

## Fundamentals:

Hong Kong stocks fell to a two-month low after Alibaba's underwhelming revenue growth for the quarter disappointed investors, adding to concerns China's post-Covid recovery is losing momentum.

The Hang Seng Index slumped 1.3 per cent to 19,450.57 on Friday, losing 0.8 per cent for the week and closing at its lowest point since March 16. The Tech Index fell 2.4 per cent, while the Shanghai Composite Index declined 0.3 per cent.

Alibaba Group Holding plunged 6 per cent to HK\$82.40. JD.com dropped 4.7 per cent to HK\$137.20 and Baidu retreated 4.5 per cent to HK\$120.00. Meituan lost 3.7 per cent to HK\$128.60. The Chinese delivery giant is set to launch in Hong Kong as early as next Monday, according to a Bloomberg report quoting sources.

Geely Auto fell 0.4 per cent to HK\$9.42. The carmaker on Thursday said it had bought a 17 per cent stake in British sports car maker Aston Martin. Its peer Nio lost 1.9 per cent to HK\$61.80 while Xpeng retreated 1.9 per cent to HK\$35.55.

Alibaba reported a 2 per cent increase in fourth-quarter revenue at 208.2 billion yuan (US\$30.3 billion), missing analysts' estimates of 209.2 billion yuan. The company also approved a full spin-off of its business units, starting with Cloud Intelligence Group, which is set to be publicly listed within the coming year, chairman and CEO Daniel Zhang Yong said.

Goldman Sachs said in a report on Friday that while China's fiscal revenue growth accelerated in April, issues including rising government debt levels and falling return on capital will restrain the government's ability to roll out more pro-growth measures through fiscal policies.

Three companies began trading in China. In Shanghai, semiconductor manufacturer Skyverse Technology surged 190 per cent to 68.35 yuan, while medical-equipment maker Hangzhou AGS MedTech slipped 1.2 per cent to 124.30 yuan. Telecommunications service provider Shijihentong Technology added 76 per cent to 46.40 yuan in Shenzhen.

Elsewhere, Japan's Nikkei 225 added 0.8 per cent taking it to its highest point since August 1990. Australia's S&P/ASX 200 climbed at least 0.6 per cent, while South Korea's Kospi rose 0.9 per cent.

(Source: South China Morning Post)

Contracts	Chg	Sett	High	Low
H. SENG FUT MAY 23	-288	19390	19725	19303
H. SENG FUT JUN 23	-279	19342	19659	19253
H. SENG FUT SEP 23	-280	19243	19434	19168
H. SENG FUT DEC 23	-288	19390	19725	19303
MINI H. SENG FUT MAY 23	-288	19390	19726	19303
MINI H. SENG FUT JUN 23	-279	19342	19660	19248
MINI H. SENG FUT SEP 23	-280	19243	19556	19156
MINI H. SENG FUT DEC 23	-288	19390	19726	19303
HSCEI FUT MAY 23	-121	6599	6739	6569
HSCEI FUT JUN 23	-120	6568	6686	6539
HSCEI FUT SEP 23	-118	6512	6603	6494
HSCEI FUT DEC 23	-121	6599	6739	6569
MINI HSCEI FUT MAY 23	-121	6599	6736	6568
MINI HSCEI FUT JUN 23	-120	6568	6699	6538
MINI HSCEI FUT SEP 23	-118	6512	6633	6493
MINI HSCEI FUT DEC 23	-121	6599	6736	6568

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	78.9	-0.35	79.65	78.05
**Tencent Holdings Ltd	333.2	-4.2	335.8	329
*HSBC Holdings PLC	59.45	0	59.65	58.9
**China Construction Bank Corp	5.33	-0.06	5.39	5.29
**Ping An Insurance Group	54.75	-1.55	55.4	54.1
**Meituan	128.6	-4.9	131.1	127.6
*Hong Kong Exchanges & Clearing Ltd	304	-2	305.8	302.2
**Alibaba Group Holdings Ltd	82.45	-5.3	84.35	82
**Xiaomi Corp	10.86	-0.12	11.04	10.84
**ICBC	4.42	-0.03	4.49	4.38

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	42.15	-1.45	43.55	41.75
**China Mobile Ltd	66.4	0.8	66.9	65.05
**Bank of China Ltd	3.25	-0.04	3.29	3.23
*Techtronic Industries Co Ltd	78.75	-0.45	79.65	77.8
*CK Hutchison Holdings Ltd	51.1	0.05	51.45	50.9
*Link REIT	49.7	-0.05	50.05	49.35
*CLP Holding Ltd	58.95	-0.15	59.3	58.85
**Geely Automobile Holdings Ltd	9.42	-0.04	9.5	9.32
**CNOOC Ltd	12.78	-0.04	12.86	12.6
**ANTA Sports Products Ltd	86.4	-1.05	86.95	84.55

Global Equity Indices	Close	Change	High	Low
Hang Seng	19450.57	-276.68	19610.7	19352.81
HSCEI	6593.92	-121.64	6659.86	6566.35
Shanghai Comp Index	3283.54	-13.778	3302.34	3268.224
Nikkei 225	30808.4	234.42	30924.6	30679.16
KOSPI	2537.79	22.39	2538.31	2524.89
S&P/ASX200	7279.52	42.739	7292.6	7236.8
DJIA	33426.6	-109.28	33652.9	33336.66
S&P 500	4191.98	-6.07	4212.91	4180.2
NASDAQ	12657.9	-30.94	12731.7	12624.06
DAX	16275.4	112.02	16331.9	16203.6
CAC	7491.96	0.61	7523.56	7463.96
FTSE100	7756.87	14.57	7790.92	7742.13

## HONG KONG INDEX FUTURES DAILY PREVIEW

Date Prepared : 22/May/2023

### Mini Hang Seng Futures Daily Chart



### Mini Hang Seng China Enterprise Futures Daily Chart



### Technical Analysis

#### Mini Hang Seng

1st Resistance:	19681	2nd Resistance:	19972
1st Support:	19099	2nd Support:	18808
MACD:	-134.670		
MACD DIFF:	-28.7333		
RSI:	40.7841		

#### Mini Hang Seng China Enterprise

1st Resistance:	6698	2nd Resistance:	6797
1st Support:	6500	2nd Support:	6401
MACD:	-33.104		
MACD DIFF:	-5.852		
RSI:	43.1161		

### Strategy:

Mini Hang Seng:	Long: Profit target:	Stop-loss:	Long: Profit target:	Stop-loss:
	19099	19290	19004	18808
			18996	18714

	Short: Profit target:	Stop-loss:	Short: Profit target:	Stop-loss:
	19681	19484	19779	19972
			19772	20072

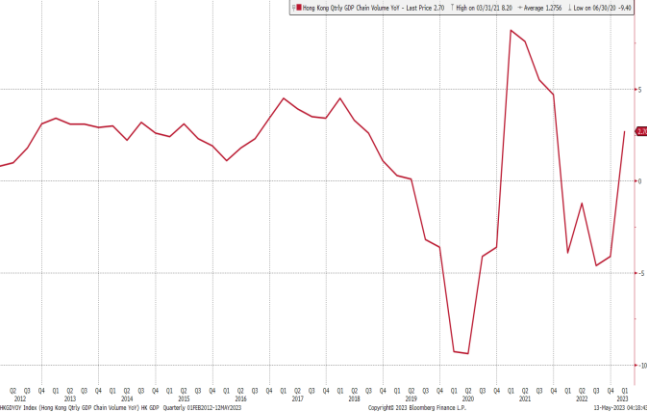
Mini Hang Seng China Enterprise:	Long: Profit target:	Stop-loss:	Long: Profit target:	Stop-loss:
	6500	6565	6468	6401
			6465	6369

	Short: Profit target:	Stop-loss:	Short: Profit target:	Stop-loss:
	6698	6631	6731	6797
			6729	6831

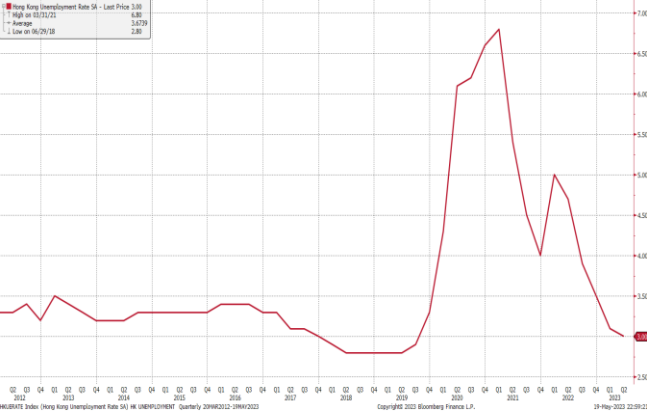
Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
05/22/2023 16:30	CPI Composite YoY	Apr	2.00%	--	1.70%	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
05/22/2023 09:15	5-Year Loan Prime Rate	May-22	4.30%	--	4.30%	--
05/22/2023 09:15	1-Year Loan Prime Rate	May-22	3.65%	--	3.65%	--
05/25/2023 10:00	Bloomberg May China Economic Survey					

Hong Kong GDP Q on Q



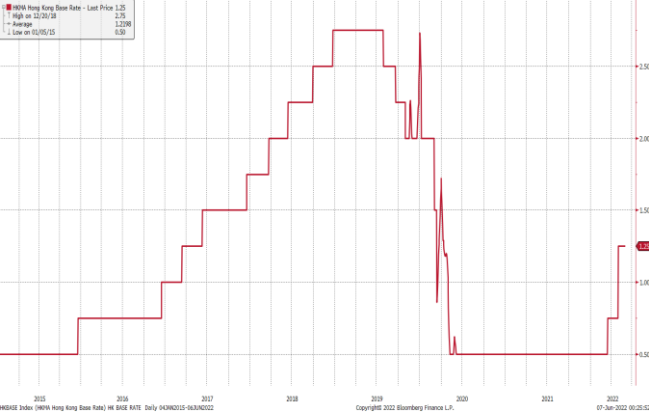
Hong Kong Unemployment Rate



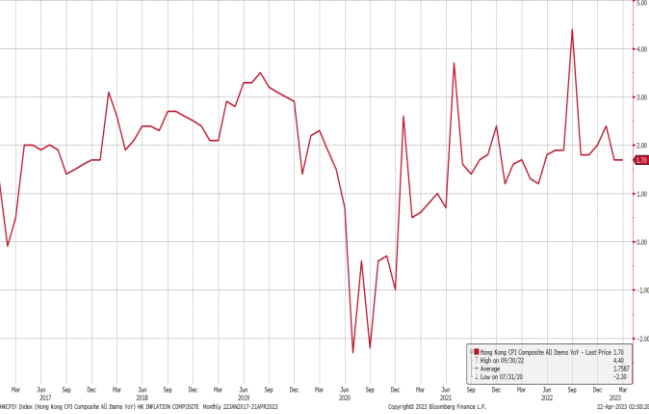
Hong Kong Housing Inflation



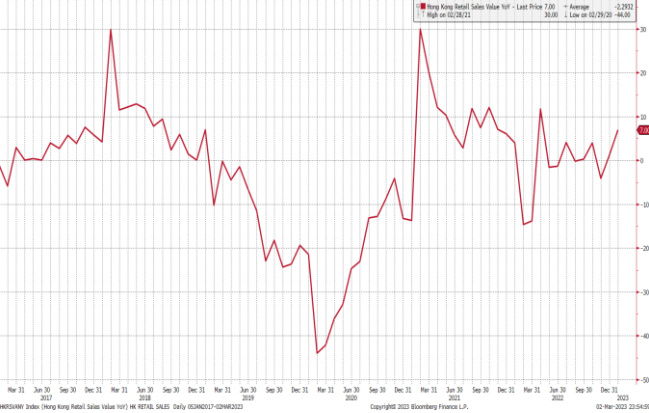
Hong Kong Base Interest Rate



Hong Kong Composite Inflation



Hong Kong Retail 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  
Disclaimer: This document has been prepared for general circulation based on information obtained from sources believed to be reliable but we do not make any representations as to its accuracy or completeness. Any recommendation contained in this document does not have regard to the specific investment objectives, financial background and the particular needs of any person who may read this document. This document is for the information of addressees only and is not to be taken in substitution for the exercise of judgement and assessment by addressees in relation to any investment decision. Kenanga Futures Sdn Bhd accepts no liability whatsoever for any direct or consequential loss arising from any use of this document or any solicitations of an offer to buy or sell any securities/underlying securities. Kenanga Futures Sdn Bhd and its associates, their directors, and/or employees may have positions in, and may effect transactions in securities/underlying securities mentioned herein from time to time in the open market or otherwise, and may receive brokerage fees or act as principal or agent in dealings with respect to these companies.