

Fundamentals:

Hong Kong stocks posted a weekly gain greater than the rest of the world's major markets as traders increased bets that Beijing will loosen its harsh Covid-19 restrictions and shift its focus to economic growth.

The Hang Seng Index advanced 6.3 per cent for the week, the best five-day gain since November 11, despite falling 0.3 per cent to 18,675.35 on Friday. The Hang Seng Tech Index added 1 per cent on Friday, and the Shanghai Composite Index lost 0.3 per cent.

Longfor Group lost 4.3 per cent to HK\$22.20 and Country Garden slid 4 per cent to HK\$2.85, as traders took some profits from the biggest winners on the benchmark in November. Limiting the day's losses, Alibaba Group gained 2.4 per cent to HK\$84.80 and Meituan added 3.1 per cent to HK\$168.

Sentiment was buoyed up after China softened its stance on its virus approach and took additional measures to bail out the property sector. In a meeting with health experts this week, vice-premier Sun Chunlan said that China's pandemic control has entered "a new stage" and made no reference to the zero-Covid policy. Meanwhile, the securities regulator lifted a six-year ban on fundraising for property developers to ease their liquidity crunch. The Federal Reserve's pivot to a less aggressive tone on interest-rate increases also added impetus to stocks.

Hajichang Ocean Park, a theme park operator, rallied by as much as 30 per cent before closing 2.7 per cent higher at HK\$1.53, rebounding from a 54 per cent slump a day earlier. The company denied that its controlling shareholder would sell the stake, according to an exchange filing.

Two companies started trading on the mainland's exchanges. Sansec Technology, which makes security service products including password chips and boards, jumped 51 per cent to 119.50 yuan in Shanghai. Gloria Technology, a maker of smart light-emitting diode products, advanced 32 per cent to 12.65 yuan in Beijing.

Other major Asian markets all declined as investors await a US jobs report due on Friday. Japan's Nikkei 225 slid 1.6 per cent, while South Korea's Kospi retreated 1.8 per cent and Australia's S&P/ASX 200 lost 0.7 per cent.

(Source: South China Morning Post)

HONG KONG INDEX FUTURES DAILY PREVIEW

Date Prepared : 05/Dec/2022

Mini Hang Seng Futures Daily Chart



Mini Hang Seng China Enterprise Futures Daily Chart



Technical Analysis

Mini Hang Seng

1st Resistance:	19052	2nd Resistance:	19333
1st Support:	18488	2nd Support:	18207
MACD:	462.469		
MACD DIFF:	133.96		
RSI:	65.735		

Mini Hang Seng China Enterprise

1st Resistance:	6499	2nd Resistance:	6595
1st Support:	6307	2nd Support:	6211
MACD:	164.091		
MACD DIFF:	50.676		
RSI:	64.8853		

Strategy:

Mini Hang Seng:	Long: Profit target: 18488	Stop-loss: 18673	Long: Profit target: 18207	Stop-loss: 18399	Stop-loss: 18116
-----------------	----------------------------	------------------	----------------------------	------------------	------------------

	Short: Profit target: 19052	Stop-loss: 18861	Short: Profit target: 19333	Stop-loss: 19140	Stop-loss: 19430
--	-----------------------------	------------------	-----------------------------	------------------	------------------

Mini Hang Seng China Enterprise:	Long: Profit target: 6307	Stop-loss: 6370	Long: Profit target: 6211	Stop-loss: 6273	Stop-loss: 6180
----------------------------------	---------------------------	-----------------	---------------------------	-----------------	-----------------

	Short: Profit target: 6499	Stop-loss: 6434	Short: Profit target: 6595	Stop-loss: 6529	Stop-loss: 6628
--	----------------------------	-----------------	----------------------------	-----------------	-----------------

Contracts	Chg	Sett	High	Low
H. SENG FUT DEC 22	-26	18770	19004	18604
H. SENG FUT JAN 23	-31	18843	19062	18700
H. SENG FUT MAR 23	-31	18906	19020	18750
H. SENG FUT JUN 23	-40	18840	#N/A	#N/A
MINI H. SENG FUT DEC 22	-26	18770	19006	18604
MINI H. SENG FUT JAN 23	-31	18843	19070	18681
MINI H. SENG FUT MAR 23	-31	18906	19145	18750
MINI H. SENG FUT JUN 23	-40	18840	19084	18715
HSCEI FUT DEC 22	-11	6403	6492	6344
HSCEI FUT JAN 23	-9	6433	6502	6388
HSCEI FUT MAR 23	-10	6487	6524	6429
HSCEI FUT JUN 23	-10	6473	6525	6431
MINI HSCEI FUT DEC 22	-11	6403	6492	6345
MINI HSCEI FUT JAN 23	-9	6433	6520	6379
MINI HSCEI FUT MAR 23	-10	6487	6554	6438
MINI HSCEI FUT JUN 23	-10	6473	6559	6430

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	79.65	-0.7	80.6	79.4
**Tencent Holdings Ltd	296	1.6	299.6	291.6
*HSBC Holdings PLC	46.9	-0.4	47.35	46.7
**China Construction Bank Corp	4.66	-0.07	4.75	4.65
**Ping An Insurance Group	46.8	-0.75	47.8	46.3
**Meituan	168	5	171.5	162
*Hong Kong Exchanges & Clearing Ltd	315.2	-2	319.4	308.8
**Alibaba Group Holdings Ltd	84.8	2	85.75	82.95
**Xiaomi Corp	10.12	-0.34	10.6	10.06
**ICBC	3.82	-0.09	3.93	3.82

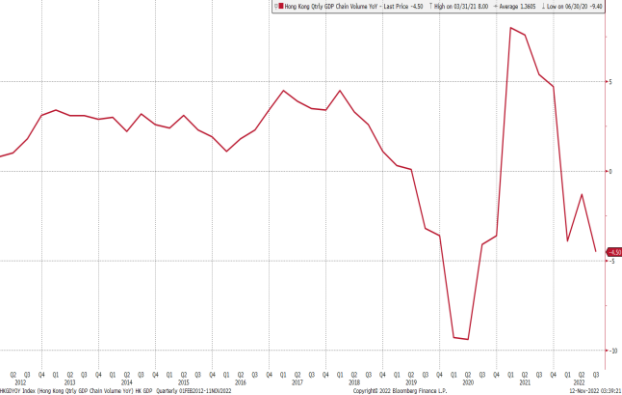
Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	51.8	1.15	52.2	50.4
**China Mobile Ltd	51.35	-0.15	52.15	51.05
**Bank of China Ltd	2.7	-0.03	2.74	2.7
*Techtronic Industries Co Ltd	97.2	0.6	99.15	97
*CK Hutchison Holdings Ltd	44	-0.75	44.55	43.85
*Link REIT	52	-1.3	53.95	52
*CLP Holding Ltd	54.8	-2.07	57.05	54.75
**Geely Automobile Holdings Ltd	11.58	-0.02	11.72	11.22
**CNOOC Ltd	9.97	-0.13	10.2	9.96
**ANTA Sports Products Ltd	92.7	0.15	94.95	91.65

Global Equity Indices	Close	Change	High	Low
Hang Seng	18675.35	-61.09	18841.2	18530.82
HSCEI	6368.74	-16.16	6435.23	6313.34
Shanghai Comp Index	3156.14	-9.327	3170.9	3149.841
Nikkei 225	27777.9	-448.18	27983.2	27662.12
KOSPI	2434.33	-45.51	2471.5	2434.33
S&P/ASX200	7301.46	-52.955	7354.4	7292.8
DJIA	34429.9	34.87	34483.2	34039.73
S&P 500	4071.7	-4.87	4080.48	4026.63
NASDAQ	11461.5	-20.95	11492.3	11296.72
DAX	14529.4	39.09	14584.6	14372.42
CAC	6742.25	-0.17	6767.72	6689.76
FTSE100	7556.23	-2.26	7570.46	7507.98

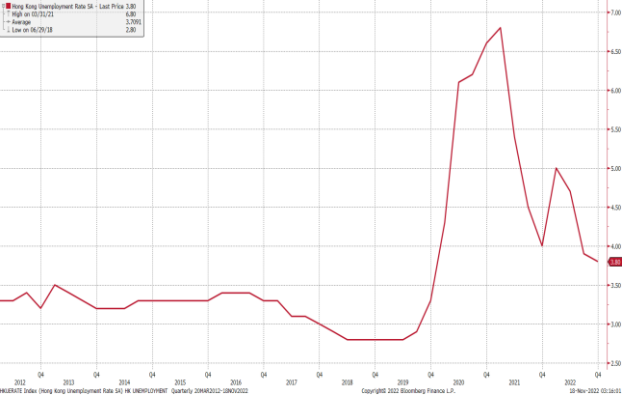
Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
12/05/2022 08:30	S&P Global Hong Kong PMI	Nov	--	--	49.3	--
12/07/2022	Foreign Reserves	Nov	--	--	\$417.2b	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
12/05/2022 09:45	Caixin China PMI Composite	Nov	--	--	48.3	--
12/05/2022 09:45	Caixin China PMI Services	Nov	48	--	48.4	--
12/07/2022	Foreign Reserves	Nov	\$3100.00b	--	\$3052.43b	--
12/07/2022	Exports YoY	Nov	-4.40%	--	-0.30%	--
12/07/2022	Imports YoY	Nov	-7.10%	--	-0.70%	--
12/07/2022	Trade Balance	Nov	\$79.05b	--	\$85.15b	--
12/07/2022	Exports YoY CNY	Nov	--	--	7.00%	--
12/07/2022	Imports YoY CNY	Nov	--	--	6.80%	--
12/07/2022	Trade Balance CNY	Nov	--	--	586.81b	--

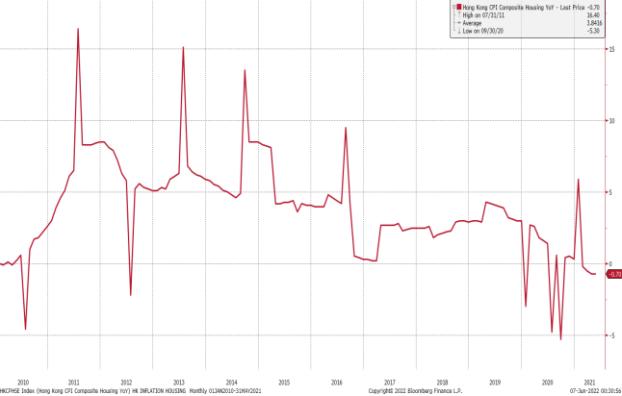
Hong Kong GDP Q on Q



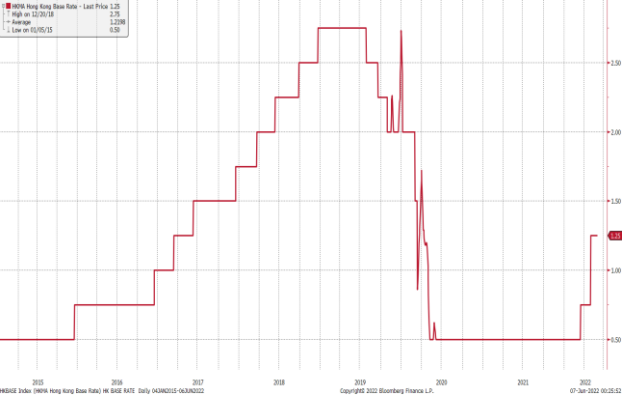
Hong Kong Unemployment Rate



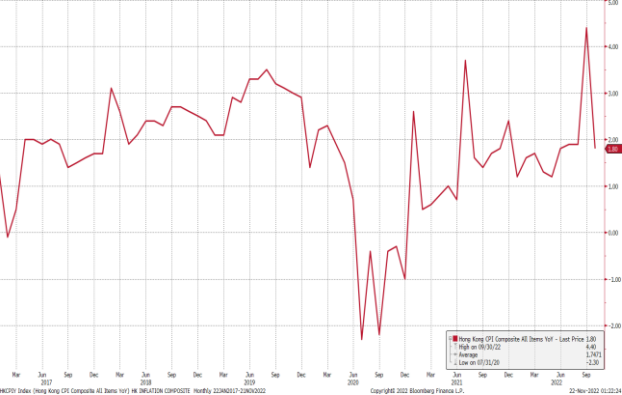
Hong Kong Housing Inflation



Hong Kong Base Interest Rate



Hong Kong Composite Inflation



Hong Kong Retail Sale Value Y on Y %



(Source: Bloomberg)

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.