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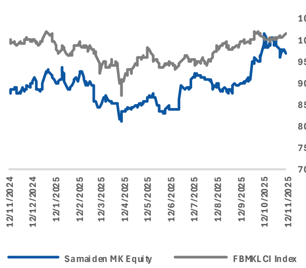
| Recommendation: | | HOLD |
|---|---|---|
| Current Price: | | RM 1.45 |
| Previous Target Price: | | RM 1.42 |
| Target Price: | ↔ | RM 1.42 |
| Capital Upside/Downside: | | -2.1% |
| Dividend Yield (%): | | 1.4% |
| **Total Upside/Downside** | | **-0.7%** |

| Stock information | |
|---|---|
| Board | MAIN |
| Sector | Renewable Energy |
| Bursa / Bloomberg Code | 0223 / SAMAIDEN MK |
| Syariah Compliant | Yes |
| ESG Rating | ★★★ |
| Shares issued (m) | 499.0 |
| Market Cap (RM' m) | 723.5 |
| 52-Week Price Range (RM) | 1.62-0.91 |
| Beta (x) | 1.2 |
| Free float (%) | 45.6 |
| 3M Average Volume (m) | 1.4 |
| 3M Average Value (RM' m) | 1.9 |

| Top 3 Shareholders | (%) |
|---|---|
| Datuk Ir. Chow Pui Hee | 29.6 |
| Chudenko Corp | 16.7 |
| Oversea-Chinese Banking Corp Ltd | 2.3 |

**Share Price Performance**




| | 1M | 3M | 12M |
|---|---|---|---|
| Absolute (%) | -2.0 | 26.1 | 20.8 |
| Relative (%) | -3.0 | 23.3 | 18.9 |

| Earnings Summary | FY25 | FY26F | FY27F |
|---|---|---|---|
| Revenue (RM'm) | 353.5 | 539.6 | 549.8 |
| PATAMI (RM'm) | 20.2 | 23.2 | 25.4 |
| CNP (RM'm) | 21.8 | 23.2 | 25.4 |
| EPS - core (sen) | 4.4 | 4.7 | 5.1 |
| P/E (x) | 33.2 | 31.1 | 28.4 |

# Samaiden Group Berhad

## Post-results briefing takeaways

- **Earnings momentum expected to strengthen in FY26, supported by the RM617.5m order book, accelerated recognition from CGPP projects and the commencement of LSS5 works.**
- **RM1bn order book target remains achievable, with LSS5+ likely to drive near-term replenishment, mirroring LSS5's 18.3% market share (current c.5%).**
- **Panel price increases of 15-20% remain manageable, supported by market-to-order procurement model and a stronger MYR that helps cushion procurement costs.**
- **Maintain HOLD recommendation with an unchanged TP of RM1.42, based on SOP valuation.**

We attended SAMAIDEN's post-results briefing recently and below are the key takeaways:

**Earnings momentum expected to strengthen in FY26**. The Group's earnings outlook remains positive, supported by a RM617.5m order book (c.1.8x FY25 revenue). Near-term earnings will be driven by ongoing CGPP EPCC works and the commencement of LSS5 construction, which is expected to ramp up by 2QFY26 to meet the COD timelines in 2027-2028. Management indicated that CGPP projects have on average surpassed the 50% completion mark, with several already in mid- and late-stage construction. This places the Group in a favourable position for stronger sequential earnings as these projects enter accelerated billing phases, where revenue and margin recognition typically peak.

**RM1bn order book target remains on track.** Current tender pipeline stood at RM2.0-2.2bn, with LSS5+ forming the bulk of near-term opportunities. YTD, SAMAIDEN has secured about 18.3% market share in LSS5 and appears on track to achieve similar levels for LSS5+ (currently at 5%), supported by its strong execution record and balance sheet. Management is also exploring opportunities in East Malaysia, underpinned by Sarawak's plan to raise renewable capacity to 10GW by 2030 and 15GW by 2035 from 5.8GW currently. Solar farms are expected to gain traction given supportive policies and scalable economics. Based on current resources, management is confident in its ability to take on an additional 200MWac, translating into roughly RM600m of EPCC projects, without constraints. The Group is also advancing CRESS discussions with two HV and UHV offtakers, with one expected to conclude by 1HCY26, providing further upside.

**Panel prices increase manageable despite near-term volatility.** Panel prices have risen 15-20% from the trough, driven by China's tighter tax exemptions, stronger domestic demand and factory shutdowns across parts of the supply chain following tightened energy-intensity controls. This consolidation has reduced effective capacity and contributed to upward price pressure. SAMAIDEN mitigates cost exposure by adopting a market-to-order procurement model, which enables the Group to lock in prices closer to project commencement and avoid carrying high-cost inventory. This approach also allows part of the cost fluctuations to be passed through to clients. In addition, the recent strengthening of the MYR has helped cushion procurement costs, keeping the impact manageable under fixed-cost EPCC arrangements.

**Recurring income to rise gradually with CGPP asset commissioning.** The two own-develop CGPP projects totalling 43MWac are scheduled for completion by end-2025, with initial electricity sales expected by 1QCY26. Based on our estimates, these assets could generate about RM18m in recurring income annually for up to 21 years, supporting a gradual transition towards a more asset-backed earnings mix. Management expects recurring income to scale further over the next two to three years as additional assets come online. Solar farms remain the Group's core focus in expanding recurring income, supported by long-term visibility and strong cash flow.

**Earnings revision.** We make no changes to our earnings forecasts at this juncture.

**Valuation & Recommendation**. Maintain our **HOLD** recommendation with an unchanged TP of **RM1.42**, based on a sum-of-parts valuation and incorporating a three-star ESG rating. We continue to favour SAMAIDEN 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.

## Financial Highlights

**Income Statement**

| FYE Jun (RM m) | FY23 | FY24 | FY25 | FY26F | FY27F |
|---|---|---|---|---|---|
| **Revenue** | **170.8** | **227.2** | **353.5** | **539.6** | **549.8** |
| **Gross Profit** | **25.8** | **35.5** | **49.5** | **58.8** | **62.1** |
| **EBITDA** | **14.3** | **20.2** | **29.9** | **34.3** | **37.3** |
| Depreciation & Amortisation | -1.0 | -0.2 | -1.4 | -1.1 | -1.7 |
| **EBIT** | **13.3** | **20.0** | **28.6** | **33.2** | **35.5** |
| Net Finance Income/ (Cost) | 0.1 | 1.9 | -1.8 | -2.5 | -2.0 |
| Associates & JV | 0.0 | 0.0 | -0.2 | -0.1 | -0.1 |
| **Pre-tax Profit** | **13.4** | **21.9** | **26.6** | **30.6** | **33.5** |
| Tax | -3.3 | -5.8 | -6.5 | -7.4 | -8.0 |
| **Profit After Tax** | **10.1** | **16.0** | **20.1** | **23.3** | **25.5** |
| Minority Interest | 0.0 | 0.0 | -0.1 | 0.0 | 0.0 |
| **Net Profit** | **10.1** | **16.0** | **20.2** | **23.2** | **25.4** |
| Exceptionals | 0.4 | 0.7 | -1.6 | 0.0 | 0.0 |
| **Core Net Profit** | **9.7** | **15.3** | **21.8** | **23.2** | **25.4** |

**Key Ratios**

| FYE Jun (RM m) | FY23 | FY24 | FY25 | FY26F | FY27F |
|---|---|---|---|---|---|
| EPS (sen) | 1.9 | 3.1 | 4.4 | 4.7 | 5.1 |
| P/E (x) | 74.6 | 47.3 | 33.2 | 31.1 | 28.4 |
| P/B (x) | 7.4 | 5.4 | 4.3 | 4.0 | 3.7 |
| EV/EBITDA (x) | 57.7 | 42.0 | 27.7 | 27.3 | 23.9 |
| DPS (sen) | 0.0 | 0.4 | 1.6 | 1.9 | 2.1 |
| Dividend Yield (%) | 0.0% | 0.2% | 1.1% | 1.3% | 1.4% |
| EBITDA margin (%) | 8.4% | 8.9% | 8.5% | 6.4% | 6.8% |
| EBIT margin (%) | 7.8% | 8.8% | 8.1% | 6.2% | 6.5% |
| PBT margin (%) | 7.8% | 9.6% | 7.5% | 5.7% | 6.1% |
| PAT margin (%) | 5.9% | 7.0% | 5.7% | 4.3% | 4.6% |
| NP margin (%) | 5.9% | 7.1% | 5.7% | 4.3% | 4.6% |
| CNP margin (%) | 5.7% | 6.7% | 6.2% | 4.3% | 4.6% |
| ROE (%) | 9.9% | 11.4% | 13.0% | 12.9% | 13.1% |
| ROA (%) | 5.0% | 7.4% | 3.8% | 3.3% | 3.8% |
| Gearing (%) | 6.6% | 6.3% | 63.7% | 59.2% | 55.1% |
| Net gearing (%) | Net Cash | Net Cash | Net Cash | Net Cash | Net Cash |

| Valuations | Value (RM' m) | Valuation methodology |
|---|---|---|
| EPCC | 640.77 | 30x FY27F PER |
| RE assets | 78.49 | Ke = 12.0% |
| Proceeds from warrants/ESOS | 80.78 | |
| SOP Value | 800.05 | |
| Enlarged share base (m share) | 564.28 | |
| **Fair Value (RM)** | 1.42 | |
| ESG premium/discount | 0.0% | |
| **Implied Fair Value (RM)** | **1.42** | |

*Source: Company, Apex Securities*

**Balance Sheet**

| FYE Jun (RM m) | FY23 | FY24 | FY25 | FY26F | FY27F |
|---|---|---|---|---|---|
| Cash and bank balances | 108.2 | 132.2 | 212.6 | 319.0 | 273.8 |
| Receivables | 37.2 | 54.1 | 269.4 | 272.1 | 274.8 |
| Inventories | 0.5 | 0.4 | 0.3 | 0.2 | 0.1 |
| Other current assets | 41.9 | 12.6 | 59.5 | 63.3 | 63.2 |
| **Total Current Assets** | **187.9** | **199.4** | **541.8** | **654.6** | **611.9** |
| Fixed Assets | 3.4 | 4.1 | 16.6 | 26.9 | 36.7 |
| Other non-current assets | 3.3 | 3.8 | 12.5 | 12.5 | 12.5 |
| **Total Non-Current Assets** | **6.6** | **7.9** | **29.2** | **39.5** | **49.3** |
| Short-term debt | 4.5 | 6.6 | 103.7 | 85.4 | 85.6 |
| Payables | 70.6 | 40.4 | 185.7 | 288.5 | 243.8 |
| Other current liabilities | 17.0 | 22.2 | 101.5 | 109.1 | 106.8 |
| **Total Current Liabilities** | **92.2** | **69.2** | **###** | **483.0** | **436.2** |
| Long-term debt | 1.9 | 1.8 | 3.1 | 21.4 | 21.4 |
| Other non-current liabilities | 2.4 | 1.8 | 9.4 | 9.4 | 9.4 |
| **Total Non-Current Liabilitie** | **4.4** | **3.6** | **12.5** | **30.8** | **30.8** |
| Shareholder's equity | 97.8 | 134.3 | 167.4 | 180.0 | 193.9 |
| Minority interest | 0.1 | 0.1 | 0.2 | 0.3 | 0.3 |
| **Total Equity** | **97.9** | **134.4** | **167.6** | **180.3** | **194.2** |

**Cash Flow**

| FYE Jun (RM m) | FY23 | FY24 | FY25 | FY26F | FY27F |
|---|---|---|---|---|---|
| **Pre-tax profit** | **13.4** | **21.9** | **26.6** | **30.6** | **33.5** |
| Depreciation & amortisation | 1.0 | 0.2 | 1.4 | 1.1 | 1.7 |
| Changes in working capital | 24.9 | -16.0 | 12.7 | 104.0 | -49.5 |
| Others | -5.9 | -3.6 | -57.7 | -4.9 | -6.1 |
| **Operating cash flow** | **33.4** | **2.4** | **-17.1** | **130.8** | **-20.3** |
| Capex | -1.9 | -2.2 | -11.4 | -11.4 | -11.5 |
| Others | 1.5 | 4.4 | -20.5 | 1.6 | 1.8 |
| **Investing cash flow** | **-0.4** | **2.2** | **-31.9** | **-9.8** | **-9.7** |
| Dividends paid | 0.0 | -2.0 | -9.2 | -10.6 | -11.6 |
| Others | -5.6 | 22.1 | 113.4 | -4.0 | -3.6 |
| **Financing cash flow** | **-5.6** | **20.0** | **104.2** | **-14.6** | **-15.2** |
| **Net cash flow** | **27.4** | **24.7** | **55.2** | **106.4** | **-45.2** |
| 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 | 176.7 | 283.1 |
| **Ending cash** | **96.6** | **121.4** | **176.7** | **283.1** | **237.9** |

## 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



As of **Thursday, 20 Nov, 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.