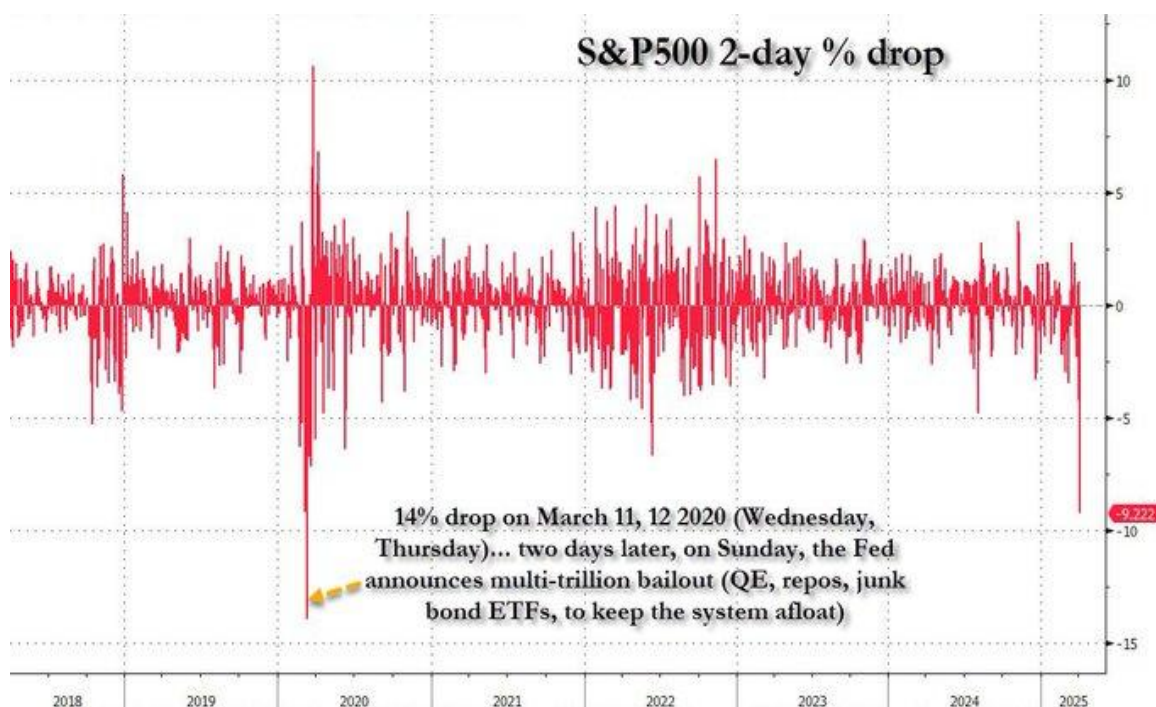


### Chart of the week

## IS THE MONEY PRINTER COMING SOON?

The last time the market dropped 10% in two days, the Fed unleashed a multi-trillion bailout of the economy including \$500BN in QE, \$1 trillion daily repo and tens of billions in junk bond ETF purchases



Source: [www.zerohedge.com](http://www.zerohedge.com)

### “Worst-case-scenario” for tariffs led to global carnage

Stocks fell sharply in response to the Trump administration’s announcement of a broad range of harsher-than-expected tariffs, which fueled concerns around the potential for slowing economic growth, resurgent inflation, and a possible recession. Small-cap stocks lagged as the Russell 2000 Index lost about 10% and ended the week down over 30% from its all-time high, while the S&P 500 Index posted its worst weekly performance in over five years. The tariff announcement led to the largest one-day decline for some indexes since 2020 on Thursday, and stocks continued to slide through Friday. Several countries, including China, began to announce retaliatory tariffs and plans for negotiations with the U.S., adding to trade war fears and broader uncertainty around global trade policy. Expectations for the number of Federal Reserve interest rate cuts in 2025 jumped following the announcement, as investors wagered that negative growth effects from the new policies will force the Fed to ease monetary policy to support the labor market and spur economic growth. U.S. Treasuries generated positive returns during the week, benefiting from the risk-off sentiment surrounding the Trump administration’s newly announced tariffs. The STOXX Europe 600 Index ended 8.44% lower, the biggest drop in five years. Gold ended the week lower. Crude prices collapsed this week, plunging from five-week highs to four-year lows. Bitcoin ended the week unchanged

# #GLOBALMARKETS WEEKLY WRAP-UP

Hand-curated selection of the best charts & news flow

05 APRIL 2025

## #weekly #stats

| INDEX                        | CLOSE   | WEEK   | YTD      |
|------------------------------|---------|--------|----------|
| Dow Jones Industrial Average | 38,315  | -7.9%  | -9.9%    |
| S&P 500 Index                | 5,074   | -9.1%  | -13.7%   |
| NASDAQ                       | 15,588  | -10.0% | -19.3%   |
| MSCI EAFE*                   | 2,412   | -1.6%  | 6.6%     |
| 10-yr Treasury Yield         | 3.99%   | -0.3%  | 0.1%     |
| Oil (\$/bbl)                 | \$62.63 | -9.7%  | -12.7; % |
| Bonds                        | \$99.46 | 0.7%   | 3.5%     |

Source: FactSet, 4/4/2025. Bonds represented by the iShares Core U.S. Aggregate Bond ETF. Past performance does not guarantee future results. \*4-day performance ending on Thursday.

#markets

### #weekly #summary

- This was the worst week for WORLD stocks since the March 2020 COVID lockdown collapse.
- This was the worst week for US stocks since the March 2020 COVID lockdown collapse.
- The NASDAQ joined the Russell 2000 in bear market territory (down over 20% from their highs)
- The Dow fell a record 2200 points on Friday.
- Mag7 Stocks lost \$1.4 trillion in market cap on the week - the most ever.
- Friday was the highest volume session in the history of the US stock market as measured by total shares traded across all exchanges
- VIX saw its biggest weekly jump since Feb 2020
- This was the worst week for US Credit markets since the COVID lockdown crisis (worse than during the SVB banking crisis)
- In FX markets, the dollar rebounded but today saw the Aussie dollar collapse by the most since 2008
- Crude prices crashed 11% on the week - the worst week since March 2023 (SVB crisis / growth scare)
- Gold prices saw only the second down week of the year (today was worst day since Nov 2024)
- Copper prices crashed on Friday by the most since Lehman (Oct 2008)
- Bitcoin managed small gains on the week

## #GLOBALMARKETS WEEKLY WRAP-UP

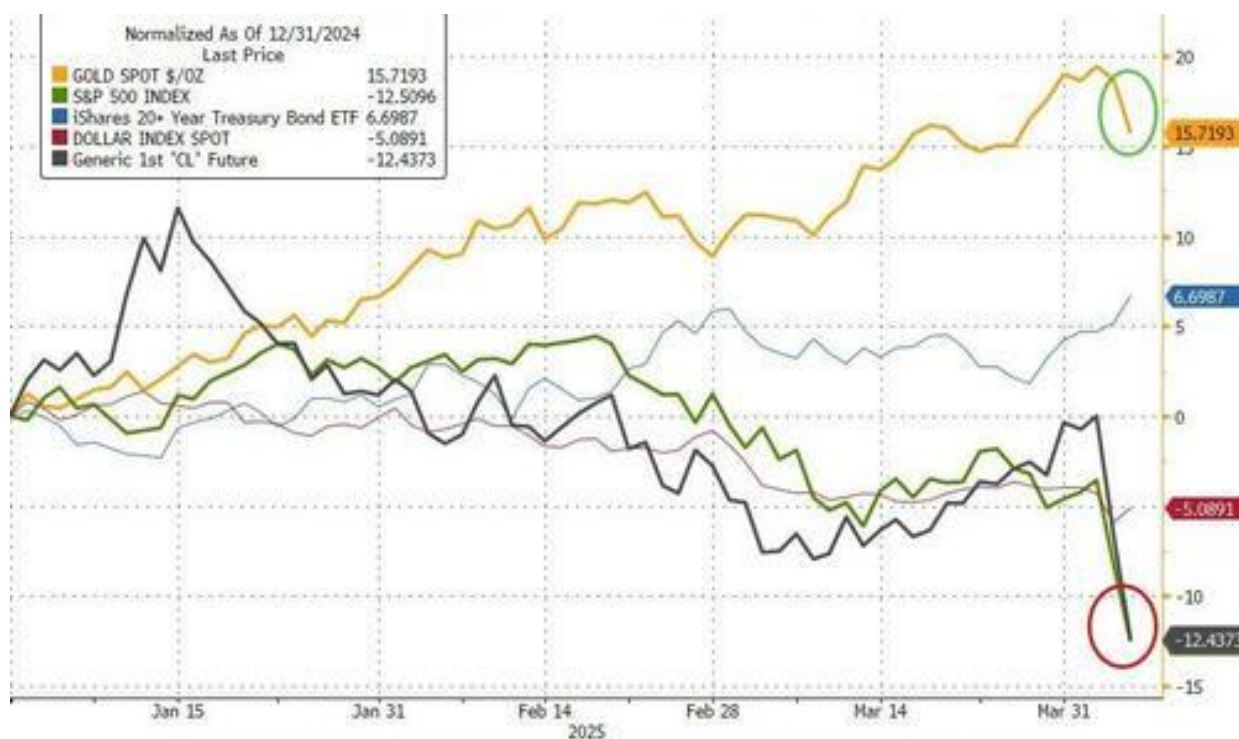
Hand-curated selection of the best charts & news flow

05 APRIL 2025

#markets

### #cross-assets #ytd

YTD, gold remains the biggest winner while stocks and crude have been hammered



## #GLOBALMARKETS WEEKLY WRAP-UP

Hand-curated selection of the best charts & news flow

05 APRIL 2025

#markets

### #global #equities #ytd

China is still leading YTD, Europe is now red, and the US is a bloodbath...



#markets

### #global #equities #sell-off

"There are decades where nothing happens; and there are weeks where decades happen."

Global stocks hit a wall...

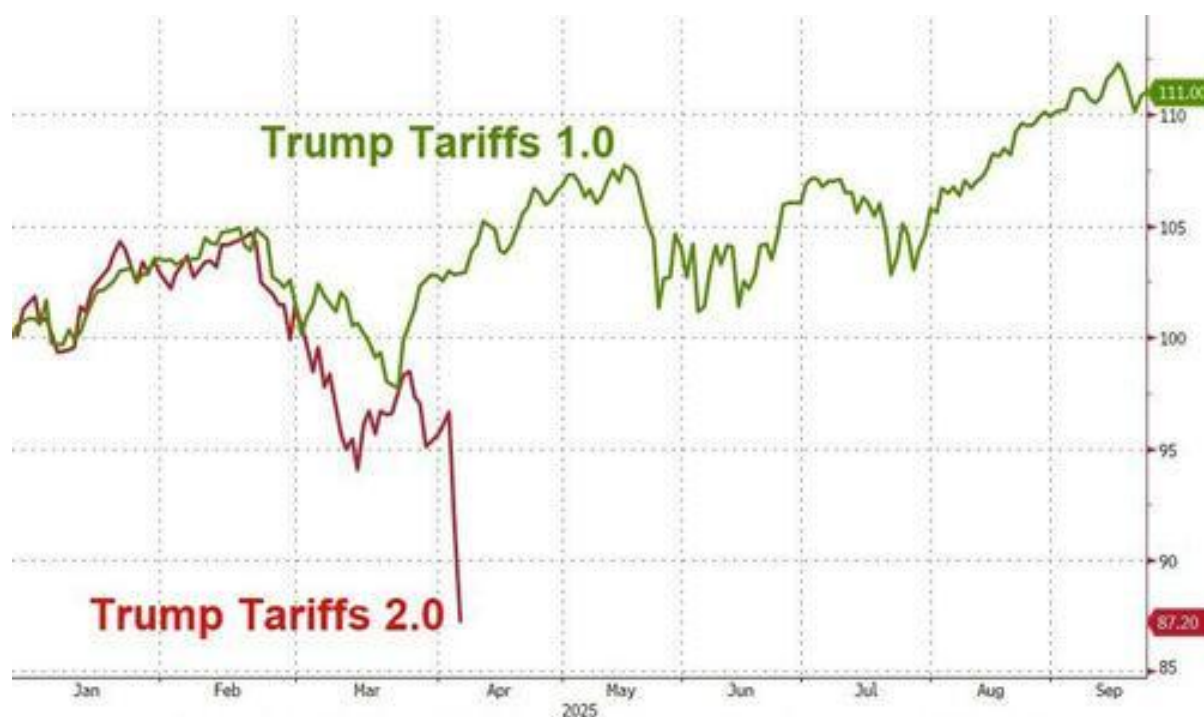




#markets

### #us #equities #sell-off

It's different this time...



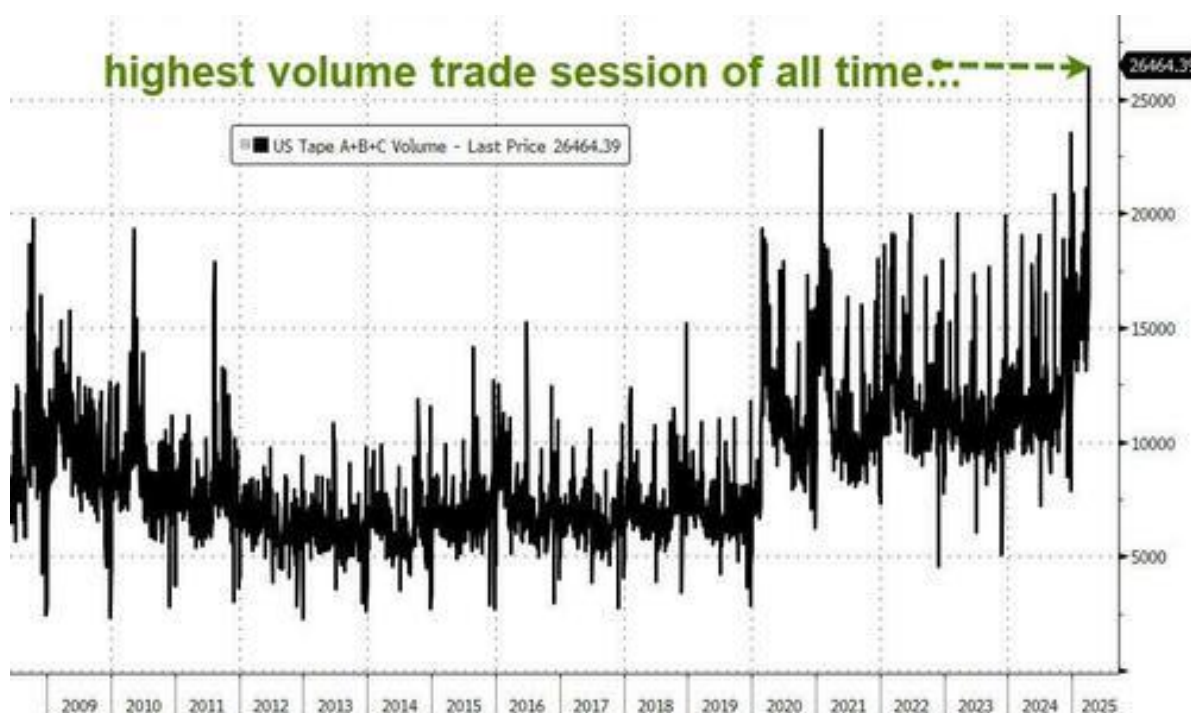
Source: [www.zerohedge.com](http://www.zerohedge.com)



#markets

### #us #equities #Friday #sell-off #volume

Friday saw the highest volume session in the history of the US stock market as measured by total shares traded across all exchanges.



#markets

### #us #equities #drawdown

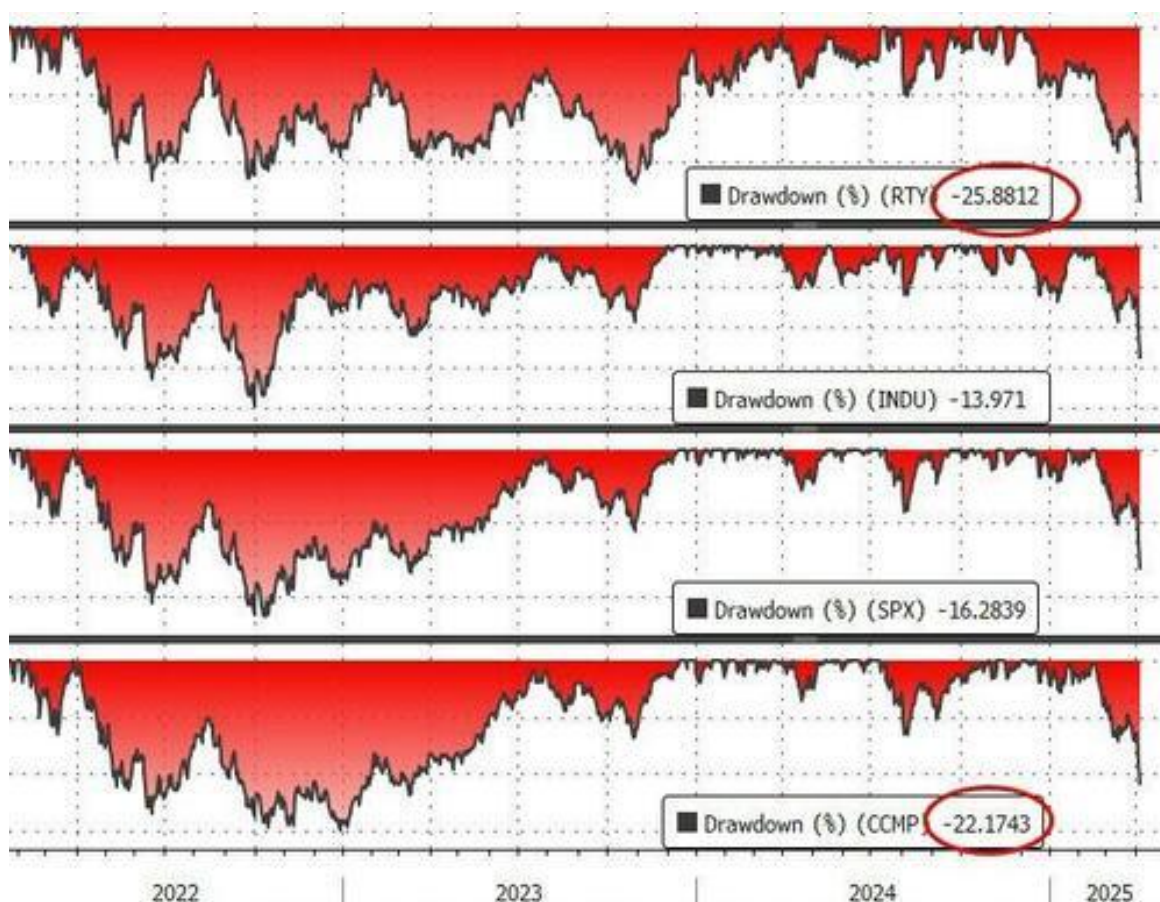
The S&P 500 has lost \$5.4 trillion in the last two days (rather surprisingly, losing the same \$2.7 trillion per day)...



#markets

### #us #equities #bear-markets

The Russell 2000 and Nasdaq are now in bear markets...



#markets

### #us #equities #mag7 #weekly #loss

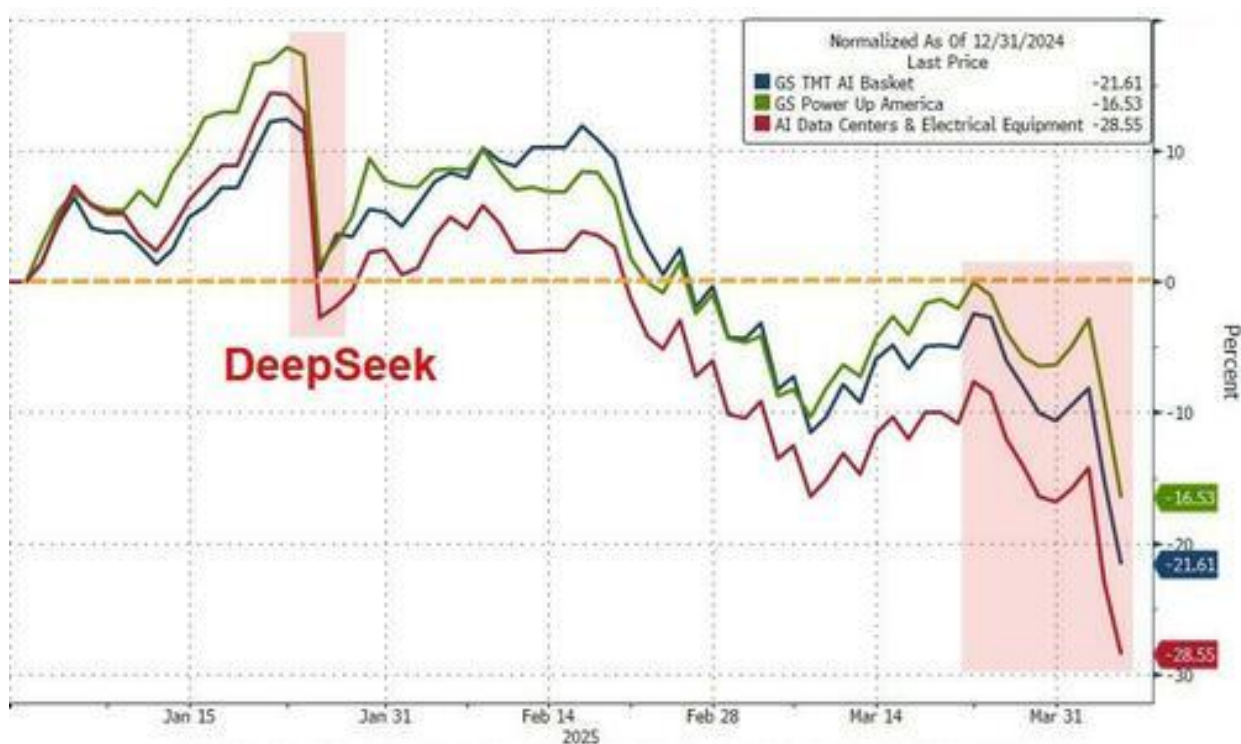
Mag7 Stocks lost \$1.4 trillion this week (the biggest weekly loss ever) and are down \$4.5 trillion in market cap from their highs...



#markets

### #us #equities #ai

AI (and related) stocks were smashed lower this week, now down dramatically YTD...

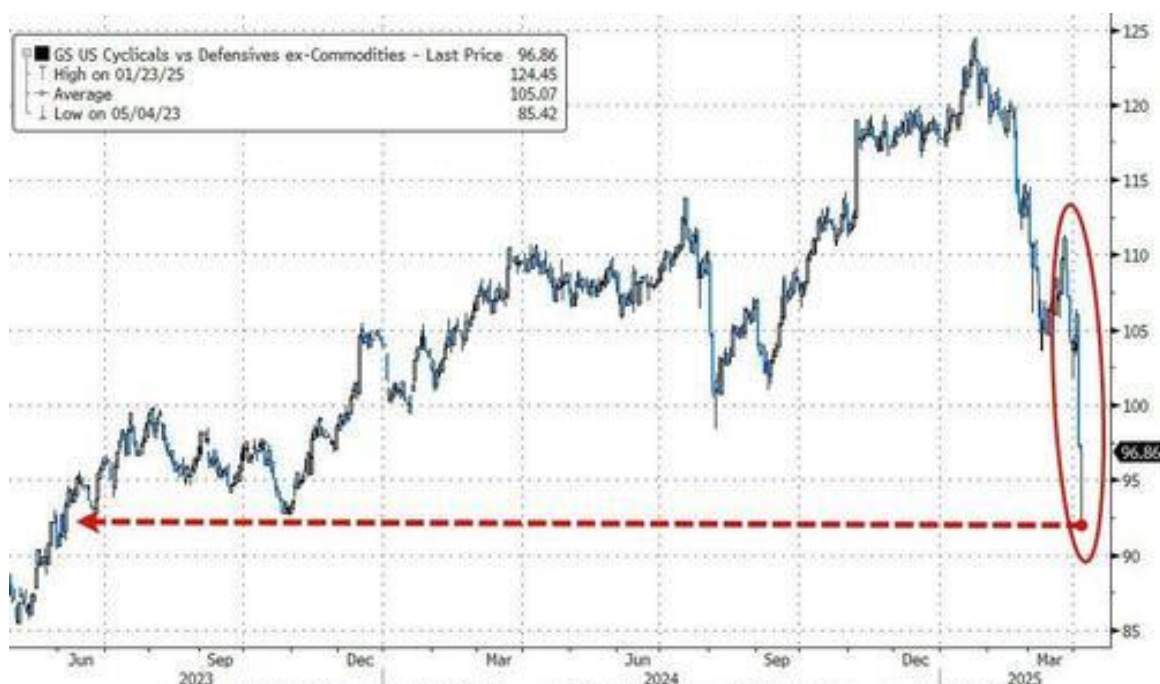




#markets

### #us #equities #defensives #cyclicals

Defensive dominated as Cyclicals suffered their worst relative weekly performance since Aug 2024...



## #GLOBALMARKETS WEEKLY WRAP-UP

Hand-curated selection of the best charts & news flow

05 APRIL 2025

#markets

### #us #equities #sectors #weekly

All sectors were red on the week led by Energy and Tech. Staples and Utes were the least hard hit but still suffered...

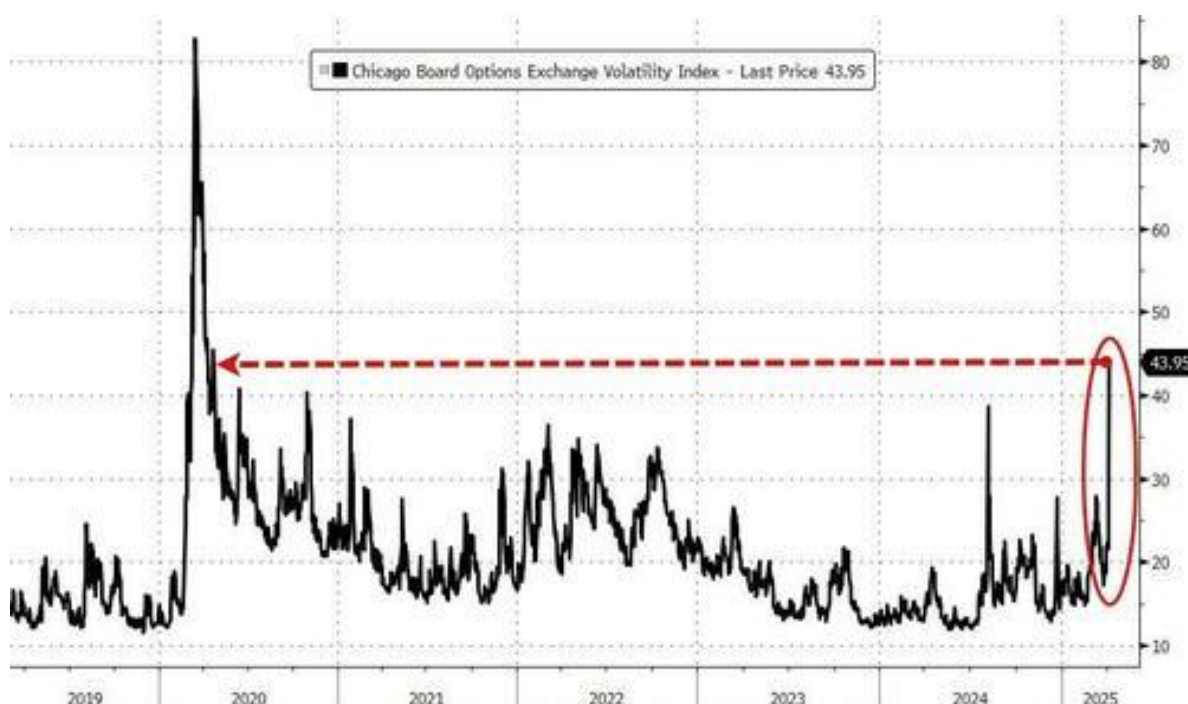




#markets

### #us #equities #vix

The VIX exploded higher this week (its biggest weekly spike in absolute vols since March 2020 COVID collapse. VIX closed at its highest since COVID today...



## #q1 #cross-assets #etfs #flows

Q1 flows were led by cash-like bond ETFs, consistent with an equity market under pressure. Gold and Europe have seen significant inflows. Part portfolio diversification, but arguably performance chasing. We'd consider escalating inflows a tactical risk for both markets.



## #q1 #global #equities #performance

Since Trump's second term began, the US \$SPY is trailing Germany \$EWG by more than 19 percentage points and China \$MCHI by more than 24 percentage points. A steep hill to climb already for those keeping score.

| Key ETF Performance (% Total Return) |                     |              |                |        |                    |              |                |
|--------------------------------------|---------------------|--------------|----------------|--------|--------------------|--------------|----------------|
| US Related                           |                     | Since Inaug. | Since Election | Global |                    | Since Inaug. | Since Election |
| ETF                                  | Description         |              |                | ETF    | Description        |              |                |
| SPY                                  | S&P 500             | -6.74        | -3.04          | EWA    | Australia          | -3.18        | -7.75          |
| DIA                                  | Dow 30              | -4.07        | -0.86          | EWZ    | Brazil             | 10.23        | -3.38          |
| QQQ                                  | Nasdaq 100          | -9.99        | -4.44          | EWC    | Canada             | 0.05         | -0.59          |
| IJH                                  | S&P Midcap 400      | -9.78        | -7.11          | MCHI   | China              | 18.09        | 8.96           |
| RSP                                  | S&P 500 Equalweight | -4.13        | -3.05          | EWQ    | France             | 8.21         | 5.89           |
| IWB                                  | Russell 1000        | -7.15        | -3.11          | EWG    | Germany            | 12.79        | 13.79          |
| IWM                                  | Russell 2000        | -10.89       | -10.13         | EWH    | Hong Kong          | 7.07         | -2.50          |
| IWV                                  | Russell 3000        | -7.35        | -3.46          | INDA   | India              | 0.20         | -5.65          |
|                                      |                     |              |                | EWI    | Italy              | 13.32        | 13.52          |
| IVW                                  | S&P 500 Growth      | -10.76       | -4.19          | EWJ    | Japan              | 4.59         | 1.79           |
| IJK                                  | Midcap 400 Growth   | -12.13       | -9.94          | EWWM   | Mexico             | 8.74         | 2.97           |
| IJT                                  | Smallcap 600 Growth | -11.39       | -10.52         | EWPP   | Spain              | 20.94        | 13.53          |
| IVE                                  | S&P 500 Value       | -2.35        | -2.94          | EIS    | Israel             | -8.45        | 9.40           |
| IJJ                                  | Midcap 400 Value    | -7.37        | -4.30          | EWU    | UK                 | 9.34         | 6.52           |
| IJS                                  | Smallcap 600 Value  | -11.69       | -9.93          |        |                    |              |                |
| DVY                                  | DJ Dividend         | -0.75        | 0.14           | EFA    | EAFE               | 7.40         | 4.18           |
| QQQE                                 | Nasdaq 100 EW       | -6.08        | -3.50          | EEM    | Emerging Mkts      | 3.99         | -1.85          |
|                                      |                     |              |                | IOO    | Global 100         | -5.46        | -2.18          |
| FXB                                  | British Pound       | 6.95         | 0.48           | VT     | All World          | -2.75        | -1.56          |
| FXE                                  | Euro                | 5.61         | -0.35          | CWI    | All World ex US    | 5.68         | 2.06           |
| FXF                                  | Yen                 | 4.11         | 0.93           |        |                    |              |                |
| IBIT                                 | Bitcoin             | -20.23       | 20.37          | DBC    | Commodities        | -1.25        | 2.20           |
|                                      |                     |              |                | DBA    | Agric. Commod.     | -0.49        | 8.75           |
| XLY                                  | Cons Disc           | -13.81       | -2.46          | USO    | Oil                | -9.39        | 0.05           |
| XLP                                  | Cons Stap           | 4.65         | 0.71           | UNG    | Nat. Gas           | 16.30        | 70.23          |
| XLE                                  | Energy              | -0.87        | 4.16           | GLD    | Gold               | 13.96        | 12.10          |
| XLF                                  | Financials          | -1.68        | 6.18           | SLV    | Silver             | 12.28        | 4.20           |
| XLV                                  | Health Care         | 3.49         | -1.44          |        |                    |              |                |
| XLI                                  | Industrials         | -5.23        | -3.60          | SHY    | 1-3 Yr Treasuries  | 1.37         | 2.03           |
| XLB                                  | Materials           | -3.26        | -8.31          | IEF    | 7-10 Yr Treasuries | 3.48         | 2.19           |
| XLRE                                 | Real Estate         | 1.44         | -3.87          | TLT    | 20+ Yr Treasuries  | 4.07         | -1.43          |
| XLK                                  | Technology          | -11.69       | -8.74          | AGG    | Aggregate Bond     | 2.52         | 1.67           |
| XLC                                  | Comm Services       | -1.41        | 3.39           | BND    | Total Bond Market  | 2.54         | 1.69           |
| XLU                                  | Utilities           | -0.39        | 1.05           | TIP    | T.I.P.S.           | 3.24         | 2.75           |
| SMH                                  | Semis               | -17.84       | -14.19         |        |                    |              |                |

*Past performance is no guarantee of future results.*

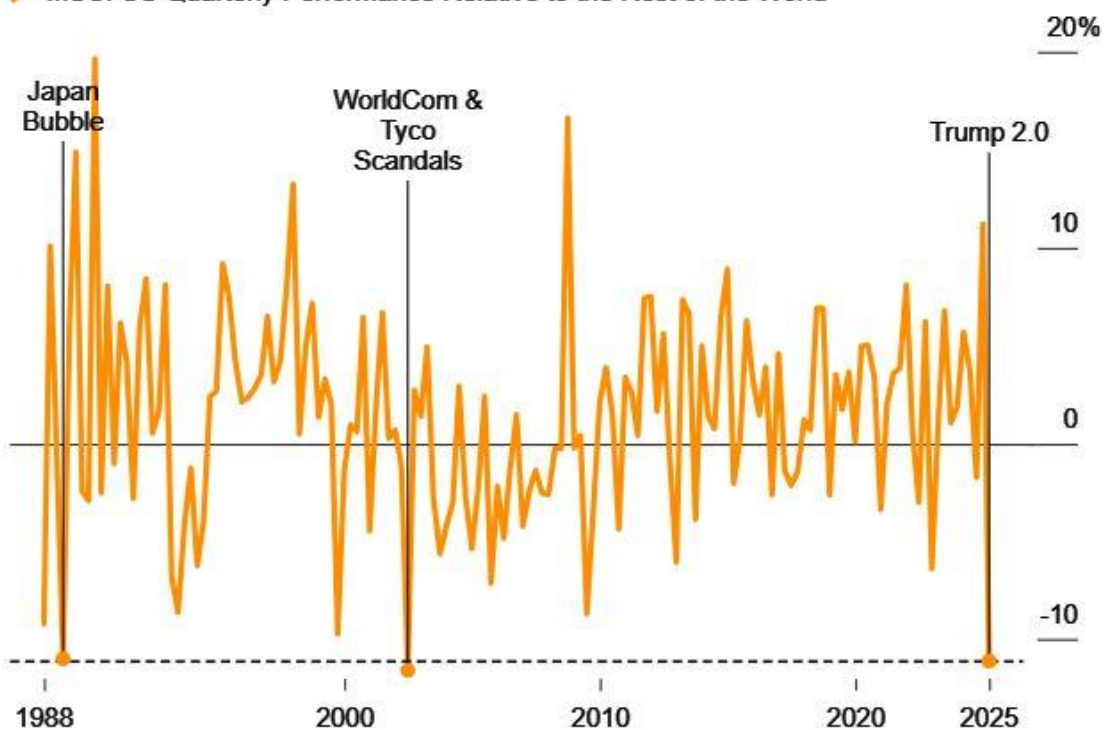
### #q1 #us #stocks #performance

Worst quarter for US stocks relative to the rest of the world in 23 years

#### American Stocks' Worst Quarter in 23 Years

US index only lagged by more during the accounting scandals of 2002

MSCI US Quarterly Performance Relative to the Rest of the World



Source: Bloomberg

Bloomberg Opinion

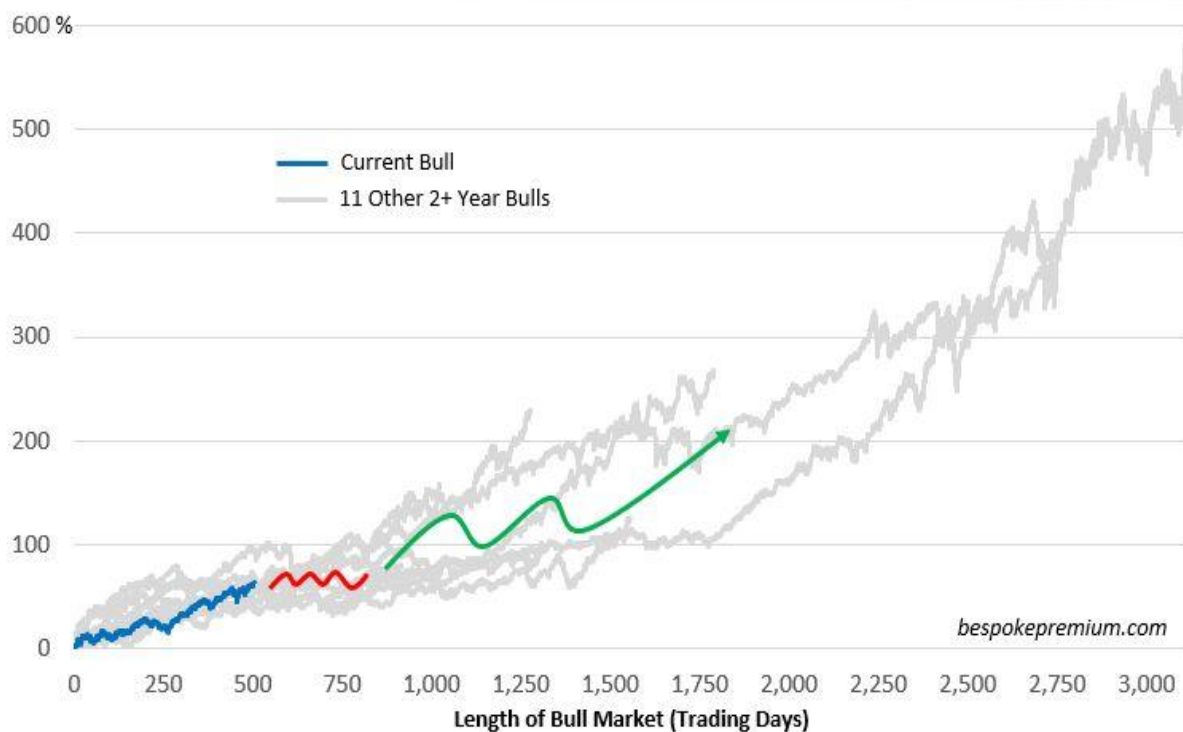
Source: Bloomberg Opinion, [www.zerohedge.com](http://www.zerohedge.com)

#markets

### #us #stocks #cycle

Bull markets that make it past the two-year mark have typically consolidated in year three before heading higher again.

S&P 500 % Change: Current Bull Market vs. All Other Bulls Lasting 2+ Years



Past performance is no guarantee of future results.

Source: Bespoke



## #sp500 #price-earning #ratio

Despite the pullback, the S&P 500 is still NOT cheap: As shown below, the US stock market is expensive or very expensive on 12 out of 13 valuation indicators, according to Charles Schwab analysis. Metrics like 5-year normalized P/E, P/B or Shiller's CAPE are still historically elevated despite the sell-off.

| Valuation                                      |                |
|--|----------------|
| Metric   | Analysis       |
| S&P 500 forward P/E                            | Expensive      |
| S&P 500 trailing P/E                           | Expensive      |
| S&P 500 5-year normalized P/E                  | Very expensive |
| S&P 500 price/book value ratio                 | Very expensive |
| S&P 500 price/cash flow                        | Expensive      |
| S&P 500 dividend yield                         | Very expensive |
| Shiller's CAPE (cyclically-adjusted P/E)       | Very expensive |
| Rule of 20                                     | Expensive      |
| Equity risk premium (10-year Treasury yield)   | Expensive      |
| Equity risk premium (Baa corporate bond yield) | Fairly valued  |
| Fed Model                                      | Expensive      |
| Tobin's Q                                      | Very expensive |
| Market cap/GDP                                 | Very expensive |

Source: Charles Schwab, Bloomberg, The Leuthold Group, as of 3/28/2025.

For illustrative purposes only.

Source: Charles Schwab, Bloomberg thru Global Markets Investor

#markets

### #us #equities #valuations

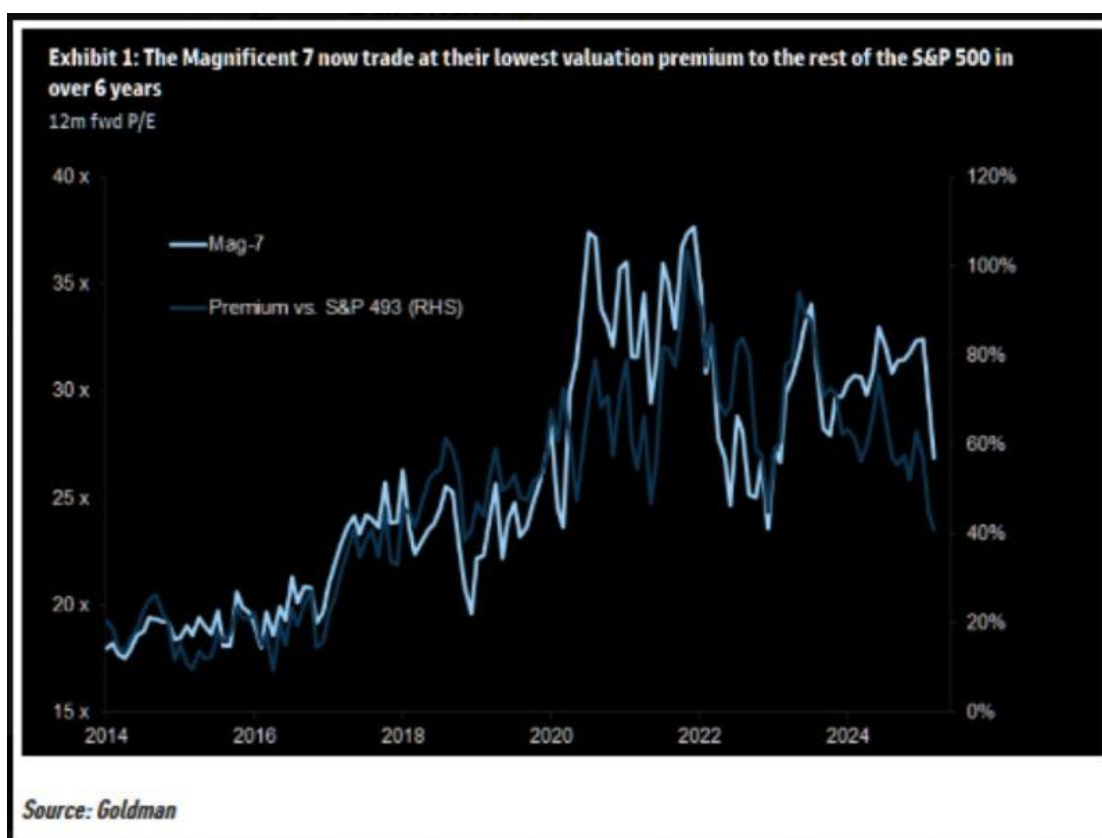
If real yields are right, this is far from over...





### #mag7 #trading #premium

Magnificent 7 Stocks now trade at their cheapest valuation premium to the rest of the S&P 500 in over 6 years



Source: goldman sachs

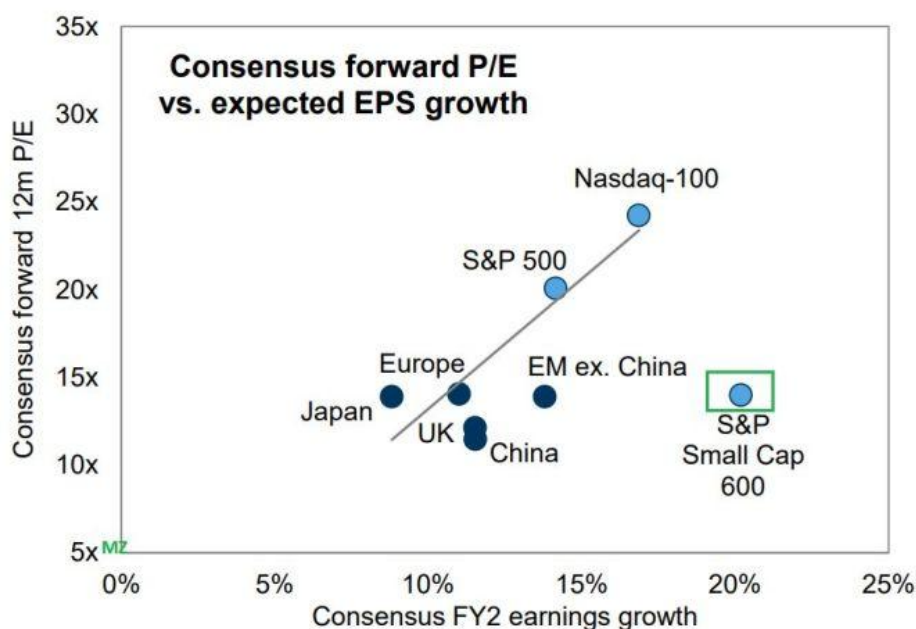
### #small-caps #earnings #eps

S&P SmallCap 600 trades 14x earnings and has an EPS growth rate above 20%

Goldman  
Sachs

#### P/E premium reflects greater expected EPS growth

Strong current relationship between EPS growth forecasts and P/E multiples



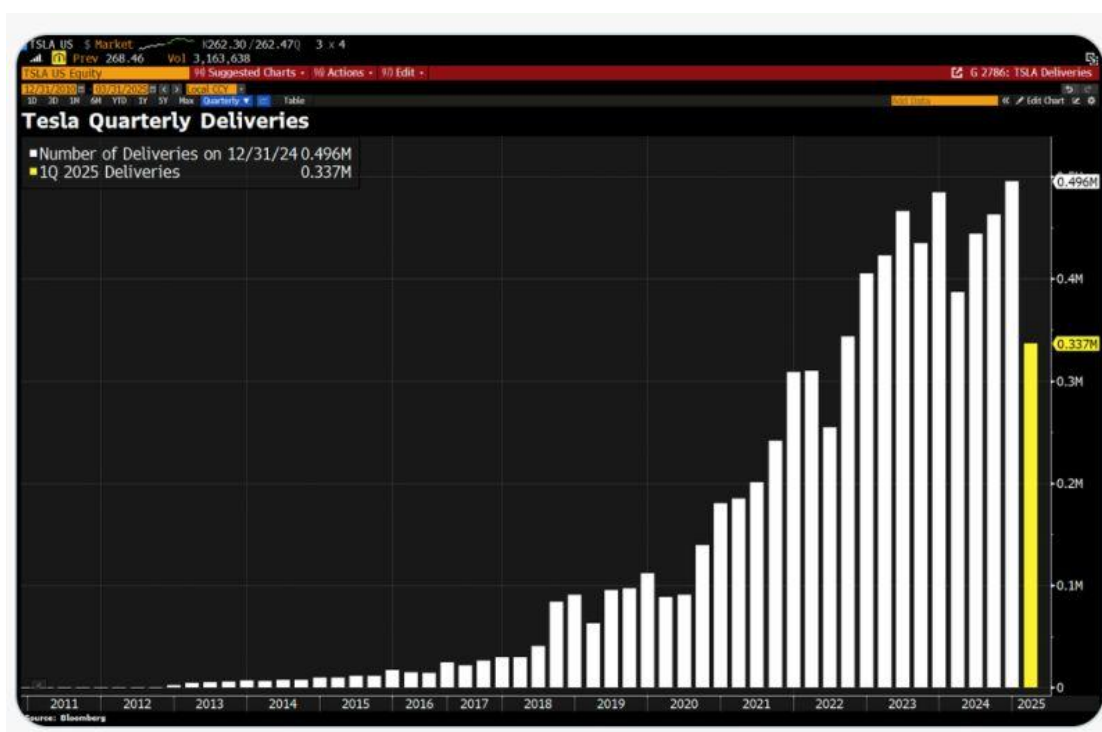
Source: FactSet, Goldman Sachs Global Investment Research. As March 28, 2025.

Global Investment Research 37

Source: Mike Zaccardi, CFA, CMT, MBA, Goldman Sachs

### #tesla #performance

OUCH! Tesla sales drop to lowest level since 2022 amid growing anti-Musk backlash. In Q1 2025, the company sold 336,681 vehicles, a 13% decline YoY and the lowest quarterly total since Q2 2022. That figure also came in well below analyst expectations for over 390,000 units sold.

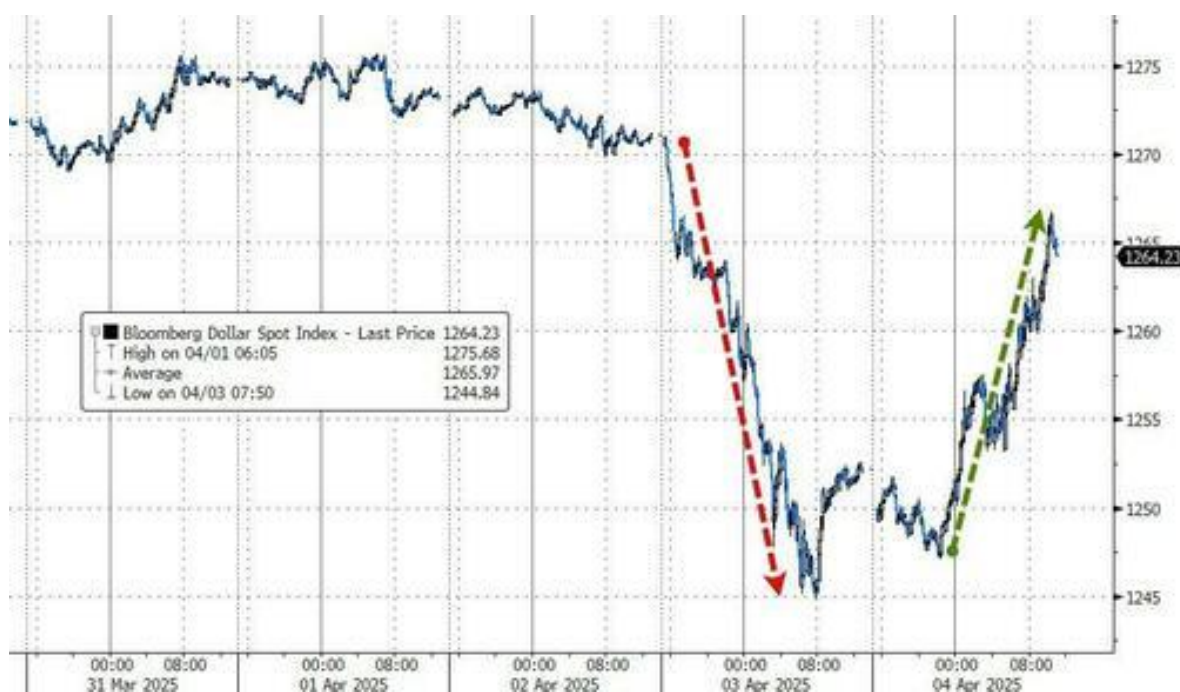


Source: Bloomberg, HolgerZ

#markets

### #fx #dollar #weekly

The dollar ended the week lower, but today saw a sizable bounce back from the ugliness of Wednesday night...



## #GLOBALMARKETS WEEKLY WRAP-UP

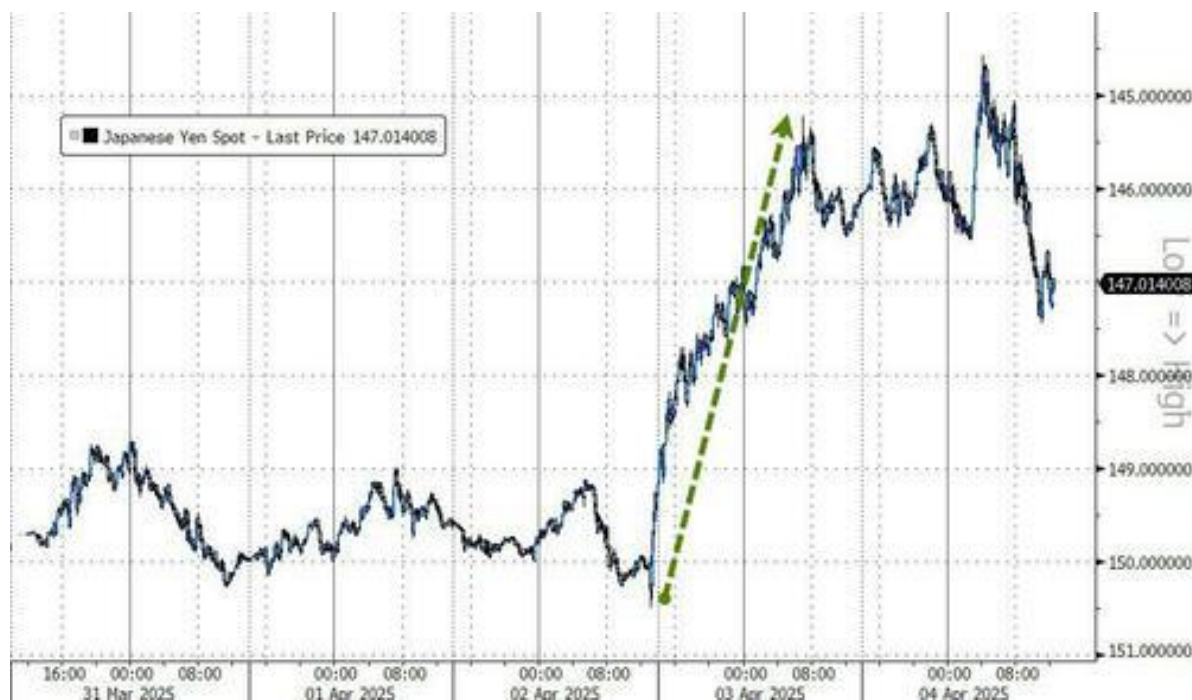
Hand-curated selection of the best charts & news flow

05 APRIL 2025

#markets

### #fx #yen

The yen strengthened this week...



#markets

### #us #treasuries #weekly

Treasury yields plunged this week with the short-end outperforming but all down 25-30bps on the week...



### #us #treasuries #curve

For context, 10Y broke back below 4.00%, 30Y broke back below the Fed Funds rate and the 2Y yield is now at its lowest since early October...

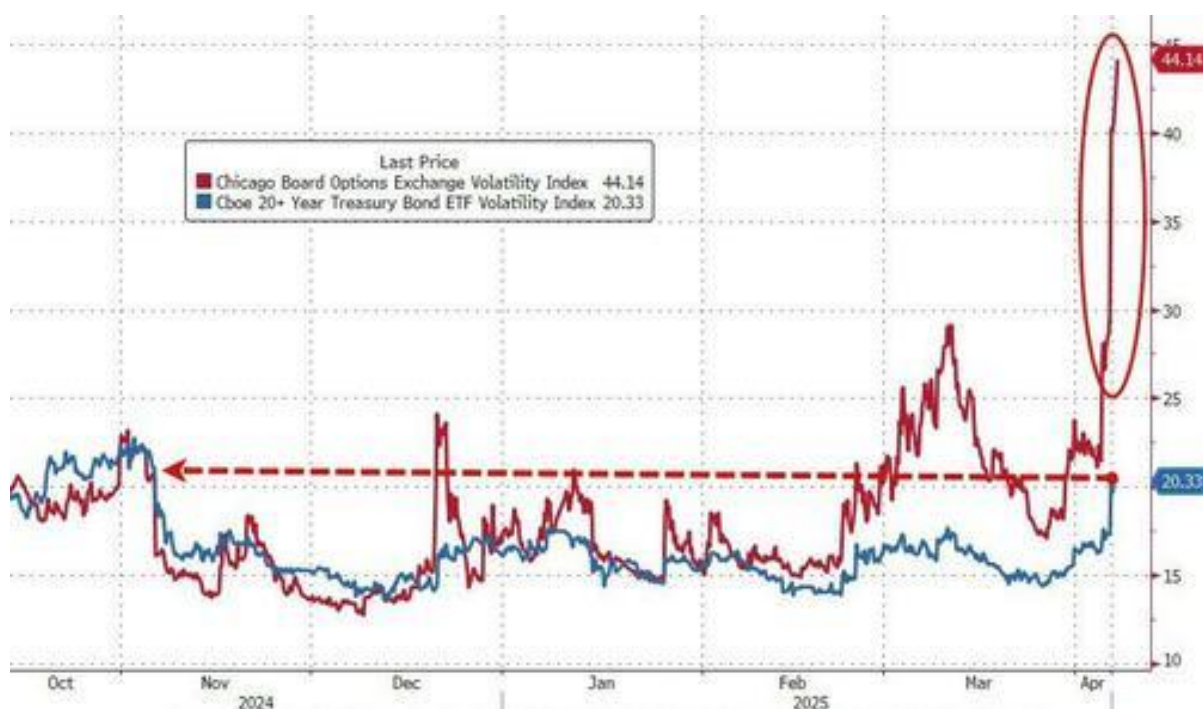




#markets

### #us #treasuries #volatility

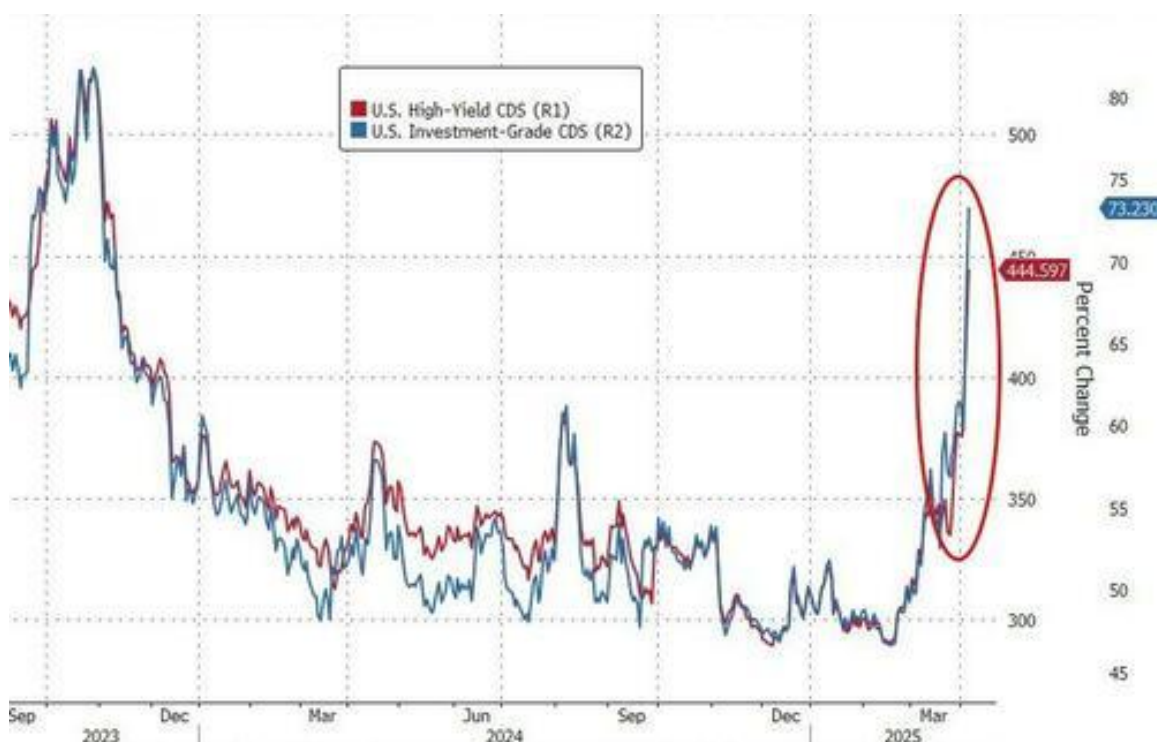
Bond vol also surged this week to its highest since early November...



#markets

### #us #high-yields

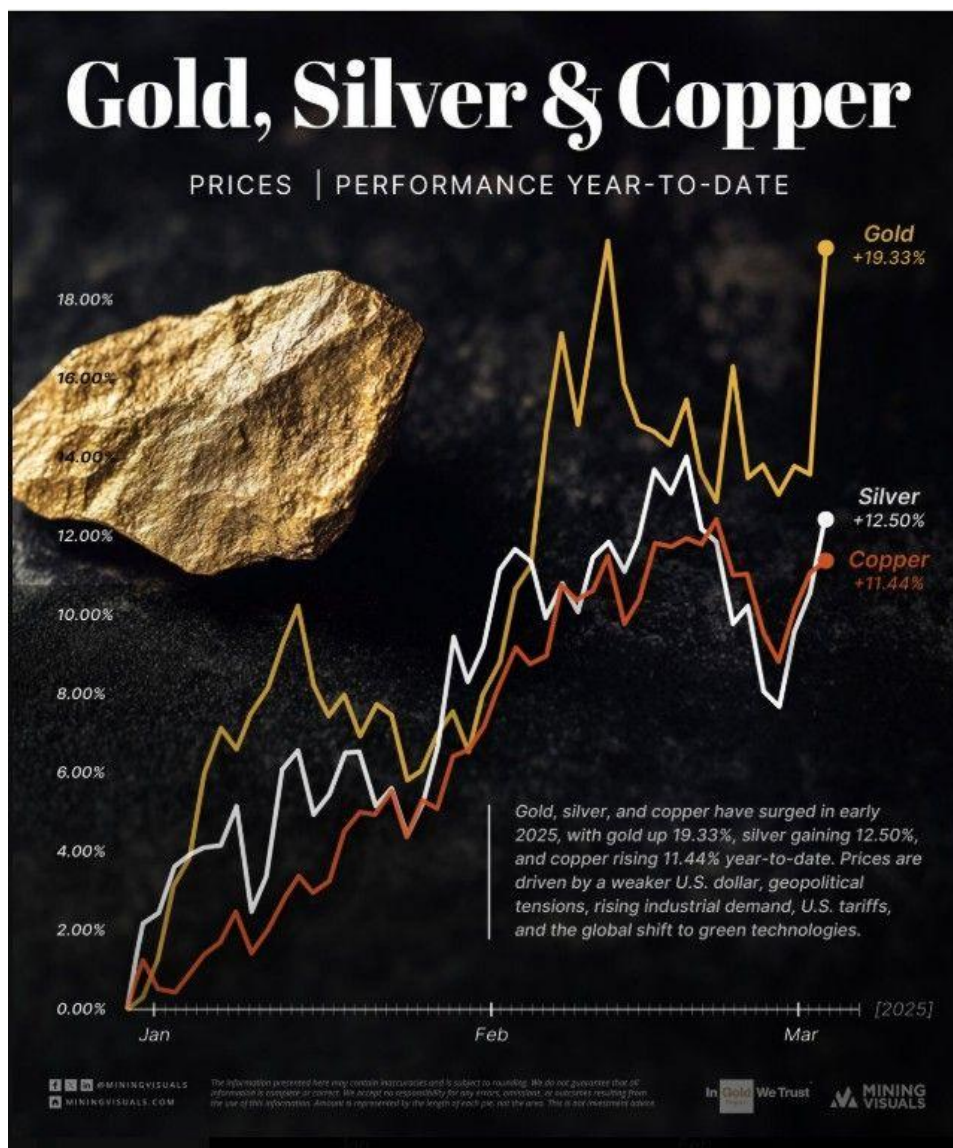
High Yiled Credit spreads finally snapped wider this week (by over 70bps) - that is worse than the worst week of the SVB banking crisis in March 2023 and the worst week for credit since April 2020...



#markets

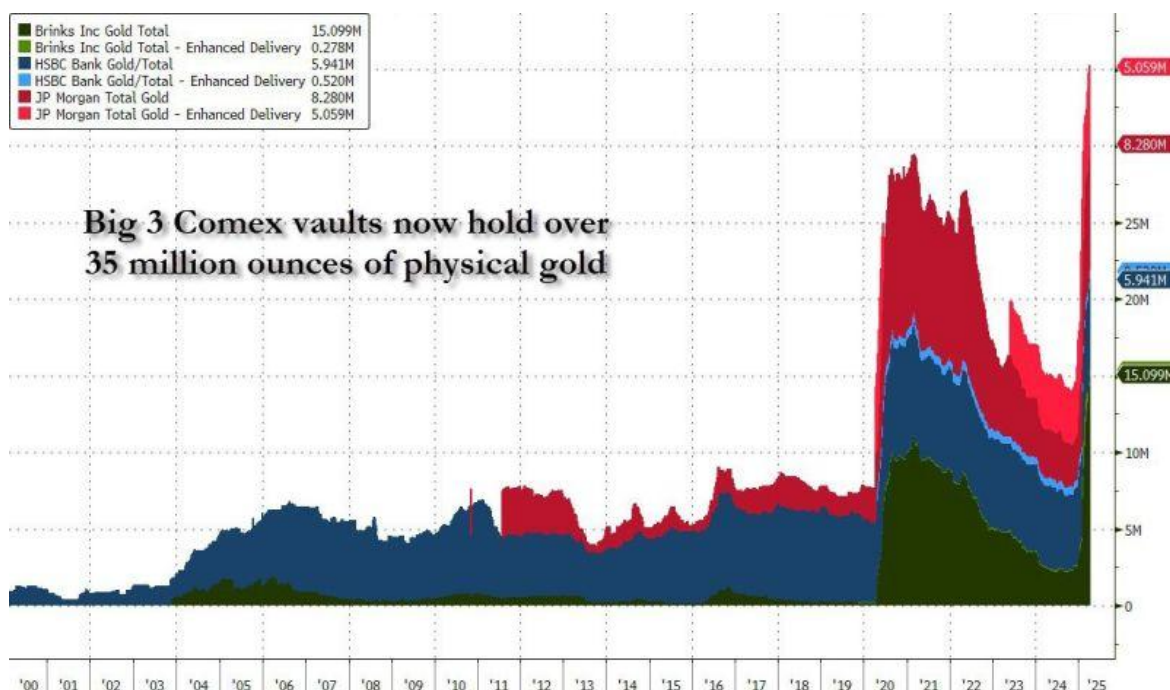
#gold #silver #copper #performance

Great Visualization



### #gold #comex #storage

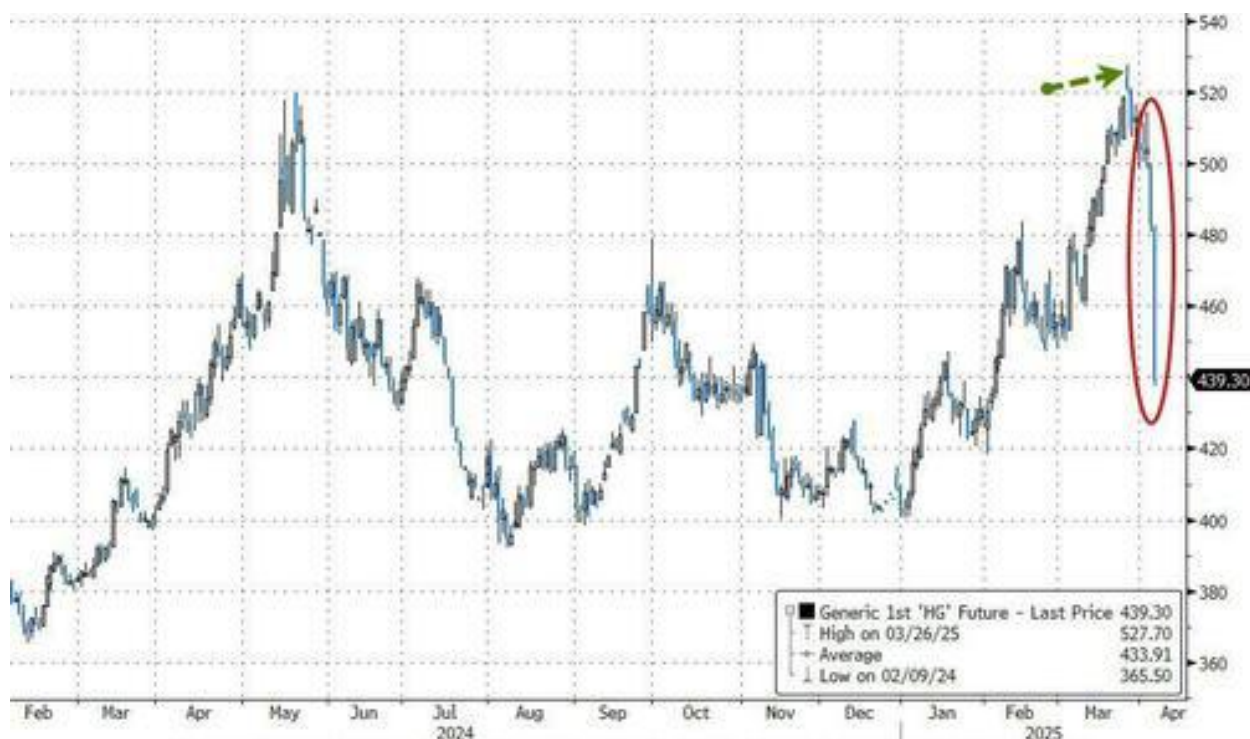
● Physical gold craziness... The big 3 vaults (Brinks, JPM, HSBC), are running out of space where to store the physical; the 3 alone hold more than 35 million oz of physical.



#markets

### #copper #weekly

Copper crashed from record highs to two month lows this week...

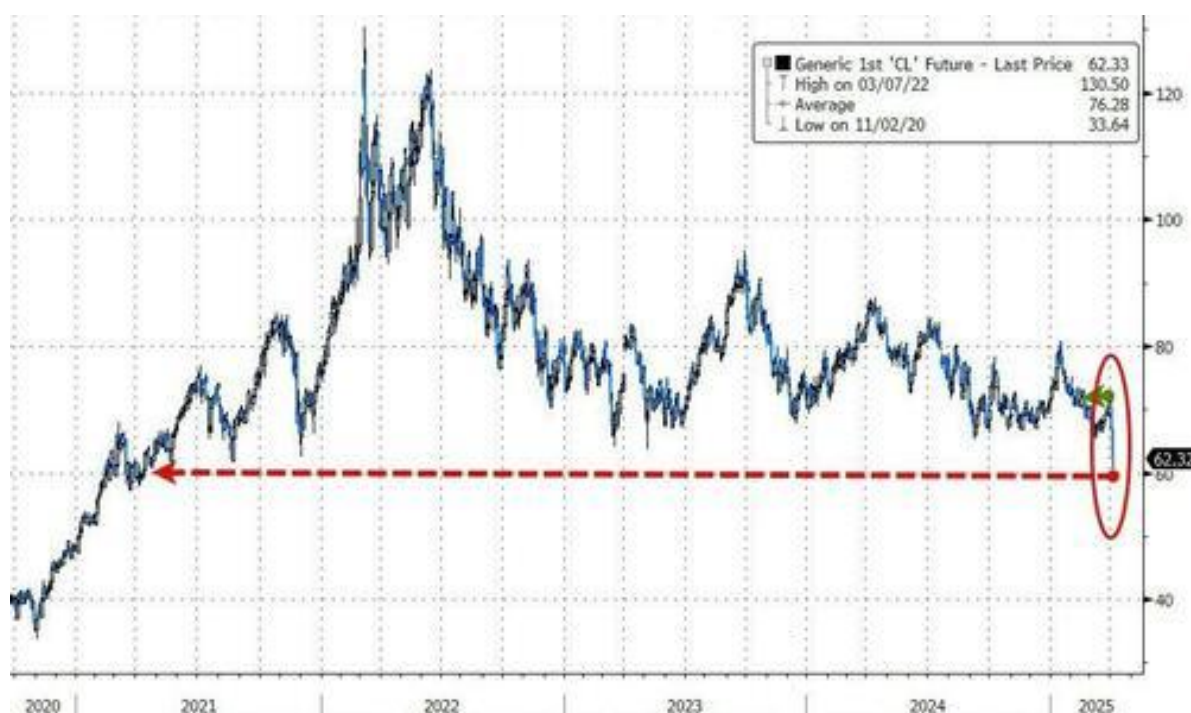




#markets

### #oil #weekly

Crude prices collapsed this week, plunging from five-week highs to four-year lows...



#macro

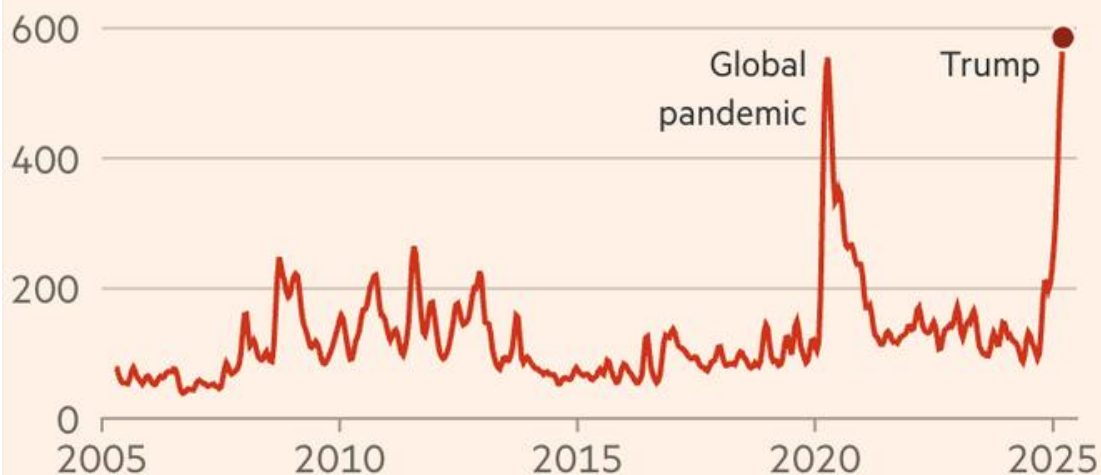
### #us #policy #uncertainty

Trump has had the same impact on economic uncertainty as a global pandemic.

## Trump has plunged the economy into chaos

### Economic Policy Uncertainty Index

US



Source: [Baker, Bloom, and Davis](#)

FT graphic: John Burn-Murdoch / @jburnmurdoch

©FT


Source: FT





#us #tariff #liberationday

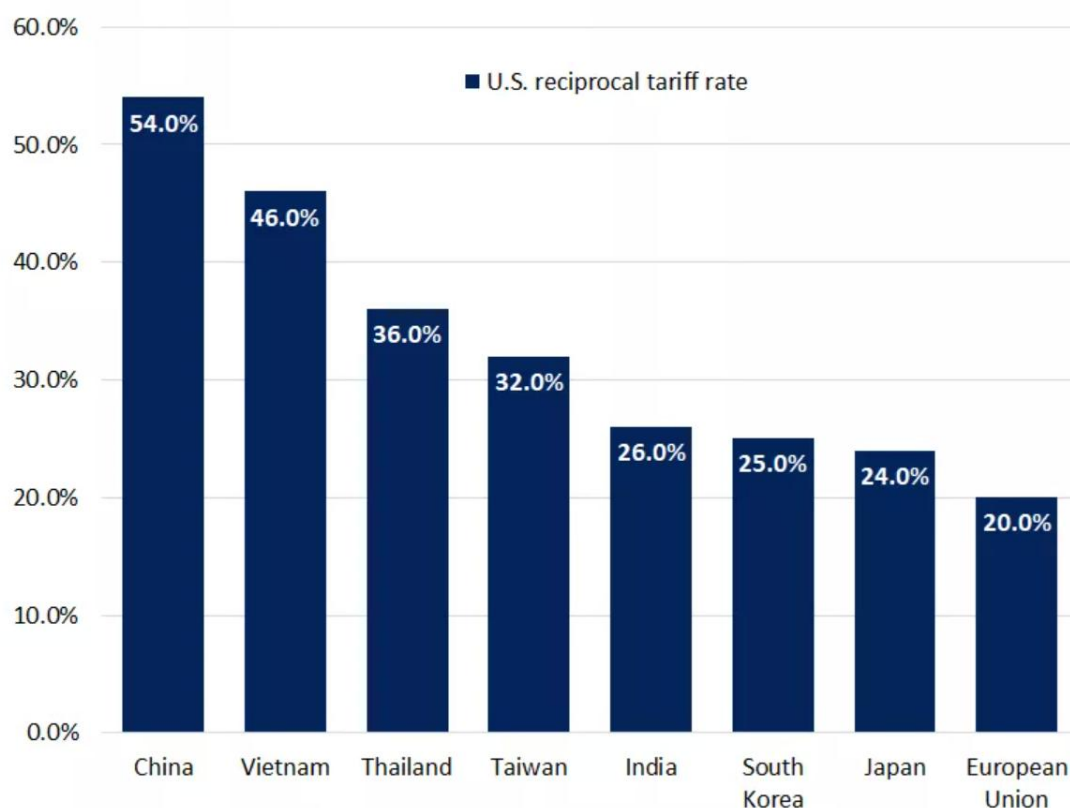
The list is out... 34% RECIPROCAL TARIFFS ON CHINA  
20% RECIPROCAL TARIFFS ON THE EUROPEAN UNION

|  Reciprocal Tariffs |  |                                      |
|--|--|--------------------------------------|
| Country  | Tariffs Charged to the U.S.A. Including Currency Manipulation and Trade Barriers | U.S.A. Discounted Reciprocal Tariffs |
| China  | 67%  | 34%                                  |
| European Union   | 39%  | 20%                                  |
| Vietnam  | 90%  | 46%                                  |
| Taiwan   | 64%  | 32%                                  |
| Japan  | 46%  | 24%                                  |
| India  | 52%  | 26%                                  |
| South Korea  | 50%  | 25%                                  |
| Thailand   | 72%  | 36%                                  |
| Switzerland  | 61%  | 31%                                  |
| Indonesia  | 64%  | 32%                                  |
| Malaysia   | 47%  | 24%                                  |
| Cambodia   | 97%  | 49%                                  |
| United Kingdom   | 10%  | 10%                                  |
| South Africa   | 60%  | 30%                                  |
| Brazil   | 10%  | 10%                                  |
| Bangladesh   | 74%  | 37%                                  |
| Singapore  | 10%  | 10%                                  |
| Israel   | 33%  | 17%                                  |
| Philippines  | 34%  | 17%                                  |
| Chile  | 10%  | 10%                                  |
| Australia  | 10%  | 10%                                  |
| Pakistan   | 58%  | 29%                                  |
| Turkey   | 10%  | 10%                                  |
| Sri Lanka  | 88%  | 44%                                  |
| Colombia   | 10%  | 10%                                  |

## #us #tariff #liberationday

This chart shows the announced reciprocal tariffs for some of the U.S. largest trading partners. China reciprocal tariff includes 20% tariff imposed earlier this year plus the 34% reciprocal tariff.

**U.S. trading partners will be subject to significant levies under reciprocal tariffs**



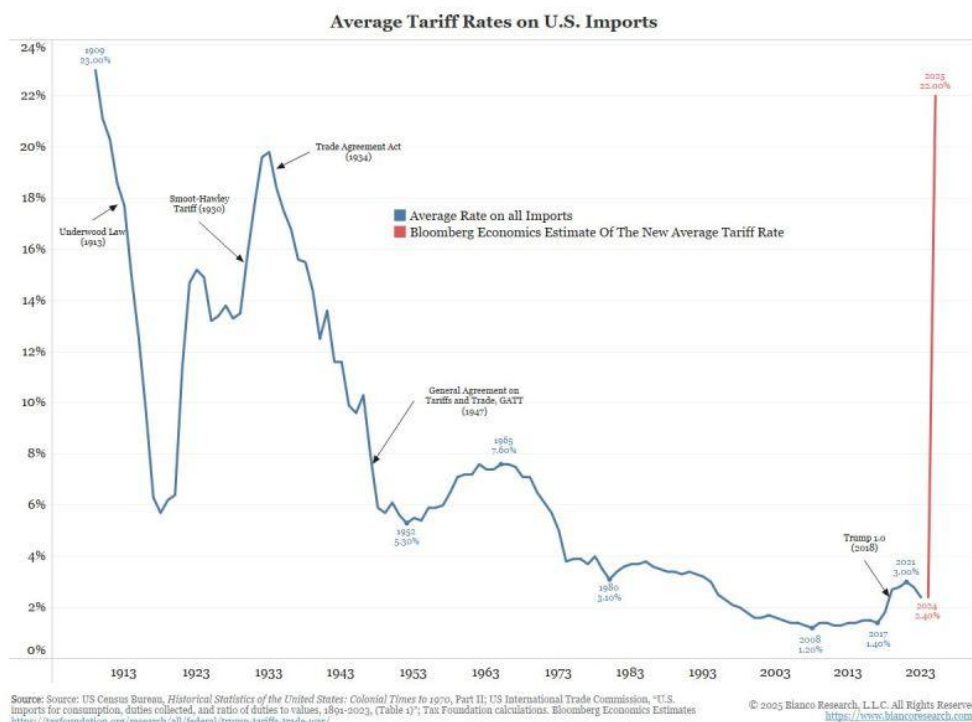
Source: Whitehouse.gov

Source: Edward Jones

### #us #tariff #liberationday #volatility

Bloomberg Economics estimates that the average tariff rate the US charges on around \$3T of imported goods will now go up to 22%- the highest in a century. But remember, this is NOT a final number. Many things can happen.

- China could negotiate a deal (or try to absorb the shock via more stimulus and weakening of the Yuan)
- The EU could chose to retaliate - and the US escalates...
- How will the rest of the world respond is very uncertain as well. Expect a new high in the economic uncertainty index and lots of volatility ahead



#macro

### #us #tariff #liberationday

- Liberation Day announcement brings US tariffs to levels not seen since the Smoot-Hawley.
- Rough estimate of ~1.2% drag to US growth if they persist, before any retaliatory tariffs.
- ~300bln/year revenue raise.
- Canada & Mexico outcome is better than expected.
- Europe & Japan is worse.

### A long history of US trade policy

Effective tariff rate, %

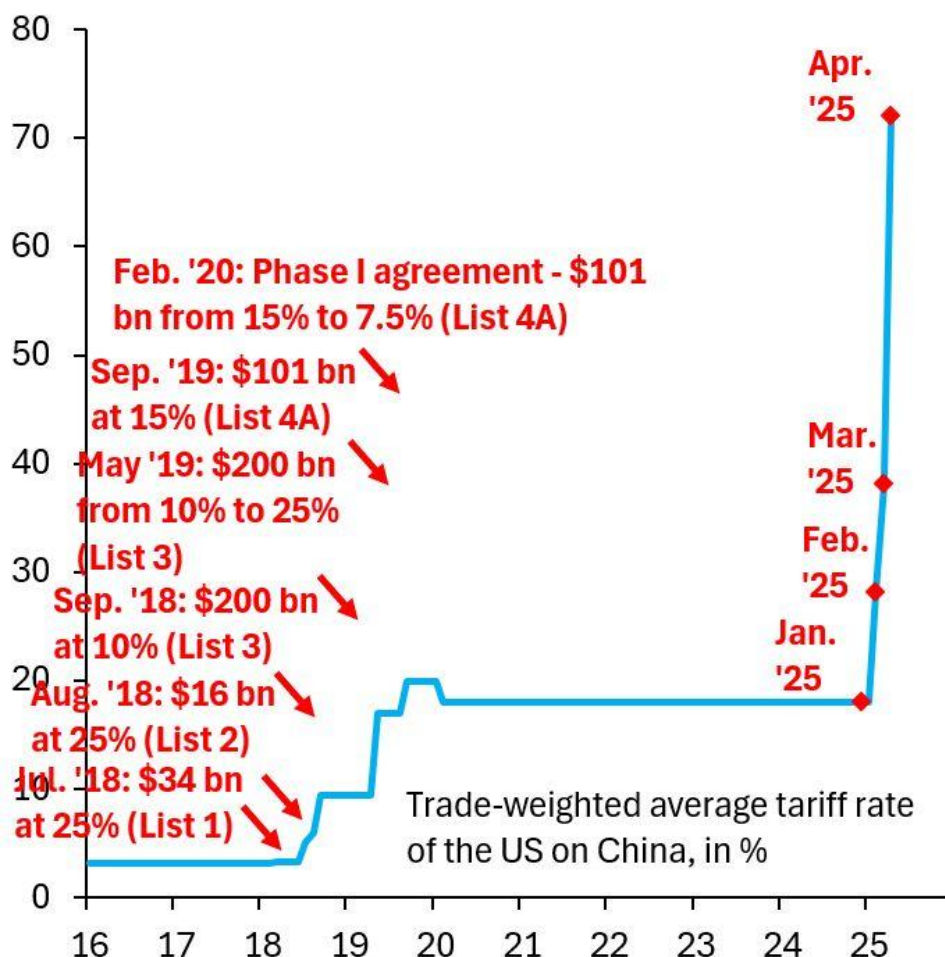


Source: Tax Foundation, Russell Investments. Data as of 2024.

#macro

## #china #tariffs

If the 34% tariff is on top of previous tariffs, China's average tariff rate is up 54 ppts this year, swamping what was done in President Trump's first term. Question: How will China react? If China devalues the Yuan, that could trigger a major risk-off across the world...



Source: Robin Brooks



#macro

## #china #tariffs

CHINA URGES US TO IMMEDIATELY CANCEL RECIPROCAL  
TARIFFS, VOWS COUNTER-MEASURES

### China Vows Countermeasures as Trump Brings US Tariffs to 65%

Summary by Bloomberg AI

- China has vowed to retaliate against the US after being hit with Donald Trump's biggest tariffs yet, which threaten to decimate trade between the two countries.
- The new tariffs will bring average US tariffs on all Chinese products to as high as 65%, which could reduce China's GDP growth and shrink trade between the two countries to practically nothing.
- China has condemned the US levies and pledged to hit back with unspecified measures, while economists expect the Chinese government to add stimulus to the domestic economy to compensate for the likely hit to demand.



#macro

### #china #tariffs

● Breaking news: China has announced it will impose additional tariffs of 34% on imports from the US in retaliation for duties of the same amount unveiled by President Donald Trump this week as part of his aggressive trade agenda ▶ The U.S. exported around \$143.5 billion worth of goods to China in 2024. The category worth the most was electric machinery and sound equipment at \$15.3 billion (up 31 percent from 2023).



Source: Statista, Mario Nawfal

#macro

### #tariff #liberationday #gold #semiconductors

Note that semiconductors are exempt from reciprocal tariffs (gold, copper, lumber and pharma are also exempt)

**ITEMS NOT SUBJECT TO RECIPROCAL TARIFFS**

- Steel/aluminum articles and autos/auto parts already subject to Section 232 tariffs
- Copper, pharmaceuticals, semiconductors, and lumber articles
- Bullion, energy and other certain minerals that are not available in the United States

**BREAKING NEWS | WHITE HOUSE: TARIFF EXEMPTIONS INCLUDE GOLD, COPPER, PHARMA, SEMICONDUCTORS AND LUMBER**

**CNBC** 4:37P

|            |           |       |             |          |         |                  |          |
|------------|-----------|-------|-------------|----------|---------|------------------|----------|
| Tesla TSLA | 270.40    | +1.94 | NVIDIA NVDA | 106.28   | -3.8682 | Vanguard S&P 500 | 5,670.97 |
| DOW        | 42,225.32 |       | S&P 500     | 5,670.97 |         | 10-YR YIELD      | 4.127%   |

#macro

### #growth #inflation #trump

In Trump's first term, there was no discernible rise in inflation or drag on growth. Why? 🙌 The answer lies in what economists call "currency offset." The dollar moved up by almost the exact amount as the tariffs did. After-tariff USD import prices didn't move. ➡️ Could we see something similar during Trump 2nd term? As mentioned by Lawrence McDonald on X, the context is different this time: Tariffs and inflation during Trump's first term - were after a long period of - a) global austerity, b) secular stagnation and c) Brexit's impact on the global economy. Tariffs and Inflation during Trump's 2nd term are taking place after a \$16T fiscal and monetary overdosing...

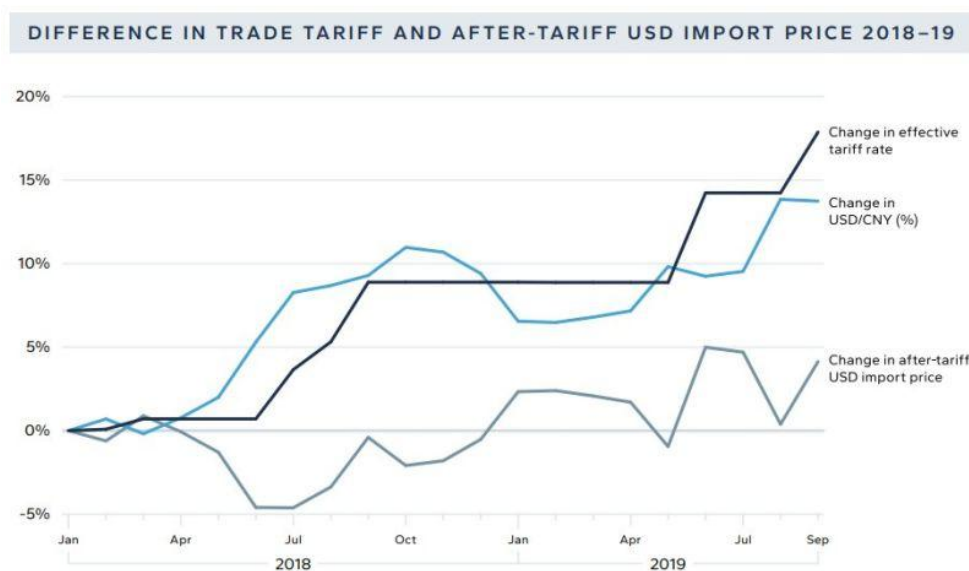


Figure 4 Changes in effective tariff rates and currency offset. Source: Brown (2023), Federal Reserve, authors' calculations.

Source: Lawrence McDonald on X, Stephen Miran

#macro

### #us #tariff #import

The global economy is currently benefiting from massive tariff front-running, as evidenced by the surge in imports to the US. This has temporarily propped up production in places like Europe, Canada, and China. Will the floor fall out this week?

CHART 1

#### US Consumers Have Been Propping Up Global Growth

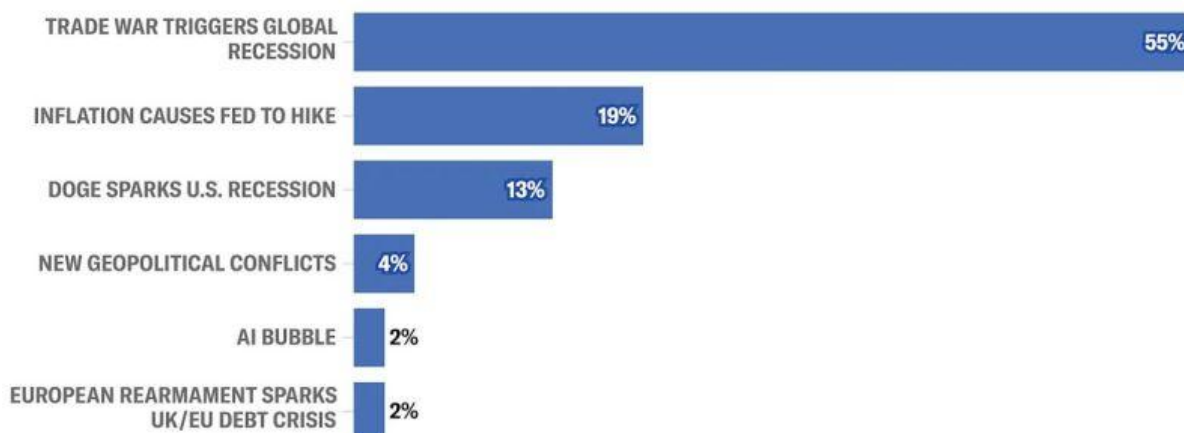


Source: BCA, Peter Berezin on X

### #tariffs #fear

Here's what investors consider to be the biggest risk to markets right now 📉

What investors consider the biggest risk to markets right now:



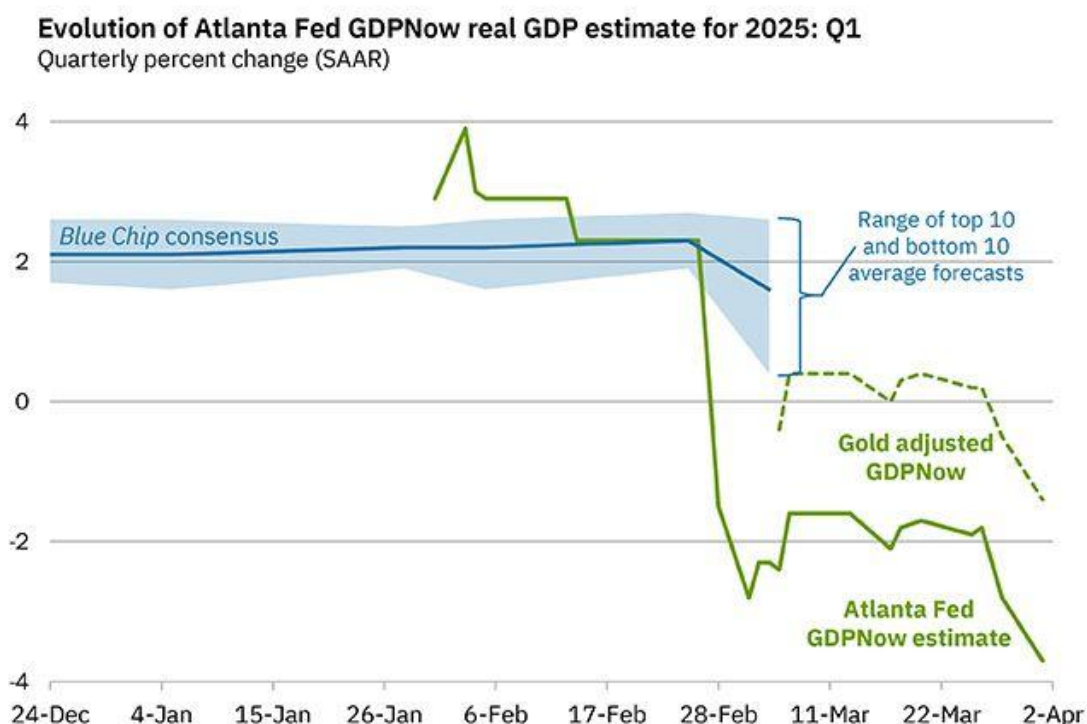
SOURCE: BOFA GLOBAL FUND MANAGER SURVEY

Source: Cheddar Flow @CheddarFlow

#macro

### #us #gdp #q1 #nowcast

On April 1, the GDPNow model nowcast of real GDP growth in Q1 2025 is -3.7%. Adjusting for gold imports, the model now sees -1.4% GDP contraction in Q1 2025. Just 2 months ago, they saw GDO growing by +3.8% in the same period...





#macro

### #us #ceo #economy #confidence

CEO confidence one year out has fallen to the lowest since 2010: Apollo's Torsten Slok

CEO confidence declining



Sources: Chief Executive Magazine, Bloomberg, Macrobond, Apollo Chief Economist

#macro

#us #recession #probability

Goldman Sachs raises U.S. Recession odds to 35%

## Goldman Sachs Lifts U.S. Recession Probability to 35%



Provided by Dow Jones • Mar 30, 2025 6:02pm

By James Glynn

SYDNEY--The prospect of a radical escalation in the global trade war in coming days has nearly doubled the probability of a recession in the U.S. economy in the next twelve months to around 35%, according to Goldman Sachs.

#macro

## #us #recession #probability

JUST IN 🚨 : The odds of a U.S. Recession occurring this year just soared to 50% on Polymarket 🤖

Polymarket

Search markets

More ▾

Trending

New

Politics

Sports

Crypto

Tech

Culture

World

Economy

Trump

Mentions



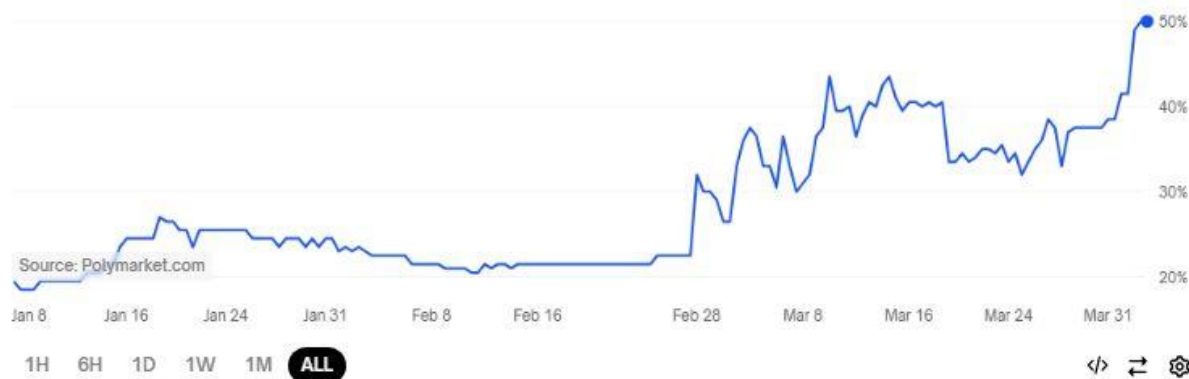
### US recession in 2025?

\$1,034,894 Vol. ⌚ Feb 28, 2026

YES

50% chance ↑ 31%

Polymarket



Source: Barchart

#macro

### #us #soft #hard #macro #data

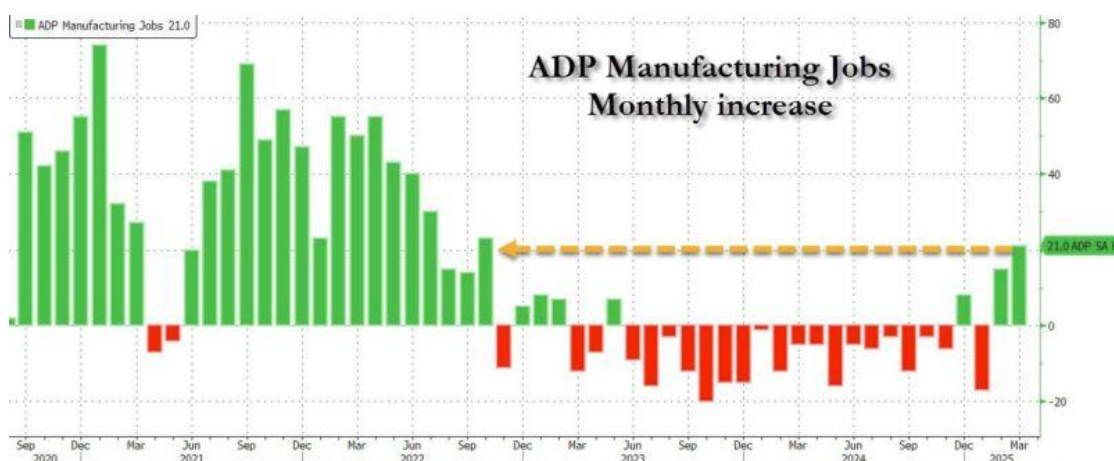
US 'soft' data's slump continued (while hard data pushed even stronger) which supported Fed Chair Powell's view that "the economy remains on a solid footing."



#macro

### #us #manufacturing # jobs

Is Trump's plan to reshore manufacturing already working? This is the biggest increase in manufacturing jobs since October 22, which was followed by a 2 year manufacturing recession.



#macro

### #us #inflation #truflation

The Truflation US YoY inflation rate dropped from 1.76% to 1.38% — a considerable decline driven by key categories. Which categories and sub-categories are driving the drop?

👉 Housing – all 3 subcategories are cooling:

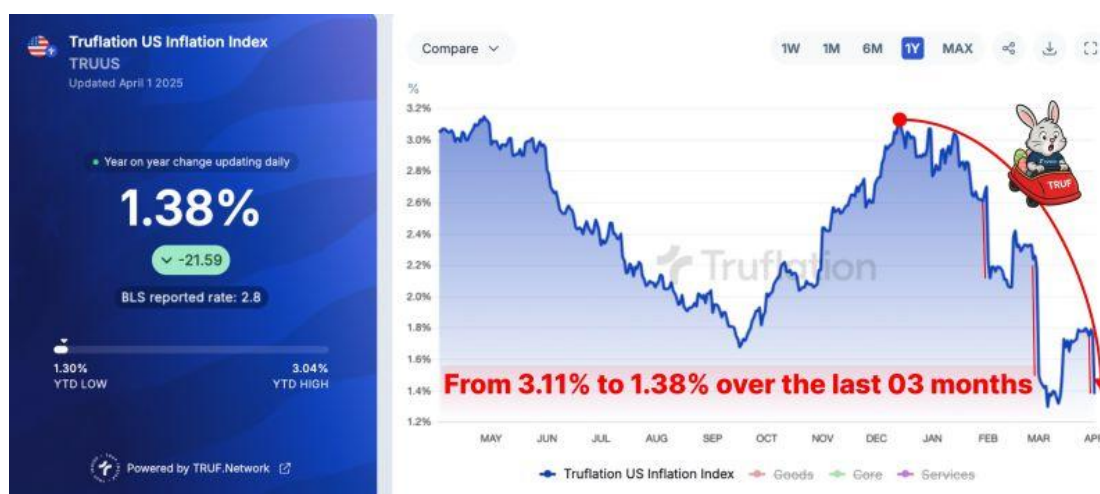
- Rented dwellings
- Owned dwellings
- Other lodging

👉 Transport – vehicle prices and other vehicle expenses are falling, even as gasoline edges up.

Truflation continues to capture shifts in inflation dynamics in real time — well ahead of official data.

Reminder: Over the past 3 months, the Truflation index has dropped from 3.11% to 1.38%.

Is the Fed paying attention?

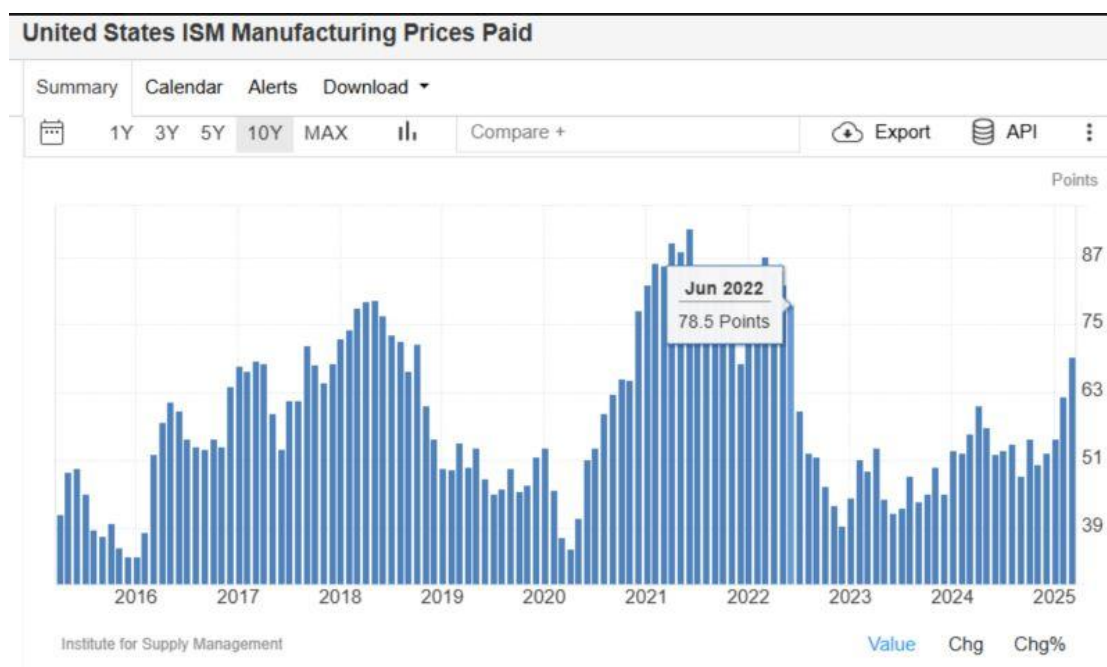




#macro

### #us #inflation #ism

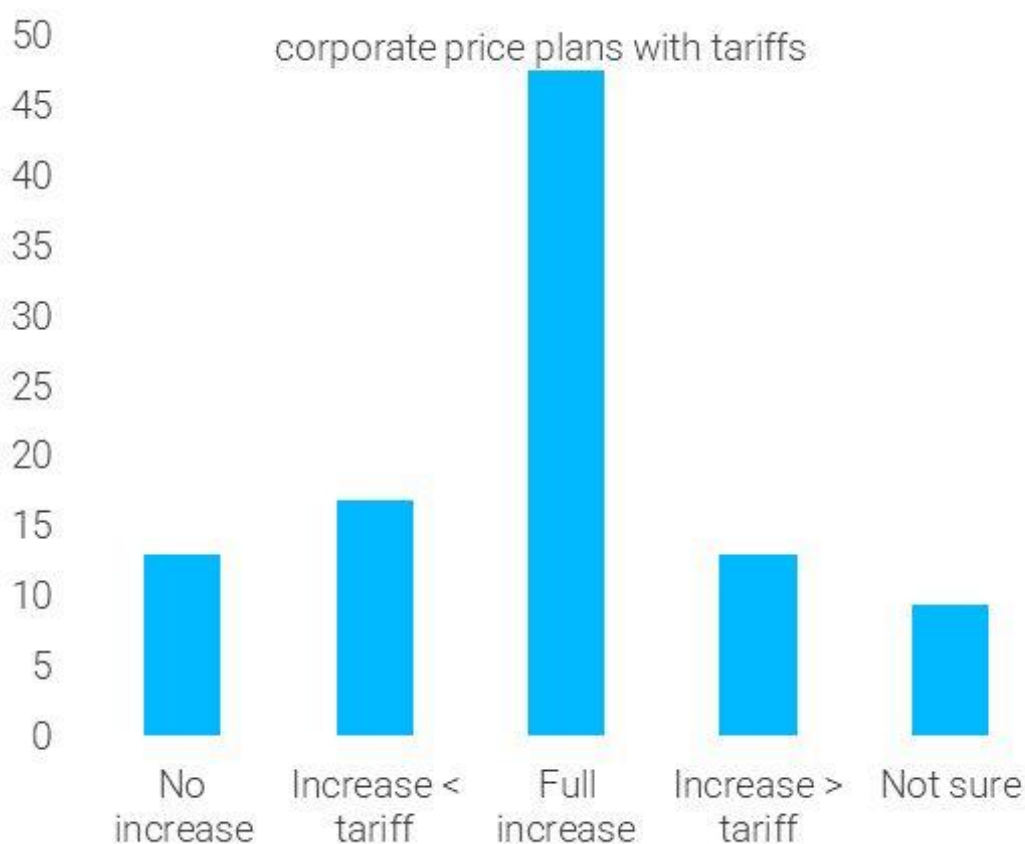
ISM Manufacturing Priced Paid at 69.4 - Highest since inflation's peak in June 2022



#macro

### #us #inflation #tariff

Richmond Fed asked companies how they plan to respond to tariffs. Strong majority plan to raise prices...



#macro

### #us #stagflation #sp500

Markets are flashing a stagflation warning. Goldman's long/short stagflation basket is up 27.5% YTD, while the SP500 has dropped nearly 10% over the same period.



#macro

### #us #budget #deficit

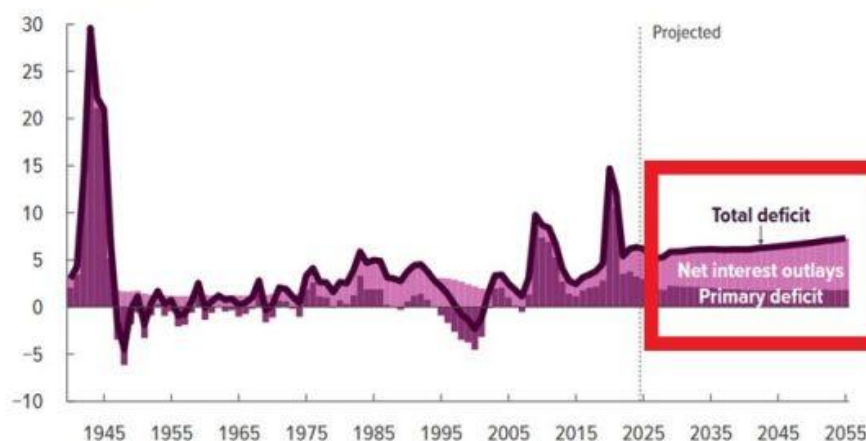
A MIND-BLOWING chart: The US budget deficit is set to average 6.3% over the next 30 years. This would be higher than any other period outside of major crises and wars. This also would be 2.5 percentage points above the past 50-year average...

Deficits average **6.3%** of GDP over the 30-year period, which is **2.5** percentage points more than they averaged over the past 50 years.

#### Total Deficits, Primary Deficits, and Net Interest Outlays

In CBO's projections, sustained primary deficits (which exclude net interest costs), combined with the growing federal debt held by the public and the rising average interest rate on that debt, cause net outlays for interest measured as a percentage of GDP to increase more than one and a half times by 2055. That year, the total deficit is 7.3 percent of GDP.

Percentage of GDP



See Figure 1-1 on page 10.

source: Congressional Budget Office

### #germany #trade

Germany is the European country the most sensitive to global trade according to Goldman - see chart below. According to Goldman Sachs, the Dax and MDax have a beta of 1.9 to world trade growth — meaning they tend to move almost twice as strongly w/changes in global trade. That's much higher than the US market, which has a beta of 1.4. In contrast, the UK's FTSE 100 is less exposed to global trade, thanks to its defensive sector mix and the UK's services-driven economy. The Swiss SMI is similarly more insulated. It's also a defensive index, and Swiss exports are generally less sensitive to global demand, as they often consist of high-tech, specialized products.

**Exhibit 6: Beta to world trade is higher for Europe than the US**  
Data since 1997 where available



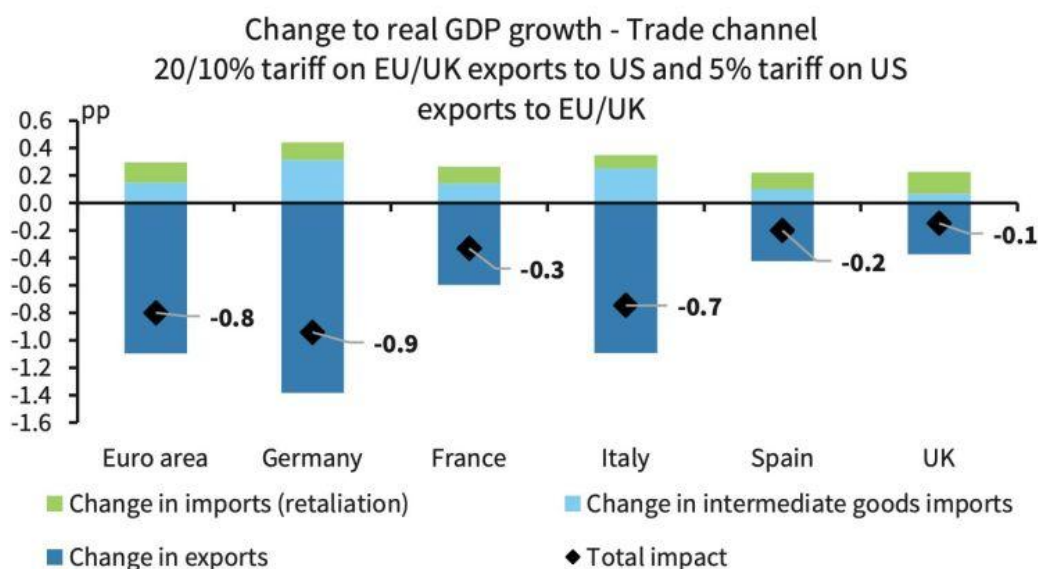
Source: Datastream, Worldscope, Goldman Sachs Global Investment Research

Source: HolgerZ, Goldman Sachs

#macro

## #germany #gdp #growth

The impact of new US tariffs could knock 0.9ppts off German economic growth, according to Barclays calculations. The 1.4-point tariff hit is expected to be partially offset by a 0.5ppt boost from countermeasures, leaving a net negative effect on the economy. Germany has generated a trade surplus of €70bn w/USA in the past 52 months.



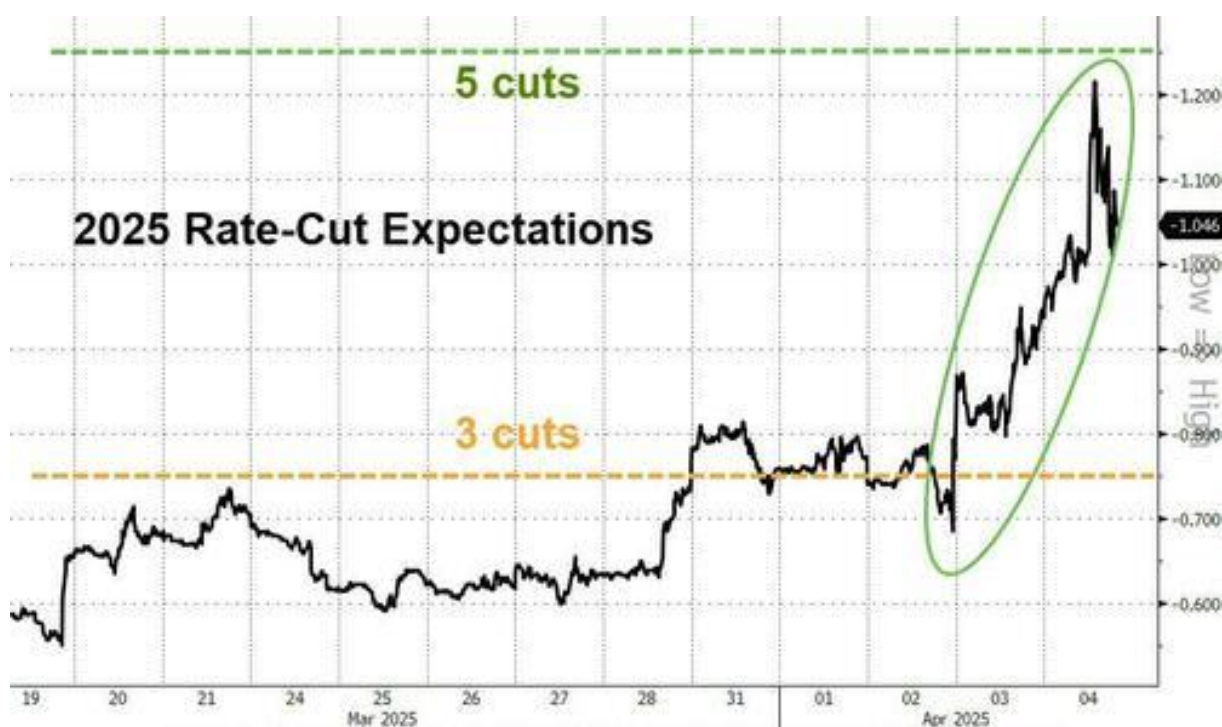
Source: Barclays Research



#centralbanks

### #fed #rates #expectations

Despite hawkish comments from Powell (which did take the edge of stocks), rate-cut expectations soared this week with the odds of 5 full cuts now in play...

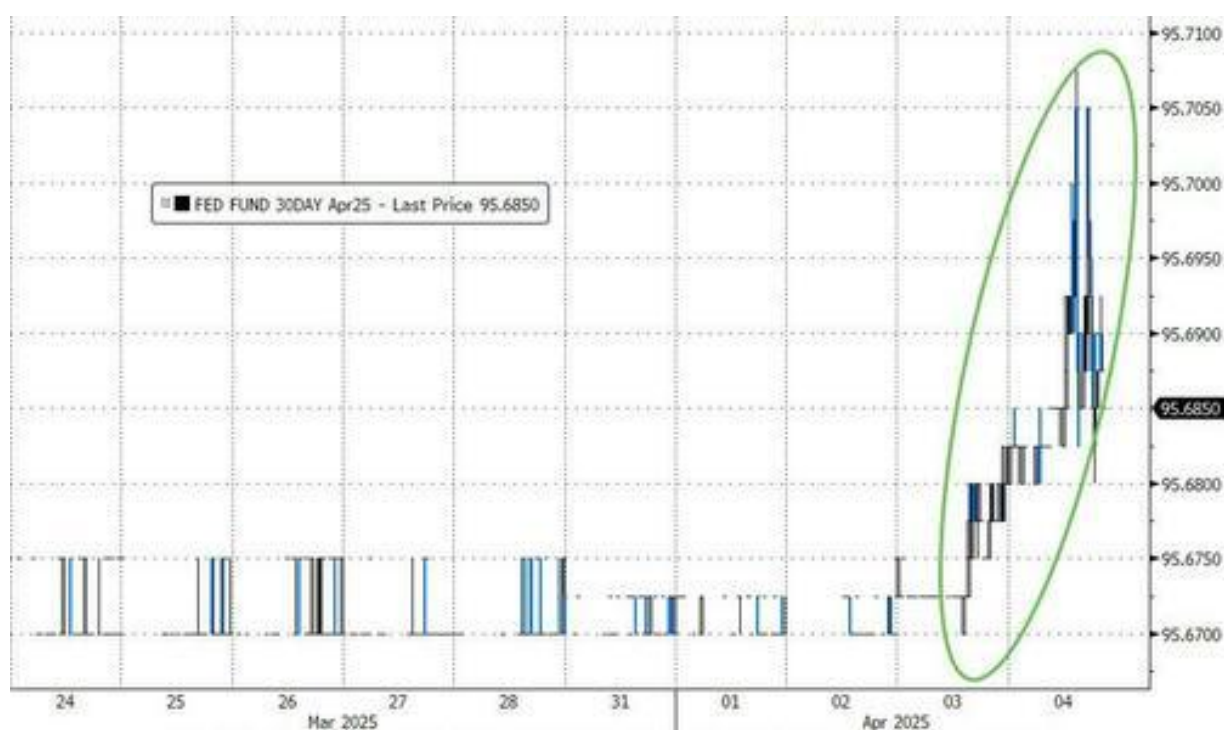


Source: [www.zerohedge.com](http://www.zerohedge.com)

#centralbanks

### #fed #rates #expectations

it is also worth paying attention to the fact that the market is also starting to price in the possibility of an emergency inter-meeting rate cut...

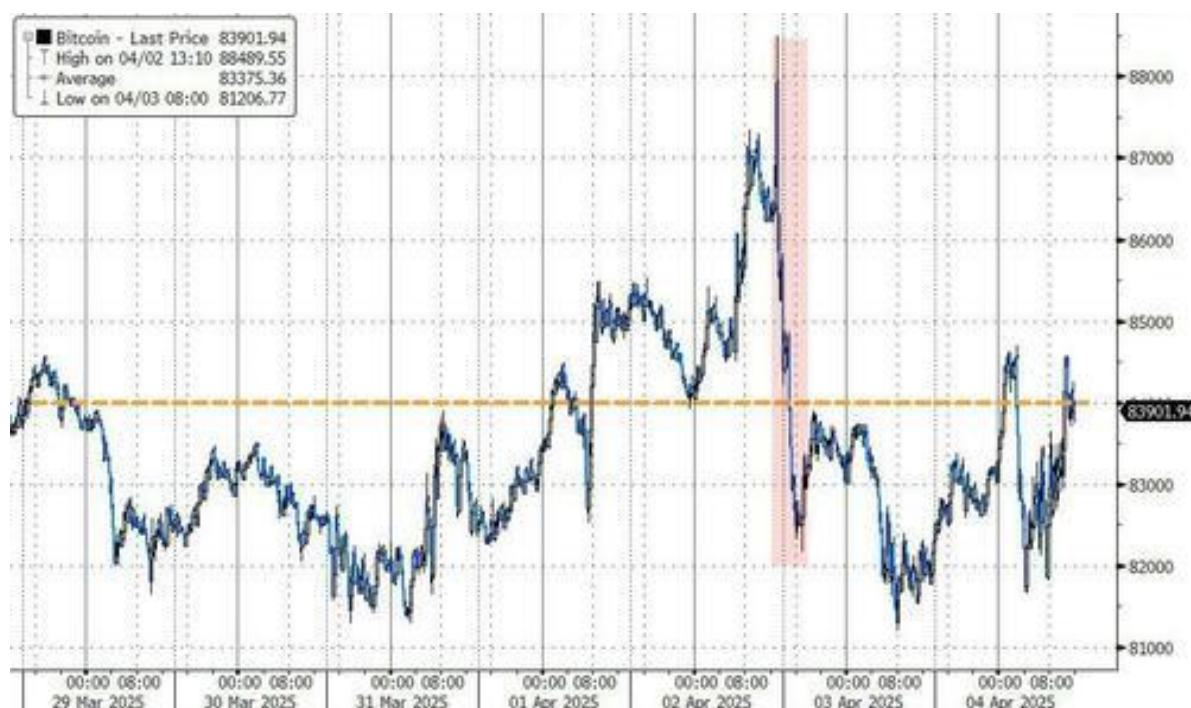


Source: [www.zerohedge.com](http://www.zerohedge.com)

#cryptos

### #bitcoin #weekly

Bitcoin ended the week unchanged as it appears crypto knows what comes next...



Source: [www.zerohedge.com](https://www.zerohedge.com)

#cryptos

### #bitcoin #liquidity

Perhaps crypto really knows where all that liquidity needs to go...



Source: [www.zerohedge.com](https://www.zerohedge.com)



#bitcoin #nasdaq

A new all-time-high for Bitcoin relative to Mag 7 stocks.



Source: Bloomberg



#food-for-thought

#investing #advice

One-Pager on The Intelligent Investor:

## The Intelligent Investor

Benjamin Graham

### Understanding Investing

#### Buy Companies, Not Stocks

People who buy stocks make decisions based on short-term price movements. Investors buy companies based on fundamental developments.



#### Don't Time the Market

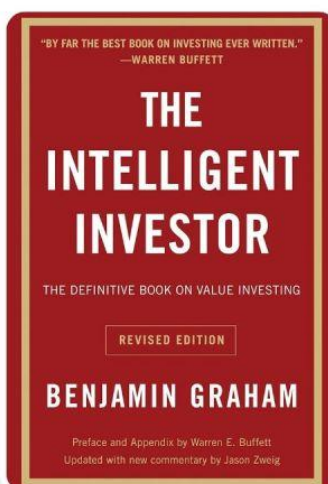
People who buy stocks make decisions based on short-term price movements. Investors buy companies based on fundamental developments.



#### Invest Long Term

Quick gains and quick losses balance each other out for most investors.

Instead, achieve the long-term goal of building wealth by long-term investing.

### Practical Investing Lessons

#### Intrinsic Value & Margin of Safety

A Margin of Safety exists when you buy a company below its intrinsic value, which is the actual value of a company based on its fundamentals.

It often differs from the stock price. The higher the discount to intrinsic value, the larger your margin of safety.



#### Diversification

Diversification is the idea of investing your capital in multiple and unrelated assets. Thus reducing risk and minimizing the impact of any single investment.

Correlation Table of Asset Classes  
Annual correlations from 1970 to 2015



### Psychological Factors

#### Patience and Calmness

The modern stock market and news are created to trigger investors. Make them buy and sell to generate volume and fees.

Most successful investors cut themselves off Wall Street to prevent the noise from influencing them.

Successful investing is about patience and a cool head.

#### The Most Dangerous Emotions

Fear and greed are the most dangerous emotions.

The fear of holding a falling stock or the fear of missing out (FOMO) on the next big thing. The envy when others perform better. Or additional greed when things go well.

Avoid these emotions by having clear investing processes and ideas of intrinsic value.

#### Herd Mentality

Contrarian investing doesn't guarantee success.

But herd investing sooner or later guarantees failure.

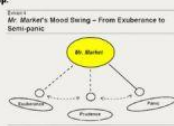


### Understanding Markets

#### Mr. Market Analogy

View the market as an emotional business partner who offers you stocks daily. On some days, he's optimistic; on others, he's pessimistic.

Avoid his mood swings. Have an idea of intrinsic value and then buy shares when Mr. Market is pessimistic again and sells them cheap.



### The 2 Types of Investors

1. Defensive Investors
2. Enterprising Investors

Defensive investors aim to protect their capital from losses, generate decent returns, and minimize volatility and frequent decisions. (Today: Index Investors)

Enterprising investors manage their portfolios actively. They do not take more risks than defensive investors but invest more in stock selection.




### Personal Skills

#### Circle of Competence

The circle of competence concept suggests focusing investments within areas you thoroughly understand.



By staying within this "circle," investors reduce mistakes and improve decision-making based on knowledge and expertise.



#### Continuous Learning

Investing is a game in which continuous learning is a prerequisite for success. Charlie Munger personified this trait.

Why is it so important? Well, you want to stay within your circle of competence, but this circle should get larger over time, offering you more opportunities.

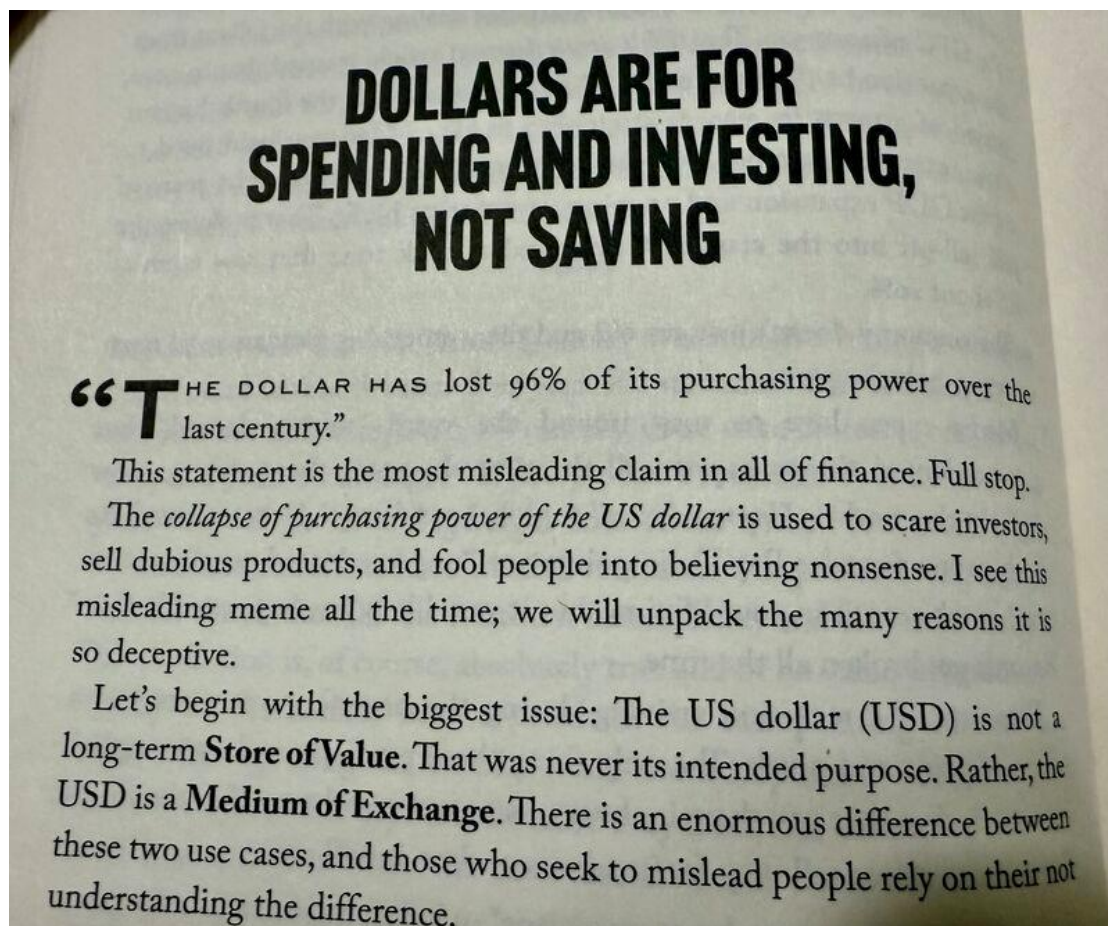
Source: Daniel @MnkeDaniel



#food-for-thought

### #us #dollar #value

“‘The dollar has lost 96% of its purchasing power over the last century’ is the most misleading claim in all of finance,” says LRI Riholtz in his new book. As long as spend or you invest (instead of sitting on cash), you should be ok.



Source: Eric Balchunas on X

#food-for-thought

#wealth #value

🎯 🎯 🎯 Very valid in many G7 countries under the fiat money system

## THE TWO MOST STOLEN ITEMS IN THE WORLD

Your tax money



Your wealth when  
the government  
prints trillions of  
dollars



#food-for-thought

## #sp500 #investing

Don't stop investing. Drawdowns and crashes are the best period to invest



Source: Personal Finance Club

#food-for-thought

#trade #deficit

## The World's Top 10 Largest Trade Deficits by Country



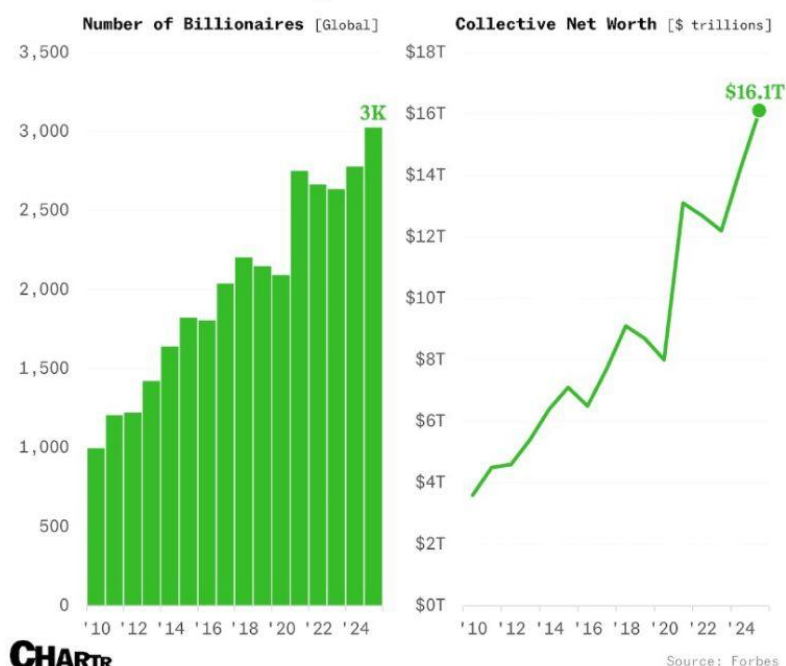


## #food-for-thought

### #forbes #wealth

In 2010, Forbes' annual snapshot of the world's billionaire population showed just 1,001 members, with Mexican business magnate Carlos Slim Helú topping the rankings with \$53.5 billion — a sum that would put him in 30th position in 2025. Since then, the count has more than tripled, total collective wealth has more than quadrupled from \$3.6 trillion, and the average list member's net worth has risen from about \$3.6 billion to \$5.32 billion.

#### The World Now Has More Billionaires Than Ever... And They've Never Been So Rich



Source: Chartr

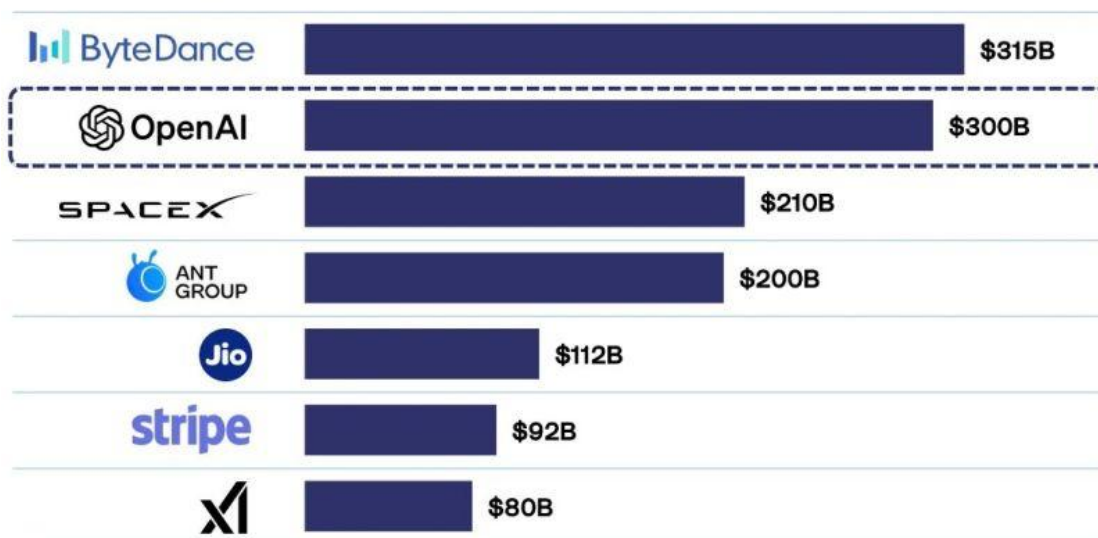
#food-for-thought

## #openai #value

OpenAI is now the world's second most valuable private company

# OpenAI is now the world's second most valuable private company

Top 10 most valuable private companies



Source: Markets & Mayhem @Mayhem4Markets



### #food-for-thought

## #apple #creation

🎉 Happy Birthday Apple 🎉 Apple was founded on April Fools Day, April 1, 1976. Steve Jobs, Steve (Woz) Wozniak, and Ronald Wayne founded what would become one of the most successful companies in history. The company was originally founded to sell the Apple I personal computer kit to the Homebrew Computer Club. The Apple I sold for \$666.66. Wayne sold his 10% share of the company back to Jobs and Wozniak for \$800 just 12 days later. Jobs and Wozniak hung in there, releasing the. Apple I, which revolutionized the then-fledgling home computer industry.



Source: jonerlichman

#macro

## #us #tariff #liberationday

JPMorgan's chief economist Bruce Kasman: "There will be blood"

**J.P.Morgan** Global Economic Research

# There will be blood

By Bruce Kasman, Jahangir Aziz, Joseph Lupton, Nora Szentivanyi

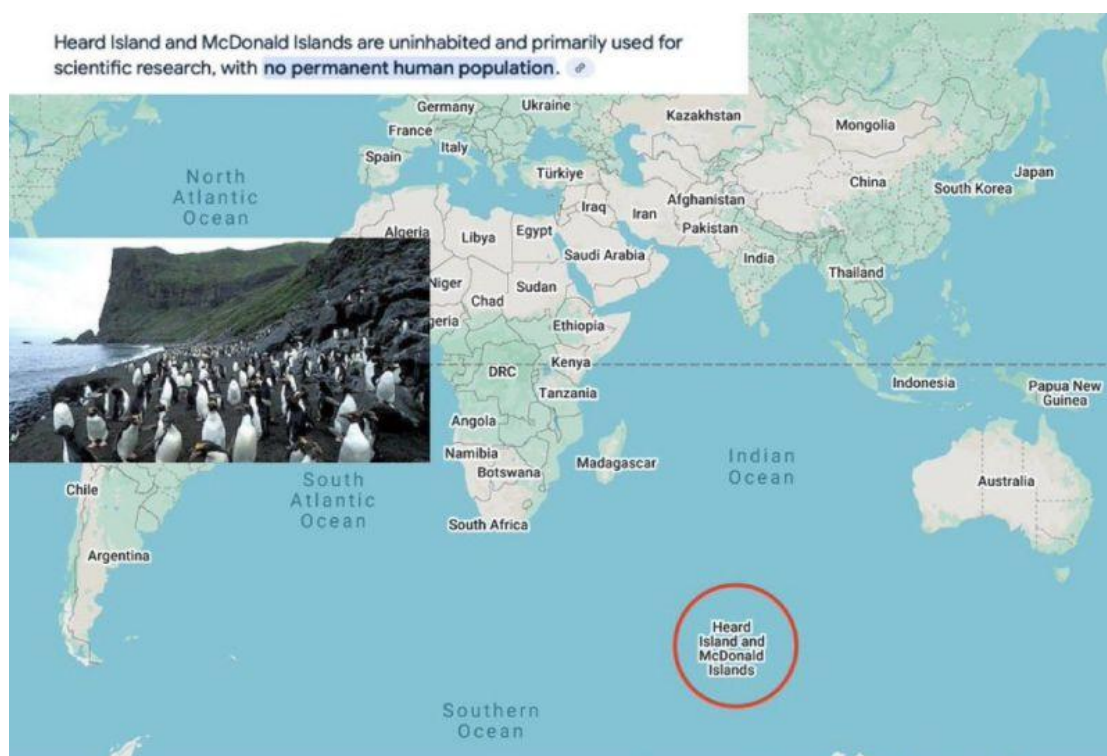
Click [here](#) for the full document and disclaimers

- Liberation Day imposes large tariffs aimed at eliminating bilateral US merchandise trade deficits
- If sustained, this year's ~22%-point tariff increase would be the largest US tax hike since 1968
- Tariff shock to be magnified by retaliation, supply chain disruptions, and a sentiment shock
- The risk of recession in the global economy this year is raised to 60%, up from 40% earlier
- Scenario where rest of world muddles through a US recession possible but less likely than global downturn
- Recession risks to be tracked through sliding MEI and US household purchasing power
- More fiscal and monetary easing expected but will only modestly cushion the shock
- The big risk: US policies generate lasting supply-side damage

### #food-for-thought

## #trump #tariff

U.S. President Trump imposed a 10% tariff on Heard and McDonald Islands—uninhabited except for penguins.



Source: Clash Report @clashreport

#food-for-thought

### #trump #tariff

The Economist cover page: "Donald Trump has committed the most profound, harmful and unnecessary economic error in the modern era. Almost everything he said—on history, economics and the technicalities of trade—was utterly deluded".

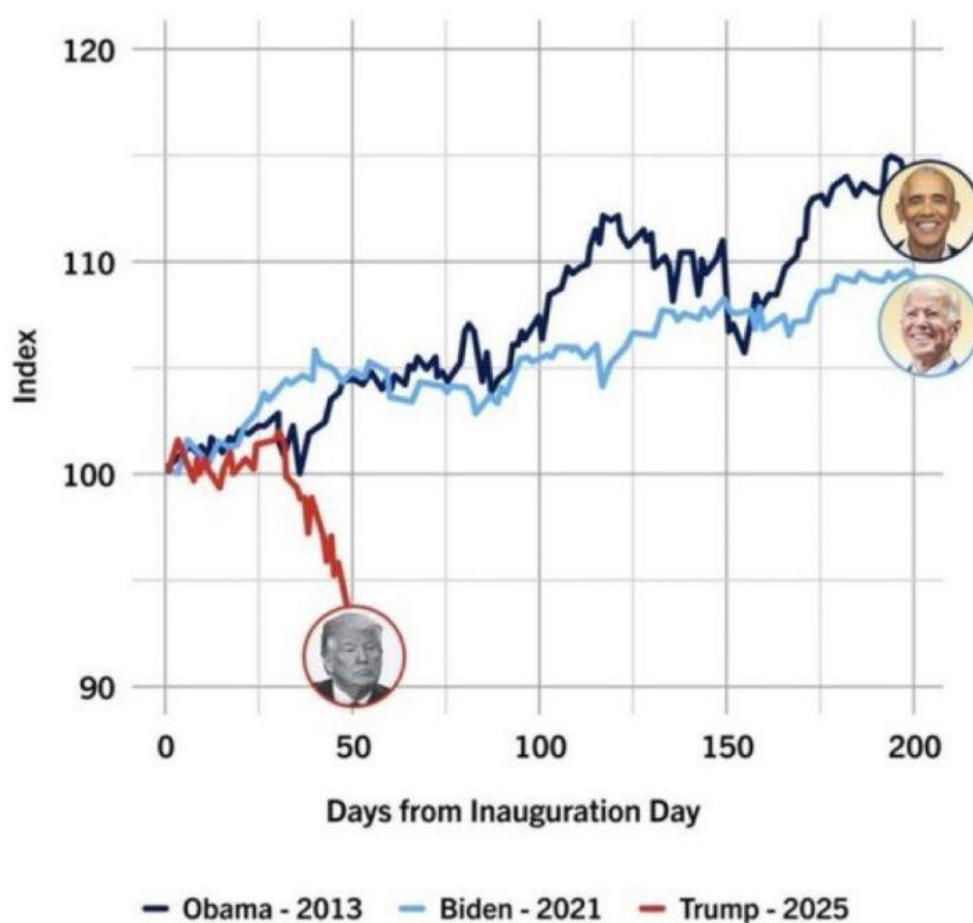


#food-for-thought

#sp500 #performance #trump

Chart updated

## S&P 500 INDEXED TO INAUGURATION DAY



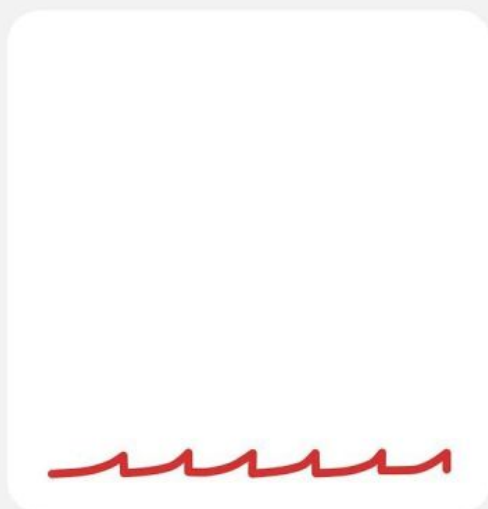
Source: Cheddar Flow

#food-for-thought

### #investing #advice

Never interrupt the compounding effect:

THE FIRST RULE  
OF COMPOUNDING...



... IS TO NEVER  
INTERRUPT IT



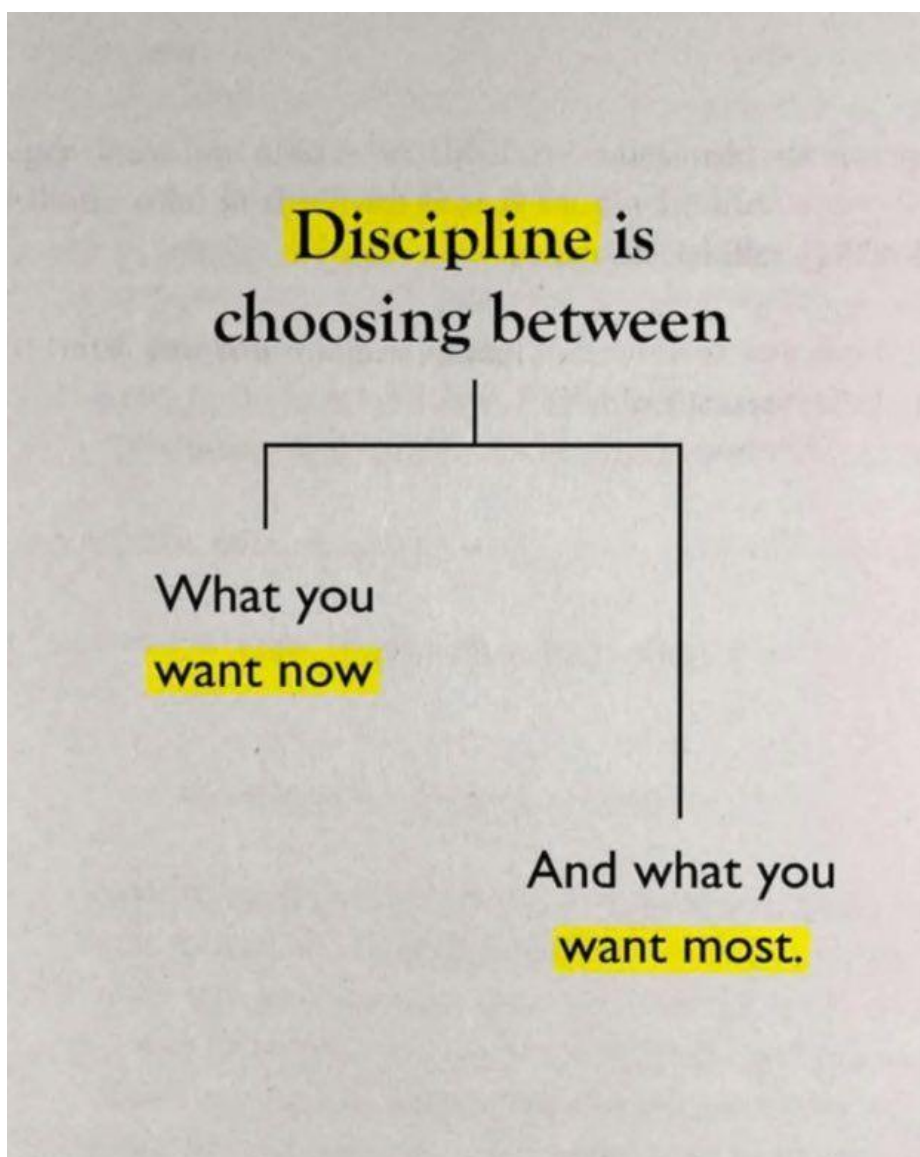
Source: Invest in Assets



#food-for-thought

## #success #advice

The choice is yours.



Source: Peter Mallouk @PeterMallouk

# Subscribe to the newsletter

[syzgroup.com/newsletter](https://syzgroup.com/newsletter)



This marketing communication has been issued by the Syz Group. It is not intended for distribution to, publication, provision or use by individuals or legal entities that are citizens of or reside in a state, country or jurisdiction in which applicable laws and regulations prohibit its distribution, publication, provision or use. It is not directed to any person or entity to whom it would be illegal to send such marketing material. This document is intended for informational purposes only and should not be construed as an offer or solicitation for the subscription, purchase, sale or keeping of any security or financial instrument, or as a contractual document. The information contained herein does not constitute any legal, tax or accounting advice and may not be suitable for all investors. The market valuations, terms and calculations contained herein are estimates only and may change without notice. The information provided comes from sources deemed reliable, but the Syz Group does not guarantee its completeness or accuracy. Past performance gives no indication of future results.

**Welcome to  
Syzerland**