

Fundamentals:

Hong Kong stocks rose as traders looked past weak earnings and focused on upside risk while awaiting a host of China economic data later in the week. Asian stocks mainly followed Wall Street higher as the market expects the Fed to pause rate hikes.

The Hang Seng Index rose 1.2 per cent to 20,297.03 at the close of Monday trading, extending a winning streak to three days. The Tech Index added 0.5 per cent while the Shanghai Composite Index jumped 1.8 per cent.

NetEase jumped 0.9 per cent to HK\$140.90, Baidu gained 1.1 per cent to HK\$121.30 and Alibaba Group added 0.4 per cent to HK\$81.95. BYD jumped 2.1 per cent to HK\$240, while peer Geely Auto advanced 1.6 per cent to HK\$9.81. China's big three oil giants - PetroChina, Sinopec and CNOOC - jumped 4 to 5.9 per cent.

First-quarter corporate results so far have improved modestly compared with the previous quarter, with Chinese companies recording 1 per cent profit growth due to Covid-related disruptions and a high base in 2022. Goldman Sachs said in a note to clients on Sunday. The softer-than-expected results could set the stage for stronger earnings growth in the second quarter, with an ongoing focus on margin upside, the US bank said.

Mainland funds bought HK\$1.8 billion (US\$230 million) worth of Hong Kong-listed stocks through the Stock Connect on Monday, adding to the HK\$1.6 billion inflow last week.

The city's benchmark has dropped more than 10 per cent since peaking on January 27, as it has been struggling to find support amid China's weak recovery and capital flight.

Investors are bracing for a batch of Chinese economic indicators later in the week with trade, lending and money-supply figures for April due on Tuesday and inflation data expected on Thursday.

Two stocks debuted on Monday. Hangzhou Gisway Information surged 11 per cent to 41.89 yuan on its first day of trading in Shenzhen, while Beijing Luzhu Biotechnology crashed 30 per cent to HK\$22 in Hong Kong.

Stocks mainly advanced in the region. The Kospi in South Korea jumped 0.5 per cent and the S&P/ASX 200 in Australia added 0.8 per cent, while the Nikkei 225 in Japan lost 0.7 per cent as trade resumed after a holiday break.

(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 MAY 23	276	20260	20282	19899
H. SENG FUT JUN 23	277	20195	20211	19843
H. SENG FUT SEP 23	280	20084	20098	19777
H. SENG FUT DEC 23	276	20260	20282	19899
MINI H. SENG FUT MAY 23	276	20260	20283	19899
MINI H. SENG FUT JUN 23	277	20195	20218	19838
MINI H. SENG FUT SEP 23	280	20084	20101	19722
MINI H. SENG FUT DEC 23	276	20260	20283	19899
HSCEI FUT MAY 23	108	6911	6921	6763
HSCEI FUT JUN 23	110	6880	6881	6750
HSCEI FUT SEP 23	109	6811	6799	6760
HSCEI FUT DEC 23	108	6911	6921	6763
MINI HSCEI FUT MAY 23	108	6911	6921	6764
MINI HSCEI FUT JUN 23	110	6880	6888	6734
MINI HSCEI FUT SEP 23	109	6811	6816	6671
MINI HSCEI FUT DEC 23	108	6911	6921	6764

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	84	2.45	84.2	82.1
**Tencent Holdings Ltd	340.8	-2	347.6	337.6
*HSBC Holdings PLC	59.5	1.05	59.5	58.85
**China Construction Bank Corp	5.63	0.2	5.63	5.4
**Ping An Insurance Group	61.15	1.1	61.2	59.8
**Meituan	134.2	-1.4	137.7	132.7
*Hong Kong Exchanges & Clearing Ltd	319.4	-0.2	323.2	317.8
**Alibaba Group Holdings Ltd	81.95	0.3	82.4	81.4
**Xiaomi Corp	11.52	0.36	11.56	11.2
**ICBC	4.67	0.2	4.68	4.45

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	47.4	-0.05	48.55	46.85
**China Mobile Ltd	69.65	1.2	70	68.3
**Bank of China Ltd	3.42	0.15	3.42	3.26
*Techtronic Industries Co Ltd	85.1	-0.15	86.25	84.7
*CK Hutchison Holdings Ltd	53.8	0.1	54	53.35
*Link REIT	52.05	0.5	52.35	51.55
*CLP Holding Ltd	60.7	1.35	60.7	59.4
**Geely Automobile Holdings Ltd	9.81	0.15	10	9.71
**CNOOC Ltd	13.06	0.72	13.16	12.52
**ANTA Sports Products Ltd	96.1	-0.05	96.95	95.3

Global Equity Indices	Close	Change	High	Low
Hang Seng	20297.03	247.72	20321.7	20081.7
HSCEI	6897.68	99.93	6907.77	6806.07
Shanghai Comp Index	3395	60.501	3400.18	3340.99
Nikkei 225	28949.9	-208.07	29144.1	28931.81
KOSPI	2513.21	12.27	2525.84	2511.13
S&P/ASX200	7276.49	56.483	7292.4	7220.2
DJIA	33618.7	-55.69	33747.5	33509.23
S&P 500	4138.12	1.87	4142.3	4123.81
NASDAQ	12256.9	21.51	12265	12178.26
DAX	15952.8	-8.19	15996.2	15933.69
CAC	7440.91	0.11	7456.46	7416.22
FTSE100	0	0	0	0

Technical Analysis

Mini Hang Seng

1st Resistance:	20564	2nd Resistance:	20868
1st Support:	19956	2nd Support:	19652
MACD:	-70.254		
MACD DIFF:	9.03296		
RSI:	54.6919		

Mini Hang Seng China Enterprise

1st Resistance:	7015	2nd Resistance:	7118
1st Support:	6807	2nd Support:	6704
MACD:	-22.199		
MACD DIFF:	9.680		
RSI:	56.6456		

Strategy:

Mini Hang Seng:

Long: Profit target:	20156	Stop-loss:	19856	Long: Profit target:	19849	Stop-loss:	19554	
Short: Profit target:	20564	Stop-loss:	20358	20667	Short: Profit target:	20868	20659	20972

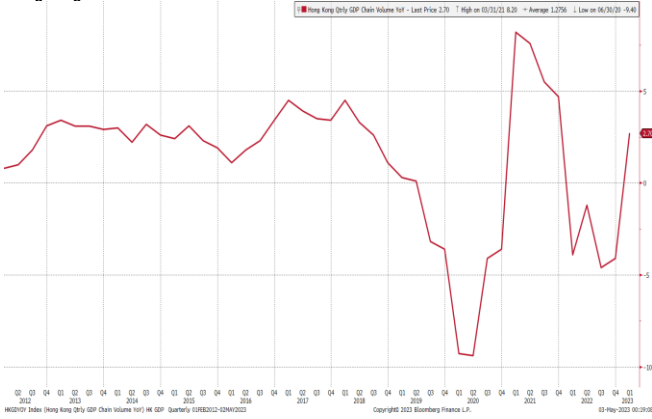
Mini Hang Seng China Enterprise:

Long: Profit target:	6875	Stop-loss:	6773	Long: Profit target:	6704	Stop-loss:	6670	
Short: Profit target:	7015	Stop-loss:	6945	7050	Short: Profit target:	7118	7047	7154

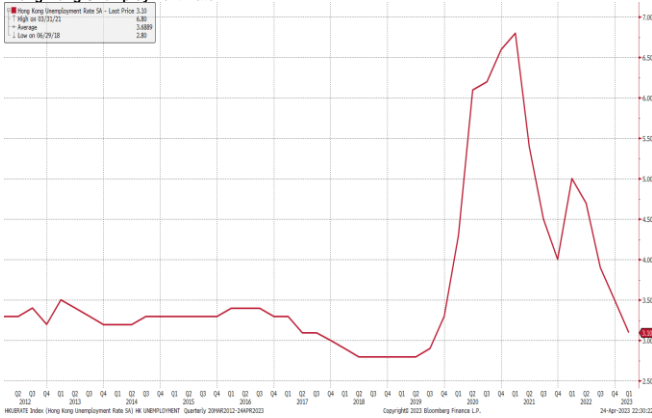
Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
05/12/2023 16:30	GDP YoY	1Q F	--	--	2.70%	--
05/12/2023 16:30	GDP SA QoQ	1Q F	--	--	5.30%	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
05/09/2023 05/15	Aggregate Financing CNY	Apr	2000.0b	--	5380.0b	--
05/09/2023 05/15	Money Supply M2 YoY	Apr	12.50%	--	12.70%	--
05/09/2023 05/15	Money Supply M0 YoY	Apr	--	--	11.00%	--
05/09/2023 05/15	New Yuan Loans CNY	Apr	1400.0b	--	3890.0b	--
05/09/2023 05/15	Money Supply M1 YoY	Apr	5.20%	--	5.10%	--
05/09/2023	Exports YoY	Apr	8.00%	--	14.80%	--
05/09/2023	Imports YoY	Apr	-0.20%	--	-1.40%	--
05/09/2023	Trade Balance	Apr	\$71.25b	--	\$88.19b	--
05/09/2023	Exports YoY CNY	Apr	--	--	23.40%	--
05/09/2023	Imports YoY CNY	Apr	--	--	6.10%	--
05/09/2023	Trade Balance CNY	Apr	--	--	601.01b	--

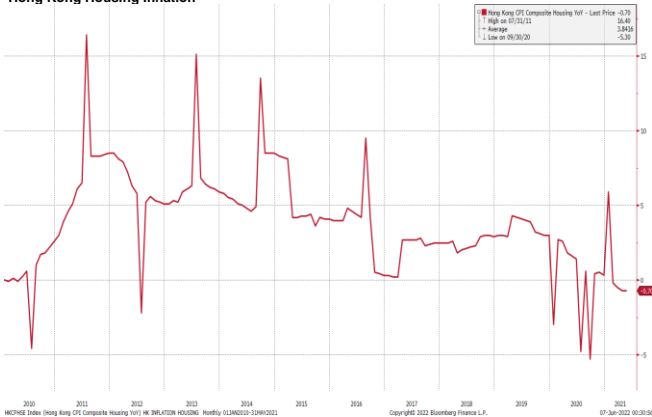
Hong Kong GDP Q on Q



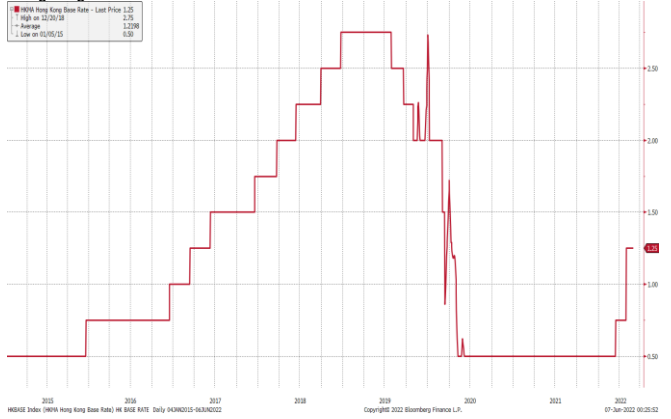
Hong Kong Unemployment Rate



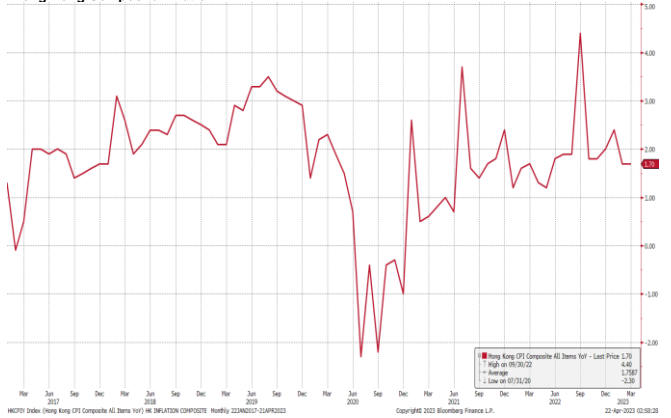
Hong Kong Housing Inflation



Hong Kong Base Interest Rate



Hong Kong Composite Inflation



Hong Kong Retail Sale Value Y on Y %



(Source: Bloomberg)

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