UOBKayHian

Country Daily | Malaysia

Wednesday, 2 September 2026

Key Indices

	Prev Close	1D %	1W %	1M %	YTD %
DJIA	52,766.9	(0.8)	(1.5)	0.5	9.8
S&P 500	7,631.5	(0.7)	(0.6)	1.9	11.5
FTSE 100	10,789.3	(0.3)	(0.6)	(0.7)	8.6
AS30	9,260.9	(0.1)	(1.2)	1.4	2.7
CSI 300	4,611.4	(0.3)	1.3	0.5	(0.4)
FSSTI	5,710.4	(0.8)	(0.4)	1.5	22.9
HSCEI	8,462.6	(0.6)	0.2	(1.7)	(5.1)
HSI	25,329.7	(0.9)	(0.7)	(2.1)	(1.2)
JCI	6,599.9	1.1	1.5	5.8	(23.7)
KLCI	1,700.5	(1.5)	(2.1)	(1.4)	1.2
KOSPI	6,835.8	0.2	1.4	3.6	62.2
Nikkei 225	66,215.3	(0.1)	0.5	2.9	31.5
SET	1,588.7	(0.4)	(0.5)	(2.2)	26.1
TWSE	46,948.7	1.8	3.9	8.9	62.1
BDI	3,157	(0.9)	9.5	15.6	68.2
CPO (RM/mt)	4,613	0.4	(0.6)	1.8	17.3
Brent Crude (US$/bbl)	95	4.6	6.9	5.0	55.5

Source: Bloomberg

Corporate Events

	Venue	Begin	Close
Analyst Marketing by Julia Pan on Greater China Internet Sector	Singapore	07 Sep	08 Sep
Analyst Marketing by Julia Pan on Greater China Internet Sector	Malaysia	09 Sep	11 Sep
17th Asian Gems Conference 2026 (Virtual)	Singapore	22 Sep	23 Sep
Post-results NDR with Sunny Optical (2382 HK)	Taipei	22 Sep	23 Sep

Corporate and Macro Calendar

Economic Indicator/Event	Country/Region	Date
BNM Overnight Policy Rate Decision	Malaysia	03 Sep
Foreign Reserves	Malaysia	07 Sep
Industrial Production	Malaysia	09 Sep
Manufacturing Sales	Malaysia	09 Sep

Top Stories

Strategy | 2Q26 Results Wrap: Positive Earnings Breadth With Constructive Outlook, But Downside Risks Are Building Page 2→

- Earnings breadth improved in 2Q26, marked by more positive surprises and fewer disappointments, partly reflecting prudent cost assumptions adopted after the previous reporting season amid the Middle East conflict. We remain constructive on Malaysian equities, supported by a selective earnings recovery and thematic opportunities, but see rising 4Q26 risks from geopolitical tensions, persistently high costs, volatile foreign flows and profit-taking. We favour quality large-cap domestic leaders with resilient earnings and strong balance sheets, maintaining our end-26 FBMKLCI target of 1,760.

What's Inside

Company Update | VSTECS (VST MK/**BUY**/RM1.67/Target: RM2.26) Page 5 →

- VSTECS is disposing of its entire 40% ISATEC stake to Skyform for RM48.8m cash at a reasonable 8.7x PE vs 14.8x peer average. While this ceases ISATEC's RM5.6m associate earnings contribution, 94.2% of proceeds will fund working capital for VSTECS' faster-growing ICT distribution, enterprise systems and ICT services segments, potentially offsetting the loss on a recurring basis. We make no changes to our earnings forecast, pending completion of the deal. Maintain BUY with an unchanged target price of RM2.26.

Market Spotlight

Page 6→

- The FBMKLCI lost 25.34pt (-1.47%) to close at 1,700.54 yesterday due to the lack of fresh local leads and weak regional markets.
- US stocks were lower after the close on Tuesday, as losses in the industrials, consumer goods and basic materials sectors led shares lower.

Technical Analysis

FBMKLCI, FCPO & FKLI Index Outlook Page 7 →

Traders' Corner Page 9 →

Dialog Group | DLG MK Page 9 →

- Trading Buy Range: RM2.06-2.07

Wasco | WSC MK Page 9 →

- Trading Buy Range: RM0.80-0.81

Life Water | LWSABAH MK Page 10 →

- Trading Buy Range: RM1.65-1.69

Strategy

2Q26 Results Wrap: Positive Earnings Breadth With Constructive Outlook, But Downside Risks Are Building

Highlights

- The improvement in earnings breadth in 2Q26, reflected by a higher proportion of positive surprises and fewer disappointments, was partly due to more prudent cost assumptions incorporated during the previous reporting season amid the Middle East conflict.
- While we remain constructive on Malaysian equities in 2026, supported by a selective earnings recovery and thematic opportunities, we are increasingly mindful of downside risks heading into 4Q26, including persistent geopolitical tensions, a higher-for-longer cost environment, volatile foreign fund flows and profit-taking following the market's recent rally.
- We stay selective, favouring high-quality, large-cap domestic leaders with resilient earnings, robust cash flows and strong balance sheets.
- Top picks: 99 Speed Mart Retail Holdings, CIMB Group Holdings, Eco World Development Group, Greatech Technology, Kuala Lumpur Kepong, MISC, Solarvest Holdings and Tenaga Nasional.

Analysis

- **Earnings breadth improved during the 2Q26 results season** as positive surprises (20% vs 1Q26: 10%) outpaced disappointments (16% vs 1Q26: 34%). Sector wise, autos (2 above, 1 below), gloves (2 above, 1 in-line), NFOs (2 above) saw the highest proportion of beats. Other notable positive surprises include IJM Corporation, Nestle, Petronas Dagangan, Inari and Vitrox. Misses were scattered this quarter with oil and gas (2 above, 3 in-line, 2 below) and tech (3 above, 5 in-line, 4 below) being mixed bags. Other notable misses include Oriental Kopi, SP Setia and Gas Malaysia (see overleaf table for details).
- **Trimming our 2026 forecasts.** After the results announcements, we trim our 2026 earnings forecasts for our coverage universe by 0.8%. However, we raise our 2027 earnings estimate marginally by 0.1%. We also cut our 2026/27 FBMKLCI earnings forecasts by 2.3%/1.9% respectively. The 2026 earnings downgrade is largely concentrated in the electronics manufacturing services (EMS) technology segment as well as construction and utilities. Looking to the KLCI segment, aside from the sectors mentioned above, banking also saw minor cuts to earnings (see overleaf table for details).
- We now expect our coverage universe to deliver 2026/27 earnings growths of 8.1%/9.4% respectively and the FBMKLCI to deliver 2026/27 earnings growths of 8.8%/7.7% respectively (previously 8.3%/9.6% for our coverage and 10.1%/7.3% for the FBMKLCI).

Analyst(s)

Desmond Chong
desmondchong@uobkh.com
+603 2147 1980

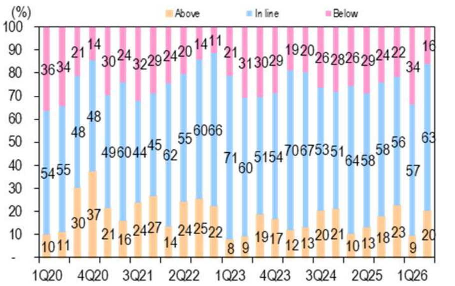
Vincent Khoo, CFA
vincentkhoo@uobkh.com
+603 2147 1998

Malaysia Research Team
research@uobkh.com
+603 2147 1988

Current FBMKLCI: 1,700

Target end-26 FBMKLCI: 1,760

Quarterly Results Tally



Source: UOB Kay Hian

2Q26 Results Season Key Takeaways

- Iran war impact persists
- Broad-base consumption remained soft

Source: UOB Kay Hian

Action

- **We maintain our end-26 FBMKLCI target at 1,760,** which broadly implies -0.5SD PE (15.6x 2026F) vs the 10-year mean of 16.2x (our bottom-up FBMKLCI target is 1,968) after earnings updates.
- **Entering into 4Q26,** while speculation of an early general election has eased following indications that the Prime Minister may defer the national polls until 2H27, we expect market volatility to persist amid the growing impact of a higher-for-longer cost environment, as reflected in the recent reporting season and evolving geopolitical developments in the Middle East. With sentiment likely to remain cautious particularly following the outperformances of small- and mid-cap and cyclical names, we would look to progressively adopt a more defensive stance in 4Q26, hence we favour high-quality, large-cap domestic leaders offering resilient earnings, robust cash flows and defensive characteristics while selectively participating in mid-cap growth themes.
- **Top picks:** 99 Speed Mart Retail Holdings, CIMB Group Holdings, Eco World Development Group, Greatech Technology, Kuala Lumpur Kepong, MISC, Solarvest Holdings and Tenaga Nasional.

Peer Comparison

Company	Ticker	Rec	Share Price 1 Sep 26 (RM)	Target Price (RM)	Upside To TP (%)	Last Year End	PE 2025 (x)	PE 2026F (x)	PE 2027F (x)	Yield 2026F (%)	ROE 2026F (%)	Market Cap (RMm)	Price/ NAV ps (x)
99 Speed Mart Retail Holdings	99SMART MK	BUY	3.41	4.10	22.9	Dec-25	46.7	41.1	35.9	1.5	36.1	28,644.0	14.3
CIMB Group Holdings	CIMB MK	BUY	7.85	9.30	18.5	Dec-25	10.8	10.2	9.4	6.5	12.0	84,754.1	1.2
Eco World Development Group	ECW MK	BUY	1.99	2.70	35.7	Oct-25	15.3	12.0	10.5	4.1	9.9	6,414.6	0.9
Greatech Technology	GREATEC MK	BUY	2.53	3.00	18.6	Dec-25	57.5	49.6	29.1	0.0	11.3	6,350.3	5.6
Kuala Lumpur Kepong	KLK MK	BUY	21.84	24.65	12.9	Sep-25	23.5	15.1	13.4	3.3	11.4	23,945.4	1.8
MISC	MISC MK	BUY	7.95	9.50	19.5	Dec-25	15.0	13.3	11.4	4.6	6.3	35,487.2	1.0
Solarvest Holdings	SOLAR MK	BUY	3.04	3.50	15.1	Dec-25	32.3	25.8	21.7	0.0	9.7	2,895.0	3.1
Tenaga Nasional	TNB MK	BUY	13.76	16.30	18.5	Dec-25	16.8	16.3	15.8	4.1	9.5	80,209.0	1.6

Source: Bloomberg, UOB Kay Hian

Notable Results Surprises/Disappointments

Company	Comments
Above Expectations	
Automobiles	Improving sales mix from legacy automakers
Gloves	Sharp ASP hikes following the escalation of the Iran war
IJM Corporation	Strong contributions from fast-track industrial projects
Inari Amertron	Stronger-than-expected revenue and margins
Nestle (Malaysia)	Better-than-expected margins
Petronas Dagangan	Substantial commercial profit gains benefitting from a product price downtrend
Vitrox Corporation	Strong demand for AI infrastructure
Below Expectations	
Bumi Armada	Persistently low uptime for FPSO Kraken
VS Industry	Lower-than-expected loadings which resulted in operating deleverage
Oriental Kopi Holdings	Lower-than-expected sales and margins
SP Setia	Lower-than-expected residential revenue recognition
Gas Malaysia	Lower NG prices, higher opex including repair & maintenance and staff costs as well as higher finance costs
Pentamaster Corporation	Higher-than-expected tax rate following the expiration of pioneer tax incentives

Source: Bloomberg, UOB Kay Hian

Earnings Revision

	Earnings Revision (qoq % chg)	
	Current FY	Next FY
3Q22	0.2	(1.9)
4Q22	0.8	3.1
1Q23	(3.2)	(1.9)
2Q23	(3.2)	(2.3)
3Q23	(2.7)	0.1
4Q23	(0.2)	0.1
1Q24	(0.7)	0.1
2Q24	0.2	1.6
3Q24	(0.8)	(1.7)
4Q24	(1.3)	(2.0)
1Q25	(4.2)	(3.6)
2Q25	(2.8)	(2.6)
3Q25	(0.2)	(0.1)
4Q25	0.6	1.9
1Q26	(2.0)	(1.1)
2Q26	(0.8)	0.1

Source: UOB Kay Hian

Corporate Earnings, Revision And Growth

	Net Profit (RMm)			2Q26 vs 1Q26 Forecast (%)			Earnings Growth (%)		
Sector	**2025**	**2026F**	**2027F**	**2025**	**2026F**	**2027F**	**2025**	**2026F**	**2027F**
Automobile	1,319	1,724	1,695	1.3	9.7	3.1	(11.6)	30.6	(1.6)
Banking	40,788	42,233	44,710	0.0	(0.6)	(1.3)	4.2	3.5	5.9
Building Material	2,291	2,956	3,537	0.0	0.3	(0.0)	7.4	29.0	19.7
Construction	2,203	2,309	2,865	0.3	(2.1)	1.3	18.0	4.8	24.1
Consumer	5,342	5,618	6,164	0.0	(0.1)	(0.1)	11.9	5.2	9.7
Exchange	250	301	306	0.0	0.0	0.0	(19.4)	20.4	1.7
Gaming	888	1,651	1,998	0.0	0.0	0.0	(61.9)	85.9	21.0
Glove Manufacturing	355	413	464	0.0	0.0	0.0	n.a.	n.a.	n.a.
Healthcare	2,329	2,637	3,029	0.0	0.0	0.0	9.2	13.2	14.9
Insurance	386	377	379	0.0	0.0	0.0	2.1	(2.4)	0.5
Manufacturing	517	568	618	0.0	0.0	0.0	(5.8)	9.9	8.8
Oil & Gas - Heavy Engineering	539	696	781	0.0	0.0	0.0	(23.8)	29.1	12.2
Oil & Gas - Asset Owners	2,490	2,170	2,302	0.0	0.0	0.0	(2.4)	(12.9)	6.1
Oil & Gas - Offshore Contractors	410	432	467	0.0	0.0	0.0	n.a.	n.a.	n.a.
Oil & Gas - Shipping	2,368	2,676	3,109	0.0	0.0	0.0	1.2	13.0	16.2
Plantation	5,403	6,442	6,737	0.0	0.6	0.5	17.5	19.2	4.6
Port	1,010	1,184	1,296	0.0	0.0	0.0	13.1	17.2	9.5
Property	3,312	3,852	4,811	0.0	0.0	0.1	(2.2)	16.3	24.9
REITs	2,469	2,754	2,881	0.0	0.0	0.0	11.4	11.5	4.6
Technology - EMS	237	156	273	16.5	(11.2)	(13.1)	(47.3)	(34.3)	75.1
Technology - Semiconductor	642	720	950	0.0	0.0	0.0	(6.9)	12.1	31.9
Technology - Software	989	1,145	1,128	0.0	0.0	0.0	25.6	15.8	(1.5)
Telecommunications	5,822	6,168	7,245	0.0	3.0	2.9	(3.0)	5.9	17.5
Utilities	5,249	5,470	5,811	0.0	(2.7)	(0.3)	8.3	4.2	6.2
Total (RMb)	**87.7**	**94.8**	**103.8**	**0.4**	**(0.8)**	**0.1**	**3.4**	**8.1**	**9.4**
FBMKLCI							**2.6**	**8.8**	**7.7**

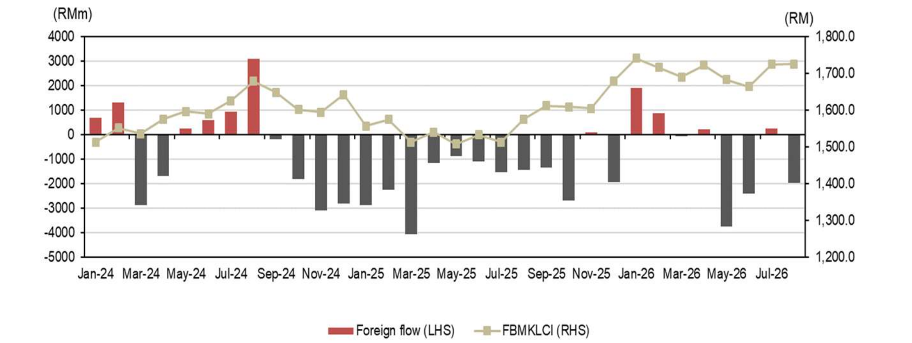
Source: UOB Kay Hian

Sector Weightings

Sector	Weighting
Automobile	MARKET WEIGHT
Banking	OVERWEIGHT
Building Material	OVERWEIGHT
Construction	OVERWEIGHT
Consumer	MARKET WEIGHT
Exchange	MARKET WEIGHT
Gaming	MARKET WEIGHT
Glove Manufacturing	MARKET WEIGHT
Healthcare	MARKET WEIGHT
Insurance	MARKET WEIGHT
Manufacturing	MARKET WEIGHT
Oil & Gas	MARKET WEIGHT
Plantation	OVERWEIGHT
Port	MARKET WEIGHT
Property	OVERWEIGHT
REITs	MARKET WEIGHT
Technology	MARKET WEIGHT
Telecommunications	MARKET WEIGHT
Utilities	OVERWEIGHT

Source: UOB Kay Hian

Foreign Flows



Source: UOB Kay Hian

UOBKayHian

Company Update | Malaysia

Wednesday, 2 September 2026

VSTECS (VST MK)

(VST MK/BUY/RM1.67/Target: RM2.26)

Monetising Investment In ISATEC For RM48.8m To Fund Core Growth

Highlights

- **Monetising its ISATEC investment.** VSTECS is disposing of its entire 40% stake in ISATEC to Skyform, a Singapore-based AI and digital transformation firm backed by SeaTown for RM48.8m cash. The deal is targeted for completion by 1Q27, following which VSTECS will cease to be a shareholder of ISATEC.
- **Attractive monetisation.** The RM48.8m disposal consideration represents a 159% premium to its original investment cost of RM18.8m in 2019. Together with RM16.2m in cumulative dividends received since its investment in 2019, total cash returns would reach RM65.0m, or 3.5x its original investment cost over the seven-year holding period. Of the RM48.8m, after netting off ISATEC's net assets, goodwill and estimated transaction expenses of RM2.9m, VSTECS expects to recognise a one-off gain of RM22.0m in 1Q27, equivalent to 2.05 sen/share.
- **Valuation appears reasonable.** ISATEC recorded PAT of RM6.8m-13.9m in FY23-25. The disposal consideration implies an 8.7x PE based on FY25 PAT, below the 14.8x average of selected listed peers. On ISATEC's three-year average PAT, the implied PE is 12.8x, which sits within the comparable companies' 10.4-18.2x range.
- **Positive capital recycling into faster-growing core.** Around 94% or RM45.9m of the proceeds will be deployed as working capital for VSTECS' ICT distribution, enterprise systems and ICT services businesses, enhancing its capacity to take on larger projects as longer procurement cycles and higher equipment costs raise working capital requirements for AI-related data centre infrastructure. The proceeds will also support opportunities across AI infrastructure, cloud computing and enterprise digitalisation.
- **Potential recurring earnings upside from working-capital deployment.** ISATEC is expected to contribute around 5% to VSTECS' 2026 PAT, which will cease to be recognised upon completion. We believe the proceeds deployed as working capital can sufficiently cover the loss of associate earnings on a recurring basis, and notably this potential contribution could prove more economically meaningful over time than the RM22.0m one-off gain. Pending full deployment of the RM45.9m earmarked for working capital, VSTECS may earn incident interest income of around RM0.6m in 2027, representing less than 1% uplift to our 2027 earnings forecast from the undeployed cash balance.
- **Overall, we view the disposal positively.** While VSTECS is giving up a profitable associate, the transaction crystallises its investment at a reasonable valuation and provides additional funding for its faster-growing core businesses. ICT services and enterprise systems grew 43% and 30% respectively in FY25 and remained key beneficiaries of digitalisation, data-centre build-out and AI infrastructure demand. Both segments are project-based and require relatively higher working capital, making incremental funding particularly relevant as project sizes scale up. We therefore see the disposal as a strategic shift towards concentrating capital on wholly-owned businesses where management has greater control over resource allocation and could strengthen VSTECS' recurring earnings growth.

Earnings Revision/Risk

- We make no changes to earnings estimates at this juncture, pending completion of the deal.

Valuation/Recommendation

- **Maintain BUY with an unchanged target price of RM2.26**, based on a 1.0x PEG ratio, which is derived from 20x 2027F PE. Given the lack of local listed peers for valuation benchmarking, we use a 1.0x PEG ratio, reflecting a three-year net profit CAGR of 20% from 2025. We believe the group has entered a strong growth phase of high earnings delivery by capturing the total addressable market of Malaysia's colocation data centre segment.

Key Financials

Year to 31 Dec (RMm)	2024	2025	2026F	2027F	2028F
Net turnover	2,901.7	3,608.2	4,094.0	4,761.7	5,548.0
EBITDA	91.0	136.4	139.0	153.1	182.4
Operating profit	87.6	132.0	143.4	161.2	191.8
Net profit (rep./act.)	70.6	98.5	106.6	120.3	143.4
Net profit (adj.)	70.3	98.4	106.6	120.3	143.4
EPS	6.6	9.2	10.0	11.2	13.4
PE	25.4	18.2	16.8	14.8	12.5
P/B	3.6	3.1	2.8	2.5	2.2
EV/EBITDA	5.4	3.9	3.3	3.0	2.5
Dividend yield	1.3	1.5	2.1	2.4	2.8
Net margin	2.4	2.7	2.6	2.5	2.6
Net debt/(cash) to equity	(21.1)	(11.8)	(20.7)	(19.0)	(17.7)
Interest cover	226.4	259.9	143.4	161.2	191.8
ROE	14.0	17.2	16.6	16.7	17.6
Consensus Net Profit			115.8	133.8	154.0
UOBKH/Consensus (x)			0.92	0.90	0.93

Source: VSTECS, Bloomberg, UOB Kay Hian

Analyst

Desmond Chong

desmondchong@uobkh.com

+603 2147 1980

Market Spotlight

Market News

The FBMKLCI lost 25.34pt (-1.47%) to close at 1,700.54 yesterday due to the lack of fresh local leads and weak regional markets. Meanwhile, Asian stock markets edged lower on Tuesday as investors remained cautious about the Federal Reserve's interest rate outlook and renewed Middle East tensions, while attention turned to stronger economic data from China and South Korea. The FBMKLCI's top gainers were Hong Leong Bank (+0.85%), IOI Corporation (+0.43%) and MISC (+0.38%), while the top losers were Petronas Chemicals Group (-4.2%), RHB Bank (-3.9%) and IOI Properties Group (-3.7%). In the broader market, losers outpaced gainers 956 to 349 with 443 counters unchanged. Turnover was 5.53b shares valued at RM4.41b.

US stocks were lower after the close on Tuesday, as losses in the industrials, consumer goods and basic materials sectors led shares lower. At the close in NYSE, the Dow Jones Industrial Average declined 0.79%, while the S&P 500 Index declined 0.71%, and the NASDAQ Composite Index lost 1.03%. Falling stocks outnumbered advancing ones on the New York Stock Exchange by 1,914 to 817 and 87 ended unchanged; on the Nasdaq Stock Exchange, 2,402 fell and 1,013 advanced, while 188 ended unchanged. (Sources: Investing.com)

FBMKLCI, FCPO & FKLI Index Outlook

Analyst(s)

Mohd Fakhrul Asyraq, MSTA, CFTe
mohdfakhrulasyraq@uobkh.com
+603 21471994

FBMKLCI

Source: UOBKH ChartGenie

FTSE Bursa Malaysia KLCI

Last close:	1,700.54
Expected moving range:	1,677-1,720

Technical View:

The FBMKLCI slid lower yesterday given the lack of domestic catalysts to bring the index back to its prior trend. Nevertheless, the weekly chart analysis shows the selling pressure has not yet been fully absorbed, thus paving the way for a possible downward move ahead. Given a lack of fresh catalysts, we expect the FBMKLCI to move within the immediate support and immediate resistance of 1,677-1,753 in the near term. Support and resistance levels are still maintained as follows:

Support: 1,677, 1,652

Resistance: 1,753, 1,770

FCPO

Source: TradingView

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

Technical BUY with +2.4% potential return

Trading BUY range:	RM4,900-5,020
Last price:	RM4,981
Target price:	RM5,029, RM5,099
Support:	RM4,795
Stop-loss:	RM4,794

BUY with a target price of RM5,099 and stop-loss at RM4,794. Based on the chart, FCPO hit our first target at RM4,948 before formed a pullback to the current level. This bullish movement is supported by an uptick in RSI and bullish crossover in both MACD and DMI indicators. We peg our new targets at RM5,029 and RM5,099 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 2.5% potential return

Trading BUY range:	1,650-1,670
Last price:	1,672
Target price:	1,699, 1,713
Support:	1,650
Stop-loss:	1,649

BUY with a target price of 1,713 and stop-loss at 1,649. Based on the chart, FKLI hit our both previous targets at 1,691 and 1,681. Currently, FKLI penetrated the downtrend line and closed higher at 1,672 yesterday. This bullish movement is supported by an uptick in the RSI and bullish crossovers in the MACD. We peg our new targets at 1,699 and 1,713 in the near term.

Expected timeframe: One day to three days

Traders' Corner

Analyst(s)

Mohd Fakhrul Asyraq, MSTA, CFTe
mohdfakhrulasyraq@uobkh.com
+603 21471994

Source: UOBKH ChartGenie

Dialog Group
DLG MK

Technical BUY on breakout with +16.0% potential return

Trading BUY range:	RM2.06-2.07
Last price:	RM2.04
Target price:	RM2.31, RM2.39
Support:	RM1.88
Stop-loss:	RM1.87

BUY on breakout with a target price of RM2.39 and stop-loss at RM1.87. We expect a positive follow-through to validate a new up-leg if DLG penetrates above the breakout level of RM2.06. This is supported by an uptick in RSI and bullish crossover in both MACD and DMI indicators. We peg our targets at RM2.31 and RM2.39 in the near term.

Expected timeframe: Two weeks to two months

Note: Not available for CFD Trading

Source: UOBKH ChartGenie

Wasco
WSC MK

Technical BUY with +22.4% potential return

Trading BUY range:	RM0.80-0.81
Last price:	RM0.85
Target price:	RM1.01, RM1.04
Support:	RM0.695
Stop-loss:	RM0.69

BUY with a target price of RM1.04 and stop-loss at RM0.69. Following a correction from the recent high, WSC has established strong support at the RM0.695 level in the past few weeks. Yesterday's gain to close above the 7- and 21-day EMA lines signals the end of the recent consolidation. This is consistent with the renewed buying interest as indicated by an uptick in the RSI. We peg our targets at RM1.01 and RM1.04 in the near term.

Expected timeframe: Two weeks to two months

Note: Not available for CFD Trading

Source: UOBKH ChartGenie

Life Water
LWSABAH MK

Technical BUY with +17.8% potential return

Trading BUY range:	RM1.65-1.69
Last price:	RM1.69
Target price:	RM1.89, RM1.99
Support:	RM1.55
Stop-loss:	RM1.54

BUY with a target price of RM1.99 and stop-loss at RM1.54. Based on the daily chart, LWSABAH formed a series of higher highs and higher lows that indicates an uptrend pattern. Yesterday, LWSABAH formed a bullish candlestick and closed higher at RM1.69. Positive readings in both the RSI and the MACD should translate into stronger momentum for share price. We peg our targets at RM1.89 and RM1.99 for the near term.

Expected timeframe: Two weeks to two months

Note: Not available for CFD Trading