



Global Markets Update

- **U.S.** Equity markets closed lower overnight, with the S&P 500 down -2.4%, NASDAQ down -3.7% and Dow Jones declining -1.5%, after data revealed growth in the U.S. services sector pulled back in January to the slowest pace in nearly a year as a surge in Covid-19 cases and lingering supply constraints weighed on business activity. Applications for U.S. state unemployment insurance fell for a second week in the week ended January 29, with initial unemployment claims decreasing by 23,000 to 238,000.
- **Long-dated U.S. treasury yields** were higher, with the 2-Yr yield at 1.202% and the 10-Yr yield at 1.836%.
- **European markets.** European equity markets closed lower overnight, with Stoxx Europe 600 down -1.8%, after ECB kept deposit rate unchanged at -0.5%, however, President Christine Lagarde no longer ruled out an interest-rate hike in 2022, with policy makers agreeing that it's sensible no longer to exclude a rate move in 2022 and a shift in policy guidance should materialize as soon as next month with bond buying expected to end in 3Q22. The U.K. FTSE 100 declined -0.7%, after BOE raised its key interest rate by +25bps to 0.5% and signaled it would start running down bond holdings, in a bid to contain the fastest inflation in three decades, predicting inflation will peak at 7.25% in April vs prior forecast of 6%, more than triple the BOE's 2% target, with Chancellor of the Exchequer Rishi Sunak also announcing a 9bn pound program to help consumers shoulder rising energy bills. German DAX declined -1.6%.
- **Asian markets.** Asian equity markets closed mixed overnight, with Nikkei 225 down -1.1%, KOSPI up +1.7% and both the Hang Seng and Shanghai Composite remaining closed for a holiday.
- **WTI oil** is trading at US\$90.11 a barrel. **Iron ore price** is at US\$127.33 per ton. **Spot gold** is trading at US\$1,805 per oz.

ASX Market Update

- **ASX performance.** The S&P/ASX 200 closed -0.14% lower yesterday.
- **Nufarm Ltd (NUF)** surged +20.2%, after reporting 1Q22 revenue growth of +36% y/y and announcing it sees credible path to target revenue aspiration above A\$4bn by FY26.
- **Today's trading.** In Australia, RBA's statement on monetary policy is to be published.

Figure 1: Key Market Summary

ASX Performance	1D Chg (%)	5D Chg (%)
ASX/S&P 200	-0.14%	3.5%
ASX/S&P All Ords	-0.34%	3.7%

By Sector

Banks	0.07%	1.3%
Insurance	1.04%	4.0%
Diversified Financials	-1.55%	5.1%
Real Estate	-0.27%	4.9%
Consumer Discretionary	-0.59%	6.2%
Industrials	-0.71%	3.4%
Telcos	0.86%	3.7%
Utilities	1.63%	5.3%
Healthcare	-1.51%	3.5%
Consumer Staples	-0.06%	3.6%
Energy	-0.69%	4.6%
Metals & Mining	1.50%	3.3%

ASX200 Top 5	Price (A\$)	1D Chg (%)
NUFARM LTD	5.59	20.2%
INSIGNIA FINANCIAL LTD	3.83	4.4%
FORTESCUE METALS GROUP LTD	21.13	3.3%
BHP GROUP LTD	47.05	3.1%
AMCOR PLC-CDI	16.85	3.0%

ASX200 Bottom 5	Price (A\$)	1D Chg (%)
BLOCK INC - CDI	145.80	-9.7%
ZIP CO LTD	2.91	-9.6%
WISETECH GLOBAL LTD	42.59	-8.0%
NUIX LTD	1.42	-7.8%
HUB24 LTD	25.53	-7.8%

Market Valuations	PE-Multiple	Div. Yield
ASX200	16.7.x	4.0%
FTSE 100 Index	12.5.x	3.8%
DAX Index	13.7.x	2.9%
CAC 40 Index	14.3.x	2.9%
S&P 500 Index	20.2.x	1.5%
Dow Jones Ind. Avg	18.5.x	1.9%
NASDAQ	25.5.x	0.7%
NZX All Ords	31.5.x	2.7%
HANG SENG Index	11.2.x	3.1%
NIKKEI 225	16.2.x	1.9%
Shanghai Composite	10.9.x	2.8%

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	35,111	-1.5%	-4.0%	0.0%	14.3%
S&P 500	USD	4,477	-2.4%	-6.7%	1.2%	16.9%
NASDAQ Composite	USD	13,879	-3.7%	-12.3%	-6.0%	2.0%
Stoxx Europe 600	EUR	469	-1.8%	-4.4%	0.7%	15.1%
FTSE 100 (UK)	GBP	7,529	-0.7%	2.0%	6.0%	15.7%
DAX (Germany)	EUR	15,368	-1.6%	-4.1%	-1.2%	10.3%
CAC (France)	EUR	7,006	-1.5%	-2.9%	4.2%	25.9%
Nikkei 225	JPY	27,241	-1.1%	-7.0%	-1.2%	-3.9%
ASX 200	AUD	7,078	-0.1%	-6.7%	-5.7%	4.6%
ASX 200 Futures	AUD	6,900	-1.1%	-8.4%	-5.7%	5.8%
Emerging Markets Equities						
MSCI Emerging Markets	USD	1,213	-0.1%	-1.6%	-6.3%	-12.9%
Hang Seng (HK)	HKD	23,802	1.1%	1.7%	-8.3%	-17.6%
Shanghai Composite	CNY	3,361	-1.0%	-7.6%	-1.1%	-3.5%
Korea	KRW	2,708	1.7%	-9.4%	-17.5%	-12.3%
Taiwan	TWD	17,674	-0.2%	-2.1%	2.3%	12.6%
Brazil	BRL	111,696	-0.2%	7.5%	-9.6%	-6.7%
Bombay Stock Exchange (India)	INR	58,788	-1.3%	-1.8%	8.1%	16.1%
South Africa	ZAR	68,461	-0.3%	2.1%	9.5%	18.4%
Foreign Exchange						
AUDUSD	Currency	0.7140	0.0%	-0.7%	-3.5%	-6.3%
AUDGBP	Currency	0.5249	0.1%	1.6%	1.2%	6.4%
AUDEUR	Currency	0.6242	1.2%	2.0%	-0.1%	1.4%
AUDCNY	Currency	4.54	-0.3%	0.9%	5.1%	8.3%
Commodities						
LME ALUMINUM 3MO (\$)	USD/mt	2,986	-1.5%	6.4%	14.2%	51.4%
LME COPPER 3MO (\$)	USD/mt	9,840	1.5%	1.2%	1.4%	26.5%
LME NICKEL 3MO (\$)	USD/mt	22,866	0.4%	10.2%	17.2%	29.2%
SILVER FUTURE Mar22	USD/oz	22.40	-1.4%	-1.8%	-12.8%	-17.4%
ICE Newc Coal Fut Mar22	USD/mt	196.00	1.0%	34.4%	59.9%	156.4%
62% Import Fine Ore in USD	USD/t	127.33	-0.7%	12.3%	-34.5%	-20.4%
Gold Spot \$/Oz	USD/oz	1,805	-0.1%	0.2%	-0.3%	-1.6%
WTI Oil	USD/bbl	90.11	2.1%	18.8%	34.4%	75.1%
Henry Hub	USD/mmBtu	6.54	21.1%	78.7%	64.7%	107.6%
Corn	USD/Bu	617.00	-0.9%	4.7%	12.1%	11.8%
Wheat	USD/Bu	753.00	-0.3%	-0.7%	3.9%	16.2%
Fixed Interest						
10-Yr Bond Yield						
Australia	AUD	1.87%	-2.4%	11.8%	61.5%	59.0%
US	USD	1.84%	3.4%	12.8%	56.6%	61.4%
Germany	EUR	0.14%	257.5%	221.2%	129.7%	130.8%
Japan	JPY	0.18%	-1.7%	147.9%	1500.0%	203.4%
Italy	EUR	1.64%	14.9%	36.2%	190.3%	179.9%
Australian Rates						
Cash Rate	AUD	0.10%	0.0%	0.0%	0.0%	0.0%
90-Day BBSW	AUD	0.07%	0.0%	7.7%	250.0%	600.0%
180-Day BBSW	AUD	0.21%	0.0%	0.0%	310.0%	925.0%
CBOE Options						
CBOE VIX (Volatility Index)	Index	24.41	10.5%	47.0%	35.3%	6.5%

Source: BTIG, Bloomberg

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