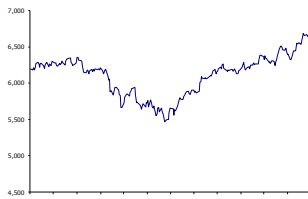


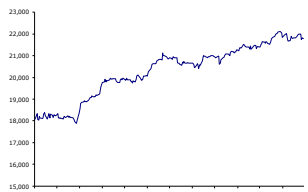
STATE ONE SPINNAKER

30 June 2019
Issue 463

12 month XJO chart



12 month Dow Jones chart



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Overview

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Global Wrap – 30 June 2019

World Markets	30/06/2019	23/06/2019	Wkly Chg	Mthly Chg	Yearly Chg
ASX 200	6619	6651	-0.5%	4.1%	19.4%
Dow Jones	21798	21988	-0.9%	-1.0%	18.0%
Nasdaq	5284	5284	0.0%	-0.2%	21.9%
S&P 500	2942	2950	-0.3%	4.1%	31.0%
FTSE 100	7426	7408	0.2%	2.8%	7.1%
DAX30	12399	12340	0.5%	3.5%	-1.7%
Shanghai Composite	2979	3008	-1.0%	5.3%	-7.4%
Nikkei 225	21276	21286	0.0%	2.4%	13.4%
Hang Seng	28543	28474	0.2%	6.1%	24.8%
Currency					
AUD/USD	0.7021	0.6963	0.8%	1.4%	-5.2%
Commodities					
Oil (\$/bbl)	58.2	57.8	0.7%	9.6%	-21.7%
Gas (\$/gal)	2.3	2.2	5.7%	-2.6%	-16.7%
Iron Ore (\$/t)	0.0	53.9	-100.0%	-100.0%	-100.0%
Copper (\$/t)	5972	5941	0.5%	2.4%	2.3%
Lead (\$/t)	1914	1894	1.1%	1.7%	-17.9%
Zinc (\$/t)	2623	2543	3.2%	0.7%	-4.4%
Aluminium (\$/t)	1774	1744	1.7%	0.4%	2.4%
Nickel (\$/t)	12665	12135	4.4%	7.6%	11.4%
Tin (\$/t)	18805	19130	-1.7%	-1.6%	-12.1%
Gold (\$/oz)	1414	1403	0.8%	5.9%	20.6%
Silver (\$/oz)	15.3	15.4	-0.2%	3.7%	-10.3%
Platinum (\$/oz)	841	809	4.0%	4.6%	-10.3%
Wheat (\$/t)	526.000	532.750	-1.3%	6.9%	28.8%

Source: Iress

Global Wrap

Key points

1. Markets waiting on G20 outcomes
2. Profit taking hits ASX mining stocks
3. Gold rises again

US

Stocks closed higher on Friday, boosted by bank shares, as investors looked ahead to a key meeting between President Donald Trump and Chinese President Xi Jinping at the G20 Summit in Japan, CNBC reported. Wall Street also wrapped up its best first half to a year in two decades.

The Dow Jones Industrial Average rose 73.38 points to 26,599.96 as J.P. Morgan Chase shares outperformed. The 30-stock index rallied more than 7% this month, notching its biggest June gain since 1938.

The S&P 500 advanced 0.6% to 2,941.74, led by the financials sector. For the month, the S&P 500 jumped 6.9%, its best June performance since 1955. The broad index is also up more than 17% this year, marking its biggest first-half gain since 1997.

The Nasdaq Composite gained 0.5% to end the day at 8,006.24. The tech-heavy index also rallied 7.4% this month.

But Wall Street's gains were kept in check as traders awaited the Trump-Xi trade meeting.

Trump and Xi's meeting comes after the US hiked tariffs on billions of dollars worth of Chinese imports last month, escalating the ongoing trade war between the two countries. China retaliated with higher tariffs of its own.

China

The Shanghai Composite ended down 0.6%, at 2,978.88, led down by declines in banking stocks. But the benchmark ended June up 2.8%, a reversal from May when escalating trade tensions roiled markets and Shanghai fell 5.8%.

The CSI 300 of large stocks traded in Shanghai and Shenzhen slipped 0.2% to 3,825.59. The Shenzhen Composite Index ended down by about 1%, at 1,562.42.

Meanwhile, the Hang Seng Index closed down 0.3%, at 28,542.62. But the big news was that it jumped 6.1% in June, compared to its dismal performance in May, when it declined a whopping 9.4%.

Gold-mining stocks continued to climb in China, as traders hope the price of gold will continue to rise amid trade uncertainties and an expected lowering of interest rates by the US Federal Reserve.

Japan

Stocks turned down on Friday as investors refrained from active trading ahead of the highly anticipated summit between the leaders of the US and China.

The 225-issue Nikkei average fell 62.25 points, or 0.29%, to end at 21,275.92 on the Tokyo Stock Exchange. On Thursday, the key market gauge had gained 251.58 points, The Japan Times reported.

Europe

European markets closed higher Friday as investors track developments at the G-20 summit, CNBC reported.

The pan-European Stoxx 600 closed provisionally 0.7% higher. Autos and basic resources, two sectors particularly sensitive to trade-related news, rose around 0.8% and 1.5% respectively.

In the UK, Merlin Entertainments said on Friday it had agreed to be acquired by the investment vehicle of Lego's founding family and private equity firm Blackstone Group LP. Merlin, which operates Madame Tussauds waxworks exhibits around the world, saw its share price surge almost 14% on the back of the announcement.

Meanwhile British-Swiss mining giant Glencore is under the spotlight as at least 43 miners in eastern Democratic Republic of Congo have now been confirmed dead following the collapse of a copper and cobalt mine owned by the company. Local officials told Reuters that the army would deploy at the mine as the search for more victims continues. The company's stock seemed to shrug off the news on Friday, trading nearly 3.6% higher.

Australia

Australian shares edged lower on Friday as investors booked profits on miners after stellar gains in the previous session, while caution prevailed ahead of G20 Summit.

The S&P/ASX 200 index fell 0.29% to 6,646.80 points, Reuters reported. The benchmark had added 0.4% on Thursday and was up nearly 7.5% for the quarter.

Mining stocks dipped 1.8% and were the biggest drags on the benchmark index, erasing much of the gains from the previous session. The sub-index advanced nearly 2% on Thursday, hitting its highest level in nearly 8 years.

Supported by robust **iron ore** prices, mining stocks have had a huge run into the close of the Australian financial year, ending June 30. The mining index has added about 26% so far in 2019.

Rio Tinto shares dropped 2.9%, while BHP Group fell 2.2% despite Dalian iron ore prices surging to a record on Thursday on renewed concerns about tightening supply.

Financial stocks, which account for the largest weightage on the benchmark index, capped further losses, rising 0.4%. All "big four" banks advanced and were trading up in the 0.2%-0.9% range.

Energy stocks declined 1.7% with oil prices remaining steady overnight, after rising more than 2% on Wednesday. Woodside Petroleum gave up 1.40%, while Santos Ltd and Oil Search fell 1.46% and 0.83%, respectively.

For the week, the S&P/ASX All Ordinaries Accumulation Index (which factors in dividends) closed down 0.3% as investors anxiously anticipated the trade negotiations between the US and China at the G-20 Summit.

Oil prices moved higher at the end of this week ahead of the G20 while on Monday, OPEC kicks off its meeting in Vienna.

The price of **gold** hit a six-year US dollar high this week as investors around the world fled to the haven of the yellow metal amid rising geopolitical tensions, a weaker dollar, expectations of lower interest rates and falling bond yields. In the space of a few days, the price of gold increased by more than \$100 per troy ounce to peak just shy of \$1,440 on Tuesday, before pulling back.

What to watch in the week ahead

Australian Housing Industry Association (AHIA) - New Home Sales monthly report: Monday, 1 July
This upcoming release will provide information on the lending environment and the construction industry, two major drivers of the Australian economy.

May US manufacturing Purchasing Managers' Index (PMI) and non-manufacturing PMI: Tuesday, 2 July and Thursday, 4 July (when the market will be closed for Independence Day)
Survey results will be watched carefully given concerns about weakening US data points and additional concerns around faltering global growth.

Economic Calendar 1/07/2019 – 5/07/2019

Monday July 01 2019		Actual	Previous	Consensus	Forecast		
07:50 AM	JP Takan Large Manufacturers Index Q2		12	9	8		
09:45 AM	CN Caixin Manufacturing PMI JUN		50.2	50.0	49.6		
01:00 PM	JP Consumer Confidence JUN		39.4	40.4	40.8		
03:55 PM	DE Markit Manufacturing PMI Final JUN		44.3	45.4	45.4		
10:00 PM	US ISM Manufacturing PMI JUN		52.1	51.0	51.7		
Wednesday July 03 2019		Actual	Previous	Consensus	Forecast		
09:30 AM	AU Balance of Trade MAY		A\$4.871B	A\$5.25B	A\$4.9B		
08:30 PM	CA Balance of Trade MAY		C\$-0.97B	C\$-1.6B	C\$-1.3B		
08:30 PM	US Balance of Trade MAY		\$-50.8B	\$-53.5B	\$-54.3B		
10:00 PM	US ISM Non-Manufacturing PMI JUN		56.9	56.0	56		
Friday July 05 2019		Actual	Previous	Consensus	Forecast		
08:30 PM	CA Employment Change JUN		27.7K	8K	43K		
08:30 PM	US Non Farm Payrolls JUN		75K	158K	171K		
10:00 PM	CA Ivey PMI s.a JUN		55.9		54		

Source: www.tradingeconomics.com

Economic Calendar 8/07/2019 – 12/07/2019

Monday July 08 2019		Actual	Previous	Consensus	Forecast
02:00 PM	DE Balance of Trade MAY		€17.9B		€15.9B
Tuesday July 09 2019		Actual	Previous	Consensus	Forecast
09:30 AM	AU NAB Business Confidence JUN		7		3
Wednesday July 10 2019		Actual	Previous	Consensus	Forecast
08:30 AM	AU Westpac Consumer Confidence Index JUL		100.7		101
08:30 AM	AU Westpac Consumer Confidence Change JUL		-0.6%		
09:30 AM	CN Inflation Rate YoY JUN		2.7%		1.8%
04:30 PM	GB Balance of Trade MAY		£-2.740B		£-2.6B
Thursday July 11 2019		Actual	Previous	Consensus	Forecast
02:00 AM	US FOMC Minutes				
02:00 PM	DE Inflation Rate YoY Final JUN		1.4%	1.6%	1.6%
08:30 PM	US Core Inflation Rate YoY JUN		2%		2%
08:30 PM	US Inflation Rate YoY JUN		1.8%		1.7%
Friday July 12 2019		Actual	Previous	Consensus	Forecast
11:00 AM	CN Imports YoY JUN		-8.5%		
11:00 AM	CN Balance of Trade JUN		\$41.66B		\$ 53B
11:00 AM	CN Exports YoY JUN		1.1%		

Source: www.tradingeconomics.com

All Ords Top 10 Week Ending 28 June 2019

10 Best Performing Stocks Weekly (%)			10 Worst Performing Stocks Weekly (%)		
PGH	Pact Group Hldgs Ltd	18.2	MTS	Metcash Limited	-18.4
ASL	Ausdrill Limited	15.9	PNI	Pinnacle Investment	-13.8
RSG	Resolute Mining	10.3	CUV	Clinuvel Pharmaceut.	-12.6
ECX	Eclixp Group Ltd	8.7	ORE	Orocobre Limited	-11.9
GEM	G8 Education Limited	5.6	HUB	HUB24 Ltd	-10.8
APT	Afterpay Touch	5.1	BVS	Bravura Solution Ltd	-10.0
A2M	The A2 Milk Company	4.8	AOG	Aveo Group	-9.6
BAL	Bellamy's Australia	4.7	FBU	Fletcher Building	-9.3
CTX	Caltex Australia	4.5	NEA	Nearmap Ltd	-8.3
SDF	Steadfast Group Ltd	4.5	CMW	Cromwell Prop	-7.6

Source: IRESS

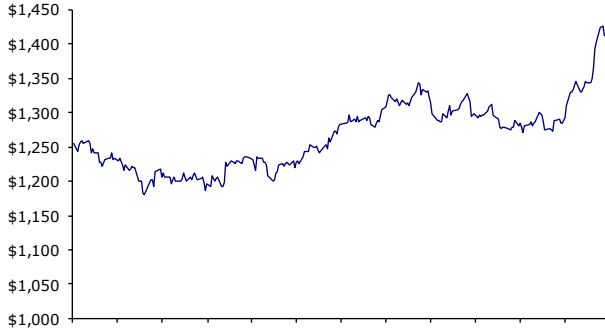
S & P Indices Week Ending 28 June 2019

S&P Indices	30/06/2019	23/06/2019	Wkly Chg	Mthly Chg	Yearly Chg
S&P 200 Energy	10946	11065	-1.1%	4.3%	23.1%
S&P 200 Materials	14051	13999	0.4%	7.1%	41.9%
S&P 200 Industrials	6752	6885	-1.9%	4.3%	32.3%
S&P 200 Consumer Disc.	2446	2462	-0.6%	-0.7%	16.8%
S&P 200 Consumer Staples	11402	11406	0.0%	4.4%	33.3%
S&P 200 Healthcare	33577	33441	0.4%	6.1%	74.2%
S&P 200 Financials	6354	6361	-0.1%	3.4%	-0.3%
S&P 200 Info Technology	1331	1357	-1.9%	2.9%	71.1%
S&P 200 Telecommunicatic	1326	1320	0.5%	3.9%	-24.5%
S&P 200 Utilities	8201	8535	-3.9%	2.0%	8.8%
S&P 200 Property Trusts	1605	1643	-2.3%	2.4%	19.6%
S&P 200 Financials ex PT	7087	7095	-0.1%	3.4%	-0.3%

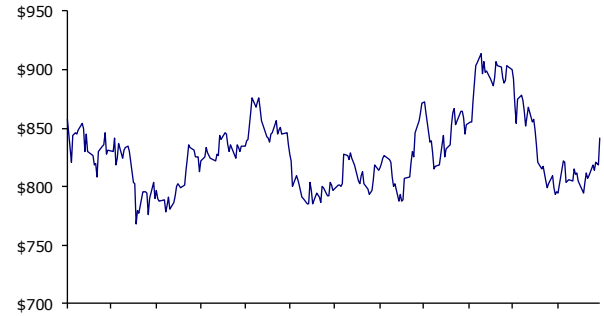
Source: IRESS

1 Year Commodity Price Charts

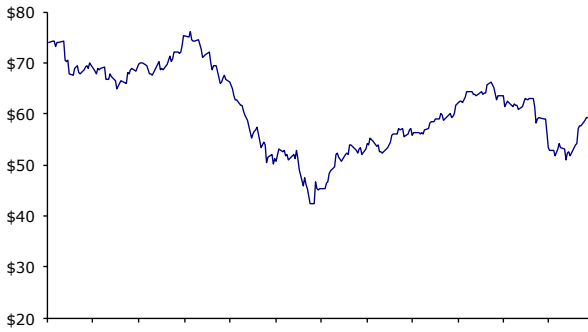
1 Year Gold



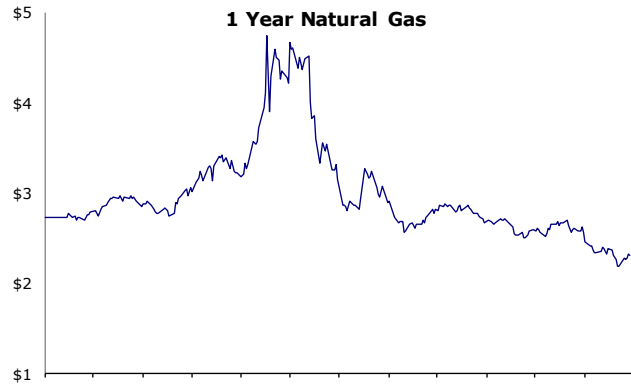
1 Year Platinum



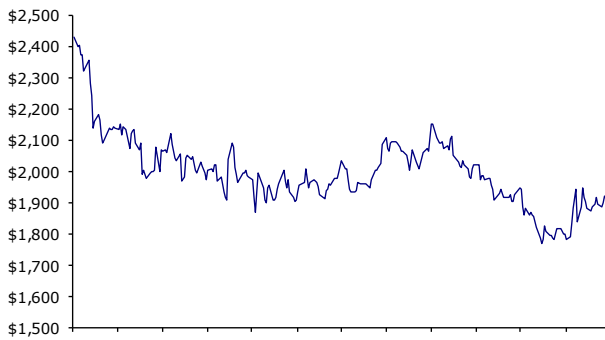
1 Year Oil



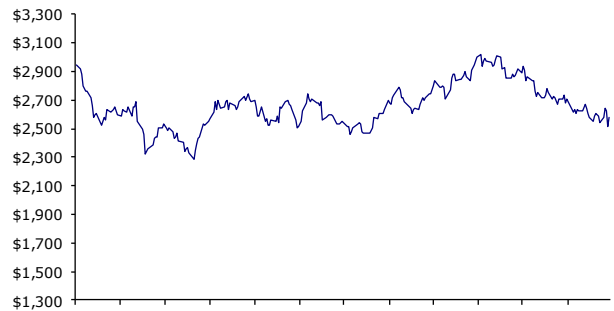
1 Year Natural Gas



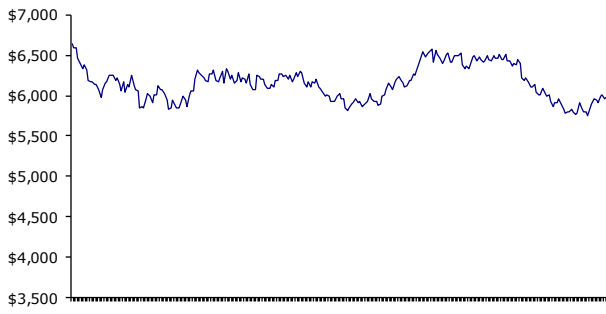
1 Year Lead



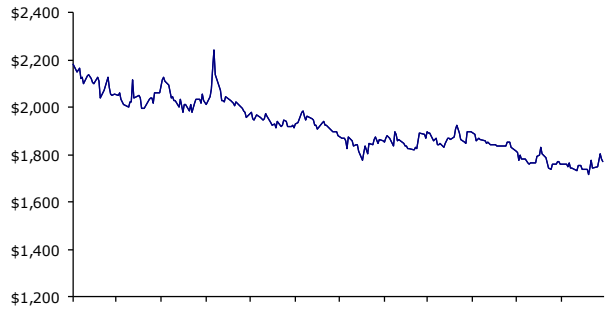
1 Year Zinc



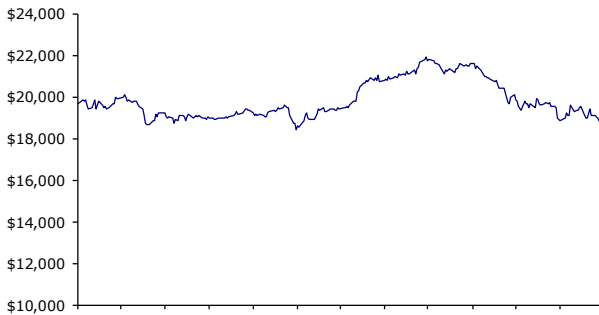
1 Year Copper



1 Year Aluminium

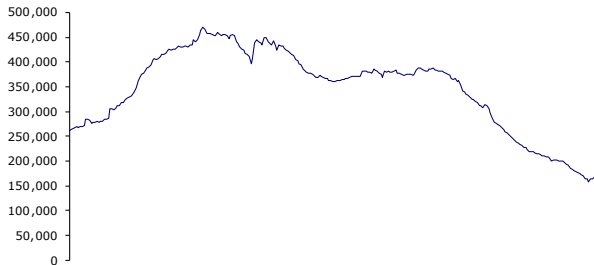


1 Year Tin

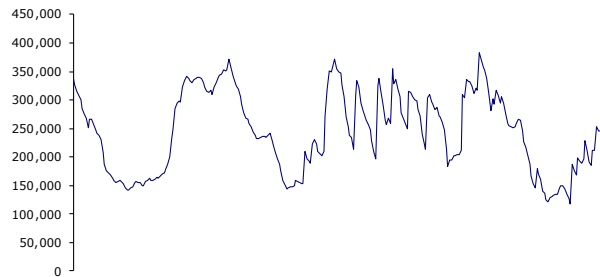


5 Year Metals Stockpiles

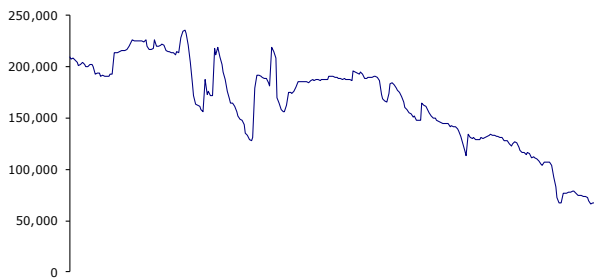
Nickel LME Stockpiles - 5 Year



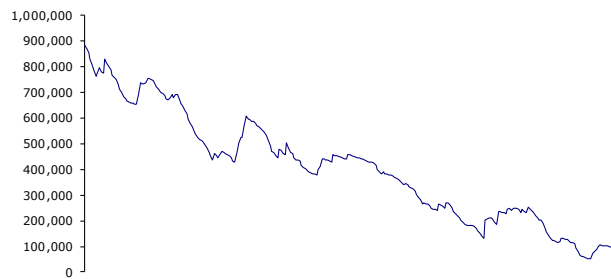
Copper LME Stockpiles - 5 Year



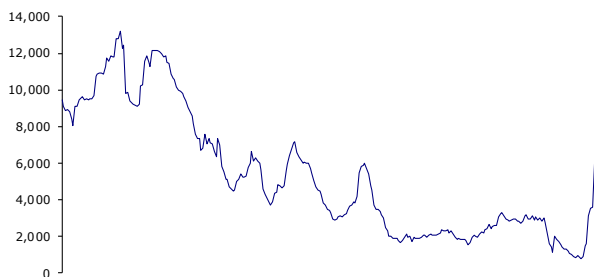
Lead LME Stockpiles - 5 Year



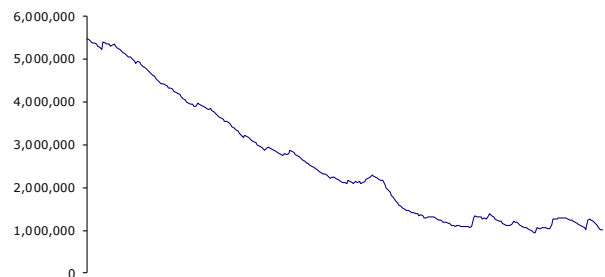
Zinc LME Stockpiles - 5 Year



Tin LME Stockpiles - 5 Year



Aluminium LME Stockpiles - 5 Year



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