

Markets

SFE 200 Futures (9.25am AEST)	5402	-1	-0.0
NZX 50	6958		
DJIA Futures	18104	38	0.2
S&P 500 Futures	2139	4	0.2
NASDAQ Futures	4853	9	0.2

Local Markets Commentary

The Australian market commences a new week's trade on weak international equities and varying commodities leads.

In overnight Friday commodities trade, US gold futures settled virtually flat, but **oil** higher. **Copper** was pushed lower. **Iron ore** closed steady.

The **\$A** slipped to ~US76.05c after trading at ~US76.45c early Friday evening.

Regionally today, **Japan** publishes September trade statistics **10.50am** AEDST. An initial October manufacturing PMI is also expected, 11.30am.

Locally, CommSec releases its State-by-State national economic assessment.

New Zealand's markets are closed today due to a public holiday.

Overseas Markets

INDEX	CLOSE	+/-	%
Dow Jones	18146	-17	-0.1
S&P 500	2141	-0.2	-0.0
NASDAQ	5257	16	0.3
FTSE 100	7020	-6	-0.1
DAX 30	10711	9	0.1
Shanghai Comp	3091	6	0.2

Overseas Markets Commentary

Major European and US equities markets chopped and swung through overnight Friday trade as the \$US strengthened again.

A **US Federal Reserve** regional president repeated his view that an interest rate rise was due this year. He also promoted more than one rise during 2017 while maintaining a low-gradient incline was appropriate.

Tonight in the **US**, the Chicago Fed national activity index and a Markit initial October manufacturing PMI are due.

Visa and Philips are among companies scheduled to report.

Since ASX trade closed Friday, **AT&T** has revealed an agreed ~\$US85B proposed acquisition of **Time Warner**.

General Electric cited weak demand from the petroleum industry while reducing full-year sales guidance.

Meanwhile, the British Bankers Association repeated a warning **financial institutions** would move from the **UK** from early-2017, in the absence of cross-Europe operating certainty.

Japan – trade balance expected ~10.50am AEDST.

Today's Stock Watch

Genworth Mortgage Insurance Australia (GMA)

China Oceanwide Holdings Group is proposing to acquire the balance of Genworth Financial Inc for ~\$US2.7B (\$US5.43-per-share). GMA understands Genworth Financial intends to keep GMA.

Coca-Cola Amatil (CCL)

Deutsche Bank has cancelled a CCA buy recommendation, in favour of hold advice.

Telstra Corporation (TLS)

TLS is cancelling ~282.17M shares repurchased in an off-market buyback.

Brambles Ltd (BXB)

BXB has completed the formation of a JV between the company's oil and gas containers businesses Ferguson Group and CHEP Catalyst & Chemical Containers with Hoover Container Solutions. The newly-established entity, Hoover-Ferguson Group, is held 50:50 by BXB and Hoover.

DyeSol Ltd (DYE)

LoI secured with the CSIRO covering potential collaborative projects developing and commercialising perovskite solar cells. The CSIRO is DYE's fourth largest shareholder, holding ~1.3%.

Quickstep Holdings (QHL)

QHL and Futuris Automotive Group are proposing to jointly develop light-weight seating parts for supply from mid-2017.

GI Dynamics (GID)

GID will not appeal the Therapeutic Goods Administration's final decision, as previously flagged, to cancel the EndoBarrier Australian TGA listing.

Super Retail Group (SUL)

AGM today.

Helloworld Ltd (HLO)

Resuming from a trading halt with the completion of a \$29.75M institutional placement at \$4.25 per share. HLO last traded at \$4.69.

Vitaco Holdings (VIT)

FIRB and People's Republic of China regulatory approvals in hand for the proposed takeover of VIT by Shanghai Pharmaceuticals Holdings and Primavera Capital Fund II subsidiaries.

Resources

Northern Star Resources (NST)

September quarter operations report anticipated today.

Metallica Minerals (MLM)

MLM's proposed Urquhart bauxite project Cape York export facility Hey Point has loaded a maiden bauxite shipment for Green Coast Resources. MLM is targeting first exports by 30 June 2017.

Energy

Yancoal Australia (YAL)

Produced 4.42Mt of saleable coal during the September quarter, 16% more than during the September quarter 2015. Sold 5.16Mt, up 18%.

**Commodities**

COMMODITY	CLOSE	\$US/	+/-	%
Gold (NY) (Dec)	1268	oz	0.0	0.0
Silver (NY) (Dec)	17.5	oz	-0.02	-0.1
Gold (LON)	1272	oz		
Platinum	931	oz	-2	-0.2
WTI Crude (Dec)	50.9	bbl	0.3	0.4
Brent Crude	51.8	bbl	0.4	0.8
Iron Ore (Tianjin)	58.4	t	0.0	0.0
Copper (LME)	4635	t	-17	-0.4
Nickel	9960	t	-170	-1.7
Aluminium	1625	t	13	0.8
Lead	1998	t	-16	-0.8
Zinc	2262	t	-26	-1.1
Tin	19925	t	125	0.6
CBT Wheat (Dec)	4.15	bshl	-0.03	-0.6

Commodities Commentary

Oil – \$US strength detracted from overnight Friday sentiment, as did a weekly US petroleum rig count, which reported 11 more operational oil rigs.

Trade proved resilient however, prices ultimately settling higher on both sides of the Atlantic.

Venezuela's president Nicolas Maduro reportedly held positive oil market meetings with Azerbaijan and Iran, ahead of discussions with Saudi Arabia and Qatar.

Saudi Arabia and Russia also confirmed they would go ahead with meetings in Riyadh they had flagged on the sidelines of an international industry conference the previous week.

Gold – prices swung in response to a strengthening \$US, but despite this, were also pushed to recover from price lows.

A plethora of economic data releases, plus reporting season across the US, Europe and Asia will ensure plenty for traders and investors to consider this week.

Base metals – a \$US at eight-month highs dampened trade sentiment overnight Friday. *Aluminium* notably swung higher, however.

PMIs due for Japan, Europe and the US today and tonight could influence some trade.

Exchange Rates

CURRENCIES	LAST	+/-	%
AUD – USD	0.7607	-0.0002	-0.03
EUR – USD	1.0881	-0.0000	-0.00

Australian Data Today

CommsSc	State of the States	Sep
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US Data Tonight

Chicago Fed national activity index	Sep
Markit PMI manufacturing (prelim)	Oct

Other Overseas Data Today & Tonight

China	Conf Board leading index	Sep
Japan	Trade balance (provisional)	Sep
Japan	Nikkei PMI manufacturing	Oct

Pre-Open Announcements**Macquarie Atlas Roads (* MQA)**

Macquarie is re-rating MQA as outperform.

Medical Developments International (* MVP)

Asian road show presentation lodged this morning. MVP recouped 2.6% Friday, following six consecutive lower settlements.

Yowie Group (YOW)

Record \$US4.9M September quarter net sales revenue, representing a 104% year-on-year increase.

Tech Mpire (TMP)

\$7.4M September quarter revenue. \$5.54M cash.

Trilogy International (TIL)

Natural products and home fragrance manufacturer, and personal grooming and care products distributor, completed a successful ASX listing Friday. Opened at \$3.86 and traded as high as \$3.96 before settling at \$3.88. 67,000 shares were traded across nine transactions. The NZ-based and NZ-listed TIL was awarded foreign-exempt status.

Resources**Perseus Mining (* PRU)**

Produced 43,776oz of gold during the September quarter at a \$US1388/oz all-in site cost. Sold 43,952oz at \$US1233/oz. \$A136.9M cash plus bullion.

Panoramic Resources (* PAN)

Proposed Gum Creek gold project divestment update, including a \$15M IPO at 40c per share, lodged post-trade Friday.

S2 Resources (* S2R)

Diamond drilling has confirmed high-grade, narrow-vein gold mineralisation within the WA Monsoon prospect. Details lodged this morning.

Inca Minerals (ICG)

Planning to issue 80M shares at 1.1c each, in support of working capital and the Riqueza multi-mineral project, Peru. Heralding in the meantime Riqueza Uchpanga prospect mapping and sampling indications. Assays pending. ICG added 10% to close at 1.1c Friday.

Lithium Power (LPI)

Chile Maricunga lithium brine project update lodged this morning, including initial indications from a first hole, drilled to 200m.

Azumah Resources (AZM)

Wa gold project Josephine prospect known mineralisation has been extended by ongoing drilling. Details lodged this morning. Initial drilling results also lodged this morning for Manwe South, Julie Far East and Madam's Farm. th

Trading Halts

Company	Code	Resuming
Brookside Energy	BRK	24 Oct
Buxton Resources	BUX	24 Oct
Property Connect Holdings	PCH	24 Oct
Carbon Energy	CNX	25 Oct
Equus Mining	EQE	25 Oct
Marmota Energy	MEU	25 Oct



Japan	Business conditions (rev)	Aug
Japan	Small business confidence	Oct
UK	CBI trends	Sep
Germany	Markit PMIs (prelim)	Oct
Euro zone	Markit PMIs (prelim)	Oct

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Transerv Energy	TSV	25 Oct
WAM Research	WAX	25 Oct
Antipa Minerals	AZY	26 Oct

Suspensions (selected)

Company	Code	Since
Australian Whisky Holdings	AWY	20 Oct
Cabral Resources	CBS	19 Oct
Cleveland Mining Company	CDG	3 Oct
Cudoco Ltd	CDU	30 Sep
Enerji Ltd	ERJ	20 Oct
Freshtel Holdings	FRE	6 Oct
Nkwe Platinum	NKP	18 Oct
Omni Market Tide	OMT	19 Oct
Orinoco Gold	OGX	12 Oct
Target Energy	TEX	13 Oct
Tiger Resources	TGS	19 Oct
Unilife Corporation	UNS	30 Sep
Volta Mining	VTM	17 Oct
Wangle Technologies	WGL	18 Oct
Wolf Minerals	WLF	30 Sep
Zamia Metals	ZGM	3 Oct

Ex-Dividends

Code	Ex-Div	Div (c)	Fr (%)	Yield (%)
KAT	Today	0.5	100	6.67
MAI	Today	1	100	1.54
RIC	Tomorrow	2.5	100	3.14
CUP	Wed	2	100	9.76
BOQ	Thu	38	100	6.82
CBL	Thu	~2.83	0	1.83
CLV	Thu	0.5	100	1.14
JYC	Thu	6	100	3.87
PMV	Fri	25	100	3.13
FNP	31 Oct	2.25	100	0.82
HVN	31 Oct	17	100	5.71

Reports & Events

(selected scheduled)

When	Company	Report/Event
Today	MDL	Sep Q
	NST	Sep Q
	PRU	Sep Q
	SUL	AGM
Tomorrow	ACX	AGM
	BGA	AGM
	BEN	AGM
	DXS	Sep Q
	GXL	AGM
	GUD	AGM
	LOV	AGM
	MMS	AGM
	MGR	Sep Q
	SRX	AGM
	TAH	AGM
	WOR	AGM
	Wed	AQG

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	BKN	AGM
	DXS	AGM
	EPW	AGM
	IGO	Sep Q
	OEC	AGM
	SGP	AGM
	WES	Sep Q
Thu	AAD	AGM
	APA	AGM
	BKL	AGM
	CGF	AGM
	CWY	AGM
	CTD	AGM
	HGG	Sep Q
	JBH	AGM
	MML	Sep Q
	NAB	Full-year
	NCM	Sep Q
	OGC	Sep Q
	REH	AGM
	SFR	AGM
	SGF	AGM
	SFH	AGM
	SDF	AGM
	TGR	AGM
	TTS	AGM
	UGL	AGM
	WHC	AGM
Fri	AMP	Sep Q
	ASL	AGM
	CAR	AGM
	GWA	AGM
	MQG	Interim
	MGC	AGM
	REG	AGM
	SGR	AGM
	WOW	AGM

