

GLOBAL MARKET SQUARE



Wall Street begins July in the black, following the worst first semester in 52 years.

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The U.S. & European stock markets began July with mainly positive results, as a follow up of the worst first semester in 52 years. Even with today's rally, the markets have been negative for four weeks out of five as persistent pessimism has engulfed investors.

Also, most of the data we are reviewing points to investors heightened concern that global central banks, including the Federal Reserve, will impact global growth to take control of inflation.

To further review this point, we examined the Federal Reserve Bank of Atlanta GDPNow Projection model estimate for second-quarter 2022 real gross domestic product growth is a revised -1.0% contraction as of June 30. Following recent releases from the Bureau of Economic Analysis and the U.S. Census Bureau, the current projection for second-quarter real personal consumption expenditures growth and real gross private investment growth declined from 2.7% and -8.1%, respectively, to 1.7% and -13.2%, respectively.

Lastly, the Institute for Supply Management (ISM) reported that the manufacturing PMI decreased to 53, down -5.53% compared to last month's reading. However, more concerning, the contraction of new orders fell from 55.1 to 49.2, a 10.72% decrease.

Key economic data:

- U.S. ISM Manufacturing PMI: fell to 53.00, down from 56.10 last month, decreasing - 5.53%.
- U.S. ISM Manufacturing New Orders Index: fell to 49.20, down from 55.10 last month, dropping by 10.71%.
- U.S. Construction Spending MoM: fell to -0.15%, compared to 0.81% last month.
- Japan Unemployment Rate: rose to 2.60%, compared to 2.50% last month.

Puerto Rico COVID-19 Update July 1:

- Daily Cases: 647, down 5.86%.
- Positivity Rate: 31.06%, down 0.79%.
- Hospitalizations: 402, up 3.98%.
- Deaths: 8, down 20%.
- Source Puerto Rico Department of Health.

Eurozone Summary for July 1:

- Stoxx 600 closed at 406.72, down 0.48 points or 0.12%.
- FTSE 100 closed at 7,168.65, down 0.63 points or 0.01%.
- Dax Index closed at 12,813.03, up 29.26 points or 0.23%.

Wall Street Summary for July 1:

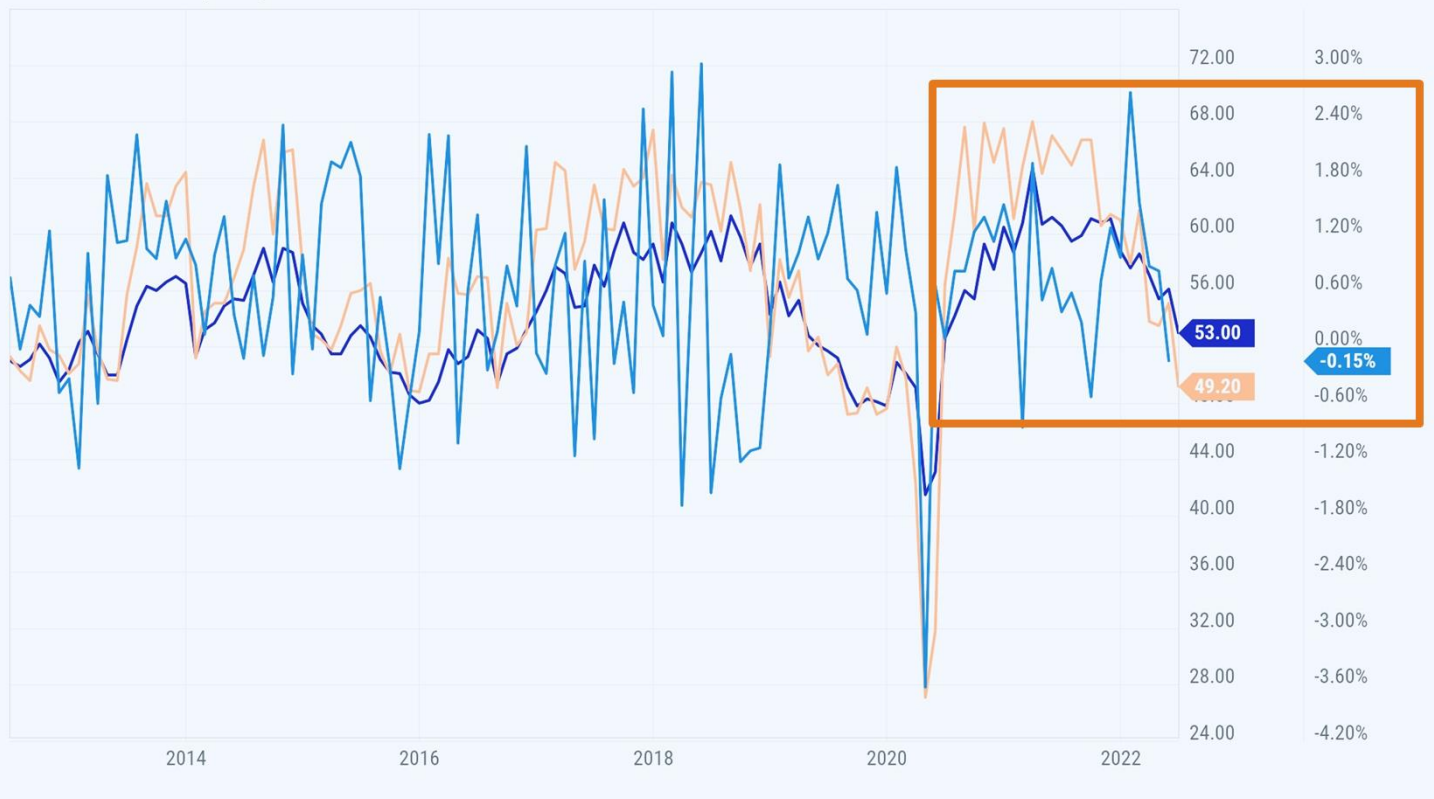
- Dow Jones Industrial Average closed at 31,097.26, up 321.83 points or 1.05%.
- S&P 500 closed at 3,825.33, up 39.95 points or 1.06%.
- Nasdaq Composite closed at 11,127.84, up 99.14 points or 0.90%.
- Birling Capital Puerto Rico Stock index closed at 2,598.12, down 14.77 points or 0.57%.
- The U.S. Treasury 10-year note closed at 2.88%.
- The U.S. Treasury 2-year note closed at 2.84%.

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US ISM Manufacturing, US ISM New Orders & US Construction Spending,

- US ISM Manufacturing PMI
- US ISM Manufacturing New Orders Index
- US Construction Spending MoM



Comparison of various retail sales segments through June 30, 2022

- US Retail and Food Services Sales MoM % Change
- US Retail Sales YoY % Change
- US Grocery Store Sales % Change
- US Food and Beverage Store Sales % Change
- US Electronics and Appliance Store Sales % Change
- US Department Store Sales % Change





The Nasdaq Composite in bear territory

• Dow Jones Industrial Average Level % Change



• S&P 500 Level % Change



• Nasdaq Composite Level % Change



• Birling Capital Puerto Rico Stock Index Level % Change





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