

## Fundamentals:

U.S. stocks rallied on Friday, led by technology shares to a sharply higher close as investors assessed a jobs report that showed U.S. hiring rose broadly in September with slowing wage growth.

The S&P 500 and Nasdaq registered their biggest daily percentage gains since late August, and the S&P 500 rose for the week, snapping a four-week losing streak.

Information technology was up the most of any S&P 500 sector, followed by communication services.

Stocks initially fell after the jobs data, which showed U.S. employment increased by the most in eight months in September, but began to rebound by late morning.

Market watchers have been weighing whether the Fed may be done hiking interest rates after a recent surge in long-term U.S. Treasury yields. Benchmark 10-year U.S. Treasury yields hit 16-year highs on Friday.

The day's data also showed a moderation in wages, which may have been because most of the jobs added last month were in lower-paying industries.

The Dow Jones Industrial Average rose 288.01 points, or 0.87%, to 33,407.58, the S&P 500 gained 50.31 points, or 1.18%, to 4,308.5 and the Nasdaq Composite added 211.51 points, or 1.6%, to 13,431.34.

For the week, the S&P 500 was up 0.5%, the Dow fell 0.3% and the Nasdaq rose 1.6%.

The recent gains follow sharp losses for stocks for September and for the third quarter.

Investors await data on September consumer price inflation and producer price index readings, due next week.

Investors also are keen for the upcoming quarterly earnings season, with major banks including JPMorgan Chase due to report next week.

Shares of Exxon Mobil were down 1.7% after sources told Reuters that the U.S. oil producer was in advanced talks to acquire Pioneer Natural Resources. Pioneer's stock jumped 10.4%.

Benchmark 10-year U.S. Treasury yields hit 16-year highs on Friday after data showed that employers added 336,000 jobs in September, well above the 170,000 that was expected by economists.

Data for August was also revised higher to show 227,000 U.S. jobs added instead of the previously reported 187,000.

Monthly wage growth remained moderate, with average hourly earnings rising 0.2% after a similar gain in August. In the 12 months through September, wages increased 4.2% after advancing 4.3% in August.

Consumer price inflation data next Thursday will provide the next clues on Fed policy.

Benchmark 10-year notes reached 4.887% and 30-year yields hit 5.053%, both the highest since 2007.

The 10-year yields are on track for a weekly increase of 21 basis points, the largest since July. Thirty-year yields are on pace for a weekly gain of 23 basis points, the largest since December.

Two-year notes rose as high as 5.151%. They are holding below the 5.202% level hit on Sept. 21, which was the highest since July 2006.

Yields have surged in recent weeks as investors reprice for the likelihood that the U.S. central bank will hold rates higher for longer, and possibly continue to increase them if the labor market remains solid and inflation stays above its 2% annual target.

Fed funds future traders are pricing in a 29% chance of an interest rate hike in November, and a 42% probability by December, according to the CME Group's FedWatch Tool.

The closely watched yield curve between two- and 10-year notes steepened as far as minus 25 basis points, the smallest inversion since October.

The yield curve typically steepens and turns positive following an inversion before a recession takes hold. However, historically this has been driven by short-term rates falling faster than longer-term ones as investors price in rate cuts.

In this instance the steepening is instead being driven by longer-dated yields rising faster than shorter-dated ones, which is making the move harder to interpret.

(Source: Reuters)

Contract	Close	Change	High	Low
E-Mini Dow DEC 23	33,600.00	326.00	33,756.00	33,032.00
E-Mini S&P DEC 23	4,341.50	54.250	4,358.50	4,242.25
E-Mini NASDAQ DEC 23	15,112.00	269.75	15,160.25	14,660.00
Micro Russell 2K JUN 22	1762.2	18.6	1769.1	1723.1
USD Nikkei DEC 23	31,360.0	320.0	31,415.00	30,885.00
US Dollar Index	106.11	-0.219	106.97	105.95
DJIA	33,407.58	288.010	33,557.69	32,846.94
S&P 500	4,308.50	50.310	4,324.10	4,219.55
NASDAQ	13,431.34	211.510	13,472.27	13,099.03
Nikkei 225	30,994.67	-80.690	31,160.45	30,928.16
Hang Seng	17,485.98	272.110	17,603.80	17,370.03
Straits Times	3,174.39	19.290	3,179.94	3,155.86
DAX	15,229.77	159.550	15,230.89	15,033.55
CAC	7,060.15	61.900	7,064.44	6,981.49
FTSE100	7,494.58	43.040	7,496.42	7,423.36

Historical Volatility	10 Days	30 Days	60 Days	90 Days
E-Mini Dow Futures	11.73	9.60	9.46	10.04
E-Mini S&P Futures	14.65	12.56	11.69	11.40
E-Mini Nasdaq Futures	20.59	16.44	16.02	17.86

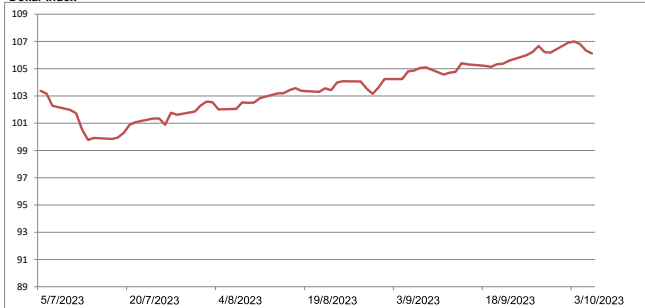
## U.S. Government Treasuries Yield



## COBE Volatility Index (VIX)



## Dollar Index



Economic Releases	Period	Survey	Actual	Prior	Revised
10/06/2023 20:30	Two-Month Payroll Net Revision	Sep	--	119k	--
10/06/2023 20:30	Change in Nonfarm Payrolls	Sep	170k	336k	187k
10/06/2023 20:30	Change in Private Payrolls	Sep	160k	263k	179k
10/06/2023 20:30	Change in Manufact. Payrolls	Sep	5k	17k	16k
10/06/2023 20:30	Unemployment Rate	Sep	3.70%	3.80%	3.80%
10/06/2023 20:30	Average Hourly Earnings MoM	Sep	0.30%	0.20%	0.20%
10/06/2023 20:30	Average Hourly Earnings YoY	Sep	4.30%	4.20%	4.30%
10/06/2023 20:30	Average Weekly Hours All Employees	Sep	34.4	34.4	34.4
10/06/2023 20:30	Labor Force Participation Rate	Sep	62.80%	62.80%	62.80%
10/06/2023 20:30	Underemployment Rate	Sep	--	7.00%	7.10%
10/07/2023 03:00	Consumer Credit	Aug	\$11.700b	-\$15.628b	\$10.399b
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	--	--	0.80%
10/10/2023 23:00	NY Fed 1-Yr Inflation Expectations	Sep	--	--	3.63%
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	--	--	3.00%

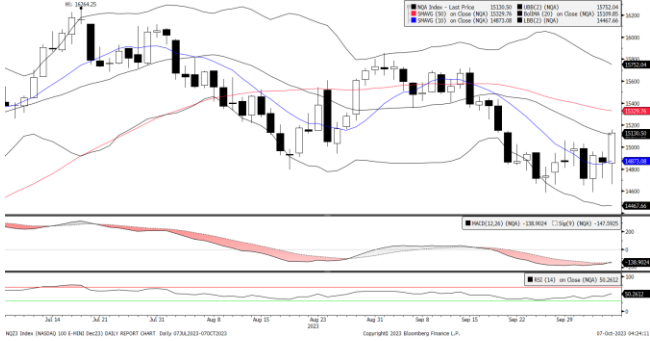
**E-Mini Dow Index Futures Daily Chart**



**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:	34104	2nd Resistance:	34608	1st Resistance:	4406.62	2nd Resistance:	4471.75	1st Resistance:	15338.68	2nd Resistance:	15565.36	1st Resistance:	1788.63	2nd Resistance:	1815.07
1st Support:	33096	2nd Resistance:	32592	1st Support:	4276.38	2nd Resistance:	4211.26	1st Support:	14885.32	2nd Resistance:	14658.64	1st Support:	1735.77	2nd Resistance:	1709.33
MACD:	-429.485			MACD:	-55.606197			MACD:	-138.868			MACD:	-37.921		
MACD DIFF:	-72.083			MACD DIFF:	-5.100788			MACD DIFF:	8.750			MACD DIFF:	-3.443		
RSI:	36.499			RSI:	42.219141			RSI:	50.275			RSI:	34.570		

**Strategy**

	Long:	Profit target:	Stop-loss:		Long:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:
Dow	33096	33427	32931	S&P	32592	32918	32429	34104	33763	34275	34608	34262	34781
Nasdaq	4276.38	4319.14	4255.00		4211.26	4253.37	4190.20	4406.62	4362.56	4428.66	4471.75	4427.03	4494.10
Micro Russell	14885.32	15034.17	14810.89		14658.64	14805.23	14585.35	15338.68	15185.29	15415.37	15565.36	15409.71	15643.19
	1735.77	1753.12	1727.09		1709.33	1726.43	1700.79	1788.633	1770.75	1797.58	1815.066	1796.92	1824.14

Source: Bloomberg

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