

FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade on a cautious note today on a potential of profit taking activities after recent surge and ahead of key BNM overnight policy rate decision along with crude oil losses while overnight climb in Wall Street could limit the losses. Major U.S. stock indexes inched higher with thin volume on Monday ahead of Independence Day holiday, with the S&P 500 recorded its highest close in more than 14 months as participants assessed whether a strong first-half rally can broaden out and supported by a surge in Tesla and strength in bank shares. In the region, Asian bourses kicked off the new quarter with an optimistic note on Monday, following gains on overnight Wall Street and signs of moderating US inflation amid strong gains in Chinese and Hong Kong stock market although manufacturing PMI data expanded at a slower pace in June. Locally, the FBM KLCI pared previous session sharp decline to end higher yesterday, following the bullish regional market trend and filled the gap caused by the downward adjustment by funds and expectations of US Federal Reserve to pursue a dovish stance on monetary policy. The index closed at 1,395.89, rose 19.21 points, led by the gains in MAY, PBK, CIMB, TENAGA, GENT and PCHEM shares. The index closed at 1,576.50, fell 22.50 points, with top losers HARTA, TOPG, PBK, MAY, AXIATA and CIMB shares. Futures to cash basis strengthened to 4.0 points premium from 1 points discount.

Technical

Futures contract opened higher and traded gradually higher throughout the trading session on persistent bargain purchases following strong gains in underlying cash market and in tandem with regional peers' bullish momentum. The July futures contract settled 24.5 points higher at 1,400.0, forming a white bodied candlestick with longer upper and shaven bottom shadow, indicating an aggressive buying activity during the session. Technical wise, MACD indicator issued a buying signal while RSI indicator lingered at neutral region. Nevertheless, expect futures to trade range bound with slight downward bias today ahead of key BNM overnight policy rate decision and following the retreat in crude oil prices while optimism about slowing inflation in U.S. might cushion the selling pressure. The support and resistance are envisaged at 1,390.0 and 1,405.0 respectively.

IK1 Index (Generic 1st 'IK' Future) DAILY REPORT CHART Daily 04APR2023-03JUL2023 Copyright© 2023 Bloomberg Finance L.P. 03-Jul-2023 18:28:47

Source: Bloomberg

Contract	Sett	Change	High	Low	Volume	Open Int	O/I chg	O/I chg Value USD	Open Interest		Previous Week	
									3mth avg	Value USD	High	Low
FBMKLCI	1395.89	19.21	1397.37	1379.31	173 Mn					1394.56	1370.15	
JUL 23	1400.00	24.50	1401.50	1378.00	7548	45,454	-3,040	-45.6 Mn	31,763	476.46 Mn	0.00	0.00
AUG 23	1399.00	23.50	1400.00	1380.00	471	427	427	6.4 Mn	7,395	110.85 Mn	0.00	0.00
SEP 23	1383.00	23.00	1383.50	1363.50	230	1,046	-4	-0.06 Mn	778	11.53 Mn	0.00	0.00
DEC 23	1385.00	21.00	1386.50	1368.00	52	187	9	.13 Mn	726	10.78 Mn	0.00	0.00
					8,301	47,114	-2,608	-39.13 Mn	40,662	609.62 Mn		

Futures Fair Value		KLIBOR		KF Est		
Contract	Exp. Date	Index Pt	Div Idx Pt (Gross)	FV	Div Idx pt (Net)	FV
JUL 23	31/7/2023	3.28	0.34	2.95	0.34	2.95
AUG 23	30/8/2023	7.05	1.08	5.97	1.08	5.97
Roll FV				3.02		3.02

Benchmark Indices

Source: Bloomberg	Last	1d Chg	6m Chg	3m Chg	6m Chg
FBMKLCI	1395.89	1.40%	-5.01%	-1.60%	4.90%
FBM100	9974.3	1.32%	-2.90%	0.39%	2.23%
FBMEMAS	10272.55	1.29%	-2.74%	0.27%	2.39%

Local Sector Performance againts FBMKLCI

Sector	1d Chg	3m Chg	6m Chg
Financial	-0.18%	0.72%	0.10%
Plantation	0.52%	4.25%	4.51%
Utilities	0.00%		0.00%

Currencies

	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.6665	0.00%	5.61%	5.85%
CNYMYR	0.6439	0.10%	0.25%	1.01%
Dollar Index (DXY)	102.968	-0.02%	1.36%	-1.23%
MYR to DXY		-0.02%	-4.03%	-6.69%

World Equity Indices

Source: Bloomberg	Last	1d Chg	6m Chg	3m Chg	6m Chg
USA					
Dow Jones	34418.47	0.03%	3.87%	4.91%	9.35%
S&P 500	4455.59	0.12%	16.51%	10.64%	22.66%
NASDAQ	13816.77	0.21%	33.02%	16.09%	40.04%
Europe					
DAX	16081.04	-0.41%	10.97%	5.55%	16.83%
CAC	7386.70	-0.18%	9.01%	3.00%	14.76%
FTSE100	7527.26	-0.06%	-0.76%	0.98%	4.47%
EURO Stoxx	460.98	-0.21%	4.72%	3.23%	10.25%
Asia Pacific					
Nikkei 225	33753.33	1.70%	31.25%	22.21%	38.18%
Hang Seng	19306.59	2.06%	-7.15%	-2.47%	-2.25%
Straits Times	3207.10	0.04%	-1.09%	-0.80%	4.13%
KOSPI	2602.08	-0.01%	15.34%	7.44%	21.43%
TAIEX	17084.20	1.00%	20.32%	10.26%	26.67%
S&P/ASX200	7247.70	0.02%	2.67%	2.58%	8.09%

U.S. markets

Wall Street's main indexes ended with slim gains in a holiday-shortened session on Monday, helped by a surge in Tesla and strength in bank shares as the second half of the year kicked off on a subdued note.- Reuters

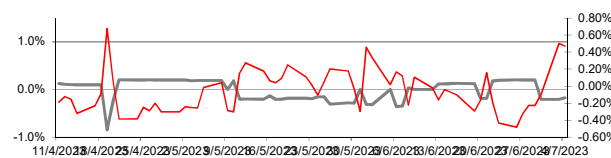
Kenanga Futures Sdn Bhd (353603-X)

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

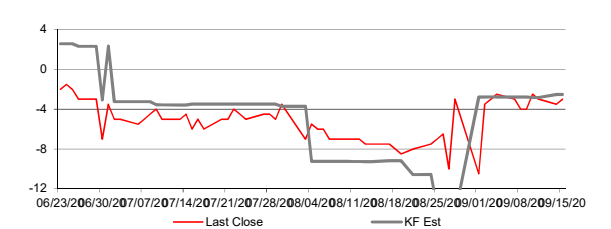
Disclaimer: "This document has been prepared for general circulation based on information obtained from sources believed to be reliable but we do not make any presentations as to its accuracy or completeness. regard to the specific investment objectives, financial background and the particular needs of any person who may read this document. This document is for the information of addressees only and is not be tak addresses in relation to any investment decision. Kenanga Futures Sdn Bhd accept no liability whatsoever for any direct or consequential loss arising from any use of this document or any solicitation of an Sdn Bhd and its associates, their directors, and/or employees may have positions in, and may effect transactions in securities/underlying securities mentioned herein from time to time in the open market or o dealings with respect to these companies."

Source: Bloomberg

Premium to Fair 6.56 Pts 0.47%



Futures Roll 3m Avg -2.46 Last -1.00 KF FV 3.02



FBMKLCI Volatility 30 Days 7.56% 60 Days 6.41% 90 Days 8.25%

