

## Top News

### NZ dollar trades near 5-month low as coalition policies awaited

The New Zealand dollar traded near a five-month low, having sold off when the new government was announced, as traders await details of the coalition's policies.

The NZ Herald reported that Winston Peters is set to become deputy prime minister and foreign minister in the new Labour-New Zealand First government, while the Greens will get ministers for the first time but there has been little policy detail so far. Changes are likely to include a reduction in net migration from record levels and changes to the Reserve Bank Act and the new administration must also approve a new central bank governor.

The kiwi traded at 79.13 yen, near a month-low, from 79.11 yen late yesterday after Japanese PM Shinzo Abe's ruling coalition had a convincing election win over the weekend, ensuring the continuation of stimulatory monetary policy.

### GE slump weighs on Wall St

A slide in General Electric shares weighed on Wall Street as investors eyed a slew of corporate earnings slated for release in the coming days as well as fresh clues about progress on the Trump administration's tax reform plans. Amazon, Alphabet Google, Microsoft, Intel and McDonald's are among US companies set to report their latest quarterly earnings this week.

Among the latest US economic data, investors will closely eye a report on third-quarter GDP, slated for release on Friday. Economists polled by Bloomberg forecast it will show the economy expanded at about a 2.5% annualised pace, restrained in part by the effects of two hurricanes.

The Dow fell as a slump in shares of General Electric and those of McDonald's, recently down 6.4% and 1.3% respectively, outweighed gains in shares of Wal-Mart and those of the Home Depot, recently up 1.6% and 1.3% respectively.

### NZ shares rise; F&P Healthcare helped by weak dollar, Ryman, Arvida fall

New Zealand shares rose on Friday as Fisher & Paykel Healthcare led gains among companies that benefit from a weaker kiwi. Ryman Healthcare and Arvida Group led retirement village operators lower on concern the new government's policies may sap demand.

The market partly recovered after a broad selloff on Friday morning in the wake of the announcement that New Zealand First and Labour would form the new government with support from the Greens. Among points of agreement is to reduce net migration, a move likely to take some pressure off a housing market that is already showing signs of having come off its peak.

F&P Healthcare, which gets much of its sales in foreign currencies such as the greenback, rose about 4% to \$13.34 as the kiwi dollar dropped below 70 US cents. A2 Milk, which counts Australia as its biggest market, gained 1.5% to \$7.99, which its production partner, Synlait Milk, rose 2.1% to \$7.96. The kiwi fell to an 18-month low against the Aussie dollar.

NZX Index				
Index	Last	Change		
<b>S&amp;P/NZX All Index</b>	8,792.19	0.59	↓	0.01%
<b>S&amp;P/NZX 50 Index</b>	8,129.55	5.48	↑	0.07%
<b>S&amp;P/NZX Mid Cap Index</b>	24,123.78	35.11	↓	0.15%
<b>S&amp;P/NZX Small Cap</b>	54,120.34	238.62	↓	0.44%
<b>S&amp;P/NZAX All Index</b>	558.06	9.08	↓	1.60%

ASX Index				
Index	Last	Change		
<b>ALL ORDINARIES</b>	5,957.2	11.40	↓	0.19%
<b>S&amp;P/ASX 200</b>	5,894.0	13.00	↓	0.22%
<b>S&amp;P/ASX SMALL ORD</b>	2,582.8	3.00	↓	0.12%
<b>S&amp;P/ASX MIDCAP 50</b>	6,439.3	0.30	↓	0.00%
<b>S&amp;P/ASX 20</b>	3,311.6	8.50	↓	0.26%

Foreign Markets Index				
	Last	Change		
<b>S&amp;P 500</b>	2,564.98	10.23	↓	0.40%
<b>DJIA</b>	23,273.96	54.67	↓	0.23%
<b>Nasdaq</b>	6,586.83	42.22	↓	0.64%
<b>FTSE 100</b>	7,524.45	1.22	↑	0.02%
<b>ALL ORDINARIES</b>	5,957.20	11.40	↓	0.19%
<b>Nikkei 225</b>	21,696.65	239.01	↑	1.11%
<b>Hang Seng</b>	28,305.88	181.36	↓	0.64%

Currencies (per NZ\$ 1.00)				
	Last	Change		
<b>AUD</b>	0.8925			
<b>USD</b>	0.6969			
<b>CNY</b>	4.6260	0.0010	↑	0.02%
<b>EUR</b>	0.5931	0.0001	↑	0.02%
<b>CAD</b>	0.8812			
<b>GBP</b>	0.5280	0.0001	↑	0.02%
<b>JPY</b>	78.9720	0.0355	↑	0.04%

NZ Interest Rates		
	Last	Change
<b>NZ OCR</b>	1.75	
<b>3-month Bank Bill</b>	1.94	
<b>5-year Swap</b>	2.68	
<b>10-year Swap</b>	3.21	

Commodities				
	Last	Change		
<b>Spot Gold \$US</b>	1,282.16	2.12	↑	0.17%
<b>Spot Silver \$US</b>	17.09	0.06	↑	0.34%
<b>Oil(WTI)</b>	51.40	0.65	↓	1.25%

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**Acknowledgements:** Equity Investment Advisers (EIA) sincerely expresses its gratitude to the following sources for the contribution of valuable information in the production of EIA morning reports: Yahoo New Zealand, ANZ securities, ASX, Nikkei Indexes, NZX, NYSE, NASDAQ, business desk.

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