

SYNOPSIS

TISCO

Outperform

Oasis

Flash Points

4Q25 earnings report season starts with TISCO on January 14, 2026. 4Q25 net profit is estimated at B1.65bn, falling 4%qoq and 3%yoy. Non-interest income is expected to drop from high bases in 3Q25 and 4Q24 due to lower FVTPL from THAI, while fee income is expected to grow from Bancassurance and investment banking (IB) fee. Net interest income is projected to grow, driven by loan growth and wider loan spread thanks to repricing of fixed loans.

TISCO's asset quality is still manageable thanks to cautious loan policy and modest loan growth. NPL/Loan ratio is expected at 2.3%, unchanged qoq, down from 2.4% at end-2024. Coverage ratio is expected close to 171% in 3Q25, up from 155% at end-2024. Also, TISCO has 2% of total loans under "You Fight, We Help" project.

Impact Insight

4Q25 profit is expected to drop qoq, still in line with our forecast and stronger than most banks. Medium-cap TISCO will not be affected by high operating expense (seasonal effect) as much as big-cap banks. If 4Q25 profit is as expected, 22025 net profit is estimated at B6.7bn, falling 3%yoy, higher than our forecast of B6.5bn (3%) and 1% higher than Bloomberg consensus (Dec 14, 2025).

2026 net profit is projected to grow first time in two years by 2%yoy. Meanwhile, 2026 net profit of the banking sector is expected to fall 3%yoy since big-cap banks are adversely affected by interest rate cut. Net interest income is expected to grow thanks to loan growth and higher loan spread. Credit cost is still manageable thanks to surplus debt provision; coverage ratio is higher than TISCO's target of 140-150%. ROE is 15%, higher than the sector's average of 8.5% and the highest among peers. Tier-1 capital at end-3Q25 was 18.7%, higher than the BOT's minimum requirement of 8.5%, supporting loan growth and high dividend of B7.75.

Execution

2026 net profit and ROE should be stronger than peers. Dividend yield is 7.3%p.a. Although TISCO is close to its fair value now, 2H25 dividend is expected at B5.75 (2H25 dividend yield of 5.4%), so it has total returns of 5.9%. TISCO is still favorable as a SET50 stock. Considering many factors, it is likely to outperform the SET. We reiterate Outperform.

Technical Chart



Price Trend: Sideways Up

Support: 103

Resist : 110

Source: ASPS Research

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

Current Price (B)	106.50
Target Price (B)	105.00
Upside (%)	-1.4
Dividend Yield (%)	7.3

Consensus Analysis

EPS (B)	ASPS	IAA Cons	% diff
2026F	8.29	8.28	0%
2027F	8.69	-	n/a

Source: ASPS Research

Global Peers

	PER (X)	PBV (X)	ROE (%)	Div Yield
Indonesian Banks				
BANK CENTRAL ASIA	17.1	3.5	21.1	3.9%
BANK NEGARA INDO	7.8	0.9	12.3	8.3%
BANK MANDIRI	8.9	1.5	17.5	8.6%
Singaporean Banks				
UNITED OVERSEAS	12.3	1.2	9.9	5.4%
OCBC BANK	11.7	1.4	12.4	5.2%
DBS GROUP HLDGS	13.9	2.2	16.5	5.6%
Malaysian Banks				
RHB BANK BHD	9.9	1.0	9.9	6.0%
CIMB GROUP	10.8	1.2	11.1	6.0%
AMBank HLDG BHD	10.0	0.9	9.8	5.0%
Simple Average	11.4	1.5	13.4	6.0%

Source: Bloomberg

Key Financial Forecast

Ending Dec 31	2023	2024	2025F	2026F	2027F
Net Profit	7,301	6,901	6,500	6,640	6,960
EPS (B)	9.12	8.62	8.12	8.29	8.69
EPS Growth (%yoy)	1.1%	-5.5%	-5.8%	2.1%	4.8%
BVS (B)	53.0	53.8	54.8	55.2	55.8
PER (x)	11.7	12.4	13.1	12.8	12.3
PBV (x)	2.01	1.98	1.94	1.93	1.91
DPS (B)	7.75	7.75	7.75	7.75	7.75
Dividend Yield	7.3%	7.3%	7.3%	7.3%	7.3%
ROE	17.1%	16.1%	15.0%	15.1%	15.7%

Source: ASPS Research

ESG Assessment

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

Source: SET

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	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25	3Q25	4Q25F	%QoQ	%YoY	2025F	2024	%YoY
Net Interest Income	3,395	3,387	3,385	3,402	3,328	3,328	3,428	3,495	2.0%	2.8%	13,580	13,570	0.1%
Non-Interest Income	1,307	1,550	1,402	1,397	1,352	1,465	1,845	1,412	-23.5%	1.0%	6,073	5,657	7.4%
- Net Fee Income	1,168	1,232	1,261	1,310	1,176	1,191	1,287	1,293	0.5%	-1.3%	4,946	4,971	-0.5%
- Other Operating Income	139	318	141	87	176	275	558	119	-78.7%	37.1%	1,127	685	64.5%
Operating Profit	4,703	4,937	4,788	4,799	4,680	4,794	5,273	4,907	-6.9%	2.3%	19,653	19,226	2.2%
Operating Expense	(2,263)	(2,356)	(2,292)	(2,345)	(2,242)	(2,190)	(2,286)	(2,270)	-0.7%	-3.2%	(8,988)	(9,256)	-2.9%
Pre-Provision Operating Profit (PPOP)	2,440	2,582	2,495	2,454	2,438	2,604	2,986	2,637	-11.7%	7.5%	10,666	9,971	7.0%
Expected Credit Loss (ECL)	(279)	(401)	(359)	(337)	(386)	(559)	(830)	(571)	-31.2%	69.4%	(2,346)	(1,376)	70.6%
Tax	(428)	(428)	(423)	(415)	(409)	(402)	(425)	(411)	-3.3%	-0.8%	(1,647)	(1,694)	-2.7%
Net Profit	1,733	1,753	1,713	1,702	1,643	1,644	1,730	1,655	-4.3%	-2.8%	6,672	6,901	-3.3%
EPS (B)	2.16	2.19	2.14	2.13	2.05	2.05	2.16	2.07	-4.3%	-2.8%	8.33	8.62	-3.3%
Loans	235,218	233,448	229,948	232,200	231,190	235,512	230,409	235,017	2.0%	1.2%	235,017	232,200	1.2%
Deposits & Bonds	214,764	214,700	211,585	214,613	213,096	217,949	214,841	216,846	0.9%	1.0%	216,846	214,613	1.0%
Yield on Loan	7.6%	7.6%	7.7%	7.8%	7.5%	7.5%	7.6%	7.6%			7.5%	7.7%	
Cost of Fund	2.4%	2.4%	2.4%	2.4%	2.2%	2.2%	2.1%	1.9%			2.1%	2.4%	
Loan Spread	5.2%	5.2%	5.3%	5.4%	5.3%	5.3%	5.5%	5.6%			5.4%	5.3%	
NIM	4.8%	4.9%	4.9%	4.9%	4.8%	4.7%	4.9%	5.0%			4.8%	4.8%	
Cost to Income Ratio	48.1%	47.7%	47.9%	48.9%	47.9%	45.7%	43.4%	46.3%			45.7%	48.1%	
Credit Cost	0.5%	0.7%	0.6%	0.6%	0.7%	1.0%	1.4%	1.0%			1.0%	0.6%	
NPL Ratio (NPL / Loan)	2.3%	2.4%	2.4%	2.4%	2.4%	2.4%	2.3%	2.3%			2.3%	2.4%	
LLR / NPL (Coverage Ratio)	177.8%	162.6%	159.1%	155.3%	153.8%	154.8%	171.2%	171.3%			171.3%	155.3%	
LLR / Loan	4.0%	4.0%	3.9%	3.7%	3.7%	3.7%	4.0%	4.0%			4.0%	3.7%	

Source: ASPS Research

2025-2027 Earnings Forecast

Income Statement (Million B)					Balance Sheet (Million B)				
Ended 31 Dec.	2024	2025F	2026F	2027F	Ended 31 Dec.	2024	2025F	2026F	2027F
Interest income	19,014	18,577	18,921	19,488	Cash & bank deposits	910	903	1,164	1,128
Interest expenses	(5,444)	(4,804)	(4,751)	(4,888)	Net investment (incl. FVTPL)	4,495	4,495	4,720	4,956
Net interest income	13,570	13,773	14,170	14,601	Loans	232,200	234,522	241,558	248,804
Net fee income	4,971	4,926	5,173	5,431	Accrued interest receivables	1,885	1,885	1,885	1,885
Other operating income	685	730	769	809	Less Expected Credit Loss (ECL)	(8,486)	(8,615)	(8,795)	(9,047)
Operating expenses	(9,256)	(9,177)	(9,432)	(9,689)	Net loans	225,598	227,792	234,647	241,642
Expected Credit Loss (ECL)	(1,376)	(2,128)	(2,380)	(2,452)	Other assets	4,013	4,414	4,854	5,339
Earnings before taxes	8,595	8,125	8,300	8,700	Total assets	281,877	286,295	295,084	303,796
Income taxes	(1,694)	(1,625)	(1,660)	(1,740)	Deposits / Borrowings	225,517	230,099	237,042	244,207
Minority interest	(0)	-	-	-	Total liabilities	238,832	242,391	250,879	259,135
Net profit	6,901	6,500	6,640	6,960	Paid-up share capital	8,007	8,007	8,007	8,007
EPS (B)	8.62	8.12	8.29	8.69	Other reserves	3,044	3,246	3,246	3,246
Quarterly Income Statement					Retained earnings	31,992	32,648	32,949	33,404
Ended 31 Dec.	4Q24	1Q25	2Q25	3Q25	Shareholders' equity	43,042	43,900	44,201	44,657
Interest income	4,746	4,589	4,585	4,620	Total liabilities and shareholders' equity	281,877	286,295	295,084	303,796
Interest expenses	(1,345)	(1,261)	(1,257)	(1,192)	Quarterly Balance Statement				
Net interest income	3,402	3,328	3,328	3,428	Ended 31 Dec.	4Q24	1Q25	2Q25	3Q25
Net fee income	1,310	1,176	1,191	1,287	Cash & bank deposits	910	859	893	822
Other operating income	87	176	275	558	Net investment	7,055	9,739	8,604	10,441
Operating expenses	(2,345)	(2,242)	(2,190)	(2,286)	Loans	232,200	231,190	235,512	230,409
Expected Credit Loss (ECL)	(337)	(386)	(559)	(830)	Accrued interest receivables	1,885	1,940	1,965	2,035
Earnings before taxes	2,117	2,052	2,045	2,156	Less Expected Credit Loss (ECL)	(8,486)	(8,600)	(8,774)	(9,128)
Income taxes	(415)	(409)	(402)	(425)	Net loans	225,598	224,530	228,703	223,316
Minority interest	(0)	(0)	(0)	(0)	Other assets	48,314	47,014	46,886	47,646
Net profit	1,702	1,643	1,644	1,730	Total assets	281,877	282,142	285,086	282,225
EPS (B)	2.13	2.05	2.05	2.16	Deposits	206,537	206,420	209,763	207,235
Tier 1	18.7%	18.9%	18.6%	18.8%	Borrowings	18,741	17,117	19,704	19,478
Tier 2	1.8%	1.8%	2.0%	2.2%	Total liabilities	238,835	237,445	243,458	240,467
CAR	20.5%	20.7%	20.6%	20.9%	Paid-up share capital	8,007	8,007	8,007	8,007
Financial Ratio					Other reserves	3,044	3,054	3,079	3,078
Ended 31 Dec.	2024	2025F	2026F	2027F	Retained earnings	31,992	33,637	30,543	30,673
Yield	7.7%	7.6%	7.6%	7.6%	Shareholders' equity	43,042	44,698	41,628	41,758
Funding cost	2.4%	2.1%	2.0%	2.0%	Total liabilities and shareholders' equity	281,877	282,142	285,086	282,225
Spread	5.3%	5.5%	5.6%	5.6%	Financial Assumption				
NIM	4.8%	4.9%	4.9%	4.9%	Ended 31 Dec.	2024	2025F	2026F	2027F
Loans to deposits & borrowings	108.2%	108.2%	108.4%	108.5%	Loans growth	-1.1%	1.0%	3.0%	3.0%
ROAA	2.4%	2.3%	2.3%	2.3%	Deposits & borrowings growth	-3.9%	2.0%	3.0%	3.0%
ROAE	16.1%	15.0%	15.1%	15.7%	Fee income growth	2.1%	-0.9%	5.0%	5.0%
					Effective tax rate	19.7%	20.0%	20.0%	20.0%
					Credit cost	0.6%	0.9%	1.0%	1.0%
					NPL / Loan	2.4%	2.4%	2.4%	2.4%
					Covorgae Ratio	155.3%	153.1%	151.7%	151.5%
					BIS Ratio	20.5%	20.4%	20.1%	19.8%

Source: ASPS Research