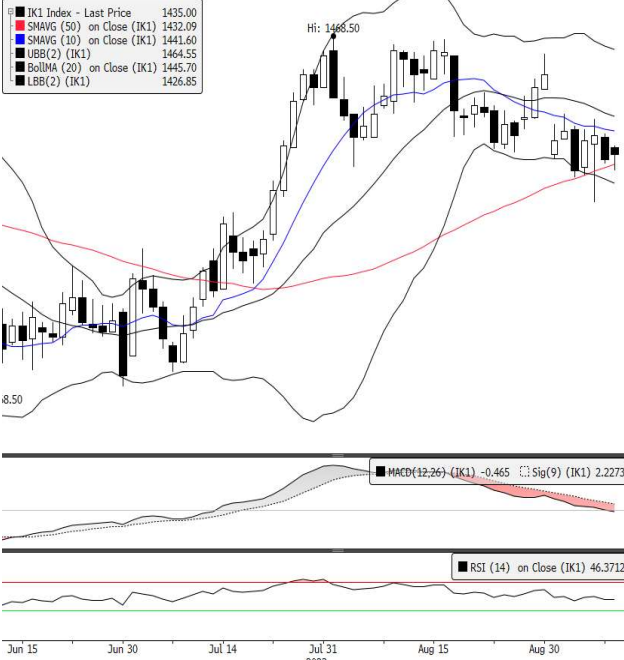


FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade range bound with slight upward bias today tracking overnight rally in Wall Street and a potential of bargain hunting given the attractive valuation of the benchmark while upside could be limited by cautious sentiment ahead of upcoming release of the US consumer price index (CPI) for August on Wednesday and the country's retail sales data on Thursday. On Monday, major U.S. stock indices rebounded, recovering about half of the previous week's losses, instilling optimism about a soft landing for the economy and Tesla's surge, which bolstered the tech rally although Wall Street strategists advised tempered optimism in light of impending inflation data this week. Across the region, Asian stock markets were mixed on Monday, as Chinese yuan strengthened on China's robust credit data and regulators promised further steps to bolster capital markets amid the rally in Japanese yen and financial shares that benefited from higher yields while cautious sentiment were seen ahead of crucial U.S. inflation data. In the local market, the FBM KLCI recovered with modest gains, attributed to strength in financial stocks and bargain hunting amid mixed regional performance due to concerns about China's property sector and upcoming US economic data releases. The index closed at 1,455.04, rose 0.09 points, led by the gains in HLFG, CDB, TNB, CIMB, MAY and DLG shares. Futures to cash basis strengthened to 19.0 points discounts from 21.5 points discounts.

Technical

Futures contract opened steadier and traded between gains and losses in a tight range but the trading session managed to close higher on last minute buying activities following spilled over rebound in the underlying cash despite mirroring regional peers' mixed performance. The September futures contract settled 2.5 points higher at 1,436.0, forming a short black bodied candlestick with shorter upper and longer bottom shadow, indicating bears tried to take over while bulls managed to defend it. On the technical perspective, MACD remained issue a sell signal while RSI indicator lingered at neutral region. Therefore, expect futures to trade range bound with slight upward bias today following overnight strong performance in major U.S. indexes and steadier crude oil prices while ongoing uneasy market sentiment resulting from escalated international market uncertainties might cap gains. Thus, the support and resistance can be eyed at 1,430.0 and 1,445.0 respectively.

IKI Index (Generic 1st 'IKI' Future) DAILY REPORT CHART Daily 133UN2023-11SEP2023 Copyright© 2023 Bloomberg Finance LP. 11-Sep-2023 18:17:26

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	1455.04	0.09	1455.56	1450.68	83 Mn					1465.93	1452.48	
SEP 23	1435.00	1.50	1437.50	1430.50	3981	32,219	212	3.25 Mn	35,278	541.52 Mn	0.00	0.00
OCT 23	1436.50	1.00	1439.00	1432.00	72	222	0	. Mn	7,702	118.35 Mn	0.00	0.00
DEC 23	1438.50	2.00	1440.00	1434.00	51	595	18	.28 Mn	905	13.92 Mn	0.00	0.00
MAR 24	1428.00	2.00	1430.00	1424.50	10	310	3	.05 Mn	674	10.30 Mn	0.00	0.00
					4,114	33,346	233	3.58 Mn	44,559	684.09 Mn		

Futures Fair Value		KLIBOR		KF Est		
Contract	Exp. Date	Index Pt	Div Idx Pt (Gross)	FV	Div Idx pt (Net)	FV
SEP 23	29/9/2023	2.22	19.43	-17.22	19.43	-17.22
OCT 23	31/10/2023	6.39	19.43	-13.04	19.43	-13.04
Roll FV				4.17		4.17

Benchmark Indices		Relative to FBMKLCI				
Source: Bloomberg		Last	1d Chg	6m Chg	3m Chg	6m Chg
FBMKLCI		1455.04	0.01%	1.53%	0.61%	0.29%
FBM100		10402.64	0.01%	2.68%	0.00%	1.13%
FBMEMAS		10723.83	-0.03%	2.62%	0.03%	1.07%

Local Sector Performance againts FBMKLCI				
Sector	1d Chg	3m Chg	6m Chg	
Financial	0.09%	2.97%	1.44%	
Plantation	-0.10%	-3.28%	-0.12%	
Utilities	0.00%		0.00%	
Currencies	Last	1d Chg	3m Chg	6m Chg
USD/MYR	4.6743	-0.06%	1.18%	4.00%
CNY/MYR	0.6413	0.69%	-0.80%	-2.29%
Dollar Index (DXY)	104.559	-0.01%	0.87%	-0.02%
MYR to DXY		0.05%	-0.30%	-3.86%

World Equity Indices		Relative to FBMKLCI				
Source: Bloomberg		Last	1d Chg	6m Chg	3m Chg	6m Chg
USA						
Dow Jones		34663.72	0.25%	8.63%	-2.48%	6.99%
S&P 500		4487.46	0.67%	16.21%	-0.51%	14.45%
NASDAQ		13917.89	1.14%	24.95%	0.04%	23.06%
Europe						
DAX		15800.99	0.36%	2.42%	-6.45%	0.87%
CAC		7278.27	0.52%	0.80%	-4.32%	-0.72%
FTSE100		7496.87	0.25%	-3.25%	-5.62%	-4.71%
EURO Stoxx		456.21	0.34%	0.54%	-5.63%	-0.98%
Asia Pacific						
Nikkei 225		32467.76	-0.43%	15.36%	-4.59%	13.62%
Hang Seng		18096.45	-0.58%	-6.33%	-11.12%	-7.75%
Straits Times		3218.28	0.33%	1.29%	-4.03%	-0.24%
KOSPI		2565.65	0.34%	7.14%	-7.00%	5.53%
TAIEX		16432.95	-0.86%	5.84%	-7.63%	4.24%
S&P/ASX200		7204.40	0.17%	0.84%	-3.60%	-0.69%

U.S. markets

The Nasdaq closed sharply higher on Monday as Tesla surged on optimism around artificial intelligence and investors awaited inflation data due later this week. - Reuters

