

Fundamentals:

Hong Kong stocks advanced, logging the biggest weekly gain in two months, as traders stepped up bets on interest-rate cuts amid growing concerns about US bank failures and recession risks.

The Hang Seng Index rose 0.5 per cent to 20,049.31 at the close of Friday trading. This week's winning of 0.8 per cent is the most since the week ended March 31. The Tech Index jumped 1 per cent while the Shanghai Composite Index declined 0.5 per cent.

Baidu surged 3.8 per cent to HK\$119.70 while Ping An Insurance jumped 1.4 per cent to HK\$60.05. Tencent rallied 1.5 per cent to HK\$342.80 while Alibaba Group climbed 1.2 per cent to HK\$81.65. Developer Country Garden increased 5.5 per cent to HK\$2.10 and peer Longfor added 2.4 per cent to HK\$21.65 on hopes lower borrowing costs will spur home purchases.

Shares of US regional banks crashed further on Thursday as investors dumped PacWest and Western Alliance. Several failures this year, including Silicon Valley Bank and First Republic Bank, have heightened concerns about a liquidity squeeze following the Federal Reserve's unbroken tightening streak since March last year.

Fed fund futures showed the odds for at least a quarter-point cut in September's policy meeting have risen to 90 per cent, versus 62 per cent a week ago, according to data compiled by CME Group. The Fed is almost certain to cut in November, contracts showed.

Limiting gains, HSBC fell 0.3 per cent to HK\$58.45 and HKEX slipped 0.7 per cent to HK\$319.60. Macau casino operators tumbled, with Sands China losing 0.9 per cent to HK\$26.90 and Galaxy dropping 1.6 per cent to HK\$53.85.

Two companies began trading today. Nexchip Semiconductor rose 0.1 per cent to 19.87 yuan in Shanghai. Sanbo Hospital Management jumped 77 per cent to 52.50 yuan in Shenzhen.

Major Asian stock indices were little changed. The Kospi in South Korea and the S&P/ASX 200 in Australia added 0.4 per cent while financial markets in Japan are closed for a public holiday.

(Source: South China Morning Post)

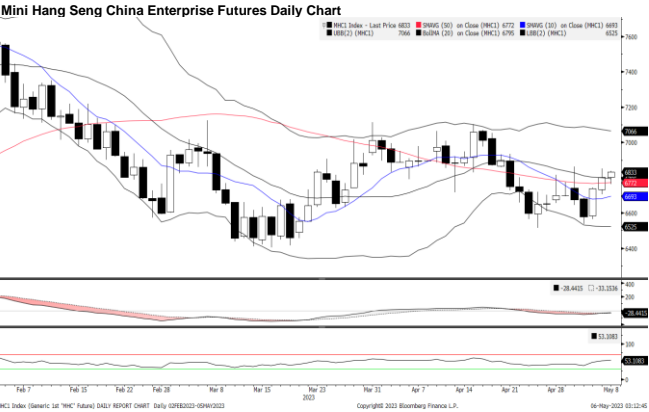
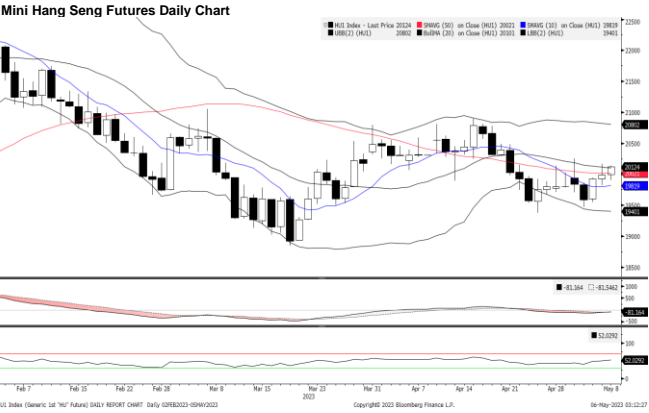
Contracts	Chg	Sett	High	Low
H. SENG FUT MAY 23	62	19984	20169	19826
H. SENG FUT JUN 23	62	19918	20101	19767
H. SENG FUT SEP 23	61	19804	19950	19773
H. SENG FUT DEC 23	62	19984	20169	19826
MINI H. SENG FUT MAY 23	62	19984	20168	19825
MINI H. SENG FUT JUN 23	62	19918	20100	19765
MINI H. SENG FUT SEP 23	61	19804	19964	19650
MINI H. SENG FUT DEC 23	62	19984	20168	19825
HSCEI FUT MAY 23	65	6803	6854	6705
HSCEI FUT JUN 23	62	6770	6817	6677
HSCEI FUT SEP 23	65	6702	6749	6626
HSCEI FUT DEC 23	65	6803	6854	6705
MINI HSCEI FUT MAY 23	65	6803	6853	6706
MINI HSCEI FUT JUN 23	62	6770	6819	6677
MINI HSCEI FUT SEP 23	65	6702	6749	6612
MINI HSCEI FUT DEC 23	65	6803	6853	6706

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	81.55	-2.9	84.85	80.6
**Tencent Holdings Ltd	342.8	5	347	338.2
*HSBC Holdings PLC	58.45	-0.2	58.65	57.75
**China Construction Bank Corp	5.43	0.07	5.47	5.35
**Ping An Insurance Group	60.05	0.8	61.35	59.4
**Meituan	135.6	3.6	137	132.8
*Hong Kong Exchanges & Clearing Ltd	319.6	-2.2	324.6	318
*Alibaba Group Holdings Ltd	81.65	0.95	82.45	81.1
**Xiaomi Corp	11.16	0.22	11.28	10.96
**ICBC	4.47	0.1	4.49	4.37

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	47.45	0.6	48.45	46.85
**China Mobile Ltd	68.45	0	70.2	68.4
**Bank of China Ltd	3.27	0.03	3.32	3.22
*Techtronic Industries Co Ltd	85.25	1.3	85.25	84.2
*CK Hutchison Holdings Ltd	53.7	-0.75	54.45	53.6
*Link REIT	51.55	0.3	51.75	51.2
*CLP Holding Ltd	59.35	0.55	59.45	58.75
**Geely Automobile Holdings Ltd	9.66	0.07	9.75	9.59
**CNOOC Ltd	12.34	-0.04	12.52	12.24
**ANTA Sports Products Ltd	96.15	2.45	96.7	93.5

Global Equity Indices	Close	Change	High	Low
Hang Seng	20049.31	100.58	20208.8	19968.41
HSCEI	6797.75	78.95	6841.66	6746.78
Shanghai Comp Index	3334.5	-15.956	3364.14	3321.187
Nikkei 225	0	0	0	0
KOSPI	0	0	0	0
S&P/ASX200	7220.01	26.903	7220.2	7168.4
DJIA	33674.4	546.64	33748.4	33248.55
S&P 500	4136.25	75.03	4147.02	4084.73
NASDAQ	12235.4	269.01	12264.8	12065.72
DAX	15961	226.78	15961.5	15755.97
CAC	7432.93	1.26	7437.6	7354.6
FTSE100	7778.38	75.74	7781.54	7702.64

HONG KONG INDEX FUTURES DAILY PREVIEW
Date Prepared : 08/May/2023



Technical Analysis

Mini Hang Seng

1st Resistance:	20284	2nd Resistance:	20584
1st Support:	19684	2nd Support:	19384
MACD:	-105.170		
MACD DIFF:	-23.6238		
RSI:	48.9244		

Mini Hang Seng China Enterprise

1st Resistance:	6905	2nd Resistance:	7007
1st Support:	6701	2nd Support:	6599
MACD:	-39.365		
MACD DIFF:	-5.065		
RSI:	51.5796		

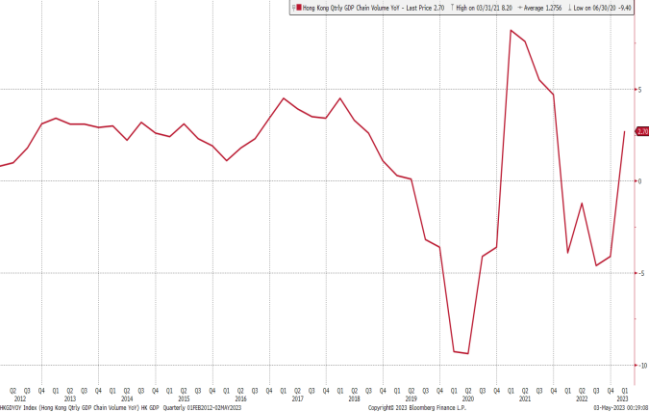
Strategy:

Mini Hang Seng:	Long: Profit target: 19684	Stop-loss: 19586	Long: Profit target: 19384	Stop-loss: 19288
	Short: Profit target: 20284	Stop-loss: 20081	Short: Profit target: 20584	Stop-loss: 20378
Mini Hang Seng China Enterprise:	Long: Profit target: 6701	Stop-loss: 6667	Long: Profit target: 6599	Stop-loss: 6566
	Short: Profit target: 6905	Stop-loss: 6836	Short: Profit target: 7007	Stop-loss: 6937

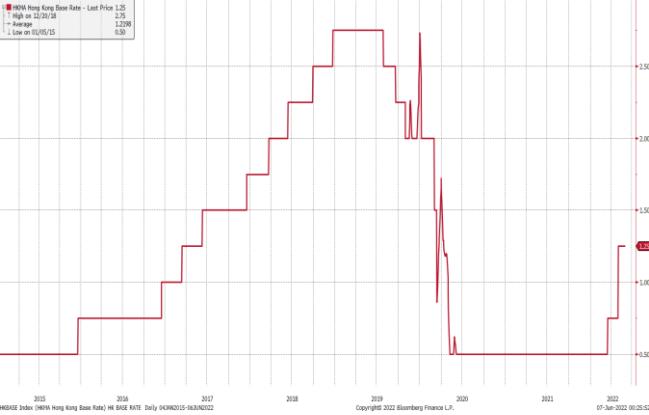
Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
05/05/2023	Foreign Reserves	Apr	--	\$427.4b	\$430.7b	\$430.8b
05/12/2023 16:30	GDP YoY	1Q F	--	--	2.70%	--
05/12/2023 16:30	GDP SA QoQ	1Q F	--	--	5.30%	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
05/05/2023 09:45	Caixin China PMI Composite	Apr	--	53.6	54.5	--
05/05/2023 09:45	Caixin China PMI Services	Apr	57	56.4	57.8	--
05/07/2023	Foreign Reserves	Apr	\$3193.80b	--	\$3183.87b	--
05/09/2023	Exports YoY	Apr	7.50%	--	14.80%	--
05/09/2023	Imports YoY	Apr	-0.10%	--	-1.40%	--
05/09/2023	Trade Balance	Apr	\$70.25b	--	\$88.19b	--
05/09/2023	Exports YoY CNY	Apr	--	--	23.40%	--
05/09/2023	Imports YoY CNY	Apr	--	--	6.10%	--
05/09/2023	Trade Balance CNY	Apr	--	--	601.01b	--
05/09/2023 05/15	Aggregate Financing CNY	Apr	2000.0b	--	5380.0b	--
05/09/2023 05/15	Money Supply M2 YoY	Apr	12.50%	--	12.70%	--
05/09/2023 05/15	Money Supply M0 YoY	Apr	--	--	11.00%	--
05/09/2023 05/15	New Yuan Loans CNY	Apr	1400.0b	--	3890.0b	--
05/09/2023 05/15	Money Supply M1 YoY	Apr	5.10%	--	5.10%	--

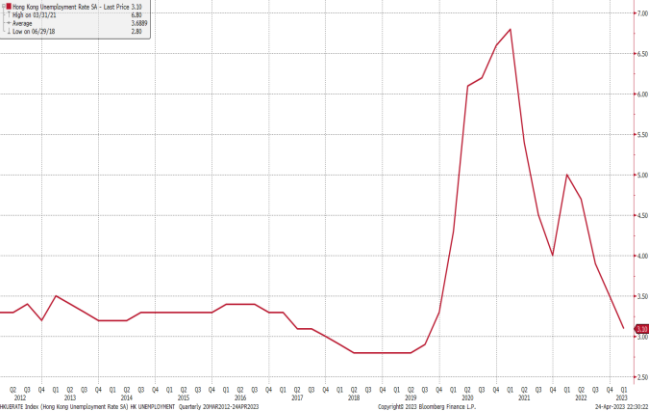
Hong Kong GDP Q on Q



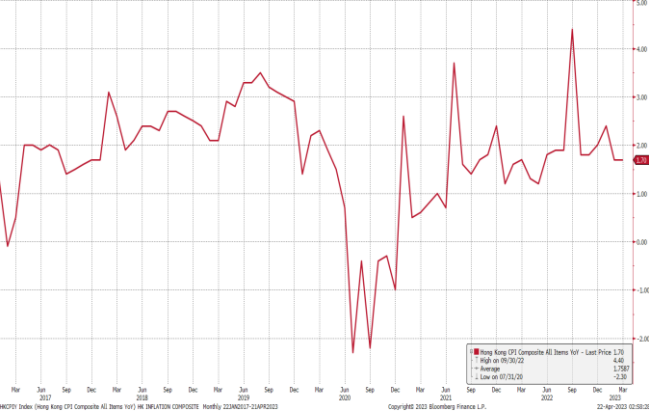
Hong Kong Base Interest Rate



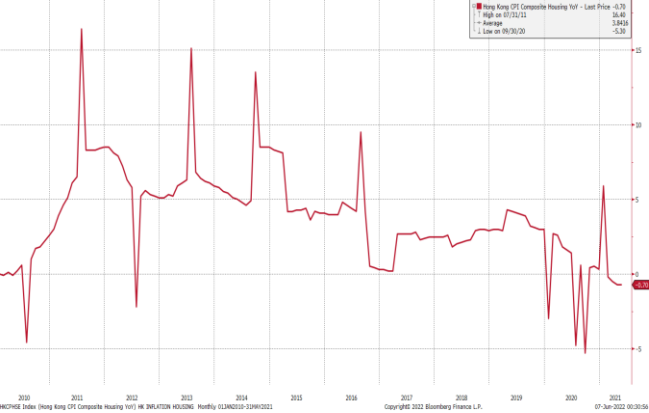
Hong Kong Unemployment Rate



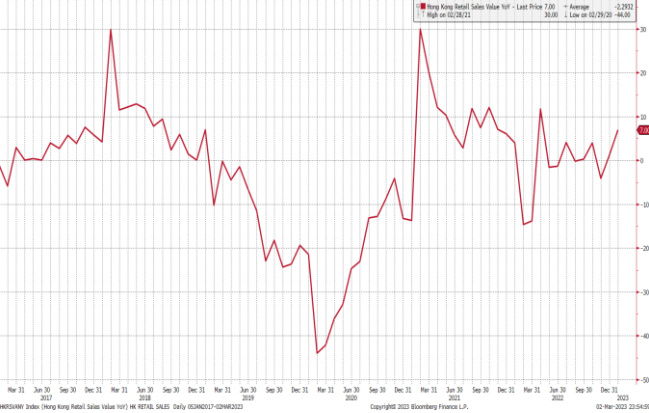
Hong Kong Composite Inflation



Hong Kong Housing Inflation



Hong Kong Retail Sale Value Y on Y %



(Source: Bloomberg)

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.