



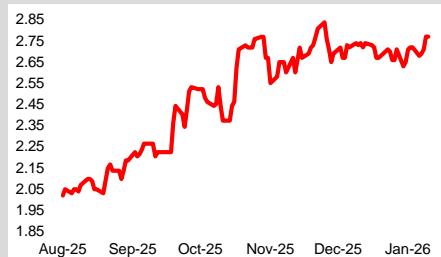
DESCRIPTION

A construction company specialised in high-rise building. Kerjaya Prospek currently operates in 3 business segments namely construction, property development and manufacturing.

12-month Target Price	RM3.10
Current Price	RM2.77
Expected Return	+11.9%
Previous Target Price	RM3.10

Market Sector	MAIN Construction
Bursa Code	7161
Bloomberg Ticker	KPG MK
Shariah-compliant	Yes

SHARE PRICE CHART



52 Week Range (RM) 1.80 – 2.92
3-Month Average Vol ('000) 2,046.0

SHARE PRICE PERFORMANCE

	1M	3M	6M
Absolute Returns	1.1	9.4	39.1
Relative Returns	-2.5	5.4	19.7

KEY STOCK DATA

Market Capitalisation (RMm) 3,482.8
No. of Shares (m) 1,257.3

MAJOR SHAREHOLDERS

	%
Egovision Sdn Bhd	49.9
Amazing Parade Sdn Bhd	17.9
Employees Provident Fund Board	5.0

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First Win for 2026

Kerjaya Prospek Group's (KPGB) has secured a RM201.3m building contract from its related-party, Kerjaya Prospek Property, for the construction of two blocks of 39-storey residential apartments in Damansara Damai, Selangor. This job marks the Group's first win for 2026, making up 10.1% of our FY26 job replenishment target of RM2.0bn, in-line with guidance. The Group's outstanding orderbook added 4.8% to RM4.4bn. All said, we keep our forecast unchanged as this makes up part of orderbook replenishment assumption. Nonetheless, from our estimation, this job would contribute 1.6% per annum on average to the Group's earnings during the contracted period of 40 months, assuming low-teen margins. We keep our **Outperform** call on KPGB with unchanged SOP based TP of RM3.10.

§ **Job details.** The project comprises the construction of two 39-storey residential towers in Damansara Damai, Selangor, with associated podium parking, commercial spaces, and other amenities. Works are scheduled to commence on 1 April 2026, with completion expected within 40 months.

§ **Orderbook increased by 4.8% to RM4.4bn.** KPGB's order book momentum continues, with the outstanding balance growing by 4.8% to RM4.4bn, providing earnings visibility for the next three years. Our estimates show that this contract will contribute approximately RM4.8m per annum on average from FY26-FY29, assuming a low-teen profit margins. We have made no changes to our earnings estimates, as this project was part of our FY26 order book replenishment assumption. The Group continues to focus on strengthening its portfolio with projects that capitalise on its proven construction capabilities, while also expanding into faster-growing areas like data centres and industrial developments.

KEY FINANCIAL SUMMARY

FYE Dec (RM m)	2023A	2024A	2025F	2026F	2027F	CAGR
Revenue	1,472.8	1,835.5	2,116.7	2,430.2	2,721.8	16.6%
Gross profit	197.7	245.7	292.1	376.4	438.2	22.0%
Pre-tax Profit	178.0	216.3	263.7	328.1	370.0	20.1%
PATAMI	126.6	160.1	205.1	250.6	281.2	22.1%
EPS (sen)	10.0	12.7	16.3	19.9	22.3	
P/E (x)	27.5	21.7	17.0	13.9	12.4	
DPS (sen)	8.0	15.0	12.0	12.0	12.0	
Dividend Yield (%)	2.9	5.4	4.3	4.3	4.3	

Source: Company, PublicInvest Research estimates

KEY FINANCIAL DATA
INCOME STATEMENT DATA

FYE Dec (RM m)	2023A	2024A	2025F	2026F	2027F
Revenue	1,472.8	1,835.5	2,116.7	2,430.2	2,721.8
Gross profit	197.7	245.7	292.1	376.4	438.2
operating expenses	-18.1	-28.0	-27.8	-48.3	-68.2
Operating profit	179.6	217.7	264.3	328.1	370.0
Finance Costs	-1.6	-1.4	-0.6	--	--
Profit before taxation	178.0	216.3	263.7	328.1	370.0
Income Tax	-46.3	-56.2	-58.5	-77.3	-88.8
Effective Tax rate (%)	26.0	26.0	22.2	23.6	24.0
Minority interest	-0.2	0.0	-0.1	-0.2	0.0
PATAMI	131.5	160.1	205.1	250.6	281.2
Growth					
Revenue (%)	31.2	24.6	15.3	14.8	12.0
Operating Profit (%)	20.4	21.2	21.4	24.1	12.8
Net Profit (%)	5.2	26.5	28.1	22.2	12.2

Source: Company, PublicInvest Research estimates

BALANCE SHEET DATA

FYE Dec (RM m)	2023A	2024A	2025F	2026F	2027F
Property, Plant & Equipment	92.4	92.7	95.5	98.3	101.3
Receivables	805.8	1,043.2	1,203.0	1,381.2	1,547.0
Cash at bank	195.7	294.5	356.0	431.2	515.6
Other assets	495.2	520.6	594.5	640.7	688.0
Total Assets	1,589.1	1,951.0	2,249.0	2,551.5	2,851.8
Short term borrowing	28.6	2.0	2.0	2.0	2.0
Payables	378.9	358.4	411.6	471.0	526.2
Other liabilities	27.3	454.4	644.5	556.9	802.1
Total Liabilities	434.7	814.7	1,058.1	1,029.9	1,330.2
Shareholders' Equity & Minority	1,154.4	1,136.3	1,191.0	1,521.6	1,521.6
Total Equity and Liabilities	1,589.1	1,951.0	2,249.0	2,551.5	2,851.8

Source: Company Prospectus, PublicInvest Research estimates

PER SHARE DATA & RATIOS

FYE Dec (RM m)	2023A	2024A	2025F	2026F	2026F
Book Value Per Share (RM)	0.9	0.9	0.9	1.2	1.2
NTA Per Share (RM)	0.7	0.7	0.8	1.0	1.0
Core EPS (Sen)	10.0	12.7	16.3	19.9	22.3
DPS (Sen)	8.0	15.0	12.0	12.0	12.0
Payout Ratio (%)	79.7	118.1	73.8	60.4	53.8
ROA (%)	8.0	8.2	9.1	9.8	9.9
ROE (%)	11.0	14.1	17.2	16.5	18.5

Source: Company Prospectus, PublicInvest Research estimates

RATING CLASSIFICATION

STOCKS

OUTPERFORM	The stock return is expected to exceed a relevant benchmark's total of 10% or higher over the next 12months.
NEUTRAL	The stock return is expected to be within +/- 10% of a relevant benchmark's return over the next 12 months.
UNDERPERFORM	The stock return is expected to be below a relevant benchmark's return by -10% over the next 12 months.
TRADING BUY	The stock return is expected to exceed a relevant benchmark's return by 5% or higher over the next 3 months but the underlying fundamentals are not strong enough to warrant an Outperform call.
TRADING SELL	The stock return is expected to be below a relevant benchmark's return by -5% or more over the next 3 months.
NOT RATED	The stock is not within regular research coverage.

SECTOR

OVERWEIGHT	The sector is expected to outperform a relevant benchmark over the next 12 months.
NEUTRAL	The sector is expected to perform in line with a relevant benchmark over the next 12 months.
UNDERWEIGHT	The sector is expected to underperform a relevant benchmark over the next 12 months.

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