



## Evening Report | 19 June 2017

### A positive close despite retail weakness.

After a mixed close on the US markets on Friday the Australian market opened in positive territory. Local shares advanced in early trade and by the close the ASX 200 index was up 31.3points to 5,805point and the All Ordinaries added 27.5points.

The majority of market sectors were higher but unfortunately the concern over new market entrants into the Australian retail sector again hit both the discretionary and staple consumer stocks today. Grocers and consumer facing retailer lost ground after this weekend's news that Amazon.com had paid \$13.7 billion for US grocer Whole Foods. The news revived concerns about the disruptive behemoth and what impact it could have domestically. Woolworths (WOW) and Coles' owner Wesfarmers fell while grocery wholesaler Metcash (MTS) fell 2.3% to \$2.10. Harvey Norman Holdings Limited (HVN) and RCG Corporation Limited (RCG) the owner of Athlete's Foot Australia both fell over 3% while JB Hi-Fi Limited (JBH) lost another 2.7%

Small cap baby food manufacturer Bubs Australia (BUB) lifted 21% after was looking to sign a new partnership to sell its product unto the Chinese market. A2Milk (A2M) rose 6.5% as it continued to benefit from a tailwind after the group upbeat trading report last Friday that in response to continuing strong demand for its infant formula. Bellamy's Australia Limited (BAL) also higher today up nearly 13%

The media sector still in focus as we await an update on Channel Ten's financial future. Today Fairfax Media (FXJ) lifted 0.4% after the company said it is not seeking offers or undertaking a process to sell its 54.5% holding in Macquarie Media Limited (MRN). After the release of the statement from Fairfax MRN shares lifted and closed 9.6% higher. Seven West Media Limited (SWM) lifted 4.5% and Southern Cross Media Group Limited (SXL) added another 4.7%

Elsewhere the big 4 banks did well with near 1% gains across the board and insurer Suncorp Group Limited (SUN) also lifted around 1%. In the Utilities sector AGL Energy Limited (AGL) added 2.3% and Spark Infrastructure (SKI) lifted 1.5%

Today we saw around 1.9 billion transactions being measured by the ASX valued at \$5.1 million, with 538 shares were higher, 602 were lower and 425 were unchanged.

The Australian dollar fell away at the end of the trading day - now at AUD/USD 0.7613

Latest Prices	4.30pm	AEST	
	Level	Previous	% chg
All Ords	5,835.5	5,808.0	0.5
ASX 200	5,805.2	5,774.0	0.5
Shanghai	3,138.4		0.47
Japan Nikkei	20,058.1	19,943.3	0.6

US Dow Jones	21,384.2		0.1
US Nasdaq	6,151.7		-0.22
UK FTSE	7,463.5	7,474.4	-0.7
Dow Futures	21,369.0	21,333.0	0.1

	Last	Prior	% chg
Consumer Discretionary	2,245.5	2,243.8	0.1
Consumer Staples	9,141.6	9,237.3	-1.0
Energy	8,858.5	8,877.3	-0.2
Financials	6,506.9	6,441.4	1.0
Financial-x-A-REIT	7,257.3	7,184.3	1.0
Health Care	24,252.0	24,166.9	0.4
Industrials	5,909.8	5,868.9	0.7
Information Tech	878.5	875.1	0.4
Materials	9,668.7	9,637.9	0.3
ASX200 A-REIT	1,446.7	1,437.4	0.6
Telecommunications	1,547.7	1,539.6	0.5
Utilities	9,059.9	8,930.2	1.5

	Last	Day Move	% chg
BHP	\$23.00	\$0.01	0.0
RIO	\$60.05	-\$0.03	0.0
CBA	\$82.79	\$0.93	1.1
ANZ	\$28.38	\$0.26	0.9
NAB	\$30.27	\$0.44	1.5
WBC	\$30.88	\$0.35	1.1
TLS	\$4.41	\$0.03	0.7
WOW	\$25.33	-\$0.92	-3.5
WES	\$40.61	-\$0.09	-0.2
WPL	\$30.30	-\$0.21	-0.7
CSL	\$139.62	\$0.62	0.4
WDC	\$10.84	\$0.00	0.0
NCM	\$21.57	\$0.29	1.4

	Current	Aust 4pm	% chg
AUD/USD	0.7613		-0.18
AUD/EUR	0.68	0.68	-0.09
AUD/JPY	84.54	84.50	0.05

11am Official Cash	1.50	1.50	0.00
Aust 90 day futures	1.72	1.72	0.00
Oil Nymex (\$US/b)	44.60		-0.3
Gold futures(\$US/oz)	1,252.9		-0.3

Twitter: @commsec

Produced by Commonwealth Research based on information available at the time of publishing. We believe that the information in this report is correct and any opinions, conclusions or recommendations are reasonably held or made as at the time of its compilation, but no warranty is made as to accuracy, reliability or completeness. To the extent permitted by law, neither Commonwealth Bank of Australia ABN 48 123 123 124 nor any of its subsidiaries accept liability to any person for loss or damage arising from the use of this report.

The report has been prepared without taking account of the objectives, financial situation or needs of any particular individual. For this reason, any individual should, before acting on the information in this report, consider the appropriateness of the information, having regard to the individual's objectives, financial situation and needs and, if necessary, seek appropriate professional advice. In the case of certain securities Commonwealth Bank of Australia is or may be the only market maker.

This report is approved and distributed in Australia by Commonwealth Securities Limited ABN 60 067 254 399 a wholly owned but not guaranteed subsidiary of Commonwealth Bank of Australia. This report is approved and distributed in the UK by Commonwealth Bank of Australia incorporated in Australia with limited liability. Registered in England No. BR250 and regulated in the UK by the Financial Services Authority (FSA). This report does not purport to be a complete statement or summary. For the purpose of the FSA rules, this report and related services are not intended for private customers and are not available to them.

Commonwealth Bank of Australia and its subsidiaries have effected or may effect transactions for their own account in any investments or related investments referred to in this report.