

Bank Central Asia Tbk (BBCA)

Kuartal Pertama 2023 Melampaui Ekspektasi

Awal kuartal 1 2023, BBCA menorehkan kinerja yang kuat dan melampaui ekspektasi untuk membuka awal kuartal ini. BBCA membukukan Net Profit di 1Q23 sebesar IDR 11.53T, meningkat sejumlah 43.0% secara YoY. Secara YoY, NIM di periode 1Q23 menjadi 5.6% naik 70 Bps YoY dari 4.9% (secara konsolidasi). Peningkatan Net Profit yang fantastis di awal kuartal 1 2023 ini didukung pula oleh kenaikan Net Interest Income (NII) 28% menjadi IDR 18.531 T secara YoY, kemudian PPOP naik sejumlah 22.9% menjadi IDR 15.580 T secara YoY.

Penyaluran Kredit Masih Kuat Untuk Bertumbuh di Q1 2023

- Di awal kuartal I tahun 2023, BBCA masih bisa mencatat pertumbuhan dari segi kredit di mana total kredit yang disalurkan pada tahun 2023 naik sejumlah 12.0% secara YoY dan 0.4% secara QoQ menjadi IDR 713.8T (1Q22 IDR 637.1T; 4Q22 711.3T). Pertumbuhan kredit di kuartal ini juga sesuai dengan indikasi dan guidance dari manajemen untuk tahun 2023. Dari segmen lending, pertumbuhan kredit BBCA masih bertumbuh di semua segmen, terutama dengan Corporate sebagai segmen penyumbang utama porsi terbesar penyaluran kredit tumbuh hingga 11,7% YoY. Selanjutnya, pertumbuhan kredit tersebut diikuti oleh Consumer dan Commercial & SME, yang masing-masing tumbuh 12,7% YoY dan 11,8% YoY.
- Adapun untuk kualitas portfolio kredit BCA di awal 1Q23 ini, NPL turun cukup signifikan dan tajam secara YoY yaitu 50 Bps, dari yang semula 2,3% ke 1,8% namun secara QoQ meningkat 10 Bps. Penurunan tajam juga terjadi di Cost of Credit (CoC) yang turun 110 Bps secara YoY menjadi 0,8% (1Q22 1,9%) di mana jika melihat pada pencapaian CoC di kuartal ini sesuai dengan guidance dari manajemen (0,7-0,8%). Untuk segi kredit yang direstrukturisasi, turun 25,8% YoY menjadi IDR 57,4 Triliun dan menyebabkan LAR turun sebesar 22,7% YoY menjadi IDR 66 T sehingga hal tersebut membuat level LAR/Loans BCA turun ke level 9,5% di 1Q23. (1Q22 13,8%).

Level CASA Bertengger Stabil dan DPK Masih Meningkat

- Kinerja 1Q23, adapun CASA naik 5.7% YoY dan turun 0.5% QoQ menjadi IDR 843.3T (1Q22: IDR 798.16T; 4Q22: IDR 847.94T). Hal ini ditunjang oleh peningkatan simpanan Current Account dan Saving Account masing-masing sebesar 6,5% dan 5,2% secara YoY dan secara QoQ turun masing-masing sebesar -1% dan -0,3%. Untuk jenis simpanan deposito turun 2,1% YoY, sehingga Rasio CASA bertumbuh 1,2% secara YoY menjadi 81,2% (1Q22: 80%). Secara keseluruhan, total DPK masih naik 4,1% secara YoY menjadi IDR 1,038.7T (1Q22: IDR 997.8T).

Rekomendasi Overweight dengan TP di Level IDR 10.050 (+13.88 Upside)

- Per sekarang ini BBCA diperdagangkan pada level di angka 5.2x PBV, di mana jika dibandingkan secara historis dalam 5 tahun terakhir, BBCA diperdagangkan di rata-rata 4.5x PBV-nya di mana hal ini menunjukkan BBCA memiliki valuasi yang cukup premium. Butuh katalis yang kuat untuk melakukan rating ulang di BBCA, seperti growth driver baru dari BBCA untuk menjustifikasi valuasi yang cukup premium.
- NHKS Research tetap merekomendasi Overweight untuk BBCA dengan TP IDR 10.050 (13.88% Upside) di mana mencerminkan P/BV sebesar 4,7x FY23F. Adapun katalis yang bisa menjustifikasi harga BBCA ini adalah dengan performa yang lebih baik di 2023 (Loan bertumbuh, CoC menurun). Sementara itu, yang menjadi risiko dalam potensial downsidenya antara lain adalah situasi makro yang tidak kondusif, tekanan inflasi yang cukup tinggi serta jika ekspektasi growth loan dan kinerja yang tidak bertumbuh.

Bank Central Asia Tbk | Summary (IDR bn)

	2022/12A	2023/12E	2024/12E	2025/12E
Interest Income	72,241	87,820	95,023	104,906
<i>Interest Income growth</i>	10.1%	21.6%	8.2%	10.4%
Operating Revenue	86,817	106,661	116,595	129,123
Net profit	40,736	46,833	53,054	58,555
EPS (IDR)	330	380	430	475
<i>EPS growth</i>	29.6%	15.0%	13.3%	10.4%
BVPS (IDR)	1,794	2,126	2,346	2,567
Net Interest Margin	5.2%	5.7%	5.7%	5.5%
Loan/Deposits	67.7%	72.2%	73.7%	74.1%
NPL	1.7%	1.6%	1.5%	1.4%
ROE	19.2%	19.4%	19.2%	19.3%
ROA	3.2%	3.4%	3.6%	3.6%
Non-Int. Inc. /Op. Rev	26.3%	28.2%	28.0%	28.1%
P/E	25.4x	25.7x	25.7x	25.7x
P/BV	4.7x	4.6x	4.7x	4.7x
DPS (IDR)	205	200	247	261
<i>Dividend yield</i>	2.4%	2.1%	2.2%	2.1%

Source: Company Data, Bloomberg, NHKS Research

Please consider the rating criteria & important disclaimer

Overweight

Target Price (IDR)	10,050
Consensus Price (IDR)	9,776
TP to Consensus Price	+2.80%
Potential Upside	+13.88%

Shares data

Last Price (IDR)	8,825
Price date as of	Mei. 11, 2023
52 wk range (Hi/Lo)	9,400 / 7,000
Free float (%)	42.36
Outstanding sh. (mn)	123,275
Market Cap (IDR bn)	1,084,820
Market Cap (USD mn)	73,458
Avg. Trd Vol - 3M (mn)	74.51
Avg. Trd Val - 3M (bn)	652.54
Foreign Ownership	29.23%

Financial Services

Banking

Bloomberg	BBCA IJ
Reuters	BBCA.JK

Share Price Performance



	YTD	1M	3M	12M
Abs. Ret.	3.2%	0.0%	0.0%	21.3%
Rel. Ret.	4.6%	0.8%	1.8%	18.9%

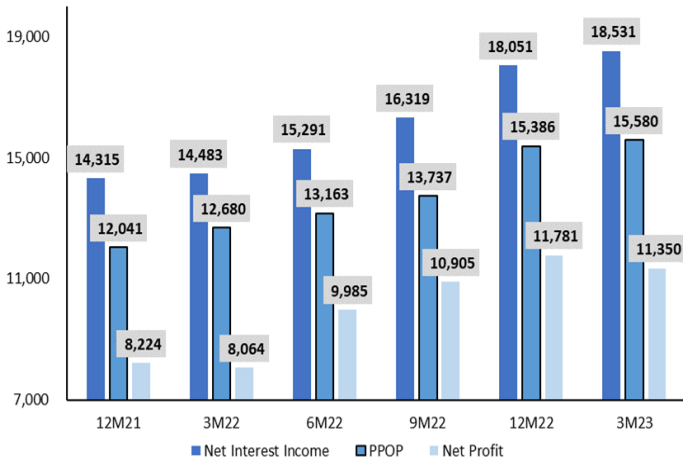
Leonardo Lijuwardi

(021) 5088 9127

Leonardo.lijuwardi@nhsec.co.id

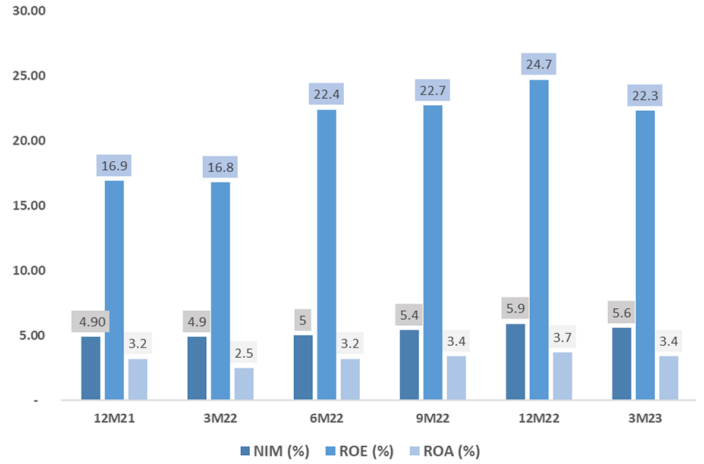
Performance Highlights

Quarterly Financial Performance (IDR Billion)



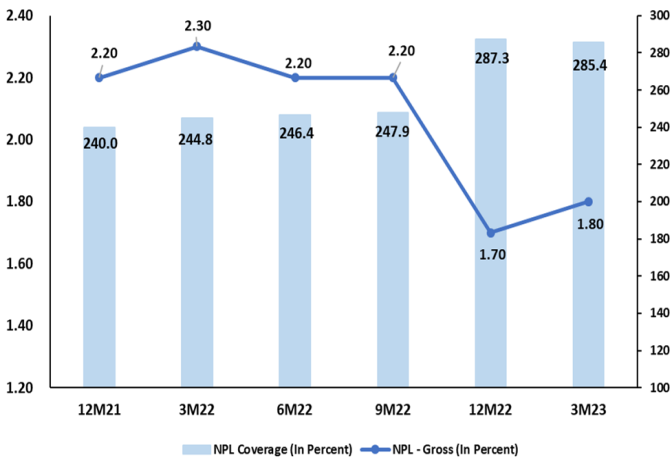
Source: Company, NHKSI Research

Profitability Ratios (%)



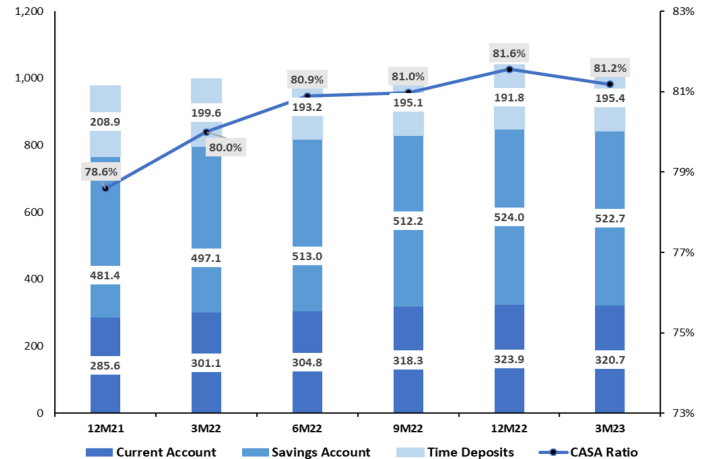
Source: Company, NHKSI Research

Asset Quality (%)



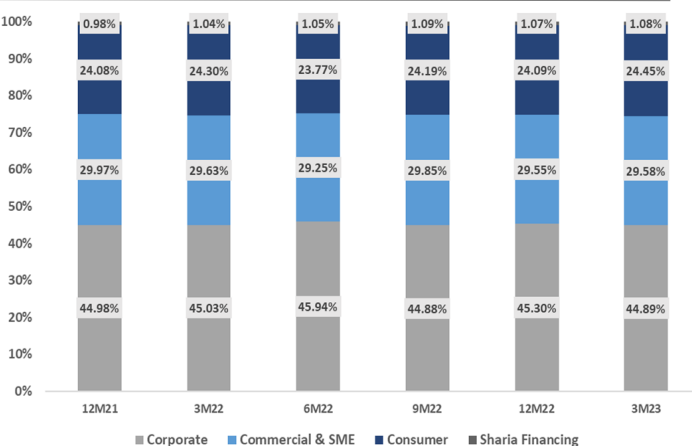
Source: Company, NHKSI Research

Third Party Fund (IDR Trn)



Source: Company, NHKSI Research

Loan Composition Breakdown



Source: Bloomberg, NHKSI Research

F-PBV | Last 3 Years



Source: Bloomberg, NHKSI Research

Summary of Financials

INCOME STATEMENT

(IDR bn)	2022/12A	2023/12E	2024/12E	2025/12E
Interest Income	72,241	87,820	95,023	104,906
Growth (% y/y)	10.1%	21.6%	8.2%	10.4%
Interest Expenses	8,252	11,207	11,121	12,062
Net Interest Income	64,143	76,613	83,901	92,844
Net Interest Margin	5.2%	5.7%	5.7%	5.5%
Net Fee Income	16,584	20,111	22,234	25,068
Trading Income	1,134	3,804	3,332	3,388
Other Operating Income	5,109	6,134	7,128	7,823
Operating Revenue	86,817	106,661	116,595	129,123
Operating Expenses	(31,851)	(41,109)	(44,422)	(48,970)
Pre-provisioning OP	54,966	65,552	72,174	80,154
Provision for Impairment	(4,527)	(7,618)	(6,539)	(7,686)
EBT	50,467	57,933	65,635	72,468
Income Tax	(9,711)	(11,090)	(12,567)	(13,897)
Non-controlling Interest	(20)	(10)	(14)	(16)
Net Profit	40,736	46,833	53,054	58,555
Growth (% y/y)	29.6%	15.0%	13.3%	10.4%

BALANCE SHEET

(IDR bn)	2022/12A	2023/12E	2024/12E	2025/12E
Cash	21,360	26,014	24,145	30,974
Placement in Banks	140,239	133,915	151,009	171,185
Net Loans	669,326	749,675	840,223	942,174
Investment	405,972	424,833	447,347	479,692
Fixed Asset	26,276	29,782	31,295	32,078
Other Assets	51,558	54,860	63,235	70,278
Total Assets	1,314,732	1,419,078	1,557,254	1,726,381
Deposits	1,047,654	1,106,733	1,211,327	1,346,899
Debt	1,956	2,083	2,384	2,634
Other liabilities	43,940	48,159	54,313	60,450
Total Liabilities	1,093,550	1,156,974	1,268,023	1,409,983
Capital Stock & APIC	1,541	1,541	1,541	1,541
Retained Earnings	200,959	239,498	267,144	294,706
Shareholders' Equity	221,182	262,105	289,231	316,398

CASH FLOW STATEMENT

(IDR bn)	2022/12A	2023/12E	2024/12E	2025/12E
Operating Cash Flow	53,068	47,399	57,885	61,650
Investing Cash Flow	(106,703)	(116,354)	(158,721)	(239,255)
Financing Cash Flow	35,915	53,609	78,967	104,435
Net Changes in Cash	(17,720)	(15,346)	(21,868)	(73,171)

Source: Bloomberg, NHKSI Research

PROFITABILITY & STABILITY

	2022/12A	2023/12E	2024/12E	2025/12E
ROE	19.2%	19.4%	19.2%	19.3%
ROA	3.2%	3.4%	3.6%	3.6%
Non-Int. Inc. /Op. Rev	26.3%	28.2%	28.0%	28.1%
Cost/Income	36.7%	38.5%	38.1%	37.9%
Cash Dividend (IDR bn)	25,271	24,687	30,440	32,231
Dividend Yield (%)	2.3%	2.1%	2.2%	2.2%
Payout Ratio (%)	62.0%	52.7%	57.4%	55.0%
Loan/Deposits	67.7%	72.2%	73.7%	74.1%
Loan/Assets	53.5%	55.4%	56.4%	56.9%
NPL	1.68%	1.57%	1.53%	1.40%
Loan Loss Res./Loan	4.9%	4.6%	4.3%	4.0%
CASA/Deposits	81.6%	81.0%	83.4%	85.5%
Time Deposits/Deposits	18.4%	19.0%	16.6%	14.5%
Par Value (IDR)	63	63	63	63
Total Shares (mn)	123,275	123,275	123,275	123,275
Share Price (IDR)	8,825	9,725	11,017	12,159
Market Cap (IDR tn)	1,087.9	1,198.8	1,358.1	1,498.9

VALUATION INDEX

	2022/12A	2023/12E	2024/12E	2025/12E
Price /Earnings	26.7x	25.6x	25.6x	25.6x
Price /Book Value	4.9x	4.6x	4.7x	4.7x
Price/Op. Revenue	12.5x	11.2x	11.6x	11.6x
PE/EPS Growth	0.9x	1.7x	1.9x	2.5x
EV/Operating Revenue	12.3x	11.0x	11.5x	11.4x
EV/PPOP	19.4x	17.9x	18.5x	18.3x
EV (IDR bn)	1,066,013	1,175,109	1,336,546	1,470,813
Op. Rev. CAGR (3-Yr)	6.9%	12.4%	14.1%	13.9%
EPS CAGR (3-Yr)	12.6%	20.0%	19.1%	12.9%
Basic EPS (IDR)	330	380	430	475
Diluted EPS (IDR)	330	380	430	475
BVPS (IDR)	1,794	2,126	2,346	2,567
Op. Revenue PS (IDR)	704	865	946	1,047
DPS (IDR)	205	200	247	261

OWNERSHIP

By Geography	% Shareholders	%
Indonesia	70.03	Dwimuria Investama And 54.94
United States	12.30	Vanguard Group Inc 1.80
Luxembourg	4.09	JP Morgan Chase & Co 1.75
Others	13.58	Others 41.51

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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