# Amazon, Alphabet Sell-Off Weighs on Tech

## Market Review

**MY:** The local bourse ended lower as losses in PCHEM and CIMB dragged the FBMKLCI into negative territory. Market breadth was also negative, with 567 losers outpacing 442 gainers. Sector-wise, Health Care (+0.93%) outperformed, led by KPJ and IHH, while Industrial Products & Services (-0.92%) was the biggest laggard.

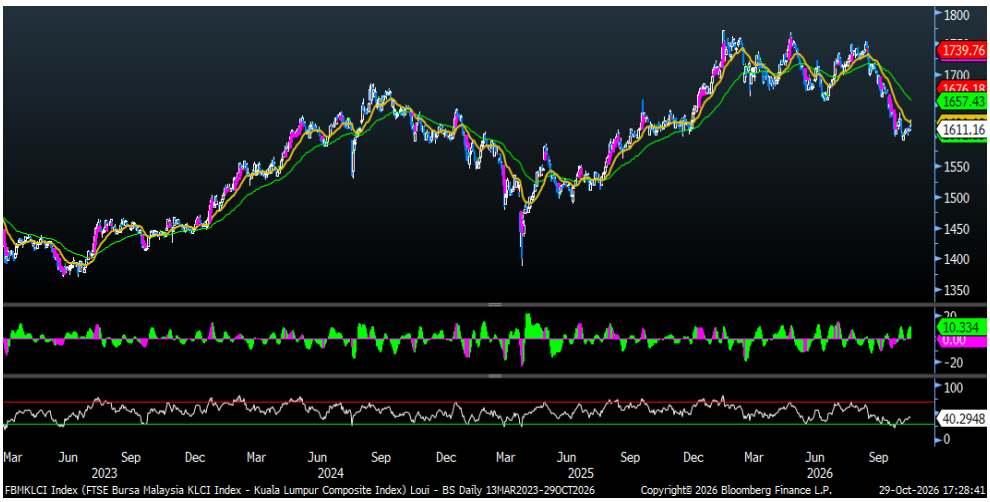
**US:** Wall Street fell on Thursday as Alphabet's 12.6% plunge weighed on major indices and renewed concerns over returns on AI spending. The Nasdaq fell 1.4%, while the S&P 500 and Dow each declined 0.3%. However, broader market breadth remained positive, suggesting rotation away from technology heavyweights.

## The Day Ahead

**US:** Following Alphabet's sharp sell-off and Amazon's after-hours decline on softer-than-expected 4Q26 sales guidance, we believe Wall Street could face further selling pressure on Friday, despite annualised 3Q26 GDP growth of 3.4%. Stock-wise, we favour TSMC (TSM) for its leading position in advanced semiconductor manufacturing and packaging. Reported potential CoWoS price increases of up to 20%, if implemented, could support margins. Meanwhile, investors seeking defence exposure could consider RTX (RTX), supported by a record USD340bn backlog and raised FY26 adjusted EPS guidance of USD7.65–7.75. Lastly, Sandisk's (SNDK) stronger-than-expected results and above-consensus guidance point to continued strength in AI-related storage demand.

**MY:** Tracking the sell-off in US technology stocks, we expect negative spillover to weigh on local sentiment, particularly in the Technology sector. Stock-wise, we favour GASMSIA, supported by (i) potential cogeneration opportunities as data centre operators explore off-grid power supply, (ii) longer-term gas sales opportunities from potential liberalisation of gas supply to the power sector and more than 8GW of indicative new gas-fired capacity by 2031, and (iii) prospects for earnings recovery as natural gas prices improve. Lastly, we issued our non-rated IPO note today on MYDCD (M+ fair value= RM1.07), a provider of mechanical, electrical, plumbing and fire protection (MEPF) systems for critical infrastructure.

## FBMKLCI Technical Outlook



Bloomberg

While the FBM KLCI remains below key moving averages, the momentum indicators suggest that selling pressure may be easing, with the MACD histogram expanded toward its positive territory while RSI continues to climb above 30. Key resistance lies at 1,626–1,631, while near-term support is expected around 1,591–1,596.

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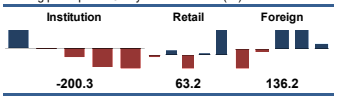
## Market Scorecard

| Key Indices | Last price | Change (%) |
|---|---|---|
| Dow Jones | 52,348.24 | -0.25 |
| S&P 500 | 7,720.39 | -0.30 |
| NASDAQ | 26,184.72 | -1.38 |
| FBM KLCI | 1,611.16 | -0.17 |
| FBM Small Cap | 15,667.64 | -0.41 |
| FBM ACE | 5,447.16 | -0.63 |
| Construction | 316.22 | -0.44 |
| Consumer | 442.87 | -0.07 |
| Energy | 844.36 | -0.24 |
| Financial Services | 18,537.94 | -0.22 |
| Healthcare | 1,602.52 | 0.93 |
| Ind Products | 177.39 | -0.92 |
| Plantation | 8,636.90 | -0.11 |
| Property | 980.82 | 0.47 |
| REITs | 866.93 | 0.43 |
| Technology | 76.56 | -0.34 |
| Telco & Media | 380.46 | -0.13 |
| Transport & Logistics | 1,022.02 | 0.10 |
| Utilities | 1,785.76 | 0.06 |
| Trading Vol (m) | 2,950.00 | -6.63 |
| Trading Val (RM m) | 2,430.00 | 6.36 |
| Gainers/ Losers ratio | 91% | |
| FKLI | 1,609.50 | 0.09 |
| FCPO (RM) | 4,630.00 | 0.30 |
| Brent oil (USD) | 111.59 | 0.76 |
| Gold (USD) | 4,013.77 | -0.17 |
| USD | 4.0570 | -0.42 |
| GBP | 5.4290 | -0.04 |
| EURO | 4.5360 | -0.24 |
| SGD | 3.1702 | -0.35 |

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




Source: TradingView, Bursa Malaysia

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## Company Briefs

Pharmacy chains operator **Big Caring Group Bhd** is looking to raise RM2.03bn in Malaysia's second-largest listing this year. The initial public offering is priced at RM1.08 per share, which will give Big Caring a market capitalisation of RM8bn upon listing and values the company at about 42 times its trailing earnings. A group of shareholders — including managing director Lee Meng Chuan and his wife Lim Sin Yin, who is also an executive director — are pocketing RM462m individually and through their joint vehicle from sale of their existing shares. (The Edge)

**Zetrix AI Bhd** (ZETRIX) told Bursa Malaysia in response to its queries that a dissolution event was triggered after it breached a covenant requiring managing director Wong Thean Soon to remain its largest shareholder. However, the company is not required to immediately repay the outstanding amount under its RM2bn sukuk programme. The group said it had made all payments due under the programme in accordance with the stipulated schedule and that no payment default had occurred. (The Edge)

Separately, the group said its wholly owned unit MyEG Sdn Bhd has received a RM353.13m tax bill from the Inland Revenue Board (IRB) over transfer pricing matters for the years of assessment 2021 to 2023. It said the government had filed a civil suit against MyEG over the matter. (The Edge)

**HeiTech Padu Bhd** (HTPADU) said it is no longer collaborating with Zetrix AI on the RM1.05bn National Integrated Immigration System (NIISe) project, after both parties mutually agreed not to extend their teaming agreement. HeiTech Padu clarified an earlier report by *The Edge Malaysia* entitled *HeiTech Padu: Collaboration with Zetrix AI for NIISe project lapsed*, published on Oct 26, 2026. (The Edge)

**SD Guthrie Bhd** (SDG) has partnered with **YTL Power International Bhd** (YTLPOWR) and Bumi Assets Sdn Bhd to develop a 1,623-acre industrial park in Bukit Kerayong, Selangor. SD Guthrie will invest up to RM101.12m for a 30% stake in the joint-venture company, Bukit Kerayong Industrial Developments Sdn Bhd. Bumi Assets and YTL Power will each hold a 35% stake. As part of the deal, SD Guthrie will sell the land, currently used for oil palm plantation purposes within the Bukit Kerayong Estate, to the joint-venture company for RM933.57m. (The Edge)

Two companies linked to businessman Datuk Ng Meng Kee saw sharp declines in their share prices on Thursday, prompting Bursa Malaysia to query one of them. Ng is non-independent non-executive chairman of **Mega Fortris Bhd** (MEGAFB), and has an almost 67% stake in the security seals specialist. He is also a substantial shareholder of rubber compounds manufacturer **GIIB Holdings Bhd** (GIIB), with about 15% equity. Both companies saw declines of over 20% in their shares. Mega Fortris lost over half a billion in value after its share price fell from RM3.45 on Wednesday to RM2.74 at Thursday's close, with 6.87m shares traded. Its market capitalisation fell from RM2.91bn to RM2.32bn. GIIB Holdings, meanwhile, lost 23.9% of its market capitalisation after its shares dove from 71 sen to 54 sen at Thursday's close, with its value dropping from RM586.7m to RM446.2m. This steep drop prompted Bursa Malaysia Securities to query GIIB Holdings for unusual market activity, the company's third this year. (The Edge)

**JF Technology Bhd** (JFTECH) has proposed issuing up to 388.01m free warrants to existing shareholders, giving them the option to buy more shares in the semiconductor test equipment maker over the next five years. The proposed bonus issue will be on the basis of two free warrants for every five shares held. (The Edge)

**TSH Resources Bhd** (TSH) said its review of records to date has not identified any business relationship with any of the 10 companies named by Singapore's National Environment Agency (NEA) regarding forest and peatland fires in Indonesia. The

palm oil company, which operates in Malaysia and Indonesia, said none of the 10 companies is a subsidiary, associate or joint venture of the group. (The Edge)

**British American Tobacco (Malaysia) Bhd's** (BAT) net profit dropped 66.54% to RM2.35m for the third quarter ended Sept 30, 2026 (3QFY2026) from RM7.02m a year earlier amid higher restructuring expenses. Quarterly revenue edged up 0.41% to RM302.02m from RM300.80m amid higher revenue from West Malaysia. BAT Malaysia declared a third interim dividend of two sen per share, amounting to RM5.71m, payable on Dec 28 to shareholders. (The Edge)

**Mi Technovation Bhd** (MI) posted record earnings 3QFY2026 driven by higher sales volume, improved average selling prices and optimised product mix. The semiconductor equipment and materials group's net profit for 3QFY2026 surged 84.8% to RM66.84m from RM36.16m a year earlier. Revenue for the quarter rose 29.9% to RM256.04m from RM197.06m, driven by strong growth in its semiconductor material business. (The Edge)

**Axis Real Estate Investment Trust** (AXREIT) reported a 2.8% year-on-year decline in 3QFY2026 net property income (NPI) as property income weakened while operating expenses increased. NPI fell to RM77.99m from RM80.23m a year earlier, while revenue slipped 2.1% to RM90.78m from RM92.77m. The industrial property-focused REIT declared a third interim distribution of 2.35 sen per unit. The distribution will be paid on Nov 30 to unitholders registered as at Nov 13. (The Edge)

**Chin Teck Plantations Bhd** (CHINTEK) reported a 68.58% drop in net profit for its fourth financial quarter, dragged down by lower palm product sales and the absence of a sizeable land disposal gain recorded by its associate a year earlier. Net profit for the quarter ended on Aug 31, 2026 (4QFY2026) fell to RM36.6m from RM115.74m previously, while revenue declined 41.68% to RM56.37m from RM96.65m. (The Edge)

**Taghill Holdings Bhd** (TAGHILL) has secured a RM166m contract to undertake the main building works for a commercial development in Penang. The the contract was awarded by Exsim Waterfront Sdn Bhd and comprises two towers in George Town with a total of 493 serviced apartment units. (The Edge)

Newly-listed **SLGC Bhd** (SLG) secured a RM50.24m contract to undertake the construction of detached industrial factories and related infrastructure works in Telok Panglima Garang, Selangor. The contract was awarded to its wholly owned subsidiary, SLG Construction Sdn Bhd, by ALH Construction Sdn Bhd. (The Edge)

Stonepeak announced the completion of its acquisition of **BMO Financial Group's** (BMO) Transportation Finance and Vendor Finance businesses in the United States and Canada, according to a press release statement. The acquired entities will operate as an independent commercial equipment financing company named Longview Capital Solutions under Chief Executive Officer Gary Kempinski, with BMO continuing to service and originate loans on Longview's behalf during a transition period while Stonepeak plans to invest in the platform's capital solutions and technology. (Investing.com)

**Comstock Holding Companies, Inc.** (CHCI) announced the completion of a $299.1m refinancing for three fully leased office towers at Reston Station in Virginia, according to a press release statement. Lead managed by Bank of America on behalf of affiliated Comstock Partners, LC, the five-year loan facility features a two-year initial term with three one-year extension options, utilizing net proceeds to extinguish $292.9m in existing debt from Blackstone Real Estate Debt Strategies while generating roughly $2.6m in debt origination fees for Comstock. (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 | 171.35 | 187.50 | 190.00 | 190.00 | 170.00 | 167.50 | 324.89 | 89.6% | Initiated on 30/5/2025 |
| 2 | PWRWELL | 25-Sep | 0.59 | 0.61 | 0.71 | 0.71 | 0.57 | 0.52 | 1.09 | 86.3% | Initiated on 25/9/2025 |
| 3 | PEKAT | 3-Oct | 1.83 | 2.00 | 2.05 | 2.05 | 1.70 | 1.66 | 2.92 | 59.6% | Initiated on 3/10/2025 |
| 4 | MU | 24-Oct | 212.39 | 229.38 | 233.63 | 227.31 | 194.00 | 192.00 | 983.23 | 362.9% | Initiated on 24/10/2025 |
| 5 | TIGO | 19-Dec | 53.06 | 58.40 | 59.40 | 59.40 | 49.80 | 49.80 | 79.66 | 50.1% | Initiated on 19/12/2025 |
| 6 | SNDK | 13-Feb | 610.53 | 693.00 | 700.00 | 700.00 | 542.00 | 536.00 | 1404.77 | 130.1% | Initiated on 13/2/2026 |
| 7 | HKB | 11-Mar | 0.20 | 0.29 | 0.35 | 0.35 | 0.24 | 0.23 | 0.81 | 315.4% | Initiated on 9/4/2026 |
| 8 | CORAZA | 10-Apr | 0.63 | 0.69 | 0.85 | 0.85 | 0.60 | 0.59 | 1.34 | 112.7% | Initiated on 10/4/2026 |
| 9 | MCLEAN | 23-Apr | 0.60 | 0.70 | 0.72 | 0.72 | 0.57 | 0.54 | 0.64 | 6.7% | Initiated on 23/4/2026 |
| 10 | SUNCON | 14-May | 7.20 | 7.60 | 7.70 | 7.70 | 6.97 | 6.85 | 7.58 | 5.3% | Initiated on 14/5/2026 |
| 11 | DUFU | 29-May | 1.86 | 2.20 | 2.73 | 2.73 | 1.77 | 1.72 | 2.94 | 58.1% | Initiated on 29/5/2026 |
| 12 | NTAP | 16-Jun | 162.07 | 192.83 | 230.40 | 230.40 | 159.31 | 154.87 | 223.66 | 38.0% | Initiated on 16/6/2026 |
| 13 | ANET | 1-Jul | 165.56 | 179.64 | 195.70 | 195.70 | 157.31 | 153.96 | 186.72 | 12.8% | Initiated on 1/7/2026 |
| 14 | JTGROUP | 22-Jul | 0.67 | 0.75 | 0.77 | 0.77 | 0.65 | 0.63 | 1.25 | 88.0% | Initiated on 22/7/2026 |
| 15 | NATGATE | 4-Aug | 1.25 | 1.37 | 1.40 | 1.40 | 1.14 | 1.10 | 2.23 | 78.4% | Initiated on 4/8/2026 |
| 16 | DE | 13-Aug | 619.55 | 639.08 | 674.35 | 674.35 | 608.11 | 596.75 | 640.67 | 3.4% | Initiated on 13/8/2026 |
| 17 | AUMAS | 26-Aug | 0.41 | 0.52 | 0.59 | 0.59 | 0.38 | 0.37 | 0.35 | -14.8% | Cut loss on 18/9/2026 |
| 18 | MRVL | 11-Sep | 234.63 | 316.92 | 329.88 | 329.88 | 223.40 | 205.22 | 251.65 | 7.3% | Initiated on 11/9/2026 |
| 19 | C | 14-Sep | 137.36 | 146.80 | 184.43 | 184.43 | 134.52 | 131.39 | 124.11 | -9.6% | Initiated on 14/9/2026 |
| 20 | SNX | 14-Sep | 261.83 | 286.44 | 302.13 | 302.13 | 267.02 | 252.85 | 256.74 | -1.9% | Initiated on 14/9/2026 |
| 21 | VERDANT | 22-Sep | 0.23 | 0.25 | 0.29 | 0.29 | 0.21 | 0.20 | 0.25 | 8.9% | Reached TP 2 on 29/9/2026 |
| 22 | NOW | 22-Sep | 141.83 | 162.50 | 192.40 | 192.40 | 135.20 | 130.90 | 150.13 | 5.9% | Initiated on 22/9/2026 |
| 23 | FLEX | 7-Oct | 118.35 | 142.55 | 166.35 | 166.35 | 114.85 | 104.00 | 93.03 | -21.4% | Initiated on 7/10/2026 |
| 24 | IAB | 9-Oct | 1.37 | 1.64 | 1.93 | 1.93 | 1.21 | 1.19 | 1.04 | -24.1% | Initiated on 9/10/2026 |
| 25 | PESONA | 13-Oct | 0.47 | 0.50 | 0.55 | 0.55 | 0.47 | 0.45 | 0.50 | 6.4% | Initiated on 13/10/2026 |
| 26 | EIPOWER | 16-Oct | 0.85 | 1.07 | 1.09 | 1.09 | 0.85 | 0.83 | 0.85 | 0.0% | Initiated on 16/10/2026 |
| 27 | OGX | 23-Oct | 0.46 | 0.53 | 0.55 | 0.55 | 0.44 | 0.43 | 0.47 | 2.2% | Initiated on 23/10/2026 |
| 28 | DELL | 28-Oct | 501.96 | 537.27 | 602.18 | 602.18 | 488.30 | 450.70 | 493.79 | -1.6% | Initiated on 28/10/2026 |

## 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 | 0.495 | 1.200 | 1.240 | 1.030 | 1.000 | 0.980 | 0.945 | 90.9% | Initiated on 7-Apr-2026 |
| 2 | CHEEDING | 2/10/2026 | 0.630 | 0.730 | 0.750 | 0.585 | 0.565 | 0.554 | 0.550 | -12.7% | Initiated on 2-Oct-2026 |
| 3 | HKB | 2/10/2026 | 0.660 | 0.715 | 0.750 | 0.625 | 0.595 | 0.578 | 0.810 | 22.7% | Initiated on 2-Oct-2026 |
| 4 | KOSSAN | 2/10/2026 | 1.140 | 1.330 | 1.370 | 1.130 | 1.080 | 1.060 | 1.290 | 13.2% | Initiated on 2-Oct-2026 |
| 5 | CLOUDPT | 2/10/2026 | 0.500 | 0.600 | 0.635 | 0.470 | 0.450 | 0.441 | 0.505 | 1.0% | Initiated on 2-Oct-2026 |
| 6 | INFOM | 2/10/2026 | 1.790 | 1.980 | 2.050 | 1.550 | 1.470 | 1.440 | 1.870 | 4.5% | Initiated on 2-Oct-2026 |
| 7 | OGX | 2/10/2026 | 0.435 | 0.600 | 0.625 | 0.405 | 0.380 | 0.372 | 0.465 | 6.9% | Initiated on 2-Oct-2026 |
| 8 | QES | 2/10/2026 | 0.590 | 0.655 | 0.675 | 0.555 | 0.540 | 0.529 | 0.675 | 14.4% | Initiated on 2-Oct-2026 |
| 9 | SCICOM | 2/10/2026 | 2.330 | 2.540 | 2.590 | 2.170 | 2.110 | 2.070 | 2.080 | -10.7% | Initiated on 2-Oct-2026 |
| 10 | THMY | 2/10/2026 | 2.170 | 2.400 | 2.500 | 1.970 | 1.880 | 1.840 | 2.150 | -0.9% | Initiated on 2-Oct-2026 |
| 11 | UMSINT | 2/10/2026 | 8.770 | 9.750 | 10.000 | 2.330 | 2.160 | 7.980 | 7.690 | -12.3% | Initiated on 2-Oct-2026 |
| 12 | UWC | 2/10/2026 | 7.090 | 7.760 | 8.000 | 6.560 | 6.320 | 6.190 | 7.640 | 7.8% | Initiated on 2-Oct-2026 |
| 13 | VITROX | 2/10/2026 | 10.000 | 11.240 | 11.500 | 9.570 | 9.260 | 9.070 | 11.020 | 10.2% | Initiated on 2-Oct-2026 |
| | Average Return | | | | | | | | | 10.4% | |

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