

## The Index of Consumer Sentiment rose to 59.80, while Retail Sales MoM fell to -0.00%, and Wall Street fell.

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The U.S. & European stock markets ended the session with asymmetrical results amid a highly volatile trading week. Investors dealt this week with a potpourri of economic data, mainly the Consumer Price Index, with a reading of 8.2% higher than expectations. Today it added the Retail and Food Services Sales MoM that fell to -0.00%, compared to 0.42% last month. On a year-over-year basis, the US Retail Sales fell to 7.78%, compared to 9.10% last month; meanwhile, the greatly anticipated Index of Consumer Sentiment rose to 59.80, increasing 2.05%.

Typically, higher than expected inflation increases impact investors' mindset immediately; yesterday's market rally seemed to dispel that notion, but the pessimism sank during today's session.

While we cannot pinpoint the reasons for the swing in sentiment from yesterday to today, we tend to think that the asset sell-off has already been significant, which usually weeds out those investors that are not focused on the medium to longer term.

### Results for the week of 10/14 versus 10/7:

We evaluate these week's results by comparing the prior week's:

- Dow Jones Industrial Average rose 338.04 points.
- Standard & Poor's 500 fell -56.59 points.
- Nasdaq Composite fell -331.01 points.
- Birling Puerto Rico Stock Index rose 104.21 points.

Today JP Morgan Chase and Morgan Stanley reported their third-quarter earnings providing a deep insight into how market forces and the broader economy have impacted each Bank, and we provide the highlights below.

### Corporate Earnings Parade:

- **JP Morgan Chase (JPM):** reported 3Q22 revenues of \$32.7 billion, up 10%, and Net Income of \$9.7 billion, down 17%. The Bank said its preparing for a slower economy and increasing loan loss reserves by \$808M. The Stock closed at \$111.61, up, 2.05%, with a price target of \$135.59.
- **Morgan Stanley (MS):** reported 3Q22 revenues of \$12.9 billion, down 11.9%, and Net Income of \$2.632 billion, down 28.9%. The Stock closed at \$75.44 down, 4.89%, with a price target of \$95.19.

## Key Economic Data:

- **U.S. Retail and Food Services Sales MoM:** fell to -0.00%, compared to 0.42% last month.
- **U.S. Retail Sales YoY:** fell to 7.78%, compared to 9.10% last month.
- **U.S. Index of Consumer Sentiment:** rose to 59.80, up from 58.60 last month, increasing 2.05%.
- **U.S. Import Prices YoY:** fell to 6.00%, compared to 7.82% last month.
- **U.S. Export Prices YoY:** fell to 9.52%, compared to 10.74% last month.
- **U.S. Business Inventories MoM:** rose to 0.77%, compared to 0.59% last month.
- **Canada Manufacturing Shipments:** fell to \$70.42 billion, down from \$71.82 Billion, decreasing - 1.96%.
- **Canada Wholesale Sales MoM:** rose to 1.40%, compared to -0.64% last month.
- **China Exports YoY:** fell to 7.00%, compared to 17.80% last month.
- **China Imports YoY:** fell to -0.19%, compared to 2.49% last month.
- **China Trade Balance:** fell to \$79.39 Billion, down from \$101.27 Billion last month, decreasing - 21.61%.

## Puerto Rico COVID-19 Update October 14:

- Daily Cases: 108
- Positivity Rate: 13.60%
- Hospitalizations: 147
- Deaths: 0
- Source Puerto Rico Department of Health.

## Eurozone Summary for October 14:

- Stoxx 600 closed at 391.73, up 2.58 points or 0.66%.
- FTSE 100 closed at 6,858.79, up 8.52 points or 0.12%.
- Dax Index closed at 12,437.81, up 82.23 points or 0.67%.

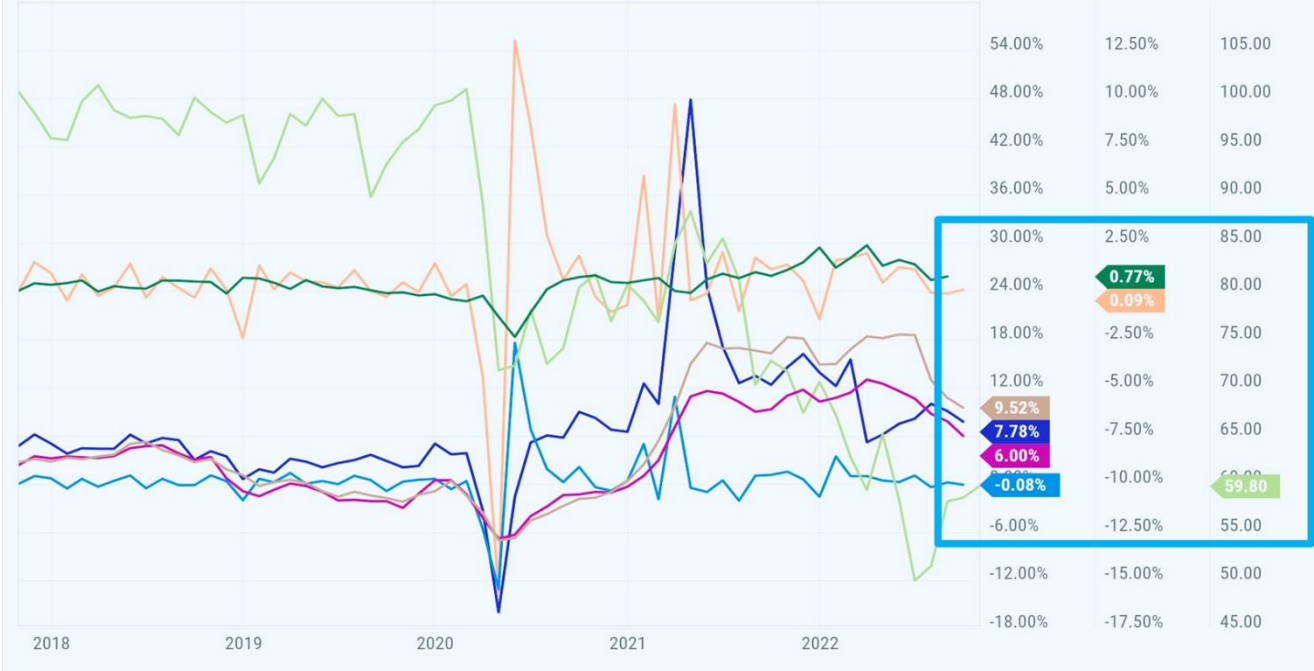
## Wall Street Summary for October 14:

- Dow Jones Industrial Average closed at 29,634.83, down 403.89 points or 1.34%.
- S&P 500 closed at 3,583.07, down 86.84 points or 2.37%.
- Nasdaq Composite closed at 10,321.39, down 327.76 points or 3.08%.
- Birling Capital Puerto Rico Stock index closed at 2,707.00, up 102.29 points or 3.93%.
- The U.S. Treasury 10-year note closed at 4.00%.
- The U.S. Treasury 2-year note closed at 4.48%.



US Retail Sales YoY, US Retail & Food Services MoM , US Index of Consumer Sentiment, US Imports, US Exports, & US Business Inventories,

- US Retail Sales YoY
- US Retail and Food Services Sales (Excluding Motor Vehicle and Part Dealers) MoM
- US Retail Sales MoM
- US Index of Consumer Sentiment
- US Import Prices YoY
- US Export Prices YoY
- US Business Inventories MoM

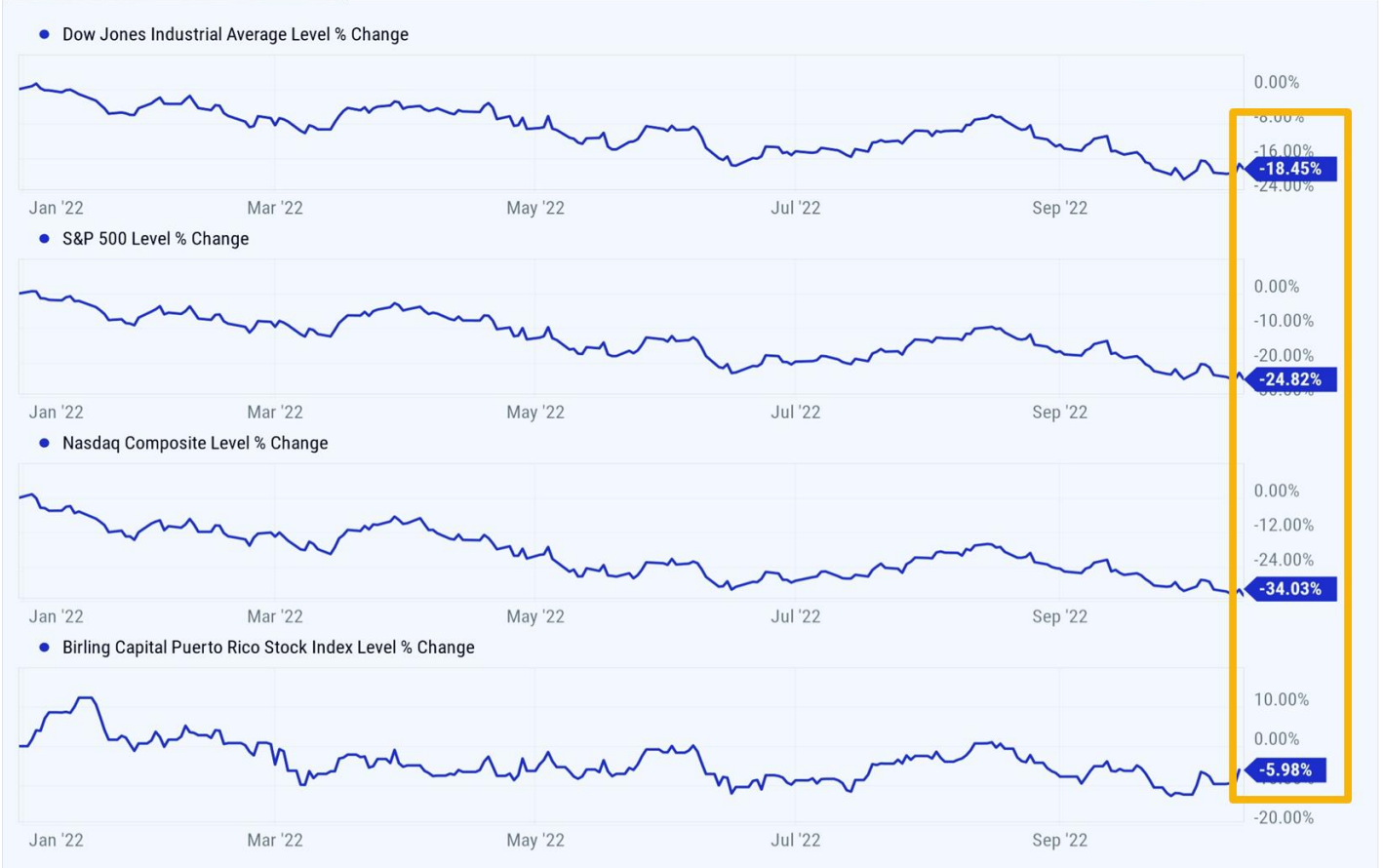




# Wall Street October 14, 2022

## YTD Returns

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## Wall Street Recap October 14, 2022

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