

Markets

SFE 200 Futures (9.30am AEST)	6365
NZX 50	10614
DJIA Futures	29926
S&P 500 Futures	3688
NASDAQ Futures	11365

Local Markets Commentary

The Australian market commences a new week's trade on the back of a mixed US equities session on Friday. The ASX looks to extend the sell-off. No local reports today.

This week we look forward to a number of key domestic and international reports. Budgets for NSW and QLD are due, as well as business conditions surveys.

Internationally, the US release their housing data, consumer confidence survey and business conditions survey.

Over to Ukraine, Russia have seized a village near the city of Sievierodonetsk, a prime target in Putin's campaign to control the country's East. The head of NATO predicts the war could last for years.

US equities observe Juneteenth Holiday and will be closed tonight as of 11:30pm AEST.

Regionally, Rightmove out of the UK release their house price figures for June. Prices of property coming to market last month hit a fourth consecutive record of £367,501, up by 2.1% monthly.

In overnight commodities trade, **brent futures** fell to \$US113.12.

US **gold** futures fell to \$US1840.6/oz.

Iron ore (Nymex CFR China, 62% Fe) settles lower to \$US131.38/t.

LME (3mth evening) **copper, aluminium** and **nickel** fell.

The **\$A** dropped to US69.24c after trading US68.974c – US70.521c early yesterday evening.

Overseas Markets

INDEX	CLOSE	+/-	%
Dow Jones	29889	-38	-0.13
S&P 500	3675	8	0.22
NASDAQ	10798	152	1.43
FTSE 100	7016	-29	-0.41
DAX 30	13126	88	0.67
Shanghai Comp	3317	31	0.96

Overseas Markets Commentary
June quarter S&P/ASX indices re-balance

The following changes will be effective prior to the opening of today's trade:

S&P/ASX 50

Out: SQ2

In: MIN

S&P/ASX 100

Out: MFG

S&P/ASX 200

Out: APX, CDA, PNV, PTM, TYR, CWN

In: BRN, CXO, LKE, NHC, CRN

S&P/ASX All Technology Index

Out: ABY, AHI, CAT, DW8, EVS, HPG, SPX, SYM, VHT, VR1

Today's Stock Watch
Infomedia Ltd (IFM)

Received a further conditional non-binding indicative proposal from Solera Holdings to acquire 100% of Infomedia of \$1.70 per share payable in cash. IFM's previous close \$1.49.

PointsBet Holdings Ltd (PBH)

Received a significant equity investment from SIG Sports Investments Corporation with a placement of 38.75m shares at \$A2.43 per share and raising \$A94.16m.

SCA Property Group (SCP)

Enters into a \$150m agreement with Centuria Capital Group's subsidiary, Primewest, to acquire five convenience based shopping centres across Australia.

Transurban Group (TCL)

Distribution of fully paid ordinary securities at \$0.26.
 Ex-Dividend date 29 June 2022.

Resources
Iluka Resources Ltd (ILU)

Announced a demerger of Sierra Rutile Holdings Ltd. Shareholders will vote on the demerger at the General Meeting on 22 July 2022. Iluka shareholders will be entitled to 1 share in Sierra Rutile for each Iluka share held.



Major European, UK and US equities markets concluded last week's trade on a mixed note.

In the **US**, a removal of some tariffs on China have been considered a strategy to ease inflation. Meanwhile, Biden is evaluating a pause on Federal gas tax to reduce gasoline prices across the country. Inflation is now at its 40-year high, yet whatever strategy the US carry out, Cleveland Federal Reserve Bank President Loretta Mester says inflation will take two years to fall to the central bank's 2% target, but it will be "moving down" gradually.

Torrential 60 year high rainfall in **Southern China** has devastated several cities with floods and mudslides as warm and humid air in the south collides with cooler air masses from the north. Also from **China**, e-commerce titan JD.com has reported its slowest growth for 2022, during the first major shopping festival since a recent COVID-19 outbreak. This shows how the country's overall demand has been hit by lockdowns and slowing economic conditions. Reactions from the market were still apathetic, as e-commerce companies attempt to lure in consumers with deeper discounts and simpler promotion rules.

Elsewhere, **Italy** has become the latest European country to report further cuts in its Russian gas supply. Energy giant Eni said it would receive only half of the 63 million cubic metres per day it had requested from Gazprom on Friday, after experiencing shortfalls for two days. Additionally, Germany has accused Gazprom of attempting to push up energy prices by sharply reducing supplies.

Commodities

COMMODITY	CLOSE	\$US/	+/-	%
Gold (NY) (Aug)	1840.6	oz	-9.3	-0.5
Silver (NY) (Sep)	21.68	oz	-0.29	-1.3
Gold (LON) (16 Jun)	1826.5	oz		
Platinum	930.8	oz		
WTI Crude (NYMEX Jul)	109.56	bbbl	-8.03	-6.8
Brent Crude (ICE EUR Aug)	113.12	bbbl	-6.69	-5.6
Iron Ore (NYMEX CHN port;62%Fe)	131.38	t	-3.66	-2.7
Copper (LME 3mth Evening)	9100	t	-5	-0.05
Nickel	25450	t	-175	-0.68
Aluminium	2502	t	-23	-0.91
Lead	2085	t	3	0.14
Zinc	3532	t	-46	-1.29
Tin	32300	t	5	0.02

Commodities Commentary

Oil – a rising USD has been pressuring the oil prices to a four-week low on Friday, with interest rate worries also acting as a crucial factor in cutting demand for energy.

Gold – volatility in the global marketplace is a significant reason why gold has held its ground in the face of The Fed's aggressive monetary policy tightening. Although the precious metal ended last week's trade just over \$US1840/oz, investors see this price as a major victory as it continues to hold up against not only the Fed,

Arizona Lithium Ltd (AZL)

Signed a 5-year lease to establish a world class Lithium Research Centre in Tempe, Arizona. The centre will function as a technology incubator, focused on the extraction of lithium from a variety of ores and brines, as well as the production of battery-grade lithium chemicals.

Pre-Open Announcements

Delta Drone International Ltd (DLT)

Eden Attias (Non-Executive Chairman) and Stephen Gorenstein (Non-Executive Director) have resigned.

Flinders Mines Ltd (FMS)

Neil Warburton (Non-Executive Chair) has tendered his resignation effective 30 June 2022.

Resource Mining Corporation Ltd (RMC)

Noel O'Brien has been appointed as Non-Executive Technical Director effective today.



but global interest rate hikes. Gold carries on outperforming US equities.

Exchange Rates

CURRENCIES	LAST	+/-	%
AUD – USD	0.6924	-0.009	-1.28
EUR – USD	1.05	-0.0018	-0.17

Other Overseas Data Today & Tonight

UK	BoE Haskel Speech
Germany	PPI MoM/YoY - May
Euro zone	Construction Output YoY - April

Need More Information?

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