

Regional Strength Buoy Markets Ahead Of Budget

Market Review

MY: Tracking positive regional performance, the local bourse continued to trade higher ahead of the Budget 2027 announcement. Market breadth turned positive, with 667 gainers against 456 losers. Sector-wise, both Technology and Healthcare outperformed with gains exceeding 3%, while Financial Services lagged the most.

US: Wall Street logged solid gains with the Dow rising 0.5%, the S&P 500 gaining 0.6% to reach new record highs, and the Nasdaq jumping 0.5% higher as US 10-year Treasury yields slipped to 5.3%, while Brent crude hovered at USD100/bbl amid potential Strait of Hormuz supply disruptions.

The Day Ahead

US: Wall Street may retain its constructive tone after the S&P 500 and Nasdaq reached fresh record highs, helped by easing Treasury yields and stabilising oil prices. AI remains a key earnings driver, with Marvell (MRVL) in focus after raising its FY2028 revenue target to USD20.0bn and guiding FY2031 revenue to USD70.0–90.0bn, underpinned by strong demand for custom AI silicon and optical connectivity. Meanwhile, Salesforce (CRM) could benefit from renewed strength in enterprise software as concerns over AI disruption ease, while Meta (META) continues expanding its AI offerings to businesses through its Meta Enterprise Platform.

MY: On the local front, the FBMKLCI is poised to track global tech strength, with sentiment supported by robust earnings and positioning ahead of Budget 2027 on 9 October. The semiconductor and automation space could remain in focus, with semiconductors, AI and high-value investments among the Government's key priorities. UWC stands out after 4QFY26 revenue jumped 71.1% to RM186.2m, while net profit surged 129.7%, reflecting stronger semiconductor demand and project execution. VITROX could also attract interest following a sharp improvement in 2QFY26 earnings. Meanwhile, TOPGLOV offers an earnings-driven play after 4QFY26 revenue rose 39.7% to RM1.25bn, with net profit surging 352.6%.

Research Team

research@msec.com.my
(603) 2201 2100

Market Scorecard

Key Indices	Last price	Change (%)
Dow Jones	5152128	0.49
S&P 500	7,818.93	0.58
NASDAQ	27,599.79	0.45
FBM KLCI	1633.35	0.10
FBM Small Cap	16,057.44	0.28
FBM ACE	5,658.92	0.93
Construction	317.43	0.01
Consumer	457.65	0.18
Energy	840.72	1.30
Financial Services	9,068.00	-0.38
Healthcare	1,585.61	3.04
Ind Products	180.41	0.80
Plantation	9,042.47	1.24
Property	1,002.48	-0.29
REITs	878.01	0.07
Technology	79.43	3.12
Telco & Media	392.11	0.22
Transport & Logisti	1,002.16	-0.08
Utilities	1,809.70	0.35
Trading Vol (m)	4,176.69	-12.65
Trading Val (RM m)	2,949.72	2.23
Gainers/ Losers rat	149%	
FKLI	1629.50	0.06
FCPO (RM)	4,558.00	-0.04
Brent oil (USD)	100.58	0.26
Gold (USD)	4,164.18	0.07
USD	4.0857	0.03
GBP	5.4091	-0.09
EURO	4.5932	-0.29
SGD	3.1954	-0.09
Trading participant	3,1928	0.1441
Institution	552.6	
Retail	18.9	
Foreign	-571.4	

Source: Bloomberg, Bursa Market Place

FBMKLCI Technical Outlook



Selective buying provided a minor lift to the local bourse on Tuesday, though the benchmark remains capped under key moving averages. Downside risk persists as the MACD histogram stays below zero while the RSI is oversold below 30. Key resistance is pegged at 1,648–1,663, while support is expected around 1,603–1,618.



JOIN OUR OFFICIAL TELEGRAM
TO GET THE LATEST MARKET UPDATES

Company Briefs

CIMB Group Holdings Bhd (CIMB) is exploring a sale of its business in the Philippines as part of efforts to streamline and focus on bigger markets for growth, according to people with knowledge of the matter. The Malaysian lender is working with a financial adviser on the potential divestment and has reached out to prospective buyers to gauge interest, said the people. A deal could value the business at as much as US\$200m (RM817m). (The Edge)

Zetrix AI Bhd (ZETRIX) said the exact amount it owes the Road Transport Department (JPJ) is still being finalised between the two parties, a day after Transport Minister Anthony Loke Siew Fook said the company had accumulated RM314m in unpaid remittances. In response to queries from Bursa Malaysia, the group reiterated that it had submitted a payment proposal to settle the arrears, and that the final sum and settlement terms remain subject to further discussions and formal agreement with authorities. (The Edge)

Top Glove Corporation Bhd (TOPGLOV) said labour shortage remains a primary constraint in scaling up production as it seeks to capture rising global demand following its best year since 2021. The group is targeting to raise annual running capacity by 8% to 78bn pieces in the financial year ending Aug 31, 2027 (FY2027), from 72bn in FY2026. The group's net profit jumped nearly five times to RM157.63m in the three months ended Aug 31, 2026 (4QFY2026) from RM34.83m in the same quarter a year earlier. Revenue for the quarter surged 40% year-on-year to RM1.25bn. A final dividend of 1.50 sen per share was also declared for FY2026 and payable on Dec 15. For the full FY2026, Top Glove's net profit nearly tripled to RM307.96m. Revenue increased 21% to RM4.23bn as volume grew close to 30%. (The Edge)

Samaiden Group Bhd (SAMAIKEN) said its contracts to undertake works for a 99.99-megawatt (MW) Large Scale Solar 5+ (LSS5+) project are worth RM238m. Samaiden's wholly-owned subsidiary Samaiden Sdn Bhd had on Oct 2 entered into a works contract and a contract for the supply of solar components with Syarikat Pembinaan Yeoh Tiong Lay Sdn Bhd (YTL Construction), the construction unit of **YTL Corporation Bhd** (YTL). The project is among the LSS5+ projects approved by the Energy Commission in September 2025. (The Edge)

Mesiniaga Bhd (MSNIAGA) has won a RM32.3m contract from the Royal Malaysian Customs Department (RMDC) for the maintenance and licence renewal of its MyGST System. The contract marks a continuation of the information technology product and service provider's earlier MyGST system agreement with RMCD that first started in November 2023. The new extension, which takes effect from Oct 16, 2026, will run until Oct 15, 2028. (The Edge)

Scientex Bhd (SCIENTX) is acquiring 503 acres in Pulai, Johor, for RM580m to boost the property developer's land bank. The plan is to turn the 14 plots of land currently owned by the Lau family of **Leong Hup International Bhd** (LHI) into mixed development, the company said. However, it is too early to determine development value and other details, it noted. (The Edge)

Dialog Group Bhd (DIALOG) said its 50.01%-owned joint venture company has been awarded concession rights and operatorship for the L8/66 exploration block onshore Thailand. The joint venture company, Pan Orient Energy (Siam) Ltd (POES), was notified by the Thai government on Oct 5 that it had been awarded the concession following a joint bid with CanAsia Energy Corp in Thailand's 25th Onshore Bid Round. POES will operate the concession with a 70% participating interest, while Canada-listed CanAsia will hold the remaining 30% non-operating interest. (The Edge)



Elridge Energy Holdings Bhd (ELRIDGE) is investing RM45m to venture into the manufacturing and sale of activated carbon business for use across water treatment, industrial purification and related filtration. This marks Elridge's move further downstream from its existing palm kernel shell biomass operations. Elridge said its wholly-owned subsidiary Lumeria Power Sdn Bhd (LP) had accepted a quotation from United Equipment Services (M) Sdn Bhd for the acquisition, installation and commissioning of six integrated activated carbon production chains for RM45m in cash. (The Edge)

Insights Analytics Bhd (IAB), which mainly provides asset management systems to water utilities, has secured a RM14.44m subcontract to construct a water treatment plant in Sarawak's Miri division. The contract involves the construction, operation and maintenance of the Suai water treatment plant, which will have a capacity of seven million litres per day, as part of a project aimed at addressing acute water supply shortages in the Suai area. The construction is scheduled to begin on Oct 13 and to be completed by April 10, 2027, followed by a 60-month operation and maintenance period. (The Edge)

Building construction contractor **SLGC Bhd** (SLG) ended its first trading day on the ACE Market below its initial public offering (IPO) price. The construction firm's shares closed at 25 sen on Tuesday, three sen or 10.71% lower than the IPO price of 28 sen per share, after hitting an intra-day low of 24 sen as more than 83m shares exchanged hands. At the closing price, the company based in Johor had a market capitalisation of RM140m. Ahead of the listing, SLGC shares were oversubscribed by just over three times by retail investors, while a portion of the IPO was undersubscribed and had to be reallocated to other investors. (The Edge)

ZenaTech, Inc. (ZENA) advanced its ZenaDrone 2000 heavy-lift autonomous interceptor through prototype assembly in Sharjah, UAE, targeting Q1 2027 flight testing. Built with a 40 kg payload capacity and four-plus hours of hover endurance, the gasoline-powered platform will validate autonomous navigation and multi-target threat pursuit alongside its Interceptor P-1 system. (Investing.com)

ONEOK, Inc. (OKE) completed its acquisition of Brazos Midstream's Permian Midland Basin natural gas gathering and processing assets for approximately USD 4.425 billion in cash. The transaction more than doubles ONEOK's Midland Basin processing capacity to roughly 2.3 billion cubic feet per day and adds 600,000 dedicated acres backed by long-term fixed-fee contracts averaging over 12 years. (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	170.5	187.5	190.0	190.0	170.0	167.5	347.7	103.9%	Initiated on 30/5/2025
2	PWRWELL	25-Sep	0.6	0.6	0.7	0.7	0.6	0.5	1.2	109.4%	Initiated on 25/9/2025
3	PEKAT	3-Oct	1.8	2.0	2.1	2.1	1.7	1.7	3.0	62.6%	Initiated on 3/10/2025
4	MU	24-Oct	212.2	229.2	233.4	227.3	194.0	192.0	1045.6	392.8%	Initiated on 24/10/2025
5	TIGO	19-Dec	50.6	58.4	59.4	59.4	49.8	49.8	90.5	78.8%	Initiated on 19/12/2025
6	SNDK	13-Feb	610.5	693.0	700.0	700.0	542.0	536.0	1660.5	172.0%	Initiated on 13/2/2026
7	HKB	11-Mar	0.2	0.3	0.4	0.4	0.2	0.2	0.7	243.6%	Initiated on 9/4/2026
8	CORAZA	10-Apr	0.6	0.7	0.9	0.9	0.6	0.6	1.4	125.4%	Initiated on 10/4/2026
9	MCLEAN	23-Apr	0.6	0.7	0.7	0.7	0.6	0.5	0.8	31.8%	Initiated on 23/4/2026
10	SUNCON	14-May	6.9	7.6	7.7	7.7	7.0	6.9	7.5	8.2%	Initiated on 14/5/2026
11	DUFU	29-May	1.8	2.2	2.7	2.7	1.8	1.7	3.3	77.7%	Initiated on 29/5/2026
12	NTAP	16-Jun	161.6	192.8	230.4	230.4	159.3	154.9	228.5	41.4%	Initiated on 16/6/2026
13	ANET	1-Jul	165.6	179.6	195.7	195.7	157.3	154.0	215.4	30.1%	Initiated on 1/7/2026
14	JTGROU	22-Jul	0.7	0.7	0.8	0.8	0.7	0.6	1.4	104.5%	Initiated on 22/7/2026
15	NATGATE	4-Aug	1.2	1.4	1.4	1.4	1.1	1.1	1.8	45.8%	Initiated on 4/8/2026
16	DE	13-Aug	618.1	639.1	674.4	674.4	608.1	596.8	682.8	10.5%	Initiated on 13/8/2026
17	AUMAS	26-Aug	0.4	0.5	0.6	0.6	0.4	0.4	0.3	-14.8%	Cut loss on 18/9/2026
18	MRVL	11-Sep	234.6	316.9	329.9	329.9	223.4	205.2	287.0	22.3%	Initiated on 11/9/2026
19	C	14-Sep	137.4	146.8	184.4	184.4	134.5	131.4	128.5	-6.4%	Initiated on 14/9/2026
20	SNX	14-Sep	261.8	286.4	302.1	302.1	267.0	252.9	278.4	6.3%	Initiated on 14/9/2026
21	SNX	22-Sep	0.2	286.4	302.1	302.1	267.0	252.9	0.3	22.2%	Reached TP 2 on 29/9/2026
22	NOW	22-Sep	141.8	286.4	302.1	302.1	267.0	252.9	138.0	-2.7%	Initiated on 22/9/2026



Market Chat Tracker – 4Q26 Stock Picks

4Q26 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	CBHB	7/4/2026	0.494	1.200	1.240	1.030	1.000	0.980	1.15	132.8%	Initiated on 7-Apr-2026
2	CHEEDING	2/10/2026	0.630	0.730	0.750	0.585	0.565	0.554	0.650	3.2%	Initiated on 2-Oct-2026
3	HKB	2/10/2026	0.660	0.715	0.750	0.625	0.595	0.578	0.670	1.5%	Initiated on 2-Oct-2026
4	KOSSAN	2/10/2026	1.140	1.330	1.370	1.130	1.080	1.060	1.250	9.6%	Initiated on 2-Oct-2026
5	CLOUDPT	2/10/2026	0.500	0.600	0.635	0.470	0.450	0.441	0.500	0.0%	Initiated on 2-Oct-2026
6	INFOM	2/10/2026	1.790	1.980	2.050	1.550	1.470	1.440	1.860	3.9%	Initiated on 2-Oct-2026
7	OGX	2/10/2026	0.435	0.600	0.625	0.405	0.380	0.372	0.450	3.4%	Initiated on 2-Oct-2026
8	QES	2/10/2026	0.590	0.655	0.675	0.555	0.540	0.529	0.605	2.5%	Initiated on 2-Oct-2026
9	SCICOM	2/10/2026	2.330	2.540	2.590	2.170	2.110	2.070	2.280	-2.1%	Initiated on 2-Oct-2026
10	THMY	2/10/2026	2.170	2.400	2.500	1.970	1.880	1.840	2.410	11.1%	Initiated on 2-Oct-2026
11	UMSINT	2/10/2026	8.770	9.750	10.000	2.330	2.160	7.980	9.300	6.0%	Initiated on 2-Oct-2026
12	UWC	2/10/2026	7.090	7.760	8.000	6.560	6.320	6.190	8.000	12.8%	Initiated on 2-Oct-2026
13	VITROX	2/10/2026	10.000	11.240	11.500	9.570	9.260	9.070	11.100	11.0%	Initiated on 2-Oct-2026
Average Return										15.1%	

Disclaimer

Research analyst(s) of MSSB whom produced this report hereby certifies that the views expressed in this report accurately reflect his/her personal opinions about all of the subject corporation(s) and securities in this report. He/She does not carry out, whether for himself/herself or on behalf of MSSB or any other persons did not receive and will not receive any compensation that is directly or indirectly related or linked to the recommendations or views expressed in this report or to any sales, trading, dealing or corporate finance advisory services or transaction in respect of the securities in this report. As of the report date, the analyst whom prepared this report does not have any interest in the following securities covered in this report, unless otherwise stated.

