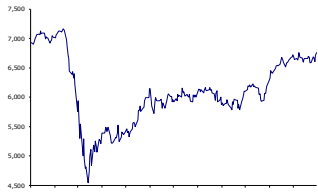
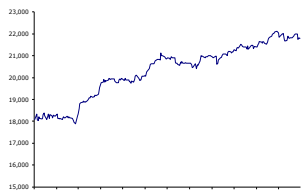


Issue 534
12-month XJO chart

12-month Dow Jones chart

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Global Wrap – 10 January 2021

World Markets	10/01/2021	3/01/2021	Wkly Chg	Mthly Chg	Yearly Chg
ASX 200	6758	6587	2.6%	1.2%	21.9%
S&P 500	3825	3756	1.8%	3.3%	70.3%
FTSE 100	6873	6461	6.4%	4.6%	-0.8%
DAX30	14050	13719	2.4%	3.6%	3.6%
Shanghai Composite	3570	3503	1.9%	4.9%	11.0%
Nikkei 225	28139	27258	3.2%	5.0%	50.0%
Hang Seng	27878	27231	2.4%	5.4%	21.9%
Currency					
AUD/USD	0.7768	0.7665	1.3%	0.9%	12.6%
Commodities					
Oil (\$/bbl)	52.2	47.4	10.3%	7.9%	-11.7%
Gas (\$/gal)	2.7	2.5	5.1%	-0.8%	38.8%
Iron Ore (\$/t)	0.0	53.9	-100.0%	-100.0%	-100.0%
Copper (\$/t)	8146	7742	5.2%	4.1%	39.5%
Lead (\$/t)	2000	1972	1.4%	-3.0%	-14.2%
Zinc (\$/t)	2833	2724	4.0%	0.5%	3.2%
Aluminium (\$/t)	2030	1978	2.6%	0.0%	17.2%
Nickel (\$/t)	17890	16540	8.2%	3.1%	57.3%
Tin (\$/t)	21325	20540	3.8%	7.6%	-0.3%
Gold (\$/oz)	1835	1895	-3.2%	-1.1%	56.6%
Silver (\$/oz)	24.6	26.4	-6.7%	-1.4%	44.1%
Platinum (\$/oz)	1066	1075	-0.9%	2.9%	13.7%
Wheat (\$/t)	638.750	640.500	-0.3%	6.8%	56.5%

Source: Iress

Key points

- Stocks rise on hopes of bigger US aid package**
- Hyundai up nearly 20% after reports of Apple deal on electric vehicles**
- What to watch next week**

In the **US stocks** closed at record highs on Friday to end the first trading week of the year as investors weighed the prospects of new fiscal aid as well as disappointing US jobs data, CNBC reported.

The Dow Jones Industrial Average ended the day up 56.84 points, or 0.2%, at 31,097.97. The S&P 500 rose 0.6% to 3,824.68, and the Nasdaq Composite was up 1% to hit 13,201.98. Both the Dow and S&P 500 posted four-day winning streaks.

Coca-Cola rose 2.2% to lead the Dow higher. The consumer discretionary and real estate sectors each rose more than 1%, lifting the S&P 500. The Nasdaq got a boost from Tesla, which popped 7.8%.



For the week, the Dow and S&P 500 each gained more than 1%, while the Nasdaq advanced 2.4%. Those weekly gains come despite the turmoil in Washington, where a riot at the Capitol on Wednesday delayed the procedural congressional confirmation of Biden's victory.

However the market rose as expectations of more government aid increased with Democrats winning two key Senate races in Georgia, according to NBC News projections.

Meanwhile the US economy lost 140,000 jobs in December, the Labor Department said. Economists polled by Dow Jones expected a gain of 50,000.

The unexpected drop in employment came as the recent surge in Covid-19 cases across the country has forced state and local governments to re-take stricter measures to mitigate the outbreak. More than 21.5 million coronavirus cases have now been confirmed in the US, according to data from Johns Hopkins University.

However, the weaker-than-expected employment figure raises the possibility of more government aid from the incoming Biden administration.

Biden said on Friday that a new aid package would be "in the trillions of dollars."

The benchmark 10-year yield rose to its highest level since March 20, breaking above 1.1%.

Shares in the Asia-Pacific were mostly higher on Friday after Wall Street had cruised to new record highs on Thursday.

South Korea's Kospi led gains among major regional markets as it jumped 3.97% to close at 3,152.18. As the first trading week of 2021 came to an end, the index had jumped about 9.7% from its final close in 2020.

Shares of South Korean automaker Hyundai Motor soared 19.42% following a local media report of a deal between the firm and tech giant [Apple](#) on developing electric vehicles and batteries.

Hyundai Motor told CNBC earlier it was still in talks with Apple.

However, the automaker later released a subsequent statement that avoided mentioning Apple, instead citing "diverse companies" that have talked with Hyundai about developing autonomous electric vehicles.

Other stocks in South Korea's auto sector also gained, with Hyundai Mobis surging 18.06% while Kia Motors jumped 8.41%.

In Japan the Nikkei 225 advanced 2.36% to close at 28,139.03.

In welcome data news, Japan's household spending rose 1.1% year-on-year in November, according to government data released Friday. That was higher than economists' median estimate of a 1.5% decrease, according to Reuters.

The reading came as Japanese Prime Minister Yoshihide Suga declared a state of emergency in Tokyo and three other areas on Thursday in a bid to combat a rise in coronavirus infections.

Shares of three Chinese telecommunications firms in Hong Kong fell once again after index giant MSCI announced it would delete the firms' Hong Kong-listed securities from some of its indexes.

By the Friday market close in Hong Kong, shares of China Mobile fell 4.16% while China Unicom slipped 0.9%. China Telecom declined 3.45%.

The MSCI development came on the back of the New York Stock Exchange's announcement that it will delist the US-listed stocks of those three Chinese telecommunication giants to comply with an executive order signed by President Donald Trump last year.

The broader Hang Seng index in Hong Kong gained 1.2% to close at 27,878.22.

Mainland Chinese stocks dipped on the day: the Shanghai composite shed 0.17% to 3,570.11 while the Shenzhen component declined 0.242% to 15,319.29.

In Australia strong commodity prices and the prospect of a stimulus boost for the US economy gave Australian shares a strong start to 2021 and pushed the ASX to its highest close in 11 months, The Sydney Morning Herald reported.



The local benchmark jumped another 0.7% on Friday to finish at 6757.9 points - its best close since last February - with Afterpay, CSL and the major banks among the major drivers.

Over the five days the ASX 200 added 2.6% to record its best week since early November, with mining and energy stocks driving gains on improved oil and iron ore prices.

The bulk metal rose another 1.8% before trade on Friday to reach \$US171.69 a tonne. Oil also climbed further on the promise of Saudi production cuts.

The materials sector added 6.6% for the week, but the iron ore and gold producers eased on Friday.

BHP backed away from a record high to finish 0.5% lower at \$46.67, while Rio Tinto dropped 1.3% to \$124.01, and Fortescue Metals shed 2.2% to \$25.34.

Banks were strong in the final session of the week, with Commonwealth Bank gaining 1.2% to \$85.63, NAB up 1.4% to \$23.35, Westpac 1.5% higher at \$20.28, and ANZ rising 0.9% to \$23.84.

Afterpay rose 6.6% to \$116 and biotech CSL rose 1.9% to \$280.25.

The **pan-European Stoxx 600** climbed 0.5% by mid-afternoon, with tech stocks jumping 2.7% to lead gains while autos bucked the trend to slide 1.1%. Germany's DAX index notched a new record high on Friday morning.

A big loser was Credit Suisse which on Friday projected a net loss for the fourth quarter on the back of an \$850 million provision for a long-running dispute in the US over a residential mortgage-backed security. The Swiss lender's shares were down 3% during afternoon trade.

More positive news on the Covid-19 vaccine front may also have boosted sentiment on Friday, as a laboratory study indicated that the Pfizer and BioNTech vaccine is effective against the new, highly transmissible mutations of the virus found in the UK and South Africa.

The UK's regulator on Friday approved Moderna's vaccine for use, making it the third vaccine cleared for distribution in the country, after the Oxford/AstraZeneca and Pfizer/BioNTech vaccines.

On the data front, euro zone unemployment unexpectedly declined in November, according to Eurostat figures published Friday, falling to 8.3% from 8.4% in October.

Next week, aside from developments in COVID-19 and US politics, investors will be watching Australian retail sales data and Chinese CPI on Monday, US CPI on Wednesday, a speech by US Federal Reserve chair Jerome Powell on Thursday and US retail sales data on Friday.

**Economic Calendar 11/01/2021 – 15/01/2021**

Monday January 11 2021		Actual	Previous	Consensus	Forecast	
09:30 AM	CN Inflation Rate YoY DEC		-0.5%		-0.7%	
Tuesday January 12 2021		Actual	Previous	Consensus	Forecast	
07:30 AM	AU Westpac Consumer Confidence Change JAN		4.1%			
07:30 AM	AU Westpac Consumer Confidence Index JAN		112			
Wednesday January 13 2021		Actual	Previous	Consensus	Forecast	
09:30 PM	US Core Inflation Rate YoY DEC		1.6%	1.6%	1.6%	
09:30 PM	US Inflation Rate YoY DEC		1.2%	1.3%	1.2%	
Thursday January 14 2021		Actual	Previous	Consensus	Forecast	
05:00 PM	DE Government Budget 2020		1.5%		-7%	
Friday January 15 2021		Actual	Previous	Consensus	Forecast	
03:00 PM	GB Balance of Trade NOV		£-1.7B		£-1.2B	
09:30 PM	US Retail Sales MoM DEC		-1.1%	0.0%	0.2%	

Economic Calendar 18/01/2021 – 22/01/2021

Tuesday January 19 2021		Actual	Previous	Consensus	Forecast	
06:00 PM	DE ZEW Economic Sentiment Index JAN		55.0		60	
Wednesday January 20 2021		Actual	Previous	Consensus	Forecast	
09:30 AM	CN Loan Prime Rate 1Y		3.85%			
03:00 PM	GB Inflation Rate YoY DEC		0.3%		0.5%	
09:30 PM	CA Inflation Rate YoY DEC		1%			
Thursday January 21 2021		Actual	Previous	Consensus	Forecast	
07:50 AM	JP Balance of Trade DEC		¥366.8B		¥200B	
Friday January 22 2021		Actual	Previous	Consensus	Forecast	
07:30 AM	JP Inflation Rate YoY DEC		-0.9%		-0.3%	
08:01 AM	GB Gfk Consumer Confidence JAN		-26		-27	

Source: www.tradingeconomics.com

**All Ords Top 10 Week Ending 8 January 2021**

10 Best Performing Stocks Weekly (%)			10 Worst Performing Stocks Weekly (%)		
LYC	Lynas Rare Earths	15.6	LNK	Link Admin Hldg	-16.2
OSH	Oil Search Ltd	15.1	PNV	Polynovo Limited	-9.0
IGO	IGO Limited	13.6	EML	EML Payments Ltd	-8.9
BIN	Bingo Industries Ltd	12.3	MP1	Megaport Limited	-8.5
OZL	OZ Minerals	11.3	ALU	Altium Limited	-8.1
STO	Santos Ltd	11.3	BVS	Bravura Solution Ltd	-7.8
WOR	Worley Limited	10.4	WTC	Wisetech Global Ltd	-7.4
BHP	BHP Group Limited	10.0	CUV	Clinuvel Pharmaceut.	-6.8
REH	Reece Limited	9.5	VEA	Viva Energy Group	-5.8
WPL	Woodside Petroleum	9.1	NAN	Nanosonics Limited	-5.6

Source: IRESS

S & P Indices Week Ending 8 January 2021

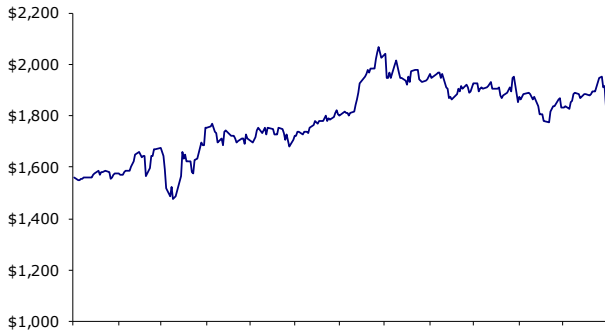
S&P Indices	10/01/2021	3/01/2021	Wkly Chg	Mthly Chg	Yearly Chg
S&P 200 Energy	8690	8059	7.8%	6.4%	-2.3%
S&P 200 Materials	16702	15669	6.6%	7.4%	68.7%
S&P 200 Industrials	6000	5974	0.4%	-2.3%	17.6%
S&P 200 Consumer Disc.	2973	2910	2.2%	1.5%	42.0%
S&P 200 Consumer Staples	12933	12642	2.3%	0.6%	51.2%
S&P 200 Healthcare	41555	41843	-0.7%	-2.4%	115.5%
S&P 200 Financials	5626	5438	3.5%	0.6%	-11.7%
S&P 200 Info Technology	2116	2199	-3.8%	-3.2%	172.1%
S&P 200 Telecommunicatic	1274	1269	0.4%	0.6%	-27.4%
S&P 200 Utilities	6516	6401	1.8%	-3.8%	-13.6%
S&P 200 Property Trusts	1415	1443	-2.0%	-3.6%	5.5%
S&P 200 Financials ex PT	6275	6065	3.5%	0.6%	-11.7%

Source: IRESS

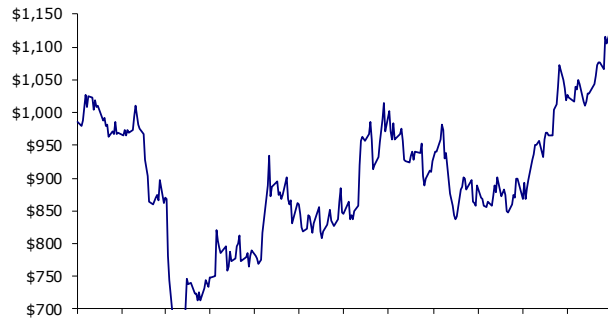


1 Year Commodity Price Charts

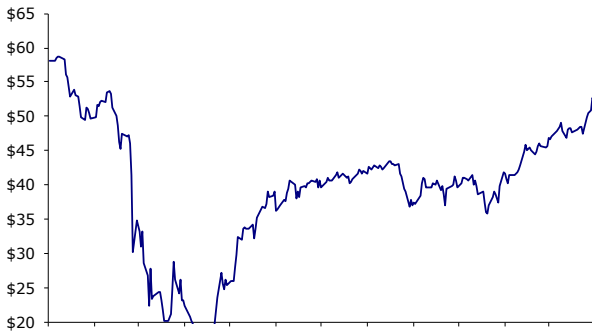
1 Year Gold



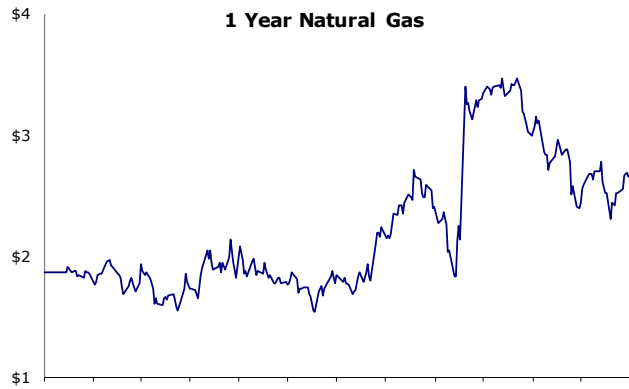
1 Year Platinum



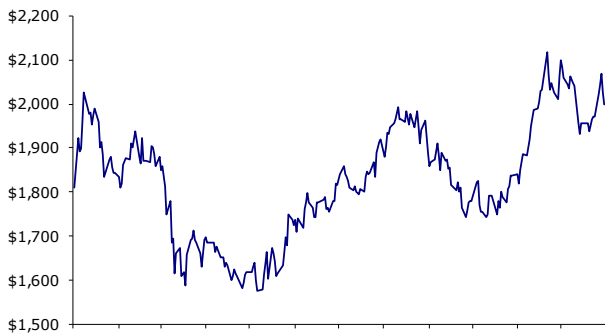
1 Year Oil



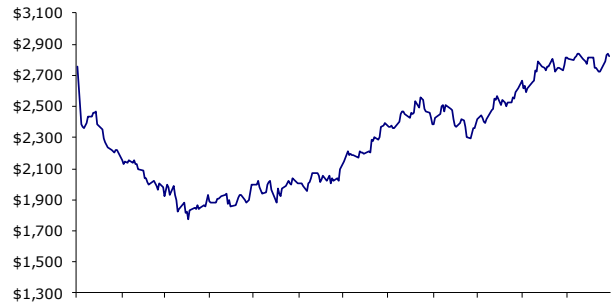
1 Year Natural Gas



1 Year Lead

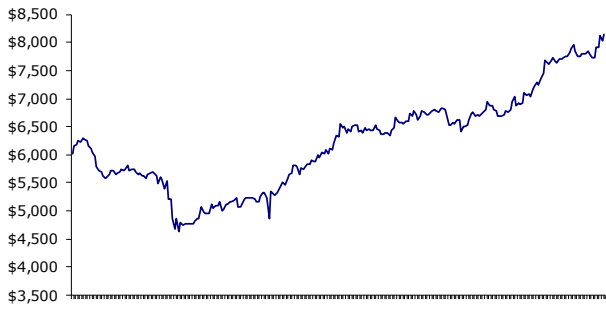


1 Year Zinc

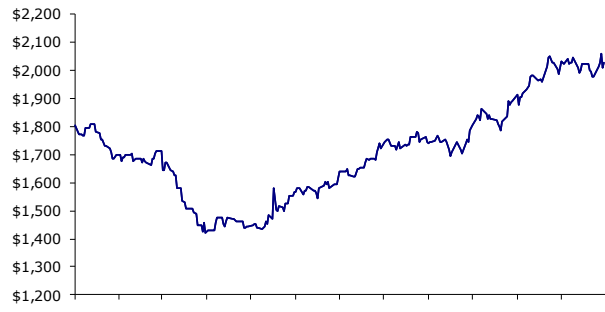




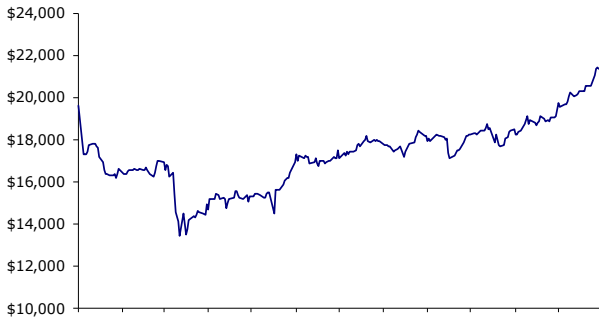
1 Year Copper



1 Year Aluminium

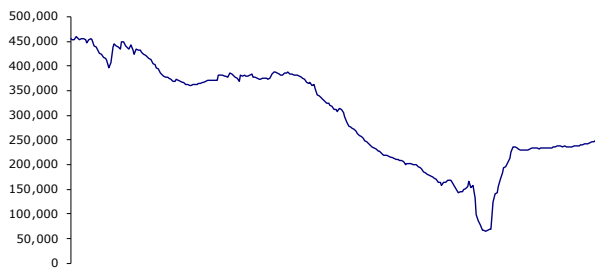


1 Year Tin

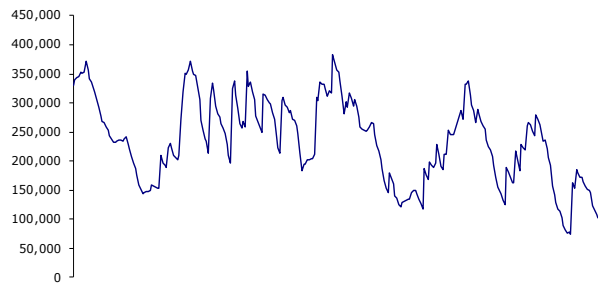


5 Year Metals Stockpiles

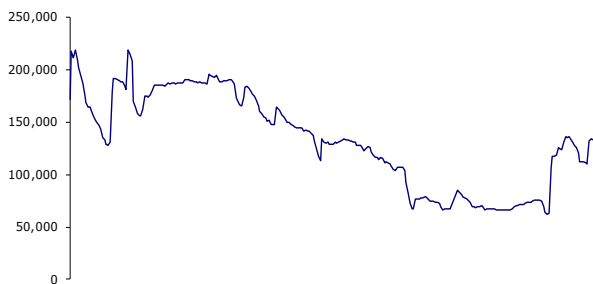
Nickel LME Stockpiles - 5 Year



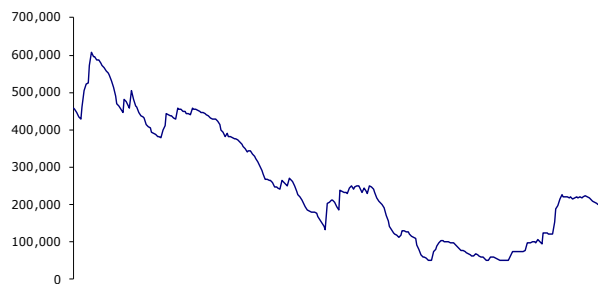
Copper LME Stockpiles - 5 Year



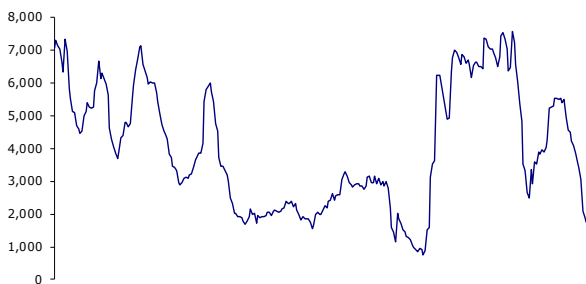
Lead LME Stockpiles - 5 Year



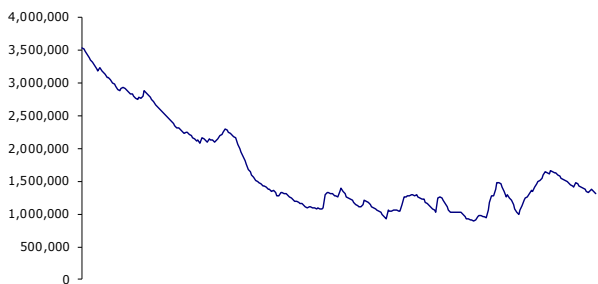
Zinc LME Stockpiles - 5 Year



Tin LME Stockpiles - 5 Year



Aluminium LME Stockpiles - 5 Year





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