STATE ONE STOCKBROKING LTD
Perth, Sydney
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Participant of ASX, Chi-X Australia, SSX & NSX

# Market Opener

**Tuesday, 22 November 2022**

Need more information?
Contact your State One advisor on 1300 651 898 or advice@stateone.com.au

*Please see disclaimer at end of this document*

## Markets

| | | | |
|---|---|---|---|
| **SFE 200 Futures** (9.30am AEDT) | 7180 | 32 | 0.5 |
| **NZX 50** | 11398 | -42 | -0.4 |
| DJIA Futures | 33735 | -40 | -0.1 |
| S&P 500 Futures | 3958 | -16 | -0.4 |
| NASDAQ Futures | 11588 | -120 | -1.0 |

### Local Markets Commentary

The Australian market commences today's trade with the $A at ~US66.00c and numerous large-cap domestic stocks hosting AGMs, ahead of a key speech by the Reserve Bank of Australia (RBA) governor this evening.

US equities markets settled variously lower overnight, amid reduced-volume trade.

**Locally** today, no major economic reports are due for release.

High-profile stocks hosting AGMs and providing updates however include BSL, BKW, FMG and SGR.

**AMC** and **SDG** trade **ex-dividend**. *Please see p4 for a detailed ex-dividends list.*

Post-ASX trade, **RBA** governor Philip Lowe is scheduled to present a *Price Stability, the Supply Side and Prosperity* address at the CEDA (Committee for Economic Development of Australia) annual dinner in Melbourne at 6pm AEDT.

Regionally today, no material economic reports are anticipated.

Meanwhile, Japan's markets will be closed tomorrow, for a public holiday.

In overnight commodities trade, **oil** continued lower.

US **gold** futures also extended their current decline, settling below $US1740/oz.

**Iron ore** (Nymex CFR China, 62% Fe) fell beneath $US92/t.

(LME) **copper** was reported 1.7% lower in official rings. **Nickel** reportedly dropped 3% and **aluminium** by 2.6% during this time.

*Last night's LME final 3-mth evening price updates were unavailable from IRESS at time of publication. These are expected to become available via IRESS at 11.30am AEDT.*

The **$A** fell to ~US66.00c after trading at ~US66.20c - ~US66.35c early yesterday evening.

### Overseas Markets

| INDEX | CLOSE | +/- | % |
|---|---|---|---|
| **Dow Jones** | 33700 | -45 | -0.1 |
| **S&P 500** | 3950 | -15 | -0.4 |
| **NASDAQ** | 11025 | -122 | -1.1 |
| **FTSE 100** | 7377 | -9 | -0.1 |
| **DAX 30** | 14380 | -52 | -0.4 |
| **Shanghai Comp** | 3085 | -12 | -0.4 |

*** Battery minerals** exploration listing – **midday** AEDT – **L1M** *

## Today's Stock Watch

### Virgin Money UK (VUK)

Extending the group's £75M share buy-back, announced 30 June, by up to £50M.
7.5p final dividend, pending shareholder approval, following 1p a year ago.
43% higher, £595M full year NPAT.
12% higher, £1.755B underlying operating income.
0.8% higher, £72.565M customer lending.
0.23% higher 1.85% net interest margin (NIM).
Anticipating 1.85% - 1.90% FY23 NIM.
A webcast was scheduled for yesterday evening (AEDT).
A teleconference for fixed income investors is scheduled to commence 8pm AEDT (tonight).

### Select Harvests (SHV)

2c fully franked final dividend against 8c a year ago.
68.5% lower, $4.759M full year NPAT.
12.7% lower, $199.661M continuing ordinary activities revenue.
$3.58 NTA from $3.68.

### Technology One (TNE)

10.82c final plus 2c special dividends, each 60%-franked.
22% higher, $88.84M full year NPAT.
18% higher, $369.39M revenue.
10.01c NTA from 4.28c.

### Bapcor Ltd (BAP)

Today's investor day presentation and webinar link lodged pre-trade. The webinar commences 10am AEDT.

## Resources

### Lightning Minerals (* L1M)

Explorer scheduled to list on the ASX **midday** AEDT, following a $7M IPO at 20c per share.
~37.27M quoted shares.
Chasing battery minerals across four projects within Western Australia.
Fortescue Metals Group (FMG) holds 3.10%.

### Bluescope Steel (BSL)

Today's AGM materials lodged this morning.

### Arcadia Minerals (AM7)

Heralding lithium assays from first Madube clay drilling, Namibia.

### Auteco Minerals (AUT)

Reporting outstanding intersections from Canada Pickle Crow gold project step-out drilling. Assays lodged pre-trade.

### Overseas Markets Commentary

Choppy trade featured across most major European, UK and US equities markets overnight.

Economic growth fears, simmering geopolitical scenarios and a Thanksgiving-interrupted US trading week impacted risk sentiment.

Late-weekend and yesterday, China had announced new Covid management lockdowns for Guangzhou and Beijing, and Covid deaths, along with a further rise in daily case numbers.

Yesterday afternoon, key regional trading nation Indonesia's main island Java suffered a significant and deadly earthquake.

Meanwhile, two US Federal Reserve district presidents warned of economic damage from continued steep rate increases.

In geopolitical developments, Turkey's president threatened to send ground troops into Syria.

In scant overnight data releases, **Germany**'s October producer prices were reported to have dropped 4.2% for the month, defying expectations of a 1.1% increase following September's 2.3% appreciation.

Against October 2021, prices were up 34.5%.

In the **US**, the Chicago Fed October national activity index fell to -0.05 from 0.17 following forecasts for a 0.1 increase.

**Tonight** in the US, the Richmond Fed November manufacturing index is due.

Companies scheduled to report earnings later today or tonight include: Analog Devices, Autodesk, Baidu, Best Buy, Campbell Soup, Dollar Tree, HP, Medtronic and Warner Music Group.

In overnight corporate news, **Walt Disney** revealed it was rehiring recently retired and immediate past CEO Bob Iger, following streaming division losses.

**Tesla** faced another recall, this time in the US.

### Commodities

| COMMODITY | CLOSE | $US/ | +/- | % |
|---|---|---|---|---|
| **Gold** (COMEX 100 Dec) | 1739.6 | oz | -34.8 | -0.9 |
| **Silver** (COMEX 5000 Dec) | 20.87 | oz | -0.13 | 0.6 |
| **Platinum** | 981 | oz | 3 | 0.3 |
| **WTI Crude** (NYMEX Dec) | 79.73 | bbl | -0.35 | -0.4 |
| **Brent Crude** (ICE EUR Jan) | 87.45 | bbl | -0.17 | -0.2 |
| **Iron Ore** (NYMEX CHN port;62%Fe) | 91.54 | t | -1.35 | -1.5 |
| **Copper** (LME 3mth Evening) (18 Nov) | 8079 | t | | |
| **Nickel** | 25382 | t | | |
| **Aluminium** | 2431 | t | | |
| **Lead** | 2154 | t | | |
| **Zinc** | 3033 | t | | |
| **Tin** | 22699 | t | | |
| **Coal** (ICE-GC Newcastle; *IRESS*) | 343.45 | t | 8.85 | 2.6 |
| **Wheat** (CBT Dec; *IRESS*) | 818 | t | -4 | -0.5 |

### Commodities Commentary

***Oil*** – prices dropped ~$US5/bbl early overnight, but recovered to settle with more modest sessional falls after Saudi Arabia's energy

## Pre-Open Announcements

**Star Entertainment Group (SGR)**

AGM today.

**Macquarie Telecom Group (MAQ)**

Today's AGM materials lodged pre-trade.

**K2fly Ltd (K2F)**

Mineral Resources (ASX: MIN) has chosen to use K2F's mineral resource management systems over three years.

K2F says the total contract value is $A1.75M with annual recurring revenue (ARR) estimated at $A475,000.

**Archer Materials (AXE)**

Heralding computer simulations of AXE CQ cubit material.

Details lodged this morning.

**Dubber Corporation (DUB)**

62.90% proxy and 62.67% poll votes recorded against adopting the company's remuneration report at yesterday's AGM.

**Immuron Ltd (IMC)**

20.43% proxy and poll votes recorded against the adoption of the company's remuneration report at yesterday's AGM.

**360 Capital Enhanced Income Fund (TCF)**

Monthly 3c distribution determined to be paid at the end of the month.

**Emerge Gaming (EM1)**

Non-executive director Jonathan Hart has resigned from the EM1 board, effective yesterday, due to other commitments.

Mr Hart had been an EM1 director since the company's 2018 ASX listing.

**Whispir Ltd (WSP)**

Non-executive director Scott Tong has withdrawn from standing for re-election at Wednesday's AGM.

**US Masters Residential Property Fund (URF)**

Comprehensive September quarter update lodged post-trade yesterday.

### Resources

**Green Technology Metals (* GT1)**

Canada Root lithium project McCombe deposit diamond drilling has delivered several high-grade intersections.

Two diamond drill rigs in operation.

**Vital Metals (VML)**

VML has appointed former Roxgold president, CEO and director John Dorward has MD, effective immediately.

VML interim CEO Russell Bradford will remain involved in VML operations until January, during a transition period, and will then remain on VML's technical advisory committee.

**Jervois Global (JRV)**

In receipt of a $500,000 NSW Government Critical Minerals minister denied a prominent media report that OPEC was considering boosting output by up to 500,000bbl/d.

Continued $US strength again contained prices.

OPEC+ energy ministers are due to meet early December to decide on output levels.

***Gold*** – a yet higher $US index further damaged gold interest overnight, ahead of some key reports, including US Federal Reserve early November policy meeting minutes, ahead of Thursday's US Thanksgiving holiday.

***Base metals*** – a new lockdown which commenced in Guangzhou China, yesterday and weekend reports of Covid deaths amid increasing daily case numbers highlighted general demand concerns during overnight base metals trade.

In addition, the $US rose further (up 0.9% against Japan's yen) and LME-registered warehouse *copper* inventories were reported 15% higher than for 10 November.

Copper prices consequently continued to fall, trading overnight at ~two-week lows.

Yesterday, the People's Bank of China retained respective 3.65% and 4.3% prime rates for one-year and five-year loan.

### Exchange Rates

| CURRENCIES | LAST | +/- | % |
|---|---|---|---|
| **AUD – USD** | 0.6602 | -0.0042 | -0.64 |
| **EUR – USD** | 1.0242 | -0.0040 | -0.38 |

### US Data Tonight

| | |
|---|---|
| Richmond Fed manufacturing index | Nov |

### Other Overseas Data Today & Tonight

| | | |
|---|---|---|
| **UK** | Public sector net borrowing | Oct |
| **Euro zone** | Consumer confidence (initial) | Nov |

### Need More Information?

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Activation Fund grant to support Nico Young nickel-cobalt project test work.

The retail component of the A42c-per-share entitlement offer is expected to close 7 December.

JRV is targeting $A54M in this offer after raising a gross $A177M in the institutional placement and institutional component of the entitlement offer, as announced earlier this month.

JRV has traded at 37.5c – 42c over the past five trading sessions.

### Battery Minerals (BAT)

Extending Stavely-Stawell gold-copper project IP surveying which has defined priority gold targets.

The extended surveying and planned drilling within the Coxs Find and Frankfurt prospects are panned following completion of the Mozambique assets sales.

### Far East Gold (FEG)

Resuming from suspended trade with firm commitments for a $2.1M institutional investor placement at 50c per share.

In association, FEG plans to conduct a $1.5M from today through 7 December.

Shareholder briefing scheduled for 11am AEDT Friday.

FEG traded at 56.6c – 66.5c over the five sessions immediately prior to calling a trading halt prior to the suspension.

### Coolabah Metals (CBH)

HoA secured for the acquisition of two mining licences to become part of the Gunpowder Creek project near Mt Isa, Queensland.

Consideration includes $25,000 cash, 300,000 CBH shares and 300,000 performance rights.

Additional details lodged post-trade yesterday.

### Nelson Resources (NES)

60.71% proxy and 59.90% poll votes were recorded against adopting the company's remuneration report at yesterday's AGM.

### Nexus Minerals (NXM)

Non-executive and co-founding NXM director Mark Elliott will retire from the NXM board at Wednesday's AGM.

## Energy

### Icon Energy (ICN)

ICN has served proceedings to obtain court directions for the finalisation of the Queensland Cooper Basin ATP855 renewal dispute.

### Trading Halts

| Company | Code | Resuming |
|---|---|---|
| Linus Technologies | LNU | 22 Nov |
| Mitre Mining Corporation | MMC | 22 Nov |
| Sky Network Television | SKT | 22 Nov |
| Audeara Ltd | AUA | 23 Nov |

| | | |
|---|---|---|
| Aurora Energy Metals | 1AE | 23 Nov |
| Australian Mines | AUZ | 23 Nov |
| Codrus Minerals | CDR | 23 Nov |
| Life360 Inc | 360 | 23 Nov |
| Los Cerros | LCL | 23 Nov |
| MRG Metals | MRQ | 23 Nov |
| Playside Studios | PLY | 23 Nov |
| ReNu Energy | RNE | 23 Nov |
| Southern Cross Gold | SXG | 23 Nov |
| Vectus Biosystems | VBS | 23 Nov |

**Suspensions** *(selected)*

| Company | Code | Since |
|---|---|---|
| Carbon Revolution | CBR | 2 Nov |
| Gascoyne Resources | GCY | 8 Nov |
| Ookami Ltd | OOK | 31 Oct |
| Red River Resources | RVR | 31 Oct |
| Victory Offices | VOL | 9 Nov |

**Ex-Dividends**

| Code | Ex-Div | Div (c) | Franking (%) | Yield (%) |
|---|---|---|---|---|
| **AMC** | Today | **19.44** | 0 | 3.77 |
| **SDG** | Today | **60** | 100 | 10.93 |
| **TWD** | Today | **13** | 0 | 4.40 |
| EVO | Tomorrow | 3.2 | 85 | 0.00 |
| USQ | Tomorrow | 1.18 | 0 | 2.20 |
| ALQ | Thu | 20.3 | 0 | 2.70 |
| AVG | Thu | 3.4 | 60 | 4.09 |
| NUF | Thu | 6 | 0 | 1.34 |
| TER | Thu | 10 | 100 | 8.33 |
| WHF | Thu | 10.25 | 100 | 3.87 |

## Reports & Events

(selected; all times AEDT)

| When | Company | Report/Event |
|---|---|---|
| **Today** | **AMI** | AGM |
| | **BAP** | Investor day |
| | **BSL** | AGM |
| | **BVS** | AGM |
| | **BKW** | AGM |
| | **DEV** | AGM |
| | **EFE** | AGM |
| | **ESS** | AGM |
| | **FMG** | AGM |
| | **GDG** | AGM |
| | **GT1** | AGM |
| | **IGL** | AGM |
| | **LTR** | AGM |

| | | |
|---|---|---|
| | **MAQ** | AGM |
| | **MAY** | AGM |
| | **MEA** | AGM |
| | **MME** | AGM |
| | **MND** | AGM |
| | **NWE** | AGM |
| | **PSQ** | AGM |
| | **PRU** | AGM |
| | **SHV** | Full year (w/cast 11am) |
| | **SGR** | AGM |
| | **TNE** | Full year |
| | **TIE** | AGM |
| **Tomorrow** | A4N | AGM |
| | ABP | AGM |
| | ASB | AGM |
| | AEF | AGM |
| | BCB | AGM |
| | BSX | AGM |
| | CHN | AGM |
| | HIL | AGM |
| | HMC | AGM |
| | IRI | AGM |
| | MSB | AGM; Sep Q (w/cast 8.30am) |
| | MP1 | AGM |
| | NWL | AGM |
| | NHC | AGM; Oct Q |
| | NOV | AGM |
| | PTB | AGM |
| | SCP | AGM |
| | VHT | Interim (webinar 9am) |
| | WSP | AGM |
| | WTC | AGM |
| **Thu** | ARF | AGM |
| | BC8 | AGM |
| | BOE | AGM |
| | CU6 | AGM |
| | DEG | AGM |
| | EL8 | AGM |
| | EMR | AGM |
| | EVN | AGM |
| | GL1 | AGM |
| | HSN | AGM |
| | HVN | AGM |
| | HAS | AGM |
| | IVZ | AGM |
| | IOU | AGM |
| | JYC | AGM |
| | KAR | AGM |
| | KGN | AGM |

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| | | |
|---|---|---|
| | MNS | AGM |
| | MXC | AGM (9am LON) |
| | NHC | AGM |
| | NCK | AGM |
| | POS | AGM |
| | QUB | AGM |
| | RAC | AGM |
| | RAS | AGM |
| | RMS | AGM |
| | RRL | AGM |
| | RIC | AGM |
| | STA | AGM |
| | STX | AGM |
| | TLG | AGM |
| | TMT | AGM |
| | TYR | AGM |
| | X64 | AGM |
| | | |
| **Fri** | 1MC | AGM |
| | BSE | AGM |
| | BFC | AGM |
| | BNR | AGM |
| | CEL | AGM |
| | CCX | AGM |
| | CXM | AGM |
| | COI | AGM |
| | DYL | AGM |
| | E25 | AGM |
| | EML | AGM |
| | EMH | AGM |
| | MGH | AGM |
| | NMT | AGM |
| | QPM | AGM |
| | RDT | AGM |
| | REX | AGM |
| | SLR | AGM |
| | TPW | AGM |
| | WIN | AGM |
| | WGX | AGM |