

16 June 2025

Dow falls more than 700pts on attacks between Israel and Iran; ASX to fall

- **Global markets.** Stocks tumbled Friday after Israel launched a wave of airstrikes on Iran, pushing energy prices higher and adding another complication at a time of heightened geopolitical tensions.

The Dow Jones Industrial Average fell 769.83 points, or 1.79%, ending at 42,197.79. The S&P 500 dropped 1.13% to close at 5,976.97, while the Nasdaq Composite lost 1.30% and settled at 19,406.83.

Nvidia and other stocks that have led the market's comeback from the April lows dropped as investors shed risk. Oil and defense stocks were higher. Exxon added 2%, while Lockheed Martin and RTX each jumped more than 3%.

The market drop began Thursday evening as Israel's defense minister Israel Katz declared a special state of emergency following an Israeli attack on Iran. Two U.S. officials said that there is no U.S. involvement or assistance, according to NBC News.

On Friday, stocks' decline worsened after Israel Defense Forces said that Iran launched missiles toward Israel, in retaliation for Israel's series of airstrikes. Iranian state television said Friday afternoon that Iran will not participate in the sixth round of nuclear negotiations with the U.S. planned for this weekend.

Friday's sell-off dragged the major averages into negative territory on the week. The S&P 500 lost 0.4%, while the Nasdaq slid 0.6%. The Dow fell 1.3% over the week.

- **In economic news.** Overseas: China Industrial Production and Retail Sales, USA Retail Sales
- **In other markets.** Oil prices in the United States surged as much as 14 per cent, before settling 7.5 per cent higher at \$US73 a barrel. Bullion gained as much as 0.5 per cent early Monday in Asia to around \$US3450 an ounce, about \$US50 short of its all-time high set in April.
- **Futures.** Futures point to a modest 0.2 per cent decline at the open, despite a sharper sell-off on Wall Street that send the S&P 500 down more than 1 per cent.

World Indices	Close	Prior	% Δ
<u>Local Markets</u>			
All Ordinaries	8,770.6	8,819.7	-0.6%
ASX 200	8,547.4	8,592.1	-0.5%
ASX Emerging Companies	2,310.7	2,299.7	0.5%

<u>US Markets</u>			
Dow Jones	42,197.8	42,865.8	-1.6%
S&P500	5,977.0	6,022.3	-0.8%
Nasdaq	21,631.0	21,860.8	-1.1%
Russell 2000	2,100.5	2,148.2	-2.2%

<u>Asian & European Markets</u>			
Shanghai Composite	3,377.0	3,402.3	-0.7%
Nikkei	37,834.0	38,421.0	-1.5%
Hang Seng	23,892.6	24,366.9	-1.9%
FTSE 100	8,850.6	8,864.4	-0.2%
DAX 30	23,516.2	23,948.6	-1.8%
CAC 40	7,684.7	7,775.9	-1.2%

S&P500 Sectors	Close	Prior	% Δ
Information Technology	4,656.6	4,680.0	-0.5%
Communication Services	360.9	366.2	-1.4%
Consumer Discretionary	1,707.7	1,727.5	-1.1%

Economic Releases	Time	F'cast	Prior
CNY - Industrial Production YoY	12:00	5.90%	6.10%
CNY - Retail Sales YoY	12:00	5.00%	5.10%
USA - Retail Sales MoM	22:30	-0.70%	0.1%

Key BW Names	Close	Prior	% Δ
Lotus Resources	0.155	0.160	-3.1%
Elementos	0.115	0.130	-11.5%
Frontier Energy	0.200	0.190	5.3%

Commodities	Close	Prior	% Δ
Oil - West Texas Crude	72.91	68.91	5.8%
Gold	3,465	3,390	2.2%
Gold (Aus)	5,312	5,180	2.5%
Silver	36.33	36.32	0.0%
Uranium (Spot)	76.00	76.00	0.0%
Global X Uranium ETF	36.13	35.87	0.7%
Sprott Uranium Miners ETF	43.28	42.73	1.3%
Sprott Physical Uranium Trust	16.98	16.74	1.4%
Tin (Futures)	32,603	32,706	-0.3%
Copper	4.78	4.82	-0.9%

Other Markets	Close	Prior	% Δ
SPI200 Futures	8,532.0	8,622.0	-1.0%
DXI Index	98.1	99.0	-0.9%
AUD/USD	0.6484	0.6506	-0.3%
2-Year Treasury Yield (%)	3.95	3.95	0 bp
10-Year Treasury Yield (%)	4.41	4.42	-1 bp
US 2-10-Year Spread	0.46	0.47	-1 bp
VIX Index	20.81	17.25	20.6%