Swift Haulage Berhad

(5303 | SWIFT MK) Main | Transportation & Logistics

SHARIAH Compliant | ESG 3 Stars | FTSE4Good

Corporate Update

Maintain NEUTRAL

Unchanged Target Price **RM0.35**

Briefing Note
Hauling into a Stronger 2H

Maintain NEUTRAL. Post-briefing, management expects operating momentum to strengthen in 2HFY26, supported by further transport rate adjustments, improving warehouse utilisation and sustained project cargo activity. Container haulage and freight forwarding should also benefit from the seasonally stronger second half, while additional warehousing capacity will progressively come online. The stock is trading at the sector's 5-year mean of 10.0x.

Further haulage rate adjustments from July. Container haulage volume rose +2.3%yoy to 133k TEUs in 2QFY26, while the yield increased +13.1%yoy to RM579/TEU. Management is implementing another +5% to +10% rate increase from Jul-26 amid higher operating costs. While monthly SKDS allocations were reduced to 5,000 litres from 7,000 litres for prime movers and 1,800 litres from 4,000 litres for smaller trucks, management expects the revised quotas to remain sufficient as Swift previously utilised <40% of its allocation. Meanwhile, the solar glass manufacturer's (previously contributed c.1.8k containers/month) restart has been pushed to Oct-26 from July, with another line undergoing refurbishment concurrently, implying no incremental volume.

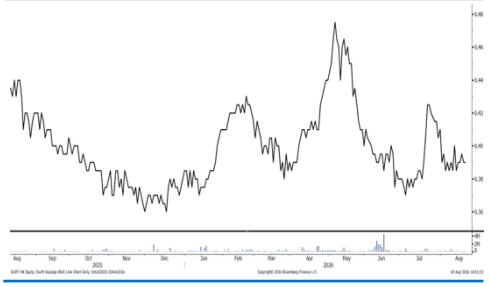
Land transportation supported by higher volumes and rate pass-through. Trips increased +15.5%yoy to 63k in 2QFY26, although average revenue/trip declined -14.5%yoy to RM1,075, potentially reflecting service mix. Management expects further rate adjustments, particularly in Thailand and Singapore where diesel prices are unsubsidised and higher fuel costs are passed through to customers. However, there is typically a 1-month lag before higher fuel costs are reflected in customer rates.

Warehouse utilisation is recovering progressively. Average utilisation fell to 64% in 2QFY26 from 80% in 1QFY26 and 91% a year ago, following earlier customer exits and capacity transition. Management is targeting 80-90% utilisation at PKFZ by year-end from c.50% currently, while the converted former auto logistics warehouse is already >60% utilised. At the Shah Alam International Logistics Hub (via its 30% associate, GVL), Swift's portion totals 300k sq ft, comprising 180k sq ft of ambient and 120k sq ft of cold-chain space. The ambient portion is already c.70% taken up, while overall utilisation stands at c.45%, with management targeting at least 70% by year-end. Meanwhile, the 100k sq ft Gebeng warehouse has secured 40% take-up ahead of its 4QFY26 commencement. Swift remains on track to expand total ambient capacity to c.2.0m sq ft by end-FY26.

Earnings estimates. No revisions were made to earnings estimates.

RETURN STATISTICS	
Price @ 27th August 2026 (RM)	0.38
Expected share price return (%)	-8.2
Expected dividend yield (%)	+4.3
Expected total return (%)	-3.9

SHARE PRICE CHART



Price performance (%)	Absolute	Relative
1 month	0.0	-0.9
3 months	2.6	-10.3
12 months	-4.9	-13.0

INVESTMENT STATISTICS

FYE Dec	2026E	2027F	2028F
Revenue	777.3	799.5	828.0
Operating profit	79.2	81.2	83.7
PBT	42.5	44.5	47.0
Core PATAMI	29.0	30.4	34.3
Core EPS (sen)	3.3	3.5	3.9
DPS (sen)	1.6	1.7	1.9
Dividend yield	4.3%	4.5%	5.1%

KEY STATISTICS	
FBM KLCI	1,741.72
Issued shares (m)	893.33
Estimated free float (%)	33.93
Market Capitalisation (RM'm)	327.28
52-wk price range	RM0.32 - RM0.47
3-mth average daily volume (m)	0.19
3-mth average daily value (RM'm)	0.08
Top Shareholders (%)	
Persada Bina Sdn Bhd	25.18
JWD Asia Holding Pte Ltd	22.05
Loo Hooi Keat	5.22

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

OPERATIONAL STATISTICS

Segment	Quarterly					Cumulatively		
Container haulage	**2QFY26**	**1QFY26**	**2QFY25**	**QoQ**	**YoY**	**1HFY26**	**1HFY25**	**YoY**
Volume (TEU)	133,008	127,028	129,987	4.7%	2.3%	260,036	264,990	-1.9%
Avg. revenue/TEU	RM579	RM569	RM512	1.8%	13.1%	RM574	RM512	12.1%
Land transportation								
Number of trips	63,227	64,929	54,763	-2.6%	15.5%	128,156	124,861	2.6%
Avg. revenue/trip	RM1,075	RM1,041	RM1,258	3.3%	-14.5%	RM1,058	RM1,083	-2.3%
Freight forwarding								
Number of jobs	30,571	27,236	29,340	12.2%	4.2%	57,807	57,365	0.8%
Avg. revenue/job	RM806	RM844	RM755	-4.5%	6.8%	RM825	RM763	8.1%
Warehousing								
Capacity (sq ft)	1,550,000	1,393,096	1,667,859	11.3%	-7.1%	1,550,000	1,667,859	-7.1%
Utilisation rate	64%	80%	91%	-16.0 ppts	-27.0 ppts	72%	91%	-20.9%
Container depot								
Capacity (TEU)	23,000	24,000	31,500	-4.2%	-27.0%	23,000	31,500	-27.0%
Utilisation rate	94%	92%	76%	2.0 ppts	18.0 ppts	93%	74%	25.7%

RECAP OF THE SEGMENTAL REVENUE BREAKDOWN

	Quarterly					Cumulatively		
Revenue	**2QFY26**	**1QFY26**	**2QFY25**	**QoQ**	**YoY**	**1HFY26**	**1HFY25**	**YoY**
Container haulage	76.9	72.2	66.5	6.4%	15.7%	149.1	135.6	10.0%
Land transportation	69.1	67.6	68.1	2.2%	1.4%	136.7	135.3	1.0%
Warehousing & depot	25.0	26.6	31.8	-5.9%	-21.4%	51.6	63.1	-18.2%
Freight forwarding	24.7	23.0	22.1	7.5%	11.6%	47.7	43.7	9.0%
EBIT	**2QFY26**	**1QFY26**	**2QFY25**	**QoQ**	**YoY**	**1HFY26**	**1HFY25**	**YoY**
Container haulage	7.1	6.1	4.5	17.2%	58.9%	13.2	9.3	42.5%
Land transportation	3.5	2.9	2.3	20.3%	49.7%	6.4	6.0	5.9%
Warehousing & depot	2.2	4.7	5.2	-52.6%	-57.3%	6.9	10.5	-34.2%
Freight forwarding	12.3	10.7	10.1	14.8%	22.2%	23.0	19.9	15.8%
EBIT Margin	**2QFY26**	**1QFY26**	**2QFY25**	**QoQ**	**YoY**	**1HFY26**	**1HFY25**	**YoY**
Container haulage	9.3%	8.4%	6.8%	0.9	2.5	8.9%	6.9%	2.0 ppts
Land transportation	5.1%	4.3%	3.4%	0.8	1.6	4.7%	4.5%	0.2 ppts
Warehousing & depot	8.9%	17.7%	16.4%	-8.8	-7.5	13.4%	16.7%	-3.3 ppts
Freight forwarding	49.7%	46.6%	45.4%	3.1	4.3	48.2%	45.4%	2.8 ppts

Source: Swift Haulage, MBSBR

FINANCIAL SUMMARY

Profit or Loss (RM'm)	2024A	2025A	2026E	2027F	2028F
Revenue	716.8	776.1	777.3	799.5	828.0
Operating profit	85.5	76.0	79.2	81.2	83.7
PBT	48.8	39.0	42.5	44.5	47.0
Taxation	-7.6	-10.3	-11.5	-12.0	-12.7
PATAMI	39.8	26.4	29.0	30.4	34.3
Core PATAMI	26.1	28.0	29.0	30.4	34.3
Core EPS (sen)	3.0	3.2	3.3	3.5	3.9
PER	12.7	11.8	11.4	10.9	9.7
DPS (sen)	1.6	1.6	1.6	1.7	1.9
Dividend yield	4.2	4.2	4.3	4.5	5.1

Cash Flow (RM'm)	2024A	2025A	2026E	2027F	2028F
PBT	48.8	39.0	42.5	44.5	47.0
D&A	71.8	76.2	76.5	76.2	75.9
Changes in WC	-74.2	10.8	0.2	3.9	4.9
Operating cash flow	**63.8**	**153.6**	**107.7**	**112.5**	**115.1**
Capital expenditure	-30.3	-20.4	-70.0	-70.0	-70.0
Investing cash flow	**-16.1**	**-18.0**	**-70.0**	**-70.0**	**-70.0**
Debt raised/(repaid)	-78.6	-66.2	0.0	0.0	0.0
Dividends paid	-14.1	-14.0	14.5	15.2	17.1
Financing cash flow	**-151.7**	**-134.7**	**14.5**	**15.2**	**18.1**
Net cash flow	**-104.0**	**0.9**	**52.2**	**57.7**	**63.3**
Beginning cash flow	**149.6**	**45.6**	**46.5**	**98.7**	**156.4**
Ending cash flow	**45.6**	**46.5**	**98.7**	**156.4**	**219.7**

Balance Sheet (RM'm)	2024A	2025A	2026E	2027F	2028F
PPE	745.6	803.8	805.0	806.2	807.3
ROU assets	338.7	319.4	311.6	304.2	297.3
Non-current assets	**1,385.2**	**1,428.0**	**1,422.3**	**1,406.4**	**1,389.7**
Trade debtors	246.2	248.7	249.1	256.2	265.4
Cash	49.0	49.7	98.7	156.4	219.7
Current assets	**341.6**	**341.6**	**391.0**	**456.0**	**528.7**
Long-term debt	563.2	598.9	598.9	598.9	598.9
Non-current liabilities	**651.8**	**685.8**	**685.8**	**685.8**	**685.8**
Short-term debt	213.0	199.1	199.1	199.1	199.1
Trade creditors	112.4	121.7	121.8	125.3	129.8
Current liabilities	**340.0**	**330.9**	**331.1**	**334.6**	**339.0**
Share capital	386.6	386.6	386.6	386.6	386.6
Retained earnings	345.3	357.7	401.2	446.9	498.4
Equity	**735.0**	**752.9**	**796.4**	**842.1**	**893.5**

Profitability Ratios	2024A	2025A	2026E	2027F	2028F
EBIT margin	11.9%	9.8%	10.2%	10.2%	10.1%
PBT margin	6.8%	5.0%	5.5%	5.6%	5.7%
PATAMI margin	5.6%	3.4%	3.7%	3.8%	4.1%
Core PATAMI margin	3.6%	3.6%	3.7%	3.8%	4.1%
ROA	1.5%	1.6%	1.6%	1.6%	1.8%
ROE	3.6%	3.7%	3.6%	3.6%	3.8%

Growth	2024A	2025A	2026E	2027F	2028F
Revenue growth	6.7%	8.3%	0.1%	2.9%	3.6%
PBT growth	-25.9%	-20.0%	8.8%	4.7%	5.7%
PATAMI growth	-35.5%	-33.8%	10.1%	5.0%	12.6%
Core PATAMI growth	-21.5%	7.2%	3.6%	5.0%	12.6%

Key Metrics	2024A	2025A	2026E	2027F	2028F
Containers (TEUs)	554.7k	528.2k	528.2k	544.0k	560.3k
Transportation trips	243.9k	256.6k	266.8k	277.5k	288.6k
Freight forwarding jobs	100.8k	115.4k	118.9k	122.5k	126.1k
Warehousing (sq ft)	1.54m	1.67m	1.67m	1.67m	1.67m

Source: Swift Haulage, MBSBR

MBSB RESEARCH is part of MBSB 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 (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: 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