BINA ARTHA SEKURITAS

Equity Research

BCA

PT Bank Central Asia,Tbk

BUY

May 7th, 2025
Banking, Equity

Price	**IDR**	**9,075**
Target Price	**IDR**	**10,750**
JKSE Index	**IDR**	**6,926.22**

Stock Code	
Bloomberg code	**BBCA IJ**
Market Cap (IDR Tn)	**1,118.7**
52-Week High (IDR)	**10,950**
52-Week Low (IDR)	**7,275**
Free Float (%)	**42.82**

Major Shareholders (%)	
DIA	**54.94**
Others	**45.06**

USD/IDR-YE (JISDOR)	
2024A	**16,157**
2025F	**16,228**

Key Indicators (%)	
Gross NPL (Bank-Only)	**1.94**
Net Interest Margin	**6.18**

Analyst: Achmadi Hangradhika
achmadi.hangradhika@binaartha.com

Investment Considerations

Consistent Profit Growth in Q1-2025

BBCA delivered solid earnings in Q1 2025, with net income attributable to the parent entity rising 9.83% YoY to IDR 14.14 trillion. Net Interest Income increased by 6.54% YoY, driving a NIM of 5.80%, up 20 bps YoY. Other Operating Income also contributed positively, rising 6.31% YoY, while net income from FVTPL transactions surged 32.53% YoY. Looking ahead, we forecast full-year 2025 net income to grow by 6.25% YoY, with consolidated NIM ratio reaching 6.18%.

Strong Loan Growth in Early 2025

As of March 2025, BBCA's consolidated loan portfolio rose 12.62% YoY to IDR 941.17 trillion, led by a 13.93% increase in corporate loans. The manufacturing sector was the largest contributor, accounting for 22.11% of total loans. BBCA's commitment to sustainable finance is evident, with the ESG loan portfolio growing 19% YoY to IDR 235 trillion. We project the loan portfolio will expand to IDR 1,022.35 trillion by year-end 2025, a 10.90% YoY growth.

NPL Slightly Up, SML Improved

As of March 2025, Gross NPL (consolidated and bank-only) rose 10 bps YoY to 2.00%. The corporate segment contributed 40% of total NPLs. Meanwhile, the Special Mention Loan (SML) ratio improved by 40 bps YoY to 2.10%. We expect the consolidated NPL ratio to improve slightly to 1.98% by December 2025, with bank-only NPL at 1.94%.

CASA Growth Remains Strong

BBCA's CASA ratio reached 82.05% in March 2025, up 134 bps YoY. Current accounts grew 9.53% YoY, making up 50% of third-party funds. Savings accounts rose 7.46% YoY, bringing total third-party funds up by 6.50% YoY. Digital transactions continued to support growth, with mobile and internet banking volume increasing 22% YoY. We forecast the CASA ratio to reach 82.60%, and third-party funds to grow 9.85% by end-2025.

Buyback Program Support Market Confidence

In response to market volatility, BBCA announced a share buyback program from March 26 to June 24, 2025, with Maximum allocation IDR 1 trillion. Buyback price cap at IDR 9,200 per share. As of March 2025, BBCA repurchased 1.17 million shares at an average price of IDR 8,512.50, totaling IDR 9.99 billion.

Valuation: Buy, TP IDR 10,750 (18%)

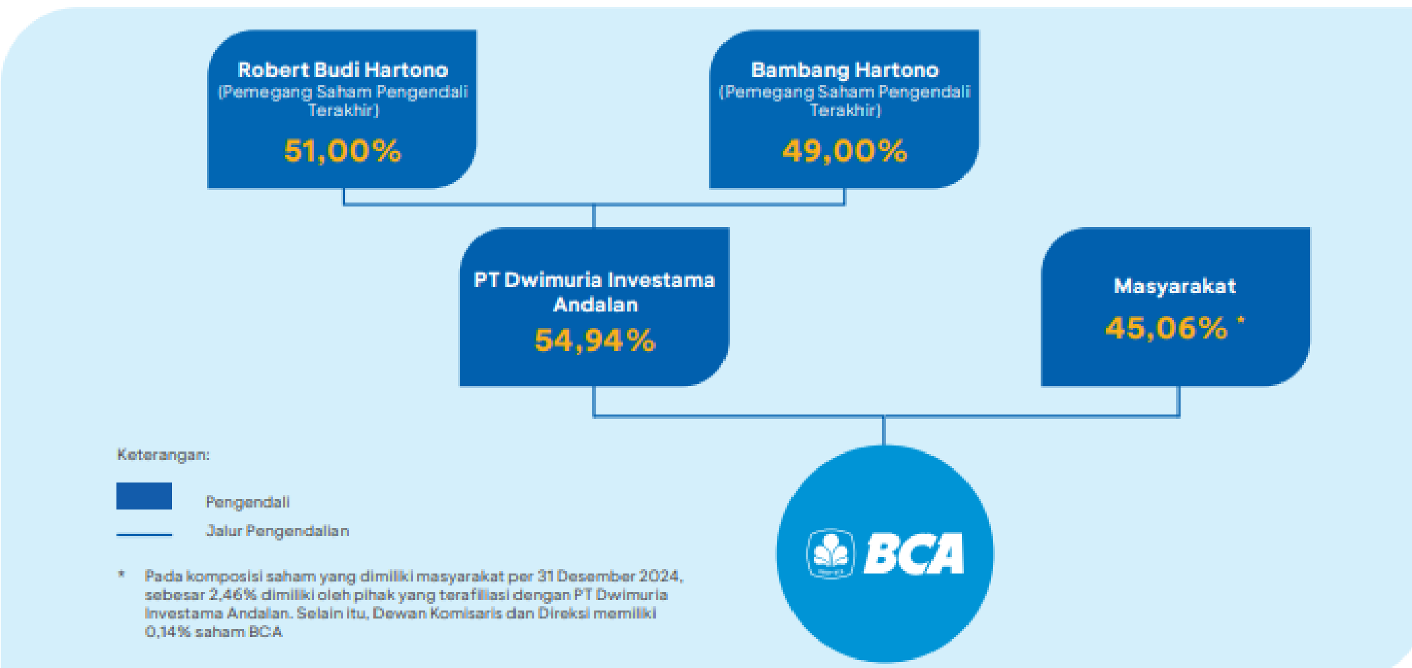
Our DDM valuation revises BBCA's one-year target price to IDR 10,750, implying a 4.67x PBV and a 18% upside. We maintain our Buy recommendation.

Financial Highlights	2022A	2023A	2024A	2025F
Total Loan (Consol in IDR Bn)	711,262	810,392	921,878	1,022,350
Net Income Atributtable to Parent (in IDR Bn)	40,736	48,639	54,836	58,266
NIM (Consol)	5.51%	6.11%	6.22%	6.18%
NPL (Bank-Only)	1.70%	1.90%	1.80%	1.94%
CAR (Consol)	26.84%	29.40%	29.14%	28.70%

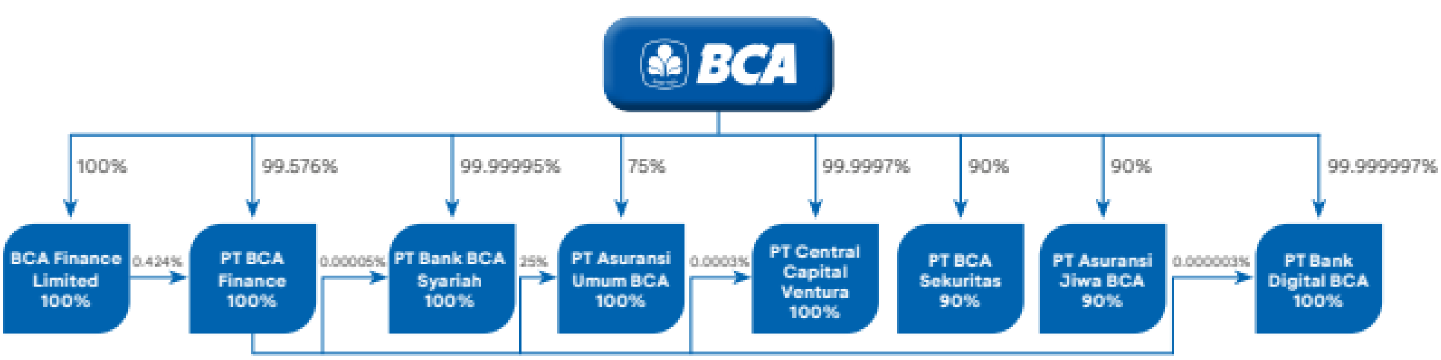
Company Profile

PT Bank Central Asia Tbk (BBCA) was established in Indonesia on 10 August 1955 as “N.V. Perseroan Dagang dan Industrie Semarang Knitting Factory”, under Notary Deed No. 38 of Raden Mas Soeprapto. It commenced banking operations on 12 October 1956 and today provides a broad range of banking and financial services in compliance with Indonesian regulations.

Controlling Shareholder of BCA



Company Group Structure and Ownership of Subsidiaries



Source: Company

Chart: Loan and Deposit (IDR Bn) YoY

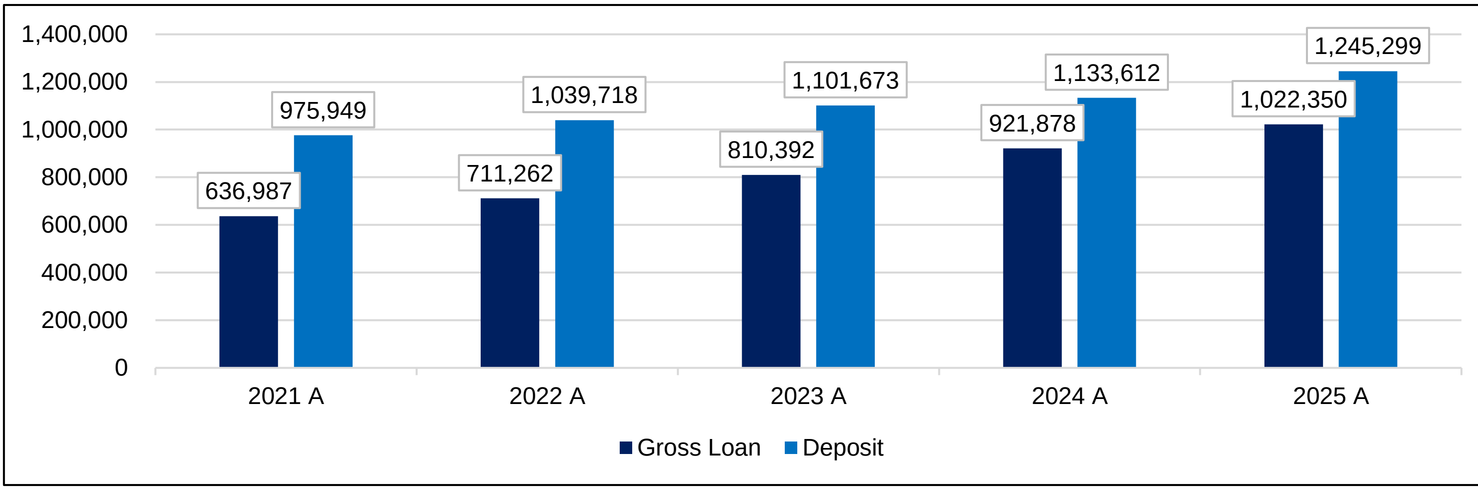


Chart: Profitability Ratio YoY

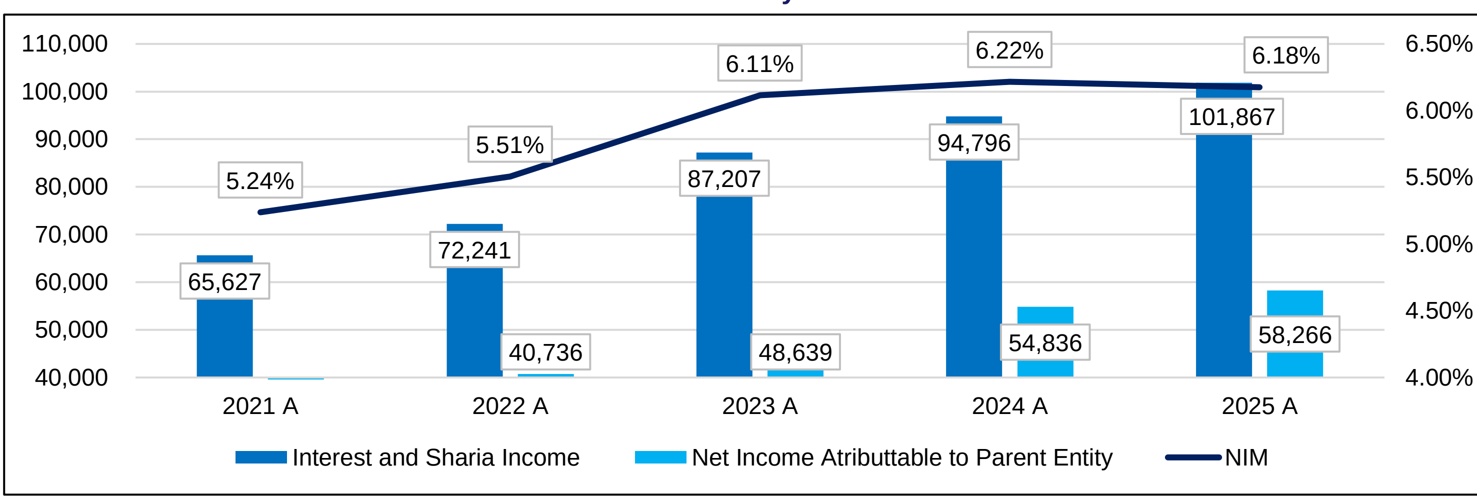
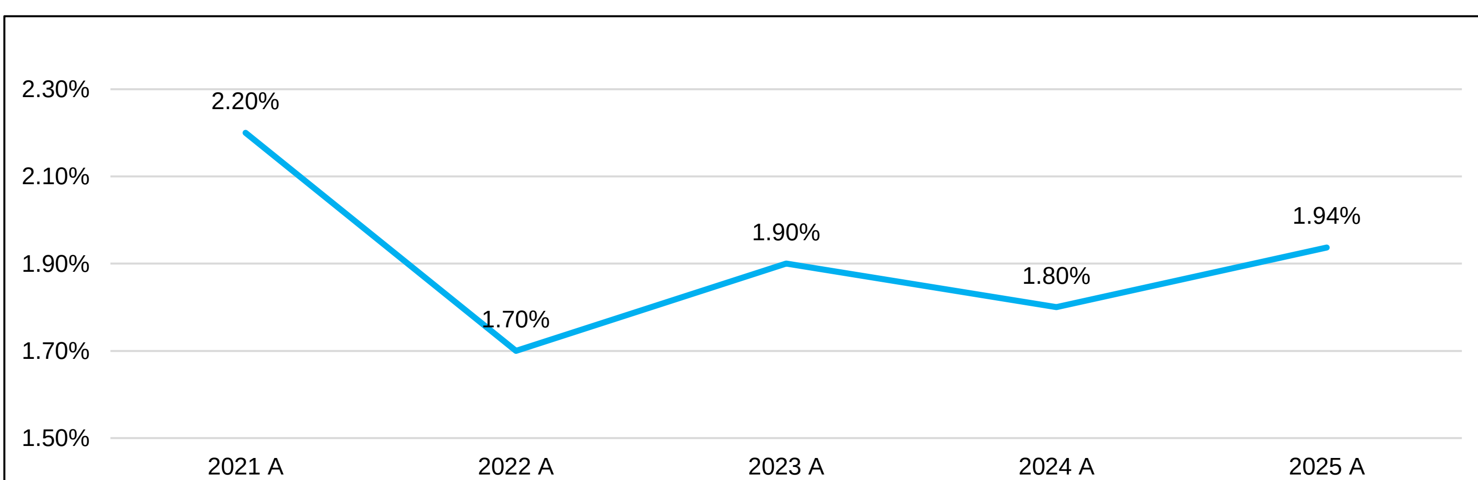


Chart: NPL Ratio – Bank Only (%) YoY



Source: Binaartha & Company

Chart: Gross Loan (IDR Bn) QoQ

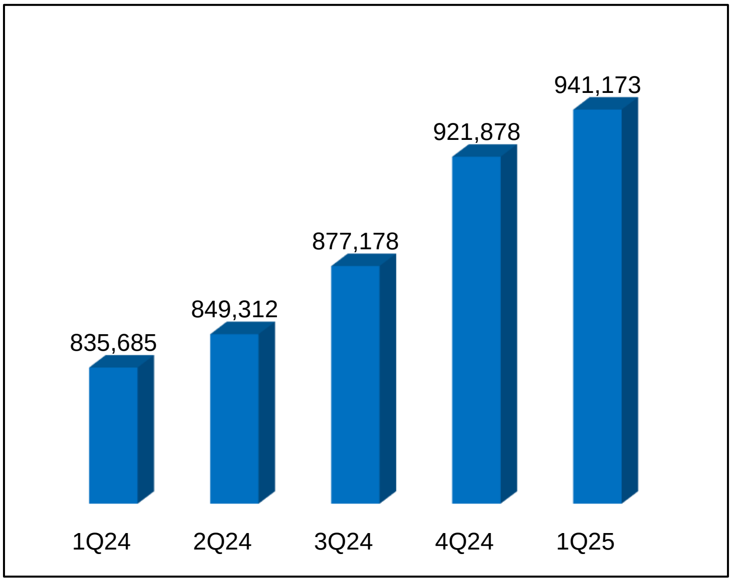


Chart: Customer Deposit (IDR Bn) QoQ

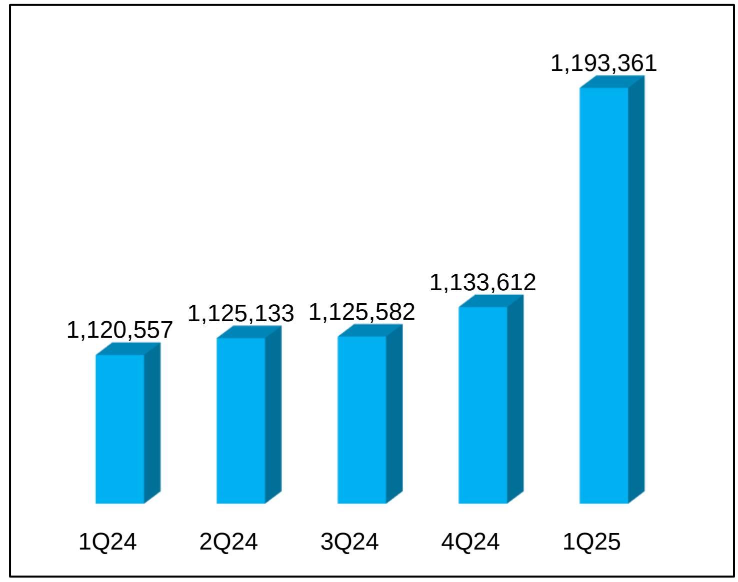


Chart: NPL Ratio – Bank Only (%) QoQ

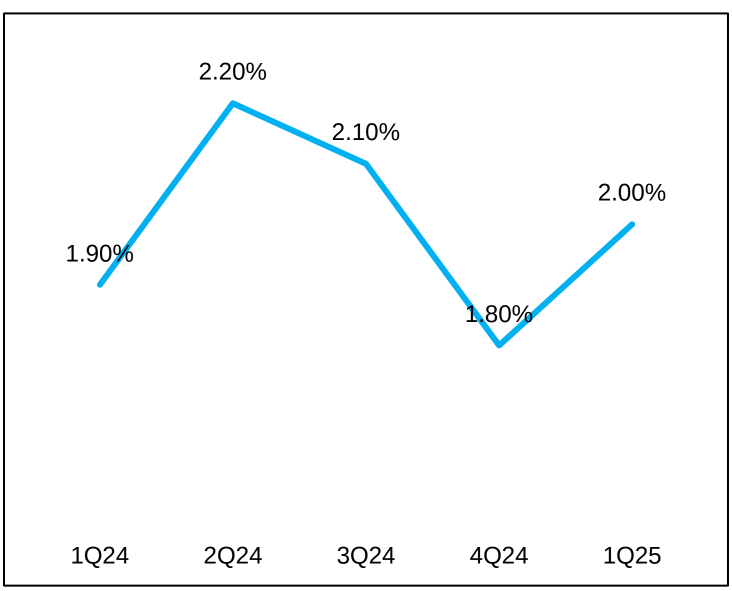
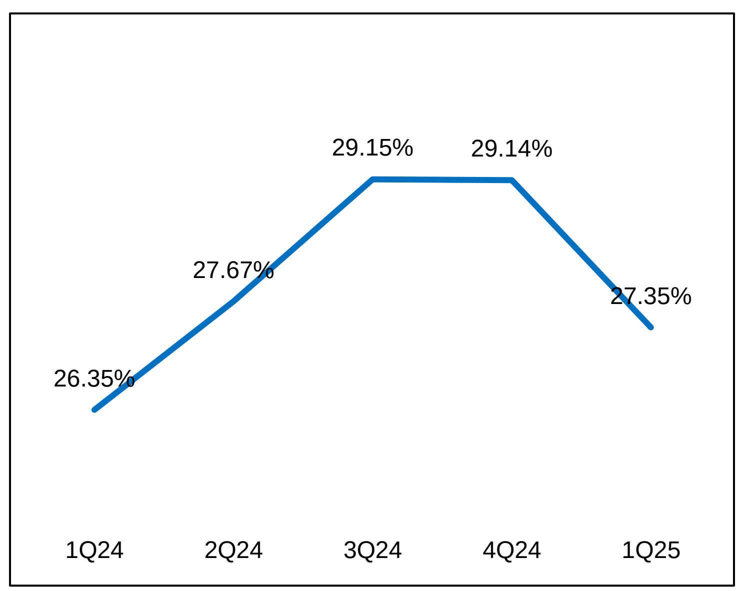


Chart: CAR (%) QoQ



CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (in IDR bn)

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (in IDR Bn)	2021A	2022A	2023A	2024A	2025F
Cash and CA with BI	89,401	125,470	114,319	65,724	106,272
Interbank Placement	87,153	31,383	5,202	15,717	27,770
Marketable Securities	224,512	249,186	312,598	371,705	324,253
Gross Loan	636,987	711,262	810,392	921,878	1,022,350
Allowance for Loans	(33,240)	(34,841)	(34,061)	(33,499)	(33,981)
Loans-net	603,747	676,421	776,331	888,379	988,370
Other Earning Asset	489,751	462,318	456,068	432,451	437,046
Non-Earning Asset	45,445	50,523	61,389	62,747	70,707
Total Asset	**1,228,345**	**1,314,732**	**1,408,107**	**1,449,301**	**1,602,393**
Deposit:					
Current Account	285,640	323,924	348,457	361,884	405,491
Saving Account	481,373	524,014	536,184	562,094	623,174
Time Deposits	208,937	191,780	217,032	209,635	216,634
Other Interest-Bearing Liabilities	17,729	19,366	20,269	12,639	18,253
Non-Interest-Bearing Liabilities	31,818	34,466	43,628	40,215	54,922
Total Liabilities	**1,025,496**	**1,093,550**	**1,165,569**	**1,186,466**	**1,318,474**
Total Shareholder's Equity	**202,849**	**221,182**	**242,538**	**262,835**	**283,920**

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS (In IDR)

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS (In IDR Bn)	2021A	2022A	2023A	2024A	2025F
Interest Income	65,627	72,241	87,207	94,796	101,867
Interest Expense	(9,491)	(8,252)	(12,269)	(12,532)	(13,327)
Net Interest Income	**56,136**	**63,990**	**74,938**	**82,264**	**88,540**
Net Operating Income	22,338	23,487	23,579	26,042	26,917
Operating Expense	(30,308)	(32,483)	(37,281)	(38,054)	(41,058)
PPOP	**48,165**	**54,994**	**61,236**	**70,252**	**74,398**
Provision Expense	(9,324)	(4,527)	(1,056)	(2,034)	(2,559)
Profit Before Tax	**38,841**	**50,467**	**60,180**	**68,218**	**71,840**
Tax Expense	(7,401)	(9,711)	(11,522)	(13,367)	(13,561)
Earning After Tax	**31,440**	**40,756**	**48,658**	**54,851**	**58,279**
Income for The Year Attributable to - NCI	17	20	19	15	13
Net Income	**31,423**	**40,736**	**48,639**	**54,836**	**58,266**
EPS (IDR/share)	254.90	330.45	394.56	444.83	472.65

Ratio Highlights

Ratio Analysis (Consol)	2021A	2022A	2032A	2024A	2025F
Profitability & Efficiency					
NIM	5.24%	5.51%	6.13%	6.22%	6.18%
ROE	16.40%	19.62%	21.29%	22.24%	21.33%
ROA	2.72%	3.18%	3.56%	3.81%	3.82%
BOPO	45.24%	42.55%	44.73%	41.86%	42.23%
Cost of Credit	1.46%	0.64%	0.28%	0.22%	0.25%
Liquidity					
LDR	65.27%	68.41%	73.56%	81.32%	82.10%
CASA	78.59%	81.55%	80.30%	81.51%	82.60%
Asset Quality					
Gross NPL (Bank-Only)	2.20%	1.70%	1.90%	1.80%	1.94%
Gross NPL	2.20%	1.70%	1.75%	1.80%	1.98%
Provision Coverage	240.00%	287.30%	234.10%	193.90%	168.06%
Capital					
CAR	26.85%	26.84%	29.40%	29.14%	28.70%
Growth					
Loan Growth	8.21%	11.66%	13.94%	13.76%	10.90%
Deposit Growth	16.08%	6.53%	5.96%	2.90%	9.85%
CASA Growth	19.13%	10.55%	4.33%	4.45%	11.33%
Net Income Growth	15.82%	29.64%	19.40%	12.74%	6.25%

Source: Binaartha & Company

QoQ Result

PT Bank Central Asia, Tbk
Key Ratios

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (in IDR Bn)	1Q24	2Q24	3Q24	4Q24	1Q25	%QoQ	%YoY
Loan	835,685	849,312	877,178	921,878	941,173	2.09%	12.62%
Loan Loss Reserves	(34,570)	(34,061)	(35,023)	(33,499)	(33,914)	1.24%	-1.90%
NPL	15,200	17,628	17,486	15,498	18,148	17.10%	19.40%
Deposit							
Demand	349,331	353,086	352,180	361,884	382,625	5.73%	9.53%
Savings	555,168	562,106	563,151	562,094	596,580	6.14%	7.46%
Time Deposit	216,058	209,940	210,251	209,635	214,156	2.16%	-0.88%
Total Asset	1,444,008	1,425,417	1,433,702	1,449,301	1,533,763	5.83%	6.22%
Shareholder Equity	227,162	240,679	255,765	262,641	246,325	-6.21%	8.44%

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS (In IDR Bn)	1Q24	2Q24	3Q24	4Q24	1Q25	%QoQ	%YoY
Interest Income	23,020	23,058	24,210	24,508	24,367	-0.58%	5.85%
Interest Expense	(3,197)	(2,985)	(3,173)	(3,177)	(3,248)	2.24%	1.59%
Net Interest Income	**19,823**	**20,073**	**21,037**	**21,331**	**21,119**	-1.00%	6.54%
Net Operating Income	6,590	6,188	6,826	6,438	7,006	8.81%	6.31%
Operating Expense	(9,473)	(8,572)	(9,279)	(10,731)	(9,638)	-10.19%	1.74%
PPOP	**16,940**	**17,688**	**18,585**	**17,039**	**18,487**	8.50%	9.13%
Provision Expense	(1,025)	(381)	(961)	333	(1,031)	-409.96%	0.61%
Profit Before Tax	**15,915**	**17,308**	**17,624**	**17,372**	**17,456**	0.48%	9.68%
Tax Expense	(3,037)	(3,309)	(3,413)	(3,608)	(3,309)	-8.30%	8.96%
Earning After Tax	**12,879**	**13,999**	**14,210**	**13,763**	**14,147**	2.79%	9.85%
Income for The Year Attributable to – NCI	(1)	2	13	1	1	-8.91%	-187.74%
Net Income	**12,879**	**13,997**	**14,198**	**13,762**	**14,146**	2.79%	9.83%
EPS (IDR/Share)	**104.48**	**113.54**	**115.17**	**111.64**	**114.75**	2.79%	9.83%

Ratio (Bank-Only)	1Q24	2Q24	3Q24	4Q24	1Q25	%QoQ	%YoY
Profitability & Efficiency							
NIM	5.60%	5.80%	5.90%	6.00%	5.80%	(0.20)	0.20
CIR	32.40%	29.10%	30.10%	35.10%	28.50%	(6.60)	(3.90)
ROE	22.70%	26.90%	24.60%	24.20%	26.20%	2.00	3.50
ROA	3.60%	4.10%	4.00%	4.10%	4.30%	0.20	0.70
Cost of Credit	0.40%	0.20%	0.60%	-0.10%	0.50%	0.60	0.10
Liquidity							
LDR	71.20%	72.70%	75.10%	78.40%	76.10%	(2.30)	4.90
CASA (Consol)	80.72%	81.34%	81.32%	81.51%	82.05%	0.55	1.34
Asset Quality							
Gross NPL	1.90%	2.20%	2.10%	1.80%	2.00%	0.20	0.10
Provision Coverage	220.30%	190.20%	193.30%	208.50%	180.50%	(28.00)	(39.80)
Capital							
CAR	26.30%	27.80%	29.30%	29.40%	26.63%	(2.77)	0.33

Stock Ratings:
Buy: a recommendation to purchase the security with upside potential of 11.5% or greater
Hold: a recommendation to neither buy nor sell a security with upside potential of 5.75%-11.49%.
Sell: a recommendation to close out a long position in a security with upside potential below 5.75% or negative.

RESEARCH TEAM
(62-21) 520-6678 ext.612