MARKET PULSE

Thursday, 03 Sep, 2026

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AI Infrastructure and Earnings Plays in Focus

Market Review

MY: The FBMKLCI rebounded from its MA200 and the 1,700 psychological support level. However, market breadth remained negative as 746 losers outpaced 424 gainers. Sector-wise, Plantation (+2.28%) outperformed, led by KLK (+86.0 sen) and SDG (+13.0 sen), while Technology (-2.03%) lagged the most.

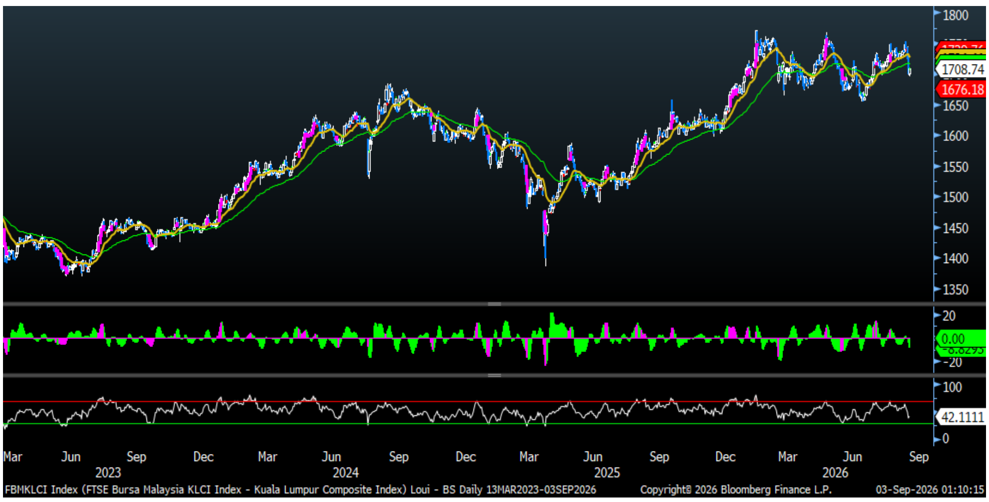
US: Wall Street rose on Wednesday as tech gains offset higher yields concerns. The Dow, the S&P 500, and the Nasdaq all advanced 0.5%, respectively. Technology and financial stocks led the recovery following recent bond market pressure, while Brent crude oil traded around USD95/bbl level.

The Day Ahead

US: We expect Wall Street to trade on a mixed footing, as elevated Treasury yields and firm oil prices could weigh on risk appetite and market sentiment, although structural AI demand should support selected names. Meanwhile, we favour Bloom Energy (BE), backed by its USD25bn Brookfield AI infrastructure partnership and Oracle’s agreement to procure up to 2.8GW of fuel-cell systems. Veeva Systems (VEEV) remains supported by strong Vault CRM adoption, with 180+ live customers and 12 of the top 20 global biopharma companies committed. Lastly, Micron Technology (MU) should benefit from tight memory supply and robust HBM demand, with HBM4 in high-volume shipments and FQ4FY26 revenue guided at c.USD50bn.

MY: The FBM KLCI is anticipated to rebound further following recent selling pressure, driven by selective earnings and thematic plays despite elevated oil prices and bond yields. We favour WTK, supported by stronger plantation contributions following its RM555m acquisitions, firmer CPO prices, and an enlarged planted area of c.32,000 hectares. Meanwhile, AMBEST remains well-positioned across the semiconductor, AI data centre, and automation sectors, with 2QFY26 PAT surging over eightfold QoQ to RM3.44m on higher orders and capacity expansion. Lastly, SAMAIDEN may benefiting from Malaysia's RE push following its RM290m LSS5 contract for a 95MW solar plant in Hilir Perak, which should be earnings accretive.

FBMKLCI Technical Outlook



Bloomberg

The FBM KLCI rebounded as technical indicators showed encouraging signs. The MACD histogram continues to form a rounding bottom while the RSI holds firm above 50. Key resistance lies within 1,724–1,739, while near-term support is expected around 1,679–1,694.

Market Scorecard

Key Indices	Last price	Change (%)
Dow Jones	53,061.95	0.56
S&P 500	7,666.60	0.46
NASDAQ	26,217.83	0.45
FBM KLCI	1,708.74	0.48
FBM Small Cap	16,007.33	0.16
FBM ACE	5,161.72	-0.48
Construction	302.58	-0.81
Consumer	485.37	-0.44
Energy	801.95	1.53
Financial Services	20,078.77	0.20
Healthcare	1,486.15	-0.28
Ind Products	186.78	1.19
Plantation	9,527.47	2.28
Property	1,079.13	-0.85
REITs	895.82	0.00
Technology	71.81	-2.03
Telco & Media	402.64	-1.00
Transport & Logist	1,030.10	-0.47
Utilities	1,778.51	0.23
Trading Vol (m)	4,207.62	-23.88
Trading Val (RM m	3,521.55	-20.40
Gainers/ Losers rat	57%	
FKLI	1,681.50	0.03
FCPO (RM)	4,984.00	0.52
Brent oil (USD)	95.63	1.04
Gold (USD)	4,381.68	0.06
USD	4.0455	-0.16
GBP	5.4574	0.22
EURO	4.6813	0.03
SGD	3.1756	-0.11

Trading participation 5-day trend and value ('m)

Institution	Retail	Foreign
145.7	277.6	-309.6

Source: Bloomberg, Bursa Market Place

Company Briefs

AirAsia Group Bhd (AAGB) has confirmed plans to raise up to US$1bn (RM4.05bn) from the international debt market and RM700m in local credit facilities for the primary use of refinancing existing borrowings and strengthening its balance sheet. The group said the move will replace higher-cost pandemic-era debt with longer-term financing at better terms, reducing interest expenses and improving flexibility. Deputy CEO Farouk Kamal noted the fundraising aims to optimise capital structure and support sustainable growth. AirAsia is targeting the fourth quarter this year to complete the fundraising. (The Edge)

Sersol Bhd (SERSOL) announced that Peh Lon Pah @ Pei Tze Chiang has emerged as a substantial shareholder after acquiring 100m shares, representing a 12.429% direct stake, via an off-market transaction on Sept 1. The purchase, based on the closing price of 3 sen, was valued at about RM3m. Separately, executive director Datuk Mohamed Suffian Awang resigned on Sept 2, citing personal commitments. (The Edge)

MyMBN Bhd (MBN) reported that non-independent and non-executive chairman Liw Chong Liong is no longer a substantial shareholder after selling his entire stake. Liw disposed of 43.2m shares, equal to an 11.19% stake, through MLCL Construction Sdn Bhd in a direct business transaction on Sept 1. The buyer and transaction value were not disclosed, though *Bloomberg* data indicated the shares were sold at 14 sen each, which is about 17.6% below the closing price of 17 sen. The disposal was estimated at RM6.05m. (The Edge)

The Employees Provident Fund (EPF) has become the third-largest shareholder **in Eco-Shop Marketing Bhd** (ECOSHOP) after buying 8.68m shares, raising its holding to 5.14%, or 296.16m shares. This places EPF behind founder Datuk Seri Lee Kar Whatt, who holds 73.81%, and Agathis Montana Sdn Bhd, linked to Creador IV, with 7.48%. (The Edge)

Mulpha International Bhd (MULPHA) has invested US$7m (RM28.28m) in the SHK Latitude Alpha Fund, a multi-manager hedge fund portfolio, to improve risk-adjusted returns. The Cayman Islands-based fund, established in April 2021 and owned by Hong Kong-listed Sun Hung Kai & Co Ltd, forms part of Mulpha's broader portfolio using surplus funds. SHK Latitude is a diversified global fund of hedge funds that seeks to generate risk-adjusted returns across market cycles. (The Edge)

Central Global Bhd (CGB) plans to raise up to RM83.31m via private placement to fund construction projects in Sabah. The group will issue up to 106.62m new shares, equal to 10% of its enlarged capital, to third-party investors at a price to be set later. Assuming 78.14 sen per share, about RM67m (80.4%) will go to a Lahad Datu water supply system and Pan Borneo Highway works, RM15.67m (18.8%) for working capital and 0.8% for expenses. (The Edge)

KJTS Group Bhd (KJTS) said its Thai unit, KJTN Engineering Co Ltd, has secured four 20-year service agreements with subsidiaries of Central Plaza Hotel PCL (Centel). The contracts cover retrofit, operations and maintenance, chilled water supply and design-build-operate services. The ROMT contract applies to Centara Reserve Samui, while three DBO contracts cover Centara Hotel Hat Yai, Centara Grand Beach Resort Phuket and Centara Karon Resort Phuket. KJTN previously completed three cooling projects for Centel, part of the Central Group. (The Edge)

A unit trust fund managed by Kenanga Investors Bhd has become a substantial shareholder in **Sern Kou Resources Bhd** (SERNKOU). RHB Trustees Bhd, on behalf of the Kenanga Islamic Absolute Return Fund, acquired 120.38m shares, representing an 11.66% stake, on Aug 28. The filing noted the purchase was part of portfolio investment. Transaction value and seller details were not disclosed, but based on Sern Kou's closing price of 79 sen, the stake is estimated at RM95.1m. (The Edge)

Microsoft Corporation (MSFT) announced plans to disclose standalone quarterly sales for its Azure cloud unit and undergo its first major reportable segment reorganization since 2015, effective this fall. The company will merge its three traditional reporting divisions into two streamlined units: Agents and Infra (combining Azure, server products, and Microsoft 365 business software) and Devices and Consumer (combining Windows, Xbox, search, and LinkedIn). Historical data shows Azure revenue hit $29.4bn in the most recent quarter and surpassed $100bn for the full fiscal year ending in June (~30% of total revenue), providing investors with a direct benchmark against cloud competitors as commercial AI demand accelerates into fiscal 2027. (Investing.com)

Broadcom Inc. (AVGO) published its fiscal year 2025 company overview presentation detailing $63.9bn in net revenue, $43.0bn in non-GAAP adjusted EBITDA, and $26.9bn in free cash flow for the year ended October 2025. Boosted by strategic acquisitions like VMware, the semiconductor and software giant invested $11.0bn in R&D and expanded non-GAAP gross margins to 78.6%. The historical profile served as a foundation for explosive growth in fiscal 2026—where Q3 AI semiconductor revenue surged 221% year-over-year to $16.7bn—positioning the firm for projected full-year AI semiconductor revenues of $58bn in FY26, $115bn in FY27, and $230bn in FY28. (Investing.com)

Technical Focus Tracker

Technical Focus Tracker

No.	Companies	Report Date	Report Date Share Price (RM)	Resistance 1 (RM)	Resistance 2 (RM)	Long Term Target (RM)	Support (RM)	Cut Loss (RM)	Last Price (RM)	Change in Share Price (%)	Comments
1	GOOGL	30-May	171.4	187.5	190.0	190.0	170.0	167.5	338.4	97.5%	Initiated on 30/5/2025
2	PWRWELL	25-Sep	0.6	0.6	0.7	0.7	0.6	0.5	1.0	76.1%	Initiated on 25/9/2025
3	PEKAT	3-Oct	1.8	2.0	2.1	2.1	1.7	1.7	1.8	-0.5%	Initiated on 3/10/2025
4	MU	24-Oct	212.4	229.4	233.6	227.3	194.0	192.0	941.6	343.3%	Initiated on 24/10/2025
5	CCJ	4-Dec	89.3	110.2	138.4	138.4	86.1	79.3	95.6	7.1%	Initiated on 4/12/2025
6	TIGO	19-Dec	53.1	58.4	59.4	59.4	49.8	49.8	94.6	78.3%	Initiated on 19/12/2025
7	SNDK	13-Feb	610.5	693.0	700.0	700.0	542.0	536.0	1532.8	151.1%	Initiated on 13/2/2026
8	HKB	11-Mar	0.2	0.3	0.4	0.4	0.2	0.2	0.6	212.8%	Initiated on 9/4/2026
9	CORAZA	10-Apr	0.6	0.7	0.9	0.9	0.6	0.6	1.2	82.5%	Initiated on 10/4/2026
10	MSC	16-Apr	2.1	2.2	2.7	2.7	2.0	2.0	2.2	5.8%	Initiated on 16/4/2026
11	MCLEAN	23-Apr	0.6	0.7	0.7	0.7	0.6	0.5	0.7	21.0%	Initiated on 23/4/2026
12	SUNCON	14-May	7.2	7.6	7.7	7.7	7.0	6.9	7.9	10.0%	Initiated on 14/5/2026
13	DUFU	29-May	1.9	2.2	2.7	2.7	1.8	1.7	2.6	40.3%	Initiated on 29/5/2026
14	NTAP	16-Jun	162.1	192.8	230.4	230.4	159.3	154.9	183.8	13.4%	Initiated on 16/6/2026
15	ANET	1-Jul	165.6	179.6	195.7	195.7	157.3	154.0	184.6	11.5%	Initiated on 1/7/2026
16	99SMART	8-Jul	3.6	4.0	4.2	4.2	3.6	3.5	3.6	-0.8%	Cut loss on 28/7/2026
17	JTGROUP	22-Jul	0.7	0.7	0.8	0.8	0.7	0.6	0.9	38.3%	Initiated on 22/7/2026
18	MSC	3-Aug	2.0	2.2	2.3	2.3	1.9	1.8	2.2	11.1%	Take profit on 12/8/2026
19	NATGATE	4-Aug	1.3	1.4	1.4	1.4	1.1	1.1	1.8	42.4%	Initiated on 4/8/2026
20	LOGI	5-Aug	107.1	121.0	129.5	129.5	105.3	103.3	99.0	-7.6%	Cut loss on 18/8/2026
21	DE	13-Aug	619.6	639.1	674.4	674.4	608.1	596.8	687.2	10.9%	Initiated on 13/8/2026
22	AUMAS	26-Aug	0.4	0.5	0.6	0.6	0.4	0.4	0.4	-11.1%	Initiated on 26/8/2026

Market Chat Tracker – 3Q26 Stock Picks

3Q26 Stock Picks

No.	Companies	Report Date	Report Date Share Price (RM)	Resistance 1 (RM)	Resistance 2 (RM)	Support 1 (RM)	Support 2 (RM)	Cut Loss (RM)	Last Price (RM)	Change in Share Price (%)	Comments
1	99SMART	7/4/2026	3.380	4.000	4.130	3.380	3.250	3.190	3.380	0.0%	Initiated on 7-Apr-2026
2	CBHB	7/4/2026	0.495	0.760	0.795	0.630	0.605	0.590	0.895	80.8%	Initiated on 7-Apr-2026
3	KGB	7/4/2026	4.930	9.000	9.500	7.780	7.420	7.270	8.570	73.8%	Initiated on 7-Apr-2026
4	MNHLDG	7/4/2026	1.800	3.400	3.500	2.740	2.590	2.540	3.540	96.7%	Initiated on 7-Apr-2026
5	NE	7/4/2026	0.740	1.300	1.400	1.020	0.940	0.920	1.020	37.8%	Initiated on 7-Apr-2026
6	OSK	7/4/2026	1.640	2.200	2.300	1.870	1.800	1.760	1.990	21.3%	Initiated on 7-Apr-2026
7	SCGBHD	7/4/2026	1.880	2.600	2.700	2.230	2.130	2.090	2.470	31.4%	Initiated on 7-Apr-2026
8	SLVEST	1/7/2026	2.990	3.380	3.500	2.950	2.880	2.820	3.050	2.0%	Initiated on 7-Apr-2026
9	BMGREEN	1/7/2026	1.870	2.150	2.280	1.670	1.540	1.510	1.680	-10.2%	Initiated on 1-Jul-2026
10	EG	1/7/2026	1.830	2.200	2.310	1.720	1.600	1.570	1.770	-3.3%	Initiated on 1-Jul-2026
11	KOBAY	1/7/2026	2.570	3.200	3.500	2.330	2.160	2.120	2.220	-13.6%	Initiated on 1-Jul-2026
12	SPRITZER	1/7/2026	2.920	3.300	3.500	2.700	2.500	2.450	3.730	27.7%	Initiated on 1-Jul-2026
13	TIMECOM	1/7/2026	6.170	6.800	7.000	6.000	5.860	5.740	6.000	-2.8%	Initiated on 1-Jul-2026
	Average Return									26.3%	

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