

Markets

SFE 200 Futures (9.25am AEST)	5253	13	0.3
NZX 50	6918	45	0.7
DJIA Futures	18192	0	0.0
S&P 500 Futures	2129	0	0.0
NASDAQ Futures	4776	0	0.0

Local Markets Commentary

The Australian market opens today's trade following rallies on international equities markets and for some key commodities overnight.

Regional data could also influence today's trade. **China** is due to report October trade statistics ~1pm AEDST. FDI is also expected anytime from today.

In overnight commodities trade, US **gold** futures fell. **Oil** swung higher. **Copper** and **iron ore** rallied. **Coking coal** futures were reportedly propelled 10% higher in China.

The **\$A** was pushed beyond US77.15c after trading at ~US76.75c yesterday evening.

Locally pre-trade, a weekly consumer sentiment reading is due. NAB's monthly business survey report will be released 11.30am.

Overseas Markets

INDEX	CLOSE	+/-	%
Dow Jones	18260	371	2.1
S&P 500	2132	46	2.2
NASDAQ	5166	120	2.4
FTSE 100	6807	114	1.7
DAX 30	10457	198	1.9
Shanghai Comp	3133	8	0.3

Overseas Markets Commentary

Major European and US equities markets bounced overnight.

Tonight in the **US** is official polling day for the US presidential election. Any clear result is expected from ~3pm Wednesday AEDST.

Overnight in **Germany**, September factory orders surprised, falling 0.6% after rising for the past two months, and following forecasts of a further 0.2% - 0.3% gain.

A **euro zone** Sentix investor sentiment index rose 4.6 to 13.1, however and September retail sales were reported 1.1% higher.

Meanwhile **European Central Bank** (ECB) vice president Vitor Constancio predicted regional CPI growth could rise to 1.3% by March 2017.

In the **US**, Federal Reserve vice chair Stanley Fischer described the national labour market as strong.

September consumer credit was reported at \$US19.3B, from \$US25.9B in August.

In tonight's data releases, a US small business optimism index and September job openings are due. Industrial production figures will be published for the UK and Germany.

China – trade figures 1pm AEDST.

* Australian property trust listing midday AEDST – **CLW** *

RBA – international department head Chris Ryan addresses a regulatory summit in Hong Kong, 5.15pm AEDST.

Today's Stock Watch

Commonwealth Bank of Australia (CBA)

\$2.4B September quarter NPAT and cash earnings. \$322M loan impairment. 9.4% APRA CET1.

Westpac Banking Corporation (WBC)

Credit Suisse has reassessed WBC as neutral, from outperform.

Macquarie Group (📈 MQG)

Trades ex-dividend (\$1.90) today.

News Corporation (NWS) / REA Group (REA)

\$US1.97B NWS September quarter revenue, following \$US2.01B a year ago. Digital real estate services revenue rose 18% and cable network programming 3%. News and book publishing revenue each fell 5%. Conference call scheduled for 5pm (US) EST. 10 November (PST) AGM. REA 16% higher, \$170M September quarter revenue. 9% higher, \$90M EBITDA.

Incitec Pivot (IPL)

67.9% drop in full-year NPAT to \$128.1M. 7.9% lower, \$3.4B revenue. 4.6c unfranked final dividend, against 7.4c, 4.44c-franked a year ago. 84c NTA. AGM scheduled for 16 December.

DuluxGroup Ltd (DLX)

4.6% (pre-non-recurring) higher, \$130.4M full-year NPAT; otherwise 15.6% higher. 1.7% higher, \$1.7B sales revenue. 12.5c fully-franked final dividend, up 1c. 34.4c NTA. \$39.1M cash and equivalents. Anticipating FY2017 NPAT growth.

Fairfax Media (FXJ) / NZME Ltd (NZM)

The New Zealand Commerce Commission does not currently favour the planned FJ-NZM merger and has opened a submissions period ahead of a final decision, likely 15 March.

APN Outdoor Group (📈 APO)

Anticipating 8.5% - 9.0% 2016 revenue growth. \$84m - \$86M EBITDA expected, up from the \$79M - \$84M previous forecast.

Webjet Ltd (WEB)

Shared ledger-based online hotel booking payment management and processing system developed with Microsoft. The system is designed to reduce data discrepancies, inefficiency and fraud.

Sonic Healthcare (SHL)

Boosting the company's GLP Systems holding 25% to 80% for undisclosed consideration. GLP Systems' CEO retains 20%.

Charter Hall Long WALE REIT (* CWL)

Scheduled to list midday AEDST following a targeted ~\$827M IPO at \$4.00 per stapled security. Trading will commence on a conditional and deferred basis. Normal (T+2) trade is expected to begin 15 November (Tuesday next week).

Resources

Newcrest Mining (NCM)

AGM today.

Altura Mining (📈 AJM)

Shaanxi J&R Optimum Energy is subscribing for \$41.6M worth of AJM shares at 13.6c each. AJM last traded at 12.5c.

Adecco, ArcelorMittal, Associated British Foods, Credit Agricole, Marks & Spencer, Mitsubishi UFJ, Nikon and Toyota Motor are scheduled to report today and tonight.

Overnight, **HSBC** reported an 86% slide in September quarter pre-tax profit.

Earlier, **Nissan** cited yen strength and reduced domestic demand when reporting an 18.6% drop in September quarter operating profit.

France's **Total** confirmed it was near agreeing a \$US6B offshore gas field development deal with Iran.

Alcoa spinoff **Arconic** announced a \$US1B sheet and plate supply contract with Airbus.

Commodities

COMMODITY	CLOSE	\$US/	+/-	%
Gold (NY) (Dec)	1279	oz	-26	-1.9
Silver (NY) (Dec)	18.2	oz	-0.2	-0.9
Gold (LON)	1283	oz	-20	-1.5
Platinum	997	oz	1	0.1
WTI Crude (Dec)	45.0	bbl	0.8	1.9
Brent Crude (Jan)	46.2	bbl	0.6	1.3
Iron Ore (Tianjin)	66.8	t	2.1	3.2
Copper (LME)	5098	t	107	2.1
Nickel	11130	t	670	6.4
Aluminium	1727	t	5	0.3
Lead	2087	t	-13	-0.6
Zinc	2468	t	21	0.9
Tin	21845	t	545	2.6
CBT Wheat (Dec)	4.10	bshl	-0.04	-1.0

Commodities Commentary

Oil – following positive comments from Algeria on the weekend, **OPEC** secretary-general Mohammed Barkindo also claimed members were committed to targeting a market-stabilising deal by the end of the 30 November meeting.

A Genscape report estimated an ~440,000bbl draw on Cushing, Oklahoma crude **stocks** as investors waited for news of any infrastructure damage following an earthquake near the key US delivery centre.

The (US) EIA November short-term energy outlook report is due tonight.

Gold – lost out overnight to positive equities sentiment on a reduced perception of risk. Volatility is anticipated through the week, following tonight's US presidential poll.

Base metals – LME *nickel* gained the most in a session in five years. Comex *copper* futures traded at one-year highs.

China's October **trade** figures, due today, are expected to influence at least some trade tonight. **CPI** and **PPI** will follow tomorrow.

Exchange Rates

CURRENCIES	LAST	+/-	%
AUD – USD	0.7723	-0.0005	-0.06
EUR – USD	1.1046	0.0005	0.04

Australian Data Today

ANZ/RoyMgn	Consumer sentiment	4 Nov
NAB	Business survey	Oct

Pre-Open Announcements

Decmil Group (* DCG)

\$17M contract extension secured with QGC. Details lodged this morning.

BidEnergy (* BID) / Flight Centre (FLT)

BID has secured a subscription from FLT for the provision of an energy sourcing-to-billing and payment system. FLT offered the deal following a competitive tender process.

DomaCom Ltd (* DCL)

Melbourne-headquartered investment and financial services firm completed its ASX listing yesterday following a \$7.3M IPO at 75c per share. Opened at 70c and slid to 36c before settling at 40c. 1.3M shares changed hands across 155 transactions.

Inghams Group (* ING)

Poultry producer completed its ASX listing yesterday following a \$596M IPO at \$3.15 per share. Opened at \$3.14 and slipped to \$3.10 before settling at its \$3.22 day one peak. 9.7M shares were traded across 1600 transactions. Trading commenced on a conditional and deferred settlement basis. Normal (T+2) trade is due to commence 15 November (Tuesday next week).

Resources

Gold Road Resources (* GOR)

Resuming from a trading halt with a proposed JV with Gold Fields specifically to develop and operate GOR's WA Gruyere gold project. Gold Fields will pay \$350M cash plus an uncapped 1.5% net smelter royalty after 2Moz production. FIRB approval is required for the plan. GOR last traded at 63c.

Cardinal Resources (CDV)

Non-executive chairman Mark Connelly is relinquishing the chairman's position but remaining a CDV director. Kevin Tomlinson has been appointed a CDV director and chairman. Mark Thomas is resigning from the CDV board. CDV dropped 44.4% yesterday, settling at 35c.

Davenport Resources

Davenport Resources is a multi-mineral exploration company seeking to list on the ASX in mid-December.

The company is conducting a \$5M - \$6M IPO at 20c per share.

Once the IPO is completed, Davenport will hold two exploration licences in a potash production region in central Germany.

Based on exploration records for the licences, Davenport anticipates proving a JORC-compliant potash resource within three years.

Davenport knows the licences and their potential well. They are held mostly by Potash West, whose MD Patrick McManus is Davenport Resources' non-executive chairman. Davenport's MD will be Potash West director Christopher Bain.

Due to its recent history as an Arunta Resources subsidiary, Davenport Resources also holds the Southern Cross Bore copper-gold project in the Arunta province, Northern Territory.

State One holds firm stock in the Davenport Resources offer.

For further information, please contact your advisor, or email davenport@amscot.com.au.

US Data Tonight

NFIB small business optimism	Oct
JOLTS job openings	Sep

Other Overseas Data Today & Tonight

China	Trade balance	Oct
China	FDI	Oct
Japan	Business conditions indices	Sep
Japan	International reserves	Oct
UK	NIESR GDP (est)	Oct
UK	Industrial production	Sep
UK	BRC sales	Oct
Germany	Industrial production	Sep
Germany	Trade balance	Sep

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Trading Halts

Company	Code	Resuming
Bligh Resources	BGH	8 Nov
Techniche Ltd	TCN	8 Nov
Emergent Resources	EMG	9 Nov
Orion Gold	ORN	9 Nov
XPED Ltd	XPE	9 Nov
Yonder & Beyond Group	YNB	9 Nov

Suspensions (selected)

Company	Code	Since
BGD Corporation	BGD	7 Nov
Cabral Resources	CBS	19 Oct
Cardinal Resources	CDV	4 Nov
Estrella Resources	ESR	3 Nov
Eve Investments	EVE	3 Nov
Finders Resources	FND	4 Nov
Nkwe Platinum	NKP	18 Oct
Nuheara Ltd	NUH	27 Oct
Omni Market Tide	OMT	19 Oct
Orinoco Gold	OGX	12 Oct
RNI NI	RNI	31 Oct
Target Energy	TEX	13 Oct
Transerv Energy	TSV	25 Oct
TV2U International	TV2	2 Nov
TW Holdings	TWH	31 Oct
Volta Mining	VTM	17 Oct

Ex-Dividends

Code	Ex-Div	Div (c)	Fr (%)	Yield (%)
IPE	Today	2.2	100	31.80
MQG	Today	190	45	5.42
BKW	Tomorrow	32	100	3.68
RMD	Tomorrow	3.3	0	1.57
ORI	Thu	29	27.58	2.99
CSR	Fri	13	0	6.41
KMD	Fri	~7.76	84.99	5.44
MGP	Fri	0.2	0	2.50
NAC	Fri	2.5	100	4.13
WAT	Fri	3	100	3.50
ANZ	14 Nov	80	100	5.92
CBC	16 Nov	1.5	100	3.56
TWD	16 Nov	15	100	6.46

Reports & Events

(selected scheduled)

When	Company	Report/Event
Today	CBA	Sep Q
	DLX	Full-year
	IPL	Full-year
	NCM	AGM
	NWS	Sep Q
	REA	AGM
Tomorrow	CHC	AGM
	CBA	AGM
	CPU	AGM



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	DCG	AGM
	FLT	AGM
	FMG	AGM
	MPL	AGM
	MGX	AGM
	RHC	AGM
	SWM	AGM
	SGM	AGM
	VRT	AGM
Thu	ACR	AGM
	BPT	AGM
	BSL	AGM
	CVO	AGM
	NSR	AGM
	TME	AGM
	TWE	AGM
	WES	AGM
Fri	CQR	AGM
	LLC	AGM
	TFC	AGM