

Fundamentals:

Wall Street see-sawed to a lower close on Friday, capping a tumultuous week during which benchmark Treasury yields hit 16-year highs and investors digested the Federal Reserve's hawkish outlook revisions.

All three major U.S. stock indexes oscillated for much of the session but ended red.

All three posted weekly losses, with the S&P 500 and the Nasdaq registering their largest Friday-to-Friday percentage drops since March.

On Thursday, the S&P 500 dipped below its 100-day moving average - a key support level - for the first time since March, its failure to break above that level suggests the index is still under downward pressure.

Benchmark U.S. Treasury yields retreated from 16-year highs as investors turned their focus from hawkish Fed guidance to key economic data waiting in the wings.

Investors were still digesting the Fed's decision to let its key interest rate stand, but update its quarterly Summary Economic Projections to suggest restrictive monetary policy will remain in place longer than previously anticipated.

On Friday, remarks from Fed Governor Michelle Bowman supported the FOMC hawks, suggesting the Fed funds target rate should be raised further and held "at a restrictive level for some time" to bring inflation down to the central bank's 2% target.

The Dow Jones Industrial Average fell 106.58 points, or 0.31%, to 33,963.84, the S&P 500 lost 9.94 points, or 0.23%, to 4,320.06 and the Nasdaq Composite dropped 12.18 points, or 0.09%, to 13,211.81.

Among the 11 major sectors of the S&P 500, consumer discretionary suffered the steepest percentage loss, while tech and energy were the only gainers.

Ford Motor Co gained 1.9% after the striking United Auto Workers union reported progress in talks with the automaker.

Activision Blizzard added 1.7% in the wake Britain's antitrust regulator's statement that Microsoft Corp's restructured \$69 billion acquisition of the company by "opens the door" to the biggest-ever gaming deal being cleared.

U.S.-listed shares of Chinese firms including PDD Holdings, JD.com, Li Auto and Baidu rose between 2% and 4% on signs of an economic rebound, while Alibaba jumped 5.0% after Bloomberg reported that report the company's logistics arm Cainiao was planning to file for a Hong Kong IPO as soon as next week.

Benchmark 10-year U.S. Treasury yields on Friday eased from 16-year highs reached after more hawkish Federal Reserve rate guidance earlier this week, with investors now waiting on key economic releases for further clues on rate moves.

Yields had jumped after the Fed on Wednesday forecast fewer rate cuts in 2024 than it previously expected and said it may hike rates one more time this year as it battles to bring inflation closer to its 2% annual target.

The projections appeared to reflect confidence in a still strong economy. The Fed nearing the end of its tightening cycle is also boosting growth expectations.

Benchmark 10-year note yields reached 4.508% earlier on Friday, the highest since November 2007, before falling back to 4.440%.

Interest rate sensitive two-year yields fell to 5.123%, after hitting 5.202% on Thursday, the highest since July 2006.

The inversion in the yield curve between two-year and 10-year notes was last at minus 68 basis points.

Fed funds futures traders are pricing in only an approximately 50% chance of an additional rate increase this year, despite Fed officials on Friday talking up the prospect of further tightening.

Three policymakers said they remain uncertain the inflation battle is finished.

That is in line with comments from Fed Chairman Jerome Powell on Wednesday.

Treasuries could also come under pressure next week as the U.S. Treasury Department sells \$134 billion in coupon-bearing supply.

This will include \$48 billion in two-year notes on Tuesday, \$49 billion in five-year notes on Wednesday and \$37 billion in seven-year notes on Thursday.

(Source: Reuters)

Economic Releases	Period	Survey	Actual	Prior	Revised	
09/22/2023 21:45	S&P Global US Manufacturing PMI	Sep P	48.2	48.9	47.9	--
09/22/2023 21:45	S&P Global US Services PMI	Sep P	50.7	50.2	50.5	--
09/22/2023 21:45	S&P Global US Composite PMI	Sep P	50.4	50.1	50.2	--
09/25/2023 20:30	Chicago Fed Nat Activity Index	Aug	-0.03	--	0.12	--
09/25/2023 22:30	Dallas Fed Manf. Activity	Sep	-13	--	-17.2	--
09/26/2023 20:30	Philadelphia Fed Non-Manufacturing Activity	Sep	--	--	-13.1	--
09/26/2023 21:00	Bloomberg Sept. United States Economic Survey					
09/26/2023 21:00	FIHFA House Price Index MoM	Jul	0.40%	--	0.30%	--
09/26/2023 21:00	S&P CoreLogic CS 20-City MoM SA	Jul	0.55%	--	0.92%	--
09/26/2023 21:00	S&P CoreLogic CS 20-City YoY NSA	Jul	-0.10%	--	-1.17%	--
09/26/2023 21:00	S&P CoreLogic CS US HPI YoY NSA	Jul	--	--	-0.02%	--
09/26/2023 22:00	New Home Sales	Aug	700k	--	714k	--
09/26/2023 22:00	New Home Sales MoM	Aug	-2.00%	--	4.40%	--
09/26/2023 22:00	Conf. Board Consumer Confidence	Sep	105.5	--	106.1	--
09/26/2023 22:00	Conf. Board Present Situation	Sep	--	--	144.8	--
09/26/2023 22:00	Conf. Board Expectations	Sep	--	--	80.2	--
09/26/2023 22:00	Richmond Fed Manufact. Index	Sep	-7	--	-7	--
09/26/2023 22:00	Richmond Fed Business Conditions	Sep	--	--	1	--
09/26/2023 22:30	Dallas Fed Services Activity	Sep	--	--	-2.7	--
09/27/2023 19:00	MBA Mortgage Applications	Sep-22	--	--	5.40%	--
09/27/2023 20:30	Durable Goods Orders	Aug P	-0.50%	--	-5.20%	--
09/27/2023 20:30	Durables Ex Transportation	Aug P	0.20%	--	0.40%	--
09/27/2023 20:30	Cap Goods Orders Nondel Ex Air	Aug P	0.10%	--	0.10%	--
09/27/2023 20:30	Cap Goods Ship Nondel Ex Air	Aug P	-0.10%	--	-0.30%	--

Contract	Close	Change	High	Low
E-Mini Dow DEC 23	34,232.00	-77.00	34,421.00	34,211.00
E-Mini S&P DEC 23	4,361.00	-7.500	4,399.00	4,357.25
E-Mini NASDAQ DEC 23	14,869.50	23.25	15,027.50	14,836.25
Micro Russell 2K JUN 22	1793.8	-4.1	1810	1791.9
USD Nikkei DEC 23	32,305.0	235.0	32,460.00	31,985.00
US Dollar Index	105.59	0.227	105.78	105.32
DJIA	33,963.84	-106.580	34,156.15	33,947.24
S&P 500	4,320.06	-9.940	4,357.40	4,316.49
NASDAQ	13,211.81	-12.180	13,353.22	13,200.64
Nikkei 225	32,402.41	-168.620	32,535.67	32,154.53
Hang Seng	18,057.45	402.040	18,078.69	17,573.81
Straits Times	3,204.82	2.010	3,211.11	3,179.33
DAX	15,557.29	-14.570	15,592.27	15,471.75
CAC	7,184.82	-29.080	7,203.97	7,133.65
FTSE100	7,683.91	5.290	7,735.16	7,640.80

Historical Volatility	10 Days	30 Days	60 Days	90 Days
E-Mini Dow Futures	9.65	9.26	9.29	9.92
E-Mini S&P Futures	12.49	12.51	11.17	11.40
E-Mini Nasdaq Futures	17.73	13.73	16.05	18.23

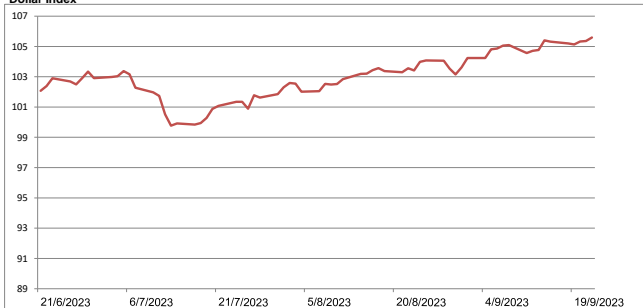
U.S. Government Treasuries Yield



CBOE Volatility Index (VIX)



Dollar Index



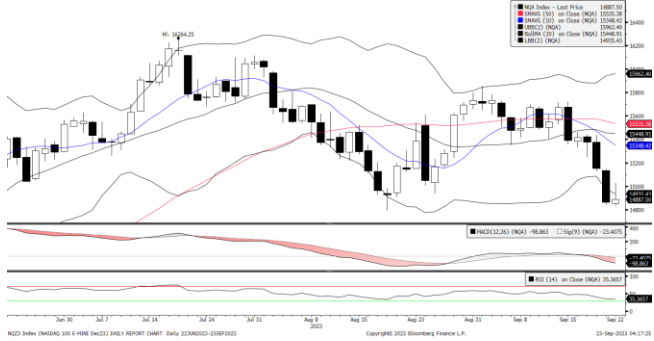
E-Mini Dow Index Futures Daily Chart



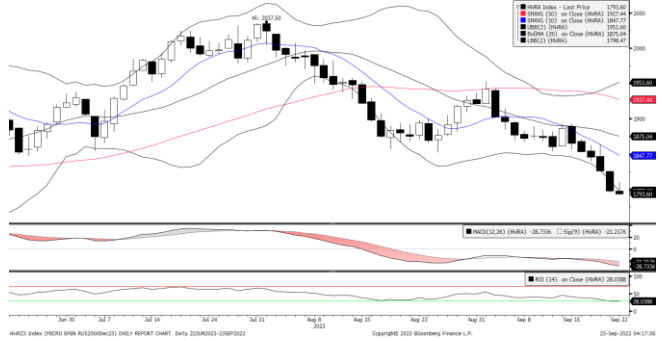
E-Mini S&P 500 Index Futures Daily Chart



E-Mini NASDAQ 100 Index Futures Daily Chart



Micro E-Mini Russell 2000 Index Futures Daily Chart



Technical Analysis

Dow				S&P				Nasdaq				Micro Russell			
1st Resistance:	34745	2nd Resistance:	35259	1st Resistance:	4426.42	2nd Resistance:	4491.83	1st Resistance:	15092.54	2nd Resistance:	15315.59	1st Resistance:	1820.71	2nd Resistance:	1847.61
1st Support:	33719	2nd Resistance:	33205	1st Support:	4295.59	2nd Resistance:	4230.17	1st Support:	14646.46	2nd Resistance:	14423.42	1st Support:	1766.89	2nd Resistance:	1739.99
MACD:	-162.258			MACD:	-28.005415			MACD:	-98.968			MACD:	-28.718		
MACD DIFF:	-62.529			MACD DIFF:	-16.445591			MACD DIFF:	-75.583			MACD DIFF:	-7.503		
RSI:	34.095			RSI:	31.659849			RSI:	35.305			RSI:	28.069		

Strategy

	Long:	Profit target:	Stop-loss:	Long:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:
Dow	33719	34056	33550	33205	33537	33039	34745	34398	34919	35259	34906	35435
S&P	4295.59	4338.54	4274.11	4230.17	4272.47	4209.02	4426.42	4382.15	4448.55	4491.83	4446.91	4514.29
Nasdaq	14646.46	14792.92	14573.23	14423.42	14567.65	14351.30	15092.54	14941.62	15168.01	15315.59	15162.43	15392.16
Micro Russell	1766.89	1784.56	1758.06	1739.99	1757.39	1731.29	1820.707	1802.50	1829.81	1847.614	1829.14	1856.85

Source: Bloomberg

Kenanga Futures Sdn Bhd (353603-X)

Dealing Desk: (603) 2172 3820 Fax: (603) 2172 2729 Email: futures@kenanga.com.my

Disclaimer: This document has been prepared for general circulation based on information obtained from sources believed to be reliable but we do not make any representations as to its accuracy or completeness.

Any recommendation contained in this document does not have regard to the specific investment objectives, financial background and the particular needs of any person who may read this document.

This document is for the information of addressees only and is not to be taken in substitution for the exercise of judgement and assessment by addressees in relation to any investment decision.

Kenanga Futures Sdn Bhd accepts no liability whatsoever for any direct or consequential loss arising from any use of this document or any solicitations of an offer to buy or sell any securities/underlying securities.

Kenanga Futures Sdn Bhd and its associates, their directors, and/or employees may have positions in, and may effect transactions in securities/underlying securities mentioned herein from time to time in the open market or otherwise, and may receive brokerage fees or act as principal or agent in dealings with respect to these companies.