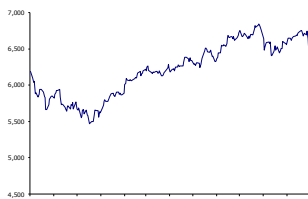


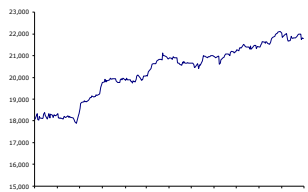
STATE ONE SPINNAKER

6 October 2019
Issue 474

12 month XJO chart



12 month Dow Jones chart



State One Research Products

Spinnaker Free Weekly

Market Opener Free Daily

Daily Resources [Clients Only](#)

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 – 6 October 2019

World Markets	6/10/2019	29/09/2019	Wkly Chg	Mthly Chg	Yearly Chg
ASX 200	6517	6716	-3.0%	-1.8%	17.6%
Dow Jones	21798	21988	-0.9%	-1.0%	18.0%
Nasdaq	5284	5284	0.0%	-0.2%	21.9%
S&P 500	2952	2962	-0.3%	-1.6%	31.4%
FTSE 100	7155	7426	-3.6%	-2.5%	3.2%
DAX30	12013	12381	-3.0%	-2.8%	2.0%
Shanghai Composite	2905	2905	0.0%	-4.2%	-9.6%
Nikkei 225	21410	21756	-1.6%	-1.6%	14.1%
Hang Seng	25821	25955	-0.5%	-4.9%	12.9%
Currency					
AUD/USD	0.6769	0.6750	0.3%	0.3%	-4.0%
Commodities					
Oil (\$/bbl)	52.9	54.2	-2.4%	-3.9%	-28.8%
Gas (\$/gal)	2.3	2.4	-2.3%	-7.7%	-29.9%
Iron Ore (\$/t)	0.0	53.9	-100.0%	-100.0%	-100.0%
Copper (\$/t)	5599	5714	-2.0%	-2.7%	-4.1%
Lead (\$/t)	2148	2067	3.9%	2.2%	-7.9%
Zinc (\$/t)	2316	2338	-1.0%	-2.1%	-15.6%
Aluminium (\$/t)	1702	1736	-2.0%	-5.1%	-1.7%
Nickel (\$/t)	17905	17360	3.1%	-2.3%	57.5%
Tin (\$/t)	16350	16325	0.2%	-6.0%	-23.6%
Gold (\$/oz)	1513	1506	0.4%	0.5%	29.0%
Silver (\$/oz)	17.6	17.7	-0.3%	-3.3%	3.0%
Platinum (\$/oz)	887	936	-5.3%	-6.3%	-5.4%
Wheat (\$/t)	490.000	487.250	0.6%	2.6%	20.0%

Source: Iress

Global Wrap

Key points

1. 'Goldilocks' jobs figures in US boost sentiment

2. What to watch in the week ahead

US

Stocks closed higher on Friday as the latest US jobs report hit the sweet spot with Wall Street traders, CNBC reported.

The Dow Jones Industrial Average climbed 372 points, or 1.4% to close at 26,573.75. The S&P 500 advanced 1.4% to 2,952.01. The Nasdaq Composite also gained 1.4% to close at 7,982.47.

For the week, however, the Dow and S&P 500 posted a third straight decline. The Nasdaq rose about 0.5% week to date.

The US economy added 136,000 jobs in September, the Bureau of Labor Statistics said Friday. Economists polled by Dow Jones expected an increase of 145,000 jobs. However, the unemployment rate fell to 3.5%, a 50-year low.

Friday's jobs report was solid enough to dampen recession fears, but lacklustre enough to keep the Federal Reserve on track to cut rates again later this month. Expectations for a 25 basis-point rate cut were at 79% on Friday, according to the CME Group's FedWatch tool.

The data provided some relief after a frail performance for world stocks in recent weeks, with investors gripped by political uncertainty in the US and Hong Kong, the US-China trade war, geopolitical tensions in the Middle East, Brexit tensions and a flurry of weaker-than-anticipated economic data.

China/Hong Kong

The Hang Seng Index dropped to a one-month low at the close on Friday, ending the day 1.11% lower at 25,821, The South China Morning Post reported.

Heavyweight stocks weighed on the benchmark, which was also affected by rumours ahead of an address by Hong Kong leader Carrie Lam, who announced on Friday a ban of face masks during protests.

The markets were then mildly boosted by Lam, who said the city was not in a state of emergency.

The benchmark was further held down by shares of Macau casinos. Galaxy Entertainment lost 2.7% to HK\$48.7 and Sands China lost 2.3% to HK\$35.3.

Gaming revenue touched its lowest level for the year in September, but it was 0.6% higher than the same period last year, according to official numbers disclosed on Tuesday.

Budweiser Brewery Company APAC rose by 3 per cent, ending its debut trading week with a market cap of HK\$403 billion, a new high.

The Shanghai market will reopen after a week-long holiday on Tuesday.

Japan

Stocks rose slightly in thin trading Friday as investors waited for the US Government's employment statistics released later on Friday, The Japan Times reported.

The 225-issue Nikkei average advanced 68.46 points, or 0.32%, to end at 21,410.20 on the Tokyo Stock Exchange. On Thursday, the key market gauge sank 436.87 points.

Europe

European stocks closed higher Friday afternoon after the release of the US jobs report, CNBC reported. The pan-European Stoxx 600 closed 0.6% following the data release. Utilities, tech, chemicals and healthcare stocks all rose more than 1% while autos remained a stubborn 0.7% below the flatline.

The FTSE 100 clawed back some of its weekly losses, gaining 1% by the time of close in London. A corresponding weakening of sterling versus the dollar aided the FTSE basket.

Australia

Australian stocks finished the week with a 0.4% rise, rebounding after two days of losses that wiped almost \$80 billion off the sharemarket, The Australian reported.

Retail sales data for August showed a slight boost in the sector, but fell short of expectations as the Reserve Bank of Australia warned of rising risks to global growth.

The ASX200 gained by 0.4% to 6517.1 at the close, but after a solid two-day sell-off in the preceding days, the market still finished 3% lower for the week.

Stocks flirted with negative trade after Australian retail sales fell short of expectations, adding 0.4% for August, just shy of a 0.5% boost expected.

Global growth fears weighed on the Australian share market with all sectors in the red for the week, particularly financials which were also hit by the latest RBA rate cut, tech stocks and resources.

What investors will be watching in the week ahead

The big focus will be on renewed face to face trade talks between the US and China on Thursday with senior Chinese negotiators travelling to the US.

Also:

NAB Business Confidence and Westpac Consumer Confidence: Tuesday 8 October and Thursday 10 October





















The business and consumer confidence indices both reached significantly low levels in August and September, driven by concern for the transport, utilities, finance and property services sector and a

general uncertainty surrounding the economy and the recent rate cuts. The NAB Business Confidence Index plunged to a value of 1 in August and the Westpac Bank Consumer Confidence Index for Australia dropped by 1.7% over a month to 98.2 in September 2019. Both results are expected to remain at these levels for their consecutive months.

RBA Financial Stability Review: Friday 11 October

This semi-annual report provides the RBA's assessment of the current health of the financial system and highlights any potential risks to financial stability. Following its third rate cut this year, we are interested to see its thoughts on the future of monetary policy in Australia.

Economic Calendar 7/10/2019 – 11/10/2019

Tuesday October 08 2019		Actual	Previous	Consensus	Forecast	
08:30 AM	AU NAB Business Confidence SEP		1		2	 
Thursday October 10 2019		Actual	Previous	Consensus	Forecast	
02:00 AM	US FOMC Minutes					
07:30 AM	AU Westpac Consumer Confidence Index OCT		98.2		97.9	 
07:30 AM	AU Westpac Consumer Confidence Change OCT		-1.7%		-0.3%	 
02:00 PM	DE Balance of Trade AUG		€21.4B		€14.1B	 
04:30 PM	GB Balance of Trade AUG		£-0.219B		£-3.8B	 
08:30 PM	US Core Inflation Rate YoY SEP		2.4%	2.4%	2.4%	 
08:30 PM	US Inflation Rate YoY SEP		1.7%	1.8%	1.9%	 
	US US-China Trade Talks					
Friday October 11 2019		Actual	Previous	Consensus	Forecast	
08:30 AM	AU RBA Financial Stability Review					
02:00 PM	DE Inflation Rate YoY Final SEP		1.4%	1.2%	1.2%	 
08:30 PM	CA Employment Change SEP		81.1K	10K	50K	 
10:00 PM	US Michigan Consumer Sentiment Prel OCT		93.2	92	91.9	 
	US US-China Trade Talks					

Source: www.tradingeconomics.com

Economic Calendar 14/10/2019 – 18/10/2019

Monday October 14 2019		Actual	Previous	Consensus	Forecast	
10:30 AM	CN Balance of Trade SEP		\$34.83B	\$34.05B	\$34B	
10:30 AM	CN Exports YoY SEP		-1%	-3%		
10:30 AM	CN Imports YoY SEP		-5.6%	-5%		
Tuesday October 15 2019		Actual	Previous	Consensus	Forecast	
08:30 AM	AU RBA Meeting Minutes					
09:30 AM	CN Inflation Rate YoY SEP		2.8%	2.9%	2.9%	
04:30 PM	GB Claimant Count Change SEP		28.2K	24K		
05:00 PM	DE ZEW Economic Sentiment Index OCT		-22.5	-29.4		
Wednesday October 16 2019		Actual	Previous	Consensus	Forecast	
04:30 PM	GB Inflation Rate YoY SEP		1.7%	1.9%		
08:30 PM	CA Inflation Rate YoY SEP		1.9%	1.8%		
08:30 PM	US Retail Sales MoM SEP		0.4%	0.3%		
Thursday October 17 2019		Actual	Previous	Consensus	Forecast	
08:30 AM	AU Unemployment Rate SEP		5.3%		5%	
	EU European Council Meeting					
Friday October 18 2019		Actual	Previous	Consensus	Forecast	
07:30 AM	JP Inflation Rate YoY SEP		0.3%		0.4%	
10:00 AM	CN GDP Growth Rate YoY Q3		6.2%	6.1%	5.9%	
	EU European Council Meeting					

Source: www.tradingeconomics.com

All Ords Top 10 Week Ending 4 October 2019

10 Best Performing Stocks Weekly (%)			10 Worst Performing Stocks Weekly (%)		
NUF	Nufarm Limited	45.5	GXY	Galaxy Resources	-13.0
MYX	Mayne Pharma Ltd	16.0	WEB	Webjet Limited	-11.0
JIN	Jumbo Interactive	10.1	PLS	Pilbara Min Ltd	-10.8
NST	Northern Star	6.5	HUB	HUB24 Ltd	-9.9
PME	Pro Medicus Limited	4.9	SDA	Speedcast Int Ltd	-9.2
CUV	Clinuvel Pharmaceut.	4.6	NHF	NIB Holdings Limited	-7.8
SPK	Spark New Zealand	3.7	GEM	G8 Education Limited	-7.8
SAR	Saracen Mineral	3.5	S32	South32 Limited	-7.6
ALX	Atlas Arteria	3.0	CGF	Challenger Limited	-7.1
EHE	Estia Health Ltd	2.7	CTD	Corp Travel Limited	-6.7

Source: IRESS

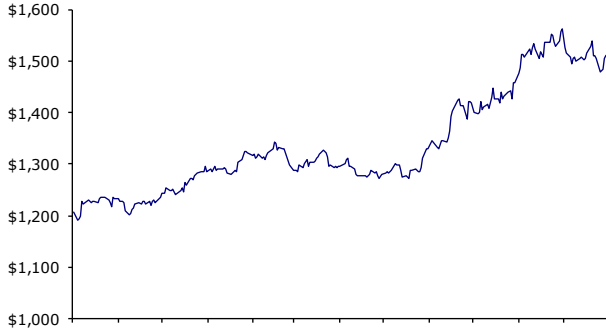
S & P Indices Week Ending 4 October 2019

S&P Indices	6/10/2019	29/09/2019	Wkly Chg	Mthly Chg	Yearly Chg
S&P 200 Energy	10396	10798	-3.7%	-3.4%	16.9%
S&P 200 Materials	12904	13277	-2.8%	-3.0%	30.3%
S&P 200 Industrials	6642	6777	-2.0%	-0.4%	30.2%
S&P 200 Consumer Disc.	2571	2628	-2.2%	-0.2%	22.8%
S&P 200 Consumer Staples	12227	12546	-2.5%	-1.6%	42.9%
S&P 200 Healthcare	35832	35719	0.3%	1.3%	85.9%
S&P 200 Financials	6208	6523	-4.8%	-3.1%	-2.6%
S&P 200 Info Technology	1346	1402	-4.0%	-2.7%	73.1%
S&P 200 Telecommunicatic	1232	1262	-2.4%	-3.6%	-29.8%
S&P 200 Utilities	7975	8142	-2.1%	0.6%	5.8%
S&P 200 Property Trusts	1609	1618	-0.6%	1.4%	19.9%
S&P 200 Financials ex PT	6924	7275	-4.8%	-3.1%	-2.6%

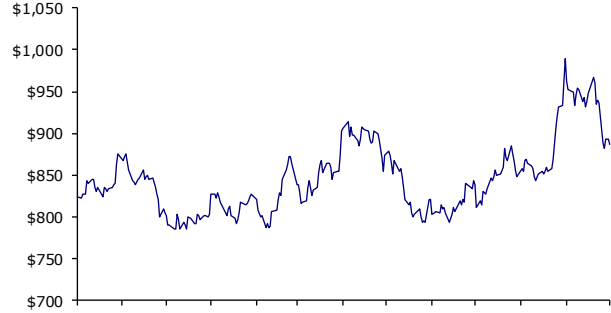
Source: IRESS

1 Year Commodity Price Charts

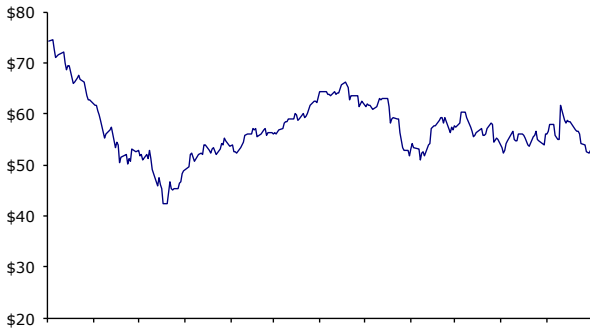
1 Year Gold



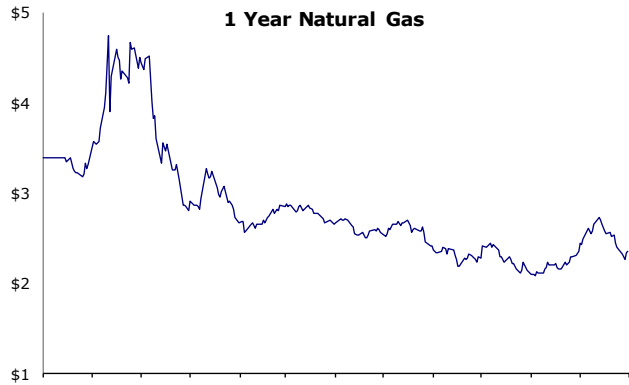
1 Year Platinum



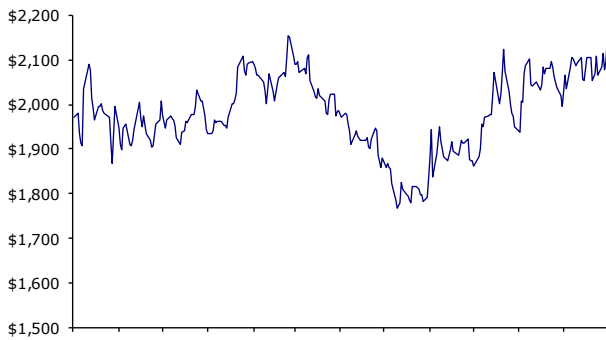
1 Year Oil



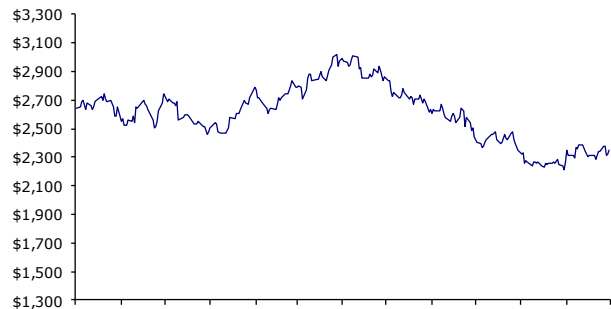
1 Year Natural Gas



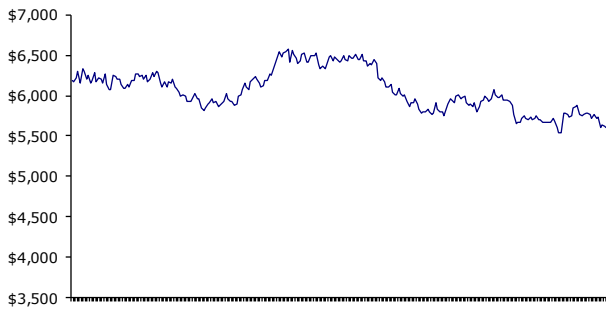
1 Year Lead



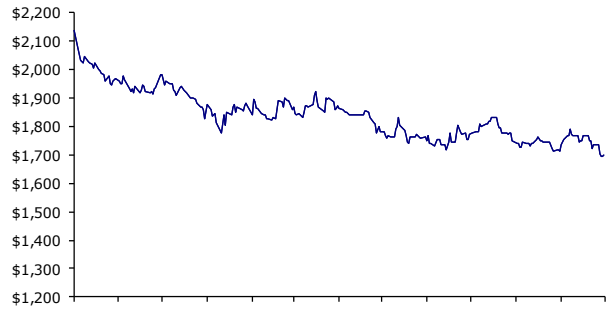
1 Year Zinc



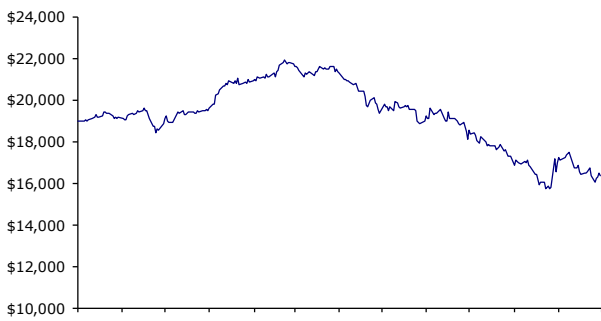
1 Year Copper



1 Year Aluminium



1 Year Tin

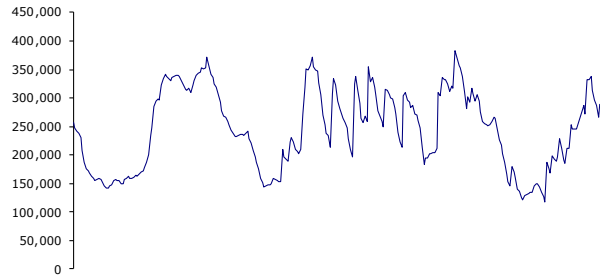


5 Year Metals Stockpiles

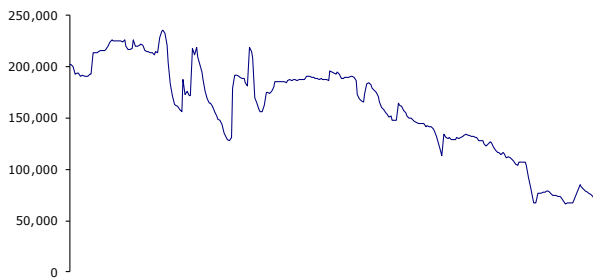
Nickel LME Stockpiles - 5 Year



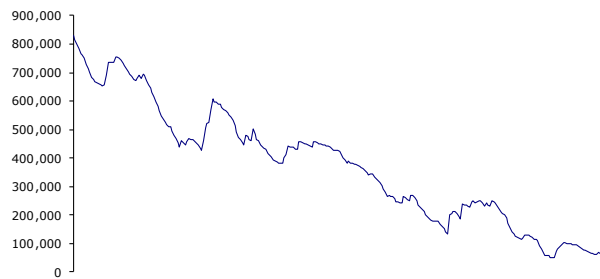
Copper LME Stockpiles - 5 Year



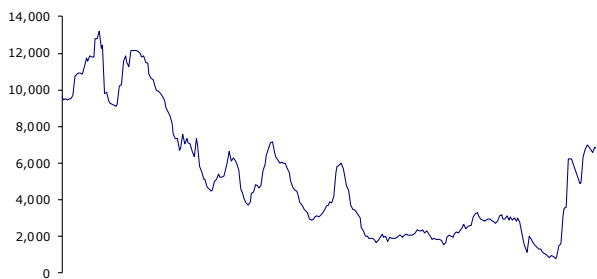
Lead LME Stockpiles - 5 Year



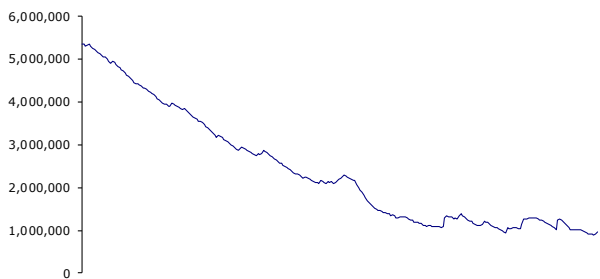
Zinc LME Stockpiles - 5 Year



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

General Advice Warning

The contents of this document have been prepared by State One Stockbroking Ltd (ABN 95 092 989 083, Australian Financial Services Licence ("AFSL") 247100) without taking account of your objectives, financial situation or needs. To the extent that any of the content constitutes advice, it is general advice. 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.

Whilst State One Stockbroking Ltd believe the data and content 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 Stockbroking Ltd or any of their officers, agents or employees. Some material is copyright and published under licence from ASX Operations Pty Limited ACN 004 523 782 ("ASXO").

If applicable, you should obtain the Product Disclosure Statement relating to the relevant financial product mentioned in this document (which contains full details of the terms and conditions of the financial product) and consider it before making any decision about whether to acquire the financial product.

For more information please refer to the State One Stockbroking Ltd Financial Services Guide (FSG) at https://www.stateone.com.au/Download/Download?file=stateone_fsg.pdf

Disclosure

The directors and associated persons of State One Stockbroking Ltd may have an 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.

This research at all times remains the property of State One Stockbroking Ltd and is not for public circulation or reproduction whether in whole or in part and is not to be disclosed to any person other than the intended recipient, without obtaining prior written consent.