

Stanton Capital - Asset Class Views

Quarter Ending March 31, 2025

Main Asset Classes

Main Asset Classes	UW	N	OW	Change	Conviction	Justification
Equities			OW	↑ Favorable	Moderate	Market supported by improving global growth and resilient corporate earnings.
Duration		N		Neutral	Standards	As the Fed enters rate-cutting cycle but timing and magnitude remain uncertain.
Credit			OW	Attractive	Moderate	Interest rates and healthy corporate fundamentals support overweight position.

Preference by Asset Class

Equities

Equities Sub-Asset Classes	UW	N	OW	Change	Conviction	Justification
U.S. Large Cap			OW	Strong balance sheets	Moderate	and pricing power provide resilience in evolving rate environment.
U.S. Small Cap		N		↑ Improving economic	Standards	conditions may benefit small caps, but liquidity concerns remain.
Europe	UW			↓ Structural growth	Underweight	challenges and political uncertainty warrant underweight stance.
Japan		N		Mixed signals	Standards	from corporate governance reforms offset by demographic headwinds.
U.K.		N		Neutral	stance	given Brexit aftermath stabilization but limited growth前景.
Canada			OW	Commodity exposure	Standards	provides diversification benefits amid global growth uncertainty.
Australia		N		Neutral position	Standards	as housing market concerns balance resource sector.
Emerging Markets (EM)			OW	Beneficiaries of global	Standards	growth improvement and potential USD weakness as Fed eases.

Fixed Income

Fixed Income Sub-Asset Classes	UW	N	OW	Change	Conviction	Justification
U.S. Treasuries		N		Neutral	Standards	as rate-cutting cycle begins but term premium remains consistent.
German Bunds	UW				European growth	concerns and ECB policy lag justify underweight position.
Japanese Government Bonds		N			BOJ's gradual policy normalization supports neutral positioning.	
U.K. Gilts		N		Neutral stance	Reflecting	balanced risk between inflation persistence and growth expectations.
Canada Bonds		N			Neutral	positioning as Bank of Canada follows Fed's easing trajectory.
Australia Bonds		N			Neutral	stance given RBA's cautious approach to rate adjustments.

Italy Fixed Income	UW				Fiscal Concerns	and political risks warrant continued underweight position
Corporate Investment Grade			OW	Solid credit fundamentals	Moderate	and attractive spreads relative to sovereigns support
Emerging Market Debt Sovereign (EMD)			OW	↑ Improving	Moderate	growth and potential USD weakness enhance EMD attractiveness

Currency

Currency Sub-Asset Classes	UW	N	OW	Change	Conviction	Justification
United States Dollar (USD)		N		↓	Neutral	stance as Fed rate cuts may weaken USD relative to current levels
Euro (EUR)		N			Neutral	positioning given mixed European economic signals and ECB policy
Japanese Yen (JPY)			OW	↑	Potential beneficiary	of carry trade unwinding as global rate differentials
Swiss Franc (CHF)		N			Safe-haven	status balanced against SNB intervention risks maintains neutral
Hong Kong	UW				China growth	concerns and property sector issues warrant underweight