



1Q 2008 Financial Results

Pusan Bank

April 23, 2008

Pusan Bank, 41 Years of Excellence and Beyond!



1Q 2008 Results

❖ Key Financials	4
❖ Income Statement Summary	5
❖ Loans	6
❖ Asset Quality	7
❖ Delinquency Ratios	8
❖ Deposits	9
❖ Net Interest Margin	10
❖ Provisioning	11
❖ Capital Adequacy	12
❖ Shareholding Structure, Dividend & Credit Rating	13

Disclaimer

The financial information presented herein is prepared on the basis of pre-audited financial statement of Pusan Bank and is based upon the plans, strategies and expectations of the bank's management. All information described in this presentation should be treated as forward looking statements that are subject to risks and uncertainties.

Actual results could vary materially from the expectations reflected in this presentation, thus the statements presented herein do not purport to be a complete description of the bank's operations or future developments. Readers are cautioned not to place undue reliance on these statements, which speak only as of the date of this presentation. Pusan bank does not undertake any obligation to publicly release any revisions to these statements to reflect any future events

Appendix

❖ Corporate Won Loan Portfolio	15
❖ SME Loan Asset Quality	16
❖ SME Loan Delinquency Ratio	17
❖ Household Loan Portfolio ex. Credit Card	18
❖ Household Loan Asset Quality	19
❖ Credit Card Business	20
❖ Credit Card Asset Quality	21
❖ Interest Income	22
❖ Fee & Commission Income	23
❖ Balance Sheet Summary	24
❖ Securities Investment	25

2008 Guidance

❖ Key Financials	27
❖ Deposits & Loans	28
❖ Earnings	29
❖ Balance Sheet	30

1Q 2008 Results

❖ Key Financials	4
❖ Income Statement Summary	5
❖ Loans	6
❖ Asset Quality	7
❖ Delinquency Ratios	8
❖ Deposits	9
❖ Net Interest Margin	10
❖ Provisioning	11
❖ Capital Adequacy	12
❖ Shareholding Structure, Dividend & Credit Rating	13

Key Financials

Unit : billion KRW, %, %p, times

Ending Balance	2008	2007				2006				QOQ	YOY
	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q		
Total Assets	28,012.9	27,298.0	26,041.2	25,910.0	23,402.7	22,812.2	22,185.1	21,355.3	19,910.8	2.6%	19.7%
Total Deposits	20,220.9	20,474.4	19,586.8	19,170.3	17,958.6	17,756.3	17,265.0	16,429.1	15,333.1	-1.2%	12.6%
Total Loans	18,024.1	17,366.8	17,083.4	16,554.4	15,297.4	14,882.8	14,075.4	13,029.5	12,252.4	3.8%	17.8%
Securities	5,695.3	5,874.7	5,422.9	5,749.2	5,719.6	5,677.2	5,615.2	5,779.0	5,589.6	-3.1%	-0.4%
Shareholders' Equity	1,475.9	1,472.7	1,438.5	1,369.7	1,294.1	1,278.8	1,254.7	1,197.5	1,138.0	0.2%	14.0%
NI (Quarterly)	84.3	38.6	77.0	78.9	76.2	23.6	50.5	62.0	47.8	118.4%	10.6%
NI (Accumulated)	84.3	270.7	232.1	155.1	76.2	183.9	160.3	109.8	47.8	-	-
ROA(%)	1.35%	1.17%	1.37%	1.41%	1.41%	0.91%	1.09%	1.15%	1.03%	0.18%p	-0.96%p
ROE(%)	22.98%	19.42%	22.69%	23.48%	23.89%	15.10%	17.91%	18.95%	17.03%	3.6%p	-0.91%p
Leverage(times)	19.0	18.5	18.1	18.9	18.1	17.8	17.7	17.8	17.5	2.7%	5.0%
BPS (W)	10,062	10,040	9,807	9,338	8,823	8,718	8,554	8,164	7,758	0.2%	14.0%
EPS (W)	2,313	1,846	2,115	2,132	2,108	1,253	1,461	1,509	1,321	25.3%	9.7%
Cost Income Ratio(%)	38.01%	44.54%	42.21%	40.27%	41.42%	49.62%	46.31%	47.39%	44.07%	-6.53%p	-3.41%p
LDR(%) (won loans / won deposits)	123.10%	120.52%	124.00%	118.89%	113.20%	103.6%	97.9%	92.3%	90.4%	2.58%p	9.90%p

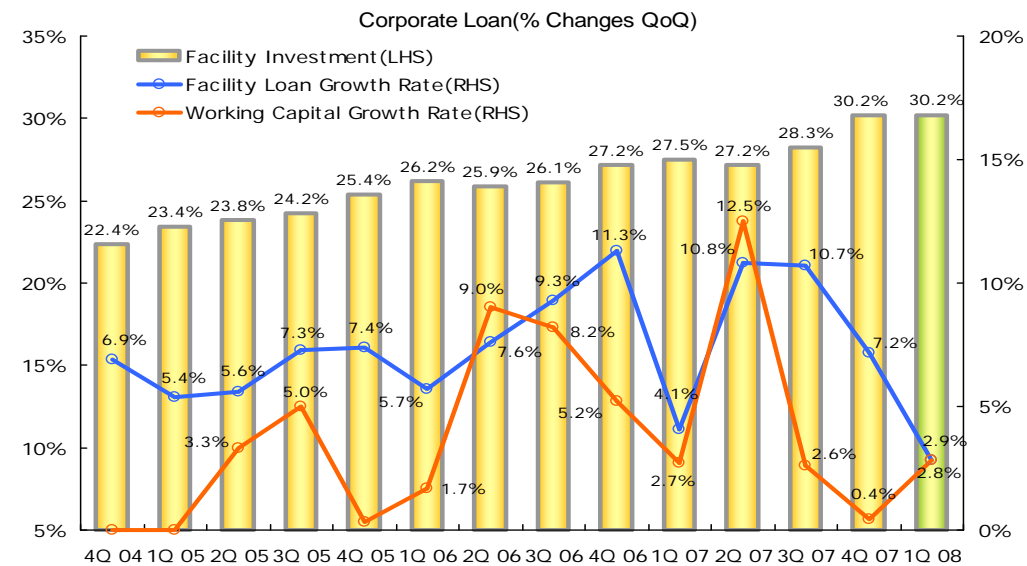
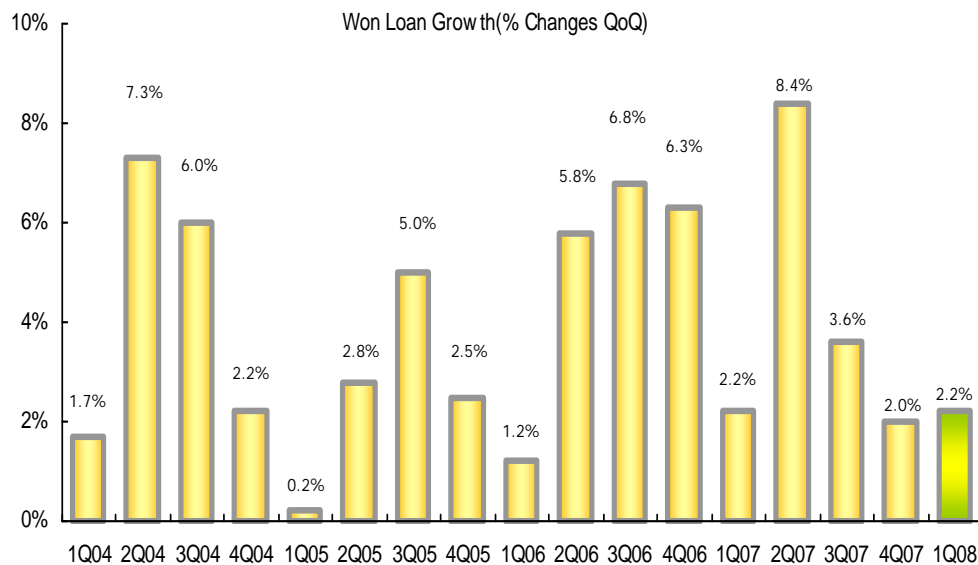
Income Statement Summary

Unit : Billion KRW, %

	2008	2007				2006				QOQ	YOY
	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q		
Net Interest Income	189.8	191.1	180.2	173.1	163.8	160.6	151.1	150.4	155.4	-0.7%	15.9%
Interest Revenue	410.2	399.2	367.3	345.3	325.9	317.6	298.5	282.4	274.1	2.8%	25.9%
Interest Expense	220.4	208.1	187.1	172.2	162.1	157.0	147.4	132.0	118.7	5.9%	36.0%
Net Fee Income	24.3	26.9	22.7	25.6	19.3	18.5	15.6	15.4	14.8	-9.7%	25.9%
Fees from Trust Account	3.8	3.0	2.5	2.3	3.6	3.4	2.4	6.8	2.8	26.7%	5.6%
Other Operating Income	1.5	-7.8	0.7	-3.1	2.8	-3.4	-2.2	2.7	-6.3	119.2%	-46.4%
Provision Expense	18.9	35.9	6.7	5.8	4.8	13.1	16.2	10.3	20.3	-47.4%	293.8%
SG&A	83.4	114.1	87.0	79.7	78.5	132.0	71.4	82.0	78.0	-26.9%	6.2%
Net Operating Income	117.1	63.2	112.4	112.4	106.2	34.0	79.3	83.0	68.1	85.3%	10.3%
Non-Operating Income	-0.6	-10.5	-5.4	-3.2	-0.6	-1.2	-7.1	3.0	-1.7	-%	-%
Income Before Income Taxes	116.5	52.7	107.0	109.2	105.6	32.8	72.2	86.0	66.5	121.1%	10.3%
Income Taxes	32.2	14.1	30.0	30.3	29.4	9.2	21.7	24.0	18.7	128.4%	9.5%
Net Income	84.3	38.6	77.0	78.9	76.2	23.6	50.5	62.0	47.8	118.4%	10.6%

Loans

Unit : Billion KRW, %



Ending Balance		2008	2007				2006				QOQ	YOY
		1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q		
Won Loans	100.0%	16,284.7	15,932.1	15,614.9	15,073.6	13,907.6	13,609.2	12,806.7	11,990.1	11,333.9	2.2%	17.1%
SMEs	69.2%	11,266.9	11,045.3	10,814.3	10,287.6	9,109.0	8,762.6	8,232.6	7,538.7	6,891.5	2.0%	23.7%
Large Corps	3.3%	540.7	435.9	385.7	401.1	429.6	490.0	429.4	448.7	462.4	24.0%	25.9%
Household	23.5%	3,830.4	3,801.2	3,764.6	3,709.6	3,687.8	3,676.0	3,598.9	3,470.2	3,468.8	0.8%	3.9%
Public & Others	4.0%	646.7	649.7	650.3	675.3	681.2	680.6	545.8	532.5	511.2	-0.5%	-5.1%
Foreign Currency Loans		750.6	531.0	534.9	541.2	557.0	515.0	488.5	385.7	332.0	41.4%	34.8%
Others		988.8	903.7	933.6	939.6	832.9	758.6	780.2	653.7	586.6	9.4%	18.7%
Total		18,024.1	17,366.8	17,083.4	16,554.4	15,297.4	14,882.8	14,075.4	13,029.5	12,252.4	3.8%	17.8%

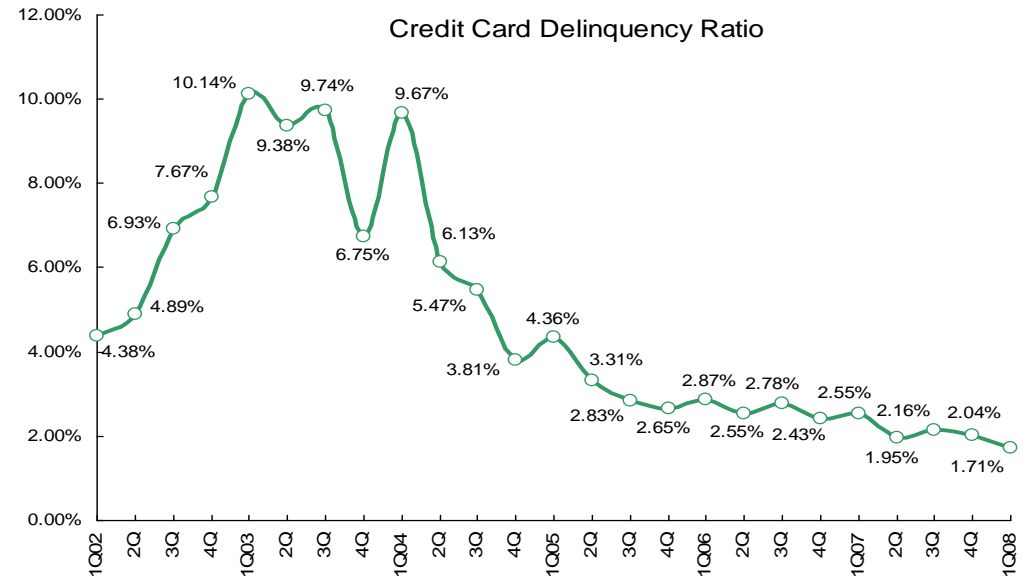
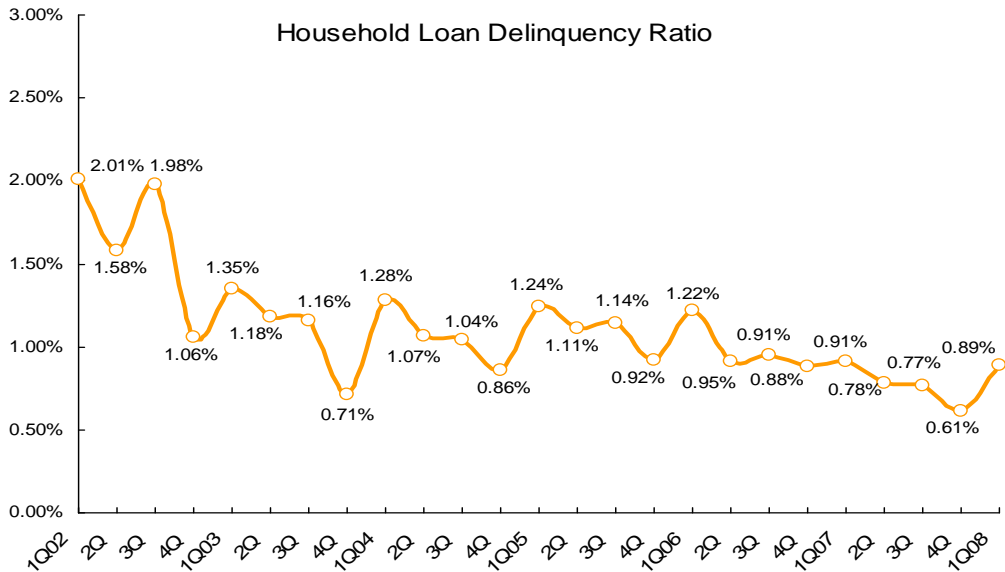
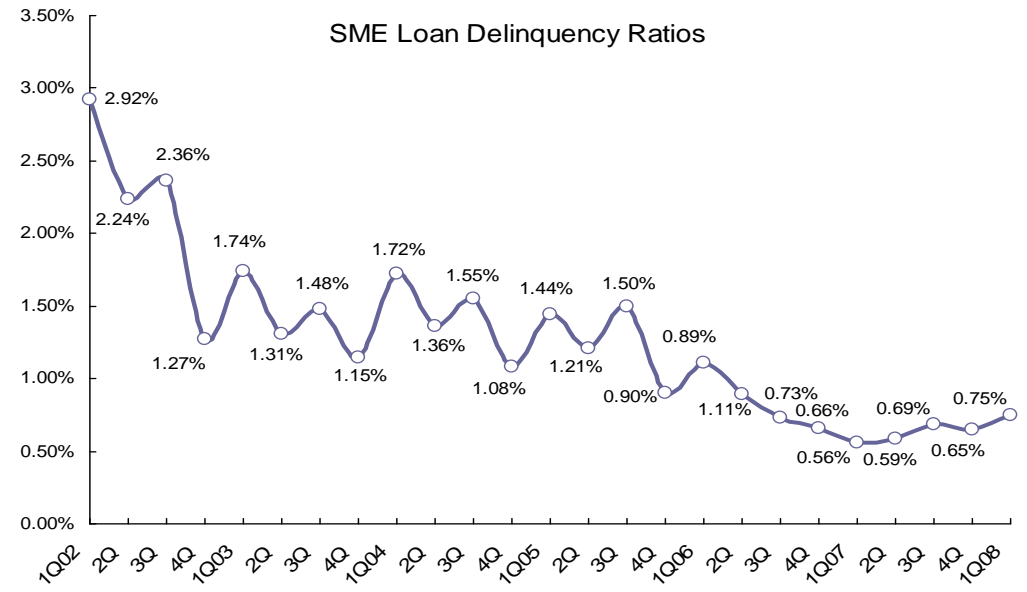
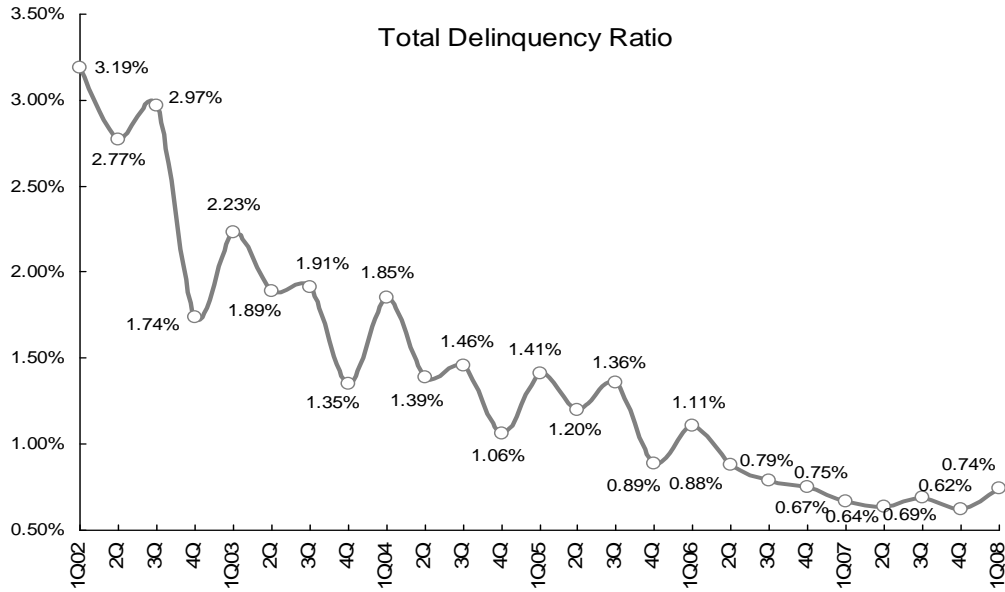
Asset Quality

Unit : Billion KRW , %, %p

	2008	2007				2006				QOQ	YOY
	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q		
Total Loan Amount	18,571.3	17,848.5	17,537.6	17,062.3	15,745.9	15,346.1	14,542.6	13,492.4	12,607.4	4.0%	17.9%
Normal	18,243.5	17,454.9	17,228.3	16,750.1	15,345.7	14,924.9	14,136.8	13,092.4	12,172.9	4.5%	28.9%
Precautionary	201.5	268.9	178.7	196.7	276.3	293.4	297.1	279.6	288.7	-25.1%	-27.1%
Substandard	84.4	85.5	90.2	76.5	72.2	73.0	65.6	78.2	102.0	-1.3%	16.9%
Doubtful	28.6	25.4	22.7	24.0	25.4	28.1	21.9	27.9	30.6	12.6%	12.6%
Expected Loss	13.3	13.8	17.7	15.0	26.3	26.7	21.2	14.3	13.2	-3.6%	-49.4%
P&B Loan Amount	327.8	393.6	309.3	312.2	400.2	421.2	405.8	400.0	434.5	-16.7%	-18.1%
P&B Loan Ratio	1.77%	2.21%	1.76%	1.83%	2.54%	2.74%	2.79%	2.96%	3.45%	-0.44%p	-0.77%p
P&B Loan Coverage Ratio	69.68%	57.09%	67.28%	66.72%	53.77%	53.35%	54.35%	51.85%	46.95%	12.59%p	15.91%p
S&B Loan Amount	126.3	124.7	130.6	115.5	123.9	127.8	108.7	120.4	145.8	1.3%	1.9%
S&B Loan Ratio	0.68%	0.70%	0.74%	0.68%	0.79%	0.83%	0.75%	0.89%	1.16%	-0.02%p	-0.11%p
S&B Loan Coverage Ratio	180.84%	180.11%	159.34%	180.34%	173.62%	175.84%	202.91%	172.23%	139.90%	0.73%p	7.22%p
Provision for Loan Losses (Balance)	228.4	224.7	208.1	208.3	215.2	224.7	220.5	207.4	204.0	1.6%	6.1%
Write offs	16.8	26.5	13.8	22.7	14.9	8.1	9.2	11.7	10.1	-36.6%	12.8%
NPL Sales	24.6	11.4	0.0	0.0	0.0	0.0	0.0	6.9	0.0	115.8%	-%
New NPLs (Substandard & Below Loans)	43.0	32.0	28.9	14.3	11.0	27.2	-2.5	-6.8	39.0	34.4%	290.1%
New NPL Formation Ratio(%)	0.23%	0.18%	0.16%	0.08%	0.07%	0.18%	-0.02%	-0.05%	0.31%	0.05%p	0.16%P

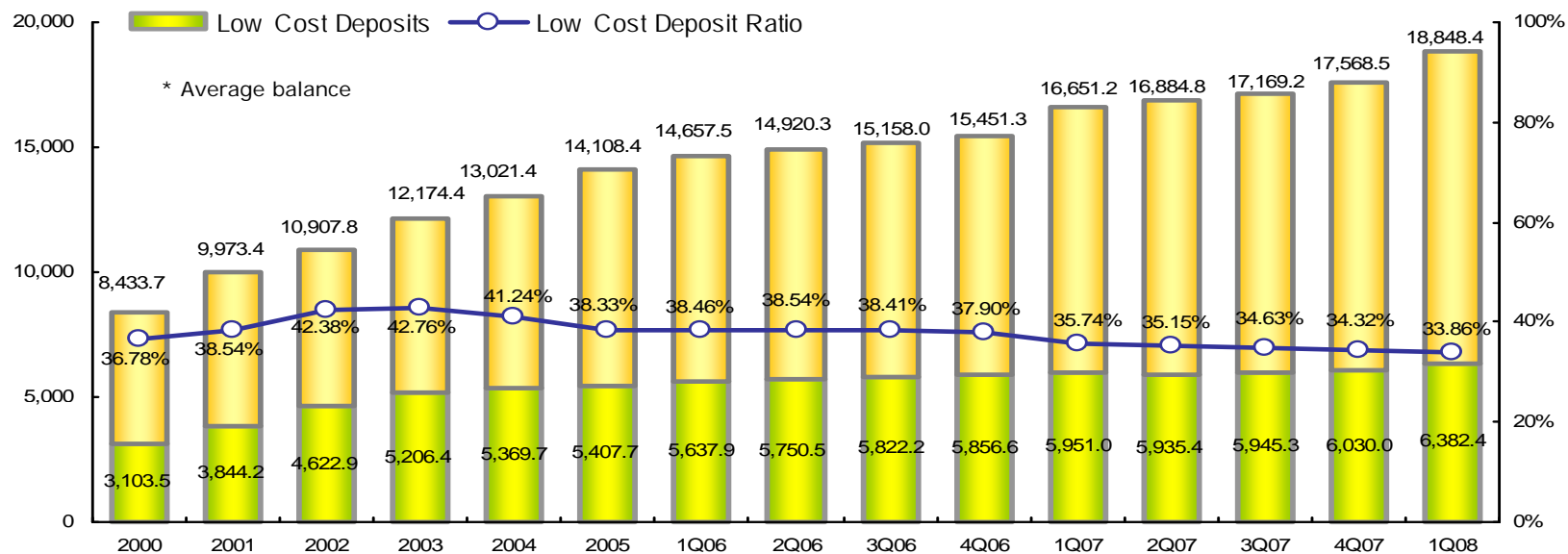
Delinquency Ratios

Unit : %



Deposits

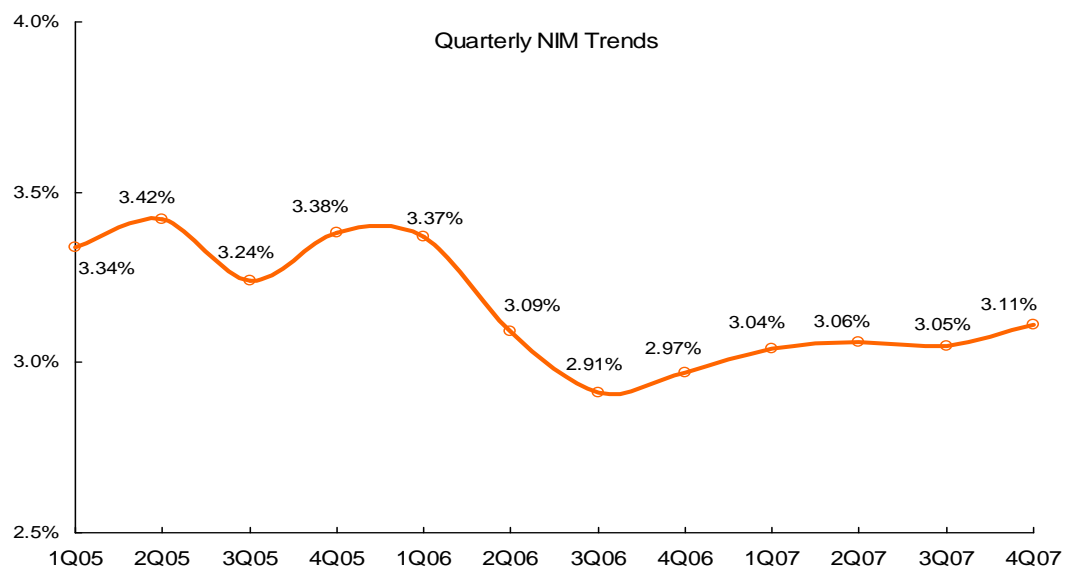
Unit : Billion KRW , %



Ending Balance		2008	2007				2006				QOQ	YOY
		1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q		
Won Deposits	65.4%	13,228.8	13,219.8	12,592.4	12,679.0	12,285.6	13,132.7	13,074.4	12,992.8	12,531.3	0.1%	7.7%
Savings	57.1%	11,547.4	11,548.6	10,931.5	11,006.1	10,782.0	11,424.5	11,542.1	11,544.1	11,137.4	0.0%	7.1%
Demand Deposit	7.8%	1,572.8	1,561.9	1,540.6	1,546.2	1,370.5	1,568.3	1,374.4	1,283.8	1,218.6	0.7%	14.8%
Installment	0.5%	108.6	109.3	120.2	126.7	133.1	139.9	157.9	164.9	175.3	-0.6%	-18.4%
CD	13.7%	2,774.4	2,839.5	2,315.5	2,117.4	1,669.8	897.7	1,295.5	607.1	446.0	-2.3%	66.2%
Financial Debenture	11.5%	2,334.6	2,170.0	1,664.6	1,368.9	1,369.6	867.6	373.3	371.8	410.4	7.6%	70.5%
Money in Trust	6.0%	1,216.0	1,242.3	1,385.6	1,374.0	1,034.7	1,264.7	870.1	802.2	787.4	-2.1%	17.5%
RP	3.2%	650.0	832.5	1,357.4	1,359.9	1,352.9	1,359.3	1,360.0	1,360.0	1,140.8	-21.9%	-52.0%
Bills Sold	0.1%	17.1	170.3	271.3	271.0	246.0	234.3	291.8	295.2	17.2	-90.0%	-93.0%
Total	100.0%	20,220.9	20,474.4	19,586.8	19,170.2	17,958.6	17,756.3	17,265.0	16,429.1	15,333.1	-1.2%	12.6%

Net Interest Margin

Unit : Billion KRW, %, %p

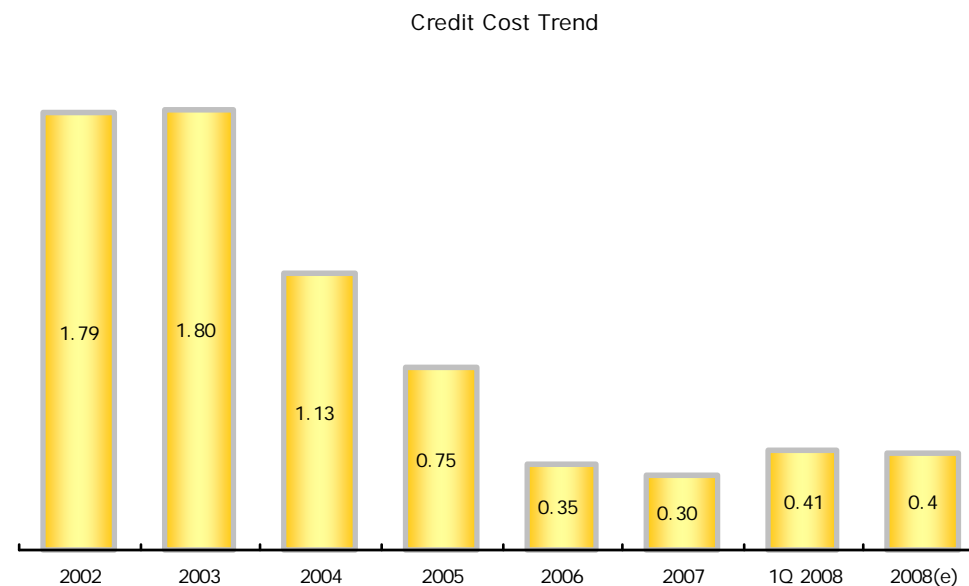
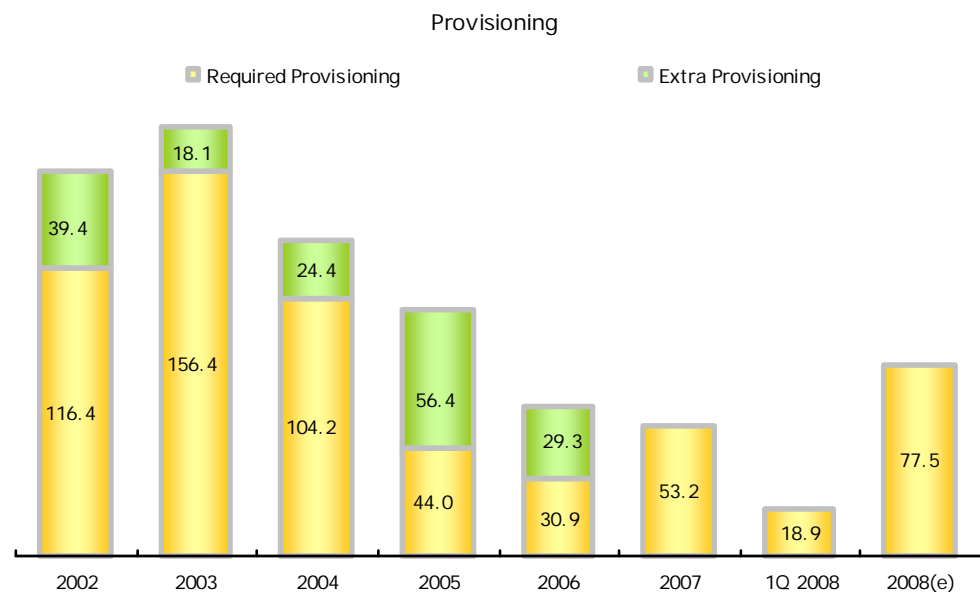


Duration Gap	2008	2007				2006			
	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q
Assets	0.761	0.746	0.739	0.718	0.747	0.783	0.805	0.815	0.789
Liabilities	0.951	0.939	0.935	0.945	1.034	0.986	0.968	0.972	0.946
Duration gap	-0.10	-0.09	-0.12	-0.16	-0.19	-0.11	-0.09	-0.07	-0.06

Accumulated	2008	2007				2006				QOQ	YOY
	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q		
Net Interest Spread	3.94	3.94	3.92	3.93	3.91	3.93	4.00	4.14	4.24	0.00%p	0.03%p
NIM(accumulated)	3.11	3.07	3.05	3.05	3.04	3.08	3.12	3.23	3.37	0.04%p	0.07%p
Average Lending Rate	7.80	7.24	7.15	7.12	7.09	6.89	6.90	6.96	7.02	0.56%p	0.71%p
Household	7.64	7.18	7.09	7.03	6.97	6.82	6.80	6.82	6.81	0.46%p	0.67%p
Corporates	7.20	6.65	6.53	6.47	6.43	6.18	6.17	6.23	6.29	0.55%p	0.77%p
Credit Card	28.41	24.67	24.35	24.91	25.57	25.05	25.11	25.26	23.56	3.74%p	2.84%p
Average Deposit Rate	3.86	3.30	3.23	3.19	3.18	2.96	2.90	2.82	2.78	0.56%p	0.68%p
Avg. Interest Earning Assets	22,908.2	21,347.2	20,869.2	20,443.1	20,042.7	18,462.4	18,052.8	17,656.7	17,342.7	7.3%	14.3%

Provisioning

Unit : Billion KRW



Provision Expenses	2008	2007				2006				2005			
	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q
Corporates	10.6	31.5	4.4	6.9	-1.7	-4.6	11.6	8.0	16.4	35.3	16.3	5.6	0.3
Household	5.0	-0.5	1.6	-0.1	2.6	10.5	2.9	0.6	2.4	2.7	3.0	4.3	4.5
Credit Card	1.3	1.1	-0.2	0.5	0.3	1.0	1.2	1.2	0.8	7.5	1.6	3.3	3.9
Other	2.0	3.8	0.9	-1.5	3.6	6.2	0.5	0.5	1.0	11.2	0.4	0.1	0.4
Total	18.9	35.9	6.7	5.8	4.8	13.1	16.2	10.3	20.6	56.7	21.3	13.3	9.1

Capital Adequacy

Unit : Billion KRW, %

	2008	2007				2006			
	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q
Tier I Capital	1,465.9	1,379.3	1,428.4	1,361.9	1,286.7	1,208.0	1,246.6	1,193.0	1,130.9
Tier II Capital	784.4	811.2	550.6	556.5	556.0	445.9	340.3	323.6	312.9
Contribution to Unconsolidated Subsidiaries(-)	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Total Risk-Adjusted Capital	2,247.3	2,187.5	1,976.0	1,915.4	1,839.6	1,650.9	1,583.9	1,513.7	1,440.9
Total Risk-Weighted Assets	18,828.3	17,936.9	17,301.3	16,751.7	15,404.9	14,946.9	14,221.6	13,033.4	12,099.0
On-Balance Sheet Assets	18,083.5	17,310.1	16,665.1	16,127.6	14,811.4	14,395.0	13,665.7	12,568.6	11,620.5
Off-Balance Sheet Assets	744.8	626.8	636.2	624.1	593.5	551.9	555.9	464.8	478.6
BIS Capital Ratio	11.94%	12.20%	11.42%	11.43%	11.94%	11.05%	11.14%	11.61%	11.91%
Tier I	7.79%	7.69%	8.26%	8.13%	8.35%	8.08%	8.77%	9.15%	9.35%
Tier II	4.17%	4.52%	3.18%	3.32%	3.61%	2.98%	2.39%	2.48%	2.59%

Note : estimated

Shareholding Structure, Dividend & Credit Rating

Unit : Billion KRW, KRW, %

Major Shareholders	
• Lotte Group(Japan Lotte Inclusive)	14.11 %
• Aberdeen Asset Management Asia Ltd.	13.53 %
• Capital Research & Global Investors	12.51 %
• Templeton Investment Counsel, LLC	5.07 %
• Parkland	4.11 %
• Korea Iron & Steel	1.90 %

Int'l Rating Agency Credit Ratings	Long term	Short term	BFSR / Individual	Outlook
Moody's	A2	P1	C-	Stable
Fitch	BBB+	F2	B/C	Stable
Domestic Rating Agency Credit Ratings	Issuers Rating		Outlook	
Korea Ratings	AA+		Stable	
Korea Investors Service	AA+		Stable	

Source : the most recent fair disclosures

Dividend History	2007	2006	2005	2004	2003	2002	2001 ~ 1997	1996	1995
Net Income	270.7	183.9	178.9	132.7	121.3	148.0	No Dividends	41.9	30.2
Dividends Paid per Share (W)	570	420	405	300	270	300		400	250
Dividend Payout Ratios	30.9%	33.5%	33.2%	33.2%	32.7 %	29.7 %		32.7 %	28.3 %
Dividend Type	Cash	Cash	Cash	Cash	Cash	Cash		Cash	Cash
Share Prices	16,011	11,950	13,480	7,886	6,738	5,088		6,640	9,450
Dividend Yields at Market Price	3.6%	3.5%	3.0%	3.8%	4.0%	5.9 %	6.2 %	2.7%	

Appendix

❖ Corporate Won Loan Portfolio	15
❖ SME Loan Asset Quality	16
❖ SME Loan Delinquency Ratio	17
❖ Household Loan Portfolio	18
❖ Household Loan Asset Quality	19
❖ Credit Card Business	20
❖ Credit Card Asset Quality	21
❖ Interest Income	22
❖ Fee & Commission Income	23
❖ Balance Sheet Summary	24
❖ Securities Investment	25

Corporate Won Loan Portfolio

Unit : Billion KRW, %

Loan Portfolio	1Q 2008		4Q 2007		3Q 2007		2Q 2007		1Q 2007		QOQ	YOY
Manufacturing Sectors	5,945.4	47.7%	5,887.9	48.5%	5,829.0	49.2%	5,388.8	47.4%	4,844.3	47.4%	1.0%	22.7%
Steel & Metal Products	1,706.7	13.7%	1,634.7	13.5%	1,681.4	14.2%	1,548.5	13.6%	1,389.9	13.6%	4.4%	22.8%
Automobile Parts	1,193.0	9.6%	1,152.4	9.5%	1,058.8	8.9%	955.9	8.4%	867.3	8.5%	3.5%	37.6%
Machinery	964.5	7.7%	948.4	7.8%	929.9	7.8%	838.1	7.4%	718.4	7.0%	1.7%	34.3%
Petroleum, Rubber, etc.	653.3	5.2%	639.4	5.3%	658.5	5.6%	633.6	5.6%	592.8	5.8%	2.2%	10.2%
Electronics	317.0	2.5%	284.9	2.3%	266.2	2.2%	253.1	2.2%	217.2	2.1%	11.3%	45.9%
Kitchen Units	257.3	2.1%	249.8	2.1%	245.1	2.1%	238.0	2.1%	214.5	2.1%	3.0%	20.0%
Fabric	216.7	1.7%	231.3	1.9%	220.2	1.9%	214.3	1.9%	217.4	2.1%	-6.3%	-0.3%
Garment & Shoes	149.6	1.2%	152.1	1.3%	183.7	1.6%	160.2	1.4%	139.0	1.4%	-1.6%	7.6%
Paper, Paper Mills	110.8	0.9%	104.1	0.9%	101.2	0.9%	96.9	0.9%	94.5	0.9%	6.3%	17.2%
Others	376.5	3.0%	490.8	4.0%	484.0	4.1%	450.2	4.0%	393.3	3.8%	-23.3%	-4.3%
Non-Manufacturing Sectors	6,508.9	52.3%	6,243.0	51.5%	6,021.3	50.8%	5,975.2	52.6%	5,375.5	52.6%	4.3%	21.1%
Wholesale & Retail	1,591.4	12.8%	1,505.7	12.4%	1,478.7	12.5%	1,474.5	13.0%	1,335.5	13.1%	5.7%	19.2%
Real Estate & Lease	1,428.3	11.5%	1,443.2	11.9%	1,353.2	11.4%	1,143.4	10.1%	987.3	9.7%	-1.0%	44.7%
Construction & Eng.	627.4	5.0%	710.3	5.9%	670.6	5.7%	891.9	7.8%	581.2	5.7%	-11.7%	7.9%
Transportation	732.5	5.9%	684.9	5.6%	652.0	5.5%	613.5	5.4%	587.6	5.7%	6.9%	24.7%
Hotel & Food	331.3	2.7%	329.4	2.7%	333.6	2.8%	294.9	2.6%	299.5	2.9%	0.6%	10.6%
Insurance & Financing	407.2	3.3%	342.9	2.8%	323.6	2.7%	317.6	2.8%	353.4	3.5%	18.8%	15.2%
Public	126.7	1.0%	144.4	1.2%	148.5	1.3%	181.0	1.6%	210.5	2.1%	-12.3%	-39.8%
Others	1,264.1	10.1%	1,082.2	8.9%	1,061.1	9.0%	1,058.4	9.3%	1,020.5	10.0%	16.8%	23.9%
Total Corporate Won Loans	12,454.3	100.0%	12,130.9	100.0%	11,850.3	100.0%	11,364.0	100.0%	10,219.8	100.0%	2.7%	21.9%

SME Loan Asset Quality

Unit : Billion KRW, %, %p

	2008	2007				2006				QOQ	YOY
	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q		
Total	12,852.7	12,298.6	12,109.0	11,601.6	10,686.6	9,863.0	9,340.3	8,475.1	7,703.0	4.5%	20.3%
Normal	12,617.8	11,994.9	11,898.0	11,389.2	10,392.1	9,538.8	9,032.9	8,171.3	7,376.7	5.2%	21.4%
Precautionary	140.7	206.1	113.4	135.7	212.1	234.9	232.6	217.4	218.2	-31.7%	-33.7%
Substandard	67.6	69.7	68.8	52.9	49.6	54.0	48.9	61.7	84.7	-3.0%	36.3%
Doubtful	17.0	18.1	15.3	13.5	13.9	15.5	10.8	15.9	18.2	-6.1%	22.3%
Expected Loss	9.6	9.8	13.5	10.3	18.9	19.8	15.1	8.8	5.2	-2.0%	-49.2%
Precautionary & Below Loans	234.9	303.7	211.0	212.4	294.5	324.2	307.4	303.8	326.3	-22.7%	-20.2%
P&B Loan Ratio(%)	1.83%	2.47%	1.74%	1.83%	2.76%	3.29%	3.29%	3.58%	4.24%	-0.64%p	-0.93%p
P&B Loan Coverage Ratio(%)	67.01%	49.75%	63.65%	61.35%	46.52%	43.8%	46.8%	44.6%	39.9%	17.26%p	20.49%p
Substandard & Below Loans	94.2	97.6	97.6	76.7	82.4	89.3	74.8	86.4	108.1	-3.5%	14.3%
S&B Loan Ratio(%)	0.73%	0.79%	0.81%	0.66%	0.77%	0.91%	0.81%	1.02%	1.40%	-0.06%p	-0.04%p
S&B Loan Coverage Ratio(%)	167.09%	154.82%	137.70%	169.88%	166.26%	158.9%	192.4%	156.9%	120.6%	12.27%p	0.83%p
Provision for Loan Losses	157.4	151.1	134.3	130.3	137.0	141.9	143.9	135.6	130.4	4.2%	14.9%
Write offs	11.8	21.4	8.6	16.1	9.3	2.8	3.3	4.9	4.2	-44.9%	26.9%
NPL Sales	19.5	9.3	0.0	0.0	0.0	0.0	0.0	3.5	0.0	109.7%	-%
New NPLs	27.9	30.7	29.5	10.4	2.4	17.3	-8.3	-13.3	33.1	-9.1%	1062.5%
New NPL Formation Ratio(%)	0.87%	1.00%	0.97%	0.36%	0.09%	0.70%	-0.36%	-0.63%	1.72%	-0.13%p	0.78%p

SME Loan Delinquency Ratio

Unit : Billion KRW, %

SMEs Delinquency Ratio By Sector	1Q 2008		4Q 2007		3Q 2007		2Q 2007		1Q 2007		4Q 2006	
	Loan Amount	Ratio	Loan Amount	Ratio	Loan Amount	Ratio	Loan Amount	Ratio	Loan Amount	Ratio	Loan Amount	Ratio
Manufacturing	6,440.9	0.95%	6,221.8	0.90%	6,174.1	0.73%	5,725.1	0.57%	5,135.9	0.50%	4,808.5	0.68%
Non-Manufacturing	5,988.9	0.54%	5,691.4	0.37%	5,506.4	0.65%	5,459.1	0.61%	4,802.3	0.63%	4,685.0	0.65%
Wholesale & Retail	1,795.9	0.81%	1,680.6	0.48%	1,645.5	0.93%	1,657.4	0.97%	1,482.2	0.98%	1,415.6	1.10%
Real Estate & Lease	1,336.6	0.31%	1,350.3	0.23%	1,281.8	0.27%	1,071.6	0.25%	909.8	0.39%	923.5	0.37%
Construction	634.1	0.62%	712.1	0.36%	673.7	0.60%	896.2	0.42%	585.3	0.70%	613.3	0.74%
Transport. & Comms.	786.4	0.17%	690.8	0.05%	677.2	0.16%	638.2	0.14%	601.5	0.10%	551.9	0.18%
Hotel & Food	335.5	0.62%	332.8	0.85%	337.0	1.05%	323.5	1.03%	328.9	1.06%	323.0	1.20%
Insurance & Financing	96.7	-%	74.3	-%	58.1	0.01%	52.8	0.01%	78.9	-%	84.6	-%
Others	1,003.7	0.61%	850.5	0.52%	833.1	0.99%	819.4	0.80%	815.7	0.49%	773.1	0.25%
Total	12,429.8	0.75%	11,913.2	0.65%	11,680.5	0.69%	11,184.2	0.59%	9,938.2	0.56%	9,493.5	0.66%

SMEs Delinquency Ratio By Collaterals (53.1% vs 46.9%)	1Q 2008		4Q 2007		3Q 2007		2Q 2007		1Q 2007		4Q 2006	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Total	12,429.8	0.75%	11,913.2	0.65%	11,680.5	0.69%	11,184.2	0.59%	9,938.2	0.56%	9,493.5	0.66%
Real estates	5,337.0	1.12%	5,207.7	0.98%	5,007.2	1.04%	4,792.9	0.92%	4,459.9	0.73%	4,202.3	0.86%
Guarantees	891.6	0.89%	876.2	0.38%	865.8	0.66%	833.2	0.70%	875.5	0.59%	841.2	0.76%
Deposits	325.9	0.00%	308.7	0.00%	350.1	0.00%	338.1	0.00%	300.7	0.27%	312.1	0.26%
Movable Properties	40.8	6.86%	37.4	7.75%	35.6	4.21%	28.8	13.89%	23.6	5.51%	22.2	2.25%
Credit	5,834.5	0.39%	5,483.2	0.36%	5,421.8	0.40%	5,191.2	0.23%	4,278.5	0.37%	4,115.7	0.47%

Household Loan Portfolio ex. Credit Card

Unit : Billion KRW, %, %p

		2008	2007				2006				QOQ	YOY
		1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q		
Household Loans – Retail		3,830.4	3,801.2	3,764.6	3,709.6	3,687.8	3,676.0	3,598.9	3,470.2	3,468.8	0.8%	3.9%
1Q 2008 Secured Loans (79.4%)	Total Secured Loans	3,039.7	3,070.3	3,037.1	3,042.7	2,994.8	3,040.4	2,966.2	2,901.1	2,915.6	-1.0%	1.5%
	Mortgage / Home Equity	1,512.1	1,551.9	1,448.7	1,402.8	1,312.1	1,293.1	1,225.8	1,169.5	1,115.2	-2.6%	15.2%
	Group Loans	389.4	461.2	576.6	655.6	732.7	800.5	846.8	847.5	911.7	-15.6%	-46.9%
	Other Collateralized	941.8	958.2	919.2	892.3	862.1	863.0	814.6	811.8	820.0	-1.7%	9.2%
	Gov't Workers' Pension Backed	96.4	99.0	92.6	92.0	87.9	83.8	79.0	72.3	68.7	-2.6%	9.7%
	Loan to Value Ratio	53.58%	53.26%	51.60%	51.66%	51.67%	51.78%	50.38%	52.42%	46.33%	0.32%p	1.91%p
1Q 2008 Unsecured Loans (20.6%)	Total Unsecured Loans	790.7	730.9	727.5	666.9	693.0	635.6	632.7	569.1	553.2	8.2%	14.1%
	Personal CSS Loans	243.9	246.7	239.8	237.5	237.6	240.1	237.1	237.9	236.0	-1.1%	2.7%
	Student Loans	58.5	14.5	41.2	18.2	63.6	22.6	55.0	27.3	29.9	303.4%	-8.0%
	Gov't Workers' Loans	79.7	77.6	69.0	64.6	60.6	57.7	52.2	48.5	44.9	2.7%	31.5%
	Others	408.6	391.2	377.5	346.8	331.2	315.2	288.4	255.4	242.4	4.4%	23.4%

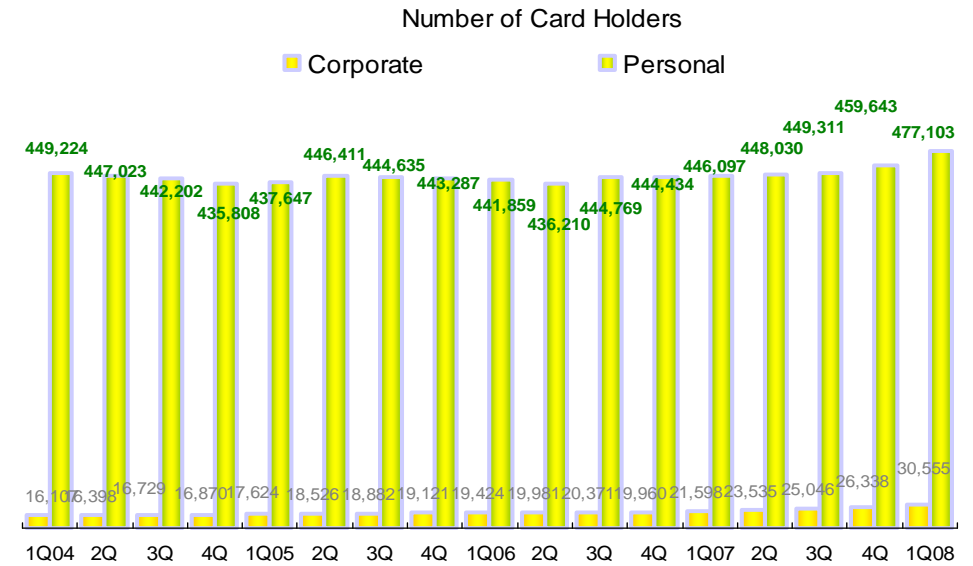
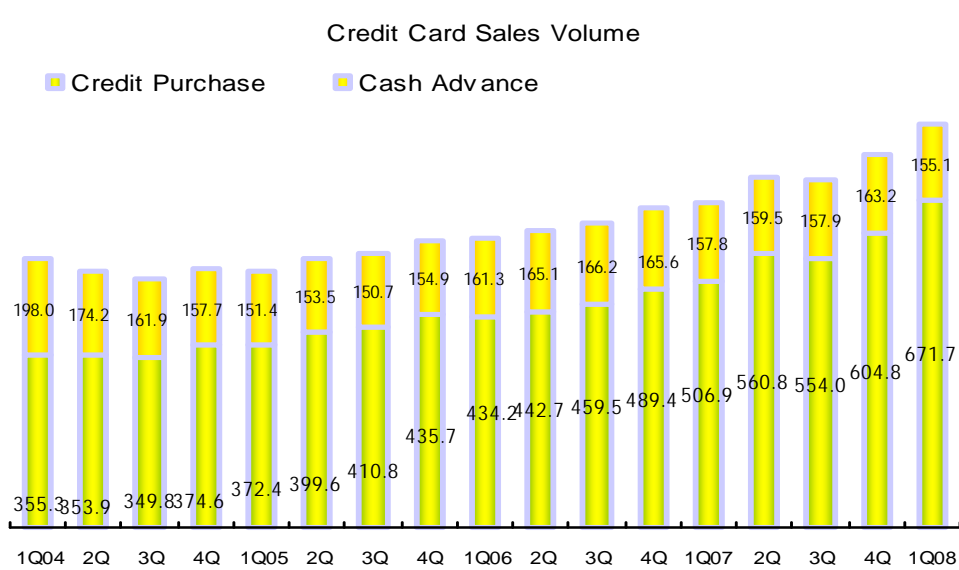
Household Loan Asset Quality

Unit : Billion KRW, %, %p

	2008	2007				2006				QOQ	YOY
	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q		
Total	3,857.3	3,836.0	3,796.1	3,742.1	3,715.6	3,705.7	3,626.6	3,495.2	3,492.3	0.6%	3.8%
Normal	3,779.4	3,764.5	3,716.3	3,663.8	3,631.3	3,632.4	3,553.9	3,426.4	3,418.9	0.4%	4.1%
Precautionary	50.2	50.1	52.9	49.2	53.2	45.3	46.9	43.2	45.1	0.2%	-5.6%
Substandard	16.7	15.7	20.4	21.4	20.5	16.8	14.6	14.5	16.9	6.4%	-18.5%
Doubtful	9.0	3.8	4.2	4.8	5.7	6.0	6.7	8.3	8.3	136.8%	57.9%
Expected Loss	2.0	1.9	2.3	2.9	4.9	5.2	4.5	2.8	3.1	5.3%	-59.2%
Precautionary & Below Loans	77.9	71.5	79.8	78.3	84.3	73.3	72.7	68.8	73.4	9.0%	-7.6%
P&B Loan Ratio	2.02%	1.86%	2.10%	2.09%	2.27%	1.98%	2.00%	1.97%	2.10%	0.16%p	-0.25%p
P&B Loan Coverage Ratio	67.78%	69.09%	63.66%	65.26%	63.46%	71.49%	59.15%	59.88%	58.31%	-1.31%p	4.32%p
Substandard & Below Loans	27.7	21.4	26.9	29.1	31.1	28.0	25.8	25.6	28.3	29.4%	-10.9%
S&B Loan Ratio	0.72%	0.56%	0.71%	0.78%	0.84%	0.76%	0.71%	0.73%	0.81%	0.16%p	-0.12%p
S&B Loan Coverage Ratio	190.61%	230.84%	188.85%	175.60%	172.03%	187.14%	166.67%	160.94%	151.24%	40.23%p	18.59%p
Provision for Loan Losses	52.8	49.4	50.8	51.1	53.5	52.4	43.0	41.2	42.8	6.9%	1.3%
Write offs	1.9	2.7	2.8	3.4	2.6	2.2	2.2	3.2	2.7	-29.6%	-26.9%
NPL Sales	5.0	2.1	0.0	0.0	0.0	0.0	0.0	3.3	0.0	138.1%	-%
New NPLs	13.2	-0.7	0.6	1.4	5.7	4.4	2.4	3.8	3.0	1,985%	131.6%
New NPL Formation Ratio(%)	1.37%	-0.07%	0.06%	0.15%	0.61%	0.47%	0.26%	0.43%	0.34%	1.44%p	0.76%p

Credit Card Business

Unit : Billion KRW, %



		2008	2007				2006				QOQ	YOY
		1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q		
Balance	Total(w/ Reaged)	386.8	331.8	318.8	333.0	301.6	317.2	302.6	313.7	303.2	16.6%	28.2%
	Credit Purchase	307.7	249.7	241.1	252.9	219.1	232.1	214.8	224.0	212.7	23.2%	40.4%
	Cash Advances	76.2	78.5	73.2	74.9	76.4	77.9	79.3	79.8	78.2	-2.9%	-0.3%
	Re-aged Loans	2.9	3.6	4.5	5.2	6.1	7.2	8.5	9.9	12.3	-19.4%	-52.3%
Income	Total Income	25.3	22.8	21.0	22.6	21.2	21.1	20.5	20.8	20.5	11.0%	19.3%
	Credit Purchase	18.7	16.3	14.7	16.2	14.7	14.5	13.7	14.0	13.9	14.7%	27.2%
	Cash Advance	5.5	5.5	5.2	5.1	5.4	4.9	5.0	4.8	4.7	0.0%	1.9%
	Others	1.1	1.0	1.1	1.3	1.1	1.7	1.8	2.0	1.9	10.0%	0.0%

Credit Card Asset Quality

Unit : Billion KRW, %, %p

	2008	2007				2006				QOQ	YOY
	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q		
Total	386.8	331.8	318.8	333.0	310.6	317.2	302.7	313.7	303.2	16.6%	24.5%
Normal	375.4	320.1	305.6	319.6	286.7	301.3	285.0	294.6	281.7	17.3%	30.9%
Precautionary	7.0	6.6	7.5	8.6	9.2	10.1	11.5	12.6	14.2	6.1%	-23.9%
Substandard	0.1	0.1	0.5	0.0	0.1	0.1	0.2	0.1	0.2	0.0%	0.0%
Doubtful	2.6	3.0	3.2	3.0	3.1	4.0	4.4	3.7	3.9	-13.3%	-16.1%
Expected Loss	1.7	2.0	2.0	1.8	2.5	1.7	1.6	2.7	3.2	-15.0%	-32.0%
Precautionary & Below Loans	11.4	11.7	13.2	13.4	14.9	15.9	17.7	19.1	21.5	-2.6%	-23.5%
P&B Loan Ratio	2.95%	3.53%	4.14%	4.02%	4.94%	5.01%	5.85%	6.09%	7.09%	-0.58%p	-1.99%p
P&B Loan Coverage Ratio	100.00%	104.27%	85.61%	91.79%	86.58%	88.05%	83.05%	81.15%	75.35%	-4.27%p	13.42%p
Substandard & Below Loans	4.4	5.1	5.7	4.8	5.7	5.8	6.2	6.5	7.3	-13.7%	-22.8%
S&B Loan Ratio	1.14%	1.54%	1.79%	1.44%	1.89%	1.29%	2.05%	2.07%	2.41%	-0.40%p	-0.75%p
S&B Loan Coverage Ratio	259.09%	239.22%	198.25%	256.25%	226.32%	241.38%	237.10%	238.46%	221.92%	19.87%p	32.77%p
Provision for Loan Losses	11.4	12.2	11.3	12.3	12.9	14.0	14.7	15.5	16.2	-6.6%	-11.6%
Write offs	3.1	2.4	2.4	3.2	3.0	3.4	3.7	3.6	3.2	29.2%	3.3%
NPL Sales	0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.1	0.0	-%	-%
New NPLs	2.5	1.8	3.3	2.3	2.9	3.0	3.4	2.9	3.4	38.9%	-10.7%
New NPL Formation Ratio(%)	2.59%	2.17%	4.14%	2.76%	3.79%	3.83%	4.49%	3.70%	4.49%	0.42%p	-1.20%p

Interest Income

Unit : Billion KRW, %

	2008	2007				2006				QOQ	YOY
	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q		
Interest Revenues	410.2	399.2	367.3	345.3	325.9	317.6	298.5	282.4	274.1	2.8%	25.9%
Interest on Loans	339.5	331.2	305.7	284.7	265.1	257.7	237.3	222.1	213.9	2.5%	28.1%
Interest on Credit Card	24.5	22.2	20.2	21.7	20.4	20.4	19.7	19.9	19.7	10.4%	20.1%
Interest on Securities	59.9	60.0	55.9	55.8	55.9	55.9	56.6	54.2	54.2	-0.2%	7.2%
Others	10.8	8.0	5.7	4.8	4.9	4.0	4.6	6.1	6.0	35.0%	120.4%
Interest Expenses	220.4	208.1	187.1	172.2	162.1	157.0	147.4	132.0	118.7	5.9%	36.0%
Interest on Deposits	143.2	127.0	114.0	104.6	102.4	102.9	96.7	87.5	82.8	12.8%	39.8%
Interest on Borrowings	35.3	42.8	45.6	42.9	42.6	42.2	41.7	35.1	27.0	-17.5%	-17.1%
Interest on Debentures	37.6	34.3	22.7	21.3	15.0	9.7	7.1	7.2	7.1	9.6%	150.7%
Others	4.3	4.0	4.8	3.4	2.1	2.2	1.9	2.1	1.8	7.5%	104.8%
Net Interest Income	189.8	191.1	180.2	173.1	163.8	160.5	151.1	150.4	155.4	-0.7%	15.9%

Fee & Commission Income

Unit : Billion KRW, %

	2008	2007				2006				QOQ	YOY
	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q		
Fee & Commission Revenues	33.9	36.6	31.4	32.5	26.2	25.0	22.7	22.8	20.9	-7.4%	29.4%
Commissions in Won	26.5	30.0	25.2	26.3	20.5	20.7	17.6	17.6	15.8	-11.7%	29.3%
Bancassurance	5.3	4.6	3.7	3.5	3.2	2.2	1.5	1.5	1.3	15.2%	65.6%
Mutual Fund Sales	6.1	8.5	6.2	4.4	3.7	3.3	2.7	2.3	1.6	-28.2%	64.9%
Commissions on Credit Cards	0.9	0.8	0.7	0.9	0.9	0.7	0.6	1.0	1.0	12.5%	0.0%
Commissions in Foreign Currency	5.2	4.4	4.2	4.2	3.8	3.6	3.5	3.4	3.3	18.2%	36.8%
Guarantee Fees	1.3	1.4	1.3	1.2	1.0	1.1	1.0	0.8	0.8	-7.1%	30.0%
Fee & Commission Expenses	9.6	9.7	8.7	6.9	6.9	6.5	7.0	7.4	6.1	-1.0%	39.1%
Commissions Paid on Credit Cards	5.9	5.3	4.8	4.2	4.3	3.8	4.0	4.0	4.3	11.3%	37.2%
Commissions Paid	3.7	4.4	3.9	2.7	2.6	2.7	3.0	3.4	1.8	-15.9%	42.3%
Net Fee & Commission Income	24.3	26.9	22.7	25.6	19.3	18.5	15.7	15.4	14.7	-9.7%	25.9%

Balance Sheet Summary

Unit : Billion KRW, %

Ending Balance	2008	2007				2006				QOQ	YOY
	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q		
Won Loans*	16,522.5	16,517.2	15,794.0	15,369.1	14,005.9	13,674.5	13,113.7	12,131.8	11,320.6	0.0%	18.0%
Won Securities	4,791.4	4,900.0	4,455.0	4,668.5	4,744.9	4,806.8	4,753.2	4,936.8	4,766.9	-2.2%	1.0%
Cash & Due from Banks	1,437.8	1,243.2	1,591.1	1,236.9	1,168.6	986.8	1,066.8	946.1	1,042.6	15.7%	23.0%
Foreign Currency Assets	1,595.6	1,268.4	1,216.5	1,532.4	1,043.5	1,094.6	1,239.5	1,199.1	856.9	25.8%	52.9%
Credit Card Receivables	386.8	331.8	318.8	333.0	301.6	317.2	302.6	313.7	303.2	16.6%	28.2%
Fixed Assets	359.4	362.7	359.0	352.1	352.4	364.4	357.1	353.8	345.1	-0.9%	2.0%
Other Assets	1,702.3	1,367.4	766.1	942.1	533.0	466.5	490.7	680.6	497.1	24.5%	219.4%
Assets	26,795.9	25,990.6	24,500.5	24,434.2	22,149.9	21,710.8	21,323.6	20,561.8	19,132.4	3.1%	21.0%
Won Deposits & CD	16,003.3	16,059.4	14,907.9	14,796.4	13,955.8	14,397.3	14,369.8	13,599.9	12,977.2	-0.3%	14.7%
Won Borrowings	2,326.9	2,284.3	3,228.2	3,623.9	2,804.4	2,783.9	2,920.0	2,890.3	2,215.6	1.9%	-17.0%
Foreign Currency Liabilities	2,393.3	2,134.5	1,924.6	1,643.6	1,730.8	1,543.3	1,569.1	1,394.7	1,222.4	12.1%	38.3%
Won Financial Debenture	2,334.5	2,169.9	1,664.6	1,549.8	1,372.8	867.6	373.3	371.8	410.4	7.6%	70.1%
Other Liabilities	2,262.0	1,869.9	1,336.6	1,450.9	992.0	839.9	836.6	1,107.7	1,168.8	21.0%	128.0%
Shareholders' Equity	1,475.9	1,472.7	1,438.5	1,369.6	1,294.1	1,278.8	1,254.7	1,197.5	1,138.0	0.2%	14.0%
Liabilities & Shareholders' Equity	26,795.9	25,990.6	24,500.5	24,434.2	22,149.9	21,710.8	21,323.6	20,561.8	19,132.4	3.1%	21.0%

Note : Private Placements & Call Loans included
Trust Account excluded

Security Investment

Unit : billion KRW, %, Years

	1Q 2008			2007				2006				QOQ	YOY
	Total	Investment Securities		4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q		
		Available for Sale	Held to Maturity										
Bonds in Won	4,290.5	1,352.0	2,938.5	4,519.3	4,150.9	4,432.9	4,485.8	4,524.6	4,517.8	4,657.3	4,463.7	-5.1%	-4.4%
Financial Debentures	2,470.1	540.7	1,929.4	2,526.9	2,145.3	2,187.3	2,335.6	2,366.9	2,364.4	2,341.4	2,139.6	-2.2%	5.8%
Government Bonds	510.3	215.6	294.7	688.7	669.0	908.2	828.6	869.9	894.7	1,047.8	1,075.2	-25.9%	-38.4%
Gov't Owned Corps. Bonds	637.9	49.6	588.3	648.0	677.5	687.9	683.4	681.4	674.5	734.6	748.1	-1.6%	-6.7%
Corporate Bonds	546.1	546.1	0.0	520.8	520.8	502.8	495.4	450.3	432.6	350.2	316.0	4.9%	10.2%
Local Gov't Bonds	126.1	0.0	126.1	134.9	138.3	146.7	142.8	156.2	151.6	183.3	184.8	-6.5%	-11.7%
Foreign Currency Bonds	112.0	79.3	32.7	128.0	128.5	128.5	102.9	111.4	123.9	98.3	91.5	-12.5%	8.8%
Stocks	213.4	206.7	0.0	188.1	150.8	141.2	133.9	116.0	60.4	57.2	53.2	13.5%	59.4%
Beneficiary Certificates	275.6	264.2	0.0	180.4	122.0	64.3	113.7	153.5	143.6	200.3	218.2	52.8%	142.4%
Others	11.9	11.9	0.0	12.1	22.1	22.1	20.9	12.6	22.0	22.0	22.0	-1.7%	-43.1%
Total	4,903.4	1,914.1	2,971.2	5,027.9	4,567.9	4,789.0	4,857.2	4,918.1	4,867.7	5,035.1	4,848.6	-2.5%	1.0%
Duration (years)		1.29	1.49										

* Include trading securities

2008 Outlook

❖ Key Financials	27
❖ Deposits & Loans	28
❖ Earnings	29
❖ Balance Sheet	30

2008 Outlook – Key Financials

Unit : %, %p, Billion KRW

Ending Balance	2008 Plan	2007	2006	2005	2008 vs 2007	2007 vs 2006
Total Assets	29,650.0	27,298.0	22,812.2	19,880.8	8.6%	19.7%
Total Deposits	22,589.0	20,474.4	17,756.3	15,709.1	10.3%	15.3%
Total Loans	19,358.0	17,366.8	14,882.8	12,131.0	11.5%	16.7%
Securities	6,421.0	5,874.7	5,677.2	5,664.9	9.3%	3.5%
Shareholders' Equity	1,695.6	1,472.7	1,278.8	1,146.5	15.1%	15.2%
Net Income	303.0	270.7	183.9	178.9	11.9%	47.2%
ROA(%)	1.17%	1.17%	0.91%	0.99%	0.0%P	0.26%P
ROE(%)	19.05%	19.42%	15.10%	16.34%	-0.37%P	4.32%P
Net Interest Margin	2.95%	3.07%	3.08%	3.34%	-0.12%P	-0.01%P
S&B Loan Ratio	0.72%	0.70%	0.83%	0.94%	0.02%P	-0.13%P
Coverage Ratio	169.38%	180.11%	175.84%	162.96%	-10.73%P	4.27%P
Delinquency Ratio	0.69%	0.62%	0.75%	0.89%	0.07%P	-0.13%P
BIS CAEL Ratio	11.75%	12.20%	11.06%	12.25%	-0.45%P	1.14%P
Cost Income Ratio(%)	43.87%	44.54%	49.62%	49.50%	-0.67%P	-5.08%P

2007 Outlook – Deposits & Loans

Unit : %, %p, Billion KRW

Ending Balance	2008 Plan	2007	2006	2005	2008 vs 2007	2007 vs 2006
Won Deposits	13,958.6	13,219.8	13,132.7	12,923.1	5.6%	0.7%
Savings	12,222.3	11,548.6	11,424.5	11,323.8	5.8%	1.1%
Demand Deposits	1,616.9	1,561.9	1,568.3	1,415.4	3.5%	-0.4%
Installments	119.4	109.3	139.9	183.9	9.2%	-21.9%
CD	3,819.4	2,839.5	897.7	596.9	34.5%	216.3%
Financial Debentures	2,540.9	2,170.0	867.6	408.7	17.1%	150.1%
RPs	500.0	832.5	1,359.3	900.0	-39.9%	-38.8%
Bills Sold	270.0	170.3	234.3	17.9	58.5%	-27.3%
Money in Trust	1,500.0	1,242.3	1,264.7	862.5	20.7%	-1.8%
Total	22,589.0	20,474.4	17,756.3	15,709.1	10.3%	15.3%
Ending Balance	2008 Plan	2007	2006	2005	2008 vs 2007	2007 vs 2006
Won Loans	17,696.1	15,932.1	13,609.2	11,202.8	11.1%	17.1%
SMEs	12,393.5	11,045.3	8,762.6	6,670.2	12.2%	26.1%
Large Corps	430.0	435.9	490.0	490.9	-1.4%	-11.0%
Household	4,125.8	3,801.2	3,676.0	3,544.9	8.5%	3.4%
Public & Others	746.7	649.7	680.6	496.8	14.9%	-4.5%
Total Loans	19,358.0	17,366.8	14,882.8	12,131.0	11.5%	16.7%
Loan to Deposit Ratio(%)	126.77%	120.52%	103.63%	86.69%	6.25%P	16.92%P

2007 Outlook – Earnings

Unit : %, %p, Billion KRW

	2008 Plan	2007	2006	2005	2008 vs 2007	2007 vs 2006
Net Interest Income	758.0	708.2	617.5	593.1	7.0%	14.7%
Net Fee & Commission Income	131.4	94.5	64.3	54.6	39.0%	47.0%
Fees from Trust Account	8.9	11.4	15.5	23.9	-21.9%	-26.5%
Other Operating Income	4.4	-7.4	-36.7	-31.1	-159.5%	-19.6%
Gross Operating Income	902.7	806.7	660.6	640.5	11.9%	22.1%
Loan Loss Provisions	77.5	53.2	50.7	85.7	45.7%	-11.2%
SG&A	396.0	359.2	329.0	320.8	10.2%	-1.2%
Net Operating Income	429.2	394.2	280.9	234.0	8.9%	49.1%
Non-Operating Income	-11.3	-19.7	-23.5	15.5	-42.6%	181.4%
Income Before Income Taxes	417.9	374.5	257.4	249.5	11.6%	45.5%
Income Taxes	114.9	103.8	73.5	70.6	10.7%	41.0%
Net Income	303.0	270.7	183.9	178.9	11.9%	47.2%

2007 Outlook – Balance Sheet Summary

Unit : %, %p, Billion KRW

Ending Balance	2008 Plan	2007	2006	2005	2008 vs 2007	2007 vs 2006
Loans	19,210.9	17,573.8	14,615.3	11,876.3	9.3%	20.2%
Securities	5,441.5	5,027.9	4,918.2	4,871.1	8.2%	2.2%
Cash & Dues from Banks	1,429.4	1,327.0	1,029.3	1,158.0	7.7%	28.9%
Credit Card Receivables	365.5	331.8	317.2	309.8	10.2%	4.6%
Fixed Assets	416.6	362.7	364.4	347.4	14.9%	-0.5%
Other Assets	1,076.1	1,367.4	466.4	487.3	-21.3%	193.2%
Assets	27,940.0	25,990.6	21,701.8	19,049.9	7.5%	19.8%
Deposits	17,998.3	16,212.9	14,557.7	13,662.5	11.0%	11.4%
Borrowings	3,938.0	3,833.4	4,162.9	3,161.5	2.7%	-7.9%
Won Financial Debenture	2,949.9	2,597.0	867.6	408.7	13.6%	199.3%
Other Liabilities	1,358.2	1,874.6	843.8	670.7	-27.5%	122.2%
Shareholders' Equity	1,695.6	1,472.7	1,278.8	1,146.5	15.1%	15.2%
Liabilities & Shareholders' Equity	27,940.0	25,990.6	21,710.8	19,049.9	7.5%	19.7%

Thank you

IR CONTACT : Joshua H. Hwang

e-mail : josh@pusanbank.co.kr

Direct : +82 51-640-4105

Fax : +82 51-640-4199

Homepage URL : www.pusanbank.co.kr/english.html

Balance Sheet(in won)

Description	1Q 2008		4Q 2007	
Assets				
Cash & Dues from Bank	1,506,427,344,227		1,327,017,956,264	
Cash		354,149,492,976		334,265,569,003
Foreign Currency		42,597,438,628		34,660,095,238
Dues from Bank in won		1,083,703,723,467		934,173,504,420
Dues from Bank in Foreign Currency		19,949,578,666		17,187,358,420
Off-shore Dues in Foreign Currency		6,027,110,490		6,731,429,183
Investment Securities	4,903,473,931,439		5,027,949,697,519	
Short-term Tradable Securities		18,135,746,323		10,864,701,486
Tradable Securities		1,889,127,994,864		1,860,063,358,182
Securities held till Maturity		2,971,269,907,019		3,133,195,602,955
Investment Securities Valued Thru the Equity Method of Accounting		24,940,283,233		23,826,034,896
Loans	18,324,298,682,189		17,905,578,297,141	
Won Loans & Discounts		16,284,688,610,323		15,932,123,340,975
Interbank Loans in Foreign Currency		0		0
Foreign Currency Loans		750,572,425,389		531,028,957,332
Off-shore Foreign Currency Loans		10,053,358,750		9,663,460,000
Domestic Import Usance Bills		475,524,344,882		363,897,151,917
Call Loans		169,914,850,000		592,539,200,000
Bills Bought		1,574,356,546		11,596,996,601
Foreign Currency Bills Bought		178,860,801,838		152,038,871,417
Advances for Customers		1,501,316,855		918,634,565
Credit Card Receivables		386,781,519,437		331,808,286,789
Bonds Purchased Under Resale Agreement		100,000,000,000		0
Privately Placed Corporate Bonds		187,725,000,000		199,625,000,000
Factoring Receivables		0		0
Loans for Debt to Equity Swap		0		0
Provisions(-)		221,617,772,160		218,167,272,452
Discounted Present Value(-)		1,280,129,671		1,494,330,003
Tangible Assets	359,399,878,848		362,682,483,999	
Investment Assets		0		0
Tangible Assets		573,402,714,370		569,175,347,632
Aggregated Depreciation(-)		212,402,389,322		204,892,417,433
Valuation Allowance(-)		1,600,446,200		1,600,446,200
Other Assets	1,702,279,787,000		1,367,361,380,261	
Other Assets		1,306,922,073,667		1,260,774,426,298
Account Receivables on Disposition of Assets		0		0
Derivative Assets		167,441,219,142		61,809,231,026
Domestic Exchange Settlement Debits		221,226,946,506		36,344,233,403
Intangible Assets		6,689,547,685		8,433,489,534
Discounted Present Value(-)		0		0
Total Assets	26,795,879,623,703		25,990,589,815,184	
Liabilities				
Deposits	16,171,362,130,137		16,212,851,580,435	
Won Deposits		13,228,819,666,377		13,219,850,198,846
Certificates of Deposits		2,774,436,416,705		2,839,538,821,994
Foreign Currency Deposits		168,106,047,055		153,462,559,595
Borrowings	4,077,213,931,864		3,833,385,794,310	
Won Borrowings		1,234,717,129,497		1,281,594,444,109

Call Money		454,751,000,000		39,101,403,000
Bonds Sold Under Repurchase Agreement(RP)		649,988,296,271		832,459,058,397
Bills Sold		17,146,069,689		170,264,631,914
Debentures	2,802,818,263,194		2,597,031,583,877	
Won Debentures		2,341,669,540,280		2,180,187,262,683
Foreign Currency Debentures		471,713,471,171		430,379,363,124
Discounts on Debenture Issuance(-)		10,564,748,257		13,535,041,930
Other Liabilities	2,268,555,065,723		1,874,646,868,368	
Provisioning(Retirement, Unused Credit & Others)	2,985,716,736	46,326,229,100	2,706,223,107	43,963,452,016
Borrowings from Trust Account	61,058,991	237,476,085,830	23,146,304	170,802,736,586
Foreign Exchanges Settlement Credits	22,287,173,309	6,577,513,562	18,412,672,421	4,796,607,665
Deposits for Letter of Guarantees	1,498,505,463,799	0	1,421,043,505,459	0
Others		1,523,839,412,835		1,442,185,547,291
Accounts for Agency Business		40,181,625,511		36,672,045,279
Derivative Liability	20,117,333,059	116,302,673,346	64,757,832,770	54,630,508,031
Sundry Liabilities	277,734,192,480	297,851,525,539	56,838,138,730	121,595,971,500
Total Liabilities	25,319,949,390,918		24,517,915,826,990	
Shareholders' Equity				
Capital Stock		733,418,250,000		733,418,250,000
Capital Surplus		0		0
Retained Earnings		751,031,759,448		750,305,993,958
Capital Adjustment		0		0
Comprehensive Porfits		-8,519,776,663		-11,050,255,764
Total Shareholders' Equity	1,475,930,232,785		1,472,673,988,194	
Total Liabilities and Shareholders' Equity	26,795,879,623,703		25,990,589,815,184	
Off Balance Sheet	8,225,830,372,073		8,225,830,372,073	
Acceptance & Guarantee	928,904,378,234		928,904,378,234	
Confirmed		487,740,639,637		487,740,639,637
Unconfirmed		441,163,738,597		441,163,738,597
Bills Endorsed	5,491,080,959		5,491,080,959	
Promises	40,000,000,000		40,000,000,000	
Derivatives Contracts	6,632,144,687,406		6,632,144,687,406	
Charge-offs	618,953,375,863		618,953,375,863	
Loans sold under Repurchase Agreement	336,849,611		336,849,611	

Income Statement(in won)

Description	1Q 2008		4Q 2007	
Interest Revenue	410,150,241,497		399,218,500,630	
Interest On Dues from Bank		8,208,271,496		6,503,079,642
Interest On Tradable Securities		0		0
Interest On Investment Securities	18,922,640,645	59,835,702,973	20,011,238,471	60,052,612,065
Interest On Loans	40,913,062,328	339,537,623,299	40,041,373,594	331,193,356,751
Others		2,568,643,729		1,469,452,172
Interest Expenses	220,344,630,071		208,048,606,316	
Interest On Deposits		143,161,998,760		127,017,259,666
Interest On Borrowings		35,307,007,809		42,791,279,119
Interest On Debentures		37,599,318,202		34,266,862,486
Others		4,276,305,300		3,973,205,045
Net Interest Income	189,805,611,426		191,169,894,314	
Fee & Commission Income	33,928,355,590		36,553,896,716	
Commission Received		32,583,000,627		35,194,672,681
Guarantee Fees		1,345,354,963		1,359,224,035
Others		0		0
Fee & Commission Expenses	9,554,678,492		9,666,485,912	
Commissions Paid		3,666,364,140		4,395,607,773
Commissions Paid on Credit Cards		5,888,314,352		5,270,878,139
Net Fee & Commission Income	24,373,677,098		26,887,410,804	
Net Trust Related Income	3,781,054,573		2,954,883,425	
Other Operating Income	249,275,742,655		104,264,317,305	
Gains On Tradable Security Sales		1,039,467,171		573,625,603
Valuation Profits Of Tradable Security		2,727,134,955		2,965,196,622
Dividend Earnings From Tradable Security		2,684,805,027		570,722,038
Dividend Earnings From Investment Security		8,250,000		0
Write back from the realized losses on Securities Investment		0		0
Gains On Foreign Exchange		9,028,782,798		16,041,757,479
Transfer From Provisions		0		0
Gains On Derivative Accounts		230,904,059,645		83,635,640,592
Gains from sales of NPLs		2,307,256,076		842,651,155
Others		575,986,983		-365,276,184
Other Operating Expenses	266,750,233,717		147,973,893,249	
Losses On Tradable Security Sales		156,275,314		148,014,631
Valuation Losses Of Tradable Security		332,832,563		17,507,617
Losses on Investment Securities		0		-18,191,936
Losses on Held to maturity security investment		1,053,681,250		1,319,109,200
Losses On Foreign Exchange		41,039,907,777		27,808,391,745
Contribution to Funds		7,807,629,652		7,628,159,040
Provision Expenses		16,940,000,000		30,715,000,000
Losses from Sales of NPLs		3,598,189,861		1,274,354,347
Provision For Acceptance & Guarantee		272,000,000		1,416,000,000
Provision For Unused Credit		1,199,000,000		2,835,000,000

Losses On Derivatives		169,851,283,365		60,574,819,509
Gain on Fair Value Hedged Items		18,850,431,657		8,189,363,125
Others		5,649,002,278		6,066,365,971
Other Provision Expenses		545,000,000		954,600,936
SG&A Expense	83,380,349,572		114,079,094,523	
Retirement Allowance		2,749,705,365		5,740,873,783
Amortization on Intangible Assets		1,988,661,849		643,470,412
Depreciation		7,787,681,096		9,266,803,567
Taxes and Dues	68,201,130,298	2,653,170,964	90,422,803,605	3,625,507,298
Salaries and Fringe Benefits	0	68,201,130,298	4,379,635,858	94,802,439,463
Net Other Operating Income	-100,854,840,634		-157,788,670,467	
OPERATING INCOME	117,105,502,463		63,223,518,076	
Non-operating Income	3,792,487,324		5,068,457,788	
Gains On Disposition of Tangible Assets		32,091,000		32,892,000
Rental Income		105,935,529		117,498,319
Gains On Valuation Using Equity Method		0		819,820,630
Gains On Tradable Security Sales		1,728,953,890		0
Gains On Fund Investment		0		0
Gains On Sales of Receivables		0		0
Others		1,925,506,905		4,098,246,839
Non-operating Expense	4,416,587,544		15,602,224,229	
Losses On Sales of Tangible Assets		1,208,085		537,943,646
Losses On Valuation Using the Equity Method		790,938,403		0
Losses On Securities		0		0
Losses On Fund Investment		0		0
Retirement Allowance		0		0
Losses On Sales of Receivables		0		0
Contributions	0	171,325,920	1,600,446,200	5,548,017,480
Others	3,453,115,136	3,453,115,136	7,915,816,903	9,516,263,103
Net Non Operating Income	-624,100,220		-10,533,766,441	
ORDINARY INCOME	116,481,402,243		52,689,751,635	
Extraordinary Gains	0		0	
Extraordinary Losses	0		0	
INCOME BEFORE INCOME TAXES	116,481,402,243		52,689,751,635	
INCOME TAX EXPENSES	32,134,847,668		14,068,581,532	
NET INCOME	84,346,554,575		38,621,170,103	
NET INCOME(Accumulated)	84,346,554,575		38,621,170,103	
Provision Expenses		18,956,000,000		35,920,600,936