

Tidlor Holdings (TIDLOR TB)

1Q26 Results Preview: Earnings Recovery With Easing Credit Costs And Stable Asset Quality

Highlights

- We expect TIDLOR to post a 1Q26 net profit of Bt1.4b, +15% yoy, +38% qoq.
- Truck loans are expected to improve, supported by cabinet approval.
- Maintain BUY with a lower target price of Bt22.00.

Analysis

- **1Q26 net profit to improve yoy and qoq.** We expect Tidlor Holdings (TIDLOR) to report 1Q26 net profit of Bt1.4b, up 15% yoy and 38% qoq. Pre-provision operating profit (PPOP) is expected at Bt2.2b, growing 10.5% yoy and 3.9% qoq.
- **Truck loans expect to improve in 2026.** We expect TIDLOR's loan portfolio to expand to Bt111.8b, up 6.7% yoy and 2% qoq. Loan growth is expected to be mainly driven by non-truck loans, while truck loans should see slight improvements in budget disbursement in 2H26. The company targets loan growth of 5-10% in 2026. According to the Bank of Thailand (BOT), the Used Vehicle Price Index has continued to improve since Nov 25, rising from 68.24 to 77.04 in Jan 26.
- **Credit costs expected to ease while asset quality remains stable.** We expect TIDLOR to set aside provisions of Bt798m, up 3.4% yoy and down 18.7% qoq. The qoq decline is mainly due to TIDLOR setting aside high provisions during 4Q25 for flooding-related impacts and an acceleration of repayments under the You Fight We Help programme, with no further reversal in credit costs expected in 2026. As a result, we estimate credit costs at 305bp in 1Q26, down from 325bp in 4Q25. Overall, TIDLOR's asset quality should remain stable, with an NPL ratio of 1.56%, broadly in line with 1.54% in 4Q25.
- **Non-II to continue growing.** We forecast non-interest income (non-II) of Bt1.14b, up 16% yoy but down 4.7% qoq, driven by growth in the insurance brokerage business. Fee and service income from insurance brokerage is expected to remain the main contributor. However, insurance growth should moderate due to a high base, while insurance premiums are projected to decline slightly following a shift in product mix.

Key Financials

Year to 31 Dec (Btm)	2024	2025	2026F	2027F	2028F
Net interest income	15,945.1	16,809.0	17,997.9	19,240.5	20,623.9
Non-Interest Income	3,791.8	4,189.0	4,655.0	5,001.6	5,341.2
Net profit (rep./act.)	4,216.7	5,055.8	5,510.8	6,272.9	7,063.3
Net profit (adj.)	4,216.7	5,055.8	5,510.8	6,272.9	7,063.3
EPS (Bt)	1.5	1.8	1.9	2.2	2.4
PE (x)	10.2	8.5	7.8	6.9	6.1
P/B (x)	1.4	1.3	1.1	1.0	0.9
Dividend yield (%)	2.6	3.5	3.9	4.4	4.9
Net int margin (%)	15.8	15.7	15.9	15.8	15.8
Cost/income Ratio (%)	55.9	55.4	55.1	55.2	54.7
Loan loss cover (%)	242.7	325.0	280.0	300.0	300.0
Consensus net profit	n.a	n.a	5,658.6	6,217.2	7,094.6
UOBKH/Consensus (x)	n.a	n.a	1.0	1.0	1.0

Source: Tidlor Holdings, Bloomberg, UOB Kay Hian

BUY (Maintained)

Share Price	Bt14.30
Target Price	Bt22.00
Upside	53.8%
Previous TP	Bt23.00

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Stock Data

GICS sector	Financials
Bloomberg ticker:	TIDLOR TB
Shares issued (m):	2,895.9
Market cap (Bt\$m):	41,411.9
Market cap (US\$m):	1,260.1
3-mth avg daily t'over (US\$m):	8.2

Price Performance (%)

52-week high/low	Bt22.1/Bt9.6			
1mth	3mth	6mth	1yr	YTD
(28.1)	(15.9)	(27.4)	(0.7)	(15.9)

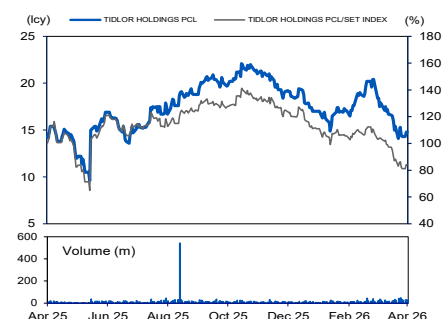
Major Shareholders

	%
Bank of Ayudhya (BAY)	46.51
Thai NVDR	6.56
Vayupak Fund 1	3.39

Balance Sheet Metrics

	%
FY26 NAV/Share (Bt)	13.3
FY26 Net Debt/Share (Bt)	n.a

Price Chart



Source: Bloomberg

Company Description

The non-bank company provides auto-tittle loans, hire purchase financing services for second-hand used trucks, and other types of non-lending products including life and non-life insurance brokerage services under the brand Ngern Tid Lor.

1Q26 Results Preview

Year to 31 Dec (Btm)	1Q26F	4Q25	1Q25	qoq chg (%)	yoy chg (%)
Total gross loans	111,765	109,586	104,719	2.0	6.7
Net interest income	4,410	4,396	4,027	0.3	9.5
Non-interest income	1,141	1,197	982	(4.7)	16.2
Loan loss provision	(798)	(981)	(772)	(18.7)	3.4
Non-Interest Expenses	(2,997)	(3,204)	(2,717)	(6.5)	10.3
Pre-provision operating profit	2,198	2,116	1,990	3.9	10.5
Net income	1,401	1,012	1,218	38.4	15.0
EPS (Bt)	0.48	0.35	0.42	38.4	15.0
Ratio (%)					
NPL ratio (%)	1.56	1.54	1.78		
Loan loss coverage ratio (%)	305	325	256		
Net interest margin (NIM %)	15.9	16.2	15.4		
Credit cost (bp)	288	362	296		
Cost to income (%)	54.0	57.3	54.2		
Number of network store	1,893	1,873	1,801		
Baseline Total Loans/Store	59.0	58.5	58.1		

Source: TIDLOR, UOB Kay Hian

Valuation/Recommendation

- **Maintain BUY with a lower target price of Bt22.00** based on the Gordon Growth Model (cost of equity: 13%, long-term growth: 4%). Our target price implies 1.7x 2026F P/B, which is approximately -0.5SD to its five-year mean.

Earnings Revision/Risk

- We revised TIDLOR's 2026-28 earnings forecasts downward by 4.7%, 1.9%, and 0.5% respectively, to reflect pressure from economic and geopolitical conditions.

Share Price Catalyst

- Government stimulus packages to boost economic recovery.

Environment, Social, Governance (ESG) Updates

CG Report: 4

SET ESG Rating: N/A

Environmental

- Lighting control systems are implemented to adjust the amount of light suitable for each work area.

Social

- TIDLOR started a financial literacy programme in 2013 after launching nano-finance.

Governance

- The company also adheres to a notion of "sustainability" towards all stakeholders.

2026 Financial Targets

	2026 Target	2025 Target	2025 Actual
Loan growth	5-10%	> 6.6%	-3.1%
Cost to income	Mid 50s		55%
NPL ratio	1.5-1.8%	< 2.0%	1.54%
Credit cost	250-280 bp	< 300 bp	284 bp

Source: TIDLOR, UOB Kay Hian

Loan Growth (% yoy)



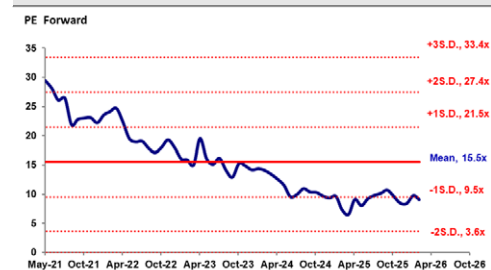
Source: TIDLOR, UOB Kay Hian

Credit Cost (bp)



Source: TIDLOR, UOB Kay Hian

PE Band



Source: TIDLOR, UOB Kay Hian

P/B Band



Source: TIDLOR, UOB Kay Hian

Profit & Loss

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Interest income	19,344	20,509	21,728	23,154
Interest expense	(2,535)	(2,511)	(2,488)	(2,530)
Net interest income/(expense)	16,809	17,998	19,241	20,624
Fees & Commissions	4,024	4,449	4,795	5,135
Income From Insurance	0	0	0	0
Net Trading Income	0	0	0	0
Other Income	165	206	206	206
Non-Interest Income	4,189	4,655	5,002	5,341
Total Income	20,998	22,653	24,242	25,965
Staff Costs	(11,635)	(12,481)	(13,382)	(14,210)
Other Operating Expense	0	0	0	0
Pre-Provision Profit	9,363	10,172	10,860	11,755
Loan Loss Provision	(3,031)	(3,261)	(2,993)	(2,897)
Pre-tax profit	6,332	6,911	7,867	8,858
Tax	(1,246)	(1,400)	(1,594)	(1,795)
Minorities	(30)	0	0	0
Net profit	5,056	5,511	6,273	7,063
Net profit (adj.)	5,056	5,511	6,273	7,063

Balance Sheet

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Cash With Central Bank	3,060	3,516	4,991	5,723
Customer Loans	104,086	112,140	120,160	128,725
Properties & Other Fixed Assets	1,944	1,572	1,398	1,336
Goodwill & Intangible Assets	600	600	600	600
Other Assets	3,106	3,214	3,338	3,466
Total assets	112,797	121,042	130,488	139,850
Customer Deposits	41,061	40,773	41,766	42,848
Debts Securities Issued	32,286	38,674	41,587	44,579
Other Liabilities	4,986	2,930	3,150	3,377
Total liabilities	78,334	82,377	86,503	90,804
Shareholders' funds	34,255	38,458	43,777	48,839
Minority interest	208	208	208	208
Total Equity & Liabilities	112,797	121,042	130,488	139,850

Cash Flow

Year to 31 Dec (Btm)	2025	2026F	2027F	2028F
Capital Adequacy				
Total Assets/Equity	3	3	3	3
Tangible Assets/Tangible Common Equity	3	3	3	3
Asset Quality				
NPL Ratio	2	2	2	2
Loan Loss Coverage	325	280	300	300
Loan Loss Reserve/Gross Loans	5	4	5	5
Increase in NPLs	0	0	0	0
Credit Cost (bp)	284	288	246	222
Liquidity				
Loan/Deposit Ratio	n.a.	n.a.	n.a.	n.a.
Liquid Assets/Short-Term Liabilities	7	9	12	13
Liquid Assets/Total Assets	3	3	4	4

Key Metrics

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Growth				
Net Interest Income, yoy Chg	5	7	7	7
Fees & Commissions, yoy Chg	8	11	11	11
Pre-Provision Profit, yoy Chg	8	9	9	9
Net Profit, yoy Chg	20	9	9	9
Customer Loans, yoy Chg	5	8	8	8
Profitability				
Net Interest Margin	16	16	16	16
Cost/Income Ratio	55	55	55	55
Adjusted ROA	5	5	5	6
Reported ROE	16	15	16	17
Adjusted ROE	16	15	16	17
Valuation				
P/BV	1	1	1	1
P/NTA	1	1	1	1
Adjusted P/E	9	8	7	6
Dividend Yield	3.5	3.9	4.4	4.9

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