

Research Team

(603) 7890 8899

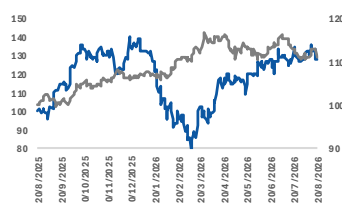
research.dept@apexsecurities.com.my

Recommendation:	HOLD
Current Price:	RM3.03
Previous Target Price:	RM3.31
Target Price:	↔ RM3.31
Capital Upside/ Downside:	9.2%
Dividend Yield (%):	0.0%
Total Upside/ Downside	9.2%

Stock information	
Board	MAIN
Sector	Renewable Energy
Bursa / Bloomberg Code	0215 / SOLARMK
Syariah Compliant	Yes
ESG Rating	★★★
Shares issued (m)	966.8
Market Cap (RM' m)	2,929.4
52-Week Price Range (RM)	3.39- 1.82
Beta (x)	0.8
Free float (%)	56.8
3M Average Volume (m)	3.3
3M Average Value (RM' m)	9.8

Top 3 Shareholders	(%)
Atlantic Blue Holdings Sdn Bhd	17.0
Lim Chin Siu	6.2
Urusharta Jamaah Sdn Bhd	6.1

Share Price Performance



	1M	3M	12M
Absolute (%)	-1.0	12.2	27.8
Relative (%)	-1.5	11.3	17.3

Earnings Summary	FY27 F	FY28 F	FY29 F
Revenue (RM'm)	1595.8	2811.7	2372.9
PATAMI (RM'm)	127.9	232.1	211.6
CNP (RM'm)	127.9	232.1	211.6
EPS - core (sen)	13.3	24.2	22.1
P/E(x)	22.7	12.5	13.7

Solarvest Holdings Berhad

Results In Line, Momentum to Build

- SLVEST's 1QFY27 core net profit of RM19.7m (+16.2% YoY) accounted for 15% of our FY27F forecast and 17% of consensus estimates, which we deem in line given our expectation of stronger earnings in subsequent quarters.
- We remain positive on SLVEST's FY27 earnings trajectory, underpinned by its RM2.4bn unbilled order book, with RM1.15bn expected to be recognised in FY27F, alongside the upcoming LSS6 rollout and growing data centre power supply opportunities.
- We keep our FY27F/FY28F/FY29F core net profit forecasts unchanged at RM127.9m/RM232.1m/RM211.6m.
- Downgrade to HOLD with an unchanged TP of RM3.31, based on a SOP valuation, as SLVEST's strong share price rally has narrowed the upside to our TP.

Results inline, momentum to pick up ahead. SLVEST's 1QFY27 core net profit (CNP) came in at RM19.7m, after adjusting for fair value gains on derivatives (-RM0.585m), net foreign exchange loss (+RM0.846m), impairment loss on assets (+RM0.375m), reversal of impairment losses on trade receivables (-RM0.147m), and bad debts written off (+RM0.144m). This accounted for 15% of our FY27F forecast and 17% of consensus estimates. We deem the results in line, as SLVEST has historically recorded weaker earnings in 1Q, with earnings momentum expected to improve in the coming quarters as the Group progresses with its projects.

QoQ. Revenue eased 42% QoQ to RM155.9m, despite the successful energization of two CGPP projects, as the bulk of revenue recognition was deferred to 2QFY27. Consequently, core net profit fell 28.8% QoQ to RM19.7m (4QFY26: RM27.6m), driven by lower utility-scale billings and module deliveries during this project transition phase.

YoY. Revenue grew 13.2% YoY to RM155.9m, as top-line performance was lifted by the commencement of multiple LSS5 projects and the resumption of CGPP execution. Consequently, core net profit rose 16.2% YoY to RM19.7m (1QFY26: RM16.9m), driven by steady EPCC project progress and the successful energization of two additional CGPP solar assets.

Outlook. We remain **positive** on the outlook for SLVEST in FY27, anchored by its RM2.4bn unbilled order book (92% utility; 8% C&I and residential) and an accelerating execution pipeline. We expect near-term revenue recognition to scale up significantly, with **RM1.15bn of the existing order book expected to be recognised in FY27F.**

The Group is well-positioned for the upcoming 2.5GW LSS6 rollout in January 2027, leveraging its strategic landbank access, which is vital for securing grid interconnection, to target a >20% EPCC market share. We are also optimistic about SLVEST's expanding footprint in data center power supply, with 300MW to 500MW of capacity expected to be signed under the CRESS framework.

Its active tenderbook of 11.8GWp for solar and 1.2GWh for BESS provides strong long-term earnings visibility, with BESS integration potentially doubling project CAPEX while preserving EPCC gross margins. Finally, the rollout of Solar ATAP, carrying a 42GW national technical potential, should continue to sustain a robust and recurring C&I revenue base.

Forecasts. We keep our FY27-29F core net profit forecasts unchanged at RM127.9m/RM232.1m/RM211.6m respectively.

Valuation. Downgrade to **HOLD** with an unchanged **TP of RM3.31**, based on a **SOP valuation**, our downgrade is primarily driven by SLVEST's strong share price appreciation, which has narrowed the upside to our TP to c.9.2% and no longer supports a **BUY** call. That said, we continue to believe SLVEST is well-positioned to capitalize 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. Intense market competition.

Results Note

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Results Comparison

FYE Mar (RM m)	1QFY27	1QFY26	yoy (%)	4QFY26	qoq (%)	3MFY27	3MFY26	yoy (%)
Revenue	155.9	137.7	13.2	268.7	(42.0)	155.9	137.7	13.2
COGS	(110.1)	(97.3)	13.2	(195.3)	(43.6)	(110.1)	(97.3)	13.2
Gross profit	45.8	40.5	13.2	73.3	(37.5)	45.8	40.5	13.2
EBITDA	29.3	28.5	3.1	39.6	(25.9)	29.3	28.5	3.1
Depreciation & Amortisation	(4.5)	(3.6)	25.4	(4.7)	(5.0)	(4.5)	(3.6)	25.4
EBIT	24.9	24.9	(0.1)	34.9	(28.7)	24.9	24.9	(0.1)
Net interest	(3.3)	(3.5)	(5.5)	0.8	nm	(3.3)	(3.5)	(5.5)
Associates/JV	3.5	0.7	423.4	5.3	(32.8)	3.5	0.7	423.4
Pre-tax profit	25.1	22.1	13.8	41.0	(38.7)	25.1	22.1	13.8
Tax expenses	(6.7)	(5.8)	15.0	(16.1)	(58.5)	(6.7)	(5.8)	15.0
Profit after tax	18.4	16.3	13.3	24.8	(25.9)	18.4	16.3	13.3
(-) Minority interest	(0.6)	0.4	nm	0.7	nm	(0.6)	0.4	nm
PAT (-MI)	19.0	15.9	19.8	24.2	(21.3)	19.0	15.9	19.8
Core net profit	19.7	16.9	16.2	27.6	(28.8)	19.7	16.9	16.2
Core EPS (sen)	2.0	2.0		2.7		2.0	2.0	
DPS (sen)	-	-		-		-	-	
EBITDA margin (%)	18.8	20.7		14.7		18.8	20.7	
PBT margin (%)	16.1	16.0		15.3		16.1	16.0	
Effective tax rate (%)	26.7	26.4		39.4		26.7	26.4	
Core PATMI margin (%)	12.6	12.3	2.7	10.3		12.6	12.3	

Source: Company, Apex Securities

Segmental Breakdown

FYE Mar (RM m)	1QFY27	1QFY26	yoy (%)	4QFY26	qoq (%)	3MFY27	3MFY26	yoy (%)
Revenue Breakdown								
EPCC	161.0	186.0	(13.5)	332.6	(51.6)	161.0	186.0	(13.5)
O&M	4.8	3.9	22.5	7.4	(34.6)	4.8	3.9	22.5
Power Supply	9.6	7.6	25.8	10.1	(4.8)	9.6	7.6	25.8
Others	5.3	2.6	100.0	9.2	(42.6)	5.3	2.6	100.0
Adjustment	(24.8)	(62.5)	(60.3)	(90.6)	(72.6)	(24.8)	(62.5)	(60.3)
Total	155.9	137.7	13.2	268.7	(42.0)	155.9	137.7	13.2
Profit Before Tax (PBT) Breakdown								
EPCC	17.0	19.5	(12.8)	28.0	(39.2)	17.0	19.5	(12.8)
O&M	0.9	0.9	5.2	1.7	(44.6)	0.9	0.9	5.2
Power Supply	3.1	3.0	3.3	4.0	(20.6)	3.1	3.0	3.3
Others	0.8	(0.9)	nm	(2.1)	nm	0.8	(0.9)	nm
Adjustment	3.2	(0.5)	nm	9.4	(65.9)	3.2	(0.5)	nm
Total	25.1	22.1	13.8	41.0	(38.7)	25.1	22.1	13.8
PBT margin (%)								
EPCC	10.6%	10.5%		8.4%		10.6%	10.5%	
O&M	19.6%	22.8%		23.1%		19.6%	22.8%	
Power Supply	32.6%	39.7%		39.1%		32.6%	39.7%	
Others	14.9%	-33.0%		-22.6%		14.9%	-33.0%	
Adjustment								
Total	16.1%	16.0%		15.3%		16.1%	16.0%	

Source: Company, Apex Securities

Results Note

Thursday, 20 Aug, 2026

Financial Highlights

Income Statement

FYE Mar (RM m)	FY25	FY26	FY27F	FY28F	FY29F
Revenue	536.8	757.1	1595.8	2811.7	2372.9
Gross Profit	149.5	214.0	390.9	680.6	608.5
EBITDA	96.2	141.1	221.4	380.5	350.2
Depreciation & Amortisation	-12.5	-15.1	-20.7	-27.7	-28.7
EBIT	83.7	126.0	200.7	352.8	321.5
Net Finance Income/ (Cost)	-12.1	-18.1	-16.9	-15.4	-14.2
Associates & JV	2.6	9.3	8.1	8.1	8.1
Pre-tax Profit	74.2	117.3	191.9	345.5	315.4
Tax	-20.8	-35.2	-61.6	-111.0	-101.3
Profit After Tax	53.3	82.1	130.2	234.5	214.1
Minority Interest	1.4	2.3	2.3	2.4	2.4
Net Profit	51.9	79.8	127.9	232.1	211.6
Exceptionals	-5.2	7.7	0.0	0.0	0.0
Core Net Profit	57.1	72.1	127.9	232.1	211.6

Key Ratios

FYE Mar (RM m)	FY25	FY26	FY27F	FY28F	FY29F
EPS (sen)	6.0	7.5	13.3	24.2	22.1
P/E (x)	50.9	40.3	22.7	12.5	13.7
P/B (x)	8.0	3.5	3.0	2.4	2.1
EV/EBITDA (x)	28.4	21.2	14.0	8.8	9.4
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 (%)	17.9%	18.6%	13.9%	13.5%	14.8%
EBIT margin (%)	15.6%	16.6%	12.6%	12.5%	13.5%
PBT margin (%)	13.8%	15.5%	12.0%	12.3%	13.3%
PAT margin (%)	9.9%	10.8%	8.2%	8.3%	9.0%
NP margin (%)	9.7%	10.5%	8.0%	8.3%	8.9%
CNP margin (%)	10.6%	9.5%	8.0%	8.3%	8.9%
ROE (%)	15.7%	8.7%	13.3%	19.4%	15.0%
ROA (%)	5.5%	4.5%	6.6%	8.1%	7.5%
Gearing (%)	88.9%	49.5%	34.5%	25.4%	19.9%
Net gearing (%)	50.8%	Net Cash	Net Cash	Net Cash	Net Cash

Valuations	Equity Value (RM' m)	Valuation method
EPCC	2630.51	30x FY27F PER
Associates	86.39	10x FY27F PER
Solar assets	598.76	Ke = 9.6%
Proceeds from warrants/ESOS	53.03	
SOP Value	3368.69	
Enlarged share base (m share)	1020.76	
Fair Value (RM)	3.31	
ESG premium/discount	0.0%	
Implied Fair Value (RM)	3.31	

Source: Company, Apex Securities

Balance Sheet

FYE Mar (RM m)	FY25	FY26	FY27F	FY28F	FY29F
Cash and bank balances	138.1	487.2	521.5	747.9	666.4
Receivables	292.7	380.2	501.2	601.4	721.7
Inventories	17.4	16.3	34.1	47.8	66.9
Other current assets	231.2	162.0	271.4	710.3	596.0
Total Current Assets	679.3	1045.7	1328.3	2107.4	2051.0
Fixed Assets	246.3	324.3	424.8	567.9	589.2
Intangibles	0.4	0.7	0.7	0.7	0.7
Other non-current assets	104.6	224.5	187.9	188.8	190.0
Total Non-Current Assets	351.4	549.4	613.4	757.4	779.8
Short-term debt	141.9	66.3	166.0	152.0	140.1
Payables	202.2	231.6	361.5	639.3	529.3
Other current liabilities	124.6	83.6	249.7	688.6	574.3
Total Current Liabilities	468.7	381.5	777.2	1479.9	1243.8
Long-term debt	180.5	345.5	166.0	152.0	140.1
Other non-current liabilities	18.7	36.0	36.0	36.0	36.0
Total Non-Current Liabilities	199.2	381.5	202.0	187.9	176.1
Shareholder's equity	357.4	823.4	951.3	1183.5	1395.1
Minority interest	5.4	8.8	11.1	13.5	15.9
Total Equity	362.8	832.2	962.4	1196.9	1411.0

Cash Flow

FYE Mar (RM m)	FY25	FY26	FY27F	FY28F	FY29F
Pre-tax profit	74.2	117.3	191.9	345.5	315.4
Depreciation & amortisation	12.5	15.1	20.7	27.7	28.7
Changes in working capital	-181.8	-131.9	84.4	163.0	-250.6
Others	-19.1	90.0	-61.6	-111.0	-101.3
Operating cash flow	-114.2	90.6	235.4	425.2	-7.8
Capex	-50.2	-58.2	-121.3	-170.8	-50.0
Others	-21.3	-142.2	0.0	0.0	0.0
Investing cash flow	-71.5	-200.4	-121.3	-170.8	-50.0
Dividends paid	0.0	0.0	0.0	0.0	0.0
Others	212.8	447.3	-79.8	-28.1	-23.7
Financing cash flow	212.8	447.3	-79.8	-28.1	-23.7
Net cash flow	27.1	337.4	34.3	226.3	-81.5
Forex	0.0	0.0	0.0	0.0	0.0
Others	0.0	0.0	0.0	0.0	0.0
Beginning cash	60.5	87.6	425.0	459.3	685.6
Ending cash	87.6	425.0	459.3	685.6	604.2

Results Note

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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, 20 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.