

Markets

SFE 200 Futures (9.30am AEDST)	5342	-15	-0.3
NZX 50	6728	30	0.5
DJIA Futures	18784	-3	0.0
S&P 500 Futures	2162	0	0.0
NASDAQ Futures	4749	1	0.0

Local Markets Commentary

Australian market participants will have plenty to consider on the first session of a new trading week, in addition to key commodity price swings overnight Friday.

Regionally today, **China** is due to release October industrial production, retail sales and fixed assets investment ~**1pm** AEDST.

Japan is expected to release an initial September quarter GDP estimate ~**10.50am**. Bank of Japan governor Haruhiko Kuroda is also due to speak publicly **midday**.

In overnight Friday commodities trade, **gold** and **oil** dropped. **Copper** swung lower. **Iron ore** approached \$US80/t, rallying at yet faster pace.

The **\$A** traded below US75.50c after slipping beneath US76.0c early Friday evening.

Locally today, the ABS publishes September lending finance 11.30am.

New Zealand has suffered a major earthquake overnight.

This could impact sentiment towards insurers and New Zealand-headquartered construction and retail companies.

Overseas Markets

INDEX	CLOSE	+/-	%
Dow Jones	18848	40	0.2
S&P 500	2164	-3	-0.1
NASDAQ	5237	28	0.5
FTSE 100	6730	-98	-1.4
DAX 30	10668	38	0.4
Shanghai Comp	3196	25	0.8

Overseas Markets Commentary

Trade across major European and US equities markets varied markedly overnight Friday, Veteran's Day in the US.

Germany's final October CPI reading was confirmed 0.2% higher for the month and 0.8% year-on-year.

In the **US**, the University of Michigan's 91.6 initial November consumer sentiment reading bettered average forecasts by ~four points.

Euro zone September industrial production is tonight's highest profile scheduled data release.

Autohome, Lonmin, Mitsubishi FXJ, RWE and Tata Motors are scheduled to report later today and tonight.

Overnight Friday, US department store **JC Penney** reported a 1.4% pull back in quarterly sales together with a consecutive year-on-year loss, lowering its 2016 sales forecast, one day after

China – industrial production, retail sales expected **1pm** AEDST.

Japan – September quarter GDP **10.50am**.

Bank of Japan governor speech **midday**.

Today's Stock Watch

Westpac Banking Corporation (WBC) / Australia & New Zealand Banking Group (ANZ)

Trading ex-dividend today, 94c and 80c respectively.

CSL Ltd (CSL)

The European Medicines Agency (EMA) has recommended marketing authorisation for CSL Behring's AFSTYLA treatment for haemophilia A patients. An AFSTYLA marketing application are also under review in Australia. The product has already been approved in the US.

Harvey Norman (HVN)

AGM today.

Elders Ltd (ELD)

35% higher, \$51.6M full-year NPAT. 9% higher, \$1.6B revenue. 96c NTA.

Rural Funds Management (RFF)

Outlaying \$26.5M for the 4880ha cotton property Lynora Downs, central Queensland. RFF and Queensland Cotton Corporation will lease and operate Lynora Downs for a minimum five-years, under a newly-established JV. RFF says Lynora Downs is located near the group's Rewan cattle property.

AMA Group (AMA)

Acquiring six accident repair centres, using existing cash, for a combined \$4.7M. The purchases are expected to boost revenue by \$26.9M.

CIMIC Group (CIM)

CIM's CPB Contractors has secured an ~180M contract for upgrade work at the Amberley RAAF base near Ipswich, Queensland. The work is scheduled for February 2017 – October 2018.

Select Harvest (SHV)

Two SHV orchards suffered some storm damage Friday evening. An updated 2017 crop forecast is due to be provided at the 25 November 25 AGM, but an initial assessment indicates the storm will have little, if any, impact.

Webjet Ltd (WEB)

UBS is recommending WEB as a buy, cancelling a neutral assessment.

National Australia Bank (NAB)

Annual report lodged this morning, together with a 2016 summary document.

Resources

Kibaran Resources (KNL)

Commercial production-condition testing using lithium ore from KNL's Epanko project, Tanzania has produced battery-grade graphite. KNL has provided samples of the graphite to anode manufacturers in Japan. KNL says the product is deemed of superior quality to similar product produced in China.

Oz Minerals (OZL)

Credit Suisse has re-assessed OZL as underperform, from neutral.

Macy's and Kohl's also reported falling sales.

Earlier, China's online specialist **Alibaba** reported strong singles' day sales.

Commodities

COMMODITY	CLOSE	\$US/	+/-	%
Gold (NY) (Dec)	1224	oz	-34	-3.3
Silver (NY) (Dec)	17.4	oz	-0.0	-0.1
Gold (LON)	1268	oz		
Platinum	942	oz	-30	-3.1
WTI Crude (Dec)	43.4	bbl	-1.3	-2.8
Brent Crude (Jan)	44.8	bbl	-1.1	-2.4
Iron Ore (Tianjin)	79.7	t	5.5	7.5
Copper (LME)	5549	t	-86	-1.5
Nickel	11210	t	-515	-4.4
Aluminium	1745	t	-28	-1.6
Lead	2110	t	-60	-2.8
Zinc	2472	t	-76	-3.0
Tin	21400	t	-300	-1.4
CBT Wheat (Dec)	4.03	bshl	-0.02	-0.4

Commodities Commentary

Oil – over the weekend, **Saudi Arabia's** energy minister reportedly confirmed there would be no OPEC deal later this month without consensus.

Overnight Friday, **OPEC** confirmed an earlier IEA estimate of **record October output**, reporting daily 33.64Mmbbl output, 240,000bbl/d more than for September. The IEA had calculated 33.8MMbbl/d for the month.

A US weekly rig count revealed two more operational oil rigs.

WTI futures traded at eight-week lows overnight Friday, approaching \$US43.00/bbl intra-session.

Gold – traded at five-month lows overnight Friday. The **\$US** remained strong, and both gold and **oil** extended Thursday's falls.

Forecasts for the coming week are decidedly mixed, based on US policy speculation. Key data is also due to come out of Japan and China early-week.

Base metals – a stronger \$US, and drop in oil prices, soured base metals sentiment overnight Friday.

Some profit-taking was also evident, and a report emerged that **China's** regulators were active, warning on *copper* positions and trade requesting information by the end of this week.

In addition, the Shanghai Futures Exchange was reported Friday to have changed its fees for copper, *zinc* and *nickel* trade.

Exchange Rates

CURRENCIES	LAST	+/-	%
AUD – USD	0.7554	0.0006	0.08
EUR – USD	1.0837	0.0003	0.03

Australian Data Today

ABS	Lending finance	Sep
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Overseas Data Today & Tonight

China	Industrial production	Oct
China	Retail sales	Oct
China	Fixed assets investment	Oct

Pre-Open Announcements

CBL Corporation (* CBL)

Reporting no property insurance exposure in New Zealand.

Scottish Group (f SCO)

Revising forecast FY 2017 net revenue 7.5% (\$8.2M) lower, due to July – October borrowing having been below expectations. SCO is anticipating \$30.8M NPATA and \$40.7M PBIT, against the respective prospectus forecasts of \$31.8M and \$44.9M.

SMS Management & Technology (f SMX)

This morning's AGM presentation and addresses lodged, together with a revised outlook.

Medical Developments International (MVP)

McKesson Corp has ordered its first MVP 'space chamber' respiratory products after finalising a distribution deal for the range across the US.

ImpediMed Ltd (IPD)

Proposing to set up a European medical advisory board. Nominated board member appointments lodged this morning.

McGrath Group (MEA)

Nigel Dews and Cath Rogers have been appointed MEA non-executive directors, effective at the conclusion of the 23 November AGM. Director Daniel Petre is resigning.

Resources

Peak Resources (* PEK)

International Finance Corporation (IFC) has redeemed PEK convertible notes into ~6.67M PEK shares, at 10.3c each. In so doing, IFC has lifted its PEK holding from 5.35% to 6.67%. PEK traded at 6.6c – 7c last week.

Graphex Mining (* GPX)

Tanzania Chilalo graphite project 10-year mining licence granted.

Lucapa Diamond Company (* LOM)

The Angola Lulo diamond JV has sold 2812 carats worth of diamonds for a gross \$US6.3M, representing \$US2222/carat.

Dakota Minerals (DKO)

Portugal Sepeda lithium project drilling update lodged this morning.

White Cliff Minerals (ECN)

WA goldfields Merolia gold project Ironstone prospect air core drilling approvals in place. A drilling contract is in place for a 2000m program, commencing 21 November (Monday next week).

Energy

Carnarvon Energy (CVN)

WA-435-P and WA-437-P Roc, Phoenix and Phoenix South gross 2C contingent resources updated to 109MMboe. CVN 20%.

New Age Exploration (NAE)

Proposing to restart the UK Lochinvar coking coal project, given current demand for hard coking coal.

Trading Halts

Company	Code	Resuming
Ardiden Ltd	ADV	14 Nov



Japan	GDP (prelim)	Sep Q
Japan	Industrial production (rev)	Sep
Japan	Retail sales (rev)	Sep
Euro zone	Industrial production	Sep

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Central Petroleum	CTP	14 Nov
Excelsior Gold	EXG	14 Nov
Kangaroo Island Plantation	KPT	14 Nov
Tomizone Ltd	TOM	15 Nov

Suspensions (selected)

Company	Code	Since
Ashley Services Group	ASH	10 Nov
BGD Corporation	BGD	7 Nov
Cabral Resources	CBS	19 Oct
Carbon Energy	CNX	10 Nov
Cardinal Resources	CDV	4 Nov
Estrella Resources	ESR	3 Nov
Nkwe Platinum	NKP	18 Oct
Nuheara Ltd	NUH	27 Oct
Omni Market Tide	OMT	19 Oct
RNI NI	RNI	31 Oct
Transerv Energy	TSV	25 Oct
TV2U International	TV2	2 Nov
TW Holdings	TWH	31 Oct
Volta Mining	VTM	17 Oct
XPED Ltd	XPE	9 Nov

Ex-Dividends

Code	Ex-Div	Div (c)	Fr (%)	Yield (%)
ANZ	Today	80	100	5.65
WBC	Today	94	100	5.89
IPL	Tomorrow	4.6	0	2.63
CBC	Wed	1.5	100	3.39
DLX	Wed	12.5	100	3.94
TWD	Wed	15	100	6.27
AYD	Fri	10	100	3.46
AYH	Fri	5	100	4.52
AYJ	Fri	54	100	3.71
AYK	Fri	37	100	3.25
AYZ	Fri	54	100	3.50
SOL	Fri	31	100	3.37

Reports & Events

(selected scheduled)

When	Company	Report/Event
Today	ABP	AGM
	ELD	Full-year
	HVN	AGM
	SMX	AGM
Tomorrow	AGI	AGM
	NEC	AGM
	OFX	Interim
	RHL	Full-year
	SCO	AGM
Wed	BXB	AGM
	GNC	Full-year
	NVT	AGM
	PDN	Sep Q
	SXY	AGM
	SRF	AGM
	VAH	AGM



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Thu	AJL	AGM
	AYS	AGM
	BHP	AGM
	JHX	Interim
	MGR	AGM
	SVW	AGM
	SHL	AGM
	VRL	AGM
Fri	AHG	AGM
	ISU	AGM
	MYR	AGM
	VCX	AGM