

1 June 2024

Stocks close lower, Dow falls more than 300 points; ASX to rise

- Global markets.** Stocks closed lower Thursday as Salesforce logged its worst day in around two decades. Traders also looked ahead to the release of key U.S. inflation data.

The Dow Jones Industrial Average slid 330.06 points, or 0.86%, to 38,111.48. The S&P 500 lost 0.6% to close at 5,235.48. The Nasdaq Composite dipped 1.08% to 16,737.08, underscoring the weakness in technology names.

Salesforce plunged 19.7% after missing revenue expectations for the fiscal first quarter and providing a weak outlook, marking its worst session since 2004. Artificial intelligence darling Nvidia also slid more than 3%, notching its first negative session following its blockbuster earnings report last week. Microsoft declined more than 3% for its worst day since October.

Thursday's moves come amid a tough, holiday-shortened trading week. The S&P 500 has slipped around 1.3%, while the Nasdaq Composite has shed 1.1%, putting both on track to snap five-week winning streaks. The Dow has tumbled more than 2%, on pace for its second straight losing week.

Traders are looking toward Friday's release of the personal consumption expenditures price index report for April, which is the Federal Reserve's preferred inflation gauge. Inflation is expected to come in at 2.7% for April, according to the Dow Jones estimate, still above the central bank's 2% target.

- In economic news.** N/A
- In other markets.** The 10-year Treasury yield has hurt investor sentiment this week. Higher yields can be bad news for stock investors, as they reduce the multiples traders are willing to pay for equities and make safer investments, such as Treasury bills and money market funds, more attractive. While the yield slipped back below 4.6% on Thursday, it remained above the 4.5% level, which is considered troublesome for stocks.
- Futures.** ASX futures up 38 points or 0.5% to 7757

World Indices	Close	Prior	% Δ
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Local Markets			
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All Ordinaries	7,970.8	7,895.9	0.9%
ASX 200	2,218.7	7,628.2	-70.9%
ASX Emerging Companies	3,022.9	2,193.5	37.8%

US Markets			
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Dow Jones	38,686.3	38,111.5	1.5%
S&P500	5,277.5	5,235.5	0.8%
Nasdaq	18,536.7	18,538.7	0.0%
Russell 2000	2,070.1	2,056.6	0.7%

Asian & European Markets			
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Shanghai Composite	3,086.8	3,091.7	-0.2%
Nikkei	3,887.8	38,054.1	-89.8%
Hang Seng	18,079.6	18,230.2	-0.8%
FTSE 100	8,275.4	8,231.1	0.5%
DAX 30	18,498.0	18,496.8	0.0%
CAC 40	7,992.9	7,978.5	0.2%

S&P500 Sectors	Close	Prior	% Δ
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Information Technology	3,972.2	3,972.3	0.0%
Communication Services	296.2	294.6	0.6%
Consumer Discretionary	1,423.5	1,421.3	0.2%

Economic Releases	Time	F'cast	Prior
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AUS - Judo Bank Manufacturing PMI	9:00		
USA - Global Manufacturing PMI	23:45		

Key BW Names	Close	Prior	% Δ
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Lotus Resources	0.165	0.450	-63.3%
Elementos	0.135	0.130	3.8%
Frontier Energy	0.450	0.420	7.1%

Commodities	Close	Prior	% Δ
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Oil - West Texas Crude	77.12	77.74	-0.8%
Gold	2,326	2,344	-0.8%
Gold (Aus)	3,495	3,535	-1.1%
Silver	30.45	31.19	-2.4%
Uranium (Spot)	92.75	92.75	0.0%
Global X Uranium ETF	32.24	32.07	0.5%
Sprott Uranium Miners ETF	56.53	56.18	0.6%
Sprott Physical Uranium Trust	20.52	20.65	-0.6%
Tin (Futures)	33,042	34,109	-3.1%
Copper	4.64	4.66	-0.4%

Other Markets	Close	Prior	% Δ
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SPI200 Futures	7,757.0	7,705.0	0.7%
DXY Index	104.6	105.3	-0.7%
AUD/USD	0.6654	0.6631	0.4%
2-Year Treasury Yield (%)	4.879	4.929	-5 bp
10-Year Treasury Yield (%)	4.502	4.550	-5 bp
US 2-10-Year Spread	-0.197	-0.197	0 bp
VIX Index	12.91	14.46	-10.7%

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