

Markets

SFE 200 Futures (9.30am AEDST)	5991	-6	-0.1
NZX 50	8182	-7	-0.1
DJIA Futures	24238	0	0.0
S&P 500 Futures	2644	0	0.0
NASDAQ Futures	6346	0	0.0

Local Markets Commentary

The Australian market commences a new week's trade on positive international commodities trade leads ahead of a week full of influential data releases.

The US president has appeared increasingly roiled overnight however, by the investigation into alleged Russian influence on the election campaign, events from which produced volatility across major equities markets overnight Friday.

In overnight Friday commodities trade, oil, iron ore, LME **copper** and other key base metals rallied.

The **\$A** was ultimately propelled higher. Through early Friday evening, it had briefly slipped below ~US75.60c before appreciating beyond US75.90c.

Locally pre-trade, CoreLogic publishes weekly capital city residential property prices.

The ANZ also publishes November job advertisements and TD Securities and the Melbourne Institute an inflation report today, ahead of the Reserve Bank of Australia's (RBA) policy meeting tomorrow.

The ABS releases September quarter business indicators, including inventories and company profits.

Overseas Markets

INDEX	CLOSE	+/-	%
Dow Jones	24232	-41	-0.2
S&P 500	2642	-5	-0.2
NASDAQ	6848	-26	-0.4
FTSE 100	7300	-27	-0.4
DAX 30	12861	-162	-1.3
Shanghai Comp	3318	0.4	0.0

Overseas Markets Commentary

Major European and US equities markets headed lower early before dropping on US political news and then recovering some, in part due to optimism regarding proposed US tax legislation.

Among **US** data releases, ISM's manufacturing index fell 0.5 to 58.2.

October construction spending rose 1.4% for the month, against 0.3% in September.

Earlier, the **euro zone's** final November manufacturing PMI was revealed as 60.1, representing a 1.6-point rise for the month.

In the **UK**, the November manufacturing PMI was reported at an also robust 51-month peak of 58.2.

This week, US tax legislation commentary will remain a market influencer, after Republican

* Utilities listing **midday** AEDST - **NEW** *

Today's Stock Watch

Metcash Ltd (MTS)

24% higher, \$92.9M interim NPAT. 7.6% higher, \$7.1B sales revenue. 6c fully-franked interim dividend. 56.3c NTA. 9.5c EPS. \$14.0M net cash against \$80.8M net debt a year ago. \$132.6M cash and equivalents.

Food sales fell 1.4% (\$4.4B), alcohol sales rose 5.1% (\$1.6B) and hardware sales appreciated from \$482.6M to \$1.1B, due to the early-October 2016 acquisition of Home Timber & Hardware. 'Headwinds' expected to continue for the food division. Hardware momentum will likely continue, as will modest liquor division growth.

GetSwift Ltd (GSW)

Resuming from suspended trade after initially adding 83.7% Friday on an announcement regarding a master services agreement with Amazon. Following an ASX request, GSW is confirming the number of deliveries for Amazon to be expected under the agreement cannot be determined. GSW last traded at \$3.60 after trading as high as \$4.36 Friday. The stock had settled at \$1.96 Thursday.

Creso Pharma (CPH)

Exclusive commercialisation agreement secured with Doetsch Grether covering marketing and distribution of CPH's cannaQIX@10 nutrient product within Switzerland. CPH has traded lower the past four sessions, settling at \$1.015 Friday.

Genex Power (GNX)

The Kidston solar project has begun transmitting electricity into the National Electricity Market (NEM) and hence producing revenue for GNX.

Gentrack Group (GTK)

Contract secured to supply the UK's Npower with GTK's Junifer billing and customer management system. The system is expected to be operational within Npower in 2018.

New Energy Solar (* NEW)

NEW owns and manages solar and renewable energy assets, and its stapled securities (each comprising a New Energy Solar Ltd and trust New Energy Solar Fund security) are scheduled to list **midday** AEDST following a \$200M IPO at \$1.50 per stapled security. Trading will commence on a conditional and deferred settlement basis. Normal (T+2) trade is expect to commence 12 December.

Resources

Rio Tinto (RIO)

RIO has chosen director Simon Thompson as chairman-elect, to take over when Jan du Plessis steps down 5 March.

Mr Thompson also chairs LME-listed investment manager 3i Group and is a recent Tullow Oil chair.

Today's investor seminar financial and operational update lodged.

Galaxy Resources (GXY)

Quebec, Canada James Bay indicated resource updated to 40.8Mt @ 1.40% Li₂O. The total project resource qualifies for indicated status.

Senators were successful in (narrowly) pushing through one version of proposed legislation early Saturday US time.

Meanwhile, Russia's alleged influence, and on whom, during the US presidential election (the cause of the overnight Friday markets drop), will likely remain among market considerations, although with varying influence, for months.

Tonight in the US, a New York region business activity index is due, together with an update on October national factory orders.

Elsewhere, European Central Bank president Mario Draghi is due to speak publicly.

Commodities

COMMODITY	CLOSE	\$US/	+/-	%
Gold (NY) (Feb)	1282	oz	5	0.4
Silver (NY) (Mar)	16.4	oz	-0.1	-0.5
Gold (LON)	1276	oz	-5	-0.4
Platinum	937	oz	-3	-0.3
WTI Crude (Jan)	58.4	bbl	0.96	1.7
Brent Crude (Feb)	63.7	bbl	0.16	0.3
Iron Ore (CHN port 62%)	70.1	t	2.0	2.9
Copper	6833	t	71	1.1
Nickel	11290	t	180	1.6
Aluminium	2075	t	27	1.3
Lead	2545	t	55	3.0
Zinc	3249	t	93	2.9
Tin	19455	t	-165	-0.8
CBT Wheat (Dec)	4.15	bshl	0.06	1.3

Commodities Commentary

Oil – Brent crude traded as high overnight Friday as \$64.32 during the first session of February futures trade.

In the meantime, two additional oil rigs were reported in operation in a weekly US petroleum rig count.

Gold – prices were propelled higher when the previous US national security advisor pleaded guilty to lying to the FBI during the ongoing investigation into alleged Russian influence on the US presidential election.

This helped contain a second consecutive week of overall losses.

Next week's Federal Reserve meeting is seen as a price influencer, even from this week, but also this week, employment market reports will be closely considered, together with US tax legislation progress.

Base metals – generally supported by positive **China** talk, despite a 50.8 Caixin PMI, reported Friday, representing a 0.2-point pull-back on October.

Japan reported October CPI and household spending amid a raft of data, CPI rising 0.8% year-on-year, but household spending dropping 2% for the month.

Exchange Rates

CURRENCIES	LAST	+/-	%
AUD – USD	0.7595	-0.0000	-0.01
EUR – USD	1.1868	0.0005	0.04

Australian Data Today

CLgc Capital city rsdntl prop prices 1 Dec

Pre-Open Announcements

Lovisa Holdings (* LOV)

Interim CFO and company secretary Chris Lauder has been formally appointed to these positions.

Mr Lauder joined LOV in September to assume the roles on the resignation of Graeme Fallet.

He was formerly Myer Holdings (ASX: MYR GM finance).

Bojun Agriculture Holdings (BAH)

Fruit food and beverage manufacturer completed a successful ASX listing Friday following a \$7.66M IPO at 30c per share.

Opened at 31.5c and traded at 30c – 32c before settling at 31.5c.

~845,100 shares were traded across 98 transactions.

121.5M shares.

Resources

Myanmar Metals (MYL)

Promising Bawdwin scoping study results soon.

Meanwhile the project resource has been revised to 75.9Mt @ 4.6% Pb, 2.3% Zn, 0.25% Cu & 119g/t Ag.

Danakali Ltd (DNK)

Update lodged this morning, highlighting nearly-completed Colluli potash project FEED.

Australian Vanadium (AVL)

Mastermines is promoting AVL in China during the first two weeks of December, meeting with new and existing AVL contacts within the vanadium sector.

Metallicity Ltd (MCT)

MCT has appointed CFO Justin Barton as executive director finance

Non-executive and co-founding director Chris Bain is planning to step down in favour of other resources sector business opportunities.

Mr Bain intends to remain an MCT shareholder and consultant.

Salt Lake Potash (SO4)

Non-executive director Mark Hohnen retires from the SO4 board today, in favour of other business interests.

AIC Resources (A1C)

Explorer completed a successful ASX listing Friday following a \$10M IPO at 20c per share.

Opened at 25c and slipped to 22.5c where it settled.

200,000 shares changed hands across seven trades. 56.5M shares.

Energy

Buru Energy (BRU)

WA Canning Basin Ungani 5 drilling underway. Drilling and completion are expected to take a total 33 days.

Helios Energy (HE8)

Quinn Mesa 113 well testing is expected to commence next week, following numerous recorded oil and gas shows during drilling between 2400ft and 4000ft (total depth).

Quinn Creek 141 testing will follow.

In addition, HE8 is conducting Texas Presidio oil project 2D and 3D seismic surveys and expects full interpretation by the end of February.



TDS/MI	Inflation gauge	Nov
ANZ	Job advertisements	Nov
ABS	Business indicators	Sep Q

US Data Tonight

ISM New York	Nov
Factory orders (rev)	Oct

Other Overseas Data Today & Tonight

UK	Construction PMI	Nov
Euro zone	Sentix investor confidence	Dec
Euro zone	Producer prices	Oct

Need More Information?

Contact your State One Stockbroking advisor on 08 9288 3388 or 1300 651 898, or by email, advice@stateone.com.au.

Trading Halts

Company	Code	Resuming
Cann Group	CAN	4 Dec
European Cobalt	EUC	4 Dec
Fatfish Internet Group	FFG	4 Dec
Invigor Group	IVO	4 Dec
Quantum Resources	QUR	4 Dec
Amani Gold	ANL	5 Dec
Anglo Australian Resources	AAR	5 Dec
Bod Australia	BDA	5 Dec
Dimerix Ltd	DXB	5 Dec
Great Western Exploration	GTE	5 Dec
Kabuni Ltd	KBU	5 Dec
MSM Corporation International	MSM	5 Dec
NetLinkz Ltd	NET	5 Dec
Spirit Telecom	ST1	5 Dec
Technology Metals Australia	TMT	5 Dec
Threat Protect Australia	TPSDC	5 Dec
Wangle Technologies	WGL	5 Dec
PharmAust Ltd	PAA	6 Dec
Steadfast Group	SDF	6 Dec

Suspensions (selected)

Company	Code	Since
Bisan Ltd	BSN	2 Nov
Cokal Ltd	CKA	1 Dec
Dawine Ltd	DW8	30 Nov
FE Ltd	FEL	22 Nov
Genera Biosystems	GBI	29 Nov
Global Energy Ventures	GEV	30 Nov
iCandy Interactive	ICI	15 Nov
Ishine International Resources	ISH	28 Nov
JustKapital Ltd	JKL	22 Nov
Marquee Resources	MQR	15 Nov
OrotonGroup Ltd	ORL	30 Nov
Red Emperor Resources	RMP	8 Nov
Tanga Resources	TRL	1 Dec
Winha Commerce & Trade	WQW	1 Dec
WPG Resources	WPG	30 Nov

Ex-Dividends

Code	Ex-Div	Div (c)	Fr (%)	Yield (%)
EVO	Today	2.26	0	6.48
MSG	Today	0.1	0	4.00
ALL	Tomorrow	20	100	1.53
FPH	Tomorrow	~7.90	0	1.56
CKF	Wed	8	100	2.84
BTT	Thu	26	25	4.07

Reports & Events

(selected scheduled)

When	Company	Report/Event
Today	MTS	Interim
	RIO (Plc & Ltd)	Investor seminar
Tomorrow	CSL	R&D briefing



Disclaimer / Disclosure / General Advice Warning / Confidentiality Notice

This morning note and its contents at all times remain the property of State One Stockbroking Ltd ("State One") and as such cannot be reprinted, distributed, copied, posted on the internet, in part or whole, without written prior approval from State One.

The contents of this document constitute General Advice and have been prepared without taking account of your investment objectives, financial situation or needs. Because of that 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.

While State One 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. If applicable, you should obtain the Product Disclosure Statement relating to any relevant financial product mentioned in this document (which contains full details of the terms and conditions of the relevant financial product) and consider it before making any decision about whether to acquire the financial product.

The directors and associated persons of State One may have a long or short 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. Additionally, State One may earn fees due to having been appointed advisors to, or may be undertaking or about to commence research relating to, any of the companies mentioned herein.

Wed	SGH TPM	AGM AGM
Thu	NUF	AGM
Fri	WBC	AGM