



# Daily Resources Overview

3 September 2018

International Markets : International Markets - Commodities

Category: Commodities

| Indices                 | Current | +/-     | %     | Previous | UpdateTime        | WkClose | MthClose |
|-------------------------|---------|---------|-------|----------|-------------------|---------|----------|
| <b>COMEX</b>            |         |         |       |          |                   |         |          |
| Gold - Aug 18           | 1206.7  | 1.7     | 0.14  | 1205     | 31/08/18 16:37:18 | 1206.7  | 1206.7   |
| Silver - Sep 18         | 14.557  | -0.037  | -0.25 | 14.594   | 31/08/18 16:37:49 | 14.557  | 14.557   |
| Copper - Sep 18         | 2.671   | -0.0465 | -1.71 | 2.7175   | 31/08/18 16:37:02 | 2.671   | 2.671    |
| <b>NYMEX</b>            |         |         |       |          |                   |         |          |
| Platinum - Oct 18       | 787.1   | -4.7    | -0.59 | 791.8    | 31/08/18 16:37:38 | 787.1   | 787.1    |
| Palladium - Sep 18      | 969.9   | 9.2     | 0.96  | 960.7    | 31/08/18 16:37:34 | 969.9   | 969.9    |
| <b>LONDON METAL</b>     |         |         |       |          |                   |         |          |
| Gold (AM Fix)           | 1206.85 | 4.5     | 0.37  | 1202.35  | 01/09/18 01:00:00 | 1202.35 | 1202.35  |
| Gold (PM Fix)           | 1202.45 | 5.15    | 0.43  | 1197.3   | 01/09/18 01:00:00 | 1197.3  | 1197.3   |
| <b>ENERGY</b>           |         |         |       |          |                   |         |          |
| WTI - May 18            | 69.8    | -0.45   | -0.64 | 70.25    | 31/08/18 16:37:54 | 69.8    | 69.8     |
| Brent Crude Oil         | 77.66   | 0       | 0     | 77.66    | 02/09/18 16:55:00 | 77.71   | 77.71    |
| <b>CBT</b>              |         |         |       |          |                   |         |          |
| Wheat - Sep 18          | 545.5   | 10.5    | 1.96  | 535      | 31/08/18 16:37:11 | 543.75  | 543.75   |
| Soybean - Nov 18        | 843.5   | 12      | 1.44  | 831.5    | 31/08/18 16:35:20 | 840.25  | 840.25   |
| Corn - Dec 18           | 365     | 8.5     | 2.38  | 356.5    | 31/08/18 16:22:04 | 363.75  | 363.75   |
| <b>OTHER</b>            |         |         |       |          |                   |         |          |
| Iron Ore (China Port)   | 67      | 0.5     | 0.75  | 66.5     | 03/09/18 07:31:37 | 67      | 67       |
| Coal (ICE-GC Newcastle) | 110.15  | -1.8    | -1.61 | 111.95   | 03/09/18 07:31:37 | 110.15  | 110.15   |
| <b>LME Indicative</b>   |         |         |       |          |                   |         |          |
| Copper - Cash           | 5968    | -94.5   | -1.56 | 6062.5   | 31/08/18 18:50:00 | 5968    | 5968     |
| Copper - 3Mth           | 5975    | -91     | -1.5  | 6066     | 31/08/18 18:59:51 | 5975    | 5975     |
| Lead - Cash             | 2057.5  | 2.25    | 0.11  | 2055.25  | 31/08/18 18:50:00 | 2057.5  | 2057.5   |
| Lead - 3Mth             | 2078    | 6       | 0.29  | 2072     | 31/08/18 18:59:57 | 2078    | 2078     |
| Zinc - Cash             | 2461.75 | -12.75  | -0.52 | 2474.5   | 31/08/18 18:50:00 | 2461.75 | 2461.75  |
| Zinc - 3Mth             | 2457    | -10.5   | -0.43 | 2467.5   | 31/08/18 18:59:50 | 2457    | 2457     |
| Aluminum - Cash         | 2101.5  | -10     | -0.47 | 2111.5   | 31/08/18 18:50:00 | 2101.5  | 2101.5   |
| Aluminum 3Mth           | 2125    | -7      | -0.33 | 2132     | 31/08/18 18:59:59 | 2125    | 2125     |
| Nickel - Cash           | 12708   | -492    | -3.73 | 13200    | 31/08/18 18:50:00 | 12708   | 12708    |
| Nickel - 3Mth           | 12800   | -485    | -3.65 | 13285    | 31/08/18 18:59:36 | 12800   | 12800    |
| Tin - Cash              | 19052.5 | -217.5  | -1.13 | 19270    | 31/08/18 18:50:00 | 19052.5 | 19052.5  |
| Tin - 3Mth              | 18990   | -205    | -1.07 | 19195    | 31/08/18 18:54:56 | 18990   | 18990    |

International Markets : International Markets - World Indices

Category: World Indices

| Indices                     | Current   | +/-      | %     | Previous  | UpdateTime        | WkClose   | MthClose  |
|-----------------------------|-----------|----------|-------|-----------|-------------------|-----------|-----------|
| Dow Jones                   | 25964.82  | -22.1    | -0.09 | 25986.92  | 01/09/18 17:13:12 | 25964.82  | 25964.82  |
| S & P 500                   | 2901.52   | 0.39     | 0.01  | 2901.13   | 31/08/18 15:48:10 | 2901.52   | 2901.52   |
| NASDAQ                      | 8109.537  | 21.1739  | 0.26  | 8088.3631 | 01/09/18 17:08:59 | 8109.537  | 8109.537  |
| FTSE 100                    | 7432.42   | -83.61   | -1.11 | 7516.03   | 31/08/18 16:35:30 | 7432.42   | 7432.42   |
| DAX 30                      | 12364.06  | -130.18  | -1.04 | 12494.24  | 31/08/18 18:55:00 | 12364.06  | 12364.06  |
| CAC 40                      | 5406.85   | -71.21   | -1.3  | 5478.06   | 31/08/18 18:55:00 | 5406.85   | 5406.85   |
| Milan MIB30                 | 20269.47  | -225.63  | -1.1  | 20495.1   | 01/09/18 04:25:12 | 20269.47  | 20269.47  |
| Nikkei                      | 22865.15  | -4.35    | -0.02 | 22869.5   | 31/08/18 15:15:02 | 22865.15  | 22865.15  |
| Hang Seng                   | 27888.55  | -275.5   | -0.98 | 28164.05  | 31/08/18 16:11:08 | 27888.55  | 27888.55  |
| Hang Seng China Enterprises | 10875.58  | -92.03   | -0.84 | 10967.61  | 31/08/18 16:11:08 | 10875.58  | 10875.58  |
| Straits Times               | 3213.48   | -12.24   | -0.38 | 3225.72   | 31/08/18 17:10:01 | 3213.48   | 3213.48   |
| Shanghai Composite          | 2725.2499 | -12.4868 | -0.46 | 2737.7367 | 31/08/18 16:30:00 | 2725.2499 | 2725.2499 |

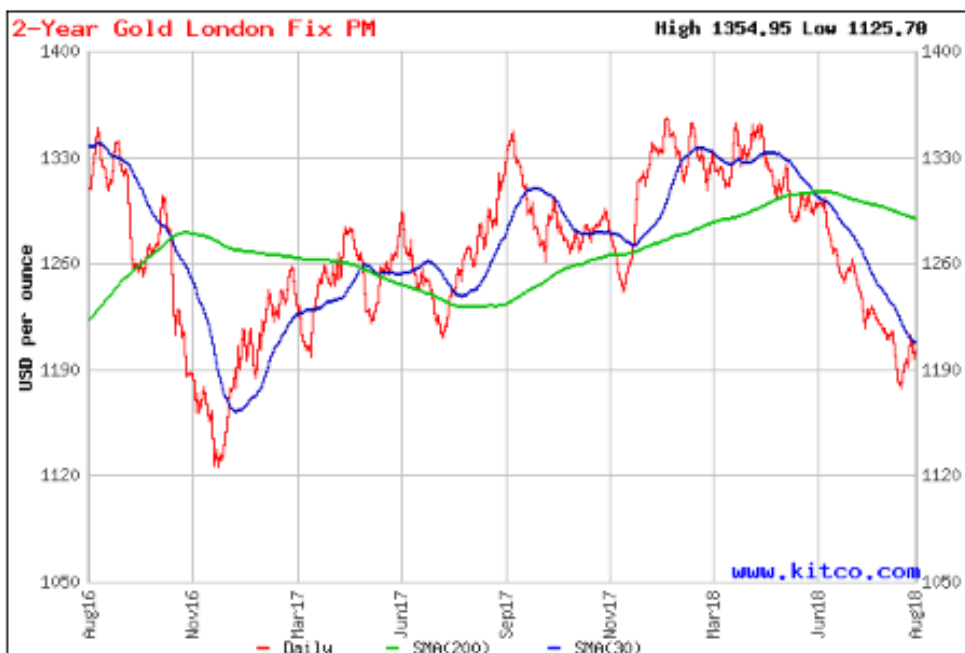
## PRECIOUS METALS COMMENTARY

Gold prices continue to be pulled by outside factors such as a strong dollar and dynamic U.S. equities markets creating a favourable and continued risk-on market sentiment. Today traders and investors bid gold prices higher with a strong U.S. dollar of equal force negating any realized gains. Now that the last trading day in August has concluded, gold pricing has declined for five consecutive months. During the same period of time, the dollar index has gained in value for the last four consecutive months. In fact, the month of March was the only month this year that resulted in the dollar index losing value.

During the same period, U.S. equities traded to all-time record highs, creating one of the strongest bull market runs, and therefore favourable risk on market sentiment. The strong growth in US equities coupled with dollar strength have put tremendous pressure on gold pricing. Gold has lost over \$150 per ounce in value since April of this year when gold traded to a high just over \$1,365 per ounce.

With a high probability that the Federal Reserve will continue its monetary policy of quantitative normalization, it is likely that the dollar will remain strong and gain value throughout the remainder of the year. Add to that the tepid reaction gold pricing has had throughout this year due to geopolitical uncertainty. These factors could continue to weigh heavily on gold pricing throughout the remainder of this year. Source: Kitco

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



## US Market

**The S&P 500 ended flat while the Dow edged down and the Nasdaq closed higher in light trading on Friday as Canada and the United States concluded trade talks without resolution ahead of the Labor Day weekend.**

Capping a low-volume, late-summer week marked by tariff-related volatility, all three major U.S. indexes posted net gains for the period. The indexes were also up for the month of August, with the Nasdaq posting its largest monthly gain since January.

Talks between Canada the United States to renegotiate the North American Free Trade Agreement (NAFTA) ended on a sour note as the two sides were unable to reach a deal, according to the Wall Street Journal.

Amazon.com's shares AMZN.O continued to inch upward, rising 0.5 percent as investors watch the company close in on its \$1 trillion market share milestone. Apple Inc AAPL. closed up 1.2 percent, reaching a new closing high for the fifth straight session. The Dow Jones Industrial Average .DJI fell 22.1 points, or 0.09 percent, to 25,964.82, the S&P 500 .SPX gained 0.39 points, or 0.01 percent, to 2,901.52 and the Nasdaq Composite .IXIC added 21.17 points, or 0.26 percent, to 8,109.54.



APPLE Daily Chart (Source: Thomson Reuters)

## Australian Market

The Australian sharemarket has broken free of a week of political turmoil, as the major banks lifted the benchmark index to a fresh high last week. The S&P/ASX 200 index rose 72.2 points, or 1.2 per cent, last week, hitting its highest level since December 2007 on Thursday, before closing on Friday at 6319.5.

The major banks lifted the market last week, free from the political turmoil that had weighed them the week prior. Wespac's announcement that it would lift its variable interest rate by 14 basis points was welcome by investors, its shares jumping 3.2 per cent to \$28.54 this week. The three other banks all closed the week in the green too. ANZ closed 3.4 per cent higher at \$29.47, NAB advanced 3 per cent to \$28.45 and Commonwealth Bank notched a mild gain of 0.9 per cent to end the week at \$71.53.

Boral's underlying profit surged 38 per cent to \$473 million during the past financial year, it announced on Wednesday. A number of large-scale projects in Australia and the company's expanded operations in the US both helped to lift the company's profit. Its shares closed the week 8.2 per cent higher at \$7.02.



BORAL 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 an Executive Director of State One Stockbroking Ltd.

Alan Hill  
Executive Chairman  
Phone: +61 8 9288 3388  
[ahill@stateone.com.au](mailto:ahill@stateone.com.au)

Ric Heydon  
Equities & Derivatives Advisor  
Phone: +61 8 9288 3307  
[rheydon@stateone.com.au](mailto:rheydon@stateone.com.au)

Mark Sullivan  
Institutional Dealer  
Phone: +61 2 9024 9134  
[msullivan@stateone.com.au](mailto:msullivan@stateone.com.au)

Thomas Tan  
Equities Advisor  
Phone: +61 2 9024 9131  
[ttan@stateone.com.au](mailto:ttan@stateone.com.au)

Morris Levitzke  
Equities Advisor  
Phone: +61 8 9288 3315  
[mlevitzke@stateone.com.au](mailto:mlevitzke@stateone.com.au)

Graeme Johnson  
Equities & Derivatives Advisor  
Phone: +61 8 9288 3316  
[gjohnson@stateone.com.au](mailto:gjohnson@stateone.com.au)

Yitz Barber  
Equities Advisor  
Phone: +61 2 9024 9107  
[ybarber@stateone.com.au](mailto:ybarber@stateone.com.au)

Tammie Wong  
Equities Advisor  
Phone: +61 2 9024 9133  
[twong@stateone.com.au](mailto:twong@stateone.com.au)

Dawn Chia  
Business Development Manager  
Phone: +61 8 9288 3336  
[Dawn.Chia@stateone.com.au](mailto:Dawn.Chia@stateone.com.au)

David Zhang  
Equities Advisor  
Phone: +61 2 9024 9130  
[dzhang@stateone.com.au](mailto:dzhang@stateone.com.au)

David Brennan  
Senior Investment Analyst  
Phone: +61 2 9024 9142  
[dbrennan@stateone.com.au](mailto:dbrennan@stateone.com.au)

Blair Spaulding  
Client Services Officer  
Phone: +61 8 9088 3319  
[blair.spaulding@stateone.com.au](mailto:blair.spaulding@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.