

FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade in range bound with upward bias today on continuous buying momentum following sharp gains in overnight US equities market and bounced in crude oil prices while upside might be limited ahead of Malaysia's third quarter gross domestic product data due today and ahead of the weekend. Overnight leads, U.S. stocks posted outsized gains Thursday, logging their biggest one-day climb in two years, as Wall Street cheered lighter-than-expected inflation data sparked speculation the Federal Reserve might get less aggressive with interest rate hikes and monitored midterm election tallies. Regionally, Asian stock markets followed Wall Street lower on Thursday ahead of a U.S. inflation update that will likely influence Federal Reserve plans for more interest rate hikes after elections left control of Congress uncertain and China tightened Covid restrictions on some of its biggest cities, killing of expectations for a relaxation in its pandemic policy. Back home, the FBM KLCI pared earlier losses to close higher, buoyed by renewed buying interest, notably glove maker and financial services related heavyweights' counters amid regional bourses weakness. The gainers were contributed by PCHEM, HART, RHBBK, TOPG and CIMB that lifted the index to settle at 1,449.74, up 3.55 points. Futures to cash basis strengthened to 6 points premium from 1-point premium.

Technical

KLCI futures contract managed to regain momentum after opened on a lower note to end higher following strong performance in the underlying cash market despite mixed regional bourses performance. At the closing bell, spot month November futures contract advanced 8.5 points to settle at 1,455.5 due to mild speculative purchases and intraday short covering activities by participants. The trading activity formed a short white bodied candlestick pattern with short upper and long bottom shadow indicates that buyers seized control the price action. Technically, MACD remained issue a buy signal while RSI maintained at the neutral region. Hence, expect the market to trade higher today with expectation of participants' risk appetite to be cheered by astonishing Wall Street performance and crude oil gains while ahead of Malaysia's third quarter gross domestic product data due today and ahead of the weekend might cap gains. Therefore, the support and resistance can be found at 1,445.0 and 1,473.0 respectively.

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 | 1449.74 | 3.55 | 1453.27 | 1440.76 | 251 Mn | 32,331 | 521 | 8.11 Mn | 29,864 | 464.59 Mn | 1468.41 | 1420.38 |
| NOV 22 | 1455.50 | 8.50 | 1457.00 | 1436.00 | 7508 | 3,231 | 9 | .14 Mn | 6,016 | 93.52 Mn | 0.00 | 0.00 |
| DEC 22 | 1454.50 | 7.00 | 1456.50 | 1439.00 | 50 | 504 | -2 | -.03 Mn | 703 | 10.89 Mn | 0.00 | 0.00 |
| MAR 23 | 1449.50 | 9.50 | 1449.00 | 1430.00 | 28 | 397 | 7 | .11 Mn | 373 | 5.76 Mn | 0.00 | 0.00 |
| JUN 23 | 1445.50 | 7.00 | 1445.50 | 1430.50 | 33 | 78 | | | | | | |
| | | | | | 7,619 | 33,310 | 535 | 8.32 Mn | 36,956 | 574.77 Mn | | |

| Futures Fair Value | | KLIBOR | | KF Est | | |
|--------------------|------------|----------|--------------------|--------|------------------|------|
| Contract | Exp. Date | Index Pt | Div Idx Pt (Gross) | FV | Div Idx pt (Net) | FV |
| NOV 22 | 30/11/2022 | 2.22 | 1.12 | 1.10 | 1.12 | 1.10 |
| DEC 22 | 30/12/2022 | 5.84 | 2.71 | 3.13 | 2.71 | 3.13 |
| Roll FV | | | | 2.03 | | 2.03 |

Benchmark Indices

| Source: Bloomberg | Last | 1d Chg | 6m Chg | Relative to FBMKLCI | |
|-------------------|----------|--------|--------|---------------------|--------|
| | | | | 3m Chg | 6m Chg |
| FBMKLCI | 1449.74 | 0.25% | -6.82% | 2.55% | -5.07% |
| FBM100 | 10008.53 | 0.15% | -7.21% | -0.36% | -0.41% |
| FBMEMAS | 10271.01 | 0.11% | -7.57% | -0.16% | -0.80% |

Local Sector Performance againts FBMKLCI

| Sector | 1d Chg | 3m Chg | 6m Chg |
|------------|--------|--------|---------|
| Financial | 0.16% | 1.07% | 4.51% |
| Plantation | -0.51% | -0.86% | -10.96% |
| Utilities | 0.00% | | 0.00% |

Currencies

| | Last | 1d Chg | 3m Chg | 6m Chg |
|--------------------|---------|--------|--------|--------|
| USDMYR | 4.6780 | -0.40% | 5.23% | 6.88% |
| CNYMYR | 0.6536 | 0.87% | -1.37% | 0.44% |
| Dollar Index (DXY) | 108.206 | -2.12% | 2.86% | 4.12% |
| MYR to DXY | | -1.72% | -2.26% | -2.58% |

World Equity Indices

| Source: Bloomberg | Last | 1d Chg | 6m Chg | Relative to FBMKLCI | |
|---------------------|----------|--------|---------|---------------------|---------|
| | | | | 3m Chg | 6m Chg |
| USA | | | | | |
| Dow Jones | 33715.37 | 3.70% | 4.83% | 5.12% | 12.51% |
| S&P 500 | 3956.37 | 5.54% | -1.12% | -2.41% | 6.13% |
| NASDAQ | 11114.15 | 7.35% | -5.31% | -10.21% | 1.62% |
| Europe | | | | | |
| DAX | 14146.09 | 3.51% | 2.30% | 7.27% | 9.79% |
| CAC | 6556.83 | 1.96% | 4.58% | 4.04% | 12.24% |
| FTSE100 | 7375.34 | 1.08% | 0.38% | 2.59% | 7.73% |
| EURO Stoxx | 431.89 | 2.75% | 1.01% | 1.90% | 8.40% |
| Asia Pacific | | | | | |
| Nikkei 225 | 27446.10 | -0.98% | 4.70% | 2.46% | 12.37% |
| Hang Seng | 16081.04 | -1.70% | -18.88% | -16.84% | -12.94% |
| Straits Times | 3173.18 | 0.24% | -1.64% | -0.20% | 5.57% |
| KOSPI | 2478.57 | 3.18% | -4.39% | 1.99% | 2.62% |
| TAIEX | 13503.76 | -0.99% | -15.63% | -7.73% | -9.45% |
| S&P/ASX200 | 7159.70 | 2.81% | 1.34% | 5.15% | 8.77% |

U.S. markets

The S&P 500 and Nasdaq jumped on Thursday, racking up their biggest daily percentage gains in about 2-1/2 years, as a sign of slowing inflation in October sparked speculation the Federal Reserve might get less aggressive with interest rate hikes. -Reuters

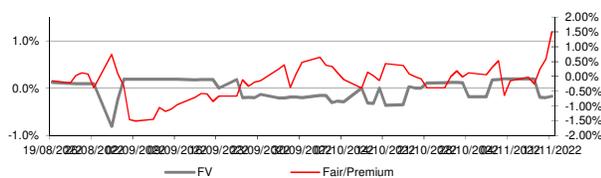
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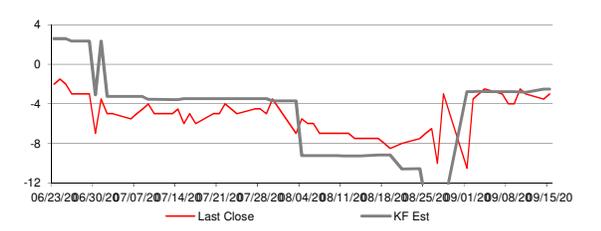
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Source: Bloomberg

Premium to Fair 21.71 Pts 1.50%



Futures Roll 3m Avg -2.46 Last -0.50 KF FV 2.03



FBMKLCI Volatility 30 Days 13.39% 60 Days 12.86% 90 Days 12.17%

