U.S. GDP for the 1Q23 rose to 2%, a 42.85% rise from the original estimate, and Wall Street closed mostly up.

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The U.S. and European stock markets closed with mixed results to cap a volatile week; in the U.S., investors reacted positively, taking the Dow Jones, S&P higher with the Nasdaq flat as the Department of Commerce Bureau of Economic Analysis reported an upward revision of the U.S Gross Domestic Product for the 1Q23, which rose to 2%, and 42.85% ahead of the original estimate of 1.3% GDP. The upward revision in real GDP for the first quarter reflects increases in consumer spending, exports, including state, and local government spending, federal government spending, and nonresidential fixed investment, which were somewhat offset by decreases in private inventory and residential fixed investment.

This revision thwarts any lingering expectation that the U.S. may fall into a recession, and the GDPNow for the second quarter of 2023 was updated on 6/27/23 to 1.80% GDP, which signals that the recession fears will not materialize; lastly, the unemployment claims fell 9.81% to 239,000, well below expectations.

Regarding Friday's Personal Consumption Expenditure (PCE) report, the Fed's preferred inflation benchmark, the Inflation Nowcast for the PCE, is at 3.87%; we expect to meet or beat the estimate.

Key Economic Data:

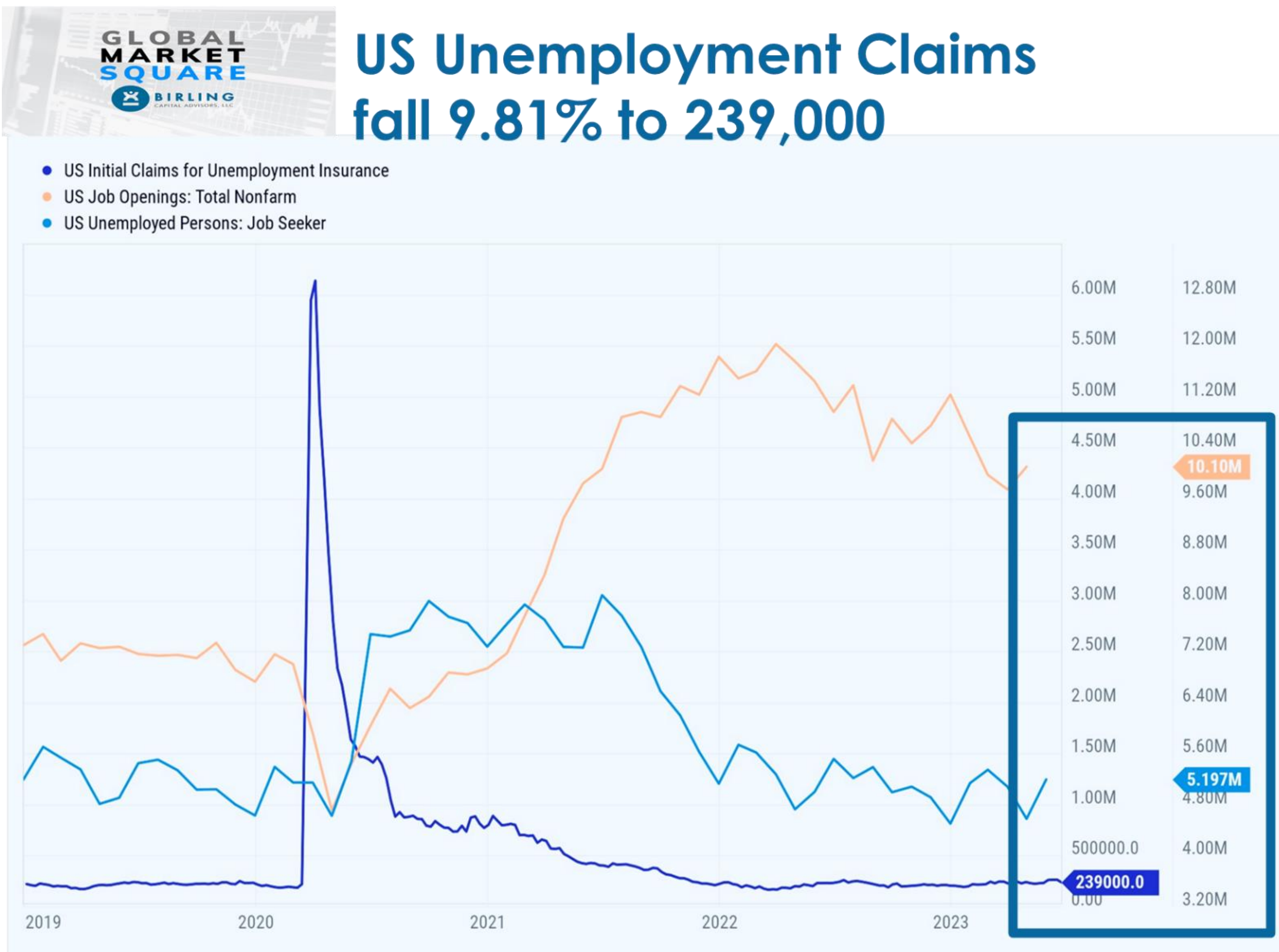
- **U.S. Real GDP QoQ:** rose to 2.00%, compared to 2.60% last quarter.
- **U.S. Initial Claims for Unemployment Insurance:** fell to 239,000, down from 265,000 last week, dropping -9.81%.
- **U.S. Pending Home Sales YoY:** fell to -22.18%, compared to -20.61% last month.
- **U.S. Total Vehicle Sales:** fell to 15.60 million, down from 16.63 million last month, declining -6.16%.
- **30-Year Mortgage Rate:** rose to 6.71%, compared to 6.67% last week.
- **Eurozone Consumer Confidence Indicator:** improved slightly to -16.10, up from -17.40 last month.
- **Eurozone Economic Sentiment Indicator:** fell to 95.30, down from 96.40 last month, declining -1.14%.
- **Germany Consumer Price Index YoY:** rose to 6.40%, compared to 6.10% last month.
- **Japan Industrial Production Index MoM:** fell to -0.42%, compared to 1.05% last month.
- **China PMI:** fell to 48.80, down from 49.20 last month, decreasing -0.81%.
- **China Non-Manufacturing PMI:** fell to 54.50, down from 56.40 last month, declining -3.37%.

Eurozone Summary:

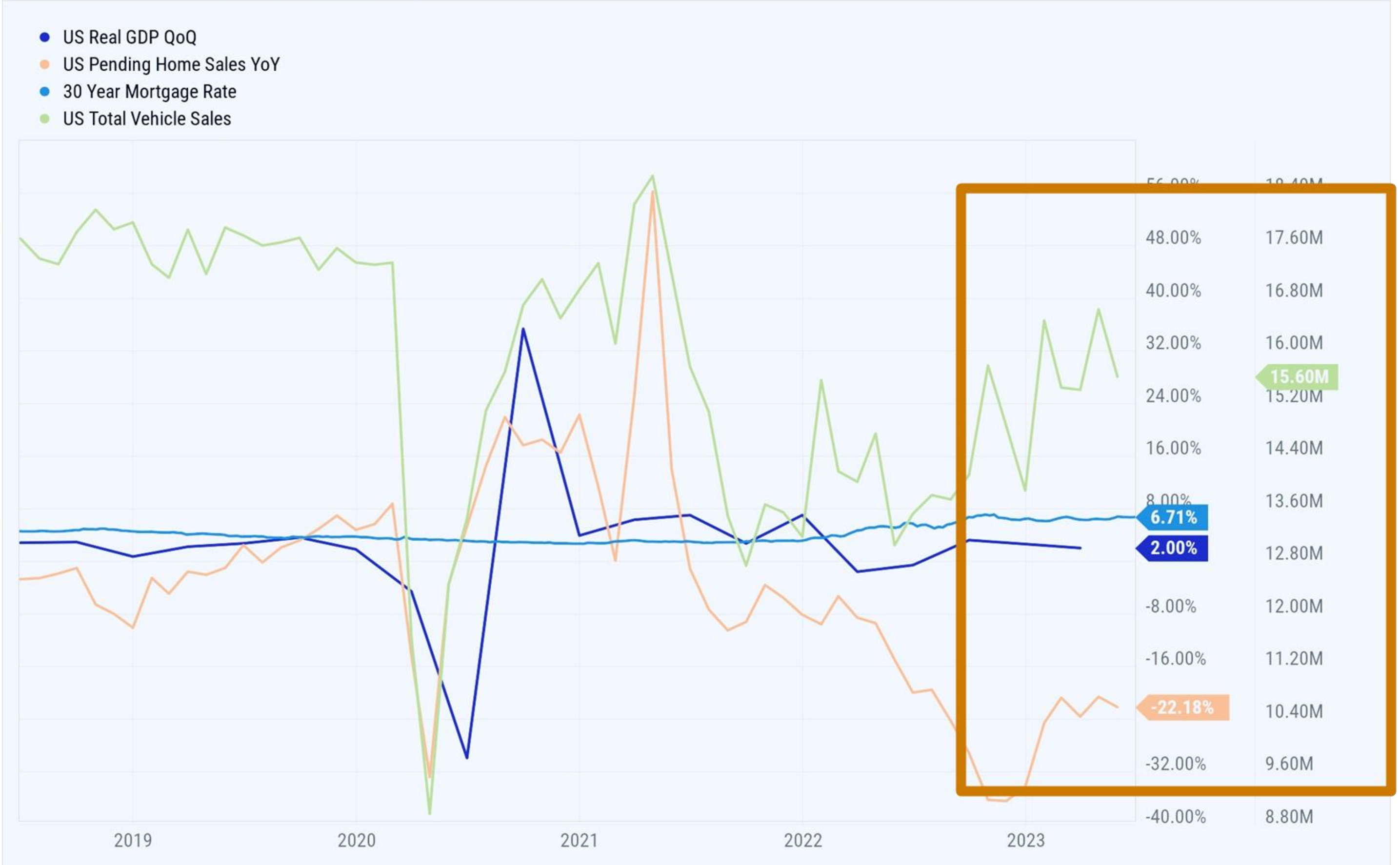
- **Stoxx 600** closed at 456.55, up 0.50 points or 0.11%.
- **FTSE 100** closed at 7,471.69, down 28.80 points or 0.38%.
- **Dax Index** closed at 15,946.72, down 2.28 points or 0.01%.

Wall Street Summary:

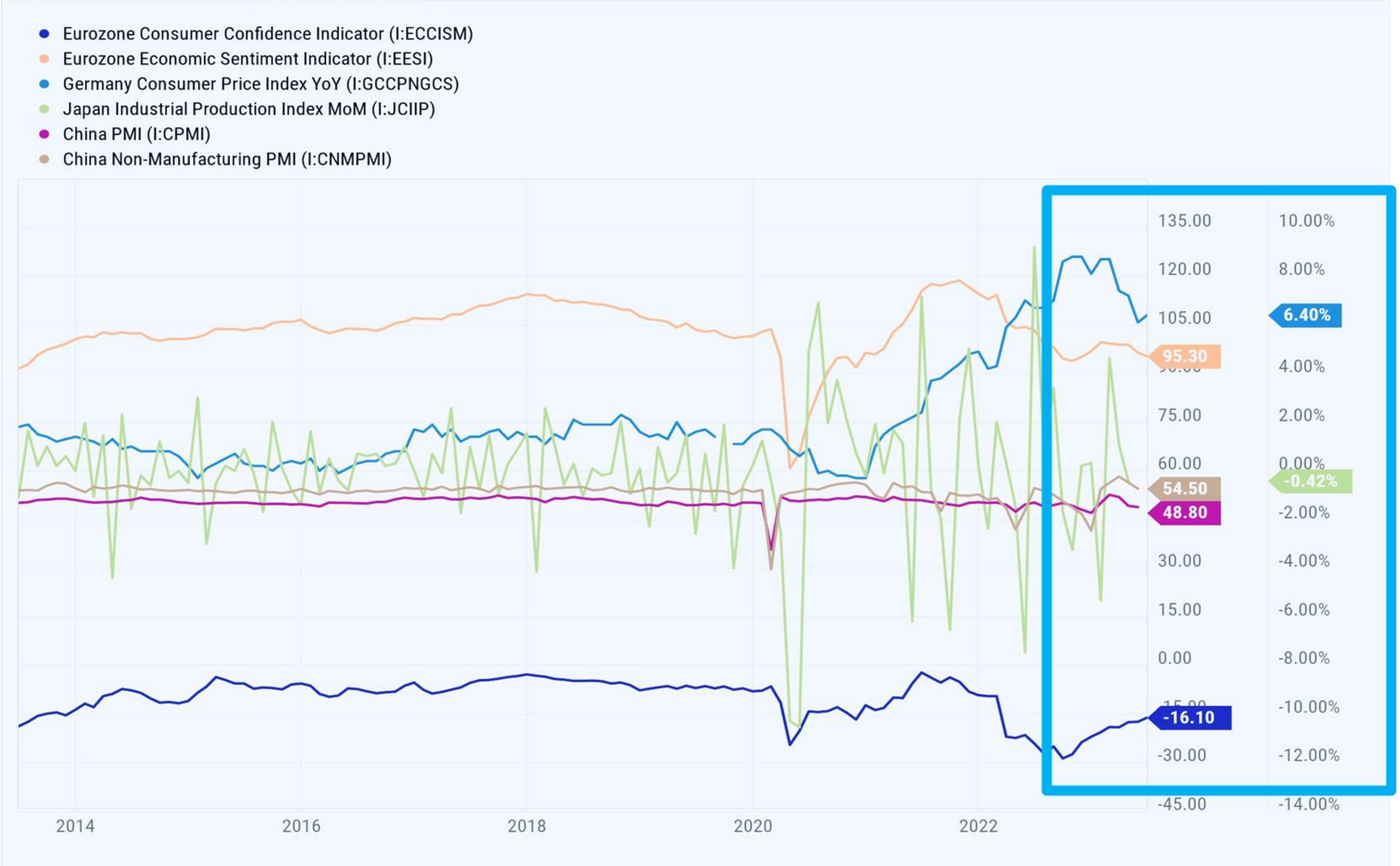
- **Dow Jones Industrial Average** closed at 34,122.47, up 269.76 points or 0.80%.
- **S&P 500** closed at 4,396.44, up 19.52 points or 0.45%.
- **Nasdaq Composite** closed at 13,591.33, down 0.42 points or 0.00%.
- **Birling Capital Puerto Rico Stock Index** closed at 2,487.79, down 4.78 points or 0.19%.
- **Birling Capital U.S. Bank Stock Index** closed at 3,613.82, down 15.71 points or 0.43%.
- **U.S. Treasury 10-year note** closed at 3.85%.
- **U.S. Treasury 2-year note** closed at 4.87%.



US Real GDP, US Pending Home Sales YoY, 30-Year Mortgage Rate & US Total Vehicle Sales



Eurozone Consumer Confidence, Eurozone Economic Sentiment, Germany CPI, Japan Industrial Production, China PMI & China Non-Manufacturing PMI



Wall Street Recap

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