Key Indices

	Prev Close	1D %	1W %	1M %	YTD %
DJIA	52,658.6	0.3	0.6	1.9	9.6
S&P 500	7,572.4	0.4	1.2	0.2	10.6
FTSE 100	10,515.9	(0.1)	0.3	0.8	5.9
AS30	9,034.6	0.4	0.6	(1.0)	0.2
CSI 300	4,786.8	(0.2)	0.7	(2.1)	3.4
FSSTI	5,559.7	1.2	3.5	9.5	19.7
HSCEI	8,184.4	1.0	1.2	(2.3)	(8.2)
HSI	24,681.1	1.4	2.0	(0.7)	(3.7)
JCI	6,042.0	0.0	2.9	(3.4)	(30.1)
KLCI	1,713.8	(0.4)	1.8	1.3	2.0
KOSPI	7,284.4	6.2	0.5	(14.8)	72.9
Nikkei 225	68,751.5	1.5	2.9	(0.8)	36.6
SET	1,630.2	0.3	3.4	2.4	29.4
TWSE	45,631.6	2.0	(0.2)	0.5	57.5
BDI	2,929.0	(1.7)	2.0	7.7	56.0
CPO (RM/mt)	4,491.0	0.0	(0.1)	2.0	14.2
Brent Crude (US$/bbl)	85.0	0.3	8.9	2.1	39.6

Source: Bloomberg

Corporate Events

	Venue	Begin	Close
Virtual Post-Results Meeting with ASL Marine Holdings Ltd (ASL SP)	Singapore	21 Jul	21 Jul

Corporate & Macro Calendar

Economic Indicator/Event	Country/Region	Date
CPI	Malaysia	17 Jul
2Q GDP	Malaysia	17 Jul
Trade Figures	Malaysia	20 Jul
Foreign Reserves	Malaysia	22 Jul

Please click on the page number to move to the relevant page

Top Stories

Company Update | Kossan Rubber Industries (KRI MK/**BUY**/RM1.03/Target: RM1.26) Page 2

2026 earnings are on track to chart a decent 11% yoy growth, with 2Q-3Q26 results lifted by better volume sales and higher ASP due to the Iran war. While we expect ASP to normalise in 4Q26, demand recovery and an improving utilisation rate will support earnings growth in 2027-28. Competition from China glovemakers remains intense, but we opine that Kossan's specialty gloves production expansion and healthy balance sheet still offer decent capital upside. Maintain BUY and target price of RM1.26.

What's Inside

Company Update | SD Guthrie (SDG MK/**BUY**/RM6.62/Target: RM7.25) Page 5

SD Guthrie is unlocking landbank value through the RM798.3m disposal of 1,021.9 acres of Bukit Kerayong Estate, which will be developed into a next-generation heavy industrial park through its 50:50 JV with Sime Darby Property. Coupled with a visible land monetisation pipeline and supportive CPO outlook, we believe SD Guthrie is well positioned for earnings diversification and valuation re-rating. We maintain BUY with a higher target price of RM7.20.

Market Spotlight

Page 7

- The FBMKLCI dipped marginally by 6.18pt (-0.36%) to close at 1,713.76 yesterday as a lack of fresh catalysts kept investors on the sidelines.
- US stocks were higher after the close on Wednesday, as gains in the consumer services, telecommunications and financials sectors led shares higher.

Technical Analysis

FBMKLCI, FCPO & FKLI Index Outlook Page 8

Traders' Corner Page 10

Formosa Prosonic Industries | FOR MK
Trading Buy Range: RM0.97-0.98

Lay Hong | LAY MK
Trading Buy Range: RM0.245-0.25

Hup Seng Industries | HSI MK
Trading Buy Range: RM0.97-0.98

Disclaimer: *In Traders' Corner, technical analysis is carried out purely based on charting patterns, price movements and trends, and is thus independent of the fundamental research views of our analysts. As a result, and from time to time, we may make a technical recommendation that is opposite to our fundamental BUY/HOLD/SELL rating.*

Kossan Rubber Industries (KRI MK)

Value Emerging From Product Differentiation And Solid Financial Position

BUY (Maintained)	
Share Price	RM1.03
Target Price	RM1.26
Upside	20.0%
Previous TP	

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Highlights

- Our view remains unchanged from the briefing hosted by Kossan recently. The group's specialty gloves expansion, sizeable net-cash (62% of market cap) and reasonable valuations provide commendable capital upside.
- Maintain BUY and target price of RM1.26, pegged to 14x ex-cash PE (-0.5SD below mean).

Analysis

- **A tactically better 2026.** Kossan Rubber Industries (Kossan) delivered resilient 1Q26 earnings (within expectations) as volume sales improved from US customers' re-initiated replenishment activities. For 2Q-3Q26, we expect volume sales to be 8-10% higher and utilisation rate to improve to 85-88% (1Q26: ~80%) based on the current 24b pieces capacity. Furthermore, 2Q-3Q26 earnings will also be partially lifted by higher ASP of US$24-26/'000 pcs (raised to offset higher raw material prices due to the Iran war), which will gradually normalise towards 4Q26.
- **Diverting focus to specialty gloves.** Given steeper industry competition, management alluded that the group is expanding its specialty gloves segment which commands higher ASPs and margins (3-4x vs generic gloves). Note that Kossan's current cleanroom glove production line has 300m-400m pieces annual capacity to produce Class 1,000 to Class 10,000 cleanroom gloves. The group also plans to add another eight cleanroom production lines which will lift annual capacity to 700m-800m pieces in 2027. Such a strategy to penetrate the more lucrative cleanroom segment where customers are stickier allows differentiation from other local peers which typically focus on the production of generic medical gloves.
- **Resilient balance sheet with net cash appealing; still a defensive sector pick.** Including cash and short-term money market investments, Kossan is in a cash-rich position of around RM1.65b net cash (around 65 sen/share or 62% of its current market cap). This signifies that the group may further deploy better capital management with more special dividends as earnings momentum improves in 2026.

Key Financials

Year to 31 Dec (RM m)	2024	2025	2026F	2027F	2028F
Net turnover	1,906.8	1,748.0	2,158.3	2,145.2	2,152.4
EBITDA	159.4	176.5	164.4	139.0	134.6
Operating profit	159.4	176.5	83.4	64.2	61.7
Net profit (rep./act.)	97.3	120.6	133.5	126.9	134.6
Net profit (adj.)	97.3	120.6	133.5	126.9	134.6
EPS	3.8	4.7	5.2	5.0	5.3
PE (x)	27.0	21.8	19.7	20.7	19.5
P/B (x)	0.7	0.7	0.7	0.7	0.7
EV/EBITDA (x)	26.5	24.0	25.7	30.6	31.3
Dividend yield (%)	7.8	1.9	4.1	4.0	4.1
Net margin (%)	5.1	6.9	6.2	5.9	6.2
Net debt/(cash) to equity (%)	(25.1)	(24.4)	(24.7)	(23.5)	(24.6)
Interest cover (x)	116.9	126.7	n.a.	n.a.	n.a.
ROE (%)	3.2	4.0	4.4	4.1	4.4
Consensus net profit	n.a.	n.a.	156.0	175.1	182.8
UOBKH/Consensus (x)	n.a.	n.a.	0.9	0.7	0.7

Source: Kossan, Bloomberg, UOB Kay Hian

Stock Data

GICS sector	Health Care
Bloomberg ticker	KRI MK
Shares issued (m)	2,522.0
Market cap (RM$m)	2,900.4
Market cap (US$m)	732.0
3-mth avg daily t'over (US$m)	1.8

Price Performance (%)

52-week high/low				RM1.8/RM0.9
1mth	3mth	6mth	1yr	YTD
(5.7)	22.3	(3.4)	(38.8)	5.5

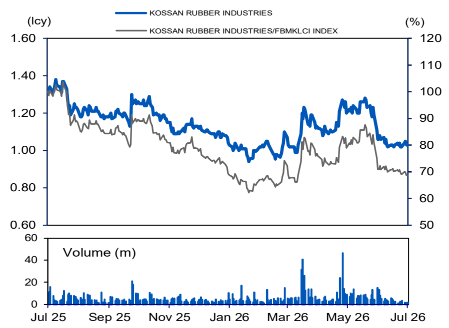
Major Shareholders

	%
Kossan Holdings	35.42
Employees Provident Fund	5.89
Aberdeen Group	5.63

Balance Sheet Metrics

FY26 NAV/Share (RM)	1.5
FY26 Net Debt/Share (RM)	(0.4)

Price Chart



Source: Bloomberg

Company Description

Rubber products manufacturer

- **Short-term premium ASPs for spot sales due to Iran war lifting 2Q-3Q26 earnings, but non-lasting.** Kossan's April-June ASP hikes were mainly a function of cost-push mechanisms. Therefore, following easing crude oil and chemical prices, the premium ASPs commanded by spot sales have softened. Our channel checks revealed that July ASPs for generic nitrile gloves have moderated towards US$22-23/'000 pcs, while August ASPs further softened to US$20-21/'000 pcs. We anticipate further normalisation of ASPs towards US$18-19/'000 pcs in 4Q26 as the de-escalation of the Middle East tension continues. Nevertheless, this will be partially offset by the recent rebound in the MYR/USD rate from a low of RM3.89 in Feb 26 to around RM4.15 currently. Overall, 2Q-3Q26 earnings shall still see sequential qoq growth.
- **Efficiency enhancement provides mid-long-term margin support.** Besides improving industry-wide operating dynamics, Kossan's pursuit of optimal efficiency is gradually materialising as the group continues to invest in production line automation and manufacturing plant upgrades. We expect these efforts to boost Kossan's profitability per unit following opex reduction, higher utilisation rate, and demand recovery. We forecast Kossan's net profit margin recovering to 6.2-6.5ppt (2024: 5.1ppt).
- **US' higher tariffs on China medical-grade gloves remain net positive.** The US' reciprocal tariffs on China's nitrile medical gloves stand at 147% in 2026. We assessed that China's medical gloves export volume within the US market in 2025 has dropped significantly since the earlier round of reciprocal tariffs. This is mainly due to ASPs no longer being competitive vs competitors at the current 147% tariff rate. On a net basis, we estimate that Malaysia's market share of US medical glove imports may grow to 60-65% in 2026 (from 25-30% in 2024), but overall earnings remain under pressure due to intense competition in non-US markets.
- **Competition in non-US markets is steep, but shortfall likely bridged by higher US sales.** Outside of the US, we anticipate more aggressive ASP competition from China manufacturers in the other regions. With the loss of US sales, we reckoned that intense competition from China manufacturers will cap ASP upside in the non-US markets for Malaysian producers such as Kossan. That said, we assess that China glove manufacturers' breakeven ASP is only US$1-2/'000 pieces cheaper as compared with Malaysian glovemakers. For Kossan, we take a view that the group's cleanroom gloves venture and growing US sales will continue to support earnings visibility in the medium to long term.

Valuation/Recommendation

- **Maintain BUY with an unchanged target price of RM1.26,** pegged to 14x ex-cash PE (-0.5SD below mean) after factoring in the group's RM1.65b net cash position.

Earnings Revision/Risk

- **Earnings revision**: None.

Environment, Social, Governance (ESG) Updates

Environmental

- **Environmental compliance.** Kossan's plants are ISO14001:2015 certified for Environmental Management Systems.

Social

- **Human rights and labour management.** Practices a Zero-Cost Recruitment Policy.

Governance

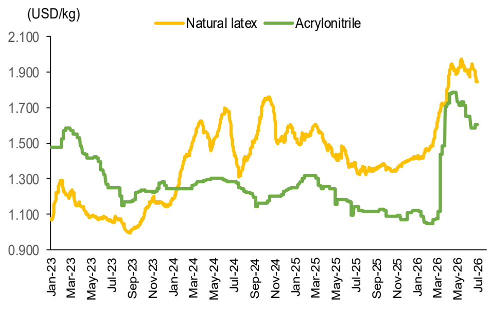
- **Board composition.** Kossan's board currently has nine members, comprising six executive directors and three independent non-executive directors.

Assumptions

	2024	2025F	2026F
Revenue (RMm)	**1,906.8**	**2,184.4**	**2,334.7**
Growth yoy (%)	20.2	14.6	6.9
ASP (US$/'000)	2.2	3.7	0.2
Volume	40.0	7.1	6.7
NetPprofit	**97.3**	**162.9**	**200.1**
Growth yoy (%)	212.6	67.5	22.8
Margin (%)	5.1	7.5	8.6

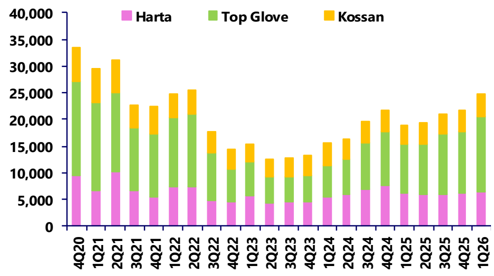
Source: UOB Kay Hian

Global Nitrile And Latex Gloves Production Capacity



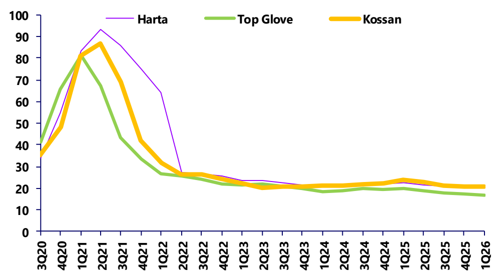
Source: OILCHEM

Malaysia Glovemakers' Quarterly Sales Volume (m' pieces)



Source: Respective companies, UOB Kay Hian

Malaysia Glovemakers' Quarterly ASP (US$/'000 pieces)



Source: Respective companies, UOB Kay Hian

Profit & Loss

Year to 31 Dec (RMm)	2025	2026F	2027F	2028F
Net turnover	**1,748**	**2,158**	**2,145**	**2,152**
EBITDA	176	164	139	135
Deprec. & amort.	0	81	75	73
EBIT	176	83	64	62
Associate contributions	0	0	0	0
Net interest income/(expense)	(1)	95	105	118
Pre-tax profit	**175**	**178**	**170**	**180**
Tax	(26)	(43)	(41)	(44)
Minorities	(1)	(1)	(1)	(1)
Net profit	**121**	**133**	**127**	**135**
Net profit (adj.)	121	133	127	135

Balance Sheet

Year to 31 Dec (RMm)	2025	2026F	2027F	2028F
Fixed assets	1,704	986	961	938
Other LT assets	127	847	850	136
Cash/ST investment	922	982	944	991
Other current assets	1,338	1,135	1,126	1,129
Total assets	**4,091**	**4,125**	**4,145**	**4,174**
ST debt	18	33	33	33
Other current liabilities	212	177	174	175
LT debt	0	27	27	27
Other LT liabilities	130	130	130	130
Shareholders' equity	3,707	3,732	3,755	3,781
Minority interest	24	25	26	28
Total liabilities & equity	**4,091**	**4,125**	**4,145**	**4,174**

Cash Flow

Year to 31 Dec (RMm)	2025	2026F	2027F	2028F
Operating	**158**	**(32)**	**103**	**88**
Pre-tax profit	175	178	170	180
Tax	(26)	(43)	(41)	(44)
Deprec. & amort.	100	81	75	73
Associates	0	0	0	0
Working capital changes	(10)	(153)	6	(3)
Non-cash items	1	(95)	(105)	(118)
Other operating cashflows	(83)	0	0	0
Investing	**(309)**	**97**	**57**	**70**
Capex (growth)	(309)	0	(50)	(50)
Others	0	97	107	120
Financing	**(93)**	**(68)**	**(106)**	**(110)**
Dividend payments	(51)	(108)	(105)	(108)
Proceeds from borrowings	0	0	0	0
Loan repayment	(41)	42	0	0
Others/interest paid	(1)	(2)	(2)	(2)
Net cash inflow (outflow)	**(54)**	**(3)**	**54**	**48**
Beginning cash & cash equivalent	**976**	**922**	**919**	**973**
Changes due to forex impact	0	0	0	0
Ending cash & cash equivalent	**922**	**919**	**973**	**1,021**

Key Metrics

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	10.1	7.6	6.5	6.3
Pre-tax margin	10.0	8.3	7.9	8.4
Net margin	6.9	6.2	5.9	6.2
ROA	3.2	3.5	3.3	3.5
ROE	4.0	4.4	4.1	4.4
Growth				
Turnover	(8.3)	23.5	(0.6)	0.3
EBITDA	20.7	8.6	10.9	12.0
Pre-tax profit	10.8	1.9	(4.9)	6.1
Net profit	23.9	10.7	(4.9)	6.1
Net profit (adj.)	23.9	10.7	(4.9)	6.1
EPS	23.9	10.7	(4.9)	6.1
Leverage				
Debt to total capital	0.5	1.6	1.6	1.6
Debt to equity	0.5	1.6	1.6	1.6
Net debt/(cash) to equity	(24.4)	(24.7)	(23.5)	(24.6)

SD Guthrie
(SDG MK/BUY/RM6.62/Target: RM7.25)

Landbank Monetisation Gaining Momentum

Highlights

- **Unlocking strategic landbank value.** SD Guthrie has entered into a conditional Share purchase agreement (SPA) with Kerayong Development Consortium (KDC), its 50:50 JV with Sime Darby Property, for the disposal of 1,021.9 acres of Bukit Kerayong Estate in Kuala Selangor for RM798.3m**.** Strategically located near the West Coast Expressway (WCE) and upcoming East Coast Railway Line (ECRL), the site will be jointly developed into part of a 3,000-acre next-generation heavy industrial park**.**
- **Advancing the industrial park master plan.** The transaction marks a key step towards executing the master plan announced in Nov 25 to jointly develop the 3,000-acre site in Kuala Selangor, anchored by logistics and renewable energy infrastructure. SD Guthrie will invest up to RM100m via equity and shareholder advances to fund its 50% stake in KDC. The detailed master plan will only be finalised upon obtaining approval from relevant parties.
- **Accretive disposal at fair valuation.** Subject to the SPA becoming unconditional, the disposal is expected to be completed in 2H26, generating a net gain of RM408m with the net proceeds of RM719m (net of tax) utilised for working capital and investment in KDC. Pro forma net gearing is expected to improve to 0.19x (from 0.22x). The implied land value of RM17.9 psf, in our view, is broadly in line with recent industrial land transactions in key growth corridors.
- **Visible land monetisation pipeline.** SD Guthrie has another two major land transactions expected to be completed in the near term: a) the 935-acre Kulai disposal to its Eco World JV (turned unconditional in 2Q26), expected to generate a RM364m disposal gain; and b) the proposed disposal of 300 acres in Port Dickson. Beyond this, management has earmarked over 20,000 acres for future development and monetisation, supporting its industrial development earnings target of RM500m-700m p.a. Overall, we remain positive on SD Guthrie's continued landbank monetisation strategy, which should unlock value from its sizeable landbank, strengthen earnings visibility and further diversify the group's income base**.**
- **CPO outlook remains supportive.** We expect CPO prices to remain firmly supported over the medium term at RM4,500 per tonne level as Indonesia kick started its B50 programme and are further boosted by the prospect of weather-induced supply disruptions next year following the now-confirmed El Niño event. The easing stock/usage ratio in Malaysia during the seasonal peak production supply would also further support the CPO prices. SD Guthrie's earnings are anticipated to strengthen over the coming quarters, driven by improving production, resilient CPO prices, and a recovery in operating margins as the bulk of upkeep and maintenance activities were completed in 1Q26 ahead of the peak production season.

Earnings Revision/Risk

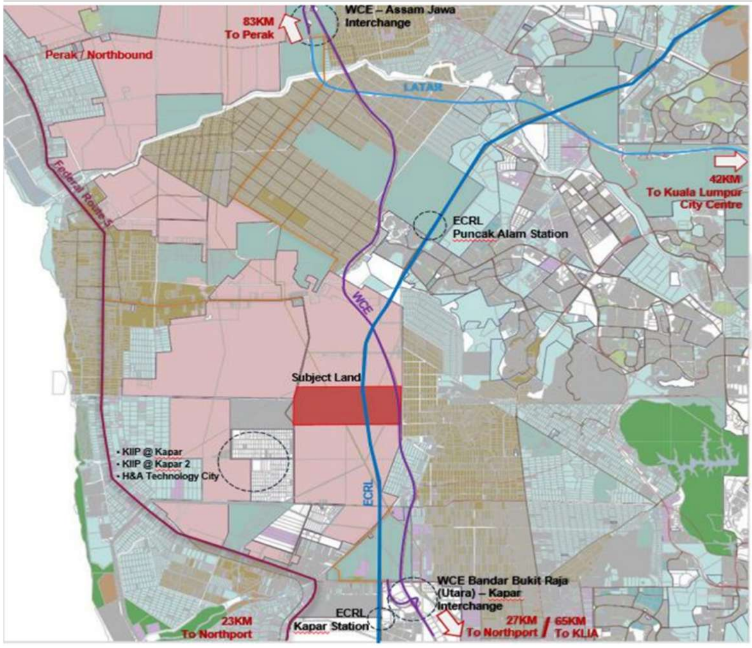
- **Forecasts unchanged.** We maintain our earnings estimate, as our net profit forecasts already incorporate RM500m p.a. of industrial development earnings**.** Nevertheless, the completion of the remaining land transactions within 2026 could provide further upside to our earnings forecasts and dividend potential.
- **Maintain BUY; target price raised to RM7.25 (from RM6.90)**, as we ascribed higher PE of 20.5x (+0.5SD to five-year mean) from 18.5x and rolled over our valuation to 2027F. We believe the premium valuation is justified by the supportive CPO outlook driven by regional biofuel expansion and potential supply disruptions from the now confirmed El Niño event alongside an upcoming maiden earnings contribution from the industrial development venture.

Key Financials

Year to 31 Dec (RMm)	2024	2025	2026F	2027F	2028F
Net turnover	19,831.0	20,895.0	24,986.4	24,994.1	26,810.0
EBITDA	4,102.0	4,487.0	4,783.5	4,442.0	4,260.4
Operating profit	2,649.0	3,048.0	3,660.1	3,414.3	3,215.9
Net profit (rep./act.)	1,527.0	2,503.0	2,513.2	2,449.6	2,317.5
Net profit (adj.)	1,527.0	1,949.0	2,169.8	1,999.6	1,867.5
EPS	22.4	28.7	36.3	35.4	33.5
PE (x)	24.9	19.5	18.2	18.7	19.8
P/B (x)	1.9	1.9	1.9	1.9	1.9
EV/EBITDA (x)	14.4	13.1	11.4	11.9	13.1
Dividend yield (%)	2.9	3.2	3.0	2.9	2.8
Net margin (%)	7.7	12.0	8.7	8.0	7.0
Net debt/(cash) to equity (%)	22.8	22.6	19.5	18.0	17.2
Interest cover (x)	34.5	71.2	73.4	72.6	73.0
ROE (%)	8.3	13.8	11.9	11.0	10.2
Consensus net profit	n.a.	n.a.	2,337	2,454	2,250
UOBKH/Consensus (x)	n.a.	n.a.	1.08	1.00	1.03

Source: SD Guthrie, Bloomberg, UOB Kay Hian

Kerayong Estate



Source: SD Guthrie

SD Guthrie's Industrial Development Pipeline

Ref	Date	Location	Size (acres)	JV partner(s)	Status
1	7-May-24	Tali Ayer, Perak	1,000	KIGIP	⟳
2	15-Jul-24	Kulai, Johor	253 (outright purchase)	MSR-GE	✓
3	21-Aug-24	Bukit Pelandok, Negeri Sembilan	464	TH Properties	⟳
4	20-May-25	Bukit Pelandok, Negeri Sembilan	1,195	EcoWorld, NS Corporation	✓
5	20-Jun-25	Carey Island	2,000	Sime Darby Property	✓
6	24-Jun-25	Port Dickson	300 (outright purchase) 300 (JV)	MBI	✓ ⟳
7	8-Jul-25	Carey Island	470	Perbadanan Negeri Selangor Berhad	⟳
8	7-Nov-25	Kuala Selangor	3,000	Sime Darby Property	⟳
9	19-Nov-25	Kulai, Johor	935	EcoWorld, PDT	✓
10	7-Dec-25	Kulim, Kedah	1,000	KTPC	⟳
11	22-Dec-25	Kulai, Johor	5,000	PDT	⟳
12	26-Feb-26	Carey Island	Up to 5,000	MBI	⟳
13	28-Apr-26	Sepang	2,500	MBI	⟳
Total			23,417		

Legends: ⟳ Ongoing review ✓ Definitive agreements signed (i.e. JVA, SSA or SPA)

Source: SD Guthrie

Recent Agriculture Land Transactions

Date	Location	Land Size (acres)	Transaction Value (RMm)	Implied Value (RM psf)
2023	Kapar, Klang	948	618.0	14.9
2025	Jimah, Port Dickson (MVV 2.0)	1,195	572.8	11.0
2025	Kulai, Johor (JS-SEZ)	512	334.0	15.0
2025	Kulai, Johor (Eco Business Park 8)	941	814.8	19.9
2026	Bukit Kerayong, Kuala Selangor	1,022	798.3	17.9

Source: SD Guthrie, UOB Kay Hian

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Market Spotlight

Market News

The FBMKLCI dipped marginally by 6.18pt (-0.36%) to close at 1,713.76 yesterday as a lack of fresh catalysts kept investors on the sidelines. Meanwhile, most Asian stock markets edged higher on Wednesday after softer-than-expected US inflation data reduced bets of a near-term Federal Reserve rate hike, although escalating Middle East tensions limited broader gains. The FBMKLCI's top gainers were IHH Healthcare Holdings (+2.0%), SD Guthrie (+1.9%) and Nestle (M) (+1.7%), while the top losers were Petronas Chemicals Group (-4.4%), Press Metal Aluminium Holdings (-2.1 %) and YTL Corporation (-2.0%). In the broader market, gainers outpaced losers 590 to 475 with 604 counters unchanged. Turnover was 4.08b shares valued at RM2.84b.

US stocks were higher after the close on Wednesday, as gains in the consumer services, telecommunications and financials sectors led shares higher. At the close in NYSE, the Dow Jones Industrial Average gained 0.29%, while the S&P 500 Index added 0.38%, and the NASDAQ Composite Index added 0.62%. Rising stocks outnumbered declining ones on the New York Stock Exchange by 1,527 to 1,213 and 81 ended unchanged; on the Nasdaq Stock Exchange, 1,920 rose and 1,472 declined, while 171 ended unchanged. *(Sources: Investing.com)*

FBMKLCI, FCPO & FKLI Index Outlook

FBMKLCI

Source: UOBKH ChartGenie

FTSE Bursa Malaysia KLCI

Last close: 1,713.76

Expected moving range: 1,700– 1,730

Technical view:

After few consecutive days of gains, the FBMKLCI saw a negligible retracement on mild profit taking. Weaker movements can be expected ahead in tandem with increasing selling pressure as shown by a downtick in the RSI. But the overall outlook remains bullish and the FBMKLCI could re-test its resistance of 1,722 in the near term. Support and resistance levels are still maintained as follows:

Support: 1,625, 1,600

Resistance: 1,722, 1,751

FCPO

Source: Tradingview

Futures Crude Palm Oil (FCPO) Active Contract, 1 Hour Chart

Technical SELL with -3.6% potential downside

Trading SELL range: RM4,500-4,600

Last price: RM4,584

Target price: RM4,441, RM4,420

Resistance: RM4,600

Stop-loss: RM4,601

SELL with a target price of RM4,420 and stop-loss at RM4,601. Based on the chart, FCPO continued the bearish movement and closed lower at RM4,584 yesterday. This bearish movement is supported by a downtick in the RSI and a bearish crossover in both the MACD and DMI indicators. We still maintained our targets at RM4,441 and RM4,420 in the near term.

Expected timeframe: One day to three days

FKLI

Source: Tradingview

FTSE Bursa Malaysia KLCI Futures (FKLI), 1 Hour Chart

Technical BUY with +0.90% potential return

Trading buy range: 1,685-1,695

Last price: 1,723.5

Target price: 1,731, 1,739

Support: 1,708

Stop-loss: 1,707

BUY with a target price of 1,739 and stop-loss at 1,707. Based on the chart, FKLI continued the bullish movement and closed higher at 1,723.5 yesterday This bullish movement is supported by an uptick in the RSI and bullish crossovers in both MACD and DMI indicators. We peg maintained targets at 1,731 and 1,739 in the near term.

Expected timeframe: One day to three days

Traders' Corner

Source: UOBKH ChartGenie

Formosa Prosonic Industries (FOR MK)

Technical BUY on breakout with +16.5% potential return

Trading buy range: RM0.97-0.98

Last price: RM0.95

Target price: RM1.07, RM1.13

Support: RM0.90

Stop-loss: RM0.895

BUY on breakout with a target price of RM1.13 and stop-loss at RM0.895. Currently, FOR's share price consolidated within the immediate support of RM0.90 and yesterday's positive closing above the BBI sets a new tone for the short-term outlook. We expect FOR to continue to make a higher high and higher low towards our target once the share price manages to penetrate the RM0.97 level. The bullish bias has been established following an uptick in the RSI and a bullish crossover in the MACD.

Expected timeframe: Two weeks to two months

Note: Not available for CFD Trading

Source: UOBKH ChartGenie

Lay Hong (LAY MK)

Technical BUY with +20.4% potential return

Trading buy range: RM0.245-0.25

Last price: RM0.25

Target price: RM0.28, RM0.295

Support: RM0.22

Stop-loss: RM0.215

BUY with a target price of RM0.295 and stop-loss at RM0.215. Based on the chart, LAY penetrated the breakout level of RM0.245 to close higher at RM0.25 on yesterday's movement. This is consistent with the rising buying momentum as shown by an uptick in the RSI. Additionally, the start of a positive crossover between the +DI and ADX line suggest a strong upward movement. We peg our targets at RM0.28 and RM0.295 in the near term.

Expected timeframe: Two weeks to two months

Note: Not available for CFD Trading

Source: UOBKH ChartGenie

Hup Seng Industries (HSI MK)

Technical BUY on breakout with +12.4% potential return

Trading buy range: RM0.97-0.98

Last price: RM0.965

Target price: RM1.04, RM1.09

Support: RM0.94

Stop-loss: RM0.935

BUY on breakout with a target price of RM1.09 and stop-loss at RM0.935. A successful closing above the BBI line on yesterday's movement suggests improving sentiment as HSI looks set to resume the upward movement. This is supported by an uptick in the RSI and bullish crossover in MACD. Currently, DMI is on the verge of making a golden cross to the positive signal. We peg our targets at RM1.04 and RM1.09 once it manages to penetrate above the breakout level of RM0.97.

Expected timeframe: Two weeks to two months

Note: Not available for CFD Trading

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