

FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade cautiously higher today following the rebound in overnight Wall Street and a potential of bargain hunting activities after previous session's rout while rising treasury yield and fresh signs of turmoil for China's property developers might limit the upside. Back in the state, U.S. stocks ended the trading session slightly higher after a choppy session on Monday as the participants shrugged off risks associated with prolonged periods of elevated interest rates and the mounting prospects of a government shutdown. Across the region, Asian stock markets were mixed on Monday, extending last week's slide as worries over interest rates staying higher for longer, while participants awaited key economic data from U.S. and Europe along with concerns over China's property sector dampened risk appetite. Domestically, the FBM KLCI skidded yesterday, in tandem with mixed regional market trend as participants locked in profit from last week's gains as sentiment turned edgy ahead of key economic data and U.S. Federal Reserve hawkish stance. The index closed at 1,443.45, dropped 6.78 points, led by the losses in CDB, CIMB, TELEKOM, AXIATA and PMAH shares. Futures to cash basis strengthened to 5.5 points discounts from 8 points discounts.

Technical

Futures contract opened lower and traded gradually lower throughout the trading session on renewed selling interest on spilled over weakness in the underlying cash market and in line with regional peers' mixed performance. The September futures contract tumbled 10.5 points at 1,438.0, forming a long black bodied candlestick pattern with short upper shadow and short bottom shadow, indicating bears seize control of the session aggressively. On the technical perspective, MACD issued a sell signal while RSI indicator lingered at neutral region. Nevertheless, expect futures to trade range bound with slight upward bias today mirroring modest gains in overnight Wall Street while upside could be limited by crude oil weakness and participants were looking for direction on policy rate decision by U.S. Federal Reserve. Thus, the support and resistance can be eyed at 1,432.0 and 1,447.0 respectively.

Strategy

Trader may long with a stop on or below 1,432.0.

IKI Index (Generic 1st 'IKI' Future) DAILY REPORT CHART Daily 27JUN2023-25SEP2023 Copyright© 2023 Bloomberg Finance L.P. 25-Sep-2023 18:19:40
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	1443.45	-6.78	1450.32	1441.17	86 Mn	38,422	-1,820	-27.92 Mn	35,208	540.16 Mn	1459.00	1441.50
SEP 23	1438.00	-10.50	1449.00	1437.00	20079	38,422	-1,820	-27.92 Mn	35,208	540.16 Mn	0.00	0.00
OCT 23	1440.50	-10.50	1451.00	1439.00	15892	13,516	11,816	181.6 Mn	8,080	124.17 Mn	0.00	0.00
DEC 23	1441.50	-10.00	1450.50	1441.50	79	763	-32	-49 Mn	967	14.87 Mn	0.00	0.00
MAR 24	1430.50	-11.00	1438.50	1430.50	70	461	49	.75 Mn	946	14.43 Mn	0.00	0.00
					36,120	53,162	10,013	153.93 Mn	45,200	693.64 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	0.39	3.13	-2.74	3.13	-2.74
OCT 23	31/10/2023	4.54	3.13	1.41	3.13	1.41
Roll FV				4.15		4.15

Benchmark Indices		Relative to FBMKLCI				
Source: Bloomberg		Last	1d Chg	6m Chg	3m Chg	6m Chg
FBMKLCI		1443.45	-0.47%	3.13%	5.79%	4.41%
FBM100		10365.47	-0.41%	4.16%	0.67%	1.00%
FBMEMAS		10704.87	-0.39%	4.35%	0.96%	1.19%

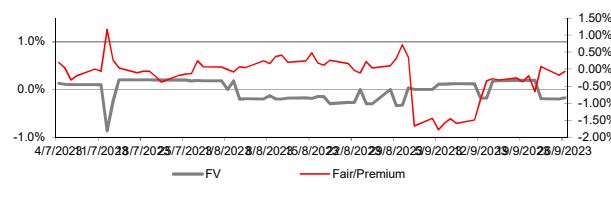
Local Sector Performance againts FBMKLCI				
Sector	1d Chg	3m Chg	6m Chg	
Financial	0.23%	1.04%	1.57%	
Plantation	0.15%	-1.04%	-0.27%	
Utilities	0.00%		0.00%	

Currencies				
	Last	1d Chg	3m Chg	6m Chg
USD/MYR	4.6865	-0.06%	0.24%	5.99%
CNY/MYR	0.6409	-0.24%	-0.75%	-0.24%
Dollar Index (DXY)	105.939	-0.06%	3.16%	2.74%
MYR to DXY		0.00%	2.92%	-3.07%

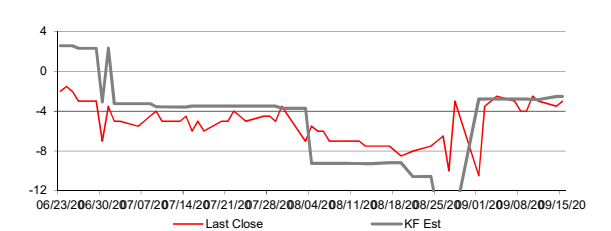
World Equity Indices					
Source: Bloomberg					
	Last	1d Chg	6m Chg	3m Chg	6m Chg
USA					
Dow Jones	34006.88	0.13%	5.49%	-2.91%	2.29%
S&P 500	4337.44	0.40%	9.23%	-3.95%	5.92%
NASDAQ	13271.32	0.45%	12.24%	-5.29%	8.84%
Europe					
DAX	15405.49	-0.98%	3.00%	-6.19%	-0.12%
CAC	7123.88	-0.85%	1.55%	-4.52%	-1.53%
FTSE100	7623.99	-0.78%	2.95%	-1.51%	-0.17%
EURO Stoxx	450.44	-0.62%	2.35%	-4.19%	-0.75%
Asia Pacific					
Nikkei 225	32678.62	0.85%	19.33%	-3.77%	15.71%
Hang Seng	17729.29	-1.82%	-10.98%	-9.17%	-13.68%
Straits Times	3215.40	0.33%	0.09%	-2.93%	-2.95%
KOSPI	2495.76	-0.49%	3.35%	-6.93%	0.21%
TAIEX	16452.23	0.66%	3.38%	-7.14%	0.24%
S&P/ASX200	7076.53	0.11%	1.74%	-3.74%	-1.34%

U.S. markets					
Wall Street's main indexes posted gains on Monday, with increases in Amazon.com shares and the energy sector, as Treasury yields rose further and investors looked to economic data and Federal Reserve policymakers' remarks later in the week for clarity on the path for interest rates.- Reuters					
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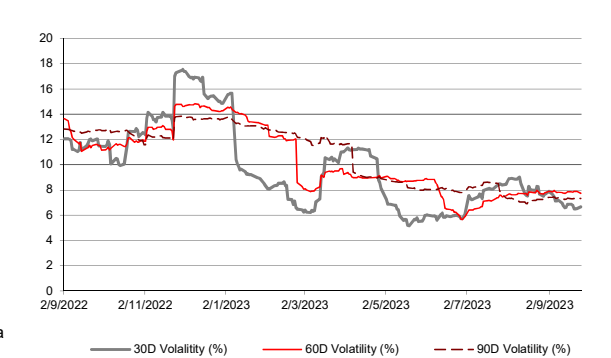
Premium to Fair -1. Pts -0.07%



Futures Roll 3m Avg -2.46 Last 2.50 KF FV 4.15



FBMKLCI Volatility 30 Days 6.66% 60 Days 7.73% 90 Days 7.33%



Source: Bloomberg