

Fundamentals:

Hong Kong stocks fell, tracking an overnight decline in US equities after a report showing higher job listings bolstered bets the Federal Reserve would keep interest rates elevated in the near term to contain inflation. China Evergrande fell by 12 per cent, surrendering part of its rally on Tuesday.

The Hang Seng Index declined 0.8 per cent to 17,195.84 on Wednesday, the lowest level since November 10, while the Tech Index dropped 1.7 per cent. Financial markets in mainland China are closed this week for the "golden week" holiday.

Tencent slipped 1 per cent to HK\$297.60, Alibaba Group lost 1.6 per cent to HK\$81.75 and Meituan retreated 2.8 per cent to HK\$106.90. Online travel operator Trip.com tumbled 3.8 per cent to HK\$259, while Macau casino concessionaire Sands China lost 3 per cent to HK\$22.35.

US job openings surprisingly rose to 9.61 million in August, the government said on Tuesday, snapping a three-month decline and pointing to a resilient labour market. The data underpinned the Fed's hawkish pause last month, and the majority view that one more hike may be needed this year.

The odds of a November rate hike rose to 30.8 per cent from 16.4 per cent a week ago, according to CME Group, based on contracts on Fed fund futures. The yield on 10-year Treasuries climbed to 4.82 per cent, a 16-year high. Hong Kong's monetary authority follows the Fed rate policy in lockstep under its linked exchange rate system.

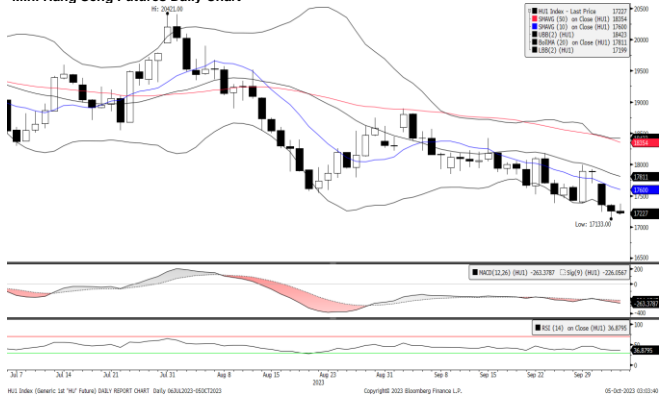
Meanwhile, recent data from China suggests no major rebound in economic activity. The housing market remained weak in September, with sales at top 100 developers shrinking by an annual rate of 29 per cent, according to industry data. Manufacturing improved while the services sector weakened, official data showed.

Elsewhere, Evergrande fell 12.2 per cent to HK\$0.36. The troubled Chinese developer surged 28 per cent on Tuesday when the stock resumed trading. It was halted for two days when the developer disclosed the "arrest" of its chairman and founder Hui Kai-yan following weeks of speculation.

Major Asian markets retreated. Australia's S&P/ASX 200 lost 0.8 per cent, while the Nikkei 225 Index in Japan and South Korea's Kospi both tumbled 2.3 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 OCT 23	-101	17252	17365	17133
H. SENG FUT NOV 23	-96	17275	17369	17152
H. SENG FUT DEC 23	-101	17343	17434	17228
H. SENG FUT MAR 24	-101	17252	17365	17133
MINI H. SENG FUT OCT 23	-101	17252	17365	17133
MINI H. SENG FUT NOV 23	-96	17275	17380	17151
MINI H. SENG FUT DEC 23	-101	17343	17448	17226
MINI H. SENG FUT MAR 24	-101	17252	17365	17133
HSCEI FUT OCT 23	-47	5907	5958	5867
HSCEI FUT NOV 23	-47	5925	5975	5888
HSCEI FUT DEC 23	-48	5957	6000	5917
HSCEI FUT MAR 24	-47	5907	5958	5867
MINI HSCEI FUT OCT 23	-47	5907	5958	5867
MINI HSCEI FUT NOV 23	-47	5925	5969	5889
MINI HSCEI FUT DEC 23	-48	5957	6000	5920
MINI HSCEI FUT MAR 24	-47	5907	5958	5867

Major HSI Constituent Stocks	Close	Change	High	Low
*Alia Group Ltd	65.4	1	65.85	64.7
**Tencent Holdings Ltd	297.6	-3	300	295.4
**HSBC Holdings PLC	60.85	-0.05	61	60.35
**China Construction Bank Corp	4.26	0.02	4.27	4.19
**Ping An Insurance Group	42.3	-0.4	42.5	41.8
**Meituan	106.9	-3.1	109.8	105.7
*Hong Kong Exchanges & Clearing Ltd	285.4	-0.4	285.4	281
**Alibaba Group Holdings Ltd	81.75	-1.35	82.9	81.2
**Xiaomi Corp	11.86	-0.12	11.98	11.76
**ICBC	3.61	0.02	3.63	3.54

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	43.65	-0.8	44.45	43.25
**China Mobile Ltd	64.2	-0.35	64.35	63.8
**Bank of China Ltd	2.67	0.01	2.68	2.65
*Techtronic Industries Co Ltd	74.6	-0.75	75.35	73.7
*CK Hutchison Holdings Ltd	40.3	-0.05	40.3	39.8
*Link REIT	36.55	0.4	36.75	36
*CLP Holding Ltd	55.75	-1.55	57.2	55.4
**Geely Automobile Holdings Ltd	8.88	-0.13	9.06	8.83
**CNOOC Ltd	13.18	-0.18	13.36	13.08
**ANTA Sports Products Ltd	83.7	-1.6	85.3	83.45

Global Equity Indices	Close	Change	High	Low
Hang Seng	17195.84	-135.38	17266.8	17094
HSCEI	5882.68	-66.5	5916.77	5850.11
Shanghai Comp Index	0	0	0	0
Nikkei 225	30526.9	-711.06	30830.9	30487.67
KOSPI	2405.69	-59.38	2435.78	2402.84
S&P/ASX200	6890.25	-53.167	6943.4	6871
DJIA	33129.6	127.17	33156.5	32873.23
S&P 500	4263.75	34.3	4268.5	4220.48
NASDAQ	13236	176.54	13258.8	13072.51
DAX	15099.9	14.71	15174.6	14948.08
CAC	6996.73	0	7050.69	6948.03
FTSE100	7412.45	-57.71	7490.18	7384.2

Technical Analysis

Mini Hang Seng

1st Resistance:	17511	2nd Resistance:	17770
1st Support:	16993	2nd Support:	16734
MACD:	-245.411		
MACD DIFF:	-28.6065		
RSI:	37.2202		

Mini Hang Seng China Enterprise

1st Resistance:	5996	2nd Resistance:	6084
1st Support:	5818	2nd Support:	5730
MACD:	-88.542		
MACD DIFF:	-19.147		
RSI:	36.804		

Strategy:

Mini Hang Seng:

Long: Profit target:	16993	17163	16908	Long: Profit target:	16734	16902	16651
Stop-loss:				Stop-loss:			
Short: Profit target:	17511	17336	17598	Short: Profit target:	17770	17592	17858
Stop-loss:				Stop-loss:			

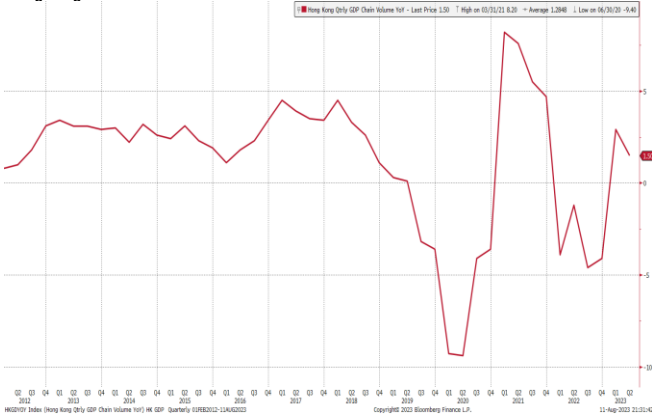
Mini Hang Seng China Enterprise:

Long: Profit target:	5818	5877	5789	Long: Profit target:	5730	5787	5701
Stop-loss:				Stop-loss:			
Short: Profit target:	5996	5936	6026	Short: Profit target:	6084	6023	6115
Stop-loss:				Stop-loss:			

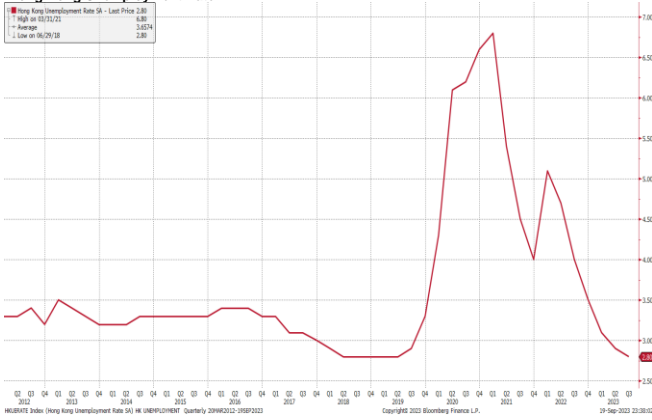
Hong Kong Economic Releases	Period	Survey	Actual	Prior	Revised	
10/05/2023 08:30	S&P Global Hong Kong PMI	Sep	--	--	49.8	--
10/06/2023	Foreign Reserves	Sep	--	--	\$418.4b	--

China Economic Releases	Period	Survey	Actual	Prior	Revised	
10/07/2023	Foreign Reserves	Sep	\$3130.00b	--	\$3160.10b	--
10/09/2023 10/15	Aggregate Financing CNY	Sep	--	--	3120.0b	3123.7b
10/09/2023 10/15	New Yuan Loans CNY	Sep	--	--	1360.0b	1358.0b
10/09/2023 10/15	Money Supply M2 YoY	Sep	--	--	10.60%	--
10/09/2023 10/15	Money Supply M1 YoY	Sep	--	--	2.20%	--
10/09/2023 10/15	Money Supply M0 YoY	Sep	--	--	9.50%	--

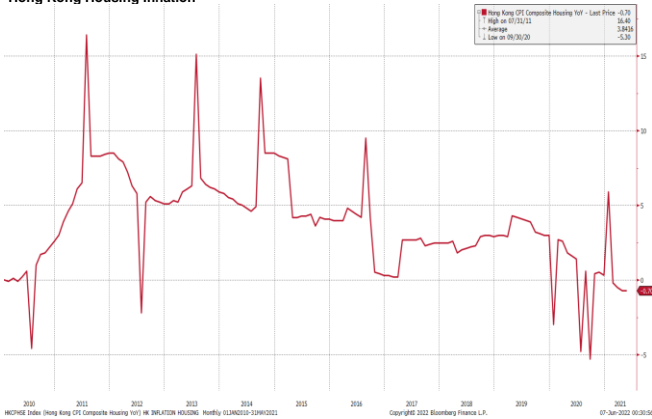
Hong Kong GDP Q on Q



Hong Kong Unemployment Rate



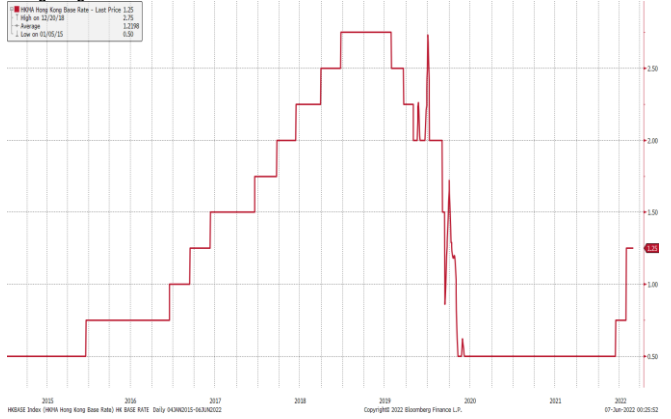
Hong Kong Housing Inflation



(Source: Bloomberg)

Hong Kong Retail Sales Value Y on Y %

Hong Kong Base Interest Rate



Hong Kong Composite Inflation



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