

The 10-year Treasury yield rises to 3.63% and takes Wall Street Down.

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The U.S. and European stock markets began the week down as investors and traders' asses last week's gains. For the first month of trading in 2023, the four indices we follow have risen considerably:

- Dow Jones has a YTD Return of 2.83%.
- S&P 500 has a YTD return of 6.18%.
- Nasdaq Composite has a YTD return of 10.68%.
- Birling Puerto Rico Stock index has a YTD return of 6.51%.

The stock market weakness was due to rate increases, with the 10-year Treasury yield moving back to 3.63% after dropping below 3.35% last week.

As the Fed announced the latest interest rate increase of 25 basis points, the Fed made two critical statements that interest rate increases would continue during 2023 to restrain activity enough to allow inflation to decrease to its target of 2%. The FOMC stated that they do not envision rate drops during 2023. The latest rate increase brings the federal funds rate to between 4.5% and 4.75%, the highest level in 16 years.

Rate Increases:

- Feb. 01, 23 25 basis points
- Dec. 14, 22 50 basis points
- Nov. 02, 22 75 basis points
- Sep. 21, 22 75 basis points
- July 27, 22 75 basis points
- June 15, 22 75 basis points
- May 04, 22 50 basis points
- Mar. 16, 22 25 basis points

Key Economic Data:

- **U.S. Retail Gas Price:** is at a current level of 3.552, down from 3.594 last week, decreasing - 1.17%.
- **Canada Ivey PMI:** rose to 60.10, up from 49.30 last month, increasing 21.91%.
- **Eurozone Retail Trade YoY:** fell to -2.80%, compared to -2.50% last month.
- **Germany Consumer Price Index YoY:** fell to 8.60%, compared to 10.00% last month.
- **China Exports YoY:** fell to -10.11%, compared to -9.04% last month.
- **China Imports YoY:** is at -7.30%, compared to -10.86% last month.

Puerto Rico COVID-19 Update February 6:

- Daily Cases: 132
- Positivity Rate: 15.93%
- Hospitalizations: 156
- Deaths: 3
- Source P.R. Department of Health.

Eurozone Summary for February 6:

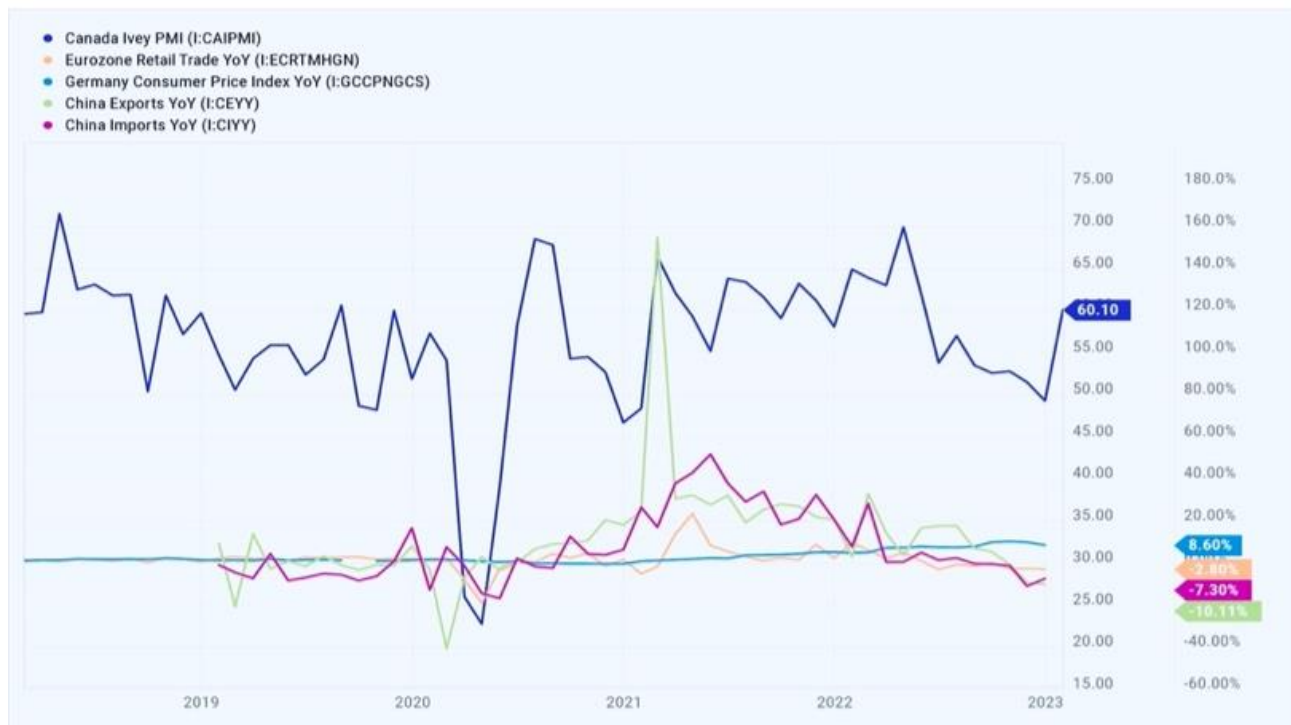
- Stoxx 600 closed at 457.16, down 3.61 points or 0.78%.
- FTSE 100 closed at 7,836.71, down 65.09 points or 0.82%.
- Dax Index closed at 15,345.91, down 130.52 points or 0.84%.

Wall Street Summary for February 6:

- Dow Jones Industrial Average closed at 33,891.02, down 34.99 or 0.10%.
- S&P 500 closed at 4,111.18, down 25.40 points or 0.61%.
- Nasdaq Composite closed at 11,887.45, down 119.50 points or 1.00%.
- Birling Capital Puerto Rico Stock index closed at 2,789.90, down 4.28 points or 0.15%.
- U.S. Treasury 10-year note closed at 3.63%.
- U.S. Treasury 2-year note closed at 4.44%.



Canada Ivey PMI, Eurozone Retail Trade, Germany CPI, China Exports & China Imports





Wall Street Recap February 6, 2023

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