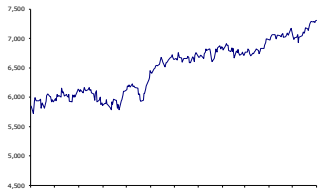
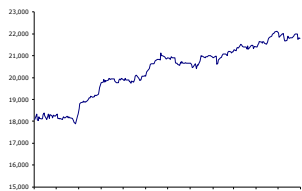


Issue 556
12-month XJO chart

12-month Dow Jones chart

State One Research Products

Spinnaker	Free
	Weekly
Market	Free
Opener	Daily

For more research visit:
www.stateone.com.au/research
State One Stockbroking Ltd

 Head Office
 Level 14,
 172 St George's Terrace
 Perth WA 6000
 Tel: +61 (8) 9288 3388 or
 1300 651 898
 Email: advice@stateone.com.au
 Web: www.stateone.com.au
Global Wrap – 13 June 2021

World Markets	13/06/2021	6/06/2021	Wkly Chg	Mthly Chg	Yearly Chg
ASX 200	7312	7295	0.2%	5.5%	31.9%
S&P 500	4247	4230	0.4%	3.2%	89.1%
FTSE 100	7134	7069	0.9%	2.6%	2.9%
DAX30	14050	13719	2.4%	3.6%	3.6%
Shanghai Composite	3590	3600	-0.3%	2.4%	11.6%
Nikkei 225	28949	29019	-0.2%	3.0%	54.3%
Hang Seng	28842	28918	-0.3%	0.9%	26.2%
Currency					
AUD/USD	0.7708	0.7738	-0.4%	-0.6%	12.1%
Commodities					
Oil (\$/bbl)	70.9	69.6	1.9%	11.9%	33.0%
Gas (\$/gal)	3.3	3.1	6.1%	8.6%	114.4%
Iron Ore (\$/t)	0.0	53.9	-100.0%	-100.0%	-100.0%
Copper (\$/t)	10029	9852	1.8%	-0.8%	71.8%
Lead (\$/t)	2198	2148	2.4%	-0.2%	-5.7%
Zinc (\$/t)	2997	2980	0.6%	0.9%	9.2%
Aluminium (\$/t)	2490	2413	3.2%	3.6%	43.8%
Nickel (\$/t)	18303	17922	2.1%	3.5%	61.0%
Tin (\$/t)	33060	33022	0.1%	1.8%	54.5%
Gold (\$/oz)	1880	1892	-0.7%	-0.1%	60.3%
Silver (\$/oz)	28.1	27.9	0.9%	0.4%	64.6%
Platinum (\$/oz)	1151	1164	-1.1%	-4.2%	22.8%
Wheat (\$/t)	680.750	685.000	-0.6%	-0.3%	66.7%

Source: Iress

Key points

- 1. Easing inflation fears send equities higher**
- 2. Miners, tech and biotech helps ASX to narrow lead**
- 3. What to watch next week**

US stocks rose slightly on Friday with the S&P 500 adding to its new record, as Wall Street wrapped up the week on a high note.

The **S&P 500** climbed 0.2% to a fresh closing high of 4,247.44, a second record close in a row.

The **Nasdaq Composite** advanced 0.4% to 14,069.42 with Apple, Microsoft and Netflix all registering gains. The **Dow Jones Industrial Average** gained 13.36 points to 34,479.60.

In terms of weekly results, the S&P 500 posted a 0.4% gain and marked its third consecutive positive week. Meanwhile, the Nasdaq Composite was the outperformer with a rally of nearly 1.9% and posting its fourth winning week in a row. The 30-stock Dow fell 0.8% on the week.

The market built on Thursday's gain as investors shrugged off a report showing inflation rising at its fastest pace since 2008. The Consumer Price Index (CPI) jumped 5% in May from a year earlier, at a slightly higher pace than expected.

Perhaps giving a boost to stocks has been the reaction in the bond market to the inflation reports. The **10-year Treasury yield** slid just below 1.43%, marking a three-month low. It was trading above 1.77% earlier in the year.

Tech companies tend to underperform in a rising-rate environment as higher rates lower the present value of expected cash flow for growth-oriented companies. The tech-heavy Nasdaq has been the relative loser in 2021 among the major averages as bond yields turned higher.

Some of the **meme stocks** (stocks that “go viral” on various social media platforms leading to skyrocketing share prices) were rebounding after a rough day on Thursday. AMC shares jumped more than 15% and GameStop gained nearly 6%. Those two suffered double-digit percent losses on Thursday as momentum in the Reddit favourites faded.

Shares in Asia were mixed in Friday trade.

Stocks in Japan were little changed as the **Nikkei 225** closed marginally lower at 28,948.73 while the Topix ended the trading day 0.14% lower at 1,954.02. In South Korea the **Kospi** edged 0.77% higher on the day to 3,249.32.

Mainland Chinese stocks closed lower as the **Shanghai composite** fell 0.58% to 3,589.75 while the **Shenzhen component** slipped 0.62% to 14,801.24. Hong Kong's **Hang Seng** index advanced 0.33%, as of its final hour of trading.

The **pan-European Stoxx 600** added 0.7% by the close, notching its sixth consecutive session of gains. All sectors finished in positive territory, led by basic resources which rose 1.9%. For the week, the Stoxx 600 benchmark rose by 1.1%.

Deutsche Bank shares fell 1.7% after reports that the European Central Bank has been pressing the German lender on multiple to find a new chairman quickly, ahead of Paul Achleitner's retirement next May.

In data releases, **UK GDP** climbed 2.3% month-on-month in April, according to an initial estimate published Friday, slightly exceeding expectations. The Office for National Statistics said GDP remains 3.7% below its February 2020 pre-pandemic level, but is now 1.2% above its initial recovery peak in October 2020. Industrial, manufacturing and construction outputs for April came in considerably lower than expected, however.

In Australia, **technology** shares, the **mining sector** and **biotech CSL** helped the **ASX 200** hold on to a narrow lead and finish higher on Friday - with the index setting a new record close in the process. The ASX 200 recovered from an early dip to end 0.1% ahead at 7312.3. It was the market's second straight record close, and just the second time in history it has finished above 7300 points.

Friday's climb also took the weekly rise to 0.2%, a fourth straight week of gains.

The **miners** proved a source of strength in the final session of the week, with shares in iron ore giant BHP rising 1.4% to \$48.95, and Fortescue Metals gaining 1.7% to \$23.22.

This helped offset another decline for the **major banks**, which had lagged the market all week.

Rare earths miner Lynas rose 5% to \$5.72 and the gold prospectors were glimmering after the precious metal rose on inflation figures from the US.

However the **gold price** declined again on Friday as Wall Street investors appeared satisfied that higher consumer prices will be a temporary phenomenon, rather than a sustained influence.

The sector set the pace on Friday - and for the week - chasing its US counterpart, the Nasdaq.

Heightened dealmaking activity was also a factor in technology's outperformance.

Altium finished up 0.8% on Friday at \$35 and added nearly 30% in value across the five sessions after it knocked back a \$5 billion takeover bid from US tech giant Autodesk.

Markets technology firm Iress slipped 1.7% on Friday but still added 20% for the week on rumours that investment banks were sniffing around for shares.



Appen finished up 5.6% to \$13.85 on Friday, while **Afterpay** jumped 3.7% to \$103.52, and NEXTDC was up 2% to \$1.85.

This coming week the ASX will be closed on Monday, however the Reserve Bank of Australia June meeting minutes will be released, along with Australia's housing price index.

When the local bourse reopens on Tuesday, US retail sales will be released, as well as the Westpac Leading Index on Australian economic activity.

On Wednesday the US Federal Reserve will announce its interest rate decision, expected to be kept at 0.25%.

Australia's employment figures will also be announced on Wednesday.

Meanwhile at the **G7 Summit** of the world's seven wealthiest nations, recovery from the pandemic is set to dominate discussions, with world leaders committing to sharing at least 1 billion vaccine shots with struggling countries.

That includes a pledge from US President Joe Biden to share 500 million doses, and a promise from Mr Johnson for another 100 million shots

Host Britain says the G7 will also announce a package of measures aimed at reducing the chances of another pandemic.

Climate change is also a top issue on the agenda for the summit concluding June 13.

Sources: CNBC, The Sydney Morning Herald, ABC, FX Street.

**Economic Calendar 14/06/2021 – 18/06/2021**

Tuesday June 15 2021		Actual	Previous	Consensus	Forecast	
02:00 PM	GB	Claimant Count Change MAY	-15.1K		-62K	
08:30 PM	US	Retail Sales MoM MAY	0.0%	-0.8%	-0.3%	
Wednesday June 16 2021		Actual	Previous	Consensus	Forecast	
07:50 AM	JP	Balance of Trade MAY	¥255.3B	¥-91.2B	¥-78B	
02:00 PM	GB	Inflation Rate YoY MAY	1.5%	1.8%	1.8%	
08:30 PM	CA	Inflation Rate YoY MAY	3.4%	3.5%	3.6%	
Thursday June 17 2021		Actual	Previous	Consensus	Forecast	
02:00 AM	US	Fed Interest Rate Decision	0.25%	0.25%	0.25%	
02:00 AM	US	FOMC Economic Projections				
02:30 AM	US	Fed Press Conference				
Friday June 18 2021		Actual	Previous	Consensus	Forecast	
07:30 AM	JP	Inflation Rate YoY MAY	-0.4%		-0.3%	
11:00 AM	JP	BoJ Interest Rate Decision	-0.1%	-0.1%	-0.1%	

Economic Calendar 21/06/2021 – 25/06/2021

Monday June 21 2021		Actual	Previous	Consensus	Forecast	
09:30 AM	CN	Loan Prime Rate 1Y	3.85%		3.85%	
Thursday June 24 2021		Actual	Previous	Consensus	Forecast	
04:00 PM	DE	Ifo Business Climate JUN	99.2		99	
07:00 PM	GB	BoE Interest Rate Decision	0.1%		0.1%	
08:30 PM	US	Durable Goods Orders MoM MAY	-1.3%			
Friday June 25 2021		Actual	Previous	Consensus	Forecast	
07:01 AM	GB	GfK Consumer Confidence JUN	-9			
02:00 PM	DE	GfK Consumer Confidence JUL	-7		-3	
08:30 PM	US	Personal Income MoM MAY	-13.1%			
08:30 PM	US	Personal Spending MoM MAY				

Source: www.tradingeconomics.com

**All Ords Top 10 Week Ending 11 June 2021**

10 Best Performing Stocks Weekly (%)			10 Worst Performing Stocks Weekly (%)		
ALU	Altium Limited	28.6	NWH	NRW Holdings Limited	-7.4
IRE	IRESS Limited	20.4	HUB	HUB24 Ltd	-6.4
WHC	Whitehaven Coal	19.0	CTD	Corp Travel Limited	-6.4
MSB	Mesoblast Limited	16.2	VUK	Virgin Money Uk PLC	-5.1
APX	Appen Limited	13.2	MND	Monadelphous Group	-4.7
EML	EML Payments Ltd	12.9	SGR	The Star Ent Grp	-4.5
URW	Unibailrodawestfield	12.2	FLT	Flight Centre Travel	-4.5
BKW	Brickworks Limited	12.2	WEB	Webjet Limited	-4.3
PBH	Pointsbet Holdings	9.8	BEN	Bendigo and Adelaide	-4.1
APT	Afterpay Limited	9.6	CKF	Collins Foods Ltd	-4.1

Source: IRESS

S & P Indices Week Ending 11 June 2021

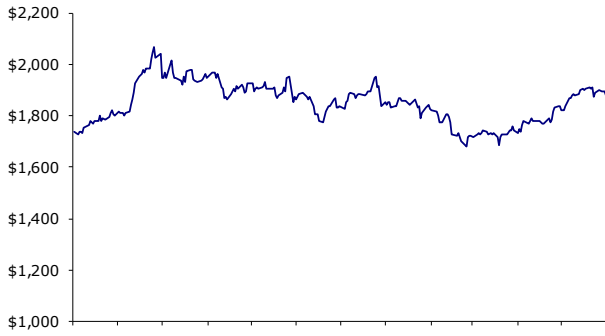
S&P Indices	13/06/2021	6/06/2021	Wkly Chg	Mthly Chg	Yearly Chg
S&P 200 Energy	8484	8536	-0.6%	8.0%	-4.6%
S&P 200 Materials	17468	17271	1.1%	2.1%	76.4%
S&P 200 Industrials	6258	6233	0.4%	6.9%	22.6%
S&P 200 Consumer Disc.	3314	3340	-0.8%	4.0%	58.3%
S&P 200 Consumer Staples	12803	12934	-1.0%	5.0%	49.6%
S&P 200 Healthcare	44290	43458	1.9%	7.3%	129.7%
S&P 200 Financials	6534	6662	-1.9%	4.7%	2.5%
S&P 200 Info Technology	2054	1920	7.0%	15.5%	164.1%
S&P 200 Telecommunicatic	1450	1433	1.2%	7.7%	-17.4%
S&P 200 Utilities	6256	6081	2.9%	9.6%	-17.0%
S&P 200 Property Trusts	1569	1531	2.5%	9.8%	17.0%
S&P 200 Financials ex PT	7287	7430	-1.9%	4.7%	2.5%

Source: IRESS

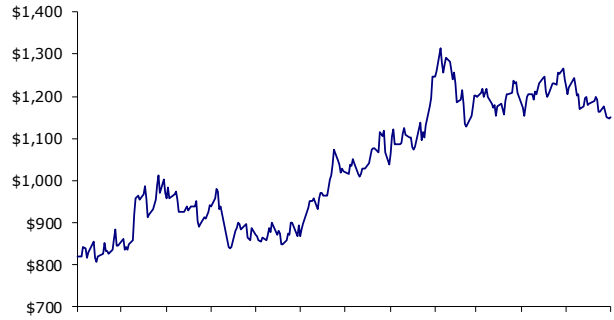


1 Year Commodity Price Charts

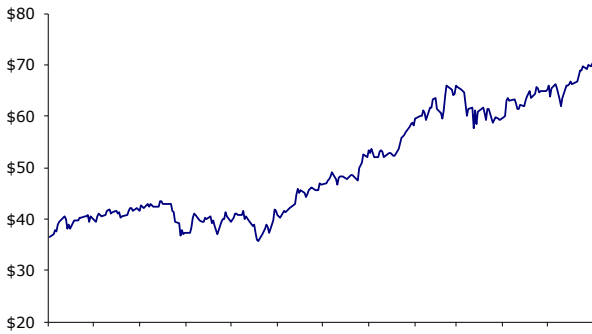
1 Year Gold



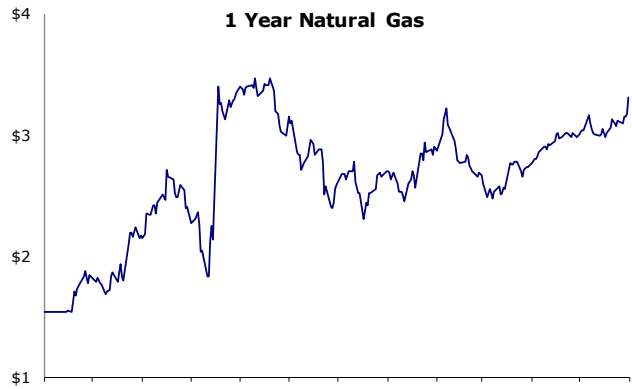
1 Year Platinum



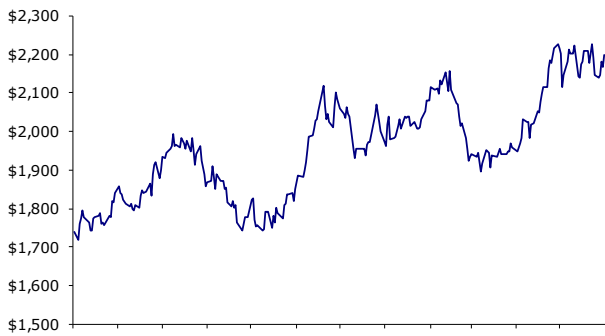
1 Year Oil



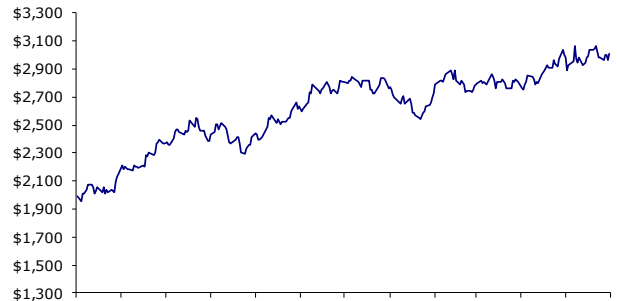
1 Year Natural Gas



1 Year Lead

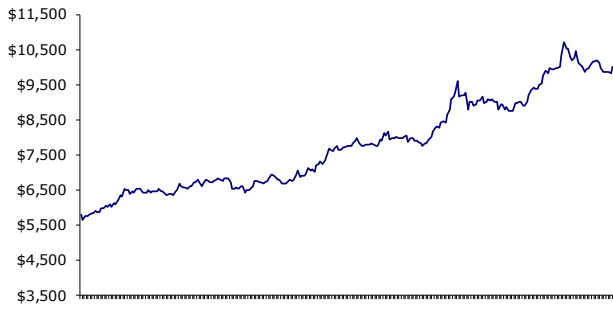


1 Year Zinc

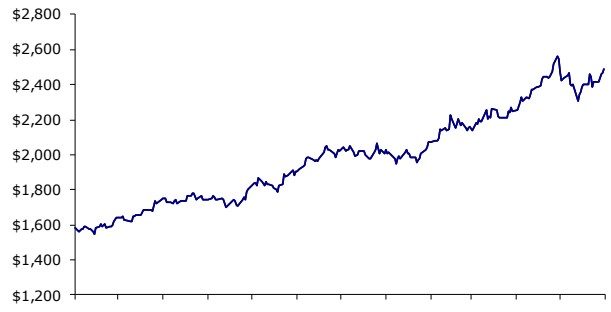




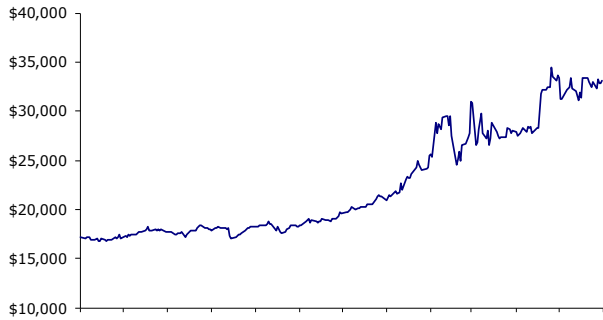
1 Year Copper



1 Year Aluminium

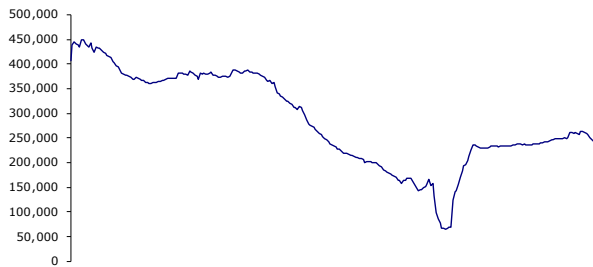


1 Year Tin

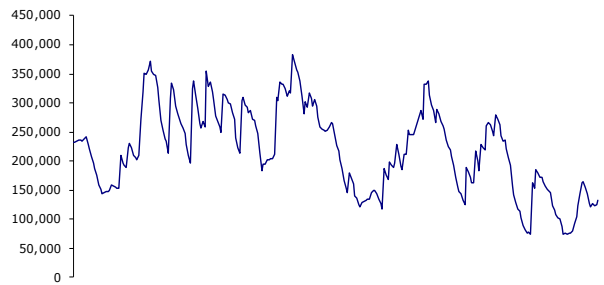


5 Year Metals Stockpiles

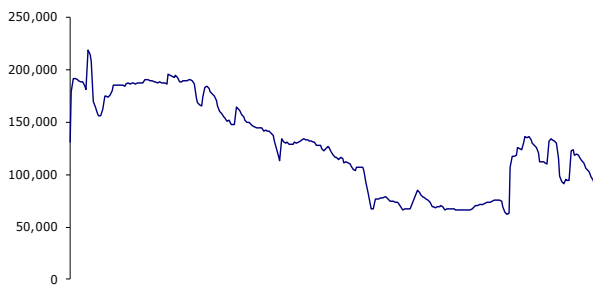
Nickel LME Stockpiles - 5 Year



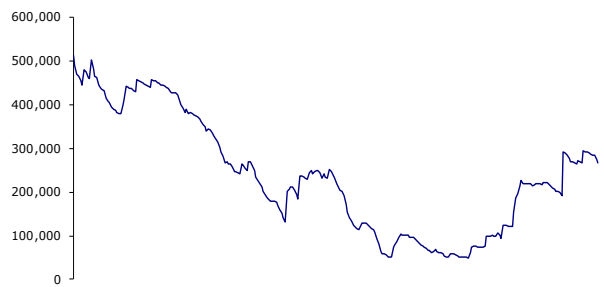
Copper LME Stockpiles - 5 Year



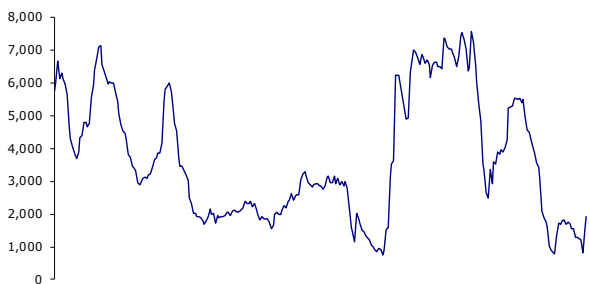
Lead LME Stockpiles - 5 Year



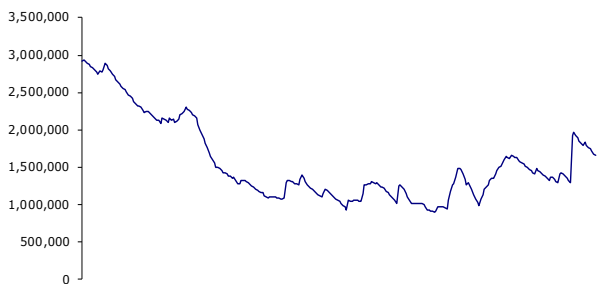
Zinc LME Stockpiles - 5 Year



Tin LME Stockpiles - 5 Year



Aluminium LME Stockpiles - 5 Year





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

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

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

Thomas Tan
Equities Advisor
Phone: +61 2 9024 9131
ttan@stateone.com.au

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

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

Yitz Barber
Equities Advisor
Phone: +61 2 9024 9124
ybarber@stateone.com.au

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

David Zhang
Equities Advisor
Phone: +61 2 9024 9130
dzang@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 License ("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) on our website:
www.stateone.com.au

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.