

**Fundamentals:**

Hong Kong stocks fell for a third day, posting the longest losing streak in three weeks, after a government report showed both consumer and producer prices slipped last month, sparking worries about weak domestic demand in the world's second largest economy.

The Hang Seng Index dropped 0.3 per cent to 17,511.29 at close, capping a three-day spell of falls when it posted an aggregate loss of 2.5 per cent. The Hang Seng Tech Index added 0.1 per cent and the Shanghai Composite Index rose less than 0.1 per cent.

Tencent slipped 0.5 per cent to HK\$306.80 and Alibaba Group shed 0.4 per cent to HK\$82.15. Ping An Insurance's shares retreated 1.3 per cent to HK\$38 after the insurer denied a Reuters report, which cited sources, that Beijing has asked it to take over property developer Country Garden Holdings and assume its mountain of debt. Country Garden, which is no longer a constituent of the Hang Seng Index, sank 9.6 per cent to HK\$0.75 and its affiliate Country Garden Services slumped 7.6 per cent to HK\$7.16.

Consumer prices fell 0.2 per cent from a year earlier in October and producer prices dropped 2.6 per cent for a 13th straight month of decline, the statistics bureau said on Thursday. That compares with the consensus estimates of a 0.1 per cent drop and a 2.7 per cent decline, respectively.

"The data shows combating persistent disinflation and weak demand remains a challenge for Chinese policymakers," said Bruce Pang, chief economist at Jones Lang LaSalle in Hong Kong. "An appropriate policy mix and more supportive measures are needed to prevent the economy from a downward drift on inflation expectations that could threaten business confidence and household spending."

The worse than expected inflation data sparked concerns about the strength of China's economic recovery. Exports contracted by more than estimated last month and manufacturing data unexpectedly shrank, surprising markets after China's economy grew at a faster-than-expected clip in the third quarter.

The Hang Seng Index has fallen 11 per cent this year for the worst performance among the major benchmarks globally.

Chinese chip maker Semiconductor Manufacturing International Corp slid 2.1 per cent to HK\$23.40 before its earnings result later on Thursday. Third-quarter profit probably fell 62 per cent from a year earlier, according to the consensus estimate of the analysts tracked by Bloomberg.

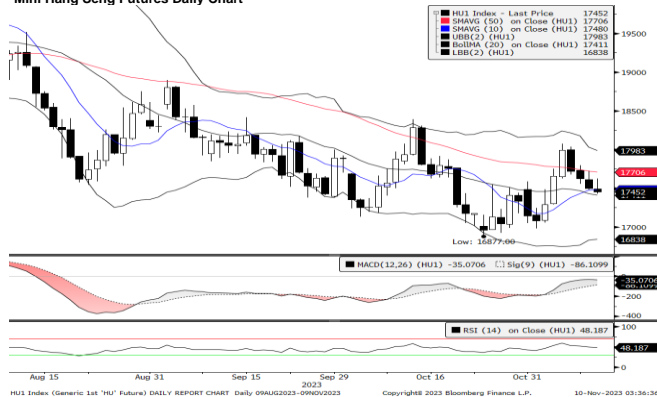
So far, 21 companies that are components of the Hang Seng Index have posted third-quarter results, averaging a 4.1 per cent year-on-year profit growth, according to Bloomberg data. That compared with a 7.7 per cent growth in first-half earnings.

Two companies made trading debuts on Thursday. XXF Group, a holding company whose businesses include automobile rental and lease, surged 49 per cent from its IPO price to HK\$1.64 in Hong Kong, while Shenzhen SNC Opto Electronic, a maker of light-emitting diode products, jumped 57 per cent to 64.65 yuan in Shenzhen.

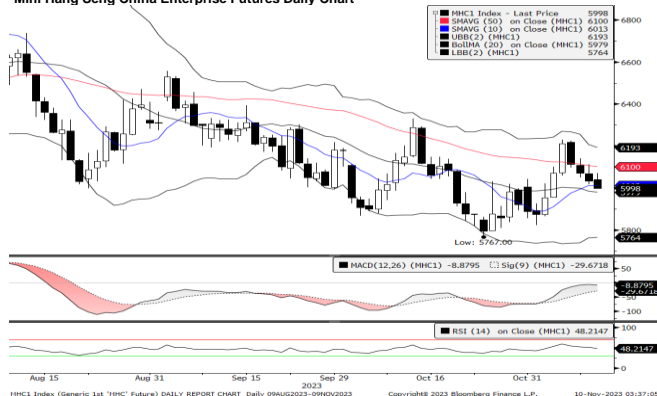
Other major Asian markets were higher. Japan's Nikkei 225 climbed 1.5 per cent, while South Korea's Kospi rose 0.2 per cent and Australia's S&P/ASX 200 also added 0.3 per cent.

(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 NOV 23	-123	17501	17726	17481
H. SENG FUT DEC 23	-127	17579	17800	17568
H. SENG FUT MAR 24	-124	17702	17855	17714
H. SENG FUT JUN 24	-124	17678	17755	17680
MINI H. SENG FUT NOV 23	-123	17501	17727	17481
MINI H. SENG FUT DEC 23	-127	17579	17809	17566
MINI H. SENG FUT MAR 24	-124	17702	17900	17688
MINI H. SENG FUT JUN 24	-121	17678	17868	17670
HSCEI FUT NOV 23	-37	6033	6113	6018
HSCEI FUT DEC 23	-38	6065	6142	6050
HSCEI FUT MAR 24	-38	6155	6200	6154
HSCEI FUT JUN 24	-39	6171	6198	6182
MINI HSCEI FUT NOV 23	-37	6033	6113	6018
MINI HSCEI FUT DEC 23	-38	6065	6145	6050
MINI HSCEI FUT MAR 24	-38	6155	6230	6153
MINI HSCEI FUT JUN 24	-39	6171	6231	6163

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	70	0.55	70.2	69.1
**Tencent Holdings Ltd	306.8	-1.6	308.8	305
*HSBC Holdings PLC	57.5	-0.019	57.85	57.35
**China Construction Bank Corp	4.46	0.02	4.48	4.42
**Ping An Insurance Group	38	-0.5	38.8	37.35
**Meituan	115	0	116.2	114.2
*Hong Kong Exchanges & Clearing Ltd	287	-0.4	289.8	286.2
**Alibaba Group Holdings Ltd	82.15	-0.35	82.8	81.4
**Xiaomi Corp	16.52	0.38	16.94	16.26
**ICBC	3.71	0	3.73	3.7

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	50.4	-0.6	51.35	50.25
**China Mobile Ltd	62.35	0.5	62.65	61.5
**Bank of China Ltd	2.79	0	2.82	2.78
*Techtronic Industries Co Ltd	74.1	0.3	74.5	73.5
*CK Hutchison Holdings Ltd	39.2	-0.05	39.6	38.9
*Link REIT	39.5	1.1	39.95	38.5
*CLP Holding Ltd	58.2	0.2	58.65	58
**Geely Automobile Holdings Ltd	9.55	-0.01	9.7	9.48
**CNOOC Ltd	12.58	0.08	12.72	12.36
**ANTA Sports Products Ltd	91	-1	92.65	90.05

Global Equity Indices	Close	Change	High	Low
Hang Seng	17511.29	-57.17	17617.3	17457
HSCEI	6030.26	-9.65	6072.03	6003.63
Shanghai Comp Index	3053.28	0.906	3063.47	3045.833
Nikkei 225	32646.5	479.98	32723.7	32193.2
KOSPI	2427.08	5.46	2437.9	2413.04
S&P/ASX200	7014.9	19.449	7045.5	6995.4
DJIA	33903.3	-208.94	34167.5	33878.25
S&P 500	4353.67	-29.11	4393.4	4349.23
NASDAQ	13551.5	-98.88	13697.8	13541.03
DAX	15352.5	122.94	15364.5	15212.99
CAC	7113.66	1.13	7122.51	7025.61
FTSE100	7455.67	53.95	7465.31	7367.21

**Technical Analysis**

**Mini Hang Seng**

1st Resistance:	17764	2nd Resistance:	18026
1st Support:	17238	2nd Support:	16976
MACD:	-33.343		
MACD DIFF:	65.7526		
RSI:	49.1036		

**Mini Hang Seng China Enterprise**

1st Resistance:	6123	2nd Resistance:	6214
1st Support:	5943	2nd Support:	5852
MACD:	-7.485		
MACD DIFF:	27.468		
RSI:	50.0046		

**Strategy:**

Mini Hang Seng:	Long: Profit target:	Stop-loss:	Long: Profit target:	Stop-loss:
	17238	17411	17152	16976

Short: Profit target:	Stop-loss:	Short: Profit target:	Stop-loss:
17764	17586	17852	18026

Mini Hang Seng China Enterprise:	Long: Profit target:	Stop-loss:	Long: Profit target:	Stop-loss:
	5943	6002	5913	5852

Short: Profit target:	Stop-loss:	Short: Profit target:	Stop-loss:
6123	6062	6154	6214

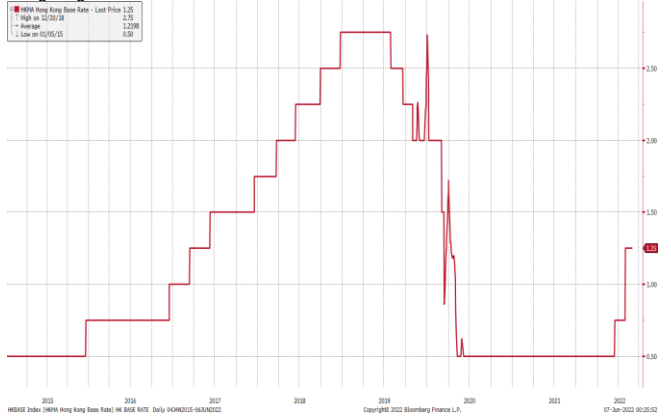
Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
11/07/2023 16:31	Foreign Reserves	Oct	--	\$416.0b	\$415.7b	--
11/10/2023 16:30	GDP YoY	3Q F	4.10%	--	4.10%	--
11/10/2023 16:30	GDP SA QoQ	3Q F	--	--	0.10%	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
11/07/2023 11:00	Exports YoY	Oct	-3.50%	-6.40%	-6.20%	--
11/07/2023 11:00	Imports YoY	Oct	-5.00%	3.00%	-6.20%	-6.30%
11/07/2023 11:00	Trade Balance	Oct	\$82.00b	\$56.53b	\$77.71b	\$77.83b
11/07/2023 11:00	Exports YoY CNY	Oct	--	-3.10%	-0.60%	--
11/07/2023 11:00	Imports YoY CNY	Oct	--	6.40%	-0.80%	--
11/07/2023 11:00	Trade Balance CNY	Oct	--	405.47b	558.74b	--
11/09/2023 16:16	Foreign Reserves	Oct	\$3102.50b	\$3101.22b	\$3115.07b	--
11/09/2023 11:15	Money Supply M2 YoY	Oct	10.30%	--	10.30%	--
11/09/2023 11:15	Money Supply M1 YoY	Oct	2.50%	--	2.10%	--
11/09/2023 11:15	Money Supply M0 YoY	Oct	--	--	10.70%	--
11/09/2023 09:30	CPI YoY	Oct	-0.10%	--	0.00%	--
11/09/2023 09:30	PPI YoY	Oct	-2.70%	--	-2.50%	--

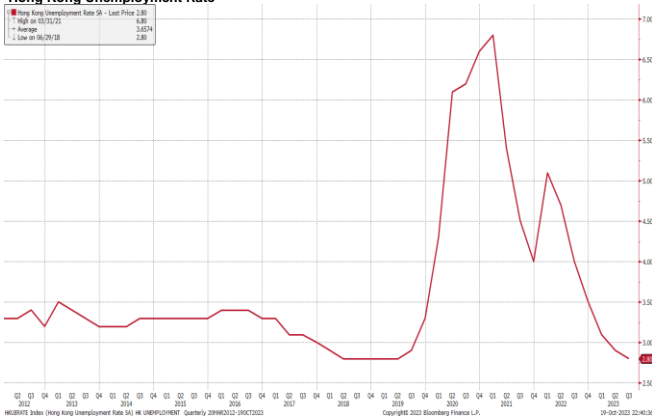
### Hong Kong GDP Q on Q



### Hong Kong Base Interest Rate



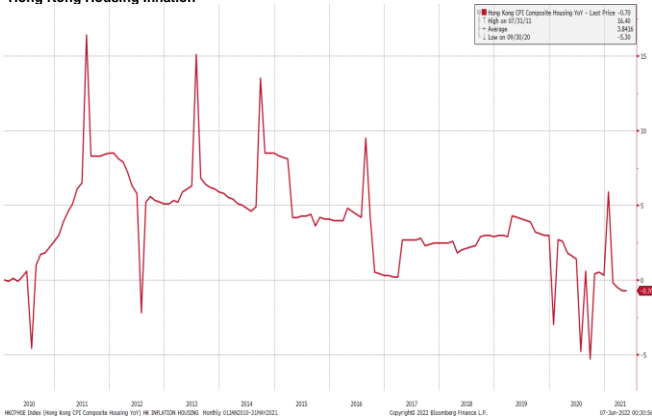
### Hong Kong Unemployment Rate



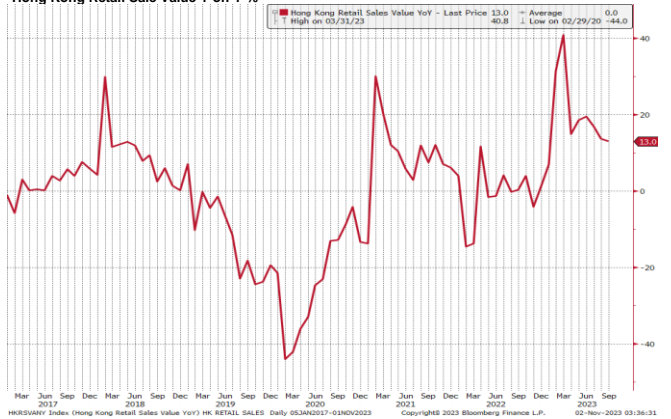
### Hong Kong Composite Inflation



### Hong Kong Housing Inflation



### Hong Kong Retail Sale Value Y on Y %



(Source: Bloomberg)

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