

2023 3Q Financial Results

BNK Financial Group

2023.10

Contents

- I . 2023 3Q Highlights**
- II. Profitability**
- III. Growth**
- IV. Asset Quality**
- V. Capital Adequacy**
- VI. Appendix**

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

Profitability – Group Net Income

(KRW bn,%)	23.09	22.09	YoY	23.3Q	23.2Q	QoQ
Net Interest Income	2,166.5	2,151.4	0.7	717.4	717.7	-0.04
Net Fee Income	203.0	338.7	-40.1	68.2	67.2	1.5
Others	44.5	-68.7	Net Gain	-12.8	16.7	Net Loss
SG&A(-)	1,092.6	1,073.2	1.8	342.6	357.1	-4.1
Provision Expense(-)	452.5	279.7	61.8	162.7	164.9	-1.3
Net Income	688.1	764.4	-10.0	212.4	207.4	2.4
Net Income in Controlling Interest	657.0	727.7	-9.7	204.3	195.9	4.3

NI 657.0 KRW bn

(YoY -9.7%)

- Loss Absorp. Preemptive Provisions & decrease in fee income led yearly decrease in NI

Core Inc. 2,369.5 KRW bn

(YoY -4.8%)

- Growth driven int. earning asset gwth., led int. income $\uparrow +0.7\%$
- Restricted PFgwth. driven fee income \downarrow & stock derivatives etc. \downarrow

SG&A 1,092.6 KRW bn

(YoY +1.8%)

- Banks cost led yearly 1.8% growth

Prov. Exp. 452.5 KRW bn

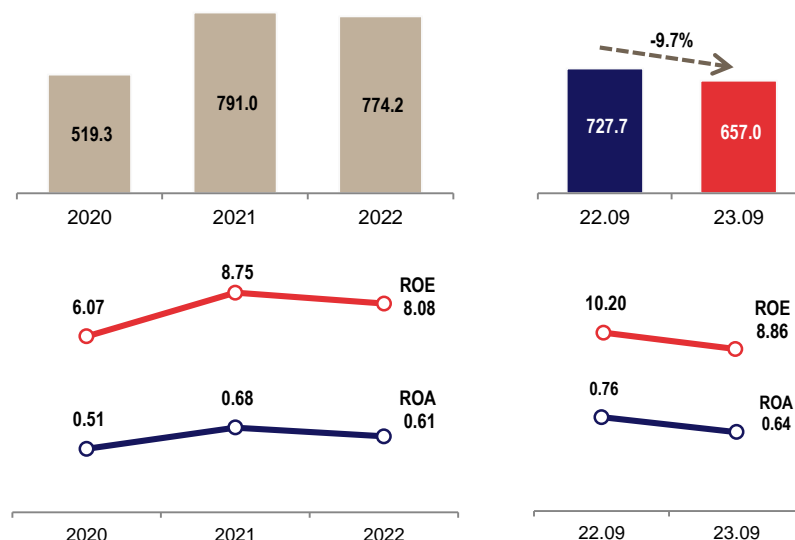
(YoY +61.8%)

- Incr. insolvencies & loss absorption capacity enhancing added provisions
- 23.3Q Acc. Loss Absorp.: BSB83.4, KNB37.2

Profitability – Group Subsidiaries Net Income

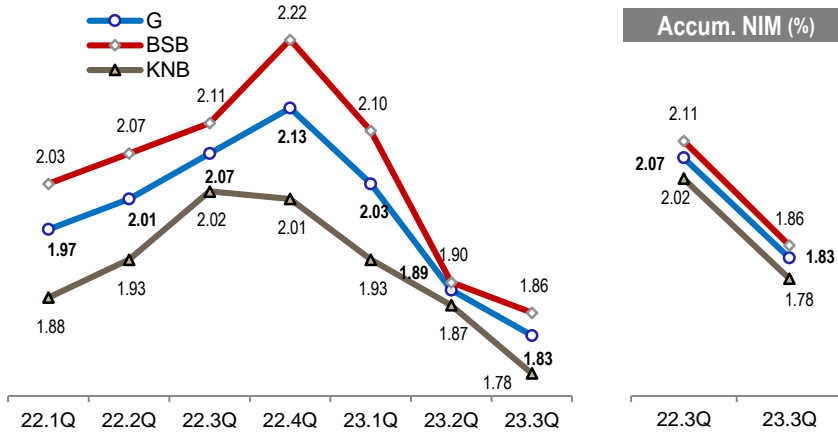
(KRW bn,%)	23.09	22.09	YoY	23.3Q	23.2Q	QoQ
Banks(A)	624.7	609.4	2.5	204.7	189.7	7.9
BSB	393.0	390.4	0.7	126.8	120.9	4.9
KNB	231.7	219.0	5.8	77.9	68.8	13.2
Non-Banks(B)	134.0	221.1	-39.4	33.4	42.2	-20.9
Capital	102.7	159.6	-35.7	31.5	38.6	-18.4
Securities	15.7	61.5	-74.5	-3.1	-0.3	-
MSB	1.5	8.8	-83.0	2.3	-1.5	Net Gain
AM	5.5	-14.5	Net Gain	-0.3	2.1	Net Loss

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



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

Quarterly NIM (%)



NIM 1.83%

(QoQ -6bps)

- Bank's funding costs ↑ led NIM ↓ -6bps
- BSB 1.86%(-4bps), KNB 1.78%(-9bps)
- ※ 3Q Acc. NIM : G 1.91%, BSB 1.95%, KNB 1.86%

KRW Loans 982KRWtn

(YTD +6.4%, Bks Tot)

- Non-manufacturing driven Corps., interim pay. & mortgage led House.
- * BSB 6.6% (Corps. 4.3%, House 10.8%)
KNB 6.1% (Corps. 8.4%, House 1.3%)

KRW Deposits 94.7KRWtn

(YTD +3.5%, Bks Tot)

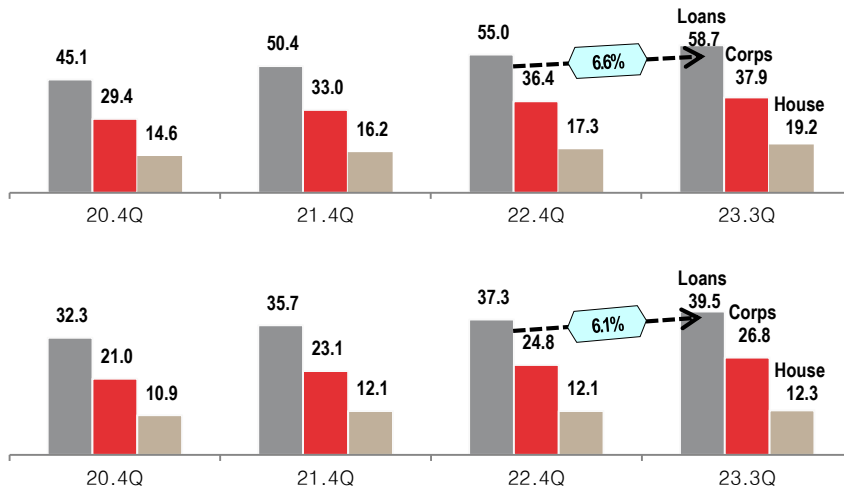
- Adequate gwth. trailing loan gwth. (Ytd +3.5%)
- Cont. focus to improve quality of funding

L-C Deposits 30.0KRWtn

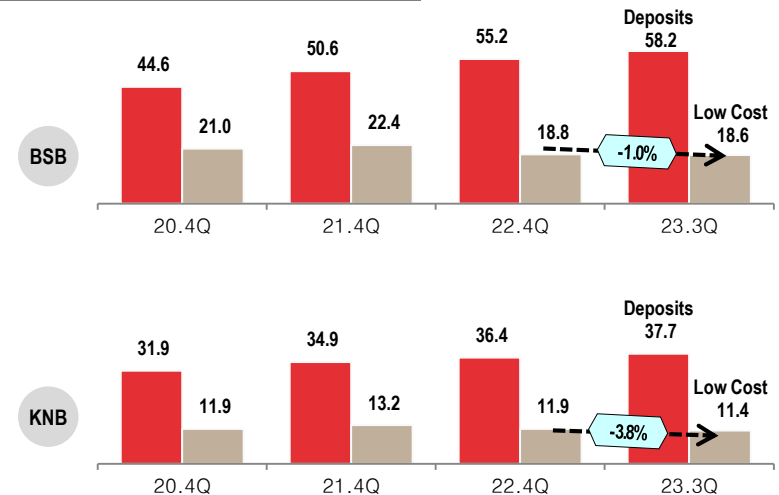
(YTD -2.1%, Bks Tot)

- rate hike etc. led decrease in Lc deposits (either to high yield or other banks) by -2.1%
- New products for young gens, salary & payment acct etc. attract & increase Lc depositions.

Banks KRW Loans (KRW tn, Balance)



Banks KRW Deposits (KRW tn, Balance)



2023 3Q Highlights_Aset Quality, Capital Adequacy

I

II

III

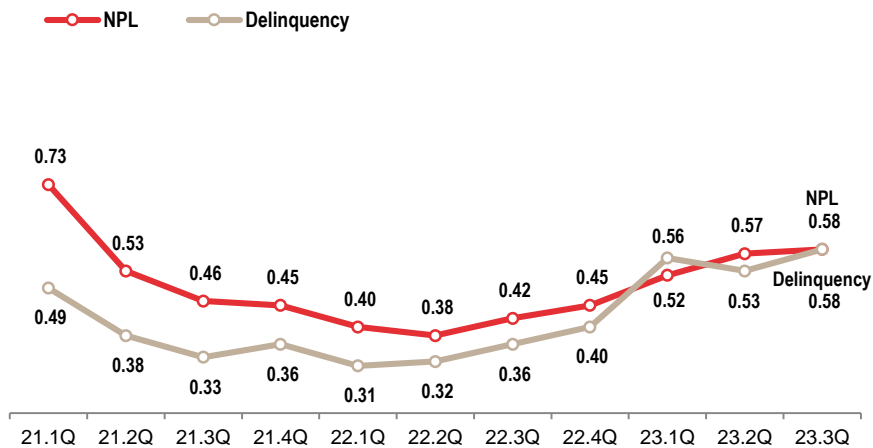
IV

V

VI

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

Group NPL Ratio, Group Delinquency Ratio(%)



NPL Ratio 0.58%

(QoQ +1bps)

- Even with preemptive risk mgt. & AQ control, saw slight increase in ratio
- BSB 0.27%(-5bps), KNB 0.37%(-)

Del. Ratio 0.58%

(QoQ +5bps)

- Non-bank Subs. led overall increase
- BSB 0.44%(+6bps), KNB 0.32%(-)

C.C. 0.54%

(QoQ +1bps)

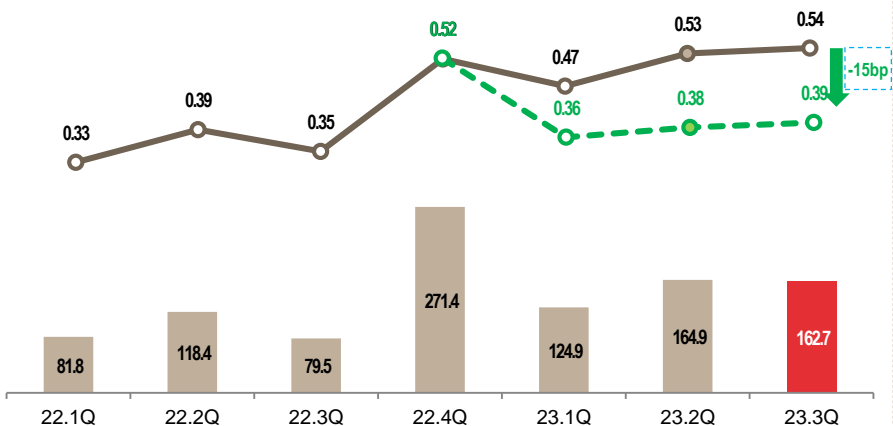
- Added Loss Absorption Capacity Enhancing Provisions led quarterly increase
- C.C. 0.39% (excl. Loss Abs. Cap. provisions)

CET1 Ratio 11.55%

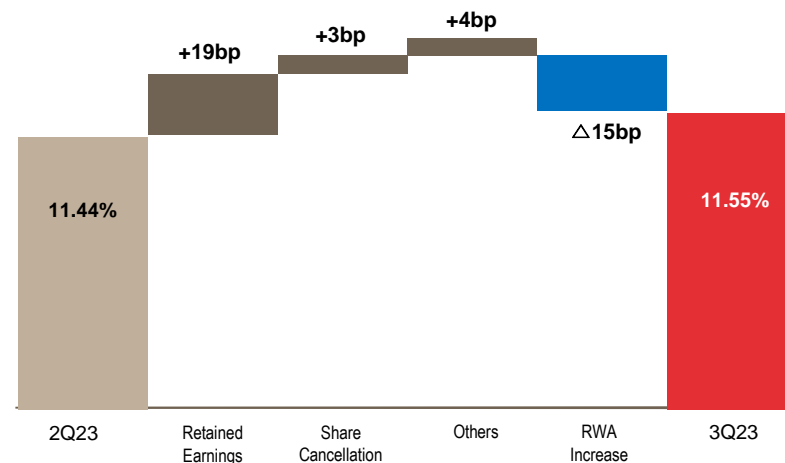
(QoQ +11bps)

- Earnings growth, continued RWA control led improvements, QoQ +11bps

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



Quarterly CET1 Ratio Movement



Description <small>(KRW bn, %, %p)</small>	2022 1H			2022 3Q(Acc.)			2023 1H		
	Before (a)	After (b)	(b-a)	Before (a')	After (b')	(b'-a')	Before (a'')	After (b'')	(b''-a'')
Group Others	3.8	-26.7	-30.5 ¹⁾	9.6	-38.4	-48.0 ¹⁾	26.9	16.8	-10.1 ²⁾
Group NI	505.1	482.6	-22.5 ³⁾	763.2	727.7	-35.5 ³⁾	460.2	452.7	-7.5 ⁴⁾
Group CET1 Ratio	11.17	11.15	-0.02	11.45	11.42	-0.03	11.56	11.44	-0.12 ⁵⁾

1) KNB F.I. related others 2022 1H -30.5 KRW bn, 2022 3Q(Acc.) -48.0 KRW bn(Excl. 0.4 KRW bn of existing prov. from Tot. 48.4 KRW bn)

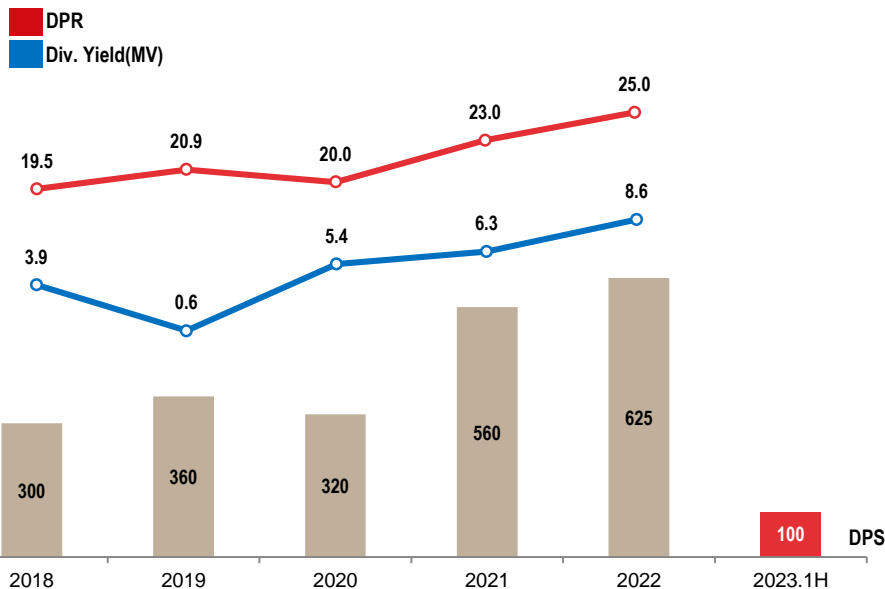
2) KNB F.I. related others 2023 2Q -10.1 KRW bn

3) KNB F.I. impact on NI 2022 1H -22.5 KRW bn, 2022 3Q(Acc.) -35.5 KRW bn

4) KNB F.I. impact on NI 2023 2Q -7.5 KRW bn

5) Added RWA(Operational Risk) led decrease

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



(KRW bn, %, Won)	2022	2021	2020	2019	2018
Net Income	810.2	791.0	519.3	562.2	502.1
Tot. Payout	202.8	181.7	103.8	114.1	97.8
DPR	25.0	23.0	20.0	20.9	19.5
DPS	625	560	320	360	300
Dividend Yield(MV)	8.6	6.3	5.4	4.6	3.9

Shareholder Return Plan

1. First Ever Regional Financial Group's Share Cancellation

- After Corp. Disclosure(July 26th), cancellation of existing treasury shares(3,846,808 shares, 23.0 KRW bn) on Aug. 10th

2. First Financial Group to payout Interim Dividends with *revised policies(Corp. Disclosure<July 26th, DPS 100 KRW>

- After Corp. Disclosure, Interim Dividends paid on Aug. 25th

3. Share Buybacks/Cancellation policies regularization(yearly) & shortening of div. payout cycle etc. shareholder return policies will be considered

- Will be included in the Mid-to-Long Term Guidance

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

Corporate Sustainability Management(ESG)

- 2021.03 ○ Establish ESG Committee under BOD
- 2021.05 ○ Join the CDP(Carbon Disclosure Project) & announce support for TCFD(Task Force on Climate Related Financial Disclosures)
- 2021.06 ○ Announce ESG Management
- 2022.03 ○ Join PCA(Partnership for Accounting), SBTi(Science Based Targets Initiative) & UN PRB
- 2022.07 ○ Announce Group's Carbon Neutral Targets & Plans
- 2022.11 ○ Korea Inst. of Corp. Gov. & Sustainability(KCGS) Evaluation "A"

ESG Highlights

- Financial Aid Project
 - Support up to 14.7 KRW tn within 3 years
- Building a System for Group's Carbon Neutral Target Management
 - Environment Mgt. System that measures Asset/Internal Carbon Outflows
- Major ESG Activities
 - ESG activities incl. BNK Earth Hour Campaign etc.
 - Survey for Human Rights Impact Assessment

Stage 1 2020

Establish ESG Strategy
Systems

Stage 2 2022

Advanced ESG
Strategy Systems

Stage 3 2025

Completion of Sustainable
Finance

4 Major Digital Strategies

1 Diversification based on Digital Experience

- Fully Digitized Retail Finance Products
- New Customer Touchpoint Diversification incl. Digital Desks

2 Strengthening Data Competency

- Establish Group Big Data & A.I. Platform
- Data-based Marketing Campaign System Management

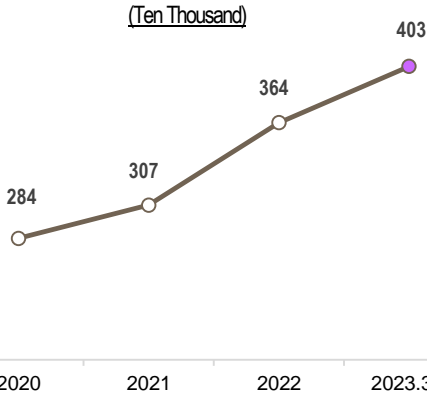
3 Changes in Process for Timeliness in Market Response

- Digitization of OTC channels changing customer touchpoints
- Back Office Process Digitization lowering costs

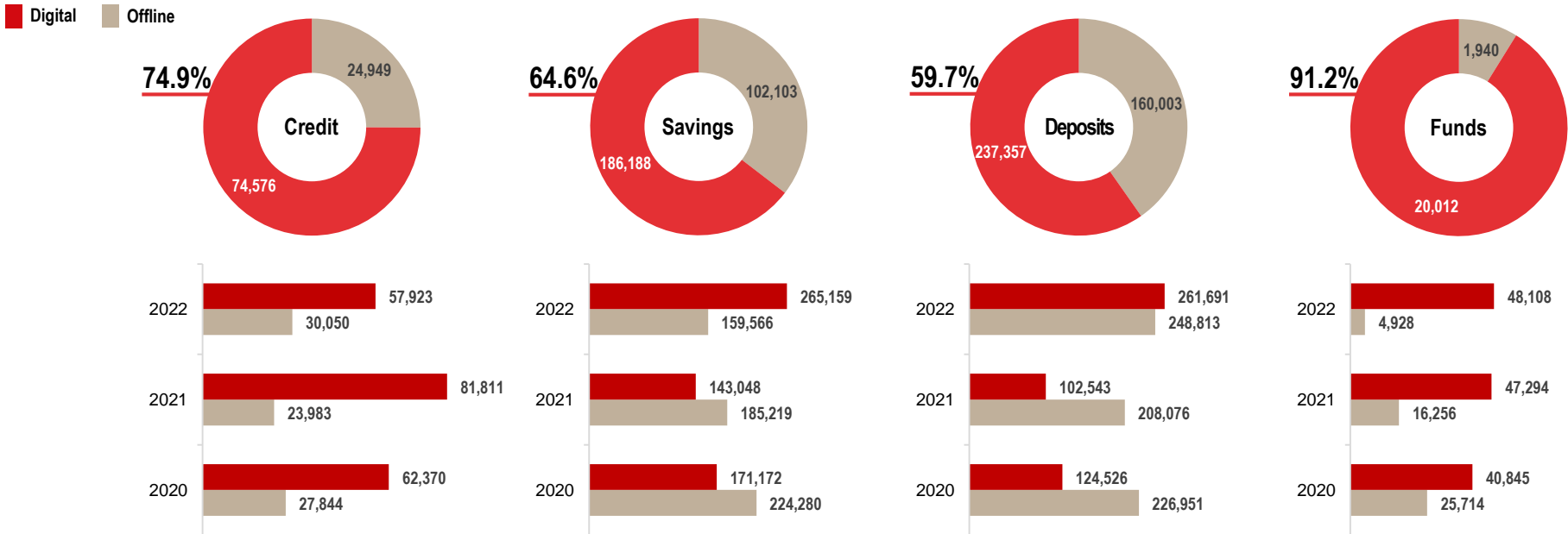
4 Optimization by Organization, Personnel Competency

- DT Cultivation & DT Corporate Culture Strengthening
- Expansion of Agile Corporate Culture

Digital Channel Mobile Subscribers



2023.2Q Accum. Main Digital Product Sales (No# of Accounts)



2023 3Q Highlights_Group Structure

I II III IV V VI

(%, KRW bn, Accumulated)

BNKFG

Est : 2011.03.15 / Tot. Assets: 174,004.0
NI : 657.0 / Employees : 7,848

BSB	KNB	Capital	Securities	MSB	AM	VC	Credit Info.	System
Est: 1967.10.10 Branches : 216 Employees : 3,483	Est: 1970.05.22 <u>Add : 2014.10.10</u> Branches : 155 Employees : 2,614	Est: 2010.07.15 Branches : 14 Employees : 529	Est: 1997.06.02 [Sec. Add : 2009.11] Branches : 4 Employees : 374	Est: 2011.12.13 Branches : 7 Employees : 144	Est: 2008.07.15 <u>Add : 2015.07.28</u> Employees : 81	Est: 2009.03.24 <u>Add : 2019.11.15</u> Employees : 23	Est: 2003.06.17 Indus. : Collection Employees : 141	Est: 2011.05.20 Indus. : IT Employees : 319
Share's Owned	Share's Owned	Share's Owned	Share's Owned	Share's Owned	Share's Owned	Share's Owned	Share's Owned	Share's Owned
100%	100%	100%	100%	100%	100%	100%	100%	100%
Tot. Assets	Tot. Assets	Tot. Assets	Tot. Assets	Tot. Assets	Tot. AUM	Tot. Assets	Tot. Assets	Tot. Assets
94,525.0	61,876.8	8,685.0	6,046.3	1,874.0	11,186.3	58.4	27.8	43.3
Net Income	Net Income	Net Income	Net Income	Net Income	Net Income	Net Income	Net Income	Net Income
393.0	231.7	102.7	15.7	1.5	5.5	2.7	2.4	3.5

Affiliates

Cambodia	Myanmar	Laos PDR	Kazakhstan	Kyrgyzstan
Est: 2014.03.07 Employees : 376 Share's Owned : 100% Tot. Assets: 120.7 KRW bn 2015.06 Start	Est: 2014.03.21 Employees : 528 Share's Owned : 99.9% Tot. Assets : 39.6 KRW bn 2014.12 Start	Est: 2015.04.24 Employees : 71 Share's Owned : 97% Tot. Assets : 46.7 KRW bn 2015.07 Start	Est: 2018.06.01 Employees : 90 Share's Owned : 100% Tot. Assets : 52.9 KRW bn 2018.11 Start	Est: 2022.09.16 Employees : 19 Share's Owned : 100% Tot. Assets : 5.4 KRW bn 2022.12 Start

Profitability_Group Earnings

I

II

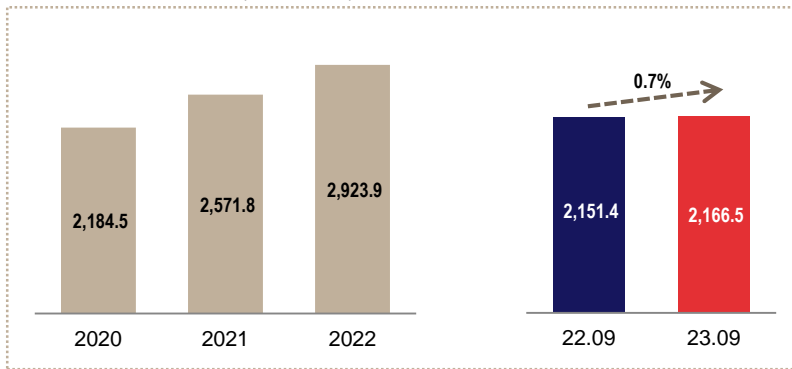
III

IV

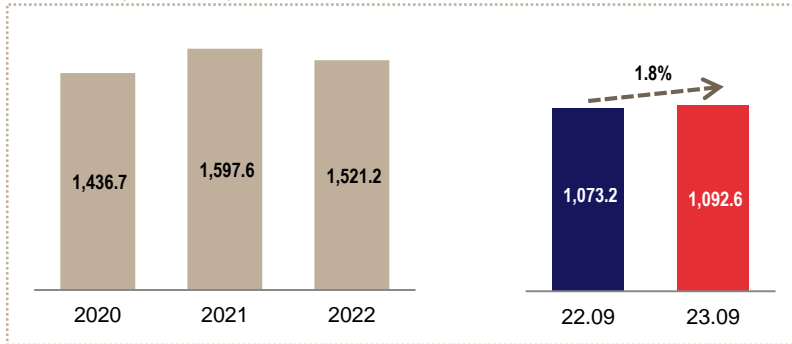
V

VI

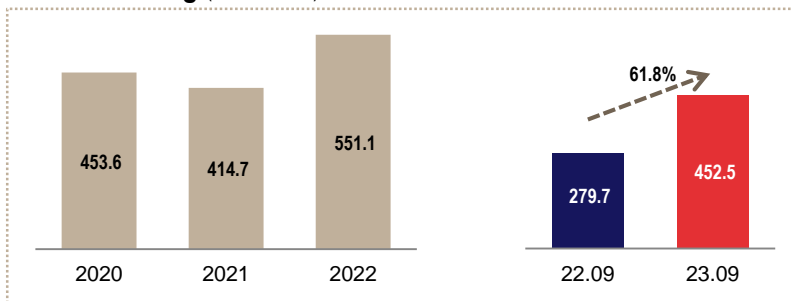
Interest Income (% , KRW bn)



SG&A (% , KRW bn)

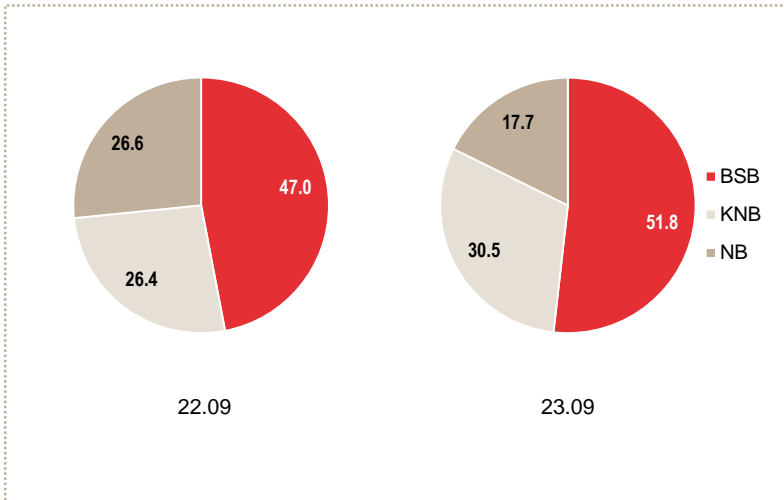


Provisioning (% , KRW bn)

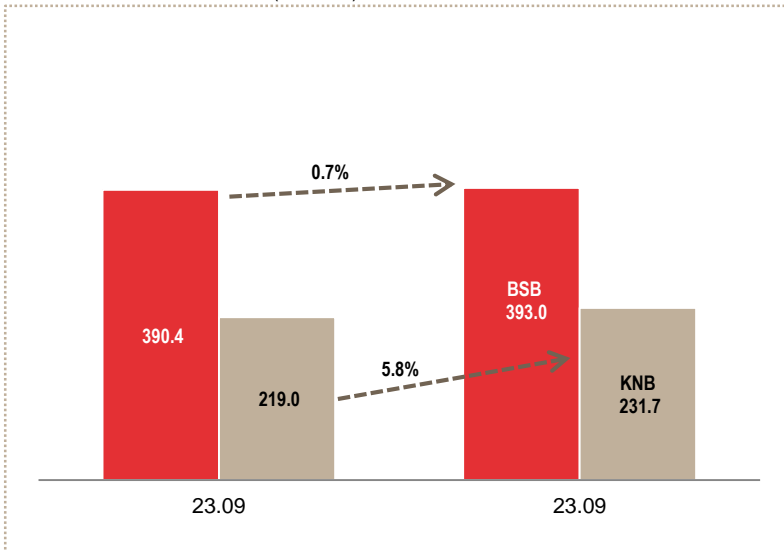


(KRW bn,%)	23.09	22.09	YoY	23.3Q	23.2Q	QoQ
Net Interest Income	2,166.5	2,151.4	0.7	717.4	717.7	-0.04
Net Fee Income	203.0	338.7	-40.1	68.2	67.2	1.5
Others	44.5	-68.7	Net Gain	-12.8	16.7	Net Loss
SG&A(-)	1,092.6	1,073.2	1.8	342.6	357.1	-4.1
Provision Expense(-)	452.5	279.7	61.8	162.7	164.9	-1.3
Non-Operating Income	32.6	-38.4	Net Gain	15.8	-9.9	Net Gain
Earnings Before Income Tax	901.5	1,030.1	-12.5	283.3	269.7	5.0
Income Tax Expense(-)	213.4	265.7	-19.7	70.9	62.3	13.8
Net Income(A)	688.1	764.4	-10.0	212.4	207.4	2.4
Net Income in Non-Controlling Interest(B)	31.1	36.7	-15.3	8.1	11.5	-29.6
Net Income in Controlling Interest(C) (C) = (A) - (B)	657.0	727.7	-9.7	204.3	195.9	4.3

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

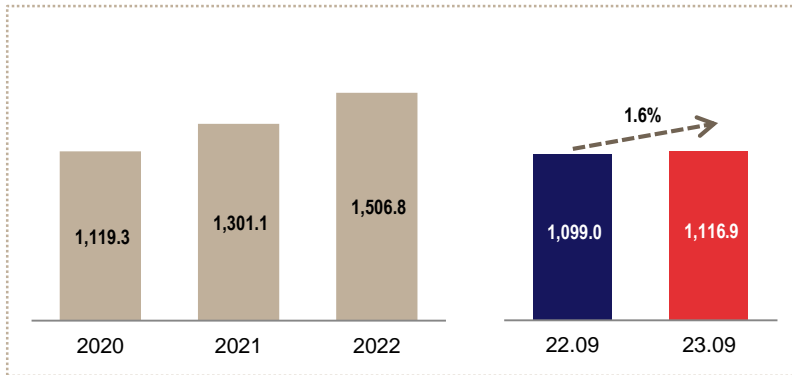


□ Banks Net Income (KRW bn)

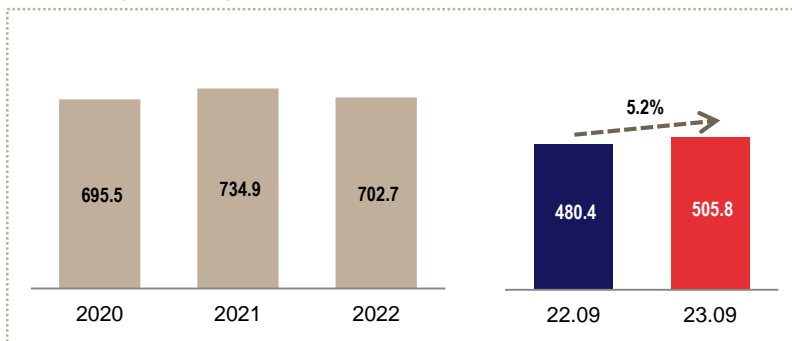


(KRW bn,%)	23.09	22.09	YoY	23.3Q	23.2Q	QoQ
Bank(A)	624.7	609.4	2.5	204.7	189.7	7.9
BSB	393.0	390.4	0.7	126.8	120.9	4.9
KNB	231.7	219.0	5.8	77.9	68.8	13.2
Non-Bank(B)	134.0	221.1	-39.4	33.4	42.2	-20.9
Capital	102.7	159.6	-35.7	31.5	38.6	-18.4
Securities	15.7	61.5	-74.5	-3.1	-0.3	-
MSB	1.5	8.8	-83.0	2.3	-1.5	Net Gain
AM	5.5	-14.5	Net Gain	-0.3	2.1	Net Loss
Venture Capital	2.7	1.0	170.0	1.0	1.1	-9.1
Credit Info	2.4	1.8	33.3	0.8	0.9	-11.1
System	3.5	2.9	20.7	1.2	1.3	-7.7
Financial Group & Unconsolidated Portion(C)	-70.6	-66.1	-	-25.7	-24.5	-
Net Income in Non-Controlling Interest(D)	31.1	36.7	-15.3	8.1	11.5	-29.6
Net Income in Controlling Interest(E) (E=A+B+C-D)	657.0	727.7	-9.7	204.3	195.9	4.3

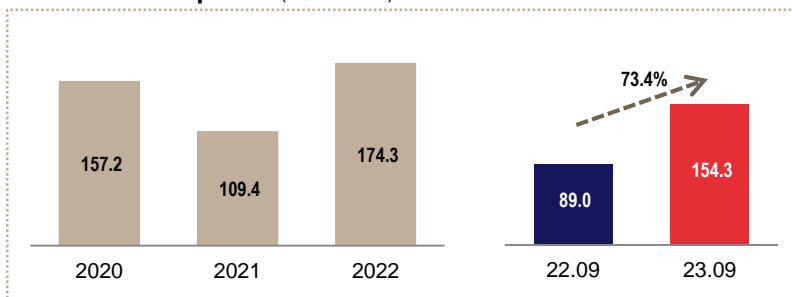
Interest Income (% , KRW bn)



SG&A (% , KRW bn)

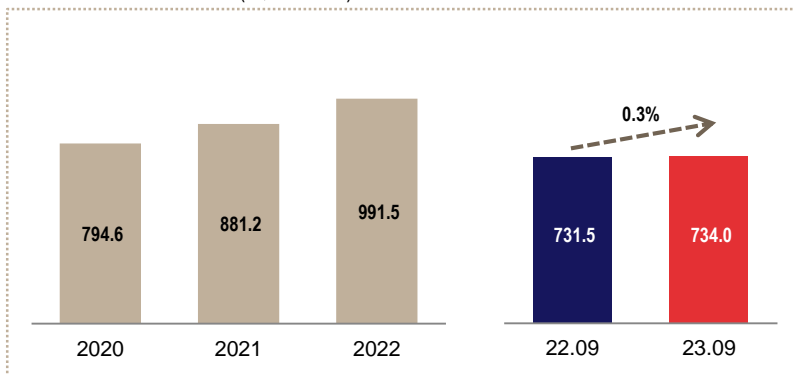


Provision Expense (% , KRW bn)

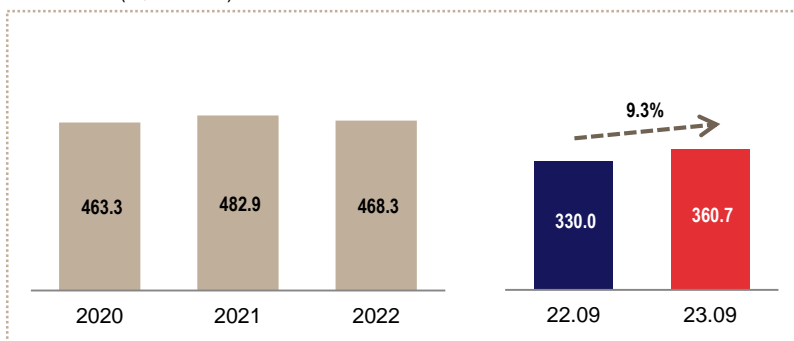


(KRW bn,%)	23.09	22.09	YoY	23.3Q	23.2Q	QoQ
Net Interest Income	1,116.9	1,099.0	1.6	369.2	364.6	1.3
Net Fee Income	53.3	63.8	-16.5	18.4	17.8	3.4
Fees from Trust Account	11.5	11.1	3.6	4.1	3.8	7.9
Others	-39.7	-92.1	-	-23.1	-7.3	-
SG&A(-)	505.8	480.8	5.2	163.2	170.3	-4.2
Provision Expense(-)	154.3	89.0	73.4	48.3	57.0	-15.3
Net Operating Income	481.9	512.0	-5.9	157.1	151.6	3.6
Non-Operating Income	21.9	3.3	563.6	6.5	2.9	124.1
Earnings Before Income Taxes	503.8	515.3	-2.2	163.6	154.5	5.9
Income Tax Expenses(-)	110.8	124.9	-11.3	36.8	33.6	9.5
Net Income	393.0	390.4	0.7	126.8	120.9	4.9

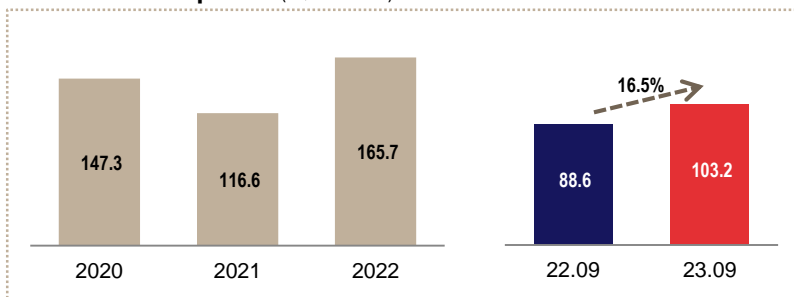
Interest Income (% , KRW bn)



SG&A (% , KRW bn)

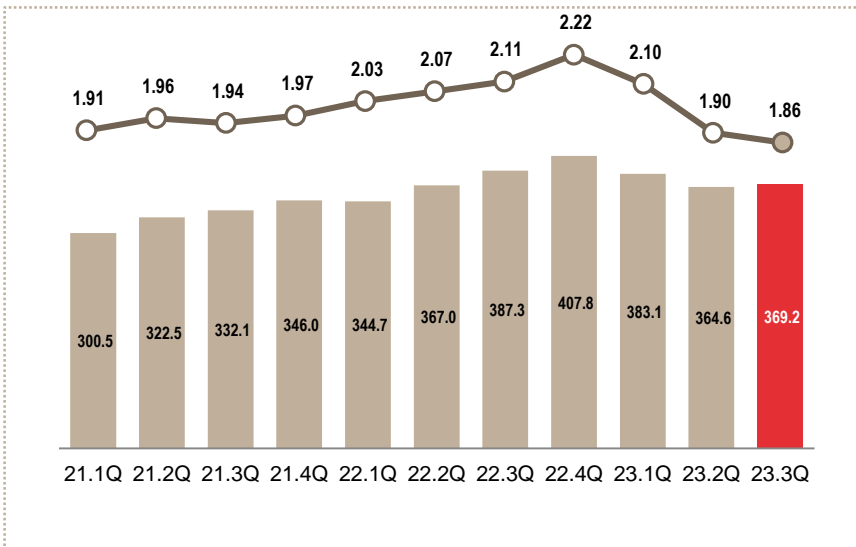


Provision Expense (% , KRW bn)



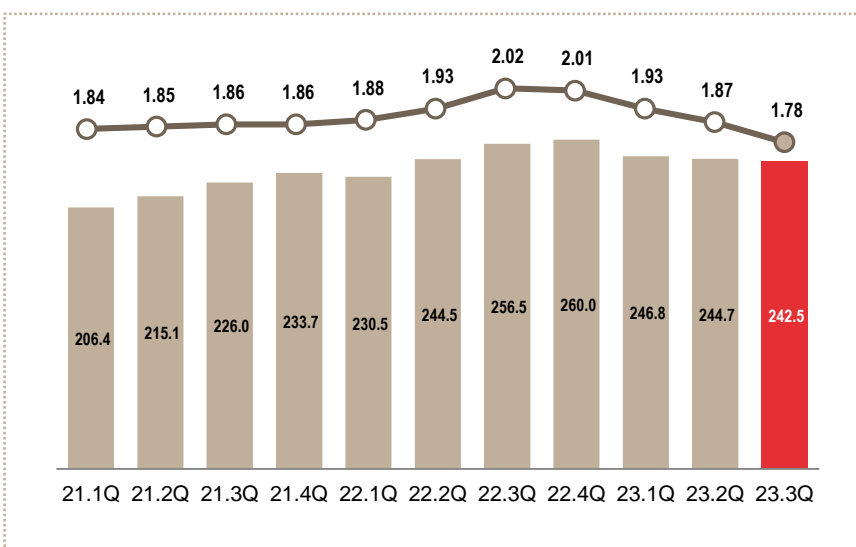
(KRW bn,%)	23.09	22.09	YoY	23.3Q	23.2Q	QoQ
Net Interest Income	734.0	731.5	0.3	242.5	244.7	-0.9
Net Fee Income	39.3	48.0	-18.1	19.2	9.2	108.7
Fees from Trust Account	6.8	7.0	-2.9	2.1	2.4	-12.5
Others	-25.9	-31.3	-	-12.5	-13.8	-
SG&A(-)	360.7	330.0	9.3	112.4	118.1	-4.8
Provision Expense(-)	103.2	88.6	16.5	44.5	29.4	51.4
Net Operating Income	290.3	336.6	-13.8	94.4	95.0	-0.6
Non-Operating Income	7.1	-50.5	Net Gain	6.6	-8.1	Net Gain
Earnings Before Income Taxes	297.4	286.1	3.9	101.0	86.9	16.2
Income Tax Expenses(-)	65.7	67.1	-2.1	23.1	18.1	27.6
Net Income	231.7	219.0	5.8	77.9	68.8	13.2

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



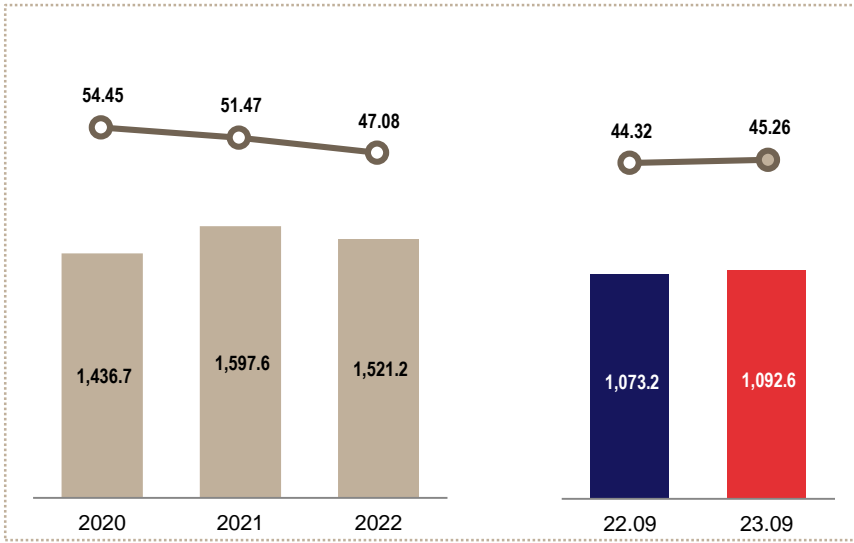
(%, KRW tn)	23.3Q	23.2Q	23.1Q	22.4Q	22.3Q
Quarterly NIM	1.86	1.90	2.10	2.22	2.11
Quarterly NIS	2.15	2.22	2.44	2.56	2.38
Interest Rate on KRW Loans	5.19	5.20	5.33	4.73	3.95
Interest Rate paid on KRW Deposits	3.04	2.98	2.89	2.17	1.57
Average Interest Earning Assets	69.4	67.8	66.2	66.0	64.6
Accumulated NIM	1.95	2.00	2.10	2.11	2.07

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



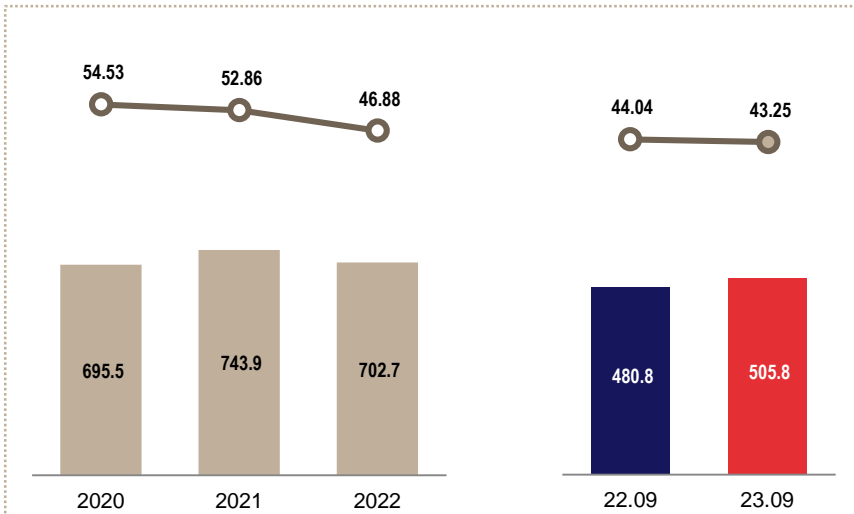
(%, KRW tn)	23.3Q	23.2Q	23.1Q	22.4Q	22.3Q
Quarterly NIM	1.78	1.87	1.93	2.01	2.02
Quarterly NIS	2.12	2.20	2.25	2.29	2.28
Interest Rate on KRW Loans	5.21	5.21	5.16	4.55	3.89
Interest Rate paid on KRW Deposits	3.09	3.01	2.91	2.26	1.61
Average Interest Earning Assets	46.8	45.6	45.1	44.9	43.9
Accumulated NIM	1.86	1.90	1.93	1.96	1.95

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

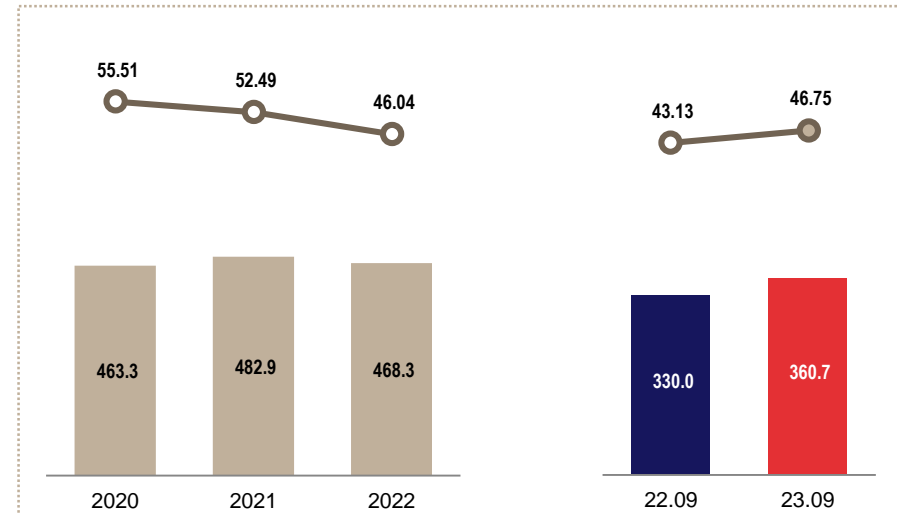


(KRW bn, %)	23.09	22.09	YoY	23.3Q	23.2Q	QoQ
SG&A	1,092.6	1,073.2	1.8	342.6	357.1	-4.1
CIR	45.26	44.32	0.94	44.33	44.55	-0.22

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

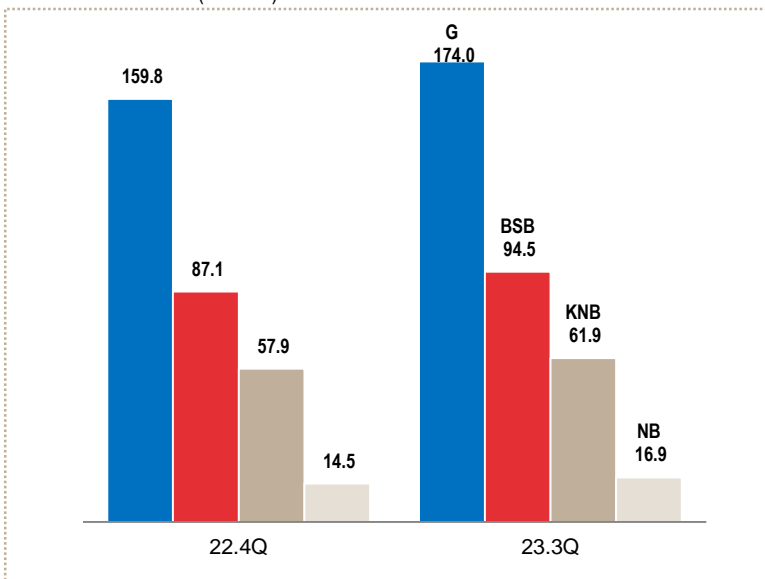


KNB SG&A & CIR (% , KRW bn)

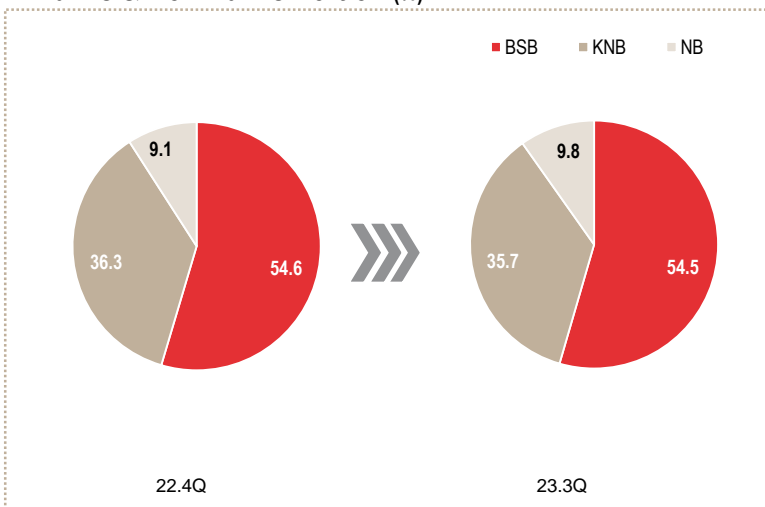


Note) Bank's CIR, non-consolidated

☐ Total Assets (KRW tn)



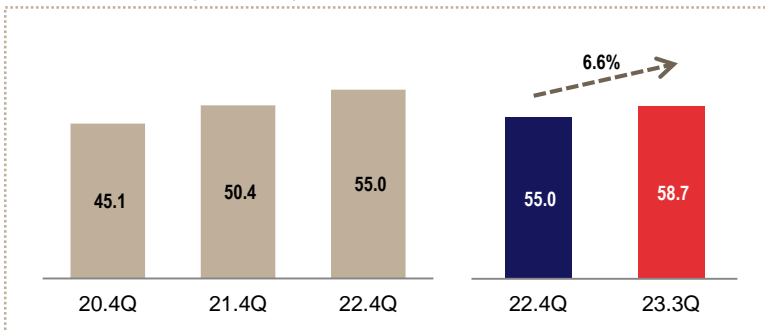
☐ Banks & Non-Banks Portion (%)



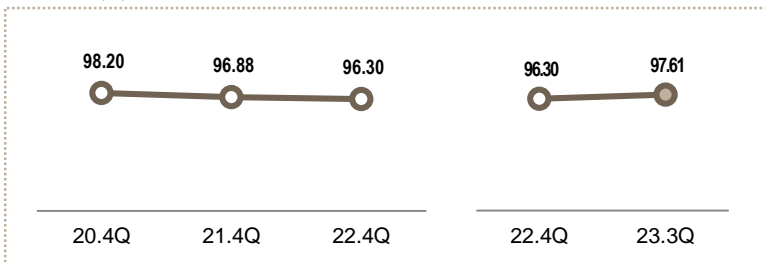
☐ Group Total Assets

(KRW bn,%)	23.3Q	22.4Q	YTD	23.2Q	QoQ
Bank	156,401.8	145,011.6	7.9	15,1451.8	3.3
BSB	94,525.0	87,104.2	8.5	91,063.4	3.8
KNB	61,876.8	57,907.4	6.9	60,388.4	2.5
Non-Bank	16,941.4	14,544.3	16.5	15,526.2	9.1
Capital	8,685.0	8,605.2	0.9	8,629.4	0.6
Securities	6,046.3	3,914.3	54.5	4,809.6	25.7
MSB	1,874.0	1,704.2	10.0	1,751.7	7.0
Asset Mgt.	206.6	208.1	-0.7	208.7	-1.0
Venture Capital	58.4	54.6	7.0	56.5	3.4
Credit Info	27.8	25.5	9.0	26.8	3.7
System	43.3	32.4	33.6	43.5	-0.5
Financial Group & Unconsolidated Portion	660.8	293.9	124.8	723.5	-8.7
Group Total Assets	174,004.0	159,849.8	8.9	167,701.5	3.8

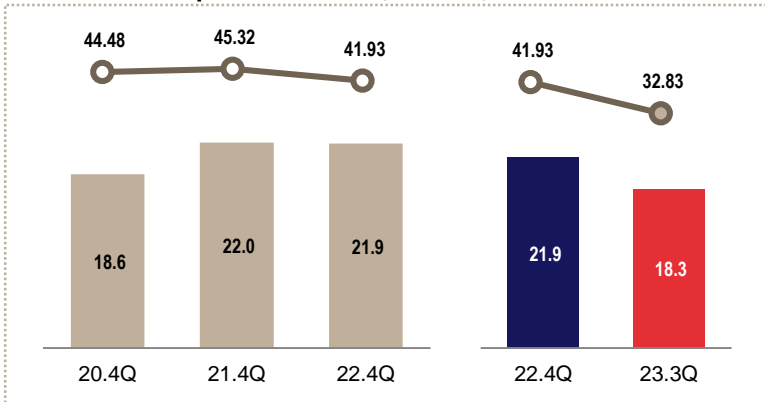
▣ KRW Loans (% , KRW tn)



▣ LDR (%)



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

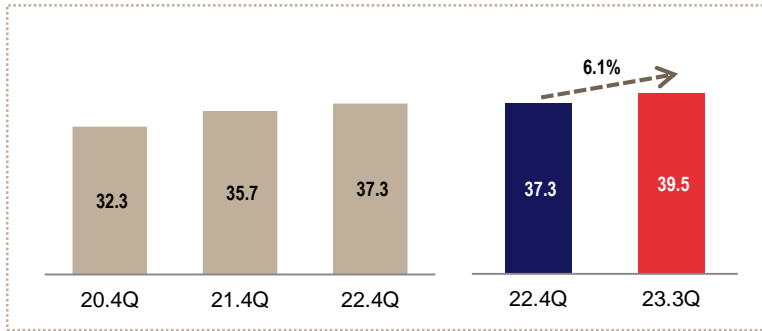


(KRW bn, %, Balance)	23.3Q	22.4Q	YTD	23.2Q	QoQ
KRW Loans¹⁾	58,670.7	55,014.2	6.6	57,298.3	2.4
Corporate	37,923.4	36,353.3	4.3	37,592.0	0.9
SME	34,852.7	33,739.3	3.3	34,612.3	0.7
(SOHO) ²⁾	17,037.8	16,328.9	4.3	17,251.5	-1.2
Large Corps.	3,070.7	2,614.0	17.5	2,979.7	3.1
Household	19,203.2	17,325.3	10.8	18,185.5	5.6
Mortgage	14,685.8	12,870.9	14.1	13,756.4	6.8
Public	1,544.1	1,335.6	15.6	1,520.8	1.5
Foreign Currency Loans¹⁾	778.5	769.1	1.2	745.6	4.4
KRW Deposits¹⁾	58,192.9	55,164.6	5.5	57,005.0	2.1
Low Cost Deposits	18,590.9	18,772.6	-1.0	18,412.7	1.0
Core Deposits	15,472.6	15,743.4	-1.7	15,928.4	-2.9
MMDA	3,118.3	3,029.2	2.9	2,484.3	25.5

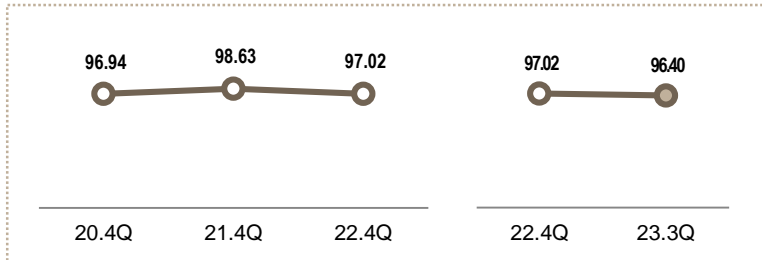
(KRW bn, %, %p, Average Balance)	23.3Q	22.4Q	YTD	23.2Q	QoQ
Low-Cost Deposits(A)	18,323.5	21,904.9	-16.3	18,274.9	0.3
Core Deposits ²⁾	15,538.0	18,213.1	-14.7	15,473.4	0.4
MMDA	2,785.5	3,691.8	-24.5	2,801.5	-0.6
KRW Deposits(B)	55,811.6	52,241.4	6.8	54,940.1	1.6
A / B	32.83	41.93	-9.10	33.26	-0.43

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

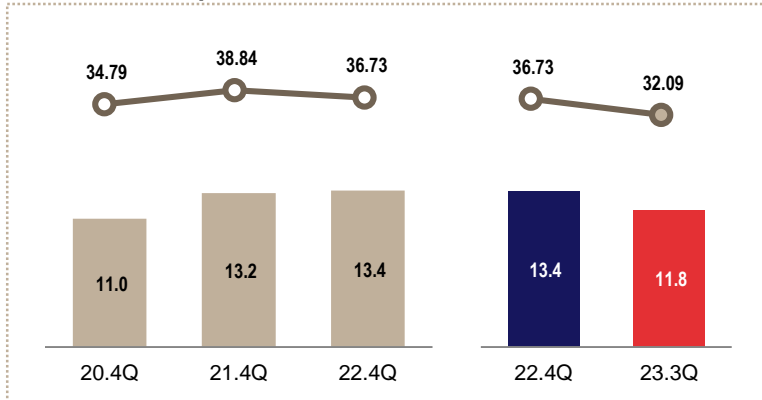
□ KRW Loans (% , KRW tn)



□ LDR (%)



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

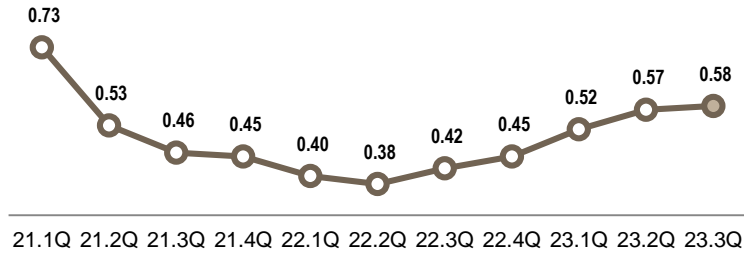


(KRW bn, %, Balance)	23.3Q	22.4Q	YTD	23.2Q	QoQ
KRW Loans¹⁾	39,507.9	37,226.8	6.1	38,218.0	3.4
Corporate	26,821.8	24,741.4	8.4	25,671.6	4.5
SME	24,810.3	23,029.2	7.7	23,917.8	3.7
(SOHO) ²⁾	8,140.9	7,689.4	5.9	7,999.3	1.8
Large Corps.	2,011.5	1,712.2	17.5	1,753.8	14.7
Household	12,254.7	12,095.7	1.3	12,144.1	0.9
Mortgage	9,596.3	9,584.6	0.1	9,548.9	0.5
Public	431.4	389.7	10.7	402.3	7.2
Foreign Currency Loans¹⁾	82.8	109.2	-24.2	106.1	-22.0
KRW Deposits¹⁾	37,711.0	36,372.9	3.7	36,672.2	2.8
Low Cost Deposits	11,402.2	11,851.3	-3.8	11,637.9	-2.0
Core Deposits	10,210.3	10,562.0	-3.3	10,411.1	-1.9
MMDA	1,191.9	1,289.3	-7.6	1,226.8	-2.8

(KRW bn, %, %p, Average Balance)	23.3Q	22.4Q	YTD	23.2Q	QoQ
Low-Cost Deposits(A)	11,844.9	13,401.9	-11.6	11,900.9	-0.5
Core Deposits ²⁾	10,530.8	11,712.8	-10.1	10,548.0	-0.2
MMDA	1,314.1	1,689.1	-22.2	1,352.9	-2.9
KRW Deposits(B)	36,906.1	36,489.0	1.1	36,419.2	1.3
A / B	32.09	36.73	-4.64	32.68	-0.59

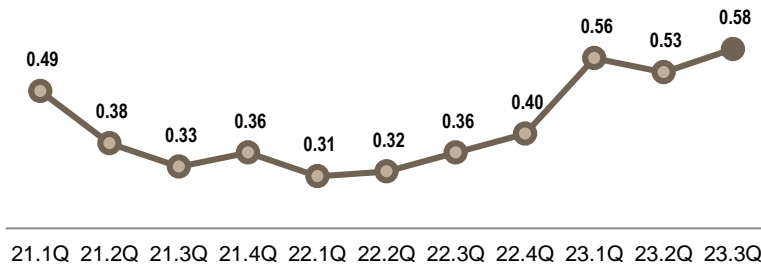
1) Unconsolidated FS, 2) SOHO(≤2 KRW bn) , 3) Core Deposits : Demand + Savings(Ex. MMDA)

□ SBL(NPL) Ratio (%)



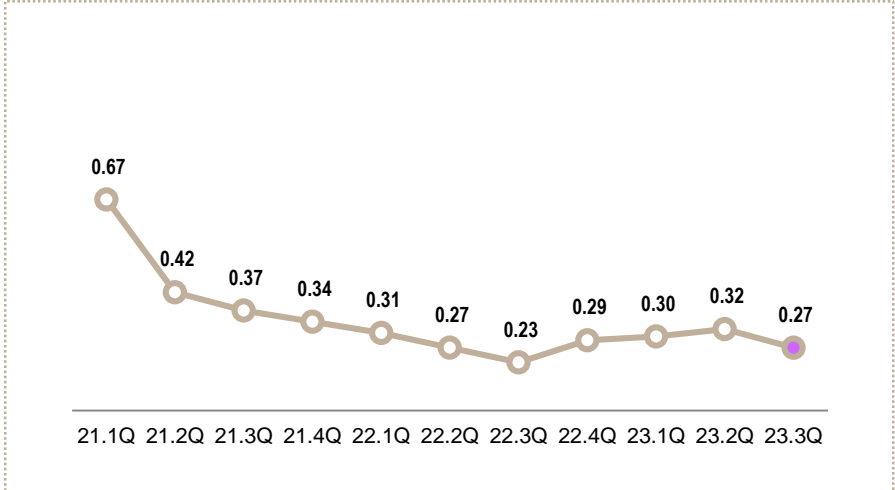
Note) Excluding Overseas subsidiaries, Consolidated SPC etc.

□ Delinquency Ratio (%)

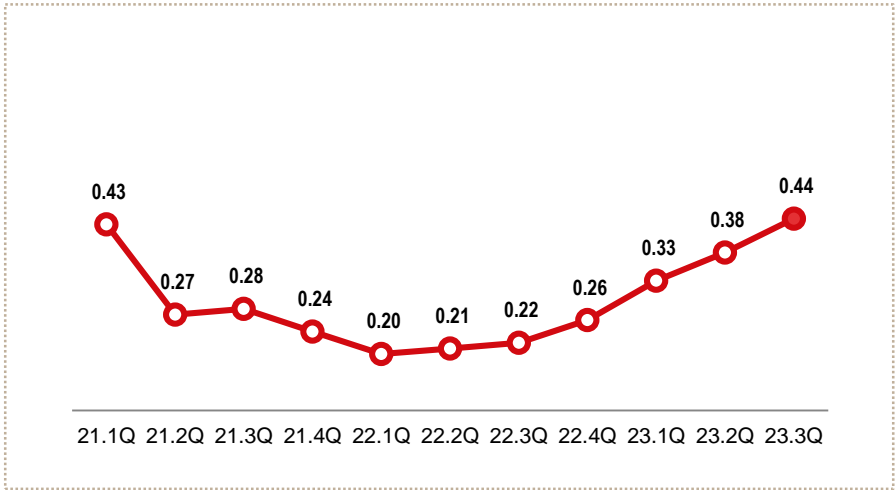


(KRW bn,%, %p)	23.3Q	22.4Q	YTD	23.2Q	QoQ
Total Credits	112,544.5	106,602.6	5.6	109,734.7	2.6
Normal	110,373.5	105,242.7	4.9	107,901.1	2.3
Precautionary	1,513.2	881.8	71.6	1,203.9	25.7
Substandard	404.1	224.7	79.8	354.6	14.0
Doubtful	154.1	90.5	70.3	149.7	2.9
Expected Loss	99.6	162.9	-38.9	125.4	-20.6
SBL(Substandard & Below Loans)	657.8	478.1	37.6	629.7	4.5
SBL Ratio	0.58	0.45	0.13	0.57	0.01
SBL Coverage Ratio (Ratio before Reserve deduction)	179.00 (243.49)	219.32 (311.69)	-40.32 (-68.20)	181.22 (246.66)	-2.22 (-3.17)
Delinquency Ratio	0.58	0.40	0.18	0.53	0.05
Loan Amount	111,399.2	105,682.8	5.4	108,784.7	2.4
Delinquent Amount	651.5	418.4	55.7	576.0	13.1

□ SBL(NPL) Ratio (%)

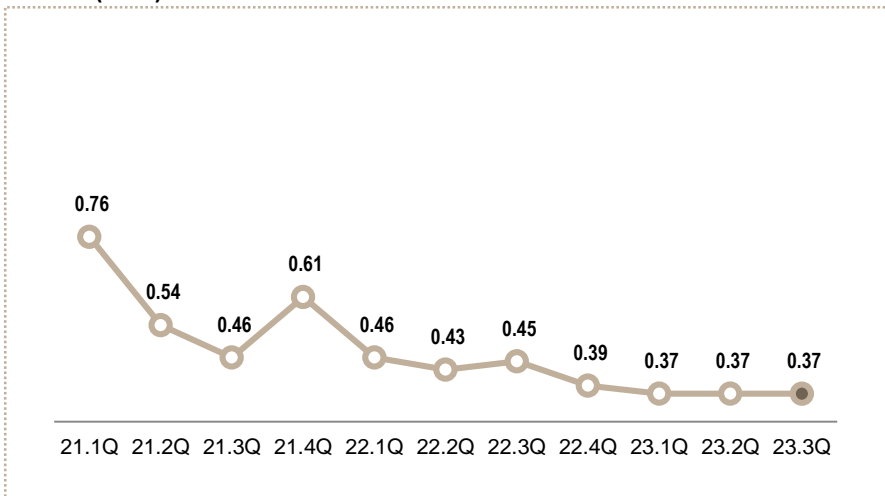


□ Delinquency Ratio (%)

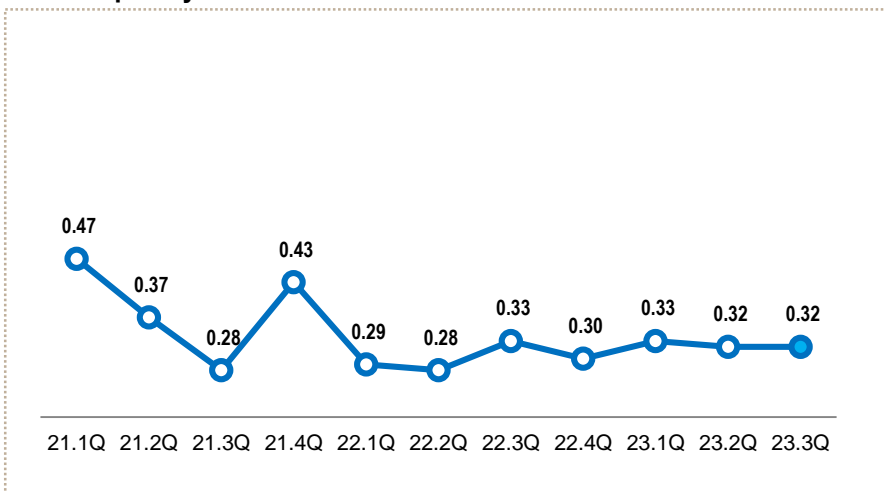


(KRW bn, %, %p)	23.3Q	22.4Q	YTD	23.2Q	QoQ
Total Credits	61,317.0	57,745.7	6.2	59,770.5	2.6
Normal	60,791.9	57,289.4	6.1	59,313.2	2.5
Precautionary	361.0	287.5	25.6	268.3	34.6
Substandard	95.3	76.0	25.4	110.6	-13.8
Doubtful	26.9	15.3	75.8	21.0	28.1
Expected Loss	41.9	77.5	-45.9	57.4	-27.0
SBL(Substandard & Below Loans)	164.1	168.8	-2.8	189.0	-13.2
SBL Ratio	0.27	0.29	-0.02	0.32	-0.05
SBL Coverage Ratio (Ratio before Reserve deduction)	327.89 (432.84)	294.64 (417.31)	33.25 (15.53)	276.54 (377.81)	51.35 (55.03)
Delinquency Ratio	0.44	0.26	0.18	0.38	0.06
Loan Amount	60,476.1	57,078.6	6.0	59,097.3	2.3
Delinquent Amount	264.5	149.3	77.2	227.5	16.3

□ SBL(NPL) Ratio (%)



□ Delinquency Ratio (%)



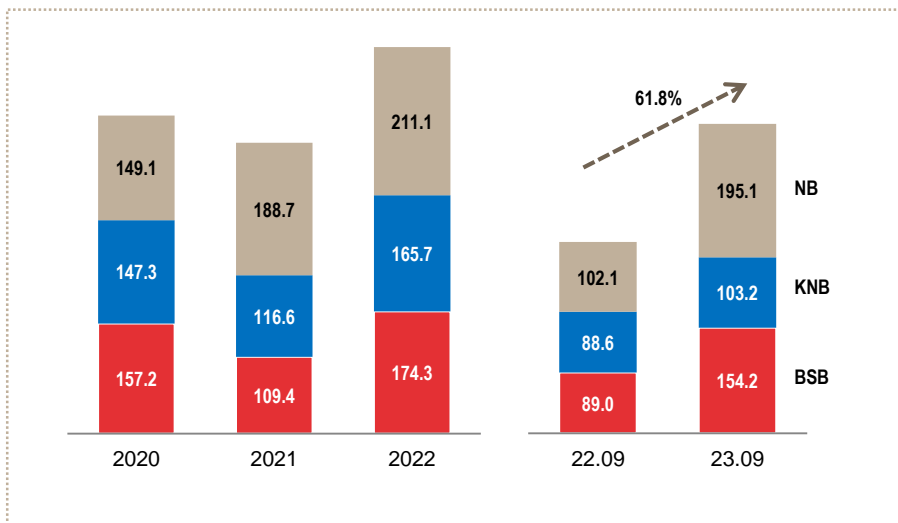
(KRW bn,%, %p)	23.3Q	22.4Q	YTD	23.2Q	QoQ
Total Credits	40,506.8	38,288.2	5.8	39,266.0	3.2
Normal	40,073.3	37,896.7	5.7	38,849.4	3.2
Precautionary	283.2	241.3	17.4	272.1	4.1
Substandard	93.8	91.9	2.1	83.1	12.9
Doubtful	28.6	21.9	30.6	27.3	4.8
Expected Loss	27.9	36.4	-23.4	34.1	-18.2
SBL(Substandard & Below Loans)	150.3	150.2	0.1	144.5	4.0
SBL Ratio	0.37	0.39	-0.02	0.37	-
SBL Coverage Ratio (Ratio before Reserve deduction)	228.40 (314.15)	203.95 (303.60)	24.45 (10.55)	228.45 (319.62)	-0.05 (-5.47)
Delinquency Ratio	0.32	0.30	0.02	0.32	-
Loan Amount	40,222.5	38,055.8	5.7	39,009.5	3.1
Delinquent Amount	129.6	113.7	14.0	124.6	4.0

Provision Expense

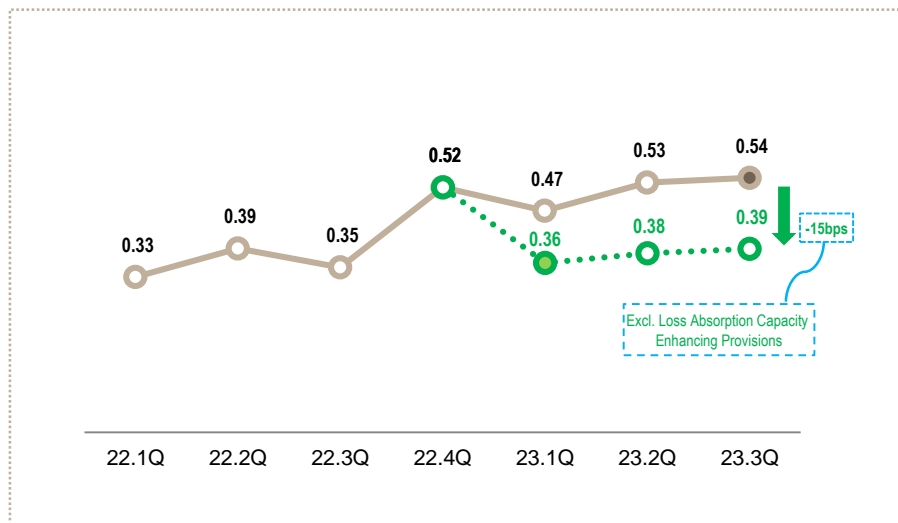
(KRW bn,%)	2023				2022					
	23.09	3Q	2Q	1Q	4Q	22.09	3Q	2Q	1Q	
Total Provisions(A)	452.5	162.7	164.9	124.9	551.1	271.4	279.7	79.5	118.4	81.8
Total Credits(B)	112,544.5	112,544.5	190,734.7	107,442.7	106,602.6	106,602.6	105,843.8	105,843.8	104,585.3	100,967.4
1)Credit Cost(A/B)	0.54	0.57	0.60	0.47	0.52	1.01	0.35	0.30	0.45	0.33

1) Accumulated

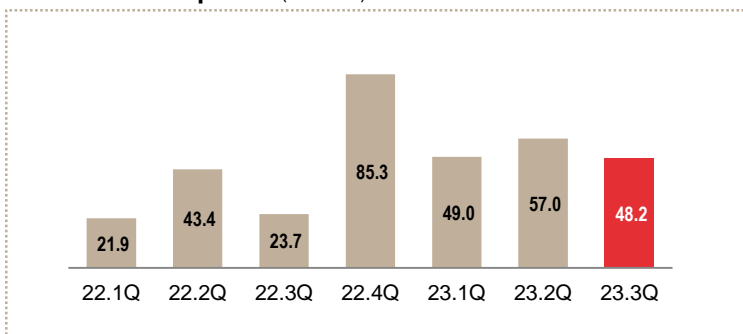
Banks & Non-Bank Provision Breakdown (KRW bn)



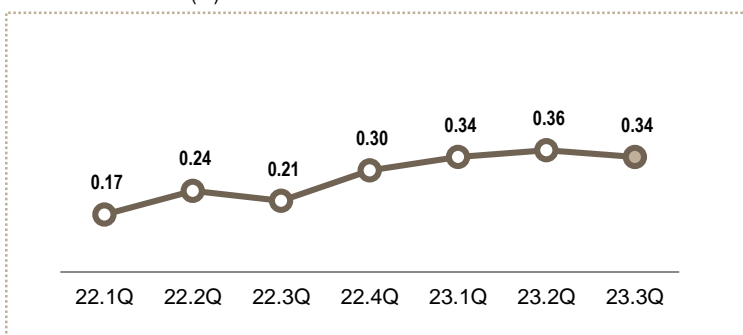
Credit Cost (%)



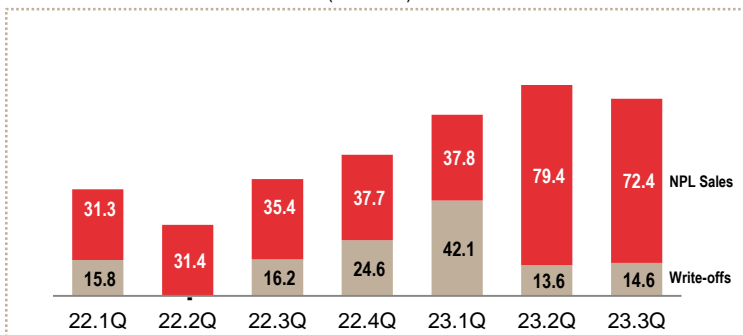
Provision Expense (KRW bn)



Credit Cost (%)



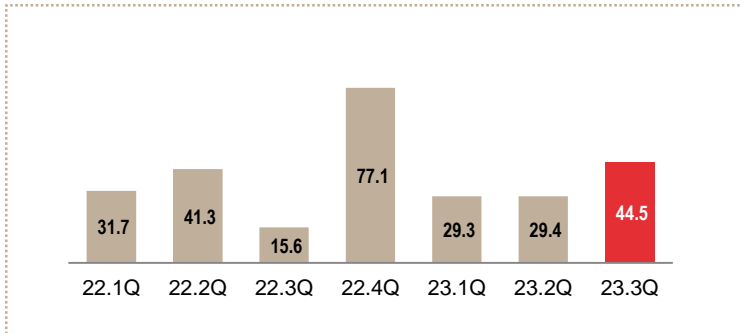
NPL Sales & Write-offs (KRW bn)



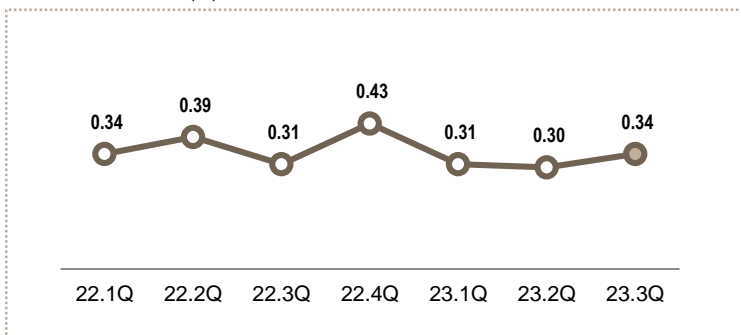
Provision Expense / Write-offs & NPL Sales

(KRW bn,%)	23.3Q	23.2Q	23.1Q	22.4Q	22.3Q	22.2Q	22.1Q
Corporate	33.2	35.9	40.2	72.6	15.2	33.7	17.5
Household	12.1	16.5	6.2	10.5	7.2	6.1	3.0
Credit Card	2.9	3.2	3.0	3.2	1.3	3.0	1.5
Others	0.0	1.4	-0.4	-1.0	0.0	0.6	-0.1
Total(A)	48.2	57.0	49.0	85.3	23.7	43.4	21.9
Total Credits(B)	61,317.0	59,770.5	58,136.6	57,745.7	55,650.3	55,639.6	53,371.1
Credit Cost(A/B)	0.31	0.38	0.34	0.59	0.17	0.31	0.17
Total Write-Offs	14.6	13.6	42.1	24.6	16.2	0.0	15.8
Corporate	5.7	5.7	35.9	14.2	4.8	0.0	10.4
Household	6.0	4.8	3.6	6.4	5.9	0.0	2.2
Credit Card	2.9	3.1	2.6	4.0	5.5	0.0	3.2
Total NPL Sales	72.4	79.4	37.8	37.7	35.4	31.4	31.3
(NPL Sales for SBL Loans)	69.8	75.1	27.3	28.6	25.4	27.3	27.6
Corporate	65.8	71.6	35.5	36.6	32.3	27.0	29.2
Household	6.0	6.9	1.6	0.7	3.0	4.3	1.3
Credit Card	0.6	0.9	0.7	0.4	0.1	0.1	0.8

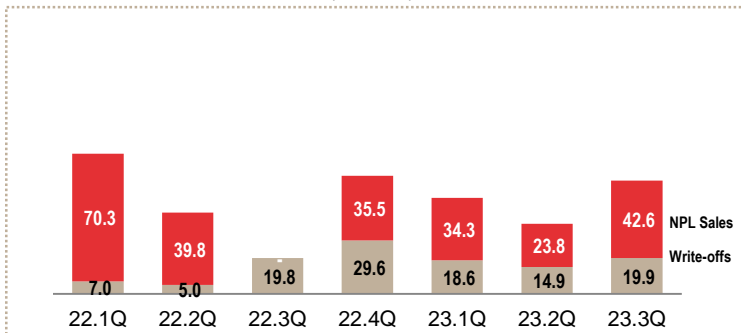
Provision Expense (KRW bn)



Credit Cost (%)



NPL Sales & Write-offs (KRW bn)



Provision Expense / Write-offs & NPL Sales

(KRW bn,%)	23.3Q	23.2Q	23.1Q	22.4Q	22.3Q	22.2Q	22.1Q
Corporate	21.9	16.9	16.1	59.3	6.6	28.5	24.3
Household	18.2	10.1	11.2	12.5	7.0	8.2	6.0
Credit Card	4.4	2.4	2.0	2.9	1.8	2.5	1.5
Others	0.0	0.0	0.0	2.4	0.2	2.1	-0.1
Total(A)	44.5	29.4	29.3	77.1	15.6	41.3	31.7
Total Credits(B)	40,506.8	39,266.0	38,850.3	38,288.2	38,271.6	38,004.9	37,602.9
Credit Cost(A/B)	0.44	0.30	0.31	0.80	0.16	0.44	0.34
Total Write-Offs	19.9	14.9	18.6	29.6	19.8	5.0	7.0
Corporate	6.5	6.9	9.1	19.9	8.1	0.5	1.6
Household	11.1	5.9	7.8	8.0	9.8	1.5	3.8
Credit Card	2.3	2.1	1.7	1.7	1.9	3.0	1.6
Total NPL Sales	42.6	23.8	34.3	35.5	0.0	39.8	70.3
(NPL Sales for SBL Loans)	38.2	22.1	31.3	34.3	0.0	39.0	66.9
Corporate	42.4	23.3	33.6	35.2	0.0	39.5	69.8
Household	0.1	0.3	0.6	0.1	0.0	0.2	0.3
Credit Card	0.1	0.2	0.1	0.2	0.0	0.1	0.2

Capital Adequacy

I

II

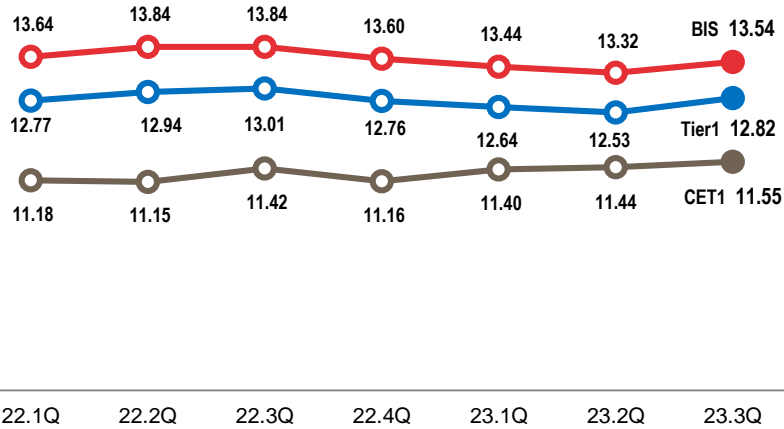
III

IV

V

VI

Group Capital Adequacy (%)



Group

(KRW bn, %, %p, Basel III IRB)	23.3Q	22.4Q	YTD	23.2Q	QoQ
Tot. Risk Adj. Capital	10,546.7	10,138.2	4.0	10,245.8	2.9
Tier I	9,986.6	9,510.1	5.0	9,639.3	3.6
(CET1)	8,999.7	8,315.9	8.2	8,802.0	2.2
Tot. R.W.A.	77,907.2	74,523.3	4.5	76,910.2	1.3
BIS Capital Ratio	13.54	13.60	-0.06	13.32	0.22
Tier I	12.82	12.76	0.06	12.53	0.29
(CET1)	11.55	11.16	0.39	11.44	0.11

BSB

(KRW bn, %, %p, Basel III I.R.B.)	23.3Q	22.4Q	YTD	23.2Q	QoQ
Tot. Risk Adj. Capital	5,629.4	5,499.9	2.4	5,580.7	0.9
Tier I	5,377.7	5,179.5	3.8	5,263.8	2.2
(CET1)	5,128.5	4,830.6	6.2	5,014.6	2.3
Tot. R.W.A.	34,395.9	33,225.8	3.5	34,013.5	1.1
BIS Capital Ratio	16.37	16.55	-0.18	16.41	-0.04
Tier I	15.63	15.59	0.04	15.48	0.15
(CET1)	14.91	14.54	0.37	14.74	0.17

KNB

(KRW bn, %, %p, Basel III I.R.B.)	23.3Q	22.4Q	YTD	23.2Q	QoQ
Tot. Risk Adj. Capital	3,470.0	3,457.3	0.4	3,419.1	1.5
Tier I	3,270.3	3,216.4	1.7	3,206.2	2.0
(CET1)	3,070.9	2,917.3	5.3	3,006.7	2.1
Tot. R.W.A.	24,198.7	22,517.2	7.5	23,446.4	3.2
BIS Capital Ratio	14.34	15.35	-1.01	14.58	-0.24
Tier I	13.51	14.28	-0.77	13.67	-0.16
(CET1)	12.69	12.96	-0.27	12.82	-0.13

Appendix_Banks KRW Loans Portfolio

I

II

III

IV

V

VI

BSB

(KRW bn, %, Balance)	2023 3Q			
	Amount	Ratio	YTD	QoQ
Manufacturing	8,835.8	15.1	1.5	-0.1
Steel Metal Products	2,518.4	4.3	2.6	0.4
Automobile Parts	1,401.2	2.4	-10.7	-5.7
Machinery	1,219.5	2.1	-2.3	-2.9
Petroleum, Rubber, etc.	1,107.9	1.9	11.4	5.9
Fabric	301.9	0.5	-10.9	-0.5
Garment & Shoes	367.8	0.6	2.2	-2.6
Kitchen Units	556.6	0.9	17.6	2.3
Electronics	429.8	0.7	13.5	3.7
Paper, Paper Mills	165.8	0.3	9.2	11.6
Others	766.9	1.3	3.6	1.0
Non-Manufacturing	30,631.7	52.2	5.7	1.2
Wholesale & Retail	4,978.7	8.5	3.3	-0.6
Public	96.7	0.2	2.2	1.0
Construction & Engineering	2,105.9	3.6	18.9	2.2
Real Estate	12,910.4	22.0	5.0	1.1
Insurance & Financing	658.3	1.1	16.2	18.0
Transportation	1,167.7	2.0	-4.2	-1.0
Hotel & Food	2,758.4	4.7	5.3	1.0
Others	5,955.6	10.2	6.4	1.6
Households	19,203.2	32.7	10.8	5.6
KRW Loans	58,670.7	100.0	6.6	2.4

KNB

*Sectors are based on FSS Business Report

(KRW bn, %, Balance)	2023 3Q			
	Amount	Ratio	YTD	QoQ
Manufacturing	10,521.3	26.6	4.7	3.5
Steel Metal Products	2,457.7	6.2	5.6	2.4
Automobile Parts	2,687.3	6.8	2.3	4.6
Machinery	2,513.6	6.4	4.9	4.1
Petroleum, Rubber, etc.	449.0	1.1	14.7	7.4
Fabric	125.5	0.3	-4.5	1.9
Garment & Shoes	33.6	0.1	28.2	34.4
Kitchen Units	391.9	1.0	2.0	-1.7
Electronics	648.7	1.6	7.3	3.3
Paper, Paper Mills	115.8	0.3	8.4	5.7
Others	1,098.2	2.8	4.2	1.3
Non-Manufacturing	16,731.9	42.4	10.9	5.2
Wholesale & Retail	3,637.4	9.2	9.4	3.8
Public	5.4	0.01	-6.9	-3.6
Construction & Engineering	938.4	2.4	11.7	3.0
Real Estate	5,463.0	13.8	9.3	6.1
Insurance & Financing	486.3	1.2	39.3	13.5
Transportation	688.5	1.7	5.0	3.2
Hotel & Food	1,527.4	3.9	15.6	6.6
Others	3,985.5	10.1	11.2	4.7
Households	12,254.7	31.0	1.3	0.9
KRW Loans	39,507.9	100.0	6.1	3.4

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

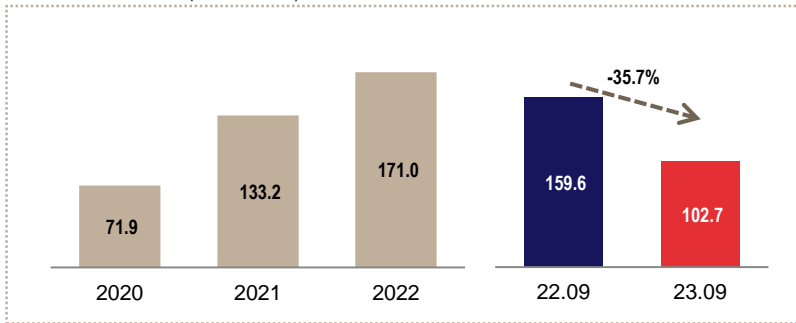
	2023.3Q					
	Steel	Auto	Construction	Shipbuilding	Shipping	Chemical
(KRW bn, %)						
Exposure	3,639.3	2,671.7	3,102.0	1,356.5	242.1	807.0
(% of Total Credits)	3.6	2.7	3.1	1.3	0.2	0.8
Collateral & Provision	2,898.0	2,104.4	2,116.0	1,118.3	153.8	547.6
Collateral & Provision Coverage	79.6	78.8	68.2	82.4	63.5	67.9
No# of Creditors	2,738	1,772	5,614	1,202	171	678

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

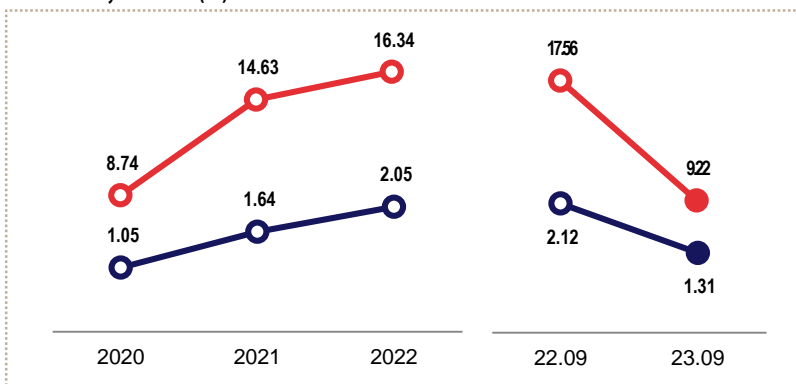
Note 2) Sectors are based on FSS Business Report

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

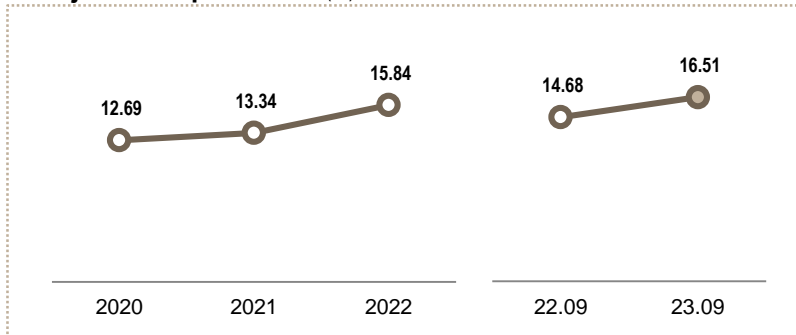
Net Income (% , KRW bn)



ROA, ROE (%)



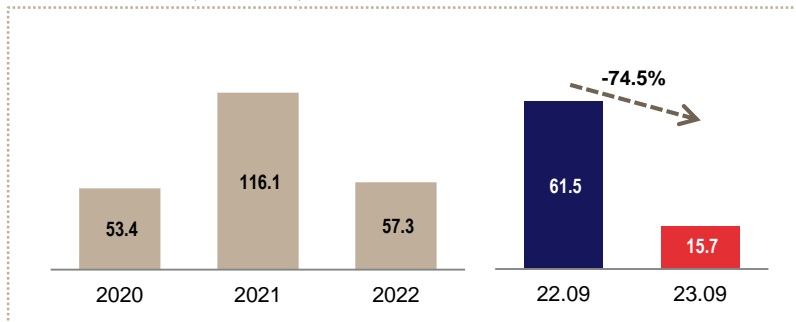
Adjusted Capital Ratio (%)



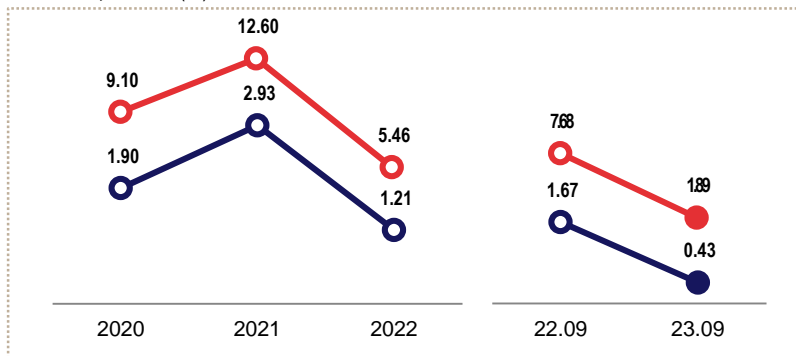
(KRW bn, %, Balance)	23.09	22.09	YoY	23.3Q	23.2Q	QoQ
Net Interest Income	247.8	265.3	-6.6	80.9	83.5	-3.1
Fee Income	19.5	49.7	-60.8	7.8	5.1	52.9
Others	76.9	49.3	56.0	26.9	36.8	-26.9
SG&A(-)	76.0	69.5	9.4	26.0	24.7	5.3
Provision Expense(-)	124.1	78.1	58.9	46.3	43.8	5.7
Non-Operating Income	-9.1	0.2	Net Loss	-1.0	-8.0	-
Earnings Before Inc. Tax	135.0	216.9	-37.8	42.3	48.9	-13.5
Income Tax Expenses(-)	32.3	57.3	-43.6	10.8	10.3	4.9
Net Income	102.7	159.6	-35.7	31.5	38.6	-18.4

(KRW bn, %, Balance)	23.3Q	22.4Q	YTD	23.2Q	QoQ
Assets	8,685.0	8,604.3	0.9	8,629.4	0.6
Cash and Dues	100.2	100.7	-0.5	108.0	-7.2
Securities	439.5	333.1	31.9	419.2	4.8
Loans	5,440.8	5,594.5	-2.7	5,525.4	-1.5
Venture Capital Business	27.5	21.8	26.1	27.5	0.0
Durables Installment Financing Assets	430.0	415.1	3.6	417.2	3.1
Leased Assets	2,064.6	1,867.6	10.5	1,952.4	5.7
Fixed Assets	21.9	17.5	25.1	19.1	14.7
Other Assets	160.5	254.0	-36.8	160.6	-0.1
Liability & Shareholder's Equity	8,685.0	8,604.3	0.9	8,629.4	0.6
Borrowings	6,785.6	6,888.3	-1.5	6,805.7	-0.3
Other Liabilities	596.6	516.8	15.4	553.1	7.9
Shareholder's Equity	1,302.8	1,199.2	8.6	1,270.6	2.5

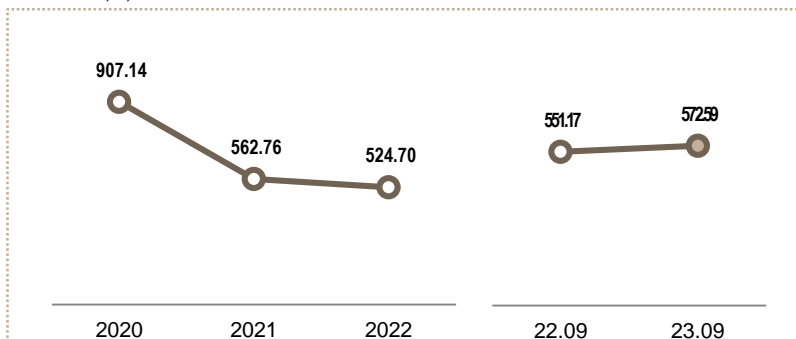
Net Income (% , KRW bn)



ROA, ROE (%)



NCR (%)

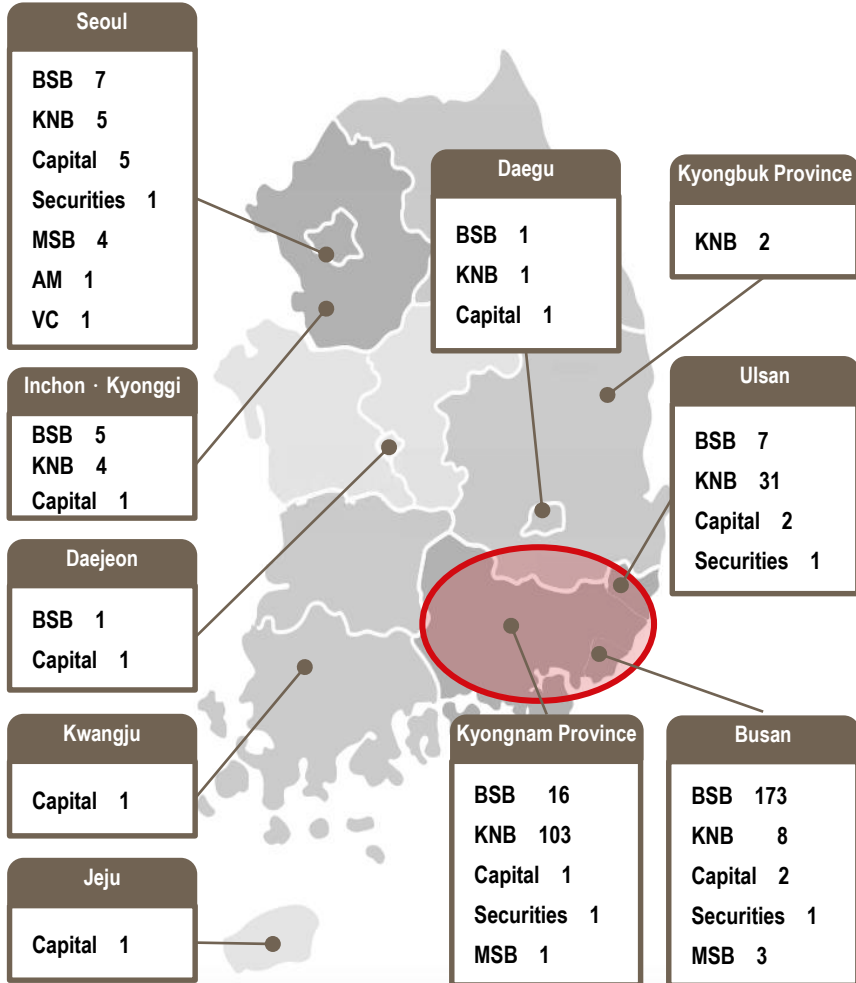


(KRW bn, %, Balance)	23.09	22.09	YoY	23.3Q	23.2Q	QoQ
Net Interest Income	56.7	43.9	29.2	19.7	19.2	2.6
Fee Income	62.3	157.6	-60.5	14.1	24.9	-43.4
Others	18.9	7.3	158.9	-5.8	-3.3	-
SG&A(-)	72.1	120.4	-40.1	15.4	17.7	-13.0
Provision Expense(-)	44.4	4.6	865.2	16.3	23.4	-30.3
Non-Operating Income	-0.3	0.4	Net Loss	-0.1	-0.6	-
Earnings Before Income Tax	21.1	84.2	-74.9	-3.8	-0.9	-
Income Tax Expenses(-)	5.4	22.7	-76.2	-0.7	-0.6	-
Net Income	15.7	61.5	-74.5	-3.1	-0.3	-

(KRW bn, %, Balance)	23.09	22.09	YoY	23.3Q	23.2Q	QoQ
Fee Income	62.3	157.6	-60.5	14.1	24.9	43.4
Fee Revenue	82.5	187.7	-56.0	20.5	30.6	-33.0
Underwriting	12.1	17.8	-32.0	4.9	2.4	104.2
Advisory	36.5	133.3	-72.6	4.0	16.4	-75.6
Brokerage	23.1	27.5	-16.0	7.8	7.9	-1.3
Others	10.8	9.1	18.7	3.8	3.9	-2.6
Fee Expense	20.2	30.1	-32.9	6.4	5.7	12.3

Networks (as of Sept. 2022) : 403 Locations

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



Population & Major Industries

- Southeastern Conurbation (7.0 Mn, 15.1% of Total Population), 13.9% of GRDP(2021)
- Exports : 142.8 USD bn(2022)
- Imports : 100.1 USD bn(2022)

