



Global Markets Update

- **U.S.** Equity markets closed lower on Friday, with the S&P 500 down -1.9%, NASDAQ down -2.8% and Dow Jones declining -1.4%, amid rising geopolitical tensions with the U.S. warning Russia could take offensive military action against Ukraine as early as next week, leading to the U.K. and U.S. advising citizens to leave Ukraine and U.S. President Joe Biden sending Vladimir Putin an ultimatum about the consequences of any invasion of Ukraine, warning that Russia would face “severe costs.” U.S. consumer sentiment declined further in early February to a fresh decade low as views about personal finances deteriorated due to intensifying inflation concerns with consumers now expecting an inflation rate of 5% over the next year, up from last month’s reading of 4.9% and the highest since 2008.
- **Long-dated U.S. treasury yields** were lower, with the 2-Yr yield at 1.500% and the 10-Yr yield at 1.937%.
- **European markets.** European equity markets closed lower on Friday, with Stoxx Europe 600 down -0.6%, U.K. FTSE 100 down -0.1% and German DAX declining -0.4%, amid fears of aggressive monetary policy tightening that could slow economic and profit growth. The U.K. economy expanded at the fastest pace since World War II in 2021 after suffering a milder hit than expected in December, with +7.5% GDP expansion, the largest since 1941, making Britain the fastest-growing advanced economy in 2021.
- **Asian markets.** Asian equity markets closed lower on Friday, with the Shanghai Composite down -0.7%, KOSPI down -0.9% and Nikkei 225 remaining closed for a holiday. The Hang Seng declined -0.1%, after Hong Kong’s health officials warned that the city is facing a “crisis” as a record 2,000 preliminary positive cases threatened to overwhelm hospitals and upend its Covid Zero strategy.
- **WTI oil** is trading at US\$93.10 a barrel. **Iron ore price** is at US\$137.07 per ton. **Spot gold** is trading at US\$1,859 per oz.

ASX Market Update

- **ASX performance.** The S&P/ASX 200 closed -0.98% lower on Friday.
- **Unibail-Rodamco-Westfield (URW)** was up +6.5%, after forecasting FY22 adjusted recurring EPS of EU8.20-8.40 vs consensus estimate of EU8.26.
- **Today’s trading.** No major data is to be published.

Figure 1: Key Market Summary

ASX Performance	1D Chg (%)	5D Chg (%)
ASX/S&P 200	-0.98%	1.4%
ASX/S&P All Ords	-1.05%	1.3%

By Sector

Banks	-0.54%	5.0%
Insurance	0.55%	4.1%
Diversified Financials	-1.01%	0.1%
Real Estate	-2.68%	-2.0%
Consumer Discretionary	-1.66%	-0.4%
Industrials	-1.85%	-0.8%
Telcos	-0.99%	-1.0%
Utilities	-2.14%	-1.1%
Healthcare	-2.07%	-3.1%
Consumer Staples	-1.42%	-2.3%
Energy	-0.76%	0.6%
Metals & Mining	0.33%	3.3%

ASX200 Top 5	Price (A\$)	1D Chg (%)
UNIBAIL-RODAMCO-WESTFIEL	5.60	6.5%
INSURANCE AUSTRALIA GROU	4.74	4.2%
RIO TINTO LTD	122.36	2.9%
ALS LTD	12.30	2.7%
FORTESCUE METALS GROUP LT	22.83	2.5%

ASX200 Bottom 5	Price (A\$)	1D Chg (%)
IDP EDUCATION LTD	28.53	-8.1%
ZIP CO LTD	2.85	-7.2%
BLOCK INC - CDI	147.45	-6.7%
POINTSBET HOLDINGS LTD	4.87	-6.5%
MEGAPORT LTD	13.70	-6.5%

Market Valuations	PE-Multiple	Div. Yield
ASX200	16.7.x	4.0%
FTSE 100 Index	12.4.x	3.8%
DAX Index	13.8.x	2.9%
CAC 40 Index	14.2.x	3.0%
S&P 500 Index	19.9.x	1.5%
Dow Jones Ind. Avg	18.3.x	2.0%
NASDAQ	25.1.x	0.8%
NZX All Ords	31.0.x	2.7%
HANG SENG Index	11.8.x	3.0%
NIKKEI 225	17.0.x	1.9%
Shanghai Composite	11.2.x	2.7%

Source: Bloomberg, BTIG

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Figure 2: Around the Grounds – Price movements across key markets

	Units	Current Value	Price Performance (% Chg)			
			1-day	1-month	6-months	1-year
Developed Markets Equities						
Dow Jones	USD	34,738	-1.4%	-3.3%	-2.2%	10.4%
S&P 500	USD	4,419	-1.9%	-5.2%	-1.1%	12.3%
NASDAQ Composite	USD	13,791	-2.8%	-7.4%	-7.0%	-2.2%
Stoxx Europe 600	EUR	470	-0.6%	-2.4%	-1.3%	13.4%
FTSE 100 (UK)	GBP	7,661	-0.1%	1.6%	6.1%	16.3%
DAX (Germany)	EUR	15,425	-0.4%	-2.9%	-3.5%	9.8%
CAC (France)	EUR	7,012	-1.3%	-1.8%	1.7%	22.9%
Nikkei 225	JPY	27,696	0.4%	-1.9%	-1.3%	-6.3%
ASX 200	AUD	7,217	-1.0%	-2.4%	-5.4%	6.0%
ASX 200 Futures	AUD	7,075	-0.5%	-3.1%	-5.0%	7.8%
Emerging Markets Equities						
MSCI Emerging Markets	USD	1,241	-0.8%	-1.3%	-3.2%	-13.2%
Hang Seng (HK)	HKD	24,907	-0.1%	2.1%	-5.6%	-17.5%
Shanghai Composite	CNY	3,463	-0.7%	-1.7%	-1.5%	-5.3%
Korea	KRW	2,748	-0.9%	-6.0%	-13.4%	-11.4%
Taiwan	TWD	18,311	-0.1%	-0.5%	7.8%	15.9%
Brazil	BRL	113,572	0.2%	6.2%	-6.3%	-4.9%
Bombay Stock Exchange (India)	INR	58,153	-1.3%	-5.0%	4.9%	12.8%
South Africa	ZAR	69,681	-0.4%	1.8%	10.1%	14.8%
Foreign Exchange						
AUDUSD	Currency	0.7137	-0.4%	-1.0%	-3.2%	-7.9%
AUDGBP	Currency	0.5263	0.4%	0.5%	1.0%	6.6%
AUDEUR	Currency	0.6286	-0.2%	0.9%	-0.1%	1.7%
AUDCNY	Currency	4.56	0.5%	0.3%	4.7%	9.9%
Commodities						
LME ALUMINUM 3MO (\$)	USD/mt	3,137	-3.5%	5.6%	21.3%	50.8%
LME COPPER 3MO (\$)	USD/mt	9,861	-3.8%	1.5%	3.7%	19.1%
LME NICKEL 3MO (\$)	USD/mt	23,051	-2.0%	5.8%	19.0%	23.8%
SILVER FUTURE Mar22	USD/oz	23.37	-0.7%	2.4%	-0.9%	-14.0%
ICE Newc Coal Fut Apr22	USD/mt	195.10	2.2%	37.1%	57.7%	149.5%
62% Import Fine Ore in USD	USD/t	137.07	4.6%	18.7%	-17.0%	-14.3%
Gold Spot \$/Oz	USD/oz	1,859	1.7%	2.0%	6.1%	1.8%
WTI Oil	USD/bbl	93.10	3.6%	15.4%	39.4%	74.6%
Henry Hub	USD/mmBtu	3.92	0.5%	-2.7%	-3.7%	-43.4%
Corn	USD/Bu	651.00	1.4%	8.3%	17.0%	20.3%
Wheat	USD/Bu	797.75	3.4%	3.6%	9.7%	25.9%
Fixed Interest						
10-Yr Bond Yield						
Australia	AUD	2.21%	5.0%	16.7%	80.7%	86.3%
US	USD	1.94%	-4.5%	11.6%	45.6%	66.5%
Germany	EUR	0.30%	4.6%	1200.0%	164.0%	164.8%
Japan	JPY	0.23%	0.0%	50.0%	541.7%	178.3%
Italy	EUR	1.95%	3.3%	49.4%	244.4%	328.3%
Australian Rates						
Cash Rate	AUD	0.10%	0.0%	0.0%	0.0%	0.0%
90-Day BBSW	AUD	0.09%	0.0%	30.8%	325.0%	750.0%
180-Day BBSW	AUD	0.31%	6.9%	31.9%	785.7%	1450.0%
CBOE Options						
CBOE VIX (Volatility Index)	Index	27.36	14.4%	42.6%	77.1%	37.0%

Source: BTIG, Bloomberg

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