

Daily Resources Overview

Tuesday 05 June 2018

Commodity price movement

Commodity	Price	1D %ch	1M %ch	1Y %ch	YTD %ch
Precious Metals (COMEX)					
Gold (US\$/oz)	1291.98	-0.3	-1.0	2.4	0.3
Silver (US\$/oz)	18.41	-0.1	-0.7	-8.6	-3.1
Platinum (US\$/oz)	901.80	-0.5	-1.1	-5.5	-3.1
Industrial Metals (LME)					
Copper (US\$/t)	6973.25	1.3	2.7	23.6	-3.2
Aluminium (US\$/t)	2319.50	0.4	-2.1	20.2	2.8
Lead (US\$/t)	2499.50	2.7	8.0	19.6	0.6
Zinc (US\$/t)	3144.00	1.4	3.2	25.0	-5.8
Tin (US\$/t)	20575.00	-0.8	-3.1	1.4	2.7
Nickel (US\$/t)	15423.50	0.3	10.4	73.8	21.4
Bulks					
Iron Ore (US\$/t)	64.11	-0.5	-3.8	17.7	-11.0
Coking Coal (US\$/t)	190.40	0.9	6.1	27.4	-26.8
Thermal Coal (US\$/t)	109.82	-0.1	17.8	49.5	5.7
Energy					
Brent Crude (US\$/bbl)	75	-1.8	1.2	47.0	15.8
Natural Gas (US\$/MMBtu)	2.93	-1.8	7.1	-3.4	2.2
Uranium (US\$/lb)	23.25	1.5	8.4	18.9	-4.1
Softs					
Wheat (US\$/bu)	505	-3.4	-4.0	0.4	11.5
Sugar (US\$/lb)	12	-5.0	3.4	-18.8	-20.9
Com (US\$/bu)	381	-2.7	-6.3	-7.6	3.7
Soy (US\$/bu)	1,002		-3.4	5.3	1.9
Cotton (US\$/lb)	92	-1.3	6.7	20.1	17.1
Other					
CRB Comdty Index	446	-0.1	-0.2	2.6	3.1

Global resource share price movement

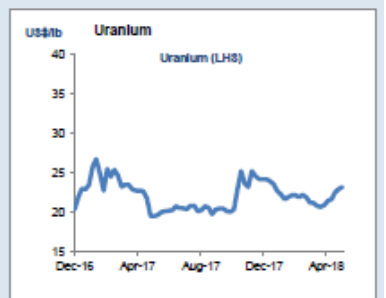
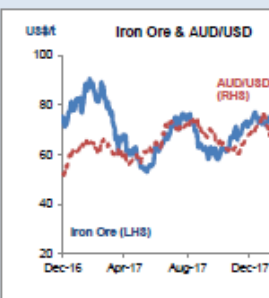
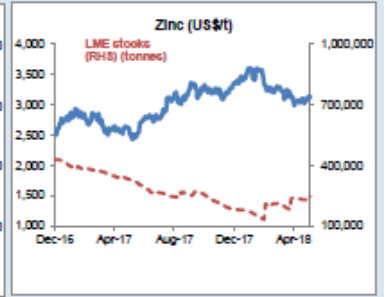
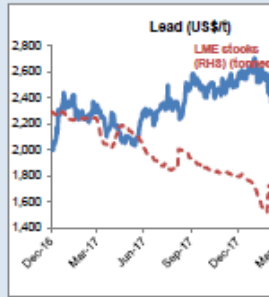
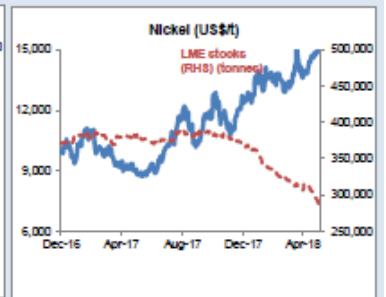
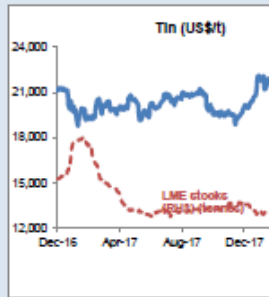
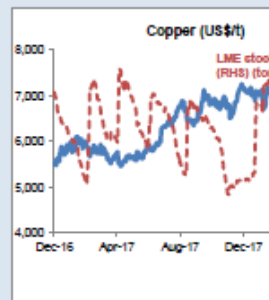
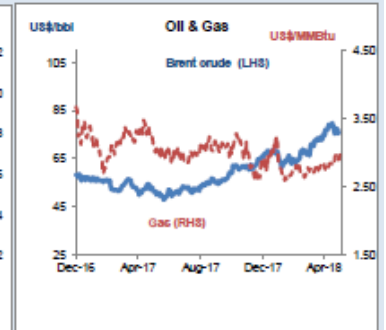
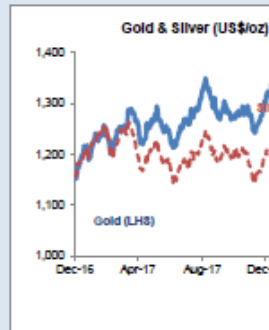
Company Name	Sector	1D %ch	1M %ch	1Y %ch	YTD %ch
Barrick Gold	Gold	-1.4	-4.2	-20.4	-10.9
Newmont	Gold	-1.0	-3.5	12.4	1.9
Goldcorp	Gold	-1.6	2.8	2.9	8.5
Anglo Platinum	Platinum	1.3	-0.9	23.5	-0.8
Anglo American	Diversified	0.0	5.4	79.3	19.1
BHP Billiton PLC	Diversified	-0.2	5.4	40.3	12.3
Rio Tinto PLC	Diversified	0.6	6.0	36.8	9.5
Teck Resources	Diversified	-0.2	6.9	52.6	8.1
Glenore	Diversified	0.4	6.3	37.1	0.1
Vale	Iron Ore	-0.5	5.7	98.1	30.5
Fortescue	Iron Ore	0.8	0.8	0.4	-1.4
South32	Diversified	2.4	3.2	49.8	12.5
China Shenhua	Coal	1.9	14.8	28.0	5.7
Freeport MoMoRan	Copper	0.5	11.6	52.4	-9.2
Antofagasta	Copper	1.3	8.9	34.8	8.0
Alcoa	Aluminium	1.7	-10.9	47.5	-10.0
Chinalco	Aluminium	1.9	-2.1	18.3	-24.9
Rusal	Aluminium	0.0	0.5	-41.3	-59.5
Norilsk Nickel	Nickel	2.4	6.2	34.0	-1.7
Timah PT	Tin	1.6	2.7	10.4	23.2
Boliden	Zinc	-0.5	2.1	34.3	14.2
Cameco	Uranium	4.7	-2.0	14.8	22.0
Arcelor Mittal	Steel	1.2	-2.5	50.3	4.4

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	1.8	2.2	-2.0
USD/ZAR	12.57	0.0	-0.2	1.2	-1.5
USD/BRL	3.75	0.5	-5.8	-12.0	-11.6
USD/CAD	1.29	0.0	-0.4	4.2	-2.8
USD/RUB	61.97	0.2	1.5	-8.6	-8.9
USD/CNY	6.41	0.2	-0.7	6.2	1.5

LME warehouse inventories

Commodity	Tonnes	1D %ch	1M %ch	1Y %ch	YTD %ch
Copper	315,350	-0.8	1.3	3.2	56.3
Aluminium	1,199,150	-0.6	-8.5	-19.0	8.8
Lead	134,200	0.5	2.0	-25.3	-5.7
Zinc	244,950	-0.3	3.6	-25.7	34.6
Tin	2,520	4.1	14.5	31.9	13.5
Nickel	286,752	-0.3	-8.9	-25.2	-22.0



PRECIOUS METALS COMMENTARY

Gold prices are modestly lower in early-afternoon U.S. trading Monday. Early gains in the safe-haven metal were lost when the [U.S. dollar index](#) rebounded from solid losses overnight and was trading just slightly lower at midday today. [August Comex gold](#) futures were last down \$2.00 an ounce at \$1,297.30. [July Comex silver](#) was last down \$0.001 at \$16.44 an ounce.

A solid rally in the U.S. stock market today, with the indexes hitting multi-week highs, also was a bearish element for the precious metals markets today, as it showed keener risk appetite is present in the world marketplace at present.

So far early this week, traders and investors are not reacting much to reports over the weekend that said the U.S. and China have made no progress in their trade talks. Meantime, the U.S. is getting heavily criticized by the European Union, Canada and Mexico for its protectionist trade posture.

The other key “outside market” today sees [Nymex crude oil](#) prices lower and trading just below \$65.00 a barrel. The eroding crude oil market, which is arguably the leader of the raw commodity sector, is also a negative element for the metals.

Technically, gold prices are still in a two-month-old downtrend on the daily bar chart. The gold bears have the slight overall near-term technical advantage. Gold bulls' next upside near-term price breakout objective is to produce a close above solid technical resistance at the May high of \$1,332.40. Bears' next near-term downside price breakout objective is pushing prices below solid technical support at the May low of \$1,286.80. First resistance is seen at today's high of \$1,302.30 and then at last week's high of \$1,312.60.

Source: Kitco

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 an 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
Dawn.Chia@stateone.com.au

David Zhang
Equities Advisor
Phone: +61 2 9024 9130
dzhang@stateone.com.au

David Brennan
Senior Investment Analyst
Phone: +61 2 9024 9142
dbrennan@stateone.com.au

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.