

Markets

SFE 200 Futures (9.30am AEST)	6787	-8	-0.1
NZX 50	11071	26	0.2
DJIA Futures	28132	2	0.0
S&P 500 Futures	3144	0	0.0
NASDAQ Futures	8403	2	0.0

Local Markets Commentary

The Australian market opens mid-week trade with new data due out of China, and three large-cap domestic stocks trading ex-dividend, ahead of key economic growth data to be released tonight during the last full US trading session for this week.

Regionally today, **China** is expected to report October industrial profits **12.30pm** AEDT.

Locally today, the Australian Bureau of Statistics publishes its September quarter construction work done report.

Meanwhile **ALQ**, **AMC** and **OFX** are trading ex-dividend. *Please see p4 for a detailed ex-dividend list.*

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

US **gold** futures (December) rose slightly.

Iron ore (Nymex CFR China, 62% Fe) extended recent gains by US6c/t, reaching \$US84.35/t.

LME **copper** and **aluminium** rallied. **Nickel** continued higher.

The **\$A** was pushed to ~\$US67.90c after trading at US67.85c early yesterday evening.

This morning, New Zealand has reported a \$NZ1.013B October trade deficit, against a \$NZ1.242B September shortfall.

Overseas Markets

INDEX	CLOSE	+/-	%
Dow Jones	28122	55	0.2
S&P 500	3141	7	0.2
NASDAQ	8648	15	0.2
FTSE 100	7403	7	0.1
DAX 30	13236	-10	-0.1
Shanghai Comp	2907	1	0.0

Overseas Markets Commentary

Choppy trade featured across major European and US equities markets overnight, amid a swag of US data releases and ahead of key growth data tonight, with some caution also setting in ahead of the US Thanksgiving holiday Thursday and associated late-week official start to end-of-year holiday season retail sales.

Yesterday, **China's** Ministry of Commerce announced vice premier Liu He and top US trade negotiators had agreed on how to resolve some issues which have prevented agreement on an initial trade pact, and were planning to remain in contact regarding outstanding issues.

China – October industrial profits – 12.30pm AEDT

Today's Stock Watch

Fisher & Paykel Healthcare (FPH)

24% higher, \$NZ121.2M interim NPAT. 12% higher, \$NZ570.9M operating revenue. 23% higher, NZ12c fully franked interim dividend. \$NZ1.40 NTA, against \$NZ1.46.

Anticipating \$NZ255M - \$NZ265M FY 2020 NPAT and \$NZ1.19B operating revenue.

Harvey Norman (HVN)

July – October aggregated sales rose 2.0% year-on-year, and comparable sales by 1.7%. Breakdown statistics lodged this morning. Today's AGM materials also lodged pre-trade.

Telstra Corporation (TLS)

Today's investor day materials, including a costs and productivity update, lodged pre-trade.

A webcast briefing was scheduled to commence 9am AEDT.

Charter Hall Social Infrastructure REIT (* CQE)

CQE portfolio manager Nick Anagnostou is leaving CQE in favour of some initial time out.

Mr Anagnostou's deputy for the past 11 years Travis Butcher will take over as fund manager, effective immediately.

Diversified finance head Scott Martin has been appointed to head CQE finance functions.

Resources

Rio Tinto (RIO)

Board approval in hand for \$A1B worth of development funding for the WA Pilbara Greater Tom Price iron ore operations.

The investment includes a new crusher, a 13km conveyor, and autonomous haulage (AHS) equipment for Western Turner S2.

Catalyst Metals (CYL)

Hancock Prospecting subsidiary Gold Exploration Victoria will boost its CYL holding to 14.8%, and become CYL's top shareholder, by subscribing for \$7.85M worth of CYL shares at \$2.25 each.

Hancock Prospecting is a JV partner in CYL's Four Eagles gold project.

The newly issued shares will be voluntarily escrowed for a year. The investment will push CYL's cash-at-bank beyond \$20M.

CYL has traded at \$2.47 - \$2.61 over the past week.

Lithium Australia (LIT)

Subsidiary VSPC has successfully completed lithium-ferro-phosphate cathode powder testing with potential customers in China and Japan.

The testing determined the material met specifications for use in lithium-ion batteries.



The statement followed a teleconference involving Liu He, chief US trade representative Robert Lighthizer and treasury secretary Steven Mnuchin.

The conference followed China's request for high-level discussions prior to this week's US Thanksgiving holiday.

The US president in the meantime again promoted support for Hong Kong protestors.

Yesterday (late morning AEDT) **US Federal Reserve** chair Jerome Powell indicated US rates were unlikely to go higher in the near term, stating the central bank remained committed to a 2% CPI growth target. He again described the bank's current view of US economic conditions as 'generally good'.

Later, **European Central Bank** officials confirmed a policy review would commence in January.

Among a swag of overnight **US** data releases, October wholesale inventories rose 0.2% after falling 0.7% in September.

The Case-Shiller September house price index rose 0.1% for the month following a flat August and came in 2.1% higher year-on-year.

An FHFA September house price index appreciated 0.6% for the month following a 0.2% August rise.

New home sales declined 0.7% during October, after rising 4.5% in September.

The Richmond Fed manufacturing index dropped to -1 from eight.

Conference Board estimated its consumer index at 125.5, from 126.1, representing a fourth consecutive month of declines.

In **Germany**, the GfK consumer confidence index rose 0.1 to 9.7.

Tonight in the **US**, the Federal Reserve publishes its 'beige book' district-by-district economic conditions and progress report.

A second (of three) September quarter GDP growth estimate is also due, together with October durable goods orders, personal income and spending, pending home sales and the November Chicago PMI.

In addition, MBA weekly mortgage applications, and weekly new unemployment claims are expected.

Companies scheduled to report earnings include: Banco Santander, Deere & Co, Hyundai Corp and Tiffany & Co.

In overnight corporate news, Walt Disney achieved a record high in early trade following a positive report on the group's digital streaming service launched mid-month.

US retailer **Best Buy** appreciated more than 10% on pleasing full year guidance following better-than anticipated September quarter earnings.

Dollar Tree tumbled more than 15%, however, on disappointing results and an import tax impact warning.

Yesterday, **Alibaba** debuted on Hong Kong's Hang Seng index, adding ~6.5% to the IPO price for the company's ~\$US11.3B secondary listing.

Audi announced ~9500 job cuts in conjunction with a refocus on manufacturing electric vehicles.

US markets will be closed for the Thanksgiving holiday tomorrow night and will close early Friday.

Pre-Open Announcements

Collins Foods (CKF)

12.1% higher, \$24.1M interim NPAT. 9.2% higher, \$448.8M revenue.

9.5c fully franked interim dividend, against 9c a year ago.

Damstra Holdings (* DTC)

DTC anticipates meeting prospectus forecasts, after September quarter cash receipts improved 41% year-on-year, to \$4.2M.

Registered licences rose 48%, to 333,404.

Digital Wine Ventures (* DW8)

Non-executive chairman Piers Lewis is retiring at the conclusion of Friday's AGM.

In addition, DW8's Winedepot business has secured Vodka Plus as its first spirit producer.

This is in addition to several other wineries and distributors signing on to Winedepot since 21 October.

Details lodged this morning.

Integrated Green Energy Solutions (IGE)

Pending a revised permit appeal period, IGE is proposing to be producing fuel from the processing of 100t/day of plastic by the end of 31 March 2020.

Additional details, including interim funding, lodged post-trade yesterday.

SG Fleet Group (SGF)

Company secretary Edelvine Rigato has resigned, effective yesterday.

SGF has appointed Tawanda Mutengwa to take over as company secretary as from 10 December.

CFO Kevin Wundram is interim company secretary.

Emeco Holdings (EHL) / Perpetual Ltd (PPT)

Investor conference presentations lodged this morning.

CV Check (CV1)

CV1 has appointed former illion (previously Dunn & Bradstreet) sales and marketing solutions specialist and national account director Mark Thompson as chief revenue officer, effective 9 December.

In addition, CV1 company secretary and legal counsel Jenny Cutri has been appointed chief compliance officer. Ms Cutri is also non-executive chair of K2fly (ASX: K2F).

A COO appointment remains pending.

NetLinkz Ltd (NET)

Non-executive director David O'Dowd has resigned from the NET board, in favour of focusing on his legal practice.

BNK Banking Corporation (BBC)

Endavouring to recover ~\$2M worth of cash deployed to ATM network operators for which liquidators have been appointed.

Primewest (PWG)

**Commodities**

COMMODITY	CLOSE	\$US/	+/-	%
Gold (NY) (Dec)	1460.3	oz	3.4	0.2
Silver (NY) (Dec)	17.04	oz	0.15	0.9
Gold (LON)	1458	oz		
Platinum	906	oz	11	1.2
WTI Crude (Jan)	58.41	bbl	0.40	0.7
Brent Crude (Jan)	64.27	bbl	0.62	1.0
Iron Ore (NYMEX,CHN,62%)	84.35	t	0.06	0.1
Copper (LME,3mth,PM)	5938	t	64	1.1
Nickel	14545	t	80	0.6
Aluminium	1759	t	21	1.2
Lead	1944	t	13	0.6
Zinc	2304	t	21	0.9
Tin	16375	t	-95	-0.6

Commodities Commentary

Oil – prices were pushed higher overnight, following a media report from Russia further indicating a potential three - six-month further OPEC+ production curb from 31 March 2020.

OPEC and OPEC+ plan to meet in Vienna Thursday and Friday respectively next week and are expected to announce any decision then.

An OPEC committee, formed to review oil markets, will meet on the Wednesday.

Meanwhile, International Energy Agency (IEA) executive director Fatih Birol described global economic conditions as ‘very fragile’, and implored OPEC+ and the US to consider this.

Mr Birol also predicted the US would lead oil output growth for the next five years.

A media report indicated expectations of a slight decline last week in US crude stockpiles. Post-US trade, the API was due to release its weekly inventory estimates.

US weekly petroleum inventories are due tonight from government agency the EIA.

In overnight exploration and development news, Norwegian company Equinor revealed plans to drill 30 – 40 oil and gas exploration wells during 2020, up to 30 of these in Norwegian territory and most of the balance in Brazil.

Gold – some overhang from a positive price prediction from Goldman Sachs late weekend (US time), plus some reported bargain hunting, were mostly cited as supporting Comex futures to a slight overnight gain.

Weakening currencies in China and India, plus India’s higher gold import taxes, have reduced gold demand, a report also confirmed overnight.

Base metals – key data to come this week, plus current supply figures appeared to mostly influence overnight LME trade, according to industry insiders.

In the meantime, a Commerzbank analyst predicted falls for LME *aluminium* prices, to as low as \$US1705/t.

China’s October industrial profits are expected today, and official November PMIs over the weekend. The US is due to report a

Real estate funds manager PWG has acquired the Coffs Harbour, NSW Moonee Market shopping centre for ~\$30M.

In addition, PWG has purchased an industrial logistics facility in South Australia for \$14.9M.

PWG’s AUM are currently estimated beyond \$4B.

Simavita Ltd (SVA)

SVA has appointed John McBain as a director, to fill a casual vacancy.

Dr McBain is also a director of the Royal Women’s Hospital Foundation and is a former Melbourne IVF chairman.

Resources**Centrex Metals (* CXM)**

CEO Simon Slesarewich will leave CXM in three months, under mutual agreement with the CXM board, and in favour of company cash management.

In addition, joint company secretary Mark Terry has stepped down and will also leave his CFO role before year’s end.

Mr Slesarewich’s and Mr Terry’s responsibilities will be assumed by other existing CXM personnel.

Ardea Resources (ARL)

ARL spinoff Godolphin has completed a \$7M IPO.

ARL shares will trade ex-return-of-capital Monday (2 December). Godolphin is targeting an ASX listing prior to year’s end.

Trading Halts

Company	Code	Resuming
Castillo Copper	CCZ	27 Nov
Comet Ridge	COI	27 Nov
Helios Energy	HE8	27 Nov
Jadar Lithium	JDR	27 Nov
Recce Pharmaceuticals	RCE	27 Nov
Strike Resources	SRK	27 Nov
Victory Mines	VIC	27 Nov
Alkane Resources	ALK	28 Nov
Axiom Properties	AXI	28 Nov
dorsaVi Ltd	DVL	28 Nov
Eagle Health Holdings	EHH	28 Nov
Regal Investment Fund	RF1	28 Nov
Sienna Cancer Diagnostics	SDX	28 Nov
The Environmental Group	EGL	28 Nov

Suspensions (select)

Company	Code	Since
Austar Gold	AUL	18 Nov
Authorised Investment Fund	AIY	22 Nov
CFOAM Ltd	CFO	12 Nov
Creso Pharma	CPH	5 Nov
CropLogic Ltd	CLI	19 Nov



September quarter GDP growth update tonight, in addition to the release of a region-by-region economic conditions report.

Exchange Rates

CURRENCIES	LAST	+/-	%
AUD – USD	0.6785	-0.0002	-0.03
EUR – USD	1.1023	0.0001	0.01

Australian Data Today

ABS	Construction work done	Sep Q
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US Data Tonight

GDP (2 nd of three estimates)	Sep Q
Fed Reserve beige book report	Nov
Durable goods orders	Oct
Initial jobless claims	23 Nov
Chicago PMI	Nov
Personal income & spending	Oct
Pending home sales	Oct

Other Overseas Data Today & Tonight

China	Industrial profits	Oct
Germany	Import prices	Oct

Need More Information?

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

Millennium Minerals	MOY	20 Nov
Nzuri Copper	NZC	19 Nov
OBJ Ltd	OBJ	5 Nov
Skin Elements	SKN	25 Nov
Titan Minerals	TTM	21 Nov
TV2U International	TV2	26 Nov

Ex-Dividends

Code	Ex-Div	Div (c)	Franking (%)	Yield (%)
ALQ	Today	11.5	30	2.56
AMC	Today	16.7	0	4.24
OFX	Today	2.35	70	4.40
ALL	Tomorrow	34	100	1.43
AOF	Tomorrow	4	0	4.13
CVL	Tomorrow	0.63	100	1.38
GCI	Tomorrow	0.7	0	4.90
IFT	Tomorrow	5.51	0	3.08
PCI	Tomorrow	0.36	0	1.48
QRI	Tomorrow	0.79	0	4.02
TNE	Tomorrow	8.78	60	1.06
IPL	Fri	3.4	30	0.40
MOT	Fri	1.25	0	3.20
MXT	Fri	0.82	0	5.52
NWH	Fri	2	100	0.70

Reports & Events

(select)

When	Company	Report/Event
Today	BCI	AGM
	CYP	AGM
	CKF	Interim
	DCN	AGM
	FPH	Interim
	HVN	AGM
	MSB	AGM
	OCL	AGM
	SFR	AGM
	SM1	AGM
	TLS	Investor day
Tomorrow	CCA	AGM
	CMW	AGM
	ELX	AGM
	EVN	AGM
	FWD	AGM
	FBU	AGM
	IFL	AGM
	MVF	AGM
	QIP	AGM



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Fri	4DDS	AGM
	BUB	AGM
	PEA	AGM
	PRU	AGM
	PMV	AGM
	RFG	AGM
	SVY	AGM
	VN8	AGM