

Sujet traité : Bill Gross dit que Trump serait pire pour le marché obligataire que Biden / Bill Gross says Trump would be worse for bond markets than Biden

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Bill Gross says Trump would be worse for bond markets than Biden

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Famed fixed-income investor warns that Republican's proposed tax cuts would exacerbate rising US deficits



Bill Gross, right, said the election of Donald Trump 'would be more disruptive' © FT Montage/AFP/Getty Images/Reuters

Brooke Masters and Lauren Fedor in New York

A Donald Trump victory in the US presidential election would be “more bearish” and “disruptive” for the bond markets than the re-election of Joe Biden, according to Bill Gross, the longtime fixed-income investor.

Trump’s return to the White House would exacerbate the burgeoning US deficits that had soured Gross on the market that earned him the “bond king” sobriquet when he was running asset manager Pimco, he told the Financial Times.

“Trump is the more bearish of the candidates simply because his programmes advocate continued tax cuts and more expensive things,” Gross said, although he noted that Biden’s presidency had also been responsible for trillions of dollars of deficit spending.

“Trump’s election would be more disruptive.”

Gross’s comments come with less than six months to go until November’s US presidential election, and just days before a jury in Manhattan is expected to begin deliberations in the “hush money” case in which Trump could become the first former US president to be convicted of a crime.

Trump, a Republican, is leading Biden, the Democratic incumbent, in most national opinion polls as well as several recent surveys of voters in the key swing states that are likely to decide the election. He has also racked up high-profile endorsements in recent days, including from his former opponent Nikki Haley and billionaire GOP donor Stephen Schwarzman.

But Gross’s comments undercut one of Trump’s central arguments on the campaign trail: that he would be a better steward of the US economy and financial markets than Biden.

One of Trump’s key economic plans is a pledge to make his 2017 tax cuts permanent, a move that the Committee for a Responsible Budget, a think-tank, expects to cost \$4tn over the next decade.