

## MONTHLY TECHNICAL REGIONAL INDICES WATCH – INDICES OUTLOOK

In this report, we provide the monthly outlook for regional indices, namely the **Hang Seng Index**, the **FTSE Bursa Malaysia Kuala Lumpur Composite**, the **Jakarta Stock Exchange Composite Index**, the **Stock Exchange Of Thailand Index** and the **FTSE Straits Times Index**. We also include a list of tradable Exchange Traded Funds (ETF) for each of the said indices.

### Hang Seng Index (HSI IND)

Key support at 17,000



Source: Bloomberg

Tradable ETF(s) listed in Hong Kong: **Tracker Fund Of Hong Kong (2800 HK)**, **CSOP Hang Seng Index ETF (3037 HK)**

Last close: 17,511.29

#### Outlook:

In the weekly chart, the index fluctuated within the downtrend channel continuously. For the first time since July, the index closed with a white candlestick for two consecutive weeks during the week of 24 Oct 23 and the week of 30 Oct 23. The major support is around 17,000. Meanwhile, the key resistance is around 18,500 and 18,800.

The weekly RSI is around 41, indicating bearish signal and weak momentum. The weekly MACD line is slightly below its signal line, while both lines are below the zero-line and indicating bearish signal.

#### Strategy:

The key support level is around 17,000. It should move between 17,000 and 18,800. Investors are recommended to accumulate quality stocks near the key level.

Support: 17,000

Resistance: 18,500 / 18,800

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### FTSE Bursa Malaysia Kuala Lumpur Composite Index (FBMCLCI IND)

Still in sideways mode...



Source: Bloomberg

Tradable ETF(s) in Malaysia: **FTSE Bursa Malaysia KLCI ETF (FBMCLCI-EA 0820EA)**

Last close: 1,452.27

#### Outlook:

With the FBMCLCI's movement in the last few weeks within our expectations, nothing has changed in terms of our outlook as short-term consolidation looks set to continue with 1,400 providing ample support for the time being. Despite the index trading sideways, we maintain our medium bullish outlook given the medium trend line remaining in line with our expectation. MACD and DMI are showing a bullish signal, so buying momentum should overcome the selling momentum. Violation of either barrier should prolong the upward or downward movement respectively.

#### Strategy:

Investors can accumulate more even if the market starts to improve further. Buying on weakness is recommended near this level since the buying momentum is still in play.

Support: 1,438/1,413

Resistance: 1,488/1,500

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### Jakarta Stock Exchange Composite Index (JCI IND)

Neutral trend with increasing volatility



Source: Bloomberg

Tradable ETF(s) listed in Indonesia:

**Reksa Dana Premier ETF LQ-45 (ETF LQ45),**  
**Reksa Dana Premier ETF IDX30 (ETF IDX 30)**

Last close: 6,838.23

#### Outlook:

Going into November, we see that the trend is relatively neutral and could fluctuate in a wider range, as volatility is increasing. Sentiments in the market are also looking mixed with positive sentiment coming from USD/IDR which is reversing and coming back down to around the level of Rp15,550. There is also expectation in the market that the Fed will not be too aggressive in raising rates anymore. However, negative sentiment is coming from the GDP data that is below expectation at 4.94% in 3Q23. Technical outlook itself is also looking neutral with weekly technical indicator RSI trading below its centre line and MACD looking somewhat flattish. Seasonality in the month of November for the past ten years also shows a neutral pattern, with 4x gains vs 6x losses and average gains of +0.12% in the past ten years. Looking forward, we see opportunity for short-term trading as volatility is high. Resistance level is at 7260, and the downside support is at 6745.

#### Strategy:

As volatility is increasing, we advise for short-term trading with tighter stop and a focus on defensive sectors.

Support: 6,635/6,540

Resistance: 6,975/7,050

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### Stock Exchange Of Thailand Index (SET IND)

Still see a potential rebound with trading range 1,400-1,500 level



Source: Bloomberg

Tradable ETF(s) in Thailand: **ThaiDEX SET50 ETF (TDEX),**

**ThaiDEX SET100 ETF (TH100), KTAM SET50 ETF Tracker (ESET50)**

Tradable ETF(s) in Singapore: **Lyxor UCITS ETF by Societe Generale (P2P)**

Last close: 1,404.97

#### Outlook:

Our view on the SET Index has turned bearish as the index fell below the key support at 1,450 which is a structural support maintaining its positive movement outlook. The index has been moving down the channel. It quickly rebounded after temporarily breaching the channel support, which increases the chances for a technical rebound to the 1,400-1,500 trading range.

#### Strategy:

The outlook did not much change from the last month. For strategy, we maintain our recommendation of a trading buy in the 1,400-1,500 range with stop-loss at 1,370 (recent low). Investors should reduce some exposure and raise more cash if the index approaches 1,500.

Support: 1,400 / 1,380

Resistance: 1,450 / 1,500

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## MONTHLY TECHNICAL REGIONAL INDICES WATCH – INDICES OUTLOOK

### FTSE Straits Times Index (STI IND)

Big movement to be foreseen if price breakout the triangle pattern



Source: TechAnalyzer

Tradable ETF(s) in Singapore:

Singapore STI ETF by Nikko AM (G3B), Straits Times Index ETF by SPDR (ES3)

Last close: 3,135.32

#### Outlook:

The FSSTI index has been consolidating within a big triangle pattern since Feb 22. Price is likely to consolidate within the triangle pattern until either end is violated. A big price movement can be foreseen if price breaks below the triangle pattern at 3,040. MACD has turned bearish and RSI is moving below its neutral level.

#### Strategy:

Investor could accumulate quality stocks to buy low near the lower trendline support at 3,055 and distribute when the index is trading near 3,030. Use its recent low of 3,040 to control risk.

Support: 3,040 / 2,965

Resistance: 3,380 / 3,465

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