

FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade lower today following overnight fall in U.S. equities market and concerns over soaring treasury yield while a potential of short covering activities ahead of weekend could limit the losses. Major U.S. stock indexes fell in a broad-based selloff for the second day straight on Thursday, as job growth data showed the pace of job growth unexpectedly accelerated in June, supporting a growing conviction that the Fed is poised to resume hiking interest rates after last month's pause. In the region, Asian bourses ended lower on Thursday, as the Federal Reserve's minutes showed policymakers were split on the decision to pause interest rate increases in June's meeting and see more hikes ahead, denting risk sentiment and participants stayed cautious ahead of key US economic data releases. At home, the FBM KLCI extended its losing streak to third consecutive session yesterday, in line with the negative cue from regional market trend and overnight Wall Street as persistent selling activities were seen across the board after the release of minutes from Fed that signals more rate hikes will be seen. The index closed at 1,385.95, fell 3.95 points, with top losers CDB, MAXIS, PBK, MAY, AXIATA and PCHM shares. Futures to cash basis weakened to 3.0 points discounts from 2 points premium.

Technical

Futures contract opened lower and traded gradually lower throughout the trading session on persistent selling pressure on spilled over weakness in the underlying cash due to extended selloff activities and mirroring regional peers' weakness. The July futures contract settled 9.0 points lower at 1,383.0, forming a long black bodied candlestick with shorter upper and longer bottom shadow, indicating an aggressive selling activity during the session. On the technical perspective, MACD remained issue a sell signal while RSI indicator lingered at neutral region. Therefore, expect futures to continue its lacklustre mode today on the back of extended losses in overnight Wall Street and signs that global central banks will keep driving up interest rates to tame inflation despite BNM retain the Overnight Policy Rate (OPR) at 3.00 per cent. Thus, the support and resistance can be eyed at 1,370.0 and 1,387.0 respectively.

IKI Index (Generic 1st 'IK' Future) DAILY REPORT CHART Daily 04APR2023-06JUL2023 Copyright© 2023 Bloomberg Finance L.P. 06-Jul-2023 18:26:53

Source: Bloomberg

Contract	Sett	Change	High	Low	Volume	Open Int	OI chg		Open Interest		Previous Week	
							O/I chg	Value USD	3mth avg	Value USD	High	Low
FBMKLCI	1385.95	-3.95	1389.71	1381.86	68 Mn					1394.56	1370.15	
JUL 23	1383.00	-9.00	1393.50	1380.00	6026	45,270	1,537	22.81 Mn	31,940	473.91 Mn	0.00	0.00
AUG 23	1382.50	-8.50	1390.50	1380.50	63	433	-4	-.06 Mn	7,402	109.78 Mn	0.00	0.00
SEP 23	1366.00	-9.00	1375.00	1363.50	112	1,135	57	.84 Mn	783	11.48 Mn	0.00	0.00
DEC 23	1368.00	-10.50	1376.00	1367.00	43	212	16	.23 Mn	719	10.55 Mn	0.00	0.00
					6,244	47,050	1,606	23.82 Mn	40,844	605.72 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	3.13	0.34	2.79	0.34	2.79
AUG 23	30/8/2023	7.16	1.08	6.08	1.08	6.08
Roll FV				3.29		3.29

Benchmark Indices

Source: Bloomberg

	Last	1d Chg	6m Chg	Relative to FBMKLCI	
				3m Chg	6m Chg
FBMKLCI	1385.95	-0.28%	-6.39%	-0.32%	7.04%
FBM100	9916.63	-0.29%	-4.12%	0.49%	2.43%
FBMEMAS	10221.23	-0.30%	-3.87%	0.44%	2.70%

Local Sector Performance againts FBMKLCI

Sector	1d Chg	3m Chg	6m Chg
Financial	0.35%	1.48%	0.70%
Plantation	-0.51%	4.95%	6.38%
Utilities	0.00%		0.00%

Currencies

	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.6605	0.18%	5.97%	5.83%
CNYMYR	0.6429	0.21%	0.47%	-0.31%
Dollar Index (DXY)	103.088	-0.08%	1.24%	-0.76%
MYR to DXY		-0.26%	-4.46%	-6.23%

World Equity Indices

Source: Bloomberg

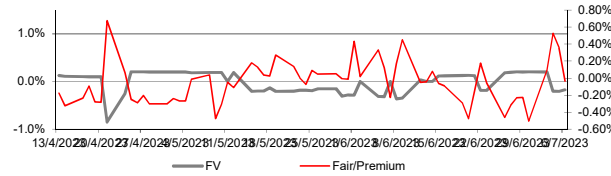
	Last	1d Chg	6m Chg	Relative to FBMKLCI	
				3m Chg	6m Chg
USA					
Dow Jones	33922.26	-1.07%	0.87%	4.31%	7.75%
S&P 500	4411.59	-0.79%	13.26%	10.65%	20.99%
NASDAQ	13679.04	-0.82%	29.42%	16.52%	38.26%
Europe					
DAX	15528.54	-2.57%	6.29%	2.51%	13.54%
CAC	7082.29	-3.13%	3.23%	-0.44%	10.27%
FTSE100	7280.50	-2.17%	-5.44%	-3.17%	1.01%
EURO Stoxx	447.22	-2.34%	0.63%	0.34%	7.50%
Asia Pacific					
Nikkei 225	32773.02	-1.70%	26.18%	22.63%	34.79%
Hang Seng	18533.05	-3.02%	-11.71%	-6.14%	-5.69%
Straits Times	3150.43	-1.10%	-3.85%	-1.72%	2.71%
KOSPI	2556.29	-0.88%	11.63%	5.69%	19.25%
TAIEX	16762.17	-1.73%	16.62%	8.98%	24.58%
S&P/ASX200	7163.45	-1.24%	0.76%	2.17%	7.63%

U.S. markets

Wall Street's main indexes ended sharply lower on Thursday in a broad sell-off after data showing a strong labor market boosted bond yields and fanned fears the Federal Reserve will be aggressive in raising U.S. interest rates. - Reuters

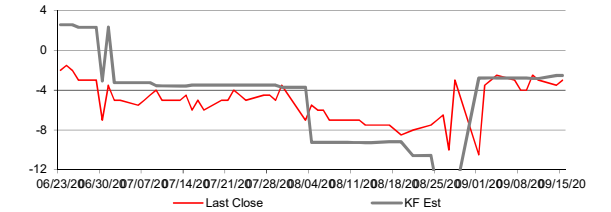
Premium to Fair

-5 Pts -0.04%



Futures Roll

3m Avg -2.46 Last -17.00 KF FV 3.29



FBMKLCI Volatility

30 Days 7.26% 60 Days 6.40% 90 Days 8.17%

