



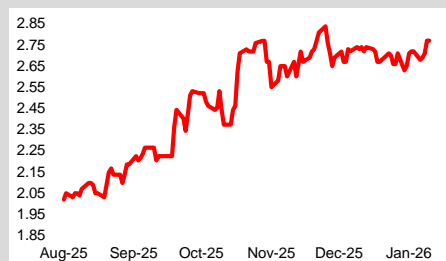
DESCRIPTION

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	MAIN
Sector	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

Denny Oh

T 603 2268 3010

F 603 2268 3014

E oh.boonyeow@publicinvestbank.com.my

First Win for 2026

Kerjaya Prospek Group's (KPG) 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 KPG 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.** KPG'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 12 months.
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.

DISCLAIMER

This document has been prepared solely for information and private circulation only. It is for distribution under such circumstances as may be permitted by applicable law. The information contained herein is prepared from data and sources believed to be reliable at the time of issue of this document. The views/opinions expressed herein are subject to change without notice and solely reflects the personal views of the analyst(s) acting in his/her capacity as employee of Public Investment Bank Berhad ("PIVB"). PIVB does not make any guarantee, representations or warranty neither expressed or implied nor accepts any responsibility or liability as to its fairness liability adequacy, completeness or correctness of any such information and opinion contained herein. No reliance upon such statement or usage by the addressee/anyone shall give rise to any claim/liability for loss of damage against PIVB, Public Bank Berhad, its affiliates and related companies, directors, officers, connected persons/employees, associates or agents.

This document is not and should not be construed or considered as an offer, recommendation, invitation or a solicitation of an offer to purchase or subscribe or sell any securities, related investments or financial instruments. Any recommendation in this document does not have regards to the specific investment objectives, financial situation, risk profile and particular needs of any specific persons who receive it. We encourage the addressee of this document to independently evaluate the merits of the information contained herein, consider their own investment objectives, financial situation, particular needs, risks and legal profiles, seek the advice of their, amongst others, tax, accounting, legal, business professionals and financial advisers before participating in any transaction in respect of any of the securities of the company (ies) covered in this document.

PIVB, Public Bank Berhad, our affiliates and related companies, directors, officers, connected persons/employees, associates or agents may own or have positions in the securities of the company(ies) covered in this document or any securities related thereto and may from time to time add or dispose of, or may be materially interested in, any such securities. Further PIVB, Public Bank Berhad, our affiliates and related companies, associates or agents do and/or seek to do business with the company(ies) covered in this document and may from time to time act as market maker or have assumed an underwriting commitment in the securities of such company(ies), may sell them or buy them from customers on a principal basis, may have or intend to accommodate credit facilities or other banking services and may also perform or seek to perform investment banking, advisory or underwriting services for or relating to such company(ies) as well as solicit such investment advisory or other services from any entity mentioned in this document. The analyst(s) and associate analyst(s) principally responsible for the preparation of this document may participate in the solicitation of businesses described aforesaid and would receive compensation based upon various factors, including the quality of research, investor client feedback, stock pickings and performance of his/her recommendation and competitive factors. The analyst(s) and associate analyst(s) may also receive compensation or benefit (including gift and company/issuer-sponsored and paid trips in line with the Bank's policies) in executing his/her duties. Hence, the addressee or any persons reviewing this document should be aware of the foregoing, amongst others, may give rise to real or potential conflicts of interest

Published and printed by:
PUBLIC INVESTMENT BANK BERHAD (20027-W)
26th Floor, Menara Public Bank 2
78, Jalan Raja Chulan,
50200 Kuala Lumpur
T 603 2268 3000
F 603 2268 3014