

Fundamentals:

Hong Kong stocks rallied for a fourth day as China pledged to deepen support for the nation's biggest tech companies after rectifying flaws in the industry. Traders shrugged off a government report that showed China's external trade shrank more than expected last month.

The Hang Seng Index advanced 2.6 per cent to 19,350.62 at the close of Thursday. The 5.4 per cent run-up since Monday approached the best rally in the opening week of January. The Tech Index soared 3.8 per cent while the Shanghai Composite Index added 1.3 per cent.

JD.com strengthened 6.4 per cent to HK\$150.70 and Meituan increased 5.7 per cent to HK\$134.60. Alibaba Group surged 3.2 per cent to HK\$92.75 while Tencent gained 2.9 per cent to HK\$349.80. Baidu climbed 4.4 per cent to HK\$148.30 and EV maker BYD added 1.1 per cent to HK\$264.

Premier Li Qiang met top executives from several internet companies including ByteDance, Alibaba and Meituan on Wednesday, CCTV said in a broadcast. Li also urged local governments to back internet firms, the state-run television reported.

China last week slapped more than US\$1 billion of fines on fintech entities in the Alibaba and Tencent groups for breaking market rules, a move Beijing said completed its years-long rectification or crackdown on internet-platform operators.

Meanwhile, China's exports shrank 12.4 per cent in June from a year earlier, while imports declined 6.8 per cent, the customs bureau said. Both slumped deeper than economists' forecasts. They contracted 7.5 per cent and 4.5 per cent respectively in May.

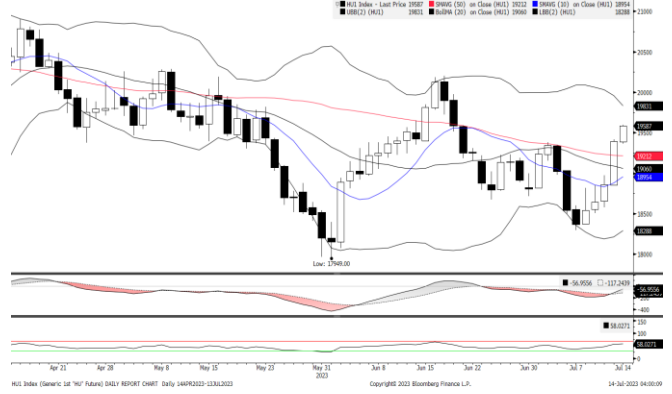
Elsewhere, premium-priced cinema operator IMAX China gained 3.1 per cent to HK\$9.40. Its New York-listed controlling shareholder IMAX Corp offered HK\$964.5 million (US\$123 million) or HK\$10 per share to buy 28.4 per cent of the company it does not already own and delist the stock.

Two companies debuted on Thursday. Suzhou Invotech Scroll Technology jumped 66 per cent to 85.39 yuan in Shenzhen, while Star Plus Legend Holdings surged 24 per cent to HK\$5.26 in Hong Kong.

Major Asian markets traded higher. The Nikkei 225 in Japan jumped 1.5 per cent while the S&P/ASX 200 in Australia added 1.6 per cent and the Kospi Index in South Korea advanced 0.6 per cent.

(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 JUL 23	535	19396	19418	18851
H. SENG FUT AUG 23	540	19440	19460	18956
H. SENG FUT SEP 23	541	19434	19445	19011
H. SENG FUT DEC 23	535	19396	19418	18851
MINI H. SENG FUT JUL 23	535	19396	19418	18852
MINI H. SENG FUT AUG 23	540	19440	19460	18902
MINI H. SENG FUT SEP 23	541	19434	19450	18888
MINI H. SENG FUT DEC 23	535	19396	19418	18852
HSCEI FUT JUL 23	185	6568	6570	6379
HSCEI FUT AUG 23	186	6596	6592	6432
HSCEI FUT SEP 23	186	6593	6588	6448
HSCEI FUT DEC 23	185	6568	6570	6379
MINI HSCEI FUT JUL 23	185	6568	6571	6379
MINI HSCEI FUT AUG 23	186	6596	6595	6415
MINI HSCEI FUT SEP 23	186	6593	6595	6430
MINI HSCEI FUT DEC 23	185	6568	6571	6379

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	81	2.4	81.15	80.1
**Tencent Holdings Ltd	349.8	9.8	350.6	347
*HSBC Holdings PLC	62.15	0.75	62.4	61.8
**China Construction Bank Corp	4.39	0	4.44	4.38
**Ping An Insurance Group	52	1.7	52.5	50.9
**Meituan	134.6	7.3	135.4	131.1
*Hong Kong Exchanges & Clearing Ltd	303.2	12.6	304.6	295.4
**Alibaba Group Holdings Ltd	92.75	2.9	92.75	91.55
**Xiaomi Corp	11.54	0.44	11.56	11.12
**ICBC	3.62	0.02	3.65	3.59

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	40.7	3.2	41.45	37.9
**China Mobile Ltd	63.25	0.85	63.75	62.6
**Bank of China Ltd	2.76	0.02	2.78	2.75
*Techtronic Industries Co Ltd	85.85	1	86.8	84.85
*CK Hutchison Holdings Ltd	47.45	0.65	47.6	47.05
*Link REIT	43.65	1.2	43.8	43.05
*CLP Holding Ltd	61	1.25	61.1	59.65
**Geely Automobile Holdings Ltd	9.85	0.07	9.92	9.77
**CNOOC Ltd	12.2	0.14	12.3	12.06
**ANTA Sports Products Ltd	82.4	1.4	82.85	81.55

Global Equity Indices	Close	Change	High	Low
Hang Seng	19350.62	489.67	19368.9	19163.21
HSCEI	6543.91	165.92	6550.39	6482.19
Shanghai Comp Index	3236.48	40.346	3238.47	3202.699
Nikkei 225	32419.3	475.4	32484.4	31952.98
KOSPI	2591.23	16.51	2602.21	2587.75
S&P/ASX200	7246.91	111.234	7256.5	7135.7
DJIA	34395.1	47.71	34482.3	34365.33
S&P 500	4510.04	37.88	4517.38	4489.36
NASDAQ	14138.6	219.61	14163.8	14012.24
DAX	16141	118.03	16185.1	16000.38
CAC	7369.8	0.5	7409.01	7335.61
FTSE100	7440.21	24.1	7457.2	7409.25

Technical Analysis

Mini Hang Seng

1st Resistance:	19687	2nd Resistance:	19978
1st Support:	19105	2nd Support:	18814
MACD:	-117.632		
MACD DIFF:	14.6421		
RSI:	55.4315		

Mini Hang Seng China Enterprise

1st Resistance:	6667	2nd Resistance:	6765
1st Support:	6469	2nd Support:	6371
MACD:	-45.598		
MACD DIFF:	3.542		
RSI:	54.8862		

Strategy:

Mini Hang Seng:	Long: Profit target:	Stop-loss:	Long: Profit target:	Stop-loss:
	19105	19296	19010	18814
			19002	18720

Short: Profit target:	Stop-loss:	Short: Profit target:	Stop-loss:
19687	19490	19785	19978
			19778
			20078

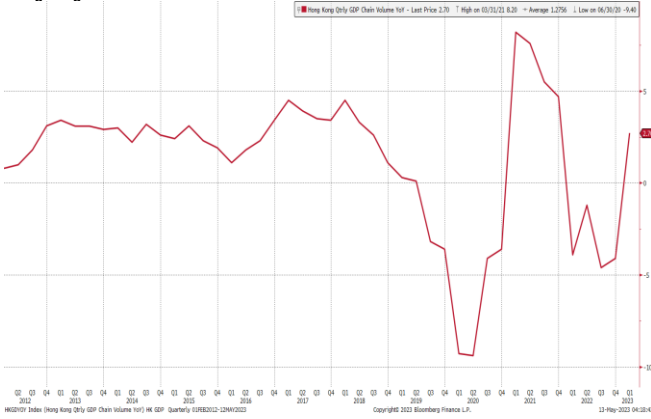
Mini Hang Seng China Enterprise:	Long: Profit target:	Stop-loss:	Long: Profit target:	Stop-loss:
	6469	6534	6437	6371
			6435	6339

Short: Profit target:	Stop-loss:	Short: Profit target:	Stop-loss:
6667	6600	6700	6765
			6697
			6799

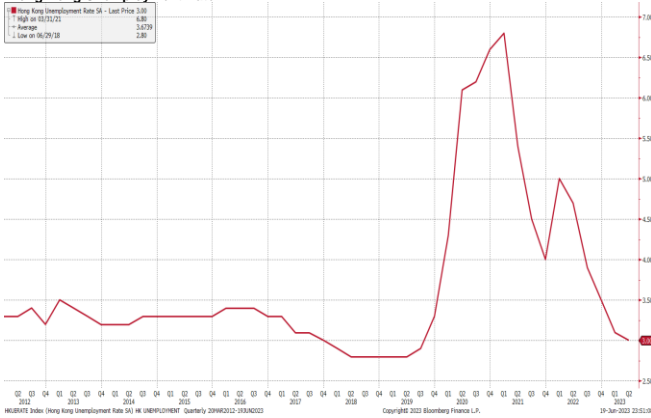
Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
07/18/2023 16:30	Unemployment Rate SA	Jun	--	--	3.00%	--
07/20/2023 16:30	CPI Composite YoY	Jun	--	--	2.00%	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
07/13/2023 11:49	Exports YoY CNY	Jun	--	-8.30%	-0.80%	--
07/13/2023 11:49	Trade Balance CNY	Jun	--	491.25b	452.33b	--
07/13/2023 11:49	Exports YoY	Jun	-10.00%	-12.40%	-7.50%	--
07/13/2023 11:49	Imports YoY CNY	Jun	--	-2.60%	2.30%	--
07/13/2023 11:49	Imports YoY	Jun	-4.10%	-6.80%	-4.50%	--
07/13/2023 11:49	Trade Balance	Jun	\$74.90b	\$70.62b	\$65.81b	\$65.79b
07/13/2023 07:18	FDI YTD YoY CNY	Jun	--	--	0.10%	--
07/15/2023 09:30	New Home Prices MoM	Jun	--	--	0.10%	--

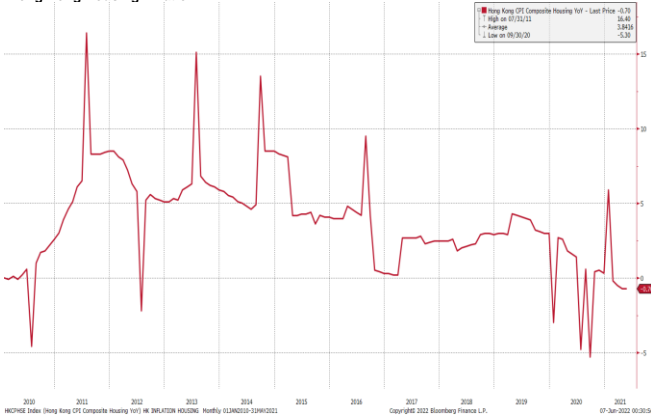
Hong Kong GDP Q on Q



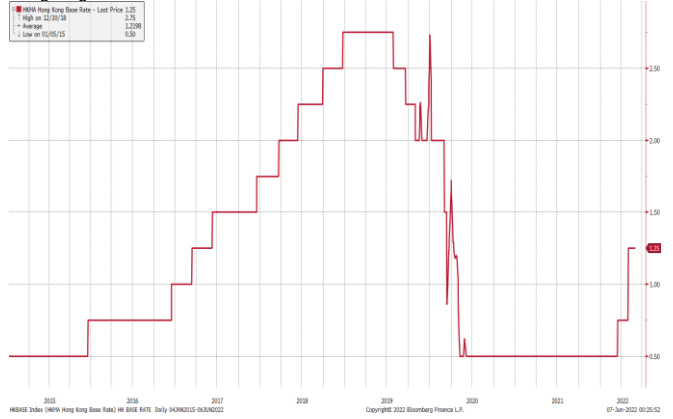
Hong Kong Unemployment Rate



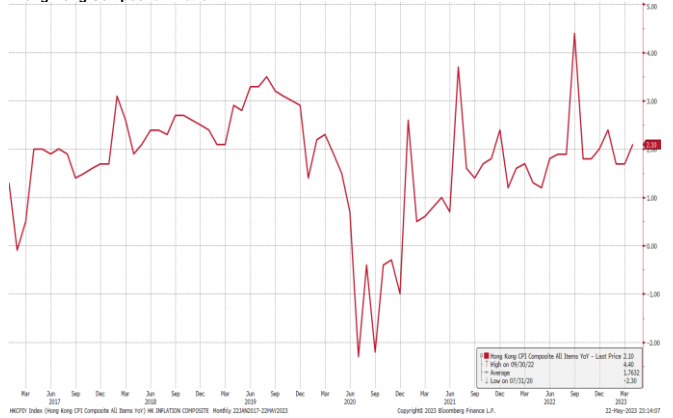
Hong Kong Housing Inflation



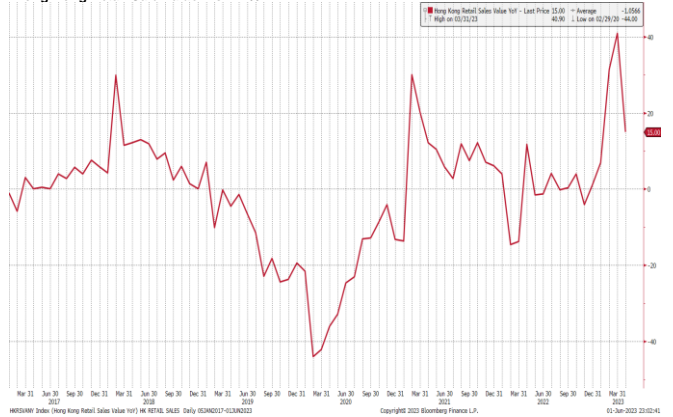
Hong Kong Base Interest Rate



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.