

FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade on a cautious note today on a potential of extended selling activities following overnight fall in US equities market and crude oil losses along with renewed concerns over possible recession as Fed signalled that interest rate hike will be more aggressive than anticipated. Major U.S. stock indexes ended lower on Thursday, extending its losing streak to fourth consecutive day as economic data did little part but not enough to alter Fed's thought in its monetary policy decision and weighed down by lingering concerns over Fed's aggressive rate hike. In the region, Asian bourses ended its three-day rally in a weaker note on Thursday, tracking the nosedive in overnight Wall Street and slumped after US Fed raised interest rates by 75 basis points, the fourth time in a row which shattered initial optimism over Fed to come out with a dovish policy. At home, the FBMKLCI fell sharply lower and ended at its intraday low on Thursday, in line with the knife falling regional trend as selling activities emerged across the board after Fed's official Powell reiterated the hawkish stance to tackle inflation amid Bank Negara Malaysia's decision to increase the Overnight Policy Rate by 25 basis points to 2.75 per cent. The index closed at 1,420.38, fell 31.23 points, with top losers HARTA, TOPG, PBK, MAY, RHB and CIMB shares. Futures to cash basis weakened to 7.0 points discounts from 10.5 points premium.

Technical

Futures contract opened lower during early morning trading session and sunk throughout the trading session and ended sharply lower under negative territory on persistent selling pressure on spilled over weakness in the underlying cash as profit taking emerged and mirroring regional peers' weakness as Fed stay firm at its hawkish stance than previously anticipated. The November futures contract settled 48.5 points lower at 1,413.5, forming a long black bodied candlestick with extended upper and shorter bottom shadow, indicating an aggressive selling activity during the session. On the technical perspective, MACD remained issue a buy signal while RSI indicator lingered at neutral region. Therefore, expect futures to continue its lacklustre mode today on the back of extended losses in overnight Wall Street and fears about possible global recession could be reignited while pre-emption rally could be the supportive tone. Thus, the support and resistance can be eyed at 1,395.0 and 1,420.0 respectively.

Source: Bloomberg

Contract	Sett	Change	High	Low	Volume	Open Int	O/I chg		Open Interest		Previous Week	
							O/I chg	Value USD	3mth avg	Value USD	High	Low
FBMKLCI	1420.38	-31.23	1448.32	1420.38	177 Mn					1459.86	1441.19	
NOV 22	1414.00	-48.00	1460.00	1412.50	14311	31,461	-512	-7.63 Mn	30,088	448.38 Mn	0.00	0.00
DEC 22	1414.50	-48.00	1459.50	1414.00	281	506	81	1.21 Mn	6,071	90.50 Mn	0.00	0.00
MAR 23	1408.50	-45.50	1453.50	1407.00	100	386	54	.8 Mn	743	11.03 Mn	0.00	0.00
JUN 23	1406.00	-44.00	1449.50	1406.00	41	57	16	.24 Mn	413	6.13 Mn	0.00	0.00
					14,733	32,410	-361	-5.38 Mn	37,315	556.04 Mn		

Futures Fair Value		KLIBOR		KF Est	
Contract	Exp. Date	Index Pt	Div Idx Pt (Gross)	Div Idx pt (Net)	FV
NOV 22	30/11/2022	2.71	0.79	0.79	1.92
DEC 22	30/12/2022	5.94	2.82	3.12	3.12
Roll FV					1.20

Benchmark Indices

Source: Bloomberg	Last	1d Chg	6m Chg	Relative to FBMKLCI	
				3m Chg	6m Chg
FBMKLCI	1420.38	-2.15%	-11.25%	4.18%	-4.93%
FBM100	9838.19	-1.92%	-11.53%	-0.01%	-0.32%
FBMEMAS	10103.52	-1.88%	-11.88%	0.28%	-0.71%

Local Sector Performance againts FBMKLCI

Sector	1d Chg	3m Chg	6m Chg
Financial	0.51%	2.27%	6.88%
Plantation	0.41%	0.65%	-14.20%
Utilities	0.00%		0.00%

Currencies	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.7442	0.00%	6.42%	9.10%
CNYMYR	0.6498	-0.02%	-1.45%	-1.36%
Dollar Index (DXY)	112.979	0.04%	6.89%	10.13%
MYR to DXY		0.04%	0.44%	0.94%

World Equity Indices

Source: Bloomberg	Last	1d Chg	6m Chg	Relative to FBMKLCI	
				3m Chg	6m Chg
USA					
Dow Jones	32001.25	-0.46%	-3.40%	3.52%	8.84%
S&P 500	3719.89	-1.06%	-10.91%	-4.97%	0.38%
NASDAQ	10342.94	-1.73%	-17.68%	-13.34%	-7.24%
Europe					
DAX	13130.19	-0.95%	-6.02%	2.01%	5.90%
CAC	6243.28	-0.54%	-2.38%	1.75%	9.99%
FTSE100	7188.63	0.62%	-4.07%	2.45%	8.09%
EURO Stoxx	409.55	-0.93%	-7.21%	-0.99%	4.55%
Asia Pacific					
Nikkei 225	27663.39	-0.06%	3.15%	5.85%	16.23%
Hang Seng	15339.49	-3.08%	-26.50%	-19.29%	-17.18%
Straits Times	3102.51	-1.23%	-7.37%	0.72%	4.37%
KOSPI	2335.03	0.25%	-12.79%	0.22%	-1.74%
TAIEX	12986.60	-0.87%	-21.61%	-6.24%	-11.67%
S&P/ASX200	6847.40	-0.15%	-6.26%	4.21%	5.62%

U.S. markets

U.S. stocks closed lower for a fourth consecutive session on Thursday as economic data did little to alter expectations the Federal Reserve would continue raising interest rates for longer than previously thought. -Reuters

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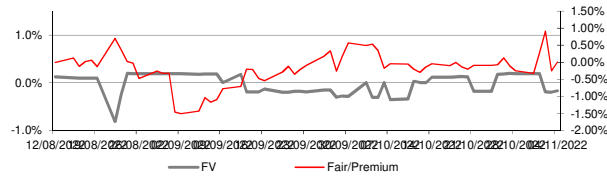
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Source: Bloomberg

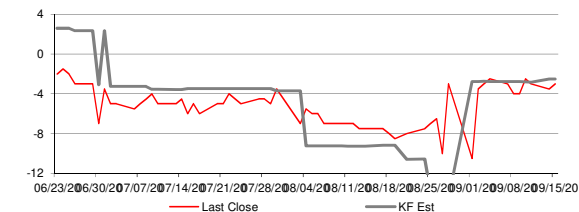
Premium to Fair

.07 Pts 0.00%



Futures Roll

3m Avg -2.46 Last 0.50 KF FV 1.20



FBMKLCI Volatility

30 Days 13.69% 60 Days 12.66% 90 Days 12.16%

