

## Markets

<b>SFE 200 Futures</b> (9.30am AEDST)	<b>5746</b>	<b>17</b>	<b>0.3</b>
<b>NZX 50</b>	7054	-16	-0.2
<b>DJIA Futures</b>	19877	0	0.0
<b>S&amp;P 500 Futures</b>	2271	7	0.3
<b>NASDAQ Futures</b>	5047	15	0.3

## Local Markets Commentary

Today's Australian market trade follows overnight gains for major international equities markets.

In commodities trade, **Comex gold** gained. **Oil** swung higher and **LME copper** lower. **Iron ore** continued to advance.

The **\$A** was propelled beyond US74.5c after trading at ~US73.85c early yesterday evening.

No major economic reports are scheduled for release locally today.

**Japan** is due to report November trade and early December data.

**China's** December trade figures are anticipated tomorrow.

## Overseas Markets

INDEX	CLOSE	+/-	%
<b>Dow Jones</b>	<b>19954</b>	99	<b>0.5</b>
<b>S&amp;P 500</b>	2275	6	0.3
<b>NASDAQ</b>	5564	12	0.2
<b>FTSE 100</b>	7290	15	0.2
<b>DAX 30</b>	11646	63	0.5
<b>Shanghai Comp</b>	3137	-25	-0.8

## Overseas Markets Commentary

Major European equities markets each achieved gains overnight, but dropped in late trade. US bonds and equities trade proved volatile during a much-anticipated media conference with president-elect Donald Trump.

The **\$US** also swung, dropping in second half trade.

In data releases, US weekly mortgage applications rose 5.8%, supported by lower rates.

Across in the **UK**, November industrial production was reported 2% higher year-on-year, following a 0.9% fall in October. The trade deficit came in at £12.16B against £9.89B.

**Bank of England** governor Mark Carney told a parliamentary committee that financial risks of the UK leaving the European Union were greater for the continent than domestically. The governor advocated a transition period and some common rules.

**Tonight** in the US, **Federal Reserve** chair Janet Yellen and five regional presidents are scheduled to speak publicly. In data releases, weekly new jobless claims and December import prices are due.

In the euro zone, the **European Central Bank** (ECB) releases the minutes of its December policy meeting.

Delta Airlines and AO World are among those

\* Communications services listing 11am AEDST - UNL \*

## Today's Stock Watch

### Nuheara Ltd (NUH)

NUH's IQbuds have been awarded US Federal Communications Commission certification, enabling NUH to fill pre-orders and commence broader retail sales.

### Adherium Ltd (ADR)

The (UK) National Institute for Health & Care Excellence has published a briefing on ADR's SmartInhaler technology, viewed as recognition it can assist in improving adherence to asthma medication regimes.

### Starpharma Holdings (SPL)

SPL's VivaGel BV has received US FDA qualified infectious disease product and fast-track designation.

### Lifespot Health (LSH)

Mobile device medical app developer completed an impressive ASX listing yesterday following an \$8M IPO at 20c per share. Opened and closed at 40c, trading at 35c - 43.5c intra-session. 6.76M shares were traded across 986 transactions.

### Steadfast Group (SDF)

Credit Suisse has re-rated SDF as outperform, from neutral.

### Bellamy's Australia (BAL)

Ord Minnett has placed a sell on BAL.

### UnitedNetworks Ltd (\* UNL)

Communications advice and services specialist scheduled to list 11am AEDST following a \$7.1M IPO at 20c per share.

## Resources

### Millennium Minerals (MOY)

Produced 86,325oz of gold during 2016, at a \$1213/oz AISC. For the December quarter, output came in at 20,381oz with a \$1219/oz AISC. \$28.4M cash and equivalents. MOY had forecast 80,000oz - 85,000oz 2016 production.

### Medusa Mining (MML)

Revising FY 2017 guidance to 85,000oz - 95,000oz output at a \$US1250/oz - \$US1350/oz AISC. Previous guidance was for 105,000oz - 115,000oz, at \$US1000/oz - \$US1100/oz. The revisions come following production of 17,000oz of gold during the December quarter, against 21,157oz for the September quarter, due to lower-than-anticipated mine production and feed grade. Mineshaft maintenance impacted output.

### Peninsula Mines (PSM) / Aurora Minerals (ARM)

97% graphitic carbon achieved during metallurgical testing using PSM's South Korea Yongwon project graphite. In addition, PSM is reporting high-grade assays from Yongwon trenching activity. Further trenching planned. ARM holds 29.3% of PSM.

## Energy

### Energy Resources of Australia (ERA) / Rio Tinto (RIO)

ERA produced 2351t of uranium oxide during 2016, including 603t for the December quarter. ERA gained 7.8% yesterday.

### Sino Gas & Energy (SEH)

\$US1.9M net revenue due to SEH from December quarter China JV gas sales totalling \$US3.9M. \$US44M cash. JV pilot production rose to 21MMscf/d.

expected to report earnings.

Marks & Spencer and Tesco (UK supermarket chain) are scheduled to provide trading updates.

In overnight corporate news, **Volkswagen** rose after settling a US Department of Justice diesel emissions investigation by agreeing to pay \$US4.3B.

UK supermarket group **Sainsbury's** reported record Christmas season sales totalling £1B, representing a 0.1% rise in like-for-like sales against predictions of a 0.8% fall.

A majority of **pharmaceuticals** and **Lockheed Martin** suffered variously during US trade, on repeat cost criticism from Mr Trump.

### Commodities

COMMODITY	CLOSE	\$US/	+/-	%
<b>Gold (NY) (Feb)</b>	<b>1197</b>	oz	11	<b>0.9</b>
<b>Silver (NY) (Mar)</b>	16.8	oz	-0.1	<b>-0.4</b>
<b>Gold (LON)</b>	1179	oz	-11	<b>-0.9</b>
<b>Platinum</b>	970	oz	-7	<b>-0.7</b>
<b>WTI Crude (Feb)</b>	<b>52.3</b>	bbl	1.4	<b>2.8</b>
<b>Brent Crude (Feb)</b>	<b>55.1</b>	bbl	1.5	<b>2.7</b>
<b>Iron Ore</b> (China port)	<b>80.4</b>	t	0.3	<b>1.2</b>
<b>Copper (LME)</b>	<b>5714</b>	t	-44	<b>-0.8</b>
<b>Nickel</b>	10180	t	-435	<b>-4.1</b>
<b>Aluminium</b>	1758	t	9	<b>0.5</b>
<b>Lead</b>	2134	t	-55	<b>-2.5</b>
<b>Zinc</b>	2700	t	-20	<b>-0.7</b>
<b>Tin</b>	21150	t	0	<b>0.0</b>
<b>CBT Wheat (Mar)</b>	<b>4.19</b>	bshl	-0.08	<b>-1.9</b>

### Commodities Commentary

*Oil* – overnight trade supported by a \$US fall and reports Saudi Arabia had warned some customers in Asia that it would supply slightly less crude during February.

A weekly US petroleum inventories report estimated crude stocks 4.1Mmbbl higher. Cushing, Oklahoma storage fell by 579,000bbl and refiners used 17.1MMbbl.

*Gold* – overnight gains supported by a \$US fall in second-half trade. Prices swung during volatile US bonds and equities trade, but achieved six – seven-week peaks.

*Base metals* – caution noted, ahead of **China's** December trade figures, expected tomorrow.

### Exchange Rates

CURRENCIES	LAST	+/-	%
<b>AUD – USD</b>	0.7443	0.0001	<b>0.02</b>
<b>EUR – USD</b>	1.0581	-0.0002	<b>-0.02</b>

### US Data Tonight

Initial jobless claims	7 Jan
Import prices	Dec

### Other Overseas Data Today & Tonight

<b>Japan</b>	Trade balance	Nov
Japan	Exports, imports (1 <sup>st</sup> 20 days)	Dec
Japan	Bank lending	Dec
Japan	Eco watchers survey	Dec
Japan	Current account (rev)	SepQ

## Pre-Open Announcements

### GTN Ltd (GTN)

Macquarie has recommenced GTN coverage with an outperform rating.

### Oneview Healthcare (ONE)

90-day ONE records, real-time location and nurse-call technology proof-of-concept program successfully completed in a US medical centre.

## Resources

### Saracen Mineral Holdings (SAR)

Macquarie has reassessed SAR as neutral, from outperform.

### Dacian Gold (DCN)

WA Mt Morgans gold project construction activity underway. Targeting initial production by 31 March 2018.

### Trading Halts

Company	Code	Resuming
Skyland Petroleum Group	SKP	12 Jan
Orthocell Ltd	OCC	13 Jan

### Ex-Dividends

Code	Ex-Div	Div (c)	Fr (%)	Yield (%)
<b>TGH</b>	Today	<b>~3.32</b>	0	2.46
AGD	Tue	0.9	0	0.00
CUP	Wed	2	100	9.30
EZL	Wed	1.75	100	3.77



<b>Germany</b>	GDP	2016
<b>Euro zone</b>	ECB policy meeting minutes	Dec
Euro zone	Industrial production	Nov

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