

# MORNING REPORT

As at 9.00 a.m. 2021/9/8

Web: [www.equity.co.nz](http://www.equity.co.nz) / E-mail: [Info@equity.co.nz](mailto:Info@equity.co.nz) / Tel: +64 (9)304 0145 / Address: Level 8, 115 Queen Street, Auckland, NZ

Top News

KEY OVERSEAS MARKET

U.S. stock markets little changed Tuesday after Monday Labour Day holiday. The Dow Jones Industrial Average dropped 0.35%, while the S&P 500 and Nasdaq Composite slid 0.20% and 0.01%, respectively.

Bond yields continued to climb in the wake of last week’s disappointing jobs report. The benchmark 10-year yield was up five basis points at 1.37% after advancing three basis points on Friday.

Financials trended higher as rising bond yields swung the yield curve steeper. Boeing Co. shares were in focus after The Wall Street Journal reported 787 Dreamliner deliveries would likely be delayed until at least October as it awaits regulatory approval. One of its biggest clients, Ryanair Holdings said it would not go ahead with the purchase of the Max 737 jet. This all added downward pressure to its price, which fell 1.81%.

Other key overseas markets were mixed, with European bourses were lower across the board, with Germany’s DAX 30 sliding 0.56% and France’s CAC 40 slipping 0.26% despite eurozone growth being revised higher, while Britain’s FTSE 100 fell 0.53%. In Asia, Hong Kong’s Hang Seng index rose 0.73%, Japan’s Nikkei 225 was up 0.86% and China’s Shanghai Composite jumped 1.51%.

West Texas Intermediate crude oil slid 94 cents to \$68.35 a barrel and gold lost \$35 to \$1,795.90 an ounce.

ASX AND NZX

Australian equities ended flat on Tuesday with gains in energy sector offsetting losses in the mining sector. The central bank warned of an economic decline in the September quarter and decided to leave the cash rate at a record low. RBA said there would be no rate change till 2024 and surprised some by cutting its bond buying by A\$1 billion a week to A\$4 billion and extended the programme to at least mid-February. The ASX 200 closed 0.02% higher at 7,530 points. Resources was once again the biggest laggard with mining giants Rio Tinto, BHP Group and Fortescue Metals dropped between 0.4% and 3.1%, pushing the mining index down 1.1% to a five-month low, on the back of slumping iron ore prices. Gold stocks also declined 0.8%. Telcos and Energy stocks bucked the trend to close 0.94% and .8% higher respectively.

New Zealand’s benchmark S&P/NZX 50 index ended 0.17% higher at 13,321.99 points on turnover of \$143m. The increase for the month so far is almost 5%. Some of the best performers yesterday were DGC (+4.67%), DGL (+3.55%), HMY (+3.48%), PPH (+2.26%), SKC (+1.50%) and the WHS (+1.32%), while among the worst performers were SKT (-2.33%), AMP (-1.72%), VHP (-1.71%), RYM (-1.33%) and SCL (-1.36%).

NZX Index

Index	Last	Change
S&P/NZX All Index	14,543.17	25.78 ▲ 0.18%
S&P/NZX 50 Index	13,322.00	21.97 ▲ 0.17%
S&P/NZX MidCap Index	38,247.95	51.24 ▲ 0.13%
S&P/NZX SmallCap Index	95,055.07	491.13 ▲ 0.52%
ASX Index		
Index	Last	Change
ASX All Ordinaries	7,826.40	2.60 ▲ 0.03%
S&P/ASX 200	7,530.30	1.80 ▲ 0.02%
ASX Small Ordinaries	3,590.10	4.50 ▲ 0.13%
S&P/ASX MIDCAP 50	9,483.10	6.50 ▲ 0.07%
S&P/ASX 20	4,147.20	1.70 ▼ 0.04%
Foreign Markets Index		
	Last	Change
S&P 500	4,520.03	15.40 ▼ 0.34%
Dow Jones Industrial Average	35,100.00	269.09 ▼ 0.76%
NASDAQ Composite	15,374.33	10.81 ▲ 0.07%
FTSE 100	7,149.37	37.81 ▼ 0.53%
ASX All Ordinaries	7,826.40	2.60 ▲ 0.03%
NIKKEI 225	29,916.14	256.25 ▲ 0.86%
HANG SENG INDEX	26,353.63	190.00 ▲ 0.73%
Currencies (per NZ\$ 1.00)		
	Last	Change
AUD	0.9606	0.0011 ▲ 0.11%
USD	0.7095	0.0040 ▼ 0.56%
CNY	4.5884	0.0195 ▼ 0.42%
EUR	0.5992	0.0019 ▼ 0.32%
CAD	0.8976	0.0033 ▲ 0.37%
GBP	0.5148	0.0009 ▼ 0.17%
JPY	78.2623	0.1176 ▼ 0.15%
US 10 Year Treasury Yield		
US 10YR	1.38%	
NZ Interest Rates		
	Last	
NZ OCR	0.25	
90-day Bank Bill	0.52	
5y Bank Bill	1.55	
10y Bank Bill	1.91	
Swap rate spread close (bps)	70	
Commodities Futures (Spot Price \$USD)		
	Last	Change
Gold	1,796.00	37.70 ▼ 2.06%
Silver	24.38	0.42 ▼ 1.70%
Crude Oil	68.38	0.91 ▼ 1.31%

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, and NASDAQ.

Struggling to achieve good income yield? Click [here](#) for possible assistance.

Need help with precious metals? Click [here](#) [www.equity.co.nz](http://www.equity.co.nz)

E-mail: [Info@equity.co.nz](mailto:Info@equity.co.nz) Tel: +64 (9)304 0145 / NZ: 0800 474 669