

FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade cautiously lower today, tracking weaker overnight Wall Street after hotter-than-expected US inflation fuelled bets on more aggressive Federal Reserve rate hikes alongside the likelihood of profit taking after recent gains while firmer crude oil prices and improved domestic economic fundamentals could help cushion the downside. Back in the state, U.S. stock markets closed lower on Wednesday, as a sell-off in semiconductor stocks deepened, bank earnings continued to roll in, and as a stronger-than-expected inflation reading increased US Federal Reserve rate-hike bets for this month. September's Consumer Price Index (CPI) rose 3.7% year over year, versus 3.6% expected by economists. Across the region, stock markets were trading mixed early Wednesday after regional chipmakers struggled to find a footing after a global semiconductor selloff, as participants evaluated the impact of higher bond yields on hefty AI-related spending and competition from Chinese rivals to Korean chipmakers, while any upside was tempered by elevated oil prices and caution ahead of U.S. inflation data. Locally, the FBM KLCI extended its winning streak for a fourth straight session driven by persistent buying in selected heavyweights, led by plantation and financial services counters amid improved domestic sentiment over the fiscal initiatives announced by the government, while mixed regional peers' performance capped gains. The index closed at 1,627.72, rose 4.37 points, with top gainers were PCHEM, IOI, PBK, RHBBANK and MAY shares. Futures to cash basis weakened to 6 points discounts from 4 points discounts.

Technical

Futures contract opened on a firmer footing and spent most of the trading session in positive column on speculative purchases and mild short covering activities on study underlying cash market despite mixed regional peers on risk on mode amid elevated oil prices and caution ahead of U.S. inflation data. The October futures contract settled at 1,621.5, gained 2 points, forming a short white candlestick with long upper and long bottom shadow, indicating bullish momentum that was tempered by selling pressure, yet buyers ultimately retained control of the session. Technical viewpoint, MACD indicator issued a buy signal while RSI indicators are lingering at neutral region. Nevertheless, expect futures to trade lower today, tracking weaker overnight performance in US equities after hotter-than-expected US inflation fuelled bets on more aggressive Federal Reserve rate hikes, while anticipation of bargain buying on improving local economic outlook and strengthening crude oil prices could provide supportive tone. Thus, the support and resistance can be found at 1,612.0 and 1,630.0 respectively.

Source: Bloomberg

Contract	Sett	Change	High	Low	Volume	Open Int	O/I chg	O/I chg Value USD	Open Interest 3mth avg Value USD	Previous Week High Low
FBMKLCI	1627.72	4.37	1637.10	1623.94	242 Mn	38,522				1641.20 1597.94
OCT 26	1621.50	2.00	1628.50	1610.50	6,205	38,522	296	5.88 Mn	34,009 675.34 Mn	1637.50 1583.00
NOV 26	1622.00	0.50	1629.00	1614.00	149	566	25	.5 Mn	7,561 150.1841091	1638.50 1586.00
DEC 26	1627.00	-	1633.00	1618.00	66	700	-2	-.04 Mn	1,047 20.87 Mn	1643.00 1592.00
MAR 27	1612.00	1.00	1618.50	1609.00	38	309	-5	-.1 Mn	718 14.18 Mn	1627.00 1577.00
					6,458	40,097	314	6.24 Mn	43,335 860.57 Mn	

Futures Fair Value

Contract	Exp. Date	KLIBOR Index Pt	Div Ldx Pt (Gross)	FV	KF Est Div Ldx pt (Net)	FV
OCT 26	30/10/2026	2.15	1.14	1.02	1.14	1.02
NOV 26	30/11/2026	6.20	1.69	4.51	1.69	4.51
Roll FV				3.49		3.49

Benchmark Indices

Source: Bloomberg	Last	1d Chg	6m Chg	3m Chg	6m Chg
FBMKLCI	1627.72	0.27%	-3.31%	6.43%	7.21%
FBM100	11934.03	0.30%	-2.57%	0.68%	0.77%
FBMEMAS	12142.6	0.30%	-2.15%	1.06%	1.20%

Local Sector Performance againts FBMKLCI

Sector	Last	1d Chg	3m Chg	6m Chg
Financial		0.04%	-1.66%	-0.92%
Plantation		0.68%	-0.76%	3.36%
Utilities		0.00%		0.00%

Currencies

	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.0828	-0.07%	0.12%	3.30%
CNYMYR	0.6099	-0.08%	1.28%	5.19%
Dollar Index (DXY)	102.528	0.34%	1.59%	4.49%
MYR to DXY		0.41%	1.47%	1.15%

World Equity Indices

Source: Bloomberg	Last	1d Chg	6m Chg	3m Chg	6m Chg
USA					
Dow Jones	51621.48	-0.09%	6.36%	3.51%	10.00%
S&P 500	7718.94	-1.11%	10.79%	7.73%	14.58%
NASDAQ	26692.87	-1.88%	12.92%	7.65%	16.78%
Europe					
DAX	25298.61	0.15%	5.22%	5.92%	8.82%
CAC	7873.11	0.58%	-5.46%	-0.93%	-2.23%
FTSE100	10724.86	0.70%	1.09%	7.24%	4.55%
EURO Stoxx					
EURO Stoxx	637.75	0.43%	2.87%	4.57%	6.39%
Asia Pacific					
Nikkei 225	67744.29	-0.05%	16.53%	3.74%	20.52%
Hang Seng	24314.17	-0.13%	-6.02%	5.17%	-2.81%
Straits Times	5423.33	-0.13%	8.01%	2.70%	11.70%
KOSPI	6008.81	-0.44%	-1.36%	-13.15%	2.02%
TAIEX	48625.83	0.59%	32.42%	12.19%	36.95%
S&P/ASX200	8677.50	-0.58%	-3.35%	3.34%	-0.05%

U.S. markets

Hotter-than-expected inflation data sent Nasdaq to a sharply lower close on Wednesday, with worries about more interest rate hikes from the Federal Reserve pummeling shares of Oracle, CoreWeave and other AI stocks sensitive to higher borrowing costs.. - Reuters

Kenanga Futures Sdn Bhd (353603-X)

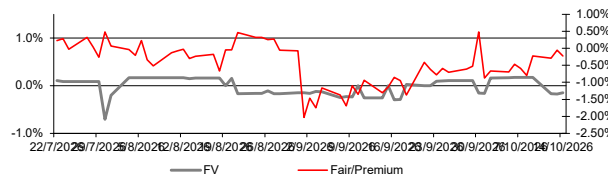
General Line: (603) 2172 3888 Fax: (603) 2172 2729 Email: futures@kenanga.com.my

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 presentations as to its accuracy or completeness. 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 as an offer or solicitation of any investment decision. Kenanga Futures Sdn Bhd accept no liability whatsoever for any direct or consequential loss arising from any use of this document or any solicitation of an 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 o dealings with respect to these companies."

Source: Bloomberg

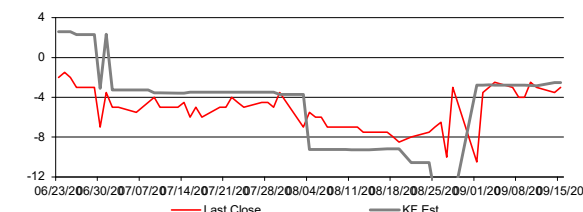
Premium to Fair

-3.77 Pts -0.23%



Futures Roll

3m Avg -4.05 Last 0.50 KF FV 3.49



FBMKLCI Volatility

30 Days 10.41% 60 Days 9.44% 90 Days 9.52%

