Wall Street rises as the U.S. economy shows fortitude, with New Single-Family Houses Sold increasing by 12.21% and Durable Goods New Orders rising by 45.8%.

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The U.S. and European stock markets recorded their first gains in a week as the latest economic reports show a more resilient U.S. economy as the New Single-Family Houses Sold by 12.21%, Durable Goods New Orders MoM rose 45.8%, and the GDPNow for the 2Q23 is at 1.80% GDP. As we look ahead to Friday's Personal Consumption Expenditure (PCE) report, which is the Fed's preferred inflation benchmark, we must highlight that the Inflation Nowcast for the PCE is at 3.87%; we expect to meet or beat the estimate.

While on the inflation subject today, Canada reported its latest Consumer Price Index Reading falling to 3.36%, a decrease of 23.80% and ahead of the US CPI at 4.05% and the Eurozone CPI at 6.10%.

This means that in the race to beat inflation and reach the 2% inflation target Canada is the closest with just 68% shy of the 2% target, while the U.S. is 102.5% over the 2% target, and the EU is the worst with 205% over the target.

The question remains will the Fed increase rates in July or pause again?
As of today, the consensus estimates show a 75% probability of a 25 basis point increase at the July 26th meeting, without any rate cuts for 2023.

GDPNow Update:

- The GDPNow for the second quarter of 2023 was updated on 6/27/23, decreasing to 1.80% GDP from 1.90%, a 5.56% decrease.

Key Economic Data:

- **U.S. New Single-Family Houses Sold:** rose to 763,000, up from 680,000 last month, a 12.21% increase.
- **U.S. Durable Goods New Orders MoM:** rose to 1.75%, compared to 1.20% last month.
- **U.S. Durable Goods Excluding Defense New Orders MoM:** rose to 2.95%, compared to -0.52% last month.
- **Case-Shiller Composite 20 Home Price Index YoY:** fell to -1.75%, compared to -1.17% last month.
- **Case-Shiller Home Price National Index:** rose to $299,720, up from $298,150 last month, increasing 0.53%.
- **Richmond Fed Manufacturing Index:** rose to -7.00, up from -15.00 last month.
- **Canada Consumer Price Index YoY:** fell to 3.36%, compared to 4.41% last month.
- **Canada Inflation Rate:** fell to 3.36%, compared to 4.41% last month.

Eurozone Summary:

- **Stoxx 600** closed at 453.09, up 0.41 points or 0.01%.
- **FTSE 100** closed at 7,461.46, up 7.88 points or 0.11%.
- **Dax Index** closed at 15,846.86, up 33.80 points or 0.21%.

Wall Street Summary:

- **Dow Jones Industrial Average** closed at 33,926.74, up 212.03 points or 0.63%.
- **S&P 500** closed at 4,378.41, up 49.59 points or 1.15%.
- **Nasdaq Composite** closed at 13,555.67, up 219.90 points or 1.65%.
- **Birling Capital Puerto Rico Stock Index** closed at 2,457.59, up 20.51 points or 0.84%.
- **Birling Capital U.S. Bank Stock Index** closed at 3,611.28, up 7.21 points or 0.20%.
- **U.S. Treasury 10-year note** closed at 3.77%.
- **U.S. Treasury 2-year note** closed at 4.74%.

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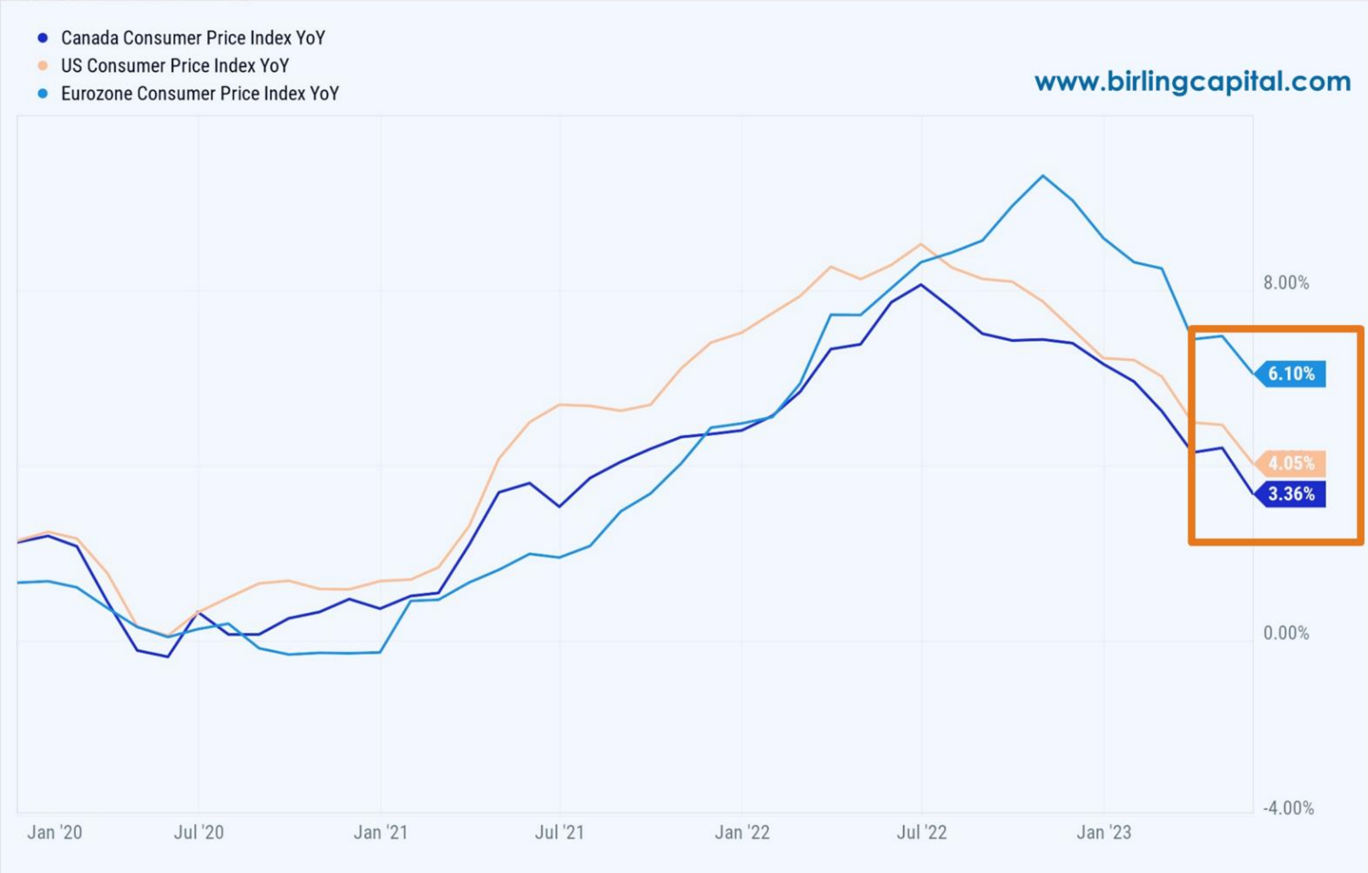
GDPNow 6.27.23
Second Quarter GDP Forecast

Date	GDPNow 2Q23	Change
4/28/2023	1.70%	Initial Forecast
5/1/2023	1.80%	5.56%
5/4/2023	2.70%	33.33%
5/8/2023	2.70%	0.00%
5/16/2023	2.60%	-3.85%
5/17/2023	2.90%	10.34%
5/26/2023	1.90%	-52.63%
6/1/2023	2.00%	5.00%
6/7/2023	2.20%	9.09%
6/8/2023	2.20%	0.00%
6/15/2023	1.80%	-22.22%
6/20/2023	1.90%	5.26%
6/27/2023	1.80%	-5.56%

US New Single-Family Houses Sold, US Durable Goods New Orders, US Durable Goods Excluding Defense, Case-Shiller Composite 20 Home Price, Case-Shiller Home Price Index National

Comparison of Canada CPI versus US CPI and Eurozone CPI



Wall Street Recap

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