



MORNING REPORT

As at 9.10 AM 30/07/2019

Web: www.equity.co.nz / E-mail: Info@equity.co.nz / Tel: +64 (9)304 0145 / Address: Level 7, 12-26 Swanson Street, Auckland, NZ

Top News

NZ dollar climbs to 7-month high vs British pound on growing fears of no-deal Brexit

The New Zealand dollar rose to a seven-month high against the British pound on growing expectations for a no-deal Brexit under the leadership of British Prime Minister Boris Johnson.

The British pound fell against most currencies overnight, and was recently down 1.3 percent at US\$1.222, as investors see a greater chance of Britain leaving the European Union without a deal in place. Johnson told media the existing withdrawal agreement was "dead" but insisted there was scope for a new arrangement to be struck.

Australia and New Zealand central banks will review their respective policies next week, with both seen lowering their benchmark rates over the coming year.

NZ shares rise as A2 buoyed by Bubs result

New Zealand shares rose as A2 Milk and Synlait Milk were buoyed by a strong June quarter for infant formula maker Bubs Australia. Ebos Group led the market higher on a light volume.

A2 Milk hit a record \$17.85, and ended the day up 2.7 percent at \$17.70 on a volume of 581, less than its 90-day average of 706,000. Dairy companies on both sides of the Tasman got a boost from Bubs' June quarter update, which showed the formula maker more than doubled revenue to A\$18.5 million. ASX-listed Bubs shares were up 5.6 percent at A\$1.42 in afternoon trading.

Synlait Milk, which supplies A2 and often moves in lock-step with the milk marketing firm, advanced 1.1 percent to \$9.91. Both Fonterra Shareholders' Fund units and the farmer-owned Fonterra Cooperative Group shares fell 0.5 percent to \$3.77.

Exporters were among the day's better performers, benefitting from a dip in the New Zealand dollar to a 19-day low against the greenback. Vista International Group rose 2.5 percent to \$6.20, Fisher & Paykel Healthcare increased 0.9 percent to \$16.48, and Sanford was up 0.6 percent at \$6.70.

Air New Zealand rose 0.7 percent to \$2.76 after its latest operating figures showed a 1.6 percent increase in unit passenger revenue per available seat kilometre - known as RASK - in June from a year earlier. Vital Healthcare Property Trust was the most traded stock on a volume of 2.5 million units, more than 10 times its 221,000 average. It rose 1 percent to \$2.64.

Chorus rose 1.5 percent to \$5.48 on a volume of 1.8 million shares, about four times its 447,000 average, while Spark New Zealand increased 0.3 percent to \$3.90 on a volume of 1.3 million, less than half its 3.2 million average. Heartland Group Holdings posted the day's biggest decline, down 2.4 percent at \$1.63 on a volume of 352,000 shares, in line with its 319,000 average. Pushpay Holdings fell 2.4 percent to \$3.33 and Mercury NZ was down 2.3 percent at \$4.69.

NZX Index				
Index	Last	Change		
S&P/NZX All Index	11,715.44	43.15	▲	0.37%
S&P/NZX 50 Index	10,851.36	43.75	▲	0.40%
S&P/NZX MidCap Index	30,498.20	23.53	▲	0.08%
S&P/NZX SmallCap Index	60,829.06	279.65	▼	0.46%

ASX Index				
Index	Last	Change		
ASX All Ordinaries	6,911.40	32.10	▲	0.47%
S&P/ASX 200	6,825.80	32.40	▲	0.48%
ASX Small Ordinaries	2,986.60	16.40	▲	0.55%
S&P/ASX MIDCAP 50	7,314.00	41.70	▲	0.57%
S&P/ASX 20	3,799.50	17.20	▲	0.45%

Foreign Markets Index				
	Last	Change		
S&P 500	3,020.97	4.89	▼	0.16%
Dow Jones Industrial Average	27,221.35	28.90	▲	0.11%
NASDAQ Composite	8,293.33	36.88	▼	0.44%
DAX PERFORMANCE-INDEX	12,417.47	2.43	▼	0.02%
ASX All Ordinaries	6,911.40	32.10	▲	0.47%
NIKKEI 225	21,616.80	41.35	▼	0.19%
HANG SENG INDEX	28,106.41	291.33	▼	1.03%

Currencies (per NZ\$ 1.00)				
	Last	Change		
AUD	0.9609	0.0001	▲	0.01%
USD	0.66	0.0000	▲	0.00%
CNY	4.5710	0.0000	▲	0.00%
EUR	0.60	0.0001	▲	0.02%
CAD	0.8731	0.0003	▲	0.03%
GBP	0.54	0.0002	▲	0.04%
JPY	72.1400	-0.0015	▼	0.00%

NZ Interest Rates		
	Last	Change
NZ OCR	1.50	
3m Bank Bill	1.50	
5y Swap	1.31	
10y Swap	1.66	

Commodities Futures (Spot Price \$USD)				
	Last	Change		
Gold	1,426.70	7.40	▲	0.52%
Silver	16.49	0.09	▲	0.54%
Crude Oil	57.05	0.85	▲	1.51%

Disclaimer: The above information is provided on a best endeavours basis and Equity Investment Advisers Ltd does not accept any liability under any circumstances for errors or omissions. Parties should recheck the information before using it in any decision-making process. 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.

Do you need to make any changes to your portfolio?
www.equity.co.nz E-mail: Info@equity.co.nz

Contact Equity Investment Advisers today.
Tel: +64 (9)304 0145 / NZ: 0800 474 669