

Tan Sue Wen

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Recommendation:	BUY
Current Price:	RM 1.20
Previous Target Price:	RM 1.35
Target Price:	RM 1.40 ↑
Capital Upside/ Downside:	16.7%
Dividend Yield (%):	0.0%
Total Upside/ Downside	16.7%

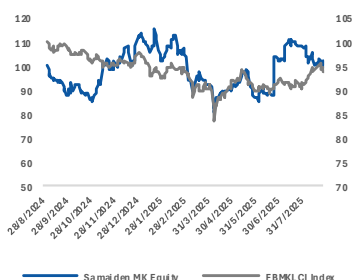
Stock information

Board	MAIN
Sector	Renewable Energy
Bursa / Bloomberg Code	0223 / SAMAIKEN MK
Syariah Compliant	Yes
ESG Rating	★★★
Shares issued (m)	450.4
Market Cap (RM' m)	540.5
52-Week Price Range (RM)	1.33-0.91
Beta (x)	1.2
Free float (%)	42.7
3M Average Volume (m)	0.7
3M Average Value (RM' m)	0.8

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 (%)	-3.2	20.0	2.6
Relative (%)	-6.4	14.6	8.5

Earnings Summary	FY25	FY26F	FY27F
Revenue (RM'm)	353.6	455.8	531.2
PATAMI (RM'm)	20.2	19.9	24.7
CNP (RM'm)	16.7	19.9	24.7
EPS - core (sen)	3.7	4.4	5.5
P/E(x)	32.4	27.1	21.9

Samaiden Group Berhad

99.99MWac LSS5+ Win

- SAMAIKEN** has received a Letter of Notification (LON) from the Energy Commission to develop a 99.99MWac LSS plant in Johor under LSS PETRA 5+, with commercial operation targeted by October 2027. The project is estimated to contribute approximately RM4m in annual PATMI to the Group.
- In the near term, growth is expected to be supported by the CRESS programme, following the government's recent reduction in the SAC, which has enhanced the attractiveness of solar investments.
- Maintain **BUY** recommendation with a higher TP of **RM1.40** (from **RM1.35**), incorporating the 99.99MWac solar project in our SOP valuation, alongside a three-star ESG rating.

LSS5+ win. SAMAIKEN has received a Letter of Notification (LON) from the Energy Commission to develop a 99.99MWac large-scale solar (LSS) plant in Segamat, Johor under the LSS PETRA 5+ programme (Package 3). The project is scheduled for completion by October 2027 (2QFY28) and will supply electricity to Tenaga Nasional Berhad (TNB) under a 21-year Solar Power Purchase Agreement (SPPA).

Our Take. We view the development **positively** as it provides the Group with an additional source of recurring income. Applying a rule of thumb of RM2.2m/MWac based on solar module prices of USD0.09/watt, the estimated capex for the 99.99MWac plant is c.RM220.0m. Assuming an 80:20 debt-to-equity structure and dispatch tariffs in the range of 13–16 sen/kWh (industry estimates), the project is expected to deliver a mid-single-digit IRR. We estimate an annual PATMI contribution of ~RM4m to SAMAIKEN. Financing is unlikely to be an issue, given SAMAIKEN's net cash position as at 4QFY25 and its RM896m in unused sukuk issuance capacity. As the sole project owner (100% stake), SAMAIKEN is also likely to undertake the EPCC works.

Outlook. This marks SAMAIKEN's second sizable solar project win after LSS5, bringing its effective RE portfolio to c.250MWac. To recap, the Group is targeting 10% recurring income by 2027 (from less than 1% in 12MFY25), with solar farms expected to remain the key driver in scaling towards this goal. In the near term, growth is likely to be supported by the CRESS programme, where the recent reduction in the SAC has made solar offtake more competitive relative to the Green Electricity Tariff (GET), thereby enhancing the appeal of solar investments for own consumption, particularly among corporates seeking to offset carbon emissions. This is expected to spur CRESS uptake, thereby providing an additional tailwind for SAMAIKEN's expansion. Backed by a robust balance sheet and RM720m sukuk headroom (post-LSS5+ allocation), the Group has the capacity to finance up to ~320MWac of solar projects. We believe SAMAIKEN is well-positioned to scale its portfolio and deliver on its medium-term growth objectives.

Earnings revision. There are no changes to our earnings forecast, as contributions from the LSS5+ solar plant will only be reflected from FY28 onwards.

Valuation & Recommendation. Maintain our **BUY** recommendation with a higher TP of **RM1.40** (from **RM1.35**), incorporating the 99.99MWac solar project in our SOP valuation, alongside a three-star ESG rating. We continue to favour SAMAIKEN for its (i) **expertise in ground-mounted solar PV projects**, (ii) industry-leading **low gearing** with a net cash position as of 4QFY25, 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.

Company Update

Thursday, 04 Sep, 2025

Financial Highlights

Income Statement

FYE Jun (RM m)	FY23	FY24	FY25	FY26F	FY27F
Revenue	170.8	227.2	353.6	455.8	531.2
Gross Profit	25.8	35.5	47.6	49.7	60.0
EBITDA	14.3	20.2	27.4	30.2	37.5
Depreciation & Amortisation	-1.0	-0.2	-1.1	-1.1	-2.0
EBIT	13.3	20.0	26.3	29.1	35.5
Net Finance Income/ (Cost)	0.1	1.9	-0.4	-2.4	-2.5
Associates & JV	0.0	0.0	-0.1	-0.1	-0.1
Pre-tax Profit	13.4	21.9	25.9	26.6	33.0
Tax	-3.3	-5.8	-5.7	-6.6	-8.2
Profit After Tax	10.1	16.0	20.1	19.9	24.7
Minority Interest	0.0	0.0	-0.1	0.0	0.0
Net Profit	10.1	16.0	20.2	19.9	24.7
Exceptionals	0.4	0.7	3.6	0.0	0.0
Core Net Profit	9.7	15.3	16.7	19.9	24.7

Key Ratios

FYE Jun (RM m)	FY23	FY24	FY25	FY26F	FY27F
EPS (sen)	2.2	3.4	3.7	4.4	5.5
P/E(x)	55.7	35.3	32.4	27.1	21.9
P/B (x)	5.5	4.0	3.2	2.9	2.5
EV/ EBITDA (x)	44.9	32.9	23.5	23.0	18.9
DPS (sen)	0.0	0.5	2.2	0.0	0.0
Dividend Yield (%)	0.0%	0.4%	1.8%	0.0%	0.0%
EBITDA margin (%)	8.4%	8.9%	7.8%	6.6%	7.1%
EBIT margin (%)	7.8%	8.8%	7.4%	6.4%	6.7%
PBT margin (%)	7.8%	9.6%	7.3%	5.8%	6.2%
PAT margin (%)	5.9%	7.0%	5.7%	4.4%	4.7%
NP margin (%)	5.9%	7.1%	5.7%	4.4%	4.6%
CNP margin (%)	5.7%	6.7%	4.7%	4.4%	4.6%
ROE (%)	9.9%	11.4%	9.9%	10.6%	11.6%
ROA (%)	5.0%	7.4%	2.9%	3.1%	3.6%
Gearing (%)	6.6%	6.3%	64.0%	61.6%	59.2%
Net gearing (%)	Net Cash	Net Cash	Net Cash	Net Cash	Net Cash

Valuations	Value (RM' m)	Valuation methodology
EPCC	613.42	30x FY27F PER
REassets	71.96	Ke=12.0%
Proceeds from warrants/ ESOS	101.79	
SOP Value	787.17	
Enlarged share base (m share)	559.90	
Fair Value (RM)	1.40	
ESG premium/ discount	0.0%	
Implied Fair Value (RM)	1.40	

Source: Company, Apex Securities

Balance Sheet

FYE Jun (RM m)	FY23	FY24	FY25	FY26F	FY27F
Cash and bank balances	108.2	132.2	212.4	271.3	292.8
Receivables	37.2	54.1	326.4	329.6	332.9
Inventories	0.5	0.4	0.3	0.2	0.1
Other current assets	41.9	12.6	2.1	5.1	5.6
Total Current Assets	187.9	199.4	541.2	606.2	631.5
Fixed Assets	3.4	4.1	17.6	30.6	42.8
Other non-current assets	3.3	3.8	8.7	8.7	8.7
Total Non-Current Assets	6.6	7.9	26.3	39.3	51.6
Short-term debt	4.5	6.6	105.0	92.4	100.6
Payables	70.6	40.4	184.8	243.7	235.6
Other current liabilities	17.0	22.2	101.9	92.8	103.5
Total Current Liabilities	92.2	69.2	391.6	428.9	439.6
Long-term debt	1.9	1.8	2.3	23.1	25.1
Other non-current liabilities	2.4	1.8	5.9	5.9	5.9
Total Non-Current Liabilities	4.4	3.6	8.2	29.1	31.1
Shareholder's equity	97.8	134.3	167.4	187.3	212.0
Minority interest	0.1	0.1	0.3	0.3	0.3
Total Equity	97.9	134.4	167.7	187.6	212.3

Cash Flow

FYE Jun (RM m)	FY23	FY24	FY25	FY26F	FY27F
Pre-tax profit	13.4	21.9	25.9	26.6	33.0
Depreciation & amortisation	1.0	0.2	1.1	1.1	2.0
Changes in working capital	24.9	-16.0	-34.9	43.6	-1.1
Others	-5.9	-3.6	-8.5	-4.2	-5.7
Operating cash flow	33.4	2.4	-16.4	67.1	28.1
Capex	-1.9	-2.2	-20.5	-14.1	-14.2
Others	1.5	4.4	-20.6	2.2	2.5
Investing cash flow	-0.4	2.2	-41.1	-11.9	-11.7
Dividends paid	0.0	-2.0	-9.2	0.0	0.0
Others	-5.6	22.1	122.3	3.7	5.1
Financing cash flow	-5.6	20.0	113.1	3.7	5.1
Net cash flow	27.4	24.7	55.6	58.9	21.5
Forex	0.2	0.1	-0.1	0.0	0.0
Others	0.0	0.0	0.0	0.0	0.0
Beginning cash	69.0	96.6	121.4	176.9	235.8
Ending cash	96.6	121.4	176.9	235.8	257.3

ESG Matrix Framework:

Environment

Parameters	Rating	Comments
Climate	★★★	Scope 1 and Scope 2 GHG emissions totaled 109.7m tCO2e 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 totaled 0.671 megaliters, reflecting a 7.19% reduction from the previous year's consumption of 0.723 megaliters.
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 labor relations, including zero tolerance for human trafficking, forced labor, and child labor.
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 labor 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

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As of **Thursday, 04 Sep, 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.