

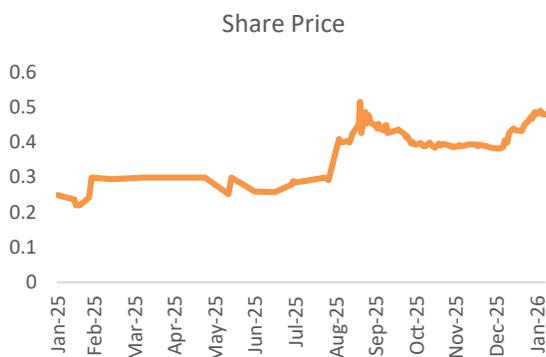
Reclaims Global Limited

19 Feb 2026

BUY (Maintained)

BBG	RGL SP	
Market Cap	S\$73.99 m	
Price (19 Feb 2026)	S\$0.49	
Target Price	S\$0.56	
52-week range	S\$0.205 - 0.550	
Shares Outstanding	151.00 million	
Free Float	28.1 %	
Major Shareholder	CHAN Chew Leh	30.01%
	TAN Kok Huat	30.01%

Source: Company Data, Bloomberg, SAC Capital



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KEY FINANCIAL HIGHLIGHTS

FY Ending Jan (S\$m)	FY23	FY24	FY25	FY26E	FY27E
Revenue	26.8	24.3	44.4	49.8	55.4
EBIT	2.4	1.3	6.3	7.0	8.0
Net profit	2.0	1.5	5.6	6.1	7.0
EPS (S\$ cents)	1.5	1.2	4.2	4.5	4.6
Dividend per share (S\$ cents)	0.0	1.0	1.2	1.2	1.4
Net cash / (debt)	6.4	10.2	14.0	28.1	32.5
Valuation					
Gross profit margin (%)	51.9%	48.2%	44.3%	44.3%	44.3%
Net profit margin (%)	7.5%	6.2%	12.5%	12.3%	12.6%
EV/EBITDA (x)	12.0	14.3	5.4	3.5	2.7
P/E (x)	25.7	33.9	9.2	8.6	8.5
P/B (x)	1.7	1.7	1.5	1.1	1.1
Dividend yield (%)	0.0%	2.6%	3.1%	3.2%	3.6%
ROE (%)	6.8%	5.1%	16.5%	13.2%	13.4%

Foundation Laid for Growth

Unlocking liquidity through bonus issue. To further catalyze trading activity, the Group has proposed a 1-for-1 non-dilutive bonus share issue to a total amount of 302 million shares. This is to enhance accessibility and facilitate greater trading liquidity amongst investors. We have yet to adjust our numbers based on the proposed bonus issue and will do so after the completion of the issue.

Institutionalization via Vendor Share sale. Recently, the Group founders executed a strategic sale of 11.585 million shares at S\$0.41 per share. This was a proactive initiative to address trading liquidity and attract a consortium of prominent institutional funds e.g. ICH, Value Partners etc.

Strategic Asset Acquisition. The Group has announced a proposed acquisition of a freehold property in Singapore for a consideration value of S\$38.8 million. Historically, the Group has successfully utilized its expertise to enhance property values before disposal, allowing the Group to reinvest the proceeds into its next growth. The target acquisition has a fair market value estimated between S\$40 million to S\$45 million and the Group views this as an opportunity to strategically diversify into property development and investment.

Strengthening Revenue Visibility. The Group has been awarded a contract amounting to S\$15.5 million for the provision of earthworks and related services. This significant contract win in excavation works provides clear revenue visibility for the next 12 months for the Group.

Bolstering Growth Capital. The Group has successfully completed its S\$7.8 million placement in 2025, significantly strengthening its financial position and providing "firepower" for growth. This capital injection will allow the Group to capitalize on new opportunities within the excavation segment and for working capital purposes.

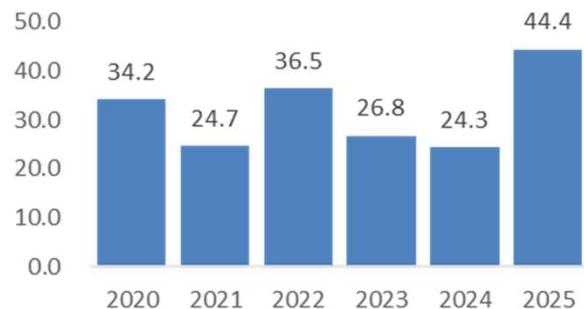
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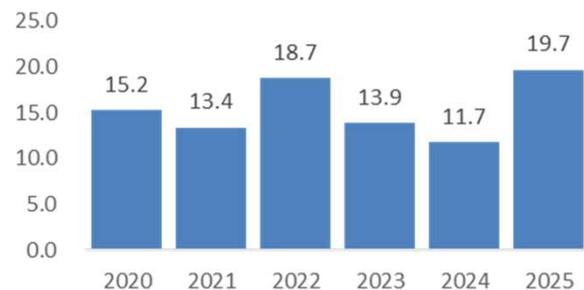
Risks: With the new property acquisition, the Group has added on a property financing and interest rate risk on top of their existing operations risks. The Group is also heavily reliant on public sector civil works, which means any delay in major projects could impose risk on their operations.

Recommendation: We maintain our BUY rating and lift our price target to S\$0.56 from S\$0.50, in line with improved peer valuations. This represents an upside of 14.3% from current prices.

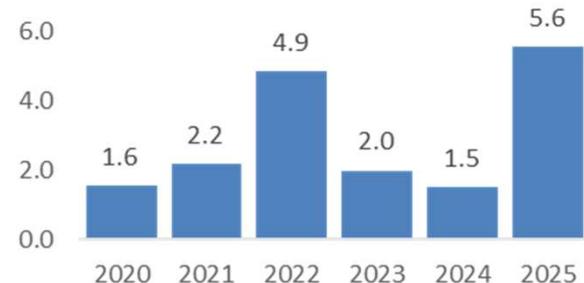
Revenue (S\$m)



Gross Profit (S\$m)



Net Income (S\$m)



Income Statement

FY Ending Jan (\$Sm)	FY23	FY24	FY25	FY26E	FY27E
Revenue	26.8	24.3	44.4	49.8	55.4
Cost of materials, services and consumables	(12.9)	(12.6)	(24.7)	(27.7)	(30.8)
Gross Profit	13.9	11.7	19.7	22.1	24.6
Interest income	0.0	0.2	0.1	0.1	0.1
Other income and gains	0.4	0.5	0.2	0.2	0.3
Finance costs	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)
Depreciation expense	(1.7)	(1.8)	(1.8)	(1.5)	(1.6)
Depreciation of right-of-use-assets	(0.3)	(0.3)	(0.3)	(0.1)	(0.1)
Employee benefits expense	(6.3)	(5.8)	(7.4)	(9.0)	(10.0)
Other expenses	(3.3)	(2.8)	(3.8)	(4.2)	(4.7)
Other losses	(0.4)	(0.3)	(0.4)	(0.5)	(0.5)
Profit before tax	2.4	1.5	6.5	7.1	8.1
Income tax (expense)/benefit	(0.4)	0.0	(0.9)	(1.0)	(1.1)
Net Profit	2.0	1.5	5.6	6.1	7.0

Balance Sheet

FY Ending Jan (\$Sm)	FY23	FY24	FY25	FY26E	FY27E
Property, plant and equipment	10.3	9.8	10.2	10.5	11.0
Right-of-use assets	3.2	3.0	2.7	2.6	2.5
Investment in financial assets at FVTPL	0.9	0.0	0.0	0.0	0.0
Total non-current assets	14.4	12.8	12.9	13.1	13.5
Inventories	0.0	0.0	0.0	0.0	0.0
Trade and other receivables	7.4	7.8	8.2	13.9	15.4
Other assets	3.9	3.6	5.3	4.9	5.4
Cash and cash equivalents	9.9	10.5	14.0	28.1	32.5
Total current assets	21.3	22.0	27.5	46.9	53.4
Total assets	35.7	34.8	40.4	60.1	66.9
Share capital	19.4	19.4	19.4	27.2	27.2
Retained earnings	10.2	10.4	14.4	19.3	24.8
Other reserves	0.0	0.0	0.0	0.0	0.0
Total equity	29.6	29.8	33.8	46.5	52.0
Deferred tax liabilities	0.8	0.6	0.7	0.7	0.7
Loans and borrowings	0.3	0.0	0.0	0.0	0.0
Lease liabilities, non-current	0.1	0.0	0.0	0.0	0.0
Total non-current liabilities	1.2	0.6	0.7	0.7	0.7
Income tax payable	0.5	0.2	1.0	1.0	1.0
Loans and borrowings	3.2	0.3	0.0	0.0	0.0
Lease liabilities, current	0.9	0.2	0.0	0.0	0.0
Trade and other payables	0.4	3.7	5.0	11.9	13.2
Total current liabilities	5.0	4.4	5.9	12.9	14.2
Total liabilities	6.2	5.0	6.7	13.6	14.9
Total equity and liabilities	35.7	34.8	40.4	60.1	67.0

Cash Flow Statement

FY Ending Jan (\$Sm)	FY23	FY24	FY25	FY26E	FY27E
Cash flows from operating activities					
Profit before tax	2.4	1.5	6.5	7.1	8.1
Adjustments for:					
Interest income	(0.0)	(0.2)	(0.1)	(0.1)	(0.1)
Interest expense	0.0	0.0	0.0	0.0	0.0
Impairment loss on property, plant and equipment	-	-	-	0.0	0.0
Allowance for trade receivables, net	0.3	0.2	0.4	0.0	0.0
Losses on fair value changes of investment at FVTPL	0.1	0.2	-	0.0	0.0
Depreciation of property, plant and equipment	1.7	1.8	1.8	1.5	1.6
Depreciation of right-of-use-assets	0.3	0.3	0.3	0.1	0.1
Reversal of provision of doubtful debts	-	-	-	0.0	0.0
Gain on disposal of property, plant and equipment	(0.2)	(0.1)	(0.1)	0.0	0.0
Net effect of exchange rate changes in consolidating subsidiary	0.0	(0.0)	-	0.0	0.0
Operating cash flows before changes in working capital	4.6	3.6	8.7	8.7	9.7
Inventories	0.0	0.0	0.0	(0.0)	(0.0)
Trade and other receivables	(0.3)	0.2	(0.8)	(5.6)	(1.6)
Other assets	(1.1)	0.3	(1.7)	0.4	(0.6)
Trade and other payables	(0.9)	0.5	1.3	6.9	1.3
Total	(2.3)	1.0	(1.2)	1.7	(0.8)
Net cash flows from operations	2.3	4.7	7.5	10.4	8.8
Income taxes refunded/(paid)	(1.2)	(0.4)	0.0	(1.0)	(1.1)
Net cash flows from operating activities	1.1	4.2	7.5	9.4	7.7
Cash flows used in investing activities					
Purchase of property, plant and equipment (Notes 14 and 21A)	(2.2)	(1.4)	(2.3)	(1.9)	(2.1)
Proceeds from disposal of property, plant and equipment	0.3	0.4	0.3	0.0	0.0
Investment in financial assets at FVTPL	(1.0)	-	-	0.0	0.0
Interest income received	0.0	0.2	0.1	0.1	0.1
Net cash flows used in investing activities	(2.9)	(0.8)	(1.9)	(1.8)	(2.0)
Cash flows used in financing activities					
Dividends paid	0.0	(1.3)	(1.6)	(1.2)	(1.4)
Interest expense paid	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)
Proceeds from bank borrowings	1.7	-	-	0.0	0.0
Repayment of borrowings	(0.6)	(0.9)	(0.3)	0.0	0.0
Lease liabilities – principal portion paid	(0.6)	(0.6)	(0.2)	0.0	0.0
Proceeds from issuance of shares	-	-	-	7.8	0.0
Net cash flows used in financing activities	0.6	(2.7)	(2.1)	6.6	(1.4)
Net increase in cash and cash equivalents	(1.2)	0.6	3.5	14.2	4.3
Cash and cash equivalents, beginning balance	11.1	9.9	10.5	14.0	28.1
Cash and cash equivalents, ending balance	9.9	10.5	14.0	28.1	32.5

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Financial Advisor	Ongoing Relation
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