

Fundamentals:

Hong Kong stocks slumped, dragged down by Alibaba Group's worst sell-off in more than a year, after China's biggest technology company scrapped a plan to spin off its cloud-computing business amid heightened tech war and cybersecurity concerns.

The Hang Seng Index sank 2.1 per cent to 17,454.19 on Friday, trimming the gain in the week to 1.5 per cent. The Tech Index lost 1.7 per cent, while the Shanghai Composite Index added 0.1 per cent.

Alibaba plunged 10 per cent to HK\$73.25, the most since an 11.4 per cent drop in October last year. The sell-off erased more than US\$21 billion from its market value, in addition to US\$20 billion overnight when its American depository shares crashed 9.1 per cent in New York trading.

The stock also came under pressure after founder Jack Ma's family trusts, JC Properties and JSP Investment, each disclosed a plan to sell about US\$435 million worth of shares on November 21, according to their US exchange filings.

"This shift will raise concerns about the restructuring plan that just started this year," said Willer Chen, senior analyst at Forsyth Barr Asia in Hong Kong. "The sum-of-the-part valuation argument looks likely to be undermined by the cancellation of the [potential] cloud IPO."

Other tech leaders also retreated. Alibaba Health Information slumped 6.3 per cent to HK\$4.59, Baidu slid 4.8 per cent to HK\$103.50 and Tencent tumbled 3 per cent to HK\$315.20. JD.com fell 2.4 per cent to HK\$105.40, after the group replace the CEO of its retail unit days after the Singles' Day online shopping festival.

Alibaba, which operates the Taobao and Tmall platform and owns the South China Morning Post, announced that it would terminate the proposed spinoff of AliCloud due to uncertainties caused by tougher US chip export curbs, limiting its ability to deliver higher returns to investors. Alibaba also put off a plan to list online grocer Freshippo, according to statements in its quarterly results.

The Biden administration last month tightened regulations aimed at hobbling China's artificial intelligence development by cutting off the country's access to less-advanced chip-making equipment from ASML and data-centre chips from Nvidia.

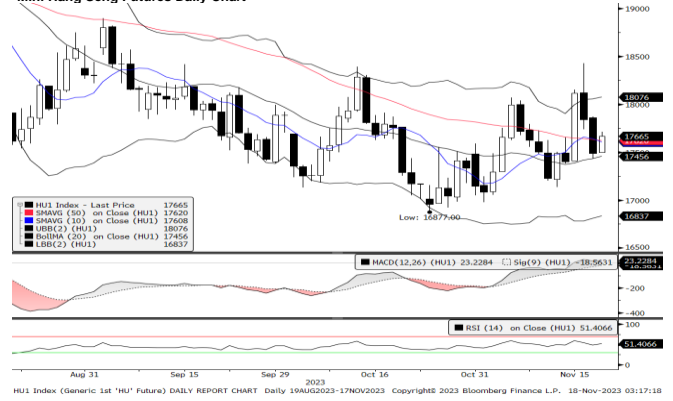
Mainland Chinese investors took HK\$2.1 billion (US\$268 million) off the table this week through Thursday. Global funds also sold onshore-listed stocks, amounting to 5 billion yuan (US\$690 million) in net outflows, according to Stock Connect data.

Two stocks debuted on Friday. WuXi XDC Cayman jumped 36 per cent to HK\$28 in Hong Kong, while Grand Kangxi Communication Technology surged 151 per cent to 26.39 yuan in Shanghai.

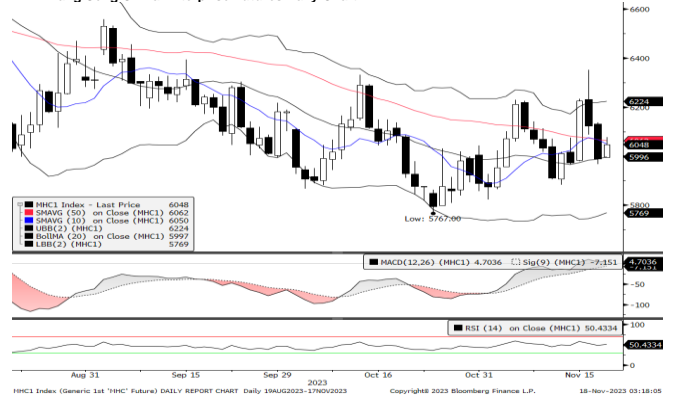
Asian stocks were mixed. Japan's Nikkei 225 gained 0.5 per cent, while Australia's S&P/ASX 200 declined 0.1 per cent and South Korea's KOSPI lost 0.7 per cent.

(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 NOV 23	-353	17489	17873	17429
H. SENG FUT DEC 23	-365	17561	17950	17503
H. SENG FUT MAR 24	-365	17687	18050	17625
H. SENG FUT JUN 24	-365	17653	18019	17650
MINI H. SENG FUT NOV 23	-353	17489	17873	17430
MINI H. SENG FUT DEC 23	-365	17561	17955	17501
MINI H. SENG FUT MAR 24	-365	17687	18028	17635
MINI H. SENG FUT JUN 24	-374	17653	18009	17600
HSCEI FUT NOV 23	-133	5990	6138	5967
HSCEI FUT DEC 23	-142	6016	6151	5996
HSCEI FUT MAR 24	-146	6106	6205	6087
HSCEI FUT JUN 24	-146	6116	6209	6100
MINI HSCEI FUT NOV 23	-133	5990	6138	5967
MINI HSCEI FUT DEC 23	-142	6016	6168	5995
MINI HSCEI FUT MAR 24	-146	6106	6254	6094
MINI HSCEI FUT JUN 24	-146	6116	6263	6094

Major HSI Constituent Stocks	Close	Change	High	Low
*Alia Group Ltd	72.9	0.25	73.25	71.6
**Tencent Holdings Ltd	315.2	-9.6	323.6	313.2
**HSBC Holdings PLC	59.05	-0.35	59.45	58.8
**China Construction Bank Corp	4.53	-0.06	4.57	4.53
**Ping An Insurance Group	38.1	-0.9	38.6	38.05
**Meituan	107.3	-4.4	110.5	106.8
*Hong Kong Exchanges & Clearing Ltd	285.4	-6.2	289.4	284
**Alibaba Group Holdings Ltd	73.25	-8.1	76.65	72.9
**Xiaomi Corp	15.94	0.24	16.14	15.52
**ICBC	3.75	-0.07	3.81	3.73

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	47.25	-0.5	47.95	47
**China Mobile Ltd	62.4	-0.9	63.25	62.4
**Bank of China Ltd	2.83	-0.03	2.86	2.81
*Techtronic Industries Co Ltd	81.15	-0.6	81.45	78.5
*CK Hutchison Holdings Ltd	40.2	-0.1	40.3	39.45
*Link REIT	39.85	-0.5	40.15	39.4
*CLP Holding Ltd	59.55	-0.35	60	59.5
**Geely Automobile Holdings Ltd	9.55	0	9.64	9.4
**CNOOC Ltd	12.72	-0.28	12.86	12.68
**ANTA Sports Products Ltd	81.65	-3.4	85.35	80.85

Global Equity Indices	Close	Change	High	Low
Hang Seng	17454.19	-378.63	17631	17413.46
HSCEI	5974.47	-142.23	6047.24	5956.68
Shanghai Comp Index	3054.37	3.439	3055.86	3033.747
Nikkei 225	33585.2	160.79	33599.6	33263.67
KOSPI	2469.85	-18.33	2481.1	2463.59
S&P/ASX200	7049.39	-9.029	7062.3	7036.5
DJIA	34984.4	38.95	35028.2	34882.82
S&P 500	4515.96	7.72	4517.04	4499.66
NASDAQ	14147.9	34.25	14154.3	14063.93
DAX	15919.2	132.55	15952.5	15826.67
CAC	7233.91	0.91	7246.72	7196.69
FTSE100	7504.25	93.28	7509	7410

Technical Analysis

Mini Hang Seng

1st Resistance:	17751	2nd Resistance:	18014
1st Support:	17227	2nd Support:	16964
MACD:	18.232		
MACD DIFF:	47.2047		
RSI:	48.7253		

Mini Hang Seng China Enterprise

1st Resistance:	6080	2nd Resistance:	6170
1st Support:	5900	2nd Support:	5810
MACD:	4.428		
MACD DIFF:	14.527		
RSI:	48.017		

Strategy:

Mini Hang Seng:	Long: Profit target:	Stop-loss:	Long: Profit target:	Stop-loss:
	17227	17399	17141	16964
	Short: Profit target:	Stop-loss:	Short: Profit target:	Stop-loss:
	17751	17574	17840	18014

Mini Hang Seng China Enterprise:

Long: Profit target:	Stop-loss:	Long: Profit target:	Stop-loss:
5900	5959	5871	5810
Short: Profit target:	Stop-loss:	Short: Profit target:	Stop-loss:
6080	6019	6110	6170

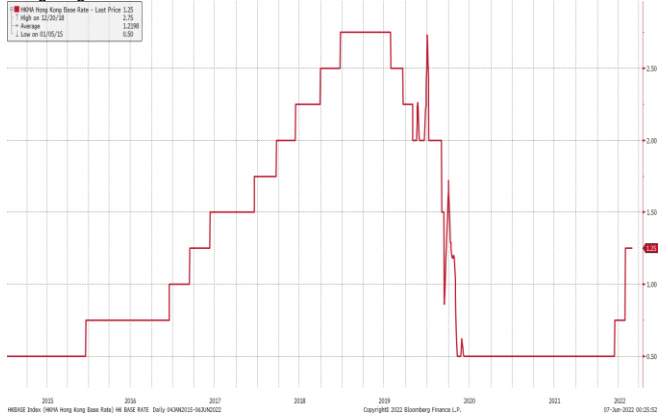
Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
11/10/2023 16:30	GDP YoY	3Q F	4.10%	4.10%	4.10%	--
11/10/2023 16:30	GDP SA QoQ	3Q F	0.10%	0.10%	0.10%	--
11/16/2023 16:30	Unemployment Rate SA	Oct	2.80%	2.90%	2.80%	--
11/21/2023 16:30	CPI Composite YoY	Oct	2.10%	--	2.00%	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
11/13/2023 18:00	Money Supply M2 YoY	Oct	10.30%	10.30%	10.30%	--
11/13/2023 18:00	Money Supply M0 YoY	Oct	--	10.20%	10.70%	--
11/13/2023 18:00	New Yuan Loans CNY	Oct	655.0b	738.4b	2310.0b	2311.8b
11/13/2023 18:00	Money Supply M1 YoY	Oct	2.50%	1.90%	2.10%	--
11/15/2023 10:00	Retail Sales YoY	Oct	7.00%	7.60%	5.50%	--
11/15/2023 10:00	Retail Sales YTD YoY	Oct	6.90%	6.90%	6.80%	--
11/17/2023 17:20	FDI YTD YoY CNY	Oct	--	-9.40%	-8.40%	--

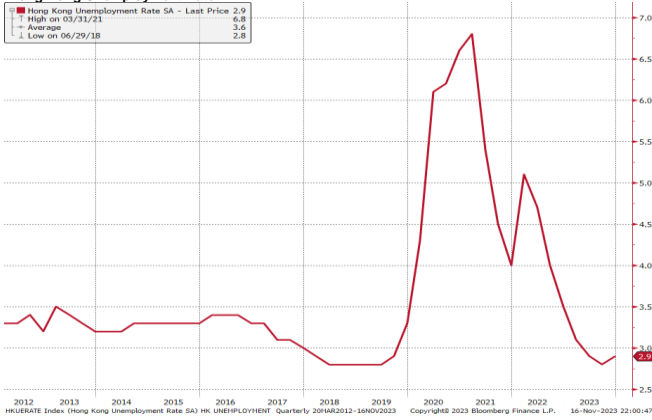
Hong Kong GDP Y on Y



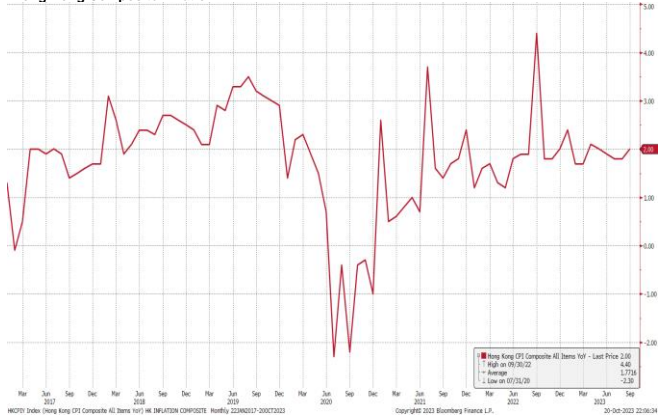
Hong Kong Base Interest Rate



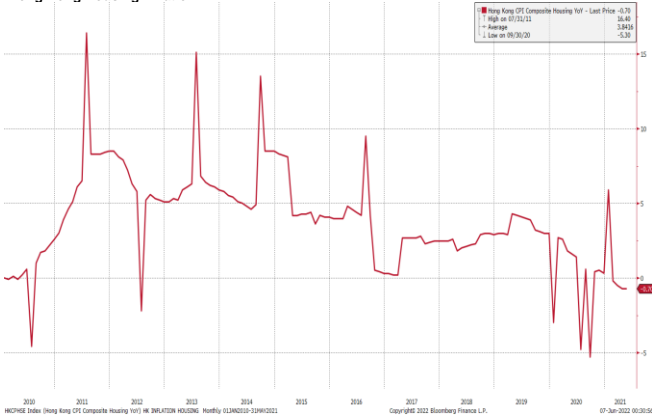
Hong Kong Unemployment Rate



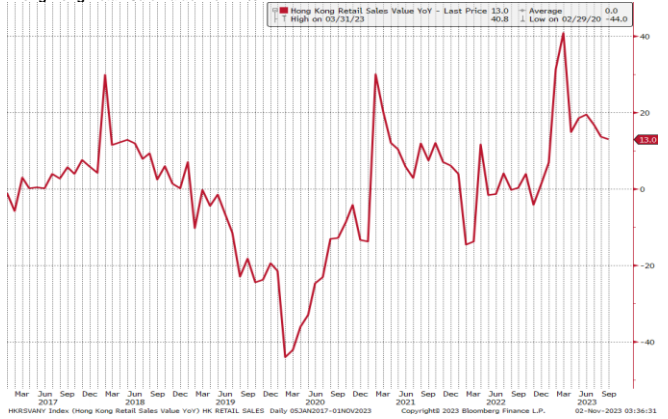
Hong Kong Composite Inflation



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.