



# KGI

CHINA  
DEVELOPMENT  
FINANCIAL

# Investment Daily

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## Major Market Indicators

	28 Jun	27 Jun	26 Jun
Mkt. Turn.(mn)	71,800	78,400	64,800
Stock Advances	773	1,101	839
Stock Declines	821	608	771
HSI	28,542	28,621	28,221
Change	-78	+399	+36
HSI Turn.(\$bn)	26.72	29.63	23.45
HSCEI	10,881	10,897	10,766
Change	-15	+131	+23
HSCEI Turn.(\$bn)	22.37	24.59	21.33

## HSI Technical Indicators

10-days MA	28,204
50-days MA	28,319
250-days MA	27,611
14-days RSI	59.68
Primary resistance	28,319
Primary support	29,000

## HSCEI Technical Indicators

10-days MA	10,779
50-days MA	10,895
250-days MA	10,804
14-days RSI	57.56
Primary resistance	10,895
Primary support	10,804

## HSI Futures

	28 Jun	27 Jun	26 Jun
Jul	28,505	28,558	28,190
Volume	127,902	142,879	167,654
Open interests	119,104	130,265	57,192
Aug	28,478	28,535	28,148
Volume	277		93,979
Open interests	281		119,683

## HSCEI Futures

	28 Jun	27 Jun	26 Jun
Jul	10,835	10,844	10,745
Volume	58,123	96,888	143,588
Open interests	192,098	198,351	122,023
Aug	10,845	10,857	10,701
Volume	1,684		124,072
Open interests	1,608		202,573

## Market Overview

### The Hang Seng Index is expected to trade at 28,500-28,900 today

Individual media sources quote US official that, US might not remove ban on Huawei, Hong Kong stock emerged profit taking pressure on Friday, the Hang Seng Index once fell 200 points. However, it found support at 50 Day SMA. The Hang Seng Index fell 78 points to 28,542, H share index fell 15 points to 10,882. Market turnover was HK\$71.8bn, 5G concept stocks turned weak, ZTE (763) fell 2.4%. Li Ning (2331) announced profit positive alert, share price performed well recently, which rose 1.7%.

President Xi Jinping and President Trump G-20 meeting in Japan, agreed not to impose new tariff on China imported goods, re-started the China US trade negotiation, allowing U.S. companies to sell of their products to the Chinese tech giant Huawei. Investors are positive to the news, the Dow once rose more than xxx points, but narrowed its gain afterward. The Dow and Nasdaq closed 117 points (to 26,717) and 85 points (to 8,091) higher respectively. Looking ahead, investors focus this week will shift to a series of economic data to be released, especially non-farm payroll on Friday.

China and US resumed trade negotiation, favorable to global stock market sentiment. Hong Kong blue chips performed well in the US ADR market last night. Besides, A share rose sharply yesterday, also provide a boost to HK listed China stock. Hong Kong stock market is expected to open higher today, short term resistance will be at 29,000.

## Technical Analysis

The Hang Seng Index fell with a black candlestick on Friday, but found support at 50 Day SMA(28,319). It finally closed below 100 Day SMA(28,579). On the other hand, although MACD remained in the positive territory, its positive trend decelerated again. The Hang Seng Index is pending for change. Hang Seng Index first support is at 50 Day SMA (28,319) while second support is 10 Day SMA(28,204). On the other hand, first resistance is 29,000 while second resistance is at 29,252.

## HSI Chart



Sources : Google