

June 7, 2022

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The U.S. & European stock markets closed the session with asymmetrical results, with Wall Street up and Europe mostly down. The rise began as the U.S. trade deficit was reported to have been lowered by 19.11%, and Wall Street had to overcome the announcement by Target (TGT) of measures to adjust its bloated inventory levels. These measures include price reductions, eliminating inventory, and canceling supplier orders. Target also provided guidance that it expects its 2Q22 operating margin to be near 2% and 6% for the rest of the year. The retail sector was impacted as follows:

- Target (TGT) fell \$3.65 or 2.29% to close at \$156.02.
- Wal-Mart (WMT): fell \$1.57 or 1.26% to close at \$123.30.
- Amazon (AMZN): fell \$1.91 or 1.53% to close at \$122.88.
- Macy's (M): rose \$0.27 or 1.12% to close at \$24.45.

As we have reported, the retail sector has delivered mixed results, and some have lowered their guidance, impacting their stock prices and the broader investor sentiment in the industry.

Key economic data:

- U.S. Trade Deficit: fell to 87.08 billion, down from 107.65 billion last month, a decrease of -19.11%.
- U.S. Trade Balance on Goods and Services: improved to -87.08 billion, up from -107.65 billion.
- U.S. Consumer Credit Outstanding MoM: rose to 52.43 billion, up from 37.70 billion last month, an increase of 39.10%.
- Canada Ivey PMI: rose to 72.00, up from 66.30 last month, an increase of 8.60%.
- Japan Real GDP QoQ: fell to -0.20%, compared to 0.90% last quarter.
- Japan Business Conditions Composite Coincident Index: is unchanged at 96.80, from 96.80 last month.

Puerto Rico COVID-19 Update June 7:

- Daily Cases: 785, down 0.25%.
- Positivity Rate: 31.95%, down 3.50%.
- Hospitalizations: 367, up 2.72%.
- Deaths: 8
- Vaccination Rate: 87.4%
- Source Puerto Rico Department of Health.

Eurozone Summary for June 7:

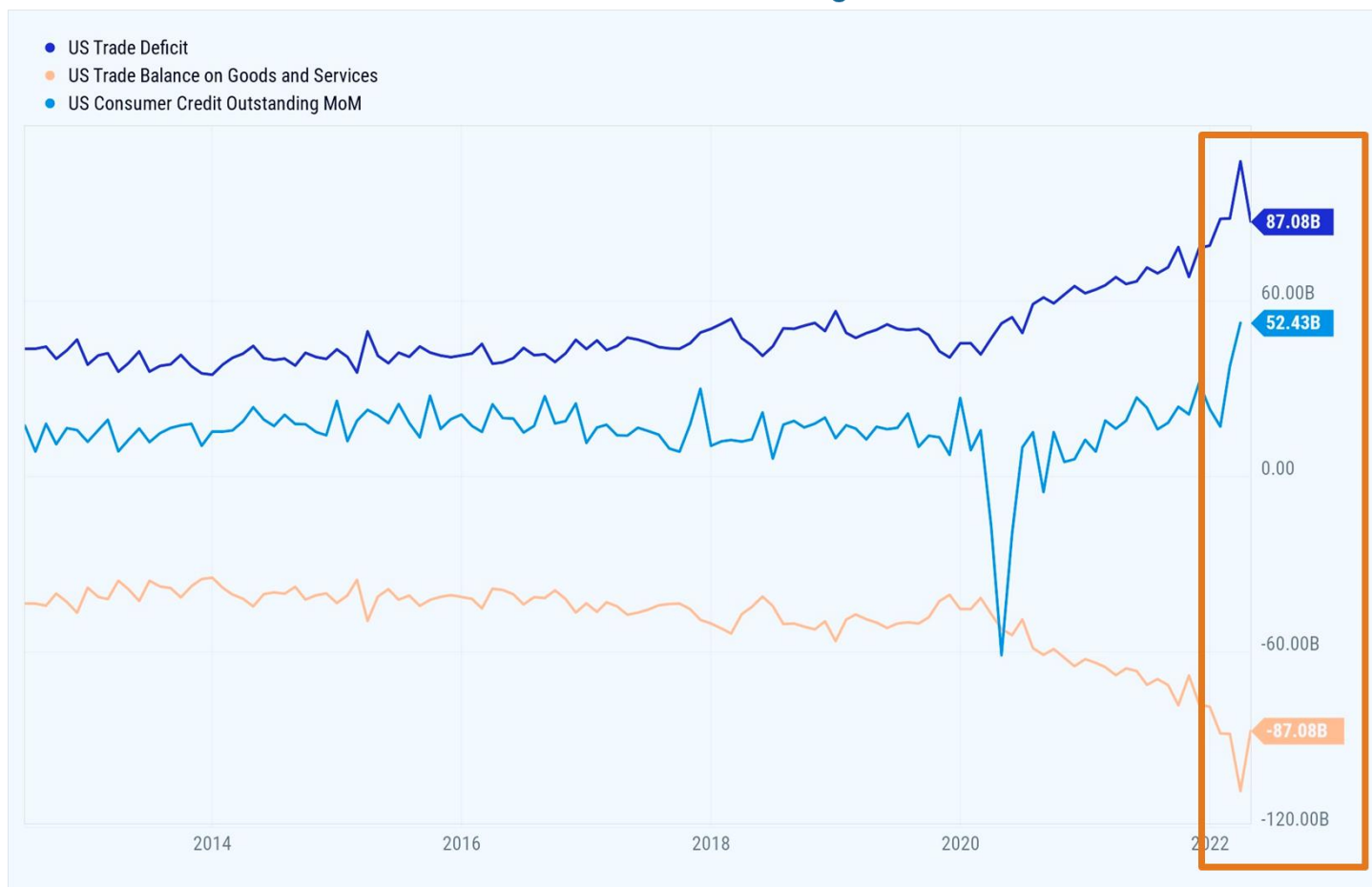
- Stoxx 600 closed at 442.88, down 1.24 points or 0.28%.
- FTSE 100 closed at 7,598.93, down 9.29 points or 0.12%.
- Dax Index closed at 14,556.62, down 97.19 points or 0.66%.

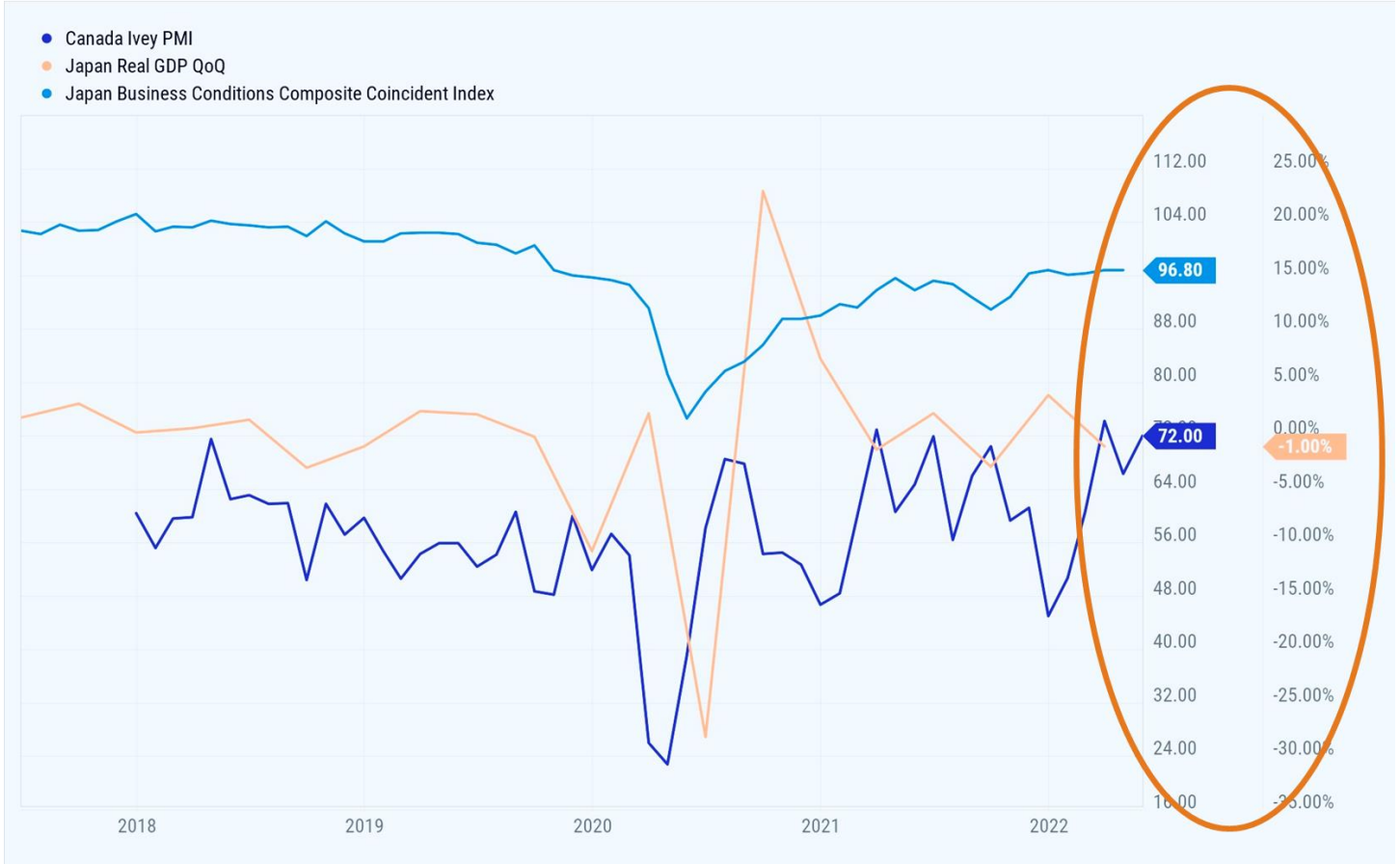
Wall Street Summary for June 7:

- Dow Jones Industrial Average closed at 33,180.14, up 264.36 points or 0.80%.
- S&P 500 closed at 4,160.68, up 39.25 points or 0.98%.
- Nasdaq Composite closed at 12,175.23, up 113.86 points or 0.94%.
- Birling Capital Puerto Rico Stock index closed at 2,848.00, up 16.53 points or 0.58%.
- The U.S. Treasury 10-year note closed at 2.98%.
- The U.S. Treasury 2-year note closed at 2.75%.



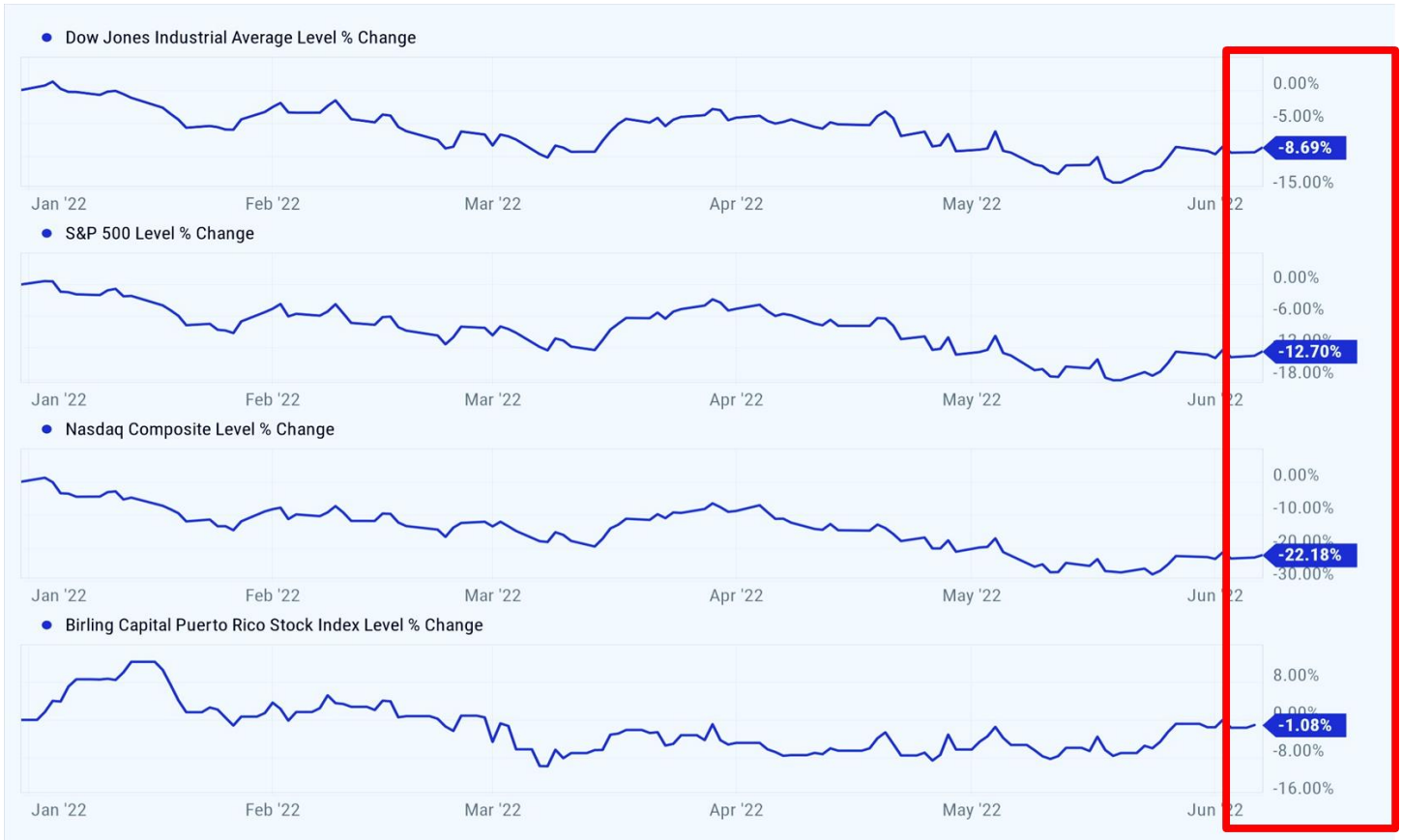
June 7, 2022 US Trade Deficit, US Trade Balance & US Consumer Credit Outstanding







www.birlingcapital.com **Dow Jones, S&P 500, Nasdaq & Birling PR
Stock Index YTD Returns**





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