

18 October 2023

## ASX to rise, Nvidia paces techs lower, US yields surge again

- **Global markets.** The S&P 500 closed near the flat line on Tuesday as investors analyzed the latest bond yield moves and corporate earnings season gained steam.

The broad index slipped 0.01% to end at 4,373.20, while the Nasdaq Composite slipped 0.25% to 13,533.75. The Dow Jones Industrial Average added 13.11 points, or 0.04%, to close at 33,997.65.

Bank of America advanced more than 2% on the back of a better-than-expected report. Bank of New York Mellon climbed nearly 4% after also beating analyst forecasts in the quarter.

The US consumer appears to be much stronger than anyone thought on Wall Street," Oanda's Edward Moya said, referring to the latest retail sales data. The advance estimate for retail sales in September rose 0.7 per cent, more than twice the 0.3 per cent consensus estimate.

- **In economic news.** Local: RBA governor, at the AFSA Annual Summit Panel, Sydney at 9.30am; Speech by Penelope Smith, RBA head of international department, at the CFA Societies 2023 Australian Investment Conference, Sydney at 10.40am

Westpac leading index September at 10.30am

Overseas data: China third quarter GDP, September retail sales and industrial production at 1pm; UK September CPI at 5pm; Eurozone September final CPI at 8pm; US September housing starts and building permits at 11.30pm

- **Earnings & other markets.** The 10-year U.S. Treasury yield topped 4.8%, reaching its highest level since Oct. 6 — when it traded at 4.887%. The move followed retail sales data that came in hotter than economists surveyed by Dow Jones had anticipated.
- **Futures.** ASX futures were up 12 points or 0.2% to 7092 near 6.40am AEDT, paring earlier gains in line with New York's afternoon weakness.

World Indices	Close	Prior	% Δ
<u>Local Markets</u>			
All Ordinaries	7,244.4	7,214.6	0.4%
ASX 200	7,056.0	7,026.5	0.4%
ASX Emerging Companies	1,866.0	1,875.6	-0.5%

<u>US Markets</u>			
Dow Jones	33,997.7	33,984.6	0.0%
S&P500	4,373.2	4,373.6	0.0%
Nasdaq	15,122.0	15,172.7	-0.3%
Russell 2000	1,747.1	1,719.7	1.6%

<u>Asian &amp; European Markets</u>			
Shanghai Composite	3,083.5	3,073.8	0.3%
Nikkei	32,040.2	31,659.0	1.2%
Hang Seng	17,773.4	17,640.4	0.8%
FTSE 100	7,675.2	7,630.0	0.6%
DAX 30	15,251.7	15,238.0	0.1%
CAC 40	7,029.7	7,022.2	0.1%

S&P500 Sectors	Close	Prior	% Δ
Information Technology	3,001.6	3,025.0	-0.8%
Communication Services	232.9	231.9	0.4%
Consumer Discretionary	1,273.6	1,272.8	0.1%

Economic Releases	Time	F'cast	Prior
CH - GDP Growth Rate YoY	13:00	4.4%	6.3%
US - Buildings Permits	23:30		

Key BW Names	Close	Prior	% Δ
Lotus Resources	0.205	0.205	0.0%
Elementos	0.130	0.130	0.0%
	0.335	0.340	0.0%

Commodities	Close	Prior	% Δ
Oil - West Texas Crude	87.66	86.93	0.8%
Gold	1,923	1,919	0.2%
Gold (Aus)	3,021	3,029	-0.3%
Silver	22.78	22.57	0.9%
Uranium (Spot)	70.00	70.00	0.0%
Tin (Futures)	25,242	25,087	0.6%
Copper	3.60	3.60	0.0%

Other Markets	Close	Prior	% Δ
SPI200 Futures	7,078.0	7,074.0	0.1%
DX-Y Index	106.2	106.7	-0.4%
AUD/USD	0.6366	0.6336	0.5%
2-Year Treasury Yield (%)	5.216	5.101	12 bp
10-Year Treasury Yield (%)	4.838	4.700	14 bp
US 2-10-Year Spread	-0.378	-0.401	2 bp
VIX Index	17.89	17.20	4.0%