

PT Bank Tabungan Negara Tbk

BTN's Profit Grows Amid Provisioning Pressure, Liquidity Strengthened by Government Support

Published on 28 October 2025



Miftahul Khaer

Equity Research

khaer.miftahul@kiwoom.co.id | 021 5010 5800

Stock Rate
Industry

Not Rated
Neutral

Last Price

IDR 1.200
28 October 2025

Stock Data

Ticker Code BBTN
Sub Sector Banks
Sector Financial

Market Cap (IDR.Tn) 17.1
Shares Issued (Bn) 14.0
AVG 3M Turnover (IDR Bn) 59.2

Price (IDR)

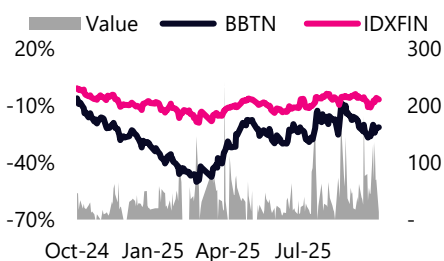
last Price **1,215**

TP 12M Not Rated

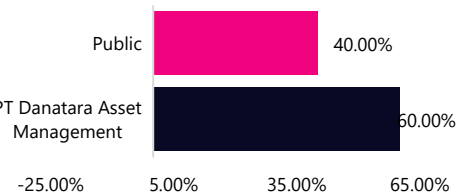
Highest (1Yr) **1,470**

Lowest (1Yr) **775**

Price Performance, 1Y (%) Turnover (Bn)



Shareholders Composition



ESG Rating

Environmental 3.47
Social 0.06
Governance 5.46
5.18

Source: Bloomberg

9M25: Solid Earnings Growth Despite Provisioning Pressure

PT Bank Tabungan Negara Tbk (BBTN) recorded a net profit of IDR 596 billion in 3Q25, growing +3% YoY but declining -26% QoQ, reflecting continued provisioning pressure and limited cost efficiency. Cumulatively, 9M25 net profit reached IDR 2.3 trillion, up +11% YoY. The annual profit growth was supported by a strong increase in Pre-Provision Operating Profit (PPOP) of +84% YoY, driven by higher yields from the non-subsidized mortgage portfolio and contributions from the housing MSME (KUR) segment, which carries higher margins. In addition, Net Interest Income (NII) surged +44% YoY to IDR 12.8 trillion, supported by a +19% YoY increase in interest income and a normalization of interest expenses at +19% YoY.

Stronger Balance Sheet and Liquidity Supported by Government Fund Injection

BBTN reported +12% YoY growth in total assets, reaching IDR 511 trillion as of 3Q25, with loans expanding +7% YoY to IDR 381 trillion. Third-Party Funds (DPK) grew +16% YoY to IDR 430 trillion, mainly driven by a +25% YoY increase in time deposits, reflecting stronger liquidity after the government's capital injection. The Loan-to-Deposit Ratio (LDR) declined to 88.6% (from 92.6% in 2Q25), signaling improved liquidity management. Without the government injection, BBTN's LDR would have stood around 94.1%, still within the management's target range of 94–96%. Equity also increased +8% YoY to IDR 34.7 trillion, supported by retained earnings and stronger core capital.

Asset Quality Remains Stable as Cost of Credit Expected to Normalize

Credit quality showed slight deterioration in 3Q25, with Non-Performing Loans (NPL) rising slightly to 3.4% (vs. 3.3% in 2Q25), while Loan-at-Risk (LAR) remained stable at 20.7%.

However, loan downgrade values continued to decline to below IDR 300 billion per month (vs. IDR 600 billion in 1H25), indicating improving credit risk profiles.

Management aims to maintain the Cost of Credit (CoC) below 1.6–1.7% through end-2025, with expectations of further normalization to 1.0–1.1% in 2026, supported by improved asset quality and more conservative provisioning.

Key Takeaways

9M25 Highlights

- Net profit grew +11% YoY to Rp2.3 trillion, equivalent to 69% of FY25F estimates.
- Net Interest Income (NII) rose +44% YoY to Rp12.8 trillion, while PPOP surged +84% YoY.
- Provisioning expenses jumped +230% YoY as a conservative move to strengthen risk reserves.

3Q25 Highlights

- Net profit reached Rp596 billion (+3% YoY; -26% QoQ).
- Net Interest Margin (NIM) improved to 3.00%, while Cost of Funds (CoF) declined to 4.10%.
- Third-Party Funds (TPF/DPK) increased +16% YoY, with a CASA ratio of 47%.
- Loan-to-Deposit Ratio (LDR) stood at 88.6%, NPL at 3.3%, and LAR at 20.7%.

2026 Outlook

Credit growth potential projected at +10–11% YoY, supported by subsidized mortgage disbursements, housing KUR allocation, and transition of FLPP loans to KUR. Focus will remain on reducing CoF and CoC, while improving NPL Coverage to enhance sustainable profitability.

Financial Highlight

End 31 Dec (IDR Tn)	2022A	2023A	2024A	9M24	9M25
Loan & Financing	252.5	282.3	302.3	356	381
Third Party Fund	297.1	322.5	352.43	371	430
Net Interest Income	25.9	28.2	29.5	8.9	12.8
Net Profit	3.0	3.5	3.0	2.1	2.3
EPS (Full IDR)	287.54	249.46	214.28	148.38	164.07
PE (x)	4.69	5.01	5.32	9.77	7.83
PBV (x)	0.55	0.58	0.49	0.64	0.52

Source: Company and KSI Research

Financial Exhibits

Result 9M2025 (IDR Tn)

Balance Sheet	9M24	9M25	YoY	3Q24	2Q25	3Q25	QoQ	YoY
Loan & Financing	356	381	7%	356	376	381	1%	7%
<i>Current Account</i>	149	160	8%	149	155	160	3%	8%
<i>Saving Account</i>	40	43	6%	40	44	43	-4%	6%
<i>Time Deposits</i>	182	227	25%	182	207	227	10%	25%
CASA	189	203	7%	189	200	203	2%	7%
Third Party Fund	371	430	16%	371	406	430	6%	16%
liability	423	476	13%	423	451	476	6%	13%
Equity	32	34.7	8%	32	34	34.7	2%	8%
Asset	455	511	12%	455	485	511	5%	12%
<i>BVPS (Full IDR)</i>	2280.64	2471.26	8%	2280.64	2417.34	2471	2%	8%

Income Statements	9M24	9M25	YoY	3Q24	2Q25	3Q25	QoQ	YoY
<i>Interest Income</i>	22.4	26.6	19%	7.4	10.3	8.1	-21%	9%
<i>Interest Expense</i>	13.5	13.8	3%	4.5	4.7	4.7	-1%	3%
Net Interest Income	8.9	12.8	44%	2.9	5.6	3.4	-39%	19%
Non-Interest Income	2.8	3.1	14%	0.8	0.9	1.2	44%	64%
Operating Expenses	7.6	8.5	12%	2.5	2.7	3.1	13%	24%
PPOP	4.0	7.4	84%	1.1	3.7	1.6	-58%	40%
Provision	1.4	4.5	230%	0.4	2.7	0.8	-69%	116%
Net Profit	2.1	2.3	11%	0.6	0.8	0.6	-26%	3%
<i>EPS (Full IDR)</i>	148.38	164.07	11%					

Source: Company and KSI Research

Ratio (Consolidated)

Ratios	9M24	9M25	YoY	3Q24	2Q25	3Q25	QoQ	YoY
NIM				2.7%	5.0%	3.0%		
Credit Cost				0.4%	2.9%	0.9%		
LDR				96.0%	92.6%	88.6%		
CASA Ratio				51.0%	49.1%	47.2%		
NPL				3.2%	3.3%	3.4%		
LAR				20.6%	20.2%	20.7%		

Source: Company and KSI Research



HEAD OFFICE

Treasury Tower 27th Floor Unit A, District 8 Kawasan SCBD Lot 28,
Jl.Jend.Sudirman Kav 52-53, Jakarta Selatan 12190

Tel : (021) 5010 5800

Fax : (021) 5010 5820

Email : cs@kiwoom.co.id

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