

Markets

SFE 200 Futures (9.30am AEDST)	5763	-1	-0.0
NZX 50	7087	-13	-0.2
DJIA Futures	20594	0	0.0
S&P 500 Futures	2346	0	0.0
NASDAQ Futures	5301	-1	0.0

Local Markets Commentary

The Australian market commences Friday trade on unconvincing international equities leads, but some positive key commodity moves.

In overnight commodities trade, US **gold** futures continued higher and **oil** (WTI) turned so. LME **copper** swung lower. **Nickel** extended recent gains. **Iron ore** continued lower.

The **\$A** was pushed lower after trading at ~US77.15c yesterday evening.

Locally today, corporate reporting continues unabated and ex-dividend season warns. Those trading ex-dividend today include **ANN** and **WES**.

Overseas Markets

INDEX	CLOSE	+/-	%
Dow Jones	20620	8	0.0
S&P 500	2347	-2	-0.1
NASDAQ	5814	-5	-0.1
FTSE 100	7278	-24	-0.3
DAX 30	11757	-37	-0.3
Shanghai Comp	3230	17	0.5

Overseas Markets Commentary

Choppy trade featured across major European and US equities markets overnight.

In the US, large finance sector stocks fell out of favour.

The FTSE 100 was impacted by high-profile stocks AstraZeneca, BP, Royal Dutch Shell and TUI trading ex-dividend.

European Central Bank (**ECB**) January policy meeting revealed ongoing consideration of inflation concerns and growth threats, and a majority preference for status-quo policy.

US data releases came in mixed.

January housing starts were reported 2.6% lower. Building permits rose 4.6%, however.

Weekly new unemployment claims rose by 5000, fewer than half the anticipated number.

A Philadelphia region business activity index jumped 19.7 to 43.3.

Tonight in the US, a leading index is due.

Allianz, Bridgestone and Deere & Co are among companies scheduled to report today and tonight.

In overnight corporate news, **Vale** revealed it had produced a record 349Mt of iron ore during 2016.

Nestlé said it needed to chase further cost cuts after reporting sub-forecast quarterly results.

US markets will be closed Monday due to a public holiday.

US – markets will be closed Monday

Today's Stock Watch

Australia & New Zealand Banking Group (ANZ)

8% higher, \$1.6B December quarter NPAT. 31% higher 20%, adjusted proforma), \$2B cash profit. 7% higher revenue. 9.5% CET1. Presentation and CEO discussion transcript also lodged this morning.

Medibank Private (MPL)

1.9% higher, \$231.9M interim NPAT. 2.1% higher, \$3.4B income. 5.25c fully-franked interim dividend. 48.1c NTA. 8.4c EPS. \$524.5M cash and equivalents.

Virgin Australia (VAH)

Proposing Australia-Hong Kong flights by mid-year, pending ACCC approval of an alliance with HNA Aviation, Hong Kong Airlines and HK Express. \$36.1M interim net loss, following a \$45.7M net profit a year ago. 0.9% lower, \$2.6B revenue. 11c NTA. \$1.6B cash and equivalents.

ASX Ltd (ASX)

3% higher, \$219.4M interim NPAT. 2.2% higher, \$465.2M revenue. \$1.02 fully-franked interim dividend. \$7.45 NTA. Webcast briefing scheduled to commence 10.30am AEDST.

Auckland International Airport (AIA)

22.5% higher, \$NZ141.8M interim NPAT. 10.8% higher, \$NZ310.9M. NZ10c interim dividend. \$NZ3.31NTA. NZ11.91c (basic) EPS.

Duet Group (DUE)

26.6% lower, \$65.6M interim NPAT. 5.3% higher, \$853M revenue. 9.25c interim distribution, up 0.25c. 16c NTA.

Abacus Property Group (ABP)

\$191.7M interim NPAT, following a \$75.5M NPAT a year ago. 47% higher, \$292.0M revenue. 8.75c interim distribution. \$2.94 NTA. 33.76c (basic) EPS.

Sigma Pharmaceuticals (SIP)

Expecting on-par full-year EBIT impacted by \$20M worth of accounting adjustments. 12% higher, \$100M underlying EBIT is anticipated however, following previous 10% growth guidance.

Seek Ltd (SEK)

Proposing to privatise Zhaopin. A potential purchase price has been estimated at \$US18/ADS (American depositary share). SEK plans to lodge interim results Tuesday next week (21 February).

Resources

BHP Billiton (BHP)

Former Origin Energy (ASX: ORG) MD and CEO Grant King has been appointed as a BHP non-executive director, effective 1 March. Pat Davies is retiring as a BHP non-executive director 6 April. Mr King is Business Council of Australia (BCA) president.

Energy

Santos Ltd (STO)

\$US1.0B full-year net loss. 6% higher, \$US2.6B revenue.

Whitehaven Coal (WHC)

\$157.5M interim NPAT, following \$7.8M a year ago. 43% higher, \$823.5M revenue. \$2.9474 NTA.

Origin Energy (ORG)

Goldman Sachs has placed a 'sell' on ORG.

**Commodities**

COMMODITY	CLOSE	\$US/	+/-	%
Gold (NY) (Apr)	1242	oz	9	0.7
Silver (NY) (Mar)	18.1	oz	0.1	0.4
Gold (LON)	1241	oz	16	1.3
Platinum	1010	oz	1	0.1
WTI Crude (Mar)	53.4	bbl	0.3	0.5
Brent Crude (Apr)	55.7	bbl	-0.1	-0.2
Iron Ore (China port)	90.1	t	-1.0	-1.1
Copper (LME)	6000	t	-67	-1.1
Nickel	11070	t	140	1.3
Aluminium	1897	t	-16	-0.8
Lead	2276	t	-54	-2.3
Zinc	2858	t	-12	-0.4
Tin	19700	t	-180	-0.9
CBT Wheat (Mar)	4.48	bshl	-0.07	-1.2

Commodities Commentary

Oil – a softer \$US and speculation OPEC may seek to extend the production-curb agreement ultimately proved insufficient to buoy overnight prices.

A US weekly petroleum drill rig count is due tonight.

Gold – comparative \$US weakness and wavering equities sentiment supported gold to a consecutive higher settlement.

Base metals – some profit-taking was noted overnight as the US heads into a Monday public holiday weekend.

Nickel continued to be supported by Philippines uncertainty, despite Vale's report of record 2016 production.

Exchange Rates

CURRENCIES	LAST	+/-	%
AUD – USD	0.7692	-0.0003	-0.04
EUR – USD	1.0673	-0.0002	-0.02

US Data Tonight

Conf Board leading index	Jan
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Other Overseas Data Today & Tonight

UK	Retail sales	Jan
UK	Public sector finances	Jan
Euro zone	Current account	Dec

Need More Information?

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

Pre-Open Announcements**Baby Bunting (↓ BBN)**

131.1% higher, \$5.2M interim NPAT. 24.8% higher, \$135.1M interim NPAT. 2.9c fully-franked interim dividend. 33c NTA.

Integrated Research (* IRI)

Former SAI Global executive chair Andrew Dutton has been appointed interim IRI CEO following the resignation yesterday of CEO and MD Darc Rasmussen. Post-trade yesterday, IRI also reported a 25% increase in interim NPAT to \$7.7M and 10% revenue growth to \$43.3M. Paying a 3c, 70%-franked interim dividend. 13.05c NTA. 4.5c EPS. \$9.5M cash and equivalents.

Link Administration Holdings (* LNK)

\$41.4M interim NPAT, following a \$4.1M net loss a year ago. 0.9% higher, \$395.8M revenue. 6c interim dividend. 11.5c EPS.

Ruralco Holdings (* RHL)

Resuming from a trading halt having completed a \$29.9M institutional placement and \$22.6M institutional entitlement offer. 57% take-up was achieved in the entitlement offer. A \$12.5M one-for-six retail entitlement offer is planned for 22 February – 8 March. RHL last traded at \$3.00.

Mantra Group (MTR)

\$30.5M interim NPAT, following \$24.3M a year ago. 16% higher, \$356.2M revenue. 5c fully-franked interim dividend.

Platinum Capital Management (* PMC)

\$23.9M interim NPAT, following a \$5.4M net loss a year ago. \$36.8M investment income, against a -\$1.5M. 4c fully-franked interim dividend. 10.14c EPS. \$30.5M cash and equivalents.

Resources**Neometals Ltd (NMT) / Mineral Resources (MIN)**

Second Mt Marion project lithium concentrate shipment anticipated mid-March. Off-take and mining services updates also lodged post-trade yesterday.

Ramelius Resources (RMS)

20% lower, \$20.9M interim NPAT. 38% higher, \$106.3M revenue. Nil debt. \$95M net cash and gold.

Energy**Oil Search (OSH)**

124MMbbl proved and probable (2P) oil reserves and 2C contingent oil resources. 6134bcf 2P gas reserves and 2C contingent gas reserves. Details lodged post-trade yesterday. Full-year results anticipated Tuesday (21 February).

88 Energy (88E)

Alaska Icewine #2 appraisal well expected to spud by the end of April – early May at the latest. This is several weeks later than the originally targeted late-March, but due to a wait for the Arctic Fox rig, which is completing another North Slope job.

Trading Halts

Company	Code	Resuming
Gascoyne Resources	GCY	17 Feb
MOD Resources	MOD	17 Feb
Xstate Resources	XST	17 Feb
Arafura Resources	ARU	20 Feb
Atrum Coal	ATU	20 Feb
Cohiba Minerals	CHK	20 Feb
Plymouth Minerals	PLH	20 Feb

Suspensions *(selected)*

<i>Company</i>	<i>Code</i>	<i>Since</i>
Frontier Capital Group	FCG	15 Feb
Gateway Mining	GML	10 Feb
LatAm Autos	LAA	2 Feb
Magnum Gas & Power	MPE	10 Feb
Manalto Ltd	MTL	6 Feb
migme Ltd	MIG	7 Feb
Mobilarm Ltd	MBO	15 Feb
Moko Social Media	MKB	25 Jan
Onterran Ltd	OTR	14 Feb
Protean Energy	POW	7 Feb
Suda Ltd	SUD	27 Jan

Ex-Dividends

Code	Ex-Div	Div (c)	Fr (%)	Yield (%)
ANN	Today	~26.49	0	2.65
ARG	Today	15	100	3.91
LTN	Today	5	0	0.00
SHM	Today	7	100	8.06
WES	Today	103	100	4.62
AYD	Tue	120	0	9.95
AYH	Tue	120	0	13.59
AYJ	Tue	50	100	3.25
AYK	Tue	51	100	3.25
AYZ	Tue	60	100	3.08
BLD	Tue	12	100	3.64
DMP	Tue	48.4	50	1.51
GMA	Tue	14	100	9.59
PMC	Tue	4	100	tbc
RKN	Tue	3	0	2.92
SUN	Tue	33	100	5.17
AMP	Wed	14	90	5.34
CBA	Wed	199	100	4.95
AGL	Thu	41	80	3.17
AUI	Thu	15.5	100	4.22
DUI	Thu	6.5	100	3.79
JBH	Thu	72	100	3.86
KOV	Thu	10	100	7.58
RIO	Thu	163.62	100	3.22
AMC	Fri	25.6	0	3.64
CPU	Fri	17	30	2.53

Reports & Events
(selected scheduled)

When	Company	Report/Event
Today	ABP	Interim
	AIA	Interim
	ANZ	Trading update
	ASX	Interim
	BBN	Interim
	DUE	Interim
	ECX	Full year
	FWD	Interim
	LNK	Interim
	MAH	Interim
	MTR	Interim
	MPL	Interim
	STO	Full year

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	VAH WHC	Interim Interim
Mon	BPT	Interim
	BSL	Interim
	BXB	Interim
	CQR	Interim
	GWA	Interim
	IMD	Interim
	NHF	Interim
	NST	Interim
	OOH	Interim
Tue	ACX	Interim
	BHP	Interim
	BKN	Interim
	CTX	Full year
	FXL	Interim
	GXL	Interim
	MND	Interim
	OSH	Full year
	SCG	Full year
	SEK	Interim
	VRT	Interim
Wed	APN	Full year
	CCL	Full year
	FXJ	Interim
	FMG	Interim
	HSO	Interim
	IAG	Interim
	QUB	Interim
	SGP	Interim
	TGR	Interim
	VOC	Interim
	WPL	Full year
Thu	ABC	Full year
	AWC	Full year
	AAD	Interim
	CWY	Interim
	EHE	Interim
	FLT	Interim
	ILU	Full year
	MIN	Interim
	MOC	Interim
	MYO	Full year
	NEC	Interim
	OZL	Interim
	PPT	Interim
	PTM	Interim
	QAN	Interim
	RHC	Interim
SXL	Interim	
VRL	Interim	
WFD	Full year	
Fri	AHG	Interim
	BBG	Full year
	CHC	Interim
	GNC	AGM
	REG	Interim
	SUL	Interim