

Markets

SFE 200 Futures (9.30am AEST)	7307	1	0.0
NZX 50	12576	58	0.5
DJIA Futures	34462	1	0.0
S&P 500 Futures	4239	1	0.0
NASDAQ Futures	13969	9	0.1

Local Markets Commentary

The Australian market opens Friday trade with new regional data in hand, material announcements from several high-profile domestic stocks, and six Australian States and Territories heading into a Monday holiday weekend.

From ASX settlement later today, the ASX will remain closed until Tuesday next week.

Post-ASX trade yesterday, China reported May new lending that tallied 1500B yuan, following 1470B yuan for April and forecasts of 1300B worth of new loans for May.

Locally today, no major economic indicators are scheduled for release.

Regionally today, **South Korea** has already reported May **import prices**, these calculated 13.8% higher than for May 2020.

Export prices rose 12.3% year-on-year.

In **Japan**, the quarterly BSI **large manufacturing** index is expected just prior to today's ASX open.

China's May vehicle sales are anticipated anytime from today.

In overnight commodities trade, both Brent and WTI **crude** settled higher.

US **gold** futures recorded a second consecutive slight gain.

Qingdao **iron ore** (CFR China, 62% fines) added \$US4.17/t to \$US216.84/t.

Nymex iron ore (CFR China, 62%) appreciated further also, approaching \$US211.95/t.

LME **copper** turned and fell. **Nickel** and **aluminium** continued higher.

The **\$A** was pushed beyond US77.50c after trading at ~US77.40c early yesterday evening.

Overseas Markets.

INDEX	CLOSE	+/-	%
Dow Jones	34466	19	0.1
S&P 500	4239	20	0.5
NASDAQ	14020	109	0.8
FTSE 100	7088	7	0.1
DAX 30	15571	-10	-0.1
Shanghai Comp	3611	19	0.5

The **ASX** will be **closed Monday**

Today's trades will settle 16 June (**Wednesday next week**)

Trades executed yesterday settle Tuesday

* **Stroke treatment specialist listing – midday AEST – AGN ***

Today's Stock Watch

Premier Investments (PMV)

Anticipating \$340M - \$360M FY21 (to 31 July) EBIT.

Sales for the 18 weeks to 5 June rose 70% year-on-year, and 15.8% against the same period in 2019.

Domino's Pizza Enterprises (DMP)

Proposing to acquire PizzaVest Company (Domino's Taiwan) for \$NT1.7B (~\$A79M). Details lodged pre-trade.

IRESS Ltd (IRE)

Considering divesting UK mortgage sales and originations business. Additional review details lodged pre-trade.

AMP Ltd (AMP)

AMP has appointed former State Street Global Advisors senior MD and investment committee chair Shawn Johnson as AMP Capital CEO, commencing 28 June.

Meanwhile, (Ms) Alexis George is set to commence 2 August as AMP CEO. Current AMP CEO Francesco De Ferrari retires this role 30 June. AMP CFO James Georgeson will be acting CEO.

SkyCity Entertainment Group (SKC)

Anticipating \$NZ84M - \$NZ88M FY21 normalised NPAT, and \$NZ247M - \$NZ253M normalised EBITDA, pending no further operational closures.

Planning to lodge full year results 25 August.

Pendal Group (PDL)

Reporting 37% participation rate in the recent \$6.80-per-share SPP, but with applications received for \$218M worth of shares. The offer has been scaled back to \$190M, equivalent to the amount raised in the institutional placement.

Hence, ~27.9M shares (7.9%) will be issued in relation to the SPP. PDL has traded at \$7.76 - \$8.17 for the week to date.

Avita Medical Holdings (AVH)

US FDA approval to expand the use of AVH's RECELL to treating full-thickness acute burns, including in paediatric patients.

Respiri Ltd (RSH)

RSH's wheezo is registered and approved for sale in the UK.

AML3D Ltd (AL3)

Australian patent in hand for AL3's wire additive manufacturing (WAM) process.



Overseas Markets Commentary

International equities trade diverged overnight, vacillating sentiment featuring across major European and UK equities markets overnight, but US equities trade mostly steadying following a brief, sharp reaction to US CPI figures.

The **European Central Bank (ECB)** retained status quo at its policy meeting, but regarding June quarter economic progress, ECB president Christine Lagarde noted a 'sizeable improvement in activity'.

Nonetheless, the ECB governing council statement included the bank's intention to continue through March 2022 with the €1850B net asset purchases program (pandemic emergency purchase program - PEPP), and do so 'at a significantly higher pace' than for January – May this year.

This translated into ongoing liquidity expectations for equities and commodities trade.

New ECB euro zone forecasts included 1.9% annual inflation for 2021 and 1.5% for 2022.

Among overnight **data** releases, the much-anticipated **US May CPI** reading came in at 0.6% growth for the month and 5% year-on-year inflation.

Forecasters had anticipated 0.5% and 4.7% respectively.

Weekly new unemployment claims tallied 402,500, following 428,000 the previous week and expectations of 399,750 new claims.

The national May budget statement revealed a \$US132B deficit, from a \$US226B April shortfall, and against expectations of a \$US230B new deficit.

Meanwhile, a 30-year bond auction delivered a 2.172% yield from 2.395% previously.

Tonight in the **US**, an initial May consumer sentiment reading is due from the University of Michigan.

Elsewhere, the UK reports April trade figures, industrial production and estimated GDP growth.

In addition, in the UK, **G7** leaders and other invited country heads (including Australia's PM) meet in Cornwall from later today through tomorrow (UK time).

Further, Bank of England governor Andrew Bailey is scheduled to speak publicly.

Commodities

COMMODITY	CLOSE	\$US/	+/-	%
Gold (NY) (Aug)	1896.4	oz	0.90	0.1
Silver (NY) (Jul)	28.03	oz	0.03	0.1
Gold (LON) (9 Jun)	1895	oz		
Platinum	1147	oz	2	0.2
WTI Crude (NYMEX Jul)	70.29	bbf	0.33	0.5
Brent Crude (ICE EUR Aug)	72.52	bbf	0.30	0.4
Iron Ore (NYMEX,CHN,62%)	211.91	t	1.72	0.8
Copper (LME Ind)	9875	t	-105	-1.1
Nickel	18285	t	146	0.8
Aluminium	2473	t	15	0.6
Lead	2183	t	-18	-0.8

Pre-Open Announcements

Argenica Therapeutics (* AGN)

Stroke treatment – focused biotechnology firm scheduled to list on the ASX **11am** AEST, following a \$7M IPO at 20c per share.

45.896M quoted shares.

The University of Western Australia holds 5.40% and the Perron Institute for Neurological & Transitional Science 4.85%.

McMillan Shakespeare (* MMS)

COO Geoff Kruyt has resigned following 20 years with MMS.

Mr Kruyt will remain with MMS until 3 September.

MMS CEO and MD Mike Salisbury will be interim COO.

Aristocrat Leisure (* ALL)

Company secretary and deputy general counsel Richard Bell has resigned. ALL has appointed Kristy Jo as company secretary, pending regulatory approvals. In the meantime, Tracey Elkerton will be ALL's company secretary.

Roto-Gro International (* RGI)

Heralding further positive indoor vertical farming trial results.

Regional Express Holdings (* REX)

REX has acquired a Boeing 737 full flight simulator, to be located in Brisbane.

Imugene Ltd (* IMU)

Webinar presentation, and webinar access details, lodged pre-trade.

IMU is presenting at **12.30pm** AEST.

Forager Australian Shares Fund (FOR)

Paying a 2c FY21 distribution. Trading ex-dividend 29 June.

Resources

Magnum Mining & Exploration (* MGU)

Mandate letter and indicative term sheet secured with Anglo American for offtake and pre-payment financing in relation to MGU's Buena Vista iron ore project.

Resource Development Group (RDG)

The RDG board has given the go-ahead for the WA Lucky Bay garnet project development.

Initial production is anticipated by 31 March 2022.

Trading Halts

Company	Code	Resuming
Argonaut Resources	ARE	15 Jun
Cashwerkz Ltd	CWZ	15 Jun
Cobalt Blue Holdings	COB	15 Jun
Global Health	GLH	15 Jun
Leigh Creek Energy	LCK	15 Jun



Zinc	3003	t	-17	-0.6
Tin	31220	t	41	0.1

Commodities Commentary

Oil – overnight trade considerations included the US lifting of sanctions against three Iranian oil officials and two Iranian companies, and OPEC’s monthly oil market report.

The OPEC report retained a forecast of 6.6% 2021 international crude demand growth, plus a predicted 5.5% global GDP increase.

A weekly US drill rig count report is due tonight.

Gold – prices swung lower overnight, following the US CPI release, and then turned as US 10-year bond yields declined.

Base metals – overnight LME trade reacted in part to reports out of China that *aluminium*, *copper* and *zinc* reserves would be sold through to the end of the year.

One report suggested 800,000t – 900,000t of primary aluminium could be sold by the end of July.

In the meantime, LME copper inventories were reported at 131,775t, the most in a month.

Exchange Rates

CURRENCIES	LAST	+/-	%
AUD – USD	0.7753	0.0017	0.22
EUR – USD	1.2175	0.0010	0.08

US Data Tonight

Uni of Michigan consumer sentiment (prelim)	Jun
---	-----

Other Overseas Data Today & Tonight

Japan	BSI large manufacturing	Q2
South Korea	Import & export prices	May
UK	Trade balance	Apr
UK	Industrial production	Apr
UK	GDP	Apr
Germany	Bundesbank forecasts (six-monthly)	Jun
Germany	Wholesale prices	May

Need More Information?

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

Metalicity Ltd	MCT	15 Jun
Vango Mining	VAN	15 Jun
WT Financial Group	WTL	15 Jun

Suspensions *(select)*

Company	Code	Since
Immuron Ltd	IMC	31 May
Metro Mining	MMI	27 May

Ex-Dividends

Code	Ex-Div	Div (c)	Franking (%)	Yield (%)
AHY	Today	2	100	2.12
CIM	Today	60	20	0.00
PL8	Tue	0.4	100	3.93

Reports & Events

(selected; all times AEST)

When	Company	Report/Event
Today	MMM	AGM (NB: 5pm)
	RTR	Investor webinar (midday)
Wed	GEM	Strategy update (1pm)
	PPH	AGM (midday)
Thu	CGF	Investor Day
	COL	Strategy Day (w/cast from 9am)
Fri (18 Jun)	WOW	Demerger meeting (11am)

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.