

Inta Bina Group Berhad

1Q26 Came In Within Expectations

Summary

- Earnings within expectation.** INTA's 1Q26 net profit came in at RM10.8m (+1.9% QoQ, +8.1% YoY). Despite accounting for 27.1% of our full-year estimates (23.9% of street estimates) of RM39.9m, we deemed the earnings within expectation as we believe the current energy crisis could give rise to higher inflationary pressure, translating to higher cost of sales for INTA. We expect marginal impact on the costs, but the progressive billings and property development to remain on track.
- YoY.** INTA's 1Q26 revenue grew 5.7% while core PATMI rose 8.1%. The construction arm, which is the Group's dominant earnings driver, posted a marginal 0.4% revenue gain to RM187.6m on steady work progress across ongoing residential and commercial projects, though segment profit dipped 4.4%. However, property revenue fell 46.5% to RM12.5m with segment profit down 19.9% to RM2.5m, as projects neared completion and progressive recognition tapered accordingly.
- QoQ.** For the period, the revenue rose 13.3%, while the core PATMI increased marginally by 1.9%. INTA's construction revenue gained 19.1% amid stronger construction work progress recognised across ongoing projects. Meanwhile, the property development revenue declined by -30.4%.
- Dividend.** Declared a dividend of 0.5 sen, with ex-date on 11-Jun-2026.
- INTA has an outstanding order book of RM1.5bn** as of end-Mar 2026, we expect this will sustain the earnings visibility over the next 2-3 years. Also, under the property segment, there is an additional RM11.7m in unbilled property sales. We envisage that INTA will replenish at least RM800-900m for FY26-27, which could come from key clients on the back of steady project launches by major developers.
- Outlook.** While the global economic backdrop for 2026 remains broadly resilient, downside risks from tariff escalation, trade policy uncertainty, and geopolitical tensions could exert marginal upward pressure on inflation. On the economic front, Malaysia's economy expanded 5.4% in Q1 2026 (Q4 2025: 6.2%), with headline inflation well-contained at 1.6%. From the construction sector is projected to grow ~8.5% for the full year, underpinned by data centre and industrial developments in Johor and Selangor, as well as firm demand for affordable housing supported by Budget 2026 initiatives.

Quarterly performance 4Q25

Quarterly performance					
FYE Dec (RM m)	1Q25	4Q25	1Q26	QoQ (%)	YoY (%)
Revenue	194.6	181.6	205.7	13.3	5.7
EBIT	15.3	16.5	17.3	5.4	13.6
PBT	13.5	14.6	15.1	3.0	12.0
Core PATMI	10.0	10.6	10.8	1.9	8.1
Reported PATMI	10.0	10.6	10.8	1.9	8.1
Core EPS (sen)	1.62	1.72	1.75	1.9	8.1
EBIT margin (%)	7.8	9.1	8.4		
PBT margin (%)	6.9	8.1	7.3		
Core PATMI margin (%)	5.1	5.8	5.3		

Source: Inta Bina Group Berhad, M+ Research

Results Note – 1QFY26

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BUY

Share price	RM0.385
Target price	RM0.760
Previous TP	RM0.760
Capital upside	98.3%
Dividend return	5.3%
Total return	103.6%

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)	623.9
Market Cap (m)	240.2
52W High/Low	0.51 / 0.355
Est. Free float (%)	36.9
Beta (x)	1.3
3-mth avg vol ('000)	945.6
Shariah compliant	Yes

Major shareholders

	%
Apexjaya Industries S/B	27.6
Lim Ooi Joo	8.33
Bin Awi Ahmad	8.07

Share price vs. KLCI (%)

Hist. return	1M	3M	12M
Absolute	1.3	-9.4	-23.0
Relative	1.8	-7.6	-31.0

Earnings snapshot

FYE (Dec)	FY25	FY26f	FY27f
PAT (m)	40.5	41.7	44.2
EPS (sen)	6.52	6.73	7.15
P/E (x)	6.06	6.86	5.53

Relative performance chart



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Valuation & Recommendation

- **Forecast.** Maintained.
- **Maintained BUY recommendation with an unchanged target price of RM0.76**, derived by applying an 11x P/E multiple to our mid-FY27f EPS of 6.94 sen. The rolled forward to mid-FY27f reflects routine annual report housekeeping.
- **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.

Financial Highlights

Financial Forecast

All items in (RM m) unless otherwise stated

Balance Sheet

FYE Dec (RM m)	FY23	FY24	FY24	FY26f	FY27f
Cash	101.5	115.0	108.8	183.7	228.9
Receivables	231.6	260.6	304.6	289.6	307.9
Inventories	17.2	15.9	16.7	20.9	22.2
PPE	32.9	41.5	62.8	54.5	48.9
Others	126.1	188.7	222.9	188.7	188.7
Assets	509.3	621.6	715.8	737.4	796.6
Debts	66.5	112.6	129.9	114.2	121.4
Payables	243.7	303.9	298.8	333.6	354.7
Others	29.5	11.5	35.9	11.5	11.5
Liabilities	339.7	428.0	464.6	459.3	487.5
Shareholder's equity	169.2	193.3	250.7	278.1	309.1
Minority interest	0.4	0.3	0.5	-	-
Equity	169.5	193.6	251.2	278.1	309.1

Income Statement

FYE Dec (RM m)	FY23	FY24	FY24	FY26f	FY27f
Revenue	650.1	690.8	750.6	845.7	899.0
EBITDA	45.6	60.5	81.8	75.9	80.6
EBIT	34.2	46.7	62.1	61.3	65.0
Net finance income/ (co)	(3.9)	(2.9)	(5.9)	(6.5)	(6.8)
Associates & JV	-	-	-	-	-
Profit before tax	31.8	43.5	55.6	54.8	58.2
Tax	(8.9)	(10.3)	(15.1)	(13.2)	(14.0)
Net profit	22.9	33.1	40.5	41.7	44.2
Minority interest	(0.0)	0.1	(0.2)	-	-
Core earnings	22.9	33.3	40.3	41.7	44.2
Exceptional items	-	-	-	-	-
Reported earnings	22.9	33.3	40.3	41.7	44.2

Valuation & Ratios

FYE Dec (RM m)	FY23	FY24	FY24	FY26f	FY27f
Core EPS (sen)	3.70	5.38	6.52	6.73	7.15
FD Core EPS (sen)	3.70	5.38	6.52	6.73	7.15
P/E (x)	10.68	7.34	6.06	5.86	5.53
EV/EBITDA (x)	0.37	0.28	0.20	0.22	0.21
DPS (sen)	1.08	2.22	2.22	2.02	2.14
Dividend yield	2.7%	5.6%	5.6%	5.1%	5.4%
BVPS (RM)	0.27	0.31	0.41	0.45	0.50
P/B (x)	1.44	1.26	0.97	0.88	0.79
EBITDA margin	7.0%	8.8%	10.9%	9.0%	9.0%
EBIT margin	5.3%	6.8%	8.3%	7.2%	7.2%
PBT margin	4.9%	6.3%	7.4%	6.5%	6.5%
Net margin	3.5%	4.8%	5.4%	4.9%	4.9%
ROE	14.2%	18.4%	18.2%	15.8%	15.1%
ROA	4.9%	5.9%	6.0%	5.8%	5.8%
Net gearing	CASH	CASH	8.4%	CASH	CASH

Cash Flow Statement

FYE Dec (RM m)	FY23	FY24	FY24	FY26f	FY27f
Profit before taxation	31.8	43.5	55.6	54.8	58.2
Depreciation & amortis	11.5	13.8	19.7	14.6	15.6
Changes in working cap	7.8	32.5	(49.9)	1.1	1.5
Share of JV profits	-	-	-	-	-
Taxation	(8.9)	(10.3)	(15.1)	(13.2)	(14.0)
Others	24.6	(80.9)	15.1	-	-
Operating cash flow	66.8	(1.5)	25.4	57.4	61.3
Net capex	(11.8)	(10.9)	(20.9)	(10.0)	(10.0)
Others	(3.2)	(15.6)	(28.6)	-	-
Investing cash flow	(15.0)	(26.5)	(49.4)	(10.0)	(10.0)
Changes in borrowings	(20.3)	46.2	17.3	5.5	7.2
Issuance of shares	0.3	-	-	-	-
Dividends paid	(2.9)	-	-	(12.5)	(13.3)
Others	(5.9)	(19.6)	6.6	-	-
Financing cash flow	(28.7)	26.5	23.9	(7.0)	(6.1)
Net cash flow	23.1	(1.5)	(0.1)	40.4	45.2
Forex	(0.0)	0.3	0.3	-	-
Others	-	-	-	-	-
Beginning cash	74.2	101.5	115.0	143.4	183.7
Ending cash	101.5	115.0	108.8	183.7	228.9

M+ Research



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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

