

ADP Employment Report rises 12.43%, while OPEC+ cuts Oil production by 2 million barrels per day, sending Wall Street lower.

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The U.S. & European stock markets closed with losses, even as the pace rose late in the trading session. Investors appear to be assessing the market rally of the last two days with a soft pause to evaluate all the new data available, including the OPEC+ statement, APD Job report, and the U.S. Trade balance, among others.

The big story today was the determination of OPEC+ to cut crude Oil production by 2 million barrels per day, or 2% of the global output, to allow prices to increase. Oil has fallen to \$80 per barrel from \$120 per barrel and began moving back above \$86 a barrel. Even at \$86, the decrease is 28.33% over the last 16 weeks. The Biden administration calls this determination by OPEC+ a "Misguided Mistake," Regardless of the implications for out-of-control inflation, including food and energy prices, our view is that inflation is on its way down for the rest of 2022.

In economic news, the ADP Employment Report of the U.S. labor markets showed jobs growth ahead of consensus estimates that added 208,000 in September versus the 200,000 estimates and 12.43% more than the 185,000 reported in August. However, before doing a victory lap, we must wait to see Friday's official Nonfarm Payrolls report, which is expected to show a 275,000 increase.

Key Economic Data:

- **U.S. Trade Balance on Goods:** fell to -87.64 billion, up from -91.07 billion last month.
- **U.S. ISM Services PMI:** fell to 56.70, down from 56.90 last month, decreasing -0.35%.
- **ADP Employment Change:** rose to 208,000, up from 185,000 last month, increasing 12.43%.
- **U.S. ISM Services Employment Index:** rose to 53.00, up from 50.20 last month, increasing 5.58%.
- **U.S. ISM Services New Orders Index:** fell to 60.60, down from 61.80 last month, decreasing -1.94%.
- **Canada Building Permits MoM:** fell to -6.62%, compared to -0.59% last month.
- **Germany Exports MoM:** rose to 1.60%, compared to -1.60% last month.
- **Germany Trade Balance:** fell to 1.20 billion, down from 3.40 billion last month, decreasing -64.71%.

Puerto Rico COVID-19 Update October 5:

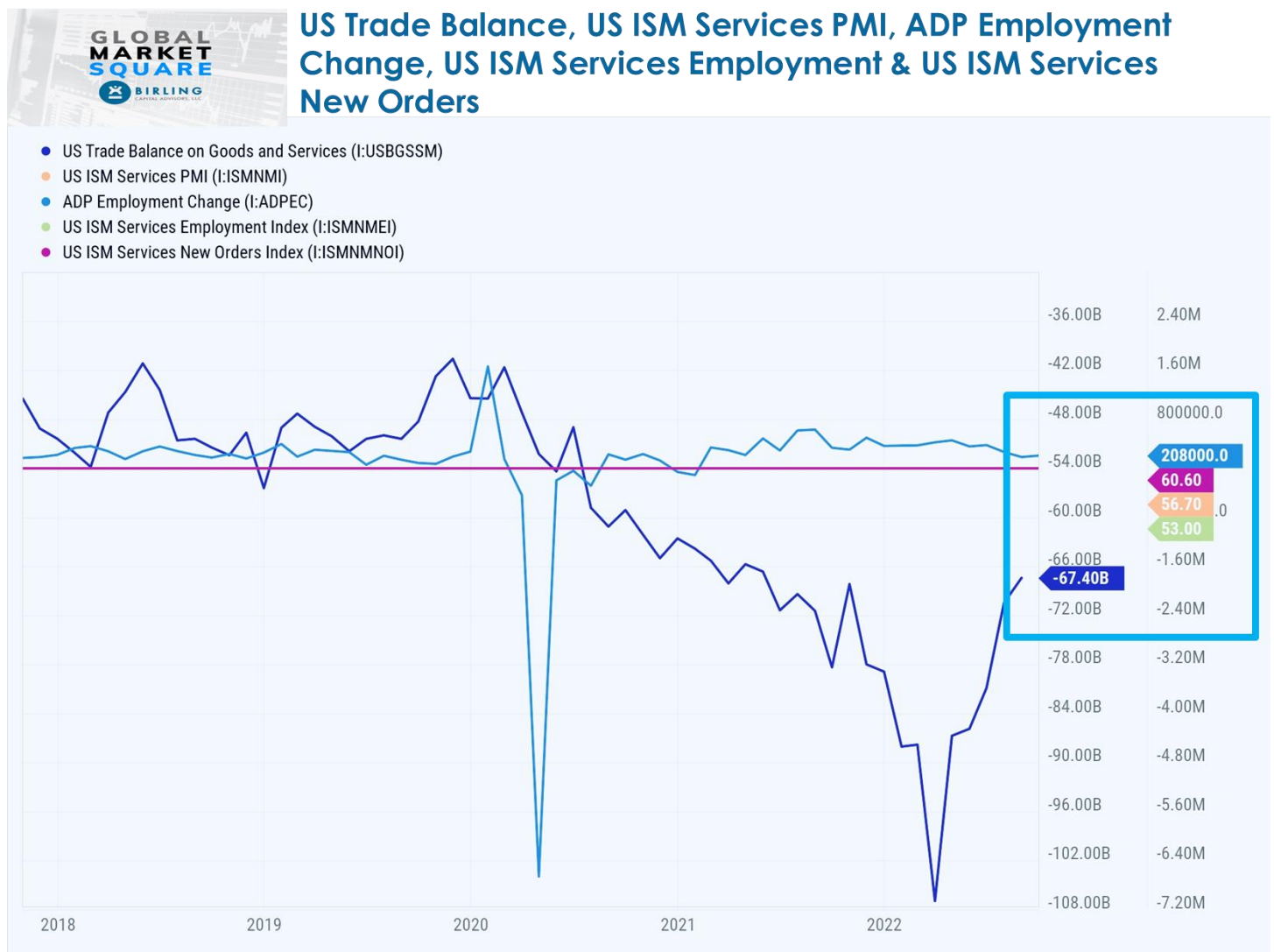
- Daily Cases: 117, lack of power is impacting the data.
- Positivity Rate: 14.23%
- Hospitalizations: 209
- Deaths: 10
- Source Puerto Rico Department of Health.

Eurozone Summary for October 5:

- Stoxx 600 closed at 398.89, down 4.14 points or 1.03%.
- FTSE 100 closed at 7,052.62, down 33.84 points or 0.46%.
- Dax Index closed at 12,517.18, down 153.30 points or 1.21%.

Wall Street Summary for October 5:

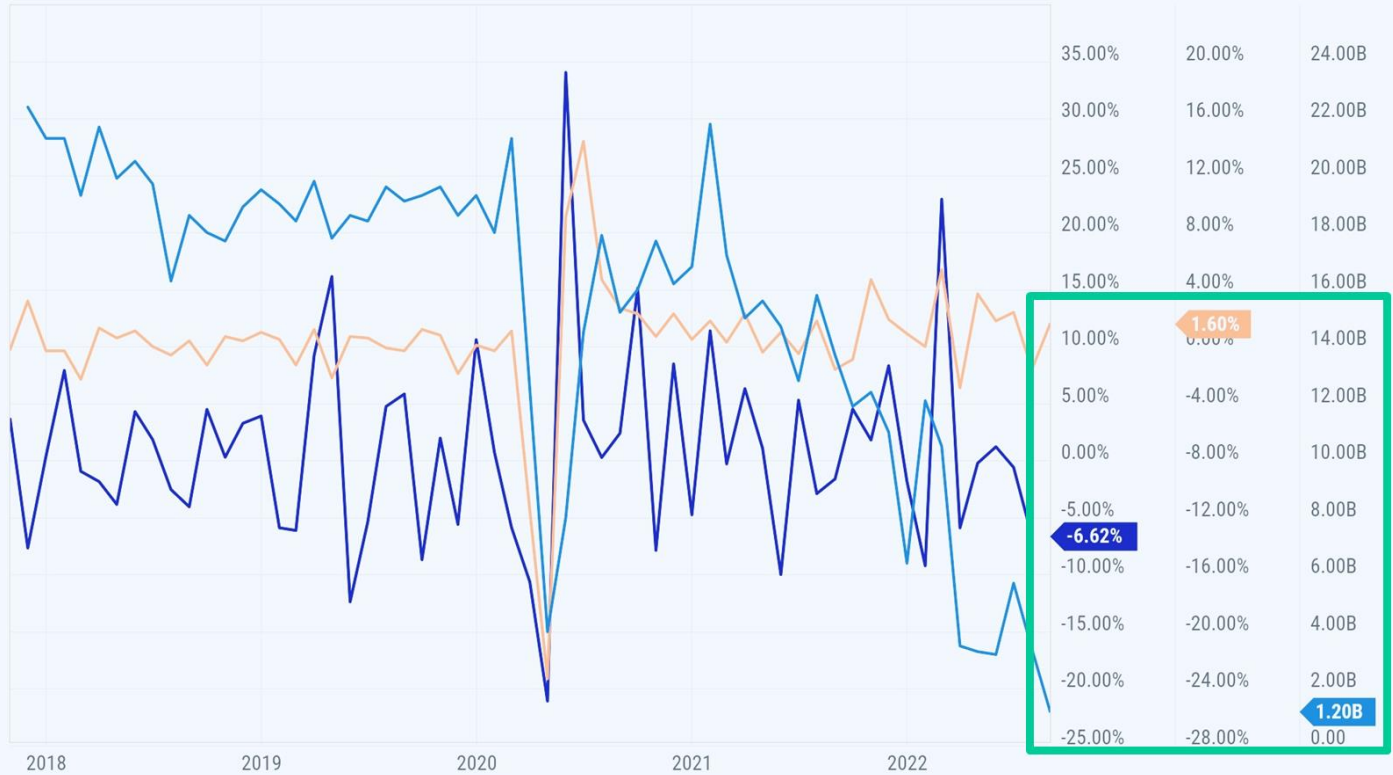
- Dow Jones Industrial Average closed at 30,273.87, down 45.45 points or 0.14%.
- S&P 500 closed at 3,783.28, down 7.65 points or 0.20%.
- Nasdaq Composite closed at 11,148.64, down 27.77 points or 0.25%.
- Birling Capital Puerto Rico Stock index closed at 2,691.02, up 100.86 points or 3.89%.
- The U.S. Treasury 10-year note closed at 3.76%.
- The U.S. Treasury 2-year note closed at 4.15%.



10.5.22

Canada Building Permits, Germany Exports & Germany Trade Balance

- Canada Building Permits MoM (I:CBPMM)
- Germany Exports MoM (I:GCESM)
- Germany Trade Balance (I:GTBSM)





Wall Street Recap

October 5, 2022

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• Dow Jones Industrial Average Level



• S&P 500 Level



• Nasdaq Composite Level



• Birling Capital Puerto Rico Stock Index Level



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