

Fundamentals:

Wall Street's benchmark S&P 500 index ended higher on Friday in a choppy trading session, as gains in defensive shares overshadowed energy declines, and investors shrugged off hawkish comments from Federal Reserve officials about interest rate hikes.

Federal Reserve Bank of Boston leader Susan Collins said that, with little evidence price pressures are waning, the Fed may need to deliver another 75-basis point rate hike as it seeks to get inflation under control.

On Thursday, St. Louis Fed President James Bullard set off equity declines when he said the Fed needs to keep raising interest rates given that its tightening so far "had only limited effects on observed inflation."

The Dow Jones Industrial Average rose 199.37 points, or 0.59%, to 33,745.69, the S&P 500 gained 18.78 points, or 0.48%, to 3,965.34 and the Nasdaq Composite added 1.11 points, or 0.01%, to 11,146.06.

For the week, the S&P 500 fell 0.7%, retreating modestly after a strong month-long rally spurred by softer-than-expected inflation data that sparked hopes the central bank could temper its market-punishing rate hikes.

The Nasdaq fell 1.6% for the week, while the Dow was basically unchanged.

Defensive groups led the way among S&P 500 sectors, with utilities up 2%, real estate rising 1.3% and healthcare 1.2% higher.

The energy sector 0.9%, as oil prices dropped, stemming from concern about weakened demand in China and further increases to U.S. interest rates.

In company news, shares of gay dating app Grindr skyrocketed about 214% in their market debut after the company completed its merger with a special-purpose acquisition company.

Gap Inc shares rose 7.6% after the company beat Wall Street estimates for quarterly sales and profit.

Shares of Live Nation Entertainment slumped 7.8% after The New York Times reported that the U.S. Justice Department was investigating whether the Ticketmaster parent had abused its power over the multibillion-dollar live music industry.

U.S. Treasury yields rose on Friday on expectations that the Federal Reserve will continue hiking rates while the yield curve held at deeply inverted levels on concerns that tighter policy will dent economic growth.

Surprisingly strong retail sales data on Wednesday scuttled some hopes that rate hikes could be nearing an end. Yields have tumbled since data showed softer than expected consumer and producer price pressures for October.

Fed officials this week have also spoken of the need to continue raising rates in order to tame still-high inflation.

Boston Fed President Susan Collins said on Friday that with little evidence price pressures are waning, the Fed may need to deliver another 75-basis point rate hike.

St. Louis Fed President James Bullard said on Thursday that the Fed's target policy needs to rise to at least a range between 5.00% and 5.25% from the current level of just below 4.00% to be "sufficiently restrictive" to curb inflation.

Minutes from the Fed's November meeting released next Wednesday could offer new insight into how high officials ultimately expect to raise rates.

Fed funds futures traders are pricing for the fed funds rate to rise to 5.06% by June, from 3.83% now. Expectations of the terminal rate had dropped to 4.89% on Tuesday.

Data on Friday showed that U.S. existing home sales tumbled for a record ninth straight month in October as the 30-year fixed mortgage rate hit a 20-year high and prices remained elevated, pushing homeownership out of the reach of many Americans.

The next major economic releases, however, will be jobs and inflation data for November, which are still several weeks away.

Benchmark 10-year yields rose to 3.816%, after falling to 3.671% on Wednesday, the lowest since Oct. 5. They are down from a 15-year high of 4.338% on Oct. 21.

Two-year Treasury yields were at 4.507% and are holding above a two-week low of 4.290% reached on Nov. 10 after the CPI data. They have dropped from 4.883% on Nov. 4, which was also a 15-year high.

The inversion in the key two-year, 10-year part of the Treasury yield curve deepened on concerns about an impending recession. It was at minus 70 basis points, nearing levels last reached in 2000.

The Fed is widely expected to hike rates by an additional 50 basis points at its December 13-14 meeting.

(Source: Reuters)

Economic Releases	Period	Survey	Actual	Prior	Revised	
11/18/2022 00:00	Kansas City Fed Manf. Activity	Nov	-8	-6	-7	--
11/18/2022 23:00	Existing Home Sales	Oct	4.40m	4.43m	4.71m	--
11/18/2022 23:00	Existing Home Sales MoM	Oct	-6.60%	-5.90%	-1.50%	--
11/18/2022 23:00	Leading Index	Oct	-0.40%	-0.80%	-0.40%	-0.50%
11/21/2022 21:30	Chicago Fed Nat Activity Index	Oct	0	--	0.1	--
11/22/2022 23:00	Richmond Fed Manuf. Index	Nov	-8	--	-10	--
11/23/2022 20:00	MBA Mortgage Applications	Nov-18	--	--	2.70%	--
11/23/2022 21:30	Durable Goods Orders	Oct P	0.40%	--	0.40%	--
11/23/2022 21:30	Durables Ex Transportation	Oct P	0.00%	--	-0.50%	--
11/23/2022 21:30	Cap Goods Orders Nondef Ex Air	Oct P	0.00%	--	-0.40%	--
11/23/2022 21:30	Cap Goods Ship Nondef Ex Air	Oct P	0.30%	--	-0.50%	--
11/23/2022 21:30	Initial Jobless Claims	Nov-19	225k	--	222k	--
11/23/2022 21:30	Continuing Claims	Nov-12	1520k	--	1507k	--
11/23/2022 22:45	S&P Global US Manufacturing PMI	Nov P	50	--	50.4	--
11/23/2022 22:45	S&P Global US Services PMI	Nov P	48	--	47.8	--
11/23/2022 22:45	S&P Global US Composite PMI	Nov P	48	--	48.2	--
11/23/2022 23:00	U. of Mich. Sentiment	Nov F	55	--	54.7	--
11/23/2022 23:00	U. of Mich. Current Conditions	Nov F	57.8	--	57.8	--
11/23/2022 23:00	U. of Mich. Expectations	Nov F	52.5	--	52.7	--
11/23/2022 23:00	U. of Mich. 1 Yr Inflation	Nov F	--	--	5.10%	--
11/23/2022 23:00	U. of Mich. 5-10 Yr Inflation	Nov F	--	--	3.00%	--
11/23/2022 23:00	New Home Sales	Oct	570k	--	603k	--
11/23/2022 23:00	New Home Sales MoM	Oct	-5.50%	--	-10.90%	--
11/24/2022 03:00	FOMC Meeting Minutes	Nov-02	--	--	--	--

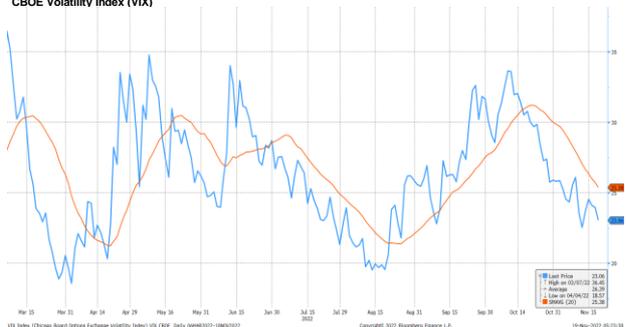
Contract	Close	Change	High	Low
E-Mini Dow DEC 22	33,775.00	183.00	33,855.00	33,469.00
E-Mini S&P DEC 22	3,974.00	16.250	3,994.00	3,942.50
E-Mini NASDAQ DEC 22	11,708.00	-2.00	11,843.00	11,607.00
Micro Russell 2K JUN 22	1852.9	10.3	1869	1836.3
USD Nikkei DEC 22	27,970.0	-10.0	28,050.00	27,860.00
Euro Dollar DEC 22	95.02	0.000	95.02	95.00
US Dollar Index	107.00	0.305	107.01	106.34
DJIA	33,745.69	199.370	33,827.94	33,540.64
S&P 500	3,965.34	18.780	3,979.89	3,935.98
NASDAQ	11,146.06	1.100	11,259.44	11,059.16
Nikkei 225	27,899.77	-30.800	28,045.44	27,877.78
Hang Seng	17,992.54	-53.120	18,378.06	17,910.19
Straits Times	3,272.23	-13.810	3,308.30	3,265.53
DAX	14,431.86	165.480	14,457.76	14,300.21
CAC	6,644.46	68.340	6,667.20	6,601.56
FTSE100	7,385.52	38.980	7,423.51	7,343.50

Historical Volatility	10 Days	30 Days	60 Days	90 Days
E-Mini Dow Futures	23.90	21.01	22.79	21.03
E-Mini S&P Futures	33.53	27.65	26.97	25.20
E-Mini Nasdaq Futures	13.55	13.97	15.89	15.66

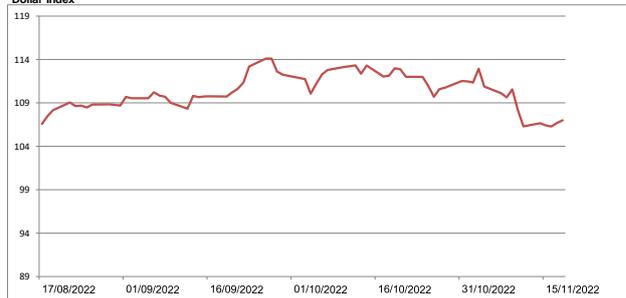
U.S. Government Treasuries Yield



CBOE Volatility Index (VIX)



Dollar Index





Technical Analysis

Dow			S&P			Nasdaq			Micro Russell						
1st Resistance:	34282	2nd Resistance:	34788	1st Resistance:	4033.61	2nd Resistance:	4093.22	1st Resistance:	11883.62	2nd Resistance:	12059.24	1st Resistance:	1880.69	2nd Resistance:	1908.49
1st Support:	33269	2nd Resistance:	32762	1st Support:	3914.39	2nd Resistance:	3854.76	1st Support:	11532.38	2nd Resistance:	11356.76	1st Support:	1825.11	2nd Resistance:	1797.31
MACD:	728.484			MACD:	51.315835			MACD:	91.107			MACD:	24.071		
MACD DIFF:	46.584			MACD DIFF:	15.592805			MACD DIFF:	82.888			MACD DIFF:	2.656		
RSI:	66.721			RSI:	58.371689			RSI:	55.149			RSI:	55.139		

Strategy

	Long:	Profit target:	Stop-loss:	Long:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:
Dow	33268	33601	33102	32762	33089	32598	34282	33939	34453	34788	34440	34962
S&P	3914.39	3953.53	3894.82	3854.76	3893.33	3635.51	4033.61	3993.27	4053.78	4093.22	4052.29	4113.69
Nasdaq	11532.38	11647.70	11474.72	11356.76	11470.33	11299.98	11883.62	11764.78	11943.04	12059.24	11938.65	12119.54
Micro Russell	1825.11	1843.36	1815.98	1797.31	1815.29	1788.33	1880.69	1861.89	1890.10	1908.487	1889.40	1918.03

Source: Bloomberg

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