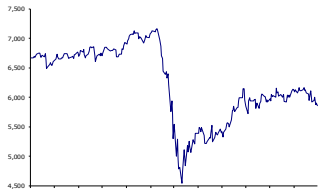
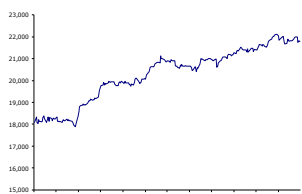


Issue 517
12-month XJO chart

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 September 2020

World Markets	13/09/2020	6/09/2020	Wkly Chg	Mthly Chg	Yearly Chg
ASX 200	5859	5926	-1.1%	-5.0%	5.7%
S&P 500	3341	3427	-2.5%	-1.0%	48.7%
FTSE 100	6032	5799	4.0%	-1.3%	-13.0%
DAX30	13203	12843	2.8%	1.7%	7.3%
Shanghai Composite	3260	3293	-1.0%	-3.1%	1.4%
Nikkei 225	23406	23090	1.4%	2.3%	24.7%
Hang Seng	24503	24695	-0.8%	-2.7%	7.2%
Currency					
AUD/USD	0.7282	0.7277	0.1%	0.1%	5.9%
Commodities					
Oil (\$/bbl)	37.3	39.1	-4.5%	-12.4%	-32.0%
Gas (\$/gal)	2.3	2.6	-12.3%	-6.5%	-7.4%
Iron Ore (\$/t)	0.0	53.9	-100.0%	-100.0%	-100.0%
Copper (\$/t)	6758	6678	1.2%	1.4%	15.8%
Lead (\$/t)	1869	1940	-3.7%	-6.3%	-19.8%
Zinc (\$/t)	2387	2464	-3.1%	-3.3%	-13.0%
Aluminium (\$/t)	1747	1753	-0.4%	0.8%	0.9%
Nickel (\$/t)	14935	15210	-1.8%	1.6%	31.4%
Tin (\$/t)	17885	18370	-2.6%	1.9%	-16.4%
Gold (\$/oz)	1948	1934	0.7%	-1.1%	66.1%
Silver (\$/oz)	26.7	26.6	0.6%	-2.2%	56.4%
Platinum (\$/oz)	940	898	4.6%	-1.7%	0.2%
Wheat (\$/t)	535.500	541.250	-1.1%	4.6%	31.2%

Source: Iress

Key points

1. The week in review
2. Friday's markets
3. What to watch next week

The week in review

Many analysts now believe undercurrents that have been simmering in the background are now competing for some of the spotlight. Two months out from the US election, Brexit is back in focus with the EU issuing an ultimatum to the UK over its Internal Market Bill intentions, hopes of a new US fiscal stimulus have faded further alongside an uptick in jobless claims. Meanwhile the EU has surpassed the US in new COVID-19 cases as a key vaccine trial was suspended.

Volatility within the US technology sector dominated global markets this week, as a correction in the **NASDAQ Composite Index** weighed on all major indexes before a recovery rally partially erased the losses.

Global oil prices followed a similar trajectory, falling to three-month lows as the spike in volatility caused traders to abandon risk assets early in the week, before stabilising on Wednesday. Precious metal dealers have also been kept busy with choppy trading.



Friday's markets

In the US the **Nasdaq Composite** fell in another volatile session on Friday as the continuing tech sell-off drove the benchmark to its worst week in months. The Nasdaq closed 0.6% lower at 10,853.55.

The **S&P 500** eked out a small gain after gyrating between solid gains and steep losses, CNBC reported. The broader-market index closed about 0.1% higher at 3,340.97.

Meanwhile, the **Dow Jones Industrial Average** ended the day up 131.06 points, or 0.5%, at 27,665.64. The 30-stock average was up 294.24 points, or 1.1%, at its session high and fell as much as 86.46 points.

Tech selling briefly picked up after Bloomberg News reported that Japan's **SoftBank** was considering changes to its options trading strategy. Last week, SoftBank was identified as the "Nasdaq whale" that bought billions in stock options in a bet for higher prices in Big Tech.

The Labor Department said on Friday that its US consumer price index (CPI) rose by 0.4% in August. Economists polled by Reuters expected an increase of 0.3%.

That larger-than-expected advance was driven the biggest cost increase for used cars and trucks in more than 51 years.

Stocks in Asia-Pacific were mostly higher on Friday as investors watched regional technology stock movements following the sector's decline in the US.

Mainland Chinese stocks were higher by their close, with the **Shanghai composite** up 0.79% to around 3,260.35 while the **Shenzhen component** rose 1.57% to about 12,942.95. Hong Kong's **Hang Seng index** advanced 0.78% to end its trading day at 24,503.31.

In Japan the **Nikkei 225** rose 0.74% to 23,406.49 while the Topix index advanced 0.72% to 1,636.64.

In Japan, shares of conglomerate **Softbank Group** were up 1.03% while **Sharp** dropped 1.57%.

In South Korea, industry heavyweight **Samsung Electronics** slipped 0.34%.

Hong Kong-listed shares of Chinese tech juggernaut **Tencent** rose 1.98% while **Semiconductor Manufacturing International Corporation** jumped 6.8%.

The **pan-European Stoxx 600** closed up by 0.1%, with basic resource shares up 2.4% to lead the gains while banks on the other hand fell over 1.6%.

The EU on Thursday urged the UK to abandon its plan to renege on the **Brexit Withdrawal Agreement** and threatened legal action.

However British Prime Minister Boris Johnson's government has vowed to press ahead with its Internal Market Bill, despite acknowledgment that the move violates international law.

The UK and the EU are currently trying to reach a trade agreement before the end of the transition period on December 31, with the UK set to go onto World Trade Organization rules if no agreement is reached.

On Friday, Britain announced it had secured its first major trade deal post-Brexit, agreeing in principle to a free trade deal with Japan.

The tentative agreement, which will require the approval of both the UK and Japanese parliaments, is scheduled to come into the force at the end of the year.

On the data front, the UK economy grew 6.6% in July on a monthly basis, according to initial estimates published Friday, as the economy seeks to recover from the sharp downturn caused by coronavirus-induced lockdown measures.

Meanwhile, **Louis Vuitton owner LVMH** is countersuing acquisition target **Tiffany**, alleging that the US jeweller's mismanagement through the coronavirus pandemic invalidates a \$16 billion takeover agreement. Tiffany had already filed a lawsuit against LVMH over its withdrawal from the deal. Shares of LVMH were 3% higher.

An overnight reality check from US markets knocked the **ASX 200** to its lowest close in 11 weeks on Friday and sealed a fourth straight weekly loss for the first time since the coronavirus rout in February and March. The Australian sharemarket finished 49.1 points, or 0.8%, lower at 5859.4, The Sydney Morning Herald reported.

Health and property stocks were defiant in a dour session with biotech **CSL**, **Goodman Group**, **Sonic Healthcare** and **Ramsay Healthcare** among the gainers.

However, declines across the mining, banking, and consumer giants were ultimately too steep to overcome.



Commonwealth Bank led losses for the big four banks on Friday with a 1.4% decline to \$65.80.

Global miner **BHP** dropped 1.2% and **Fortescue Metals** slumped by 3.1% to \$17.34.

Anglo-Australian mining titan **Rio Tinto** announced the departure of its CEO and two senior executives following an extensive shareholder campaign focusing on the company's demolition of two Aboriginal rock shelters. Shares of the firm fell 0.6% to \$99.86.

Wesfarmers fell 0.6%, **Woolworths** 0.4%, and **Telstra** 1%.

Afterpay dragged the tech sector lower with a 2.3% decline to \$73.87.

Aerial imagery technology and location data company **Nearmap** was the market's biggest decline of the session with a 14.9% drop to \$2.46.

This **coming week** investors will be watching out for the Reserve Bank of Australia September meeting minutes for indications of future interest rate moves. Chinese retail sales figures for August will also be released on Tuesday.

On Wednesday the US Federal Reserve will announce its interest rate decision and US retail sales for August will be released the same day.

On Thursday it's the Australian employment figures, as well as the Bank of England and Bank of Japan interest rates decisions.

**Economic Calendar 14/09/2020 – 18/09/2020**

Tuesday September 15 2020		Actual	Previous	Consensus	Forecast
02:00 PM	GB Claimant Count Change AUG		94.4K		51K
05:00 PM	DE ZEW Economic Sentiment Index SEP		71.5	70	69
Wednesday September 16 2020		Actual	Previous	Consensus	Forecast
07:50 AM	JP Balance of Trade AUG		¥11.6B		¥-160B
02:00 PM	GB Inflation Rate YoY AUG		1%		0.4%
08:30 PM	CA Inflation Rate YoY AUG		0.1%		0.3%
08:30 PM	US Retail Sales MoM AUG		1.2%	1.1%	1%
Thursday September 17 2020		Actual	Previous	Consensus	Forecast
02:00 AM	US Fed Interest Rate Decision		0.25%	0.25%	0.25%
07:00 PM	GB BoE Interest Rate Decision		0.1%	0.1%	0.1%
Friday September 18 2020		Actual	Previous	Consensus	Forecast
07:30 AM	JP Inflation Rate YoY AUG		0.3%		0.2%

Economic Calendar 21/09/2020 – 25/09/2020

Monday September 21 2020		Actual	Previous	Consensus	Forecast
09:30 AM	CN Loan Prime Rate 1Y		3.85%		3.85%
Wednesday September 23 2020		Actual	Previous	Consensus	Forecast
02:00 PM	DE GfK Consumer Confidence OCT		-1.8		-1
03:00 PM	ES GDP Growth Rate QoQ Final Q2		-5.2%	-18.5%	-18.5%
Thursday September 24 2020		Actual	Previous	Consensus	Forecast
04:00 PM	DE Ifo Business Climate SEP		92.6		95
Friday September 25 2020		Actual	Previous	Consensus	Forecast
08:30 PM	US Durable Goods Orders MoM AUG		11.2%		-2.8%

Source: www.tradingeconomics.com

**All Ords Top 10 Week Ending 11 September 2020**

10 Best Performing Stocks Weekly (%)			10 Worst Performing Stocks Weekly (%)		
NUF	Nufarm Limited	12.9	NEA	Nearmap Ltd	-15.5
CUV	Clinuvel Pharmaceut.	7.9	RSG	Resolute Mining	-11.0
VOC	Vocus Group Ltd	7.9	GNC	GrainCorp Limited	-10.5
SGM	Sims Limited	7.8	ORG	Origin Energy	-10.1
CNU	Chorus Limited	7.4	MSB	Mesoblast Limited	-9.3
SKC	Skycity Ent Grp Ltd	6.2	BPT	Beach Energy Limited	-8.4
WEB	Webjet Limited	5.8	OSH	Oil Search Ltd	-8.4
WHC	Whitehaven Coal	5.3	EML	EML Payments Ltd	-6.8
RIO	Rio Tinto Limited	4.5	SYD	SYD Airport	-6.6
VUK	Virgin Money Uk PLC	4.4	SXL	Sthn Cross Media	-6.5

Source: IRESS

S & P Indices Week Ending 11 September 2020

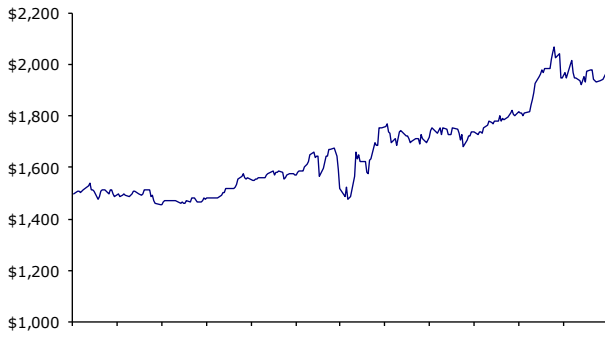
S&P Indices	13/09/2020	6/09/2020	Wkly Chg	Mthly Chg	Yearly Chg
S&P 200 Energy	6531	6927	-5.7%	-13.0%	-26.6%
S&P 200 Materials	13908	13774	1.0%	-4.5%	40.5%
S&P 200 Industrials	5638	5800	-2.8%	-0.7%	10.5%
S&P 200 Consumer Disc.	2607	2680	-2.7%	-3.1%	24.5%
S&P 200 Consumer Staples	12182	12434	-2.0%	-8.0%	42.4%
S&P 200 Healthcare	41655	41291	0.9%	-8.2%	116.1%
S&P 200 Financials	4563	4634	-1.5%	-5.5%	-28.4%
S&P 200 Info Technology	1673	1736	-3.6%	-6.3%	115.1%
S&P 200 Telecommunicatic	1134	1140	-0.5%	-3.7%	-35.4%
S&P 200 Utilities	7059	7166	-1.5%	-6.4%	-6.4%
S&P 200 Property Trusts	1277	1290	-1.0%	2.6%	-4.8%
S&P 200 Financials ex PT	5089	5169	-1.5%	-5.5%	-28.4%

Source: IRESS

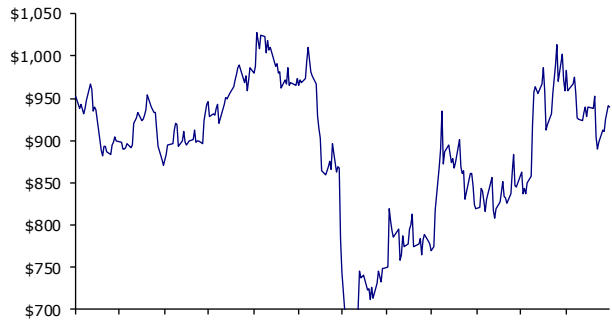


1 Year Commodity Price Charts

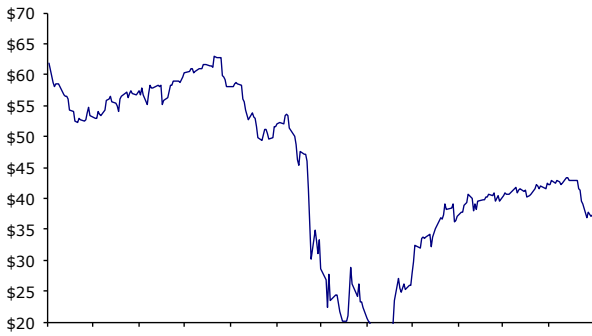
1 Year Gold



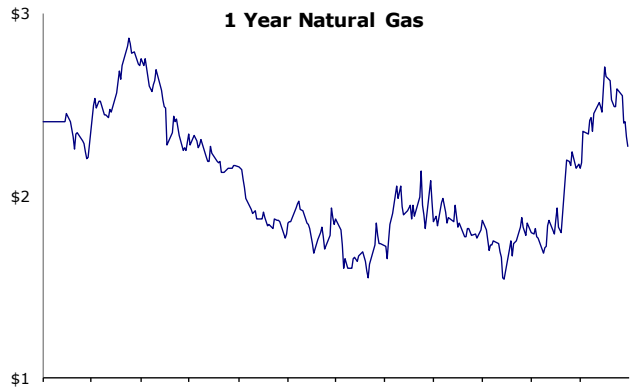
1 Year Platinum



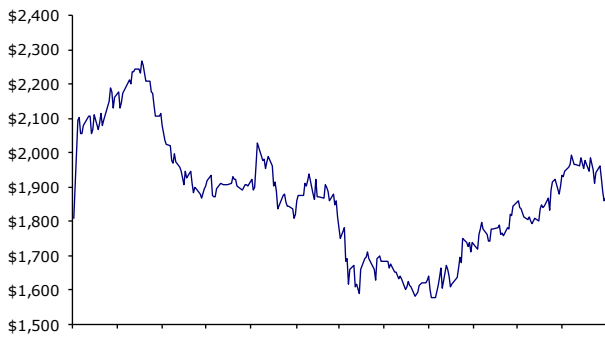
1 Year Oil



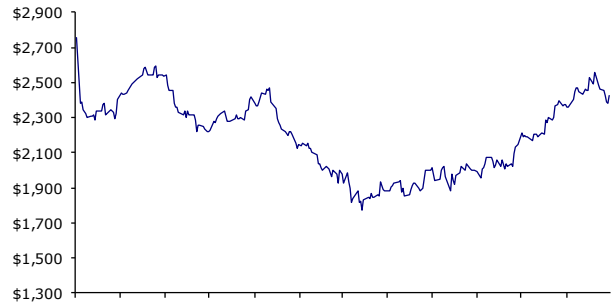
1 Year Natural Gas



1 Year Lead

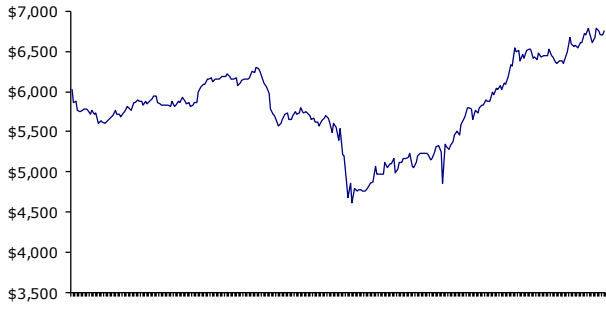


1 Year Zinc

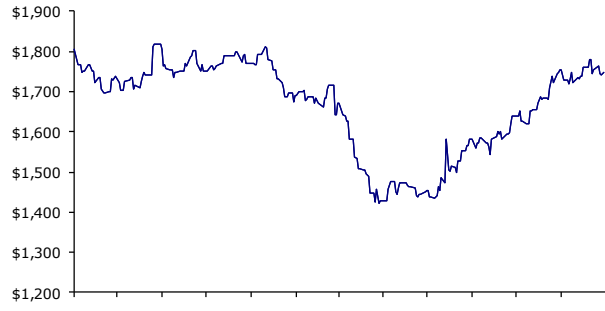




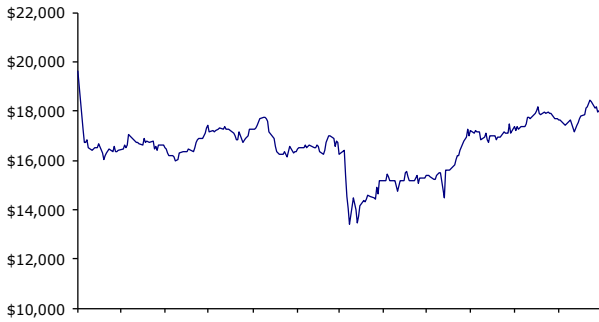
1 Year Copper



1 Year Aluminium

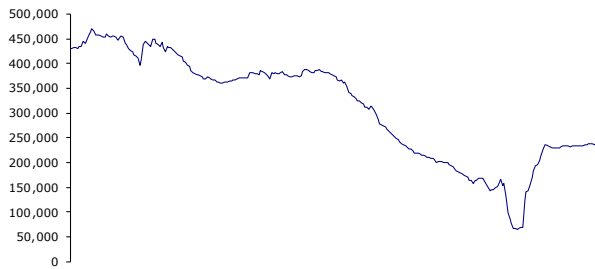


1 Year Tin

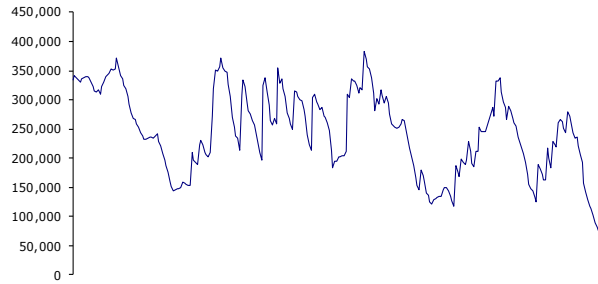


5 Year Metals Stockpiles

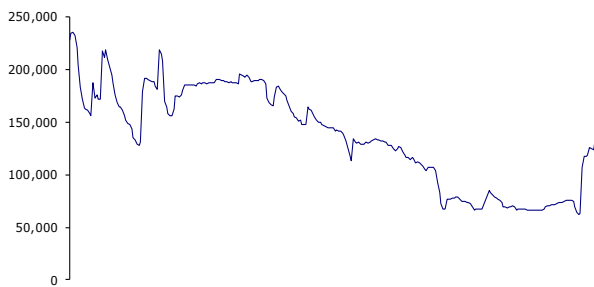
Nickel LME Stockpiles - 5 Year



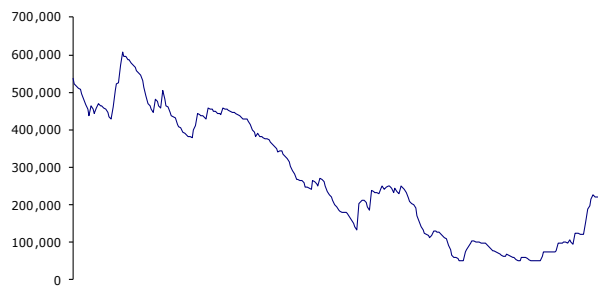
Copper LME Stockpiles - 5 Year



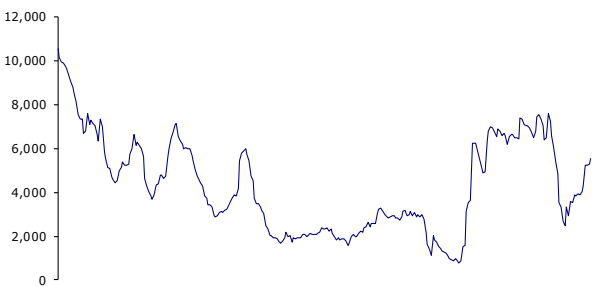
Lead LME Stockpiles - 5 Year



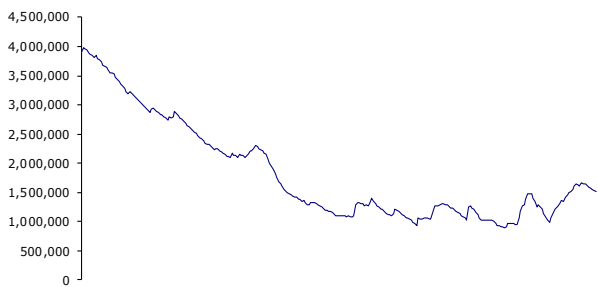
Zinc LME Stockpiles - 5 Year



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.