

29 September 2023

## ASX to rise, Tesal, Meta, Nvidia help pace US tech rebound

- **Global markets.** US tech mega caps, including Nvidia and Meta drove Wall Street higher as the sell-off in US Treasuries cooled overnight, sending the yield on 10-year Treasuries down three basis points to 4.57 per cent.

The S&P 500 also got a boost from Ford and General Motors after the United Auto Workers was reported to have dialled back its wage demands. And the rally in oil paused overnight after WTI crude jumped above \$US94 a barrel earlier in the week.

While bond yields eased in the US, they continued to march higher in the UK, with the benchmark government bond yields climbing as much as 20 basis points, the largest daily increase in almost a year on a closing basis. Global bonds are on track for the weakest month since February, according to Bloomberg.

- **In economic news.** Local: Private sector credit August at 11.30am

Overseas data: NZ consumer confidence at 7am; Japan August industrial production, unemployment and retail sales; UK final second quarter GDP at 4pm; Eurozone preliminary CPI September at 7pm; ECB president Christine Lagarde speaks; US August personal income, spending and Core PCE at 10.30pm, Chicago PMI September, University of Michigan consumer sentiment, New York Fed president John Williams speaks.

- **In other markets.** The yield on the US 10-year note was 3 basis points lower to 4.57 per cent at 4.59pm in New York. German bond yields rose to a fresh 12-year high, and the risk-premium over Italian debt hit a six-month-high, after the government cut its growth forecasts for this year and next and increased its budget deficit targets.

The local currency rebounded more than 1 per cent to retake US64¢; the Bloomberg dollar spot index slid 0.5 per cent.

- **Futures.** ASX futures were up 45 points or 0.64% to 7097 near 7am AEST.

World Indices	Close	Prior	% Δ
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### Local Markets

All Ordinaries	7,225.5	7,229.8	-0.1%
ASX 200	7,024.8	7,030.3	-0.1%
ASX Emerging Companies	1,917.2	1,923.6	-0.3%

### US Markets

Dow Jones	33,666.4	3,550.3	848.3%
S&P500	4,299.7	4,274.5	0.6%
Nasdaq	14,702.8	14,580.2	0.8%
Russell 2000	1,794.3	1,778.9	0.9%

### Asian & European Markets

Shanghai Composite	3,110.5	3,107.3	0.1%
Nikkei	31,996.0	32,371.8	-1.2%
Hang Seng	17,373.0	17,611.9	-1.4%
FTSE 100	7,608.0	7,593.2	0.2%
DAX 30	15,323.5	15,217.4	0.7%
CAC 40	7,116.3	7,071.8	0.6%

S&P500 Sectors	Close	Prior	% Δ
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Information Technology	2,894.2	2,874.5	0.7%
Communication Services	223.8	221.3	1.2%
Consumer Discretionary	1,257.3	1,245.2	1.0%

Economic Releases	Time	F'cast	Prior
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US - Core PCE Price Index YoY	23:30	3.9%	4.2%
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Key BW Names	Close	Prior	% Δ
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Lotus Resources	0.270	0.260	3.8%
Elementos	0.130	0.130	0.0%
Frontier Energy	0.330	0.335	-1.5%

Commodities	Close	Prior	% Δ
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Oil - West Texas Crude	91.79	93.78	-2.1%
Gold	1,864	1,877	-0.7%
Gold (Aus)	2,901	2,956	-1.9%
Silver	22.66	22.54	0.5%
Uranium (Spot)	73.75	72.15	2.2%
Tin (Futures)	25,650	26,012	-1.4%
Copper	3.72	3.65	2.0%

Other Markets	Close	Prior	% Δ
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SPI200 Futures	7,050.4	7,013.0	0.5%
DX Index	106.1	106.2	0.0%
AUD/USD	0.6428	0.6347	1.3%
2-Year Treasury Yield (%)	5.062	5.137	-7 bp
10-Year Treasury Yield (%)	4.579	4.607	-3 bp
US 2-10-Year Spread	-0.483	-0.530	5 bp
VIX Index	17.34	18.21	-4.8%