

26 February 2026

## Samaiden Group

### Momentum Intact

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SAMAIDEN's 1HFY26 results came in within our expectations but beat consensus. Near-term earnings are mainly driven by the execution of two EPCC CGPP projects. As of Dec 2025, the Group's orderbook stood at RM600.5m (1.7x FY25 revenue). Near-term orderbook replenishment is expected from LSS5+, following the typical six-month financial close timeline. Given its established track record in ground-mounted solar EPCC projects, we believe SAMAIDEN remains well positioned to scale its LSS5+ market share towards ~12% (current: ~5%), broadly in line with LSS5, supporting longer-term earnings visibility. We maintain our OUTPERFORM call and TP of RM2.08.

**Within expectations.** SAMAIDEN's 2QFY26 earnings of RM9m, brought 1HFY25 CNP to RM12.1m (+88% YoY), within our expectation at 48%, but above consensus at 56%, of full-year forecast.

**QoQ,** earnings surged 47%, mainly driven by stronger contribution from the EPCC segment as segmental revenue expanded 17%, supported by accelerated progress recognition from ongoing CGPP projects, namely the RM52.0m 13.4MWac Sungai Petani project and the RM39.2m 10MWac Bahau project. In addition, other income increased 29%, primarily due to higher investment income. This also reduced the effective tax rate to 16.5% (1QFY26: 33.7%), further supporting net earnings. Consequently, PATMI margin expanded by 1.8 pts to 8.8%.

**YoY,** earnings rose strongly by 88%, mainly driven by higher EPCC work progress from several utility-scale solar projects. The stronger performance was also supported by an improved project mix, in which we believe CGPP projects carry comparatively higher margins than LSS4 projects, supported by relatively higher contracted prices (21-22 sen/kWh vs. 18-21 sen/kWh for LSS4) and negotiated project structures compared with auction-driven LSS projects. PATMI margin expanded by 2.8 pts, which we partly attribute to lower procurement costs following the strengthening of MYR against USD (USD/MYR averaged RM4.09 in Dec-25 vs. RM4.46 in Dec-24).

**Outlook.** Earnings momentum is expected to improve in the coming quarters, mainly driven by accelerated execution of CGPP projects progressing towards targeted COD by 2026. Near-term orderbook replenishment is likely to be supported by LSS5+, where channel checks indicate c.50% of capacity remains unallocated. Given its established track record in ground-mounted solar EPCC projects, we believe SAMAIDEN remains well positioned to scale its LSS5+ market share towards 12% (current: 5%) broadly in line with LSS5, supported by a strong balance sheet and c.RM900m of unutilised sukuk facilities, providing tender headroom of up to 300MWac. As of Dec 2025, the Group's orderbook stood at RM600.5m (75% LSS, 20% C&I, with the remainder from others), providing earnings visibility of up to two years.

**Forecasts.** Maintained.

**Valuations.** Recent share price performance was likely dragged by market concerns over solar module price mitigation and procurement risks. We maintain our earnings forecasts and TP of RM2.08 unchanged pending further clarity at the upcoming briefing. The TP is derived from a sum-of-parts (SoP) valuation, implying a blended 25x FY27F PER, and incorporates a 5% ESG premium based on our internal assessment.

## OUTPERFORM ↔

Price : **RM1.08**  
Target Price : **RM2.08** ↔

### Share Price Performance



KLCI	1,747.81
YTD KLCI chg	4.0%
YTD stock price chg	-22.9%

### Stock Information

Shariah Compliant	Yes
Bloomberg Ticker	SAMAIDEN MK EQUITY
Market Cap (RM m)	542.8
Shares Outstanding	502.6
52-week range (H)	1.62
52-week range (L)	0.91
3-mth avg. daily vol.	812,830
Free Float	32%
Beta	1.0

### Major Shareholders

Hee Ir Chow Pui	29.4%
Chudenko Corp	17.3%
Oversea-Chinese Bank	16.6%

### Summary Earnings Table

FYE June (RM m)	2025A	2026F	2027F
Turnover	353.6	644.3	823.2
Operating Profit	33.5	45.2	46.6
Profit Before Tax	25.9	41.5	50.4
<b>Net Profit</b>	<b>20.1</b>	<b>31.5</b>	<b>38.3</b>
<b>Core Net Profit</b>	<b>25.4</b>	<b>31.5</b>	<b>38.3</b>
Consensus (NP)	-	27.2	32.0
Earnings Revision	-	-	-
Core EPS (sen)	5.2	6.5	7.9
Core EPS Growth (%)	58.1	24.3	21.3
NDPS (sen)	1.5	1.1	1.1
NTA per Share (RM)	0.3	0.4	0.5
PER (x)	20.7	16.7	13.7
PBV (x)	3.3	2.6	2.1
Net Gearing (x)	(0.3)	(0.8)	(1.0)
Net Div. Yield (%)	1.4	1.0	1.0

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**Investment case.** We continue to like SAMAI DEN for: (i) the bright outlook of the RE sector in Malaysia, underpinned by the government's goal of RE making up 70% of total generation mix by 2050, (ii) the increased commercial viability of solar power projects on falling solar panel prices and the export potential of RE, (iii) its position as one of the top players in the local solar EPCC market, (iv) its ability to provide end-to-end solutions, including financing, and (v) its proven track record in delivering projects on time and within budget. Maintain OUTPERFORM.

**Risks to our call include:** (i) the government's dial back on RE policy, (ii) influx of new players in the EPCC space, intensifying competition, (iii) project execution risks, including cost overrun and project delays, and (iv) escalating cost of solar panels, although unlikely amid US slapping tariffs on Southeast Asia manufactured solar panels.

### Results Highlights

FYE Jun (RM m)	2Q26	1Q26	QoQ	2Q25	YoY
Revenue	102.8	88.1	17%	80.0	28%
COGS	-86.5	-73.6	18%	-70.1	23%
<b>GP</b>	<b>16.3</b>	<b>14.6</b>	<b>12%</b>	<b>10.0</b>	<b>63%</b>
Other Income	2.1	1.6	29%	1.4	45%
Admin expenses	-6.0	-5.2	15%	-4.5	33%
<b>EBIT</b>	<b>12.4</b>	<b>11.0</b>	<b>13%</b>	<b>6.9</b>	<b>79%</b>
Finance costs	-1.5	-1.4	10%	-0.3	486%
Impairments	0.0	-0.4	-87%	-0.1	-46%
<b>PBT</b>	<b>10.8</b>	<b>9.2</b>	<b>17%</b>	<b>6.6</b>	<b>65%</b>
Tax	-1.8	-3.1	-42%	-1.8	-2%
Non-controlling Interests	0.0	-0.1	-99%	0.0	-93%
<b>Net Profit</b>	<b>9.0</b>	<b>6.1</b>	<b>47%</b>	<b>4.8</b>	<b>90%</b>
<b>Core Net Profit</b>	<b>9.0</b>	<b>6.2</b>	<b>46%</b>	<b>4.8</b>	<b>90%</b>
GP Margin	15.8%	16.5%		12.5%	
Operating Margin	12.0%	12.4%		8.6%	
PBT Margin	10.5%	10.5%		8.2%	
Net Margin	8.8%	7.0%		5.9%	
Core Net Margin	8.8%	7.0%		6.0%	
Effective Tax Rate	16.5%	33.7%		27.7%	

Source: Company, Kenanga Research

Module Type (TOPCon Bifacial)	USD/W						YTD (%)
	Week1	Week2	Week3	Week4	Week5	Week6	
182mm, 72 cells (580-590w)	0.10	0.11	0.11	0.12	0.12	0.12	16%
210mm, 60 cells (630-655w)	0.10	0.11	0.12	0.12	0.12	0.12	16%
210mm, 60 cells (700-725w)	0.10	0.11	0.12	0.12	0.12	0.12	19%
210R, 60 cells (610-635w)	0.00	0.11	0.12	0.12	0.12	0.12	N.A.

Source: TaiyangNews. Prices represent weekly average module ASPs.

Note: Prices are presented in USD/W. RMB-denominated module prices were converted into USD using an RMB/USD exchange rate of 0.15 (as of 25 February 2026).

### Exhibit 3: Sum-of-Parts (SoP) Valuation

Business/Asset	Value	Basis
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	(RM m)	
EPCC	1,016.0	30x FY27F PER
CGPP	19.5	DCF with a discount rate of 5.5%
LSS5	42.3	DCF with a discount rate of 5.6%
LSS5+	9.8	DCF with a discount rate of 5.6%
C&I	3.9	DCF with a discount rate of 5.6%
Bioenergy	60.5	DCF with a discount rate of 5.6%
Net (Debt) / Cash	(42.0)	
<b>Asset Valuation</b>	<b>1,109.9</b>	
Proceeds from warrant conversion	101.9	
	1,211.8	
Enlarged share base (m shares)	610.5	
Fully-diluted TP before ESG (RM/share)	1.98	
ESG premium (RM/share)	0.10	5% based on a 4-star rating
<b>TP after ESG (RM/share)</b>	<b>2.08</b>	

Source: Kenanga Research

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### Peer Table Comparison

Name	Rating	Last Price (RM)	Target Price (RM)	Upside	Market Cap (RM m)	Shariah Compliant	Current FYE	Core EPS (sen)		Core EPS Growth		PER (x) - Core Earnings		PBV (x)	ROE	Net Div. (sen)	Net Div Yld
								1-Yr. Fwd.	2-Yr. Fwd.	1-Yr. Fwd.	2-Yr. Fwd.	1-Yr. Fwd.	2-Yr. Fwd.	1-Yr. Fwd.	1-Yr. Fwd.	1-Yr. Fwd.	1-Yr. Fwd.
<b>Stocks Under Coverage</b>																	
GAS MALAYSIA BHD	MP	4.77	4.50	-5.7%	6,124.7	Y	12/2026	31.7	32.1	5.6%	1.3%	15.1	14.9	3.7	25.4%	25.3	5.3%
KJTS GROUP BHD	OP	0.820	2.12	158.5%	566.1	Y	12/2025	2.3	4.0	20.8%	71.1%	34.9	20.4	6.0	16.4%	0.5	0.6%
MALAKOFF CORP BHD	OP	0.830	1.00	20.5%	4,056.2	Y	12/2026	3.6	4.8	58.2%	32.9%	23.2	17.4	0.9	3.9%	2.9	3.5%
PEKAT GROUP BHD	OP	1.35	1.68	24.4%	953.5	Y	12/2025	7.2	8.5	109.0%	17.5%	18.8	16.0	3.3	24.0%	0.0	0.0%
PETRONAS GAS BHD	MP	18.48	18.80	1.7%	36,567.0	Y	12/2026	95.9	97.2	12.1%	1.4%	19.3	19.0	2.5	13.1%	72.0	3.9%
SAMAIDEN GROUP BHD	OP	1.08	2.08	92.6%	542.4	Y	06/2026	6.9	8.4	24.0%	21.6%	15.6	12.8	4.3	29.8%	0.0	0.0%
SOLARVEST HOLDINGS BHD	OP	2.32	3.45	48.7%	2,198.5	Y	03/2026	10.3	14.3	51.9%	39.2%	22.5	16.2	4.5	22.7%	0.0	0.0%
SWIFT ENERGY TECHNOLOGY BHD	OP	0.205	0.470	129.3%	205.2	Y	09/2026	1.3	2.0	-29.3%	53.8%	15.8	10.3	2.6	19.1%	0.0	0.0%
TENAGA NASIONAL BHD	OP	14.18	16.80	18.5%	82,657.2	Y	12/2025	78.8	85.9	-4.1%	9.0%	18.0	16.5	1.3	7.4%	39.0	2.8%
YTL POWER INTERNATIONAL BHD	OP	2.91	4.40	51.2%	25,138.3	N	06/2026	30.3	31.6	-14.2%	4.3%	9.6	9.2	1.0	10.8%	8.0	2.7%
<b>SECTOR AGGREGATE</b>					<b>159,009.0</b>					<b>-2.6%</b>	<b>6.9%</b>	<b>16.4</b>	<b>15.4</b>	<b>3.0</b>	<b>17.3%</b>		<b>1.9%</b>

Source: Kenanga Research

\*Note that Sunview numbers based on Bloomberg consensus

**Stock ESG Ratings:**

	Criterion	Rating				
<b>GENERAL</b>	Earnings Sustainability & Quality	★	★	★	☆	
	Community Investment	★	★	★		
	Workers Safety & Wellbeing	★	★	★	★	
	Corporate Governance	★	★	★	★	
	Anti-Corruption Policy	★	★	★		
	Emissions Management	★	★	★	★	
<b>SPECIFIC</b>	Transition to Renewables	★	★	★	★	
	Reliable Energy & Fair Tariff	★	★	★	☆	
	Effluent/Waste Management	★	★	★	★	
	Ethical Practices	★	★	★		
	Supply Chain Management	★	★	★	☆	
	Customer Satisfaction	★	★	★	★	
<b>OVERALL</b>		★	★	★	★	

☆ denotes half-star  
 ★ -10% discount to TP  
 ★★ -5% discount to TP  
 ★★★ TP unchanged  
 ★★★★ +5% premium to TP  
 ★★★★★ +10% premium to TP

**Stock Ratings are defined as follows:**

**Stock Recommendations**

OUTPERFORM : A particular stock’s Expected Total Return is MORE than 10%  
 MARKET PERFORM : A particular stock’s Expected Total Return is WITHIN the range of -5% to 10%  
 UNDERPERFORM : A particular stock’s Expected Total Return is LESS than -5%

**Sector Recommendations\*\*\***

OVERWEIGHT : A particular sector’s Expected Total Return is MORE than 10%  
 NEUTRAL : A particular sector’s Expected Total Return is WITHIN the range of -5% to 10%  
 UNDERWEIGHT : A particular sector’s Expected Total Return is LESS than -5%

**\*\*\*Sector recommendations are defined based on market capitalisation weighted average expected total return for stocks under our coverage.**

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