

Fundamentals:

Hong Kong and mainland China stocks fell following an overnight slide in the key US stock gauges amid lower expectations for interest-rate cuts by the Federal Reserve and a tight US presidential election that will determine the future of its relationship with China.

The Hang Seng Index dropped 1.3 per cent to 20,489.62 at the close. The Hang Seng Tech Index tumbled 2.6 per cent to 4,483.99.

On the mainland, the CSI 300 Index slid 1.1 per cent and the Shanghai Composite Index lost 0.7 per cent.

"Market sentiment in both Hong Kong and the mainland turned weak as some investors decided to lock up gains over the past two days by reducing their holdings," said Ivan Li, a fund manager at Loyal Wealth Management in Shanghai. "The market outlook remains cloudy since most investors are cautious on equity investment before China unveils a strong stimulus package to buoy the slowing economy and the embattled property sector."

The S&P 500 declined 0.9 per cent on Wednesday as traders were suspicious about further rate cuts in the US over the two remaining Fed policy meetings.

In addition, as the world is waiting for the fast-approaching US election, Beijing may be holding onto new policy measures until after the election result, according to Dickie Wong, executive director at Kingston Securities.

"The outlook of the US-China relationship is dependent on the US election result, including the tariff situation," he said. "I think the mainland government will likely retain some large-scale measures and launch them later."

In the case of a "market-friendly" Donald Trump presidency, "a second trade war would be much harder to navigate, creating a wide range of winners and losers across emerging markets, said Robert Gilhooly, senior emerging markets economist at Abrdn. "This is a particular risk for China."

Auto dealer Zhongsheng Group Holdings led the decline in the Hang Seng Index, sinking 7.3 per cent to HK\$11.50, along with Geely Automobile, which fell 4.4 per cent to HK\$13.90. Chow Tai Fook Jewellery Group dropped 5.7 per cent to HK\$7.40.

Alibaba Group Holding also fell 3.2 per cent to HK\$94.15, while Meituan declined 4.1 per cent to HK\$187.

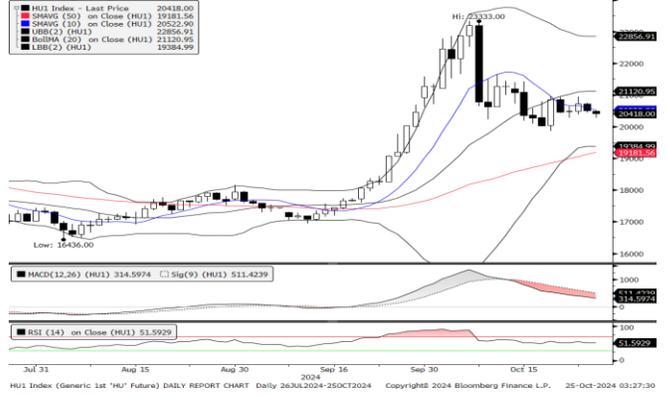
On the positive side, Sands China gained 3.9 per cent to HK\$19.38 after reporting a 16 per cent jump in net income in the third quarter. Insurer AIA advanced 0.9 per cent to HK\$61.90 after it announced a buy-back of 1.01 million shares on Wednesday.

Chinese autonomous driving technology firm Horizon Robotics, which raised US\$696 million in its Hong Kong initial public offering, climbed as much as 37.8 per cent in its trading debut on Thursday but closed with a gain of 2.8 per cent at HK\$4.10, compared with its offering price of HK\$3.99.

Japan's Nikkei 225 gained 0.1 per cent, while South Korea's KOSPI retreated 0.7 per cent and Australia's S&P/ASX 200 dropped 0.1 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 24	-225	20504	20758	20448
H. SENG FUT NOV 24	-226	20552	20806	20494
H. SENG FUT DEC 24	-233	20614	20823	20580
H. SENG FUT MAR 25	-234	20701	20805	20805
MINI H. SENG FUT OCT 24	-225	20504	20758	20450
MINI H. SENG FUT NOV 24	-226	20552	20806	20498
MINI H. SENG FUT DEC 24	-233	20614	20844	20560
MINI H. SENG FUT MAR 25	-234	20701	20933	20670
HSCEI FUT OCT 24	-112	7358	7480	7345
HSCEI FUT NOV 24	-114	7384	7500	7375
HSCEI FUT DEC 24	-114	7406	7500	7398
HSCEI FUT MAR 25	-116	7452	7522	7445
MINI HSCEI FUT OCT 24	-112	7358	7480	7344
MINI HSCEI FUT NOV 24	-114	7384	7502	7373
MINI HSCEI FUT DEC 24	-114	7406	7525	7400
MINI HSCEI FUT MAR 25	-116	7452	7502	7450

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	61.9	0.55	62.95	61.75
**Tencent Holdings Ltd	422	-6.2	425.6	419.6
*HSBC Holdings PLC	68.75	-0.05	68.8	68.15
**China Construction Bank Corp	6.15	0.02	6.16	6.08
**Ping An Insurance Group	48.8	-0.6	49.6	48.65
**Meituan	187	-7.9	194.2	186.5
*Hong Kong Exchanges & Clearing Ltd	311.6	-3.2	318.8	310.2
**Alibaba Group Holdings Ltd	94.15	-3.15	95.3	93.5
**Xiaomi Corp	25.25	-0.3	25.65	25.15
**ICBC	4.77	0.02	4.79	4.7

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	16.46	-0.4	17.08	16.36
**China Mobile Ltd	72.45	-0.25	72.7	71.85
**Bank of China Ltd	3.79	0.01	3.8	3.75
*Techtronic Industries Co Ltd	112.7	-1.1	113.4	111.9
*CK Hutchison Holdings Ltd	41.85	-0.05	41.95	41.45
*Link REIT	36.65	-0.55	37	36.35
*CLP Holding Ltd	66.95	0.15	67	66.35
**Geely Automobile Holdings Ltd	13.9	-0.64	14.58	13.82
**CNOOC Ltd	19.06	0.22	19.18	18.42
**ANTA Sports Products Ltd	85.5	-1.75	87.3	84.3

Global Equity Indices	Close	Change	High	Low
Hang Seng	20489.62	-270.53	20685.46	20448.46
HSCEI	7359.14	-119.09	7437.04	7347.14
Shanghai Comp Index	3280.26	-22.541	3292.945	3266.882
Nikkei 225	38143.3	38.43	38320.39	37712.19
KOSPI	2581.03	-18.59	2600.26	2578.8
S&P/ASX200	8206.26	-9.759	8247.5	8183.8
DJIA	42391.7	-123.22	42522.55	42191.83
S&P 500	5811.52	14.1	5817.8	5784.92
NASDAQ	18419.5	142.85	18421.44	18305.42
DAX	19443	65.38	19555.45	19417.73
CAC	7503.28	0.08	7565.39	7503.02
FTSE100	8269.38	10.74	8337.68	8256.77

Technical Analysis

Mini Hang Seng

1st Resistance: 20812 2nd Resistance: 21119
 1st Support: 20196 2nd Support: 19889
 MACD: 359.931
 MACD DIFF: -201.02
 RSI: 52.48252

Mini Hang Seng China Enterprise

1st Resistance: 7468 2nd Resistance: 7579
 1st Support: 7248 2nd Support: 7137
 MACD: 158.213
 MACD DIFF: -72.517
 RSI: 53.13709

Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
09/30/2024 16:30	Money Supply M1 HKD YoY	Aug	--	-3.70%	-3.00%	--
09/30/2024 16:30	Money Supply M2 HKD YoY	Aug	--	1.90%	2.00%	--
09/30/2024 16:30	Money Supply M3 HKD YoY	Aug	--	1.90%	2.00%	--
10/03/2024 16:30	Retail Sales Volume YoY	Aug	-10.1%	-11.8%	-13.3%	-13.2%
10/03/2024 16:30	Retail Sales Value YoY	Aug	-9.0%	-10.1%	-11.8%	-13.7%
10/04/2024 08:30	S&P Global Hong Kong PMI	Sep	--	50.0	49.4	--
10/18/2024 16:30	Unemployment Rate SA	Sep	3.00%	3.00%	3.00%	--
10/22/2024 16:30	CPI Composite YoY	Sep	2.4%	2.2%	2.5%	--
10/31/2024 16:30	GDP SA QoQ	3Q A	--	--	0.40%	--
10/31/2024 16:30	GDP YoY	3Q A	--	--	3.30%	--
10/31/2024 16:30	Money Supply M1 HKD YoY	Sep	--	--	-3.70%	--
10/31/2024 16:30	Money Supply M2 HKD YoY	Sep	--	--	1.90%	--
10/31/2024 16:30	Money Supply M3 HKD YoY	Sep	--	--	1.90%	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
10/09/2024 10:15	Money Supply M2 YoY	Sep	6.40%	6.80%	6.30%	--
10/09/2024 10:15	Money Supply M1 YoY	Sep	-7.20%	-7.40%	-7.30%	--
10/09/2024 10:15	Money Supply M0 YoY	Sep	--	11.50%	12.20%	--
10/14/2024 10:18	FDI YTD YoY CNY	Sep	--	--	-31.50%	--
10/13/2024 09:30	PPI YoY	Sep	-2.60%	-2.80%	-1.80%	--
10/13/2024 09:30	CPI YoY	Sep	0.60%	0.40%	0.60%	--
10/18/2024 10:00	GDP YoY	3Q	4.50%	4.60%	4.70%	--
10/18/2024 10:00	GDP SA QoQ	3Q	1.10%	0.90%	0.70%	--
10/18/2024 10:00	GDP YTD YoY	3Q	4.90%	4.80%	5.00%	--
10/18/2024 10:00	Retail Sales YoY	Sep	2.50%	3.20%	2.10%	--
10/18/2024 10:00	Retail Sales YTD YoY	Sep	3.30%	3.30%	3.40%	--
10/31/2024 09:30	Composite PMI	Oct	--	--	50.4	--
10/31/2024 09:30	Manufacturing PMI	Oct	--	--	49.8	--
10/31/2024 09:30	Non-manufacturing PMI	Oct	--	--	50	--

Hong Kong GDP Y on Y



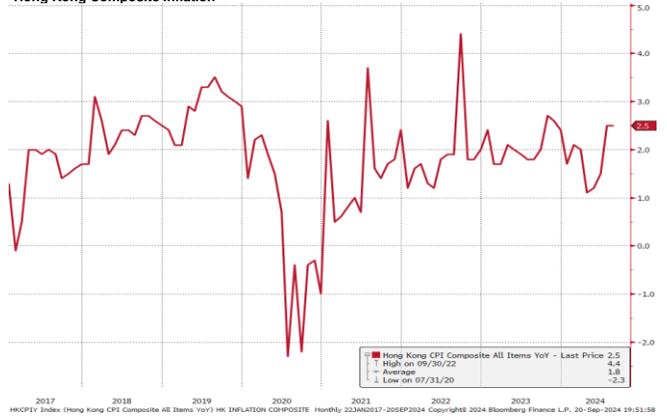
Hong Kong Base Interest Rate



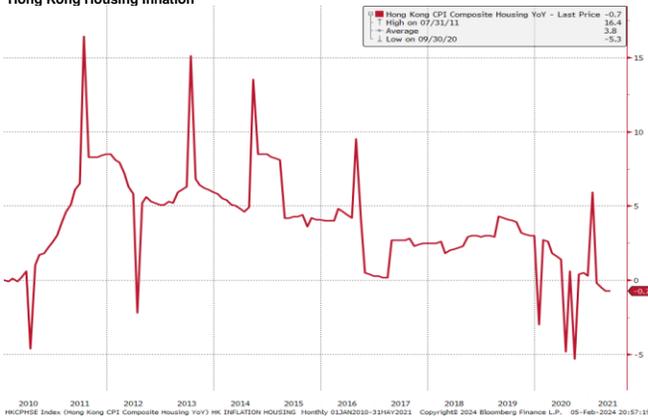
Hong Kong Unemployment Rate



Hong Kong Composite Inflation



Hong Kong Housing Inflation



Hong Kong Retail Sale Value Y on Y %



(Source: Bloomberg)

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