

Markets

SFE 200 Futures (9.30am AEST)	5708	-4	-0.1
NZX 50	7862	-7	-0.1
DJIA Futures	21794	8	0.0
S&P 500 Futures	2443	2	0.1
NASDAQ Futures	5847	6	0.1

Local Markets Commentary

The Australian market commences Friday trade again with an emphasis on domestic corporate reports.

Overnight international equities leads will offer little support, but some metals trade will be positive for select stock.

In overnight trade, **oil** fell. **US gold** futures turned slightly lower. **Iron ore** (China port 62% Fe) extended its current pullback. **LME copper** swung higher and rallied.

The **\$A** was pushed to US79c again after slipping to ~US78.80c early yesterday evening.

Regionally today, a July **CPI** reading was scheduled for release in **Japan 9.30am** AEST.

China's July industrial profits are expected anytime from the weekend.

Overseas Markets

INDEX	CLOSE	+/-	%
Dow Jones	21783	-29	-0.1
S&P 500	2439	-5	-0.2
NASDAQ	6271	-7	-0.1
FTSE 100	7407	24	0.3
DAX 30	12181	7	0.1
Shanghai Comp	3272	-16	-0.5

Overseas Markets Commentary

Major European and US equities markets diverged overnight, key US indices falling soon after opening.

In data releases, a final reading for the UK's June quarter GDP confirmed 0.3% growth for the quarter and 1.7% year-on-year.

In the **US**, July existing home sales surprised, falling 1.3% following expectations of a 0.9% increase.

Weekly new unemployment claims rose by 2000.

A Kansas City Fed manufacturing index was reported six points higher for the month, at 16.

Tonight in the US, July durable goods orders are due.

In addition, the annual Jackson Hole forum officially commenced overnight, and addresses from US Federal Reserve chair Janet Yellen and European Central Bank (**ECB**) president Mario Draghi are keenly anticipated for views on asset holdings, currency moves and inflation.

In overnight corporate news, retail stocks Dollar Tree, Sears and Abercrombie & Fitch were respectively pushed 9%, 8% and 15% higher in the US on quarterly reports. Nonetheless, poor sales figures forced Sears to announce the closure of an

* Security sector listing 1pm AEST – SCT *

Today's Stock Watch

Qantas Airways (QAN)

17.2% lower, \$852M full-year NPAT. 0.9% lower, \$16.1B revenue. 7c final dividend, against 7c, fully-franked a year ago. \$1.59 NTA. 46c EPS. \$1.8B cash and equivalents. Paying non-executive employees a \$2500 bonus. Allocating up to \$373M for a new share buy-back.

Medibank Private (MPL)

7.6% higher, \$449.5M full-year NPAT. 2% higher, \$6.9B income. 6.75c fully-franked final dividend. 50.8c NTA. A \$2.5B investment portfolio delivered the most income (\$80M).

Sims Metal Management (SGM)

\$203.6M full-year NPAT, following a \$216.5M net loss a year ago. 9.1% higher, \$5.1B revenue. 20c fully-franked final dividend, plus a 10c special dividend. \$9.13 NTA. \$1.016 EPS. \$378.5M cash and equivalents.

Super Retail Group (SUL)

62.1% higher, \$101.8M full-year NPAT. 1.8% higher, \$2.5B revenue. 25c fully-franked final dividend. \$380.7M net debt. Positive 1Q FY 2018 like-for-like sales. AGM 23 October.

Automotive Holdings Group (AHG)

38.4% lower, \$55.5M full-year NPAT. 8.1% higher, \$6.1B revenue. 9.5c fully-franked final dividend. 17c EPS. \$95.0M cash and equivalents. Expecting a modest operating performance improvement for FY 2018.

Regis Healthcare (REG)

31% higher, \$61.1M full-year NPAT. 18% higher, \$565.5M revenue. 10.04c fully-franked final dividend.

Cromwell Property Group (CMW)

16% lower, \$277.5M full-year NPAT. \$478.0M income, against \$624.8M a year ago. 2.085c final distribution, against 2.1075c. 15.74c EPS. \$1.4B net debt.

Bellamy's Australia (BAL)

\$809M full-year net loss, following a \$38.3M net profit a year ago. 2.6% higher, \$240.2M revenue. Webcast scheduled to commence 10am AEST.

Platinum Asset Management (PTM)

7.4% lower \$186.0M full-year NPAT. 3.2% lower, \$333.5M revenue. 15c fully-franked final dividend. 57c NTA. 31.74c EPS.

Cann Group (CAN)

Licensing and distribution agreement secured with CannaKorp, to import and sell CannaKorp's vaporising device, and to produce medicinal cannabis pods appropriate for the device, for patient use.

Scout Security (* SCT)

Home security specialist scheduled to list 1pm AEST following a \$5M IPO at 20c per share. Amazon.com holds 2.68%.

Energy

AWE Ltd (AWE)

\$217.5M full-year net loss, following a \$363.0M loss a year ago. 49% lower, \$105.0M revenue. 18.7c NTA. \$12.8M cash and equivalents.

additional 28 Kmart stores.

On the FTSE, reduced full-year guidance from Dixons Carphone steered that stock more than 20% lower.

UK markets, including the LME, will be closed Monday, due to a public holiday.

Commodities

COMMODITY	CLOSE	\$US/	+/-	%
Gold (NY) (Dec)	1292	oz	-3	-0.2
Silver (NY) (Sep)	17.0	oz	-0.1	-0.5
Gold (LON)	1289	oz	2	0.2
Platinum	977	oz	1	0.1
WTI Crude (Oct)	47.4	bbl	-1.0	-2.0
Brent Crude (Aug)	52.0	bbl	-0.5	-1.0
Iron Ore (CHN port 62%)	77.2	t	-0.6	-0.9
Copper	6688	t	123	1.9
Nickel	11745	t	85	0.7
Aluminium	2106	t	9	0.4
Lead	2357	t	-20	-0.8
Zinc	3118	t	22	0.7
Tin	20490	t	-35	-0.2
CBT Wheat (Sep)	4.09	bshl	0.06	1.4

Commodities Commentary

Oil – prices turned lower overnight. A Gulf of Mexico tropical storm was reclassified as a hurricane and forecast to cross the Texas coast, forcing the shut down of at least two refineries, in turn reducing short-term crude demand.

Petrol in the US traded at three-week peaks.

A weekly US petroleum drilling rig count is due tonight.

Gold – the \$US index strengthened a little overnight. Currency moves are anticipated from key speeches at the Jackson Hole monetary policy forum underway in Wyoming, US, and continuing through Saturday, US time. Hence, not a few are anticipating potential \$US1300/oz futures in the near term.

Base metals – LME copper inventories supported overnight sentiment, as the reports of demand out of China kept coming.

The London Metals Exchange (LME) will be closed Monday, due to a public holiday.

Exchange Rates

CURRENCIES	LAST	+/-	%
AUD – USD	0.7897	-0.0004	-0.05
EUR – USD	1.1798	-0.0001	-0.01

US Data Tonight

Durable goods orders Jul

Other Overseas Data Today & Tonight

Japan	CPI	Jul
Germany	GDP (final)	Jun Q
Germany	GfK consumer confidence	Sep
Germany	IFO business climate	Aug
Germany	Export & import prices	Jul

Pre-Open Announcements

RCR Tomlinson (* RCR)

Resuming from a trading halt having raised \$75M in an institutional placement at \$3.55 per share. A \$15M SPP at the same price is currently scheduled for 31 August – 15 September. RCR last trade at \$3.74.

Pharmaxis Ltd (PXS)

Boehringer Ingelheim is commencing a Phase II1 trial in Europe and North America. using a compound acquired from PXS in 2015.

Austal Ltd (* ASB)

Confirming a €73M design and construct passenger ferry contract with Norway company Fjord Line.

MaxSec Group (* MSP) / Future Fibre Technologies (* FFT)

\$3.4M MSP full-year net loss, following a \$1.4M net loss a year ago. 71% higher, \$7.4M revenue. \$1.6M net cash.

MSP is resuming from a trading halt, with 13.7% MSP shareholder FFT announcing it intends to lodge an off-market takeover bid for all of MSP.

WPP AUNZ (* WPP)

2.4% higher, \$20.1M interim NPAT. 28.9% higher, \$482.9M revenue. 2.1c fully-franked interim dividend.

Prime Media Group (* PRT)

\$36.2M full-year NPAT, following a \$57.7M net loss a year ago. 0.5% higher, \$240.1M revenue. Flat, 1.7c fully-franked final dividend. 9.9c EPS. \$36.9M net debt. Revenue included advertising income associated with the 2016 Rio Olympic Games. Challenging outlook. Update promised in October. A teleconference was scheduled to commence 9am AEST today.

GR Engineering Services (f GNG)

33.5% lower, \$12.9M full-year NPAT. 6.5% lower, \$238.7M revenue. Nil final dividend, against 5c a year ago. 31.88c NTA. Resuming from suspended trade.

Macmahon Holdings (* MAH)

\$22.8M full-year net loss. 15.2% higher, \$359.6M revenue. \$54.1M net cash. 15c NTA. Anticipating \$620M – \$680M FY 2018 revenue, based on current contracts and identified opportunities. AGM 30 November.

IMF Bentham (IMF)

26% lower, \$15.5M full-year NPAT. 1% higher, \$57.1M income. 4c fully-franked final dividend. 9c NTA.

Melbourne IT (MLB)

\$7.9M interim NPAT, following \$2.2M a year ago. 10.8% higher, \$91.7M revenue. 3.5c fully-franked interim dividend, against 2c. 7.42c EPS. \$23.4M cash and equivalents.

Resources

European Cobalt (EUC)

Heralding historical waste dumps rock chip sampling cobalt-nickel results from the Kolba project, Slovakia. Kolba is located 70km west of EUC's Dobsina project.

**Need More Information?**

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

Trading Halts

Company	Code	Resuming
Spirit Telecom	ST1	25 Aug
Apollo Consolidated	AOP	28 Aug
Future Fibre Technologies	FFT	28 Aug
Hawthorn Resources	HAW	28 Aug
MaxSec Group	MSP	28 Aug
Mithril Resources	MTH	28 Aug
Tikforce Ltd	TKF	28 Aug

Suspensions *(selected)*

Company	Code	Since
BBX Minerals	BBX	23 Aug
Capital Mining	CMY	14 Aug
Eastern Goldfields	EGS	16 Aug
LWP Technologies	LWP	14 Aug
Northern Mining	NMI	1 Aug
Surefire Resources	SRN	1 Aug
ZipTel Ltd	ZIP	11 Aug

Ex-Dividends

Code	Ex-Div	Div (c)	Fr (%)	Yield (%)
AQF	Today	3	100	3.13
ARG	Today	16	100	3.90
BAF	Today	4	100	4.17
BLA	Today	23	100	2.17
BPT	Today	1	100	2.86
EAX	Today	1.4	100	1.73
EVN	Today	3	100	2.07
FXJ	Today	2	100	4.02
INA	Today	5.1	0	3.86
AZJ	Mon	8.9	50	4.39
CCL	Mon	21	70	5.52
SGR	Mon	8.5	100	2.99
SNZ	Mon	3.07	0	1.46
ATL	Tue	2	100	1.70
AUF	Tue	1.1	100	1.67
BGA	Tue	5	100	1.45
BVS	Tue	4.5	0	3.08
FID	Tue	8.9	100	3.60
NST	Tue	6	100	1.78

Reports & Events*(selected scheduled)*

When	Company	Report/Event
Today	AHG	Full-year
	AWE	Full-year
	BAL	Full-year
	MYX	Full-year
	MPL	Full-year
	MLB	Interim
	QAN	Full-year
	REG	Full-year
	SHV	Full-year
	SGM	Full-year
	SUL	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.

Mon	ALU	Full-year
	AYS	Full-year
	CNU	Full-year
	FWD	Full-year
	JHC	Full-year
	LLC	Full-year
	RCG	Full-year
	RWC	Full-year
Tue	SKI	Interim
	AGI	Full-year
	BKL	Full-year
	CAB	Full-year
	DOW	Full-year
	MTR	Full-year
	SCO	Full-year