

Fundamentals:

Hong Kong stocks fell for a third day amid deepening concern over the outlook for China's technology sector. A government report showing slower inflation in China, a favourable sign for policy easing, failed to shore up sentiment.

The Hang Seng Index dropped 0.6 per cent to 19,925.74 on Thursday. The benchmark index closed below the 20,000-mark for the first time since February 28. The Tech Index lost 1.5 per cent and the Shanghai Composite Index slipped 0.2 per cent.

Alibaba Group retreated 1.5 per cent to HK\$84.50, and Tencent lost 2.7 per cent to HK\$340.20. Meituan tumbled 1.9 per cent to HK\$129.40, and chip maker SMIC fell 0.1 per cent to HK\$16.48. Tempering losses, e-commerce operator JD.com added 0.6 per cent to HK\$179.30 before its earnings while car maker BYD gained 0.7 per cent to HK\$219.

The Netherlands is proposing new rules that would curb exports of so-called immersion DUV lithography machines, which are critical to producing the world's most advanced chips. The rules are expected before the summer, the minister of foreign trade wrote in a letter to lawmakers on Wednesday.

The Dutch proposal follows a similar move imposed by the US last year and is largely seen as the result of discussions between the US and its allies to contain China's access to the most advanced technology. The US last week added 28 more Chinese companies to its export blacklist, prompting Beijing to make a stronger push toward self-sufficiency.

Separately, consumer prices in China rose 1 per cent from a year earlier in February, the slowest in a year, the statistics bureau reported on Thursday. Producer prices dropped 1.4 per cent, versus a 0.8 per cent decline in January.

Diversified group Swire Pacific tumbled 3 per cent to HK\$63.40 after saying underlying profits fell 10 per cent in 2022 on losses incurred by its Cathay Pacific unit and shrinking profit contribution from its property arm.

Three companies started trading on Thursday. Logory Logistics Technology dropped 2.1 per cent to HK\$2.84 in Hong Kong. Mioptic, a maker of optical components, surged 175 per cent to 192 yuan in Shanghai. Hangzhou Huasu Technology, which makes battery-management products, gained 50 per cent to 84.77 yuan in Shenzhen.

Other major Asian markets were mixed. Japan's Nikkei 225 climbed 0.6 per cent, while South Korea's Kospi retreated 0.5 per cent and Australia's S&P/ASX 200 added 0.1 per cent.

(Source: South China Morning Post)

Contracts	Chg	Sett	High	Low
H. SENG FUT MAR 23	-96	19935	20182	19901
H. SENG FUT APR 23	-98	19995	20245	19988
H. SENG FUT JUN 23	-104	19859	20073	19855
H. SENG FUT SEP 23	-96	19935	20182	19901
MINI H. SENG FUT MAR 23	-96	19935	20181	19902
MINI H. SENG FUT APR 23	-98	19995	20238	19970
MINI H. SENG FUT JUN 23	-104	19859	20111	19847
MINI H. SENG FUT SEP 23	-96	19935	20181	19902
HSCEI FUT MAR 23	-74	6656	6767	6644
HSCEI FUT APR 23	-74	6681	6782	6682
HSCEI FUT JUN 23	-73	6638	6742	6640
HSCEI FUT SEP 23	-74	6656	6767	6644
MINI HSCEI FUT MAR 23	-74	6656	6768	6644
MINI HSCEI FUT APR 23	-74	6681	6787	6671
MINI HSCEI FUT JUN 23	-73	6638	6746	6635
MINI HSCEI FUT SEP 23	-74	6656	6768	6644

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	85.5	0.75	86.5	84.75
**Tencent Holdings Ltd	340.2	-9.4	349.2	340.2
*HSBC Holdings PLC	58.55	0.6	58.7	58.2
**China Construction Bank Corp	4.95	-0.06	5.04	4.93
**Ping An Insurance Group	52.35	-0.9	53.75	52.15
**Meituan	129.4	-2.5	132	129.2
*Hong Kong Exchanges & Clearing Ltd	325	-2.8	330	324
**Alibaba Group Holdings Ltd	84.5	-1.25	86.5	84.5
**Xiaomi Corp	11.8	-0.2	12.08	11.78
**ICBC	4.1	-0.04	4.21	4.09

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	53.2	-0.1	54.8	52.9
**China Mobile Ltd	63.9	1.9	64.5	61.7
**Bank of China Ltd	2.96	-0.02	3.01	2.95
*Techtronic Industries Co Ltd	84.4	4.4	84.5	80
*CK Hutchison Holdings Ltd	48.5	0.25	48.9	47.95
*Link REIT	48	-0.8	48.75	47.65
*CLP Holding Ltd	57.6	-0.15	57.9	57.3
**Geely Automobile Holdings Ltd	10.02	-0.22	10.26	9.95
**CNOOC Ltd	12.24	0.2	12.36	12.06
**ANTA Sports Products Ltd	103.4	-2.2	106	102.7

Global Equity Indices	Close	Change	High	Low
Hang Seng	19925.74	-125.51	20157.2	19907.58
HSCEI	6649.63	-77.55	6751.96	6645.09
Shanghai Comp Index	3276.09	-7.154	3289.06	3260
Nikkei 225	28623.2	178.96	28734.8	28558.88
KOSPI	2419.09	-12.82	2444.2	2416.25
S&P/ASX200	7311.12	3.358	7328.5	7289.9
DJIA	32254.9	-543.54	32990.5	32190.6
S&P 500	3918.32	-73.69	4017.81	3908.7
NASDAQ	11338.4	-237.65	11667.1	11319.98
DAX	15633.2	1.34	15667.1	15535.13
CAC	7315.88	-0.12	7333.22	7274.05
FTSE100	7879.98	-49.94	7930.26	7862.01

HONG KONG INDEX FUTURES DAILY PREVIEW

Date Prepared : 10/Mar/2023

Mini Hang Seng Futures Daily Chart



Mini Hang Seng China Enterprise Futures Daily Chart



Technical Analysis

Mini Hang Seng

1st Resistance:	20234	2nd Resistance:	20533
1st Support:	19636	2nd Support:	19337
MACD:	-260.947		
MACD DIFF:	-25.7755		
RSI:	38.0605		

Mini Hang Seng China Enterprise

1st Resistance:	6756	2nd Resistance:	6856
1st Support:	6556	2nd Support:	6456
MACD:	-105.565		
MACD DIFF:	-8.730		
RSI:	38.0434		

Strategy:

Mini Hang Seng:

Long: Profit target:	19636	19832	19538	Long: Profit target:	19337	19530	19240
Short: Profit target:	20234	20032	20335	Short: Profit target:	20533	20328	20636

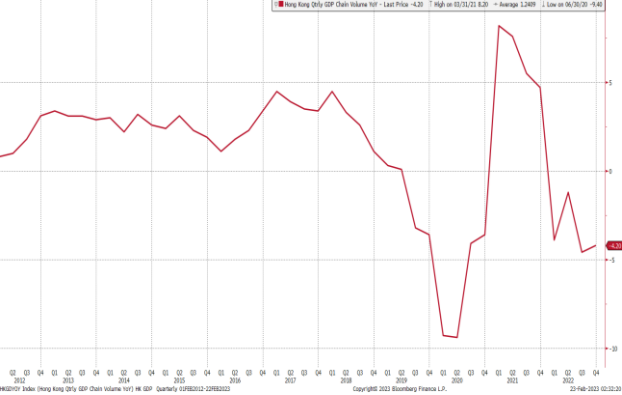
Mini Hang Seng China Enterprise:

Long: Profit target:	6556	6622	6523	Long: Profit target:	6456	6521	6424
Short: Profit target:	6756	6688	6790	Short: Profit target:	6856	6787	6890

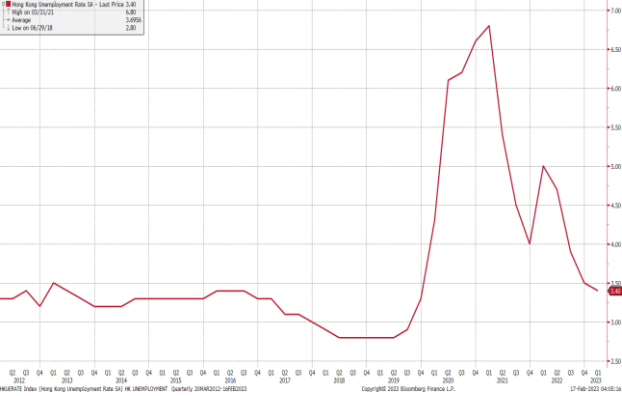
Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
03/13/2023 13:00	Bloomberg March Hong Kong Economic Survey					
03/14/2023 16:30	PPI YoY	4Q	--	--	0.40%	--
03/14/2023 16:30	Industrial Production YoY	4Q	--	--	-0.60%	--
03/16/2023 16:30	Unemployment Rate SA	Feb	--	--	3.40%	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
03/09/2023 09:30	CPI YoY	Feb	1.90%	1.00%	2.10%	--
03/09/2023 09:30	PPI YoY	Feb	-1.30%	-1.40%	-0.80%	--
03/09/2023 03/15	Aggregate Financing CNY	Feb	2300.0b	--	5980.0b	5984.0b
03/09/2023 03/15	Money Supply M2 YoY	Feb	12.50%	--	12.60%	--
03/09/2023 03/15	Money Supply M0 YoY	Feb	--	--	7.90%	--
03/09/2023 03/15	New Yuan Loans CNY	Feb	1500.0b	--	4900.0b	--
03/09/2023 03/15	Money Supply M1 YoY	Feb	6.00%	--	6.70%	--
03/11/2023 03/18	FDI YTD YoY CNY	Feb	--	--	14.50%	--

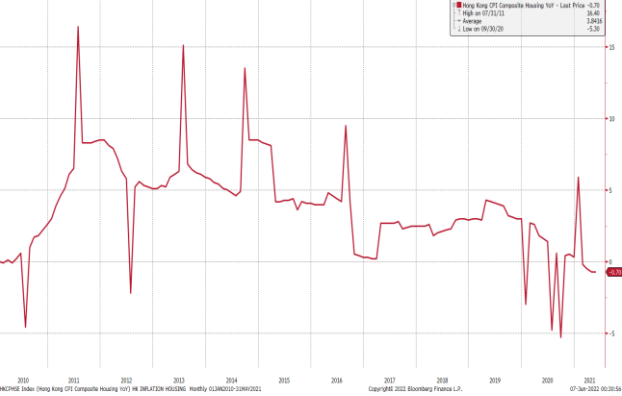
Hong Kong GDP Q on Q



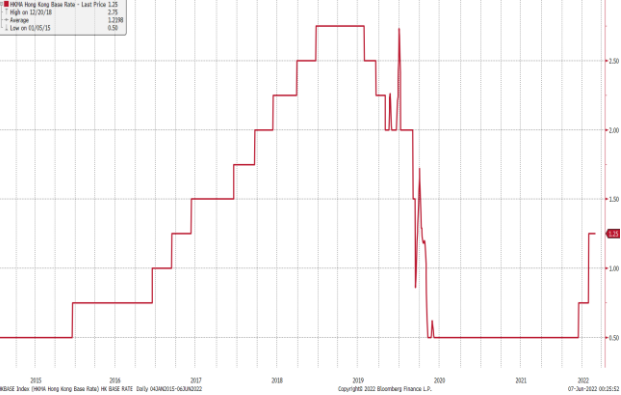
Hong Kong Unemployment Rate



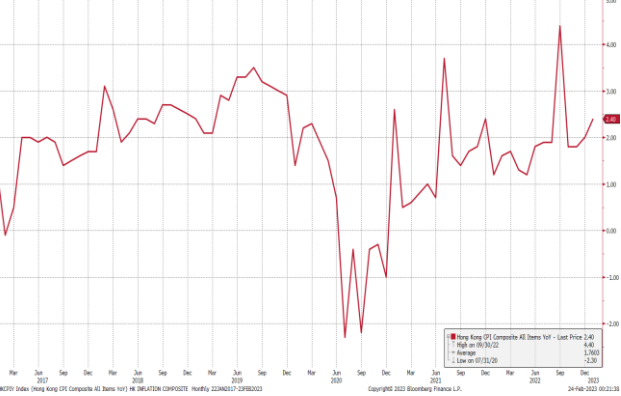
Hong Kong Housing Inflation



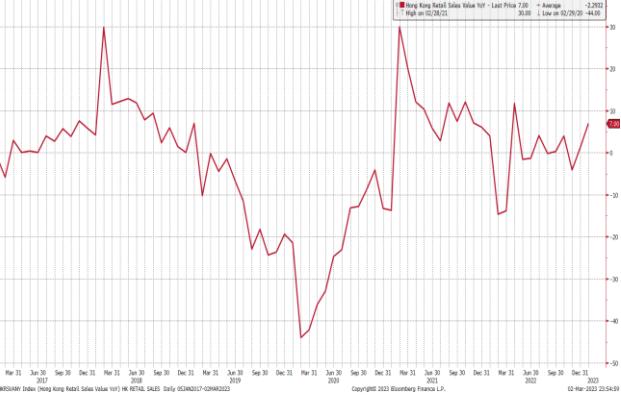
Hong Kong Base Interest Rate



Hong Kong Composite Inflation



Hong Kong Retail Sale Value Y on Y %



(Source: Bloomberg)

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