

## Preview

## **Fundamental**

Expect futures to trade on a cautious note today on a potential of profit taking activities ahead of weekend following overnight mixed U.S. equities market and an unexpected drop in weekly initial jobless claims in U.S. could raise worries over another rate hike this year. On Wall Street, U.S. stocks were mixed on Thursday, with Dow notches longest winning streak since 2017 buoyed by a surge in Johnson & Johnson's earnings beat and guidance increase while S&P and Nasdaq were dragged by disappointing technology corporate earnings and fresh signs of labour-market resiliency that could support another rate hike this year. Regionally, most Asian equity benchmarks finished lower on Thursday, with shares in China led the way as the government's pledge to support the private 1410 economy failed to impress participants and as sliding tech stocks dragged the 1400 broader market lower, while participants looked ahead to central bank meetings

next week. Back home, the FBM KLCI finished higher, halting their twoconsecutive session of decline as bargain buying emerged in selected index heavyweight on recent beaten stocks on improved local participant sentiment against cautious regional peers' undertone. At the closing, the index ended 3.66 points higher at 1,406.69 with top gainers for the day were PCHEM, IOI, TELEKOM, GENM and PMAH shares. Futures to cash basis weakened to Par from 2 points premium.

Futures opened on a monotonous mode tracking muted overnight Wall Street but rebounded thereafter as bargain buying emerged following strong underlying cash market despite cautious regional peers' sentiment. The July futures contract gained 1.5 points to settle at 1,406.5, forming a short black bodied candlestick pattern with short upper and long bottom shadow, indicating bears dominated the session but bulls managed to pulled the price higher to close slightly above its overnight level. On the technical perspective, MACD indicator issue a buying signal while RSI indicator remained at neutral zone. Nevertheless, expect futures to trade range bound with slight downward bias today on the back of mixed performance in overnight Wall Street and a potential of long liquidation activities 55,9479 ahead of weekend. Therefore, the support and resistance for today can be found at 1,395.0 and 1,412.0 respectively.

Source: Bloomberg					O/I chg	Open Interest		Previous Week				
Contract	Sett	Change	High	Low	Volume	Open Int	O/I chg	Value USD	3mth avg	Value USD	High	Low
FBMKLCI	1406.69	3.66	1409.34	1402.71	79 Mn						1414.22	1377.56
JUL 23	1406.50	1.50	1410.50	1398.50	6921	48,001	-611	-9.46 Mn	35,000	541.76 Mn	0.00	0.00
AUG 23	1406.00	2.00	1409.00	1399.50	129	756	19	.29 Mn	7,480	115.74 Mn	0.00	0.00
SEP 23	1386.50	1.00	1389.50	1380.00	35	1,158	3	.05 Mn	858	13.09 Mn	0.00	0.00
DEC 23	1387.00	0.50	1386.50	1380.00	12	270	-3	05 Mn	641	9.79 Mn	0.00	0.00
					7,097	50,185	-592	-9.16 Mn	43,979	680.38 Mn		

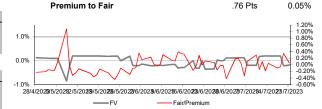
Futures Fai	r Value	KLIBOR			KF Est	
Contract	Exp. Date	Index Pt	Div Idx Pt (Gross)	F۷	Div Idx pt (Net)	FV
JUL 23	31/7/2023	1.26	0.00	1.26	0.00	1.26
AUG 23	30/8/2023	5.18	0.75	4.44	0.75	4.44
Roll FV				3.17		3.17

Benchmark Indices			6m Chg	Relative to FBMKLCI			
Source: Bloomberg	Last	1d Chg		3m Chg	6m Chg		
FBMKLCI	1406.69	0.26%	-6.24%	1.59%	6.16%		
FBM100	10099.44	0.21%	-4.12%	0.73%	2.26%		
FBMEMAS	10418.28	0.19%	-3.91%	0.78%	2.48%		
Local Sector Performance againts FRMKI CI							

Local Sector Performance againts PDWKLC1								
Sector		1d Chg	3m Chg	6m Chg				
Financial		-0.18%	1.20%	1.16%				
Plantation		0.47%	3.15%	8.07%				
Utilities		0.00%		0.00%				
Currencies	Last	1d Chg	3m Chg	6m Chg				
USDMYR	4.5433	0.08%	2.39%	6.02%				
CNYMYR	0.6328	0.69%	-1.96%	0.28%				
Dollar Index (DXY)	100.88	0.60%	-0.94%	-1.11%				
MYR to DXY		0.52%	-3.25%	-6.73%				

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World Equity Indices					Relative to FI	BMKLCI
	Source: Bloomberg	Last	1d Chg	6m Chg	3m Chg	6m Chg
	USA					
	Dow Jones	35225.18	0.47%	5.54%	5.40%	12.57%
	S&P 500	4534.87	-0.68%	14.15%	11.01%	21.75%
	NASDAQ	14063.31	-2.05%	26.24%	17.89%	34.64%
	Europe					
	DAX	16204.22	0.59%	7.79%	3.15%	14.96%
	CAC	7384.91	0.79%	5.56%	-1.47%	12.59%
	FTSE100	7646.05	0.76%	-1.60%	-2.33%	4.95%
	EURO Stoxx	463.93	0.42%	2.61%	0.00%	9.44%
	Asia Pacific					
	Nikkei 225	32490.52	-1.23%	22.36%	14.99%	30.50%
	Hang Seng	18928.02	-0.13%	-14.14%	-4.68%	-8.42%
	Straits Times	3274.38	-0.03%	-0.59%	-0.35%	6.03%
	KOSPI	2600.23	-0.31%	8.56%	3.31%	15.78%
	TAIEX	17164.89	0.28%	14.95%	11.22%	22.60%
	S&P/ASX200	7325.05	0.02%	-1.71%	1.02%	4.84%

U.S. markets The S&P 500 and Nasdaq fell on Thursday, weighed down by drops in Tesla and Netflix following their quarterly results, but the Dow advanced for a ninth straight day thanks to gains in Johnson & Johnson following a strong annual forecast.- Reuters





3m Avg

30 Days

KF FV

90 Days

Last

60 Days

