

GLOBAL MARKET SQUARE



BlockFi files for bankruptcy, making it the sixth crypto company in a row. Is this asset class headed to zero? Wall Street closed lower.

November 28, 2022

by Francisco Rodríguez-Castro
frc@birlingcapital.com

The U.S. and European stock markets began the week with losses; investors are reacting to a series of protests in China to combat the regime's Zero-COVID policy.

While Beijing allegedly adjusted some of its policies, the protest suggests its citizens have had enough. The timing of this situation is problematic as China was on its way to reopening the second-biggest economy in the world. The most harmful impact will be on the manufacturing sector and the ensuing implications to the supply chain. Companies with vast exposure to China, such as Apple and Dell Technologies, have fallen more than 2.25% in today's trading.

Also, there is another crypto company that went bankrupt this time, BlockFi, founded in 2017, and it provides credit services to markets with limited access to simple financial products. The Cryptocurrency cemetery now includes Three Arrows Capital, Voyager Digital, Celcius, FTX, and Mt. Gox, following the losses of trillions of dollars in market value.

Like any investment bubble, there is a time when a herd of investors enamored with huge returns will begin to invest in asset classes, not knowing fully the risks involved. Only when the risks appear, and the hordes of investors stamped from the assets class, leaving trillions of dollars in losses, some that left early made money; others will not. Such is the case with Cryptocurrency and its much-predicted downfall.

Key Economic Data:

- **U.S. Retail Gas Price:** fell to \$3.763, down from \$3.876 last week, decreasing -2.92%.
- **Japan Unemployment Rate:** rose to 2.60%, compared to 2.50% last month.

During the week, there is an ample array of key economic data, including:

11/30

- U.S. Real GDP QoQ
- U.S. Personal Savings Rate

12/1

- U.S. Initial Claims for Unemployment Insurance
- U.S. Personal Consumption Expenditures

- U.S. Real Personal Consumption Expenditures
- U.S. Real Disposable Personal Income
- 30-Year Mortgage Rate

Puerto Rico COVID-19 Update November 28:

- Daily Cases: 122
- Positivity Rate: 21.42%
- Hospitalizations: 199
- Deaths: 1
- Source P.R. Department of Health.

Eurozone Summary for November 28:

- Stoxx 600 closed at 438.48, down -2.25 points or 0.51%.
- FTSE 100 closed at 7,483.10, down -3.57 points or 0.05%.
- Dax Index closed at 14,397.75, down -143.63 points or 0.00%.

Wall Street Summary for November 28:

- Dow Jones Industrial Average closed at 33,849.46, down -497.57 points or 1.45%.
- S&P 500 closed at 3,963.94, down -62.18 points or 1.54%.
- Nasdaq Composite closed at 11,049.50, down -176.86 points or 1.58%.
- Birling Capital Puerto Rico Stock index closed at 2,747.74, up 21.75 points or 0.80%.
- U.S. Treasury 10-year note closed at 3.69%.
- U.S. Treasury 2-year note closed at 4.46%.

Cryptocurrency Data:

Bitcoin, Bitcoin Market Cap, NYSE Bitcoin Index, Ethereum Price, Binance, Coinbase & FTX

- Bitcoin Price % Change
- Bitcoin Market Cap % Change
- NYSE Bitcoin Index Level % Change
- Ethereum Price % Change
- Binance Coin Price % Change
- Coinbase Global Inc Price % Change
- FTX Token % Change

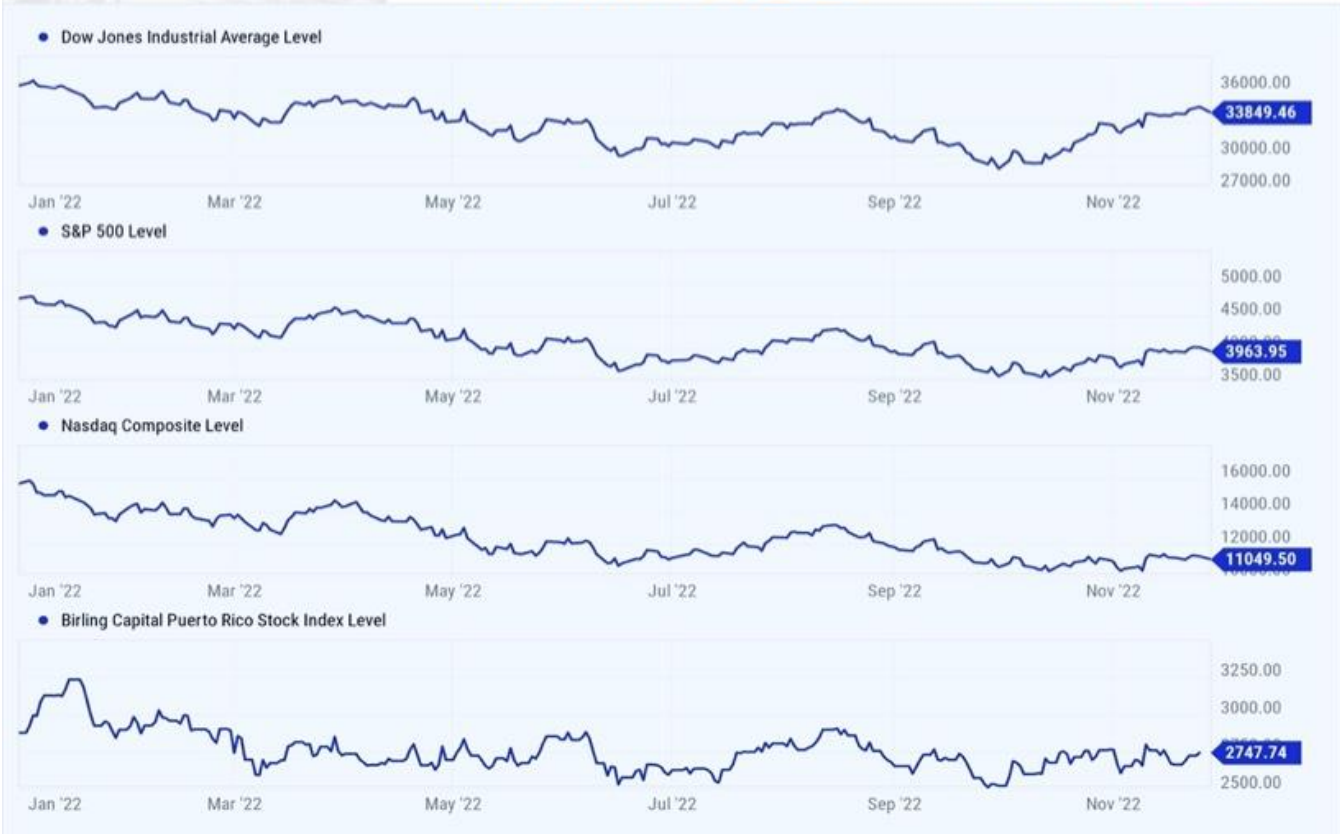




Wall Street Recap

November 28, 2022

www.birlingcapital.com



Global Market Square © es una publicación preparada por Birling Capital LLC y resume los recientes desarrollos geopolíticos, económicos, de mercado y otros que pueden ser de interés para los clientes de Birling Capital LLC. Este informe está destinado únicamente a fines de información general, no es un resumen completo de los asuntos a los que se hace referencia y no representa asesoramiento de inversión, legal, regulatorio o fiscal. Se advierte a los destinatarios de este informe que busquen un abogado profesional adecuado con respecto a cualquiera de los asuntos discutidos en este informe teniendo en cuenta la situación de los destinatarios. Birling Capital no se compromete a mantener a los destinatarios de este informe informados sobre la evolución futura o los cambios en cualquiera de los asuntos discutidos en este informe. Birling Capital. El símbolo de registro y Birling Capital se encuentran entre las marcas registradas de Birling Capital. Todos los derechos reservados.