

# GLOBAL MARKET SQUARE



The U.S. economy added 528,000 new jobs, a whopping 111% above estimates, and Wall Street closed mixed.

August 5, 2022

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

The U.S & European stock markets closed the week with mixed results as investors ponder how the Fed would respond to a stronger than expected US Jobs growth report.

The nonfarm payroll employment rose by 528,000, significantly more than the consensus estimates of 250,000 or 111% above the forecast and higher than the last four-month average of 388,000.

The largest sector that experienced jobs growth include:

- Hospitality with 96,000
- Professional & Business Services with 89,000
- Health Care with 70,000
- Government with 57,000
- Construction with 32,000
- Manufacturing with 30,000.

The expectation is that Job growth will slow as the Fed continues to increase interest rates in its fight to reduce out-of-control inflation. However, there are still 10.7 million job openings and only 5.519 job seekers, a 48.42% deficit, meaning that the jobs markets have strong demand.

Also, the unemployment rate fell to 3.50% and is now at the same level as before the pandemic.

The critical question is will the Fed respond aggressively or be skeptical during its next FOMC meeting.

## Key Economic Data:

- **U.S. Nonfarm Payrolls MoM:** rose to 528,000, up from 398,000 last month, rising 32.66%.
- **U.S. Unemployment Rate:** fell to 3.50%, compared to 3.60% last month, decreasing 2.77%.
- **U.S. Labor Force Participation Rate:** fell to 62.10%, compared to 62.20% last month.
- **U.S. Consumer Credit Outstanding MoM:** fell to 22.35 billion, down from 36.76 billion last month, decreasing -39.21%.
- **Canada Employment Net Change:** is at -30.60K, up from -43.20K last month.
- **Canada Unemployment Rate:** is unchanged at 4.90%.
- **Canada Labour Force Participation Rate:** fell to 64.70%, compared to 64.90%.
- **Canada Ivey PMI:** fell to 49.60, down from 62.20 last month, decreasing -20.26%.
- **Germany Industrial Production Index MoM:** rose to 0.40%, compared to -0.10% last month.
- **Japan Business Conditions Composite Coincident Index:** rose to 99.00, up from 94.90.

## Puerto Rico COVID-19 Update August 5:

- Daily Cases: 514, up 3.58%.
- Positivity Rate: 34.80%, up 2.47%.
- Hospitalizations: 345, up 2.02%.
- Deaths: 4, down 57.14%.
- Source Puerto Rico Department of Health.

## Eurozone Summary for August 5:

- Stoxx 600 closed at 435.48, down 3.58 points or 0.82%.
- FTSE 100 closed at 7,493.74, down 8.32 points or 0.11%.
- Dax Index closed at 13,573.93, down 88.75 points or 0.65%.

## Wall Street Summary for August 5:

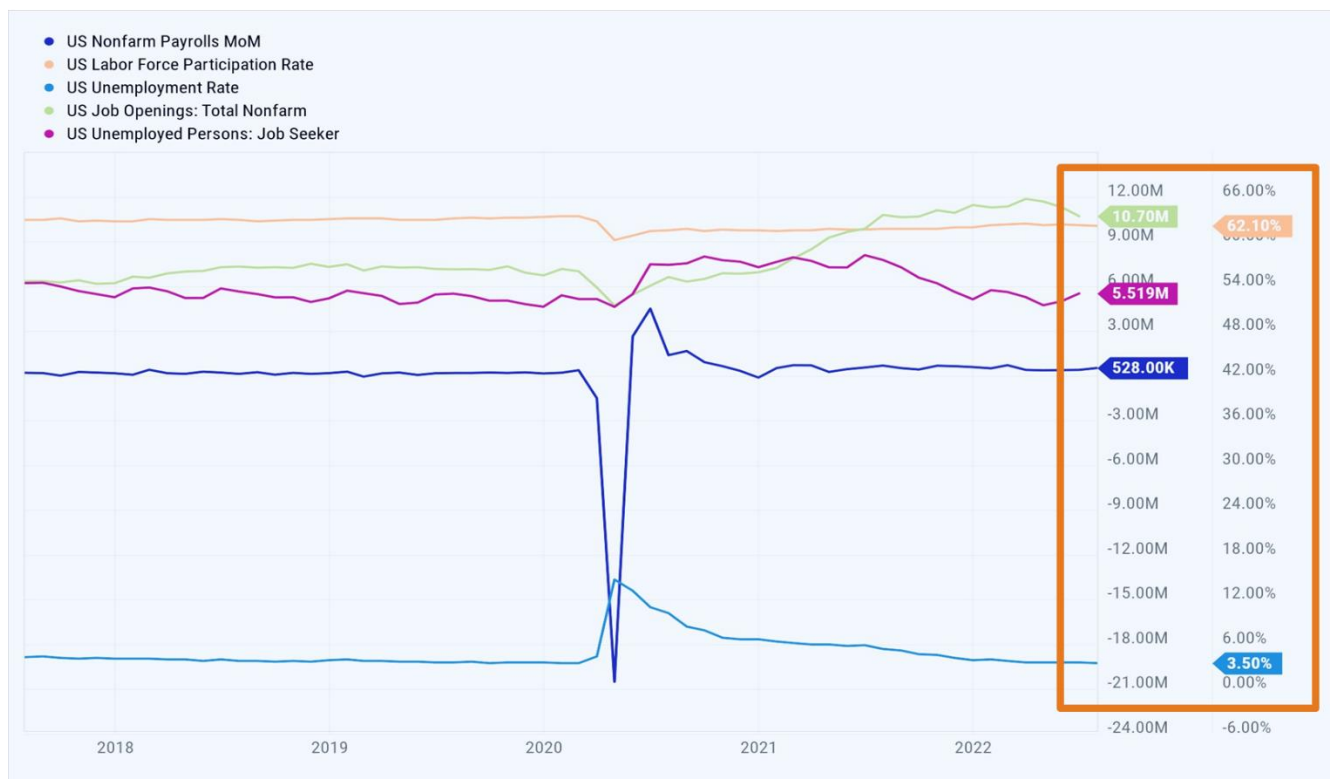
- Dow Jones Industrial Average closed at 32,803.47, up 76.65 points or 0.23%.
- S&P 500 closed at 4,145.19, down 6.75 points or 0.16%.
- Nasdaq Composite closed at 12,657.55, down 63.02 points or 0.50%.
- Birling Capital Puerto Rico Stock index closed at 2,794.35, down 44.67 points or 1.57%.
- The U.S. Treasury 10-year note closed at 2.83%.
- The U.S. Treasury 2-year note closed at 3.24%.



## Jobs Growth 8.05.22



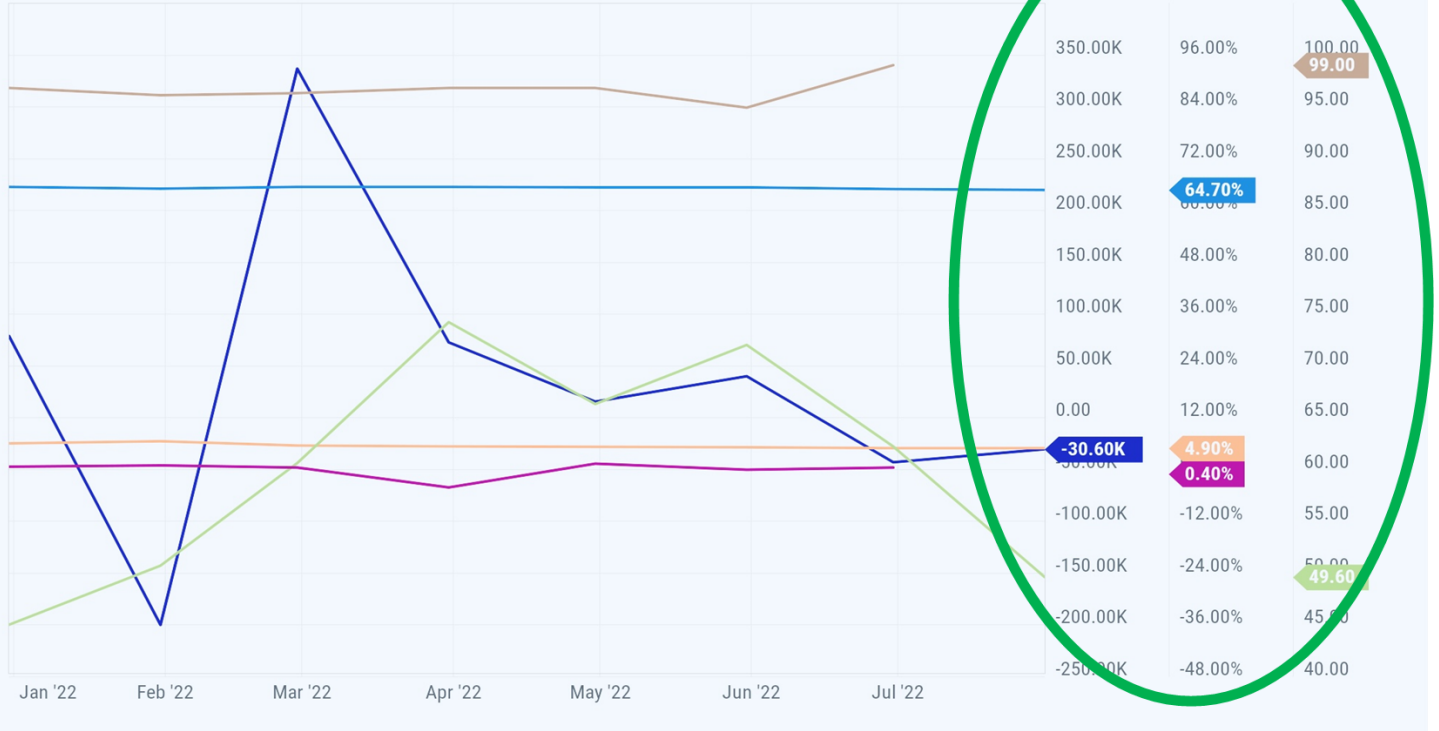
The US economy added 528,000 jobs last month, from 398,000 last month, rising 32.66%.





## Canada Employment, Canada Unemployment Rate, Canada Labour Participation Rate, Canada Ivey PMI, Germany Industrial Production and Japan Business Conditions

- Canada Employment Net Change (I:CENC)
- Canada Unemployment Rate (I:CAUR)
- Canada Labour Force Participation Rate (I:CLFPR)
- Canada Ivey PMI (I:CAIPMI)
- Germany Industrial Production Index MoM (I:GCIPSA)
- Japan Business Conditions Composite Coincident Index (I:JPBCCCI)





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# Wall Street August 5, 2022



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