UOBKayHian

# Country Daily | Malaysia

Thursday, 5 November 2026



## Key Indices

| | Prev Close | 1D % | 1W % | 1M % | YTD % |
|---|---|---|---|---|---|
| DJIA | 53,356.1 | 3.0 | 1.7 | 4.3 | 11.0 |
| S&P 500 | 7,688.6 | 1.6 | (0.7) | (0.4) | 12.3 |
| FTSE 100 | 10,829.2 | 1.8 | 1.3 | 3.5 | 9.0 |
| AS30 | 8,954.9 | (0.6) | (0.2) | 1.1 | (0.7) |
| CSI 300 | 4,101.3 | 2.3 | 0.4 | (5.9) | (11.4) |
| FSSTI | 5,268.6 | (0.0) | (2.4) | (7.0) | 13.4 |
| HSCEI | 8,057.6 | 1.4 | 3.4 | 0.1 | (9.6) |
| HSI | 23,919.5 | 1.7 | 3.6 | (0.2) | (6.7) |
| JCI | 4,919.8 | 0.3 | (6.9) | (19.6) | (43.1) |
| KLCI | 1,616.6 | (0.3) | 0.2 | (0.9) | (3.8) |
| KOSPI | 5,683.8 | 0.6 | (5.5) | (18.8) | 34.9 |
| Nikkei 225 | 62,188.6 | (1.4) | (1.7) | (11.1) | 23.5 |
| SET | 1,502.1 | 0.7 | (4.1) | (4.7) | 19.2 |
| TWSE | 42,948.9 | (0.8) | (8.7) | (13.6) | 48.3 |
| BDI | 2,694 | 4.0 | 1.6 | (14.4) | 43.5 |
| CPO (RM/mt) | 4,366 | (0.6) | (0.9) | 0.0 | 11.0 |
| Brent Crude (US$/bbl) | 95 | (8.7) | (18.0) | (7.5) | 55.5 |

*Source: Bloomberg*

## Corporate Events

| | Venue | Begin | Close |
|---|---|---|---|
| TNFD Conference: Nature Means Business – Navigating Nature-Related Risks with TNFD | Malaysia | 05 Nov | 05 Nov |
| Virtual Meeting with UUE Holdings Berhad (UUE MK) | Malaysia | 10 Nov | 10 Nov |
| 1HFY27 Post Results briefing with Valuetronics Holdings Ltd (VALUE SP) | Singapore | 11 Nov | 11 Nov |
| Analyst Marketing by Johnny Yum on GC AI Sector | Taipei | 17 Nov | 18 Nov |
| Corporate Roadshow with NTT DC REIT (NTTDCR SP) | Bangkok | 23 Nov | 23 Nov |
| Corporate Roadshow with NTT DC REIT (NTTDCR SP) | Kuala Lumpur | 25 Nov | 25 Nov |
| Regional 1H2027 Strategy Conference | Malaysia | 02 Dec | 02 Dec |

## Corporate and Macro Calendar

| Economic Indicator/Event | Country/Region | Date |
|---|---|---|
| BNM OPR | Malaysia | 5 Nov |
| Foreign Reserves | Malaysia | 6 Nov |

## Top Stories

**Sector Update** | Plantation — Page 2 →

- China's soybean oil exports tripled to 776,000 tonnes in 9M26, with India taking 47%. Chinese customs data puts shipments to India at 477,000 tonnes in Nov 25-Sep 26, which is a mere 8% of India's record soybean oil imports, with palm oil's share of India's imports rising. The Chinese government's cuts to the sow herd should shrink the surplus in 2026/27. We believe the headwind for Malaysian planters is contained. Maintain OVERWEIGHT.

## Market Spotlight

Page 4 →

- The FBMKLCI slid 5.29pt to close at 1,616.56 yesterday amid profit taking.
- US stocks were higher after the close on Wednesday, as gains in the consumer services, healthcare and financials sectors led shares higher.

## Technical Analysis

**FBMKLCI, FCPO & FKLI Index Outlook** — Page 5 →

**Traders' Corner** — Page 7 →

**Pantech Group Holdings | PGHB MK** — Page 7 →

- Trading Buy Range: RM0.705-0.71

**Scicom (MSC) | SCIC MK** — Page 7→

- Trading Buy Range: RM2.19-2.20

**Winstar Capital | WINSTAR MK** — Page 8 →

- Trading Buy Range: RM0.65-0.66

*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.*

# Plantation

China's Soyoil Surplus: Peaking Before It Bites

## Highlights

- China turned into a net exporter of soybean oil in 2025, after record soybean imports left its crushers with more oil than its home market could absorb. Its soybean oil exports tripled to 776,000 tonnes in 9M26, and India's share rose to 47% from 32% in 2025.
- The volumes are small against India's needs. Chinese customs data show 477,000 tonnes shipped to India in Nov 25-Sep 26, accounting for about 8% of India's record 5.65m tonnes of soybean oil imports. Palm oil's share of India's vegetable oil imports rose to 48% from 45% in Nov 25-Jul 26.
- China's official forecasts point to a smaller surplus in 2026/27, with soybean imports down 7.6% and edible oil exports down to 760,000 tonnes as Beijing shrinks the sow herd. China's palm oil imports rose 24.9% in 9M26, mostly from Indonesia.
- Maintain OVERWEIGHT.

## Analysis

- **Record crushing has turned China into a soybean oil exporter.** China imported a record 111.83m tonnes of soybeans in 2025, and the General Administration of Customs of China (GACC) shows a further 86.18m tonnes in 9M26, level with a year earlier. GACC data show soybean oil exports rose to 561,000 tonnes in 2025 from 126,000 tonnes in 2024, with India taking 32% after buying none in 2024. Exports reached 776,000 tonnes in 9M26, three times a year earlier, and India's share rose to 47%. The US Department of Agriculture's (USDA) Beijing office expects record soybean oil exports of 1m tonnes in Oct 25-Sep 26, as crushing for meal outpaces demand for cooking oil.
- **Chinese soybean oil acts as a price cap in India, with limited volume.** GACC recorded 477,000 tonnes of soybean oil shipped to India in Nov 25-Sep 26, about 8% of the 5.65m tonnes of soybean oil and 3% of all vegetable oils that the Solvent Extractors' Association of India (SEA) shows India imported in Nov 25-Sep 26. Palm oil still gained ground, with imports up 11.5% to 5.75m tonnes in Nov 25-Jul 26. Chinese crude soybean oil left for India at US$1,178-1,193 per tonne free on board (FOB) in Jul-Sep 26, in line with Argentine soybean oil at US$1,198 for Nov 26 shipment. Malaysian palm olein's FOB discount to Argentine soybean oil was only US$52-80 per tonne for Nov-Dec 26 shipment on 3 November.

**Analyst(s)**

Amerul Iqmal
ameruliqmal@uobkh.com
+603 2147 1915

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

**OVERWEIGHT (Maintained)**

### Sector Picks

| Company | Ticker | Rec | Share Price (RM) | Target Price (RM) |
|---|---|---|---|---|
| SD Guthrie | SDG MK | BUY | 5.93 | 8.30 |
| Genting Plantations | GENP MK | BUY | 5.00 | 7.42 |
| Kuala Lumpur Kepong | KLK MK | BUY | 21.08 | 28.50 |

*Source: Bloomberg, UOB Kay Hian*

### China's Vegetable Oil Trade (m tonnes)

| | 2025 | Jan-Sep 2026 | yoy (%) | 2026/ 2027F |
|---|---|---|---|---|
| Soybean imports | 111.83 | 86.18 | 0.0 | 95.5 |
| Soybean oil exports | 0.56 | 0.78 | +201 | 1.00* |
| to India | 0.18 | 0.36 | +1,549 | - |
| Edible oil exports | 0.69 | 0.98 | +190 | 0.76 |
| Palm oil imports | 2.58 | 2.17 | +24.9 | 3.70* |
| Edible oil imports | 6.76 | 4.90 | +1.4 | 7.70 |

*Note: Calendar years, except 2026/27F (Oct 26-Sep 27), which is CASDE except*
** USDA. No forecast is published for exports by destination.*
*Soybean oil is HS 1507 (crude and refined).*
*Source: GACC, China Agriculture Outlook Committee, Ministry of Agriculture and Rural Affairs, USDA, UOB Kay Hian*

### Peer Comparison

| Company | Ticker | Rec | Share Price 4 Nov 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 (RM) | Price/ NAV ps (x) |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Hap Seng Plantations | HAPL MK | BUY | 2.24 | 3.05 | 36.2 | Dec-26 | 13.4 | 9.7 | 8.2 | 4.8 | 6.3 | 1,664.3 | 0.8 |
| Genting Plantations | GENP MK | BUY | 5.00 | 7.42 | 48.4 | Dec-26 | 12.8 | 11.6 | 10.3 | 4.9 | 6.1 | 4,898.2 | 1.0 |
| IOI Corporation | IOI MK | BUY | 4.44 | 5.50 | 23.9 | Jun-27 | 18.7 | 16.4 | 15.7 | 2.8 | 13.2 | 28,503.8 | 2.2 |
| Kuala Lumpur Kepong | KLK MK | BUY | 21.08 | 28.50 | 35.2 | Sep-26 | 29.3 | 15.9 | 13.6 | 2.9 | (4.3) | 24,703.5 | 2.0 |
| SD Guthrie | SDG MK | BUY | 5.93 | 8.30 | 40.0 | Dec-26 | 17.0 | 15.4 | 14.0 | 3.3 | 15.4 | 42,365.9 | 2.3 |

*Source: Bloomberg, UOB Kay Hian*

- **The surplus should shrink in 2026/27.** China's October China Agricultural Supply and Demand Estimates (CASDE) put 2026/27 soybean imports at 95.5m tonnes, down 7.6% from 103.3m tonnes, with crush at 94m tonnes and edible oil exports at 760,000 tonnes, below the pace of the first nine months of 2026. The government has ordered the breeding sow herd cut to 36.5m, 3.1m fewer than at end-25, which reduces soybean meal demand.
- **China's own palm oil demand has recovered, mostly from Indonesia.** GACC data showed palm oil imports of 2.17m tonnes in 9M26, up 24.9%. Indonesia supplied 94% of China's refined palm olein imports, so Malaysian growers gain little directly. Buying rose even though soybean oil futures on the Dalian Commodity Exchange (DCE) were Rmb762/tonne cheaper than palm olein futures on 29 September. With China's commercial palm oil stocks about 60% above a year earlier, we expect its buying to slow in 4Q26.

## Valuation/Recommendation

- **Maintain OVERWEIGHT.** We keep our CPO price assumptions of RM4,500 per tonne for 2026 and RM4,700 per tonne for 2027. Chinese soybean oil caps palm oil's upside in India, but our 2027 assumption rests on El Niño cutting output and drawing stocks down from an estimated 3.7m tonnes at end-October. 2027 crude palm oil futures (FCPO) averaged about RM4,760 on 2 November, down from RM4,883 on 6 October. Our sector picks remain SD Guthrie, Genting Plantations and Kuala Lumpur Kepong.

## Sector Catalyst/Risk

- **Risk: China crushes more than planned.** If the sow herd cut is slower and USDA's 108m-tonne import forecast proves right, Chinese soybean oil exports could pass 1m tonnes a year, competing with palm oil at an equal 11% Indian duty.
- **Risk: China's palm oil restocking reverses.** China's commercial palm oil stocks are about 60% above a year earlier; slower buying would leave more Indonesian oil to compete in India.

### India's Soybean Oil Imports By Origin (m tonnes)

| Oil Year | 2025/26 |
|---|---|
| Argentina | 2.66 |
| Brazil | 1.23 |
| China* | 0.48 |
| US | 0.00 |
| Total | 5.65 |
| China share (%) | 8.4 |

*Note: SEA oil-year data to September.*
** GACC exports to India, Nov 25-Sep 26.*
*Source: SEA, GACC, UOB Kay Hian*

### Malaysian Palm Oil Balance (m tonnes)

| m tonnes | Aug 26 | Sep 26 | Oct 26F |
|---|---|---|---|
| Production | 1.82 | 2.11 | 2.17 |
| Imports | 0.05 | 0.06 | 0.06 |
| Exports | 1.29 | 1.22 | 1.77 |
| Domestic use | 0.38 | 0.26 | 0.30 |
| Closing stocks | 2.82 | 3.51 | 3.67 |

*Note: October production applies the midpoint of the UOB Kay Hian October production survey (+1% to +5% month on month).*
*Source: MPOB, ITS, UOB Kay Hian estimates*

# Market Spotlight

**Market News**

The FBMKLCI slid 5.29pt to close at 1,616.56 yesterday amid profit taking. Meanwhile, Asian stock markets traded mixed to lower on Wednesday, as investors aggressively repositioned ahead of the US midterm election outcomes and grappled with an escalating global technological realignment. The FBMKLCI's top gainers were YTL Power International (+1.8%), MISC (+1.2%) and Petronas Chemicals Group (+0.86%), while the top losers were CelcomDigi (-2.6%), Nestle (M) (-2.5%) and Malayan Banking (-1.4%). In the broader market, gainers outpaced losers 646 to 441 with 519 counters unchanged. Turnover was 2.82b share valued at RM2.58b.

US stocks were higher after the close on Wednesday, as gains in the consumer services, healthcare and financials sectors led shares higher. At the close in NYSE, the Dow Jones Industrial Average added 3.19% to hit a new 1-month high, while the S&P 500 Index gained 1.80%, and the NASDAQ Composite Index added 1.78%. Rising stocks outnumbered declining ones on the New York Stock Exchange by 2,098 to 705 and 47 ended unchanged; on the Nasdaq Stock Exchange, 2,152 rose and 1,227 declined, while 83 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: | 1,616.56 |
| Expected moving range: | 1,600-1,630 |

**Technical View:**

**Based on the daily chart candlestick analysis, yesterday's blip was a normal profit-taking activity, and upon normalisation of selling pressure may place the index back on the uptrend along the rising trendline. We expect the index to hit the immediate resistance of 1,624 level if the overall positive sentiment remains sustainable. With the index sliding lower, trading volume is also getting thinner, indicating weaker selling pressure. Support and resistance levels are still maintained as follows:**

**Support:** 1,590, 1,585

**Resistance:** 1,624, 1,651

## FCPO




*Source: TradingView*

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

Technical SELL with -2.8% downside

| | |
|---|---|
| Trading SELL range: | RM4,500-4,540 |
| Last price: | RM4,495 |
| Target price: | RM4,401, RM4,369 |
| Resistance: | RM4,599 |
| Stop-loss: | RM4,601 |

**SELL with a target price of RM4,369 and stop-loss at RM4,601. Based on the chart, FCPO continues the bearish movement and closed lower at RM4,495 yesterday. This bearish movement is supported by the downtick in RSI and bearish crossover in both MACD and DMI indicators. We maintained our targets at RM4,401 and RM4,369 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 +1.1% potential return

| | |
|---|---|
| Trading BUY range: | 1,600-1,610 |
| Last price: | 1,621.5 |
| Target price: | 1,636, 1,639 |
| Support: | 1,612 |
| Stop-loss: | 1,611 |

**BUY with a target price of 1,639 and stop-loss at 1,611. Based on the chart, FKLI continues the bullish movement and closed higher at 1,621.5 yesterday. This bullish movement is supported by an uptick in the RSI and bullish crossovers in both MACD and DMI indicators. We still maintained our targets at 1,636 and 1,639 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*

## Pantech Group Holdings PGHB MK

Technical BUY on breakout with +17.0% potential return

| | |
|---|---|
| Trading BUY range: | RM0.705-0.71 |
| Last price: | RM0.68 |
| Target price: | RM0.795, RM0.825 |
| Support: | RM0.645 |
| Stop-loss: | RM0.64 |

**BUY on breakout with a target price of RM0.825 and stop-loss at RM0.64. Yesterday, share price closed above the BBI line to keep up the bullish momentum towards the previous resistance. This was supported by the MACD's bullish crossover and is consistent with the uptick in the RSI which suggests stronger buying momentum ahead. We peg our target prices at RM0.795 and RM0.825 once the stock breaks above RM0.705.**

Expected timeframe: Two weeks to two months

*Note: Not available for CFD Trading*




*Source: UOBKH ChartGenie*

## Scicom (MSC) SCIC MK

Technical BUY on breakout with +13.7% potential return

| | |
|---|---|
| Trading BUY range: | RM2.19-2.20 |
| Last price: | RM2.19 |
| Target price: | RM2.41, RM2.49 |
| Support: | RM2.00 |
| Stop-loss: | RM1.99 |

**BUY on breakout with a target price of RM2.49 and stop-loss at RM1.99. Yesterday's movement has triggered a BUY on the back of a positive closing above the BBI line and a growing bullish divergence in the MACD while the DMI is on the verge of making a golden cross to the positive signal. Coupled with the consistent climb along the trendline, this is likely to increase the probability of SCIC moving higher in the near term. We peg our targets at RM2.41 and RM2.49 if the stock penetrates the breakout level of RM2.19.**

Expected timeframe: Two weeks to two months

*Note: Not available for CFD Trading*




*Source: UOBKH ChartGenie*

## Winstar Capital
## WINSTAR MK

Technical BUY with +13.8% potential return

| | |
|---|---|
| Trading BUY range: | RM0.65-0.66 |
| Last price: | RM0.65 |
| Target price: | RM0.685, RM0.74 |
| Support: | RM0.615 |
| Stop-loss: | RM0.61 |

**BUY with a target price of RM0.74 and stop-loss at RM0.61. Based on the daily chart, WINSTAR has formed higher highs and higher lows that indicate an uptrend. As the stock climbs steadily along the BBI lines, we expect the recent uptrend to resume. This is consistent with the rising buying momentum as shown by an uptick in the RSI and bullish crossover in MACD. Moving forward, we expect WINSTAR will continue the bullish movement toward our targets in the near term.**

Expected timeframe: Two weeks to two months

*Note: Not available for CFD Trading*

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