

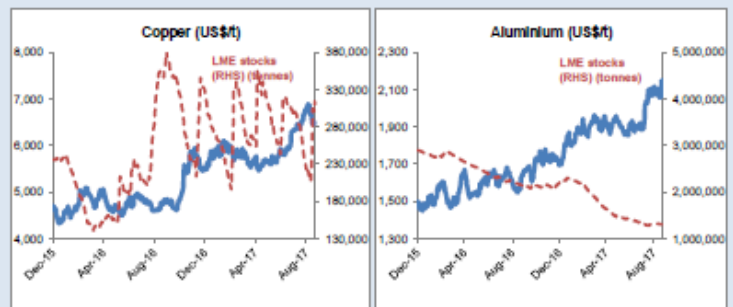
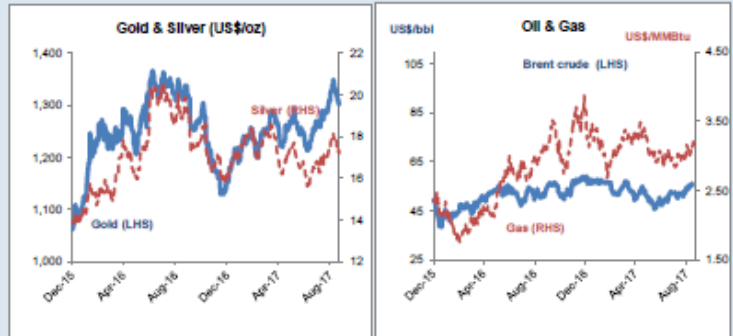


# Daily Resources Overview

## Commodity price movement

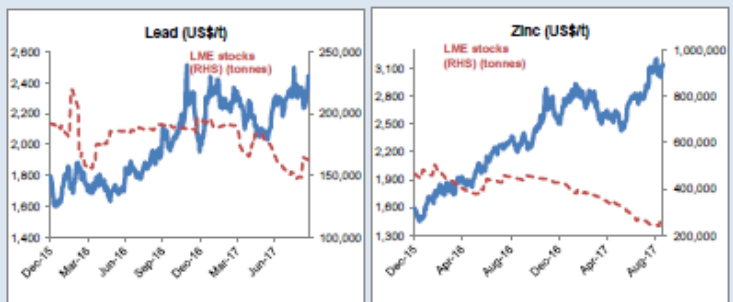
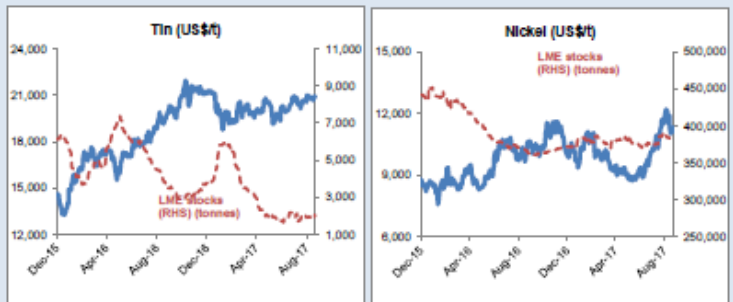
Commodity	Price	1D %ch	1M %ch	1Y %ch	YTD %ch
<b>Precious Metals (COMEX)</b>					
Gold (US\$/oz)	1302.83	-0.5	1.2	-0.2	14.4
Silver (US\$/oz)	17.18	-0.5	0.9	-13.4	7.9
Platinum (US\$/oz)	944.27	-0.7	-3.8	-10.2	4.5
<b>Industrial Metals (LME)</b>					
Copper (US\$/t)	6482.00	-0.1	0.5	35.9	17.4
Aluminium (US\$/t)	2149.75	2.6	3.8	37.5	26.2
Lead (US\$/t)	2445.00	2.0	4.7	23.9	22.3
Zinc (US\$/t)	3149.25	0.8	1.0	37.6	23.1
Tin (US\$/t)	20625.00	-0.1	1.9	5.9	-2.4
Nickel (US\$/t)	11310.00	2.2	3.5	10.2	13.5
<b>Bulks</b>					
Iron Ore (US\$/t)	69.65	1.2	-10.6	24.9	-11.7
Coking Coal (US\$/t)	205.60	-0.3	5.7	-0.2	-9.0
Thermal Coal (US\$/t)	99.44	1.3	4.2	40.9	5.3
<b>Energy</b>					
Brent Crude (US\$/bbl)	56	2.0	7.3	11.3	-4.3
Natural Gas (US\$/MMBtu)	3.17	-1.1	7.8	-0.1	-13.9
Uranium (US\$/lb)	20.35	-1.5	-2.6	-18.4	-0.5
<b>Softs</b>					
Wheat (US\$/bu)	450	1.5	1.6	-8.8	-3.3
Sugar (US\$/lb)	15	2.3	3.7	-26.7	-20.9
Corn (US\$/bu)	350	0.5	-4.3	-8.0	-7.9
Soy (US\$/bu)	970	0.5	3.4	-0.3	-1.9
Cotton (US\$/lb)	70	0.1	3.3	-1.1	-0.9
<b>Other</b>					
CRB Comdty Index	429	0.3	-2.1	6.8	1.4

Thursday 21 September 2017



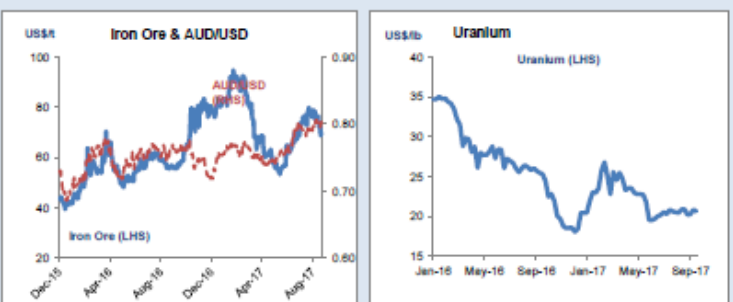
## Global resource share price movement

Company Name	Sector	1D %ch	1M %ch	1Y %ch	YTD %ch
Barrick Gold	Gold	-2.5	-1.0	-4.2	3.1
Newmont	Gold	-1.2	5.0	-1.4	10.4
Goldcorp	Gold	-0.6	-0.8	-18.8	-6.1
Anglo Platinum	Platinum	1.1	1.3	-7.1	31.0
Anglo American	Diversified	0.2	1.1	50.9	11.6
BHP Billiton PLC	Diversified	0.6	1.9	26.4	4.5
Rio Tinto PLC	Diversified	-0.3	2.3	48.6	11.0
Teck Resources	Diversified	0.1	-8.4	13.9	0.1
Glencore	Diversified	0.8	2.3	80.0	27.9
Vale	Iron Ore	-2.1	4.5	113.6	31.4
Fortescue	Iron Ore	-1.8	-8.9	9.0	-9.5
South32	Diversified	0.0	6.8	31.9	14.2
China Shenhua	Coal	2.6	1.7	52.2	54.5
Freeport McMoRan	Copper	-2.1	0.2	42.5	7.5
Antofagasta	Copper	0.4	0.0	91.5	39.8
Aloca	Aluminium	2.8	25.8	124.7	69.2
Chinalco	Aluminium	9.0	34.8	155.8	126.3
Rusal	Aluminium	6.7	15.5	133.2	88.4
Norilsk Nickel	Nickel	1.1	11.3	10.1	-1.0
Timah PT	Tin	1.1	4.7	12.7	-17.2
Boliden	Zinc	1.5	4.8	50.8	16.7
Cameco	Uranium	0.6	1.6	7.6	-11.8
Arcelor Mittal	Steel	1.6	2.3	53.0	7.8



## Commodity currency exchange rates (note: red = weakness against US\$)

Cross-rate	Spot	1D %ch	1M %ch	1Y %ch	YTD %ch
AUD/USD	0.80	0.0	1.1	5.3	11.4
USD/ZAR	13.33	0.0	-1.1	1.9	3.1
USD/BRL	3.13	0.1	1.0	4.0	3.9
USD/CAD	1.23	0.0	1.9	6.3	9.0
USD/RUB	58.24	-0.1	1.6	9.8	5.7
USD/CNY	6.57	0.1	1.4	1.5	5.6



## LME warehouse inventories

Commodity	Tonnes	1D %ch	1M %ch	1Y %ch	YTD %ch
Copper	313,850	4.4	15.7	-9.8	-2.6
Aluminium	1,303,825	-0.2	1.3	-39.9	-40.9
Lead	162,575	-0.1	9.8	-14.0	-16.6
Zinc	266,250	-0.5	7.3	-40.1	-37.8
Tin	2,035	5.4	4.6	-45.7	-45.7
Nickel	380,736	-0.7	-1.1	4.1	2.5

## Precious Metals Commentary

Gold prices were modestly lower in U.S. early-afternoon trading Wednesday, in the wake of an FOMC statement that has been deemed friendly to the U.S. monetary policy hawks. The **Federal Reserve's Open Market Committee (FOMC) meeting** ended Wednesday afternoon with a statement that showed no interest rate change, as expected. The statement said the Fed will start to shrink its US\$4.5 trillion balance sheet (holdings of US Treasury bonds and MBSs) by \$10 billion a month starting in October. That rate will progressively increase until the balance sheet declines by at least US\$1 trillion.

The Fed also kept its interest rates unchanged in a target range of 1% to 1.25%, but signalled that another rate hike is possible in (December) 2017. The marketplace read that as favouring the monetary policy hawks. The announcement that there will, in fact, be another interest rate hike is highly supportive of the dollar. It is inversely extremely bearish for gold prices, as well as any commodity paired in dollars, such as all the precious metals and oil. The policy statement also highlighted that hurricanes the U.S. saw recently are "unlikely to materially alter the course of the national economy over the medium term." Economists said the Fed announcement didn't have a lot of surprises, but markets are reacting to the news of a possible third rate hike this year. Source: Kitco

**2 Year Gold London Fix PM Daily with 30 and 200-day moving averages**



## AUSTRALIA MARKET COMMENTARY

Australian shares trimmed early losses to close marginally lower on Wednesday, helped by gains in health care and industrial stocks, and as some banks climbed back from heavy fall earlier in the session. **The S&P/ASX 200 index fell 0.1% (4.5 points) to close at 5,709.10.** Commonwealth Bank of Australia scrambled back from a 0.8% drop early on to finish slightly higher, while Westpac Banking Corp and Australia and New Zealand Banking Group Ltd closed down about 0.6% each. The benchmark financial index fell as much as 0.9% in the session after ANZ said in a note it sees the Reserve Bank of Australia tightening the cash rate by 50 basis points to 2% in 2018, reversing the rate cuts of 2016 and taking the real (inflation adjusted) cash rate back to zero.

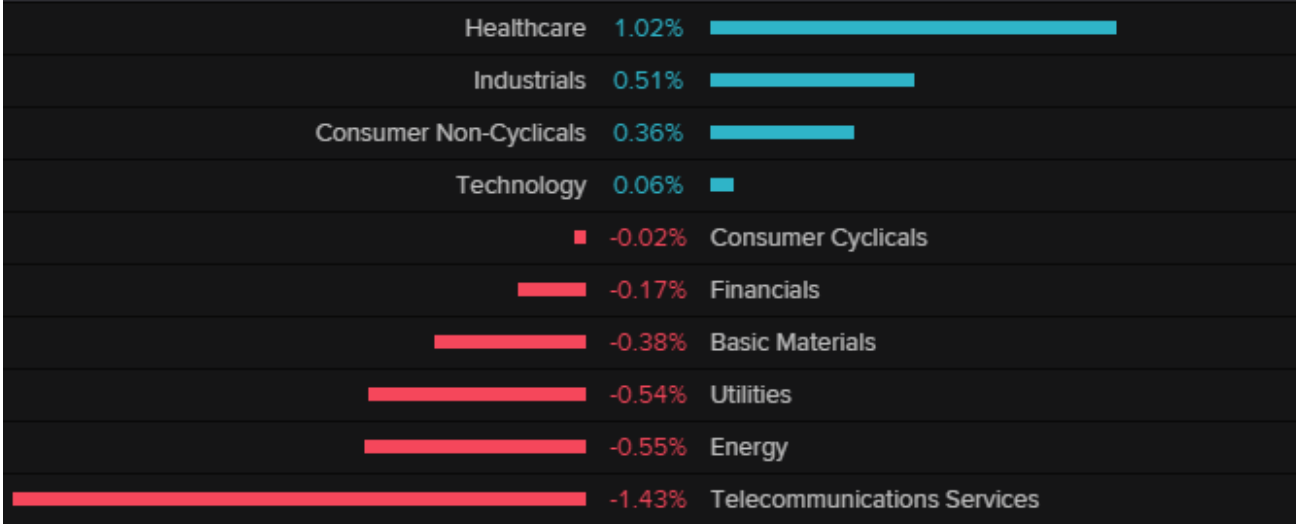


S&P/ASX 200 Daily chart (Source: Thomson Reuters)

**The best performers of the session were Seven Group Holdings Ltd (ASX: SVW), which rose 9.8%, Brambles Ltd (ASX: BXB) 4.3% and Harvey Norman Holdings Limited (ASX: HVN) was up 2.9%. The worst performers of the session were TPG Telecom Ltd (ASX: TPM), which fell 6.7%, Asaleo Care (ASX: AHY) 4.3% and Genworth Mortgage Insurance Australia (ASX: GMA) was down 3.0%.**



**SECTOR SUMMARY**



Sector summary (Source: Thomson Reuters)

Seven Group Holdings Ltd (ASX: SVW) surged about 8.8% on September 20, 2017, while the group has bagged a binding agreement to acquire the remaining 53.3% of securities in Coates Hire (equipment hire company) that it does not already own from Carlyle and other minority owners. The acquisition deal will be supported by Seven’s existing debt facilities, earnings and cash flow, including proceeds from the sale of WesTrac operations, and is expected to be worth \$517 million. Seven Group said the deal results in a 15% accretion to full year 2017 underlying earnings per share, a 91% increase in free cash flow per share on 2017 basis, and will increase pro-forma FY17 EBITDA from \$328 million to \$611 million and pro-forma EBIT from \$297 million to \$415 million.



SVW Daily chart (Source: Thomson Reuters)

## US MARKET COMMENTARY

**The S&P 500 and Dow clocked fresh record highs on Wednesday** led by a rally in energy stocks and gains in financials that benefitted as the Federal Reserve signalled it could still lift rates one more time this year. After dipping into the red after the Federal Reserve's latest policy pronouncements, the S&P 500 and Dow Jones Industrial Average managed to bounce back to hit new closing record highs by the end of trading on Wednesday.

**The Dow Jones Industrial Average ended the day up 0.19 per cent to 22,412.6**, lifted by gains for burger chain McDonald's, pharmaceutical giant Pfizer and aerospace manufacturer Boeing, while **Apple weighed on the index with a 1.7 per cent decline on the back of weak reviews — and an admitted glitch — in its new Watch.** **The S&P 500 gained 0.08 per cent to 2,508.6.** Energy and industrials sectors contributed most to the gains, while utilities, tech stocks and consumer non-cyclicals fell into negative territory. Financials also rallied after the central bank signalled left the door open for another rate rise this year. The tech-heavy Nasdaq Composite was bitten by Apple's fall, but climbed back from a midday slump to end the day down 0.08 per cent at 6,456.



APPLE Daily Chart (Source - Thomson Reuters)

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