

## CAB Cakaran Corporation Berhad

### Juru's Fire Incident – Limited Impact

#### Newsbreak

- CAB Cakaran Corporation Berhad's wholly owned subsidiary, CAB Cakaran Breeding Farm Sdn Bhd, was affected by a fire at its poultry farm in Juru, Penang on the night of 29<sup>th</sup> December 2025. The incident involved one chicken coop housing about 9k chickens, of which around 7.2k chickens were killed, while the remainder 1.8k survived with smoke exposure. The fire resulted in an estimated 50% damage to the internal structure of the particular affected coop, with no injuries reported and no impact on surrounding facilities. Firefighting operations were completed within the same night, and the case has been handed over for investigation.

#### M+ Global View

- We view the incident as having a very minimal impact on CAB's operations and earnings. The affected 9k chickens represent only ~0.1% of CAB's upstream monthly production capacity of 6.5m birds. The damage was confined to part of the facility rather than the entire plant, and repair and maintenance works are expected to be completed within 1-3 month(s), after which operations can resume normally. The estimated repair cost of RM200k–300k is manageable and fully covered under insurance, with insurance claims expected to be received within 4–6 months.
- As such, we do not expect any material disruption to the production and financial performance of our overall investment thesis on CAB.

#### Valuation & Recommendation

- Forecast.** As this fire incident has very minimal impact to the company's earnings and is covered by insurance, we maintained our earnings forecast.
- Valuations.** We maintain our Buy recommendation for CAB with an unchanged TP of RM0.89. The target price is derived based on a P/E ratio of 5.5x pegged to FY26f EPS of 16.23 sen.

#### Company update

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#### BUY

Share price	RM0.590
Target price	RM0.890
Previous TP	RM0.890
Capital upside	50.8%
Dividend return	-
Total return	50.8%

#### Company profile

CAB Cakaran Corporation Berhad operates across the full value chain from breeding and broiler farming to slaughtering, processing and value-added production, supported by its supermarket and Kyros Kebab retail businesses.

#### Stock information

Bursa Code	7174
Bloomberg ticker	CAB MK
Listing market	MAIN
Share issued (m)	701.9
Market Cap (m)	xxxx
52W High/Low	0.885-0.435
Est. Free float (%)	25.1
Beta (x)	1.1
3-mth avg vol ('000)	1732.2
Shariah compliant	YES

#### Major shareholders

	%
Chuah Ah Bee	45.9
Chan Kim Keow	17.6
Plant Wealth Holdings	15.2

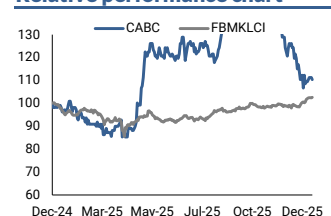
#### Share price vs. KLCI (%)

	1M	3M	12M
Hist. return	-13.2	-24.8	7.3
Absolute	-17.4	-28.1	4.3
Relative			

#### Earnings snapshot

FYE (Sep)	FY25	FY26f	FY27f
PAT (m)	90.7	113.9	119.9
EPS (sen)	12.9	16.2	17.1
P/E (x)	4.6	3.6	3.5

#### Relative performance chart



### Financial Forecast

All items in (RM m) unless otherwise stated

#### Balance Sheet

FYE Mar (RM m)	FY24	FY25	FY26f	FY27f	FY28f
Cash	88.1	67.6	98.3	115.8	141.4
Receivables	24.7	53.2	62.2	74.7	85.9
Inventories	17.4	26.9	19.2	21.4	24.7
PPE	30.6	30.1	31.3	32.3	33.1
Others	4.7	4.5	2.8	2.8	2.8
<b>Assets</b>	<b>165.4</b>	<b>182.2</b>	<b>213.8</b>	<b>247.1</b>	<b>287.9</b>
Debts	12.5	15.9	16.9	17.9	18.9
Payables	65.6	66.6	83.2	92.9	106.9
Others	2.8	2.3	1.8	1.8	1.8
<b>Liabilities</b>	<b>80.9</b>	<b>84.7</b>	<b>101.9</b>	<b>112.6</b>	<b>127.5</b>
Shareholder's equity	84.5	97.5	112.0	134.5	160.4
Minority interest	-	-	-	-	-
<b>Equity</b>	<b>84.5</b>	<b>97.5</b>	<b>112.0</b>	<b>134.5</b>	<b>160.4</b>

#### Cash Flow Statement

FYE Mar (RM m)	FY24	FY25	FY26f	FY27f	FY28f
Profit before taxation	26.3	26.8	27.2	42.3	48.6
Depreciation & amortisation	2.4	2.3	2.5	2.7	2.9
Changes in working capital	39.9	(37.1)	15.3	(5.0)	(0.5)
Share of JV profits	-	-	-	-	-
Taxation	(6.6)	(8.1)	-	-	-
Others	(6.8)	7.0	-	-	-
<b>Operating cash flow</b>	<b>55.2</b>	<b>(8.9)</b>	<b>44.9</b>	<b>40.0</b>	<b>51.1</b>
Net capex	0.3	0.1	(5.0)	(5.0)	(5.0)
Others	1.8	0.8	-	-	-
<b>Investing cash flow</b>	<b>2.1</b>	<b>0.9</b>	<b>(5.0)</b>	<b>(5.0)</b>	<b>(5.0)</b>
Changes in borrowings	(14.2)	3.4	1.0	1.0	1.0
Issuance of shares	-	-	-	-	-
Dividends paid	(11.6)	(5.8)	(6.2)	(9.7)	(11.1)
Others	6.6	(9.5)	-	-	-
<b>Financing cash flow</b>	<b>(19.2)</b>	<b>(11.9)</b>	<b>(5.2)</b>	<b>(8.7)</b>	<b>(10.1)</b>
<b>Net cash flow</b>	<b>38.2</b>	<b>(20.0)</b>	<b>30.7</b>	<b>17.5</b>	<b>25.6</b>
Forex	(0.2)	(0.8)	-	-	-
Others	0.3	0.3	-	-	-
Beginning cash	49.7	88.1	67.6	98.3	115.8
Ending cash	88.1	67.6	98.3	115.8	141.4

#### Income Statement

FYE Mar (RM m)	FY24	FY25	FY26f	FY27f	FY28f
<b>Revenue</b>	<b>154.8</b>	<b>137.5</b>	<b>162.3</b>	<b>194.7</b>	<b>223.9</b>
EBITDA	29.6	29.9	30.4	45.8	52.4
EBIT	27.2	27.6	27.9	43.1	49.5
Net finance income/ (co	(0.8)	(0.8)	(0.7)	(0.8)	(0.8)
Associates & JV	-	-	-	-	-
<b>Profit before tax</b>	<b>26.3</b>	<b>26.8</b>	<b>27.2</b>	<b>42.3</b>	<b>48.6</b>
Tax	(6.6)	(8.1)	(6.5)	(10.2)	(11.7)
<b>Net profit</b>	<b>19.7</b>	<b>18.8</b>	<b>20.7</b>	<b>32.2</b>	<b>37.0</b>
Minority interest	-	-	-	-	-
<b>Core earnings</b>	<b>19.7</b>	<b>18.8</b>	<b>20.7</b>	<b>32.2</b>	<b>37.0</b>
Exceptional items	0.4	1.2	-	-	-
Reported earnings	20.2	19.9	20.7	32.2	37.0

#### Valuation & Ratios

FYE Mar (RM m)	FY24	FY25	FY26f	FY27f	FY28f
Core EPS (sen)	3.4	3.2	3.6	5.5	6.4
P/E (x)	18.7	19.6	17.8	11.5	10.0
DPS (sen)	2.0	1.0	1.1	1.7	1.9
Dividend yield	3.1%	1.6%	1.7%	2.6%	3.0%
BVPS (RM)	0.15	0.17	0.19	0.23	0.28
P/B (x)	4.4	3.8	3.3	2.7	2.3
EBITDA margin	19.1%	21.8%	18.7%	23.5%	23.4%
EBIT margin	17.5%	20.1%	17.2%	22.1%	22.1%
PBT margin	17.0%	19.5%	16.7%	21.7%	21.7%
Net margin	12.7%	13.7%	12.7%	16.5%	16.5%
ROE	24.5%	20.6%	19.7%	26.1%	25.1%
ROA	12.3%	10.8%	10.4%	14.0%	13.8%
Net gearing	CASH	CASH	CASH	CASH	CASH

#### Assumptions

FYE Mar (RM m)	FY24	FY25	FY26f	FY27f	FY28f
Revenue growth	-2.7%	-11.1%	18.0%	20.0%	15.0%
GP margin	29.7%	33.2%	28.0%	33.0%	33.0%

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As of **Wednesday, 31 Dec, 2025**, the analyst(s), Muhammad Nabil, whose name(s) appears on the front page, who prepared this report, has interest in the following securities covered in this report:

(a) nil.

## Stock recommendation guide

<b>BUY</b>	The share price is expected to appreciate more than 10% over the next 12 months
<b>HOLD</b>	The stock price is expected to range between -10% and +10% over the next 12 months
<b>SELL</b>	The share price is expected to fall more than 10% over the next 12 months
<b>TRADING BUY</b>	The share price is projected to rise more than 10% over the next three (3) months due to an ongoing or impending corporate development. The stock price is also expected to be volatile over the next three months
<b>TRADING SELL</b>	The stock price is expected to fall more than 10% over the next three months due to an ongoing or impending corporate developments. The stock price is also expected to be volatile over the next three months
<b>NOT RATED</b>	No recommendation is assigned



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