

Interest Rates			FX			Commodities US\$		
Australia		Δ bp	AUD/USD	0.6539	-0.1%	WTI Crude Oil	59.58	\$0.35
90-day Bill	3.67	0	AUD/JPY	101.78	-0.1%	Brent Crude Oil	63.17	\$0.10
3-year Bond	3.92	4	AUD/EUR	0.5635	-0.1%	Mogas95*	77.29	\$1.05
10-year Bond	4.61	7	AUD/GBP	0.4951	0.2%	CRB Index	302.74	1.25
			AUD/NZD	1.1425	0.1%	Gold	4223.32	-\$6.66
			AUD/CNY	4.6311	-0.1%	Silver	57.41	\$0.14
US			EUR/USD	1.1605	0.0%	Iron Ore (62% Fe)**	103.30	\$1.35
2-year	3.53	3	USD/JPY	155.65	-0.1%	Iron Ore (25-26 Average)	103.17	\$0.01
10-year	4.09	6	USD/CNY	7.0720	0.0%	Copper	11252.00	\$63.00
			RBA Policy			Equities		
			O/N Cash Rate Target		3.60	ASX200	8578	-26
Other 10-year			Interbank O/N Cash Rate		3.60	Dow Jones	47289	-427
Japan	1.88	4	Probability of a 25bps Cut in Dec		5.6%	S&P500	6813	-36
Germany	2.75	6	RBA Bond Holdings (31 Oct)		A\$272.1b	Stoxx600	575	-1
UK	4.48	4				CSI300	4576	50

*Mogas95 is the Singapore benchmark petrol price closely linked to Australian domestic fuel prices.

**Iron ore is the second SGX futures contract.

US stocks started the new week with a retreat, following a streak of gains in the previous trading days. Investors were digesting a quite discouraging ISM manufacturing PMI report, which pointed to further contraction in activity overall and employment, but also led to faster growth in prices. US Treasury yields picked up across the yield curve, while the US dollar held steady.

The weaker global market sentiment dragged on the Australian dollar, which depreciated against all the major currencies except for British pound. Commonwealth bond yields rose more than their US equivalents. The ASX 200 closed 0.6% lower yesterday, with gains only in materials, energy and utilities, but opened up this morning.

The US ISM manufacturing PMI unexpectedly declined 0.5pts to 48.2 in November (below 50 = contraction), with a further decline in new orders, including export orders and employment. Production rose into expansion, while price growth re-accelerated. The survey respondents pointed to negative impacts of tariffs and the US Government shutdown.

Across the Pacific, the RatingDog manufacturing PMI declined 0.7pts to 49.9 in November, indicating the first contraction since July, though the details of the report suggested a renewed rise in new export orders. Chinese producers also continued to cut their selling prices, despite a rise in costs, which should be conducive to lower inflation worldwide.

In Australia, the Melbourne Institute inflation gauge suggested that consumer prices rose by 0.3% in November, taking the annual rate of inflation to 3.2%. The Melbourne Institute inflation gauge is modelled on the official CPI basket, but the sample size is much smaller. It is not targeted by the RBA.

ANZ Indeed job ads fell by another 0.8% in November, to remain 6.3% down through the year and at the lowest level since March 2021.

Yesterday also saw the publication of more Q3 GDP partials, which showed a 0.9% fall in inventories in Q3 amid a 4.8% drop in mining. Corporate profits were steady, while wages and salaries rose by a modest 1.5%. Overall, these figures partly offset the upside risk from capex to GDP figures scheduled for a release tomorrow morning.

ANZ Roy Morgan consumer confidence declined by 1.8% last week, as inflation expectations rose by another 0.2ppts to 5.6%, which is the highest level since early December 2023.

Economic Data Review

- **AU:** Melbourne Institute Inflation Gauge (MoM, Nov) – Actual 0.3%, Previous 0.3%.
- **AU:** ANZ Indeed Job Ads (MoM, Nov) – Actual -0.8%, Previous -1.9% (revised).
- **AU:** ANZ Roy Morgan Consumer Confidence (w/e 29 Nov) – Actual 85.5, Previous 87.1.
- **CH:** RatingDog Manufacturing PMI (Nov) – Actual 49.9, Expected 50.5, Previous 50.6.
- **US:** ISM Manufacturing PMI (Nov) – Actual 48.2, Expected 49.0, Previous 48.7.

Economic Data Preview

- **AU:** Current Account (Q3) – Expected -A\$13.0b, Previous -A\$13.7b.
- **AU:** Total Value of Dwellings (QoQ, Q3) – Previous 1.9%.
- **AU:** Dwelling Approvals (MoM, Oct) – Expected -4.5%, Previous 12.0%.
- **EZ:** HICP (YoY, Nov) – Expected 2.1%, Previous 2.1%.