

# Six Minute Strategy

## What next after Trump's tariffs?

April 2025



# Global equities

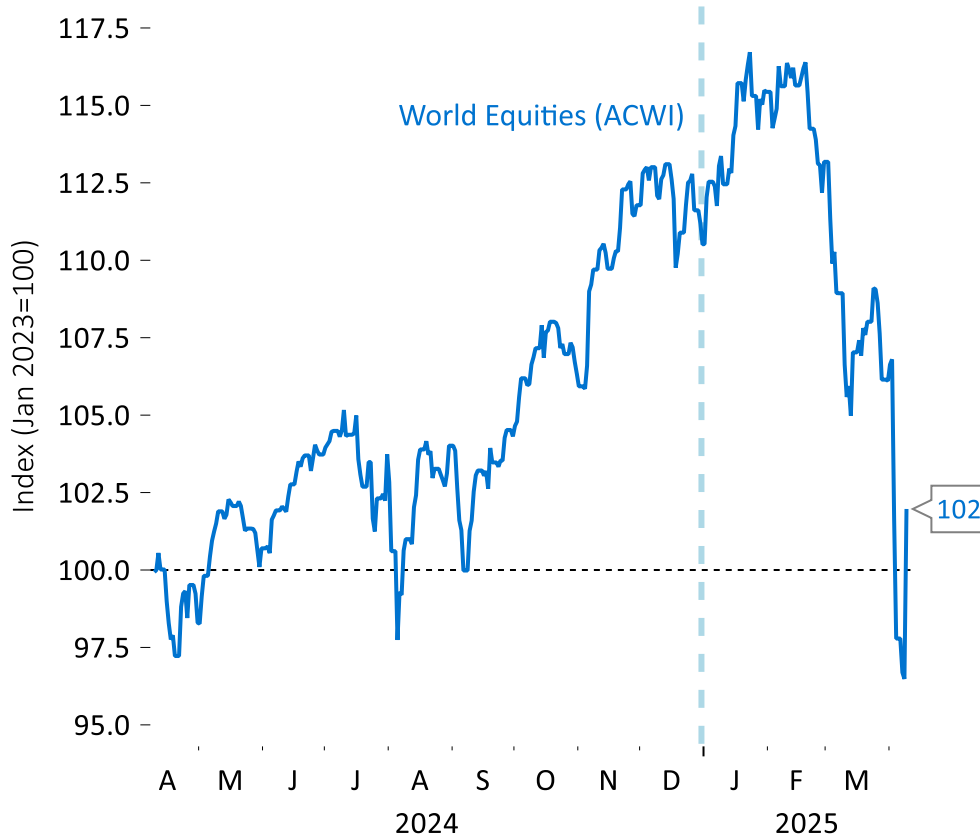
## Sharp rally in global equities after 90 day tariff delay



### US 'super-caps' correct in the face of US political risk

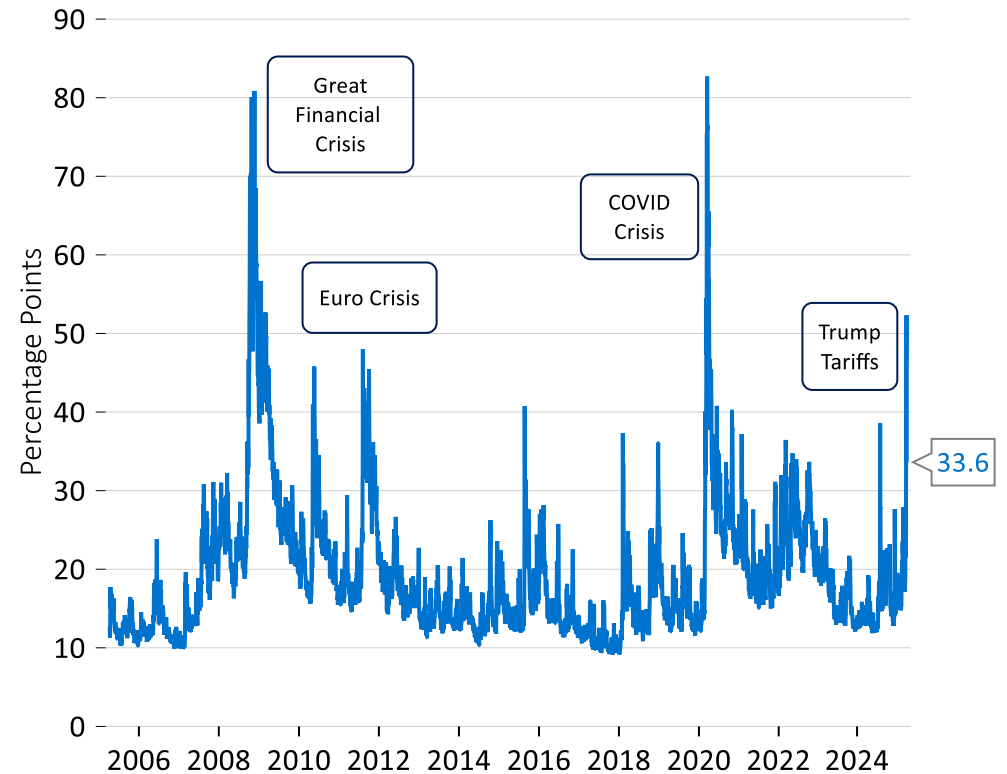


### US equity volatility at Euro Crisis levels



Source: Macrobond, 10.04.25

US Equity Volatility Indices (VIX), Close



Source: Macrobond, 10.04.25

Past performance is not a reliable indicator of future results and may not be repeated.

# White House tariffs - historical context

There has been a 90 day pause in US tariffs but a 10% flat rate remains plus 125% on China

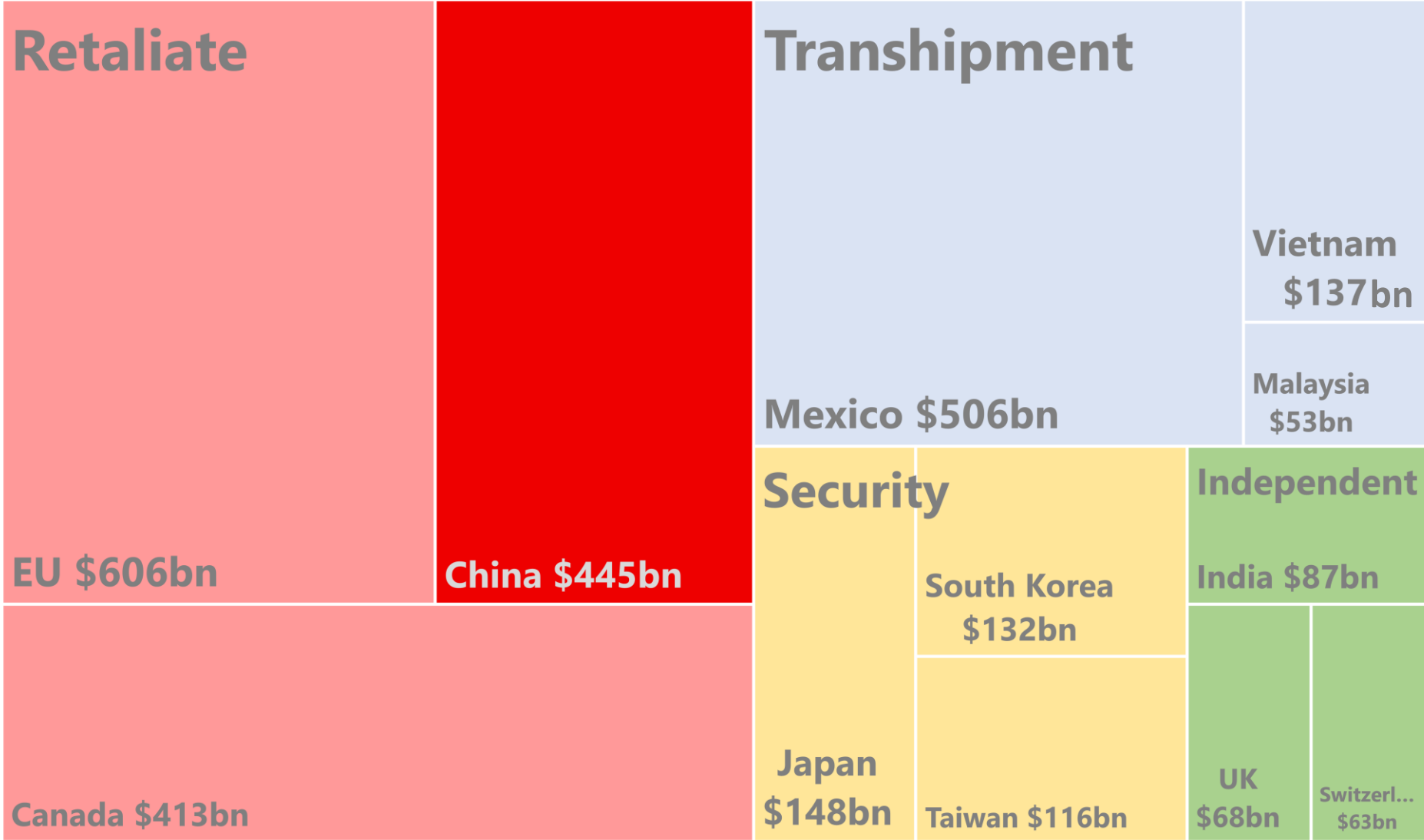
 US average effective tariff rate since 1790 - Customs duty revenue as a percent of goods imports



Source: Yale Budget Lab 2 April 2025

# Retaliate or negotiate?

Classification of US trade partners and bilateral annual deficit

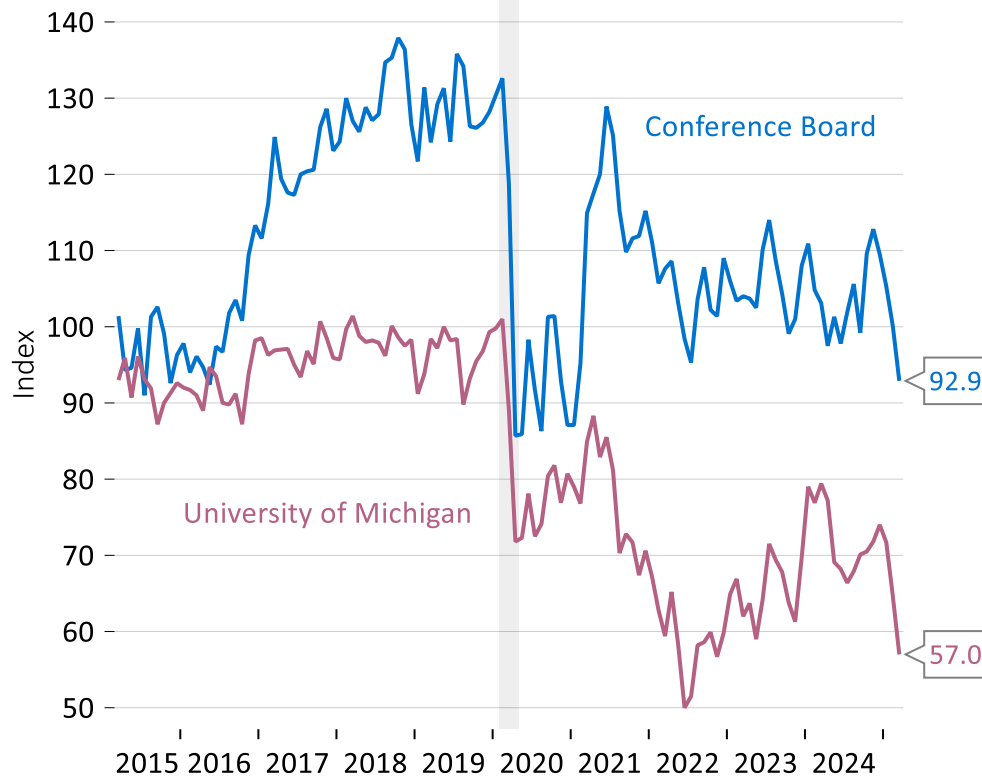


Source: Sarasin & Partners, April 2025

# Uncertainty and layoffs are hurting consumer confidence



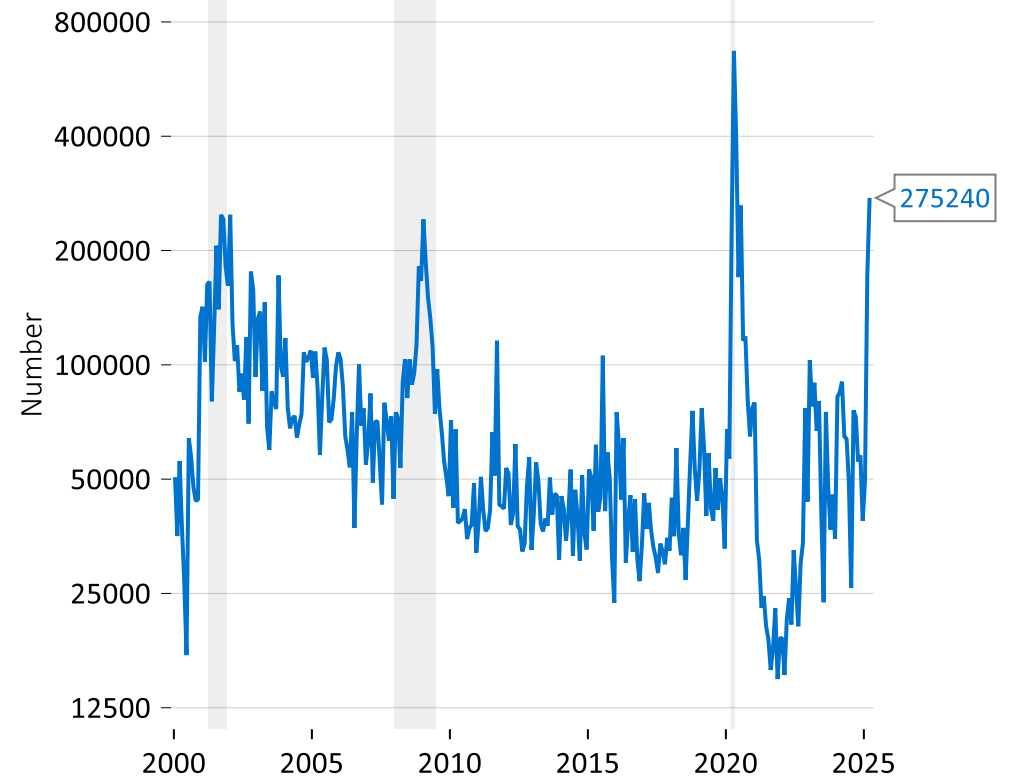
Consumer Confidence



Source: Macrobond, 10.04.25



Layoffs (Challenger Survey)

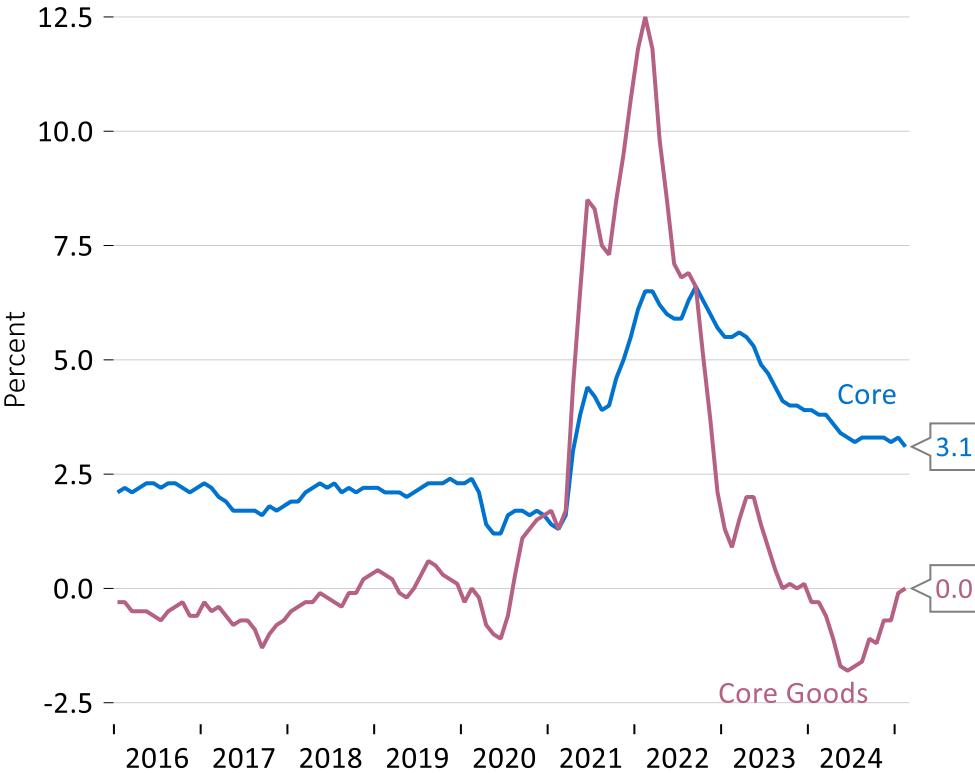


Source: Macrobond, 10.04.25

# Goods price inflation will pick up materially as tariffs set in



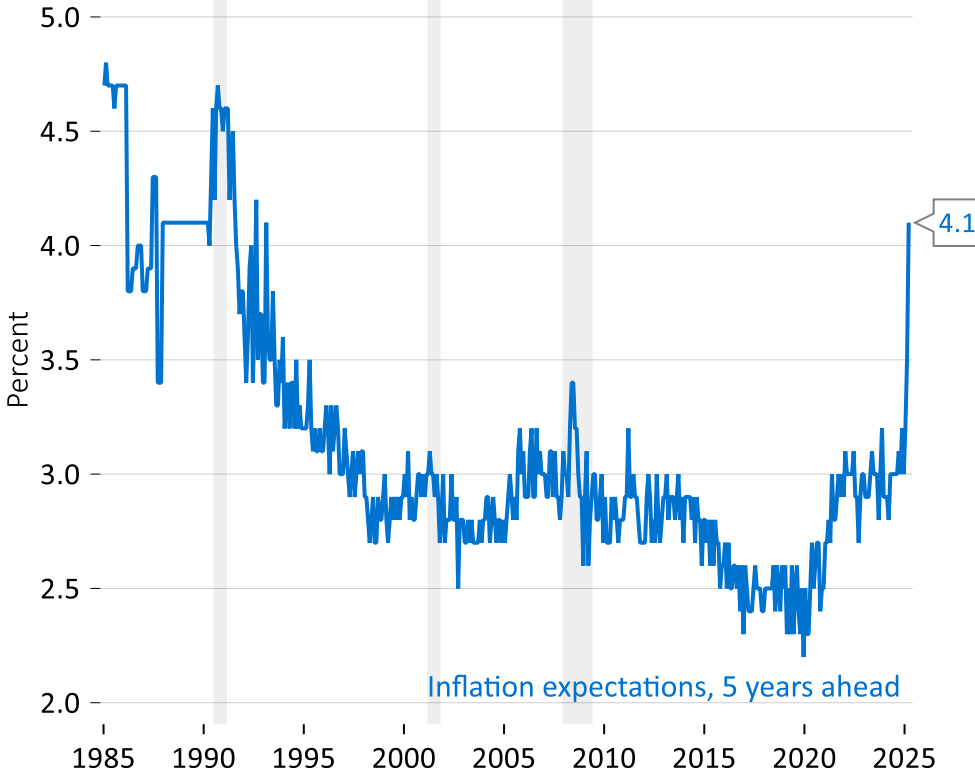
US Consumer Price Inflation



Source: Macrobond, 10.04.25



Inflation expectations, 5 years ahead



Source: Macrobond, 10.04.25

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