



## The IMF projects world growth for 2023 at 3% GDP, while China's growth is lowered to 5% GDP as Japanization takes hold and Wall Street rises.

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The U.S. and European stock markets began the week with gains fueled by the better-than-expected corporate earnings results, which began to take shape last week. For this week, the Corporate Earnings Parade Continues; today, we highlight Wealth management giant Charles Schwab.

Additionally, on economic news during the week, the focus will be on retail sales, business sales, business inventories, housing starts, existing home sales, and unemployment claims.

The Retail sales are to be released tomorrow; the current consensus estimates are expected to increase by 0.3% for the month, providing an in-depth look at the strength of the U.S. consumer.

The European markets closed higher, and Asian markets fell after China presented additional stimulus actions. The People's Bank of China announced that it is injecting 289 billion yuan to help support financial liquidity while keeping its interest rate unchanged at 2.5%. This latest announcement follows an array of stimulus measures implemented by the Chinese government, including the information that the government may be considering expanding the budget deficit to stimulate economic activity, another sign the once mighty Chinese economy is on the brink of "Japanization", is a term describing Japan's 15-year period of low growth and deflation after the burst of an asset-inflated bubble in the late 1990s.

As real estate and property investment in China tanks, the estimate is to fall 7.7%, much faster than the 4.2% forecast in May, and home sales are expected to decline 5.0% in 2023.

Lastly, the International Monetary Fund cut China's growth forecast for 2023 to 5.0% from 5.2%, warning that the crisis in its real estate and property sector will worsen with global implications.

### Corporate Earnings Parade:

- **Charles Schwab Corp (SCHW):** reported 3Q23 revenues of \$4.606 billion, down 16%, and Net Income of \$1.518 billion, down 31%. Schwab attracted \$248 billion in core net new assets YTD, and reached earnings per share of \$0.77, surpassing the \$0.74 estimate with a stock price objective of \$70.47. The Stock closed at \$53.72 up \$2.28 or 4.66%, and we think there is good upside in this stock.

For the rest of the week, it includes some of the following stocks we follow:

10/17

- Bank of America (BAC)
- Goldman Sachs (GS)

10/18

- Tesla (TSLA)
- Morgan Stanley (MS)

10/19

- American Airlines (AAL)
- AT&T (T)

10/20

- American Express (AXP)

#### Key Economic Data:

- **U.S. Retail Gas Price:** fell to \$3.814, down from \$3.93 last week, decreasing -2.95%.
- **Canada Wholesale Sales MoM:** rose to 4.15%, compared to 2.92% last month.
- **Canada Manufacturing Shipments MoM:** fell to 0.70%, compared to 1.57% last month.
- **Canada Manufacturing Shipments:** rose to \$72.36 billion, up from \$71.85 billion last month.

#### Eurozone Summary:

- **Stoxx 600** closed at 450.40, up 1.22 points or 0.27%.
- **FTSE 100** closed at 7,630.63, up 31.03 points or 0.41%.
- **Dax Index** closed at 15,227.87, up 41.21 points or 0.27%.

#### Wall Street Summary:

- **Dow Jones Industrial Average** closed at 33,984.54, up 314.25 points or 0.93%.
- **S&P 500** closed at 4,373.63, up 45.85 points or 1.17%.
- **Nasdaq Composite** closed at 13,567.98, up 160.75 points or 1.20%.
- **Birling Capital Puerto Rico Stock Index** closed at 2,729.26, down 39.32 points or 1.42%.
- **Birling Capital U.S. Bank Stock Index** closed at 3,554.23, up 21.35 points or 0.60%.
- **U.S. Treasury 10-year note** closed at 4.71%.
- **U.S. Treasury 2-year note market** closed at 5.09%.



<b>World Economic Outlook Projections</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
<b>World Output</b>	<b>3.50%</b>	<b>3.00%</b>	<b>2.90%</b>
<b>USA</b>	<b>2.10%</b>	<b>2.10%</b>	<b>1.50%</b>
<b>Euro Area</b>	<b>3.30%</b>	<b>0.70%</b>	<b>1.20%</b>
<b>Germany</b>	<b>1.80%</b>	<b>-0.50%</b>	<b>0.90%</b>
<b>France</b>	<b>2.50%</b>	<b>1.00%</b>	<b>1.30%</b>
<b>Italy</b>	<b>3.70%</b>	<b>0.70%</b>	<b>0.70%</b>
<b>Spain</b>	<b>5.80%</b>	<b>2.50%</b>	<b>1.70%</b>
<b>Japan</b>	<b>1.00%</b>	<b>2.00%</b>	<b>1.00%</b>
<b>United Kingdom</b>	<b>4.10%</b>	<b>0.50%</b>	<b>0.60%</b>
<b>Canada</b>	<b>3.40%</b>	<b>1.30%</b>	<b>1.60%</b>
<b>China</b>	<b>3.00%</b>	<b>5.00%</b>	<b>4.80%</b>
<b>India</b>	<b>7.20%</b>	<b>6.30%</b>	<b>6.30%</b>
<b>Russia</b>	<b>-2.10%</b>	<b>2.20%</b>	<b>1.10%</b>
<b>Brazil</b>	<b>2.90%</b>	<b>3.10%</b>	<b>1.50%</b>
<b>Latin America &amp; Caribbean</b>	<b>4.10%</b>	<b>2.30%</b>	<b>2.30%</b>
<b>Mexico</b>	<b>3.90%</b>	<b>3.20%</b>	<b>2.10%</b>
<b>Puerto Rico</b>	<b>3.70%</b>	<b>1.60%</b>	<b>1.50%</b>

# US Retail Gas Price, Canada Wholesale Sales, Canada Manufacturing Shipments

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- US Retail Gas Price (I:USRGP) VAL 3.814
- Canada Wholesale Sales MoM (I:CWSMM) 4.15%
- Canada Manufacturing Shipments MoM (I:CCMS) 0.70%
- Canada Manufacturing Shipments (I:CMS) 72.36B

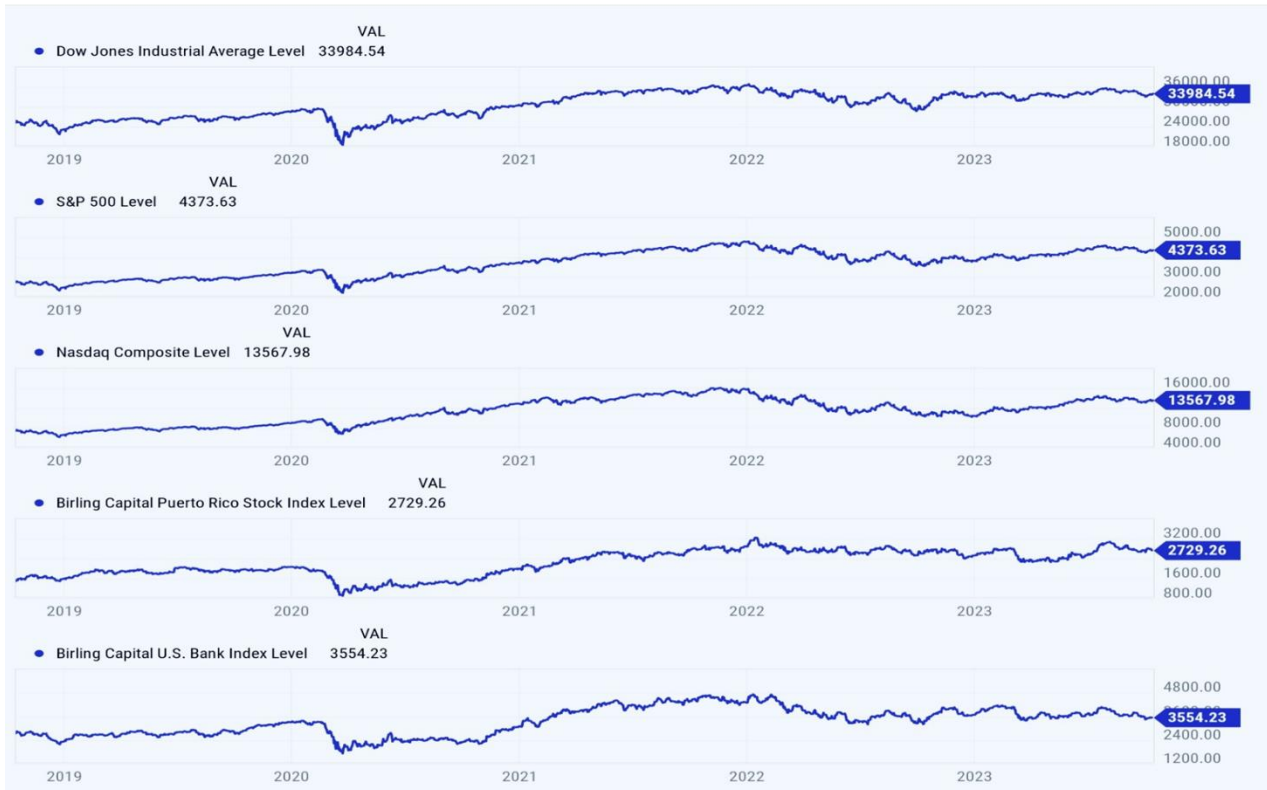




# Wall Street Recap

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