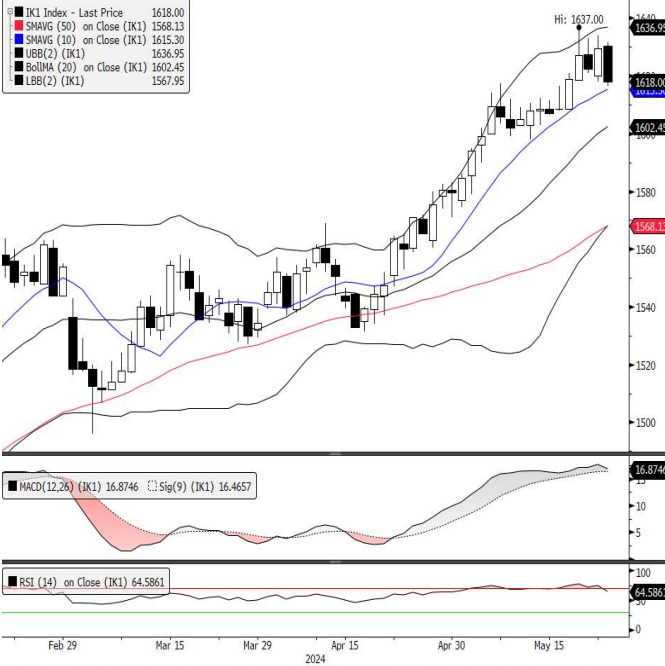


FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade on a supportive note today on a potential of bargain buying activities resonating stabilisation on Wall Street and rebound in crude oil prices along with improving domestic economic landscape while upside might be capped amid ongoing uncertainty over the timing of rate cuts and the unknowns of the US presidential election. Back in the state, U.S. stock markets pushed higher Friday as Wall Street looked to bounce back from the Dow's biggest wipeout in over a year as mild bargain buying emerged after the key US-manufactured capital goods rebounded more than expected in April and improving late May consumers' inflation reading with subdued trading volumes ahead of the Memorial Day holiday on Monday. Regionally, Asian stock markets tumbled on Friday, driven by mounting scepticism regarding the Federal Reserve's willingness to enact interest rate cuts due to the robust US economic indicators, keeping traders away from risky assets. Domestically, the FBM KLCI unable to sustain previous session resilient mode to close lower, weighed by profit taking activities in selected index linked heavyweights following negative trends on overnight Wall Street and lackluster regional peers as expectations for rate cuts this year from the Federal Reserve ebbed. The index closed at 1,619.40, fell 9.78 points, with the top losers were PETD, YTLP, YTL, MISC and TELEKOM shares. Futures to cash basis weakened to 0.5-point discount from Par.

Technical

Futures contract opened lower and traded gradually lower to end the trading session below its overnight level as profit taking activities emerged following its spillover weakness in underlying cash market and in sync with the regional peers' bearish sentiment. The May futures contract settled 11.5 points lower at 1,618.00, forming a long black bodied candlestick pattern with short upper and short bottom shadow, indicating selling activity took control of the session aggressively. Technical wise, MACD indicator remained issue a buying signal while RSI indicator lingered at neutral region. Therefore, expect futures to trade range bound with slight upward bias today tracking steadiness in U.S. equities market and crude oil gains along with improving local economic prospects could further support the market. Thus, the support and resistance can be found at 1,613.0 and 1,628.0 respectively.

IK1 Index (Generic 1st 'IK' Future) DAILY REPORT CHART Daily 20FEB2024-24MAY2024 Copyright© 2024 Bloomberg Finance L.P. 24-May-2024 17:35:50

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	1619.40	-9.78	1624.96	1614.83	249 Mn		-902	-15.49 Mn	39,535	678.85 Mn	1632.79	1614.83
MAY 24	1618.00	-11.50	1631.50	1616.50	5,854	40,764	250	4.3 Mn	9,011	154.87 Mn	1638.00	1618.00
JUN 24	1619.50	-11.00	1631.00	1618.00	1,177	3,144	130	2.22 Mn	1,885	32.17 Mn	1626.00	1607.00
SEP 24	1608.00	-10.00	1620.00	1607.00	66	172	21	.36 Mn	662	11.34 Mn	1632.00	1614.50
DEC 24	1615.50	-10.00	1621.50	1615.00								
					7,318	45,089	-501	-8.61 Mn	51,093	877.23 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	0.58	0.11	0.47	0.11	0.47
JUN 24	28/6/2024	4.96	3.24	4.96	3.24	1.72
Roll FV				4.49		1.25

Benchmark Indices		Relative to FBMKLCI				
Source: Bloomberg		Last	1d Chg	6m Chg	3m Chg	6m Chg
FBMKLCI		1619.4	-0.60%	11.83%	7.40%	5.17%
FBM100		11948.25	-0.54%	14.99%	2.60%	2.83%
FBMEMAS		12353.83	-0.53%	15.18%	2.92%	3.00%

Local Sector Performance againts FBMKLCI				
Sector	1d Chg	3m Chg	6m Chg	
Financial	0.19%	-1.82%	-3.20%	
Plantation	0.67%	-2.14%	-5.95%	
Utilities	0.00%		0.00%	

Currencies				
	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.7115	0.16%	-1.38%	0.56%
CNYMYR	0.6505	0.16%	-2.00%	-0.67%
Dollar Index (DXY)	104.731	0.01%	0.87%	1.48%
MYR to DXY		-0.16%	2.28%	0.92%

World Equity Indices		Relative to FBMKLCI				
Source: Bloomberg		Last	1d Chg	6m Chg	3m Chg	6m Chg
USA						
Dow Jones	39069.59	0.01%	10.57%	-3.50%	-1.12%	
S&P 500	5304.72	0.70%	16.58%	0.55%	4.25%	
NASDAQ	16920.79	1.10%	18.82%	1.57%	6.25%	
Europe						
DAX	18693.37	0.01%	17.08%	2.49%	4.70%	
CAC	8094.97	-0.09%	11.42%	-1.97%	-0.37%	
FTSE100	8317.59	-0.26%	11.49%	4.21%	-0.30%	
EURO Stoxx	520.57	-0.19%	13.56%	0.96%	1.55%	
Asia Pacific						
Nikkei 225	38646.11	-1.17%	15.54%	-5.20%	3.32%	
Hang Seng	18608.94	-1.38%	6.18%	6.68%	-5.04%	
Straits Times	3316.56	-0.18%	7.46%	1.11%	-3.91%	
KOSPI	2687.60	-1.26%	7.69%	-1.45%	-3.70%	
TAIEX	21565.34	-0.19%	25.84%	10.10%	12.53%	
S&P/ASX200	7727.59	-1.08%	10.59%	-2.93%	-1.11%	

U.S. markets
US stocks rebounded on Friday from sharp losses the day before on news of an improving consumer outlook on inflation, sending the Nasdaq to a fifth straight week of gains and record closing high. - Reuters

