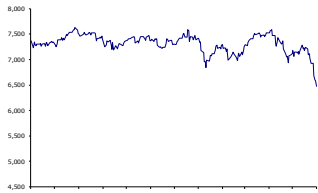
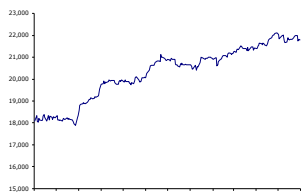


12-month XJO chart

12-month Dow Jones chart

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Global Wrap – 19 June 2022

World Markets	19/06/2022	12/06/2022	Wkly Chg	Mthly Chg	Yearly Chg
ASX 200	6475	6932	-6.6%	-9.5%	16.8%
S&P 500	3675	3901	-5.8%	-7.6%	63.6%
FTSE 100	7016	7318	-4.1%	-6.7%	1.2%
DAX30	14050	13719	2.4%	3.6%	3.6%
Shanghai Composite	3317	3256	1.9%	6.2%	3.2%
Nikkei 225	25963	26987	-3.8%	-2.4%	38.4%
Hang Seng	21075	21806	-3.4%	4.5%	-7.8%
Currency					
AUD/USD	0.6924	0.7067	-2.0%	-3.8%	0.7%
Commodities					
Oil (\$/bbl)	109.6	120.5	-9.1%	-0.7%	105.5%
Gas (\$/gal)	6.9	8.8	-22.4%	-23.7%	88.9%
Iron Ore (\$/t)	0.0	53.9	-100.0%	-100.0%	-100.0%
Copper (\$/t)	9101	9537	-4.6%	-2.0%	55.9%
Lead (\$/t)	2073	2151	-3.6%	-2.3%	-11.1%
Zinc (\$/t)	3701	3755	-1.4%	-1.3%	34.9%
Aluminium (\$/t)	2474	2695	-8.2%	-12.6%	42.9%
Nickel (\$/t)	25435	27570	-7.7%	-4.8%	123.7%
Tin (\$/t)	32600	36550	-10.8%	-5.0%	52.4%
Gold (\$/oz)	1841	1876	-1.9%	-0.6%	57.0%
Silver (\$/oz)	21.7	21.9	-1.1%	-0.9%	26.8%
Platinum (\$/oz)	931	971	-4.1%	0.2%	-0.7%
Wheat (\$/t)	1046.750	1072.250	-2.4%	-9.0%	156.4%

Source: Iress

Key points

- 1. US tech shares enjoy a bounce on Friday ahead of long weekend**
- 2. ASX has worst week since Covid meltdown in 2020**
- 3. What to watch this week**

In the US the S&P 500 and the Nasdaq Composite bounced on Friday as Wall Street following a brutal week of selling as investors grew increasingly worried about a potential economic slowdown.

The **Dow Jones Industrial Average** slipped 38.29 points, or 0.13% to 29,888.78, while the **S&P 500** gained 0.22% to close at 3,674.84. The **Nasdaq** jumped 1.43% to 10,798.35.

But all the major averages ended the week in the negative, with the S&P 500 posting its worst week since 2020.

Markets on Friday also had a **quadruple witching**. This refers to the simultaneous expiration of stock index futures, single-stock futures, stock options and stock index options, which happens once a quarter. It typically leads to a surge in trading volume, making for choppy trading action or volatility as traders close out positions.



Beaten-up **tech shares** staged a rally on Friday after investors have been heavily selling off the growth sector as rates rise. Shares of **Amazon** jumped 2.5%. **Apple, Nvidia, Tesla** and **Netflix** added more than 1%.

Travel stocks such as **Carnival** and **Norwegian Cruise Line** also rebounded, jumping roughly 10% each. **Airbnb** and **airline stocks** also finished the session higher.

The Dow was dragged down by shares of **Chevron, Walmart** and **Goldman Sachs**. **American Express** gained nearly 4.9% and **Boeing** added about 2.6%, cutting back some of those losses.

Consumer discretionary, communication services and **information technology** jumped about 1% on Friday but posted losses for the week. **Energy** continued its retreat, falling 5.5%.

Several key pieces of US economic data fell short of forecasts this week, ranging from **May retail sales** to **housing starts**. Additionally, the **Federal Reserve raised its benchmark interest rate** by the most since 1994.

Comments from Fed Chair Jerome Powell on Friday echoed the central bank's commitment to tamping down inflation after hiking rates by 75 basis points earlier this week.

For the week the S&P 500 closed down 5.8%, the Dow closed down 4.8% for the week and the Nasdaq Composite also slipped 4.8%.

Beyond concerns about tighter monetary conditions, other factors such as the disruptions caused by China's zero-Covid policy and the ongoing Russia-Ukraine war have also further contributed to an uncertain economic outlook.

Many traders are now welcoming the holiday on Monday as a circuit breaker.

In Asia the **Nikkei 225** in Japan fell 1.77% to close to 25,963 as shares of conglomerate **SoftBank Group** plunged 4.24% while the Topix index shed 1.71% to 1,835.90.

In Hong Kong, the **Hang Seng** index recovered from earlier losses to rise 1.15%, as of its final hour of trading.

Mainland China stocks closed higher, with the **Shanghai Composite** up 0.96% to 3,316.79 while the **Shenzhen Component** gained 1.483% to 12,331.14.

Mainland China stocks closed higher, with the **Shanghai Composite** up 0.96% to 3,316.79 while the **Shenzhen Component** gained 1.483% to 12,331.14.

The pan-European **Stoxx 600** provisionally ended 0.1% higher, with tech stocks up 1.4% to lead gains as most sectors traded in positive territory. **Oil and gas** stocks tumbled over 4%.

In terms of individual share price movement, **ABN Amro** surged more than 5.6% after Bloomberg reported that France's **BNP Paribas** is interested in acquiring the Dutch bank.

Meanwhile **European Central Bank (ECB)** policymaker Klaas Knot said on Friday that several 50 basis point interest rate hikes could be on the table if inflation worsens in the euro zone.

His comments came as data on Friday confirmed euro zone inflation at a record high of 8.1% year-on-year in May.

Australian shares suffered their worst week since the pandemic-induced meltdown in 2020, tracking Wall Street on fears that aggressive policy tightening will induce a recession.

The **S&P/ASX 200** index fell 1.8% to 6474.8 points on Friday, its lowest in 18 months. It has dropped 6.6% for the week, the biggest such tumble since March 2020 and follows a steep 4.2% slide last week. The All Ordinaries lost 1.8% to 6663.3 points, with the mood already somber after Wall Street tumbled on Thursday

Out of the index's 11 sectors, **consumer staples** was the only category in the black with a gain of 0.6%. **Materials** was the hardest-hit, dropping 2.8%, followed by tech stocks, off 2.4%.

All four **major banks** slipped with **CBA, Westpac** and **ANZ** touching their lowest in one year in another horrendous week for financial stocks. CBA dropped 3.6% to \$87.26, ANZ fell 1.6% to \$21.17 and Westpac shed 0.7% to \$19.19. NAB tumbled 1.7% to \$25.92.



Macquarie Group retreated 3% to \$159.7 but **Magellan** bounced 1.8% to \$12.48.

Bank shares have been slammed on worries the Reserve Bank of Australia's more aggressive tightening would lead to a spike in bad debts, higher funding costs and tougher times ahead in the mortgage market. **Humm** shares plunged 21.7% to 45¢ after **Latitude Financial** canned its merger plans with Humm Group. Humm director Andrew Abercrombie instructed shareholders to wait for a better offer.

Falling oil prices weighed on **energy stocks** on demand concerns after central banks in the US and Europe raised interest rates this week, some by amounts that shocked markets.

Santos dropped 2.9% to \$7.79, **Woodside** shed 0.9% to \$31.92 and **Beach Energy** declined 1.2% to \$1.69.

It was also a tough session for **mining giants** due to falling iron ore prices after Chinese steel mills reduced output amid weak profits and lower demand.

Not helping was China's plans to consolidate the country's iron ore imports through a new centrally controlled group by the end of this year, as Xi Jinping's administration seeks to increase Beijing's pricing power over the industry.

Rio Tinto skidded 4.2% to \$107.01 and **BHP Group** shed 3.4% to \$42.52. **Fortescue Metals** retreated 5.2% to \$18.6 as [Fortescue CEO Andrew Forrest assured investors](#) that its low cost base and green energy plans left it well-placed to weather the storm of rising borrowing costs, soaring inflation and slower growth.

But gold miners were among the rare stocks that enjoyed gains. **Evolution Mining** rocketed 5.4% to \$3.69. St Barbara jumped 6.1% to \$1.21, and Northern Star Resources lifted 5.1% to \$8.6.

Infant formula and dairy company **Bubs Australia** shot up 9.1% after materially upgrading its fiscal revenue and earnings expectations amid strong demand in China and chronic shortages of formula supplies in the US.

This coming week, US markets will be closed on Monday for '**Juneteenth**', which honours the end of slavery in the US.

On Tuesday the **Reserve Bank of Australia (RBA)** will release its minutes from this month's meeting when it raised the cash rate by 0.5%. RBA Governor Philip Lowe will also deliver a speech.

UK inflation data comes out on Wednesday, when US Federal Reserve Chair Jerome Powell will testify before Congress, giving an overview of the economy and monetary policy.

On Thursday European Union leaders will meet and **US jobless figures** will be released.

Sources: *CNBC, AFR, FXStreet*

**Economic Calendar 20/06/2022 – 24/06/2022**

Tuesday June 21 2022		Actual	Previous	Consensus	Forecast	
09:30 AM	AU	RBA Meeting Minutes				
10:00 PM	US	Existing Home Sales MAY	5.61M	5.39M	5.3M	
Wednesday June 22 2022		Actual	Previous	Consensus	Forecast	
02:00 PM	GB	Inflation Rate YoY MAY	9%	9.1%	9.2%	
08:30 PM	CA	Inflation Rate YoY MAY	6.8%	7.5%	7%	
09:30 PM	US	Fed Chair Powell Testimony				
Thursday June 23 2022		Actual	Previous	Consensus	Forecast	
03:30 PM	DE	S&P Global Manufacturing PMI Flash JUN	54.8	54	53.7	
04:30 PM	GB	S&P Global/CIPS Manufacturing PMI Flash JUN	54.6	53.8	54.2	
10:00 PM	US	Fed Chair Powell Testimony				
Friday June 24 2022		Actual	Previous	Consensus	Forecast	
07:01 AM	GB	GfK Consumer Confidence JUN	-40	-41	-42	
07:30 AM	JP	Inflation Rate YoY MAY	2.5%		2.3%	
02:00 PM	GB	Retail Sales MoM MAY	1.4%	-0.9%	-0.3%	
04:00 PM	DE	Ifo Business Climate JUN	93	92.9	92.5	
10:00 PM	US	New Home Sales MAY	0.591M	0.585M	0.585M	

Economic Calendar 27/06/2022 – 1/07/2022

Monday June 27 2022		Actual	Previous	Consensus	Forecast	
08:30 PM	US	Durable Goods Orders MoM MAY	0.4%		0.3%	
Tuesday June 28 2022		Actual	Previous	Consensus	Forecast	
02:00 PM	DE	GfK Consumer Confidence JUL	-26			
Wednesday June 29 2022		Actual	Previous	Consensus	Forecast	
01:00 PM	JP	Consumer Confidence JUN	34.1		33	
08:00 PM	DE	Inflation Rate YoY Prel JUN	7.9%		7.5%	
Thursday June 30 2022		Actual	Previous	Consensus	Forecast	
09:30 AM	CN	NBS Manufacturing PMI JUN	49.6		51.2	
02:45 PM	FR	Inflation Rate YoY Prel JUN	5.2%			
04:00 PM	IT	Unemployment Rate MAY	8.4%		8.5%	
05:00 PM	EA	Unemployment Rate MAY	6.8%			
08:30 PM	US	Personal Income MoM MAY	0.4%		0.3%	
08:30 PM	US	Personal Spending MoM MAY	0.9%		-0.1%	
Friday July 01 2022		Actual	Previous	Consensus	Forecast	
07:50 AM	JP	Tankan Large Manufacturers Index Q2	14	13	10	
09:45 AM	CN	Caixin Manufacturing PMI JUN	48.1		50.5	
05:00 PM	EA	Inflation Rate YoY Flash JUN	8.1%		7.3%	
05:00 PM	IT	Inflation Rate YoY Prel JUN	6.8%			
10:00 PM	US	ISM Manufacturing PMI JUN	56.1		55	

Source: www.tradingeconomics.com

**All Ords Top 10 Week Ending 17 June 2022**

10 Best Performing Stocks Weekly (%)			10 Worst Performing Stocks Weekly (%)		
PNV	Polynovo Limited	15.6	GUD	G.U.D. Holdings	-27.1
EML	EML Payments Ltd	9.0	SQ2	Block	-26.1
RMS	Ramelius Resources	6.2	HUB	HUB24 Ltd	-20.1
NCM	Newcrest Mining	5.8	NVX	Novonix Limited	-19.6
EVN	Evolution Mining Ltd	5.4	LNK	Link Admin Hldg	-19.4
SBM	St Barbara Limited	5.2	CIA	Champion Iron Ltd	-18.3
SLR	Silver Lake Resource	4.5	CHN	Chalice Mining Ltd	-16.8
CAR	Carsales.Com Ltd.	4.2	SGM	Sims Limited	-16.0
RRL	Regis Resources	3.6	MP1	Megaport Limited	-15.7
EDV	Endeavour	3.5	JHX	James Hardie Indust	-15.6

Source: IRESS

S & P Indices Week Ending 17 June 2022

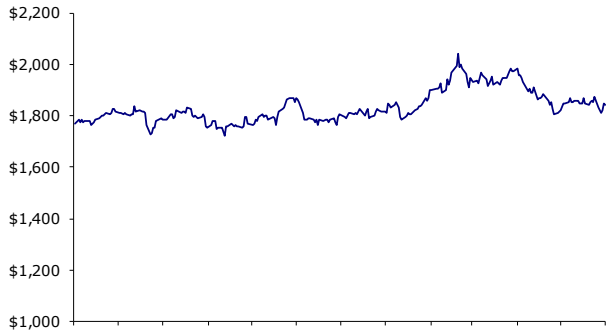
S&P Indices	19/06/2022	12/06/2022	Wkly Chg	Mthly Chg	Yearly Chg
S&P 200 Energy	10115	11019	-8.2%	1.5%	13.7%
S&P 200 Materials	16443	17810	-7.7%	-6.1%	66.1%
S&P 200 Industrials	6085	6481	-6.1%	-6.7%	19.2%
S&P 200 Consumer Disc.	2578	2747	-6.2%	-9.8%	23.1%
S&P 200 Consumer Staples	12242	12622	-3.0%	-6.0%	43.1%
S&P 200 Healthcare	37727	40132	-6.0%	-7.4%	95.7%
S&P 200 Financials	5549	5960	-6.9%	-15.8%	-12.9%
S&P 200 Info Technology	1268	1406	-9.8%	-11.6%	63.0%
S&P 200 Telecommunicatic	1331	1363	-2.4%	-6.0%	-24.2%
S&P 200 Utilities	7583	7937	-4.5%	-8.3%	0.6%
S&P 200 Property Trusts	1283	1356	-5.4%	-11.9%	-4.3%
S&P 200 Financials ex PT	6189	6648	-6.9%	-15.8%	-12.9%

Source: IRESS

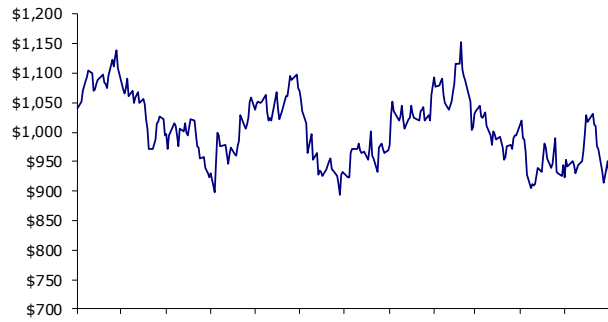


1 Year Commodity Price Charts

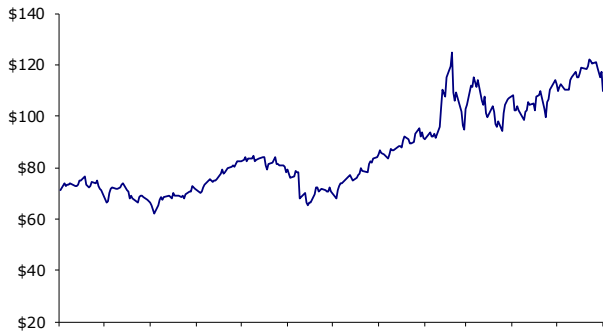
1 Year Gold



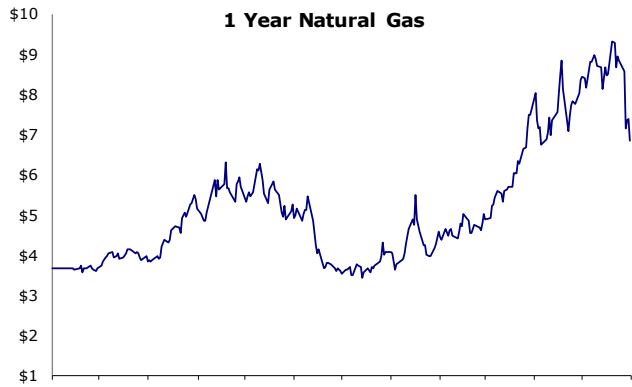
1 Year Platinum



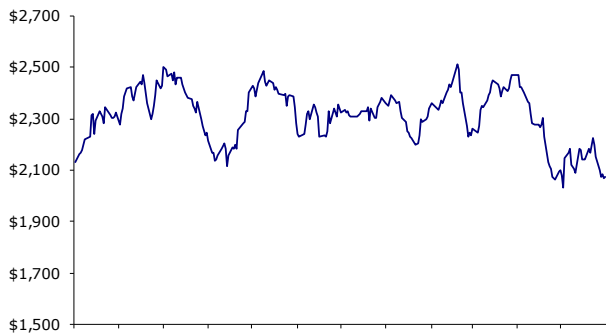
1 Year Oil



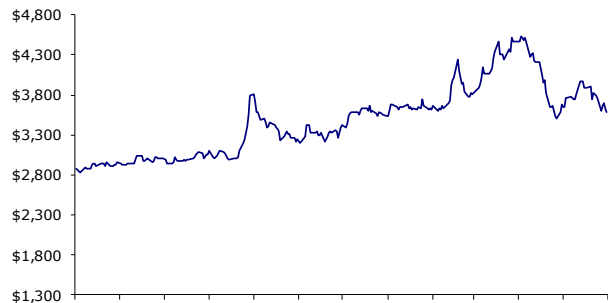
1 Year Natural Gas



1 Year Lead

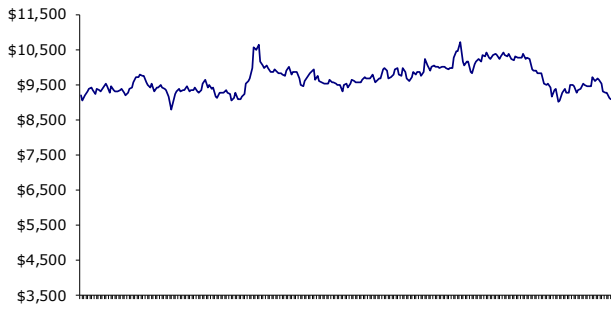


1 Year Zinc

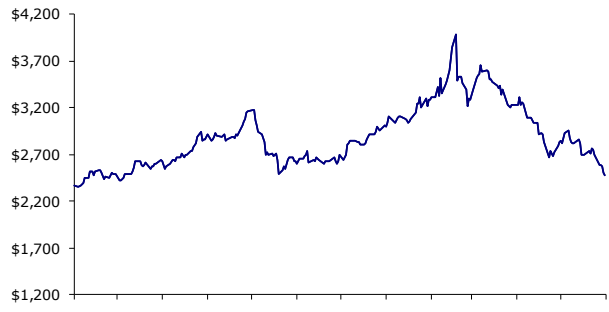




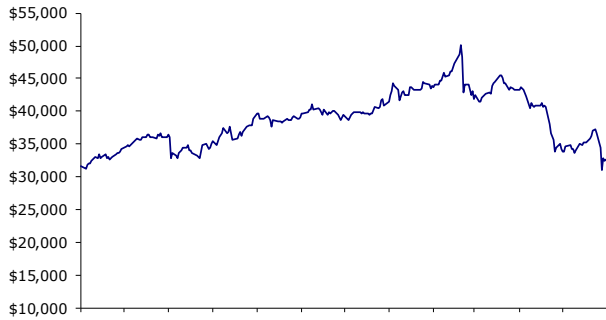
1 Year Copper



1 Year Aluminium

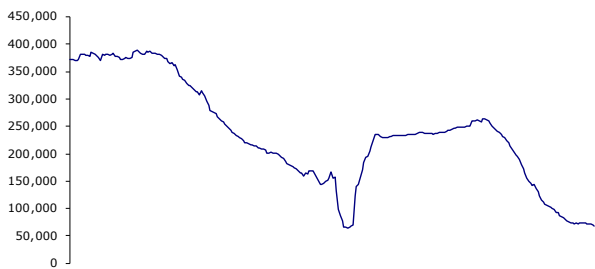


1 Year Tin

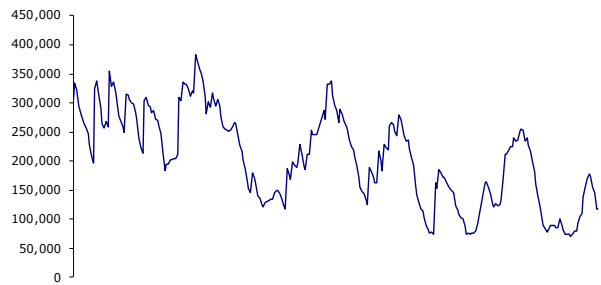


5 Year Metals Stockpiles

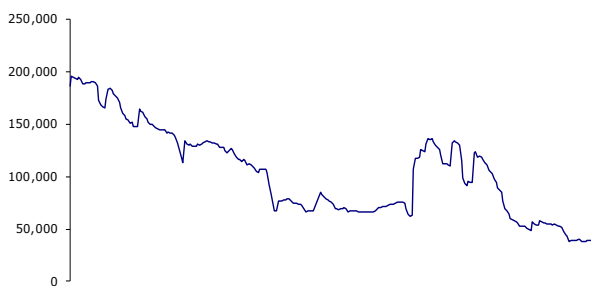
Nickel LME Stockpiles - 5 Year



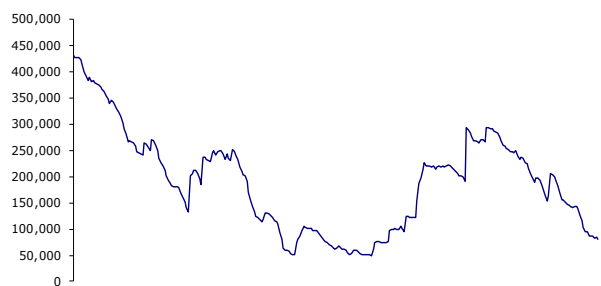
Copper LME Stockpiles - 5 Year



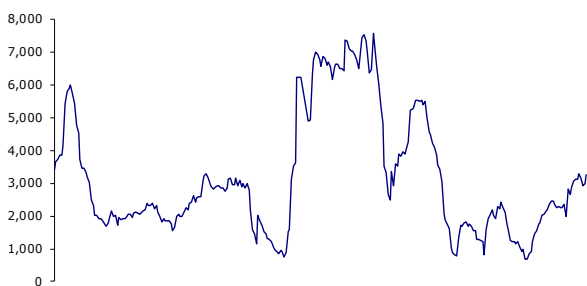
Lead LME Stockpiles - 5 Year



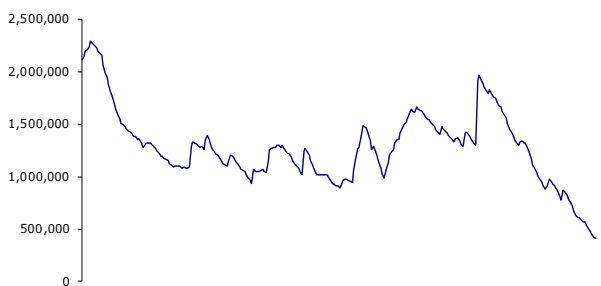
Zinc LME Stockpiles - 5 Year



Tin LME Stockpiles - 5 Year



Aluminium LME Stockpiles - 5 Year





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