

19 June 2023

Wall Street lower on Fri, futures ~flat, US markets closed tonight

- **Futures.** Despite the weak session in the US on Friday, the ASX is set to open ~unchanged, with ASX futures down -3 points as of writing.
- **This week in economics.** A relatively quiet week for economics awaits. Despite this, some key economic events may have material impacts on markets, including US building permits (Tue), UK inflation data (Wed), Testimony from Fed Chair Powell (Thu) and a UK rate decision (Thu).
- **Global markets on Friday night.** US Equities traded lower on Friday, as all the major indices finished in the red. On the day, it was the small cap Russell 2000 that saw the largest drop, falling -0.7%, followed by the Nasdaq (-0.6%), S&P500 (-0.4%) and the Dow Jones (-0.3%). Despite the fall on Friday, the Nasdaq was up for the week, now rising for 8 consecutive weeks. In Europe and Asia stocks were up across the board.
- **S&P by sector.** On Friday, only 3 of the 11 sectors added value, with **Utilities** gaining +0.5%. On the otherhand, **Communication Services** and **IT** were the laggards, down -1.0% and -0.8% respectively.
- **Yields.** Yields across the curve rose on Friday, with the short end underperforming. The 2-Year added +7bps while the 10-Year added +4bps, resulting in a -3bp change in the 2-10-year spread, to 95bps.
- **In other markets.** It was a relatively strong end to the week for commodities, as **WTI Crude** added +1.2%, closing at \$71.4/bbl. **Gold** was unchanged while **silver** gained +0.9%. **Uranium** held still at \$57.75/lb while the battery metals fell. In the currency sector, the USD appreciated against a basket of currencies, causing the **DX** to rise +0.2%, with the AUD/USD falling -0.1%. Finally, the **VIX Index** fell significantly, sliding -6.6% and closing at 13.5.

World Indices	Close	Prior	% Δ
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Local Markets

All Ordinaries	7,451.2	7,370.0	1.1%
ASX 200	7,251.2	7,175.3	1.1%
ASX Emerging Companies	2,041.6	2,025.0	0.8%

US Markets

Dow Jones	34,299.1	34,408.1	-0.3%
S&P500	4,409.6	4,425.8	-0.4%
Nasdaq	13,689.6	13,782.8	-0.7%
Russell 2000	1,875.5	1,889.3	-0.7%

Asian & European Markets

Shanghai Composite	3,273.3	3,253.0	0.6%
Nikkei	33,706.1	33,485.5	0.7%
Hang Seng	20,040.4	19,828.9	1.1%
FTSE 100	7,642.7	7,628.3	0.2%
DAX 30	16,357.6	16,290.1	0.4%
CAC 40	7,388.7	7,290.9	1.3%

S&P500 Sectors	Close	Prior	% Δ
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Utilities	339.3	337.5	0.5%
Information Technology	3,060.4	3,085.8	-0.8%
Communication Services	216.9	219.1	-1.0%

Economic Releases	Time	F'cast	Prior
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No major economic news today

Key BW Names	Close	Prior	% Δ
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Jervois Mining	0.090	0.072	25.0%
Qoria	0.240	0.220	9.1%
Alderan Resources	0.065	0.060	8.3%

Commodities	Close	Prior	% Δ
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Oil - West Texas Crude	71.41	70.59	1.2%
Gold	1,957	1,958	0.0%
Gold (Aus)	2,846	2,844	0.1%
Silver	24.10	23.88	0.9%
Uranium (Spot)	57.75	57.75	0.0%
Tin (Futures)	26,900	27,145	-0.9%
Copper	3.87	3.89	-0.4%

Other Markets	Close	Prior	% Δ
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DX Index	102.3	102.1	0.2%
AUD/USD	0.6877	0.6885	-0.1%
2-Year Treasury Yield (%)	4.720	4.650	7 bp
10-Year Treasury Yield (%)	3.767	3.723	4 bp
US 2-10-Year Spread	-0.953	-0.927	-3 bp
VIX Index	13.54	14.50	-6.6%