

Investors' flight to safety over the Israel-Hamas War drives U.S. Treasury yields down, and Wall Street rises.

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The U.S. and European stock markets closed with gains as expectations mount on the upcoming Consumer Price Index report due on October 12. Investors are awaiting the Big Six banks earnings that begin to roll out next Friday. Also, oil prices have stabilized sharply after the news of the Israel-Hamas War.

CPI report has a lot of sway in the direction of the Federal Reserve Bank's monetary policy. Also on Wednesday, we have the next reading on the producer price index, and we expect headline PPI to increase by 1.5% YoY, slightly under the August 1.6%.

The US treasuries and bonds fell, with 10-year Treasury closing at 4.66%, while the 2-year yield closed at 4.96%.

Lastly, the GDPNow was updated, rising to 5.1% for the 3Q23, another welcomed development.

GDPNow Update:

- The GDPNow for the third quarter was updated today, increasing to 5.10% GDP from 4.90% GDP, a 3.92% rise.

Key Economic Data:

- **U.S. Retail Gas Price:** fell to \$3.93, down from \$3.963 last week, decreasing -0.83%.
- **U.S. Wholesale Inventories MoM:** is at -0.13%, compared to -0.26% last month.

Eurozone Summary:

- **Stoxx 600** closed at 452.48, up 8.69 points or 1.96%.
- **FTSE 100** closed at 7,628.21, up 136.00 points or 1.82%.
- **Dax Index** closed at 15,423.52, up 295.41 points or 1.95%.

Wall Street Summary:

- **Dow Jones Industrial Average** closed at 33,739.20, up 134.65 points or 0.40%.
- **S&P 500** closed at 4,358.24, up 22.58 points or 0.52%.
- **Nasdaq Composite** closed at 13,562.84, up 78.61 points or 0.58%.
- **Birling Capital Puerto Rico Stock Index** closed at 2,781.26, down 24.19 points or 0.86%.
- **Birling Capital U.S. Bank Stock Index** closed at 3,524.04, up 3.67 points or 0.10%.
- **U.S. Treasury 10-year note** closed at 4.66%.
- **U.S. Treasury 2-year note** closed at 2.96%.



US Retail Gas Price & US Wholesale Inventories MoM





Wall Street Recap October 10, 2023



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