

The key American stock indexes were growing on Friday except for Nasdaq hovering around zero. However, banks (Federal Reserve released results of stress tests) and real economy (approval of Biden's infrastructure plan) were in focus rather than technologies.

As at 7:45 p.m. (MSK), S&P 500 index rose by 0.27%, Dow Jones grew by 0.75%, and NASDAQ technology index showed a minor decline of -0.07%.

Key indicators as of Thursday evening (June 3rd, 2021):

- S&P 500: +0.27%
- NASDAQ: -0.07%
- Dow Jones: +0.75%
- 10-Yr UST yield: 1.484 (-0.2%)
- IMOEX: +0.22%, RTSI: +0.43%
- Gold: \$1,778 (+0.14%)
- Copper: \$9,420 (-0.02%)
- Brent: \$75.25 (+0.60%)
- USD/RUB: 72.2 (-0.1%)

Federal Reserve released results of stress tests of U.S. banks and indicated that temporary caps on shareholder payouts and buybacks for lenders might be lifted after June 30. As a reminder, Federal Reserve introduced the restrictions because of COVID-19 pandemic.

According to the regulator's estimates, U.S. banks have good safety margin, according to capital adequacy ratios, to weather another possible severe crisis. Cumulative Tier 1 Capital Adequacy Ratio of banks can drop to 10.6% in this case, as compared to 13% in Q4 2020; however, this is more than twice as Federal Reserve's minimum requirement.

U.S. Personal Income statistics in May turned out to be better than predicted. The indicator declined by 2% while spending remained unchanged. The experts had expected spending to decline by 2.5% and income to grow by 0.4%. U.S. Personal Income continued to decline for the second month in a row due to the wrapping up of a number of stimulus programs under which Americans were receiving money.

Global Markets Research Department

Moscow Partners
123056 Moscow
23 Maly Tishinsky lane, building 1
Tel.: +7 495 787-52-56
Fax: +7 495 787-52-57
www.moscowpartners.com

DISCLAIMER OF LIABILITY

This review is provided for informational purposes. It does not constitute, in whole or in any part, an offer to purchase, sell or conduct any transactions or investments in relation to the securities specified in the review. It is not a recommendation for making any investment decisions. The information used in this review is obtained from supposedly reliable sources, however, no verification of this information has been carried out, and Moscow Partners does not give any guarantees of the correctness of the information in this review. Moscow Partners is not obliged to change or update this review in any way, but the company has the right to change and/or update this review, at its sole discretion and without any notice. This review may not be reproduced, published or distributed in whole or in any part, links on it or quotations from it may not be made without a prior written permission of Moscow Partners. Moscow Partners is not responsible for any adverse consequences, including losses (direct or indirect), caused as a result of using the information contained in this review, or as a result of investment decisions made on the basis of this information.