Huang's Return Reignites the AI Trade

Market Review

MY: The local bourse extended its decline amid concerns over potential US AI chip export restrictions and tax measures. Market breadth weakened, with 851 losers against 292 gainers, led by losses in TENAGA and PCHEM. Technology (+0.19%) outperformed, supported by MPI and UWC, while Property (-2.70%) lagged.

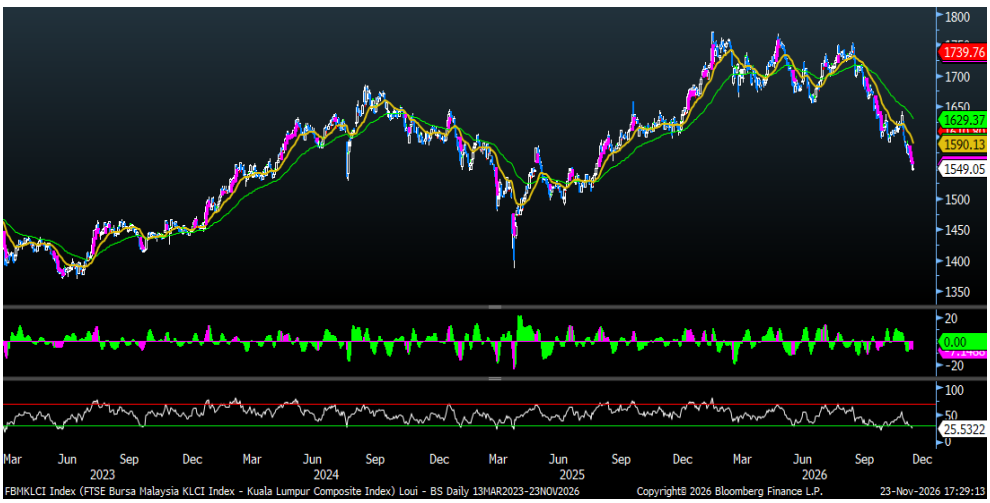
US: Wall Street surged on Monday, with the Nasdaq jumping 6.51%, S&P 500 rising 4.73% and Dow gaining 3.01%, led by technology and semiconductor stocks. Nvidia soared 31.5% following Jensen Huang's reinstatement as CEO, sparking a broad AI rally, while the VIX plunged. Energy was among the few laggards.

The Day Ahead

US: Following Jensen Huang's reinstatement as Nvidia CEO, Wall Street may extend its rebound during the Thanksgiving-shortened week, with Wednesday's October PCE in focus. Huang's return should bode well for Nvidia (NVDA) and the broader AI sector, alongside strong 3QFY27 revenue of US$115.8bn (+103% YoY) and 4QFY27 guidance of US$130bn ±3%. Arista Networks (ANET) could benefit from sustained AI infrastructure spending, with 3Q26 revenue rising 58.5% YoY to US$3.66bn. Meanwhile, Palo Alto Networks (PANW) remains one to watch as AI reshapes cybersecurity, with F1Q27 revenue up 39% YoY and Next-Generation Security ARR surging 66%.

MY: Tracking Wall Street's strong performance, we expect the FBM KLCI to rebound today, particularly among AI and data centre-related counters. Beaten-down YTLPOWR could see bargain hunting after denying reports that its data centres assisted in transferring Nvidia GPUs to Chinese customers. YTL stressed that its Johor facilities serve global customers, including US hyperscalers, and remain unaffected by the new US remote-access chip rule. Parent YTL could also benefit from positive spillover sentiment. Meanwhile, defensive water player LWSABAH remains supported by its RM15m KKIP Selatan property acquisition for future expansion, while lower crude oil prices could ease resin costs.

FBMKLCI Technical Outlook



Bloomberg

The local bourse extended its selling pressure on Monday, staying capped below key moving averages. The technical indicators continued to show negative signals, with the MACD histogram expanded negatively while RSI hovered below 30. Overhead resistance sits at 1,564–1,569, with support established at 1,529–1,534.

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Market Scorecard

Key Indices	Last price	Change (%)
Dow Jones	49,599.95	3.01
S&P 500	7,237.17	4.73
NASDAQ	24,089.56	6.51
FBM KLCI	1,549.05	-0.48
FBM Small Cap	14,024.60	-0.96
FBM ACE	4,696.82	-2.53
Construction	281.99	-2.32
Consumer	430.57	-0.65
Energy	733.95	-0.73
Financial Services	18,295.91	-0.04
Healthcare	1,500.13	-1.16
Ind Products	158.28	-1.21
Plantation	8,567.03	-1.39
Property	897.28	-2.70
REITs	845.26	-2.42
Technology	62.26	0.19
Telco & Media	358.24	-0.75
Transport & Logistics	985.15	-0.37
Utilities	1,588.69	-1.90
Trading Vol (m)	3,110.00	6.56
Trading Val (RM m)	2,810.00	13.64
Gainers/ Losers ratio	36%	
FKLI	1,555.00	0.52
FCPO (RM)	4,199.00	1.40
Brent oil (USD)	89.32	-3.52
Gold (USD)	3,638.88	0.11
USD	4.1200	0.00
GBP	5.3725	0.00
EURO	4.4955	0.03
SGD	3.1919	0.01

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



Source: TradingView, Bursa Malaysia

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Company Briefs

Axiata Group Bhd (AXIATA) has proposed a series of divestments of stakes in its tower unit edotco Group, which are expected to bring it an estimated RM2.22bn in gross proceeds. Khazanah Nasional Bhd will pay RM659.4m for Axiata's 15.645% stake in edotco Group Sdn Bhd. Khazanah's stake will then match Axiata's 47.355% in the Malaysian unit. edotco will sell its businesses in the Philippines, Indonesia, Bangladesh and Pakistan. it will also sell its Cambodian operations to a unit of OCK Group Bhd (OCK) for RM307.8m. The deals imply an enterprise valuation of RM11.8bn for edotco. Axiata has earmarked RM2.04bn of the proceeds for debt repayment within 12 months. (The Edge)

Wasco Bhd (WASCO) has proposed to divest its engineering and fabrication unit to NMDC Energy PJSC for US$192.8m (RM782.2m) cash. The deal is expected to give an estimated gain on disposal of about RM340.3m. Wasco intends to return part of the proceeds to shareholders through an indicative special dividend of 30 sen per share and use the rest for mergers and acquisitions, working capital and other purposes. The transaction, requiring shareholders' approval, is expected to be completed by the first quarter of FY2027. (The Edge)

Malayan Banking Bhd's (MAYBANK) net profit for the third quarter ended Sept 30, 2026 (3QFY2026) rose 4.7% year-on-year (y-o-y) to RM2.74bn, mainly due to lower writedowns. It wrote back a net RM40.72m, compared with an impairment allowance of RM606.58m a year earlier. Net interest income rose 2.3% y-o-y, while non-interest income slipped 3.2% on mark-to-market losses as bond yields rose. No interim dividend was declared. For the nine months ended Sept 30, 2026 (9MFY2026), net profit rose 1% to RM7.92bn. (The Edge)

Public Bank Bhd (PBBANK) has won shareholders' approval to privatise its Hong Kong-listed unit Public Financial Holdings Ltd (PFHL) at HK$2.50 (RM1.29) per share. The scheme, approved at a court meeting, will cost the bank about HK$734.75m for the remaining 26.77% stake, or 293.9m shares. It was backed by 89.24% of votes cast at the meeting and 99.09% at a special general meeting. The scheme is expected to take effect on Dec 7, subject to the Bermuda court's sanction. PFHL is set to be delisted from the Hong Kong Stock Exchange on Dec 9. (The Edge)

AirAsia Group Bhd (AAGB) posted its third straight quarter in the red with a net loss of RM175.12m for 3QFY2026. Depreciation charges of RM544m, a foreign exchange loss of RM141.9m and fuel costs of over RM2bn wiped out its operating profit. Quarterly revenue came in at RM4.66bn. The group gave no y-o-y comparative figures because of the accounting treatment arising from its reverse acquisition of AirAsia Aviation Group Ltd from Capital A Bhd (CAPITALA). For 9MFY2026, net loss stood at RM857.16m on revenue of RM15.7bn. (The Edge)

Zetrix AI Bhd (ZETRIX) has had its request for more time to pay its delayed FY2025 final dividends rejected by Bursa Malaysia Securities. Bursa had ordered the company to settle all outstanding cash dividends by Nov 23. Zetrix AI said RM49.76m of the 2.89-sen-per-share final dividend remains withheld across 25 central depository system accounts. Zetrix AI is appealing the rejection. Separately, it has proposed to change its financial year-end to June 30 from Dec 31, its third such change. (The Edge)

SkyeChip Bhd (SKYECHIP) does not expect the latest US restrictions on advanced semiconductor exports to materially affect its financial performance for the year ending March 31, 2027. That view is based on a preliminary assessment. The chip designer said it does not operate data centres. Its silicon product revenue of RM42.8m, or 41.2% of first-half FY2027 revenue, came entirely from customers in North America and Northeast Asia, excluding China. It is still assessing the rules'

implications for its supply chain. It is seeking legal advice from US export control specialists and will apply for approvals if required. (the Edge)

HI Mobility Bhd (HI) has secured a RM665.68m contract to operate the intracity bus service network in Johor Bahru under the Stage Bus Service Transformation programme. Its wholly owned unit Handal Indah Sdn Bhd received the letter of acceptance from Agensi Pengangkutan Awam Darat (APAD), an agency under the Ministry of Transport. The five-year contract runs from Jan 1, 2027 to Dec 31, 2031. The award follows the letter of intent announced on Oct 8. (The Edge)

KPJ Healthcare Bhd's (KPJ) net profit for 3QFY2026 rose 13.21% y-o-y to RM106.32m, driven by higher patient visits and surgeries and an improved case mix. Quarterly revenue increased 11.61% to RM1.25bn. It declared an interim dividend of 1.2 sen per share, payable on Dec 24. For 9MFY2026, net profit rose 20.1% to RM279.88m, while revenue increased 12.22% to RM3.49bn. (The Edge)

Berjaya Property Bhd's (BPROP) net profit for the first quarter ended Sept 30, 2026 (1QFY2027) jumped more than sevenfold to RM41.02m from RM5.53m a year earlier. The surge was driven by stronger property development and construction contributions, a narrower loss at its UK motor dealership HR Owen plc, and a net foreign exchange gain of RM31.14m. Quarterly revenue rose marginally to RM1.888bn from RM1.882bn. No dividend was declared. (The Edge)

Elridge Energy Holdings Bhd's (ELRIDGE) net profit for 3QFY2026 rose 42.8% y-o-y to RM19.41m, driven by stronger palm kernel shell sales and improved margins. Quarterly revenue grew 21.1% to RM127m. For 9MFY2026, net profit rose nearly 50% to RM59.37m, while revenue increased 22.2% to RM389.5m. (The Edge)

Nvidia (NVDA) shares surged 29.3% to $162.28 on Monday morning—adding roughly $888 billion in market value for the largest single day market cap gain on record, nearly doubling Microsoft (MSFT)'s prior $450 billion record—after the board unanimously reinstated Jensen Huang as chief executive 12 days following his resignation, stating his return poses no national security risk. The reversal lifted semiconductor stocks such as VanEck Semiconductor ETF (SMH) by nearly 16% and sparked a broad market rebound across the Dow Jones Industrial Average, S&P 500, and Nasdaq after all three indexes entered correction territory last week and NVDA slid 41% since October 29. (Big Go Finance)

Citigroup (C) underestimated risk weighted assets by $35 billion at its UK brokerage unit Citigroup Global Markets Ltd, prompting a capital injection and potentially prolonging remediation efforts to lift its 2020 US regulatory consent orders led by CEO Jane Fraser, according to industry reports. The modeling error—which exceeded 20% of the unit's $155 billion risk weighted assets at year end 2025 after unapproved internal risk models were applied to certain trades—was resolved over the summer without breaching regulatory minimums, though analysts warn it raises heightened oversight questions from the Federal Reserve and Office of the Comptroller of the Currency. (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	170.55	187.50	190.00	190.00	170.00	167.50	265.29	55.6%	Initiated on 30/5/2025
2	PWRWELL	25-Sep	0.57	0.61	0.71	0.71	0.57	0.52	0.77	34.4%	Initiated on 25/9/2025
3	PEKAT	3-Oct	1.82	2.00	2.05	2.05	1.70	1.66	2.20	20.9%	Initiated on 3/10/2025
4	MU	24-Oct	212.15	229.12	233.36	227.31	194.00	192.00	594.51	180.2%	Initiated on 24/10/2025
5	TIGO	19-Dec	50.17	58.40	59.40	59.40	49.80	49.80	76.24	52.0%	Initiated on 19/12/2025
6	SNDK	13-Feb	76.32	693.00	700.00	700.00	542.00	536.00	79.24	3.8%	Initiated on 13/2/2026
7	HKB	11-Mar	0.20	0.29	0.35	0.35	0.24	0.23	0.81	312.8%	Initiated on 9/4/2026
8	CORAZA	10-Apr	0.63	0.69	0.85	0.85	0.60	0.59	1.07	69.8%	Initiated on 10/4/2026
9	MCLEAN	23-Apr	0.59	0.70	0.72	0.72	0.57	0.54	0.60	1.4%	Initiated on 23/4/2026
10	SUNCON	14-May	6.93	7.60	7.70	7.70	6.97	6.85	6.55	-5.5%	Initiated on 14/5/2026
11	DUFU	29-May	1.85	2.20	2.73	2.73	1.77	1.72	2.30	24.6%	Initiated on 29/5/2026
12	NTAP	16-Jun	161.21	192.83	230.40	230.40	159.31	154.87	157.65	-2.2%	Initiated on 16/6/2026
13	ANET	1-Jul	165.56	179.64	195.70	195.70	157.31	153.96	167.62	1.2%	Initiated on 1/7/2026
14	JTGROUP	22-Jul	0.67	0.75	0.77	0.77	0.65	0.63	0.76	14.3%	Initiated on 22/7/2026
15	NATGATE	4-Aug	1.25	1.37	1.40	1.40	1.14	1.10	1.44	15.4%	Initiated on 4/8/2026
16	DE	13-Aug	618.07	639.08	674.35	674.35	608.11	596.75	609.25	-1.4%	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	234.58	316.92	329.88	329.88	223.40	205.22	122.28	-47.9%	Cut loss on 2/11/2026
19	C	14-Sep	136.60	146.80	184.43	184.43	134.52	131.39	110.62	-19.0%	Initiated on 14/9/2026
20	SNX	14-Sep	261.34	286.44	302.13	302.13	267.02	252.85	216.76	-17.1%	Cut loss on 15/10/2026
21	VERDANT	22-Sep	0.23	0.25	0.29	0.29	0.21	0.20	0.20	-11.1%	Reached TP 2 on 29/9/2026
22	NOW	22-Sep	141.83	162.50	192.40	192.40	135.20	130.90	87.61	-38.2%	Cut loss on 29/10/2026
23	FLEX	7-Oct	118.35	142.55	166.35	166.35	114.85	104.00	66.24	-44.0%	Cut loss on 14/10/2026
24	IAB	9-Oct	1.37	1.64	1.93	1.93	1.21	1.19	0.81	-40.9%	Cut loss on 13/10/2026
25	PESONA	13-Oct	0.47	0.50	0.55	0.55	0.47	0.45	0.49	3.2%	Initiated on 13/10/2026
26	EIPOWER	16-Oct	0.85	1.07	1.09	1.09	0.85	0.83	0.57	-33.5%	Initiated on 16/10/2026
27	OGX	23-Oct	0.46	0.53	0.55	0.55	0.44	0.43	0.38	-17.6%	Initiated on 23/10/2026
28	DELL	28-Oct	501.96	537.27	602.18	602.18	488.30	450.70	278.02	-44.6%	Cut loss on 30/10/2026
29	KJTS	6-Nov	1.02	1.14	1.32	1.32	0.96	0.92	0.95	-6.9%	Initiated on 6/11/2026
30	HEIM	13-Nov	13.88	14.96	15.98	15.98	12.98	12.70	12.72	-8.4%	Initiated on 13/11/2026
31	KOSSAN	20-Nov	1.24	1.31	1.38	1.38	1.23	1.18	1.18	-4.8%	Initiated on 20/11/2026

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	0.59	19.4%	Initiated on 7-Apr-2026
2	CHEEDING	2/10/2026	0.630	0.730	0.750	0.585	0.565	0.554	0.445	-29.4%	Initiated on 2-Oct-2026
3	HKB	2/10/2026	0.660	0.715	0.750	0.625	0.595	0.578	0.805	22.0%	Initiated on 2-Oct-2026
4	KOSSAN	2/10/2026	1.140	1.330	1.370	1.130	1.080	1.060	1.180	3.5%	Initiated on 2-Oct-2026
5	CLOUDPT	2/10/2026	0.500	0.600	0.635	0.470	0.450	0.441	0.390	-22.0%	Initiated on 2-Oct-2026
6	INFOM	2/10/2026	1.790	1.980	2.050	1.550	1.470	1.440	1.710	-4.5%	Initiated on 2-Oct-2026
7	OGX	2/10/2026	0.435	0.600	0.625	0.405	0.380	0.372	0.375	-13.8%	Initiated on 2-Oct-2026
8	QES	2/10/2026	0.590	0.655	0.675	0.555	0.540	0.529	0.615	4.2%	Initiated on 2-Oct-2026
9	SCICOM	2/10/2026	2.330	2.540	2.590	2.170	2.110	2.070	1.940	-16.7%	Initiated on 2-Oct-2026
10	THMY	2/10/2026	2.170	2.400	2.500	1.970	1.880	1.840	1.750	-19.4%	Initiated on 2-Oct-2026
11	UMSINT	2/10/2026	8.737	9.750	10.000	2.330	2.160	7.980	5.850	-33.0%	Initiated on 2-Oct-2026
12	UWC	2/10/2026	7.090	7.760	8.000	6.560	6.320	6.190	5.650	-20.3%	Initiated on 2-Oct-2026
13	VITROX	2/10/2026	10.000	11.240	11.500	9.570	9.260	9.070	8.750	-12.5%	Initiated on 2-Oct-2026
	Average Return									-9.4%	

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