

FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to open on a cautious note today on a potential of profit taking activities following mixed overnight Wall Street performance and crude oil weakness while downside might be limited on bargain buying given the improving local sentiment. Back in the state, after initially rallying to start the day, U.S. stocks closed mixed on Friday as strong bank results carried the Dow higher while the S&P 500 and Nasdaq closed in the red but ended the week up as companies largely welcomed in earnings season with better-than-expected results and economic data showed consumers feeling more confident about easing inflation. On the external front, Asian bourses continue its upward trust on Friday, buoyed by the encouraging signal from global stock markets as cooling U.S. inflation stoked speculation that the Federal Reserve could pause rate hikes after this month and Beijing is actively preparing stimulus measures, which are expected to yield favourable results for China's technology sector. Locally, the FBM KLCI erased previous session losses to end near its intraday high on last Friday, in line with its regional peers' uptrend on continued buying activities in most index linked heavyweights on improved risk appetite. The index closed at 1,412.09, rose 15.86 points, at its highest in seven weeks led by the gains in GENT, CIMB, HLBK, PCHEM and MAY shares. Futures to cash basis strengthened to 3.5 points premium from Par.

Technical

Futures contract opened gap up and traded gradually higher throughout the trading session on buying interest after yesterday's rout following strength in the underlying cash and in line with regional peers upbeat tone. The July futures contract settled 19 points higher at 1,415.5, forming a long white bodied candlestick with short upper and shaven bottom shadow, indicating an aggressive buying activity during the session. Technical wise, MACD indicator remained issue a buying signal while RSI indicator lingered at neutral region. However, expect futures to trade open on a back foot note today on a likelihood of profit taking activities mirroring overnight mixed U.S. equities market and stumble in crude oil prices as participants locked in profit after recent rally while downward pressure could be limited on bargain buying in local bourse given the improving risk appetite. Thus, the support and resistance can be eyed at 1,405.0 and 1,423.0 respectively.

IKI Index (Generic Ist 'IKI' Future) DAILY REPORT CHART Daily 15APR2023-14JUL2023 Copyright© 2023 Bloomberg Finance L.P. 14-Jul-2023 18:19:36

Source: Bloomberg

Contract	Sett	Change	High	Low	Volume	Open Int	O/I chg		Open Interest		Previous Week	
							O/I chg	Value USD	3mth avg	Value USD	High	Low
FBMKLCI	1412.09	15.86	1414.22	1399.39	72 Mn					1414.22	1377.56	
JUL 23	1415.50	19.00	1417.50	1397.00	6825	48,916	-269	-4.21 Mn	33,899	530.00 Mn	0.00	0.00
AUG 23	1415.00	19.00	1416.00	1400.50	209	646	88	1.38 Mn	7,453	116.49 Mn	0.00	0.00
SEP 23	1394.50	17.50	1395.50	1380.00	145	1,114	-22	-34 Mn	833	12.83 Mn	0.00	0.00
DEC 23	1394.00	16.50	1394.50	1380.50	85	280	7	.11 Mn	667	10.27 Mn	0.00	0.00
					7,264	50,956	-196	-3.06 Mn	42,852	669.6 Mn		

Futures Fair Value			KLIBOR			KF Est		
Contract	Exp. Date	Index Pt	Div Idx Pt (Gross)	FV	Div Idx pt (Net)	FV	Div Idx pt (Net)	FV
JUL 23	31/7/2023	1.83	0.00	1.83	0.00	1.83		
AUG 23	30/8/2023	5.87	0.75	5.12	0.75	5.12		
Roll FV				3.29		3.29		

Benchmark Indices	Source: Bloomberg	Last	1d Chg	Relative to FBMKLCI		
				6m Chg	3m Chg	6m Chg
FBMKLCI		1412.09	1.14%	-5.82%	0.63%	6.44%
FBM100		10114.5	1.25%	-3.87%	0.34%	2.08%
FBMEMAS		10432.12	1.26%	-3.63%	0.35%	2.33%

Local Sector Performance againts FBMKLCI				
Sector	1d Chg	3m Chg	6m Chg	
Financial	0.09%	1.42%	0.98%	
Plantation	-1.09%	2.78%	6.12%	
Utilities	0.00%		0.00%	

Currencies	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.5267	-1.21%	2.85%	4.85%
CNYMYR	0.6338	-1.11%	-1.08%	-1.08%
Dollar Index (DXY)	99.951	0.04%	-2.11%	-2.38%
MYR to DXY		1.26%	-4.82%	-6.89%

World Equity Indices					
Source: Bloomberg	Last	1d Chg	6m Chg	Relative to FBMKLCI	
				3m Chg	
				6m Chg	
USA					
Dow Jones	34509.03	0.33%	1.76%	3.18%	8.05%
S&P 500	4505.42	-0.10%	12.89%	10.28%	19.87%
NASDAQ	14113.70	-0.18%	27.21%	17.96%	35.07%
Europe					
DAX	16105.07	-0.22%	6.04%	3.65%	12.60%
CAC	7374.54	0.06%	4.20%	-0.06%	10.64%
FTSE100	7434.57	-0.08%	-5.30%	-4.12%	0.55%
EURO Stoxx	460.83	-0.11%	0.96%	0.31%	7.20%
Asia Pacific					
Nikkei 225	32391.26	-0.09%	23.92%	15.43%	31.58%
Hang Seng	19413.78	0.33%	-10.03%	-5.08%	-4.47%
Straits Times	3248.63	0.31%	-0.97%	-0.55%	5.15%
KOSPI	2628.30	1.43%	10.46%	3.68%	17.29%
TAIEX	17283.71	1.30%	15.74%	10.02%	22.90%
S&P/ASX200	7303.08	0.78%	-1.13%	0.54%	4.99%

U.S. markets
The S&P 500 ended down slightly on Friday, with bank and financial shares mostly lower on the day following quarterly reports that kicked off earnings season, but all three major US stock indexes posted solid weekly gains.- Reuters

