KENANGA FUTURES SDN BHD Company No. 353603-X

INDEX FUTURES DAILY PREVIEW
March 24, 2020

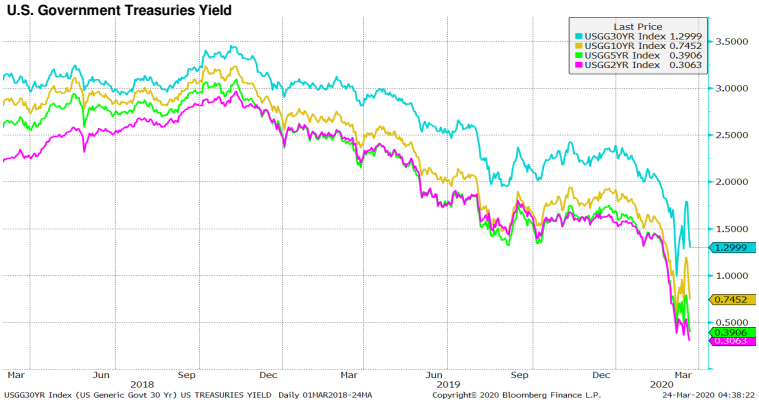
Index Table

Contract	Close	Change	High	Low	ATR(14)	SMA (10)	SMA (50)
E-Mini Dow Jun	18,497.00	-543.00	19,804.00	18,086.00	1,819.36	21,025	26,764
E-Mini S&P Jun	2,220.40	-68.100	2,386.00	2,174.00	211.37	2,491	3,087
E-Mini NASDAQ Jun	6,984.50	15.500	7,316.25	6,628.75	645.38	7,428	8,792
USD Nikkei Jun	17,765.0	400.0	18,220.00	15,600.00	1,484.24	17,748	21,775
Euro Dollar Interest	99.50	0.040	99.51	99.39	0.17	100	99
US Dollar Index	102.55	-0.270	102.98	101.65	1.53	100	98
DJIA	18,591.93	-582.050	19,121.01	18,213.65	1,544.59	21,214	26,871
S&P 500	2,237.40	-67.520	2,300.73	2,191.86	173.53	2,508	3,093
NASDAQ	6,860.67	-18.845	6,984.94	6,631.42	513.37	7,349	8,874
Nikkei 225	0.00	0.000	0.00	0.00	0.00	0	0
Hang Seng	21,696.13	-1,108.940	22,064.31	21,659.55	969.63	23,380	26,579
Straits Times	2,233.48	-177.260	2,274.38	2,208.42	114.96	2,526	3,036
DAX	8,741.15	-187.800	9,071.14	8,480.28	615.96	9,171	12,317
CAC	3,914.31	-134.490	4,097.82	3,851.17	278.54	4,086	5,490
FTSE100	4,993.89	-196.890	5,194.83	4,922.76	307.83	5,330	6,888

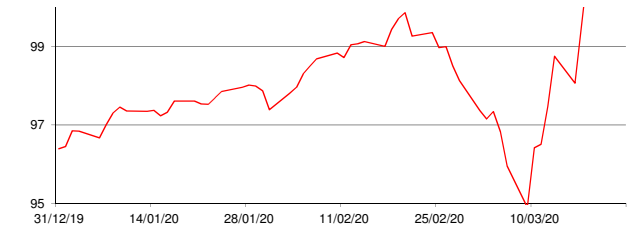
(Source: Bloomberg)

Historical Volatility	10 Days	30 Days	60 Days	90 Days
E-Mini Dow Futures	105.10	71.34	52.22	43.15
E-Mini S&P Futures	100.48	67.97	49.69	41.00
E-Mini Nasdaq Futures	101.65	66.62	48.54	40.11

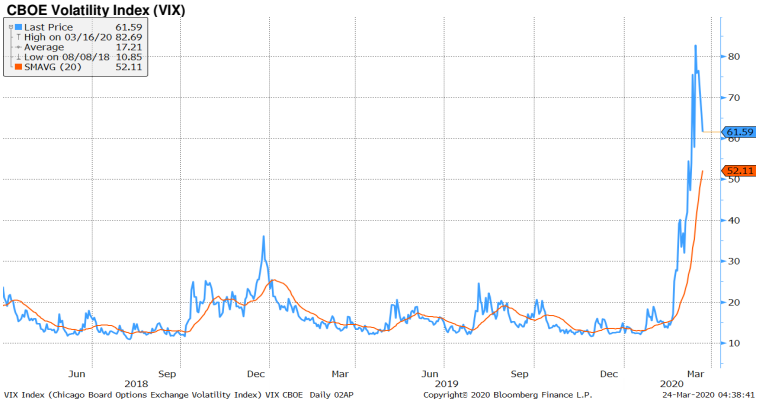
U.S. Government Treasuries Yield



Dollar Index



CBOE Volatility Index (VIX)



Source: Bloomberg

Summary :

Wall Street's slide deepened on Monday as the rapidly spreading coronavirus forced more U.S. states into lockdown, overshadowing unprecedented moves by the U.S. Federal Reserve to shore up credit across the economy.

After recently cutting interest rates to near zero, the Fed will now lend against student loans and credit card loans, as well as back the purchase of corporate bonds and make direct loans to companies.

Announcement of the extraordinary measures briefly lifted U.S. stock index futures before Monday's trading session began, but the mounting death toll from COVID-19 and a tide of lockdowns more U.S. states quickly sent the main indexes into the red, putting the S&P 500 on pace for its worst month since World War Two.

Investors had hoped the U.S. Senate would clear a $1 trillion-plus coronavirus stimulus package over the weekend, but Democrats and Republicans were still scrambling to come to an agreement.

Maryland, Ohio, Louisiana and Delaware joined New York and California in asking people to stay home, foreshadowing a near halt in economic activity and more pain for U.S. equities, and prompting several analysts to slash their growth forecasts.

Goldman Sachs expects an outright contraction in global real gross domestic product in 2020 on the back of a 24% plunge in U.S. real GDP in the second quarter: two-and-a-half times as large as the previous post-war record.

The S&P 500 has experienced a $9 trillion wipeout to its value since the benchmark index hit a record high last month. A rush for safe-haven assets like government bonds caused U.S. Treasury yields to fall on Monday.

The S&P 500 is down about 34% from its February record high, its lowest level since fears of the coronavirus swept across Wall Street.

The Dow Jones Industrial Average dropped 3.12% to end at 18,576.04 points, while the S&P 500 lost 2.96% to 2,236.7. The Nasdaq Composite dropped 0.27% to 6,860.67, its overall decline cushioned by a 3.07% rise in Amazon.com.

(Source: Reuters & Bloomberg)

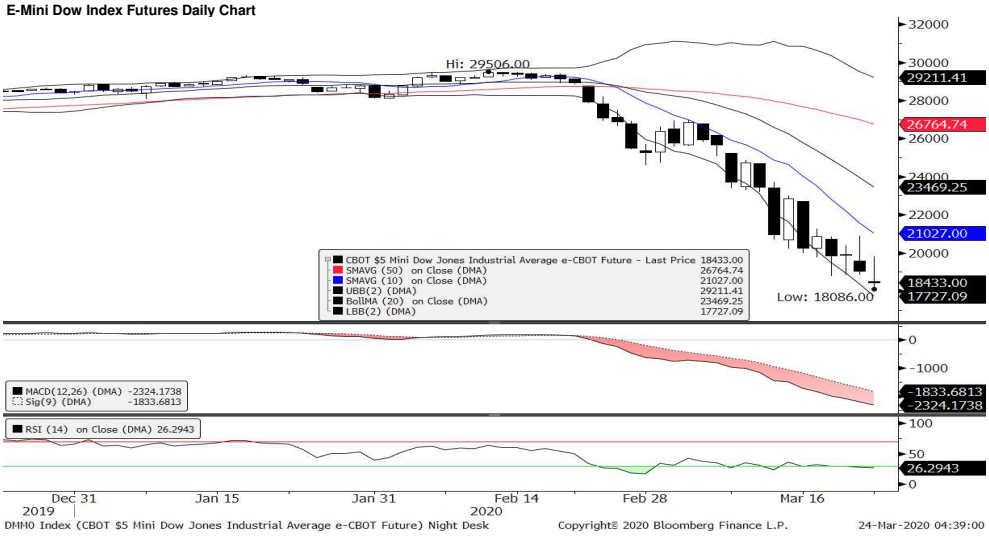
Economic Releases		Period	Survey	Actual	Prior	Revised
03/23/2020 20:30	Chicago Fed Nat Activity Index	Feb	-0.35	0.16	-0.25	-0.33
03/24/2020 21:45	Markit US Manufacturing PMI	Mar P	43.5	--	50.7	--
03/24/2020 21:45	Markit US Services PMI	Mar P	42	--	49.4	--
03/24/2020 21:45	Markit US Composite PMI	Mar P	--	--	49.6	--
03/24/2020 22:00	Revisions: Wholesale Inventories					
03/24/2020 22:00	New Home Sales	Feb	750k	--	764k	--
03/24/2020 22:00	New Home Sales MoM	Feb	-1.80%	--	7.90%	--
03/24/2020 22:00	Richmond Fed Manufact. Index	Mar	-15	--	-2	--
03/25/2020 19:00	MBA Mortgage Applications	Mar-20	--	--	-8.40%	--
03/25/2020 20:30	Durable Goods Orders	Feb P	-1.00%	--	-0.20%	--
03/25/2020 20:30	Durables Ex Transportation	Feb P	-0.40%	--	0.80%	--
03/25/2020 20:30	Cap Goods Orders Nondef Ex Air	Feb P	-0.40%	--	1.10%	--
03/25/2020 20:30	Cap Goods Ship Nondef Ex Air	Feb P	-0.20%	--	1.00%	--

Technical Analysis

E-Mini Dow

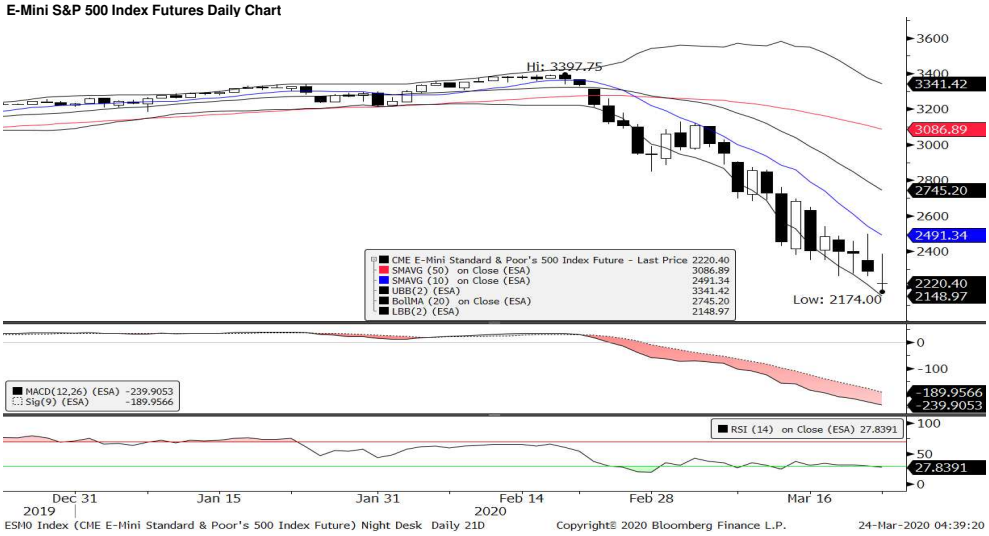
The sell-off on Wall Street continues, as stocks fell to levels last seen in November 2016. Dow futures recorded a new contract low of 18,086 but managed to hold above the lower Bollinger band. The market's early gains may have been driven by profit-taking, but was later sold down by new bears, as the black inverted hammer doji suggests. Bearish momentum is maintaining strength, as MACD continues to decline with its signal line. That said, the RSI suggests that the market may be oversold. Hence, the view on Dow futures remains generally bearish, with the possibility of a technical rebound.

E-Mini Dow Index Futures Daily Chart



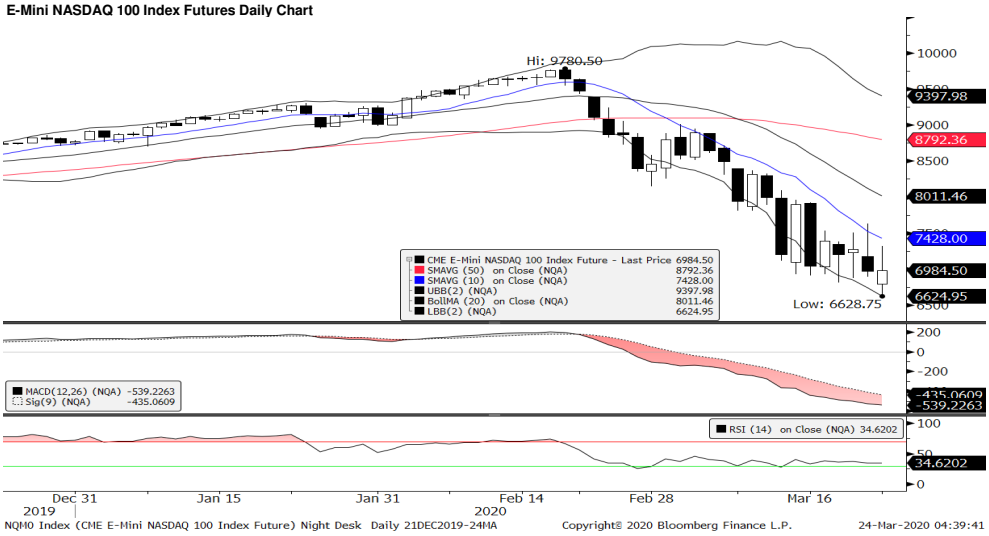
DMM0 Index (CBOT $5 Mini Dow Jones Industrial Average e-CBOT Future) Night Desk Copyright© 2020 Bloomberg Finance L.P. 24-Mar-2020 04:39:00

E-Mini S&P 500 Index Futures Daily Chart



ESM0 Index (CME E-Mini Standard & Poor's 500 Index Future) Night Desk Daily 21D Copyright© 2020 Bloomberg Finance L.P. 24-Mar-2020 04:39:20

E-Mini NASDAQ 100 Index Futures Daily Chart



NQM0 Index (CME E-Mini NASDAQ 100 Index Future) Night Desk Daily 21DEC2019-24MA Copyright© 2020 Bloomberg Finance L.P. 24-Mar-2020 04:39:41

Source: Bloomberg

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