

Fundamentals:

Hong Kong's stock market will close on Friday after the government hoisted the No 8 storm warning signal as Super Typhoon Saola approaches the city, bringing heavy rain and gales to the financial hub.

Trading in stocks and futures will be suspended under the stock exchange's rules on extreme-weather events, according to the bourse operator Hong Kong Exchanges and Clearing Limited (HKEX). The Hong Kong Observatory upgraded the storm signal on Friday morning, after issuing the No. 3 warning a day earlier. Markets in mainland China will open for business as usual.

"Saola will be closest to Hong Kong tonight and tomorrow morning, skirting within around 50 km south of the Observatory," it said in an update at 11.45am local time, adding that the T8 signal will remain in force for most of Friday. "The Observatory will assess the need to issue higher tropical cyclone warning signals around this evening."

This is the second time HKEX has halted trading this year under its guidelines on inclement weather. The local market was forced to close on July 17 when Typhoon Talim lashed the city.

As the T8 signal remains in force past noon, "all trading sessions in the securities and derivatives markets have been cancelled," HKEX said in a statement.

The Hang Seng Index tumbled 8.5 per cent in August, its worst monthly performance since a 9.4 per cent sell-off in February. Heightened concerns about China's economic slump, and disappointment over Beijing's slow-drip approach to stimulus have induced fund outflows.

In the past three years, tropical storms Higos, Nangka and Nalgae have also hit the city's financial markets, prompting top executives at HKEX to look for ways to stem losses caused by market interruptions.

HKEX handled HK\$115.5 billion (US\$14.5 billion) of turnover per day in securities trading in the first six months this year, a 16 per cent drop from the same period last year, according to its August 28 report. The market for exchange-traded funds averaged HK\$11.7 billion per day in the same period, it added.

Separately, Hong Kong's schools and kindergartens will also be shut on Friday, which marks the first day of a new semester. The neighbouring city of Shenzhen in southern Guangdong province will also close schools, pushing back the start of a new semester to September 4.

(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 SEP 23	0	18304	18443	18217
H. SENG FUT OCT 23	0	18354	18490	18296
H. SENG FUT DEC 23	0	18471	18600	18427
H. SENG FUT MAR 24	0	18304	18443	18217
MINI H. SENG FUT SEP 23	0	18304	18442	18217
MINI H. SENG FUT OCT 23	0	18354	18495	18285
MINI H. SENG FUT DEC 23	0	18471	18609	18399
MINI H. SENG FUT MAR 24	0	18304	18442	18217
HSCEI FUT SEP 23	0	6309	6363	6273
HSCEI FUT OCT 23	0	6330	6380	6300
HSCEI FUT DEC 23	0	6391	6424	6424
HSCEI FUT MAR 24	0	6309	6363	6273
MINI HSCEI FUT SEP 23	0	6309	6363	6274
MINI HSCEI FUT OCT 23	0	6330	6384	6315
MINI HSCEI FUT DEC 23	0	6391	6440	6366
MINI HSCEI FUT MAR 24	0	6309	6363	6274

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	71.2	0	72.25	70.65
**Tencent Holdings Ltd	325	-0.8	331.8	322
**HSBC Holdings PLC	58.85	-0.5	59.35	58.85
**China Construction Bank Corp	4.2	0.01	4.22	4.17
**Ping An Insurance Group	46.95	-0.1	48.5	46.75
**Meituan	128.5	-5.7	134.2	128.3
*Hong Kong Exchanges & Clearing Ltd	304	-5	314.8	302.4
**Alibaba Group Holdings Ltd	90.2	-0.15	91.7	89.6
**Xiaomi Corp	12.36	-0.1	12.58	12.24
**ICBC	3.6	0.03	3.63	3.56

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	44.15	-2.1	46.95	43.85
**China Mobile Ltd	67.1	1	67.35	66.2
**Bank of China Ltd	2.66	-0.04	2.7	2.66
*Techtronic Industries Co Ltd	77.5	-1.2	79.1	77.2
*CK Hutchison Holdings Ltd	42.75	0.35	43	42.35
*Link REIT	38.9	-0.65	39.75	38.75
*CLP Holding Ltd	61.5	0.4	61.7	61.25
**Geely Automobile Holdings Ltd	9.74	-0.09	9.94	9.67
**CNOOC Ltd	13.38	0.18	13.4	13.14
**ANTA Sports Products Ltd	88.35	-1.15	91	87.75

Global Equity Indices	Close	Change	High	Low
Hang Seng	0.00	0	0	0
HSCEI	0	0	0	0
Shanghai Comp Index	3133.25	13.371	3143.85	3123.19
Nikkei 225	32710.6	91.28	32845.5	32499.44
KOSPI	2563.71	7.44	2568.42	2551.04
S&P/ASX200	7278.3	-26.972	7305.3	7268.1
DJIA	34837.7	115.8	34979.2	34720.7
S&P 500	4515.77	8.11	4541.25	4501.35
NASDAQ	14031.8	-3.16	14149.6	13982.42
DAX	15840.3	-106.74	15984.6	15840.25
CAC	7296.77	-0.27	7358.53	7294.49
FTSE100	7464.54	25.41	7492.63	7439.13

Technical Analysis

Mini Hang Seng

1st Resistance: 18579 2nd Resistance: 18853
 1st Support: 18029 2nd Support: 17755
 MACD: -230.817
 MACD DIFF: 39.5253
 RSI: 45.0232

Mini Hang Seng China Enterprise

1st Resistance: 6404 2nd Resistance: 6498
 1st Support: 6214 2nd Support: 6120
 MACD: -60.957
 MACD DIFF: 12.795
 RSI: 46.9766

Strategy:

Mini Hang Seng: Long: Profit target: 18029 Stop-loss: 18210 17939 Long: Profit target: 17755 Stop-loss: 17932 17666

Short: Profit target: 18579 Stop-loss: 18393 18671 Short: Profit target: 18853 Stop-loss: 18665 18947

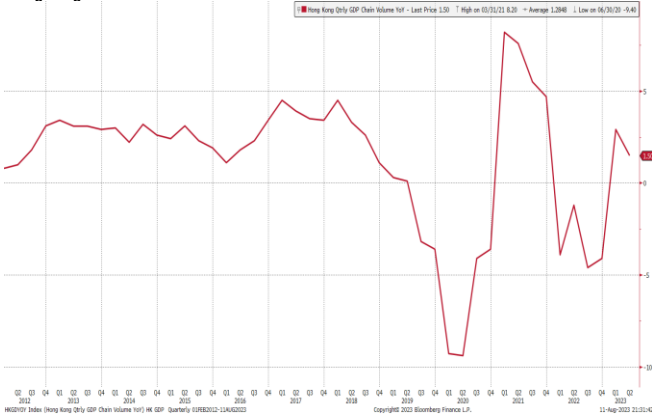
Mini Hang Seng China Enterprise: Long: Profit target: 6214 Stop-loss: 6277 6183 Long: Profit target: 6120 Stop-loss: 6181 6089

Short: Profit target: 6404 Stop-loss: 6340 6436 Short: Profit target: 6498 Stop-loss: 6433 6531

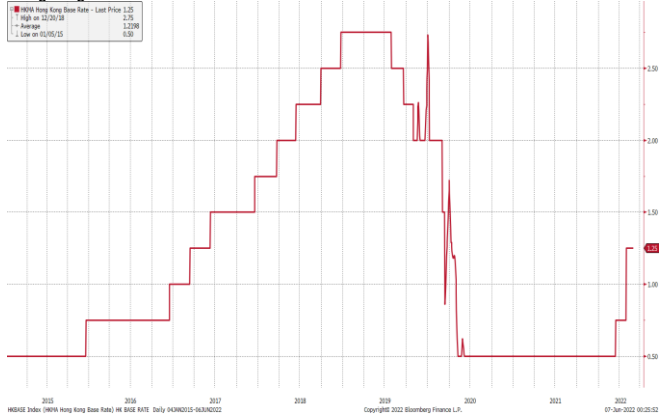
Hong Kong Economic Releases	Period	Survey	Actual	Prior	Revised
09/05/2023 08:30	S&P Global Hong Kong PMI	Aug	--	--	49.4
09/07/2023	Foreign Reserves	Aug	--	--	\$421.6b
09/08/2023 13:00	Bloomberg Sept. Hong Kong Economic Survey				

China Economic Releases	Period	Survey	Actual	Prior	Revised
09/01/2023 09:45	Caixin China PMI Mfg	Aug	49	51	49.2
09/05/2023 09:45	Caixin China PMI Composite	Aug	--	--	51.9
09/05/2023 09:45	Caixin China PMI Services	Aug	53.7	--	54.1
09/07/2023	Foreign Reserves	Aug	\$3180.00b	--	\$3204.27b
09/07/2023	Exports YoY	Aug	-9.80%	--	-14.50%
09/07/2023	Imports YoY	Aug	-9.00%	--	-12.40%
09/07/2023	Trade Balance	Aug	\$67.68b	--	\$80.60b
09/07/2023	Exports YoY CNY	Aug	--	--	-9.20%
09/07/2023	Imports YoY CNY	Aug	--	--	-6.90%
09/07/2023	Trade Balance CNY	Aug	--	--	575.70b

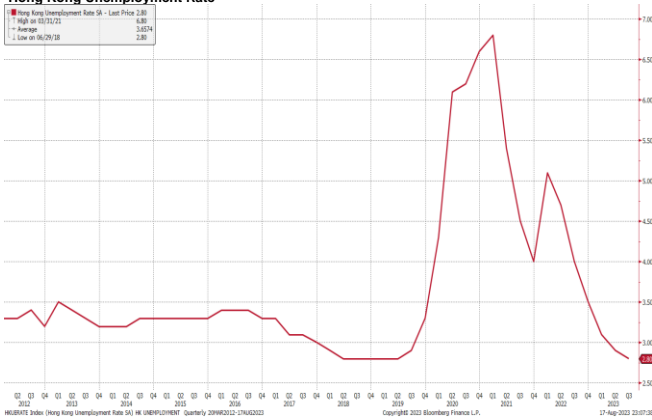
Hong Kong GDP Q on Q



Hong Kong Base Interest Rate



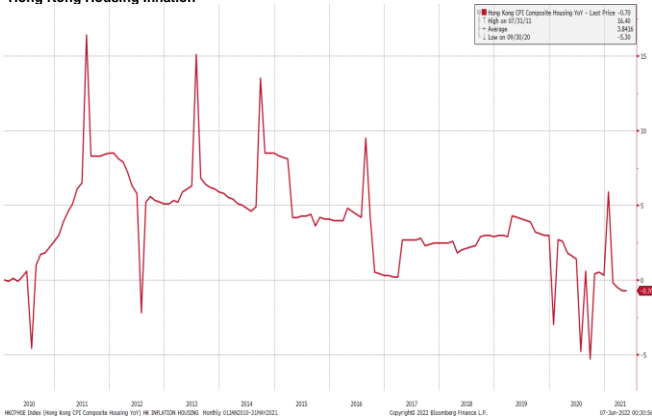
Hong Kong Unemployment Rate



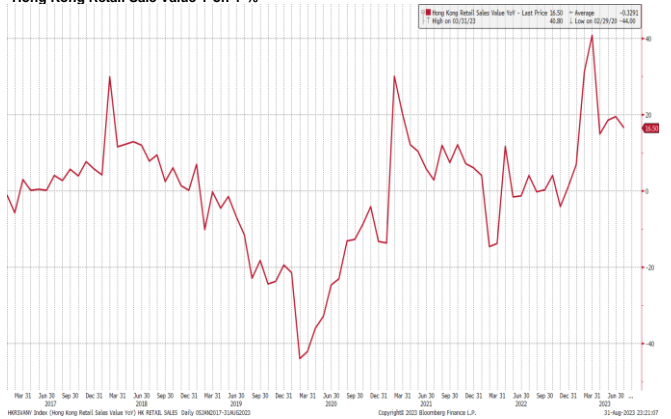
Hong Kong Composite Inflation



Hong Kong Housing Inflation



Hong Kong Retail Sale Value Y on Y %



(Source: Bloomberg)

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