth approximately \$513 million) as part of a new treasury-reserve strategy aimed at diversifying its balance sheet.
- **JM Smucker** is forecast to report **\$2.18B** in **revenue** and **\$2.24 EPS**. In May 2025, the company named John Brase as President and COO, signalling a leadership realignment aimed at navigating soft sales and margin pressure ahead of its earnings report.

11/06/25

- **Oracle** is expected to announce **\$15.58B** in **revenue** and **\$1.64 EPS**. After its former earnings, Oracle's stock rallied on strong AI and cloud demand, with cloud infrastructure **revenue up 49%** (to **\$2.7B**) and participation in the U.S. "Stargate" AI data-centre program.
- **Inditex** projects **€8.48B** in **revenue** and **€0.43 EPS**. Inditex recently reshuffled its C-suite allocations, signalling a stronger emphasis on governance and environmental strategy amid a **€1.8B** logistics expansion plan.
- **Dollarama** is expected to post **CA\$1.50B (\$1.10B)** in **revenue** and **CA\$0.84 (\$0.61) EPS**. In March, Dollarama launched a **CA\$259M (\$189M)** all-cash takeover of Australia's "The Reject Shop", aiming to convert its 390 stores and expand its international footprint.

12/06/25

- **Adobe** is projected to report **\$5.80B** in **revenue** and **\$4.97 EPS**. Adobe has recently seen investor sentiment dip as it posted modest AI-related ARR (~\$125M) and delivered guidance below expectations despite the prior quarter's **10-12% revenue growth**.



The Oracle offices in Silicon Valley, San Francisco.

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