

10 November 2023

S&P 500 snaps 8 day winning streak, bond yields rise

- **Global markets.** The S&P 500 fell Thursday, ending an eight-day winning streak, as a sharp jump in yields rattled investors.

The benchmark index declined 0.81%, closing at 4,347.35, while the Nasdaq Composite lost 0.94% and settled at 13,521.45. The Dow Jones Industrial Average dropped 220.33 points, or 0.65%, to close at 33,891.94.

Stocks hit session lows after Federal Reserve Chair Jerome Powell indicated more work may need to be done to bring down inflation, although the recent slowdown in pace has been an encouraging sign for policymakers.

Disney rose 6.9% a day after reporting better-than-expected profit and expanding its cost-cutting plan, while Arm dipped 5.2% following its first quarterly report as a public company. MGM Resorts slipped 1.1% even after posting strong results and a new share buyback program.

- **In stocks and economic news.** News Corp and Light & Wonder are poised to release earnings, while REA Group and Jupiter Mines are set to report sales data.

Hosting annual meetings on Friday: KMD Brands, Lithium Power International, Kelly Partners and nib.

Janus Henderson will trade ex-dividend.

Local: RBA Statement on Monetary Policy at 11.30am

Overseas data: NZ October manufacturing PMI at 8.30am; UK third quarter GDP at 6pm; US November University of Michigan consumer sentiment

- **In other markets.** The yield on the US 10-year note spiked 13 basis points to 4.63 per cent at 3.09pm. The 30-year yield surged as much as 22 basis points.
- Iron ore traded in Singapore closed above \$US125 a tonne. The outlook for the steel-making material has improved in part on hopes China is moving, albeit slower than some would hope, to bolstering the real estate sector.
- **Futures.** ASX futures were down 5 points or 0.1% to 7017 near 7am AEDT; they had been up more than 20 points earlier.

World Indices	Close	Prior	% Δ
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Local Markets

All Ordinaries	7,215.1	7,198.4	0.2%
ASX 200	7,014.9	6,995.4	0.3%
ASX Emerging Companies	1,896.5	1,910.5	-0.7%

US Markets

Dow Jones	33,877.4	34,112.3	-0.7%
S&P500	4,346.9	4,382.8	-0.8%
Nasdaq	15,188.1	15,313.2	-0.8%
Russell 2000	1,686.6	1,733.2	-2.7%

Asian & European Markets

Shanghai Composite	3,053.3	3,052.4	0.0%
Nikkei	32,549.0	32,166.4	1.2%
Hang Seng	17,511.3	17,568.5	-0.3%
FTSE 100	7,423.8	7,401.7	0.3%
DAX 30	15,352.5	15,229.6	0.8%
CAC 40	7,113.7	7,034.2	1.1%

S&P500 Sectors	Close	Prior	% Δ
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Information Technology	3,114.8	3,125.6	-0.3%
Communication Services	227.9	228.8	-0.4%
Consumer Discretionary	1,258.5	1,283.0	-1.9%

Economic Releases	Time	F'cast	Prior
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AU - RBA Statement of Monetary Policy	11:30		
UK - GDP YoY	18:00	1.0%	0.5%
US - Michigan Consumer Sentiment	2:00		

Key BW Names	Close	Prior	% Δ
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Lotus Resources	0.245	0.250	-2.0%
Elementos	0.115	0.115	0.0%
Frontier Energy	0.300	0.305	-1.6%

Commodities	Close	Prior	% Δ
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Oil - West Texas Crude	75.53	75.55	0.0%
Gold	1,957	1,950	0.3%
Gold (Aus)	3,073	3,046	0.9%
Silver	22.58	22.54	0.2%
Uranium (Spot)	74.00	74.00	0.0%
Tin (Futures)	24,892	24,559	1.4%
Copper	3.66	3.67	-0.2%

Other Markets	Close	Prior	% Δ
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SPI200 Futures	7,000.0	7,020.0	-0.3%
DXY Index	105.9	105.5	0.4%
AUD/USD	0.6369	0.6401	-0.5%
2-Year Treasury Yield (%)	5.039	4.936	10 bp
10-Year Treasury Yield (%)	4.638	4.495	14 bp
US 2-10-Year Spread	-0.197	-0.197	0 bp
VIX Index	15.41	14.44	6.7%