



# Daily Resources Overview

Thursday 14 December 2017

## Commodity price movement

Commodity	Price	1D %ch	1M %ch	1Y %ch	YTD %ch
<b>Precious Metals (COMEX)</b>					
Gold (US\$/oz)	1255.71	1.3	-2.8	7.3	8.4
Silver (US\$/oz)	16.07	2.8	-5.8	-5.0	0.9
Platinum (US\$/oz)	887.75	1.3	-4.8	-5.1	-1.7
<b>Industrial Metals (LME)</b>					
Copper (US\$/t)	6691.75	1.0	-2.5	17.9	21.2
Aluminium (US\$/t)	1988.75	-0.3	-4.8	13.8	16.7
Lead (US\$/t)	2531.75	0.5	0.7	9.6	26.6
Zinc (US\$/t)	3152.50	0.0	-2.8	17.3	23.3
Tin (US\$/t)	18800.00	-1.9	-3.6	-11.8	-11.0
Nickel (US\$/t)	11039.00	0.3	-11.2	-2.6	10.8
<b>Bulks</b>					
Iron Ore (US\$/t)	68.85	-0.1	10.1	-10.3	-8.6
Coking Coal (US\$/t)	236.10	0.0	25.9	-10.1	4.5
Thermal Coal (US\$/t)	96.78	-0.1	-2.6	8.7	2.5
<b>Energy</b>					
Brent Crude (US\$/bbl)	63	-1.1	-0.7	8.7	6.9
Natural Gas (US\$/MMBtu)	2.70	0.3	-15.7	-22.2	-26.5
Uranium (US\$/lb)	25.25	0.0	10.0	36.9	23.5
<b>Softs</b>					
Wheat (US\$/bu)	417	1.5	-8.0	-13.3	-12.8
Sugar (US\$/lb)	14	0.6	-8.5	-23.1	-25.5
Corn (US\$/bu)	349	0.4	-1.7	-12.3	-10.3
Soy (US\$/bu)	991	0.3	0.5	-2.2	0.1
Cotton (US\$/lb)	74	1.7	7.6	2.9	4.9
<b>Other</b>					
CRB Comdty Index	429	-0.1	-0.6	0.9	1.3

## Global resource share price movement

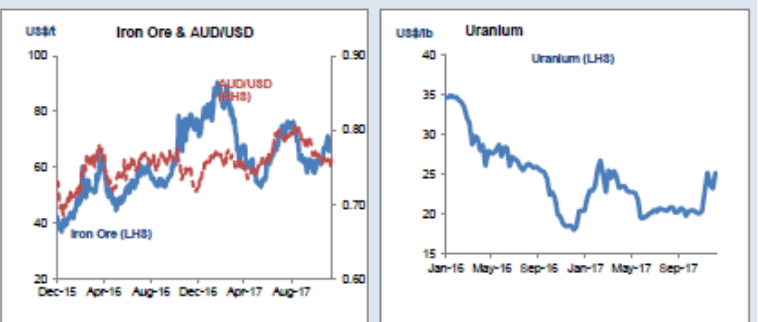
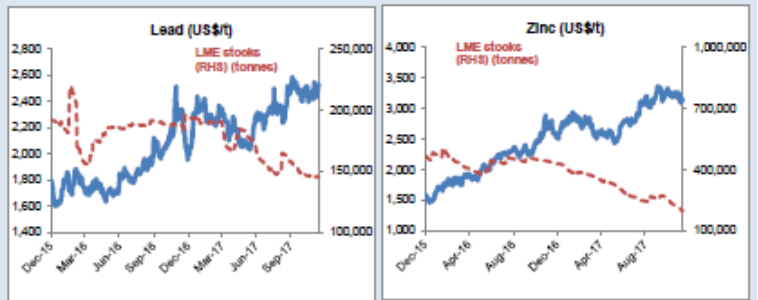
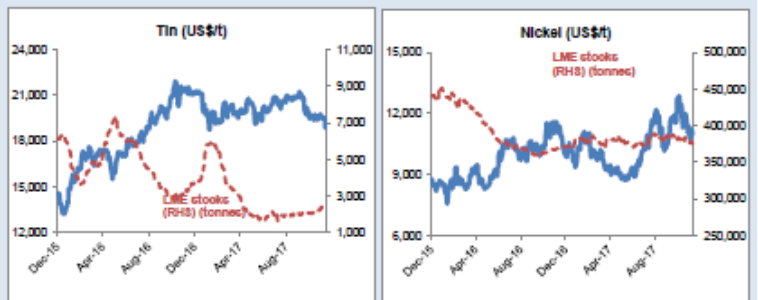
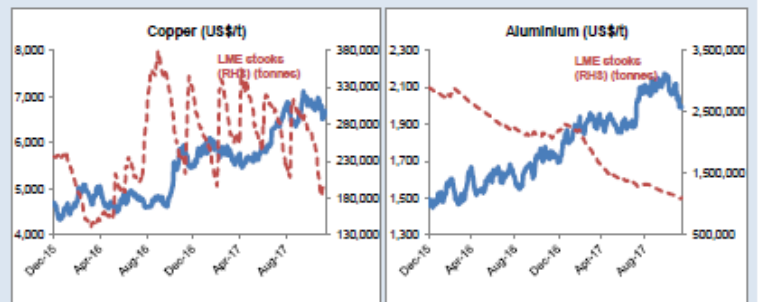
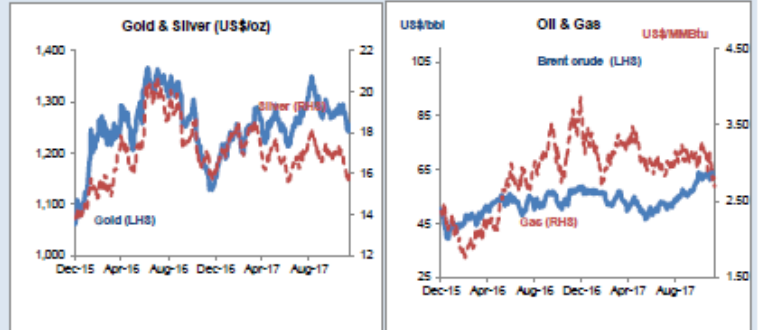
Company Name	Sector	1D %ch	1M %ch	1Y %ch	YTD %ch
Barrick Gold	Gold	3.4	1.1	-10.4	-11.7
Newmont	Gold	3.4	0.1	5.6	4.9
Goldcorp	Gold	6.0	-8.0	-8.0	-8.4
Anglo Platinum	Platinum	-2.0	-16.6	25.3	28.5
Anglo American	Diversified	0.7	-7.2	17.9	19.8
BHP Billiton PLC	Diversified	0.1	-0.9	7.3	10.5
Rio Tinto PLC	Diversified	0.2	-4.1	11.9	12.3
Teck Resources	Diversified	1.9	10.3	7.1	14.1
Glencore	Diversified	1.9	-2.7	26.6	29.8
Vale	Iron Ore	-0.2	9.0	27.5	40.6
Fortescue	Iron Ore	3.0	1.5	-23.5	-17.8
South32	Diversified	-2.2	-4.8	11.3	14.9
China Shenhua	Coal	1.1	-3.7	45.0	54.3
Freeport McMoRan	Copper	3.9	13.1	8.5	23.7
Antofagasta	Copper	1.0	-5.6	24.5	36.2
Alcoa	Aluminium	-1.3	-2.9	38.4	49.1
Chinalco	Aluminium	1.4	-14.1	44.4	54.4
Rusal	Aluminium	0.6	-10.5	43.0	50.0
Norilsk Nickel	Nickel	-1.4	-8.4	0.0	7.2
Timah PT	Tin	1.3	-15.9	-34.9	-28.8
Boliden	Zinc	-0.5	-8.7	6.9	12.0
Cameco	Uranium	-1.0	11.5	-2.9	-5.2
Arcelor Mittal	Steel	-0.4	8.1	20.2	27.6

## Commodity currency exchange rates (note: red = weakness against US\$)

Cross-rate	Spot	1D %ch	1M %ch	1Y %ch	YTD %ch
AUD/USD	0.76	1.1	0.2	1.8	6.0
USD/ZAR	13.46	1.6	7.5	1.1	2.1
USD/BRL	3.32	0.1	-1.1	0.5	-1.9
USD/CAD	1.28	0.4	-0.6	2.5	4.9
USD/RUB	58.59	1.1	1.4	3.5	5.0
USD/CNY	6.62	0.0	0.3	4.3	4.9

## LME warehouse inventories

Commodity	Tonnes	1D %ch	1M %ch	1Y %ch	YTD %ch
Copper	191,800	-1.0	-25.8	-25.8	-40.5
Aluminium	1,109,725	0.6	-4.8	-46.4	-49.7
Lead	144,600	-0.7	-1.1	-22.8	-25.8
Zinc	196,850	-0.5	-15.2	-54.8	-54.0
Tin	2,310	-0.4	11.1	-31.6	-38.3
Nickel	377,166	0.4	-0.8	2.3	1.6



## PRECIOUS METALS COMMENTARY

**Gold** and **silver prices** were solidly higher in early afternoon trading Tuesday, in the immediate aftermath of the FOMC statement that saw a U.S. interest rate increase, as expected. However, market watchers were a bit surprised the Fed is projecting tame inflation prospects for the U.S. in the coming months, or longer. Heavy short covering in the futures markets and bargain buying in the cash markets were featured in gold and silver today, following recent selling pressure that drove both markets to five-month lows on Tuesday. **February Comex gold** was last up \$15.20 an ounce at \$1,256.90. **March Comex silver** was last up \$0.412 at \$16.08 an ounce.

It was widely expected the Fed would raise U.S. interest rates by 0.25% this afternoon. The FOMC statement said more interest rate increases are likely in the coming months, but said inflation remains surprisingly tame. That is leading some to believe the Fed may not be able to raise interest rates as rapidly as it would like, in the coming months. Fed chair Janet Yellen will also hold what will likely be her final press conference this afternoon. The marketplace will closely examine the Fed's economic projections for next year, in trying to better anticipate the timing of the central bank's monetary policy moves in 2018.

The **U.S. dollar index** sold off further in the wake of the FOMC statement, which further supported the precious metals markets in their rebounds today.

The European Central Bank and Bank of England monetary policy meetings take place on Thursday.

It may be just coincidental (but maybe not) that gold prices were hitting what were then their daily highs in midday trading Wednesday, just as Bitcoin futures were selling off and seeing their trading temporarily halted because of volatility.

The U.S. consumer price index report for November was released Wednesday morning. The CPI was expected to be up 0.4% from October and up 1.8%, year-on-year. The actual numbers were in line to a bit hotter than expected on a yearly basis. However, the closely watched core reading on the CPI—excluding food and energy—was weaker than expected, at up 0.1% from October. The core numbers pressured the U.S. dollar index.

The world markets did not show a significant reaction to the overnight news that a Democrat won the Alabama U.S. Senate seat. Even with the addition of a Democratic U.S. senator, it is still expected by most that the U.S. tax reform legislation working will become law. Reports Wednesday said the House and Senate had agreed upon a bill to vote on. Source: Kitco



### General Advice Warning

The contents of this document have been prepared without taking account of your objectives, financial situation or needs. 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. Whilst State One Stockbroking Ltd 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 Stockbroking Ltd or any officer, agent or employee of State One Stockbroking Ltd. If applicable, you should obtain the Product Disclosure Statement relating to the relevant financial product mentioned in this document (which contains full details of the terms and conditions of the financial product) and consider it before making any decision about whether to acquire the financial product.

### Disclosure

The directors and associated persons of State One Stockbroking Ltd may have an 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. State One Stockbroking Ltd has also received a commission on the preparation of this research note. The Research Analyst who prepared this report hereby certifies that the views expressed in this research document accurately reflect the analyst's personal views about the company and its financial products. The research analyst has not been and will not be receiving direct or indirect compensation for expressing the specific recommendations or views in this report. This research at all times remains the property of State One Stockbroking Ltd. And as such cannot be reprinted, distributed, copied, posted on the internet, in part or whole, without written prior approval from the Executive Director of State One Stockbroking Ltd.

Alan Hill  
Executive Chairman  
Phone: +61 8 9288 3388  
[ahill@stateone.com.au](mailto:ahill@stateone.com.au)

Ric Heydon  
Equities & Derivatives Advisor  
Phone: +61 8 9288 3307  
[rheydon@stateone.com.au](mailto:rheydon@stateone.com.au)

Mark Sullivan  
Institutional Dealer  
Phone: +61 2 9024 9134  
[msullivan@stateone.com.au](mailto:msullivan@stateone.com.au)

Thomas Tan  
Equities Advisor  
Phone: +61 2 9024 9131  
[ttan@stateone.com.au](mailto:ttan@stateone.com.au)

Morris Levitzke  
Equities Advisor  
Phone: +61 8 9288 3315  
[mlevitzke@stateone.com.au](mailto:mlevitzke@stateone.com.au)

Graeme Johnson  
Equities & Derivatives Advisor  
Phone: +61 8 9288 3316  
[gjohnson@stateone.com.au](mailto:gjohnson@stateone.com.au)

Yitz Barber  
Equities Advisor  
Phone: +61 2 9024 9107  
[ybarber@stateone.com.au](mailto:ybarber@stateone.com.au)

Tammie Wong  
Equities Advisor  
Phone: +61 2 9024 9133  
[twong@stateone.com.au](mailto:twong@stateone.com.au)

Dawn Chia  
Business Development Manager  
Phone: +61 8 9288 3336  
[Dawn.Chia@stateone.com.au](mailto:Dawn.Chia@stateone.com.au)

David Zhang  
Equities Advisor  
Phone: +61 2 9024 9130  
[dzhang@stateone.com.au](mailto:dzhang@stateone.com.au)

David Brennan  
Senior Investment Analyst  
Phone: +61 2 9024 9142  
[dbrennan@stateone.com.au](mailto:dbrennan@stateone.com.au)

**Disclosure:** State One Stockbroking Ltd ABN 95 092 989 083 is holder of AFS Licence Number 247100 and an ASX and Chi-X Market Participant. State One Stockbroking Ltd and/or its associated entities, directors, authorised representatives, employees and associated persons of State One may have an 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. Further, State One Stockbroking Ltd and/or its affiliated companies may have acted as manager or co-manager of a public offering of any such securities or may have provided corporate finance to the companies referred to in the report. Whilst State One Stockbroking Ltd and its related companies 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 Stockbroking Ltd or any related company. Nor do they accept any liability or responsibility arising in any way (including negligence) for errors in, or omissions from, this document or advice.