

2021 1Q Financial Results

2021.04.29

BNK



BNK Financial Group

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DISCLAIMER

The financial information presented herein is prepared on the basis of pre-audited financial of BNK Financial Group and is based upon the plans, strategies and expectations of the FG's management. All information described in this presentation should be treated as forward looking statements that are subject to risks and uncertainties. Actual results could vary materially from the expectations reflected in this presentation, thus the statements presented herein do not purport to be a complete description of the group's operations or future developments. Readers are cautioned not to place under reliance on these statements, which speak only as of the date of this presentation BNK Financial Group does not undertake any obligation to publicly release any revisions to these statements to reflect any future events.

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

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1. Highlights – Profitability

Profitability – Group Net Income

(KRW bn, %)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Net Interest Income	589.0	536.5	9.8	564.6	4.3
Net Fee Income	109.5	68.6	59.6	80.9	35.4
Others	22.8	11.7	94.9	35.4	-35.6
SG&A(-)	346.5	327.6	5.8	435.4	-20.4
Provision Expense(-)	112.1	83.2	34.7	130.0	-13.8
Net Income	203.5	148.5	37.0	82.7	146.1
Net Income in Controlling Interest	192.7	137.7	39.9	71.9	168.0

NI 192.7 KRW bn

(YoY +39.9%)

- Core Income centered Top Line growth improving current Group Profitability
- Upgrade in Non-banks Earnings Power

Core Income 698.5 KRW bn

(YoY +15.4%)

- Strong Loan Growth with Banks NIM increase driving interest income growth YoY +9.8%
- Core Subs. showing continued growth in fee income

SG&A 346.5 KRW bn

(YoY +5.8%)

- Securities Incentive Increase (YoY +22.4 KRW bn)
- Cost control within Banks leading SG&A ↓

Provision Exp. 112.1 KRW bn

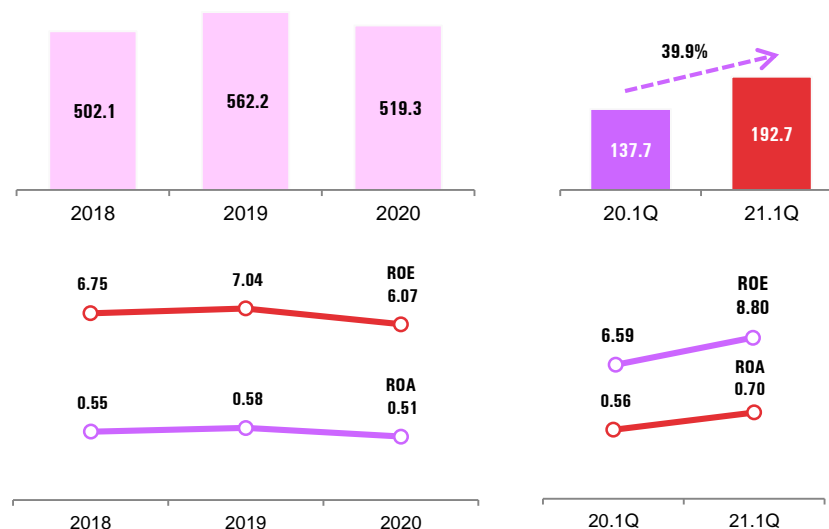
(YoY +34.7%)

- Loan-growth driven provision growth, KNB NPLs led overall increase
- Covid19 Prov. (BSB/KNB : 8.7 & 1.7 KRW bn)

Profitability – Group Subsidiaries Net Income

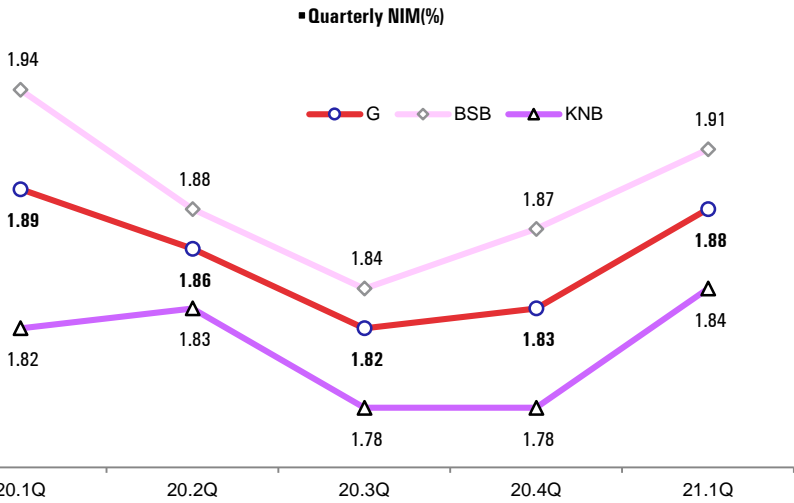
(KRW bn, %)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Banks(A)	148.4	134.8	10.1	67.3	120.5
BSB	95.2	87.4	8.9	50.8	87.4
KNB	53.2	47.4	12.2	16.5	222.4
Non-Banks(B)	72.8	26.7	172.7	32.8	122.0
Capital	34.0	19.2	77.1	8.1	319.8
Securities	31.5	6.8	363.2	17.3	82.1
MSB	5.3	4.2	26.2	1.6	231.3
AM	1.5	-4.0	Net Gain	5.2	-71.2

Profitability – Group Net Income, Group ROA/ROE



2. Highlights – Profitability, Growth

Profitability, Growth – Quarterly NIM, Total Assets, Banks KRW Loans



NIM 1.88%

(QoQ +5bp)

- Low-cost Deposits Growth, lower funding costs led NIM improvement for 2 consecutive quarters
- BSB 1.91%(+4bps), KNB 1.84%(+6bps)

KRW Loans 80.8 KRW tn

(YTD +4.4%, Banks Total)

- Regional demand for loans(both Corps. & House.) growing
- BSB & KNB YTD +4.6% & +4.2%

KRW Deposits 79.6 KRW tn

(YTD +4.0%, Banks Total)

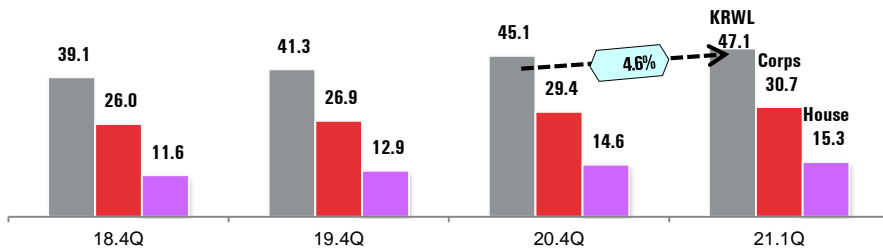
- Growth in deposits leading improvements in stability & profitability of funding

Core Deposits 28.4 KRW tn

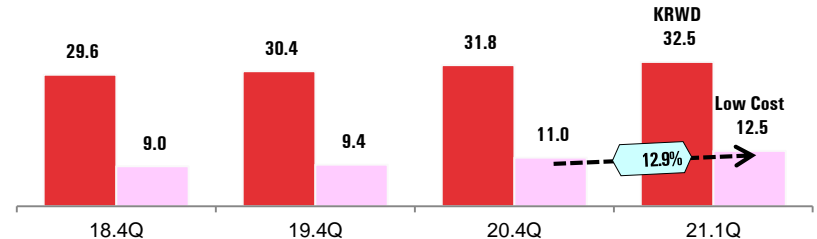
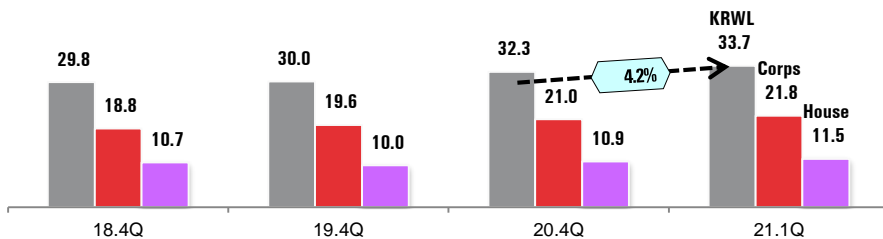
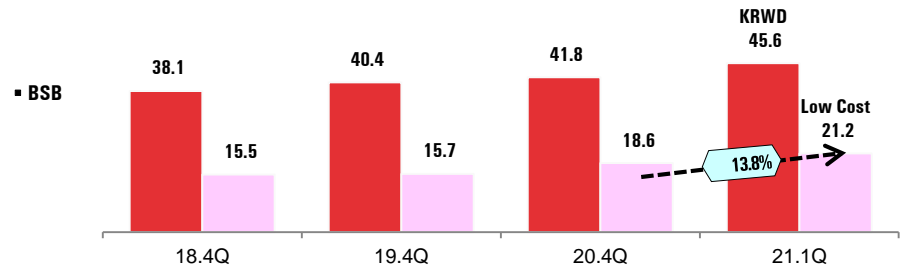
(YTD +15.0%, Banks Total, Avg.Bal.)

- market liquidity ↑, continuing low interest environment leading growth in Corps. Core Deposits

Banks KRW Loans & Breakdown (KRW tn)



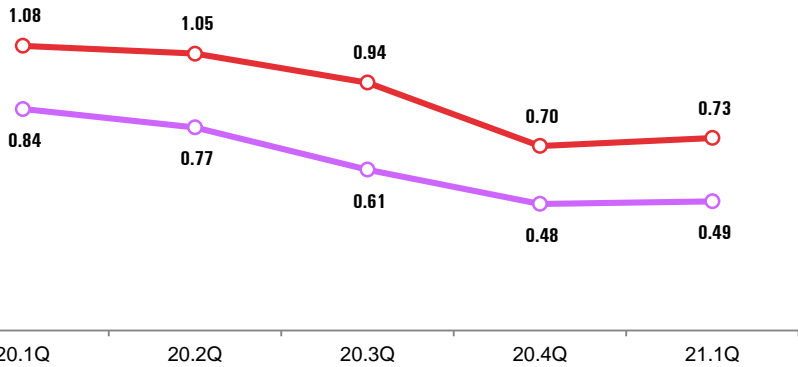
Banks KRW Deposits & Breakdown (KRW tn, Avg. Bal.)



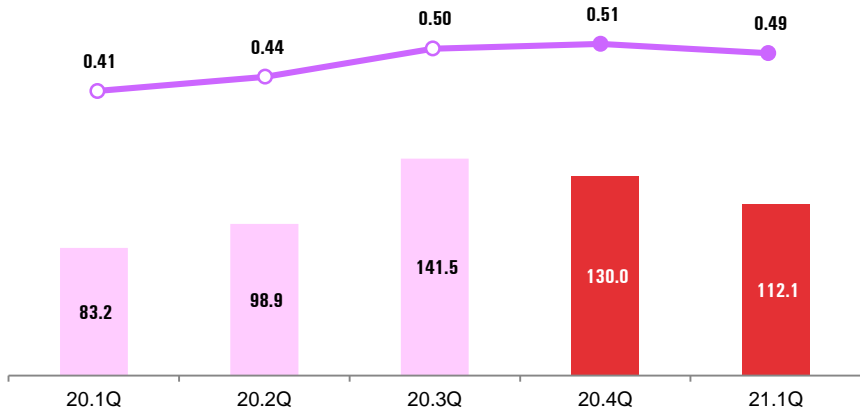
3. Highlights – Asset Quality, Capital Adequacy

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

Group NPL Ratio, Delinquency Ratio(%)



Group Provision Expense(KRW bn), Group Credit Cost(Accumulated, %)



NPL Ratio 0.73%

(YTD +3bps)

- Stabilization with continued slower NPL formation
- BSB 0.67%(flat), KNB 0.76%(+2bps)

Delinquency Ratio 0.49%

(YTD +1bps)

- Continued AQ control leading stable ratios
- BSB 0.43%(flat), KNB 0.47%(-3bps)

Credit Cost 0.49%

(YTD -2bps)

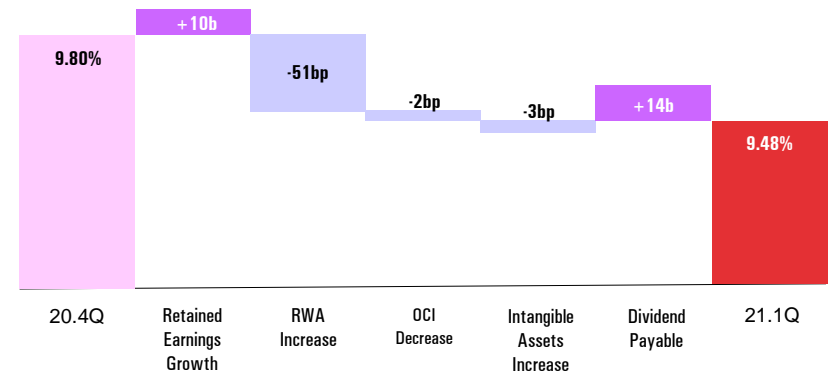
- Loan growth & Banks slower NPL formation led the YTD drop

CET1 Ratio 9.48%

(YTD -32bps)

- Asset growth leading RWA increase
- After Group IRB transfer, CET1 Ratio is expected to improve

Quarterly CET1 Ratio Movement



4. Group ESG

ESG Strategic Direction & Target

Social Value Creation through realization of Sustainable Finance

Partnered Growth (Environment)

Resolve issues within
Community & Environment
for Sustainable Growth

Trustworthy Growth (Social)

Customer-focused
management increasing
Financial Consumer trust

Responsible Growth (Governance)

Establish Sustainable
Management Governance

Stage 1 2020

Establish ESG Strategy
Systems

Stage 2 2022

Advanced ESG Strategy
Systems

Stage 3 2025

Completion of Sustainable
Finance

2020 Corporate Sustainability Management(ESG)

- 2020.07 ○ Climate Change related BSBs acquirement of ISO14001 certification
- 2020.07 ○ Become a member of the UN Global Compact
- 2020.10 ○ Korea Corporate Governance Service(KCGS) ESG Evaluation
- Awarded 2 consecutive years for Excellence in Governance
- 2020.11 ○ First Sustainability Bond issuance(BSB 100.0 KRW bn)
for Regional Financial Holding Companies
- 2021.03 ○ Establish ESG Committee under BOD
- 2021.04 ○ Kyongnam Bank Social Bond issuance(100.0 KRW bn)

2020 ESG Highlights

- 2020 Innovation Finance Balance 7,451.9 KRW bn
 - Loans 7,087.4 KRW bn (Technology Finance/Support Innovation Finance etc.)
 - Investments 364.5 KRW bn (Creating Jobs etc.)
- 2020 Eco-friendly Balance 798.7 KRW bn
 - Loans 135.2 KRW bn(Soft Loans for Energy Saving Facilities etc.)
 - Deposits & Card 731.8 KRW bn(Eco-friendly Green Card etc.)

5. Group Structure

BNKFG

Establishment : 2011.03.15

Total Assets : 143,319.5

Net Income : 192.7

Employees : 7,974

(%, KRW bn, Accumulated)

BSB

Est : 1967.10.10
Branches : 238
Employees : 3,641

Share's
Owned

100%

Tot. Assets

78,299.1

Net Income

95.2

KNB

Est : 1970.05.22
Add : 2014.10.10
Branches : 146
Employees : 2,765

Share's
Owned

100%

Tot. Assets

51,448.1

Net Income

53.2

Capital

Est : 2010.07.15
Branches : 17
Employees : 552

Share's
Owned

100%

Tot. Assets

7,307.1

Net Income

34.0

Securities

Est : 1997.06.02
Sec. Add : 2009.11
Branches : 4
Employees : 319

Share's
Owned

100%

Tot. Assets

4,149.1

Net Income

31.5

MSB

Est : 2011.12.13
Branches : 7
Employees : 143

Share's
Owned

100%

Tot. Assets

1,467.9

Net Income

5.3

AM

Est : 2008.07.15
Add : 2015.07.28
Employees : 75

Share's
Owned

100%

Tot. AUM

7,313.6

Net Income

1.5

Credit Info.

Est : 2003.06.17
Indus. : Collection
Employees : 98

Share's
Owned

100%

Tot. Assets

20.0

Net Income

0.3

System

Est : 2011.05.20
Indus. : IT
Employees : 242

Share's
Owned

100%

Tot. Assets

24.3

Net Income

0.2

Venture Capital

Est : 2009.03.24
Add : 2019.11.05
Employees : 16

Share's
Owned

100%

Tot. Assets

29.3

Net Income

0.0

Affiliates

Cambodia

Est : 14.03.07
Employees : 247
Share's Owned : 100%
Assets : 58.9 KRW bn
2015.06 Start

Myanmar

Est : 14.03.21
Employees : 670
Share's Owned : 99.9%
Assets : 75.0 KRW bn
2014.12 Start

Lao PDR

Est : 15.04.24
Employees : 38
Share's Owned : 97%
Assets : 32.6 KRW bn
2015.07 Start

Kazakhstan

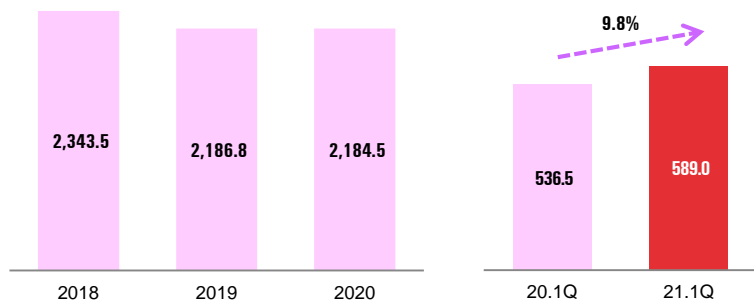
Est : 18.06.01
Employees : 49
Share's Owned : 100%
Assets : 16.8 KRW bn
2018.11 Start

II. Profitability

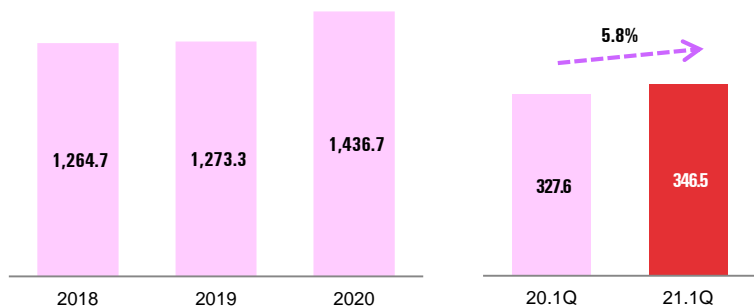
1. Group Earning Results	9
2. Subsidiaries Earning Results	10
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1. Group Earning Results

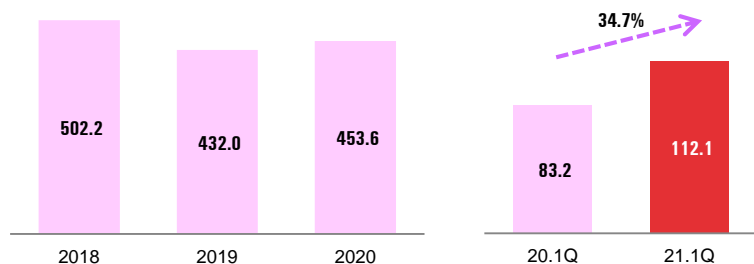
Interest Income(% , KRW bn)



SG&A(% , KRW bn)



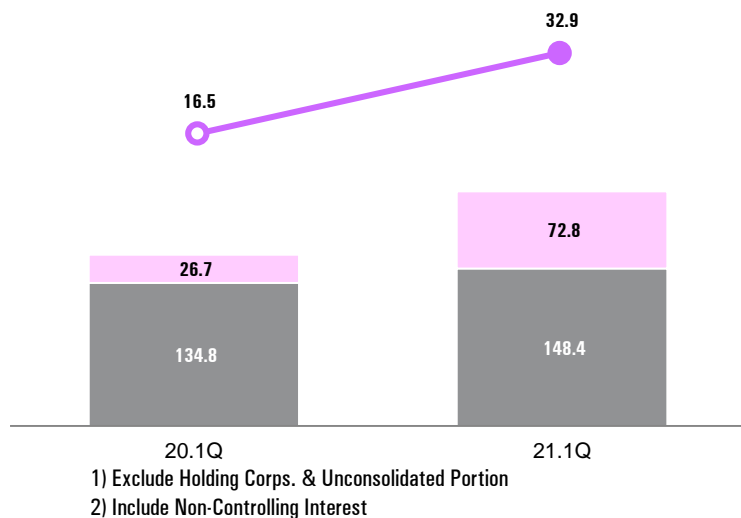
Provisioning(% , KRW bn)



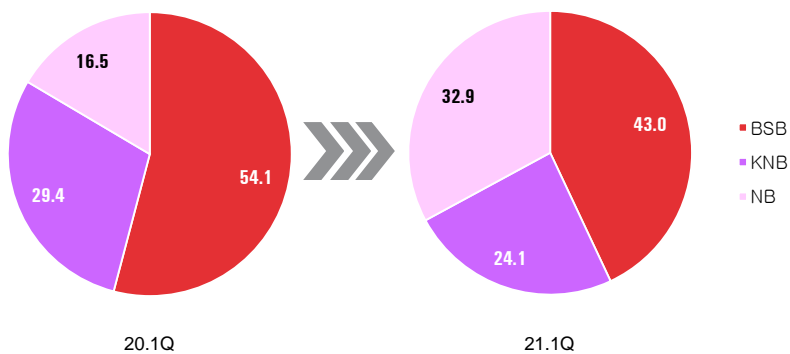
(KRW bn, %)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Net Interest Income	589.0	536.5	9.8	564.6	4.3
Net Fee Income	109.5	68.6	59.6	80.9	35.4
Others	22.8	11.7	94.9	35.4	-35.6
SG&A(-)	346.5	327.6	5.8	435.4	-20.4
Provision Expense(-)	112.1	83.2	34.7	130.0	-13.8
Non-Operating Income	4.1	-11.0	Net Gain	-10.4	Net Gain
Earnings Before Income Tax	266.8	195.0	36.8	105.1	153.9
Income Tax Expense(-)	63.3	46.5	36.1	22.4	182.6
Net Income(A)	203.5	148.5	37.0	82.7	146.1
Net Income in Non-Controlling Interest(B)	10.8	10.8	0.0	10.8	0.0
Net Income in Controlling Interest(C) (C) = (A) - (B)	192.7	137.7	39.9	71.9	168.0

2. Subsidiaries Earning Results

Non-Bank Net Income Contribution(% , KRW bn)



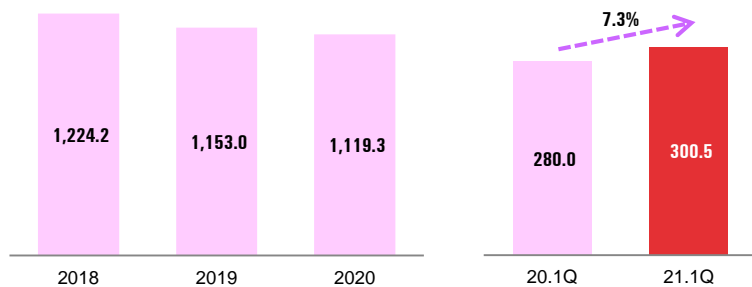
Banks & Non-Bank Net Income Portion(%)



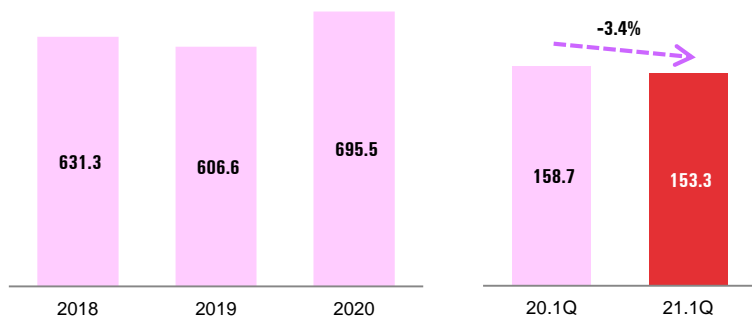
(KRW bn, %)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Bank(A)	148.4	134.8	10.1	67.3	120.5
BSB	95.2	87.4	8.9	50.8	87.4
KNB	53.2	47.4	12.2	16.5	222.4
Non-Bank(B)	72.8	26.7	172.7	32.8	122.0
Capital	34.0	19.2	77.1	8.1	319.8
Securities	31.5	6.8	363.2	17.3	82.1
MSB	5.3	4.2	26.2	1.6	231.3
AM	1.5	-4.0	Net Gain	5.2	-71.2
Credit Info	0.3	0.3	0.0	0.3	0.0
System	0.2	0.3	-33.3	0.0	-
Venture Capital	0.0	-0.1	-	0.3	-
Financial Group & Unconsolidated Portion(C)	-17.7	-13.0	36.2	-17.4	1.7
Net Income in Non-Controlling Interest(D)	10.8	10.8	0.0	10.8	0.0
Net Income in Controlling Interest(E) (E=A+B+C-D)	192.7	137.7	39.9	71.9	168.0

3. Banks Earning Results - BSB

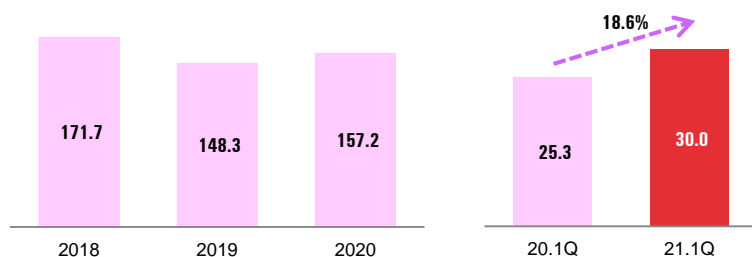
Interest Income(% , KRW bn)



SG&A(% , KRW bn)



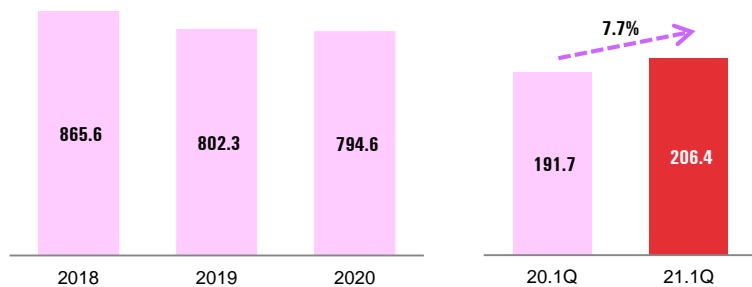
Provision Expense(% , KRW bn)



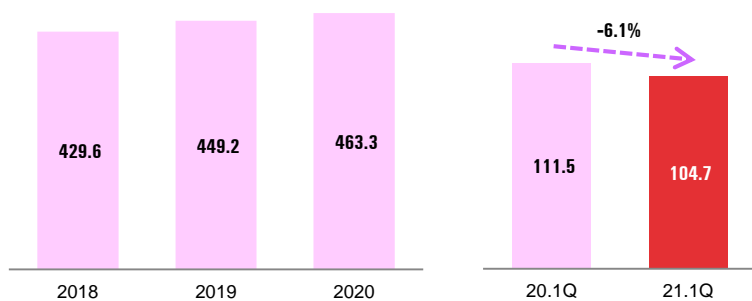
(KRW bn, %)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Net Interest Income	300.5	280.0	7.3	288.5	4.2
Net Fee Income	28.9	17.0	70.0	32.4	-10.8
Fees from Trust Account	5.8	4.2	38.1	4.1	41.5
Others	-17.9	6.3	Net Loss	-2.9	-
SG&A(-)	153.3	158.7	-3.4	211.0	-27.3
Provision Expense(-)	30.0	25.3	18.6	37.4	-19.8
Net Operating Income	134.0	123.5	8.5	73.7	81.8
Non-Operating Income	-8.9	-10.7	-	-12.5	-
Earnings Before Income Taxes	125.1	112.8	10.9	61.2	104.4
Income Tax Expenses(-)	29.9	25.4	17.7	10.4	187.5
Net Income	95.2	87.4	8.9	50.8	87.4

3. Banks Earning Results - KNB

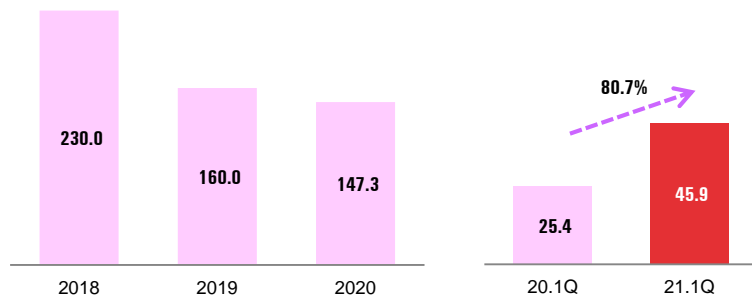
Interest Income(% , KRW bn)



SG&A(% , KRW bn)



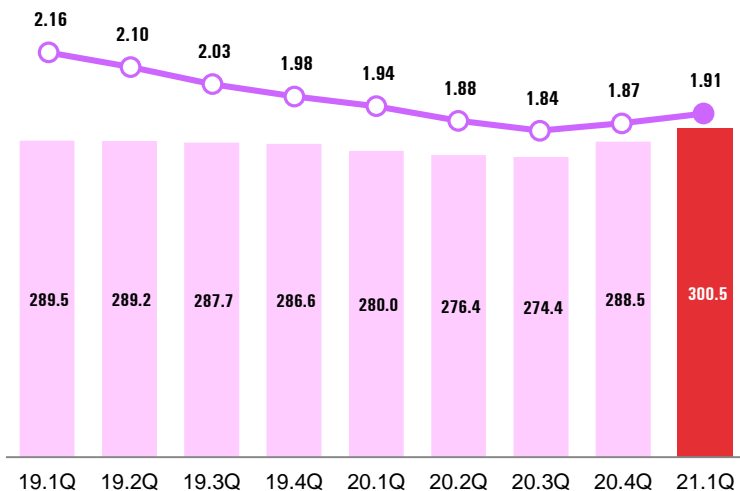
Provision Expense(% , KRW bn)



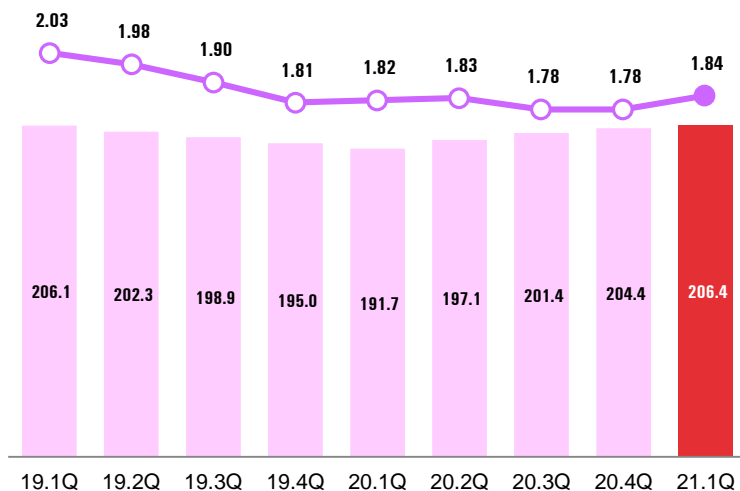
(KRW bn, %)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Net Interest Income	206.4	191.7	7.7	204.4	1.0
Net Fee Income	23.8	16.6	43.4	12.6	88.9
Fees from Trust Account	2.2	2.3	-4.3	1.8	22.2
Others	-15.8	-12.4	-	-14.6	-
SG&A(-)	104.7	111.5	-6.1	134.9	-22.4
Provision Expense(-)	45.9	25.4	80.7	37.0	24.1
Net Operating Income	66.0	61.3	7.7	32.3	104.3
Non-Operating Income	2.7	-0.4	Net Gain	-13.1	Net Gain
Earnings Before Income Taxes	68.7	60.9	12.8	19.2	257.8
Income Tax Expenses(-)	15.5	13.5	14.8	2.7	474.1
Net Income	53.2	47.4	12.2	16.5	222.4

4. Banks NIM

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



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



BSB

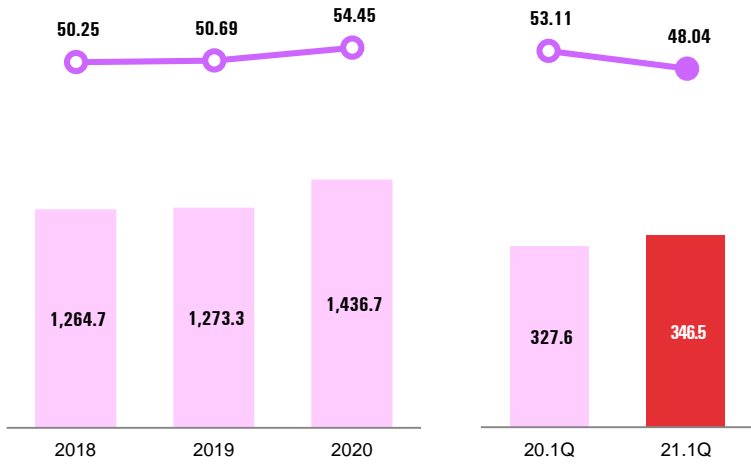
(% , KRW tn)	21.1Q	20.4Q	20.3Q	20.2Q	20.1Q
Quarterly NIM	1.91	1.87	1.84	1.88	1.94
Quarterly NIS	2.14	2.10	2.08	2.14	2.20
Interest Rate on KRW Loans	2.93	2.96	3.03	3.25	3.47
Interest Rate paid on KRW Deposits	0.79	0.86	0.95	1.11	1.27
Average Interest Earning Assets	55.9	54.1	52.3	51.9	51.1
Accumulated NIM	1.91	1.88	1.89	1.91	1.94

KNB

(% , KRW tn)	21.1Q	20.4Q	20.3Q	20.2Q	20.1Q
Quarterly NIM	1.84	1.78	1.78	1.83	1.82
Quarterly NIS	2.07	2.01	2.03	2.08	2.06
Interest Rate on KRW Loans	2.98	2.99	3.10	3.34	3.51
Interest Rate paid on KRW Deposits	0.91	0.98	1.07	1.26	1.45
Average Interest Earning Assets	39.4	39.3	38.6	37.5	36.5
Accumulated NIM	1.84	1.80	1.81	1.83	1.82

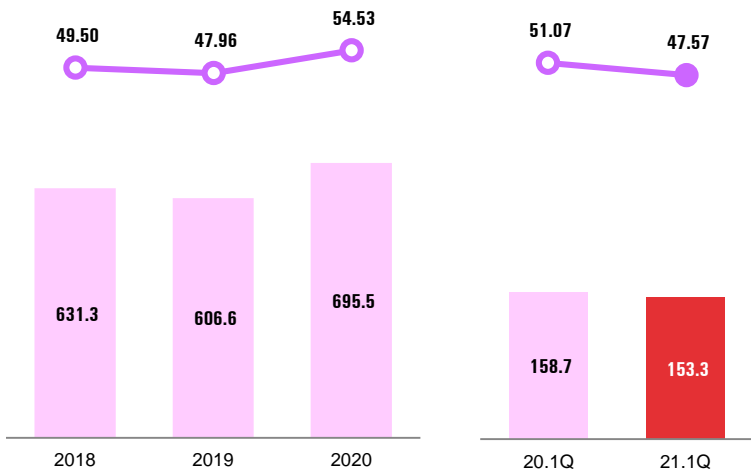
5. SG&A

□ Group SG&A & CIR (% , KRW bn)

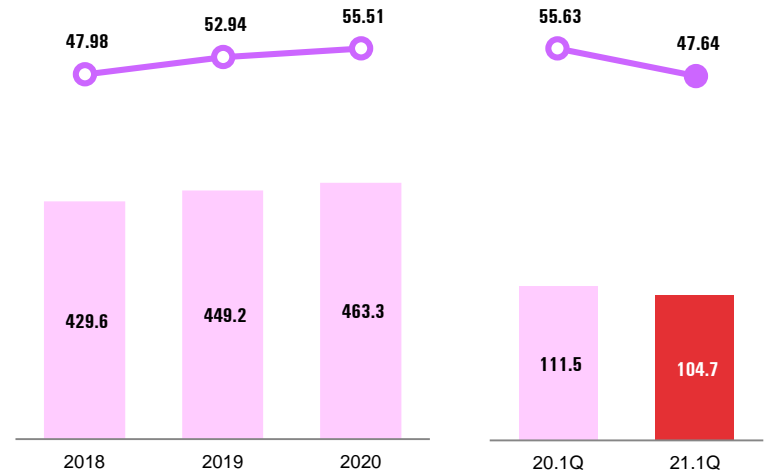


(KRW bn, %)	21.1Q	20.1Q	YoY	20.4Q	QoQ
SG&A	346.5	327.6	5.8	435.4	-20.4
CIR	48.04	53.11	-5.07		

□ BSB SG&A & CIR (% , KRW bn)



□ KNB SG&A & CIR (% , KRW bn)

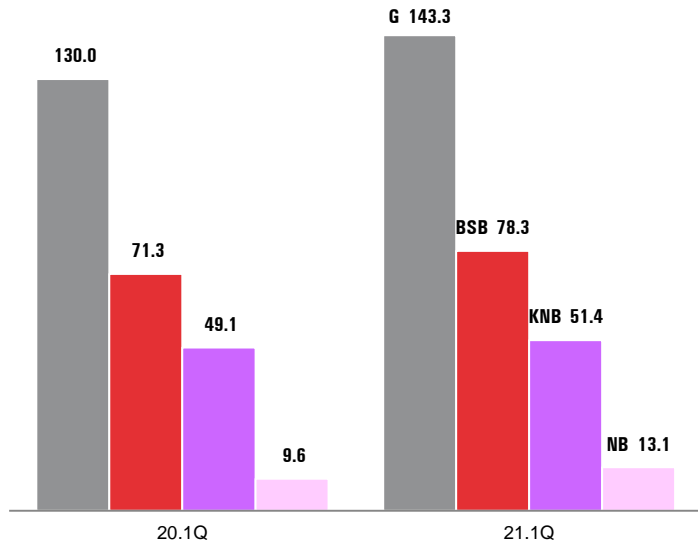


III. Growth

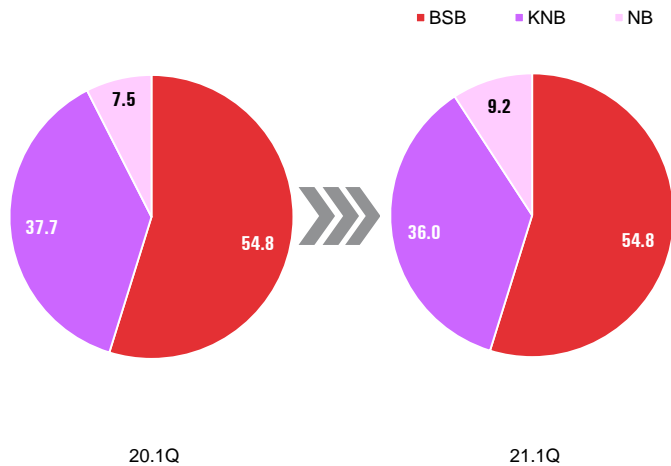
1. Group Assets	16
2. Banks Loans / Deposits	17

1. Group Assets

Total Assets(KRW tn)



Banks & Non-Banks Portion(%)

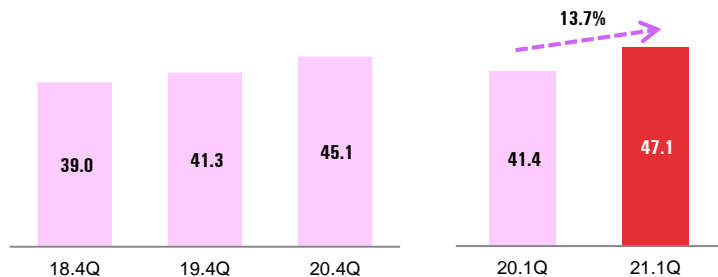


Group Total Assets

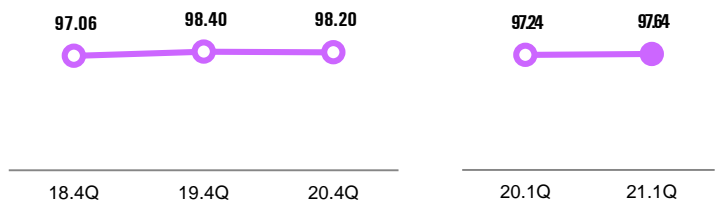
(KRW bn, %)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Bank	129,747.2	12,0371.8	7.8	124,956.4	3.8
BSB	78,299.1	71,257.5	9.9	75,247.6	4.1
KNB	51,448.1	49,114.3	4.8	49,708.8	3.5
Non-Bank	13,121.0	9,680.1	35.5	11,192.5	17.2
Capital	7,307.1	5,766.3	26.7	6,763.4	8.0
Securities	4,149.1	2,728.0	52.1	2,886.3	43.8
MSB	1,467.9	1,057.8	38.8	1,349.5	8.8
Asset Mgt.	123.3	78.7	56.7	119.1	3.5
Credit Info	20.0	11.6	72.4	19.5	2.6
System	24.3	19.0	27.9	25.4	-4.3
Venture Capital	29.3	18.7	56.7	29.3	0.0
Financial Group & Unconsolidated Portion	451.3	-57.3	-	426.6	5.8
Group Total Assets	143,319.5	129,994.6	10.3	136,575.5	4.9

2. Banks Loans / Deposits - BSB

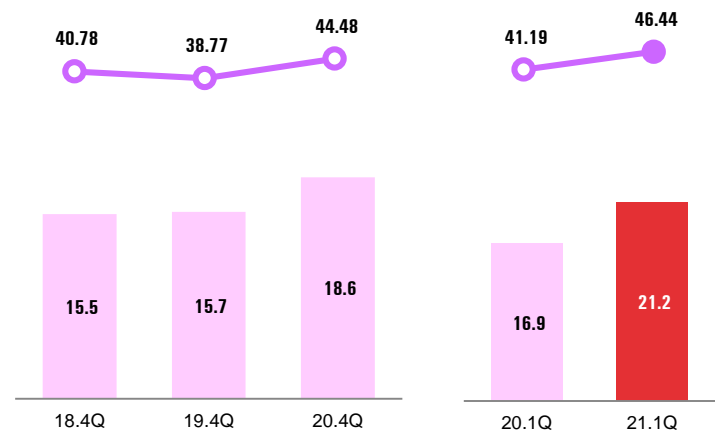
□ KRW Loans(% , KRW tn)



□ LDR(%)



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



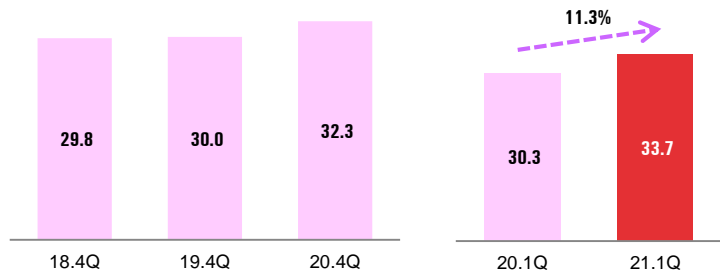
(KRW bn, %, Balance)	21.1Q	20.1Q	YoY	20.4Q	QoQ
KRW Loans¹⁾	47,121.4	41,435.6	13.7	45,052.1	4.6
Corporate	30,689.1	27,283.3	12.5	29,355.0	4.5
SME	28,609.0	25,198.8	13.5	27,233.4	5.1
(SOHO) ²⁾	14,365.6	12,526.9	14.7	13,796.6	4.1
Large Corps.	2,080.1	2,084.5	-0.2	2,121.6	-2.0
Household	15,271.4	12,712.6	20.1	14,570.8	4.8
Mortgage	10,774.0	8,959.2	20.3	10,228.1	5.3
Public	1,160.9	1,439.7	-19.4	1,126.3	3.1
Foreign Currency Loans¹⁾	698.2	759.4	-8.1	663.0	5.3
KRW Deposits¹⁾	46,557.8	40,221.0	15.8	44,631.2	4.3
Low Cost Deposits	21,796.6	17,189.2	26.8	20,978.1	3.9
Core Deposits	18,293.9	13,827.6	32.3	17,478.7	4.7
MMDA	3,502.7	3,361.6	4.2	3,499.4	0.1

(KRW bn, %, %p, Average Balance)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Low-Cost Deposits(A)	21,170.3	16,912.2	25.2	18,611.0	13.8
Core Deposits ²⁾	17,884.4	13,272.5	34.7	15,374.0	16.3
MMDA	3,285.9	3,639.7	-9.7	3,237.0	1.5
KRW Deposits(B)	45,585.4	41,061.8	11.0	41,841.6	8.9
A / B	46.44	41.19	5.25	44.48	1.96

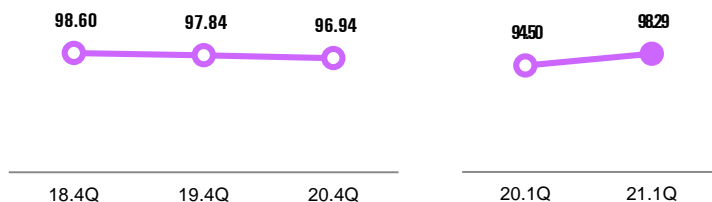
1) Unconsolidated FS, 2) SOHO(≤3 KRW bn), 3) Core Deposits : Demand + Savings(Ex. MMDA)

2. Banks Loans / Deposits - KNB

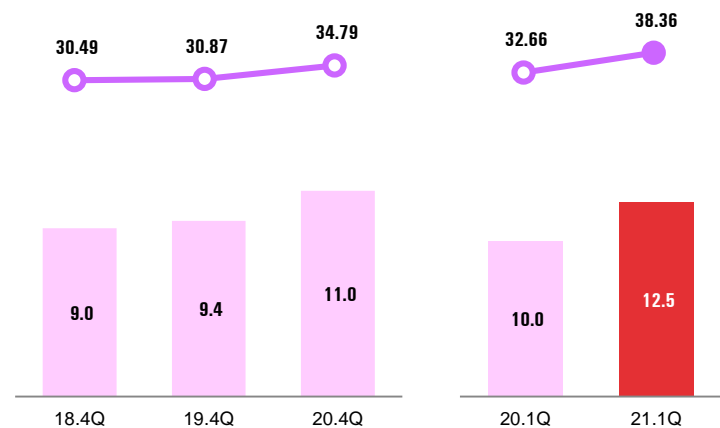
□ KRW Loans(% , KRW tn)



□ LDR(%)



□ Low-Cost Deposits & Ratio(% , KRW tn)



(KRW bn, %, Balance)	21.1Q	20.1Q	YoY	20.4Q	QoQ
KRW Loans¹⁾	33,710.8	30,286.3	11.3	32,345.3	4.2
Corporate	21,799.3	20,189.8	8.0	21,012.8	3.7
SME	20,102.4	18,745.8	7.2	19,539.5	2.9
(SOHO) ²⁾	6,425.9	5,840.5	10.0	6,216.7	3.4
Large Corps.	1,696.9	1,444.0	17.5	1,473.3	15.2
Household	11,461.1	9,701.6	18.1	10,888.8	5.3
Mortgage	8,964.0	7,957.0	12.7	8,584.6	4.4
Public	450.4	394.9	14.1	443.7	1.5
Foreign Currency Loans¹⁾	142.3	153.4	-7.2	151.2	-5.9
KRW Deposits¹⁾	33,074.1	30,801.2	7.4	31,909.2	3.7
Low Cost Deposits	12,712.7	10,463.7	21.5	11,908.8	6.8
Core Deposits	10,816.6	8,611.8	25.6	10,009.0	8.1
MMDA	1,896.1	1,851.9	2.4	1,899.8	-0.2

(KRW bn, %, %p, Average Balance)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Low-Cost Deposits(A)	12,469.9	10,036.4	24.2	11,046.1	12.9
Core Deposits ²⁾	10,559.5	8,535.0	23.7	9,360.8	12.8
MMDA	1,910.4	1,501.4	27.2	1,685.3	13.4
KRW Deposits(B)	32,503.5	30,732.2	5.8	31,753.4	2.4
A / B	38.36	32.66	5.70	34.79	3.57

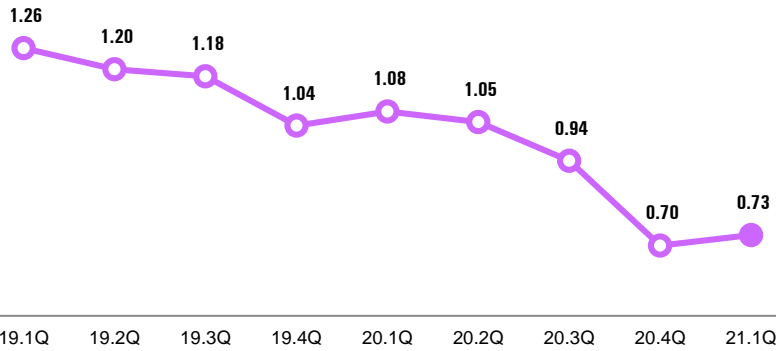
1) Unconsolidated FS, 2) SOHO(≤2 KRW bn), 3) Core Deposits : Demand + Savings(Ex. MMDA)

IV. Asset Quality

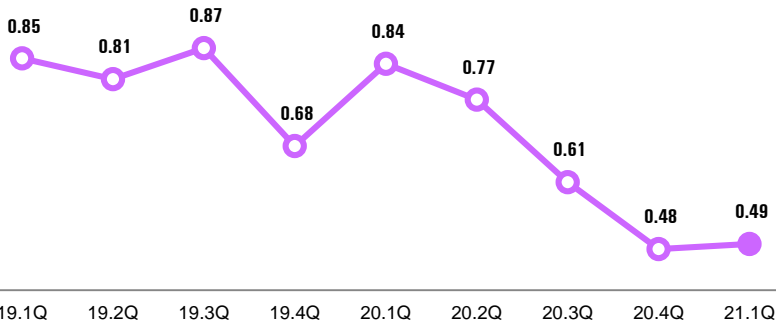
1. Group Asset Quality	20
2. Banks Asset Quality	21
3. Group Provisioning	23
4. Banks Provisioning / Write-offs & NPL Sales	24

1. Group Asset Quality

□ SBL(NPL) Ratio(%)



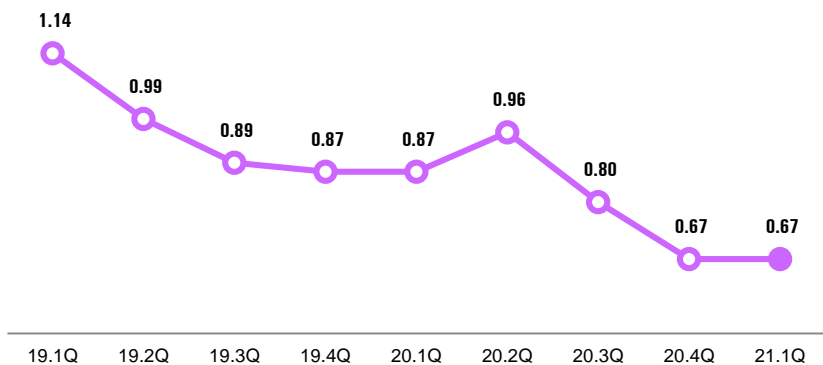
□ Delinquency Ratio(%)



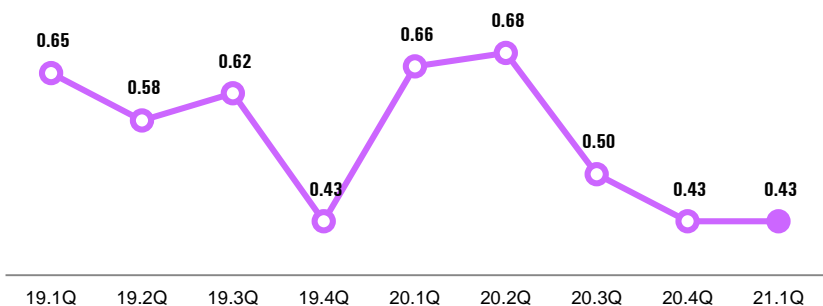
(KRW bn, %, %p)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Total Credits	92,616.6	82,053.0	12.9	88,377.7	4.8
Normal	90,948.8	80,067.4	13.6	86,727.9	4.9
Precautionary	988.6	1,099.9	-10.1	1,028.7	-3.9
Substandard	443.2	518.4	-14.5	413.6	7.2
Doubtful	91.9	143.5	-36.0	63.1	45.6
Expected Loss	144.1	223.8	-35.6	144.4	-0.2
SBL(Substandard & Below Loans)	679.2	885.7	-23.3	621.1	9.4
SBL Ratio	0.73	1.08	-0.35	0.70	0.03
SBL Coverage Ratio (Ratio before Reserve deduction)	122.10 (194.76)	94.00 (159.04)	28.10 (35.72)	123.58 (198.92)	-1.48 (-4.16)
Delinquency Ratio	0.49	0.84	-0.35	0.48	0.01
Loan Amount	91,738.6	81,036.2	13.2	87,531.9	4.8
Delinquent Amount	453.0	683.1	-33.7	421.0	7.6

2. Banks Asset Quality - BSB

□ SBL(NPL) Ratio(%)



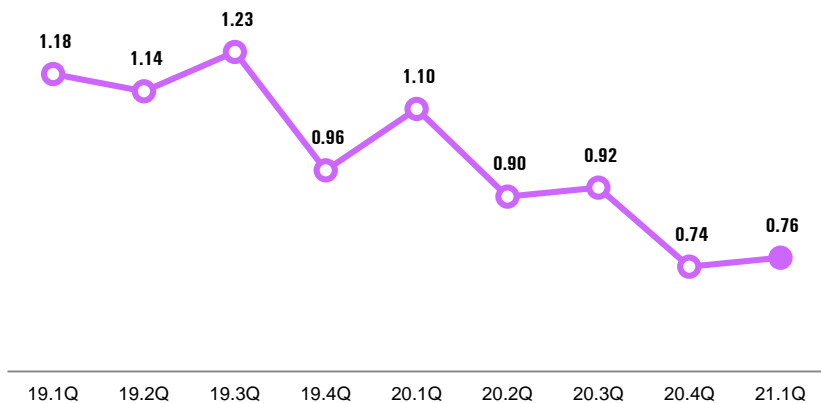
□ Delinquency Ratio(%)



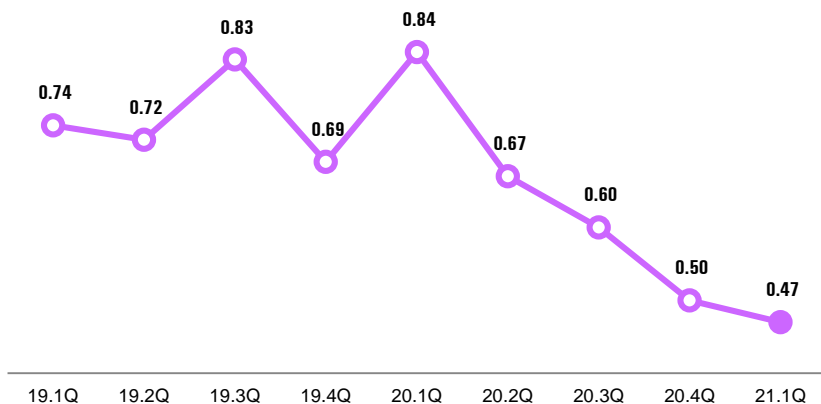
(KRW bn, %, %p)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Total Credits	49,369.1	43,961.9	12.3	47,236.2	4.5
Normal	48,631.1	43,076.4	12.9	46,488.2	4.6
Precautionary	407.1	504.7	-19.3	432.7	-5.9
Substandard	243.2	222.1	9.5	222.4	9.4
Doubtful	19.5	41.5	-53.0	20.4	-4.4
Expected Loss	68.2	117.2	-41.8	72.5	-5.9
SBL(Substandard & Below Loans)	330.9	380.8	-13.1	315.3	4.9
SBL Ratio	0.67	0.87	-0.20	0.67	0.00
SBL Coverage Ratio (Ratio before Reserve deduction)	124.05 (191.53)	111.09 (182.48)	12.96 (9.05)	128.15 (192.18)	-4.10 (-0.65)
Delinquency Ratio	0.43	0.66	-0.23	0.43	0.00
Loan Amount	48,711.7	43,160.1	12.9	46,594.7	4.5
Delinquent Amount	209.4	282.8	-26.0	199.2	5.1

2. Banks Asset Quality - KNB

□ SBL(NPL) Ratio(%)



□ Delinquency Ratio(%)



(KRW bn, %, %p)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Total Credits	34,680.3	31,378.9	10.5	33,263.8	4.3
Normal	34,212.2	30,797.8	11.1	32,766.6	4.4
Precautionary	204.8	236.3	-13.3	251.8	-18.7
Substandard	169.2	220.9	-23.4	163.7	3.4
Doubtful	37.6	36.5	3.0	28.9	30.1
Expected Loss	56.5	87.4	-35.4	52.8	7.0
SBL(Substandard & Below Loans)	263.3	344.8	-23.6	245.4	7.3
SBL Ratio	0.76	1.10	-0.34	0.74	0.02
SBL Coverage Ratio (Ratio before Reserve deduction)	100.15 (172.18)	74.12 (139.50)	26.03 (32.68)	100.24 (175.35)	-0.09 (-3.17)
Delinquency Ratio	0.47	0.84	-0.37	0.50	-0.03
Loan Amount	34,459.7	31,163.9	10.6	33,059.6	4.2
Delinquent Amount	163.3	262.6	-37.8	165.3	-1.2

3. Group Provisioning

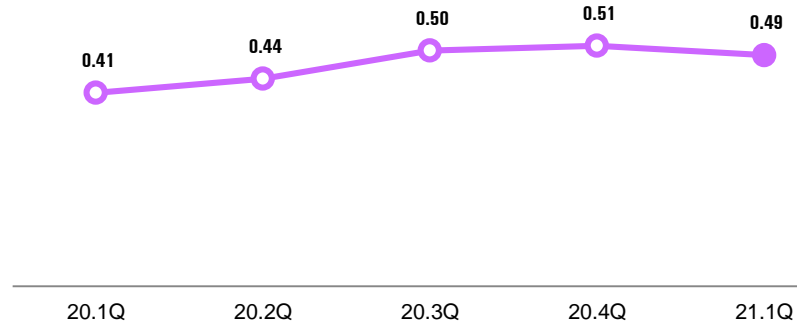
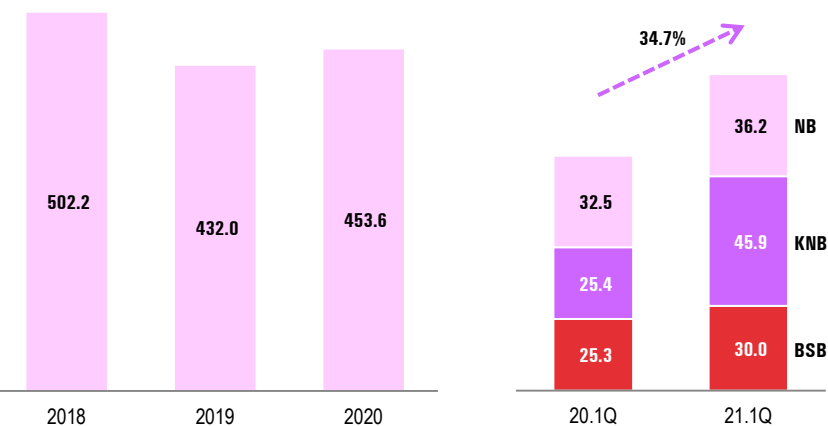
□ Provision Expense

(KRW bn, %)	2021 1Q	2020					2019				
		4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q		
Total Provisions(A)	112.1	453.6	130.0	141.5	98.9	83.2	432.0	151.4	94.7	93.1	92.8
Total Credits(B)	92,616.6	88,377.7	88,377.7	86,052.6	83,623.9	82,053.0	81,126.7	81,126.7	80,839.7	79,731.7	78,970.4
¹⁾ Credit Cost(A/B)	0.49	0.51	0.59	0.65	0.48	0.41	0.53	0.74	0.46	0.47	0.48

1) Accumulated

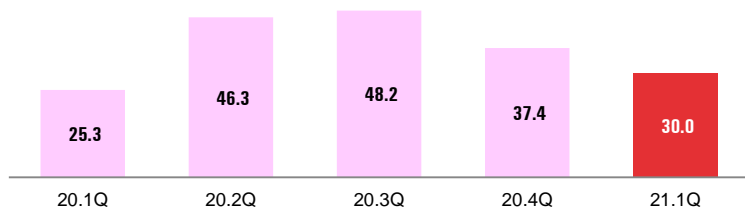
□ Banks & Non-Bank Provision Breakdown(KRW bn)

□ Credit Cost(%)

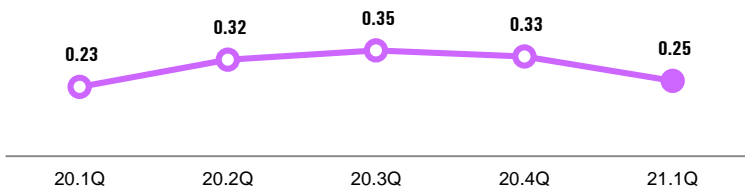


4. Provisioning / Write-offs & NPL Sales – BSB

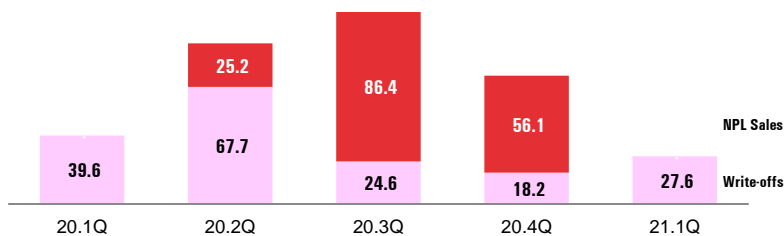
☐ Provision Expense(KRW bn)



☐ Credit Cost(%)



☐ Write-offs & NPL Sales(KRW bn)

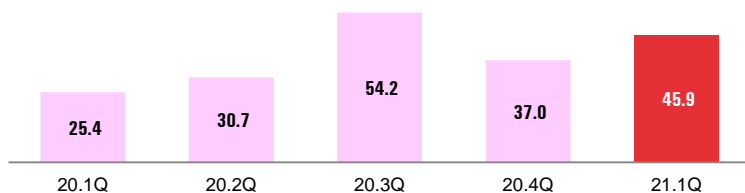


☐ Provision Expense / Write-offs & NPL Sales

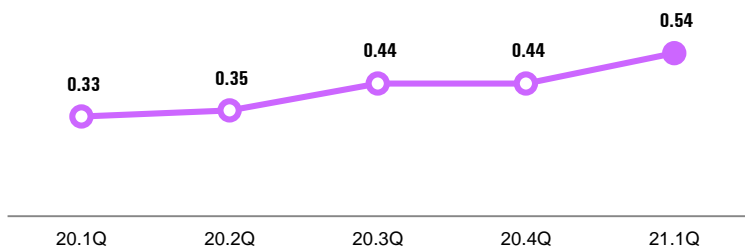
(KRW bn, %)	21.1Q	20.4Q	20.3Q	20.2Q	20.1Q
Corporate	20.4	35.2	38.6	30.9	20.9
Household	4.2	5.7	4.5	2.3	3.5
Credit Card	3.2	1.6	4.4	4.7	2.0
Others	2.2	-5.1	0.7	8.4	-1.1
Total(A)	30.0	37.4	48.2	46.3	25.3
Total Credits(B)	49,369.1	47,236.2	45,417.2	44,367.7	43,961.9
Credit Cost(A/B)	0.25	0.31	0.42	0.42	0.23
Total Write-Offs	27.6	18.2	24.6	67.7	39.6
Corporate	15.0	9.7	13.8	59.3	28.5
Household	6.2	4.0	6.0	3.7	5.1
Credit Card	6.4	4.5	4.8	4.7	6.0
Total NPL Sales	0.0	56.1	86.4	25.2	0.0
(NPL Sales for SBL Loans)	0.0	54.7	84.3	25.1	0.0
Corporate	0.0	51.8	83.6	22.4	0.0
Household	0.0	3.9	2.6	2.7	0.0
Credit Card	0.0	0.4	0.2	0.1	0.0

4. Provisioning / Write-offs & NPL Sales - KNB

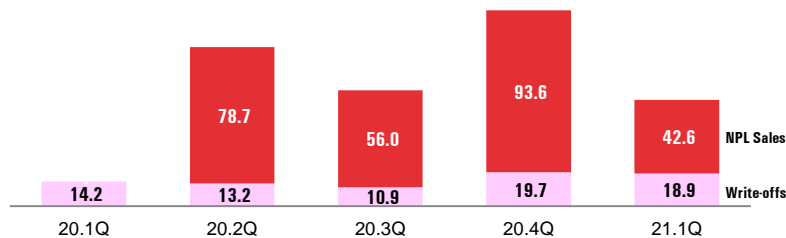
Provision Expense(KRW bn)



Credit Cost(%)



Write-offs & NPL Sales(KRW bn)



Provision Expense / Write-offs & NPL Sales

(KRW bn, %)	21.1Q	20.4Q	20.3Q	20.2Q	20.1Q
Corporate	37.8	26.7	43.1	18.8	22.8
Household	6.3	10.1	5.5	3.5	-0.2
Credit Card	1.8	2.1	3.9	3.8	2.8
Others	0.0	-1.9	1.7	4.6	0.0
Total(A)	45.9	37.0	54.2	30.7	25.4
Total Credits(B)	34,680.3	33,263.8	33,217.6	32,280.4	31,378.9
Credit Cost(A/B)	0.54	0.44	0.65	0.38	0.33
Total Write-Offs	18.9	19.7	10.9	13.2	14.2
Corporate	13.4	12.8	3.3	6.4	6.4
Household	2.7	3.7	4.7	3.2	4.0
Credit Card	2.8	3.2	2.9	3.6	3.8
Total NPL Sales	42.6	93.6	56.0	78.7	0.0
(NPL Sales for SBL Loans)	40.4	91.6	54.0	78.7	0.0
Corporate	42.1	92.3	55.4	73.9	0.0
Household	0.4	1.1	0.5	4.6	0.0
Credit Card	0.1	0.2	0.1	0.2	0.0

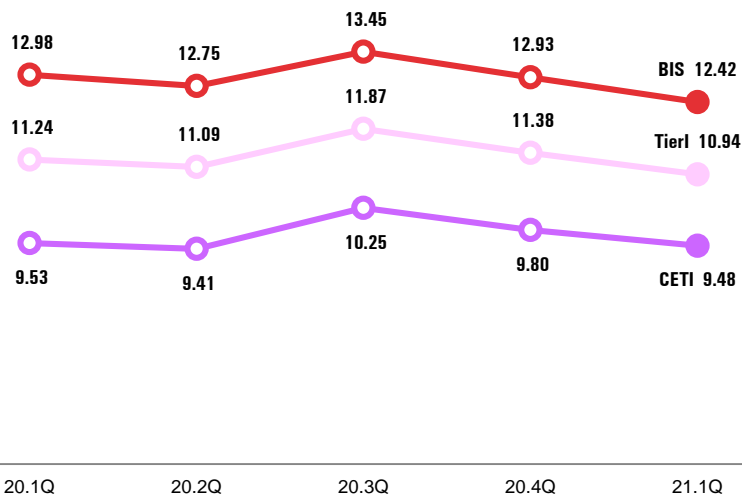
V . Capital Adequacy

1. Capital Adequacy

27

1. Capital Adequacy

Group Capital Adequacy(%)



BSB

(KRW bn, %, %p, BaselIII I.R.B.)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Tot. Risk Adjusted Capital	5,577.4	5,658.1	-1.4	5,600.5	-0.4
Tier I	5,034.3	4,964.2	1.4	5,017.6	0.3
(CETI)	4,652.5	4,549.5	2.3	4,602.9	1.1
Tot. R.W.A.	31,424.8	35,070.2	-10.4	30,232.0	3.9
BIS Capital Ratio	17.75	16.13	1.62	18.53	-0.78
Tier I	16.02	14.16	1.86	16.60	-0.58
(CETI)	14.81	12.97	1.84	15.23	-0.42

Group

(KRW bn, %, %p, BaselIII Standard)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Tot. Risk Adjusted Capital	10,049.4	9,959.0	0.9	9,919.0	1.3
Tier I	8,852.8	8,627.1	2.6	8,729.0	1.4
(CETI)	7,667.3	7,312.0	4.9	7,519.0	2.0
Tot. R.W.A.	80,889.8	76,750.8	5.4	76,702.4	5.5
BIS Capital Ratio	12.42	12.98	-0.56	12.93	-0.51
Tier I	10.94	11.24	-0.30	11.38	-0.44
(CETI)	9.48	9.53	-0.05	9.80	-0.32

KNB

(KRW bn, %, %p, BaselIII I.R.B.)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Tot. Risk Adjusted Capital	3,611.4	3,642.6	-0.9	3,600.5	0.3
Tier I	3,172.3	3,079.3	3.0	3,144.1	0.9
(CETI)	2,891.6	2,767.0	4.5	2,831.8	2.1
Tot. R.W.A.	20,680.0	24,205.2	-14.6	20,162.2	2.6
BIS Capital Ratio	17.46	15.05	2.41	17.86	-0.40
Tier I	15.34	12.72	2.62	15.59	-0.25
(CETI)	13.98	11.43	2.55	14.05	-0.07

VI. Appendix

1. Banks KRW Loan Portfolio	29
2. Cyclical Sector	30
3. BNK Capital	31
4. BNK Securities	32
5. Group Networks & Major Industries	33

1. Banks KRW Loan Portfolio

	2021 1Q			
	Amount	Ratio	YoY	QoQ
Manufacturing	8,659.5	18.4	-0.1	2.5
Steel Metal Products	2,518.2	5.3	0.8	3.7
Automobile Parts	1,726.9	3.7	-3.5	0.0
Machinery	1,246.0	2.6	-3.1	2.2
Petroleum, Rubber, etc.	933.6	2.0	2.8	2.9
Fabric	314.3	0.7	7.6	1.5
Garment & Shoes	358.2	0.8	10.0	4.4
Kitchen Units	388.2	0.8	13.0	4.1
Electronics	369.1	0.8	-9.4	0.7
Paper, Paper Mills	128.2	0.3	11.3	4.2
Others	676.8	1.4	-3.0	3.7
Non-Manufacturing	23,190.5	49.2	15.6	5.3
Wholesale & Retail	4,233.8	9.0	19.2	5.3
Public	0.5	0.0	-98.3	-83.3
Construction & Engineering	1,504.8	3.2	6.8	3.5
Real Estate	9,220.2	19.6	16.6	5.1
Insurance & Financing	490.9	1.0	-10.4	-11.8
Transportation	1,189.2	2.5	7.0	4.6
Hotel & Food	1,895.2	4.0	33.4	10.6
Others	4,655.9	9.9	14.2	6.6
Households	15,271.4	32.4	20.1	4.8
KRW Loans	47,121.4	100.0	13.7	4.6

	2021 1Q			
	Amount	Ratio	YoY	QoQ
Manufacturing	9,715.0	28.8	3.9	2.6
Steel Metal Products	2,284.0	6.8	2.5	3.5
Automobile Parts	2,776.0	8.2	2.1	0.3
Machinery	2,345.0	7.0	2.7	4.0
Petroleum, Rubber, etc.	330.0	1.0	11.8	5.8
Fabric	112.8	0.3	29.7	7.8
Garment & Shoes	27.2	0.1	186.3	11.9
Kitchen Units	267.9	0.8	22.8	7.4
Electronics	578.6	1.7	-2.9	1.2
Paper, Paper Mills	84.5	0.3	5.2	2.2
Others	909.0	2.7	9.1	1.9
Non-Manufacturing	12,534.7	37.2	11.5	4.5
Wholesale & Retail	2,635.4	7.8	16.5	4.2
Public	41.2	0.1	-	0.0
Construction & Engineering	773.9	2.3	3.7	4.9
Real Estate	4,030.4	12.0	7.2	2.0
Insurance & Financing	377.9	1.1	53.5	123.7
Transportation	623.2	1.8	58.7	1.0
Hotel & Food	1,070.8	3.2	19.0	3.1
Others	2,981.9	8.8	1.8	2.52
Households	11,461.1	34.0	18.1	5.3
KRW Loans	33,710.8	100.0	11.3	4.2

*Sectors are based on FSS Business Report

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

2. Cyclical Sector

	2021.1Q					
	Steel	Auto	Construction	Shipbuilding	Shipping	Chemical
(KRW bn, %)						
Exposure	3,516.4	2,923.8	2,324.3	1,384.9	444.4	698.9
(% of Total Credits)	4.2	3.5	2.8	1.7	0.5	0.8
Collateral & Provision	2,576.4	1,926.9	1,449.5	992.7	248.9	419.7
Collateral & Provision Coverage	73.3	65.9	62.4	71.7	56.0	60.1
No# of Creditors	2,514	1,827	4,599	1,076	215	624

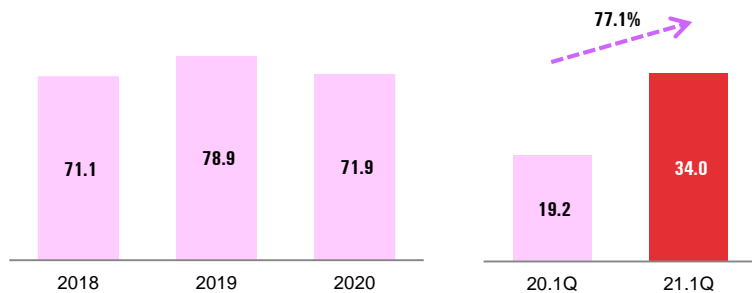
Note 1) Exposure & Total Credits are the sum of BSB & KNB

Note 2) Sectors are based on FSS Business Report

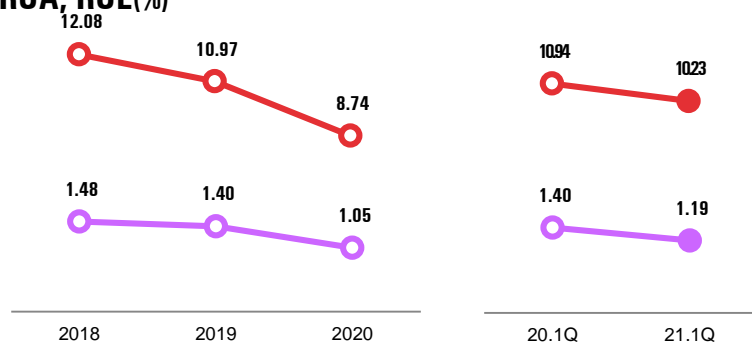
Note 3) Construction includes Real Estate PF(Ref. Collateral for Real Estate PFs are evaluated based on future cash flow that does not include land, buildings under construction etc. hence the overall low construction coverage)

3. BNK Capital

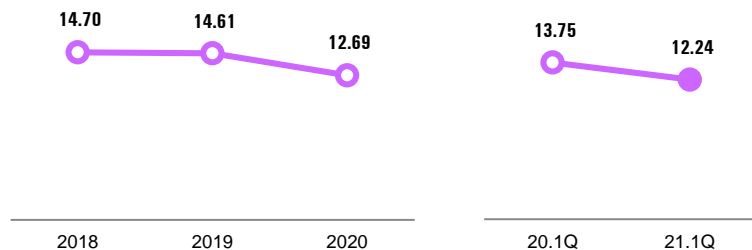
Net Income(% , KRW bn)



ROA, ROE(%)



Adjusted Capital Ratio(%)

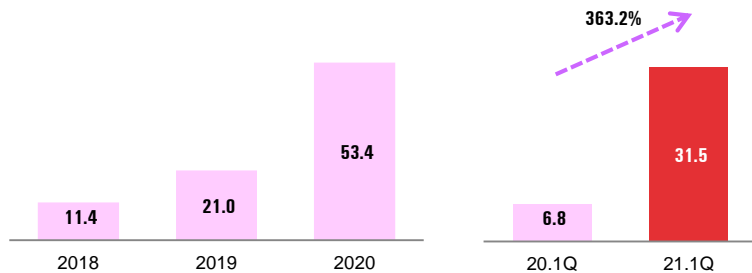


(KRW bn, %, Balance)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Net Interest Income	72.3	56.1	28.9	68.4	5.7
Fee Income	11.8	11.7	0.9	9.4	25.5
Others	9.7	11.4	-14.9	8.5	-14.1
SG&A(-)	21.3	20.4	4.4	24.8	-14.1
Provision Expense(-)	31.2	31.9	-2.2	51.9	-39.9
Non-Operating Income	1.2	-1.6	Net Gain	1.4	-14.3
Earnings Before Income Tax	42.5	25.3	68.0	11.0	286.4
Income Tax Expenses(-)	8.5	6.1	39.3	2.9	193.1
Net Income	34.0	19.2	77.1	8.1	319.8

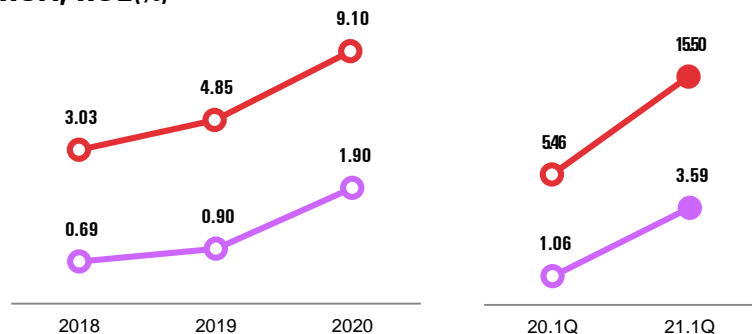
(KRW bn, %, Balance)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Assets	7,307.1	5,766.3	26.7	6,763.4	8.0
Cash and Dues	156.0	18.1	761.9	85.6	82.2
Securities	225.5	117.7	91.6	187.3	20.4
Loans	4,673.9	3,485.8	34.1	4,237.6	10.3
Venture Capital Business	2.9	2.1	38.1	2.8	3.6
Durables Installment Financing Assets	265.9	349.7	-24.0	277.9	-4.3
Leased Assets	1,849.2	1,680.4	10.0	1,838.9	0.6
Fixed Assets	16.2	12.8	26.6	12.9	25.6
Other Assets	117.5	99.7	17.9	120.4	-2.4
Liability & Shareholder's Equity	7,307.1	5,766.3	26.7	6,763.4	8.0
Borrowings	6,118.5	4,669.8	31.0	5,610.2	9.1
Other Liabilities	403.3	373.6	7.9	390.2	3.4
Shareholder's Equity	785.3	722.9	8.6	763.0	2.9

4. BNK Securities

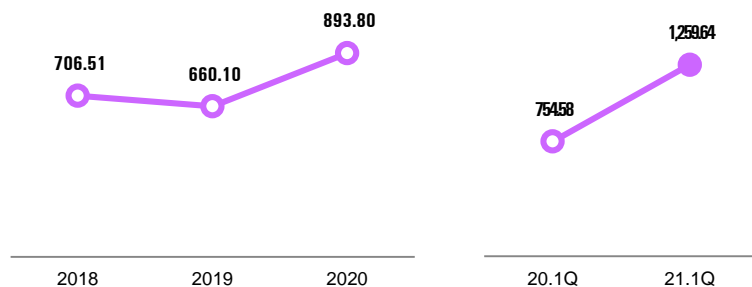
Net Income(% , KRW bn)



ROA, ROE(%)



NCR(%)



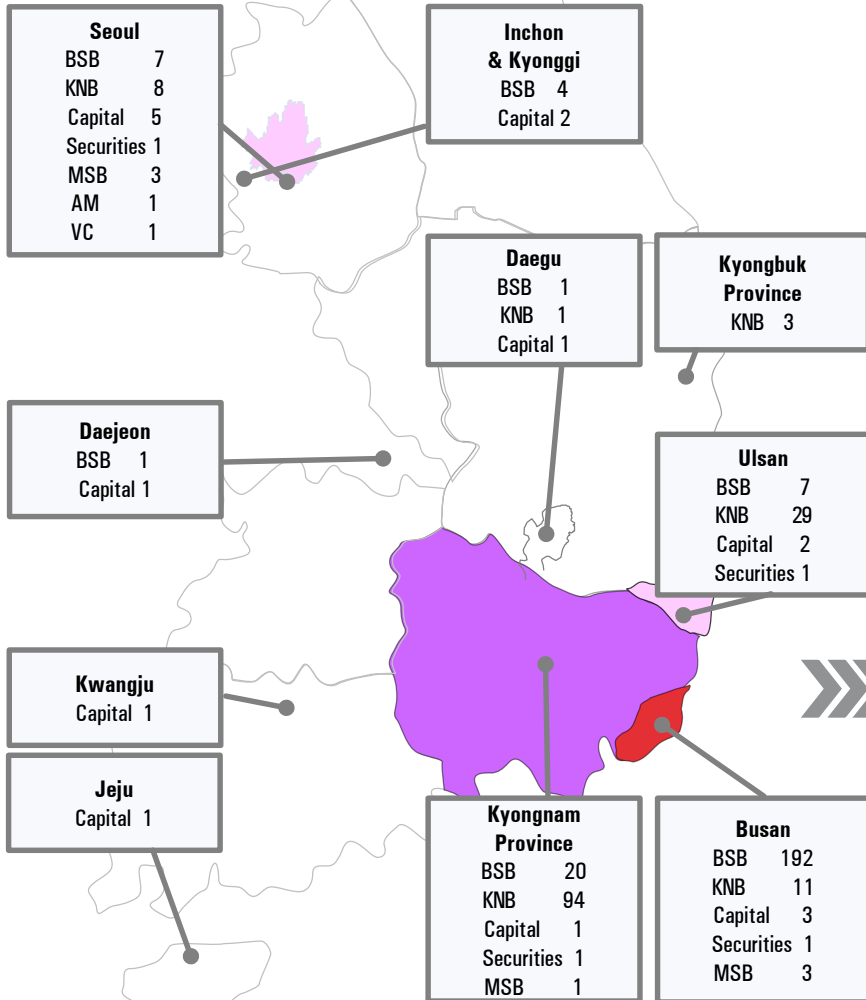
(KRW bn, %, Balance)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Net Interest Income	9.1	4.5	102.2	7.2	26.4
Fee Income	40.5	17.9	126.3	27.9	45.2
Others	39.6	8.0	395.0	23.8	66.4
SG&A(-)	45.8	20.3	125.6	32.5	40.9
Provision Expense(-)	4.5	1.0	350.0	3.0	50.0
Non-Operating Income	3.0	0.4	650.0	-0.4	Net Gain
Earnings Before Income Tax	41.9	9.5	341.1	23.0	82.2
Income Tax Expenses(-)	10.4	2.7	285.2	5.7	82.5
Net Income	31.5	6.8	363.2	17.3	82.1

(KRW bn, %, Balance)	21.1Q	20.1Q	YoY	20.4Q	QoQ
Fee Income	40.5	17.9	126.3	27.9	45.2
Fee Revenue	46.4	21.9	111.9	30.0	54.7
Underwriting	5.3	2.1	152.4	5.4	-1.9
Advisory	26.9	11.2	140.2	13.1	105.3
Brokerage	13.9	8.3	67.5	11.1	25.2
Others	0.3	0.3	0.0	0.4	-25.0
Fee Expense	5.9	4.0	47.5	2.1	181.0

4. Group Networks & Major Industries

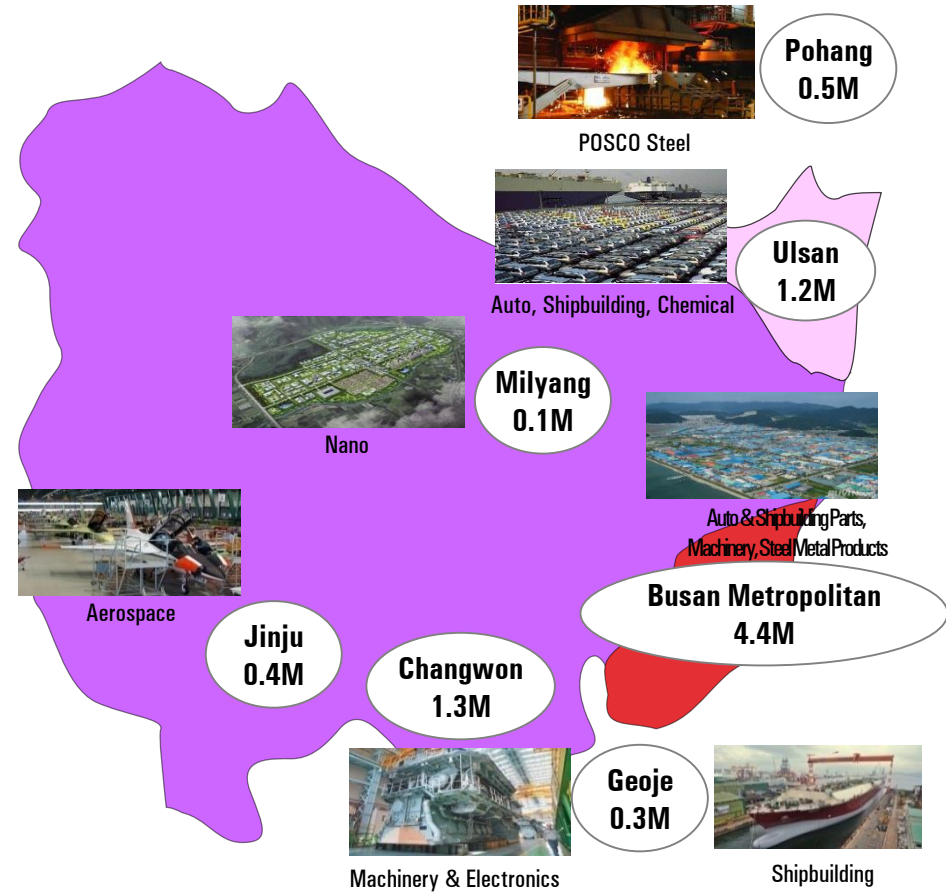
Networks (as of Mar. 2021) : 418 Locations

- BSB 238 (Qingdao/Nanjing/Ho Chi Minh Branch, Yangon/Mumbai/Hanoi Office incl.), KNB 146, Capital 21 (incl. Myanmar, Cambodia, Laos, Kazakhstan), Securities 4, MSB 7, AM 1, Venture Capital 1



Population & Major Industries

- Southeastern Conurbation (7.9 Mn, 15.3% of Total Population), 14.6% of GRDP(2019)
- Exports : 103.3 USD bn(2020)
- Imports : 58.1 USD bn(2020)



* Southeastern region includes Busan, Ulsan, and Kyongnam