

Markets

| | | | |
|--------------------------------------|-------|----|------------|
| SFE 200 Futures (9.30am AEDT) | 5861 | 11 | 0.2 |
| NZX 50 | 8832 | 15 | 0.2 |
| DJIA Futures | 25637 | -4 | 0.0 |
| S&P 500 Futures | 2759 | 20 | 0.7 |
| NASDAQ Futures | 7017 | 67 | 1.0 |

Local Markets Commentary

The Australian market commences mid-week trade following overnight gains across US equities markets, as booth polling for the mid-term elections commenced.

Booths will close variously from 10am through 4pm AEDT, meaning only preliminary and partial indications will emerge during Australian trade today.

In overnight commodities trade, **oil** fell.

US (December) **gold** futures also settled lower.

Iron ore futures were reported to have dropped. Definitive Tuesday China port 62% Fe prices were unavailable, due to a Singapore public holiday.

LME **copper** continued lower. **Nickel** turned slightly higher. **Aluminium** fell.

The **\$A** slipped to ~US7.25c after trading at US72.35c early yesterday evening, but has been propelled higher this morning.

Locally today, AiG is due to publish its October **construction sector** activity index pre-trade.

CBA has lodged a September quarter update and is hosting an AGM.

DMP and **VAH** are also holding AGMs.

BKW, **PBP** and **RMD** trade ex-dividend. *Please see pp2-4 for detailed lists.*

Regionally, China's trade expo continues today and through the week, ahead of October trade balance and CPI reports tomorrow and Friday respectively.

Overseas Markets

| INDEX | CLOSE | +/- | % |
|----------------------|-------|-----|-------------|
| Dow Jones | 25635 | 173 | 0.7 |
| S&P 500 | 2755 | 17 | 0.6 |
| NASDAQ | 7376 | 47 | 0.6 |
| FTSE 100 | 7041 | -63 | -0.9 |
| DAX 30 | 11484 | -11 | -0.1 |
| Shanghai Comp | 2659 | -6 | -0.2 |

Overseas Markets Commentary

Choppy trade featured across major European and US equities markets overnight.

US mid-term booth polling commenced and will close in different States between 10am and 4pm AEDT today.

Late-Monday the US administration had announced US Secretary of State-led meetings with officials from both North Korea and China, tomorrow night in New York and Friday in Washington respectively.

Among **US** data releases, a September job openings report estimated ~7.0M job opportunities, against

* Minerals exploration listing **11am** AEDT - **MOH** *

Today's Stock Watch

Commonwealth Bank of Australia (CBA)

\$A2.45B (unaudited) September quarter NPAT, against \$A2.80B a year ago. \$2.50B cash profit. 1% higher operating income. 10% CET1.

Impairments rose by \$0.1B during the quarter, to \$6.6B.

The CBA cited increased funding costs and mortgage competition as ongoing pressures.

AGM this morning.

Suncorp Group (SUN)

8.9% CET1 as at 30 September. Total lending rose 0.5% to \$265M. \$140M gross impairments, \$102M net.

Freedom Foods Group (FNP)

Planning to partner with Theland New Cloud Digimart Co to develop Arnold's Farm cereals and snacks in China.

In addition, FNP is supplying UHT A2 protein milk to Theland.

Theland is majority held by Alibaba Group.

Westpac Banking Corporation (WBC)

Annual report lodged this morning.

AGM scheduled for 12 December.

Pushpay Holdings (PPH)

\$US4.4M September quarter net loss. \$US22.6M revenue, pushing half-year revenue 48% higher year-on-year, to \$US44.0M. Expecting \$US97.5M - \$US100.5M full year revenue. Playback investor teleconference scheduled for 11am NZT.

Kogan.com Ltd (KGN)

KGN and Marsh & McLennan Companies subsidiary Mercer are planning to launch a 'no-frills', low-fee superannuation fund early-2019. The new product is to be known as Kogan Super.

Spark New Zealand (SPK)

International Hockey Federation (live and on-demand) media rights secured for four-years in New Zealand. SPK is launching the Spark Sport streaming service via iStreamPlanet.

Cellmid Ltd (CDY)

US midkine antibodies patent in hand, plus an 'intention to grant' notice following a patent application in Europe.

Webjet Ltd (WEB)

Resuming from a trading halt reporting 97% take-up and \$A92M raised in the institutional component of the \$11.50-per-share entitlement offer in support of the proposed Destinations of the World acquisition. The retail offer is scheduled for 12 - 22 November. WEB last traded at \$12.91.

News Corporation (NWS)

Scheduled to report in the US tonight.

Resources

Syrah Resources (SYR)

SYR will supply 20,000t of Balama graphite to Qingdao Taida-Huarun New Energy Technology Co by 31 August 2019 under a binding, confidential-terms agreement.

Moho Resources (* MOH)

Explorer scheduled to list **1pm** AEDT following a \$5.3M IPO at 20c per share. 32.28M quoted securities.

7.3M in August.

A final **euro zone** October services PMI came in at 53.7, from 54.7 for September.

In addition, euro zone September producer prices rose 0.5% for the month and 4.5% year-on-year, following 0.4% and 4.3% gains in August.

Germany's September factory orders rose 0.3% for the month, following a 2.5% increase in August.

The nation's October services PMI was finalised at 54.7, down 1.2 for the month.

In the meantime, Britain's PM Theresa May warned she would not agree to any proposed **UK-European Union (EU)** separation arrangements just for the sake of a deal on any particular issue.

Tonight in the US, the Federal Reserve commences a policy meeting from which outcomes will be known early Friday AEDT.

September consumer credit figures and weekly mortgage applications are also expected tonight.

Companies scheduled to reveal earnings or provide updates later today or tonight include: Adidas, BMW, Cars.com, Coca-Cola Bottling, Credit Agricole, Hermes, Hochtief, ITV, Michael Kors, INPEX, Mulberry, News Corporation, Office Depot, Qualcomm, Twenty-First Century Fox and Wynn Resorts.

In overnight corporate news, the European Commission conditionally approved the planned **Walt Disney** purchase of **Twenty-First Century Fox's** entertainment business.

Commodities

| COMMODITY | CLOSE | \$US/ | +/- | % |
|--------------------------------|-------------|-------|------|------|
| Gold (NY) (Dec) | 1226 | oz | -6 | -0.5 |
| Silver (NY) (Dec) | 14.5 | oz | -0.1 | -0.8 |
| Gold (LON) | 1232 | oz | | |
| Platinum | 867 | oz | 3 | 0.4 |
| WTI Crude (Dec) | 62.2 | bbbl | -0.9 | -1.4 |
| Brent Crude (Jan) | 72.1 | bbbl | -1.0 | -1.4 |
| Iron Ore (CHN port 62%) | 75.7 | t | | |
| Copper (LME, 3mth, PM) | 6158 | t | -33 | -0.5 |
| Nickel | 11775 | t | 25 | 0.2 |
| Aluminium | 1951 | t | -24 | -1.2 |
| Lead | 1909 | t | -26 | -1.3 |
| Zinc | 2501 | t | -19 | -0.8 |
| Tin | 19050 | t | -25 | -0.1 |
| CBT Wheat (Dec) | 5.12 | bshl | 0.05 | -0.9 |

Commodities Commentary

Oil – prices fell overnight, WTI crude trading at seven-month lows and settling lower for a seventh consecutive session.

Brent crude turned lower following a rare recent sessional gain overnight Monday.

Iran asserted it is still selling as much oil as it needs, as a Refinitiv Eikon report based on shipping data claimed November activity appeared much less than normal for this early in a month.

US government agency EIA forecast 2019 daily domestic production to rise by 1.16MMbbl/d to 12.06MMbbl.

The EIA also predicted 2018 domestic demand to rise by a daily 510,000bbl to 20.47MMbbl/d.

Additional Refinitiv Eikon estimates put October Venezuelan oil sales to the US 19% lower than for September.

Pre-Open Announcements

Crowd Mobile (* CM8)

Expecting \$1.25M 1H FY 2019 revenue, against \$500,000 for full year FY 2018.

Specialty Fashion Group (* SFH)

CFO Tim Fawaz has resigned.

SFH has appointed SFH strategy and corporate development head Munraj Dhaliwal to take over from Mr Fawaz late February 2019.

Swift Networks Group (* SW1)

SW1 has appointed former Tech Mpire (ASX: TMP) interim CEO and previous Google marketing strategy and innovation head and YouTube brand and creative head, Lee Hunter as head of SW1 strategy and growth.

Invigor Group (* IVO)

\$820,000 worth of contracts secured for 100%-held German subsidiary TillerStack.

Genesis Energy (GNE)

Today's investor day presentation lodged.

GR Engineering Services (GNG)

Non-executive director Terry Strapp has resigned from the GNG board.

Audinate Group (AD8)

Conference presentation lodged post-trade yesterday.

Resources

Renascor Resources (RNU)

High-grade graphite assays lodged this morning following drilling within the Siviour project. DFS continues.

Panoramic Resources (PAN)

Eastern Australia road show presentation lodged post-trade yesterday.

Arafura Resources (* ARU)

Planning to build a separation plant within the Nolans NdPr project, Northern Territory (NT).

ARU says no significant issues have been identified in talks with NT regulators.

Golden State Mining (* GSM)

Mineral explorer scheduled to list 2pm AEDT tomorrow following a \$4.56M IPO at 20c per share.

Reports & Events

(selected scheduled)

| When | Company | Report/Event |
|-----------------|-----------------------------|-----------------|
| Today | CBA | AGM; Q1 trading |
| | DMP | AGM |
| | GNE | Investor day |
| | MCR | AGM |
| | NWS (Overnight AEDT) | Sep Q |
| | PPH | Interim |
| | SUN | Sep Q |
| | VAH | AGM |
| Tomorrow | BHP | AGM |
| | GMG | Q1 |



Meanwhile, monitoring committee members of signatories to the **OPEC**-led production curb agreement are preparing to meet Sunday, in Abu Dhabi.

Among the price predictors, Morgan Stanley lowered its Brent outlook, offering \$US77.5/bbl through to mid-2019.

Weekly US petroleum inventories, as calculated by EIA, are due tonight.

Gold – the \$US rose again and major US equities traded higher, detracting from overnight gold interest.

In addition, US mid-term election polling commenced, with gold trade expected to remain in cautious mode until some definitive indications and a policy statement from the Federal Reserve which commences a two-day policy meeting tonight.

Base metals – overnight prices swung intra-session in hesitant trade.

WA Pilbara iron ore shipments out of Port Hedland to **China** were reported to have fallen 12% in October, and 8% overall.

China's October trade balance is due tomorrow, and could influence LME trade.

A China October CPI estimate is expected Friday.

Yesterday, **Japan's** September household spending was reported to have dropped 4.5% for the month, following a 3.5% August rise. Year-on-year, spending was down 1.6%.

Exchange Rates

| CURRENCIES | LAST | +/- | % |
|------------------|--------|--------|------|
| AUD – USD | 0.7241 | 0.0016 | 0.23 |
| EUR – USD | 1.1421 | 0.0005 | 0.04 |

Australian Data Today

| | | |
|-----|-----|-----|
| AiG | PCI | Oct |
|-----|-----|-----|

US Data Tonight

| | |
|---------------------------|-------|
| Consumer credit | Sep |
| MBA mortgage applications | 2 Nov |

Other Overseas Data Today & Tonight

| | | |
|------------------|------------------------------|-----|
| Japan | Foreign reserves | Oct |
| Japan | Cash earnings | Sep |
| Japan | Leading economic index (4pm) | Sep |
| Germany | Industrial production | Sep |
| Germany | Construction PMI | Oct |
| Euro zone | Retail sales | Sep |

Need More Information?

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

| | | |
|---------------|-----|----------------|
| | JHX | Q2 |
| | NWS | Sep Q teleconf |
| | PDL | Full year |
| | REA | Q1 |
| | SGM | AGM |
| | TME | AGM |
| Fri | NAN | AGM |
| | SFH | AGM |
| Mon | ELD | Full year |
| Tue | BRG | AGM |
| | CQR | AGM |
| | NXT | AGM |
| | IPL | Full year |
| 14 Nov | AST | Interim |
| | BIN | AGM |
| | CPU | AGM |
| | MPL | AGM |
| | MGX | AGM |
| | NSR | AGM |
| | NCM | AGM |
| | NEC | AGM |
| | PGH | AGM |
| | RHC | AGM |
| | SWM | AGM |
| 15 Nov | ABP | AGM |
| | CHC | AGM |
| | CGC | AGM |
| | EHL | AGM |
| | FXL | AGM |
| | FMG | AGM |
| | GMG | AGM |
| | ISD | AGM |
| | NVT | AGM |
| | NST | AGM |
| | PTM | AGM |
| | SXY | AGM |
| | SRS | AGM |
| | WES | AGM |

Trading Halts

| Company | Code | Resuming |
|-----------------------------|------|----------|
| Lake Resources | LKE | 7 Nov |
| Sunstone Metals | STM | 7 Nov |
| Troy Resources | TRY | 7 Nov |
| Tychean Resources | TYK | 7 Nov |
| Corporate Travel Management | CTD | 8 Nov |
| Purifloh Ltd | PO3 | 8 Nov |

Suspensions (select)

| Company | Code | Since |
|----------------------------|------|--------|
| Alt Resources | ARS | 7 Nov |
| Gulf Manganese Corporation | GMC | 19 Oct |
| Impelus Ltd | IMS | 26 Oct |
| Lindian Resources | LIN | 5 Nov |
| MGC Pharmaceuticals | MXC | 5 Nov |

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| | | |
|---------------------|-----|--------|
| MRG Metals | MRQ | 31 Oct |
| New Energy Minerals | NXE | 1 Nov |
| Optiscan Imaging | OIL | 2 Nov |
| Pelican Resources | PEL | 31 Oct |
| Updater Inc | UPD | 9 Oct |

Ex-Dividends

| Code | Ex-Div | Div (c) | Franking (%) | Yield (%) |
|------------|--------------|-------------|--------------|-----------|
| BKW | Today | 36 | 100 | 3.15 |
| PBP | Today | 5 | 100 | 5.22 |
| RMD | Today | 3.66 | 0 | 0.94 |
| API | Tomorrow | 4 | 100 | 4.76 |
| NAB | Tomorrow | 99 | 100 | 7.72 |
| WAT | Tomorrow | 3 | 100 | 2.38 |
| CSR | Fri | 13 | 100 | 7.93 |
| JHG | Fri | 50.49 | 0 | 5.58 |
| ANZ | Mon | 80 | 100 | 6.12 |
| MQG | Mon | 215 | 45 | 4.40 |
| ORI | Mon | 31.5 | 0 | 2.85 |
| WBC | Tue (13 Nov) | 94 | 100 | 6.98 |