

30 August 2022

## Stocks lower again overnight, yields up, uranium names surge ~10%

- **Global markets.** It was another bad night for equity markets, as the aftermath from Friday's Jackson Hole presser continued. For the day, all US indices traded down, with the Nasdaq (-1.0%) losing the most ground, followed by the Russell 2000 (-0.9%), S&P (-0.7%) and Dow Jones (-0.6%). Elsewhere, European and Asian indices were down as a whole, with the Nikkei being the standout, losing -2.7%.
- **In sector news, tech** was the worst performing sector overnight, losing -1.3%, whilst **energy** and **utilities** were the only 2 sectors that finished in the green, adding +1.5% and +0.3% respectively. The majority of sectors lost between 0.4-0.9%.
- **Uranium stocks surge.** In other news, uranium names were a standout performer overnight, as the Swiss government indicated nuclear power might be the solution to the energy crisis. As a result, uranium stocks surged, with **URNM** adding +9.8% and **URA** gaining +7.4%, with individual stocks such as **Cameco Corp** increasing +9.3%.
- **2-year yield hits highest level since 2007.** Last night, the US 2-Year Treasury yield added 3bps, pushing it to its highest level since 2007 amid rate hike expectations. The 10-Year added 1bps, which further inverted the yield curve, sitting at -37bps.
- **In other markets, WTI Crude** added +4.8% amid Iraq taking a more aggressive stance towards international companies operating in the region. **Gold** had a volatile day but finished flat and the **uranium** spot price added +1.5%. In the currency market, the **USD** fell marginally against a basket of currencies, but remains near 20-year highs.
- **Futures point higher.** Despite the weak performance of US equities, the ASX looks poised to rise, with futures up ~+0.3% or +18bps as of writing. Today, notable economic data will include Eurozone consumer confidence, economic and industrial sentiment, German inflation figures and various Fed speakers.

World Indices	Close	Prior	% Δ
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### Local Markets

All Ordinaries	7,193.4	7,345.8	-2.1%
ASX 200	6,965.5	7,104.1	-2.0%
ASX Emerging Companies	2,205.9	2,267.2	-2.7%

### US Markets

Dow Jones	32,099.0	32,283.4	-0.6%
S&P500	4,030.6	4,057.7	-0.7%
Nasdaq	12,017.7	12,141.7	-1.0%
Russell 2000	1,882.9	1,899.8	-0.9%

### Asian & European Markets

Shanghai Composite	3,240.7	3,236.2	0.1%
Nikkei	27,879.0	28,641.4	-2.7%
Hang Seng	20,023.2	20,170.0	-0.7%
FTSE 100	7,427.3	7,427.3	0.0%
DAX 30	12,893.0	12,971.5	-0.6%
CAC 40	6,222.3	6,274.3	-0.8%

Economic Releases	Time	F'cast	Prior
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Eurozone Cons. Confidence	19:00	-24.9	-27.0
Eurozone Econ. Sentiment	19:00	98.0	99.0
Eurozone Industrial Sentiment	19:00	1.5	3.5
German Inflation	22:00	7.8%	7.5%
Fed Speakers	Various		
US CB Cons. Confidence	00:00	97.9	95.7

Key BW Names	Close	Prior	% Δ
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Family Zone Cyber Security	0.360	0.360	0.0%
BetMakers Tech. Group	0.390	0.390	0.0%
Selfwealth	0.200	0.200	0.0%
Alderaan Resources	0.011	0.011	0.0%

Commodities	Close	Prior	% Δ
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Oil - West Texas Crude	97.01	92.61	4.8%
Gold	1,738.1	1,737.7	0.0%
Gold (Aus)	2,517.5	2,526.1	-0.3%
Silver	18.78	18.83	-0.3%
Uranium (Spot)	49.25	48.50	1.5%
Tin (Futures)	24,250	24,250	0.0%

Currency	Close	Prior	% Δ
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DXY Index	108.78	108.96	-0.2%
AUD/USD	0.6904	0.6879	0.4%
AUD/GBP	0.5897	0.5879	0.3%
AUD/EUR	0.6904	0.6908	-0.1%
AUD/YEN	95.77	94.83	1.0%
AUD/NZD	1.1220	1.1226	-0.1%
AUD/CAD	0.8980	0.8974	0.1%

Other Markets	Close	Prior	% Δ
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VIX Index	26.21	25.56	2.5%
2-Year Treasury Yield (%)	3.410	3.382	3 bp
10-Year Treasury Yield (%)	3.040	3.030	1 bp
US 2-10-Year Spread	-0.370	-0.352	-2 bp

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