

Markets

SFE 200 Futures (9.30am AEDT)	7193	41	0.6
NZX 50	12467	34	0.3
DJIA Futures	35641	299	0.9
S&P 500 Futures	4578	65	1.5
NASDAQ Futures	15038	304	2.1

Local Markets Commentary

The Australian market commences today's trade with an update in hand from another major domestic bank, and results from several other large-cap stocks.

US equities markets rallied further overnight, ahead of influential data tonight.

Locally today, the Reserve Bank of Australia (RBA) releases December **business lending** figures at 11.30am AEDT.

At the same time, the Australian Bureau of Statistics (ABS) publishes a batch of reports including these covering December **business turnover, jobs and wages** for the week ending 15 January, and additional information regarding December building approvals.

Also today, **VUK** trades **ex-dividend**. Please see p3 for a detailed ex-dividends list.

Regionally today, **Japan** is scheduled to report January **producer prices** at 10.50am AEDT.

In overnight commodities trade, **oil** swung higher.

US **gold** futures posted a new gain.

Iron ore (Nymex CFR China, 62% Fe) fell further to trade beneath \$US148/t.

LME (3mth evening) **copper** reportedly gained ~3.0% and **nickel** more than 2%. **Aluminium** continued higher, reportedly by ~2.5%. Last night's LME final price updates were unavailable from IRESS at time of publication.

The **\$A** appreciated to ~US71.80c after trading at ~US71.65c early yesterday evening.

Japan's markets will be closed tomorrow due to a public holiday.

Overseas Markets

INDEX	CLOSE	+/-	%
Dow Jones	35768	305	0.9
S&P 500	4587	66	1.5
NASDAQ	14490	296	2.1
FTSE 100	7643	76	1.0
DAX 30	15482	240	1.6
Shanghai Comp	3480	27	0.8

Overseas Markets Commentary

Major European, UK and US equities markets rallied in unison

*** Copper & gold-focused exploration listing – 12.30pm AEST – KLI ***

Today's Stock Watch
National Australia Bank (NAB)

9.1% higher, unaudited \$A1.8B December quarter NPAT. Cash earnings also \$1.8B, up 9.1% year-on-year.

0.05% lower, 1.64% net interest margin (NIM).

12.4% CET1 from 13.0% at 30 September.

Downer EDI (DOW)

12c interim dividend from 9c a year ago.

19.9% higher, \$88.6M interim NPAT.

2.3% lower, \$5.57B income, including from JVs.

AMP Ltd (AMP)

\$252M full year net loss from a \$53M net profit a year ago.

117% higher, \$3.297B ordinary activities revenue.

CIMIC Group (CIM)

36c unfranked final dividend from 60c, 20%-franked a year ago. 35.2% lower \$402.1M full year NPAT.

39.1% higher, \$14.71B continuing operations revenue.

Mirvac Group (MGR)

5.1c interim distribution from 4.8c a year ago.

44% higher, \$565M interim NPAT.

38% higher, \$1.65B income.

AGL Ltd (AGL)

16c interim dividend from 41c a year ago.

\$A555M interim NPAT from a \$2.276B net loss.

5.5% higher, \$5.71B revenue.

\$4.33 NTA from \$3.54.

Resources
Northern Star Resources (NST)

10c fully franked interim dividend from 9.5c a year ago.

43% higher, \$261M interim NPAT.

63% higher, \$1.81B revenue.

\$6.92 NTA from \$2.82.

ABX Group (ABX)

Declaring a new rare earth element (REE) find 52km east of the ABX Deep Leads project, Tasmania.

Details lodged this morning.

Energy
Origin Energy (ORG)

Anticipated interim accounts impairment and capital gains expense announcement lodged pre-trade.



overnight.

Technical stocks were in favour in the US, and some better-than-anticipated earnings helped buoy European markets.

Two US Federal Reserve regional presidents suggested they anticipated inflation would soon begin to recede.

Among scant overnight **data** releases, **Germany's** December trade figures included a €7B trade surplus from €12B for November and following forecasts for a €10.8B new surplus.

Seasonally adjusted, imports rose 4.7% and exports by 0.9%.

In the **US**, December wholesale inventories were reported 2.2% higher, in line with expectations and following a 1.7% November increase.

Weekly mortgage applications dropped 8.1%.

The mean average for 30-year mortgage interest rate was calculated at 3.83% from 3.78%.

A 10-year note auction conducted in the US produced a 1.904% yield from 1.723%.

A 30-year bond auction hosted earlier by Germany delivered a 0.39% yield from 0.28%.

Tonight in the **US**, a January CPI reading and weekly initial jobless claims are keenly anticipated. The January budget statement is US also due. In addition, the US treasury is expected to host a 30-year bond auction.

Elsewhere, **Bank of England** governor Andrew Bailey is scheduled to speak publicly (7.15am AEDT tomorrow).

Companies listed to report earnings or provide trading updates later today or tonight include: Arcelor Mittal, AstraZeneca, Brookfield Asset Management, Coca-Cola, Credit Suisse, DnB, Duke Energy, Expedia, Global Payments, Kellogg, Linde, PG & E Co, ThyssenKrupp, Twitter, PepsiCo, Singapore Telecommunications, Société Générale and Unilever.

In overnight corporate news, **Honda** Motor and **Toyota** Motor each reported profit falls but also delivered relatively positive 2022 outlooks.

Uber also reported a quarterly profit and rising demand.

Post-US trade, **Walt Disney** has reported record revenue.

Commodities

COMMODITY	CLOSE	\$US/	+/-	%
Gold (NY) (Apr)	1836.6	oz	8.7	0.5
Silver (NY) (Mar)	23.28	oz	0.08	0.5
Gold (LON) (8 Feb)	1823	oz		
Platinum	1033	oz	2	0.2
WTI Crude (NYMEX Mar)	89.66	bbbl	0.30	0.3
Brent Crude (ICE EUR Apr)	91.55	bbbl	0.77	0.9
Iron Ore (NYMEX CHN port;62%Fe)	147.64	t	-1.19	-0.8
Copper (LME 3mth Evening) (8 Feb)	9774	t		
Nickel	22634	t		
Aluminium	3177	t		
Lead	2203	t		
Zinc	3590	t		
Tin	42930	t		

Pre-Open Announcements

Alliance Aviation Services (AQZ)

\$3.41M interim net loss, following a \$23.41M net profit a year ago. 10.6% higher, \$171.17M continuing operations revenue. \$1.80 NTA from \$1.93. \$12.995M cash and equivalents.

AQZ says its results are in part due to significant spending on aircraft.

Anticipating \$45M - \$50M FY22 underlying pre-tax profit.

Expecting 'exponential growth' during FY23.

Acrow Formwork & Construction Services (ACF)

Unaudited interim results include a 294% higher, \$7.35M NPAT and 38% higher, \$69.315M sales revenue.

Paying a 1.2c, 20%-franked interim dividend against 0.75c, fully-franked a year ago.

My Rewards International (* MRI)

Employee and consumer rewards specialist scheduled to list on the ASX 12.30pm AEDT **tomorrow**, following a \$5M IPO at 20c per share.

130.34M quoted shares.

Resources

Killi Resources (* KLI)

Copper and gold-focused mineral exploration company scheduled to list on the ASX at **12.30pm** AEDT, following a \$6M IPO at 20c per share.

33M quoted shares.

Holds four projects, two in northern WA and two in Queensland.

OceanaGold Corporation (* OGC)

Anticipating a \$US102M post-tax impairment to be included in 2021 full year financial statements. The overall impairment comprises a \$US181M Haile gold operation impairment and a \$US79M impairment reversal in relation to the Didipio operation carrying value.

Three-year production, costs and capital requirements outlook also lodged post-trade yesterday.

This includes 445,000oz – 495,000oz gold production and 11,000t – 13,000t copper guidance for 2022.

2022 AISC is expected to come in at \$US1275/oz - \$US1375/oz.

Pantoro Ltd (PNR)

\$44M cash and gold at 31 December.

Investor update lodged post-trade yesterday in presentation format.

SensOre Ltd (* S3N)

Precious and battery mineral explorer, and services and technology provider, scheduled to list on the ASX 1pm AEDT **tomorrow**, following a \$7.48M IPO at 85c per share.

20.899M quoted shares.



Commodities Commentary

Oil – commentary regarding plans to bolster international supplies plus a weaker \$US and positive US data supported overnight prices.

A US weekly petroleum inventories report, published overnight by US government agency the EIA, included a 4.76MMbbl fall for stored crude.

Petrol stocks fell by 1.64MMbbl, as production rose by 740,000bbl/d.

Net crude imports were estimated to have fallen by 1.24MMbbl/d.

Overnight Tuesday post-US trade, the American Petroleum Institute published a report which included an estimated 2.025MMbbl draw on crude stocks last week.

OPEC's monthly market report is scheduled for release **tonight**.

Gold – a weaker \$US (ICE index ~-0.2%) and lower bond yields benefited overnight gold interest.

A US January CPI reading is keenly anticipated tonight.

Base metals – inventories, continued concerns at aluminium supplies and a weaker \$US appeared to mostly influence overnight LME trade sentiment.

Among new data releases, early yesterday evening AEDT Japan reported a 61.4% year-on-year increase for January machine tool orders, defying forecasts of a 31% climb.

Exchange Rates

CURRENCIES	LAST	+/-	%
AUD – USD	0.7179	0.0012	0.17
EUR – USD	1.1426	0.0000	0.00

Australian Data Today

RBA	Business lending	
ABS	Business turnover indicator	Dec
ABS	Jobs & wages	15 Jan
ABS	Building approvals (additional info)	Dec

US Data Today & Tonight

CPI	Jan
Initial jobless claims	5 Feb
Budget statement	Jan

Other Overseas Data Today & Tonight

Japan	Producer prices	Jan
--------------	-----------------	-----

Need More Information?

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

Energy

88 Energy (* 88E)

North Slope Alaska Merlin-2 drilling permit in hand.

Trading Halts

Company	Code	Resuming
Carbonxt Group	CG1	10 Feb
Carnavale Resources	CAV	10 Feb
Flexiroam Ltd	FRX	10 Feb
Locality Planning Energy Holdings	LPE	10 Feb
Ardiden Ltd	ADV	11 Feb
Eastern Metals	EMS	11 Feb
Nickel Mines	NIC	11 Feb
Zebit Inc	ZBT	11 Feb
Ozz Resources	OZZ	14 Feb
Valor Resources	VAL	14 Feb

Suspensions (selected)

Company	Code	Since
Cassius Mining	CMD	27 Jan
Comet Resources	CRL	31 Jan
Structural Monitoring Systems	SMN	27 Jan

Ex-Dividends

Code	Ex-Div	Div (c)	Franking (%)	Yield (%)
VUK	Today	1.86	0	0.00
BKI	Tomorrow	4	100	1.75
JHG	Tomorrow	53.58	0	3.85
PL8	Tomorrow	0.5	100	4.42
QVE	Mon	1.2	100	4.39
SUN	Mon	23	100	5.41
CPU	Tue	24	40	2.06
KOV	Thu (17 Feb)	25	100	4.35
ARG	Fri (18 Feb)	16	100	2.72
GUD	Fri	17	100	4.27

Reports & Events

(selected; all times AEDT)

When	Company	Report/Event
Today	AGL	Interim
	AMP	Full year
	ASX	Interim
	CIM	Full year
	DOW	Interim
	MGR	Interim
	NAB	Dec Q



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.

	NST	Interim
	URW	Full year
	VUL	Interim (w/cast tele 9am)
Tomorrow	BBN	Interim
	IAG	Interim (w/cast 10am)
	TLS	Interim
	UMG	AGM
Mon	AZJ	Interim
	BPT	Interim (w/cast 10am)
	BEN	Interim
	BLD	Interim
	CAR	Interim (tele 9.30am)
	CEN	Interim (w/cast 8am)
	GPT	Interim
	JBH	Interim
	PPS	Interim (w/cast 9.30am)
SKC	Interim (tele 10am)	
Tue	ABY	Interim (tele 10.30am)
	ANN	Interim (tele 10am)
	BHP	Interim
	DXS	Interim
	ELO	Interim (w/cast 9.30am)
	GWA	Interim
	SEK	Interim
	SWM	Interim (w/cast tele 9am)
SGM	Interim (w/cast 9.15am)	