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Recommendation:	BUY
Current Price:	RM 3.02
Previous Target Price:	RM 3.55
Target Price:	↔ RM 3.55
Capital Upside/ Downside:	17.5%
Dividend Yield (%):	0.0%
Total Upside/ Downside	17.5%

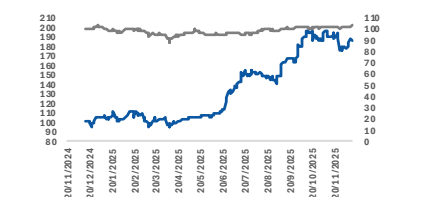
Stock information

Board	MAIN
Sector	Renewable Energy
Bursa / Bloomberg Code	0215 / SOLAR MK
Syariah Compliant	Yes
ESG Rating	★★★
Shares issued (m)	940.4
Market Cap (RM' m)	2,839.9
52-Week Price Range (RM)	3.25- 1.52
Beta (x)	1.0
Free float (%)	49.8
3M Average Volume (m)	3.6
3M Average Value (RM' m)	10.6

Top 3 Shareholders

	(%)
Atlantic Blue Holdings Sdn Bhd	18.2
Urusharta Jamaah Sdn Bhd	6.6
Lim Chin Siu	6.2

Share Price Performance



	1M	3M	12M
Absolute (%)	-1.6	14.8	85.3
Relative (%)	-2.7	11.8	81.3

Earnings Summary	FY25	FY26F	FY27F
Revenue (RM'm)	536.8	920.5	1463.9
PATAMI (RM'm)	51.9	86.4	127.1
CNP (RM'm)	57.1	86.4	127.1
EPS - core (sen)	7.8	11.9	17.4
P/E(x)	38.5	25.5	17.3

Solarvest Holdings Berhad

Wins RM171.7m EPCC Contracts Under LSS5

- **SLVEST** has secured additional EPCC contracts worth RM171.7m for 56.5MWac of LSS5 solar projects, lifting its order book to RM1.8bn, equivalent to 3.4x FY25 revenue. This raises LSS5 EPCC market share to 34.3%, well above its historical average of ~20%.
- Near-term job flow momentum is expected to be driven by LSS5+, where EPCC awards typically materialise 6-8 months after developers achieve financial close. Based on our estimates, the unallocated LSS5+ pipeline could offer RM4-5bn in EPCC opportunities, supporting medium-term order book visibility.
- Maintain a **BUY** recommendation with an unchanged TP of RM3.55, based on a SOP valuation and a three-star ESG rating.

56.5MWac EPCC Contracts (LSS5). On 15 December 2025, Binastra Atlantic Sdn. Bhd., a 49%-owned associate of Solarvest Holdings Berhad via Atlantic Blue Sdn. Bhd., accepted three Letters of Award (LOA) from Maya Jaya Sdn. Bhd. for the engineering, procurement, construction and commissioning (EPCC) of three LSS5 projects. The projects have a combined capacity of 56.5MWac and a total contract value of RM171.7m, comprising (i) MJ1 (29.99MWac; RM93.3m) in Kuala Langat, Selangor, (ii) MJ2 (10.00MWac; RM28.5m) and (iii) MJ3 (16.55MWac; RM49.9m) in Kuala Muda, Kedah. All projects targeted to achieve commercial operation by 26 June 2027, subject to the execution of the final EPCC contracts.

Our Take. We view the contract **positively**, as it marks SLVEST's fourth EPCC job win under LSS5, further strengthening earnings visibility through FY28. Based on a 5% PBT margin and a six-month financial close assumption, the RM171.7m contract is expected to generate c.RM8.6m in cumulative PBT over the ~13-month effective construction period beginning June 2026. (7.3% of our FY26F PBT). We do not foresee major execution risks, underpinned by SLVEST's established track record in utility-scale solar projects. Following this win, SLVEST's unbilled order book rises to RM1.8bn, equivalent to 3.4x FY25 revenue, providing healthy earnings visibility over the next three years.

Outlook. With this award, SLVEST's **LSS5 EPCC market share** rises to **34.3%**, well above its historical average of around 20%. The Group has now secured an estimated RM1.1bn in LSS5 EPCC contracts, accounting for 68% of its total order book. Looking ahead, near-term order book replenishment is expected to be driven by LSS5+, where EPCC awards typically follow 6-8 months after developers achieve financial close. Based on our estimates, the unallocated LSS5+ pipeline could represent RM4-5bn of EPCC opportunities, underpinning SLVEST's near-term order book growth prospects. We remain confident that SLVEST can secure a comparable market share in LSS5+ (currently 23.5%) to that achieved under LSS5, supported by its strong execution track record.

Earnings revision. No changes to our earnings forecasts, as the FY26 YTD announced contract win of RM2.4bn falls within our order book replenishment assumption of RM2.5bn.

Valuation. Maintain a **BUY** rating on **SLVEST** with an unchanged TP of **RM3.55**, based on a SOP valuation and a three-star ESG rating. We believe SLVEST is well-positioned to capitalise on government renewable energy initiatives, thanks to its unique in-house solar financing and its position as Malaysia's largest solar EPCC player.

Risks. Increase in solar module costs. Heavy reliance on government initiatives. Intense market competition.

Company Update

Tuesday, 16 Dec, 2025

Financial Highlights

Income Statement

FYE Mar (RM m)	FY23	FY24	FY25	FY26F	FY27F
Revenue	365.5	497.0	536.8	920.5	1463.9
Gross Profit	65.0	99.2	149.5	249.3	363.2
EBITDA	35.9	62.5	96.2	150.1	205.2
Depreciation & Amortisation	-4.1	-7.4	-12.5	-16.6	-21.8
EBIT	31.8	55.1	83.7	133.5	183.4
Net Finance Income/ (Cost)	-4.1	-7.9	-12.1	-21.8	-17.8
Associates & JV	0.0	0.0	2.6	6.9	8.1
Pre-tax Profit	27.7	47.2	74.2	118.6	173.7
Tax	-7.5	-13.1	-20.8	-30.8	-45.2
Profit After Tax	20.2	34.1	53.3	87.8	128.6
Minority Interest	0.5	1.4	1.4	1.4	1.5
Net Profit	19.7	32.6	51.9	86.4	127.1
Exceptionals	3.8	-2.4	-5.2	0.0	0.0
Core Net Profit	15.9	35.1	57.1	86.4	127.1

Key Ratios

FYE Mar (RM m)	FY23	FY24	FY25	FY26F	FY27F
EPS (sen)	2.2	4.8	7.8	11.9	17.4
P/E(x)	138.6	62.8	38.5	25.5	17.3
P/B(x)	11.1	9.4	6.1	4.9	3.8
EV/EBITDA(x)	60.6	34.3	21.0	13.0	9.9
DPS (sen)	0.0	0.0	0.0	0.0	0.0
Dividend Yield (%)	0.0%	0.0%	0.0%	0.0%	0.0%
EBITDA margin (%)	9.8%	12.6%	17.9%	16.3%	14.0%
EBIT margin (%)	8.7%	11.1%	15.6%	14.5%	12.5%
PBT margin (%)	7.6%	9.5%	13.8%	12.9%	11.9%
PAT margin (%)	5.5%	6.9%	9.9%	9.5%	8.8%
NP margin (%)	5.4%	6.6%	9.7%	9.4%	8.7%
CNP margin (%)	4.3%	7.1%	10.6%	9.4%	8.7%
ROE (%)	8.0%	14.9%	15.7%	19.2%	21.9%
ROA (%)	3.3%	6.7%	5.5%	7.0%	8.5%
Gearing (%)	53.1%	73.7%	88.9%	87.9%	55.7%
Net gearing (%)	16.4%	25.7%	50.8%	55.1%	29.4%

Valuations	Equity Value (RM' m)	Valuation method
EPCC	2557.20	30x FY27F PER
Associates	69.00	10x FY27F PER
Solar assets	598.76	Ke=9.6%
Proceeds from warrants/ESOS	67.58	
SOP Value	3292.55	
Enlarged share base (m share)	927.68	
Fair Value (RM)	3.55	
ESG premium/ discount	0.0%	
Implied Fair Value (RM)	3.55	

Source: Company, Apex Securities

Balance Sheet

FYE Mar (RM m)	FY23	FY24	FY25	FY26F	FY27F
Cash and bank balances	72.6	112.9	138.1	147.7	152.3
Receivables	109.8	99.8	292.7	348.6	418.3
Inventories	21.0	13.6	17.4	24.4	34.1
Other current assets	96.7	70.6	231.2	291.0	366.2
Total Current Assets	300.1	296.9	679.3	811.7	971.0
Fixed Assets	168.6	215.7	246.3	315.0	414.4
Intangibles	0.1	0.0	0.4	0.4	0.4
Other non-current assets	5.6	7.8	104.6	107.3	108.0
Total Non-Current Assets	174.2	223.5	351.4	422.7	522.8
Short-term debt	17.3	9.5	141.9	198.0	161.4
Payables	108.2	67.1	202.2	201.4	330.2
Other current liabilities	39.4	28.3	124.6	167.7	243.0
Total Current Liabilities	165.0	105.0	468.7	567.1	734.6
Long-term debt	87.5	163.8	180.5	198.0	161.4
Other non-current liabilities	24.4	16.5	18.7	18.7	18.7
Total Non-Current Liabilities	111.9	180.3	199.2	216.7	180.1
Shareholder's equity	193.3	230.8	357.4	443.8	570.9
Minority interest	4.1	4.4	5.4	6.8	8.3
Total Equity	197.4	235.2	362.8	450.6	579.2

Cash Flow

FYE Mar (RM m)	FY23	FY24	FY25	FY26F	FY27F
Pre-tax profit	27.7	47.2	74.2	118.6	173.7
Depreciation & amortisation	4.1	7.4	12.5	16.6	21.8
Changes in working capital	27.2	-17.8	-181.8	-83.2	48.7
Others	-2.5	-6.0	-19.1	-30.8	-45.2
Operating cash flow	56.5	30.8	-114.2	21.2	199.1
Capex	-137.0	-53.3	-50.2	-85.2	-121.3
Others	0.1	-8.0	-21.3	0.0	0.0
Investing cash flow	-136.9	-61.3	-71.5	-85.2	-121.3
Dividends paid	0.0	0.0	0.0	0.0	0.0
Others	89.3	54.3	212.8	73.6	-73.2
Financing cash flow	89.3	54.3	212.8	73.6	-73.2
Net cash flow	8.9	23.8	27.1	9.6	4.6
Forex	0.0	0.0	0.0	0.0	0.0
Others	0.0	0.0	0.0	0.0	0.0
Beginning cash	28.0	36.9	60.8	87.8	97.5
Ending cash	36.9	60.8	87.8	97.5	102.1

ESG Matrix Framework:

Environment

Parameters	Rating	Comments
Climate	★★★	Emission intensity ratios were reduced to 0.60x from 0.64x in 2024 for Scope 1, and to 0.43x from 0.65x for Scope 2.
Waste & Effluent	★★★	3R (Reduce, Reuse, Recycle) initiative was implemented, with 3R bins placed in each office.
Energy	★★	Energy consumption increased by 27% in fuel for FY24, while electricity consumption was reduced by 11.6%.
Water	★★★	Water consumption intensity decreased by 43.8%, from 0.0064m ³ in the previous year to 0.0036m ³ .
Compliance	★★★	The Group complies with all local and international environmental regulations.

Social

Diversity	★★★	Female representation stands at 19.7% in the workforce and 30% at the management level, meeting the MCCG's recommendation of 30% female directors on the Board.
Human Rights	★★★	Enforces strict policies against human trafficking, forced labor, and child labor.
Occupational Safety and Health	★★★	A total of 6,474 hours of training have been conducted. No fatalities, with a reduction in the total recordable incident rate (TRIR) to 0, from 1 case last year.
Labour Practices	★★★	Adheres to all relevant labor laws.

Governance

CSR Strategy	★★★	Actively engaged with communities, contributing RM58,494 to various initiatives.
Management	★★★	Among the board members, 30% (2 out of 6) were female, while 60% (6 out of 10) were independent directors.
Stakeholders	★★★	Regularly organizes corporate events 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 **Tuesday, 16 Dec, 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.