

Research Team

(603) 7890 8888

research.dept@apexsecurities.com.my

Recommendation:	BUY
Current Price:	RM 2.36
Previous Target Price:	RM 3.57
Target Price:	↔ RM 3.57
Capital Upside/Downside:	51.3%
Dividend Yield (%)	0.0%
Total Upside/Downside	51.3%

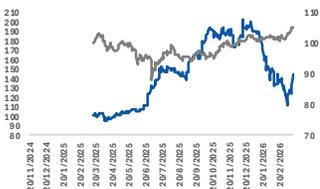
Stock information

Board	MAIN
Sector	Renewable Energy
Bursa / Bloomberg Code	0215 / SOLARMK
Syariah Compliant	Yes
ESGRating	★★★
Shares Issued (m)	951.4
Market Cap (RM' m)	2,245.2
52-Week Price Range (RM)	3.39-1.53
Beta (x)	0.9
Free float (%)	50.1
3M Average Volume (m)	5.9
3M Average Value (RM' m)	14.9

Top 3 Shareholders (%)

Atlantic Blue Holdings Sdn Bhd	17.7
Lim Chin Siu	6.5
Urusharta Jamaah Sdn Bhd	6.4

Share Price Performance



	1M	3M	12M
Absolute (%)	7.3	-26.3	43.0
Relative (%)	8.7	-29.0	25.5

Earnings Summary	FY25	FY26F	FY27F
Revenue (RM' m)	536.8	920.5	1463.9
PATAMI (RM' m)	51.9	86.7	127.1
CNP (RM' m)	57.1	86.7	127.1
EPS - core (sen)	7.8	11.9	17.4
P/E(x)	30.1	19.8	13.5

Solarvest Holdings Berhad

Secured RM89.5m LSS5+ EPCC Contract in Perlis

- **Atlantic Blue Sdn Bhd (wholly owned subsidiary) has been awarded an RM89.5m EPCC contract by Jubli Pasific Sdn Bhd for a 36.0 MWac LSS5 solar plant in Perlis scheduled for completion by 26 February 2028.**
- **Near-term job flow momentum is expected to be mainly supported by LSS5+, where EPCC awards typically occur 6-8 months after developers achieve financial close. Based on our estimates, the remaining LSS5 jobs together with the unallocated portion of LSS5+ could provide RM4-5bn in EPCC opportunities, sustaining near-term order book replenishment prospects.**
- **Maintain a BUY recommendation with an unchanged TP of RM3.57, based on a SOP valuation and a three-star ESG rating.**

36.0MWac Contract. Atlantic Blue Sdn Bhd (ABSB), the wholly owned subsidiary of Solarvest Holdings Berhad (SLVEST), entered an EPCC contract with Jubli Pasific Sdn Bhd on 18 March 2026 for the development of a 36.0 MWac Large Scale Solar 5+ (LSS5+) photovoltaic plant in Padang Siding, Perlis. The contract is valued at **RM89.5m** and is targeted for completion by **26 February 2028** – a construction window of approximately **20 months** from NTP receipt.

Our Take. We view the contract **positively**, reinforcing SLVEST's position as Malaysia's dominant LSS5+ EPCC contractor. While smaller in scale compared to the **RM320m Wawasan Demi** or **RM142.3m MK Land wins**, the Jubli Pasific contract is strategically significant for several reasons: (i) **Geographic Footprint:** Perlis extends SLVEST's northern corridor dominance, complementing its Kulim, Kedah presence. The northern region is expected to play a key role in Malaysia's renewable energy capacity buildout, particularly under LSS5+ and the upcoming LSS6 programme. (ii) **Financial Impact:** At a **6% PBT margin** assumption, the **RM89.5m** contract is estimated to generate approximately **RM5.4m** in PBT over the **~20-month** construction horizon. Earnings contribution is expected to commence from FY27 and extend through FY28, with the bulk of revenue falling in FY27. This is broadly consistent with our existing FY27F CNP forecast of **RM127.1m**, where the Jubli Pasific contribution represents a modest incremental add.

Outlook. With the Jubli Pasific award, SLVEST's adjusted unbilled order book rises to approximately **RM1.63bn** (from RM1.54bn as of 31 December 2025), with over **68%** attributable to the LSS5/Sabah pipeline. Management targets exceeding **RM2.0bn** in total order book by end-FY26, implying additional replenishment of approximately **RM0.37bn** in 4QFY26. Near-term order book replenishment is expected to be supported by LSS5+, where EPCC contracts are typically awarded **6-9 months** after project developer financial close. Management remains confident of maintaining a comparable share to its LSS5 position (c.**31.5% market share**). **Key Catalysts:** (i) **4QFY25 peak CGPP execution** driving revenue acceleration; management expects strong billings as projects approach completion milestones. (ii) **LSS5+ EPCC** contract awards expected 6-9 months post developer financial close – pipeline of **RM4-5bn** remains a significant medium-term opportunity for SLVEST. (iii) **LSS6** tender expected to open in 1H2026, adding another layer of order book replenishment beyond the current horizon. (iv) **BESS and CRESS** emerging as new revenue vectors, with a **300MWh** BESS tender book already accumulated as of February 2026. (v) **Solar ATAP** (effective 1 January 2026) expected to sustain C&I annual revenue run-rate at approximately c.**RM200m**.

Earnings revision. No changes to our earnings forecasts, as the contract win falls within our orderbook replenishment assumptions.

Valuation. Maintain a **BUY** rating on SLVEST with an unchanged TP of **RM3.57**, based on a SOP valuation and a three-star ESG rating. We believe SLVEST is well-positioned to capitalise on government renewable energy initiatives like CRESS and ATAP, thanks to its unique in-house solar financing and its position as Malaysia's largest solar EPCC player.

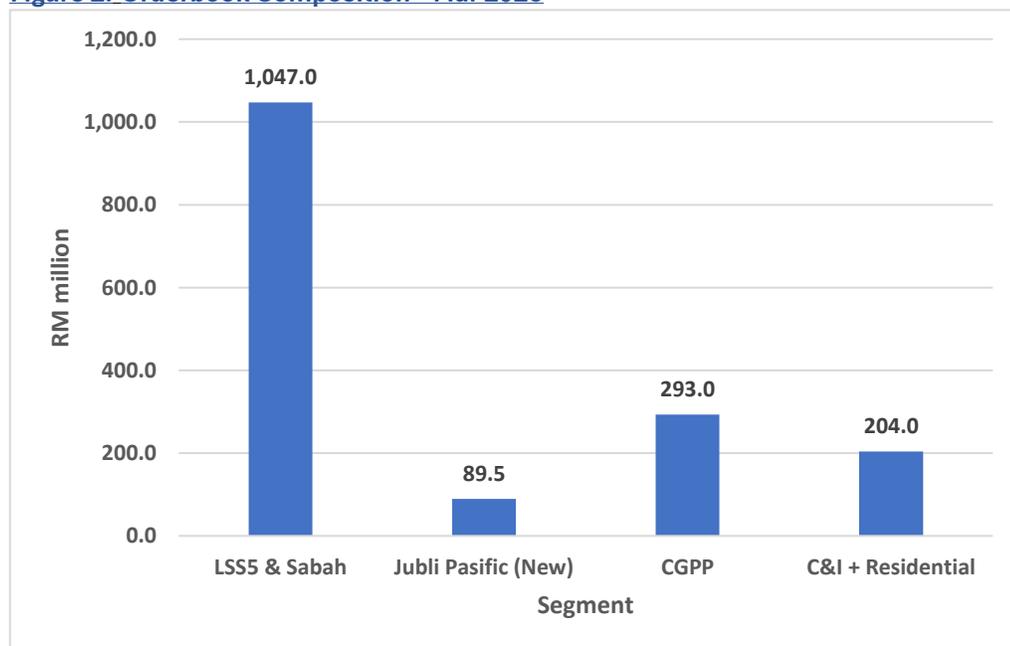
Risks. Increase in solar module costs, Heavy reliance on government initiatives, and Intense market competition.

Figure 1: Contract Parameters

Parameter	Details
Awarding Entity	Jubli Pasific Sdn Bhd
Contracting Subsidiary	Atlantic Blue Sdn Bhd (100% owned by SLVEST)
Contract Value	RM89.5 million
Capacity	36.0 MWac solar photovoltaic plant
Location	Padang Siding, Perlis
Commencement	Upon receipt of Notice to Proceed (NTP) from Jubli Pasific
Scheduled Completion	26 February 2028 (~20 months from NTP)
Est. NTP Timeline	FY27-FY28
Performance Bond	5% of contract sum (RM4.5m) until 30 days post-COD
Warranty Bond	2.5% of contract sum (RM2.2m) for 2 years post-completion

Source: Apex Securities, Company

Figure 2: Orderbook Composition – Mar 2026



Source: Apex Securities, Company

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	7.3	8.1
Pre-tax Profit	27.7	47.2	74.2	119.0	173.7
Tax	-7.5	-13.1	-20.8	-30.9	-45.2
Profit After Tax	20.2	34.1	53.3	88.1	128.6
Minority Interest	0.5	1.4	1.4	1.4	1.5
Net Profit	19.7	32.6	51.9	86.7	127.1
Exceptionals	3.8	-2.4	-5.2	0.0	0.0
Core Net Profit	15.9	35.1	57.1	86.7	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)	108.3	49.0	30.1	19.8	13.5
P/B (x)	8.7	7.3	4.7	3.8	3.0
EV/EBITDA (x)	47.2	26.6	16.0	9.8	7.6
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%	9.6%	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%	87.8%	55.7%
Net gearing (%)	16.4%	25.7%	50.8%	55.0%	29.4%

Valuations	Equity Value (RM' m)	Valuation method
EPCC	2557.20	30x FY27F PER
Associates	86.39	10x FY27F PER
Solar assets	598.76	Ke = 9.6%
Proceeds from warrants/ESOS	67.58	
SOP Value	3309.93	
Enlarged share base (m share)	927.68	
Fair Value (RM)	3.57	
ESG premium/discount	0.0%	
Implied Fair Value (RM)	3.57	

Source: Company, Apex Securities

Balance Sheet

FYE Mar (RM m)	FY23	FY24	FY25	FY26F	FY27F
Balance Sheet					
Cash and bank balances	72.6	112.9	138.1	148.0	152.6
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	812.0	971.3
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	444.1	571.2
Minority interest	4.1	4.4	5.4	6.8	8.3
Total Equity	197.4	235.2	362.8	450.9	579.5

Cash Flow

FYE Mar (RM m)	FY23	FY24	FY25	FY26F	FY27F
Cash Flow					
Pre-tax profit	27.7	47.2	74.2	119.0	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	-30.9	-45.2
Operating cash flow	56.5	30.8	-114.2	21.5	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	9.9	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	97.8
Ending cash	36.9	60.8	87.8	97.8	102.4

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 Thursday, 19 Mar, 2026, 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.