

28 May 2025

## Dow jumps 700 points to snap losing run on EU tariff delays; ASX to rise

- **Global markets.** Stocks rallied on Tuesday after President Donald Trump said over the holiday weekend that he agreed to delay tariffs of 50% on the European Union.

The Dow Jones Industrial Average gained 740.58 points, or 1.78%, to finish at 42,343.65, while the S&P 500 rose 2.05% to 5,921.54. Both snapped four-day losing streaks. The Nasdaq Composite popped 2.47% to 19,199.16 as technology names like Tesla saw outsized gains.

Trump on Sunday said that he would push back the 50% levy deadline on the EU to July 9 following a request from Ursula von der Leyen, the president of the European Commission. That comes after Trump last week proposed an import tax of 50% on the EU beginning June 1.

Tesla shares popped about 7% after CEO Elon Musk said he was shifting his focus away from politics and back into his companies. Other tech-related names were also higher, including Nvidia, AMD, Apple and Microsoft.

Stocks saw a broad rally to begin the shortened trading week after the U.S. equities market was closed Monday in recognition of Memorial Day. More than nine out of 10 S&P 500 stocks were higher. Small caps also saw gains, with the Russell 2000 climbing about 2.5%.

Tuesday's action follows a losing week on Wall Street. The Dow, S&P 500 and Nasdaq Composite all slid more than 2% as Trump's initial call for tariffs on the EU worried market participants.

- **In economic news.** Australian investors will be focused on the April consumer price index. Consensus is for the annual rate of inflation to fall to 2.3 per cent, down from 2.4 per cent in the year to March.
- **In other markets.** Thirty-year Treasury yields posted the biggest one-day slide since late March, following news on Tuesday that Japanese authorities may adjust debt sales following a market rout. Solid demand for a \$US69 billion (\$107.06 billion) sale of two-year Treasuries added to the advance in the US.
- **Futures.** ASX futures are pointing up 50 points or 0.6 per cent to 8487.

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

### Local Markets

|                        |         |         |      |
|------------------------|---------|---------|------|
| All Ordinaries         | 8,631.5 | 8,586.7 | 0.5% |
| ASX 200                | 8,407.6 | 8,360.4 | 0.6% |
| ASX Emerging Companies | 2,269.9 | 2,262.9 | 0.3% |

### US Markets

|              |          |          |      |
|--------------|----------|----------|------|
| Dow Jones    | 42,343.7 | 41,603.1 | 1.8% |
| S&P500       | 5,921.5  | 5,802.8  | 2.0% |
| Nasdaq       | 21,415.0 | 20,915.7 | 2.4% |
| Russell 2000 | 2,090.4  | 2,039.9  | 2.5% |

### Asian & European Markets

|                    |          |          |       |
|--------------------|----------|----------|-------|
| Shanghai Composite | 3,340.7  | 3,348.4  | -0.2% |
| Nikkei             | 37,723.9 | 37,160.3 | 1.5%  |
| Hang Seng          | 23,382.0 | 23,601.3 | -0.9% |
| FTSE 100           | 8,778.1  | 8,718.0  | 0.7%  |
| DAX 30             | 24,226.5 | 23,629.6 | 2.5%  |
| CAC 40             | 7,826.8  | 7,734.4  | 1.2%  |

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

|                        |         |         |      |
|------------------------|---------|---------|------|
| Information Technology | 4,532.7 | 4,420.1 | 2.5% |
| Communication Services | 352.7   | 345.3   | 2.1% |
| Consumer Discretionary | 1,740.0 | 1,688.7 | 3.0% |

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

|                                |       |       |       |
|--------------------------------|-------|-------|-------|
| AUD - Consumer Price Index YoY | 11:30 | 2.30% | 2.40% |
| USD - FOMC minutes             | 4:00  |       |       |

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

|                 |       |       |       |
|-----------------|-------|-------|-------|
| Lotus Resources | 0.195 | 0.185 | 5.4%  |
| Elementos       | 0.110 | 0.105 | 4.8%  |
| Frontier Energy | 0.195 | 0.210 | -7.1% |

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

|                               |        |        |       |
|-------------------------------|--------|--------|-------|
| Oil - West Texas Crude        | 61.16  | 61.93  | -1.2% |
| Gold                          | 3,304  | 3,345  | -1.2% |
| Gold (Aus)                    | 5,130  | 5,146  | -0.3% |
| Silver                        | 33.27  | 33.51  | -0.7% |
| Uranium (Spot)                | 76.00  | 76.00  | 0.0%  |
| Global X Uranium ETF          | 32.97  | 31.83  | 3.6%  |
| Sprott Uranium Miners ETF     | 41.34  | 41.10  | 0.6%  |
| Sprott Physical Uranium Trust | 16.30  | 16.92  | -3.7% |
| Tin (Futures)                 | 32,709 | 32,709 | 0.0%  |
| Copper                        | 4.75   | 4.87   | -2.6% |

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

|                            |         |         |        |
|----------------------------|---------|---------|--------|
| SPI200 Futures             | 8,488.0 | 8,350.0 | 1.7%   |
| DXY Index                  | 98.9    | 99.1    | -0.2%  |
| AUD/USD                    | 0.6445  | 0.6503  | -0.9%  |
| 2-Year Treasury Yield (%)  | 3.98    | 3.99    | -2 bp  |
| 10-Year Treasury Yield (%) | 4.45    | 4.51    | -6 bp  |
| US 2-10-Year Spread        | 0.47    | 0.52    | -4 bp  |
| VIX Index                  | 18.95   | 22.28   | -14.9% |