

Kerjaya Projected To Secure Another RM1.8 Billion Job Wins



RHB Investment Bank Bhd (RHB Research) has maintained a BUY call on Kerjaya Prospek Bhd with an upgraded target price of RM3.52, representing a 35% upside and a dividend yield of around 5%.

The upgrade follows FY25 results that saw the group deliver a record core profit of RM238.7 million, a 41% year-on-year increase, exceeding RHB's and consensus forecasts at 105% and 112% of full-year projections respectively.

The strong performance was primarily driven by the construction segment, which posted a 4Q25 PAT of RM67 million, up 44% from the previous year, supported by higher progress billings on ongoing projects and maintaining a commendable margin of 11.9% versus 8.5% in 4Q24.

The property arm also contributed positively, with 4Q25 PAT growing 27% year-on-year to RM9.6 million, backed by robust sales for The Vue @ Montez and Papyrus @ North Kiara projects, which achieved take-up rates of 99% and 84% as of December 2025.

RHB Research estimates KPG's active tenderbook at approximately RM2-2.5 billion, with over half coming from related party projects alongside other residential and industrial contracts.

Projects such as the Andaman Island development in Penang could provide RM400-500 million in contract value, while the group's ongoing relationship with developers like UEM Sunrise and Aspen Group may further support revenue.

No new launches are planned for KPG's 89-acre landbank in FY26; however, the completion of The Vue and Papyrus is expected to allow some provision writebacks, supporting the property segment before future launches in Jalan Puchong and Tanjung Bungah.

RHB Research has revised FY26 and FY27 earnings forecasts upwards by 3% and 2% respectively, reflecting stronger progress billings, and has introduced FY28 projections, targeting RM1.8 billion in job wins.

Potential wins in the industrial sector could act as a rerating catalyst, though downside risks include a property market slowdown and prolonged cost pressures.

As of 4.18 pm, the stock price decreased 0.38% to RM2.60.