

## Markets

|                                      |             |          |            |
|--------------------------------------|-------------|----------|------------|
| <b>SFE 200 Futures</b> (9.25am AEST) | <b>5518</b> | <b>5</b> | <b>0.1</b> |
| <b>NZX 50</b>                        | 7423        | -4       | -0.1       |
| <b>DJIA Futures</b>                  | 18453       | 5        | 0.0        |
| <b>S&amp;P 500 Futures</b>           | 2175        | 1        | 0.0        |
| <b>NASDAQ Futures</b>                | 4784        | 2        | 0.0        |

## Local Markets Commentary

The Australian market commences Friday trade on largely uninspiring international equities and commodities leads, as financial reporting season continues

In overnight commodities trade, **gold** extended this week's decline. **Oil** swung higher. **Copper** slipped again, but slightly. **Iron ore** continued lower for a third consecutive session.

The **\$A** effectively held after trading at ~US76.15c yesterday evening.

Regionally today, **Japan** is due to report July CPI **9.30am** AEST.

**China** is expected to reveal July industrial profits over the weekend.

## Overseas Markets

| INDEX                | CLOSE        | +/- | %           |
|----------------------|--------------|-----|-------------|
| <b>Dow Jones</b>     | <b>18448</b> | -33 | <b>-0.2</b> |
| <b>S&amp;P 500</b>   | 2172         | -3  | -0.1        |
| <b>NASDAQ</b>        | 5212         | -5  | -0.1        |
| <b>FTSE 100</b>      | 6817         | -19 | -0.3        |
| <b>DAX 30</b>        | 10530        | -93 | -0.9        |
| <b>Shanghai Comp</b> | 3068         | -18 | -0.6        |

## Overseas Markets Commentary

Choppy trade featured across major European and US equities markets overnight, key US indices also swinging.

Among new **US** economic reports, July durable goods orders were reported higher for a second consecutive month, rising 4.4% for the month,

Weekly new unemployment claims fell 1000, representing a third consecutive weekly decline and defying forecasts of a 3000 increase.

Markit's initial August services sector activity index slipped 0.5 to 50.9, the lowest estimate in the past six months.

A Kansas City region composite PMI improved to -4 from -6.

Earlier in **Germany**, the Ifo business confidence index was reported 2.1 points lower for the past month, but nonetheless well above 100, at 106.2.

**Tonight** in the US, US Federal Reserve chair Janet Yellen will speak to international central bankers at an annual monetary policy forum in Jackson Hole, Wyoming.

In data releases, a second (of three) June quarter GDP estimate, July trade figures and a final University of Michigan August consumer sentiment reading are due.

Prada, Agricultural Bank of China, CITIC and Tata Motors are among companies scheduled to report

## Japan - July CPI 9.30am AEST

\* Online advertising listing **midday** AEST - **FDV** \*

## Today's Stock Watch

### Coca-Cola Amatil (CCL)

7.8% higher, \$198.2M interim NPAT. 3% higher, \$2.6B revenue. 21c, 75%-franked interim dividend, up 1c. 26c EPS. \$864M cash and equivalents. Webcast briefing scheduled to commence 11am AEST.

### Air New Zealand (AIZ)

NZ10c final and NZ25c special dividends, each fully-franked. 42% higher, record \$NZ463M full-year NPAT. 6% higher, \$NZ5.3B revenue. \$NZ1.6B cash. \$NZ1.76 NTA.

### Reece Ltd (REH)

65c fully-franked final dividend, following 52c a year ago. 16.1% higher, \$192.2M full-year NPAT. \$2.3B revenue. \$1.93 EPS. \$105.1M cash and equivalents.

### Super Retail Group (SUL)

22.6% lower \$62.8M full-year NPAT. 8.2% higher, \$2.4B revenue. 21.5c fully-franked final dividend. 31.6c EPS. \$15.6M cash and equivalents.

### The Star Entertainment Group (SGR)

14.9% higher, \$194M full-year NPAT. 4.4% higher, \$2.4B revenue. 7.5c fully-franked final dividend, up 25%. 23.6c EPS. \$473.8M net debt.

### APN News & Media (APN)

\$256.9M interim net loss, following a \$7.5M profit a year ago. 0.2% lower, \$129.1M continuing operations revenue.

### Sky Network Television (SKT)

14.5% lower, \$NZ146.7M full-year NPAT. 0.1% higher, \$NZ928.2M operating revenue. Flat, NZ15c final dividend.

### Corporate Travel Management (CTD)

15c fully-franked final dividend, up 50%. 60% higher, \$42.1M full-year NPAT. 34% higher, \$264.8M revenue and other income. 35% higher, \$3.6B TTV. \$2.67 NTA. 42.8c EPS.

### Harvey Norman (HVN)

Full-year results expected.

### Mirvac Group (MGR)

\$A200M seven-year notes issue. Fixed 3.5%. Details lodged this morning.

### Incitec Pivot (IPL)

Market update presentation lodged this morning.

### Ausdrill Ltd (ASL)

ASL's African Mining Services named preferred contractor for a \$A300M contract with Toro Gold's Petowal Mining Company.

### Frontier Digital Ventures (\* FDV)

Online classifieds developer scheduled to list **midday** AEST following a \$30M IPO at 50c per share. Trading will commence on a deferred settlement basis. Normal (T+2) trade is expected to commence Tuesday.

## Resources

### St Barbara (SBM)

Moody's is rerating SBM senior secured debt at B2, from B3 and has assigned a stable outlook.

earnings today and tonight.

Overnight, **Tiffany**, **Dollar General** and **Dollar Tree** each reported lower or softer-than-anticipated sales, dampening discretionary consumer stock sentiment.

### Commodities

| COMMODITY                 | CLOSE       | \$US/ | +/-   | %    |
|---------------------------|-------------|-------|-------|------|
| <b>Gold (NY) (Dec)</b>    | <b>1325</b> | oz    | -4.5  | -0.4 |
| <b>Silver (NY) (Sep)</b>  | 18.6        | oz    | -0.1  | -0.4 |
| <b>Gold (LON)</b>         | 1321        | oz    | -6    | -0.5 |
| <b>Platinum</b>           | <b>1071</b> | oz    | -5    | -0.5 |
| <b>WTI Crude (Oct)</b>    | <b>47.3</b> | bbl   | 0.6   | 1.2  |
| <b>Iron Ore (Tianjin)</b> | <b>61.1</b> | t     | -0.4  | -0.7 |
| <b>Copper (LME)</b>       | <b>4626</b> | t     | -6    | -0.1 |
| <b>Nickel</b>             | 9845        | t     | -150  | -1.5 |
| <b>Aluminium</b>          | 1645        | t     | -1    | -0.1 |
| <b>Lead</b>               | 1862        | t     | 7     | 0.4  |
| <b>Zinc</b>               | 2298        | t     | 22    | 1.0  |
| <b>Tin</b>                | 18750       | t     | -100  | -0.5 |
| <b>CBT Wheat (Sep)</b>    | <b>4.01</b> | bshl  | -0.03 | -0.7 |

### Commodities Commentary

*Oil* – settled slightly higher after rising in later trade.

**Iran** reportedly confirmed it would attend the late-September Algiers International Energy Conference OPEC sidelines get-together.

Brent closed 1.3% higher for the session, at \$US49.67/bbl.

A weekly US drill **rig count** is due tonight.

*Gold* – a large futures sale appeared to impact sentiment overnight, as it pushed prices to new four-week lows and triggered further stop-losses.

*Base metals* – copper slipped to 10-week lows amid plentiful supply concerns.

### Exchange Rates

| CURRENCIES       | LAST   | +/-    | %    |
|------------------|--------|--------|------|
| <b>AUD – USD</b> | 0.7627 | 0.0009 | 0.12 |
| <b>EUR – USD</b> | 1.1285 | 0.0001 | 0.01 |

### US Data Tonight

|   |       |
|---|-------|
| GDP (2 <sup>nd</sup> estimate of three) | Jun Q |
| Trade balance                           | Jul   |
| Uni of Michigan consumer sentiment      | Aug   |

### Other Overseas Data Today & Tonight

|                |                         |      |
|----------------|-------------------------|------|
| <b>Japan</b>   | CPI                     | Jul  |
| Japan          | BoJ review              | 2016 |
| <b>UK</b>      | GDP (final)             | Aug  |
| <b>Germany</b> | GfK consumer confidence | Sep  |

## Pre-Open Announcements

### Asaleo Care (\* AHY) / ERM Power (EPW)

Macquarie has re-rated AHY as outperform, from neutral, and EPW as neutral, from underperform.

### Argo Investments (\* ARG)

Proposing to raise up to \$200M in a SPP for which the price will be announced Monday.

### Automotive Holdings Group (AHG)

Previously-flagged \$20M (capped), \$4.52-per-share SPP commencing Monday. AHG traded at \$4.76 - \$4.90 yesterday.

### 333D Ltd (T3D)

The former OzBrewing (OZB) recommenced ASX trade as T3D yesterday. Opened at 3.5c and traded at 2.7c – 4c before settling at 2.8c. OZB had last traded at 1.6c.

## Resources

### Saracen Mineral Holdings (\* SAR)

132% higher, \$A25.9M full-year NPAT (ordinary activities). 11% higher, \$276.5M revenue. 33c NTA. 3.2c EPS. \$40.3M cash and bullion. Nil debt.

### Australian Bauxite (\* ABX)

Tasmania Final Rail bauxite project resource now at 6Mt, boosting total resources held by ABX in Tasmania to 12Mt. Traded at 18.5 – 20.5c yesterday.

## Energy

### Tap Oil (TAP)

\$US5.99M interim net loss. 49% lower \$US28.1M revenue. US12c NTA.

## Trading Halts

| Company            | Code | Resuming |
|--------------------|------|----------|
| Brierty Ltd        | BYL  | 26 Aug   |
| Oldfields Holdings | OLH  | 26 Aug   |
| Oro Verde          | OVL  | 26 Aug   |
| Eden Energy        | EDE  | 29 Aug   |
| Evolution Mining   | EVN  | 29 Aug   |
| Santana Minerals   | SMI  | 29 Aug   |
| Tasman Resources   | TAS  | 29 Aug   |
| Gage Roads Brewing | GRB  | 30 Aug   |

## Suspensions (selected)

| Company                      | Code | Since  |
|------------------------------|------|--------|
| Australia China Holdings     | AAK  | 25 Aug |
| Excalibur Mining Corporation | EXM  | 15 Aug |
| G8 Communications            | G8C  | 10 Aug |
| India Resources              | IRL  | 19 Aug |
| Indus Energy                 | IND  | 5 Aug  |
| New Guinea Energy            | NGE  | 12 Aug |
| Topbetta Holdings            | TBH  | 18 Aug |
| Yonder & Beyond Group        | YNB  | 25 Aug |

## Ex-Dividends

| Code       | Ex-Div | Div (c)    | Fr (%) | Yield (%) |
|------------|--------|------------|--------|-----------|
| <b>AQF</b> | Today  | <b>3</b>   | 100    | 3.24      |
| <b>AUF</b> | Today  | <b>1.1</b> | 100    | 1.69      |

**Need More Information?**

Contact your State One Stockbroking advisor on 08 9288 3388 or 1300 651 898, or by email, [advice@stateone.com.au](mailto:advice@stateone.com.au).

|            |       |              |     |       |
|------------|-------|--------------|-----|-------|
| <b>BAL</b> | Today | <b>7.8</b>   | 100 | 0.80  |
| <b>FID</b> | Today | <b>7</b>     | 100 | 4.11  |
| <b>INA</b> | Today | <b>5.1</b>   | 0   | 3.21  |
| <b>OTC</b> | Today | <b>0.5</b>   | 100 | 1.49  |
| <b>PRT</b> | Today | <b>1.7</b>   | 100 | 13.21 |
| <b>SNZ</b> | Today | <b>~2.07</b> | 0   | 1.11  |
| AZJ        | Mon   | 13.3         | 70  | 5.34  |
| FSA        | Mon   | 4            | 100 | 5.98  |
| OML        | Mon   | 4            | 100 | 2.30  |
| WES        | Mon   | 95           | 100 | 4.26  |
| WPL        | Mon   | ~44.09       | 100 | 3.48  |
| ALI        | Tue   | 2.5          | 0   | 1.61  |
| AOD        | Tue   | 0.37         | 100 | 5.11  |
| AWC        | Tue   | ~3.80        | 100 | 4.57  |
| BAP        | Tue   | 6            | 100 | 1.74  |
| BGA        | Tue   | 5            | 100 | 1.41  |
| BLD        | Tue   | 11.5         | 100 | 3.27  |
| FSI        | Tue   | 3.75         | 100 | 4.41  |
| GXL        | Tue   | 9.5          | 100 | 2.68  |
| NMS        | Tue   | 6.4          | 100 | 6.40  |
| SAI        | Tue   | 9.5          | 100 | 4.75  |
| AMP        | Wed   | 14           | 90  | 5.15  |
| CIN        | Wed   | 75           | 100 | 3.51  |
| FSF        | Wed   | ~8.04        | 100 | 5.49  |
| MIN        | Wed   | 21           | 0   | 2.67  |
| MRN        | Wed   | 2            | 100 | 4.04  |
| NVT        | Wed   | 9.9          | 100 | 3.70  |
| TRS        | Wed   | 8            | 100 | 4.34  |
| TWE        | Wed   | 12           | 0   | 1.77  |

**Reports & Events**

(selected scheduled)

| When         | Company    | Report/Event |
|--------------|------------|--------------|
| <b>Today</b> | <b>AIZ</b> | Full-year    |
|              | <b>APN</b> | Interim      |
|              | <b>CAB</b> | Full-year    |
|              | <b>CCL</b> | Interim      |
|              | <b>CTD</b> | Full-year    |
|              | <b>DCG</b> | Full-year    |
|              | <b>HVN</b> | Full-year    |
|              | <b>MYX</b> | Full-year    |
|              | <b>MVF</b> | Full-year    |
|              | <b>REG</b> | Full-year    |
|              | <b>SGR</b> | Full-year    |
|              | <b>SHV</b> | Full-year    |
|              | <b>SUL</b> | Full-year    |
| <b>TFC</b>   | Full-year  |              |
| <b>Mon</b>   | BPT        | Full-year    |
|              | CDD        | Full-year    |
|              | EHE        | Full-year    |
|              | IFN        | Full-year    |
|              | RIC        | Full-year    |
| <b>Tue</b>   | BDR        | Interim      |
|              | FWD        | Full-year    |
|              | FXL        | Full-year    |
|              | GTY        | Full-year    |
|              | MQA        | Interim      |
|              | RHC        | Full-year    |
|              | SFR        | Full-year    |
|              | SGH        | Full-year    |

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|            |     |           |
|------------|-----|-----------|
| <b>Wed</b> | VIT | Full-year |
|            | ABC | Interim   |
|            | EHL | Full-year |
|            | IGO | Full-year |
|            | MTS | AGM       |
|            | WEC | Full-year |