US–China Summit Eases Trade Tensions

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Market Review

MY: Tracking the mixed overnight performance in the US, the local bourse closed on a cautious note last Friday, dragged down by losses in NESTLE and PETDAG. Sector wise, Construction (+1.68%) outperformed, led by IJM and KERJAYA, while Health Care (-0.74%) lagged the most.

US: Wall Street closed higher on Friday as a pullback in oil prices following reports of potential US-Iran de-escalation talks and strong gains in mega-cap tech offset ongoing bond market sell-off concerns. The Dow, S&P 500 and Nasdaq advanced by 0.9%, 0.5% and 0.5% respectively, while Brent crude reduced 2.6% toward USD97.6.

The Day Ahead

US: Following the US–China summit, we expect Wall Street to start the week firmer after both countries agreed to favourable tariff treatment covering USD30bn of non-sensitive goods in each direction and extended their trade truce by two months. Agriculture-related names such as Deere & Company (DE) and Archer-Daniels-Midland (ADM) could see improved sentiment, while Nvidia (NVDA) may remain in focus ahead of the US–China AI dialogue in November, as its guidance assumes no Data Center compute revenue from China. However, gains may be capped by renewed US–Iran tensions after President Trump rejected Iran's latest proposal to reopen the Strait of Hormuz, keeping geopolitical and oil-price risks elevated.

MY: Tracking Wall Street's positive close last Friday, coupled with easing US–China trade tensions following the summit, we expect the FBM KLCI to rebound today. Meanwhile, market direction could be influenced by the upcoming tabling of Budget 2027 on 9 October, with investors likely to focus on potential beneficiaries within the Construction, Utilities, Technology and Consumer sectors. Stock-wise, we favour AMBEST and GAMUDA, with the former benefiting from rising demand for precision engineering components amid the global semiconductor upcycle, while the latter is supported by a record RM62.5bn outstanding order book, equivalent to approximately 3.9x FY25 revenue.

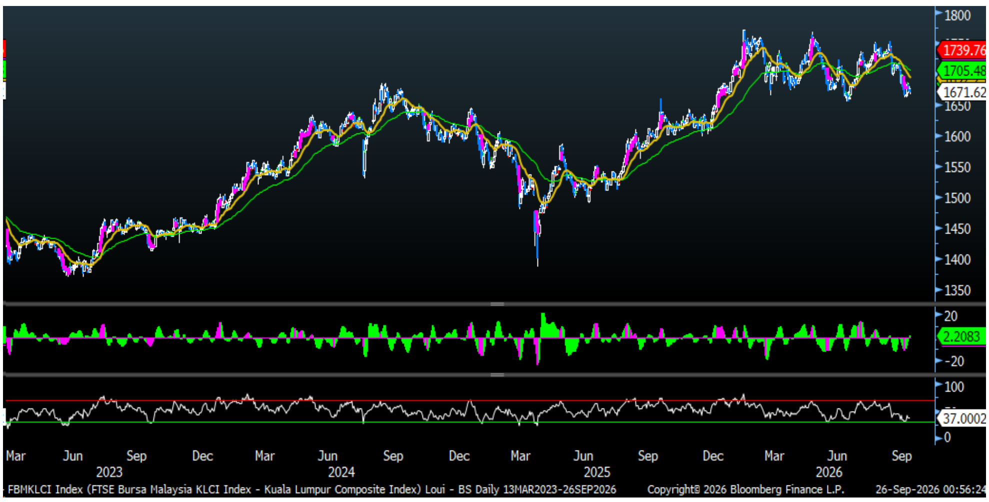
Market Scorecard

Key Indices	Last price	Change (%)
Dow Jones	51,834.17	0.93
S&P 500	7,743.41	0.51
NASDAQ	27,068.72	0.48
FBM KLCI	1,671.62	-0.04
FBM Small Cap	16,213.56	0.44
FBM ACE	5,532.86	1.76
Construction	322.18	1.68
Consumer	464.66	-0.26
Energy	861.83	0.16
Financial Services	19,550.49	-0.02
Healthcare	1,558.35	-0.74
Ind Products	184.10	-0.13
Plantation	9,334.87	-0.60
Property	1,041.42	0.68
REITs	878.15	-0.45
Technology	76.16	1.55
Telco & Media	402.22	0.37
Transport & Logist	1,010.92	-0.34
Utilities	1,870.27	1.65
Trading Vol (m)	4,077.00	22.64
Trading Val (RM m	2,692.00	-1.96
Gainers/ Losers rat		
FKLI	1,661.50	-0.15
FCPO (RM)	4,672.00	-2.10
Brent oil (USD)	97.61	-2.58
Gold (USD)	4,284.97	0.26
USD	4.07	-0.34
GBP	5.4	-0.05
EURO	4.64	-0.16
SGD	3.19	-0.13
Trading participat	3.1928	0.1441

Institution	Retail	Foreign
384.0	89.0	-353.1

Source: Bloomberg, Bursa Market Place

FBMKLCI Technical Outlook



Bloomberg

The FBMKLCI continued to trade below the MA lines, with technical indicators showing mixed signals as the MACD histogram started expanding toward the positive territory while the RSI holds below 50. Overhead resistance sits at 1,686–1,691, with support established at 1,651–1,656.

Company Briefs

Vantris Energy Bhd (VANTNRG) said its unit has secured two offshore transportation and installation work orders with a combined value of about RM1.8bn. One was from PETRONAS Carigali Sdn Bhd, while the other was from PTTEP HK Offshore Ltd and PTTEP Sarawak Oil Ltd. (The Edge)

Cash-rich **Insas Bhd** (INSAS) is planning to dispose of its entire remaining 5.65% stake in Inari Amertron Bhd (INARI), valued at roughly RM580m, with the proceeds raised to be used for working capital and repay credit facilities. The proposed monetisation of the stake comes after Inari Amertron reported a sharp drop in its latest annual net profit. (The Edge)

Teck Guan Perdana Bhd (TECGUAN) saw its net profit for the second-quarter ended July 31, 2026 (2QFY2027) more than triple to RM16m from RM5.26m a year earlier. Revenue jumped 179% year-on-year to RM260.8m from RM93.4m on higher sales volume and selling prices of palm oil products. (The Edge)

Shareholders of **Willowglen MSC Bhd** (WILLOW) have been advised to approve the planned disposal of its core businesses. The proposed transactions are “fair and reasonable” as well as “not detrimental” to shareholders, independent adviser cFSolutions Sdn Bhd said in a circular to minority shareholders posted on Friday. Shareholders are set to vote on the deals on Oct 19. (The Edge)

Plantation company **TSH Resources Bhd** (TSH) said its 90%-owned indirect Indonesian subsidiary, PT Sarana Prima Multi Niaga, has been fined 184.35bn rupiah (about RM42m) by Indonesia’s Forest Area Enforcement Task Force (FAC). No reason was given. The subsidiary is expected to pay it in four installments, with the first being made on Friday. (The Edge)

Yinson Holdings Bhd (YINSON) and **MISC Bhd** (MISC) said discussions on Yinson's potential privatisation are ongoing, with the indicative offer price maintained at RM2.35 per share. Both companies also stressed that there can be no assurance that the discussions will result in a deal. (The Edge)

Heavy machinery specialist **Favelle Favco Bhd** (FAVCO) has secured three contracts worth RM88.8m to supply cranes. Two of the contracts were awarded by Saipem Offshore Construction and Malaysia Marine and Heavy Engineering Sdn Bhd, with delivery expected by the end of 2027. The third contract was from OceanMight Sdn Bhd and is scheduled for delivery in the third quarter of 2027. (The Edge)

Energy and engineering solutions provider **Kinergy Advancement Bhd** (KINERGY), formerly known as Kejuruteraan Asastera Bhd, plans to place out up to 10% of its issued shares to third-party investors to raise up to RM79.75m to finance its Perlis power plant and repay debts. (The Edge)

Engineering services and renewable energy provider **Kawan Renergy Bhd** (KENERGY) posted a 72.8% drop in its third-quarter net profit, due partly to cost overruns at its power plant project in Sabah. Net profit for the quarter fell to RM2.04m from RM7.49m a year earlier. (The Edge)

EWI Capital Bhd (EWICAP), formerly known as Eco-World International Bhd, reported a wider net loss of RM13.23m in the third quarter, up from RM8.18m a year ago, weighed down by higher impairment and finance costs. No revenue was recognised. The latest quarterly net loss also marked EWI Capital’s fifth straight quarter in the red. (The Edge)

Construction firm **Taghill Holdings Bhd** (TAGHILL) has signed a joint venture agreement to develop a residential project on a Malay reservation land in Kelantan, with an estimated gross development value (GDV) of RM191.7m. Its wholly-owned Taghill Aman Sdn Bhd entered into the deal with the property's registered proprietor Mohamed Hasbullah Che Hussin, and beneficial owner SBJ Binajaya Development Sdn Bhd. (The Edge)

Akamai Technologies (AKAM) rose 3.2% after announcing a massive, expanded USD11.6bn 7-year cloud infrastructure commitment with Anthropic to support distributed CPU and AI workloads. As part of the strategic alignment, Akamai issued Anthropic a warrant for up to 7.7m shares (~5% of outstanding stock) at $111.33 per share, with vesting tied to contract milestone execution over the seven-year term. (Investing.com)

Costco Wholesale Corporation (COST) closed out its 2026 fiscal year with a roar, delivering fourth-quarter results that handily topped Wall Street's top- and bottom-line expectations. COST reported fourth quarter results that exceeded analyst expectations, with earnings per share of USD6.8 beating the consensus estimate of USD6.6 by USD0.2. Revenue reached USD95.7bn, surpassing the analyst estimate of USD94.9bn. (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	343.9	100.7%	Initiated on 30/5/2025
2	PWRWELL	25-Sep	0.6	0.6	0.7	0.7	0.6	0.5	1.2	100.0%	Initiated on 25/9/2025
3	PEKAT	3-Oct	1.8	2.0	2.1	2.1	1.7	1.7	2.8	56.7%	Initiated on 3/10/2025
4	MU	24-Oct	212.4	229.4	233.6	227.3	194.0	192.0	1082.3	409.5%	Initiated on 24/10/2025
5	TIGO	19-Dec	53.1	58.4	59.4	59.4	49.8	49.8	92.6	74.4%	Initiated on 19/12/2025
6	SNDK	13-Feb	610.5	693.0	700.0	700.0	542.0	536.0	1777.8	191.2%	Initiated on 13/2/2026
7	HKB	11-Mar	0.2	0.3	0.4	0.4	0.2	0.2	0.6	215.0%	Initiated on 9/4/2026
8	CORAZA	10-Apr	0.6	0.7	0.9	0.9	0.6	0.6	1.1	81.7%	Initiated on 10/4/2026
9	MCLEAN	23-Apr	0.6	0.7	0.7	0.7	0.6	0.5	0.8	30.0%	Initiated on 23/4/2026
10	SUNCON	14-May	7.2	7.6	7.7	7.7	7.0	6.9	7.8	7.9%	Initiated on 14/5/2026
11	DUFU	29-May	1.9	2.2	2.7	2.7	1.8	1.7	2.9	53.7%	Initiated on 29/5/2026
12	NTAP	16-Jun	162.1	192.8	230.4	230.4	159.3	154.9	201.2	24.1%	Initiated on 16/6/2026
13	ANET	1-Jul	165.6	179.6	195.7	195.7	157.3	154.0	206.6	24.7%	Initiated on 1/7/2026
14	JTGROUP	22-Jul	0.7	0.7	0.8	0.8	0.7	0.6	1.2	77.1%	Initiated on 22/7/2026
15	NATGATE	4-Aug	1.3	1.4	1.4	1.4	1.1	1.1	1.9	43.8%	Initiated on 4/8/2026
16	DE	13-Aug	619.6	639.1	674.4	674.4	608.1	596.8	690.5	11.4%	Initiated on 13/8/2026
17	AUMAS	26-Aug	0.4	0.5	0.6	0.6	0.4	0.4	0.4	-10.0%	Cut loss on 18/9/2026
18	MRVL	11-Sep	234.6	316.9	329.9	329.9	223.4	205.2	261.9	11.7%	Initiated on 11/9/2026
19	C	14-Sep	137.4	146.8	184.4	184.4	134.5	131.4	134.3	-2.3%	Initiated on 14/9/2026
20	SNX	14-Sep	261.8	286.4	302.1	302.1	267.0	252.9	263.0	0.5%	Initiated on 14/9/2026
21	VERDANT	22-Sep	0.2	0.3	0.3	0.3	0.2	0.2	0.3	15.6%	Initiated on 22/9/2026
22	NOW	22-Sep	139.0	162.5	192.4	192.4	135.2	130.9	135.6	-2.4%	Initiated on 22/9/2026

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	3.200	-5.3%	Initiated on 7-Apr-2026
2	CBHB	7/4/2026	0.495	0.760	0.795	0.630	0.605	0.590	1.100	122.2%	Initiated on 7-Apr-2026
3	KGB	7/4/2026	4.930	9.000	9.500	7.780	7.420	7.270	8.990	82.4%	Initiated on 7-Apr-2026
4	MNHLDG	7/4/2026	1.800	3.400	3.500	2.740	2.590	2.540	4.000	122.2%	Initiated on 7-Apr-2026
5	NE	7/4/2026	0.740	1.300	1.400	1.020	0.940	0.920	1.170	58.1%	Initiated on 7-Apr-2026
6	OSK	7/4/2026	1.640	2.200	2.300	1.870	1.800	1.760	1.900	15.9%	Initiated on 7-Apr-2026
7	SCGBHD	7/4/2026	1.880	2.600	2.700	2.230	2.130	2.090	2.880	53.2%	Initiated on 7-Apr-2026
8	SLVEST	1/7/2026	2.990	3.380	3.500	2.950	2.880	2.820	4.060	35.8%	Initiated on 7-Apr-2026
9	BMGREEN	1/7/2026	1.870	2.150	2.280	1.670	1.540	1.510	1.670	-10.7%	Initiated on 1-Jul-2026
10	EG	1/7/2026	1.830	2.200	2.310	1.720	1.600	1.570	1.780	-2.7%	Initiated on 1-Jul-2026
11	KOBAY	1/7/2026	2.570	3.200	3.500	2.330	2.160	2.120	2.350	-8.6%	Initiated on 1-Jul-2026
12	SPRITZER	1/7/2026	2.920	3.300	3.500	2.700	2.500	2.450	3.770	29.1%	Initiated on 1-Jul-2026
13	TIMECOM	1/7/2026	6.170	6.800	7.000	6.000	5.860	5.740	5.770	-6.5%	Initiated on 1-Jul-2026
	Average Return									37.3%	

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