FBMKLCI Futures daily chart

Preview

Fundamental

Expect futures to trade on a cautious note today on a potential of profit taking activities following a volatile session for the US stocks market and ahead of the weekend while downside could be limited by steadier crude oil prices. Back in the state, U.S. stock indexes ended lower on Tuesday, with the Dow enjoyed the biggest gains while the tech-laden Nasdaq ended the session essentially unchanged, held in check by interest rate sensitive megacaps after fresh data underscored the resilience of the US economy in the face of the Federal Reserve's interest-rate hikes. Around the region, Asian stock markets Asian fell on Thursday after global central banks reaffirmed their resolve to beat inflation, warning rates may need to rise further, while the yen and yuan struggled to lift from lows amid jitters of intervention. Locally, the FBM KLCI pared earlier gains but managed to end marginally higher on Wednesday, in tandem with the improving sentiment in regional peers after a rally on Wall St overnight on a solid set of US economic data while participants stay cautious ahead of Malaysia's public holiday and external heightened volatility. The index closed at 1,388.37, rose 1.63 points, led by the gains in GENT, INN, AMM, AXIATA and PBK shares. Futures to cash basis strengthened to Par from 1.5 points discounts.

Technical

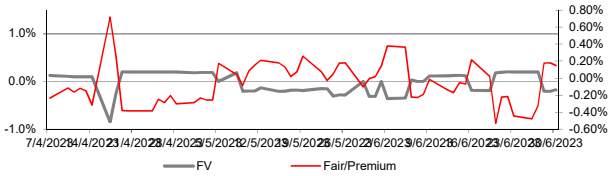
June Futures contract closed higher, halting its three-consecutive session of losses and spent most part of the trading session in positive territory on mild short covering activities following rebound in underlying cash market and ahead of Malaysia public holiday despite mixed regional peers. The June futures contract settled 3 points higher at 1,388.0, forming a short white bodied candlestick pattern with long upper and shave bottom shadow, indicating bulls tried to seize control of the session but bears managed to tame the raging bull. Technical wise, MACD indicator issued a buying signal while RSI indicator lingered at neutral region. Therefore, expect futures to open on a front foot today resonating overnight strong performance in major U.S. indexes and crude oil gains while a potential of profit taking activities ahead of the weekend and lack of fresh local leads might cap gains. The support and resistance are envisaged at 1,380.0 and 1,397.0 respectively.

Source: Bloomberg

Contract	Sett	Change	High	Low	Volume	Open Int	O/I chg	O/I chg Value USD	Open Interest 3mth avg	Open Interest Value USD	Previous Week High	Previous Week Low
FBMKLCI	1388.37	1.63	1394.56	1387.67	86 Mn						1402.44	1379.83
JUN 23	1388.00	3.00	1393.00	1385.00	12835	18,141	-17,557	-260.79 Mn	30,344	450.72 Mn	0.00	0.00
JUL 23	1384.50	0.00	1390.50	1383.00	12768	42,507	8,154	120.81 Mn	8,245	122.15 Mn	0.00	0.00
SEP 23	1367.50	-0.50	1374.00	1367.50	85	965	3	.04 Mn	777	11.37 Mn	0.00	0.00
DEC 23	1369.50	0.00	1374.00	1369.50	11	188	5	.07 Mn	740	10.85 Mn	0.00	0.00
					25,699	61,801	-9,395	-139.86 Mn	40,106	595.1 Mn		

Futures Fair Value Contract	Exp. Date	KLIBOR Index Pt	Div Idx Pt (Gross)	FV	KF Est Div Idx pt (Net)	FV
JUN 23	30/6/2023	0.00	0.00	0.00	0.00	0.00
JUL 23	31/7/2023	3.75	0.34	3.41	0.34	3.41
Roll FV				3.41		3.41

Premium to Fair 2.08 Pts 0.15%



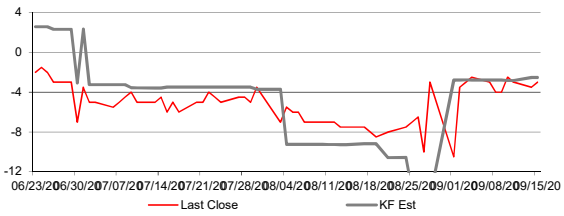
Benchmark Indices Source: Bloomberg	Last	1d Chg	6m Chg	Relative to FBMKLCI 3m Chg	6m Chg
FBMKLCI	1388.37	0.12%	-6.92%	-0.34%	7.01%
FBM100	9906.98	0.09%	-4.92%	0.21%	2.15%
FBMEMAS	10203.09	0.09%	-4.66%	0.18%	2.43%

Local Sector Performance againts FBMKLCI Sector	1d Chg	3m Chg	6m Chg
Financial	0.15%	0.60%	0.23%
Plantation	-0.45%	3.00%	2.53%
Utilities	0.00%		0.00%

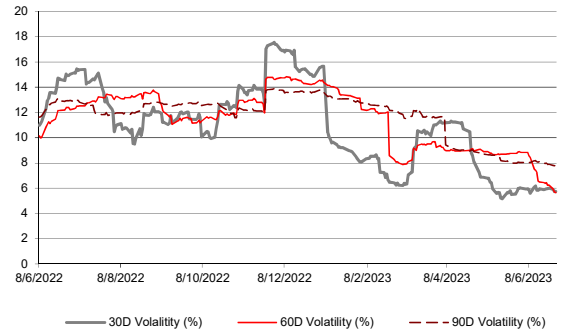
Currencies	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.6722	0.13%	6.16%	5.58%
CNYMYR	0.6447	-0.14%	0.53%	1.58%
Dollar Index (DXY)	103.342	0.42%	0.68%	-0.48%
MYR to DXY		0.30%	-5.16%	-5.74%

				Relative to FBMKLCI	
World Equity Indices Source: Bloomberg	Last	1d Chg	6m Chg	3m Chg	6m Chg
USA					
Dow Jones	34122.42	0.80%	2.71%	6.70%	10.35%
S&P 500	4396.44	0.45%	14.21%	11.67%	22.71%
NASDAQ	13591.33	0.00%	29.71%	16.59%	39.36%
Europe					
DAX	15946.72	-0.01%	14.53%	4.38%	23.05%
CAC	7312.73	0.36%	12.96%	2.17%	21.36%
FTSE100	7471.69	-0.38%	0.27%	0.16%	7.73%
EURO Stoxx	456.64	0.13%	7.47%	2.04%	15.47%
Asia Pacific					
Nikkei 225	33234.14	0.12%	27.36%	21.25%	36.83%
Hang Seng	18934.36	-1.24%	-4.28%	-5.05%	2.84%
Straits Times	3207.28	0.06%	-1.29%	0.57%	6.05%
KOSPI	2550.02	-0.55%	14.02%	5.33%	22.50%
TAIEX	16942.30	0.04%	19.84%	9.23%	28.75%
S&P/ASX200	7194.91	-0.02%	2.22%	2.55%	9.82%

Futures Roll 3m Avg -2.46 Last -3.50 KF FV 3.41



FBMKLCI Volatility 30 Days 5.74% 60 Days 5.65% 90 Days 7.79%



U.S. markets

The Dow and the S&P 500 advanced on Thursday as bank shares rallied after major lenders cleared the Federal Reserve's annual stress test, while strong economic data stoked expectations of further interest rate hikes from the central bank.- Reuters