

22 JUNE 2022

US and European markets rallies broadly

- US markets closed higher.** It was Turnaround Tuesday for the stock market as investors returned from a three-day weekend following the S&P 500's worst weekly tumble since 2020. Skeptics see a bear-market bounce that's likely to fizzle out. "Despite [Tuesday's] more than 2% gain in the S&P 500 SPX, +2.45% ..., we doubt we have seen the bottom in the index given our views that the Fed's tightening cycle is a long way from over and that the U.S. economy will weaken," said Oliver Allen, markets economist at Capital Economics, in a note. The Dow Jones Industrial Average DJIA, +2.15% ended more than 640 points higher, up 2.2%, on Tuesday, while the S&P 500 jumped 2.5% and the Nasdaq Composite COMP, +2.51% gained 2.5%.
- Futures to open higher.** Australian shares are set to snap their losing streak. Shares rallied in Europe, though BHP and Rio slid in London after iron ore's drop. US markets were closed for a holiday. ASX futures were up 45 points or 0.71 per cent to 6386 near 6.30am AEST. Futures for the Dow, S&P 500 and Nasdaq were each higher. The local currency edged higher, while the Bloomberg dollar spot index edged lower.
- The ASX was higher on Tuesday.** The S&P/ASX 200 jumped 1.1 per cent, ending seven sessions of losses, buoyed by gains in energy and financial stocks. Energy shares bounced 2.8 per cent as oil prices regained some ground lost on Monday. Santos rose 1.2 per cent and Woodside Energy lifted 3.3 per cent. Beach Energy jumped 4.5 per cent. The materials sector also rebounded, as mining giants pulled away from multi-week lows. Rio Tinto rallied 2.3 per cent, BHP added 1.7 per cent and Fortescue marched 3.5 per cent higher. But Queensland coal stocks were smashed on news that miners will be slapped with extra royalties.
- In other company news.** St Barbara has announced that its Simberi operations are under a strategic review, as the company defers the final investment decision for its sulphide expansion project. St Barbara said it had received unsolicited enquiries from potential investors in Simberi and anticipates the sulphide expansion project to proceed either under St Barbara or different ownership. St Barbara also warned of a near-term risk of disruption to the Touquoy operation because of potential permitting delays for a tailings management facility.

World Indices	Close	Prior	% Δ
<u>Local Markets</u>			
All Ordinaries	6,700.8	6,609.5	1.4%
ASX 200	6,523.8	6,433.4	1.4%
ASX Emerging Companies	1,984.7	1,961.1	1.2%

<u>US Markets</u>			
Dow Jones	30,530.3	29,888.8	2.1%
S&P500	3,674.8	3,674.8	0.0%
Nasdaq	11,069.3	10,798.3	2.5%

<u>Asian & European Markets</u>			
Shanghai Composite	3,306.7	3,316.8	-0.3%
Nikkei	26,246.3	25,963.0	1.1%
Hang Seng	21,559.6	21,075.0	2.3%
FTSE 100	7,152.1	7,016.3	1.9%
DAX 30	13,292.4	13,126.3	1.3%
CAC 40	5,964.7	5,882.7	1.4%

Economic Releases	Time	F'cast	Prior
Westpac Lending Index MoM	10:30		-0.20%
MBA Mortgage Applications	21:00		
Fed Chair Powell Testimony	23:30		

Key BW Names	Close	Prior	% Δ
Selfwealth	0.145	0.145	0.0%
Alderan Resources	0.015	0.014	7.1%
Lotus Resources	0.225	0.210	7.1%
Elementos	0.410	0.375	9.3%

Commodities	Close	Prior	% Δ
Oil - West Texas Crude	110.58	110.54	0.0%
Gold	1,832.3	1,839.9	-0.4%
Gold (Aus)	2,629.0	2,646.2	-0.6%
Silver	21.6	21.6	0.1%
Copper	4.0200	4.0514	-0.8%
Nickel	11.5500	11.6500	-0.9%
Aluminium	1.2450	1.2300	1.2%
Zinc	1.6685	1.6200	3.0%
Lead	0.9337	0.9250	0.9%
Uranium	47.08	46.00	2.3%

Currency	Close	Prior	% Δ
AUD/USD	0.6964	0.6961	0.0%
AUD/GBP	0.5676	0.5683	-0.1%
AUD/EUR	0.6610	0.6619	-0.1%
AUD/JPY	94.90	94.03	0.9%
AUD/NZD	1.1021	1.0992	0.3%
AUD/CAD	0.9004	0.9038	-0.4%