

Fundamentals:

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.

Investors are grappling with the rise in benchmark Treasury yields to 16-year highs after the Fed gave a hawkish longer-term rate outlook. The S&P 500 rebounded on Monday after last week it had its biggest weekly drop since March.

The Dow Jones Industrial Average rose 43.04 points, or 0.13%, to 34,006.88; the S&P 500 gained 17.38 points, or 0.40%, at 4,337.44; and the Nasdaq Composite added 59.51 points, or 0.45%, at 13,271.32.

Among S&P 500 sectors, energy led the way, rising 1.3%, while materials gained 0.8%. Defensive sectors lagged, with the consumer staples group dropping 0.4%.

With the end of the third quarter drawing near, investors said market moves may be relatively muted until companies report quarterly results in the coming weeks.

The S&P 500 has slid about 5.5% since late July but remains up about 13% for 2023.

Investors through the week will be monitoring data including on durable goods and the personal consumption expenditures price index for August, and second-quarter Gross Domestic Product, as well as remarks by Fed policymakers, including Chair Jerome Powell.

Chicago Fed President Austan Goolsbee said in an interview with CNBC on Monday that inflation staying above the Fed's 2% target remains a greater risk than tight central bank policy slowing the economy more than needed.

In company news, Amazon.com shares rose 1.7% after the e-commerce giant said it will invest up to \$4 billion in startup Anthropic to compete with growing cloud rivals in artificial intelligence.

U.S. Treasury yields were mostly higher on Monday, with the benchmark 10-year Treasury yield adding to three straight weeks of gains on expectations the U.S. Federal Reserve was likely to keep interest rates at higher levels for longer than initially anticipated.

Chicago Fed President Austan Goolsbee said on Monday that inflation remaining entrenched above the central bank's 2% target remains a bigger risk than tight Fed policy slowing the economy more than needed.

The yield on 10-year Treasury notes was up 10 basis points to 4.542% after climbing to 4.533%, its highest since October 2007.

Goldman Sachs last week pushed out its expectations for a Fed rate cut from the second quarter of next year to the fourth quarter of 2024.

Expectations for another 25-basis point hike by the Fed at its November meeting lessened to 21.1%, down from 34.1% a week ago, according to CME's FedWatch Tool.

The yield on the 30-year Treasury bond was up 13 basis points to 4.656%.

Economic data was light on Monday but investors will get a look at several data points on the housing market this week, along with the final reading of second quarter gross domestic product and personal consumption expenditures.

A closely watched part of the U.S. Treasury yield curve measuring the gap between yields on two- and 10-year Treasury notes US2Y10-RR, seen as an indicator of economic expectations, was at a negative 59.1 basis points, its steepest in about four months.

More supply will come to the market this week when Treasury auctions off \$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.

The two-year U.S. Treasury yield, which typically moves in step with interest rate expectations, edged up 1 basis point to 5.131%.

The breakeven rate on five-year U.S. Treasury Inflation-Protected Securities (TIPS) was last at 2.317%, after closing at 2.316% on Friday, its lowest close in about a week.

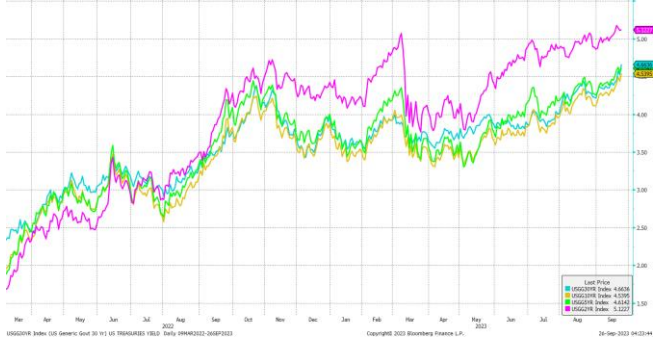
The 10-year TIPS breakeven rate was last at 2.371%, indicating the market sees inflation averaging 2.4% a year for the next decade.

(Source: Reuters)

Contract	Close	Change	High	Low
E-Mini Dow DEC 23	34,273.00	60.00	34,358.00	34,040.00
E-Mini S&P DEC 23	4,378.75	21.00	4,382.50	4,338.25
E-Mini NASDAQ DEC 23	14,935.25	82.75	14,953.00	14,782.25
Micro Russell 2K JUN 22	1802.6	9.9	1804.7	1780.4
USD Nikkei DEC 23	32,495.0	210.0	32,565.00	32,210.00
US Dollar Index	105.95	0.366	106.10	105.52
DJIA	34,006.88	43.04	34,017.53	33,780.67
S&P 500	4,337.44	17.38	4,338.51	4,302.70
NASDAQ	13,271.32	59.51	13,277.83	13,132.00
Nikkei 225	32,678.62	276.21	32,722.22	32,388.28
Hang Seng	17,729.29	-328.16	18,046.89	17,722.49
Straits Times	3,215.40	10.58	3,222.12	3,195.68
DAX	15,405.49	-151.80	15,572.14	15,329.40
CAC	7,123.88	-60.94	7,199.95	7,087.63
FTSE100	7,623.99	-59.92	7,684.82	7,580.81

Historical Volatility	10 Days	30 Days	60 Days	90 Days
E-Mini Dow Futures	9.88	9.30	9.13	9.71
E-Mini S&P Futures	13.35	12.48	10.93	11.26
E-Mini Nasdaq Futures	17.90	13.79	16.00	17.87

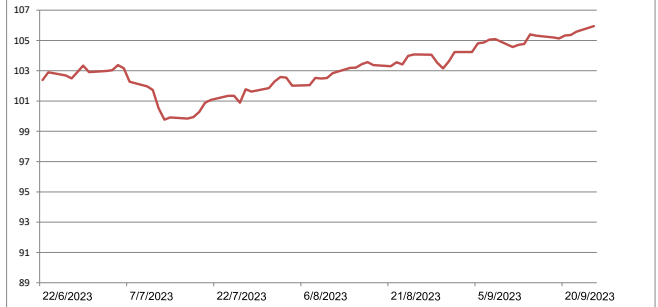
U.S. Government Treasuries Yield



CBOE Volatility Index (VIX)



Dollar Index



Economic Releases	Period	Survey	Actual	Prior	Revised
09/25/2023 20:30	Chicago Fed Nat Activity Index	Aug	0.1	-0.16	0.12
09/25/2023 22:30	Dallas Fed Manf. Activity	Sep	-14	-18.1	-17.2
09/26/2023 18:00	Bloomberg Sept. United States Economic Survey	Sep	--	--	--
09/26/2023 20:30	Philadelphia Fed Non-Manufacturing Activity	Sep	--	-13.1	--
09/26/2023 21:00	FHFA House Price Index MoM	Jul	0.40%	--	0.30%
09/26/2023 21:00	S&P CoreLogic CS 20-City MoM SA	Jul	0.70%	--	0.92%
09/26/2023 21:00	S&P CoreLogic CS 20-City YoY NSA	Jul	-0.04%	--	-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	698k	--	714k
09/26/2023 22:00	New Home Sales MoM	Aug	-2.20%	--	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	--	--	144.9
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 Nondef Ex Air	Aug P	0.10%	--	0.10%
09/27/2023 20:30	Cap Goods Ship Nondef Ex Air	Aug P	0.00%	--	-0.30%

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:	34787	2nd Resistance:	35301	1st Resistance:	4444.43	2nd Resistance:	4510.11	1st Resistance:	15159.28	2nd Resistance:	15383.31	1st Resistance:	1829.64	2nd Resistance:	1856.68
1st Support:	33759	2nd Resistance:	33245	1st Support:	4313.07	2nd Resistance:	4247.39	1st Support:	14711.22	2nd Resistance:	14487.19	1st Support:	1775.56	2nd Resistance:	1748.52
MACD:	-188.708			MACD:	-32.787278			MACD:	-118.657			MACD:	-30.164		
MACD DIFF:	-70.826			MACD DIFF:	-16.940482			MACD DIFF:	-76.010			MACD DIFF:	-7.145		
RSI:	35.511			RSI:	35.215325			RSI:	37.814			RSI:	31.488		

Strategy

	Long:	Profit target:	Stop-loss:	Long:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:
Dow	33759	34096	33590	33245	33577	33079	34787	34439	34961	35301	34948	35478
S&P	4313.07	4356.20	4291.50	4247.39	4289.86	4226.15	4444.43	4399.99	4466.65	4510.11	4465.01	4532.66
Nasdaq	14711.22	14858.33	14637.67	14487.19	14632.06	14414.76	15159.28	15007.69	15235.08	15383.31	15229.47	15460.22
Micro Russell	1775.56	1793.32	1766.68	1748.52	1766.01	1739.78	1829.639	1811.34	1838.79	1856.678	1838.11	1865.96

Source: Bloomberg

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