

Fundamentals:

Hong Kong stocks rose by the most in over three weeks after a private report showed the manufacturing sector in mainland China expanded faster than estimated last month, in contrast with the fall in the official manufacturing purchasing managers' index reported last week.

The Hang Seng Index jumped 1.8 per cent to 18,403.04 at the close of trade on Monday posting the biggest advance since May 10. The Tech Index soared 2.5 per cent while the Shanghai Composite Index declined 0.3 per cent.

Tencent jumped 3.4 per cent to HK\$372, Alibaba appreciated 1.7 per cent to HK\$76.90 and JD.com added 2.6 per cent to HK\$116.90. EV maker BYD jumped 4.8 per cent to HK\$230.20 and rival Li Auto advanced 5.2 per cent to HK\$82.20 after top players reported sales surge last month as promotional campaigns lured consumers.

Caixin manufacturing purchasing managers' index (PMI) rose to 51.7 last month from 51.4 in April, marking the fourth consecutive month of accelerated growth and the fastest pace in two years, surpassing analysts' forecasts of 51.6 made in a Bloomberg survey of economists.

That helped ease some concerns about China's economic recovery, after Friday's official data release showing Chinese manufacturing activity contracted last month, contrary to analyst expectations. The Caixin survey is believed to be skewed more towards smaller, export-oriented firms than the much broader official gauge.

Ahead of today's rise, the Hang Seng Index had declined for two straight weeks on profit-booking sales after patchy earnings and an erratic economic recovery rattled investors.

"The swings of the past month were all part of the market correcting excessive pessimistic and optimistic expectations," Kevin Liu, a strategist at CICC, said in a note on Sunday. "We believe that as risk appetite has been restored, while further upside potential in the market may require additional catalysts to emerge."

In new issues, UboT Holding, which operates in the semiconductor industry and is the first debutant on the Growth Enterprise Market (GEM) in three years, jumped 6 per cent from its IPO price to HK\$0.53 per share on its first day of trading on Monday.

Elsewhere, GenScript Biotechnology sank as much as 26 after the company said it's "not under the control of any government" after the US asked the FBI to probe its ties with Chinese authorities.

Other major Asian markets also posted gains. Japan's Nikkei 225 added 1.1 per cent, Australia's S&P/ASX 200 jumped 0.8 per cent and South Korea's Kospi surged 1.7 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 JUN 24	336	18345	18488	17951
H. SENG FUT JUL 24	336	18256	18398	17886
H. SENG FUT SEP 24	342	18252	18355	17899
H. SENG FUT DEC 24	351	18412	18537	18020
MINI H. SENG FUT JUN 24	336	18345	18488	17949
MINI H. SENG FUT JUL 24	336	18256	18392	17865
MINI H. SENG FUT SEP 24	342	18252	18391	17870
MINI H. SENG FUT DEC 24	351	18412	18545	18027
HSCEI FUT JUN 24	144	6500	6548	6330
HSCEI FUT JUL 24	142	6436	6479	6275
HSCEI FUT SEP 24	147	6438	6482	6275
HSCEI FUT DEC 24	148	6500	6534	6364
MINI HSCEI FUT JUN 24	144	6500	6548	6331
MINI HSCEI FUT JUL 24	142	6436	6482	6277
MINI HSCEI FUT SEP 24	147	6438	6484	6278
MINI HSCEI FUT DEC 24	148	6500	6531	6340

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	59.85	-0.6	61.2	59.8
**Tencent Holdings Ltd	375	15.2	379	366.6
*HSBC Holdings PLC	69.15	0.5	69.8	69.15
**China Construction Bank Corp	5.62	0.08	5.68	5.59
**Ping An Insurance Group	40.35	0.8	40.95	39.85
**Meituan	109	3.9	110.4	106.4
*Hong Kong Exchanges & Clearing Ltd	267.6	4.8	270.4	264
**Alibaba Group Holdings Ltd	76.65	1.75	77.5	76.45
**Xiaomi Corp	17.9	0.42	18.14	17.56
**ICBC	4.47	0.05	4.52	4.45

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	11.32	0.18	11.4	11
**China Mobile Ltd	76.2	1.1	77.1	74.75
**Bank of China Ltd	3.73	0.03	3.77	3.7
*Techtronic Industries Co Ltd	95.9	0.2	98.5	95.7
*CK Hutchison Holdings Ltd	38.55	0.45	39	38.4
*Link REIT	33.85	1.05	34.7	32.85
*CLP Holding Ltd	63.05	1.2	63.85	62.5
**Geely Automobile Holdings Ltd	9.8	0.33	9.98	9.59
**CNOOC Ltd	21.05	0.15	21.75	20.75
**ANTA Sports Products Ltd	85.25	2	86.65	84.2

Global Equity Indices	Close	Change	High	Low
Hang Seng	18403.04	323.43	18573.8	18283.56
HSCEI	6531.99	139.41	6594.33	6466.07
Shanghai Comp Index	3078.49	-8.324	3097.2	3061.277
Nikkei 225	38923	435.13	39032.5	38734.95
KOSPI	2682.52	46	2690.73	2657.81
S&P/ASX200	7761.03	59.288	7779	7701.7
DJIA	38500.3	-186.01	38735.6	38247.22
S&P 500	5269.96	-7.55	5302.11	5234.32
NASDAQ	16782.3	47.26	16909.9	16646.43
DAX	18608.2	110.22	18697.1	18503.79
CAC	7998.02	0.06	8072.31	7995.08
FTSE100	8262.75	-12.63	8371.72	8258.86

Technical Analysis

Mini Hang Seng

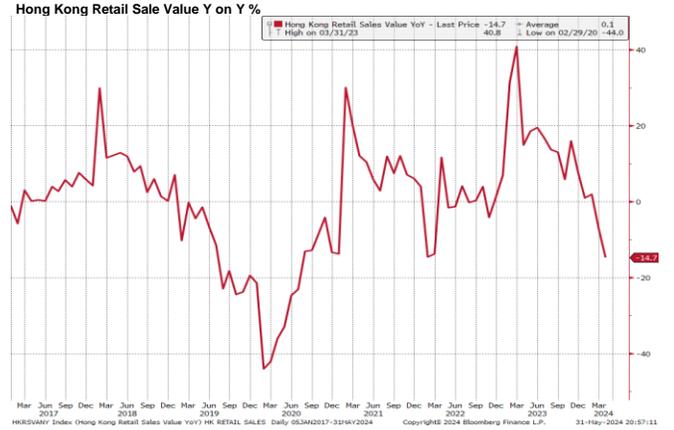
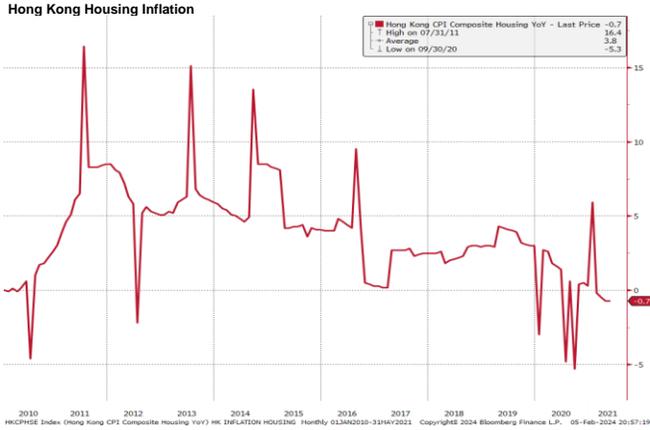
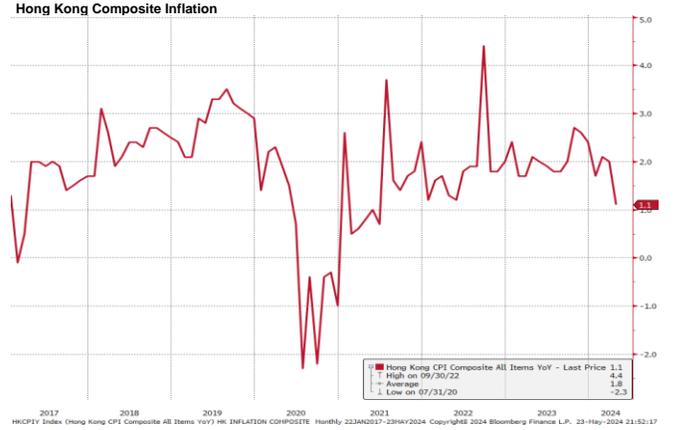
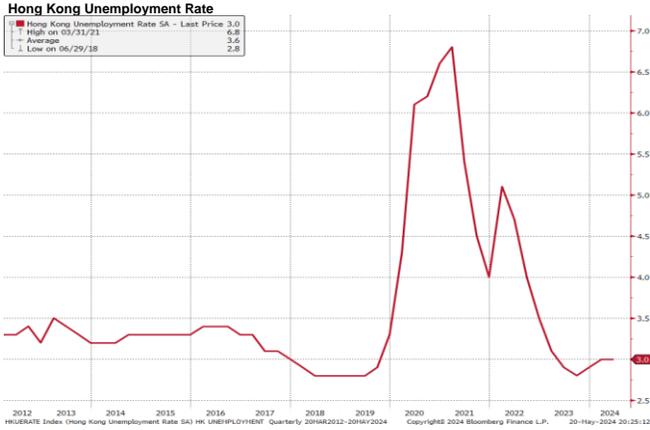
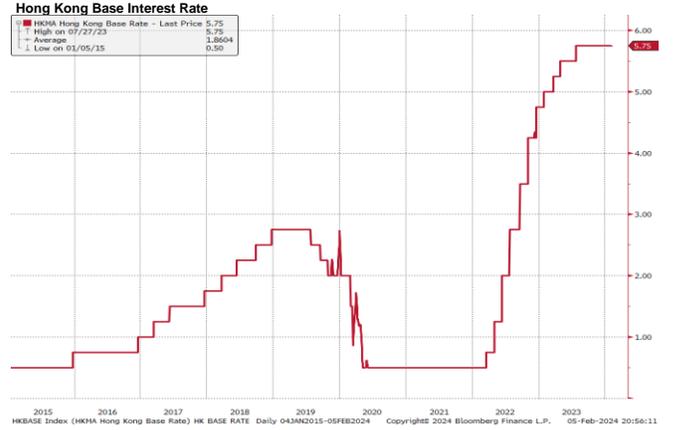
1st Resistance:	18620	2nd Resistance:	18895
1st Support:	18070	2nd Support:	17795
MACD:	153.726		
MACD DIFF:	-182.941		
RSI:	48.9376		

Mini Hang Seng China Enterprise

1st Resistance:	6598	2nd Resistance:	6695
1st Support:	6403	2nd Support:	6305
MACD:	58.364		
MACD DIFF:	-70.066		
RSI:	48.9403		

Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
05/31/2024 16:30	Retail Sales Volume YoY	Apr	-9.10%	-16.50%	-8.60%	-8.70%
05/31/2024 16:30	Retail Sales Value YoY	Apr	-6.30%	-14.70%	-7.00%	--
05/31/2024 16:30	Money Supply M1 HKD YoY	Apr	--	-9.90%	-11.40%	--
05/31/2024 16:30	Money Supply M2 HKD YoY	Apr	--	0.50%	-0.40%	--
05/31/2024 16:30	Money Supply M3 HKD YoY	Apr	--	0.50%	-0.40%	--
06/05/2024 08:30	S&P Global Hong Kong PMI	May	--	--	50.6	--
06/14/2024 16:30	PPI YoY	1Q	--	--	2.70%	--
06/14/2024 16:30	Industrial Production YoY	1Q	--	--	4.10%	--
06/20/2024 16:30	Unemployment Rate SA	May	--	--	3.00%	--
06/21/2024 16:30	BoP Current Account Balance	1Q	--	--	\$71.20b	\$70.72b
06/21/2024 16:30	BoP Overall	1Q	--	--	-\$9.11b	--
06/21/2024 16:30	CPI Composite YoY	May	--	--	1.10%	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
05/31/2024 09:30	Composite PMI	May	--	51	51.7	--
05/31/2024 09:30	Manufacturing PMI	May	50.5	49.5	50.4	--
05/31/2024 09:30	Non-manufacturing PMI	May	51.5	51.1	51.2	--
06/09/2024 06/15	Money Supply M2 YoY	May	--	--	7.20%	--
06/09/2024 06/15	Money Supply M1 YoY	May	--	--	-1.40%	--
06/09/2024 06/15	Money Supply M0 YoY	May	--	--	10.80%	--
06/11/2024 06/18	FDI YTD YoY CNY	May	--	--	-27.90%	--
06/12/2024 09:30	PPI YoY	May	--	--	-2.50%	--
06/12/2024 09:30	CPI YoY	May	--	--	0.30%	--
06/17/2024 10:00	Industrial Production YoY	May	--	--	6.70%	--
06/17/2024 10:00	Industrial Production YTD YoY	May	--	--	6.30%	--
06/17/2024 10:00	Retail Sales YoY	May	--	--	2.30%	--
06/17/2024 10:00	Retail Sales YTD YoY	May	--	--	4.10%	--



(Source: Bloomberg)

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