

Bank Central Asia (BBCA): BUY, SSI TP: IDR 12,000; Cons. TP: IDR 11,920



4Q24 Results: 23 January 2025

(IDRbn)	4Q24	QoQ (%)	YoY (%)	12M23	12M24	YoY (%)	12M24/SSI (%)	12M24/Cons. (%)
Net interest income	21,438	1.4	10.2	75,369	82,519	9.5	-	-
Non-interest income	6,200	(6.1)	10.7	23,900	25,200	5.4	-	-
Total operating income	27,638	(0.4)	10.3	99,269	107,719	8.5	96.2	99.2
Provisions	(246)	(1.2)	7.6	2,263	2,700	19.3	-	-
Operating profit	17,492	(1.2)	13.0	60,342	68,367	13.3	-	-
Net profit	13,763	(3.1)	12.6	48,639	54,837	12.7	100.5	100.1
Key ratios (%)								
NIM	-	-	-	5.5	5.8	-	-	-
LDR	-	-	-	73.5	81.3	-	-	-
Capital adequacy	-	-	-	29.4	29.4	-	-	-
Gross NPL	-	-	-	1.9	1.8	-	-	-
ROE	-	-	-	21.0	21.7	-	-	-

SWOT Analysis of the Results (In-line)

Strength

Strong FY24 earnings expansion of +12.7% YoY, driven by solid loan growth (+13.8% YoY) and improved NIM (+10bps QoQ) as the bank's CoF continued to decline thanks to higher CASA ratio, which reached 82.4% in 4Q24 (+20bps QoQ)

Weakness

4Q24 LDR rose to 8.4% (+330bps QoQ) as BBCA's deposit growth (+2.9% YoY) significantly lagged behind its loan growth (+5.1% QoQ, +13.8% YoY)

Opportunity

BBCA plans to raise its loan yield this year, especially in the consumer segment; with the highest CASA ratio among our banking coverage at 82% (sector: 65%), BBCA's NIM should improve further in 2025F, resulting in reversal of recent market underperformance

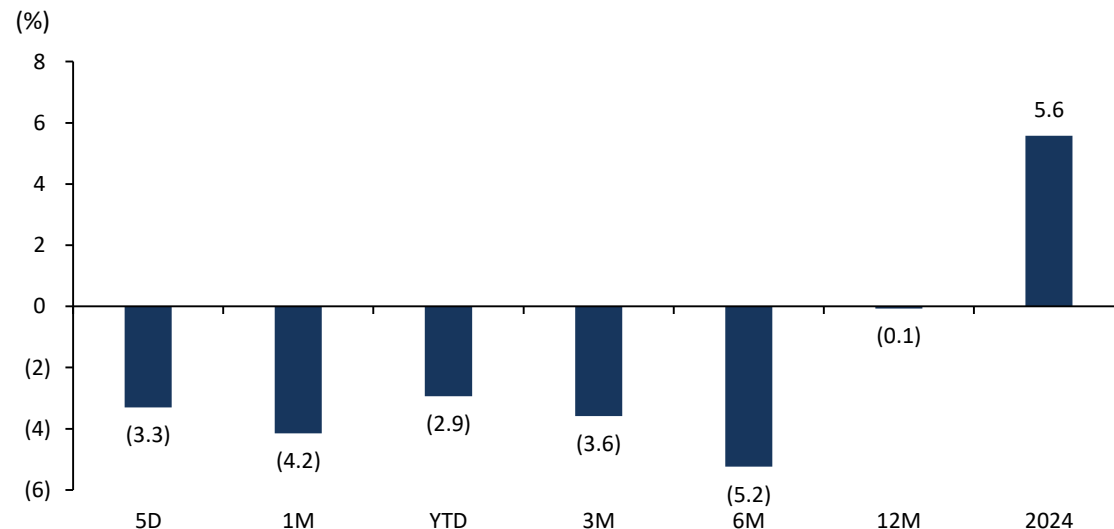
Threat

In 2025F, BBCA may book slower loan growth than in FY24 (6-8%) due to loan yield adjustments; the bank may face higher CoC this year (FY24: 30bps) if asset quality deteriorates due to USD/IDR depreciation, leading to further market underperformance

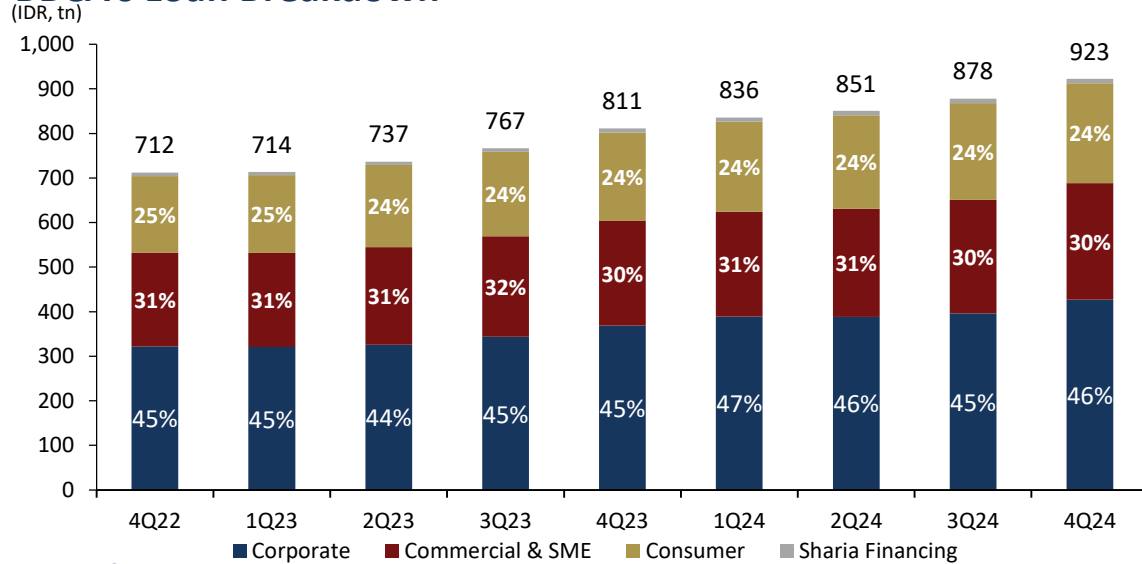
Peer Comparables

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	1,183	9,600	12,000	(1,885)	25.0	5.8	8.7	4.0	21.1
BBRI	BUY	652	4,300	5,500	(43)	27.9	7.6	9.5	1.9	20.4
BMRI	BUY	576	6,175	8,000	82	29.6	5.3	10.1	1.8	20.9
BBNI	BUY	173	4,650	6,000	(243)	29.0	4.5	12.1	1.0	14.9
BRIS	BUY	133	2,880	3,400	(39)	18.1	5.5	12.8	2.6	17.0
PNBN	BUY	34	1,880	2,200	15	17.0	4.5	10.8	0.9	8.5
ARTO	HOLD	34	2,450	2,800	(1)	14.3	7.8	49.0	3.9	2.0
BBTN	SELL	15	1,085	950	(2)	(12.4)	3.6	15.4	0.3	11.1
Sector	Overweight	2,801			(806)	26.1	6.0	10.2	2.8	19.9

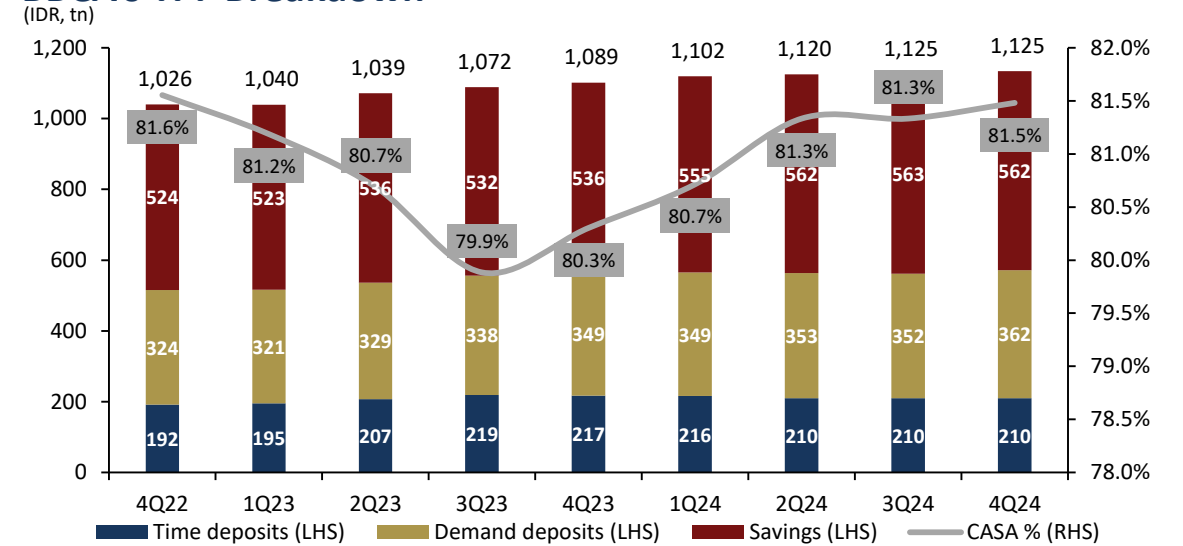
Relative YTD Performance vs JCI (%)



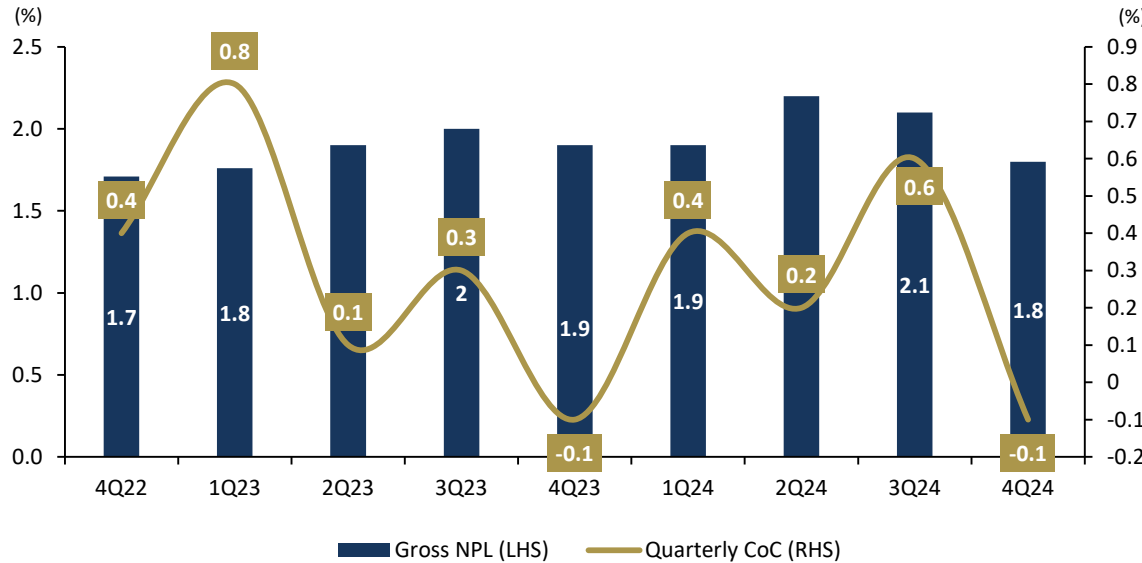
BBCA's Loan Breakdown



BBCA's TPF Breakdown



BBCA's NPL & CoC



BBCA's Restructured Loans

