

SYNOPSIS

FUNDAMENTAL

BBL

Outperform

Good defense

Flash Points

3Q25 net profit was B13.8bn, 24% above our forecast and 27% above market projection, growing 16%qoq and 11%yoy. Main driver was trading income. Net interest income fell as expected due to a drop in loans and lower NIM after interest rate cut.

Credit cost was 1.5%, down from 1.6% in 2Q25 and 1.2% in 3Q24, in line with executives' projection.

NPL/Loan ratio was 4.0% (lower than 4.2% expected), up from 3.9% in 2Q25, mainly due to a drop in loans. NPL decreased 2%qoq after restructured debtors repaid loans under their conditions. Coverage ratio rose to 294% from 284%, the highest among peers.

Watch BBL analyst meeting on October 29

Impact Insight

9M25 net profit was B38bn, growing 10%yoy and making up 84% of our 2025 forecast and 86% of 2025 Bloomberg consensus. Trading income is still volatile amid market fluctuation. Operating expense (OPEX) usually increases in 4Q, so 4Q profit tends to fall qoq. However, 2025 profit has larger upside than downside. We will revise our forecast after the analyst meeting.

Execution

2026 fair value is B179. We reiterate Outperform. Although trading income was high, BBL made lower provision in 3Q25, reflecting that current provision is sufficient and future expected credit loss (ECL) may decrease and offset impact of interest rate cut. BBL rose 3%ytd, laggard from other big-cap bank stocks, while BBL's dividend is not as high as peers. PBV is 0.5x and 9M25 ROE is 8.9%, close to KBANK with ROE of 9.1% and PBV of 0.7x. Dividend is expected at B8.5.

Technical Chart



Source: ASPS Research

Price Trend: Sideways Up

Support: 152

Resist : 158

Current Price (B)	155.50
Target Price (B)	179.00
Upside (%)	15.1
Dividend Yield (%)	5.5

Consensus Analysis

EPS (บาท)	ASPS	IAA Cons	% diff
2025F	23.73	23.23	2%
2026F	23.84	23.11	3%

Source: ASPS Research

Global Peers

	PER (X)	PBV (X)	ROE (%)	Div Yield
Indonesia				
BANK CENTRAL ASIA	16.8	3.4	21.2	4.0%
BANK NEGARA INDO	7.3	0.9	12.6	8.7%
BANK MANDIRI	7.8	1.4	17.6	9.6%
Singapore				
UNITED OVERSEAS	10.2	1.2	11.5	6.0%
OCBC BANK	10.5	1.2	12.0	5.8%
DBS GROUP HLDGS	13.4	2.1	16.2	5.9%
Malaysia				
RHB BANK BHD	9.2	0.9	9.6	6.6%
CIMB GROUP	10.0	1.1	11.0	5.8%
AMMBANK HLDG BHD	9.3	0.9	9.6	5.3%
Simple Average	10.5	1.4	13.5	6.4%

Source: Bloomberg

Key Financial Forecast

Ending Dec 31	2023	2024	2025F	2026F	2027F
Net Profit	41,636	45,211	45,300	45,505	48,285
EPS (B)	21.8	23.7	23.7	23.8	25.3
EPS Growth (%yoy)	42.1%	8.6%	0.2%	0.5%	6.1%
BVS (B)	277.1	290.8	306.0	321.3	338.1
PER (x)	7.1	6.6	6.6	6.5	6.1
PBV (x)	0.56	0.53	0.51	0.48	0.46
DPS (B)	7.00	8.50	8.50	8.50	9.00
Dividend Yield	4.5%	5.5%	5.5%	5.5%	5.8%
ROE	8.1%	8.3%	8.0%	7.6%	7.7%

Source: ASPS Research

ESG Assessment

SET ESG Ratings	AAA
CG Score	Excellent
Anti-corruption ที่ผ่านมารับรอง	yes

Source: SET

Pasakorn Wangvivatchareon
Fundamental Investment Analyst on Capital Market,
Technical Investment Analyst
License No.: 093372

BBL is one of major shareholders of ASP. At present BBL, subsidiaries and Sophonpanich family hold 21% stakes in ASP. Any investment decision made is at investors' discretion

Warning

Investments involve risks. Please carefully review the product details, conditions of returns, and risks before making any investment decisions

Earnings Results by Quarter

Million B	4Q23	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25	3Q25	%QoQ	%YoY	9M25	9M24	%YoY
Net Interest Income	35,165	33,422	33,134	33,367	33,977	31,908	31,706	30,750	-3.0%	-7.8%	94,364	99,923	-5.6%
Non-Interest Income	7,028	8,260	10,404	12,460	10,805	13,745	12,716	16,913	33.0%	35.7%	43,374	31,124	39.4%
- Net Fee Income	6,768	6,927	6,850	6,935	7,012	7,592	6,078	6,549	7.8%	-5.6%	20,219	20,711	-2.4%
- Non-Operating Income	259	1,333	3,554	5,525	3,792	6,153	6,638	10,364	56.1%	87.6%	23,154	10,413	122.4%
Operating Income	42,193	41,682	43,538	45,826	44,782	45,654	44,421	47,662	7.3%	4.0%	137,738	131,046	5.1%
Operating Expense	(23,621)	(19,618)	(19,208)	(21,839)	(23,757)	(20,752)	(20,094)	(20,697)	3.0%	-5.2%	(61,542)	(60,665)	1.4%
Pre-Provision Operating Profit (PPOP)	18,572	22,064	24,330	23,987	21,024	24,902	24,328	26,966	10.8%	12.4%	76,195	70,381	8.3%
Expected Credit Loss (ECL)	(7,343)	(8,582)	(10,425)	(8,197)	(7,634)	(9,067)	(10,740)	(9,742)	-9.3%	18.8%	(29,549)	(27,204)	8.6%
Net Profit	8,863	10,524	11,807	12,476	10,404	12,618	11,840	13,789	16.5%	10.5%	38,247	34,807	9.9%
EPS (B)	4.64	5.51	6.19	6.54	5.45	6.61	6.20	7.22	16.5%	10.5%	20.04	18.23	9.9%
Loans	2,671,964	2,736,427	2,719,989	2,638,697	2,693,301	2,720,983	2,712,930	2,606,661	-3.9%	-1.2%	2,606,661	2,638,697	-1.2%
Deposits	3,184,283	3,198,332	3,184,856	3,109,982	3,169,654	3,225,131	3,195,939	3,174,287	-0.7%	2.1%	3,174,287	3,109,982	2.1%
Yields on Loan	6.1%	5.9%	5.8%	5.9%	6.0%	5.5%	5.5%	5.5%			5.6%	6.0%	
Funding Cost	1.9%	2.0%	2.0%	2.1%	2.0%	1.9%	1.8%	1.8%			1.9%	2.0%	
Spread	4.2%	3.9%	3.8%	3.9%	4.0%	3.7%	3.7%	3.7%			3.8%	4.0%	
NIM	3.1%	3.0%	2.9%	3.0%	3.0%	2.8%	2.7%	2.7%			2.8%	3.0%	
Cost to Income Ratio	56.0%	47.1%	44.1%	47.7%	53.1%	45.5%	45.2%	43.4%			44.7%	46.3%	
Credit Cost	1.1%	1.3%	1.5%	1.2%	1.1%	1.3%	1.6%	1.5%			1.5%	1.4%	
NPL Ratio (MD&A)	2.7%	3.0%	3.2%	3.4%	2.7%	3.0%	3.2%	3.3%			3.3%	3.4%	
NPL/Loan	3.2%	3.4%	3.6%	3.9%	3.2%	3.6%	3.9%	4.0%			4.0%	3.9%	
LLR/NPL (Coverage Ratio)	314.7%	291.7%	282.5%	266.6%	334.3%	300.3%	283.6%	294.2%			294.2%	266.6%	
LLR/Loan	10.1%	10.0%	10.3%	10.5%	10.7%	10.8%	11.0%	11.7%			11.7%	10.5%	

Source: ASPS Research

2025-2027 Earnings Forecast

Income Statement (Million B)

Ended 31 Dec.	2024	2025F	2026F	2027F
Interest income	208,029	195,262	199,260	204,855
Interest expenses	(74,129)	(68,561)	(70,394)	(71,925)
Net interest income	133,900	126,701	128,866	132,930
Net fee income	27,724	29,281	30,159	31,064
Other operating income	14,188	17,064	15,159	15,446
Operating expenses	(84,405)	(84,567)	(85,398)	(87,159)
Expected Credit Loss (ECL)	(34,838)	(32,000)	(32,000)	(32,000)
Earnings before taxes	56,567	56,478	56,786	60,281
Income taxes	(10,946)	(10,731)	(10,789)	(11,453)
Minority interest	(411)	(448)	(492)	(543)
Net profit	45,211	45,300	45,505	48,285
EPS (B)	23.69	23.73	23.84	25.30

Balance Sheet (Million B)

Ended 31 Dec.	2024	2025F	2026F	2027F
Cash & bank deposits	47,364	44,796	43,533	43,794
Net investment (incl. FVTPL)	1,096,563	1,141,213	1,187,878	1,236,649
Loans	2,693,301	2,774,100	2,857,323	2,943,043
Net loans	2,428,321	2,497,538	2,579,132	2,663,233
Other assets	979,132	992,535	1,006,188	1,020,102
Total assets	4,551,379	4,676,083	4,816,731	4,963,779
Deposits	3,169,654	3,264,743	3,362,686	3,463,566
Borrowings	560,721	560,721	560,721	560,721
Total liabilities	3,994,506	4,089,952	4,201,119	4,315,885
Paid-up share capital	19,088	19,088	19,088	19,088
Other reserves	254,958	254,958	254,958	254,958
Retained earnings	280,993	310,067	339,347	371,406
Shareholders' equity	555,039	584,114	613,393	645,453
Total liabilities and shareholders' equity	4,551,379	4,676,083	4,816,731	4,963,779

Quarterly Income Statement (Million B)

Ended 31 Dec.	4Q24	1Q25	2Q25	3Q25
Interest income	52,400	49,470	49,142	47,318
Interest expenses	(18,424)	(17,562)	(17,436)	(16,568)
Net interest income	33,977	31,908	31,706	30,750
Net fee income	7,012	7,592	6,078	6,549
Other operating income	3,792	6,153	6,638	10,364
Operating expenses	(23,757)	(20,752)	(20,094)	(20,697)
Expected Credit Loss (ECL)	(7,634)	(9,067)	(10,740)	(9,742)
Earnings before taxes	13,390	15,835	13,587	17,224
Income taxes	(2,896)	(3,132)	(1,672)	(3,331)
Minority interest	(90)	(85)	(75)	(103)
Net profit	10,404	12,618	11,840	13,789
EPS (B)	5.45	6.61	6.20	7.22
Tier 1	17.0%	16.5%	17.5%	18.0%
Tier 2	3.4%	4.5%	4.5%	4.6%
CAR	20.4%	21.0%	22.0%	22.6%

Quarterly Balance Statement

Ended 31 Dec.	4Q24	1Q25	2Q25	3Q25
Cash & bank deposits	47,364	44,031	37,896	38,177
Net investment	1,095,553	1,125,203	1,061,882	1,217,603
Loans	2,693,301	2,720,983	2,712,930	2,606,661
Accrued interest receivables	7,758	6,394	5,923	-
Less Expected Credit Loss (ECL)	(272,738)	(278,707)	(284,727)	-
Net loans	2,428,321	2,448,670	2,434,126	2,323,701
Other assets	980,142	1,010,474	1,075,850	958,974
Total assets	4,551,379	4,628,379	4,609,753	4,538,455
Deposits	3,169,654	3,225,131	3,195,939	3,174,287
Borrowings	560,721	586,784	577,516	521,720
Total liabilities	3,994,506	4,063,162	4,034,952	3,952,177
Shareholders' equity	555,039	563,325	573,038	584,570
Total liabilities and shareholders' equity	4,551,379	4,628,379	4,609,753	4,538,455

Financial Ratio

Ended 31 Dec.	2024	2025F	2026F	2027F
Yield	5.93%	5.47%	5.38%	5.37%
Funding cost	1.99%	1.81%	1.82%	1.81%
Spread	3.94%	3.66%	3.56%	3.56%
NIM	2.97%	2.75%	2.72%	2.72%
Loans to deposits	85.0%	85.0%	85.0%	85.0%
Cost to income ratio	48.01%	48.87%	49.03%	48.57%
Credit Cost	1.30%	1.17%	1.14%	1.10%
ROAA	1.00%	0.98%	0.96%	0.99%
ROAE	8.34%	7.95%	7.60%	7.67%

Financial Assumption

Ended 31 Dec.	2024	2025F	2026F	2027F
Loans growth	0.8%	3.0%	3.0%	3.0%
Deposits & borrowings growth	-0.5%	3.0%	3.0%	3.0%
Fee income growth	1.8%	5.6%	3.0%	3.0%
Effective tax rate	19.3%	19.0%	19.0%	19.0%

Source: ASPS Research

