

Fundamentals:

Hong Kong stocks resumed a decline, sending the benchmark close to an 11-month low on concern that China will need to do more to shore up economic growth amid rising US funding costs that threaten to dim the global growth outlook.

The Hang Seng Index fell 0.2 per cent to 17,044.61 at the close, near the lowest level since November 10. The Hang Seng Tech Index added 0.3 per cent and the Shanghai Composite Index gained 0.5 per cent.

Sportswear maker Li Ning tumbled by a record 21 per cent to HK\$23.95 after same-store-sales fell in the third quarter from a year earlier. Peer Anta Sports Products declined 5.3 per cent to HK\$85.95. MTR, which operates Hong Kong's subway system, slipped 4.4 per cent to HK\$28.50 after Morgan Stanley slashed the price target for the stock by 22 per cent, citing rising costs and a slow recovery. Standard Chartered slumped 11 per cent to HK\$59.75 after posting an unexpected loss of US\$35 million in the third quarter.

China's approval of 1 trillion yuan (US\$137 billion) of government bond sales for disaster relief and the sovereign wealth fund's purchase of exchange-traded funds this week have failed to impress investors. They are more focused on sell-offs on US Treasuries that have pushed yields to the highest since 2007 and the prospect of more dramatic stimulus measures from Beijing. The Hang Seng Index has dropped 14 per cent this year, making it the worst performer among the world's major benchmarks.

Limiting the loss, Alibaba Group rose 0.6 per cent to HK\$79.75 as the e-commerce platform kicked off presales for its annual Singles' Day shopping event. Peer JD.com gained 1.5 per cent to HK\$98.10.

Geopolitical developments are also in focus. President Joe Biden and Chinese foreign minister Wang Yi are set to meet in the White House on Friday. This is expected to pave the way for a meeting between Biden and his counterpart Xi Jinping next month.

Other major Asian markets traded lower. Japan's Nikkei 225 slipped 2.1 per cent, while South Korea's Kospi retreated 2.7 per cent and Australia's S&P/ASX 200 lost 0.6 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	-89	17042	17235	16922
H. SENG FUT NOV 23	-96	17055	17248	16935
H. SENG FUT DEC 23	-96	17120	17296	17000
H. SENG FUT MAR 24	-89	17042	17235	16922
MINI H. SENG FUT OCT 23	-89	17042	17234	16922
MINI H. SENG FUT NOV 23	-96	17055	17240	16936
MINI H. SENG FUT DEC 23	-96	17120	17313	16998
MINI H. SENG FUT MAR 24	-89	17042	17234	16922
HSCEI FUT OCT 23	-18	5859	5914	5809
HSCEI FUT NOV 23	-11	5888	5934	5831
HSCEI FUT DEC 23	-10	5911	5957	5857
HSCEI FUT MAR 24	-18	5859	5914	5809
MINI HSCEI FUT OCT 23	-18	5859	5914	5809
MINI HSCEI FUT NOV 23	-11	5888	5931	5831
MINI HSCEI FUT DEC 23	-10	5911	5955	5854
MINI HSCEI FUT MAR 24	-18	5859	5914	5809

Major HSI Constituent Stocks	Close	Change	High	Low
*Alia Group Ltd	67.7	0.7	67.9	66.75
**Tencent Holdings Ltd	287.6	-0.2	290.2	283
**HSBC Holdings PLC	57.1	-1.35	58.7	56.6
**China Construction Bank Corp	4.53	0.05	4.56	4.49
**Ping An Insurance Group	40.4	0	40.8	39.8
**Meituan	109.8	0.2	110.4	107.5
*Hong Kong Exchanges & Clearing Ltd	273.2	-5	280.2	269.6
**Alibaba Group Holdings Ltd	79.75	0.45	80.3	79
**Xiaomi Corp	13.36	0.16	13.64	13.2
**ICBC	3.8	0.03	3.82	3.76

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	44.5	-1.15	44.8	42.55
**China Mobile Ltd	62.8	0.8	62.9	60.9
**Bank of China Ltd	2.72	0.01	2.75	2.71
*Techtronic Industries Co Ltd	69.3	-1.05	70.35	67.6
*CK Hutchison Holdings Ltd	38.9	-0.35	39.2	38.35
*Link REIT	35.6	-0.3	35.9	35.05
*CLP Holding Ltd	56.6	0.35	56.85	56
**Geely Automobile Holdings Ltd	8.8	0.02	8.9	8.7
**CNOOC Ltd	13.24	0.2	13.24	13.04
**ANTA Sports Products Ltd	85.95	-4.85	90.2	85.3

Global Equity Indices	Close	Change	High	Low
Hang Seng	17044.61	-40.72	17174.1	16917.22
HSCEI	5859.55	5.58	5897.23	5802.93
Shanghai Comp Index	2988.3	14.185	2990.33	2956.006
Nikkei 225	30601.8	-668.14	30943.3	30567.61
KOSPI	2299.08	-64.09	2330.55	2299.08
S&P/ASX200	6812.32	-42.021	6854.3	6777.4
DJIA	32784.3	-251.63	33105	32743.99
S&P 500	4137.23	-49.54	4183.6	4127.9
NASDAQ	12595.6	-225.61	12818.1	12543.86
DAX	14731.1	-161.13	14795.4	14655.08
CAC	6888.96	-0.38	6915.24	6825.59
FTSE100	7354.57	-59.77	7414.34	7342.48

Technical Analysis

Mini Hang Seng

1st Resistance:	17298	2nd Resistance:	17553
1st Support:	16786	2nd Support:	16531
MACD:	-225.056		
MACD DIFF:	-52.4333		
RSI:	38.5246		

Mini Hang Seng China Enterprise

1st Resistance:	5947	2nd Resistance:	6035
1st Support:	5771	2nd Support:	5683
MACD:	-86.187		
MACD DIFF:	-16.419		
RSI:	40.0429		

Strategy:

Mini Hang Seng:	Long: Profit target:	Stop-loss:	Long: Profit target:	Stop-loss:
	16786	16954	16702	16531

Short: Profit target:	Stop-loss:	Short: Profit target:	Stop-loss:
17298	17125	17384	17553

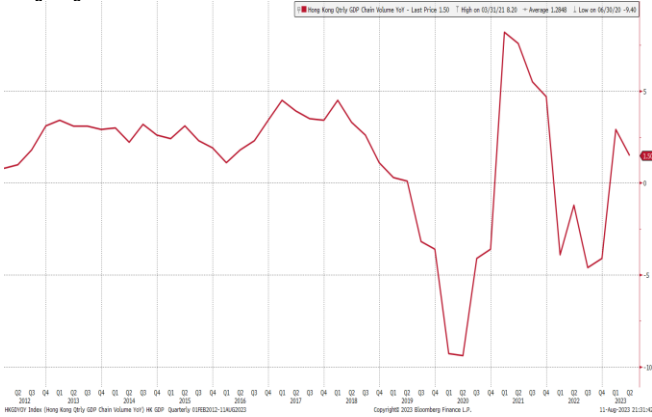
Mini Hang Seng China Enterprise:	Long: Profit target:	Stop-loss:	Long: Profit target:	Stop-loss:
	5771	5829	5742	5683

Short: Profit target:	Stop-loss:	Short: Profit target:	Stop-loss:
5947	5887	5977	6035

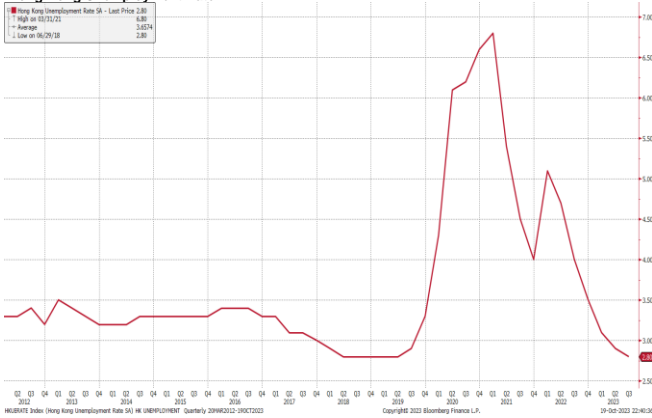
Hong Kong Economic Releases	Period	Survey	Actual	Prior	Revised
10/31/2023 16:30	GDP YoY	3Q A	5.20%	--	1.50%
10/31/2023 16:30	GDP SA QoQ	3Q A	--	--	-1.30%
10/31/2023	Money Supply M1 HKD YoY	Sep	--	--	-18.80%
10/31/2023	Money Supply M2 HKD YoY	Sep	--	--	1.40%
10/31/2023	Money Supply M3 HKD YoY	Sep	--	--	1.40%
10/31/2023	Budget Balance HKD	Sep	--	--	-39.1b
11/01/2023 16:30	Retail Sales Value YoY	Sep	--	--	13.70%
11/01/2023 16:30	Retail Sales Volume YoY	Sep	--	--	11.00%
11/03/2023 08:30	S&P Global Hong Kong PMI	Oct	--	--	49.6

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	--	50.2
10/31/2023 09:30	Non-manufacturing PMI	Oct	--	--	51.7
11/01/2023 09:45	Caixin China PMI Mfg	Oct	50.8	--	50.6
11/03/2023 09:45	Caixin China PMI Composite	Oct	--	--	50.9
11/03/2023 09:45	Caixin China PMI Services	Oct	--	--	50.2
11/03/2023	BoP Current Account Balance	3Q P	--	--	\$64.7b

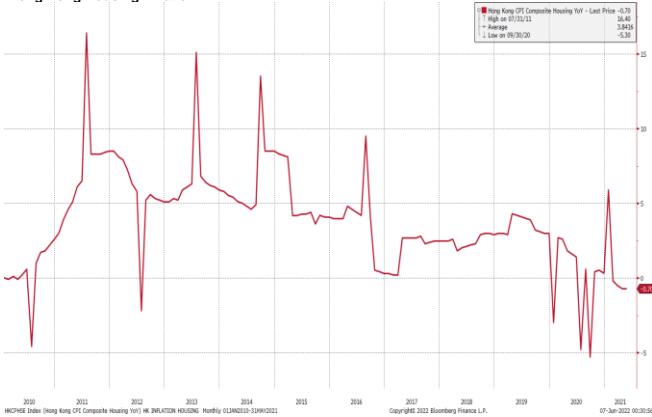
Hong Kong GDP Q on Q



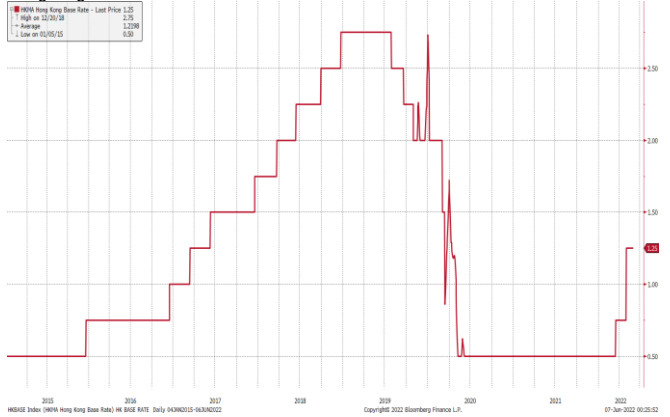
Hong Kong Unemployment Rate



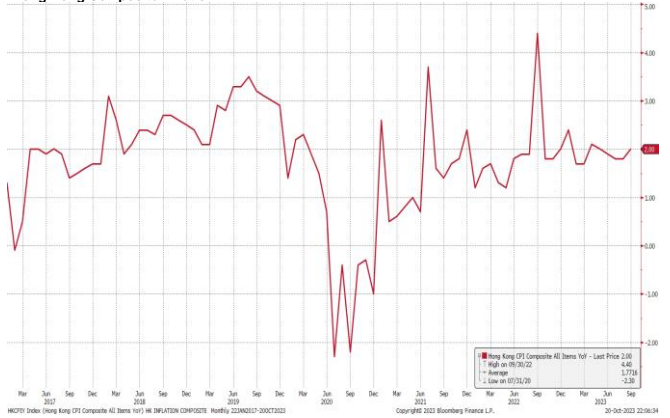
Hong Kong Housing Inflation



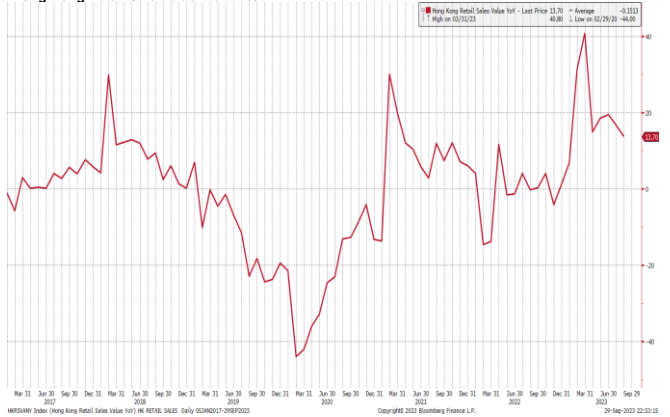
Hong Kong Base Interest Rate



Hong Kong Composite Inflation



Hong Kong Retail Sale Value Y on Y %



(Source: Bloomberg)

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