

26 October 2021

Markets up again overnight ahead of a big week of earnings, Tesla +13%

- Global markets.** US stocks rose again overnight, with the Nasdaq leading the charge – higher by 0.9% for the session – as **bond yields** moderated slightly and **Tesla** shot higher by 13% on news that **Hertz** would buy 100k vehicles. The strong move higher saw Tesla move through a \$1trn valuation for the first time in its history. Elsewhere, the S&P 500 and Dow added 0.2% and 0.5%, the Russell 2000 was higher by 0.9% and stocks in Europe were mixed.
- A big week of US earnings.** The strength overnight came as investors look ahead to a very busy week of earnings in the US, with quarterly results due from major tech names including **Alphabet**, **Microsoft**, **Apple** and **Amazon**, while key Dow components **Coca Cola**, **Caterpillar**, **Boeing** and **McDonalds** are also all due to report.
- In other markets,** the **USD** rose against a basket of currencies, while the **AUD** was stronger still on rising commodity prices and global inflation concerns. In **commodity** news **gold**, **silver** and **tin** were all higher, while **oil** was off slightly and **spot uranium** fell 1% in its typical end-of-month sell down. Finally, the **VIX Index** declined another 1% and is now sitting in the low-15s.
- Yields move lower.** As mentioned above, and in positive news for equities generally - **Treasury** yields moderately overnight; with the 10-year moving back to 1.63% after having briefly moved through 1.7% late last week, while the 2-year closed off 2bps at 0.44% and is now also comfortably off its recent peak of 0.48%.
- Futures point higher.** Following the strong lead from Wall Street, it appears local stocks will open higher again this morning – with futures currently up by 14 points, or ~0.2% at the time of writing. It will be a quiet day for economic news, with only the US Conference Board's consumer confidence reading due tomorrow morning (local time)

World Indices	Close	Prior	% Δ
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Local Markets

All Ordinaries	7,754.3	7,726.8	0.4%
ASX 200	7,441.0	7,415.5	0.3%
ASX Emerging Companies	2,656.7	2,651.9	0.2%

US Markets

Dow Jones	35,741.2	35,677.0	0.2%
S&P500	4,566.5	4,544.9	0.5%
Nasdaq	15,226.7	15,090.2	0.9%
Russell 2000	2,312.6	2,291.3	0.9%

Asian & European Markets

Shanghai Composite	3,609.9	3,582.6	0.8%
Nikkei	28,600.4	28,804.9	-0.7%
Hang Seng	26,132.0	26,126.9	0.0%
FTSE 100	7,222.8	7,204.6	0.3%
DAX 30	15,599.2	15,543.0	0.4%
CAC 40	6,712.9	6,733.7	-0.3%

Economic Releases	Time	F'cast	Prior
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No major economic news today

Key BW Names	Close	Prior	% Δ
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LiveHire	0.350	0.305	14.8%
Lotus Resources	0.365	0.330	10.6%
BetMakers Tech. Group	1.225	1.140	7.5%
Paladin Energy	0.965	0.925	4.3%

Commodities	Close	Prior	% Δ
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Oil - West Texas Crude	83.60	83.76	-0.2%
Gold	1,807.7	1,794.4	0.7%
Gold (Aus)	2,412.8	2,403.2	0.4%
Silver	24.57	24.39	0.7%
Uranium (Spot)	47.50	48.00	-1.0%
Tin (Futures)	37,375	37,350	0.1%

Currency	Close	Prior	% Δ
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DXY Index	93.83	93.64	0.2%
AUD/USD	0.7492	0.7467	0.3%
AUD/GBP	0.5442	0.5427	0.3%
AUD/EUR	0.6453	0.6416	0.6%
AUD/YEN	85.18	84.79	0.5%
AUD/NZD	1.0460	1.0440	0.2%
AUD/CAD	0.9276	0.9237	0.4%

Other Markets	Close	Prior	% Δ
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VIX Index	15.24	15.43	-1.2%
2-Year Treasury Yield (%)	0.441	0.457	-3.5%
10-Year Treasury Yield (%)	1.635	1.636	-0.1%