

SELL INTO THE RALLY

<p>Our views:</p> <ul style="list-style-type: none"> • With economic recession our base case for FY25, this suggests the current sell-down is not done. • Expect ongoing economic trade war momentum between US & China to accelerate as both capitalize on their various economic leverage (fig 3, 4). • Continued high volatility: Ongoing Tariff adjustments, economic sanctions, US debt ceiling concerns, potential US tax changes. • Substantial risk of higher US Bond Yields (7%) & average credit spreads widening (Covid levels) to 160-180bps and 650-700bps for high-yield. • 6Σ AI Research (SSRE) recommends Tariff Insensitive Equities and small caps (fig 1) 	<p>George KOH gk@ssre.ai +65 97563938 6Σ Research Pte Ltd</p>
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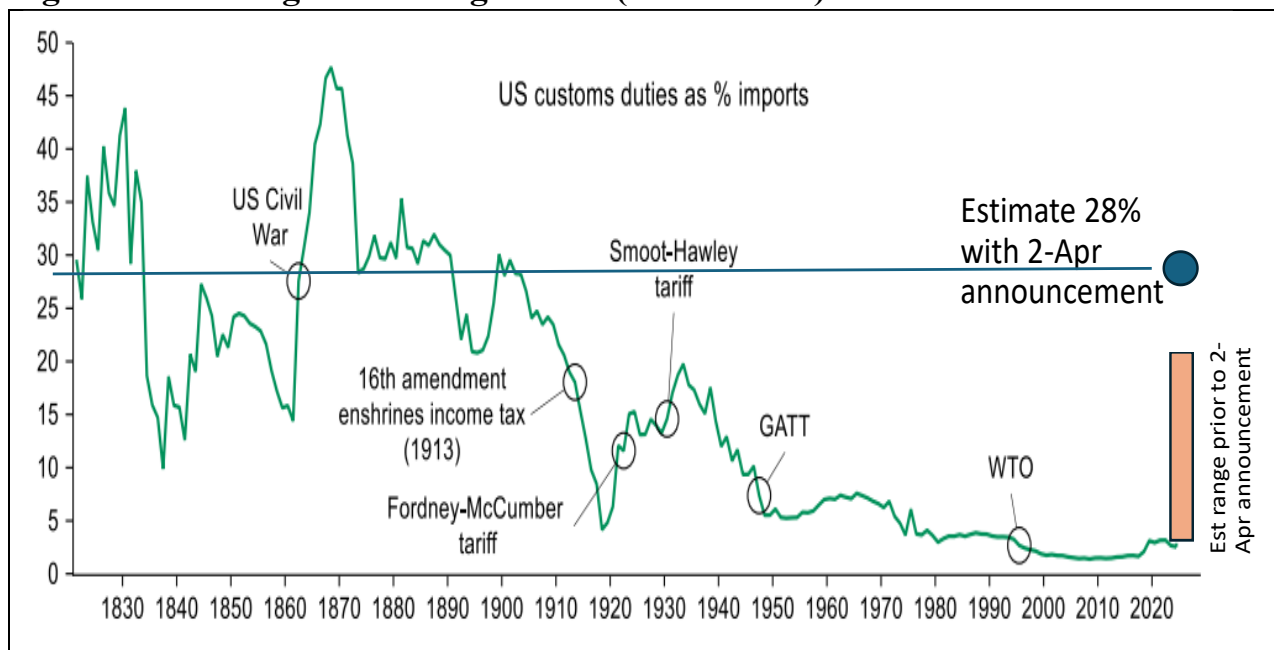
Figure 1: Tariff insensitive equities (TIE)

Equities (NYSE)	Mkt Cap US\$ bn	Last Price
Palantir Technologies (PLTR) ^α	204	87.49
<i>Small Caps</i>		
TKO Group (TKO) ^α	28	145.09
Service Corporation International (SCI) ^α	10	75.13

Entry & Exit Strategies / Valuation^α only available for clients

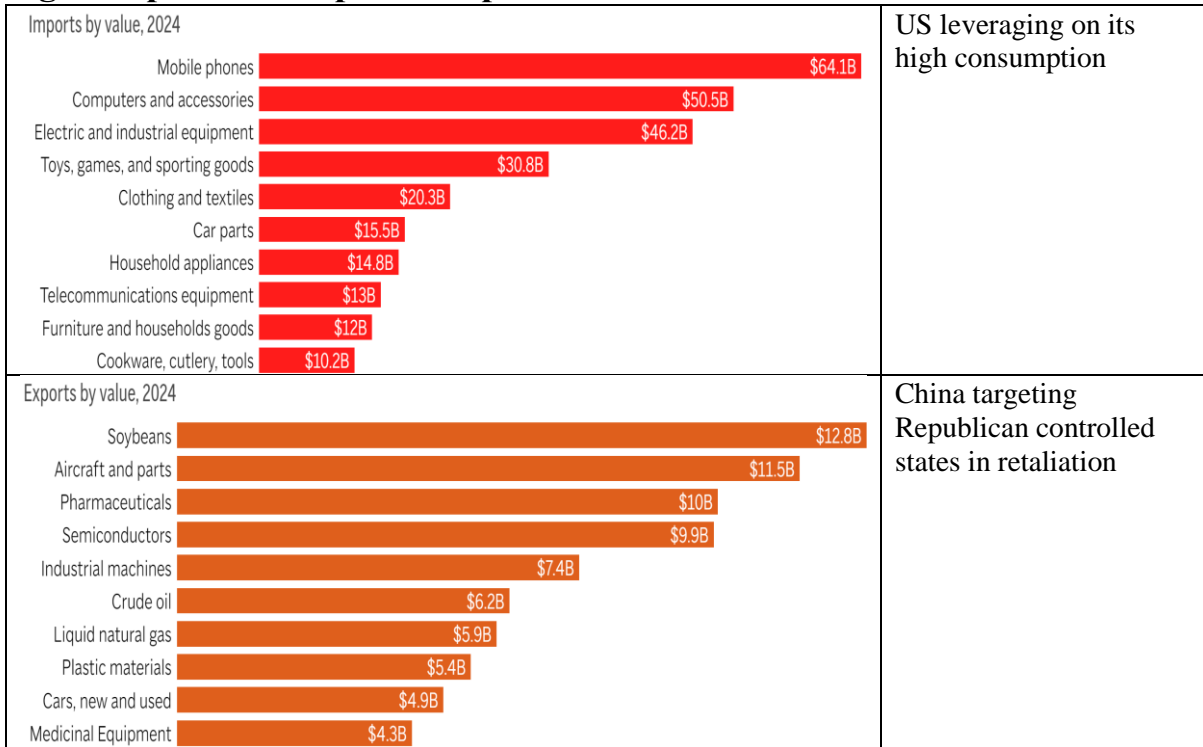
Source: 6Σ Research, CNBC

Figure 2: US Weighted average Tariff (1920 – 2025)



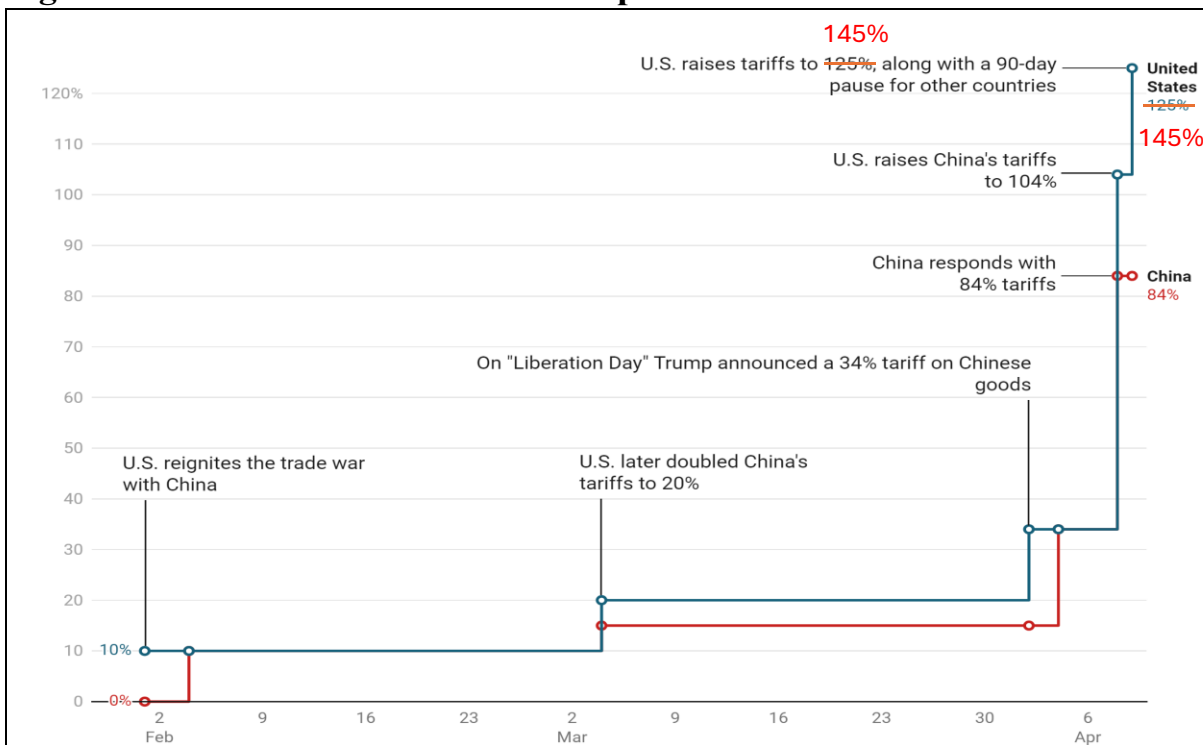
Source: BNP Paribas, 6Σ estimate

Fig 3: Top 10 U S Imports/ Exports



Source: Associated Press, 6Σ estimate

Fig 4: 145% new tariff level as of 12-April-2025



Source: Associated Press, 6Σ estimate