

The U.S. Jobs report shows an increase of 48.0% to rise to 336,000 new jobs, beating estimates and Wall Street rises.

October 6, 2023

by Francisco Rodríguez-Castro
frc@birlingcapital.com

The U.S. and European stock markets closed the session with solid gains as the results from the U.S. Jobs reports were better than all estimates. The U.S. economy created 336,000 new jobs, 48.02% more than last month and 106.15% over the consensus estimates of 163,000. Also, the unemployment rate is unchanged at 3.80%, higher than the 3.70% estimate; with those results, the Dow Jones rose 288.01 points, the Nasdaq rose 211.51 points, and the S&P 500 rose 50.31 points, capping a highly volatile week.

Part of the high volatility was the surge in bond yields that took possession of the market, with rates rising and stocks in a substantial pullback. Also, the solid economic performance renewed concerns over the Fed rate actions, and the path of least resistance may be higher bond yields for a while longer. However, rates will peak quickly, as we expect falling inflation, slower economic growth, and the end of the Fed's hiking campaign to be an impactful influence.

Key Economic Data:

- **U.S. Nonfarm Payrolls MoM:** rose to 336,000, up from 227,000 last month, increasing 48.02%.
- **U.S. Unemployment Rate** is unchanged at 3.80%, compared to 3.80% last month.
- **U.S. Labor Force Participation Rate:** is unchanged at 62.80%, compared to 62.80% last month.
- **Canada Employment Net Change:** rose to 63,800, up from 39,900 last month, increasing 59.90%.
- **Canada Unemployment Rate:** is unchanged at 5.50%, compared to 5.50%.
- **Canada Labour Force Participation Rate:** rose to 65.60%, compared to 65.50% last month.
- **Japan Business Conditions Composite Coincident Index:** rose to 114.30, up from 114.20 last month.¹⁸

Eurozone Summary:

- **Stoxx 600** closed at 444.93, up 3.62 points or 0.82%.
- **FTSE 100** closed at 7,494.58, up 43.04 points or 0.58%.
- **Dax Index** closed at 15,229.77, up 159.55 points or 1.06%.

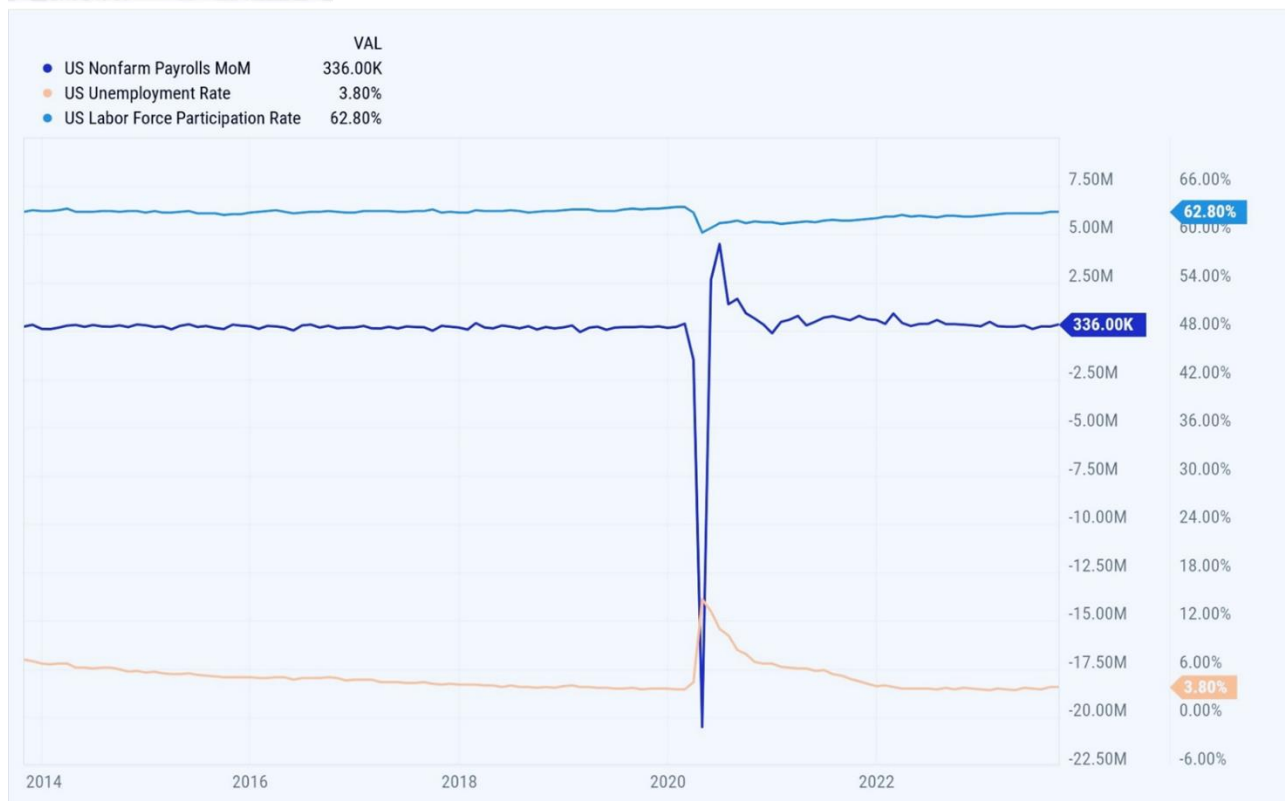
Wall Street Summary:

- **Dow Jones Industrial Average** closed at 33,119.57, down 9.98 points or 0.03%.
- **S&P 500** closed at 4,259.11, down 4.76 points or 0.11%.
- **Nasdaq Composite** closed at 13,211.83, down 16.18 points or 0.12%.

- **Birling Capital Puerto Rico Stock Index** closed at 2,778.15, up 63.39 points or 2.34%.
- **Birling Capital U.S. Bank Stock Index** closed at 3,482.86, up 14.94 points or 0.43%.
- **U.S. Treasury 10-year note** closed at 4.73%.
- **U.S. Treasury 2-year note** closed at 5.03%.

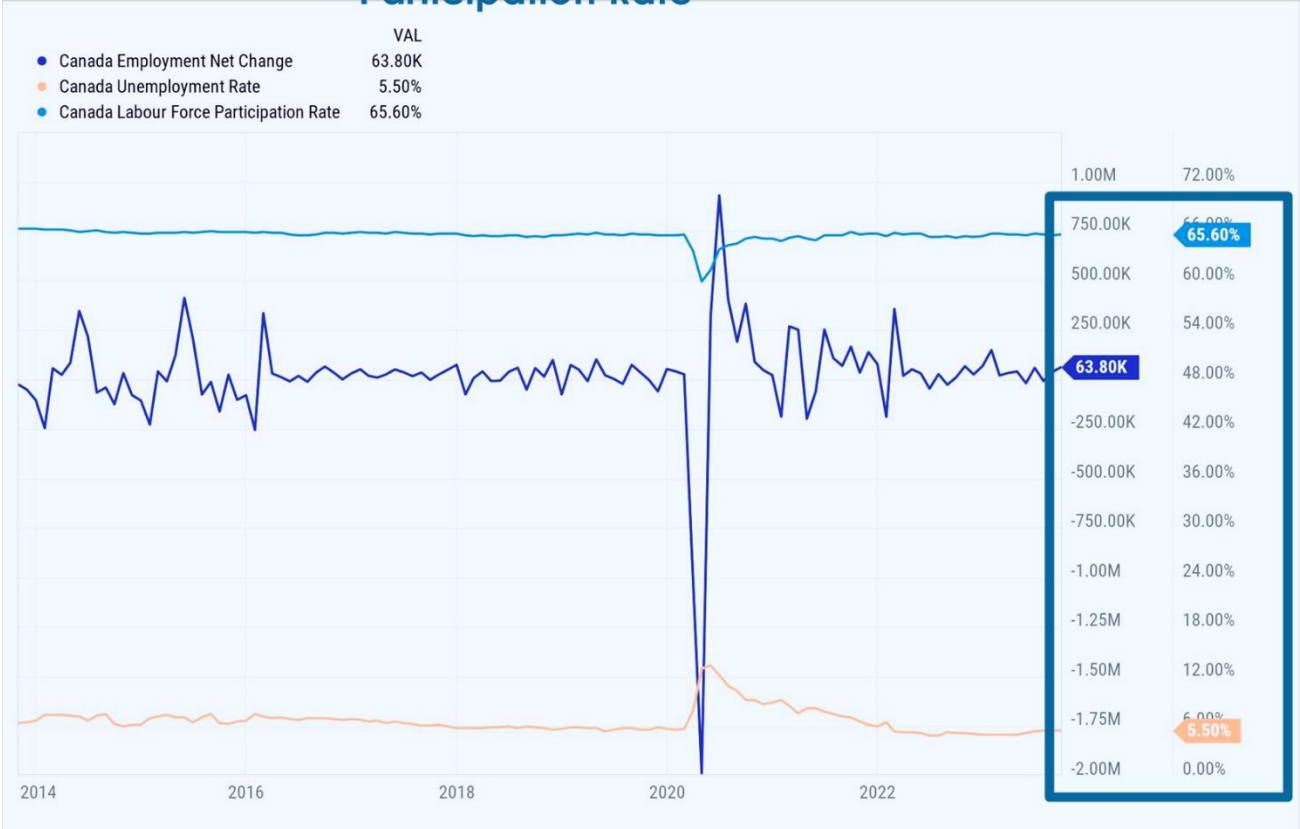


US Nonfarm Payroll MoM, US Unemployment Rate & US Labor Participation Rate





Canada Employment Net Change, Canada Unemployment Rate & Canada Labour Force Participation Rate





Wall Street Recap

October 6, 2023

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.