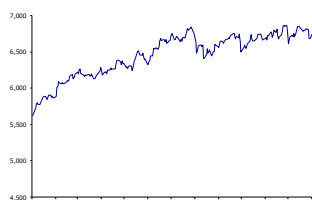


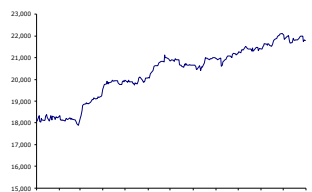
STATE ONE SPINNAKER

12 January 2020
Issue 484

12 month XJO chart



12 month Dow Jones chart



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Global Wrap – 12 January 2020

World Markets	12/01/2020	5/01/2020	Wkly Chg	Mthly Chg	Yearly Chg
ASX 200	6733	6822	-1.3%	-0.3%	21.5%
Dow Jones	21798	21988	-0.9%	-1.0%	18.0%
Nasdaq	5284	5284	0.0%	-0.2%	21.9%
S&P 500	3235	3240	-0.2%	3.0%	44.0%
FTSE 100	7622	7645	-0.3%	5.6%	10.0%
DAX30	13219	13337	-0.9%	0.6%	21.4%
Shanghai Composite	3084	3040	1.4%	5.8%	-4.1%
Nikkei 225	23657	23657	0.0%	1.0%	26.1%
Hang Seng	28452	28225	0.8%	6.8%	24.4%
Currency					
AUD/USD	0.6952	0.6994	-0.6%	0.1%	-2.3%
Commodities					
Oil (\$/bbl)	63.0	61.6	2.2%	6.5%	30.7%
Gas (\$/gal)	2.1	2.2	-4.5%	-5.1%	-33.0%
Iron Ore (\$/t)	0.0	53.9	-100.0%	-100.0%	-100.0%
Copper (\$/t)	6077	6211	-2.2%	-0.1%	4.1%
Lead (\$/t)	1890	1910	-1.1%	-0.7%	-18.9%
Zinc (\$/t)	2293	2296	-0.1%	3.2%	-16.5%
Aluminium (\$/t)	1758	1789	-1.7%	0.4%	1.5%
Nickel (\$/t)	13740	14000	-1.9%	1.5%	20.8%
Tin (\$/t)	16750	17100	-2.0%	-3.9%	-21.7%
Gold (\$/oz)	1552	1518	2.3%	4.9%	32.4%
Silver (\$/oz)	18.2	17.9	1.2%	7.3%	6.2%
Platinum (\$/oz)	990	957	3.5%	5.1%	5.6%
Wheat (\$/t)	554.000	555.750	-0.3%	6.7%	35.7%

Source: Iress

Global Wrap

Key points

1. Australian stocks hit record high
2. US slips on jobs data
3. What happens next week

US

The Dow slid 133.13 points, or 0.46%, to 28,823.77 after briefly breaking above 29,000 for the first time, CNBC reported. The S&P 500 dipped 0.29% to 3,265.35. The Nasdaq Composite slid 0.27% to end at 9,178.86.

Wall Street slipped from record highs after disappointing jobs data was released to end a wild week.

US jobs report misses

The US economy added just 145,000 jobs last month. That was below the Dow Jones estimate of 160,000. Wages also grew at a slower-than-expected pace in December. However the data was not weak enough to sound any alarms about the state of the US economy.

Netflix and **Amazon** shares slid 1.97% and 0.94%, respectively, contributing to the broader market's losses. **Apple** finished the session down 0.23%, slipping from a record high.

Australia

Australian shares powered to fresh a record high on Friday, fuelled by Thursday's record close on Wall Street, a strong set of retail sales figures and easing geopolitical concerns in the Middle East, The Sydney Morning Herald reported.

The benchmark S&P/ASX 200 index rallied 54.8 points, or 0.8%, to close at 6929 points. Buying was widespread, with 138 of the 200 companies within the index booking gains for the session.

For the week, the benchmark jumped 2.9%, the largest increase since early February 2018. Year to date, the market has already gained 3.7% per cent, adding to the 18.4% advance recorded in 2019.

The gains on Friday were led by the healthcare sector, which jumped by 2.1%, hitting fresh record highs in the process.

Much of the gain reflected strength in **CSL** shares which closed at a record high, lifting by a further 2.8 per cent to \$299.30, taking its market capitalisation to \$132.3 billion.

The information technology and communication services sectors also gained more than 1% the latter helped by an 8.1% spike in **Vocus Group** to \$3.20 on news its CEO had purchased close to \$600,000 worth of the company's shares on Thursday.

Consumer stocks were also in high demand, supported by a 0.9% increase in Australian retail sales in November, the largest gain in two years.

Consumer staples jumped 1.6%, led by Bega Cheese which gained 4.5% to \$4.41, after it said disruptions to its operations from bushfire activity were minimal.

Consumer discretionary added a smaller 1.1%, with Harvey Norman the standout performer with an increase of 4% to \$4.42.

Financials also had a strong session, lifting 0.9% on the back of gains in each of the big four banks.

Commonwealth Bank was the best performer, rising 1.2% to \$82.50. **Macquarie Bank** also closed at a record high, climbing 0.9% to \$140.35.

Materials managed to buck the broader bullish trend, finishing down 0.4% on the back of weakness in the iron ore miners following a large fall in spot prices overnight.

BHP slipped 0.3% to \$39.90, while **Fortescue** skidded 1.1% to \$10.70. **Rio Tinto** clawed back earlier losses to close up 0.2% at \$102.43.

The worst performing stock on the benchmark index was gold producer **Resolute Mining**, which tumbled 9.1% to \$1.105 on the back of continued weakness in bullion prices. **Evolution Mining** was also pressured by lower risk aversion and a production update that disappointed investors, sliding 6% to \$3.58.

Asia

Major Asian markets were mostly in positive territory on Friday afternoon following the easing of US-Iran tensions, and after US stocks shot to new highs overnight Thursday Asian time.

In Japan, the Nikkei 225 rose 0.47% to close at 23,850.57, while the Topix was up 0.35% to 1,735.16.

A day before, retail giant **Fast Retailing** cut its full-year outlook after worse-than-expected quarterly results, which it pinned on protests in Hong Kong and a boycott by South Korean consumers which hit sales at its **Uniqlo** retail stores. Shares of the company closed down 2.78% on Friday.

The Shanghai composite inched down to close at 3,092.29, while the Shenzhen composite fell 0.18% to 1,797.35 and the Shenzhen component dropped 0.17% to 10,879.84.

Hong Kong's Hang Seng index, however, climbed 0.19% in its final hour of trade.

Apple suppliers in Asia were closely monitored after the tech giant's shares jumped 2.1% to a record high. That was on the back of news that iPhone sales in China rose more than 18% in December, according to Chinese government data.

In Japan, [Sharp](#) pared gains to rise 0.93% after surging around 2% in the morning, and [Alps Alpine](#) was up 1.11%, and Murata rose 1.07%.

South Korea's LG Display was nearly 1%. Samsung Electronics hit a new record high in intra-day trade, rising 1.54% by the close.

Over in Hong Kong, Sunny Optical bounced 1.21%. Taiwan's [Hon Hai Precision Industry](#) surged 1.90%, and Largan Precision soared 4.11%.

Europe

The pan-European Stoxx 600 had dipped below the flatline by the closing bell, with most sectors and all major bourses in the red. The blue-chip stock index closed lower by 0.12%.

The FTSE 100 in London closed the session down by 0.14% to close at 7587.

Sentiment was dented shortly before the end of the European trading session when US Secretary of State Mike Pompeo and Treasury Secretary Steven Mnuchin announced new sanctions on Iran's metal exports and eight senior Iranian officials.

The announcement came days after Iran [launched several missiles](#) at Iraqi military bases that housed US troops.

Prior to the announcement, global market sentiment had been improving as tensions between Washington and Iran appeared to be easing.

What happens next week?

Seemingly thawing Sino-US relations and optimism on the prospect of a trade deal between the world's two largest economies boosted sentiment during earlier deals on Friday.

Next week Chinese Vice Premier Liu He is due to sign an initial "phase one" trade deal with the US. He will visit Washington on January 13-15.

The big US banks will also kick off the corporate earnings season next week.

US CPI will be released on Tuesday and UK CPI on Wednesday.

On Thursday the European Central Bank will release its policy meeting report.

China releases its gross domestic product reading on Friday.







In Australia the Westpac Consumer Confidence Index will be released on Tuesday.

Economic Calendar 13/01/2020 – 17/01/2020

Monday January 13 2020		Actual	Previous	Consensus	Forecast	
05:30 PM	 GB	Balance of Trade NOV		£-5.19B	£-3.2B	 
Tuesday January 14 2020		Actual	Previous	Consensus	Forecast	
09:30 PM	 US	Inflation Rate YoY DEC		2.1%	2.3%	2.3%  
09:30 PM	 US	Core Inflation Rate YoY DEC		2.3%	2.3%	2.2%  
Wednesday January 15 2020		Actual	Previous	Consensus	Forecast	
05:00 PM	 DE	Full Year GDP Growth 2019		1.5%	0.6%	0.5%  
05:30 PM	 GB	Inflation Rate YoY DEC		1.5%	1.5%	1.5%  
	 US	US-China Phase 1 Trade Deal Signature				
Thursday January 16 2020		Actual	Previous	Consensus	Forecast	
09:30 PM	 US	Retail Sales MoM DEC		0.2%	0.3%	0.3%  
Friday January 17 2020		Actual	Previous	Consensus	Forecast	
10:00 AM	 CN	GDP Growth Rate YoY Q4		6%	6%	5.9%  

Source: www.tradingeconomics.com

Economic Calendar 20/01/2020 – 24/01/2020

Monday January 20 2020		Actual	Previous	Consensus	Forecast	
09:30 AM	 CN	Loan Prime Rate 1Y		4.15%	3.95%	 
Tuesday January 21 2020		Actual	Previous	Consensus	Forecast	
08:30 AM	 AU	Westpac Consumer Confidence Change JAN		-1.9%	0.9%	 
08:30 AM	 AU	Westpac Consumer Confidence Index JAN		95.1	96	 
05:30 PM	 GB	Claimant Count Change DEC		28.8K	24.5K	26K  
06:00 PM	 DE	ZEW Economic Sentiment Index JAN		10.7	5	 
Wednesday January 22 2020		Actual	Previous	Consensus	Forecast	
09:30 PM	 CA	Inflation Rate YoY DEC		2.2%	2.2%	2%  
11:00 PM	 CA	BoC Interest Rate Decision		1.75%	1.75%	 
Thursday January 23 2020		Actual	Previous	Consensus	Forecast	
07:50 AM	 JP	Balance of Trade DEC		¥82.1B	¥369B	¥-100B  
Friday January 24 2020		Actual	Previous	Consensus	Forecast	
07:30 AM	 JP	Inflation Rate YoY DEC		0.5%	0.5%	 

Source: www.tradingeconomics.com

All Ords Top 10 Week Ending 10 January 2020

10 Best Performing Stocks Weekly (%)			10 Worst Performing Stocks Weekly (%)		
ORE	Orocobre Limited	20.6	RSG	Resolute Mining	-13.7
VOC	Vocus Group Ltd	10.3	INA	Ingenia Group	-5.7
PLS	Pilbara Min Ltd	9.7	RRL	Regis Resources	-4.6
IGO	Independence Group	8.4	NST	Northern Star	-3.9
CSL	CSL Limited	7.9	ELD	Elders Limited	-3.4
TNE	Technology One	7.8	PRN	Perenti Global Ltd	-3.3
PNV	Polynovo Limited	7.5	QAN	Qantas Airways	-2.6
BLD	Boral Limited	7.3	EVN	Evolution Mining Ltd	-2.5
HVN	Harvey Norman	7.3	NHC	New Hope Corporation	-2.4
TLS	Telstra Corporation.	7.2	AMP	AMP Limited	-2.1

Source: IRESS

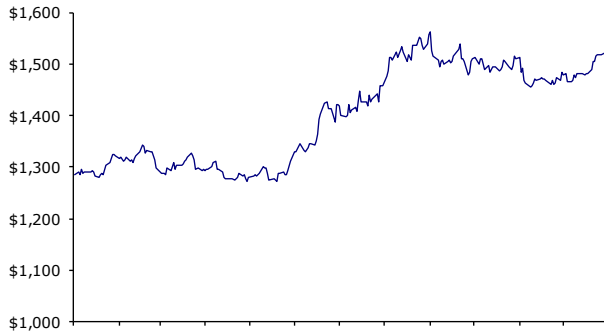
S & P Indices Week Ending 10 January 2020

S&P Indices	12/01/2020	5/01/2020	Wkly Chg	Mthly Chg	Yearly Chg
S&P 200 Energy	11713	11703	0.1%	1.0%	31.7%
S&P 200 Materials	13896	14025	-0.9%	1.8%	40.4%
S&P 200 Industrials	6986	7186	-2.8%	-1.8%	36.9%
S&P 200 Consumer Disc.	2705	2735	-1.1%	1.0%	29.2%
S&P 200 Consumer Staples	12242	12572	-2.6%	-3.8%	43.1%
S&P 200 Healthcare	40851	41408	-1.3%	-1.0%	111.9%
S&P 200 Financials	6011	6059	-0.8%	0.1%	-5.7%
S&P 200 Info Technology	1424	1448	-1.7%	0.7%	83.0%
S&P 200 Telecommunicatic	1279	1301	-1.7%	-2.8%	-27.2%
S&P 200 Utilities	8162	8399	-2.8%	-0.5%	8.3%
S&P 200 Property Trusts	1587	1617	-1.9%	-2.6%	18.3%
S&P 200 Financials ex PT	6704	6757	-0.8%	0.1%	-5.7%

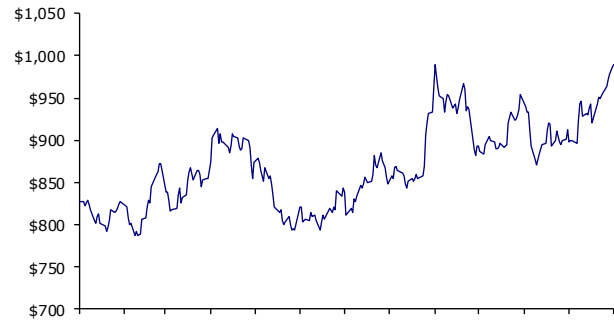
Source: IRESS

1 Year Commodity Price Charts

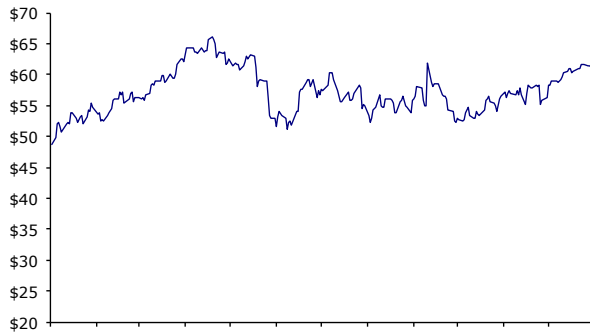
1 Year Gold



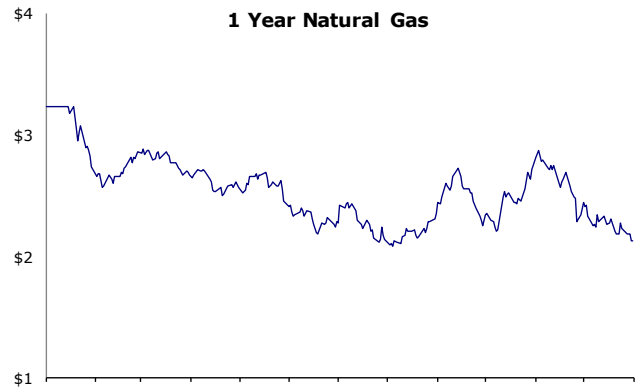
1 Year Platinum



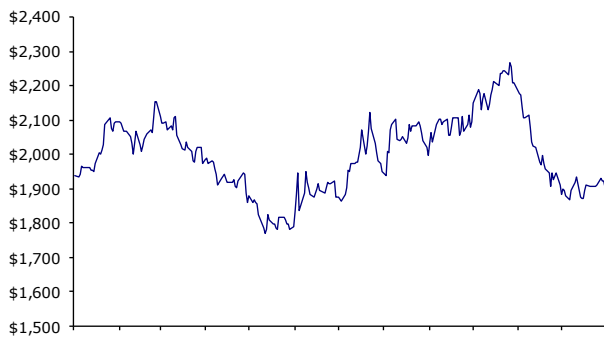
1 Year Oil



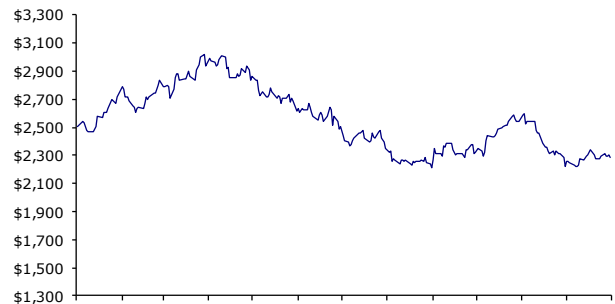
1 Year Natural Gas



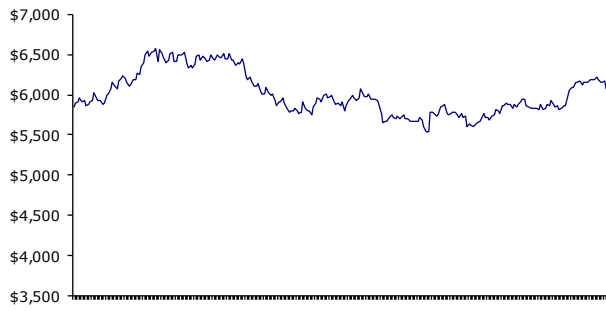
1 Year Lead



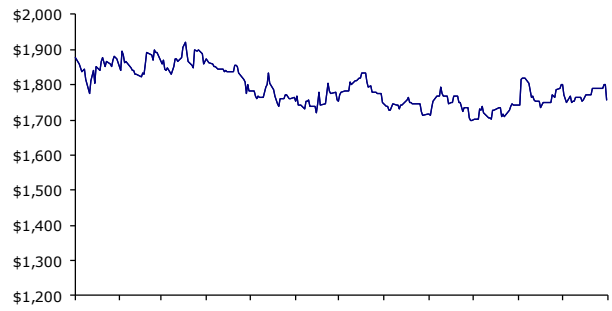
1 Year Zinc



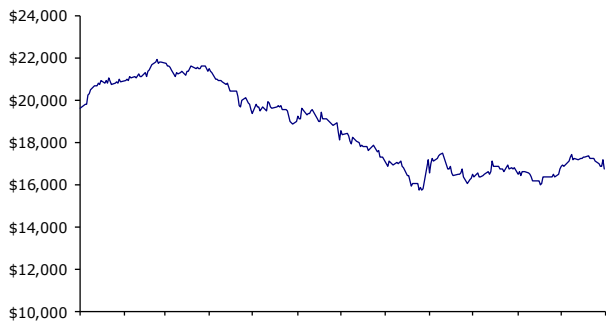
1 Year Copper



1 Year Aluminium

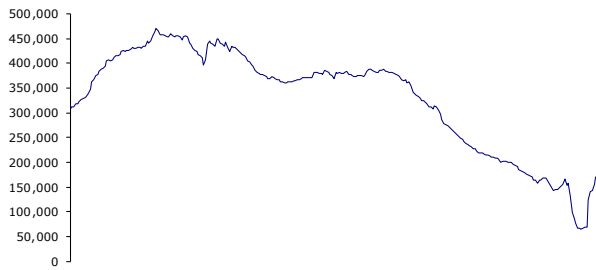


1 Year Tin

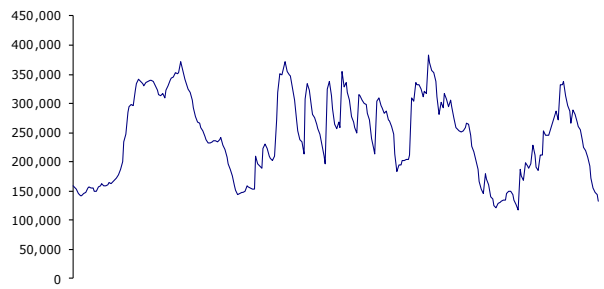


5 Year Metals Stockpiles

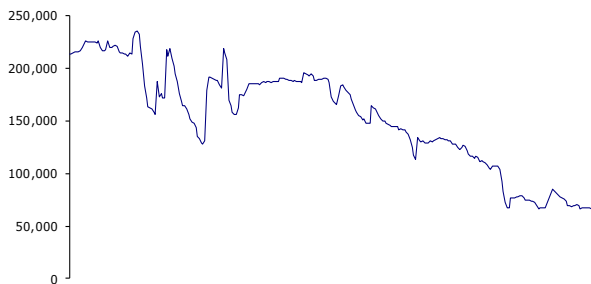
Nickel LME Stockpiles - 5 Year



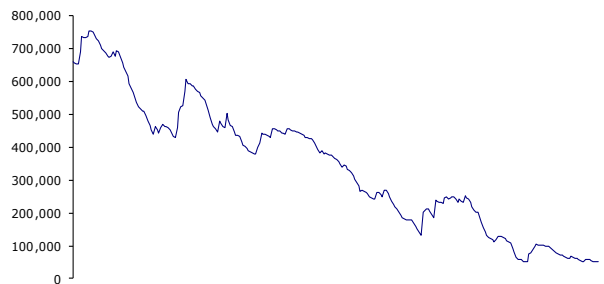
Copper LME Stockpiles - 5 Year



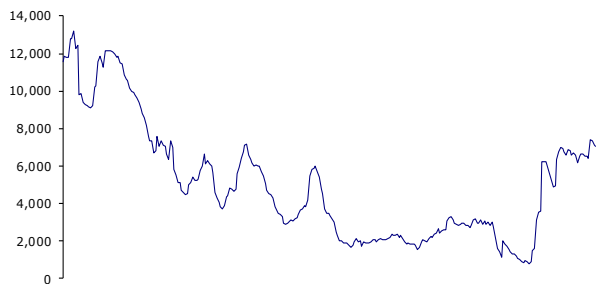
Lead LME Stockpiles - 5 Year



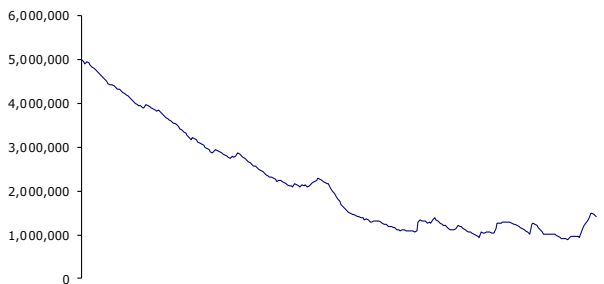
Zinc LME Stockpiles - 5 Year



Tin LME Stockpiles - 5 Year



Aluminium LME Stockpiles - 5 Year



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