

Bank Negara Indonesia Tbk (BBNI)

Valuasi Atraktif dengan CoF Rendah

BBNI mencatatkan pertumbuhan laba bersih hingga 75,1% YoY menjadi senilai IDR8,8 triliun pada 1H22, dan PPOP yang meningkat 6,8% YoY menjadi IDR17,2 triliun (+2,3% QoQ). Lebih lanjut, kredit dan Third Party Funds masing-masing tumbuh 8,9% YoY dan 7,0% YoY, namun mampu menekan CoF turun 0,3% YoY. Di sisi lain, NIM masih mengalami tekanan atau turun 20Bps menjadi 4,7%. BBNI masih fokus pada pertumbuhan kredit segmen korporasi.

CoF Third Party Funds Lebih Rendah

- BBNI mencatatkan Net Interest Income senilai IDR19,6 triliun (+1,5% YoY); dengan pertumbuhan kredit mencapai 8,9% YoY. Sementara, Non-Interest Income tumbuh signifikan 11,0% menjadi senilai IDR7,6 triliun. Pertumbuhan pendapatan secara keseluruhan mendorong PPOP menjadi IDR17,2 triliun (+6,8% YoY Vs. 1H21 IDR16,1 triliun).
- Secara bersamaan, biaya provisi berhasil turun 34,6% YoY ke IDR6,4 triliun, yang menghasilkan Net Profit 1H22 senilai IDR8,8 triliun (+75,1% YoY). BBNI juga berhasil menekan CoF Third Party Funds lebih rendah 0,3% YoY menjadi senilai IDR1,4 triliun. Sementara itu, NIM sedikit menurun 20Bps menjadi sebesar 4,7% (Vs. 4,9% di 1H21).
- NPL dan Restrukturisasi Kredit dalam Tren Menurun. Secara spesifik, BBNI mampu menjaga kualitas aset. Gross NPL BBNI turun 70Bps menjadi 3,2% (Vs. 1H21 3,9%). Adapun NPL Coverage Ratio naik menjadi 263,3% (Vs. 1H21 215,5%).

Segmen Risiko Rendah Menopang Kebijakan Konservatif

- Segmen korporasi masih memberikan kontribusi terbesar terhadap kredit; 50,2% dari komposisi total kredit BBNI. Sisa komposisi kredit hampir terbagi rata pada segmen lainnya: Medium (16,2%); Small (16,2%); dan Consumer (16,8%).
- Kebijakan kredit BBNI yang konservatif terus membuahkan hasil, dengan pertumbuhan kredit terbesar dicatat oleh Segmen Risiko Rendah, seperti: Corporate Private (+14,7% YoY), Large Commercial (+31,2% YoY), Government Subsidy Loan (+26,5%), dan Payroll Loan (+19,6%).
- Dari sisi pendanaan, total Third Party Funds naik 7,0% YoY menjadi IDR691,8 triliun; dengan CASA (+6,4%) dan Time Deposito (+8,3%). Hal ini menghasilkan rasio CASA sebesar 69,2% atau sedikit lebih rendah 69,6% di 1H21.

Rekomendasi Buy dengan TP IDR 10.700

- NHKS Research menaikkan rekomendasi menjadi Buy untuk BBNI, dengan TP IDR10.700, mencerminkan P/BV 1,4x atau di atas rata-rata 3-tahun 1,0x, dengan potensi kenaikan hingga 29,7%. Rekomendasi kami didukung oleh NIM yang relatif terjaga secara kuartalan, CoF Third Party Funds dan LAR yang menurun.
- Ditopang oleh valuasi yang atraktif dibanding bank BUKU IV lainnya (BBRI, BMRI, BBKA), BBNI masih akan menjadi pilihan investasi yang menarik. Di sisi lain, kami tetap mencermati kenaikan inflasi akan mempengaruhi pertumbuhan kredit dan kualitas aset, serta tekanan NIM dari kompetitor.

Bank Negara Indonesia Tbk | Summary (IDR bn)

In IDR bn	2021	2022F	2023F	2024F
Interest Income	50,026	65,377	71,584	84,420
<i>Interest Income growth</i>	-10.9%	30.7%	9.5%	17.9%
Operating Revenue	55,865	66,243	73,079	81,872
Net profit	10,899	14,801	19,432	23,616
EPS (IDR)	584	794	1,042	1,266
<i>EPS growth</i>	232.2%	35.8%	31.3%	21.5%
BVPS (IDR)	6,784	7,510	8,482	9,735
Net Interest Margin	4.4%	4.9%	4.9%	5.0%
Loan/Deposits	78.3%	78.0%	74.6%	73.2%
NPL	3.7%	3.7%	3.7%	3.7%
ROE	9.1%	11.1%	13.0%	13.9%
ROA	1.2%	1.4%	1.7%	1.8%
P/E	11.6x	13.5x	13.5x	13.5x
P/BV	1.0x	1.4x	1.7x	1.8x
P/Op. Revenue	2.3x	3.0x	3.6x	3.9x
DPS (IDR)	44	44	58	71
<i>Dividend yield</i>	0.7%	0.4%	0.4%	0.4%

Source: Company Data, Bloomberg, NHKSI Research

Please consider the rating criteria & important disclaimer

Buy

Target Price (IDR)	10,700
Consensus Price (IDR)	10,176
TP to Consensus Price	+5.1%
Potential Upside	+29.7%

Shares data

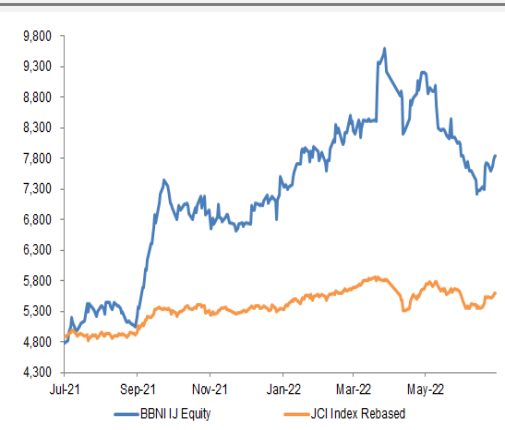
Last Price (IDR)	8,250
Price date as of	Aug. 8, 2022
52 wk range (Hi/Lo)	9,900 / 4,560
Free float (%)	40.0
Outstanding sh.(mn)	18,649
Market Cap (IDR bn)	138,932
Market Cap (USD mn)	9,652
Avg. Trd Vol - 3M (mn)	28.2
Avg. Trd Val - 3M (bn)	196.5
Foreign Ownership	14.5%

Financial Services

Banking

Bloomberg	BBNI.IJ
Reuters	BBNI.JK

Share Price Performance



	YTD	1M	3M	12M
Abs. Ret.	16.3%	-2.2%	-14.9%	59.2%
Rel. Ret.	10.7%	-2.3%	-11.1%	45.7%

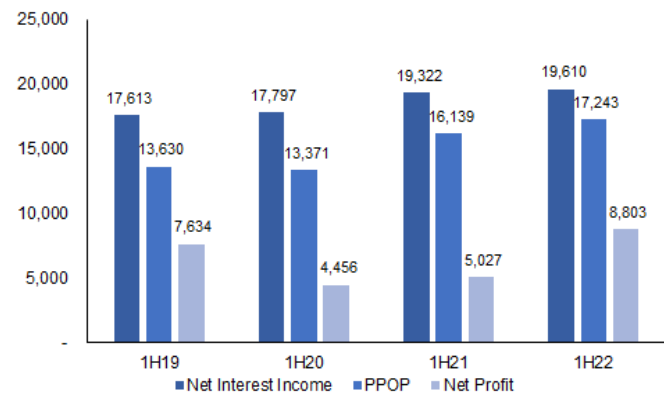
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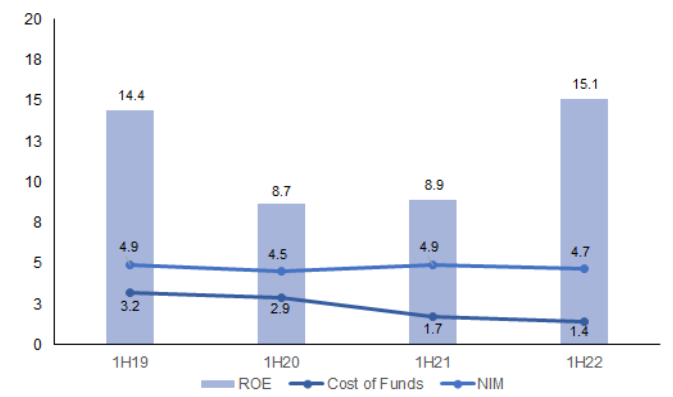
Performance Highlights

Financial Performance (IDR Billion)



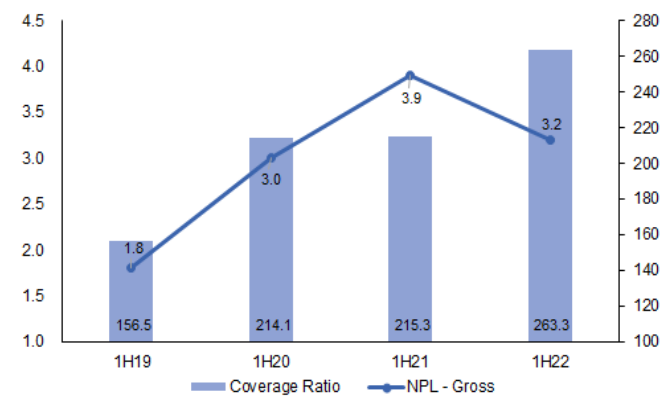
Source: Company, NHKSI Research

Profitability Ratios (%)



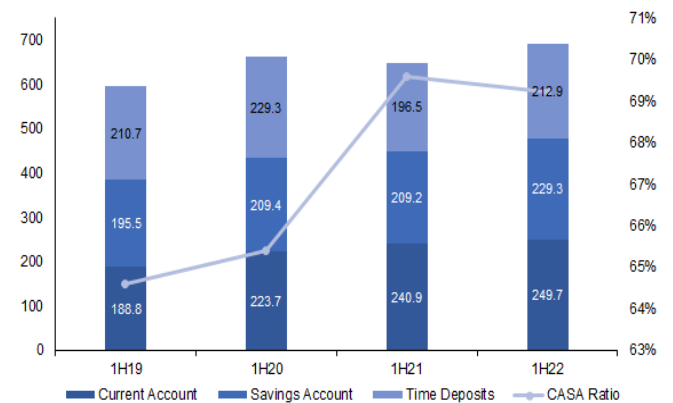
Source: Company, NHKSI Research

Asset Quality



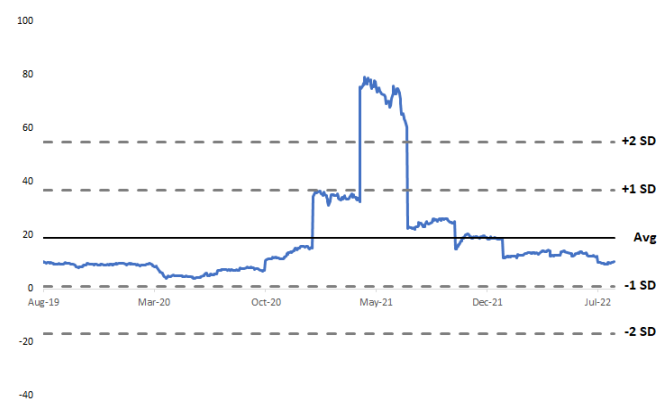
Source: Company, NHKSI Research

Third Party Fund (IDR Trn)



Source: Company, NHKSI Research

PER | Last 3 Years



Source: Company, NHKSI Research

PBV | 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	50,026	65,377	71,584	84,420	ROE	9.1%	11.1%	13.0%	13.9%
<i>Growth (% y/y)</i>	<i>-10.9%</i>	<i>30.7%</i>	<i>9.5%</i>	<i>17.9%</i>	ROA	1.2%	1.4%	1.7%	1.8%
Interest Expenses	(11,779)	(19,536)	(21,245)	(27,892)	Non-Int. Inc. /Op. Rev	31.5%	30.8%	31.1%	31.0%
Net Interest Income	38,247	45,841	50,338	56,527	Cost/Income	44.4%	43.0%	43.0%	44.2%
<i>Net Interest Margin</i>	<i>4.4%</i>	<i>4.9%</i>	<i>4.9%</i>	<i>5.0%</i>	Cash Dividend (IDR bn)	820	829	1,088	1,323
Net Fee Income	8,943	10,719	11,771	13,026	Dividend Yield (%)	0.7%	0.4%	0.4%	0.4%
Trading Income	3,043	2,932	3,557	3,995	Payout Ratio (%)	7.5%	5.6%	5.6%	5.6%
Other Operating Income	5,632	6,750	7,412	8,324	Loan/Deposits	78.3%	78.0%	74.6%	73.2%
Operating Revenue	55,865	66,243	73,079	81,872	Loan/Assets	60.4%	60.2%	57.6%	56.4%
Operating Expenses	(24,801)	(28,485)	(31,424)	(36,214)	NPL	3.7%	3.7%	3.7%	3.7%
Pre-provisioning OP	31,064	37,759	41,655	45,659	Loan Loss Res./Loan	8.6%	7.0%	6.0%	4.7%
Provision for Impairment	(18,297)	(19,226)	(17,379)	(14,696)	CASA/Deposits	69.4%	71.7%	74.0%	76.1%
EBT	12,551	18,270	23,986	30,645	Time Deposits/Deposits	30.6%	28.3%	26.0%	23.9%
Income Tax	(1,574)	(3,289)	(4,317)	(6,742)	Par Value (IDR)	375	375	375	375
Non-controlling Interest	(79)	(180)	(236)	(287)	Total Shares (mn)	18,649	18,649	18,649	18,649
Net Profit	10,899	14,801	19,432	23,616	Share Price (IDR)	6,750	10,700	14,048	17,072
<i>Growth (% y/y)</i>	<i>232.2%</i>	<i>35.8%</i>	<i>31.3%</i>	<i>21.5%</i>	Market Cap (IDR tn)	125.9	199.5	262.0	318.4

BALANCE SHEET					VALUATION INDEX				
(IDR bn)	2021/12A	2022/12F	2023/12F	2024/12F		2021/12A	2022/12F	2023/12F	2024/12F
Cash	13,684	28,638	68,909	100,635	Price /Earnings	11.6x	13.5x	13.5x	13.5x
Placement in Banks	160,542	178,662	193,225	213,484	Price /Book Value	1.0x	1.4x	1.7x	1.8x
Net Loans	532,141	602,607	659,233	738,022	Price/Op. Revenue	2.3x	3.0x	3.6x	3.9x
Investment	160,072	161,055	183,641	197,896	PE/EPS Growth	0.0x	0.4x	0.4x	0.6x
Fixed Asset	26,883	26,472	26,106	28,314	EV/Operating Revenue	3.0x	3.5x	3.6x	3.6x
Other Assets	71,515	79,638	86,137	95,211	EV/PPOP	5.3x	6.1x	6.3x	6.4x
Total Assets	964,838	1,077,074	1,217,251	1,373,562	EV (IDR bn)	166,186	231,024	260,742	293,641
Deposits	743,546	831,088	939,348	1,057,256	Op. Rev. CAGR (3-Yr)	5.3%	8.4%	12.0%	13.6%
Debt	51,209	57,238	64,694	72,815	EPS CAGR (3-Yr)	-9.4%	-1.3%	80.9%	29.4%
Other liabilities	43,563	48,692	55,035	61,943	Basic EPS (IDR)	584	794	1,042	1,266
Total Liabilities	838,318	937,019	1,059,077	1,192,013	Diluted EPS (IDR)	584	794	1,042	1,266
Capital Stock & APIC	26,065	26,065	26,065	26,065	BVPS (IDR)	6,784	7,510	8,482	9,735
Retained Earnings	78,250	91,600	109,659	132,911	Op. Revenue PS (IDR)	2,996	3,552	3,919	4,390
Shareholders' Equity	126,520	140,055	158,174	181,549	DPS (IDR)	44	44	58	71

CASH FLOW STATEMENT					OWNERSHIP			
(IDR bn)	2021/12A	2022/12F	2023/12F	2024/12F	By Geography	% Shareholders	%	
Operating Cash Flow	17,859	(10,017)	2,279	(2,537)	Indonesia	85.5	Republic of Indonesia	60.0
Investing Cash Flow	(23,341)	(67,333)	(76,411)	(91,525)	United States	4.9	Vanguard Group	1.5
Financing Cash Flow	89,024	92,928	114,688	124,829	Luxembourg	2.9	Norges Bank	1.4
Net Changes in Cash	83,541	15,577	40,556	30,768	Others	6.7	Others	37.3

Source: Company Data, Bloomberg, NHKSI Research

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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