

FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade on a cautious note today on a potential of profit taking activities following overnight U.S. equities market weakness along with crude oil sharp losses and ahead of Bank Negara Malaysia interest rate decision. -Back in the state, U.S. stock indexes finish sharply lower on Tuesday as participants digest Fed Powell's hawkish message to Congress that the central bank will not rule out bigger interest rate hikes at the coming March meeting in order to tame stubborn inflation. On the external front, Asian bourses eked out small gains on Tuesday, as weak trade data weighed on Chinese stocks while participants awaited Federal Reserve Chair Jerome Powell's testimony later in the day for clues on the central bank's next move on rates. At home, the FBM KLCI halting two days of decline to end higher yesterday, as bargain buying emerged in selected index heavyweights amid the upbeat performance in most regional peers while in the absence of fresh catalyst and participants stay cautious ahead of Bank Negara Malaysia's Monetary Policy Committee meeting over the next two days. The index closed at 1,458.57, rose 5.99 points, led by the gains in SDPL, DLG, RHBBANK, IOI and IHH shares. Futures to cash basis weaken to 17 points discounts from 16.5 points discounts.

Technical

Futures contract trended on a supportive note and spent most part of the trading session in the positive column on speculative purchases and mild short covering activities following rebound in underlying cash market and in line with regional trend. The March futures contract settled 5.5 points higher at 1,441.5, forming a white bodied candlestick with extended upper and short bottom shadow, indicating bulls seize control of the session. Technical wise, MACD indicator issued a selling signal while RSI indicator lingered at neutral region. Hence, expect futures to trade range bound with downward bias today on a potential of profit bookings activities following overnight sluggish performance in major U.S. indexes along with stumbled in crude oil prices and ahead of interest rate decision by Bank Negara Malaysia. Therefore, support and resistance are envisaged at 1,425.0 and 1,447.0 respectively.

IK1 Index (Generic 1st 'IK' Future) DAILY REPORT CHART Daily 06DEC2022-07HAR2023

Source: Bloomberg

| Contract | Sett | Change | High | Low | Volume | Open Int | O/I chg | Value USD | O/I chg | Value USD | Open Interest | Previous Week | High | Low |
|----------|---------|--------|---------|---------|--------|----------|---------|-----------|---------|-----------|---------------|---------------|------|------|
| FBMKLCI | 1458.67 | 5.99 | 1461.42 | 1452.64 | 97 Mn | 31,646 | 611 | 9.85 Mn | 24,714 | 398.31 Mn | 1458.97 | 1444.39 | 0.00 | 0.00 |
| MAR 23 | 1441.50 | 5.50 | 1445.00 | 1433.00 | 4856 | 31,646 | 11 | .18 Mn | 5,465 | 88.21 Mn | 0.00 | 0.00 | 0.00 | 0.00 |
| APR 23 | 1443.50 | 6.50 | 1445.00 | 1435.00 | 31 | 279 | 4 | .06 Mn | 719 | 11.62 Mn | 0.00 | 0.00 | 0.00 | 0.00 |
| JUN 23 | 1445.00 | 7.50 | 1446.00 | 1437.00 | 30 | 684 | -12 | -.19 Mn | 487 | 7.80 Mn | 0.00 | 0.00 | 0.00 | 0.00 |
| SEP 23 | 1434.00 | 4.50 | 1436.50 | 1427.50 | 26 | 211 | 614 | 9.9 Mn | 31,385 | 505.94 Mn | | | | |
| | | | | | 4,943 | 32,820 | | | | | | | | |

Futures Fair Value

| Contract | Exp. Date | Index Pt | Div Idx Pt (Gross) | FV | Div Idx pt (Net) | FV |
|----------|------------|----------|--------------------|--------|------------------|--------|
| MAR 23 | 31/03/2023 | 2.72 | 21.09 | -18.37 | 21.09 | -18.37 |
| APR 23 | 28/04/2023 | 6.03 | 22.01 | -15.98 | 22.01 | -15.98 |
| Roll FV | | | | 2.39 | | 2.39 |

Benchmark Indices

Source: Bloomberg

| | Last | 1d Chg | 6m Chg | 3m Chg | 6m Chg |
|---------|----------|--------|--------|--------|--------|
| FBMKLCI | 1458.67 | 0.41% | -2.41% | 5.60% | 13.40% |
| FBM100 | 10306.85 | 0.30% | -0.55% | 1.27% | 1.91% |
| FBMEMAS | 10631.36 | 0.31% | 0.16% | 1.52% | 2.64% |

Local Sector Performance againts FBMKLCI

| Sector | | 1d Chg | 3m Chg | 6m Chg |
|--------------------|---------|--------|--------|--------|
| Financial | | -0.35% | -1.36% | -1.32% |
| Plantation | | 1.48% | 4.64% | 2.28% |
| Utilities | | 0.00% | | 0.00% |
| Currencies | Last | 1d Chg | 3m Chg | 6m Chg |
| USDMYR | 4.4720 | -0.13% | 1.69% | -0.69% |
| CNYMYR | 0.6420 | -0.63% | 1.75% | -0.69% |
| Dollar Index (DXY) | 105.615 | 1.21% | 0.49% | -3.85% |
| MYR to DXY | | 1.35% | -1.18% | -3.18% |

World Equity Indices

Source: Bloomberg

| | Last | 1d Chg | 6m Chg | 3m Chg | 6m Chg |
|---------------|----------|--------|--------|--------|--------|
| USA | | | | | |
| Dow Jones | 32856.46 | -1.72% | 4.04% | -1.72% | 6.61% |
| S&P 500 | 3986.37 | -1.53% | 0.16% | 1.84% | 2.64% |
| NASDAQ | 11530.33 | -1.25% | -2.22% | 5.74% | 0.20% |
| Europe | | | | | |
| DAX | 15559.53 | -0.60% | 20.58% | 9.62% | 23.56% |
| CAC | 7339.27 | -0.46% | 19.81% | 10.96% | 22.77% |
| FTSE100 | 7919.48 | -0.13% | 9.05% | 6.51% | 11.75% |
| EURO Stoxx | 460.60 | -0.77% | 11.23% | 6.30% | 13.98% |
| Asia Pacific | | | | | |
| Nikkei 225 | 28309.16 | 0.25% | 0.87% | 3.18% | 3.36% |
| Hang Seng | 20534.48 | -0.33% | 8.91% | 6.10% | 11.60% |
| Straits Times | 3245.27 | 0.18% | 0.36% | 0.78% | 2.84% |
| KOSPI | 2463.35 | 0.03% | 3.32% | 4.41% | 5.87% |
| TAIEX | 15857.89 | 0.60% | 8.74% | 9.51% | 11.43% |
| S&P/ASX200 | 7306.70 | -0.79% | 6.69% | 2.33% | 9.33% |

U.S. markets

U.S. stock indexes closed sharply lower on Tuesday after Federal Reserve Chair Jerome Powell told Congress the central bank will likely need to raise interest rates more than previously expected as it seeks to rein in stubbornly high inflation. -Reuters

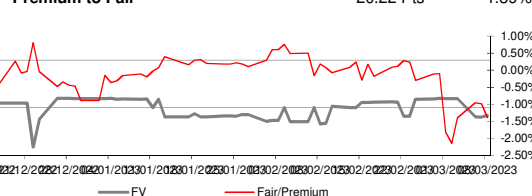
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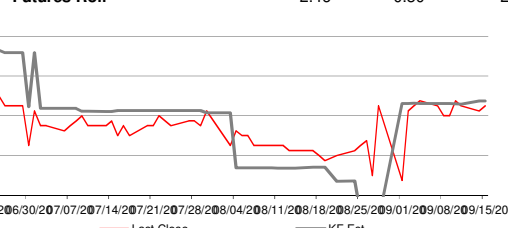
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Source: Bloomberg

Premium to Fair



Futures Roll



FBMKLCI Volatility

