

Morning Market Summary

Index	Close	Chg	% Chg
DJIA	24,635.21	219.37	0.90
S&P500	2,734.62	29.35	1.08
Nasdaq	7,554.33	112.22	1.51
FTSE100	7,701.77	23.57	0.31
DAX	12,724.27	119.38	0.95
CAC40	5,465.53	67.13	1.24
Nikkei225	22,171.35	-30.47	-0.14
Hang Seng	30,492.91	24.35	0.08
Shanghai	3,075.14	-20.34	-0.66
All Ords	6,104.00	-19.50	-0.32
ASX200	5,990.40	-21.50	-0.36
BSPC Average	930.53	0.00	0.00

Commodities	Close	Chg	% Chg
Gold (USD/oz)	1,298.00	-1.00	-0.08
Silver (USD/oz)	16.42	-0.02	-0.13
Platinum (USD/t oz)	903.85	-0.40	-0.04
Palladium (USD/t oz)	1002.75	-0.37	-0.04
Copper (USD/MT)	309.3	-0.55	-0.18
Oil (USD/bbl)	76.55	-0.24	-0.31
Cocoa (USD/MT)	2,458.00	4.00	0.16
Coffee (USD/lb)	122.75	-0.95	-0.77

PGK v	Buy	Sell	Mid
USD	0.314	0.299	0.307
AUD	0.406	0.391	0.399
EUR	0.267	0.252	0.259
JPY	33.830	32.330	33.080
NZD	0.441	0.426	0.434

Global Markets¹

U.S

U.S. stock-market indexes jumped on Friday, with the Dow finishing with a gain of more than 200 points following a May jobs report surpassed expectations.

The Dow Jones Industrial Average **DJIA, +0.90%** rose 219.37 points, or 0.9%, to close at 24,635.21, recouping a large chunk of Thursday's losses. The S&P 500 **SPX, +1.08%** rose 29.35 points, or 1.1%, to finish at 2,734.62 and booked a 0.5% weekly gain. The Nasdaq Composite Index **COMP, +1.51%** rose 112.21 points, or 1.5%, to 7,554.33, ending the week 1.6% higher.

Investors welcomed strong economic reports, including a solid jobs data for May, while shrugging off concerns over Italian politics and trade wars. U.S. stocks echoed sharp gains in Europe after populist parties the League and the 5 Star Movement struck a deal to form a coalition government on Thursday evening, ending months of political deadlock and averting new elections this summer.

Europe

Investors yanked European stocks into the red Thursday, with a selloff in German and Spanish stocks leading the broader market lower on the final day of trading in May. Equity market found cheer from the formation of a new government in Italy. But the gain wasn't enough for London's blue-chips benchmark to avoid a lackluster weekly performance.

The FTSE 100 index **UKX, +0.31%** rose 0.3% to close at 7,701.77, trimming its weekly loss to 0.4%. The weekly drop was largely due to Tuesday's selloff in global equity markets that was spurred by Italy's political crisis. Germany's DAX 30 index **DAX, +0.95%** tumbled 1.4% to end at 12,604.89, led by a selloff in shares of Deutsche Bank. Spain's IBEX 35 **IBEX, +1.76%** sank 1.3% to end at a two-month low at 9,465.50.

Losses in those market helped drag down the Stoxx Europe 600 Index **SXXP, +1.01%** 0.6%, ending at 383.06. The pan-European benchmark ended the month of May down 0.6%, a far cry from April's jump of 3.9%.

Italy's FTSE MIB index **I945, +1.49%** ended with a mild loss of 0.1% on Thursday at 21,784.18. In the fixed-income market, the country's 2-year bond yield fell 80 basis points to 0.96%, according to Tradeweb. Yields fall as bond prices rise. At one point this week, the yield had climbed more than a percentage point.

Asia

Asian markets finished mixed as of the most recent closing prices.

China's benchmark Shanghai Composite Index **SHCOMP, -0.66%** ended down 0.7%, following a 1.8% gain the previous day. Hong Kong's Hang Seng Index **HSI, +0.08%** logged a 0.1% gain, building on Thursday's 1.4% jump. Korea's Kospi index **SEU, +0.66%** rose 0.7% on the back of a strong rebound in South Korean exports for May. Meanwhile, Japan's Nikkei **NIK, -0.14%** ended a volatile session down 0.1%.

On the downside, stocks in Australia **XJO, -0.36%** fell 0.4%, while New Zealand's NSX-50 **NZ50GR, -0.26%** dropped 0.3%, hurt by a 2 Milk's 3.9% skid.

¹ MarketWatch

Port Moresby²

The local bourse closed quiet Friday with few trades going through for Newcrest at K50.00 per share as other remained steady at the closing bell.

Name	Bid Price	Offer Price	Ref Price	High	Low	Chge Price	Chge %	Daily Vol	Daily Val	Close Price	Last	Trades
NCM	50.00		50.00	50.00	50.00	0.00		265.00	13250.00	50.00	50.00	2

On the dual listed front; Newcrest Mining Limited finished the week higher at A\$20.86 per share meanwhile Oil Search Limited slid almost 1% at A\$8.19 per share.

Commodities³

Gold

Gold settled back below \$1,300 an ounce on Friday, as upbeat monthly U.S. employment data buoyed the dollar and suggested that the Federal Reserve remains on track to raise interest rates later this month and later this year.

August gold **GCQ8, -0.09%** lost \$5.40, or 0.4%, to settle at \$1,299.30 an ounce, with the contract posting its lowest finish since May 23 and logging a loss of about 0.7% for the week. It had finished roughly 1.6% lower for the month of May.

Rising real interest rates impact the opportunity costs of holding gold because the metal provides no yield, and entices investors to rotate into riskier assets like stocks. Higher rates may also boost the value of the dollar which usually moves in the opposite direction of the gold price.

Oil

Oil prices settled lower Friday, with the U.S. benchmark marking its lowest finish since April on the back of rising U.S. production and the possibility that OPEC and its allies may decide to boost output.

July West Texas Intermediate crude **CLN8, -0.24%** on the New York Mercantile Exchange fell \$1.23, or 1.8%, to settle at \$65.81 a barrel—the lowest finish since April 10.

On ICE Futures Europe, August Brent crude **LCOQ8, -0.31%** fell 77 cents, or 1%, to \$76.79 a barrel. On a most-active basis, Brent crude ended May with a 3.2% gain. It ended the week up 0.4%.

On Friday, Baker Hughes reported that the number of active U.S. rigs drilling for oil, a proxy for output activity, was up 2 at 861 this week. The rise follows a hefty increase of 15 oil rigs last week.

² POMSoX, Company, BSP Capital

Disclaimer –

This Morning Market Summary comprises general market information and does not take account of your objectives, financial situation or needs. Before acting on this general advice, you should consider the appropriateness of the advice having regard to your situation. We recommend you obtain financial, legal and taxation advice before making any financial investment decision. This information has been prepared for the use of the clients of the BSP Capital Limited (BSPCL) and must not be copied, either in whole or in part, or distributed to any other person. If you are not the intended recipient, you must not use or disclose this research in any way. If you received it in error, please tell us immediately by return e-mail and delete the document. We do not guarantee the integrity of any e-mails or attached files and are not responsible for any changes made to them by any other person. Nothing in this report shall be construed as a solicitation to buy or sell any security or product, or to engage in or refrain from engaging in any transaction. This report is based on information obtained from sources believed to be reliable, but BSPCL does not make any representation or warranty that it is accurate, complete or up to date. We accept no obligation to correct or update the information or opinions in it. Opinions expressed are subject to change without notice. The BSPCL accepts no liability whatsoever for any direct, indirect, consequential or other loss arising from any use of this research and/or further communication in relation to this research. BSP Capital Limited produces a variety of research products, recommendations contained in one type of research product may differ from recommendations contained in other types of research. BSPCL has established and implemented a conflicts policy at group level, which may be revised and updated from time to time, pursuant to regulatory requirements; which sets out how we must seek to identify and manage all material conflicts of interest. BSP Capital Limited, its officers and employees may have conflicting roles in the financial products referred to in this research and, as such, may effect transactions which are not consistent with the recommendations (if any) in this research. BSP Capital Limited may receive fees, brokerage or commissions for acting in those capacities and the reader should assume that this is the case. BSP Capital Limited employees or officers may provide oral or written opinions to its clients which are contrary to the opinions expressed in this report.