

Fundamentals:

Hong Kong stocks gained, lifting the market to near a three-month high as tech leaders surged amid further signs of state support. A government report showed manufacturing in China stabilised in July while traders await more measures from Beijing to spur consumer spending.

The Hang Seng Index jumped 0.8 per cent to 20,078.94 at the close of Monday trading, the highest level since May 8. The Tech Index surged 1.9 per cent, while the Shanghai Composite Index climbed 0.5 per cent.

JD.com soared 4.2 per cent to HK\$159.80, while Alibaba Group jumped 1.7 per cent to HK\$97.50. Tencent surged 1.1 per cent to HK\$356.60, and NetEase gained 0.6 per cent to HK\$169.50. EV maker BYD advanced 1.6 per cent to HK\$275.60, while Geely jumped 2.9 per cent to HK\$11.26.

Limiting gains, Country Garden crashed 6.5 per cent to HK\$1.58 after the company said it expects to post a loss for the first half due to erosion in profit margin and higher impairment provisions. Peer Longfor erased an earlier gain of as much as 15.1 per cent to close 1 per cent higher at HK\$20.75.

The Hang Seng Index capped another winning month in July with a 5.1 per cent gain. Investors ploughed more money back into the market after China pledged to support the private sector and stem a slide in its economic growth.

Tech stocks have also advanced further into the bull-market zone after rallying about 25.5 per cent from the recent low in late May. Beijing has signalled its support for platform companies after ending its crackdown earlier this month.

Local governments from Beijing to Hangzhou have since signed deals with tech firms including NetEase and Qihoo360 to help expand their economies.

Meanwhile, the National Development and Reform Commission on Monday released 20 measures to restore and expand consumption in the automobile, real estate and services sectors.

Elsewhere, an index tracking manufacturing in China rose to 49.3 in July from 49 in June, beating the market consensus of 48.9, the statistics bureau said on Monday. The non-manufacturing index, which measures sentiment in the services and construction sectors, eased to 51.5 from 53.2 in June. A reading below 50 indicates contraction in activity.

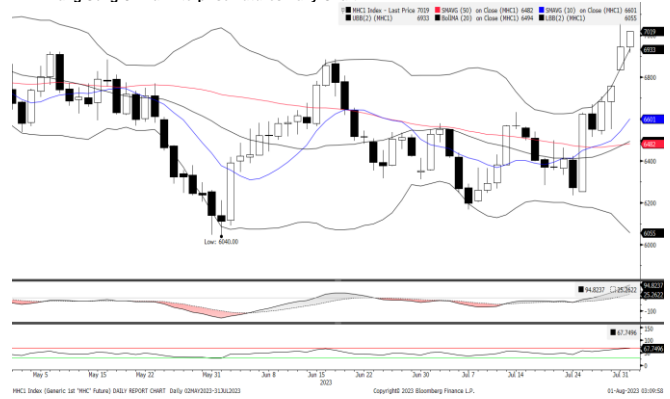
Most major Asian markets climbed on Monday. Japan's Nikkei 225 jumped 1.3 per cent, South Korea's Kospi added 0.9 per cent and Australia's S&P/ASX 200 added 0.1 per cent.

(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 AUG 23	239	20203	20421	19964
H. SENG FUT SEP 23	235	20198	20412	19988
H. SENG FUT DEC 23	245	20425	20650	20224
H. SENG FUT MAR 24	239	20203	20421	19964
MINI H. SENG FUT AUG 23	239	20203	20421	19942
MINI H. SENG FUT SEP 23	235	20198	20422	19974
MINI H. SENG FUT DEC 23	245	20425	20650	20223
MINI H. SENG FUT MAR 24	239	20203	20421	19942
HSCEI FUT AUG 23	110	6945	7055	6835
HSCEI FUT SEP 23	112	6942	7050	6866
HSCEI FUT DEC 23	111	7040	7142	6956
HSCEI FUT MAR 24	110	6945	7055	6835
MINI HSCEI FUT AUG 23	110	6945	7055	6835
MINI HSCEI FUT SEP 23	112	6942	7050	6848
MINI HSCEI FUT DEC 23	111	7040	7150	6960
MINI HSCEI FUT MAR 24	110	6945	7055	6835

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	77.4	-0.55	78.85	77.05
**Tencent Holdings Ltd	354.4	4	363	350.8
*HSBC Holdings PLC	65.2	0.4	65.35	64.5
**China Construction Bank Corp	4.53	0.05	4.56	4.48
**Ping An Insurance Group	56.25	0.1	57.45	55.8
**Meituan	146.3	3.9	150	145.4
*Hong Kong Exchanges & Clearing Ltd	325.8	1.6	336	325
**Alibaba Group Holdings Ltd	97.5	1.6	99.75	96.8
**Xiaomi Corp	12.28	0.1	12.7	12.2
**ICBC	3.8	0.06	3.86	3.74

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	44.1	0.8	45.35	43.65
**China Mobile Ltd	64.1	-0.9	65	63.65
**Bank of China Ltd	2.89	0.03	2.92	2.87
*Techtronic Industries Co Ltd	88.05	0.1	89.55	86.75
*CK Hutchison Holdings Ltd	48.1	-0.35	49	48.1
*Link REIT	43.65	-0.45	44.15	43.15
*CLP Holding Ltd	63.45	-0.05	63.8	62.7
**Geely Automobile Holdings Ltd	11.26	0.32	11.64	11.14
**CNOOC Ltd	12.58	0.16	12.74	12.38
**ANTA Sports Products Ltd	91.3	1.45	94.3	91.1

Global Equity Indices	Close	Change	High	Low
Hang Seng	20078.94	162.38	20361	20019.79
HSCEI	6899.31	90.84	7023.88	6875.76
Shanghai Comp Index	3291.04	15.114	3322.13	3281.013
Nikkei 225	33172.2	412.99	33402.1	33025.93
KOSPI	2632.58	24.26	2639.45	2622.21
S&P/ASX200	7410.42	6.777	7434.3	7374.3
DJIA	35559.5	100.24	35567	35430.22
S&P 500	4588.96	6.73	4594.22	4573.14
NASDAQ	14346	29.36	14370.9	14292.75
DAX	16446.8	-22.92	16529	16427.47
CAC	7497.78	0.29	7526.05	7464.65
FTSE100	7699.41	5.14	7722.92	7667.81

Technical Analysis

Mini Hang Seng

1st Resistance:	20506	2nd Resistance:	20809
1st Support:	19900	2nd Support:	19597
MACD:	160.516		
MACD DIFF:	130.769		
RSI:	64.5534		

Mini Hang Seng China Enterprise

1st Resistance:	7049	2nd Resistance:	7153
1st Support:	6841	2nd Support:	6737
MACD:	65.552		
MACD DIFF:	57.738		
RSI:	65.9393		

Strategy:

Mini Hang Seng:

Long: Profit target:	19900	20099	19800	Long: Profit target:	19597	19793	19499
Stop-loss:				Stop-loss:			
Short: Profit target:	20506	20301	20609	Short: Profit target:	20809	20601	20913
Stop-loss:				Stop-loss:			

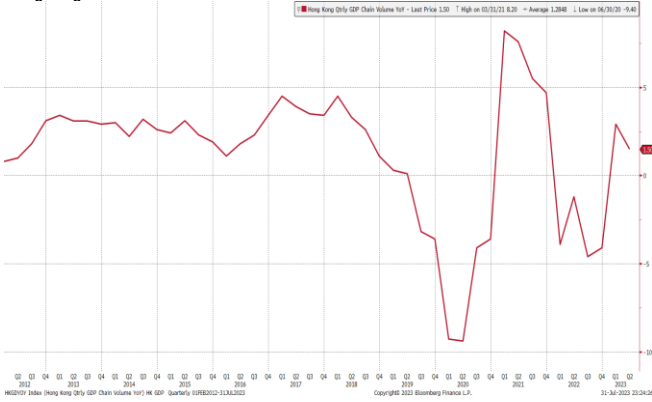
Mini Hang Seng China Enterprise:

Long: Profit target:	6841	6909	6807	Long: Profit target:	6737	6804	6703
Stop-loss:				Stop-loss:			
Short: Profit target:	7049	6979	7084	Short: Profit target:	7153	7082	7189
Stop-loss:				Stop-loss:			

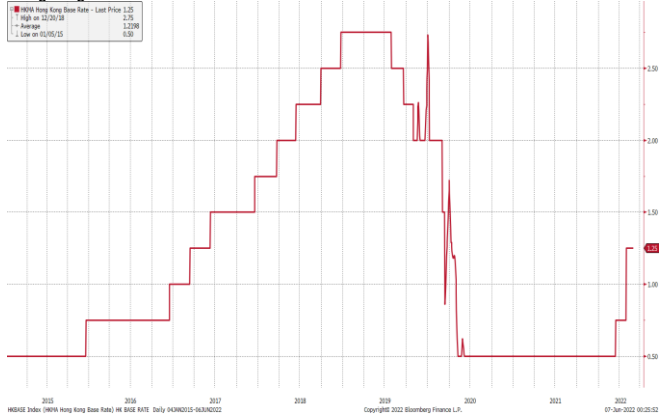
Hong Kong Economic Releases	Period	Survey	Actual	Prior	Revised	
07/31/2023 16:30	Money Supply M3 HKD YoY	Jun	--	-0.10%	1.00%	--
07/31/2023 16:30	Money Supply M2 HKD YoY	Jun	--	-0.10%	1.00%	--
07/31/2023 16:30	Money Supply M1 HKD YoY	Jun	--	-21.70%	-19.90%	--
07/31/2023 16:30	Budget Balance HKD	Jun	--	-30.0b	-37.1b	--
07/31/2023 16:30	GDP YoY	2Q A	3.50%	1.50%	2.70%	--
07/31/2023 16:30	GDP SA QoQ	2Q A	0.90%	-1.30%	5.30%	--
08/01/2023 16:30	Retail Sales Value YoY	Jun	19.10%	--	18.40%	--
08/01/2023 16:30	Retail Sales Volume YoY	Jun	17.80%	--	16.50%	--
08/03/2023 08:30	S&P Global Hong Kong PMI	Jul	--	--	50.3	--
08/07/2023	Foreign Reserves	Jul	--	--	\$417.3b	--

China Economic Releases	Period	Survey	Actual	Prior	Revised	
07/31/2023 09:30	Composite PMI	Jul	--	51.1	52.3	--
07/31/2023 09:30	Manufacturing PMI	Jul	48.9	49.3	49	--
07/31/2023 09:30	Non-manufacturing PMI	Jul	53	51.5	53.2	--
08/01/2023 09:45	Caixin China PMI Mfg	Jul	50.1	--	50.5	--
08/03/2023 09:45	Caixin China PMI Composite	Jul	--	--	52.5	--
08/03/2023 09:45	Caixin China PMI Services	Jul	52.4	--	53.9	--
08/04/2023	BoP Current Account Balance	2Q P	--	--	\$81.5b	--
08/07/2023	Foreign Reserves	Jul	--	--	\$3193.00b	--

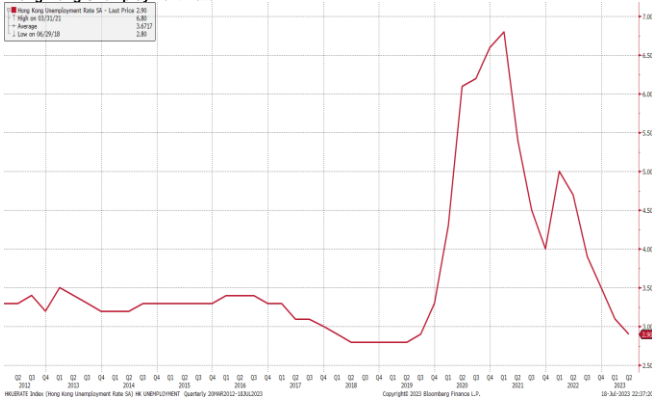
Hong Kong GDP Q on Q



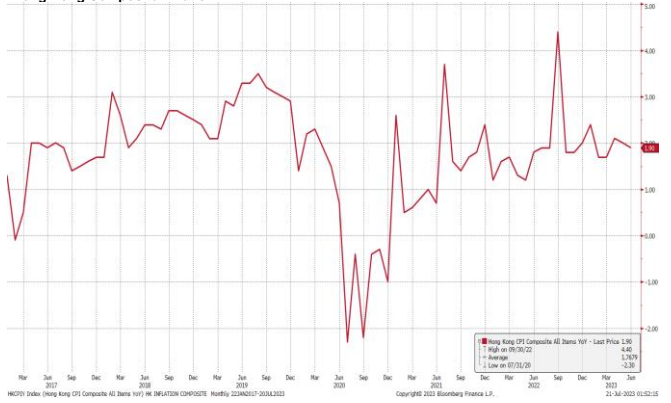
Hong Kong Base Interest Rate



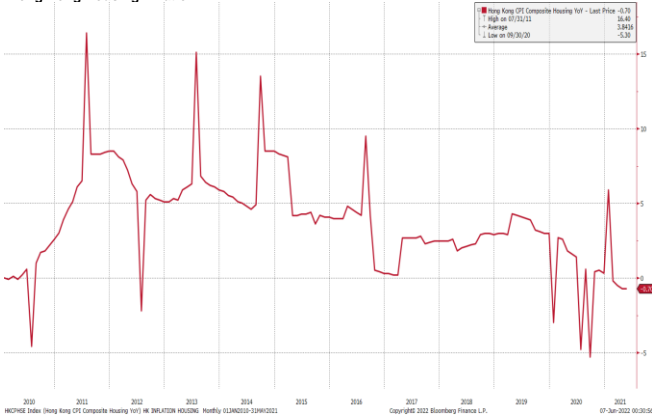
Hong Kong Unemployment Rate



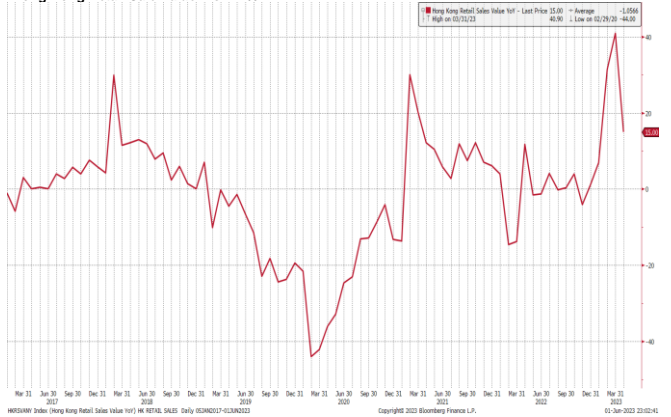
Hong Kong Composite Inflation



Hong Kong Housing Inflation



Hong Kong Retail Sale Value Y on Y %



(Source: Bloomberg)

Kenanga Futures Sdn Bhd (353603-X)

Dealing Desk: (603) 2172 3820 Fax: (603) 2172 2729 Email: futures@kenanga.com.my

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