

## PT Bank Rakyat Indonesia (Persero), Tbk

**RANK BRI** 

**BUY** 

## March 24<sup>th</sup>, 2023 Banking, Equity

Price IDR 4,770
Target Price IDR 5,960
JKSE Index IDR 6,762.25



Stock Code	
Bloomberg code	<b>BBRI IJ</b>
Market cap (IDR.bn)	715,710
52-Week High (IDR)	5,025
52-Week Low (IDR)	3,960
6-m Avg Daily. Val (IDR)	4,684
Free Float (%)	46.78

## **Major Shareholders (%)**

Goverment RI 53.19%
Public 46.48%
Treasury 0.32%
BOC and BOD 0.01%

USD/IDR-YE 2022A

2022A 14,871 2023F (6M Avg) 15,391.9

Key Indicators (%)
Non-Performing Loan 2.55
Net Interest Margin 7.93

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# Investment Consideration Significant Net Income Growth

In FY22, BBRI achieved significant net income growth of +67.15% YoY, with profit surging from IDR 30.76 trillion in FY21 to IDR 51.41 trillion in FY22. Net interest income increased by +9.21%, contributing to a positive NIM growth of 7.85% in FY22. Meanwhile, net premium income had the fastest growth among the operating income categories. Provisions also played a role in growth, declining by -31.33% YoY. We project that BBRI will conclude this year with a net income growth (including net income attributable to NCI) of +30.03% YoY, with profit rising from IDR 51.41 trillion in FY22 to IDR 66.85 trillion in FY23.

#### **Solid Loan Growth and CASA Improvement**

As of December 31st, 2022, BBRI consolidated loans grew 9.23% YoY, and bank-only loans grew +9.12%. The micro segment is the biggest contributor to the bank's portfolio, accounting for 43.66% of loans and grew by 13.25%, helped by KUR which grew by 32.16% YoY. Others, such as Consumer, Small Commercial, Corporate, and Medium loans, also saw growth, expanding by 8.23%, 6.27%, 4.76%, and 0.96%, respectively. Pegadaian and PNM loans also contributed with growth of +12.65% and +23.36% respectively. BBRI also saw an improvement in its CASA ratio, which increased by 363 bps to 66.70%, driven by huge growth in Current Accounts, which grew by +58.55% YoY. We forecast that BBRI will continue to grow its Consolidated and Bank-Only Loans by 9.75% and 9.71% respectively, while the consolidated CASA will also grow to 69.19% by the end of 2023.

#### **Asset Quality Improvement**

BRI's consolidated gross NPL (Non-Performing Loan) decreased from 3.00% in 2021 to 2.67% in 2022, while the bank-only NPL decreased to 2.82%, indicating improving asset quality. This progress was accompanied by higher reserves with an NPL coverage ratio of 305.74% in 2022, up from 281.16% in 2021. Micro loans had the lowest NPL ratio of 1.74% among the five loan segments, albeit there was a 25-basis point increase from the previous year. The Consumer, Small, Medium, and Corporate segments had NPL ratios of 1.83%, 4.30%, 2.26%, and 4.76%, respectively. We project that BBRI's asset quality will continue to improve in 2023, with the NPL ratio expected to decrease to 2.55% (consolidated) and 2.66% (bank-only). In addition, the NPL coverage ratio is expected to increase to 308.08%, acting as a preventive measure to offset risks from global economic uncertainty, inflation, and interest rate hikes.

#### Valuation: 25% Upside, Buy

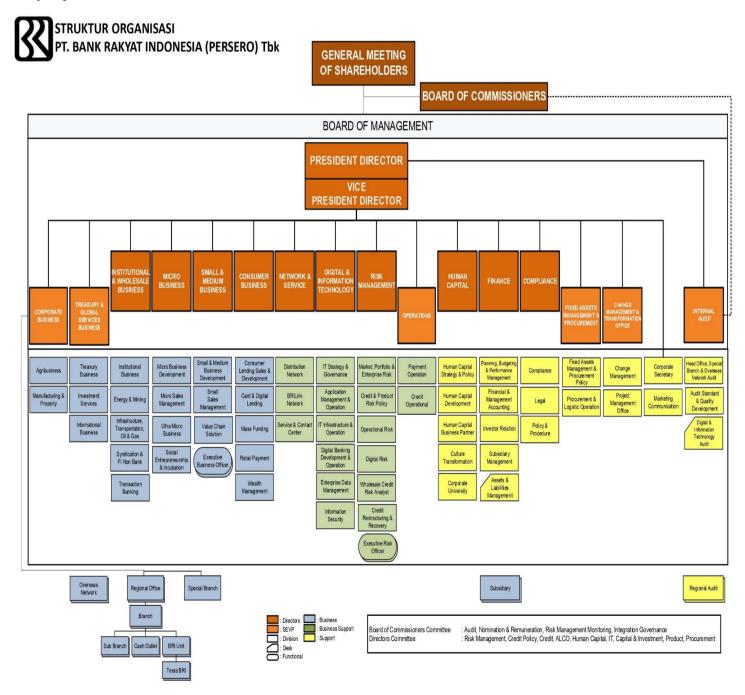
Based on our DDM valuation, we have a target price of IDR 5,960 within one year, which implies a valuation of 2.5x PBV and a potential upside of 25%. Therefore, we recommend to Buy.

Financial Highlight	2020A	2021A	2022A	2023F
Net Interest Income (IDR bn)	79,210	114,094	124.597	135,300
Net Income (IDR Bn)	18,660	30,756	51,408	66,845
EPS (IDR)	152.2	237.96	338.01	439.96
P/E (x)	26.73	17.27	14.61	13.55
NIM (%)	6.90%	6.95%	7.85%	7.93%
ROA (%)	1.46%	2.13%	3.01%	3.30%
ROE (%)	10.52%	12.85%	17.63%	17.93%

## **Company Profile**

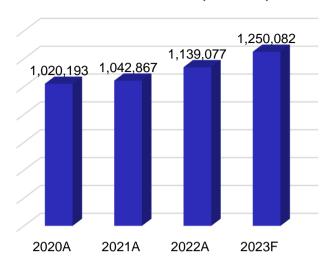
PT Bank Rakyat Indonesia (Persero) Tbk (hereinafter referred to as "BRI") was established and started its commercial operations on December 18, 1968. On April 29, 1992, based on Government of the Republic of Indonesia (the "Government") Regulation No. 21 Year 1992, the legal status of BRI was changed to a limited liability corporation (Persero). BRI's scope of business is in the banking sector and the target is to optimize the utilization of BRI's resources to produce high quality and highly competitive services to gain benefits in order to increase the company value.

## **Company Structure**

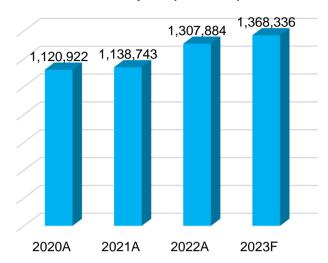




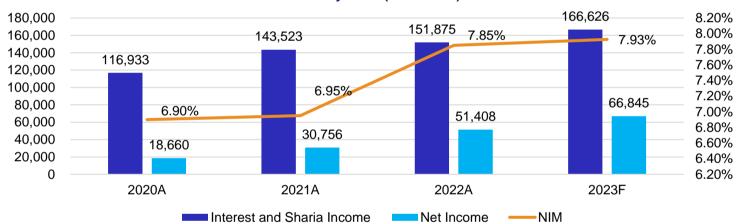
## Chart: Gross Loan (In IDR Bn) YoY



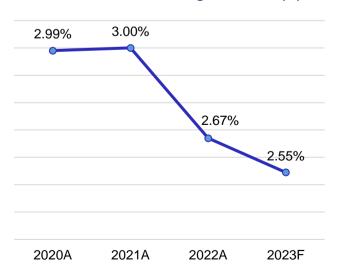
## Chart: Customer Deposit (In IDR Bn) YoY



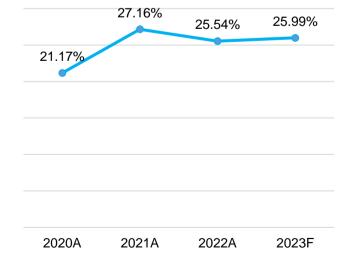
#### Chart: Profitability Ratio (IDRTn & %) YoY



#### Chart: Non-Performing Loan Ratio (%) YoY



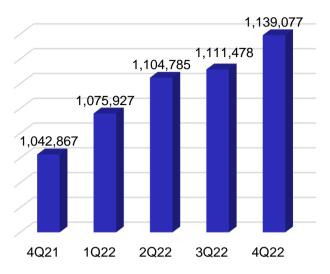
## Chart: Capital Adequacy Ratio (%) YoY



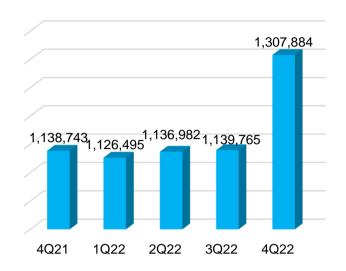




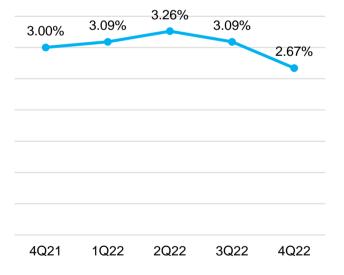
## Chart: Gross Loan (In IDR Bn) QoQ



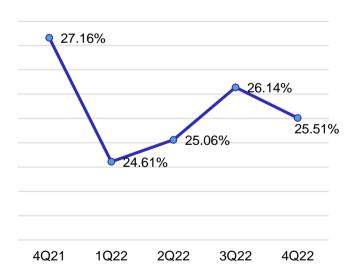
## Chart: Customer Deposit (In IDR Bn) QoQ



## Chart: Non Performing Loan (%) QoQ



## Chart: CAR (%) QoQ





# **BBRI**

## **Balance Sheet (IDR.bn)**

Balance Sheet	2020A	2021A	2022A	2023F	
Cash and CA with BI	83,806	82,727	178,343	261,305	
Interbank Placement	67,833	58,977	70,400	59,151	
Marketable Securities	326,957	371,738	330,242	321,385	
Gross Loans	1,020,193	1,042,867	1,139,077	1,250,082	
Provision	(70,395)	(87,829)	(93,088)	(98,016)	
Net Loan	949,798	955,038	1,045,989	1,152,066	
Other Earning Asset	489,376	544,055	525,004	498,096	
Non Earning Asset	87,085	96,278	116,303	109,455	
Total Assets	1,610,065	1,678,098	1,865,639	2,020,922	
Deposit:					
Current Account	192,730	220,590	349,756	395,938	
Saving Account	476,066	497,677	522,648	550,770	
Time Deposit	452,126	420,476	435,481	421,629	
Other Interest Bearing Liabilities	117,307	103,034	94,697	104,992	
Non Interest Bearing Liabilities	142,370	144,534	159,663	176,192	
Total Liabilities	1,380,598	1,386,311	1,562,244	1,649,520	
Total Shareholder's Equity	229,467	291,787	303,395	371,402	

## Income Statement (IDR.bn)

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Statement of Profit or Loss (In IDR bn)	2020A	2021A	2022A	2023F
Interest Income	116,933	143,523	151,875	166,626
Interest Expense	(37,723)	(29,429)	(27,278)	(31,326)
Net Interest Income	79,210	114,094	124,597	135,300
Premium Income - Net	882	1,043	1,577	2,324
Fee&Other Operating Income - Net	29,464	41,216	47,303	57,754
Gross Operating Income	109,555	156,353	173,477	195,378
Other Operating Expense	(49,931)	(75,918)	(82,192)	(81,441)
Pre Provision Operating Profit	59,624	80,435	91,285	113,937
Provision Expense	(32,850)	(39,291)	(26,979)	(28,146)
Operating Income	26,774	41,144	64,306	85,791
Non Operating Income	(49)	(152)	291	322
Earning Before Tax	26,725	40,992	64,597	86,113
Tax Expense	(8,064)	(7,836)	(13,188)	(19,268)
Earning After Tax	18,660	33,156	51,408	66,845
Pro Forma Net Income Arising From Acquisition Transaction With Entities Under Common Control	0	(2,401)	0	0
Net Income	18,660	30,756	51,408	66,845
Income for The Year Attributable to - NCI	6	(311)	238	241
Total Net Income Attributable to Parent	18,655	31,067	51,170	66,604
EPS (Rp/Share)	152	238	338	440



## **Ratio Highlights**

Ratio Analysis (Consolidated)	2020A	2021A	2022A	2023F	
Profitability & Efficiency					
NIM	6.90%	6.95%	7.85%	7.93%	
Cost-to-Income Ratio	45.58%	48.56%	47.38%	41.68%	
ROE	10.52%	12.85%	17.63%	17.93%	
ROA	1.46%	2.13%	3.01%	3.30%	
ВОРО	83.46%	78.54%	69.10%	62.16%	
Cost of Fund	3.22%	2.36%	2.06%	2.18%	
Liquidity					
LDR	91.01%	91.58%	87.09%	91.36%	
CASA	59.66%	63.08%	66.70%	69.19%	
Asset Quality					
Gross NPL	2.99%	3.00%	2.67%	2.55%	
Gross NPL (Bank Only)	2.94%	3.08%	2.82%	2.66%	
Provision Coverage	237.73%	281.16%	305.73%	308.08%	
Capital					
CAR	21.17%	27.16%	25.54%	25.99%	
Growth					
Loan Growth	12.43%	2.22%	9.23%	9.75%	
Deposit Growth	9.77%	1.59%	14.85%	4.62%	
Net Income Growth	-45.73%	66.53%	64.71%	30.16%	



# **BBRI**

Loan	QoQ Results							
Loan Loss Reserves   (37,829)   (91,832)   (95,846)   (95,902)   (93,088)   -2,93%   5,599	Balance Sheet							%YoY
Deposit   Deposit   Deposit   Demand   220,590   227,551   240,047   245,644   349,756   42.38%   58.59%   58.69%   58								9.23%
Deposit		, ,	, ,	. ,	. ,	. ,		5.99%
Demand   220,590   227,551   240,047   245,644   349,756   42,33%   58.550   7	NPL	943,700	974,700	1,003,600	1,007,100	1,029,800	2.25%	9.12%
Savings	Deposit							
Time Deposit 420,476 409,687 396,563 394,038 435,481 10.52% 3.579  Total Asset 1,678,098 1,650,279 1,652,839 1,684,604 1,865,639 10.75% 11.189 Shareholder Equity 288,735 272,275 282,581 296,578 299,294 0.92% 3.669  Income Statement 421 1022 2022 3022 4022 4000 4.76 Interest Income 37,980 36,732 40,129 38,391 36,623 -4,60% -3.579 Interest Income (6,844) (6,325) (5,923) (6,497) (8,534) 31,35% 24,699 Interest Expense (6,844) (6,325) (5,923) (6,497) (8,534) 31,35% 24,699 Net Interest Income Net 30,22 78 576 (24) 747,121461,73% 147,689 Fee&Other Operating Income - Net 10,578 10,474 10,355 11,814 14,660 24,09% 38,599 Cher Operating Expense (21,337) (18,365) (19,860) (20,352) (23,614) 16,03% 10,679 Pro Vision Operating Profit 20,679 22,794 25,277 23,331 19,883 -14,78% -3.859 Pro Vision Expense (8,05) (7,474) (9,451) (5,639) (4,415) -21,71% -44,859 Net Operating Income 12,674 15,320 15,826 17,692 15,468 1-21,57% 22,059 Net Operating Income 21,92 40 33 32 2 (110) -134,139 -105,019 Earning Before Tax 14,866 15,360 15,864 18,014 15,358 14,74% 33,19 Earning Before Tax 14,866 15,360 15,864 18,014 15,358 14,74% 33,19 Earning Before Tax 14,866 12,220 12,657 14,435 12,097 -16,20% -14,129 Pro Forma Net Income Artiributable to Parent	Demand	220,590	227,551		245,644	349,756	42.38%	58.55%
Total Asset Shareholder Equity 288,735 272,275 282,581 296,578 299,294 0.92% 3.692   Income Statement 4Q21 1Q22 2Q22 3Q22 4Q22 %Q0Q %YO Interest Income 37,980 36,732 40,129 38,391 36,623 4.60% 3.579   Interest Expense (6,844) (6,325) (5,923) (6,497) (8,534) 31.35% 244,69% 3.599   Net Interest Income 31,136 30,407 34,207 31,894 28,090 -11.93% 9.782   Premium Income - Net 302 278 576 (24) 747 121461,73% 147,689   Free&Other Operating Income - Net 10,578 10,474 10,355 11,814 14,660 24,09% 38,599   Gross Operating Income 42,016 41,159 45,137 43,684 43,497 -0,43% 3.529   Pre Provision Operating Profit 20,679 22,794 25,277 23,331 19,883 -14,78% -3.859   Provision Expense (8,005) (7,474) (9,451) (5,639) (4,415) -2,171% -44.859   Net Operating Income 12,674 15,360 15,864 17,692 15,468 -12,57% 42.899   Non Operating Income 2,192 40 38 322 (110) -134,13% -105,019   Tax Expense (779) (3,140) (3,208) (3,579) (3,261) -8,87% 318,693   Tax Expense (779) (3,140) (3,208) (3,579) (3,261) -8,87% 318,693   Earning After Tax 14,086 15,360 15,864 18,357 14,435 12,097 -16,20% -14,129   The Formal Income Attributable to - NCI (125) 52 38 65 83 26,92% -166,368   Earning After Tax 14,086 12,220 12,657 14,435 12,097 -16,20% -14,129   The Formal Income Attributable to Parent 11,810 12,167 12,619 14,370 12,014 -16,39% -17,000   Net Income Attributable to Parent 11,810 12,167 12,619 14,370 12,014 -16,39% -17,000   Profitability & Efficiency   NIM 7,70% 7,72% 8,24% 8,21% 7,85% (0,36) 0,1 2,279   ROA 2,13% 2,94% 3,00% 3,15% 3,01% (0,14) 0,8 0   Cost of Fund 2,36% 3,06% 65,63% 65,00% 56,43% 66,70% 1,27 3,6 0   Asset Quality   Gross NPL 3,00% 3,15% 3,32% 3,14% 2,82% (0,32) (0,26   Cashtal	Savings	497,677	489,258	500,372	500,083	522,648	4.51%	5.02%
Shareholder Equity   288,735   272,275   282,581   296,578   299,294   0.92%   3.669     Income Statement	Time Deposit	420,476	409,687	396,563	394,038	435,481	10.52%	3.57%
Name	Total Asset	1,678,098	1,650,279	1,652,839	1,684,604	1,865,639	10.75%	11.18%
Interest Income Interest Expense (6,844) (6,325) (5,923) (6,477) (8,534) 31,35% 24,69% 3.5.79 (6,847) (6,844) (6,325) (5,923) (6,477) (8,634) 31,35% 24,69% Net Interest Expense (6,844) (6,325) (5,923) (6,477) (8,637) (8,534) 31,35% 24,69% Net Interest Income (7,844) (7,847) (8,635) (7,848) (7,848) (8,344) (8,347) (8,348) (8,344) (8,347) (8,348) (8,	Shareholder Equity	288,735	272,275	282,581	296,578	299,294	0.92%	3.66%
Interest Expense (6,844) (6,325) (5,923) (6,497) (8,534) 31.35% 24.69% Net Interest Income 31,136 30,407 34,207 31,894 28,090 -11.93% -9.78% Fee&Other Operating Income - Net 302 278 576 (24) 747 121461.73% 147.68% Gross Operating Income - Net 10,578 10,474 10,355 11,814 14,660 24.09% 38.59% Gross Operating Expense (21,337) (18,365) (19,860) (20,352) (23,614) 16.03% 10.67% Pre Provision Operating Profit 20,679 22,794 25,277 23,331 19,883 -14,78% -3.85% Net Operating Income 12,674 15,320 15,826 17,692 15,468 -12,57% 22.05% Non Operating Income 2,192 40 38 322 (110) -134,13% -105,019 2 Earning Before Tax 14,866 15,360 15,864 18,014 15,358 -14,74% 3.318 Tax Expense (779) (3,140) (3,208) (3,579) (3,261) -8.87% 318.63% Earning After Tax 14,866 12,220 12,657 14,435 12,097 -16,20% -14,129 Pro Forman Net Income Arising From Acquisition Transaction With Entities Under Common Control Net Income Informance Infor	Income Statement					4Q22		%YoY
Net Interest Income   31,136	Interest Income	37,980	36,732	40,129	38,391	36,623		-3.57%
Premium Income - Net Fee&Other Operating Income - Net Fee&Other Operating Income			, ,					24.69%
Fee&Other Operating Income - Net Gross Operating Income   10,578   10,474   10,355   11,814   14,660   24.09%   38.59%	Net Interest Income				31,894			-9.78%
Gross Operating Income (2,337) (18,365) (19,360) (20,352) (23,614) (16,03% 10,679) (19,000) (20,352) (23,614) (16,03% 10,679) (19,000) (20,352) (23,614) (16,03% 10,679) (16,03% 10,679) (19,000) (20,352) (23,614) (16,03% 10,679) (16,03% 10	Premium Income - Net	302	278	576	(24)	747	121461.73%	147.68%
Other Operating Expense (21,337) (18,365) (19,860) (20,352) (23,614) 16,03% 10,679 Pre Provision Operating Profit 20,679 22,794 25,277 23,331 19,883 -14,78% -3.859 Net Operating Income (8,005) (7,474) (9,451) (5,639) (4,415) -21,71% -44,859 Net Operating Income 12,674 15,320 15,826 17,692 15,468 -12,57% 22,05% Non Operating Income 2,192 40 38 322 (110) -134,13% -105,019 Earning Before Tax 14,866 15,360 15,864 18,014 15,358 -14,74% 3.31% Tax Expense (779) (3,140) (3,208) (3,579) (3,261) -8.87% 318,639 Pro Forma Net Income Arising From Acquisition Transaction With Entities Under Common Control Net Income Met Income Attributable to - NCI (125) 52 38 65 83 26,92% -166,36% Net Income Attributable to Parent 11,810 12,167 12,619 14,370 12,014 -16,39% 1.739 Pro Forma Net Income Attributable to Parent 11,810 12,167 12,619 14,370 12,014 -16,36% 1.739 Pro Forma Net Income Attributable to Parent 11,810 12,167 12,619 14,370 12,014 -16,36% 1.739 Pro Forma Net Income Attributable to Parent 11,810 12,167 12,619 14,370 12,014 -16,36% 1.739 Pro Forma Net Income Attributable to Parent 11,810 12,167 12,619 14,370 12,014 -16,36% 1.739 Pro Forma Net Income Attributable to Parent 11,810 12,167 12,619 14,370 12,014 -16,36% 1.739 Pro Forma Net Income Attributable to Parent 11,810 12,167 12,619 14,370 12,014 -16,36% 1.739 Pro Forma Net Income Attributable to Parent 11,810 12,167 12,619 14,370 12,014 -16,36% 1.739 Pro Forma Net Income Attributable to Parent 11,810 12,167 12,619 14,370 12,014 -16,36% 1.739 Pro Forma Net Income Attributable to Parent 11,810 12,167 12,619 14,370 12,014 -16,36% 1.739 Pro Forma Net Income Attributable to Parent 11,810 12,167 12,619 14,370 12,014 -16,36% 1.739 Pro Forma Net Income Attributable to Parent 11,810 12,167 12,619 14,370 12,014 -16,36% 1.739 Pro Forma Net Income Attributable Net Pro Forma Net Income Attributable Net Pro Forma Net Income Attributable Net Pro Forma Net Income Net	Fee&Other Operating Income - Net	10,578		10,355	11,814	14,660	24.09%	38.59%
Pre Provision Operating Profit  20,679 22,794 25,277 23,331 19,883 -14,78% -3.859 Provision Expense (8,005) (7,474) (9,451) (5,639) (4,415) -21.71% -44.859 Non Operating Income 12,674 15,320 15,826 17,692 15,864 11,010 -134.13% -105.019 Earning Before Tax 14,866 15,360 15,864 18,014 15,358 -14,74% 3.319 Tax Expense (779) (3,140) (3,208) (3,579) (3,261) -8.87% 1318.639 Earning After Tax 14,086 12,220 12,657 14,435 12,097 -16.20% -14.129 Pro Forma Net Income Arising From Acquisition Transaction With Entities Under Common Control Net Income Net Income Attributable to - NCI (125) 52 38 65 83 26.92% -166.30% 17.39 EPS (Rp/Share) 90.46 80.29 80.29 80.29 90.48 80.29 80.29 90.48 80.29 80.29 90.48 80.29 80.29 90.48 80.29 80.29 90.48 80.29 80.29 90.48 80.29 80.29 90.48 80.29 80.29 90.48 80.29 80.29 90.48 80.29 80.29 90.48 80.29 80.29 90.48 80.29 80.29 90.48 80.29 80.29 90.48 80.29 80.29 90.40 90.40 80.29 80.29 90.40 80.29 80.29 90.40 80.29 80.29 90.40 80.29 80.29 90.40 80.29 80.29 90.40 80.29 80.29 90.40 90.4	Gross Operating Income	42,016	41,159	45,137	43,684	43,497	-0.43%	3.52%
Provision Expense (8,005) (7,474) (9,451) (5,639) (4,415) -21.71% -44.85% Net Operating Income 12,674 15,320 15,826 17,632 15,468 -12.57% 22.05% Non Operating Income 2,192 40 38 322 (110) -134.13% -105.01% Earning Before Tax 14,866 15,360 15,864 18,014 15,358 -14.74% 3.31% Tax Expense (779) (3,140) (3,208) (3,579) (3,261) -8.87% 318.63% Earning After Tax 14,086 12,220 12,657 14,435 12,097 -16.20% -14.12% Pro Forma Net Income Arising From Acquisition Transaction With Entities Under Common Control Net Income 11,686 12,220 12,657 14,435 12,097 -16.20% 3.52% Income for The Year Attributable to - NCI (125) 52 38 65 83 26.92% -166.36% 17.33% EPS (Rp/Share) 90.46 80.29 83.29 94.88 79.36 -16.36% -12.27% Ratio (Consolidated) 4Q21 1Q22 2Q22 3Q22 4Q22 %Q0Q %Yo Profitability & Efficiency NIM 7.70% 7.72% 8.24% 8.24% 8.21% 7.85% (0.36) 0.1 ROE 13.86% 17.22% 17.48% 18.16% 17.63% (0.53) 3.7% ROA 2.13% 2.94% 3.00% 3.15% 3.01% (0.14) 0.8 Cost of Fund 2.36% 2.00% 1.91% 1.94% 2.06% (0.14) 0.8 CASA 63.08% 63.60% 65.10% 65.43% 66.70% 1.27 3.6 Asset Quality Gross NPL 3.00% 3.09% 3.26% 3.09% 2.67% (0.42) (0.32) (0.26 NPL Coverage Ratio 281.16% 276.00% 266.30% 278.79% 305.73% 26.94 24.5 Capital	Other Operating Expense	(21,337)	(18,365)	(19,860)	(20,352)	(23,614)	16.03%	10.67%
Net Operating Income	Pre Provision Operating Profit	20,679	22,794	25,277	23,331	19,883	-14.78%	-3.85%
Non Operating Income		(8,005)	(7,474)	(9,451)	(5,639)	(4,415)	-21.71%	-44.85%
Earning Before Tax  14,866 15,360 15,864 18,014 15,358 -14,74% 3.319 Tax Expense (779) (3,140) (3,208) (3,579) (3,261) -8.87% 318.639 Earning After Tax 14,086 12,220 12,657 14,435 12,097 -16.20% -14.129 Pro Forma Net Income Arising From Acquisition Transaction With Entities Under Common Control Net Income Net Income of The Year Attributable to - NCI (125) 52 38 65 83 26.92% -166.36% 12.279 Crotal Net Income Attributable to Parent 11,810 12,167 12,619 14,370 12,014 -16.39% 1.739 EPS (Rp/Share) 90.46 80.29 83.29 94.88 79.36 -16.36% -12.279 Ratio (Consolidated) 4Q21 1Q22 2Q22 3Q22 4Q22 %QQQ %YOP Profitability & Efficiency NIM 7.70% 7.72% 8.24% 8.21% 7.85% (0.36) 0.1 ROE 13.86% 17.22% 17.48% 18.16% 17.63% (0.53) 3.7 ROA 2.13% 2.94% 3.00% 3.15% 3.01% (0.14) 0.8 Cost of Fund 2.36% 2.00% 1.91% 1.94% 2.06% 0.12 (0.36)  Liquidity LDR 91.58% 95.51% 97.20% 88.51% 87.09% (1.42) (0.36) CASA 63.08% 63.60% 65.10% 65.43% 66.70% 1.27 3.6  Asset Quality Gross NPL (Bank only) 3.08% 3.15% 3.32% 3.14% 2.82% (0.32) (0.26 NPL Coverage Ratio 281.16% 276.00% 266.30% 278.79% 305.73% 26.94 24.5  Capital	Net Operating Income	12,674	15,320	15,826	17,692	15,468	-12.57%	22.05%
Tax Expense (779) (3,140) (3,208) (3,579) (3,261) -8.87% 318.639   Earning After Tax 14,086 12,220 12,657 14,435 12,097 -16.20% -14.129   Pro Forma Net Income Arising From Acquisition Transaction With Entities Under (2,401) 0 0 0 0 0	Non Operating Income	2,192	40	38	322	(110)	-134.13%	-105.01%
Earning After Tax Pro Forma Net Income Arising From Acquisition Transaction With Entities Under Common Control Net Income Income for The Year Attributable to - NCI Consolidated) Per Signature Region (Consolidated) Profitability & Efficiency NIM ROB	Earning Before Tax	14,866	15,360	15,864	18,014	15,358	-14.74%	3.31%
Earning After Tax Pro Forma Net Income Arising From Acquisition Transaction With Entities Under Common Control Net Income Income for The Year Attributable to - NCI Consolidated) Per Signature Region (Consolidated) Profitability & Efficiency NIM ROB	Tax Expense	(779)	(3,140)	(3,208)	(3,579)	(3,261)	-8.87%	318.63%
Acquisition Transaction With Entities Under Common Control  Net Income Net Income 11,686 12,220 12,657 14,435 12,097 -16.20% 3.52% ncome for The Year Attributable to - NCI (125) 52 38 65 83 26.92% -166.36% Total Net Income Attributable to Parent 11,810 12,167 12,619 14,370 12,014 -16.39% 1.73% EPS (Rp/Share) 90.46 80.29 83.29 94.88 79.36 -16.36% -12.27% Ratio (Consolidated) 4Q21 1Q22 2Q22 3Q22 4Q22 %QoQ %YoProfitability & Efficiency  NIM 7.70% 7.72% 8.24% 8.21% 7.85% (0.36) 0.1 ROE 13.86% 17.22% 17.48% 18.16% 17.63% (0.53) 3.7% ROA 2.13% 2.94% 3.00% 3.15% 3.01% (0.14) 0.8 Cost of Fund 2.36% 2.00% 1.91% 1.94% 2.06% 0.12 (0.30 Liquidity LDR 91.58% 95.51% 97.20% 88.51% 87.09% (1.42) (4.48 CASA 63.08% 63.60% 65.10% 65.43% 66.70% 1.27 3.6 Asset Quality Gross NPL 3.00% 3.09% 3.26% 3.09% 2.67% (0.42) (0.33 Gross NPL (Bank only) 3.08% 3.15% 3.32% 3.14% 2.82% (0.32) (0.26 NPL Coverage Ratio 281.16% 276.00% 266.30% 278.79% 305.73% 26.94 24.5 Capital		14,086	12,220	12,657	14,435	12,097	-16.20%	-14.12%
Acquisition Transaction With Entities Under Common Control  Net Income Net Income 11,686 12,220 12,657 14,435 12,097 -16.20% 3.52% 11,000 10 11,000 10 11,000 10 11,000 10 11,000 10 11,000 10 11,000 10 10,000 10 10,000 10 10,000 10 10,000 10 10,000 10 10 10,000 10,000	Pro Forma Net Income Arising From							
Net Income         11,686         12,220         12,657         14,435         12,097         -16.20%         3.52%           Income for The Year Attributable to - NCI         (125)         52         38         65         83         26.92% -166.36%           Total Net Income Attributable to Parent         11,810         12,167         12,619         14,370         12,014         -16.39%         1.73%           EPS (Rp/Share)         90.46         80.29         83.29         94.88         79.36         -16.36%         -12.27%           Ratio (Consolidated)         4Q21         1Q22         2Q22         3Q22         4Q22         %QoQ         %Yo           Profitability & Efficiency         NIM         7.70%         7.72%         8.24%         8.21%         7.85%         (0.36)         0.1           ROE         13.86%         17.22%         17.48%         18.16%         17.63%         (0.53)         3.7           ROA         2.13%         2.94%         3.00%         3.15%         3.01%         (0.14)         0.8           Cost of Fund         2.36%         2.00%         1.91%         1.94%         2.06%         0.12         (0.30           Liquidity         1.00         1.00		(2,401)	0	0	0	0	-	
Income for The Year Attributable to - NCI (125) 52 38 65 83 26.92% -166.36% Total Net Income Attributable to Parent 11,810 12,167 12,619 14,370 12,014 -16.39% 1.73% EPS (Rp/Share) 90.46 80.29 83.29 94.88 79.36 -16.36% -12.27% Ratio (Consolidated) 4Q21 1Q22 2Q22 3Q22 4Q22 %QoQ %YoProfitability & Efficiency NIM 7.70% 7.72% 8.24% 8.21% 7.85% (0.36) 0.1 ROE 13.86% 17.22% 17.48% 18.16% 17.63% (0.53) 3.7 ROA 2.13% 2.94% 3.00% 3.15% 3.01% (0.14) 0.8 Cost of Fund 2.36% 2.00% 1.91% 1.94% 2.06% 0.12 (0.30 Liquidity LDR 91.58% 95.51% 97.20% 88.51% 87.09% (1.42) (4.48 CASA 63.08% 63.60% 65.10% 65.43% 66.70% 1.27 3.6 Asset Quality Gross NPL Gross NPL Gross NPL (Bank only) 3.08% 3.15% 3.32% 3.14% 2.82% (0.32) (0.26 NPL Coverage Ratio 281.16% 276.00% 266.30% 278.79% 305.73% 26.94 24.5 Capital	Common Control	, ,						
Total Net Income Attributable to Parent  EPS (Rp/Share)  90.46  80.29  83.29  94.88  79.36  -16.36%  -12.279  Ratio (Consolidated)  4Q21  1Q22  2Q22  3Q22  4Q22  %QoQ  %Yo  Profitability & Efficiency  NIM  7.70%  7.72%  8.24%  8.21%  7.85%  (0.36)  0.1  ROE  13.86%  17.22%  17.48%  18.16%  17.63%  (0.53)  3.7  ROA  2.13%  2.94%  3.00%  3.15%  3.01%  (0.14)  0.8  Cost of Fund  2.36%  2.00%  1.91%  1.94%  2.06%  0.12  (0.36)  1.42)  (4.49  CASA  4.300%  3.15%  3.01%  6.70%  1.27  3.6  Asset Quality  Gross NPL  Gross NPL  Gross NPL  Gross NPL (Bank only)  NPL Coverage Ratio  281.16%  276.00%  266.30%  278.79%  305.73%  26.94  24.5	Net Income	11,686	12,220	12,657	14,435	12,097	-16.20%	3.52%
Total Net Income Attributable to Parent EPS (Rp/Share) 90.46 80.29 83.29 94.88 79.36 -16.36% -12.27% Ratio (Consolidated) 4Q21 1Q22 2Q22 3Q22 4Q22 %QoQ %Yo Profitability & Efficiency NIM 7.70% 7.72% 8.24% 8.21% 7.85% (0.36) 0.1 ROE 13.86% 17.22% 17.48% 18.16% 17.63% (0.53) 3.7 ROA 2.13% 2.94% 3.00% 3.15% 3.01% (0.14) 0.8 Cost of Fund 2.36% 2.00% 1.91% 1.94% 2.06% 0.12 (0.36) Liquidity LDR 91.58% 95.51% 97.20% 88.51% 87.09% (1.42) (4.48 CASA 63.08% 63.60% 65.10% 65.43% 66.70% 1.27 3.6 Asset Quality Gross NPL Gross NPL Gross NPL (Bank only) 3.08% 3.15% 3.32% 3.14% 2.82% (0.32) (0.26 Capital	Income for The Year Attributable to - NCI						26.92%	-166.36%
EPS (Rp/Share)       90.46       80.29       83.29       94.88       79.36       -16.36%       -12.279         Ratio (Consolidated)       4Q21       1Q22       2Q22       3Q22       4Q22       %QoQ       %Yo         Profitability & Efficiency       NIM       7.70%       7.72%       8.24%       8.21%       7.85%       (0.36)       0.1         ROE       13.86%       17.22%       17.48%       18.16%       17.63%       (0.53)       3.7         ROA       2.13%       2.94%       3.00%       3.15%       3.01%       (0.14)       0.8         Cost of Fund       2.36%       2.00%       1.91%       1.94%       2.06%       0.12       (0.30         Liquidity       LDR       91.58%       95.51%       97.20%       88.51%       87.09%       (1.42)       (4.49         CASA       63.08%       63.08%       63.60%       65.10%       65.43%       66.70%       1.27       3.6         Asset Quality         Gross NPL       3.00%       3.09%       3.26%       3.09%       2.67%       (0.42)       (0.32)         Gross NPL (Bank only)       3.08%       3.15%       3.32%       3.14%       2.82%	Total Net Income Attributable to Parent	, ,	12,167	12,619	14,370	12,014	-16.39%	1.73%
Profitability & Efficiency NIM 7.70% 7.72% 8.24% 8.21% 7.85% (0.36) 0.1 ROE 13.86% 17.22% 17.48% 18.16% 17.63% (0.53) 3.7 ROA 2.13% 2.94% 3.00% 3.15% 3.01% (0.14) 0.8 Cost of Fund 2.36% 2.00% 1.91% 1.94% 2.06% 0.12 (0.30) Liquidity LDR 91.58% 95.51% 97.20% 88.51% 87.09% (1.42) (4.49) CASA 63.08% 63.60% 65.10% 65.43% 66.70% 1.27 3.6  Asset Quality Gross NPL 3.00% 3.09% 3.26% 3.09% 2.67% (0.42) (0.33) Gross NPL (Bank only) 3.08% 3.15% 3.32% 3.14% 2.82% (0.32) (0.26) NPL Coverage Ratio 281.16% 276.00% 266.30% 278.79% 305.73% 26.94 24.5	EPS (Rp/Share)	90.46	80.29	83.29				
NIM 7.70% 7.72% 8.24% 8.21% 7.85% (0.36) 0.1 ROE 13.86% 17.22% 17.48% 18.16% 17.63% (0.53) 3.7 ROA 2.13% 2.94% 3.00% 3.15% 3.01% (0.14) 0.8 Cost of Fund 2.36% 2.00% 1.91% 1.94% 2.06% 0.12 (0.30) Liquidity LDR 91.58% 95.51% 97.20% 88.51% 87.09% (1.42) (4.49) CASA 63.08% 63.60% 65.10% 65.43% 66.70% 1.27 3.6  Asset Quality Gross NPL 3.00% 3.09% 3.26% 3.09% 2.67% (0.42) (0.33) Gross NPL (Bank only) 3.08% 3.15% 3.32% 3.14% 2.82% (0.32) (0.26) NPL Coverage Ratio 281.16% 276.00% 266.30% 278.79% 305.73% 26.94 24.5		4Q21	1Q22	2Q22	3Q22	4Q22	%QoQ	%YoY
ROE 13.86% 17.22% 17.48% 18.16% 17.63% (0.53) 3.7 ROA 2.13% 2.94% 3.00% 3.15% 3.01% (0.14) 0.8 Cost of Fund 2.36% 2.00% 1.91% 1.94% 2.06% 0.12 (0.30)  Liquidity  LDR 91.58% 95.51% 97.20% 88.51% 87.09% (1.42) (4.49) CASA 63.08% 63.60% 65.10% 65.43% 66.70% 1.27 3.6  Asset Quality  Gross NPL 3.00% 3.09% 3.26% 3.09% 2.67% (0.42) (0.33) Gross NPL (Bank only) 3.08% 3.15% 3.32% 3.14% 2.82% (0.32) (0.26) NPL Coverage Ratio 281.16% 276.00% 266.30% 278.79% 305.73% 26.94 24.5		7.70%	7.72%	8.24%	8.21%	7.85%	(0.36)	0.15
ROA 2.13% 2.94% 3.00% 3.15% 3.01% (0.14) 0.8 Cost of Fund 2.36% 2.00% 1.91% 1.94% 2.06% 0.12 (0.30)  Liquidity  LDR 91.58% 95.51% 97.20% 88.51% 87.09% (1.42) (4.49) CASA 63.08% 63.60% 65.10% 65.43% 66.70% 1.27 3.6  Asset Quality  Gross NPL 3.00% 3.09% 3.26% 3.09% 2.67% (0.42) (0.33) Gross NPL (Bank only) 3.08% 3.15% 3.32% 3.14% 2.82% (0.32) (0.26) NPL Coverage Ratio 281.16% 276.00% 266.30% 278.79% 305.73% 26.94 24.5							, ,	3.77
Cost of Fund       2.36%       2.00%       1.91%       1.94%       2.06%       0.12       (0.30         Liquidity       LDR       91.58%       95.51%       97.20%       88.51%       87.09%       (1.42)       (4.49         CASA       63.08%       63.60%       65.10%       65.43%       66.70%       1.27       3.6         Asset Quality         Gross NPL       3.00%       3.09%       3.26%       3.09%       2.67%       (0.42)       (0.33)         Gross NPL (Bank only)       3.08%       3.15%       3.32%       3.14%       2.82%       (0.32)       (0.26         NPL Coverage Ratio       281.16%       276.00%       266.30%       278.79%       305.73%       26.94       24.5							, ,	0.88
LDR       91.58%       95.51%       97.20%       88.51%       87.09%       (1.42)       (4.49)         CASA       63.08%       63.60%       65.10%       65.43%       66.70%       1.27       3.6         Asset Quality         Gross NPL       3.00%       3.09%       3.26%       3.09%       2.67%       (0.42)       (0.33)         Gross NPL (Bank only)       3.08%       3.15%       3.32%       3.14%       2.82%       (0.32)       (0.26)         NPL Coverage Ratio       281.16%       276.00%       266.30%       278.79%       305.73%       26.94       24.5							` ,	(0.30)
CASA 63.08% 63.60% 65.10% 65.43% 66.70% 1.27 3.6  Asset Quality Gross NPL 3.00% 3.09% 3.26% 3.09% 2.67% (0.42) (0.33 Gross NPL (Bank only) 3.08% 3.15% 3.32% 3.14% 2.82% (0.32) (0.26 NPL Coverage Ratio 281.16% 276.00% 266.30% 278.79% 305.73% 26.94 24.5  Capital	Liquidity							
CASA 63.08% 63.60% 65.10% 65.43% 66.70% 1.27 3.6  Asset Quality Gross NPL 3.00% 3.09% 3.26% 3.09% 2.67% (0.42) (0.33 Gross NPL (Bank only) 3.08% 3.15% 3.32% 3.14% 2.82% (0.32) (0.26 NPL Coverage Ratio 281.16% 276.00% 266.30% 278.79% 305.73% 26.94 24.5  Capital	LDR	91.58%	95.51%	97.20%	88.51%	87.09%	(1.42)	(4.49)
Gross NPL 3.00% 3.09% 3.26% 3.09% 2.67% (0.42) (0.33 Gross NPL (Bank only) 3.08% 3.15% 3.32% 3.14% 2.82% (0.32) (0.26 NPL Coverage Ratio 281.16% 276.00% 266.30% 278.79% 305.73% 26.94 24.5 Capital	CASA	63.08%		65.10%				3.62
Gross NPL 3.00% 3.09% 3.26% 3.09% 2.67% (0.42) (0.33 Gross NPL (Bank only) 3.08% 3.15% 3.32% 3.14% 2.82% (0.32) (0.26 NPL Coverage Ratio 281.16% 276.00% 266.30% 278.79% 305.73% 26.94 24.5 Capital	Asset Quality							
Gross NPL (Bank only) 3.08% 3.15% 3.32% 3.14% 2.82% (0.32) (0.26 NPL Coverage Ratio 281.16% 276.00% 266.30% 278.79% 305.73% 26.94 24.5 Capital		3.00%	3.09%	3.26%	3.09%	2.67%	(0.42)	(0.33
NPL Coverage Ratio ´ 281.16% 276.00% 266.30% 278.79% 305.73% 26.94 24.5							, ,	(0.26
·	NPL Coverage Ratio						, ,	24.57
·	Capital							
	CAR	27.16%	24.61%	25.06%	26.14%	25.51%	(0.63)	(1.65)



Source: Binaartha & Company



#### **Stock Ratings:**

Buy: a recommendation to purchase the security with upside potential of 20% or greater Hold: a recommendation to neither buy nor sell a security with upside potential of 0-19%.

Sell: a recommendation to close out a long position in a security with upside potential below 0% or negative.

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