

FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade lower today tracking the tumble on overnight Wall Street pressured by the disappointing earnings from major technology players and the anticipation of ongoing global selloff activity are expected to impact local market sentiment. Back in the state, U.S. stock markets took a sharp downturn on Wednesday, with the Nasdaq Composite saw its steepest daily decline since the major selloff in late 2022, pressured by a lacklustre start to the earnings season for mega cap companies, which has raised concerns that the excitement surrounding the artificial intelligence boom, a major catalyst for the recent bull market, may be overestimated. Regionally, Asian stock markets ended mostly lower on Wednesday, weighed by subdued earnings from U.S. tech giants Tesla and Alphabet dented risk appetite, while the yen surged to a seven-week high ahead of a central bank meeting next week where a rate hike remains on the table. Domestically, the FBM KLCI unable to sustain previous session gains to close lower, weighed by profit taking activities in selected index linked heavyweights after recent rally and following negative trends on overnight Wall Street along with lacklustre regional peers' performance. The index closed at 1,621.14, fell 8.54 points, with the top losers were PMAH, YTL, IOI, PCHEM and YTL shares. Futures to cash basis weakened to 2.5 points premiums from nearly 4 points premiums.

Technical

Futures contract opened lower and traded gradually lower to end the trading session below its overnight level as profit taking activities emerged following its spillover weakness in underlying cash market and in sync with the regional peers' bearish sentiment. The July futures contract settled 10 points lower at 1,623.5, forming a long black bodied candlestick pattern with short upper and short bottom shadow, indicating selling activity took control of the session aggressively. Technical wise, MACD indicator remained issue a buying signal while RSI indicator lingered at neutral region. Nevertheless, expect futures to trade lower today mirroring the steep declines in the U.S. equities market overnight as participants are beginning to retreat from the artificial intelligence (AI) excitement that has driven the bull market this year while a potential of bargain-hunting activities could help to limit the downside. Thus, the support and resistance can be found at 1,610.0 and 1,630.0 respectively.

IKI Index (Generic 1st 'IKI' Future) DAILY REPORT CHART Daily 23APR2024-24JUL2024 Copyright© 2024 Bloomberg Finance L.P. 24-Jul-2024 17:31:56

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	1621.14	-8.54	1631.31	1619.71	209 Mn					1638.29	1619.19	
JUL 24	1623.50	-10.00	1635.50	1622.00	5,699	43,106	64	1.11 Mn	37,304	648.16 Mn	1644.00	1625.00
AUG 24	1627.50	-9.50	1639.00	1626.00	1,122	4,020	653	11.37 Mn	9,094	158.40 Mn	1646.50	1629.00
SEP 24	1611.50	-9.50	1622.00	1609.00	223	2,140	15	.26 Mn	1,218	21.00 Mn	1629.50	1612.00
DEC 24	1618.50	-9.50	1621.00	1618.00	18	603	2	.03 Mn	850	14.72 Mn	1636.00	1618.50
					7,062	49,869	734	12.78 Mn	48,467	842.28 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	0.88	0.00	0.88	0.00	0.88
AUG 24	30/8/2024	5.41	0.43	5.41	0.43	4.97
Roll FV				4.53		4.10

Benchmark Indices

Source: Bloomberg	Last	1d Chg	6m Chg	Relative to FBMKLCI	
				3m Chg	6m Chg
FBMKLCI	1621.14	-0.52%	7.78%	7.92%	7.99%
FBM100	12125.66	-0.61%	11.66%	2.79%	3.60%
FBMEMAS	12547.82	-0.61%	11.95%	3.10%	3.87%

Local Sector Performance againts FBMKLCI

Sector	1d Chg	3m Chg	6m Chg
Financial	0.39%	0.07%	-0.67%
Plantation	0.17%	-6.50%	-7.47%
Utilities	0.00%		0.00%

Currencies	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.6720	-0.03%	-2.20%	-1.26%
CNYMYR	0.6432	0.13%	-2.44%	-2.71%
Dollar Index (DXY)	104.391	-0.06%	-1.38%	1.12%
MYR to DXY		-0.03%	0.84%	2.41%

World Equity Indices

Source: Bloomberg	Last	1d Chg	6m Chg	Relative to FBMKLCI	
				3m Chg	6m Chg
USA					
Dow Jones	39853.87	-1.25%	5.42%	0.30%	-2.19%
S&P 500	5427.13	-2.31%	11.47%	3.58%	3.43%
NASDAQ	17342.41	-3.64%	12.02%	6.84%	3.93%
Europe					
DAX	18387.46	-0.92%	8.76%	-0.66%	0.91%
CAC	7513.73	-1.12%	0.66%	-9.27%	-6.60%
FTSE100	8153.69	-0.17%	8.29%	-2.30%	0.47%
EURO Stoxx	512.30	-0.61%	7.06%	-1.29%	-0.67%
Asia Pacific					
Nikkei 225	39154.85	-1.11%	8.05%	0.73%	0.25%
Hang Seng	17311.05	-0.91%	6.78%	-3.05%	-0.93%
Straits Times	3460.82	-0.01%	9.95%	1.89%	2.01%
KOSPI	2758.71	-0.56%	11.67%	1.59%	3.61%
TAIEX	22871.84	2.76%	27.95%	9.97%	18.71%
S&P/ASX200	7963.72	-0.09%	5.40%	0.34%	-2.20%

U.S. markets

The S&P 500 and Nasdaq ended at multi-week lows on Wednesday, with the S&P snapping one of its longest streaks without a daily decline of more than 2%, as lacklustre Alphabet and Tesla earnings undermined investor confidence in megacap names. - Reuters

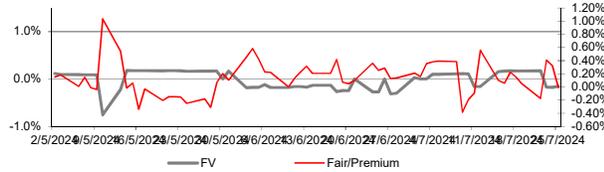
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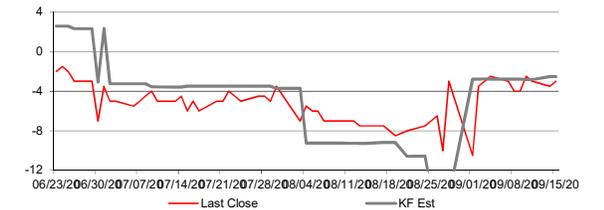
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Source: Bloomberg

Premium to Fair -0.19 Pts -0.01%



Futures Roll 3m Avg -2.46 Last 4.00 KF FV 4.10



FBMKLCI Volatility 30 Days 6.62% 60 Days 6.73% 90 Days 7.17%

