Banking Sector

Sectoral Report

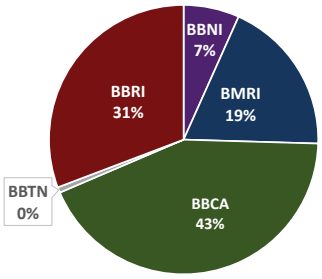
5 June 2023 **JCI Index: 6.633**

Overweight

Stock Recomendation

Ticker	Rating	Price (IDR)	TP (IDR)	Upside
BBCA	BUY	9,050	10,300	13.8
BBRI	BUY	5,575	6,200	11.2
BMRI	BUY	5,050	6,600	30.7
BBNI	BUY	9,050	12,700	40.3
BBTN	BUY	1,280	1,450	13.3

Sector Market Cap Weighting



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4M23 Bank-Only Results

Bank-only net profit rose +19.9% YoY in 4M23

Some of the banks we closely monitor have posted their bank-only 4M23 results, with a combined net profit of IDR57.9tn (+19.9% YoY). The positive growth in net profit was mainly driven by the drop in provision expense to IDR20.4tn (-14.6% YoY). Despite booking softer performance in April-23 due to Ramadan/Eid festivities, those banks managed to book positive net interest income (NII) growth of +8.1% YoY, supported by loan growth which reached 7.4% as of Apr-23, while NIM remained flattish at 5.05% as of Apr-23. Those banks posted a combined loan figure of IDR 3.8tn (+0.1% MoM, +7.4% YoY) as of Apr-23. It is worth noting that banking liquidity remained ample, with a combined LDR of 81.2% in Apr-23 (Mar-23: 81.1%, Apr-22: 80.4%), as the combined deposits of the banks reached IDR 4.8tn (-0.1% MoM, +6.3% YoY). BBCA and BMRI recorded the highest PPOP growth among the big-4 banks under our coverage (+32.0% YoY and +15.2% YoY, respectively). Regarding earnings growth, BBCA booked the highest earnings growth among the banks under our coverage (+34.4% YoY), followed by BMRI (+21.6% YoY), BBRI (+18.1% YoY), and BBNI (+14.9% YoY).

Digital banks continue to build up provision buffers

Digital banks under our coverage posted mixed results in 4M23; ARTO and AGRO booked positive earnings, while BBYB and BANK posted negative results. All these banks continued to build up provisions in Apr-23 (+19.4% MoM and +230.0% YoY) to increase their coverage ratio. Regarding their income, the banks managed to post substantial net interest income (NII) growth of +133% YoY, supported by loan growth which reached 145.1% as of Apr-23; however, their NIM fell by -291bps MoM to 11.1% as of Apr-23, as the impact of rate hikes is more severe on them than on larger banks.

OVERWEIGHT on the sector, with BBNI and BBRI as our top picks

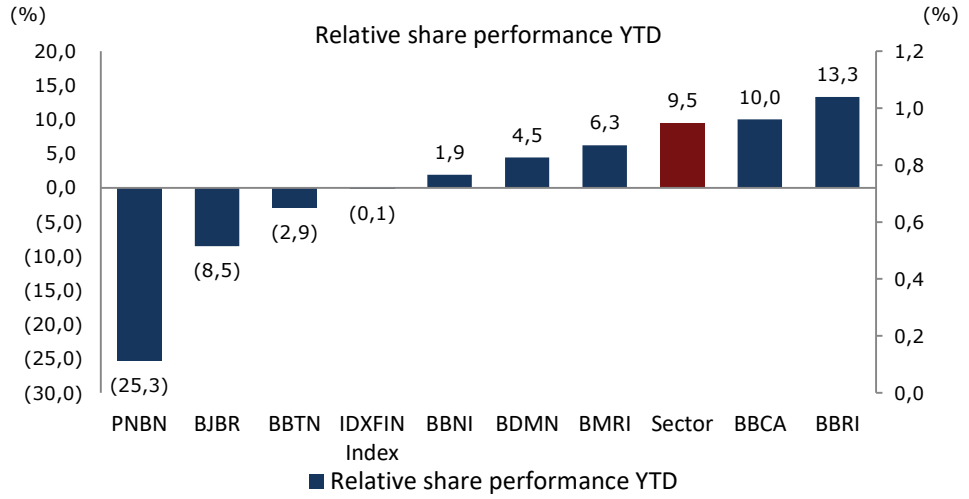
We reiterate our OVERWEIGHT rating on the sector, as we believe that the banks under our coverage can absorb the potential risks of higher NPLs and NIM could still improve in 2023F, especially for the big banks in the middle of an elevated interest rate environment, paving the way for an earnings growth of +12.4% in 2023F. We still prefer big banks to smaller banks, as they will continue to lead the banking sector's loan growth, and they will be able to enjoy a lower cost of funds amidst tightening liquidity conditions. BBNI (BUY, IDR 12,700) and BBRI (BUY, IDR 6,200) remain our top picks in the banking sector. BBNI has done impressive internal revamps, which should lead to better asset quality, and we believe the valuation gap to its closest peer (BMRI) should become narrower. BBRI should be able to book double-digit loan growth in 2023F, aided by the Kupedes program, which will result in a higher NIM despite some pressure from CoF. We also have a BUY rating for BMRI (BUY, IDR 6,600), while BBCA (BUY, IDR 10,300) has a solid outlook in 2023F. Downside risks: slower economic growth than anticipated, weaker NIM and loan growth than expected, and higher cost of credit.

Table 1. Peers valuation

Ticker	Recommendation	CP IDR	TP IDR	Upside (%)	P/B 23F	Net Profit 22F	Net Profit 23F	EPS Growth 22F	EPS Growth 23F	ROE (%) 22F	ROE (%) 23F	ROA (%) 22F	ROA (%) 23F
BBCA	BUY	9,050	10,300	13.8	4.4	45.7	50.0	12.3	9.3	19.4	18.8	3.3	3.3
BBRI	BUY	5,575	6,200	11.2	2.5	56.5	62.9	10.5	11.3	18.2	18.7	3.0	3.2
BMRI	BUY	5,050	6,600	30.7	1.0	46.6	51.6	13.3	10.6	19.4	19.6	2.2	2.2
BBNI	BUY	9,050	12,700	40.3	1.1	21.9	24.1	19.4	10.1	15.0	14.5	2.1	2.1
BBTN	BUY	1,280	1,450	13.3	0.5	3.4	3.8	10.8	11.4	12.4	12.4	0.8	0.9
Sector						**174.2**	**192.3**	**12.4**	**10.2**	**18.7**	**18.6**	**2.9**	**3.0**

Source: Companies, SSI research

Figure 1. Indonesian banks relative share price performance YTD



Source: Bloomberg, SSI research

Table 1. Digital banks coverage 4M23 results summary

4M23	ARTO	BBYB	BANK	AGRO	Digital Banks
Net interest income (IDRbn)	**563,4**	**920,4**	**61,3**	**154,3**	**1.699,4**
Cummulative Chg (% YoY)	*32,4*	*211,2*	*667,1*	*-37,3*	*133,0*
Monthly Chg (% MoM)	*-8,1*	*0,0*	*-30,3*	*-33,1*	*-4,6*
Monthly Chg (% YoY)	*28,6*	*133,9*	*372,1*	*-99,9*	*42,3*
PPOP (IDRbn)	**206,6**	**616,4**	**-65,6**	**58,3**	**815,7**
Cummulative Chg (% YoY)	*88,8*	*N.A*	*7,6*	*-43,4*	*N.A*
Monthly Chg (% MoM)	*7,4*	*50,5*	*42,7*	*76,2*	*34,7*
Monthly Chg (% YoY)	*124,2*	*N.A*	*17,3*	*N.A*	*N.A*
Provisions (IDRbn)	**182,6**	**753,4**	**-1,5**	**25,7**	**960,1**
Cummulative Chg (% YoY)	*128,7*	*267,7*	*N.A*	*360,7*	*237,0*
Monthly Chg (% MoM)	*7,5*	*22,0*	*-10,4*	*55,6*	*19,4*
Monthly Chg (% YoY)	*146,1*	*298,2*	*N.A*	*-99,7*	*230,0*
Operating profit (IDRbn)	**24,0**	**-137,0**	**-64,1**	**32,6**	**-144,4**
Cummulative Chg (% YoY)	*-18,9*	*-73,8*	*4,8*	*-66,6*	*-73,9*
Monthly Chg (% MoM)	*7,4*	*-13,8*	*52,6*	*131,3*	*-6,6*
Monthly Chg (% YoY)	*51,4*	*-36,7*	*4,6*	*N.A*	*-47,4*
Net profit (IDRbn)	**24,5**	**-137,3**	**-64,1**	**6,7**	**-170,3**
Cummulative Chg (% YoY)	*2,5*	*-73,9*	*4,9*	*-66,7*	*-69,7*
Monthly Chg (% MoM)	*-26,9*	*-12,7*	*52,6*	*43,0*	*-1,5*
Monthly Chg (% YoY)	*N.A*	*-36,6*	*4,8*	*N.A*	*-48,1*
4M23	**ARTO**	**BBYB**	**BANK**	**AGRO**	**Digital Banks**
Gross loans *(IDRbn)*	**10.524**	**10.696**	**1.696**	**6.794**	**29.709**
Chg (% MoM)	*-2,9*	*-2,0*	*5,3*	*-1,1*	*27,2*
Chg (% YoY)	*57,9*	*95,9*	*N.A*	*-27,9*	*145,1*
Total deposits *(IDRbn)*	**9.935**	**15.190**	**1.143**	**8.549**	**34.818**
Chg (% MoM)	*7,1*	*3,0*	*5,6*	*-2,3*	*38,6*
Chg (% YoY)	*122,6*	*53,3*	*208,4*	*-11,1*	*136,2*
4M23	**ARTO**	**BBYB**	**BANK**	**AGRO**	**Digital Banks**
LDR *(%)*	**87,9**	**70,4**	**148,3**	**79,5**	**85,3**
Chg (% MoM)	*-8,9*	*-3,5*	*-0,5*	*1,0*	*-7,7*
Chg (% YoY)	*-5,7*	*15,3*	*148,3*	*-18,5*	*3,1*
ROA *(%)*	**0,5**	**-2,5**	**-5,9**	**0,2**	**-1,9**
Chg (% MoM)	*0,0*	*-0,7*	*0,4*	*0,0*	*0,6*
Chg (% YoY)	*-0,2*	*13,5*	*7,9*	*-0,2*	*7,8*
ROE *(%)*	**0,9**	**-13,9**	**-9,4**	**0,7**	**-5,4**
Chg (% MoM)	*0,0*	*-5,0*	*-0,4*	*0,1*	*0,2*
Chg (% YoY)	*0,0*	*79,8*	*7,6*	*-1,1*	*31,2*
4M23	**ARTO**	**BBYB**	**BANK**	**AGRO**	**Digital Banks**
NIM *(%)*	**11,56**	**18,98**	**10,49**	**3,41**	**11,11**
Chg (% MoM)	*-0,33*	*-0,11*	*-0,60*	*-0,06*	*-2,91*
Chg (% YoY)	*-0,66*	*8,20*	*8,15*	*-0,37*	*2,66*
CASA *(%)*	**67,61**	**28,00**	**20,94**	**26,58**	**35,78**
Chg (% MoM)	*3,81*	*1,03*	*3,46*	*2,57*	*-0,30*
Chg (% YoY)	*10,10*	*4,26*	*12,29*	*-17,86*	*5,81*

Source: Companies, SSI research

Table 2. Conventional banks coverage 4M23 results summary (bank-only)

4M23	BBCA	BBRI	BMRI	BBNI	Big4	BBTN	BNGA	BDMN	Non-big4	Total
Net interest income (IDRtn)	**23,1**	**35,1**	**22,9**	**13,5**	**94,6**	**4,1**	**4,2**	**2,9**	**11,2**	**105,8**
Cummulative Chg (% YoY)	*25,7*	*2,1*	*11,9*	*3,9*	*9,7*	*-15,4*	*3,9*	*4,4*	*-4,0*	*8,1*
Monthly Chg (% MoM)	*-2,7*	*-0,3*	*4,2*	*-10,2*	*-1,3*	*-12,2*	*-8,2*	*-2,6*	*-8,3*	*-2,1*
Monthly Chg (% YoY)	*22,4*	*-5,0*	*13,0*	*-6,4*	*4,7*	*-22,8*	*-0,6*	*3,7*	*-9,1*	*3,1*
PPOP (IDRtn)	**20,9**	**31,7**	**21,4**	**11,0**	**85,0**	**2,5**	**3,3**	**2,0**	**7,7**	**92,8**
Cummulative Chg (% YoY)	*32,0*	*13,3*	*15,2*	*-2,2*	*15,4*	*4,5*	*-1,9*	*3,4*	*1,4*	*14,1*
Monthly Chg (% MoM)	*13,4*	*4,3*	*-6,0*	*-26,3*	*-0,9*	*-9,8*	*1,1*	*-5,0*	*-3,8*	*-1,2*
Monthly Chg (% YoY)	*35,5*	*9,5*	*14,6*	*-8,1*	*14,2*	*-5,0*	*12,9*	*8,6*	*6,1*	*13,4*
Provisions (IDRtn)	**1,4**	**10,3**	**3,3**	**2,8**	**17,7**	**1,1**	**0,9**	**0,8**	**2,8**	**20,4**
Cummulative Chg (% YoY)	*-50,1*	*3,0*	*-8,7*	*-40,2*	*-15,4*	*2,9*	*-33,0*	*25,6*	*-8,8*	*-14,6*
Monthly Chg (% MoM)	*-98,8*	*423,1*	*-14,1*	*-37,5*	*31,8*	*47,4*	*-62,4*	*-95,7*	*19,5*	*30,1*
Monthly Chg (% YoY)	*n.a*	*33,2*	*2,1*	*-40,6*	*11,6*	*23,2*	*-65,3*	*-96,3*	*10,2*	*11,4*
Operating profit (IDRtn)	**19,6**	**21,4**	**18,1**	**8,3**	**67,4**	**1,4**	**2,3**	**1,3**	**4,9**	**72,3**
Cummulative Chg (% YoY)	*49,0*	*19,0*	*20,8*	*23,8*	*27,6*	*5,8*	*20,1*	*-6,8*	*8,2*	*26,0*
Monthly Chg (% MoM)	*53,1*	*-40,2*	*-4,3*	*-21,9*	*-8,3*	*-44,3*	*0,8*	*-12,3*	*-15,3*	*-8,8*
Monthly Chg (% YoY)	*36,2*	*-6,1*	*17,3*	*10,9*	*15,0*	*-30,4*	*29,7*	*-6,0*	*3,3*	*14,2*
Net profit (IDRtn)	**15,4**	**17,1**	**14,7**	**6,8**	**53,9**	**0,9**	**2,1**	**1,0**	**4,0**	**57,9**
Cummulative Chg (% YoY)	*34,4*	*18,1*	*21,6*	*14,9*	*22,9*	*-6,7*	*-12,0*	*-5,5*	*-9,2*	*19,9*
Monthly Chg (% MoM)	*54,8*	*-40,1*	*-3,6*	*-21,6*	*-8,4*	*-49,8*	*24,3*	*-15,3*	*-5,8*	*-8,2*
Monthly Chg (% YoY)	*14,4*	*-7,8*	*18,8*	*-1,5*	*6,9*	*-40,9*	*1,6*	*-7,6*	*-9,7*	*5,5*
4M23	**BBCA**	**BBRI**	**BMRI**	**BBNI**	**Big4**	**BBTN**	**BNGA**	**BDMN**	**Non-big4**	**Total**
Gross loans *(IDRtn)*	**702**	**1.063**	**933**	**622**	**3.321**	**302**	**143**	**112**	**557**	**3.878**
Chg (% MoM)	*1,2*	*-0,2*	*0,7*	*-1,3*	*0,1*	*0,7*	*-1,5*	*-1,3*	*-0,3*	*0,1*
Chg (% YoY)	*9,6*	*7,5*	*8,1*	*5,2*	*7,6*	*7,7*	*1,3*	*8,8*	*6,2*	*7,4*
Total deposits *(IDRtn)*	**1.044**	**1.238**	**1.073**	**735**	**4.089**	**322**	**240**	**125**	**687**	**4.776**
Chg (% MoM)	*2,1*	*-0,9*	*-1,1*	*-0,3*	*-0,1*	*0,6*	*-0,2*	*0,1*	*0,3*	*-0,1*
Chg (% YoY)	*2,8*	*9,0*	*6,7*	*7,4*	*6,5*	*7,5*	*2,9*	*5,8*	*5,5*	*6,3*
4M23	**BBCA**	**BBRI**	**BMRI**	**BBNI**	**Big4**	**BBTN**	**BNGA**	**BDMN**	**Non-big4**	**Total**
LDR *(%)*	**67,3**	**85,9**	**87,0**	**84,6**	**81,2**	**83,6**	**59,5**	**90,2**	**81,2**	**81,2**
Chg (% MoM)	*-0,6*	*0,6*	*1,5*	*-0,8*	*0,2*	*0,1*	*-0,8*	*-1,4*	*-0,4*	*0,1*
Chg (% YoY)	*4,2*	*-1,2*	*1,1*	*-1,8*	*0,9*	*-0,5*	*-0,9*	*2,5*	*0,5*	*0,8*
ROA *(%)*	**3,6**	**3,2**	**3,1**	**2,2**	**3,0**	**0,7**	**2,0**	**1,7**	**1,5**	**2,4**
Chg (% MoM)	*0,1*	*-0,2*	*-0,1*	*0,0*	*0,0*	*-0,1*	*0,1*	*-0,1*	*0,0*	*0,0*
Chg (% YoY)	*0,7*	*0,2*	*0,3*	*0,1*	*0,3*	*-0,1*	*-0,5*	*-0,1*	*-0,2*	*0,1*
ROE *(%)*	**23,4**	**18,7**	**23,0**	**16,2**	**20,3**	**11,5**	**14,7**	**6,8**	**11,0**	**16,3**
Chg (% MoM)	*0,8*	*-1,7*	*-0,5*	*0,1*	*-0,3*	*-1,6*	*1,4*	*-0,4*	*-0,2*	*-0,3*
Chg (% YoY)	*4,4*	*-0,1*	*2,4*	*0,9*	*1,9*	*-3,4*	*-2,8*	*-0,7*	*-2,3*	*0,1*
4M23	**BBCA**	**BBRI**	**BMRI**	**BBNI**	**Big4**	**BBTN**	**BNGA**	**BDMN**	**Non-big4**	**Total**
NIM *(%)*	**5,69**	**6,97**	**5,20**	**4,62**	**5,62**	**3,24**	**4,32**	**5,30**	**4,29**	**5,05**
Chg (% MoM)	*-0,07*	*0,18*	*0,03*	*0,00*	*0,03*	*-0,09*	*-0,04*	*0,10*	*-0,01*	*0,01*
Chg (% YoY)	*0,74*	*-0,42*	*0,13*	*-0,18*	*0,07*	*-0,76*	*-0,22*	*0,10*	*-0,29*	*-0,09*
CASA *(%)*	**82,02**	**64,18**	**79,00**	**69,54**	**73,69**	**53,33**	**61,55**	**57,09**	**57,32**	**66,68**
Chg (% MoM)	*0,09*	*-0,60*	*-0,22*	*0,26*	*-0,12*	*1,14*	*0,22*	*-1,55*	*-0,07*	*-0,10*
Chg (% YoY)	*0,94*	*-0,54*	*3,62*	*-0,85*	*0,79*	*8,43*	*-2,06*	*-3,29*	*1,02*	*0,89*

Source: Companies, SSI research

Table 3. Valuation metrics for conventional banks under our coverage (part-1)

Ticker		BBCA	BBRI	BMRI	BBNI	BBTN	Sector	Big-4	Non big-4
Rating		BUY	BUY	BUY	BUY	BUY		OVERWEIGHT	
Target price	*(IDR)*	10,300	6,200	6,600	12,700	1,450			
Target PBV	*(x)*	5.1	2.9	2.5	1.5	0.5	**3.7**	**3.7**	**0.5**
Share price	*(IDR)*	9,050	5,575	5,050	9,050	1,280			
Up(down)side	*(%)*	13.8	11.2	30.7	40.3	13.3			
Total mkt cap.	*(IDRtn)*	1,054	680	440	167	16	**2,357**	**2,342**	**16**
BVPS (IDR)	2023F	2,027	2,128	5,392	8,352	2,710	**20,609**	**17,900**	**2,710**
EPS (IDR)	2023F	371	417	999	1,173	319	**3,279**	**2,960**	**319**
DPS (IDR)	2023F	141	271	600	74	64	**1,150**	**1,086**	**64**
PBV (x)	2023F	4.5	2.6	0.9	1.1	0.5	**3.0**	**3.0**	**0.5**
PE (x)	2023F	24.4	13.4	5.1	7.7	4.0	**16.3**	**16.4**	**4.0**
Yield (%)	2023F	1.6	4.9	11.9	0.8	5.0	**4.4**	**4.4**	**5.0**
PPOP	2020	43.0	57.4	45.8	27.8	4.6	**178.6**	**174.0**	**4.6**
(IDRtn)	2021	48.6	77.0	57.7	31.1	6.7	**221.0**	**214.3**	**6.7**
	2022	52.6	91.7	72.0	34.4	7.8	**258.6**	**250.7**	**7.8**
	2023F	62.3	102.8	82.7	36.8	8.6	**293.2**	**284.7**	**8.6**
	2024F	68.2	111.8	91.0	39.7	9.0	**319.7**	**310.7**	**9.0**
Net profit	2020	27.1	18.7	17.1	3.3	1.6	**67.8**	**66.2**	**1.6**
(IDRtn)	2021	31.4	31.1	28.0	10.9	2.4	**103.8**	**101.4**	**2.4**
	2022	40.7	51.2	41.2	18.3	3.0	**154.4**	**151.4**	**3.0**
	2023F	45.7	56.5	46.6	21.9	3.4	**174.2**	**170.8**	**3.4**
	2024F	50.0	62.9	51.6	24.1	3.8	**192.3**	**188.6**	**3.8**
PPOP growth	2020	(3.5)	(11.7)	(5.7)	(1.8)	14.6	**(6.1)**	**(6.2)**	**14.6**
(%)	2021	12.9	34.1	26.1	11.7	45.0	**21.6**	**21.5**	**45.0**
	2022	8.4	19.1	24.8	10.8	17.6	**14.8**	**14.8**	**17.6**
	2023F	18.3	12.2	14.9	7.0	9.4	**15.0**	**15.1**	**9.4**
	2024F	9.6	8.7	9.9	7.8	5.3	**9.2**	**9.3**	**5.3**
Net profit growth	2020	(5.0)	(45.7)	(37.7)	(78.7)	665.7	**(23.6)**	**(28.3)**	**665.7**
(%)	2021	15.8	66.5	63.7	232.2	48.3	**55.0**	**55.0**	**48.3**
	2022	29.6	64.7	46.9	68.0	28.1	**45.7**	**45.8**	**28.1**
	2023F	12.3	10.5	13.3	19.4	10.8	**12.4**	**12.5**	**10.8**
	2024F	9.3	11.3	10.6	10.1	11.4	**10.2**	**10.2**	**11.4**
Loan growth	2020	(0.7)	3.7	(1.7)	5.3	1.7	**0.8**	**0.8**	**1.7**
(%)	2021	8.2	10.6	17.6	(0.6)	5.7	**10.0**	**10.0**	**5.7**
	2022	11.7	9.5	14.4	11.0	8.5	**11.5**	**11.5**	**8.5**
	2023F	11.0	11.3	11.0	8.3	9.3	**10.9**	**10.9**	**9.3**
	2024F	12.0	11.6	12.1	9.9	9.4	**11.7**	**11.7**	**9.4**
Deposit growth	2020	19.4	9.9	12.2	10.6	23.8	**14.7**	**14.7**	**23.8**
(%)	2021	16.1	1.6	23.4	7.3	6.0	**12.6**	**12.6**	**6.0**
	2022	6.5	14.9	15.5	5.5	8.8	**10.6**	**10.6**	**8.8**
	2023F	8.2	8.6	7.9	6.9	8.7	**8.2**	**8.2**	**8.7**
	2024F	8.1	9.3	8.4	7.9	9.7	**8.5**	**8.5**	**9.7**
LDR	2020	69.9	83.9	84.9	85.1	93.2	**78.0**	**77.9**	**93.2**
(%)	2021	65.2	91.3	81.0	78.3	92.9	**76.8**	**76.7**	**92.9**
	2022	68.3	87.1	80.2	82.4	92.7	**77.1**	**77.0**	**92.7**
	2023F	70.1	89.3	82.5	83.4	93.2	**79.0**	**78.9**	**93.2**
	2024F	72.6	91.1	85.3	85.0	92.9	**81.3**	**81.2**	**92.9**
NIM	2020	5.8	5.6	4.9	4.5	3.0	**5.5**	**5.5**	**3.0**
(%)	2021	5.1	7.7	5.1	4.7	4.0	**5.8**	**5.8**	**4.0**
	2022	5.3	7.8	5.5	4.8	4.3	**6.0**	**6.0**	**4.3**
	2023F	5.6	7.9	5.5	4.7	4.3	**6.2**	**6.2**	**4.3**
	2024F	5.6	8.0	5.5	4.8	4.3	**6.2**	**6.2**	**4.3**
Non-int inc. growth	2020	(29.5)	3.3	2.0	(3.4)	19.0	**(12.0)**	**(12.2)**	**19.0**
(%)	2021	15.2	42.5	13.0	18.4	(1.2)	**22.8**	**23.0**	**(1.2)**
	2022	1.7	20.1	10.5	14.4	(15.8)	**9.5**	**9.6**	**(15.8)**
	2023F	6.5	4.7	9.1	6.1	3.7	**6.4**	**6.4**	**3.7**
	2024F	6.7	5.9	9.1	6.2	5.1	**6.9**	**6.9**	**5.1**

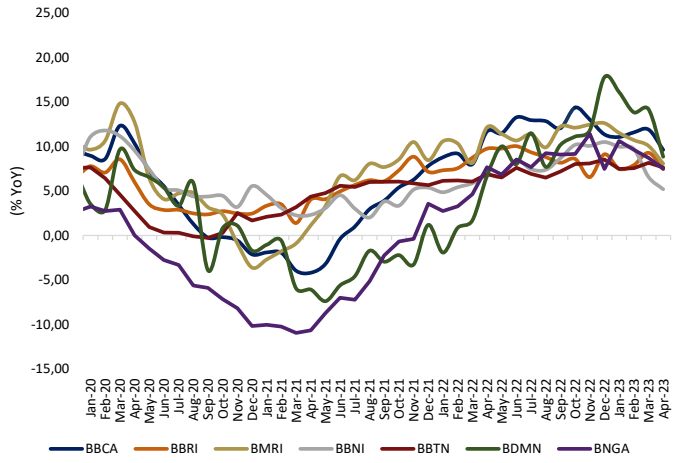
Source: Bloomberg, companies, SSI research

Table 4. Valuation metrics for conventional banks under our coverage (part-2)

Ticker		BBCA	BBRI	BMRI	BBNI	BBTN	Sector	Big-4	Non-big4
Rating		**BUY**	**BUY**	**BUY**	**BUY**	**BUY**		**OVERWEIGHT**	
Target price	*(IDR)*	10,300	6,200	6,600	12,700	1,450			
Target PBV	*(x)*	5.1	2.9	2.5	1.5	0.5			
Share price	*(IDR)*	9,050	5,575	5,050	9,050	1,280			
Up(down)side	*(%)*	13.8	11.2	30.7	40.3	13.3			
Total mkt cap.	*(IDRtn)*	1,054	680	440	167	16	**2,357**	**2,342**	**16**
BVPS (IDR)	2023F	2,027	2,128	5,392	8,352	2,710	**20,609**	**17,900**	**2,710**
EPS (IDR)	2023F	371	417	999	1,173	319	**3,279**	**2,960**	**319**
DPS (IDR)	2023F	141	271	600	74	64	**1,150**	**1,086**	**64**
PBV (x)	2023F	4.5	2.6	0.9	1.1	0.5	**3.0**	**3.0**	**0.5**
PE (x)	2023F	24.4	13.4	5.1	7.7	4.0	**16.3**	**16.4**	**4.0**
Yield (%)	2023F	1.6	4.9	11.9	0.8	5.0	**4.4**	**4.4**	**5.0**
Non-int inc. to tot	2020	25.5	27.1	34.9	28.6	21.6	**27.9**	**28.0**	**21.6**
(%)	2021	27.6	26.9	31.9	31.5	15.8	**28.4**	**28.5**	**15.8**
	2022	25.4	28.8	30.1	32.8	12.1	**27.7**	**27.8**	**12.1**
	2023F	23.9	28.0	29.3	32.3	11.7	**26.6**	**26.7**	**11.7**
	2024F	23.4	27.5	28.9	31.8	11.4	**26.1**	**26.2**	**11.4**
Cost to income	2020	62.9	81.7	80.3	92.6	91.6	**73.9**	**73.7**	**91.6**
(%)	2021	55.2	77.8	70.9	81.1	89.3	**66.7**	**66.5**	**89.3**
	2022	49.0	68.2	62.6	69.4	86.4	**58.8**	**58.6**	**86.4**
	2023F	48.3	67.1	62.2	67.1	86.3	**57.9**	**57.7**	**86.3**
	2024F	47.7	66.3	62.0	66.4	85.9	**57.3**	**57.2**	**85.9**
Credit cost	2020	2.0	3.3	2.5	4.2	0.9	**2.6**	**2.6**	**0.9**
(%)	2021	1.5	3.4	1.8	3.4	1.3	**2.2**	**2.3**	**1.3**
	2022	0.6	2.4	1.3	1.9	1.3	**1.4**	**1.4**	**1.3**
	2023F	0.8	2.3	1.3	1.5	1.3	**1.4**	**1.4**	**1.3**
	2024F	0.7	2.1	1.3	1.3	1.2	**1.3**	**1.3**	**1.2**
NPL ratio	2020	1.8	3.0	3.3	4.2	4.4	**2.6**	**2.6**	**4.4**
(%)	2021	2.2	3.1	2.8	3.7	3.7	**2.7**	**2.7**	**3.7**
	2022	1.7	3.1	1.9	2.8	3.4	**2.2**	**2.2**	**3.4**
	2023F	1.4	3.2	2.4	2.5	3.6	**2.2**	**2.2**	**3.6**
	2024F	1.4	3.2	2.4	2.4	3.6	**2.2**	**2.2**	**3.6**
ROA	2020	2.7	1.3	1.2	0.4	0.4	**1.8**	**1.9**	**0.4**
(%)	2021	2.7	1.9	1.8	1.2	0.6	**2.2**	**2.2**	**0.6**
	2022	3.2	2.9	2.2	1.8	0.8	**2.8**	**2.8**	**0.8**
	2023F	3.3	3.0	2.2	2.1	0.8	**2.9**	**2.9**	**0.8**
	2024F	3.3	3.2	2.2	2.1	0.9	**3.0**	**3.0**	**0.9**
ROE	2020	15.1	9.2	8.7	2.8	8.0	**11.3**	**11.3**	**8.0**
(%)	2021	16.2	12.8	14.2	9.3	11.1	**14.3**	**14.4**	**11.1**
	2022	19.2	17.4	19.0	14.1	11.8	**18.2**	**18.3**	**11.8**
	2023F	19.4	18.2	19.4	15.0	12.4	**18.7**	**18.7**	**12.4**
	2024F	18.8	18.7	19.6	14.5	12.4	**18.6**	**18.6**	**12.4**
CAR	2020	23.0	21.2	19.5	15.3	19.3	**21.2**	**21.2**	**19.3**
(%)	2021	22.9	27.2	19.6	19.4	19.1	**23.2**	**23.3**	**19.1**
	2022	23.0	25.5	19.6	20.0	21.0	**22.9**	**22.9**	**21.0**
	2023F	24.4	25.0	21.9	21.0	16.9	**23.8**	**23.9**	**16.9**
	2024F	24.7	24.1	23.2	22.1	17.2	**24.0**	**24.1**	**17.2**
Tier 1	2020	22.1	20.1	18.4	14.1	13.6	**20.2**	**20.2**	**13.6**
(%)	2021	22.1	26.2	18.4	17.6	13.8	**22.2**	**22.2**	**13.8**
	2022	22.1	24.5	18.6	18.2	17.0	**21.8**	**21.9**	**17.0**
	2023F	23.3	24.1	20.8	19.2	13.5	**22.7**	**22.8**	**13.5**
	2024F	23.6	23.2	22.1	20.3	13.9	**22.9**	**23.0**	**13.9**

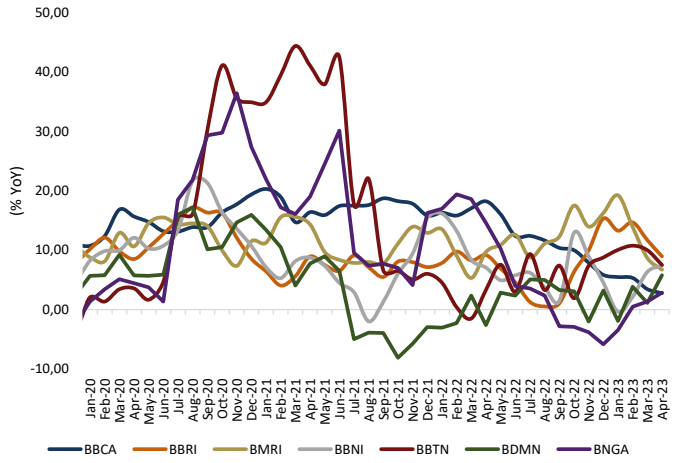
Source: Bloomberg, companies, SSI research

Figure 2. Conventional banks' loan growth



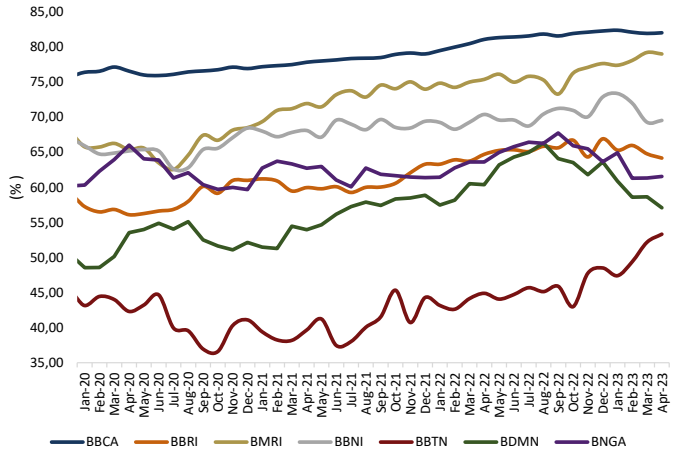
Source: Companies, SSI research

Figure 3. Conventional banks' deposit growth



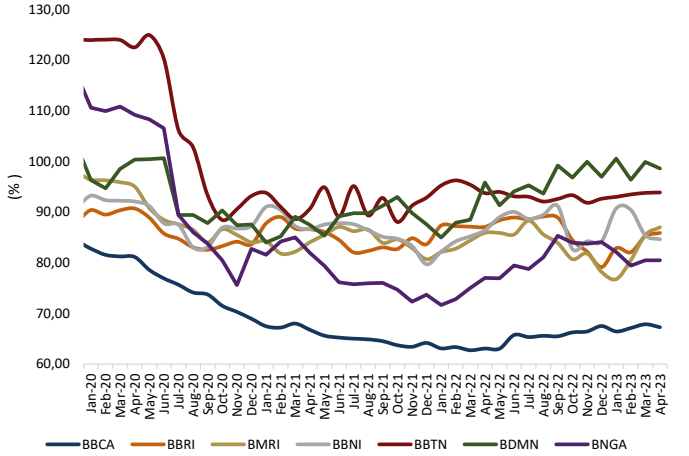
Source: Companies, SSI research

Figure 4. Conventional banks' CASA %



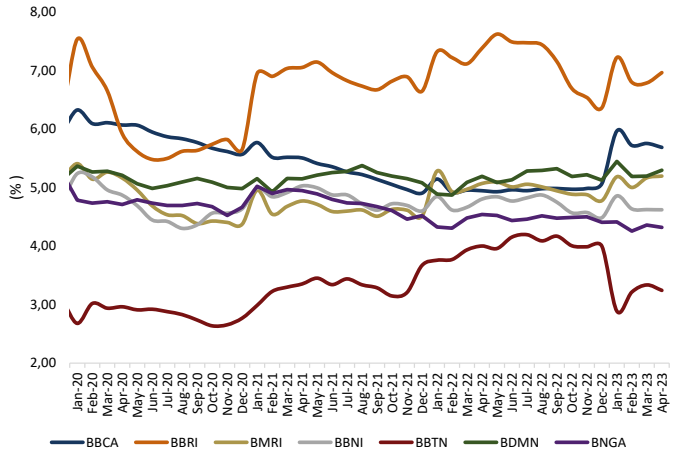
Source: Companies, SSI research

Figure 5. Conventional banks' LDR %



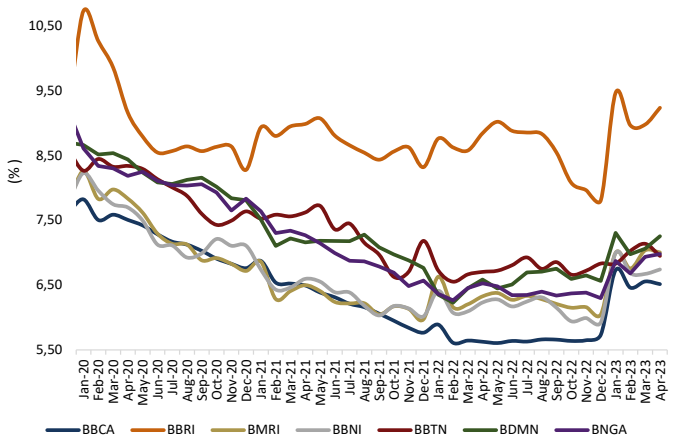
Source: Companies, SSI research

Figure 6. Conventional banks' NIM %



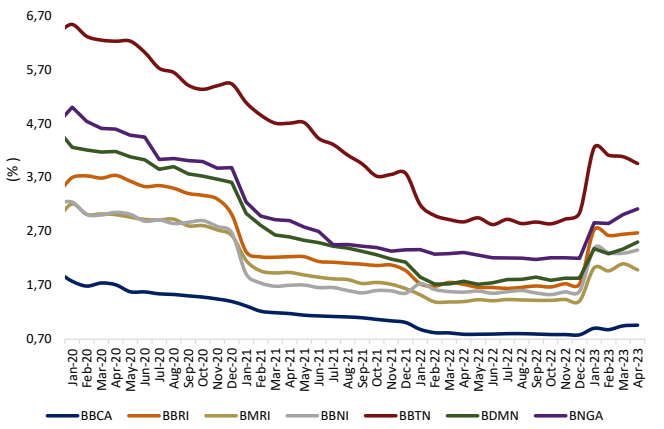
Source: Companies, SSI research

Figure 7. Conventional banks' asset yield %



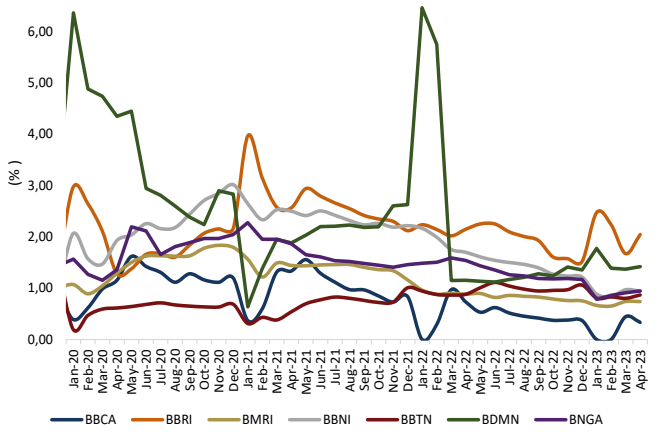
Source: Companies, SSI research

Figure 8. Conventional banks' CoF



Source: Companies, SSI research

Figure 9. Conventional banks' CoC



Source: Companies, SSI research

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