UOBKayHian

Country Daily | Malaysia

Friday, 20 November 2026



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Key Indices

	Prev Close	1D %	1W %	1M %	YTD %
DJIA	49,097.1	(2.2)	(6.1)	(5.5)	2.2
S&P 500	7,175.8	(2.0)	(5.5)	(6.7)	4.8
FTSE 100	10,452.7	(0.9)	(3.8)	(2.9)	5.2
AS30	8,836.6	(1.1)	(4.7)	(1.2)	(2.0)
CSI 300	3,984.8	0.0	(1.5)	(4.0)	(13.9)
FSSTI	5,079.5	0.5	(3.8)	(6.0)	9.3
HSCEI	7,690.3	(1.9)	(4.5)	(4.2)	(13.7)
HSI	22,841.6	(1.9)	(4.9)	(5.6)	(10.9)
JCI	5,194.1	(1.0)	(1.1)	(1.6)	(39.9)
KLCI	1,566.2	(0.0)	(1.2)	(2.1)	(6.8)
KOSPI	5,137.9	1.4	(3.8)	(7.5)	21.9
Nikkei 225	59,444.2	0.7	(2.3)	(7.2)	18.1
SET	1,472.6	0.0	(1.8)	(5.3)	16.9
TWSE	38,426.9	(4.4)	(10.8)	(17.0)	32.7
BDI	2,901	(0.4)	(3.9)	13.9	54.6
CPO (RM/mt)	4,125	(1.3)	0.1	(7.4)	4.9
Brent Crude (US$/bbl)	93	0.8	(3.2)	(15.4)	52.4

Source: Bloomberg

Corporate Events

	Venue	Begin	Close
Corporate Roadshow with NTT DC REIT (NTTDCR SP)	Bangkok	23 Nov	23 Nov
Corporate Roadshow with NTT DC REIT (NTTDCR SP)	Kuala Lumpur	25 Nov	25 Nov
Virtual Analyst Presentation by Jonathan Koh on S-REITs Results Wrap	Singapore	25 Nov	25 Nov
Regional 1H27 Strategy Conference	Malaysia	02 Dec	02 Dec

Corporate and Macro Calendar

Economic Indicator/Event	Country/Region	Date
Trade Balance	Malaysia	20 Nov
Foreign Reserves		20 Nov

Top Stories

Company Results | CelcomDigi (CDB MK/**BUY**/RM2.48/Target: RM4.05) Page 2 →

- CelcomDigi reported 3Q26 net profit of RM408m (+20% yoy; +3% qoq). The quarter was characterised by: a) underlying postpaid revenue growth momentum; b) disciplined cost management; and c) efficient spending of capex. The group upgraded its 2026 opex and COGS savings target to RM476m (from RM470m) and declared a third interim dividend of 3.4 sen/share. Maintain BUY on CelcomDigi with a DCF-based target price of RM4.05.

Company Results | Sunway Construction Group (SCGB MK/**BUY**/RM7.50/Target: RM8.44) Page 5 →

- Suncon's 3Q26 results came in within expectations, reflecting earnings growth driven by significant margin expansion from the construction segment. The group is on track to deliver a 6.1% yield for 2026, with a 9M26 dividend of 34.7 sen (including special dividends) declared. We continue to like Suncon for its record-high orderbook pipeline and strong DC job flows which anchor multi-year earnings growth through 2026-28. Suncon also offers a lush prospective yield of 5-6%. Maintain BUY and target price of RM8.44.

Market Spotlight

Page 8 →

- The FBMKLCI continued to slide 0.57pt and closed marginally lower yesterday after paring down earlier losses to settle at 1,566.16
- US stocks on Thursday posted their longest daily losing streak in over two-and-a-half years, even as Anthropic surged in its market debut.

Technical Analysis

FBMKLCI, FCPO & FKLI Index Outlook Page 9 →

Traders' Corner Page 11 →

Cnergenz | CNERGEN MK Page 11 →

- Trading Buy Range: RM1.15-1.17

Geohan Corporation | GEOHAN MK Page 11 →

- Trading Buy Range: RM0.305-0.31

Notion Vtec | NVB MK Page 12 →

- Trading Buy Range: RM0.55-0.57

Disclaimer: In Traders' Corner, technical analysis is carried out purely based on charting patterns, price movements and trends, and is thus independent of the fundamental research views of our analysts. As a result, and from time to time, we may make a technical recommendation that is opposite to our fundamental BUY/HOLD/SELL rating.

CelcomDigi (CDB MK)

3Q26: In Line; 2026 EBIT Guidance Revised Upwards

Highlights

- CelcomDigi reported 3Q26 net profit of RM408m (+20% yoy; +3% qoq). The quarter was characterised by: a) underlying postpaid revenue growth momentum; b) disciplined cost management; and c) efficient spending of capex.
- The group upgraded its 2026 opex and COGS savings target to RM476m (from RM470m) and declared a third interim dividend of 3.4 sen/share.
- Maintain BUY with a DCF-based target price of RM4.05. The stock offers an attractive dividend yield of 6.0%.

3Q26 Results

Year to 31 Dec (RMm)	3Q26	qoq%	yoy%	9M26	yoy%
Revenues	**3,306.0**	**3.8**	**5.8**	**9,700.0**	**1.2**
Reported EBITDA	1,357.0	(0.7)	(4.7)	4,229.0	(2.5)
EBITDA Margin (%)	41.0	(1.9)	(4.5)	43.6	(1.6)
Net profit	**408.0**	**2.5**	**19.6**	**1,228.0**	**5.5**
Core Net profit	**408.0**	**(5.1)**	**1.9**	**1,260.0**	**(0.2)**
EPS (sen)	3.5	2.5	19.6	10.5	5.5
DPS (sen)	3.4	0.0	(5.6)	10.2	(8.1)
Subscribers ('000)	20,178	(0.6)	(1.5)		
Blended ARPUs (RM/mth)	42	2.4	2.4		
Cost Structure (% of revenue)	**3Q25**	**4Q25**	**1Q26**	**2Q26**	**3Q26**
Direct expenses	26.1	30.5	26.0	26.9	29.8
S&M	5.0	4.6	5.0	4.8	4.6
Staff cost	6.0	6.0	6.0	5.8	6.1
G&A, others	16.8	14.5	16.7	18.1	16.4

Source: CelcomDigi, UOB Kay Hian

Analysis

- **3Q26 earnings in line.** CelcomDigi reported a 3Q26 net profit of RM408m (+20% yoy; +3% qoq). The quarter was characterised by: a) underlying postpaid revenue growth momentum; b) disciplined cost management; and c) efficient spending of capex. Full-year 2026 capex guidance has been lowered to 12% (from 12-13%). 9M26 underlying net profit of RM1,260m (-5% yoy), which excluded a RM32m settlement cost and stamp due in 2Q26, accounted for 73% of our and 75% of street's full-year forecasts, in line within expectations.

Key Financials

Year to 31 Dec (RMm)	2024	2025	2026F	2027F	2028F
Net turnover	12,679	12,956	13,263	13,402	13,608
EBITDA	6,154	5,621	5,861	5,869	5,960
Operating profit	2,321	2,672	2,891	3,306	3,723
Net profit (rep./act.)	1,378	1,514	1,725	2,005	2,362
Net profit (adj.)	1,730	1,660	1,725	2,005	2,362
EPS	14.7	14.1	14.7	17.1	20.1
PE (x)	16.8	17.5	16.9	14.6	12.5
P/B (x)	1.8	1.8	1.8	1.8	1.8
EV/EBITDA (x)	6.8	7.4	7.0	6.8	6.5
Dividend yield (%)	5.8	5.9	6.0	6.9	8.1
Net margin (%)	10.9	11.7	13.0	14.9	17.1
Net debt/(cash) to equity (%)	79.2	79.9	74.8	66.7	60.9
Interest cover (x)	3.8	4.4	4.5	4.7	5.0
ROE (%)	10.7	10.4	10.8	12.5	14.6
Consensus net profit	n.a.	n.a.	1,717	1,879	2,096
UOBKH/Consensus (x)	n.a.	n.a.	1.00	1.07	1.13

Source: CelcomDigi, Bloomberg, UOB Kay Hian

Analyst(s)

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BUY (Maintained)

Share Price	RM2.48
Target Price	RM4.05
Upside	63.3%

Stock Data

Sector	Communication Services
Bloomberg ticker	CDB MK
Shares issued (m)	11,731.5
Market cap (RMm)	29,090.8
Market cap (US$m)	7,074.1
3-mth avg daily t'over (US$m)	1.9

Price Performance (%)

52-week high/low				RM3.86/RM2.65
1mth	**3mth**	**6mth**	**1yr**	**YTD**
(6.0)	(11.0)	(12.6)	(26.0)	(11.0)

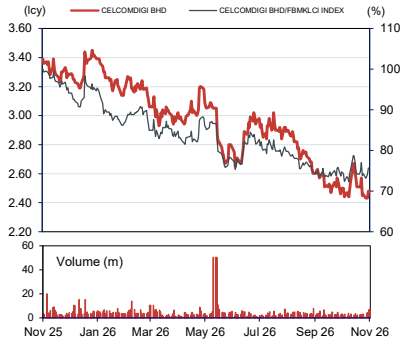
Major Shareholders (%)

Telenor ASA	33.1
Axiata Group Bhd	33.1
Employees Provident Fund	10.8

Balance Sheet Metrics

FY26F NAV/Share (RM)	1.36
FY26F Net Debt/Share (RM)	1.02

Price Chart



Source: Bloomberg

Company Description

Mobile operator in Malaysia, providing 2G, 4G and 5G services.

- **Attractive dividend yield of 6%.** The group declared a third interim net DPS of 3.4 sen/share (98% dividend payout). We maintain our full-year DPS of 14.9 sen (101% payout), which translates to a 6.0% dividend yield.
- **2026 full-year synergistic savings forecast raised to RM476m.** CelcomDigi has upgraded its 2026 opex and COGS savings target to RM476m (from RM470m), reflecting stronger-than-expected efficiency gains across its network operations. This should help mitigate the anticipated 40-45% yoy increase in 5G wholesale costs in 2026, driven by rising 5G adoption and data traffic. In 3Q26, the group realised an additional RM141m in synergy-related cost savings, bringing cumulative savings to RM282m ytd. The group is on track to deliver RM600m in synergistic cost savings in 2027.

2026 Synergistic Cost Savings of RM476m



Source: CelcomDigi, UOB Kay Hian

- **Consumer postpaid revenue improved to RM1,115m (+3% yoy; +1% qoq),** underpinned by a rational market and stable price points in the market. Consequently, ARPU was stable at RM60/month as the group achieved net adds of 51,000 sequentially.
- **Prepaid revenue rose marginally by 1% qoq to RM1,016m (-2% yoy).** Subscribers fell 224,000 during the quarter, reflecting the recently enforced prepaid registration guidelines (effective end-Aug 26). Positively, CelcomDigi managed to grow its ARPU to RM29/month (2Q26: RM28/month), which helped to cushion its declining subscriber base.
- **Growing home and fibre base.** CelcomDigi's flagship CelcomDigi ONE plan continues to see robust subscriber growth, with net additions of 19,000 qoq. This was done achieved via the upselling of convergence solutions across its existing customer base. ARPU was stable at RM105/month (2Q26: RM105/month; 3Q25: RM97/month).

Valuation/Recommendation

- **Maintain BUY with a DCF-based target price of RM4.05.** At our fair value, the stock trades at +0.5SD 2027F EV/EBITDA of 9.9x. CelcomDigi remains on track to achieving its synergistic target of RM700m-800m in annual cost savings beyond 2027.

Earnings Revision/Risk

- No changes to earnings.
- **2026 EBIT and capex guidance revised.** The group revised its 2026 EBIT growth guidance to mid-single digit (from low single digit), citing promising progress in its synergistic cost savings and asset-base management (lower depreciation and amortisation). CelcomDigi has also reduced its capex intensity to 12% (from 12-13%) given sourcing optimisation practices and capex efficiencies.

Share Price Catalyst/Risk

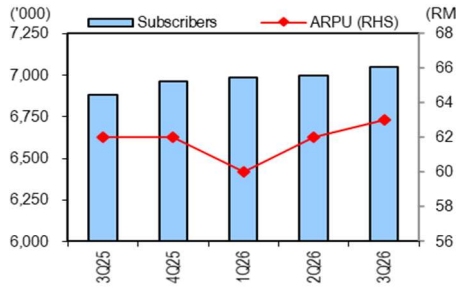
- **DNB's direction.** Digital Nasional Berhad (DNB) is projected to direct its near-term capex towards scaling network capacity and optimising cost through network design. Notably, the company's new shareholders do not anticipate additional equity cash calls or capital injections over the next few years, with funding requirements likely to be done through debt financing.

Performance Guidance For 2026

	2026 Guidance
Service Revenue	Low single-digit growth
EBIT	Mid single-digit growth
Capex Intensity	Around 12% of total revenue, focusing on enhancing IT platforms and network enhancement

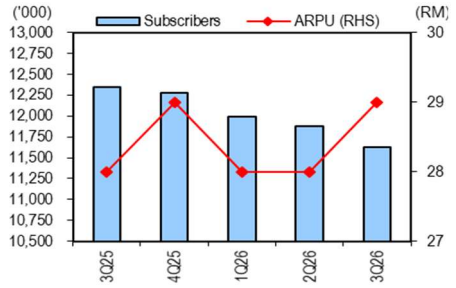
Source: CelcomDigi, UOB Kay Hian

Quarterly Postpaid ARPU And Subs



Source: CelcomDigi, UOB Kay Hian

Quarterly Prepaid ARPU And Subs



Source: CelcomDigi, UOB Kay Hian

Five-year EV/EBITDA Band



Source: Bloomberg, CelcomDigi, UOB Kay Hian

Profit & Loss

Year to 31 Dec (RMm)	2025	2026F	2027F	2028F
Net turnover	**12,956.0**	**13,262.9**	**13,402.0**	**13,608.4**
EBITDA	5,621.0	5,860.6	5,869.1	5,959.9
Deprec. & amort.	2,847.5	2,969.4	2,562.9	2,237.3
EBIT	2,672.0	2,891.1	3,306.2	3,722.5
Net interest income/(expense)	(569.1)	(598.7)	(659.8)	(630.4)
Pre-tax profit	**2,102.9**	**2,292.4**	**2,646.4**	**3,092.1**
Tax	(572.9)	(550.2)	(635.1)	(742.1)
Minorities	(16.4)	(16.4)	(16.4)	(16.4)
Net profit	**1,513.5**	**1,725.8**	**1,994.8**	**2,333.6**
Net profit (adj.)	1,659.5	1,725.8	1,994.8	2,333.6

Balance Sheet

Year to 31 Dec (RMm)	2025	2026F	2027F	2028F
Fixed assets	6,670.5	5,773.3	4,766.1	4,105.0
Other LT assets	24,978.8	24,763.3	24,547.9	24,332.4
Cash/ST investment	871.5	2,096.3	3,901.8	5,327.4
Other current assets	3,943.6	4,266.9	4,309.7	4,373.2
Total assets	**36,464.4**	**36,899.8**	**37,525.4**	**38,138.0**
ST debt	3,044.2	860.3	360.3	-139.7
Other current liabilities	5,308.9	5,331.8	5,384.7	5,466.1
LT debt	10,595.5	13,192.5	14,192.5	15,192.5
Other LT liabilities	1,537.1	1,537.1	1,537.1	1,537.1
Shareholders' equity	15,978.8	15,978.1	15,974.6	15,967.7
Minority interest	123.8	140.2	156.7	173.1
Total liabilities & equity	**36,464.4**	**36,899.8**	**37,449.1**	**38,023.7**

Cash Flow

Year to 31 Dec (RMm)	2025	2026F	2027F	2028F
Operating	4,024.0	5,103.7	5,244.1	5,233.7
Pre-tax profit	2,102.9	2,292.4	2,646.4	3,092.1
Tax	(572.9)	(550.2)	(635.1)	(742.1)
Deprec. & amort.	2,847.5	2,969.4	2,562.9	2,237.3
Associates	(0.4)	-	76.2	38.1
Working capital changes	(309.2)	(206.7)	10.1	14.9
Other operating cashflows	(43.9)	598.7	583.6	593.3
Investing	**(1,469.6)**	**(1,834.4)**	**(1,280.1)**	**(1,288.0)**
Capex (maintenance)	(1,574.0)	(1,856.8)	(1,340.2)	(1,360.8)
Proceeds from sale of assets	-	-	-	1.0
Others	104.4	22.4	60.1	72.8
Financing	**(2,001.5)**	**(1,951.0)**	**(2,158.4)**	**(2,521.0)**
Dividend payments	(1,736.3)	(1,743.1)	(2,014.8)	(2,356.9)
Issue of shares	-	-	-	-
Proceeds from borrowings	1,204.2	413.2	500.0	500.0
Others/interest paid	(375.3)	(621.1)	(643.6)	(665.1)
Net cash inflow (outflow)	**553.0**	**1,318.3**	**1,805.5**	**1,424.6**
Beginning cash & cash equivalent	**224.0**	**778.0**	**2,096.3**	**3,901.8**
Changes due to forex impact	0.9	-	-	1.0
Ending cash & cash equivalent	**778.0**	**2,096.3**	**3,901.8**	**5,327.4**

Key Metric

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	43.4	44.2	43.8	43.8
Pre-tax margin	16.2	17.1	19.5	22.4
Net margin	12.8	12.9	14.7	16.9
ROA	4.6	4.5	5.1	5.9
ROE	10.4	10.7	12.4	14.6
Growth				
Turnover	2.2	2.4	1.0	1.5
EBITDA	(8.7)	4.3	0.1	1.5
Pre-tax profit	21.1	7.9	15.0	16.7
Net profit	9.9	12.9	15.1	16.9
Net profit (adj.)	(4.1)	2.9	15.1	16.9
EPS	(4.1)	2.9	15.1	16.9
Leverage				
Debt to total capital	48.5	45.8	45.8	45.9
Debt to equity	85.4	88.0	91.1	94.3
Net debt/(cash) to equity	79.9	74.8	66.7	60.9
Interest cover	4.4	4.5	4.7	5.0

Sunway Construction Group (SCGB MK)

3Q26: Resilient Quarter WIthin Expectations

Highlights

- 9M26 earnings were within expectations, making up 70% and 74% of our and consensus full-year estimates, respectively. Yoy growth was mainly driven by a favourable project mix which lifted blended margins.
- Declared interim dividend of 7.9 sen, bringing 9M26 dividend to 34.7 sen (9M25: 41.5sen) which implies a payout ratio of 141% and a yield of 4.6%.
- Maintain BUY and target price of RM8.44, which implies 21.6x 2027F PE (+1SD above five-year mean of 18x).

3Q26 Results

Year to 31 Dec	3Q26 (RMm)	qoq % chg	yoy % chg	9M26 (RMm)	yoy % chg	Comments
Revenue	**1,072.7**	**5.4**	**(25.8)**	**3,113.1**	**(28.0)**	Lower progress billing yoy as 3Q25 had DC acceleration
- Construction	995.2	5.7	(28.3)	2,887.3	(31.1)	
- Precast Concrete	77.6	2.0	34.3	225.8	71.3	Higher contributions from ICPH and new projects
Operating Profit	**113.6**	**2.1**	**18.8**	**359.6**	**12.5**	
- Construction	115.2	5.8	19.1	354.6	10.6	
- Precast Concrete	(1.5)	(163.6)	(51.7)	5.0	583.4	
Pre-tax Profit	**135.2**	**3.0**	**6.4**	**421.2**	**16.1**	Higher construction margin and precast earnings
PATAMI	**105.1**	**1.4**	**25.4**	**327.1**	**34.4**	
Core PATAMI	**105.1**	**0.8**	**11.1**	**323.7**	**19.5**	
Margins	**%**	**+/- ppt**	**+/- ppt**	**%**	**+/- ppt**	
EBIT	**10.6**	**(0.3)**	**4.0**	**11.6**	**4.2**	
- Construction	11.6	0.0	4.6	12.3	4.6	Higher DC margins
- Precast Concrete	(2.0)	(5.2)	(0.2)	2.2	3.0	Improved contract replenishment
PBT	**12.6**	**(0.3)**	**3.8**	**13.5**	**5.1**	
Core PATMI	**9.8**	**(0.4)**	**3.3**	**10.4**	**4.1**	

Source: Suncon, UOB Kay Hian

Analysis

- **3Q26 results within expectations.** Sunway Construction Group's (Suncon) 3Q26 core net profit came in at RM105.1m (+1% qoq, +11% yoy), despite a lower revenue of RM1.07b (+5% qoq, -26% yoy). 9M26 earnings made up 70% and 74% of our and consensus full-year estimates respectively, and is deemed within expectations as we anticipate a seasonally stronger 4Q26.

Key Financials

Year to 31 Dec (RMm)	2024	2025	2026F	2027F	2028F
Net turnover	3,521.7	5,338.7	5,836.7	6,312.2	6,450.0
EBITDA	279.4	469.2	524.7	558.6	588.3
Operating profit	262.2	448.2	495.6	532.6	564.2
Net profit (rep./act.)	186.9	361.8	466.7	503.3	536.1
Net profit (adj.)	167.2	425.1	466.7	503.3	536.1
EPS	13.0	33.0	36.2	39.0	41.6
PE (x)	57.8	22.8	20.7	19.2	18.0
P/B (x)	11.0	8.9	10.1	10.1	10.2
EV/EBITDA (x)	33.8	17.1	15.4	14.2	13.4
Dividend yield (%)	1.1	6.7	6.1	5.3	5.6
Net margin (%)	5.3	6.8	8.0	8.0	8.3
Net debt/(cash) to equity (%)	(32.5)	(156.4)	(171.4)	(189.5)	(197.4)
ROE (%)	24.7	42.0	58.4	63.3	67.8
Consensus net profit	n.a.	n.a.	440.6	547.7	579.6
UOBKH/Consensus (x)	n.a.	n.a.	1.1	0.9	0.9

Source: Suncon, Bloomberg, UOB Kay Hian

Analyst(s)

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BUY (Maintained)

Share Price	RM7.50
Target Price	RM8.44
Upside	4.5%

Stock Data

Sector	Industrials
Bloomberg ticker	SCGB MK
Shares issued (m)	1,332.5
Market cap (RMm)	9,993.7
Market cap (US$m)	2,430.2
3-mth avg daily t'over (US$m)	7.4

Price Performance (%)

52-week high/low				RM8.40/RM5.33
1mth	**3mth**	**6mth**	**1yr**	**YTD**
0.3	(7.3)	5.0	36.0	35.4

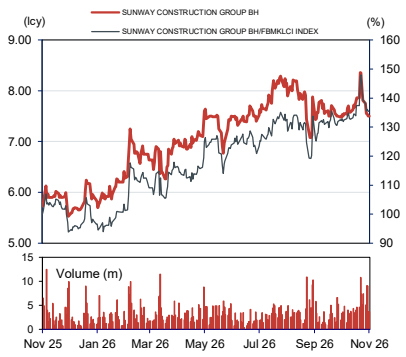
Major Shareholders (%)

Sunway Holdings Sdn Bhd	52.
Employees Provident Fund Board	6.
Sungei Way Corp Sdn Bhd	5.

Balance Sheet Metrics

FY26 NAV/Share (RM)	0.8
FY26 Net Debt/Share (RM)	(1.3)

Price Chart



Source: Bloomberg

Company Description

A leading construction company in Malaysia.

- **Declared third interim dividend of 7.9 sen.** Suncon declared a 7.9 sen interim dividend (3Q25: 29.25 sen). For 9M26, it declared a dividend of 34.7 sen (9M25: 41.5sen), and implies a payout ratio of 141% and a yield of 4.6%.
- **Construction segment: Earnings improvement premised on meaningful margin uptick.** The construction division's profit before tax (PBT) improved to RM130.5m (+6% yoy) despite a significantly lower revenue of RM995m (-28% yoy) in 3Q26. Revenue declined yoy due to lower progress billing as 3Q25 saw accelerated progress of several data centre and in-house projects. Nevertheless, PBT margins have seen meaningful expansions (+4.2ppt yoy) due to a more favourable project mix.
- **Precast segment: Continuous recovery from low base.** In 3Q26, the precast segment delivered a higher yoy revenue of RM77.6m (+34% yoy) which presumably reflects improving contributions from Integrated Construction & Prefabrication Hub (ICPH) and newly secured projects. PBT surged to RM4.7m (+18% yoy) despite lower margins (-0.8ppt yoy). We anticipate a similarly strong quarter for the precast segment through 4Q26, supported by an existing orderbook of about RM666m.
- **Exceeded orderbook replenishment target which was previously revised upwards.** Following recent contracts wins driven by accelerating DC-related contracts, Suncon has secured around RM9.8b in new jobs ytd. This is higher than management's revised target of RM7b-9b orderbook in 2026. Suncon's current outstanding orderbook also stands tall at a record high of RM12.5b (2.2x orderbook cover), with a tenderbook pipeline of over RM15.7b.
- **DC-powered growth narratives remain exciting.** Note that Suncon secured three DC contracts worth RM2.9b in 2025, and another approximately RM9b in DC contracts ytd. The group currently has three completed and 11 ongoing DC projects with a combined 395MW IT load, with DC works making up 76% of the total outstanding orderbook. Of the current tenderbook of about RM15.7b, over 80% are DC-related. Suncon is also still bidding for a few DC projects with a combined IT load of over 600MW (estimated value of RM10b-11b) that may be awarded within 2026-28. Overall, we assess that Suncon is in a good position to win several DC bids within 2026-28. This will lift the group's overall margins as a DC has a shorter construction period and better profit margins.
- **Valuations appear attractive after recent retracement, well supported by decent yield and capital management upside.** Suncon is in a net cash position of about RM1.42b currently, reflecting an improving trend over the last two years following better earnings and improved cash flow conversion. Adjacent with the yoy earnings growth, we forecast a 100-125% dividend payout ratio in 2026-28, implying a lush prospective yield of 5.3-6.1%. We also do not rule out further special dividends as the group has sufficient room for better capital management.

Valuation/Recommendation

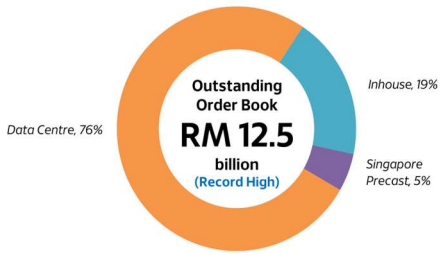
- **No changes to earnings.**
- **Maintain BUY with unchanged target price of RM8.44.** Our target price is pegged to 21.6x 2027F PE (+1SD above the five-year mean of 18x).

Outstanding Orderbook As Of End-3Q26

Projects	(RMm)
JHB1X0 Data Centre	135
JHB01 Data Centre	2,151
K2 Phase 2 Data Centre	37
General DC Contractor Work - Shell 1 - MNC	576
General DC Contractor Work - Shell 2 - MNC	2,149
PSR -MNC	44
PSR – MNC - JB01	534
PSR – MNC - JB02	335
Serendah DC	1,710
Serendah DC 2	1,739
India Highways	45
Total External (A)	**9,453**
RTS TOD	921
Sunmed PH3 fit-out	24
SW Ipoh Mall	768
Sunway Medical Iskandar	400
Sunway Sanctuary Fit-out Works	20
Sunway Medical Seremban	200
Total Internal (B)	**2,332**
Precast Concrete (C)	**666**
Grand Total (A+B+C)	**12,452**

Source: Suncon

Orderbook



Source: Suncon

Segmental Forecasts

(RMm)	2025	2026F	2027F
Revenue	**5,339**	**5,837**	**6,312**
- Construction	5,132	5,513	6,141
- Precast Concrete	207	324	171
Operating Profit	**448**	**496**	**533**
- Construction	446	460	514
- Precast Concrete	2	36	19
Orderbook Replenishment Assumptions			
- Construction	4,500	9,000	8,000
- Precast Concrete	300	300	300

Source: UOB Kay Hian

Environmental, Social, Governance (ESG) Updates

Environmental
- Mitigate emissions, biodiversity impact, waste disposal and pollution.
Social
- Work with local authorities and communities to ensure projects' success.
Governance
- Independent directors (four out of seven) comprise the majority of the board.

Profit & Loss

Year to 31 Dec (RMm)	2025	2026F	2027F	2028F
Net turnover	**5,339**	**5,837**	**6,312**	**6,450**
EBITDA	469	525	559	588
Deprec. & amort.	21	29	26	24
EBIT	448	496	533	564
Associate contributions	15	17	19	20
Net interest income/(expense)	62	95	104	113
Pre-tax profit	**526**	**607**	**655**	**698**
Tax	(123)	(134)	(144)	(154)
Minorities	(40)	(7)	(8)	(8)
Preferred dividends	362	467	503	536
Net profit	**425**	**467**	**503**	**536**
Net profit (adj.)	5,339	5,837	6,312	6,450

Balance Sheet

Year to 31 Dec (RMm)	2025	2026F	2027F	2028F
Fixed assets	122	112	107	105
Other LT assets	656	759	778	797
Cash/ST investment	2,000	1,898	2,008	2,016
Other current assets	1,646	1,748	1,838	1,826
Total assets	**4,424**	**4,518**	**4,730**	**4,745**
ST debt	158	131	105	79
Other current liabilities	2,945	3,208	3,470	3,534
LT debt	143	119	95	71
Other LT liabilities	10	10	10	10
Shareholders' equity	1,087	961	954	946
Minority interest	81	89	96	104
Total liabilities & equity	**4,424**	**4,518**	**4,730**	**4,745**

Cash Flow

Year to 31 Dec (RMm)	2025	2026F	2027F	2028F
Operating	**1,617**	**647**	**691**	**624**
Pre-tax profit	526	607	655	698
Tax	(107)	(134)	(144)	(154)
Deprec. & amort.	21	29	26	24
Associates	(15)	(17)	(19)	(20)
Working capital changes	1,133	160	173	76
Other operating cashflows	60	0	0	0
Investing	**(27)**	**(19)**	**(21)**	**(21)**
Capex (growth)	(44)	(19)	(21)	(21)
Investments	(164)	0	0	0
Proceeds from sale of assets	24	0	0	0
Others	(7)	0	0	0
Financing	**(608)**	**(642)**	**(561)**	**(594)**
Dividend payments	(305)	(592)	(511)	(544)
Proceeds from borrowings	(422)	(50)	(50)	(50)
Others/interest paid	119	0	0	0
Net cash inflow (outflow)	**982**	**(15)**	**109**	**9**
Beginning cash & cash equivalent	**936**	**1,914**	**1,898**	**2,008**
Changes due to forex impact	(5)	0	0	0
Ending cash & cash equivalent	**2,000**	**1,898**	**2,008**	**2,016**

Key Metric

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	8.8	9.0	8.8	9.1
Pre-tax margin	9.8	10.4	10.4	10.8
Net margin	6.8	8.0	8.0	8.3
ROA	11.4	14.5	15.2	16.1
ROE	42.0	58.4	63.3	67.8
Growth				
Net profit (adj.)	154.2	9.8	7.8	6.5
EPS	154.2	9.8	7.8	6.5
Leverage				
Debt to total capital	25.7	23.8	19.1	14.3
Debt to equity	27.6	26.0	21.0	15.9
Net debt/(cash) to equity	(156.4)	(171.4)	(189.5)	(197.4)

Market Spotlight

Market News

The FBMKLCI continued to slide 0.57pt and closed marginally lower yesterday after paring down earlier losses to settle at 1,566.16. Meanwhile, Asian stocks fell on Thursday as steep losses in Taiwan and chipmakers showed that Anthropic's record IPO had done little to ease doubts over the artificial-intelligence trade. The FBMKLCI's top gainers were CelcomDigi (+2.1%), Mr D.I.Y. Group (M) (+2.0%) and Maxis (+1.4%), while the top losers were Sunway Bhd (-5.8%), Petronas Chemicals Group (-4.0%) and MISC (-2.3%). In the broader market, losers outpaced gainers 506 to 496 with 498 counters unchanged. Turnover was 3.64b shares valued at RM2.99b.

US stocks on Thursday posted their longest daily losing streak in over two-and-a-half years, even as Anthropic surged in its market debut. The leading artificial intelligence frontier lab saw a record-smashing initial public offering in a landmark moment for the AI trade. The tech-heavy Nasdaq Composite shed 2.3% to end at 23,879.20 points, closing at its lowest level since April 14. The benchmark S&P 500 dropped 2% to settle at 7,179.38 points, notching a six-day losing run for the first time since April 2024. The blue-chip Dow Jones Industrial Average fell 2.2% to finish at 49,097.77 points, concluding below 50,000 for the first time since June 10. *(Sources: Investing.com*

FBMKLCI, FCPO & FKLI Index Outlook

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FBMKLCI



Source: UOBKH ChartGenie

FTSE Bursa Malaysia KLCI

Last close:	1,566.16
Expected moving range:	1,570-1,600

Technical View:

Based on the daily chart, the FBMKLCI continues to form lower highs and lower lows. This is supported by a downtick in the RSI and a bearish crossover in both the MACD and DMI indicators. We expect the index to continue to move towards the immediate support of 1,560 in the near term. Support and resistance levels are as follows:

Support: 1,560, 1,550

Resistance: 1,600, 1,636

FCPO



Source: TradingView

Futures Crude Palm Oil (FCPO) Active Contract, 1 Hour Chart

Technical BUY with +5.3% potential return

Trading BUY range:	RM4,300-4,400
Last price:	RM4,368
Target price:	RM4,503, RM4,599
Support:	RM4,246
Stop-loss:	RM4,244

BUY with a target price of RM4,692 and stop-loss at RM4,244. Based on the chart, FCPO continues the bullish movement and closed higher at RM4,368 yesterday. This bullish movement is supported by an uptick in RSI and bullish crossover in both MACD and DMI indicators. We peg our targets at RM4,503 and RM4,599 in the near term.

Expected timeframe: One day to three days

FKLI



Source: TradingView

FTSE Bursa Malaysia KLCI Futures (FKLI), 1 Hour Chart

Technical SELL with -0.51% downside

Trading BUY range:	1,560-1,580
Last price:	1,550.5
Target price:	1,554, 1,544
Resistance:	1,581
Stop-loss:	1,582

SELL with a target price of 1,544 and stop-loss at 1,582. Based on the chart, FKLI continues the bearish movement and closed lower at 1,550.5 yesterday. This bearish movement is supported by the downtick in the RSI and bearish crossovers in both MACD and DMI indicators. We still maintained our targets at 1,554 and 1,544 in the near term.

Expected timeframe: One day to three days

Traders' Corner

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Source: UOBKH ChartGenie

Cnergenz
CNERGEN MK

Technical BUY with +19.8% potential return

Trading BUY range:	RM1.15-1.17
Last price:	RM1.17
Target price:	RM1.33, RM1.39
Support:	RM0.95
Stop-loss:	RM0.945

BUY with a target price of RM1.39 and stop-loss at RM0.945. Yesterday, the stock closed above the BBI line, indicating upward potential in the near term. This is supported by the 7-day EMA which has crossed above the 21-day EMA, indicating a bullish signal. This is consistent with the uptick in the RSI and a bullish crossover in the DMI, which suggests stronger buying momentum ahead. Currently, MACD is on the verge of making a golden cross to the positive signal. Our target prices are RM1.33 and RM1.39 in the near term.

Expected timeframe: Two weeks to two months

Note: Not available for CFD Trading



Source: UOBKH ChartGenie

Geohan Corporation
GEOHAN MK

Technical BUY on breakout with +29.5% potential return

Trading BUY range:	RM0.305-0.31
Last price:	RM0.295
Target price:	RM0.365, RM0.395
Support:	RM0.245
Stop-loss:	RM0.24

BUY on breakout with a target price of RM0.395 and stop-loss at RM0.24. Based on the daily chart, share price has recovered gradually and moved above the 7- and 21-day EMA after it spikes to close at RM0.295 yesterday. This is supported by an uptick in the RSI and a bullish crossover in the DMI, indicating the positive momentum would strengthen in the near term. We peg our targets at RM0.365 and RM0.395 if the stock penetrates above the breakout level of RM0.305.

Expected timeframe: Two weeks to two months

Note: Not available for CFD Trading



Source: UOBKH ChartGenie

Notion Vtec
NVB MK

Technical BUY with +32.5% potential return

Trading BUY range:	RM0.55-0.57
Last price:	RM0.57
Target price:	RM0.675, RM0.755
Support:	RM0.50
Stop-loss:	RM0.495

BUY with a target price of RM0.755 and stop-loss at RM0.495. A successful rebound from the major support of RM0.50 has sent the stock higher. Yesterday's movement and closing above the BBI line have kick-started a new up-leg. Given higher trading volumes and positive readings from both the MACD and the DMI, we expect an uptrend from here. We peg our target at RM0.675 and RM0.755 in the near term.

Expected timeframe: Two weeks to two months

Note: Not available for CFD Trading

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