Company update

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Inta Bina Group Berhad

Another Win, Still Within Expectations

Newsbreak

- **RM221.1m contract from Mitraland.** INTA's wholly-owned subsidiary, Inta Bina Sdn Bhd, has accepted a RM221.1m contract from Prisma Melody Sdn Bhd, a wholly-owned subsidiary of Mitraland Holding (M) Sdn Bhd, for the main building works of Gravit8 Phase 4 (Novva) in Kota Bayuemas, Klang. The development comprises a 39-storey serviced apartment tower with 654 units and a 20-storey office tower, together with associated parking, commercial and recreational facilities.

- **Completion scheduled over 24–28 months.** Works will commence on 28 September 2026, with Section 1 targeted for completion on 27 September 2028 and Section 2 on 27 January 2029.

M+ Global View

- **Closing in on replenishment targets.** We are positive on the latest win, which lifts INTA's YTD FY26 job wins to c.RM645m from RM424m. This meets 72–81% of our RM800–900m annual replenishment assumption, leaving a further RM155–255m to secure. The award also brings secured wins to 75% of management's previously indicated c.RM860m FY26 target, keeping replenishment within our expectations.

- **Familiar client, longer earnings visibility.** This marks INTA's fourth project with Mitraland over a 14-year relationship, underscoring the role of repeat clients in sustaining its construction pipeline. With works extending into early 2029, the project adds visibility beyond the current financial year. We expect a modest initial contribution in FY26, with a larger earnings contribution in FY27–FY28 as construction gathers pace.

- **Tender pipeline supports further replenishment.** INTA maintains a c.RM3.6bn tender book across residential, commercial and data centre projects, providing opportunities to secure the remaining RM155–255m under our annual replenishment assumption. Award timing and conversion remain key, while successful entry into larger industrial and data centre projects could broaden its construction mix.

Valuation & Recommendation

- **Forecast.** Unchanged as the win falls within our replenishment assumptions.

- **Maintain BUY, TP RM0.78.** We reiterate our BUY recommendation with an unchanged TP of RM0.78, based on 11x FY27f EPS of 7.11 sen. The latest award reinforces our confidence in INTA's earnings visibility, though further upside to our estimates hinges on stronger-than-expected job wins or margin expansion.

- **Downside risks.** Risks to our recommendation include: (i) fluctuations in raw material prices; (ii) INTA's ability to continually replenish its orderbook; and (iii) regulatory compliance risk.

BUY

Share price	RM0.405
Target price	RM0.780
Previous TP	RM0.780
Capital upside	92.6%
Dividend return	5.3%
Total return	97.9%

Company profile

A mid-sized CIDB Grade 7-certified building contractor that specializes in high-rise residential, commercial, and institutional construction projects.

Stock information

Bursa Code	0192
Bloomberg ticker	INTA MK
Listing market	MAIN
Share issued (m)	641.9
Market Cap (m)	260.0
52W High/Low	0.46 / 0.355
Est. Free float (%)	33.3
Beta (x)	0.9
3-mth avg vol ('000)	1,111.2
Shariah compliant	Yes

Major shareholders	%
Apex Jaya Industries	28.4
Lim Ooi Joo	8.7
Teo Hock Choon	8.2

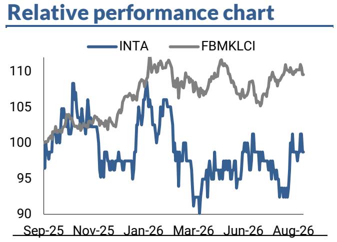
Share price vs. KLCI (%)

Hist. return	1M	3M	12M
Absolute	3.8	3.8	-6.9
Relative	7.8	3.3	-11.0

Earnings snapshot

FYE (Dec)	FY25	FY26f	FY27f
PATMI (m)	40.3	41.4	44.0
EPS (sen)	6.52	6.70	7.11
P/E (x)	6.22	6.05	5.70

Relative performance chart



Financial Forecast

All items in (RM m) unless otherwise stated

Balance Sheet

FYE Dec (RM m)	FY24	FY25	FY26f	FY27f	FY28f
Cash	115.0	108.8	183.4	228.5	277.0
Receivables	260.6	304.6	289.6	307.9	327.4
Inventories	15.9	16.7	20.9	22.2	23.6
PPE	41.5	62.8	54.5	48.9	42.3
Others	188.7	222.9	188.7	188.7	188.7
Assets	**621.6**	**715.8**	**737.1**	**796.1**	**858.9**
Debts	112.6	129.9	114.2	121.4	129.0
Payables	303.9	298.8	333.6	354.7	377.1
Others	11.5	35.9	11.5	11.5	11.5
Liabilities	**428.0**	**464.6**	**459.3**	**487.5**	**517.6**
Shareholder's equity	193.3	250.7	277.8	308.6	341.3
Minority interest	0.3	0.5	-	-	-
Equity	**193.6**	**251.2**	**277.8**	**308.6**	**341.3**

Cash Flow Statement

FYE Dec (RM m)	FY24	FY25	FY26f	FY27f	FY28f
Profit before taxation	43.5	55.6	54.8	58.2	61.8
Depreciation & amortis	13.8	19.7	14.6	15.6	16.6
Changes in working ca	32.5	(49.9)	1.1	1.5	1.6
Share of JV profits	-	-	-	-	-
Taxation	(10.3)	(15.1)	(13.2)	(14.0)	(14.8)
Others	(80.9)	15.1	-	-	-
Operating cash flow	**(1.5)**	**25.4**	**57.4**	**61.3**	**65.1**
Net capex	(10.9)	(20.9)	(10.0)	(10.0)	(10.0)
Others	(15.6)	(28.6)	-	-	-
Investing cash flow	**(26.5)**	**(49.4)**	**(10.0)**	**(10.0)**	**(10.0)**
Changes in borrowings	46.2	17.3	5.5	7.2	7.7
Issuance of shares	-	-	-	-	-
Dividends paid	-	-	(12.4)	(13.2)	(14.0)
Others	(19.6)	(17.3)	-	-	-
Financing cash flow	**26.5**	**-**	**(7.0)**	**(6.0)**	**(6.3)**
Net cash flow	**(1.5)**	**(24.0)**	**40.2**	**45.1**	**48.6**
Forex	0.3	0.3	-	-	-
Others	-	-	-	-	-
Beginning cash	101.5	115.0	143.2	183.4	228.5
Ending cash	115.0	108.8	183.4	228.5	277.0

Income Statement

FYE Dec (RM m)	FY24	FY25	FY26f	FY27f	FY28f
Revenue	**690.8**	**750.6**	**845.7**	**899.0**	**955.9**
EBITDA	60.5	81.8	75.9	80.6	85.6
EBIT	46.7	62.1	61.3	65.0	69.0
Net finance income/ (co	(2.9)	(5.9)	(6.5)	(6.8)	(7.2)
Associates & JV	-	-	-	-	-
Profit before tax	**43.5**	**55.6**	**54.8**	**58.2**	**61.8**
Tax	(10.3)	(15.1)	(13.2)	(14.0)	(14.8)
Net profit	**33.1**	**40.5**	**41.7**	**44.2**	**47.0**
Minority interest	0.1	(0.2)	(0.2)	(0.2)	(0.3)
Core earnings	**33.3**	**40.3**	**41.4**	**44.0**	**46.7**
Exceptional items	-	-	-	-	-
Reported earnings	33.3	40.3	41.4	44.0	46.7

Valuation & Ratios

FYE Dec (RM m)	FY24	FY25	FY26f	FY27f	FY28f
Core EPS (sen)	5.38	6.51	6.70	7.11	7.55
FD Core EPS (sen)	5.38	6.51	6.70	7.11	7.55
P/E (x)	7.53	6.22	6.05	5.70	5.36
EV/EBITDA (x)	0.38	0.28	0.30	0.28	0.27
DPS (sen)	2.22	2.22	2.01	2.13	2.26
Dividend yield	5.5%	5.5%	5.0%	5.3%	5.6%
BVPS (RM)	0.31	0.41	0.45	0.50	0.55
P/B (x)	1.30	1.00	0.90	0.81	0.73
EBITDA margin	8.8%	10.9%	9.0%	9.0%	9.0%
EBIT margin	6.8%	8.3%	7.2%	7.2%	7.2%
PBT margin	6.3%	7.4%	6.5%	6.5%	6.5%
Net margin	4.8%	5.4%	4.9%	4.9%	4.9%
ROE	18.4%	18.1%	15.7%	15.0%	14.4%
ROA	5.9%	6.0%	5.8%	5.7%	5.6%
Net gearing	CASH	8.4%	CASH	CASH	CASH

Source: M+ Research

Disclaimer

Stock recommendation guide

BUY	The share price is expected to appreciate more than 10% over the next 12 months
HOLD	The stock price is expected to range between -10% and +10% over the next 12 months
SELL	The share price is expected to fall more than 10% over the next 12 months
TRADING BUY	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
TRADING SELL	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
NOT RATED	No recommendation is assigned