

FBMKLCI Futures daily chart



Preview

Fundamental

Expect futures to trade lower today potentially extending the selloff seen in the cautious overnight session on Wall Street ahead of the U.S. central bank's policy decision and the ongoing weakness in crude oil prices while a potential of bargain-hunting activities might cap losses. Stateside, U.S. stock markets posted a mixed close on Tuesday, as the S&P 500 and Nasdaq dipped due to a selloff in leading tech stocks ahead of a series of upcoming earnings releases amid concerns that the recent rally driven by artificial intelligence may have been overstretched and participants were exercising caution ahead of the Federal Reserve's decision on Wednesday, while closely monitoring Microsoft's financial result. Across the region, Asian bourses ended mixed on Tuesday, amid speculation participants are trimming their bets before a rush of events in coming days including major central bank decisions, key economic data and earnings from US megacap companies, while optimism waned over the Chinese government's stimulus plans further hurt sentiment. At home, the FBM KLCI was unable to sustain previous session buoyant mode to close solidly lower, weighed by profit taking activities in selected index linked heavyweights notably in utilities and financial services counters following mixed trends on overnight Wall Street and lackluster regional peers undertone. The index closed at 1,611.94, fell 12.62 points, with the top losers were YTL, YTLF, PBK, SDG and MAY shares. Futures to cash basis strengthened to 2 points premiums from 1-point premium.

Technical

Futures contract opened on a monotonous tone and traded gradually lower to end the trading session deep 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 ended 12 points lower and settled at 1,614.5, 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 selling signal while RSI indicator lingered at neutral region. Therefore, expect futures to trade rangebound with downward bias today tracking the mixed overnight U.S. equities market amid cautious stance ahead of Federal Reserve interest decision while a potential of bargain hunting activities and signals of a potential rate cut in September could limit the downside. Thus, the support and resistance can be found at 1,600.0 and 1,620.0 respectively.

IK1 Index (Generic 1st 'IK' Future) DAILY REPORT CHART Daily 30APR2024-30JUL2024 Copyright© 2024 Bloomberg Finance L.P. 30-Jul-2024 17:36:54

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	1611.94	-12.62	1629.37	1611.94	169 Mn					1637.12	1610.58	
JUL 24	1614.50	-12.00	1630.00	1613.50	17,199	7,859	-21,669	-378.48 Mn	36,802	642.81 Mn	1639.50	1611.50
AUG 24	1617.00	-9.00	1631.00	1616.00	19,343	43,013	3,230	56.5 Mn	9,676	169.26 Mn	1641.50	1616.50
SEP 24	1600.00	-9.50	1614.00	1600.00	318	2,130	-95	-1.64 Mn	1,302	22.53 Mn	1625.00	1600.00
DEC 24	1607.00	-11.50	1621.50	1607.00	93	582	-17	-3 Mn	852	14.81 Mn	1630.50	1606.50
					36,953	53,584	-18,551	-323.92 Mn	48,632	849.42 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	0.00	0.00	0.00	0.00	0.00
AUG 24	30/8/2024	4.50	0.43	4.50	0.43	4.07
Roll FV				4.50		4.07

Benchmark Indices		Relative to FBMKLCI				
Source: Bloomberg		Last	1d Chg	6m Chg	3m Chg	6m Chg
FBMKLCI		1611.94	-0.78%	6.54%	5.90%	8.75%
FBM100		12060.04	-0.61%	10.60%	2.51%	3.81%
FBMEMAS		12468.7	-0.62%	10.90%	2.68%	4.09%

Local Sector Performance againts FBMKLCI				
Sector	1d Chg	3m Chg	6m Chg	
Financial	0.04%	1.98%	-0.53%	
Plantation	0.68%	-5.75%	-6.16%	
Utilities	0.00%		0.00%	
Currencies	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.6217	-0.31%	-3.16%	-2.23%
CNYMYR	0.6383	-0.05%	-3.13%	-3.07%
Dollar Index (DXY)	104.554	-0.01%	-1.57%	1.12%
MYR to DXY		0.31%	1.64%	3.43%

World Equity Indices		Relative to FBMKLCI				
Source: Bloomberg		Last	1d Chg	6m Chg	3m Chg	6m Chg
USA						
Dow Jones		40743.33	0.50%	5.92%	5.34%	-0.59%
S&P 500		5436.44	-0.50%	10.39%	5.55%	3.61%
NASDAQ		17147.42	-1.28%	10.56%	7.07%	3.77%
Europe						
DAX		18411.18	0.49%	8.92%	0.38%	2.23%
CAC		7474.94	0.42%	-2.37%	-8.48%	-8.37%
FTSE100		8274.41	-0.22%	8.44%	-0.67%	1.78%
EURO Stoxx		514.08	0.45%	5.85%	-0.45%	-0.65%
Asia Pacific						
Nikkei 225		38525.95	0.15%	6.17%	-1.93%	-0.35%
Hang Seng		17002.91	-1.37%	9.80%	-6.42%	3.06%
Straits Times		3441.77	-0.07%	9.16%	2.20%	2.46%
KOSPI		2738.19	-0.99%	9.66%	-0.56%	2.92%
TAIEX		22223.57	0.27%	24.23%	6.53%	16.60%
S&P/ASX200		7953.18	-0.46%	3.55%	1.46%	-2.81%

U.S. markets
The S&P 500 and Nasdaq closed lower on Tuesday, weighed down by weak chip and megacap shares ahead of earnings from heavyweight tech companies this week, but the Dow managed modest gains. - Reuters

