

Kerjaya Prospek Kicks Off Horse Year With RM502 Million Construction Contract



Kerjaya Prospek Group Berhad starts the year of the horse with the announcement that its wholly-owned subsidiary, Future Rock Sdn. Bhd. has been awarded a RM502.3 million contract by Tanjung Development Sdn. Bhd.

The contract comprises the execution and completion of reclamation and dredging works for Phase 2B and Phase 2C of the Seri Tanjung Pinang development. The reclamation works are scheduled to commence on 11 March 2026 and expected to be completed within 36 months.

TPD is an indirect subsidiary company of Eastern & Oriental Berhad (“E&O”), in which certain directors and major shareholders of the Group have direct and indirect interests.

Kerjaya Chief Executive Officer and Executive Director Tee Eng Tiong said, “This contract brings us closer to our targeted order book replenishment for FY2026 and increases our total outstanding order book to RM4.4 billion. Supported by a strong and visible pipeline, we remain well positioned to leverage our proven construction capabilities to deliver quality execution and sustain momentum into the financial year.

Kerjaya Prospek 4Q Earnings Could Top 35% From Higher Billing



RHB Investment Bank Bhd (RHB Research) has maintained a BUY rating on Kerjaya Prospek Bhd (KPG) with a target price of RM3.35, citing an expected 32% upside and a dividend yield of around 5%.

The research house highlighted that the group's fourth-quarter 2025 earnings are projected between RM60 million and RM70 million, representing year-on-year growth of 15% to 35%, driven by higher progress billings on ongoing contracts and stronger contributions from its property development arm.

Key projects underpinning the expected growth include the Astrum Ampang development, comprising 5,255 small office home office units, where all six residential towers were topped out in early December 2025.

This remains KPG's largest contract to date, valued at RM710 million and awarded in February 2022, with completion targeted within 53 months from June 2022.

The Viera 15 project in Shah Alam, valued at RM100.2 million and awarded in November 2025, has seen initial construction commence in mid-November, with a 34-month timeline to completion.

Meanwhile, Seri Embun in Elmina West, developed by Eastern & Oriental Bhd, is estimated to be 40–50% complete, targeting a 26-month construction period from January 2025.

RHB Research noted that any new wins in the industrial sector could act as a re-rating catalyst. KPG's past contracts include work with Samsung C&T for Texas Instruments' plants in Melaka, valued at RM450 million and RM203 million respectively.

The group's active tenderbook is estimated at RM1.5–2 billion, over half arising from related-party transactions, alongside other residential and industrial projects.

The research house expects upcoming launches by Eastern & Oriental, with a GDV of about RM1 billion per year, to potentially generate RM400–500 million in contract value for KPG. Opportunities also exist from remaining reclamation works at Andaman Island, estimated at RM300–500 million.

RHB Research retained earnings estimates and reaffirmed its sum-of-parts target price of RM3.35, which includes a 2% ESG premium, emphasising KPG's steady project flow and its strategy to unlock value from 89 acres of landbank across Klang Valley and Penang, with an estimated GDV of at least RM3 billion.

As of 10.57 am, Kerjaya Prospek's stock price is down 1.18% to RM2.51.