

27 JUNE 2022

S&P500 ends at biggest gain since May 2020, Dow jumps more than 800 points.

- US markets closed higher.** The Dow advanced more than 800 points though it was outpaced by both the S&P 500 and the Nasdaq which each rose more than 3 per cent. The rally was sparked by calming comments from hawkish Federal Reserve policymaker James Bullard, who said he did not foresee the US entering a recession. In addition, data showed that consumer inflation expectations eased, and as the price of oil recedes from recent highs, there's hope that the inflationary impact will follow.
- Futures to open higher.** Australian shares are poised to begin the week with a bang, taking direction from a broad rally in New York and expectations that there is room to run into the end of the month, quarter and first half of 2022. ASX futures were up 103 points or 1.59 per cent to 6573. The local currency was up, within reach of US\$69.50¢; the Bloomberg dollar spot index slipped 0.3 per cent. The yield on the US 10-year note edged 4 basis points higher to 3.13 per cent.
- The ASX was higher on Friday.** The S&P/ASX 200 rose 0.8 per cent to 6578.7 on Friday, taking its weekly gain to 1.6 per cent as the benchmark snapped a two-week losing streak. The broader All Ordinaries Index rose 1.1 per cent to 6762.4. Lithium miner Vulcan Energy jumped 26.8 per cent to \$6.34 after announcing it has brought European automaking giant Stellantis on board as its second-largest shareholder. The interest rate-sensitive technology sector rallied 6 per cent, tracking a strong lead from Wall Street where the Nasdaq climbed 1.6 per cent. The energy sector was the day's biggest laggard as concerns about a recession pushed oil prices lower. Brent crude has shed more than 10 per cent in the past fortnight because of fears of slowing demand.
- In other company news.** Metcash has reported a 5.9 per cent increase in group revenue to \$15.2 billion for the full year ended April 30. Underlying EBIT rose 17.7 per cent to \$472.3 million. The company delivered a statutory profit after tax of \$245.4 million, up 2.7 per cent. On an underlying basis, its profit increased 18.6 per cent to \$299.6 million. Evolution Mining says production levels are expected to be lower than it previously forecast for the 2023 financial year because of its Red Lake project transformation being achieved a year later than planned.

World Indices	Close	Prior	% Δ
<u>Local Markets</u>			
All Ordinaries	6,762.4	6,691.5	1.1%
ASX 200	6,578.7	6,528.4	0.8%
ASX Emerging Companies	1,990.7	1,928.5	3.2%
<u>US Markets</u>			
Dow Jones	31,500.7	30,677.4	2.7%
S&P500	3,911.7	3,759.9	4.0%
Nasdaq	11,607.6	11,232.2	3.3%

<u>Asian & European Markets</u>			
Shanghai Composite	3,349.7	3,320.1	0.9%
Nikkei	26,492.0	26,171.3	1.2%
Hang Seng	21,709.1	21,273.9	2.0%
FTSE 100	7,208.8	7,020.5	2.7%
DAX 30	13,118.1	12,912.6	1.6%
CAC 40	6,073.4	5,883.3	3.2%

Economic Releases	Time	F'cast	Prior
China Industrial Profits (YTD)	11:30		3.50%
US Durable Goods (MoM)	22:30	0.00%	0.40%

Key BW Names	Close	Prior	% Δ
Selfwealth	0.165	0.160	3.1%
Alderan Resources	0.014	0.015	-6.7%
Lotus Resources	0.220	0.205	7.3%
Elementos	0.490	0.440	11.4%

Commodities	Close	Prior	% Δ
Oil - West Texas Crude	106.35	104.46	1.8%
Gold	1,836.4	1,825.0	0.6%
Gold (Aus)	2,633.2	2,643.8	-0.4%
Silver	21.2	21.0	1.1%
Copper	3.7670	3.8263	-1.5%
Nickel	10.2562	10.9739	-6.5%
Aluminium	1.2050	1.2176	-1.0%
Zinc	1.5956	1.6489	-3.2%
Lead	0.8703	0.8927	-2.5%
Uranium	48.00	47.06	2.0%

Currency	Close	Prior	% Δ
AUD/USD	0.6956	0.6904	0.8%
AUD/GBP	0.5658	0.5630	0.5%
AUD/EUR	0.6580	0.6562	0.3%
AUD/JPY	93.98	93.10	0.9%
AUD/NZD	1.1000	1.0985	0.1%
AUD/CAD	0.8962	0.8965	0.0%