



A D V I S O R S C A P I T A L

Debts & Deficits

Market & Economic Thoughts

Agenda

The Landscape

The Plan

The Rollout

When Things Don't Go to Plan

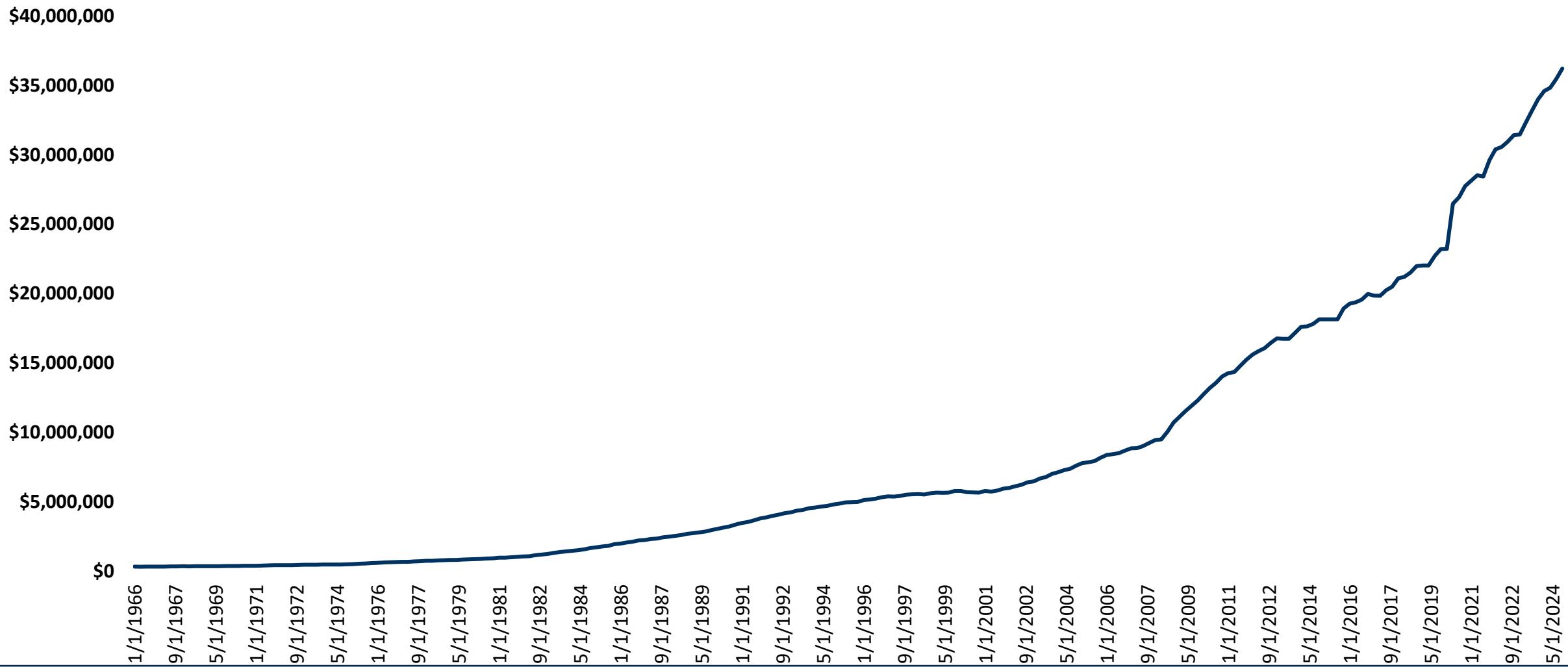
What's Next?



A close-up photograph of an American flag mounted on a building's cornice. The flag is slightly wrinkled and shows stars in the upper left corner and red and white stripes. The background consists of the building's light-colored stone or concrete cornice and a portion of the sky.

The Landscape

Federal Debt: Total Public Debt



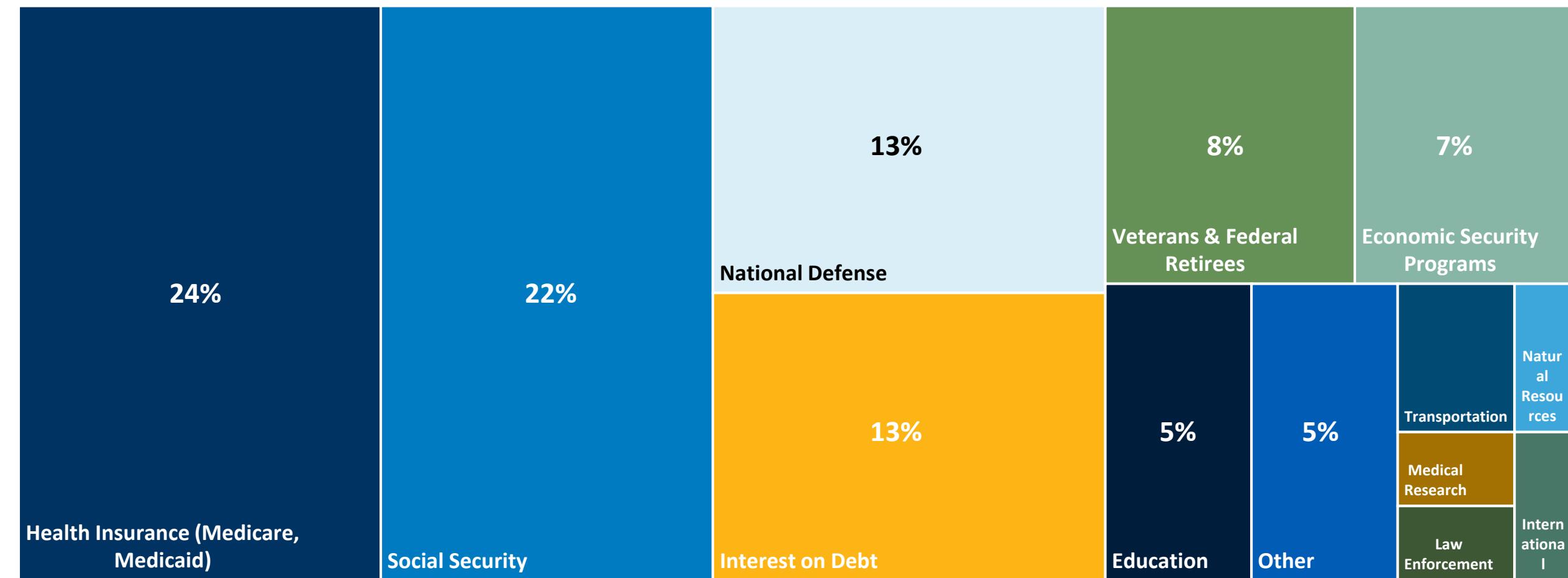
Source: <https://fred.stlouisfed.org/series/GFDEBTN>

The Budget

- FY 2024 Deficit: **\$1.83T**
- FY 2025 Projected Deficit: **\$1.9T**
- FY 2024 Spending: **\$6.75T**
- FY 2024 Revenue: **\$4.92T**
- FY 2024 Deficit as % of GDP: **6.4%**
- FY Nominal Growth Rate of US GDP: **5.0%**



How The Budget is Spent



A close-up photograph of a person's hands writing in a notebook with a blue pen. The hands are dark-skinned. The notebook has horizontal lines. The background is blurred, showing what appears to be a classroom or office environment.

The Plan

Tackling the Deficit

Dept of Government Efficiency (DOGE)

- Cut Waste & Fraud

Tariffs

- Cut the Trade Deficit

Sovereign Wealth Fund

- Raise Revenue

Onshoring Manufacturing

- Critical Industries



Dept of Government Efficiency (DOGE)

\$2,500,000,000

\$2,000,000,000

\$1,500,000,000

\$1,000,000,000

\$500,000,000

\$0



Initial Estimate

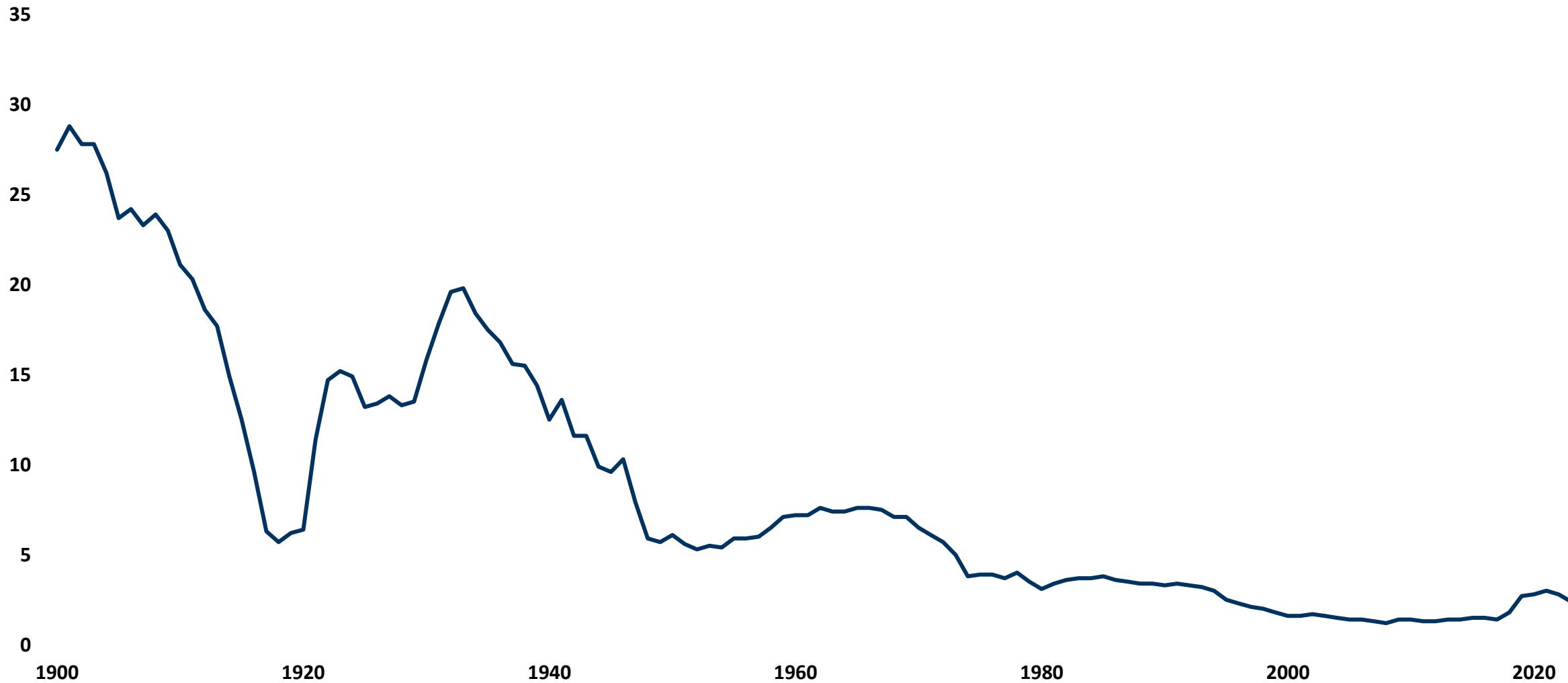


Estimate 2

Estimate 3



Average Tariff Rate on All Imports



Source: <https://taxfoundation.org/research/all/federal/trump-tariffs-trade-war/>

Sovereign Wealth Fund

What Could Be in There?

- Federal Land
- Infrastructure
- Military Equipment
- Energy Leases
- Gold
- Wireless Spectrum
- Freddie Mac
- Fannie Mae
- Real Estate
- Natural Resources
- Rare Earth Minerals



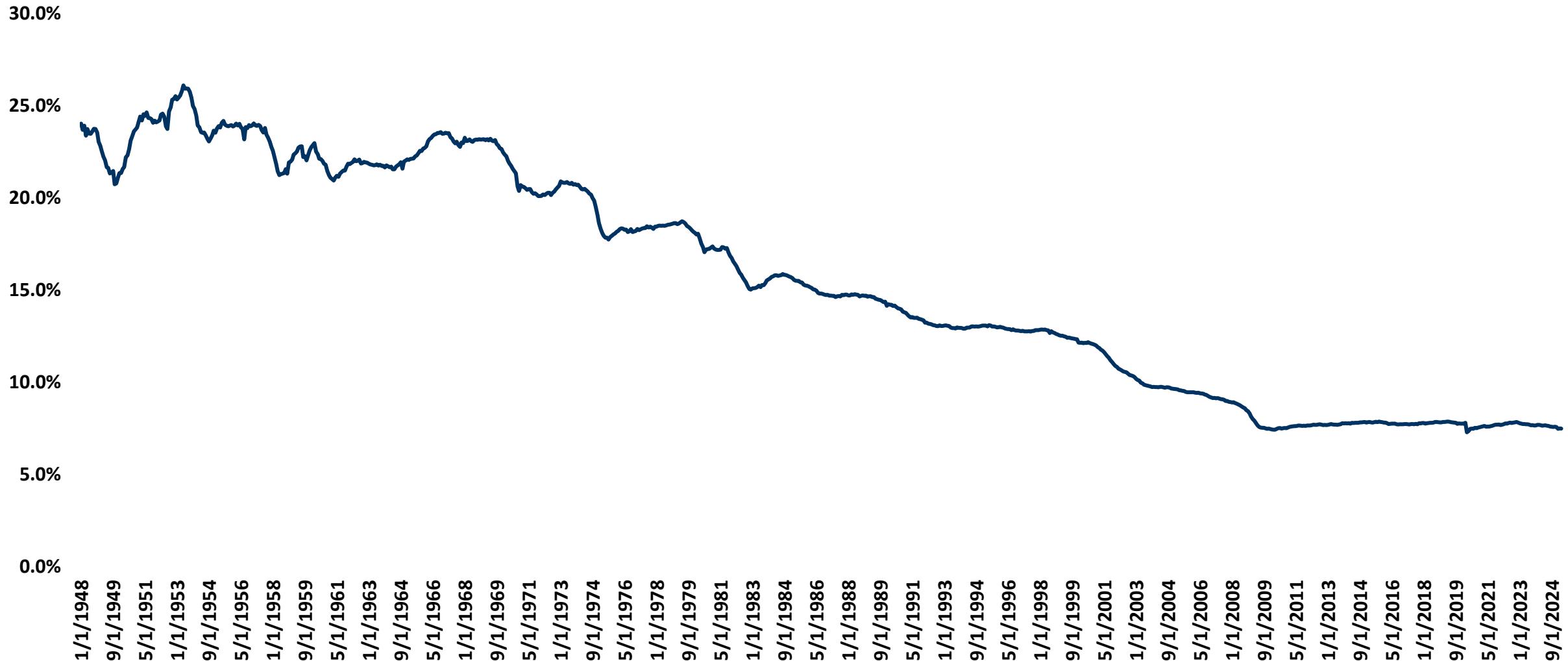
Onshoring Manufacturing

“The army of millions and millions of human beings screwing in little screws to make iPhones -- that kind of thing is going to come to America.”

Commerce Secretary Howard Lutnik
April 6, 2025
Face the Nation



Manufacturing Jobs % of Total Jobs



Source: <https://fred.stlouisfed.org/series/MANEMP>

Numbers of Farm Workers (Millions)

12

1950-2000

10

8

6

4

2

0

1950

1960

1970

1980

1990

2000

■ Family Farmworkers ■ Hired Farmworkers



Source: <https://www.ers.usda.gov/topics/farm-economy/farm-labor>

And if these slow growth....

Extension of the tax cuts, no taxes on tips and overtime, no taxes on those making less than \$200k, and deregulation...

....will provide a buffer.



The background of the image is a vibrant teal color, featuring a variety of office-related items such as a magnifying glass, several sticky notes in different colors (yellow, blue, orange), a pencil, and a small notepad with bar charts. The overall aesthetic is clean and professional.

The Rollout

Dept of Government Efficiency (DOGE)

Estimated Savings

\$160B

Combination of asset sales, contract/lease cancellations and renegotiations, fraud and improper payment deletion, grant cancellations, interest savings, programmatic changes, regulatory savings, and workforce reductions.

Amount Saved Per Taxpayer

\$993.79

Per taxpayer amount is calculated using an estimate of 161 million individual federal taxpayers.



Verdict: Messy



Source: <https://www.doge.gov/savings> as of 4/28/2025

Tariffs – Reciprocal or Punitive?

Markets Sell Off:

- Technology
- Clothing Manufacturers
- Autos
- Shipping
- Toy Companies

Verdict: Major Uncertainty



Sovereign Wealth Fund - Gold Visa Cards

Priced at \$5 million each, the Gold Cards are designed to grant permanent U.S. residency.

	Number Sold	Revenue Generated
	100	\$500,000,000 (\$500M)
	1,000	\$5,000,000,000 (\$5B)
	10,000	\$50,000,000,000 (\$50B)
	100,000	\$500,000,000,000 (\$500B)
	1,000,000	\$5,000,000,000,000 (\$5T)

Verdict: N/A



Sovereign Wealth Assets

Fannie Mae reported a net income of \$17 billion for 2024. Freddie Mac reported net income of \$11.9 billion.

The question to ask is if the United States wants to sell recurring revenue to pay down debt once.



Verdict: N/A

Onshoring Manufacturing

Large Company Commitments

- Johnson & Johnson - **\$55B**
- Apple - **\$500B**
- IBM - **\$150B**
- Project Stargate - **\$500B**
- Roche - **\$50B**
- TSMC - **\$65B**

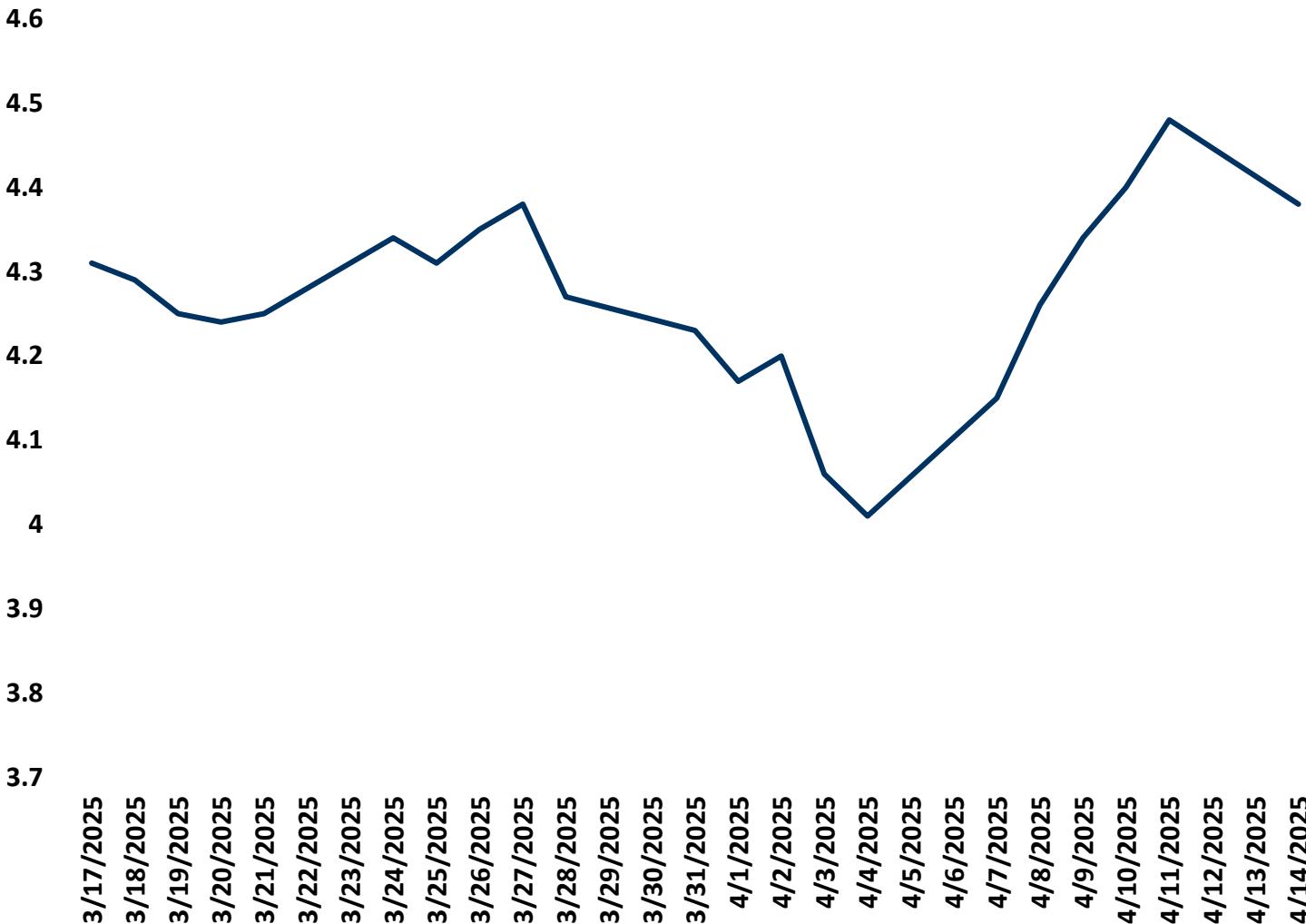


Verdict: Solid

A background illustration featuring a top-down view of two hands writing on a sheet of graph paper. The hands belong to different people: one with dark skin and a blue pen, and another with light skin and a red pen. They are both drawing straight lines on the grid. The background is a warm-toned collage of various colors like orange, yellow, and red.

When Things Don't Go to Plan

Market Yield on 10 Year U.S. Treasury



From 4.01% on April 4th to 4.48% on April 11th.

The bond market stares down the administration.



Tariffs – 90 Day Delay

“If, on the other hand ... we launch economic nuclear war on every country in the world, business investment will grind to a halt, consumers will close their wallets and pocket books, and we will severely damage our reputation....”

Bill Ackman
April 6, 2025



Reciprocal Tariffs

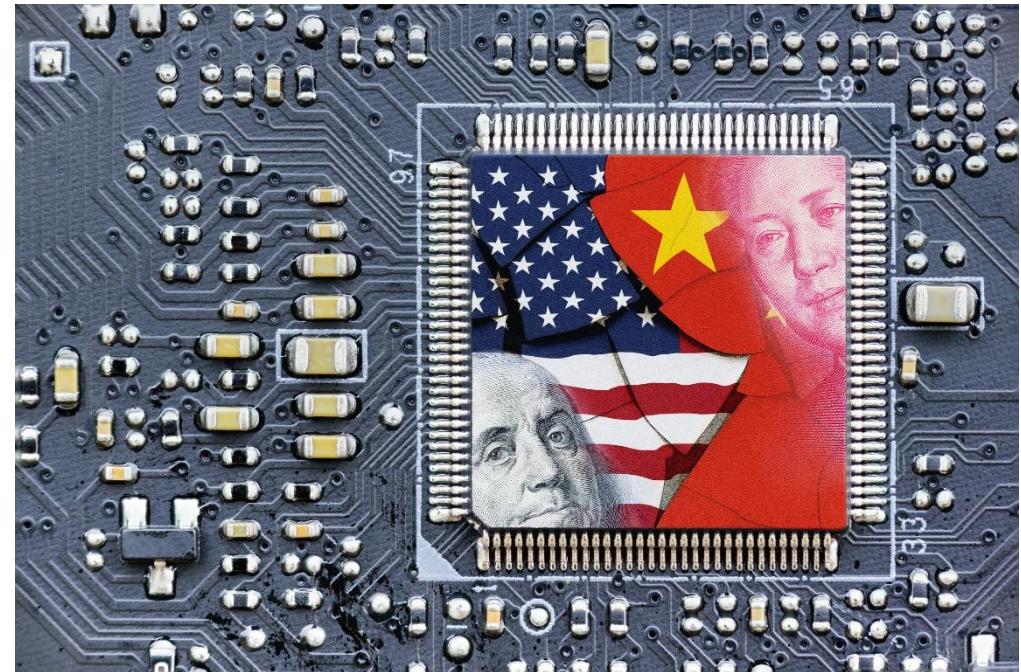
Country	Tariffs Charged to the U.S.A. Including Currency Manipulation and Trade Barriers	U.S.A. Discounted Reciprocal Tariffs
China	67%	34%
European Union	39%	20%
Vietnam	90%	46%
Taiwan	64%	32%
Japan	46%	24%
India	52%	26%
South Korea	50%	25%
Thailand	72%	36%
Switzerland	61%	31%
Indonesia	64%	32%



Tariffs – Responses

Reactions

- China – **Trade War**
- EU – **Pausing Retaliation**
- India – **Negotiating**
- Japan – **Negotiating**
- Canada – **Retaliation**
- Mexico - **Negotiating**



**"...There can be a SLOWING
of the economy unless Mr.
Too Late, a major loser,
lowers interest rates,
NOW..."**

**Donald Trump
April 21, 2025**

**S&P 500
-2.40%**

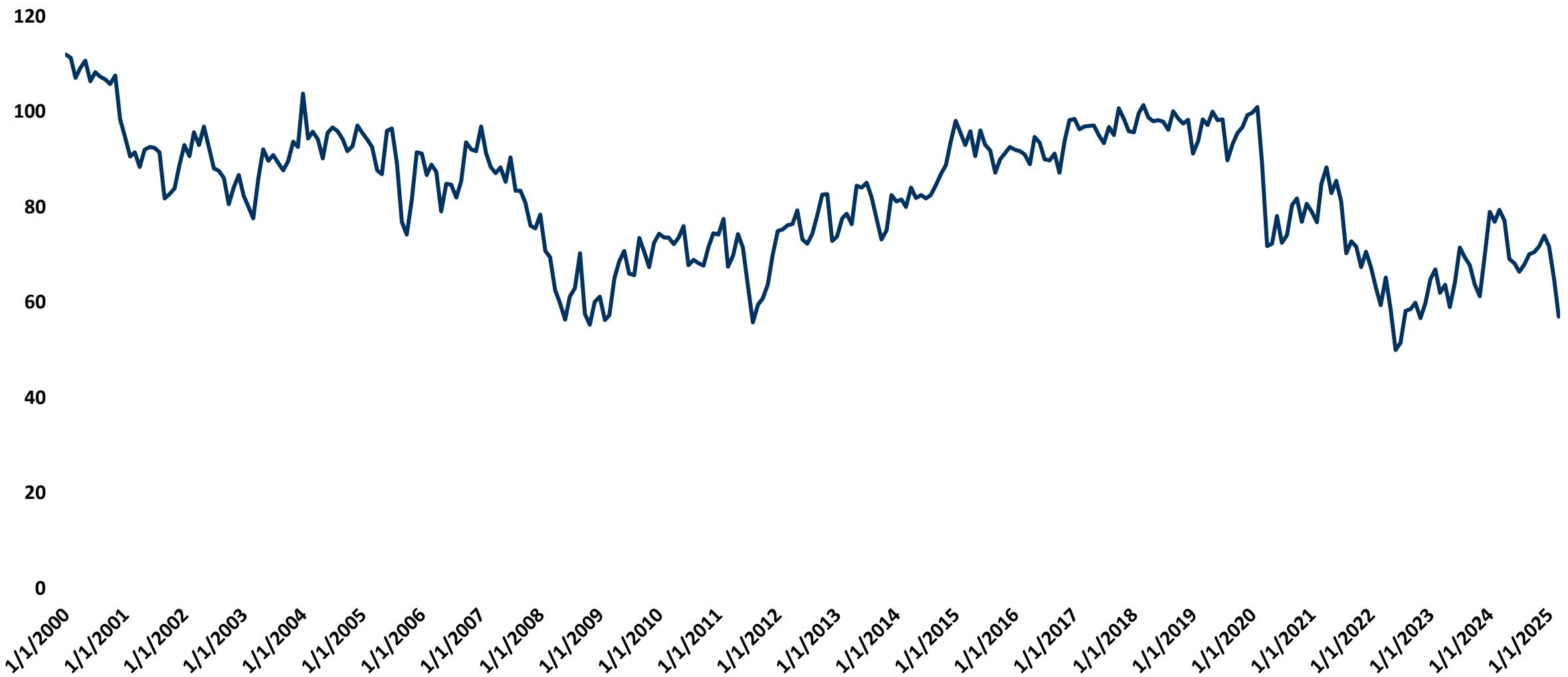
"I have no intention of firing him"

Donald Trump – April 22, 2025

**S&P 500
+2.50%**



Consumer Confidence



Source: <https://fred.stlouisfed.org/series/UMCSENT>



What's Next

Tariff Deals?

Who Comes to the Table First & What Could the Deal Include

- India – Defense, LNG
- Japan – Autos, LNG
- South Korea – Autos, LNG
- Australia - Beef



Other Things to Think About

What Else?

- How Much Damage Was Done - Odds of Recession
- China Deal Last – Include TikTok?
- Super Bonds
- Paying for Defense
- Inflation
- Domestic budget deficits must be financed => capital inflows, capital inflows => trade deficit, budget deficits => trade deficit.



But in the end....

We won't raise enough to close the deficit or reduce debt easily...

- Medicare/Medicaid
- Social Security
- National Defense





ADVISORS CAPITAL

Thank You

Tap Into All the Tools



Scan Here.