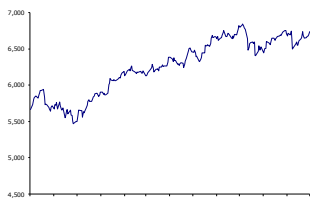


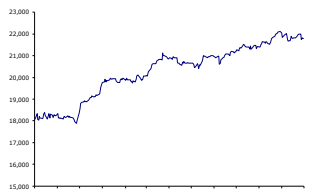
STATE ONE SPINNAKER

27 October 2019
Issue 477

12 month XJO chart



12 month Dow Jones chart



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Global Wrap – 27 October 2019

World Markets	27/10/2019	20/10/2019	Wkly Chg	Mthly Chg	Yearly Chg
ASX 200	6739	6650	1.3%	1.5%	21.6%
Dow Jones	21798	21988	-0.9%	-1.0%	18.0%
Nasdaq	5284	5284	0.0%	-0.2%	21.9%
S&P 500	3023	2986	1.2%	4.7%	34.6%
FTSE 100	7324	7151	2.4%	2.8%	5.7%
DAX30	12895	12634	2.1%	8.1%	12.3%
Shanghai Composite	2955	2940	0.5%	1.7%	-8.1%
Nikkei 225	22800	22549	1.1%	6.8%	21.5%
Hang Seng	26667	26720	-0.2%	2.5%	16.6%
Currency					
AUD/USD	0.6821	0.6868	-0.7%	-0.1%	-3.8%
Commodities					
Oil (\$/bbl)	56.6	53.5	5.9%	8.3%	-16.2%
Gas (\$/gal)	2.5	2.5	-2.3%	9.0%	-31.1%
Iron Ore (\$/t)	0.0	53.9	-100.0%	-100.0%	-100.0%
Copper (\$/t)	5868	5751	2.0%	4.2%	0.5%
Lead (\$/t)	2245	2211	1.5%	8.1%	-3.7%
Zinc (\$/t)	2510	2489	0.8%	8.4%	-8.5%
Aluminium (\$/t)	1711	1729	-1.1%	0.8%	-1.2%
Nickel (\$/t)	16890	16475	2.5%	-4.4%	48.5%
Tin (\$/t)	16600	16875	-1.6%	1.8%	-22.4%
Gold (\$/oz)	1505	1494	0.7%	0.0%	28.4%
Silver (\$/oz)	17.9	17.6	2.0%	1.8%	4.9%
Platinum (\$/oz)	933	896	4.2%	4.5%	-0.5%
Wheat (\$/t)	517.000	532.000	-2.8%	5.7%	26.6%

Source: Iress

Global Wrap

Key points

- Earnings boost US, Chinese markets**
- Gold and gold miners up on rate cut hopes**
- What to watch next week**

US

Stocks rose on Friday as investors cheered strong quarterly earnings from tech giant Intel along with apparent progress on the US-China trade front, CNBC reported.

Bets for an interest rate cut by the US Federal Reserve next week also surged after weak economic data.

The S&P 500 climbed 0.4% to 3,022.53 and briefly traded above its record closing high. The broad index also came within inches of its intraday all-time high. The tech sector closed at a record high, rising more than 1% on Friday.

The Dow Jones Industrial Average closed 152.23 points higher, or 0.6% at 26,958.06. The Nasdaq Composite advanced 0.7% to 8,243.12.

More than 38% of S&P 500 companies have posted quarter earnings for the third quarter so far, according to FactSet.

Of those companies, 78% have beaten analyst expectations.

Markets also got a boost from trade optimism. The US Trade Representative said China and the US were close to finalising parts of a phase one trade deal.

China

Chinese stocks ended higher for the first time in three days, as decent quarterly results from China Vanke and Jiangsu Hengrui Medicine alleviated concerns that the outlook for corporate earnings will deteriorate amid a slowdown in the economy, The South China Morning Post reported.

The Shanghai Composite Index rose 0.5%, or 14.01 points, to 2,954.93 on Friday, notching up a 0.6% gain for the week. Hong Kong's Hang Seng Index dropped 0.5% to 26,667.39, capping a 0.2% weekly loss.

Out of the 300 stocks on the CSI 300 Index of big-caps, 58 have already posted quarterly reports and reported an average of 46% profit growth, according to Bloomberg data. That exceeded the estimates by 3.7%. The earnings growth rate was 19% for the previous three-month period, the data showed.

Japan

The popularity of the semiconductor sector helped Tokyo stocks extended their gains on Friday, The Japan Times reported.

The 225-issue Nikkei average rose 49.21 points, or 0.22 percent, to end at 22,799.81, rewriting a year-to-date high for the fifth straight session. The key market gauge grew 125.22 points Thursday.

The Topix index of all issues listed on the first section of the Tokyo Stock Exchange finished up 4.70 points, or 0.29 percent, at 1,648.44, after gaining 5.60 points the previous day.

Europe

European stocks ended slightly higher on Friday after a substantial round of corporate earnings, while traders also monitored Brexit developments and exchanges between the US and China.

The pan-European Stoxx 600 finished provisionally higher by 0.12%, with retail stocks rising just over 1.1% to lead gains, while food and beverages dropped nearly 1.7% as sectors and major bourses pointed in opposite directions.

The state of limbo for Brexit is set to carry into next week after EU ambassadors agreed on the need to grant the UK a third extension to its deadline for leaving the bloc, but failed to reach a consensus on its duration.

Australia

Healthcare stocks led gains in Australian shares on Friday after strong results from medical device-maker Resmed, while the broader market tracked overnight gains by most Wall Street indexes amid optimism over corporate earnings, Reuters reported.

The S&P/ASX 200 index rose 0.7% or 44 points to 6,737.60.

The benchmark was set to rise a third straight week, as the better-than-expected US earnings season helped ease fears of slowing economic growth.

Gold stocks advanced 1.9% after bullion prices rose on expectations of monetary policy trimming from the Fed.

Newcrest Mining Ltd, the largest listed gold miner in Australia, moved up about 1.5%.

Broader mining stocks rose 0.6%, tracking strength in iron ore and copper prices. BHP Group and Rio Tinto, the largest miners on the ASX 200, increased about 0.1% and 0.7%, respectively.

The mining subindex was on track to add 2.8% for the week, which would be the biggest gain since late August.

Technology stocks rose about 1.6%. The best performer was software developer Bravura Solutions Ltd, up 3.8%.

Cleanaway Waste Management Ltd dropped 13.4% and was the worst performer on the ASX 200 after forecasting flat earnings for the first half of fiscal 2020.
Smaller rival Bingo Industries Ltd fell nearly 5%.

What investors are watching next week

US Gross Domestic Product growth rate: Wednesday 30 October 2019

Economist expectations are that the US economy expanded at a 1.5% growth rate in the most recent quarter, which would be a reduction from the previous quarter's 2.0% growth. Overall economic growth will be watched closely for signs of a slowdown amid the ongoing tariff war and generally softening business confidence, or signs of strength driven by a resilient US consumer.

US Federal Reserve Interest Rate Decision: Thursday 31 October 2019

On Thursday, the Federal Open Market Committee (FOMC) will meet to set the Federal Reserve's short term interest rate policy. Markets are pricing in a 91.5% chance of a 0.25% cut.

Economic Calendar 28/10/2019 – 1/11/2019

Wednesday October 30 2019		Actual	Previous	Consensus	Forecast		
02:30 PM	FR GDP Growth Rate QoQ Prel Q3		0.3%	0.2%	0.3%		
06:00 PM	EA Business Confidence OCT		-0.22	-0.24	0.14		
08:00 PM	MX GDP Growth Rate YoY Prel Q3		-0.8%		-0.2%		
08:30 PM	US GDP Growth Rate QoQ Adv Q3		2%	1.7%	1.9%		
09:00 PM	DE Inflation Rate YoY Prel OCT		1.2%	1%	1.1%		
Thursday October 31 2019		Actual	Previous	Consensus	Forecast		
02:00 AM	US Fed Interest Rate Decision		2%	1.75%	1.75%		
05:00 AM	BR Interest Rate Decision		5.5%	5.5%	5.0%		
08:01 AM	GB Gfk Consumer Confidence OCT		-12	-13	-16		
09:00 AM	CN NBS Manufacturing PMI OCT		49.8	49.8	49.6		
01:00 PM	JP Consumer Confidence OCT		35.6	35.5	34.9		
04:00 PM	ES GDP Growth Rate YoY Flash Q3		2%	1.9%	2.0%		
04:00 PM	ES GDP Growth Rate QoQ Flash Q3		0.4%	0.4%	0.5%		
06:00 PM	EA GDP Growth Rate QoQ Flash Q3		0.2%	0.1%	0.2%		
07:00 PM	IT GDP Growth Rate QoQ Adv Q3		0%	0%	0%		
08:30 PM	US Personal Income MoM SEP		0.4%	0.3%	0.3%		
08:30 PM	US Personal Spending MoM SEP		0.1%	0.2%	0.2%		
Friday November 01 2019		Actual	Previous	Consensus	Forecast		
09:45 AM	CN Caixin Manufacturing PMI OCT		51.4	51.0	50.9		
08:30 PM	US Non Farm Payrolls OCT		136K	90K	120K		
10:00 PM	US ISM Manufacturing PMI OCT		47.8	48.8	47.2		

Source: www.tradingeconomics.com

Economic Calendar 4/11/2019 – 8/11/2019

Monday November 04 2019			Actual	Previous	Consensus	Forecast	
04:55 PM	DE	Markit Manufacturing PMI Final OCT		41.7	41.9	41.9	
Tuesday November 05 2019			Actual	Previous	Consensus	Forecast	
07:00 PM	BR	BCB Copom Meeting Minutes					
09:30 PM	CA	Balance of Trade SEP		C\$-0.96B		C\$ -3B	
09:30 PM	US	Balance of Trade SEP		\$-54.9B		\$ -57.5B	
11:00 PM	US	ISM Non-Manufacturing PMI OCT		52.6		51.9	
Wednesday November 06 2019			Actual	Previous	Consensus	Forecast	
11:00 PM	CA	Ivey PMI s.a OCT		48.7		50.2	
Thursday November 07 2019			Actual	Previous	Consensus	Forecast	
08:30 AM	AU	Balance of Trade SEP		A\$5.926B		A\$ 7.1B	
08:00 PM	GB	BoE Interest Rate Decision		0.75%		0.75%	
08:00 PM	GB	BoE Quantitative Easing		£435B		£435B	
08:00 PM	GB	MPC Meeting Minutes					
Friday November 08 2019			Actual	Previous	Consensus	Forecast	
08:30 AM	AU	RBA Statement on Monetary Policy					
11:00 AM	CN	Balance of Trade OCT		\$39.65B		\$30B	
11:00 AM	CN	Exports YoY OCT		-3.2%			
11:00 AM	CN	Imports YoY OCT		-8.5%			
03:00 PM	DE	Balance of Trade SEP		€16.2B		€ 17.2B	
09:30 PM	CA	Employment Change OCT		53.7K			
11:00 PM	US	Michigan Consumer Sentiment Prel NOV		95.5			

Source: www.tradingeconomics.com

All Ords Top 10 Week Ending 25 October 2019

10 Best Performing Stocks Weekly (%)			10 Worst Performing Stocks Weekly (%)		
GOR	Gold Road Res Ltd	14.6	WTC	Wisetech Global Ltd	-12.1
WSA	Western Areas Ltd	12.6	PME	Pro Medicus Limited	-11.5
SAR	Saracen Mineral	10.3	CWY	Cleanaway Waste Ltd	-10.2
JBH	JB Hi-Fi Limited	10.0	GXY	Galaxy Resources	-8.2
CYB	Cybg PLC	9.8	MYX	Mayne Pharma Ltd	-6.8
RSG	Resolute Mining	9.6	APX	Appen Limited	-6.4
IGO	Independence Group	8.3	SSM	Service Stream	-6.2
ING	Inghams Group	8.2	NEA	Nearmap Ltd	-5.8
SYD	SYD Airport	7.7	BVS	Bravura Solution Ltd	-5.7
RMD	ResMed Inc.	7.2	SXL	Sthn Cross Media	-5.6

Source: IRESS

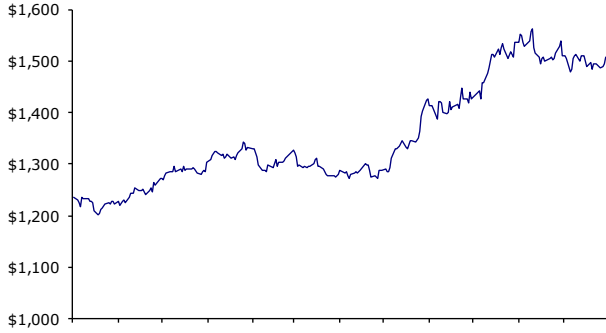
S & P Indices Week Ending 25 October 2019

S&P Indices	27/10/2019	20/10/2019	Wkly Chg	Mthly Chg	Yearly Chg
S&P 200 Energy	11005	10766	2.2%	3.2%	23.8%
S&P 200 Materials	13030	12720	2.4%	-0.8%	31.6%
S&P 200 Industrials	6944	6843	1.5%	2.7%	36.1%
S&P 200 Consumer Disc.	2673	2624	1.9%	2.8%	27.6%
S&P 200 Consumer Staples	12438	12471	-0.3%	-0.3%	45.4%
S&P 200 Healthcare	38398	37757	1.7%	7.2%	99.2%
S&P 200 Financials	6445	6378	1.1%	1.0%	1.2%
S&P 200 Info Technology	1325	1365	-2.9%	-2.9%	70.4%
S&P 200 Telecommunicatic	1262	1268	-0.5%	-0.2%	-28.1%
S&P 200 Utilities	8233	8057	2.2%	2.4%	9.2%
S&P 200 Property Trusts	1646	1615	1.9%	1.4%	22.7%
S&P 200 Financials ex PT	7188	7113	1.1%	1.0%	1.2%

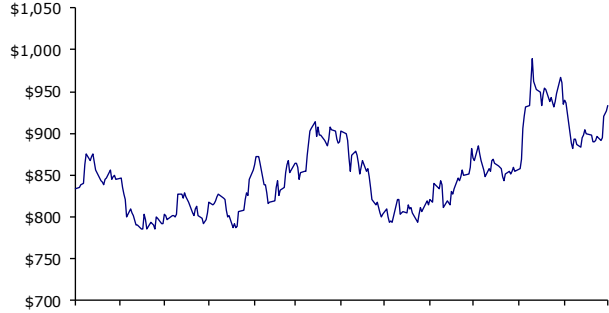
Source: IRESS

1 Year Commodity Price Charts

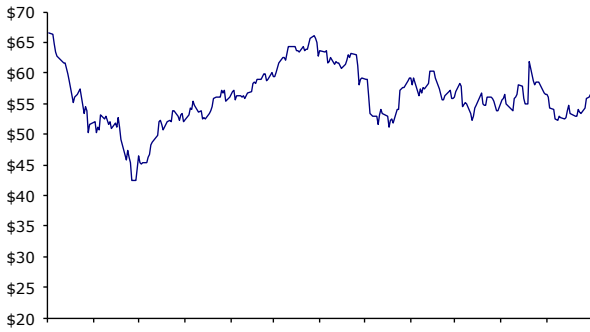
1 Year Gold



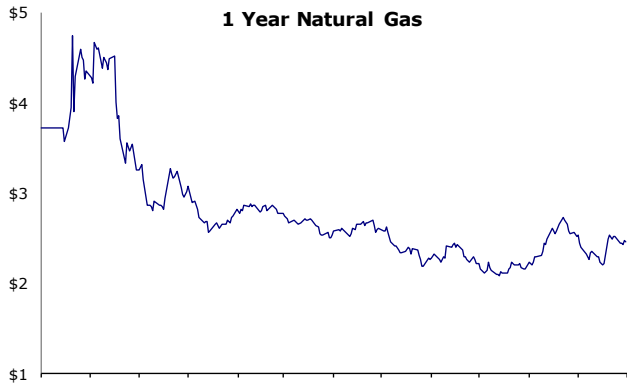
1 Year Platinum



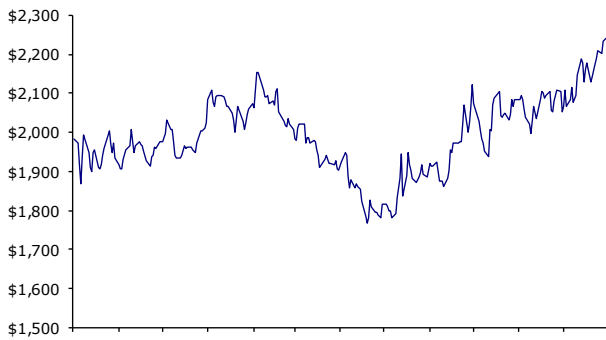
1 Year Oil



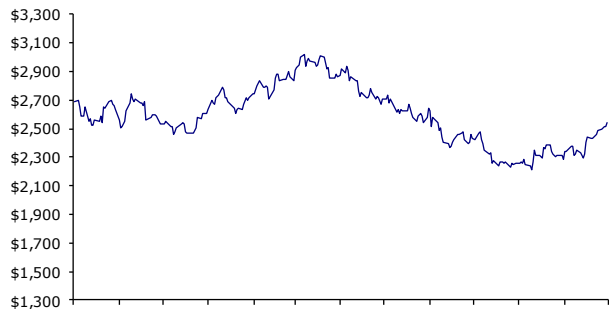
1 Year Natural Gas



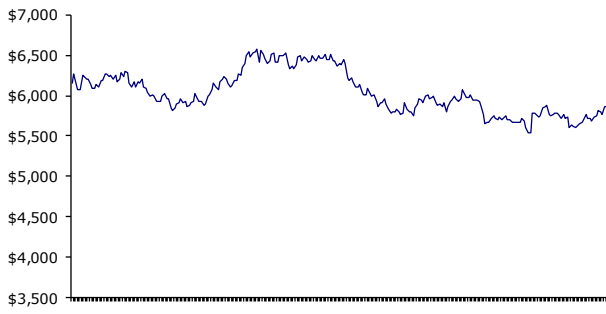
1 Year Lead



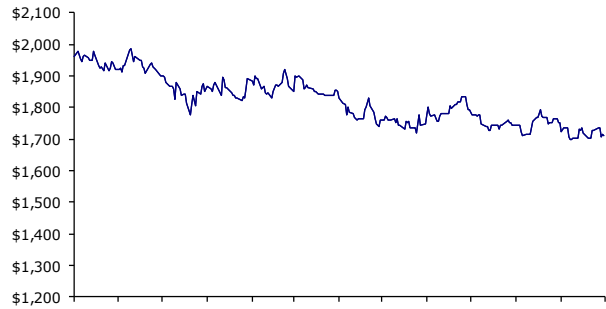
1 Year Zinc



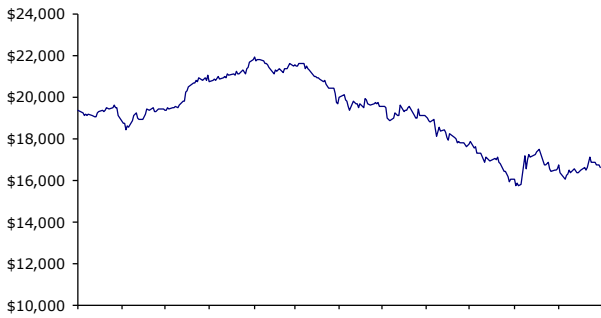
1 Year Copper



1 Year Aluminium



1 Year Tin

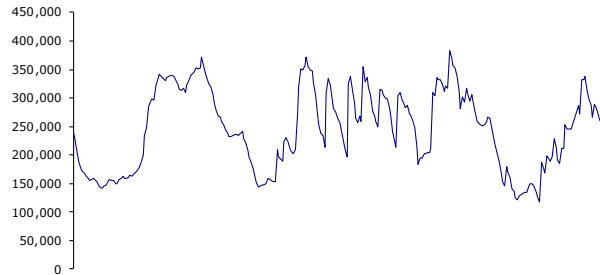


5 Year Metals Stockpiles

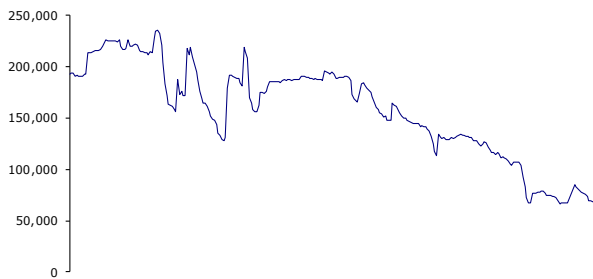
Nickel LME Stockpiles - 5 Year



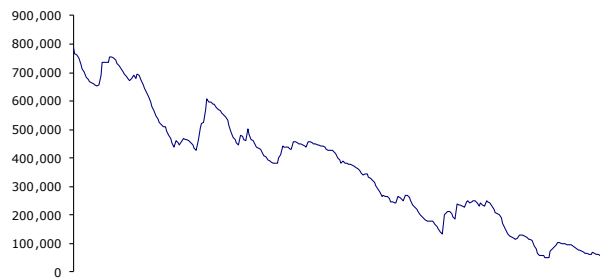
Copper LME Stockpiles - 5 Year



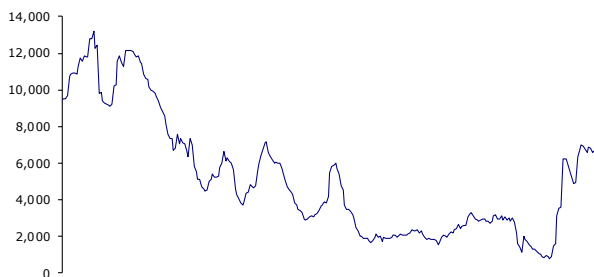
Lead LME Stockpiles - 5 Year



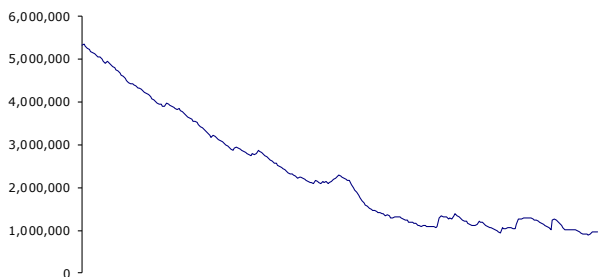
Zinc LME Stockpiles - 5 Year



Tin LME Stockpiles - 5 Year



Aluminium LME Stockpiles - 5 Year



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