

Fundamentals:

Hong Kong stocks fell from a six-month high after a government report showed China's economic growth slowed last quarter, giving investors an excuse to cut their holdings in an overheated market.

The Hang Seng Index declined 0.8 per cent to 21,577.64 at the close. The Tech Index lost 0.1 per cent and the Shanghai Composite Index also dropped 0.1 per cent.

E-commerce platform owner JD.com slipped 1.7 per cent to HK\$239.60 and search engine operator Baidu lost 1.6 per cent to HK\$132.10. Meituan slid 0.5 per cent to HK\$164.80. Macau casino operator Sands China tumbled 2.8 per cent to HK\$27.95 and WuXi Biologics slumped 6.1 per cent to HK\$69.40.

China's economy grew 2.9 per cent in the fourth quarter last year, easing from a 3.9 per cent pace in the preceding three months, the statistics bureau said. Full-year growth was 3 per cent versus 8.1 per cent in 2021, it added.

Other government reports today showed retail sales fell by 1.8 per cent from a year earlier, following a 5.9 per cent decline in November. Industrial output increased 1.3 per cent versus a 2.2 per cent gain in November.

Stocks weakened as sentiment turned fragile. Local stocks have rallied 48 per cent from a low on October 31, sending the relative-strength reading on the Hang Seng Index into an overbought zone. That suggests the rally this year that added US\$800 billion of capitalisation to the Hong Kong and mainland markets could reverse soon.

Bucking the trend, Fosun International jumped 2.8 per cent to HK\$7.34. The diversified Chinese conglomerate's domestic onshore unit obtained a 12 billion yuan (US\$1.8 billion) syndicated loan from eight Chinese banks, suggesting its liquidity problem has improved.

Two companies started trading in Hong Kong on Tuesday. Sanergy Group jumped 11 per cent to HK\$1.78 while property management firm Ruhnua Living Service Group tumbled 26 per cent to HK\$1.26.

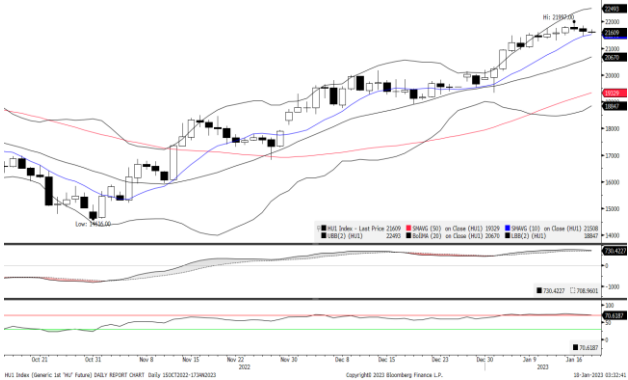
Major Asian markets were mixed. Japan's Nikkei 225 climbed 1.2 per cent, while South Korea's Kospi retreated 0.9 per cent and Australia's S&P/ASX 200 lost less than 0.1 per cent.

(Source: South China Morning Post)

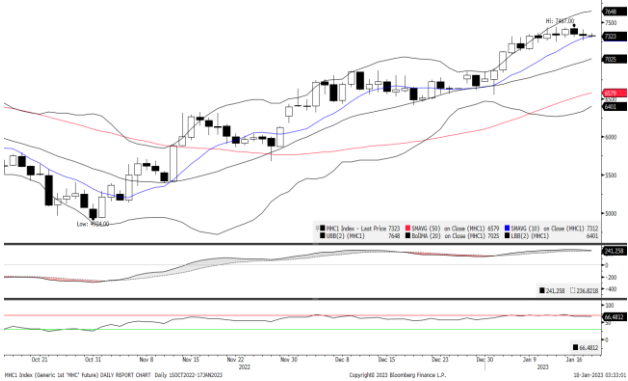
HONG KONG INDEX FUTURES DAILY PREVIEW

Date Prepared : 18/Jan/2023

Mini Hang Seng Futures Daily Chart



Mini Hang Seng China Enterprise Futures Daily Chart



Technical Analysis

Mini Hang Seng

1st Resistance:	21955	2nd Resistance:	22280
1st Support:	21307	2nd Support:	20982
MACD:	753.002		
MACD DIFF:	49.5222		
RSI:	71.1488		

Mini Hang Seng China Enterprise

1st Resistance:	7442	2nd Resistance:	7552
1st Support:	7222	2nd Support:	7112
MACD:	250.096		
MACD DIFF:	14.435		
RSI:	66.9937		

Strategy:

Mini Hang Seng:	Long: Profit target:	Stop-loss:	Long: Profit target:	Stop-loss:
	21307	21520	21200	20982
				21192
				20877

	Short: Profit target:	Stop-loss:	Short: Profit target:	Stop-loss:
	21955	21736	22065	22280
				22057
				22391

Mini Hang Seng China Enterprise:	Long: Profit target:	Stop-loss:	Long: Profit target:	Stop-loss:
	7222	7294	7186	7112
				7183
				7076

	Short: Profit target:	Stop-loss:	Short: Profit target:	Stop-loss:
	7442	7368	7479	7552
				7476
				7590

Contracts	Chg	Sett	High	Low
H. SENG FUT JAN 23	-95	21631	21842	21459
H. SENG FUT FEB 23	-90	21703	21903	21533
H. SENG FUT MAR 23	-92	21706	21896	21532
H. SENG FUT JUN 23	-93	21630	21819	21499
MINI H. SENG FUT JAN 23	-95	21631	21840	21458
MINI H. SENG FUT FEB 23	-90	21703	21901	21530
MINI H. SENG FUT MAR 23	-92	21706	21899	21540
MINI H. SENG FUT JUN 23	-93	21630	21826	21477
HSCEI FUT JAN 23	-19	7332	7407	7264
HSCEI FUT FEB 23	-18	7360	7432	7295
HSCEI FUT MAR 23	-19	7388	7462	7333
HSCEI FUT JUN 23	-19	7364	7370	7337
MINI HSCEI FUT JAN 23	-19	7332	7407	7265
MINI HSCEI FUT FEB 23	-18	7360	7431	7296
MINI HSCEI FUT MAR 23	-19	7388	7457	7325
MINI HSCEI FUT JUN 23	-19	7364	7423	7299

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	85.6	-2.35	87.5	85.35
**Tencent Holdings Ltd	373.8	3.6	375.6	366
*HSBC Holdings PLC	56.65	0	56.7	56.15
**China Construction Bank Corp	5.05	-0.04	5.11	5.05
**Ping An Insurance Group	59.35	-1.45	60.85	58.9
**Meituan	164.8	-0.8	169.8	162.3
*Hong Kong Exchanges & Clearing Ltd	358.6	-4.8	364.2	353.6
**Alibaba Group Holdings Ltd	114.5	1.1	116.8	112.8
**Xiaomi Corp	11.72	-0.16	12	11.6
**ICBC	4.22	-0.03	4.26	4.22

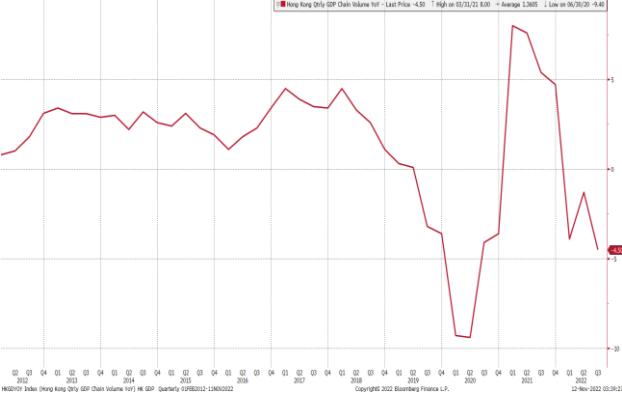
Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	69.4	-4.5	72	68.6
**China Mobile Ltd	54.9	-0.2	55.2	54.55
**Bank of China Ltd	2.97	-0.01	2.98	2.95
*Techtronic Industries Co Ltd	99.35	-4.25	103.3	98.8
*CK Hutchison Holdings Ltd	49.5	-0.85	50.4	49.3
*Link REIT	62.8	-0.3	62.95	61.8
*CLP Holding Ltd	57.25	-0.15	57.7	57.1
**Geely Automobile Holdings Ltd	11.5	-0.22	11.7	11.36
**CNOOC Ltd	10.5	0	10.64	10.46
**ANTA Sports Products Ltd	114.2	0.4	115.4	113.2

Global Equity Indices	Close	Change	High	Low
Hang Seng	21577.64	-169.08	21797.6	21417.25
HSCEI	7314.04	-36.3	7389.15	7249.55
Shanghai Comp Index	3224.25	-3.347	3231.26	3211.757
Nikkei 225	26138.7	316.36	26198.7	25895.3
KOSPI	2379.39	-20.47	2404	2374.65
S&P/ASX200	7386.29	-1.884	7399.5	7364.2
DJIA	33910.9	-391.76	34270	33860.67
S&P 500	3990.97	-8.12	4015.39	3984.57
NASDAQ	11095.1	15.95	11145.4	11024.72
DAX	15187.1	53.03	15269.7	15083.95
CAC	7077.16	0.48	7104.9	7020.82
FTSE100	7851.03	-9.04	7875.58	7830.35

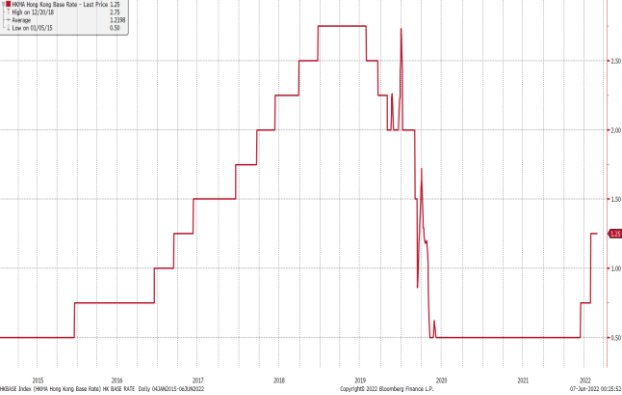
Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
01/19/2023 16:30	Unemployment Rate SA	Dec	--	--	3.70%	--
01/20/2023 16:30	CPI Composite YoY	Dec	2.00%	--	1.80%	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
01/17/2023 10:00	Industrial Production YoY	Dec	0.10%	1.30%	2.20%	--
01/17/2023 10:00	Industrial Production YTD YoY	Dec	3.70%	3.60%	3.80%	--
01/17/2023 10:00	Retail Sales YoY	Dec	-9.00%	-1.80%	-5.90%	--
01/17/2023 10:00	Retail Sales YTD YoY	Dec	-0.80%	-0.20%	-0.10%	--
01/17/2023 10:00	Fixed Assets Ex Rural YTD YoY	Dec	5.00%	5.10%	5.30%	--
01/17/2023 10:00	Property Investment YTD YoY	Dec	-10.50%	-10.00%	-9.80%	--
01/17/2023 10:00	Residential Property Sales YTD YoY	Dec	--	-28.30%	-28.40%	--
01/17/2023 10:00	Surveyed Jobless Rate	Dec	5.80%	5.50%	5.70%	--
01/17/2023 10:00	GDP YoY	4Q	1.60%	2.90%	3.90%	--
01/17/2023 10:00	GDP SA QoQ	4Q	-1.10%	0.00%	3.90%	--
01/17/2023 10:00	GDP YTD YoY	4Q	2.70%	3.00%	3.00%	--

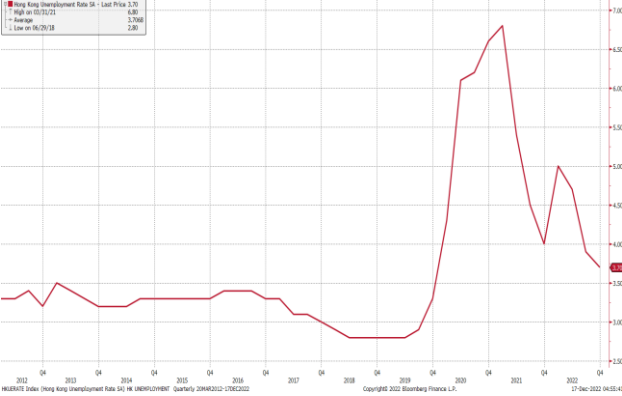
Hong Kong GDP Q on Q



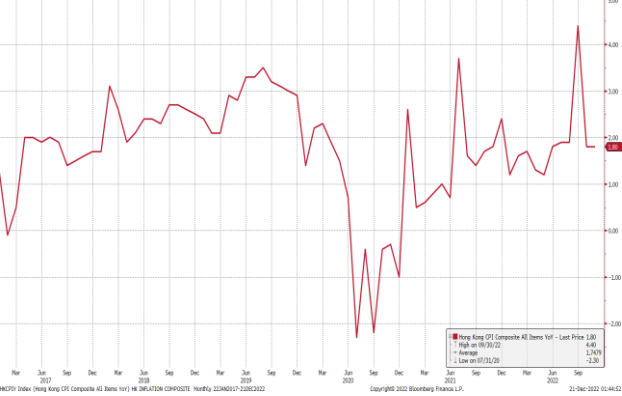
Hong Kong Base Interest Rate



Hong Kong Unemployment Rate



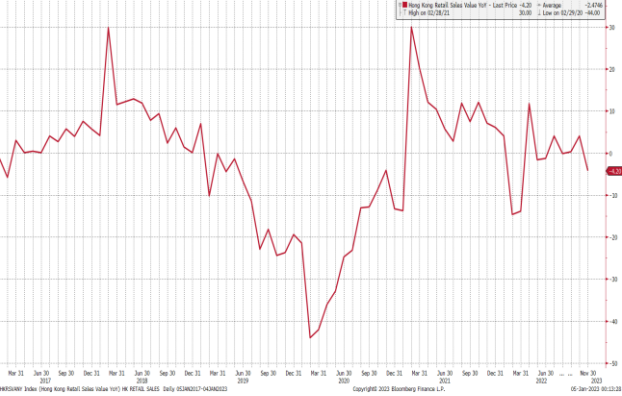
Hong Kong Composite Inflation



Hong Kong Housing Inflation



Hong Kong Retail Sale Value Y on Y %



(Source: Bloomberg)

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