

# Bank Negara Indonesia (BBNI): IDR 4,360 — BUY, SSI TP: IDR 6,500; Cons. TP: IDR 6,340



## 11M24 Bank-only Results: 23 Desember 2024

(IDRbn)	MoM		YoY		YoY		11M24/	11M24/
	Nov-24	(%)	(%)	11M23	11M24	(%)	2024F	cons
Net Interest Income	3,361	(4.1)	9.5	37,048	35,615	(3.9)	-	-
Non-interest income	2,017	34.7	24.1	17,846	19,562	9.6	-	-
<b>Total operating income</b>	<b>5,378</b>	<b>7.5</b>	<b>14.6</b>	<b>54,893</b>	<b>55,177</b>	<b>0.5</b>	<b>82.1</b>	<b>85.7</b>
Provisions	693	(2.1)	12.9	7,893	6,415	(18.7)	-	-
Operating profit	2,051	(10.6)	2.4	23,179	23,902	3.1	-	-
<b>Net profit</b>	<b>1,738</b>	<b>(7.6)</b>	<b>1.5</b>	<b>19,043</b>	<b>19,812</b>	<b>4.0</b>	<b>88.9</b>	<b>89.7</b>
<b>Key ratios (%)</b>								
Assets yield (annualized)	-	-	-	6.6	6.7	-	-	-
Cost of funds (annualized)	-	-	-	2.5	3.0	-	-	-
NIM (annualized)	-	-	-	4.4	4.1	-	-	-
Credit Costs (annualized)	-	-	-	1.3	1.0	-	-	-
LDR	-	-	-	91.0	94.4	-	-	-
ROE (annualized)	-	-	-	14.5	13.9	-	-	-

## SWOT Analysis of the Results (In-line)

### Strength

In 11M24, BBNI's provision dropped 18.7% YoY, achieving CoC of 99bps, aligned with the 1.0% guidance; loan growth reached 11% YoY (vs. 8.8% YoY in 10M24), meeting the 10-12% YoY target

### Weakness

Nov-24 net profit declined 7.6% MoM to IDR 1.7tn due to higher opex, pushing the 11M24 CIR to 45.1%, up from 44.6% in the prior month

### Opportunity

BBNI aims to expand lending to commercial and SME segments, offering higher yields to mitigate NIM pressure; share price underperformance presents buying opportunities

### Threat

BBNI's NPL (2.0% in 3Q24) could rise if SME loans were disbursed without robust risk management, particularly in a high-interest-rate environment

## Peer Comparables

Company Ticker	Rating	Market Cap. (IDR tn)	Last Price (IDR)	TP (IDR)	YTD Net Buy/(Sell) (IDR bn)	Upside Potential (%)	2025F			
							NIM (%)	EPS Growth (%)	PBV (x)	ROE (%)
BBCA	BUY	1,208	9,800	12,500	840	27.6	5.8	8.7	4.1	21.1
BBRI	BUY	637	4,200	5,500	(37,456)	31.0	7.6	9.5	1.9	20.4
BMRI	BUY	539	5,775	8,500	(1,380)	47.2	5.3	10.1	1.7	20.9
<b>BBNI</b>	<b>BUY</b>	<b>163</b>	<b>4,360</b>	<b>6,500</b>	<b>(882)</b>	<b>49.1</b>	<b>4.5</b>	<b>12.1</b>	<b>0.9</b>	<b>14.9</b>
BRIS	BUY	130	2,810	3,400	1,768	21.0	5.5	12.8	2.6	17.0
PNBN	BUY	33	1,785	2,200	173	23.2	4.5	10.8	0.8	8.5
ARTO	HOLD	33	2,410	2,800	723	16.2	7.8	49.0	3.9	2.0
BBTN	SELL	16	1,140	1,100	253	(3.5)	3.6	15.4	0.3	11.1
<b>Sector</b>	<b>Overweight</b>	<b>2,759</b>			<b>(8,501)</b>	<b>32.8</b>	<b>6.0</b>	<b>10.1</b>	<b>2.8</b>	<b>19.9</b>

## Relative YTD Performance vs JCI (%)

