

Inta Bina Group Berhad

TP: RM0.84 (+109.7%)
New Job Win Missed Expectation; Fundamental Intact

Last Traded: RM0.40

Buy (ESG: ★★★)

Ng Hong Tong, CFA

Tel: +603-2167 9615

cwthiam@ta.com.my

www.taonline.com.my

Share Price Underperformed Despite Solid Numbers – Why?

To recap, INTA delivered a resilient 9MFY25 core earnings growth of 16.8% YoY, underpinned by a sharp rebound in property development earnings (+195.3% YoY) and steady contributions from its construction segment (+6.0% YoY). However, despite solid earnings delivery, INTA's share price declined by 24.5% YoY. We attribute this share underperformance to valuation de-rating amid a broader market risk-off environment, where investor preference shifted toward defensive and large-cap names against a backdrop of heightened global uncertainties, including tariff-related volatility and on-going macro concerns.

New Job Win Target Missed, Momentum Shifts to FY26

In FY25, INTA secured RM865.2mn worth of new jobs, representing 86.5% of our full-year new order book replenishment target of RM1.0bn. The shortfall was largely attributable to delays in the rollout of property projects by domestic developers amid heightened global market uncertainty, which led to a more cautious approach to project launches and contract awards during the year. Looking ahead, we expect the backlog of deferred property projects to be brought forward into FY26, which should improve INTA's job replenishment momentum. We remain constructive on INTA's FY26 outlook, supported by a robust tender book pipeline of approximately RM4.5bn, comprising predominantly residential projects from its recurring client base, including Eco World, Gamuda Land, Sime Darby Property and Tropicana. This provides good visibility for order book replenishment in FY26 and reinforces our view that the FY25 shortfall is timing-related rather than structural.

Earnings Outlook Remain Solid

We expect INTA's FY26 earnings outlook to remain resilient, supported by a robust outstanding construction order book of RM1.8bn, which translates into a healthy 2.4x cover of our FY25 construction revenue forecast. The sizeable construction order book backlog, coupled with clear new job replenishment visibility and steady execution progress across ongoing projects, is expected to sustain INTA's construction segment earnings through FY26.

In addition, the earnings support from INTA's property development segment also remains firm. INTA's maiden project, Senuri Residences, has achieved a full take-up for its open-market units (443 units) and approximately 10% take-up for the RSKU affordable units (78 units), with construction progress reaching around 60% as at September 2025. This supports continued revenue and earnings recognition over the coming quarters. Looking ahead, we expect incremental earnings uplift from the planned launch of INTA's second property development project, Seiring Setia, with an estimated GDV of RM200mn in 1QFY26, which should further enhance profit contribution from the property segment and reinforce the group's overall earnings growth trajectory.

Share Information

Bloomberg Code	INTA MK
Bursa	INTA
Stock Code	0192
Listing	Main Market
Share Cap (mn)	552
Market Cap (RMmn)	242.7
52-wk Hi/Lo (RM)	0.54/0.34
12-mth Avg Daily Vol ('000 shrs)	1327.6
Estimated Free Float (%)	37.2
Beta	1.50

Major Shareholders (%)

Apexjaya Industries Sdn Bhd	- 27.8
Lim Ooi Joo	- 8.3
Bin Awi Ahmad	- 8.2

Forecast Revision

	FY25	FY26
Forecast Revision (%)	(0.3)	(4.9)
Net profit (RMm)	39.2	46.4
Consensus	39.4	48.0
TA's / Consensus (%)	99.6	96.7
Previous Rating	Buy (Maintained)	
Consensus Target Price	0.84	

Financial Indicators

	FY25	FY26
Net Debt / Equity (%)	Net Cash	Net Cash
CFPS (sen)	0.6	5.9
Price / CFPS (x)	71.1	6.7
ROA (%)	6.0	6.6
NTA/Share (sen)	35.7	40.3
Price/NTA (x)	1.1	1.0

Share Performance (%)

Price Change	INTA	FBM KLCI
1 mth	(1.2)	3.6
3 mth	(4.8)	2.6
6 mth	(10.1)	9.2
12 mth	(24.5)	2.6

(12-Mth) Share Price relative to the FBMKLCI



Source: Bloomberg

Deeply Undervalued, Poise for Rerating

Following the weak share price performance (-26.4% YoY), INTA is currently trading at an undemanding 5.2x CY26F earnings, implying a steep discount of approximately 74% to the small-cap peer average of 20.1x (based on our TA universe) and around a 68% discount to the KLCON Index average valuation of 16.2x. We view the current valuation gap as excessive, particularly given INTA's resilient earnings profile, robust order book visibility and growing contribution from its property development segment.

In our view, the depressed valuation is largely sentiment-driven rather than reflective of fundamentals and presents an attractive entry point for investors. With earnings supported by a sizeable construction backlog, improving execution across ongoing projects and incremental earnings uplift from upcoming property launches, we see the potential for valuation re-rating as market sentiment improves and earnings delivery remains intact. Accordingly, we believe the stock offers compelling risk reward at current levels and advise investors to adopt a bargain-hunting strategy ahead of a potential re-rating as sector sentiment turns more constructive.

Impact

We adjust our earnings forecasts lower by 0.3% for FY25 and by 4.9% and 4.3% for FY26–27F respectively. This follows a downward revision in our FY25 new job win assumption to RM865.2mn (from RM1.0bn previously) to reflect the actual replenishment. While several client-driven projects originally scheduled for FY25 are now expected to be awarded in FY26, we maintain our FY26 new job win assumption at this juncture. This timing-related deferral was already implicitly factored into our base-case forecast, which assumes a slight normalisation in project award activity. Moreover, we continue to apply a conservative conversion rate on INTA's c.RM4.5bn tender book, given lingering macro uncertainty, developers' phased launch strategies and competitive tendering conditions. As such, any acceleration in job awards beyond our assumptions would therefore represent meaningful earnings rerating catalyst.

Valuation

Following the earnings revision, we lower our **TP** to RM0.84 (from RM0.88 previously), based on an unchanged 11x CY26F P/E. Reiterate Buy. 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.

Table 1: YTD FY25 New Job Wins
FY25 YTD New Job Win

Project Name	Clients	Job Award Date	Start Date	Expected End Date	Contract Value (RM mn)
Seruma Integrated Deveopment - Design and build	Eco World Development Group Bhd	Feb-25	Mar-25	Dec-27	181.0
Stellaris Riana Dutamas - Main building works	368 Segambut Sdn Bhd	Aug-25	Aug-25	Oct-28	264.5
Symphony Hills - Main building works	Symphony Hills	Aug-25	Aug-25	Apr-27	67.8
The Reya, KL East - Main buidling and external M&E works	Sime Darby Property	Sep-25	Oct-25	Oct-28	212.3
Eco Majestic - Noblegate	Eco World Development Group Bhd	Sep-25	Sep-25	May-27	67.0
Eco Radiance - Maib building works	Eco World Development Group Bhd	Nov-25	Nov-25	Jul-27	11.0
Eco Majestic - Main building works	Eco World Development Group Bhd	Sep-25	Oct-25	Jun-27	40.6
Other	Other	-	-	-	21.0
Total					865.2

Source: Company, TA Research

Table 2: Peer Comparison Table Under TA Universe

Company	Call	ESG	Share Price	Target Price	EPS Growth (%)		PER (x)		Div Yield (%)		ROE (%)	
			(RM)	(RM)	CY25	CY26	CY25	CY26	CY25	CY26	CY25	CY26
BNASTRA	Buy	★★★	2.13	2.85	47.1	23.4	16.8	13.6	1.4	1.7	49.3	40.6
CBHB	Buy	★★★	0.50	0.61	(20.8)	68.4	26.1	15.5	0.0	0.0	22.3	24.6
EXSIMHB	Buy	★★★	0.24	0.30	221.0	43.0	50.9	35.6	0.0	0.0	22.3	24.6
SSB8	Buy	★★★	0.63	0.81	71.0	50.9	23.8	15.8	1.6	2.4	25.3	39.5
INTA	Buy	★★★	0.40	0.84	20.8	18.8	6.3	5.3	6.3	7.5	19.1	20.1
Simple Average (Excluding INTA)					79.6	46.5	29.4	20.1	0.7	1.0	29.8	32.3
Simple Average (Including INTA)					67.8	40.9	24.8	17.1	1.8	2.3	27.7	29.9

Source: TA Research

Table 3: Earnings Summary
Profit & Loss (RMmn)

YE Dec 31	2023	2024	2025F	2026F	2027F
Revenue	650.1	690.8	816.5	891.3	1,206.1
EBITDA	47.0	61.7	75.3	90.7	112.7
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	51.7	61.2	79.6
Taxation	(8.9)	(10.4)	(12.4)	(14.6)	(19.1)
MI	(0.0)	0.1	(0.1)	(0.1)	(0.0)
Net profit	22.9	33.2	39.2	46.4	60.5
Core net profit	23.3	32.4	39.2	46.4	60.5
GDPS (sen)	1.5	2.0	2.5	3.0	3.5
Div Yield (%)	3.8	5.0	6.3	7.5	8.8

Cash Flow (RMmn)

YE Dec 31	2023	2024	2025F	2026F	2027F
PBT	31.8	43.4	51.7	61.2	79.6
Changes in WC	32.9	(46.6)	(6.6)	16.2	10.6
Others	(6.7)	(4.7)	(0.1)	(0.1)	(0.0)
Operational cash flow	65.6	1.0	56.2	92.0	103.8
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)	(15.2)	(18.3)	(21.3)
Others	0.5	(1.8)	(7.6)	(7.6)	(7.6)
Financial cash flow	(28.7)	31.3	(22.8)	(25.8)	(28.9)
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	3.4	36.1	44.9
Beginning cash	30.7	53.9	53.9	57.3	93.4
Ending cash	53.9	53.9	57.3	93.4	138.3
Deposit pledged	47.6	61.1	61.1	61.1	61.1
Cash	101.5	115.0	118.4	154.5	199.3

Assumptions (RM mn)

YE Dec 31	2023	2024	2025F	2026F	2027F
New job wins	453	1,158.6	865.2	1,000.0	1,000.0

Balance Sheet (RMmn)

YE Dec 31	2023	2024	2025F	2026F	2027F
Fixed assets	32.9	41.5	55.6	66.8	74.8
Others	32.0	32.1	32.1	32.1	32.1
NCA	64.8	73.6	87.8	98.9	107.0
Cash and cash equivalent	101.5	115.0	118.4	154.5	199.3
Others	342.9	434.6	493.0	536.9	686.0
CA	444.4	549.6	611.4	691.4	885.3
Total assets	509.3	623.2	699.2	790.3	992.3
ST borrowings	51.9	92.3	92.3	92.3	92.3
Other liabilities	272.8	316.8	368.6	429.2	589.2
CL	324.7	409.1	460.9	521.5	681.6
Shareholders' funds	169.2	193.2	217.2	245.4	284.6
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	699.2	790.3	992.3

Ratio

YE Dec 31	2023	2024	2025F	2026F	2027F
EBITDA Margins (%)	7.2	8.9	9.2	9.7	8.9
Core EPS (sen)	3.8	5.3	6.4	7.6	9.9
EPS Growth (%)	108.5	38.9	21.2	18.4	30.4
PER (x)	10.5	7.5	6.2	5.2	4.0
GDPS (sen)	1.5	2.0	2.5	3.0	3.5
Div Yield (%)	3.8	5.0	6.3	7.5	8.8
Net cash (RMmn)	35.0	2.3	5.7	41.8	86.7
Net gearing (%)	(20.7)	(1.2)	(2.6)	(16.9)	(29.9)
ROE (%)	14.2	18.3	19.1	20.1	22.8
ROA (%)	4.9	5.9	6.0	6.6	7.1
NTA/share (sen)	27.8	31.7	35.7	40.3	46.7
P/NTA(x)	1.4	1.3	1.1	1.0	0.9

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

The information in this report has been obtained from sources believed to be reliable. Its accuracy and/ or completeness is not guaranteed and opinions are subject to change without notice. This report is for information only and not to be construed as a solicitation for contracts. We accept no liability for any direct or indirect loss arising from the use of this document. We, our associates, directors, employees may have an interest in the securities and/or companies mentioned herein.

As of Wednesday, January 07, 2026, the analyst, Ng Hong Tong, who prepared this report, has interest in the following securities covered in this report:
(a) nil

Kaladher Govindan – Head of Research

TA SECURITIES HOLDINGS BERHAD 197301001467 (14948-M)

A Participating Organisation of Bursa Malaysia Securities Berhad

Menara TA One | 22 Jalan P. Ramlee | 50250 Kuala Lumpur | Malaysia | Tel: 603 – 2072 1277 | Fax: 603 – 2032 5048
www.ta.com.my