

Bank Central Asia Tbk (BBCA)

Pertumbuhan Gemilang di Kredit, Performa Bersinar

Per periode Kuartal III - 9M 2023, BBCA masih mencetak kinerja yang solid dan kuat. BBCA membukukan *Net Profit* di 9M23 sebesar IDR 36.4T, meningkat sejumlah 25.8% YoY (9M22: IDR 29T) dan -3.4% QoQ (2Q23: IDR 12.7T & 3Q23: IDR 12.2T). Adapun NIM di periode 9M23 berada stabil di level 5.5% (YoY +40 Bps, 2Q23: 5.5%). Peningkatan *Net Profit* yang solid di 9M 2023 ditopang oleh kenaikan *Net Interest Income* (NII) 21.3% menjadi IDR 55.9 T secara YoY (+1.2% QoQ). Biaya Operasional per periode 9M 2023 cukup mengalami peningkatan tajam (+16.6% YoY) akibat peningkatan beban karyawan (+14.1% YoY) sekaligus kenaikan Beban G&A +18.7% yang disebabkan kenaikan biaya untuk infrastruktur telekomunikasi dan IT.

Penyaluran Kredit Mengalami Pertumbuhan di Segala Segmen per 9M-2023

- Per periode saat ini, 9M-2023, BBCA masih mencatatkan pertumbuhan penyaluran kredit yang solid dan mantap di mana total kredit yang disalurkan pada periode 9M-2023 naik sejumlah +12.3% secara YoY dan +4.1% secara QoQ menjadi IDR 766.1T (9M22: IDR 682T; 2Q23 IDR 735.9T).
- Dari segmen lending, pertumbuhan kredit BBCA masih bertumbuh di semua segmen, terutama dengan Corporate sebagai segmen penyumbang utama porsi terbesar penyaluran kredit tumbuh hingga +12.2% YoY dan +5.4% QoQ. Selain itu, di periode ini hal yang menjadi salah satu hal yang menarik untuk disimak adalah menguatnya pertumbuhan penyaluran kredit terjadi di segala segmen baik segmen konsumen individu (KPR, Kendaraan Bermotor dan CC) bertumbuh +14.4% YoY dan +3.2% QoQ dan segmen non-individu (Business Banking) mencatat pertumbuhan baik di Segmen Commercial (+6.5% YoY dan +2.7% QoQ) serta SME (*Small Medium Enterprise*) yang bertumbuh drastis sebesar +16.4% YoY (+3.4% QoQ).
- Adapun salah satu hal yang cukup mengangkat pertumbuhan kredit BCA dari segmen kredit consumer adalah BCA Expo, dimana per tahun ini mencetak IDR 46T total permohonan aplikasi (Growth +53% YoY) dengan angka pengujung mencapai lebih dari 179 ribu pengujung. Kedepannya, untuk segmen KPR dan untuk Kredit Kendaraan Bermotor (KKB) akan mencoba merambah pasar di kota kecil dan menumbuhkan segment 4W (Mobil).
- Berbicara mengenai kualitas portfolio kredit BCA di periode 9M23 ini, NPL turun secara YoY yaitu 20 Bps, dari yang semula 2.2% ke 2.0% namun secara QoQ meningkat 10 Bps dan cukup stabil di level 2.0%. Untuk segi kredit yang direstrukturisasi, turun 35.6% YoY menjadi IDR 44.3 Triliun (QoQ -11.2%) dan menyebabkan LAR turun sebesar 26.7% YoY (QoQ -8.2%) menjadi IDR 56.9T sehingga hal tersebut membuat level LAR/Loans BCA turun ke level 7.6% di 9M23.

DPK Masih Bertumbuh & CASA Ratio Sedikit Menurun Akibat Peningkatan Simpanan Deposito

- Kinerja per periode 9M23 adapun CASA masih bisa naik baik secara YoY +4.7% dan QoQ +0.6% menjadi IDR 869.8T (9M22: IDR 830.4T; 2Q23: IDR 864.7T). Hal ini ditunjang oleh peningkatan simpanan Current Account dan Saving Account masing-masing sebesar +6.1% dan +3.9% secara YoY sekaligus bertumbuh secara kuartalan sebesar +2.7% dan -0.7%. Untuk jenis simpanan deposito naik 12.3% YoY dan 6.1% QoQ. Secara keseluruhan, total DPK masih naik 6.0% secara YoY dan 3.1% secara QoQ menjadi IDR 1,071T (2Q22: IDR 1,011T ; 1Q23: IDR 1,039T). Walaupun CASA Ratio mengalami sedikit penurunan akibat pertumbuhan Deposito (*High cost fund*) yang cukup signifikan secara kuartalan, namun Rasio CASA masih stabil berada di level 80% (YoY -10 Bps dan -80 Bps QoQ).

Rekomendasi Buy dengan TP di Level IDR 10,300 (+17.4% Upside)

- Kami NHKSI Research merekomendasikan Buy untuk BBCA dengan TP IDR 10,300 (+17.4% Upside) di mana mencerminkan P/BV sebesar 4.8x FY23F. Adapun katalis yang bisa menjustifikasi harga BBCA ini adalah kinerja penyaluran 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	2023/12F	2024/12F	2025/12F
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	26.7x	27.1x	27.1x	27.1x
P/BV	4.9x	4.8x	5.0x	5.0x
DPS (IDR)	205	200	247	261
<i>Dividend yield</i>	2.3%	1.9%	2.1%	2.0%

Source: Company Data, Bloomberg, NHKSI Research

Buy

Target Price (IDR)	10,300
Consensus Price (IDR)	10,177
TP to Consensus Price	+1.2%
Potential Upside	+17.4%

Shares data

Last Price (IDR)	8,775
Price date as of	Oktober. 24, 2023
52 wk range (Hi/Lo)	9,400 / 7,250
Free float (%)	42.37
Outstanding sh. (mn)	123,275
Market Cap (IDR bn)	1,081,738
Market Cap (USD mn)	68,188
Avg. Trd Vol - 3M (mn)	69.66
Avg. Trd Val - 3M (bn)	635.62
Foreign Ownership	28.57%

Financial Services

Banking

Bloomberg	BBCA IJ
Reuters	BBCA.JK

Share Price Performance



	YTD	1M	3M	12M
Abs. Ret.	2.6%	-2.5%	-3.6%	-1.4%
Rel. Ret.	3.3%	0.2%	-2.7%	2.1%

Leonardo Lijuwardi

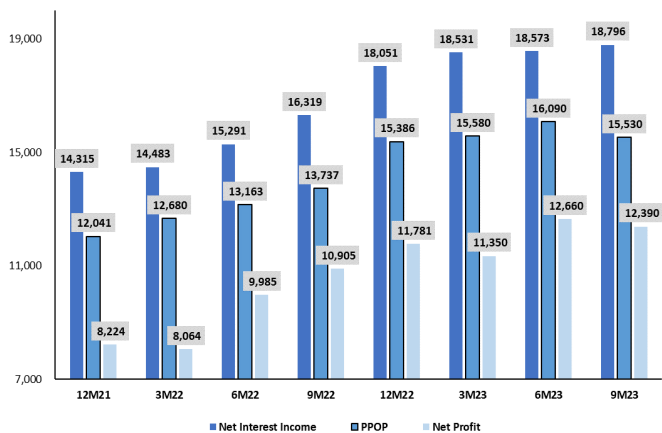
(021) 5088 9127

Leonardo.lijuwardi@nhsec.co.id

Please consider the rating criteria & important disclaimer

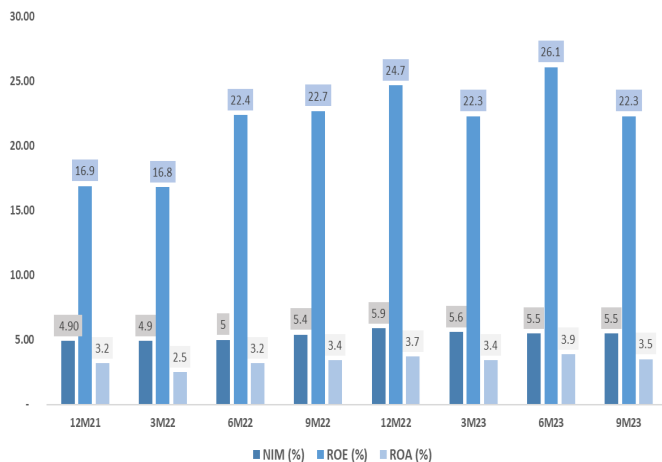
Performance Highlights

Quarterly Financial Performance (IDR Billion)



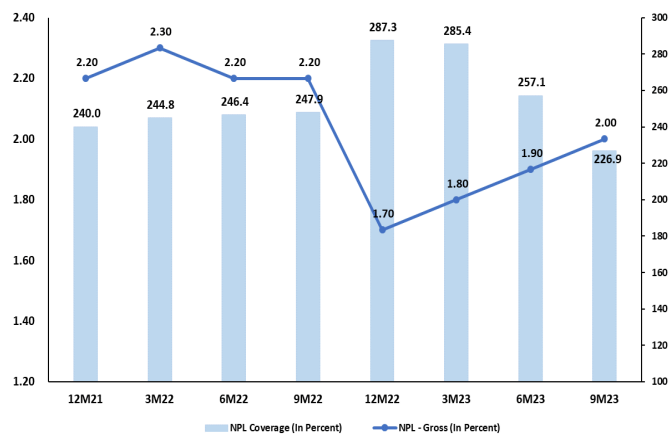
Source: Company, NHKSI Research

Profitability Ratios (%)



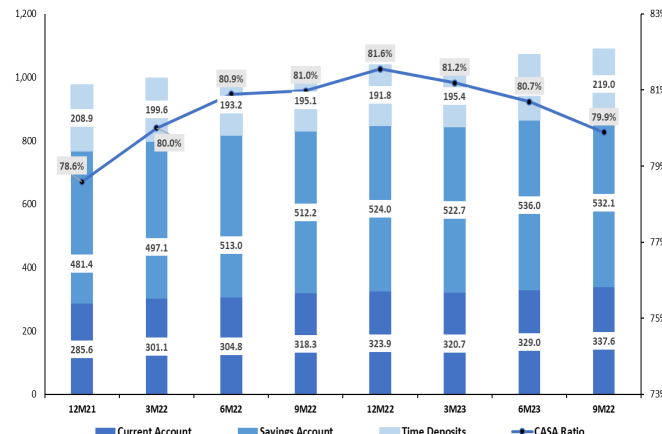
Source: Company, NHKSI Research

Asset Quality (%)



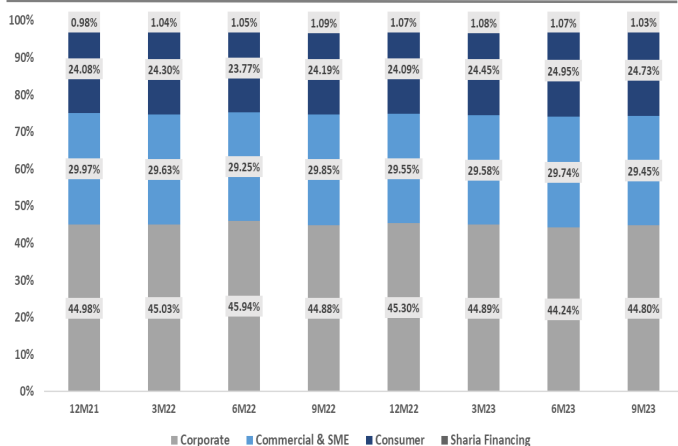
Source: Company, NHKSI Research

Third Party Fund Composition (IDR Tn)



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	2023/12F	2024/12F	2025/12F
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	2023/12F	2024/12F	2025/12F
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	2023/12F	2024/12F	2025/12F
Operating Cash Flow	53,068	60,949	66,439	75,631
Investing Cash Flow	(106,703)	(108,354)	(123,464)	(129,255)
Financing Cash Flow	35,915	52,059	55,156	60,453
Net Changes in Cash	(17,720)	4,654	(1,869)	6,829

Source: Company Data, Bloomberg, NHKSI Research

PROFITABILITY & STABILITY

	2022/12A	2023/12F	2024/12F	2025/12F
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%	1.9%	2.1%	2.0%
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	1.7%	1.6%	1.5%	1.4%
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)	8,775	10,300	11,668	12,878
Market Cap (IDR tn)	1,081.7	1,269.7	1,438.4	1,587.5

VALUATION INDEX

	2022/12A	2023/12F	2024/12F	2025/12F
Price /Earnings	26.6x	27.1x	27.1x	27.1x
Price /Book Value	4.9x	4.8x	5.0x	5.0x
Price/Op. Revenue	12.5x	11.9x	12.3x	12.3x
PE/EPS Growth	0.9x	1.8x	2.0x	2.6x
EV/Operating Revenue	12.2x	11.7x	12.2x	12.1x
EV/PPOP	19.3x	19.0x	19.6x	19.5x
EV (IDR bn)	1,059,849	1,245,992	1,416,844	1,559,437
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	71.43 Dwimuria Investama Andalan	54.94
United States	13.22 Affiliated Parties	2.46
Luxembourg	3.87 Vanguard	2.09
Others	11.48 Others	40.51

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%

DISCLAIMER

This document is strictly confidential and is being supplied to you solely for your information. The recipients of this report must make their own independent decisions regarding any securities or financial instruments mentioned herein. This document may not be quoted, reproduced, exhibited, redistributed, transmitted, edited, translated, or published, in whole or in part, for any purpose without notice. Any failure to comply with this restriction may constitute a violation of civil or criminal laws.

This report and any electronic access hereto are restricted and intended only for the clients and related entities of PT NH Korindo Sekuritas Indonesia. This report is only for information and recipient use. It is not reproduced, copied, or made available for others. Under no circumstances is it considered as a selling offer or solicitation of securities buying. Any recommendation contained herein may not be suitable for all investors. Although the information hereof is obtained from reliable sources, its accuracy and completeness cannot be guaranteed. PT NH Korindo Sekuritas Indonesia, its affiliated companies, employees, and agents are held harmless from any responsibility and liability for claims, proceedings, action, losses, expenses, damages, or costs filed against or suffered by any person as a result of acting pursuant to the contents hereof. Neither is PT NH Korindo Sekuritas Indonesia, its affiliated companies, employees, nor agents are liable for errors, omissions, misstatements, negligence, inaccuracy contained herein. All rights reserved by PT NH Korindo Sekuritas Indonesia.