



Daily Resources Overview 2 January 2019

International Markets: Commodities

Indices		Current	+/-	%	Previous	UpdateTime	WkClose	MthClose
COMEX								
Gold -	Feb 19	1284.7	3.4	0.27	1281.3	01/01/19 15:18:28	1283	1284.7
Silver -	Mar 19	15.56	0.02	0.13	15.54	01/01/19 15:18:32	15.436	15.56
Copper -	Mar 19	2.643	0.012	0.46	2.631	01/01/19 15:18:27	2.6815	2.643
NYMEX								
Platinum -	Jan 19	801.4	0.8	0.1	800.6	01/01/19 15:15:23	796.4	801.4
Palladium -	Mar 19	1197.5	0.3	0.03	1197.2	01/01/19 15:15:24	1183.4	1197.5
LONDON METAL								
Gold (AM Fix)		1281.65	4.4	0.34	1277.25	01/01/19 00:00:01	1277.25	1281.65
Gold (PM Fix)		1279	0	0	1279	01/01/19 00:00:01	1279	1279
ENERGY								
WTI - Feb 19		45.81	0.4	0.88	45.41	01/01/19 15:16:03	45.33	45.81
Brent Crude Oil		54.141	0	0	54.141	01/01/19 03:33:01	53.041	54.141
CBT								
Wheat -	Mar 19	504.25	-7.25	-1.42	511.5	01/01/19 08:25:01	511.75	504.25
Soybean -	Mar 19	895	-0.5	-0.06	895.5	01/01/19 08:00:01	896	895
Corn -	Mar 19	375.75	0.25	0.07	375.5	01/01/19 08:25:01	375.75	375.75
OTHER								
Iron Ore (China Port)		71.5	0	0	71.5	02/01/19 08:32:08	71.5	71.5
Coal (ICE-GC Newcastle)		101.6	-0.13	-0.13	101.73	02/01/19 08:32:08	101.6	101.6
LME Indicative								
Copper - Cash		5949	0	0	5949	01/01/19 18:50:00	5987	5949
Copper - 3Mth		5965	0	0	5965	01/01/19 18:50:00	5997	5965
Lead - Cash		2007	0	0	2007	01/01/19 18:50:00	2052	2007
Lead - 3Mth		2021	0	0	2021	01/01/19 18:50:00	2062	2021
Zinc - Cash		2518.5	0	0	2518.5	01/01/19 18:50:00	2493	2518.5
Zinc - 3Mth		2467	0	0	2467	01/01/19 18:50:00	2440	2467
Aluminum - Cash		1862.75	0	0	1862.75	01/01/19 18:50:00	1856.75	1862.75
Aluminum 3Mth		1846	0	0	1846	01/01/19 18:50:00	1845	1846
Nickel - Cash		10604.5	0	0	10604.5	01/01/19 18:50:00	10647	10604.5
Nickel - 3Mth		10690	0	0	10690	01/01/19 18:50:00	10730	10690
Tin - Cash		19520	0	0	19520	01/01/19 18:50:00	19525	19520
Tin - 3Mth		19475	0	0	19475	01/01/19 18:50:00	19485	19475

International Markets: World Indices

Indices	Current	+/-	%	Previous	UpdateTime	WkClose	MthClose
Dow Jones	23327.46	0	0	23327.46	01/01/19 05:00:01	23062.4	23327.46
S & P 500	2506.85	0	0	2506.85	01/01/19 07:00:01	2485.74	2506.85
NASDAQ	6635.2774	0	0	6635.2774	01/01/19 07:00:01	6584.5219	6635.2774
FTSE 100	6728.13	0	0	6728.13	01/01/19 18:55:00	6733.97	6728.13
DAX 30	10558.96	0	0	10558.96	01/01/19 18:55:00	10558.96	10558.96
CAC 40	4730.69	0	0	4730.69	01/01/19 18:55:00	4678.74	4730.69
Milan MIB30	18324.03	259.41	1.44	18064.62	01/01/19 21:25:18	18324.03	18324.03
Nikkei	20014.77	0	0	20014.77	02/01/19 00:55:00	20014.77	20014.77
Hang Seng	25504.2	-341.5	-1.32	25845.7	02/01/19 00:55:00	25504.2	25845.7
Hang Seng China Enterprises	9992.22	-132.53	-1.31	10124.75	02/01/19 05:32:07	9992.22	10124.75
Straits Times	3068.76	0	0	3068.76	01/01/19 07:15:01	3053.43	3068.76
Shanghai Composite	2493.8962	0	0	2493.8962	02/01/19 00:55:00	2493.8962	2493.8962

PRECIOUS METALS COMMENTARY

Although down on the year, [gold](#) rang in 2019 on a strong note as it ended December with its best monthly gains since January 2017.

[February gold futures](#) last traded at \$1,283 an ounce, unchanged on the day and slightly down from its highest level since June. However, for the year, gold is ending with a loss, the first since 2015.

According to some commodity analysts gold has significantly benefited from shifting U.S. interest rate expectations. The CME FedWatch Tool showed that one month ago markets were pricing at least one-rate hike in 2019. Heading into the new year, markets are now pricing only an 11% chance of a rate hike.

Although gold has strong upside momentum, some analysts are warning investors to not expect prices to rally in a straight line.

Bill Baruch, president of Blue Line Futures said that the yellow metal could see some selling pressure as price push closer to \$1,300 an ounce.

“As Gold treks near the psychological \$1,300 mark, it will have a tough time pushing through here without a fresh catalyst or outright U.S Dollar weakness,” he said in a note to clients. “We believe it is important to capitalize on strength and maintain that traders should lock in some gains here if they have followed our bullish bias over the last 90 days.”

For many Banks, \$1,300 represents the high watermark for gold next year. Although a lot of banks are bullish on the yellow metal next year, many are expecting any rally to be a grind higher. The biggest hurdle for the yellow metal remains the U.S. Dollar.

The greenback is ending the year on a strong note, with the U.S. Dollar Index up more than 4% on the year. However, there are some currency analysts who see an end to the dollar's run this year.

[In a recent interview with Kitco News](#), Simon Derrick, chief currency strategist at Bank of New York Mellon, said he expects a weaker U.S. economy and weaker equity markets to weigh on the U.S. dollar. 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

Wayne Osterberg
Equities Advisor
Phone: +61 8 9288 3318
Wayne.Osterberg@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.