

Inta Bina Group Berhad

Clinches RM181mn Main Building Works

TP: RM0.87 (+93.3%)

Last Traded: RM0.45

BUY (ESG: ★★★)

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Secures RM181.0mn of Main Building Works

INTA has accepted a Letter of Award from Eco Sanctuary Sdn Bhd, a wholly owned subsidiary of Eco World Development Group Bhd. The RM181.0mn contract encompasses the design and construction of main building works for Phases 1 to 4 of the Seruma Integrated Development, a mixed commercial project by Eco Sanctuary.

This project is scheduled for completion within 33 months, by 9 December 2027.

Our View

This contract represents INTA's first project secured in FY25, strengthening its unbilled orderbook to approximately RM1.7bn—equivalent to 2.5x its FY24 construction revenue.

Based on an estimated PBT margin of 6%, the project is expected to contribute a net profit of approximately RM8.3mn over the construction period.

Impact

Our earnings forecasts remain unchanged, as this contract aligns with our FY25 order book replenishment assumption of RM1.0bn.

Valuation

We maintain our target price at **RM0.87**, premised on unchanged 11x CY25 earnings. We continue to like INTA for the following factors: (i) a direct beneficiary of the robust domestic property sector, (ii) strong earnings visibility backed by a resilient orderbook, and (iii) improving profitability. Maintain **Buy** call on the stock.

Share Information

Bloomberg Code	INTA MK
Bursa	INTA
Stock Code	0192
Listing	Main Market
Share Cap (mn)	553.2
Market Cap (RMmn)	248.9
52-wk Hi/Lo (RM)	0.545/0.275
12-mth Avg Daily Vol ('000 shrs)	3729.3
Estimated Free Float (%)	28.1
Beta	1.3

Major Shareholders (%)

Apexjaya Industries Sdn Bhd - 30.7
Ahmad bin Awi - 9.7
Lim Ooi Joo - 8.9
Teo Hock Choon - 8.6

Forecast Revision

	FY25	FY26
Forecast Revision (%)	0.0	0.0
Net profit (RMmn)	45.6	55.4
Consensus	-	-
TA's / Consensus (%)	-	-
Previous Rating	Buy (Maintained)	
Consensus Target Price	-	

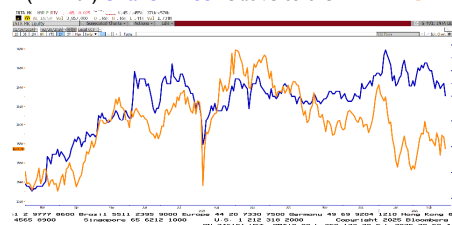
Financial Indicators

	FY25	FY26
Net Debt / Equity (%)	Net Cash	Net Cash
CFPS (sen)	1.6	8.0
Price / CFPS (x)	28.1	5.6
ROA (%)	6.6	6.8
NTA/Share (sen)	38.9	45.5
Price/NTA (x)	1.2	1.0

Share Performance (%)

Price Change	INTA	FBM KLCI
1 mth	(6.2)	1.1
3 mth	(2.2)	(1.2)
6 mth	(10.9)	(6.2)
12 mth	52.5	1.5

(12-Mth) Share Price relative to the FBMKLCI



Source: Bloomberg

Table 1: YTD FY25 New Job Wins

Project Name	Clients	Job Award Date	Start Date	Expected End Date	Contract Value (RM mn)
Seruma Integrated Development - Design and build	Eco World Development Group Bhd	Feb-25	Mar-25	Dec-27	181.0
Total					181.0

Table 2: Earnings Summary
Profit & Loss (RMmn)

YE Dec 31	2023	2024	2025F	2026F	2027F
Revenue	650.1	690.8	940.5	1,073.2	1,144.2
EBITDA	47.0	61.7	83.4	99.4	106.0
Dep. & amortisation	(10.9)	(13.2)	(15.8)	(18.9)	(21.9)
Net finance cost	(5.6)	(6.0)	(7.6)	(7.6)	(7.6)
PBT	31.8	43.4	60.0	72.9	76.5
Taxation	(8.9)	(10.4)	(14.3)	(17.4)	(18.3)
MI	(0.0)	0.1	(0.0)	(0.1)	(0.1)
Net profit	22.9	33.2	45.6	55.4	58.1
Core net profit	23.3	32.4	45.6	55.4	58.1
GDPS (sen)	1.5	2.0	2.5	3.0	3.5
Div Yield (%)	3.3	4.4	5.6	6.7	7.8

Cash Flow (RMmn)

YE Dec 31	2023	2024	2025F	2026F	2027F
PBT	31.8	43.4	60.0	72.9	76.5
Changes in WC	32.9	(46.6)	(7.8)	19.1	7.9
Others	(6.7)	(4.7)	(0.0)	(0.1)	(0.1)
Operational cash flow	65.6	1.0	61.2	101.0	95.5
Capex	(9.9)	(23.6)	(30.0)	(30.0)	(30.0)
Others	(4.2)	9.9	(2.2)	0.0	0.0
Investment cash flow	(14.0)	(13.7)	(32.2)	(30.0)	(30.0)
Debt raised/(repaid)	(22.5)	46.9	0.0	0.0	0.0
Dividend	(6.7)	(13.7)	(14.4)	(17.3)	(20.2)
Others	0.5	(1.8)	(7.6)	(7.6)	(7.6)
Financial cash flow	(28.7)	31.3	(22.0)	(24.9)	(27.8)
Forex effect	0.0	0.0	0.0	0.0	0.0
Deposit	(47.6)	(61.1)	(61.1)	(61.1)	(61.1)
Net cash flow	23.1	0.1	9.2	46.1	37.8
Beginning cash	30.7	53.9	53.9	63.2	109.3
Ending cash	53.9	53.9	63.2	109.3	147.0
Deposit pledged	47.6	61.1	61.1	61.1	61.1
Cash	101.5	115.0	124.2	170.3	208.1

Assumptions (RM mn)

YE Dec 31	2023	2023	2025F	2026F	2027F
New job wins	453	1,158.6	1,000.0	1,000.0	1,000.0

Balance Sheet (RMmn)

YE Dec 31	2023	2024	2025F	2026F	2027F
Fixed assets	29.9	29.1	29.1	29.1	29.1
Others	34.9	44.5	58.7	69.8	77.9
NCA	64.8	73.6	87.8	98.9	107.0
Cash and cash equivalent	101.5	115.0	124.2	170.3	208.1
Others	342.9	434.6	547.4	596.0	634.5
CA	444.4	549.6	671.7	766.3	842.6
Total assets	509.3	623.2	759.4	865.2	949.5
ST borrowings	51.9	92.3	92.3	92.3	92.3
Other liabilities	272.8	316.8	421.8	489.5	535.9
CL	324.7	409.1	514.2	581.8	628.2
Shareholders' funds	169.2	193.2	224.4	262.5	300.4
MI	0.4	0.3	0.3	0.3	0.3
LT borrowings	14.6	20.3	20.3	20.3	20.3
Other LT liabilities	0.4	0.3	0.3	0.3	0.3
Total capital	509.3	623.2	759.4	865.2	949.5

Ratio

YE Dec 31	2023	2024	2025F	2026F	2027F
EBITDA Margins (%)	7.2	8.9	8.9	9.3	9.3
Core EPS (sen)	4.0	5.6	7.9	9.6	10.1
EPS Growth (%)	108.5	38.9	40.7	21.6	4.9
PER (x)	11.1	8.0	5.7	4.7	4.5
GDPS (sen)	1.5	2.0	2.5	3.0	3.5
Div Yield (%)	3.3	4.4	5.6	6.7	7.8
Net cash (RMmn)	35.0	2.3	11.6	57.7	95.4
Net gearing (%)	(20.7)	(1.2)	(5.2)	(22.0)	(31.8)
ROE (%)	14.2	18.3	21.8	22.8	20.7
ROA (%)	4.9	5.9	6.6	6.8	6.4
NTA/share (sen)	29.3	33.5	38.9	45.5	52.1
P/NTA(x)	1.5	1.3	1.2	1.0	0.9

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Sector Recommendation Guideline

OVERWEIGHT: The total return of the sector, as per our coverage universe, exceeds 12%.

NEUTRAL: The total return of the sector, as per our coverage universe, is within the range of 7% to 12%.

UNDERWEIGHT: The total return of the sector, as per our coverage universe, is lower than 7%.

Stock Recommendation Guideline

BUY : Total return of the stock exceeds 12%.

HOLD : Total return of the stock is within the range of 7% to 12%.

SELL : Total return of the stock is lower than 7%.

Not Rated: The company is not under coverage. The report is for information only.

Total Return of the stock includes expected share price appreciation, adjustment for ESG rating and gross dividend. Gross dividend is excluded from total return if dividend discount model valuation is used to avoid double counting.

Total Return of the sector is market capitalisation weighted average of total return of the stocks in the sector.

ESG Scoring & Guideline

	Environmental	Social	Governance	Average
Scoring	★★★	★★★	★★★	★★★
Remark	Have yet to set up comprehensive environmental policy but generally in compliance with project environmental requirements.	Gave back to society through scholarship, donation and biweekly gotong-royong campaign.	The board is presented by 55.6% independent directors with 22.0% women directors.	

- ★★★★★ (≥80%) : Displayed market leading capabilities in integrating ESG factors in all aspects of operations, management and future directions. +5% premium to target price
- ★★★★ (60-79%) : Above adequate integration of ESG factors into most aspects of operations, management and future directions. +3% premium to target price
- ★★★ (40-59%) : Adequate integration of ESG factors into operations, management and future directions. No changes to target price
- ★★ (20-39%) : Have some integration of ESG factors in operations and management but are insufficient. -3% discount to target price
- ★ (<20%) : Minimal or no integration of ESG factors in operations and management. -5% discount to target price

Disclaimer

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As of Monday, March 03, 2025, the analyst, Raymond Ng Ing Yeow, who prepared this report, has interest in the following securities covered in this report:
(a) nil

Kaladher Govindan – Head of Research

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