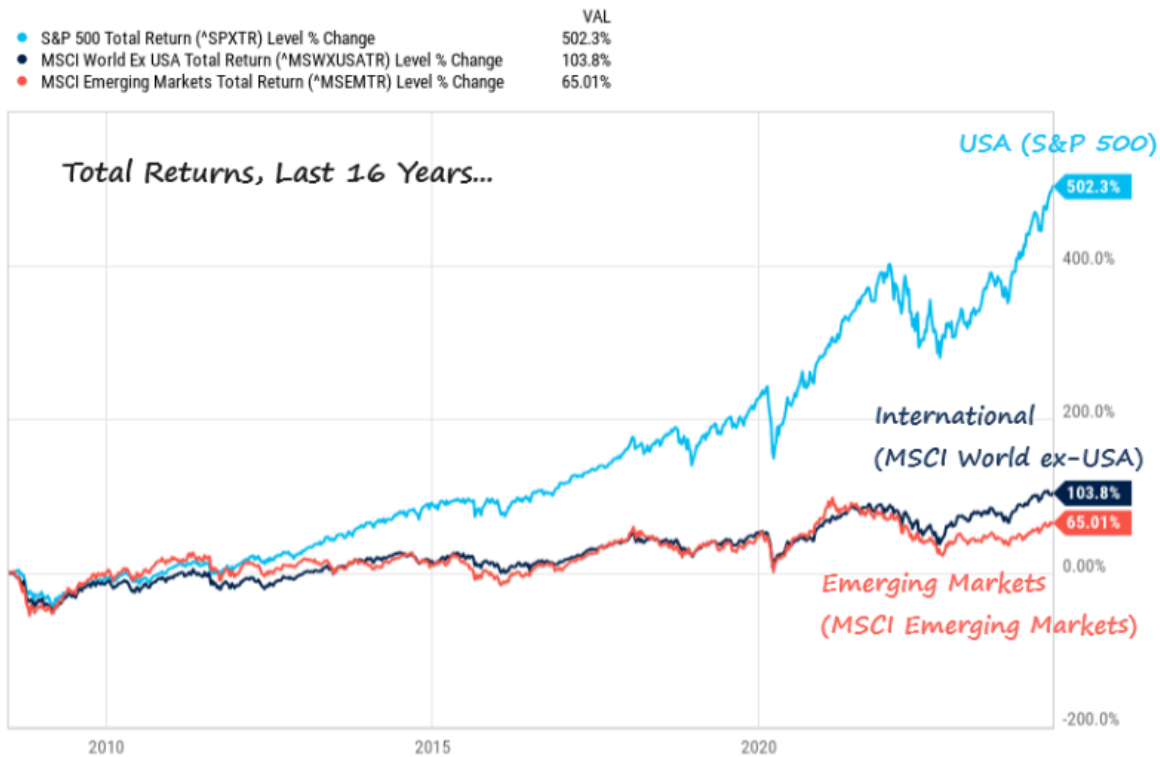


Economic Information for July Show

International Information

US Stocks continue to outperform the rest of the world.

Over the last 16 years, US stocks have gained 502% vs. 104% for International stocks and 65% for Emerging Markets. This is by far the longest cycle of US outperformance that we've ever seen. Happy 4th everyone!



S&P 500 Index: Number of All-Time Highs (1929 - 2024)									
Year	# ATH	Year	# ATH	Year	# ATH	Year	# ATH	Year	# ATH
1929	45	1949	0	1969	0	1989	13	2009	0
1930	0	1950	0	1970	0	1990	6	2010	0
1931	0	1951	0	1971	0	1991	22	2011	0
1932	0	1952	0	1972	32	1992	18	2012	0
1933	0	1953	0	1973	3	1993	16	2013	45
1934	0	1954	27	1974	0	1994	5	2014	53
1935	0	1955	49	1975	0	1995	77	2015	10
1936	0	1956	14	1976	0	1996	39	2016	18
1937	0	1957	0	1977	0	1997	45	2017	62
1938	0	1958	24	1978	0	1998	47	2018	19
1939	0	1959	27	1979	0	1999	35	2019	36
1940	0	1960	0	1980	24	2000	4	2020	33
1941	0	1961	53	1981	0	2001	0	2021	70
1942	0	1962	0	1982	2	2002	0	2022	1
1943	0	1963	12	1983	30	2003	0	2023	0
1944	0	1964	65	1984	0	2004	0	2024	31
1945	0	1965	37	1985	43	2005	0		
1946	0	1966	9	1986	31	2006	0		
1947	0	1967	14	1987	47	2007	9		
1948	0	1968	34	1988	0	2008	0		

1) A Tale of Two Markets

The first half of 2024 was a tale of two markets.

It was the best of times for U.S. large cap stocks, with the S&P 500 hitting 31 all-time highs.

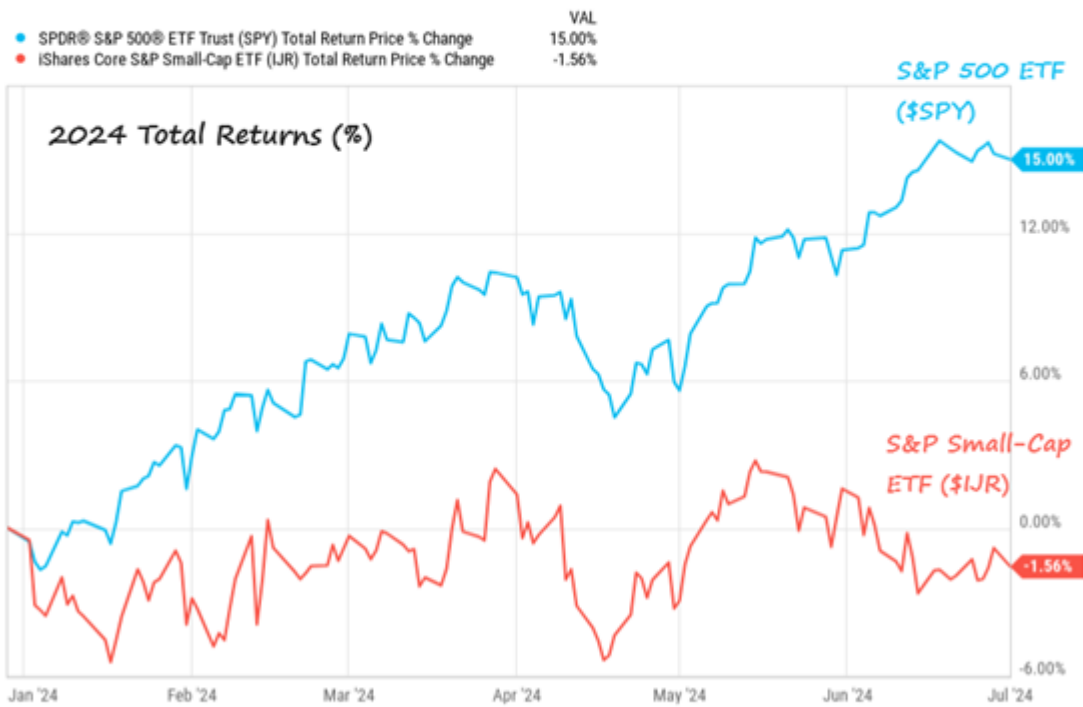
Nasdaq Composite - Milestones			
Nasdaq Level	% Change Between Milestone	# Days Between Milestone	Date
18,000	6%	31	6/28/2024
17,000	6%	935	5/28/2024
16,000	7%	73	11/5/2021
15,000	7%	196	8/24/2021
14,000	8%	33	2/9/2021
13,000	8%	127	1/7/2021
12,000	9%	28	9/2/2020
11,000	10%	57	8/5/2020
10,000	11%	166	6/9/2020
9,000	13%	486	12/26/2019
8,000	14%	237	8/27/2018
7,000	17%	252	1/2/2018
6,000	20%	6,258	4/25/2017
5,000	25%	75	3/7/2000
4,000	33%	51	12/23/1999
3,000	50%	474	11/2/1999
2,000	100%	1,095	7/16/1998
1,000			7/17/1995

The US Tech sector has trounced everything else in the last decade, up 706% versus a 237% gain for the S&P 500 (note: total returns). Its relative strength versus the broad market hit a new record high in June, surpassing the prior high from March 2000.

The Nasdaq continues to run higher and faster

But a rising tide has not lifted all boats this year.

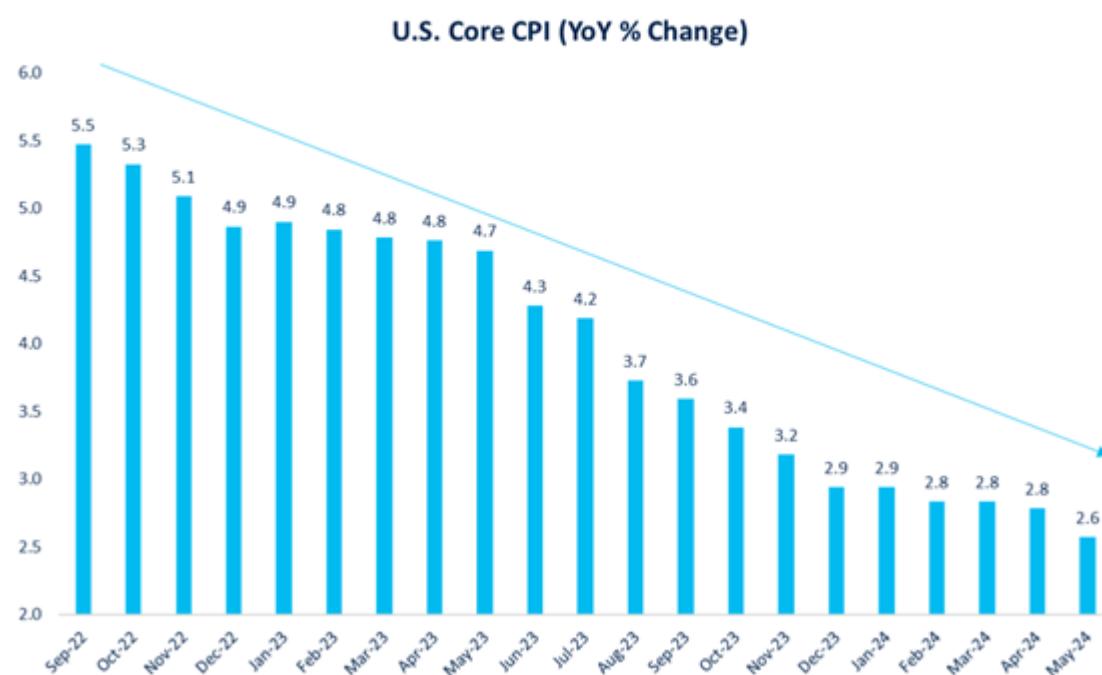
Small cap stocks (\$IJR ETF) are down 2% on the year while the S&P 500 is up 15% including dividends. That's the biggest outperformance of large over small since 1998.



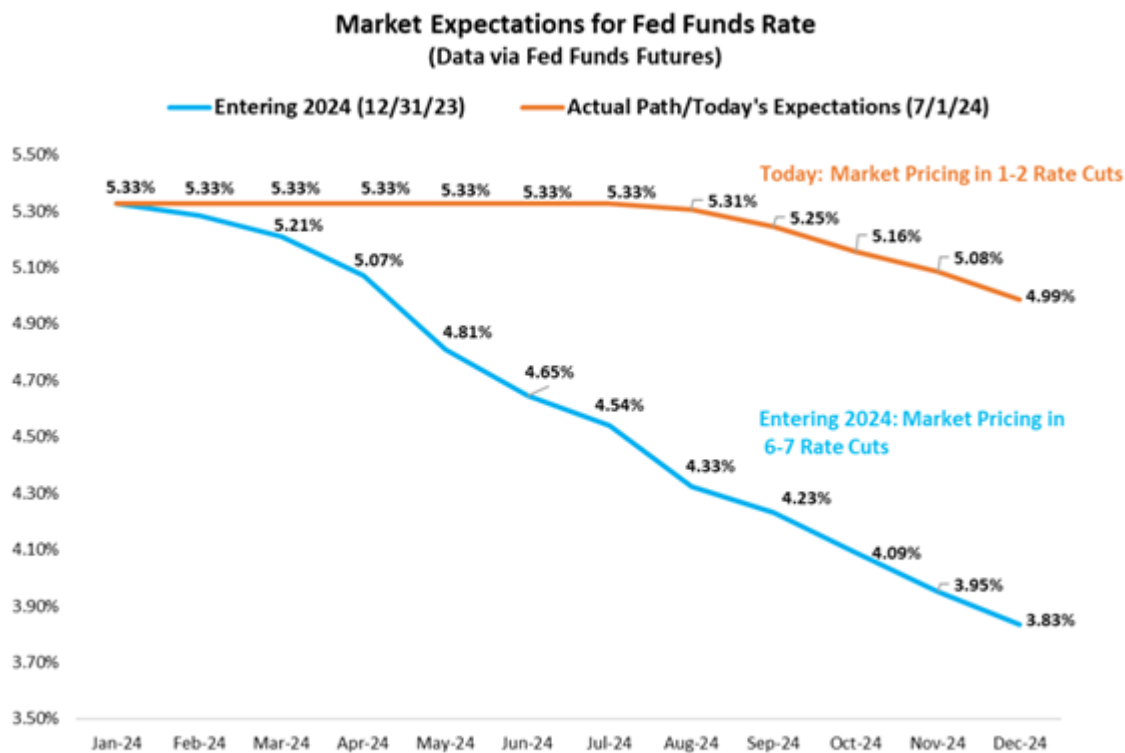
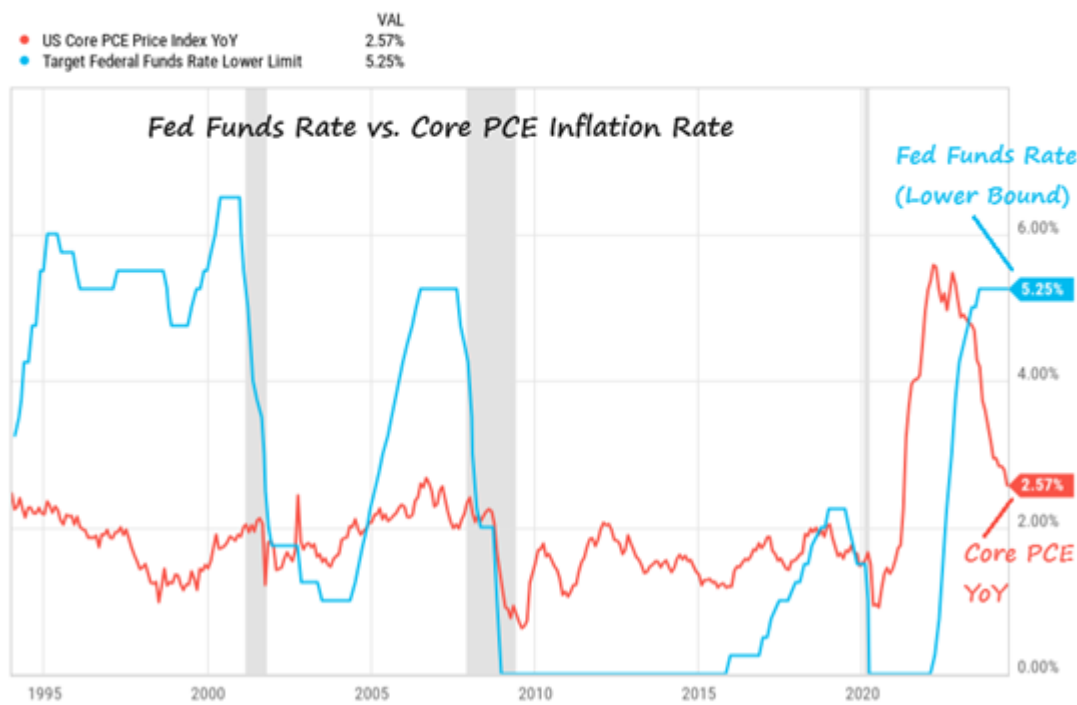
Investors have preferred the safety of larger companies than smaller companies.

A Tale of Two Markets (2024 Total Returns as of 6/30/24)		
US Large Caps (\$SPY)	US Small Caps (\$IJR)	Spread
15.2%	-0.8%	16.0%
US Growth (\$IWF)	US Value (\$IWD)	Spread
20.5%	6.5%	14.1%
US (\$SPY)	International (\$ACWX)	Spread
15.2%	5.6%	9.6%
Semis (\$SMH)	Regional Banks (\$KRE)	Spread
49.1%	-4.8%	53.9%
Short Duration (\$BIL)	Long Duration (\$ZROZ)	Spread
2.6%	-11.1%	13.7%
US Dollar (\$UUP)	Japanese Yen (\$FXV)	Spread
7.5%	-12.6%	20.1%

The Fed's preferred measure of inflation (Core PCE) moved down to 2.6% in May, the lowest since March 2021.



The Fed Funds Rate now stands at 2.7% above Core PCE, the most restrictive monetary policy we've seen since September 2007.



We will see if and when rate cuts come through in the US.

The Japanese Yen is at its lowest level since 1986 against the US Dollar, losing 53% of its value from the 2011 peak.



Considerations that may be causing this:

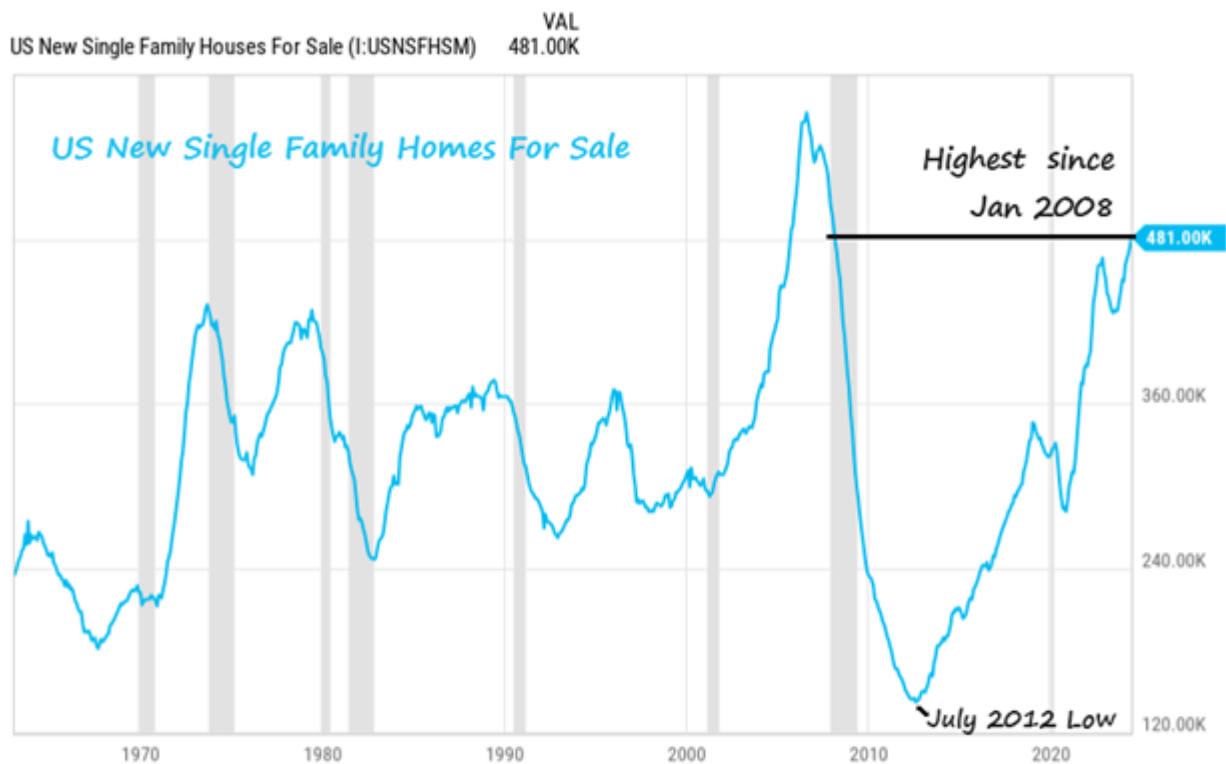
The Bank of Japan have set their real policy rate at -2.8%, as compared to the fed rate of 2% higher than CPI.

Also Japan's economy contracted 0.2% over the last year

Global Growth Rates (Real GDP, YoY% Change)

Country	Q1 2024	Q1 2023	Difference
INDIA	7.8%	6.2%	1.6%
PHILIPPINES	5.7%	6.4%	-0.7%
TURKEY	5.7%	4.0%	1.7%
RUSSIA	5.4%	-1.6%	7.0%
CHINA	5.3%	4.5%	0.8%
INDONESIA	5.1%	5.0%	0.1%
SOUTH KOREA	3.3%	1.1%	2.2%
US	2.9%	1.7%	1.2%
HONG KONG	2.7%	2.8%	-0.1%
SINGAPORE	2.7%	0.5%	2.2%
BRAZIL	2.5%	4.2%	-1.7%
SPAIN	2.5%	4.0%	-1.5%
POLAND	2.0%	-0.4%	2.4%
MEXICO	1.6%	3.6%	-2.0%
PORTUGAL	1.5%	2.5%	-1.0%
AUSTRALIA	1.1%	2.3%	-1.2%
FRANCE	1.1%	0.8%	0.3%
ITALY	0.7%	2.2%	-1.5%
SWEDEN	0.7%	1.6%	-0.9%
SWITZERLAND	0.6%	1.6%	-1.0%
SOUTH AFRICA	0.5%	0.5%	0.0%
CANADA	0.5%	2.0%	-1.5%
NEW ZEALAND	0.3%	2.0%	-1.7%

There are now 481,000 new homes for sale in the US, the highest inventory since January 2008.



The supply of new homes in the US moved up to 9.3 months in May, the highest level since October 2022. In the past 50 years, when supply was this high the U.S. economy was facing job losses and recession. Today, however, high supply is due to the least affordable housing market in history.

Market performance as at 30 Jun 24

Schroders

Note all returns are in AUD not local ccy

		MTD	QTD	YTD	1 year	3 Years p.a.	5 Years p.a.	10 Years p.a.
S&P / ASX 200 Accumulation Index	<i>Australian Equities</i>	2.0%	-1.1%	4.2%	12.1%	6.4%	7.3%	8.1%
S&P / ASX Small Ordinaries	<i>Australian Small Caps</i>	0.3%	-4.5%	2.8%	9.3%	-1.5%	3.7%	6.4%
MSCI World Index	<i>Global Equities</i>	2.3%	0.4%	14.5%	20.4%	11.6%	13.4%	13.6%
MSCI Emerging Markets	<i>Emerging Markets</i>	2.6%	3.0%	10.0%	12.6%	-0.9%	4.5%	6.8%
A-REIT	<i>Listed Property</i>	0.1%	-5.6%	10.2%	24.6%	5.7%	4.4%	8.9%
Bloomberg Barclays Global Aggregate (H)	<i>Global Bonds</i>	1.0%	-0.2%	-0.5%	2.7%	-2.7%	-0.7%	2.0%
Bloomberg AusBond Composite (0+Y) (H)	<i>Australian Bonds</i>	0.9%	-0.8%	0.2%	3.7%	-2.1%	-0.6%	2.2%
Australia - 90 Day Bank Bills	<i>Cash</i>	4.4%	4.3%	4.3%	4.4%	0.0%	1.2%	2.7%
Australian Dollar vs US Dollar	<i>AUD vs USD</i>	0.5%	2.4%	-2.1%	0.3%	-3.8%	-1.0%	-3.4%
Australian Equities								
Large (ASX50)		2.5%	-0.4%	4.5%	13.2%	7.5%	7.3%	7.8%
Mid (ASX51-100)		-0.7%	-3.0%	3.4%	6.5%	4.7%	9.4%	11.1%
ASX 200		2.0%	-1.1%	4.2%	12.1%	6.4%	7.3%	8.1%
ASX Small Ords		0.3%	-4.5%	2.8%	9.3%	-1.5%	3.7%	6.4%
Australian Sectors								
Consumer Discretionary		4.3%	-2.7%	9.9%	22.7%	3.2%	10.6%	10.5%
Energy		0.1%	-6.8%	-2.9%	-1.8%	14.4%	3.2%	0.5%
Health Care		5.5%	1.9%	5.2%	8.8%	1.3%	7.1%	13.9%
Information Technology		2.1%	2.9%	27.9%	28.4%	3.1%	12.8%	13.3%
Materials		-5.7%	-5.9%	-11.7%	-2.3%	5.6%	9.4%	10.6%
Industrials		1.1%	-4.5%	0.9%	3.7%	6.4%	3.1%	8.9%
Consumer Staples		6.6%	0.2%	2.1%	-3.7%	0.9%	4.6%	5.9%
Communication Services		3.5%	-4.9%	-3.9%	1.1%	3.4%	6.1%	2.5%
Utilities		4.9%	13.3%	17.1%	12.5%	22.5%	8.0%	10.1%
Financials		6.1%	4.0%	16.6%	29.2%	10.5%	8.3%	7.5%
A-REIT		0.1%	-5.6%	10.2%	24.6%	5.7%	4.4%	8.9%
Global Equity								
Global (MSCI World Index)		2.3%	0.4%	14.5%	20.4%	11.6%	13.4%	13.6%
GEM (MSCI EM)		2.6%	3.0%	10.0%	12.6%	-0.9%	4.5%	6.8%
MSCI World Index Growth		4.6%	4.0%	19.9%	26.2%	11.9%	16.7%	16.4%
MSCI World Index Value		-0.1%	-3.2%	9.0%	14.4%	10.6%	9.4%	10.4%
MSCI World Large Cap		2.9%	1.4%	16.0%	22.0%	12.9%	14.3%	14.1%
MSCI World Small Mid		-1.4%	-5.0%	5.0%	10.2%	4.1%	8.6%	10.6%
S&P 500		4.4%	4.3%	15.3%	24.6%	10.0%	15.0%	12.9%
FTSE 100		-0.5%	3.7%	7.9%	12.8%	9.2%	5.8%	5.9%
TOPIX		3.3%	2.3%	20.1%	25.6%	15.9%	15.4%	10.8%
MSCI AC Asia		1.9%	0.8%	11.0%	13.1%	1.3%	6.1%	8.7%
MSCI Europe		-2.3%	-1.3%	8.8%	12.3%	7.9%	8.3%	8.1%
NASDAQ Composite Index		5.5%	6.0%	21.1%	29.2%	12.1%	19.4%	20.2%
Fixed Income								

Dow Jones Industrial Average

INDEXDJX: .DJI

Overview

Compare

Market Summary > Dow Jones Industrial Average

39,308.00

+5,019.36 (14.64%) ↑ past year

3 July, 2:03 pm GMT-4 • Disclaimer

1D 5D 1M 6M YTD 1Y 5Y Max



Open	39,358.95	Low	39,230.86	52-wk high	40,077.40
High	39,411.17	Prev close	39,331.85	52-wk low	32,327.20

20:11 pm CDT 04/07/2024

Technicals

WTI Crude (August Contract)

84.02 +0.15%



1D | 1WK | 1M | 1YR | Max

Copy

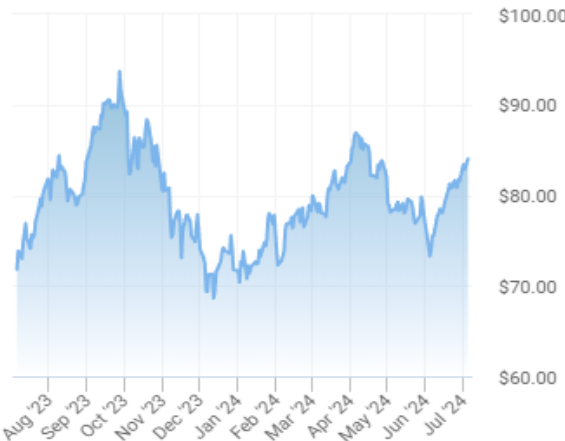
Share

20:12 pm CDT 04/07/2024

Technicals

WTI Crude (August Contract)

84.02 +0.17%



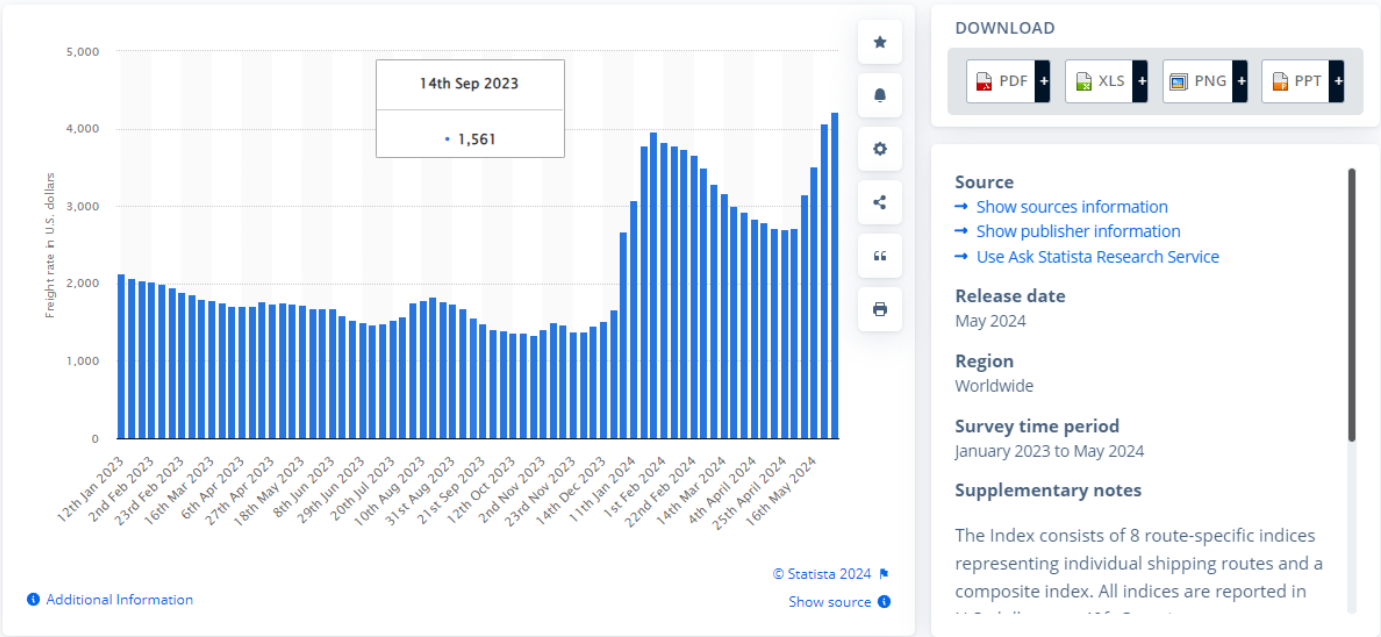
1D | 1WK | 1M | 1YR | Max

Copy

Share

Global container freight rate index from the 12th January 2023 to the 30th May 2024

(in U.S. dollars per 40-foot container)



Welcome to the Australian Bureau of Statistics

Population

26,966,789

31 December 2023

Consumer price index

3.6%Annual change Mar 2024
quarter

Gross domestic product

0.1%

Quarterly change, Mar 2024

Average weekly earnings

\$1,888.80

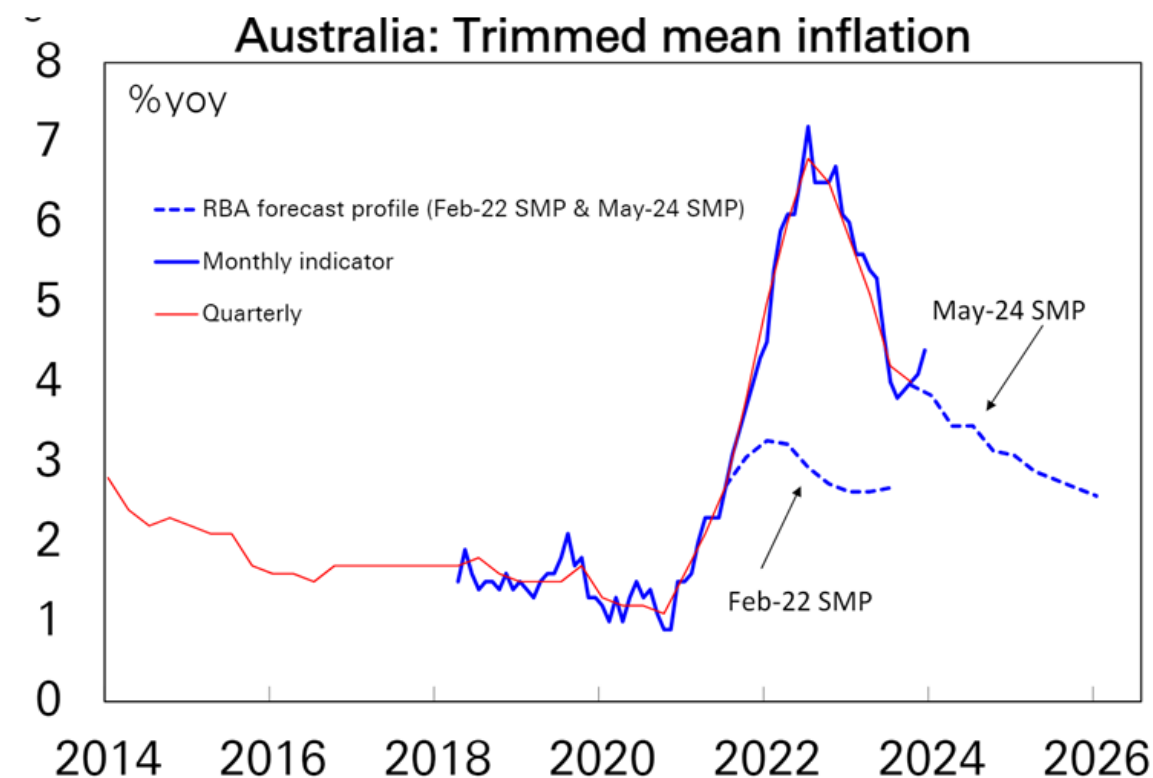
November 2023

Unemployment rate

4.0%

May 2024

We now have 2 of 3 monthly numbers that make up the all important Q2 figure to be released at the end of July. For an RBA where Bullock has said a lot needs to go right, things are not heading in the right direction. If the Q2 number comes in as hot as the Q1 print and fails to show some cooling, the ability for the RBA to keep staring it down and following the narrow path most likely evaporates. The chart below from our friends at DB highlights the divergence between realised and RBA hoped for CPI paths.



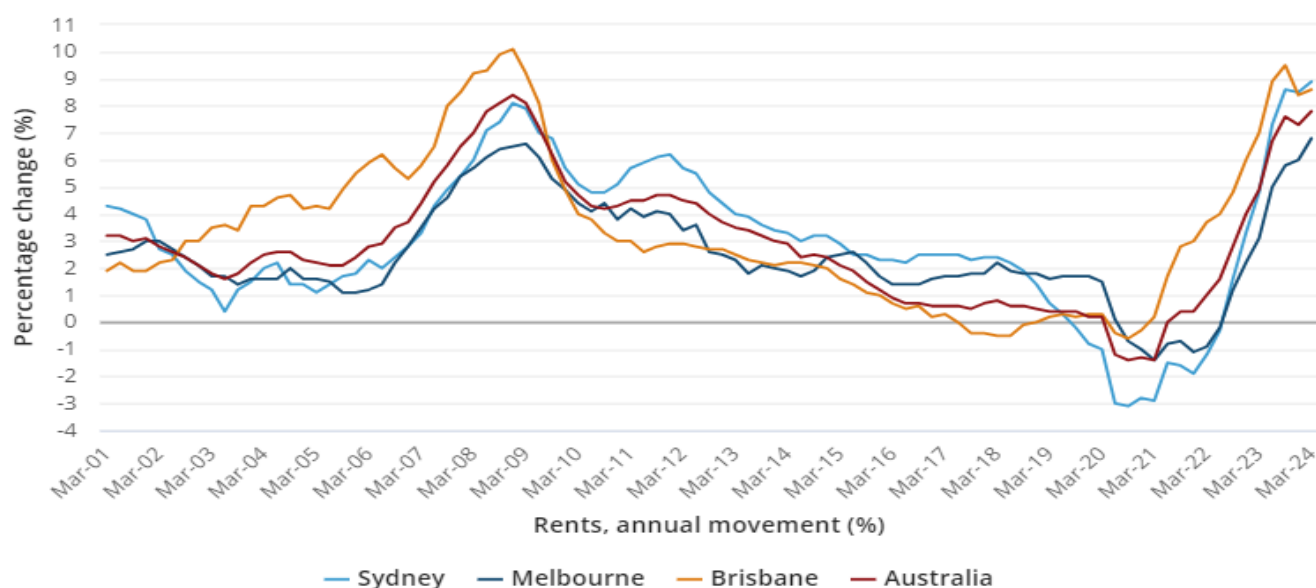
Source: Deutsche Bank, ABS

Strongest annual rise in rental price growth since 2009

Rental prices rose 7.8 per cent annually, the strongest rise since the March 2009 quarter. Rental price growth continues to reflect low vacancy rates and a tight rental market.

The rate of growth in rental prices is moderated by changes to Commonwealth Rent Assistance (CRA), with rent assistance rates updated by CPI indexation on 20 March and 20 September each year. In addition, last September significant changes were made to the CRA with the maximum rate available for CRA increasing by 15 per cent. Excluding these changes to CRA, rents would have increased by 9.5 per cent over the 12 months to the March 2024 quarter.

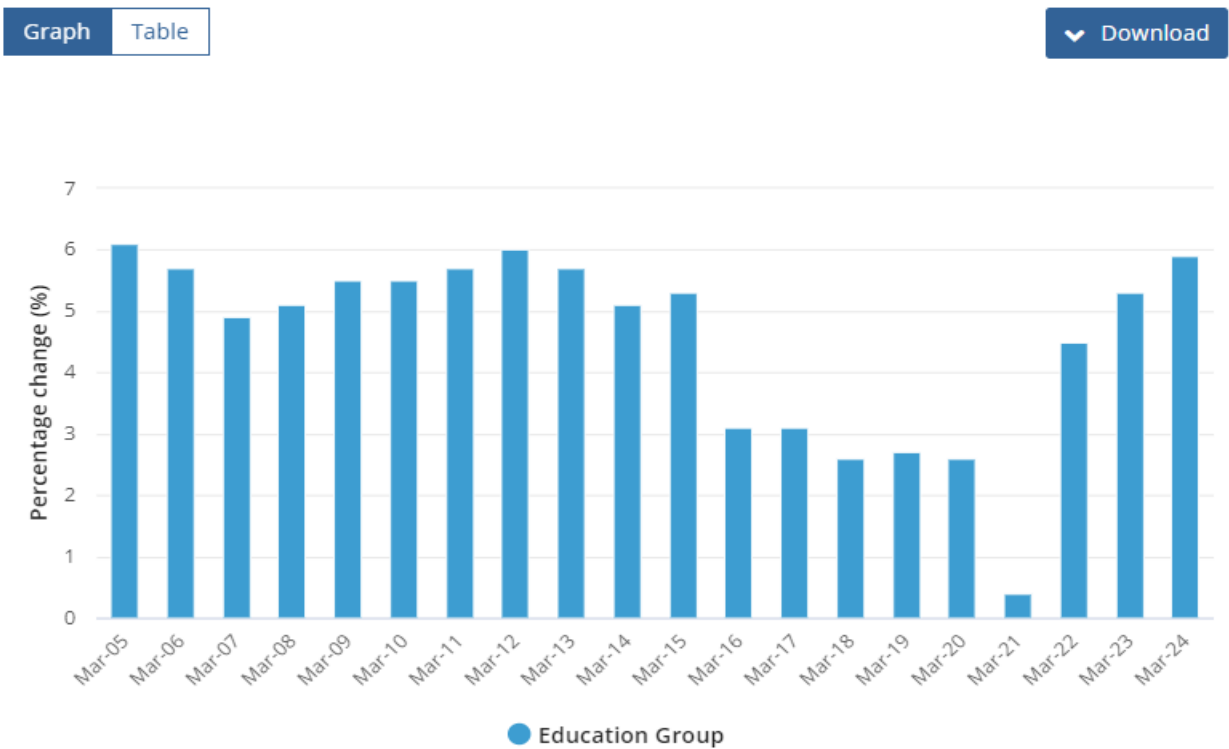
Rents, annual movement (%)

[Graph](#)[Table](#)[Download](#)

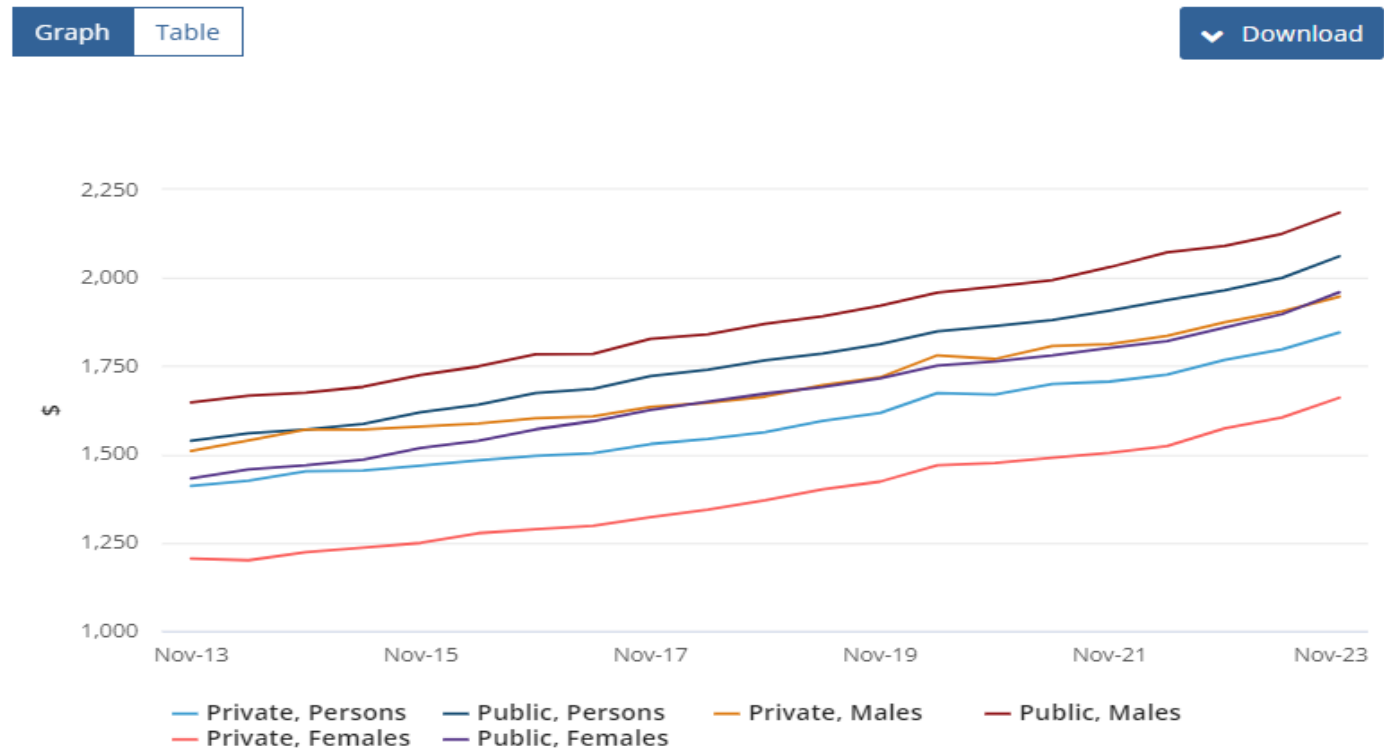
Increase in education fees highest in 12 years

The Education group, which covers primary, secondary and tertiary education, recorded the largest rise since 2012. Fees are collected once a year at the beginning of the school year. The rise was driven by higher primary and secondary school fees, as well as tertiary education following the indexation of higher education course fees.

Education, Australia, March quarter movement (%)



Average weekly ordinary time earnings, full-time adults by sector, original

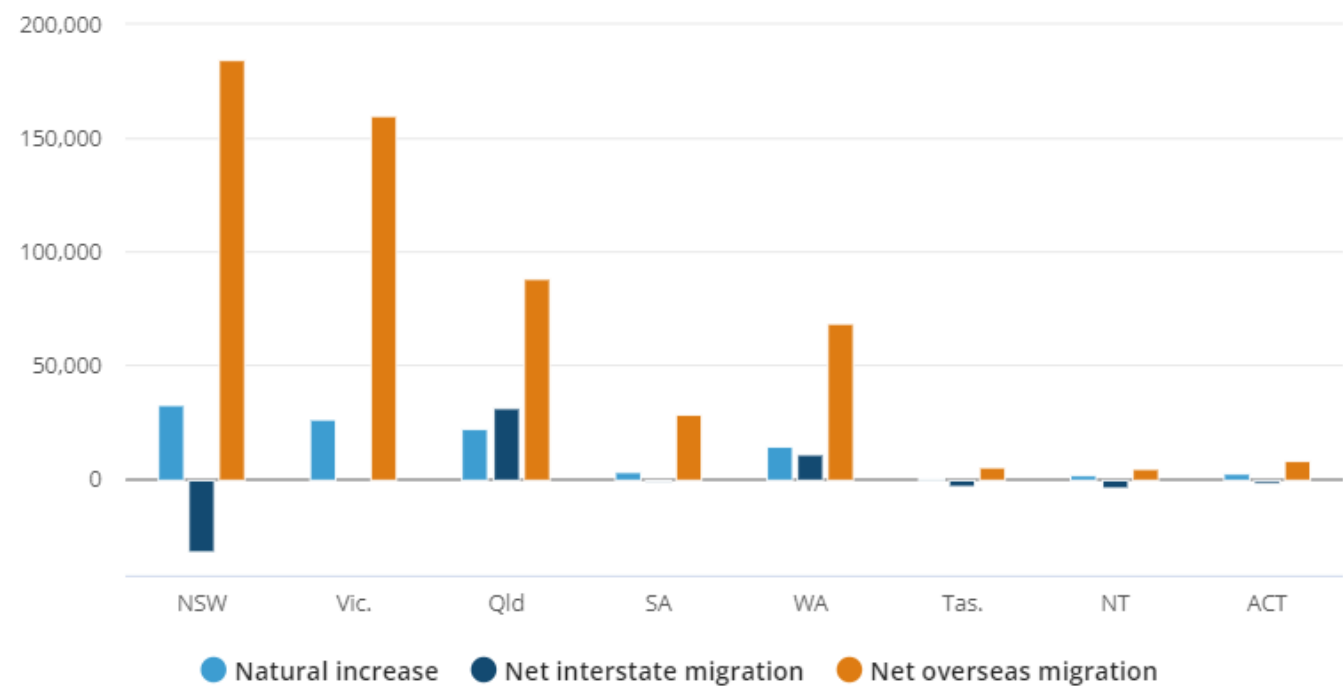


Components of annual population growth

Graph

Table

Download



We are seeing steady or flat annual growth in ordinary times earnings

Education and other costs are spiking higher

Immigration has increase putting pressure on rentals and housing

All Ordinaries

INDEXASX: XAO

Overview

Compare

Market Summary > All Ordinaries

8,072.80

+619.70 (8.31%) ↑ past year

5 July, 11:16 am AEST • Disclaimer



Open	8,079.10	Low	8,055.20	52-wk high	8,168.00
High	8,079.10	Prev close	8,079.20	52-wk low	6,938.50

More about All Ordinaries →

Feedback

CoreLogic Auction Results

Welcome to the CoreLogic Weekly Auction Result Summary. Stay abreast of the very latest property market conditions with the most comprehensive auction clearance rates available. Every week we endeavour to capture the results of every known auction and make them available by Sunday morning, with progressive updates as the full set of auction results are collected.

Week ending 30 June 2024

CITY	TOTAL AUCTIONS	CORELOGIC AUCTION RESULTS	SOLD PRIOR TO AUCTION	SOLD AT AUCTION	SOLD AFTER AUCTION	PASSED IN	WITHDRAWN	CLEARANCE RATE	CLEARED AUCTIONS	UNCLEARED AUCTIONS
Sydney	766	762	220	249	11	185	97	63%	480	282
Melbourne	886	885	171	363	18	253	80	62.4%	552	333
Brisbane	159	159	23	67	3	58	8	58.5%	93	66
Perth	5	5	NA	2	NA	2	1	40%	2	3
Canberra	65	64	11	25	NA	26	2	56.3%	36	28
Adelaide	147	146	25	86	1	28	6	76.7%	112	34
Tasmania	2	2	NA	NA	NA	1	1	0%	NA	2
Combined Capitals*	2030	2023	450	792	33	553	195	63%	1275	748

AAN Core : Shadow (ACS001)

Portfolio performance

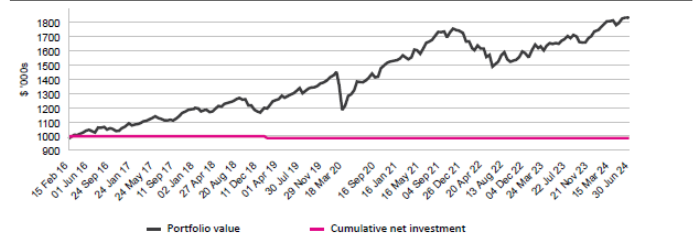
05 Feb 2016 to 30 Jun 2024



Movement in value

	\$
Starting market value	998,172.76
Net withdrawal	-12,062.10
Realised and unrealised gains/losses	509,646.96
Total income net of foreign tax paid	333,830.05
Total expenses	-
Ending market value	1,829,668.15
Movement in value	831,495.39

Value versus cumulative net investment



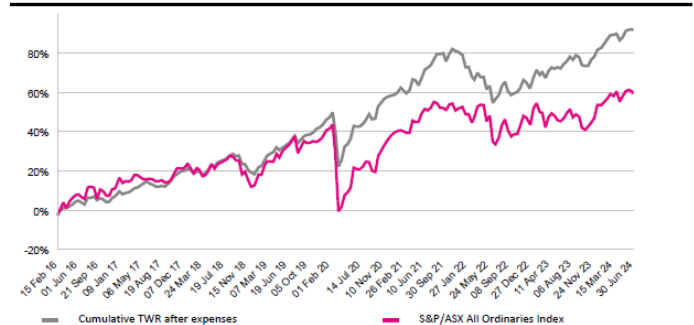
Portfolio returns

	\$
Realised and unrealised gains/losses	509,646.96
Total income	339,468.39
Franking credits	40,794.52
Total dollar return before expenses	889,909.87
Total expenses	-
Total dollar return after expenses	889,909.87

Periods to 30 Jun 2024	1 yr	3 yrs p.a.	5 yrs p.a.	Since inception p.a.
Portfolio return after expenses (TWR)	9.54%	3.57%	7.4%	8.05%
S&P/ASX All Ordinaries Index	8.27%	1.85%	3.65%	5.7%

The portfolio's inception date for performance calculation purposes is 05 Feb 2016.
Loans (if applicable) have been excluded from portfolio performance calculations.
Portfolio total dollar and percentage returns are inclusive of franking credits. Percentage returns have been calculated using the Time Weighted Return (TWR) method.
Past performance is not an indication of future performance.

Returns over time



AAN Growth : Shadow (ACS002)

Portfolio performance

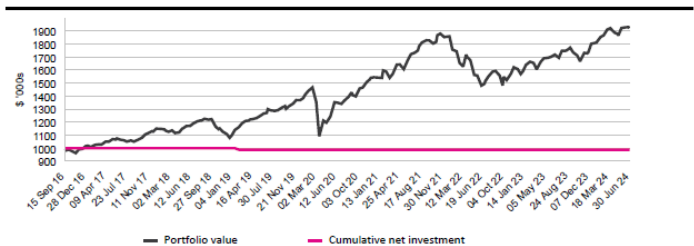
02 Sep 2016 to 30 Jun 2024



Movement in value

	\$
Starting market value	998,932.75
Net withdrawal	-11,482.89
Realised and unrealised gains/losses	615,350.42
Total income net of foreign tax paid	319,219.10
Total expenses	-
Ending market value	1,922,481.53
Movement in value	923,548.78

Value versus cumulative net investment



Portfolio returns

	\$
Realised and unrealised gains/losses	615,350.42
Total income	326,144.45
Franking credits	50,630.46
Total dollar return before expenses	992,125.33
Total expenses	-
Total dollar return after expenses	992,125.33

Periods to 30 Jun 2024	1 yr	3 yrs p.a.	5 yrs p.a.	Since inception p.a.
Portfolio return after expenses (TWR)	12.11%	4.2%	9.16%	9.45%
S&P/ASX Small Ordinaries Index	6.39%	-4.22%	0.96%	2.62%

The portfolio's inception date for performance calculation purposes is 02 Sep 2016.
Loans (if applicable) have been excluded from portfolio performance calculations.
Portfolio total dollar and percentage returns are inclusive of franking credits. Percentage returns have been calculated using the Time Weighted Return (TWR) method.
Past performance is not an indication of future performance.

Returns over time

