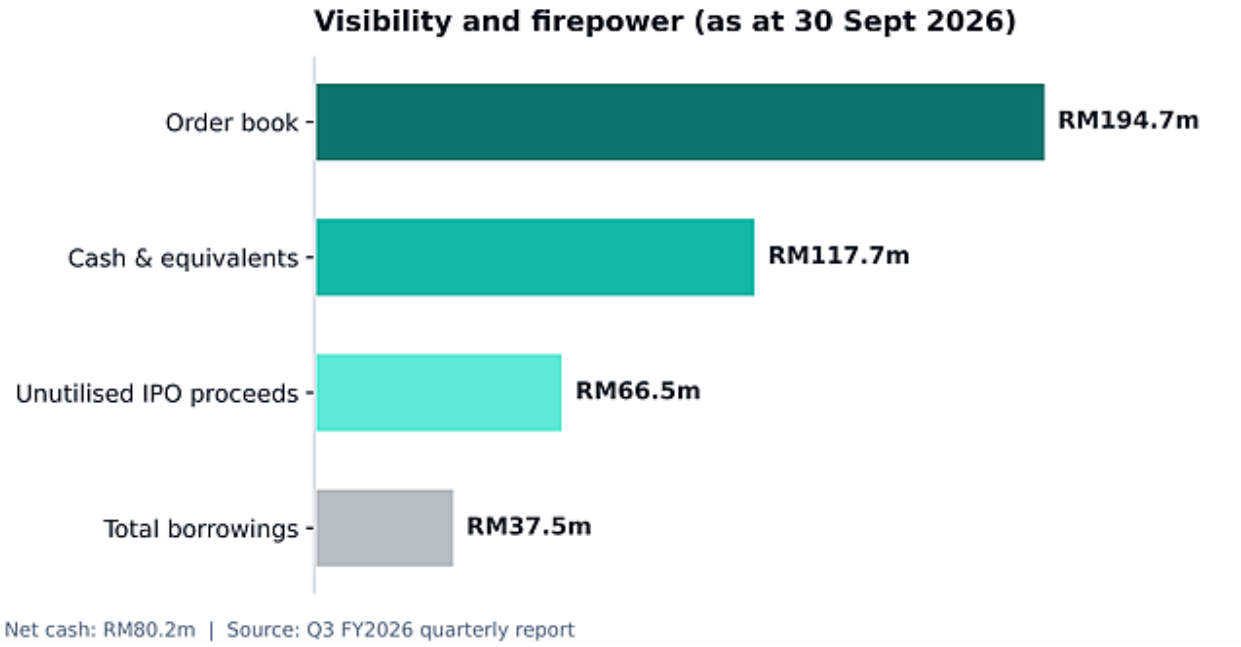
Company Name : **Wasco Greenergy Berhad**
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Wasco Greenergy Locks In RM194.7 Million Order Book, Builds RM80 Million Net Cash Pile for Next Growth Leg

Wasco Greenergy Bhd (GENERGY), the renewable energy arm of Wasco Bhd, heads into the final quarter of its financial year with an order book of RM194.7 million and net cash of about RM80.2 million, giving the group both earnings visibility and the financial firepower to pursue its next phase of growth.

Of the order book, RM184.8 million comes from the Renewable Energy segment and RM9.9 million from the Industrial Energy and Equipment segment. At the group's third-quarter revenue run-rate, the order book is equivalent to more than three quarters of work, which the group said provides continued earnings visibility for the coming quarters.



For the third quarter ended 30 September 2026 (Q3 FY2026), Wasco Greenergy recorded revenue of RM58.8 million and net profit of RM3.2 million, compared with RM72.4 million

and RM11.0 million a year earlier. For the first nine months, revenue came in at RM173.9 million and net profit at RM11.1 million. The softer quarter reflected lower EPCC project activity for steam energy systems, fewer steam turbine deliveries and lower after-sales revenue amid heightened competition, while project mix weighed on margins quarter-on-quarter. It follows a stronger second quarter, in which net profit rose 28.2% year-on-year.

The Industrial Energy and Equipment segment was a bright spot. Its third-quarter revenue rose 6.0% year-on-year to RM10.6 million on higher deliveries of palm oil mill equipment. For the nine months, the segment's gross profit grew 19.9% to RM6.7 million and segment profit climbed 17.8% to RM3.5 million, with gross margin widening to 28.5% from 23.1%.

The balance sheet remains a key strength. As at 30 September 2026, cash and cash equivalents stood at RM117.7 million against total borrowings of RM37.5 million, down from RM42.2 million at the end of December 2025. The larger cash pile lifted nine-month interest income to RM2.5 million from RM0.8 million, while finance costs fell 17.6% to RM1.6 million. Operating cash flow also turned positive at RM3.4 million, from an outflow of RM0.7 million a year earlier. Equity attributable to shareholders stood at RM263.6 million, or about 52.7 sen per share.

Shareholders have also been rewarded, with dividends totalling RM15.0 million this year: a 2.0 sen interim dividend for FY2025, paid in April, and a 1.0 sen interim dividend for FY2026, paid in October.

Wasco Greenergy, which listed on the Main Market of Bursa Malaysia in December 2025 after raising RM75.0 million, still has RM66.5 million of its IPO proceeds to deploy. The largest allocation, RM38.2 million, is earmarked for investments, acquisitions and strategic partnerships to own and operate biomass steam power plants. This marks a shift from one-off EPCC contracts towards an asset ownership model, under which the group supplies steam or power to industrial customers on long-term contracts typically spanning 10 to 20 years, building a base of recurring income.

A further RM5.5 million is set aside for expansion in Indonesia, the group's largest overseas market, which contributed 49% of revenue in FY2024. The group plans a sales office in Jakarta and service centres in Pekanbaru and Sulawesi, and has pointed to Indonesia's push for B50 biodiesel as a driver of demand. Another RM11.8 million remains for new equipment, machinery and headquarters upgrades.

The expansion builds on an established market position. The group holds about 16.8% of Malaysia's steam turbine market, 14.1% of the domestic biomass steam system market and about 22% of Indonesia's steam turbine segment, with 316 turbines installed and a combined capacity of 488MW. In May 2026, it announced the commissioning of one of Malaysia's largest biomass steam energy systems at a paper mill in Kajang, Selangor.

Fuelled mainly by treated empty fruit bunches, the system is projected to generate up to 500,000MWh of renewable thermal energy a year, a showcase for the type of project Malaysia is pursuing under the National Energy Transition Roadmap and the National Biomass Action Plan.

With a sizeable order book, a net cash balance sheet and a dedicated war chest for biomass assets, Wasco Greenergy is well placed to turn the region's decarbonisation drive into its next leg of growth.