

Markets

SFE 200 Futures (9.30am AEDST)	5758	-12	-0.2
NZX 50	7078	16	0.2
DJIA Futures	20749	0	0.0
S&P 500 Futures	2361	1	0.0
NASDAQ Futures	5351	7	0.1

Local Markets Commentary

The Australian market is likely again to prove mostly influenced by a blast of domestic corporate reports, large-cap stocks trading ex-dividend, and some local data.

International overnight commodities and equities leads are largely uninspiring.

In commodities trade, US **gold** futures settled little changed, but rose again in post-settlement electronic trade. **Oil** and **iron ore** turned lower. **Copper** continued to pull back.

The **\$A** regained ground after trading briefly beyond ~US77.05c yesterday evening.

Locally today, December quarter private capital spending is due from the ABS 11.30am AEDST.

Several high-profile stocks trade ex-dividend today, including: **AGL**, **GWA**, **JBH**, **MIN** and **RIO**. Please see p3 for a detailed list.

Overseas Markets

INDEX	CLOSE	+/-	%
Dow Jones	20775	33	0.2
S&P 500	2363	-3	-0.1
NASDAQ	5861	-5	-0.1
FTSE 100	7302	27	0.4
DAX 30	11999	31	0.3
Shanghai Comp	3261	8	0.2

Overseas Markets Commentary

Vacillating trade featured across a majority of major European and US equities markets overnight.

US Federal Reserve February policy meeting minutes indicated the majority of committee members favoured a sooner—rather-than-later rate rise. The notes also expressed concern that expectations of better corporate returns, due to promised lower business taxes, may not materialise, at least in the short-term.

January existing home sales were reported 3.3% higher at a 10-year high.

Both the euro and British pound were trading lower against the \$US before US trade and the afternoon release of the Federal Reserve policy meeting minutes.

Euro zone January CPI was confirmed to have pulled back 0.8% during January, and at a 1.8% annual rate, against 0.5% December growth.

Meanwhile, the European Commission bemoaned both **Germany's** current account surplus and **Italy's** public debt.

A revised **UK** December quarter GDP growth estimate came in 0.1% higher than an initial

Today's Stock Watch

Telstra Corporation (TLS)

Selling the company's 6.5% holding in Autohome, for \$US217M, to Ping an Insurance Group.

Qantas Airways (QAN)

25.1% lower, \$515M NPAT. 3.3% lower, \$8.2B revenue. 7c, 50%-franked interim dividend, against no dividend a year ago. \$1.65 NTA.

Westfield Corp (WFD)

41.2% lower, \$1.4B full-year NPAT. 7.3% lower, \$US1.8B revenue. 12.55c final dividend/distributions.

Flight Centre (FLT)

36.2% lower, \$74.4M interim NPAT. 0.6% lower, \$1.25B revenue. 45c fully-franked interim dividend. \$8.63 NTA.

Ramsay Health Care (RHC)

MD and CEO Chris Rex is planning to retire from RHC this year, after nine years in his current roles, and 21 years with RHC. 13.8% higher, \$255.9M interim NPAT. 3.5% higher, \$4.3B revenue. 53c fully-franked interim dividend, up 6c. \$1.26 NTA. \$1.23 EPS.

Air New Zealand (AIZ)

24.3% lower, \$NZ256M interim NPAT. 4.3% lower, \$NZ2.6B revenue. \$NZ1.69 NTA. NZ10c interim dividend.

Estia Health (EHE)

17% higher, \$19.8M interim NPAT. 34.1% higher, \$263.1M revenue. Nil interim dividend, following 12.8c a year ago. \$140.1M net debt.

Nine Entertainment Co (NEC)

\$236.7M interim net loss, following a \$320.8M net profit a year ago. 4.5% lower, \$659.2M revenue. 4.5c fully-franked interim dividend, against 8c. 24.8c NTA.

Breville Group (BRG)

9.4% higher, \$33.7M interim NPAT. 2.4% higher, \$339.2M revenue. 15.5c, 60%-franked interim dividend. \$1.291 NTA.

Macquarie Atlas Roads (MQA)

\$225.1M full-year NPAT.

Perpetual Ltd (PPT)

\$1.30 fully-franked interim dividend, up 4%. 3% higher, \$66M interim NPAT. 5% higher, \$252.4M revenue. \$5.95 NTA.

Ausdrill Ltd (ASL)

\$143M five-year mining services contract renewal secured with KCGM's Super Pit, Kalgoorlie-Boulder, WA goldfields. ASL has provided continuous services to the Super Pit for ~30 years. In addition, Gold Fields has extended a WA goldfields St Ives and Granny Smith drilling services contract with ASL for three years. This extension is valued at \$60M. 41% higher, \$13.1M interim NPAT. 4.1%, \$374.2M revenue. 2c fully-franked interim dividend. \$1.9493 NTA.

Resources

Iluka Resources (ILU)

\$US224.0M full-year net loss. 12.2% lower, \$774.4M revenue. Nil final dividend, following 19c a year ago. \$US2.18 NTA.

Alumina Ltd (AWC)

\$US30.2M full-year net loss, following an \$US88.3M net profit a year ago. US3.1c fully-franked final dividend, against US1.8c.

reading, at 0.7% for the quarter, and 2% year-on-year.

Tonight in the **US**, weekly new unemployment claims are due, together with the Chicago Fed national activity index, house prices, a services sector PMI and a regional manufacturing index.

AXA, BAE Systems, Baidu, Barclays, Gap, Glencore, Kohl's and Nordstrom are among companies expected to report earnings later today and tonight.

Rio Tinto and GlaxoSmithKline are among companies trading ex-dividend on the FTSE 100.

In overnight corporate news, **Chevron** was reported to be finalising a deal to sell Bangladesh gas field assets to **Zhenhua Oil** for ~\$US2B.

Lloyds and **Telefonica** results pleased during European trade.

Commodities

COMMODITY	CLOSE	\$US/	+/-	%
Gold (NY) (Apr)	1238	oz	2	0.1
Silver (NY) (Mar)	18.1	oz	0.0	0.2
Gold (LON)	1237	oz	3	0.3
Platinum	1001	oz		
WTI Crude (Apr)	53.6	bbl	-0.7	-1.4
Brent Crude (Apr)	55.8	bbl	-0.8	-1.4
Iron Ore (China port)	94.3	t	-0.6	-0.6
Copper (LME)	6040	t	-20	-0.3
Nickel	10810	t	-45	-0.4
Aluminium	1885	t	-1.5	-0.1
Lead	2276	t	11	0.5
Zinc	2865	t	-10	-0.4
Tin	19325	t	-475	-2.4
CBT Wheat (Mar)	4.41	bshl	0.05	1.1

Commodities Commentary

Oil – **Qatar's** oil minister expressed disappointment at progress, among several member nations, in cutting output as much as agreed late last year.

EIA-calculated weekly US petroleum inventories are due tonight.

Gold – prices swung ahead of the release of US Federal Reserve minutes and again following settlement.

Base metals – \$US strength impacted LME trade sentiment.

In addition, **China's** January house prices, reported yesterday, rose in fewer cities than during December, and in the least amount of cities for a year.

Exchange Rates

CURRENCIES	LAST	+/-	%
AUD – USD	0.7699	-0.0001	-0.02
EUR – USD	1.0558	-0.0000	-0.00

Australian Data Today

ABS	Private capital expenditure	Dec Q
-----	-----------------------------	-------

US Data Tonight

Initial jobless claims	18 Feb
Chicago Fed national activity index	Jan
FHFA house prices	Dec

Pre-Open Announcements

Webjet Ltd (* WEB)

Founding WEB MD and current chairman David Clarke is retiring from the WEB board 30 June. Non-executive WEB director Roger Sharp will take over as chairman 1 July. In addition, MD John Guscic has been contracted in his current role for a further three years from 1 July 2018. Mr Clarke will be a WEB consultant for at least two years.

269% higher, \$39.4M interim NPAT. 67% higher, \$124.8M revenue. 7.5c interim dividend, up 15%. 52c NTA.

AP Eagers (APE)

10-year APE director Peter Henley has retired from the APE board, effective yesterday.

IMF Bentham (IMF)

Opening the firm's fourth US office, this one in Houston, Texas. The other IMF US offices are in New York, Los Angeles and San Francisco.

Smartgroup Corporation (SIQ)

62.3% higher, \$32.8M full-year NPAT. 57.3% higher, \$144.4M revenue. 15c fully-franked final dividend.

Resources

Atlas Iron (* AGO)

\$18.9M interim NPAT, following a \$114.3M net loss a year ago. \$134M cash.

Neometals Ltd (NMT)

Proposing to buy back up to \$5M worth of shares under a 5%, 12% buy-back. NMT announced a similar buy-back in February 2016 but did not buy back any shares under that proposal.

Trading Halts

Company	Code	Resuming
Lake Resources	LKE	23 Feb
WolfStrike Rentals Group	WSG	23 Feb
Yonder & Beyond Group	YNB	23 Feb
Aurora Labs	A3D	24 Feb
Dacian Gold	DCN	24 Feb
Red Mountain Mining	RMX	24 Feb
Riva Resources	RIR	24 Feb
Sky Network Television	SKT	24 Feb
Threat Protect Australia	TPS	27 Feb
Valor Resources	VAL	27 Feb

Suspensions (selected)

Company	Code	Since
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
Pixie Group	PEG	22 Feb
Protean Energy	POW	7 Feb



Markit PMI services (initial)	Feb
Kansas City Fed index	Feb

Other Overseas Data Today & Tonight

Japan	Economic report	Feb
Japan	Business conditions indices (r)	Dec
Germany	GDP (final)	DecQ
Germany	GfK consumer confidence	Feb

Need More Information?

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

Suda Ltd	SUD	27 Jan
Tiger Resources	TGS	22 Feb
Western Mining Network	WMN	21 Feb

Ex-Dividends

Code	Ex-Div	Div (c)	Fr (%)	Yield (%)
AGL	Today	41	80	3.15
AUI	Today	15.5	100	4.22
CGL	Today	4.8	100	1.93
CVC	Today	5	100	5.17
DUI	Today	6.5	100	3.81
FID	Today	7.1	100	3.33
GWA	Today	7.5	100	5.60
JBH	Today	72	100	3.97
KOV	Today	10	100	7.38
MHJ	Today	2.5	50	3.72
MIN	Today	21	100	3.38
MTR	Today	5	100	3.76
OML	Today	10	100	2.97
RIO	Today	163.62	100	3.21
AMC	Tomorrow	25.6	0	3.74
AQF	Tomorrow	3	100	3.09
CPU	Tomorrow	17	30	2.45
EVN	Tomorrow	2	0	1.75
INA	Tomorrow	5.1	0	3.81
ISU	Tomorrow	1.5	100	1.60

Reports & Events

(selected scheduled)

When	Company	Report/Event
Today	ABC	Full year
	AIZ	Interim
	AWC	Full year
	AAD	Interim
	AHY	Interim
	ASL	Interim
	BRG	Interim
	CWY	Interim
	CGC	Interim
	CWN	Interim
	EPW	Interim
	EHE	Interim
	FLT	Interim
	ILU	Full year
	IVC	Full year
	MQA	Full year
	MOC	Interim
	MYO	Full year
	NEC	Interim
	OGC	Full year
	OZL	Interim
	PPT	Interim
	PTM	Interim
	QAN	Interim
	RHC	Interim
	SXL	Interim
	TME	Interim
	VRL	Interim
	WEB	Interim
	WFD	Full year



Disclaimer / Disclosure / General Advice Warning / Confidentiality Notice

This morning note and its contents at all times remain the property of State One Stockbroking Ltd ("State One") and as such cannot be reprinted, distributed, copied, posted on the internet, in part or whole, without written prior approval from State One.

The contents of this document constitute General Advice and have been prepared without taking account of your investment objectives, financial situation or needs. Because of that you should, before taking any action to acquire or deal in, or follow a recommendation (if any) in respect of any of the financial products or information mentioned in this document, consult your own investment advisor to consider whether that is appropriate having regard to your own objectives, financial situation and needs.

While State One believes information contained in this document is based on information which is believed to be reliable, its accuracy and completeness are not guaranteed and no warranty of accuracy or reliability is given or implied and no responsibility for any loss or damage arising in any way for any representation, act or omission is accepted by State One or any officer, agent or employee of State One. If applicable, you should obtain the Product Disclosure Statement relating to any relevant financial product mentioned in this document (which contains full details of the terms and conditions of the relevant financial product) and consider it before making any decision about whether to acquire the financial product.

The directors and associated persons of State One may have a long or short interest in the financial products discussed in this document and they may earn brokerage, commissions, fees and advantages, pecuniary or otherwise, in connection with the making of a recommendation or dealing by a client in such financial products. Additionally, State One may earn fees due to having been appointed advisors to, or may be undertaking or about to commence research relating to, any of the companies mentioned herein.

Tomorrow

AHG	Interim
BDR	Interim
BBG	Interim
CAB	Interim
CHC	Interim
CTD	Interim
CMW	Interim
GNC	AGM
MYX	Interim
ORE	Interim
RCG	Interim
REG	Interim
SUL	Interim