

Skylink Holdings Limited

09 March 2026

BUY (Maintained)

BBG	SCG SP	
Market Cap (S\$m)	52.6	
Price (S\$) (06 Mar 2026)	0.260	
Target Price (S\$)	0.361	
52-week range (S\$)	0.24 - 0.445	
Shares Outstanding (m)	202.4	
Free Float	29.2%	
Major Shareholder	PM Capital Pte Ltd	57.4%
	Teh Wing Kwan	13.2%

Source: Company data, Bloomberg, SAC Capital



Source: Company data, Bloomberg, SAC Capital

Analyst

Matthias Chan
+65 9687 9957
mchan@saccapital.com.sg

Liu Maorong
+65 8328 0176
liumr@saccapital.com.sg

Shifting into High Gear

Strategic Placement and Capital Allocation. The Company has completed a share placement that raised S\$7.02 million in gross proceeds with the issuance of 26 million new shares at an issue price of S\$0.27 each in February. The strategic allocation of these net proceeds is highly targeted toward the group's highest-velocity growth nodes: **1) Loan Book Expansion and Strategic M&A.** The majority of the capital, equating to approximately S\$4.78 million, is strictly earmarked to aggressively scale the SKCR credit business. By expanding the equity base backing the loan portfolio, Skylink can negotiate vastly larger block discounting facilities from its banking partners, generating a compounding multiplier effect on its capacity to issue high-margin hire-purchase agreements. Furthermore, management has indicated a general openness to evaluating potential synergistic mergers and acquisitions. **2) Electric Vehicle Fleet Proliferation.** Approximately S\$2.00 million will be deployed directly to fund the acquisition of new Electric Commercial Vehicles (ECVs) and support broader ESG-aligned mobility initiatives. This targeted capital deployment ensures the firm is optimally positioned to capture the market premium associated with sustainable B2B logistics solutions.

Strategic M&A for Vertical Integration. On 15 January 2026, the Group completed the acquisition of the business and related assets of Chuang Li Partners. The business will operate as a joint venture, with Skylink holding an 80% stake, capturing immediate cost synergies across the Group's internal leasing fleet whilst expanding its third-party customer base. This acquisition enhances Skylink's engineering capabilities by adding specialised commercial vehicle bodywork customisation services. The transaction involves an aggregate consideration of up to S\$1.75 million, which features a base consideration of S\$0.75 million and a performance-based deferred consideration of up to S\$1.0 million.

Fleet and Capacity Expansion. In December 2025, the Group acquired a fleet of 132 commercial vehicles from a third-party seller. This acquisition provides an immediate, accretive recurring revenue stream with zero client acquisition costs, whilst optimising the Group's fleet replacement cycles. The Engineering segment also benefits directly, securing additional revenue through bodywork repair and maintenance services under a three-month warranty arrangement with the seller. To support this rapid physical scaling, Skylink signed a new lease for a B2 industrial property at Jurong Port Road, adding 15,000 square feet of space. This nearly doubles its total engineering specialist workshop area to 33,300 square feet, significantly enhancing its capacity for heavy-duty vehicle MRO, body fabrication, and full-body spray painting.

Attractive Dividend Policy. Underpinning its commitment to delivering tangible shareholder value following its recent Catalist board listing, the Board has proposed a highly attractive and definitive dividend recommendation to distribute 30% of the net profit after tax for FY2026.

KEY FINANCIAL HIGHLIGHTS

Year ended Mar (S\$m)	FY23	FY24	FY25	FY26E	FY27E
Revenue	8.3	15.0	26.4	35.8	47.4
EBIT	0.9	2.7	3.1	8.1	14.7
Net profit	0.7	2.0	2.7	4.7*	8.0
EPS (S\$ cents)	0.4	1.2	1.6	2.6	4.0
Dividend per share (S\$ cents)	0.0	0.0	0.0	0.7	0.6
Net cash / (debt)	(33.8)	(69.9)	(85.6)	(80.2)	(101.4)
Valuation					
Gross profit margin (%)	19.9%	33.9%	25.7%	28.5%	39.0%
Net profit margin (%)	8.0%	13.5%	10.4%	13.1%	17.0%
EV / EBITDA (x)	23.6	18.8	10.4	6.9	6.1
P/E (x)	65.0	21.7	16.3	9.9	6.5
P/B (x)	16.5	11.7	6.9	3.2	2.4
Dividend yield (%)	0.0%	0.0%	0.0%	2.7%	2.3%
ROE (%)	23.9%	52.0%	41.1%	31.8%	37.2%

*Excludes one-off expenses related to the reverse takeover transaction

Skylink Holdings Limited

Maiden Corporate Contract Wins. The engineering segment recently secured a two-year service contract with SBS Transit Ltd. to supply labour and materials for bus body repair works at the Ulu Pandan Bus Depot. Concurrently, it secured a two-year comprehensive maintenance package contract with F&N Foods for a portion of its commercial fleet.

Skylink achieved robust results in 1H2026, driven primarily by fleet expansion and growing contributions from its engineering division. Revenue increased 33.8% YoY to S\$16.1 million, supported by stronger lease income and maiden revenue from new engineering contracts. Gross profit rose 12.7% YoY to S\$3.9 million, though gross margin declined from 28.4% to 23.9%, reflecting a shift in revenue mix and initial ramp-up costs in the engineering segment. Excluding one-off expenses related to the reverse takeover (RTO) transaction, adjusted net profit grew 32.7% YoY to S\$1.8 million, highlighting the Group's core earnings strength and operational leverage.

Key risks ahead include earnings vulnerability to reduced fleet utilisation and depressed vehicle resale values and margin compression from cost inflation and project execution challenges within its engineering segment.

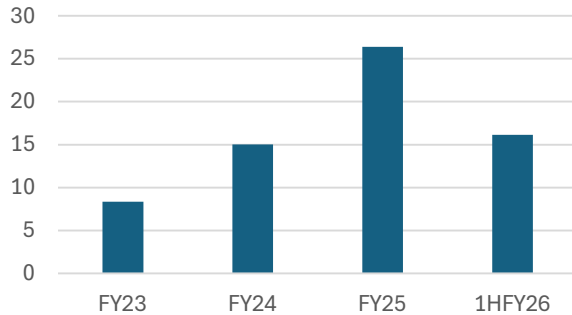
Recommendation. We maintain our BUY recommendation and revise our price target to S\$0.361 from S\$0.44, representing an upside of 39% from current levels.



Source: Company

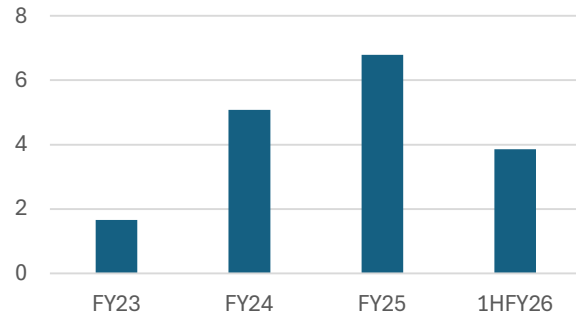
Financials

Revenue



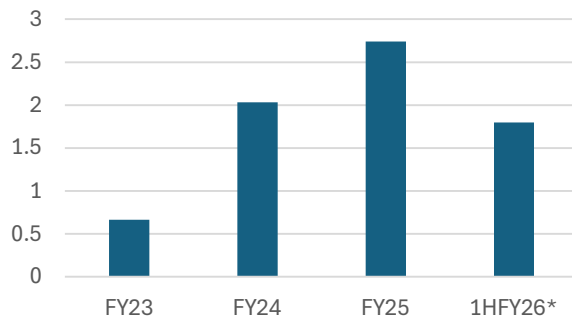
Source: Company data, Bloomberg, SAC Capital

Gross Profit



Source: Company data, Bloomberg, SAC Capital

Net Profit



*Excludes one-off expenses related to the reverse takeover transaction

Source: Company data, Bloomberg, SAC Capital

Peer Comparison

Company Name	Ticker	Market Cap (\$m)	Last Traded Price (\$)	T12M P/E	1-yr Fwd PE
LOTTE RENTAL CO LTD	089860 KS	977.0	26.91	9.0	7.7
FLEETPARTNERS GROUP LTD	FPR AU	490.0	2.27	7.5	7.0
ADI SARANA ARMADA TBK PT	ASSA IJ	280.2	0.08	9.8	8.6
NATIONAL UNITED RESOURCES HO	254 HK	66.4	0.118	N/A	N/A
VIN'S HOLDINGS LTD	VINS SP	32.8	0.250	N/A	N/A
PHATRA LEASING PUB CO LTD	PL TB	31.6	0.053	12.6	N/A
BATAVIA PROSPERINDO TRANS TB	BPTR IJ	21.6	0.006	15.8	N/A
TRANSKON JAYA TBK PT	TRJA IJ	16.0	0.011	N/A	N/A

Source: Company data, Bloomberg, SAC Capital

Skylink Holdings Limited

Driving Growth with People, Performance, and Fleet Strength



Celebrating growth and new beginnings at Skylink's Singapore office.



A bird's-eye view of Skylink's expanding commercial vehicle fleet.



Skylink operations team standing strong with a ready fleet.

Income Statement

FYE Mar (\$Sm)	FY23	FY24	FY25	FY26E	FY27E
Revenue	8.3	15.0	26.4	35.8	47.4
Cost of Sales	(6.7)	(9.9)	(19.6)	(25.5)	(27.1)
Gross Profit	1.7	5.1	6.8	10.2	18.5
Other Income	1.8	1.0	0.3	2.5	0.1
Administrative expenses	(2.2)	(2.5)	(4.1)	(7.3)	(8.8)
Net allowance for ECL	(0.2)	(0.1)	0.2	-	(0.1)
Other operating expenses	(0.1)	(0.6)	(0.0)	-	-
Finance costs	(0.2)	(0.3)	(0.3)	(0.3)	(0.5)
Loss on reverse acquisition	-	-	-	(9.9)	-
Reverse acquisition related listing cost	-	-	-	(1.5)	-
Profit/(Loss) before income tax	0.7	2.6	2.9	(6.3)	9.2
Income tax	(0.1)	(0.6)	(0.1)	(0.5)	(1.1)
Profit/(Loss) after income tax	0.7	2.0	2.7	(6.8)	8.0

Balance Sheet

FYE Mar (\$Sm)	FY23	FY24	FY25	FY26E	FY27E
ASSETS					
Non-current assets					
Property, plant and equipment	14.8	35.8	68.8	74.9	72.8
Right-of-use assets	-	0.1	0.9	1.0	0.4
Trade and other receivables	16.9	31.2	22.7	29.8	51.9
Investments in insurance contracts	0.3	0.7	0.6	0.6	0.6
Total non-current assets	32.0	67.7	93.0	106.3	125.7
Current assets					
Asset held for sale	1.2	-	-	-	-
Cash and bank balances	1.3	2.6	3.5	18.5	19.4
Trade and other receivables	7.9	13.4	14.1	21.4	32.8
Contract assets	0.0	0.3	0.2	-	-
Inventories	0.0	0.1	0.1	0.3	0.4
Investments in insurance contracts	-	-	0.1	-	-
Total current assets	10.5	16.4	18.1	40.2	52.6
Total assets	42.4	84.1	111.1	146.5	178.3
EQUITY					
Share capital	2.9	5.2	5.2	25.3	25.3
Retained earnings/(accumulated losses)	(0.1)	(1.3)	1.5	(10.5)	(3.7)
Total equity	2.8	3.9	6.7	14.8	21.6
LIABILITIES					
Non-current liabilities					
Trade and other payables	0.1	0.5	0.8	15.7	16.5
Lease liabilities	-	0.0	0.6	0.4	0.1
Borrowings	24.8	50.3	60.9	69.4	89.7
Deferred tax liabilities	0.2	0.5	0.4	0.4	0.5
Convertible bond	-	-	-	5.0	5.0
Total non-current liabilities	25.0	51.3	62.7	90.9	111.8
Current liabilities					
Trade and other payables	4.2	5.9	12.6	10.4	12.2
Contract liabilities	0.1	0.5	0.4	-	-
Lease liabilities	-	0.1	0.4	0.6	0.4
Borrowings	10.3	22.1	28.2	29.4	31.1
Income tax payable	0.0	0.2	0.2	0.4	1.2
Total current liabilities	14.6	28.8	41.7	40.8	44.8
Total liabilities	25.0	51.3	62.7	131.7	156.6
Total equity and liabilities	42.4	84.1	111.1	146.5	178.3

Cash Flow Statement

FYE Mar (\$Sm)	FY23	FY24	FY25	FY26E	FY27E
Cash flows from operating activities					
Profit / (Loss) before tax	0.7	2.6	2.9	(6.3)	9.2
Adjustments for:					
Allowance for expected credit losses, net	0.2	0.1	(0.2)	0.2	0.2
Bad debt	0.1	0.5	0.0	0.0	0.0
Reversal of bad debt	-	-	-	(0.2)	(0.2)
Depreciation of property, plant and equipment	2.8	3.8	10.0	10.8	10.5
Depreciation of right of use assets	-	0.0	0.2	0.2	0.2
Fair value (gain)/loss arising from investments in insurance contracts	(0.0)	0.1	(0.0)	-	-
Gain on disposal of property, plant and equipment	(1.6)	(0.6)	(0.2)	(0.9)	(0.9)
Interest expense	0.2	0.3	0.3	4.6	5.6
Interest income	(0.0)	(0.2)	(0.1)	(0.1)	(0.1)
Written off of property, plant and equipment	-	-	0.0	0.0	-
Loss on reverse acquisition (or the RTO Accounting Effects)	-	-	-	9.9	-
Operating cash flows before movements in working capital	2.4	6.6	12.9	18.3	24.6
Changes in working capital:					
Inventories	(0.0)	(0.1)	(0.0)	(0.1)	(0.1)
Trade and other receivables	0.1	(0.6)	(2.1)	(2.8)	(3.7)
Hire purchase receivables	(17.4)	(20.9)	9.4	0.3	(8.9)
Contract assets	(0.0)	(0.2)	0.1	0.2	0.2
Trade and other payables	2.3	2.6	5.1	1.4	1.9
Contract liabilities	0.0	0.5	(0.1)	(0.3)	(0.5)
Block discounting loans	14.1	19.6	(9.1)	(0.8)	(2.0)
Cash generated from operations	1.4	7.4	16.3	16.1	11.5
Income tax paid	(0.0)	(0.1)	(0.2)	(0.5)	(1.1)
Income tax refund	-	-	-	0.1	-
Interest paid	(0.0)	(0.0)	(0.0)	(0.1)	(0.1)
Net cash generated from operating activities	1.4	7.4	16.0	15.6	10.2
Cash flows from investing activities					
Proceeds from disposal of property, plant and equipment	17.7	3.5	2.3	4.9	6.5
Proceeds from current assets held for sale	-	1.5	-	0.1	-
Purchase of property, plant and equipment	(1.3)	(2.1)	(2.0)	(16.9)	(8.4)
Purchase of insurance contracts	-	(0.5)	-	-	-
Amount due from related companies	(1.7)	1.2	0.7	0.0	-
Cash inflow on reverse acquisition	-	-	-	0.2	-
Net cash generated from investing activities	14.6	3.6	1.0	(11.7)	(1.9)
Cash flows from financing activities					
Amount due to a director	(0.1)	0.1	(0.1)	-	-
Amount due to related companies	0.0	(0.0)	0.6	(0.2)	-
Loan from related companies	-	0.6	3.8	-	-
Disbursement of hire purchase borrowings	-	-	-	7.5	8.2
Repayment of hire purchase borrowings	(13.1)	(7.2)	(10.4)	(9.8)	(14.2)
Drawdown of bank loans	3.2	2.2	2.2	-	-
Repayment of bank loans	(2.2)	(3.7)	(2.8)	-	-
Repayment of term loan obligations	-	-	-	(0.8)	-
Repayment of obligation under leases	-	(0.0)	(0.2)	(0.2)	-
Repayment of block discounting	(2.6)	(0.7)	(9.1)	(0.5)	-
Dividend paid	(1.1)	(3.3)	-	-	(1.4)
Proceeds from issued of share capital	-	2.4	0.0	10.0	-
Proceeds from convertible bonds	-	-	-	5.0	-
Net cash flows from financing activities	(15.9)	(9.8)	(16.0)	11.1	(7.5)
Net increase/(decrease) in cash and cash equivalents	0.1	1.3	1.0	15.0	0.8
Cash and cash equivalents at beginning of financial period	1.2	1.3	2.6	3.5	18.5
Cash and cash equivalents at end of financial period	1.3	2.6	3.5	18.5	19.4

DISCLAIMERS AND DISCLOSURES

This report has been prepared and distributed by SAC Capital Private Limited ("SAC Capital") which is a holder of a capital markets services licence and an exempt financial adviser in Singapore.

This report is provided for general information only and is not intended to constitute investment, legal, tax or accounting advice. It has been prepared without regard to the specific investment objectives, financial situation, tax position or particular needs of any individual person or specific group. Nothing in this report constitutes a solicitation, invitation or offer to buy or sell any securities. Prospective investors should conduct their own due diligence and obtain independent advice (including from a financial adviser) as to the suitability of any investment, taking into account their personal circumstances.

This report is confidential and is provided solely for the recipient's information. The contents of this report may not be copied, reproduced, published, distributed or transmitted (in part or in whole) to any other person without the prior written consent of SAC Capital. The distribution of this report outside the jurisdiction of Singapore is also strictly prohibited. Recipients are responsible for complying with any such restrictions. No representation is made that this report may be lawfully distributed in compliance with any applicable regulations outside Singapore.

Whereas SAC Capital has not independently verified all the information set out in this report, all reasonable care and effort has been taken to ensure that the facts stated herein are accurate, this report might contain certain forward looking statements and forward looking financial information which are based on certain assumptions and involve known and unknown risks, uncertainties and other factors which may cause the actual results or performance of the subject company to be materially different from those expressed herein. Predictions, projections or forecasts of the economy or market trends are not indicative of the future performance of the subject company. The inclusion of such statements and information should not be regarded as a representation, warranty or prediction with respect to the accuracy of the underlying assumptions of the subject company or that the forecast results will or are likely to be achieved.

Our opinion and facts set out in this report are based on the market, economic, industry and other applicable conditions prevailing as at the date of the preparation of this report. Such conditions may change significantly over a relatively short period of time and we assume no responsibility to update, revise or reaffirm our opinion in light of any development subsequent to the publication of this report, that may or may not have affected our opinion contained herein.

This report may contain forward-looking statements, forecasts and projections that involve assumptions, risks and uncertainties. Actual result may differ materially from those express or implied. Such forward-looking statements are made only as of the date of this report and SAC Capital assumes no obligation to update or revise them to reflect new information or future events.

No representation or warranty, express or implied, is made as to the fairness, accuracy, completeness or correctness of the information or opinions contained herein. To the extent permitted by law, SAC Capital and its affiliates, officers, directors, employees and agents expressly disclaim any liability (including negligence) for any loss arising from the use of this report or its contents.

SAC Capital and its connected persons (including officers, directors and employees) may have positions in, make markets in, or effect transactions in securities mentioned in this report, and may from time to time provide or solicit advisory, corporate finance, underwriting, placement, sponsorship or other services to the issuers of those securities.

SAC Capital's employees or connected persons serve on the board or trustee positions of the subject companies as disclosed hereunder:

Name of the subject company	Designation
Nil	Nil

As at the date of this report, SAC Capital has proprietary positions or interests in the subject companies as disclosed hereunder:

Party	Quantum of position
SAC Capital Private Limited	444,444 shares

As at the date of this report, SAC Capital, has had business relations with the subject company within the past 12 months, as disclosed hereunder:

Nature of Business Relation	Date of Business Relation
Sponsor and Financial Adviser	October 2024 to September 2025
Placement Agent	February 2026
Continuous Sponsorship	Ongoing Relation
Paid Research	Ongoing Relation

As at the date of this report, the analysts who covered the securities in this report have proprietary positions or material interests in the subject company covered as disclosed hereunder:

Analyst name	Quantum of position
Nil	Nil

ANALYST CERTIFICATION

As noted above, research analyst(s) of SAC Capital who produced this report hereby certify that

(i) The views expressed in this report accurately reflect his/her personal views about the subject company;

(ii) The report was produced independently by him/her;

(iii) He/she does not on behalf of SAC Capital or any other person carry out other services involving any of the subject company or securities referred to in this report; and

(iv) He/she has not received and will not receive any compensation or benefits related to the recommendations or views expressed in this report or to any sales, trading, dealing or corporate finance advisory services or transaction in respect of the securities in this report. He/she has not and will not receive any compensation or benefits linked to the performance of the securities of the subject company from the time of the publication of this report either.