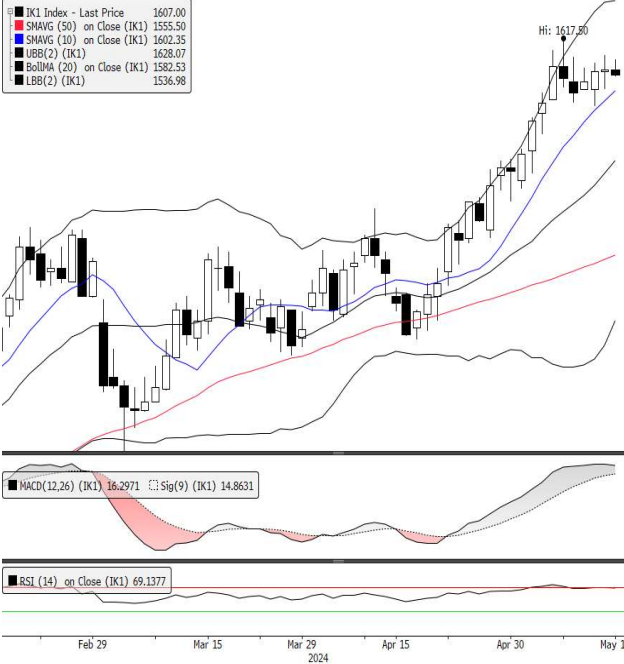


FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade higher today following the surge in overnight Wall Street and recovery in crude oil prices on optimism over potential rate cut by Federal Reserve as early as September after US consumer prices pulled back in April. Overnight leads, U.S. stocks soared to record highs on Wednesday, following the release of data showing a decrease in April's inflation and shrugged off fears that persistent inflation would hinder the Federal Reserve from lowering interest rates later in the year and strengthened market confidence in a potential interest rate cut by September. Regionally, Asian stocks struggled for traction and closed mixed on Wednesday, while the dollar drifted lower as traders weighed mixed U.S. producer price data and braced for the crucial consumer price report later in the day that is likely to influence the Federal Reserve's near-term policy path. Furthermore, mainland China shares ended lower, pressured by U.S. President Joe Biden's decision to levy fresh tariffs on Chinese goods. Domestically, the FBM KLCI unable to sustain previous session upbeat tone and closed lower, halting a two consecutive session of gains as participants sentiment turned edgy and reluctant to make significant moves ahead of the upcoming US economic report and mixed regional peers' performance. The index closed at 1,603.23, sagged 2.65 points, at an intraday low led by the losses in PCHEM, SDPL, MAXIS, TNB and IHH shares. Futures to cash basis strengthened to 3.5 points premiums from 3 points premiums.

Technical

Futures contract opened on a steady note resonating overnight gains on Wall Street but trended sideways in tight trading band before closed lower as profit taking activities emerged after recent run up and tracking underlying cash market weakness and mixed performance of its regional peers. The May futures contract ended 1.5 points lower and settled at 1,607.0, forming a short black bodied candlestick pattern with long upper and shaven bottom shadow, indicating bears managed to seize control of the session from the bulls. On the technical perspective, MACD issued a buy signal while RSI indicator oscillated a tad below an overbought position. Therefore, expect futures to trade higher today mirroring the surge in overnight Wall Street and crude oil rebound, buoyed by deceleration in April inflation data created room for the Federal Reserve to potentially reduce interest rates along with increased risk appetite as resilience was demonstrated by maintaining levels above the 1,600 mark. Thus, the support and resistance can be found at 1,600.0 and 1,620.0 respectively.

IK1 Index (Generic 1st 'IK' Future) DAILY REPORT CHART Daily 13FEB2024-15MAY2024 Copyright© 2024 Bloomberg Finance L.P. 15-May-2024 17:33:13

Source: Bloomberg

Contract	Sett	Change	High	Low	Volume	Open Int	O/I chg	O/I chg Value USD	Open Interest		Previous Week	
									3mth avg	Value USD	High	Low
FBMKLCI	1603.23	-2.65	1607.64	1603.23	208 Mn						1610.32	1591.17
MAY 24	1607.00	-1.50	1611.50	1606.50	3557	42,430	-372	-6.35 Mn	39,642	676.80 Mn	1617.50	1590.00
JUN 24	1608.00	-1.50	1611.50	1608.00	58	1,165	29	.5 Mn	9,283	158.59 Mn	1618.00	1591.00
SEP 24	1596.00	-1.50	1599.00	1596.00	62	902	51	.86 Mn	2,158	36.59 Mn	1606.00	1578.00
DEC 24	1602.00	-1.50	1605.00	1602.00	7	152	7	.12 Mn	616	10.48 Mn	1610.50	1584.00
					3,684	44,649	-285	-4.87 Mn	51,699	882.46 Mn		

Futures Fair Value		KLIBOR		KF Est		
Contract	Exp. Date	Index Pt	Div Idx Pt (Gross)	FV	Div Idx pt (Net)	FV
MAY 24	31/5/2024	2.17	1.03	1.14	1.03	1.14
JUN 24	28/6/2024	6.50	3.87	6.50	3.87	2.63
Roll FV				5.36		1.49

Benchmark Indices

Source: Bloomberg	Last	1d Chg	6m Chg	Relative to FBMKLCI	
				3m Chg	6m Chg
FBMKLCI	1603.23	-0.17%	9.46%	4.08%	4.11%
FBM100	11792.52	0.44%	12.41%	2.05%	2.69%
FBMEMAS	12184.69	0.39%	12.53%	2.19%	2.80%

Local Sector Performance againts FBMKLCI

Sector	1d Chg	3m Chg	6m Chg
Financial	0.04%	-2.72%	-2.66%
Plantation	-0.50%	-2.62%	-3.71%
Utilities	0.00%		0.00%

Currencies

	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.7063	-0.24%	-1.59%	0.72%
CNYMYR	0.6515	-0.10%	-1.99%	1.05%
Dollar Index (DXY)	104.345	-0.64%	0.05%	-0.05%
MYR to DXY		-0.40%	1.67%	-0.76%

World Equity Indices

Source: Bloomberg	Last	1d Chg	6m Chg	Relative to FBMKLCI	
				3m Chg	6m Chg
<b>USA</b>					
Dow Jones	39908.00	0.88%	14.05%	-1.55%	4.20%
S&P 500	5308.15	1.17%	17.88%	0.95%	7.70%
NASDAQ	16742.39	1.40%	18.71%	0.68%	8.45%
<b>Europe</b>					
DAX	18869.36	0.82%	19.53%	5.44%	9.20%
CAC	8239.99	0.17%	14.95%	1.46%	5.02%
FTSE100	8445.80	0.21%	13.96%	4.76%	4.11%
EURO Stoxx	524.71	0.59%	16.27%	2.10%	6.23%
<b>Asia Pacific</b>					
Nikkei 225	38385.73	0.08%	14.84%	-4.60%	4.92%
Hang Seng	19073.71	-0.22%	5.50%	14.43%	-3.62%
Straits Times	3289.42	-0.72%	4.99%	-2.34%	-4.08%
KOSPI	2730.34	0.11%	9.80%	-0.08%	0.31%
TAIEX	21147.21	0.77%	23.16%	8.71%	12.51%
S&P/ASX200	7753.70	0.35%	9.85%	-3.15%	0.36%

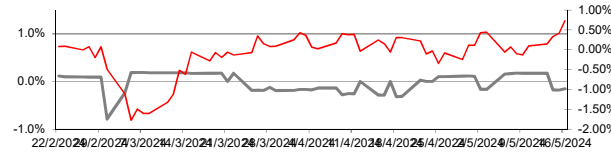
U.S. markets

Wall Street's three major indexes notched record closes on Wednesday with the benchmark S&P 500 and the Nasdaq both advancing more than 1%, after a smaller-than-expected rise in consumer inflation bolstered investors' hopes for interest rate cuts by the Federal Reserve. - Reuters

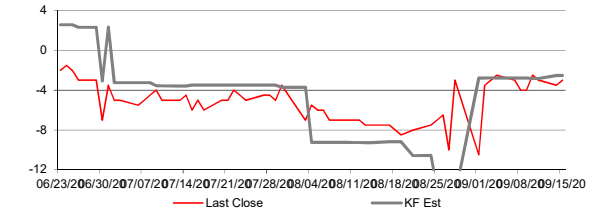
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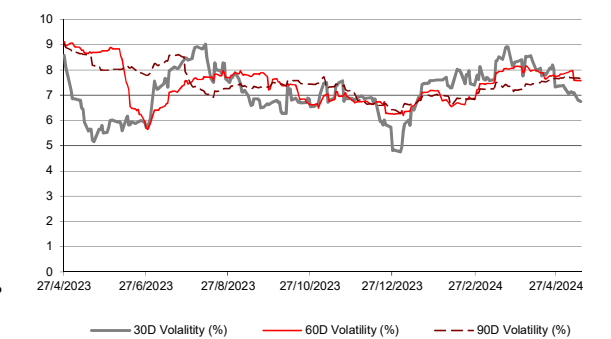
Premium to Fair 11.72 Pts 0.73%



Futures Roll 3m Avg -2.46 Last -11.00 KF FV 1.49



FBMKLCI Volatility 30 Days 6.75% 60 Days 7.58% 90 Days 7.67%



Source: Bloomberg