



Daily Resources Overview

Commodity price movement

Commodity	Price	1D %ch	1M %ch	1Y %ch	YTD %ch
Precious Metals (COMEX)					
Gold (US\$/oz)	1278.40	0.0	-1.8	4.1	11.7
Silver (US\$/oz)	17.08	0.6	-0.8	0.6	7.3
Platinum (US\$/oz)	933.03	0.1	0.2	-1.4	3.3
Industrial Metals (LME)					
Copper (US\$/t)	6702.75	-0.5	-5.9	23.6	21.4
Aluminium (US\$/t)	2084.50	-0.1	-1.2	22.0	22.3
Lead (US\$/t)	2392.50	-1.2	-5.3	11.4	19.7
Zinc (US\$/t)	3184.00	-0.3	-1.4	27.0	24.5
Tin (US\$/t)	19360.00	0.1	-8.1	-2.8	-8.4
Nickel (US\$/t)	11294.00	-2.9	-4.3	0.1	13.3
Bulks					
Iron Ore (US\$/t)	61.57	-0.4	-2.2	-15.0	-21.9
Coking Coal (US\$/t)	188.00	0.2	3.6	-39.1	-16.8
Thermal Coal (US\$/t)	98.66	-0.7	0.8	-10.0	4.5
Energy					
Brent Crude (US\$/bbl)	61	-0.8	6.6	18.5	4.6
Natural Gas (US\$/MMBtu)	3.14	-0.3	1.3	9.1	-14.5
Uranium (US\$/lb)	24.10	2.1	17.6	28.9	17.8
Softs					
Wheat (US\$/bu)	438	0.1	-3.7	-10.8	-8.3
Sugar (US\$/lb)	15	1.1	7.6	-18.6	-17.9
Corn (US\$/bu)	349	-0.6	-4.2	-9.6	-10.3
Soy (US\$/bu)	972	-0.4	-2.9	-1.6	-2.1
Cotton (US\$/lb)	69	0.6	2.5	-4.0	-2.0
Other					
CRB Comdty Index	429	-0.2	-0.2	4.3	1.5

Global resource share price movement

Company Name	Sector	1D %ch	1M %ch	1Y %ch	YTD %ch
Barrick Gold	Gold	-0.2	-14.3	-10.8	-12.9
Newmont	Gold	0.0	-5.0	6.9	5.9
Goldcorp	Gold	0.0	1.4	-3.6	-2.6
Anglo Platinum	Platinum	-1.7	4.2	23.7	44.6
Anglo American	Diversified	0.1	-2.6	31.5	24.1
BHP Billiton PLC	Diversified	-0.8	-0.1	13.3	8.8
Rio Tinto PLC	Diversified	-0.3	-4.5	19.8	12.4
Teck Resources	Diversified	-0.1	-6.1	-13.9	0.7
Glencore	Diversified	1.0	-7.6	34.9	29.5
Vale	Iron Ore	1.3	-0.9	32.4	29.9
Fortescue	Iron Ore	0.2	-6.5	-20.4	-21.2
South32	Diversified	1.5	2.8	26.0	20.0
China Shenhua	Coal	-1.8	1.1	40.7	56.1
Freeport McMoRan	Copper	-0.1	-10.8	-1.3	3.3
Antofagasta	Copper	-0.4	-8.4	41.0	40.4
Alcoa	Aluminium	0.2	-12.3	34.6	50.6
Chinalco	Aluminium	-4.9	-22.7	58.9	69.4
Rusal	Aluminium	-0.4	1.3	73.0	67.7
Norsk Nickel	Nickel	2.1	-0.9	12.5	11.3
Timah PT	Tin	-1.7	7.3	-17.7	-17.7
Boliden	Zinc	0.6	-6.3	23.1	17.7
Cameco	Uranium	3.0	1.7	-8.1	-17.2
Arcelor Mittal	Steel	0.8	-3.6	18.5	12.8

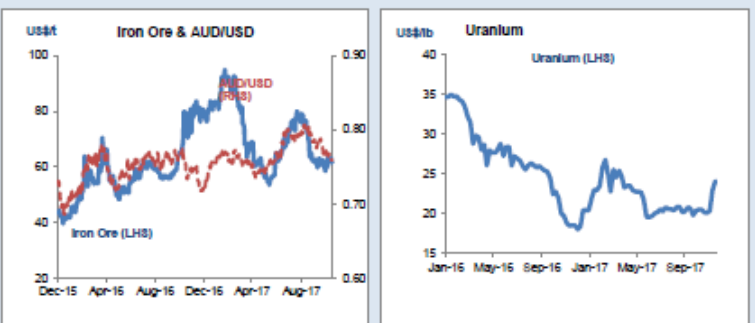
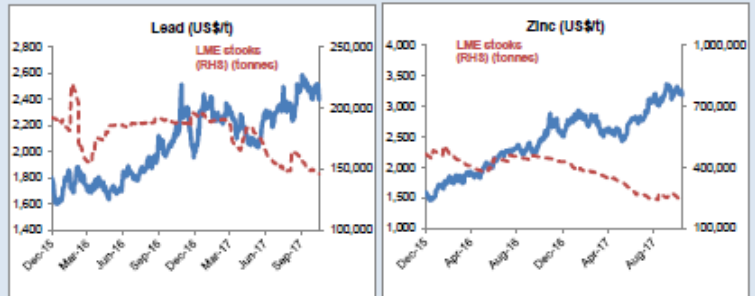
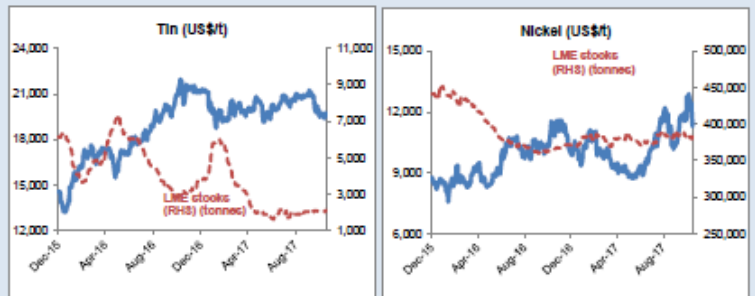
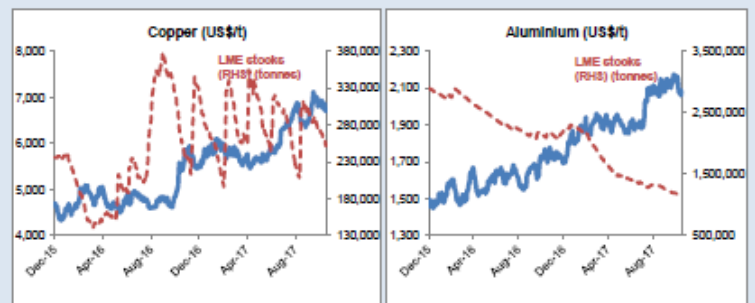
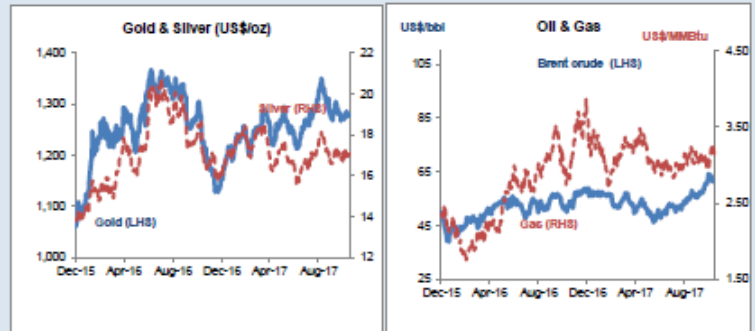
Commodity currency exchange rates (note: red = weakness against US\$)

Cross-rate	Spot	1D %ch	1M %ch	1Y %ch	YTD %ch
AUD/USD	0.76	0.0	-3.3	1.5	5.3
USD/ZAR	14.16	1.6	-5.9	1.1	-2.9
USD/BRL	3.28	1.2	-3.3	4.5	-0.7
USD/CAD	1.28	0.0	-1.9	5.4	5.4
USD/RUB	59.89	0.9	-4.1	8.5	3.1
USD/CNY	6.63	-0.1	-0.6	3.8	4.7

LME warehouse inventories

Commodity	Tonnes	1D %ch	1M %ch	1Y %ch	YTD %ch
Copper	251,550	-1.5	-11.7	-1.6	-21.9
Aluminium	1,161,475	-0.4	-4.7	-46.2	-47.3
Lead	145,975	0.0	-3.9	-22.4	-25.1
Zinc	229,250	-1.2	-15.7	-48.6	-46.4
Tin	2,145	3.1	2.6	-31.9	-42.7
Nickel	382,446	-0.1	-0.9	4.5	3.0

Friday 17 November 2017



PRECIOUS METALS COMMENTARY

Gold prices ended the U.S. day session near unchanged in lacklustre, two-sided dealings Thursday.

There have been no significant news developments recently to drive the precious metals markets. That has left gold and silver to be more influenced by the daily price action in the U.S. dollar index. **December Comex gold** was last down \$0.10 an ounce at \$1,277.50. **December Comex silver** was last up \$0.089 at \$17.06 an ounce.

World stock markets were mostly firmer Thursday on corrective bounces from selling pressure seen earlier this week. The rebound in the stock markets Thursday was a bit of a daily negative for the precious metals markets.

The key outside markets on Thursday saw the **U.S. dollar index** slightly higher on a corrective bounce from good selling pressure seen earlier this week. The greenback bulls have faded, technically, this week. The Euro currency is lower on a pullback from this week's good gains. Euro bulls have gained technical strength this week to suggest at least sideways trading in the near term.

Meantime, **Nymex crude oil** futures prices were near steady in afternoon action and trading just above \$55.00 a barrel. Prices are well down from the early-November high and the crude oil market appears to have topped out for now. Bearish fundamental news this week—forecast lower worldwide demand from the IEA and a bearish DOE weekly storage report—have helped to pressure oil prices lower.

The U.S. House of Representatives approved a package of tax cuts affecting businesses, individuals and families on Thursday, moving Republicans and President Donald Trump an important step closer to the biggest tax code overhaul in a generation. The largely party-line 227-205 vote shifted the tax debate to the U.S. Senate, where that chamber's separate plan has already encountered resistance from some Republicans. No decisive Senate action was expected until after next week's Thanksgiving holiday.

Trump, who is looking for his first major legislative win since he took office in January, went to the U.S. Capitol just before the vote to urge Republicans to pass the tax measure, which Democrats call a give-away to the wealthy and businesses. "Passing this bill is the single biggest thing we can do to grow the economy, to restore opportunity, to help these middle-class families that are struggling," House Speaker Paul Ryan told lawmakers before the vote. Source: Kitco

AUSTRALIA MARKET COMMENTARY

The benchmark S&P/ASX 200 measure battled back to end the day up 9 points, or 0.2 per cent, at 5944. The broader All Ordinaries measure lifted 11 points to 6024. The gains ended a four-day losing streak.

Most of the day's turnaround was down to buying in the heavyweight big banks, which mostly reversed early losses. CBA, which held its AGM, added 0.3 per cent, NAB climbed 0.1 per cent, and ANZ 0.5 per cent, while Westpac ended the session off 0.3 per cent. Fairfax Media spin-off Domain Holdings made its ASX debut at midday, trading as high as \$3.98, before easing through the rest of the session to close its first day at \$3.69.

A 13 per cent surge in the shares of Santos also provided a fillip to the market as the oil and gas provider confirmed that it had received the sketch of a takeover offer from a US player in August. Talk of corporate activity in the sector and a recovery in the oil price helped push Woodside Petroleum shares up 0.4 per cent. Mining giants BHP and Rio Tinto ended the day lower, while Fortescue Metals added 0.2 per cent. South32 flipped early losses to a 1.5 per cent gain.



Santos Daily Chart (Source: Thomson Reuters)

US MARKET COMMENTARY

US lawmakers took the first step on Thursday towards advancing tax reform, with a majority of the House of Representatives voting to approve that chambers' version of the bill. The final vote in the House was 227 to 205. The Senate is still working on its bill to overhaul the US tax code, which hit turbulence on Wednesday after two critical senators expressed misgivings about its contents.

US equities indices were roaring higher on Thursday after a strong round of earnings has tempted investors to resume their buying after two straight days of selling off. **By lunchtime in New York, the S&P 500 was up 0.72 per cent to 2,583, with consumer non-cyclicals and technology sectors leading the pack with gains of more than 1 per cent apiece.**

The benchmark index was boosted by gains for retail chain Wal-Mart and technology company Cisco, which both cheered Wall Street with their latest earnings reports. Best Buy and Viacom, meanwhile, were sitting at the bottom of the pack after their quarterly results underwhelmed investors. The Dow Jones Industrial Average advanced 0.84 per cent, or nearly 200 points, to 32,465. The Nasdaq Composite surged nearly 1.2 per cent higher to 6,784.



CISCO Daily Chart (Source: Thomson Reuters)



General Advice Warning

The contents of this document have been prepared without taking account of your objectives, financial situation or needs. 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. Whilst State One Stockbroking Ltd 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 Stockbroking Ltd or any officer, agent or employee of State One Stockbroking Ltd. If applicable, you should obtain the Product Disclosure Statement relating to the relevant financial product mentioned in this document (which contains full details of the terms and conditions of the financial product) and consider it before making any decision about whether to acquire the financial product.

Disclosure

The directors and associated persons of State One Stockbroking Ltd may have an 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. State One Stockbroking Ltd has also received a commission on the preparation of this research note. The Research Analyst who prepared this report hereby certifies that the views expressed in this research document accurately reflect the analyst's personal views about the company and its financial products. The research analyst has not been and will not be receiving direct or indirect compensation for expressing the specific recommendations or views in this report. This research at all times remains the property of State One Stockbroking Ltd. And as such cannot be reprinted, distributed, copied, posted on the internet, in part or whole, without written prior approval from the Executive Director of State One Stockbroking Ltd.

Alan Hill
Executive Chairman
Phone: +61 8 9288 3388
ahill@stateone.com.au

Ric Heydon
Equities & Derivatives Advisor
Phone: +61 8 9288 3307
rheydon@stateone.com.au

Mark Sullivan
Institutional Dealer
Phone: +61 2 9024 9134
msullivan@stateone.com.au

Thomas Tan
Equities Advisor
Phone: +61 2 9024 9131
ttan@stateone.com.au

Morris Levitzke
Equities Advisor
Phone: +61 8 9288 3315
mlevitzke@stateone.com.au

Graeme Johnson
Equities & Derivatives Advisor
Phone: +61 8 9288 3316
gjohnson@stateone.com.au

Yitz Barber
Equities Advisor
Phone: +61 2 9024 9107
ybarber@stateone.com.au

Tammie Wong
Equities Advisor
Phone: +61 2 9024 9133
twong@stateone.com.au

Dawn Chia
Business Development Manager
Phone: +61 8 9288 3336

David Zhang
Equities Advisor
Phone: +61 2 9024 9130

David Brennan
Senior Investment Analyst
Phone: +61 2 9024 9142

Disclosure: State One Stockbroking Ltd ABN 95 092 989 083 is holder of AFS Licence Number 247100 and an ASX and Chi-X Market Participant. State One Stockbroking Ltd and/or its associated entities, directors, authorised representatives, employees and associated persons of State One may have an 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. Further, State One Stockbroking Ltd and/or its affiliated companies may have acted as manager or co-manager of a public offering of any such securities or may have provided corporate finance to the companies referred to in the report. Whilst State One Stockbroking Ltd and its related companies 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 Stockbroking Ltd or any related company. Nor do they accept any liability or responsibility arising in any way (including negligence) for errors in, or omissions from, this document or advice.