

Fundamentals:

Hong Kong stocks rose by the most in two weeks after China signalled more pro-growth measures to steady the economy amid reopening hopes, while the central bank pledged to help overcome a slump in the local property market.

The Hang Seng Index jumped 2.7 per cent to 19,679.22 at the close of Thursday trading, the biggest one-day advance since December 8. The Tech Index soared 4.6 per cent and the Shanghai Composite retreated 0.5 per cent.

Tencent Holdings appreciated 4.1 per cent to HK\$323.80 while sportswear maker Li Ning surged 7.4 per cent to HK\$57.00. China Mengniu Dairy soared 5.8 per cent to HK\$35.75. Property developer Longfor Group added 2.5 per cent to HK\$24.45 and peer Country Garden gained 1.1 per cent to HK\$2.68.

China will step up efforts to implement growth-boosting measures, the State Council said on Wednesday. Recent Wenjue reports on factory activity and retail consumption showed China's slowdown was deepening with ING forecasting a GDP contraction this quarter. The central bank separately said it would guide lenders to help defuse risks and shore up top-tier developers.

With spending by both consumers and private businesses under strain, the government will need to step in to stimulate growth next year," said Michael Lytle, CEO of Tabula Investment Management. We are likely to see a step up in fiscal support in 2023 and more funds to ensure that the property sector is finally able to crawl out of its crisis.

Market sentiment also improved as geopolitical tensions cooled. China said that it was willing to meditate with Russia to end the Ukraine war, and signalled it was ready to improve ties with Australia following an acrimonious trade spat over the past two years.

Hopes for a wider reopening of the Hong Kong and mainland border intensified. The city's Chief Executive John Lee Ka-chiu is expected to discuss possible reopening of the border with state leaders in his first visit to Beijing this week, starting Wednesday.

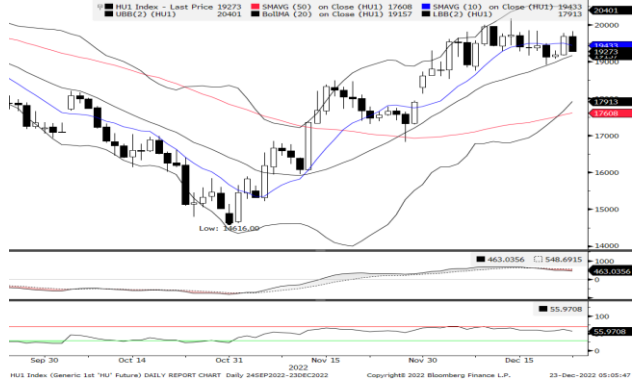
Elsewhere, CK Asset added 2.8 per cent to HK\$48.30 after tycoon Li Kasheng's flagship property company agreed to pay HK\$8.7 billion (US\$1.12 billion) for a plot of land in Kai Tak, which analysts deemed as a bargain.

Three companies started trading on Thursday. Capital Securities jumped by the 44 per cent daily limit to 10.18 yuan in Shanghai. In Hong Kong, Kazzhun, a recruitment firm backed by Tencent, was unchanged at HK\$78.05. Shanghai Chicmax Cosmetics was also closed unchanged at HK\$25.20.

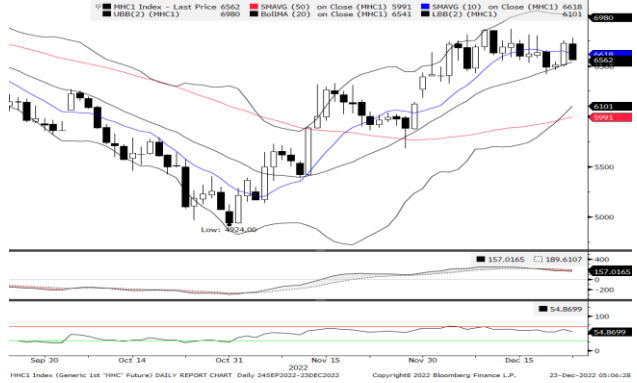
Other major Asian markets traded higher. Japan's Nikkei 225 and the ASX200 in Australia both climbed 0.5 per cent, while the benchmark in South Korea jumped 1.2 per cent.

(Source: South China Morning Post)

Mini Hang Seng Futures Daily Chart



Mini Hang Seng China Enterprise Futures Daily Chart



Contracts	Chg	Sett	High	Low
H. SENG FUT DEC 22	499	19680	19776	19158
H. SENG FUT JAN 23	506	19784	19868	19256
H. SENG FUT MAR 23	515	19851	19910	19330
H. SENG FUT JUN 23	514	19787	19818	19275
MINI H. SENG FUT DEC 22	499	19680	19774	19159
MINI H. SENG FUT JAN 23	506	19784	19870	19252
MINI H. SENG FUT MAR 23	515	19851	19921	19335
MINI H. SENG FUT JUN 23	514	19787	19859	19265
HSCEI FUT DEC 22	213	6724	6752	6493
HSCEI FUT JAN 23	212	6757	6783	6535
HSCEI FUT MAR 23	215	6814	6828	6605
HSCEI FUT JUN 23	215	6803	6809	6632
MINI HSCEI FUT DEC 22	213	6724	6752	6493
MINI HSCEI FUT JAN 23	212	6757	6784	6529
MINI HSCEI FUT MAR 23	215	6814	6834	6590
MINI HSCEI FUT JUN 23	215	6803	6828	6583

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	83.9	-0.4	86.6	83.35
**Tencent Holdings Ltd	323.8	12.8	325.8	316.4
*HSBC Holdings PLC	48.2	0.7	48.25	47.9
**China Construction Bank Corp	4.71	0.07	4.71	4.66
**Ping An Insurance Group	50.5	0.65	51	50.15
**Meituan	186.2	12	186.8	178.2
*Hong Kong Exchanges & Clearing Ltd	337.4	9.6	341.8	335
**Alibaba Group Holdings Ltd	87.9	3.45	89.15	86.45
**Xiaomi Corp	11.02	0.46	11.06	10.7
**ICBC	3.88	0.06	3.89	3.84

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	52.35	1.1	53.25	50.55
**China Mobile Ltd	52	0.7	52.3	51.7
**Bank of China Ltd	2.8	0.04	2.8	2.77
*Techtronic Industries Co Ltd	89.1	1.5	92.05	88.35
*CK Hutchison Holdings Ltd	46.4	0.9	46.55	46.05
*Link REIT	56.35	1.2	56.55	55.75
*CLP Holding Ltd	56.1	0.75	56.35	55.4
**Geely Automobile Holdings Ltd	11.96	0.4	12.06	11.76
**CNOOC Ltd	9.81	-0.01	9.93	9.77
**ANTA Sports Products Ltd	102.4	4.8	104.9	99.15

Global Equity Indices	Close	Change	High	Low
Hang Seng	19679.22	518.73	19735	19475.68
HSCEI	6716.32	216.14	6734.45	6617.32
Shanghai Comp Index	3054.43	-13.979	3096.25	3044.599
Nikkei 225	26507.9	120.15	26585.3	26399.31
KOSPI	2356.73	27.78	2356.73	2335.75
S&P/ASX200	7152.51	37.414	7167.2	7115.1
DJIA	33027.5	-348.99	33233.4	32573.43
S&P 500	3820.22	-58.22	3853.26	3764.49
NASDAQ	10476.1	-233.25	10599.3	10313.32
DAX	13914.1	-183.75	14160.9	13890.54
CAC	6517.97	-0.95	6614.35	6503.88
FTSE100	7469.28	-28.04	7540.31	7463.54

Technical Analysis

Mini Hang Seng

1st Resistance:	19975	2nd Resistance:	20270
1st Support:	19385	2nd Support:	19090
MACD:	502.194		
MACD DIFF:	-67.8243		
RSI:	61.8835		

Mini Hang Seng China Enterprise

1st Resistance:	6825	2nd Resistance:	6926
1st Support:	6623	2nd Support:	6522
MACD:	171.025		
MACD DIFF:	-26.691		
RSI:	60.679		

Strategy:

Mini Hang Seng:	Long: Profit target: 19385	Stop-loss: 19579	19288	Long: Profit target: 19090	Stop-loss: 19280	18994
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	Short: Profit target: 19975	Stop-loss: 19775	20075	Short: Profit target: 20270	Stop-loss: 20068	20372
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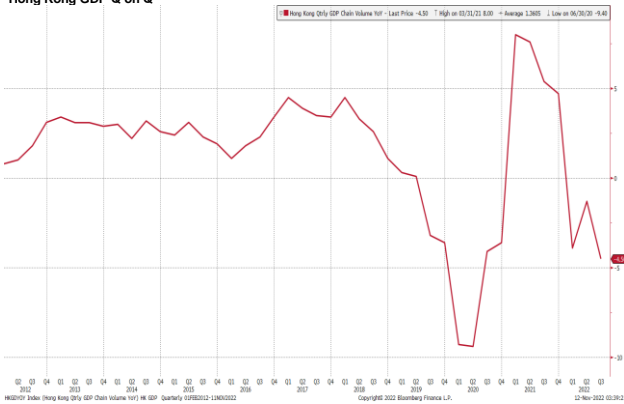
Mini Hang Seng China Enterprise:	Long: Profit target: 6623	Stop-loss: 6689	6590	Long: Profit target: 6522	Stop-loss: 6588	6490
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	Short: Profit target: 6825	Stop-loss: 6757	6859	Short: Profit target: 6926	Stop-loss: 6856	6960
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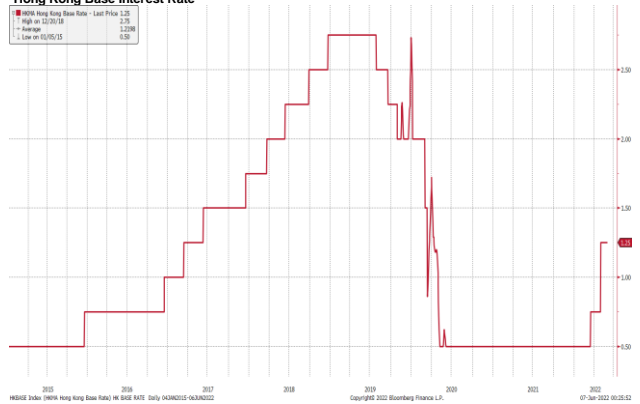
Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
12/21/2022 16:30	BoP Current Account Balance	3Q	--	\$115.84b	\$30.90b	\$30.04b
12/21/2022 16:30	BoP Overall	3Q	--	-\$138.39b	-\$159.81b	--
12/29/2022 16:30	Exports YoY	Nov	-14.70%	--	-10.40%	--
12/29/2022 16:30	Imports YoY	Nov	-13.00%	--	-11.90%	--
12/29/2022 16:30	Trade Balance HKD	Nov	--	--	-20.9b	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
12/22/2022 09:00	Swift Global Payments CNY	Nov	--	--	2.13%	--
12/21/2022 12:23	FDI YTD YoY CNY	Nov	--	--	14.40%	--
12/23/2022 10:35	China Plans to Sell CNY 182-Day Bills					
12/27/2022 09:30	Industrial Profits YTD YoY	Nov	--	--	-3.00%	--
12/27/2022 09:30	Industrial Profits YoY	Nov	--	--	--	--

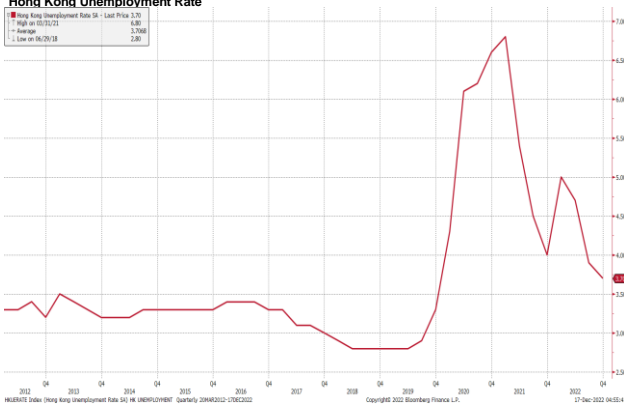
Hong Kong GDP Q on Q



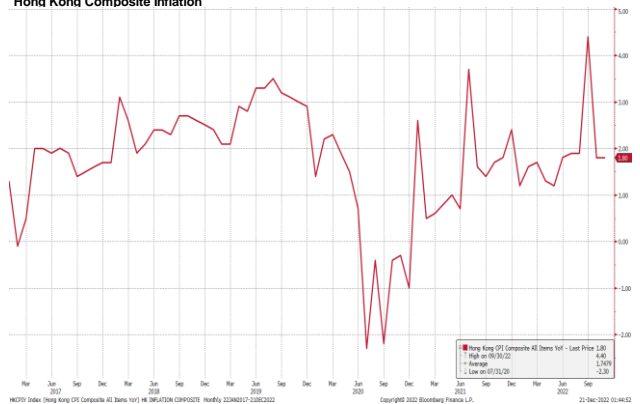
Hong Kong Base Interest Rate



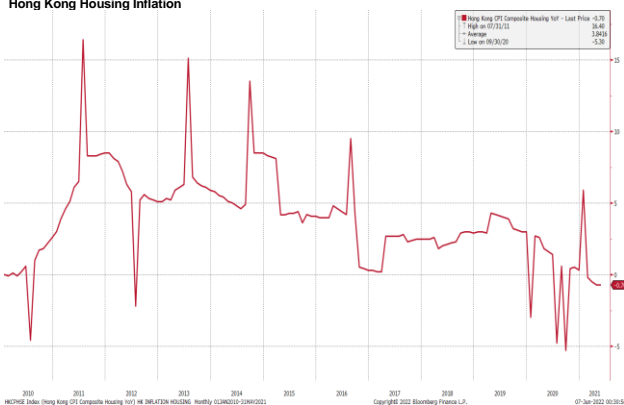
Hong Kong Unemployment Rate



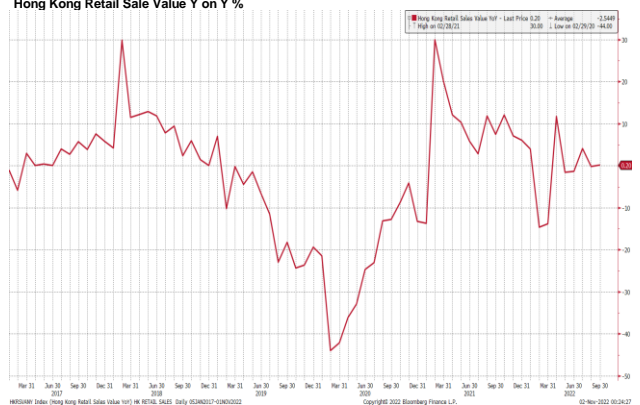
Hong Kong Composite Inflation



Hong Kong Housing Inflation



Hong Kong Retail Sale Value Y on Y %



(Source: Bloomberg)

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