

Fundamentals:

Hong Kong stocks hovered around a three-week high on concern China's cybersecurity probe into US memory-chip maker Micron Technology will escalate tensions between Beijing and Washington and as a slew of earnings disappointments sapped risk appetite.

The Hang Seng Index rose less than 0.1 per cent to 20,409.18 at the close, after falling as much as 0.9 per cent. The Hang Seng Tech Index shed less than 0.1 per cent, and the Shanghai Composite Index added 0.7 per cent.

ErnieBot developer Baidu slumped 2.1 per cent to HK\$145.60 after Italy started an investigation into OpenAI, the operator of ChatGPT, for data privacy and suspended data collection by the platform. Alibaba Group Holding slid 1.8 per cent to HK\$98.55, rival JD.com lost 1.3 per cent to HK\$169.370 and Meituan retreated 2.4 per cent to HK\$140. Chinese chip maker Semiconductor Manufacturing International Corp rallied 7.5 per cent to HK\$20 on optimism that the Micron investigation will further boost the nation's technology self-reliance.

The 928 companies on the MSCI Asia-Pacific Index excluding Japan, or 93 per cent of the total constituents on the gauge, posted a 22 per cent year-on-year profit decline for the fourth quarter, according to Goldman Sachs in a report released on Saturday. Full-year profits dropped 1 per cent, it said. Country Garden Holdings, Haier Smart Home and Citic were among the members of the Hang Seng gauge whose results trailed estimates last week.

In the latest sign of a flare-up in the China-US tensions, the Cyber Security Review Office under the Cyberspace Administration of China (CAC) said on Friday evening that it would launch a security review of Micron, the first ever into a foreign company by the Chinese internet regulator. The move is widely seen as China's retaliation against US's sanctions on technology exports to the Asian nation.

The headwinds may jeopardise a rally that drove the Hang Seng Index up by 3.1 per cent in the first quarter on optimism that Beijing's regulatory crackdown on technology firms had run its course, while a sweeping overhaul of Alibaba's business structure was firm boosting the valuation of the e-commerce giant.

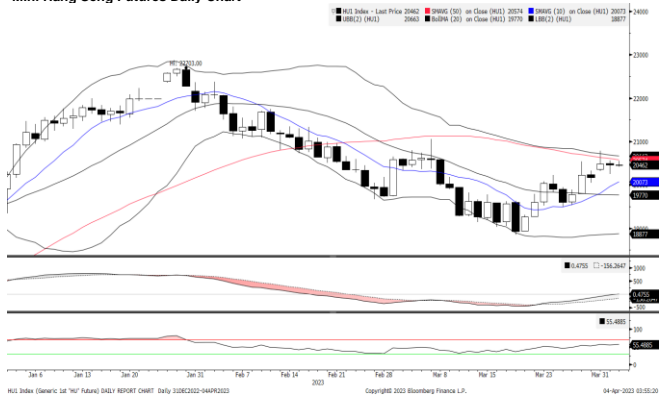
CNOOC rallied 2.4 per cent to HK\$11.94 and PetroChina added 1.5 per cent to HK\$4.72 after Opec (the Organisation of the Petroleum Exporting Countries) announced it will cut oil production by more than 1 million barrels a day.

Macau casino stocks also rallied after gaming revenue rose to a three-year high of 12.7 billion patacas (US\$1.6 billion) in March on an inflow of mainland tourists. Sands China advanced 7 per cent to HK\$29.20, and Galaxy Entertainment Group gained 5.9 per cent to HK\$55.55.

China Renaissance Holdings was suspended from trading on Monday as the investment bank said that it would delay its 2022 annual report. Its auditor was not able to complete the audit, as the auditing firm could not contact the company's controlling shareholder Bao Fan, who is now assisting a probe by the government, according to an exchange filing.

(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 APR 23	-22	20459	20563	20254
H. SENG FUT MAY 23	-29	20430	20536	20238
H. SENG FUT JUN 23	-28	20372	20466	20180
H. SENG FUT SEP 23	-22	20459	20563	20254
MINI H. SENG FUT APR 23	-22	20459	20563	20253
MINI H. SENG FUT MAY 23	-29	20430	20536	20235
MINI H. SENG FUT JUN 23	-28	20372	20469	20179
MINI H. SENG FUT SEP 23	-22	20459	20563	20253
HSCEI FUT APR 23	-51	6961	7029	6897
HSCEI FUT MAY 23	-50	6980	7003	6917
HSCEI FUT JUN 23	-52	6952	7020	6935
HSCEI FUT SEP 23	-51	6961	7029	6897
MINI HSCEI FUT APR 23	-51	6961	7029	6897
MINI HSCEI FUT MAY 23	-50	6980	7046	6920
MINI HSCEI FUT JUN 23	-52	6952	7013	6891
MINI HSCEI FUT SEP 23	-51	6961	7029	6897

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	83.6	0.95	83.7	81.9
**Tencent Holdings Ltd	388.2	2.4	391	385
*HSBC Holdings PLC	54.2	1	54.3	52.8
**China Construction Bank Corp	5.09	0	5.12	5.05
**Ping An Insurance Group	51.2	0.1	51.75	50.5
**Meituan	140	-3.5	142.5	139.1
*Hong Kong Exchanges & Clearing Ltd	347.2	-1	350.6	342.6
**Alibaba Group Holdings Ltd	98.55	-1.85	99.95	97.6
**Xiaomi Corp	12.16	0.06	12.2	11.9
**ICBC	4.11	-0.07	4.21	4.1

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	47.3	-1.3	48.4	46.1
**China Mobile Ltd	64.3	0.7	65	63.1
**Bank of China Ltd	3.01	0	3.04	3
*Techtronic Industries Co Ltd	86.75	1.9	86.9	84.25
*CK Hutchison Holdings Ltd	49	0.3	49.3	48.7
*Link REIT	50.8	0.3	51.45	50.4
*CLP Holding Ltd	56.7	0	57.15	56.3
**Geely Automobile Holdings Ltd	10.06	-0.04	10.16	9.87
**CNOOC Ltd	11.94	0.28	12.28	11.84
**ANTA Sports Products Ltd	112	-2	114.9	110.8

Global Equity Indices	Close	Change	High	Low
Hang Seng	20409.18	9.07	20475.4	20226.95
HSCEI	6940.45	-28.41	6998.77	6885.95
Shanghai Comp Index	3296.4	23.536	3299.73	3276.416
Nikkei 225	28188.2	146.67	28258.9	28120.71
KOSPI	2472.34	-4.52	2485.81	2467.59
S&P/ASX200	7223.02	45.261	7246.1	7177.8
DJIA	33601.2	327	33632.9	33245.78
S&P 500	4124.51	15.2	4127.66	4098.79
NASDAQ	12189.5	-32.46	12196.3	12086.52
DAX	15580.9	-47.92	15659.4	15553.9
CAC	7345.96	0.32	7362.39	7332.64
FTSE100	7673	41.26	7698.15	7631.74

Technical Analysis

Mini Hang Seng

1st Resistance:	20766	2nd Resistance:	21073
1st Support:	20152	2nd Support:	19845
MACD:	-38.128		
MACD DIFF:	157.791		
RSI:	55.4423		

Mini Hang Seng China Enterprise

1st Resistance:	7065	2nd Resistance:	7170
1st Support:	6857	2nd Support:	6752
MACD:	6.916		
MACD DIFF:	59.051		
RSI:	55.7754		

Strategy:

Mini Hang Seng:	Long: Profit target:	Stop-loss:	Long: Profit target:	Stop-loss:
	20152	20354	20051	19845

Mini Hang Seng:	Short: Profit target:	Stop-loss:	Short: Profit target:	Stop-loss:
	20766	20558	20870	21073

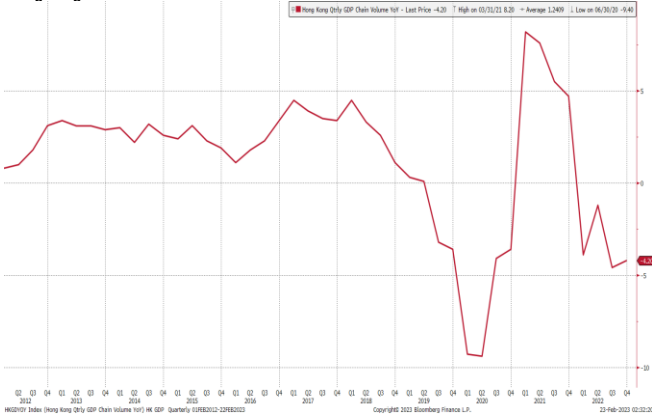
Mini Hang Seng China Enterprise:	Long: Profit target:	Stop-loss:	Long: Profit target:	Stop-loss:
	6857	6925	6822	6752

Mini Hang Seng China Enterprise:	Short: Profit target:	Stop-loss:	Short: Profit target:	Stop-loss:
	7065	6995	7101	7170

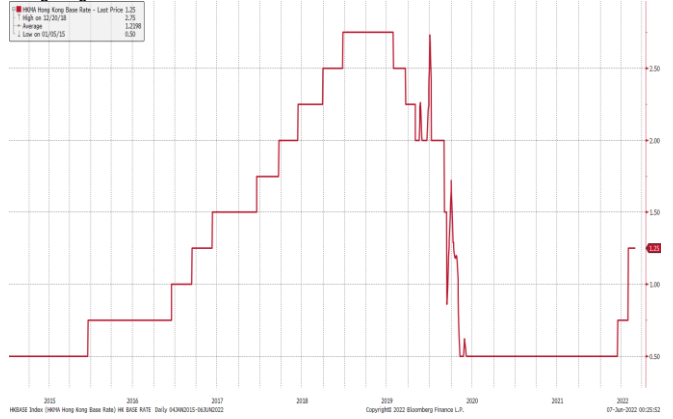
Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
03/31/2023 16:30	Budget Balance HKD	Feb	--	15.6b	61.0b	--
04/06/2023 08:30	S&P Global Hong Kong PMI	Mar	--	--	53.9	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
04/03/2023 09:45	Caixin China PMI Mfg	Mar	51.4	50	51.6	--
04/06/2023 09:45	Caixin China PMI Composite	Mar	--	--	54.2	--
04/06/2023 09:45	Caixin China PMI Services	Mar	55	--	55	--
04/07/2023	Foreign Reserves	Mar	\$3158.00b	--	\$3133.15b	--
04/09/2023 04/15	Money Supply M2 YoY	Mar	12.70%	--	12.90%	--
04/09/2023 04/15	Money Supply M0 YoY	Mar	--	--	10.60%	--
04/09/2023 04/15	New Yuan Loans CNY	Mar	3285.0b	--	1810.0b	--
04/09/2023 04/15	Money Supply M1 YoY	Mar	--	--	5.80%	--
04/10/2023 04/15	Aggregate Financing CNY	Mar	4750.0b	--	3160.0b	3156.0b
04/11/2023 09:30	CPI YoY	Mar	1.20%	--	1.00%	--
04/11/2023 09:30	PPI YoY	Mar	-2.40%	--	-1.40%	--
04/11/2023 04/18	FDI YTD YoY CNY	Mar	--	--	6.10%	--

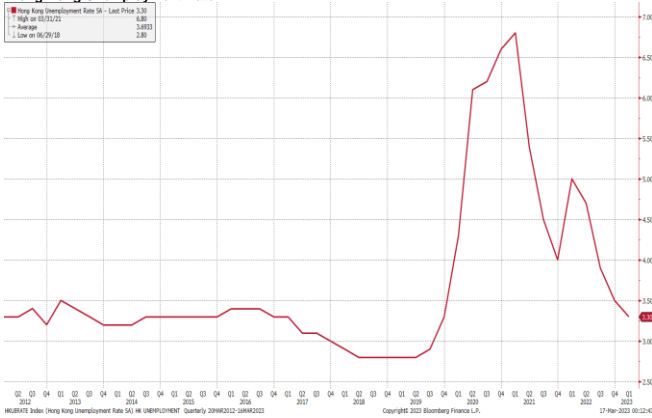
Hong Kong GDP Q on Q



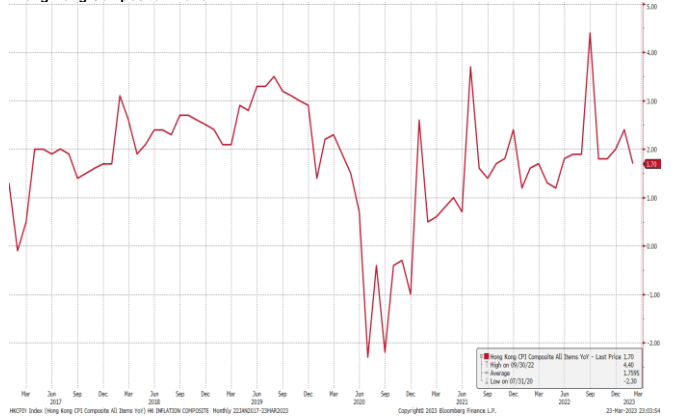
Hong Kong Base Interest Rate



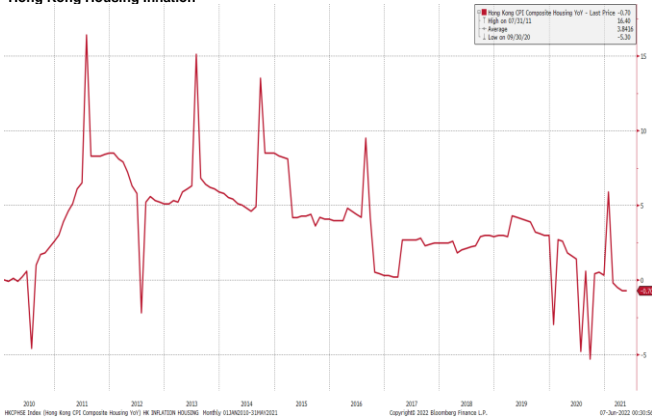
Hong Kong Unemployment Rate



Hong Kong Composite Inflation



Hong Kong Housing Inflation



Hong Kong Retail Sales Value Y on Y %



(Source: Bloomberg)

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