Swift Haulage Berhad

(5303 | SWIFT MK) Main | Transportation & Logistics

SHARIAH Compliant | ESG 3 Stars | FTSE4Good

Corporate Update

Downgrade to SELL (from NEUTRAL)

Unchanged Target Price **RM0.35**

4QFY25 Results Review Tracking Expectations

Maintain NEUTRAL. Swift Haulage Berhad's (Swift) 4QFY25 core earnings were in line with expectations. Near-term performance could be mixed, with container haulage volumes potentially softer, although margins are supported by rate revisions, while land transport may see margin pressure from an unfavourable mix. Freight forwarding continues to be the main earnings driver. We look forward to more insights from today's results briefing. Target price remains unchanged at **RM0.35** (11x FY26F EPS), but we downgrade the stock to **SELL** (from NEUTRAL) as it is now trading at +1SD above the sector mean.

Within expectations. Core PATAMI came in at RM8.1m in 4QFY25, taking the full-year total to RM24.8m. This was broadly in line with our estimates at 97%, but below consensus expectations at 85%. The Group also declared a second interim single-tier dividend of 0.8 sen, bringing total FY25 dividends to 1.6 sen (DPR: 56%).

Freight forwarding remains the key support. Overall revenue rose +4.4%yoy in 4QFY25, driven by freight forwarding (+29.2%yoy) and land transport (+8.5%yoy). Freight forwarding was the only segment to record EBIT growth (+18.6%yoy), likely supported by higher yielding project cargo flows. In contrast, land transport EBIT (-71.7%yoy) weakened due to a mix skewed toward smaller trucks. Container haulage revenue (+0.5%yoy) was largely flat, with margins remaining stable following rate revisions, while volumes may have been softer amid stricter overload checks. Overall, core PATAMI edged up +2.2%yoy with stable margins.

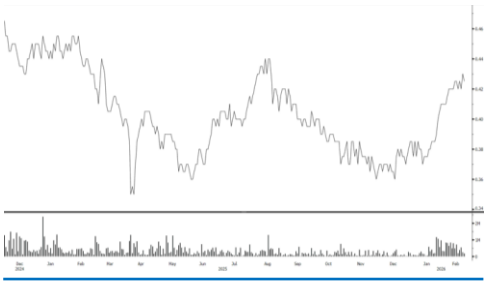
Warehousing margins are showing signs of recovery. Compared with 3QFY25, revenue declined -3.8%qoq, with weakness across most segments except freight forwarding. Encouragingly, warehousing & depot recorded a slight quarter-on-quarter margin recovery. Management previously attributed the segment's margin erosion to higher expenses stemming from greater handling activities. Warehousing utilisation should remain healthy, with 9MFY25 averaging 92%. Core PATAMI, however, rose +58.9%qoq, supported by a lower effective tax rate.

Earnings estimates. No revisions were made to earnings estimates.

RETURN STATISTICS

Price @ 25th February 2026 (RM)	0.42
Expected share price return (%)	-15.5
Expected dividend yield (%)	+3.8
Expected total return (%)	-11.7%

SHARE PRICE CHART



Price performance (%)	Absolute	Relative
1 month	10.4	8.6
3 months	10.4	7.8
12 months	-2.3	-11.5

INVESTMENT STATISTICS

FYE Dec	2025A	2026F	2027F
Revenue	772.2	779.3	803.4
Operating profit	77.2	78.6	80.7
PBT	40.4	41.3	43.4
Core PATAMI	24.8	28.2	29.7
Core EPS (sen)	2.8	3.2	3.4
DPS (sen)	1.6	1.1	1.2
Dividend yield	3.8%	2.6%	2.8%

KEY STATISTICS

FBM KLCI	1,747.81
Issued shares (m)	893.33
Estimated free float (%)	36.38
Market Capitalisation (RM'm)	365.31
52-wk price range	RM0.34 - RM0.44
3-mth average daily volume (m)	0.29
3-mth average daily value (RM'm)	0.12
Top Shareholders (%)	
Persada Bina Sdn Bhd	24.34
JWD Asia Holding Pte Ltd	21.31
Loo Hooi Keat	5.15

Analyst
Amalia Zarir
amalia.zarir@mbsb.com
03-2173 8357

SWIFT HAULAGE: 4QFY25 RESULTS SUMMARY

FYE Dec (RM'm)	Quarterly					Cumulatively		
Income Statement	**4QFY25**	**3QFY25**	**4QFY24**	**QoQ**	**YoY**	**FY25**	**FY24**	**YoY**
Revenue	193.3	201.0	185.2	-3.8%	4.4%	772.2	716.8	7.7%
Operating profit	18.1	19.6	17.3	-7.6%	4.5%	77.2	85.5	-9.7%
Finance costs	-9.1	-9.1	-9.4	0.3%	4.0%	-36.9	-36.7	-0.5%
Associates and JV	0.1	-0.1	0.3	185.6%	-67.9%	0.1	0.04	69.0%
PBT	9.1	10.4	8.2	-12.2%	11.7%	40.4	48.8	-17.2%
Tax expense	-2.2	-2.8	-2.3	20.8%	4.5%	-10.5	-7.6	-36.8%
PAT	6.9	7.6	5.8	-8.9%	18.2%	29.9	41.2	-27.3%
PATAMI	6.3	7.1	5.0	-12.1%	25.1%	27.4	39.8	-31.2%
Core PATAMI	8.1	5.1	7.9	58.9%	2.2%	24.8	25.5	-2.8%
				ppts	**ppts**			**ppts**
OP margin (%)	9.4%	9.8%	9.4%	-0.4	0.0	10.0%	11.9%	-1.9
PBT margin (%)	4.7%	5.2%	4.4%	-0.4	0.3	5.2%	6.8%	-1.6
Core PATAMI margin (%)	4.2%	2.5%	4.3%	1.7	-0.1	3.2%	3.6%	-0.3
Effective tax rate (%)	-24.5%	-27.2%	-28.7%	2.7	4.2	-25.9%	-15.7%	-10.2

SEGMENTAL BREAKDOWN

	Quarterly					Cumulatively		
Revenue	**4QFY25**	**3QFY25**	**4QFY24**	**QoQ**	**YoY**	**FY25**	**FY24**	**YoY**
Container haulage	73.0	74.0	72.6	-1.4%	0.5%	282.6	282.2	0.1%
Land transportation	64.1	69.0	59.1	-7.2%	8.5%	268.4	251.8	6.6%
Warehousing & depot	30.9	34.6	33.8	-10.8%	-8.8%	128.6	119.4	7.7%
Freight forwarding	25.3	23.2	19.6	8.8%	29.2%	92.2	66.7	38.3%
EBIT	**4QFY25**	**3QFY25**	**4QFY24**	**QoQ**	**YoY**	**FY25**	**FY24**	**YoY**
Container haulage	7.1	6.7	7.5	5.1%	-5.4%	23.1	25.8	-10.4%
Land transportation	0.5	1.6	1.7	-70.5%	-71.7%	8.1	13.4	-39.2%
Warehousing & depot	4.5	4.7	7.9	-3.7%	-43.1%	19.8	24.8	-20.1%
Freight forwarding	11.4	10.4	9.6	10.3%	18.6%	41.7	29.6	41.0%
EBIT Margin	**4QFY25**	**3QFY25**	**4QFY24**	**QoQ**	**YoY**	**FY25**	**FY24**	**YoY**
Container haulage	9.2%	9.1%	8.7%	0.1	0.4	8.2%	9.1%	-1.0 ppts
Land transportation	2.5%	2.3%	4.5%	0.2	-2.1	3.0%	5.3%	-2.3 ppts
Warehousing & depot	15.2%	13.6%	19.7%	1.6	-4.4	15.4%	20.8%	-5.4 ppts
Freight forwarding	41.1%	44.7%	38.1%	-3.6	3.0	45.2%	44.4%	0.9 ppts

Source: Swift Haulage, MBSBR

FINANCIAL SUMMARY

Profit or Loss (RM'm)	2023A	2024A	2025A	2026F	2027F
Revenue	671.5	716.8	772.2	779.3	803.4
Operating profit	100.0	85.5	77.2	78.6	80.7
PBT	65.9	48.8	40.4	41.3	43.4
Taxation	-2.8	-7.6	-10.5	-11.2	-11.7
PATAMI	61.7	39.8	27.4	28.2	29.7
Core PATAMI	33.3	25.5	24.8	28.2	29.7
Core EPS (sen)	3.8	2.9	2.8	3.2	3.4
PER	11.0x	14.4x	14.8x	13.0x	12.3x
DPS (sen)	1.6	1.6	1.6	1.1	1.2
Dividend yield	3.8%	3.8%	3.8%	2.6%	2.8%

Cash Flow (RM'm)	2023A	2024A	2025A	2026F	2027F
PBT	65.9	48.8	40.4	41.3	43.4
D&A	69.4	71.8	76.2	73.0	72.9
Changes in WC	5.7	-74.2	4.3	7.1	5.6
Operating cash flow	**130.7**	**63.8**	**149.3**	**110.2**	**110.2**
Capital expenditure	-88.0	-29.7	-109.0	-70.0	-70.0
Investing cash flow	**-57.9**	**-16.1**	**-107.8**	**-70.0**	**-70.0**
Debt raised/(repaid)	94.0	-100.6	15.8	0.0	0.0
Dividends paid	-15.9	-14.1	-14.0	-9.9	-10.4
Financing cash flow	**13.5**	**-151.7**	**-39.7**	**-9.9**	**-10.4**
Net cash flow	**86.4**	**-104.0**	**1.8**	**30.4**	**29.8**
Beginning cash flow	**34.6**	**149.6**	**45.6**	**72.1**	**102.5**
Ending cash flow	**121.2**	**45.6**	**47.4**	**102.5**	**132.4**

Balance Sheet (RM'm)	2023A	2024A	2025A	2026F	2027F
PPE	658.5	745.6	793.9	762.9	767.8
ROU assets	356.0	338.7	324.1	319.4	311.6
Non-current assets	**1,312.7**	**1,383.6**	**1,423.4**	**1,353.0**	**1,336.9**
Trade debtors	220.1	246.2	243.2	281.3	290.0
Cash	159.2	49.0	50.6	102.5	132.4
Current assets	**407.7**	**341.6**	**336.0**	**405.7**	**444.5**
Long-term debt	503.8	563.2	603.8	563.2	563.2
Non-current liabilities	**594.4**	**651.8**	**697.0**	**653.1**	**653.1**
Short-term debt	263.0	213.0	194.2	213.1	213.1
Trade creditors	138.5	112.4	107.0	108.4	111.7
Current liabilities	**419.5**	**340.0**	**309.1**	**335.6**	**338.9**
Share capital	384.9	386.6	386.6	386.6	386.6
Retained earnings	322.0	345.3	358.8	380.8	400.1
Equity	**706.5**	**735.0**	**754.1**	**770.0**	**789.4**

Profitability Ratios	2023A	2024A	2025A	2026F	2027F
EBIT margin	14.9%	11.9%	10.0%	10.1%	10.0%
PBT margin	9.8%	6.8%	5.2%	5.3%	5.4%
PATAMI margin	9.2%	5.6%	3.5%	3.6%	3.7%
Core PATAMI margin	5.0%	3.6%	3.2%	3.6%	3.7%
ROA	1.9%	1.5%	1.4%	1.6%	1.7%
ROE	4.7%	3.5%	3.3%	3.7%	3.8%

Growth	2023A	2024A	2025E	2026F	2027F
Revenue growth	4.3%	6.7%	7.7%	0.9%	3.1%
PBT growth	5.8%	-25.9%	-17.2%	2.3%	5.1%
PATAMI growth	27.3%	-35.5%	-31.2%	2.8%	5.5%
Core PATAMI growth	-32.1%	-23.2%	-2.8%	13.5%	5.5%

Key Metrics	2023A	2024A	2025E	2026F	2027F
Containers (TEUs)	588.7k	554.7k	571.3k	588.4k	606.1k
Transportation trips	216.7k	243.9k	253.7k	263.8k	274.4k
Freight forwarding jobs	87.4k	100.8k	103.8k	106.9k	110.1k
Warehousing (sq ft)	1.31m	1.54m	1.86m	1.86m	1.86m

Source: Swift Haulage, MBSBR

MBSB RESEARCH (formerly known as MIDF RESEARCH) is part of MBSB Investment Bank Berhad (formerly known as MIDF Amanah Investment Bank Berhad) 197501002077 (24878-X).

(Bank Pelaburan) (A Participating Organisation of Bursa Malaysia Securities Berhad)

DISCLOSURES AND DISCLAIMER

This report is prepared by MBSB Investment Bank Berhad (formerly known as MIDF Amanah Investment Bank Berhad) (Company Registration No.: 197501002077 (23878-X)) and is for distribution only to the intended readers and under such circumstances as may be permitted by applicable law. Readers should be fully aware that this report is provided solely for informational purposes and does not constitute a Shariah advice nor constitute an investment recommendation or basis for any credit or other evaluation in any manner whatsoever.

The opinions and analyses contained in this report are based on information obtained or derived from sources that MBSB Investment Bank Berhad believes to be reliable. Any forward-looking statements in this report speak only as of the date of such statements. However, MBSB Investment Bank Berhad makes no representation or warranty, expressed or implied, as to the accuracy, completeness, or reliability of such information, and it should not be relied upon as such.

While the information presented in this report may include references to Shariah -compliant and non-compliant securities or other financial instruments, this report is not, and should not be construed as, an offer to buy or sell any securities or other financial instruments or to promote or endorse any specific investment. Investors are strongly advised to conduct their own due diligence and to consult licensed Shariah or financial advisors before making any investment decisions. Any action taken based on this report is at the sole discretion and risk of the investor.

The analyses in this report are based on numerous assumptions, and different assumptions could yield different results. All opinions and estimates in this report are subject to change without notice.

The research analysts will initiate, update, and cease coverage solely at the discretion of MBSB Investment Bank Berhad. The directors, employees, and representatives of MBSB Investment Bank Berhad and MBSB Berhad may have interests in any of the securities mentioned and may benefit from the information contained herein. Members of MBSB Berhad and their affiliates may provide services to any company or its affiliates whose securities are mentioned in this report. This report shall not be reproduced, distributed, or published in any form or for any purpose without the prior written consent of MBSB Investment Bank Berhad

MBSB INVESTMENT BANK (formerly known as MIDF 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