

Tan Sue Wen

(603) 7890 8888 (ext 2095)

suewen.tan@apexsecurities.com.my

Ong Tze Hern

(603) 7890 8888 (ext 2113)

tzehern.ong@apexsecurities.com.my

Recommendation:	BUY
Current Price:	RM 1.24
Previous Target Price:	RM 1.60
Target Price:	↔ RM 1.60
Capital Upside/Downside:	29.0%
Dividend Yield (%):	0.0%
Total Upside/Downside	29.0%

Stock information

Board	MAIN
Sector	Renewable Energy
Bursa / Bloomberg Code	0223 / SAMAIKEN MK
Syariah Compliant	Yes
ESG Rating	★★★
Shares issued (m)	449.9
Market Cap (RM' m)	557.8
52-Week Price Range (RM)	1.33-0.91
Beta (x)	1.2
Free float (%)	42.6
3M Average Volume (m)	0.5
3M Average Value (RM' m)	0.6

Top 3 Shareholders

	(%)
Datuk Ir. Chow Pui Hee	30.0
Chudenko Corp	18.6
Oversea-Chinese Banking Corp Ltd	2.6

Share Price Performance



	1M	3M	12M
Absolute (%)	5.1	20.4	2.5
Relative (%)	5.7	21.6	9.3

Earnings Summary	FY24	FY25F	FY26F
Revenue (RM'm)	227.2	312.3	472.3
PATAMI (RM'm)	14.3	18.3	28.2
CNP (RM'm)	13.6	18.3	28.2
EPS - core (sen)	3.0	4.1	6.3
P/E(x)	41.1	30.5	19.8

Samaiden Group Berhad

Three New FiT Projects

- SAMAIKEN secured three bioenergy projects (18MWac installed capacity) under SEDA Malaysia's 2025 e-bidding.** All plants are expected to commence operations by the scheduled FiT start date of 25 July 2028 and will operate under a 21-year PPA from that date.
- We view the development positively, as it provides the Group with an additional source of recurring income while establishing a more diversified PPA portfolio beyond solar.**
- We estimate that these projects will generate c.RM7.2m in annual PATMI for the Group, representing ~39% of FY25F core net profit.**
- Following these contract wins, SAMAIKEN's total RE portfolio is estimated at 178MWac.** Assuming all assets become operational by FY29F, our preliminary estimates indicate that Group total recurring PATMI could reach about RM21m.
- After incorporating equity value from the PPAs, we derive an unchanged target price of RM1.60, based on a sum-of-parts (SOP) valuation and a three-star ESG rating. Maintain BUY.**

18MWac FiT wins. SAMAIKEN has secured three bioenergy projects with a combined 18MWac installed capacity and 16.4MWac net export capacity under SEDA Malaysia's 2025 e-bidding exercise. The projects consist of two biomass power plants in Tangkak, Johor and Kemaman, Terengganu, as well as a biogas power plant in Bachok, Kelantan. The biogas plant was awarded a tariff of 25.2 sen/kWh, while the biomass plants received a tariff of 28.8 sen/kWh. All plants are expected to commence operations by the scheduled FiT start date of 25 July 2028 (1QFY29) and will operate under a 21-year Feed-in Tariff (FiT) arrangement from that date.

Our Take. We view the development **positively**, as it provides the Group with an additional source of recurring income while establishing a more diversified PPA portfolio beyond solar. Assuming a capex of RM12m/MWac for biomass and RM6m/MWac for biogas, a blended tariff rate of 28.5 sen/kWh, an 80:20 debt-to-equity financing structure, and a double-digit IRR, we estimate that these projects will generate c.RM7.2m in annual PATMI for the Group, representing ~39% of FY25F core net profit. Following recent contract wins, SAMAIKEN's total RE portfolio is estimated at 178MWac comprising LSS5 (56%), CGPP (31%), Bioenergy (11%), with the remainder from other sources. Assuming all assets become operational by FY29F, our preliminary estimates indicate recurring PATMI could reach about RM21m.

Fig 1: Summary of Bioenergy Projects

No	Location	Renewable Resource	Installed Capacity (Mwac)	Net Export (Mwac)	Stake	Duration (Years)	COD	Tariff rate (kWh)
1	Kemaman, Terengganu	Biomass	11.0	10.0	51%	21	25-Jul-28	0.29
2	Tangkak, Johor	Biomass	5.5	1.4	88%	21	25-Jul-28	0.29
3	Bachok, Kelantan	Biogas	1.5	5.0	100%	21	25-Jul-28	0.25

Source: Company

Outlook. SAMAIKEN aims to achieve a 10% recurring income target by 2027 (up from less than 1% as at 9MFY25). In the near term, growth is expected to be supported by the LSS5+ programme, given that Samaiden has already secured a 99.99MWac solar project under Package 3 of LSS5 as a project developer in December 2024. Management is also focusing on incremental growth from rooftop solar PPAs, targeting an additional 15–20MWac per year to further support the recurring income target. With a conservative gearing ratio of 0.17x as of 31 March 2025, we see limited risk to financing capacity. Overall, we believe Samaiden is well-positioned to expand its solar portfolio and deliver on its medium-term growth objectives.

Earnings revision. No changes to our earnings forecast, as earnings contribution from the bioenergy plants will only be reflected in FY29F.

Valuation & Recommendation. After incorporating the new PPAs, we arrive at an unchanged TP of **RM1.60**, based on a sum-of-parts (SOP) valuation and supported by a three-star ESG rating.

Maintain **BUY**. We continue to favour SAMAI DEN for its (i) **expertise in ground-mounted solar PV projects**, (ii) industry-leading **low gearing** with a net cash position as of 3QFY25, and (iii) strategic focus on **bioenergy solutions**, which sets it apart from other solar EPCC players.

Risks. Increase in solar module costs. Inability to complete projects in time. Intense market competition.

Financial Highlights

Income Statement

FYE Jun (RM m)	FY22	FY23	FY24	FY25F	FY26F
Revenue	150.7	170.8	227.2	312.3	472.3
Gross Profit	25.5	25.8	35.5	37.3	59.6
EBITDA	16.7	14.3	22.7	29.0	48.3
Depreciation & Amortisation	-0.6	-1.0	-1.0	-4.3	-9.2
EBIT	16.1	13.3	21.7	24.8	39.0
Net Finance Income/ (Cost)	-0.8	-1.2	-1.6	-0.4	-1.4
Associates & JV	0.0	0.0	0.0	0.0	0.0
Pre-tax Profit	15.4	12.1	20.1	24.3	37.6
Tax	-4.5	-3.3	-5.8	-6.1	-9.4
Profit After Tax	10.9	8.7	14.3	18.2	28.2
Minority Interest	0.0	0.0	0.0	0.0	0.0
Net Profit	10.9	8.8	14.3	18.3	28.2
Exceptionals	-0.9	0.4	0.7	0.0	0.0
Core Net Profit	11.8	8.4	13.6	18.3	28.2

Key Ratios

FYE Jun (RM m)	FY22	FY23	FY24	FY25F	FY26F
EPS (sen)	2.6	1.9	3.0	4.1	6.3
P/E(x)	47.5	66.6	41.1	30.5	19.8
P/B(x)	6.5	5.7	4.1	3.6	3.1
EV/EBITDA(x)	37.5	46.1	30.1	20.5	10.9
DPS (sen)	0.0	0.0	0.5	0.0	0.0
Dividend Yield (%)	0.0%	0.0%	0.4%	0.0%	0.0%
EBITDA margin (%)	11.1%	8.4%	10.0%	9.3%	10.2%
EBIT margin (%)	10.7%	7.8%	9.6%	7.9%	8.3%
PBT margin (%)	10.2%	7.1%	8.8%	7.8%	8.0%
PAT margin (%)	7.2%	5.1%	6.3%	5.8%	6.0%
NP margin (%)	7.2%	5.1%	6.3%	5.9%	6.0%
CNP margin (%)	7.8%	4.9%	6.0%	5.9%	6.0%
ROE (%)	13.6%	8.6%	10.1%	12.0%	15.6%
ROA (%)	7.0%	4.3%	6.6%	7.0%	7.5%
Gearing (%)	13.8%	6.6%	6.3%	11.6%	35.8%
Net gearing (%)	Net Cash	Net Cash	Net Cash	Net Cash	18.8%

Valuations

Value (RM' m)	Valuation methodology
EPCC	752.70
REassets	43.65
Proceeds from warrants/ ESOS	101.79
SOP Value	898.14
Enlarged share base (m share)	559.90
Fair Value (RM)	1.60
ESG premium/discount	0.0%
Implied Fair Value (RM)	1.60

Source: Company, Apex Securities

Balance Sheet

FYE Jun (RM m)	FY22	FY23	FY24	FY25F	FY26F
Cash	80.2	108.2	132.2	55.3	30.8
Receivables	35.8	37.2	52.1	56.2	60.7
Inventories	0.7	0.5	0.4	0.3	0.2
Other current assets	47.0	41.9	12.5	46.7	69.1
Total Current Assets	163.7	187.9	197.2	158.6	160.9
Fixed Assets	1.8	3.4	5.2	98.8	213.8
Intangibles	3.4	3.0	2.4	2.4	2.4
Other non-current assets	0.1	0.3	0.3	0.3	0.3
Total Non-Current Assets	5.4	6.6	7.9	101.5	216.5
Short-term debt	10.9	4.5	6.6	14.2	51.9
Payables	62.5	70.6	56.8	68.7	103.2
Other current liabilities	5.7	17.0	3.5	18.9	26.4
Total Current Liabilities	79.2	92.2	66.9	101.9	181.5
Long-term debt	0.9	1.9	1.8	3.6	13.0
Other non-current liabilities	2.9	2.4	1.8	1.8	1.8
Total Non-Current Liabilities	3.8	4.4	3.6	5.3	14.7
Shareholder's equity	86.0	97.8	134.5	152.7	181.0
Minority interest	0.2	0.1	0.1	0.1	0.1
Total Equity	86.2	97.9	134.6	152.8	181.1

Cash Flow

FYE Jun (RM m)	FY22	FY23	FY24	FY25F	FY26F
Pre-tax profit	16.4	13.4	21.9	24.3	37.6
Depreciation & amortisation	0.6	1.0	1.0	4.3	9.2
Changes in working capital	-8.6	24.9	-15.1	-10.8	15.1
Others	-2.0	-5.9	-6.3	-5.6	-8.0
Operating cash flow	6.3	33.4	1.4	12.1	53.9
Capex	-0.5	-1.9	-2.1	-97.9	-124.2
Others	-3.7	1.5	3.9	1.1	1.2
Investing cash flow	-4.2	-0.4	1.8	-96.8	-123.0
Dividends paid	0.0	0.0	-2.0	0.0	0.0
Others	34.1	-5.6	24.1	7.8	44.5
Financing cash flow	34.1	-5.6	22.0	7.8	44.5
Net cash flow	36.2	27.4	25.2	-76.9	-24.6
Forex	0.0	0.2	-0.2	0.0	0.0
Others	0.0	0.0	0.0	0.0	0.0
Beginning cash	32.8	69.0	96.6	121.7	44.8
Ending cash	69.0	96.6	121.7	44.8	20.2

ESG Matrix Framework:

Environment

Parameters	Rating	Comments
Climate	★★★	Scope 1 and Scope 2 GHG emissions totalled 109.7m tCO ₂ e in 2024, marking a 33.2% year-on-year decrease from 2022.
Waste & Effluent	★★★	Implemented the 3R (Reduce, Reuse, Recycle) initiative, featuring dedicated 3R bins on each office level to facilitate responsible waste disposal.
Energy	★★★	The Group's clean energy assets generated 1,152,503.70 kWh of clean energy.
Water	★★★	Water consumption totalled 0.671 megalitres, reflecting a 7.19% reduction from the previous year's consumption of 0.723 megalitres.
Compliance	★★★	The Group complies with all local and international environmental regulations.

Social

Diversity	★★★	In 2024, 37% of the workforce were female. At the management level, 33.33% were female, meeting the MCCG recommendation of a 30% women directors' composition on the Board.
Human Rights	★★★	Samaiden enforces various frameworks to uphold human rights and labour relations, including zero tolerance for human trafficking, forced labour, and child labour.
Occupational Safety and Health	★★★	In 2024, 89 employees received training on health and safety standards. No employee fatalities were recorded, and the total recordable incident rate (TRIR) reduced to 0, compared to 0.4 in the previous year.
Labour Practices	★★★	Samaiden complies with all relevant labour laws.

Governance

CSR Strategy	★★★	Actively engaged with communities, including awarding RM1,000 for an excellent student award and sponsoring the installation of solar panels for seven households in Sabah.
Management	★★★	Among the board members, 33% (2 out of 6) were female, while 67% (4 out of 6) were independent directors.
Stakeholders	★★★	The Group organises quarterly analyst briefings for analysts and holds an annual general meeting (AGM) for investors.

Overall ESG Scoring: ★★★

Recommendation Framework:

BUY: Total returns* are expected to exceed 10% within the next 12 months.

HOLD: Total returns* are expected to be within +10% to – 10% within the next 12 months.

SELL: Total returns* are expected to be below -10% within the next 12 months.

TRADING BUY: Total returns* are expected to exceed 10% within the next 3 months.

TRADING SELL: Total returns* are expected to be below -10% within the next 3 months.

*Capital gain + dividend yield

Sector Recommendations:

OVERWEIGHT: The industry defined by the analyst is expected to exceed 10% within the next 12 months.

NEUTRAL: The industry defined by the analyst is expected to be within +10% to – 10% within the next 12 months.

UNDERWEIGHT: The industry defined by the analyst, is expected to be below -10% within the next 12 months.

ESG Rating Framework:

★★★★★ : Appraised with 3% premium to fundamental fair value

★★★★ : Appraised with 1% premium to fundamental fair value

★★★ : Appraised with 0% premium/discount to fundamental fair value

★★ : Appraised with -1% discount to fundamental fair value

★ : Appraised with -5% discount to fundamental fair value

Disclaimer: The report is for internal and private circulation only and shall not be reproduced either in part or otherwise without the prior written consent of Apex Securities Berhad. The opinions and information contained herein are based on available data believed to be reliable. It is not to be construed as an offer, invitation or solicitation to buy or sell the securities covered by this report.

Opinions, estimates and projections in this report constitute the current judgment of the author. They do not necessarily reflect the opinion of Apex Securities Berhad and are subject to change without notice. Apex Securities Berhad has no obligation to update, modify or amend this report or to otherwise notify a reader thereof in the event that any matter stated herein, or any opinion, projection, forecast or estimate set forth herein, changes or subsequently becomes inaccurate.

Apex Securities Berhad does not warrant the accuracy of anything stated herein in any manner whatsoever and no reliance upon such statement by anyone shall give rise to any claim whatsoever against Apex Securities Berhad. Apex Securities Berhad may from time to time have an interest in the company mentioned by this report. This report may not be reproduced, copied or circulated without the prior written approval of Apex Securities Berhad.

As of **Thursday, 31 Jul, 2025**, the analyst(s), whose name(s) appears on the front page, who prepared this report, has interest in the following securities covered in this report:

(a) nil.