

## Markets

<b>SFE 200 Futures</b> (9.25am AEST)	<b>5246</b>	<b>-79</b>	<b>-1.5</b>
<b>NZX 50</b>	7341	-128	-1.7
<b>DJIA Futures</b>	18003	-38	-0.2
<b>S&amp;P 500 Futures</b>	2119	-4	-0.2
<b>NASDAQ Futures</b>	4664	-7	-0.2

## Local Markets Commentary

The Australian market will fall on opening, following weak international equities sentiment from overnight Friday and price falls for most key commodities.

**Oil** swung lower and **gold** continued so. **Copper** also turned lower. **Iron ore** switched slightly higher.

Fresh Libyan port conflict could support oil prices today, however.

The **\$A** dropped below US75.40c after trading at ~US76.20c Friday evening.

Locally today, the ABS is due to report July lending finance 11.30am AEST.

Companies trading **ex-dividend**, including **CIM**, **ORA**, **QUB** and **SDF**. Please see **pp2-3** for a detailed list.

## Overseas Markets

INDEX	CLOSE	+/-	%
<b>Dow Jones</b>	<b>18085</b>	-394	<b>-2.1</b>
<b>S&amp;P 500</b>	2128	-53	<b>-2.5</b>
<b>NASDAQ</b>	5126	-134	<b>-2.5</b>
<b>FTSE 100</b>	6777	-82	<b>-1.2</b>
<b>DAX 30</b>	10573	-102	<b>-1.0</b>
<b>Shanghai Comp</b>	3079	-17	<b>-0.6</b>

## Overseas Markets Commentary

Major European and US equities markets fell in concert overnight Friday, European sentiment initially bruised by **data** but indices dragged lower when US markets opened.

Another US **Federal Reserve** regional president had spoken in favour of a near-term rate rise, but had previously been viewed as 'dovish'. The comments ahead of a speech by Federal Reserve governor scheduled for tonight.

The governor has also been known to be particularly cautious on rate rises and tonight is the last night officials can speak publicly before next week's policy meeting.

Earlier Friday, **China's** August 0.1% inflation growth came in short of forecasts, the annual 1.3% rate representing the slowest pace in 10 months.

A few hours later, **Germany's** July exports were reported to have dropped 10% year-on-year, and imports by 6.5%.

For the month, exports had fallen 2.6% and imports 0.7%, reducing the nation's trade surplus ~€2.1B to €19.4B.

Ten-year bond prices fell sufficiently for yields to turn positive.

**UK** inflation for the next 12 months was forecast by

## Today's Stock Watch

### Credit Corp Group (CCP) / Thorn Group (TGA)

CCP is proposing to outlay \$22.6M for TGA's National Credit Management. In addition, CCP is promising updated earnings guidance at its 3 November AGM.

### Elders Ltd (ELD)

Anticipating \$6M worth of restructuring and associated costs following a decision to stop long-haul live cattle exports, effective immediately. Anticipating \$54M - \$57M underlying EBIT for the full-year to 30 September.

### Downer EDI (DOW)

A consortium (Evolution Rail) comprising DOW, CRRC Changchun Railway Vehicles and Plenary Group has been named preferred respondent to provide rolling stock for public transport in Victoria. In association, DOW expects to spend \$16M on a company manufacturing site. Financial close for the project is anticipated by the end of 2016.

### Kina Securities (KSL)

Former Suncorp Bank chief risk officer Karen Smith-Pomeroy has been appointed as a KSL non-executive director. Ms Smith-Pomeroy is a director of Queensland Treasury Corporation, Stanwell Corporation, InFocus Wealth Management and National Affordable Housing Consortium. Ms Smith-Pomeroy is also an Australian Super Queensland advisory board member.

### Opthea Ltd (OPT)

OPT presented data from the company's OPT-302 Phase I clinical trial at the European Society of Retina Specialists Congress yesterday. The congress concludes later today. OPT settled at 70c Friday after closing out the previous week at 54c.

### AdAlta Ltd (1AD)

Agreement secured for FujiFilm Diosynth Biotechnologies to manufacture 1AD's lead drug molecule AD-114 for 1AD's proposed idiopathic pulmonary fibrosis treatment. FujiFilm will produce AD-114 in the UK, for use in animal and toxicology testing. 1AD appreciated 13.6% Friday, closing at 25c.

### CjimpChange Ltd (CCA)

42% (monthly) increase in new account openings during August.

### Woolworths Ltd (WOW)

Annual report lodged post-trade Friday.

## Resources

### Millennium Minerals (MOY)

WA Nullagine gold project Little Wonder deposit drilling has returned shallow, significant-width, high-grade assays. One assay has been calculated as: 8m @ 101.42g/t Au, including 3m @ 265g/t Au. IN addition, MOY has this morning lodged high-grade assays from drilling within the Gambols Hill, Roscoes Reward and Crossing prospects.

### Evolution Mining (EVN)

NSW Cowal project E42 Stage H cutback resource definition drilling results lodged this morning, including some significant-width, high-grade assays.

### Syrah Resources (SYR)

Macquarie has re-rated SYR as outperform, from neutral.

the Bank of England at 2.2%, following a 2% forecast three months ago.

In **US** data releases, July wholesale inventories were estimated flat, with sales falling 0.4% against expectations of a 0.2% rise.

No major European or US economic indicators are scheduled for release tonight.

Tata Steel is among companies due to report for the quarter today and tonight.

Overnight Friday, **Intel** was reported to be supplying wireless chips for some **Apple** iPhones.

### Commodities

COMMODITY	CLOSE	\$US/	+/-	%
<b>Gold (NY) (Dec)</b>	<b>1335</b>	oz	-7	<b>-0.5</b>
<b>Silver (NY) (Dec)</b>	19.1	oz	-0.5	<b>-2.8</b>
<b>Gold (LON)</b>	1343	oz		
<b>Platinum</b>	<b>1059</b>	oz	-23	<b>-2.2</b>
<b>WTI Crude (Oct)</b>	<b>45.9</b>	bbl	-1.7	<b>-3.7</b>
<b>Iron Ore (Tianjin)</b>	<b>57.5</b>	t	0.1	<b>0.2</b>
<b>Copper (LME)</b>	<b>4633</b>	t	-31	<b>-0.7</b>
<b>Nickel</b>	10370	t	25	<b>0.2</b>
<b>Aluminium</b>	1579	t	-12	<b>-0.7</b>
<b>Lead</b>	1902	t	-23	<b>-1.2</b>
<b>Zinc</b>	2291	t	-23	<b>-1.0</b>
<b>Tin</b>	19300	t	-275	<b>-1.4</b>
<b>CBT Wheat (Dec)</b>	<b>4.04</b>	bshl	-0.03	<b>-0.6</b>

### Commodities Commentary

*Oil* – over the weekend, anti-government forces have claimed to have taken control of two oil export terminals in **Libya**. Those guarding the ports have confirmed a deadly attack but have denied a change of control.

US Federal Reserve rate comments, plus an associated **\$US** rise, hurt trade **sentiment** in general overnight Friday.

A US weekly petroleum **rig** report released Friday, revealed seven more oil rigs were operational, extending a multi-week string of increases.

Earlier Friday, **Iran's** August crude production had been reported flat.

Brent crude settle 4% lower for the session Friday, at \$US48.01/bbl.

*Gold* – comments anticipated by a US Federal Reserve governor are expected to influence tonight's trade, following a series of public speeches from officials in favour of a rate rise.

*Base metals* – US equities trade volumes were reported higher, but metals trade described as relatively thin amid a strengthening \$US

**China's** annualised August CPI growth was reported (earlier Friday) 0.4% below forecasts, at 1.3%.

*Copper*, in particular, was impacted by the combination of lower oil prices and a stronger \$US.

Commerzbank forecast the Philippines government would curtail more *nickel* operations, on environmental grounds, as early as this week.

### Exchange Rates

CURRENCIES	LAST	+/-	%
<b>AUD – USD</b>	0.7537	-0.0002	<b>-0.02</b>
<b>EUR – USD</b>	1.1237	0.0001	<b>0.01</b>

## Pre-Open Announcements

### Wangle Technologies (WGL)

Regulatory approvals in hand, enabling WGL to set 15 October as a likely date for the launch of its Wangle App. WGL settled at 3.3c Friday after closing out the previous week at 2.6c.

### AFT Pharmaceuticals (AFP)

Presentation lodged this morning, highlighting Maxigesic and NasoSURF progress and potential company growth. AFP is presenting in Europe and New Zealand this month.

## Resources

### Egan Street Resources (\* EGA)

Gold explorer scheduled to list midday AEST tomorrow following a \$6M IPO at 20c per share. Planning to develop the WA Rothsay gold project. Lion Selection Group holds 16.15%.

### BBX Minerals (BBX)

Recommending shareholders not respond to the 4.5c cash-per-share offer from Drake Private Investments Llc. BBX traded at 4.6c – 4.8c Friday.

### Altura Mining (AJM)

New research report lodged this morning.

## Energy

### Maraneca Energy (MEY) / Deep Yellow (DYL)

Technology licence agreement finalised whereby MEY will provide the company's U-pgrade technology plus expertise to DYL's Tumas uranium project, Namibia in return for a licence fee.

### Strike Energy (STX)

David Wrench has resigned as an STX director.

## Trading Halts

Company	Code	Resuming
Avanco Resources	AVB	12 Sep
Dragon Energy	DLE	12 Sep
Big Un	BIG	13 Sep
Sunbridge Group	SBB	13 Sep
Vector Resources	VEC	14 Sep

## Suspensions (selected)

Company	Code	Since
ATC Alloys	ATA	2 Sep
Australia China Holdings	AAK	25 Aug
Diploma Group	DGX	1 Sep
Excalibur Mining Corporation	EXM	15 Aug
HJB Corporation	HJB	8 Sep
India Resources	IRL	19 Aug
KBL Mining	KBL	9 Sep
Krakatoa Resources	KTA	8 Sep
Oakajee Corporation	OKJ	12 Sep

## Ex-Dividends

Code	Ex-Div	Div (c)	Fr (%)	Yield (%)
<b>ABA</b>	Today	<b>16</b>	100	5.66
<b>CIM</b>	Today	<b>48</b>	100	3.39

**Australian Data Today**

ABS Lending finance Jul

**Other Overseas Data Today & Tonight**

Japan Machinery orders Jul

Japan Machine tool orders (prelim) Aug

**Need More Information?**

Contact your State One Stockbroking advisor on 08 9288 3388 or 1300 651 898, or by email, [advice@stateone.com.au](mailto:advice@stateone.com.au).

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<b>GC1</b>	Today	<b>3</b>	100	3.73
<b>OPG</b>	Today	<b>2</b>	100	5.56
<b>ORA</b>	Today	<b>5</b>	30	3.11
<b>PEP</b>	Today	<b>3</b>	100	2.22
<b>QMS</b>	Today	<b>1.5</b>	100	1.25
<b>QUB</b>	Today	<b>2.8</b>	100	2.24
<b>SDF</b>	Today	<b>3.6</b>	100	2.69
ADH	Tomorrow	6.5	100	4.91
ASB	Tomorrow	2	100	2.47
CIE	Tomorrow	3.5	50	6.53
CSL	Tomorrow	~88.67	0	1.68
DSB	Tomorrow	0.8	100	3.56
GNG	Tomorrow	5	100	6.94
HSO	Tomorrow	3.9	0	2.37
IGL	Tomorrow	8.6	100	3.82
MAQ	Tomorrow	25	100	4.17
MCY	Tomorrow	~11.4	0	4.03
MEA	Tomorrow	3.5	100	2.87
MIL	Tomorrow	4.4	100	3.41
NWS	Tomorrow	~9.20	0	0.99
NWSLV	Tomorrow	~9.20	0	1.02
TOP	Tomorrow	0.6	100	1.76
VRL	Tomorrow	14	100	5.75
ABC	Wed	12.5	100	3.67
AMA	Wed	1.7	100	2.02
CDA	Wed	4	100	4.15
EQT	Wed	34	100	3.78
GCS	Wed	1	100	2.13
IVC	Wed	17	100	2.96
LAU	Wed	1.1	100	4.54
LOV	Wed	2	100	2.98
PAF	Wed	2.5	100	2.73
PNI	Wed	1.9	100	1.71
SHM	Wed	3	100	7.44
SIQ	Wed	9.8	100	2.54
SNL	Wed	5	100	4.39
SSM	Wed	1.5	100	2.41
SVW	Wed	20	100	4.67
SWM	Wed	4	100	10.53