

## SUMMARY OF LAST WEEK

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The week marked a crucial turning point for global financial markets, characterized by three defining themes: dovish central bank policies, significant progress in US-China trade negotiations, and spectacular profits for Big Tech amid an unprecedented government data blackout. Overall, the Nasdaq led the week with a **2.24%** gain, followed by the Dow Jones at **0.75%** and the S&P 500 at **0.71%**. Small-cap companies were particularly hard hit, with the Russell 2000 falling **1.36%**. Markets welcomed better-than-expected inflation data, as September's CPI showed headline and core inflation at 3.0% year-on-year, reinforcing expectations that the Federal Reserve would continue its easing policy. On October 29, the Fed implemented a widely expected 25-basis-point rate cut, reducing the benchmark rate to 3.75-4%. However, hawkish comments from Chairman Jerome Powell cast doubt on a December cut, calling it "not inevitable" and noting "highly divergent views" among committee members. We believe the Fed will have to cut rates further, given the

The labor market appears to be cooling down considerably. The Fed also announced the end of quantitative easing, effective December 1st. Stock markets responded enthusiastically, reaching record highs on expectations of continued policy support. On the geopolitical front, the summit between Trump and Xi Jinping in South Korea on October 30 brought significant relief to the US-China trade war. The leaders agreed to a one-year trade truce, in which the US reduced overall tariffs on Chinese goods from 57% to 47%, while China agreed to suspend export controls on rare earth elements and increase soybean purchases. This progress eased months of market anxiety over escalating tensions and provided some relief for global supply chains, although underlying structural problems remain unresolved. Earnings season reached its peak with the release of results from the five Magnificent Seven companies: Microsoft, Alphabet, Meta, Apple, and Amazon. Collective expectations centered on 11.9% profit growth for the group, with intense scrutiny focused on the profitability of investments in artificial intelligence. The results were mixed: Alphabet rose, while Meta's shares and

Microsoft shares fell due to concerns about high AI spending without a corresponding increase in revenue. Overall, 64% of S&P 500 companies had reported earnings by October 31, with 86.9% beating earnings estimates and analysts projecting 10.7% earnings growth for the third quarter. Complicating market analysis, the ongoing government shutdown, nearing the second-longest in U.S. history, has suspended the release of key economic data, such as employment reports, GDP, and retail sales figures. The Congressional Budget Office estimates that the economic costs will range from \$7 billion to \$14 billion and that fourth-quarter GDP growth will be slowed by 1 to 2 percentage points. The exact status of non-farm payrolls also remains to be assessed to provide a more accurate picture of the economy.

# MACROECONOMIC FLUCTUATIONS AND DATA

## KEY DATES OF THE LAST WEEK

### October 27th

#### Orders for durable goods

NO DATA compared to the survey 3.1

### October 28th

#### Consumer confidence of Confidence Board

Actual 94.6 vs. survey 93.4

### October 29th

#### Decision on interest rates of the FOMC

Actual 4.00% vs. survey 4.00%

### October 30th

#### annualized third quarter GDP interquarter

NO DATA compared to 3.0% in the survey

### October 30th

#### Year-on-year PCE price index

NO DATA compared to the 2.8% survey

### October 31st

#### NNI Chicago PMI

Actual 43.8 vs. the poll 42.5

GLOBAL EQUITY INDICES	Last	5 Days	1 Month YTD
MSCI WORLD	4,390.42	0.44% $\bar{y}$ 1.23%	18.41%
MSCI EM	1,401.55	0.87% $\bar{y}$ 2.01%	30.32%
MSCI EM LATIN AMERICA	2,574.02	2.23% $\bar{y}$ 2.77%	38.94%
MSCI AC ASIA x JAPAN	917.20	0.99% $\bar{y}$ 1.90%	30.27%
<b>USA</b>			
S&P 500 INDEX	6,840.20	0.71% $\bar{y}$ 1.85%	16.30%
NASDAQ COMPOSITE	23,724.96	2.24% $\bar{y}$ 4.15%	22.86%
DOW JONES INDUS. AVG	47,562.87	0.75% $\bar{y}$ 1.72%	11.80%
RUSSELL 2000 INDEX	2,479.38	-1.36% $\bar{y}$ 0.13%	11.18%
<b>EUROPE</b>			
STXE 600 (EUR) Pr	571.89	-0.67% $\bar{y}$ 0.25%	12.66%
Euro Stoxx 50 Pr	5,662.04	-0.22% $\bar{y}$ 0.18%	15.65%
DAX INDEX	23,958.30	-1.16% $\bar{y}$ -1.72%	20.34%
CAC 40 INDEX	8,121.07	-1.27% $\bar{y}$ 0.49%	10.03%
FTSE MIB INDEX	43,175.32	1.62% $\bar{y}$ -0.19%	26.29%
IBEX 35 INDEX	16,032.60	1.08% $\bar{y}$ 2.87%	38.27%
SWISS MARKET INDEX	12,234.50	-2.65% $\bar{y}$ -2.18%	5.46%
FTSE 100 INDEX	9,717.25	0.74% $\bar{y}$ 2.38%	18.89%
			EM Bonds Spread
<b>ASIA</b>			
NIKKEI 225	52,411.34	6.31% $\bar{y}$ 14.51%	31.37%
HANG SENG INDEX	25,906.65	-0.24% $\bar{y}$ -4.55%	29.15%
CSI 300 INDEX	4,640.67	-0.43% $\bar{y}$ 0.00%	17.94%
SENSEX	83,938.71	-0.32% $\bar{y}$ 3.36%	7.42%
<b>LATAM</b>			
S&P/BMV IPC	62,769.18	2.66% $\bar{y}$ 1.27%	26.77%
			EM Local Currency
BRAZIL IBOVESPA INDEX	149,540.43	2.30% $\bar{y}$ 3.70%	24.32%
MSCI COLCAP INDEX	1,987.12	2.12% $\bar{y}$ 6.76%	44.04%
S&P/CLX IPSA (CLP) TR	9,428.89	3.05% $\bar{y}$ 6.06%	40.52%

EQUITIES SECTORS	Last	5 Days	1 Month YTD
MSCI WORLD/INF TECH	1,023.74	3.03% $\bar{y}$ 5.26%	29.28%
MSCI WORLD BANK INDEX	171.44	1.98% $\bar{y}$ 0.10%	34.28%
MSCI WORLD/CONS DIS	507.03	1.47% $\bar{y}$ 1.81%	8.32%
MSCI WORLD/FINANCEVAL	172.26	0.60% $\bar{y}$ -0.88%	22.91%
MSCI WRLD/COMM SVC	161.91	0.49% $\bar{y}$ 2.70%	27.21%
MSCI WORLD/ENERGY	262.79	0.13% $\bar{y}$ -0.31%	7.97%
MSCI WORLD/INDUSTRIAL	497.67	-0.26% $\bar{y}$ 0.12%	22.90%
MSCI WORLD/UTILITY	201.51	-1.52% $\bar{y}$ 1.45%	23.05%
MSCI WORLD/HIGH CARE	373.03	-1.59% $\bar{y}$ -1.49%	5.72%
PHILA GOLD & SILVER INDX	279.67	-2.07% $\bar{y}$ -6.75%	103.87%
			S&P GSCI Ind Metal Index
MSCI WORLD/MATERIAL	366.98	-2.10% $\bar{y}$ -3.09%	14.21%
MSCI WORLD/CON STPL	290.43	-3.26% $\bar{y}$ -0.90%	3.99%
	Last	5 Days Close	12M Close
2 and	3.57	3.48	0.09 4.17
5 and	3.69	3.61	0.08 4.16
10Y	4.08	4.00	0.08 4.28
			-0.21
<b>BONDS CREDIT SPREAD</b>		5 Days Close	12M Close
	235.94	254.3	-18.4 304.86
			-68.9
HY Bonds Spread	270.00	269.0	1.0 305.00
			-35.0
BBB 10yr Spread	167.25	166.9	0.3 145.17
			22.1
<b>FIXED INCOME</b>		5 Days	1 Month YTD
US High Yield	2,881.38	-0.08% $\bar{y}$ 0.04%	7.39%
EM Bonds USD	1,377.57	0.59% $\bar{y}$ 1.40%	10.37%
	150.12	-0.13% $\bar{y}$ 0.00%	14.40%
CoCos USD	149.23	-0.41% $\bar{y}$ -0.51%	12.35%
IG BBB 3-5yr USD	391.53	-0.82% $\bar{y}$ -0.02%	6.47%
IG AA Corp USD	286.12	-1.10% $\bar{y}$ -0.05%	7.47%

COMMODITIES	Last	5 Days	1 Month YTD
<b>CRB INDEX</b>	302.54	-0.15% $\bar{y}$ 1.06%	1.96%
WTI	60.98	-0.85% $\bar{y}$ -2.23%	-14.97%
Brent	65.21	-1.88% $\bar{y}$ -3.96%	-12.01%
US Natural Gas	4.12	24.82% $\bar{y}$ 24.86%	13.52%
<b>S&amp;P GSCI Precious Metal</b>	5,197.54	-3.20% $\bar{y}$ 2.08%	52.42%
Gold	4,002.92	-2.68% $\bar{y}$ 3.73%	52.52%
Silver	48.69	0.12% $\bar{y}$ 4.38%	68.46%
Platinum	1,574.23	-2.20% $\bar{y}$ -0.09%	73.46%
Palladium	1,438.60	1.11% $\bar{y}$ 14.06%	57.63%
<b>S&amp;P GSCI Ind Metal Index</b>	508.37	-0.01% $\bar{y}$ 2.96%	16.07%
Aluminum	2,884.00	0.87% $\bar{y}$ 7.59%	13.03%
Copper	10,873.06	-0.58% $\bar{y}$ 6.33%	25.66%
Nickel	15,021.16	-0.96% $\bar{y}$ -0.20%	-0.59%
<b>S&amp;P GSCI Agriculture</b>	362.46	1.76% $\bar{y}$ 2.38%	-5.34%
<b>CURRENCIES</b>	Last	5 Days	1 Month YTD
CHF vs USD	0.8046	-1.11% $\bar{y}$ -1.02%	12.78%
JPY vs. USD	153.9900	-0.73% $\bar{y}$ -3.95%	2.08%
CAD vs. USD	1.4010	-0.10% $\bar{y}$ -0.64%	2.67%
EUR vs. USD	1.1537	-0.77% $\bar{y}$ -1.68%	11.43%
GBP vs. USD	1.3152	-1.19% $\bar{y}$ -2.19%	5.08%
AUD vs. USD	0.6545	0.49% $\bar{y}$ -1.03%	5.77%
BRL vs. USD	5.3766	0.23% $\bar{y}$ -1.02%	14.89%
MXN vs. USD	18.5500	-0.53% $\bar{y}$ -1.28%	12.28%
COP vs. USD	3,854.68	-0.07% $\bar{y}$ 1.71%	14.30%
CNY vs. USD	7.1194	0.04% $\bar{y}$ 0.04%	2.53%
EUR vs. CHF	0.9283	-0.34% $\bar{y}$ 0.67%	1.27%
DOLLAR INDEX	99.8040	0.86% $\bar{y}$ 2.08%	-8.00%
BITCOIN	110,064.95	-3.85% $\bar{y}$ -6.40%	17.45%

## KEY DATES OF THE NEXT WEEK

### November 3rd

#### S&P Global US Manufacturing Survey 52.2

### ISM manufacturing

49.5

### November 4th

#### JOLTS Job Offers Survey 7,178,000

### Orders for durable goods

NO SURVEY

### November 5th

#### S&P Global US Services PMI

Survey 55.2

### US Composite PMI

#### from S&P Global

Survey 54.8

### ISM Services Index

Survey 50.8

## THIRD QUARTER OF 2025: FINANCIAL RESULTS

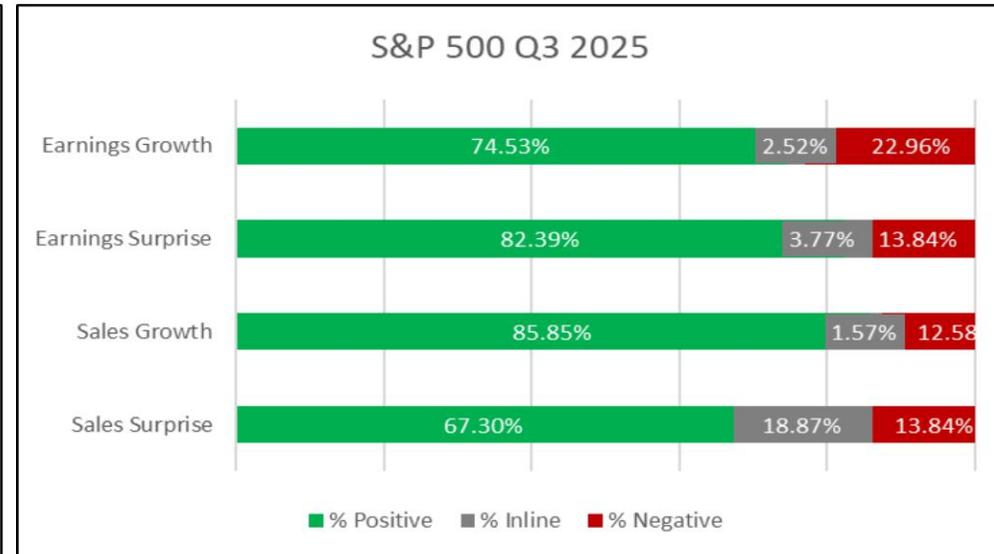
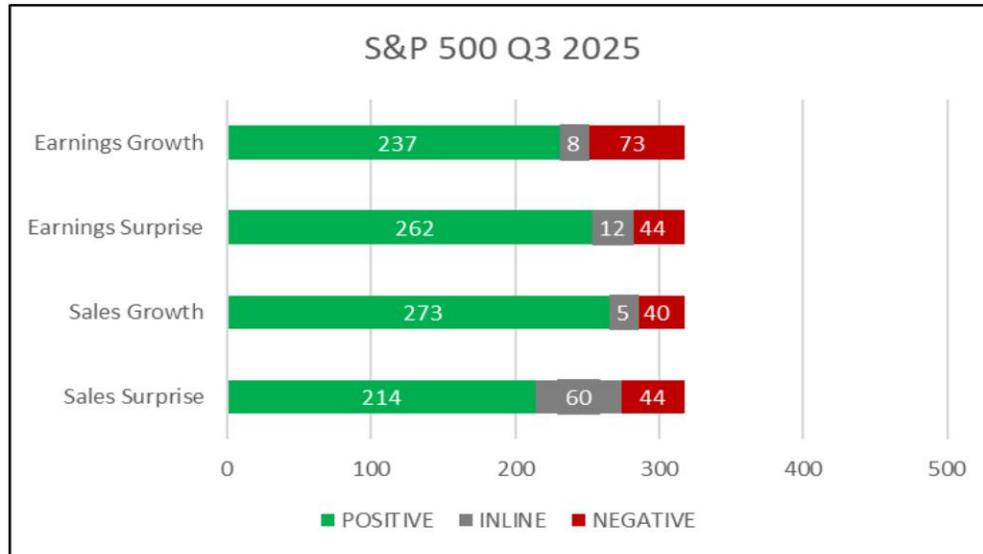
Earnings Growth				
	Positive	In-line	Negative	%
<b>S&amp;P 500</b>	<b>237</b>	<b>8</b>	<b>73</b>	<b>10.91%</b>
Materials	10	1	4	4.61%
Industrials	45	0	13	9.79%
Consumer Staples	12	1	8	0.57%
Energy	8	0	4	-1.76%
Technology	24	2	3	23.70%
Consumer Discretionary	15	0	16	8.67%
Communications	8	1	5	-6.90%
Financials	59	1	2	22.75%
HealthCare	25	1	10	8.57%
Utilities	11	0	4	13.35%
Real Estate	20	1	4	7.88%

Earnings Surprise				
	Positive	In-line	Negative	%
<b>S&amp;P 500</b>	<b>262</b>	<b>12</b>	<b>44</b>	<b>4.91%</b>
Materials	11	1	3	3.30%
Industrials	49	1	8	0.82%
Consumer Staples	19	2	0	4.06%
Energy	10	1	1	4.93%
Technology	24	1	4	8.20%
Consumer Discretionary	22	1	8	16.12%
Communications	9	1	4	-10.25%
Financials	53	1	8	7.58%
HealthCare	33	1	2	10.16%
Utilities	12	0	3	6.71%
Real Estate	20	2	3	4.34%

Sales Growth				
	Positive	In-line	Negative	%
<b>S&amp;P 500</b>	<b>273</b>	<b>5</b>	<b>40</b>	<b>8.24%</b>
Materials	12	0	3	1.87%
Industrials	48	1	9	7.34%
Consumer Staples	14	1	6	4.11%
Energy	6	0	6	-0.01%
Technology	27	0	2	11.83%
Consumer Discretionary	23	1	7	7.84%
Communications	11	0	3	10.33%
Financials	58	2	2	8.58%
HealthCare	36	0	0	11.85%
Utilities	15	0	0	10.04%
Real Estate	23	0	2	7.61%

Sales Surprise				
	Positive	In-line	Negative	%
<b>S&amp;P 500</b>	<b>214</b>	<b>60</b>	<b>44</b>	<b>2.36%</b>
Materials	11	2	2	1.10%
Industrials	31	15	12	2.11%
Consumer Staples	11	9	1	0.45%
Energy	9	1	2	4.27%
Technology	21	7	1	1.54%
Consumer Discretionary	19	7	5	3.12%
Communications	7	4	3	1.44%
Financials	48	5	9	2.47%
HealthCare	29	5	2	2.99%
Utilities	11	0	4	1.89%
Real Estate	17	5	3	1.79%

## THIRD QUARTER OF 2025: FINANCIAL RESULTS



# LAST WEEK'S RESULTS SEASON

DATE	COMPANY COMPANY	Value yourself		CURRENT		DIFFERENCE	
		EPS EPS	REV REV	EPS EPS	REV REV	EPS EPS	REV REV
09/09/2025 (PM)	ORACLE CORP	\$1.48	\$15.03 B \$5.91	\$1.47	\$14.93 B \$5.99	-0.7%	-0.7%
09/11/2025 (PM)	ADOBE INC	\$5.18	B \$21.67 B	\$5.31	B \$22.20 B	2.5%	1.3%
09/18/2025 (PM)	FEDEX CORP	\$3.60	\$17.36 B \$86.03	\$3.83	\$17.60 B \$86.16	6.5%	2.5%
09/25/2025 (AM)	ACCENTURE PLC-A	\$3.00	B \$11.02 B	\$3.03	B \$11.72 B 75.0	1.1%	1.4%
09/25/2025 (PM)	COSTCO WHOLESALE	\$5.82	\$23.87 B \$45.48	\$5.87	% \$23.94 B	0.9%	0.1%
09/30/2025 (PM)	NIKE INC -CL B	\$0.28	B \$23.74 B	\$0.49	\$47.12 B \$23.99 B \$22.09 B \$15.18		6.4%
10/09/2025 (AM)	PEPSICO INC	\$2.28	\$21.12 B \$14.17	\$2.29	B 11.0% \$6.51	0.5%	0.3%
10/14/2025 (AM)	JPMORGAN CHASE	\$4.83	B \$6.34 B	\$5.07	B \$21.44 B	4.9%	3.6%
10/14/2025 (AM)	JOHNSON&JOHNSON	\$2.78	\$21.16 B \$27.59	\$2.80	\$28.09 B 11.6%	0.8%	1.1%
10/14/2025 (AM)	CITIGROUP INC	\$1.87	B \$11.39 B	\$1.86	\$11.37 B \$18.22	-0.3%	4.6%
10/14/2025 (AM)	GOLDMAN SACHS GP	\$11.04	\$16.64 B \$6.02	\$12.25	B 32.8% 9.5%		7.2%
10/14/2025 (AM)	BLACKROCK INC	\$11.47	B \$4.98 B	\$11.55		0.7%	2.6%
10/14/2025 (AM)	WELLS FARGO & CO	\$1.55	\$7.17 B \$18.04	\$1.66		7.1%	1.3%
10/15/2025 (AM)	BANK OF AMERICA	\$0.95	B \$12.44 B	\$1.06			1.8%
10/15/2025 (AM)	ABBOTT LABS	\$1.30	\$10.40 B \$6.25	\$1.30		-0.1%	-0.2%
10/15/2025 (AM)	MORGAN STANLEY	\$2.11	B \$21.33 B	\$2.80			
10/16/2025 (AM)	SCHWAB (CHARLES)	\$1.24	\$10.66 B	\$1.31	\$6.14 B 5.5% 1.9%		
10/16/2025 (AM)	BANK NY MELLON	\$1.77	\$6.01 B	\$1.91	\$5.07 B \$7.33	7.7%	1.9%
10/16/2025 (AM)	US BANCORP	\$1.12	\$45.18 B	\$1.22	B \$18.43 B	9.0%	2.2%
10/17/2025 (AM)	AMERICAN EXPRESS	\$3.99	\$18.50 B \$2.41	\$4.14	\$12.41 B \$11.31	3.8%	2.1%
10/21/2025 (AM)	COCA-COLA CO/THE	\$0.78	B \$4.65 B	\$0.82	B 13.2% 8.7%	4.9%	-0.2%
10/21/2025 (AM)	GENERAL ELECTRIC	\$1.47	\$11.52 B \$15.03	\$1.66			
10/21/2025 (AM)	3M CO	\$2.07	B \$30.86 B	\$2.19	\$6.32 B 1.1%	5.6%	
10/21/2025 (AM)	RTX CORP	\$1.41	\$10.92 B \$16.10	\$1.70	\$22.48 B 20.3% \$10.85 B \$6.05 B		5.4%
10/21/2025 (AM)	PHILIP MORRIS IN	\$2.11	B \$26.36 B	\$2.24	\$48.59 B 23.2%	6.2%	1.7%
10/21/2025 (AM)	DANAHER CORP	\$1.72		\$1.89	\$18.61 B	9.8%	0.8%
10/21/2025 (AM)	GENERAL MOTORS C	\$2.27		\$2.80	\$2.51 B \$4.74 B \$11.51 B -15.5%		7.5%
10/21/2025 (AM)	LOCKHEED MARTIN	\$6.35		\$6.95	-0.1%	9.4%	0.6%
10/21/2025 (PM)	INTUITIVE SURGIC	\$1.99		\$2.40		20.6% 4.1%	
10/21/2025 (PM)	TEXAS INSTRUMENT	\$1.49		\$1.48		-0.4%	1.9%
10/21/2025 (PM)	NETFLIX INC	\$6.94		\$5.87			
10/21/2025 (PM)	CAPITAL ONE FINA	\$4.39		\$5.95	\$15.46 B 35.5% \$30.71 B \$11.12 B		2.9%
10/22/2025 (AM)	AT&T INC	\$0.54		\$0.54	\$16.33 B \$28.10	0.7%	-0.5%
10/22/2025 (AM)	THERMO FISHER	\$5.50		\$5.79	B	5.3%	1.8%
10/22/2025 (PM)	IBM	\$2.41		\$2.65		9.9%	1.4%
10/22/2025 (PM)	TESLA INC	\$0.54		\$0.50		-6.9%	6.6%

# LAST WEEK'S RESULTS SEASON

COMPANY	Value yourself		CURRENT		DIFFERENCE	
	EPS	REV	EPS	REV	EPS	REV
10/23/2025 (AM) UNION PAC CORP	\$3.00	\$6.25 B \$10.15	\$3.08	\$6.24 B \$10.41	2.7%	-0.1%
10/23/2025 (AM) T-MOBILE US INC	\$2.57	B \$21.98 B	\$2.82	B \$21.96 B	9.8%	1.3%
10/24/2025 (AM) PROCTER & GAMBLE	\$2.38	\$13.15 B \$22.19	\$2.41	\$13.65 B 1816.7%		-0.1%
DYNAMICS 10/28/2025 (AM) AMERICAN TOWER C 10/28/2025	\$0.01	B \$12.52 B \$2.65	\$0.23	3.8%		
(AM) UNITEDHEALTH GRP 10/28/2025 (AM) NEXTERA ENERGY 10/28/2025	\$1.89	B \$113.03 B	\$1.99	\$22.39 B 0.9%	5.6%	
(AM) PAYPAL HOLDINGS 10/28/2025 (AM) UNITED PARCEL-B 10/28/2025 (PM)	\$3.71	\$8.16 B \$8.24 B	\$3.88	\$12.91 B \$2.72	4.6%	3.1%
MONDELEZ INTER-A 10/28/2025 (PM) BOOKING HOLDINGS 10/28/2025 (PM)	\$2.47	\$20.87 B \$9.70	\$2.69	B 8.8% \$113.16 B 3.3% \$7.97 B 7.8	2.6%	2.6%
VISA INC-CLASS A 10/29/2025 (AM) VERIZON COMMUNIC 10/29/2025 (AM)	\$2.83	B \$8.73 B \$10.62 B	\$2.92	% \$8.42 B 11.3% \$21.42 B 31.7%	0.1%	0.1%
BOEING CO/THE 10/29/2025 (AM) CATERPILLAR INC 10/29/2025 (AM)	\$1.05	\$34.25 B	\$1.13	\$9.74 B \$9.01 B \$10.72 B \$33.82 B		-23%
CVS HEALTH CORP 10/29/2025 (PM) ALPHABET INC-A 10/29/2025 (PM)	\$1.20	\$22.29 B	\$1.34	\$23.27 B \$16.73 B \$102.87 B 17.8%	2.2%	2.2%
MICROSOFT CORP 10/29/2025 (PM) SERVICENOW INC 10/29/2025 (PM)	\$1.32	\$16.05 B \$98.89	\$1.74	\$87.47 B 26.5% \$77.67 B 12.4% \$3.41	2.6%	2.6%
META PLATFORMS-A 10/29/2025 (PM) STARBUCKS CORP 10/30/2025 (AM)	\$0.71	B \$85.08 B	\$0.73	B 12.9% 1.3%	2.5%	0.5%
MERCK & CO 10/30/2025 (AM) SOUTHERN CO 10/30/2025 (AM) ALTRIA GROUP	\$95.72 \$2.97	\$75.55 B \$3.36	\$99.50 \$2.98		3.9%	3.2%
INC 10/30/2025 (AM) BRISTOL-MYER SQB 10/30/2025 (AM) COMCAST	\$1.19	B \$49.59 B \$9.34	\$1.21		0.4%	1.0%
CORP-A 10/30/2025 (AM) MASTERCARD INC-A 10/30/2025 (AM) ELI LILLY & CO	(\$4.44)	B \$16.96 B \$7.73	(\$7.47)		1.6%	-1.3%
10/30/2025 (PM) AMAZON.COM INC 10/30/2025 (PM) APPLE INC	\$4.52 \$1.36	B \$5.32 B \$11.81	\$4.95 \$1.60		NA	4.4%
10/30/2025 (PM) GILEAD SCIENCES 10/31/2025 (AM) CHEVRON CORP	\$2.27	B \$30.72 B \$8.52	\$2.87		9.6%	4.2%
10/31/2025 (AM) EXXON MOBIL CORP 10/31/2025 (AM) LINDE PLC	\$3.68	B \$16.07 B	\$4.13			4.0%
10/31/2025 (AM) COLGATE-PALMOLIV 10/31/2025 (AM) ABBVIE INC	\$4.27	\$177.82 B	\$4.82			2.8%
01/11/2025 (AM) BERKSHIRE HATHAWAY	\$6.74	\$102.19 B \$7.46	\$1.05			2.8%
	\$0.55	B \$46.73 B	\$0.52			
	\$2.35	\$83.60B \$8.62B	\$2.58	\$51.24 B -84.4% 3.3%		
	\$1.51	\$5.13 B \$15.59	\$1.60	\$9.57 B -5.8% 2.4%		
	\$1.45	B \$93.97 B	\$1.45	\$17.28B \$7.82B	9.9%	1.9%
	\$1.48		\$1.63	\$5.25B	6.2%	1.2%
	\$1.10		\$1.12	\$12.22B	0.1%	-1.4%
	\$4.31		\$4.38	\$31.20B \$8.60B	9.9%	3.5%
	\$5.71		\$7.02		1.9%	1.5%
	\$1.56		\$1.95		1.6%	1.0%
	\$1.77		\$1.85	\$17.60 B 22.9% \$180.17 B 25.3% \$		9.5%
	\$2.13		\$2.47	102.47 B 4.3% \$7.77 B 15.9 % \$49.73		1.3%
	\$1.66		\$1.85	B 11.4% \$85.29 B -2.7% \$8.62 B \$5.13		0.3%
	\$1.81		\$1.76	B \$15.78 B \$94.97 B		4.2%
	\$4.17		\$4.21			6.4%
	\$0.89		\$0.91			2.0%
	\$1.78		\$1.86 \$0.00		0.9%	0.0%
	\$8,685.38				2.1%	-0.1%
					4.8%	1.2%
					NA	1.1%

# NEXT WEEK'S RESULTS SEASON

DATE	COMPANY	Value yourself		CURRENT		DIFFERENCE	
		EPS	REV	EPS	REV	EPS	REV
11/03/2025	PALANTIR TECHN-A	\$0.17	\$1.09 B				
11/03/2025	SIMON PROPERTY	\$3.13	\$1.49 B				
12/03/2025	SALESFORCE INC	\$2.86	\$10.28 B				
11/04/2025	PFIZER INC	\$0.64	\$16.60 B				
11/04/2025	UBER TECHNOLOGY	\$0.70	\$13.26 B				
11/04/2025	AMERICAN INTERNAL	\$1.72	\$6.84 B				
11/04/2025	ADV MICRO DEVICE	\$1.17	\$8.74 B				
11/04/2025	AMGEN INC	\$4.99	\$8.95 B				
11/05/2025	MCDONALDS CORP	\$3.33	\$7.10 B				
11/05/2025	METLIFE INC	\$2.32	\$18.79 B				
11/05/2025	EMERSON ELEC CO	\$1.61	\$4.91 B				
11/05/2025	QUALCOMM INC	\$2.85	\$10.74 B				
11/06/2025	CONOCOPHILLIPS	\$1.40	\$14.17 B				
11/07/2025	DUKE ENERGY CORP	\$1.75	\$8.49 B				
12/12/2025	BROADCOM INC	\$1.86	\$17.45 B				
11/13/2025	WALT DISNEY CO/T	\$1.05	\$22.83 B				
11/13/2025	CISCO SYSTEMS	\$0.98	\$14.76 B				
11/18/2025	HOME DEPOT INC	\$3.87	\$41.12 B				
11/18/2025	MEDTRONIC PLC	\$1.32	\$8.87 B				
11/19/2025	NVIDIA CORP	\$1.25	\$54.76 B				
11/19/2025	TARGET CORP	\$1.74	\$25.22 B				
11/19/2025	LOWE'S COS INC	\$3.02	\$20.85 B				
11/20/2025	WALMART INC	\$0.60	\$177.31 B				
11/20/2025	INTUIT INC	\$3.09	\$3.77 B				
11/21/2025	DEERE & CO	\$3.88	\$9.83 B				

## VISION OF IN ON CAPITAL SA

Asset Class	U	N	O
Renta Fija			
Renta Variable			
Alternativos			

Regions (Equity)	U	N	O
North America			
Europe			
Emerging Markets			
Japan			

Equity Sectors	U	N	O
Consumer Staples			
Health Care			
Telcom Services			
Utilities			
Consumer Disc.			
Energy			
Financials			
Industrials			
Technology			
Real Estate			
Materials			

Markets have been positively boosted by the latest CPI figure, which came in at 3% year-on-year, supporting the Fed's upcoming rate cuts and allowing prices to reach new highs. After one of the best seven-month rallies on record, the market needs a breather and could be on the verge of a short-term correction. Precious metals are entering a short-term consolidation phase with a sharp decline, but we see this as a buying opportunity for long-term investors, as the story behind gold and silver remains intact.

The current federal government shutdown has prevented the release of important and critical data, such as September's non-farm payrolls. Weak figures could exacerbate the current risk aversion and push the market into a prolonged correction. We advise clients to reduce their equity exposure and increase their fixed-income investments, which should provide attractive returns.

## THE TOPIC OF THE WEEK

### Switzerland: Europe's safe haven at a great discount

The Swiss stock market has had a turbulent 2025, with the SPI's modest advance of 9.4% so far this year, compared to the MSCI World's +18.2% (Chart 1).

Although this performance seems disappointing compared to other developed markets, the current environment presents a potentially attractive investment opportunity.

of the current market, especially for investors seeking a defensive, high-quality exposure to the current risk of a short-term correction. The main obstacle

The US tariffs, a consequence of market forces, have created an attractive distortion in valuations. The 39% tariff on Swiss products imposed on August 7, 2025

It represents one of the highest rates globally and significantly exceeds the EU's 15% rate.

However, it is crucial to point out that the pharmaceutical sector, which accounts for between 50% and 60% of Swiss exports to the US (which represent 18% of the total), continues

being exempt from tariffs. Although Trump threatened in September to impose 100% tariffs on pharmaceutical products, this announcement has not been carried out and the risk

The likelihood of the worst-case scenario occurring has decreased following bilateral negotiations. With Roche and Novartis committing to invest €50 billion and €23 billion respectively.

dollars respectively in the United States, the pharmaceutical sector, which represents almost 30-35% of the Swiss Performance Index (SPI), has a high probability of not seeing

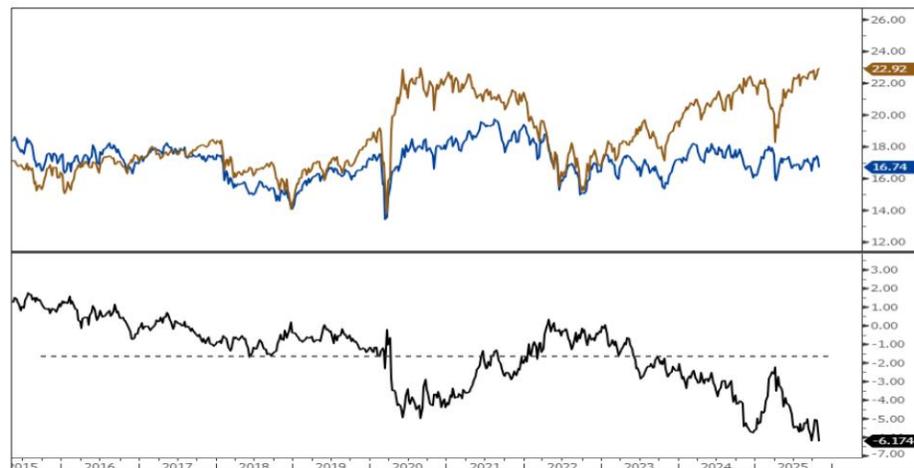
affected by the original threat. In any case, this situation has created a historic valuation gap compared to the global market. **With a future P/E ratio of**

**At 16.7 times, the Swiss market is at its lowest level in 10 years compared to the MSCI World's future P/E ratio of 22.9 times** (Chart 2).

Chart 1: Year-to-date performance: MSCI World (+18.2%); SPI (+9.4%)



Chart 2: 12-month future P/E ratio: MSCI World (22.9 times); SMI (16.7 times); spread (-6.2%)



## THE TOPIC OF THE WEEK

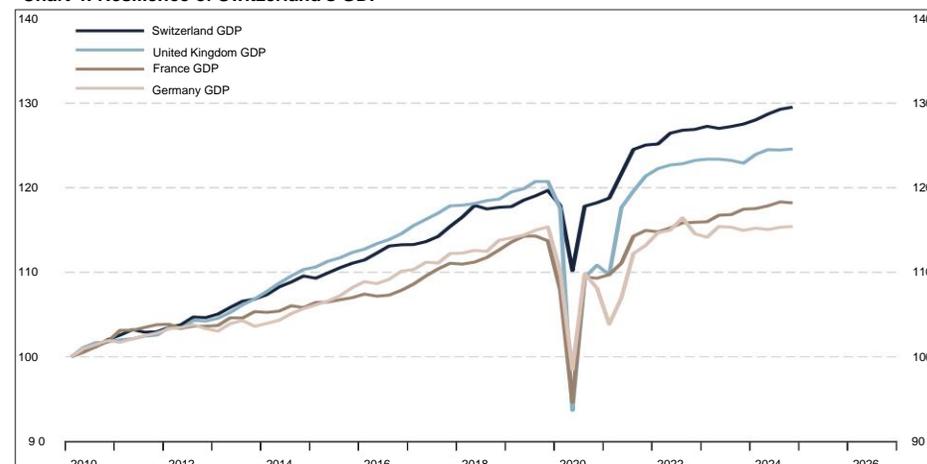
Switzerland's economic growth trajectory has historically aligned with that of its European counterparts (Figure 3). However, the Swiss economy exhibits **One distinctive characteristic: greater resilience during periods of economic turbulence and recession. This strength was especially evident during the COVID-19 pandemic** (Chart 4). This structural resilience is expected to provide crucial support for Switzerland to cope with the challenging economic environment ahead. for the remainder of 2025 and into 2026. Headwinds are intensifying, leading to a reassessment of growth expectations. In its latest review, Published two weeks ago, the Swiss federal government revised its economic forecasts downwards. The updated projections indicate GDP growth of 1.3% for 2025, followed by a further slowdown to 0.9% in 2026. Both figures are well below Switzerland's long-term average growth rate of 1.7%, which This reflects the increasingly difficult macroeconomic conditions ahead. These forecasts come against a backdrop of great uncertainty in global trade. Following a After a strong start in the first quarter, activity slowed significantly between April and June. This slowdown occurred because companies brought forward their shipments. spring to avoid the introduction of US tariffs. They were right, since on August 1, 2025, Washington announced a 39% surcharge on most of the Swiss products.

Despite these moderate forecasts, Switzerland's demonstrated ability to achieve better-than-expected results under adverse conditions may serve as a factor mitigating factors in the short-term outlook. As we mentioned in our other post, the market is technically ready for a short-term correction. For the For investors wishing to maintain their investments, the Swiss market offers attractive valuations with a defensive focus due to its high allocation to defensive sectors. such as healthcare (35%), basic consumer goods (25%) and luxury items (8%).

Chart 3: GDP of Switzerland; GDP of the Eurozone



Chart 4: Resilience of Switzerland's GDP

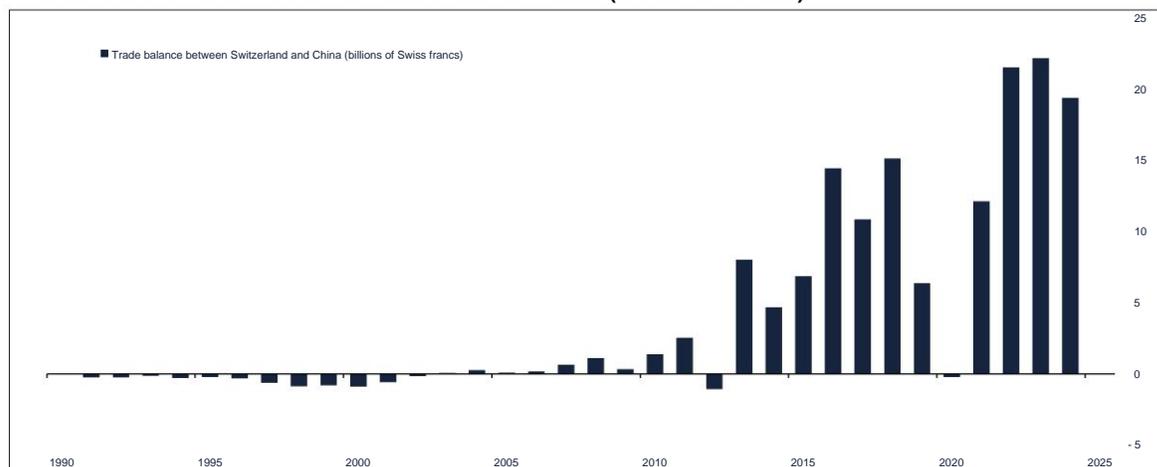


## THE TOPIC OF THE WEEK

Despite recent macroeconomic challenges, Swiss companies have maintained their strong competitive position in global markets. This strength is reflected in the Switzerland's considerable international revenue generation, with approximately 50% of national income coming from foreign markets, demonstrates the outward orientation and export capacity of the Swiss economy. Switzerland's trade performance is particularly notable in its trade relationship with China . **The country maintains a trade surplus with the world's second-largest economy, distinguishing it as one of the few Western nations that has achieved This favorable balance** (Chart 5). This positive trade position underscores both the quality differentiation of Swiss exports and their strategic positioning. Swiss companies within global value chains, especially in sectors where Switzerland maintains technological and manufacturing advantages.

China is the third most important export destination, with 9.5%, after the United States (+16.5%) and Germany (+11.5%). That said, if Hong Kong is included (which often closely linked to China from an economic point of view), represents an additional 2.8% of Swiss exports, bringing the combined total to China and Hong Kong account for approximately 12-13% of Swiss exports. Returning to the situation in the United States, the Swiss authorities and the business community Negotiations with Washington continue to secure an exemption from customs duties, while domestic measures are being prepared to mitigate the impact. Economic. If a bilateral agreement were reached in the near future or if trade tensions were eased, the prospects for economic growth would improve. gradually. Meanwhile, the Swiss economy continues to underperform, hampered by the relatively high cost of its exports, the slowdown in investment, and the cautious household consumption.

Chart 5: Trade balance between Switzerland and China (in billions of CHF)



## THE TOPIC OF THE WEEK

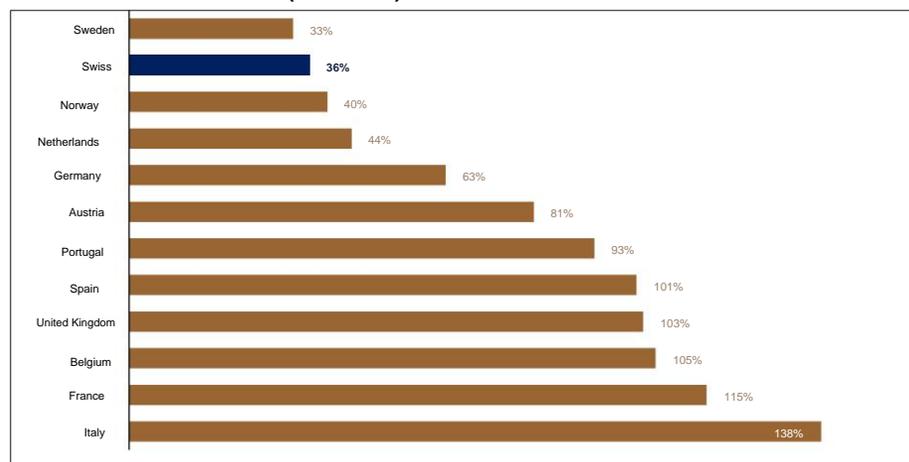
Sustained economic growth requires a recovery in consumer confidence, which has remained subdued since the global inflationary episode of 2023. Although consumer confidence has been affected throughout this period, Switzerland's inflationary experience has been remarkably moderate in compared to its regional neighbors. Annual price growth reached a peak of 3.5% nationally, representing a fraction of the rates of Inflation observed in neighboring economies, which experienced increases two to three times this magnitude, is even more significant. **Even more noteworthy is that Swiss consumer prices They have registered zero growth in the last 18 months, indicating a complete stabilization of prices. Despite this favorable trend, the Household inflation expectations remain high** (Chart 6), suggesting a persistent disconnect between actual price trends and consumer perceptions. As inflationary concerns gradually readjust to align with actual price stability, a Improved consumer confidence. This normalization of sentiment should boost private consumption growth, which is expected to serve as a driving force stabilizes and mitigates the impact of the current economic slowdown.

The good news is that, in the coming years, Swiss businesses and households will continue to benefit from low or even negative interest rates. This monetary policy is This is based on two main factors. First, the current inflationary environment provides the Swiss National Bank (SNB) with considerable policy flexibility to give Priority is given to employment objectives. Secondly, public debt is low enough that long-term interest rates do not include a premium of risk linked to a possible default, as occurs in many European countries and in the United States. In Switzerland, the constitutional debt brake mechanism has contributed to restoring balance to public finances. **Since its implementation in 2003, public debt has fallen from 51% to 36% of GDP, while in the The rest of Europe usually exceeds 90% and on the other side of the Atlantic it is 120%** (graph 7).

Chart 6: Switzerland Inflation rate (+0.2%); household price expectations (+3%)



Chart 7: Public debt ratio (% of GDP)



## THE TOPIC OF THE WEEK

This spectacular financial recovery has reduced interest expenses to less than 1% of government spending and has boosted investor confidence. **As a result, Not only will medium- and long-term bond yields remain very low, with no correlation to other developed countries** (Chart 9), but they could return into negative territory if investor demand for these safe-haven assets were to strengthen. Capital flows into Switzerland will contribute to the appreciation of the Swiss franc. To fully understand the structural upward trend of the Swiss currency, it is necessary to examine the evolution of prices of goods and services on both sides of the border and the means to compensate for the differences. For decades, Switzerland has experienced very low inflation (2.3% annually over the last 75 years). This has allowed to maintain the purchasing power of their currency. This inflationary situation seems even more advantageous when compared internationally. **It is the logical consequence of the structural appreciation of the Swiss franc against most other currencies, particularly the dollar and the euro** (Chart 9).

The last two decades have shown that the SNB's objective is not to prevent the appreciation of the franc, but to slow it down to give companies time to adapt and continue being competitive. Once again, after spending almost two years selling billions of Swiss francs and buying the equivalent in dollars and euros, the SNB can be consistent. In its September press release, it stated that the economic situation was not a cause for concern, that businesses expected solid growth and that there were no signs of a sustained negative trend in inflation.

Chart 8: Change in 30-year interest rates

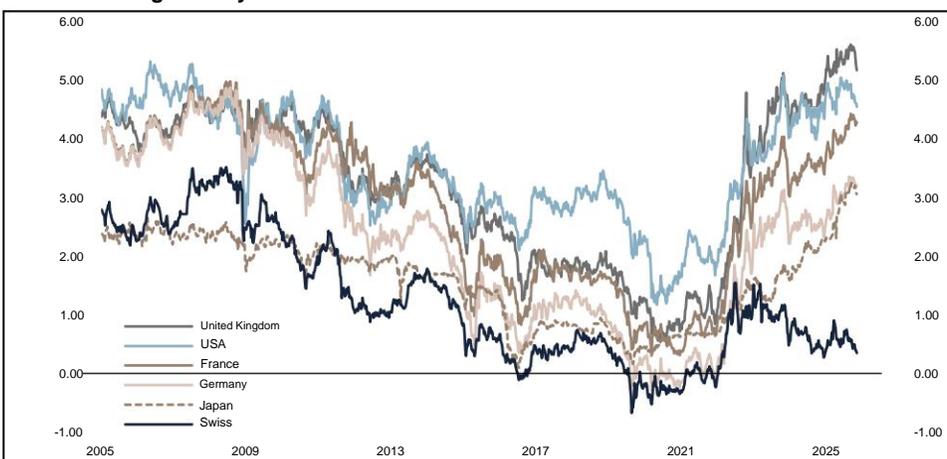
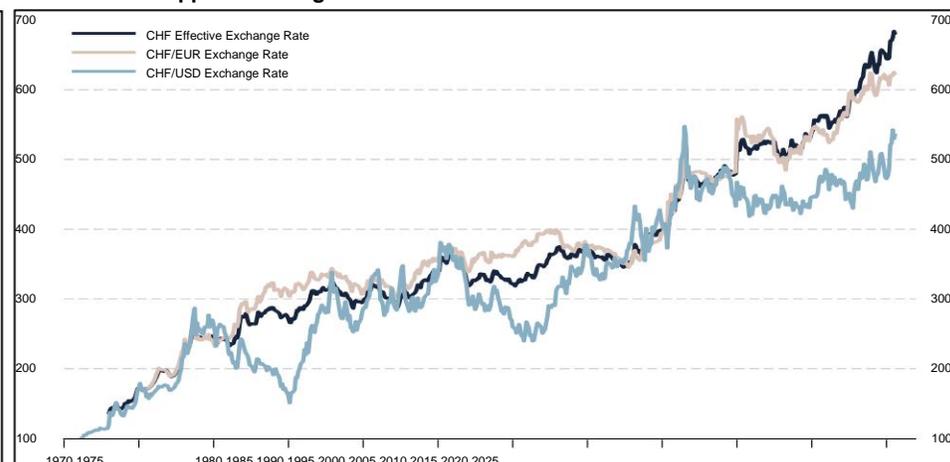


Chart 9: CHF appreciation against the EUR and USD



## THE TOPIC OF THE WEEK

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### CONCLUSION

The risk of a market correction is high, and international investors would have good reason to focus on the Swiss index. Switzerland has been particularly hard hit by the US president's tariff pressure, but we believe that 100% tariffs on the pharmaceutical sector are unlikely.

With such low valuations, the Swiss market appears to be an opportunity, as well as a solid investment during times of stock market turbulence. With a robust economy, low inflation, and a strong Swiss franc, investors assume a low risk by allocating a portion of their assets to Swiss stocks.

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