

## Markets

<b>SFE 200 Futures</b> (9.25am AEST)	<b>5391</b>	<b>-19</b>	<b>-0.4</b>
<b>NZX 50</b>	7378	-21	-0.3
<b>DJIA Futures</b>	18398	3	0.0
<b>S&amp;P 500 Futures</b>	2169	0	0.0
<b>NASDAQ Futures</b>	4773	0	0.0

## Local Markets Commentary

The Australian market will open September trade on mostly negative international equities and commodities leads, ahead of influential regional data and as key stocks trade ex-dividend.

Regionally today, **China** releases official August manufacturing and services PMIs **11am** AEST. Caixin releases a manufacturing PMI estimate **11.45am** AEST.

A final August manufacturing PMI is due for **Japan** **10.30am** AEST.

Locally today, another group of high-profile stocks trades **ex-dividend**, including **BHP, CCL, CGF** and **PRY**. Please see **pp2-3** for a detailed list.

Pre-trade, AiG will release its August manufacturing sector activity index.

The ABS releases July retail trade and June quarter private sector capital spending figures 11.30am AEST. A house price index is also due today.

Post-trade, the RBA will publish monthly commodity prices.

In overnight commodities trade, **oil** picked up the pace of its current decline. **Gold** continued moderately lower. **Copper** settled slightly lower. **Iron ore** was unchanged.

The **\$A** largely held after trading above ~US75.20c early yesterday evening.

## Overseas Markets

INDEX	CLOSE	+/-	%
<b>Dow Jones</b>	<b>18401</b>	-53	<b>-0.3</b>
<b>S&amp;P 500</b>	2171	-5	<b>-0.2</b>
<b>NASDAQ</b>	5213	-10	<b>-0.2</b>
<b>FTSE 100</b>	6782	-39	<b>-0.6</b>
<b>DAX 30</b>	10593	-65	<b>-0.6</b>
<b>Shanghai Comp</b>	3085	11	<b>0.4</b>

## Overseas Markets Commentary

Major European and US markets fell on opening overnight, amid international growth concerns and a further tumble for oil, as US Federal Officials continued to push for another rate rise.

The rate speculation was supported by a 177,000 increase in private sector jobs over the past month, according to ADP. In addition, July's gain was revised 15,000 higher to 194,000.

July pending home sales were reported 1.3% higher and June's 0.2% rise revised to a 0.8% fall.

The Chicago August (composite) PMI dropped to 51.5, at least 2.5 below forecasts and 4.3 below July's figure.

Weekly mortgage applications fell 2.8%.

**China** - NBS/CFLP PMIs expected **11am** AEST. Caixin manufacturing PMI due **11.45am**.

## Today's Stock Watch

### National Australia Bank (NAB)

Bob Melrose has been appointed NAB executive GM retail banking and executive GM wealth operations Matt Lawrance as acting chief technology and operations officer. Mr Melrose had been acting in this position since it was recently created.

### Metcash Ltd (MTS)

More than 25% of votes were cast against MTS's remuneration report at yesterday's AGM.

### Harvey Norman (HVN) / Macquarie Atlas Roads (MQA)

Credit Suisse has reassessed HVN as underperform, from neutral, and re-rated MQA as neutral, from outperform.

### Wellard Ltd (WLD)

Deutsche Bank is cancelling its WLD buy recommendation in favour of hold advice.

### Mirvac Group (MGR)

UBS has replaced MGR buy advice with a neutral rating.

### Propertylink Group (PLG)

Exercising an option to acquire an ~\$142M portfolio of nine assets from Denison Funds Management. Details lodged post-trade yesterday.

### Collins Foods (CKF)

AGM today.

### QANTM Intellectual Property (QIP)

Patents, design and trademarks law and services firm (Davies Collison Cave and FPA Patent Attorneys) completed a successful ASX listing yesterday following a \$146.7M IPO at \$2.22 per share. Opened at \$2.45 and traded at \$2.40 - \$2.52 before settling at \$2.50. 14.7M shares changed hands across 2908 transactions.

## Resources

### Northern Star Resources (NST)

NST MD Bill Beament has been appointed executive chairman, effective following the November AGM. Founding NST non-executive chairman Chris Rowe will remain with NST as a non-executive director. NST COO Stuart Tonkin has been appointed CEO. In addition, CSIRO deputy chair Shirley In't Veld and Murdoch University chancellor David Flanagan have been appointed NST non-executive directors. Ms In't Veld is a former Verve Energy MD and Mr Flanagan the founding MD and later chairman of Atlas Iron (ASX: AGO).

### Mt Gibson Iron (MGX)

Resources total 89.5Mt @ 61.4% Fe. Reserves are estimated at 1.2Mt @ 58.0% Fe.

### Independence Group (IGO)

Credit Suisse has reassessed IGO as neutral, from underperform.

## Energy

### White Energy Company (WEC)

Suspending Kentucky, US coal production.

A preliminary estimate of **euro zone** August CPI growth came in at 0.2% year-on-year, the same as for July.

**Germany's** July retail sales rose 1.7% for the month, but the annual rate fell 1.5%.

In the meantime, **Brazil** reported a 0.6% further fall in GDP during the June quarter, and a 4.6% year-on-year drop for the six months to 30 June.

Another key oil producer, **Nigeria**, officially entered recession with a 2.06% GDP fall for the June quarter, following a 0.36% pullback during the March quarter.

Earlier, **India** had declared June quarter GDP growth at an annual 7.1%, against 7.9% for the March quarter.

**Tonight** in the US, weekly new unemployment claims, a job cuts report, ISM's August manufacturing index, a final Markit August manufacturing PMI and July construction spending figures are due. Major vehicle manufacturers also report August sales.

Campbell Soup, Pernod Ricard and Tata Motors are among companies scheduled to report earnings or provide trading updates.

Overnight, S&P 500 stock **H&R Block** dropped ~10% on disappointing quarterly revenue.

Speculation of a possible **Commerzbank** and **Deutsche Bank** merger was quashed after talks were confirmed, but not before each stock had risen more than 2.5%.

Despite earlier reports to the contrary, Ireland announced its cabinet could not agree on a response to the EU ruling on **Apple's** tax arrangement.

Meanwhile, **US** markets are heading towards a **Monday** public holiday weekend.

### Commodities

COMMODITY	CLOSE	\$US/	+/-	%
<b>Gold (NY) (Dec)</b>	<b>1311</b>	oz	-6	-0.4
<b>Silver (NY) (Sep)</b>	18.7	oz	0.0	0.3
<b>Gold (LON)</b>	1309	oz	-9	-0.7
<b>Platinum</b>	<b>1050</b>	oz	-5	-0.3
<b>WTI Crude (Oct)</b>	<b>44.7</b>	bbl	-1.7	-3.6
<b>Iron Ore (Tianjin)</b>	<b>59.0</b>	t	0.0	0.0
<b>Copper (LME)</b>	<b>4617</b>	t	-3	-0.1
<b>Nickel</b>	9830	t	-65	-0.7
<b>Aluminium</b>	1614	t	-16	-1.0
<b>Lead</b>	1878	t	0	0.0
<b>Zinc</b>	2310	t	-1	-0.0
<b>Tin</b>	18875	t	75	0.4
<b>CBT Wheat (Sep)</b>	<b>3.61</b>	bshl	-0.02	-0.6

### Commodities Commentary

**Oil** – the **\$US** continued strong and US petroleum **inventories** were reported to have grown 2.3Mmbbl last week, against expectations of a 600,000bbl – 1.2MMbbl rise.

Meanwhile, the threat of Gulf of Mexico tropical storm Hermine was confirmed to have halted ~20 of daily crude output, as much of Florida came under a 'state of emergency'.

Brent crude was recorded 2.9% lower for the session, at \$US47.04/bbl.

**Gold** – traded at two-month lows (\$US1306.90/oz) before recovering from steepest falls.

**Base metals** – caution noted in the face of weak

## Pre-Open Announcements

### Eden Energy (\* EDE)

Appointing sales staff for US EdenCrete operations. Details lodged this morning.

### Admedus Ltd (AHZ)

\$8.3M fully-underwritten 33c-per-share rights issue completed, with applications received for \$5.7M worth. AHZ traded at 33.5c – 35.5c yesterday.

### IPH Ltd (IPH)

Pizeys Patent & Trade Mark Attorneys has achieved an earnings target requiring IPH to issue ~1.2M shares valued at \$5.41 each, plus pay ~\$6.65M, to Pizeys' sellers. The shares are escrowed for two years. IPH traded at \$5.40 - \$5.64 yesterday.

### Clean Seas Tuna (CSS)

\$8.98M full-year net loss, following a \$4.1M FY 2015 net profit. 62.8% higher, \$30.1M revenue. Impacted by \$10.5M worth of write-downs. \$1.8M net profit recorded for 2H FY 2016. 3.6c NTA. \$598,000 cash and equivalents.

### Vmoto Ltd (VMT)

159% drop to a \$597,000 interim net loss. 28% lower, \$17.8M revenue.

## Resources

### Tiger Resources (TGS)

\$37.3M interim net loss, following a \$5.6M loss a year ago. 32% lower, \$56.6M revenue. 14c NTA. TGS says its realised copper price fell 17% to \$4701/t and that sales volumes fell 20% to 14,598t. \$6.9M cash and equivalents.

## Trading Halts

Company	Code	Resuming
ATC Alloys	ATA	2 Sep
Elemental Minerals	ELM	2 Sep
Genetic Signatures	GSS	2 Sep
iCar Asia	ICQ	2 Sep
Malabar Coal	MBC	2 Sep

## Suspensions (selected)

Company	Code	Since
Australia China Holdings	AAK	25 Aug
Diploma Group	DGX	1 Sep
Excalibur Mining Corporation	EXM	15 Aug
G8 Communications	G8C	10 Aug
India Resources	IRL	19 Aug
Interim Resources	IRC	31 Aug
McAleese Ltd	MCS	29 Aug
New Guinea Energy	NGE	12 Aug
Topbetta Holdings	TBH	18 Aug
TV2U International	TV2	31 Aug



equities sentiment and ahead of a batch of PMIs today and tonight. China's PMIs will likely prove the greatest influence of any in tonight's trade.

### Exchange Rates

CURRENCIES	LAST	+/-	%
<b>AUD – USD</b>	0.7518	0.0001	0.01
<b>EUR – USD</b>	1.1159	0.0002	0.02

### Australian Data Today

AiG	PMI	Aug
ABS	Retail sales	Jul
ABS	Capital spending	JunQ
RPData/CLogc	House price index	Aug
RBA	Commodity price index	Aug

### US Data Tonight

Initial jobless claims	27	Aug
ISM manufacturing		Aug
Markit PMI manufacturing		Aug
Challenger job layoffs		Jul
Construction spending		Jul

### Other Overseas Data Today & Tonight

<b>China</b>	NBS/CFLP PMIs	Aug
China	Caixin PMI	Aug
<b>Japan</b>	Nikkei PMI manufacturing (final)	Aug
Japan	Vehicle sales	Aug
<b>UK</b>	Markit manufacturing PMI	Aug
<b>Germany</b>	Markit manufacturing PMI (final)	Aug
<b>Euro zone</b>	Markit manufacturing PMI (final)	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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### Ex-Dividends

Code	Ex-Div	Div (c)	Fr (%)	Yield (%)
<b>APX</b>	Today	<b>2</b>	100	1.47
<b>AUI</b>	Today	<b>18.5</b>	100	4.44
<b>AWQ</b>	Today	<b>4</b>	0	3.96
<b>BAF</b>	Today	<b>5</b>	100	4.07
<b>BHP</b>	Today	<b>18.19</b>	100	1.94
<b>BLA</b>	Today	<b>16</b>	100	2.08
<b>BLX</b>	Today	<b>2.4</b>	100	2.76
<b>CCL</b>	Today	<b>21</b>	75	4.55
<b>CGF</b>	Today	<b>16.5</b>	100	3.54
<b>DCG</b>	Today	<b>2</b>	100	4.60
<b>DUI</b>	Today	<b>7.5</b>	100	4.01
<b>DWS</b>	Today	<b>5</b>	100	6.84
<b>EOL</b>	Today	<b>1</b>	0	2.50
<b>GWA</b>	Today	<b>9</b>	100	5.07
<b>HLO</b>	Today	<b>2</b>	100	0.47
<b>JIN</b>	Today	<b>5</b>	100	3.85
<b>LHC</b>	Today	<b>7.5</b>	0	5.90
<b>MVP</b>	Today	<b>2</b>	100	0.77
<b>MYS</b>	Today	<b>14.5</b>	100	6.63
<b>PGH</b>	Today	<b>11</b>	65	3.41
<b>PRY</b>	Today	<b>6.4</b>	100	2.93
<b>PWH</b>	Today	<b>3.78</b>	100	1.51
<b>REF</b>	Today	<b>1</b>	100	9.09
<b>SFC</b>	Today	<b>13</b>	100	4.58
<b>SKC</b>	Today	<b>9.07</b>	0	3.53
<b>SXL</b>	Today	<b>3.5</b>	100	4.46
<b>VLW</b>	Today	<b>10</b>	100	7.29
<b>WLL</b>	Today	<b>13.5</b>	100	4.23
AFG	Tomorrow	5.4	100	6.77
CVC	Tomorrow	5	100	6.25
CYC	Tomorrow	0.5	46	0.91
FAN	Tomorrow	22	100	4.52
FMG	Tomorrow	12	100	3.06
IFM	Tomorrow	1	100	3.87
KSL	Tomorrow	~3.39	0	5.76
MLD	Tomorrow	4.5	100	4.84
MNF	Tomorrow	3.5	100	1.61
PBP	Tomorrow	1.5	100	3.13
REG	Tomorrow	5.94	100	3.35
SHV	Tomorrow	25	100	6.87
SIV	Tomorrow	25	100	4.05
TNK	Tomorrow	4	100	4.87
ACK	Mon	1	100	4.00
BWX	Mon	4.8	100	1.03
CEN	Mon	~12.92	0	4.48
EGI	Mon	1	100	2.01
HSN	Mon	4	100	1.32
ISD	Mon	4.43	100	2.13
ISU	Mon	1.5	100	1.73
MGC	Mon	3.91	100	5.39
NEC	Mon	4	100	12.00
PHI	Mon	2	100	0.25
PPT	Mon	130	100	5.24
SDA	Mon	3.2	100	1.76
SKI	Mon	7.25	0	5.22
SUL	Mon	21.5	100	3.77
VIT	Mon	2.96	0	2.24
WPP	Mon	2.1	100	4.96



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