

Fundamentals:

Wall Street's major indexes closed higher on Monday while energy stocks rallied as investors digested the latest news about the conflict between Israel and the Palestinian Islamist group Hamas.

The Israeli military said it called up reservists and was imposing a total blockade of the Gaza Strip in signs it could be planning a ground assault there to defeat Hamas which launched a deadly attack over the weekend.

But late in the afternoon, a senior Hamas official said the group is open to discussions over a possible truce with Israel. U.S. President Joe Biden said he directed his team to coordinate with regional partners to warn anyone seeking to take advantage of the situation.

News of the conflict sparked an oil rally due to supply concerns. But stock indexes managed to reverse earlier declines with help of more dovish Federal Reserve official comments.

As a result, investors appeared to refocus on more U.S. centric matters, John Augustine, said chief investment officer at Huntington National Bank in Columbus, Ohio.

The U.S. bond market was shut on Monday for Columbus Day, also known as Indigenous Peoples' Day.

A recent surge in U.S. Treasury yields had pressured equities. That pressure eased as gains in the iShares Core 10+ years U.S. bond Exchange Traded Fund (ETF) and the iShares 20+ years Treasury bond ETF suggested that yields could fall on Tuesday.

Meanwhile, Fed officials indicated that recent gains in yields on long-term U.S. Treasury bonds, which directly influence financing costs for households and businesses, could steer the Fed from further hikes in its short-term policy rate. This eased some concerns among equity investors.

The Dow Jones Industrial Average rose 197.07 points, or 0.59%, to 33,604.65. The S&P 500 gained 27.16 points, or 0.63%, at 4,335.66 and the Nasdaq Composite added 52.90 points, or 0.39%, at 13,484.24.

After rising as high as 19.6 during the session, the CBOE volatility index, often referred to as Wall Street's "fear gauge," ended at 17.70.

But traditional safe-haven assets remained in demand, with gold climbing 1.6%, although the U.S. dollar index gave up earlier gains and was down 0.18%.

Rising oil prices boosted the S&P energy sector, which ended up 3.5%, making it the biggest gainer among the S&P 500's 11 major industry sectors.

United Airlines, Delta Air Lines and American Airlines suspended direct flights to Tel Aviv. Shares of the airlines, also hurt by rising oil prices, ended down more than 4% each. This put pressure on the S&P 500 Passenger Airlines index, which lost 3.7%.

Defense companies had rallied after the news from Israel, with the S&P 500 Aerospace & Defense index ending up 5.6% for its biggest one-day percentage gain since November 2020. Its biggest advancers were Northrop Grumman, which rose 11.4%, and L3Harris Technologies, which added 9.96%.

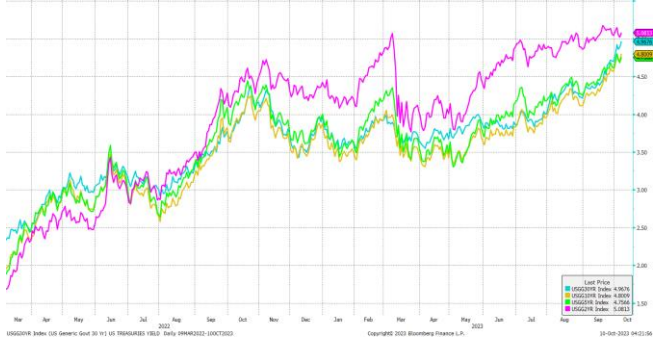
Exchange-traded funds exposed to Israel were selling off, with iShares MSCI Israel ETF falling 7% while the ARK Israel Innovative Technology ETF fell 5%.

(Source: Reuters)

Contract	Close	Change	High	Low
E-Mini Dow DEC 23	33,801.00	194.00	33,834.00	33,298.00
E-Mini S&P DEC 23	4,368.75	27.250	4,375.75	4,299.50
E-Mini NASDAQ DEC 23	15,187.00	77.00	15,212.75	14,949.50
Micro Russell 2K JUN 22	1769.1	9.4	1775.7	1735.7
USD Nikkei DEC 23	31,285.0	-70.0	31,360.00	30,960.00
US Dollar Index	106.07	0.022	106.60	106.02
DJIA	33,604.65	197.070	33,631.81	33,253.69
S&P 500	4,335.66	27.160	4,341.73	4,283.79
NASDAQ	13,484.24	52.900	13,509.30	13,277.48
Nikkei 225	0.00	0.000	0.00	0.00
Hang Seng	17,517.40	31.420	17,633.19	17,447.76
Straits Times	3,166.51	-7.880	3,174.84	3,157.45
DAX	15,128.11	-101.660	15,201.06	15,077.66
CAC	7,021.40	-38.750	7,057.81	6,980.33
FTSE100	7,492.21	-2.370	7,540.57	7,473.19

Historical Volatility	10 Days	30 Days	60 Days	90 Days
E-Mini Dow Futures	10.55	9.47	9.49	10.04
E-Mini S&P Futures	12.13	12.48	11.70	11.32
E-Mini Nasdaq Futures	18.55	15.84	16.01	17.51

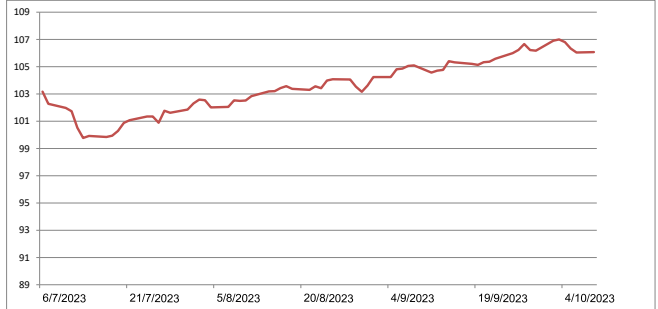
U.S. Government Treasuries Yield



CBOE Volatility Index (VIX)

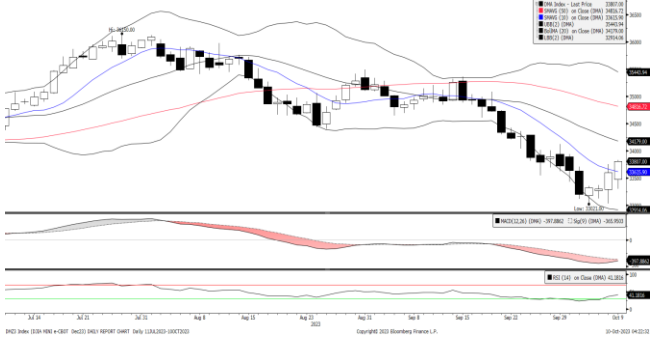


Dollar Index

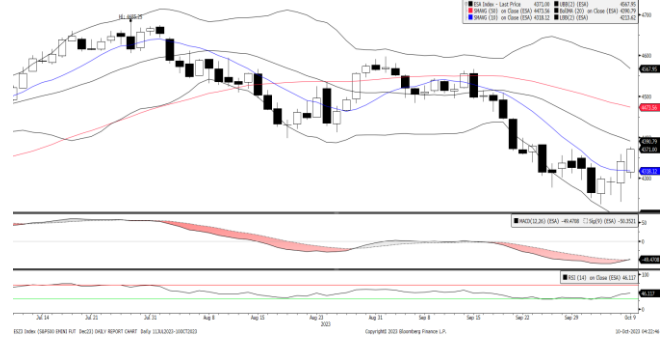


Economic Release	Period	Survey	Actual	Prior	Revised
10/10/2023 18:00	NFIB Small Business Optimism	Sep	91	--	91.3
10/10/2023 22:00	Wholesale Inventories MoM	Aug F	-0.10%	--	-0.10%
10/10/2023 22:00	Wholesale Trade Sales MoM	Aug	0.40%	--	0.80%
10/10/2023 23:00	NY Fed 1-Yr Inflation Expectations	Sep	--	--	3.63%
10/11/2023 19:00	MBA Mortgage Applications	Oct-06	--	--	-6.00%
10/11/2023 20:30	PPI Final Demand MoM	Sep	0.30%	--	0.70%
10/11/2023 20:30	PPI Ex Food and Energy MoM	Sep	0.20%	--	0.20%
10/11/2023 20:30	PPI Ex Food, Energy, Trade MoM	Sep	0.20%	--	0.30%
10/11/2023 20:30	PPI Final Demand YoY	Sep	1.60%	--	1.60%
10/11/2023 20:30	PPI Ex Food and Energy YoY	Sep	2.30%	--	2.20%
10/11/2023 20:30	PPI Ex Food, Energy, Trade YoY	Sep	2.90%	--	3.00%
10/12/2023 02:00	FOMC Meeting Minutes	Sep-20	--	--	--
10/12/2023 20:30	CPI MoM	Sep	0.30%	--	0.60%
10/12/2023 20:30	CPI Ex Food and Energy MoM	Sep	0.30%	--	0.30%
10/12/2023 20:30	CPI YoY	Sep	3.60%	--	3.70%
10/12/2023 20:30	CPI Ex Food and Energy YoY	Sep	4.10%	--	4.30%
10/12/2023 20:30	CPI Index NSA	Sep	307.444	--	307.026
10/12/2023 20:30	CPI Core Index SA	Sep	310.671	--	309.661
10/12/2023 20:30	Real Avg Hourly Earning YoY	Sep	--	--	0.50%
10/12/2023 20:30	Real Avg Weekly Earnings YoY	Sep	--	--	0.30%

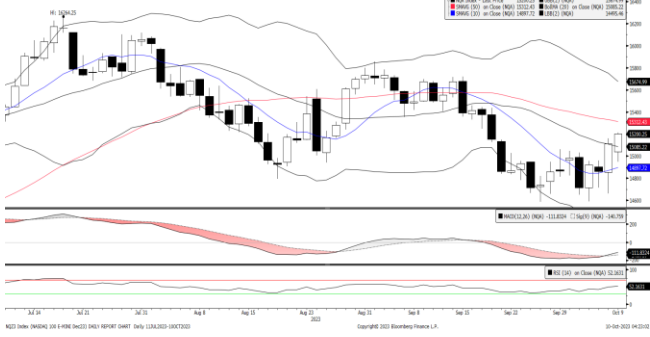
E-Mini Dow Index Futures Daily Chart



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:	34308	2nd Resistance:	34815	1st Resistance:	4434.28	2nd Resistance:	4499.81	1st Resistance:	15414.81	2nd Resistance:	15642.61	1st Resistance:	1795.64	2nd Resistance:	1822.17
1st Support:	33294	2nd Resistance:	32787	1st Support:	4303.22	2nd Resistance:	4237.69	1st Support:	14959.20	2nd Resistance:	14731.39	1st Support:	1742.56	2nd Resistance:	1716.03
MACD:	-398.869			MACD:	-49.643242			MACD:	-112.649			MACD:	-36.202		
MACD DIFF:	-32.791			MACD DIFF:	0.734406			MACD DIFF:	28.221			MACD DIFF:	-1.348		
RSI:	40.870			RSI:	45.805644			RSI:	51.891			RSI:	36.916		

Strategy

	Long:	Profit target:	Stop-loss:	Long:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:
Dow	33294	33627	33128	32787	33115	32623	34308	33965	34480	34815	34467	34989
S&P	4303.22	4346.25	4281.70	4237.69	4280.06	4216.50	4434.28	4389.94	4456.45	4499.81	4454.81	4522.31
Nasdaq	14959.20	15108.79	14884.40	14731.39	14878.70	14657.73	15414.81	15260.66	15491.88	15642.61	15486.18	15720.82
Micro Russell	1742.56	1759.99	1733.85	1716.03	1733.19	1707.45	1795.6365	1777.68	1804.61	1822.173	1803.95	1831.28

Source: Bloomberg

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