

25 July 2023

## Dow notches 11-day rally, stock futures little changed

- Global markets.** During regular trading, the Dow rose more than 183 points, or 0.5%, marking its 11th consecutive winning session. The 30-stock index also hit its highest level since April 2022 and had its highest close since February 2022. The S&P500 and the Nasdaq Composite added 0.4% and 0.2%, respectively.
- In earnings news.** While a stronger-than-expected earnings season has helped maintain the market rally, Wall Street is also carefully awaiting the Federal Reserve's policy decision on Wednesday. Fed fund futures data shows a 98% probability of a quarter-point hike. General Electric, General Motors and Verizon are set to report earnings Tuesday morning. Mega-cap tech names Alphabet and Microsoft are scheduled to announce their quarterly results after the close. Wall Street will also be looking at July's consumer confidence data.
- In other markets,** the **USD** surged higher against a basket of currencies (+0.5%), as **yields** rose right along the curve (2-year +9bps, 10-year +10bps). **Commodities** were mixed, but mostly higher, with **oil** +0.4% to hold US\$75/bbl, **gold** and **silver** lost ~1% each, **uranium** was modestly higher, **copper** was ~flat and **tin** outperformed all others – rising by a strong 2.4%. Finally, the **VIX Index** rose ~2% on account of the day's equity market weakness.
- Futures ~flat.** U.S. stock futures were about flat on Monday night after the Dow Jones Industrial Average continued its longest winning streak since February 2017. Australian shares are set to open up as a pivotal week looms for tech giant stocks and investors look to what they hope is the last US Federal Reserve rate rise for a while. Oil hit a three-month high.

World Indices	Close	Prior	% Δ
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<b>Local Markets</b>			
All Ordinaries	7,526.7	7,517.3	0.1%
ASX 200	7,313.9	7,306.4	0.1%
ASX Emerging Companies	2,163.5	2,142.6	1.0%
<b>US Markets</b>			
Dow Jones	35,227.7	35,411.2	-0.5%
S&P500	4,536.3	4,536.3	0.0%
Nasdaq	14,032.8	14,058.9	-0.2%
Russell 2000	1,960.3	1,960.3	0.0%
<b>Asian &amp; European Markets</b>			
Shanghai Composite	3,167.7	3,164.2	0.1%
Nikkei	32,304.3	32,700.9	-1.2%
Hang Seng	19,075.3	7,678.6	148.4%
FTSE 100	7,663.7	7,588.2	1.0%
DAX 30	16,177.2	16,191.0	-0.1%
CAC 40	7,384.9	7,432.8	-0.6%

S&P500 Sectors	Close	Prior	% Δ
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Information Technology	3,133.2	3,198.5	-2.0%
Communication Services	217.0	222.5	-2.5%
Consumer Discretionary	1,338.4	1,385.4	-3.4%

Economic Releases	Time	F'cast	Prior
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United States	23:00	0.2%	0.7%
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Key BW Names	Close	Prior	% Δ
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Alderon Resources	0.009	0.009	0.0%
Elementos	0.165	0.165	0.0%
Frontier Energy	0.320	0.335	-4.5%

Commodities	Close	Prior	% Δ
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Oil - West Texas Crude	76.77	78.88	-2.7%
Gold	1,960	1,954	0.3%
Gold (Aus)	2,914	2,899	0.5%
Silver	24.61	24.34	1.1%
Uranium (Spot)	56.10	56.10	0.0%
Tin (Futures)	28,775	28,114	2.4%
Copper	3.83	3.83	-0.1%

Other Markets	Close	Prior	% Δ
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SPI200 Futures	7,326.0	7,344.0	-0.2%
DXY Index	101.1	101.4	-0.3%
AUD/USD	0.6726	0.6738	-0.2%
2-Year Treasury Yield (%)	4.850	4.920	-7 bp
10-Year Treasury Yield (%)	3.840	3.870	-3 bp
US 2-10-Year Spread	-1.010	-1.050	4 bp
VIX Index	13.59	13.90	-2.2%