

## The U.S. Consumer Price Index rose to 9.06%, the fastest pace since 1981, and Wall Street closed with losses.

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The U.S. & European stock markets fell today as investors' worst concerns over out-of-control inflation materialized when the U.S. Consumer Price Index rose to 9.06%, a new 41-year high surpassing the consensus estimates of 8.80%. However, one must be mindful that gasoline prices rose to their worst in June and have since subsided somewhat.

The higher-than-expected CPI number signifies that the Federal Reserve Bank would have no choice but to raise rates by another 75 or even 100 basis points in their fight to rein in inflation.

The Core Consumer Price Index, which excludes food and energy, fell to 5.91% compared to 6.01% last month, the Core CPI has been falling since March when it peaked at 6.50%, but the recent reading is above the 5.70% consensus estimates.

The Fed's inflation target is 2%, with the CPI at 9.06% is 353% above the target.

### Corporate Earnings Parade:

- Delta Airlines (DAL): reported 2Q22 earnings with revenues of \$13.8 billion, up 10%, beating estimates, and a net income of \$735 million, down 49%, missing estimates, and the load factor reached 82%. The company stock has a price target of \$52.67 and closed at \$29.71, down \$1.38.

### Key economic data:

- U.S. Consumer Price Index YoY: rose to 9.06%, compared to 8.58% last month.
- U.S. Inflation Rate: rose to 9.06%, compared to 8.58% last month.
- U.S. Core Consumer Price Index YoY: fell 5.91%, compared to 6.01% last month.
- Eurozone Industrial Production Index YoY: rose to 1.60%, compared to -2.50% last month.
- Germany Consumer Price Index YoY: fell to 7.60%, compared to 7.90% last month.
- U.K. Industrial Production Index YoY: fell to 1.40%, compared to 1.60% last month.
- Japan Industrial Production Index MoM: fell to -7.15%, compared to -1.45% last month.
- China Exports YoY: rose to 16.79%, compared to 3.68% last month.
- China Imports YoY: rose to 5.08%, compared to 0.65% last month.

### Puerto Rico COVID-19 Update July 13:

- Daily Cases: 526, up 9.69%.
- Positivity Rate: 29.01, down 7.28%.
- Hospitalizations: 352, down 1.94%.
- Deaths: 9, down 10%.

- Source Puerto Rico Department of Health.

### Eurozone Summary for July 13:

- Stoxx 600 closed at 413.13, down 3.91 points or 0.94%.
- FTSE 100 closed at 7,156.37, down 53.49 points or 0.74%.
- Dax Index closed at 12,756.32, down 149.16 points or 1.16%.

### Wall Street Summary for July 13:

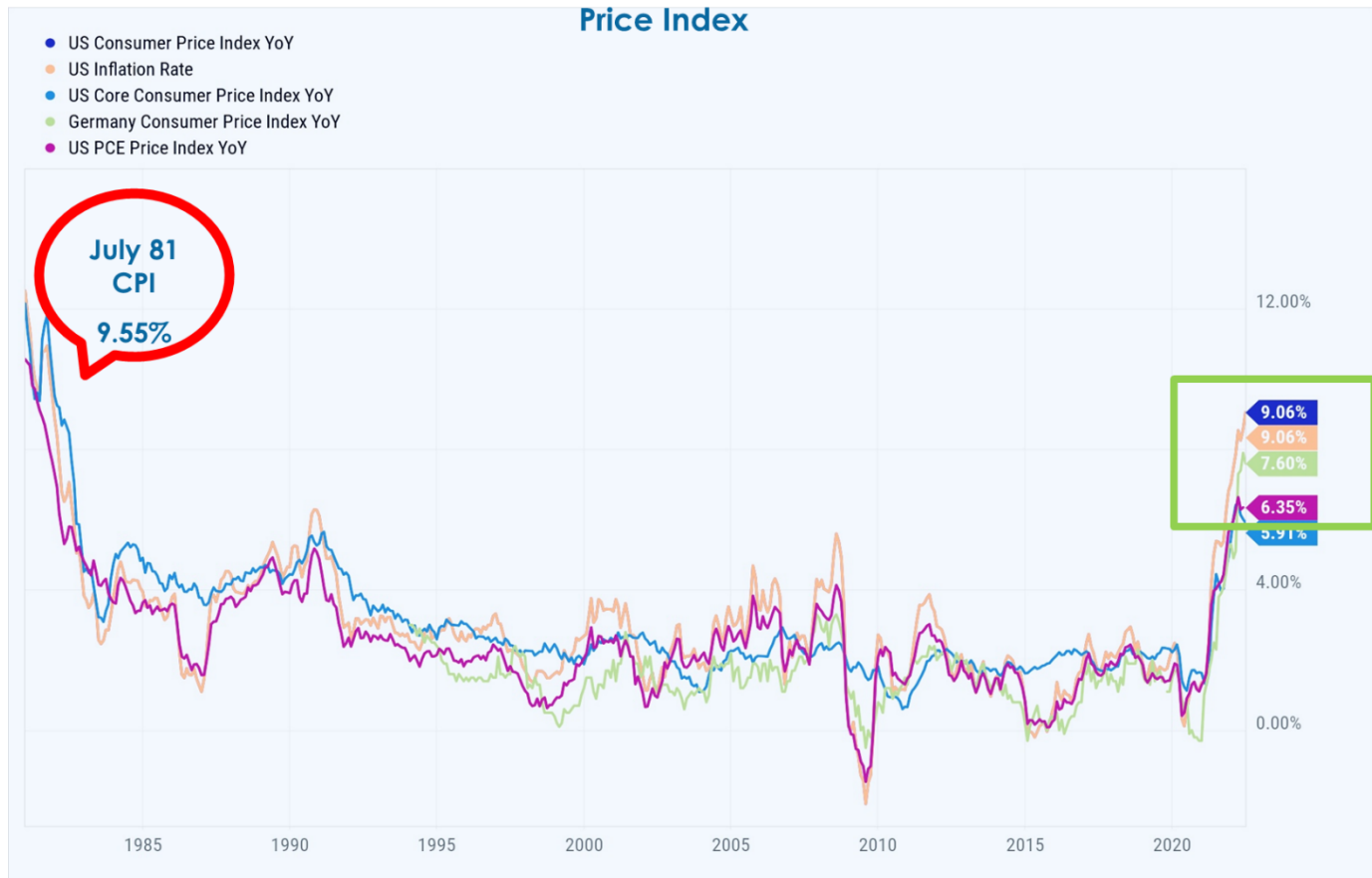
- Dow Jones Industrial Average closed at 30,772.79, down 208.54 points or 0.67%
- S&P 500 closed at 3,801.78, down 17.02 points or 0.45%.
- Nasdaq Composite closed at 11,247.58, down 17.15 points or 0.15%.
- Birling Capital Puerto Rico Stock index closed at 2,608.87, down 20.68 points or 0.79%.
- The U.S. Treasury 10-year note closed at 2.91%.
- The U.S. Treasury 2-year note closed at 3.13%.

The Inverted Yield Curve spread widened for the sixth consecutive trading session.



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### US Consumer Price Index, US Inflation Rate, US Core Consumer Price Index, US PCE Price Index





## Wall Street July 13, 2022

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### • Dow Jones Industrial Average Level



### • S&P 500 Level



### • Nasdaq Composite Level



### • Birling Capital Puerto Rico Stock Index Level

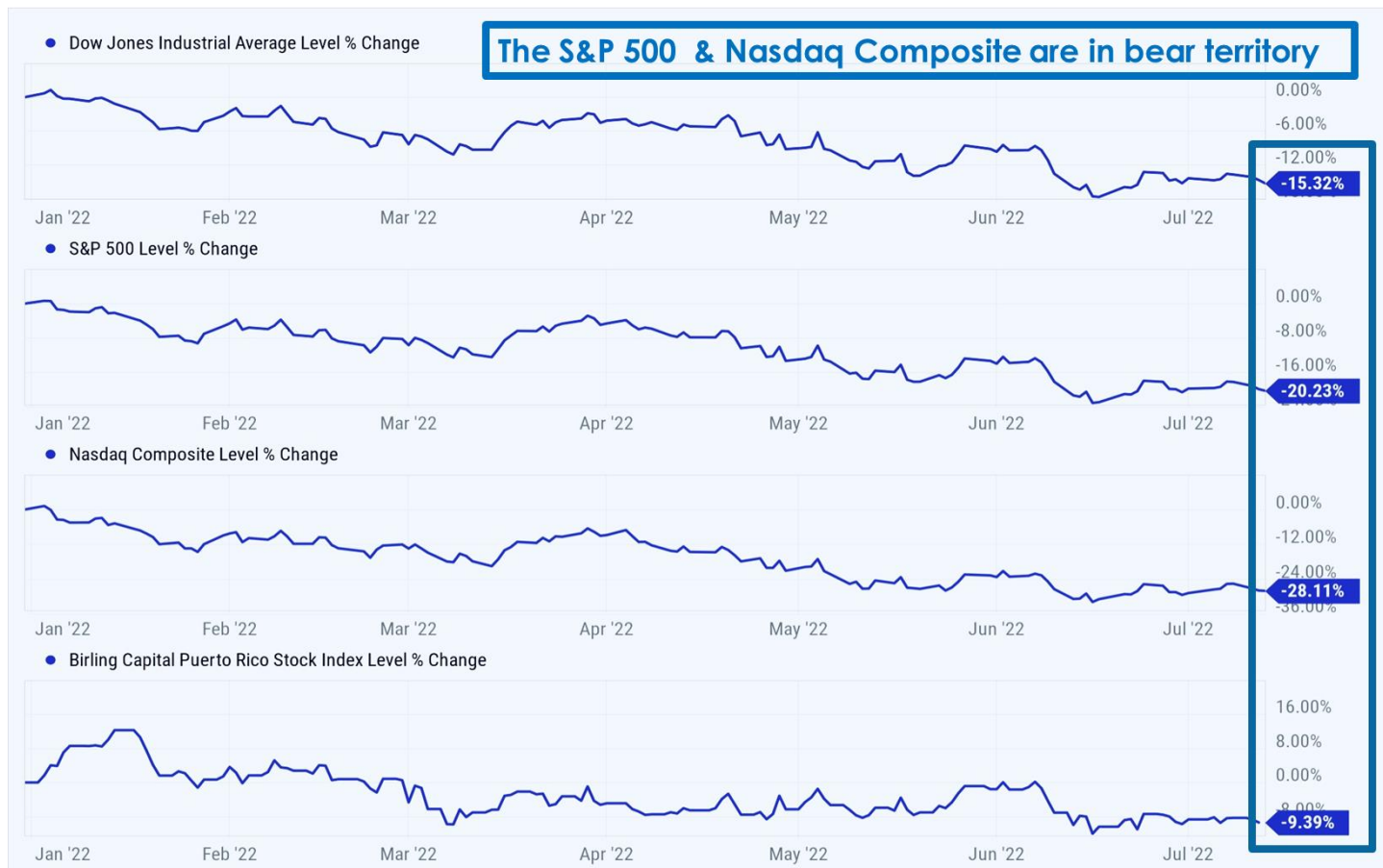




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YTD Returns



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