

Fundamentals:

Hong Kong stocks completed the best start to a year in more than two decades as investors embraced risk in China reopening playbook. Mainland Chinese developers surged after China announced more supportive measures to bail out the industry.

The Hang Seng Index rose 6.1 per cent for the week to 20,991.64 at the close of Friday trading, lifting the benchmark index to a six-month high. The Tech Index jumped 7.3 per cent from a week ago, while the Shanghai Composite Index added 2.9 per cent.

Alibaba surged 17.2 per cent during the week to HK\$101.60 while Tencent jumped 10 per cent to HK\$349.40, while Baidu jumped 14 per cent to HK\$127.30 as China signaled an end to the regulatory crackdown on internet companies. Policy support also drove gains in developers Country Garden and Longfor, which both soared 13 per cent to HK\$3.03 and HK\$27.50, respectively.

The Hang Seng's winning run of 6.1 per cent this week is the strongest start to a year since the benchmark rose 6.7 per cent in the first week of 1999, according to Bloomberg data.

The People's Bank of China will allow local governments to lower mortgage rates for firsttime house buyers if new home prices drop for three consecutive months, it said in a statement on Thursday. The directive added to a slew of policy accommodation since Beijing unveiled a 16-point plan in November to restore confidence in the local housing market.

The Hang Seng Index has risen almost 12 per cent since December 7, when China substantially abandoned its stringent Covid-19 control measures and began moves to reopen its borders. That helped restore more than US\$350 billion of market value in the Hong Kong market.

Elsewhere, Sichuan Biokin Pharmaceutical debuted in Shanghai on Friday and surged 34 per cent to 37.65 yuan.

Markets in the Asia-Pacific region traded higher, with benchmarks in Japan, South Korea and Australia rising by 0.6 per cent to 1.1 per cent.

(Source: South China Morning Post)

Contracts	Chg	Sett	High	Low
H. SENG FUT JAN 23	-147	21070	21409	20938
H. SENG FUT FEB 23	-139	21139	21450	21022
H. SENG FUT MAR 23	-135	21153	21428	21050
H. SENG FUT JUN 23	-148	21094	21369	21090
MINI H. SENG FUT JAN 23	-147	21070	21407	20939
MINI H. SENG FUT FEB 23	-139	21139	21466	21020
MINI H. SENG FUT MAR 23	-135	21153	21475	21020
MINI H. SENG FUT JUN 23	-148	21094	21415	21000
HSCEI FUT JAN 23	-61	7165	7308	7127
HSCEI FUT FEB 23	-60	7194	7322	7158
HSCEI FUT MAR 23	-59	7225	7346	7203
HSCEI FUT JUN 23	-62	7214	7332	7208
MINI HSCEI FUT JAN 23	-61	7165	7306	7128
MINI HSCEI FUT FEB 23	-60	7194	7330	7160
MINI HSCEI FUT MAR 23	-59	7225	7362	7188
MINI HSCEI FUT JUN 23	-62	7214	7350	7200

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	88.2	-0.9	88.95	86.5
**Tencent Holdings Ltd	349.4	1.6	359.4	346.8
*HSBC Holdings PLC	52.2	0.95	52.65	51.95
**China Construction Bank Corp	4.99	0	5.05	4.99
**Ping An Insurance Group	56.35	0.95	57	55.5
**Meituan	182.7	-8.1	192.6	181.6
*Hong Kong Exchanges & Clearing Ltd	362.4	0.6	366	358.2
**Alibaba Group Holdings Ltd	101.6	2	102.7	99.7
**Xiaomi Corp	11.24	-0.38	11.78	11.2
**ICBC	4.13	-0.01	4.18	4.12

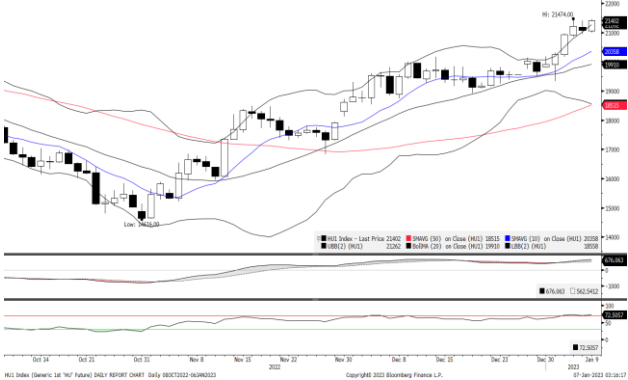
Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	66.05	-1.45	68.2	65
**China Mobile Ltd	53.25	-0.45	53.95	53.25
**Bank of China Ltd	2.9	0.02	2.91	2.87
*Techtronic Industries Co Ltd	88.5	-1.55	90.2	86.95
*CK Hutchison Holdings Ltd	48.55	-0.1	48.95	48.3
*Link REIT	59.05	-1.8	61	58.8
*CLP Holding Ltd	57.25	-0.4	58	56.85
**Geely Automobile Holdings Ltd	11.94	-0.44	12.48	11.84
**CNOOC Ltd	10	0.03	10.08	9.97
**ANTA Sports Products Ltd	104.9	-3	109.9	104.1

Global Equity Indices	Close	Change	High	Low
Hang Seng	20991.64	-60.53	21282.7	20862.77
HSCEI	7143.64	-28.79	7260.6	7099.89
Shanghai Comp Index	3157.64	2.42	3170.74	3151.841
Nikkei 225	25973.9	153.05	26034.1	25719.61
KOSPI	2289.97	25.32	2300.62	2253.27
S&P/ASX200	7109.59	45.965	7116.8	7062
DJIA	33630.6	700.53	33710.7	32997.39
S&P 500	3895.08	86.98	3906.19	3809.56
NASDAQ	10569.3	264.05	10604.1	10265.04
DAX	14610	173.71	14610.2	14388.98
CAC	6860.95	1.47	6860.95	6757.46
FTSE100	7699.49	66.04	7700.81	7633.45

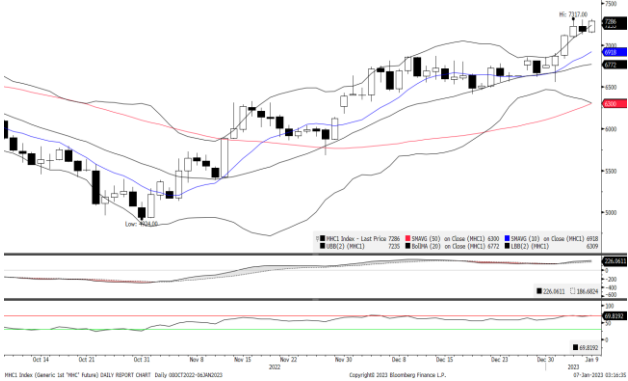
HONG KONG INDEX FUTURES DAILY PREVIEW

Date Prepared : 09/Jan/2023

Mini Hang Seng Futures Daily Chart



Mini Hang Seng China Enterprise Futures Daily Chart



Technical Analysis

Mini Hang Seng

1st Resistance:	21386	2nd Resistance:	21702
1st Support:	20754	2nd Support:	20438
MACD:	629.430		
MACD DIFF:	95.4427		
RSI:	70.0672		

Mini Hang Seng China Enterprise

1st Resistance:	7272	2nd Resistance:	7380
1st Support:	7058	2nd Support:	6950
MACD:	209.139		
MACD DIFF:	32.379		
RSI:	67.3204		

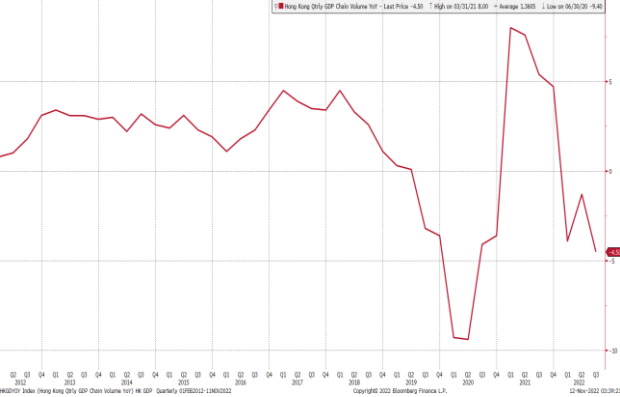
Strategy:

Mini Hang Seng:	Long: Profit target: 20754	Stop-loss: 20961	20650	Long: Profit target: 20438	Stop-loss: 20642	20336
	Short: Profit target: 21386	Stop-loss: 21172	21493	Short: Profit target: 21702	Stop-loss: 21485	21811
Mini Hang Seng China Enterprise:	Long: Profit target: 7058	Stop-loss: 7128	7022	Long: Profit target: 6950	Stop-loss: 7020	6915
	Short: Profit target: 7272	Stop-loss: 7200	7309	Short: Profit target: 7380	Stop-loss: 7306	7417

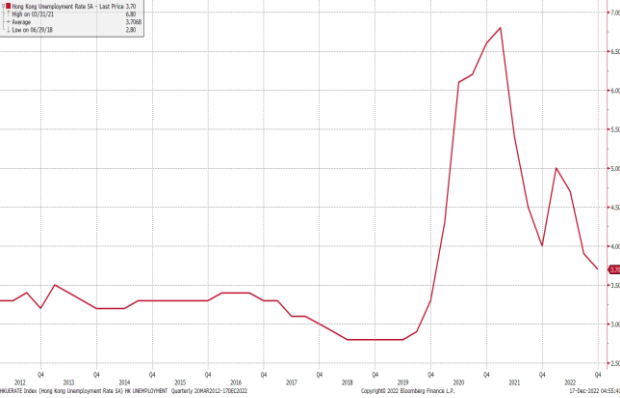
Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
01/05/2023 08:30	S&P Global Hong Kong PMI	Dec	--	49.6	48.7	--
01/06/2023	Foreign Reserves	Dec	--	\$424.0b	\$423.2b	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
01/05/2023 09:45	Caixin China PMI Composite	Dec	--	48.3	47	--
01/05/2023 09:45	Caixin China PMI Services	Dec	46.8	48	46.7	--
01/07/2023	Foreign Reserves	Dec	\$3150.00b	--	\$3117.49b	--
01/09/2023 01/15	Aggregate Financing CNY	Dec	1600.0b	--	1990.0b	1987.4b
01/09/2023 01/15	New Yuan Loans CNY	Dec	1150.0b	--	1210.0b	1213.6b
01/09/2023 01/15	Money Supply M2 YoY	Dec	12.40%	--	12.40%	--
01/09/2023 01/15	Money Supply M1 YoY	Dec	4.80%	--	4.60%	--
01/09/2023 01/15	Money Supply M0 YoY	Dec	--	--	14.10%	--
01/11/2023 01/18	FDI YTD YoY CNY	Dec	--	--	9.90%	--
01/12/2023 09:30	PPI YoY	Dec	-0.10%	--	-1.30%	--
01/12/2023 09:30	CPI YoY	Dec	1.80%	--	1.60%	--

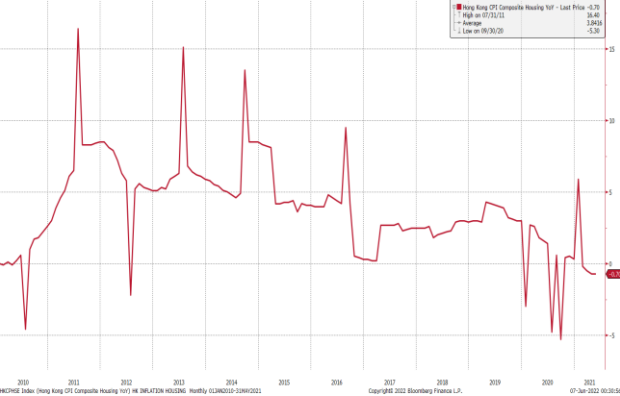
Hong Kong GDP Q on Q



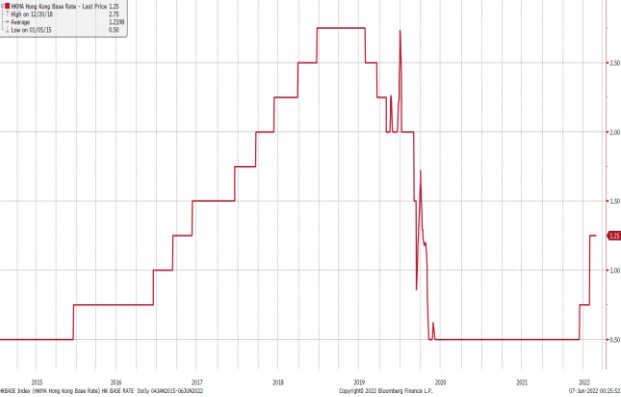
Hong Kong Unemployment Rate



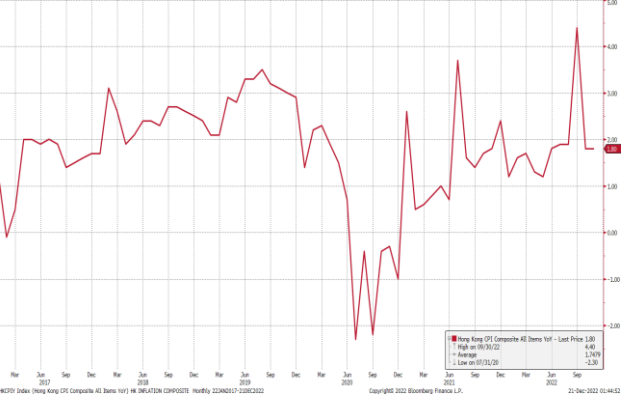
Hong Kong Housing Inflation



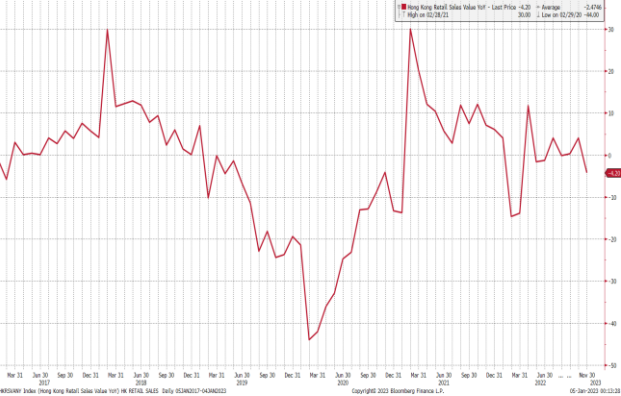
Hong Kong Base Interest Rate



Hong Kong Composite Inflation



Hong Kong Retail Sale Value Y on Y %



(Source: Bloomberg)

Kenanga Futures Sdn Bhd (353603-X)

Dealing Desk: (603) 2172 3820 Fax: (603) 2172 2729 Email: futures@kenanga.com.my

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