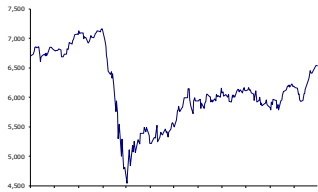
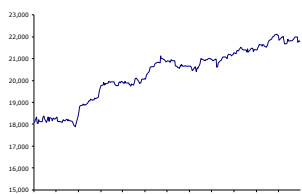


Issue 527
12-month XJO chart

12-month Dow Jones chart

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Global Wrap – 22 November 2020

World Markets	22/11/2020	15/11/2020	Wkly Chg	Mthly Chg	Yearly Chg
ASX 200	6539	6405	2.1%	7.9%	18.0%
S&P 500	3558	3585	-0.8%	8.8%	58.4%
FTSE 100	6351	6316	0.6%	13.8%	-8.4%
DAX30	13137	13077	0.5%	13.6%	1.1%
Shanghai Composite	3378	3347	0.9%	3.2%	5.0%
Nikkei 225	25527	25907	-1.5%	9.4%	36.0%
Hang Seng	26452	26157	1.1%	7.1%	15.7%
Currency					
AUD/USD	0.7305	0.7320	-0.2%	1.0%	7.7%
Commodities					
Oil (\$/bbl)	42.4	41.5	2.2%	17.6%	-26.7%
Gas (\$/gal)	2.8	3.1	-11.3%	-18.8%	14.6%
Iron Ore (\$/t)	0.0	53.9	-100.0%	-100.0%	-100.0%
Copper (\$/t)	7179	6926	3.6%	7.2%	23.0%
Lead (\$/t)	1987	1886	5.4%	12.6%	-14.8%
Zinc (\$/t)	2733	2613	4.6%	8.3%	-0.4%
Aluminium (\$/t)	1984	1918	3.4%	10.2%	14.6%
Nickel (\$/t)	15870	15815	0.3%	0.3%	39.6%
Tin (\$/t)	18890	18415	2.6%	4.9%	-11.7%
Gold (\$/oz)	1872	1886	-0.7%	-0.4%	59.7%
Silver (\$/oz)	24.4	24.8	-1.7%	4.3%	42.5%
Platinum (\$/oz)	957	896	6.8%	9.4%	2.1%
Wheat (\$/t)	593.250	592.750	0.1%	-2.9%	45.3%

Source: Iress

Key points
1. What happened on the major world markets on Friday
2. Main movers on the ASX
3. What to watch next week

In the US stocks fell on Friday as rising new coronavirus cases, coupled with questions around central-bank funding for key emergency programs, cast doubt on a swift economic recovery, CNBC reported.

The Dow Jones Industrial Average dropped 219.75 points, or 0.8%, to close at 29,263.48. The S&P 500 dipped 0.7% to 3,557.54. The Nasdaq Composite pulled back by 0.4% to end the day at 11,854.97.

Boeing and Salesforce were the worst-performing stocks in the Dow, falling 2.9% and 2.5%, respectively.

Technology and industrials dropped 1.1% and 0.9%, respectively, to lead the S&P 500 lower.

The US seven-day average of daily new COVID-19 infections now stands at 165,029, according to Johns Hopkins University data, 24% higher than a week ago.



Many states, including California, have rolled back reopening plans and implemented fresh restrictions to curb the spread. Meanwhile, the Centers for Disease Control and Prevention advised Americans against travelling for Thanksgiving.

JPMorgan economists said coronavirus-related restrictions will “likely deliver negative growth” in the first quarter of 2021. They also downgraded their first-quarter GDP outlook to a contraction of 1%, making them the first Wall Street economists to forecast negative GDP for the start of next year.

For the week the Dow fell 0.7% and the S&P 500 lost 0.8%.

Also weighing on sentiment on Friday was a disagreement between the Treasury Department and the Federal Reserve over the continuation of funding for some of the emergency programs implemented during the recession.

Treasury Secretary Steven Mnuchin is seeking to end a handful of the Fed facilities that bought corporate bonds as well as the Main Street Lending Program targeted towards small and medium-sized businesses. The move has drawn pushback from the central bank, which said the programs continue to serve an important role to support the vulnerable economy.

However investors got more good news on the vaccine front. Pfizer and BioNTech said they applied for an emergency use authorisation for their vaccine from the Food and Drug Administration. The companies said they can be ready to ship the vaccine within hours after the FDA approves it.

On **Asian markets** investors remained cautious over the short-term economic impact of the coronavirus as cases around the world continue to rise.

The **Nikkei 225** index in Japan fell 0.42% to 25,527.37.

Data from Japan showed core consumer prices fell in October at their fastest pace annually in nearly a decade, raising deflation fears in an economy that is still grappling with the pandemic. The country's factory activity decline also sped up in November.

On the Chinese mainland, the **Shanghai composite** rose 0.44% to 3,377.73, the **Shenzhen composite** was up 0.6% at 2,289.51 and the Shenzhen component added 0.54% to 13,852.42. In Hong Kong, the **Hang Seng** index gained 0.33% in late afternoon trade.

China kept its lending benchmark loan prime rate steady for the seventh straight month, in line with market expectations. The one-year rate was kept unchanged at 3.85% and the five-year rate remained at 4.65%, Reuters reported.

European stocks closed higher on Friday as investors looked past spiralling coronavirus cases and a US Treasury decision to spike pandemic relief programs.

In terms of individual share price moves, shares of Sage Group plunged more than 13% as the British software company's profit dipped following a cloud investment.

Toward the top of the European blue chip index, ailing German conglomerate Thyssenkrupp had its shares climb more than 4% after announcing it would cut a further 5,000 jobs to ease the impact from the pandemic on its various businesses.

In Europe, the **pan-European Stoxx 600** provisionally closed up by almost 0.5%, with oil and gas stocks climbing 1.5% to lead gains as almost all sectors and major bourses entered positive territory.

There is growing worry that a \$2 trillion stimulus plan will not be delivered as quickly as planned after tweaks made to the deal last month was opposed by Hungary and Poland. Meanwhile Brexit negotiations have also been suspended after reports said an EU negotiator tested positive for the coronavirus.

In **Australia** a week-ending dip wasn't enough to prevent the sharemarket from notching a third straight week of gains and continue a remarkable November rally, The Sydney Morning Herald reported.

The local benchmark faded from a nine-month intraday high on Friday, closing 0.1% lower at 6539.2.

The decline ended a four-day winning run - technically three-and-a half when factoring in Monday's ASX outage - but investors still managed to add 2.1% for the week.



The month's current 10.3% rise would be the biggest monthly gain since the ASX 200 came into operation in 2000.

The index is now just 2.2% lower for 2020, having been 32% down in the middle of the coronavirus crater in March.

Gains over the past three weeks have been helped by a rotation back into cyclical stocks such as the banks, property, and energy.

A favourable US election result and a slew of vaccine updates have also aided investor confidence, as has signs locally that the containment of the virus and economic recovery remains on track.











Commonwealth Bank rose 1.4% on Friday to finish at an eight-month high of \$80, seemingly boosted by APRA's halving of the \$1 billion capital requirement applied in 2018 over its poor governance, accountability and risk frameworks.

The lender was joined in the winner's circle by biotech **CSL**, which rose 1.1% to \$313.53. Stem cell firm **Mesoblast** was another boost for the health sector, adding 11.3 per cent to \$3.64 after it secured help to develop its flagship product, remestemcel-L, for treatment of acute respiratory distress caused by coronavirus and other illnesses.













Rio Tinto added 0.5% to \$99.45 but **BHP** pulled the other way, shedding 1% to close the session at \$36.14.

Apart from COVID-19 vaccine updates, investors will be watching Australia's trade balance release on Tuesday, followed by US GDP and Federal Reserve meeting minutes on Wednesday.

**Economic Calendar 23/11/2020 – 27/11/2020**

Tuesday November 24 2020		Actual	Previous	Consensus	Forecast	
05:00 PM	DE Ifo Business Climate NOV		92.7	90.9	88.5	 
Wednesday November 25 2020		Actual	Previous	Consensus	Forecast	
09:30 PM	US Durable Goods Orders MoM OCT		1.9%	0.3%	0.5%	 
11:00 PM	US Personal Income MoM OCT		0.9%	0.4%	0.5%	 
11:00 PM	US Personal Spending MoM OCT		1.4%	0.7%	0.9%	 
Thursday November 26 2020		Actual	Previous	Consensus	Forecast	
03:00 PM	DE GfK Consumer Confidence DEC		-3.1		-2	 

Economic Calendar 30/11/2020 – 4/12/2020

Monday November 30 2020		Actual	Previous	Consensus	Forecast	
09:00 AM	CN NBS Manufacturing PMI NOV		51.4		51	 
Tuesday December 01 2020		Actual	Previous	Consensus	Forecast	
09:45 AM	CN Caixin Manufacturing PMI NOV		53.6			 
Wednesday December 02 2020		Actual	Previous	Consensus	Forecast	
01:00 PM	JP Consumer Confidence NOV		33.6			 
Thursday December 03 2020		Actual	Previous	Consensus	Forecast	
08:30 AM	AU Balance of Trade OCT		A\$5.630B			 
Friday December 04 2020		Actual	Previous	Consensus	Forecast	
09:30 PM	CA Balance of Trade OCT		C\$-3.25B			 
09:30 PM	US Balance of Trade OCT					
09:30 PM	US Non Farm Payrolls NOV		638K		600K	 

Source: www.tradingeconomics.com

**All Ords Top 10 Week Ending 20 November 2020**

10 Best Performing Stocks Weekly (%)			10 Worst Performing Stocks Weekly (%)		
URW	Unibailrodawestfield	25.7	EVN	Evolution Mining Ltd	-8.8
BEN	Bendigo and Adelaide	14.5	GOR	Gold Road Res Ltd	-8.6
AWC	Alumina Limited	12.8	SLR	Silver Lake Resource	-7.2
MSB	Mesoblast Limited	12.0	NST	Northern Star	-7.1
WHC	Whitehaven Coal	11.7	ELD	Elders Limited	-7.1
CCP	Credit Corp Group	11.1	PRU	Perseus Mining Ltd	-7.1
VUK	Virgin Money Uk PLC	10.1	SAR	Saracen Mineral	-7.0
BOQ	Bank of Queensland.	9.6	CHC	Charter Hall Group	-6.9
APE	Eagers Automotive	9.5	WGX	Westgold Resources.	-6.7
CBA	Commonwealth Bank.	9.4	NXT	Nextdc Limited	-6.7

Source: IRESS

S & P Indices Week Ending 20 November 2020

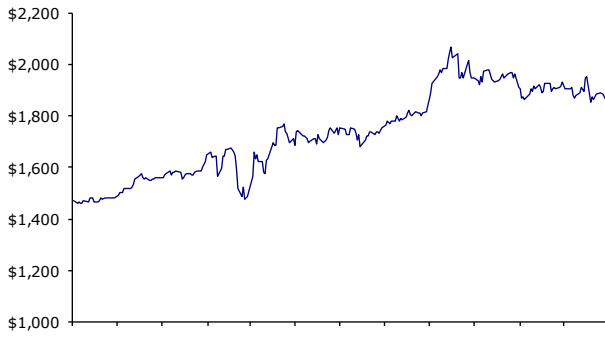
S&P Indices	22/11/2020	15/11/2020	Wkly Chg	Mthly Chg	Yearly Chg
S&P 200 Energy	7737	7507	3.1%	18.9%	-13.0%
S&P 200 Materials	14160	14090	0.5%	3.3%	43.0%
S&P 200 Industrials	6291	6237	0.9%	10.4%	23.3%
S&P 200 Consumer Disc.	2915	2874	1.4%	5.9%	39.2%
S&P 200 Consumer Staples	12677	12625	0.4%	0.0%	48.2%
S&P 200 Healthcare	45828	45568	0.6%	4.6%	137.7%
S&P 200 Financials	5457	5139	6.2%	13.7%	-14.4%
S&P 200 Info Technology	2011	2044	-1.6%	0.5%	158.6%
S&P 200 Telecommunicatic	1281	1290	-0.7%	11.3%	-27.0%
S&P 200 Utilities	6878	6910	-0.5%	-1.0%	-8.8%
S&P 200 Property Trusts	1453	1443	0.7%	10.8%	8.3%
S&P 200 Financials ex PT	6086	5732	6.2%	13.7%	-14.4%

Source: IRESS

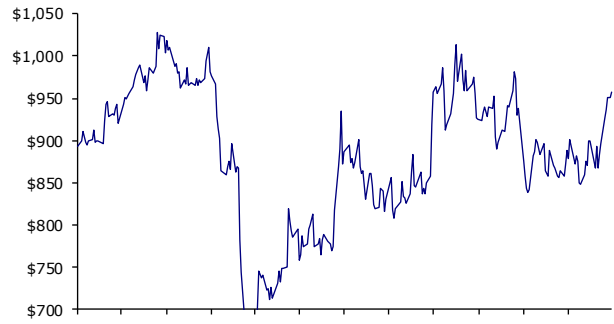


1 Year Commodity Price Charts

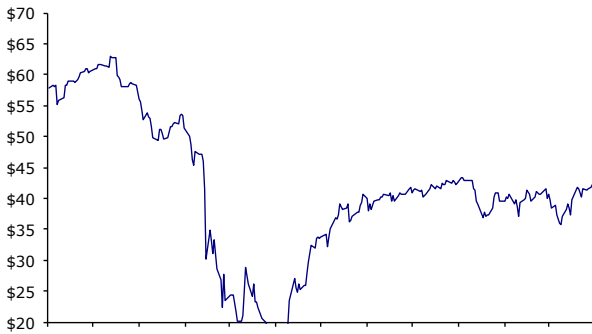
1 Year Gold



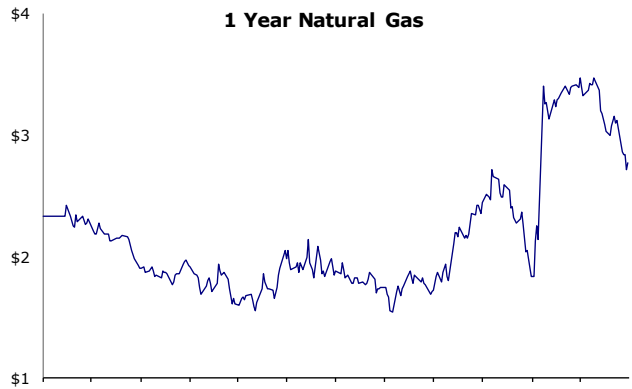
1 Year Platinum



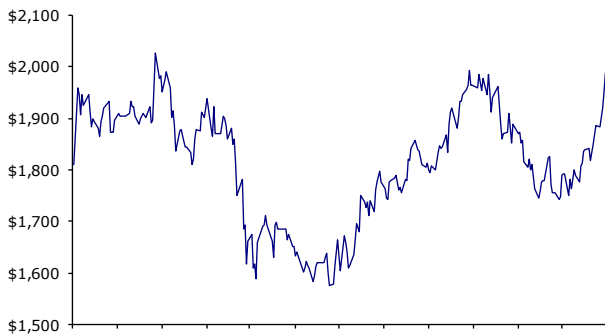
1 Year Oil



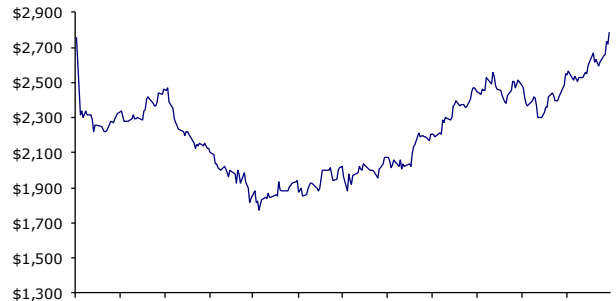
1 Year Natural Gas



1 Year Lead

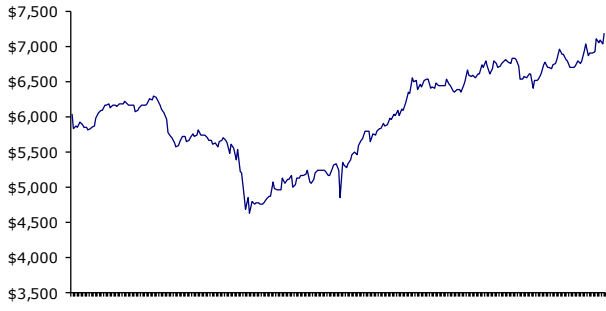


1 Year Zinc

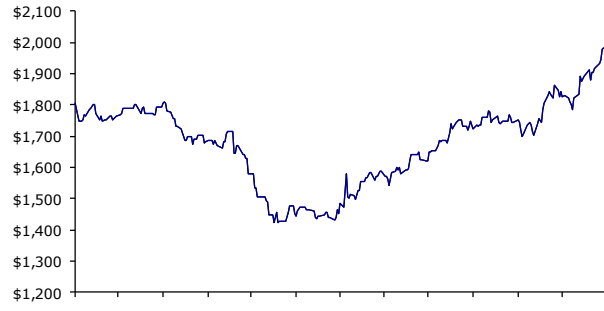




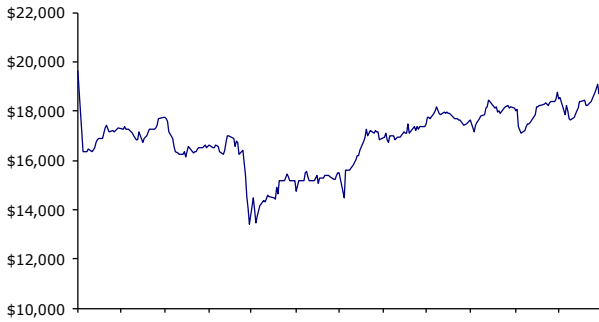
1 Year Copper



1 Year Aluminium

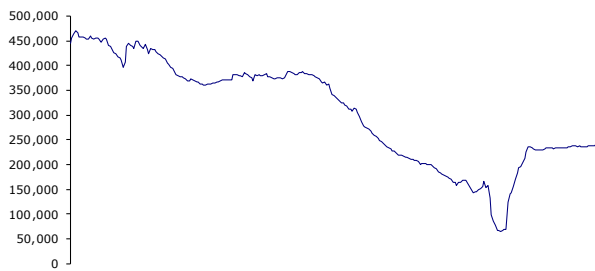


1 Year Tin

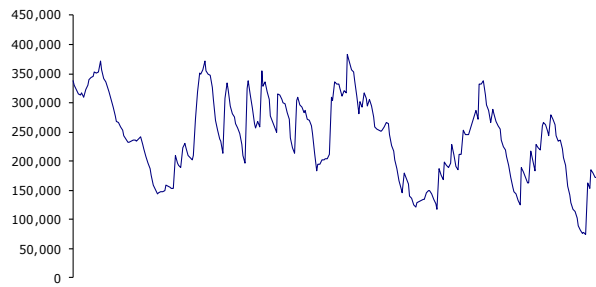


5 Year Metals Stockpiles

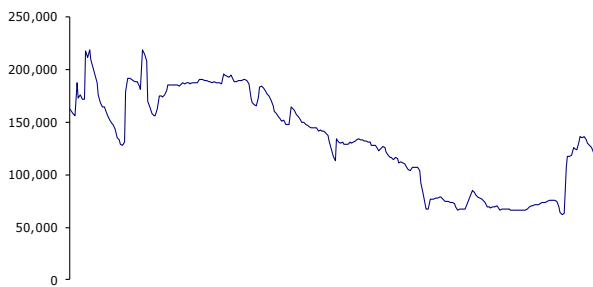
Nickel LME Stockpiles - 5 Year



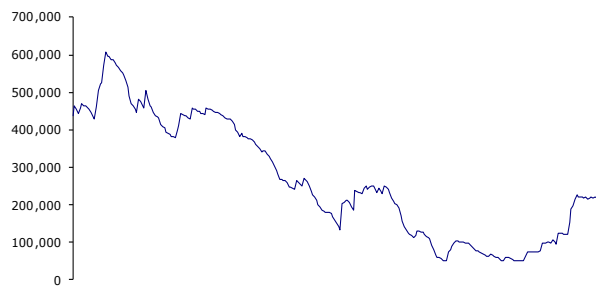
Copper LME Stockpiles - 5 Year



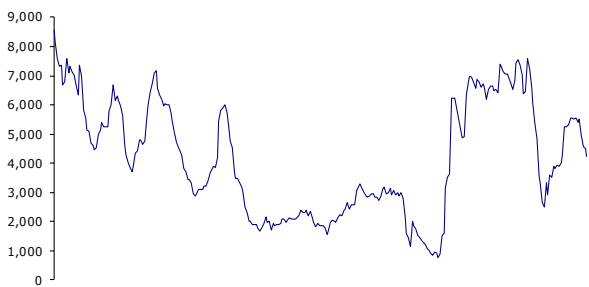
Lead LME Stockpiles - 5 Year



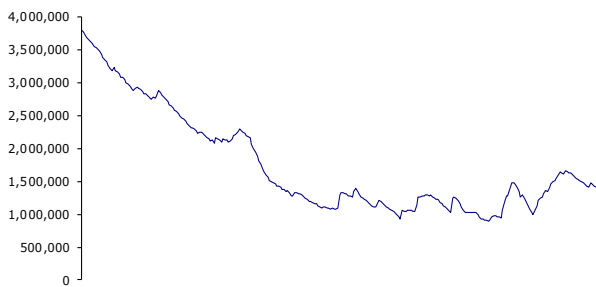
Zinc LME Stockpiles - 5 Year



Tin LME Stockpiles - 5 Year



Aluminium LME Stockpiles - 5 Year





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