

FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to remain cautious today on a potential of extended selloff activities following lacklustre overnight U.S. equities market and awaited Fed Chair Powell's speech tonight while downside could be limited by rebounded crude oil. Stateside, U.S. stocks ended mostly lower Tuesday, with the S&P 500 and Nasdaq Composite booking a third straight day of losses as participants assessed downbeat data on U.S. consumer confidence coupled with China's step toward potentially easing its strict COVID policy and look ahead for Federal Reserve Chair Jerome Powell's scheduled speech. Regionally, Asian shares were mostly higher Tuesday as market jitters declined over protests in China set off by growing public anger over COVID-19 restrictions and as participants assess any policy shift by China. Back to our local end, the FBM KLCI extended previous session losses to end softer, as profit taking activities intensified in selected index heavyweights on risk-off mode by participants, assessing the 10th Prime Minister country's direction and Malaysia at the tail end of corporate results against regional peers strength. The index closed at 1,476.96, fell 9.58 points, with top losers were PBK, IOI, DIGI, HART and PMAH shares. Futures to cash basis weakened to 8.5 points discounts from 12 points premium.

Technical

Futures contract opened gap down and traded below its overnight level throughout the trading session due to persistent selling activities on spilled over weakness in the underlying cash market despite regional peers' strong performance. The November futures contract settled 30 points lower at 1,468.5, forming a long black bodied candlestick with short upper and long bottom shadow, indicating an aggressive selling activity during the session. On the technical perspective, MACD remained issue a sell signal while RSI indicator lingered at neutral region. Therefore, expect futures to trade on a cautious note today tracking subdued U.S. stocks market overnight and in the absence of fresh local impetus while downside could be limited on gains in crude oil prices along with a potential of bargain hunting after recent rout. Thus, the support and resistance can be eyed at 1,450.0 and 1,480.0 respectively.

Source: Bloomberg

Contract	Sett	Change	High	Low	Volume	Open Int	O/I chg		Open Interest		Previous Week	
							Value USD	3mth avg	Value USD	High	Low	
FBMKLCI	1476.96	-9.58	1486.68	1467.26	338 Mn	19,328	-13,359	-217.56 Mn	29,625	482.47 Mn	1504.16	1427.75
NOV 22	1468.50	-30.00	1496.00	1459.00	30588	19,328	-13,359	-217.56 Mn	29,625	482.47 Mn	0.00	0.00
DEC 22	1471.00	-28.00	1499.00	1460.00	30819	35,961	18,538	302.42 Mn	6,276	102.39 Mn	0.00	0.00
Mar-23	1462.00	-30.50	1486.50	1453.50	187	406	19	.31 Mn	606	9.83 Mn	0.00	0.00
Jun-23	1459.50	-32.00	1488.00	1453.50	178	292	58	.94 Mn	432	6.99 Mn	0.00	0.00
					61,772	55,987	5,256	86.11 Mn	36,940	601.68 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	0.00	0.00	0.00	0.00	0.00
DEC 22	30/12/2022	3.69	2.07	1.62	2.07	1.62
Roll FV				1.62		1.62

Benchmark Indices

Source: Bloomberg	Last	1d Chg	6m Chg	Relative to FBMKLCI	
				3m Chg	6m Chg
FBMKLCI	1476.96	-0.64%	-5.93%	6.15%	1.58%
FBM100	10259.91	-0.39%	-5.51%	0.52%	0.45%
FBMEMAS	10544.51	-0.31%	-5.45%	0.91%	0.52%

Local Sector Performance againts FBMKLCI

Sector	1d Chg	3m Chg	6m Chg
Financial	0.35%	1.44%	4.66%
Plantation	0.50%	-3.12%	-9.13%
Utilities	0.00%	0.00%	0.00%

Currencies	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.5085	-0.02%	0.74%	3.01%
CNYMYR	0.6299	1.33%	-3.08%	-3.92%
Dollar Index (DXY)	106.822	0.13%	-1.85%	5.07%
MYR to DXY		0.15%	-2.57%	2.00%

World Equity Indices

Source: Bloomberg	Last	1d Chg	6m Chg	Relative to FBMKLCI	
				3m Chg	6m Chg
USA					
Dow Jones	33852.53	0.01%	1.93%	7.97%	8.35%
S&P 500	3957.63	-0.16%	-4.82%	0.52%	1.18%
NASDAQ	10983.78	-0.59%	-9.46%	-6.43%	-3.75%
Europe					
DAX	14355.45	-0.19%	-0.23%	14.50%	6.06%
CAC	6668.97	0.06%	3.09%	11.47%	9.60%
FTSE100	7512.00	0.51%	-1.26%	5.58%	4.97%
EURO Stoxx	437.29	-0.13%	-1.37%	7.84%	4.85%
Asia Pacific					
Nikkei 225	28027.84	-0.48%	2.74%	2.14%	9.22%
Hang Seng	18204.68	5.24%	-14.99%	-6.60%	-9.63%
Straits Times	3276.36	1.12%	1.36%	4.11%	7.75%
KOSPI	2423.71	-0.40%	-9.76%	0.37%	-4.07%
TAIEX	14709.64	1.05%	-12.48%	-0.24%	-6.96%
S&P/ASX200	7227.10	-0.36%	0.22%	5.90%	6.54%

U.S. markets

The S&P 500 ended down on Tuesday, with losses in Apple and Amazon ahead of an upcoming speech by U.S. Federal Reserve Chair Jerome Powell that could provide hints about magnitude of future interest rate hikes. -Reuters

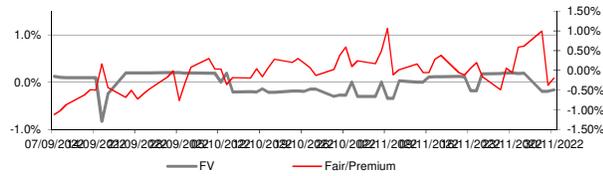
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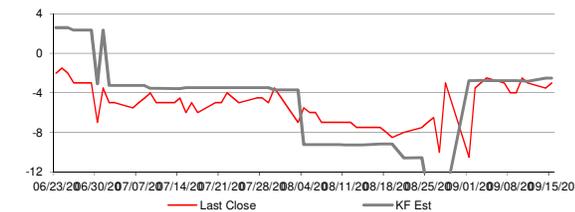
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Source: Bloomberg

Premium to Fair -3.01 Pts -0.20%



Futures Roll 3m Avg -2.46 Last 0.50 KF FV 1.62



FBMKLCI Volatility 30 Days 17.46% 60 Days 14.77% 90 Days 13.85%

