

**Fundamentals:**

Hong Kong stocks slipped towards a one-year low, led by Chinese tech leaders, as concerns about China's growth outlook and currency depreciation fuelled capital outflows. State buying support helped temper losses.

The Hang Seng Index fell 1.1 per cent to 16,991.53 at the close from Friday, reaching the lowest level since November 10. The Tech Index also dropped by that much, while the Shanghai Composite Index rebounded 0.8 per cent after China's sovereign wealth fund bought exchange-traded funds (ETFs) to help shore up confidence.

Alibaba Group weakened 1.7 per cent to HK\$77.20, Tencent lost 2.1 per cent to HK\$283 and JD.com lost 2.9 per cent to HK\$93.90. HSBC declined 2 per cent to HK\$58.60, while sportswear maker Anta Sports Products retreated 1.7 per cent to HK\$90 and peer Li Ning tumbled 1.8 per cent to HK\$30.

The Hang Seng Index tumbled 3.6 per cent last week, the most in two months, before a pause in trading on Monday for a public holiday. A slump in China's housing market, heightened geopolitical risks in the Middle East and a hawkish Federal Reserve are sapping risk appetite, fanning gains in the US dollar.

Losses narrowed as China made another move to stem a loss in confidence. Central Huijin Investment, a unit under wealth fund China Investment Corp, bought ETFs tracking onshore stocks, according to a statement on its website on Monday.

The firm earlier spent about US\$65.4 million on additional shares in the nation's big four state-controlled lenders two weeks ago, incrementally raising its stake in the first such market support since the market crash in 2015.

Foreign funds have taken US\$5.1 billion out of the onshore stock market this month, according to Goldman Sachs. China suffered some US\$75 billion of capital outflows in September, the most since end-2016, after a US\$42 billion flight in August, the US investment bank said. The yuan rose 0.2 per cent on Tuesday, but still hovered near a 16-year low.

Guangdong Suqun New Material, a maker of functional materials including synthetic graphite heat sink, surged 68 per cent to 70.15 yuan on the first day of trading in Shenzhen.

Other major Asian markets all gained. South Korea's Kospi gained 1.1 per cent while Japan's Nikkei 225 and Australia's S&P/ASX 200 both rose 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	-215	16958	17152	16876
H. SENG FUT NOV 23	-217	16973	17161	16895
H. SENG FUT DEC 23	-225	17035	17215	16970
H. SENG FUT MAR 24	-215	16958	17152	16876
MINI H. SENG FUT OCT 23	-215	16958	17154	16877
MINI H. SENG FUT NOV 23	-217	16973	17162	16894
MINI H. SENG FUT DEC 23	-225	17035	17220	16960
MINI H. SENG FUT MAR 24	-215	16958	17154	16877
HSCEI FUT OCT 23	-82	5794	5862	5767
HSCEI FUT NOV 23	-85	5813	5881	5787
HSCEI FUT DEC 23	-86	5839	5895	5815
HSCEI FUT MAR 24	-82	5794	5862	5767
MINI HSCEI FUT OCT 23	-82	5794	5862	5767
MINI HSCEI FUT NOV 23	-85	5813	5875	5787
MINI HSCEI FUT DEC 23	-86	5839	5900	5815
MINI HSCEI FUT MAR 24	-82	5794	5862	5767

Major HSI Constituent Stocks	Close	Change	High	Low
*Alia Group Ltd	66.6	-0.35	66.95	65.6
**Tencent Holdings Ltd	283	-6	289.8	282.6
**HSBC Holdings PLC	58.6	-1.2	59	58.2
**China Construction Bank Corp	4.47	-0.08	4.53	4.46
**Ping An Insurance Group	40.3	-0.25	40.85	40
**Meituan	107.5	-0.3	109	104.6
*Hong Kong Exchanges & Clearing Ltd	290	4.8	293	282
**Alibaba Group Holdings Ltd	77.2	-1.3	78.55	77.05
**Xiaomi Corp	12.96	-0.34	13.4	12.9
**ICBC	3.74	-0.02	3.77	3.71

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	46.15	0.05	46.75	44.8
**China Mobile Ltd	63.35	-0.9	64.35	63.05
**Bank of China Ltd	2.72	-0.03	2.75	2.7
*Techtronic Industries Co Ltd	68.9	0.3	70.15	68.2
*CK Hutchison Holdings Ltd	39.3	-0.4	39.85	39.2
*Link REIT	35.6	0.15	35.8	34.9
*CLP Holding Ltd	56.2	-0.25	56.9	56.2
**Geely Automobile Holdings Ltd	8.7	-0.06	8.8	8.56
**CNOOC Ltd	13.42	-0.02	13.46	13.26
**ANTA Sports Products Ltd	90	-1.55	91.5	88.3

Global Equity Indices	Close	Change	High	Low
Hang Seng	16991.53	-180.6	17139.5	16879.66
HSCEI	5799.38	-72.33	5858.74	5763.66
Shanghai Comp Index	2962.24	22.953	2964.76	2929.088
Nikkei 225	31062.4	62.8	31210.3	30551.67
KOSPI	2383.51	26.49	2384.14	2326.67
S&P/ASX200	6856.86	12.782	6878.5	6837.7
DJIA	33141.4	204.97	33272.2	32988.43
S&P 500	4247.68	30.64	4259.38	4219.43
NASDAQ	13139.9	121.55	13170.4	13022.85
DAX	14879.9	79.22	14916.6	14750.32
CAC	6893.65	0.63	6909.08	6833.91
FTSE100	7389.7	14.87	7405.26	7324.99

**Technical Analysis**

**Mini Hang Seng**

1st Resistance:	17212	2nd Resistance:	17467
1st Support:	16704	2nd Support:	16449
MACD:	-200.501		
MACD DIFF:	-54.0184		
RSI:	35.7449		

**Mini Hang Seng China Enterprise**

1st Resistance:	5881	2nd Resistance:	5968
1st Support:	5707	2nd Support:	5620
MACD:	-81.402		
MACD DIFF:	-20.277		
RSI:	35.6662		

**Strategy:**

<b>Mini Hang Seng:</b>	Long: Profit target: 16704	Stop-loss: 16871	16620	Long: Profit target: 16449	Stop-loss: 16614	16367
------------------------	----------------------------	------------------	-------	----------------------------	------------------	-------

	Short: Profit target: 17212	Stop-loss: 17040	17298	Short: Profit target: 17467	Stop-loss: 17292	17554
--	-----------------------------	------------------	-------	-----------------------------	------------------	-------

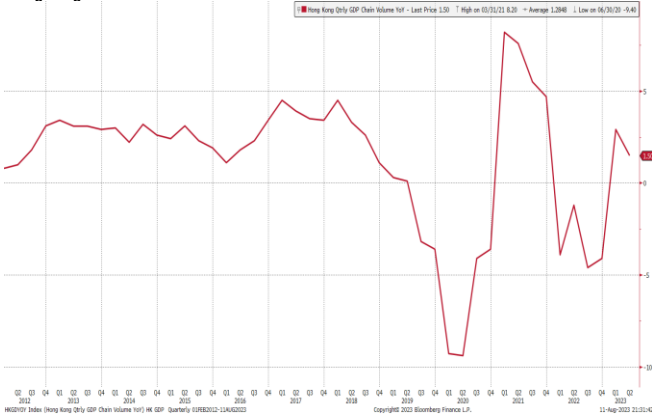
<b>Mini Hang Seng China Enterprise:</b>	Long: Profit target: 5707	Stop-loss: 5764	5679	Long: Profit target: 5620	Stop-loss: 5676	5592
---	---------------------------	-----------------	------	---------------------------	-----------------	------

	Short: Profit target: 5881	Stop-loss: 5822	5910	Short: Profit target: 5968	Stop-loss: 5908	5998
--	----------------------------	-----------------	------	----------------------------	-----------------	------

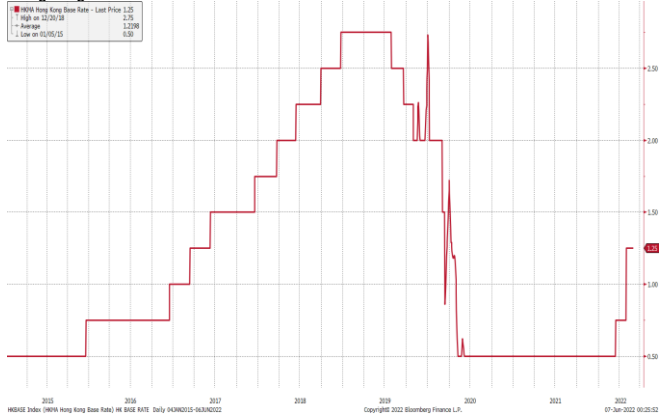
Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
10/26/2023 16:30	Exports YoY	Sep	-5.20%	--	-3.70%	--
10/26/2023 16:30	Imports YoY	Sep	-7.20%	--	-0.30%	--
10/26/2023 16:30	Trade Balance HKD	Sep	-32.5b	--	-25.6b	--
10/31/2023 16:30	GDP YoY	3Q A	--	--	1.50%	--
10/31/2023 16:30	GDP SA QoQ	3Q A	--	--	-1.30%	--
10/31/2023	Money Supply M1 HKD YoY	Sep	--	--	-18.80%	--
10/31/2023	Money Supply M2 HKD YoY	Sep	--	--	1.40%	--
10/31/2023	Money Supply M3 HKD YoY	Sep	--	--	1.40%	--
10/31/2023	Budget Balance HKD	Sep	--	--	-39.1b	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
10/27/2023 09:30	Industrial Profits YoY	Sep	--	--	17.20%	--
10/27/2023 09:30	Industrial Profits YTD YoY	Sep	--	--	-11.70%	--
10/30/2023 10:00	Bloomberg Oct. China Economic Survey					
10/31/2023 09:30	Composite PMI	Oct	--	--	52	--
10/31/2023 09:30	Manufacturing PMI	Oct	--	--	50.2	--
10/31/2023 09:30	Non-manufacturing PMI	Oct	--	--	51.7	--

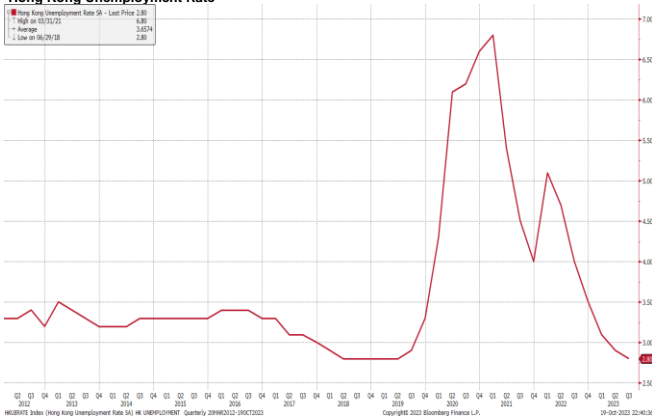
### Hong Kong GDP Q on Q



### Hong Kong Base Interest Rate



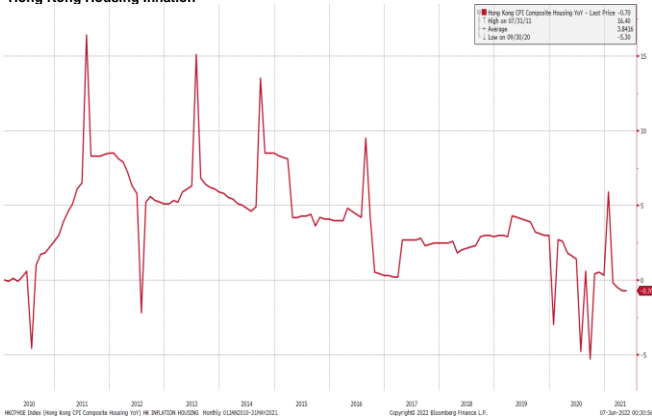
### Hong Kong Unemployment Rate



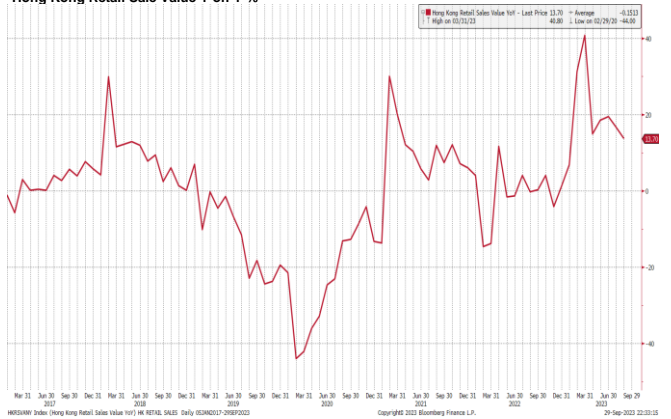
### Hong Kong Composite Inflation



### 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.