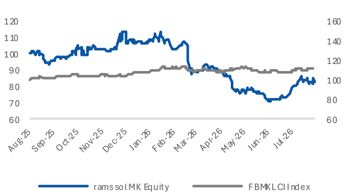
Research Team
(603) 7890 8888 (ext 2064)
researchteam@apexsecurities.com.my

Recommendation:		BUY
Current Price:		RM 0.77
Previous Target Price:		RM 1.30
Target Price:	↔	RM 1.30
Capital Upside/Downside:		53.0%
Dividend Yield (%):		0.7%
Total Upside/Downside:		**53.7%**

Stock information	
Board	ACE
Sector	Software
Bursa / Bloomberg Code	0236 / RAMSSOL MK
Syariah Compliant	Yes
ESG Rating	★★★
Shares issued (m)	419.6
Market Cap (RM' m)	321.0
52-Week Price Range (RM)	1.09-0.58
Beta (x)	0.6
Free float (%)	54.1
3M Average Volume (m)	7.0
3M Average Value (RM' m)	5.1

Top 3 Shareholders	(%)
Tan Chee Seng	21.3
Urusharta Jamaah Sdn Bhd	6.2
Liew Yu Hoe	5.4

Share Price Performance



	1M	3M	12M
Absolute (%)	3.4	5.5	-18.2
Relative (%)	0.7	6.3	-26.6

Earnings summary

FYE (Dec)	FY25	FY26F	FY27F
Revenue (RM'm)	77.6	116.9	165.8
PATAMI (RM'm)	19.3	30.8	40.0
CNP (RM'm)	23.0	30.8	40.0
EPS - core (sen)	5.9	7.6	8.4
P/E (x)	11.8	9.1	8.2

Source: Company, Apex Securities

Ramssol Group Bhd

Broad-Based Growth Across All Verticals

- **RAMSSOL posted 2QFY26 core net profit of RM7.4m (+30.1% YoY, +14.5% QoQ), in line with expectations, accounting for 45% of our FY26F and 49% of consensus forecasts, driven by broad-based growth across all verticals and lower tax rate.**
- **We remain bullish on RAMSSOL's earnings trajectory into 2HFY26, underpinned by sustained AiTech and PeopleTech CaaS momentum in Indonesia and Malaysia, a scaling AutoTech motorcycle-trading platform, and the incoming PeopleTech contribution from the newly-completed INNIO Group and API acquisitions.**
- **Maintain our FY26F/FY27F/FY28F core net profit forecasts of RM30.8m/RM40.0m/RM45.2m**
- **Reiterate our BUY call with an unchanged TP of RM1.30, pegged to 15.42x FY27F core EPS of 8.4sen.**

Results Inline. The Group's 2QFY26 core net profit of RM7.4m (+30.1% YoY, +14.5% QoQ), was arrived at adjusting excluding forex loss (RM0.012m). This lifted 1HFY26 core net profit to RM13.9m (+20.6% YoY), in line with our expectations, accounted for 45% of our FY26F forecast and 49% of consensus estimates. Growth was driven by strong expansion in AiTech deployments in Indonesia, PeopleTech CaaS subscriptions and AutoTech motorcycle transactions, alongside a lower effective tax rate.

QoQ. Revenue expanded 22.9% QoQ to RM27.3m (1QFY26: RM22.2m), driven by accelerated client onboarding in enterprise AiTech, expansion of regional software licences and operational scale in AutoTech, lifting core net profit by 14.5% QoQ to RM7.4m (1QFY26: RM6.5m).

YoY. Group revenue rose 9.4% YoY to RM27.3m (2QFY25: RM24.9m), while core net profit grew a faster 30.1% YoY to RM7.4m on stronger profitability in majority-owned subsidiaries and a lower effective tax rate of c.2.6% (2QFY25: c.24%), lifting core net profit margin to 27.3% (2QFY25: 22.9%).

YTD. 1HFY26 revenue rose 14.9% YoY to RM49.5m (1HFY25: RM43.0m) and the Group's core net profit expanded by 20.6% YoY to RM13.9m (1HFY25: RM11.6m), attributable to stronger pre-tax profit contributions from Indonesia (+42.1% YoY), Thailand (+20.5% YoY) and Malaysia (+7.3% YoY). The stronger earnings growth was further supported by a higher-margin revenue mix (particularly AiTech and recurring PeopleTech CaaS), operating leverage and a lower effective tax rate.

Outlook. We expect the Group's earnings trajectory in 2HFY26 to remain intact, underpinned by its four main growth pillars: (i) AiTech, on accelerating enterprise AI and cloud adoption supporting an improved margin mix; (ii) PeopleTech, expected to deliver the most immediate contribution to scale, strengthened by the INNIO Group acquisition; (iii) AutoTech, continuing to scale its motorcycle trading platform and JPJ collection agency operations; and (iv) FinTech, via the PayDayNow EWA integration.

Earnings Revision. We maintain our FY26F/FY27F/FY28F core net profit forecasts of RM30.8m/RM40.0m/RM45.2m, with no changes to our earnings assumptions.

Valuation & Recommendation. We reiterate our **BUY** call with an unchanged **TP of RM1.30,** pegged to 15.42x FY27F core EPS of 8.4sen.

Risks. Rising NCI share diluting core net profit growth, Integration risk from the newly completed INNIO/API acquisitions, Execution risk on PayDayNow EWA rollout

Earnings Summary

FYE Dec (RM m)	FY24	FY25	FY26F	FY27F	FY28F
Revenue	62.8	77.6	116.9	165.8	168.0
EBITDA	21.0	29.6	49.1	64.0	73.0
Pre-tax profit	15.8	25.0	43.9	58.3	66.6
Net profit	13.6	19.3	30.8	40.0	45.2
Core net profit	13.4	23.0	30.8	40.0	45.2
Core EPS (sen)	4.1	5.9	7.6	8.4	9.5
P/E (x)	17.0	11.8	9.1	8.2	7.3
P/B (x)	2.5	2.2	1.7	1.4	1.1
EV/EBITDA (x)	13.3	9.4	5.7	4.4	3.8
Dividend Yield (%)	0.4%	0.0%	0.7%	0.7%	0.7%
Net Gearing (%)	Net Cash	Net Cash	Net Cash	Net Cash	Net Cash

Source: Company, Apex Securities

Results Comparison

FYE Dec (RM m)	2QFY26	2QFY25	yoy (%)	1QFY26	qoq (%)	6MFY26	6MFY25	yoy (%)
Revenue	27.3	24.9	*9.4*	22.2	*22.9*	49.5	43.0	*14.9*
EBITDA	11.0	9.1	*19.8*	9.2	*19.4*	20.1	16.3	*23.3*
Pre-tax profit	9.3	8.1	*14.4*	8.2	*14.3*	17.5	14.2	*23.1*
Net profit	7.4	5.7	*29.9*	6.5	*14.3*	13.9	11.6	*20.5*
Core net profit	7.4	5.7	*30.1*	6.5	*14.5*	13.9	11.6	*20.6*
Core EPS (sen)	1.8	1.4	*30.1*	1.6	*14.5*	3.4	2.8	*20.6*
EBITDA margin (%)	40.2	36.7		41.3		40.7	37.9	
PBT margin (%)	34.2	32.7		36.7		35.3	33.0	
Core net profit margin (%)	27.3	22.9		29.3		28.2	26.9	

Source: Company, Apex Securities

Financial Highlights

Income Statement

FYE Dec (RM m)	FY24	FY25	FY26F	FY27F	FY28F
Revenue	**62.8**	**77.6**	**116.9**	**165.8**	**168.0**
Gross Profit	**37.5**	**50.8**	**73.7**	**98.8**	**109.2**
EBITDA	**21.0**	**29.6**	**49.1**	**64.0**	**73.0**
Depreciation & Amortisation	3.4	2.6	3.1	3.4	3.8
EBIT	**17.6**	**27.0**	**46.0**	**60.6**	**69.3**
Net Finance Income/ (Cost)	-1.8	-2.0	-2.1	-2.3	-2.6
Associates & JV	0.0	0.0	0.0	0.0	0.0
Pre-tax Profit	**15.8**	**25.0**	**43.9**	**58.3**	**66.6**
Tax	-1.2	-5.7	-8.6	-11.7	-13.3
Profit After Tax	**14.7**	**19.3**	**35.3**	**46.7**	**53.3**
Minority Interest	1.0	0.0	4.5	6.7	8.2
Net Profit	**13.6**	**19.3**	**30.8**	**40.0**	**45.2**
Exceptionals	-0.3	3.6	0.0	0.0	0.0
Core Net Profit	**13.4**	**23.0**	**30.8**	**40.0**	**45.2**

Key Ratios

FYE Dec	FY24	FY25	FY26F	FY27F	FY28F
Core EPS (sen)	4.1	5.9	7.6	8.4	9.5
P/E (x)	17.0	11.8	9.1	8.2	7.3
BVPS	0.28	0.32	0.40	0.51	0.64
P/B (x)	2.5	2.2	1.7	1.4	1.1
EV/EBITDA (x)	13.3	9.4	5.7	4.4	3.8
DPS (sen)	0.3	0.0	0.5	0.5	0.5
Dividend Yield (%)	0.4%	0.0%	0.7%	0.7%	0.7%
EBITDA margin (%)	33.5%	38.2%	42.0%	38.6%	43.5%
EBIT margin (%)	28.0%	34.8%	39.4%	36.6%	41.2%
PBT margin (%)	25.2%	32.2%	37.6%	35.2%	39.7%
PAT margin (%)	23.3%	24.9%	30.2%	28.1%	31.7%
NP margin (%)	21.7%	24.9%	26.4%	24.1%	26.9%
CNP margin (%)	21.3%	29.6%	26.4%	24.1%	26.9%
ROE (%)	11.8%	17.5%	19.3%	20.2%	18.8%
ROA (%)	8.7%	13.5%	14.5%	15.0%	14.1%
Gearing (%)	25.2%	23.2%	21.5%	19.4%	17.5%
Net gearing (%)	Net Cash	Net Cash	Net Cash	Net Cash	Net Cash

Valuations	FY27F
Outstanding shares (m)	404.2
Share Issue for Acquisition of IHSB	15.4
Assumed partial (50%) warrant dilution (	54.2
Number of diluted shares	**473.8**
Diluted core EPS (sen)	8.4
P/E multiple (x)	15.4
Fair Value (RM)	**1.30**
ESG premium/discount	0.0%
Implied Fair Value (RM)	**1.30**

Balance Sheet

FYE Dec (RM m)	FY24	FY25	FY26F	FY27F	FY28F
Cash	30.1	34.2	59.4	82.7	129.6
Receivables	33.7	38.3	48.1	72.7	73.7
Other current assets	29.3	29.3	29.3	29.3	29.3
Total Current Assets	**93.2**	**101.8**	**136.8**	**184.7**	**232.6**
Fixed Assets	3.0	4.1	5.0	5.7	6.4
Intangibles	54.8	61.1	67.2	73.0	78.5
Other non-current assets	3.2	3.2	3.2	3.2	3.2
Total Non-Current Assets	**61.1**	**68.4**	**75.4**	**81.9**	**88.1**
Short-term debt	14.4	15.4	17.9	20.4	22.9
Payables	10.1	5.9	9.5	14.7	12.9
Other current liabilities	3.3	3.3	3.3	3.3	3.3
Total Current Liabilities	**27.8**	**24.6**	**30.7**	**38.4**	**39.1**
Long-term debt	13.7	14.7	17.2	19.7	22.2
Other non-current liabilities	1.1	1.1	1.1	1.1	1.1
Total Non-Current Liabilities	**14.8**	**15.8**	**18.3**	**20.8**	**23.3**
Shareholder's equity	112.9	131.1	160.0	197.6	240.4
Minority interest	-1.4	-1.4	3.1	9.8	17.9
Total Equity	**111.5**	**129.8**	**163.1**	**207.4**	**258.3**

Cash Flow

FYE Dec (RM m)	FY24	FY25	FY26F	FY27F	FY28F
Pre-tax profit	**15.8**	**25.0**	**43.9**	**58.3**	**66.6**
Depreciation & amortisation	3.4	2.6	3.1	3.4	3.8
Changes in working capital	-16.0	-8.8	-6.2	-19.4	-2.8
Others	3.9	-5.7	-8.6	-11.7	-13.3
Operating cash flow	**7.1**	**13.1**	**32.2**	**30.7**	**54.3**
Net capex	-8.0	-10.0	-10.0	-10.0	-10.0
Others	0.0	0.0	0.0	0.0	0.0
Investing cash flow	**-8.0**	**-10.0**	**-10.0**	**-10.0**	**-10.0**
Borrowings	6.3	2.0	5.0	5.0	5.0
Dividends paid	0.0	-1.1	-2.0	-2.4	-2.4
Others	14.6	0.0	0.0	0.0	0.0
Financing cash flow	**21.0**	**0.9**	**3.0**	**2.6**	**2.6**
Net cash flow	**20.0**	**4.0**	**25.2**	**23.3**	**46.9**
Beginning cash and cash equivalent	-2.0	18.0	22.0	47.2	70.5
Forex	-0.03	0.00	0.00	0.00	0.00
Ending cash and cash equivalent	**18.0**	**22.0**	**47.2**	**70.5**	**117.5**
Bank overdraft and fixed deposits	12.2	12.2	12.2	12.2	12.2
Cash and bank balances	**30.1**	**34.2**	**59.4**	**82.7**	**129.6**

Source: Company, Apex Securities

ESG Matrix Framework:

Environment

Parameters	Rating	Comments
Climate	★★★	The Group plans to install solar panels and relocate to an eco-friendlier building to reduce its environmental impact
Energy	★★★	Total energy use was 17,940.55 GJ, with 96.5% derived from purchased electricity (4,810,928 kWh)
Water	★★★	Total water consumption recorded was 42,362 m^3

Social

Diversity	★★★	38.5% of management positions are held by women
Training & Development	★★★	1,095.78 total hours were recorded
Occupational Safety and Health	★★★	A "Zero Accident" workplace guided by a formal Safety & Health Policy
Labour Practices	★★★	0 reported incidents of discrimination or substantiated human rights violations

Governance

Corruption Incidents	★★★	0 confirmed incidents of corruption in FY2025
Board Oversight	★★★	The Board consists of 6 members, including 4 Independent Directors (66.67%)
Regulatory Compliance	★★★	The Group maintains a zero-tolerance approach to bribery, supported by mandatory staff compliance programs

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 **Monday, 10 Aug, 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.