Tech Rebounds as Cybersecurity Takes Focus

Market Review

MY: The local bourse closed higher, supported by gains in RHBBANK (+21.0 sen) and MAYBANK (+6.0 sen). However, market breadth remained negative, with 652 losers outpacing 403 gainers. Sector-wise, Financials (+0.79%) outperformed, led by banking stocks, while Technology (-1.23%) lagged the most.

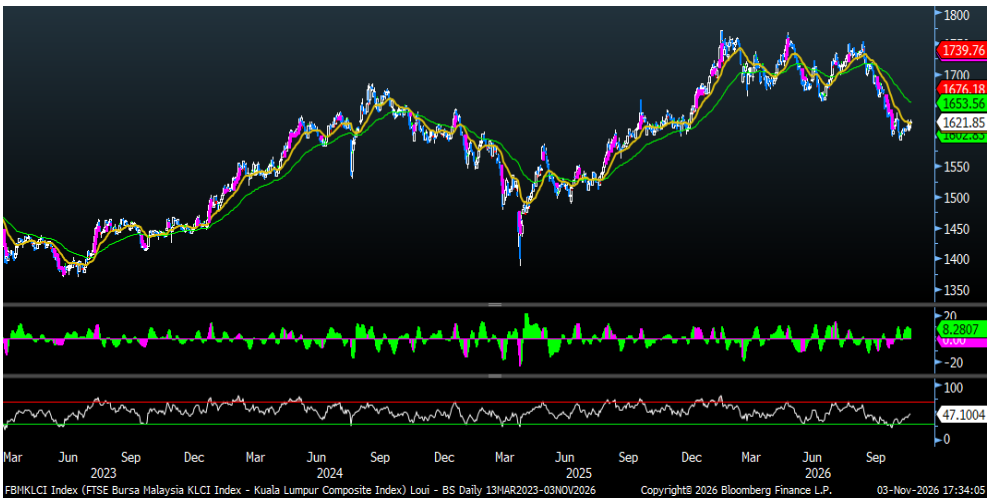
US: Wall Street ended mixed on Tuesday as a rebound in AI-related stocks lifted the Nasdaq (+0.8%) and S&P 500 (+0.4%), while the Dow fell 0.4%, weighed down by Apple amid concerns over rising memory-chip costs. Meanwhile, easing oil prices provided some support to market sentiment.

The Day Ahead

US: Cybersecurity stocks may attract renewed interest as recent attacks expose vulnerabilities across connected infrastructure and enterprise networks. Cyberattacks disrupted supermarket refrigeration systems across Europe, highlighting growing operational technology security risks. This could reinforce demand for network and AI security solutions, putting Fortinet (FTNT) and Palo Alto Networks (PANW) in focus. Fortinet stands out after reporting 20% YoY revenue growth to US$2.08bn in 3Q26, supported by strong demand for its security solutions.

MY: The FBM KLCI may remain resilient, with renewable energy investments and cybersecurity demand offering stock-specific opportunities. TENAGA and IOICORP are in focus following their JV with a consortium of 12 SMEs to develop a 500MWac solar farm and 250MW/1,000MWh battery storage system in Bahau under CRESS. TENAGA and IOICORP hold 70% and 25% stakes, respectively, with total JV equity commitments of up to RM606.2m. PEKAT may attract greater institutional interest following regulatory approval for its Main Market transfer. Meanwhile, LGMS warrants attention as recent cyberattacks highlight operational technology vulnerabilities, potentially supporting demand for its cybersecurity solutions, subject to commercial uptake.

FBMKLCI Technical Outlook



Bloomberg

The local bourse closed higher on Tuesday, extending its technical rebound despite regional headwinds. The MACD histogram remained positive, while the RSI climbed comfortably above 40 and approaching the 50 level. Immediate resistance is seen at 1,637–1,652, with support established at 1,592–1,607.

Research Team
research@msec.com.my

(603) 2201 2100

Market Scorecard

Key Indices	Last price	Change (%)
Dow Jones	51,792.19	-0.38
S&P 500	7,568.92	0.36
NASDAQ	25,372.01	0.83
FBM KLCI	1,621.85	0.14
FBM Small Cap	15,392.74	-0.54
FBM ACE	5,319.04	-0.45
Construction	314.20	0.74
Consumer	445.45	-0.22
Energy	827.00	-1.18
Financial Services	18,716.91	0.79
Healthcare	1,592.43	-0.68
Ind Products	177.58	-0.67
Plantation	8,769.65	0.77
Property	977.38	-0.25
REITs	865.04	0.00
Technology	72.03	-1.23
Telco & Media	384.36	-0.63
Transport & Logistics	1,027.64	0.31
Utilities	1,765.26	-0.03
Trading Vol (m)	2,630.00	-0.91
Trading Val (RM m)	2,650.00	26.07
Gainers/ Losers ratio	62%	
FKLI	1,614.00	-0.12
FCPO (RM)	4,494.00	-1.25
Brent oil (USD)	104.26	-0.07
Gold (USD)	3,930.32	-0.42
USD	4.0750	0.17
GBP	5.4666	-0.03
EURO	4.5603	-0.05
SGD	3.1804	-0.03

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

Institution	Retail	Foreign
-715.3	236.5	477.9

Source: TradingView, Bursa Malaysia

Company Briefs

IOI Properties Group Bhd (IOIPG) is looking to launch a private real estate fund backed by S$6bn (RM19.1bn) worth of Singapore assets in the next few months, with a potential sale of a 50% stake raising nearly RM10bn. The property developer is also targeting a secondary listing on the Singapore Exchange in early 2027, as part of efforts to reduce its net gearing to between 30% and 50% over the next three to five years from about 85%. *(The Edge)*

Separately, **IOIPG Malaysia Real Estate Investment Trust** (IOIREIT) has priced its initial public offering at 96 sen per unit, which is expected to raise RM2.1bn for IOI Properties. The REIT, with an initial portfolio of nine properties valued at RM7.66bn, is expected to list on Bursa Malaysia's Main Market on Nov 25 with a market capitalisation of RM5.3bn and a projected distribution yield of 6.6% for FY2027. *(The Edge)*

Tenaga Nasional Bhd (TENAGA) has teamed up with IOI Corporation Bhd (IOICORP) and a consortium of 12 small and medium enterprises to develop a 500MW solar power project in Bahau, Negeri Sembilan. The project, which includes a 250MW/1,000MWh battery energy storage system, will be developed under the Corporate Renewable Energy Supply Scheme. Tenaga will hold a 70% stake, IOI Corp 25% and the SME consortium 5%, with the partners committing a combined maximum equity investment of RM606.2m. *(The Edge)*

GDB Holdings Bhd (GDB) has secured an RM877m contract to demolish an existing factory and build a two-block, five-storey logistics hub in Shah Alam, Selangor. The 34-month project, awarded to its wholly owned subsidiary Grand Dynamic Builders Sdn Bhd, is scheduled to begin on Nov 4 and be completed by September 2029. The latest win follows a RM1.02bn contract secured just days earlier to build a luxury residential development in Desa ParkCity, bringing GDB's outstanding order book to RM2.93bn. *(The Edge)*

TWL Holdings Bhd (TWL) is seeking shareholders' approval to ratify 119.7m employee share options granted to Datin Sek Chian Nee, wife of its executive chairman and major shareholder Datuk Tan Wei Lian, without prior approval as required under Bursa Malaysia's rules. The options, granted in July 2025, were fully exercised, raising RM3.12m for the company. This marks the second such incident, after TWL previously sought retrospective approval for 192m options granted to Tan himself without prior shareholders' consent. The company plans to seek ratification at an extraordinary general meeting in the fourth quarter of 2026. *(The Edge)*

HB Global Ltd (HBGLOB) has appointed Revenue Group Bhd co-founder Datuk Ng Chee Siong as executive director, while its chief financial officer Lim Yong Hwa has resigned, following the departure of founder and chief executive officer Shen Hengbao on Oct 30 after 17 years at the helm. The management changes come as the company faces a possible trading suspension from Nov 10 if it fails to issue its annual report by Nov 6, following the withdrawal of its auditor. HB Global is working to appoint a new auditor but has yet to determine when the report will be released. *(The Edge)*

Malakoff Corporation Bhd (MALAKOF) has resumed operations at its 429MW gas-fired power plant in Lumut, Perak, three months ahead of schedule, following a power purchase agreement with Tenaga. The plant, operated by subsidiary GB3 Sdn Bhd, recommenced operations on Oct 7 and is contracted to run until Dec 31, 2029. It is the second of three Malakoff plants being recommissioned to meet rising electricity demand in Peninsular Malaysia, with the third facility expected to begin operations in July 2027. *(The Edge)*

Orkim Bhd (ORKIM) plans to add five more tankers to its fleet between 2027 and 2029, starting with the expected delivery of Orkim Ruby in 2027. The group has also signed contracts to build two additional tankers, each with a capacity of 9,000 deadweight tonnes, for delivery in 2028. Separately, Orkim took early delivery of its new petroleum tanker, Orkim Jade, bringing its fleet to 21 vessels and increasing its total carrying capacity by 5.4% to 281,534 deadweight tonnes. Orkim Jade is expected to begin commercial operations this month under a long-term charter arrangement with Shell Malaysia. *(The Edge)*

Pertama Digital Bhd (PERTAMA) has paid an additional S$799,600 (RM3.26m) deposit to extend the deadline for completing its proposed acquisitions of 80% stakes in D-Ron Singapore Pte Ltd and D-Ron Malaysia Sdn Bhd to Dec 31, 2026. Failure to make the payment would have resulted in both agreements being terminated and existing deposits forfeited. The acquisitions form part of Pertama Digital's efforts to regularise its financial condition after falling under Practice Note 17 status in July. *(The Edge)*

MM Computer Systems Bhd (MMCS) has secured a RM51.58m contract to supply graphics processing unit (GPU)-accelerated servers designed for artificial intelligence (AI) and high-performance computing applications. The contract was awarded to its wholly owned subsidiary, Micro Technology Solution Sdn Bhd, by an unnamed Malaysian telecommunications infrastructure and data centre services provider. The servers will support applications including generative AI, large language model training and advanced data analytics. *(The Edge)*

Asdion Bhd (ASDION) has obtained court approval to convene a meeting of seven creditors with claims totalling RM4.66m to consider a proposed debt restructuring. The High Court also granted three-month restraining orders protecting Asdion and its 51%-owned subsidiary, Transeaways Shipping Sdn Bhd, from creditor action. The freight forwarding company, which has been classified as a Guidance Note 3 company since July 2024, has until Jan 31, 2027 to submit its regularisation plan to Bursa Malaysia. Its shares have been suspended from trading since July 14. *(The Edge)*

Pekat Group Bhd (PEKAT) has secured approval from the Securities Commission Malaysia to transfer its listing from the ACE Market to the Main Market of Bursa Malaysia, more than five years after its market debut in June 2021. The solar engineering firm, which first proposed the transfer in June this year, said the move would enhance its corporate profile and attract greater institutional investor interest. Pekat met the financial requirements for the transfer, having recorded a combined net profit of RM80.78m between FY2023 and FY2025, exceeding the minimum RM30m requirement. *(The Edge)*

Theta Edge Bhd (THETA) has secured a RM33.01m contract to exclusively supply up to 5,742 laptops and desktop computers to IT solutions provider Aceteam Networks Sdn Bhd under a device-as-a-service project. The contract, undertaken by its wholly owned subsidiary Theta Technologies Sdn Bhd, will run for five years following the completion of user acceptance testing. It is expected to contribute positively to the group's earnings over five financial years, beginning FY2027. *(The Edge)*

ES Sunlogy Bhd (SUNLOGY) has secured two subcontracts worth a combined RM25.07m from Kerjaya Prospek Group Bhd (KERJAYA) for electrical and infrastructure works in Pulau Andaman, Penang. The larger RM19.87m contract involves electrical installations for a serviced apartment development, while the RM5.2m contract covers infrastructure works for five bridges. The projects are expected to be completed by December 2029 and August 2028, respectively. Kerjaya Prospek holds a 31% stake in ES Sunlogy. *(The Edge)*

CVR Energy, Inc. (CVI) launched an underwritten public offering of $750m in common stock, comprising $500m of company-issued shares and $250m offered by Icahn Enterprises subsidiary IEP Energy Holding LLC, according to a press release statement. CVR Energy will use its net proceeds alongside cash on hand and additional financing to fund its acquisition of refining and marketing assets in St. Paul Park, Minnesota and Mandan, North Dakota from Marathon Petroleum Corporation (MPC) and MPLX LP, as well as to redeem its outstanding 5.750% Senior Notes due 2028. Jointly managed by Barclays and Jefferies, the offering includes a 30-day option for underwriters to purchase up to an additional $112.5m of shares from the selling stockholder. (Investing.com)

Kodiak AI, Inc. (KDK) delivered two Western Star 49X trucks equipped with its seventh-generation autonomous driving technology to Atlas Energy Solutions, initiating deliveries for Atlas's initial 100-truck order, according to a press release statement. Manufactured by Daimler Truck North America, the Gen7-equipped vehicles mark the first day-cab autonomous trucks deployed in commercial service and expand Atlas's operational fleet in the Permian Basin to 37 driverless vehicles, with Kodiak remaining on schedule to complete the 65-truck order phase by mid-2027. (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	278.99	62.8%	Initiated on 30/5/2025
2	PWRWELL	25-Sep	0.59	0.61	0.71	0.71	0.57	0.52	1.05	79.5%	Initiated on 25/9/2025
3	PEKAT	3-Oct	1.83	2.00	2.05	2.05	1.70	1.66	2.87	56.8%	Initiated on 3/10/2025
4	MU	24-Oct	212.39	229.38	233.63	227.31	194.00	192.00	833.59	292.5%	Initiated on 24/10/2025
5	TIGO	19-Dec	53.06	58.40	59.40	59.40	49.80	49.80	77.38	45.8%	Initiated on 19/12/2025
6	SNDK	13-Feb	610.53	693.00	700.00	700.00	542.00	536.00	1075.08	76.1%	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	1.21	92.1%	Initiated on 10/4/2026
9	MCLEAN	23-Apr	0.60	0.70	0.72	0.72	0.57	0.54	0.63	5.9%	Initiated on 23/4/2026
10	SUNCON	14-May	7.20	7.60	7.70	7.70	6.97	6.85	7.72	7.2%	Initiated on 14/5/2026
11	DUFU	29-May	1.86	2.20	2.73	2.73	1.77	1.72	2.74	47.3%	Initiated on 29/5/2026
12	NTAP	16-Jun	162.07	192.83	230.40	230.40	159.31	154.87	185.26	14.3%	Initiated on 16/6/2026
13	ANET	1-Jul	165.56	179.64	195.70	195.70	157.31	153.96	164.14	-0.9%	Initiated on 1/7/2026
14	JTGROUP	22-Jul	0.67	0.75	0.77	0.77	0.65	0.63	1.19	78.9%	Initiated on 22/7/2026
15	NATGATE	4-Aug	1.25	1.37	1.40	1.40	1.14	1.10	2.01	60.8%	Initiated on 4/8/2026
16	DE	13-Aug	619.55	639.08	674.35	674.35	608.11	596.75	667.60	7.8%	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	171.41	-26.9%	Initiated on 11/9/2026
19	C	14-Sep	137.36	146.80	184.43	184.43	134.52	131.39	123.10	-10.4%	Initiated on 14/9/2026
20	SNX	14-Sep	261.83	286.44	302.13	302.13	267.02	252.85	222.22	-15.1%	Initiated on 14/9/2026
21	VERDANT	22-Sep	0.23	0.25	0.29	0.29	0.21	0.20	0.23	2.2%	Reached TP 2 on 29/9/2026
22	NOW	22-Sep	141.83	162.50	192.40	192.40	135.20	130.90	106.01	-25.3%	Initiated on 22/9/2026
23	FLEX	7-Oct	118.35	142.55	166.35	166.35	114.85	104.00	84.20	-28.9%	Initiated on 7/10/2026
24	IAB	9-Oct	1.37	1.64	1.93	1.93	1.21	1.19	1.01	-26.3%	Initiated on 9/10/2026
25	PESONA	13-Oct	0.47	0.50	0.55	0.55	0.47	0.45	0.50	5.3%	Initiated on 13/10/2026
26	EIPOWER	16-Oct	0.85	1.07	1.09	1.09	0.85	0.83	0.81	-5.3%	Initiated on 16/10/2026
27	OGX	23-Oct	0.46	0.53	0.55	0.55	0.44	0.43	0.45	-2.2%	Initiated on 23/10/2026
28	DELL	28-Oct	501.96	537.27	602.18	602.18	488.30	450.70	392.78	-21.8%	Cut loss on 30/10/2026

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	0.875	76.8%	Initiated on 7-Apr-2026
2	CHEEDING	2/10/2026	0.630	0.730	0.750	0.585	0.565	0.554	0.560	-11.1%	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	1.280	12.3%	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	1.790	0.0%	Initiated on 2-Oct-2026
7	OGX	2/10/2026	0.435	0.600	0.625	0.405	0.380	0.372	0.445	2.3%	Initiated on 2-Oct-2026
8	QES	2/10/2026	0.590	0.655	0.675	0.555	0.540	0.529	0.630	6.8%	Initiated on 2-Oct-2026
9	SCICOM	2/10/2026	2.330	2.540	2.590	2.170	2.110	2.070	2.110	-9.4%	Initiated on 2-Oct-2026
10	THMY	2/10/2026	2.170	2.400	2.500	1.970	1.880	1.840	2.030	-6.5%	Initiated on 2-Oct-2026
11	UMSINT	2/10/2026	8.770	9.750	10.000	2.330	2.160	7.980	7.390	-15.7%	Initiated on 2-Oct-2026
12	UWC	2/10/2026	7.090	7.760	8.000	6.560	6.320	6.190	6.880	-3.0%	Initiated on 2-Oct-2026
13	VITROX	2/10/2026	10.000	11.240	11.500	9.570	9.260	9.070	10.420	4.2%	Initiated on 2-Oct-2026
	Average Return									6.1%	

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.