



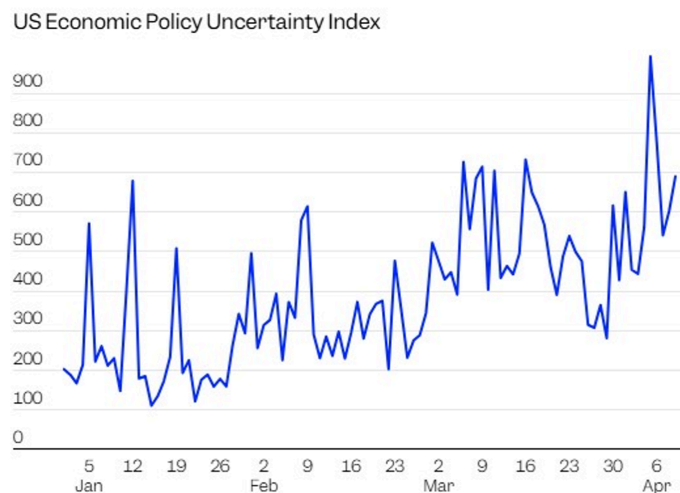
Harry's Take

May 6, 2025

This Is a Dangerous Time for Trump to Raise Uncertainty

Trump got elected by a large forgotten segment of citizens and voters that feel like the new economy is leaving them behind. He wants to be seen as a new leader bringing long-needed changes on trade policy to the economy in a forceful way that he and many perceive to have been unfair to America for many decades. But these rapid changes are bringing a lot of uncertainty, and I don't see this as a time the economy and markets can handle that in stride!

US Economic Policy Uncertainty Rising Sharply: Trump Adds To It



Source: Baker, Scott R.; Bloom, Nick; Davis, Stephen J. via FRED

Jennifer Sor/BI

Source: [Trump's Tariff Pause Won't Stop Stocks From Falling: Goldman Sachs](#) - Business Insider

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My point in this article is not whether this is the best thing for our country or not, although I would make just one point that does not seem to factor in. When you are the leading country in the world with just under 5% of the population and 27% of the GDP today... isn't it most in your interest that the

rest of the world does good as well? Have we really been robbed that much in the past?

I don't see very many leaders or politicians that are truly aware of how stretched the U.S. economy is after 16 years of \$27T (trillion) in stimulus since the Great Financial Crisis of 2008. The economy has not had a recession and cleansing for too long (I don't count the very brief COVID crisis where the markets went right back to where they were rapidly).

We have an economy and financial markets stretched beyond anything in history, just waiting for a "pin" to prick it. And this trade war sparked by Trump here is exactly the type of event that could trigger the most overdue crash and recession in history.

And I am predicting that this crash in the markets will happen anyway, sooner or later, as it is so overdue and the stimulus that 100% created this final bubble has faded fast.

What these tariffs and trade war will do is make it look like Trump caused this crisis, when it is inevitable and has been created now for 16 years. And such a bubble burst like 1929-32 or 2000- 2002 takes 2.5-3 years and will last into late 2027 or so, too close to the next election in 2028. Unless Trump pulls a rabbit out of his hat somehow, I don't see how he or Vance get re-elected, even if he can get a third term approved somehow.

Harry

Got a question or comment? You can reach us at info@hsdent.com.

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