

**FBMKLCI Futures daily chart**



**Preview**

**Fundamental**

Expect futures to open on a back foot today following retreat in overnight Wall Street while strengthening crude oil prices and improving local sentiment might cushion the selling pressure. Overnight leads, U.S. stocks fell in volatile trading Wednesday after the Federal Reserve delivered its seventh and final interest rate increase of 2022 and Chair Jerome Powell asserted in hawkish remarks that further tightening would come in the new year. Regionally, Asian stock markets were broadly higher on Wednesday, encouraged by overnight positive Wall Street performance after data showed U.S. consumer prices barely rose in November, stoking hopes inflation has peaked and interest rate increases will slow while participants also turning watchful on the global economy, despite China's reopening from tight COVID restrictions. Locally, the FBM KLCI ended higher, rebounded from previous session decline on renewed buying interest in selected index heavyweights led by utilities, plantation as well as telcos shares on improving risk assets appetite due to slower than expected U.S. inflation data and in line with upbeat tone in regional peers. Top gainers for the days were TNB, KLK, SDPL, TELEKOM and AXIATA stocks that pulled the index 13.05 points higher at 1,483.17 to end at its intraday high. Futures to cash basis strengthened to 1-point premium from 2.5 points discounts.

**Technical**

Futures opened on a strong footing and traded gradually higher following strong gains in the underlying cash market and in line with regional equities market gains. The December futures contract ended at 1,484.0 with gains of 16 points, forming a long white bodied candlestick with short upper and short bottom shadow, indicating buyers seize control of the session aggressively. On technical front, MACD indicators remained issue a sell signal while RSI lingered at neutral range. Therefore, expect futures to trade range bound with slight downward bias today taking cue from overnight U.S. equities market weakness while buying support could be seen on the back of stronger crude oil prices spurred by the easing of Covid restrictions in China and improving local sentiment. Hence, the trading range can be found at 1,470.0 and 1,495.0 respectively.

Source: Bloomberg

Contract	Sett	Change	High	Low	Volume	Open Int	O/I chg	O/I chg		Open Interest		Previous Week	
								Value USD	3mth avg	Value USD	High	Low	
FBMKLCI	1483.17	13.05	1483.17	1471.64	140 Mn							1482.08	1461.78
DEC 22	1484.00	16.00	1487.00	1468.50	6489	30,460	207	3.5 Mn	29,865	504.48 Mn		0.00	0.00
JAN 23	1485.00	15.00	1487.00	1472.00	85	273	29	.49 Mn	5,273	89.12 Mn		0.00	0.00
MAR 23	1476.50	16.00	1478.50	1466.00	33	465	4	.07 Mn	526	8.84 Mn		0.00	0.00
JUN 23	1475.00	16.00	1475.50	1466.50	26	373	3	.05 Mn	412	6.92 Mn		0.00	0.00
					6,633	31,571	243	4.1 Mn	36,076	609.36 Mn			

Futures Fair Value		KLIBOR		KF Est		
Contract	Exp. Date	Index Pt	Div Idx Pt (Gross)	FV	Div Idx pt (Net)	FV
DEC 22	30/12/2022	1.80	1.35	0.45	1.35	0.45
JAN 23	31/01/2023	5.65	1.35	4.30	1.35	4.30
Roll FV				3.85		3.85

**Benchmark Indices**

Source: Bloomberg	Last	1d Chg	6m Chg	Relative to FBMKLCI	
				3m Chg	6m Chg
FBMKLCI	1483.17	0.89%	1.65%	4.64%	2.21%
FBM100	10356.62	0.72%	2.00%	0.31%	0.34%
FBMEMAS	10652.71	0.69%	2.12%	0.61%	0.46%

**Local Sector Performance againts FBMKLCI**

Sector	1d Chg	3m Chg	6m Chg
Financial	-0.30%	0.00%	1.43%
Plantation	-0.07%	-2.76%	-10.18%
Utilities	0.00%	0.00%	0.00%

**Currencies**

	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.3927	-0.82%	-2.98%	-0.63%
CNYMYR	0.6320	-0.79%	-3.00%	-3.62%
Dollar Index (DXY)	103.77	-0.20%	-5.37%	-1.66%
MYR to DXY		0.62%	-2.47%	-1.03%

**World Equity Indices**

Source: Bloomberg	Last	1d Chg	6m Chg	Relative to FBMKLCI	
				3m Chg	6m Chg
<b>USA</b>					
Dow Jones	33966.35	-0.42%	11.86%	7.93%	10.04%
S&P 500	3995.32	-0.61%	6.96%	0.17%	5.22%
NASDAQ	11170.89	-0.76%	3.16%	-5.70%	1.49%
<b>Europe</b>					
DAX	14460.20	-0.26%	7.23%	10.41%	5.49%
CAC	6730.79	-0.21%	11.62%	8.14%	9.80%
FTSE100	7495.93	-0.09%	3.06%	1.84%	1.38%
EURO Stoxx	442.51	-0.02%	7.12%	5.54%	5.38%
<b>Asia Pacific</b>					
Nikkei 225	28156.21	0.72%	6.95%	-0.07%	5.21%
Hang Seng	19673.45	0.39%	-7.67%	2.81%	-9.17%
Straits Times	3278.57	0.22%	5.56%	-0.75%	3.84%
KOSPI	2399.25	1.13%	-1.97%	-1.18%	-3.56%
TAIEX	14739.36	1.49%	-7.87%	-0.60%	-9.37%
S&P/ASX200	7213.00	-0.53%	9.27%	4.28%	7.49%

**U.S. markets**

U.S. stocks closed lower in volatile trading on Wednesday following a policy announcement by the Federal Reserve that raised interest rates by an expected 50 basis points, but its economic projections see higher rates for a longer period. -Reuters

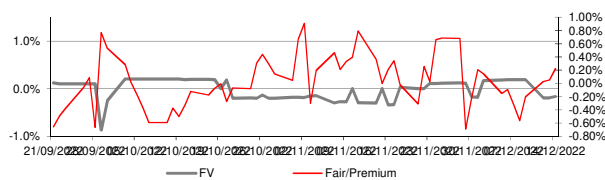
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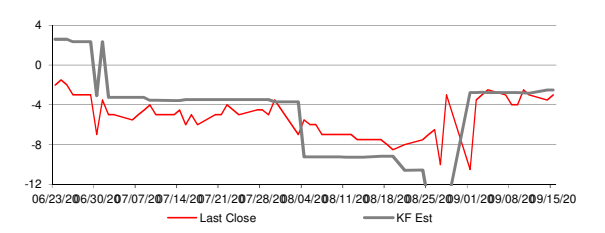
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Source: Bloomberg

Premium to Fair 3.28 Pts 0.22%



Futures Roll 3m Avg -2.46 Last 1.00 KF FV 3.85



FBMKLCI Volatility 30 Days 16.59% 60 Days 14.64% 90 Days 13.62%

