

**Fundamentals:**

Hong Kong stocks rose after China's top leadership vowed to keep opening the economy to foreign investors amid headwinds, reassuring global funds that have ploughed more than US\$25 billion into the local equity market this year.

The Hang Seng Index gained 1.1 per cent to 19,784.65 closing of trade. The Tech Index climbed 0.9 per cent while the Shanghai Composite Index slipped 0.3 per cent.

Tencent surged 4.2 per cent to HK\$378 while Chow Tai Fook Jewellery Group jumped 2.4 per cent to HK\$15.58. Meituan added 2.3 per cent to HK\$134.40, Hansoh Pharmaceuticals jumped 2.2 per cent to HK\$13.84 while HSBC added 1.5 per cent to HK\$52.40.

Limiting gains, Tingyi tumbled 10.4 per cent to HK\$12.70 after earnings in 2022 slumped 31 per cent, in the noodle maker's first report card since joining the benchmark index in December.

China's biggest companies, tracked by the CSI 300 Index of onshore stocks, trade at about 12 times price-earnings multiple, the cheapest since 2018, according to Bloomberg data.

Premier Li Qiang said China's economy will stay open "no matter what happens" in a message to global CEOs including Apple's Tim Cook and Bridgewater Associates' Ray Dalio at a forum in Beijing this week. "No matter how the international situation changes, China will unwaveringly keep expanding our opening up," Li said.

Foreign investors bought US\$2.1 billion worth of yuan-denominated stocks in the five days to March 27, the biggest weekly inflow since end-January, according to data compiled by Morgan Stanley. The net purchases took the tally this year to more than US\$25 billion.

Still, mainland funds have remained cautious about the strength of China's post-Covid consumption recovery. Bullish forecasts by China analysts at Wall Street banks have gone unheeded as a housing-market rebound remains subdued and the US banking crisis weighed on sentiment, Goldman Sachs said after meeting mainland Chinese clients on recent trips.

Elsewhere, BYD rose 1.3 per cent to HK\$210.80, Nongfu Spring advanced 0.9 per cent to HK\$45.90, China Southern Airlines jumped 0.9 per cent to HK\$5.47, while WH Group slid 0.2 per cent to HK\$4.47. The companies are set to publish their latest earnings reports later today.

Two stocks started trading for the first time. Equipment maker Zhuhai Kles Technology surged 38 per cent to 88.10 yuan in Shenzhen. Fast-food operator DPC Dash slipped 0.1 per cent to HK\$45.95 in Hong Kong.

Key Asian markets advanced. The Nikkei 225 in Japan added 0.2 per cent and the S&P ASX 200 Index in Australia rose 1 per cent, while the Kospi in South Korea gained 1.1 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: 20081      2nd Resistance: 20378  
 1st Support: 19487      2nd Support: 19190  
 MACD: -255.627  
 MACD DIFF: 75.4072  
 RSI: 47.6873

*Mini Hang Seng China Enterprise*

1st Resistance: 6830      2nd Resistance: 6931  
 1st Support: 6628      2nd Support: 6527  
 MACD: -70.370  
 MACD DIFF: 34.490  
 RSI: 49.1011

**Strategy:**

*Mini Hang Seng:* Long: Profit target: 19487    Stop-loss: 19682    19390      Long: Profit target: 19190    Stop-loss: 19382    19095

Short: Profit target: 20081    Stop-loss: 20181      Short: Profit target: 20378    Stop-loss: 20174    20479

*Mini Hang Seng China Enterprise:*

Long: Profit target: 6628    Stop-loss: 6694    6595      Long: Profit target: 6527    Stop-loss: 6592    6494

Short: Profit target: 6830    Stop-loss: 6762    6864      Short: Profit target: 6931    Stop-loss: 6862    6966

Contracts	Chg	Sett	High	Low
H. SENG FUT MAR 23	181	19784	19894	19532
H. SENG FUT APR 23	183	19841	19950	19595
H. SENG FUT JUN 23	189	19700	19808	19450
H. SENG FUT SEP 23	181	19784	19894	19532
MINI H. SENG FUT MAR 23	181	19784	19895	19533
MINI H. SENG FUT APR 23	183	19841	19950	19594
MINI H. SENG FUT JUN 23	189	19700	19806	19455
MINI H. SENG FUT SEP 23	181	19784	19895	19533
HSCEI FUT MAR 23	75	6729	6772	6632
HSCEI FUT APR 23	76	6753	6793	6656
HSCEI FUT JUN 23	75	6710	6731	6624
HSCEI FUT SEP 23	75	6729	6772	6632
MINI HSCEI FUT MAR 23	75	6729	6770	6633
MINI HSCEI FUT APR 23	76	6753	6792	6656
MINI HSCEI FUT JUN 23	75	6710	6733	6619
MINI HSCEI FUT SEP 23	75	6729	6770	6633

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	81.85	1.3	82.6	80.75
**Tencent Holdings Ltd	378.2	15.4	381	366.8
*HSBC Holdings PLC	52.65	1	53.05	52
**China Construction Bank Corp	5.05	0.06	5.07	4.97
**Ping An Insurance Group	51.25	0.55	52	50.75
**Meituan	134.6	3.2	136.6	128
*Hong Kong Exchanges & Clearing Ltd	334.4	1.2	339.6	330.6
**Alibaba Group Holdings Ltd	84.25	-1	85.65	83.3
**Xiaomi Corp	12.14	0.14	12.22	11.8
**ICBC	4.23	0.05	4.26	4.18

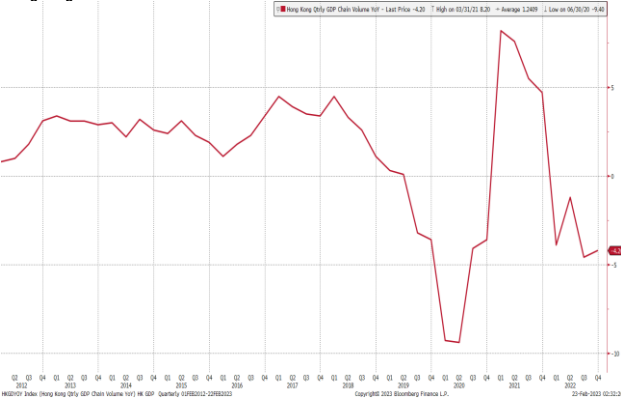
Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	48.3	-0.75	49.25	47.55
**China Mobile Ltd	62.15	-0.25	62.55	61.85
**Bank of China Ltd	3.01	0.03	3.03	2.98
*Techtronic Industries Co Ltd	84.2	0	85.3	83.85
*CK Hutchison Holdings Ltd	48.9	0.35	49	48.35
*Link REIT	50.05	-0.3	50.5	49.35
*CLP Holding Ltd	56.4	0.4	56.6	55.55
**Geely Automobile Holdings Ltd	9.97	0.19	10.06	9.77
**CNOOC Ltd	11.46	0.2	11.54	11.32
**ANTA Sports Products Ltd	112.9	1.1	113.6	111.9

Global Equity Indices	Close	Change	High	Low
Hang Seng	19784.65	216.96	19875.1	19559.47
HSCEI	6729.76	81.08	6762.54	6645.42
Shanghai Comp Index	3245.38	-6.021	3264.1	3241.737
Nikkei 225	27518.3	41.38	27603.5	27432.76
KOSPI	2434.94	25.72	2434.94	2415.34
S&P/ASX200	7034.09	72.106	7047.4	6962
DJIA	32394.3	-37.83	32551	32295.5
S&P 500	3971.27	-6.26	3979.2	3951.53
NASDAQ	11716.1	-52.76	11752.8	11635.03
DAX	15142	14.34	15261.5	15103.76
CAC	7088.34	0.14	7154.56	7066.27
FTSE100	7484.25	12.48	7524.55	7464.61

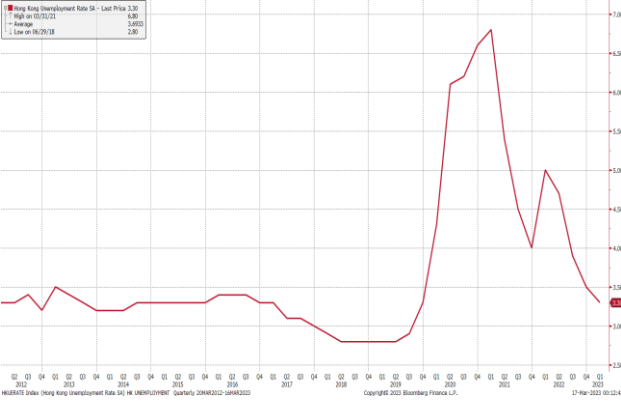
Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
03/31/2023 16:30	Retail Sales Value YoY	Feb	16.40%	--	7.00%	--
03/31/2023 16:30	Retail Sales Volume YoY	Feb	--	--	5.10%	--
03/31/2023 16:30	Budget Balance HKD	Feb	--	--	61.0b	--
03/31/2023	Money Supply M3 HKD YoY	Feb	--	--	1.60%	--
03/31/2023	Money Supply M1 HKD YoY	Feb	--	--	-16.20%	--
03/31/2023	Money Supply M2 HKD YoY	Feb	--	--	1.60%	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
03/31/2023 09:30	Composite PMI	Mar	--	--	56.4	--
03/31/2023 09:30	Manufacturing PMI	Mar	51.6	--	52.6	--
03/31/2023 09:30	Non-manufacturing PMI	Mar	55	--	56.3	--
03/31/2023	BoP Current Account Balance	4Q F	--	--	\$106.8b	--
04/03/2023 09:45	Cixin China PMI Mfg	Mar	51.5	--	51.6	--

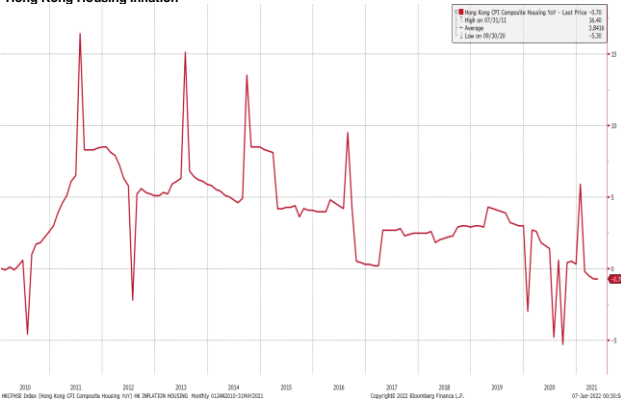
### Hong Kong GDP Q on Q



### Hong Kong Unemployment Rate



### Hong Kong Housing Inflation



(Source: Bloomberg)

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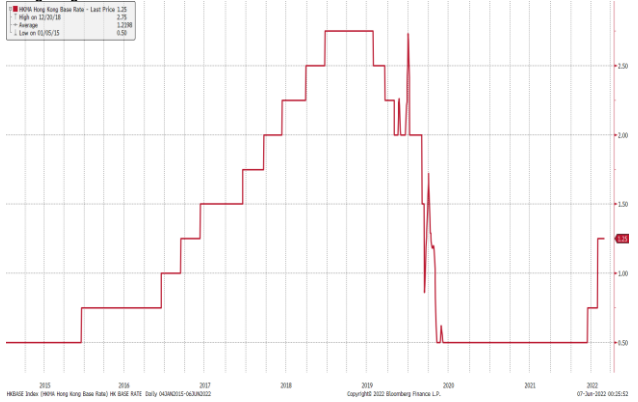
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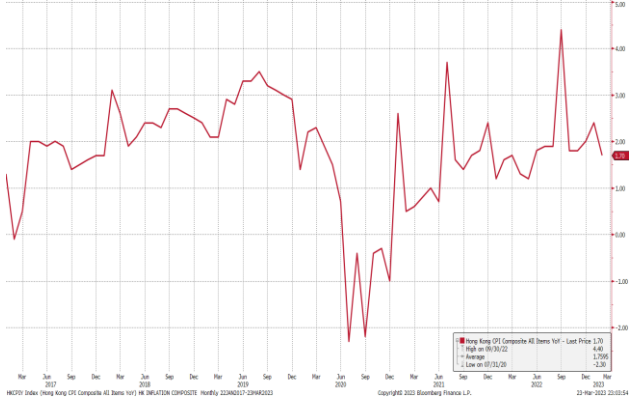
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### Hong Kong Base Interest Rate



### Hong Kong Composite Inflation



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

