

Markets

SFE 200 Futures (9.30am AEST)	6205	5	0.1
NZX 50	8954	9	0.1
DJIA Futures	25237	22	0.1
S&P 500 Futures	2828	3	0.1
NASDAQ Futures	7428	11	0.2

Local Markets Commentary

The Australian market commences today's trade ahead of a trio of key data releases from China, with trading updates from big-four banks **ANZ** and **NAB**, following broadly negative overnight international trade leads.

In addition, several large-cap domestic stocks report full year earnings today.

Also locally today, a weekly consumer sentiment report is expected pre-trade.

NAB's monthly business conditions and confidence survey report is due **11.30am** AEST.

MFG, **RKN** and **SCG** also trade ex-dividend today. Details can be found on p3.

Regionally, **China's** July industrial production, fixed assets investment and retail sales figures are expected **midday** AEST.

In overnight commodities trade, **oil** turned lower.

US **gold** futures fell.

LME **copper** and **nickel** continued to decline. **Aluminium** pulled back.

The **\$A** has effectively marked time after trading below US72.75c early yesterday evening.

Overseas Markets

INDEX	CLOSE	+/-	%
Dow Jones	25188	-125	-0.5
S&P 500	2822	-11	-0.4
NASDAQ	7820	-19	-0.3
FTSE 100	7642	-25	-0.3
DAX 30	12359	-66	-0.5
Shanghai Comp	2786	-9	-0.3

Overseas Markets Commentary

Most major European and US equities markets headed lower overnight in early or by mid-session trade, sentiment sapped by speculation surrounding the consequences of any further economic instability in Turkey.

The Turkish lira swung some but remained near record lows against the \$US.

The euro traded at 13-month lows and the British pound remained near this year's lows.

Currencies across Argentina, India, Mexico, Russia and South Africa continued out of favour, Argentina's central bank opting to lift a key rate to 45%.

Among stocks, the financial sector suffered in particular.

Tonight in the US, July import and export prices plus a small business optimism index are due.

China – industrial production, retail sales, fixed asset investment **midday** AEST

Today's Stock Watch

Australia & New Zealand Banking Group (ANZ)

Credit risk weighted assets fell \$1.9B during the June quarter, to \$340.9B.

Impaired assets fell \$164M to \$2.0B.

Total provision ratio fell by 0.02% to 1.03%. 11.07% CET1.

National Australia Bank (NAB)

\$A1.65B (unaudited) June quarter NPAT. Cash earnings fell 3% against a year ago, to ~\$A1.65B.

1% higher revenue, against March interim results.

9.7% CET1, against 10.2% in March. 9% higher, \$203M credit impairment charges.

Total 'forward looking adjustments' reached \$547M.

Cochlear Ltd (COH)

10% higher, \$A245.8M full year NPAT.

9% higher (constant currency), \$A1.35B sales revenue.

\$1.60 fully franked final dividend, up 20c. \$4.61 NTA, up 30%.

Anticipating 8% - 12% FY 2019 net profit growth.

In addition, COH non-executive director Edward Byrne AC is retiring from the COH board at the 16 October AGM. Professor Byrne has been a COH director since 1 July 2002.

Domino's Pizza Enterprises (DMP)

18.1% higher, \$A121.5M full year NPAT. 7.5% higher, \$1.15B revenue. 49.7c, 75%-franked final dividend.

Challenger Ltd (CGF)

18.99% lower, \$322.5M full year NPAT.

11.1% higher, \$2.19B revenue.

6% higher, record \$406M normalised full year NPAT. 16% higher, \$81B AUM.

18c fully franked final dividend, up 0.5c. \$4.81 NTA.

SG Fleet (SGF)

13.6% higher, \$A67.68M full year NPAT.

7.9% higher, \$316.47M revenue.

9.958c fully franked final dividend, against 9.265c a year ago.

Commonwealth Bank of Australia (CBA)

Trading ex-dividend (\$2.31) tomorrow.

Aurizon Holdings (AZJ)

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

Resources

Syrah Resources (SYR)

Mozambique Balama graphite project circuit attrition cells have been successfully commissioned.

Energy

Whitehaven Coal (WHC)

14c final and 13c special dividends.

29.7% higher, \$525.58M full year NPAT. 27.3% higher, \$2.257B revenue.

52.2c EPS. 25 October AGM.

Senex Energy (SXY)

Western Surat gas project national government environment approval in hand. Approval had already been granted by the Queensland government.

Companies scheduled to report earnings include Antofagasta, CAR Inc (Interim), Home Depot, Noble Group (interim) and RWE.

In overnight corporate news, Germany's **Bayer** dropped more than 10% following a court decision late last week that two Monsanto weedkillers were responsible for a man's cancer. Bayer acquired Monsanto in June.

Meanwhile, **Apple** and **Amazon** were each pushed to new record peaks.

Netflix fell more than 1% after announcing its CFO of eight years was planning to leave the company.

In other stock-related news, US defence legislation signed overnight by the US president, included a \$US7.6B spend on F-35 joint strike fighter craft manufactured by **Lockheed Martin**.

Commodities

COMMODITY	CLOSE	\$US/	+/-	%
Gold (NY) (Dec)	1201	oz	-18	-1.5
Silver (NY) (Sep)	15.0	oz	-0.3	-2.0
Gold (LON)	1214	oz		
Platinum	802	oz	-24	-2.9
WTI Crude (Sep)	67.2	bbl	-0.4	-0.6
Brent Crude (Oct)	72.6	bbl	-0.2	-0.3
Iron Ore (CHN port 62%)	68.8	t		
Copper (LME,3mth,PM)	6154	t	-36	-0.6
Nickel	13555	t	-265	-1.9
Aluminium	2082	t	-23	-1.1
Lead	2125	t	27	1.3
Zinc	2483	t	-64	-2.5
Tin	19395	t	-105	-0.5
CBT Wheat (Sep)	5.54	bshl	-0.15	-2.7

Commodities Commentary

Oil – WTI futures traded at seven-week lows overnight, but settled at a distance from session lows.

OPEC's monthly report, published overnight, included a 130,000bbl/d lower 2019 forecast for demand for OPEC-produced oil, at 32.05MMbbl/d.

The report estimated July OPEC production at a daily 32.32MMbbl.

OPEC also confirmed Saudi Arabi had cut its July output.

The report also forecast non-OPEC production would rise by 2.13MMbbl/d during 2019, this being 30,000bbl/d lower than the previous prediction.

Industry insiders also pointed to a **Genscape** report which estimated crude stockpiles had grown at the Cushing, Oklahoma depot by 1.7MMbbl last week. This was largely attributed to growing production from a Canadian facility which has been under repair and is targeting a resumption of full output by the end of September.

Gold – \$US strength damaged overnight gold interest, futures trading intra-session below \$US1200/oz. August delivery futures settled at \$US1191/oz.

Base metals – mostly influenced overnight by a \$US index at its highest in ~20 months, broad risk-off sentiment and commentary centring on recent and pending data.

China's July industrial production, fixed assets investment and retail sales reports are due today.

Residential property prices are expected tomorrow. Over the weekend, China reported a 37% monthly

Pre-Open Announcements

Creso Pharma (* CPH)

Commercial agreement secured to launch and market CPH's hemp-based human stress-related nutraceutical treatment cannaQIX, and other products, in Austria and select Northern and eastern European countries.

Resources

Tempus Resources (* TMR)

Explorer scheduled to list midday AEST tomorrow following a \$5M IPO at 20c per share.

Energy

Tap Oil (TAP)

Produced an attributable 2016bbl/d Manora oil during July.

Liftings attributed to TAP since 1 July total 157,000bbl and will deliver \$US10.5M revenue, following hedging losses.

Another lift is scheduled for 4 – 6 September, 75,000bbl attributable to TAP.

Reports & Events

(selected scheduled)

When	Company	Report/Event
Today	ANZ	Trading update
	CGF	Full year
	COH	Full year
	DMP	Full year
	NAB	Q3 trading
	SGF	Full year
	WHC	Full year
Tomorrow	CSL	Full year
	DXS	Full year
	FXJ	Full year
	HT1	Interim
	IAG	Full year
	MGX	Full year
	MIN	Full year
	PGH	Full year
	SEK	Full year
	VCX	Full year
	WES	Full year
	WPL	Interim
Thu	ASX	Full year
	BCI	Full year
	BLX	Full year
	EHE	Full year
	GOZ	Full year
	GWA	Full year
	ILU	Interim
	IRI	Full year
	IVC	Interim
	IPH	Full year
	NCK	Full year
	ORG	Full year
	OZL	Interim
	QBE	Interim
	SHL	Full year



increase in July infrastructure spending. Meanwhile in Chile, industrial action is set to commence today at Lumina Copper's Caserones operation. Most unions representing workers at Codelco's El Teniente project have reportedly accepted a new offer. BHP Billiton is awaiting mediation outcomes regarding its Escondida operation.

Exchange Rates

CURRENCIES	LAST	+/-	%
AUD – USD	0.7269	-0.0003	-0.04
EUR – USD	1.1404	-0.0006	-0.05

Australian Data Today

ANZ/RMgn	Consumer sentiment	12Aug
NAB	Business conditions, confdnce	Jul

US Data Tonight

Import & export prices	Jul
NFIB small business optimism	Jul

Other Overseas Data Today & Tonight

China	Industrial production	Jul
China	Fixed asset investment	Jul
China	Retail sales	Jul
Japan	Industrial production (2.30pm AEST)	Jun
UK	Average earnings	Jun
UK	Unemployment claims	Jul
UK	Unemployment rate	Jun
Germany	GDP (initial)	JunQ
Germany	CPI (final)	Jul
Germany	ZEW economic sentiment	Aug
Euro zone	GDP (rev)	JunQ
Euro zone	Industrial production	Jun
Euro zone	ZEW conditions, expectations	Aug

Need More Information?

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	TLS	Full year
	XRO	Full year
Fri	ABP	Full year
	GMG	Full year
	IFN	Full year
	PRY	Full year

Trading Halts

Company	Code	Resuming
Clancy Exploration	CLY	14 Aug
Environmental Clean Technologies	ECT	14 Aug
Oilex Ltd	OEX	14 Aug
Arafura Resources	ARU	15 Aug
Estrella Resources	ESR	15 Aug
Navarre Minerals	NML	15 Aug
Sensera Ltd	SE1	15 Aug
Tanga Resources	TRL	15 Aug
Visioneering Technologies	VTI	15 Aug

Suspensions (select)

Company	Code	Since
Admedus Ltd	AHZ	6 Aug
Animoca Brands	AB1	10 Aug
Challenger Energy	CEL	7 Aug
Benjamin Hornigold	BHD	30 Jul
Cape Range	CAG	30 Jul
Connected IO	CIO	19 Jul
Eastern Goldfields	EGS	25 Jul
Indoor Skydive Australia	IDZ	23 Jul
JustKapital Ltd	JKL	19 Jul
Lanka Graphite	LGR	3 Aug
Millennium Ltd	MHD	13 Aug
Omni Market Tide	OMT	31 Jul
Queensland Bauxite	QBL	1 Aug
RCR Tomlinson	RCR	1 Aug
Sumatra Copper & Gold	SUM	27 Jul
Syntonic Ltd	SYT	3 Aug
Tikforce Ltd	TKF	24 Jul
Wolf Petroleum	WOF	1 Aug

Ex-Dividends

Code	Ex-Div	Div (c)	Franking (%)	Yield (%)
MFG	Today	90	100	4.81
RKN	Today	3	100	3.09
SCG	Today	11.08	0	5.03
CBA	Tomorrow	231	100	5.75
GMA	Tomorrow	12	100	6.99
RMD	Tomorrow	3.51	0	0.89
SUN	Tomorrow	48	100	4.66
TAH	Tomorrow	10	100	4.33
BFG	Thu	2.75	100	7.42
GUD	Thu	28	100	3.48
NGI	Thu	12.12	0	3.49
PL8	Thu	0.5	100	5.48



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