

1 November 2023

S&P 500 closes higher Tuesday but logs first 3 months losing streak since 2020

- **Global markets.** Stocks rose Tuesday, regaining some ground at the end of a dismal month that was defined by surging interest rates.

The S&P 500 climbed 0.65% to 4,193.80, while the Nasdaq Composite added 0.48% to 12,851.24. The Dow Jones Industrial Average advanced 123.91 points, or 0.38%, to 33,052.87.

Real estate and financials outperformed in the S&P 500, with the sectors higher by 2% and 1.1%, respectively. Notably, however, some mega-cap tech stocks lagged. Alphabet and Meta Platforms shares were lower. Nvidia declined by nearly 1%.

Earnings season continued Tuesday. Caterpillar slid more than 6% after the construction equipment maker said its fourth-quarter revenue would only be “slightly” higher than the year-ago period. JetBlue shares dropped more than 10% after the airline’s third-quarter results missed expectations on the top and bottom lines.

- **In stocks and economic news.** President Joe Biden will meet with Chinese leader Xi Jinping on the sidelines of the Asia-Pacific Economic Cooperation summit in San Francisco in November, White House press secretary Karine Jean-Pierre said Tuesday (Wednesday AEDT).

AGMs are hosted by BHP, Charter Hall Retail REIT, Cromwell Property Group, Domino’s Pizza, Megaport, Sims and Vicinity.

- **In other markets.** The Cboe Volatility Index (VIX) dropped to an 18 handle, below the fear gauge’s long-term average of roughly 20. A higher VIX level can point to greater uncertainty in markets.

October’s losses come amid a rapid rise in Treasury yields. This month, the benchmark 10-year U.S. Treasury yield breached the key 5% level for the first time since 2007. Market participants attribute the rise to several factors, including concern the Federal Reserve will keep interest rates higher for longer.

- **Futures.** ASX futures up 35 points or 0.5% to 6818 near 7am AEDT.

World Indices	Close	Prior	% Δ
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Local Markets

All Ordinaries	6,976.5	6,960.2	0.2%
ASX 200	6,780.7	6,772.9	0.1%
ASX Emerging Companies	1,849.8	1,853.3	-0.2%

US Markets

Dow Jones	33,052.9	32,929.0	0.4%
S&P500	4,193.8	4,166.8	0.6%
Nasdaq	14,409.8	14,335.5	0.5%
Russell 2000	1,647.3	1,636.9	0.6%

Asian & European Markets

Shanghai Composite	3,018.8	3,021.5	-0.1%
Nikkei	30,858.8	30,586.0	0.9%
Hang Seng	17,112.5	17,406.4	-1.7%
FTSE 100	7,321.7	7,334.0	-0.2%
DAX 30	14,810.4	14,716.5	0.6%
CAC 40	6,885.7	6,825.1	0.9%

S&P500 Sectors	Close	Prior	% Δ
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Information Technology	2,903.5	2,887.4	0.6%
Communication Services	217.8	217.4	0.2%
Consumer Discretionary	1,207.0	1,198.5	0.7%

Economic Releases	Time	F'cast	Prior
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AU - Building Permits MoM	11:30	1.3%	7.0%
US - ADP Employment Change	23:15		
US - ISM Manufacturing PMI	1:00		

Key BW Names	Close	Prior	% Δ
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Lotus Resources	0.230	0.220	4.5%
Elementos	0.120	0.120	0.0%
Frontier Energy	0.300	0.310	-3.2%

Commodities	Close	Prior	% Δ
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Oil - West Texas Crude	81.46	82.54	-1.3%
Gold	1,984	1,996	-0.6%
Gold (Aus)	3,131	3,131	0.0%
Silver	22.84	23.32	-2.1%
Uranium (Spot)	75.00	75.00	0.0%
Tin (Futures)	25,014	24,902	0.4%
Copper	3.67	3.68	-0.1%

Other Markets	Close	Prior	% Δ
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SPI200 Futures	6,809.0	6,798.0	0.2%
DX-Y Index	106.1	106.1	0.0%
AUD/USD	0.6337	0.6373	-0.6%
2-Year Treasury Yield (%)	5.083	5.050	3 bp
10-Year Treasury Yield (%)	4.926	4.888	4 bp
US 2-10-Year Spread	-0.197	-0.197	0 bp
VIX Index	18.13	19.74	-8.2%