

**Fundamentals:**

Most Hong Kong stocks advanced as Chinese property developers jumped on speculation Beijing will stimulate the ailing housing market and restore growth momentum. Losses in tech companies kept optimism in check.

The Hang Seng Index rose as much as 1.4 per cent before closing with a 0.1 per cent loss to 19,099.28. The benchmark had risen 4.9 per cent over the preceding two trading days. The Tech Index slipped 0.2 per cent while the Shanghai Composite Index tumbled 1.2 per cent.

Developer Longfor Group surged 7.8 per cent to HK\$18.34 while peers Country Garden jumped 6.2 per cent to HK\$1.55 and China Resources Land strengthened 4.6 per cent to HK\$32.95. Tencent Holdings fell 2.1 per cent to HK\$331.20, while PC maker Lenovo Group lost 1.9 per cent to HK\$7.37.

The Hang Seng Index clawed its way out of bear-market territory last week on stimulus bets, and mainland media published articles to drum up support for Chinese equities despite concerns about waning confidence in the property sector and lingering geopolitical tensions.

China's top 100 property developers reported a 9.1 per cent rise in contracted sales in the first five months this year versus the same period last year, according to real estate consultancy CRIC. Even so, sales in 2022 amounted to only about 64 per cent of pre-pandemic levels in 2019.

Official reports this week may show more wobbles in China's faltering economy. Exports probably fell 1.3 per cent in May from a year earlier, compared with an 8.5 per cent gain in April, economists forecast before an official report on Wednesday. A Friday report may show producer prices fell 4.4 per cent, after a 3.6 per cent drop in April.

Elsewhere, Chongqing Xishan Science and Technology surged 41 per cent to 191.19 yuan on the first day of trading in Shanghai. Guangzhou Newlife Material rallied 38 per cent to 53.99 yuan on its debut in Shenzhen.

Other major Asian markets were mixed. Japan's Nikkei 225 climbed 0.9 per cent, while South Korea's Kospi rose 0.5 per cent and Australia's S&P/ASX 200 lost 1.2 per cent after the nation's central bank raised its policy rate by 25 basis points.

(Source: South China Morning Post)

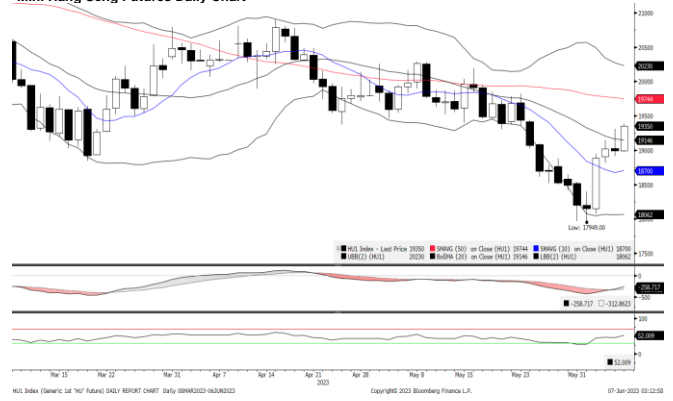
Contracts	Chg	Sett	High	Low
H. SENG FUT JUN 23	-32	18989	19313	18918
H. SENG FUT JUL 23	-31	18889	19188	18860
H. SENG FUT SEP 23	-35	18902	19208	18878
H. SENG FUT DEC 23	-32	18989	19313	18918
MINI H. SENG FUT JUN 23	-32	18989	19312	18917
MINI H. SENG FUT JUL 23	-31	18889	19205	18820
MINI H. SENG FUT SEP 23	-35	18902	19218	18850
MINI H. SENG FUT DEC 23	-32	18989	19312	18917
HSCEI FUT JUN 23	6	6430	6554	6389
HSCEI FUT JUL 23	6	6354	6472	6319
HSCEI FUT SEP 23	7	6371	6490	6362
HSCEI FUT DEC 23	6	6430	6554	6389
MINI HSCEI FUT JUN 23	6	6430	6554	6389
MINI HSCEI FUT JUL 23	6	6354	6476	6319
MINI HSCEI FUT SEP 23	7	6371	6487	6368
MINI HSCEI FUT DEC 23	6	6430	6554	6389

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	79.5	-0.4	81.2	79.3
**Tencent Holdings Ltd	331.2	-7	339.2	329
*HSBC Holdings PLC	59.05	-0.1	59.25	58.7
**China Construction Bank Corp	5.08	-0.02	5.15	5.06
**Ping An Insurance Group	52.25	0.45	53.6	51.15
**Meituan	121.8	0.2	125.3	120.4
*Hong Kong Exchanges & Clearing Ltd	304.8	-0.6	310.8	302.2
**Alibaba Group Holdings Ltd	82.35	-0.4	84.2	81.8
**Xiaomi Corp	10.86	-0.06	11.06	10.74
**ICBC	4.27	0	4.34	4.24

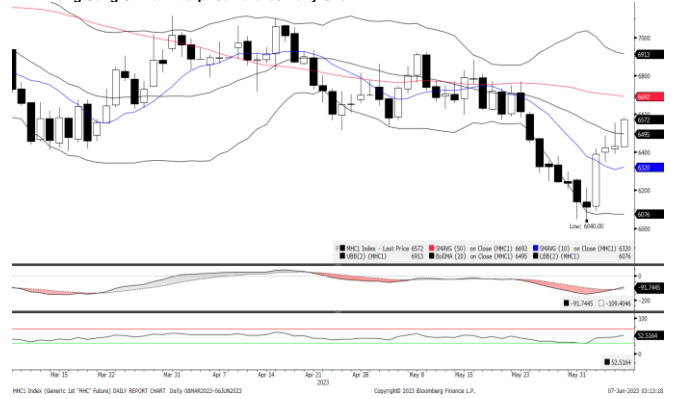
Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	43.35	-0.5	44.2	42.8
**China Mobile Ltd	65.75	0.3	66.2	65.45
**Bank of China Ltd	3.13	0.01	3.17	3.1
*Techtronic Industries Co Ltd	70.45	-3.5	73.65	68.65
*CK Hutchison Holdings Ltd	48.4	0.1	48.6	48.1
*Link REIT	47.65	-0.45	47.85	47.3
*CLP Holding Ltd	57.25	0.05	57.65	57.1
**Geely Automobile Holdings Ltd	9.44	0.06	9.57	9.33
**CNOOC Ltd	12.22	0.02	12.42	12.18
**ANTA Sports Products Ltd	83.25	-0.05	85.4	82.4

Global Equity Indices	Close	Change	High	Low
Hang Seng	19099.28	-9.22	19377.4	19033.85
HSCEI	6479.64	15.74	6586.46	6454.12
Shanghai Comp Index	3195.34	-37.101	3247.35	3189.269
Nikkei 225	32506.8	289.35	32534.5	31933.87
KOSPI	0	0	0	0
S&P/ASX200	7129.64	-86.633	7216.3	7125.9
DJIA	33573.3	10.42	33631.3	33399.69
S&P 500	4283.85	10.06	4288.33	4263.09
NASDAQ	13276.4	46.99	13306.2	13165.65
DAX	15992.4	28.55	16009.3	15925.56
CAC	7209	0.11	7219.37	7175.6
FTSE100	7628.1	28.11	7636.06	7556.16

**Mini Hang Seng Futures Daily Chart**



**Mini Hang Seng China Enterprise Futures Daily Chart**



**Technical Analysis**

**Mini Hang Seng**

1st Resistance:	19274	2nd Resistance:	19559
1st Support:	18704	2nd Support:	18419
MACD:	-319.177		
MACD DIFF:	7.08438		
RSI:	45.711		

**Mini Hang Seng China Enterprise**

1st Resistance:	6526	2nd Resistance:	6623
1st Support:	6334	2nd Support:	6237
MACD:	-114.692		
MACD DIFF:	-0.914		
RSI:	46.1433		

**Strategy:**

Mini Hang Seng:			Mini Hang Seng China Enterprise:		
Long:	Profit target:	Stop-loss:	Long:	Profit target:	Stop-loss:
18704	18891	18611	18419	18604	18327

Mini Hang Seng:			Mini Hang Seng China Enterprise:		
Short:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:
19274	19081	19370	19559	19363	19656

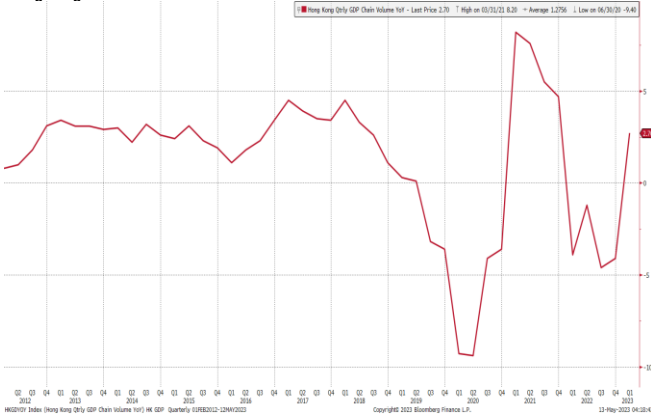
Mini Hang Seng:			Mini Hang Seng China Enterprise:		
Long:	Profit target:	Stop-loss:	Long:	Profit target:	Stop-loss:
6334	6397	6302	6237	6299	6206

Mini Hang Seng:			Mini Hang Seng China Enterprise:		
Short:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:
6526	6461	6559	6623	6557	6656

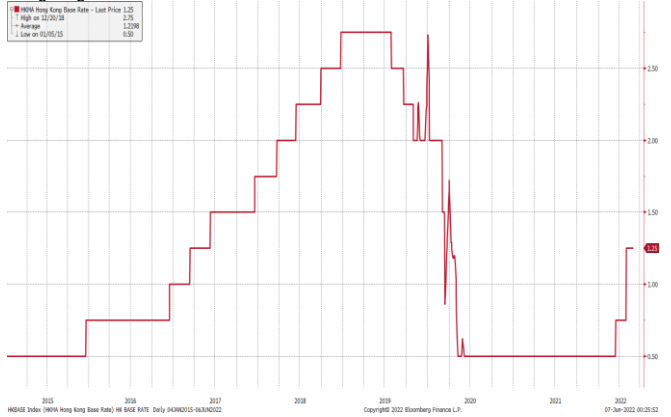
Hong Kong Economic Releases	Period	Survey	Actual	Prior	Revised
06/07/2023	Foreign Reserves	May	--	\$427.4b	--
06/08/2023 13:00	Bloomberg June Hong Kong Economic Survey				

China Economic Releases	Period	Survey	Actual	Prior	Revised
06/07/2023	Foreign Reserves	May	\$3188.00b	--	\$3204.80b
06/07/2023	Exports YoY	May	-1.80%	--	8.50%
06/07/2023	Imports YoY	May	-8.00%	--	-7.90%
06/07/2023	Trade Balance	May	\$95.45b	--	\$90.21b
06/07/2023	Exports YoY CNY	May	--	--	16.80%
06/07/2023	Imports YoY CNY	May	--	--	-0.80%
06/07/2023	Trade Balance CNY	May	--	--	618.44b
06/09/2023 09:30	CPI YoY	May	0.20%	--	0.10%
06/09/2023 09:30	PPI YoY	May	-4.30%	--	-3.60%
06/09/2023 06/15	Aggregate Financing CNY	May	1900.0b	--	1220.0b
06/09/2023 06/15	Money Supply M2 YoY	May	12.00%	--	12.40%
06/09/2023 06/15	Money Supply M0 YoY	May	--	--	10.70%
06/09/2023 06/15	New Yuan Loans CNY	May	1550.0b	--	718.8b
06/09/2023 06/15	Money Supply M1 YoY	May	5.20%	--	5.30%
06/11/2023 06/18	FDI YTD YoY CNY	May	--	--	2.20%

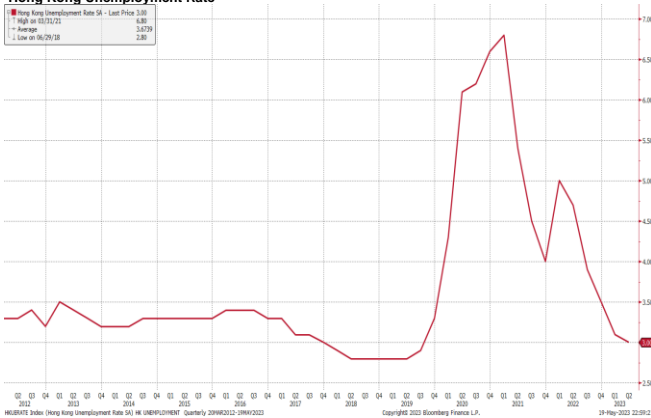
### Hong Kong GDP Q on Q



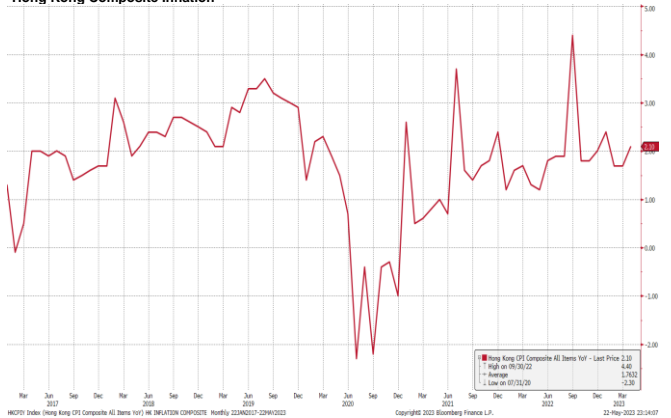
### Hong Kong Base Interest Rate



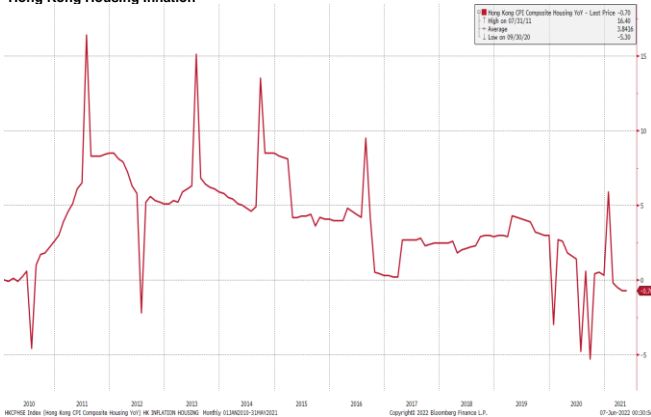
### Hong Kong Unemployment Rate



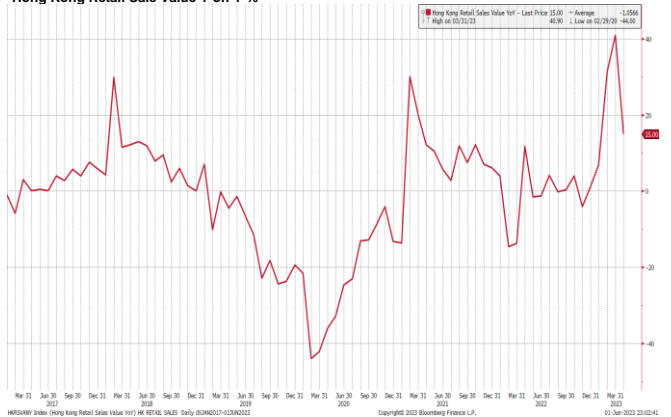
### Hong Kong Composite Inflation



### Hong Kong Housing Inflation



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



(Source: Bloomberg)

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