

**The U.S. economy added 263,000 new jobs or 4.94% above estimates; unemployment fell to 3.50%, and Wall Street closed down.**

**October 7, 2022**

by Francisco Rodríguez-Castro  
[frc@birlingcapital.com](mailto:frc@birlingcapital.com)

The U.S. & European stock markets ended the session with more losses amid continued strong jobs growth in the U.S. opposite of what investors wanted. The U.S. Bureau of Labor Statistics reported that the private sector added 263,000 new jobs and that the unemployment rate had dropped to 3.5%, quite unexpectedly. However, the job growth was ahead of estimates by 4.94% or 13,000 jobs. So far this year, the U.S. economy has added 3,778 million new jobs, an average of 419,777 per month.

While as you can see, jobs were broadly above expectations which would be great news, but in this case, is Bad news; why? Because markets had hoped for a contraction in jobs growth, since it did not happen, it confirms that during the next FOMC meeting, rates will increase by at least 75 basis points.

When compared to the prior week, the four indexes results were as follows:

- Dow Jones rose 571.28 points.
- S&P 500 rose 53.95 points.
- Nasdaq Composite rose 77.38 points
- Birling Puerto Rico Stock Index rose 132.10 points.

### **GDPNow Update:**

The GDPNow estimate for GDP growth for the third quarter of 2022 was updated to **2.9%**, up from 2.7% on October 5.

Date	GDPNow	Change
• 9/20/22	0.30%	-66.67%
• 9/27/22	0.30%	0.00%
• 9/30/22	2.40%	700.00%
• 10/3/22	2.30%	-4.17%
• 10/5/22	2.70%	14.81%
• 10/7/22	2.90%	6.90%

### **Key Economic Data:**

- **U.S. Nonfarm Payrolls MoM:** fell to 263,000, down from 315,000 last month, decreasing -16.51%.
- **U.S. Unemployment Rate:** fell to 3.50%, compared to 3.70% last month.
- **U.S. Labor Force Participation Rate:** fell to 62.30%, compared to 62.40% last month.

- **U.S. Wholesale Inventories MoM:** rose to 1.29%, compared to 0.62% last month.
- **U.S. Consumer Credit Outstanding MoM:** fell to 23.81 billion, down from 39.06 billion last month, decreasing -39.04%.
- **Canada Employment Net Change:** rose to 21,100, up from -39,700 last month.
- **Canada Unemployment Rate:** fell to 5.20%, compared to 5.40% last month.
- **Canada Labour Force Participation Rate:** fell to 64.70%, compared to 64.80% last month.
- **Germany Industrial Production Index MoM:** fell to -0.80%, compared to 0.00% last month.
- **Japan Business Conditions Composite Coincident Index:** rose to 101.70, up from 100.10 last month.

#### Puerto Rico COVID-19 Update October 7:

- Daily Cases: 123
- Positivity Rate: 14.12%
- Hospitalizations: 179
- Deaths: 1
- Source Puerto Rico Department of Health.

#### Eurozone Summary for October 7:

- Stoxx 600 closed at 391.75, down 4.60 points or 1.16%.
- FTSE 100 closed at 6,991.09, down 6.18 points or 0.088%.
- Dax Index closed at 12,273.00, down 197.78 points or 1.59%.

#### Wall Street Summary for October 7:

- Dow Jones Industrial Average closed at 29,296.79, down 630.15 points or 2.11%.
- S&P 500 closed at 3,639.66, down 104.86 points or 2.80%.
- Nasdaq Composite closed at 10,652.40, down 420.91 points or 3.80%.
- Birling Capital Puerto Rico Stock index closed at 2,657.18, down 22.14 points or 0.83%.
- The U.S. Treasury 10-year note closed at 3.89%.
- The U.S. Treasury 2-year note closed at 4.30%.

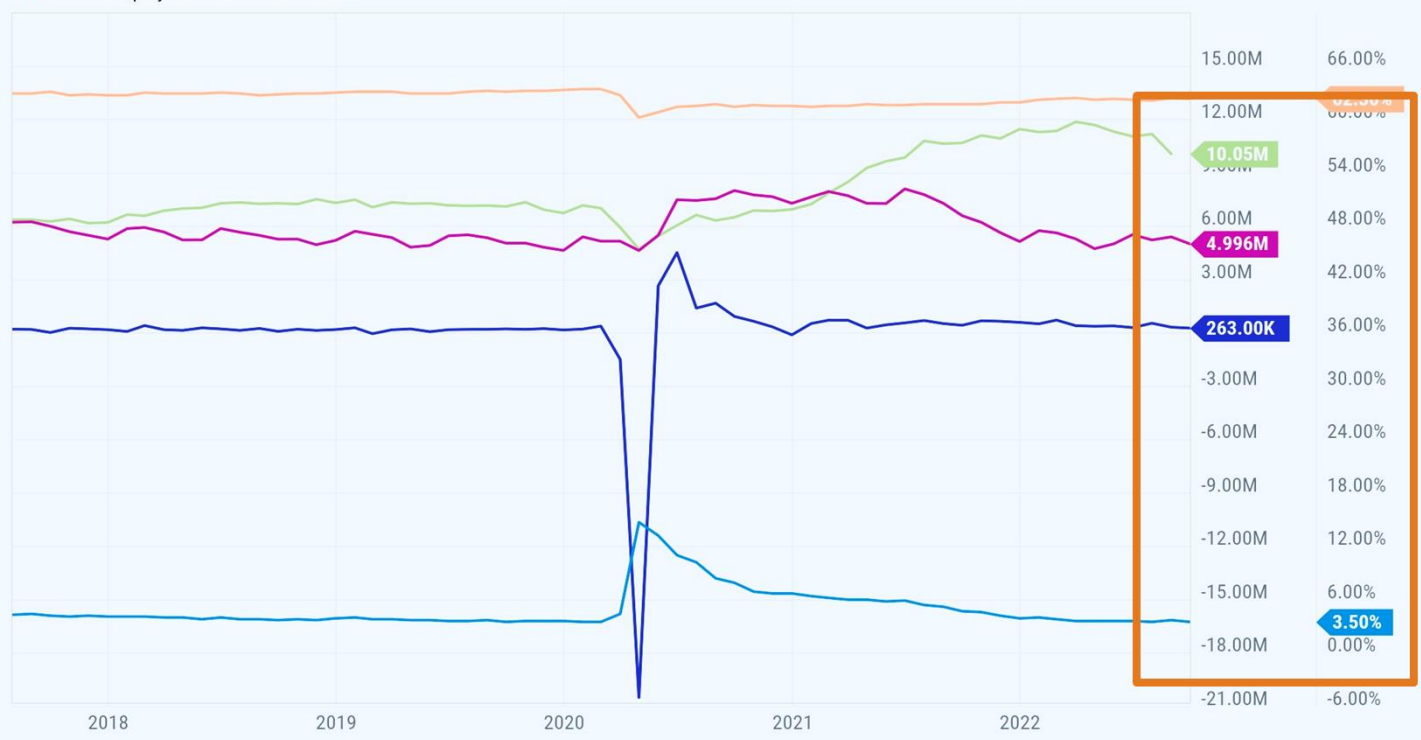


# Jobs Growth

## 10.7.22

- US Nonfarm Payrolls MoM
- US Labor Force Participation Rate
- US Unemployment Rate
- US Job Openings: Total Nonfarm
- US Unemployed Persons: Job Seeker

The US economy added 263,000 jobs last month or 4.94% ahead of expectations and Unemployment fell to 3.50%.



## GDPNow Updated 10.7.22

Date	GDPNow	Change
8/12/2022	2.50%	4.00%
8/17/2022	1.60%	-56.25%
8/24/2022	1.40%	-14.29%
8/26/2022	1.60%	12.50%
9/1/2022	2.60%	38.46%
9/7/2022	1.40%	-85.71%
9/15/2022	0.50%	-180.00%
9/20/2022	0.30%	-66.67%
9/27/2022	0.30%	0.00%
9/30/2022	2.40%	700.00%
10/3/2022	2.30%	-4.17%
10/5/2022	2.70%	14.81%
10/7/2022	2.90%	6.90%

## Wall Street Recap October 7, 2022

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● Dow Jones Industrial Average Level



● S&P 500 Level



● Nasdaq Composite Level



● Birling Capital Puerto Rico Stock Index Level





## Wall Street October 7, 2022

### YTD Returns

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