

28 JUNE 2022

## US stocks indexes book biggest daily drop in over a week despite strong economic data

- US markets closed lower.** The major U.S. stock indexes were last modestly lower after oscillating through much of the session, with weakness in interest rate sensitive megacaps such as Amazon, Microsoft and Alphabet providing the heaviest drag. Wall Street lost ground, with few catalysts to inspire much conviction as investors approach the midway point of a year in which stocks have been battered by heightened inflation worries and tightening Fed policy. Treasuries slipped, pushing the rate on the US 10-year note to 3.2%. Yields have retreated from June highs on growth worries, but whether that marks the end of the Treasury bear market is a live debate. The dollar fluctuated.
- Futures to open lower.** Australian shares are set to open slightly lower as tech stocks dragged Wall Street down and the G7 pondered a cap on Russian oil prices and a ban on gold imports. ASX futures were down 9 points or 0.1% to 6584 near 5.21 am AEST.
- The ASX was higher on Monday.** The S&P/ASX 200 closed Monday's session up 1.9 per cent, or 127.3 points, to 6706 in a broad rally that lifted all 11 sharemarket sectors. The financials sector led the market, rising 2.6 per cent as all four market banks jumped by between 2.3 per cent and 4 per cent. Imugene soared 45.5 per cent to 24¢ after announcing positive final survival data from its phase 2 study of HER-Vaxx. Evolution Mining plunged 21.9 per cent to \$2.64 after lowering its production guidance for the 2023 financial year.
- In other company news.** Tasmanian-based Australian salmon farming company Tassal has received a non-binding, indicative, incomplete and conditional proposal from Cooke to acquire 100 per cent of ordinary shares by scheme of arrangement for cash consideration of \$4.85 per Tassal share. Canadian seafood business Cooke has indicated that it has obtained Foreign Investment Review Board approval.

World Indices	Close	Prior	% Δ
<u>Local Markets</u>			
All Ordinaries	6,893.6	6,762.4	1.9%
ASX 200	6,706.0	6,578.7	1.9%
ASX Emerging Companies	2,023.9	1,990.7	1.7%

<u>US Markets</u>			
Dow Jones	31,438.3	31,500.7	-0.2%
S&P500	3,911.7	3,911.7	0.0%
Nasdaq	11,524.6	11,607.6	-0.7%

<u>Asian &amp; European Markets</u>			
Shanghai Composite	3,379.2	3,349.7	0.9%
Nikkei	26,871.3	26,492.0	1.4%
Hang Seng	22,229.4	21,709.1	2.4%
FTSE 100	7,258.3	7,208.8	0.7%
DAX 30	13,186.1	13,118.1	0.5%
CAC 40	6,047.3	6,073.4	-0.4%

Economic Releases	Time	F'cast	Prior
US Goods Trade Balance	22:30		
US House Price Index (MoM)	23:00		1.50%

Key BW Names	Close	Prior	% Δ
Selfwealth	0.180	0.165	9.1%
Alderan Resources	0.015	0.014	7.1%
Lotus Resources	0.230	0.220	4.5%
Elementos	0.470	0.490	-4.1%

Commodities	Close	Prior	% Δ
Oil - West Texas Crude	110.09	106.35	3.5%
Gold	1,822.8	1,836.4	-0.7%
Gold (Aus)	2,632.2	2,633.2	0.0%
Silver	21.2	21.2	-0.2%
Copper	3.7757	3.7670	0.2%
Nickel	10.4425	10.2562	1.8%
Aluminium	1.2222	1.2050	1.4%
Zinc	1.5856	1.5956	-0.6%
Lead	0.8859	0.8703	1.8%
Uranium	48.82	48.00	1.7%

Currency	Close	Prior	% Δ
AUD/USD	0.6921	0.6956	-0.5%
AUD/GBP	0.5642	0.5658	-0.3%
AUD/EUR	0.6542	0.6580	-0.6%
AUD/JPY	93.68	93.98	-0.3%
AUD/NZD	1.0997	1.1000	0.0%
AUD/CAD	0.8906	0.8962	-0.6%