CitiFirst Warrants (Australia)

NOT A PRODUCT OF CITI RESEARCH

Daily Market Overview

October 24, 2023

Overnight Headlines:

- The armed wing of the Palestinian Hamas militant group said on Monday it had released two more female civilian captives on health grounds in response to Egyptian-Qatari mediation efforts, and a source told Reuters they were elderly Israelis (RT).
- Hedge funds ramp up their bullish bets on oil the most since 2016 as Israel's war with Hamas resulted in speculators adding about 74,000 net-bullish derivatives positions. This was also helped by a reduction in bearish wagers in the week through Oct. 17 (BBG).
- After country Garden Holdings Co. missed a dollar bond interest payment, the Credit Derivatives Determinations Committees were asked if this would trigger credit default swaps tied to the developer's debt according to a notice posted Monday (BBG).

Please click on the following links to view today's indicative pricing sheets:

CitiFirst MINIs and GSL MINIs (PDF)

CitiFirst MINIs and GSL MINIs (excel)

CitiFirst Instalment MINIs (PDF)

Top Traded Warrants By Value and Volume From Last Trading Day

Warrant Code	Value	Citi	Warrant Code	Volume	Citi
XJOQOB	$1,548,703	Citi Sells	**XJOQOB**	304,964	Citi Sells
NDXKOI	$896,670	Citi Sells	**PLSKCE**	254,200	Citi Sells
XJOKOY	$760,870	Citi Sells	**RWCJOB**	185,000	Citi Buys
ANZKOT	$453,660	Citi Sells	**IFLKOD**	173,500	Citi Sells
AKEKCL	$416,970	Citi Sells	**STOKCA**	165,000	Citi Buys

Stopped Out Warrants:

Warrant Code	Strike	Stop Loss	Remaining Value	Stop Loss Date	Final Listing Date
DJXKCG	31834.5424	33014	$18.680	23/10/2023	25/10/2023
IGOKOC	8.7013	10.82	$2.100	23/10/2023	25/10/2023

LYCKOF	4.9620	6.18	$1.205	23/10/2023	25/10/2023
MINKOG	48.4707	57.87	$9.160	23/10/2023	25/10/2023
NDXKOF	13854.5191	14534	$10.770	23/10/2023	25/10/2023
NI2KOC	29456.6236	30878	$1.500	23/10/2023	25/10/2023
PLSKOB	3.0285	3.62	$0.590	23/10/2023	25/10/2023
SPFMCD	4071.3046	4227	$2.460	23/10/2023	25/10/2023

Overnight Summary:

RATES

AUS 3yr 95.81 (+5.0bp) | AUS 10yr 95.27 (+7.0bp) | US 10yr 4.85 (-6.6bp) | Bund 10yr 2.87 (-1.5bp)

- In focus overnight was 10y UST's briefly trading above the 5% level (high of 5.02%) while core yield curves steepened following 30y JGBs trading 7bps cheaper to new cycle highs on speculation of a YCC tweak at the 31st Oct BoJ meeting (BBG). By 7am Syd time, US Treasury's had rallied across the curve, bull flattening as the 10y yield traded 17bps bps richer from highs of 5.02% to 4.85%. This short covering episode followed a Gilts recovery into and out of the BoE APF operation as well as several hedge-fund/asset-managers 'going public' about their plans to cover their significant UST shorts citing geopolitical risk, comparative valuation, and potential recession CITI. On ~85% 30d average volumes, 2s10s was trading -5.3bps flatter while 5s30s was -1.5bps.
- European bonds predominantly rallied across the curve, with BTPs outperforming and Bunds underperforming. 2y Bund yields gained 0.98bps, 5y down 0.49bps, 10y declined 1.70bps, and 30y fell 2.61bps. Meanwhile, 2y BTP yields decreased 8.32bps, 5y down 7.63bps, 10y down 8.53bps, and 30y fell 6.82bps. Finally, 2y Gilt yields fell 5.53bps, 5y down 5.56bps 10y down 5.41bps, and 30y fell 6.26bps. Money markets are pricing in about another 4bps of hikes to the ECB peak and approximately 70bps of cuts into the end of 2024. Meanwhile, markets are pricing in about 13bps to the peak BoE rate in March and about 45bps of cuts to the end of 2024.
- Aussie bond futures bull flattened, with 3y yields down 5.0bps and 10y down 7.0bps.

EQUITIES

S&P500 4,222.62 (-0.04%) | Stoxx600 433.18 (-0.13%) | FTSE100 7,374.83 (-0.37%)

- US stocks closed mostly lower on Monday as a bout of volatility in the bond market impacted equities, with investors also awaiting results from tech giants Microsoft, Alphabet, Meta and Amazon later this week (BBG). Citi's Rui Ding flagged that while the main headline overnight was that US 10s finally reached 5%, this did not weigh on risk assets as much as expected. She suggests that this points to limited participation into risk events and the higher-for-longer narrative being well understood (CITI). The S&P ended -4bps lower in its fifth consecutive daily decline, although the benchmark held above the critical 4,200 level. The Dow Jones fell -0.58% while the NASDAQ added +0.27%. Energy stocks were the biggest laggards on the day, with the S&P sector gauge falling -1.62% as the oil price pulled back more than 2% amid further diplomatic efforts in the Middle East (RT). Materials stocks also fell -1.07% on the day. Meanwhile, communication services stocks performed best on the day, up +0.72%

- European equities closed lower on Monday, hovering near January lows as investors continue to weigh the prospect of higher-for-longer interest rates from the Federal Reserve and curbed risk sentiment. The Stoxx600 ended -0.13% lower and the FTSE100 closed the session down -0.37%. As was the case in the US market, energy stocks underperformed the Stoxx600, with the sector trading down -63bps. Consumer discretionary stocks and industrials, on the other hand, were the top performers of the day, up +0.58% and +0.45% respectively. In terms of earnings releases, Philips gained +2.0% on the day after reporting 3Q23 revenues ~1% above company-compiled consensus and in-line with Citi, with organic growth ahead of consensus by ~320bps and ahead of Citi by ~150bps (CITI). Sandvik, on the other hand, fell -1.5% after its results release which highlighted disappointing organic orders (4% below Street) (CITI).

FOREIGN EXCHANGE

AUDUSD 0.6333 (+0.28%) | DXY 105.632 (-0.62%) | EURUSD 1.0664 (+0.83%)

- The DXY Index fell 0.62%, its third consecutive day of decline, on fairly minimal economic news out of the US. The Chicago Fed National Activity Index printed at 0.02 versus a -0.22 print previously. USDJPY fell 0.19% to 149.64 after briefly touching the 150 mark, a price at which some speculate there may be intervention.

- AUDUSD rose 0.28% and NZDUSD was up 0.38% on fairly minimal economic news and light holiday trading for New Zealand. This week, we have two potentially consequential events for Australia - a Bullock speech today and the release of CPI tomorrow.

- EURUSD rose 0.83% and GBPUSD was up 0.74% on little economic news, with the NOK and SEK as the only currencies in the G10 that declined against the USD.

COMMODITIES

Gold 1,973.27 (-0.17%) | WTI 85.98 (-1.48%) | Copper 7972.00 (+0.30%) ^

- Energy: Crude was lower as successful diplomatic efforts ease supply concerns, as oil continues to be headline driven (RT). Brent was down -1.35% at $90.26 and WTI was down -1.48% at $85.98. Increasing Venezuelan crude is also easing supply concerns.
- Metals: As tensions temporarily ease, gold fell -0.17% to $1,973.27, despite a weaker DXY. Silver was -1.29% lower at $22.99. Base metals were broadly lower, with copper bucking the trend, up +0.3% at $7,972. Nickel was -2.21% lower at $18,177, zinc was -0.74% lower at $2,420 and aluminium was -0.27% lower at $2,176.

Overnight Summary					
	Last Price	1d (net)	1d (%)	1m (%)	YTD (%)
Equities					
S&P 500	4,217.19	-6.97	-0.2%	-2.4%	9.8%
Nasdaq	13,018.33	34.52	0.3%	-1.5%	24.4%
Dow Jones	32,936.41	-190.87	-0.6%	-3.0%	-0.6%
Euro Stoxx 50	4,041.75	17.07	0.4%	-3.9%	6.5%
FTSE100	7,374.83	-27.31	-0.4%	-4.0%	-1.0%
TOPIX	2,238.81	-16.84	-0.7%	-5.8%	18.3%
KOSPI	2,357.02	-17.98	-0.8%	-6.0%	5.4%
Shanghai Comp	2,939.29	-43.77	-1.5%	-6.2%	-4.9%
ASX200 Futures	6,842.00	-15.00	-0.2%	-3.7%	-2.1%
VIX Index	20.57	-1.14			
Foreign Exchange					
DXY	105.6280	-0.67	-0.6%	0.0%	2.0%
AUDUSD	0.6334	0.00	0.3%	-1.4%	-7.0%
EURUSD	1.0666	0.01	0.8%	0.7%	-0.4%
GBPUSD	1.2248	0.01	0.8%	0.3%	1.4%
USDJPY	149.6800	-0.25	-0.2%	-0.5%	-12.4%
USDCHF	0.8913	0.00	-0.5%	2.3%	3.7%
Fixed Income - 10y	%	bps		bps	bps
Aus (Fut.)	4.72%	-7.50		37.50	65.00
United States	4.85%	-6.64		41.44	97.25
United Kingdom	4.59%	-5.38		35.17	93.13
Germany	2.87%	-1.69		13.38	30.65
France	3.48%	-3.23		19.45	37.42
Italy	4.83%	-8.51		24.93	13.83
Commodities					
WTI Crude	85.98	-2.10	-2.4%	-4.5%	7.1%
Brent Crude	90.29	-1.87	-2.0%	-3.2%	5.1%
Copper c/lb	358.20	1.90	0.5%	-2.3%	-6.0%
Nickel	18,588.00	68.00	0.4%	-5.1%	-38.1%
Zinc US$/mt	2,438.00	23.50	1.0%	-4.6%	-18.0%
Aluminium US$/mt	2,181.50	-3.50	-0.2%	-3.3%	-8.3%
Iron Ore US$/mt	117.29	-0.04	0.0%	-3.8%	5.4%
Gold US$/oz t	1,972.32	-3.52	-0.2%	2.9%	8.1%
Silver US$/oz t	22.99	-0.31	-1.3%	-0.7%	-4.0%
Bitcoin USD	31,488.75	1,628.00	5.5%	18.4%	90.4%
Lithium (ETF)	48.59	-0.38	-0.8%	-11.3%	-17.1%
DLCs	Last Price	Aud Price			Spread
Rio PLC	4,890.50	94.57	-0.8%	-5.6%	18.3%
South 32 - Lon	171.00	3.31	-1.4%	-2.4%	-1.1%
South 32 - J'burg	3,940.00	3.28	-1.9%	-2.7%	-0.3%
Janus Henderson	22.76	35.93	-1.5%	-14.1%	1.9%
Virgin Money	154.40	2.99	1.1%	-8.9%	-1.5%
NWS A	21.12	33.34	-0.4%	7.3%	4.8%
ADRs	Last Price	Aud Price			Spread
BHP	54.86	43.31	0.0%	-3.3%	0.1%
Rio	60.37	95.30	-0.3%	-5.8%	17.4%
CSL	74.65	235.71	2.1%	-8.3%	0.5%
James Hardie	24.78	39.12	0.8%	-6.2%	0.5%
ResMed	146.68	23.16	1.7%	7.4%	1.8%
Amcor	8.45	13.34	-0.7%	-6.6%	1.8%
Square	43.86	69.25	-0.3%	-1.9%	1.7%

*At time of writing

Source: Bloomberg

CitiFirst Warrants
1300 30 70 70
citifirst.warrants@citi.com

For further information please contact the CitiFirst Sales desk on 1300 30 70 70. To unsubscribe, please email citifirst.warrants@citi.com.

DISCLAIMER

General:
This communication is provided in Australia by Citigroup Global Markets Australia Pty Limited (ABN 64 003 114 832 and AFSL 240992, Participant of the ASX Group and of Cboe Australia), Citigroup Pty Limited (ABN 88 004 325 080, AFSL No. 238098) and/or Citibank, N.A., Sydney Branch (ARBN 34 072 814 058). Citigroup Global Markets Australia Pty Limited (CGMA) is not an Authorised Deposit-Taking Institution under the Banking Act 1959, nor is it regulated by the Australian Prudential Regulation Authority, neither Citigroup Pty Limited, Citibank NA nor any other Authorised Deposit-Taking Institution guarantees the performance or obligations of CGMA. If you invest with CGMA you will be exposed to counterparty credit risk of CGMA which could give rise to delays in repayment and/or the loss of income or principal amounts invested.

Although the information contained herein is based upon generally available information and has been obtained from sources believed to be reliable, we do not guarantee its accuracy, and such information may be incomplete or condensed. CGMA makes no representation or warranty as to the appropriateness of the material for use in jurisdictions other than in Australia. The material on this website, including any pricing, opinions or estimates is subject to change without notice to you and we are not required to update the information. CGMA does not represent or warrant that this website functions without error or interruption.

Any price indications or market quotations (for example, in relation to the financial products or any relevant underlying) are provided solely for your information. Such prices, bids, quotations are not firm bids or offers and may not reflect current prices, due to delays in transmission or otherwise. Nothing in this website shall form the basis of or be relied on in connection with any transaction you enter into, other than as explicitly specified in the relevant Product Disclosure Statement.

The information provided on or via this website is provided for informational purposes only and should not be construed as a recommendation or an offer to buy or sell any product or to enter into any particular transaction. The information does not take into account the investment objectives or financial situation of any particular person. Investors should be aware that there are risks of investing and that prices both rise and fall. Past performance is not a reliable indicator of future performance. Investors should seek their own independent financial advice based on their own circumstances before making a decision. The terms set forth herein are intended for discussion purposes only and subject to the final expression of the terms of a transaction as set forth in a definitive agreement and/or confirmation. Before entering into a transaction, you should ensure that you fully understand the terms of the transaction, relevant risk factors, the nature and extent of your risk of loss and the nature of the contractual relationship into which you are entering and you should carefully read the relevant Product Disclosure Statement for the product before making any decision to invest. You should also carefully evaluate whether the transaction is appropriate for you in light of your experience, objectives, financial resources, and other relevant circumstances and whether you have the operational resources in place to monitor the associated risks and contractual obligations over the term of the transaction. A copy of the relevant Product Disclosure Statement for any product issued by CGMA is available by contacting us on 1300 30 70 70 or on the Product Disclosure Statements section of this website.

The ultimate decision to proceed with any transaction rests solely with you. We are not acting as your advisor or agent. Therefore prior to entering into the proposed transaction you should determine, without reliance upon us or our affiliates, the economic risks and merits, as well as the legal, tax and accounting characterizations and consequences of the transaction, and independently determine that you are able to assume these risks. In this regard, by acceptance of these materials, you acknowledge that you have been advised that (a) we are not in the business of providing legal, tax or accounting advice, (b) you understand that there may be legal, tax or accounting risks associated with the transaction, (c) you should receive legal, tax and accounting advice from advisors with appropriate expertise to assess relevant risks, and (d) you should apprise senior management in your organization as to the legal, tax and accounting advice (and, if acceptable, risks) associated with this transaction and our disclaimers as to these matters. If you are acting as a financial adviser or agent, you should evaluate these considerations in light of the circumstances applicable to your principal and the scope of your authority. If you believe you need assistance in evaluating and understanding the terms or risks of a particular derivative transaction, you should consult appropriate advisers before entering into the transaction.

Citi is affiliated with Citibank NA and its subsidiaries and branches worldwide (collectively "Citi"). Despite those affiliations, any financial products offered, or sold by CGMA: (i) are not insured by the Federal Deposit Insurance Corporation; (ii) are not deposits or other obligations of any insured depository institution (including Citi); and (iii) are subject to investment risks, including the loss of the investment amount. Financial products issued by CGMA do not represent a deposit or other liability of Citigroup Pty Limited or Citibank NA and these entities do not stand in any way behind the credit and/or performance of other Citi entities such as CGMA. Conflicts: We and/or our affiliates (together, the "Firm") may from time to time take proprietary positions and/or make a market in instruments identical or economically related to derivative transactions entered into with you, or may have an investment banking or other commercial relationship with and access to information from the issuer(s) of financial products underlying derivative transactions entered into with you. We may also undertake proprietary activities, including hedging transactions related to the initiation or termination of a derivative transaction with you, that may adversely affect the market price, rate, index or other market factors(s) underlying a derivative transaction entered into with you and consequently the value of the transaction.

No liability for content or arising from use: None of Citigroup Global Markets CGMA or its employees, officers, representatives, agents or contractors shall be liable for any loss, liability, damage, cost or expense, whether direct, indirect, special, incidental, consequential, punitive, or exemplary, including (but not limited to) loss of profits, in connection with or arising in any way from: (i) any defects, viruses and any other malfunctions caused to any equipment and other software in connection with access or use of this website; (ii) the information provided on or via this website; (iii) the interception, modification or misuse of information transmitted to CGMA or transmitted to you; (iv) the functioning or non-availability of this website; (v) the misuse of this website; (vi) the loss of data; (vii) downloading or use of any software made available by this website; or (viii) claims of third parties in connection with the use of this website.