

## Markets

<b>SFE 200 Futures</b> (9.30am AEDST)	<b>5956</b>	<b>14</b>	<b>0.2</b>
<b>NZX 50</b>	8002	2	0.0
<b>DJIA Futures</b>	23259	-3	0.0
<b>S&amp;P 500 Futures</b>	2565	0	0.0
<b>NASDAQ Futures</b>	6266	0	0.0

## Local Markets Commentary

The Australian market commences today's trade on mostly negative leads from overnight international equities and commodities trade.

Among the key commodities, US **gold** futures settled lower. **Oil** continued to retreat. **Iron ore** (62% Fe, China port) turned and fell. LME **copper** and aluminium swung to record gains.

The **\$A** traded in a relatively narrow range after falling below US75.90c early yesterday evening.

Locally today, October employment figures, as calculated by the ABS, are due **11.30am** AEDST.

The Melbourne Institute publishes its monthly inflation expectations report.

Post-trade, the Reserve Bank of Australia (RBA) reports monthly transactions and assets.

A bevy of outlook commentary is also anticipated from large-cap stocks holding **AGMs**. Please see p3 for a detailed list.

## Overseas Markets

INDEX	CLOSE	+/-	%
<b>Dow Jones</b>	<b>23271</b>	-138	<b>-0.6</b>
<b>S&amp;P 500</b>	2565	-14	<b>-0.6</b>
<b>NASDAQ</b>	6706	-32	<b>-0.5</b>
<b>FTSE 100</b>	7373	-42	<b>-0.6</b>
<b>DAX 30</b>	12976	-57	<b>-0.4</b>
<b>Shanghai Comp</b>	3403	-27	<b>-0.8</b>

## Overseas Markets Commentary

Major European and US equities markets indicated a risk-off trade approach overnight. Investors faced more than just political and economic angst in the UK, tax reform uncertainty in the US, currency swings and falling key commodity prices.

**Russia** moved to restructure ~\$US3B of **Venezuelan** debt and **Zimbabwe** reportedly came under the control of the military.

In data releases, the **euro zone's** September trade surplus was reported €4B higher for the month, at €25B, helping push the euro to a three-week high against the \$US.

Exports rose 1.1% while imports fell 1.2%.

On an annual basis, the surplus had grown by €2.1B (seasonally unadjusted), exports by 5.6% and imports 5.1%.

**US** October CPI was calculated 0.1% higher for the month and 2.0% year-on-year. Core CPI (excluding food and energy) rose 0.2% and 1.8% respectively.

October retail sales rose 0.2%, double forecasts.

The general business conditions of a New York

**Australia – October employment statistics 11.30am AEDST**

\* Online real estate listing **midday** AEDST – **DHG** \*

## Today's Stock Watch

### Commonwealth Bank of Australia (CBA)

Plenty of compliance questions expected at today's AGM.

### Cash Converters International (CCV)

A third party has threatened to release CCV UK customer data it has accessed unless CCV makes a certain payment to the party.

### Domain Holdings Australia (DHG) / Fairfax Media (FXJ)

FXJ spin-off DHG is scheduled to commence ASX trade **midday** AEDST. Trade will commence on a deferred settlement basis. Normal (T+2) trade is expected to commence 23 November (Thursday next week). 574.87M shares.

FXJ holds ~45%; FXJ SPV No1 15%; HSBC Custody Nominees Australia 12.17%; JP Morgan Nominees Australia 7.68%.

### Reckon Ltd (RKN) / MYOB Group (MYO)

RKN is selling its accountancy practice management business (includes APS, Elite and Docs) to MYO for \$180M cash, pending approvals from the Australian Competition & Consumer Commission (ACCC) and the New Zealand Competition Commission (NZCC).

MYO says it will fund the purchase from a debt facility. MYO has scheduled a teleconference for 12.30pm AEDST. Access details lodged this morning.

### Seven West Media (SWM) / Newzulu Ltd (NWZ)

NWZ is creating a new app for SWM's 'summer of sport', including the Sydney-Hobart yacht race, the Australian (tennis) Open, the Winter Olympics, and the 2018 Commonwealth Games on the Gold Coast. The app will be SWM-branded.

NWZ has lodged today's AGM chairman's speech.

### MG Unit Trust (MGC)

Murray Goulburn Co-operative Co has agreed a \$650,000 settlement with the Australian Securities & Investments Commission (ASIC) over alleged non-deliberate disclosure breaches.

The settlement is conditional on Federal Court approval.

### Pushpay Holdings (PPH)

\$US12.5M interim net loss, against a \$US11.3M loss a year ago. 145.1% higher, \$US29.7M revenue. \$US25.5M cash and available funds. Presentation lodged.

### John Lyngs Group (JLG)

Recently-listed JLG has appointed Steadfast Group (ASX: SDF) co-founder Robert Kelly as a non-executive director, effective 1 December.

## Resources

### BHP Billiton (BHP)

Confirming shale asset sales underway. Today's AGM speeches and presentation lodged this morning.

### Prospect Resources (PSC)

Proposing to continue with the Zimbabwe Arcadia lithium project and the conditional offtake, placement and framework agreement disclosed Friday last week.

region business activity index came in at 19.4, against 30.2 for October.

In the **UK**, September quarter average weekly earnings growth slipped 0.1% on an annual basis to 2.2% growth.

The September unemployment rate remained at 4.3%. October unemployment claims fell, undershooting forecasts.

**Tonight** in the US, president Donald Trump is expected to speak on tax proposals, and House of Representative Republicans to vote on their planned legislation. The bill also seeks to delete the former administration's tax penalty for most individuals should they not hold some health insurance.

Among US data releases, weekly new unemployment claims are due, together with October industrial production, export and import prices, a regional manufacturing index and home builders' sentiment index.

Companies scheduled to report earnings include: Best Buy, Gap, Investec, Viacom and Walmart.

Marks & Spencer, Sainsbury's and Shell trade ex-dividend on the FTSE 100.

In overnight corporate news, US retailer **Target Corp** exceeded quarterly expectations all-round but delivered a holiday season sales warning, pushing the stock almost 10% lower.

**Cisco Systems** reported post-US trade and appeared to please with both the past quarter's earnings and expectations.

Earlier, **BP** also encouraged, announcing the energy giant would resume share buy-backs.

### Commodities

COMMODITY	CLOSE	\$US/	+/-	%
<b>Gold (NY) (Dec)</b>	<b>1277</b>	oz	-5	-0.4
<b>Silver (NY) (Sep)</b>	17.0	oz	-0.1	-0.5
<b>Gold (LON)</b>	1282	oz	8	0.6
<b>Platinum</b>	929	oz	5	0.5
<b>WTI Crude (Nov)</b>	<b>55.3</b>	bbl	-0.4	-0.7
<b>Brent Crude (Nov)</b>	<b>61.9</b>	bbl	-0.3	-0.5
<b>Iron Ore (CHN port 62%)</b>	<b>61.8</b>	t	-1.4	-2.1
<b>Copper</b>	<b>6773</b>	t	14	0.2
<b>Nickel</b>	11690	t	-90	-0.8
<b>Aluminium</b>	2106	t	24	1.2
<b>Lead</b>	2436	t	-34	-1.4
<b>Zinc</b>	3152	t	0.5	0.0
<b>Tin</b>	19335	t	-135	-0.7
<b>CBT Wheat (Dec)</b>	<b>4.20</b>	bshl	-0.08	-1.9

### Commodities Commentary

**Oil** - a weekly US petroleum inventories report estimated crude stocks had grown by 1.9MMbbl, following forecasts ranging across a 1MMbbl - 1.5MMbbl decline.

In addition, domestic production rose to a record daily 9.645MMbbl.

**Gold** - prices appreciated in early trade, but a strengthening of the \$US index produced a lower settlement.

**Base metals** - copper notably recovered some after trading at a \$US6713/t one-month low intra-session. China's major copper smelters reportedly met Tuesday to ensure sufficient 2018 copper concentrate supply.

Meanwhile, the value of 2H 2018-related copper contracts reportedly rose by \$US on the Shanghai

## Pre-Open Announcements

### Mirvac Group (\* MGR)

Today's AGM speeches and presentation lodged.

### Specialty Fashion Group (\* SFH)

CEO and MD Gary Perlstein is proposing to retire his SFH roles after 14 years once a successor can be appointed. Overall, Mr Perlstein has been with SFH for 24 years.

### Noxopharm Ltd (\* NOX)

Nox's NOX66 has been used in combination treatment for an initial prostate cancer patient in an investigator-initiated clinical trial at St Vincent's Hospital, Sydney.

### PharmAust Ltd (PAA)

New US patent granted for PAA anti-cancer drugs. Details lodged this morning.

### IXUP Ltd (\* IXU)

IT specialist completed a stellar ASX listing yesterday following a \$12.5M IPO at 20c per share.

Opened at 37c and traded at 35c - 44c before settling at 44c. 7.48M shares were traded across 450 transactions.

### Telix Pharmaceuticals (\* TLX)

Radiation-focused treatment developer completed a successful ASX listing yesterday following a targeted \$55M IPO at 65c per share. Opened at 81c and traded at 76c - 84.5c before settling at 77c. 3.56M shares changed hands across 508 transactions.

Trading commenced on a deferred settlement basis. Normal (T+2) trade is expected to commence tomorrow.

## Resources

### Antipa Minerals (\* AZY)

Maiden WA Paterson province Minayri-WACA resource lodged this morning.

## Energy

### Lustrum Minerals (\* LRM)

Bowen Basin, Queensland coal-focused explorer completed a successful ASX listing yesterday following a \$5M IPO at 20c per share. 27.5M shares. Opened at 21c and rose to 23.5c before settling at 22c. 2.56M shares were traded across 137 transactions.

## Trading Halts

Company	Code	Resuming
Norwood Systems	NOR	16 Nov
Quantum Resources	QUR	16 Nov
Recce Ltd	RCE	16 Nov
Southern Cross Electrical	SXE	16 Nov
AWE Ltd	AWE	17 Nov
Eildon Capital	EDC	17 Nov
Leaf Resources	LER	17 Nov
Legacy Iron Ore	LCY	17 Nov
Oneview Healthcare	ONE	17 Nov
Pact Group Holdings	PGH	17 Nov
Redflex Holdings	RDF	17 Nov
Venture Minerals	VMS	17 Nov
Ardiden Ltd	ADV	20 Nov
TNG Ltd	TNG	20 Nov



## Futures Exchange.

Aluminium traded at an ~three-month low of \$US2068.5/t before also being pushed higher.

Winter environmental regulations mean Chinalco will reportedly reduce its alumina capacity by 2Mt during the upcoming northern winter.

Among data releases yesterday, 1.4% September quarter annualised GDP growth for Japan represented a slowdown in pace.

## Exchange Rates

CURRENCIES	LAST	+/-	%
<b>AUD – USD</b>	0.7585	-0.0004	<b>-0.05</b>
<b>EUR – USD</b>	1.1777	-0.0014	<b>-0.12</b>

## Australian Data Today

ABS	Employment	Oct
MelbInst	Inflation expectations	Nov
RBA	Forex transactions; assets	Oct

## US Data Tonight

Initial jobless claims	11 Nov
Industrial production	Oct
Export & import prices	Oct
NAHB housing market index	Nov
Philadelphia Fed manufacturing index	Nov

## Other Overseas Data Today &amp; Tonight

<b>UK</b>	Retail sales	Oct
<b>Euro zone</b>	CPI (final)	Oct

## Need More Information?

Contact your State One Stockbroking advisor on 08 9288 3388 or 1300 651 898, or by email, [advice@stateone.com.au](mailto:advice@stateone.com.au).

## Suspensions (selected)

Company	Code	Since
Bisan Ltd	BSN	2 Nov
Blackham Resources	BLK	8 Nov
Caeneus Minerals	CAD	30 Oct
Cradle Resources	CXX	15 Nov
iCandy Interactive	ICI	15 Nov
Marquee Resources	MQR	15 Nov
Oriental Technologies	OTI	1 Nov
Red Emperor Resources	RMP	8 Nov
ServTech Global Holdings	SVT	1 Nov
Soon Mining	SMG	23 Oct
Wolf Petroleum	WOF	30 Oct

## Ex-Dividends

Code	Ex-Div	Div (c)	Fr (%)	Yield (%)
<b>TWD</b>	Today	<b>16</b>	100	5.97
AYJ	Tomorrow	52	5	17.94
AYK	Tomorrow	28	90	3.80
AYZ	Tomorrow	44	100	3.58
DDR	Tomorrow	4	100	6.05
JHG	Tomorrow	32	0	4.99
SOL	Tomorrow	32	100	3.14
ELD	Mon	15	100	1.24
AEG	Wed	2.5	100	2.27
IPL	Thu	4.9	0	2.42
TLT	Thu	1.25	0	0.00
WLE	Thu	2	100	2.52
ZEL	Thu	9.38	0	4.12
RHL	Fri (24 Nov)	6	100	5.17

## Reports &amp; Events

(selected scheduled)

When	Company	Report/Event
<b>Today</b>	<b>BHP</b>	AGM
	<b>CBA</b>	AGM
	<b>GMG</b>	AGM
	<b>HVN</b>	AGM
	<b>MGR</b>	AGM
	<b>NHC</b>	AGM
	<b>NWS</b>	AGM
	<b>NST</b>	AGM
	<b>PTM</b>	AGM
	<b>RHC</b>	AGM
	<b>SGH</b>	AGM
	<b>VCX</b>	AGM
	<b>WES</b>	AGM
<b>Tomorrow</b>	LLC	AGM
<b>Mon</b>	AAD	AGM
	BBN	AGM
	IPH	AGM
	QRX	AGM
	SYD	Oct update
<b>Tue</b>	A2M	AGM
	ACX	Investor day



Disclaimer / Disclosure / General Advice Warning / Confidentiality Notice

This morning note and its contents at all times remain the property of State One Stockbroking Ltd ("State One") and as such cannot be reprinted, distributed, copied, posted on the internet, in part or whole, without written prior approval from State One.

The contents of this document constitute General Advice and have been prepared without taking account of your investment objectives, financial situation or needs. Because of that you should, before taking any action to acquire or deal in, or follow a recommendation (if any) in respect of any of the financial products or information mentioned in this document, consult your own investment advisor to consider whether that is appropriate having regard to your own objectives, financial situation and needs.

While State One believes information contained in this document is based on information which is believed to be reliable, its accuracy and completeness are not guaranteed and no warranty of accuracy or reliability is given or implied and no responsibility for any loss or damage arising in any way for any representation, act or omission is accepted by State One or any officer, agent or employee of State One. If applicable, you should obtain the Product Disclosure Statement relating to any relevant financial product mentioned in this document (which contains full details of the terms and conditions of the relevant financial product) and consider it before making any decision about whether to acquire the financial product.

The directors and associated persons of State One may have a long or short interest in the financial products discussed in this document and they may earn brokerage, commissions, fees and advantages, pecuniary or otherwise, in connection with the making of a recommendation or dealing by a client in such financial products. Additionally, State One may earn fees due to having been appointed advisors to, or may be undertaking or about to commence research relating to, any of the companies mentioned herein.

**Wed**

ALQ	Interim
BBG	AGM
CAB	AGM
FPH	Interim
GNC	Full-year
MND	AGM
SFH	AGM
TNE	Full-year

GOZ	AGM
IFN	AGM
MTR	AGM
MIN	AGM
NXT	AGM
PRG	Interim
QUB	AGM
REA	AGM
RES	AGM
SCP	AGM
SHL	AGM
VRT	AGM
WEB	AGM
WTC	AGM