

1 September 2022

## Markets fall for a 4<sup>th</sup> straight session, spot uranium continues to climb

- **Global markets.** The last session for August saw markets slip yet again (now into their 4<sup>th</sup> straight day of declines), amid further disappointing US and European data. In the US, all indices finished in the red, tumbling in the last few minutes of the session. The Dow Jones was the biggest loser, down 0.9%, with the other major indices down in a range of 0.6% - 0.8%. Elsewhere, the story was the same, with basically all major markets slipping – notably, European equities all slipped >1%.
- **From a sector perspective,** 10 of the S&P's 11 major groups closed in the red – **Communication Services** being the exception. The losses were led by **Materials** (-1.2%), **Consumer Discretionary** (-1.1%) and **Energy** (-0.9%) – the latter on a weaker oil price.
- **Yields rise again.** In fixed income news, US yields continued to rise, with both the 2-year and 10-year up on the day. The 10-year rose 10bps at one point before ultimately settling at 3.13%. The yield curve remains heavily inverted at ~31bps.
- **In other markets,** it was also a very poor session for most major **commodities**, with **oil** down 3%, **copper** hammered early, before recovering much of its losses, **tin** off 3% and both **gold** and **silver** down – by 1% and 2.5% respectively. In currency news, the **USD** was essentially flat against a basket of currencies, the **AUD** was mixed against other major crosses. And finally, the **VIX** lost 1% despite the day's equity market declines.
- **Fures point lower.** Following the weak overnight markets, the ASX is set to slip at the open, with ASX futures down -69bps or ~1.0% as of writing. Today will see the release of numerous economic data points, most notably PMIs from all major regions including the ISM manufacturing PMI in the US – where a reading of 52.0 is expected, down from 52.8 last month.

World Indices	Close	Prior	% Δ
<u>Local Markets</u>			
All Ordinaries	7,226.1	7,230.4	-0.1%
ASX 200	6,986.8	6,998.3	-0.2%
ASX Emerging Companies	2,278.6	2,237.5	1.8%

<u>US Markets</u>			
Dow Jones	31,510.4	31,790.9	-0.9%
S&P500	3,955.0	3,986.2	-0.8%
Nasdaq	11,816.2	11,883.1	-0.6%
Russell 2000	1,844.1	1,855.6	-0.6%

<u>Asian &amp; European Markets</u>			
Shanghai Composite	3,202.1	3,227.2	-0.8%
Nikkei	28,091.5	28,195.6	-0.4%
Hang Seng	19,954.4	19,949.0	0.0%
FTSE 100	7,284.2	7,361.6	-1.1%
DAX 30	12,835.0	12,961.1	-1.0%
CAC 40	6,125.1	6,210.2	-1.4%

Economic Releases	Time	F'cast	Prior
AiG Manufacturing Index	8:30		52.5
S&PG Manufacturing PMI	9:00		55.7
US ISM Manufacturing PMI	0:00	52.0	52.8
Global PMIs	Various		

Key BW Names	Close	Prior	% Δ
Lotus Resources	0.295	0.265	11.3%
Jervois Mining	0.535	0.520	2.9%
Selfwealth	0.200	0.195	2.6%
BetMakers Tech. Group	0.415	0.410	1.2%

Commodities	Close	Prior	% Δ
Oil - West Texas Crude	89.14	91.64	-2.7%
Gold	1,710.7	1,724.5	-0.8%
Gold (Aus)	2,501.0	2,516.3	-0.6%
Silver	17.97	18.44	-2.5%
Uranium (Spot)	53.50	50.75	5.4%
Tin (Futures)	23,600	24,250	-2.7%

Currency	Close	Prior	% Δ
DXY Index	108.69	108.81	-0.1%
AUD/USD	0.6840	0.6853	-0.2%
AUD/GBP	0.5890	0.5881	0.2%
AUD/EUR	0.6805	0.6843	-0.6%
AUD/YEN	95.12	95.10	0.0%
AUD/NZD	1.1175	1.1181	-0.1%
AUD/CAD	0.8987	0.8972	0.2%

Other Markets	Close	Prior	% Δ
VIX Index	25.87	26.21	-1.3%
2-Year Treasury Yield (%)	3.442	3.429	1 bp
10-Year Treasury Yield (%)	3.134	3.107	3 bp
US 2-10-Year Spread	-0.308	-0.322	1 bp