

## Morgan Stanley reports revenues that beat estimates, while Netflix revenues miss estimates, and Wall Street closed mixed.

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by Francisco Rodríguez-Castro  
[frc@birlingcapital.com](mailto:frc@birlingcapital.com)

The U.S. & European stock markets closed the session with mixed results as the markets examined the implications of the 1Q23 earnings from Morgan Stanley, Netflix, and the U.S. Job Openings that fell 5.98% to 9.931 million.

In Europe, the big news was that the United Kingdom's CPI remains in double digits at 10.10%, while in the

Eurozone's CPI fell to 6.88%, a 31.88% difference between the U.K. and E.U. CPI.

Meanwhile, the investor focuses on the fast-approaching Fed's FOMC meeting on May 3. The most recent forecast has an 86% probability of its 10th consecutive increase; the consensus estimates expect a 25 basis points increase. With the U.S. CPI at 4.98% is still 149% above the Fed 2% inflation target, we predict that rates will remain higher for longer than expected.

### Corporate Earnings Parade:

The corporate earnings parade is full speed ahead, with close to 10 % of companies reporting, with 84% showing better than expected results.

- **Morgan Stanley (MS)** reported 1Q23 revenues of \$14.5 billion, down 2%, and net income of \$2.980 billion, decreasing 19%, which beat estimates. The earnings per share were \$1.72, beating the forecast of \$1.661. The stock closed at \$90.45, up \$0.60 or 0.67%, with a price objective of \$98.01.
- **Netflix Inc (NFLX)**: reported 1Q23 revenues of \$8.162 billion, up 3.7%, and net income of \$1.305 billion, down 18.28%, missing estimates for revenues and subscribers, but earnings beat estimates. The earnings per share were \$2.88, beating the forecast. The stock closed at \$322.12, down \$10.58 or 3.17%, with a price objective of \$359.62.

### Key Economic Data:

- **U.S. Job Openings: Total Nonfarm**: fell to 9.931 million, down from 10.56 million last month, decreasing -5.98%.
- **Canada New Housing Price Index YoY**: fell to 1.38%, compared to 2.71% last month.
- **Eurozone Consumer Price Index YoY**: fell to 6.88%, compared to 8.50% last month.
- **U.K. Consumer Price Index YoY**: fell to 10.10%, compared to 10.40% last month.
- **U.K. Producer Price Index: Output YoY**: fell to 8.67%, compared to 11.98% last month.
- **U.K. Producer Price Index: Input YoY**: fell to 7.59%, compared to 12.86% last month.
- **China Real GDP YoY**: rose to 4.50%, compared to 2.90% last quarter.

### **Puerto Rico COVID-19 Update:**

- Daily Cases: 49
- Positivity Rate: 10.72%
- Hospitalizations: 92
- Deaths: 2
- Source P R. Department of Health.

### **Eurozone Summary:**

- Stoxx 600 closed at 468.12, down 0.50 points or 0.11%.
- FTSE 100 closed at 7,898.77, down 10.67 points or 0.12%.
- Dax Index closed at 15,895.20, up 12.53 points or 0.079%.

### **Wall Street Summary:**

- Dow Jones Industrial Average closed at 33,897.01, down 79.62 or 0.23%.
- S&P 500 closed at 4,154.52, down 0.35 points or 0.01%.
- Nasdaq Composite closed at 12,157.23, up 3.82 points or 0.03%.
- Birling Capital Puerto Rico Stock index closed at 2,321.12, down 44.94 points or 1.90%.
- Birling Capital U.S. Bank Stock Index closed at 3,804.26, up 18.50 points or 0.49%.
- U.S. Treasury 10-year note closed at 3.60%.
- U.S. Treasury 2-year note closed at 4.24%.



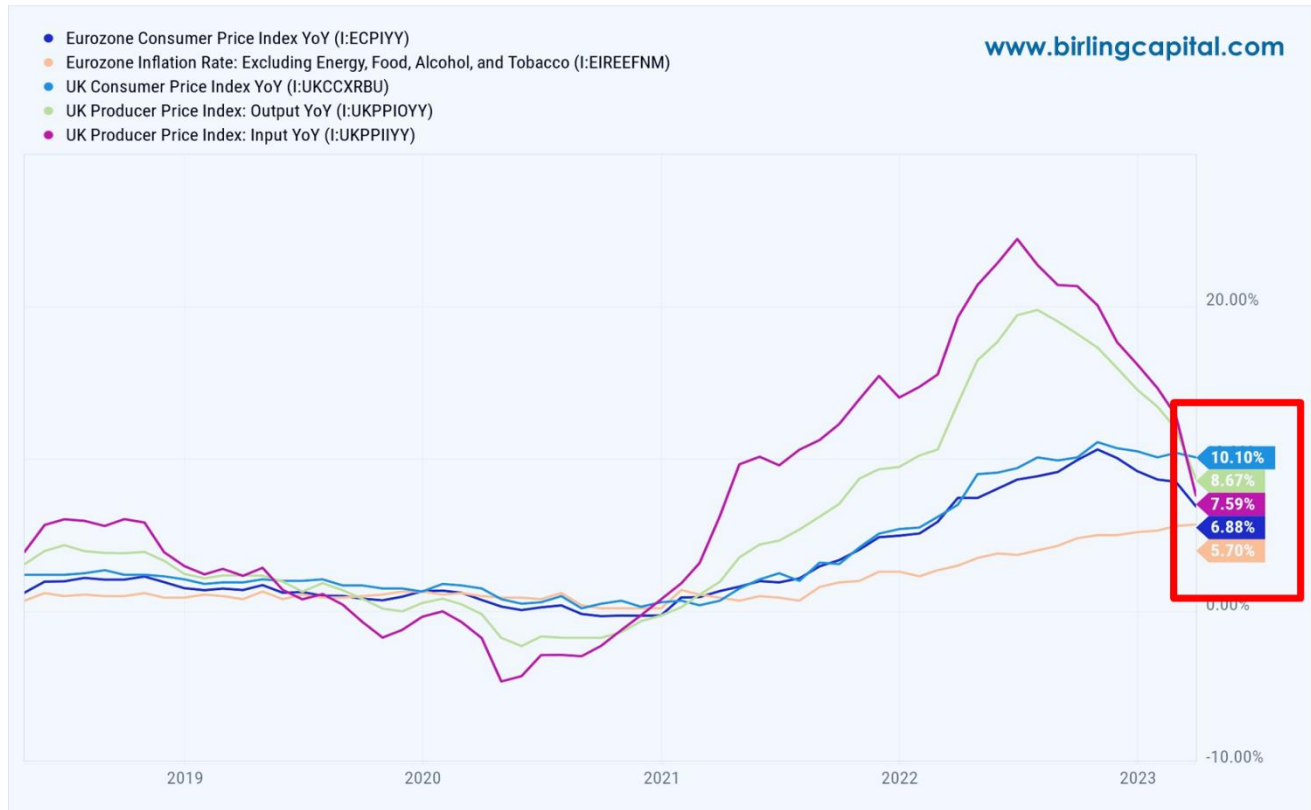
# US Job Openings fall to 9.931 million, decreasing 5.98% and Job Seekers are at 5.082 million a 48.82% deficit

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- US Job Openings: Total Nonfarm
- US Unemployed Persons: Job Seeker



## EU CPI, EU Inflation Rate, UK CPI, UK PPI Output, and UK PPI Input



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