BBNI IJ

Bank Negara Indonesia (Persero) Tbk

2H26: Down, But Not Out

SSI SUMMARY – 2H26 NIM to stay under pressure after management cut FY26 guidance to 3.3-3.5% (from 3.5-3.8%) on assumed full withdrawal of MoF's SAL placements, but PPOP should allow absorption: 1H26 PPOP up 13% YoY and opex growth guide towards moderation of 7-8%. At 0.7x 26F P/BV (10Y average of 1.1x), 7.4% dividend yield and CoC of 1.1% (looking precautionary than credit-driven), BBNI remains a BUY.

SSI RATING

BUY

TARGET PRICE	UPSIDE
IDR 4,700	▲ 29.8%

(Based on 1.0x 2026F P/B)

Cons. TP (IDR)	4,380
Last Price (IDR)	3,620
52-Week High/Low (IDR)	4,730/2,990
3M avg daily value (IDRbn)	222.5
Market Cap (IDRtn)	135.0
Danantara Asset Management (%)	59.4
Public & Others (%)	40.6

2Q26 Top-line

2Q26 operating income fell 3.8% QoQ to IDR16.7tn (+15.0% YoY) as 14.1% QoQ drop in non-interest income offset record NII of IDR11.3tn (+2.1% QoQ, +16.3% YoY). NIM held flat QoQ at 3.6%, with asset yields and CoF broadly unchanged.

2Q26 Bottom-line

2Q26 net profit fell 10.0% QoQ but rose 8.1% YoY to IDR5.1tn with 1H26 of IDR10.8tn (+6.6% YoY) coming in line with ours (52.0%) and consensus (50.6%), as provisions jumped 51.1% QoQ to IDR3.0tn and quarterly CoC rose to 129bps.

Operational Data

Loans grew 24.4% YoY/5.4% QoQ to IDR969tn (17% YoY ex-Agrinas), led by middle (+62% YoY) and corporate (+25%). Deposits were flat QoQ, lifting LDR to 88.0% and cutting CASA to 65.4%. NPLs held at 1.9% while total CAR eased to 18.3%.

3Q26/26F Preview

FY26 loan growth (8-10%) and CoC (1.0-1.2%) guides were unchanged, but NIM direction was cut to 3.3-3.5% as management assumed full withdrawal of the IDR84.7tn SAL balance by Oct-26. Opex growth should moderate to 7-8% after 1H26 front-loading.

Positive Catalysts

Asset quality is improving beneath the higher CoC: LAR fell to 8.1% (2Q25: 11%), write-offs dropped 44% YoY and the recovery/write-off ratio doubled to 56%. At 0.7x 26F P/BV versus 10Y average of 1.1x with 7.4% yield, the derating looks overdone.

Negative Sentiments

Funding is the pressure point: full SAL withdrawal drives NIM guidance cut to 3.3-3.5%, with CoF pressure expected to outweigh loan repricing given c.2-quarter lag. CASA fell to 65.4% and total CAR dropped 300bps YoY to 18.3%.

Share-Price Relative

(%)	YTD	1M	3M	12M
Absolute	(17.2)	10.4	(5.5)	(11.7)
JCI Return	(26.6)	6.0	(11.6)	(15.3)
Relative	9.5	4.4	6.1	3.6

Company Background

As the third-largest state-owned bank in Indonesia by total assets, BBNI maintains strong emphasis on corporate banking. The bank's extensive international presence allows efficient support toward cross-border business transactions, including serving Indonesian diaspora.

SOURCES BBNI 2Q26 results & company filings; SSI Research. Analysts: Prasetya Gunadi

Figure 1. BBNI's 2Q26 Results

(IDRbn)	2Q26	QoQ (%)	YoY (%)	6M25	6M26	YoY (%)	6M26/ SSI(%)	6M26/ Cons. (%)
Interest Income	11,259	2.1	16.3	19,516	22,285	14.2	-	-
Net interest income	5,978	3.5	15.1	10,607	11,754	10.8	-	-
Total operating income	**17,237**	**2.6**	**15.9**	**30,123**	**34,039**	**13.0**	**50.5**	**49.4**
Provisions	3,044	51.1	43.4	3,715	5,058	36.2	-	-
Operating profit	**6,210**	**(10.1)**	**5.9**	**12,414**	**13,115**	**5.6**	**-**	**-**
Net profit	**5,095**	**(10.0)**	**8.1**	**10,094**	**10,756**	**6.6**	**52.0**	**50.6**
Key Ratios (%)								
NIM	-	-	-	*3.8*	*3.6*	-	-	-
LDR	-	-	-	*86.2*	*87.7*	-	-	-
Capital adequacy	-	-	-	*21.1*	*18.1*	-	-	-
Gross NPL	-	-	-	*2.0*	*1.9*	-	-	-
ROE	-	-	-	*13.2*	*13.5*	-	-	-

Sources: Company, SSI Research

Figure 2. Peer Comparables

Company Ticker	Rating	Market Cap. (IDR tn)	Last Price (IDR)	TP (IDR)	YTD Net Buy/(Sell) (IDR bn)	Upside Potential (%)	2026F NIM (%)	2026F EPS Growth (%)	2026F PBV (x)	2026F ROE (%)	2026F Div. Yield (%)
BBCA	BUY	783	6,350	7,150	(31,309)	12.6	5.3	1.2	2.5	19.7	3.9
BBRI	BUY	461	3,040	3,500	(13,668)	15.1	7.5	2.1	1.4	17.6	11.2
BMRI	BUY	392	4,200	5,800	(12,891)	38.1	4.5	3.0	1.2	19.0	8.9
BBNI	**BUY**	**135**	**3,620**	**4,700**	**(3,136)**	**29.8**	**3.2**	**(0.5)**	**0.7**	**11.3**	**7.4**
BRIS	BUY	83	1,795	2,200	(859)	22.6	4.9	2.8	1.4	15.5	1.9
BBTN	BUY	17	1,220	1,450	471	18.9	3.6	1.4	0.3	9.4	5.5
	NEUTRAL	**1,870**			**(61,391)**	**20.3**	**5.5**	**1.8**	**1.8**	**18.1**	**6.9**

Sources: Company, SSI Research