Tasco Berhad

(5140 | TASCO MK) Main | Transportation & Logistics

SHARIAH Compliant | ESG 3 Stars | FTSE4Good

Corporate Update

Maintain BUY

Unchanged Target Price **RM0.56**

4QFY26 Results Review Disappointing Last Quarter

Maintain BUY. Tasco Berhad (Tasco) 4QFY26 results came in below expectations, mainly due to weaker performance in the ocean freight forwarding and contract logistics segments. Earnings forecasts are maintained for now, pending further guidance at the upcoming results briefing, though with a downside bias. The target price is unchanged at **RM0.56**, based on 10x FY27F EPS. The stock is currently trading at -1.0SD below its 5-year historical mean.

Below expectations. Tasco reported a core PATAMI of RM8.8m for 4QFY26, bringing its cumulative FY26 (FYE March) core PATAMI to RM39.2m. This came in below expectations, at 92%/94% of our/consensus full-year estimates, mainly due to weaker performance in the ocean freight forwarding and contract logistics segments. A final single-tier dividend of 1.75 sen was declared for FY26 (DPR: 36%).

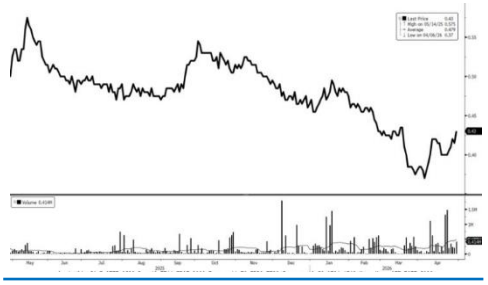
Ocean freight forwarding dipped into a minor loss. The Group's total revenue for 4QFY26 rose +3.5%yoy, supported by growth across most segments except for ocean freight forwarding (-17.7%yoy) and the cold supply chain (-6.2%yoy). The ocean freight forwarding segment was likely affected by lower volumes, slipping into a marginal PBT loss of -RM14k. Meanwhile, the weaker performance in the cold supply chain was anticipated due to the loss of a major F&B client. Management had planned to consolidate cold chain operations, with the relocation process initially targeted for completion by end-4QFY26, suggesting some potential improvement ahead. Core PATAMI increased by +48.9%yoy, driven mainly by a lower effective rate due to Investment Tax Allowance claims.

Sequential pickup in trucking operations. Compared to 3QFY26, group revenue rose slightly by +1.9%qoq, driven mainly by trucking (+15.9%qoq) and air freight forwarding (+6.1%qoq), with a modest lift from contract logistics (+1.0%qoq), while other segments declined. The stronger trucking performance was likely supported by increased activity following festive periods during the quarter. Core PATAMI, however, fell -20.7%qoq due to margin pressure from higher finance costs and a slightly higher effective tax rate.

Earnings estimates. Our earnings forecasts remain unchanged for now, as we await further guidance and operational insights from the results briefing scheduled on 12 May 2026.

RETURN STATISTICS	
Price 29th April 2026 (RM)	0.43
Expected share price return (%)	+30.8
Expected dividend yield (%)	+3.8
Expected total return (%)	+34.6

SHARE PRICE CHART



Price performance (%)	Absolute	Relative
1 month	13.2	11.2
3months	13.2	-9.4
12 months	-14.0	-23.0

INVESTMENT STATISTICS

FYE Mar	2026A	2027F	2028F
Revenue	910.5	1,022.9	1,061.6
Operating Profit	64.4	71.6	74.3
PBT	47.6	54.9	56.9
Core PATAMI	39.2	45.0	46.7
Core EPS	4.9	5.6	5.8
DPS	1.8	1.7	1.8
Dividend Yield	4.1%	3.9%	4.1%

KEY STATISTICS	
FBM KLCI	1,720.42
Issued shares (m)	800.00
Estimated free float (%)	26.90
Market Capitalisation (RM'm)	344.00
52-wk price range	RM0.36 - RM0.57
3-mth average daily volume (m)	0.26
3-mth average daily value (RM'm)	0.11
Top Shareholders (%)	
Real Fortune Portfolio Sdn Bhd	9.89
Nippon Yusen KK	9.59
EPF	3.27

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TASCO: 4QFY26 RESULTS SUMMARY

	Quarterly					Cumulatively		
Income Statement	**4QFY26**	**3QFY26**	**4QFY25**	**QoQ**	**YoY**	**FY26**	**FY25**	**YoY**
Revenue	230.3	226.1	222.6	1.9%	3.5%	910.5	1,011.7	-10.0%
Operating profit	16.0	16.2	7.4	-1.3%	117.5%	64.4	57.9	11.2%
Finance costs	-4.7	-3.9	-3.7	-19.1%	-25.6%	-16.3	-15.8	-2.9%
Associates & JV	-0.7	-0.2	0.5	-221.1%	-246.2%	-0.5	0.6	-185.6%
PBT	10.7	12.1	4.1	-11.7%	160.3%	47.6	42.6	11.7%
Tax expense	-1.6	-1.6	-6.5	-5.1%	75.0%	-8.3	-13.0	36.1%
PAT	9.0	10.5	-2.4	-14.2%	472.9%	39.3	29.6	32.7%
PATAMI	8.5	10.1	-3.2	-15.5%	368.0%	37.5	26.2	43.0%
Core PATAMI	8.8	11.1	5.9	-20.7%	48.9%	39.2	39.9	-1.8%
				ppts	**ppts**			**ppts**
OP margin	7.0%	7.2%	3.3%	-0.2	3.6	7.1%	5.7%	1.3
PBT margin	4.6%	5.3%	1.8%	-0.7	2.8	5.2%	4.2%	1.0
Core PATAMI margin	3.8%	4.9%	2.7%	-1.1	1.2	4.3%	3.9%	0.4
Effective tax rates	-15.3%	-12.9%	-159.1%	-2.4	143.8	-17.5%	-30.5%	13.1

SEGMENTAL BREAKDOWN

Revenue	**4QFY26**	**3QFY26**	**4QFY25**	**QoQ**	**YoY**	**FY26**	**FY25**	**YoY**
International Business								
Air freight forwarding	53.6	50.5	47.8	6.1%	12.3%	205.5	257.6	-20.2%
Ocean freight forwarding	27.0	28.9	32.8	-6.7%	-17.7%	129.9	144.4	-10.0%
Supply chain solutions	13.8	15.2	12.1	-9.7%	13.6%	54.2	43.7	24.2%
	94.3	94.7	92.6	-0.4%	1.8%	389.6	445.6	-12.6%
Domestic Business								
Contract logistics	74.7	73.9	67.7	1.0%	10.2%	292.6	312.6	-6.4%
Cold supply chain	31.4	31.6	33.5	-0.7%	-6.2%	126.5	151.3	-16.4%
Trucking	29.9	25.8	28.8	15.9%	4.0%	101.8	102.2	-0.4%
	136.0	131.4	129.9	3.5%	4.6%	520.9	566.0	-8.0%
PBT	**4QFY26**	**3QFY26**	**4QFY25**	**QoQ**	**YoY**	**FY26**	**FY25**	**YoY**
International Business								
Air freight forwarding	3.9	3.4	2.3	13.8%	70.6%	12.9	8.9	45.0%
Ocean freight forwarding	-0.01	0.5	0.4	-102.7%	-103.4%	3.4	4.0	-14.2%
Supply chain solutions	2.3	3.4	2.1	-31.1%	8.5%	9.0	5.7	58.4%
	6.2	7.3	4.8	-15.2%	28.3%	25.4	18.6	36.4%
Domestic Business								
Contract logistics	5.5	5.1	-3.5	8.1%	258.4%	22.6	16.8	34.0%
Cold supply chain	2.3	1.5	3.2	58.5%	-27.7%	7.9	13.9	-43.1%
Trucking	2.5	0.9	2.1	174.6%	20.0%	4.0	6.9	-41.8%
	10.3	7.5	1.9	38.7%	450.4%	34.4	37.5	-8.3%
PBT Margins	**4QFY26**	**3QFY26**	**4QFY25**	**QoQ**	**YoY**	**FY26**	**FY25**	**YoY**
International Business								
Air freight forwarding	7.2%	6.7%	4.8%	0.5	2.5	6.3%	3.5%	2.8
Ocean freight forwarding	-0.1%	1.8%	1.2%	-1.8	-1.3	2.6%	2.8%	-0.1
Supply chain solutions	16.9%	22.2%	17.7%	-5.3	-0.8	16.7%	13.1%	3.6
Domestic Business								
Contract logistics	7.3%	6.8%	-5.1%	0.5	12.43	7.7%	5.4%	2.3
Cold supply chain	7.4%	4.6%	9.6%	2.8	-2.2	6.2%	9.2%	-2.9
Trucking	8.5%	3.6%	7.4%	4.9	1.1	3.9%	6.7%	-2.8

Source: Tasco, MBSBR

FINANCIAL SUMMARY

Profit or Loss (RM'm)	2024A	2025A	2026A	2027F	2028F
Revenue	1,072.7	1,011.7	910.5	1,022.9	1,061.6
Operating Profit	87.3	57.9	64.4	71.6	74.3
PBT	73.8	42.6	47.6	54.9	56.9
Taxation	-9.1	-13.0	-8.3	-9.9	-10.2
PATAMI	61.7	26.2	37.5	45.0	46.7
Core PATAMI	63.9	39.9	39.2	45.0	46.7
EPS (sen)	8.0	5.0	4.9	5.6	5.8
PER (x)	5.4x	8.6x	8.8x	7.6x	7.4x
DPS (sen)	2.4	1.3	1.8	1.7	1.8
Dividend yield (%)	5.6%	2.9%	4.1%	3.9%	4.1%

Balance Sheet (RM'm)	2024A	2025A	2026A	2027F	2028F
PPE	758.4	760.7	905.5	710.8	717.0
Non-current assets	**873.1**	**887.0**	**1,021.8**	**969.0**	**1,208.0**
Receivables	313.2	347.8	418.5	470.8	488.6
Cash	167.1	159.7	120.7	158.9	0.0
Current assets	**800.0**	**1,011.4**	**887.6**	**978.1**	**837.1**
Long-term debt	246.5	208.8	259.5	231.0	241.0
Non-current liabilities	**283.7**	**254.6**	**294.7**	**266.1**	**276.1**
Payables	457.0	755.1	661.8	718.8	746.0
Short-term debt	76.5	82.5	106.5	31.5	31.5
Current liabilities	**690.4**	**935.7**	**879.3**	**861.3**	**888.6**
Share capital	100.8	100.8	100.8	100.8	100.8
Retained earnings	527.3	534.7	562.1	646.4	707.1
Equity	**699.0**	**708.1**	**735.5**	**819.7**	**880.4**

Cash Flow (RM'm)	2024A	2025A	2026A	2027F	2028F
PBT	73.8	42.6	47.6	54.9	56.9
Depreciation	53.4	49.8	51.0	67.0	73.9
Changes in WC	-39.0	102.3	3.5	4.7	9.4
Operating cash flow	**74.7**	**207.6**	**100.8**	**116.7**	**129.9**
Capital expenditure	-206.7	-90.8	-172.7	-75.0	-75.0
Investing cash flow	**-200.7**	**-84.8**	**-168.9**	**-75.0**	**-75.0**
Debt raised/(repaid)	110.5	-80.7	74.7	10.0	10.0
Dividends paid	-28.0	-18.8	-10.0	-13.5	-14.0
Financing cash flow	**51.4**	**-130.2**	**31.1**	**-3.5**	**-4.0**
Net cash flow	**-74.7**	**-7.4**	**-37.0**	**38.2**	**50.9**
Beginning cash flow	**241.1**	**167.1**	**159.7**	**120.7**	**158.9**
Ending cash flow	**167.1**	**159.7**	**120.7**	**158.9**	**209.8**

Profitability Ratios (%)	2024A	2025A	2026A	2027F	2028F
OP margin	8.1%	5.7%	7.1%	7.0%	7.0%
PBT margin	6.9%	4.2%	5.2%	5.4%	5.4%
PATAMI margin	5.8%	2.6%	4.1%	4.4%	4.4%
Core PATAMI margin	6.0%	3.9%	4.3%	4.4%	4.4%
ROA	3.8%	2.1%	2.1%	2.3%	2.3%
ROE	9.1%	5.6%	5.3%	5.5%	5.3%

Growth (%)	2024A	2025A	2026E	2027F	2028F
Revenue growth	-33.2%	-5.7%	-10.0%	12.3%	3.8%
PBT growth	-38.7%	-42.3%	11.7%	15.2%	3.8%
PATAMI growth	-32.0%	-57.6%	43.0%	20.1%	3.8%
Core PATAMI growth	-29.1%	-37.5%	-1.8%	14.7%	3.8%

Source: Tasco, MBSBR

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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