

**FBMKLCI Futures daily chart**



**Preview**

**Fundamental**

Expect futures to trade on a cautious note today tracking overnight Wall Street lacklustre performance along with retreat in crude oil prices that triggered by economic concerns amid fears of persistently high inflation. However, downward pressure could be limited on bargain buying after recent rout. Overnight leads, U.S. stock indexes end lower Wednesday, giving back earlier gains, after Federal Reserve Chairman Jerome Powell reiterated plans for combating inflation, in Capitol Hill testimony, even as some traders now expect the central bank to closely monitor the impact of its rate hikes on the economy. In the regional market, Asian stocks resumed their slide on Wednesday, hovering near a two-year low as growing worries over a global recession hit technology shares hard and as the prospect of a slowdown in the U.S. driven by aggressive interest-rate hikes unsettle participants. Locally, the FBMKLCI slipped yesterday as persistent selling pressure in selected index heavyweights notably in plantations, energy and healthcare stocks due to lack of buying catalyst and in line with weak regional peer concerns about the risk of recession arising from global inflation. The index ended 26.78 points, or 1.84% lower at 1,431.10, lowest level in more than two-years with KLK, PETD, SDPL, HLBK, and HART was among the major losers. Futures to cash basis weakened to 1-point discounts from Par.

**Technical**

Futures opened soft and trapped in the negative territory for most part of the trading session on weakness in the underlying cash market and external uncertainties. At the closed, the June futures contract stumbled 28 points to settle at 1,430.00, forming a long black candlestick with short upper and short bottom shadow, indicating strong bears present during the session and pushed prices lower hostilely. Technical wise, the MACD indicator issued a sell signal, while RSI indicator is oscillated at an oversold region. Therefore, expect futures to open monotonous mode today on weak overnight U.S. equities market and crude oil losses while a potential of bargain buying after recent sharp drop might cushion selling pressure. Thus, the support and resistance can be found at 1,415.0 and 1,440.0 respectively.

Source: Bloomberg

| Contract | Sett    | Change | High    | Low     | Volume | Open Int | O/I chg   |           | Open Interest |           | Previous Week |         |
|----------|---------|--------|---------|---------|--------|----------|-----------|-----------|---------------|-----------|---------------|---------|
|          |         |        |         |         |        |          | Value USD | 3mth avg  | Value USD     | High      | Low           |         |
| FBMKLCI  | 1431.10 | -26.78 | 1461.53 | 1431.10 | 221 Mn | 35,545   | -692      | -11.24 Mn | 27,610        | 448.41 Mn | 1483.76       | 1445.64 |
| JUN 22   | 1430.00 | -28.00 | 1456.50 | 1424.00 | 8817   | 35,545   | -692      | -11.24 Mn | 27,610        | 448.41 Mn | 1480.00       | 1440.50 |
| JUL 22   | 1431.50 | -28.00 | 1457.50 | 1426.50 | 524    | 1,043    | 186       | 3.02 Mn   | 6,279         | 102.09 Mn | 1480.00       | 1442.00 |
| SEP 22   | 1422.00 | -25.00 | 1451.00 | 1417.00 | 132    | 571      | 46        | .74 Mn    | 362           | 5.85 Mn   | 1470.00       | 1431.50 |
| DEC 22   | 1423.00 | -27.00 | 1451.50 | 1418.00 | 45     | 105      | 12        | .19 Mn    | 316           | 5.11 Mn   | 1475.00       | 1434.50 |
|          |         |        |         |         | 9,518  | 37,264   | -448      | -7.28 Mn  | 34,568        | 561.45 Mn |               |         |

| Futures Fair Value |            | KLIBOR   |                    | KF Est           |      |
|--------------------|------------|----------|--------------------|------------------|------|
| Contract           | Exp. Date  | Index Pt | Div Idx Pt (Gross) | Div Idx pt (Net) | FV   |
| JUN 22             | 30/06/2022 | 0.59     | 0.00               | 0.00             | 0.59 |
| JUL 22             | 29/07/2022 | 3.03     | 0.59               | 0.59             | 2.44 |
| Roll FV            |            |          |                    |                  | 1.85 |

**Benchmark Indices**

| Source: Bloomberg | Last     | 1d Chg | 6m Chg | Relative to FBMKLCI |        |
|-------------------|----------|--------|--------|---------------------|--------|
|                   |          |        |        | 3m Chg              | 6m Chg |
| FBMKLCI           | 1431.1   | -1.84% | -5.63% | -1.94%              | -2.44% |
| FBM100            | 9952.34  | -1.77% | -6.95% | 0.25%               | -1.41% |
| FBMEMAS           | 10211.24 | -1.77% | -7.03% | 0.07%               | -1.49% |

**Local Sector Performance againts FBMKLCI**

| Sector     | 1d Chg | 3m Chg | 6m Chg |
|------------|--------|--------|--------|
| Financial  | 0.72%  | 6.50%  | 9.78%  |
| Plantation | -2.79% | -5.81% | 10.31% |
| Utilities  | 0.00%  |        | 0.00%  |

**Currencies**

|                    | Last    | 1d Chg | 3m Chg | 6m Chg |
|--------------------|---------|--------|--------|--------|
| USDMYR             | 4.4025  | -0.07% | 4.23%  | 4.82%  |
| CNYMYR             | 0.6574  | 0.02%  | -0.77% | -0.60% |
| Dollar Index (DXY) | 104.234 | 0.04%  | 5.69%  | 8.56%  |
| MYR to DXY         |         | 0.11%  | 1.40%  | 3.56%  |

**World Equity Indices**

| Source: Bloomberg   | Last     | 1d Chg | 6m Chg  | Relative to FBMKLCI |         |
|---------------------|----------|--------|---------|---------------------|---------|
|                     |          |        |         | 3m Chg              | 6m Chg  |
| <b>USA</b>          |          |        |         |                     |         |
| Dow Jones           | 30483.13 | -0.15% | -14.74% | -2.22%              | -9.66%  |
| S&P 500             | 3759.89  | -0.13% | -19.94% | -6.95%              | -15.17% |
| NASDAQ              | 11053.08 | -0.15% | -28.79% | -12.53%             | -24.54% |
| <b>Europe</b>       |          |        |         |                     |         |
| DAX                 | 13144.28 | -1.11% | -16.58% | 2.75%               | -11.60% |
| CAC                 | 5916.63  | -0.81% | -16.74% | 0.38%               | -11.78% |
| FTSE100             | 7089.22  | -0.88% | -3.85%  | 6.10%               | 1.88%   |
| EURO Stoxx          | 405.74   | -0.70% | -16.00% | -0.22%              | -10.99% |
| <b>Asia Pacific</b> |          |        |         |                     |         |
| Nikkei 225          | 26149.55 | -0.37% | -9.20%  | 4.13%               | -3.78%  |
| Hang Seng           | 21008.34 | -2.56% | -9.42%  | 5.88%               | -4.02%  |
| Straits Times       | 3093.31  | -0.78% | -0.11%  | 2.66%               | 5.84%   |
| KOSPI               | 2353.62  | 0.46%  | -21.50% | -3.92%              | -16.82% |
| TAIEX               | 15347.75 | -2.42% | -14.48% | -3.36%              | -9.38%  |
| S&P/ASX200          | 6509.30  | 0.01%  | -11.89% | -1.49%              | -6.64%  |

**U.S. markets**

Wall Street's main indexes ended with slim losses on Wednesday after choppy trading as energy shares weighed and investors digested Federal Reserve Chair Jerome Powell's comments on the central bank's aim to bring down inflation. - Reuters

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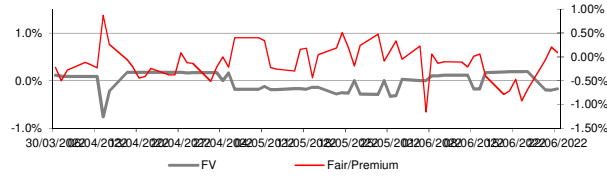
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Source: Bloomberg

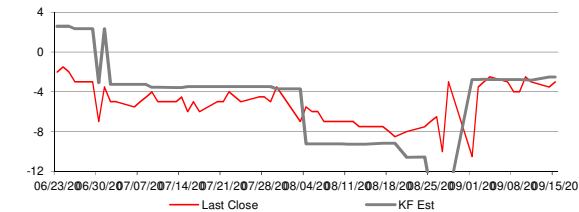
**Premium to Fair**

1.35 Pts 0.09%



**Futures Roll**

3m Avg: -2.46, Last: 1.50, KF FV: 1.85



**FBMKLCI Volatility**

30 Days: 14.71%, 60 Days: 12.16%, 90 Days: 13.11%

