KENANGA FUTURES SDN BHD Company No. 353603-X

FBMKLCI FUTURES
DAILY PREVIEW
January 25, 2023

FBMKLCI Futures daily chart

Source: Bloomberg

Preview

Fundamental

Expect futures to trade on a cautious note today following overnight mixed closing in U.S. equities market and stumbled in crude oil prices as participants digested more earnings reports from major American firms while downward pressure could be limited on a potential of bargain buying amid improving local sentiment and China's reopening. Stateside, U.S. stocks lost steam Tuesday after back-to-back days of gains with only the Dow clinging to gains for the session as participants evaluated another round of quarterly financial results from companies and a technical glitch at the opening bell. Regionally, Asian stock markets were broadly higher on Tuesday, after a tech-led rally on Wall Street as participants bet the Federal Reserve will trim its rate hikes to tamp down inflation. Many markets in the region were closed for Lunar New Year holidays. Domestically, the FBM KLCI finished higher to close above the psychological level of 1,500 points on last Friday, on risk ON mode due to improving sentiment and in line with strong regional peers amid optimism about China's reopening, as markets prepared for the Lunar New Year holidays and as traders remained mindful of global recession risks coupled with prospects of more monetary tightening. The index ended 4.11 points higher at 1,500.33 on late buying interest with top gainers for the days were MAXIS, HLBK, SDPL, CIMB and AXIATA shares. Futures to cash basis weaken to Par from 2 points.

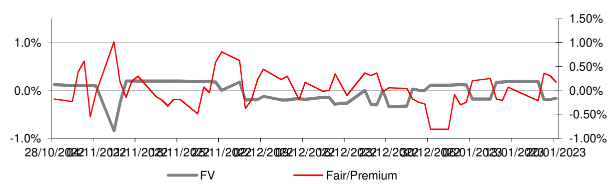
Technical

KLCI futures contract managed to sustain the upbeat tone and closed higher, buoyed by mild short covering and intraday speculative purchases following strong underlying cash market and in line with regional peers positive performance. At the closing bell, spot month January futures contract rose 2.5 points to end at 1,500.5, forming a short white bodied candlestick pattern with short upper and short bottom shadow, indicating that bulls seized control of the session consistently. Technically, MACD remained issue a buy signal while RSI maintained at the neutral region. However, expect the futures market to trade on a cautious mode today tracking mixed overnight U.S. stocks market and crude oil prices decline while improving local sentiment on reopening China's border might cushion the selling pressure. Thus, the support and resistance are envisaged at 1,490.0 and 1,510.0 respectively.

								O/I chg	Open Interest		Previous Week	
Contract	**Sett**	**Change**	**High**	**Low**	**Volume**	**Open Int**	**O/I chg**	**Value USD**	**3mth avg**	**Value USD**	**High**	**Low**
FBMKLCI	1500.33	4.11	1500.33	1495.80	133 Mn						1501.71	1488.95
JAN 23	1500.50	2.50	1504.00	1495.50	4262	25,060	-75	-1.31 Mn	26,978	472.96 Mn	0.00	0.00
FEB 23	1503.50	4.50	1505.00	1497.00	404	1,048	301	5.29 Mn	5,017	88.13 Mn	0.00	0.00
MAR 23	1492.50	3.50	1495.00	1488.50	67	763	28	.49 Mn	485	8.46 Mn	0.00	0.00
JUN 23	1489.50	2.50	1490.50	1487.50	12	449	-2	-.03 Mn	455	7.91 Mn	0.00	0.00
					4,745	27,320	252	4.43 Mn	32,935	577.46 Mn		

Futures Fair Value		**KLIBOR**			**KF Est**	
Contract	**Exp. Date**	**Index Pt**	**Div Idx Pt (Gross)**	**FV**	**Div Idx pt (Net)**	**FV**
JAN 23	31/01/2023	0.73	0.00	0.73	0.00	0.73
FEB 23	28/02/2023	4.16	1.08	3.08	1.08	3.08
Roll FV				2.35		2.35

Premium to Fair 2.62 Pts 0.17%



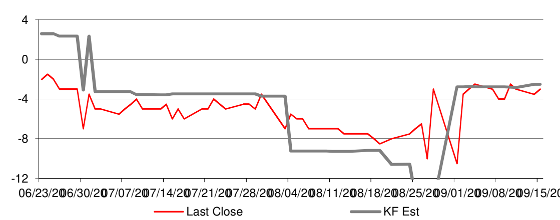
Benchmark Indices				**Relative to FBMKLCI**	
Source: Bloomberg	**Last**	**1d Chg**	**6m Chg**	**3m Chg**	**6m Chg**
FBMKLCI	1500.33	0.27%	2.36%	7.99%	9.36%
FBM100	10533.78	0.28%	3.74%	1.85%	1.35%
FBMEMAS	10842.48	0.28%	4.29%	2.27%	1.89%

Local Sector Performance againts FBMKLCI

Sector	**1d Chg**	**3m Chg**	**6m Chg**
Financial	0.05%	-3.45%	-1.79%
Plantation	0.54%	-2.54%	-2.09%
Utilities	0.00%		0.00%

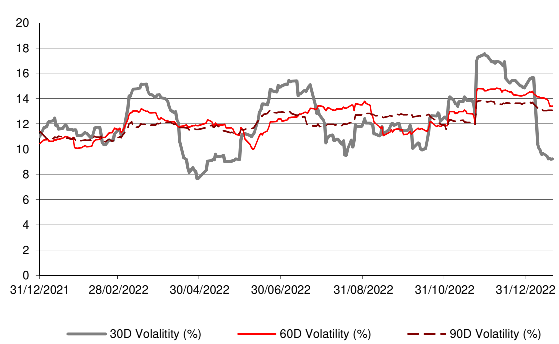
Currencies	**Last**	**1d Chg**	**3m Chg**	**6m Chg**
USDMYR	4.2795	-0.13%	-9.64%	-3.89%
CNYMYR	0.6294	-0.15%	-3.52%	-4.57%
Dollar Index (DXY)	101.918	-0.22%	-8.99%	-4.51%
MYR to DXY		-0.08%	0.72%	-0.65%

	3m Avg	Last	KF FV
Futures Roll	-2.46	3.00	2.35



World Equity Indices				**Relative to FBMKLCI**	
Source: Bloomberg	**Last**	**1d Chg**	**6m Chg**	**3m Chg**	**6m Chg**
USA					
Dow Jones	33733.96	0.31%	5.75%	3.25%	3.32%
S&P 500	4016.95	-0.07%	1.40%	1.98%	-0.94%
NASDAQ	11334.27	-0.27%	-4.22%	-0.23%	-6.43%
Europe					
DAX	15093.11	-0.07%	14.25%	11.47%	11.62%
CAC	7050.48	0.26%	13.03%	8.74%	10.43%
FTSE100	7757.36	-0.35%	6.17%	6.63%	3.73%
EURO Stoxx	453.38	-0.24%	6.36%	7.23%	3.92%
Asia Pacific					
Nikkei 225	27299.19	1.46%	-1.44%	-3.42%	-3.71%
Hang Seng	22044.65	1.82%	6.97%	31.10%	4.50%
Straits Times	3293.71	0.54%	3.53%	6.92%	1.15%
KOSPI	2422.52	1.14%	1.23%	5.53%	-1.10%
TAIEX	14932.93	0.04%	1.45%	9.69%	-0.89%
S&P/ASX200	7489.90	-0.01%	10.31%	6.21%	7.77%

	30 Days	60 Days	90 Days
FBMKLCI Volatility	9.22%	13.40%	13.08%



U.S. markets

The S&P 500 ended slightly lower Tuesday at the close of a rocky session marked by a raft of mixed earnings and a technical malfunction at the opening bell. -Reuters

Source: Bloomberg

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