MyDCD Berhad (MYDCD)

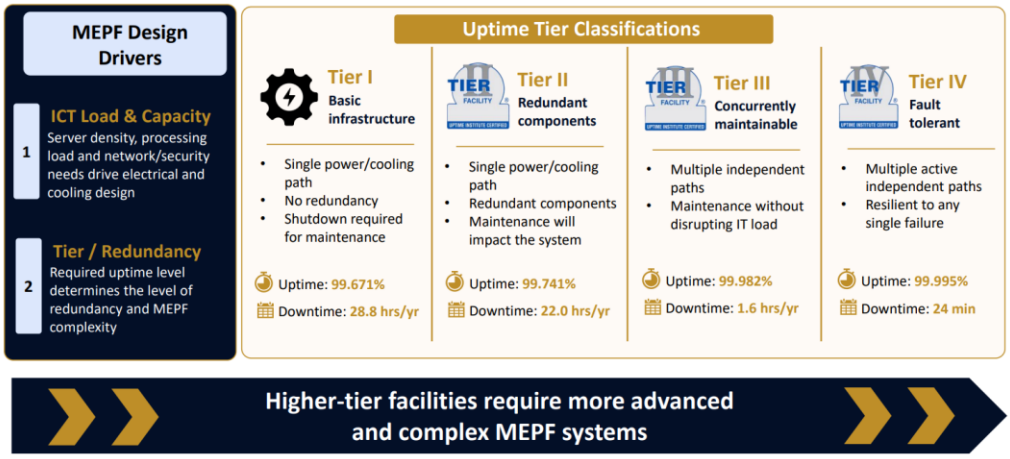
The Data Centre MEPF Integration Specialist

- **MyDCD Berhad is a specialist integrator of mechanical, electrical, plumbing and fire protection (MEPF) systems for critical infrastructure, principally involved in the (i) end-to-end integration of MEPF systems and subsystems for Tier I to Tier IV data centres, and (ii) provision of preventive and corrective maintenance services and parts.**
- **We project 3-year earnings CAGR of 21.7%, with core PATMI expected to reach RM81.2m-RM120.4m over the next three years. This growth is underpinned by (i) progressive recognition of its RM1.32bn outstanding order book, (ii) enhanced capacity to bid for larger-scale data centre MEPF tenders, backed by RM134.0m in IPO-funded working capital, and (iii) a growing base of higher-margin recurring maintenance contracts as its installed base expands.**
- **We assign a fair value of RM1.07 per share for MYDCD, indicating a 91.1% upside from the IPO price of RM0.56. This valuation is based on a PE ratio of 20.5x, pegged to mid-FY28f EPS of 5.23 sen.**

Investment highlights

Tier I to Tier IV capabilities. MYDCD's credentials span enterprise, colocation and hyperscale facilities across Tier I to Tier IV classifications, with higher-tier facilities demanding more complex, redundant MEPF configurations, and has completed integration works with an aggregate project value of RM1.35bn between FY23 and 30 September 2026, comprising new-build data centres as well as upgrades and retrofits of existing facilities. We view this as one of MYDCD's moats, as data centre owners and main contractors typically prioritise proven delivery on mission-critical facilities.

Fig #1 Provision of end-to-end MEPF integration and maintenance services across Tier I to Tier IV data centres



Source: MyDCD Berhad

Higher-margin recurring income through maintenance and parts. Completed MEPF integration projects expand the Group's installed base, which in turn generates more preventive and corrective maintenance contracts, as well as follow-on upgrade and retrofit works as data centre operators adapt to higher rack densities and AI-driven cooling requirements. With 76 active maintenance contracts as at 30 September 2026, we see this recurring layer as a gradual cushion to the inherently lumpy, project-based integration business. The maintenance and parts segment generated a GP margin of 43.0% in FY26, versus 14.1% from MEPF integration.

IPO Note – Not rated

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Non-Rated

Share price	**RM0.56**
Target price	**RM1.07**
Previous TP	**-**
Capital upside	91.1%
Dividend return	-
Total return	91.1%

Company profile

Started since 2010, MyDCD Berhad is a specialist integrator of MEPF systems for Tier I to Tier IV data centres, alongside maintenance services, with projects concentrated in the Klang Valleye.

Stock information

Bursa Code	0482
Bloomberg ticker	MYDCD MK
Listing market	ACE
Share issued (m)	1794.0
Market Cap (m)	1004.6
Shariah compliant	Yes
MITI allocation	Yes

Major shareholders	**%**
Ng Kok Hoong	20.1
Datin Kwan Siew Peng	16.5
Ng Gek Khoon	16.1

Earnings snapshot

FYE (Jun)	FY26	FY27f	FY28f
PATMI (m)	66.8	81.2	106.5
EPS (sen)	3.7	4.5	5.9
P/E (x)	15.0	12.4	9.4

Timetable of IPO

Opening of application	26 Oct
Closing of application	2 Nov
Balloting of application	4 Nov
Allotment of the IPO shares	12 Nov
Listing on the ACE market	17 Nov

RM1.32bn order book provides solid earnings visibility. MYDCD's outstanding order book stood at RM1.32bn as at 30 September 2026, comprising RM1.27bn from MEPF integration for data centres and RM53.1m from maintenance contracts, representing 2.0x of FY26 revenue. Of this, RM515.4m will be recognised over the remainder of FY27 and RM782.1m in FY28, with the balance of RM22.1m from maintenance contracts stretching to FY32, providing firm revenue visibility through FY28. Notably, RM822.3m or 62% of the order book stems from three ongoing projects with Binastra Builders Sdn Bhd, a subsidiary of Binastra Corporation Berhad, which has grown from a new customer in 2023 into MYDCD's anchor client, contributing 85.4% of FY26 revenue. We view this repeat engagement as a strong validation of MYDCD's execution track record.

Fig #2 Order book recognition timeline for MYDCD

	Outstanding order book as at the LPD (RM million)	Expected timeline to be recognised		
		FYE 2027 (RM million)	FYE 2028 (RM million)	FYE 2029 to FYE 2032 (RM million)
Integration of MEPF for data centres	1,266.52	502.50	764.02	-
Provision of maintenance services	53.08	12.87	18.09	22.12
Total	**1,319.60**	**515.37**	**782.11**	**22.12**

Source: MyDCD Berhad

IPO proceeds to scale up tender capacity. Of the RM187.6m gross proceeds from the public issue, RM134.0m (71.4%) is earmarked for working capital, funding performance bonds required for larger tenders, as well as payments to subcontractors. As subcontracted costs accounted for 98.6% of FY26 cost of sales, a stronger working capital buffer should allow the Group to bid for more, and larger, data centre packages concurrently without stretching its balance sheet.

Vertiv-backed credentials with licences to bid for mission-critical work. MYDCD is a Vertiv Elite Black Diamond Partner (20M tier) and Best Authorised Service Provider, and also partners Huawei and Riello UPS for power and cooling systems. The Group holds ISO 9001, 14001 and 45001 certifications and EPI's DCOS-4 data centre operations certification, and is licensed by CIDB and the Energy Commission. We view these credentials as a key qualifier for mission-critical projects, as data centre owners typically shortlist only vendors with established OEM backing and the certifications required for Tier III and Tier IV facilities.

Fig #3 Awards, accreditations and licenses won by MYDCD

Source: MyDCD Berhad

Industry overview

According to the independent market research report by Vital Factor Consulting, Malaysia's data centre market is projected to expand from USD4.04bn in 2024 to USD13.57bn by 2030, driven by a 22.4% annual growth rate (Source: MIDA). Momentum remains firmly intact, as Malaysia recorded RM385.7bn in data centre-related investments between 2021 and 1H26, while approved private investment in the information and communications industry surged 68.2% YoY to RM103.3bn in 1H26. More importantly for MEPF contractors, only about 26% of planned data centre capacity was operational as of January 2026, suggesting a sizeable pipeline of facilities yet to be fitted out.

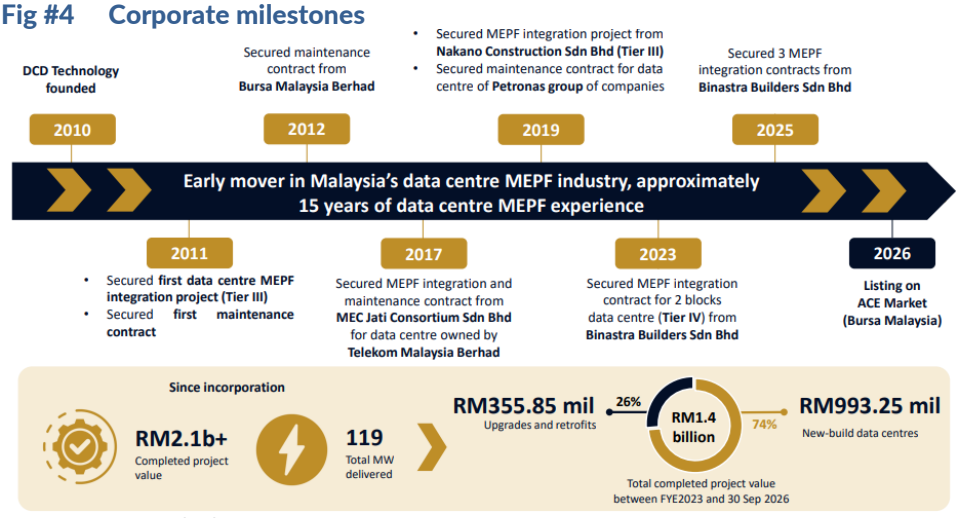
This build-out has translated directly into MEPF activity. The value of construction work done for MEPF systems rose at a CAGR of 15.0% between 2023 and 2025 to RM10.4bn, with a further 18.1% YoY growth in 1H26. Based on FY26 revenue of RM666.0m, MYDCD commands an estimated 6% share of this market. That said, the industry remains fragmented, with 11,046 CIDB Grade 7 M&E contractors nationwide, hence we believe MYDCD's data centre specialisation and execution track record are what set it apart from generalist M&E players, while the key industry constraints lie in labour availability and in power and water supply for new data centre approvals.

Company background

MyDCD Berhad is a specialist integrator of mechanical, electrical, plumbing and fire protection (MEPF) processes, from engineering support and project planning, supply and installation, to testing, commissioning and handover, covering mechanical and cooling, electrical and UPS, plumbing and process utilities, fire protection and supporting systems. Its customer base comprises main contractors as well as data centre operators and owners, including telecommunications and ICT service providers, financial institutions, property and investment companies and government agencies.

The Group traces its operating history traced back to 2010 following the incorporation of DCD Technology Sdn Bhd, and commenced operations in 2011 upon securing its first MEPF integration project for a purpose-built data centre and office building in Cyberjaya. Headquartered in Cyberjaya, the Group is a CIDB Grade 7 contractor in M&E engineering and is certified under ISO 9001:2015, ISO 14001:2015 and ISO 45001:2018. As of FY26, data centres accounted for all of its revenue, with 99.9% derived from projects in the Klang Valley.

Fig #4 Corporate milestones



Source: MyDCD Berhad

Substantial Shareholders and Key Management

1. Ow Yong Hoong Peen – Chief Executive Officer
Responsible for formulating the Group's overall business strategies and driving business growth, as well as leading business development and customer engagement initiatives. He has over 26 years of experience in the data centre industry, including his prior tenure at data centre design consultancy C2 Consult, before being appointed CEO in March 2025.

2. Ng Gek Khoon – Key Accounts Director
Co-founder of DCD Technology and a Promoter of the Group, responsible for managing major client relationships, overseeing key projects and implementing the Group's business strategies. He has over 32 years of experience in data centre M&E systems, particularly critical cooling systems.

3. Datin Kwan Siew Peng – Human Resource and Finance Director
Responsible for overseeing the Group's finance and human resources functions. A Promoter of the Group, she brings over 36 years of experience in accounting, financial management and human resources.

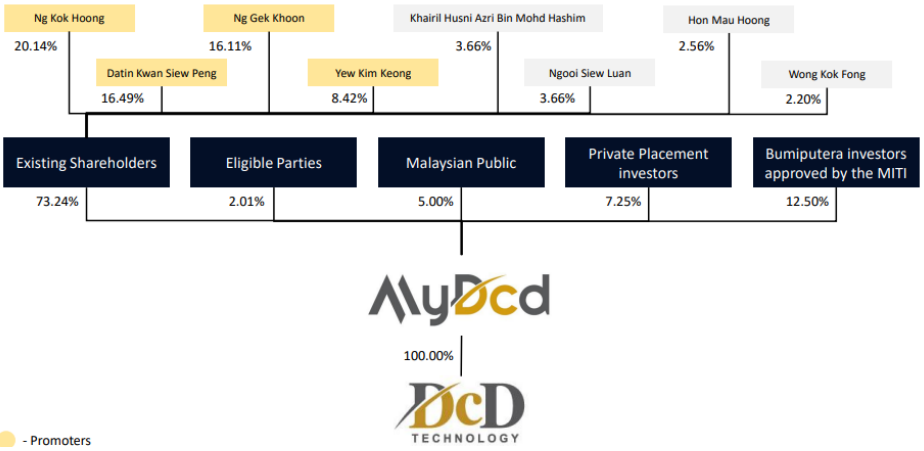
4. Hon Mau Hoong – Project and Sales Director
Responsible for delivering end-to-end data centre solutions, optimising power and cooling infrastructure and ensuring the seamless execution of data centre operations, drawing on over 23 years of experience in project acquisition and implementation within the MEPF industry.

5. Lee Kok Sang – Engineering Director
Responsible for leading the Engineering Support Department and overseeing the delivery of engineering services in compliance with service level agreements, regulatory requirements and industry best practices, with over 29 years of experience in engineering aspects within the MEPF industry.

6. Wong Yoke Fang – Finance Manager
Responsible for the Group's finance and accounting functions and providing leadership to the finance team, with over 19 years of experience in accounting and finance.

7. Rohaizad Bin Othman – Project Manager
Responsible for overseeing and managing the end-to-end delivery of data centre projects, with over 17 years of experience in project management.

Fig #5 Post-IPO structure



Source: MyDCD Berhad

Fig #6 Use of proceeds

Use of proceeds	RM'm	%	Estimated time frame
Expansion in business operations	39.9	21.3	Within 36 months
Working capital	134.0	71.4	Within 24 months
Enhancement of IT systems	5.0	2.7	Within 36 months
Estimated listing expenses	8.7	4.6	Within 3 months
Total	187.6	100.0	

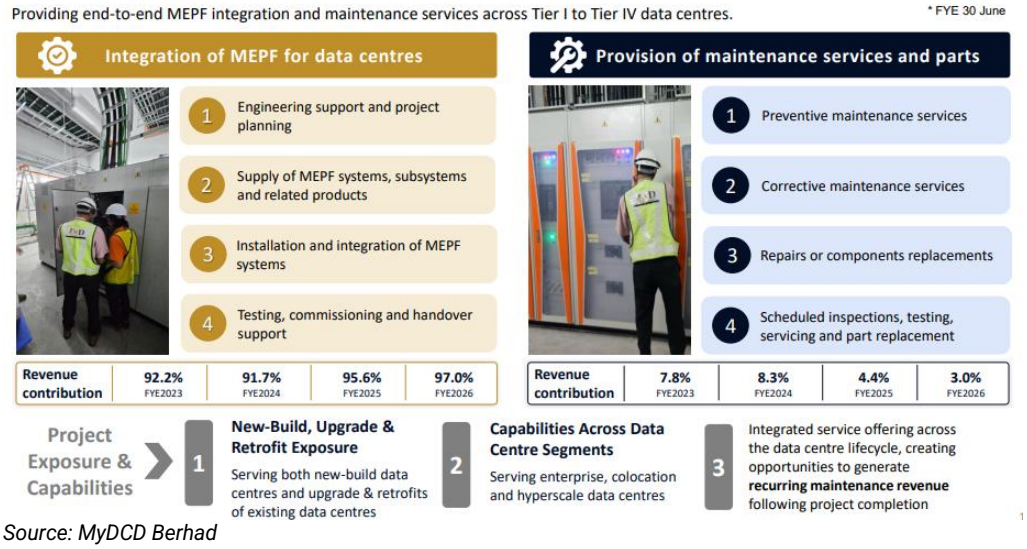
Source: MyDCD Berhad

Business overview

Integration of MEPF for Data Centres (97.0% of FY26 Revenue). This segment encompasses the end-to-end integration of MEPF systems for data centres, spanning engineering support and project planning, supply of MEPF systems, subsystems and related products, installation and integration, as well as testing, commissioning and handover support. The segment is further split into (i) integrated systems, where the Group delivers multi-system MEPF packages for new-build data centres as well as upgrades and retrofits, and (ii) subsystems, involving the supply and installation of single or related subsystems, typically fewer than three components. Projects are mainly secured on fixed lump-sum contracts, with physical installation works largely undertaken by third-party subcontractors under the Group's project management.

Provision of Maintenance Services and Parts (3.0% of FY26 Revenue). This segment provides preventive maintenance, comprising scheduled inspections, testing, servicing and part replacements, as well as corrective maintenance, involving repairs or component replacements in response to equipment faults or breakdowns, which are multi-year contracts that generate recurring revenue for the Group.

Fig #7 Principal business activities and services provided



Source: MyDCD Berhad

Fig #8 SWOT analysis of MYDCD

Strength	Weakness
• High earnings visibility through RM1.32bn order book (2.0x FY26 revenue) • ~15-year track record across Tier I to Tier IV data centres	• High customer concentration, with Binastra Builders contributing 85.4% of FY26 revenue • Geographical concentration in the Klang Valley

• End-to-end MEPF capabilities from integration to maintenance • Long-standing Vertiv partnership (Elite Black Diamond Partner)	• Weak cash conversion amid rising receivables
Opportunity	**Threat**
• Malaysia's data centre market projected to reach USD13.57bn by 2030 • Growing installed base to drive recurring maintenance and retrofit works • Larger tender capacity via IPO-funded working capital	• Intensifying competition in a fragmented MEPF industry • Power and water supply constraints delaying data centre approvals

Source: M+ Research

Financials

Revenue and income highlights. The Group posted revenue of RM666.0m in FY26, growing RM294.0m or 79.1% YoY from RM372.0m in FY25. The growth was driven by the integration of MEPF for data centres segment, which expanded RM290.4m or 81.6% to RM646.2m, as revenue from Data Centre CJ12 Integrated Projects 1 and 2 collectively surged to RM359.3m (FY25: RM8.7m) on higher work progress, more than offsetting the tapering contribution from the near-complete EX1 and EX2 project. Maintenance services and parts grew 22.3% to RM19.8m. Gross profit rose 63.6% to RM99.8m, although GP margin narrowed to 15.0% (FY25: 16.4%), as the completion of higher-margin subsystem projects in FY25 compressed subsystem margins to 27.0% (FY25: 44.5%), partly cushioned by maintenance margins expanding to 43.0% (FY25: 31.5%). Consequently, PAT rose 69.2% from RM39.5m in FY25 to RM66.8m in FY26, translating to a 3-year PAT CAGR of 58.5%.

Balance sheet. Total assets expanded 11.8% YoY, from RM341.7m in FY25 to RM382.2m in FY26, led by an increase in trade receivables (including retention sums) to RM192.5m from RM153.7m, while contract assets eased slightly to RM147.5m from RM154.1m. The Group carries negligible borrowings of RM0.2m in hire purchase liabilities (gearing of 0.002x) against cash and bank balances of RM27.7m, keeping it firmly in a net cash position. Total equity almost doubled (+92.2%) to RM140.2m, thanks to the increase in retained earnings, having been pared down in FY25 following the RM55.0m dividend payout.

Cash flow. Net cash from operating activities improved to RM23.9m in FY26 from RM9.6m in FY25, but cash conversion remained modest, mainly dragged by a RM77.1m increase in receivables on higher billings in 4QFY26 and tax payments of RM15.0m, partly offset by a RM34.0m increase in payables. Given its asset-light model, net cash from investing activities was a marginal inflow of RM0.2m, while net cash used in financing activities narrowed to RM16.1m (FY25: RM41.7m), mainly for the repayment of RM14.5m in advances from directors. We view the IPO-funded working capital as timely, as larger projects would otherwise place further strain on operating cash flow.

Earnings forecasts. Moving forward, we project a 3-year earnings CAGR of 21.7%, with core PATMI expected to reach RM81.2m, RM106.5m and RM120.4m over the next three years. This growth is underpinned by (i) progressive recognition of its RM1.32bn outstanding order book, (ii) enhanced capacity to bid for larger-scale data centre MEPF tenders, backed by RM134.0m in IPO-funded working capital, and (iii) a growing base of higher-margin recurring maintenance contracts as its installed base expands.

Fig #9 Financial Highlights

FYE Jun (RM m)	FY25	FY26	FY27f	FY28f	FY29f
Revenue	372.0	666.0	823.3	1,086.9	1,237.7
EBITDA	52.8	90.5	110.6	144.6	164.1
EBIT	51.5	88.8	108.3	141.1	158.4
PBT	52.2	88.8	108.3	141.1	158.4
PAT	39.5	66.8	81.2	106.5	120.4
PATMI – Core	39.5	66.8	81.2	106.5	120.4
PATMI – Reported	39.5	66.8	81.2	106.5	120.4
% change YoY – Core PATMI	97%	69%	22%	31%	13%
Core EPS (sen)	2.2	3.7	4.5	5.9	6.7
P/E (x)	25.4	15.0	12.4	9.4	8.3
EV/EBITDA (x)	18.5	10.8	8.8	6.7	5.9
DPS (sen)	3.1	-	-	-	-
Yield (%)	5%	0%	0%	0%	0%
BVPS (RM/share)	0.0	0.1	0.2	0.3	0.4
P/B (x)	13.8	7.2	2.5	2.0	1.6
ROE (%)	49%	63%	30%	23%	21%
Net Gearing (x)	CASH	CASH	CASH	CASH	CASH

M+ Global Research

Valuations

We assign a fair value of RM1.07 per share for MYDCD, indicating a 91.1% upside from the IPO price of RM0.56. This valuation is based on a PE ratio of 20.5x, pegged to mid-FY28f EPS of 5.23 sen.

We believe the ascribed P/E multiple of 20.5x is justified, given that MYDCD's peers involved in the mechanical, electrical, plumbing, and fire protection (MEPF) services are trading at average forward and historical P/E multiples of between 20.2x and 20.9x.

Fig #10 Peers comparison

	Market Group	FYE	Price (RM)	Market Cap (RM'm)	P/E (x)	Forward P/E (x)	ROE (%)	NP Margin (%)
MyDCD Berhad	**Ace**	**Jun**	**0.56**	**1,004.6**	***15.05**	****9.4**	***62.7**	***10.0**
Critical Holdings Bhd	MAIN	Jun	2.56	1,046.8	42.6	21.0	23.1	7.3
LFE Corp Bhd	MAIN	Dec	0.13	145.5	10.4	N/A	10.4	8.8
Sunway Construction Group Bhd	MAIN	Dec	7.58	10,099.8	23.6	N/A	51.6	6.8
Kerjaya Prospek Group Bhd	MAIN	Dec	3.48	4,364.5	17.4	16.8	21.0	10.1
ISF Group Bhd	ACE	Dec	0.86	860.0	13.1	26.1	118.8	25.7
KJTS Group Bhd	ACE	Dec	0.97	666.5	30.3	28.4	16.1	8.5
AWC Bhd	MAIN	Jun	0.68	229.0	8.6	8.9	11.0	5.9
Avg ex-MyDCD Berhad				**2,487.5**	**20.9**	**20.2**	**36.0**	**10.4**

Source: M+ Research (*FY26, **FY28f)

Investment risks

Customer concentration risk. Binastra Builders Sdn Bhd, a subsidiary of Binastra Corporation Berhad, accounted for 85.4% (RM568.5m) of FY26 revenue and RM822.3m or 62% of the outstanding order book, while the top five customers contributed 98.1% of FY26 revenue. Any reduction, suspension or termination of contracts from this main contractor could materially impact earnings.

Order book replenishment risk. Integration projects, which made up 97.0% of FY26 revenue, are non-recurring by nature and do not generate repeat business once

completed. Failure to secure new contracts at a sufficient pace beyond FY28 could lead to an earnings cliff.

Project execution and cost overrun risk. Projects are largely priced on fixed lump-sum contracts, exposing the Group to cost overruns, while delays could trigger liquidated ascertained damages (LAD).

Working capital and collection risk. Trade receivables (including retention sums) and contract assets stood at RM192.5m and RM147.5m respectively as at end-FY26, against equity of RM140.2m. Disputes over certified work done or delayed collections could strain liquidity and lead to impairments.

Data centre cycle and infrastructure risk. With all of FY26 revenue derived from data centres, any slowdown in data centre investments, whether due to constraints in power and water supply, land-use and approval requirements, or tighter controls on AI chip exports, could delay project awards and reduce opportunities for MEPF contractors.

Environmental, Social and Governance (ESG) Practices

Environmental:

- Adopted an environmental management system under ISO 14001:2015, covering offices, car parks and project sites, with environmental aspects reviewed at least annually.
- Integrates energy-saving technologies for customers, including efficient ACMV systems, smart lighting, building management systems (BMS) and environment monitoring systems (EMS).
- Promotes water conservation through air-cooled cooling systems, chilled water fan walls and air-cooled chillers with variable speed technology.
- Incorporates sustainable solutions such as water-mist fire systems, lithium iron phosphate batteries and oil-free dry-type transformers, alongside a paperless office strategy and segregated recycling.

Social:

- Established an Environment, Health and Safety Committee under ISO 45001:2018, targeting a zero-incident workplace through risk assessments, emergency drills and mandatory competency training.
- Committed to diversity and inclusion, ensuring equal opportunities in hiring, development and advancement, free from discrimination.
- Participated in the Bursa Bull Charge 2024, and contributed to charitable organisations, a local school and medical assistance between 2023 and 2025.

Governance:

- Board of seven members, of which four are Independent Non-Executive Directors, complying with Practice 5.2 of the MCCG.
- Women make up three out of seven, or approximately 43%, of Board members, exceeding the 30% recommendation under Practice 5.9 of the MCCG.
- Established an Anti-Bribery and Corruption Policy and a Whistleblowing Policy, backed by a zero-tolerance stance toward corruption and unethical conduct.

Disclaimer

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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