

### Fundamentals:

Hong Kong stocks completed a third weekly loss amid concerns escalating US-China geopolitical spat will sap appetite for riskier assets. Lenovo Group slumped after a poor earnings report, suggesting a weak recovery in China's domestic consumption.

The Hang Seng Index fell 1.3 per cent to 20,719.81 at the close of Friday trading, bringing the losses this week to 2.2 per cent. The Tech Index dropped 2.5 per cent, while the Shanghai Composite Index shed 0.8 per cent.

Meituan lost 2.8 per cent to HK\$144.20, and Alibaba Group slipped 2.6 per cent to HK\$99.45. Baidu retreated 4.6 per cent to HK\$141.30. WuXi Biologics tumbled 2.1 per cent to HK\$56.65. Lenovo, the world's biggest PC maker, tumbled 3.1 per cent to HK\$6.78, after profit fell for the first time in almost three years and revenue shrank last quarter.

China Renaissance Holdings, a financial services group, sank 28 per cent to HK\$7.18, the most since its listing in September 2018, after saying that it could not contact its chairman, CEO and controlling shareholder Bao Fan, according to a stock exchange filing.

China imposed fines and sanctions on Lockheed Martin and a subsidiary of Raytheon Technologies, adding the US defence equipment makers to a list of "unreliable entities" for selling weapons to Taiwan. The move added to a series of alleged "spy balloon" incidents in recent weeks.

Hong Kong stocks have lost more than 8 per cent since the rally from late October peaked on January 27. Sentiment weakened this week after a US government report showed higher producer and consumer prices, renewing concerns about a premature downshift in the Federal Reserve policy tightening.

Sands China retreated 3.1 per cent to HK\$28.15 before its December quarter report cards. The Macau casino operator likely suffered a 40 per cent drop in earnings, according to consensus among analysts tracked by Bloomberg.

Electronic component maker Lierda Science and Technology jumped 40 per cent to 6.98 yuan on the first day of trading in Beijing. Auto-parts maker Yantai Yatong Precision Mechanical debuted with a 44 per cent surge to 41.89 yuan in Shanghai.

Other major Asian markets traded lower. Japan's Nikkei 225 slipped 0.7 per cent, while South Korea's Kospi retreated 1 per cent and Australia's S&P/ASX 200 lost 0.9 per cent.

(Source: South China Morning Post)

### Mini Hang Seng Futures Daily Chart



### Mini Hang Seng China Enterprise Futures Daily Chart



### Technical Analysis

#### Mini Hang Seng

1st Resistance: 20950      2nd Resistance: 21259  
1st Support: 20330      2nd Support: 20021  
MACD: -52.700  
MACD DIFF: -191.098  
RSI: 39.7319

#### Mini Hang Seng China Enterprise

1st Resistance: 7067      2nd Resistance: 7172  
1st Support: 6859      2nd Support: 6754  
MACD: -33.852  
MACD DIFF: -70.193  
RSI: 39.9213

### Strategy:

**Mini Hang Seng:**  
Long: Profit target: 20534      Stop-loss: 20229      Long: Profit target: 20021      Stop-loss: 19921

Short: Profit target: 20950      Stop-loss: 20740      Short: Profit target: 21259      Stop-loss: 21365

**Mini Hang Seng China Enterprise:**  
Long: Profit target: 6927      Stop-loss: 6824      Long: Profit target: 6754      Stop-loss: 6720

Short: Profit target: 7067      Stop-loss: 6997      Short: Profit target: 7172      Stop-loss: 7208

Contracts	Chg	Sett	High	Low
H. SENG FUT FEB 23	-367	20640	21087	20634
H. SENG FUT MAR 23	-366	20632	21043	20628
H. SENG FUT JUN 23	-371	20549	20954	20550
H. SENG FUT SEP 23	-367	20640	21087	20634
MINI H. SENG FUT FEB 23	-367	20640	21087	20634
MINI H. SENG FUT MAR 23	-366	20632	21062	20628
MINI H. SENG FUT JUN 23	-371	20549	20955	20555
MINI H. SENG FUT SEP 23	-367	20640	21087	20634
HSCEI FUT FEB 23	-140	6963	7140	6963
HSCEI FUT MAR 23	-139	6991	7158	6991
HSCEI FUT JUN 23	-139	6964	7118	6967
HSCEI FUT SEP 23	-140	6963	7140	6963
MINI HSCEI FUT FEB 23	-140	6963	7139	6962
MINI HSCEI FUT MAR 23	-139	6991	7160	6992
MINI HSCEI FUT JUN 23	-139	6964	7113	6962
MINI HSCEI FUT SEP 23	-140	6963	7139	6962

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	83.65	-1.55	84.7	83.6
**Tencent Holdings Ltd	373.8	-8.8	387.4	373
*HSBC Holdings PLC	58.2	0.1	58.3	58
**China Construction Bank Corp	4.94	0.01	4.97	4.92
**Ping An Insurance Group	57.05	-0.4	57.95	56.65
**Meituan	144.2	-4.1	149.8	144.1
*Hong Kong Exchanges & Clearing Ltd	330.8	-3.8	336.4	330
**Alibaba Group Holdings Ltd	99.45	-2.65	102.9	99.45
**Xiaomi Corp	12.7	-0.44	13.22	12.66
**ICBC	4	0.02	4.04	3.98

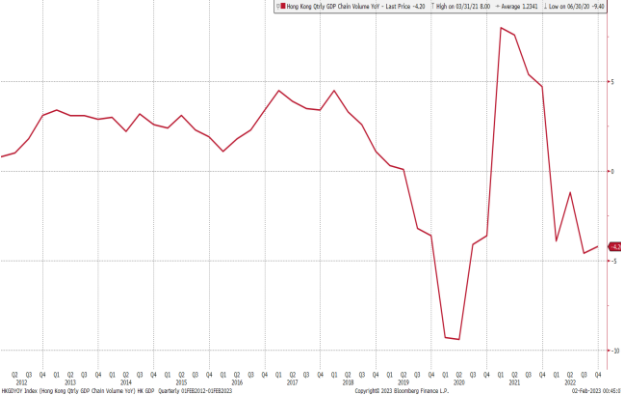
Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	56.65	-1.2	58.2	55.95
**China Mobile Ltd	57.35	-0.4	58	57.35
**Bank of China Ltd	2.93	0	2.94	2.92
*Techtronic Industries Co Ltd	100.8	-2.3	104.2	100.1
*CK Hutchison Holdings Ltd	47.8	-0.1	48.25	47.55
*Link REIT	53.05	-0.7	54.1	53
*CLP Holding Ltd	56.2	-0.5	56.8	56.15
**Geely Automobile Holdings Ltd	11.56	-0.14	11.9	11.52
**CNOOC Ltd	11.36	-0.02	11.5	11.32
**ANTA Sports Products Ltd	104.6	-0.5	106.2	103.1

Global Equity Indices	Close	Change	High	Low
Hang Seng	20719.81	-267.86	21056.7	20703.74
HSCEI	6991.27	-98.68	7128.6	6986.52
Shanghai Comp Index	3224.02	-25.006	3262.47	3223.258
Nikkei 225	27513.1	-183.31	27608.6	27466.61
KOSPI	2451.21	-24.27	2471.51	2445.74
S&P/ASX200	7346.77	-63.548	7413.6	7346.8
DJIA	33826.7	129.84	33846.6	33517.73
S&P 500	4079.09	-11.32	4081.51	4047.95
NASDAQ	11787.3	-68.56	11803.2	11673.21
DAX	15482	-51.64	15514.7	15300.42
CAC	7347.72	-0.25	7368	7267.77
FTSE100	8004.36	-8.17	8012.53	7957.69

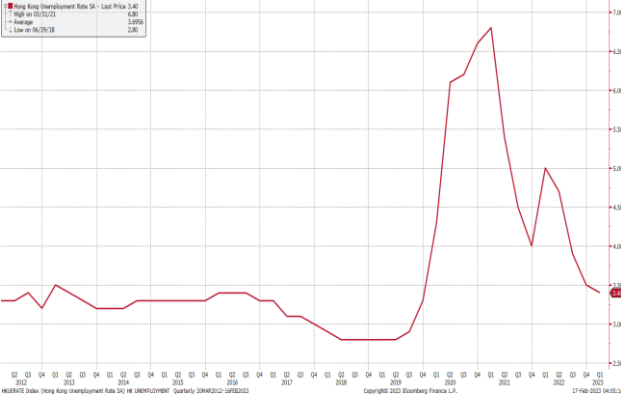
Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
02/22/2023	GDP SA QoQ	4Q F	--	--	0.00%	--
02/22/2023	GDP YoY	4Q F	--	--	-4.20%	--
02/22/2023	GDP Annual YoY	2022	--	--	-3.50%	--
02/23/2023 16:30	CPI Composite YoY	Jan	2.10%	--	2.00%	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
02/17/2023 02:20	FDI YTD YoY CNY	Jan	--	--	6.30%	--
02/20/2023 09:15	5-Year Loan Prime Rate	Feb-20	4.30%	--	4.30%	--
02/20/2023 09:15	1-Year Loan Prime Rate	Feb-20	3.65%	--	3.65%	--
02/24/2023 10:00	Bloomberg Feb. China Economic Survey					

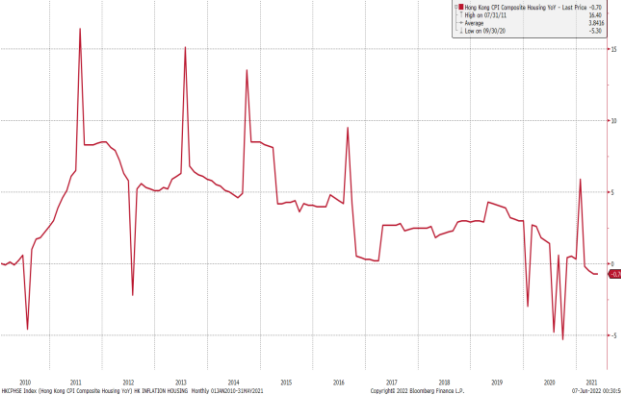
### Hong Kong GDP Q on Q



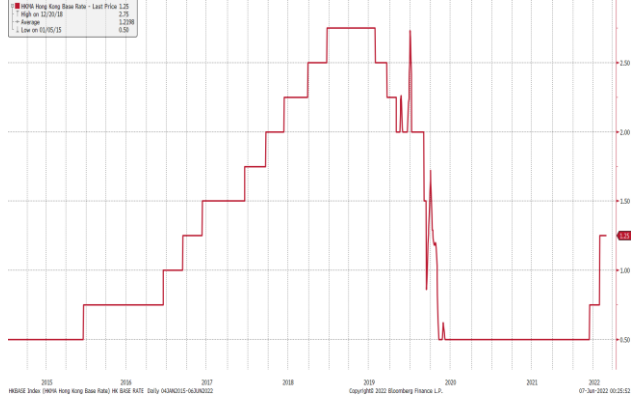
### Hong Kong Unemployment Rate



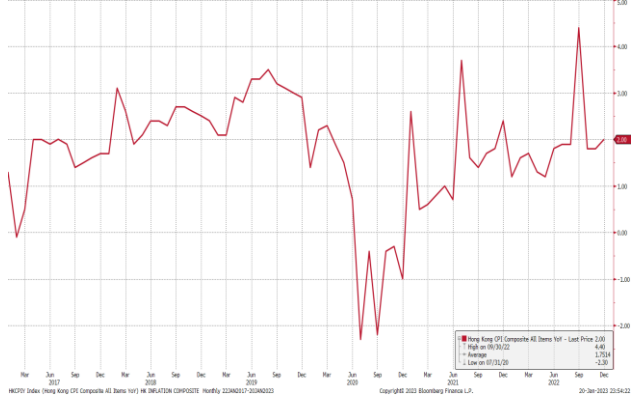
### Hong Kong Housing Inflation



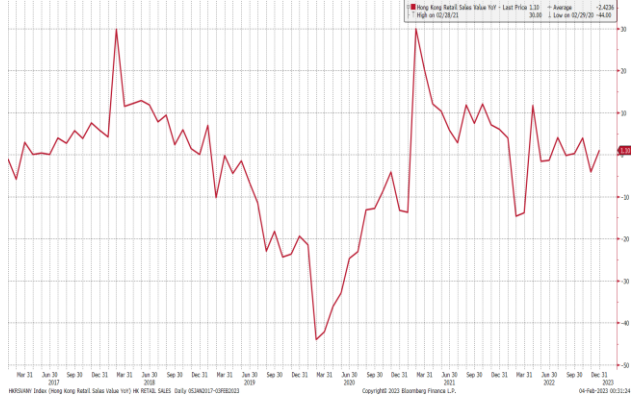
### Hong Kong Base Interest Rate



### Hong Kong Composite Inflation



### Hong Kong Retail Sales Value Y on Y %



(Source: Bloomberg)

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