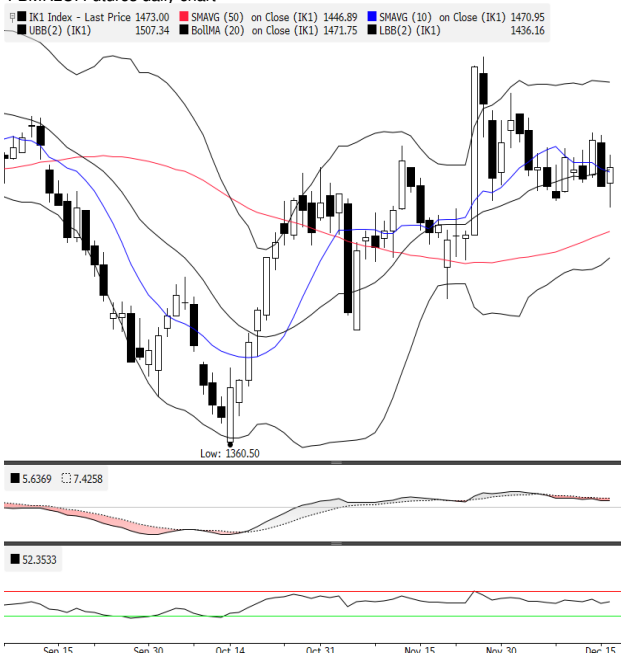


FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade on a cautious tone today on a potential of selling interest following extended losses in overnight U.S. equities market and crude oil weakness due to increasing market risks and volatility on global market amid the inflation in the U.S. and a wave of Covid in Beijing damped sentiment for riskier assets. Stateside, U.S. stocks closed lower for a third session in a row Friday, but avoided the session's lows, as participants feared higher Federal Reserve rates could tip the economy into a recession. Regionally, Asian bourses finished lower on Friday, resonating Wall Street lacklustre performance with markets jittery over the risk that the Federal Reserve and other central banks may end up bringing on recessions to get inflation under control while rising COVID-19 cases in China have raised uncertainty, with some alarmed over the possibility that the pandemic will continue to drag on the economy. Domestically, the FBM KLCI ended the week in positive territory, erased its earlier losses after late buying interest in selected index heavyweights led by plantations and financial services lifted the benchmark to finish at its intraday high against the volatile markets across the region. The index closed at 1,478.54, rose 11.41 points, with top gainers were KKK, SDPL, IOI, PCHEM, CIMB and MAY shares. Futures to cash basis weaken to 5.5 points discounts from 2 points discounts.

Technical

Futures contract opened firmly during early morning trading session and traded higher throughout the trading session on renewed buying momentum following spilled over gains in the underlying cash market despite regional peers' weakness. The December futures contract settled 8 points higher at 1,473.0, forming a short white bodied candlestick with extended upper and long bottom shadow, indicating bull managed to seize control of the session. On the technical perspective, MACD remained issue a selling signal while RSI indicator lingered at neutral region. Therefore, prices are expected to trade range bound with slight downward bias today taking cue from U.S. stocks market extended losses and crude oil weakness as the Federal Reserve's resolve to keep raising rates and a wave of Covid in Beijing damped sentiment for riskier assets while downward slide might be cap by bargain buying on year end window dressing. Hence, the trading range are envisaged at 1,462.0 and 1,482.0 respectively.

IK1 Index (Generic 1st 'IK' Future) DAILY REPORT CHART Daily 07SEP2022-16DEC2022 Copyrights 2022 Bloomberg Finance L.P. 16-Dec-2022 18:46:31

Source: Bloomberg

Contract	Sett	Change	High	Low	Volume	Open Int	O/I chg	O/I chg Value USD	Open Interest 3mth avg Value USD	Previous Week High	Low
FBMKLCI	1478.54	11.41	1478.54	1459.31	190 Mn					1483.17	1459.31
DEC 22	1473.00	8.00	1478.00	1456.50	7860	30,537	-238	-3.96 Mn	29,722 494.78 Mn	0.00	0.00
JAN 23	1474.00	6.00	1479.00	1459.00	140	399	68	1.13 Mn	5,272 87.83 Mn	0.00	0.00
MAR 23	1465.00	7.50	1470.00	1449.50	102	472	6	.1 Mn	512 8.48 Mn	0.00	0.00
JUN 23	1462.50	6.50	1467.00	1448.50	34	381	-2	-.03 Mn	411 6.79 Mn	0.00	0.00
					8,136	31,789	-166	-2.76 Mn	35,917 597.88 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	1.32	1.35	-0.03	1.35	-0.03
JAN 23	31/01/2023	5.17	1.35	3.82	1.35	3.82
Roll FV				3.85		3.85

Benchmark Indices

Source: Bloomberg

	Last	1d Chg	6m Chg	Relative to FBMKLCI 3m Chg	6m Chg
FBMKLCI	1478.54	0.78%	1.50%	4.44%	4.16%
FBM100	10312.29	0.60%	1.73%	0.20%	0.23%
FBMEMAS	10607.21	0.53%	2.01%	0.50%	0.51%

Local Sector Performance againsts FBMKLCI

Sector		1d Chg	3m Chg	6m Chg
Financial		-0.60%	-0.66%	0.08%
Plantation		4.16%	0.51%	-3.94%
Utilities		0.00%		0.00%
Currencies	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.4242	0.20%	-2.44%	0.48%
CNYMYR	0.6344	0.20%	-2.26%	-3.40%
Dollar Index (DXY)	104.708	0.01%	-4.58%	0.01%
MYR to DXY		-0.19%	-2.19%	-0.47%

World Equity Indices

Source: Bloomberg

	Last	1d Chg	6m Chg	Relative to FBMKLCI 3m Chg	6m Chg
USA					
Dow Jones	32920.46	-0.85%	10.14%	4.19%	8.52%
S&P 500	3852.36	-1.11%	4.83%	-3.02%	3.29%
NASDAQ	10705.41	-0.97%	-0.86%	-8.89%	-2.32%
Europe					
DAX	13893.07	-0.67%	5.84%	6.53%	4.28%
CAC	6452.63	-1.08%	9.69%	4.51%	8.07%
FTSE100	7332.12	-1.27%	4.50%	-0.53%	2.96%
EURO Stoxx	424.74	-1.20%	5.33%	2.23%	3.78%
Asia Pacific					
Nikkei 225	27527.12	-1.87%	6.02%	-1.97%	4.46%
Hang Seng	19450.67	0.42%	-7.71%	2.85%	-9.07%
Straits Times	3240.81	-1.01%	4.61%	-2.29%	3.06%
KOSPI	2360.02	-0.04%	-3.31%	-1.65%	-4.74%
TAIEX	14528.55	-1.40%	-7.11%	-1.13%	-8.48%
S&P/ASX200	7140.80	-0.11%	10.29%	4.32%	8.66%

U.S. markets

U.S. stocks dropped for a third straight session and suffered a second straight week of losses on Friday as fears continued to mount that the Federal Reserve's campaign to arrest inflation would tilt the economy into a recession. -Reuters

Kenanga Futures Sdn Bhd (353603-X)

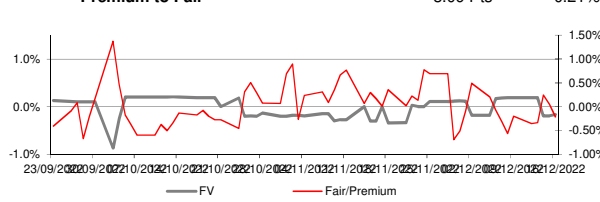
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Source: Bloomberg

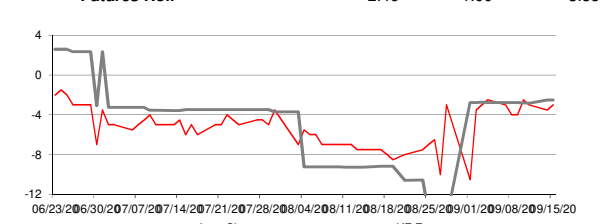
Premium to Fair

-3.09 Pts -0.21%



Futures Roll

3m Avg -2.46 Last 1.00 KF FV 3.85



FBMKLCI Volatility

30 Days 15.60% 60 Days 14.66% 90 Days 13.65%

