

12 December 2022

## ASX futures -0.6% ahead of a huge week for economic data

- **Futures.** Following the weak US performance on Friday night, the ASX is set to slip at the open as ASX futures are down -0.6% as of writing.
- **This week in economics.** It is set to be a huge week for economic data, after a slow start today – just Japanese PPI and UK data prints (GDP, IP, balance of trade) due – with US CPI figures set to be released (Wed morning local time), followed by a Fed rate decision the next morning, inclusive of quarterly economic projections. Other key events include a Philip Lowe speech (Wed), local jobs data (Thu), BOE and ECB rate decisions (both Thu) and European inflation data (Fri).
- **Friday markets.** US markets slipped on Friday following a combination of weak economic data and low liquidity. It was the small-cap Russell 2000 that was the biggest loser, falling -1.2%, followed by the Dow Jones (-0.9%), and the S&P and Nasdaq (-0.7%). Despite this, overseas markets all traded in the green, with the Nikkei (+1.2%) and Hang Seng (+2.3) being the best performers.
- **In other markets.** It was a mixed day for commodities as **WTI Crude** slipped another -1.0%, falling to \$71/bbl – hitting one-year lows. Precious metals had a strong performance as **gold** added +0.6% and **silver** continued its strong momentum, gaining +1.8%. Market uncertainty increased and saw the **VIX** add +2.4%. In the currency market, the USD appreciated against a basket of currencies, as the **DX** added +0.1%, with the AUD/USD also appreciating +0.3%.
- **Yields.** The yield curve steepened on Friday, as the 2-Year added +4bps and the 10-Year jumped +10bps, resulting in a +6bps steepening in the 2-10-Year yield curve, which now sits at -78bps.
- **S&P by sector.** On Friday, 10 of the 11 sectors lost value, with **Communication Services** being the only sector not to slip. **Energy** was the biggest contributor to Friday's fall, losing -2.3%.

World Indices	Close	Prior	% Δ
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### Local Markets

All Ordinaries	7,406.3	7,369.4	0.5%
ASX 200	7,213.2	7,175.5	0.5%
ASX Emerging Companies	2,134.7	2,146.4	-0.5%

### US Markets

Dow Jones	33,476.5	33,781.5	-0.9%
S&P500	3,934.4	3,963.5	-0.7%
Nasdaq	11,004.6	11,082.0	-0.7%
Russell 2000	1,796.7	1,818.3	-1.2%

### Asian & European Markets

Shanghai Composite	3,207.0	3,197.4	0.3%
Nikkei	27,901.0	27,574.4	1.2%
Hang Seng	19,900.9	19,450.2	2.3%
FTSE 100	7,476.6	7,472.2	0.1%
DAX 30	14,370.7	14,264.6	0.7%
CAC 40	6,677.6	6,647.3	0.5%

Economic Releases	Time	F'cast	Prior
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Japan PPI (YoY)	10:50	8.9%	9.1%
UK Data Releases	Various		

Key BW Names	Close	Prior	% Δ
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BetMakers Tech. Group	0.310	0.285	8.8%
Elementos	0.275	0.270	1.9%
Syrah Resources	2.570	2.530	1.6%

Commodities	Close	Prior	% Δ
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Oil - West Texas Crude	71.02	71.76	-1.0%
Gold	1,799.8	1,789.2	0.6%
Gold (Aus)	2,580.4	2,642.9	-2.4%
Silver	23.48	23.07	1.8%
Uranium (Spot)	48.13	48.13	0.0%
Tin (Futures)	24,165	24,500	-1.4%

Currency	Close	Prior	% Δ
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DX Index	104.93	104.79	0.1%
AUD/USD	0.6790	0.6770	0.3%
AUD/EUR	0.6447	0.6414	0.5%
AUD/YEN	92.76	92.53	0.2%
AUD/GBP	0.5537	0.5532	0.1%
AUD/NZD	1.0603	1.0616	-0.1%
AUD/CAD	0.9260	0.9203	0.6%

Other Markets	Close	Prior	% Δ
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VIX Index	22.83	22.29	2.4%
2-Year Treasury Yield (%)	4.361	4.320	4 bp
10-Year Treasury Yield (%)	3.584	3.486	10 bp
US 2-10-Year Spread	-0.777	-0.834	6 bp