

19 April 2023

ASX to rise at the open despite modest US lead, NFLX/GS/BAC report

- **Global markets.** Despite a plethora of economic releases yesterday, such as China's GDP figures, Fed speeches, US Building permits and company earnings; US equities ended relatively unchanged for the session. The Russell 2000 underperformed on the day, falling -0.4%, whilst the Nasdaq, Dow and S&P all remained ~flat. Elsewhere, European and Asian indices broadly traded up, with the Hang Seng (-0.6%) being the exception.
- **In other markets.** Precious metals were bought overnight, as **gold** (+0.5%) re-crossed \$2000/oz and **silver** added +0.8%. **Tin** and **copper** added +0.1% and +0.4% respectively while **uranium** remained flat. In the currency market, the USD appreciated against a basket of currencies, causing the **DX** to add +0.1%. Finally, the **VIX** continued its downtrend, falling another -0.7%, and hitting a new low of 16.8 since Jan 2020.
- **Yields.** It was also a relatively quiet day for yields as the 2-Year remained unchanged and the 10-Year fell -3bps, resulting in a -3bp change in the 2-10-Year spread, which sits at -63bps.
- **Futures.** Following the calm US lead, the ASX is set to marginally rise at the open, with futures up +9 points or +0.1% as of writing. This comes along with some important overseas economic releases, such as UK and Eurozone inflation data which will be released over the day.
- **Earnings.** Netflix released their earnings after-market this morning, which had mixed reviews from analysts. The TV network missed their customer growth predictions, adding +1.75 million, yet beat EPS expectations. **Goldman Sachs** profit also fell by -19% on soft dealmaking and bond performance. Finally, **Bank of America** recorded higher than expected profit thanks to its fixed income traders offsetting the rising loan costs.

| World Indices | Close | Prior | % Δ |
|---------------|-------|-------|-----|
|---------------|-------|-------|-----|

Local Markets

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|------------------------|---------|---------|-------|
| All Ordinaries | 7,557.5 | 7,578.7 | -0.3% |
| ASX 200 | 7,360.2 | 7,381.5 | -0.3% |
| ASX Emerging Companies | 2,148.5 | 2,148.2 | 0.0% |

US Markets

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|--------------|----------|----------|-------|
| Dow Jones | 33,976.6 | 33,987.2 | 0.0% |
| S&P500 | 4,154.9 | 4,151.3 | 0.1% |
| Nasdaq | 12,153.4 | 12,157.7 | 0.0% |
| Russell 2000 | 1,795.6 | 1,802.8 | -0.4% |

Asian & European Markets

| | | | |
|--------------------|----------|----------|-------|
| Shanghai Composite | 3,393.3 | 3,385.6 | 0.2% |
| Nikkei | 28,658.8 | 28,514.8 | 0.5% |
| Hang Seng | 20,650.5 | 20,782.5 | -0.6% |
| FTSE 100 | 7,909.4 | 7,879.5 | 0.4% |
| DAX 30 | 15,882.7 | 15,789.5 | 0.6% |
| CAC 40 | 7,533.6 | 7,498.2 | 0.5% |

| S&P500 Sectors | Close | Prior | % Δ |
|----------------|-------|-------|-----|
|----------------|-------|-------|-----|

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|------------------------|---------|---------|-------|
| Industrials | 855.7 | 851.7 | 0.5% |
| Healthcare | 1,556.5 | 1,566.8 | -0.7% |
| Communication Services | 193.4 | 194.7 | -0.7% |

| Economic Releases | Time | F'cast | Prior |
|-------------------|------|--------|-------|
|-------------------|------|--------|-------|

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|-----------------------------|-------|------|-------|
| UK Core Inflation | 16:00 | 9.8% | 10.4% |
| UK Headline Inflation | 16:00 | 6.0% | 6.2% |
| Eurozone Core Inflation | 19:00 | 6.9% | 8.5% |
| Eurozone Headline Inflation | 19:00 | 5.7% | 5.6% |

| Key BW Names | Close | Prior | % Δ |
|--------------|-------|-------|-----|
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|-----------------------|-------|-------|------|
| Prospect Ltd | 0.037 | 0.034 | 8.8% |
| BetMakers Tech. Group | 0.155 | 0.150 | 3.3% |
| Way2Vat Ltd | 0.011 | 0.011 | 0.0% |

| Commodities | Close | Prior | % Δ |
|-------------|-------|-------|-----|
|-------------|-------|-------|-----|

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|------------------------|--------|--------|------|
| Oil - West Texas Crude | 80.91 | 80.86 | 0.1% |
| Gold | 2,005 | 1,994 | 0.5% |
| Gold (Aus) | 2,979 | 2,975 | 0.1% |
| Silver | 25.20 | 25.01 | 0.8% |
| Uranium (Spot) | 51.13 | 51.13 | 0.0% |
| Tin (Futures) | 27,525 | 27,500 | 0.1% |
| Copper | 4.09 | 4.07 | 0.4% |

| Other Markets | Close | Prior | % Δ |
|---------------|-------|-------|-----|
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|----------------------------|--------|--------|-------|
| DX Index | 101.7 | 101.6 | 0.1% |
| AUD/USD | 0.6730 | 0.6703 | 0.4% |
| 2-Year Treasury Yield (%) | 4.203 | 4.205 | 0 bp |
| 10-Year Treasury Yield (%) | 3.577 | 3.606 | -3 bp |
| US 2-10-Year Spread | -0.626 | -0.599 | -3 bp |
| VIX Index | 16.83 | 16.95 | -0.7% |