Samaiden Group Berhad

(0223 | SAMAIDEN MK) MAIN |Energy

SHARIAH Compliant

Corporate Update

Maintain **BUY**

Unchanged Target Price **RM1.59**

3QFY25 Results Review
CGPP-Driven Quarter

Maintain BUY. We maintain our **BUY** recommendation on Samaiden with an unchanged SOP-derived **TP of RM1.59** as we maintain our earnings projection. Samaiden is among the key beneficiaries of EPCC prospects under LSS5, other upcoming large-scale solar schemes, and the long-term RE growth potential from the National Energy Transition Roadmap (NETR). The group is also among those shortlisted in Dec-24 under LSS5 to develop a 99.99MW solar farm in Pasir Mas, Kelantan under LSS5. In Mar-25, Samaiden inked a 21-year power purchase agreement (PPA) with Tenaga Nasional Bhd, which will see the latter purchasing the net energy output from the facility upon the commercial operation date (COD) in Oct-27.

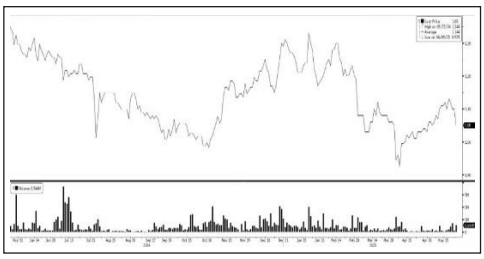
Deemed within. Samaiden's 3QFY25 core net profit grew +22.6%yoy to RM5.0m, driven primarily by the ongoing progress of large-scale solar EPCC projects. The cumulative 9MFY25 core net profit grew +41.0%yoy to RM14.4m, making up 66.4% of both our and consensus' full year estimates. We deem the results as within, on the back of expectations on the back of stronger progress of EPCC jobs in 4QFY25, especially with two Corporate Green Power Programme (CGPP) expected to reach completion by Aug-25 and Sep-25.

Key takeaways. The group's quarterly revenue recorded another new high at RM89.2m (+11.4%qoq), but PBT remained unchanged at RM6.6m, indicating a slight compression in margin from 8.2% in 2QFY25 to 7.4% in 3QFY25. This was attributable to tighter margins from CGPP projects and higher administrative expenses. We expect 4QFY25 to be mainly driven by the group's CGPP projects and FY26 to be driven by LSS5 EPCC projects.

Back-to-back LSS projects. Samaiden also announced the acceptance of a letter of award (LOA) for the EPCC works of a 27.60MWac solar farm in Pasir Mas, Kelantan, which is part of LSS5. The 100.7m contract was awarded by GVU Fajar Timur Sdn Bhd to the group's wholly owned subsidiary Samaiden Sdn Bhd. The expected commercial operation date (COD) of the solar farm is on 24th July 2027. This is Samaiden's third large-scale solar project in two weeks. The first RM 108.6m job was secured on 16th May 2025, which is a 29.99Mwac solar farm in Bestari Jaya under LSS4 and three days later, a RM45.0m job for a 9.99MWac solar farm in Kulim, under LSS5. We estimate that Samaiden's oustanding orderbook is currently at about RM600m, with earnings visibility up to FY27. We are optimistic on future replenishment prospects, with sizeable EPCC jobs coming from LSS5 and the upcoming LSS5+ and LSS6, on top of a strong interest in rooftop solar among commercial and industrial (C&I) and residential segments. We have previously estimated that up to RM17.0b of solar EPCC jobs are available for industry players.

RETURN STATISTICS	
Price @ 26th May 2025 (RM)	1.05
Expected share price return (%)	+51.4
Expected dividend yield (%)	+1.4
Expected total return (%)	+52.8

SHARE PRICE CHART



Price performance (%)	Absolute	Relative
1 month	1.9	0.3
3months	-0.9	-10.9
12 months	-24.5	-20.3

INVESTMENT STATISTICS

FYE Mar	2024A	2025F	2026F
Revenue	227.2	374.7	400.9
Operating Profit	23.5	31.8	33.9
Profit Before Tax	21.9	30.3	32.4
Core PATAMI	16.0	21.7	23.7
Core EPS	4.1	5.5	6.0
DPS	0.7	1.5	1
Dividend Yield	0.6%	1.3%	0.9%

KEY STATISTICS	
FBM KLCI	1,534.30
Issued shares (m)	418.53
Estimated free float (%)	42.42
Market Capitalisation (RM'm)	470.55
52-wk price range	RM0.91 - RM1.4
3-mth average daily volume (m)	0.28
3-mth average daily value (RM'm)	0.30
Top Shareholders (%)	
Ir Chow Pui Hee	29.96
Chudenko Corp	18.60
Oversea-Chinese Banking Corp	2.58

Analyst

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SAMAIDEN GROUP BERHAD: 2QFY25 RESULTS SUMMARY

FYE Jun (RMm)	3Q24	2Q25	3Q25	QoQ	YoY	9MFY24	9MFY25	YTD
Revenue	75.0	80.0	89.2	11.4%	18.9%	170.0	218.6	28.6%
Gross profit	8.4	10.0	9.4	-5.5%	12.4%	22.4	29.3	30.6%
Admin expenses	(3.5)	(4.5)	(3.6)	-20.4%	3.6%	(10.4)	(12.3)	18.0%
Other income	1.1	1.4	1.1	-20.9%	2.3%	2.9	3.7	27.7%
Operating profit	**6.0**	**6.9**	**7.0**	**1.0%**	**15.6%**	**14.9**	**18.7**	25.5%
Finance cost	(0.4)	(0.3)	(0.4)	40.7%	-15.8%	(1.1)	(1.1)	0.0%
PBT	**5.6**	**6.6**	**6.6**	**0.0%**	**17.1%**	**13.7**	**17.4**	27.4%
Tax	(1.5)	(1.8)	(1.6)	-13.6%	5.0%	(3.5)	(4.4)	25.8%
PAT	4.1	4.7	5.0	5.2%	21.5%	10.1	13.0	27.9%
MI	(0.0)	(0.0)	(0.0)	>100%	>100%	(0.0)	(0.1)	>100%
Net profit	4.1	4.8	5.0	5.9%	22.6%	10.2	13.1	28.5%
Core net profit	**4.1**	**4.8**	**5.0**	**5.7%**	**22.6%**	**10.2**	**14.4**	41.0%
EPS (sen/share)	1.04	1.21	1.28			2.60	3.66	
DPS (sen/share)	-					-	1.50	
Margins:				***ppts***	***ppts***			
Gross	11.2%	12.5%	10.6%	*-1.9*	*-0.6*	13.2%	13.4%	
EBIT	8.0%	8.6%	7.8%	*-0.8*	*-0.2*	8.8%	8.5%	
PBT	7.5%	8.2%	7.4%	*-0.8*	*-0.1*	8.0%	8.0%	
Core net profit	5.5%	6.0%	5.6%	*-0.3*	*0.2*	6.0%	6.6%	

SAMAIDEN GROUP BERHAD: SOTP VALUATION

Units	Equity Value (RMm)	Valuation Method
EPCC business	631.7	*FY26F PER (26x)*
Tangkak Biomass Plant *(Equity Value)*	32.3	*DCF (WACC: 6%)*
Total SOP	**664.1**	
Shares out	418.5	
Value/share (RM)	**1.59**	

Source: Company, MIDFR

FINANCIAL SUMMARY

Profit or Loss (RM'm)	2022A	2023A	2024A	2025F	2026F
Revenue	150.7	170.8	227.2	374.7	400.9
EBIT	16.8	14.6	23.5	31.8	33.9
PBT	16.4	13.4	21.9	30.3	32.4
Taxation	-4.5	-3.3	-5.8	-8.2	-8.7
PAT	11.9	10.1	16.0	21.7	23.7
Core earnings	12.4	13.0	16.0	21.7	23.7
EPS (sen)	3.2	3.3	3.8	5.2	5.9
PER (x)	33.3	31.7	27.4	20.3	17.9
DPS (sen)	0.00	0.50	0.70	1.50	1.00
Dividend yield (%)	0.0%	0.5%	0.7%	1.4%	1.0%

Cash Flow (RM'm)	2022A	2023A	2024A	2025F	2026F
PBT	16.4	13.4	21.9	30.3	32.4
Depreciation	0.2	1.0	1.0	7.9	8.8
Change in NWC	5.5	9.9	-47.8	94.7	5.9
Operating cash flow	6.0	33.3	1.4	80.3	34.3
Capital expenditure	-0.5	-1.8	-2.1	-20.5	-0.5
Investing cash flow	-4.2	-0.2	1.8	-20.5	-0.5
Debt raised/(repaid)	9.8	-5.4	-0.1	0.4	0.2
Dividends paid	0.0	0.0	-2.0	-5.9	-5.9
Financing cash flow	34.4	-5.6	22.0	-5.5	-5.7
Net cash flow	36.2	27.5	25.2	54.2	28.1
Beginning cash flow	32.8	69.0	96.6	121.7	175.9
Ending cash flow	69.0	96.5	121.9	175.9	204.0

Balance Sheet (RM'm)	2022A	2023A	2024A	2025F	2026F
PPE	1.8	3.3	5.2	26.9	18.6
ROU assets	3.5	3.4	2.7	2.7	2.7
Non-current assets	5.4	6.6	7.9	29.6	21.3
Trade receivables	32.2	30.5	47.5	66.9	71.6
Cash & bank balances	80.2	108.2	132.2	187.6	215.7
Current assets	163.7	187.9	197.2	355.2	394.5
Long-term debt	0.9	1.9	1.8	2.2	2.4
Non-current liabilities	3.8	4.4	3.6	4.0	4.2
Short-term debt	10.9	4.5	6.6	6.6	6.6
Trade payables	61.4	69.5	37.5	152.3	163.0
Current liabilities	79.2	92.2	66.9	216.6	234.9
Share capital	60.9	62.6	85.0	85.0	85.0
Reserves	25.1	35.2	49.4	67.2	91.1
Equity	86.2	97.9	134.6	152.8	176.7

Profitability Ratios (%)	2022A	2023A	2024A	2025F	2026F
EBIT margin	11.1	8.5	10.3	8.5	8.5
PBT margin	10.9	7.8	9.6	8.1	8.1
PATAMI margin	7.9	5.9	7.1	5.8	5.9
Core PATAMI margin	8.2	7.6	7.1	5.8	5.9
ROE	14.4	13.3	11.9	14.2	13.4

Source: Bloomberg, MIDFR

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MIDF AMANAH INVESTMENT BANK: GUIDE TO RECOMMENDATIONS

STOCK RECOMMENDATIONS

BUY	Total return is expected to be >10% over the next 12 months.
TRADING BUY	The stock price is expected to rise by >10% within 3 months after a Trading Buy rating has been assigned due to positive news flow.
NEUTRAL	Total return is expected to be between -10% and +10% over the next 12 months.
SELL	Total return is expected to be <-10% over the next 12 months.
TRADING SELL	The stock price is expected to fall by >10% within 3 months after a Trading Sell rating has been assigned due to negative news flow.

SECTOR RECOMMENDATIONS

POSITIVE	The sector is expected to outperform the overall market over the next 12 months.
NEUTRAL	The sector is to perform in line with the overall market over the next 12 months.
NEGATIVE	The sector is expected to underperform the overall market over the next 12 months.

ESG RECOMMENDATIONS* - source Bursa Malaysia and FTSE Russell

☆☆☆☆	Top 25% by ESG Ratings amongst PLCs in FBM EMAS that have been assessed by FTSE Russell
☆☆☆	Top 26-50% by ESG Ratings amongst PLCs in FBM EMAS that have been assessed by FTSE Russell
☆☆	Top 51%- 75% by ESG Ratings amongst PLCs in FBM EMAS that have been assessed by FTSE Russell
☆	Bottom 25% by ESG Ratings amongst PLCs in FBM EMAS that have been assessed by FTSE Russell

* ESG Ratings of PLCs in FBM EMAS that have been assessed by FTSE Russell in accordance with FTSE Russell ESG Ratings Methodology