

FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade on a downtrend today reflecting overnight decline on Wall Street attributed to the uptick in treasury yields along with the Federal Reserve's clear message about keeping interest rates elevated for an extended period is poised to restrain participants appetite for risk. Overnight leads, U.S. stocks slide on Wednesday, with the Nasdaq index recording its lowest levels since September after the Federal Reserve opted to maintain interest rates at a 22-year high, and indicated their readiness to enact another rate hike later this year in order to tackle inflation. Around the region, Asian stock markets struggled for direction to end mostly lower on Wednesday, extending its decline for third day as caution prevailed ahead of the Federal Reserve's policy decision, with surging oil prices driving inflation and raising the possibility of higher-for-longer interest rates. Back home, the FBM KLCI edged lower, stretching its losses for three consecutive session on continued profit taking activities due to lack of fresh local leads and in tandem with lacklustre regional peers' performance ahead of slew central bank policy decision dampened sentiment. At the closing bell, the index ended 6.10 points at 1,451.56 with top losers for the day were CIMB, KLK, HLBK, MAY and MISC shares. Futures to cash basis strengthened to Par from 2.5 points discounts.

Technical

Futures opened on a back foot and traded below its overnight level for most part of the trading session tracking weakness in the underlying cash market and negative regional forces. The September futures contract declined 3.5 points to end at 1,451.5, forming a short black bodied candlestick pattern with shaven upper and long bottom shadow, indicating bears dominated the session constantly. On the technical perspective, MACD indicator remained issue a buy signal while RSI indicator remained at neutral zone. Nevertheless, expect futures to trade lower today mirroring the fall in overnight Wall Street and cautious sentiment after Fed signaled another rise is possible in November while a potential of bargain hunting activities could cushion the selling pressure. Therefore, the support and resistance for today can be pegged at 1,440.0 and 1,456.0 respectively.

IK1 Index (Generic 1st 'IK' Future) DAILY REPORT CHART Daily 22JUN2023-20SEP2023 Copyrights 2023 Bloomberg Finance L.P. 20-Sep-2023 17:25:44

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	1451.56	-6.10	1456.77	1450.37	78 Mn					1459.03	1444.81	
SEP 23	1451.50	-3.50	1454.00	1449.00	4352	40,565	-410	-6.34 Mn	35,238	544.48 Mn	0.00	0.00
OCT 23	1453.00	-3.00	1455.50	1451.50	606	1,106	369	5.71 Mn	7,734	119.63 Mn	0.00	0.00
DEC 23	1454.50	-2.00	1456.00	1453.50	53	766	-25	-.39 Mn	960	14.87 Mn	0.00	0.00
MAR 24	1443.50	-3.50	1444.00	1441.50	36	386	12	.18 Mn	949	14.59 Mn	0.00	0.00
					5,047	42,823	-54	-.83 Mn	44,882	693.56 Mn		

Futures Fair Value		KLIBOR		KF Est		
Contract	Exp. Date	Index Pt	Div Idx Pt (Gross)	FV	Div Idx pt (Net)	FV
SEP 23	29/9/2023	1.04	3.82	-2.78	3.82	-2.78
OCT 23	31/10/2023	5.22	3.82	1.40	3.82	1.40
Roll FV				4.17		4.17

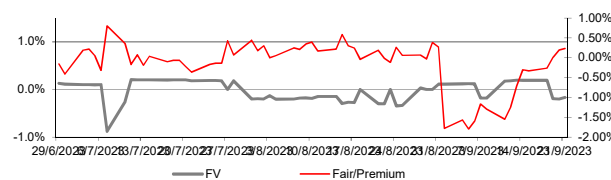
Benchmark Indices		Relative to FBMKLCI				
Contract	Source: Bloomberg	Last	1d Chg	6m Chg	3m Chg	6m Chg
FBMKLCI		1451.56	-0.42%	3.20%	4.07%	4.08%
FBM100		10420.55	-0.16%	4.34%	0.52%	1.10%
FBMEMAS		10755.04	-0.10%	4.51%	0.72%	1.27%

Local Sector Performance againts FBMKLCI				
Sector	1d Chg	3m Chg	6m Chg	
Financial	-0.20%	0.63%	1.17%	
Plantation	0.74%	-0.37%	0.15%	
Utilities	0.00%		0.00%	
Currencies	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.6970	0.23%	1.12%	5.07%
CNYMYR	0.6431	-0.06%	-0.42%	-1.40%
Dollar Index (DXY)	105.458	0.12%	3.32%	2.13%
MYR to DXY		-0.11%	2.17%	-2.80%

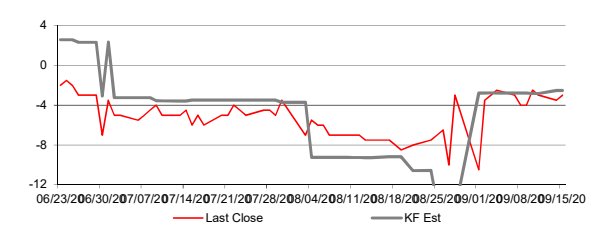
World Equity Indices		Relative to FBMKLCI			
Source: Bloomberg	Last	1d Chg	6m Chg	3m Chg	6m Chg
USA					
Dow Jones	34440.88	-0.22%	6.81%	-2.91%	3.50%
S&P 500	4402.20	-0.94%	11.40%	-3.71%	7.95%
NASDAQ	13469.13	-1.53%	15.36%	-5.40%	11.78%
Europe					
DAX	15781.59	0.75%	3.86%	-5.45%	0.64%
CAC	7330.79	0.67%	3.06%	-3.08%	-0.13%
FTSE100	7731.65	0.93%	2.59%	-1.81%	-0.59%
EURO Stoxx	460.66	0.91%	3.18%	-3.24%	-0.02%
Asia Pacific					
Nikkei 225	33023.78	-0.66%	22.56%	-5.58%	18.76%
Hang Seng	17885.60	-0.62%	-7.13%	-10.66%	-10.01%
Straits Times	3242.00	0.04%	2.14%	-3.46%	-1.02%
KOSPI	2544.74	-0.59%	6.55%	-5.41%	3.24%
TAIEX	16534.75	-0.61%	6.58%	-7.73%	3.28%
S&P/ASX200	7154.00	-0.13%	2.86%	-6.11%	-0.33%

U.S. markets
U.S. stocks slumped on Wednesday after the U.S. Federal Reserve held key interest rates unchanged as widely expected, and revised economic projections higher with warnings that the battle against inflation was far from over. - Reuters

Premium to Fair 3.39 Pts 0.23%



Futures Roll 3m Avg -2.46 Last 1.50 KF FV 4.17



FBMKLCI Volatility 30 Days 6.50% 60 Days 7.89% 90 Days 7.33%

