

FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade on a supportive tone today on a potential of bargain buying resonating the extended gains on Wall Street and jumped in crude oil prices while lack of fresh local buying catalysts and ahead of Federal Reserve interest rates decision might limit the upside. Stateside, all three major indexes were higher on Tuesday after inflation data showed prices rose less than expected in May, likely clinching a pause in the Federal Reserve's rate hiking campaign on Wednesday. Around the region, Asian stocks market ended higher on Tuesday following an upbeat session on Wall Street and on hopes for a broad stimulus package to revive the economy by China government, while participants turned focus to key U.S. inflation data and the Federal Reserve's interest rate decision this week. Back home, the FBM KLCI gave up previous session strong gains to end in the negative territory yesterday, as sentiment turns edgy ahead of key U.S inflation data and Fed's policy meeting against enticed participants to lock in profit and in the absence of buying impetus despite strong regional trend. The index closed at 1,380.61, fell 6.16 points, with top losers were PCHEM, KLK, TNB, IHH and AXIATA shares. Futures to cash basis remained at Par.

Technical

Futures contract gave up earlier gains after recorded a sharp gain a day before and trapped in negative column throughout the trading session as profit taking activities emerged on spilled over weakness in the underlying cash market against positive regional peers' undertone. The August futures contract settled 6.5 points lower at 1,380.0, forming a long black bodied candlestick pattern with long upper and long bottom shadow, indicating bears seized control of the session constantly. On the technical perspective, MACD remained issue a sell signal while RSI indicator lingered at neutral region. Nevertheless, expect futures to trade range bound with slight upward bias today following back to back gains in overnight US equities market and strong rebound in crude oil prices while in the absence of fresh local catalyst and ahead of Federal Reserve meeting might cap gains. Therefore, the support and resistance are envisaged at 1,373.0 and 1,390.0 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	1380.61	-6.16	1387.79	1378.15	101 Mn					1383.58	1369.41	
JUN 23	1380.00	-6.50	1391.50	1376.00	4357	37,484	-361	-5.4 Mn	29,807	445.66 Mn	0.00	0.00
JUL 23	1380.00	-6.50	1391.50	1377.00	117	326	-23	-.34 Mn	6,350	94.94 Mn	0.00	0.00
SEP 23	1367.00	-8.00	1378.50	1365.00	32	787	18	.27 Mn	818	12.11 Mn	0.00	0.00
DEC 23	1367.00	-8.50	1378.50	1365.00	25	169	3	.04 Mn	598	8.86 Mn	0.00	0.00
					4,531	38,766	-363	-5.43 Mn	37,574	561.58 Mn		

Futures Fair Value		KLIBOR		KF Est		
Contract	Exp. Date	Index Pt	Div Idx Pt (Gross)	FV	Div Idx pt (Net)	FV
JUN 23	30/6/2023	1.92	0.12	1.80	0.12	1.80
JUL 23	31/7/2023	5.65	0.39	5.27	0.39	5.27
Roll FV				3.46		3.46

Benchmark Indices

Source: Bloomberg	Last	1d Chg	6m Chg	Relative to FBMKLCI	
				3m Chg	6m Chg
FBMKLCI	1380.61	-0.44%	-6.91%	1.24%	6.30%
FBM100	9892.77	-0.22%	-4.48%	1.10%	2.62%
FBMEMAS	10197	-0.20%	-4.28%	1.11%	2.83%

Local Sector Performance againts FBMKLCI

Sector	1d Chg	3m Chg	6m Chg
Financial	0.31%	-0.22%	-2.05%
Plantation	-0.14%	1.73%	7.07%
Utilities	0.00%		0.00%

Currencies

	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.6150	-0.10%	2.68%	4.20%
CNYMYR	0.6441	-0.37%	-1.86%	1.09%
Dollar Index (DXY)	103.338	-0.30%	-0.25%	-0.62%
MYR to DXY		-0.20%	-2.85%	-4.62%

World Equity Indices

Source: Bloomberg	Last	1d Chg	6m Chg	Relative to FBMKLCI	
				3m Chg	6m Chg
USA					
Dow Jones	34212.12	0.43%	0.30%	8.55%	7.75%
S&P 500	4369.01	0.69%	8.69%	14.40%	16.77%
NASDAQ	13573.32	0.83%	20.58%	22.47%	29.54%
Europe					
DAX	16230.68	0.83%	12.24%	7.57%	20.58%
CAC	7290.80	0.56%	8.32%	3.07%	16.37%
FTSE100	7594.78	0.32%	1.32%	0.40%	8.85%
EURO Stoxx	463.27	0.55%	4.69%	4.04%	12.47%
Asia Pacific					
Nikkei 225	33018.65	1.80%	17.27%	22.46%	25.98%
Hang Seng	19521.42	0.60%	-0.77%	2.39%	6.60%
Straits Times	3189.40	-0.21%	-2.72%	2.88%	4.51%
KOSPI	2637.95	0.33%	9.95%	13.38%	18.12%
TAIEX	17216.60	1.54%	16.81%	13.16%	25.48%
S&P/ASX200	7138.86	0.23%	-1.55%	2.83%	5.76%

U.S. markets

The S&P 500 and Nasdaq reached their highest closes in 14 months on Tuesday after data showed consumer prices rose modestly in May, boosting bets that the Federal Reserve will not raise interest rates on Wednesday. - Reuters

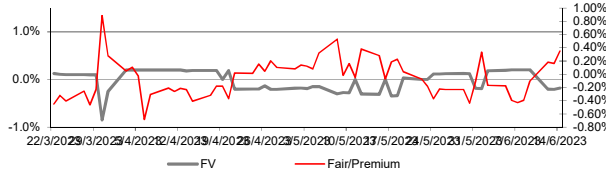
Kenanga Futures Sdn Bhd (353603-X)

General Line: (603) 2172 3888 Fax: (603) 2172 2729 Email: futures@kenanga.com.my

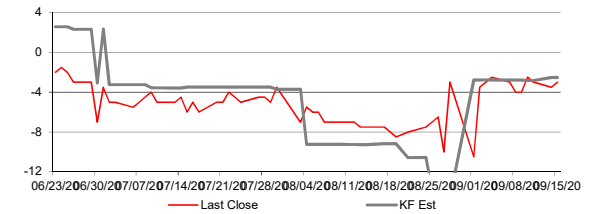
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Source: Bloomberg

Premium to Fair 4.84 Pts 0.35%



Futures Roll 3m Avg -2.46 Last 0.00 KF FV 3.46



FBMKLCI Volatility 30 Days 6.17% 60 Days 7.41% 90 Days 8.18%

