

## 4Q25 earnings spike; FY25 earnings came above

6 February 2026



|                                |       |
|--------------------------------|-------|
| BMRI IJ                        | BUY   |
| Sector                         | Banks |
| Price at 5 February 2025 (IDR) | 5,050 |
| Price target (IDR)             | 5,660 |
| Upside/Downside (%)            | 12.1  |

4Q25 earnings spike (+34.9% yoy, +39.8% qoq) on the back of a sharp drop in operating expenses by -5.84% yoy (3Q25: +25.4% yoy) and provisions tanking (-63.8% yoy, -72.8% qoq) has made FY25 PATMI (+0.92% yoy) significantly surpass both our and cons. '25F by 109.9% and 109.7%, respectively. '26F guidance: (1) loan growth (7-9% yoy), (2) NIM: 4.6-4.8%, and (3) CoC (0.6-0.8%). We anticipate 2 main growth drivers in '26F: (1) opex normalization and (2) coc to remain at a low level. Crucial challenges are (1) loan yield compression could jeopardize NIM with the absence of healthy loan demand and (2) prolonged strong time deposit growth. Maintain BUY with GGM-based TP IDR5,660 (1.6x '26F P/B), while currently trading at its -1SD of 1.4x '26F P/B.

**FY25 earnings above; 4Q25 earnings spike**

BMRI FY25 earnings surpassed our and the consensus forecast (109.9% and 109.7%). The soaring FY25 achievement was mainly driven by the 4Q25 earnings spike. Throughout 2025, net interest income grew by 4.38% yoy, backed by an 8.71% increase in interest income. PPoP grew flat (-0.39% yoy) on the back of rising operating expenses (+15.3% yoy). The 0.92% yoy growth of PATMI to IDR 56.29tn is mainly driven by a sharp drop in provisions (-5.01% yoy) to IDR 11.33tn. On a quarterly basis, 4Q25 earnings are telling a totally different story. Net interest income grew stronger, benefiting from declining interest expenses by -4.59% qoq. Robust PPoP to IDR 25.74tn (21.8% yoy, +21.6% qoq) is mainly supported by the impact of operating expenses normalization, which decreased by -5.84% yoy to IDR 17.67tn, compared to a sharp growth of +25.4% yoy in the previous quarter. Provision expenses tanked 63.8% yoy and 72.8% qoq, bringing PATMI in 4Q25 of IDR 18.56tn, a frog leap of 34.9% yoy and 39.8% qoq.

**Robust loan growth beats industry, guidance, and our '25F.**

BMRI total loan growth of +13.4% yoy (7.41% qoq), exceeding BMRI's '25F upper limit guidance (8-10% yoy) and outpacing the broader banking sector (9.7% yoy) as well as our '25F loan growth for BMRI of 10.4% yoy. The corporate segment continues as the main driver, surging 23.1% yoy, followed by the commercial segment (+12.1% yoy). On the liabilities side, total third-party funds grew very strong (+23.9% yoy, 11.8% qoq). Despite the high funding cost (TD) solid growth, CASA remained growing by double digits (12.6% yoy, 9.69% qoq), supported by strong current account growth (17.2% yoy, 13.9% qoq). This year, we expect a stronger CASA portion growth and a softer TD segment to support better NII and NIM.

**NIM on target, CoC surpasses guidance and our estimate**

On the margin side, FY25 consolidated NIM remains under pressure (-26 bps), from 5.15% to 4.89%. Yet, it still arrives within '25F guidance of 4.8-5.0% (KBVs '25F: 5%) and mark a slight improvement from 4.83% in the previous quarter. On the bank-only level, NIM was also slightly improving to 4.49%. Credit cost came in at 0.58%, sharply improving (-21 bps) from 0.79%, beating the '25F guidance range of 0.8-1.0% and our '25F CoC for the bank of 1.0%. Gross NPL stood at 1.13% in FY25, landed better than our '25F gross NPL for BMRI of 1.18%. Worth noting, gross NPL improves to 0.96% vs 1.03% in 3Q25 at bank-only level.

**Expect Livin to continue play meaningful role**

The Livin' Apps platform continues to see impressive momentum, now supporting 37 million users, a 27% increase yoy. This expanding user base has pushed transaction frequency up by nearly 20.9% yoy, reaching 4,689 million transactions with a total value of IDR 4,401 trillion (+9.32% yoy). The app made a meaningful contribution to non-interest income by generating IDR 948bn in the final quarter of 2025 alone, marking strong growth both annually (23.8% yoy) and compared to the previous quarter (18.3% qoq). Moving forward, we expect to witness the platform play a pivotal role for the bank's growth, as the untapped potential within its transaction banking ecosystem remains massive.

**2026 guidance sound achievable**

BMRI targets '26F loan growth to hover within the range of 7-9% yoy, driven by balanced growth across segments. In line with our expectation (see our latest sector report), the bank expects to see the compression on loan yields sustain lending competition, which will put continuing pressure on NIM ('26F: 4.6-4.8%). Lastly, CoC is forecasted to enter a normalization with '26F range guidance within 0.6-0.8%.

**Maintain BUY GGM TP of IDR5,660.**

Our GGM-based TP of IDR 5,660 is pegged at 1.6x '26F P/B while currently trading at its -1SD of 1.4x '26F P/B. Key downside risks to our target price include: a) lower-than-expected loan growth; b) slower-than-anticipated benchmark rate transmission to CoF; c) significant loan yield compression, d) NIM stagnation, e) higher than expected opex and CoC, f) prolonged domestic cautious business activity outlook, g) sustained boiling global geopolitical tension uncertainty, h) weakening debtor confidence and market stance, and i) weakening IDR/USD.

**Exhibit 1: Key Statistics**

| Year end Dec (IDR bn)  | 2023A   | 2024A   | 2025F   | 2026F   | 2027F   |
|------------------------|---------|---------|---------|---------|---------|
| Net Interest income    | 95,887  | 101,757 | 106,865 | 117,136 | 128,650 |
| Non int. income        | 42,771  | 44,842  | 51,277  | 54,479  | 59,374  |
| Income from operations | 138,658 | 146,599 | 158,142 | 171,615 | 188,025 |
| Pre-provision profit   | 84,790  | 87,988  | 86,962  | 92,071  | 99,209  |
| Net income (IDR bn)    | 55,060  | 55,782  | 51,218  | 54,144  | 58,910  |
| EPS (IDR)              | 590     | 598     | 549     | 580     | 631     |
| EPS growth (%)         | 33.7    | 1.3     | (8.2)   | 5.7     | 8.8     |
| PER (x)                | 8.4     | 8.3     | 9.0     | 8.5     | 7.8     |
| PBV (x)                | 1.8     | 1.6     | 1.5     | 1.4     | 1.3     |
| Div. Yield (%)         | 5.3     | 7.2     | 6.0     | 5.5     | 5.5     |
| RoE (%)                | 23.2    | 21.2    | 17.3    | 17.9    | 18.8    |

Source: Company, KBVS Research

**Analyst**

Akhmad Nurcahyadi

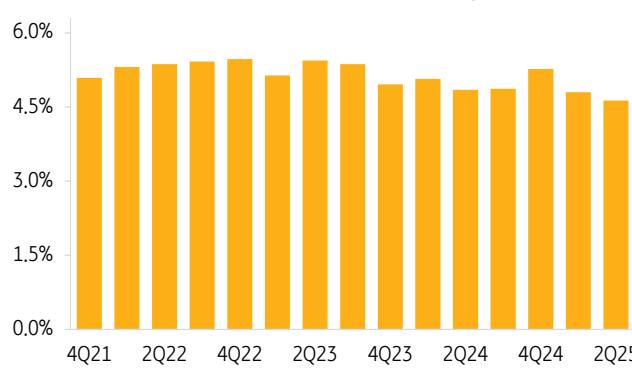
akhmad.nurcahyadi@kbvalbury.com

## Exhibit 2: BMRI 12M25 consolidated results – selected P&amp;L, balance sheet and key ratios

| Income Statements (IDR bn) | 12M24     | 12M25     | YoY (%) | 4Q24      | 4Q25      | YoY (%) | 3Q25      | QoQ (%) | KBVS '25F | % to KBVS | Cons. '25F | % to Cons. |
|----------------------------|-----------|-----------|---------|-----------|-----------|---------|-----------|---------|-----------|-----------|------------|------------|
| Interest income            | 151,236   | 164,412   | 8.7     | 40,600    | 42,115    | 3.7     | 40,720    | 3.4     |           |           |            |            |
| Interest expenses          | (49,479)  | (58,202)  | 17.6    | (13,446)  | (14,164)  | 5.3     | (14,845)  | (4.6)   |           |           |            |            |
| Net Interest Income        | 101,757   | 106,210   | 4.4     | 27,154    | 27,951    | 2.9     | 25,875    | 8.0     |           |           |            |            |
| Non-interest income        | 44,842    | 49,016    | 9.3     | 12,749    | 15,471    | 21.4    | 12,552    | 23.3    |           |           |            |            |
| Total operating income     | 146,599   | 155,226   | 5.9     | 39,903    | 43,422    | 8.8     | 38,427    | 13.0    |           |           |            |            |
| Total operating expenses   | (58,611)  | (67,584)  | 15.3    | (18,774)  | (17,678)  | (5.8)   | (17,251)  | 2.5     |           |           |            |            |
| PPoP                       | 87,988    | 87,642    | (0.4)   | 21,129    | 25,744    | 21.8    | 21,176    | 21.6    |           |           |            |            |
| Loan loss provisions       | (11,929)  | (11,331)  | (5.0)   | (2,396)   | (867)     | (63.8)  | (3,185)   | (72.8)  |           |           |            |            |
| Net profit                 | 55,783    | 56,295    | 0.9     | 13,766    | 18,565    | 34.9    | 13,275    | 39.8    | 51,218    | 109.9     | 51,300     | 109.7      |
| Balance Sheet (IDR bn)     | 12M24     | 12M25     | YoY (%) | 4Q24      | 4Q25      | YoY (%) | 3Q25      | QoQ (%) |           |           |            |            |
| Gross loans                | 1,670,547 | 1,894,985 | 13.4    | 1,670,547 | 1,894,985 | 13.4    | 1,764,328 | 7.4     |           |           |            |            |
| Current account            | 605,765   | 710,147   | 17.2    | 605,765   | 710,147   | 17.2    | 623,725   | 13.9    |           |           |            |            |
| Saving account             | 665,446   | 721,232   | 8.4     | 665,446   | 721,232   | 8.4     | 681,213   | 5.9     |           |           |            |            |
| Time deposits              | 427,686   | 674,386   | 57.7    | 427,686   | 674,386   | 57.7    | 579,252   | 16.4    |           |           |            |            |
| TPF (IDRbn)                | 1,698,897 | 2,105,765 | 23.9    | 1,698,897 | 2,105,765 | 23.9    | 1,884,190 | 11.8    |           |           |            |            |
| CASA (IDRbn)               | 1,271,211 | 1,431,379 | 12.6    | 1,271,211 | 1,431,379 | 12.6    | 1,304,938 | 9.7     |           |           |            |            |
| Total equity               | 313,474   | 327,402   | 4.4     | 313,474   | 327,402   | 4.4     | 313,838   | 4.3     |           |           |            |            |
| Selected key ratios        | 12M24     | 12M25     | YoY (%) | 4Q24      | 4Q25      | YoY (%) | 3Q25      | QoQ (%) |           |           |            |            |
| NIM                        | 5.2       | 4.9       | (0.3)   | 5.3       | 4.9       | (0.4)   | 4.9       | 0.0     |           |           |            |            |
| CoC                        | 0.8       | 0.6       | (0.2)   | 0.6       | 0.6       | 0.0     | 0.7       | (0.2)   |           |           |            |            |
| Cost of Fund               | 2.2       | 2.3       | 0.2     | 2.3       | 2.2       | (0.2)   | 2.3       | (0.2)   |           |           |            |            |
| NPL Gross                  | 1.1       | 1.1       | 0.0     | 1.1       | 1.1       | 0.0     | 1.2       | (0.1)   |           |           |            |            |
| NPL Coverage               | 271.0     | 231.0     | (40.0)  | 271.0     | 231.0     | (40.0)  | 243.0     | (12.0)  |           |           |            |            |
| CIR                        | 40.0      | 43.5      | 3.5     | 47.9      | 43.5      | (4.4)   | 44.6      | (1.1)   |           |           |            |            |
| Tier 1 CAR                 | 19.6      | 19.3      | (0.3)   | 0.0       | 19.3      | 19.3    | 18.9      | 0.4     |           |           |            |            |
| ROAA                       | 2.4       | 2.1       | (0.3)   | 2.2       | 2.1       | (0.1)   | 2.0       | 0.1     |           |           |            |            |
| ROAE                       | 21.2      | 20.3      | (0.9)   | 19.5      | 20.3      | 0.8     | 18.4      | 1.9     |           |           |            |            |
| CASA Ratio                 | 74.8      | 68.0      | (6.8)   | 74.8      | 68.0      | (6.8)   | 69.3      | (1.5)   |           |           |            |            |
| LDR                        | 95.1      | 87.6      | (7.5)   | 95.1      | 87.6      | (7.5)   | 91.0      | (3.4)   |           |           |            |            |
| Loan yield                 | 7.8       | 7.6       | (0.2)   | 7.9       | 7.2       | (0.6)   | 7.5       | (0.3)   |           |           |            |            |
| LAR                        | 6.8       | 6.5       | (0.3)   | 6.8       | 6.5       | (0.3)   | 6.5       | 0.0     |           |           |            |            |
| Tier-1 CAR                 | 19.6      | 19.3      | (0.3)   | 19.6      | 19.3      | (0.3)   | 0.0       | 19.3    |           |           |            |            |

Source : Company, KBVS Research

Exhibit 3: Expect NIM pressure to continue on loan yield compression



Source: Company, KBVS Research

Exhibit 4: COC to remain at low level

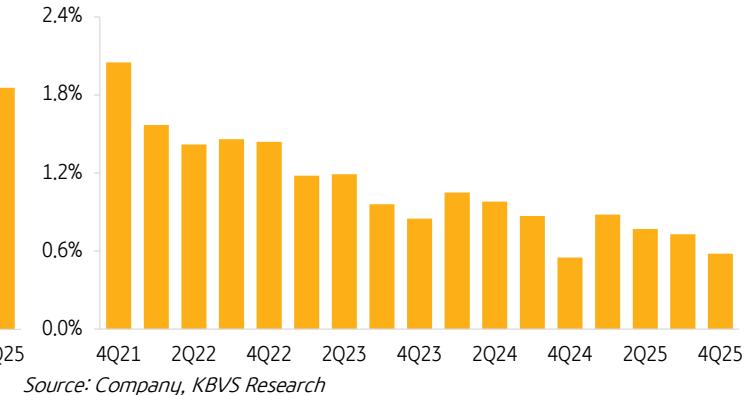
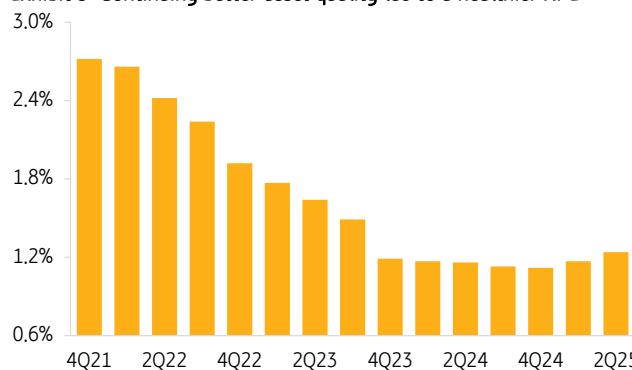
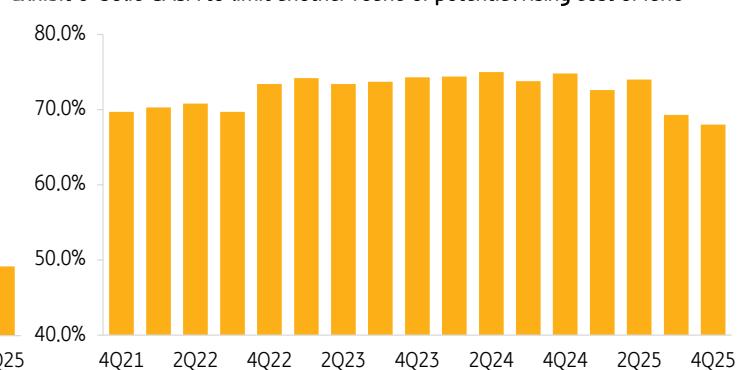


Exhibit 5: Continuing better asset quality led to a healthier NPL



Source: Company, KBVS Research

Exhibit 6: Solid CASA to limit another round of potential rising cost of fund



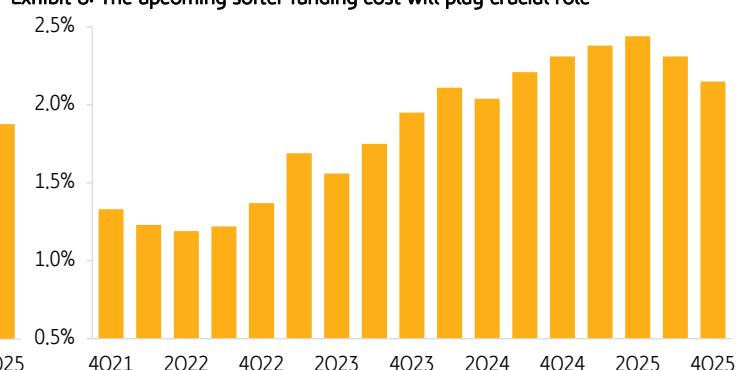
Source: Company, KBVS Research

Exhibit 7: Expect manageable loan yield compression



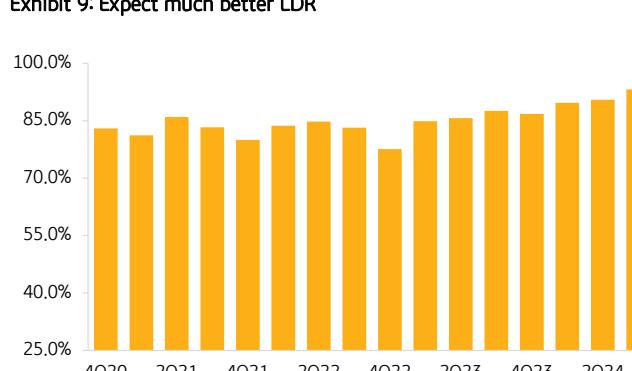
Source: Company, KBVS Research

Exhibit 8: The upcoming softer funding cost will play crucial role



Source: Company, KBVS Research

Exhibit 9: Expect much better LDR



Source: Bloomberg, KBVS Research

Exhibit 10: GGM TP IDR5,660 (1.6x '26F P/B), currently traded at its -1SD of 1.4x



Source: Company, Bloomberg, KBVS Research

**FINANCIAL TABLES**
**Exhibit 11: Profit & Loss**

| Year End Dec (IDR bn)                 | 2023A           | 2024A           | 2025F           | 2026F           | 2027F           |
|---------------------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| Interest income                       | 132,544         | 151,236         | 166,809         | 184,328         | 201,290         |
| Interest expenses                     | (36,658)        | (49,479)        | (59,944)        | (67,192)        | (72,639)        |
| <b>Net interest income</b>            | <b>95,887</b>   | <b>101,757</b>  | <b>106,865</b>  | <b>117,136</b>  | <b>128,650</b>  |
| Non-interest income                   | 42,771          | 44,842          | 51,277          | 54,479          | 59,374          |
| Operating expenses                    | (53,867)        | (58,611)        | (71,180)        | (79,543)        | (88,815)        |
| <b>Pre-provision operating profit</b> | <b>84,790</b>   | <b>87,988</b>   | <b>86,962</b>   | <b>92,071</b>   | <b>99,209</b>   |
| <b>Loan loss provision</b>            | <b>(10,149)</b> | <b>(11,929)</b> | <b>(16,660)</b> | <b>(17,597)</b> | <b>(18,785)</b> |
| Pretax Profit                         | 74,685          | 76,403          | 70,646          | 74,818          | 80,768          |
| Income Tax Expenses                   | (14,633)        | (15,238)        | (14,482)        | (14,913)        | (15,639)        |
| <b>Net profit</b>                     | <b>55,060</b>   | <b>55,782</b>   | <b>51,218</b>   | <b>54,144</b>   | <b>58,910</b>   |

**Exhibit 12: Balance sheet**

| Year End Dec (IDR bn)      | 2023A            | 2024A            | 2025F            | 2026F            | 2027F            |
|----------------------------|------------------|------------------|------------------|------------------|------------------|
| <b>Assets</b>              |                  |                  |                  |                  |                  |
| Cash                       | 26,432           | 31,665           | 30,645           | 28,749           | 27,355           |
| Current Account at BI      | 108,605          | 105,146          | 113,979          | 129,176          | 137,948          |
| Interbank Loans            | 110,461          | 109,866          | 73,535           | 80,109           | 87,869           |
| Govt Treas Bills & Sec     | 309,183          | 287,273          | 193,029          | 200,273          | 202,100          |
| Investment Securities      | 94,546           | 95,478           | 92,228           | 80,591           | 80,836           |
| Loans                      | 1,344,189        | 1,620,155        | 1,802,210        | 2,022,557        | 2,297,049        |
| Fixed Assets               | 57,978           | 63,031           | 63,731           | 64,431           | 66,582           |
| Other assets               | 122,825          | 114,610          | 124,350          | 116,932          | 113,705          |
| <b>Total Asset</b>         | <b>2,174,219</b> | <b>2,427,223</b> | <b>2,493,707</b> | <b>2,722,819</b> | <b>3,013,444</b> |
| <b>Liabilities</b>         |                  |                  |                  |                  |                  |
| Interbank Deposit          | 18,465           | 27,721           | 23,661           | 27,302           | 31,355           |
| Customer Deposit           | 1,576,950        | 1,698,897        | 1,838,373        | 2,002,731        | 2,196,735        |
| Debts Sec and Subordinates | 50,518           | 41,141           | 55,151           | 60,082           | 61,667           |
| Other Liabilities          | 240,792          | 345,990          | 233,721          | 256,796          | 316,903          |
| <b>Total liabilities</b>   | <b>1,886,724</b> | <b>2,113,749</b> | <b>2,150,906</b> | <b>2,346,910</b> | <b>2,606,660</b> |
| <b>Equity</b>              |                  |                  |                  |                  |                  |
| Capital Stock              | 11,667           | 11,667           | 11,667           | 11,667           | 11,667           |
| Additional Paid-in Capital | 17,643           | 18,095           | 18,095           | 18,095           | 18,095           |
| Retained Earnings          | 197,304          | 220,050          | 243,378          | 271,912          | 298,336          |
| Other Equity               | 34,239           | 33,984           | 36,366           | 37,363           | 38,404           |
| Shareholder's Equity       | 260,853          | 283,796          | 309,505          | 339,037          | 366,502          |
| Non-controlling Interest   | 26,642           | 29,678           | 33,296           | 36,872           | 40,282           |
| <b>Total Equity</b>        | <b>287,495</b>   | <b>313,475</b>   | <b>342,801</b>   | <b>375,909</b>   | <b>406,784</b>   |

**Exhibit 13: Key performance metrics**

| Year End Dec (%) | 2023A | 2024A | 2025F | 2026F | 2027F |
|------------------|-------|-------|-------|-------|-------|
| NIM (%)          | 5.5   | 5.2   | 5.0   | 5.1   | 5.5   |
| LDR (%)          | 88.6  | 98.4  | 95.3  | 90.1  | 89.2  |
| CASA (%)         | 74.3  | 74.8  | 75.4  | 76.2  | 77.1  |
| NPL (%)          | 1.2   | 1.2   | 1.2   | 1.0   | 0.9   |
| ROAE (%)         | 23.2  | 21.2  | 17.3  | 17.9  | 18.8  |
| ROAA (%)         | 2.6   | 2.4   | 2.1   | 2.1   | 2.1   |
| CAR (%)          | 21.5  | 20.1  | 21.5  | 21.9  | 21.1  |
| BVPS (IDR)       | 2,795 | 3,041 | 3,316 | 3,633 | 3,927 |
| PER (x)          | 8.4   | 8.3   | 9.0   | 8.5   | 7.8   |
| PBV (x)          | 1.8   | 1.6   | 1.5   | 1.4   | 1.3   |
| Div. Yield (%)   | 5.3   | 7.2   | 6.0   | 5.5   | 5.5   |

*Source: Company, KBVS Research*

## Disclaimer

This report is prepared by PT KB Valbury Sekuritas, a member of the Indonesia Stock Exchange, or its subsidiaries or its affiliates ("KBVS"). All the material presented in this report is under copyright to KBVS. None of the parts of this material, nor its contents, may be copied, photocopied, or duplicated in any form or by any means or altered in any way, or transmitted to, or distributed to any other party without the prior written consent of KBVS.

The research presented in this report is based on the information obtained by KBVS from sources believed to be reliable, however KBVS do not make representations as to their accuracy, completeness or correctness. KBVS accepts no liability for any direct, indirect and/or consequential loss (including any claims for loss of profit) arising from the use of the material presented in this report and further communication given or relied in relation to this document. The material in this report is not to be construed as an offer or a solicitation of an offer to buy or sell any securities or financial products. This report is not to be relied upon in substitution for the exercise of independent judgement. Past performance and no representation or warranty, express or implied, is made regarding future performance. Information, valuations, opinions, forecasts and estimates contained in this report reflects a judgement at its original date of publication by KBVS and are subject to change without notice, its accuracy is not guaranteed or it may be incomplete.

The Research Analyst(s) primarily responsible for the content of this research report, in part or as a whole, certifies that the views about the companies and their securities expressed in this report accurately reflect his/her personal views. The Analyst also certifies that no part of his/her compensation was, is or will relate to specific recommendation views expressed in this report. It also certifies that the views and recommendations expressed in this report do not and will not take into account client circumstances, objectives, needs and no intentions involved as a use for recommendations for sale or buy any securities or financial instruments.

## KB Valbury Sekuritas Head Office

**Sahid Sudirman Center 41<sup>th</sup> Floor Unit A-C**  
**Jalan Jenderal Sudirman No. 86 Kelurahan Karet Tengsin,**  
**Kecamatan Tanah Abang, Jakarta Pusat 10220, Indonesia**  
**T. +62 21 – 250 98 300**  
**F. +62 21 – 255 33 778**

## Branch Office

### Jakarta – Sudirman

Sahid Sudirman Center 41st Floor Unit A-C  
Jalan Jenderal Sudirman No. 86 Karet Tengsin,  
Tanah Abang, Jakarta Pusat 10220  
T. (021) 25098300/301

### Bandung

Jl. HOS Cokroaminoto No. 82  
Bandung 40171  
T. (022) 87255800

### Palembang

Komplek PTC Mall Blok I No. 7  
Jl. R. Sukamto  
Palembang 30114  
T. (0711) 5700281

### Surabaya

### Jakarta – Kelapa Gading

Rukan Plaza Pasifik  
Jl. Raya Boulevard Barat Blok A1 No. 10  
Jakarta Utara 11620  
T. (021) 29451577

### Malang

Jl. Pahlawan Trip No. 7  
Malang 65112  
T. (0341) 585888

### Surabaya

Pakuwon Center Lt 21  
Jl. Embong Malang No.1  
Surabaya 60261  
T. (031) 2955788

### Makassar

Komplek RUKO Citraland City Losari  
Business Park, Blok B2 No. 09  
Jl. Citraland Boulevard Makassar 90111  
T. (0241) 16000818

### Jakarta – Puri Indah

Rukan Grand Aries Niaga Blok E1 No. IV  
Jl. Taman Aries, Kembangan  
Jakarta Barat 11620  
T. (021) 22542390

### Banjarmasin

Jl. Gatot Subroto No. 33  
Banjarmasin 70235  
T. (0511) – 3265918

### Padang

Jl. Kampung Nias II No. 10,  
Padang 25211  
T. (0751) 8955747

### Medan

Komplek Jati Junction No. P5-5A  
Jl. Perintis Kemerdekaan  
Medan 20218  
T. (061) 88816222

### Jakarta – Pluit

Jl. Pluit Putra Raya No. 2  
Jakarta Utara 14450  
T. (021) 6692119

### Pekanbaru

Jl. Tuanku Tambusai, Komplek CNN  
Blok A No. 3 Pekanbaru 28291  
T. (0761) 839393

### Yogyakarta

Jl. Magelang KM 5.5 No. 75  
Yogyakarta 55000  
T. (0274) 623111

### Denpasar

Jl. Teuku Umar No. 177  
Komplek Ibis Styles Hotel  
Denpasar Bali 80114  
T. (0361) 225229

## Investment Gallery

### Jakarta

Citra Garden 6 Ruko Sixth Avenue  
Blok J1 A/18, Cengkareng  
Jakarta Barat 11820  
T. (021) 522392181

### Semarang

Jl. MT Haryono 637  
Semarang 50242  
T. (024) 8415195

### Salatiga

Jl. Diponegoro No. 68  
Salatiga 50711  
T. (0298) 313007

### Solo

Jl. Ronggowarsito No. 34  
Surakarta 57118  
T. (0271) 6726306