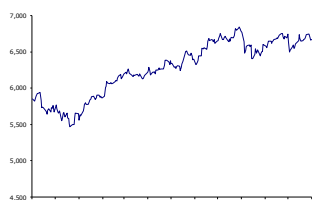


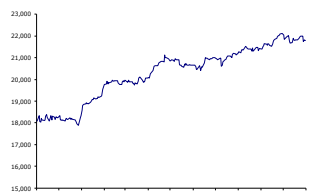
STATE ONE SPINNAKER

3 November 2019
Issue 478

12 month XJO chart



12 month Dow Jones chart



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Overview

For more research visit:

www.stateone.com.au/research

State One Stockbroking Ltd

Head Office

Level 14, State One House

172 St George's Terrace

Perth WA 6000

Perth Tel: (+61 8) 9288 3388

Sydney Tel: (+61 2) 9024 9105

Email: broker@stateone.com.au

Web: www.stateone.com.au

Global Wrap – 3 November 2019

World Markets	3/11/2019	27/10/2019	Wkly Chg	Mthly Chg	Yearly Chg
ASX 200	6669	6739	-1.0%	1.9%	20.3%
Dow Jones	21798	21988	-0.9%	-1.0%	18.0%
Nasdaq	5284	5284	0.0%	-0.2%	21.9%
S&P 500	3067	3023	1.5%	5.1%	36.5%
FTSE 100	7302	7324	-0.3%	1.9%	5.4%
DAX30	12961	12895	0.5%	7.2%	13.0%
Shanghai Composite	2958	2980	-0.7%	0.4%	-8.0%
Nikkei 225	22851	22867	-0.1%	6.0%	21.8%
Hang Seng	27101	26667	1.6%	5.5%	18.5%
Currency					
AUD/USD	0.6914	0.6838	1.1%	1.4%	-4.0%
Commodities					
Oil (\$/bbl)	56.1	55.7	0.6%	4.0%	-10.7%
Gas (\$/gal)	2.7	2.5	10.4%	21.2%	-30.6%
Iron Ore (\$/t)	0.0	53.9	-100.0%	-100.0%	-100.0%
Copper (\$/t)	5882	5868	0.2%	3.9%	0.8%
Lead (\$/t)	2210	2245	-1.5%	3.8%	-5.2%
Zinc (\$/t)	2564	2544	0.8%	10.4%	-6.6%
Aluminium (\$/t)	1742	1711	1.8%	0.8%	0.6%
Nickel (\$/t)	16830	16890	-0.4%	-5.2%	48.0%
Tin (\$/t)	16800	16600	1.2%	2.6%	-21.5%
Gold (\$/oz)	1511	1505	0.4%	0.0%	28.9%
Silver (\$/oz)	18.1	17.9	0.7%	1.6%	5.6%
Platinum (\$/oz)	954	933	2.2%	6.3%	1.7%
Wheat (\$/t)	516.500	517.000	-0.1%	3.2%	26.5%

Source: Iress

Global Wrap

Key points

1. Jobs data, reporting season lifts US stocks

2. ANZ leads ASX lower

3. What to watch next week

US

Stocks rose sharply on Friday as investor sentiment lifted on much stronger-than-expected US jobs data, CNBC reported.

The Dow Jones Industrial Average closed 301.13 points higher, or 1.1% to 27,347.36. The S&P 500 gained 1% to end the day at 3,066.91, a fresh record close. The Nasdaq Composite also hit an all-time high, climbing 1.1% to 8,386.40.

Exxon Mobil was among the best-performing stocks in the Dow on the back of stronger-than-forecast quarterly results. The stock gained 3%. The industrials and financials sectors rose more than 1.4% each. Apple shares rose more than 2% to a record high, lifting the Nasdaq.

About 70% of S&P 500 companies have reported quarterly numbers thus far, according to FactSet. Of those companies 75% have reported better-than-expected earnings.

The US economy added 128,000 jobs in October, the Labor Department said Friday. Economists polled by Dow Jones expected a gain of 75,000 jobs for the previous month. The result comes after jobs growth data for September and August was also revised substantially higher.

Friday's jobs report came after the Federal Reserve cut rates earlier this week by 25 basis points. The Fed signalled a higher bar for further rate cuts, but noted significantly higher inflation is needed before raising rates again.

On the trade front, trade dented stocks on Thursday after Bloomberg News reported Chinese officials had been casting doubt over the possibility of a long-term trade deal with the US.

But China said on Friday it had reached a consensus in principle with the US during trade talks this week. The US Trade Representative's office also said its chief Robert Lighthizer and Treasury Secretary Steven Mnuchin had made "progress in a variety of areas and are in the process of resolving outstanding issues."

China

China and Hong Kong stocks rallied Friday, as investor sentiment got a boost from a gauge showing the outlook for China's small factories rose to its highest level in nearly three years.

The Shenzhen Component Index increased 1.73%, while the Shanghai Composite Index rose 1%, snapping a three-day losing streak, The South China Morning Post reported. Meanwhile, the Hang Seng Index rose 0.7% to 27,100.76, closing above 27,000 for the first time since mid-September.

The Caixin/Markit manufacturing purchasing managers' index (PMI) improved for a fourth straight month to 51.7 in October. That was its best reading since it hit the same level in February 2017, and from 51.4 in September, beating expectations.

Japan

Tokyo stocks turned down on Friday, following Thursday's fall in US equities and a stronger yen amid fresh concerns over US-China trade negotiations, The Japan Times reported. The 225-issue Nikkei average fell 76.27 points, or 0.33 percent, to end at 22,850.77 on the Tokyo Stock Exchange.

Europe

European stocks advanced on Friday after surprisingly strong Chinese data, with key reports on the US economy still due to be released before the close. The Stoxx Europe 600 rose 0.37% to 398.20, led by big oil companies including BP and Total.

The German DAX increased 0.42% to 12921.21, the French CAC 40 added 0.31% to 5747.75 and the UK FTSE 100 rose 0.25% to 7266.42.

Australia

Australian shares slipped on Friday, pulled lower by heavyweight banking shares after disappointing financial results from Australia and New Zealand Banking Group, Reuters reported. The S&P/ASX 200 index fell 0.3% or 20.9 points to 6,642.5. The benchmark fell 0.4% on Thursday. ANZ fell 2.6% to a more than two-month low and was the biggest loser among **financials** for a second session. Westpac Banking Corp was down nearly 2.2%, while top lender Commonwealth Bank of Australia lost 1.6%. National Australia Bank, which is set to report full-year results next Thursday, fell 1.3%.

ANZ on Thursday reduced franking credits on its final dividend payout to 70% as it reported second-half profits that missed market expectations. Franking credits allow shareholders to reduce or eliminate double taxation.

Investment bank Macquarie Group slipped 1.8% after it revealed a slump in traditional banking takings and forecast a weaker annual result on Friday, although it posted a record first half profit, driven by higher fees from its managed funds.

Elsewhere, concerns about a potential China-U.S. trade deal getting off the ground continued to weigh on shares (before the more positive reports on Friday US time).

(Non-gold) **mining stocks** slipped, with global miners BHP Group and Rio Tinto Ltd falling 1.5% and 1.2%, respectively.

Safe-haven **gold stocks** were snapped up in the midst of the uncertainty, with Newcrest Mining Ltd tacking on 3.4% while Northern Star Resources added 4%.

The week ahead:

Markets are pricing in just a 4.0% chance of a rate cut at the Reserve Bank of Australia's meeting on Melbourne Cup day, Tuesday 5 November.




















































The important leading indicator of US economic growth, the Institute for Supply Management (ISM) Non Manufacturing Purchasing Managers Index (PMI) will be released on Wednesday 6 November.

Economic Calendar 4/11/2019 – 8/11/2019

Monday November 04 2019		Actual	Previous	Consensus	Forecast	
04:55 PM	DE Markit Manufacturing PMI Final OCT		41.7	41.9	41.9	
Tuesday November 05 2019		Actual	Previous	Consensus	Forecast	
07:00 PM	BR BCB Copom Meeting Minutes					
09:30 PM	CA Balance of Trade SEP		C\$-0.96B	C\$-0.7B	C\$-0.3B	
09:30 PM	US Balance of Trade SEP		\$-54.9B	\$-52.5B	\$-52.0B	
11:00 PM	US ISM Non-Manufacturing PMI OCT		52.6	53.4	52.9	
Wednesday November 06 2019		Actual	Previous	Consensus	Forecast	
11:00 PM	CA Ivey PMI s.a OCT		48.7		50.2	
Thursday November 07 2019		Actual	Previous	Consensus	Forecast	
08:30 AM	AU Balance of Trade SEP		A\$5.926B	A\$5B	A\$6.3B	
08:00 PM	GB BoE Interest Rate Decision		0.75%	0.75%	0.75%	
08:00 PM	GB BoE Quantitative Easing		£435B	£435B	£435B	
08:00 PM	GB MPC Meeting Minutes					
Friday November 08 2019		Actual	Previous	Consensus	Forecast	
08:30 AM	AU RBA Statement on Monetary Policy					
11:00 AM	CN Balance of Trade OCT		\$39.65B	\$41.2B	\$43.0B	
11:00 AM	CN Exports YoY OCT		-3.2%	-3.5%	-1.6%	
11:00 AM	CN Imports YoY OCT		-8.5%	-8.9%	-7.4%	
03:00 PM	DE Balance of Trade SEP		€16.2B		€17.2B	
09:30 PM	CA Employment Change OCT		53.7K	20K		
11:00 PM	US Michigan Consumer Sentiment Prel NOV		95.5	96	96	

Source: www.tradingeconomics.com

Economic Calendar 11/11/2019 – 15/11/2019

Monday November 11 2019			Actual	Previous	Consensus	Forecast	
05:30 PM	 GB	GDP Growth Rate YoY Prel Q3		1.3%		1.3%	 
05:30 PM	 GB	GDP Growth Rate QoQ Prel Q3		-0.2%		0.4%	 
05:30 PM	 GB	Balance of Trade SEP		£-1.546B		£-2.2B	 
09:00 PM	 RU	GDP Growth Rate YoY Prel Q3		0.9%	1.6%	1.4%	 
Tuesday November 12 2019			Actual	Previous	Consensus	Forecast	
08:30 AM	 AU	NAB Business Confidence OCT		0		1	 
05:30 PM	 GB	Claimant Count Change OCT		21.1K		27K	 
06:00 PM	 DE	ZEW Economic Sentiment Index NOV		-22.8			 
Wednesday November 13 2019			Actual	Previous	Consensus	Forecast	
07:30 AM	 AU	Westpac Consumer Confidence Index NOV		92.8		93.5	 
07:30 AM	 AU	Westpac Consumer Confidence Change NOV		-5.5%		0.8%	 
03:00 PM	 DE	Inflation Rate YoY Final OCT		1.2%	1.1%	1.1%	 
05:30 PM	 GB	Inflation Rate YoY OCT		1.7%			 
09:30 PM	 US	Core Inflation Rate YoY OCT		2.4%		2.4%	 
09:30 PM	 US	Inflation Rate YoY OCT		1.7%		1.6%	 
Thursday November 14 2019			Actual	Previous	Consensus	Forecast	
08:30 AM	 AU	Unemployment Rate OCT		5.2%		5.2%	 
03:00 PM	 DE	GDP Growth Rate QoQ Flash Q3		-0.1%		-0.2%	 
06:00 PM	 EA	GDP Growth Rate QoQ 2nd Est Q3		0.2%	0.2%	0.2%	 
Friday November 15 2019			Actual	Previous	Consensus	Forecast	
09:30 PM	 US	Retail Sales MoM OCT		-0.3%			 

Source: www.tradingeconomics.com

All Ords Top 10 Week Ending 1 November 2019

10 Best Performing Stocks Weekly (%)			10 Worst Performing Stocks Weekly (%)		
PLS	Pilbara Min Ltd	23.2	JIN	Jumbo Interactive	-21.2
GXY	Galaxy Resources	16.8	BGA	Bega Cheese Ltd	-17.5
SLR	Silver Lake Resource	15.0	CGC	COSTA GROUP HOLDINGS	-15.8
ORE	Orocobre Limited	14.3	PME	Pro Medicus Limited	-9.9
IRE	IRESS Limited	11.6	WSA	Western Areas Ltd	-7.4
OML	Ooh!Media Limited	10.0	RSG	Resolute Mining	-6.9
BVS	Bravura Solution Ltd	8.2	ANZ	ANZ Banking Grp Ltd	-6.6
SBM	St Barbara Limited	6.8	APT	Afterpay Touch	-6.3
MIN	Mineral Resources.	6.3	NWH	NRW Holdings Limited	-6.3
CSR	CSR Limited	6.1	NEA	Nearmap Ltd	-6.1

Source: IRESS

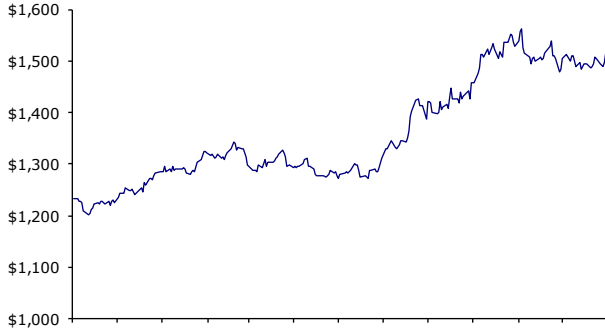
S & P Indices Week Ending 1 November 2019

S&P Indices	3/11/2019	27/10/2019	Wkly Chg	Mthly Chg	Yearly Chg
S&P 200 Energy	10962	11005	-0.4%	5.2%	23.3%
S&P 200 Materials	13047	13030	0.1%	1.1%	31.8%
S&P 200 Industrials	6996	6944	0.7%	3.5%	37.1%
S&P 200 Consumer Disc.	2625	2673	-1.8%	2.3%	25.4%
S&P 200 Consumer Staples	12326	12438	-0.9%	0.4%	44.1%
S&P 200 Healthcare	38763	38398	0.9%	6.5%	101.1%
S&P 200 Financials	6245	6445	-3.1%	0.7%	-2.0%
S&P 200 Info Technology	1324	1325	-0.1%	-3.3%	70.3%
S&P 200 Telecommunicatic	1252	1262	-0.8%	0.0%	-28.7%
S&P 200 Utilities	8222	8233	-0.1%	2.1%	9.1%
S&P 200 Property Trusts	1638	1646	-0.5%	1.1%	22.1%
S&P 200 Financials ex PT	6966	7188	-3.1%	0.7%	-2.0%

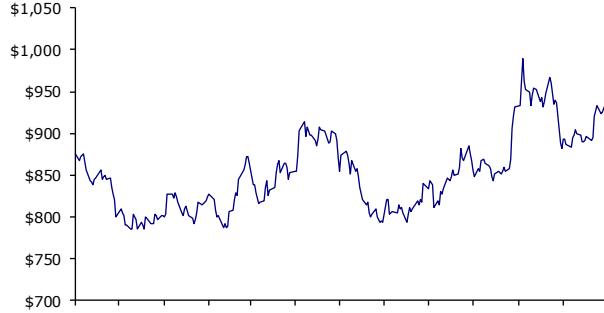
Source: IRESS

1 Year Commodity Price Charts

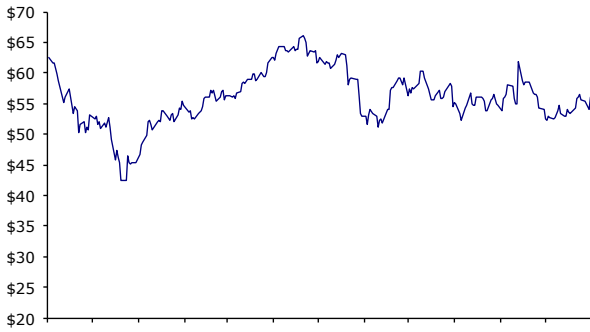
1 Year Gold



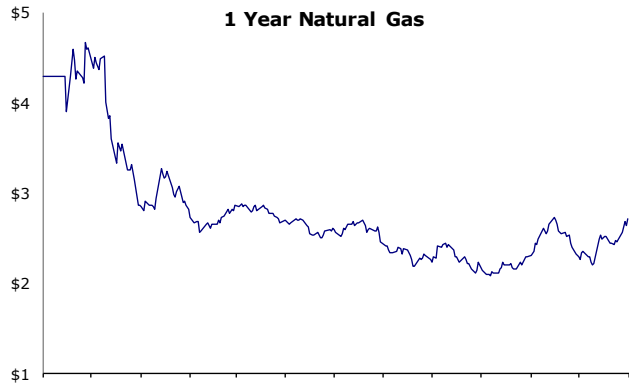
1 Year Platinum



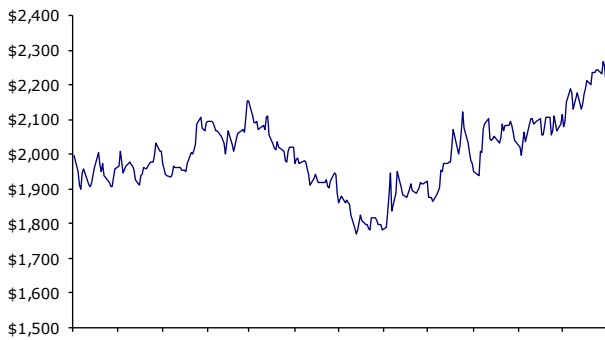
1 Year Oil



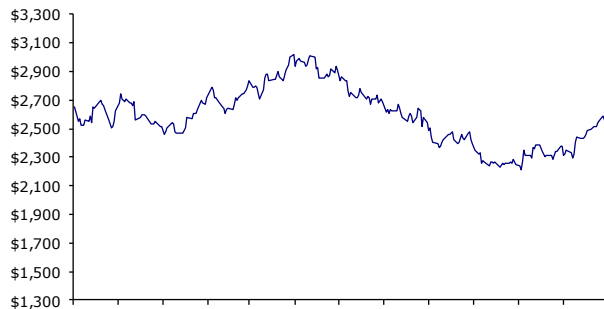
1 Year Natural Gas



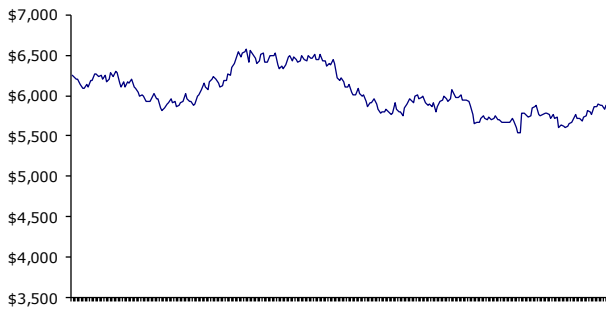
1 Year Lead



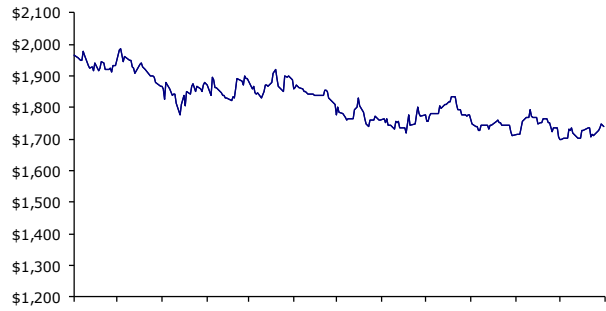
1 Year Zinc



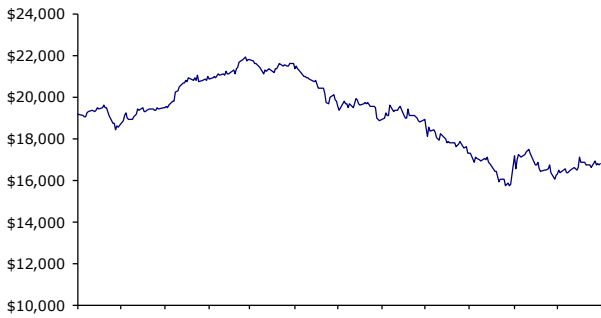
1 Year Copper



1 Year Aluminium



1 Year Tin

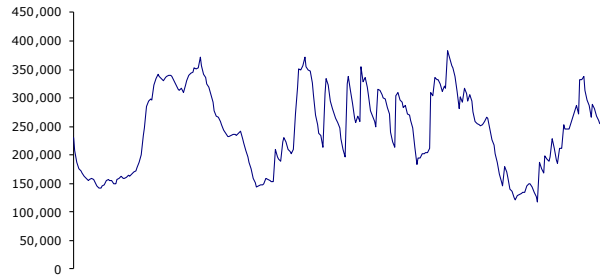


5 Year Metals Stockpiles

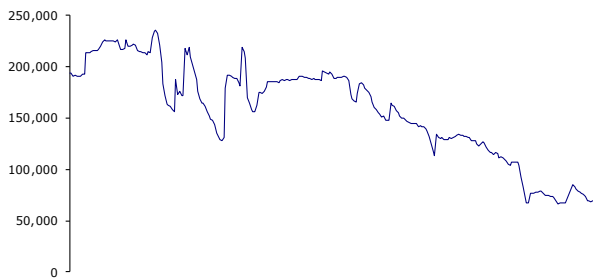
Nickel LME Stockpiles - 5 Year



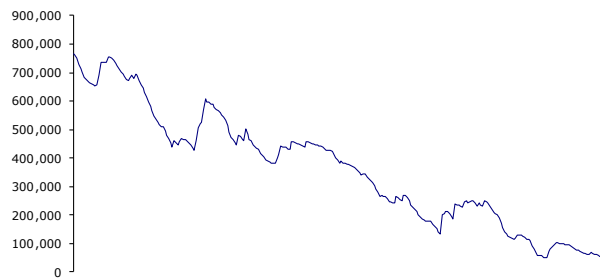
Copper LME Stockpiles - 5 Year



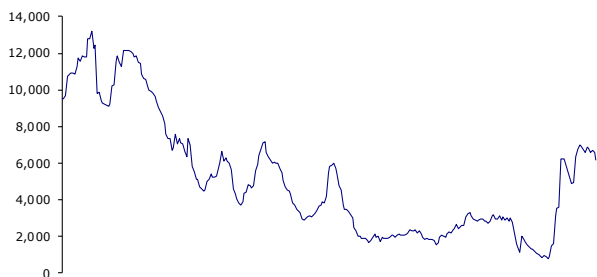
Lead LME Stockpiles - 5 Year



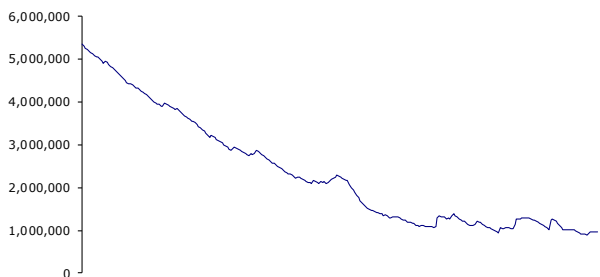
Zinc LME Stockpiles - 5 Year



Tin LME Stockpiles - 5 Year



Aluminium LME Stockpiles - 5 Year



Alan Hill
Executive Chairman
Phone: +61 8 9288 3388
ahill@stateone.com.au

Mark Sullivan
Institutional Dealer
Phone: +61 2 9024 9134
msullivan@stateone.com.au

Yitz Barber
Equities Advisor
Phone: +61 2 9024 9107
ybarber@stateone.com.au

Graeme Johnson
Equities & Derivatives Advisor
Phone: +61 8 9288 3316
gjohnson@stateone.com.au

Karen Tan
Equities Advisor
Phone: +61 8 9288 3303
ktan@stateone.com.au

David Zhang
Equities Advisor
Phone: +61 2 9024 9130
dzhang@stateone.com.au

David Brennan
Senior Investment Analyst
Phone: +61 2 9024 9142
DBrennan@stateone.com.au

Tammie Wong
Equities Advisor
Phone: +61 2 9024 9133
twong@stateone.com.au

Ric Heydon
Equities & Derivatives Advisor
Phone: +61 8 9288 3307
rheydon@stateone.com.au

Robert Chen
Equities Advisor
Phone: +61 2 9024 9132
rchen@stateone.com.au

Morris Levitzke
Equities Advisor
Phone: +61 8 9288 3315
mlevitzke@stateone.com.au

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