

Fundamentals:

Hong Kong stocks rose as trading resumed after a typhoon-related interruption while conflicts in the Middle East stoked prices of oil and other commodities. Equities in mainland China slipped as traders returned after the golden week national holiday.

The Hang Seng Index advanced 0.2 per cent to 17,517.40 at the close. The benchmark fell 1.8 per cent last week to cap a five-week losing streak. The morning session was cancelled because of a typhoon and black rainstorm warning, both of which have since been downgraded after Koinu departed the city. The Hang Seng Tech Index also added 0.2 per cent.

Oil producers PetroChina gained 2.6 per cent HK\$5.64 and CNOOC added 2.3 per cent to HK\$13.40, while gold producer Zijin Mining rallied 3.7 per cent to HK\$11.80. Anta Sports Products jumped 2.2 per cent to HK\$85.30 while rival Li Ning added 1 per cent to HK\$31.70.

The Northbound link of the Stock Connect scheme also reopened at 2pm, according to a statement from the Hong Kong exchange.

The war between Israel and Hamas entered a third day amid rising casualties, and the intensified conflict dented global growth outlook. Higher oil prices could stoke inflation and prevent or delay global central banks' pivot from their policy tightening campaign, after the recent pause in the rate hiking cycle.

Crude prices surged by as much as 5.4 per cent to a near one-year high of US\$87.24 a barrel while spot gold rose by as much as 1.2 per cent to US\$1,855.52 an ounce.

Stocks in mainland China dropped by the most in two weeks after a week-long holiday. The Shanghai Composite Index retreated 0.4 per cent, while the CSI 300 Index and the Shenzhen Composite Index both fell 0.1 per cent.

China's government said tourism revenue amounted to 753.4 billion yuan (US\$103.3 billion) during the golden week, a 4.1 per cent increase over the pre-pandemic level in 2019.

Government reports later this week may show aggregate financing surged to 375 billion yuan in September from 312 billion yuan in August, according to analysts' estimates. Producer prices probably fell 2.4 per cent, after declining 3 per cent in August, as per consensus forecasts.

Markets in Japan and South Korea are closed for local holidays. In Australia, the S&P/ASX 200 added 0.2 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 OCT 23	38	17570	17750	17402
H. SENG FUT NOV 23	40	17593	17760	17451
H. SENG FUT DEC 23	38	17663	17830	17530
H. SENG FUT MAR 24	38	17570	17750	17402
MINI H. SENG FUT OCT 23	38	17570	17750	17402
MINI H. SENG FUT NOV 23	40	17593	17760	17422
MINI H. SENG FUT DEC 23	38	17663	17839	17496
MINI H. SENG FUT MAR 24	38	17570	17750	17402
HSCEI FUT OCT 23	25	6017	6066	5944
HSCEI FUT NOV 23	25	6039	6082	5970
HSCEI FUT DEC 23	27	6067	6100	5995
HSCEI FUT MAR 24	25	6017	6066	5944
MINI HSCEI FUT OCT 23	25	6017	6068	5943
MINI HSCEI FUT NOV 23	25	6039	6085	5968
MINI HSCEI FUT DEC 23	27	6067	6114	5994
MINI HSCEI FUT MAR 24	25	6017	6068	5943

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	67.25	-0.25	68.2	66.2
**Tencent Holdings Ltd	307	1.8	308.8	302
**HSBC Holdings PLC	62	-0.05	62.65	61.7
**China Construction Bank Corp	4.37	0.01	4.4	4.22
**Ping An Insurance Group	43.5	0.5	44	43
**Meituan	108.9	0.6	110.6	106
*Hong Kong Exchanges & Clearing Ltd	288.8	0.2	292	286
**Alibaba Group Holdings Ltd	82.1	-0.8	83.45	81.55
**Xiaomi Corp	11.94	0.06	12.12	11.56
**ICBC	3.68	0.02	3.72	3.67

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	44.9	1.2	45.95	42.95
**China Mobile Ltd	65.15	0.4	65.85	64.85
**Bank of China Ltd	2.73	0	2.76	2.7
*Techtronic Industries Co Ltd	73.1	-0.4	73.5	72.65
*CK Hutchison Holdings Ltd	40.8	-0.15	40.95	40.35
*Link REIT	36.9	-0.3	37.1	36.5
*CLP Holding Ltd	56.75	-0.55	57.3	56.5
**Geely Automobile Holdings Ltd	8.97	0.06	9.1	8.82
**CNOOC Ltd	13.4	0.3	13.76	13.32
**ANTA Sports Products Ltd	85.3	1.85	87.4	84.25

Global Equity Indices	Close	Change	High	Low
Hang Seng	17517.40	31.42	17633.2	17447.76
HSCEI	5998.3	24	6039.38	5970.82
Shanghai Comp Index	3096.92	-13.553	3103.36	3072.642
Nikkei 225	0	0	0	0
KOSPI	0	0	0	0
S&P/ASX200	6970.16	15.989	6998.9	6954.2
DJIA	33604.7	197.07	33631.8	33253.69
S&P 500	4335.66	27.16	4341.73	4283.79
NASDAQ	13484.2	52.9	13509.3	13277.48
DAX	15128.1	-101.66	15201.1	15077.66
CAC	7021.4	-0.55	7057.81	6980.33
FTSE100	7492.21	-2.37	7540.57	7473.19

Technical Analysis

Mini Hang Seng

1st Resistance:	17834	2nd Resistance:	18097
1st Support:	17306	2nd Support:	17043
MACD:	-232.621		
MACD DIFF:	-1.92247		
RSI:	44.3434		

Mini Hang Seng China Enterprise

1st Resistance:	6107	2nd Resistance:	6198
1st Support:	5927	2nd Support:	5836
MACD:	-92.298		
MACD DIFF:	-10.392		
RSI:	43.268		

Strategy:

Mini Hang Seng:

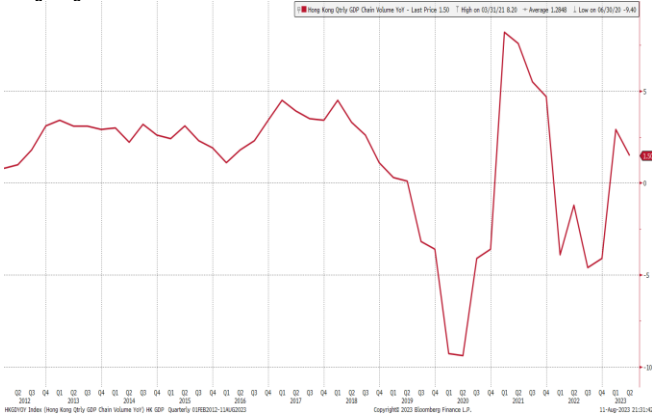
Long: Profit target:	17306	17480	17220	Long: Profit target:	17043	17213	16958
Stop-loss:				Stop-loss:			
Short: Profit target:	17834	17655	17923	Short: Profit target:	18097	17916	18188
Stop-loss:				Stop-loss:			

Mini Hang Seng China Enterprise:

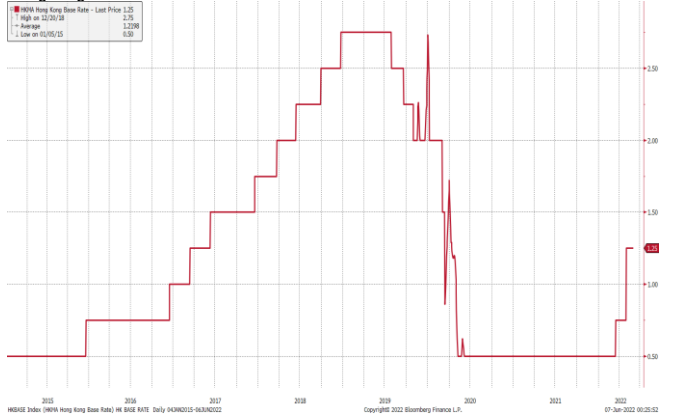
Long: Profit target:	5927	5986	5897	Long: Profit target:	5836	5895	5807
Stop-loss:				Stop-loss:			
Short: Profit target:	6107	6046	6138	Short: Profit target:	6198	6136	6228
Stop-loss:				Stop-loss:			

China Economic Releases	Period	Survey	Actual	Prior	Revised	
10/09/2023 10/15	Aggregate Financing CNY	Sep	3750.0b	--	3120.0b	3123.7b
10/09/2023 10/15	New Yuan Loans CNY	Sep	2500.0b	--	1360.0b	1358.0b
10/09/2023 10/15	Money Supply M2 YoY	Sep	10.60%	--	10.60%	--
10/09/2023 10/15	Money Supply M1 YoY	Sep	2.40%	--	2.20%	--
10/09/2023 10/15	Money Supply M0 YoY	Sep	--	--	9.50%	--
10/11/2023 10/18	FDI YTD YoY CNY	Sep	--	--	-5.10%	--
10/13/2023 09:30	CPI YoY	Sep	0.20%	--	0.10%	--
10/13/2023 09:30	PPI YoY	Sep	-2.40%	--	-3.00%	--
10/13/2023	Trade Balance	Sep	\$70.60b	--	\$68.36b	\$68.20b
10/13/2023	Exports YoY	Sep	-7.50%	--	-8.80%	--
10/13/2023	Imports YoY	Sep	-6.00%	--	-7.30%	--
10/13/2023	Exports YoY CNY	Sep	--	--	-3.20%	--
10/13/2023	Imports YoY CNY	Sep	--	--	-1.60%	--
10/13/2023	Trade Balance CNY	Sep	--	--	488.00b	--

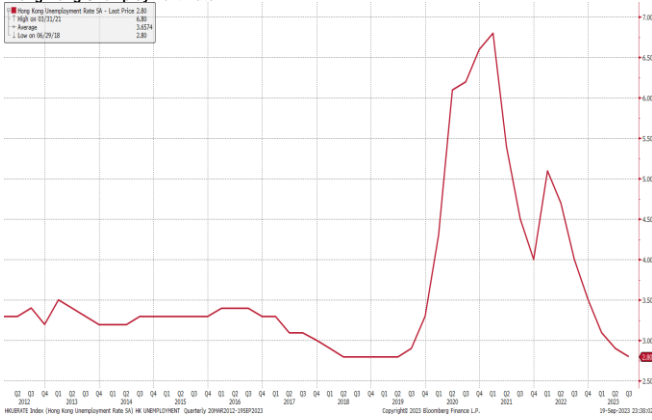
Hong Kong GDP Q on Q



Hong Kong Base Interest Rate



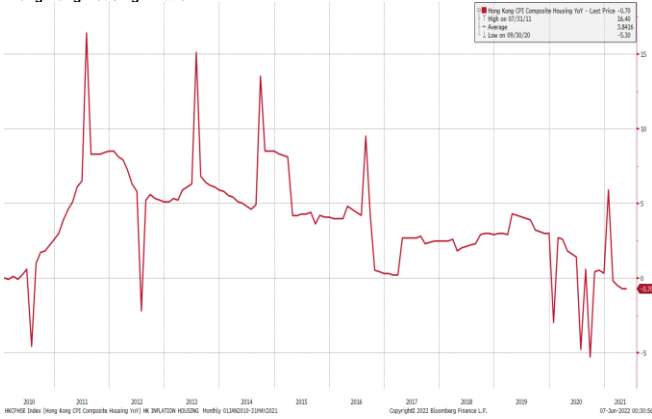
Hong Kong Unemployment Rate



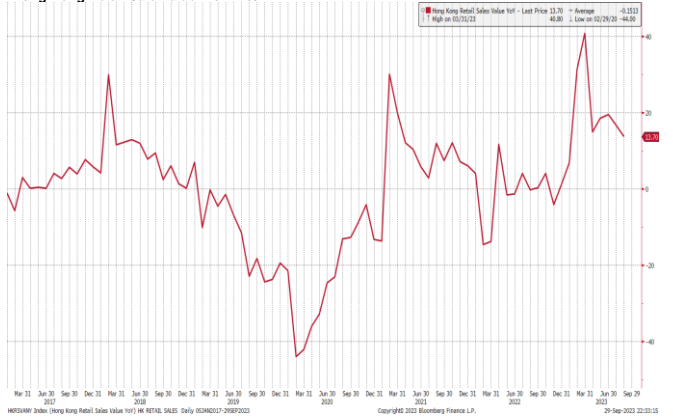
Hong Kong Composite Inflation



Hong Kong Housing Inflation



Hong Kong Retail Sale Value Y on Y %



(Source: Bloomberg)

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