

Bank Rakyat Indonesia Tbk (BBRI)

Kenaikan CASA Dorong Profitabilitas

BBRI mencatatkan laba bersih 1Q22 senilai IDR 10,90 triliun (*bank-only*), tumbuh 63,4% YoY dibandingkan 1Q21. Net Interest Income tumbuh 10.1% YoY menjadi IDR 25,08 triliun, seiring Beban Bunga menurun 16,9% YoY. Segmen mikro terus menjadi pendorong, dengan pinjaman mikro naik 15,4% YoY. Di tahun 2022, BBRI menetapkan target pertumbuhan pinjaman sekitar 9%-11%, dengan NIM dijaga dalam kisaran 7,6%-7,8%.

Beban Bunga Lebih Rendah

- BBRI mencatatkan kinerja 1Q22 yang kuat, ditandai dengan Pendapatan Bunga Bersih yang tumbuh 10,1% ke IDR 25,08 triliun. Hal ini didukung beban bunga yang jauh lebih rendah, sebesar IDR 5,12 triliun (-16,9% YoY vs IDR 6,17 triliun di 1Q21).
- PPOP berhasil naik 10,0% YoY menjadi IDR 20,29 triliun, dengan Biaya Operasional (+0,4%) relatif terjaga dibandingkan pendapatan. Di sisi lain, BBRI juga berhasil menekan beban provisi turun 30,9% menjadi senilai IDR 6,69 triliun (Vs. 1Q21 IDR 9,68 triliun).
- Dengan itu, laba bersih bank melonjak ke IDR 10,90 triliun (+63,4% YoY). Adapun, laba bersih konsolidasian naik menjadi IDR 12,22 triliun (+78,1% YoY).

Pertumbuhan Double Digit Pinjaman Mikro

- Total Kredit naik 8,7% menjadi IDR 974,8 triliun; dengan segmen Mikro mencatatkan pertumbuhan *double digit* (+15,4% YoY), sementara segmen lain mencatatkan pertumbuhan *single digit*. Lebih detail, pinjaman mikro membentuk 42,6% dari total kredit 1Q22 BBRI.
- Di sisi lain, BBRI juga mampu menjaga kualitas aset, gross NPL flat di level 3,15%; dibandingkan posisi 1Q21 (3,12%). Namun, kami melihat angka ini sedikit lebih tinggi dari FY21 yang berada di level 3,08%.
- Dari sisi pendanaan, rasio CASA juga membaik menjadi 63,7% (Vs. 59,4% di 1Q21). Ini merupakan hasil pertumbuhan Demand Deposits (+31,7%), dan Tabungan(+9,9%), sementara Deposito Berjangka turun 3,1%.

Rekomendasi Overweight dengan TP Naik Menjadi IDR 5.500

- Kami mempertahankan rekomendasi Overweight untuk BBRI, dengan target harga naik menjadi IDR 5.500. TP kami mencerminkan 22F P/BV sebesar 2,7x, sekitar rata-rata 3 tahunannya.
- Sebagai grup, pada 2022 BBRI menargetkan pertumbuhan pinjaman sebesar 9%-11%. Kami melihat resiko utama dari target ini adalah kenaikan suku bunga yang diprediksi akan terjadi tahun ini, yang dapat menghambat pertumbuhan pinjaman.

Bank Rakyat Indonesia Tbk | Summary (IDR bn)

	2021/12A	2022/12E	2023/12E	2024/12E
Interest Income	143,523	144,526	157,479	162,887
<i>Interest Income growth</i>	22.7%	0.7%	9.0%	3.4%
Operating Revenue	156,353	157,627	174,075	180,819
Net profit	32,846	34,216	40,291	43,219
EPS (IDR)	217	226	266	286
<i>EPS growth</i>	76.1%	4.2%	17.8%	7.3%
BVPS (IDR)	1,929	2,027	2,149	2,266
Net Interest Margin	7.6%	7.0%	7.4%	7.3%
Loan/Deposits	91.6%	91.2%	91.7%	91.2%
NPL	3.1%	3.0%	3.0%	3.0%
ROE	13.4%	11.4%	12.8%	12.9%
ROA	2.1%	2.0%	2.2%	2.3%
Non-Int. Inc. /Op. Rev	27.0%	28.4%	27.7%	28.0%
P/E	18.7x	24.3x	24.3x	24.3x
P/BV	2.1x	2.7x	3.0x	3.1x
DPS (IDR)	80	128	144	168
<i>Dividend yield</i>	2.0%	2.3%	2.2%	2.4%

Source: Company Data, Bloomberg, NHKSI Research

Please consider the rating criteria & important disclaimer

NH Korindo Sekuritas Indonesia

Overweight

Target Price (IDR)	5,500
Consensus Price (IDR)	5,230
TP to Consensus Price	+5.1%
Potential Upside	+11.3%

Shares data

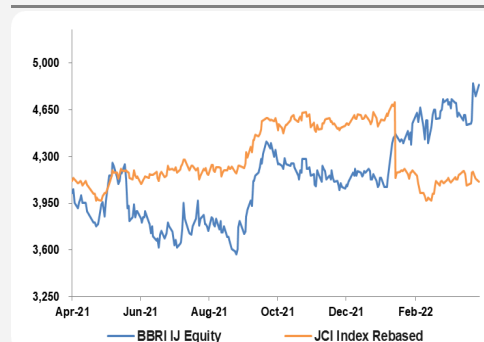
Last Price (IDR)	4,940
Price date as of	Apr. 26, 2022
52 wk range (Hi/Lo)	4,761 / 3,500
Free float (%)	46.8
Outstanding sh.(mn)	151,559
Market Cap (IDR bn)	677,469
Market Cap (USD mn)	47,227
Avg. Trd Vol - 3M (mn)	126.93
Avg. Trd Val - 3M (bn)	531.64
Foreign Ownership	25.5%

Finance

Bank

Bloomberg	BBRI.IJ
Reuters	BBRI.JK

Share Price Performance



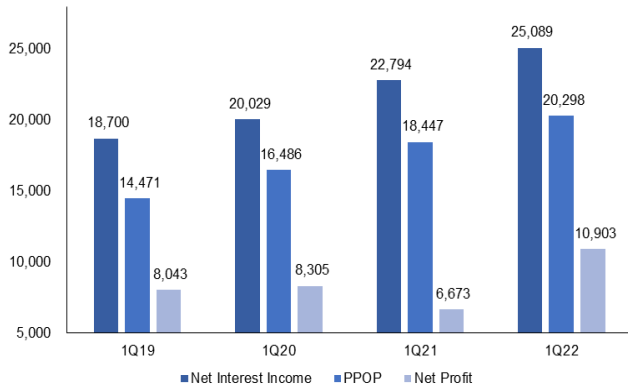
	YTD	1M	3M	12M
Abs. Ret.	17.8%	2.8%	18.9%	16.7%
Rel. Ret.	27.0%	2.5%	28.0%	17.5%

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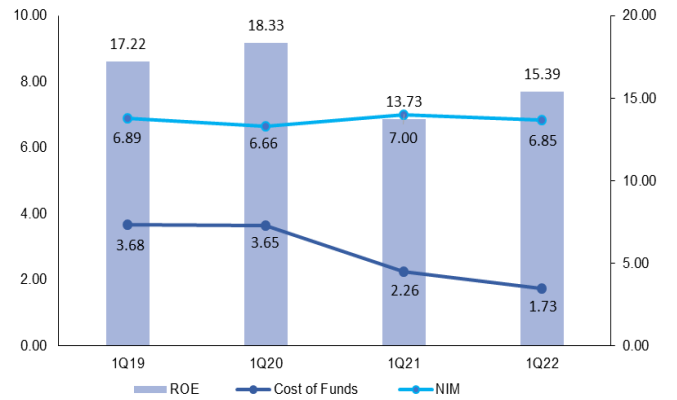
Performance Highlights

Financial Performance (IDR Bn)



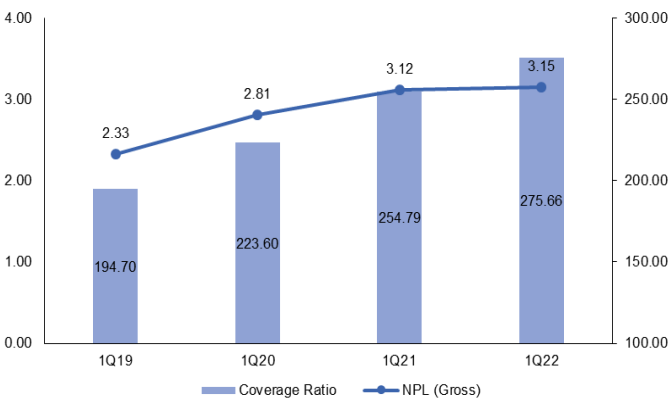
Source: Company, NHKSI Research

Profitability Ratios (%)



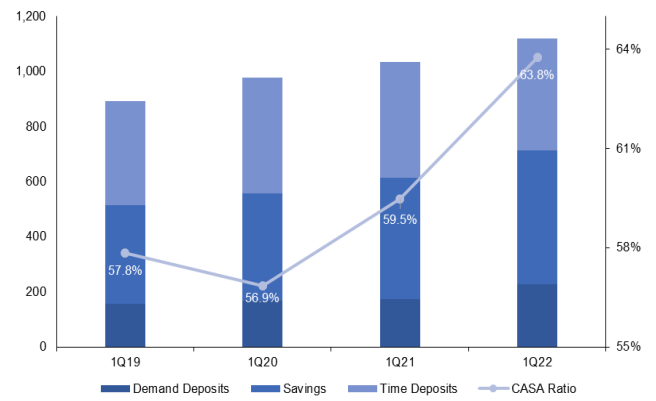
Source: Company, NHKSI Research

Asset Quality (%)



Source: Company, NHKSI Research

Third Party Funds Composition (IDR Trn)



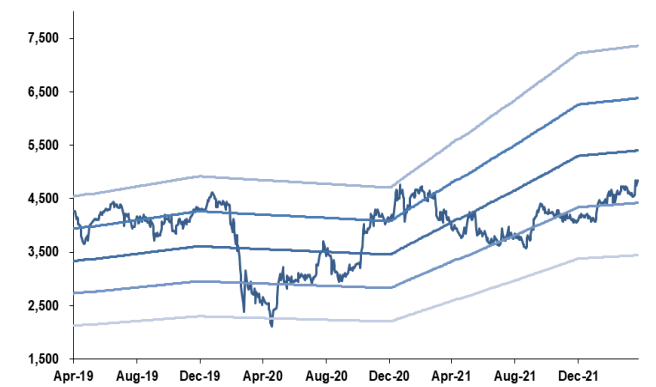
Source: Company, NHKSI Research

Forward P/B Band | Last 3 Years



Source: Company, NHKSI Research

Dynamic Forward P/B Band | Last 3 Years



Source: Company, NHKSI Research

Summary of Financials

INCOME STATEMENT					PROFITABILITY & STABILITY				
(IDR bn)	2021/12A	2022/12F	2023/12F	2024/12F		2021/12A	2022/12F	2023/12F	2024/12F
Interest Income	143,523	144,526	157,479	162,887	ROE	13.4%	11.4%	12.8%	12.9%
<i>Growth (% y/y)</i>	22.7%	0.7%	9.0%	3.4%	ROA	2.1%	2.0%	2.2%	2.3%
Interest Expenses	(29,429)	(31,618)	(31,632)	(32,768)	Non-Int. Inc. /Op. Rev	27.0%	28.4%	27.7%	28.0%
Net Interest Income	114,094	112,908	125,847	130,119	Cost/Income	48.7%	47.2%	47.9%	47.5%
<i>Net Interest Margin</i>	7.6%	7.0%	7.4%	7.3%	Cash Dividend (IDR bn)	12,126	19,417	21,813	25,434
Net Fee Income	17,062	19,221	20,121	21,477	Dividend Yield (%)	2.0%	2.3%	2.2%	2.4%
Trading Income	5,286	5,795	6,145	6,516	Payout Ratio (%)	36.9%	56.7%	54.1%	58.8%
Other Operating Income	19,910	19,703	21,961	22,707	Loan/Deposits	91.6%	91.2%	91.7%	91.2%
Operating Revenue	156,353	157,627	174,075	180,819	Loan/Assets	62.1%	63.0%	62.7%	62.7%
Operating Expenses	(76,081)	(74,325)	(83,393)	(85,942)	NPL	3.1%	3.0%	3.0%	3.0%
Pre-provisioning OP	80,272	83,302	90,682	94,877	Loan Loss Res./Loan	8.4%	9.3%	10.7%	11.9%
Provision for Impairment	(39,128)	(39,467)	(39,657)	(39,837)	CASA/Deposits	63.1%	65.6%	68.5%	71.0%
EBT	40,992	43,722	50,877	54,898	Time Deposits/Deposits	36.9%	34.4%	31.5%	29.0%
Income Tax	(7,836)	(9,182)	(10,205)	(11,270)	Par Value (IDR)	250	250	250	250
Non-controlling Interest	(311)	(324)	(381)	(409)	Total Shares (mn)	151,277	151,277	151,277	151,277
Net Profit	32,846	34,216	40,291	43,219	Share Price (IDR)	4,068	5,500	6,476	6,947
<i>Growth (% y/y)</i>	76.1%	4.2%	17.8%	7.3%	Market Cap (IDR tn)	615.4	832.0	979.7	1,050.9

BALANCE SHEET					VALUATION INDEX				
(IDR bn)	2021/12A	2022/12F	2023/12F	2024/12F		2021/12A	2022/12F	2023/12F	2024/12F
Cash	26,300	34,956	45,455	56,344	Price /Earnings	18.7x	24.3x	24.3x	24.3x
Placement in Banks	129,439	142,806	147,069	156,569	Price /Book Value	2.1x	2.7x	3.0x	3.1x
Net Loans	955,038	993,174	1,029,809	1,070,374	Price/Op. Revenue	3.9x	5.3x	5.6x	5.8x
Investment	432,725	432,735	458,068	480,491	PE/EPS Growth	0.2x	5.8x	1.4x	3.3x
Fixed Asset	47,970	60,140	75,299	88,388	EV/Operating Revenue	4.9x	6.1x	6.4x	6.5x
Other Assets	86,626	86,521	93,665	97,262	EV/PPOP	9.5x	11.6x	12.3x	12.5x
Total Assets	1,678,098	1,750,331	1,849,364	1,949,428	EV (IDR bn)	759,151	962,257	1,114,801	1,181,391
Deposits	1,138,743	1,209,376	1,264,350	1,339,154	Op. Rev. CAGR (3-Yr)	19.1%	15.6%	16.1%	18.2%
Debt	167,005	162,137	177,467	183,751	EPS CAGR (3-Yr)	4.2%	1.9%	5.4%	32.3%
Other liabilities	80,563	72,231	82,482	83,672	Basic EPS (IDR)	217	226	266	286
Total Liabilities	1,386,311	1,443,745	1,524,299	1,606,578	Diluted EPS (IDR)	217	226	266	286
Capital Stock & APIC	83,821	83,821	83,821	83,821	BVPS (IDR)	1,929	2,027	2,149	2,266
Retained Earnings	185,009	199,809	218,287	236,072	Op. Revenue PS (IDR)	1,034	1,042	1,151	1,195
Shareholders' Equity	291,787	306,587	325,065	342,850	DPS (IDR)	80	128	144	168

CASH FLOW STATEMENT					OWNERSHIP			
(IDR bn)	2021/12A	2022/12F	2023/12F	2024/12F	By Geography	% Shareholders	%	
Operating Cash Flow	67,742	33,184	60,503	54,209	Indonesia	74.5	Republic of Indonesia	53.2
Investing Cash Flow	(115,614)	(70,876)	(98,493)	(98,973)	United States	11.8	JP Morgan Chase	2.2
Financing Cash Flow	30,009	46,349	48,491	55,655	Luxembourg	4.6	Vanguard Group	1.7
Net Changes in Cash	(17,863)	8,657	10,500	10,891	Others	9.1	Others	43.0

Source: NHKSI Research, Bloomberg

NH Korindo Sekuritas Indonesia (NHKSI) Stock Ratings

1. Based on a stock's forecasted absolute return over a period of 12 months from the date of publication.
2. Rating system based on a stock's potential upside from the date of publication
 - Buy : Greater than +15%
 - Overweight : +5% to +15%
 - Hold : -5% to +5%
 - Underweight : -5% to -15%
 - Sell : Less than -15%

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