

**Fundamentals:**

Concerns about China's deteriorating growth prospects dragged Hong Kong stocks to their lowest level in three weeks, while investors refrained from fresh bets before a US jobs report that could determine the Federal Reserve's interest-rate path.

The Hang Seng Index closed 1.5 per cent lower at 25,235.41, a level not seen since November 21. The decline was broad-based, with all but eight stocks on the 89-member benchmark falling. The Hang Seng Tech Index slumped 1.7 per cent.

On the mainland, the CSI 300 Index slid 1.2 per cent and the Shanghai Composite Index retreated 1.1 per cent.

Alibaba Group Holding slumped 3 per cent to HK\$144.20 and Tencent Holdings lost 1.1 per cent to HK\$56.50. Gold producer Zijin Mining Group shed 4.4 per cent to HK\$32.94 and aluminium maker China Hongqiao Group sank 2.8 per cent to HK\$31.04. China Life Insurance declined 4.1 per cent to HK\$27.38.

The risk-on mood waned as investors feared that China's economic slowdown would deepen after key economic data showed a deceleration across the board in November. Retail growth weakened to the slowest pace since the Covid-19 pandemic, while fixed-asset investment continued to contract and a decline in home prices showed no signs of abating.

Investors also stayed on the sidelines ahead of the US labour market report for November due later on Tuesday. The data will include an estimated reading for October that was delayed by the longest-ever government shutdown. A strong reading would reduce the chances of monetary easing and could fuel anxiety over the stretched valuations of technology stocks among traders.

"There's no fresh catalyst and the uncertainty over a Fed rate cut next year has had some impact on liquidity," said Melody Lai, an analyst at SPDB International in Hong Kong. "Sentiment will swing wildly as stocks move into a consolidation stage. It's not the time to buy the dip yet."

China's growth would probably slump to 4.1 per cent in the first half of 2026 before rebounding in the second half, with Beijing expected to roll out stimulus measures early next year, according to Lu Ting, chief China economist at Nomura Holdings.

Beijing might cut the benchmark interest rate by 10 basis points and the reserve requirement ratio by half a percentage point in the second quarter, while local governments would be urged to bring forward the use of budgets for next year to stabilise growth, he said.

China has so far refrained from introducing an immediate stimulus plan as its economy grew by 5.2 per cent in the first nine months, putting the annual growth target of around 5 per cent within reach.

Meanwhile, Chinese stocks would be rangebound in the near term amid a lack of upwards earnings revision and slowing retail fund inflows, according to Value Partners.

"As valuation is not cheap and amid a weak macroeconomic environment, investors continue to focus on sectors with higher earnings visibility and growth potential, such as AI and tech, while interest in the consumption sector remains weak," said Kelly Chung, chief investment officer for multi-assets at the Hong Kong-based asset management firm.

Guoxia Technology, which makes smart energy storage products, surged 118 per cent to HK\$43.80 on the first day of trading in Hong Kong.

Elsewhere, major Asia-Pacific markets fell. Japan's Nikkei 225 slipped 1.6 per cent, while South Korea's Kospi retreated 2.2 per cent and Australia's S&P/ASX 200 lost 0.4 per cent.

(Source: South China Morning Post)

Contracts	Chg	Sett	High	Low
H. SENG FUT DEC 25	-402	25251	25732	25110
H. SENG FUT JAN 26	-402	25318	25798	25180
H. SENG FUT FEB 26	-404	25385	#N/A	#N/A
H. SENG FUT MAR 26	-402	25251	25732	25110
MINI H. SENG FUT DEC 25	-402	25251	25731	25110
MINI H. SENG FUT JAN 26	-402	25318	25795	25177
MINI H. SENG FUT MAR 26	-408	25355	25823	25222
MINI H. SENG FUT JUN 26	-402	25251	25731	25110
HSCEI FUT DEC 25	-166	8764	8952	8713
HSCEI FUT JAN 26	-171	8778	8969	8743
HSCEI FUT FEB 26	-167	8804	#N/A	#N/A
HSCEI FUT MAR 26	-166	8764	8952	8713
MINI HSCEI FUT DEC 25	-166	8764	8952	8713
MINI HSCEI FUT JAN 26	-171	8778	8971	8739
MINI HSCEI FUT MAR 26	-175	8817	9008	8778
MINI HSCEI FUT JUN 26	-166	8764	8952	8713

Major HSI Constituent Stocks	Close	Change	High	Low
*AIA Group Ltd	79.8	-0.85	80.65	78.5
**Tencent Holdings Ltd	596.5	-6.5	603	592
*HSBC Holdings PLC	116.2	0	116.5	115.2
**China Construction Bank Corp	7.39	-0.16	7.55	7.37
**Ping An Insurance Group	63.9	-1.35	65.7	63.2
**Meituan	99.5	-1.4	101.3	98.65
*Hong Kong Exchanges & Clearing Ltd	396	-7.8	401.6	393.8
**Alibaba Group Holdings Ltd	144.2	-4.4	147	141.6
**Xiaomi Corp	40.9	-0.94	41.5	40.3
**ICBC	5.98	-0.11	6.1	5.97

Major HSCEI Constituent Stocks	Close	Change	High	Low
*Wuxi Biologics Cayman Inc	32.06	-0.38	32.92	31.52
**China Mobile Ltd	84.3	-0.8	85.45	84.15
**Bank of China Ltd	4.32	-0.08	4.4	4.31
*Techtronic Industries Co Ltd	91.65	0.25	92.05	90.05
*CK Hutchison Holdings Ltd	53.6	-1.15	54.8	53.2
*Link REIT	34.2	-0.3	34.64	34.12
*CLP Holding Ltd	68.45	-0.05	68.7	68.05
**Geely Automobile Holdings Ltd	16.81	-0.4	17.2	16.71
**CNOOC Ltd	20.2	-0.48	20.72	20.1
**ANTA Sports Products Ltd	81.65	-0.45	82.6	80.75

Global Equity Indices	Close	Change	High	Low
Hang Seng	25235.41	-393.47	25547.92	25086.54
HSCEI	8757.93	-159.77	8894.56	8707.51
Shanghai Comp Index	3824.81	-43.109	3862.427	3815.844
Nikkei 225	49383.3	-784.82	50051.24	49355.87
KOSPI	3999.13	-91.46	4099.01	3996.23
S&P/ASX200	8598.95	-36.094	8672.2	8571.5
DJIA	48114.3	-302.3	48452.17	47946.25
S&P 500	6800.26	-16.25	6819.27	6759.74
NASDAQ	23111.5	54.05	23162.6	22920.66
DAX	24076.9	-153.04	24191.6	24011.8
CAC	8106.16	-0.23	8150.22	8086.7
FTSE100	9684.79	-66.52	9764.77	9655.73

**Mini Hang Seng Futures Daily Chart**



**Mini Hang Seng China Enterprise Futures Daily Chart**



**Technical Analysis**

**Mini Hang Seng**

1st Resistance:	25630	2nd Resistance:	26009
1st Support:	24872	2nd Support:	24493
MACD:	-158.991		
MACD DIFF:	-36.552		
RSI:	40.3774		

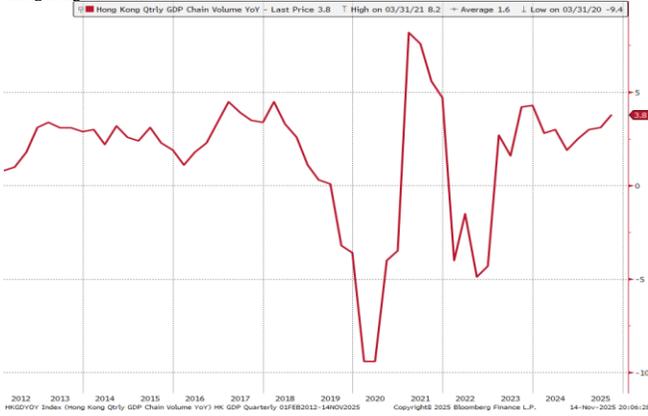
**Mini Hang Seng China Enterprise**

1st Resistance:	8895	2nd Resistance:	9027
1st Support:	8633	2nd Support:	8501
MACD:	-95.194		
MACD DIFF:	-22.900		
RSI:	36.482		

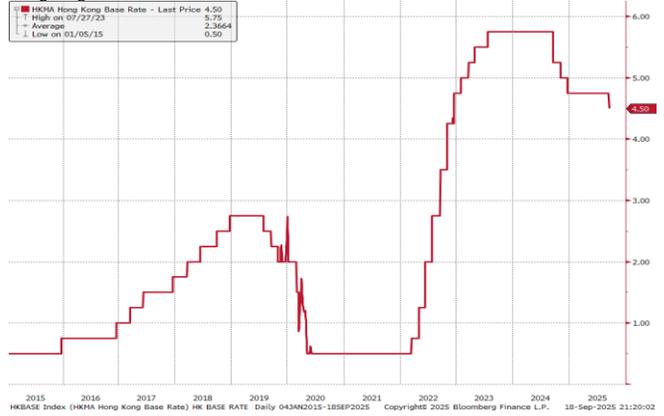
Hong Kong Economic Releases		Period	Survey	Actual	Prior	Revised
11/28/2025 16:30	Money Supply M1 HKD YoY	Oct	--	12.30%	11.50%	--
11/28/2025 16:30	Money Supply M2 HKD YoY	Oct	--	3.50%	4.50%	--
11/28/2025 16:30	Money Supply M3 HKD YoY	Oct	--	3.50%	4.50%	--
12/01/2025 16:30	Retail Sales Value YoY	Oct	4.70%	6.90%	5.90%	6.00%
12/01/2025 16:30	Retail Sales Volume YoY	Oct	3.90%	5.30%	4.80%	--
12/03/2025 08:30	S&P Global Hong Kong PMI	Nov	--	52.9	51.2	--
12/15/2025 16:30	PPI YoY	3Q	--	7.7%	4.00%	--
12/16/2025 16:30	Unemployment Rate SA	Nov	3.8	3.8%	3.80%	--
12/22/2025 16:30	BoP Current Account Balance	3Q	--	--	-\$92.56b	\$95.81b
12/22/2025 16:30	BoP Overall	3Q	--	--	-\$105.54b	--
12/22/2025 16:30	CPI Composite YoY	Nov	--	--	1.20%	--
12/31/2025 16:30	Money Supply M1 HKD YoY	Nov	--	--	12.30%	--
12/31/2025 16:30	Money Supply M2 HKD YoY	Nov	--	--	3.50%	--
12/31/2025 16:30	Money Supply M3 HKD YoY	Nov	--	--	3.50%	--

China Economic Releases		Period	Survey	Actual	Prior	Revised
11/30/2025 09:30	Manufacturing PMI	Nov	49.4	49.2	49	--
11/30/2025 09:30	Non-manufacturing PMI	Nov	50	49.5	50.1	--
11/30/2025 09:30	Composite PMI	Nov	--	49.7	50	--
12/09/2025-12/15/2025	Money Supply M2 YoY	Nov	8.20%	8.00%	8.20%	--
12/09/2025-12/15/2025	Money Supply M1 YoY	Nov	5.70%	4.90%	6.20%	--
12/09/2025-12/15/2025	Money Supply M0 YoY	Nov	--	10.60%	10.60%	--
12/10/2025 09:30	PPI YoY	Nov	-2.00%	-2.20%	-2.10%	--
12/10/2025 09:30	CPI YoY	Nov	0.70%	0.70%	0.20%	--
12/11/2025-12/18/2025	FDI YTD YoY CNY	Nov	--	--	-10.30%	--
12/15/2025 10:00	Retail Sales YoY	Nov	2.90%	1.30%	2.90%	--
12/15/2025 10:00	Retail Sales YTD YoY	Nov	4.30%	4.00%	4.30%	--
12/31/2025 09:30	Manufacturing PMI	Dec	--	--	49.2	--
12/31/2025 09:30	Non-manufacturing PMI	Dec	--	--	49.5	--
12/31/2025 09:30	Composite PMI	Dec	--	--	49.7	--
12/31/2025	BoP Current Account Balance	3Q F	--	--	-\$195.6b	--

### Hong Kong GDP Q on Q



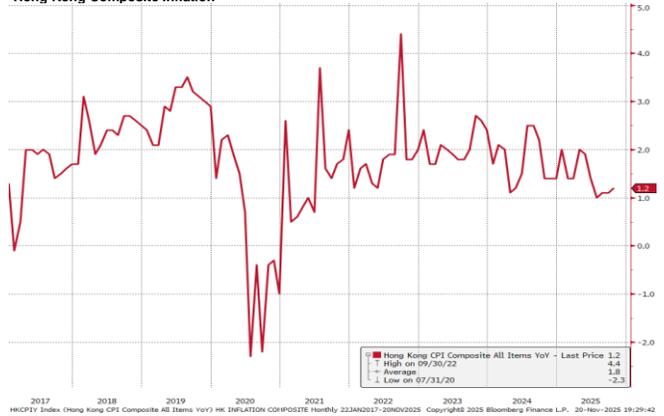
### Hong Kong Base Interest Rate



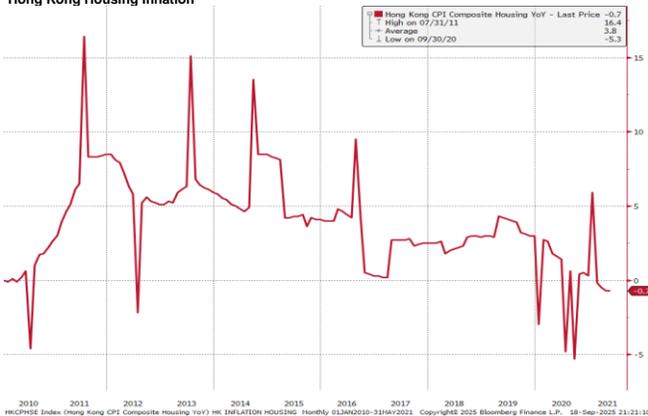
### Hong Kong Unemployment Rate



### Hong Kong Composite Inflation



### Hong Kong Housing Inflation



### Hong Kong Retail Sale Value Y on Y %



(Source: Bloomberg)

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