

14 November 2022

Futures +0.5% following Fri night rally, lots of Fed speakers this week

- **Futures +0.5%.** Following another strong night for global equities on Friday, the ASX looks poised to rise at the open, with ASX futures up +0.6% as of writing.
- **This week in economics.** It will be another busy week for economics, with notable events including: UK unemployment (Tues), European GDP figures (Tues), UK and Canadian inflation (Wed), US Retail sales (Wed), US Building Permits (Thu) and local unemployment (Thur). While this week will also see a slew of Fed speakers up, with ten separate events scheduled (starting with Waller this morning).
- **Global markets on Friday.** Friday night saw global markets consolidate the bounce off positive US inflation data, with all US indices adding value – the Nasdaq (+1.9%) being the front runner – up +9% for the week, followed by the S&P500 (+0.9%) , Russell 2000 (+0.8%) and the Dow Jones (+0.1%). As a result of the strong end to the week, equities had their best week since Nov 2020. Elsewhere, Asian and European indices were also up as a whole, with the Hang Seng being the notable stand out – up +7.7%.
- **Sectors.** From a sector perspective this week, it was the longest duration **tech** stocks that best performed, up >10% with **utilities** at the other end of the spectrum, ahead by only +1.4%.
- **In other markets,** bond markets were closed on Friday for observance of Veteran's Day. Elsewhere, **commodities** continued to bounce on rumours of a China re-open, causing **WTI Crude** to jump +3.1% to ~89/bbl, **tin** +5.0%, **gold** +1.1% and **silver** +0.1%. In the currency market, the **USD** continued to depreciate against a basket of currencies, as the **DX** had its largest 2-day drop since March 2009, down -1.3% on Friday and crossing back below 107 whilst the **AUD/USD** jumped +1.1% and China's **Yuan** hit one month highs. Finally, the **VIX Index** fell -4.3%, closing at ~22.5.

World Indices	Close	Prior	% Δ
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Local Markets

All Ordinaries	7,350.1	7,145.7	2.9%
ASX 200	7,158.0	6,964.0	2.8%
ASX Emerging Companies	2,185.6	2,137.3	2.3%

US Markets

Dow Jones	33,747.9	33,715.4	0.1%
S&P500	3,992.9	3,956.4	0.9%
Nasdaq	11,323.3	11,114.2	1.9%
Russell 2000	1,882.7	1,867.9	0.8%

Asian & European Markets

Shanghai Composite	3,087.3	3,036.1	1.7%
Nikkei	28,263.6	27,446.1	3.0%
Hang Seng	17,325.7	16,081.0	7.7%
FTSE 100	7,318.0	7,375.3	-0.8%
DAX 30	14,224.9	14,146.0	0.6%
CAC 40	6,596.6	6,556.8	0.6%

Economic Releases	Time	F'cast	Prior
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2 x Fed Speakers	Various
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Key BW Names	Close	Prior	% Δ
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Hydralyte	0.120	0.110	9.1%
Lotus Resources	0.225	0.215	4.7%
Elementos	0.290	0.280	3.6%
Frontier Energy	0.555	0.540	2.8%

Commodities	Close	Prior	% Δ
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Oil - West Texas Crude	88.96	86.30	3.1%
Gold	1,774.2	1,755.6	1.1%
Gold (Aus)	2,647.3	2,649.1	-0.1%
Silver	21.71	21.69	0.1%
Uranium (Spot)	50.13	50.00	0.2%
Tin (Futures)	21,125	20,120	5.0%

Currency	Close	Prior	% Δ
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DX Index	106.42	107.78	-1.3%
AUD/USD	0.6702	0.6627	1.1%
AUD/EUR	0.6475	0.6489	-0.2%
AUD/YEN	93.16	93.24	-0.1%
AUD/GBP	0.5671	0.5653	0.3%
AUD/NZD	1.0957	1.0987	-0.3%
AUD/CAD	0.8897	0.8823	0.8%

Other Markets	Close	Prior	% Δ
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VIX Index	22.52	23.53	-4.3%
2-Year Treasury Yield (%)	4.324	4.324	0 bp
10-Year Treasury Yield (%)	3.817	3.817	0 bp
US 2-10-Year Spread	-0.507	-0.507	0 bp