

Fundamentals:

Megacap growth stocks led by Apple and Tesla lifted the tech-heavy Nasdaq to a higher close on Monday, while the Dow and the S&P 500 also eked out slight gains in light pre-holiday trading.

Investors were waiting for U.S. labor market data due later this week for clues about the interest rate outlook.

Apple, Microsoft and Amazon.com rose, boosting the Nasdaq.

"The most important driver of earnings is GDP and the economy still looks very healthy to us," said Ben Snider, a senior equity strategist at Goldman Sachs Research.

"We're forecasting economic growth this year in the U.S. - over trend - above 2%, so underlying revenue growth still looks strong. On top of GDP, profit margins seem to be recovering after a pretty rough couple of years."

A quarter of earnings on the S&P 500 index comes from the largest technology stocks, which also look strong, he said.

Shares of automaker Tesla surged ahead of second-quarter vehicle delivery data.

Wells Fargo added Tesla stock to its third-quarter "Tactical Ideas list" yet kept its "underweight" rating and expressed concerns of declining delivery growth and a risk of price cuts.

Shares of semiconductor makers Advanced Micro Devices and Arm Holdings fell, pulling the Philadelphia SE Semiconductor index close to a one-week low.

Real estate stocks, also seen as a bond proxy, dropped, as U.S. Treasury yields jumped to multi-week highs. But higher yields often boost bank profits so the S&P 500 banks index jumped to its highest in more than a month.

J.P. Morgan Chase shares were at an all-time high after the biggest U.S. bank on Friday hiked its dividend to \$1.25 a share from \$1.15. Its board also authorized \$30 billion in new share buybacks, effective July 1.

Trading volumes were thin, with the equity market set to shut on Thursday for U.S. Independence Day, and thin volumes are expected all week.

Manufacturing PMI data from the Institute for Supply Management showed manufacturing contracted for a third straight month in June, while prices paid dropped to a six-month low in an encouraging sign for the U.S. Federal Reserve's battle with inflation.

Traders have stuck to their bets of around two interest rate cuts this year, starting from September, LSEG FedWatch showed.

Also scheduled for the week are JOLTS job openings data on Tuesday, and ADP employment, factory orders, ISM services PMI data and minutes of the Fed's latest policy meeting on Wednesday. Non-farm payroll data are due on Friday.

Fed New York President John Williams noted he still believes price pressures are moderating back to the 2% target.

According to preliminary data, the S&P 500 gained 14.61 points, or 0.26%, to end at 5,474.71 points, while the Nasdaq Composite gained 144.37 points, or 0.83%, to 17,876.26. The Dow Jones Industrial Average rose 46.25 points, or 0.12%, to 39,165.11.

On Friday, the Nasdaq and the S&P 500 notched their third straight quarterly gains, with the tech-heavy index doing so for the first time in three years. However, the Dow's quarterly decline raised concerns about the need for greater diversification in investor holdings.

Chewy dropped, reversing sharp early gains, after stock influencer Keith Gill, also known as "Roaring Kitty", disclosed a 6.6% stake in the pet products retailer.

(Source: Reuters)

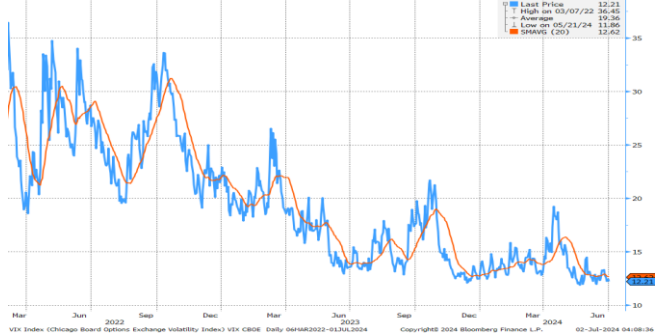
Contract	Close	Change	High	Low
E-Mini Dow SEP 24	39,511.00	17.00	39,805.00	39,385.00
E-Mini S&P SEP 24	5,533.75	10.250	5,541.00	5,504.50
E-Mini NASDAQ SEP 24	20,052.00	114.75	20,074.00	19,811.75
Micro Russell 2K JUN 22	2048.6	-16.4	2079.4	2040.7
USD Nikkei SEP 24	39,580.0	-270.0	40,020.00	39,490.00
US Dollar Index	105.82	-0.044	105.98	105.43
DJIA	39,169.52	50.660	39,438.36	39,037.94
S&P 500	5,475.09	14.610	5,479.55	5,446.53
NASDAQ	17,879.30	146.700	17,894.28	17,657.64
Nikkei 225	39,631.06	47.980	39,842.69	39,537.10
Hang Seng	0.00	0.000	0.00	0.00
Straits Times	3,338.57	5.770	3,341.59	3,325.17
DAX	18,290.66	55.210	18,460.72	18,236.27
CAC	7,561.13	81.730	7,688.20	7,561.13
FTSE100	8,166.76	2.640	8,225.08	8,164.12

Historical Volatility	10 Days	30 Days	60 Days	90 Days
E-Mini Dow Futures	7.27	9.48	9.97	9.96
E-Mini S&P Futures	4.55	7.56	10.32	10.16
E-Mini Nasdaq Futures	9.97	13.74	14.90	16.37

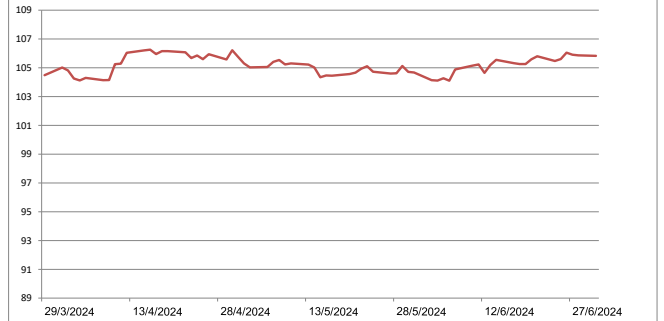
U.S. Government Treasuries Yield



CBOE Volatility Index (VIX)

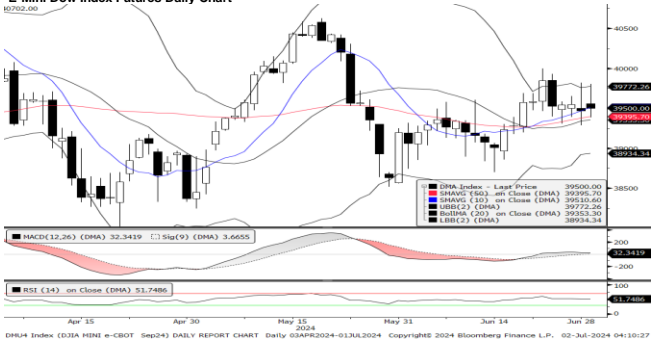


Dollar Index



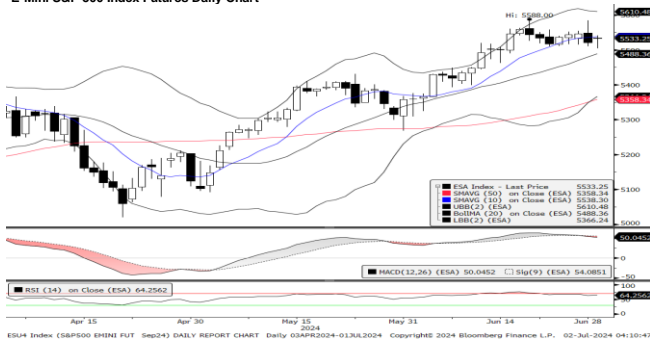
Economic Releases	Period	Survey	Actual	Prior	Revised
07/01/2024 21:45 S&P Global US Manufacturing PMI	Jun F	51.7	51.6	51.7	--
07/01/2024 22:00 Construction Spending MoM	May	0.20%	-0.10%	-0.10%	0.30%
07/01/2024 22:00 ISM Manufacturing	Jun	49.1	48.5	48.7	--
07/01/2024 22:00 ISM Prices Paid	Jun	55.9	52.1	57	--
07/01/2024 22:00 ISM New Orders	Jun	49	49.3	45.4	--
07/01/2024 22:00 ISM Employment	Jun	50	49.3	51.1	--
07/02/2024 22:00 JOLTS Job Openings	May	7950k	--	8059k	--
07/03/2024 20:15 ADP Employment Change	Jun	165k	--	152k	--
07/03/2024 21:45 S&P Global US Services PMI	Jun F	55	--	55.1	--
07/03/2024 21:45 S&P Global US Composite PMI	Jun F	--	--	54.6	--

E-Mini Dow Index Futures Daily Chart



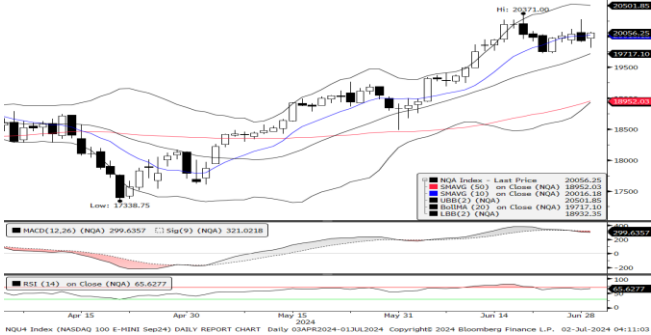
DMH4 Index (DJA HINI e-CBOT Sep24) DAILY REPORT CHART Daily 03APR2024-01JUL2024 Copyright © 2024 Bloomberg Finance L.P. 02-Jul-2024 04:10:27

E-Mini S&P 500 Index Futures Daily Chart



ESM4 Index (S&P500 EHNI FUT Sep24) DAILY REPORT CHART Daily 03APR2024-01JUL2024 Copyright © 2024 Bloomberg Finance L.P. 02-Jul-2024 04:10:47

E-Mini NASDAQ 100 Index Futures Daily Chart



NQ4 Index (NASDAQ 100 E-MINI Sep24) DAILY REPORT CHART Daily 03APR2024-01JUL2024 Copyright © 2024 Bloomberg Finance L.P. 02-Jul-2024 04:11:03

Micro E-Mini Russell 2000 Index Futures Daily Chart



HRM4 Index (NYSERUS2000HRM24) DAILY REPORT CHART Daily 03APR2024-01JUL2024 Copyright © 2024 Bloomberg Finance L.P. 02-Jul-2024 04:11:22

Technical Analysis

Dow		S&P		Nasdaq		Micro Russell									
1st Resistance:	40104	2nd Resistance:	40696	1st Resistance:	5616.76	2nd Resistance:	5699.76	1st Resistance:	20352.78	2nd Resistance:	20653.56	1st Resistance:	2079.33	2nd Resistance:	2110.06
1st Support:	38918	2nd Resistance:	38326	1st Support:	6450.74	2nd Resistance:	5367.74	1st Support:	19751.22	2nd Resistance:	19450.44	1st Support:	2017.87	2nd Resistance:	1987.14
MACD:	31.359			MACD:	49.947097			MACD:	298.622			MACD:	-7.617		
MACD DIFF:	27.720			MACD DIFF:	-4.145844			MACD DIFF:	-22.353			MACD DIFF:	0.878		
RSI:	51.404			RSI:	64.049448			RSI:	65.322			RSI:	46.482		

Source: Bloomberg

Kenanga Futures Sdn Bhd (353603-X)
Dealing Desk: (603) 2172 3820 Fax: (603) 2172 2729 Email: futures@kenanga.com.my

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