

G.A.M.A.G Monthly Report October 2025

GERMAN ASSET MANAGERS AG

Increasing instability due to exploding U.S. national debt – tangible asset strategies are becoming ever more important

In October 2025, GAMAG Black+White once again recorded slightly negative results of -0.29%, just like GAMAG Vola+Value at -0.85%. The reason was significant setbacks in cryptocurrencies and crypto stocks, which form a notable part of our tangible asset portfolio. Crypto investments are among the few asset classes that still offer attractive option premiums due to their high volatility and are therefore well-suited to our strategies. In the reporting month, Bitcoin lost more than 10%. The fact that our strategies almost maintained their value in this scenario demonstrates their quality.

Strategy	Oktober 2025	% against previous month	% since start of trading
G.A.M.A.G Black+White	18.734,80	- 0,29 %	+565,05 %
G.A.M.A.G Vola+Value	11.938,84	- 0,85 %	+ 42,10 %

Due to the decline in valuations, extremely attractive opportunities are now emerging in the crypto sector. October 2025 was marked by an increasingly escalating U.S. debt situation. In the last 71 days alone, national debt grew by more than \$1 trillion, which corresponds to an increase of around 3.6%—without a comparable increase in gross national product. The debt explosion continues to intensify, and almost everything reported in political news should be evaluated against this backdrop. The U.S. is fighting for survival. Nobody openly admits this, but with every new trillion dollars in government debt, the situation becomes tighter.

Accordingly, reactions across nearly all areas are becoming more aggressive:

Military support for Ukraine? Costs money → increases debt → cut it!

Drug cartels smuggling cocaine? Stop it → drug treatment costs and capital outflows are bad → not wanted!

Technology leadership + AI = energy demand → oil. Where are oil reserves? Venezuela → fits.

Oil revenues and tariffs improve debt.

Bring foreign companies to the U.S. → deficit shrinks.

However, markets still do not believe in success. The Fed is cutting interest rates, but long-term government bond yields are rising (falling prices lead to rising yields). The three rate cuts in recent months have achieved nothing except rising inflation expectations and, in turn, rising long-term U.S. yields. At first a rallye of hope. Now reality sets in.



Compared to September, it is evident that severe global imbalances—particularly U.S. debt financing through steadily increasing bond issuance—can no longer be glossed over by fantasies of rate cuts or technological narratives. While

markets in September showed signs of stabilization, the movements in October reflect increasing risk aversion. However, valuations of many assets still do not adequately reflect these risks, making the recent market optimism fundamentally unjustified.

Conclusion:

We currently see an exceptionally attractive phase to initiate or expand positions.

Tangible assets:

- protect in times of rising government debt
- offer inflation-resistant income opportunities
- remain the most effective long-term counterbalance to monetary and debt erosion

Our strategic philosophy remains consistent:

- Conservative in structure, bold in timing.
- Avoid risks, seize opportunities.