

# GLOBAL MARKET SQUARE



**Hyatt Hotels reports 2Q22 revenues that rose 123.68%, U.S. Productivity in negative territory at -4.60%, and Wall Street closed down.**

**August 9, 2022**

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The U.S. & European stock markets closed mostly down as investors prepare for tomorrow's Consumer Price Index reading with the expectation that inflation may have peaked.

On August 10, the Bureau of Labor Statistics will release the CPI for July, and its final number will shake or shape the markets. Inflation has become the biggest obstacle for consumers worldwide; in the U.S., it has hit particularly hard at the CPI for June, which reached a 9.1%, a 41-year high.

Back in June, the items that drove the CPI higher included gasoline, shelter, and food. However, gas prices have declined 15.72%; thus, we expect inflation to subside.

On the political side, last night, the FBI raided President Trump's Mar-A-Lago residence; searching the home of any former President is a unicorn-like rare occurrence, one that the Department of Justice must explain in full detail to the general public.

Only the FBI knows what was searching for, and it must be something of substance since to perform a raid, one needs a search warrant from a Judge substantiating that there is probable cause of a crime, and that evidence was within the residence. This determination, which must have been green-lighted by U.S. Attorney General Garland and FBI Director Wray, puts the Department of Justice under colossal pressure to explain the reasons to the nation fully.

## Corporate Earnings Parade:

- **Hyatt Hotels (H):** reported its 2Q22 earnings with revenues of \$1.483 billion, up 123.68%, and a net income of \$206 million, beating estimates. The company stock has a price target of \$100.89, closing at \$87.48, up 2.69%.
- **Norwegian Cruise Line Holdings (NCLH):** reported its 2Q22 earnings with revenues of \$1.073 billion, up 329.7%, and a net loss of (\$509) million, missing estimates and declaring that losses would continue in the 3Q. The company stock has a price target of \$21.69, closing at \$12.66, down 10.86%.
- **Spirit Airlines Inc (SAVE):** reported its 2Q22 earnings with revenues of \$1.366.6 billion, up 59.2%, beating estimates and a net loss of (\$52.4) million. The company stock has a price target of \$29.50, closing at \$24.63, down 0.08%.

## Key Economic Data:

- U.S. Productivity: was reported at -4.60%, compared to -7.40% last quarter and lower than the long-term average of 2.14%.
- U.S. Unit Labor Costs: Nonfarm Business QoQ: fell to 10.80%, compared to 12.70% last quarter.

- China Inflation Rate: rose to 2.50%, compared to 2.10% last month.
- China Producer Price Index YoY: fell to 6.10%, compared to 6.40% last month.

### Puerto Rico COVID-19 Update August 9:

- Daily Cases: 626, up 1.78%.
- Positivity Rate: 33.34%, down 3.27%.
- Hospitalizations: 395, up 2.27%.
- Deaths: 0
- Source Puerto Rico Department of Health.

### Eurozone Summary for August 9:

- Stoxx 600 closed at 436.20, down 2.73 points or 0.62%.
- FTSE 100 closed at 7,488.15, up 5.78 points or 0.07%.
- Dax Index closed at 13,534.97, down 152.72 points or 1.12%.

### Wall Street Summary for August 9:

- Dow Jones Industrial Average closed at 32,774.41, down 58.13 points or 0.18%.
- S&P 500 closed at 4,122.47, down 17.59 points or 0.42%.
- Nasdaq Composite closed at 12,493.93, down 150.53 points or 1.19%.
- Birling Capital Puerto Rico Stock index closed at 2,779.58, up 14.18 points or 0.51%.
- The U.S. Treasury 10-year note closed at 2.80%.
- The U.S. Treasury 2-year note closed at 3.28%.



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### US Productivity, Unit Labor Cost, China Inflation Rate & China Producer Price Index





# Corporate Earnings Parade

## Hyatt Hotels, Norwegian Cruise Lines & Spirit Airlines

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### YTD Returns

- Hyatt Hotels Corp Price % Change
- Norwegian Cruise Line Holdings Ltd Price % Change
- Spirit Airlines Inc Price % Change



## Wall Street August 9, 2022

- Dow Jones Industrial Average Level



- S&P 500 Level



- Nasdaq Composite Level



- Birling Capital Puerto Rico Stock Index Level

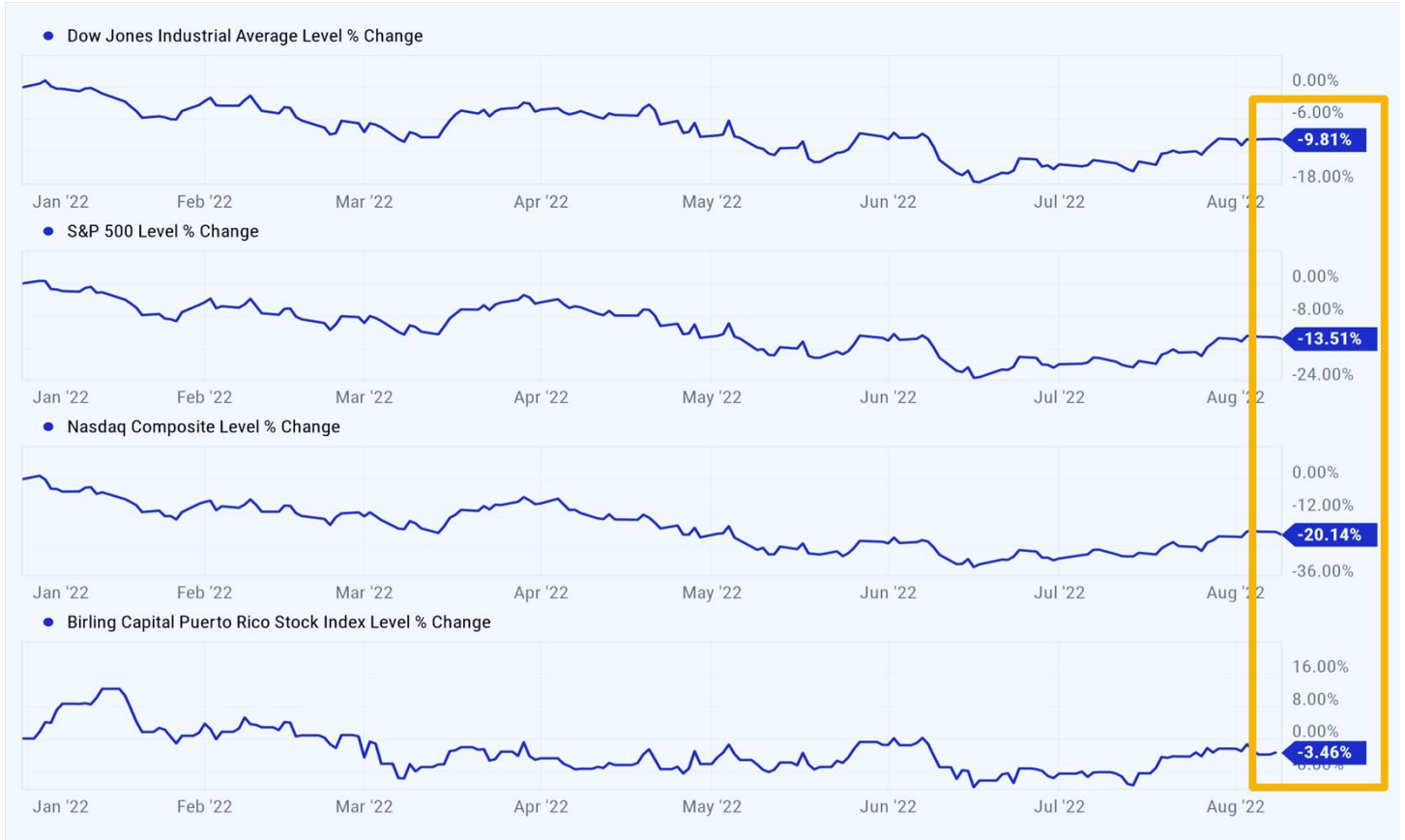




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# Wall Street August 9, 2022

## YTD Returns



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