

**Fundamentals:**

Hong Kong stocks rose for a fifth day, the longest winning streak in three months, before reports this week that may signal a stronger recovery in the Chinese economy. Traders stepped up bets the US will pause on its policy tightening again next month.

The Hang Seng Index climbed 1.3 per cent to 17,893.10 on Wednesday, adding to a 2.7 per cent gain in the preceding four days. The Tech Index gained 2 per cent and the Shanghai Composite Index added 0.1 per cent

Alibaba Group added 1.4 per cent to HK\$84.60 and Tencent rose 0.9 per cent to HK\$311, while Sunny Optical rallied 12 per cent to HK\$59.20. Chinese sportswear maker Li Ning gained 5.3 per cent to HK\$33.55, and peer Anta Sports jumped 3.4 per cent to HK\$88.70. Meituan advanced 3.7 per cent to HK\$116.50.

Aggregate financing, the broadest measure of mainland China's credit supply, probably increased to 370 billion yuan (US\$50.7 billion) in September from 312 billion yuan in August, according to consensus forecasts. Producer prices fell 2.4 per cent, narrowing from a 3 per cent decline in August.

Federal Reserve officials have offered less hawkish comments this week, including Fed Bank of Atlanta President Raphael Bostic, who said policy is restrictive enough to cool inflation to the official long-term target of 2 per cent.

Sentiment on Hong Kong and Chinese stocks has improved, as money managers including Matthews International and Value Partners turned upbeat. Bullish call options on the Hang Seng Index exceeded the bearish puts, suggesting bets on a market rebound, Hang Seng Indexes Co said.

Mainland investors snapped up HK\$1.33 billion (US\$170.5 million) of Hong Kong shares via the Stock Connect scheme on Wednesday, a seventh consecutive day of inflows, according to Bloomberg data.

Maiyue Technology, an information technology solutions provider, jumped 38 per cent to HK\$1.63 on the first day of trading in Hong Kong. CIMC Sefaway Technologies, a manufacturer of containers, fell 1.1 per cent to 23.95 yuan in its Shenzhen debut.

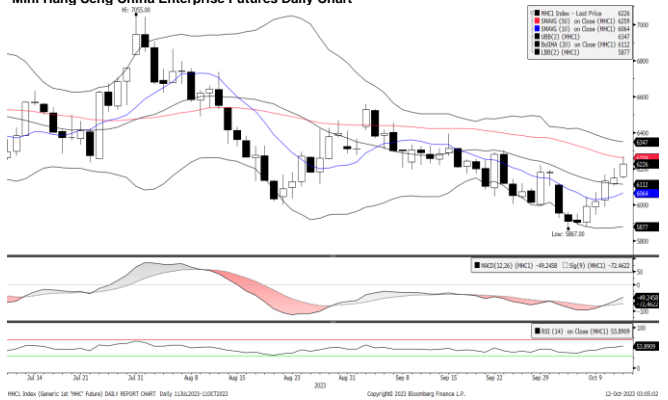
Other major Asian markets advanced. Japan's Nikkei 225 climbed 0.6 per cent, while South Korea's Kospi rallied 2 per cent and Australia's S&P/ASX 200 added 0.7 per cent.

(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	59	17935	18077	17807
H. SENG FUT NOV 23	60	17959	18100	17834
H. SENG FUT DEC 23	65	18037	18160	17920
H. SENG FUT MAR 24	59	17935	18077	17807
MINI H. SENG FUT OCT 23	59	17935	18077	17808
MINI H. SENG FUT NOV 23	60	17959	18100	17834
MINI H. SENG FUT DEC 23	65	18037	18169	17909
MINI H. SENG FUT MAR 24	59	17935	18077	17808
HSCEI FUT OCT 23	18	6149	6200	6103
HSCEI FUT NOV 23	22	6172	6220	6128
HSCEI FUT DEC 23	19	6202	6243	6157
HSCEI FUT MAR 24	18	6149	6200	6103
MINI HSCEI FUT OCT 23	18	6149	6201	6104
MINI HSCEI FUT NOV 23	22	6172	6220	6125
MINI HSCEI FUT DEC 23	19	6202	6251	6166
MINI HSCEI FUT MAR 24	18	6149	6201	6104

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	68.8	1.5	69.65	68.6
**Tencent Holdings Ltd	311	2.8	314.6	310.4
**HSBC Holdings PLC	62.8	0.6	63.15	62.65
**China Construction Bank Corp	4.44	0.03	4.47	4.44
**Ping An Insurance Group	44	0.15	44.7	43.95
**Meituan	116.5	4.2	118.3	115.1
*Hong Kong Exchanges & Clearing Ltd	292	2.6	296.8	291.2
**Alibaba Group Holdings Ltd	84.6	1.2	85.55	84.3
**Xiaomi Corp	12.3	0.02	12.52	12.3
**ICBC	3.74	0.03	3.77	3.73

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	46.95	2.2	48.25	45.45
**China Mobile Ltd	64.75	-0.25	65.75	64.5
**Bank of China Ltd	2.74	0.01	2.76	2.73
*Techtronic Industries Co Ltd	74.35	-0.2	75.45	74
*CK Hutchison Holdings Ltd	41.25	0.2	41.55	40.95
*Link REIT	37.7	0.2	38.1	37.45
*CLP Holding Ltd	57.2	0.6	57.45	56.6
**Geely Automobile Holdings Ltd	9.1	0.06	9.3	9.1
**CNOOC Ltd	13.66	0.14	13.78	13.54
**ANTA Sports Products Ltd	88.7	2.9	89.05	86.5

Global Equity Indices	Close	Change	High	Low
Hang Seng	17893.10	228.37	18022.5	17889.71
HSCEI	6132.87	80.36	6180.39	6123.53
Shanghai Comp Index	3078.96	3.72	3095.66	3071.936
Nikkei 225	31936.5	189.98	32037.1	31804.09
KOSPI	2450.08	47.5	2463.56	2436.52
S&P/ASX200	7088.41	47.777	7092.7	7040.6
DJIA	33804.9	65.57	33882.6	33612.25
S&P 500	4376.95	18.71	4378.64	4345.34
NASDAQ	13659.7	96.84	13671.1	13549.29
DAX	15460	36.49	15486.1	15361.74
CAC	7131.21	-0.44	7166.5	7080.01
FTSE100	7620.03	-8.18	7651.98	7608.67

**Technical Analysis**

**Mini Hang Seng**

1st Resistance:	18204	2nd Resistance:	18473
1st Support:	17666	2nd Support:	17397
MACD:	-155.367		
MACD DIFF:	54.2621		
RSI:	51.6727		

**Mini Hang Seng China Enterprise**

1st Resistance:	6241	2nd Resistance:	6333
1st Support:	6057	2nd Support:	5965
MACD:	-66.174		
MACD DIFF:	12.114		
RSI:	50.1465		

**Strategy:**

Mini Hang Seng:			Mini Hang Seng China Enterprise:		
Long:	Profit target:	Stop-loss:	Long:	Profit target:	Stop-loss:
17666	17843	17578	17397	17571	17310

Mini Hang Seng:			Mini Hang Seng China Enterprise:		
Short:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:
18204	18022	18295	18473	18288	18565

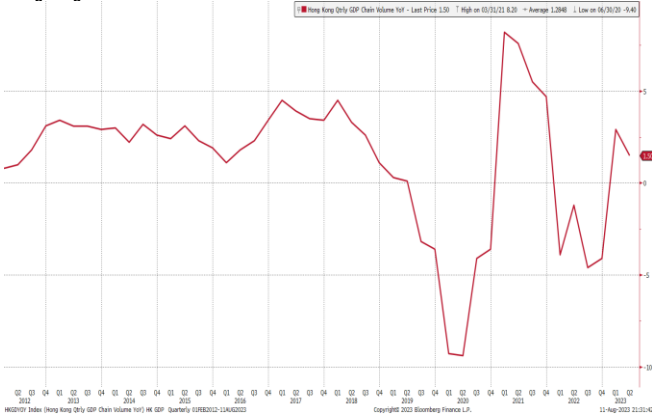
Mini Hang Seng:			Mini Hang Seng China Enterprise:		
Long:	Profit target:	Stop-loss:	Long:	Profit target:	Stop-loss:
6057	6117	6026	5965	6024	5935

Mini Hang Seng:			Mini Hang Seng China Enterprise:		
Short:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:
6241	6179	6272	6333	6270	6365

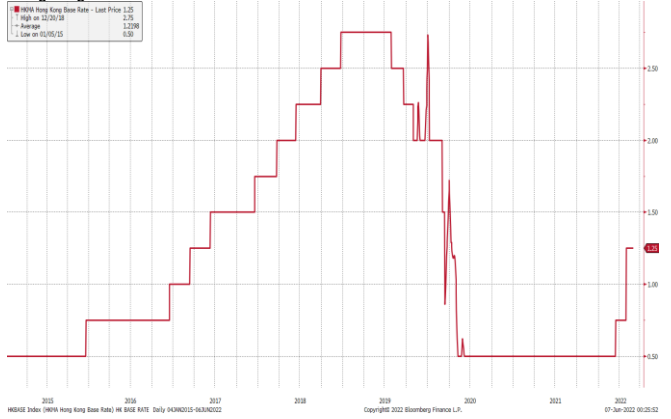
Hong Kong Economic Releases	Period	Survey	Actual	Prior	Revised
10/19/2023 16:30	Unemployment Rate SA	Sep	--	--	2.80%

China Economic Releases	Period	Survey	Actual	Prior	Revised
10/11/2023 10/15	Aggregate Financing CNY	Sep	3700.0b	--	3120.0b
10/11/2023 10/18	FDI YTD YoY CNY	Sep	--	--	-5.10%
10/11/2023 10/15	Money Supply M2 YoY	Sep	10.60%	--	10.60%
10/11/2023 10/15	Money Supply M0 YoY	Sep	--	--	9.50%
10/11/2023 10/15	New Yuan Loans CNY	Sep	2500.0b	--	1360.0b
10/11/2023 10/15	Money Supply M1 YoY	Sep	2.40%	--	2.20%
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
10/13/2023	Exports YoY	Sep	-8.00%	--	-8.80%
10/13/2023	Imports YoY	Sep	-6.30%	--	-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
10/16/2023 09:20	1-Yr Medium-Term Lending Facility Ra	Oct-15	2.50%	--	2.50%
10/16/2023 09:20	1-Yr Medium-Term Lending Facilities v	Oct-15	590.0b	--	591.0b

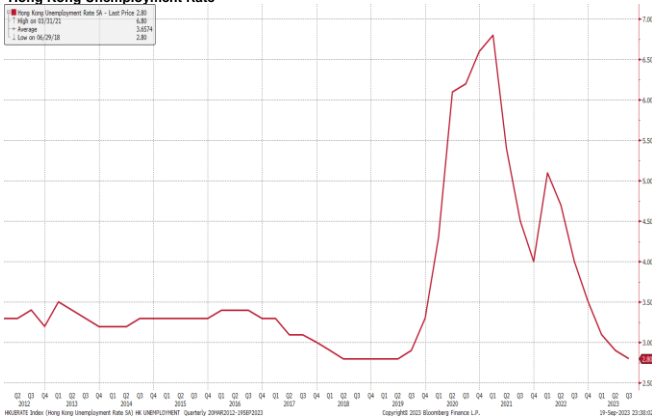
### Hong Kong GDP Q on Q



### Hong Kong Base Interest Rate



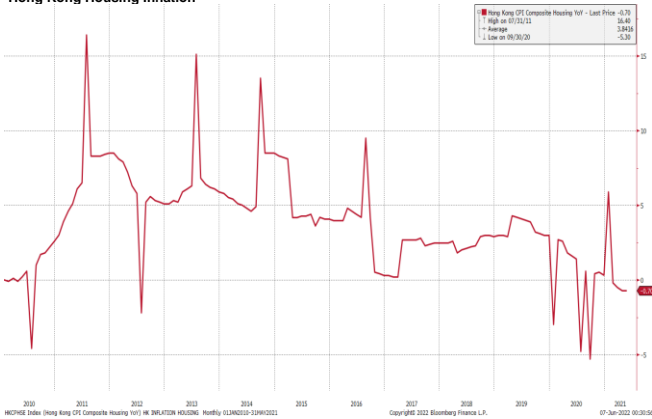
### Hong Kong Unemployment Rate



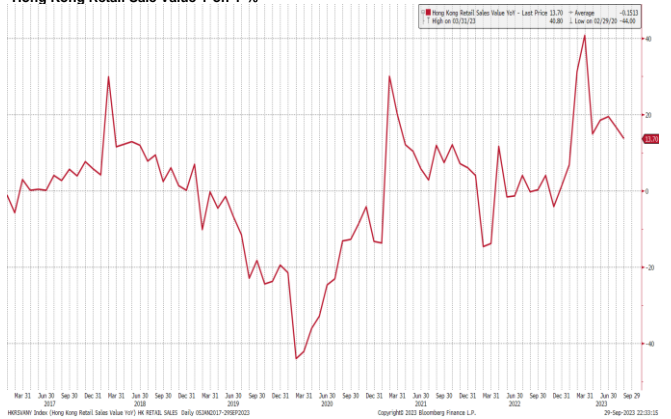
### Hong Kong Composite Inflation



### 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

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.