

9 August 2022

## Markets flat overnight, small caps strong, Nvidia off 6% on rev guidance

- **Global markets.** It was a calm night on US equity markets, with all three majors closing in a range of +/- 0.1%, while small caps generally performed well – seeing the Russell 2000 adding 1% for the session. Over in Europe, all key markets closed in the black, up in a range of 0.6%-0.8%, led by the DAX and CAC.
- **Nvidia downgrades, meme stocks rip.** While headline index moves were ~flat, there was plenty of action below the surface overnight, with **Nvidia** pre-releasing weaker-than-expected Q2 revenue guidance (the stock fell 6% on the news), while meme stocks were back in vogue as **Bed Bath & Beyond** added 40% for the session, while **AMC** (+8%) and **GME** (+4%) were also strong.
- **In other markets,** the **USD** lost ground against a basket of currencies, the **AUD** was exceptionally strong – adding ~1% against most major crosses – **oil** was also strong, with WTI adding 3% for the day. Elsewhere, **commodities** had an OK session with **gold** up 1%, **silver** up 4% and **iron ore** +2%. Elsewhere, the market's lack of volatility saw the **VIX** remain around the ~21 level, while **cryptos** had a solid night, with total market cap rising 2% and bellweathers, **bitcoin** and **ethereum**, adding 4% and 10% respectively.
- **Futures point lower.** Given the lacklustre lead from Wall Street, it appears local stocks will open slightly lower when trading commences today – with ASX futures currently off by 8 points, or 0.1% at the time of writing. In economic news, today's major local release will be **Westpac's consumer confidence** reading at 10:30am.
- **In earnings news,** today will see results out from **Charter Hall Long WALE, Coronado Mining, Megaport, NAB, Computershare, News Corp** and **REA Group**.

World Indices	Close	Prior	% Δ
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### Local Markets

All Ordinaries	7,259.5	7,250.3	0.1%
ASX 200	7,020.6	7,015.6	0.1%
ASX Emerging Companies	2,313.4	2,284.6	1.3%

### US Markets

Dow Jones	32,832.5	32,803.5	0.1%
S&P500	4,140.1	4,145.2	-0.1%
Nasdaq	12,644.5	12,657.6	-0.1%
Russell 2000	1,941.2	1,921.8	1.0%

### Asian & European Markets

Shanghai Composite	3,236.9	3,227.0	0.3%
Nikkei	28,249.2	28,175.9	0.3%
Hang Seng	20,045.8	20,201.9	-0.8%
FTSE 100	7,482.4	7,439.7	0.6%
DAX 30	13,687.7	13,573.9	0.8%
CAC 40	6,524.4	6,472.4	0.8%

Economic Releases	Time	F'cast	Prior
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Westpac Cons. Confidence	10:30		83.8
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Key BW Names	Close	Prior	% Δ
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Forbidden Foods	0.130	0.115	13.0%
Jervois Mining	0.455	0.425	7.1%
Frontier Energy	0.295	0.285	3.5%
Lotus Resources	0.240	0.235	2.1%

Commodities	Close	Prior	% Δ
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Oil - West Texas Crude	90.76	88.44	2.6%
Gold	1,789.5	1,774.4	0.8%
Gold (Aus)	2,562.6	2,569.4	-0.3%
Silver	20.67	19.83	4.2%
Uranium (Spot)	47.75	47.75	0.0%
Tin (Futures)	24,700	24,700	0.0%

Currency	Close	Prior	% Δ
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DX Index	106.39	106.66	-0.3%
AUD/USD	0.6983	0.6906	1.1%
AUD/GBP	0.5780	0.5726	0.9%
AUD/EUR	0.6850	0.6790	0.9%
AUD/YEN	94.24	93.34	1.0%
AUD/NZD	1.1109	1.1069	0.4%
AUD/CAD	0.8981	0.8937	0.5%

Other Markets	Close	Prior	% Δ
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VIX Index	21.29	21.15	0.7%
2-Year Treasury Yield (%)	3.238	3.046	19 bp
10-Year Treasury Yield (%)	2.840	2.676	16 bp
US 2-10-Year Spread	-0.398	-0.370	-3 bp