Morning Report

iInvest Securities

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Global Markets Update

- **U.S.** Equity markets closed lower on Friday, with both the S&P 500 and Dow Jones down -0.7% and NASDAQ down -1.2%, amid worries about the Federal Reserve's next policy steps with Chicago Fed President Charles Evans and his New York counterpart John Williams implicitly reinforcing the message that the U.S. central bank will raise rates by a quarter point at its March meeting.

- **Long-dated U.S. treasury yields** were mixed, with the 2-Yr yield higher at 1.465% and the 10-Yr yield lower at 1.923%.

- **European markets.** European equity markets closed lower on Friday, with the Stoxx Europe 600 down -0.8%, German DAX down -1.5% and U.K. FTSE 100 declining -0.3%, amid concerns over tensions between the West and Russia with the U.S. warning Russia has massed as many as 190,000 personnel in and around Ukraine, calling it the most-significant military mobilization since World War II. U.K. retail sales bounced back in January, increasing +1.9% MoM, the biggest monthly increase since April 2020, driven by a pick up in spending on household goods and at garden centers, as the impact of the omicron variant on consumers ebbed.

- **Asian markets.** Asian equity markets closed mixed on Friday, with the Hang Seng down -1.9%, as sentiment was eroded by renewed worries over China's regulatory crackdown on industries, after China issued new guidelines asking food-delivery platforms to cut fees for restaurants. The Shanghai Composite was up +0.7%, KOSPI flat and Nikkei 225 declined -0.4%. Japan's key inflation measure weakened in January with CPI excluding fresh food slowing to +0.2% yoy from +0.5% yoy in prior month, offering support for the BOJ's view that price growth is still too feeble to consider pulling back its stimulus measures.

- **WTI oil** is trading at US$91.77 a barrel. **Iron ore price** is at US$119.06 per ton. **Spot gold** is trading at US$1,899 per oz.

ASX Market Update

- **ASX performance.** The S&P/ASX 200 closed -1.02% lower on Friday.

- **Magellan Financial Group Ltd (MFG)** surged +18.4%, after reporting FY22 adjusted net income of A$248.1m, up +16% y/y and announcing it is considering a share buyback. **QBE Insurance Group Ltd (QBE)** was down -8.7%, after disclosing it would keep a tighter rein on dividends.

- **Today's trading.** In Australia, PMI data is to be published.

Figure 1: Key Market Summary

ASX Performance	1D Chg (%)	5D Chg (%)
ASX/S&P 200	-1.02%	0.1%
ASX/S&P All Ords	-0.95%	-0.2%
By Sector		
Banks	-0.63%	1.2%
Insurance	-2.72%	-3.4%
Diversified Financials	-1.11%	-0.8%
Real Estate	-1.32%	3.0%
Consumer Discretionary	-0.84%	-1.7%
Industrials	-0.73%	1.0%
Telcos	0.32%	-2.5%
Utilities	-4.07%	-2.2%
Healthcare	-3.07%	3.9%
Consumer Staples	-0.92%	2.2%
Energy	-0.75%	-0.5%
Metals & Mining	-0.17%	-1.4%

ASX200 Top 5	Price (A$)	1D Chg (%)
MAGELLAN FINANCIAL GROUF	21.70	18.4%
NRW HOLDINGS LTD	2.12	6.5%
NETWEALTH GROUP LTD	14.06	5.7%
WHITEHAVEN COAL LTD	3.14	4.0%
PERSEUS MINING LTD	1.64	3.5%

ASX200 Bottom 5	Price (A$)	1D Chg (%)
QBE INSURANCE GROUP LTD	11.55	-8.7%
ORIGIN ENERGY LTD	5.65	-8.3%
INCITEC PIVOT LTD	3.06	-6.1%
NEARMAP LTD	1.30	-5.8%
NUIX LTD	1.42	-5.7%

Market Valuations	PE-Multiple	Div. Yield
ASX200	***16.7.x***	***4.0%***
FTSE 100 Index	12.1.x	3.9%
DAX Index	13.4.x	3.0%
CAC 40 Index	13.8.x	3.0%
S&P 500 Index	19.5.x	1.5%
Dow Jones Ind. Avg	17.9.x	2.0%
NASDAQ	24.6.x	0.8%
NZX All Ords	31.0.x	2.7%
HANG SENG Index	11.5.x	3.0%
NIKKEI 225	16.6.x	2.0%
Shanghai Composite	11.3.x	2.7%

Source: Bloomberg, BTIG

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	34,079	-0.7%	-3.6%	-2.5%	8.2%
S&P 500	USD	4,349	-0.7%	-5.0%	-1.2%	11.1%
NASDAQ Composite	USD	13,548	-1.2%	-6.6%	-6.7%	-2.3%
Stoxx Europe 600	EUR	461	-0.8%	-4.0%	-2.9%	11.7%
FTSE 100 (UK)	GBP	7,514	-0.3%	-0.7%	4.8%	13.5%
DAX (Germany)	EUR	15,043	-1.5%	-4.6%	-5.8%	8.3%
CAC (France)	EUR	6,930	-0.2%	-2.9%	2.4%	21.0%
Nikkei 225	JPY	27,122	-0.4%	-1.5%	0.4%	-9.6%
ASX 200	AUD	7,222	-1.0%	0.6%	-3.2%	6.3%
ASX 200 Futures	AUD	7,094	-0.7%	0.6%	-2.7%	8.3%
Emerging Markets Equities						
MSCI Emerging Markets	USD	1,243	-0.1%	0.1%	-1.5%	-12.8%
Hang Seng (HK)	HKD	24,328	-1.9%	-2.6%	-2.1%	-20.6%
Shanghai Composite	CNY	3,491	0.7%	-0.9%	1.9%	-5.6%
Korea	KRW	2,745	0.0%	-3.2%	-10.3%	-11.7%
Taiwan	TWD	18,232	-0.2%	1.9%	11.6%	11.6%
Brazil	BRL	112,880	-0.6%	5.8%	-3.2%	-5.3%
Bombay Stock Exchange (India)	INR	57,833	-0.1%	-2.0%	4.5%	13.6%
South Africa	ZAR	69,650	0.4%	2.0%	13.1%	13.8%
Foreign Exchange						
AUDUSD	Currency	0.7182	-0.1%	0.0%	-0.7%	-7.5%
AUDGBP	Currency	0.5281	0.0%	0.1%	-0.4%	5.3%
AUDEUR	Currency	0.6341	-0.2%	0.0%	-2.6%	1.3%
AUDCNY	Currency	4.55	0.2%	0.4%	3.1%	10.3%
Commodities						
LME ALUMINUM 3MO ($)	USD/mt	3,268	0.4%	9.0%	25.7%	54.5%
LME COPPER 3MO ($)	USD/mt	9,929	-0.6%	2.0%	7.4%	18.3%
LME NICKEL 3MO ($)	USD/mt	23,886	2.1%	8.3%	24.5%	27.3%
SILVER FUTURE May22	USD/oz	24.02	0.4%	2.1%	1.9%	-11.8%
ICE Newc Coal Fut May22	USD/mt	167.50	0.9%	-0.3%	34.5%	117.5%
62% Import Fine Ore in USD	USD/t	119.06	-3.6%	3.0%	-24.6%	-25.6%
Gold Spot $/Oz	USD/oz	1,899	0.0%	4.7%	6.2%	6.9%
WTI Oil	USD/bbl	91.77	0.0%	8.2%	44.7%	67.4%
Henry Hub	USD/mmBtu	4.56	3.9%	4.6%	16.0%	-72.1%
Corn	USD/Bu	654.75	0.7%	9.2%	16.6%	19.0%
Wheat	USD/Bu	793.75	-0.5%	3.2%	7.7%	19.8%
Fixed Interest						
10-Yr Bond Yield						
Australia	AUD	2.25%	1.8%	15.4%	97.1%	64.4%
US	USD	1.92%	-1.9%	2.7%	52.9%	48.5%
Germany	EUR	0.19%	-16.9%	1166.7%	139.8%	155.5%
Japan	JPY	0.22%	-4.4%	51.0%	980.0%	122.7%
Italy	EUR	1.84%	0.2%	39.6%	233.8%	183.8%
Australian Rates						
Cash Rate	AUD	0.10%	0.0%	0.0%	0.0%	0.0%
90-Day BBSW	AUD	0.08%	6.7%	23.1%	433.3%	300.0%
180-Day BBSW	AUD	0.27%	1.9%	14.9%	800.0%	1250.0%
CBOE Options						
CBOE VIX (Volatility Index)	Index	27.75	-1.3%	21.8%	28.7%	23.4%

Source: BTIG, Bloomberg

Research – Sales & Trading