

FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade on a cautious note today following mixed performance on Wall Street and post-state election as the federal government now faces the challenge to undertake fundamental reforms to the economy after the significant inroads made by Perikatan Nasional in the state elections, especially in Selangor and Penang while strengthening crude oil prices might cushion the selling pressure. Overnight leads, U.S. stocks were mostly lower on Friday, posted their second straight weekly losses as participants continued to weigh whether a rise in inflation measures or signs of disinflation in July's reports were more telling for the path of interest rates. Regionally, Asian stock market ended the week lower on Friday as the U.S. inflation print showed a moderate increase in July, fanning hopes that the Federal Reserve is done with rate hikes, while concern about local government debt in China put traders in a risk-off mood. At home, the FBM KLCI pared most of its earlier losses to close marginally lower on eleventh hours buying interest in selected index heavyweights ahead of the six state elections, while lack of buying catalyst amid cautious sentiment on the back of weak signals from regional peers dampened sentiment. At the closing, the index ended 1.77 points at 1,457.16 with top losers for the day were KLK, CDB, CIMB, MAXIS and PMAH shares. Futures to cash basis weakened to Par from 3 points premium.

Technical

Futures opened on a back foot and traded below its overnight level for most part of the trading session. The August futures contract declined 4.5 points to end at 1,457.5 on extended selling pressure tracking weakness in the underlying cash market and negative regional forces, forming a short black bodied candlestick pattern with short upper and long bottom shadow, indicating bears dominated the session but bulls managed to pulled the price higher to close near its overnight level. On the technical perspective, MACD indicator issue a buying signal while RSI indicator remained at neutral zone. However, expect futures to trade range bound with slight downward bias today tracking mixed overnight performances on Wall Street and post-state elections effects on the local sentiment while higher crude oil prices and a potential of bargain hunting might provide supportive tone to the market. Hence, the support and resistance for today are envisaged at 1,450.0 and 1,465.0 respectively.

IKI Index (Generic Ist 'IKI' Future) DAILY REPORT CHART Daily 13N4V2023-11AUG2023 Copyright© 2023 Bloomberg Finance L.P. 11-Aug-2023 18:09:33

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	1457.16	-1.77	1458.97	1449.67	140 Mn	31,931	-238	-3.78 Mn	36,480	579.44 Mn	1462.03	1441.63
AUG 23	1457.50	-4.50	1464.00	1449.50	4279	31,931	110	1.73 Mn	7,581	119.09 Mn	0.00	0.00
SEP 23	1441.50	-3.00	1446.50	1433.00	204	1,262	10	.16 Mn	806	12.68 Mn	0.00	0.00
DEC 23	1443.00	-3.00	1447.50	1435.00	29	295	7	.11 Mn	513	8.02 Mn	0.00	0.00
MAR 24	1435.00	-3.00	1439.00	1426.50	15	112	-111	-1.79 Mn	45,380	719.24 Mn		
					4,527	33,600						

Futures Fair Value		KLIBOR		KF Est		
Contract	Exp. Date	Index Pt	Div Idx Pt (Gross)	FV	Div Idx pt (Net)	FV
AUG 23	30/8/2023	2.09	0.75	1.34	0.75	1.34
SEP 23	29/9/2023	6.01	24.37	-18.37	24.37	-18.37
Roll FV				-19.71		-19.71

Benchmark Indices		Relative to FBMKLCI				
Source: Bloomberg		Last	1d Chg	6m Chg	3m Chg	6m Chg
FBMKLCI		1457.16	-0.12%	-1.81%	-0.47%	-2.01%
FBM100		10387.3	-0.09%	-0.67%	0.31%	1.16%
FBMEMAS		10695.13	-0.06%	-0.86%	0.27%	0.97%

Local Sector Performance againts FBMKLCI				
Sector	1d Chg	3m Chg	6m Chg	
Financial	0.09%	2.58%	2.73%	
Plantation	-0.02%	-0.52%	4.35%	
Utilities	0.00%		0.00%	
Currencies	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.5880	0.38%	2.78%	5.23%
CNYMYR	0.6338	0.10%	-1.35%	-0.89%
Dollar Index (DXY)	102.882	0.04%	0.20%	-0.34%
MYR to DXY		-0.34%	-2.51%	-5.29%

World Equity Indices		Relative to FBMKLCI				
Source: Bloomberg		Last	1d Chg	6m Chg	3m Chg	6m Chg
USA						
Dow Jones		35281.40	0.30%	3.50%	3.46%	5.40%
S&P 500		4464.05	-0.11%	7.93%	5.70%	9.91%
NASDAQ		13644.85	-0.68%	14.09%	8.46%	16.18%
Europe						
DAX		15832.17	-1.03%	2.94%	-2.85%	4.83%
CAC		7340.19	-1.26%	1.75%	-3.33%	3.62%
FTSE100		7524.16	-1.24%	-5.40%	-5.25%	-3.66%
EURO Stoxx		459.17	-1.09%	-0.70%	-3.68%	1.13%
Asia Pacific						
Nikkei 225		32473.65	0.84%	17.36%	8.87%	19.52%
Hang Seng		19075.19	-0.90%	-9.66%	-5.10%	-7.99%
Straits Times		3294.28	-0.86%	-0.72%	0.26%	1.11%
KOSPI		2591.26	-0.40%	5.09%	2.22%	7.03%
TAIEX		16601.25	-0.20%	6.05%	4.57%	8.00%
S&P/ASX200		7340.13	-0.23%	-1.22%	-1.23%	0.60%

U.S. markets

The S&P 500 and the Nasdaq Composite fell on Friday and posted their second straight weekly losses, as hotter-than-expected U.S. producer prices data pushed Treasury yields higher and sank rate-sensitive megacap growth stocks. - Reuters

