

MORNING REPORT

As at 9.00 a.m. 2021/10/20

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

Top News		NZX Index				
KEY OVERSEAS MARKETS		Index	Last	Change		
<p>U.S. stock markets closed higher, on continued earnings reports exceeding estimates. The Dow Jones Industrial Average increased 0.31%, while the S&P 500 and the Nasdaq Composite rose 0.33% and 0.28%, respectively.</p> <p>Other key markets were mixed, with Germany's DAX 30 gaining 0.14%, Britain's FTSE 100 unchanged, while France's CAC 40 slipped 0.2%. In Asia markets were up across the board, with Hong Kong's Hang Seng index rising 1.49%, China's Shanghai Composite advancing 0.7% and Japan's Nikkei 225 up 0.65%.</p> <p>The U.S. benchmark 10-year Treasury yield hit its highest level since early June, at 1.6302%.</p> <p>West Texas Intermediate crude oil fell thirty-five cents to \$82.09 a barrel and gold jumped \$17.20 to \$1,782.90 an ounce.</p>		S&P/NZX All Index	14,279.31	69.52	▲	0.49%
		S&P/NZX 50 Index	13,065.92	67.41	▲	0.52%
		S&P/NZX MidCap Index	37,401.77	16.82	▼	0.04%
		S&P/NZX SmallCap Index	95,552.32	169.30	▼	0.18%
ASX and NZX		ASX Index				
		Index	Last	Change		
<p>Australian shares ended slightly lower on Tuesday, after a volatile session of trade, dragged down by miners. The mining index fell 1.6%, which has broadly underperformed the benchmark so far this year. The S&P/ASX 200 declined 0.08% to 7,374.9. BHP ended 2% lower, after posting a 5% drop in quarterly iron-ore output, due to maintenance work at its Jumblebar mine and a shortage of rail labour, caused by COVID-19 border restrictions and restrictions on steel production in China, due to power shortages. Rio Tinto and Fortescue declined 3.25% and 1.2% respectively. Financials closed lower with the "Big Four" banks slipping between 0.1% and 0.5%. Tech stocks increased 1.6% to their highest in three weeks, with Afterpay up 2.7%. Logistics firm Brambles jumped 3.9%, following a surge in its quarterly revenue and its upbeat annual outlook.</p> <p>New Zealand's benchmark S&P/NZX 50 closed 0.52% up, at 13,065.92, on turnover of \$155.6m. The market remained cautious, due to a further possible increase in interest rates next month. A2 Milk (+3.9%), Fletcher Building (+1.5%) and Ebos (+1.4%) performed well. Fletchers was heavily traded, representing 10.15% of total market turnover. Ebos, once again, delivered a record profit and increased dividends. A2 Milk performed, despite a rising Kiwi dollar. PGG Wrightson and DGL were up 3.5% and 2.6% respectively.</p> <p>Sanford declined 1.8%. Port of Tauranga and Infratil were down 1.7% and Infratil 1.4% respectively. Freightways fell 0.8% and Ryman and Summerset both dropped 0.7%.</p>		ASX All Ordinaries	7,690.20	0.50	▲	0.01%
		S&P/ASX 200	7,374.90	6.20	▼	0.08%
		ASX Small Ordinaries	3,545.10	18.10	▲	0.51%
		S&P/ASX MIDCAP 50	9,336.40	9.50	▲	0.10%
		S&P/ASX 20	4,053.50	7.70	▼	0.19%
		Foreign Markets Index				
		Index	Last	Change		
		S&P 500	4,514.05	27.59	▲	0.61%
		Dow Jones Industrial Average	35,401.99	143.38	▲	0.41%
		NASDAQ Composite	15,113.36	91.55	▲	0.61%
		FTSE 100	7,217.53	13.70	▲	0.19%
		ASX All Ordinaries	7,690.20	0.50	▲	0.01%
		NIKKEI 225	29,215.52	190.06	▲	0.65%
		HANG SENG INDEX	25,787.21	377.46	▲	1.49%
		Currencies (per NZ\$ 1.00)				
		Currency	Last	Change		
		AUD	0.9571	0.0011	▲	0.12%
		USD	0.7155	0.0068	▲	0.96%
		CNY	4.5667	0.0105	▲	0.23%
		EUR	0.6148	0.0044	▲	0.72%
		CAD	0.8846	0.0074	▲	0.84%
		GBP	0.5186	0.0023	▲	0.45%
		JPY	81.7913	0.7903	▲	0.98%
		US 10 Year Treasury Yield				
		US 10YR	1.64%			
		NZ Interest Rates				
		Instrument	Last			
		NZ OCR	0.50			
		90-day Bank Bill	0.68			
		5y Bank Bill	1.62			
		10y Bank Bill	2.09			
		Swap rate spread close (bps)	84			
		Commodities Futures (Spot Price \$USD)				
		Commodity	Last	Change		
		Gold	1,769.80	4.10	▲	0.23%
		Silver	23.69	0.43	▲	1.85%
		Crude Oil	82.80	0.36	▲	0.44%

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

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