

Markets

SFE 200 Futures (9.30am AEDT)	7198	-51	-0.7
NZX 50	11851	-55	-0.5
DJIA Futures	32826	0	0.0
S&P 500 Futures	3976	0	0.0
NASDAQ Futures	11997	0	0.0

Local Markets Commentary

The Australian market opens a new week's trade, on the second last trading day for February, with several large-cap domestic stocks reporting earnings and trading ex-dividend, and material domestic economic data due late morning, following an overnight Friday \$A depreciation.

US equities markets turned lower overnight Friday.

Since overnight Friday trade, Jordan has hosted a forum for Israeli and Palestinian officials in an attempt to de-escalate violence. The meetings were also attended by representatives from Egypt and the US.

Locally today, the Australian Bureau of Statistics (ABS) publishes a December quarter **business indicators** report at **11.30am** AEDT.

Large-cap stocks trading **ex-dividend** today include **AZJ, BAP, BPT, FMG, SDF** and **STO**. *Please see p4 for a detailed ex-dividends list.*

Regionally today, no major economic data releases are due during ASX trade.

In overnight Friday **commodities** trade, **oil** settled higher.

US **gold** futures continued lower.

Iron ore (Nymex CFR China, 62% Fe) slipped US7c/t, remaining above \$US125.5/t.

LME (3mth evening) key base metals mostly continued decisively lower for a third consecutive session, **copper** and **aluminium** falling by greater than 2.0% and **nickel** pushed more than 3.0% lower.

The **\$A** depreciated to ~US67.25c after trading at ~US67.85c - ~US67.95c early Friday evening.

Overseas Markets

INDEX	CLOSE	+/-	%
Dow Jones	32817	-337	-1.0
S&P 500	3970	-42	-1.1
NASDAQ	11395	-195	-1.7
FTSE 100	7879	-29	-0.4
DAX 30	15210	-266	-1.7
Shanghai Comp	3267	-20	-0.6

Overseas Markets Commentary

Overnight Friday trade across major European and UK equities markets featured early declining sentiment, regional economic

Today's Stock Watch
Downer EDI (DOW)

5c interim dividend from 12c a year ago.

20.3% lower, \$68.1M interim NPAT. 2.9% higher, \$6.14B income. 22.6c NTA against 27.5c. Utilities contract impact on comparative statistics also outlined this morning.

TPG Telecom (TPG)

9c fully franked final dividend from 8.5c a year ago.

354% higher, \$513M full year NPAT.

2% higher, \$5.415B revenue. \$114M cash and equivalents.

Kogan Ltd (KGN)

\$23.82M interim net loss from an \$11.87M net loss a year ago. 34.3% lower, \$275.56M revenue. 69c NTA from 84c.

\$74.0M net cash. 38.5% inventory reduction to \$98.3M.

Encouraged by January trade.

City Chic Collective (CCX)

\$27.23M interim net loss from a \$12.29M net profit a year ago. 7.9% lower, \$168.57M revenue. Results included a

\$19.6M inventory provision. Inventory reduced by \$32.7M to \$163M. 45.2c NTA from 53.4c. \$13.4M net debt. 17% year-on-year fall in trade for the first seven weeks of 2H FY23.

Invocare Ltd (IVC)

11c fully franked final dividend from 11.5c a year ago.

\$1.81M full year net loss from an \$80.16M net profit.

11.2% higher, \$591.97M revenue. \$2.35 NTA from \$2.75.

Healius Ltd (HLS)

No interim dividend from 10c fully franked a year ago.

\$28.7M interim net loss from a \$233.4M net profit a year ago.

34.2% lower, \$864.1M revenue.

Appen Ltd (APX)

No final dividend from A5.5c fully franked a year ago.

\$US239.07M full year net loss against a \$US28.5M FY21 net profit. \$US204.326M impairment. 13.1% lower, \$US388.49M income. US31.13c NTA against US62.36c.

Launching three new AI products.

Energy
Woodside Energy (WDS)

\$US1.44 fully franked final dividend from \$US1.05 a year ago.

228% higher, \$US1.98B full year NPAT.

142% higher, \$US16.82B revenue.

\$US16.68 NTA from \$US13.86.

Yancoal Australia (YAL)

YAL will be added to the Hang Seng Composite index from 13 March. Full year results anticipated today.



data proving mostly disappointing. US equities markets dropped on opening, domestic economic data underscoring economic resilience and pointing to a potentially longer fight to contain inflation.

Earlier Friday, **Japan** revealed the nation's annualised **inflation** rate had increased from 4.0% to 4.3% during January.

Inflation grew 0.4% for the month, against forecasts of an increase of just half that pace.

In overnight Friday economic data releases, **Germany's** December quarter GDP was finalised as having declined by 0.4% during the three months, contracting by twice the rate indicated in the first estimate.

GDP growth was 0.9% higher than for the December quarter 2021, however, although this represented the least year-on-year quarterly growth in seven quarters.

Meanwhile, a GfK consumer sentiment reading for March improved, albeit to -30.5 from -33.8.

In the **UK**, earlier Friday, a GfK UK consumer sentiment reading for February was reported at -38 from -45.

In addition, January domestic vehicle production was reported 0.3% lower than for January 2022.

In the **US**, January personal income and spending rose by 0.6% and 1.8% respectively for the month, following forecasts for 0.7% and 1.1% increases.

In December, spending had been reported 0.1% lower for the month.

The personal consumption expenditure index (PCE) rose 0.6% for the month against forecasts of a 0.3% rise.

Against January 2022, the PCE was up 5.4% against an anticipated 4.8%.

January new home sales jumped 7.2% for the month, in line with December's climb, but against forecasts of a much smaller new 0.4% increase.

The University of Michigan's 67.0 final February consumer sentiment index represented a 3.9-point increase for the month.

Tonight in the US, January durable goods orders and pending home sales are due, together with the February Dallas Fed manufacturing index.

Companies scheduled to report earnings later today and tonight include: Daewoo Shipbuilding, Occidental Petroleum, Workday and Zoom Video Communications.

In overnight Friday and weekend corporate news, **Berkshire Hathaway's** December quarter report revealed relatively low new investment activity.

Commodities				
COMMODITY	CLOSE	\$US/	+/-	%
Gold (COMEX 100 Apr)	1817.1	oz	-9.70	-0.5
Silver (COMEX 5000 May)	20.81	oz	-0.5	-2.4
Platinum	909	oz	-37	-4.1
WTI Crude (NYMEX Apr)	76.32	bbl	0.93	1.2
Brent Crude (ICE EUR Apr)	83.16	bbl	0.95	1.2
Iron Ore (NYMEX CHN port;62%Fe)	125.85	t	-0.07	-0.1
Copper (LME 3mth Evening)	8718	t	-188	-2.1

Pre-Open Announcements

Select Harvests (* SHV)

Today's AGM materials lodged.

Silex Systems (* SLX)

Resuming from a trading halt having completed a \$120M \$4.05-per-share institutional placement in support of the commercialisation of the company's laser enrichment technology, working capital and general corporate purposes. SLX traded at \$4.85 - \$5.32 over the five sessions prior to calling the halt.

Michael Hill International (* MHJ)

3.5c interim dividend from 4c a year ago.
1.2% higher, \$37.58M interim NPAT.
11.1% higher, \$363.385M customer contracts revenue.
Flat, 49c NTA.

Praemium Ltd (* PPS)

449% higher, \$9.09M interim NPAT.
17% higher, \$35.44M revenue.
9.1c NTA from 3.0c.

Immutep Ltd (* IMM)

\$A20.62M interim net loss against a \$16.27M 1H FY22 net loss.
9.4% lower, \$2.58M income. 7.58c NTA against 11.37c.

Finbar Group (FRI)

No interim dividend from 2c fully franked a year ago.
\$765,000 interim net loss from a \$9.558M net profit.
71.38% lower, \$18.239M revenue.
86.92c NTA against 90.68c.
No projects were completed during the half year.
Project update also lodged post-trade Friday.

Hazer Group (HZR)

\$4.84M interim net loss from a \$13.02M 1H FY22 net loss.
75% higher, \$1.01M revenue. 6.21c NTA against 7.48c.
\$12.45M cash and equivalents.

Hygrovest Ltd (HGV)

Looking to appoint an external investment manager by 30 June. Details lodged post-trade Friday.

Resources

Lynas Rare Earths (** LYC)

4% lower, \$150.1M interim NPAT.
18% higher, \$370.0M revenue.
\$1.9902 NTA from \$1.3875. \$934.2M cash and equivalents.
Requesting an administrative review of conditions prohibiting the import and processing of lanthanide concentrate from 1 July.

New Century Resources (** NCZ)

\$28.28M interim net loss from a \$6.38M net loss a year ago.



Nickel	24543	t	-839	-3.3
Aluminium	2332	t	-61	-2.5
Lead	2071	t	16	0.8
Zinc	2967	t	-70	-2.3
Tin	25641	t	-525	-2.0
Coal (ICE-GC Newcastle; IRESS) (23Feb)	210.1	t	0.45	0.2
Wheat (CBT Mar; IRESS)	721.25	t	-28.75	-3.8

Commodities Commentary

Oil – prices swung lower in early overnight Friday trade, continuing to be pushed and pulled by potential supply scenarios and demand speculation.

Market watchers noted the uncertainty was likely the cause of lower trading volumes than average across recent sessions.

Reports continued of China and India purchases supporting Russian crude output and also of increased numbers of tankers at sea carrying petroleum products from Russia.

Among the forecasters, JP Morgan ventured Brent short-term prices falling towards the \$US70s/bbl, with OPEC+ likely opting to reduce production targets in order to support prices.

In the meantime Pioneer Natural Resources offered prices at \$US90/bbl - \$US100/bbl during the northern hemisphere summer. Other shale companies reported plans to reduce gas output this year but to likely bolster crude production.

A weekly US petroleum rig report, published overnight Friday, included an operational oil rig count that was seven lower (at 600) than for the previous week, but 15% (103 rigs) higher year-on-year.

The overall petroleum rig tally fell for a third consecutive month.

Gold – an ~2.5% rise in the ICE \$US index during February continued to dull gold interest overnight Friday.

Further inflation updates and key data releases for China are likely to influence some of this week's trade sentiment.

Base metals – \$US strength continued to impact base metals trade overnight Friday, mixed economic data releases supporting reduced demand fear, in part due to adverse impacts from inflation pressures and hence higher interest rates.

Copper inventories in China remained relatively elevated with analysts pointing out Chinese buyers would consequently likely wait for yet lower prices to resume traditional buying levels.

Yangshan port copper import premiums were reported at \$US22.50/t from \$US144.50/t in early November 2022.

Exchange Rates

CURRENCIES	LAST	+/-	%
AUD – USD	0.6728	-0.0083	-1.21
EUR – USD	1.0547	0.0001	0.01

Australian Data Today

ABS	Business indicators (incl profits, inventories, wages)	Dec Q
-----	--	-------

15% lower, \$162.11M revenue.

58c NTA from 56c.

Meanwhile, Sibanye-Stillwater has acquired 52.67% of NCZ in its \$A1.10 cash-per-share takeover bid.

Strandline Resources (* STA)

Third shipment of WA Coburn mineral sands project heavy metal concentrate completed.

The 10,005t shipment boosted exports to date to 25,000t.

Truscott Mining Corporation (TRM)

Northern Territory Westminster gold project drilling and research update lodged post-trade Friday.

Resuming from suspended trade having last traded 16 February, at 14.5c.

Gold Road Resources (GOR)

Investor presentation lodged post-trade Friday.

GOR is presenting at briefings during the BMO Global Metals, Mining & Critical Minerals conference.

Energy

Australis Oil & Gas (ATS)

\$US2.0M full year NPAT from a \$US2.4M net loss for 2021.

\$US3.071M comprehensive full year NPAT (audited financial report) from a \$US4.491M.

\$US28.378M operating revenue from \$US22.909M.

\$US7.848M cash and equivalents. Flat US5c NTA.

Trading Halts

Company	Code	Resuming
American West Minerals	AW1	27 Feb
Catalina Resources	CTN	27 Feb
Conico Ltd	CNJ	27 Feb
DC Two	DC2	27 Feb
Delta Drone International	DLT	27 Feb
Medlab Clinical	MDC	27 Feb
Norfolk Metals	NFL	27 Feb
Way 2 Vat	W2V	27 Feb
Bravura Solutions	BVS	28 Feb
Dateline Resources	DTR	28 Feb
Haranga Resources	HAR	28 Feb
Kaddy Ltd	KDY	28 Feb
Mayfield Childcare	MFD	28 Feb
Metals Australia	MLS	28 Feb
MLG Oz	MLG	28 Feb
Mt Monger Resources	MTM	28 Feb
Sheffield Resources	SFX	28 Feb
Ten Sixty Four	X64	28 Feb
Top Shelf International Holdings	TSI	28 Feb

**US Data Tonight**

Durable goods orders	Jan
Pending home sales	Jan
Dallas Fed manufacturing	Feb

Other Overseas Data Today & Tonight

Japan	Leading economic index (final, 4pm AEDT)	Dec
Euro zone	Loans to households and businesses	Jan
Euro zone	Economic sentiment	Feb

Need More Information?

Contact your State One Stockbroking advisor on 08 9288 3388 or 1300 651 898, or by email, advice@stateone.com.au

Suspensions *(selected)*

Company	Code	Since
<i>Allegiance Coal (vol adminstrs)</i>	AHQ	22 Feb
AuKing Mining	AKN	23 Feb
BPH Energy	BPH	14 Feb
Cyprum Metals	CYM	23 Feb
M8 Sustainable	M8S	13 Feb
Province Resources	PRL	21 Feb
Purifloh Ltd	PO3	15 Feb
Seafarms Group	SFG	14 Feb
Wellfully Ltd	WFL	22Feb

Ex-Dividends

Code	Ex-Div	Div (c)	Franking (%)	Yield (%)
ADA	Today	1.5	0	9.38
AZJ	Today	7	100	6.39
BAP	Today	10.5	100	3.16
BPT	Today	2	100	1.38
FMG	Today	75	100	9.22
GCI	Today	1.17	0	6.16
HSN	Today	5	0	2.20
KKC	Today	1.09	0	6.76
MEA	Today	1	100	5.00
PCI	Today	0.53	0	5.58
PWR	Today	11	100	7.86
RG8	Today	5	100	4.61
SDF	Today	6	100	2.22
SDG	Today	40	100	13.92
STO	Today	21.9	0	1.56
SYM	Today	1.7	100	2.73
TCF	Today	3.5	0	7.02
AMC	Tomorrow	17.3	0	3.23
AX1	Tomorrow	12	100	2.91
BGA	Tomorrow	4.5	100	3.08
BWF	Tomorrow	2.5	100	7.58
CIN	Tomorrow	49	100	2.66
DMP	Tomorrow	67.4	60	2.94
EVN	Tomorrow	2	100	2.22
HT1	Tomorrow	5.2	100	7.51
MAF	Tomorrow	14	100	1.23
MOT	Tomorrow	1.39	0	7.32
MXT	Tomorrow	1.29	0	6.15
MYS	Tomorrow	11.5	100	2.83
ORG	Tomorrow	16.5	100	3.59
PIA	Tomorrow	1.35	100	5.60
QIP	Tomorrow	2.8	100	6.91
WOR	Tomorrow	25	0	3.27
WTN	Tomorrow	1.87	0	0.49

**Disclaimer / Disclosure / General Advice Warning / Confidentiality Notice**

This market opener and its contents always remain the property of State One Stockbroking Ltd (“State One”) and as such cannot be reprinted, distributed, copied, posted on the internet, in part or whole, without written prior approval from State One.

The contents of this document constitute General Advice and have been prepared without taking account of your investment objectives, financial situation or needs. Because of that you should, before taking any action to acquire or deal in, or follow a recommendation (if any) in respect of any of the financial products or information mentioned in this document, consult your own investment advisor to consider whether that is appropriate having regard to your own objectives, financial situation and needs.

While State One believes information contained in this document is based on information which is believed to be reliable, its accuracy and completeness are not guaranteed, and no warranty of accuracy or reliability is given or implied and no responsibility for any loss or damage arising in any way for any representation, act or omission is accepted by State One or any officer, agent or employee of State One. If applicable, you should obtain the Product Disclosure Statement relating to any relevant financial product mentioned in this document (which contains full details of the terms and conditions of the relevant financial product) and consider it before making any decision about whether to acquire the financial product.

The directors and associated persons of State One may have a long or short interest in the financial products discussed in this document and they may earn brokerage, commissions, fees and advantages, pecuniary or otherwise, in connection with the making of a recommendation or dealing by a client in such financial products. Additionally, State One may earn fees due to having been appointed advisors to, or may be undertaking or about to commence research relating to, any of the companies mentioned herein.

Reports & Events

(selected; all times AEDT)

When	Company	Report/Event
Today	ABA	Interim (tele 10am)
	ABB	Interim (tele 11.30am)
	APX	Full year
	BWX	AGM
	CCV	Interim
	CCX	Interim
	CMW	Interim (w/cast 2pm)
	DBI	Full year (tele 11am)
	DDR	Full year (w/cast tele 11am)
	DOW	Interim
	GNE	Interim (w/cast tele 9am)
	HLS	Interim (w/cast tele 11am)
	IVC	Full year (w/cast tele 9.30am)
	KGN	Interim (w/cast tele 9.30am)
	LGI	Interim (webinar 10am)
	LYC	Interim (w/cast 11am)
	MHJ	Interim
	MTO	Interim
	PPS	Interim (w/cast 11am)
	SHV	AGM
SZL	Dec Q	
SRL	AGM	
TLX	Full year (post-ASX trade; w/cast tele 9am Tue)	
TPG	Full year (w/cast 10.30am)	
WPR	Full year (w/cast tele 10am)	
WDS	Full year (w/cast tele 10am)	
YAL	Full year	
Tomorrow	ABC	Full year
	DGL	Interim
	FDV	Full year (webinar midday)
	MYX	Interim
	EOS	Full year (tele 10am)
	NTD	Interim
	NIC	Full year
	SFR	Interim (w/cast tele 1pm)
	SXE	Interim (w/cast 2pm)
TYR	Interim (tele 9.30am)	
Wed	VGL	AGM
Fri	PMT	AGM