BINA ARTHA SEKURITAS

Equity Research

PT Bank CIMB Niaga Tbk

CIMB NIAGA

BUY

August 15th, 2025
Banking, Equity

Price	**IDR 1,715**
Target Price	**IDR 2,030**
JKSE Index	**IDR 7,898.38**



Stock Code	
Bloomberg code	**BNGA IJ**
Market Cap (IDR Bn)	**42,687.7**
52-Week High (IDR)	**2,020**
52-Week Low (IDR)	**1,550**
Float Shares (%)	**7.51**

Major Shareholders	
CIMB Group	**91.445%**
PT Commerce Kapital	**1.016%**
Public (inc. BOD and BOC)	**7.539%**

USD/IDR-YE (JISDOR)	
2024A	**16,157**
2025F	**16,292**

Key Indicators		
Non-Performing Loan	**(%)**	**1.78**
Net Interest Margin	**(%)**	**4.10**

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Investment Considerations

Stagnation in Profitability

In 1H-2025, BNGA's profit attributable to the parent entity rose just 1.41% YoY, reflecting stagnant profitability. Net interest income declined 0.48% YoY due to a higher cost of funds, as interest and shariah expenses surged 11.01% YoY, offsetting 4.56% growth in interest and shariah income. This pressure reduced the NIM to 3.96% (down 25 bps YoY) in 1H-2025, and to 3.93% in Q2 alone—still within the bank's 3.9%–4.2% internal target. On the positive side, other operating income (excluding interest) grew 6.21% YoY, driven by a 395.42% YoY jump in net gains from the sale of financial assets. We forecast FY-2025 profit attributable to reach IDR 7.63 trillion (+7.87% YoY) with NIM improving to 4.10%.

Loan Growth Within Target Range

As of June 2025, BNGA's consolidated loans expanded 6.80% YoY, matching the 5%–7% target range. Corporate Banking grew the fastest at +9.43% YoY, followed by SME at +6.21%, Commercial at +5.21% YoY and Consumer at +4.69% YoY. The bank plans to tilt its portfolio further toward SME and Consumer segments to capture higher margins and risk-adjusted returns, mitigating a softer macro backdrop. We forecast loan growth of 5.04% YoY by end-2025.

CASA Ratio Remains Strong

The consolidated CASA ratio improved to 69% in June 2025 from 65.20% a year earlier, supported by +15.68% YoY growth in current accounts and +5.93% YoY growth in savings accounts. Digital platforms such as OCTO Mobile and OCTO Clicks played a key role, with the share of digital savings account openings rising from 49.3% to 61.9%. We project a year-end CASA ratio of 69.86%.

Asset Quality Holds Firm

BNGA's gross NPL ratio improved by 22 bps YoY to 1.88% in June 2025, though up slightly by 3 bps QoQ. The SML ratio improved to 4.4% from 4.5% in June 2024, supported by prudent credit risk management. We expect the gross NPL ratio to decline to 1.78% by year-end.

Valuation: 18% Upside, Buy.

Our multi-stage DDM-based target price is IDR 2,030, implying 0.89x PBV and a 18% upside. We maintain our Buy recommendation.

Financial Highlight	2021 A	2022 A	2023 A	2024 A	2025 F
Net Interest Income (IDR Bn)	13,089	13,476	13,352	13,267	13,927
Net Income (IDR Bn)	4,100	5,042	6,474	6,826	7,363
EPS (IDR)	164.48	202.21	259.45	271.59	292.89
NIM (%)	4.86%	4.69%	4.40%	4.09%	4.10%
Cost of Credit (%)	2.42%	1.85%	1.03%	0.84%	0.79%
Gross NPL (%)	3.46%	2.80%	1.96%	1.76%	1.78%
CAR (%)	22.68%	22.19%	24.02%	23.34%	23.73%

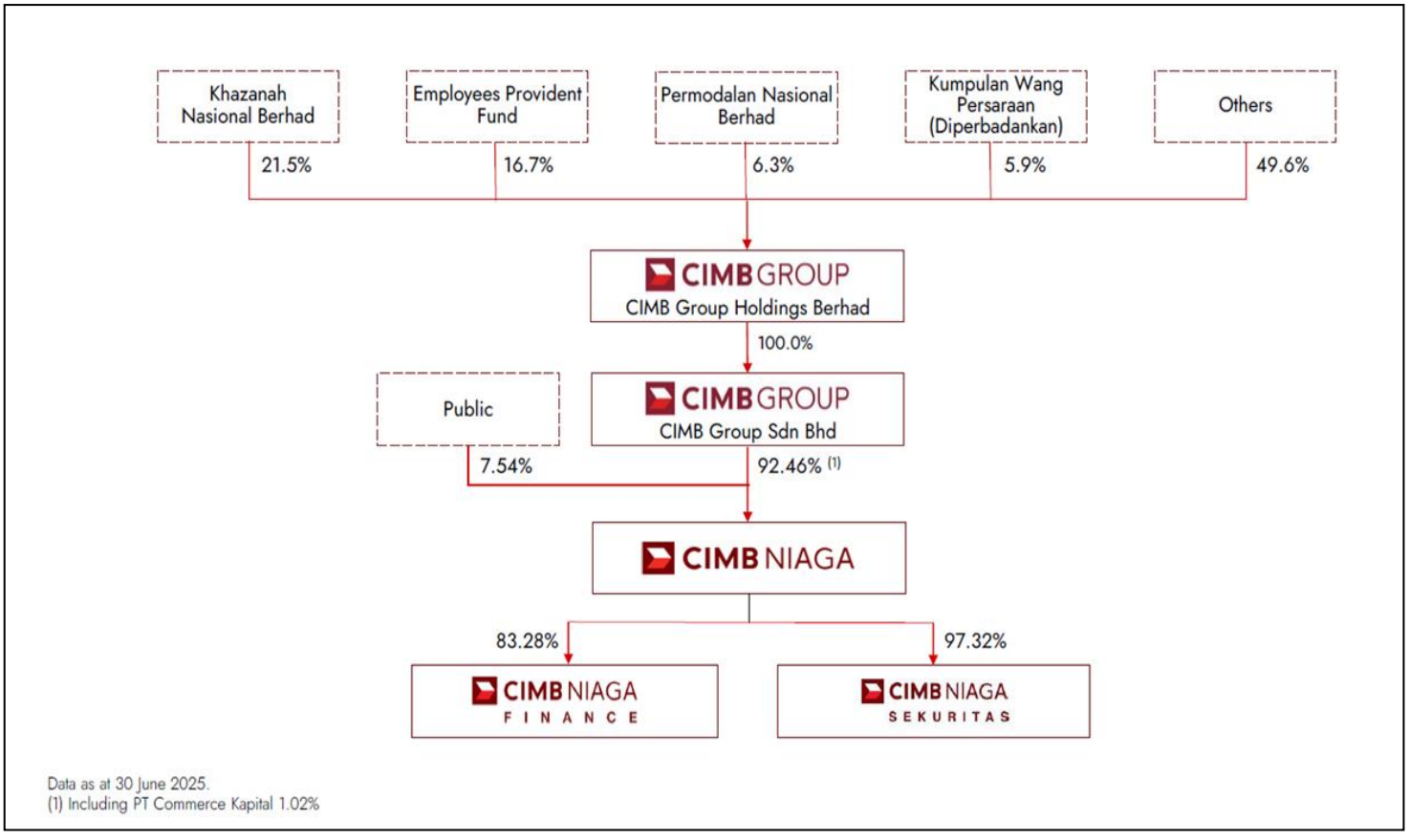
Company Profile

PT Bank CIMB Niaga Tbk (BNGA), Indonesia's second-largest national private bank, was founded in 1955 as Bank Niaga. For nearly seven decades, the bank has provided a full range of conventional and Sharia banking services across Consumer, Emerging Business Banking/SME, Commercial, and Corporate segments, supported by Treasury and Capital Markets.

CIMB Niaga is known for its digital innovations, including OCTO Mobile, OCTO Clicks, OCTO Pay, and BizChannel@CIMB, along with modern branch formats such as Digital Lounges. Guided by the brand promise Kejar Mimpi ("Chase Your Dream"), the bank integrates sustainability through its #SekarangUntukMasaDepan ("Now for the Future") program, embedding environmental, social, and governance principles into operations.

As of June 30, 2025, CIMB Niaga had 11,829 employees, 395 branches/offices (including 34 Digital Lounges), 2,962 ATMs, and 699,309 EDC, QR, and e-commerce facilities across Indonesia..

Corporate Group Structure (As of June 30th, 2025)



Source: Company

Chart: Gross Loan (IDR Bn) YoY

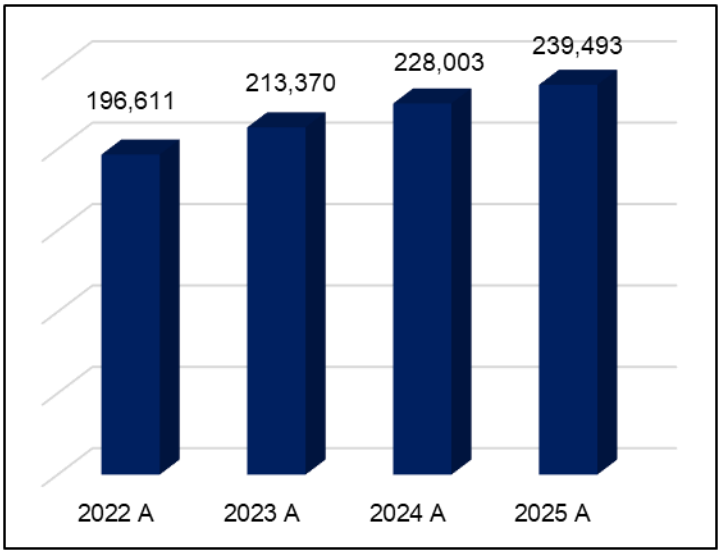


Chart: Customer Deposit (IDR Bn) YoY

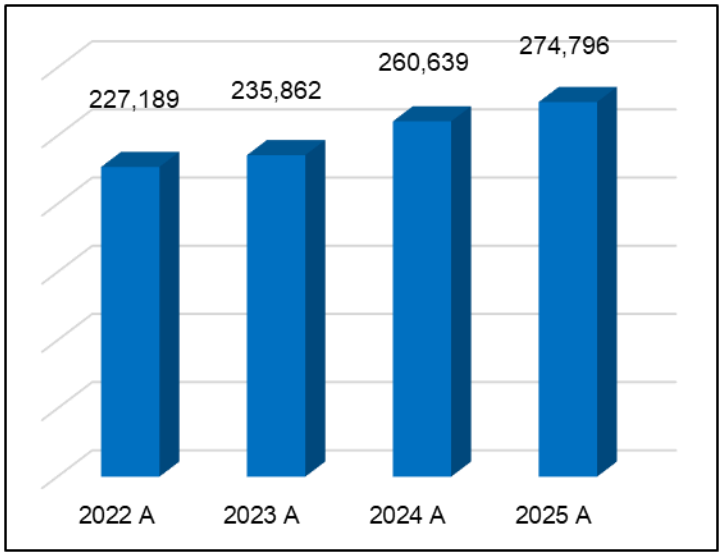


Chart: Profitability YoY

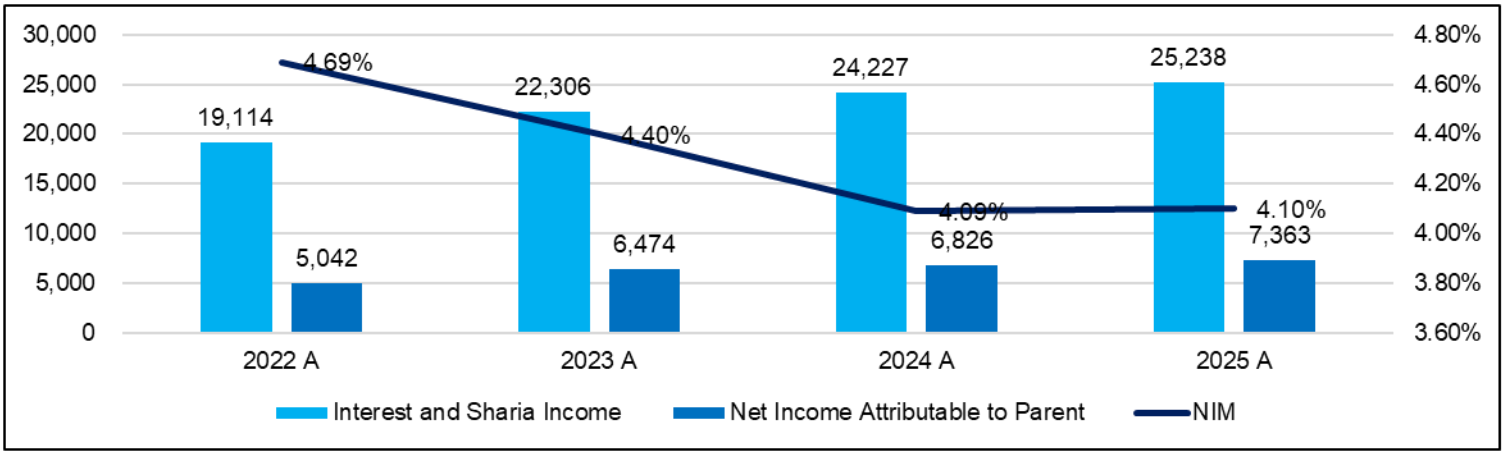


Chart: CAR (%) YoY

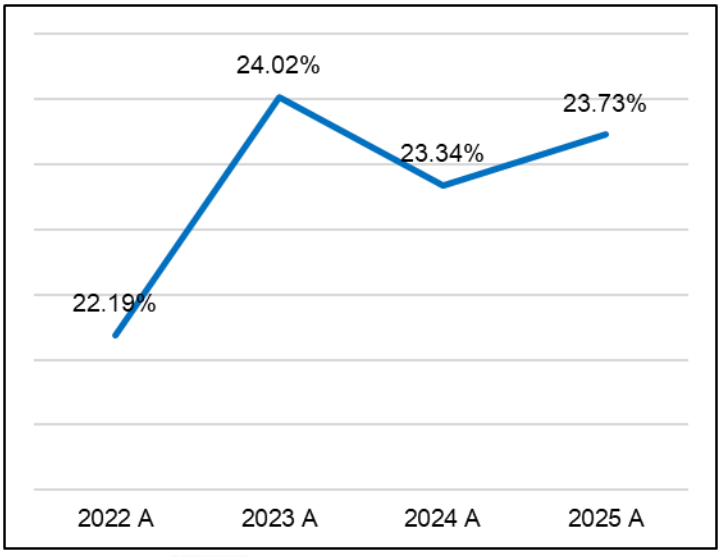
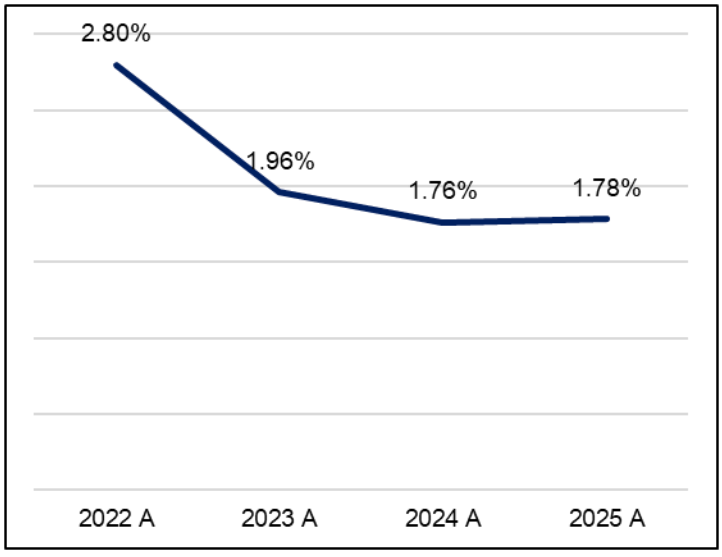


Chart: NPL (%) YoY



Source: Binaartha & Company

Chart: Gross Loan (IDR Bn) QoQ

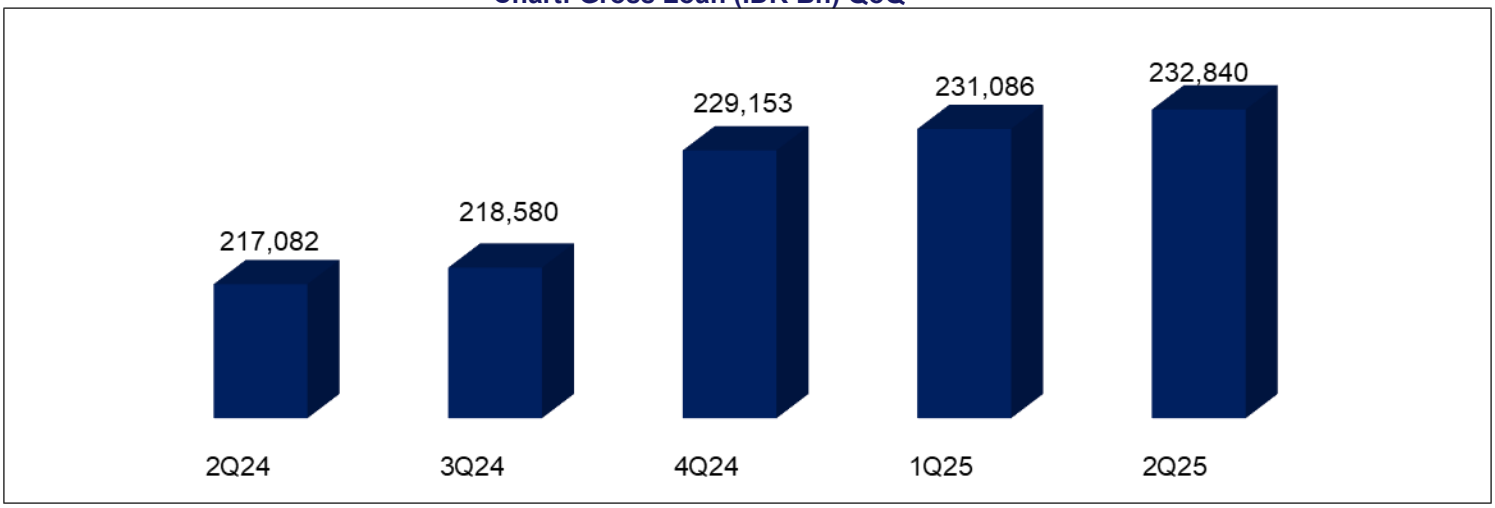


Chart: Net Income Attributable to Parent Entity (IDR Bn) QoQ

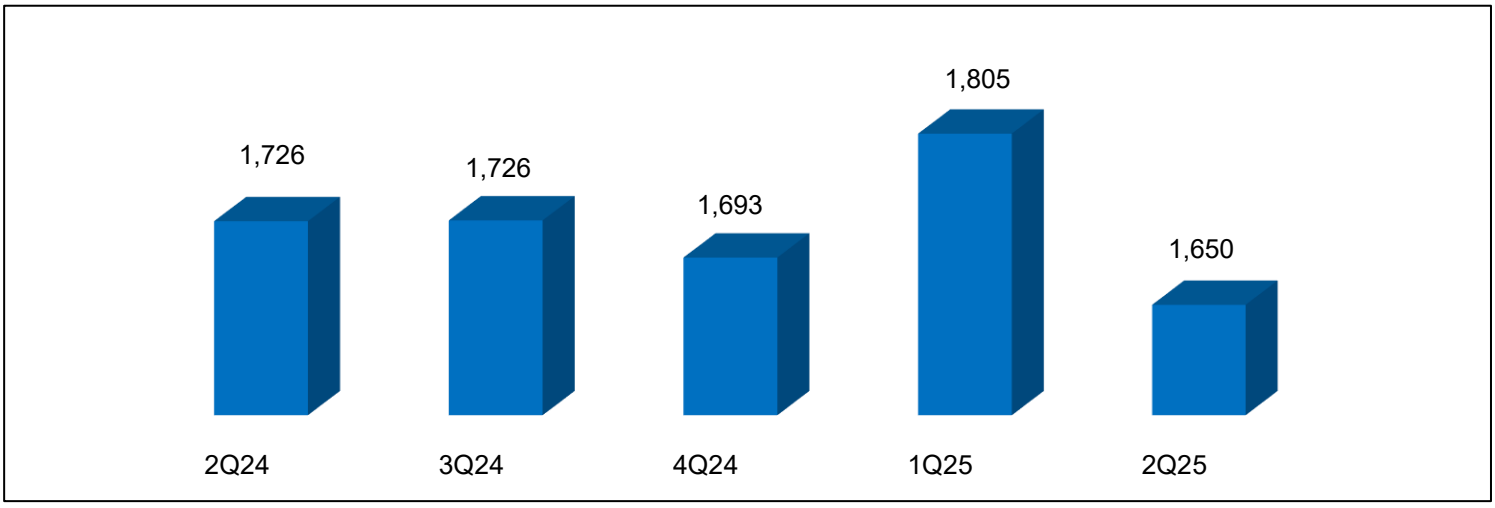
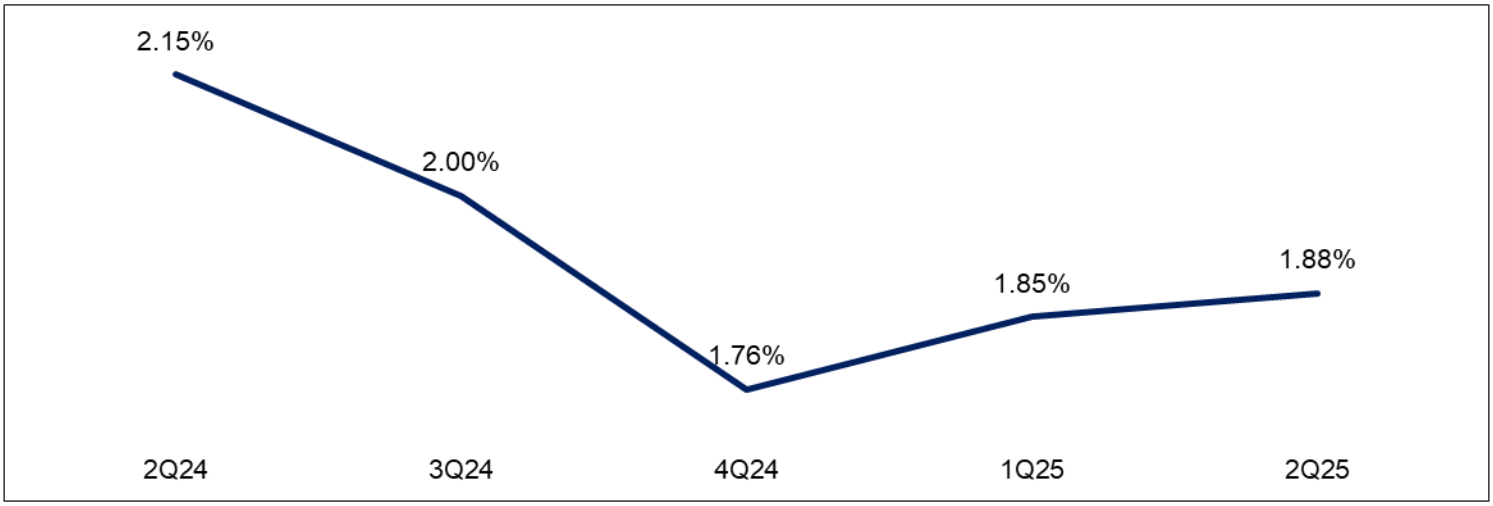


Chart: Non-Performing Loan (%) QoQ



BINAARTHA SEKURITAS

Source: Binaartha & Company

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (IDR Bn)

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (IDR Bn)	2022A	2023A	2024A	2025F
Cash and CA with BI	14,425	17,109	13,641	17,640
Interbank Placement	14,870	4,533	5,048	9,138
Marketable Securities	5,810	9,364	23,455	14,791
Gross Loan	198,749	213,370	228,003	239,493
Allowance for Loans	(13,197)	(12,047)	(10,653)	(9,457)
Loans-net	185,551	201,322	217,350	230,035
Other Earning Asset	89,121	97,716	109,967	112,447
Non-Earning Asset	17,658	18,222	19,263	20,780
Total Asset	**306,754**	**334,369**	**360,221**	**380,903**
Deposit:				
Current Account	70,340	73,202	91,788	104,236
Saving Account	74,086	77,431	80,279	87,746
Time Deposits	82,763	85,229	88,572	82,813
Other-Interest Bearing Liabilities	17,260	36,153	35,641	36,584
Non-Interest-Bearing Liabilities	17,030	13,017	10,745	12,134
Total Liabilities	**261,478**	**285,032**	**307,024**	**323,513**
Total Shareholder's Equity	**45,276**	**49,337**	**53,196**	**57,389**

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS (IDR Bn)

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS (IDR Bn)	2022A	2023A	2024A	2025F
Interest Income	19,114	22,306	24,227	25,238
Interest Expense	(5,638)	(8,954)	(10,961)	(11,311)
Net Interest Income	**13,476**	**13,352**	**13,267**	**13,927**
Other Operating Income	5,390	5,433	5,651	6,990
Gross Operating Income	**18,866**	**18,786**	**18,918**	**20,917**
Operating Expense	(8,484)	(8,584)	(8,749)	(9,659)
PPOP	**10,382**	**10,202**	**10,168**	**11,258**
Provision Expense	(3,814)	(2,007)	(1,805)	(1,892)
Operating Profit	**6,568**	**8,195**	**8,363**	**9,366**
Non-Operating Income – Net	11	162	366	88
Profit Before Tax	**6,579**	**8,357**	**8,729**	**9,455**
Tax Expense	(1,483)	(1,806)	(1,830)	(1,981)
Earning After Tax	**5,097**	**6,551**	**6,899**	**7,474**
Income for The Year Attributable to NCI	55	77	**73**	**111**
Net Income	**5,042**	**6,474**	**6,826**	**7,363**
EPS (Rp/Share)	**202.21**	**259.45**	**271.59**	**292.89**

Source: Binaartha & Company

Ratio Highlights

Ratio Analysis (Consolidated)	2021A	2022A	2023A	2024A	2025F
Profitability & Efficiency					
NIM	4.86%	4.69%	4.40%	4.09%	4.10%
ROE	10.21%	11.71%	14.03%	13.54%	13.37%
ROA	1.88%	2.16%	2.59%	2.53%	1.99%
Cost of Credit	2.42%	1.85%	1.03%	0.84%	0.79%
Liquidity					
LDR	74.35%	85.63%	89.30%	86.30%	87.15%
CASA	61.34%	63.57%	63.86%	66.02%	69.86%
Asset Quality					
Gross NPL	3.46%	2.80%	1.96%	1.76%	1.78%
Loan Loss Coverage	212.10%	242.70%	292.10%	270.00%	221.65%
Capital					
CAR	22.68%	22.19%	24.02%	23.34%	23.73%
Growth					
Loan Growth	3.92%	8.26%	8.52%	6.86%	5.04%
Deposit Growth	16.30%	-5.87%	3.82%	10.51%	5.43%
Net Income Growth	103.75%	22.96%	28.41%	5.43%	7.87%

Source: Binaartha & Company

QoQ Result

PT Bank CIMB Niaga Tbk
Key Ratios

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (IDR Bn)	2Q24	3Q24	4Q24	1Q25	2Q25	%QoQ	%YoY
Loan	217,082	218,580	228,003	231,086	232,840	0.76%	7.26%
Loan Loss Reserves	(11,635)	(11,192)	(10,653)	(10,485)	(10,052)	-4.12%	-13.60%
NPL	4,558	4,372	4,013	4,257	4,359	2.39%	-6.61%
Deposit							
Demand	83,011	88,700	91,788	88,532	96,030	8.47%	15.68%
Savings	79,874	82,032	80,279	82,847	84,612	2.13%	5.93%
Time Deposit	86,959	85,239	88,572	82,845	81,251	-1.92%	-6.56%
Total Asset	346,694	354,296	360,221	370,992	357,872	-3.54%	3.22%
Shareholder Equity	49,568	52,037	52,999	55,327	53,578	-3.16%	8.09%

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS (IDR Bn)	2Q24	3Q24	4Q24	1Q25	2Q25	%QoQ	%YoY
Interest Income	6,006	6,173	6,204	6,233	6,157	-1.22%	2.52%
Interest Expense	(2,635)	(2,820)	(2,946)	(2,915)	(2,852)	-2.13%	8.24%
Net Interest Income	**3,371**	**3,352**	**3,259**	**3,319**	**3,305**	**-0.42%**	**-1.95%**
Fee Other Income	1,375	1,120	1,275	1,680	1,778	5.83%	29.36%
Gross Operating Income	**4,745**	**4,472**	**4,533**	**4,999**	**5,083**	**1.68%**	**7.12%**
Operating Expense	(2,045)	(1,930)	(2,251)	(2,525)	(2,393)	-5.25%	17.00%
PPOP	**2,700**	**2,542**	**2,283**	**2,474**	**2,690**	**8.75%**	**-0.36%**
Provision Expense	(492)	(492)	(330)	(316)	(422)	33.36%	-14.36%
Operating Profit	**2,208**	**2,050**	**1,953**	**2,158**	**2,269**	**5.15%**	**2.76%**
Non-Operating Income – Net	10	192	142	85	(77)	-190.51%	-837.66%
Profit Before Tax	**2,218**	**2,241**	**2,095**	**2,243**	**2,191**	**-2.29%**	**-1.21%**
Tax Expense	(468)	(505)	(378)	(399)	(522)	30.82%	11.65%
Earning After Tax	**1,750**	**1,736**	**1,717**	**1,844**	**1,669**	**-9.46%**	**-4.64%**
Income for The Year Attributable to NCI	25	10	24	39	19	-50.20%	-22.29%
Net Income	**1,726**	**1,726**	**1,693**	**1,805**	**1,650**	**-8.59%**	**-4.39%**

Ratio Consolidated	2Q24	3Q24	4Q24	1Q25	2Q25	%QoQ	%YoY
Profitability & Efficiency							
NIM	**4.22%**	**4.07%**	**3.88%**	**3.99%**	**3.93%**	**(0.06)**	**(0.29)**
ROE (per tier-1 capital)	**15.20%**	**14.30%**	**13.60%**	**13.97%**	**13.10%**	**(0.87)**	**(2.10)**
ROA	**2.60%**	**2.60%**	**2.30%**	**2.52%**	**2.40%**	**(0.12)**	**(0.20)**
Liquidity							
LDR	**85.70%**	**84.30%**	**86.30%**	**89.28%**	**87.30%**	**(1.98)**	**1.60**
CASA	**65.20%**	**66.70%**	**66.00%**	**67.40%**	**69.00%**	**1.60**	**3.80**
Asset Quality							
Gross NPL	**2.10%**	**2.00%**	**1.80%**	**1.85%**	**1.88%**	**0.03**	**(0.22)**
Loan Loss Coverage	**253.10%**	**260.10%**	**270.00%**	**249.70%**	**233.90%**	**(15.80)**	**(19.20)**
Cost of Credit	**0.96%**	**0.99%**	**0.80%**	**0.46%**	**0.84%**	**0.38**	**(0.12)**
Capital							
CAR	**22.70%**	**23.44%**	**23.34%**	**24.85%**	**24.02%**	**(0.83)**	**1.32**

Source: Binaartha & Company

Stock Ratings:
Buy: a recommendation to purchase the security with upside potential of 10.50% or greater
Hold: a recommendation to neither buy nor sell a security with upside potential of 5.25%-10.49%.
Sell: a recommendation to close out a long position in a security with upside potential below 5.25% or negative

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