

Fundamentals:

Hong Kong stocks advanced as buyers took advantage of a five-week slump to pick up oversold market leaders. Macau casino operators were also favoured on the back of bullish tourist arrivals. Overnight gains in US equities helped lift sentiment, with yields on US government bonds coming off their highest in 16 years.

The Hang Seng Index added 0.1 per cent to 17,213.87 at the close of Thursday trading to rebound from a 10-month low. The Tech Index rose 0.1 per cent. Financial markets in mainland China are closed this week for the "golden week" holiday.

Tencent Holdings jumped 0.7 per cent to HK\$299.80, and JD.com gained 1.1 per cent to HK\$111.50. NetEase advanced 1 per cent to HK\$154.20, and Baidu appreciated 0.7 per cent to HK\$125. Galaxy Entertainment climbed 0.8 per cent to HK\$45.60, aided by strong tourist arrivals.

Some 655,000 people visited Macau in the first five days of China's golden week holiday, according to government data, just 15 per cent below the arrivals recorded during the same period in 2019 before the Covid-19 pandemic.

The 14-day relative strength index levels for the Hang Seng Index and the Tech Index to about 38, according to Bloomberg data, approaching the 30-point threshold that typically signals an imminent turnaround. The readings for JD.com, Alibaba and Galaxy stood at 32 to 37.

Hong Kong's benchmark stock index has slipped 3.4 per cent so far this week, adding to losses in the preceding four weeks. While China's economic data showed the slowdown has stabilised, investors remained unconvinced that a major rebound is in store.

Appetite for risk has also waned amid worries about higher-for-longer global interest rates. Yields on benchmark 10- and 30-year Treasuries climbed to the highest in 16 years earlier this week as traders priced in higher chances of another US rate hike this year.

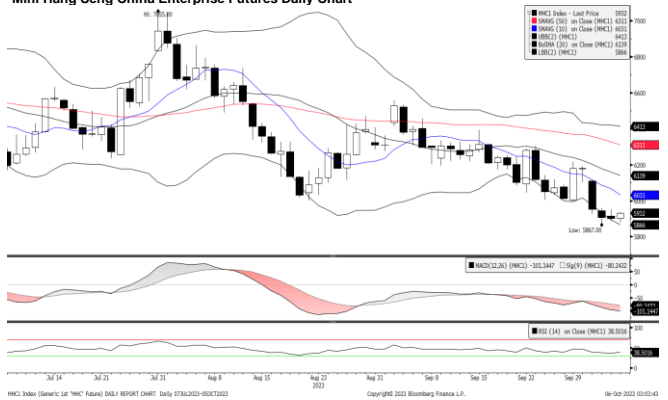
Major Asian markets mostly strengthened, tracking an overnight rally on Wall Street. Australia's S&P/ASX 200 added 0.5 per cent, while the Nikkei 225 Index in Japan surged 1.8 per cent and South Korea's Kospi declined less than 0.1 per cent.

(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	4	17256	17372	17198
H. SENG FUT NOV 23	4	17279	17389	17220
H. SENG FUT DEC 23	6	17349	17488	17292
H. SENG FUT MAR 24	4	17256	17372	17198
MINI H. SENG FUT OCT 23	4	17256	17373	17197
MINI H. SENG FUT NOV 23	4	17279	17388	17216
MINI H. SENG FUT DEC 23	6	17349	17458	17300
MINI H. SENG FUT MAR 24	4	17256	17373	17197
HSCEI FUT OCT 23	-6	5901	5950	5888
HSCEI FUT NOV 23	-1	5924	5971	5915
HSCEI FUT DEC 23	-4	5953	5989	5952
HSCEI FUT MAR 24	-6	5901	5950	5888
MINI HSCEI FUT OCT 23	-6	5901	5950	5888
MINI HSCEI FUT NOV 23	-1	5924	5969	5910
MINI HSCEI FUT DEC 23	-4	5953	5994	5945
MINI HSCEI FUT MAR 24	-6	5901	5950	5888

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	65.95	0.55	66.3	65.5
**Tencent Holdings Ltd	299.8	2.2	303.6	298.6
**HSBC Holdings PLC	60.95	0.1	61.05	60.65
**China Construction Bank Corp	4.27	0.01	4.3	4.24
**Ping An Insurance Group	42.3	0	42.65	42
**Meituan	105.9	-1	108.8	105.5
*Hong Kong Exchanges & Clearing Ltd	285.6	0.2	288.6	284.8
**Alibaba Group Holdings Ltd	81.35	-0.4	82.8	81.35
**Xiaomi Corp	11.68	-0.18	11.98	11.6
**ICBC	3.6	-0.01	3.65	3.59

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	42.9	-0.75	44.25	42.55
**China Mobile Ltd	64.25	0.05	64.6	64
**Bank of China Ltd	2.67	0	2.69	2.67
*Techtronic Industries Co Ltd	72.45	-2.15	74.8	72.45
*CK Hutchison Holdings Ltd	40.5	0.2	40.6	40.05
*Link REIT	36.65	0.1	36.95	36.45
*CLP Holding Ltd	56.45	0.7	56.6	55.8
**Geely Automobile Holdings Ltd	8.86	-0.02	8.95	8.82
**CNOOC Ltd	13.12	-0.06	13.12	12.92
**ANTA Sports Products Ltd	83.65	-0.05	84.45	83

Global Equity Indices	Close	Change	High	Low
Hang Seng	17213.87	18.03	17336.4	17197.61
HSCEI	5887.98	5.3	5938.76	5882.68
Shanghai Comp Index	0	0	0	0
Nikkei 225	31075.4	548.48	31083.9	30565.32
KOSPI	2403.6	-2.09	2426.61	2402.5
S&P/ASX200	6925.49	35.242	6935	6885.5
DJIA	33119.6	-9.98	33174.4	32941.56
S&P 500	4258.19	-5.56	4267.13	4225.91
NASDAQ	13219.8	-16.18	13251.2	13087.57
DAX	15070.2	-29.7	15157.7	15048.42
CAC	6998.25	0.02	7025.5	6970.59
FTSE100	7451.54	39.09	7488.6	7409.74

Technical Analysis

Mini Hang Seng

1st Resistance:	17515	2nd Resistance:	17774
1st Support:	16997	2nd Support:	16738
MACD:	-261.114		
MACD DIFF:	-35.4482		
RSI:	37.3131		

Mini Hang Seng China Enterprise

1st Resistance:	5990	2nd Resistance:	6078
1st Support:	5812	2nd Support:	5724
MACD:	-97.627		
MACD DIFF:	-22.586		
RSI:	36.5996		

Strategy:

Mini Hang Seng:

Long: Profit target:	16997	17167	16912	Long: Profit target:	16738	16906	16655
Stop-loss:				Stop-loss:			
Short: Profit target:	17515	17340	17602	Short: Profit target:	17774	17596	17863
Stop-loss:				Stop-loss:			

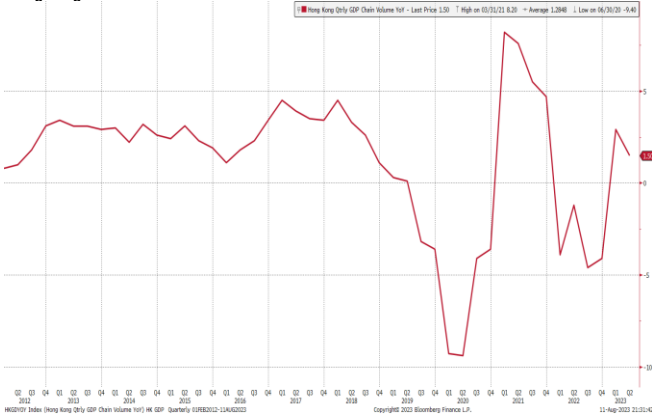
Mini Hang Seng China Enterprise:

Long: Profit target:	5812	5871	5783	Long: Profit target:	5724	5781	5695
Stop-loss:				Stop-loss:			
Short: Profit target:	5990	5930	6019	Short: Profit target:	6078	6017	6108
Stop-loss:				Stop-loss:			

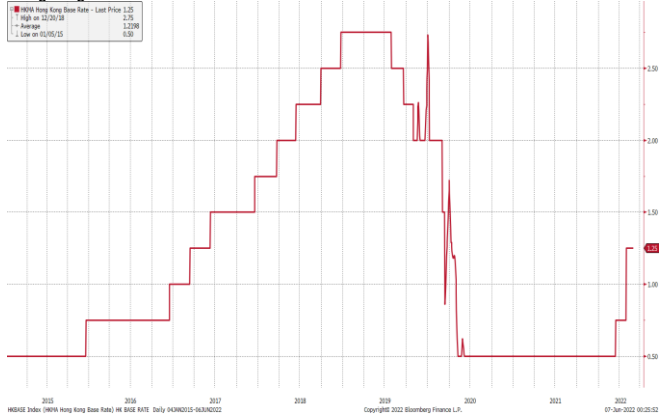
Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
10/05/2023 08:30	S&P Global Hong Kong PMI	Sep	--	49.6	49.8	--
10/06/2023	Foreign Reserves	Sep	--	--	\$418.4b	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
10/07/2023	Foreign Reserves	Sep	\$3130.00b	--	\$3160.10b	--
10/09/2023 10/15	Aggregate Financing CNY	Sep	--	--	3120.0b	3123.7b
10/09/2023 10/15	New Yuan Loans CNY	Sep	--	--	1360.0b	1358.0b
10/09/2023 10/15	Money Supply M2 YoY	Sep	--	--	10.60%	--
10/09/2023 10/15	Money Supply M1 YoY	Sep	--	--	2.20%	--
10/09/2023 10/15	Money Supply M0 YoY	Sep	--	--	9.50%	--

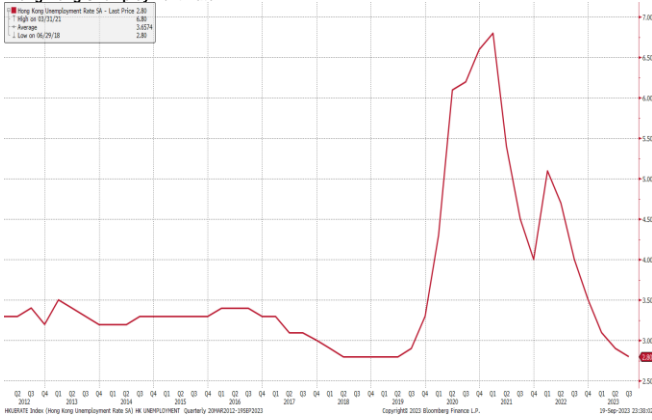
Hong Kong GDP Q on Q



Hong Kong Base Interest Rate



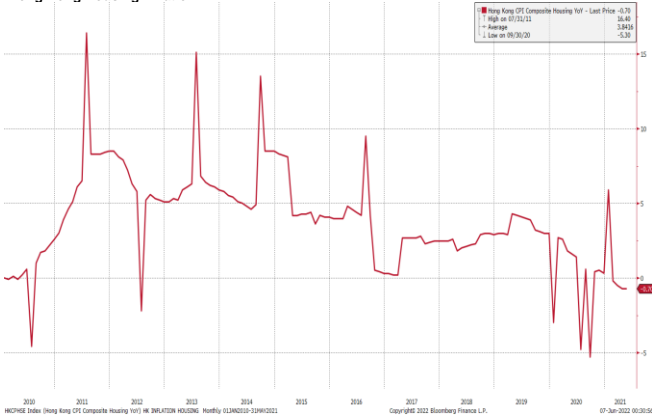
Hong Kong Unemployment Rate



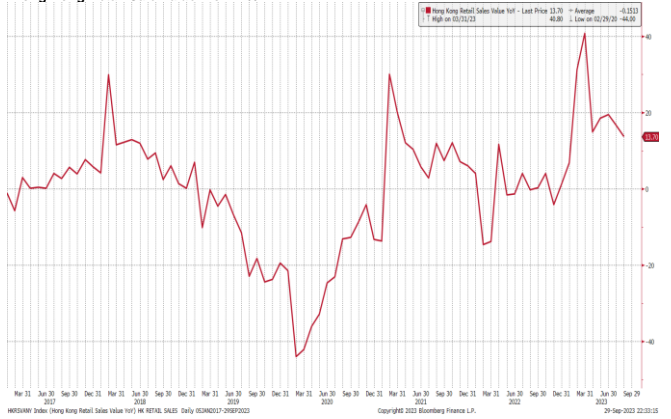
Hong Kong Composite Inflation



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.