

Ford Motor Company reported 1Q23 revenues of \$41.5 billion, up 20%, U.S. Job Openings fell to 9.59 million, and Wall Street closed down.

May 2, 2023

by Francisco Rodríguez-Castro
frc@birlingcapital.com

The U.S. and European stock markets closed markedly lower as investors await the rate action from the Federal Reserve Bank and the other major central banks.

As the Fed is the focus, part of the data they are examining is the most recent job reports showing that U.S. Job Openings: Total Nonfarm: fell to 9.59 million, down decreasing -3.85%. However, the Job seekers are at 5.082 million, a 47% deficit between open jobs and those seeking employment.

The Fed meets to announce its rate action, and the consensus estimate points that 94.1% of the market expects the Fed to increase rates by 25 basis points, taking rates to 5% - 5.25%.

In the aftermath of First Republic Bank's failure, the Super Regional and the Regional banks are under pressure; today, we review how the banks and Birling U.S. Super Regional Index closed at 10,227.43, down -422.42 points or -3.97%. The Birling U.S. Super Regional Bank Index has a -19.18% return YTD; the bank crisis is far from over.

- **Bank of New York Mellon (B.K.):** closed at \$41.62, down \$0.52 or 1.23%
- **Capital One Financial (COF):** closed at \$89.54, down \$3.63 or 3.90%.
- **KeyCorp (KEY):** closed at \$9.70, down \$1.02 or 9.51%
- **PNC Financial Services (PNC):** closed at \$119.17, down \$2.83 or -2.32%.
- **Truist Financial Corp (TFC):** closed at \$29.13, down \$2.40 or 7.60%.
- **U.S. Bancorp (USB):** closed at \$30.63, down \$2.32 or 7.03%.

GDPNow Update:

- The GDPNow for the first quarter of 2023 was updated on 5/1/23 and rose to 1.80% GDP, a 5.56% increase.

Corporate Earnings Parade:

- **Ford Motor Company (F)** reported 1Q23 revenues of \$41.5 billion, up 20% Y-o-Y, and a net income of \$1.8 billion, up 4.90%, surpassing consensus estimates. The earnings per share were \$0.44, which beat the forecast of \$0.43. The stock closed at \$11.80, up \$0.26 or 2.16%, with a price objective of \$12.72.

Key Economic Data:

- **U.S. Job Openings: Total Nonfarm:** fell to 9.59 million, down from 9.974 million last month, decreasing -3.85%.
- **U.S. Durable Goods New Orders MoM:** rose to 3.18%, compared to -1.24% last month.
- **U.S. Durable Goods Excluding Defense New Orders MoM:** rose to 3.44%, compared to -0.87% last month.
- **U.S. Nondefense Capital Goods Excluding Aircraft New Orders MoM:** is at -0.61%, compared to -0.75% last month.
- **Germany Real Retail Sales YoY:** fell to -6.50%, compared to -5.80% last month.
- **Germany's Real Retail Sales MoM:** fell to -2.40%, compared to -0.30% last month.

Puerto Rico COVID-19 Update:

- Daily Cases: 63
- Positivity Rate: 17.07%
- Hospitalizations: 90
- Deaths: 5
- Source P R. Department of Health.

Eurozone Summary:

- Stoxx 600 closed at 461.08, down 5.81 points or 1.24%.
- FTSE 100 closed at 7,773.03, down 97.54 points or 1.24%.
- Dax Index closed at 15,726.94, down 195.44 points or 1.23%.

Wall Street Summary:

- Dow Jones Industrial Average closed at 33,684.53, down 367.17 or 1.08%.
- S&P 500 closed at 4,119.58, down 48.29 points or 1.18%.
- Nasdaq Composite closed at 12,080.51., down 132.09 points or 1.08%.
- Birling Capital Puerto Rico Stock Index closed at 2,395.94, down 34.31 points or 1.41%.
- Birling Capital U.S. Bank Stock Index closed at 3,717.08, up 1.31 points or 0.04%.
- U.S. Treasury 10-year note closed at 3.44%.
- U.S. Treasury 2-year note closed at 3.97%.



US Job Openings Total Non-Farm & US Job Seekers





US Durable Goods New Orders M-o-M, US Durable Goods Excluding Defense & US Nondefense Capital Goods

www.birlingcapital.com

- US Durable Goods New Orders MoM (I:USCDGNO)
- US Durable Goods Excluding Defense New Orders MoM (I:USCDGEDN)
- US Nondefense Capital Goods Excluding Aircraft New Orders MoM (I:USNCGESMP)



Date Range: 05/31/2018 - 03/31/2023



Dow Jones Industrial Average, S&P 500, Nasdaq Composite, Birling Puerto Rico Stock Index & Birling US Bank Index YTD Returns





Wall Street Recap

May 2, 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.