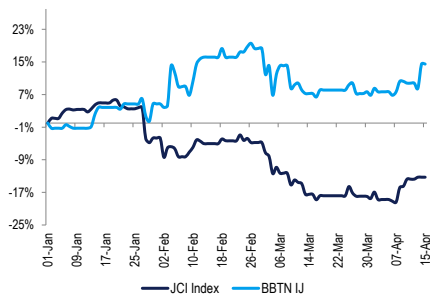


Stock Data

Target price	Rp1,900
Prior TP	Rp1,900
Current price	Rp1,345
Upside/downside	+41.3%
Shares outstanding (mn)	14,034
Market cap (Rp bn)	18,876
Free float	40%
Avg. 6m daily T/O (Rp bn)	52

Price Performance

	3M	6M	12M
Absolute	15.5%	19.0%	52.0%
Relative to JCI	31.6%	26.0%	35.5%
52w low/high (Rp)	885 – 1,410		



Major Shareholders

Republic of Indonesia	60%
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1Q26 results: beat from improvement in CoF and lower CoC

- 1Q26 net profit of Rp1.1tr (+23% yoy/-8% qoq) came above. PPOP grew +10% yoy from robust NII while CoC of 0.9% was below guidance.
- NIM stood flat yoy at 3.6% while CoF improved substantially by -105bp yoy. Loan grew +10% yoy from non-housing at +37% yoy.
- Both NPL/LAR improved to 3.1%/19.6% vs. 3.3%/20.3% in 1Q25. We maintain Buy from strong results along with better margin/coc outlook.

1Q26 results: above from strong NII while CoC has normalized

BBTN's 1Q26 net profit of Rp1.1tr (+23% yoy/-8% qoq) came in-line with ours but above consensus FY26F at 27/30%. PPOP grew +10% yoy (-29% qoq) amid strong NII (+13% yoy – mostly from lower interest expenses at -16% yoy) and modest opex (+7% yoy). Provision fell -8% yoy (-47% qoq), bringing CoC to 0.9% (-12bp yoy/-68bp qoq), slightly behind FY26F guidance of 1.0-1.2%.

Substantial CoF improvement from low-cost CASA strategy

Overall NIM stood flat yoy at 3.6% in 1Q26 (-60bp qoq). CoF improved substantially by -105bp yoy, which offset the decline in asset yield at -83bp yoy. The lower CoF sourced from its strategy to increase middle institution segment share to 36% (from 28% in 1Q25) and lowering the large corporate funding. Note that middle institution's CoF stood lower at 3.2% vs. large institution's CoF of 4.5%. LDR stood at 95% (vs. 92%/94% in 4Q25/1Q25). Deposits grew +10% yoy from rising TD at +12% yoy while CASA rose +8% yoy (CA at +11% yoy while SA declined -4% yoy).

Robust loan growth underpinned by rising non-housing segment

Loan growth of +10% yoy (flat qoq) was in-line with its guidance of 8-10%. It was still led by non-housing at +37% yoy, sourced from corporate (+52% yoy) and consumer (+14% yoy). This was in-line with BBTN strategy to increase the portion of non-housing to 30% by FY30F (vs. 18%/14% in 1Q26/1Q25), primarily from high-yield corporate & consumer segments within the housing ecosystem. Meanwhile, housing loan grew modest at +6% yoy, with subsidized mortgages up +8% yoy vs. non-subsidized at +5% yoy.

Improving NPL/LAR amid better mortgage collection

NPL improved to 3.1% in 1Q26 (3.3% in 1Q25), along with lower LAR at 19.6% (20.3% in 1Q25), sourced from better mortgage collection amid its new regional cluster & loan factory strategy. Both NPL and LAR coverage also increased to 124%/20% in 1Q26 vs. 105%/17% in 1Q25.

Maintain Buy from strong results and CoF/asset quality improvement

We maintain Buy on BBTN amid strong set of results and better margin/asset quality outlook. It currently trades at attractive valuation of 0.5x FY26F P/B and 4.6x P/E vs. 10Y avg of 0.8x and 6.7x. Risk is slower loan growth & worsening asset quality.

Financial summary (Rp bn)	2024A	2025A	2026F	2027F	2028F
Net interest income	11,493	18,219	19,595	21,798	24,238
PPOP	5,806	10,532	10,572	11,685	12,797
Provision charges	(1,981)	(6,176)	(5,468)	(5,830)	(6,107)
Net profit	3,007	3,501	4,083	4,684	5,352
P/BV (x)	0.5	0.5	0.4	0.4	0.4
Dividend yield	4.0%	4.3%	4.0%	4.6%	5.3%
ROAE	9.7%	10.1%	10.8%	11.3%	11.7%
IPS vs. consensus			115%	124%	134%

Source: Company, Indo Premier

Share price closing as of: 15 April 2026

Fig. 1: BBTN 1Q26 results summary

BBTN 1Q26 result summary (in Rp bn)	1Q26	1Q25	%YoY	4Q25	%QoQ	IPS FY26F	% of IPS	Cons. FY26F	% of Cons.
Interest income	8,004	8,210	-3%	9,760	-18%	38,705	21%		
Interest expenses	(3,736)	(4,432)	-16%	(4,097)	-9%	(19,110)	20%		
Net interest income	4,268	3,778	13%	5,663	-25%	19,595	22%		
Non-interest income	954	1,039	-8%	1,027	-7%	4,404	22%		
Total Income	5,222	4,817	8%	6,690	-22%	23,999	22%		
Overhead expenses	(2,884)	(2,692)	7%	(3,402)	-15%	(13,427)	21%		
Pre-provision profit	2,338	2,125	10%	3,288	-29%	10,572	22%		
Loan loss provision	(903)	(979)	-8%	(1,694)	-47%	(5,468)	17%		
Pretax profit	1,435	1,146	25%	1,594	-10%	5,104	28%	4,042	36%
Non Operating	(47)	(14)	236%	(74)	-36%				
Tax	(280)	(228)	23%	(322)	-13%	(1,021)	27%		
Net Profit	1,108	904	23%	1,198	-8%	4,083	27%	3,747	30%

Source: Company, Indo Premier

Fig. 2: BBTN 1Q26 balance sheet summary

Balance sheet (Rp bn)	1Q26	1Q25	%YoY	4Q25	%QoQ
Secondary reserves	77,847	71,162	9%	73,194	6%
Loans & financing	400,631	363,112	10%	400,576	0%
Provision	(15,485)	(12,491)	24%	(15,316)	1%
Other assets	54,550	46,748	17%	69,339	-21%
Total Assets	517,543	468,531	10%	527,793	-2%
Current Account (CA)	168,808	151,671	11%	169,242	0%
Savings Account (SA)	43,304	45,008	-4%	43,884	-1%
CASA	212,112	196,679	8%	213,126	0%
Time Deposits (TD)	210,520	188,024	12%	224,271	-6%
Total Deposits	422,632	384,703	10%	437,397	-3%
Deposit from other banks	104	111	-6%	123	-15%
Securities issued	5,938	5,405	10%	5,977	-1%
Borrowings	43,782	34,754	26%	41,492	6%
Other liabilities	8,317	10,020	-17%	6,593	26%
Total liabilities	480,773	434,993	11%	491,582	-2%
Equity	36,770	33,538	10%	36,211	2%

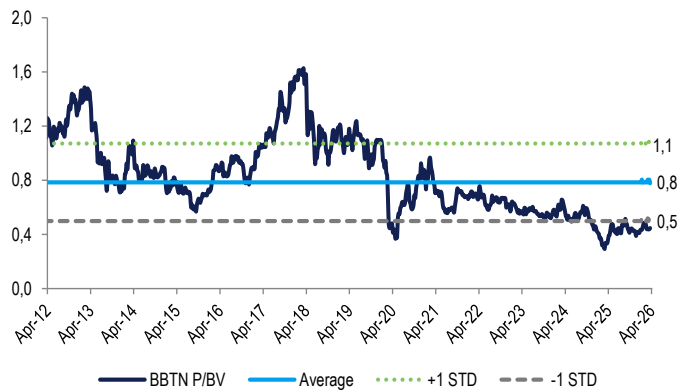
Source: Company, Indo Premier

Fig. 3: BBTN 1Q26 key ratios summary

Key ratios	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25	3Q25	4Q25	1Q26
Asset yield	8.0	7.7	7.8	7.7	8.2	7.8	7.5	7.3	8.0	8.8	8.3	8.3	7.1
Cost of funds (reported)	3.6	3.6	3.6	3.7	4.2	4.1	4.1	4.1	4.1	4.1	4.1	3.9	3.0
NIM (C)	3.5	3.6	3.8	3.8	3.3	3.0	2.9	2.9	3.6	4.4	3.9	4.2	3.6
CIR	47.4	47.8	46.7	45.3	54.6	58.8	60.2	57.1	53.6	43.8	47.8	49.3	49.9
Credit Costs (C)	104	131	129	119	77	56	52	57	106	201	162	163	95
Credit Costs (Q)	104	161	131	105	77	38	45	78	106	298	89	179	95
LDR	93.8	98.2	98.3	95.4	96.2	96.4	96.0	93.8	94.4	92.6	88.6	91.6	94.8
CASA ratio	52.2	54.3	49.5	53.7	49.9	51.8	51.0	54.1	51.1	49.1	47.2	48.7	50.2
SML	8.8	9.5	9.4	7.9	9.1	9.4	9.7	9.5	10.4	10.6	10.4	9.4	10.2
NPL	3.5	3.7	3.5	3.0	3.0	3.1	3.2	3.2	3.3	3.3	3.4	3.1	3.1
Coverage ratio	145.9	139.1	142.0	155.2	152.8	135.7	126.5	115.4	104.6	115.0	110.5	123.9	124.0
LAR	24.2	23.2	22.8	21.1	21.6	21.2	20.8	19.7	20.3	20.2	20.7	19.4	19.6
LAR coverage	21.3	22.0	22.1	22.1	21.3	20.1	19.6	18.6	17.0	19.0	18.5	19.8	19.7
CAR	21.2	20.4	19.6	20.1	19.0	16.6	18.7	18.5	17.7	17.5	18.6	20.9	20.6

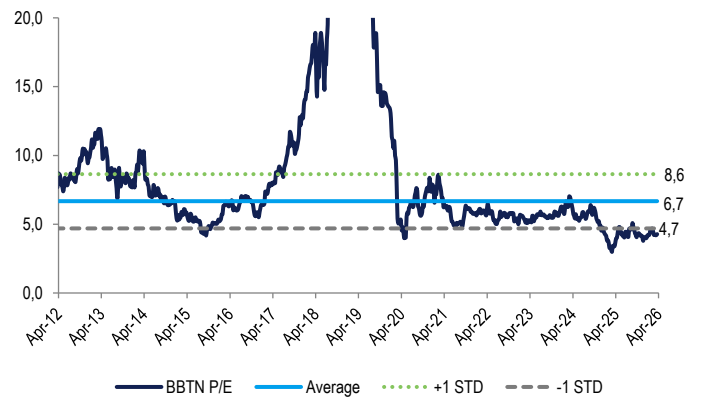
Source: Company, Indo Premier

Fig. 4: BBTN's P/BV – now trading at 0.5x FY26F P/BV vs. 10 year average of 0.8x P/BV



Source: Bloomberg, Company, Indo Premier

Fig. 5: BBTN's P/E – now trading at 4.6x FY26F P/E vs. 10 year average of 6.7x P/E



Source: Bloomberg, Company, Indo Premier

Fig. 6: Peer comparison table

Ticker	Closing Price	Target Price	P/BV multiple target (x)	Upside	Recommendation	P/E (x)			P/BV (x)		
						FY26F	FY27F	10Y Avg	FY26F	FY27F	10Y Avg
BBCA	6.550	10.600	4,4	62%	Buy	13,3	12,2	21,0	2,7	2,5	3,8
BBRI	3.400	5.000	2,3	47%	Buy	8,6	7,8	14,4	1,5	1,5	2,3
BMRI	4.650	6.400	1,7	38%	Buy	7,2	6,5	11,4	1,2	1,1	1,6
BBNI	3.670	5.200	1,0	42%	Buy	6,4	5,9	10,2	0,7	0,7	1,1
BBTN	1.345	1.900	0,7	41%	Buy	4,6	4,0	6,7	0,5	0,4	0,8
BRIS*	2.090	2.900	2,2	39%	Buy	11,1	9,6	15,9	1,6	1,4	2,2

Source: Bloomberg, Company, Indo Premier
*4Y avg

Share price closing as of: 15 April 2026

Income Statement (Rp bn)	2024A	2025A	2026F	2027F	2028F
Interest income	29,542	36,341	38,705	42,369	46,382
Interest expense	(18,049)	(18,122)	(19,110)	(20,571)	(22,144)
Net interest income	11,493	18,219	19,595	21,798	24,238
Non-interest income	4,535	4,101	4,404	4,493	4,545
Total operating income	16,028	22,320	23,999	26,291	28,783
Opex	(10,222)	(11,788)	(13,427)	(14,606)	(15,986)
PPOP	5,806	10,532	10,572	11,685	12,797
Provisions	(1,981)	(6,176)	(5,468)	(5,830)	(6,107)
Operating profit	3,825	4,356	5,104	5,855	6,690
Non-operating profit	(52)	26	-	-	-
Pre-tax profit	3,773	4,382	5,104	5,855	6,690
Income tax	(766)	(881)	(1,021)	(1,171)	(1,338)
Minority interest	-	-	-	-	-
Net profit	3,007	3,501	4,083	4,684	5,352

Balance Sheet (Rp bn)	2024A	2025A	2026F	2027F	2028F
Cash + CA with BI	24,846	35,953	37,325	41,078	44,759
Secondary reserves	71,624	77,287	75,591	77,102	78,606
Gross loans	357,973	400,576	440,634	484,697	533,167
Loan provisions	(13,057)	(15,314)	(16,843)	(20,174)	(23,518)
Other assets	28,229	29,292	29,292	29,292	29,292
Total Assets	469,615	527,793	565,998	611,995	662,305
Total deposits	381,756	437,479	472,301	514,430	560,325
Securities and borrowings	6,103	4,483	4,483	4,483	4,483
Other liabilities	49,184	49,621	49,621	49,621	49,621
Total liabilities	437,043	491,583	526,405	568,535	614,430
Shareholders' equity	32,572	36,210	39,593	43,461	47,876
Total liabilities & equity	469,615	527,793	565,998	611,995	662,305

Growth YoY	2024A	2025A	2026F	2027F	2028F
Gross loans	7.3%	11.9%	10.0%	10.0%	10.0%
Total assets	7.0%	12.4%	7.2%	8.1%	8.2%
Total deposits	9.2%	14.6%	8.0%	8.9%	8.9%
Net interest income	-14.4%	58.5%	7.6%	11.2%	11.2%
Non-interest income	16.7%	-9.6%	7.4%	2.0%	1.2%
Total operating income	-7.4%	39.3%	7.5%	9.5%	9.5%
Operating expense	13.4%	15.3%	13.9%	8.8%	9.4%
PPOP	-30.1%	81.4%	0.4%	10.5%	9.5%
Net profit	-14.1%	16.4%	16.6%	14.7%	14.3%

Key Ratios	2024A	2025A	2026F	2027F	2028F
ROAA	0.7%	0.7%	0.7%	0.8%	0.8%
ROAE	9.5%	10.2%	10.8%	11.3%	11.7%
NIM	2.8%	4.1%	4.1%	4.2%	4.3%
Credit cost	0.6%	1.6%	1.3%	1.3%	1.2%
Cost/income	63.8%	52.8%	55.9%	55.6%	55.5%
LDR	93.8%	91.6%	93.3%	94.2%	95.2%
CAR	18.5%	20.9%	21.1%	21.2%	21.4%
NPL ratio	2.9%	2.8%	2.7%	2.7%	2.7%
Provisions/NPL	126.4%	138.9%	141.6%	154.2%	163.4%

Source: Company, Indo Premier

INVESTMENT 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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The views expressed in this research report accurately reflect the analyst's personal views about any and all of the subject securities or issuers; and no part of the research analyst's compensation was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed in the report.

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