

FINANCIAL SERVICES

Wall Street treads on slippery slope as markets dip

September 20, 2021



U.S. stock sees significant losses due to global stressors. Image credit: New York Stock Exchange

By LUXURY DAILY NEWS SERVICE

The Dow Jones Industrial Average sharply dropped more than 600 points on Monday amid growing risks for the global market.

Subscribe to **Luxury Daily**
Plus: Just released
State of Luxury 2019 **Save \$246 ▶**

As Chinese real estate conglomerate Evergrande Group tries to address its \$300 billion debt crisis, shares of the company dropped 10 percent in Hong Kong on Monday. By the closing bell, the Dow Jones saw its biggest single-day drop since mid-July with a loss of 614.41 points, while the S&P 500 fell 1.7 percent and the Nasdaq dropped 2.2 percent.

Risks for US stocks

According to [CNN](#), money borrowed by Chinese companies has historically caused fear among investors as it poses a threat to global market stability.

As Evergrande looks to pay off its \$300 billion in debt, investors fear the kind of exposure banks may have to the company.



Despite FDA approvals and increased vaccinations, COVID-19 continues to spread across the United States. Image credit: U.S. Center for

In addition to fear of a troubled Chinese real estate market, U.S. investors are growing uneasy due to a number of critical factors.

According to a CNBC [report](#), September has reported the worst track record of any month this year, averaging a 0.4 percent decline.

Due to the delta variant, COVID-19 cases remain high, despite vaccination approvals and rollout initiatives. Last month, the number of COVID-19 cases doubled in more than 40 states across the U.S., with about 97 percent of cases among the vaccinated.

As at least 40 percent of the country remains unvaccinated, the Centers for Disease Control and Prevention and several government leaders, including New York Mayor Bill de Blasio, recommended a return to wearing masks indoors ([see story](#)).

© 2021 Napean LLC. All rights reserved.

Luxury Daily is published each business day. Thank you for reading us. Your [feedback](#) is welcome.