

BNK FINANCIAL GROUP INC. AND ITS SUBSIDIARIES

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS OF
JUNE 30, 2026 AND THE THREE-MONTH AND SIX-MONTH PERIODS
ENDED JUNE 30, 2026**

BNK FINANCIAL GROUP INC.

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Independent Auditors' Review Report
(Based on a report originally issued in Korean)

**To The Shareholders and Board of Directors
BNK Financial Group Inc.:**

Reviewed financial statements

We have reviewed the accompanying condensed consolidated interim financial statements of BNK Financial Group Inc. (the "Company") and its subsidiaries (collectively referred to as the "Group"), which comprise the condensed consolidated interim statement of financial position as of June 30, 2026, the condensed consolidated interim statements of comprehensive income for the three-month and six-month periods ended June 30, 2026, the condensed consolidated interim statements of changes in equity and cash flows for the six-month period ended June 30, 2026, and notes including material accounting policies.

Management's responsibility

Management is responsible for the preparation and fair presentation of these condensed consolidated interim financial statements in accordance with Korean International Financial Reporting Standards ("K-IFRS") No. 1034 'Interim Financial Reporting', and for such internal control as management determines is necessary to enable the preparation of the condensed consolidated interim financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' review responsibility

Our responsibility is to issue a report on these condensed consolidated interim financial statements based on our review.

We conducted our review in accordance with the Review Standards for Quarterly and Semiannual Financial Statements established by the Securities and Futures Commission of the Republic of Korea. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Korean Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements referred to above do not present fairly, in all material respects, in accordance with K-IFRS No. 1034 'Interim Financial Reporting'.

Other matters

The procedures and practices utilized in the Republic of Korea to review such condensed consolidated interim financial statements may differ from those generally accepted and applied in other countries.

The accompanying condensed consolidated interim statements of comprehensive income for the three-month and six-month periods ended June 30, 2025, and the condensed consolidated interim statements of changes in equity and cash flows for the six-month period ended June 30, 2025, were reviewed by another auditor whose report thereon, dated August 14, 2025, states that nothing had come to their attention that caused them to believe that those condensed consolidated interim financial statements did not present fairly, in all material respects, in accordance with K-IFRS No. 1034 'Interim Financial Reporting'.

The consolidated statement of financial position of the Group as of December 31, 2025, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the year then ended, which are not accompanying this report, were audited by another auditor in accordance with Korean Standards on Auditing and their report thereon, dated March 17, 2026, expressed an unmodified opinion. The accompanying consolidated statement of financial position of the Group as of December 31, 2025, presented for comparative purposes, is not different from that audited by another auditor from which it was derived in all material respects.

KPMG Samjong Accounting Corp.

KPMG Samjong Accounting Corp.

Seoul, Korea

August 14, 2026

This report is effective as of August 14, 2026, the review report date. Certain subsequent events or circumstances, which may occur between the review report date and the time of reading this report, could have a material impact on the accompanying condensed consolidated interim financial statements and notes thereto. Accordingly, the readers of the review report should understand that the above review report has not been updated to reflect the impact of such subsequent events or circumstances, if any.

BNK FINANCIAL GROUP INC. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS OF JUNE 30, 2026 AND DECEMBER 31, 2025, AND THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2026 AND 2025

“The accompanying condensed consolidated interim financial statements, including all footnotes and disclosures, have been prepared by, and are the responsibility of, the Group.”

Dae In Bin
Chief Executive Officer
BNK Financial Group Inc.

BNK FINANCIAL GROUP INC. AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statements of Financial Position
as of June 30, 2026 (UNAUDITED) and December 31, 2025

(In millions of Korean won)

	Notes		June 30, 2026		December 31, 2025
Assets					
Cash and due from banks	4,6,7,8,29	₩	6,511,679	₩	7,143,492
Financial assets at fair value through profit or loss	4,6,7,9,12,29		10,302,719		10,233,547
Financial assets at fair value through other comprehensive income	4,6,7,10,12,29		10,067,961		9,468,168
Financial assets at amortized cost	4,6,7,11,12,29		7,715,624		7,959,145
Loans and receivables	4,6,13,29		124,886,940		119,564,828
Derivative assets	4,6,14,29		705,896		314,804
Investments in associates and joint venture	15		2,628,924		1,984,217
Property and equipment	16		1,262,288		1,237,224
Intangible assets	17		308,544		308,001
Investment properties	18		320,165		305,955
Net defined benefit assets	21		213,236		153,778
Other assets			2,553,519		2,422,248
Total assets		₩	167,477,495	₩	161,095,407
Liabilities					
Deposit liabilities	6,29	₩	118,177,440	₩	113,477,945
Financial liabilities at fair value through profit or loss	6,7,19,29		1,383,947		1,957,514
Borrowings	6,20,29		12,343,494		11,445,551
Debentures	6,20,29		17,719,910		16,445,000
Derivative liabilities	6,14,29		619,882		271,881
Net defined benefit liabilities	21		3,954		1,996
Provisions	22		87,211		93,818
Current tax liabilities	35		36,864		151,486
Deferred tax liabilities	35		67,897		47,133
Other liabilities	6,23,24,29		5,589,380		5,961,248
Total liabilities			156,029,979		149,853,572
Equity					
Equity attributable to owners of the Parent Company					
Share capital	25		1,629,676		1,629,676
Hybrid equity securities	25		498,382		498,382
Other paid-in capital	25		731,605		790,400
Other components of equity	25		(213,393)		(142,311)
Retained earnings	25,26		8,252,770		8,016,934
			10,899,040		10,793,081
Non-controlling interests			548,476		448,754
Total equity			11,447,516		11,241,835
Total liabilities and equity		₩	167,477,495	₩	161,095,407

The accompanying notes are an integral part of the condensed consolidated interim financial statements.

BNK FINANCIAL GROUP INC. AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statements of Comprehensive Income
for the three-month and six-month periods ended June 30, 2026 and 2025 (UNAUDITED)

		Period ended June 30			
		2026		2025	
	Notes	Three months	Six months	Three months	Six months
(In millions of Korean won, except per share amounts)					
Net interest income	27				
Interest income					
Financial assets at fair value through profit or loss		₩ 61,970	₩ 121,628	₩ 66,555	₩ 125,018
Financial asset at fair value through other comprehensive income		64,049	124,350	53,986	110,654
Financial assets at amortized cost		<u>1,523,172</u>	<u>2,994,684</u>	<u>1,508,963</u>	<u>3,057,725</u>
		1,649,191	3,240,662	1,629,504	3,293,397
Interest expenses		<u>(925,176)</u>	<u>(1,753,889)</u>	<u>(921,034)</u>	<u>(1,849,476)</u>
		<u>724,015</u>	<u>1,486,773</u>	<u>708,470</u>	<u>1,443,921</u>
Net fee and commission income	28				
Commission income		133,878	250,139	87,447	178,028
Commission expenses		<u>(65,934)</u>	<u>(113,489)</u>	<u>(49,428)</u>	<u>(89,633)</u>
		<u>67,944</u>	<u>136,650</u>	<u>38,019</u>	<u>88,395</u>
Gain on financial assets at fair value through profit or loss, net	29	359,821	342,699	112,470	190,616
Gain on financial assets at fair value through other comprehensive income, net	29	305	6,256	33,184	91,975
Gain (loss) on financial assets at amortized cost, net	29	(35)	379	302	419
Contribution to provision for credit loss and others	30	(201,003)	(352,548)	(143,439)	(405,394)
General and administrative expenses	31,32	(433,848)	(857,111)	(398,834)	(775,349)
Other operating income	33				
Gain on foreign currency transaction, net		9,496	18,096	26,595	45,529
Gain (loss) from derivatives, net		(192,376)	(98,638)	60,480	46,475
Other operating income		201,465	431,639	169,660	390,267
Other operating expenses		<u>(300,130)</u>	<u>(595,424)</u>	<u>(351,051)</u>	<u>(655,157)</u>
Operating profit		<u>235,654</u>	<u>518,771</u>	<u>255,856</u>	<u>461,697</u>
Non-operating income	34				
Share of profit of associates		23,339	27,030	24,874	41,549
Other income		26,264	41,699	126,329	146,045
Other expenses		<u>(9,762)</u>	<u>(28,952)</u>	<u>(9,364)</u>	<u>(23,918)</u>
		<u>39,841</u>	<u>39,777</u>	<u>141,839</u>	<u>163,676</u>
Profit before income tax expense		275,495	558,548	397,695	625,373
Income tax expense	35	<u>(69,804)</u>	<u>(136,164)</u>	<u>(83,212)</u>	<u>(139,058)</u>
Profit for the period		₩ 205,691	₩ 422,384	₩ 314,483	₩ 486,315
Profit for the period attributable to:					
Owners of the Parent Company		₩ 200,386	₩ 411,774	₩ 309,194	₩ 475,770
Non-controlling interests		5,305	10,610	5,289	10,545
(continued)					

BNK FINANCIAL GROUP INC. AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statements of Comprehensive Income, Continued
for the three-month and six-month periods ended June 30, 2026 and 2025 (UNAUDITED)

		Period ended June 30			
		2026		2025	
	Notes	Three months	Six months	Three months	Six months
(In millions of Korean won, except per share amounts)					
Other comprehensive income (loss), net of tax					
<i>Items that will not be reclassified to profit or loss</i>					
Remeasurements of net defined benefit liabilities	₩	19,803	₩ 25,417	₩ 19,385	₩ (14,594)
Gain on valuation of equity instruments at fair value through other comprehensive income		1,310	24	6,165	5,222
Changes in the own credit risk of financial liabilities at fair value through profit or loss		(318)	873	(211)	(860)
<i>Items that may be subsequently reclassified to profit or loss</i>					
Loss on valuation of debt instruments at fair value through other comprehensive income		(15,142)	(107,633)	(5,912)	(20,885)
Exchange differences on translation of foreign operations		5,250	28,903	(26,764)	(38,924)
Gain (loss) on valuation of hedges of net investments in foreign operations		(6,765)	(27,559)	22,326	36,420
Share of other comprehensive income of associates		2,244	9,138	(9,481)	(15,356)
(Reversal of) impairment loss of debt instruments at fair value through other comprehensive income		(63)	(246)	235	(31)
Other comprehensive gain (loss) for the period, net of tax		6,319	(71,083)	5,743	(49,008)
Total comprehensive income for the period	₩	212,010	₩ 351,301	₩ 320,226	₩ 437,307
Total comprehensive income for the period attributable to:					
Owners of the Parent Company	₩	206,705	₩ 340,691	₩ 314,938	₩ 426,762
Non-controlling interests		5,305	10,610	5,288	10,545
Earnings per share (in Korean won)					
Basic and diluted earnings per share	36	₩ 629	₩ 1,291	₩ 959	₩ 1,455

The accompanying notes are an integral part of the condensed consolidated interim financial statements.

BNK FINANCIAL GROUP INC. AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statements of Changes in Equity
for the six-month periods ended June 30, 2026 and 2025 (UNAUDITED)

	Attributable to owners of the Parent Company						
	Share capital	Hybrid equity securities	Other paid-in capital	Other components of equity	Retained earnings	Total	Total equity
<i>(In millions of Korean won)</i>							
Balance at January 1, 2025	W 1,629,676	W 727,703	W 770,629	W (33,940)	W 7,604,753	W 10,698,821	W 11,147,575
Annual dividends	-	-	-	-	(143,273)	(143,273)	(143,273)
Quarterly dividends	-	-	-	-	(37,817)	(37,817)	(37,817)
Repayment of hybrid equity securities	-	(275,094)	(916)	-	-	(280,000)	(280,000)
Dividends on hybrid equity securities	-	-	-	-	(14,606)	(14,606)	(25,151)
Acquisition of treasury shares	-	-	(40,000)	-	-	(40,000)	(40,000)
Retirement of treasury shares	-	-	19,997	-	(19,998)	(1)	(1)
Changes in capital adjustments	-	-	980	-	(980)	-	-
Total comprehensive income	-	-	-	-	475,770	475,770	488,315
Profit for the period	-	-	-	-	475,770	475,770	488,315
Other comprehensive income	-	-	-	-	-	-	-
Remeasurements of net defined benefit liabilities	-	-	-	(14,594)	-	(14,594)	(14,594)
Loss on valuation of financial assets at fair value through other comprehensive income	-	-	-	(15,663)	-	(15,663)	(15,663)
Loss on disposal of equity instruments at fair value through other comprehensive income	-	-	-	1,081	(1,081)	-	-
Loss on overseas operations translation	-	-	-	(38,924)	-	(38,924)	(38,924)
Gain on valuation of hedges of net investments in foreign operations	-	-	-	36,420	-	36,420	36,420
Share of other comprehensive income of associates	-	-	-	(15,356)	-	(15,356)	(15,356)
Reversal of impairment loss of debt instruments at fair value through other comprehensive income	-	-	-	(31)	-	(31)	(31)
Changes in the own credit risk of financial liabilities designated at fair value through profit or loss	-	-	-	(860)	-	(860)	(860)
Balance at June 30, 2025 (unaudited)	W 1,629,676	W 448,619	W 750,600	W (81,867)	W 7,862,768	W 10,609,886	W 11,058,640
Balance at January 1, 2026	W 1,629,676	W 498,382	W 790,400	W (142,311)	W 8,016,934	W 10,793,081	W 11,241,835
Annual dividends	-	-	-	-	(116,373)	(116,373)	(116,373)
Quarterly dividends	-	-	-	-	(46,489)	(46,489)	(46,489)
Issuance of hybrid equity securities	-	-	-	-	-	-	-
Dividends on hybrid equity securities	-	-	-	-	(11,870)	(11,870)	99,722
Acquisition of treasury shares	-	-	(60,000)	-	-	(60,000)	(22,480)
Retirement of treasury shares	-	-	-	-	(1)	(1)	(60,000)
Changes in capital adjustments	-	-	1,205	-	(1,205)	-	(1)
Total comprehensive income	-	-	-	-	411,774	411,774	422,384
Profit for the period	-	-	-	-	411,774	411,774	422,384
Other comprehensive income	-	-	-	-	-	-	-
Remeasurements of net defined benefit liabilities	-	-	-	25,417	-	25,417	25,417
Loss on valuation of financial assets at fair value through other comprehensive income	-	-	-	(107,609)	-	(107,609)	(107,609)
Gain (loss) on disposal of equity instruments at fair value through other comprehensive income	-	-	-	-	-	-	-
Gain on overseas operations translation	-	-	-	-	-	-	-
Loss on valuation of hedges of net investments in foreign operations	-	-	-	28,903	-	28,903	28,903
Share of other comprehensive income of associates	-	-	-	(27,559)	-	(27,559)	(27,559)
Reversal of impairment loss of debt instruments at fair value through other comprehensive income	-	-	-	9,138	-	9,138	9,138
Changes in the own credit risk of financial liabilities designated at fair value through profit or loss	-	-	-	(245)	-	(245)	(245)
Balance at June 30, 2026 (unaudited)	W 1,629,676	W 498,382	W 731,605	W (213,393)	W 8,252,770	W 10,899,040	W 11,447,516

The accompanying notes are an integral part of the condensed consolidated interim financial statements.

BNK FINANCIAL GROUP INC. AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statements of Cash Flows
for the six-month periods ended June 30, 2026 and 2025 (UNAUDITED)

(In millions of Korean won)

	2026	2025
Cash flows from operating activities		
Profit for the period	₩ 422,384	₩ 486,315
Adjustments to profit for the period:		
Interest income	(3,240,662)	(3,293,397)
Interest expense	1,753,889	1,849,476
Gain on financial assets at fair value through profit or loss, net	(139,053)	(283,788)
Gain on financial assets at fair value through other comprehensive income, net	(6,256)	(91,975)
Gain on financial assets at amortized cost, net	(379)	(419)
Loss on financial liabilities at fair value through profit or loss, net	4,441	119,028
Contribution to provision for credit loss	389,373	432,479
Gain on foreign currency translation	(1,057)	(24,058)
Loss (gain) on valuation of derivatives, net	(36,191)	6,655
Depreciation	63,846	60,447
Amortization	43,132	42,289
Post-employment benefits	26,004	26,143
Other operating expenses, net	194,527	194,168
Share of profit of associates	(27,025)	(41,549)
Loss (gain) on property and equipment, and intangible assets	859	(5,346)
Gain on investment property	-	(96,345)
Other non-operating expenses (income), net	2,520	(11,169)
Income tax expense	136,164	139,058
	<u>(835,868)</u>	<u>(978,303)</u>
Changes in operating assets and liabilities:		
Decrease (increase) in due from banks	219,807	(47,845)
Increase in financial assets at fair value through profit or loss	(94,858)	(1,285,256)
Increase in loans and receivables	(5,584,276)	(2,454,504)
Decrease (increase) in derivative assets and liabilities	(7,544)	17,428
Increase in other assets	(318,579)	(310,365)
Increase in deposits received	4,616,097	1,697,112
Increase (decrease) in financial liabilities designated at fair value through profit or loss	(576,822)	28,187
Decrease in provisions	(1,604)	(1,883)
Increase (decrease) in other liabilities	(356,960)	1,020,012
Decrease in defined benefit obligation	(38,889)	(19,980)
Increase in plan assets	(10,623)	(2,309)
	<u>(2,154,251)</u>	<u>(1,359,403)</u>
Interest received	3,191,245	3,244,377
Dividend received	50,616	67,347
Interest paid	(1,686,103)	(1,812,931)
Income tax paid	(202,079)	(97,185)
Net cash flows used in operating activities	<u>(1,214,056)</u>	<u>(449,783)</u>
(continued)		

BNK FINANCIAL GROUP INC. AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statements of Cash Flows
for the six-month periods ended June 30, 2026 and 2025 (UNAUDITED)

	2026		2025	
(In millions of Korean won)				
Cash flows from investing activities				
Proceeds from disposal of financial assets at fair value through profit or loss	₩	745,249	₩	5,023,767
Payments for financial assets at fair value through profit or loss		(623,060)		(5,415,951)
Proceeds from disposal of financial assets at fair value through other comprehensive income		1,419,687		7,474,949
Payments for financial assets at fair value through other comprehensive income		(2,139,968)		(7,021,474)
Proceeds from disposal of financial assets at amortized cost		1,250,200		995,345
Payments for financial assets at amortized cost		(963,830)		(942,704)
Proceeds from disposal of investments in associates		773,689		629,304
Payments for investments in associates		(1,367,464)		(740,046)
Proceeds from disposal of property and equipment		4,835		26,554
Payments for property and equipment		(80,325)		(40,078)
Proceeds from disposal of intangible assets		283		-
Payments for intangible assets		(51,298)		(31,034)
Payments for investment properties		(4,628)		-
Proceeds from disposal of investment properties		-		437,199
Decrease (increase) in leasehold deposits provided		(2,104)		11,247
Net cash flows provided by (used in) investing activities		(1,038,734)		407,078
Cash flows from financing activities				
Increase in borrowings		13,703,331		15,297,363
Decrease in borrowings		(12,872,860)		(15,054,534)
Issuance of debentures		5,433,832		4,431,312
Repayment of debentures		(4,203,414)		(3,797,950)
Payments of lease liabilities		(17,185)		(16,199)
Dividends paid to shareholders		(162,862)		(181,090)
Repayment of hybrid equity securities		-		(280,000)
Dividends paid on hybrid equity securities		(11,870)		(14,606)
Acquisition of treasury shares		(60,000)		(40,000)
Payments for retirement of treasury shares		(1)		(1)
Increase in non-controlling interests		99,722		-
Dividends paid to non-controlling interests		(10,610)		(10,545)
Decrease in other liabilities		(92,272)		(445,345)
Net cash flows provided by (used in) financing activities		1,805,811		(111,595)
Net decrease in cash and cash equivalents		(446,979)		(154,300)
Cash and cash equivalents at the beginning of the period		6,374,634		5,449,153
Effects of exchange rate changes on cash and cash equivalents		34,554		(13,279)
Cash and cash equivalents at the end of the period	₩	5,962,209	₩	5,281,574

The accompanying notes are an integral part of the condensed consolidated interim financial statements.

BNK FINANCIAL GROUP INC. AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Interim Financial Statements

as of June 30, 2026 (UNAUDITED) and December 31, 2025 and for the three-month and six-month periods ended June 30, 2026 and 2025 (UNAUDITED)

1. GENERAL INFORMATION:

General information of BNK Financial Group Inc. (“BNK Financial Group” or the “Parent Company”), which is a controlling entity in accordance with International Financial Reporting Standards as adopted by the Republic of Korea (“K-IFRS”) 1110 *Consolidated Financial Statements* and its subsidiaries (collectively, the “Group”), is as follows:

1.1 BNK Financial Group

BNK Financial Group was incorporated on March 15, 2011, in accordance with the provisions of the Financial Holding Company Act, whereby holders of the ordinary share of Busan Bank; BNK Securities Co., Ltd.; BNK Capital Co., Ltd.; and BNK Credit Information Co., Ltd. transferred all of their shares to the Parent Company, and in return received shares of the Parent Company’s ordinary share in order to control, manage and provide financial support to subsidiaries engaged in financial business or financial industry-related subsidiaries.

Meanwhile, the Group established BNK System Co., Ltd. and BNK Savings Bank Co., Ltd. as its subsidiaries with 100% investment in 2011. The Parent Company obtained control of Kyongnam Bank by acquiring 56.97% of its shares in October 2014 and ultimately acquired 100% of shares of Kyongnam Bank Co., Ltd through the comprehensive exchange of shares on June 4, 2015. In July 2015, the Parent Company also obtained 51.01% of shares in BNK Asset Management Co., Ltd. and established it as its Parent Company’s subsidiary through a paid-in capital increase and acquisition of ownership. In December 2017, the Parent Company took over the rest of BNK Asset Management Co., Ltd.’s shares; accordingly, it became a wholly owned subsidiary. In November 2019, the Parent Company also obtained 100% of shares in BNK Venture Capital Co., Ltd. and established it as a wholly owned subsidiary.

The headquarters of the Group is located at Busan Nam-gu Munhyeongeumyung-ro, 30.

Meanwhile, the Parent Company’s share capital as of June 30, 2026, amounts to ₩1,629,676 million with 310,327,033 shares issued.

BNK FINANCIAL GROUP INC. AND ITS SUBSIDIARIES
Notes to the Condensed Consolidated Interim Financial Statements
as of June 30, 2026 (UNAUDITED) and December 31, 2025 and for the
three-month and six-month periods ended June 30, 2026 and 2025 (UNAUDITED)

1.2 Consolidated Subsidiaries

Details of the Group's subsidiaries subject to its consolidation scope as of June 30, 2026 and December 31, 2025 are as follows:

Name of subsidiary	Industry	Location	Closing month	Ownership interests (%)	
				June 30, 2026	December 31, 2025
BNK Financial Group:					
Busan Bank Co., Ltd.	Banking	Korea	December 31	100.00	100.00
Kyongnam Bank Co., Ltd.	Banking	Korea	December 31	100.00	100.00
BNK Capital Co., Ltd.	Specialized credit financial business	Korea	December 31	100.00	100.00
BNK Securities Co., Ltd.	Investment brokerage and trading	Korea	December 31	100.00	100.00
BNK Savings Bank Co., Ltd.	Savings bank services	Korea	December 31	100.00	100.00
BNK Asset Management Co., Ltd.	Financial advisory and collective investment	Korea	December 31	100.00	100.00
BNK Credit Information Co., Ltd.	Credit investigation and collection agency	Korea	December 31	100.00	100.00
BNK System Co., Ltd.	System software development and supply	Korea	December 31	100.00	100.00
BNK Venture Capital Co., Ltd.	Start-up venture capital advisory	Korea	December 31	100.00	100.00
BNK Capital Co., Ltd.:					
BNKC (Cambodia) MFI PLC	Specialized credit financial business	Cambodia	December 31	100.00	100.00
BNK Capital Myanmar Co., Ltd. ¹	Specialized credit financial business	Myanmar	March 31	99.99	99.99
BNK Capital Lao Leasing Co., Ltd. ¹	Leasing	Laos	December 31	96.71	96.71
JSC BNK Commercial Bank	Banking	Kazakhstan	December 31	100.00	100.00
BNK Capital Lao NDTMFI Co., Ltd. ¹	Specialized credit financial business	Laos	December 31	99.99	99.99
MCC BNK Finance LLC	Specialized credit financial business	Kyrgyzstan	December 31	100.00	100.00
BNK Finance Leasing LLC FE	Leases	Uzbekistan	December 31	100.00	-

¹ The remaining shares of the subsidiary are also held by the Group.

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1.3 Consolidated structured entities

Details of the Group's structured entities subject to its consolidation scope are as follows:

Category	Consolidated structured entities	Description
Trust	Busan Bank (unspecified money trust) and 18 others	As a money trust in accordance with the Financial Investment Services and Capital Markets Act, the Group owns less than 50% ownership of the trust. However, the Group is considered to have control over the trust because the Group is exposed to variable returns from its involvement with the trust and has the ability to affect those returns through its power to direct the activities of the trust.
Investment Fund	BNK Luxembourg private equity and 43 others	As a structured company for the purpose of marketable securities investment, the Group is considered to have control over the entity because the Group has a substantive power and is exposed to variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity.
Asset-Backed Securitization	BNK Jeju Global Co., Ltd. and 30 others	As a structured company for asset securitization, the Group does not have ownership of the company. However, the Group is considered to have control over the entity because the Group has substantive power and is exposed to variable returns from involvement and has the ability to affect those returns through its power.

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1.4 Summarized Financial Information

The summarized financial information on consolidated subsidiaries as of June 30, 2026 and December 31, 2025 and for the six-month periods ended June 30, 2026 and 2025 is as follows :

(In millions of Korean won)

Name of subsidiary	June 30, 2026			Six months ended June 30, 2026			
	Assets	Liabilities	Equity	Operating income	Operating profit	Profit for the period	Total comprehensive income
Busan Bank Co., Ltd. and its subsidiaries	₩85,618,101	₩79,694,492	₩5,923,609	₩2,178,854	₩244,016	₩201,238	₩157,352
Kyongnam Bank Co., Ltd. and its subsidiaries	58,342,629	54,569,555	3,773,074	1,340,655	195,305	154,968	129,080
BNK Capital Co., Ltd. and its subsidiaries	10,201,404	8,675,257	1,526,147	767,923	87,252	78,653	86,102
BNK Securities Co., Ltd. and its subsidiaries	10,210,772	9,010,949	1,199,823	2,452,602	48,789	45,631	42,156
BNK Savings Bank Co., Ltd.	2,061,676	1,804,119	257,557	70,466	10,595	7,079	7,079
BNK Asset Management Co., Ltd. and its subsidiaries	299,916	74,586	225,330	67,425	27,369	37,559	37,559
BNK Venture Capital Co., Ltd.	62,253	2,043	60,210	3,488	672	1,664	1,664
BNK Credit Information Co., Ltd.	38,747	7,987	30,760	5,993	969	729	729
BNK System Co., Ltd.	53,512	18,693	34,819	45,426	1,639	1,231	1,231

(In millions of Korean won)

Name of subsidiary	December 31, 2025			Six months ended June 30, 2025			
	Assets	Liabilities	Equity	Operating income	Operating profit	Profit for the period	Total comprehensive income
Busan Bank Co., Ltd. and its subsidiaries	₩83,866,494	₩77,973,428	₩5,893,066	₩2,141,609	₩262,261	₩251,719	₩232,111
Kyongnam Bank Co., Ltd. and its subsidiaries	54,733,009	51,109,338	3,623,671	1,344,111	182,697	158,531	142,109
BNK Capital Co., Ltd. and its subsidiaries	10,502,096	9,039,850	1,462,246	748,927	92,226	69,633	59,744
BNK Securities Co., Ltd. and its subsidiaries	9,530,667	8,369,482	1,161,185	932,140	35,178	22,537	24,106
BNK Savings Bank Co., Ltd.	1,860,839	1,610,362	250,477	69,501	5,112	4,813	4,813
BNK Asset Management Co., Ltd. and its subsidiaries	246,826	49,053	197,773	33,374	12,758	11,571	11,571
BNK Venture Capital Co., Ltd.	60,936	2,390	58,546	3,676	144	(1,084)	(1,084)
BNK Credit Information Co., Ltd.	32,144	2,114	30,030	6,606	708	551	551
BNK System Co., Ltd.	43,376	9,788	33,588	37,393	962	775	775

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1.5 Changes in Scope for Consolidation

The major subsidiaries newly consolidated and included in the consolidated financial statements for the six-month period ended June 30, 2026 are as follows:

Subsidiary	Purpose
BNK Finance Leasing LLC FE	New investment

However, it excludes subsidiaries that do not perform business activities, such as trusts, beneficiary certificates, securitization companies, unions, and private equity investment companies.

There are no newly consolidated major subsidiaries included in the consolidated financial statements for the year ended December 31, 2025.

However, it excludes subsidiaries that do not perform business activities, such as trusts, beneficiary certificates, securitization companies, unions, and private equity investment companies.

1.6 Risks and Financial Support for Consolidated Structured Entities

Consolidated structured entities are established for asset securitization such as non-performing loans (NPL) or investment in beneficiary securities in real estate. The Group engages with consolidated structured entities by acquiring subordinated bonds issued by them or providing agreements to acquire ABCP or bonds issued by them, thereby being exposed to the risk of not being able to recover the investment amount based on investment performance.

Meanwhile, the nature and intention of contractual agreements through which the Group provides financial support to major consolidated structured entities are as follows.

Company Name	Contractual Agreement for Financial Support	Intent of Support
Busan Bank principal and interest guarantee trust	The Group provides a guarantee of payment of principal and interest and a guarantee of payment of principal to trust accounts. The Group is required to compensate for the deficit amount in case the trust account stands below the principal or the principal and interest as a result of the operation.	Credit enhancement for cash management of trust accounts
Busan Bank principal guarantee trust	The Group provides a guarantee of payment of principal and interest and a guarantee of payment of principal to trust accounts. The Group is required to compensate for the deficit amount in case the trust account stands below the principal or the principal and interest as a result of the operation.	Credit enhancement for cash management of trust accounts
Busan Bank principal guarantee and non- guarantee mixed trust	The Group provides a guarantee of payment of principal and interest and a guarantee of payment of principal to trust accounts. The Group is required to compensate for the deficit amount in case the trust account stands below the principal or the principal and interest as a result of the operation.	Credit enhancement for cash management of trust accounts

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1.6 Risks and Financial Support for Consolidated Structured Entities (cont'd)

<u>Company Name</u>	<u>Contractual Agreement for Financial Support</u>	<u>Intent of Support</u>
BNK Hangdong Co., Ltd.	The Group provided an agreement to acquire bonds issued by BNK Hangdong Co., Ltd. for 5.1 billion Korean Won.	Granting of credit
Summer Rally First Co., Ltd.	The Group provided an agreement to acquire bonds issued by Summer Rally First Co., Ltd. for 30 billion Korean Won.	Granting of credit
DOUBLE S DONGIN No. 2 Co., Ltd.	The Group provided an agreement to acquire bonds issued by DOUBLE S DONGIN 2ND Co., Ltd. for 14 billion Korean Won.	Granting of credit
BKW No. 1 Co., Ltd.	The Group provided an agreement to acquire bonds issued by BKW No. 1 Co., Ltd. for 10 billion Korean Won.	Credit lending
Silver Star No. 3 Co., Ltd.	The Group provided an agreement to acquire bonds issued by Silver Star No. 3 Co., Ltd. for 0.39 billion Korean Won.	Granting of credit
PT Gold No. 1 Co., Ltd.	The Group provided an agreement to acquire bonds issued by PT Gold No. 1 Co., Ltd. for 30 billion Korean Won.	Granting of credit
Imachi Brothers No. 4 Co., Ltd.	The Group provided an agreement to acquire bonds issued by Imachi Brothers No. 4 Co., Ltd. for 8.73 billion Korean Won.	Granting of credit
Picnic Vation 1st Co., Ltd.	The Group provided an agreement to acquire bonds issued by Picnic Vation 1st Co., Ltd. for 25.6 billion Korean Won.	Granting of credit
Light Blue 1st. Co., Ltd.	The Group provided an agreement to acquire bonds issued by Light Blue 1st. Co., Ltd. for 10 billion Korean Won.	Granting of credit
Pieria 1st. Co., Ltd.	The Group provided an agreement to acquire bonds issued by Pieria 1st. Co., Ltd. for 20 billion Korean Won.	Granting of credit
Bros Alpha No. 1 Co., Ltd.	The Group provided an agreement to acquire bonds issued by Bros Alpha No. 1 Co., Ltd. for 26 billion Korean Won.	Granting of credit
SLT-geumto 2nd Co., Ltd.	The Group provided an agreement to acquire bonds issued by SLT-geumto 2nd Co., Ltd. for 10 billion Korean Won.	Granting of credit
Greenbox 1st Co., Ltd.	The Group provided an agreement to acquire bonds issued by Greenbox 1st Co., Ltd. for 15.3 billion Korean Won.	Granting of credit
Two S 10th Co., Ltd.	The Group provided an agreement to acquire bonds issued by Two S 10th Co., Ltd. for 10 billion Korean Won.	Granting of credit
BNK multi 3rd Co., Ltd.	The Group provided an agreement to acquire bonds issued by BNK multi 3rd Co., Ltd. for 5.7 billion Korean Won.	Granting of credit
RF 3rd Co., Ltd.	The Group provided an agreement to acquire bonds issued by RF 3rd Co., Ltd. for 20 billion Korean Won.	Granting of credit
The frozen 6th Co., Ltd.	The Group provided an agreement to acquire bonds issued by The frozen 6th Co., Ltd. for 10 billion Korean Won.	Granting of credit
BNK KS nodule 1st Co., Ltd.	The Group provided an agreement to acquire bonds issued by BNK KS nodule 1st Co., Ltd.	Granting of credit

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YDP Rose	for 10 billion Korean Won. The Group provided an agreement to acquire bonds issued by YDP Rose for 30 billion Korean Won.	Granting of credit
Kibow 2nd Co, Ltd.	The Group provided an agreement to acquire bonds issued by Kibow 2nd Co, Ltd. for 30 billion Korean Won.	Granting of credit
Kyongnam Bank principal and interest guarantee trust	The Group provides a guarantee of payment of principal and interest and a guarantee of payment of principal to trust accounts. The Group is required to compensate for the deficit amount in case the trust account stands below the principal or the principal and interest as a result of the operation.	Credit enhancement for cash management of trust accounts
Kyongnam Bank principal guarantee trust	The Group provides a guarantee of payment of principal and interest and a guarantee of payment of principal to trust accounts. The Group is required to compensate for the deficit amount in case the trust account stands below the principal or the principal and interest as a result of the operation.	Credit enhancement for cash management of trust accounts

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2. MATERIAL ACCOUNTING POLICIES:

2.1 Basis of Preparation of the Consolidated Interim Financial Statements

The Group prepares its statutory condensed consolidated interim financial statements in the Korean language in accordance with K-IFRS 1034 *Interim Financial Reporting*, enacted by the *Act on External Audit of Stock Companies*.

The condensed consolidated interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's annual financial statements as of December 31, 2025.

Except for the effects of adopting the standards and interpretations described below, the significant accounting policies applied in preparing the interim financial statements are consistent with those applied in preparing the annual consolidated financial statements for the year ended December 31, 2025.

(a) New and amended standards and interpretations adopted by the Group

- Amendments to K-IFRS 1109 *Financial Instruments* and K-IFRS 1107 *Financial Instruments: Disclosures – Classification and Measurement of Financial Instruments*

(1) Derecognition of financial liabilities settled using an electronic payment

The amendments permit an entity to deem a financial liability (or part of a financial liability) that is settled using an electronic payment system to be discharged (and derecognised) before the settlement date if specified criteria are met. If an entity elects to apply this accounting policy to derecognize the financial liability before settlement date, it must apply this treatment to all financial liabilities settled using the same electronic payment system.

(2) Classification of financial assets

- Contractual terms that are consistent with a basic lending arrangement

The amendments provide guidance on how an entity should assess whether contractual cash flows of a financial asset are consistent with a basic lending arrangement. The amendments are intended to assist an entity to apply the requirements for assessing contractual cash flow characteristics of financial assets with features linked to environmental, social and governance (ESG) concerns.

- Assets with non-recourse features

The amendments enhance the description of the term “non-recourse”, in particular to specify that a financial asset has non-recourse features if an entity’s ultimate right to receive cash flows is contractually limited to the cash flows generated by specified assets.

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2.1 Basis of Preparation of the Consolidated Interim Financial Statements (cont'd)

- Contractually linked instruments

The amendments clarify the characteristics of contractually linked instruments that distinguish them from other transactions. Specifically, the amendments highlight that in such instruments a prioritisation of payments to the holders of financial assets using multiple contractually linked instruments (tranches) is established through a waterfall payment structure, resulting in concentrations of credit risk and a disproportionate allocation of losses between the holders of different tranches. The amendments also note that not all transactions with multiple debt instruments meet the criteria of transactions with multiple contractually linked instruments. In addition, the amendments clarify that the reference to instruments in the underlying pool can include financial instruments that are not within the scope of the classification requirements.

(3) Disclosures

- Investments in equity instruments designated at fair value through other comprehensive income ("FVOCI")

The requirements in K-IFRS 1107 are amended to require an entity to disclose the fair value gain or loss presented in other comprehensive income during the period, showing separately the fair value gain or loss that relates to investments derecognised in the period and the fair value gain or loss that relates to investments held at the end of the period.

- Contractual terms that could change the timing or amount of contractual cash flows

The amendments require an entity to disclose the contractual terms that could change the timing or amount of contractual cash flows on the occurrence (or non-occurrence) of a contingent event that does not relate directly to changes in basic lending risks and costs. The requirements apply to each class of financial asset measured at amortised cost or FVOCI and each class of financial liability measured at amortised cost.

The amendments do not have material impact on the condensed consolidated interim financial statements of the Group.

- Amendments to K-IFRS 1109 *Financial Instruments –Derecognition of Lease Liabilities and Definition of Transaction Prices*

The amendments clarify that, when a lease liability has been extinguished, any resulting gain or loss should be recognized in profit or loss. Additionally, the amendments update the language on transaction price in K-IFRS 1109 with that in K-IFRS 1115.

The amendments do not have material impact on the condensed consolidated interim financial statements of the Group.

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2.1 Basis of Preparation of the Consolidated Interim Financial Statements (cont'd)

- Amendments to K-IFRS 1110 *Consolidated Financial Statements – Determination of “de facto agent”*

The amendments remove the inconsistency with the requirement in paragraph B73 and B74 for an entity to use judgement to determine whether other parties are acting as de facto agents, and clarify that the relationship described in paragraph B74 is just one example of various relationships that might exist between the investor and other parties acting as de facto agents of the investor.

The amendments do not have material impact on the condensed consolidated interim financial statements of the Group.

- Amendments to K-IFRS 1109 *Financial Instruments* and K-IFRS 1107 *Financial Instruments: Disclosures —Contracts Referencing Nature-dependent Electricity*

(1) Amendments to K-IFRS 1109 *Financial Instruments*

The following requirements of K-IFRS 1109 are affected by the amendments:

- The own-use requirements in K-IFRS 1109 are amended to include the factors an entity is required to consider when applying K-IFRS 1109 paragraph 2.4 to contracts to buy and be delivered renewable electricity for which the source of production of the electricity is nature-dependent; and
- The hedge accounting requirements in K-IFRS 1109 are amended to allow an entity designating a contract referencing nature-dependent electricity as the hedging instrument in a hedge of forecast electricity transactions:
 - to designate a variable amount of forecast electricity transactions as the hedged item if specified criteria are met; and
 - to align the variable amount of nature-dependent electricity expected to be delivered by the generation facility with that referenced in the hedging instrument.

(2) Amendments to K-IFRS 1107 *Financial Instruments: Disclosures*

K-IFRS 1107 was amended to introduce disclosure requirements about contracts for nature-dependent electricity with specified characteristics.

The amendments do not have material impact on the condensed consolidated interim financial statements of the Group.

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2.1 Basis of Preparation of the Consolidated Interim Financial Statements (cont'd)

(b) The K-IFRS that have been published that are not yet effective and have not been early adopted by the Group.

- K-IFRS 1118 Presentation and Disclosure in Financial Statements

K-IFRS No. 1118 'Presentation and Disclosure in Financial Statements' replaces K-IFRS No. 1001 'Presentation of Financial Statements'. K-IFRS No. 1118 is expected to enhance the comparability of financial performance among similar entities by providing users of financial statements with more useful information for analyzing and comparing an entity's performance based on the income statement.

When the Group prepares its financial statements in accordance with K-IFRS No. 1118, the following accounting policies are expected to result in significant differences from the current financial statements. These matters do not represent all potential differences that may arise in the future and may be subject to change based on further analysis.

[Changes in Presentation of Income Statement]

K-IFRS No. 1118 requires all income and expenses included in the statement of profit or loss to be classified into one of five categories: operating, investing, financing, income taxes, and discontinued operations. Under the standard, all income and expenses not classified within the investing, financing, income tax, or discontinued operations categories are classified within the operating category, and operating profit or loss is defined as a residual category.

The Group is required to assess its main business activities in determining the classification of income and expenses. Where the Group's main business activities include investing in a particular type of asset or providing financing to customers, certain income and expenses that would otherwise have been classified in the investing or financing category are classified in the operating category.

Accordingly, operating profit or loss under K-IFRS No. 1118 differs significantly from operating profit or loss under the current K-IFRS No. 1001, which is generally defined as operating revenue less operating expenses. K-IFRS No. 1118 requires disclosure in the notes of operating profit or loss determined under the current K-IFRS No. 1001, together with a reconciliation between operating profit or loss under K-IFRS No. 1118 and that under the current K-IFRS No. 1001.

In addition, K-IFRS No. 1118 requires the presentation in the statement of profit or loss of 'operating profit or loss', comprising all income and expenses classified in the operating category; 'profit or loss before financing and income taxes', comprising operating profit or loss and all income and expenses classified in the investing category; and 'profit or loss for the period'. However, where providing financing to customers is one of the Group's main business activities, the presentation of 'profit or loss before financing and income taxes' may not be required to apply depending on the accounting policy applied.

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2.1 Basis of Preparation of the Consolidated Interim Financial Statements (cont'd)

[Introduction of Disclosure Requirements for Management-defined Performance Measures]

K-IFRS No. 1118 introduces new disclosure requirements for management-defined performance measures (“MPMs”). MPMs are defined as subtotals of income and expenses that are not specified in paragraph 118 of K-IFRS No. 1118 and are not explicitly required to be presented or disclosed by K-IFRS Standards, which are used in public communications outside the financial statements to communicate management's view of an aspect of the entity's financial performance to users of financial statements.

Where management-defined performance measures are presented, entities are required to disclose the reasons for using such measures, how the measures are calculated, reconciliations between the measures and the most directly comparable subtotal specified by K-IFRS No. 1118, the income tax effects of each reconciling item, and the effects on non-controlling interests.

[Changes in Classification of Cash Flows]

In connection with the issuance of K-IFRS No. 1118, certain amendments were also made to K-IFRS No. 1007 ‘Statement of Cash Flows’. Under the amendments, the starting point for determining cash flows from operating activities using the indirect method has been changed from profit or loss for the period to operating profit or loss. In addition, the accounting policy choice for the classification of interest and dividend cash flows has been removed.

K-IFRS No. 1118 is effective for annual reporting periods beginning on or after January 1, 2027, with earlier application permitted. In accordance with K-IFRS No. 1008 ‘Accounting Policies, Changes in Accounting Estimates and Errors’, the standard is required to be applied retrospectively. Accordingly, comparative information for the annual reporting period ending December 31, 2026 will be restated in accordance with K-IFRS No. 1118. In addition, the amendments to K-IFRS No. 1007 and K-IFRS No. 1033 resulting from the issuance of K-IFRS No. 1118, as well as the amended K-IFRS No. 1008 and K-IFRS No. 1107, will become effective when K-IFRS No. 1118 is applied.

The Group has not yet applied K-IFRS No. 1118, as the mandatory effective date has not yet arrived, and plans to present its first interim financial statements for the period ending March 31, 2027 in accordance with K-IFRS No. 1118.

As of June 30, 2026, the Group is conducting an overall preliminary assessment of the impact of applying K-IFRS No. 1118 based on the information currently available.

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2.2 Accounting Policies

Material accounting policies and method of computation used in the preparation of the condensed consolidated interim financial statements are consistent with those of the consolidated financial statements as of and for the year ended December 31, 2025, except for the changes due to the application of amendment and enactments of standards described in Note 2.1.(a) and the one described below.

2.2.1 Income Tax Expense

Income tax expense for the interim period is recognized based on management's best estimate of the weighted-average annual income tax rate expected for the full financial year. The estimated average annual tax rate is applied to the pre-tax income. The Group has applied K-IFRS 1012 *Income Taxes* to the income taxes (i.e., global minimum tax) arising from the tax legislation enacted to implement the OECD's International Tax Reform Pillar Two Model Rules. The amendment to K-IFRS 1012 includes a mandatory temporary exemption from deferred tax accounting for the global minimum tax and requires disclosure of the effects on current income tax related thereto. The Group has been applying the mandatory exception to recognize and disclose deferred taxes related to the Pillar Two income tax effective for the reporting periods beginning on or after January 1, 2024.

3. MATERIAL ACCOUNTING ESTIMATES AND ASSUMPTIONS:

The preparation of condensed consolidated interim financial statements requires management to make judgements, excluding those involving estimates, that have a significant effect on the amounts recognized in the condensed consolidated interim financial statements, and to make estimates and assumptions regarding the carrying amounts of assets and liabilities that are not readily apparent from other sources. Estimates and assumptions are based on historical experience and other relevant factors. Actual results may differ from those estimates.

The significant judgements made in applying the Group's accounting policies and the key sources of estimation uncertainty are consistent with those applied and disclosed in the annual consolidated financial statements for the year ended December 31, 2025, except for the following:

(a) Fair value of financial instruments

As described in Note 6, the Group uses valuation techniques that include inputs that are not based on observable market data to estimate the fair value of certain types of financial instruments. Note 6 provides detailed information about key assumptions used in the determination of the fair value of financial instruments as well as the detailed sensitivity analysis for these assumptions. The directors believe that the chosen valuation techniques and assumptions used are appropriate in determining the fair value of financial instruments.

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3. MATERIAL ACCOUNTING ESTIMATES AND ASSUMPTIONS (cont'd):

(b) Expected credit losses for financial instruments

The Group measures expected credit losses on debt securities measured at FVOCI, financial assets measured at amortized cost, financial guarantee contracts and loan commitments. Loss allowances for debt securities measured at FVOCI are recognized in accumulated other comprehensive income, loss allowances for financial assets measured at amortized cost are deducted from the gross carrying amounts of those assets, and provisions are recognized for financial guarantee contracts and loan commitments. The accuracy of allowance for losses on credit is determined by assumptions and variables, used in the model to estimate expected cash flows by individual borrowers for individual assessment and estimation of allowance for losses on credit by collective method and guarantees/unused credit limit liabilities.

The Group measures the expected credit losses using forward-looking information. The Group assumes that the risk component is correlated with changes in market conditions and uses statistical methods to estimate the relationship between modeling macroeconomic variables, expected credit loss and risk components.

The Group derived correlations between the long-term data over the past 10 years, major macroeconomic variables and then reflected future forecast information through regression estimation. The major macroeconomic variables identified by the Group are GDP growth rate, interest rate spread (National Treasury Bond-CD, Distribution Yield), producer price index, default rate of bills of Busan and Kyungnam regions, composite stock price index, unemployment rate, consumer price index, Busan apartment sales index, etc.

Forward looking information used to measure expected credit losses is calculated by comprehensively reviewing the possibility of occurrence of each scenario of the economic outlook based on forecasts from the government and public institutions such as the Bank of Korea and the Korea Development Institute.

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4. FINANCIAL RISK MANAGEMENT:

4.1 General

The Group is exposed to various financial risks, such as credit, liquidity, market and operational, associated with financial instruments. There has not been a significant change in the Group's purpose of financial risk management and risk management policy subsequent to December 31, 2025.

4.2 Credit Risk

(a) Maximum exposure to credit risk

The Group's maximum exposures of financial instruments, except for equity securities to credit risk that does not consider value of collateral as of June 30, 2026, and December 31, 2025, are as follows:

<i>(In millions of Korean won)</i>	June 30, 2026	December 31, 2025
On balance:		
Cash and due from banks	₩ 549,469	₩ 768,858
Financial assets at FVPL	9,425,194	9,760,723
Financial assets at FVOCI	9,885,713	9,302,867
Financial assets at amortized cost	7,715,624	7,959,145
Loans	122,666,522	117,264,568
Receivables	2,220,418	2,300,260
Derivative assets	705,896	314,804
Subtotal	<u>153,168,836</u>	<u>147,671,225</u>
Off balance:		
Guarantees and acceptances	2,317,828	1,639,419
Loan commitments	28,563,947	24,870,897
Subtotal	<u>30,881,775</u>	<u>26,510,316</u>
Total	<u>₩ 184,050,611</u>	<u>₩ 174,181,541</u>

(b) Analysis of credit quality of financial assets

Credit quality is classified based on internal credit grades as follows:

	Household	Corporates, public sector and other
Grade 1	1-5	AAA, AA, AA-, A
Grade 2	6	A-, BBB+, BBB
Grade 3	7-8	BBB-, BB, BB-
Grade 4	9-10	B, B-, C, D

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4.2 Credit Risk (cont'd)

The gross carrying amount of loans, receivables and debt securities by credit risk grade as of June 30, 2026 is as follows:

(In millions of Korean won)		June 30, 2026																		
		Loans and receivables						Debt securities												
		Loans		Receivables		FVOCI	Amortized cost	Subtotal	Subtotal	Twelve months' expected credit losses	Twelve months' expected credit losses									
		Lifetime expected credit losses	Lifetime expected credit losses	Not credit-impaired	Credit-impaired							Not credit-impaired	Credit-impaired							
	Twelve months' expected credit losses	Not credit-impaired	Credit-impaired	Twelve months' expected credit losses	Not credit-impaired	Credit-impaired														
Grade 1	₩	58,161,318	₩	728,896	₩	-	₩	812,571	₩	1,854	₩	-	₩	59,704,639	₩	9,885,713	₩	7,717,040	₩	17,602,753
Grade 2		37,648,416		3,755,962		-		131,599		11,723		-		41,547,700		-		-		-
Grade 3		9,501,268		6,634,917		-		84,338		19,620		-		16,240,143		-		-		-
Grade 4		211,751		2,551,967		1,718,148		1,134		17,039		30,851		4,530,890		-		-		-
Non-graded		2,952,129		119,457		177,053		1,121,081		6,746		50,482		4,426,948		-		-		-
Total	₩	108,474,882	₩	13,791,199	₩	1,895,201	₩	2,150,723	₩	56,982	₩	81,333	₩	126,450,320	₩	9,885,713	₩	7,717,040	₩	17,602,753

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4.2 Credit Risk (cont'd)

The exposure to credit risk for loan commitments and guarantees and acceptances by credit risk grade as of June 30, 2026 is as follows:

	June 30, 2026						
	Loan commitments			Guarantees and acceptances			
	Twelve months' expected credit losses	Lifetime expected credit losses		Twelve months' expected credit losses	Lifetime expected credit losses		Subtotal
		Not credit-impaired	Credit-impaired		Not credit-impaired	Credit-impaired	
Grade 1	₩ 19,701,024	₩ 112,071	₩ -	₩ 19,813,095	₩ 1,937	₩ -	₩ 920,927
Grade 2	5,428,070	623,402	-	6,051,472	217,657	-	1,273,378
Grade 3	931,122	455,280	-	1,386,402	51,088	-	115,949
Grade 4	9,929	79,171	49	89,149	7,049	525	7,574
Non-graded	230,100	1,358	-	231,458	-	-	-
Total	₩ 26,300,245	₩ 1,271,282	₩ 49	₩ 27,571,576	₩ 277,731	₩ 525	₩ 2,317,828

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4.2 Credit Risk (cont'd)

The gross carrying amount of loans, receivables and debt securities by credit risk grade as of December 31, 2025 is as follows:

		December 31, 2025																		
		Loans and receivables						Debt securities												
		Loans			Receivables			FVOCI		Amortized cost										
		Lifetime expected credit losses		Twelve months' expected credit losses		Lifetime expected credit losses		Twelve months' expected credit losses		Twelve months' expected credit losses										
		Twelve months' expected credit losses	Not credit-impaired	Credit-impaired	Twelve months' expected credit losses	Not credit-impaired	Credit-impaired	Twelve months' expected credit losses	Twelve months' expected credit losses	Twelve months' expected credit losses	Twelve months' expected credit losses									
		Subtotal	Subtotal	Subtotal	Subtotal	Subtotal	Subtotal	Subtotal	Subtotal	Subtotal	Subtotal									
Grade 1	₩	54,022,027	₩	648,723	₩	-	₩	349,013	₩	2,055	₩	-	₩	55,021,818	₩	9,302,867	₩	7,960,940	₩	17,263,807
Grade 2		35,757,890		4,042,208		-		148,708		12,145		-		39,960,951		-		-		-
Grade 3		10,214,151		6,569,197		-		66,414		26,237		-		16,875,999		-		-		-
Grade 4		204,211		2,785,861		1,468,644		1,121		35,289		28,851		4,523,977		-		-		-
Non-graded		2,656,132		174,955		179,354		1,646,484		7,206		50,634		4,714,765		-		-		-
Total	₩	102,854,411	₩	14,220,944	₩	1,647,998	₩	2,211,740	₩	82,932	₩	79,485	₩	121,097,510	₩	9,302,867	₩	7,960,940	₩	17,263,807

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4.2 Credit Risk (cont'd)

The exposure to credit risk for loan commitments and guarantees and acceptances by credit risk grade as of December 31, 2025 is as follows:

	December 31, 2025					
	Loan commitments			Guarantees and acceptances		
	Twelve months' expected credit losses	Lifetime expected credit losses		Twelve months' expected credit losses	Lifetime expected credit losses	
		Not credit-impaired	Credit-impaired		Not credit-impaired	Credit-impaired
Grade 1	₩ 16,578,495	₩ 97,963	₩ -	₩ 16,676,458	₩ 4,451	₩ -
Grade 2	5,272,610	484,187	-	5,756,797	82,884	-
Grade 3	957,595	416,819	-	1,374,414	154,464	-
Grade 4	7,362	78,459	440	86,261	9,789	1,715
Non-graded	244,155	1,099	-	245,254	-	-
Total	₩ 23,060,217	₩ 1,078,527	₩ 440	₩ 24,139,184	₩ 251,588	₩ 1,715
						₩ 1,639,420

BNK FINANCIAL GROUP INC. AND ITS SUBSIDIARIES

5. OPERATING SEGMENT INFORMATION:

(a) Segment report and division information

Segment information indicates details of the Group's divisions. Main divisions of business are based on the Group's internal report. The Group consists of six business divisions: two divisions of bank, securities, capital, savings bank and other. Such business divisions are divided by products, characteristics of services, customers and organization of the Group. Based on these categories, the main information by divisions is disclosed as follows:

The classifications of operations by divisions for the six-month periods ended June 30, 2026 and 2025 are as follows:

	2026						Consolidated financial statements
	Busan Bank	Kyongnam Bank	BNK Capital Co., Ltd.	BNK Securities Co., Ltd.	BNK Savings Bank	Others	
	₩	₩	₩	₩	₩	₩	₩
Net interest income (expenses)	799,202	561,451	158,204	34,090	32,459	(17,720)	1,486,773
Net commission income	27,798	18,594	11,343	65,961	1,517	12,555	136,650
Net gain on financial assets at FVPL	44,104	37,841	14,066	159,101	6,149	135,061	342,699
Net gain on financial assets at FVOCI	5,518	237	-	501	-	-	6,256
Net gain on financial assets at amortized cost	42	337	-	-	-	-	379
Contribution to provision for credit loss and others	(163,236)	(89,498)	(70,583)	(19,376)	(11,360)	1,516	(352,548)
General and administrative expenses	(390,028)	(271,435)	(66,438)	(74,325)	(12,290)	(64,837)	(857,111)
Other operating income (expenses), net	(79,384)	(62,222)	40,659	(117,163)	(5,880)	191,348	(244,327)

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(In millions of Korean won)	2026							Consolidated financial statements
	Busan Bank	Kyongnam Bank	BNK Capital Co., Ltd.	BNK Securities Co., Ltd.	BNK Savings Bank	Others	Total	
Operating profit	244,016	195,305	87,251	48,789	10,595	257,923	843,879	518,771
Non-operating income, net	20,867	2,945	13,822	12,866	261	27,573	78,334	39,777
Profit before income tax	264,883	198,250	101,073	61,655	10,856	285,496	922,213	558,548
Income tax expense	(63,645)	(43,282)	(22,421)	(16,024)	(3,776)	(7,694)	(156,842)	(136,164)
Profit for the period	₩ 201,238	₩ 154,968	₩ 78,652	₩ 45,631	₩ 7,080	₩ 277,802	₩ 765,371	₩ 422,384
Total assets	₩ 85,618,101	₩ 58,342,629	₩ 10,201,404	₩ 10,210,772	₩ 2,061,676	₩ 9,261,519	₩ 175,696,101	₩ 167,477,495
Total liabilities	₩ 79,694,492	₩ 54,569,555	₩ 8,675,257	₩ 9,010,949	₩ 1,804,119	₩ 2,721,202	₩ 156,475,574	₩ 156,029,979

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5. OPERATING SEGMENT INFORMATION (cont'd):

(In millions of Korean won)	2025						Consolidated financial statements
	Busan Bank	Kyongnam Bank	BNK Capital Co., Ltd.	BNK Securities Co., Ltd.	BNK Savings Bank	Others	
Net interest income (expenses)	₩ 772,133	₩ 509,483	₩ 154,409	₩ 56,896	₩ 32,144	₩ (22,336)	₩ 1,502,729
Net commission income	10,776	16,288	12,997	33,965	1,705	14,196	89,927
Net gain on financial assets at FVPL	40,039	38,692	18,859	90,194	3,763	29,650	221,197
Net gain on financial assets at FVOCI	52,658	37,514	-	1,803	-	-	91,975
Net gain on financial assets at amortized cost	339	80	-	-	-	-	419
Contribution to provision for credit loss and others	(183,262)	(101,528)	(70,443)	(30,228)	(14,774)	(4,577)	(404,812)
General and administrative expenses	(354,704)	(255,605)	(60,078)	(57,575)	(12,181)	(60,169)	(800,312)
Other operating income (expenses), net	(75,718)	(62,227)	36,483	(59,876)	(5,545)	470,962	304,079
Operating profit	262,261	182,697	92,227	35,179	5,112	427,726	1,005,202
Non-operating income (expenses), net	56,233	18,838	(2,724)	(3,913)	364	119,626	188,424
Profit before income tax	318,494	201,535	89,503	31,266	5,476	547,352	1,193,626
Income tax expense	(66,775)	(43,004)	(19,870)	(8,729)	(663)	(3,511)	(142,552)
Profit for the period	₩ 251,719	₩ 158,531	₩ 69,633	₩ 22,537	₩ 4,813	₩ 543,841	₩ 1,051,074
Total assets	₩ 80,549,468	₩ 52,768,658	₩ 9,978,680	₩ 9,601,668	₩ 1,877,978	₩ 8,866,526	₩ 163,642,978
Total liabilities	₩ 74,795,841	₩ 49,080,837	₩ 8,543,679	₩ 8,415,757	₩ 1,629,667	₩ 2,471,966	₩ 144,937,747
							₩ (461,784)
							₩ 144,475,963

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5. OPERATING SEGMENT INFORMATION (cont'd):

(b) Information on financial services and geographical areas

As the financial products of the Group are categorized as interest bearing, non-interest bearing and others, and the categorization is already reflected in the composition of the reportable segments above, revenue from external customers is not separately disclosed. Revenue by geographical areas is not separately disclosed as the Group operates its business domestically.

(c) Information on main customers

The information regarding the revenue and non-current assets of the Group by geographical areas as of June 30, 2026 and December 31, 2025, and for the six-month periods ended June 30, 2026 and 2025 is as follows.

(In millions of Korean won)	Revenue		Non-current assets ¹	
	2026	2025	June 30, 2026	December 31, 2025
Domestic portion	₩ 6,933,619	₩ 5,193,204	₩ 1,862,466	₩ 1,831,262
Foreign portion	₩ 55,502	₩ 53,942	₩ 28,531	₩ 19,918
	₩ 6,989,121	₩ 5,247,146	₩ 1,890,997	₩ 1,851,180

¹ Non-current assets consist of property and equipment, investment properties, and intangible assets.

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6. FAIR VALUE OF FINANCIAL INSTRUMENTS:

This note provides an update on the judgements and estimates made by the Group in determining the fair values of the financial instruments since the last annual financial report.

(a) Fair value of financial instruments by category

The carrying amounts and fair value of financial assets and financial liabilities by each category as of June 30, 2026, and December 31, 2025 are as follows:

(In millions of Korean won)	June 30, 2026		December 31, 2025	
	Carrying amount	Fair value	Carrying amount	Fair value
Financial assets:				
Cash and due from banks	₩ 6,511,679	₩ 6,511,679	₩ 7,143,492	₩ 7,143,492
Financial assets at FVPL	10,302,719	10,302,719	10,233,547	10,233,547
Financial assets at FVOCI	10,067,961	10,067,961	9,468,168	9,468,168
Financial assets at amortized cost	7,715,624	7,591,838	7,959,145	7,927,804
Loans and receivables	124,886,940	124,858,410	119,564,828	120,125,477
Derivative assets	705,896	705,896	314,804	314,804
Subtotal	₩ 160,190,819	₩ 160,038,503	₩ 154,683,984	₩ 155,213,292
Financial liabilities:				
Deposit liabilities	₩ 118,177,440	₩ 118,007,933	₩ 113,477,945	₩ 113,446,507
Financial liabilities at FVPL	1,383,947	1,383,947	1,957,514	1,957,514
Borrowings	12,343,494	12,298,138	11,445,551	11,432,664
Debentures	17,719,910	17,649,806	16,445,000	16,492,842
Derivative liabilities	619,882	619,882	271,881	271,881
Other financial liabilities ¹	5,400,567	5,393,754	5,764,093	5,764,088
Subtotal	₩ 155,645,240	₩ 155,353,460	₩ 149,361,984	₩ 149,365,496

¹ Other financial liabilities consist of accounts payables, accrued expenses and others.

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6. FAIR VALUE OF FINANCIAL INSTRUMENTS (cont'd):

(b) Fair value measurement method and assumptions by financial instruments

The fair value assessment method and assumptions are as follows:

Classification	Fair value measurement technique
Cash and due from banks	The carrying amounts of cash are assumed to be, and demand due from banks and payment due from banks are reasonable approximations of fair values. These financial instruments do not have a fixed maturity and are receivable on demand. Fair value of ordinary due from banks is measured using DCF Model. However, if the contractual maturity and the interest resetting period from the settlement date are within three months, the carrying amounts are assumed to be the fair value.
Securities	The fair value of financial instruments that are quoted in active markets is determined using the quoted prices. Fair value is determined by independent third-party pricing services when quoted prices are not available. Pricing services use one or more of the valuation techniques, including DCF Model, Imputed Market Value Model, Free Cash Flow to Equity Model, Dividend Discount Model, Risk-Adjusted Discount Rate Method and Net Asset Value Method.
Derivatives	For exchange-traded derivatives, a quoted price in an active market is used to determine fair value, and for over-the-counter ("OTC") derivatives, fair value is determined using valuation techniques. The Group uses internally developed valuation models that are widely used by market participants to determine the fair value of plain OTC derivatives, including options, IRSs and currency swaps, based on observable market parameters. However, some complex financial instruments are valued using an advanced internal valuation model or the results of independent pricing services, where part or all of the inputs are not observable in the market. OTC derivatives with closed-form solutions in its valuation are valued using the appropriate model. Complex derivative instruments whose valuation method cannot be defined by closed-form solution are valued using techniques, including Finite Difference Method and Monte Carlo Simulation.
Loans and receivables	DCF is used to determine the fair value of loans and receivables. When DCF Model is applied, the expected cash flow is calculated by applying the early redemption risk rate to the contractual cash flow calculated according to the contract terms and discounted at an appropriate discount rate to calculate fair value. For those loans and receivables with residual maturities of less than three months as of the closing date and the ones with a reset period of less than three months, the carrying amount is regarded as fair value.
Deposit liabilities	The carrying amount of demand deposit is regarded as fair value as it does not have the maturity and the amount approximates the fair value. Fair value of time deposit is determined using DCF. Fair value is determined using appropriate discount rate and the expected cash flows by contractual cash flows with the prepayment rate taken into account. For those deposits with residual maturities of less than three months as of the closing date and the ones with a reset period of less than three months, the carrying amount is regarded as fair value.
Borrowings	Fair value is determined using DCF discounting contractual future cash flows by an appropriate discount rate. However, for those borrowings with residual maturities of less than three months as of the closing date and the ones with a reset period of less than three months, the carrying amount is regarded as fair value.
Debentures	Fair value is determined by using the valuation of independent third-party pricing services in accordance with the market prices that are quoted in active markets.

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6. FAIR VALUE OF FINANCIAL INSTRUMENTS (cont'd)

Classification	Fair value measurement technique
Other financial liabilities	Other financial liabilities mainly consist of financial liabilities with residual maturities of less than three months as of the closing date, and the carrying amount of those is regarded as fair value.

(c) Fair Value Hierarchy Classifications of the Financial Instruments that are Subsequently Measured at Fair Value

The fair value hierarchy classifications of the financial instruments that are subsequently measured at fair value as of June 30, 2026 and December 31, 2025 are as follows:

(In millions of Korean won)	June 30, 2026			
	Level 1	Level 2	Level 3	Total
Financial assets:				
Financial assets at FVPL	₩ 1,788,628	₩ 6,013,600	₩ 2,500,491	₩ 10,302,719
Financial assets at FVOCI	4,766,882	5,125,325	175,754	10,067,961
Loans receivables at FVPL	-	-	19,419	19,419
Derivative assets ¹	-	718,566	(12,670)	705,896
	<u>₩ 6,555,510</u>	<u>₩ 11,857,491</u>	<u>₩ 2,682,994</u>	<u>₩ 21,095,995</u>
Financial liabilities:				
Financial liabilities at FVPL	₩ 196,092	₩ -	₩ 1,187,855	₩ 1,383,947
Derivative liabilities ¹	-	633,447	(13,565)	619,882
	<u>₩ 196,092</u>	<u>₩ 633,447</u>	<u>₩ 1,174,290</u>	<u>₩ 2,003,829</u>

¹ The adjustment of gain and losses on valuation at transaction date is included.

(In millions of Korean won)	December 31, 2025			
	Level 1	Level 2	Level 3	Total
Financial assets:				
Financial assets at FVPL	₩ 1,434,417	₩ 6,972,649	₩ 1,826,481	₩ 10,233,547
Financial assets at FVOCI	4,140,925	5,169,982	157,261	9,468,168
Loans receivables at FVPL	-	-	17,724	17,724
Derivative assets ¹	2	313,583	1,219	314,804
	<u>₩ 5,575,344</u>	<u>₩ 12,456,214</u>	<u>₩ 2,002,685</u>	<u>₩ 20,034,243</u>
Financial liabilities:				
Financial liabilities at FVPL	₩ 763,492	₩ -	₩ 1,194,022	₩ 1,957,514
Derivative liabilities ¹	11	271,845	25	271,881
	<u>₩ 763,503</u>	<u>₩ 271,845</u>	<u>₩ 1,194,047</u>	<u>₩ 2,229,395</u>

¹ The adjustment of gain and losses on valuation at transaction date is included.

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6. FAIR VALUE OF FINANCIAL INSTRUMENTS (cont'd):

The valuation techniques and input variables of Level 2 financial instruments, subsequently measured at fair value, as of June 30, 2026, and December 31, 2025, are as follows:

		June 30, 2026		
<i>(In millions of Korean won)</i>		Fair value	Valuation techniques	Input variables
Financial assets:				
Financial assets at FVPL				
Debt securities	₩	5,097,632	DCF Model	Discount rate
Other securities		915,968	DCF Model and Net Asset Value Method	Discount rate, exchange rate, volatility
Financial assets at FVOCI				
Debt securities		5,125,325	DCF Model	Discount rate
Derivative assets		718,566	DCF Model, Monte Carlo Simulation and 1-factor Gaussian Copular model	Interest rate, discount rate, exchange rate, volatility, credit spread of reference entity, etc.
Financial liabilities:				
Derivative liabilities	₩	633,447	DCF Model, Monte Carlo Simulation and 1-factor Gaussian Copular model	Interest rate, discount rate, exchange rate, volatility, credit spread of reference entity, etc.
		December 31, 2025		
<i>(In millions of Korean won)</i>		Fair value	Valuation techniques	Input variables
Financial assets:				
Financial assets at FVPL				
Debt securities	₩	6,156,869	DCF Model	Discount rate
Other securities		815,780	DCF Model, Net Asset Value Method and Monte Carlo Simulation	Discount rate, volatility
Financial assets at FVOCI				
Debt securities		5,169,982	DCF Model	Discount rate
Derivative assets		313,583	DCF Model, Binomial Trees and 1-factor Gaussian Copular model	Interest rate, discount rate, exchange rate, volatility, credit spread of reference entity, etc.
Financial liabilities:				
Derivative liabilities	₩	271,845	DCF Model and 1-factor Gaussian Copular model	Interest rate, discount rate, exchange rate, credit spread of reference entity, etc.

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6. FAIR VALUE OF FINANCIAL INSTRUMENTS (cont'd):

The valuation techniques, input variables and range of significant unobservable input variables of Level 3 financial instruments, which are subsequently measured at fair value, as of June 30, 2026 and December 31, 2025, are as follows:

(In millions of Korean won)	Fair value		Valuation techniques	Range of significant unobservable inputs	Relationship between significant unobservable inputs and fair value
		June 30, 2026			
Financial assets:					
Financial assets at FVPL	₩	2,500,491			
Equity securities		312,934	Net Asset Value Method, DCF Model, Binomial Trees, Hull & White / G2++ , and Comparable Company Analysis	Discount rate: 9.20%-10.82% Volatility: 0.51%-37.52% Growth rate: 0.00%	Fair value increases (decreases) when discount rate decreases (increases), volatility increases (decreases) or growth rate increases (decreases)
Debt securities		784,072	Monte Carlo Simulation	Volatility: 50.25%-92.49%	Fair value increases (decreases) when volatility increases (decreases)
Other securities		1,403,485	Net Asset Value Method, Binomial Trees, Monte Carlo Simulation, DCF Model, Dividend Discount Model and Market Value Approach	Discount rate: 0.00%-109.49% Volatility: 22.55%-85.37% Growth rate: 1.00% Liquidation value: -1.00%-1.00%	Fair value increases (decreases) when discount rate decreases (increases), volatility increases (decreases), growth rate increases (decreases) or liquidation value increases (decreases)
Financial assets at FVOCI:		175,754			
Equity securities		175,754	Net Asset Value Method, DCF Model and Comparable Company Analysis	Discount rate: 7.72%-18.06% Growth rate: 0.00%-1.00% Liquidation value: 0.00%	Fair value increases (decreases) when discount rate decreases (increases), growth rate increases (decreases) or liquidation value increases (decreases)
Loans receivables at FVPL:		19,419			
Hybrid (combined) instruments		19,419	Binomial Trees	Volatility: 25.31%-81.32% Discount rate: 6.25%-25.17%	Fair value increases (decreases) when volatility increases (decreases) or discount rate decreases (increases)

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6. FAIR VALUE OF FINANCIAL INSTRUMENTS (cont'd):

(In millions of Korean won)	Fair value	Valuation techniques	Range of significant unobservable inputs	Relationship between significant unobservable inputs and fair value
	June 30, 2026			
Derivative assets	(12,670)	Binomial Trees, DCF Model, Monte Carlo Simulation and 1-factor Gaussian Copula model	Volatility: 0.00%-99.00% Discount rate : 3.93% Credit Spread: 0.00%-5.00% Correlation coefficient: -0.99- 0.99	Fair value increases (decreases) when volatility increases (decreases), discount rate decreases (increases). Possibility of increase in fair value increases when credit spread narrows or correlation coefficient increases.
Financial liabilities:				
Financial liabilities designated at FVPL	1,187,855	Hull & White Model and Monte Carlo Simulation	Volatility: 0.00%-99.00% Correlation coefficient: -0.99- 0.99	Fair value increases (decreases) when volatility increases (decreases). Possibility of increase in fair value increases when correlation coefficient increases.
Derivative liabilities	(13,565)	DCF Model, Binomial Trees, Monte Carlo Simulation and 1-factor Gaussian Copula model	Volatility: 0.00%-99.00% Credit Spread: 0.00%-5.00% Correlation coefficient: -0.99- 0.99	Fair value increases (decreases) when volatility increases (decreases). Possibility of increase in fair value increases when credit spread narrows, correlation coefficient increases.

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6. FAIR VALUE OF FINANCIAL INSTRUMENTS (cont'd):

(In millions of Korean won)			Valuation techniques	Range of significant unobservable inputs	Relationship between significant unobservable inputs and fair value
	Fair value				
	December 31, 2025				
Financial assets:					
Financial assets at FVPL:	₩	1,826,481			
Equity securities		335,963	Net Asset Value Method, DCF Model, Binomial Trees, Hull & White / G2++, and Comparable Company Analysis	Discount rate: 9.09%-10.34% Volatility: 0.00%-26.40% Growth rate: 0.00%	Fair value increases (decreases) when discount rate decreases (increases), growth rate increases (decreases) or volatility increases (decreases)
Debt securities		49,951	Monte Carlo Simulation	Volatility: 17.98%-53.52%	Fair value increases (decreases) when volatility increases (decreases)
Other securities		1,440,567	Net Asset Value Method, DCF Model and Binomial Trees	Discount rate: 0.00%-122.48% Volatility: 0.00%-48.50% Growth rate: 1.00% Liquidation value: -1.00%-1.00%	Fair value increases (decreases) when discount rate decreases (increases), volatility increases (decreases), growth rate increases (decreases) or liquidation value increases (decreases)
Financial assets at FVOCI:		157,261			
Equity securities		157,261	Net Asset Value Method, Comparable Company Analysis and DCF Model	Discount rate: 6.80%-16.33% Growth rate: 0.00%-1.00% Liquidation value: 0.00%	Fair value increases (decreases) when discount rate decreases (increases), growth rate increases (decreases) or liquidation value increases (decreases)
Loans receivables at FVPL:		17,724			
Hybrid (combined) instruments		17,724	Binomial Trees	Volatility: 22.04%-48.73% Discount rate: 4.17%-10.36%	Fair value increases (decreases) when volatility increases (decreases) or discount rate decreases (increases)

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6. FAIR VALUE OF FINANCIAL INSTRUMENTS (cont'd):

(In millions of Korean won)	<u>Fair value</u>	<u>Valuation techniques</u>	<u>Range of significant unobservable inputs</u>	<u>Relationship between significant unobservable inputs and fair value</u>
	<u>December 31, 2025</u>			
Derivative assets	1,219	Binomial Trees, DCF Model, Monte Carlo Simulation and 1-factor Gaussian Copula model	Volatility: 0.00%-99.00% Discount rate: 3.26%-3.29% Correlation coefficient: -0.99- 0.99 Credit spread: 0.00%-5.00%	Fair value increases (decreases) when volatility increases (decreases) or discount rate decreases (increases). Possibility of increase in fair value increases when correlation coefficient increases or credit spread widens.
Financial liabilities:				
Financial liabilities at FVPL	1,194,022	Hull & White Model and Monte Carlo Simulation	Volatility: 0.00%-99.99% Correlation coefficient: -0.99- 0.99	Fair value increases (decreases) when volatility increases (decreases) or correlation coefficient increases (decreases)
Derivative liabilities	25	DCF Model and 1-factor Gaussian Copula model	Volatility: 0.00%-99.00% Correlation coefficient: -0.99- 0.99 Credit spread: 0.00%-5.00%	Fair value increases (decreases) when volatility increases (decreases). Possibility of increase in fair value increases when correlation coefficient increases or credit spread narrows.

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6. FAIR VALUE OF FINANCIAL INSTRUMENTS (cont'd):

The following table shows the sensitivity analysis to disclose the effect of reasonably possible alternative assumptions on the fair value of Level 3 financial instruments as of June 30, 2026, and December 31, 2025:

		June 30, 2026			
		Profit (loss) for the year		Other comprehensive income	
		Favourable changes	Unfavourable changes	Favourable changes	Unfavourable changes
<i>(In millions of Korean won)</i>					
Financial assets:					
Financial assets at FVPL ^{1, 5}	₩	3,411	₩ (3,036)	₩ -	₩ -
Financial assets at FVOCI		-	-	4,560	(2,347)
Loans receivables at FVPL ²		-	-	-	-
Derivative assets ³		429	(424)	-	-
Financial liabilities:					
Financial liabilities designated at FVPL ⁴		110	(110)	-	-
	₩	<u>3,950</u>	₩ <u>(3,570)</u>	₩ <u>4,560</u>	₩ <u>(2,347)</u>

¹ Fair value changes of securities are calculated by increasing or decreasing growth rate (0% - 1%) and discount rate (-1% - 1%) or liquidation value (-1% - 1%) and discount rate (-1% - 1%). The growth rate, discount rate and liquidation value are major unobservable inputs.

² For convertible private bonds, changes in their fair value are calculated by increasing or decreasing the stock price (-20% - 20%), product price and others (-20% - 20%), and increasing or decreasing the interest rate (-2% - 2%p), value of Korean won (-10% - 10%) and credit premium (additional interest rate) (-5%p - 5%p).

³ Changes in the fair value are calculated by increasing or decreasing 10% of KRW Swaption volatility that is a significant unobservable input variable related to Callable IRS.

⁴ Fair value changes of financial liabilities at FVPL are calculated by increasing or decreasing volatility (-10% - 10%) and discount rate (-1% - 1%), which are unobservable input variables.

⁵ Beneficiary certificates and some contributions were excluded because it was practically impossible to calculate sensitivity due to changes in input variables.

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6. FAIR VALUE OF FINANCIAL INSTRUMENTS (cont'd):

(In millions of Korean won)

	December 31, 2025			
	Profit (loss) for the year		Other comprehensive income	
	Favourable changes	Unfavourable changes	Favourable changes	Unfavourable changes
Financial assets:				
Financial assets at FVPL ^{1, 5}	₩ 6,925	₩ (6,202)	₩ -	₩ -
Financial assets at FVOCI ¹	-	-	4,589	(2,444)
Loans receivables at FVPL ²	201	(192)	-	-
Derivative assets ³	64	(65)	-	-
Financial liabilities:				
Financial liabilities at FVPL ⁴	20	(20)	-	-
	₩ 7,210	₩ (6,479)	₩ 4,589	₩ (2,444)

¹ The fair value changes of securities are calculated by increasing or decreasing growth rate (0% - 1%) and discount rate (-1% - 1%) or liquidation value (-1% - 1%) and discount rate (-1% - 1%). The growth rate, discount rate and liquidation value are major unobservable inputs.

² For convertible private bonds, changes in their fair value are calculated by increasing or decreasing the stock price (-20% - 20%), product price and others (-20% - 20%), and increasing or decreasing the interest rate (-2% - 2%p), value of Korean won (-10% - 10%) and credit premium (additional interest rate) (-5%p - 5%p).

³ Changes in the fair value are calculated by increasing or decreasing 10% of KRW Swaption volatility that is a significant unobservable input variable related to Callable IRS.

⁴ Fair value changes of financial liabilities at FVPL are calculated by increasing or decreasing volatility (-10% - 10%) and discount rate (-1% - 1%), which are unobservable input variables.

⁵ Beneficiary certificates and some contributions were excluded because it was practically impossible to calculate sensitivity due to changes in input variables.

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6. FAIR VALUE OF FINANCIAL INSTRUMENTS (cont'd):

Changes in Level 3 financial instruments subsequently measured at fair value for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)	2026					
	Financial assets at FVPL	Financial assets at FVOCI	Loans receivables at FVPL	Derivative assets	Derivative liabilities	Financial liabilities at FVPL
Beginning balance	₩ 1,826,481	₩ 157,261	₩ 17,724	₩ 1,219	₩ 25	₩ 1,194,022
Total profit or loss:						
Amount recognized in profit or loss ¹	749,914	-	1,493	(41,921)	(36,408)	20,911
Amount recognized in other comprehensive income	26,287	18,313	-	-	-	-
Purchases	110,191	257	9,500	28,390	22,818	1,249,546
Sales	(197,922)	(130)	(9,298)	(358)	-	(1,276,624)
Reclassification ²	(14,460)	53	-	-	-	-
Ending balance	₩ 2,500,491	₩ 175,754	₩ 19,419	₩ (12,670)	₩ (13,565)	₩ 1,187,855

¹ For the changes in Level 3 of the fair value hierarchy during the current period, the amounts recognized as profit or loss for the period and the unrealized gains or losses on assets and liabilities held at the end of the reporting period are presented in the statement of comprehensive income as the following individual items:

² The reclassification between levels occurred due to the change in the availability of observable market data for the relevant securities.

(In millions of Korean won)	Financial assets at FVPL	Loans receivables at FVPL	Derivatives	Financial liabilities at FVPL	Total
Profit(loss) for the period	₩ 749,914	₩ 1,493	₩ (5,513)	₩ (20,911)	₩ 724,983
Change in unrealized gain (loss)	26,627	(667)	(6,102)	(7,675)	12,183

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6. FAIR VALUE OF FINANCIAL INSTRUMENTS (cont'd):

<i>(In millions of Korean won)</i>		2025					
		Financial assets at FVPL	Financial assets at FVOCI	Loans receivables at FVPL	Derivative assets	Derivative liabilities	Financial liabilities at FVPL
Beginning balance	₩	1,653,655	₩ 140,397	₩ 36,589	₩ 31,992	₩ 25,318	₩ 1,247,603
Total profit or loss:							
Amount recognized in profit or loss ¹		115,150	-	1,798	(146)	(7,326)	14,631
Amount recognized in other comprehensive income		-	9,194	-	-	-	913
Purchases		199,953	299	-	669	18	1,327,908
Sales		(111,758)	(2)	(19,520)	(77)	-	(1,183,812)
Settlements		(80,375)	-	-	-	-	-
Reclassification		50	-	-	-	-	-
Ending balance	₩	1,776,675	₩ 149,888	₩ 18,867	₩ 32,438	₩ 18,010	₩ 1,407,243

¹ For the changes in Level 3 of the fair value hierarchy during the current period, the amounts recognized as profit or loss for the period and the unrealized gains or losses on assets and liabilities held at the end of the reporting period are presented in the statement of comprehensive income as the following individual items:

<i>(In millions of Korean won)</i>	Financial assets at FVPL	Loans receivables at FVPL	Derivatives	Financial liabilities at FVPL	Total
Profit(loss) for the period	₩ 115,150	₩ 1,798	₩ 7,180	₩ (14,631)	₩ 109,497
Change in unrealized gain(loss)	55,952	738	7,145	(15,310)	48,525

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6. FAIR VALUE OF FINANCIAL INSTRUMENTS (cont'd):

(d) Fair Value Hierarchy Classifications of the Financial Instruments that are not Subsequently Measured at Fair Value

The fair value hierarchy classifications of the financial instruments that are subsequently not measured at fair value as of June 30, 2026, and December 31, 2025 are as follows:

(In millions of Korean won)

	June 30, 2026			
	Level 1	Level 2	Level 3	Total
Financial assets:				
Cash and deposits	₩ 601,389	₩ 5,910,290	₩ -	₩ 6,511,679
Loans and receivables	-	34,646	124,804,345	124,838,991
Financial assets at amortized cost	929,744	6,662,094	-	7,591,838
Subtotal	₩ 1,531,133	₩ 12,607,030	₩ 124,804,345	₩ 138,942,508
Financial liabilities:				
Deposit liabilities	₩ -	₩ 35,689,801	₩ 82,318,132	₩ 118,007,933
Borrowings	-	6,767,110	5,531,028	12,298,138
Debentures	-	17,649,806	-	17,649,806
Other financial liabilities	-	-	5,393,754	5,393,754
Subtotal	₩ -	₩ 60,106,717	₩ 93,242,914	₩ 153,349,631

(In millions of Korean won)

	December 31, 2025			
	Level 1	Level 2	Level 3	Total
Financial assets:				
Cash and deposits	₩ 508,150	₩ 6,635,342	₩ -	₩ 7,143,492
Loans and receivables	-	25,357	120,082,396	120,107,753
Financial assets at amortized cost	679,625	7,242,537	5,642	7,927,804
Subtotal	₩ 1,187,775	₩ 13,903,236	₩ 120,088,038	₩ 135,179,049
Financial liabilities:				
Deposit liabilities	₩ -	₩ 18,358,853	₩ 95,087,654	₩ 113,446,507
Borrowings	-	6,428,958	5,003,706	11,432,664
Debentures	-	16,492,842	-	16,492,842
Other financial liabilities	-	-	5,764,088	5,764,088
Subtotal	₩ -	₩ 41,280,653	₩ 105,855,448	₩ 147,136,101

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6. FAIR VALUE OF FINANCIAL INSTRUMENTS (cont'd):

The valuation techniques and input variables of Level 2 financial instruments, subsequently not measured at fair value, as of June 30, 2026, and December 31, 2025, are as follows. The valuation techniques and inputs variables are not disclosed for the items that the carrying amounts are disclosed at fair value as the carrying amounts are considered to be the reasonable approximation of the fair value.

(In millions of Korean won)	Fair value		Valuation techniques	Input variables
	June 30, 2026	December 31, 2025		
Financial assets:				
Debt securities	₩ 6,662,094	₩ 7,242,537	DCF Model	Discount rate
Financial liabilities:				
Deposit liabilities	₩ 35,689,801	₩ 18,358,853	DCF Model	Discount rate
Borrowings	6,767,110	6,428,958	DCF Model	Discount rate
Debentures	17,649,806	16,492,842	DCF Model	Discount rate

The valuation techniques and input variables of Level 3 financial instruments, subsequently not measured at fair value, as of June 30, 2026, and December 31, 2025, are as follows:

(In millions of Korean won)	Fair value		Valuation techniques	Input variables
	June 30, 2026	December 31, 2025		
Financial assets:				
Loans and receivables	₩ 124,804,345	₩ 120,082,396	DCF Model	Discount rate and early repayment rate
Financial assets at amortized cost	-	5,642	DCF Model	Discount rate and early repayment rate
Financial liabilities:				
Deposit liabilities	₩ 82,318,132	₩ 95,087,654	DCF Model	Discount rate
Borrowings	5,531,028	5,003,706	DCF Model	Discount rate
Other financial liabilities	5,393,754	5,764,088	DCF Model	Discount rate

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7. TRANSFER OF FINANCIAL ASSETS:

The Group holds securities sold under repurchase, securities lending arrangements and liquidated financial assets and such transactions have resulted in transfer of financial assets. However, they have been recorded in the consolidated statement of financial position since the assets did not meet the derecognition criteria.

In case of securities sold under repurchase agreements, the Group sells the assets to another party with a commitment to buy the assets back at a specified price. Loaned securities will be returned at the end of security lending agreement. Hence, the Group retains substantially all the risks and rewards of ownership of the financial assets. For securitized financial assets, consolidated structured entities issue asset-backed securities using loans held by the Group as underlying assets, and the Group bears the related risks through purchase commitments or credit facilities.

Details of the book amounts of transferred assets and relevant liabilities as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	June 30, 2026		December 31, 2025	
	Book amount of transferred assets	Book amount of related liabilities	Book amount of transferred assets	Book amount of related liabilities
Securities sold under repurchase agreement	₩ 4,390,953	₩ 3,975,691	₩ 4,328,415	₩ 4,578,687
Loaned securities	2,851,102	-	973,677	-
Liquidated financial assets	291,322	311,969	414,022	344,986
Total	<u>₩ 7,533,377</u>	<u>₩ 4,287,660</u>	<u>₩ 5,716,114</u>	<u>₩ 4,923,673</u>

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8. CASH AND DUE FROM BANKS:

Details of cash and due from banks restricted in use as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	Financial institution	June 30, 2026	December 31, 2025	Reason for restriction
Cash and cash equivalents:				
Reserve deposits in Korean won	The BOK	₩ 3,166,418	₩ 4,223,606	Article 55 of the Bank of Korea Act
Reserve deposits in foreign currencies	The BOK	581,346	71,011	Article 55 of the Bank of Korea Act
Demand deposits in foreign currencies	The State Bank of Vietnam	2,449	7,814	Payment reserves
Other deposits in Foreign Currencies	The State Bank of Vietnam and others	14,938	10,959	Payment reserves
		<u>3,765,151</u>	<u>4,313,390</u>	
Due from banks:				
Due from banks in Korean won	The Korea Securities Finance Corporation	220,167	416,643	Deposits from investors and others
	Korea Federation of Savings Banks	72,463	68,618	Reserve deposits and others
	Korea Securities Depository and others	51,874	91	Deposits to performance guarantees and others
	KRX and others	112,230	166,831	Collective fund for default losses and others
Subtotal		<u>456,734</u>	<u>652,183</u>	
Due from banks in foreign currencies	KRX	17,188	10,317	Reserve deposits and others
	The State Bank of Vietnam and others	1,899	1,435	Reserve deposits for overseas affiliates and others
	China Bohai Bank and others	15,414	14,349	Article 85 of the Enforcement Rules of the Foreign Currency Bank Management Ordinance
Subtotal		<u>34,501</u>	<u>26,101</u>	
Total		<u>₩ 4,256,386</u>	<u>₩ 4,991,674</u>	

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9. FINANCIAL ASSETS AT FVPL:

Details of financial assets at FVPL as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	<u>June 30, 2026</u>	<u>December 31, 2025</u>
Equity securities	₩ 877,525	₩ 472,824
Government and public bonds	823,093	744,229
Finance bonds	1,257,553	1,442,340
Corporate bonds	3,359,198	3,449,695
Other debt securities	840,041	1,027,003
Beneficiary certificates	2,078,335	2,187,250
Others	1,066,974	910,206
Total	<u>₩ 10,302,719</u>	<u>₩ 10,233,547</u>

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10. FINANCIAL ASSETS AT FVOCI:

Details of financial assets at FVOCI as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	<u>June 30, 2026</u>	<u>December 31, 2025</u>
Equity securities ¹:		
Stock	₩ 181,268	₩ 164,321
Investment and others	980	980
Subtotal	<u>182,248</u>	<u>165,301</u>
Debt securities:		
Government and public bonds	2,806,014	3,897,639
Finance bonds	1,674,127	2,079,764
Corporate bonds	2,760,028	2,420,039
Loans in securities	<u>2,645,544</u>	<u>905,425</u>
Subtotal	<u>9,885,713</u>	<u>9,302,867</u>
Total	<u>₩ 10,067,961</u>	<u>₩ 9,468,168</u>

¹ The equity securities held for strategic purposes rather than short-term trading, are designated as financial assets at FVOCI.

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10. FINANCIAL ASSETS AT FVOCI (cont'd):

Changes in loss allowance for financial assets at FVOCI for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)

	2026					
	Twelve months' expected credit losses		Lifetime expected credit losses		Total	
			Not credit impaired	Credit impaired		
Beginning balance	₩	1,570	₩	-	₩	1,570
Decrease in provision from sales		(164)		-		(164)
Reversal of loss allowance		(123)		-		(123)
Ending balance	₩	1,283	₩	-	₩	1,283

(In millions of Korean won)

	2025					
	Twelve months' expected credit losses		Lifetime expected credit losses		Total	
			Not credit impaired	Credit impaired		
Beginning balance	₩	1,921	₩	-	₩	1,921
Decrease in provision from sales		(1,041)		-		(1,041)
Contribution to loss allowance		995		-		995
Ending balance	₩	1,875	₩	-	₩	1,875

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11. FINANCIAL ASSETS AT AMORTIZED COST:

Details of financial assets at amortized cost as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	<u>June 30, 2026</u>	<u>December 31, 2025</u>
Debt securities:		
Government and public bonds	₩ 4,391,770	₩ 4,666,252
Finance bonds	296,388	376,787
Corporate bonds	2,823,324	2,849,649
Loans in securities	205,558	68,252
Loss allowance	(1,416)	(1,795)
Total	<u>₩ 7,715,624</u>	<u>₩ 7,959,145</u>

Changes in loss allowance for impairment for securities at amortized cost for the six-month periods ended June 30, 2026 and 2025 are as follows:

<i>(In millions of Korean won)</i>	2026			
	Twelve months' expected credit losses	Lifetime expected credit losses		Total
		Not credit impaired	Credit impaired	
Beginning balance	₩ 1,795	₩ -	₩ -	₩ 1,795
Reversal of loss allowance	(379)	-	-	(379)
Ending balance	<u>₩ 1,416</u>	<u>₩ -</u>	<u>₩ -</u>	<u>₩ 1,416</u>

<i>(In millions of Korean won)</i>	2025			
	Twelve months' expected credit losses	Lifetime expected credit losses		Total
		Not credit impaired	Credit impaired	
Beginning balance	₩ 2,188	₩ -	₩ -	₩ 2,188
Reversal of loss allowance	(419)	-	-	(419)
Ending balance	<u>₩ 1,769</u>	<u>₩ -</u>	<u>₩ -</u>	<u>₩ 1,769</u>

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12. ASSETS PROVIDED AS COLLATERAL:

Details of the investments in financial assets provided as collateral as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>		Carrying amount		Reason
	Provided to		June 30, 2026	
Financial assets at FVPL	Korea Securities Depository and others	₩	3,463,523	Sold under repurchase agreements
	Korea Securities Finance Corp and others		2,709,250	Lending transaction
	Korea Securities Finance Corp		602	Margin loans
	Korea Eximbank		1,548	Collateral for business normalization
	Korea Investment & Securities and others		321,837	OTC derivatives transaction
Financial assets at FVOCI	Korea Securities Depository		705,818	Sold under repurchase agreements
	KRX		6,580	OTC derivatives joint fund and others
	Bank of Korea		1,113,587	Borrowing collateral and overdraft and settlement
	Standard Chartered Bank and others		91,609	Collateral for OTC derivatives
Financial assets at amortized cost	Bank of America and others		68,072	Collateral for Credit Support Annex
	Korea Securities Depository		221,612	Sold under repurchase agreements
	Bank of Korea		2,323,872	Borrowing collateral and overdraft and settlement
	Korea Securities Depository		1,030	Collective fund for default losses
	Sumitomo Mitsui Banking Corporation and others		62,122	Foreign borrowings, Collateral for Credit Support Annex and others
Loans at amortized cost	Shinhan Securities Co., Ltd. and others		44,349	Margin for futures and others
	Public Offering		907,775	Covered bond
Total		₩	12,043,186	

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12. ASSETS PROVIDED AS COLLATERAL (cont'd):

(In millions of Korean won)		<u>Carrying amount</u>		Reason
	Provided to		December 31, 2025	
Financial assets at FVPL	Korea Securities	₩		Sold under repurchase agreements
	Depository and others		3,724,053	
	Korea Securities Finance			Lending transaction
	Corp and others		2,049,515	
	Korea Securities Finance			Securities distribution finance
	Corp		597	
	Korea Eximbank		844	Collateral for business normalization
	Korea Investment & Securities and others		211,915	OTC derivatives transaction
Financial assets at FVOCI	Korea Securities			Sold under repurchase agreements
	Depository		325,316	
	KRX		6,700	OTC derivatives joint fund and others
	Nomura Finance			Sold under repurchase agreements
	Investment and others		28,487	
	Bank of Korea		1,662,015	Borrowing collateral and overdraft and settlement
	Standard Chartered			Collateral for OTC derivatives
	Bank and others		46,755	
	BOA and others		45,539	Collateral for Credit Support Annex
Financial assets at amortized cost	Korea Securities			Sold under repurchase agreements
	Depository		250,559	
	Bank of Korea		2,415,234	Borrowing collateral and overdraft and settlement
	Korea Securities			Collective fund for default losses
	Depository		103	
	Sumitomo Mitsui Trust			Foreign borrowings, Collateral for Credit Support Annex and others
	Bank and others		48,390	
	Shinhan Investment			Margin for futures and others
	Corp. and others		22,013	
Loans at amortized cost	Public Offering		976,752	Covered bond
Total		₩	<u>11,814,787</u>	

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12. ASSETS PROVIDED AS COLLATERAL (cont'd):

Details of the land and building provided by the Group as collateral for the leasehold deposits and the loans as of June 30, 2026 and December 31, 2025 are as follows:.

(In millions of Korean won)

(In millions of Korean won)		June 30, 2026		Maximum amount
		Secured assets	Carrying amount	
Property and equipment	Land	₩	102,854	₩ 262,160
	Building		57,128	
		₩	159,982	
Investment properties	Land	₩	131,093	
	Building		55,070	
		₩	186,163	

(In millions of Korean won)

(In millions of Korean won)		December 31, 2025		Maximum amount
	Secured assets	Carrying amount		
Property and equipment	Land	₩	106,080	₩ 211,000
	Building		45,382	
		₩	151,462	
Investment properties	Land	₩	132,750	
	Building		43,408	
		₩	176,158	

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13. LOANS AND RECEIVABLES:

Details of loans and receivables as of June 30, 2026 and December 31, 2025 are as follows:

(In millions of Korean won)

	June 30, 2026			December 31, 2025		
	Amortized cost	Fair value	Total	Amortized cost	Fair value	Total
Loans receivable:						
Loans in Korean won:						
Corporates	₩ 75,006,347	₩ -	₩ 75,006,347	₩ 72,335,236	₩ -	₩ 72,335,236
Household	39,687,015	-	39,687,015	37,688,444	-	37,688,444
Public sector and others	3,746,831	-	3,746,831	2,902,772	-	2,902,772
Interbank loans	68,080	-	68,080	64,290	-	64,290
Subtotal loans in Korean won	118,508,273	-	118,508,273	112,990,742	-	112,990,742
Loans in foreign currencies	2,280,000	-	2,280,000	2,040,453	-	2,040,453
Call loans	568,214	-	568,214	825,162	-	825,162
Bills bought in local currency	5,923	-	5,923	15,000	-	15,000
Bills bought in foreign currencies	204,891	-	204,891	165,864	-	165,864
Advances for customers	12,632	-	12,632	9,337	-	9,337
Credit card receivables	840,273	-	840,273	864,025	-	864,025
Bonds purchased under repurchase agreement	37,800	-	37,800	94,300	-	94,300
Privately placed bonds	427,362	19,419	446,781	478,317	17,724	496,041
Factoring receivables	17,452	-	17,452	1,053	-	1,053
Finance lease receivables	462,955	-	462,955	484,533	-	484,533
Installment financing receivables	572,517	-	572,517	539,793	-	539,793
Subtotal loan receivables	123,938,292	19,419	123,957,711	118,508,579	17,724	118,526,303
Provision for impairment of loans receivable ¹	(1,514,179)	-	(1,514,179)	(1,476,509)	-	(1,476,509)
Deferred loan origination fees	(17,415)	-	(17,415)	(15,787)	-	(15,787)
Deferred loan origination costs	240,405	-	240,405	230,561	-	230,561
Total loan receivables	122,647,103	19,419	122,666,522	117,246,844	17,724	117,264,568
Receivables:						
Suspense payments	5,407	-	5,407	4,374	-	4,374
Non-trade receivables ²	1,131,222	-	1,131,222	1,336,172	-	1,336,172
Domestic exchange settlement debits	274,636	-	274,636	157,502	-	157,502
Guarantee deposits provided	240,358	-	240,358	243,677	-	243,677
Accrued income	639,409	-	639,409	636,006	-	636,006
Deposits under regulation	4,237	-	4,237	4,093	-	4,093
Bills unsettled	345	-	345	18	-	18
Others	1,204	-	1,204	244	-	244

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13. LOANS AND RECEIVABLES (cont'd):

(In millions of Korean won)

	June 30, 2026			December 31, 2025		
	Amortized cost	Fair value	Total	Amortized cost	Fair value	Total
Subtotal	2,296,818	-	2,296,818	2,382,086	-	2,382,086
Provision for impairment of receivables ²	(68,621)	-	(68,621)	(73,896)	-	(73,896)
Present value discounts (leasehold deposits provided)	(7,779)	-	(7,779)	(7,930)	-	(7,930)
Total receivables	2,220,418	-	2,220,418	2,300,260	-	2,300,260
Total Loans and receivables	₩ 124,867,521	₩ 19,419	₩ 124,886,940	₩ 119,547,104	₩ 17,724	₩ 119,564,828

¹ Including present value discounts of ₩1 million and present value premium of ₩349 million as of June 30, 2026, and present value discounts of ₩2 million and present value premium of ₩456 million as of December 31, 2025.

² Due to an employee embezzlement incident that occurred prior to the current year, the Group recognized illegal act receivables of ₩46,932 million as of June 30, 2026 and ₩46,932 million as of December 31, 2025. Additionally, the Group established provisions for bad debts of ₩46,932 million as of June 30, 2026 and ₩46,932 million as of December 31, 2025.

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13. LOANS AND RECEIVABLES (cont'd):

Changes in loss allowance of loans and receivables for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)

(In millions of Korean won)

	2026						
	Twelve months' expected credit losses		Lifetime expected credit losses				
			Not credit impaired		Credit impaired		Total
Beginning balance	₩	496,521	₩	157,487	₩	896,397	₩ 1,550,405
Transfer to 12 months' expected credit losses of financial assets		53,007		(42,023)		(10,984)	-
Transfer to lifetime expected credit losses		(51,827)		365,001		(313,174)	-
Transfer to credit-impaired financial assets		(13,662)		(114,748)		128,410	-
Written off during the year as uncollectible		-		-		(248,022)	(248,022)
Decrease in provision due to sales of loans		-		-		(102,728)	(102,728)
Financial assets issued or acquired		-		-		14,444	14,444
Changes from adjustments to receivables and payables		-		-		9	9
Exchange differences		788		70		1,834	2,692
Others		-		-		(24,888)	(24,888)
Subtotal		484,827		365,787		341,298	1,191,912
Additional (reversal of) loss allowance during the period		(30,784)		76,178		345,494	390,888
Ending balance	₩	454,043	₩	441,965	₩	686,792	₩ 1,582,800

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13. LOANS AND RECEIVABLES (cont'd):

(In millions of Korean won)

(In millions of Korean won)

	2025							
	Twelve months' expected credit losses		Lifetime expected credit losses					
			Not credit impaired		Credit impaired		Total	
Beginning balance	₩	370,959	₩	471,509	₩	862,788	₩	1,705,256
Transfer to 12 months' expected credit losses of financial assets		70,725		(69,698)		(1,027)		-
Transfer to lifetime expected credit losses		(48,086)		88,893		(40,807)		-
Transfer to credit-impaired financial assets		(24,183)		(119,306)		143,489		-
Written off during the year as uncollectible		-		-		(343,980)		(343,980)
Decrease in provision due to sales of loans		-		-		(105,727)		(105,727)
Financial assets issued or acquired		-		-		37,465		37,465
Changes from adjustments to receivables and payables		-		-		(45)		(45)
Exchange differences		(537)		(94)		(59)		(690)
Others		(3)		-		(13,692)		(13,695)
Subtotal		368,875		371,304		538,405		1,278,584
Additional loss allowance during the period		11,064		38,730		382,215		432,009
Ending balance	₩	379,939	₩	410,034	₩	920,620	₩	1,710,593

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14. DERIVATIVE INSTRUMENTS AND HEDGE ACCOUNTING:

(a) *The valuations of derivatives for trading as of June 30, 2026 and December 31, 2025 are as follows:*

(In millions of Korean won)

	June 30, 2026			
	Valuation gain	Valuation loss	Assets ¹	Liabilities ¹
Currency:				
Currency forwards	₩ 278,257	₩ 276,064	₩ 423,425	₩ 411,119
Currency swaps	51,999	46,742	56,100	45,518
Currency options	22,592	19,967	22,300	23,066
Subtotal	352,848	342,773	501,825	479,703
Interest rate:				
Interest rate forwards	128,852	102,479	181,887	124,046
Interest rate swaps	17,139	17,014	(6,911)	(8,272)
Subtotal	145,991	119,493	174,976	115,774
Stock:				
Stock swaps	992	715	495	457
Stock options	51	83	345	374
Subtotal	1,043	798	840	831
Credit:				
Credit swaps	7,223	7,130	28,116	4,598
Subtotal	7,223	7,130	28,116	4,598
Other derivative assets:				
Other derivative instrument options	-	-	139	-
Subtotal	-	-	139	-
Total	₩ 507,105	₩ 470,194	₩ 705,896	₩ 600,906

¹ The adjustment of gain and losses on valuation at transaction date is included.

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14. DERIVATIVE INSTRUMENTS AND HEDGE ACCOUNTING (cont'd):

(In millions of Korean won)

	December 31, 2025			
	Valuation gain	Valuation loss	Assets ¹	Liabilities ¹
Currency:				
Currency forwards	₩ 81,281	₩ 79,655	₩ 206,211	₩ 196,174
Currency swaps	20,902	22,030	23,316	17,722
Currency options	15,764	13,152	5,993	5,065
Subtotal	117,947	114,837	235,520	218,961
Interest rate:				
Interest rate forwards	34,218	23,954	48,304	26,904
Interest rate swaps	3,269	3,915	6,518	5,278
Interest rate futures	3	11	2	11
Subtotal	37,490	27,880	54,824	32,193
Stock:				
Stock options	908	1,660	202	1,425
Subtotal	908	1,660	202	1,425
Credit:				
Credit swaps	12,163	17,007	24,119	1,537
Subtotal	12,163	17,007	24,119	1,537
Other derivative assets:				
Other derivative instrument options	-	-	139	-
Subtotal	-	-	139	-
Total	₩ 168,508	₩ 161,384	₩ 314,804	₩ 254,116

¹ The adjustment of gain and losses on valuation at transaction date is included.

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14. DERIVATIVE INSTRUMENTS AND HEDGE ACCOUNTING (cont'd):

(b) Hedge

In order to hedge fluctuation risks of fair value due to changes in interest rate of structured deposits and issued financial bonds, a hedge accounting of fair value risk is applied that interest rate swaps are designated as a hedging instrument. In order to hedge currency fluctuation risks of net investments in foreign operations, a hedge accounting of net investments in foreign operations is applied that non-derivative financial instruments are designated as a hedging instrument.

The valuations of derivatives designated as a hedging instrument as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	June 30, 2026			
	Valuation gain	Valuation loss	Assets	Liabilities
Interest rate:				
Interest rate swaps	₩ 3,207	₩ 3,936	₩ -	₩ 18,975

<i>(In millions of Korean won)</i>	December 31, 2025			
	Valuation gain	Valuation loss	Assets	Liabilities
Interest rate:				
Interest rate swaps	₩ 9,695	₩ 2,551	₩ -	₩ 17,765

Gains (losses) on the valuation of hedged items and hedging instrument for the six-month periods ended June 30, 2026 and 2025 are as follows:

<i>(In millions of Korean won)</i>	2026		2025	
Gain (loss) on valuation of hedging instrument	₩	(729)	₩	5,990
Loss on valuation of hedged items		(145)		(6,259)
	₩	(874)	₩	(269)

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14. DERIVATIVE INSTRUMENTS AND HEDGE ACCOUNTING (cont'd):

(c) *Details of the amounts, timing and uncertainty of future cash flows as of June 30, 2026 and December 31, 2025 are as follows:*

		June 30, 2026													
(In millions of Korean won)		Less than 1 year		Between 1 year – 2 years		Between 2 – 3 years		Between 3 – 4 years		Between 4 – 5 years		More than 5 years		Total	
Fair value risk hedges:															
Nominal amount of risk hedge instrument		₩	385,375	₩	-	₩	-	₩	-	₩	-	₩	70,000	₩	455,375
Average hedge ratio (%)			100%		-		-		-		-		100%		100%
Risk hedges for net investments in foreign operation:															
Nominal amount of risk hedge instrument		₩	276,591	₩	14,644	₩	8,787	₩	-	₩	281,324	₩	-	₩	581,346
Average hedge ratio (%)			100%		100%		100%		-		100%		-		100%
		December 31, 2025													
(In millions of Korean won)		Less than 1 year		Between 1 year – 2 years		Between 2 – 3 years		Between 3 – 4 years		Between 4 – 5 years		More than 5 years		Total	
Fair value risk hedges:															
Nominal amount of risk hedge instrument		₩	358,725	₩	-	₩	-	₩	-	₩	-	₩	70,000	₩	428,725
Average hedge ratio (%)			100%		-		-		-		-		100%		100%
Risk hedges for net investments in foreign operation:															
Nominal amount of risk hedge instrument		₩	246,085	₩	255,412	₩	-	₩	-	₩	-	₩	-	₩	501,497
Average hedge ratio (%)			100%		100%		-		-		-		-		100%

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14. DERIVATIVE INSTRUMENTS AND HEDGE ACCOUNTING (cont'd):

The current interest rates of hedging instruments as of June 30, 2026 and December 31, 2025 are as follows.

	<u>June 30, 2026</u>	<u>December 31, 2025</u>
Fair value risk hedges		
Interest rate:		
Foreign currency interest rate swap	Fixed 1.38% Receive /SOFRAVG 3M+0.26% Pay	Fixed 1.38% Receive /SOFRAVG 3M+0.26% Pay
	Fixed 1.367% Receive /SOFRAVG 3M+0.26%Pay	Fixed 1.367% Receive /SOFRAVG 3M+0.26%Pay
KRW interest rate swap	Fixed 2.41% Receive /CD(91D)+0.15% Pay	Fixed 2.41% Receive /CD(91D)+0.15% Pay
	Fixed 1.91% Receive /CD(91D)+0.15% Pay	Fixed 1.91% Receive /CD(91D)+0.15% Pay

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14. DERIVATIVE INSTRUMENTS AND HEDGE ACCOUNTING (cont'd):

(d) *The impacts of hedge accountings on the consolidated statements of financial position, the consolidated statements of comprehensive income and the consolidated statements of changes in equity.*

Details of impacts of risk hedge instruments on the consolidated statements of financial position, the consolidated statements of comprehensive income and the consolidated statements of changes in equity as of June 30, 2026 and December 31, 2025 are as follows:

		June 30, 2026							
(In millions of Korean won)		Consolidated statement of financial position						Consolidated statement of comprehensive income and statements of changes in equity	
		Nominal amount	Changes in fair value	Derivative assets	Derivative liabilities	Borrowings		Loss for the period	Other comprehensive income ¹
Fair value risk hedges:									
Interest rate risk hedge		₩ 455,375	₩ (729)	₩ -	₩ 18,975	₩ -	₩ (729)	₩ -	-
Hedges for net investments in foreign operations:									
Currency risk hedge		581,346	(37,967)	-	-	581,346	-	(27,559)	
Total		₩ 1,036,721	₩ (38,696)	₩ -	₩ 18,975	₩ 581,346	₩ (729)	₩ (27,559)	

¹ The amount recognized in other comprehensive income is net of income tax effect.

		December 31, 2025							
(In millions of Korean won)		Consolidated statement of financial position						Consolidated statement of comprehensive income and statements of changes in equity	
		Nominal amount	Changes in fair value	Derivative assets	Derivative liabilities	Borrowings		Profit (loss) for the period	Other comprehensive income ¹
Fair value risk hedges:									
Interest rate risk hedge		₩ 428,725	₩ 7,144	₩ -	₩ 17,765	₩ -	₩ 7,144	₩ -	-
Hedges for net investments in foreign operations:									
Currency risk hedge		501,498	26,792	-	-	501,498	(3,888)	19,983	
Total		₩ 930,223	₩ 33,936	₩ -	₩ 17,765	₩ 501,498	₩ 3,256	₩ 19,983	

¹ The amount recognized in other comprehensive income is net of income tax effect.

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14. DERIVATIVE INSTRUMENTS AND HEDGE ACCOUNTING (cont'd):

Details of impacts of the hedged items on the consolidated statements of financial position, the consolidated statements of comprehensive income and the consolidated statements of changes in equity as of June 30, 2026 and December 31, 2025 are as follows:

(In millions of Korean won)	June 30, 2026							
	Consolidated statement of financial position				Consolidated statement of comprehensive income and statements of changes in equity			Reserve for foreign currency translation
	Nominal amount	Changes in fair value	Deposits received	Debentures	Loss for the period	Other comprehensi -ve income ¹		
Fair value risk hedges:								
Interest rate risk hedge	₩ 455,375	₩ (145)	₩ 54,332	₩ 430,914	₩ (145)	₩ -	₩ -	-
Hedges for net investments in foreign operations:								
Currency risk hedge	581,346	41,641	-	-	-	30,631		72,174
Total	₩ 1,036,721	₩ 41,496	₩ 54,332	₩ 430,914	₩ (145)	₩ 30,631	₩	72,174

¹ The amount recognized in other comprehensive income is net of income tax effect.

(In millions of Korean won)	December 31, 2025							
	Consolidated statement of financial position				Consolidated statement of comprehensive income and statements of changes in equity			Reserve for foreign currency translation
	Nominal amount	Changes in fair value	Deposits received	Debentures	Profit (loss) for the period	Other comprehensi -ve income ¹		
Fair value risk hedges:								
Interest rate risk hedge	₩ 428,725	₩ (7,795)	₩ 58,281	₩ 397,303	₩ (7,795)	₩ -	₩ -	-
Hedges for net investments in foreign operations:								
Currency risk hedge	501,498	(30,313)	-	-	3,888	(23,152)		43,361
Total	₩ 930,223	₩ (38,108)	₩ 58,281	₩ 397,303	₩ (3,907)	₩ (23,152)	₩	43,361

¹ The amount recognized in other comprehensive income is net of income tax effect.

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14. DERIVATIVE INSTRUMENTS AND HEDGE ACCOUNTING (cont'd):

The amounts and items recognized as profit or loss due to ineffective portion in fair value risk hedges for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)	Ineffective portion of risk hedges recognized as profit or loss				Items
	2026		2025		
Fair value risk hedges:					
Interest rate risk hedge	₩	(874)	₩	(269)	Loss on valuation of derivatives

There is no amount recognized in profit or loss and other comprehensive income as an ineffective portion of cash flow hedges and hedges for net investments in foreign operations for the six-month periods ended June 30, 2026 and 2025.

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE:

Details of investments in associates and joint venture as of June 30, 2026 and December 31, 2025 are as follows:

(In millions of Korean won)		June 30, 2026					
	Main business	Location	Closing month	Percentage of ownership	Acquisition cost	Carrying amount	
Investments in associates:							
IGIS NPL Restructuring General Private Real Estate Investment Trust	Financial investment	The Republic of Korea	December	29%	₩ 19,764	₩ 19,748	
Plus REPO+IPO General Private Securities Investment Trust No.1(Bond-Mixed, Professional)	Financial investment	The Republic of Korea	December	50%	50,000	50,377	
Daishin Plus General Investment Private No. 2601 (bond)	Financial investment	The Republic of Korea	December	50%	50,000	50,298	
Midas Chagog Chagog Repo Private Securities Investment Trust No. 23 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	49,694	
NH-Amundi General Investment Private No. 54 (bond)	Financial investment	The Republic of Korea	December	33%	50,000	50,233	
Woori General Private Securities Investment Trust No.9(Bond)	Financial investment	The Republic of Korea	December	50%	50,000	49,674	
KYOB0 Axa Alpha Plus General Private Investment Trust J -33	Financial investment	The Republic of Korea	December	38%	50,000	49,905	
Woori General Private Securities Investment Trust No.11(Bond)	Financial investment	The Republic of Korea	December	50%	50,000	50,269	
Shinhan Jukjeon Data Center General Private Special Asset Investment Trust	Financial investment	The Republic of Korea	December	45%	49,811	50,140	
Shinhan Hug Loan General Private Real Estate Investment Trust No.1	Financial investment	The Republic of Korea	December	22%	10,678	10,714	
KOREA Investment BASIC General Private Equity Securities Investment Trust No.140 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	49,816	
KB IPO Private Securities Investment Trust No. 2	Financial investment	The Republic of Korea	December	50%	60,000	59,813	
Koreainvestment Basic Private Securities Investment Trust No. 135 (USD, Bond)	Financial investment	The Republic of Korea	December	50%	29,540	31,326	
Hana Private Investment Trust No.29(USD,bond)	Financial investment	The Republic of Korea	December	50%	14,770	15,680	
Hanwha Private Investment Trust No.139(USD,bond)	Financial investment	The Republic of Korea	December	29%	28,862	31,398	
KB Korea Short-Term Bond Premium General Investment Private Security Investment Trust No. 51 (USD, Bond)	Financial investment	The Republic of Korea	December	50%	28,868	31,216	
BNK General Investment Private No. 16H (USD, Bond)	Financial investment	The Republic of Korea	December	25%	14,949	15,610	
KB Korea Short-Term Bond Premium General Investment Private Security Investment Trust No. 54 (USD, Bond)	Financial investment	The Republic of Korea	December	29%	14,843	15,465	
Kyobo AXA Alpha Plus General Private Placement Securities Investment Trust No. 32	Financial investment	The Republic of Korea	December	50%	50,000	48,984	

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)		June 30, 2026				
	Main business	Location	Closing month	Percentage of ownership	Acquisition cost	Carrying amount
Shinhan Repo General Private Placement Securities Investment Trust No. 5(Bond)	Financial investment	The Republic of Korea	December	40%	50,000	49,132
Shinhan Repo General Private Placement Securities Investment Trust No. 6(Bond)	Financial investment	The Republic of Korea	December	40%	50,000	49,148
Cardian IPO Maturity-Matching General Private Placement Securities Investment Trust No.1(Mixed Bond)	Financial investment	The Republic of Korea	December	50%	50,000	50,480
Daol Safe General Private Placement Securities Investment Trust Class B-1(Bond)	Financial investment	The Republic of Korea	December	50%	30,000	29,685
Shinyoung IPO General Private Placement Securities Investment Trust No.1(Mixed Bond, Professional Investors Only)	Financial investment	The Republic of Korea	December	50%	50,000	50,493
NH-Amundi General Private Placement Securities Investment Trust No. 55(Bond, Professional Investors Only)	Financial investment	The Republic of Korea	December	50%	50,000	49,909
Hana IPO General Private Placement Securities Investment Trust No.3(Mixed Bond, Professional Investors Only)	Financial investment	The Republic of Korea	December	50%	30,000	29,950
Kyobo AXA public offering stock Alpha 30 Private Securities Investment Trust No. 2	Financial investment	The Republic of Korea	December	48%	30,000	29,946
IM Asset Private Securities Investment Trust No.1	Financial investment	The Republic of Korea	December	50%	29,722	29,608
BNK-INTERVALUE Technology Financing Fund No.1	Investment association	The Republic of Korea	December	34%	12,700	11,245
Shinhan BNPP SGrail Professional Private Special Asset Fund No.1-2	Financial investment	The Republic of Korea	December	46%	26,658	27,381
Vogo Build-Up Private Investment Trust No. 1 C-S	Financial investment	The Republic of Korea	December	43%	10,000	16,754
KYOBO AXA ALPHA PLUS Professional Investment Private Security Investment J-14 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	49,934
Kiwoom Frontier Professional Investment-Type Private Equity Securities Investment Trust No. 29 (Bond)	Financial investment	The Republic of Korea	December	50%	30,000	31,341
GYOBO AXA ALPHA PLUS Professional Investment Private Security Investment J-19 (Bond)	Financial investment	The Republic of Korea	December	50%	30,000	31,333
KB Leaders Professional Investment Private Security Investment Trust No. 33 (Bond)	Financial investment	The Republic of Korea	December	30%	30,000	31,224
Eugene Champion Matching Bond Private Securities Investment Trust No. 1 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	49,726

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)		June 30, 2026				
	Main business	Location	Closing month	Percentage of ownership	Acquisition cost	Carrying amount
IBK General Private Securities Investment Trust RP No.13	Financial investment	The Republic of Korea	December	50%	30,000	30,005
Midas Chagog Chagog Repo Private Securities Investment Trust No. 15 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	50,903
Hanwha A General Private Securities Investment Trust RP No.6 (Bond)	Financial investment	The Republic of Korea	December	34%	50,000	50,238
Samsung Lapael Professional Private Securities Investment Trust No.10 (Bond)	Trust and collective investment business	The Republic of Korea	December	50%	50,000	50,844
Midas Absolute Return General Private Securities Investment Trust No.1 (Mixed Bond)	Trust and collective investment business	The Republic of Korea	December	50%	610	649
Hana Private Investment Trust No.23 (Bond)	Trust and collective investment business	The Republic of Korea	December	35%	50,000	50,138
Samsung Dollar S&B General Private Equity Securities Investment Trust No.11 (USD, Bond)	Financial investment	The Republic of Korea	December	50%	29,408	31,381
Samsung Dollar S&B General Private Equity Securities Investment Trust No.12 (USD, Bond)	Financial investment	The Republic of Korea	December	50%	29,668	31,062
Beomsan Urban Development Co., Ltd. ²	Real estate business	The Republic of Korea	December	30%	2,250	13,600
Samsung Lapael Professional Private Securities Investment Trust 1st	Financial investment	The Republic of Korea	December	50%	50,000	50,660
KB Leaders ESG Professional Investment Trust No.1	Financial investment	The Republic of Korea	December	49%	20,434	20,494
Kyobo Axa Clean Energy Center Professional Private Special Asset Investment Fund-1	Financial investment	The Republic of Korea	December	28%	11,032	11,125
VI REPO General Private Equity Securities Investment Trust No.8	Financial investment	The Republic of Korea	December	50%	50,000	49,578
Mirae-Asset Hydrogen Infrastructure Professional Investment Private No. 1	Financial investment	The Republic of Korea	December	49%	32,535	32,562
VI REPO General Private Equity Securities Investment Trust No. 15 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	50,599
Kyobo Axa ESG Alpha Plus General Private Securities Investment Trust J-20 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	50,883
Shinhan Long Short Maturity Matching General Private Securities Investment Trust No.4 (Mixed Bonds)	Financial investment	The Republic of Korea	December	50%	30,000	30,964
KOREA Investment BASIC General Private Equity Securities Investment Trust No.123 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	50,940
IM Asset Private Placement Securities Investment Trust No.48 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	50,207
Mirae Asset Signature Private Placement Investment Trust No.4	Financial investment	The Republic of Korea	December	50%	50,000	50,391

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)

			June 30, 2026			
	Main business	Location	Closing month	Percentage of ownership	Acquisition cost	Carrying amount
Hyundai Investment Platinum Private Placement Securities Trust No.20 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	50,115
KB Leaders General Private Investment Trust No. 45 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	50,026
Shinhan Repo Private Securities Investment Trust No.3	Financial investment	The Republic of Korea	December	50%	50,000	50,007
Hana 1Q Short Term Special Bank Bond Active ETF	Financial investment	The Republic of Korea	December	33%	49,913	50,590
United Partners Real Estate Investment Trust No.14 ¹	Financial investment	The Republic of Korea	December	67%	20,120	20,031
Others ¹	Financial investment and others	The Republic of Korea	December	2.02 ~ 100%	227,901	303,283
					<u>₩2,515,036</u>	<u>₩2,628,924</u>

¹ Since the Group is unable to exercise control over the investees in the decision-making body, they are classified as associates.

² The Group holds 13.33% of the voting rights.

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)		December 31, 2025				
	Main business	Location	Closing month	Percentage of ownership	Acquisition cost	Carrying amount
Investments in associates:						
BNK-INTERVALUE Technology Financing Fund No.1	Investment association	The Republic of Korea	December	34%	₩ 12,700	₩ 10,784
Shinhan BNPP SGrail Professional Private Special Asset Fund No.1-2	Financial investment	The Republic of Korea	December	46%	26,780	27,254
Vogo Build-Up Private Investment Trust No. 1 C-S	Financial investment	The Republic of Korea	December	39%	10,000	12,308
KYOBO AXA ALPHA PLUS Professional Investment Private Security Investment J-14 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	50,316
Kiwoom Frontier Professional Investment-Type Private Equity Securities Investment Trust No. 29 (Bond)	Financial investment	The Republic of Korea	December	50%	30,000	31,550
GYOBO AXA ALPHA PLUS Professional Investment Private Security Investment J-19 (Bond)	Financial investment	The Republic of Korea	December	50%	30,000	31,196
KB Leaders Professional Investment Private Security Investment Trust No. 33 (Bond)	Financial investment	The Republic of Korea	December	30%	30,000	31,007
Eugene Champion Matching Bond Private Securities Investment Trust No. 1 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	52,055
IBK General Private Securities Investment Trust RP No.13 (Bond)	Financial investment	The Republic of Korea	December	50%	30,000	30,107
Midas Chagog Chagog Repo Private Securities Investment Trust No. 15 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	50,147
Hanwha A General Private Securities Investment Trust RP No.6 (Bond)	Financial investment	The Republic of Korea	December	30%	50,000	50,215
Samsung Lapael Professional Private Securities Investment Trust No.10 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	51,237
Midas Absolute Return General Private Securities Investment Trust No.1 (Mixed Bond)	Financial investment	The Republic of Korea	December	25%	10,000	10,604
Hana Private Investment Trust No.23 (Bond)	Financial investment	The Republic of Korea	December	36%	50,000	50,782
Samsung Dollar S&B General Private Equity Securities Investment Trust No.11 (USD, Bond)	Financial investment	The Republic of Korea	December	50%	29,408	28,854
Samsung Dollar S&B General Private Equity Securities Investment Trust No.12 (USD, Bond)	Financial investment	The Republic of Korea	December	50%	29,668	28,736
Beomsan Urban Development Co., Ltd. ²	Real estate business	The Republic of Korea	December	30%	2,250	10,794
Samsung Lapael Professional Private Securities Investment Trust 1st	Financial investment	The Republic of Korea	December	50%	50,000	51,041
KB Leaders ESG Professional Investment Trust No.1	Financial investment	The Republic of Korea	December	49%	20,434	20,552

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)		December 31, 2025				
	Main business	Location	Closing month	Percentage of ownership	Acquisition cost	Carrying amount
Kyobo Axa Clean Energy Center Professional Private Special Asset Investment Fund-1	Financial investment	The Republic of Korea	December	28%	11,302	11,532
VI REPO General Private Equity Securities Investment Trust No.8	Financial investment	The Republic of Korea	December	50%	50,000	51,428
Mirae-Asset Hydrogen Infrastructure Professional Investment Private No. 1	Financial investment	The Republic of Korea	December	49%	32,535	32,611
VI REPO General Private Equity Securities Investment Trust No. 15 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	50,177
Kyobo Axa ESG Alpha Plus General Private Securities Investment Trust J-20 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	50,173
Shinhan Long Short Maturity Matching General Private Securities Investment Trust No.4 (Mixed Bonds)	Financial investment	The Republic of Korea	December	50%	30,000	30,873
KOREA Investment BASIC General Private Equity Securities Investment Trust No.123 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	53,555
IM Asset Private Placement Securities Investment Trust No.48 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	51,390
Mirae Asset Signature Private Placement Investment Trust No.4	Financial investment	The Republic of Korea	December	50%	50,000	51,325
Hyundai Investment Platinum Private Placement Securities Trust No.20 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	51,148
KB Leaders General Private Investment Trust No. 45 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	50,486
Shinhan Repo Private Securities Investment Trust No.3	Financial investment	The Republic of Korea	December	50%	50,000	50,263
Hana 1Q Short Term Special Bank Bond Active ETF	Financial investment	The Republic of Korea	December	42%	49,913	49,944
United Partners Real Estate Investment Trust No.14 ¹	Financial investment	The Republic of Korea	December	67%	20,120	20,016
Shinhan Curve Focus General Private Equity Securities Investment Trust No. 1 (Bond)	Financial investment	The Republic of Korea	December	50%	10,000	10,022
Shinhan Public Offering Share Maturity Matching Professional Investment Private Fund No. 3 (Mixed Bond)	Financial investment	The Republic of Korea	December	50%	50,000	51,522
iM Asset General Private Equity Securities Investment Trust No.32 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	51,745
Shinhan Corporation General Private Securities Investment Trust No.19 (Bond)	Financial investment	The Republic of Korea	December	50%	30,000	29,461
NH-Amundi Professional Investment Private No. 29 (Bond)	Financial investment	The Republic of Korea	December	50%	30,000	30,742
Daishin Plus Professional Investment Private No. 2401 (Bond)	Financial investment	The Republic of Korea	December	26%	51,301	53,355

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)		December 31, 2025				
	Main business	Location	Closing month	Percentage of ownership	Acquisition cost	Carrying amount
NH-Amundi High-Quality Mid-term Note General Private Equity Securities Investment Trust No. 1 (Bond)	Financial investment	The Republic of Korea	December	50%	30,000	31,420
Korea Investment Basic Private Securities Investment Trust No.129 (USD, Bond)	Financial investment	The Republic of Korea	December	50%	29,426	30,178
Hana Private Investment Trust No.22 (USD, Bond)	Financial investment	The Republic of Korea	December	50%	14,530	14,974
Hanwha Private Investment Trust No.132 (USD, Bond)	Financial investment	The Republic of Korea	December	20%	28,822	29,898
KB Korea Short-Term Bond Professional Investment Private Security Investment Trust No.49 (USD, Bond)	Financial investment	The Republic of Korea	December	29%	14,004	14,837
BNK Private Investment Trust 10H (USD, Bond)	Financial investment	The Republic of Korea	December	25%	14,523	14,834
KYOBO Axa Alpha Plus General Private Investment Trust J-13	Financial investment	The Republic of Korea	December	50%	50,000	51,464
IM Asset Private Placement Securities Investment Trust No.41 (Bond)	Financial investment	The Republic of Korea	December	50%	50,000	52,611
NH-Amundi Private Placement Securities Investment Trust No.41 (Bond)	Financial investment	The Republic of Korea	December	50%	30,000	30,692
KYOBO Axa Alpha Plus General Private Investment Trust J-26	Financial investment	The Republic of Korea	December	22%	50,000	51,290
Hyundai Investment Professional Investment Private Real Estate Investment Trust No.44	Financial investment	The Republic of Korea	December	23%	18,305	23,512
Others ¹	Financial investment and others	The Republic of Korea	December	0.23 ~ 92.07%	219,055	177,200
					<u>₩1,975,076</u>	<u>₩1,984,217</u>

¹ Since the Group is unable to exercise control over the investees in the decision-making body, they are classified as associates.

² The Group holds 13.33% of the voting rights.

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

Changes in investments in associates and joint venture for the six-month period ended June 30, 2026 and the year ended December 31, 2025 are as follows:

(In millions of Korean won)

	2026					
	Beginning balance	Acquisition/disposal	Share of profit or loss of associates and joint venture	Dividends received	Others	Ending balance
Investments in associates:						
IGIS NPL Restructuring General Private Real Estate Investment Trust Plus REPO+IPO General Private Securities Investment Trust No.1(Bond-Mixed, Professional)	₩ -	₩ 19,764	₩ (16)	₩ -	₩ -	₩ 19,748
Daishin Plus General Investment Private No. 2601 (bond)	-	50,000	377	-	-	50,377
Midas Chagog Chagog Repo Private Securities Investment Trust No. 23 (Bond)	-	50,000	298	-	-	50,298
NH-Amundi General Investment Private No. 54 (bond)	-	50,000	(306)	-	-	49,694
Woori General Private Securities Investment Trust No.9(Bond)	-	50,000	233	-	-	50,233
KYOBO Axa Alpha Plus General Private Investment Trust J -33	-	50,000	(326)	-	-	49,674
Woori General Private Securities Investment Trust No.11(Bond)	-	50,000	(95)	-	-	49,905
Shinhan Jukjeon Data Center General Private Special Asset Investment Trust	-	50,000	269	-	-	50,269
Shinhan Hug Loan General Private Real Estate Investment Trust No.1	-	49,811	369	(40)	-	50,140
KOREA Investment BASIC General Private Equity Securities Investment Trust No.140 (Bond)	-	10,678	36	-	-	10,714
KB IPO Private Securities Investment Trust No. 2	-	50,000	(184)	-	-	49,816
Koreainvestment Basic Private Securities Investment Trust No. 135 (USD, Bond)	-	60,000	(187)	-	-	59,813
Hana Private Investment Trust No.29(USD,bond)	-	29,540	479	-	1,307	31,326
Hanwha Private Investment Trust No.139(USD,bond)	-	14,770	255	-	655	15,680
	-	28,862	557	-	1,979	31,398

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)

	2026					
	Beginning balance	Acquisition/disposal	Share of profit or loss of associates and joint venture	Dividends received	Others	Ending balance
KB Korea Short-Term Bond Premium General Investment Private Security Investment Trust No. 51 (USD, Bond)	-	28,868	373	-	1,975	31,216
BNK General Investment Private No. 16H (USD, Bond)	-	14,949	190	-	471	15,610
KB Korea Short-Term Bond Premium General Investment Private Security Investment Trust No. 54 (USD, Bond)	-	14,843	51	-	571	15,465
Kyobo AXA Alpha Plus General Private Placement Securities Investment Trust No. 32	-	50,000	(1,016)	-	-	48,984
Shinhan Repo General Private Placement Securities Investment Trust No. 5(Bond)	-	50,000	(868)	-	-	49,132
Shinhan Repo General Private Placement Securities Investment Trust No. 6(Bond)	-	50,000	(852)	-	-	49,148
Cardian IPO Maturity-Matching General Private Placement Securities Investment Trust No.1(Mixed Bond)	-	50,000	480	-	-	50,480
Daol Safe General Private Placement Securities Investment Trust Class B-1(Bond)	-	30,000	(315)	-	-	29,685
Shinyoung IPO General Private Placement Securities Investment Trust No.1(Mixed Bond, Professional Investors Only)	-	50,000	493	-	-	50,493
NH-Amundi General Private Placement Securities Investment Trust No. 55(Bond, Professional Investors Only)	-	50,000	(91)	-	-	49,909
Hana IPO General Private Placement Securities Investment Trust No.3(Mixed Bond, Professional Investors Only)	-	30,000	(50)	-	-	29,950
Kyobo AXA public offering stock Alpha 30 Private Securities Investment Trust No. 2	-	30,000	(54)	-	-	29,946

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean
won)

	2026					
	Beginning balance	Acquisition/ disposal	Share of profit or loss of associates and joint venture	Dividends received	Others	Ending balance
IM Asset Private Securities Investment Trust No.1	-	29,722	(114)	-	-	29,608
BNK-INTERVALUE Technology Financing Fund No.1	10,784	-	599	-	(138)	11,245
Shinhan BNPP SGrail Professional Private Special Asset Fund No.1- 2	27,254	(123)	694	(444)	-	27,381
Vogo Build-Up Private Investment Trust No. 1 C- S	12,308	-	4,446	-	-	16,754
KYOBO AXA ALPHA PLUS Professional Investment Private Security Investment J-14 (Bond)	50,316	-	90	(472)	-	49,934
Kiwoom Frontier Professional Investment- Type Private Equity Securities Investment Trust No. 29 (Bond)	31,550	-	(209)	-	-	31,341
GYOBO AXA ALPHA PLUS Professional Investment Private Security Investment J-19 (Bond)	31,196	-	137	-	-	31,333
KB Leaders Professional Investment Private Security Investment Trust No. 33 (Bond)	31,007	-	217	-	-	31,224
Eugene Champion Matching Bond Private Securities Investment Trust No. 1 (Bond)	52,055	-	267	(2,596)	-	49,726
IBK General Private Securities Investment Trust RP No.13 (Bond)	30,107	-	(102)	-	-	30,005
Midas Chagog Chagog Repo Private Securities Investment Trust No. 15 (Bond)	50,147	-	756	-	-	50,903
Hanwha A General Private Securities Investment Trust RP No.6 (Bond)	50,215	-	23	-	-	50,238
Samsung Lapael Professional Private Securities Investment Trust No.10 (Bond)	51,237	-	(393)	-	-	50,844
Midas Absolute Return General Private Securities Investment Trust No.1 (Mixed Bond)	10,604	(9,958)	2	-	1	649
Hana Private Investment Trust No.23 (Bond)	50,782	-	387	(1,031)	-	50,138

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)

	2026					
	Beginning balance	Acquisition/disposal	Share of profit or loss of associates and joint venture	Dividends received	Others	Ending balance
Samsung Dollar S&B General Private Equity Securities Investment Trust No.11 (USD, Bond)	28,854	-	364	-	2,163	31,381
Samsung Dollar S&B General Private Equity Securities Investment Trust No.12 (USD, Bond)	28,736	-	177	-	2,149	31,062
Beomsan Urban Development Co., Ltd.	10,794	-	2,806	-	-	13,600
Samsung Lapael Professional Private Securities Investment Trust 1st	51,041	-	(381)	-	-	50,660
KB Leaders ESG Professional Investment Trust No.1	20,552	-	(58)	-	-	20,494
Kyobo Axa Clean Energy Center Professional Private Special Asset Investment Fund-1	11,532	(270)	7	(144)	-	11,125
VI REPO General Private Equity Securities Investment Trust No.8	51,428	-	(213)	(1,637)	-	49,578
Mirae-Asset Hydrogen Infrastructure Professional Investment Private No. 1	32,611	-	(49)	-	-	32,562
VI REPO General Private Equity Securities Investment Trust No. 15 (Bond)	50,177	-	422	-	-	50,599
Kyobo Axa ESG Alpha Plus General Private Securities Investment Trust J-20 (Bond)	50,173	-	710	-	-	50,883
Shinhan Long Short Maturity Matching General Private Securities Investment Trust No.4 (Mixed Bonds)	30,873	-	1,046	(955)	-	30,964
KOREA Investment BASIC General Private Equity Securities Investment Trust No.123 (Bond)	53,555	-	260	(2,875)	-	50,940
IM Asset Private Placement Securities Investment Trust No.48 (Bond)	51,390	-	170	(1,353)	-	50,207
Mirae Asset Signature Private Placement Investment Trust No.4	51,325	-	435	(1,369)	-	50,391
Hyundai Investment Platinum Private Placement Securities Investment Trust No.20 (Bond)	51,148	-	(37)	(996)	-	50,115

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean
won)

	2026					
	Beginning balance	Acquisition/ disposal	Share of profit or loss of associates and joint venture	Dividends received	Others	Ending balance
KB Leaders General Private Investment Trust No. 45 (Bond)	50,486	-	482	(942)	-	50,026
Shinhan Repo Private Securities Investment Trust No.3	50,263	-	431	(687)	-	50,007
Hana 1Q Short Term Special Bank Bond Active ETF	49,944	-	646	-	-	50,590
United Partners Real Estate Investment Trust No.14	20,016	-	135	(120)	-	20,031
Shinhan Curve Focus General Private Equity Securities Investment Trust No. 1 (Bond)	10,022	(10,028)	-	-	6	-
Shinhan Public Offering Share Maturity Matching Professional Investment Private Fund No. 3 (Mixed Bond)	51,522	(50,070)	1,573	(1,573)	(1,452)	-
iM Asset General Private Equity Securities Investment Trust No.32 (Bond)	51,745	(51,813)	-	-	68	-
Shinhan Corporation General Private Securities Investment Trust No.19 (Bond)	29,461	(28,593)	-	-	(868)	-
NH-Amundi Professional Investment Private No. 29 (Bond)	30,742	(30,761)	-	-	19	-
Daishin Plus Professional Investment Private No. 2401 (Bond)	53,355	-	-	-	(53,355)	-
NH-Amundi High-Quality Mid-term Note General Private Equity Securities Investment Trust No. 1 (Bond)	31,420	(31,261)	-	-	(159)	-
Korea Investment Basic Private Securities Investment Trust No.129 (USD, Bond)	30,178	(30,919)	-	-	741	-
Hana Private Investment Trust No.22 (USD, Bond)	14,974	(15,393)	-	-	419	-
Hanwha Private Investment Trust No.132 (USD, Bond)	29,898	(30,199)	110	-	191	-
KB Korea Short-Term Bond Professional Investment Private Security Investment Trust No.49 (USD, Bond)	14,837	(15,427)	223	-	367	-
BNK Private Investment Trust 10H (USD, Bond)	14,834	(15,426)	73	-	519	-

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean
won)

	2026					
	Beginning balance	Acquisition/ disposal	Share of profit or loss of associates and joint venture	Dividends received	Others	Ending balance
KYOBO Axa Alpha Plus General Private Investment Trust J-13	51,464	(51,464)	-	-	-	-
IM Asset Private Placement Securities Investment Trust No.41 (Bond)	52,611	(49,961)	-	(2,650)	-	-
NH-Amundi Private Placement Securities Investment Trust No.41 (Bond)	30,692	(30,692)	-	-	-	-
KYOBO Axa Alpha Plus General Private Investment Trust J-26	51,290	(49,899)	-	(1,391)	-	-
Hyundai Investment Professional Investment Private Real Estate Investment Trust No.44	23,512	(17,890)	5	(5,627)	-	-
Others	177,200	13,209	2,151	(1,849)	112,572	303,283
	<u>₩ 1,984,217</u>	<u>₩ 584,869</u>	<u>₩ 18,388</u>	<u>₩ (28,751)</u>	<u>₩ 70,201</u>	<u>₩ 2,628,924</u>

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)		2025					
	Beginning balance	Acquisition/ disposal	Share of profit or loss of associates and joint venture	Dividends received	Others	Ending balance	
Investments in associates:							
Samsung Lapael Professional Private Securities Investment Trust No.10 (Bond)	₩	- ₩	₩ 50,000	₩ 1,237	₩ - ₩	₩ - ₩	₩ 51,237
Midas Absolute Return General Private Securities Investment Trust No.1 (Mixed Bond)		-	10,000	604	-	-	10,604
Hana Private Investment Trust No.23 (Bond)		-	50,000	782	-	-	50,782
Samsung Dollar S&B General Private Equity Securities Investment Trust No.11 (USD, Bond)		-	29,408	156	-	(710)	28,854
Samsung Dollar S&B General Private Equity Securities Investment Trust No.12 (USD, Bond)		-	29,668	38	-	(970)	28,736
Beomsan Urban Development Co., Ltd.		-	-	8,544	-	2,250	10,794
IM Asset Private Placement Securities Investment Trust No.48 (Bond)		-	50,000	1,390	-	-	51,390
Mirae Asset Signature Private Placement Investment Trust No.4		-	50,000	1,325	-	-	51,325
Hyundai Investment Platinum Private Placement Securities Trust No.20 (Bond)		-	50,000	1,148	-	-	51,148
KB Leaders General Private Investment Trust No. 45 (Bond)		-	50,000	486	-	-	50,486
Shinhan Repo Private Securities Investment Trust No.3		-	50,000	263	-	-	50,263
Hana 1Q Short Term Special Bank Bond Active ETF		-	49,913	31	-	-	49,944
Korea Investment Basic Private Securities Investment Trust No.129 (USD, Bond)		-	29,426	1,459	-	(707)	30,178
Hana Private Investment Trust No.22 (USD, Bond)		-	14,530	614	-	(170)	14,974
Hanwha Private Investment Trust No.132 (USD, Bond)		-	28,822	1,178	-	(102)	29,898
KB Korea Short-Term Bond Professional Investment Private Security Investment Trust No.49 (USD, Bond)		-	14,004	476	-	357	14,837
BNK Private Investment Trust 10H (USD, Bond)		-	14,523	472	-	(161)	14,834
NH-Amundi Private Placement Securities Investment Trust No.41 (Bond)		-	30,000	692	-	-	30,692

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

	2025					
	Beginning balance	Acquisition/disposal	Share of profit or loss of associates and joint venture	Dividends received	Others	Ending balance
KYOB0 Axa Alpha Plus General Private Investment Trust J-26	-	50,000	1,290	-	-	51,290
BNK-INTERVALUE Technology Financing Fund No.1	11,553	-	(907)	-	138	10,784
Shinhan BNPP SGrail Professional Private Special Asset Fund No.1-2	23,045	4,054	1,336	(1,181)	-	27,254
Vogo Build-Up Private Investment Trust No. 1 C-S	10,005	-	2,790	(487)	-	12,308
KYOB0 AXA ALPHA PLUS Professional Investment Private Security Investment J-14 (Bond)	51,847	-	1,370	(2,901)	-	50,316
Kiwoom Frontier Professional Investment-Type Private Equity Securities Investment Trust No. 29 (Bond)	30,473	-	1,077	-	-	31,550
GYOB0 AXA ALPHA PLUS Professional Investment Private Security Investment J-19 (Bond)	30,014	-	1,182	-	-	31,196
KB Leaders Professional Investment Private Security Investment Trust No. 33 (Bond)	30,012	-	995	-	-	31,007
Eugene Champion Matching Bond Private Securities Investment Trust No. 1 (Bond)	52,321	-	1,698	(1,964)	-	52,055
IBK General Private Securities Investment Trust RP No.13 (Bond)	30,443	-	1,069	(1,405)	-	30,107
Midas Chagog Chagog Repo Private Securities Investment Trust No. 15 (Bond)	80,258	(29,955)	2,690	(2,750)	(96)	50,147
Hanwha A General Private Securities Investment Trust RP No.6 (Bond)	50,187	-	1,233	(1,205)	-	50,215
Samsung Lapael Professional Private Securities Investment Trust 1st	52,233	-	1,119	(2,311)	-	51,041
KB Leaders ESG Professional Investment Trust No.1	20,757	-	615	(820)	-	20,552
Kyobo Axa Clean Energy Center Professional Private Special Asset Investment Fund-1	11,624	(510)	895	(477)	-	11,532
VI REPO General Private Equity Securities Investment Trust No.8	52,238	-	1,600	(2,410)	-	51,428

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

	2025					
	Beginning balance	Acquisition/disposal	Share of profit or loss of associates and joint venture	Dividends received	Others	Ending balance
Mirae-Asset Hydrogen Infrastructure Professional Investment Private No. 1	32,786	-	386	(561)	-	32,611
VI REPO General Private Equity Securities Investment Trust No. 15 (Bond)	50,163	-	1,666	(1,652)	-	50,177
Kyobo Axa ESG Alpha Plus General Private Securities Investment Trust J-20 (Bond)	50,092	-	1,735	(1,654)	-	50,173
Shinhan Long Short Maturity Matching General Private Securities Investment Trust No.4 (Mixed Bonds)	31,220	-	937	(1,284)	-	30,873
KOREA Investment BASIC General Private Equity Securities Investment Trust No.123 (Bond)	52,177	-	1,480	(102)	-	53,555
United Partners Real Estate Investment Trust No.14	19,996	-	150	(130)	-	20,016
Shinhan Curve Focus General Private Equity Securities Investment Trust No. 1 (Bond)	30,369	(20,805)	321	(423)	560	10,022
Shinhan Public Offering Share Maturity Matching Professional Investment Private Fund No. 3 (Mixed Bond)	52,013	-	1,545	(2,036)	-	51,522
iM Asset General Private Equity Securities Investment Trust No.32 (Bond)	52,170	-	1,497	(1,922)	-	51,745
Shinhan Corporation General Private Securities Investment Trust No.19 (Bond)	30,431	-	540	(1,510)	-	29,461
NH-Amundi Professional Investment Private No. 29 (Bond)	31,363	-	1,039	(1,660)	-	30,742
Daishin Plus Professional Investment Private No. 2401 (Bond)	50,317	(42)	1,738	-	1,342	53,355
NH-Amundi High-Quality Mid-term Note General Private Equity Securities Investment Trust No. 1 (Bond)	30,732	-	688	-	-	31,420
KYOBO Axa Alpha Plus General Private Investment Trust J-13	52,211	-	1,522	(2,269)	-	51,464
IM Asset Private Placement Securities Investment Trust No.41 (Bond)	52,101	-	1,733	(1,223)	-	52,611

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)

	2025				
	Beginning balance	Acquisition/ disposal	Share of profit or loss of associates and joint venture	Dividends received	Ending balance
Hyundai Investment Professional Investment Private Real Estate Investment Trust No.44	18,300	-	6,212	(1,000)	23,512
Others	690,047	(493,855)	(12,426)	(8,948)	177,200
	<u>₩ 1,863,498</u>	<u>₩ 109,181</u>	<u>₩ 51,710</u>	<u>₩ (44,285)</u>	<u>₩ 1,984,217</u>

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

The financial information on associates and joint venture as of June 30, 2026 and December 31, 2025 is as follows:

(In millions of Korean won)		June 30, 2026											
		Current assets		Current liabilities		Equity		Operating income		Operating profit (loss) from continuing operations		Total comprehensive income (loss)	
Investments in associates:													
IGIS NPL Restructuring General Private Real Estate Investment Trust Plus REPO+IPO General Private Securities Investment Trust No.1(Bond-Mixed, Professional)	₩	67,948	₩	470	₩	67,478	₩	29	₩	(54)	₩	(54)	
Daishin Plus General Investment Private No. 2601 (bond)		346,317		245,363		100,954		4,421		755		755	
Midas Chagog Chagog Repo Private Securities Investment Trust No. 23 (Bond)		279,833		179,237		100,596		3,731		596		596	
NH-Amundi General Investment Private No. 54 (bond)		299,134		199,745		99,389		4,399		(611)		(611)	
Woori General Private Securities Investment Trust No.9(Bond)		448,158		297,459		150,699		3,540		699		699	
KYOBO Axa Alpha Plus General Private Investment Trust J -33		298,884		199,537		99,347		3,525		(653)		(653)	
Woori General Private Securities Investment Trust No.11(Bond)		418,685		288,947		129,738		2,861		(247)		(247)	
Shinhan Jukjeon Data Center General Private Special Asset Investment Trust		297,661		197,123		100,538		2,359		538		538	
Shinhan Hug Loan General Private Real Estate Investment Trust No.1		110,314		6		110,308		817		811		811	
KOREA Investment BASIC General Private Equity Securities Investment Trust No.140 (Bond)		48,217		4		48,213		166		161		161	
KB IPO Private Securities Investment Trust No. 2		301,276		201,643		99,633		857		(368)		(368)	
Koreainvestment Basic Private Securities Investment Trust No. 135 (USD, Bond)		343,172		223,546		119,626		1,497		(374)		(374)	
Hana Private Investment Trust No.29(USD,bond)		173,377		110,725		62,652		967		959		2,266	
Hanwha Private Investment Trust No.139(USD,bond)		57,166		25,806		31,360		9,617		511		1,166	
KB Korea Short-Term Bond Premium General Investment Private Security Investment Trust No. 51 (USD, Bond)		129,963		20,070		109,893		2,182		1,951		3,929	
		166,653		104,222		62,431		2,404		745		2,720	

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

	June 30, 2026					
	Current assets	Current liabilities	Equity	Operating income	Operating profit (loss) from continuing operations	Total comprehensive income (loss)
BNK General Investment Private No. 16H (USD, Bond)	175,558	113,120	62,438	2,312	759	1,229
KB Korea Short-Term Bond Premium General Investment Private Security Investment Trust No. 54 (USD, Bond)	148,943	94,814	54,129	981	180	751
Kyobo AXA Alpha Plus General Private Placement Securities Investment Trust No. 32	325,311	227,344	97,967	4,723	(2,032)	(2,032)
Shinhan Repo General Private Placement Securities Investment Trust No. 5(Bond)	367,875	245,046	122,829	5,283	(2,171)	(2,171)
Shinhan Repo General Private Placement Securities Investment Trust No. 6(Bond)	367,515	244,646	122,869	5,266	(2,131)	(2,131)
Cardian IPO Maturity-Matching General Private Placement Securities Investment Trust No.1(Mixed Bond)	398,615	297,654	100,961	5,059	961	961
Daol Safe General Private Placement Securities Investment Trust Class B-1(Bond)	273,915	214,544	59,371	2,806	(630)	(630)
Shinyoung IPO General Private Placement Securities Investment Trust No.1(Mixed Bond, Professional Investors Only)	451,047	350,060	100,987	5,619	986	986
NH-Amundi General Private Placement Securities Investment Trust No. 55(Bond, Professional Investors Only)	299,448	199,630	99,818	3,862	(182)	(182)
Hana IPO General Private Placement Securities Investment Trust No.3(Mixed Bond, Professional Investors Only)	174,114	114,214	59,900	1,438	(100)	(100)
Kyobo AXA public offering stock Alpha 30 Private Securities Investment Trust No. 2	250,375	188,178	62,197	7,880	(112)	(112)
IM Asset Private Securities Investment Trust No.1	259,466	200,236	59,230	7,191	(228)	(228)
BNK-INTERVALUE Technology Financing Fund No.1	33,101	339	32,762	1,691	1,345	1,345
Shinhan BNPP SGrail Professional Private Special Asset Fund No.1-2	59,824	500	59,324	1,551	1,503	1,503

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

	June 30, 2026					
	Current assets	Current liabilities	Equity	Operating income	Operating profit (loss) from continuing operations	Total comprehensive income (loss)
Vogo Build-Up Private Investment Trust No. 1 C-S	39,126	-	39,126	11,314	10,381	10,381
KYOBO AXA ALPHA PLUS Professional Investment Private Security Investment J-14 (Bond)	261,894	162,026	99,868	1,335	180	180
Kiwoom Frontier Professional Investment-Type Private Equity Securities Investment Trust No. 29 (Bond)	174,203	111,520	62,683	3,158	(417)	(417)
GYOBO AXA ALPHA PLUS Professional Investment Private Security Investment J-19 (Bond)	109,773	47,107	62,666	799	274	274
KB Leaders Professional Investment Private Security Investment Trust No. 33 (Bond)	254,497	150,418	104,079	4,105	724	724
Eugene Champion Matching Bond Private Securities Investment Trust No. 1 (Bond)	291,106	191,654	99,452	4,875	535	535
IBK General Private Securities Investment Trust RP No.13 (Bond)	165,029	105,018	60,011	2,680	(203)	(203)
Midas Chagog Chagog Repo Private Securities Investment Trust No. 15 (Bond)	250,934	149,128	101,806	5,139	1,511	1,511
Hanwha A General Private Securities Investment Trust RP No.6 (Bond)	237,747	89,933	147,814	5,902	68	68
Samsung Lapael Professional Private Securities Investment Trust No.10 (Bond)	278,527	176,839	101,688	4,140	(786)	(786)
Midas Absolute Return General Private Securities Investment Trust No.1 (Mixed Bond)	1,299	1	1,298	5,769	4	4
Hana Private Investment Trust No.23 (Bond)	212,449	70,633	141,816	2,508	1,095	1,095
Samsung Dollar S&B General Private Equity Securities Investment Trust No.11 (USD, Bond)	62,765	2	62,763	1,922	727	2,891
Samsung Dollar S&B General Private Equity Securities Investment Trust No.12 (USD, Bond)	108,031	45,906	62,125	19,098	353	2,503
Beomsan Urban Development Co., Ltd.	246,193	200,858	45,335	-	9,356	9,356
Samsung Lapael Professional Private Securities Investment Trust 1st	279,349	178,029	101,320	1,606	(762)	(762)

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

	June 30, 2026					
	Current assets	Current liabilities	Equity	Operating income	Operating profit (loss) from continuing operations	Total comprehensive income (loss)
KB Leaders ESG Professional Investment Trust No.1	114,851	73,215	41,636	1,707	(117)	(117)
Kyobo Axa Clean Energy Center Professional Private Special Asset Investment Fund-1	40,306	999	39,307	112	24	24
VI REPO General Private Equity Securities Investment Trust No.8	394,205	294,872	99,333	6,208	(428)	(428)
Mirae-Asset Hydrogen Infrastructure Professional Investment Private No. 1	66,070	17	66,053	24	(100)	(100)
VI REPO General Private Equity Securities Investment Trust No. 15 (Bond)	125,420	24,221	101,199	2,854	845	845
Kyobo Axa ESG Alpha Plus General Private Securities Investment Trust J-20 (Bond)	101,788	22	101,766	3,306	1,420	1,420
Shinhan Long Short Maturity Matching General Private Securities Investment Trust No.4 (Mixed Bonds)	224,067	162,139	61,928	4,672	2,093	2,093
KOREA Investment BASIC General Private Equity Securities Investment Trust No.123 (Bond)	451,040	349,161	101,879	7,161	519	519
IM Asset Private Placement Securities Investment Trust No.48 (Bond)	289,646	189,232	100,414	3,586	339	339
Mirae Asset Signature Private Placement Investment Trust No.4	292,114	191,332	100,782	3,703	870	870
Hyundai Investment Platinum Private Placement Securities Trust No.20 (Bond)	294,466	194,236	100,230	3,466	(72)	(72)
KB Leaders General Private Investment Trust No. 45 (Bond)	137,464	37,413	100,051	1,380	965	965
Shinhan Repo Private Securities Investment Trust No.3	195,825	95,812	100,013	961	862	862
Hana 1Q Short Term Special Bank Bond Active ETF	155,434	7	155,427	3,482	1,986	1,986
United Partners Real Estate Investment Trust No.14	30,278	232	30,046	255	202	202
Others	2,870,478	2,395,232	475,246	292,376	(88,442)	(88,097)
	<u>₩ 16,128,239</u>	<u>₩ 10,471,442</u>	<u>₩ 5,656,797</u>	<u>₩ 508,637</u>	<u>₩ (52,427)</u>	<u>₩ (40,812)</u>

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)

	December 31, 2025					
	Current assets	Current liabilities	Equity	Operating income	Operating profit (loss) from continuing operations	Total comprehensive income (loss)
Investments in associates:						
Samsung Lapael Professional Private Securities Investment Trust No.10 (Bond)	₩ 281,614	₩ 179,140	₩ 102,474	₩ 17,034	₩ 2,474	₩ 2,474
Midas Absolute Return General Private Securities Investment Trust No.1 (Mixed Bond)	89,081	46,449	42,632	17,000	2,427	2,427
Hana Private Investment Trust No.23 (Bond)	196,010	53,129	142,881	7,093	2,201	2,201
Samsung Dollar S&B General Private Equity Securities Investment Trust No.11 (USD, Bond)	57,711	2	57,709	575	313	(397)
Samsung Dollar S&B General Private Equity Securities Investment Trust No.12 (USD, Bond)	103,944	46,472	57,472	1,604	77	(893)
Beomsan Urban Development Co., Ltd.	221,094	185,115	35,979	135,021	19,821	19,821
IM Asset Private Placement Securities Investment Trust No.48 (Bond)	289,621	186,840	102,781	8,337	2,781	2,781
Mirae Asset Signature Private Placement Investment Trust No.4	292,883	190,233	102,650	7,837	2,651	2,651
Hyundai Investment Platinum Private Placement Securities Trust No.20 (Bond)	291,429	189,134	102,295	7,917	2,295	2,295
KB Leaders General Private Investment Trust No. 45 (Bond)	200,991	100,020	100,971	3,036	971	971
Shinhan Repo Private Securities Investment Trust No.3	196,438	95,912	100,526	3,634	526	526
Hana 1Q Short Term Special Bank Bond Active ETF	120,148	2	120,146	111	73	73
Korea Investment Basic Private Securities Investment Trust No.129 (USD, Bond)	60,382	26	60,356	3,902	2,917	2,210
Hana Private Investment Trust No.22 (USD, Bond)	43,452	13,505	29,947	8,742	1,229	1,058
Hanwha Private Investment Trust No.132 (USD, Bond)	202,455	52,964	149,491	32,405	5,891	5,891
KB Korea Short-Term Bond Professional Investment Private Security Investment Trust No.49 (USD, Bond)	90,336	38,408	51,928	2,755	1,665	1,665
BNK Private Investment Trust 10H (USD, Bond)	59,357	21	59,336	2,245	1,886	1,886
NH-Amundi Private Placement Securities Investment Trust No.41 (Bond)	174,398	113,015	61,383	4,327	1,383	1,383

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)

	December 31, 2025					
	Current assets	Current liabilities	Equity	Operating income	Operating profit (loss) from continuing operations	Total comprehensive income (loss)
KYOB0 Axa Alpha Plus General Private Investment Trust J-26	676,627	440,692	235,935	19,417	5,935	5,935
BNK-INTERVALUE Technology Financing Fund No.1	32,070	653	31,417	78	(588)	(187)
Shinhan BNPP SGrail Professional Private Special Asset Fund No.1-2	59,550	500	59,050	3,026	2,894	2,894
Vogo Build-Up Private Investment Trust No. 1 C-S	31,273	0	31,273	9,540	7,089	7,089
KYOBO AXA ALPHA PLUS Professional Investment Private Security Investment J-14 (Bond)	180,351	79,719	100,632	6,546	2,740	2,740
Kiwoom Frontier Professional Investment-Type Private Equity Securities Investment Trust No. 29 (Bond)	175,320	112,220	63,100	2,594	2,154	2,154
GYOBO AXA ALPHA PLUS Professional Investment Private Security Investment J-19 (Bond)	110,599	48,208	62,391	4,358	2,364	2,364
KB Leaders Professional Investment Private Security Investment Trust No. 33 (Bond)	255,476	152,120	103,356	6,918	3,317	3,317
Eugene Champion Matching Bond Private Securities Investment Trust No. 1 (Bond)	282,657	178,547	104,110	10,074	3,395	3,395
IBK General Private Securities Investment Trust RP No.13 (Bond)	166,133	105,919	60,214	5,622	2,138	2,138
Midas Chagog Chagog Repo Private Securities Investment Trust No. 15 (Bond)	189,819	89,525	100,294	27,176	5,380	5,380
Hanwha A General Private Securities Investment Trust RP No.6 (Bond)	289,760	121,928	167,832	34,329	4,121	4,121
Samsung Lapael Professional Private Securities Investment Trust 1st	281,812	179,730	102,082	7,309	2,238	2,238
KB Leaders ESG Professional Investment Trust No.1	78,764	37,012	41,752	2,304	1,247	1,247
Kyobo Axa Clean Energy Center Professional Private Special Asset Investment Fund-1	40,866	120	40,746	3,390	3,164	3,164
VI REPO General Private Equity Securities Investment Trust No.8	397,718	294,684	103,034	11,748	3,205	3,205

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)

	December 31, 2025					
	Current assets	Current liabilities	Equity	Operating income	Operating profit (loss) from continuing operations	Total comprehensive income (loss)
Mirae-Asset Hydrogen Infrastructure Professional Investment Private No. 1	66,171	17	66,154	806	783	783
VI REPO General Private Equity Securities Investment Trust No. 15 (Bond)	200,781	100,427	100,354	3,563	3,332	3,332
Kyobo Axa ESG Alpha Plus General Private Securities Investment Trust J-20 (Bond)	239,482	139,136	100,346	3,800	3,470	3,470
Shinhan Long Short Maturity Matching General Private Securities Investment Trust No.4 (Mixed Bonds)	180,180	118,435	61,745	5,614	1,872	1,872
KOREA Investment BASIC General Private Equity Securities Investment Trust No.123 (Bond)	301,452	194,342	107,110	9,349	2,958	2,958
United Partners Real Estate Investment Trust No.14	30,257	233	30,024	510	405	405
Shinhan Curve Focus General Private Equity Securities Investment Trust No. 1 (Bond)	23,647	3,602	20,045	10,845	642	642
Shinhan Public Offering Share Maturity Matching Professional Investment Private Fund No. 3 (Mixed Bond)	295,503	192,459	103,044	9,330	3,091	3,091
iM Asset General Private Equity Securities Investment Trust No.32 (Bond)	191,805	88,315	103,490	7,400	2,996	2,996
Shinhan Corporation General Private Securities Investment Trust No.19 (Bond)	174,043	115,121	58,922	3,073	1,079	1,079
NH-Amundi Professional Investment Private No. 29 (Bond)	161,910	100,323	61,587	5,326	2,083	2,083
Daishin Plus Professional Investment Private No. 2401 (Bond)	518,617	312,095	206,522	31,495	6,726	6,726
NH-Amundi High-Quality Mid-term Note General Private Equity Securities Investment Trust No. 1 (Bond)	179,266	116,426	62,840	2,930	1,378	1,378
KYOBEO Axa Alpha Plus General Private Investment Trust J-13	102,955	28	102,927	-	3,043	3,043
IM Asset Private Placement Securities Investment Trust No.41 (Bond)	291,071	185,535	105,536	8,259	3,478	3,478

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)

	December 31, 2025					
	Current assets	Current liabilities	Equity	Operating income	Operating profit (loss) from continuing operations	Total comprehen- sive income (loss)
Hyundai Investment Professional Investment Private Real Estate Investment Trust No.44	106,706	2,251	104,455	30,233	30,142	30,142
Others	<u>2,826,306</u>	<u>2,357,304</u>	<u>469,002</u>	<u>388,506</u>	<u>(124,121)</u>	<u>(124,121)</u>
	<u>₩ 12,110,291</u>	<u>₩ 7,358,013</u>	<u>₩ 4,752,278</u>	<u>₩ 939,043</u>	<u>₩ 45,731</u>	<u>₩ 43,574</u>

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

The reconciliations from the net assets of associates and joint venture based on the ownership ratio of the Group to its corresponding book amounts of investments in associates and joint ventures as of June 30, 2026 and December 31, 2025 are as follows:

(In millions of Korean won)

		June 30, 2026			
		Net assets of associates and joint venture (A)	The Group's ownership (B) (%)	Net assets owned (AxB)	Book amount
Investments in associates:					
IGIS NPL Restructuring General Private Real Estate Investment Trust	₩	67,478	29%	₩ 19,748	₩ 19,748
Plus REPO+IPO General Private Securities Investment Trust No.1(Bond-Mixed, Professional)		100,955	50%	50,377	50,377
Daishin Plus General Investment Private No. 2601 (bond)		100,596	50%	50,298	50,298
Midas Chagog Chagog Repo Private Securities Investment Trust No. 23 (Bond)		99,389	50%	49,694	49,694
NH-Amundi General Investment Private No. 54 (bond)		150,699	33%	50,233	50,233
Woori General Private Securities Investment Trust No.9(Bond)		99,347	50%	49,674	49,674
KYOBO Axa Alpha Plus General Private Investment Trust J -33		129,738	38%	49,905	49,905
Woori General Private Securities Investment Trust No.11(Bond)		100,538	50%	50,269	50,269
Shinhan Jukjeon Data Center General Private Special Asset Investment Trust		110,308	45%	50,140	50,140
Shinhan Hug Loan General Private Real Estate Investment Trust No.1		48,212	22%	10,714	10,714
KOREA Investment BASIC General Private Equity Securities Investment Trust No.140 (Bond)		99,632	50%	49,816	49,816
KB IPO Private Securities Investment Trust No. 2		119,626	50%	59,813	59,813
Koreainvestment Basic Private Securities Investment Trust No. 135 (USD, Bond)		62,652	50%	31,326	31,326
Hana Private Investment Trust No.29(USD,bond)		31,360	50%	15,680	15,680
Hanwha Private Investment Trust No.139(USD,bond)		109,893	29%	31,398	31,398

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd)

(In millions of Korean won)

	June 30, 2026			
	Net assets of associates and joint venture (A)	The Group's ownership (B) (%)	Net assets owned (AxB)	Book amount
KB Korea Short-Term Bond Premium General Investment Private Security Investment Trust No. 51 (USD, Bond)	62,431	50%	31,216	31,216
BNK General Investment Private No. 16H (USD, Bond)	62,437	25%	15,610	15,610
KB Korea Short-Term Bond Premium General Investment Private Security Investment Trust No. 54 (USD, Bond)	54,129	29%	15,465	15,465
Kyobo AXA Alpha Plus General Private Placement Securities Investment Trust No. 32	97,968	50%	48,984	48,984
Shinhan Repo General Private Placement Securities Investment Trust No. 5(Bond)	122,829	40%	49,132	49,132
Shinhan Repo General Private Placement Securities Investment Trust No. 6(Bond)	122,869	40%	49,148	49,148
Cardian IPO Maturity-Matching General Private Placement Securities Investment Trust No.1(Mixed Bond)	100,961	50%	50,480	50,480
Daol Safe General Private Placement Securities Investment Trust Class B-1(Bond)	59,370	50%	29,685	29,685
Shinyoung IPO General Private Placement Securities Investment Trust No.1(Mixed Bond, Professional Investors Only)	100,986	50%	50,493	50,493
NH-Amundi General Private Placement Securities Investment Trust No. 55(Bond, Professional Investors Only)	99,818	50%	49,909	49,909
Hana IPO General Private Placement Securities Investment Trust No.3(Mixed Bond, Professional Investors Only)	59,900	50%	29,950	29,950
Kyobo AXA public offering stock Alpha 30 Private Securities Investment Trust No. 2	62,197	48%	29,946	29,946
IM Asset Private Securities Investment Trust No.1	59,230	50%	29,608	29,608
BNK-INTERVALUE Technology Financing Fund No.1	32,762	34%	11,245	11,245

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)

	June 30, 2026			
	Net assets of associates and joint venture (A)	The Group's ownership (B) (%)	Net assets owned (AxB)	Book amount
Shinhan BNPP SGrail Professional Private Special Asset Fund No.1-2	59,324	46%	27,381	27,381
Vogo Build-Up Private Investment Trust No. 1 C-S	39,126	43%	16,754	16,754
KYOBO AXA ALPHA PLUS Professional Investment Private Security Investment J-14 (Bond)	99,868	50%	49,934	49,934
Kiwoom Frontier Professional Investment-Type Private Equity Securities Investment Trust No. 29 (Bond)	62,683	50%	31,341	31,341
GYOBO AXA ALPHA PLUS Professional Investment Private Security Investment J-19 (Bond)	62,665	50%	31,333	31,333
KB Leaders Professional Investment Private Security Investment Trust No. 33 (Bond)	104,080	30%	31,224	31,224
Eugene Champion Matching Bond Private Securities Investment Trust No. 1 (Bond)	99,453	50%	49,726	49,726
IBK General Private Securities Investment Trust RP No.13 (Bond)	60,011	50%	30,005	30,005
Midas Chagog Chagog Repo Private Securities Investment Trust No. 15 (Bond)	101,805	50%	50,903	50,903
Hanwha A General Private Securities Investment Trust RP No.6 (Bond)	147,813	34%	50,238	50,238
Samsung Lapael Professional Private Securities Investment Trust No.10 (Bond)	101,688	50%	50,844	50,844
Midas Absolute Return General Private Securities Investment Trust No.1 (Mixed Bond)	1,298	50%	649	649
Hana Private Investment Trust No.23 (Bond)	141,816	35%	50,138	50,138
Samsung Dollar S&B General Private Equity Securities Investment Trust No.11 (USD, Bond)	62,762	50%	31,381	31,381
Samsung Dollar S&B General Private Equity Securities Investment Trust No.12 (USD, Bond)	62,125	50%	31,062	31,062

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)

	June 30, 2026			
	Net assets of associates and joint venture (A)	The Group's ownership (B) (%)	Net assets owned (AxB)	Book amount
Beomsan Urban Development Co., Ltd.	45,335	30%	13,600	13,600
Samsung Lapael Professional Private Securities Investment Trust 1st	101,320	50%	50,660	50,660
KB Leaders ESG Professional Investment Trust No.1	41,636	49%	20,494	20,494
Kyobo Axa Clean Energy Center Professional Private Special Asset Investment Fund-1	39,307	28%	11,125	11,125
VI REPO General Private Equity Securities Investment Trust No.8	99,333	50%	49,578	49,578
Mirae-Asset Hydrogen Infrastructure Professional Investment Private No. 1	66,053	49%	32,562	32,562
VI REPO General Private Equity Securities Investment Trust No. 15 (Bond)	101,199	50%	50,599	50,599
Kyobo Axa ESG Alpha Plus General Private Securities Investment Trust J-20 (Bond)	101,766	50%	50,883	50,883
Shinhan Long Short Maturity Matching General Private Securities Investment Trust No.4 (Mixed Bonds)	61,929	50%	30,964	30,964
KOREA Investment BASIC General Private Equity Securities Investment Trust No.123 (Bond)	101,879	50%	50,940	50,940
IM Asset Private Placement Securities Investment Trust No.48 (Bond)	100,414	50%	50,207	50,207
Mirae Asset Signature Private Placement Investment Trust No.4	100,783	50%	50,391	50,391
Hyundai Investment Platinum Private Placement Securities Trust No.20 (Bond)	100,230	50%	50,115	50,115
KB Leaders General Private Investment Trust No. 45 (Bond)	100,052	50%	50,026	50,026
Shinhan Repo Private Securities Investment Trust No.3	100,013	50%	50,007	50,007
Hana 1Q Short Term Special Bank Bond Active ETF	155,427	33%	50,590	50,590
United Partners Real Estate Investment Trust No.14	30,046	67%	20,031	20,031

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

		June 30, 2026		
		Net assets of associates and joint venture (A)	The Group's ownership (B) (%)	Net assets owned (AxB) Book amount
Others ¹		475,246		304,534 303,283

¹ The amount of net assets attributable to the Group differs from the carrying amount as of the end of the reporting period due to the effect of impairment losses recognized in prior periods.

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)

	December 31, 2025			
	Net assets of associates and joint venture (A)	The Group's ownership (B) (%)	Net assets owned (AXB)	Book amount
Investments in associates:				
Samsung Lapael Professional Private Securities Investment Trust No.10 (Bond)	₩ 102,474	50%	₩ 51,237	₩ 51,237
Midas Absolute Return General Private Securities Investment Trust No.1 (Mixed Bond)	42,632	25%	10,604	10,604
Hana Private Investment Trust No.23 (Bond)	142,881	36%	50,782	50,782
Samsung Dollar S&B General Private Equity Securities Investment Trust No.11 (USD, Bond)	57,709	50%	28,854	28,854
Samsung Dollar S&B General Private Equity Securities Investment Trust No.12 (USD, Bond)	57,472	50%	28,736	28,736
Beomsan Urban Development Co., Ltd.	35,979	30%	10,794	10,794
IM Asset Private Placement Securities Investment Trust No.48 (Bond)	102,781	50%	51,390	51,390
Mirae Asset Signature Private Placement Investment Trust No.4	102,650	50%	51,325	51,325
Hyundai Investment Platinum Private Placement Securities Trust No.20 (Bond)	102,295	50%	51,148	51,148
KB Leaders General Private Investment Trust No. 45 (Bond)	100,971	50%	50,486	50,486
Shinhan Repo Private Securities Investment Trust No.3	100,526	50%	50,263	50,263
Hana 1Q Short Term Special Bank Bond Active ETF	120,146	42%	49,944	49,944
Korea Investment Basic Private Securities Investment Trust No.129 (USD, Bond)	60,356	50%	30,178	30,178
Hana Private Investment Trust No.22 (USD, Bond)	29,947	50%	14,974	14,974
Hanwha Private Investment Trust No.132 (USD, Bond)	149,491	20%	29,898	29,898
KB Korea Short-Term Bond Professional Investment Private Security Investment Trust No.49 (USD, Bond)	51,928	29%	14,837	14,837

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)

	December 31, 2025			
	Net assets of associates and joint venture (A)	The Group's ownership (B) (%)	Net assets owned (AXB)	Book amount
BNK Private Investment Trust 10H (USD, Bond)	59,336	25%	14,834	14,834
NH-Amundi Private Placement Securities Investment Trust No.41 (Bond)	61,383	50%	30,692	30,692
KYOBO Axa Alpha Plus General Private Investment Trust J-26	235,935	22%	51,290	51,290
BNK-INTERVALUE Technology Financing Fund No.1	31,417	34%	10,784	10,784
Shinhan BNPP SGrail Professional Private Special Asset Fund No.1-2	59,050	46%	27,254	27,254
Vogo Build-Up Private Investment Trust No. 1 C-S	31,273	39%	12,308	12,308
KYOBO AXA ALPHA PLUS Professional Investment Private Security Investment J-14 (Bond)	100,632	50%	50,316	50,316
Kiwoom Frontier Professional Investment-Type Private Equity Securities Investment Trust No. 29 (Bond)	63,100	50%	31,550	31,550
GYOBO AXA ALPHA PLUS Professional Investment Private Security Investment J-19 (Bond)	62,391	50%	31,196	31,196
KB Leaders Professional Investment Private Security Investment Trust No. 33 (Bond)	103,356	30%	31,007	31,007
Eugene Champion Matching Bond Private Securities Investment Trust No. 1 (Bond)	104,110	50%	52,055	52,055
IBK General Private Securities Investment Trust RP No.13 (Bond)	60,214	50%	30,107	30,107
Midas Chagog Chagog Repo Private Securities Investment Trust No. 15 (Bond)	100,294	50%	50,147	50,147
Hanwha A General Private Securities Investment Trust RP No.6 (Bond)	167,832	30%	50,215	50,215
Samsung Lapael Professional Private Securities Investment Trust 1st	102,082	50%	51,041	51,041
KB Leaders ESG Professional Investment Trust No.1	41,752	49%	20,552	20,552
Kyobo Axa Clean Energy Center Professional Private Special Asset Investment Fund-1	40,746	28%	11,532	11,532

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)

	December 31, 2025			
	Net assets of associates and joint venture (A)	The Group's ownership (B) (%)	Net assets owned (AXB)	Book amount
VI REPO General Private Equity Securities Investment Trust No.8	103,034	50%	51,428	51,428
Mirae-Asset Hydrogen Infrastructure Professional Investment Private No. 1	66,154	49%	32,611	32,611
VI REPO General Private Equity Securities Investment Trust No. 15 (Bond)	100,354	50%	50,177	50,177
Kyobo Axa ESG Alpha Plus General Private Securities Investment Trust J-20 (Bond)	100,346	50%	50,173	50,173
Shinhan Long Short Maturity Matching General Private Securities Investment Trust No.4 (Mixed Bonds)	61,745	50%	30,873	30,873
KOREA Investment BASIC General Private Equity Securities Investment Trust No.123 (Bond)	107,110	50%	53,555	53,555
United Partners Real Estate Investment Trust No.14	30,024	67%	20,016	20,016
Shinhan Curve Focus General Private Equity Securities Investment Trust No. 1 (Bond)	20,045	50%	10,022	10,022
Shinhan Public Offering Share Maturity Matching Professional Investment Private Fund No. 3 (Mixed Bond)	103,044	50%	51,522	51,522
iM Asset General Private Equity Securities Investment Trust No.32 (Bond)	103,490	50%	51,745	51,745
Shinhan Corporation General Private Securities Investment Trust No.19 (Bond)	58,922	50%	29,461	29,461
NH-Amundi Professional Investment Private No. 29 (Bond)	61,587	50%	30,742	30,742
Daishin Plus Professional Investment Private No. 2401 (Bond)	206,522	26%	53,355	53,355
NH-Amundi High-Quality Mid-term Note General Private Equity Securities Investment Trust No. 1 (Bond)	62,840	50%	31,420	31,420
KYOBO Axa Alpha Plus General Private Investment Trust J-13	102,927	50%	51,464	51,464
IM Asset Private Placement Securities Investment Trust No.41 (Bond)	105,536	50%	52,611	52,611

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15. INVESTMENTS IN ASSOCIATES AND JOINT VENTURE (cont'd):

(In millions of Korean won)

	December 31, 2025			
	Net assets of associates and joint venture (A)	The Group's ownership (B) (%)	Net assets owned (AXB)	Book amount
Hyundai Investment Professional Investment Private Real Estate Investment Trust No.44	104,455	23%	23,512	23,512
Others ¹	469,002		178,762	177,200

¹ The amount of net assets attributable to the Group differs from the carrying amount as of the end of the reporting period due to the effect of impairment losses recognized in prior periods.

For the six-month period ended June 30, 2026, the unrecognized losses due to the discontinuation of the equity method amounted to ₩16,659 million, and the accumulated unrecognized losses as of June 30, 2026 amounted to ₩94,731 million.

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16. PROPERTY AND EQUIPMENT:

Changes in property and equipment for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)

	2026						
	Beginning balance	Acquisition	Disposal	Reclassifi-cation	Depreciation	Others	Ending balance
Property and equipment:							
Land for business purpose	₩ 396,969	₩ 1,895	₩ (24)	₩ 10,873	₩ -	₩ -	₩ 409,713
Building for business purpose	584,622	9,158	(78)	39,697	(8,688)	344	625,055
Leasehold improvements	22,407	1,960	(103)	2,321	(4,971)	132	21,746
Movable properties for business purpose	118,027	20,895	(4,619)	1,340	(24,234)	1,137	112,546
Construction in progress	82,117	46,417	-	(66,787)	-	(4,406)	57,341
Right-of-use assets:							
Properties for business purpose	31,536	26,661	(1,391)	-	(21,548)	(456)	34,802
Vehicles	380	2,753	(119)	-	(450)	(1,728)	836
Others	1,166	1,309	(11)	-	(2,216)	1	249
Total	₩1,237,224	₩ 111,048	₩ (6,345)	₩ (12,556)	₩ (62,107)	₩ (4,976)	₩ 1,262,288

(In millions of Korean won)

	2025						
	Beginning balance	Acquisition	Disposal	Reclassifi-cation	Depreciation	Others	Ending balance
Property and equipment:							
Land for business purpose	₩ 436,016	₩ -	₩ (14,426)	₩ (19,283)	₩ -	₩ -	₩ 402,307
Building for business purpose	584,137	634	(4,457)	(3,414)	(8,851)	(119)	567,930
Leasehold improvements	25,744	3,581	(698)	1,044	(5,105)	(766)	23,800
Movable properties for business purpose	123,972	12,916	(779)	2,604	(20,051)	(3,019)	115,643
Construction in progress	56,037	22,947	-	(10,802)	-	-	68,182
Right-of-use assets:							
Properties for business purpose	37,016	27,301	(3,317)	-	(20,848)	(78)	40,074
Vehicles	681	1,670	(1,343)	-	(535)	8	481
Others	865	2,581	(139)	-	(2,330)	(1)	976
Total	₩1,264,468	₩ 71,630	₩ (25,159)	₩ (29,851)	₩ (57,720)	₩ (3,975)	₩ 1,219,393

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16. PROPERTY AND EQUIPMENT (cont'd):

Details of right-of-use assets as of June 30, 2026 and December 31, 2025 are as follows:

(In millions of Korean won)

	June 30, 2026			
	Properties	Vehicles	Others	Total
Cost of right-of-use asset	₩ 201,703	₩ 1,788	₩ 3,155	₩ 206,646
Accumulated depreciation	<u>(166,901)</u>	<u>(952)</u>	<u>(2,906)</u>	<u>(170,759)</u>
Book amount of right-of-use asset	<u>₩ 34,802</u>	<u>₩ 836</u>	<u>₩ 249</u>	<u>₩ 35,887</u>

(In millions of Korean won)

	December 31, 2025			
	Properties	Vehicles	Others	Total
Cost of right-of-use asset	₩ 180,761	₩ 1,610	₩ 2,779	₩ 185,150
Accumulated depreciation	<u>(149,225)</u>	<u>(1,230)</u>	<u>(1,613)</u>	<u>(152,068)</u>
Book amount of right-of-use asset	<u>₩ 31,536</u>	<u>₩ 380</u>	<u>₩ 1,166</u>	<u>₩ 33,082</u>

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17. INTANGIBLE ASSETS:

Changes in intangible assets for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)

	2026													
	Beginning balance		Acquisition		Disposal		Reclassification ¹		Amortization		Others		Ending balance	
Software	₩	38,669	₩	11,246	₩	-	₩	660	₩	(6,689)	₩	554	₩	44,440
Goodwill		28,341		-		-		-		-		-		28,341
Development costs		113,378		1,386		-		15,934		(24,312)		11,622		118,008
Others		127,613		31,337		(233)		(17,199)		(12,131)		(11,632)		117,755
Total	₩	308,001	₩	43,969	₩	(233)	₩	(605)	₩	(43,132)	₩	544	₩	308,544

¹ Transferred from construction in progress.

(In millions of Korean won)

	2025													
	Beginning balance		Acquisition		Disposal		Reclassifi- cation ¹		Amortization		Others		Ending balance	
Software	₩	33,650	₩	8,034	₩	-	₩	155	₩	(6,208)	₩	1,085	₩	36,716
Goodwill		28,341		-		-		-		-		-		28,341
Development costs		125,766		954		-		17,301		(24,366)		-		119,655
Others		81,329		71,219		-		(17,456)		(11,715)		(14)		123,363
Total	₩	269,086	₩	80,207	₩	-	₩	-	₩	(42,289)	₩	1,071	₩	308,075

¹ Transferred from construction in progress.

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18. INVESTMENT PROPERTIES:

The fair values and assessment methods of investment properties as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	June 30, 2026	December 31, 2025	Valuation techniques	Input variables
Land	₩ 451,521	₩ 231,547	- The evaluation method of using comparable standard land officially assessed price method - Sales comparison approach	- Comparable standard land officially assessed price method - Transaction comparison method - Discount rate - Rent increase rate, etc.
Building	224,149	99,457	- Cost method - The evaluation method of using comparable standard land officially assessed price method - Sales comparison approach	- Replacement cost - Durable years - Transaction comparison method - Discount rate - Rent increase rate, etc.
Total	<u>₩ 675,670</u>	<u>₩ 331,004</u>		

Investment properties are classified within Level 3 of the fair value hierarchy and are valued by independent valuers who hold recognized professional qualifications and have recent experience in valuing properties of a similar nature in the relevant locations.

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18. INVESTMENT PROPERTIES (cont'd):

Changes in investment properties for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of
Korean won)

		2026						
		Beginning balance	Acquisition	Disposal	Reclassifi- cation	Deprecia tion	Others	Ending balance
Land	₩	195,473	₩ -	₩ -	₩ 127	₩ -	₩ -	₩ 195,600
Building		110,482	4,628	-	11,213	(1,739)	(19)	124,565
Total	₩	305,955	₩ 4,628	₩ -	₩ 11,340	₩ (1,739)	₩ (19)	₩ 320,165

(In millions of
Korean won)

		2025						
		Beginning balance	Acquisition	Disposal	Reclassifi- cation	Deprecia tion	Others	Ending balance
Land	₩	441,608	₩ -	₩ (259,747)	₩ 19,283	₩ -	₩ -	₩ 201,144
Building		187,701	-	(81,107)	9,825	(2,727)	(101)	113,591
Total	₩	629,309	₩ -	₩ (340,854)	₩ 29,108	₩ (2,727)	₩ (101)	₩ 314,735

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19. FINANCIAL LIABILITIES AT FVPL:

Details of financial liabilities at FVPL as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	June 30, 2026	December 31, 2025	Reason for designation
Financial liabilities at FVPL:			
Securities sold	₩ 196,092	₩ 763,492	
Subtotal	<u>196,092</u>	<u>763,492</u>	
Financial liabilities designated at FVPL ¹ :			
Equity-linked securities sold	911,607	600,273	Hybrid(combined) financial instrument
Securities sold with embedded derivatives	272,581	591,324	
Credit risk assessment adjustment	(1,518)	(333)	
Adjustment of gain and losses on valuation at transaction date	5,185	2,758	
Subtotal	<u>1,187,855</u>	<u>1,194,022</u>	
Total	<u>₩ 1,383,947</u>	<u>₩ 1,957,514</u>	

¹ In accordance with K-IFRS 1109, paragraph 6.7.1, the Group designated the financial liabilities at initial recognition (or subsequently) as FVPL.

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20. BORROWINGS AND DEBENTURES:

Details of borrowings at amortized cost as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	Annual interest rate (%)		June 30, 2026	December 31, 2025
	Minimum	Maximum		
Borrowings in Korean won:				
The BOK	0.25	1.25	₩ 956,008	₩ 1,003,573
Others	-	4.48	5,066,539	4,020,304
Subtotal			6,022,547	5,023,877
Borrowings in foreign currencies:				
Overdraft on our account	-	-	460	1,037
Banks	1.76	20.60	1,725,997	1,182,647
Others	1.11	5.20	198,894	323,826
Subtotal			1,925,351	1,507,510
Call money	1.62	10.00	405,276	327,223
Bonds sold under repurchase agreement:				
Korean won	0.55	3.02	3,975,691	4,560,335
Foreign currencies	-	-	-	18,352
Subtotal			3,975,691	4,578,687
Bills sold	1.60	2.98	18,655	9,717
Deferred expenses from borrowings			(4,026)	(1,463)
Total			₩ 12,343,494	₩ 11,445,551

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20. BORROWINGS AND DEBENTURES (cont'd):

Details of debentures issued by the Group as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	Annual interest rate (%)			June 30,		December 31,
	Minimum	Maximum		2026		2025
Debentures in Korean won:						
Unsecured coupon bond	1.58	7.02	₩	17,151,969	₩	15,913,486
Subordinated bond	3.47	3.85		150,000		150,000
Present value discounts				(12,793)		(15,382)
Subtotal				<u>17,289,176</u>		<u>16,048,104</u>
Debentures in foreign currencies:						
Senior bond	4.81	4.82		46,245		43,047
Subordinated bond	3.63	3.63		385,375		358,725
Loss on fair value hedge				(706)		(4,469)
Present value discounts				(180)		(407)
Subtotal				<u>430,734</u>		<u>396,896</u>
Total			₩	<u>17,719,910</u>	₩	<u>16,445,000</u>

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21. NET DEFINED BENEFIT LIABILITIES (ASSETS):

As of June 30, 2026, and December 31, 2025, the amounts recognized in the consolidated statements of financial position related to post-employment benefits are as follows:

<i>(In millions of Korean won)</i>	June 30, 2026		December 31, 2025	
Present value of funded defined benefit obligations	₩	754,475	₩	795,252
Fair value of plan assets		(963,757)		(947,034)
Net defined benefit assets ¹	₩	(209,282)	₩	(151,782)

¹ As of June 30, 2026, the amounts recognized under the defined benefit plan of ₩209,282 million represent the net defined benefit assets of ₩213,236 million less net defined benefit liabilities of ₩3,954 million.

Changes in the net defined benefit liabilities for the six-month periods ended June 30, 2026 and 2025 are as follows:

<i>(In millions of Korean won)</i>		2026		
		Present value of defined benefit obligation	Plan assets at fair value	Total
Current service cost	₩	29,893	₩ -	₩ 29,893
Interest expenses (income)		17,516	(21,405)	(3,889)
	₩	47,409	₩ (21,405)	₩ 26,004

<i>(In millions of Korean won)</i>		2025		
		Present value of defined benefit obligation	Plan assets at fair value	Total
Current service cost	₩	28,741	₩ -	₩ 28,741
Interest expenses (income)		14,887	(17,485)	(2,598)
	₩	43,628	₩ (17,485)	₩ 26,143

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22. PROVISIONS:

Details of provisions for other liabilities and charges as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>		June 30, 2026		December 31, 2025
Provision for acceptances and guarantees	₩	3,334	₩	4,348
Provision for unused credit limit		32,763		34,002
Financial guarantee contract liabilities		1,502		1,692
Provision for restoration costs		15,203		14,807
Provision for credit card point		218		248
Provision for litigation		282		288
Others ¹		33,909		38,433
Total	₩	<u>87,211</u>	₩	<u>93,818</u>

¹ In other provisions, provisions for employee embezzlement incident of ₩ 9,574 million and ₩ 9,574 million are included as of June 30, 2026 and December 31, 2025, respectively.

Changes in provision for acceptances and guarantees, provision for unused credit limit and financial guarantee contract liabilities for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)	2026							
	Twelve months' expected credit losses		Lifetime expected credit losses			Total		
			Not credit impaired	Credit impaired				
Beginning balance	₩	34,826	₩	4,937	₩	279	₩	40,042
Transfer to 12 months expected credit loss		1,644		(1,644)		-		-
Transfer to lifetime expected credit losses		(7,041)		7,041		-		-
Transfer to credit-impaired financial liabilities		(21)		(40)		61		-
Foreign currency translation and others		58		110		-		168
Others		123		(44)		-		79
Subtotal		29,589		10,360		340		40,289
Reversal		(2,007)		(361)		(322)		(2,690)
Ending balance	₩	27,582	₩	9,999	₩	18	₩	37,599

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22. PROVISIONS (cont'd):

(In millions of Korean won)

	(In millions of Korean won)						
	2025						Total
	Twelve months' expected credit losses		Lifetime expected credit losses		Credit impaired		
			Not credit impaired				
Beginning balance	₩	35,013	₩	15,961	₩	31	₩ 51,005
Transfer to 12 months expected credit loss		3,369		(3,369)		-	-
Transfer to lifetime expected credit losses		(1,451)		1,451		-	-
Transfer to credit-impaired financial liabilities		(20)		(4,551)		4,571	-
Foreign currency translation and others		(52)		(28)		(1)	(81)
Others		238		152		(4,500)	(4,110)
Subtotal		37,097		9,616		101	46,814
Provision (reversal)		(2,396)		1,168		(65)	(1,293)
Ending balance	₩	34,701	₩	10,784	₩	36	₩ 45,521

Changes in other provisions for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)

	2026				
	Beginning balance	Increase	Decrease	Others	Ending balance
Provision for restoration costs	₩ 14,806	825	(359)	(69)	₩ 15,203
Provision for credit card point	248	-	(30)	-	218
Provision for litigation	288	-	(6)	-	282
Others ¹	38,434	5	(4,530)	-	33,909
Total	₩ 53,776	830	(4,925)	(69)	₩ 49,612

¹ As of June 30, 2026, the Group's Lime Asset Management's redemption deferral fund sales amount to ₩62,236 million and related provisions amount to ₩21,002 million.

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22. PROVISIONS (cont'd):

(In millions of Korean won)

	2025				
	Beginning balance	Increase	Decrease	Others	Ending balance
Provision for restoration costs	₩ 14,939	₩ 540	₩ (576)	₩ (279)	₩ 14,624
Provision for credit card point	301	-	(65)	-	236
Provision for litigation	-	2,900	-	-	2,900
Others ¹	40,431	968	(1,805)	1,170	40,764
	<u>₩ 55,671</u>	<u>₩ 4,408</u>	<u>₩ (2,446)</u>	<u>₩ 891</u>	<u>₩ 58,524</u>

¹ As of June 30, 2025, the Group's Lime Asset Management's redemption deferral fund sales amount to ₩62,236 million and related provisions amount to ₩25,360 million.

Provision for restoration costs represent the estimated cost to restore the existing leased properties, which is discounted to the present value using the appropriate discount rate at the end of the reporting period. Such costs are expected to be incurred upon the expiration of the related lease contracts, and such costs are reasonably estimated using the past three-year historical data of average lease year of expired leases. In addition, the expected restoration expense is calculated based on the average of actual costs incurred in the past and the prior year's inflation rate.

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23. LEASE LIABILITIES:

The maturity structure of lease liabilities undiscounted as of June 30, 2026 and December 31, 2025 is as follows:

(In millions of
Korean won)

		June 30, 2026										
		Less than 1 month		1 month – 3 months		3 – 12 months		1 year – 5 years		More than 5 years		Total
Lease liabilities	₩	2,977	₩	5,536	₩	12,718	₩	10,761	₩	199	₩	32,191

(In millions of
Korean won)

Korean won)		December 31, 2025										
		Less than 1 month		1 month – 3 months		3 – 12 months		1 year – 5 years		More than 5 years		Total
Lease liabilities	₩	1,790	₩	3,982	₩	12,601	₩	9,455	₩	140	₩	27,968

Cash outflows from lease contract were ₩18,843 million (including leases of low-value asset of ₩2,229 million) for the six-month period ended June 30, 2026 and ₩20,365 million (including leases of low-value asset of ₩2,083 million included) for the six-month period ended June 30, 2025.

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24. OTHER LIABILITIES:

Details of other liabilities as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	<u>June 30, 2026</u>	<u>December 31, 2025</u>
Other financial liabilities:		
Due to trust accounts	₩ 1,040,668	₩ 1,069,794
Due to fund accounts	924	435
Foreign exchange remittances pending	37,511	22,477
Prepaid card liabilities	138,912	18,109
Debit card liabilities	17,990	15,620
Deposits for letter of guarantees and others	696,628	681,856
Present value discounts	(58,784)	(62,628)
Accounts payable	1,089,027	1,421,016
Accrued expenses	1,300,370	1,425,658
Agency business accounts	256,556	392,940
Unsettled domestic exchange liabilities	293,511	180,604
Deposits held by agency relationship	152,628	105,116
Guarantee deposits for securities subscription	5,054	4,215
Lease liabilities	31,008	26,901
Securities payable	1,638	295
Remittance pending	45	570
Others	427,889	488,016
Subtotal	<u>5,431,575</u>	<u>5,790,994</u>
Other non-financial liabilities:		
Withholding taxes	33,384	41,279
Unearned revenues	98,404	99,904
Others	26,017	29,071
Subtotal	<u>157,805</u>	<u>170,254</u>
Total	<u>₩ 5,589,380</u>	<u>₩ 5,961,248</u>

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25. EQUITY:

(a) Share capital

As of June 30, 2026, the Group has 700 million ordinary shares authorized with a par value of ₩5,000 and 310,327,033 shares have been issued. The Parent Company's share capital as of June 30, 2026, amounts to ₩1,629,676 million. As a result of the retirement of shares without a reduction in share capital, the amount of share capital differs from the aggregate par value of the shares currently issued.

(b) Other paid-in capital

Details of other paid-in capital as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	<u>June 30, 2026</u>	<u>December 31, 2025</u>
Share premium	₩ 678,953	₩ 678,953
Other reserves	106,948	105,743
Treasury shares	(60,000)	-
Gain on disposal of treasury share	5,826	5,826
Loss on disposal of treasury share	(122)	(122)
Total	<u>₩ 731,605</u>	<u>₩ 790,400</u>

(c) Hybrid equity securities

Details of hybrid equity securities issued by the Parent Company as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	<u>Issue date</u>	<u>Maturity</u>	<u>Interest rate (%)</u>	<u>June 30, 2026</u>	<u>December 31, 2025</u>
Hybrid equity securities					
in Korean won	Sep. 22, 2023	-	5.70	₩ 150,000	₩ 150,000
	Feb. 15, 2024	-	4.97	200,000	200,000
	Oct. 28, 2025	-	3.50	150,000	150,000
Issuance cost				(1,618)	(1,618)
Total				<u>₩ 498,382</u>	<u>₩ 498,382</u>

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25. EQUITY (cont'd):

Hybrid equity securities classified as non-controlling equity as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	Issue date	Maturity	Interest rate (%)	June 30, 2026	December 31, 2025
Hybrid equity securities					
in Korean won	Apr. 7, 2022	-	4.30	₩ 150,000	₩ 150,000
	May 10, 2022	-	5.20	200,000	200,000
	Apr. 29, 2024	-	4.37	100,000	100,000
	Jun. 08, 2026	-	5.20	100,000	-
Issuance cost				(1,524)	(1,246)
Total				<u>₩ 548,476</u>	<u>₩ 448,754</u>

The above hybrid equity securities may be redeemed early by the Group, subject to the approval of the Governor of the Financial Supervisory Service, upon the expiration of five years from the issuance date.

(d) Other components of equity

Other components of equity as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	June 30, 2026	December 31, 2025
Loss on valuation of financial instruments at FVOCI	₩ (190,312)	₩ (43,593)
Exchange differences on translation of foreign operations	80,762	40,880
Remeasurements of net defined benefit liabilities	(104,668)	(136,926)
Loss on valuation of hedges of net investments in foreign operations	(87,855)	(49,653)
Share of other comprehensive income of associates	9,772	(2,585)
Others	2,758	1,875
Tax effects	76,150	47,691
Total	<u>₩ (213,393)</u>	<u>₩ (142,311)</u>

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25. EQUITY (cont'd):

(e) Retained earnings

Details of retained earnings as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>		<u>June 30, 2026</u>		<u>December 31, 2025</u>
Reserve:				
Earned profit reserves ¹	₩	1,188,413	₩	1,084,454
Regulatory reserve for credit loss		646,638		468,320
Discretionary reserves		4,154,015		4,073,417
Subtotal		<u>5,989,066</u>		<u>5,626,191</u>
Retained earnings before appropriation		<u>2,263,704</u>		<u>2,390,743</u>
Total	₩	<u>8,252,770</u>	₩	<u>8,016,934</u>

¹ Article 53 of the *Financial Holding Companies Act* requires the Company to appropriate at least 10% of profit for the period to legal reserve, until such reserve equals 100% of its paid-up capital. This reserve is not available for payment of cash dividends; however, it can be used to reduce deficit or be transferred to capital.

(f) Treasury shares

Details of acquisition and retirement of treasury shares for the six-month periods ended June 30, 2026 and 2025 are as follows.

<i>(In millions of Korean won and</i>	<u>2026</u>		<u>2025</u>	
<i>in shares)</i>	Number of shares	Carrying amount	Number of shares	Carrying amount
Beginning balance	- ₩	-	2,053,208 ₩	19,997
Acquisition ¹	3,487,282	60,000	3,958,365	40,000
Retirement ²	-	-	(2,053,208)	(19,997)
Ending balance	<u>3,487,282 ₩</u>	<u>60,000</u>	<u>3,958,365 ₩</u>	<u>40,000</u>

¹ In order to enhance shareholders' value, the Group entered into a treasury shares trust agreement through which the Group acquired treasury shares.

² In accordance with the resolution of the Board of Directors dated July 31, 2024, 2,053,208 treasury shares that had been acquired were retired on February 21, 2025. In accordance with the resolution of the Board of Directors dated April 30, 2026, 3,487,282 treasury shares that had been acquired were retired on August 14, 2026.

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26. REGULATORY RESERVE FOR CREDIT LOSS:

In accordance with the *Supervisory Regulations on Financial Holding Companies*, if provision for loss allowance under K-IFRS for the accounting purpose does not exceed those for the regulatory purpose, the Group is required to appropriate such shortfall amount as regulatory reserve for credit loss. As the regulatory reserve for credit loss is a voluntary reserve, the amount of existing reserve for credit loss exceeding the amount of reserve for credit loss required to be accumulated at the end of the reporting period may be reversed in profit. If accumulated deficit remains undisposed, the reserve for credit loss shall be accumulated after such accumulated deficit is disposed.

Details of regulatory reserves for credit losses as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	June 30, 2026		December 31, 2025	
Provided reserve for credit loss ¹	₩	646,638	₩	468,320
Expected provision of reserve for credit loss		141,102		178,318
Regulatory reserve for credit loss:	₩	787,740	₩	646,638
Owners of the Parent Company	₩	787,740	₩	646,638
Non-controlling interests		-		-

¹ Provided reserve for credit loss as of June 30, 2026, and December 31, 2025, is the amount after appropriations of retained earnings.

The expected provision of reserve for credit losses, adjusted profit after the expected provision of regulatory reserve and adjusted earnings per share after the expected provision of regulatory reserve for the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

<i>(In millions of Korean won)</i>	2026				2025			
	Three months		Six months		Three months		Six months	
Profit for the period attributable to the Parent Company	₩	200,386	₩	411,774	₩	309,194	₩	475,770
Expected reversal (provision) of reserve for credit losses		(53,005)		(141,102)		15,405		(82,995)
Adjusted profit after the reversal (provision) of regulatory reserve ¹	₩	147,381	₩	270,672	₩	324,599	₩	392,775
Adjusted earnings per share after the provision of regulatory reserve ¹ <i>(in Korean won)</i>	₩	458	₩	836	₩	1,004	₩	1,193

¹ Adjusted profit and earnings per share after the expected provision of reserve for credit loss are not in accordance with K-IFRS, but are calculated on the assumption that provision or reversal of reserve for credit losses is adjusted to the profit for the period attributable to owners of the Parent Company. Earnings per share after the expected provision of reserve for credit loss are presented net of dividends on hybrid equity securities.

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27. NET INTEREST INCOME:

Details of interest income and expenses for the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

<i>(In millions of Korean won)</i>	2026		2025	
	Three months	Six months	Three months	Six months
Interest income:				
Due from banks	₩ 10,512	₩ 19,203	₩ 8,162	₩ 19,401
Financial instruments at FVPL	61,970	121,628	66,555	125,018
Financial instruments at FVOCI	64,050	124,350	53,986	110,654
Financial assets at amortized cost	58,992	116,572	59,083	117,010
Loans receivable	1,453,667	2,858,909	1,441,718	2,921,314
Subtotal	1,649,191	3,240,662	1,629,504	3,293,397
Interest expense:				
Deposit liabilities	(668,344)	(1,258,374)	(693,623)	(1,383,976)
Borrowings	(89,794)	(170,051)	(80,178)	(164,785)
Debentures	(146,670)	(286,455)	(129,959)	(265,802)
Others	(20,369)	(39,009)	(17,273)	(34,913)
Subtotal	(925,177)	(1,753,889)	(921,033)	(1,849,476)
Net interest income	₩ 724,014	₩ 1,486,773	₩ 708,471	₩ 1,443,921

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28. NET COMMISSION INCOME:

Details of commission income and expenses for the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

<i>(In millions of Korean won)</i>	2026		2025	
	Three months	Six months	Three months	Six months
Commission income:				
Commission received	₩ 123,124	₩ 232,888	₩ 82,044	₩ 168,036
Guarantees	5,112	8,939	2,631	5,163
Credit card	4,243	6,235	2,448	4,293
Others	1,399	2,078	324	536
Subtotal	133,878	250,140	87,447	178,028
Commission expenses:				
Commission paid	(46,498)	(75,090)	(31,556)	(53,890)
Credit card	(19,436)	(38,400)	(17,872)	(35,743)
Subtotal	(65,934)	(113,490)	(49,428)	(89,633)
Net commission income	₩ 67,944	₩ 136,650	₩ 38,019	₩ 88,395

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29. FINANCIAL INSTRUMENTS BY CATEGORY:

(a) Financial instruments by category

The carrying amounts of financial assets and financial liabilities by each category as of June 30, 2026 and December 31, 2025 are as follows:

(In millions of Korean won)

June 30, 2026

	Financial assets at FVPL	Financial assets at FVOCI	Financial assets at amortized cost	Risk hedging derivative assets	Net amount
Financial Assets:					
Cash and deposits	₩ -	₩ -	₩ 6,511,679	₩ -	₩ 6,511,679
Financial assets at FVPL	10,302,719	-	-	-	10,302,719
Derivatives assets	705,896	-	-	-	705,896
Loans receivables at FVPL	19,419	-	-	-	19,419
Loans receivables at amortized cost	-	-	124,867,521	-	124,867,521
Financial assets at FVOCI	-	10,067,961	-	-	10,067,961
Financial assets at amortized cost	-	-	7,715,624	-	7,715,624
Total	₩ 11,028,034	₩ 10,067,961	₩ 139,094,824	₩ -	₩160,190,819

(In millions of Korean won)

June 30, 2026

	Financial liabilities at FVPL	Financial liabilities designated at FVPL	Financial liabilities at amortized cost	Risk hedging derivative liabilities	Net amount
Financial Liabilities:					
Deposit liabilities	₩ -	₩ -	₩ 118,177,440	₩ -	₩118,177,440
Financial liabilities at FVPL	196,092	1,187,855	-	-	1,383,947
Borrowings	-	-	12,343,494	-	12,343,494
Debentures	-	-	17,719,910	-	17,719,910
Derivative liabilities	600,907	-	-	18,975	619,882
Others ¹	-	-	5,431,575	-	5,431,575
Total	₩ 796,999	₩ 1,187,855	₩ 153,672,419	₩ 18,975	₩155,676,248

¹ Other financial liabilities consist of accounts payable, accrued expenses and others.

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29. FINANCIAL INSTRUMENTS BY CATEGORY (cont'd):

(In millions of Korean won)

December 31, 2025

	Financial assets at FVPL	Financial assets at FVOCI	Financial assets at amortized cost	Risk hedging derivative assets	Net amount
Financial Assets:					
Cash and deposits	₩ -	₩ -	₩ 7,143,492	₩ -	₩ 7,143,492
Securities at FVPL	10,233,547	-	-	-	10,233,547
Derivatives assets	314,804	-	-	-	314,804
Loans receivables at FVPL	17,724	-	-	-	17,724
Loans receivables at amortized cost	-	-	119,547,105	-	119,547,105
Securities at FVOCI	-	9,468,168	-	-	9,468,168
Securities at amortized cost	-	-	7,959,145	-	7,959,145
Total	₩ 10,566,075	₩ 9,468,168	₩ 134,649,742	₩ -	₩154,683,985

(In millions of Korean won)

December 31, 2025

	Financial liabilities at FVPL	Financial liabilities designated at FVPL	Financial liabilities at amortized cost	Risk hedging derivative liabilities	Net amount
Financial Liabilities:					
Deposit liabilities	₩ -	₩ -	₩ 113,477,945	₩ -	₩113,477,945
Financial liabilities at FVPL	763,492	1,194,022	-	-	1,957,514
Borrowings	-	-	11,445,551	-	11,445,551
Debentures	-	-	16,445,000	-	16,445,000
Derivative liabilities	254,116	-	-	17,765	271,881
Others ¹	-	-	5,790,994	-	5,790,994
Total	₩ 1,017,608	₩ 1,194,022	₩ 147,159,490	₩ 17,765	₩149,388,885

¹ Other financial liabilities consist of accounts payable and accrued expenses.

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29. FINANCIAL INSTRUMENTS BY CATEGORY (cont'd):

(b) Gain or loss on financial assets at FVPL

Gains or losses on financial assets at FVPL for the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

<i>(In millions of Korean won)</i>	2026		2025	
	Three months	Six months	Three months	Six months
Gain on financial assets at FVPL:				
Gain on disposal of financial assets at FVPL	₩ 1,373	₩ 1,638	₩ 342	₩ 2,140
Gain on sale of financial assets at FVPL	735,585	993,523	114,689	157,152
Gain on valuation of financial assets at FVPL	164,889	270,773	123,645	209,945
Dividend income and others	24,551	49,540	21,922	38,438
Subtotal	926,398	1,315,474	260,598	407,675
Loss on financial assets at FVPL:				
Loss on disposal of financial assets at FVPL	(1,665)	(4,205)	(3,005)	(5,219)
Loss on sale of financial assets at FVPL	(520,782)	(800,143)	(125,435)	(166,337)
Loss on valuation of financial assets at FVPL	(44,121)	(168,410)	(19,679)	(45,451)
Purchase expenses of financial assets at FVPL and others	(9)	(17)	(9)	(52)
Subtotal	(566,577)	(972,775)	(148,128)	(217,059)
Net gain on financial assets at FVPL	₩ 359,821	₩ 342,699	₩ 112,470	₩ 190,616

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29. FINANCIAL INSTRUMENTS BY CATEGORY (cont'd):

(c) Gain or loss on financial assets at FVOCI

Gains or losses on financial assets at FVOCI for the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

<i>(In millions of Korean won)</i>	2026		2025	
	Three months	Six months	Three months	Six months
Gain on financial assets at FVOCI:				
Gain on sale of financial assets at FVOCI	₩ 42	₩ 3,313	₩ 33,795	₩ 90,357
Reversal of impairment loss	26	140	(9)	30
Dividend income and others	228	2,862	131	2,770
Subtotal	296	6,315	33,917	93,157
Loss on financial assets at FVOCI:				
Loss on sale of financial assets at FVOCI	(40)	(42)	(43)	(158)
Impairment loss on financial assets at FVOCI	49	(17)	(690)	(1,024)
Subtotal	9	(59)	(733)	(1,182)
Net gain on financial assets at FVOCI	₩ 305	₩ 6,256	₩ 33,184	₩ 91,975

(d) Gain or loss on financial assets at amortized cost

Gains or losses on financial assets at amortized cost for the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

<i>(In millions of Korean won)</i>	2026		2025	
	Three months	Six months	Three months	Six months
Gain on financial assets at amortized cost:				
Reversal of impairment loss on financial assets at amortized cost	₩ 132	₩ 545	₩ 473	₩ 633
Loss on financial assets at amortized cost:				
Impairment loss on financial assets at amortized cost	(166)	(166)	(171)	(214)
Net gain (loss) on financial assets at amortized cost	₩ (34)	₩ 379	₩ 302	₩ 419

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30. PROVISION FOR CREDIT LOSS:

Details of provisions for credit losses for the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)	2026		2025	
	Three months	Six months	Three months	Six months
Reversal of provision for credit loss and others:				
Reversal of provisions:				
Reversal of loss allowance	₩ 2	₩ 9	₩ -	₩ -
Reversal of provision for credit loss on acceptances and guarantees	178	1,354	(522)	133
Reversal of provision for credit loss on unused credit limits	(75)	1,375	1,198	3,162
Reversal of provision for credit loss on financial guarantee contract	169	169	75	75
	274	2,907	751	3,370
Gain on disposal of loans receivable	79,242	99,369	42,224	65,539
Gain on loans receivable at FVPL	-	2,663	831	1,891
	79,516	104,939	43,806	70,800
Contribution to provision for credit loss and others:				
Contribution to provisions:				
Impairment loss	(228,622)	(391,404)	(161,993)	(434,510)
Contribution to provision for credit loss on acceptances and guarantees	(173)	(173)	(500)	(569)
Contribution to provision for credit loss on unused credit limits	(35)	(35)	(509)	(1,508)
Contribution to provision for credit loss on financial guarantee contract	42	-	41	-
Subtotal	(228,788)	(391,612)	(162,961)	(436,587)
Loss on disposal of loans receivable	(50,821)	(64,704)	(25,317)	(39,514)
Loss on loans receivable at FVPL	(909)	(1,171)	1,032	(93)
Subtotal	(280,518)	(457,487)	(187,246)	(476,194)
Contribution to provision for credit loss	₩ (201,002)	₩ (352,548)	₩ (143,440)	₩ (405,394)

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31. GENERAL AND ADMINISTRATIVE EXPENSES:

Details of general and administrative expenses for the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

<i>(In millions of Korean won)</i>	2026		2025	
	Three months	Six months	Three months	Six months
Employee benefits:				
Salaries	₩ 195,111	₩ 385,484	₩ 192,166	₩ 352,459
Employee benefit expenses	62,645	121,637	44,296	99,704
Postemployment benefits	15,334	33,627	14,732	32,227
Termination benefits	-	163	6	(235)
Subtotal	<u>273,090</u>	<u>540,911</u>	<u>251,200</u>	<u>484,155</u>
Rent	3,531	6,845	3,146	6,527
Business promotion expenses	6,694	12,836	6,025	11,911
Depreciation	29,274	63,846	28,082	60,447
Amortization	21,872	43,132	21,032	42,289
Taxes and dues	29,411	54,858	20,121	39,218
Other administrative expenses	69,978	134,683	69,228	130,802
Total	<u>₩ 433,850</u>	<u>₩ 857,111</u>	<u>₩ 398,834</u>	<u>₩ 775,349</u>

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32. SHARE-BASED PAYMENTS:

The Group has granted share-based payments to its executives and employees, and measured the cost of the share-linked awards by a fair value approach. The share-based payments is an incentive plan that sets, on grant date, the maximum number of shares that can be awarded. Actual shares to be granted are determined and paid in cash, in accordance with achievement of performance targets over the vesting period.

Depending on the evaluation period and method, performance compensation is divided into short-term and long-term compensation; a portion is paid in cash and the remainder is deferred and linked to the share price.

Details of the granted number of share-linked awards for the six-month period ended June 30, 2026 and the year ended December 31, 2025 are as follows:

i) Linked to short-term performance

- Initially granted

<i>(In shares)</i>	2026	2025
Beginning balance	84,932	365,512
Awarded	7,708	12,147
Settled	(52,042)	(292,727)
Ending balance	<u>40,598</u>	<u>84,932</u>

ii) Linked to long-term performance

- Initially granted

<i>(In shares)</i>	2026	2025
Beginning balance	7,747,362	6,780,360
Awarded	890,682	1,433,871
Settled	(1,275,776)	(1,252,451)
Others	(1,379,816)	785,582
Ending balance	<u>5,982,452</u>	<u>7,747,362</u>

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32. SHARE-BASED PAYMENTS (cont'd):

- Deferred grants

<i>(In shares)</i>	2026	2025
Beginning balance	1,316,515	3,030,071
Awarded	1,025,189	1,146,739
Settled	(1,255,551)	(1,254,303)
Others	(17,572)	(1,605,992)
Ending balance	<u>1,068,581</u>	<u>1,316,515</u>

Details of expenses recognized related to the share-linked awards granted for the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

<i>(In millions of Korean won)</i>	2026		2025	
	Three months	Six months	Three months	Six months
Linked to short-term performance	₩ (157)	₩ 304	₩ 189	₩ 12
Linked to long-term performance	(9,918)	3,802	8,046	7,566

Details of liabilities recognized related to the share-linked awards granted as of June 30, 2026, and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	June 30, 2026	December 31, 2025
Accrued expenses (short-term performance)	₩ 711	₩ 1,316
Accrued expenses (long-term performance)	49,938	67,606

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33. OTHER OPERATING INCOME AND EXPENSES:

Gains and losses on foreign currency transactions for the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

<i>(In millions of Korean won)</i>	2026		2025	
	Three months	Six months	Three months	Six months
Gains on foreign currency transactions:				
Gain on foreign currency transactions	₩ 71,104	₩ 117,085	₩ 25,537	₩ 78,723
Gain on foreign currency translation	35,716	159,263	(70,434)	126,532
Subtotal	106,820	276,348	(44,897)	205,255
Losses on foreign currency transactions:				
Loss on foreign currency transactions	(64,996)	(100,046)	(17,928)	(57,251)
Loss on foreign currency translation	(32,327)	(158,206)	89,421	(102,475)
Subtotal	(97,323)	(258,252)	71,493	(159,726)
Net income on foreign currency transactions	₩ 9,497	₩ 18,096	₩ 26,596	₩ 45,529

Gains and losses related to derivatives for the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

<i>(In millions of Korean won)</i>	2026		2025	
	Three months	Six months	Three months	Six months
Gains on financial derivatives:				
Gains on derivative transactions	₩ 379,113	₩ 852,793	₩ 179,225	₩ 305,696
Gains on valuation of derivatives	119,675	510,310	241,569	303,566
Subtotal	498,788	1,363,103	420,794	609,262
Losses on financial derivatives:				
Losses on derivative transactions	(586,138)	(987,622)	(109,988)	(252,566)
Losses on valuation of derivatives	(105,026)	(474,119)	(250,326)	(310,221)
Subtotal	(691,164)	(1,461,741)	(360,314)	(562,787)
Net income (loss) on derivatives	₩ (192,376)	₩ (98,638)	₩ 60,480	₩ 46,475

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33. OTHER OPERATING INCOME AND EXPENSES (cont'd):

Details of other operating revenues and expenses for the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)	2026		2025	
	Three months	Six months	Three months	Six months
Other operating revenue:				
Gain on fair value hedged items	₩ 2,586	₩ 3,950	₩ -	₩ -
Trust fees and commissions received from trust account	12,028	22,998	7,553	14,329
Reversal of other provisions	(18)	107	-	390
Operating lease income	181,490	354,572	174,757	341,090
Gain on financial liabilities at FVPL	(14,059)	8,401	(22,886)	23,135
Gain on financial liabilities designated at FVPL	(414)	366	7,265	7,276
Others	19,852	41,245	2,970	4,047
Subtotal	201,465	431,639	169,659	390,267
Other operating expenses:				
Loss on fair value risk hedged items	(4,095)	(4,095)	(1,692)	(6,259)
Trust management fees	(19)	(38)	(19)	(39)
Credit card charges	(3)	(6)	(3)	(8)
Contribution to credit guarantee fund	(41,186)	(80,420)	(37,976)	(75,221)
Contribution to housing credit guarantee fund	(8,732)	(14,618)	(9,406)	(19,995)
Insurance fees on deposits	(35,586)	(69,228)	(32,744)	(65,358)
Other provisions	11	(807)	(21)	(1,174)
Operating lease expense	(156,247)	(300,727)	(155,185)	(299,812)
Loss on financial liabilities at FVPL	18,715	(5,635)	(81,178)	(131,777)
Loss on financial liabilities designated at FVPL	(13,948)	(28,776)	(9,299)	(21,296)
Others	(59,039)	(91,074)	(23,528)	(34,217)
Subtotal	(300,129)	(595,424)	(351,051)	(655,156)
Total	₩ (98,664)	₩ (163,785)	₩ (181,392)	₩ (264,889)

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34. NON-OPERATING INCOME AND EXPENSES:

Details of non-operating income and expenses for the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)	2026		2025	
	Three months	Six months	Three months	Six months
Income from investments in associates:				
Share of profit of associates	₩ 16,731	₩ 32,094	₩ 36,344	₩ 57,195
Gain on disposal of investments in associates	1,260	6,152	3,204	5,407
Share of loss of associates	1,078	(13,706)	(3,305)	(9,285)
Loss on disposal of investments in associates	(827)	(3,212)	(11,369)	(11,768)
Reversal of impairment loss on investments in associates	5,097	5,702	-	-
Subtotal	23,339	27,030	24,874	41,549
Non-operating income:				
Gain on disposal of property and equipment	82	219	7,252	7,702
Gain on disposal of intangible asset	54	54	-	-
Gain on disposal of investment property	-	-	96,345	96,345
Rental income	4,544	8,368	8,421	16,857
Restoration income	28	66	-	41
Gain on collection of charge-offs	87	139	85	142
Gain on changes in leases	(10)	106	181	363
Other non-operating income	21,479	32,747	14,044	24,595
Subtotal	26,264	41,699	126,328	146,045
Non-operating expenses:				
Expenses on collection of charge-offs	(117)	(147)	(85)	(195)
Loss on disposal of property and equipment	(42)	(145)	(319)	(914)
Loss on retirement of property and equipment	(24)	(35)	(400)	(410)
Loss on disposal of intangible assets	(4)	(4)	-	-
Donations	(3,608)	(11,827)	(3,501)	(4,910)
Loss on changes in leases	(203)	(236)	(28)	(48)
Restoration loss	(279)	(303)	(159)	(254)
Other non-operating expenses	(5,484)	(16,255)	(4,872)	(17,187)
Subtotal	(9,761)	(28,952)	(9,364)	(23,918)
Total	₩ 39,842	₩ 39,777	₩ 141,838	₩ 163,676

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35. INCOME TAX EXPENSE:

The reconciliations between profit before income tax and income tax expense for each of the six-month periods ended June 30, 2026 and 2025 are as follows:

<i>(In millions of Korean won)</i>	2026		2025	
Profit before income tax	₩	558,548	₩	625,374
Income tax at the statutory tax rates ^{1,2}		148,420		159,917
Tax effect of:				
Non-taxable income		(7,204)		(7,853)
Non-deductible expenses		3,164		3,971
Consolidated tax		(9,927)		(4,737)
Others		1,711		(12,239)
Income tax expense	₩	136,164	₩	139,059
Effective tax rate (income tax expense/profit before income tax)		24.38%		22.24%

¹ The tax payable in 2026 is the amount calculated by applying the income tax rate (11% for income less than ₩200 million, 22% for income exceeding ₩200 million but less than ₩20 billion, 24.2% for income exceeding ₩20 billion but less than ₩300 billion and 27.5% for income exceeding ₩300 billion) to profit before income tax.

² The tax payable in 2025 is the amount calculated by applying the income tax rate (9.9% for income less than ₩200 million, 20.9% for income exceeding ₩200 million but less than ₩20 billion, 23.1% for income exceeding ₩20 billion but less than ₩300 billion and 26.4% for income exceeding ₩300 billion) to profit before income tax.

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36. EARNINGS PER SHARE:

Basic earnings per share are calculated by dividing profit attributable to owners of Parent Company by weighted-average number of ordinary shares outstanding for the six-month periods ended June 30, 2026 and 2025.

The weighted-average number of ordinary shares for the six-month periods ended June 30, 2026 and 2025, are as follows:

<i>(In shares)</i>		2026	
	Period	Number of shares	Accumulation of days
Beginning number of ordinary shares	Jan. 1, 2026 ~ Jun. 30, 2026	310,327,033	56,169,192,973
Acquisition of treasury shares	May. 12, 2026 ~ Jun. 30, 2026	(3,487,282)	(121,042,651)
	Subtotal (①)		56,048,150,322
	Weighted-average number of ordinary shares (②=(①/181)) ¹		309,658,289

¹ The total number of ordinary shares issued by the Group is 310,327,033 shares as of the end of the current interim period, and the weighted average number of outstanding shares is calculated by taking into account 3,487,282 treasury shares acquired during the current period.

<i>(In shares)</i>		2025	
	Period	Number of shares	Accumulation of days
Beginning number of ordinary shares	Jan. 1, 2025 ~ Jun. 30, 2025	320,436,727	57,999,047,587
Treasury shares	Jan. 1, 2025 ~ Jun. 30, 2025	(2,053,208)	(371,630,648)
Acquisition of treasury shares	Apr. 6, 2025 ~ Jun. 30, 2025	(3,958,365)	(265,276,174)
	Subtotal (①)		57,362,140,765
	Weighted-average number of ordinary shares (②=(①/181)) ¹		316,917,905

¹ The total number of ordinary shares issued by the Group was 318,383,519 shares as of the end of the prior interim period, and the weighted-average number of outstanding shares was calculated by taking into account 2,053,208 treasury shares acquired before the prior year and 3,958,365 treasury shares acquired during the prior year.

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36. EARNINGS PER SHARE (cont'd):

Basic earnings per share attributable to owners of the Parent Company for the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

*(In millions of Korean won
and in shares)*

	2026		2025	
	Three months	Six months	Three months	Six months
Profit for the period attributable to owners of the Parent Company	₩ 200,386	₩ 411,774	₩ 309,194	₩ 475,770
Dividends on hybrid equity securities	(5,935)	(11,870)	(6,675)	(14,606)
Profit attributable to the ordinary equity holders	194,451	399,904	302,519	461,164
Weighted-average number of ordinary shares outstanding	309,011,352	309,658,289	315,468,396	316,917,905
Basic earnings per share (in Korean won)	₩ 629	₩ 1,291	₩ 959	₩ 1,455

Diluted earnings per share are equal to the basic earnings per share because the Group did not have any potentially dilutive ordinary shares for each of the six-month period ended June 30, 2026 and 2025.

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37. CONTINGENCIES AND COMMITMENTS:

Details of Payment guarantees as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	Type	June 30, 2026	December 31, 2025
Confirmed acceptances and guarantees:			
Confirmed acceptances and guarantees in Korean won	Payment guarantee for loans	₩ 52,618	₩ 52,732
	Others	553,601	442,146
	Subtotal	606,219	494,878
Confirmed acceptances and guarantees in foreign currencies	Acceptances on letters of credit	4,082	2,771
	Acceptances on letters of guarantee for importers	20,877	9,576
	Others	1,240,177	818,217
	Subtotal	1,265,136	830,564
	Total	1,871,355	1,325,442
Unconfirmed acceptances and guarantees:			
	Letters of credit	441,937	310,977
	Others	4,509	2,976
	Subtotal	446,446	313,953
Others	Endorsed bill	27	25
	Total	₩ 2,317,828	₩ 1,639,420

Details of unused commitments as of June 30, 2026 and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>	June 30, 2026	December 31, 2025
Corporates	₩ 10,561,609	₩ 10,240,833
Households	11,520,218	8,731,751
Credit card	5,489,749	5,166,600
Securities purchase agreement	992,370	731,713
	₩ 28,563,946	₩ 24,870,897

The Group has entered into a Korean currency borrowing agreement with Korea Development Bank and others for ₩1,581,813 million and foreign currency borrowing agreements with Sumitomo Mitsui Trust Bank, and others for CNY 500,000,000 and USD 161,670,000 for the purpose of securing liquidity in preparation for the crisis in the Korean currency fund market and diversifying financing channels.

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37. CONTINGENCIES AND COMMITMENTS (cont'd):

Lawsuits

As of June 30, 2026 and December 31, 2025, the Group's major lawsuits are as follows:

<i>(In millions of Korean won)</i>	June 30, 2026		December 31, 2025	
	As a plaintiff	As a defendant	As a plaintiff	As a defendant
Number of cases	40 cases	151 cases	48 cases	135 cases
Amount	₩ 106,574	₩ 81,568	₩ 86,431	₩ 98,183
Provisions related to these lawsuits		₩ 282		₩ 288

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38. TRANSACTIONS WITH RELATED PARTIES:

All intercompany transactions, including intercompany receivables and payables, are eliminated while preparing consolidated financial statements. Details of associates and joint ventures are presented in Note 15.

Details of outstanding balances arising from sales/purchases of goods and services with the related parties as of June 30, 2026, and December 31, 2025 are as follows:

<i>(In millions of Korean won)</i>		<u>June 30, 2026</u>	<u>December 31, 2025</u>
Associate:			
BNK Shareholder Yield Active ETF(Equity)	Other assets	₩ -	₩ 27
BNK Winning Securities Investment Trust No.1 (Class C-F)	Other assets	-	4
BNK IPO High Yield Securities Investment Trust 1	Other assets	2	1
BNK-Cape ESG Renewable energy Fund No.1	Other assets	12	93
BNK-K& New Marine Industry No.1 Fund	Other assets	79	212
BNK T 2021 Korea Facilitator Venture Fund	Other assets	64	280
BNKK& Yeonghonam Special Zone Company Development No.1 Fund	Other assets	81	195
BNK-Hyundai Defense Industry Innovation Fund	Other assets	112	112
BNK Fisheries Venture Fund No.1	Other assets	112	247
BNK-INTERVALUE Technology Financing Fund	Other assets	204	376
BNK Agrifood Venture Fund No.3	Other assets	93	165
BNK storage Investment Fund	Other assets	-	36
BNK Global Medical Device New Technology 1st Investment Fund	Other assets	60	-
Pole Meritz BNK Global Frontier Fund I	Other assets	17	-
Hanwha BNK Fund No.1	Other assets	11	-
BNK-Gyeongnam Smart Innovation Fund	Other assets	50	-

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38. TRANSACTIONS WITH RELATED PARTIES (cont'd):

<i>(In millions of Korean won)</i>		<u>June 30, 2026</u>	<u>December 31, 2025</u>
BNK Tomorrow Redemption short term Bond Securities Investment Trust (Bond)	Other assets	3	-
Central N49 PFV	Loans receivable	7,180	7,180
	Other assets	1	2
	Deposit liabilities	280	3
G Enterprise Co., Ltd.	Loans receivable	-	500
-	Other assets	-	1
Beomsan Urban Development Co., Ltd.	Deposit liabilities	2	230
BNB City Development Co., Ltd.	Loans receivable	92,000	92,000
	Other assets	1,000	966
BNB Development & Industry Co., Ltd.	Loans receivable	92,000	92,000
	Other assets	1,000	966
Korea Aviation Engineering & Maintenance Service, Ltd.	Loans receivable	10,220	10,107
	Other assets	19	-
Masan Marine New Town Co., Ltd.	Loans receivable	28,400	29,400
Ulsan 1st Educational Management Co., Ltd	Loans receivable	-	183
Ulsan 2nd Educational Management Co., Ltd	Loans receivable	-	122
Ulsan 3rd Educational Management Co., Ltd	Loans receivable	12	211
S&B Bonli Co., Ltd.	Loans receivable	-	137,660
	Deposit liabilities	5	5
	Accrued income	-	717
Key management ¹	Loans receivable	195	340
	Credit card receivable	3	2
	Deposit liabilities	950	1,177

¹ Key management includes the main management of the Group and major subsidiaries, including Busan Bank, Kyongnam Bank, BNK Capital and BNK Securities.

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38. TRANSACTIONS WITH RELATED PARTIES (cont'd):

Details of transactions with the related parties for the six-month periods ended June 30, 2026 and 2025 are as follows:

<i>(In millions of Korean won)</i>			2026	2025
Associate:				
BNK Shareholder Value Active Securities Exchange Traded Fund	Commission revenues	₩	27	₩ 36
BNK Winning Securities Investment Trust 1	Commission revenues		-	17
BNK IPO High Yield Securities Investment Trust 1	Commission revenues		13	9
BNK-K& New Marine Industry No.1 Fund	Commission revenues		15	101
BNK-Cape ESG Renewable energy Fund No.1	Commission revenues		26	31
BNK T 2021 Korea Facilitator Venture Fund	Commission revenues		(31)	156
BNKK& Yeonghonam Special Zone Company Development No.1 Fund	Commission revenues		94	112
BNK-Hyundai Defense Industry Innovation Fund	Commission revenues		224	224
BNK-KAKAOPAY SECURITIES-MOSAIC Big-Data Fund No.1	Commission revenues		7	7
For Human Life CDMO New Technology Business Investment Fund	Commission revenues		51	61
BNK-K& New Marine Industry No.2 Fund	Commission revenues		99	150
UQIP Agriculture and Food Venture Fund II	Commission revenues		-	407
BNK Fisheries Venture Fund No.1	Commission revenues		112	125
BNK-INTERVALUE Technology Financing Fund	Commission revenues		204	218
BNK Agrifood Venture Fund No.3	Commission revenues		93	64
BNK safety Investment Fund	Commission revenues		24	24
BNK safety Investment Fund No.2	Commission revenues		78	78
Invictus BNK Fund 1	Commission revenues		36	36

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38. TRANSACTIONS WITH RELATED PARTIES (cont'd):

<i>(In millions of Korean won)</i>		2026	2025
BNK storage Investment Fund	Commission revenues	909	124
BNK-MOSAIC-LEADINGACE			
IT Innovation Equipment Fund			
No.1	Commission revenues	18	18
BNK-Mosaic Super-Gap AI			
Security Fund No.1	Commission revenues	-	27
Clove No.1 Private Equity			
Limited Partnership	Commission revenues	-	21
BNK-Gyeongnam Smart			
Innovation Fund	Commission revenues	100	100
BNK-NAU Busan Regional			
Innovation Fund	Commission revenues	106	106
BNK Global Medical Device			
New Technology 1st			
Investment Fund	Commission revenues	60	52
Hanwha BNK PreIPO New			
Medicine Fund	Commission revenues	63	16
BNK Global Innovation Fund 1	Commission revenues	164	-
SPACETIME-BNK			
METaverse Fund	Commission revenues	168	-
Newgen-BNK-Daishin K-			
Beauty New Technology			
Investment Association	Commission revenues	19	-
Shinhan-BNK Global New			
Technology Investment			
Association No. 1	Commission revenues	22	-
BNK PreIPO Beauty Science			
Fund No.1	Commission revenues	53	-
Pole Meritz BNK Global			
Frontier Fund I	Commission revenues	17	-
Shinhan-BNK Mezzanine Fund			
1	Commission revenues	7	-
BNK Green Energy Fund	Commission revenues	27	-
NH—BNK Green Energy Fund	Commission revenues	9	-
Hanwha BNK Fund No.1	Commission revenues	11	-
BNK Tomorrow Redemption			
short term Bond Securities			
Investment Trust (Bond)	Commission revenues	16	-
Central N49 PFV	Interest income	193	-
G Enterprise Co., Ltd.	Interest income	5	-
BNB City Development Co.,			
Ltd.	Interest income	2,690	-
	Commission revenues	50	-

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38. TRANSACTIONS WITH RELATED PARTIES (cont'd):

<i>(In millions of Korean won)</i>		2026	2025
	Other expenses	1	-
BNB Development & Industry Co., Ltd.	Interest income	2,690	-
	Other income	50	-
	Other expenses	1	-
Korea Aviation Engineering & Maintenance Service, Ltd.	Interest income	208	-
	Other income	14	-
	Other expenses	71	-
Masan Marine New Town Co., Ltd.	Interest income	633	-
	Interest expenses	1	-
Ulsan 1st Educational Management Co., Ltd	Interest income	2	-
Ulsan 2nd Educational Management Co., Ltd	Interest income	1	-
Ulsan 3rd Educational Management Co., Ltd	Interest income	4	-
S&B Bonli Co., Ltd.	Interest income	3,585	-
	Interest expenses	237	-
	Commission revenues	12	-
	Other income	3,367	-
Gimhae Daedong Hightech Industrial Complex Co, Ltd.	Interest expenses	4	-
Key management ¹	Commission revenues	-	2
	Interest expenses	8	8
	Interest income	6	28
	Other income	5	5
	Other expenses	-	1

¹ Key management includes the main management of the Group and major subsidiaries, including Busan Bank, Kyongnam Bank, BNK Capital and BNK Securities.

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38. TRANSACTIONS WITH RELATED PARTIES (cont'd):

Details of fund transactions with the related parties for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)

	2026			
	Loan transactions		Deposit transactions	
	Loans	Repayments	Increase	Decrease
Korea Aviation Engineering & Maintenance Service, Ltd.	₩ 113	₩ -	₩ -	₩ -
Masan Marine New Town Co., Ltd.	-	1,000	-	-
Ulsan 1st Educational Management Co., Ltd	-	183	-	-
Ulsan 2nd Educational Management Co., Ltd	-	122	-	-
Ulsan 3rd Educational Management Co., Ltd	-	198	-	-
S&B Bonli Co., Ltd.	-	137,660	26	26
Central N49 PFV	-	-	277	-
G Enterprise Co., Ltd.	500	500	-	-
Beomsan Urban Development Co., Ltd.	-	-	-	229
Key management	72	214	5,288	5,101

(In millions of Korean won)

	2025			
	Loan transactions		Deposit transactions	
	Loans	Repayments	Increase	Decrease
Key management	₩ -	₩ 36	₩ 3,731	₩ 2,995

Details of collaterals provided to and received from related parties as of June 30, 2026 and December 31, 2025 are as follows:

(In millions of Korean won)

Provider	Provider to	Collateral	June 30, 2026	December 31, 2025	Description
Central N49 PFV	Busan Bank Co., Ltd.	Land and unlisted shares	₩ 6,462	₩ 6,462	Collateral provided in connection with a loan commitment of ₩ 10,000 million
G Enterprise Co., Ltd.	Busan Bank Co., Ltd.	Guarantee-	-	-	Collateral provided in connection with a 500 loan commitment of ₩ 500 million

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38. TRANSACTIONS WITH RELATED PARTIES (cont'd):

Details of unused commitments for the related parties for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)

	2026		2025	
	Loan limit	Credit card	Loan limit	Credit card
Central N49 PFV	₩ 12,820	₩ -	₩ 10,000	₩ -
BNB City Development Co., Ltd.	16,000	-	16,000	-
BNB Development & Industry Co., Ltd.	18,000	-	18,000	-
S&B Bonli Co., Ltd.	-	-	1,100	-
Korea Aviation Engineering & Maintenance Service, Ltd.	863	-	881	-
Masan Marine New Town Co., Ltd.	10	-	10	-
Key management	140	134	40	108

Details of compensations for the six-month periods ended June 30, 2026 and 2025 are as follows:

(In millions of Korean won)

	2026	2025
Short-term employee benefits	₩ 3,611	₩ 3,253
Share-based payment	1,719	2,508
Postemployment benefits	299	411
Total	₩ 5,629	₩ 6,172