

Markets

SFE 200 Futures (9.25am AEST)	5440	-15	-0.3
NZX 50	7113	5	0.1
DJIA Futures	18023	-30	-0.2
S&P 500 Futures	2128	-4	-0.2
NASDAQ Futures	4805	-8	-0.2

Local Markets Commentary

Positive international equities and commodities leads are in short supply as the Australian market opens today's trade.

Regionally however, **China** is expected to release September trade figures, **~1pm AEDST**, ahead of CPI data tomorrow.

In overnight commodities trade, **oil** fell further. US **gold** futures closed modestly lower. **Copper** achieved the slightest gain. **Iron ore** settled unchanged.

The **\$A** slipped to ~US75.6c after trading at ~75.8c yesterday evening.

Locally today, the Melbourne Institute publishes a monthly inflation expectations report and the ABS its annual report.

Overseas Markets

INDEX	CLOSE	+/-	%
Dow Jones	18144	16	0.1
S&P 500	2139	2	0.1
NASDAQ	5239	-8	-0.2
FTSE 100	7024	-47	-0.7
DAX 30	10523	-54	-0.5
Shanghai Comp	3058	-7	-0.2

Overseas Markets Commentary

Major European and US equities mostly chopped and swung overnight.

Oil continued lower and a report emerged that UK commitments and liabilities could mean a €20B payment would be due on separation from the European Union.

Apart from the widely broadcast differences on the proposed timing of any move, **US** Federal Reserve September policy meeting minutes confirmed a majority consensus that more information appeared seemly before a rate move, and that the case for a rise had strengthened.

A job opportunities report estimated a 388,000 fall in openings in August, to an eight-month 5.4M low. 1.62M jobs were lost, against 1.64M in July, and ~3M people resigned.

Weekly mortgage applications dropped 6% amid rates at one-month highs.

In the **euro zone**, August industrial production jumped 1.8% year-on-year and 1.6% for the month, after falling 0.7% and 0.5% respectively in July.

Tonight in the **US**, new unemployment claims are due, together with import and export prices.

A Federal Reserve regional president is scheduled to

China - trade figures expected **~1pm AEDST**

Today's Stock Watch

Link Administration Holdings (LNK)

The Australian Competition & Consumer Commission (ACCC) has published an issues statement regarding LNK's proposed acquisition of the NSW Government's Superannuation Administration Corporation, known as Pillar. The ACCC has determined a potential reduction in services and increased costs. Submissions are due 28 October, and a final decision anticipated 15 December.

National Australia Bank (NAB)

Re-lodging some financial figures, for comparison purposes, due to the 80% sale of the bank's life insurance business, which means some life insurance is classified as 'discontinued operations'. This will be reflected in an update through to 30 September, expected to be lodged 27 October.

Auckland International Airport (AIA)

\$NZ75M bond offer opening today. Six-year, fixed-rate, unsecured. Presentation lodged this morning.

Transurban Ltd (TCL)

12.3% higher, \$513M revenue, and 4.9% traffic growth, achieved for the September quarter. Proportional toll revenue rose 10.8% to \$529M. Individual toll route statistics also lodged this morning. AGM today.

News Corporation (NWS)

Annual report lodged this morning.

Resources

Iluka Resources (ILU)

For the year-to-date, ILU has produced 787,500t, 0.6% lower year-on-year. Year-to-date sales are up 8.8% however, at 451,600t. September quarter production totalled 289,100t, against 319,900t a year ago. ILU closed 2.8% lower for the session yesterday.

Metro Mining (MMI)

Binding off-take agreement secured with 4.3% MMI shareholder the Xinha Group. Xinha will take 1Mtpa of Bauxite Hills output in the first year of production and 2Mt for each of the subsequent three years. MMI expects to produce up to 4Mt each year.

Pilbara Minerals (PLS)

Multiple wide, high-grade, shallow assays returned from Pilgangoora lithium-tantalum project Far East zone drilling.

Oz Minerals (OZL) / Cassini Resources (CZI)

Grid power has been restored to OZL's Prominent Hill copper-gold operation, South Australia. In addition, a final JV agreement is in hand for OZL to earn up to 70% of CZI's West Musgrave project. OZL is funding an initial \$3M worth of exploration and up to \$36M in exploration and development. Drilling is scheduled to commence early-November. OZL expects to lodge its September quarter report 21 October.

Energy

Cue Energy (CUE)

BP is proposing to acquire 80% (and operatorship) of CUE's North West Shelf WA-409-P, and an option to purchase 42.5% of CUE's WA-359-P. Cue and BP will also seek an operating partner for WA-359-P.

speak on US and international economic outlooks at the World Affairs Council, ahead of a speech by chair Janet Yellen at an economics conference tomorrow night.

Unilever, Sky, Delta Air and Smiths Group are due to report results and/or provide trading updates.

Overnight, US regulators said **Deutsche Bank** would pay a \$US9.5M settlement allegations of issuing an 'improper' research report.

Yesterday, **Samsung** estimated quarterly operating profit would drop 33% beneath previous guidance, on Galaxy Note 7 woes.

In early European trade, **Ericsson** also delivered a profit warning, prompting an ~20% drop in the company's stock price.

Commodities

COMMODITY	CLOSE	\$US/	+/-	%
Gold (NY) (Dec)	1254	oz	-2	-0.2
Silver (NY) (Dec)	17.5	oz	-0.0	-0.1
Gold (LON)	1257	oz	3	0.2
Platinum	940	oz	-6	-0.6
WTI Crude (Dec)	50.2	bbl	-0.6	-1.2
Iron Ore (Tianjin)	56.5	t	0.0	0.0
Copper (LME)	4814	t	2	0.0
Nickel	10565	t	140	1.3
Aluminium	1685	t	6	0.4
Lead	2023	t	-25	-1.2
Zinc	2264	t	14	0.6
Tin	19825	t	0	0.0
CBT Wheat (Dec)	3.97	bshl	-0.11	-2.6

Commodities Commentary

Oil – **OPEC's** monthly market report contained confirmation of a daily 200,000bbl production boost in September to 33.39MMbbl/d.

The API's weekly US stockpiles were reported post-trade. EIA-estimated inventories are due tonight. Meanwhile, a robust \$US kept a cap on most commodities trade.

Brent crude fell 1.1% for the session, settling at \$US51.81/bbl.

Gold – the \$US traded at seven-month peaks, constraining prices. The release of Federal Reserve policy meeting minutes did not appear to effect any sharp moves.

Base metals – LME *copper* inventories were reported at a three-week low, after falling by 1500t Tuesday. Bargain-buying, following Tuesday's drops, helped support most metals to ultimately higher settlements despite \$US strength.

Exchange Rates

CURRENCIES	LAST	+/-	%
AUD – USD	0.7563	0.0000	0.00
EUR – USD	1.1007	0.0001	0.01

Australian Data Today

MelbInst	Inflation expectations	Oct
ABS	Annual report	FY 2016

US Data Tonight

Initial jobless claims	8 Oct
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Pre-Open Announcements

Bapcor Ltd (BAP)

BAP's \$5.85-per-share SPP has been extended until 28 October. BAP traded at \$5.69 - \$5.95 yesterday, falling 3.7% for the session.

Matrix Composites & Engineering (MCE)

MCE CFO Brendan Cocks has also been appointed joint company secretary.

Kina Securities (* KSL)

Selected to provide fund administration services to Papua New Guinea's National Superannuation Fund (NASFUND).

Search Party Group (* SP1)

September quarter gross revenue grew 47% to \$460,000 during the quarter, and placements increased 34%, to 135. Expecting 177 placements for the December quarter, representing a further 32% increase.

Pushpay Holdings (PPH)

New Zealand-based finance software specialist completed its ASX listing yesterday, following a foreign-exempt designation. PPH raised \$A40M at \$A2.09 per share in an institutional placement prior to the listing. Opened at \$2.06 and slipped to \$1.98 before closing at \$2.05. 539,233 shares changed hands across 207 trades.

Powerhouse Ventures (PVL)

New Zealand-based commercialisation support specialist completed its ASX listing yesterday, following a \$10M IPO at \$1.07 per share. Opened at \$1.07 and traded at 94c - \$108.5 before settling at 99c. 152,810 shares were traded across 96 transactions.

Resources

Lucapa Diamond Company (* LOM)

HoA secured for LOM to potentially acquire 80% of Leopold Diamond Company's Brooking diamond project, west Kimberley region, WA. Consideration comprises \$A140,000 cash, 250,000 LOM shares and 500,000 LOM options.

Enterprise Metals (ENT)

Non-executive ENT director Allen Trench has been appointed chairman, on the resignation of Jingbin Wang from the ENT board. Major ENT shareholder (~26.3%) SinoTech has appointed Zhijun He as the company's replacement (for Dr Wang) ENT board representative. ENT appreciated 28.6% on six trades yesterday, closing at 1.8c.

Energy

Petsec Energy (PSA)

Investor presentation lodged this morning.

Trading Halts

Company	Code	Resuming
BC Iron	BCI	13 Oct
Botswana Metals	BML	13 Oct
Enerji Ltd	ERJ	13 Oct
Exterra Resources	EXC	13 Oct
Target Energy	TEX	13 Oct
De Grey Mining	DEG	14 Oct
DigitalX Ltd	DCC	14 Oct
Kabuni Ltd	KBU	14 Oct



Import & export prices Sep

Other Overseas Data Today & Tonight

China	Trade balance	Sep
Japan	Bank lending	Sep
UK	RICS house prices	Sep
Germany	CPI (final)	Sep

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Lithium Power International LPI 14 Oct

Suspensions (selected)

Company	Code	Since
Cleveland Mining Company	CDG	3 Oct
Cudoco Ltd	CDU	30 Sep
Drake Resources	DRK	23 Sep
Freshtel Holdings	FRE	6 Oct
Orinoco Gold	OGX	12 Oct
Unilife Corporation	UNS	30 Sep
Wolf Minerals	WLF	30 Sep
Zamia Metals	ZGM	3 Oct

Ex-Dividends

Code	Ex-Div	Div (c)	Fr (%)	Yield (%)
CCV	Today	1	100	8.11
MFF	Today	1	100	1.15
NUF	Today	7	0	1.19
NZM	Today	~2.85	0	4.17
SMX	Today	3	100	5.94
VELCP	Today	0.5	100	0.05
VELIN	Today	5.5	100	7.43
NHC	Mon	2	100	2.04
PRO	Mon	2	0	3.83
TPM	Mon	7.5	100	1.85
WAA	Mon	2.5	100	4.24
WAM	Mon	7.25	100	5.97
WAX	Mon	4.25	100	5.12
BWR	Tue	4	0	7.98
CCP	Tue	27	100	2.61
CDM	Tue	4	100	7.00
FGG	Tue	1	100	0.94
NCC	Wed	3.5	100	4.89
AVG	20 Oct	1.5	100	2.68
BWF	20 Oct	1.8	100	5.30
BYI	20 Oct	5	10	8.00
MCP	20 Oct	2	100	7.34
1AL	21 Oct	3.5	0	10.10
SNC	21 Oct	3	100	5.43

Reports & Events

(selected scheduled)

When	Company	Report/Event
Today	ILU	Sep Q
	MFG	AGM
	ORA	AGM
	TCL	AGM; Sep Q stats
Tomorrow	ARB	AGM
	RRL	Sep Q
Mon	PDN	Sep Q
	SAR	Sep Q
	SXY	Sep Q
	WHC	Sep Q
Tue	AZJ	AGM; Sep Q
	CGF	Sep Q

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	COH	AGM
Wed	ANN	AGM
	BAL	AGM
	ORG	AGM
	SBM	Sep Q
	SSM	AGM
	TRS	AGM
20 Oct	AIA	AGM
	AMC	AGM
	BXB	Sep Q
	CIM	Sep Q
	CWN	AGM
	EVN	Sep Q
	FMG	Sep Q
	IOF	AGM
	LLC	AGM
	RIO	Sep Q
	S32	Sep Q
	SPO	AGM
	SXL	AGM
	SYD	Sep stats
WPL	Sep Q	
21 Oct	BAP	AGM
	EVT	AGM
	HSO	AGM
	IAG	AGM
	JHC	AGM
	MQA	Sep Q
	OZL	Sep Q
	QAN	AGM
	RSG	Sep Q
	SKC	AGM
	STO	Sep Q