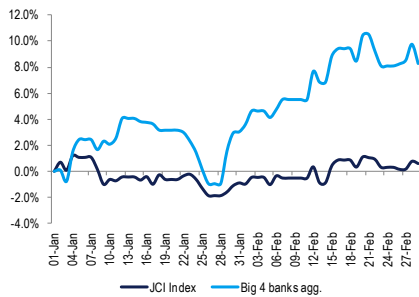


Sector Index Performance

	3M	6M	12M
Absolute	14.4%	11.9%	25.2%
Relative to JCI	10.5%	6.9%	18.3%



Summary Valuation Metrics

P/E (x)	2024F	2025F	2026F
BBCA IJ	22.2	20.3	18.7
BBRI IJ	13.7	12.2	10.9
BMRI IJ	10.4	9.3	8.3
P/BV (x)			
	2024F	2025F	2026F
BBCA IJ	4.7	4.4	4.0
BBRI IJ	2.8	2.6	2.5
BMRI IJ	2.1	1.9	1.7
Div. Yield			
	2024F	2025F	2026F
BBCA IJ	2.8%	3.1%	3.5%
BBRI IJ	5.5%	6.2%	7.0%
BMRI IJ	5.1%	5.8%	6.5%

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1M24 results: generally muted result; BBNI stands out as the weakest

- All big 4 banks posted muted growth in earnings/PPOP/NII. However, BBNI stand out as the weakest in earnings/PPOP/NII.
- Rising CoF (+c.60bp yoy) was the biggest issue but this was offset by strong loan growth (+15% yoy). Overall CoC dropped by 50bp yoy.
- We think the high funding costs will prevalent throughout 1H and as such reiterate our picks on banks with good liquidity position i.e. BMRI/BBCA.

1M24 bank-only results: muted earnings/PPOP/NII

Overall big 4 banks posted bank-only earnings of Rp14.6tr in Jan24 (+1% yoy). PPOP dropped by -5% yoy as mild NII growth of +2% yoy was offset by higher opex of +13% yoy. Provision dropped by -22% yoy which translated to CoC of 1.2% in Jan24 (vs. 1.7/1.2% in Jan23/FY23). NIM contracted by -40bp yoy to 5.6% in Jan24 vs. 6.0% in Jan23 on the back of rising CoF by +63bp yoy. Loan grew by +15% yoy (flat mom), faster than deposit growth of +8% yoy (-1% mom).

Divergent results among banks with BBNI as the strongest while BBRI was the weakest

Among the big banks, BBNI posted the strongest PPOP growth at +2% yoy vs. peers at -7% yoy. In terms of NII, BBNI/BBRI/BMRI booked +6/5/flat yoy while BBRI at -12% yoy. However, in terms of earnings, BBRI saw the highest growth at +11% yoy – due to lower-than-expected provision i.e. CoC at 2.2% in Jan24 vs. 3.8% in Jan23; followed by BMRI at +2% yoy. Weak earnings on BBNI (-5% yoy) was solely caused by low base effect on provision in Jan23 (0.3% CoC in Jan24 vs. -0.3% in Jan23). BBNI booked the weakest PPOP and earnings growth at -27% yoy and -13% yoy, respectively.

BMRI continue to lead loan/savings account growth; BBNI was behind

BMRI remains ahead in loan growth on both yoy and mom basis at +20% yoy (+1% mom), followed by BBRI at +14% yoy (+1% mom), BBNI at +14% yoy (-1% mom), and BBNI at +8% yoy (-1% mom). However, on funding side, BBRI led the deposit growth at +13% yoy (+2% mom) but driven by TD +25% yoy (+10% mom) and CA at +13% yoy (-3% mom) while SA only grew by +3% yoy (-2% mom). BMRI deposits only grew by +1% yoy (-3% mom) as robust SA growth of +9% yoy (+1% mom) – strongest among peers and CA growth of +1% yoy (-5% mom) was offset by drop in TD (-9% yoy/-4% mom).

Maintain OW; banks with good liquidity position shall outperform as high CoF may persist through 1H

We reiterate our OW rating on the sector with BMRI and BBNI as our top pick on the back of its robust loan and funding growth. While Jan24 results may be too early to make the judgement for the rest of the year, we believe that CoF will remain an issue throughout 1H and as such, we think banks with good liquidity position may stand to benefit. Jan24 results pecking orders are: BBNI, BBRI, BMRI then lastly on BBNI. The sector is currently trading at 2.8x FY24F P/B (vs. 10Y average of 2.2x) and 14.5x P/E (vs. 10Y average of 14.6x), we think PE is a more appropriate valuation metric to evaluate the bank as it captures the ROE expansion.

Fig. 1: 1M24 NII, PPOP, and net income summary

NII (Rp bn) - bank only	1M24	1M23	yoy%	Dec-23	mom%	IPS FY24F - consol	% of IPS	Cons FY24F	% of Cons
BBCA	6,278	5,947	6%	6,255	0%	82,976	8%	NA	NA
BBRI	9,657	9,167	5%	8,867	9%	146,482	7%	NA	NA
BMFI	5,877	5,880	0%	6,083	-3%	105,172	6%	NA	NA
BBNI	3,120	3,538	-12%	3,622	-14%	44,976	7%	NA	NA
Big 4	24,932	24,532	2%	24,828	0%	379,605	7%	NA	NA
PPOP (Rp bn) - bank only	1M24	1M23	yoy%	Dec-23	mom%	IPS FY24F - consol	% of IPS	Cons FY24F	% of Cons
BBCA	5,690	5,582	2%	4,843	17%	70,897	8%	NA	NA
BBRI	8,431	8,667	-3%	7,367	14%	114,835	7%	NA	NA
BMFI	5,348	5,403	-1%	6,873	-22%	95,099	6%	NA	NA
BBNI	2,439	3,347	-27%	3,443	-29%	38,474	6%	NA	NA
Big 4	21,907	22,999	-5%	22,525	-3%	319,305	7%	NA	NA
Net income (Rp bn) - bank only	1M24	1M23	yoy%	Dec-23	mom%	IPS FY24F - consol	% of IPS	Cons FY24F	% of Cons
BBCA	4,469	4,705	-5%	3,833	17%	54,684	8%	53,424	8%
BBRI	4,822	4,353	11%	5,056	-5%	67,678	7%	67,673	7%
BMFI	3,834	3,753	2%	6,028	-36%	63,076	6%	57,744	7%
BBNI	1,485	1,703	-13%	1,741	-15%	23,154	6%	23,759	6%
Big 4	14,610	14,514	1%	16,657	-12%	208,592	7%	202,600	7%

Source: Company, Indo Premier

Fig. 2: Big 4 banks 1M24 results summary

Income Statement (Rp bn)	1M24	1M23	yoy%	Dec-23	mom%	IPS FY24F	% of IPS	Cons FY24F	% of Cons
Interest Income	35,243	31,739	11%	33,918	4%				
Interest Expense	(10,311)	(7,207)	43%	(9,090)	13%				
Net Interest Income	24,932	24,532	2%	24,828	0%	379,605	7%		
Non Interest Income	7,884	7,513	5%	13,170	-40%	154,885	5%		
Gains (Loss) on Fin instrument	959	1,428	-33%	773	24%				
Total Income	33,775	33,473	1%	38,771	-13%	534,490	6%		
Operating Expense	(11,868)	(10,474)	13%	(16,246)	-27%	(215,185)	6%		
PPOP	21,907	22,999	-5%	22,525	-3%	319,305	7%		
Provisions	(3,380)	(4,348)	-22%	(1,149)	194%	(57,423)	6%		
Operating Income	18,528	18,651	-1%	21,376	-13%	261,882	7%	262,061	7%
Non Operating Income (Exp)	(219)	(618)	-65%	(128)	72%				
Tax Expense	(3,698)	(3,520)	5%	(4,591)	-19%				
Net Income	14,610	14,514	1%	16,657	-12%	208,592	7%	202,600	7%
Balance Sheet (Rp tr)	1M24	1M23	yoy%	12M23	mom%				
Loan	3,708	3,237	15%	3,707	0%				
Deposit	4,450	4,134	8%	4,482	-1%				
CASA	3,244	3,075	5%	3,315	-2%				
CA	1,505	1,404	7%	1,573	-4%				
SA	1,739	1,671	4%	1,742	0%				
TD	1,206	1,058	14%	1,168	3%				
Ratios (cumulative)	1M24	1M23	yoy (bps)	12M23	mom (bps)				
LDR	83.3%	78.3%	501	82.7%	61				
Credit Costs	1.2%	1.7%	(52)	1.2%	(7)				
Asset Yield	8.0%	7.8%	16	7.2%	74				
CoF	2.7%	2.0%	63	2.0%	62				
Net interest margin	5.6%	6.0%	(40)	5.4%	22				
CASA Ratio	72.9%	74.4%	(151)	73.9%	(106)				

Source: Company, Indo Premier

Fig. 3: BBKA 1M24 results summary

Income Statement (Rp bn)	1M24	1M23	yoy%	Dec-23	mom%	IPS FY24F	% of IPS	Cons FY24F	% of Cons
Interest Income	7,341	6,707	9%	7,244	1%	94,995	8%		
Interest Expense	(1,064)	(761)	40%	(988)	8%	(12,019)	9%		
Net Interest Income	6,278	5,947	6%	6,255	0%	82,976	8%		
Non Interest Income	1,496	1,540	-3%	1,718	-13%	25,523	6%		
Gains (Loss) on Fin instrument	170	285	-40%	153	11%				
Total Income	7,943	7,772	2%	8,126	-2%	108,499	7%		
Operating Expense	(2,253)	(2,189)	3%	(3,283)	-31%	(37,601)	6%		
PPOP	5,690	5,582	2%	4,843	17%	70,897	8%		
Net provisions	(187)	184	-201%	133	-240%	(3,361)	6%		
Operating Income	5,503	5,766	-5%	4,976	11%	67,537	8%	66,580	8%
Non-operating income	5	6	-24%	(191)	-103%				
Tax Expense	(1,039)	(1,068)	-3%	(952)	9%	(12,853)	8%		
Net Income	4,469	4,705	-5%	3,833	17%	54,684	8%	53,424	8%
Balance Sheet (Rp bn)	1M24	1M23	yoy%	12M23	mom%				
Loan	776,084	679,138	14%	787,499	-1%				
Deposit	1,079,591	1,023,192	6%	1,083,093	0%				
CASA	873,658	843,182	4%	878,491	-1%				
CA	336,288	324,442	4%	347,701	-3%				
SA	537,370	518,740	4%	530,790	1%				
TD	205,933	180,010	14%	204,602	1%				
Ratios (cumulative)	1M24	1M23	yoy (bps)	12M23	mom (bps)				
LDR	71.9%	66.4%	551	72.7%	(82)				
Net credit costs	0.3%	-0.3%	65	0.3%	5				
Asset Yield	7.1%	6.9%	21	6.6%	46				
CoF	1.2%	0.9%	29	1.1%	11				
Net interest margin	6.0%	6.1%	(4)	5.7%	37				
CASA Ratio	80.9%	82.4%	(148)	81.1%	(18)				

Source: Company, Indo Premier

Fig. 4: BBRI 1M24 results summary

Income Statement (Rp bn)	1M24	1M23	yoy%	Dec-23	mom%	IPS FY24F	% of IPS	Cons FY24F	% of Cons
Interest Income	13,861	12,005	15%	13,124	6%	191,672	7%		
Interest Expense	(4,203)	(2,838)	48%	(4,257)	-1%	(45,190)	9%		
Net Interest Income	9,657	9,167	5%	8,867	9%	146,482	7%		
Non Interest Income	3,201	2,685	19%	4,650	-31%	58,096	6%		
Gains (Loss) on Fin instrument	174	218	-20%	330	-47%				
Total Income	13,032	12,069	8%	13,847	-6%	204,578	6%		
Operating Expense	(4,602)	(3,402)	35%	(6,480)	-29%	(89,743)	5%		
PPOP	8,431	8,667	-3%	7,367	14%	114,835	7%		
Provisions	(1,950)	(3,136)	-38%	(414)	371%	(29,258)	7%		
Operating Income	6,480	5,532	17%	6,952	-7%	85,577	8%	86,410	7%
Non Operating Income (Exp)	(230)	(36)	538%	(12)	1789%	(435)	53%		
Tax Expense	(1,428)	(1,142)	25%	(1,884)	-24%	(17,464)	8%		
Net Income	4,822	4,353	11%	5,056	-5%	67,678	7%	67,673	7%
Balance Sheet (Rp bn)	1M24	1M23	yoy%	12M23	mom%				
Loan	1,156,216	1,013,009	14%	1,146,083	1%				
Deposit	1,382,366	1,222,375	13%	1,353,201	2%				
CASA	853,831	798,474	7%	873,687	-2%				
CA	337,470	297,659	13%	347,173	-3%				
SA	516,360	500,815	3%	526,515	-2%				
TD	528,535	423,902	25%	479,514	10%				
Ratios (cumulative)	1M24	1M23	yoy (bps)	12M23	mom (bps)				
LDR	83.6%	82.9%	77	84.7%	(105)				
Credit Costs	2.2%	3.8%	(169)	2.5%	(31)				
Asset Yield	10.4%	10.0%	42	9.1%	134				
CoF	3.6%	2.7%	86	2.7%	91				
Net interest margin	7.2%	7.6%	(37)	6.7%	56				
CASA Ratio	61.8%	65.3%	(356)	64.6%	(280)				

Source: Company, Indo Premier

Fig. 5: BMRI 1M24 results summary

Income Statement (Rp bn)	1M24	1M23	yoy%	Dec-23	mom%	IPS FY24F	% of IPS	Cons FY24F	% of Cons
Interest Income	8,751	7,934	10%	8,885	-2%	144,000	6%		
Interest Expense	(2,874)	(2,054)	40%	(2,802)	3%	(38,828)	7%		
Net Interest Income	5,877	5,880	0%	6,083	-3%	105,172	6%		
Non Interest Income	1,929	2,172	-11%	4,247	-55%	48,203	4%		
Gains (Loss) on Fin instrument	445	217	105%	114	289%				
Total Income	8,251	8,269	0%	10,444	-21%	153,375	5%		
Operating Expense	(2,903)	(2,866)	1%	(3,572)	-19%	(58,276)	5%		
PPOP	5,348	5,403	-1%	6,873	-22%	95,099	6%		
Provisions	(594)	(753)	-21%	477	-225%	(14,990)	4%		
Operating Income	4,754	4,650	2%	7,350	-35%	80,108	6%	79,571	6%
Non Operating Income (Exp)	2	3	-15%	22	-89%	1,856	0%		
Tax Expense	(922)	(900)	2%	(1,344)	-31%	(18,888)	5%		
Net Income	3,834	3,753	2%	6,028	-36%	63,076	6%	57,744	7%
Balance Sheet (Rp bn)	1M24	1M23	yoy%	12M23	mom%				
Loan	1,095,766	915,947	20%	1,085,787	1%				
Deposit	1,212,762	1,194,973	1%	1,244,014	-3%				
CASA	966,909	925,217	5%	988,112	-2%				
CA	509,573	506,284	1%	534,401	-5%				
SA	457,336	418,933	9%	453,710	1%				
TD	245,852	269,756	-9%	255,903	-4%				
Ratios (cumulative)	1M24	1M23	yoy (bps)	12M23	mom (bps)				
LDR	90.4%	76.6%	1,370	87.3%	307				
Credit Costs	0.7%	1.0%	(33)	0.5%	18				
Asset Yield	6.9%	6.9%	(3)	6.4%	48				
CoF	2.5%	2.0%	52	1.9%	59				
Net interest margin	4.6%	5.1%	(50)	4.7%	(4)				
CASA Ratio	79.7%	77.4%	230	79.4%	30				

Source: Company, Indo Premier

Fig. 6: BBNI 1M24 results summary

Income Statement (Rp bn)	1M24	1M23	yoy%	Dec-23	mom%	IPS FY24F	% of IPS	Cons FY24F	% of Cons
Interest Income	5,290	5,092	4%	4,665	13%	64,765	8%		
Interest Expense	(2,170)	(1,554)	40%	(1,043)	108%	(19,789)	11%		
Net Interest Income	3,120	3,538	-12%	3,622	-14%	44,976	7%		
Non Interest Income	1,257	1,116	13%	2,556	-51%	23,062	5%		
Gains (Loss) on Fin instrument	171	709	-76%	176	-3%				
Total Income	4,548	5,363	-15%	6,354	-28%	68,038	7%		
Operating Expense	(2,109)	(2,017)	5%	(2,911)	-28%	(29,564)	7%		
PPOP	2,439	3,347	-27%	3,443	-29%	38,474	6%		
Provisions	(648)	(644)	1%	(1,345)	-52%	(9,815)	7%		
Operating Income	1,790	2,703	-34%	2,098	-15%	28,660	6%	29,500	6%
Non Operating Income (Exp)	3	(591)	-101%	54	-94%	(134)	-2%		
Tax Expense	(308)	(409)	-25%	(411)	-25%	(5,372)	6%		
Net Income	1,485	1,703	-13%	1,741	-15%	23,154	6%	23,759	6%
Balance Sheet (Rp bn)	1M24	1M23	yoy%	12M23	mom%				
Loan	679,921	628,736	8%	687,913	-1%				
Deposit	775,582	693,076	12%	801,933	-3%				
CASA	549,558	508,572	8%	574,319	-4%				
CA	321,681	275,963	17%	343,316	-6%				
SA	227,877	232,609	-2%	231,003	-1%				
TD	226,024	184,504	23%	227,614	-1%				
Ratios (cumulative)	1M24	1M23	yoy (bps)	12M23	mom (bps)				
LDR	87.7%	90.7%	(305)	85.8%	188				
Credit Costs	1.2%	1.3%	(10)	1.4%	(20)				
Asset Yield	6.7%	6.8%	(14)	6.2%	54				
CoF	3.2%	2.4%	77	2.3%	86				
Net interest margin	4.0%	4.7%	(80)	4.1%	(19)				
CASA Ratio	70.9%	73.4%	(252)	71.6%	(76)				

Source: Company, Indo Premier

Fig. 7: Monthly NII summary

Monthly NII (bank-only)	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24
BBCA	5,947	5,534	5,906	5,746	5,874	5,783	5,689	5,990	5,868	6,012	5,849	6,255	6,278
BBRI	9,167	8,283	8,816	8,787	8,407	9,582	9,110	9,413	10,227	8,788	8,989	8,867	9,657
BMFI	5,880	5,293	5,759	6,003	5,956	6,143	6,407	6,209	5,748	5,902	5,842	6,083	5,877
BBNI	3,538	3,203	3,564	3,199	3,484	3,337	3,813	3,298	3,292	3,250	3,070	3,622	3,120
Big 4	24,532	22,312	24,045	23,735	23,721	24,845	25,019	24,910	25,135	23,952	23,750	24,828	24,932

Source: Company, Indo Premier

Fig. 8: PPOP summary

Monthly PPOP (bank-only)	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24
BBCA	5,582	4,328	4,942	5,406	4,936	5,706	5,020	4,802	4,830	6,200	4,672	4,843	5,690
BBRI	8,667	7,491	7,595	7,924	7,106	6,895	7,491	8,476	9,094	7,162	9,194	7,367	8,431
BMFI	5,403	5,200	5,558	5,224	5,607	6,164	5,817	5,436	5,038	6,160	5,578	6,873	5,348
BBNI	3,347	1,866	3,359	2,474	2,811	3,225	3,125	2,698	2,952	2,599	2,618	3,443	2,439
Big 4	22,999	18,884	21,454	21,028	20,460	21,989	21,452	21,412	21,914	22,122	22,063	22,525	21,907

Source: Company, Indo Premier

Fig. 9: Monthly provisioning summary

Monthly provisions (bank-only)	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24
BBCA	(184)	119	1,407	16	(18)	399	(156)	139	376	155	(214)	(133)	187
BBRI	3,136	2,603	730	3,819	3,339	(841)	1,735	3,244	3,681	1,755	3,245	414	1,950
BMFI	753	702	971	835	970	670	449	382	(424)	512	24	(477)	594
BBNI	644	568	947	592	764	999	805	840	516	605	614	1,345	648
Big 4	4,348	3,992	4,056	5,261	5,056	1,226	2,832	4,605	4,148	3,026	3,669	1,149	3,380

Source: Company, Indo Premier

Fig. 10: CoF summary

Monthly CoF (bank-only)	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24
BBCA	0.9%	0.9%	1.1%	1.1%	1.2%	1.1%	1.2%	1.2%	1.2%	1.2%	1.2%	1.1%	1.2%
BBRI	2.7%	2.6%	2.7%	2.8%	2.9%	2.8%	2.9%	3.0%	3.0%	3.1%	3.4%	3.6%	3.6%
BMFI	2.0%	1.9%	2.3%	1.8%	2.1%	2.0%	2.2%	2.2%	2.2%	2.3%	2.3%	2.5%	2.5%
BBNI	2.4%	2.2%	2.4%	2.5%	2.7%	2.5%	2.7%	2.7%	2.7%	2.8%	3.0%	1.5%	3.2%
Big 4	2.0%	1.9%	2.1%	2.0%	2.2%	2.1%	2.2%	2.3%	2.3%	2.4%	2.5%	2.3%	2.7%

Cumulative CoF (bank-only)	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24
BBCA	0.9%	0.9%	0.9%	1.0%	1.0%	1.0%	1.0%	1.1%	1.1%	1.1%	1.1%	1.1%	1.2%
BBRI	2.7%	2.6%	2.6%	2.7%	2.8%	2.7%	2.8%	2.8%	2.7%	2.7%	2.7%	2.7%	3.6%
BMFI	2.0%	2.0%	2.1%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	1.9%	2.5%
BBNI	2.4%	2.3%	2.3%	2.4%	2.4%	2.4%	2.5%	2.5%	2.5%	2.4%	2.5%	2.3%	3.2%
Big 4	2.0%	2.0%	2.0%	2.0%	2.1%	2.0%	2.1%	2.1%	2.1%	2.1%	2.1%	2.0%	2.7%

Source: Company, Indo Premier

Fig. 11: NIM summary

Monthly NIM (bank-only)	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24
BBCA	6.1%	5.6%	6.0%	5.8%	5.9%	5.8%	5.6%	5.9%	5.5%	5.8%	5.6%	6.0%	6.0%
BBRI	7.6%	6.8%	7.2%	7.4%	7.1%	7.9%	7.5%	7.7%	8.2%	6.9%	6.9%	6.6%	7.2%
BMFI	5.1%	4.7%	5.2%	5.4%	5.3%	5.4%	5.6%	5.4%	4.9%	4.9%	4.8%	4.8%	4.6%
BBNI	4.7%	4.3%	4.7%	4.3%	4.7%	4.4%	5.1%	4.5%	4.4%	4.1%	3.9%	4.4%	4.0%
Big 4	6.0%	5.5%	5.9%	5.9%	5.8%	6.0%	6.1%	6.0%	5.9%	5.6%	5.5%	5.5%	5.6%

Cumulative NIM (bank-only)	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24
BBCA	6.1%	5.8%	5.9%	5.8%	5.8%	5.8%	5.7%	5.7%	5.4%	5.7%	5.6%	5.7%	6.0%
BBRI	7.6%	7.2%	7.2%	7.4%	7.3%	7.3%	7.3%	7.3%	7.3%	7.1%	6.9%	6.7%	7.2%
BMFI	5.1%	5.0%	5.1%	5.1%	5.1%	5.1%	5.2%	5.2%	5.0%	4.9%	4.9%	4.7%	4.6%
BBNI	4.7%	4.5%	4.5%	4.5%	4.6%	4.4%	4.6%	4.7%	4.5%	4.3%	4.3%	4.1%	4.0%
Big 4	6.0%	5.8%	5.8%	5.8%	5.8%	5.8%	5.8%	5.8%	5.7%	5.6%	5.6%	5.4%	5.6%

Source: Company, Indo Premier

Fig. 12: Credit costs summary

Monthly credit costs (bank-only)	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24
BBCA	-0.3%	0.2%	2.6%	0.0%	0.0%	0.7%	-0.3%	0.2%	0.6%	0.3%	-0.4%	-0.2%	0.3%
BBRI	3.8%	3.2%	0.9%	4.5%	3.9%	-1.0%	2.0%	3.7%	4.1%	1.9%	3.6%	0.5%	2.2%
BMFI	1.0%	1.0%	1.3%	1.1%	1.3%	0.9%	0.6%	0.5%	-0.5%	0.6%	0.0%	-0.6%	0.7%
BBNI	1.3%	1.1%	1.9%	1.2%	1.5%	1.9%	1.5%	1.6%	1.0%	1.1%	1.1%	2.4%	1.2%
Big 4	1.7%	1.5%	1.5%	2.0%	1.9%	0.4%	1.0%	1.7%	1.5%	1.1%	1.3%	0.4%	1.2%

Cumulative credit costs (bank-only)	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24
BBCA	-0.3%	-0.1%	0.8%	0.6%	0.5%	0.5%	0.4%	0.4%	0.4%	0.4%	0.3%	0.3%	0.3%
BBRI	3.8%	3.5%	2.5%	3.0%	3.2%	2.4%	2.4%	2.5%	2.7%	2.6%	2.7%	2.5%	2.2%
BMFI	1.0%	1.0%	1.1%	1.1%	1.1%	1.0%	1.0%	0.9%	0.7%	0.7%	0.6%	0.5%	0.7%
BBNI	1.3%	1.2%	1.4%	1.4%	1.4%	1.4%	1.5%	1.5%	1.4%	1.4%	1.3%	1.4%	1.2%
Big 4	1.7%	1.6%	1.6%	1.7%	1.7%	1.5%	1.4%	1.4%	1.4%	1.4%	1.3%	1.2%	1.2%

Source: Company, Indo Premier

Fig. 13: Loans summary

Loans (Rp tr)	1M24	1M23	yoy%	12M23	mom%
BBCA	776	679	14%	787	-1%
BBRI	1,156	1,013	14%	1,146	1%
BMFI	1,096	916	20%	1,086	1%
BBNI	680	629	8%	688	-1%
Big 4	3,708	3,237	15%	3,707	0%

Source: Bloomberg, Company, Indo Premier

Fig. 14: Deposit summary

Deposit	1M24	1M23	yoy%	12M23	mom%
BBCA	1,080	1,023	6%	1,083	0%
BBRI	1,382	1,222	13%	1,353	2%
BMFI	1,213	1,195	1%	1,244	-3%
BBNI	776	693	12%	802	-3%
Big 4	4,450	4,134	8%	4,482	-1%

Source: Bloomberg, Company, Indo Premier

Fig. 15: CASA summary

CASA (Rp tr)	1M24	1M23	yoy%	12M23	mom%
BBCA	874	843	4%	878	-1%
BBRI	854	798	7%	874	-2%
BMRI	967	925	5%	988	-2%
BBNI	550	509	8%	574	-4%
Big 4	3,244	3,075	5%	3,315	-2%

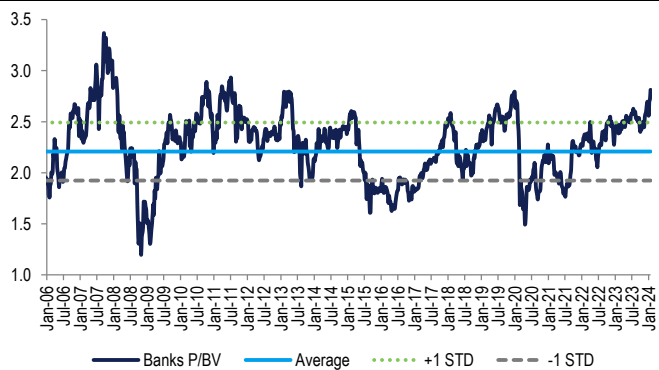
Source: Bloomberg, Company, Indo Premier

Fig. 17: CA summary

CA (Rp tr)	1M24	1M23	yoy%	12M23	mom%
BBCA	336	324	4%	348	-3%
BBRI	337	298	13%	347	-3%
BMRI	510	506	1%	534	-5%
BBNI	322	276	17%	343	-6%
Big 4	1,505	1,404	7%	1,573	-4%

Source: Bloomberg, Company, Indo Premier

Fig. 19: Banks' forward P/BV – now trading at 2.8x FY24F P/BV vs. 10-year average of 2.2x P/B



Source: Bloomberg, Company, Indo Premier

Fig. 16: TD summary

TD (Rp tr)	1M24	1M23	yoy%	12M23	mom%
BBCA	206	180	14%	205	1%
BBRI	529	424	25%	480	10%
BMRI	246	270	-9%	256	-4%
BBNI	226	185	23%	228	-1%
Big 4	1,206	1,058	14%	1,168	3%

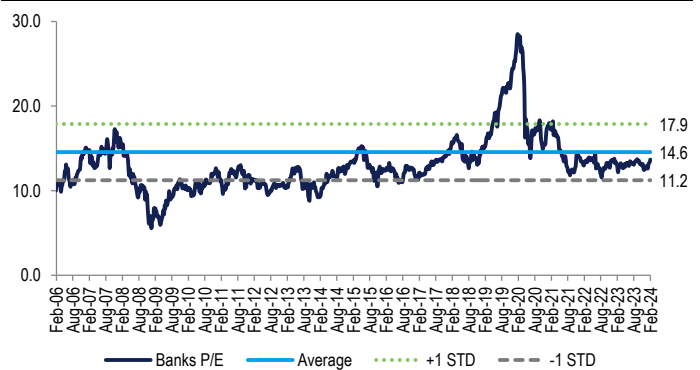
Source: Bloomberg, Company, Indo Premier

Fig. 18: SA summary

SA (Rp tr)	1M24	1M23	yoy%	12M23	mom%
BBCA	537	519	4%	531	1%
BBRI	516	501	3%	527	-2%
BMRI	457	419	9%	454	1%
BBNI	228	233	-2%	231	-1%
Big 4	1,739	1,671	4%	1,742	0%

Source: Bloomberg, Company, Indo Premier

Fig. 20: Banks' forward P/E – now trading at 14.5x FY24F P/E vs. 10-year average of 14.6x P/E



Source: Bloomberg, Company, Indo Premier

Fig. 21: Peer comparison table

Ticker	Closing Price	Target Price	P/BV multiple target (x)	Upside	Recommendation	P/E (x)			P/BV (x)		
						FY24F	FY25F	10Y Avg	FY24F	FY25F	10Y Avg
BBCA	9,875	10,400	4.7	5%	Buy	22.3	20.2	20.8	4.7	4.4	3.8
BBRI	6,125	6,500	2.9	6%	Buy	13.7	12.2	14.7	2.8	2.6	2.4
BMRI	7,000	8,000	2.4	14%	Buy	10.4	9.3	11.9	2.1	1.9	1.6
BBNI	6,000	6,000	1.2	0%	Buy	9.7	8.8	10.7	1.3	1.2	1.1
BBTN	1,430	1,750	0.7	22%	Buy	5.2	4.7	7.0	0.6	0.5	0.9
BRIS*	2,470	2,600	2.4	5%	Buy	17.0	15.3	16.0	2.6	2.3	2.2

Source: Bloomberg, Company, Indo Premier
*3Y avg

Share price closing as of: 29 February 2024

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- OVERWEIGHT** : An Overweight rating means stocks in the sector have, on a market cap-weighted basis, a positive absolute recommendation
- NEUTRAL** : A Neutral rating means stocks in the sector have, on a market cap-weighted basis, a neutral absolute recommendation
- UNDERWEIGHT** : An Underweight rating means stocks in the sector have, on a market cap-weighted basis, a negative absolute recommendation

COMPANY RATINGS

- BUY** : Expected total return of 10% or more within a 12-month period
- HOLD** : Expected total return between -10% and 10% within a 12-month period
- SELL** : Expected total return of -10% or worse within a 12-month period

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