

## Team Coverage

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<b>Recommendation:</b>	<b>HOLD</b>
Current Price:	RM 1.16
Previous Target Price:	RM 1.26
Target Price:	↓ RM 1.14
Capital Upside/ Downside:	-1.7%
Dividend Yield (%):	4.1%
<b>Total Upside/ Downside:</b>	<b>2.4%</b>

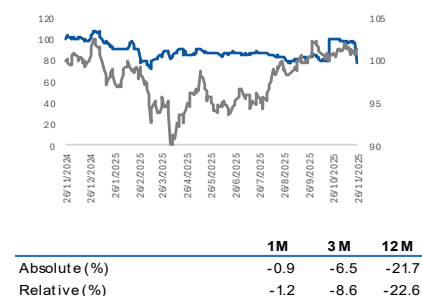
## Stock information

Board	MAIN
Sector	Consumer
Bursa / Bloomberg Code	7035 / CCK MK
Syariah Compliant	Yes
ESGRating	★★★
Shares issued (m)	616.2
Market Cap (RM' m)	714.8
52-Week Price Range (RM)	1.607-1.08
Beta (x)	0.8
Freefloat (%)	40.2
3M Average Volume (m)	0.2
3M Average Value (RM' m)	0.3

## Top 3 Shareholders

	(%)
Central Coldstorage Sarawak	22.4
Sk Tong Enterprise Sdn Bhd	16.8
Chong Nyuk Kiong Enterprise Sdn Bh	5.5

## Share Price Performance



## Earnings Summary

FYE Dec (RM m)	FY24	FY25F	FY26F
Revenue (RM'm)	1058	1068	1102
PATAMI (RM'm)	71.5	70.6	75.4
CNP (RM'm)	80.9	70.6	75.4
EPS - core (sen)	12.8	11.2	12.0
P/E(x)	9.0	10.4	9.7

Source: Company, Apex Securities

## CCK Consolidated Holdings Bhd

## Within Expectations

- CCK posted a 3QFY25 CNP of RM17.8m (-23.6% YoY, flat QoQ), bringing 9MFY25 CNP to RM52.5m (-18.2% YoY). The results came in within our expectations but below consensus estimates.
- Input cost pressures are expected to persist in the near term despite the recent strengthening of the ringgit.
- Maintain HOLD, with a lower TP of RM1.14 (from RM1.26), now based on 9.5x (from 10.5x) FY26F EPS of 12.0 sen.

**Results within expectations.** Excluding fair value gain in short-term investments (-RM0.6m) and other Els (+RM0.9m), CCK reported a 3QFY25 CNP of RM17.8m (-23.6% YoY, flat QoQ), bringing 9MFY25 CNP to RM52.5m (-18.2% YoY). The results were within our expectations, meeting 74% of our full-year forecast but slightly below consensus estimates at 69%.

**YoY.** 3QFY25 CNP declined 23.6% to RM17.8m, mainly on weaker contributions from the poultry, prawn and retail segments. Poultry operating profit fell 45.5% due to significantly lower government subsidies compared to the same period last year for broilers and table eggs. The prawn segment's operating profit eased 4.8% despite a 13.5% revenue increase, as a larger share of sales was channelled into the Indonesian market, where margins are typically lower as compared to the other export markets. Meanwhile, retail operating profit dipped 4.6% on softer sales volumes and strategic pricing adjustments to remain competitive across the domestic network.

**QoQ.** CNP was broadly flat QoQ as stronger retail and food service contributions were offset by weaker poultry and prawn performance. Retail operating profit rose 12.4% on matured store contributions and firm demand for in-house processed products in Indonesia, while food service operating profit surged 89.3% on higher volumes supplied to Sarawak government schools. These gains were partially offset by a 28.1% decline in prawn segment profitability due to softer demand in Indonesia, and a 7.6% drop in poultry operating profit as overall demand moderated.

**Outlook.** We maintain a cautious outlook for the remaining quarters of FY25. Cost pressures remain a key challenge, as soybean meal and corn prices continue to be volatile despite the ringgit strengthening to around 4.14 against the USD. Recent subsidy reforms — including the complete removal of egg subsidies effective 1 August 2025 — may weigh on topline performance. Nevertheless, CCK is relatively well-positioned to navigate these adjustments given its predominantly downstream, customer-facing operations, which offer greater pricing flexibility and faster pass-through capabilities.

**Earnings Revision.** Forecasts maintained, as results were within expectations.

**Valuation.** We maintain our **HOLD** call with a revised TP of **RM1.14** (from RM1.26), now based on 9.5x (from 10.5x) FY26F EPS of 12.0 sen, alongside a three-star ESG rating. This implies a c.6% discount to CCK's 5-year historical mean P/E of 10.1x. The de-rating reflects heightened input-cost volatility, as well as uncertainty surrounding new government initiatives aimed at keeping egg and poultry prices competitive.

**Risks.** Volatility in poultry prices and feed expenses, along with vulnerability to currency fluctuations due to feed costs being denominated in USD, while the company also exports a portion of its goods overseas.

# Results Note

Thursday, 27 Nov, 2025

## Results Comparison

FYE Dec (RM m)	3QFY25	3QFY24	yoy (%)	2QFY25	qoq (%)	9MFY25	9MFY24	yoy (%)	Comments
Revenue	264.5	259.5	1.9	258.4	2.4	786.9	791.8	(0.6)	
EBITDA	32.9	34.6	(4.8)	(16.3)	nm	96.0	64.5	48.8	
Pre-tax profit	27.2	30.4	(10.6)	26.2	3.7	61.5	83.4	(26.3)	
PATAMI	17.5	23.3	(25.1)	17.8	(1.9)	96.0	64.5	48.8	
Core net profit	17.8	23.3	(23.6)	17.8	(0.3)	52.5	64.1	(18.2)	
Core EPS (sen)	2.9	3.8	(23.6)	2.9	(0.3)	8.5	10.3	(18.2)	
EBITDA margin (%)	12.4	13.3		(6.3)		12.2	8.1		
PBT margin (%)	10.3	11.7		10.2		7.8	10.5		
Core PATMI margin (%)	6.7	9.0		6.9		6.7	8.1		

## Segmental Breakdown

FYE Dec (RM m)	3QFY25	3QFY24	yoy (%)	2QFY25	qoq (%)	9MFY25	9MFY24	yoy (%)
<b>Segment revenue</b>								
Poultry	28.9	31.9	(9.4)	27.9	3.6	83.8	94.1	(10.9)
Prawn	26.1	23.0	13.5	27.1	(3.6)	76.5	70.4	8.7
Food Service	4.7	5.2	(11.3)	4.0	17.7	12.0	15.7	(23.3)
Retail	204.6	199.3	2.6	199.2	2.7	613.8	611.5	0.4
Corporate	0.3	0.0	511.1	0.3	7.4	0.7	0.1	441.5
<b>Total</b>	<b>264.5</b>	<b>259.5</b>	<b>1.9</b>	<b>258.4</b>	<b>2.4</b>	<b>786.9</b>	<b>791.8</b>	<b>(0.6)</b>
<b>Segment operation profits</b>								
Poultry	4.1	7.4	(45.5)	4.4	(7.6)	13.9	16.7	(16.4)
Prawn	3.9	4.1	(4.8)	5.5	(28.1)	12.1	9.8	23.6
Food Service	0.7	0.5	63.1	0.4	89.3	1.2	1.1	6.0
Retail	17.8	18.7	(4.6)	15.8	12.4	51.1	56.1	(8.9)
Corporate	0.1	(0.8)	nm	0.0	228.6	(0.1)	(2.3)	(96.5)
<b>Total</b>	<b>26.7</b>	<b>30.7</b>	<b>(13.2)</b>	<b>26.1</b>	<b>1.9</b>	<b>78.2</b>	<b>81.3</b>	<b>(92.2)</b>
<b>Segment OP margin (%)</b>								
Poultry	14.1%	23.4%		15.8%		50.1%	53.1%	
Prawn	15.1%	18.0%		20.2%		46.7%	41.7%	
Food Service	16.0%	8.7%		9.9%		27.3%	21.3%	
Retail	8.7%	9.4%		8.0%		25.0%	27.5%	
Corporate	n.m	n.m		n.m		n.m	n.m	
	<b>53.8%</b>	<b>59.4%</b>		<b>53.9%</b>		<b>149.0%</b>	<b>143.6%</b>	

Source: Company, Apex Securities

# Results Note

Thursday, 27 Nov, 2025

## Financial Highlights

### Income Statement

FYE Dec (RM m)	FY23	FY24	FY25F	FY26F	FY27F
<b>Revenue</b>	<b>980.7</b>	<b>1057.6</b>	<b>1068.0</b>	<b>1101.6</b>	<b>1137.1</b>
<b>Gross Profit</b>	<b>198.1</b>	<b>225.9</b>	<b>224.3</b>	<b>231.3</b>	<b>161.8</b>
<b>EBITDA</b>	<b>131.4</b>	<b>136.6</b>	<b>119.9</b>	<b>126.9</b>	<b>156.9</b>
Depreciation & Amortisation	-26.7	-29.5	-30.7	-32.2	-36.4
<b>EBIT</b>	<b>104.7</b>	<b>107.9</b>	<b>89.2</b>	<b>94.7</b>	<b>120.5</b>
Net Finance Income/(Cost)	-2.1	-0.9	0.1	0.9	1.1
Associates & JV	4.8	5.0	5.1	5.1	5.7
<b>Pre-tax Profit</b>	<b>107.4</b>	<b>112.0</b>	<b>94.3</b>	<b>100.7</b>	<b>127.3</b>
Tax	-24.1	-40.5	-22.6	-24.2	-30.6
<b>Profit After Tax</b>	<b>83.4</b>	<b>71.6</b>	<b>71.7</b>	<b>76.5</b>	<b>96.8</b>
Minority Interest	0.1	0.1	1.1	1.1	1.1
<b>PATAMI</b>	<b>83.3</b>	<b>71.5</b>	<b>70.6</b>	<b>75.4</b>	<b>95.6</b>
Exceptionals	1.9	-9.4	0.0	0.0	0.0
<b>Core Net Profit</b>	<b>81.4</b>	<b>80.9</b>	<b>70.6</b>	<b>75.4</b>	<b>95.6</b>

### Key Ratios

FYE Dec (RM m)	FY23	FY24	FY25F	FY26F	FY27F
P/E (x)	9.0	9.0	10.4	9.7	7.7
EPS	12.9	12.8	11.2	12.0	15.2
P/B (x)	1.7	1.3	1.3	1.1	1.3
EV/EBITDA (x)	2.7	3.6	4.1	4.0	3.3
DPS (sen)	3.4	4.2	4.5	4.8	6.1
Dividend Yield (%)	3.0%	3.6%	3.9%	4.1%	5.2%
EBITDA margin	13.4%	12.9%	11.2%	11.5%	13.8%
EBIT margin	10.7%	10.2%	8.4%	8.6%	10.6%
PBT margin	11.0%	10.6%	8.8%	9.1%	11.2%
PAT margin	8.5%	6.8%	6.7%	6.9%	8.5%
Net Profit margin	8.5%	6.8%	6.6%	6.8%	8.4%
Core NP margin	8.5%	6.8%	6.6%	6.8%	8.4%
ROE	19.1%	11.6%	11.5%	10.3%	14.9%
ROA	14.4%	9.3%	9.5%	8.8%	12.3%
Net gearing	Net Cash	Net Cash	Net Cash	Net Cash	Net Cash

### Key Assumptions

FYE Dec (RM m)	FY25F	FY26F	FY27F
No. of chickens sold/year (m)	13.0	13.0	13.1
Prawn production (tonne)	244	249	269
No. of stores	78	79	79

Valuations	FY26F
EPS (RM)	0.120
Multiple (x)	9.5
<b>Equity Value/share (RM)</b>	<b>1.14</b>
ESG premium/discount	0.0%
<b>Fair Value (RM)</b>	<b>1.14</b>

Source: Company, Apex Securities

### Balance Sheet

FYE Dec (RM m)	FY23	FY24	FY25F	FY26F	FY27F
Cash	124.6	173.0	140.6	246.3	143.3
Receivables	66.6	71.4	74.9	70.0	79.5
Inventories	92.6	106.6	101.5	98.8	107.5
Other current assets	27.5	130.4	130.4	130.4	130.4
<b>Total Current Assets</b>	<b>311.3</b>	<b>481.3</b>	<b>447.3</b>	<b>545.5</b>	<b>460.7</b>
Fixed Assets	225.7	245.5	257.6	269.4	272.9
Deferred income taxes	1.8	1.7	1.7	1.7	1.7
Other non-current assets	37.5	39.4	39.4	39.4	39.4
<b>Total Non-current assets</b>	<b>265.0</b>	<b>286.6</b>	<b>298.6</b>	<b>310.5</b>	<b>313.9</b>
Borrowings	44.3	44.5	25.2	24.2	23.2
Current tax liabilities	8.5	13.8	13.8	13.8	13.8
Other current liabilities	1.6	1.7	1.7	1.7	1.7
Accounts payable	57.9	56.9	58.7	55.7	59.4
<b>Total Current Liabilities</b>	<b>112.2</b>	<b>116.8</b>	<b>99.4</b>	<b>95.4</b>	<b>98.1</b>
Borrowings	5.5	4.6	2.8	2.7	2.6
Other non-current liabilities	9.6	8.6	8.6	8.6	8.6
<b>Total Non-current Liabilities</b>	<b>15.1</b>	<b>13.2</b>	<b>11.4</b>	<b>11.3</b>	<b>11.1</b>
Shareholder's equity	436.4	571.3	565.7	681.0	590.2
Minority Interest	0.6	47.4	48.5	49.6	50.7
<b>Equity</b>	<b>437.0</b>	<b>618.7</b>	<b>614.2</b>	<b>730.6</b>	<b>640.9</b>

### Cash Flow

FYE Dec (RM m)	FY23	FY24	FY25F	FY26F	FY27F
<b>Pre-tax profit</b>	<b>107.4</b>	<b>112.0</b>	<b>94.3</b>	<b>100.7</b>	<b>127.3</b>
Depreciation & amortisation	26.7	29.5	30.7	32.2	36.4
Changes in working capital	7.4	-24.0	3.6	4.5	-14.5
Others	-30.4	-40.4	-24.2	-30.6	-31.7
<b>Operating cash flow</b>	<b>111.2</b>	<b>77.1</b>	<b>104.4</b>	<b>106.8</b>	<b>117.5</b>
Capex	-33.7	-37.1	-37.4	-38.6	-39.8
Others	5.2	-101.6	-45.1	71.0	-73.5
<b>Investing cash flow</b>	<b>-28.5</b>	<b>-138.7</b>	<b>-82.5</b>	<b>32.4</b>	<b>-113.3</b>
Dividends paid	-7.8	-21.7	-26.4	-28.2	-30.2
Others	-13.7	134.2	-20.8	-5.2	-77.1
<b>Financing cash flow</b>	<b>-21.5</b>	<b>112.4</b>	<b>-47.2</b>	<b>-33.5</b>	<b>-107.3</b>
<b>Net cash flow</b>	<b>61.3</b>	<b>50.8</b>	<b>-25.3</b>	<b>105.7</b>	<b>-103.1</b>
Forex	2.0	-5.2	0.0	0.0	0.0
Others	0.0	0.0	0.0	0.0	0.0
Beginning cash	57.0	120.3	165.9	140.6	246.3
<b>Ending cash</b>	<b>120.3</b>	<b>165.9</b>	<b>140.6</b>	<b>246.3</b>	<b>143.3</b>

# Results Note

Thursday, 27 Nov, 2025

## ESG Matrix Framework:

### Environment

Parameters	Rating	Comments
Climate	★	Lack of strategy to address climate change in prawn aquaculture.
Waste & Effluent	★	Lack of data comparison because 2024 is the first year of disclosing waste data: 2,053 tonnes.
Energy(not)	★★★★	Energy consumption dropped from 26,155.73 MW in FY2023 to 9,992 MW in FY2024, representing a reduction of 16,163.7 MW.
Water	★★★★	Water consumption fell to 247 ML in FY2024 from 404.5 ML in FY2023, a reduction of 157.5 ML.
Compliance	★★★	There were no cases of non-compliance in FY2023 and FY2024, and CCK remain committed to maintaining zero reports and penalties for FY2025.

### Social

Diversity	★★★	The gender distribution is 62% male and 38% female (from 63% and 37% respectively in FY2023). There is a slight improvement from recruiting more female employees in the organisation.
Human Rights	★★★	Zero number of substantiated complaints concerning human rights violations.
Occupational Safety and Health	★★★★	Remained 0 fatalities in FY2024, which aligns with the internal target. While the Lost time incident rate (LTIR) in FY2024 is 4.18, which is still aligned with internal target of <10.28.
Labour Practices	★★★	CCK opposes discrimination, promoting diversity and equal opportunities regardless of gender or ethnicity.

### Governance

CSR Strategy	★★★★	In FY2024, CCK donated a total of RM41.9k for CSR, including: (i) RM12.0k to sustain its long-standing support for SMK Kampung Nangka's Food Bank, benefiting 850 students; (ii) 500 whole chickens (valued at RM9.9k) in collaboration with Majlis Bandaraya Kuching Selatan, assisting 500 low-income families; (iii) RM6.0k to SMK Tung Hua's "We Care For You" program, aiding 10 underprivileged students; and (iv) smaller contributions to various community and government bodies.
Management	★★★★	There has been a significant shift towards a younger demographic in senior management. This includes 33% increase (from 0% in FY2023) in senior management under 30, 14% increase (from 0% in FY2023) in the 30-50 age range, and a corresponding 36% decrease in senior management over 50, now representing 65% (down from 100% in FY2023).
Stakeholders	★	1x AGM per annum and no analyst briefing conducted.

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, 27 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.