

FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade on the back foot today on extended selling pressure tracking sharp decline in overnight Wall Street as signs of economic weakness overwhelmed the market's optimism surrounding rate cuts and ahead of the weekend while steady crude oil prices and encouraging domestic fundamental might cap losses. Back in the state, tech stocks failed to make a comeback on Thursday, as a sell-off broadened after the Nasdaq's worst day since 2022, and the blue-chip Dow fell the most as participants continued to rotate away from high-priced megacap growth stocks and second-quarter earnings season gathered steam. On the external front, Asian stocks were mostly lower on Thursday, with Tokyo's benchmark marking sharp losses, dragged by chip stocks as participants fret over the prospect of escalating trade tensions between the U.S. and China, while the yen was firm after scaling six-week high following suspected interventions by Tokyo. Domestically, the FBM KLCI erased early losses and closed on a flattish note, amid a weaker broader market largely due profit-taking activities, after hitting a fresh three-year high as the regional markets closed mostly lower. The index closed at 1,633.81, gaining 0.27 points, led by the gains in MAXIS, PBK, AXIATA, IOI and RHBBANK shares. Futures to cash basis weakened to 5 points premiums from 6.5 points premiums.

Technical

Futures contract ended the choppy session on a lower note, retreated from previous session gains as profit taking activities emerged tracking underlying cash market subdued performance and in tandem with weaker regional bourses. The July futures contract finished 1-point lower at 1,639.0, forming a short black bodied candlestick pattern with long upper and long bottom shadow, indicating bears managed to seize control of the session. On the technical perspective, MACD issued a buy signal while RSI indicator oscillated at neutral region. However, expect futures to trade softer today weighed by extended selling interest in the wake of the U.S. stocks notching a second day of declines and ahead of the weekend while the gains in crude oil prices may curb the losses. Therefore, the support and resistance can be eyed at 1,630.0 and 1,645.0 respectively.

IK1 Index (Generic 1st 'IK' Future) DAILY REPORT CHART Daily 18APR2024-18JUL2024 Copyright© 2024 Bloomberg Finance L.P. 18-Jul-2024 17:35:38

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	1633.81	0.27	1634.24	1627.93	206 Mn					1628.35	1613.15	
JUL 24	1639.00	-1.00	1644.00	1632.50	5,288	40,862	440	7.72 Mn	37,140	651.80 Mn	1629.50	1609.50
AUG 24	1642.00	-1.50	1646.50	1636.00	205	2,953	-18	-.32 Mn	8,959	157.52 Mn	1632.50	1612.50
SEP 24	1626.00	-1.50	1629.50	1619.00	287	2,118	58	1.01 Mn	1,135	19.75 Mn	1615.50	1596.00
DEC 24	1631.50	-2.50	1636.00	1628.00	85	598	-5	-.09 Mn	847	14.80 Mn	1621.50	1603.50
					5,865	46,531	475	8.33 Mn	48,081	843.88 Mn		

Futures Fair Value		KLIBOR		KF Est		
Contract	Exp. Date	Index Pt	Div Idx Pt (Gross)	FV	Div Idx pt (Net)	FV
JUL 24	31/7/2024	1.77	0.00	1.77	0.00	1.77
AUG 24	30/8/2024	6.33	4.96	6.33	4.96	1.37
Roll FV				4.57		-0.40

Benchmark Indices		Relative to FBMKLCI				
Source: Bloomberg		Last	1d Chg	6m Chg	3m Chg	6m Chg
FBMKLCI		1633.81	0.02%	9.92%	9.89%	10.75%
FBM100		12246.68	0.01%	14.09%	3.13%	3.79%
FBMEMAS		12676.42	-0.02%	14.56%	3.55%	4.22%

Local Sector Performance againts FBMKLCI				
Sector	1d Chg	3m Chg	6m Chg	
Financial	0.35%	-0.40%	-1.43%	
Plantation	0.36%	-8.80%	-9.81%	
Utilities	0.00%		0.00%	
Currencies	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.6695	0.11%	-2.42%	-1.05%
CNYMYR	0.6430	0.11%	-2.74%	-1.95%
Dollar Index (DXY)	104.173	0.41%	-1.86%	0.62%
MYR to DXY		0.30%	0.57%	1.68%

World Equity Indices		Relative to FBMKLCI				
Source: Bloomberg		Last	1d Chg	6m Chg	3m Chg	6m Chg
USA						
Dow Jones		40665.02	-1.29%	8.53%	1.97%	-1.26%
S&P 500		5544.59	-0.78%	15.97%	4.81%	5.51%
NASDAQ		17871.22	-0.70%	18.70%	8.50%	7.99%
Europe						
DAX		18354.76	-0.45%	10.87%	-1.98%	0.87%
CAC		7586.55	0.21%	2.92%	-10.42%	-6.37%
FTSE100		8204.89	0.21%	9.96%	-1.57%	0.03%
EURO Stoxx		514.01	-0.16%	9.54%	-2.49%	-0.34%
Asia Pacific						
Nikkei 225		40126.35	-2.36%	11.58%	2.54%	1.51%
Hang Seng		17778.41	0.22%	16.13%	3.80%	5.65%
Straits Times		3471.16	-0.53%	10.12%	3.51%	0.18%
KOSPI		2824.35	-0.67%	14.22%	3.22%	3.91%
TAIEX		23398.47	-1.56%	32.33%	13.50%	20.39%
S&P/ASX200		8036.52	-0.27%	8.29%	0.60%	-1.48%

U.S. markets
U.S. stocks tumbled on Thursday, reversing early gains as investors continued to rotate away from high-priced megacap growth stocks and second-quarter earnings season gathered steam. - Reuters

