

The US ISM Services PMI rise to 56.70, U.S. Durable Goods New Orders rose 147%, and Wall Street rallied.

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The U.S. & European stock markets developed a strong rally as higher-than-expected economic data was reported today, lifting investor sentiment.

The U.S. Durable Goods New Orders showed a whopping 147% increase and a dramatic recovery from the US ISM Services PMI rising to 56.70, providing the data for investors to consider that a recession may be avoidable.

Additionally, St. Louis Fed President James Bullard stated, "the U.S. is not in a recession; we think interest rates will tame inflation; with all the jobs growth, we can achieve a soft landing".

The economic data and the St. Louis Fed President's comments lit a fire of much-needed positive sentiment taking markets higher.

Finally, the robust corporate earnings have also allowed investors to remain confident in the U.S. economy; today, we highlight Moderna, CVS, and Yum brands 2Q22 results.

Key Economic Data:

- US ISM Services PMI: rose to 56.70, up from 55.30 last month, increasing 2.53%.
- US Durable Goods New Orders MoM: rose to 2.00%, compared to 0.81% last month, increasing 147%.
- US ISM Services Prices Paid Index: fell to 72.30, down from 80.10 last month, decreasing -9.74%.
- Eurozone Retail Trade YoY: fell -3.70%, compared to 0.40% last month.
- Germany Trade Balance: rose to 6.40 billion, up from 0.80 billion last month, increasing 700.0%.
- Germany Exports MoM: rose to 4.50%, compared to 1.30% last month.

Corporate Earnings Parade:

- **Moderna Inc. (MRNA):** reported its 2Q22 earnings with revenues of \$4.7 billion, up 11%, and a net income of \$2.23 billion, down 21.42%, beating estimates. We must point out that Moderna recorded a \$499 million charge off from vaccines that were due to expire, or 10.50% of total revenues; the company stock has a price target of \$213.79, closing at \$186.49, up 15.97%.
- **CVS Health Corp (CVS):** reported its 2Q22 earnings with revenues of \$80.636 billion, up 11%, and a net income of \$2.961 billion, up 5.74%, beating estimates. The company stock has a price target of \$117.57, closing at \$101.39, up 6.31%.
- **Yum Brands, Inc. (YUM):** reported its 2Q22 earnings with revenues of \$1.636 billion, up 2%, and a net income of \$224 million, down 43%, missing estimates. The company stock has a price target of \$134.58, closing at \$119.84, down 1.87%.

Puerto Rico COVID-19 Update August 3:

- Daily Cases: 523, up 21.79%.
- Positivity Rate: 32.85%, up 0.30%.
- Hospitalizations: 346, up 1.154%.
- Deaths: 6, down 40%.
- Source Puerto Rico Department of Health.

Eurozone Summary for August 3:

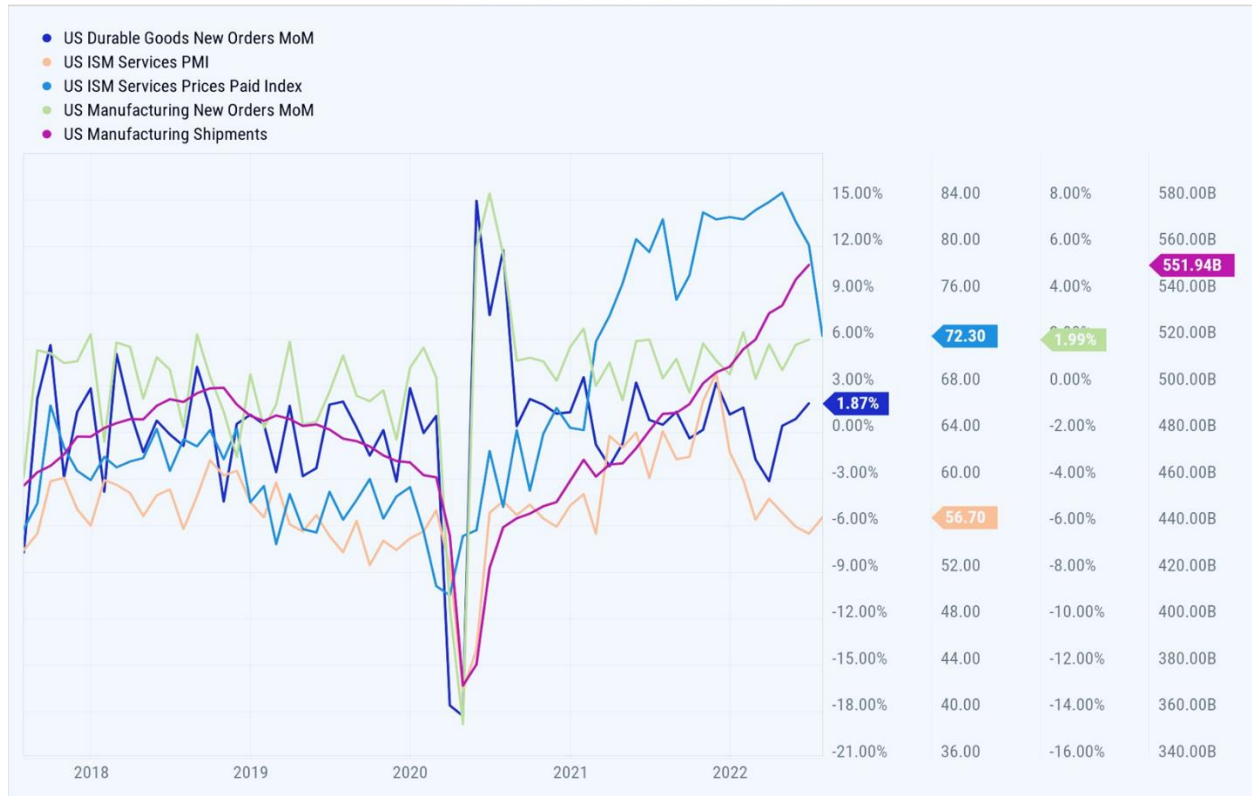
- Stoxx 600 closed at 438.19, up 2.12 points or 0.49%.
- FTSE 100 closed at 7,445.68, up 36.57 points or 0.49%.
- Dax Index closed at 13,587.56, up 138.36 points or 1.03%.

Wall Street Summary for August 3:

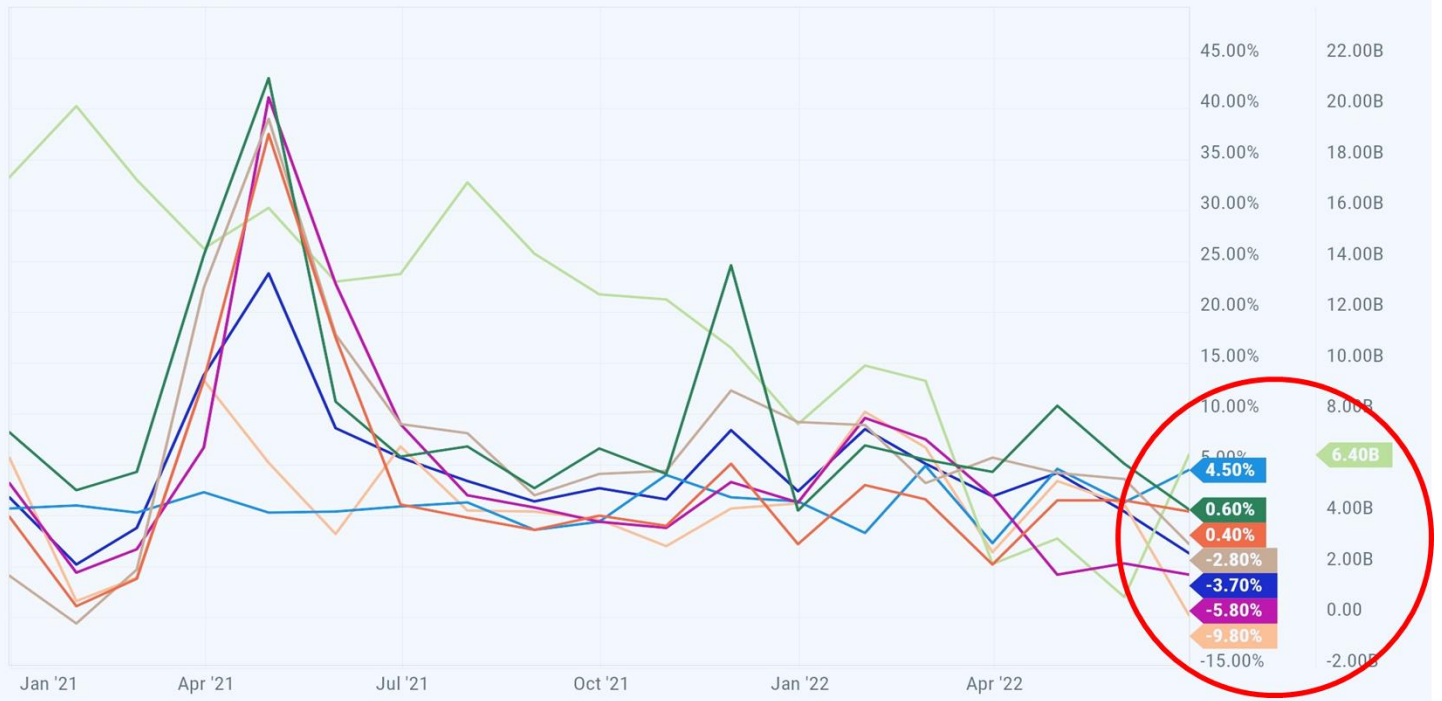
- Dow Jones Industrial Average closed at 32,812.50, up 416.33 points or 1.29%.
- S&P 500 closed at 4,155.17, up 63.98. points or 1.56%.
- Nasdaq Composite closed at 12,668.16, up 319.40 points or 2.59%.
- Birling Capital Puerto Rico Stock index closed at 2,789.48, down 17.83 points or 0.64%.
- The U.S. Treasury 10-year note closed at 2.73%.
- The U.S. Treasury 2-year note closed at 3.10%.



US Durable Goods New Orders, US ISM Services PMI, US ISM Prices Paid, US Manufacturing New Orders & US Manufacturing Shipments



- Eurozone Retail Trade YoY
- Germany Real Retail Sales YoY
- Germany Exports MoM
- Germany Trade Balance
- UK Retail Sales YoY
- Italy Retail Trade YoY
- France Retail Trade YoY
- Spain Retail Trade YoY



- Moderna Inc Price % Change
- CVS Health Corp Price % Change
- Yum Brands Inc Price % Change





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Wall Street August 3, 2022

YTD Returns



Wall Street August 3, 2022



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