

5 March 2024

Stock rally stalls as week begins, Tesla and Apple drag; ASX to slip

- **Global markets.** Stocks retreated Monday, pushing the S&P 500 and Nasdaq Composite off all-time highs, despite a rallying group of technology stocks tied to the artificial intelligence boom.

The S&P 500 shed 0.12% to 5,130.95, while the Nasdaq Composite slipped 0.41% to 16,207.51. The Dow Jones Industrial Average lost 97.55 points, or 0.25%, to finish at 38,989.83.

Losses were mitigated by gains of more than 3% in AI darling Nvidia. Super Micro Computer soared 18% after S&P Dow Jones Indices announced it would join the S&P 500 later this month.

A handful of bitcoin-focused stocks including Microstrategy and Coinbase also posted sizable advances as the cryptocurrency neared its 2021 all-time high. That offered further evidence of Wall Street taking on risk in Monday's session.

But other technology laggards ultimately held the market back, with the S&P 500 communication services sector leading the index lower. Apple fell 2.5% after getting hit with a European Union antitrust fine of nearly \$2 billion. Tesla dropped more than 7% after announcing new price discounts and incentives late last week.

Outside of technology, Ford added more than 2% on the back of strong sales data. Macy's soared more than 13% after Arkhouse Management and Brigade Capital Management increased their offer for the department store.

- **In economic news.** Local: Current account fourth quarter at 11.30am

Overseas data: China Caixin services PMI February at 12.45pm; EU January PPI at 9pm; US January factory orders, durable goods orders and ISM non-manufacturing February

In other markets. Crude oil futures held steady Monday after OPEC+ extended production cuts through the second quarter. The West Texas Intermediate contract for April lost 19 cents, or 0.24%, to \$79.78 a barrel. May Brent futures gained 5 cents, or 0.06%, to \$83.60.

- **Futures.** ASX futures down 3 points to 7703 near 8am AEDT

World Indices	Close	Prior	% Δ
---------------	-------	-------	-----

Local Markets

All Ordinaries	7,996.5	8,007.1	-0.1%
ASX 200	7,735.8	7,745.6	-0.1%
ASX Emerging Companies	2,046.6	2,037.5	0.4%

US Markets

Dow Jones	38,989.8	38,087.4	2.4%
S&P500	5,130.9	5,137.1	-0.1%
Nasdaq	18,226.5	18,302.9	-0.4%
Russell 2000	2,074.3	2,076.4	-0.1%

Asian & European Markets

Shanghai Composite	3,039.3	3,027.0	0.4%
Nikkei	40,109.2	39,910.8	0.5%
Hang Seng	16,596.0	16,589.5	0.0%
FTSE 100	7,640.3	7,682.5	-0.5%
DAX 30	17,716.2	17,735.1	-0.1%
CAC 40	7,956.4	7,940.0	0.2%

S&P500 Sectors	Close	Prior	% Δ
----------------	-------	-------	-----

Information Technology	3,823.1	3,815.3	0.2%
Communication Services	269.8	273.9	-1.5%
Consumer Discretionary	1,472.0	1,491.0	-1.3%

Economic Releases	Time	F'cast	Prior
-------------------	------	--------	-------

CHN - Caixin Composite PMI	12:45		
USA - ISM Services PMI	2:00		

Key BW Names	Close	Prior	% Δ
--------------	-------	-------	-----

Lotus Resources	0.370	0.345	7.2%
Elementos	0.135	0.130	3.8%
Frontier Energy	0.355	0.300	18.3%

Commodities	Close	Prior	% Δ
-------------	-------	-------	-----

Oil - West Texas Crude	78.71	79.75	-1.3%
Gold	2,115	2,083	1.5%
Gold (Aus)	3,249	3,191	1.8%
Silver	23.90	23.12	3.4%
Uranium (Spot)	96.00	96.00	0.0%
Tin (Futures)	26,489	26,489	0.0%
Copper	3.86	3.86	0.0%

Other Markets	Close	Prior	% Δ
---------------	-------	-------	-----

SPI200 Futures	7,703.0	7,728.0	-0.3%
DXY Index	103.9	103.9	0.0%
AUD/USD	0.6509	0.6523	-0.2%
2-Year Treasury Yield (%)	4.612	4.535	8 bp
10-Year Treasury Yield (%)	4.217	4.184	3 bp
US 2-10-Year Spread	-0.197	-0.197	0 bp
VIX Index	13.48	13.12	2.7%