

FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade higher today following the overnight surge in Wall Street and the possibility of value purchasing after recent downturn and underwhelming U.S. economic data could reinforce the argument for the Federal Reserve to halt its interest rate hike. US market indexes witnessed a robust upswing on Wednesday, the most substantial since June, propelled by the 10-year Treasury yield fell from 16-year peak amid a report signalling diminished business activity in August spurred anticipations of the Fed concluding its tightening efforts, coupled with positivity surrounding Nvidia. Regionally, Asian equities ended mostly higher on Wednesday, achieved their first consecutive gain of the month, with impetus stemming from the upswing in financial and technology shares mirroring Nasdaq's overnight gains while Chinese stocks faced downward pressure despite positive signs of earnings recovery among the country's tech giants. Locally, the FBM KLCI ended lower on Wednesday, bucking the regional market trend as selling activities extended in index-linked stocks led by Petronas Chemicals and Public Bank due to lack of fresh catalyst and cautious sentiment driven by ongoing worries about the trajectory of China's potential financial instability. The index closed at 1,440.11, fell 11.42 points, with top losers SIME, AXIATA, PBK, MAY, GENT and PCHEM shares. Futures to cash basis strengthened to 1.5 points discounts from 4.5 points discounts.

Technical

Futures contract opened steadier during early morning trading session but traded gradually lower throughout the trading session on persistent selling pressure on spilled over weakness in the underlying cash as selling activities extended on China's economic growth worries against steadier regional peers. The August futures contract settled 8.5 points lower at 1,438.5, forming a long black bodied candlestick with extended upper and 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. Nevertheless, expect futures to open on a strong foot today on the back of strong gains in overnight U.S. equities market along with the slowdown in treasury yield while losses in crude oil could limit the gains. Thus, the support and resistance can be eyed at 1,433.0 and 1,455.0 respectively.

IKI Index (Generic 1st 'IKI' Future) DAILY REPORT CHART Daily 23HAY2023-23AUG2023 Copyright© 2023 Bloomberg Finance L.P. 23-Aug-2023 18:29:57

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	1440.11	-11.42	1451.72	1439.13	100 Mn	32,276	909	14.08 Mn	36,207	560.68 Mn	1464.27	1442.26
AUG 23	1438.50	-8.50	1449.00	1436.50	6402	32,276	172	2.63 Mn	7,652	117.13 Mn	0.00	0.00
SEP 23	1422.00	-8.00	1432.00	1421.00	478	2,089	30	.46 Mn	919	14.10 Mn	0.00	0.00
DEC 23	1425.00	-8.50	1435.00	1424.50	93	374	30	.46 Mn	745	11.35 Mn	0.00	0.00
MAR 24	1416.00	-9.00	1422.00	1414.50	63	259	30	.46 Mn	745	11.35 Mn	0.00	0.00
					7,036	34,998	1,141	17.63 Mn	45,522	703.26 Mn		

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	0.77	0.31	0.46	0.31	0.46
SEP 23	29/9/2023	4.64	22.70	-18.05	22.70	-18.05
Roll FV				-18.52		-18.52

Benchmark Indices		Relative to FBMKLCI				
Contract	Source: Bloomberg	Last	1d Chg	6m Chg	3m Chg	6m Chg
FBMKLCI		1440.11	-0.79%	-1.20%	2.71%	-0.40%
FBM100		10318.78	-0.63%	0.20%	0.70%	1.42%
FBMEMAS		10635.9	-0.58%	0.09%	0.82%	1.31%

Local Sector Performance againts FBMKLCI				
Sector	1d Chg	3m Chg	6m Chg	
Financial	0.26%	3.34%	2.24%	
Plantation	-0.17%	-1.61%	3.76%	
Utilities	0.00%	0.00%	0.00%	

Currencies				
	Last	1d Chg	3m Chg	6m Chg
USD/MYR	4.6447	-0.31%	1.11%	4.72%
CNY/MYR	0.6401	0.45%	-1.22%	-0.27%
Dollar Index (DXY)	103.378	-0.04%	-0.49%	-1.75%
MYR to DXY		0.27%	-1.59%	-6.18%

World Equity Indices		Relative to FBMKLCI				
Source: Bloomberg	Last	1d Chg	6m Chg	3m Chg	6m Chg	
USA						
Dow Jones	34472.98	0.54%	3.98%	2.22%	5.25%	
S&P 500	4436.01	1.10%	10.56%	4.88%	11.91%	
NASDAQ	13721.03	1.59%	18.38%	7.07%	19.82%	
Europe						
DAX	15728.41	0.15%	3.41%	-2.69%	4.67%	
CAC	7246.62	0.08%	0.83%	-2.08%	2.05%	
FTSE100	7320.53	0.68%	-7.08%	-5.92%	-5.95%	
EURO Stoxx	453.45	0.39%	-0.93%	-2.88%	0.28%	
Asia Pacific						
Nikkei 225	32010.26	0.48%	16.60%	2.26%	18.02%	
Hang Seng	17845.92	0.31%	-10.82%	-8.50%	-9.73%	
Straits Times	3174.18	0.45%	-3.29%	-3.20%	-2.12%	
KOSPI	2531.63	1.04%	4.46%	-3.35%	5.73%	
TAIEX	16576.90	0.85%	6.92%	0.55%	8.22%	
S&P/ASX200	7178.50	0.42%	-1.76%	-2.46%	-0.56%	

U.S. markets

U.S. stocks ended sharply higher on Wednesday as shares of Nvidia NVDA.O gained ahead of quarterly results from the company whose chips are widely used for artificial intelligence (AI) computing. - Reuters

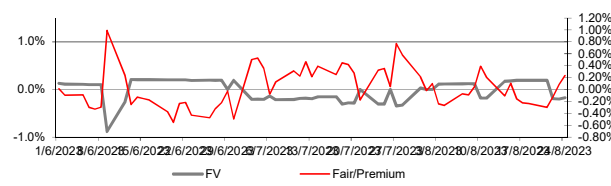
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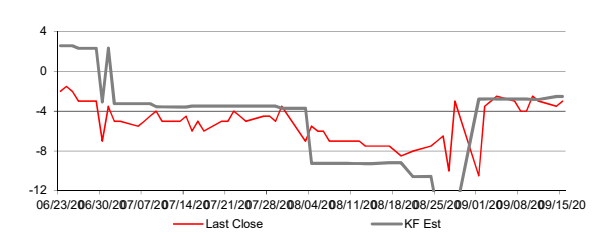
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Source: Bloomberg

Premium to Fair 3.34 Pts 0.23%



Futures Roll 3m Avg -2.46 Last -16.50 KF FV -18.52



FBMKLCI Volatility 30 Days 8.28% 60 Days 7.97% 90 Days 7.24%

