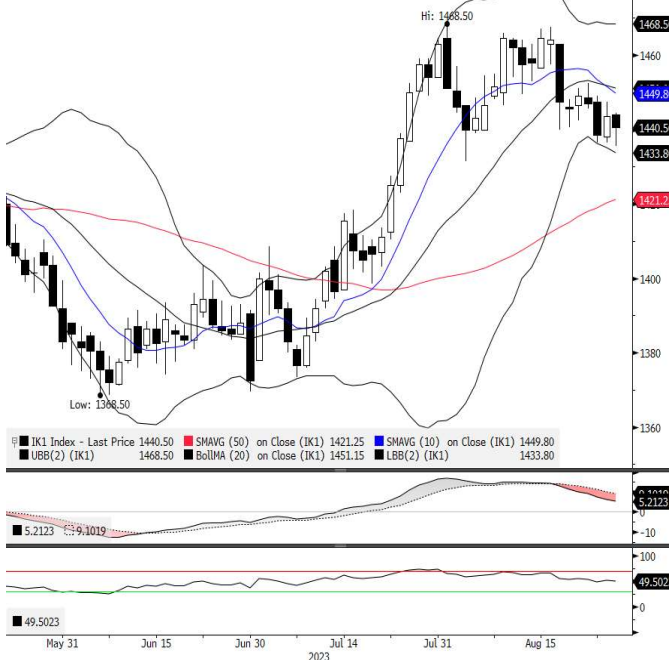


FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade cautiously higher today on a potential of bargain buying activities following overnight rebound in U.S. equities market and optimism over Jerome Powell's speech at the Jackson Hole Symposium that the central banks will implement interest rate hikes cautiously. U.S. stock indexes finish broadly higher on Friday, breaking a 3-week losing streak and staged their first winning week as participants brushed off Jerome Powell's speech at the Jackson Hole Symposium who indicated the potential for prolonged tightening policy measures and emphasized the central bank's cautious approach in implementing interest rate hikes once more if needed. Regionally, Asian bourses fell on Friday, discouraged by a Wall Street slump that followed a blowout profit report from Nvidia and mixed reports on the United States economy and focus shifted towards the Jackson Hole Symposium, where Powell's forthcoming speech is anticipated to offer insights into the Federal Reserve's trajectory concerning policy decisions. Locally, the FBM KLCI ended slightly lower on Friday, mirroring the unfavorable performance in overnight Wall Street surrounding technology equities selloff as the sentiment turned risk-averse ahead of the Fed chairman's Jackson Hole Symposium speech while late-minute buying helping trim losses. The index closed at 1,444.41, fell 0.26 points, with top losers KLK, HLBK, TNB, AXIATA, RHB and GENT shares. Futures to cash basis weakened to 4.0-point discount from 1.0 points discount.

Technical

Futures contract opened lower during early morning trading session but traded gradually higher to close slightly lower in negative territory as selling pressure were seen in tandem with regional markets' retreat and on spilled over weakness in the underlying cash while last minute bargain hunting activities limited the downside. The August futures contract settled 3.0 points lower at 1,440.5, forming a short black bodied candlestick with shorter upper and longer bottom shadow, indicating that selling activity dominated 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 gains in crude oil prices and tracking the gains in overnight Wall Street and inflow of foreign funds are expected to be the supportive tone. Thus, the support and resistance can be eyed at 1,435.0 and 1,450.0 respectively.

IK1 Index (Generic 1st 'IK' Future) DAILY REPORT CHART Daily 23MAY2023-25AUG2023 Copyright© 2023 Bloomberg Finance L.P. 25-Aug-2023 18:14:32

Source: Bloomberg

Contract	Sett	Change	High	Low	Volume	Open Int	O/I chg	O/I chg		Open Interest		Previous Week	
								Value USD		3mth avg	Value USD	High	Low
FBMKLCI	1444.41	-0.26	1445.93	1438.51	87 Mn							1456.40	1438.51
AUG 23	1440.50	-3.00	1444.50	1435.50	17734	29,794	-3,034	-47.09 Mn	36,083	560.02 Mn		0.00	0.00
SEP 23	1420.00	-7.00	1427.50	1418.00	14964	13,913	10,933	167.27 Mn	7,957	121.74 Mn		0.00	0.00
DEC 23	1424.00	-5.50	1427.50	1422.50	116	393	10	.15 Mn	923	14.16 Mn		0.00	0.00
MAR 24	1415.50	-4.50	1420.00	1415.00	45	262	11	.17 Mn	736	11.22 Mn		0.00	0.00
					32,859	44,362	7,920	120.5 Mn	45,699	707.14 Mn			

Futures Fair Value		KLIBOR		KF Est	
Contract	Exp. Date	Index Pt	Div Idx Pt (Gross)	Div Idx pt (Net)	FV
AUG 23	30/8/2023	0.26	0.31	-0.05	0.31
SEP 23	29/9/2023	4.14	23.17	-19.03	23.17
Roll FV					-18.97

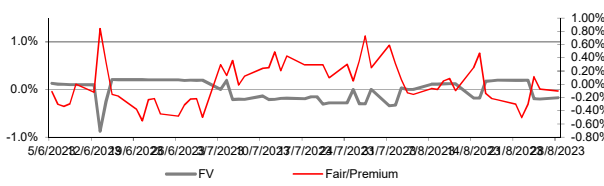
Benchmark Indices		Relative to FBMKLCI				
Source: Bloomberg		Last	1d Chg	6m Chg	3m Chg	6m Chg
FBMKLCI		1444.41	-0.02%	-0.67%	2.95%	2.89%
FBM100		10343.21	-0.07%	0.70%	0.44%	1.38%
FBMEMAS		10662.27	-0.06%	0.79%	0.58%	1.47%

Local Sector Performance againts FBMKLCI		Relative to FBMKLCI		
Sector	1d Chg	3m Chg	6m Chg	KF FV
Financial	0.04%	2.76%	0.65%	-2.46
Plantation	-0.55%	0.06%	3.54%	-20.50
Utilities	0.00%		0.00%	-18.97

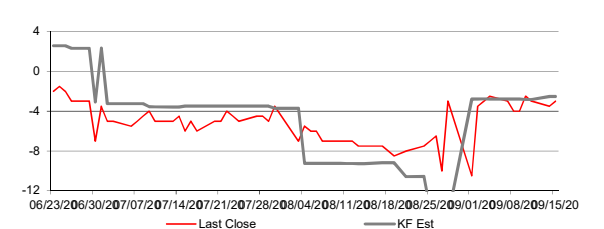
World Equity Indices		Relative to FBMKLCI				
Source: Bloomberg		Last	1d Chg	6m Chg	3m Chg	6m Chg
<b>USA</b>						
Dow Jones		34346.90	0.73%	5.18%	0.81%	5.89%
S&P 500		4405.71	0.67%	10.97%	1.76%	11.72%
NASDAQ		13590.65	0.94%	18.64%	1.74%	19.44%
<b>Europe</b>						
DAX		15631.82	0.07%	1.74%	-5.01%	2.42%
CAC		7229.60	0.21%	-0.53%	-4.06%	0.15%
FTSE100		7338.58	0.07%	-6.83%	-6.54%	-6.20%
EURO Stoxx		451.39	-0.04%	-2.11%	-4.98%	-1.45%
<b>Asia Pacific</b>						
Nikkei 225		31624.28	-2.05%	15.23%	-0.64%	16.01%
Hang Seng		17956.38	-1.40%	-9.25%	-6.96%	-8.63%
Straits Times		3189.88	0.29%	-2.23%	-3.40%	-1.57%
KOSPI		2532.66	0.54%	4.97%	-3.86%	5.68%
TAIEX		16481.58	-1.72%	6.31%	-3.01%	7.03%
S&P/ASX200		7128.80	0.19%	-1.79%	-3.22%	-1.12%

**U.S. markets**  
U.S. stocks ended a volatile session higher on Friday as investors digested comments from Federal Reserve Chair Jerome Powell that the U.S. central bank may need to raise interest rates further to ensure inflation is contained. - Reuters

Premium to Fair -1.46 Pts -0.10%



Futures Roll 3m Avg -2.46 Last -20.50 KF FV -18.97



FBMKLCI Volatility 30 Days 7.66% 60 Days 7.72% 90 Days 7.26%

