

# 2024 2Q Financial Results

2024.07

plan



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## DISCLAIMER

The financial information presented herein is prepared on the basis of pre-audited financial of BNK Financial Group and is based upon the plans, strategies and expectations of the FG'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 group's operations or future developments. Readers are cautioned not to place under reliance on these statements, which speak only as of the date of this presentation BNK Financial Group does not undertake any obligation to publicly release any revisions to these statements to reflect any future events.

- KNB has been added October 10, 2014, with earnings consolidated starting from 4Q of 2014. As of June 4, 2015, KNB has become a 100% subsidiary of BNK Financial Group
- AM has been added July 28, 2015, and earnings will be consolidated starting from August 2015

**1** 2Q Net Income **242.8 KRW bn**  
(YoY +392 KRW bn, +19.4%)  
1H Net Income **492.3 KRW bn**  
(YoY +321 KRW bn, +7.0%)

- Even with increased provisions by tightened business feasibility evaluations for real estate PFs and loss absorption cap. enhancing extra provisions, growth in core earnings in 2Q led Net Income up by 19.4% YoY

**2** Interim Dividend **200 KRW**  
Share Cancellation **13 KRW bn**  
Add. Share Buyback/Cancellation **20 KRW bn**

- July 31, 2024 BOD resolved to
- Payout interim dividends of DPS 200 KRW, doubled from the last year's
- Cancel all shares repurchased in 1H24(worth 13 Wbn) on Aug. 23, 2024
- Implement additional share buyback/cancellations amounting to 20 KRW bn. in 2H24

**3** KRW Loan Growth **0.25%**  
RWA Growth **0.37%**

- Group KRW Loan balance recorded 106.3 KRW tn, +266.8 KRW bn increase YTD
- RWA increased slightly with continued efforts for the effective managements of asset portfolio

**4** CIR **43.99%**  
(YoY -1.74%p)

- Core earnings including others increased 6.0% YoY, while SG&A increased by 1.9% YoY
- While SG&A increased by 14.5 KRW bn due to natural increments in labor costs, core earnings rose by 97.9 KRW bn, improving cost efficiency

**5** CCR **0.65%**  
(YoY +12bps)

- Loss Absorption Cap. Enhancing extra Provisions (58.0 KRW bn) and loan delinquency increase led provisions up by 77.9 KRW bn YoY  
※ Excluding Overlay Prov. 0.55%

**6** Group CET1 Ratio **12.16%**  
(QoQ +16bp)

- Higher earnings leading capital growth while effective RWA management led CET1 ratio up by 16bps QoQ

## Profitability – Group Net Income

(KRW bn,%)	24.2Q	23.2Q	YoY(2Q)	24.1H	23.1H	YoY(1H)
Net Interest Income	739.1	717.1	3.1	1,479.1	1,448.0	2.1
Net Fee Income	50.5	67.2	-24.9	118.8	134.8	-11.9
Others	91.0	16.7	444.9	140.1	57.3	144.5
SG&A(-)	384.4	357.1	7.6	764.5	750.0	1.9
Provision Expense(-)	201.9	164.8	22.5	367.7	289.8	26.9
Net Income	248.3	215.0	15.5	502.9	483.2	4.1
Net Income in Controlling Interest	242.8	203.4	19.4	492.3	460.2	7.0

## Profitability – Group Subsidiaries Net Income

(KRW bn,%)	24.2Q	23.2Q	YoY(2Q)	24.1H	23.1H	YoY(1H)
<b>Banks(A)</b>	<b>229.3</b>	197.2	16.3	455.7	427.5	6.6
BSB	126.2	120.9	4.4	251.4	266.2	-5.6
KNB	103.1	76.3	35.1	204.3	161.3	26.7
<b>Non-Banks(B)</b>	<b>41.4</b>	42.2	-1.9	96.1	100.6	-4.5
Capital	42.4	38.6	9.8	76.9	71.2	8.0
Securities	-7.4	-0.3	-	7.2	18.8	-61.7
MSB	0.7	-1.5	Net Gain	1.5	-0.8	Net Gain
AM	2.2	2.1	4.8	5.5	5.8	-5.2

**NI 242.8 KRW bn**

(YoY +19.4%)

- Although provisions were +37.1 bn, earnings bef. Prov. increased by 52.3 bn, leading NI up by 39.4 KRW bn

**Core Inc. 880.6 KRW bn**

(YoY +9.9%)

- Int.-eam. asset growth led int. in. up by 22.0 KRW bn even with flat margins
- Securities related income increase led non-int. income up by 57.6 KRW bn

**SG&A 384.4 KRW bn**

(YoY +7.6%)

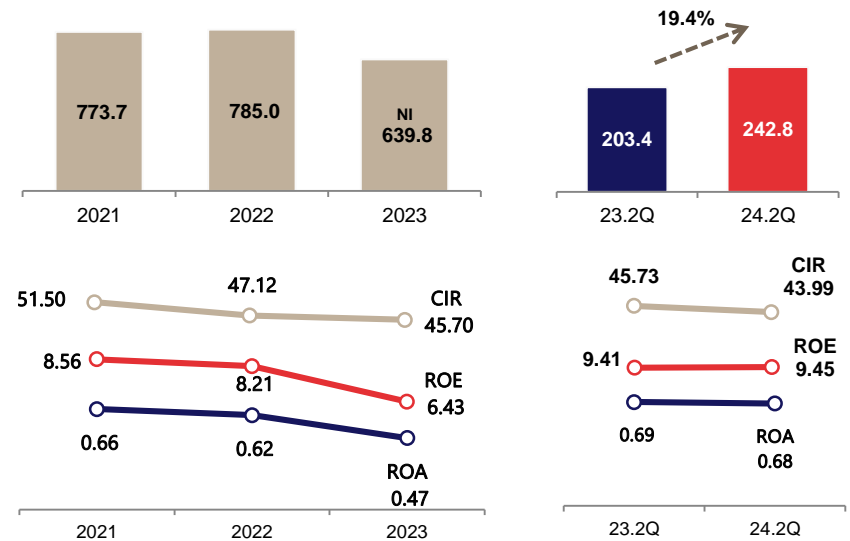
- Due to increase in labor costs (natural increments), SG&A increased by 27.3 KRW bn YoY

**Prov. Exp. 201.9 KRW bn**

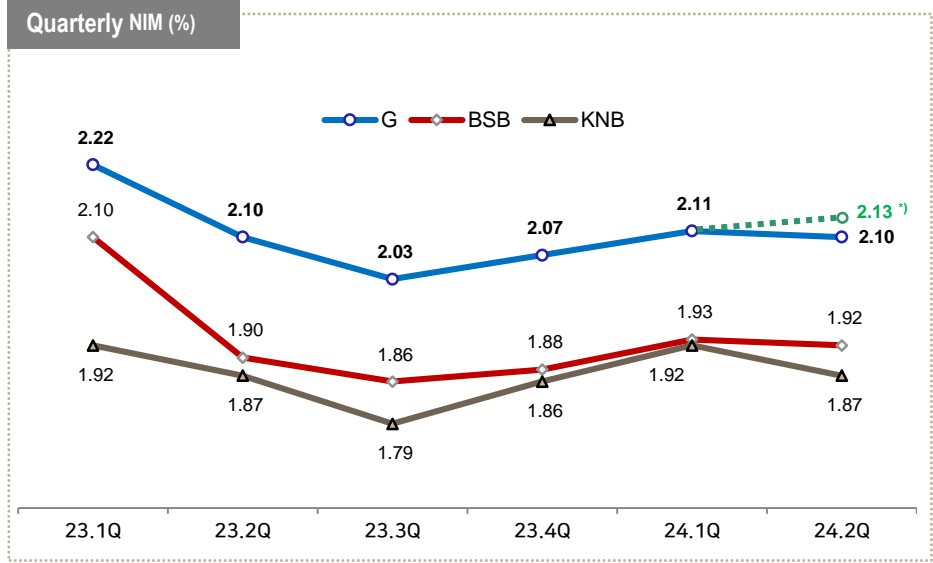
(YoY +22.5%)

- Provisions re. tightened PF feasibility evaluation criteria and Loss Absorp.Cap. Enh. Prov. led 37.1 KRW bn increase (Add.Prov.: BSB 37.5, KNB 13.2, Sec. 7.3)

## Profitability – Group Net Income(KRW bn), Group ROA/ROE(%)



## Profitability, Growth



\*NIM calculation for Capital to be changed from 3Q24; Group NIM of 2Q24 will be presented as 2.13%.  
(For Capital, fees related to lease-rentals, currently included to NIM, will be excluded for Capital's NIM calculation from 3Q24)

**NIM 2.10%**  
(QoQ -1bp)

- Bank's decline in NIS led NIM down slightly
- BSB 1.92%(-1bp), KNB 1.87%(-5bps)  
Capital 4.59%(+11bp), MSB 3.37%(-4bps)

**Assets 150.1KRWtn** (YTD 3.0%)  
**Loans 106.3KRWtn** (YTD +0.3%)  
**Sec. 28.3KRWtn** (YTD +12.2%)

**RWA 76.7 KRWtn**  
(YTD +0.4%)

- KRW Loans avg. RW 46.5%,  
Securities avg. RW 38.3%  
(YTD +0.2%p, -1.7%p respectively)

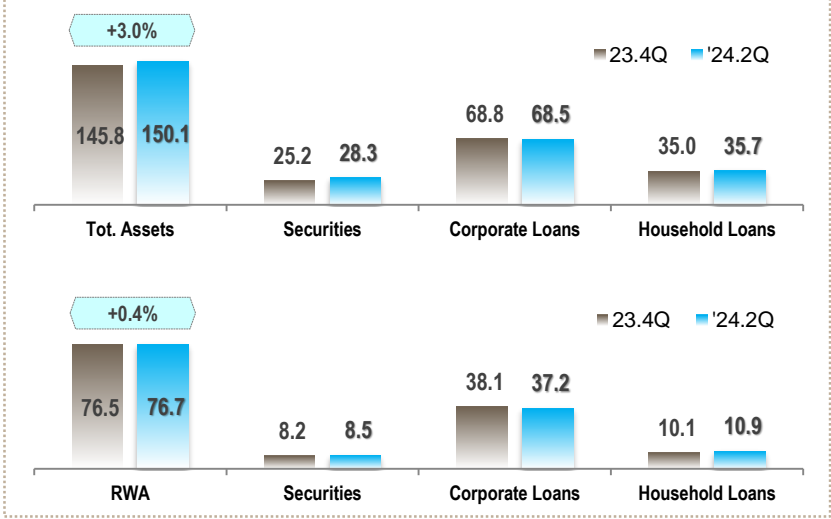
**KRW Deposits 95.5 KRWtn**  
(YTD +0.7%)\*for banks

- Adequate deposit growth balanced with the loan growth, while improving funding structure continuously
- Low-cost deposits up by 2.8% YTD

## Major Indicators (KRW tn, Balance)

(KRW tn, %)	23.4Q	24.1Q	24.2Q	YTD
Total Assets	145.8	149.0	150.1	+3.0%
RWA	76.5	76.0	76.7	+0.4%
KRW Loans	106.1	106.6	106.3	+0.3%
KRW Deposits (Monthly Balance)	118.9	120.2	119.6	+0.6%

## Assets & RWA (KRW tn, Balance)



# 2024 2Q Highlights (3)

I

II

III

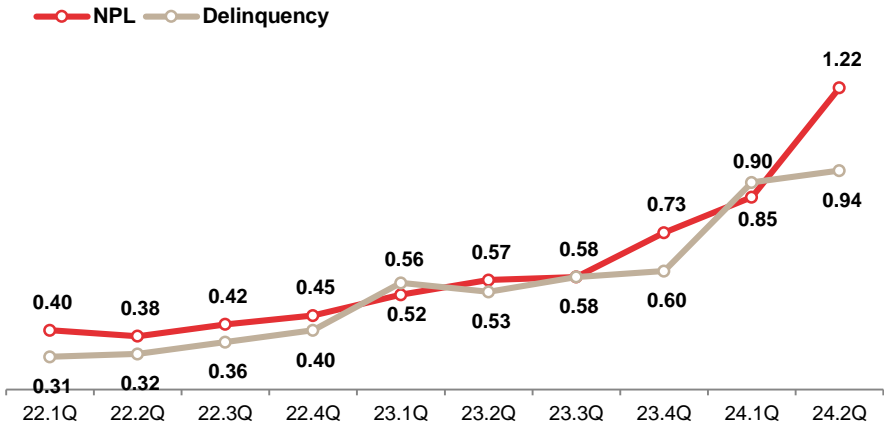
IV

V

VI

## Asset Quality, Capital Adequacy – NPL & Delinquency Ratio, Group Capital Adequacy

Group NPL Ratio, Group Delinquency Ratio(%)



**NPL Ratio 1.22%**

(QoQ +37bps)

- Tightened real estate PF bus. feasibility evaluation criteria and economic slowdown led NPL ratio↑
- BSB 0.74%(+30bps), KNB 0.43%(-3bps)

**Del. Ratio 0.94%**

(QoQ +4bps)

- Increase in delinquencies from BSB and Capital led del. ratio up by 4bps QoQ
- BSB 0.67%(+5bps), KNB 0.45%(-)

**CCR 0.65%**

(YoY +12bps)

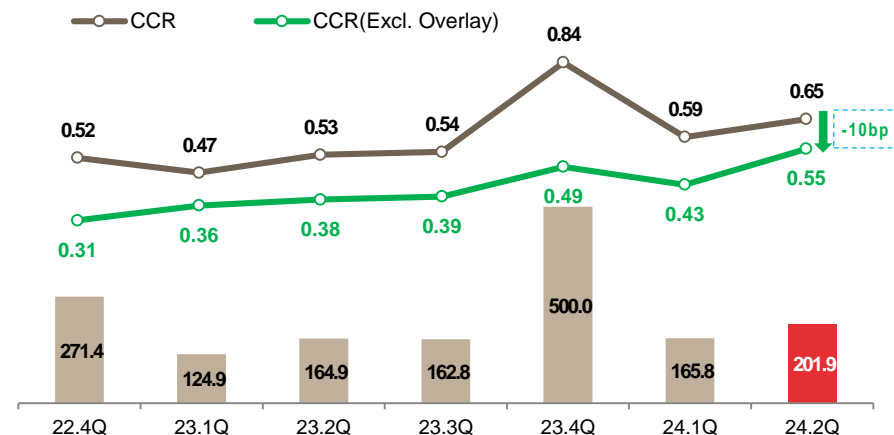
- Add. Loss Absorp. Cap. & increased insol. led prov. etc. led yearly increase (CCR 0.55% excl. Overlay)

**CET1 Ratio 12.16%**

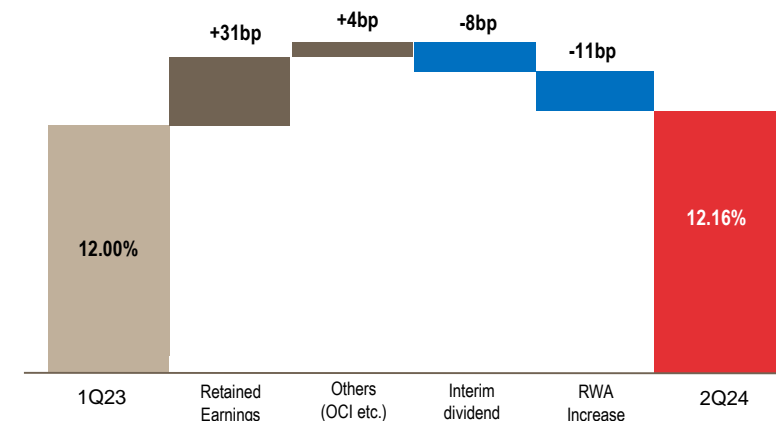
(QoQ +16bps)

- Active RWA mgt. & earnings growth led CET1 ratio up by 16bps QoQ
- ※ RWA increased by 0.91% QoQ

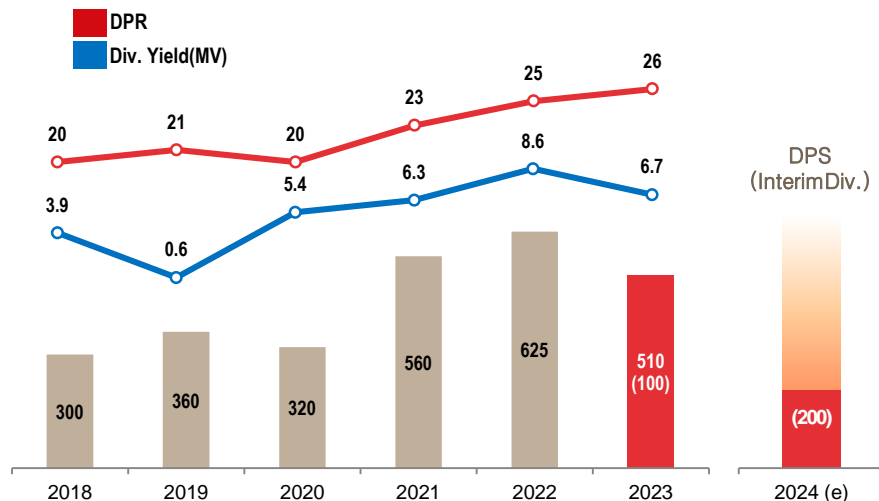
Group Provision Expense(KRW bn), CCR(%)



CET1 Ratio Movement



DPR(%), Div. Yield(MV)(%), DPS(Won)



(KRW bn, %, Won)	2023	2022	2021	2020	2019	2018
Net Income	639.8	810.2	791.0	519.3	562.2	502.1
Tot. Payout	164.3	202.8	181.7	103.8	114.1	97.8
DPR	26	25	23	20	21	20
DPS	510	625	560	320	360	300
Dividend Yield(MV)	6.7	8.6	6.3	5.4	4.6	3.9
Outstanding Shares(mil.)	322	324	324	324	325	325
Share buyback/ Cancellations	16.0	-	-	-	-	-
(Shareholder return ratio)	2.5	-	-	-	-	-
TSR	28.5	25.0	23.0	20.0	21.0	20.0

## Shareholder Return Plan

### ■ Cancel all shares repurchased in 1H24, enhancing shareholder value

- Total number of shares to be cancelled in 3Q : 1,651,711 (i.e., 13.0 KRW bn)

### ■ Payout interim dividends of DPS 200 KRW

- Payout interim dividends by the revised policy(i.e., Investors will be able to check the amount and schedule of dividends before investing)

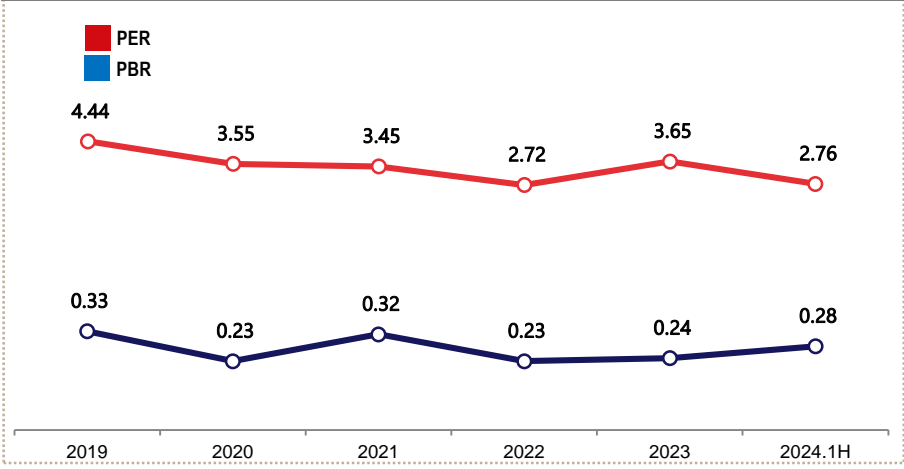
### ■ Implement additional share buybacks and cancellations amounting to 20 KRW bn. in 2H24

### ■ Share buybacks and cancellations executed in 2024 will be included to TSR in 2024

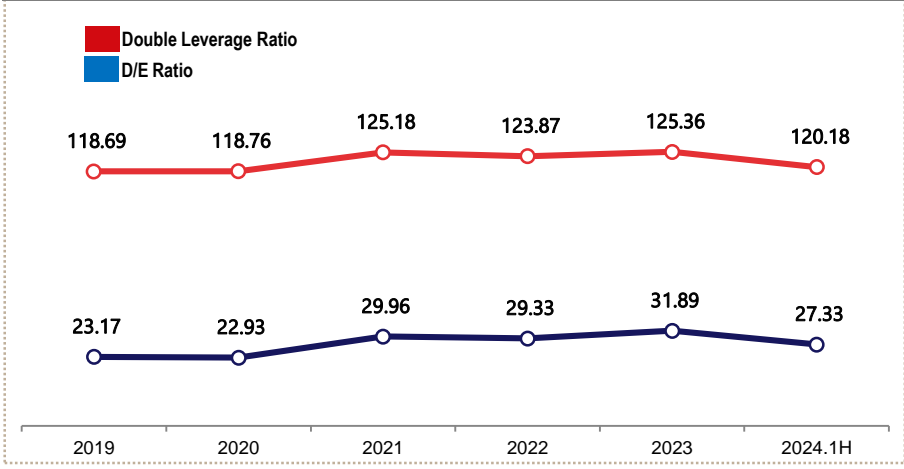
- 13.0 KRW bn in 1H24 & 20.0 KRW bn in 2H24 will be included to TSR in 2024

# 2024 2Q Earnings Reference Material

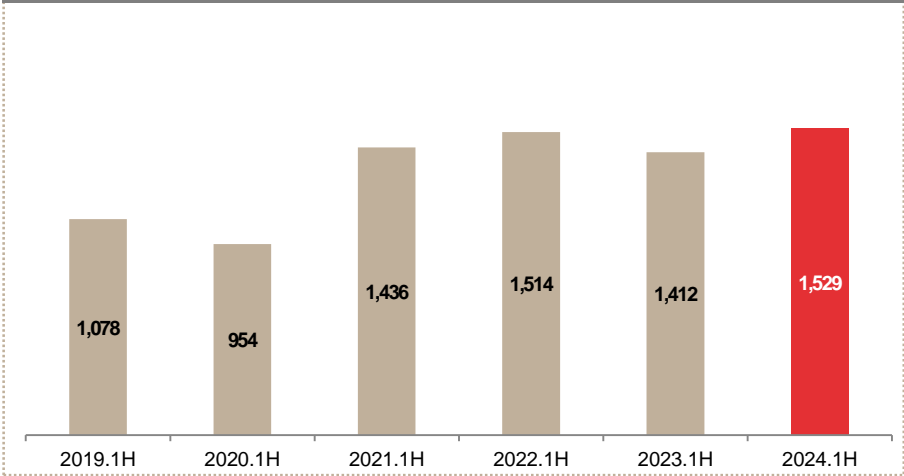
Group PER, PBR



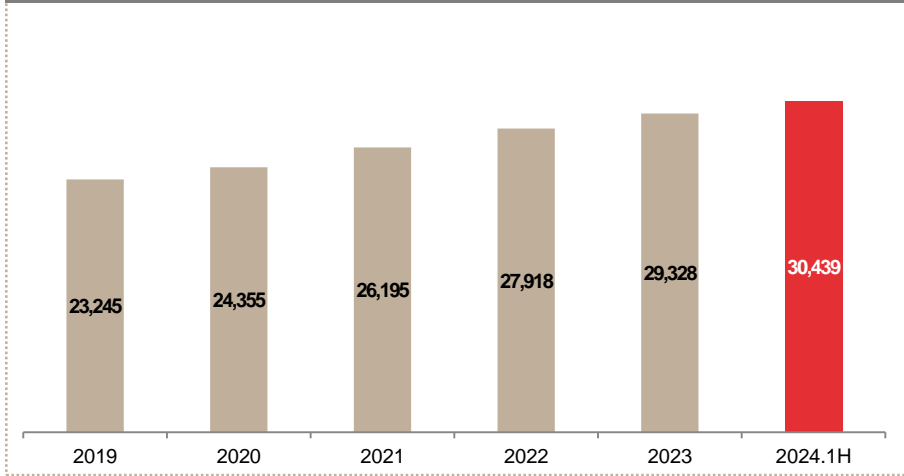
Group Double Leverage Ratio, D/E Ratio(%)



Group Half Year EPS[KRW]



Group BPS[KRW]



# 2024 2Q Highlights\_Group Structure

I II III IV V VI

(%, KRW bn, Accumulated)

## BNKFG

Est : 2011.03.15 / Tot. Assets: 150,088.8  
NI : 492.3 / Employees : 7,879

BSB	KNB	Capital	Securities	MSB	AM	VC	Credit Info.	System
Est: 1967.10.10 Branches : 216 Employees : 3,512	Est: 1970.05.22 Add : 2014.10.10 Branches : 155 Employees : 2,579	Est: 2010.07.15 Branches : 13 Employees : 530	Est: 1997.06.02 [Sec. Add : 2009.11] Branches : 4 Employees : 363	Est: 2011.12.13 Branches : 7 Employees : 142	Est: 2008.07.15 Add : 2015.07.28 Employees : 75	Est: 2009.03.24 Add : 2019.11.15 Employees : 23	Est: 2003.06.17 Indus. : Collection Employees : 166	Est: 2011.05.20 Indus. : IT Employees : 336
Share's Owned	Share's Owned	Share's Owned	Share's Owned	Share's Owned	Share's Owned	Share's Owned	Share's Owned	Share's Owned
100%	100%	100%	100%	100%	100%	100%	100%	100%
Tot. Assets	Tot. Assets	Tot. Assets	Tot. Assets	Tot. Assets	Tot. AUM	Tot. Assets	Tot. Assets	Tot. Assets
77,983.1	51,547.1	9,363.1	8,351.5	1,903.7	10,780.5	57.9	30.0	46.1
Net Income	Net Income	Net Income	Net Income	Net Income	Net Income	Net Income	Net Income	Net Income
251.4	204.3	76.9	7.2	1.5	5.5	1.6	1.5	1.9

### Affiliates

Cambodia	Myanmar	Laos Leasing	Laos MFI	Kazakhstan	Kyrgyzstan
Est: 2014.03.07 Employees : 321 Share's Owned : 100% Tot Assets: 103.3 KRW/bn 2015.06 Start	Est: 2014.03.21 Employees : 458 Share's Owned : 100% Tot Assets : 44.3 2014.12 Start	Est: 2015.04.24 Employees : 45 Share's Owned : 97% Tot. Assets : 39.4 2015.07 Start	Est: 2022.09.16 Employees : 31 Share's Owned : 100% Tot Assets : 15.3 2022.12 Start	Est: 2018.06.01 Employees : 109 Share's Owned : 100% Tot. Assets : 64.0 2018.11 Start	Est: 2022.09.16 Employees : 23 Share's Owned : 100% Tot. Assets : 13.0 2022.12 Start

# Profitability\_Group Earnings

I

II

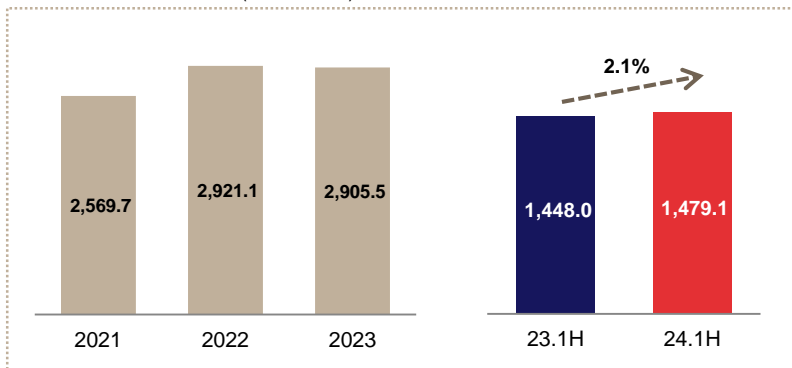
III

IV

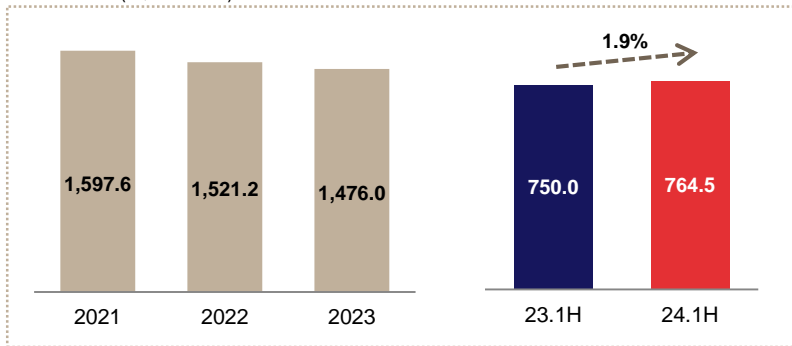
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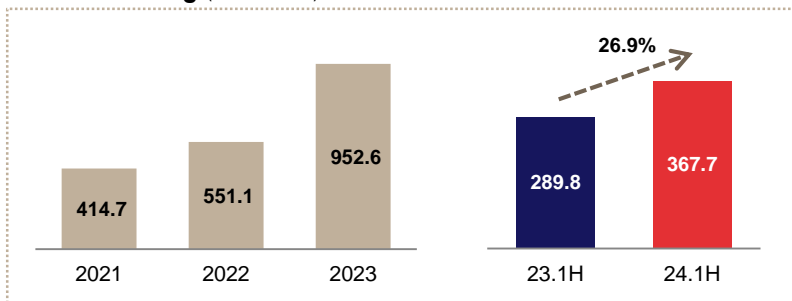
## Interest Income (% , KRW bn)



## SG&A (% , KRW bn)

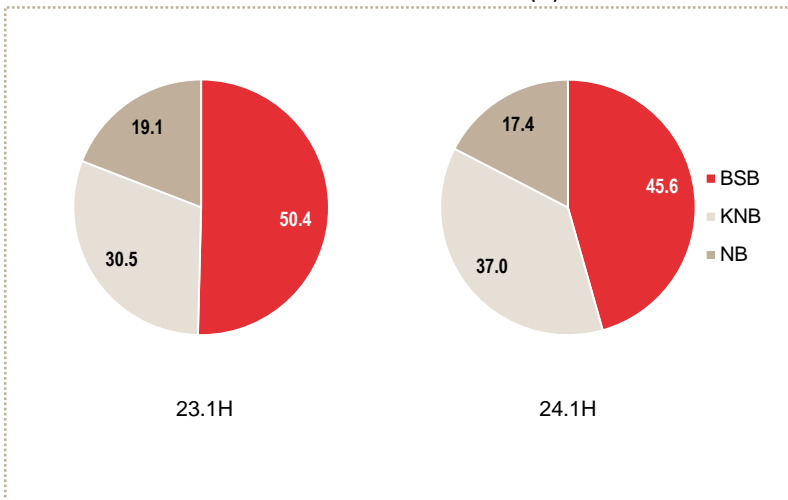


## Provisioning (% , KRW bn)

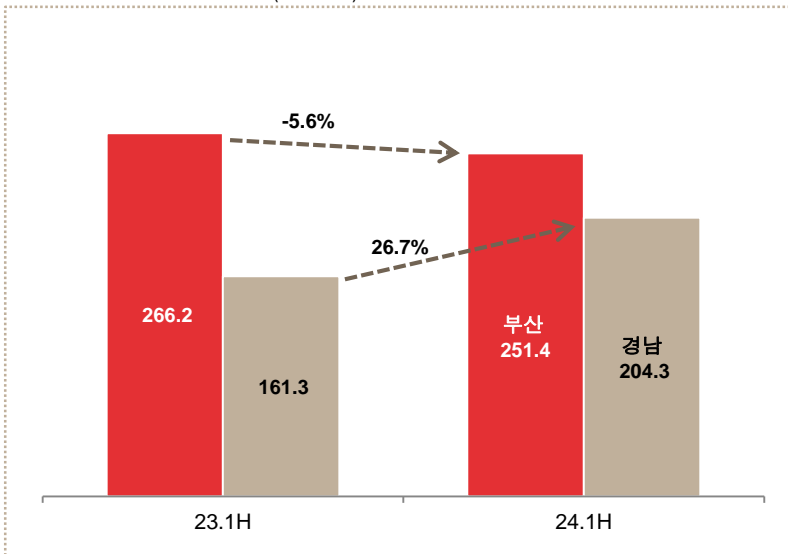


(KRW bn, %)	24.1H	23.1H	YoY	24.2Q	24.1Q	QoQ
Net Interest Income	1,479.1	1,448.0	2.1	739.1	740.0	-0.1
Net Fee Income	118.8	134.8	-11.9	50.5	68.3	-26.1
Others	140.1	57.3	144.5	91.0	49.1	85.3
SG&A(-)	764.5	750.0	1.9	384.4	380.1	1.1
Provision Expense(-)	367.7	289.8	26.9	201.9	165.8	21.8
Non-Operating Income	56.8	28.0	102.9	26.2	30.6	-14.4
Earnings Before Income Tax	662.6	628.3	5.5	320.5	342.1	-6.3
Income Tax Expense(-)	159.7	145.1	10.1	72.2	87.5	-17.5
Net Income(A)	502.9	483.2	4.1	248.3	254.6	-2.5
Net Income in Non-Controlling Interest(B)	10.6	23.0	-53.9	5.5	5.1	7.8
Net Income in Controlling Interest(C) (C) = (A) - (B)	492.3	460.2	7.0	242.8	249.5	-2.7

## □ Banks & Non-Bank Net Income Portion (%)

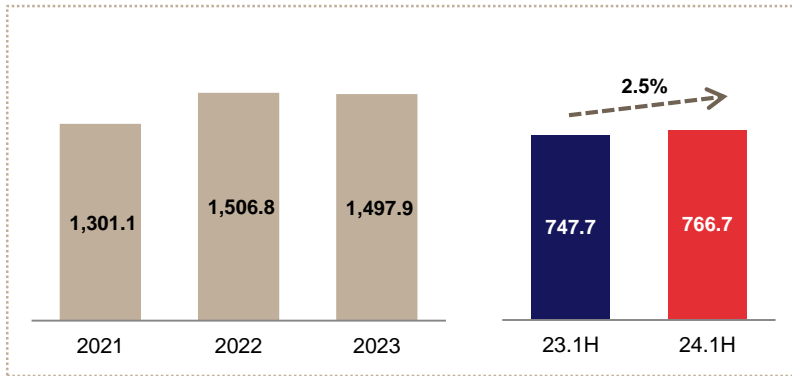


## □ Banks Net Income (KRW bn)

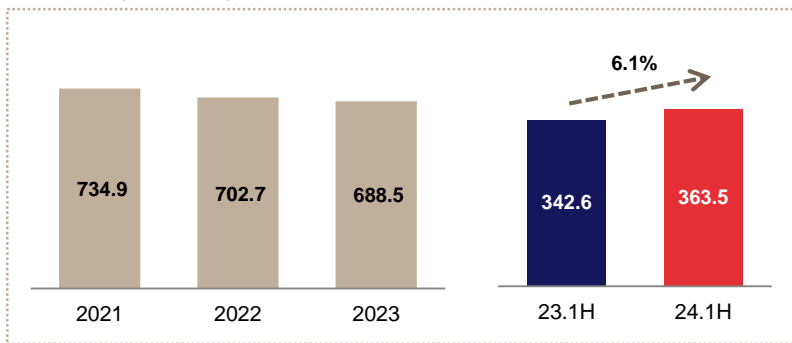


(KRW bn,%)	24.1H	23.1H	YoY	24.2Q	24.1Q	QoQ
<b>Bank(A)</b>	<b>455.7</b>	427.5	6.6	229.3	226.4	1.3
BSB	<b>251.4</b>	266.2	-5.6	126.2	125.2	1.0
KNB	<b>204.3</b>	161.3	26.7	103.1	101.2	1.9
<b>Non-Bank(B)</b>	<b>96.1</b>	100.6	-4.5	41.4	54.7	-13.3
Capital	<b>76.9</b>	71.2	8.0	42.4	34.5	7.9
Securities	<b>7.2</b>	18.8	-61.7	-7.4	14.6	Net loss
MSB	<b>1.5</b>	-0.8	Net gain	0.7	0.8	-0.1
AM	<b>5.5</b>	5.8	-5.2	2.2	3.3	-1.1
Venture Capital	<b>1.6</b>	1.7	-5.9	2	-0.4	Net gain
Credit Info	<b>1.5</b>	1.6	-6.3	0.7	0.8	-0.1
System	<b>1.9</b>	2.3	-17.4	0.8	1.1	-0.3
<b>Financial Group &amp; Unconsolidated Portion(C)</b>	<b>-48.9</b>	-44.9	8.9	-22.4	-26.5	4.1
<b>Net Income in Non-Controlling Interest(D)</b>	<b>10.6</b>	23.0	-53.9	5.5	5.1	0.4
<b>Net Income in Controlling Interest(E) (E=A+B+C-D)</b>	<b>492.3</b>	460.2	7.0	242.8	249.5	-6.7

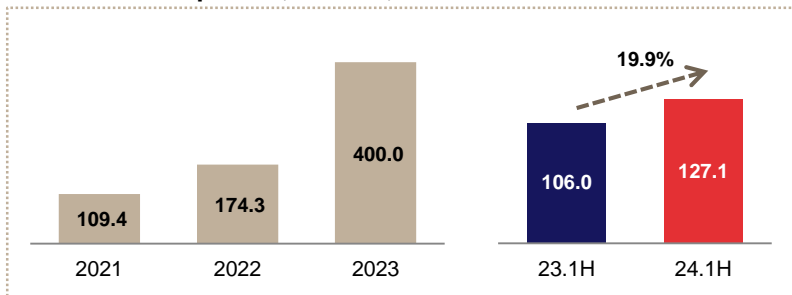
## Interest Income (% , KRW bn)



## SG&A (% , KRW bn)

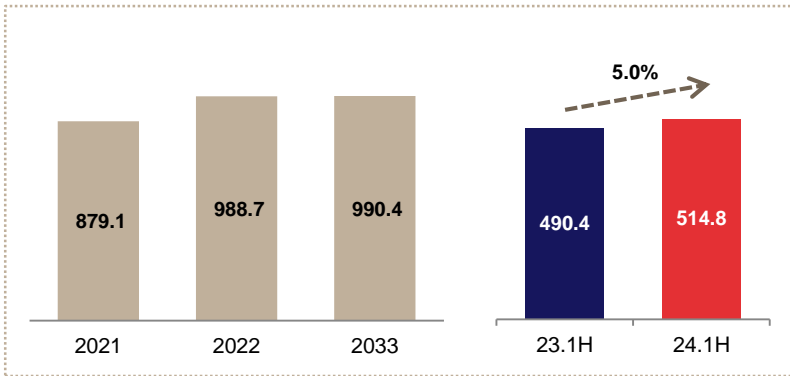


## Provision Expense (% , KRW bn)

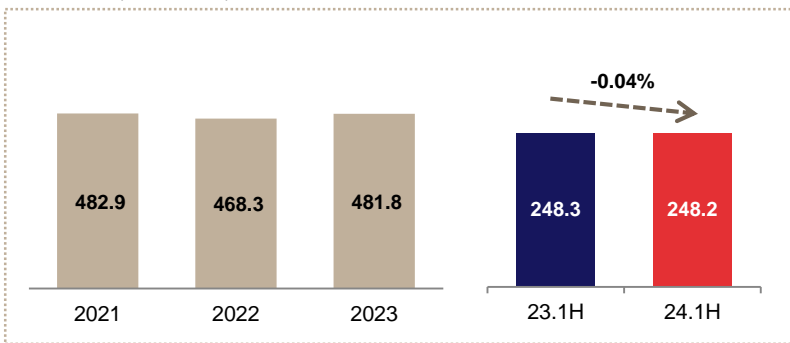


(KRW bn,%)	24.1H	23.1H	YoY	24.2Q	24.1Q	QoQ
Net Interest Income	766.7	747.7	2.5	383.8	382.9	0.2
Net Fee Income	22.3	34.9	-36.1	6.8	15.5	-56.1
Fees from Trust Account	8.1	7.4	9.5	4.2	3.9	7.7
Others	-12.3	-16.6	-25.9	-5.3	-7.0	-24.3
SG&A(-)	363.5	342.6	6.1	188.0	175.5	7.1
Provision Expense(-)	127.1	106.0	19.9	55.8	71.4	-22.0
Net Operating Income	294.2	324.8	-9.4	145.8	148.4	-1.8
Non-Operating Income	28.9	15.4	87.7	13.2	15.7	-15.9
Earnings Before Income Taxes	323.1	340.2	-5.0	159	164.1	-3.1
Income Tax Expenses(-)	71.7	74.0	-3.1	32.8	38.9	-15.7
Net Income	251.4	266.2	-5.6	126.2	125.2	0.8

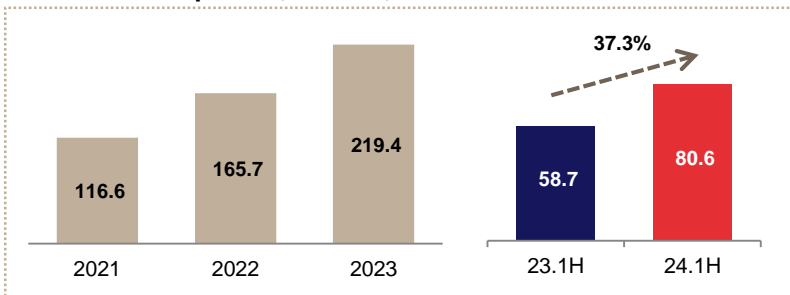
## Interest Income (% , KRW bn)



## SG&A (% , KRW bn)

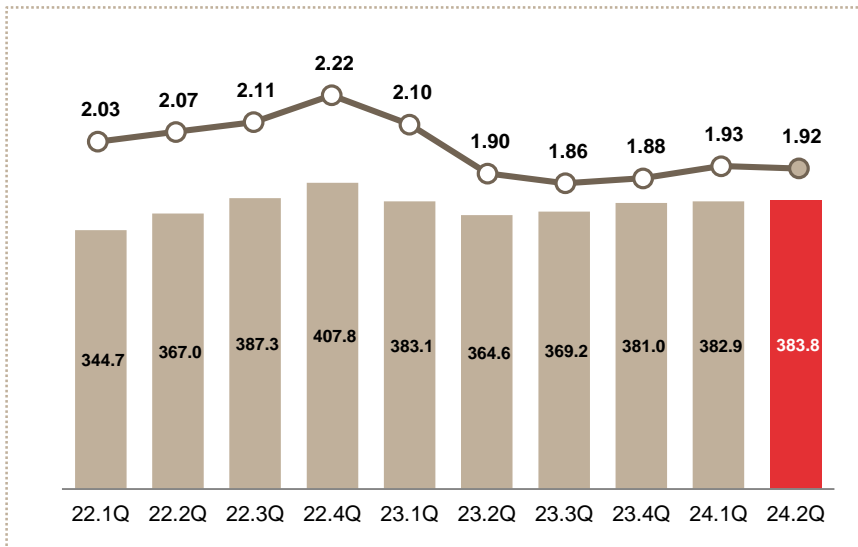


## Provision Expense (% , KRW bn)



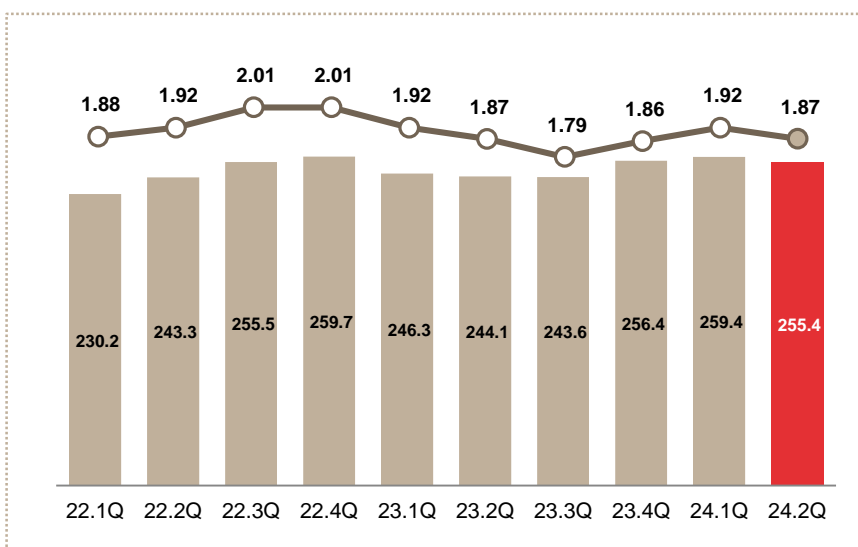
(KRW bn, %)	24.1H	23.1H	YoY	24.2Q	24.1Q	QoQ
Net Interest Income	514.8	490.4	5.0	255.4	259.4	-1.5
Net Fee Income	26.1	20.1	29.9	10.3	15.8	-34.8
Fees from Trust Account	5.3	4.7	12.8	2.7	2.6	3.8
Others	33.7	-13.4	Net gain	27.9	5.8	381.0
SG&A(-)	248.2	248.3	-0.04	121.5	126.7	-4.1
Provision Expense(-)	80.6	58.7	37.3	50.7	29.9	69.6
Net Operating Income	251.1	194.8	28.9	124.1	127.0	-2.3
Non-Operating Income	12.5	11.7	6.8	8.9	3.6	147.2
Earnings Before Income Taxes	263.6	206.5	27.7	133.0	130.6	1.8
Income Tax Expenses(-)	59.3	45.2	31.2	29.9	29.4	1.7
Net Income	204.3	161.3	26.7	103.1	101.2	1.9

## BSB Quarterly Interest Income & NIM (% , KRW bn)



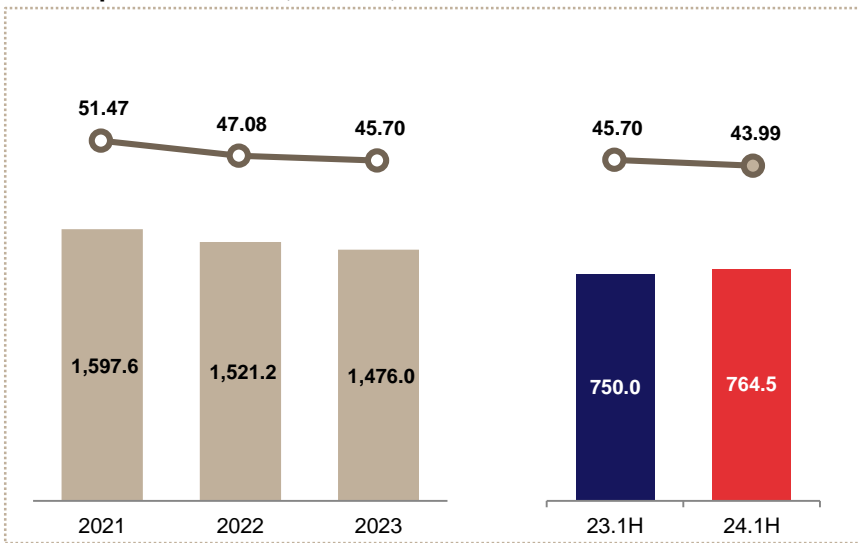
(%, KRW tn)	24.2Q	24.1Q	23.4Q	23.3Q	23.2Q
<b>Quarterly NIM</b>	1.92	1.93	1.88	1.86	1.90
<b>Quarterly NIS</b>	2.24	2.25	2.16	2.15	2.22
Interest Rate on KRW Loans	5.19	5.32	5.28	5.19	5.20
Interest Rate paid on KRW Deposits	2.95	3.07	3.12	3.04	2.98
Average Interest Earning Assets	70.9	70.3	70.8	69.4	67.8
<b>Accumulated NIM</b>	1.93	1.93	1.93	1.95	2.00

## KNB Quarterly Interest Income & NIM (% , KRW bn)



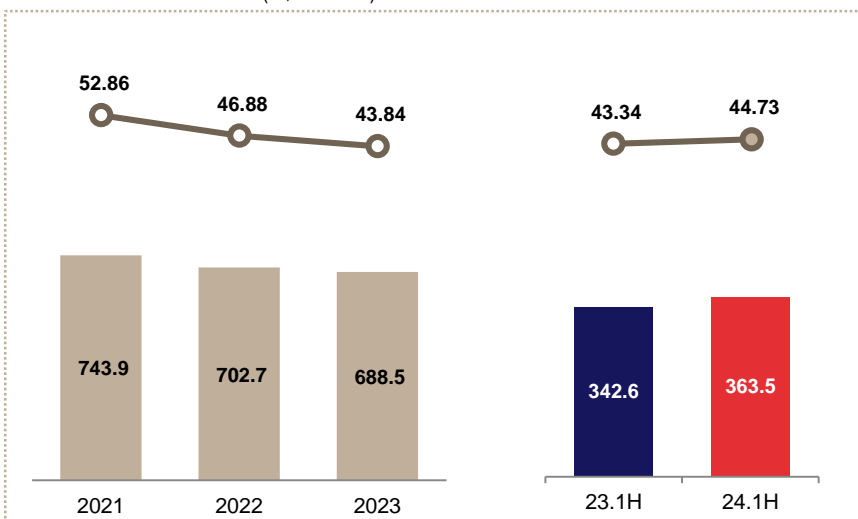
(%, KRW tn)	24.2Q	24.1Q	23.4Q	23.3Q	23.2Q
<b>Quarterly NIM</b>	1.87	1.92	1.86	1.79	1.87
<b>Quarterly NIS</b>	2.16	2.25	2.17	2.13	2.20
Interest Rate on KRW Loans	5.15	5.31	5.30	5.22	5.21
Interest Rate paid on KRW Deposits	3.00	3.06	3.13	3.09	3.01
Average Interest Earning Assets	47.4	47.3	47.4	46.8	45.6
<b>Accumulated NIM</b>	1.90	1.92	1.86	1.86	1.89

## Group SG&A & CIR (% , KRW bn)

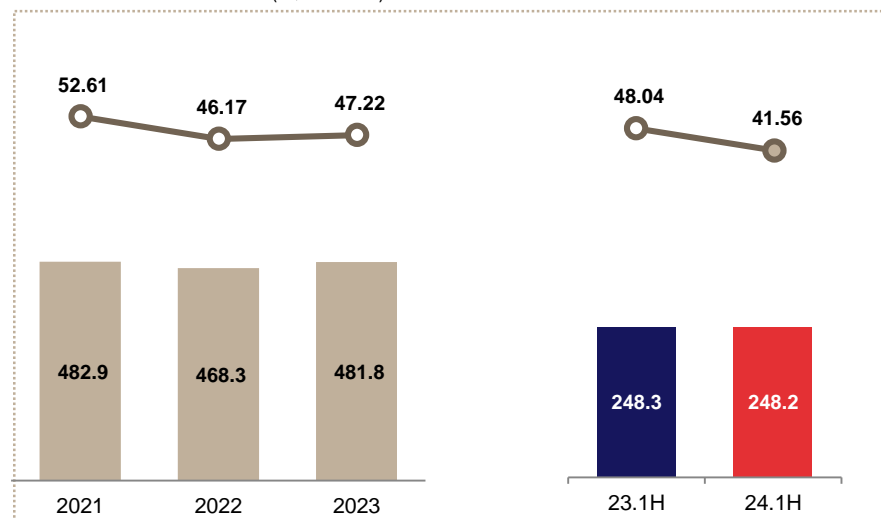


(KRW bn, %)	24.1H	23.1H	YoY	24.2Q	24.1Q	QoQ
SG&A	764.5	750.0	1.9	384.4	380.1	1.1
CIR	43.99	45.70	-1.7	43.65	44.34	-0.7

## BSB SG&A & CIR (% , KRW bn)

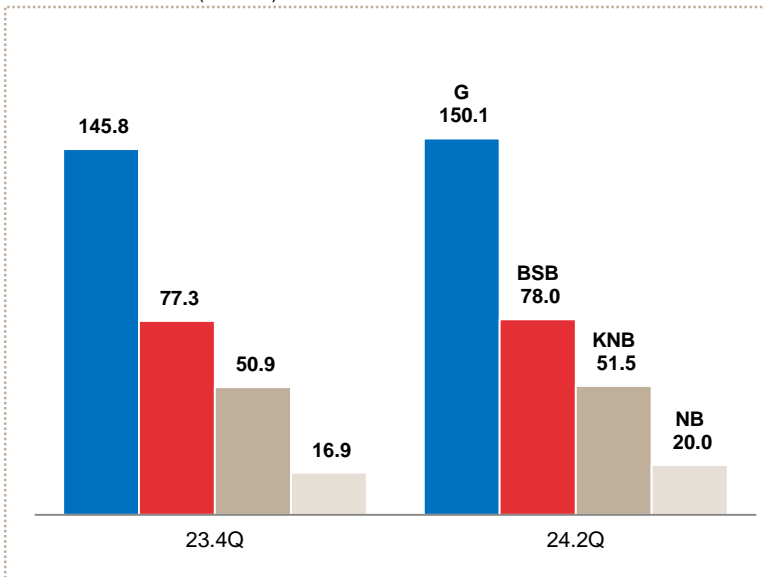


## KNB SG&A & CIR (% , KRW bn)

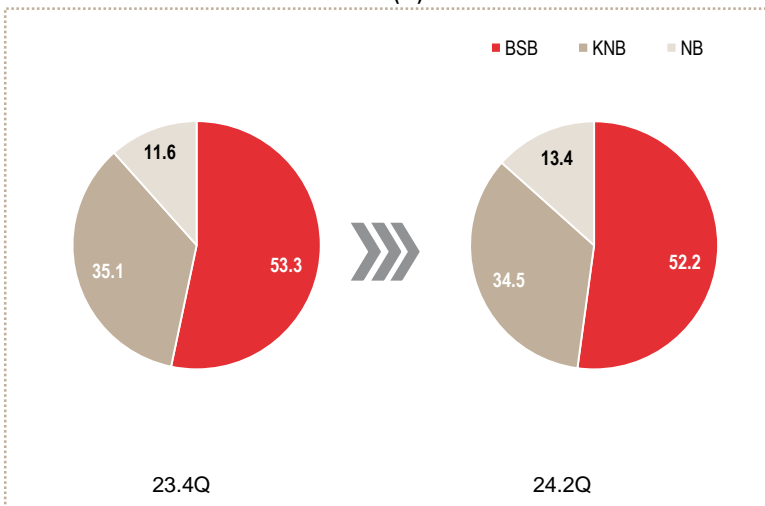


Note) Bank's CIR, non-consolidated

## ☐ Total Assets (KRW tn)



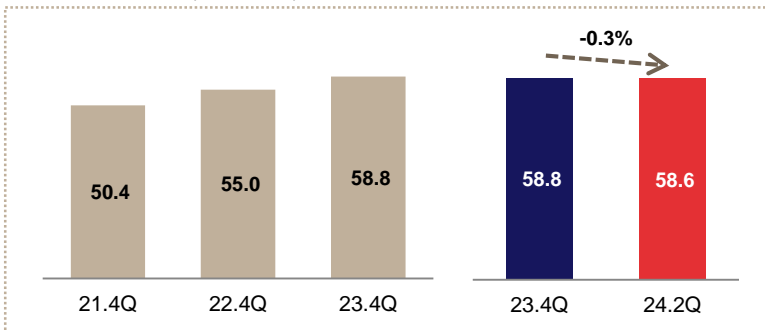
## ☐ Banks & Non-Banks Portion (%)



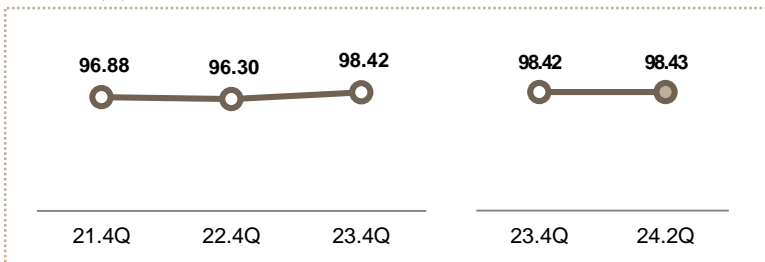
## ☐ Group Total Assets(Excluding Trusts)

(KRW bn,%)	24.2Q	23.4Q	YTD	24.1Q	QoQ
<b>Bank</b>	<b>129,530.2</b>	128,204.5	1.0	129,623.8	-0.1
BSB	77,983.1	77,271.5	0.9	78,352.0	-0.5
KNB	51,547.1	50,933.0	1.2	51,271.8	0.5
<b>Non-Bank</b>	<b>19,958.1</b>	16,904.4	18.1	18,990.0	5.1
Capital	9,353.1	8,972.8	4.2	9,365.2	-0.1
Securities	8,351.5	5,807.5	43.8	7,339.7	13.8
MSB	1,903.7	1,785.6	6.6	1,938.9	-1.8
Asset Mgt.	215.8	211.7	1.9	214.2	0.7
Venture Capital	57.9	56.5	2.5	56.5	2.5
Credit Info	30.0	28.8	4.2	29.6	1.4
System	46.1	41.5	11.1	45.9	0.4
<b>Financial Group &amp; Unconsolidated Portion</b>	<b>600.5</b>	674.7	-11.0	358.0	67.7
<b>Group Total Assets</b>	<b>150,088.8</b>	145,783.6	3.0	148,971.8	0.7

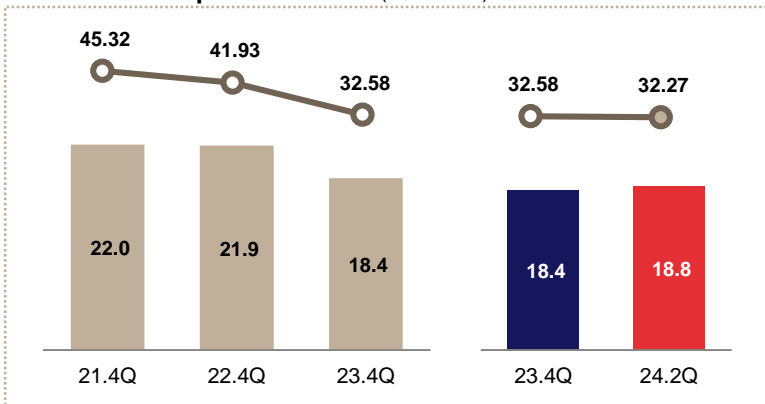
## ▣ KRW Loans (% , KRW tn)



## ▣ LDR (%)



## ▣ Low Cost Deposits & Ratio (% , KRW tn)

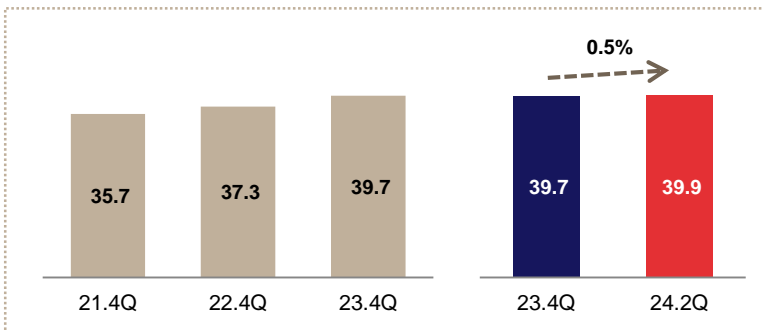


(KRW bn, %, Balance)	24.2Q	23.4Q	YTD	24.1Q	QoQ
<b>KRW Loans<sup>1)</sup></b>	<b>58,575.6</b>	58,768.1	-0.3	58,943.2	-0.6
Corporate	37,859.0	37,979.6	-0.3	38,127.7	-0.7
SME	34,678.0	34,854.6	-0.5	35,058.4	-1.1
(SOHO) <sup>2)</sup>	16,613.6	16,855.0	-1.4	16,770.5	-0.9
Large Corps.	3,181.0	3,125.0	1.8	3,069.3	3.6
Household	19,328.8	19,263.4	0.3	19,279.9	0.3
Mortgage	14,706.7	14,675.2	0.2	14,737.6	-0.2
Public	1,387.8	1,525.1	-9.0	1,535.6	-9.6
<b>Foreign Currency Loans<sup>1)</sup></b>	<b>878.7</b>	735.8	19.4	761.2	15.4
<b>KRW Deposits<sup>1)</sup></b>	<b>57,927.6</b>	57,745.2	0.3	59,215.9	-2.2
Low Cost Deposits	18,726.1	18,347.8	2.1	19,699.7	-4.9
Core Deposits	15,713.0	15,279.4	2.8	15,586.4	0.8
MMDA	3,013.1	3,068.4	-1.8	4,113.3	-26.7

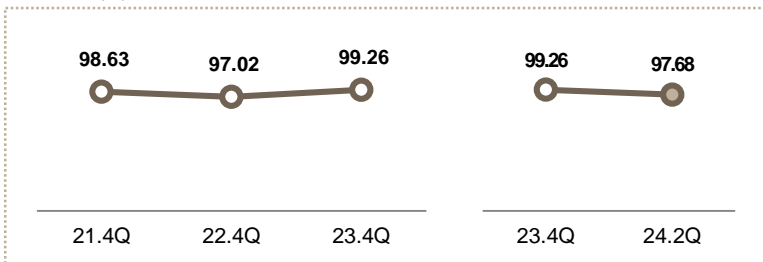
(KRW bn, %, %p, Average Balance)	24.2Q	23.4Q	YTD	24.1Q	QoQ
<b>Low-Cost Deposits(A)</b>	<b>18,752.9</b>	18,373.6	2.1	18,713.8	0.2
Core Deposits <sup>2)</sup>	15,028.7	15,463.1	-2.8	14,980.9	0.3
MMDA	3,724.2	2,910.5	28.0	3,732.9	-0.2
KRW Deposits(B)	58,113.6	56,389.7	3.1	58,238.6	-0.2
A / B	32.27	32.58	-0.31	32.13	0.14

1) Unconsolidated FS, 2) SOHO(≤3 KRW bn) , 3) Core Deposits : Demand + Savings(Ex. MMDA)

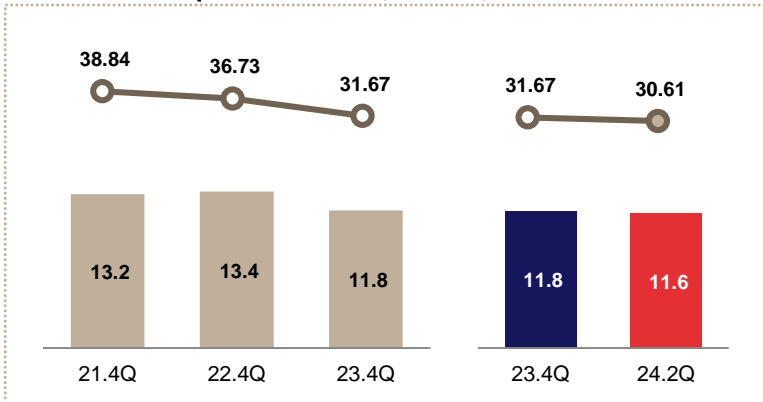
## KRW Loans (% , KRW tn)



## LDR (%)



## Low Cost Deposits & Ratio (% , KRW tn)

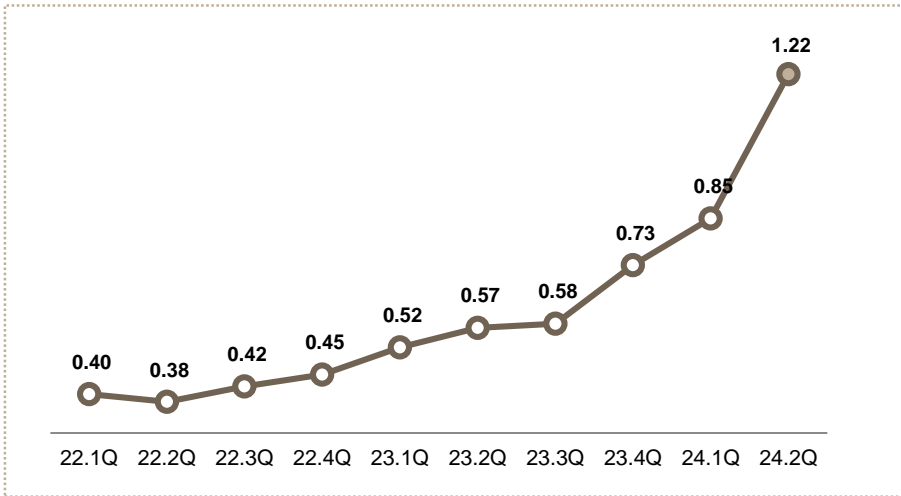


(KRW bn, %, Balance)	24.2Q	23.4Q	YTD	24.1Q	QoQ
<b>KRW Loans<sup>1)</sup></b>	<b>39,864.3</b>	39,668.9	0.5	39,974.8	-0.3
Corporate	26,700.2	26,779.5	-0.3	27,000.2	-1.1
SME	24,668.6	24,849.6	-0.7	24,960.3	-1.2
(SOHO) <sup>2)</sup>	8,074.6	8,141.7	-0.8	8,151.3	-0.9
Large Corps.	2,031.5	1,929.9	5.3	2,039.9	-0.4
Household	12,787.0	12,472.8	2.5	12,570.3	1.7
Mortgage	9,415.6	9,770.5	-3.6	9,678.6	-2.7
Public	377.1	416.6	-9.5	404.3	-6.7
<b>Foreign Currency Loans<sup>1)</sup></b>	<b>93.7</b>	76.5	22.5	74.4	25.9
<b>KRW Deposits<sup>1)</sup></b>	<b>37,592.0</b>	37,144.2	1.2	37,216.8	1.0
Low Cost Deposits	11,548.5	11,090.4	4.1	11,759.4	-1.8
Core Deposits	10,327.9	9,807.7	5.3	10,371.2	-0.4
MMDA	1,220.6	1,282.7	-4.8	1,388.2	-12.1

(KRW bn, %, %p, Average Balance)	24.2Q	23.4Q	YTD	24.1Q	QoQ
<b>Low-Cost Deposits(A)</b>	<b>11,562.0</b>	11,752.5	-1.6	11,476.6	0.7
Core Deposits <sup>2)</sup>	10,317.1	10,435.9	-1.1	10,259.4	0.6
MMDA	1,244.8	1,316.6	-5.5	1,217.2	2.3
KRW Deposits(B)	37,767.9	37,109.6	1.8	37,806.4	-0.1
A / B	30.61	31.67	-1.06	30.36	0.25

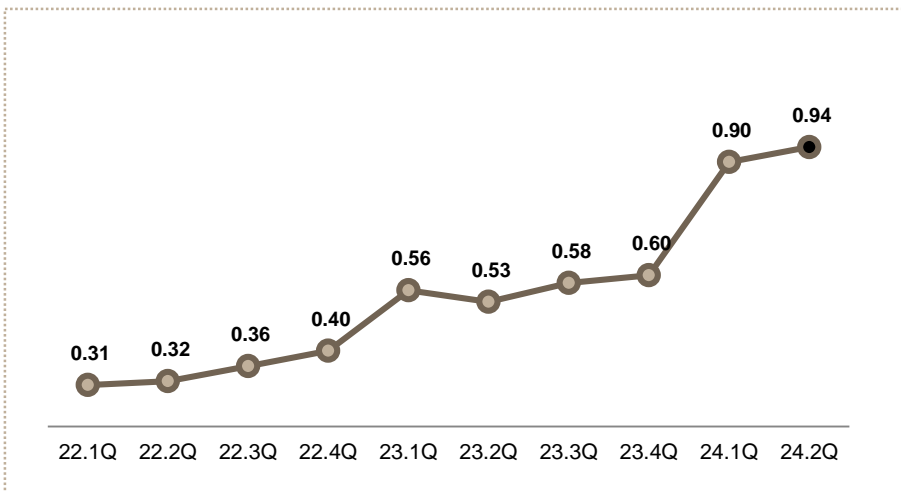
1) Unconsolidated FS, 2) SOHO(≤2 KRW bn) , 3) Core Deposits : Demand + Savings(Ex. MMDA)

## □ SBL(NPL) Ratio (%)



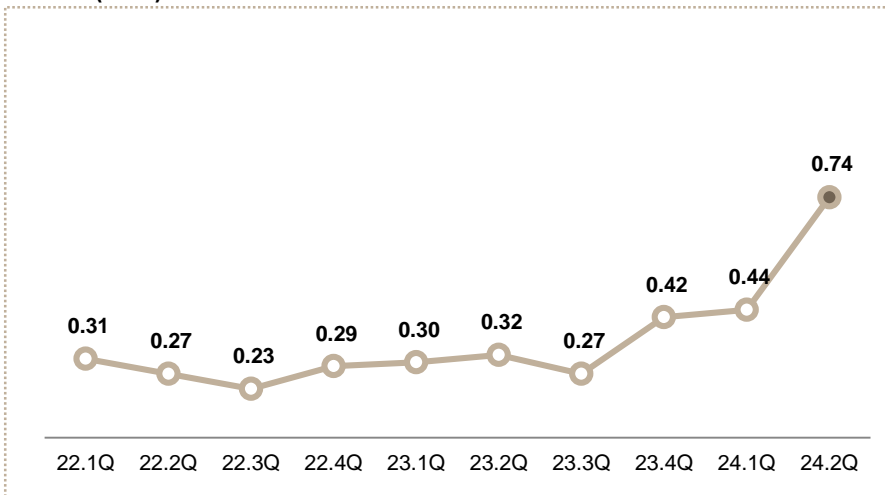
Note) Excluding Overseas subsidiaries, Consolidated SPC etc.

## □ Delinquency Ratio (%)

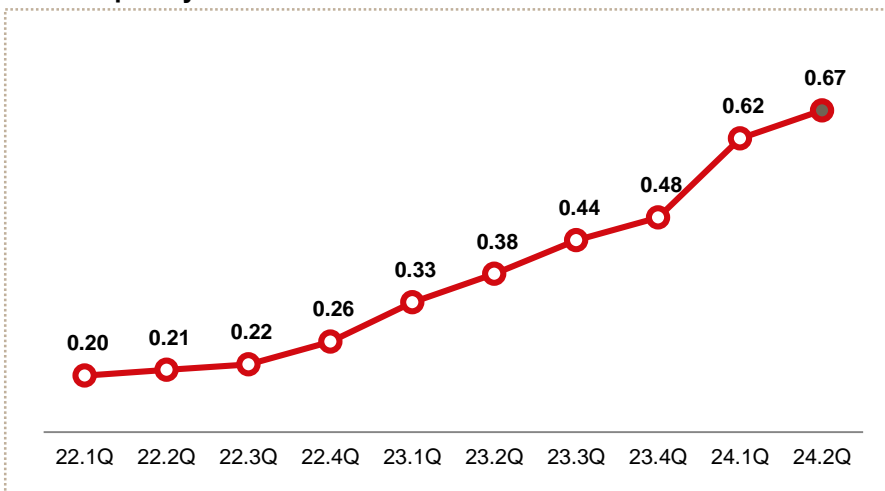


(KRW bn, %, %p)	24.2Q	23.4Q	YTD	24.1Q	QoQ
<b>Total Credits</b>	<b>113,879.0</b>	112,822.70	0.9	113,643.2	0.2
Normal	111,001.2	110,522.80	0.4	110,988.2	0.0
Precautionary	1,494.0	1,475.10	1.3	1,690.5	-11.6
Substandard	817.0	485	68.5	581.5	40.5
Doubtful	434.4	197.2	120.3	203.8	113.2
Expected Loss	132.4	142.6	-7.2	179.2	-26.1
SBL(Substandard & Below Loans)	1,384.8	824.8	67.9	964.5	43.6
<b>SBL Ratio</b>	<b>1.22</b>	0.73	0.49	0.85	0.37
SBL Coverage Ratio (Ratio before Reserve deduction)	111.46 (144.37)	177.99 (222.00)	-66.53 (-77.63)	158.11 (197.52)	-46.65 (-53.15)
<b>Delinquency Ratio</b>	<b>0.94</b>	0.60	0.34	0.90	0.04
Loan Amount	112,622.8	111,688.3	0.8	112,398.4	0.2
Delinquent Amount	1,062.8	673.4	57.8	1,009.5	5.3

## □ SBL(NPL) Ratio (%)

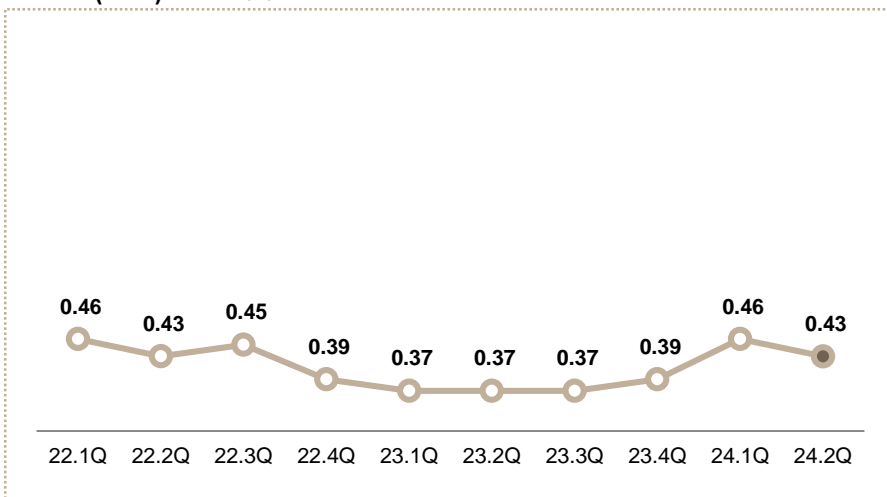


## □ Delinquency Ratio (%)

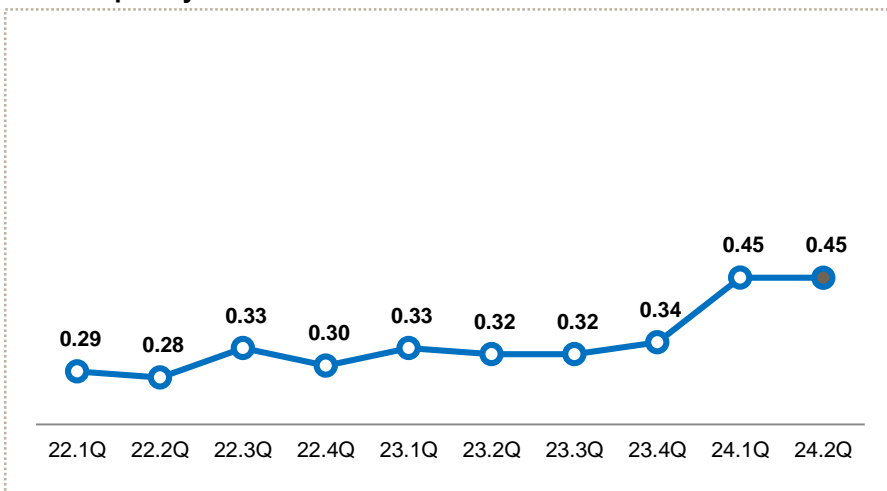


(KRW bn, %, %p)	24.2Q	23.4Q	YTD	24.1Q	QoQ
<b>Total Credits</b>	<b>61,294.5</b>	61,228.5	0.11	61,478.5	-0.30
Normal	60,449.3	60,658.4	-0.34	60,843.7	-0.65
Precautionary	390.1	312.1	24.99	365.9	6.61
Substandard	295.7	144.2	105.06	161.1	83.55
Doubtful	101.2	44.1	129.48	50.3	101.19
Expected Loss	582	69.7	735.01	57.5	912.17
SBL(Substandard & Below Loans)	455.1	258.0	76.40	268.9	69.25
<b>SBL Ratio</b>	<b>0.74</b>	0.42	0.32	0.44	0.30
SBL Coverage Ratio (Ratio before Reserve deduction)	160.33 (197.54)	270.40 (337.41)	-110.07 (-139.31)	269.78 (332.11)	-109.45 (-134.57)
<b>Delinquency Ratio</b>	<b>0.67</b>	0.48	0.19	0.62	0.05
Loan Amount	60,348.4	60,393.1	-0.07	60,534.2	-0.31
Delinquent Amount	402.5	288.7	39.42	376.5	6.91

## □ SBL(NPL) Ratio (%)



## □ Delinquency Ratio (%)



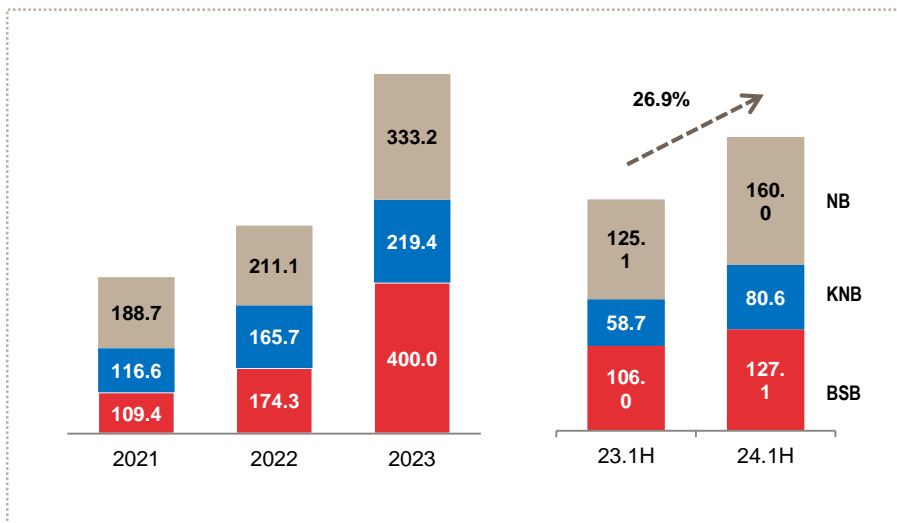
(KRW bn, %, %p)	24.2Q	23.4Q	YTD	24.1Q	QoQ
<b>Total Credits</b>	<b>40,894.3</b>	40,605.8	0.71	40,945.4	-0.12
Normal	40,349.1	40,142.3	0.52	40,461.1	-0.28
Precautionary	367.5	304.0	20.89	296.1	24.11
Substandard	97.8	92.1	6.19	112.9	-13.37
Doubtful	41.5	30.9	34.30	35.2	17.90
Expected Loss	38.4	36.5	5.21	40.1	-4.24
SBL(Substandard & Below Loans)	177.7	159.5	11.41	188.2	-5.58
<b>SBL Ratio</b>	<b>0.43</b>	0.39	0.04	0.46	-0.03
SBL Coverage Ratio (Ratio before Reserve deduction)	222.44 (281.99)	247.52 (307.63)	-25.08 (-25.64)	207.62 (261.68)	14.82 (20.31)
<b>Delinquency Ratio</b>	<b>0.45</b>	0.34	0.11	0.45	-
Loan Amount	40,604.5	40,330.6	0.68	40,665.1	-0.15
Delinquent Amount	183.5	137.3	33.65	181.2	1.27

## Provision Expense

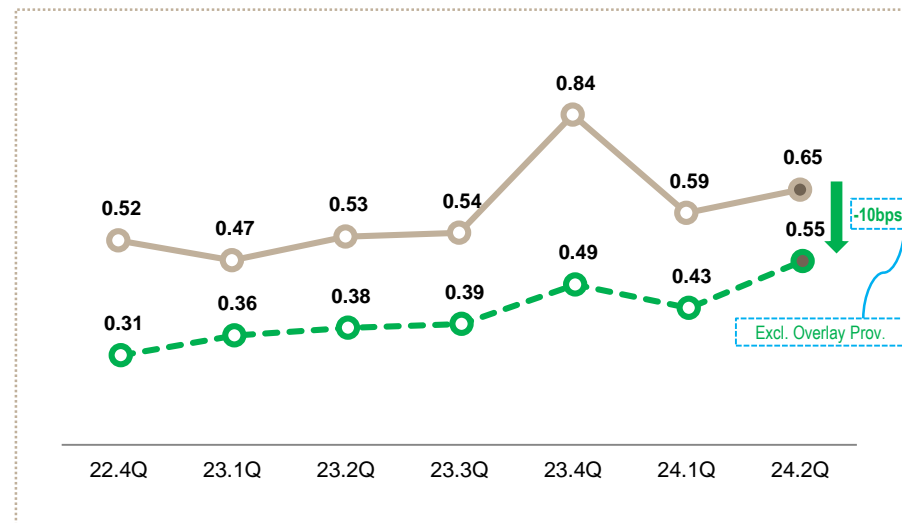
(KRW bn,%)	2024			2023					
	1H	2Q	1Q	4Q	3Q	1H	2Q	1Q	
Total Provisions(A)	367.7	201.9	165.8	952.6	500.0	162.8	289.8	164.9	124.9
Total Credits(B)	113,879.0	113,879.0	113,643.2	112,822.7	112,822.7	112,544.5	109,734.7	109,734.7	107,442.7
<sup>1)</sup> CCR(A/B)	0.65	0.71	0.59	0.84	1.76	0.57	0.53	0.60	0.47

1) Annualized figure

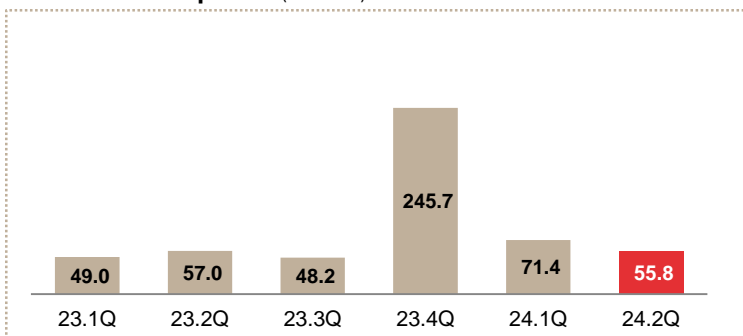
## Banks & Non-Bank Provision Breakdown (KRW bn)



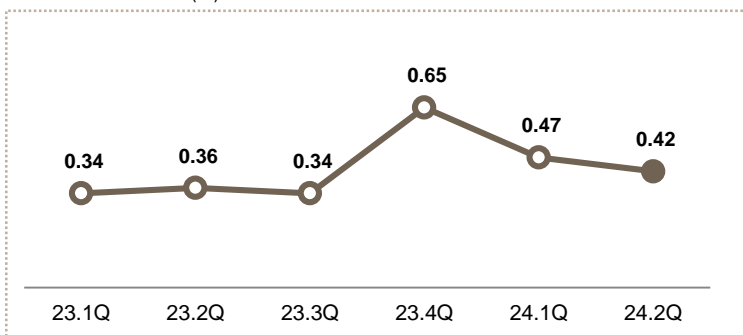
## CCR (% , Annualized based on accumulated figure)



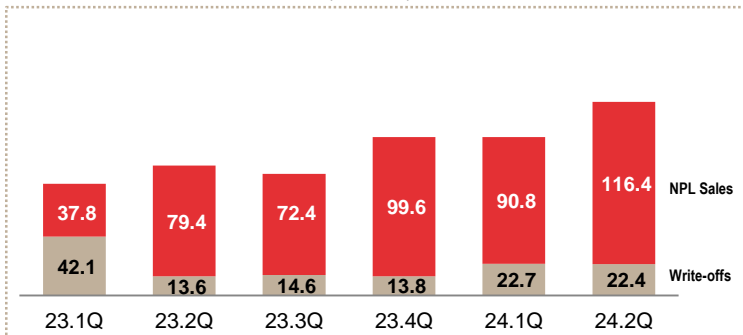
## Provision Expense (KRW bn)



## Credit Cost (%)



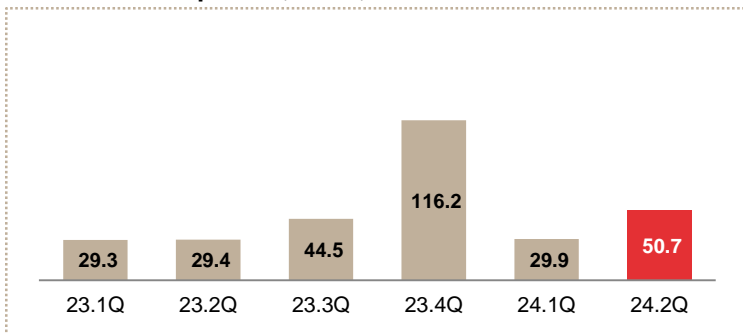
## NPL Sales & Write-offs (KRW bn)



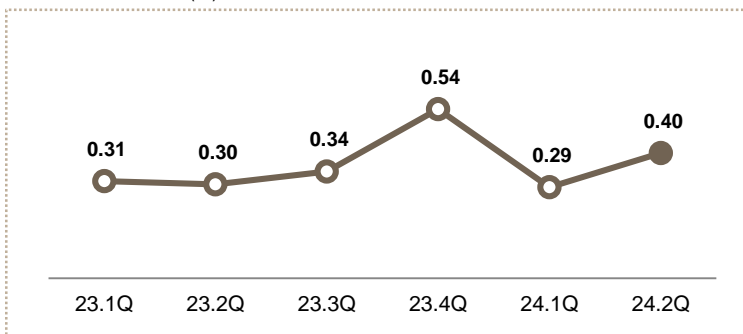
## Provision Expense / Write-offs & NPL Sales

(KRW bn,%)	24.2Q	24.1Q	23.4Q	23.3Q	23.2Q	23.1Q
Corporate	33.6	56.4	177.3	33.2	35.9	40.2
Household	17.5	12.7	8.9	12.1	16.5	6.2
Credit Card	3.9	2.6	4.4	2.9	3.2	3.0
Others	0.8	-0.3	55.1	0.0	1.5	-0.4
<b>Total(A)</b>	<b>55.8</b>	<b>71.4</b>	<b>245.7</b>	<b>48.2</b>	<b>57.1</b>	<b>49.0</b>
Total Credits(B)	61,294.5	61,478.5	61,228.5	61,317.0	59,770.5	58,136.6
<b>Credit Cost(A/B)</b>	<b>0.37</b>	<b>0.47</b>	<b>1.59</b>	<b>0.31</b>	<b>0.38</b>	<b>0.34</b>
<b>Total Write-Offs</b>	<b>22.4</b>	<b>22.7</b>	<b>13.8</b>	<b>14.6</b>	<b>13.6</b>	<b>42.1</b>
Corporate	10.8	11.1	4.6	5.7	5.7	35.9
Household	8.2	7.3	6.3	6.0	4.8	3.6
Credit Card	3.4	4.3	2.9	2.9	3.1	2.6
<b>Total NPL Sales</b>	<b>116.4</b>	<b>90.8</b>	<b>99.6</b>	<b>72.4</b>	<b>79.4</b>	<b>37.8</b>
<b>(NPL Sales for SBL Loans)</b>	<b>93.4</b>	<b>67.8</b>	<b>90.9</b>	<b>69.8</b>	<b>75.1</b>	<b>27.3</b>
Corporate	108.9	82.3	90.5	65.8	71.6	35.5
Household	6.6	7.2	8.6	6.0	6.9	1.6
Credit Card	0.9	1.3	0.5	0.6	0.9	0.7

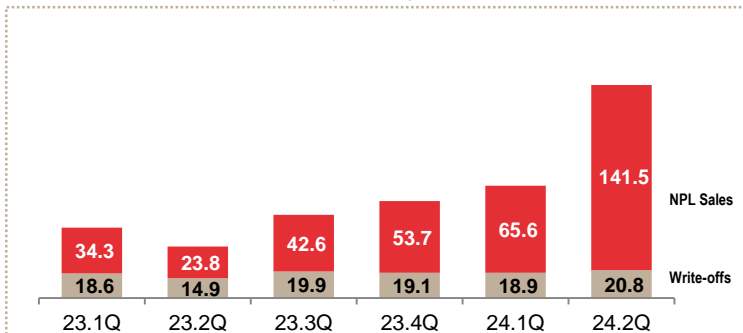
## Provision Expense (KRW bn)



## Credit Cost (%)



## NPL Sales & Write-offs (KRW bn)



## Provision Expense / Write-offs & NPL Sales

(KRW bn,%)	24.2Q	24.1Q	23.4Q	23.3Q	23.2Q	23.1Q
Corporate	30.2	12.9	69.9	21.9	16.9	16.1
Household	17.8	13.9	11.5	18.2	10.1	11.2
Credit Card	2.7	3.1	3.4	4.4	2.4	2.0
Others	0	0.0	31.4	0.0	0.0	0.0
<b>Total(A)</b>	<b>50.7</b>	29.9	116.2	44.5	29.4	29.3
Total Credits(B)	40,894.3	40,945.4	40,605.8	40,506.8	39,266.0	38,850.3
<b>Credit Cost(A/B)</b>	<b>0.50</b>	0.29	1.14	0.44	0.30	0.31
<b>Total Write-Offs</b>	<b>20.8</b>	18.9	19.1	19.9	14.9	18.6
Corporate	8.3	7.1	8.4	6.5	6.9	9.1
Household	10.0	8.8	8.2	11.1	5.9	7.8
Credit Card	2.5	3.0	2.5	2.3	2.1	1.7
<b>Total NPL Sales</b>	<b>141.5</b>	65.6	53.7	42.6	23.8	34.3
<b>(NPL Sales for SBL Loans)</b>	<b>139.0</b>	60.0	48.9	38.2	22.1	31.3
Corporate	140.4	64.8	52.6	42.4	23.3	33.6
Household	0.9	0.3	1.0	0.1	0.3	0.6
Credit Card	0.2	0.5	0.1	0.1	0.2	0.1

# Capital Adequacy

I

II

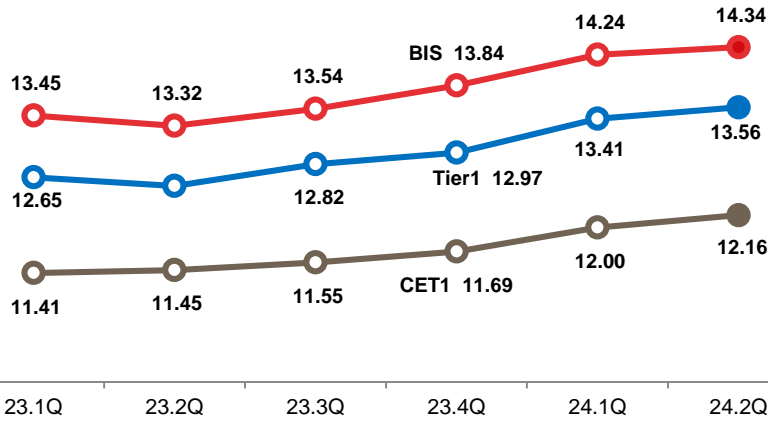
III

IV

V

VI

## Group Capital Adequacy (%)



## Group

(KRW bn, %, %p, BaselIII IRB)	24.2Q	23.4Q	YTD	24.1Q	QoQ
Tot. Risk Adj. Capital	11,002.5	10,577.4	4.0	10,828.7	1.6
Tier I	10,403.3	9,917.9	4.9	10,200.1	2.0
(CETI)	9,329.0	8,935.6	4.4	9,123.6	2.3
Tot. R.W.A.	76,730.3	76,450.9	0.4	76,035.3	0.9
BIS Capital Ratio	14.34	13.84	0.50	14.24	0.10
Tier I	13.56	12.97	0.59	13.41	0.15
(CETI)	12.16	11.69	0.47	12.00	0.16

## BSB

(KRW bn, %, %p, BaselIII I.R.B.)	24.2Q	23.4Q	YTD	24.1Q	QoQ
Tot. Risk Adj. Capital	5,747.5	5,628.1	2.1	5,729.3	0.3
Tier I	5,490.6	5,350.7	2.6	5,466.9	0.4
(CETI)	5,241.3	5,101.5	2.7	5,217.6	0.5
Tot. R.W.A.	34,468.4	34,353.6	0.3	34,403.3	0.2
BIS Capital Ratio	16.67	16.38	0.29	16.65	0.02
Tier I	15.93	15.58	0.35	15.89	0.04
(CETI)	15.21	14.85	0.36	15.17	0.04

## KNB

(KRW bn, %, %p, BaselIII I.R.B.)	24.2Q	23.4Q	YTD	24.1Q	QoQ
Tot. Risk Adj. Capital	3,552.0	3,470.8	2.3	3,524.2	0.8
Tier I	3,403.4	3,275.8	3.9	3,347.6	1.7
(CETI)	3,204.0	3,076.4	4.1	3,148.1	1.8
Tot. R.W.A.	23,750.4	23,625.4	0.5	23,665.8	0.4
BIS Capital Ratio	14.96	14.69	0.27	14.89	0.07
Tier I	14.33	13.87	0.46	14.15	0.18
(CETI)	13.49	13.02	0.47	13.30	0.19

# Appendix\_Banks KRW Loans Portfolio

I

II

III

IV

V

VI

## BSB

(KRW bn, %, Balance)	2024 2Q			
	Amount	Ratio	YTD	QoQ
<b>Manufacturing</b>	<b>8,665.0</b>	14.8	-0.1	0.1
Steel Metal Products	2,484.1	4.3	1.3	0.2
Automobile Parts	1,346.2	2.3	-3.5	-0.5
Machinery	1,197.4	2.0	-0.8	-1.1
Petroleum, Rubber, etc.	1,009.9	1.7	-1.9	-0.9
Fabric	296.1	0.5	4.5	5.9
Garment & Shoes	349.2	0.6	-1.4	-5.7
Kitchen Units	610.6	1.0	4.4	5.0
Electronics	461.0	0.8	6.5	5.8
Paper, Paper Mills	181.6	0.3	4.2	3.9
Others	728.9	1.3	-3.9	-2.8
<b>Non-Manufacturing</b>	<b>30,581.7</b>	52.2	-0.8	-1.4
Wholesale & Retail	4,856.0	8.3	-1.2	-1.1
Public	95.7	0.2	-1.0	-0.8
Construction & Engineering	2,399.8	4.1	6.3	3.8
Real Estate	12,773.7	21.8	-1.9	-2.0
Insurance & Financing	535.1	0.9	-14.6	-16.5
Transportation	1,171.6	2.0	-0.1	-0.3
Hotel & Food	2,666.1	4.5	-4.2	-2.7
Others	6,083.7	10.4	2.1	-0.3
<b>Households</b>	<b>19,328.9</b>	33.0	0.3	0.3
<b>KRW Loans</b>	<b>58,575.6</b>	100.0	-0.3	-0.6

## KNB

\*Sectors are based on FSS Business Report

(KRW bn, %, Balance)	2024 2Q			
	Amount	Ratio	YTD	QoQ
<b>Manufacturing</b>	<b>10,286.5</b>	25.8	-1.7	-2.4
Steel Metal Products	2,383.8	5.98	-3.5	-3.2
Automobile Parts	2,617.1	6.57	-2.6	-3.2
Machinery	2,453.1	6.15	-2.5	-1.5
Petroleum, Rubber, etc.	442.6	1.11	0.3	-3.3
Fabric	104.6	0.26	-3	-2.9
Garment & Shoes	33.9	0.08	-10.1	3.7
Kitchen Units	394.2	0.99	1.1	1.8
Electronics	661.1	1.66	1.2	0.3
Paper, Paper Mills	107.6	0.27	-7.4	-7.6
Others	1,088.5	2.73	3.9	-2.9
<b>Non-Manufacturing</b>	<b>16,790.8</b>	42.12	0.4	-0.4
Wholesale & Retail	3,731.1	9.36	1.9	-0.8
Public	4.3	0.01	-20.4	-20.4
Construction & Engineering	939.1	2.36	3.2	0.1
Real Estate	5,396.3	13.54	-0.3	-0.5
Insurance & Financing	496.8	1.25	5.9	13.0
Transportation	682.2	1.71	-1.9	-3.6
Hotel & Food	1,480.4	3.71	-4.3	-2.6
Others	4,060.6	10.18	0.8	-0.1
<b>Households</b>	<b>12,787.0</b>	32.08	2.5	1.7
<b>KRW Loans</b>	<b>39,864.3</b>	100	0.5	-0.3

※ KSIC(Korea Standard Industry Classification) Change(July 1,2017) applied

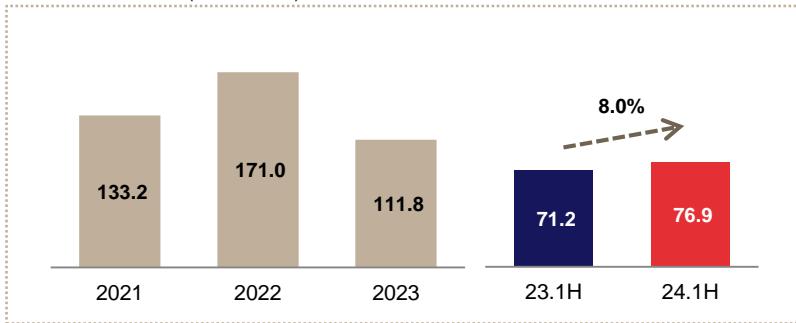
	2024.2Q					
	Steel	Construction	Automobile	Shipbuilding	Shipping	Chemical
(KRW bn, %)						
<b>Exposure</b>	<b>3,562.1</b>	<b>3,396.7</b>	<b>2,607.5</b>	<b>663.9</b>	<b>272.0</b>	<b>410.2</b>
<b>(% of Total Credits)</b>	<b>3.5</b>	<b>3.3</b>	<b>2.6</b>	<b>1.1</b>	<b>0.4</b>	<b>0.7</b>
<b>Collateral &amp; Provision</b>	<b>2,839.6</b>	<b>2,549.0</b>	<b>2,110.5</b>	<b>1,243.0</b>	<b>165.1</b>	<b>565.4</b>
<b>Collateral &amp; Provision Coverage</b>	<b>79.7</b>	<b>75.0</b>	<b>80.9</b>	<b>83.8</b>	<b>59.1</b>	<b>78.3</b>
<b>No# of Creditors</b>	<b>2,658</b>	<b>5,330</b>	<b>1,698</b>	<b>1,177</b>	<b>161</b>	<b>657</b>

Note 1) Exposure & Total Credits are the sum of BSB & KNB

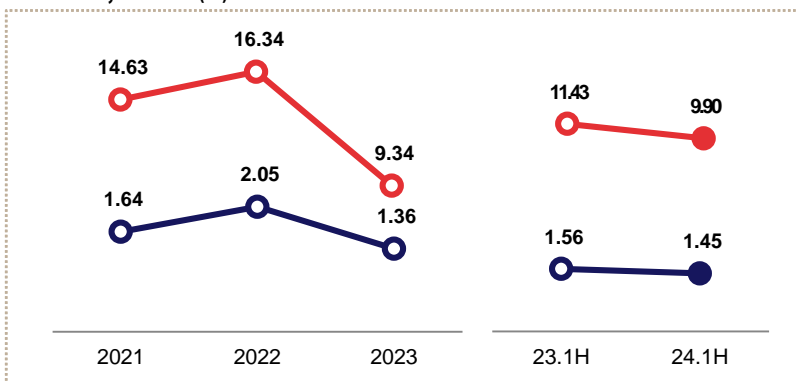
Note 2) Sectors are based on FSS Business Report

Note 3) Construction includes Real Estate PF(Ref. Collateral for Real Estate PFs are evaluated based on future cash flow that does not include land, buildings under construction etc. hence the overall low construction coverage)

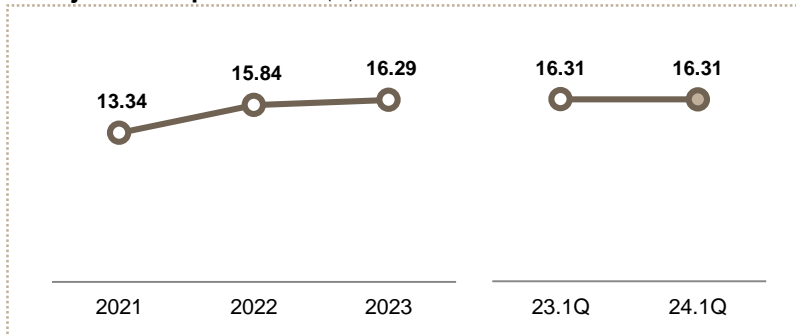
## Net Income (% , KRW bn)



## ROA, ROE (%)



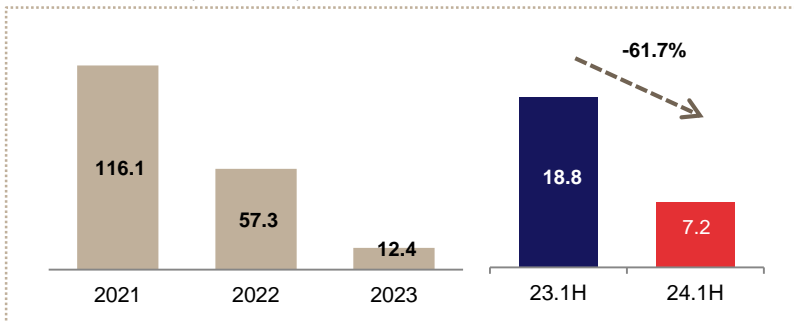
## Adjusted Capital Ratio (%)



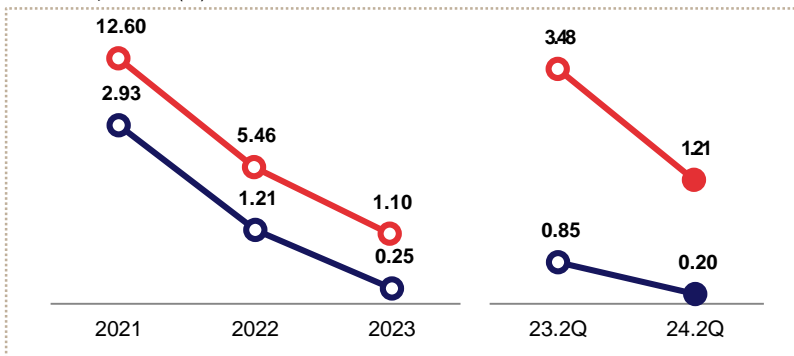
(KRW bn, %, Balance)	24.1H	23.1H	YoY	24.2Q	24.1Q	QoQ
Net Interest Income	153.3	166.9	-8.1	78.6	74.7	5.2
Fee Income	18.0	11.7	53.8	6.8	11.2	-39.3
Others	54.4	50.0	8.8	40.0	14.4	177.8
SG&A(-)	53.6	50.0	7.2	25.5	28.1	-9.3
Provision Expense(-)	68.4	77.8	-12.1	44.6	23.8	87.4
Non-Operating Income	-2.1	-8.1	-74.1	0.0	-2.1	-100.0
<b>Earnings Before Inc. Tax</b>	<b>101.6</b>	92.7	9.6	55.3	46.3	19.4
Income Tax Expenses(-)	24.7	21.5	14.9	12.9	11.8	9.3
<b>Net Income</b>	<b>76.9</b>	71.2	8.0	42.4	34.5	22.9

(KRW bn, %, Balance)	24.2Q	23.4Q	YTD	24.1Q	QoQ
<b>Assets</b>	<b>9,353.1</b>	8,972.8	4.2	9,365.2	-0.1
Cash and Dues	156.9	116.9	34.2	464.0	-66.2
Securities	453.9	443.5	2.3	445.1	2.0
Loans	5,623.8	5,506.1	2.1	5,464.4	2.9
Venture Capital Business	29.4	29.5	-0.4	29.5	-0.4
Durables Installment Financing Assets	452.0	439.1	2.9	433.9	4.2
Leased Assets	2,423.2	2,264.7	7.0	2,328.8	4.1
Fixed Assets	26.5	22.8	16.3	24.2	9.6
Other Assets	187.4	150.2	24.8	175.3	6.9
<b>Liability &amp; Shareholder's Equity</b>	<b>9,353.1</b>	8,972.8	4.2	9,365.2	-0.1
Borrowings	7,262.3	6,993.0	3.9	7,342.3	-1.1
Other Liabilities	724.8	670.7	8.1	699.4	3.6
Shareholder's Equity	1,366.0	1,309.1	4.3	1,323.5	3.2

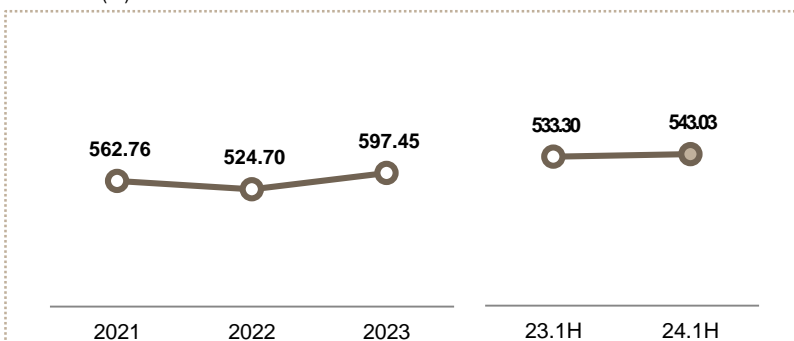
## Net Income (% , KRW bn)



## ROA, ROE (%)



## NCR (%)

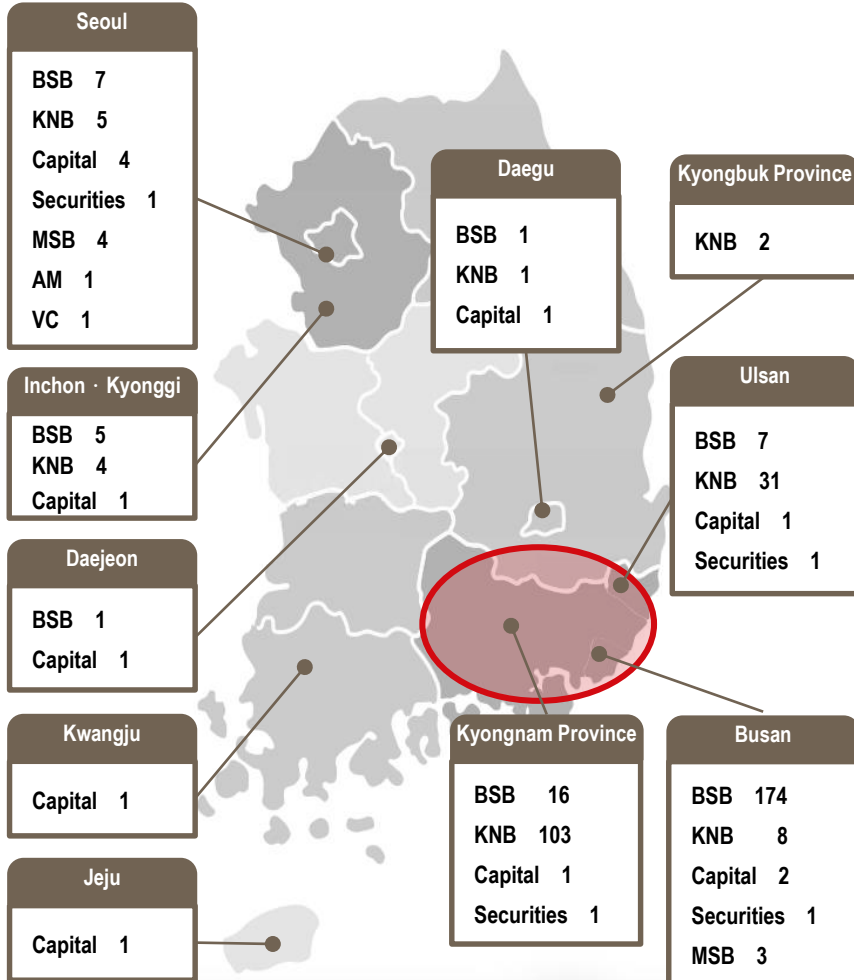


(KRW bn, %, Balance)	24.1H	23.1H	YoY	24.2Q	24.1Q	QoQ
Net Interest Income	39.5	37.0	6.8	21.2	18.3	15.8
Fee Income	34.6	48.2	-28.2	18.7	15.9	17.6
Others	51.9	24.7	110.1	12.1	39.8	-69.6
SG&A(-)	44.1	56.7	-22.2	19.9	24.2	-17.8
Provision Expense(-)	72.5	28.1	158.0	41.4	31.1	33.1
Non-Operating Income	-0.1	-0.2	-50.0	-0.1	0.0	Net loss
Earnings Before Income Tax	9.3	24.9	-62.7	-9.4	18.7	-150.3
Income Tax Expenses(-)	2.1	6.1	-70.8	-2.0	4.1	-148.8
Net Income	7.2	18.8	-61.7	-7.4	14.6	-150.7

(KRW bn, %, Balance)	24.1H	23.1H	YoY	24.2Q	24.1Q	QoQ
Fee Income	34.6	48.2	-28.2	18.7	15.9	17.6
Fee Revenue	46.1	62.0	-25.6	25.7	20.4	26.0
Underwriting	5.1	7.2	-29.2	2.4	2.7	-11.1
Advisory	14.3	32.5	-56.0	9.3	5.0	86.0
Brokerage	17.4	15.3	13.7	8.6	8.8	-2.3
Others	9.3	7.0	32.9	5.4	3.9	38.5
Fee Expense	11.5	13.8	-16.7	7.0	4.5	55.6

## Networks (as of June 2024) : 403 Locations

- **BSB 216**(Qingdao/Nanjing/Ho Chi Minh Branch, Yangon/Mumbai/Hanoi Office incl.), **KNB 155**(Tashkent Office), **Capital 19**(incl. Myanmar, Cambodia, Laos leasing, LaosMFI, Kazakhstan, Kyrgyzstan), **Securities 4**, **MSB 7**, **AM 1**, **Venture Capital 1**



## Population & Major Industries (2023)

- Southeastern Conurbation (7.5 Mn, 14.9% of Total Population), 14.3% of GRDP(2022)
- Exports : 144.4 USD bn(22.8% of Total Exports)
- Imports : 85.9 USD bn(13.4% of Total imports)

