

2023 Financial Results

2024.02

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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

Profitability – Group Net Income

(KRW bn,%)	2023	2022	YoY	23.4Q	23.3Q	QoQ
Net Interest Income	2,905.5	2,923.9	-0.6	739.0	717.4	3.0
Net Fee Income	241.3	388.8	-37.9	38.3	68.2	-43.8
Others	83.0	-81.5	Net Gain	38.5	-12.8	Net Gain
SG&A(-)	1,476.0	1,521.2	-3.0	383.4	342.6	11.9
Provision Expense(-)	952.6	551.1	72.9	500.1	162.7	207.4
Net Income	669.4	822.4	-18.6	-18.7	212.4	Net Loss
Net Income in Controlling Interest	630.3	774.2	-18.6	-26.7	204.3	Net Loss

Profitability – Group Subsidiaries Net Income

(KRW bn,%)	2023	2022	YoY	23.4Q	23.3Q	QoQ
Banks(A)	626.7	698.9	-10.3	2.0	204.7	-99.0
BSB	379.1	455.8	-16.8	-13.9	126.8	Net Loss
KNB	247.6	243.1	1.9	15.9	77.9	-79.6
Non-Banks(B)	143.0	217.3	-34.2	9.0	33.4	-73.1
Capital	111.8	171.0	-34.6	9.1	31.5	-71.1
Securities	12.4	57.3	-78.4	-3.3	-3.1	-
MSB	3.1	-3.8	Net Gain	1.6	2.3	-30.4
AM	6.9	-13.8	Net Gain	1.4	-0.3	Net Gain

NI 630.3 KRW bn

(YoY -18.6%)

- Loss Absorp. Preemptive provisions & decrease in fee income led yearly decrease in NI by 18.6%

Adj. Op. Inc. 3,229.8 KRW bn

(YoY +0.04%)

- Even with growth in int. earn. assets, funding costs ↑ led int. income ↓ by 0.6%
- Even with Restricted PF growth, driven fee income ↓, gains on securities & sales of NPLs led the non-interest income up by 5.5%

SG&A 1,476.0 KRW bn

(YoY △3.0%)

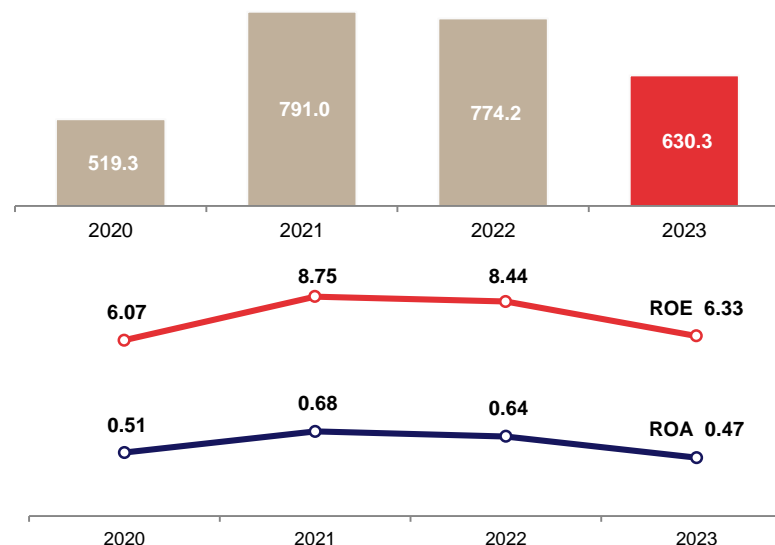
- Bank ERP ↓ led personnel costs ↓, lower securities earnings-linked bonuses led yearly 3.0% decrease

Prov. Exp. 952.6 KRW bn

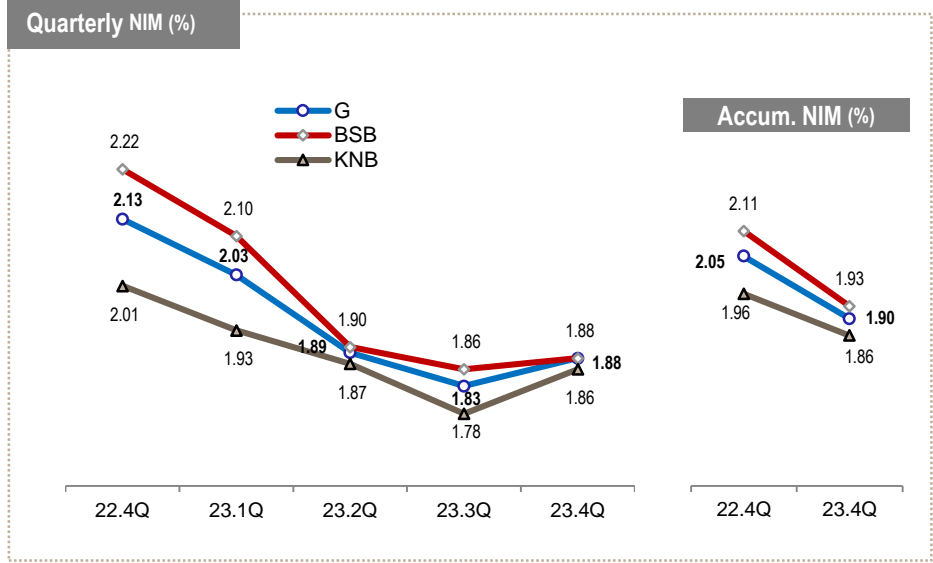
(YoY +72.9%)

- Loss Absorp. Cap. Enhancing add. Prov. (incl. PFs) led yearly 72.9% ↑ increase
- FY23 Loss Absorp: 321.9
- Co-prosperity: BSB 52.5, KNB 30.7

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



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



NIM 1.88%

(QoQ +5bps)

- Bank's improving NIS led NIM ↑ +5bps
- BSB 1.88%(+2bps), KNB 1.86%(+8bps)

※ 4Q Acc. NIM: G 1.90%, BSB 1.93%, KNB 1.86%

KRW Loans 98.4 KRWtn

(YTD +6.7%, Bks Tot)

- Non-manufacturing driven Corps., interim pay. & mortgage led House.

* BSB 6.8% (Corps. 4.5%, House 11.2%)
KNB 6.6% (Corps. 8.2%, House 3.1%)

KRW Deposits 94.9 KRWtn

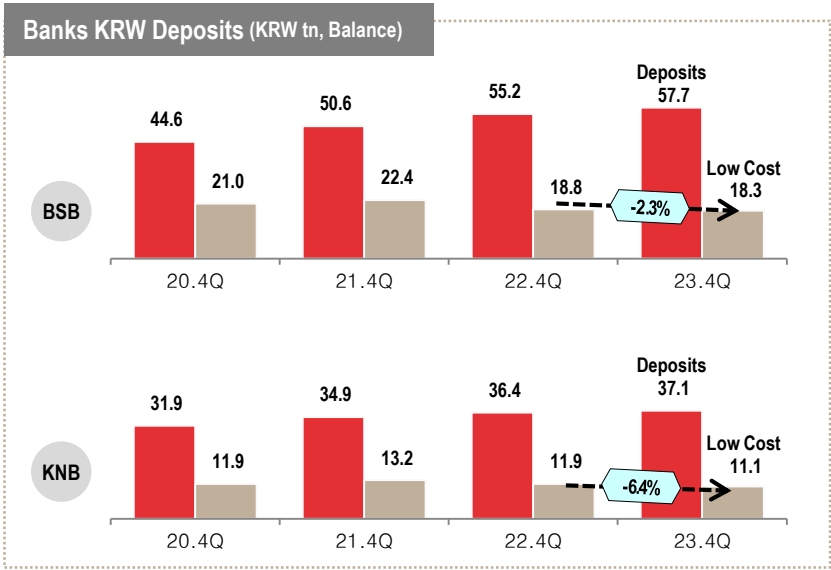
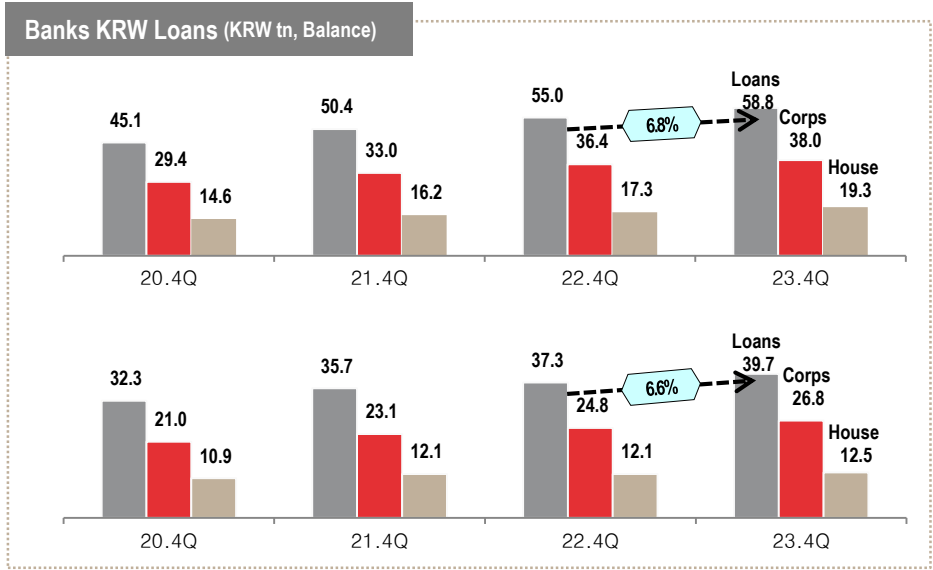
(YTD +3.7%, Bks Tot)

- Adequate gwth. trailing loan gwth. (YTD +3.7%)

L-C Deposits 29.4 KRWtn

(YTD -3.9%, Bks Tot)

- rate hike led otc deposits ↓, outflow to high yield time deposits leading ytd 3.9% decrease



2023 Highlights Asset Quality, Capital Adequacy

I

II

III

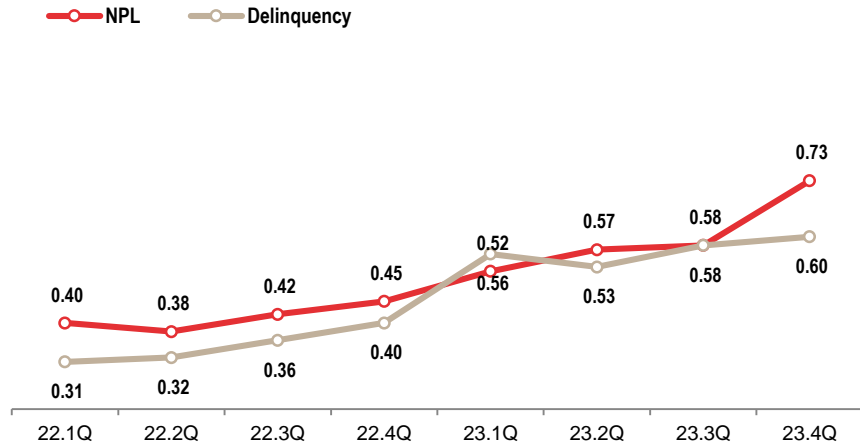
IV

V

VI

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

Group NPL Ratio, Group Delinquency Ratio(%)



NPL Ratio 0.73%

(QoQ +15bps)

- Even with preemptive risk mgt. & AQ control, saw slight increase in ratio
- BSB 0.42%(+15bps), KNB 0.39%(+2bps)

Del. Ratio 0.60%

(QoQ +2bps)

- Economic recession related insolvencies led the increase by 2bps
- BSB 0.48%(+4bps), KNB 0.34%(+2bps)

C.C. 0.84%

(YoY +32bps)

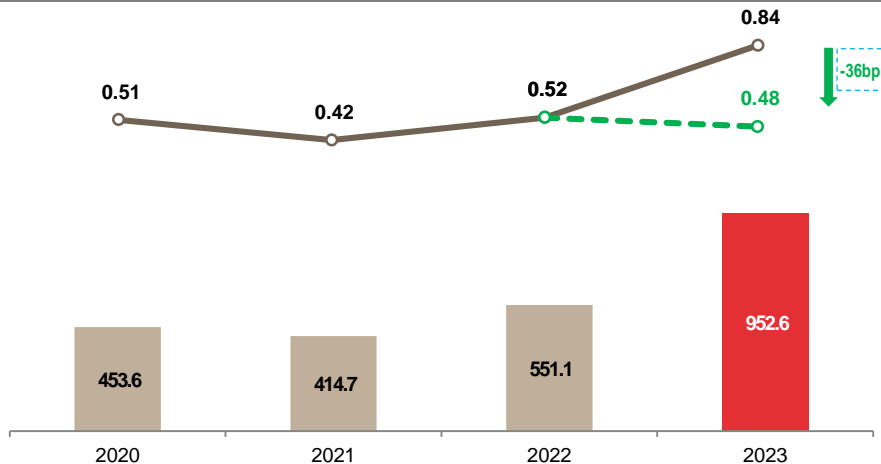
- Add. Loss Absorp. Cap. Prov., Co-Prosperty Funds etc. led yearly increase by 32bps
- C.C. 0.77% (excl. Loss A.C.)
- C.C. 0.48% (excl. Co-prosperty, Loss A.C. etc.)

CET1 Ratio 11.67%

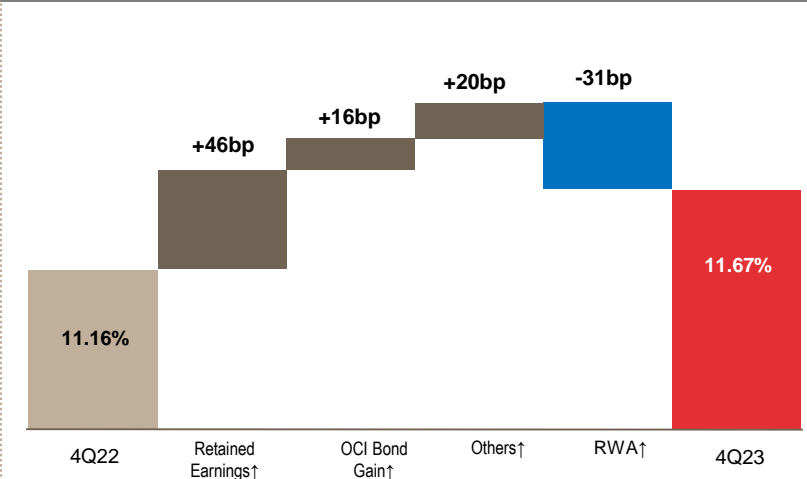
(YoY +51bps)

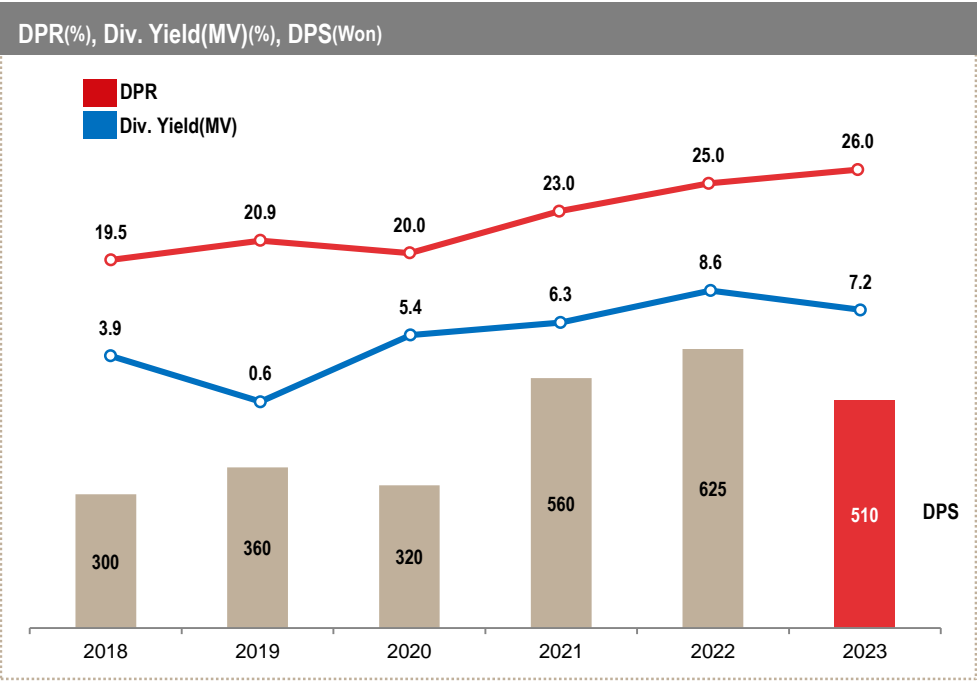
- Cont. RWA control led CET1 up by 51bps
- RWA improved by 134,740 KRW bn, leading the CET1 increase

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



CET1 Ratio Movement



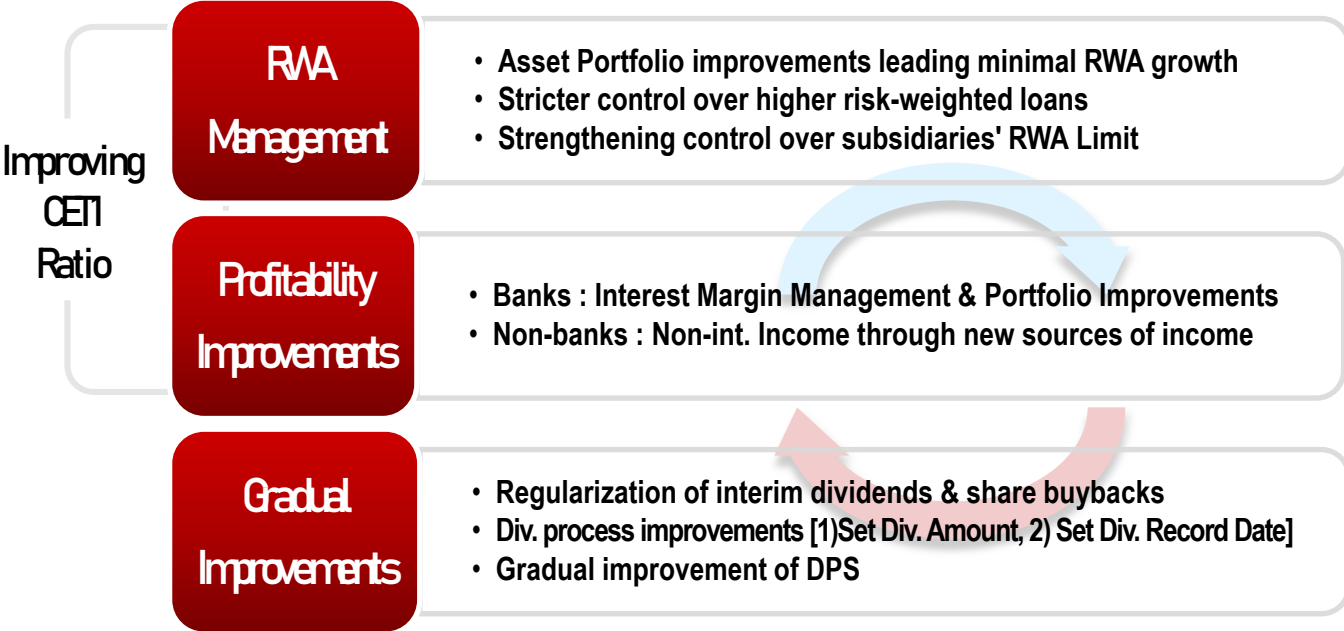


(KRW bn, %, Won)	2023	2022	2021	2020	2019	2018
Net Income	630.3	810.2	791.0	519.3	562.2	502.1
Tot. Payout	164.3	202.8	181.7	103.8	114.1	97.8
DPR	26.0	25.0	23.0	20.0	20.9	19.5
DPS	510	625	560	320	360	300
Dividend Yield(MV)	7.2	8.6	6.3	5.4	4.6	3.9
Outstanding Shares(mil.)	322	324	324	324	325	325

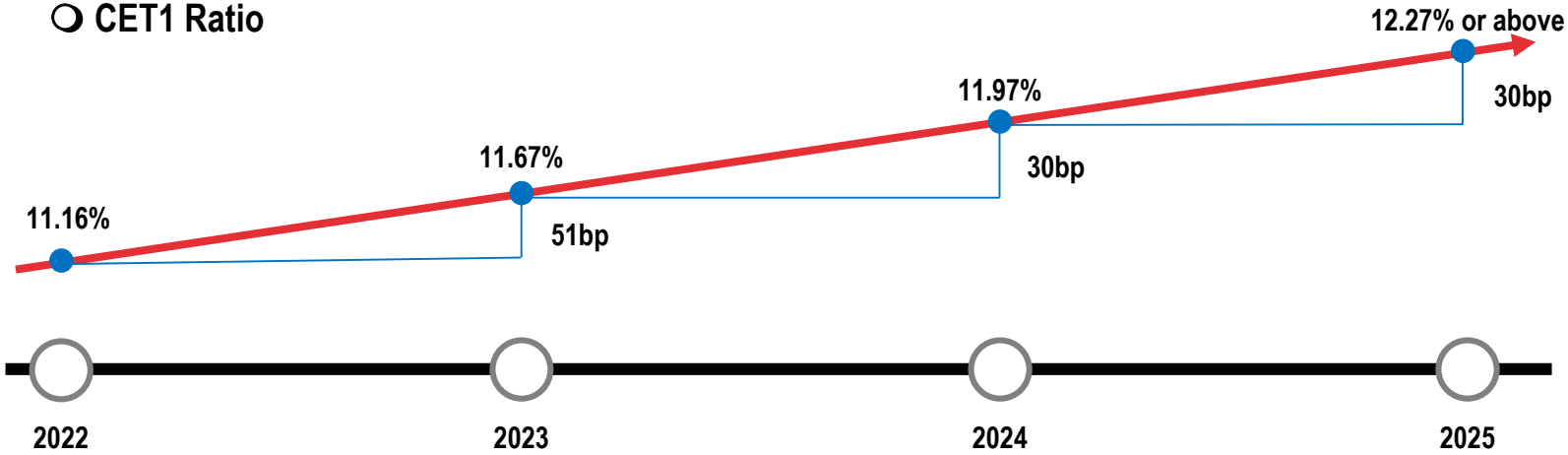
Shareholder Return Plan

- 1. **DPS : 510 KRW** (YoY -115 KRW), **DPR : 26.0%** (YoY +1.0%p)
- 2. **2% of Net Income(i.e. 13.0 KRW bn) will be used for share buyback**
 📄 Total Shareholder Return 28.0% (YoY +1.0%p)

SHAREHOLDER RETURN



○ CET1 Ratio



2023 Earnings Reference Material

I

II

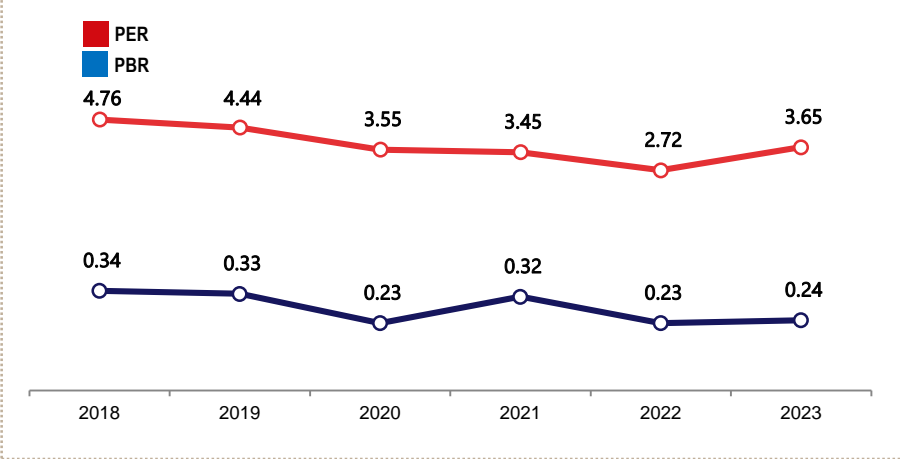
III

IV

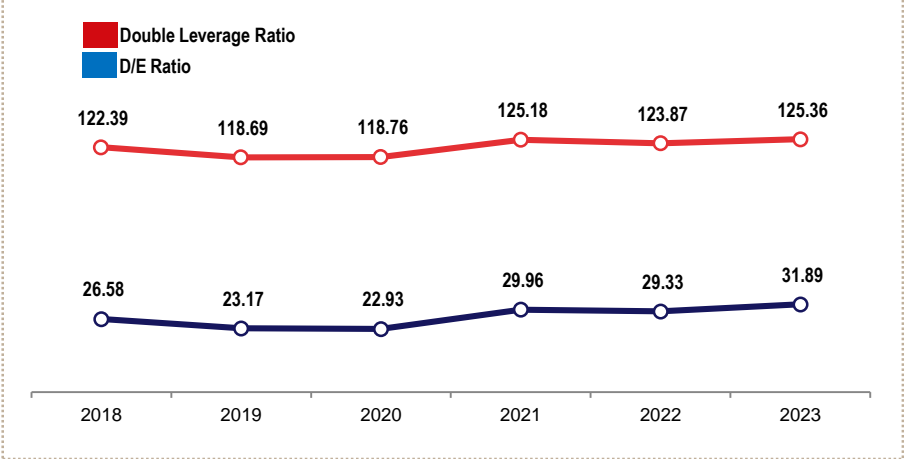
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VI

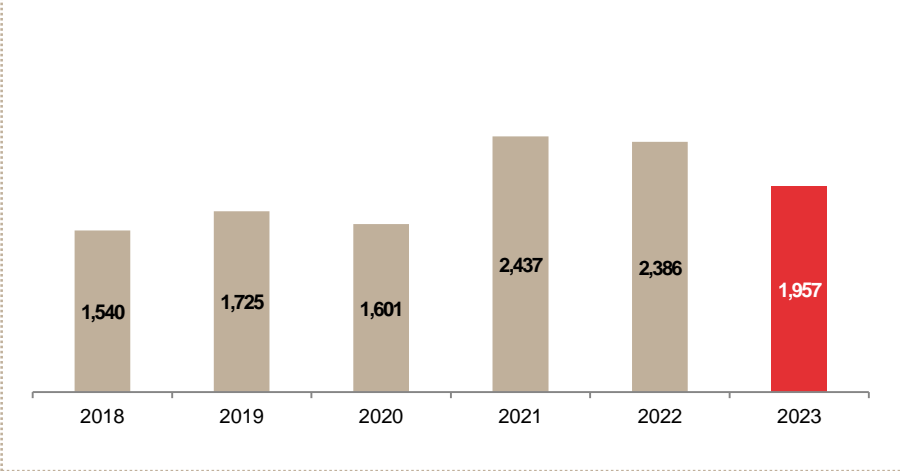
Group PER, PBR



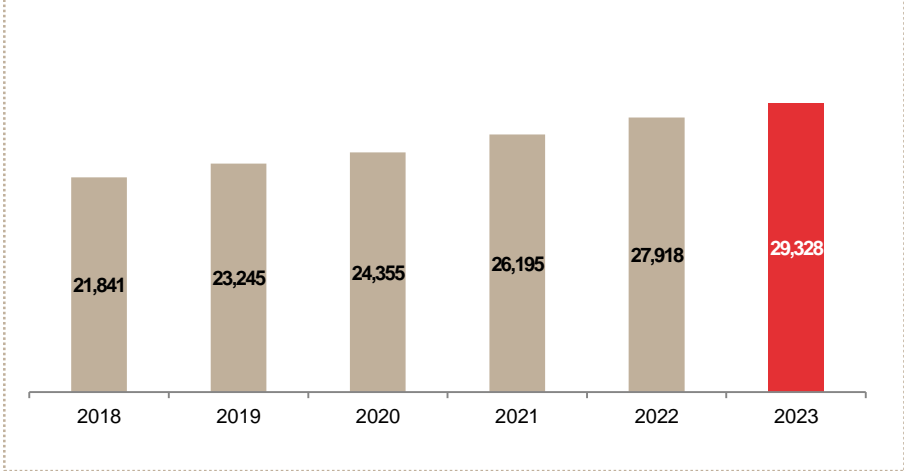
Group Double Leverage Ratio, D/E Ratio(%)



Group EPS[KRW]



Group BPS[KRW]



2023 Highlights_Group Structure

I II III IV V VI

(%, KRW bn, Accumulated)

BNKFG

Est : 2011.03.15 / Tot. Assets: 170,515.9
NI : 630.3 / Employees : 7,833

BSB	KNB	Capital	Securities	MSB	AM	VC	Credit Info.	System
Est: 1967.10.10 Branches : 217 Employees : 3,484	Est: 1970.05.22 Add : 2014.10.10 Branches : 155 Employees : 2,603	Est: 2010.07.15 Branches : 13 Employees : 521	Est: 1997.06.02 [Sec. Add : 2009.11] Branches : 4 Employees : 369	Est: 2011.12.13 Branches : 7 Employees : 140	Est: 2008.07.15 Add : 2015.07.28 Employees : 83	Est: 2009.03.24 Add : 2019.11.15 Employees : 23	Est: 2003.06.17 Indus. : Collection Employees : 146	Est: 2011.05.20 Indus. : IT Employees : 322
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
91,163.5	61,773.3	8,972.8	5,807.5	1,787.6	10,046.0	56.5	28.8	41.5
Net Income	Net Income	Net Income	Net Income	Net Income	Net Income	Net Income	Net Income	Net Income
379.1	247.6	111.8	12.4	3.1	6.9	1.6	3.2	4.0

Affiliates

Cambodia	Myanmar	Laos PDR	Kazakhstan	Kyrgyzstan
Est: 2014.03.07 Employees : 350 Share's Owned : 100% Tot. Assets: 106.7 KRW bn 2015.06 Start	Est: 2014.03.21 Employees : 510 Share's Owned : 99.9% Tot. Assets : 39.1 KRW bn 2014.12 Start	Est: 2015.04.24 Employees : 73 Share's Owned : 97% Tot. Assets : 44.6 KRW bn 2015.07 Start	Est: 2018.06.01 Employees : 99 Share's Owned : 100% Tot. Assets : 58.3 KRW bn 2018.11 Start	Est: 2022.09.16 Employees : 21 Share's Owned : 100% Tot. Assets : 5.1 KRW bn 2022.12 Start

Profitability_Group Earnings

I

II

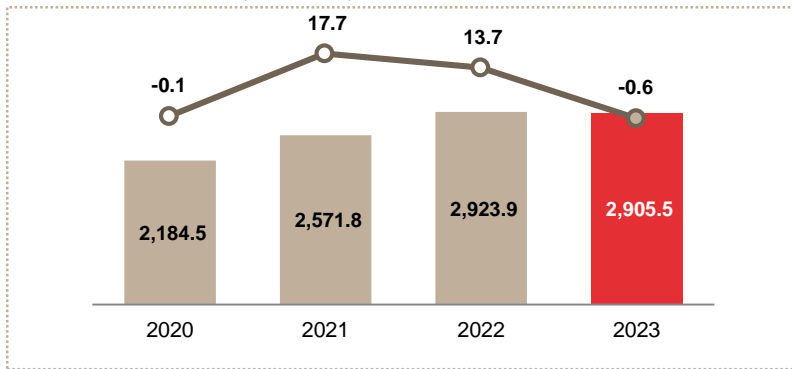
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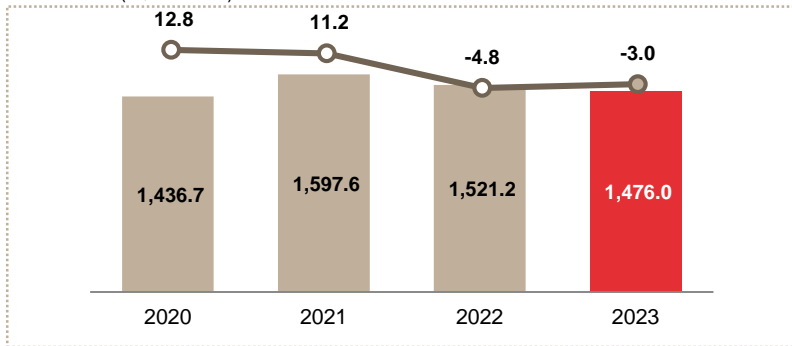
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VI

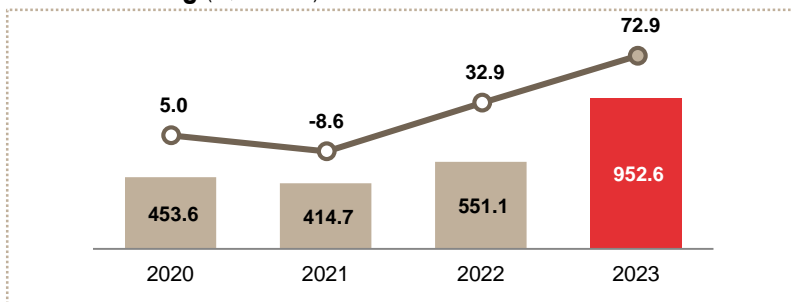
Interest Income (% , KRW bn)



SG&A (% , KRW bn)

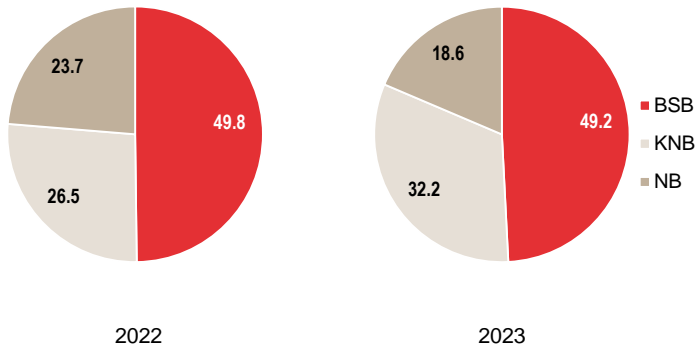


Provisioning (% , KRW bn)

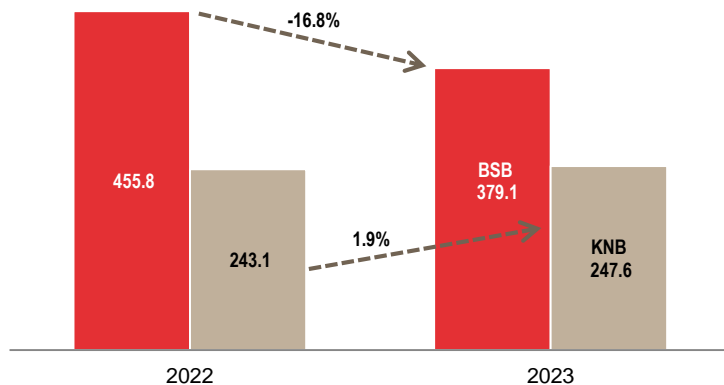


(KRW bn, %)	2023	2022	YoY	23.4Q	23.3Q	QoQ
Net Interest Income	2,905.5	2,923.9	-0.6	739.0	717.4	3.0
Net Fee Income	241.3	388.8	-37.9	38.3	68.2	-43.8
Others	83.0	-81.5	Net Gain	38.5	-12.8	Net Gain
SG&A(-)	1,476.0	1,521.2	-3.0	383.4	342.6	12.5
Provision Expense(-)	952.6	551.1	72.9	500.1	162.7	182.4
Non-Operating Income	61.6	-48.2	Net Gain	29.0	15.8	87.3
Earnings Before Income Tax	862.8	1,110.7	-22.3	-38.7	283.3	-99.8
Income Tax Expense(-)	193.4	288.3	-32.9	-20.0	70.9	-112.0
Net Income(A)	669.4	822.4	-18.6	-18.7	212.4	Net Loss
Net Income in Non-Controlling Interest(B)	39.1	48.2	-18.9	8.0	8.1	-1.2
Net Income in Controlling Interest(C) (C) = (A) - (B)	630.3	774.2	-18.6	-26.7	204.3	Net Loss

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

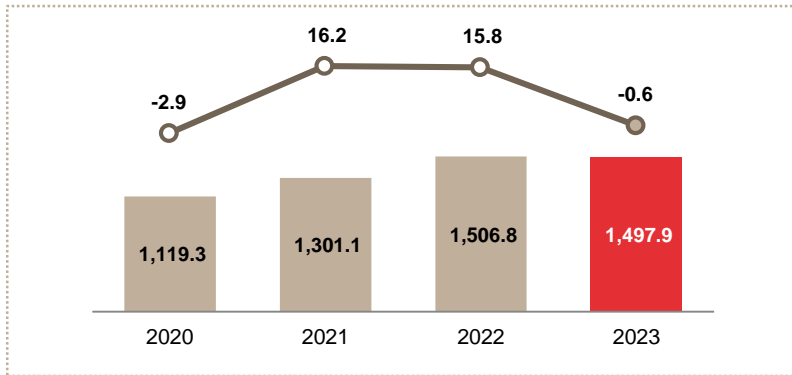


□ Banks Net Income (KRW bn)

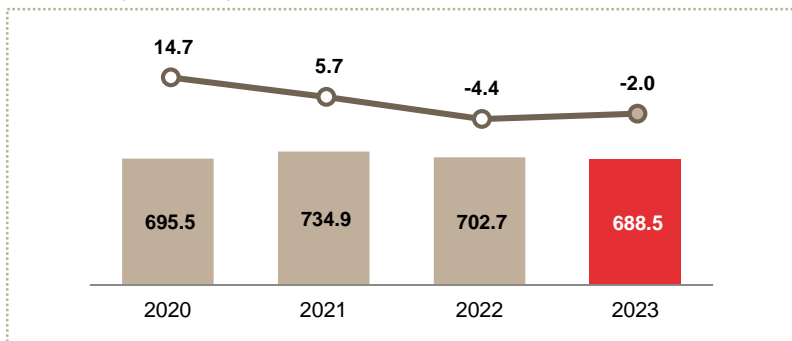


(KRW bn,%)	2023	2022	YoY	23.4Q	23.3Q	QoQ
Bank(A)	626.7	698.9	-10.3	2.0	204.7	-99.0
BSB	379.1	455.8	-16.8	-13.9	126.8	Net Loss
KNB	247.6	243.1	1.9	15.9	77.9	-79.6
Non-Bank(B)	143.0	217.3	-34.2	9.0	33.4	-73.1
Capital	111.8	171.0	-34.6	9.1	31.5	-71.1
Securities	12.4	57.3	-78.4	-3.3	-3.1	-
MSB	3.1	-3.8	Net Gain	1.6	2.3	-30.4
AM	6.9	-13.8	Net Gain	1.4	-0.3	Net Gain
Venture Capital	1.6	1.1	45.5	-1.1	1.0	Net Loss
Credit Info	3.2	2.4	33.3	0.8	0.8	0.0
System	4.0	3.1	29.0	0.5	1.2	-58.3
Financial Group & Unconsolidated Portion(C)	-100.3	-93.8	-	-29.7	-25.7	-
Net Income in Non-Controlling Interest(D)	39.1	48.2	-18.9	8.0	8.1	-1.2
Net Income in Controlling Interest(E) (E=A+B+C-D)	630.3	774.2	-18.6	-26.7	204.3	Net Loss

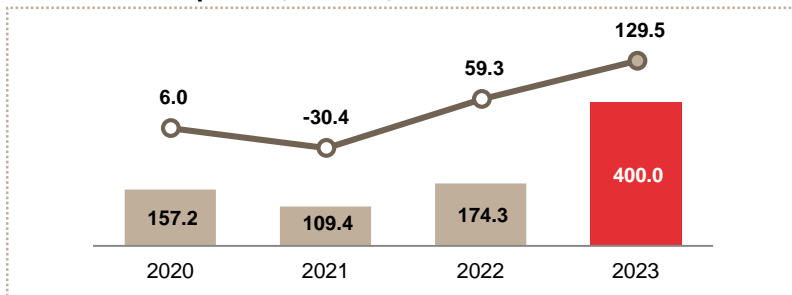
Interest Income (% , KRW bn)



SG&A (% , KRW bn)

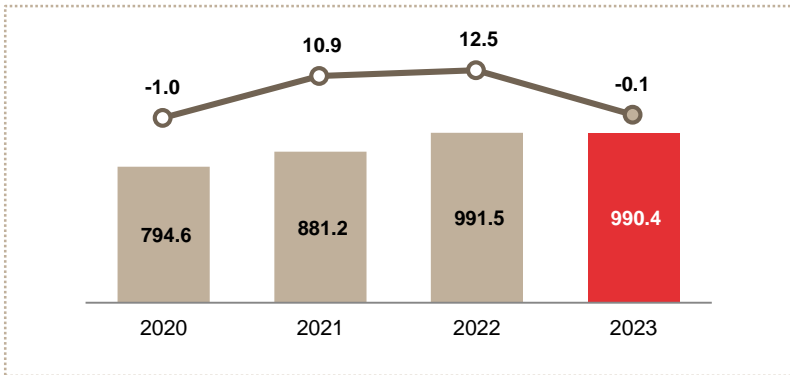


Provision Expense (% , KRW bn)

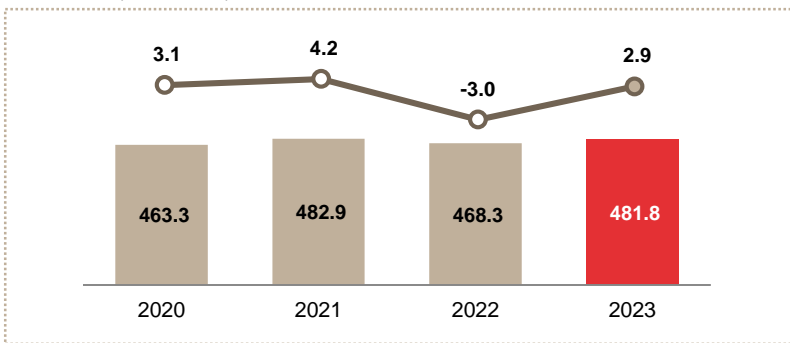


(KRW bn, %)	2023	2022	YoY	23.4Q	23.3Q	QoQ
Net Interest Income	1,497.9	1,506.8	-0.6	381.0	369.2	3.2
Net Fee Income	61.7	78.7	-21.6	8.4	18.4	-54.3
Fees from Trust Account	15.2	14.5	4.8	3.7	4.1	-9.8
Others	-51.6	-121.8	-	-11.9	-23.1	-
SG&A(-)	688.5	702.7	-2.0	182.7	163.2	11.9
Provision Expense(-)	400.0	174.3	129.5	245.7	48.3	408.7
Net Operating Income	434.7	601.2	-27.7	-47.2	157.1	Net Loss
Non-Operating Income	31.2	0.9	3,366.7	9.3	6.5	43.1
Earnings Before Income Taxes	465.9	602.1	-22.6	-37.9	163.6	Net Loss
Income Tax Expenses(-)	86.8	146.3	-40.7	-24.0	36.8	-165.2
Net Income	379.1	455.8	-16.8	-13.9	126.8	Net Loss

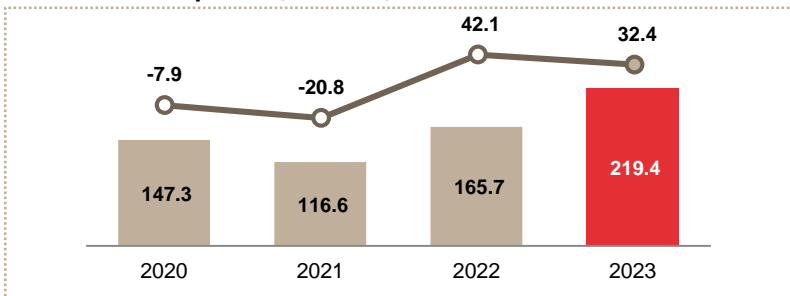
Interest Income (% , KRW bn)



SG&A (% , KRW bn)

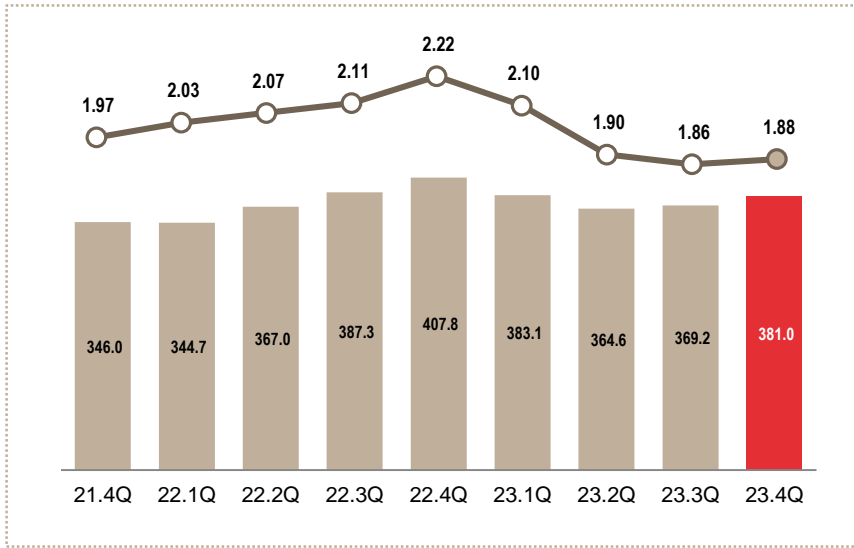


Provision Expense (% , KRW bn)

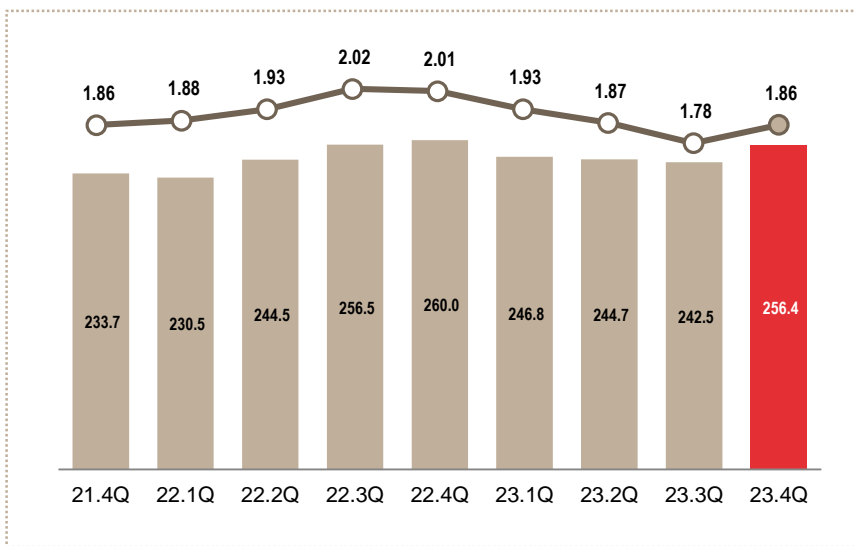


(KRW bn, %)	2023	2022	YoY	23.4Q	23.3Q	QoQ
Net Interest Income	990.4	991.5	-0.1	256.4	242.5	5.7
Net Fee Income	41.8	54.1	-22.7	2.5	19.2	-87.0
Fees from Trust Account	9.0	9.0	0.0	2.2	2.1	4.8
Others	-46.8	-49.0	-	-20.9	-12.5	-
SG&A(-)	481.8	468.3	2.9	121.1	112.4	7.7
Provision Expense(-)	219.4	165.7	32.4	116.2	44.5	161.1
Net Operating Income	293.2	371.6	-21.1	2.9	94.4	-96.9
Non-Operating Income	21.1	-55.9	Net Gain	14.0	6.6	112.1
Earnings Before Income Taxes	314.3	315.7	-0.4	16.9	101.0	-83.3
Income Tax Expenses(-)	66.7	72.6	-8.1	1.0	23.1	-95.7
Net Income	247.6	243.1	1.9	15.9	77.9	-79.6

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



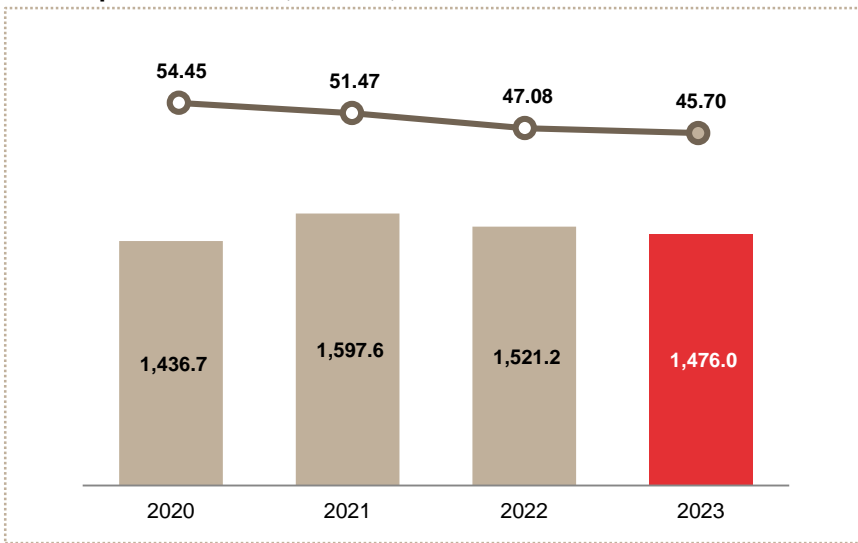
KNB Quarterly Interest Income & NIM (% , KRW bn)



(%, KRW tn)	23.4Q	23.3Q	23.2Q	23.1Q	22.4Q
Quarterly NIM	1.88	1.86	1.90	2.10	2.22
Quarterly NIS	2.16	2.15	2.22	2.44	2.56
Interest Rate on KRW Loans	5.28	5.19	5.20	5.33	4.73
Interest Rate paid on KRW Deposits	3.12	3.04	2.98	2.89	2.17
Average Interest Earning Assets	70.8	69.4	67.8	66.2	66.0
Accumulated NIM	1.93	1.95	2.00	2.10	2.11

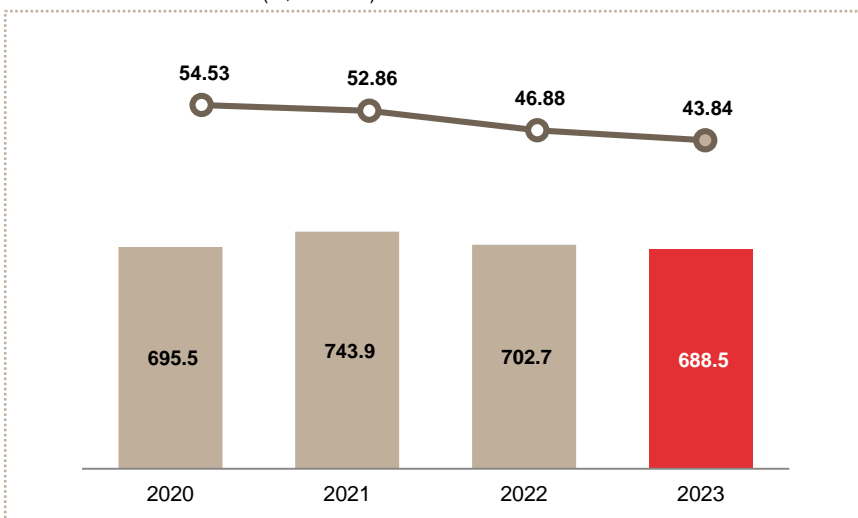
(%, KRW tn)	23.4Q	23.3Q	23.2Q	23.1Q	22.4Q
Quarterly NIM	1.86	1.78	1.87	1.93	2.01
Quarterly NIS	2.17	2.12	2.20	2.25	2.29
Interest Rate on KRW Loans	5.30	5.21	5.21	5.16	4.55
Interest Rate paid on KRW Deposits	3.13	3.09	3.01	2.91	2.26
Average Interest Earning Assets	47.4	46.8	45.6	45.1	44.9
Accumulated NIM	1.86	1.86	1.90	1.93	1.96

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

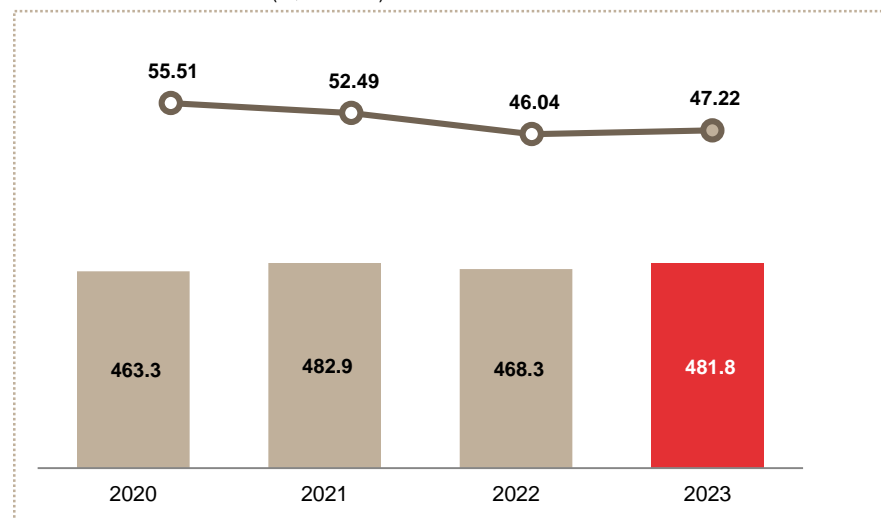


(KRW bn, %)	2023	2022	YoY	23.4Q	23.3Q	QoQ
SG&A	1,476.0	1,521.2	-3.0	383.4	342.6	11.9
CIR	45.70	47.08	-1.38	47.00	44.33	2.67

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

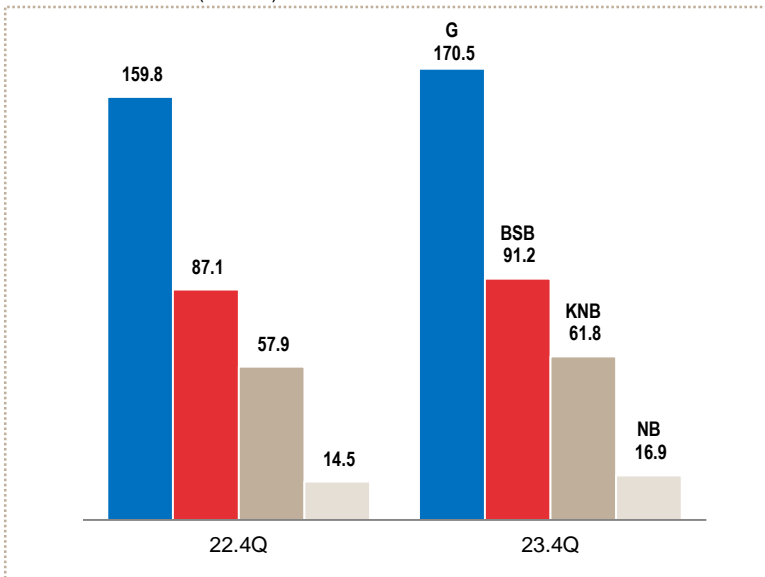


KNB SG&A & CIR (% , KRW bn)

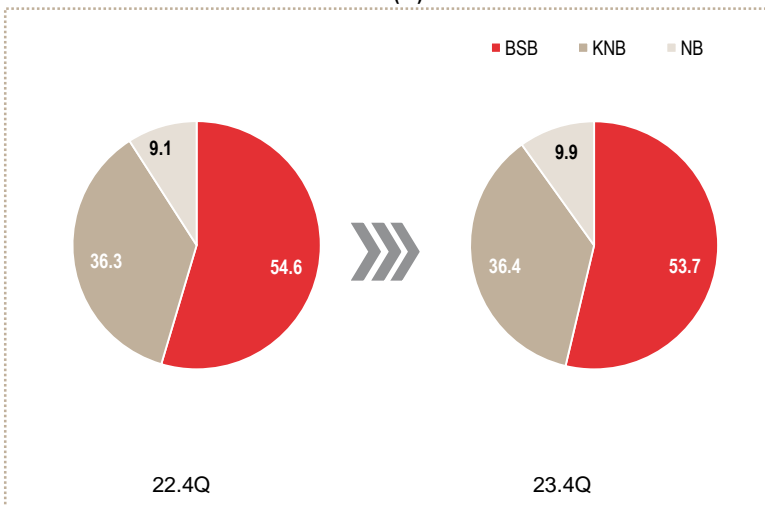


Note) Bank's CIR, non-consolidated

Total Assets (KRW tn)



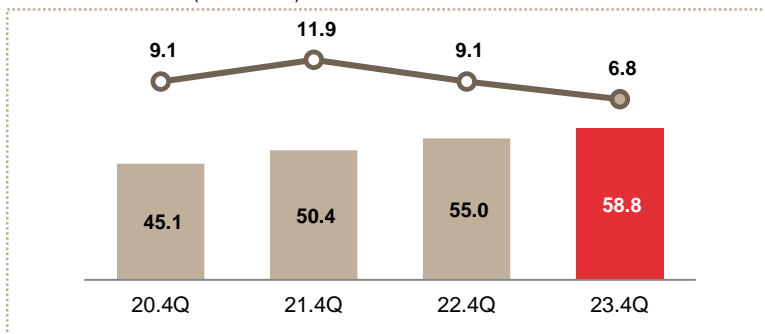
Banks & Non-Banks Portion (%)



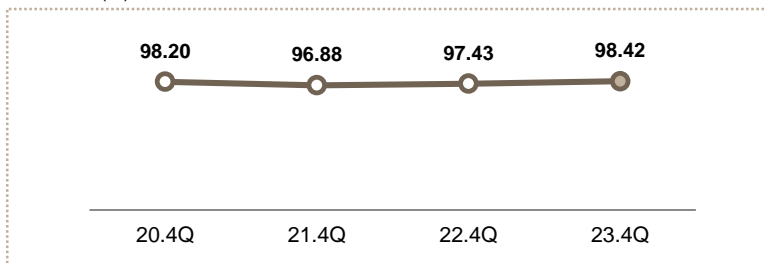
Group Total Assets

(KRW bn,%)	23.4Q	22.4Q	YTD	23.3Q	QoQ
Bank	152,936.8	145,011.6	5.5	156,401.8	-2.2
BSB	91,163.5	87,104.2	4.7	94,525.0	-3.6
KNB	61,773.3	57,907.4	6.7	61,876.8	-0.2
Non-Bank	16,906.4	14,544.3	16.2	16,941.4	-0.2
Capital	8,972.8	8,605.2	4.3	8,685.0	3.3
Securities	5,807.5	3,914.3	48.4	6,046.3	-3.9
MSB	1,787.6	1,704.2	4.9	1,874.0	-4.6
Asset Mgt.	211.7	208.1	1.7	206.6	2.5
Venture Capital	56.5	54.6	3.5	58.4	-3.3
Credit Info	28.8	25.5	12.9	27.8	3.6
System	41.5	32.4	28.1	43.3	-4.2
Financial Group & Unconsolidated Portion	672.7	293.9	128.9	660.8	1.8
Group Total Assets	170,515.9	159,849.8	6.7	174,004.0	-2.0

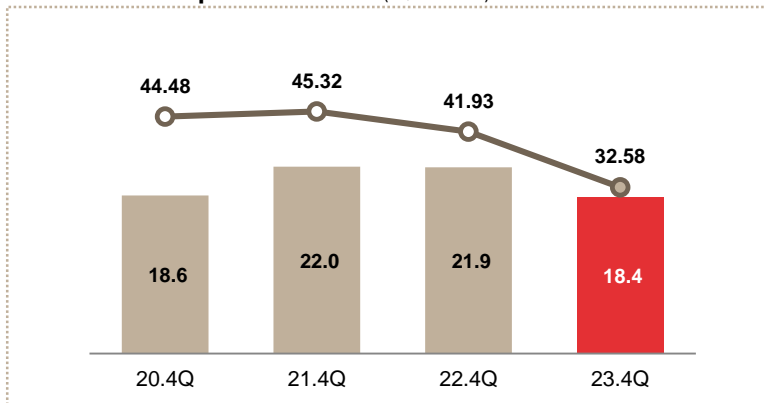
KRW Loans (% , KRW tn)



LDR (%)



Low Cost Deposits & Ratio (% , KRW tn)

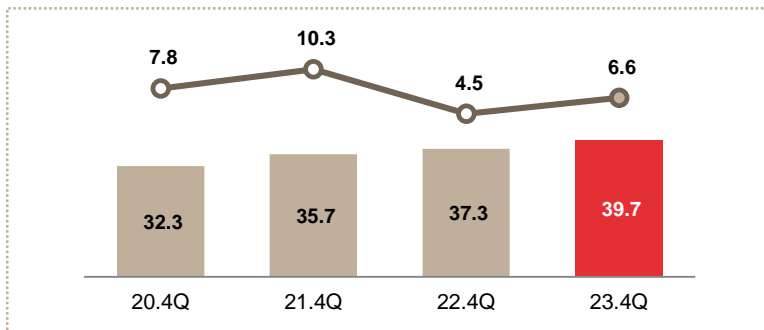


(KRW bn, %, Balance)	23.4Q	22.4Q	YTD	23.3Q	QoQ
KRW Loans¹⁾	58,768.1	55,014.2	6.8	58,670.7	0.2
Corporate	37,979.6	36,353.3	4.5	37,923.4	0.1
SME	34,854.6	33,739.3	3.3	34,852.7	0.0
(SOHO) ²⁾	16,855.0	16,328.9	3.2	17,037.8	-1.1
Large Corps.	3,125.0	2,614.0	19.5	3,070.7	1.8
Household	19,263.4	17,325.3	11.2	19,203.2	0.3
Mortgage	14,675.2	12,870.9	14.0	14,685.8	-0.1
Public	1,525.1	1,335.6	14.2	1,544.1	-1.2
Foreign Currency Loans¹⁾	735.8	769.1	-4.3	778.5	-5.5
KRW Deposits¹⁾	57,745.2	55,164.6	4.7	58,192.9	-0.8
Low Cost Deposits	18,347.8	18,772.6	-2.3	18,590.9	-1.3
Core Deposits	15,279.4	15,743.4	-2.9	15,472.6	-1.2
MMDA	3,068.4	3,029.2	1.3	3,118.3	-1.6

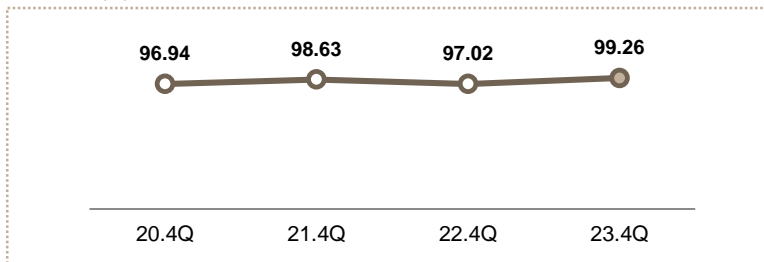
(KRW bn, %, %p, Average Balance)	23.4Q	22.4Q	YTD	23.3Q	QoQ
Low-Cost Deposits(A)	18,373.6	21,904.9	-16.1	18,323.5	0.3
Core Deposits ²⁾	15,463.1	18,213.1	-15.1	15,538.0	-0.5
MMDA	2,910.5	3,691.8	-21.2	2,785.5	4.5
KRW Deposits(B)	56,389.7	52,241.4	7.9	55,811.6	1.0
A / B	32.58	41.93	-9.35	32.83	-0.25

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

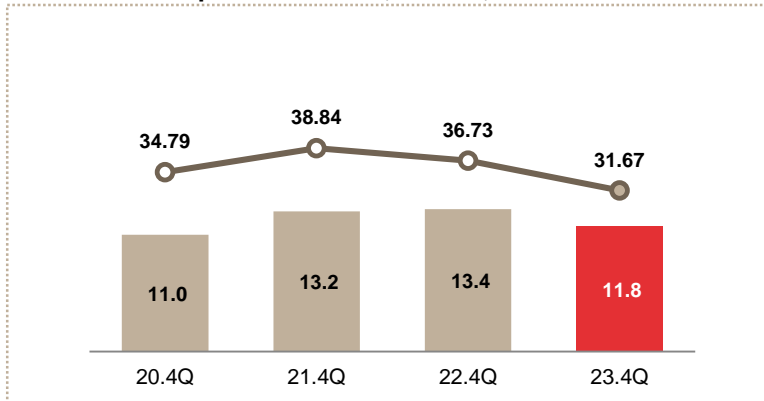
KRW Loans (% , KRW tn)



LDR (%)



Low Cost Deposits & Ratio (% , KRW tn)

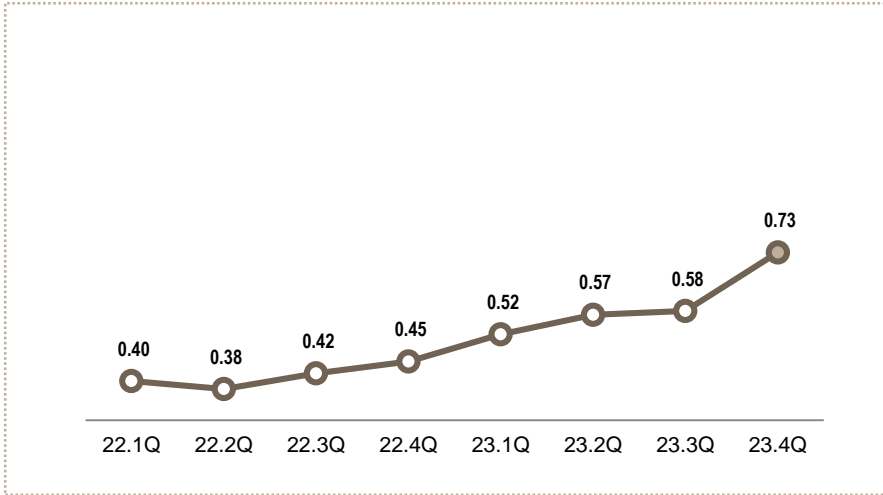


(KRW bn, %, Balance)	23.4Q	22.4Q	YTD	23.3Q	QoQ
KRW Loans¹⁾	39,668.9	37,226.8	6.6	39,507.9	0.4
Corporate	26,779.5	24,741.4	8.2	26,821.8	-0.2
SME	24,849.6	23,029.2	7.9	24,810.3	0.2
(SOHO) ²⁾	8,141.7	7,689.4	5.9	8,140.9	0.01
Large Corps.	1,929.9	1,712.2	12.7	2,011.5	-4.1
Household	12,472.8	12,095.7	3.1	12,254.7	1.8
Mortgage	9,770.5	9,584.6	1.9	9,596.3	1.8
Public	416.6	389.7	6.9	431.4	-3.4
Foreign Currency Loans¹⁾	76.5	109.2	-29.9	82.8	-7.6
KRW Deposits¹⁾	37,144.2	36,372.9	2.1	37,711.0	-1.5
Low Cost Deposits	11,090.4	11,851.3	-6.4	11,402.2	-2.7
Core Deposits	9,807.7	10,562.0	-7.1	10,210.3	-3.9
MMDA	1,282.7	1,289.3	-0.5	1,191.9	7.6

(KRW bn, %, %p, Average Balance)	23.4Q	22.4Q	YTD	23.3Q	QoQ
Low-Cost Deposits(A)	11,752.5	13,401.9	-12.3	11,844.9	-0.8
Core Deposits ²⁾	10,435.9	11,712.8	-10.9	10,530.8	-0.9
MMDA	1,316.6	1,689.1	-22.1	1,314.1	0.2
KRW Deposits(B)	37,109.6	36,489.0	1.7	36,906.1	0.6
A / B	31.67	36.73	-5.06	32.09	-0.42

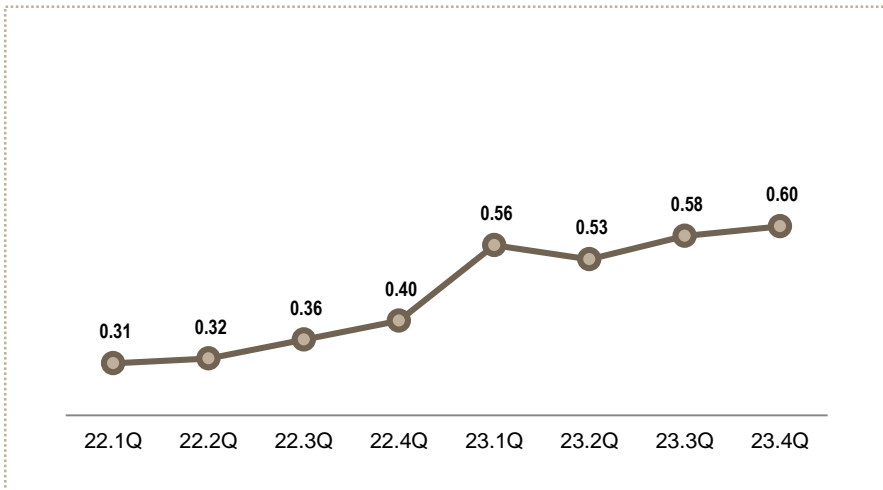
1) Unconsolidated FS, 2) SOHO(≤2 KRW bn) , 3) Core Deposits : Demand + Savings(Ex. MMDA)

□ SBL(NPL) Ratio (%)



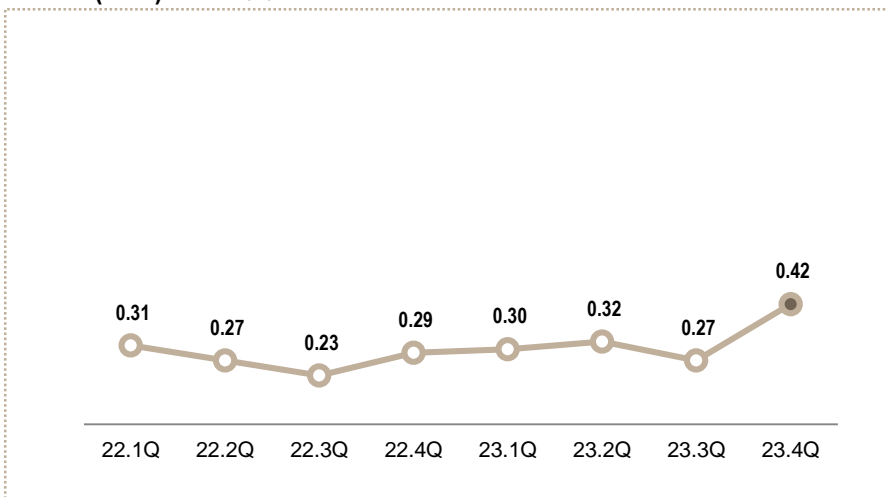
Note) Excluding Overseas subsidiaries, Consolidated SPC etc.

□ Delinquency Ratio (%)

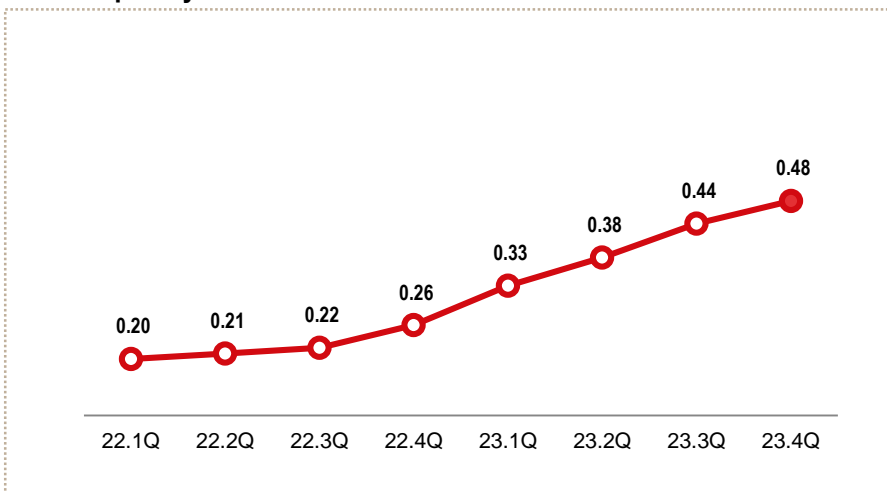


(KRW bn, %, %p)	23.4Q	22.4Q	YTD	23.3Q	QoQ
Total Credits	112,819.2	106,602.6	5.8	112,544.5	0.2
Normal	110,519.3	105,242.7	5.0	110,373.5	0.1
Precautionary	1,475.1	881.8	67.3	1,513.2	-2.5
Substandard	485.0	224.7	115.8	404.1	20.0
Doubtful	197.2	90.5	117.9	154.1	28.0
Expected Loss	142.6	162.9	-12.5	99.6	43.2
SBL(Substandard & Below Loans)	824.8	478.1	72.5	657.8	25.4
SBL Ratio	0.73	0.45	0.28	0.58	0.15
SBL Coverage Ratio (Ratio before Reserve deduction)	177.99 (222.00)	219.32 (311.69)	-41.34 (-89.69)	179.00 (243.49)	-1.01 (-21.49)
Delinquency Ratio	0.60	0.40	0.20	0.58	0.02
Loan Amount	111,688.3	105,682.8	5.7	111,399.2	0.3
Delinquent Amount	673.4	418.4	60.9	651.5	3.4

□ SBL(NPL) Ratio (%)

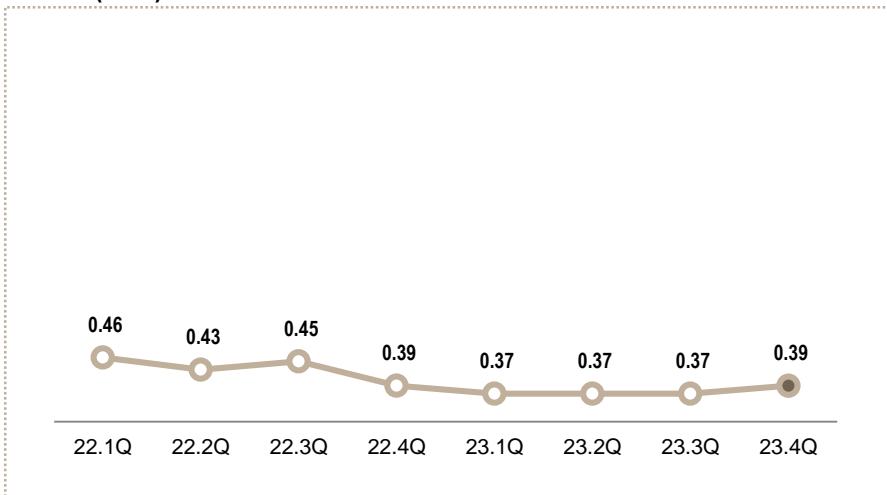


□ Delinquency Ratio (%)

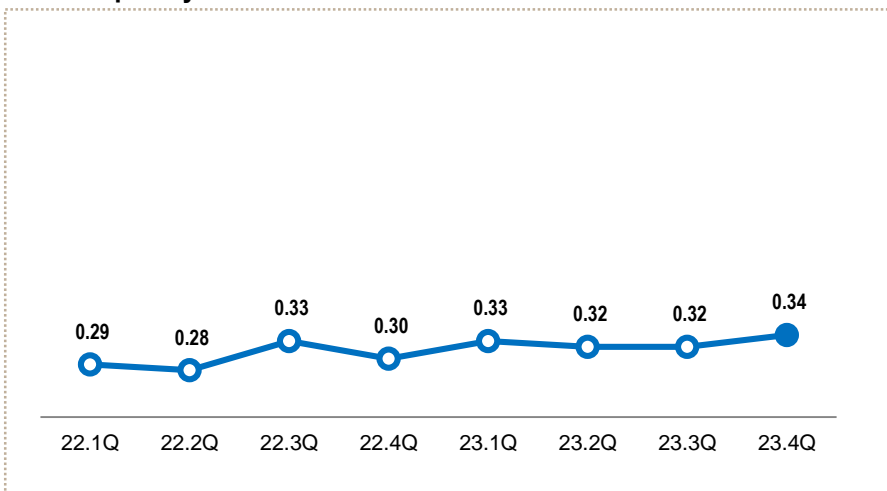


(KRW bn, %, %p)	23.4Q	22.4Q	YTD	23.3Q	QoQ
Total Credits	61,228.5	57,745.7	6.0	61,317.0	-0.1
Normal	60,658.4	57,289.4	5.9	60,791.9	-0.2
Precautionary	312.1	287.5	8.6	361.0	-13.5
Substandard	144.2	76.0	89.7	95.3	51.3
Doubtful	44.1	15.3	188.2	26.9	63.9
Expected Loss	69.7	77.5	-10.1	41.9	66.3
SBL(Substandard & Below Loans)	258.0	168.8	52.8	164.1	57.2
SBL Ratio	0.42	0.29	0.13	0.27	0.15
SBL Coverage Ratio (Ratio before Reserve deduction)	270.40 (337.41)	294.64 (417.31)	-24.24 (-79.90)	327.89 (432.84)	-57.49 (-95.43)
Delinquency Ratio	0.48	0.26	0.22	0.44	0.04
Loan Amount	60,393.1	57,078.6	5.8	60,476.1	-0.1
Delinquent Amount	288.7	149.3	93.4	264.5	9.1

□ SBL(NPL) Ratio (%)



□ Delinquency Ratio (%)



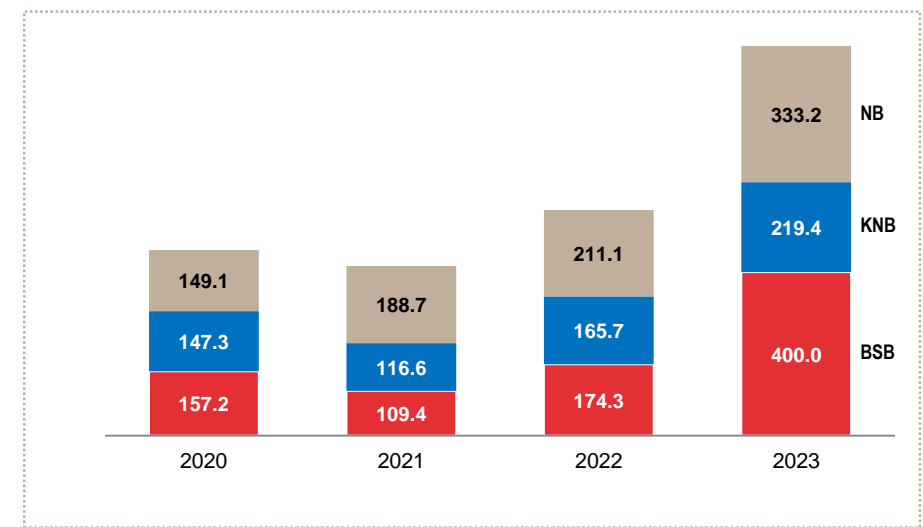
(KRW bn, %, %p)	23.4Q	22.4Q	YTD	23.3Q	QoQ
Total Credits	40,605.8	38,288.2	6.1	40,506.8	0.2
Normal	40,142.3	37,896.7	5.9	40,073.3	0.2
Precautionary	304.0	241.3	26.0	283.2	7.3
Substandard	92.1	91.9	0.2	93.8	-1.8
Doubtful	30.9	21.9	41.1	28.6	8.0
Expected Loss	36.5	36.4	0.3	27.9	30.8
SBL(Substandard & Below Loans)	159.5	150.2	6.2	150.3	6.1
SBL Ratio	0.39	0.39	-	0.37	0.02
SBL Coverage Ratio (Ratio before Reserve deduction)	247.52 (307.63)	203.95 (303.60)	43.57 (4.03)	228.40 (314.15)	19.12 (-6.52)
Delinquency Ratio	0.34	0.30	0.04	0.32	0.02
Loan Amount	40,330.6	38,055.8	6.0	40,222.5	0.3
Delinquent Amount	137.3	113.7	20.8	129.6	5.9

Provision Expense

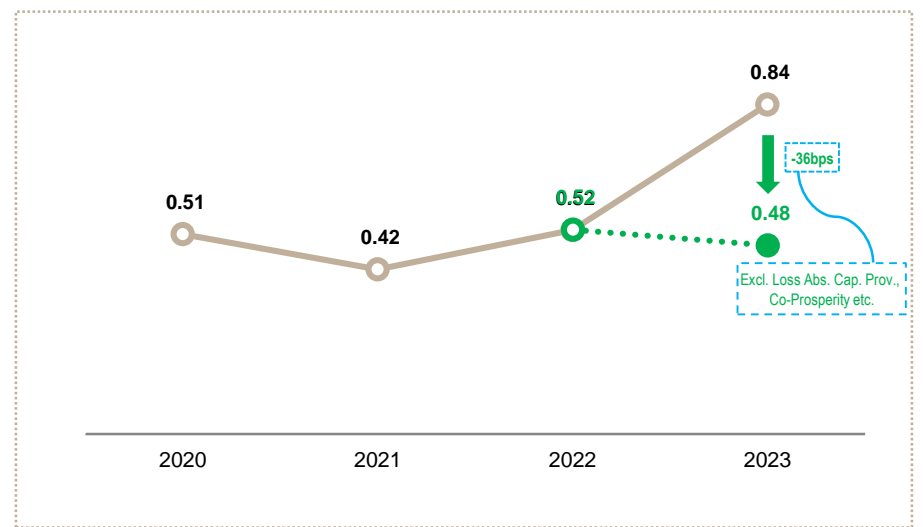
(KRW bn,%)	2023					2022				
	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q		
Total Provisions(A)	952.6	500.1	162.7	164.9	124.9	551.1	271.4	79.5	118.4	81.8
Total Credits(B)	112,819.2	112,819.2	112,544.5	190,734.7	107,442.7	106,602.6	106,602.6	105,843.8	104,585.3	100,967.4
¹⁾ Credit Cost(A/B)	0.84	1.76	0.57	0.60	0.47	0.52	1.01	0.30	0.45	0.33

1) Accumulated

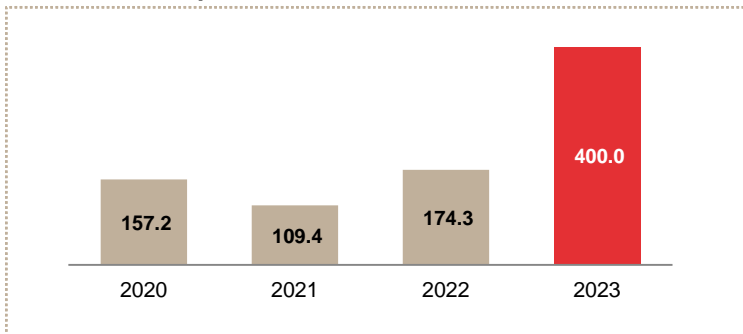
Banks & Non-Bank Provision Breakdown (KRW bn)



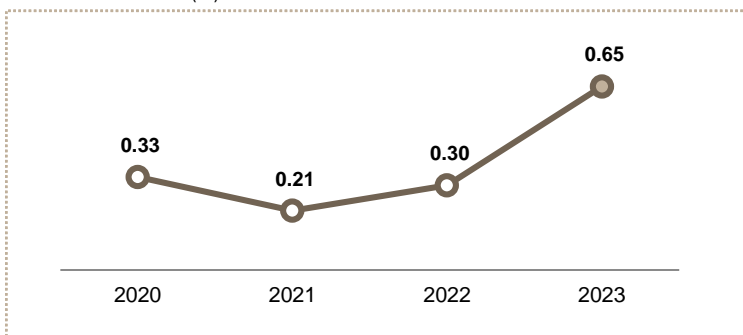
Credit Cost (%)



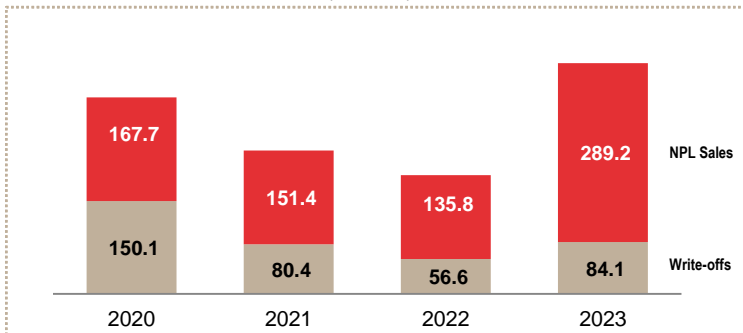
Provision Expense (KRW bn)



Credit Cost (%)



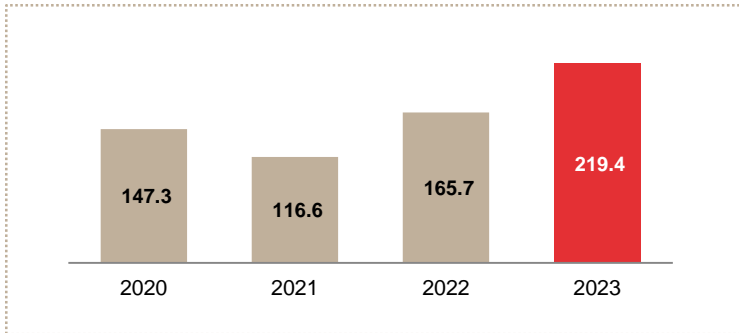
NPL Sales & Write-offs (KRW bn)



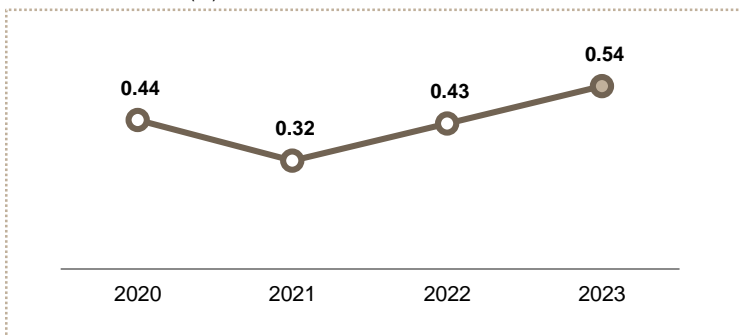
Provision Expense / Write-offs & NPL Sales

(KRW bn,%)	2023	23.4Q	23.3Q	23.2Q	23.1Q
Corporate	286.6	177.3	33.2	35.9	40.2
Household	43.7	8.9	12.1	16.5	6.2
Credit Card	13.5	4.4	2.9	3.2	3.0
Others	56.2	55.1	0.0	1.4	-0.4
Total(A)	400.0	245.7	48.2	57.0	49.0
Total Credits(B)	61,228.5	61,228.5	61,317.0	59,770.5	58,136.6
Credit Cost(A/B)	0.65	1.59	0.31	0.38	0.34
Total Write-Offs	84.1	13.8	14.6	13.6	42.1
Corporate	51.9	4.6	5.7	5.7	35.9
Household	20.7	6.3	6.0	4.8	3.6
Credit Card	11.5	2.9	2.9	3.1	2.6
Total NPL Sales	289.2	99.6	72.4	79.4	37.8
(NPL Sales for SBL Loans)	263.1	90.9	69.8	75.1	27.3
Corporate	263.4	90.5	65.8	71.6	35.5
Household	23.1	8.6	6.0	6.9	1.6
Credit Card	2.7	0.5	0.6	0.9	0.7

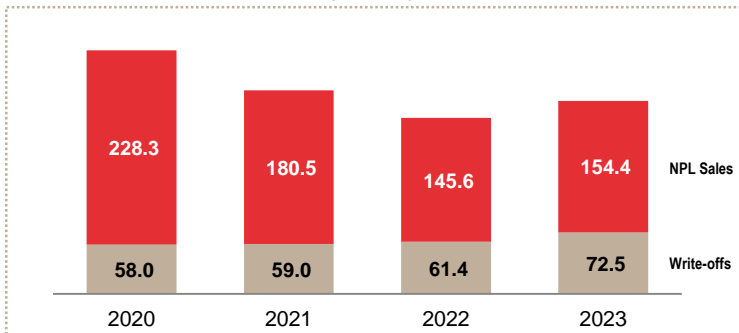
Provision Expense (KRW bn)



Credit Cost (%)



NPL Sales & Write-offs (KRW bn)



Provision Expense / Write-offs & NPL Sales

(KRW bn,%)	2023	23.4Q	23.3Q	23.2Q	23.1Q
Corporate	124.8	69.9	21.9	16.9	16.1
Household	51.0	11.5	18.2	10.1	11.2
Credit Card	12.2	3.4	4.4	2.4	2.0
Others	31.4	31.4	0.0	0.0	0.0
Total(A)	219.4	116.2	44.5	29.4	29.3
Total Credits(B)	40,605.8	40,605.8	40,506.8	39,266.0	38,850.3
Credit Cost(A/B)	0.54	1.14	0.44	0.30	0.31
Total Write-Offs	72.5	19.1	19.9	14.9	18.6
Corporate	30.9	8.4	6.5	6.9	9.1
Household	33.0	8.2	11.1	5.9	7.8
Credit Card	8.6	2.5	2.3	2.1	1.7
Total NPL Sales	154.4	53.7	42.6	23.8	34.3
(NPL Sales for SBL Loans)	140.5	48.9	38.2	22.1	31.3
Corporate	151.9	52.6	42.4	23.3	33.6
Household	2.0	1.0	0.1	0.3	0.6
Credit Card	0.5	0.1	0.1	0.2	0.1

Capital Adequacy

I

II

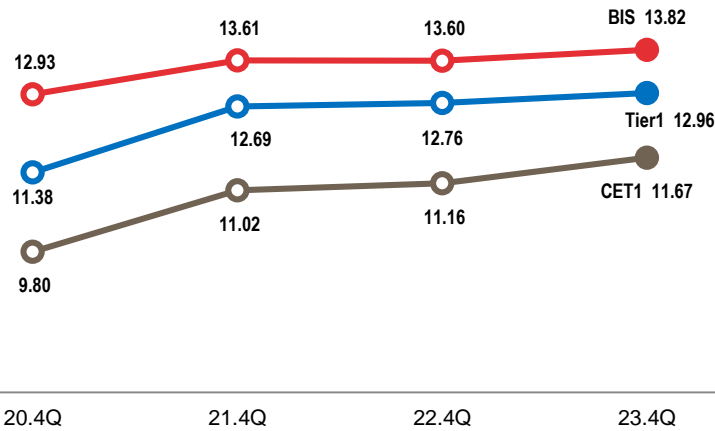
III

IV

V

VI

Group Capital Adequacy (%)



Group

(KRW bn, %, %p, BaselIII IRB)	23.4Q	22.4Q	YTD	23.3Q	QoQ
Tot. Risk Adj. Capital	10,574.9	10,138.2	4.3	10,546.7	0.3
Tier I	9,915.3	9,510.1	4.3	9,986.6	-0.7
(CET1)	8,932.5	8,315.9	7.4	8,999.7	-0.7
Tot. R.W.A.	76,533.2	74,523.3	2.7	77,907.2	-1.8
BIS Capital Ratio	13.82	13.60	0.22	13.54	0.28
Tier I	12.96	12.76	0.20	12.82	0.14
(CET1)	11.67	11.16	0.51	11.55	0.12

BSB

(KRW bn, %, %p, BaselIII I.R.B.)	23.4Q	22.4Q	YTD	23.3Q	QoQ
Tot. Risk Adj. Capital	5,628.1	5,499.9	2.3	5,629.4	-0.02
Tier I	5,350.7	5,179.5	3.3	5,377.7	-0.5
(CET1)	5,101.5	4,830.6	5.6	5,128.5	-0.5
Tot. R.W.A.	34,353.6	33,225.8	3.4	34,395.9	-0.1
BIS Capital Ratio	16.38	16.55	-0.17	16.37	0.01
Tier I	15.58	15.59	-0.01	15.63	-0.05
(CET1)	14.85	14.54	0.31	14.91	-0.06

KNB

(KRW bn, %, %p, BaselIII I.R.B.)	23.4Q	22.4Q	YTD	23.3Q	QoQ
Tot. Risk Adj. Capital	3,467.8	3,457.3	0.3	3,470.0	-0.1
Tier I	3,272.8	3,216.4	1.8	3,270.3	0.1
(CET1)	3,073.4	2,917.3	5.4	3,070.9	0.1
Tot. R.W.A.	23,688.3	22,517.2	5.2	24,198.7	-2.1
BIS Capital Ratio	14.64	15.35	-0.71	14.34	0.30
Tier I	13.82	14.28	-0.46	13.51	0.31
(CET1)	12.97	12.96	0.01	12.69	0.28

Appendix_Banks KRW Loans Portfolio

I

II

III

IV

V

VI

BSB

(KRW bn, %, Balance)	2023 4Q			
	Amount	Ratio	YTD	QoQ
Manufacturing	8,671.5	14.8	-0.4	-1.9
Steel Metal Products	2,452.1	4.2	-0.1	-2.6
Automobile Parts	1,395.1	2.4	-11.0	-0.4
Machinery	1,207.1	2.1	-3.3	-1.0
Petroleum, Rubber, etc.	1,029.6	1.8	3.5	-7.1
Fabric	283.3	0.5	-16.4	-6.2
Garment & Shoes	354.0	0.6	-1.7	-3.8
Kitchen Units	584.6	1.0	23.5	5.0
Electronics	432.8	0.7	14.3	0.7
Paper, Paper Mills	174.2	0.3	14.7	5.1
Others	758.7	1.3	2.5	-1.1
Non-Manufacturing	30,833.2	52.5	6.4	0.7
Wholesale & Retail	4,916.6	8.4	2.0	-1.2
Public	96.7	0.2	2.2	0.0
Construction & Engineering	2,257.9	3.8	27.5	7.2
Real Estate	13,018.4	22.2	5.9	0.8
Insurance & Financing	626.8	1.1	10.6	-4.8
Transportation	1,172.2	2.0	-3.9	0.4
Hotel & Food	2,783.7	4.7	6.3	0.9
Others	5,960.9	10.1	6.5	0.1
Households	19,263.4	32.8	11.2	0.3
KRW Loans	58,768.1	100.0	6.8	0.2

KNB

*Sectors are based on FSS Business Report

(KRW bn, %, Balance)	2023 4Q			
	Amount	Ratio	YTD	QoQ
Manufacturing	10,467.1	26.4	4.1	-0.5
Steel Metal Products	2,470.2	6.2	6.1	0.5
Automobile Parts	2,688.1	6.8	2.3	0.03
Machinery	2,515.1	6.3	4.9	0.1
Petroleum, Rubber, etc.	441.3	1.1	12.7	-1.7
Fabric	107.8	0.3	-18.0	-14.1
Garment & Shoes	37.7	0.1	43.9	12.2
Kitchen Units	389.8	1.0	1.5	-0.5
Electronics	653.0	1.6	8.0	0.7
Paper, Paper Mills	116.2	0.3	8.8	0.3
Others	1,047.9	2.6	-0.6	-4.6
Non-Manufacturing	16,729.0	42.2	10.9	-0.02
Wholesale & Retail	3,660.8	9.2	10.1	0.6
Public	5.4	0.01	-6.9	0.0
Construction & Engineering	910.2	2.3	8.4	-3.0
Real Estate	5,414.9	13.7	8.3	-0.9
Insurance & Financing	469.0	1.2	34.3	-3.6
Transportation	695.7	1.8	6.1	1.0
Hotel & Food	1,546.5	3.9	17.0	1.3
Others	4,026.5	10.2	12.3	1.0
Households	12,472.8	31.4	3.1	1.8
KRW Loans	39,668.9	100.0	6.6	0.4

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

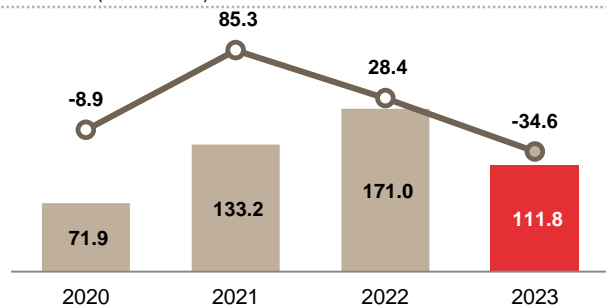
	2023.4Q					
	Steel	Auto	Construction	Shipbuilding	Shipping	Chemical
(KRW bn, %)						
Exposure	3,554.9	2,680.7	3,250.1	1,336.4	254.7	745.3
(% of Total Credits)	3.5	2.7	3.2	1.3	0.3	0.7
Collateral & Provision	2,882.0	2,148.9	2,363.8	1,105.9	158.1	540.7
Collateral & Provision Coverage	81.1	80.2	72.7	82.8	62.1	72.5
No# of Creditors	2,699	1,742	5,466	1,181	165	656

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

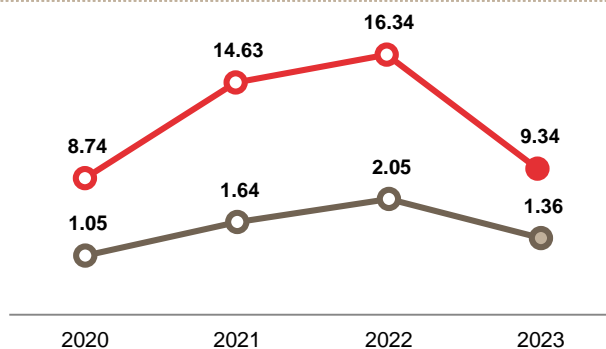
Note 2) Sectors are based on FSS Business Report

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)

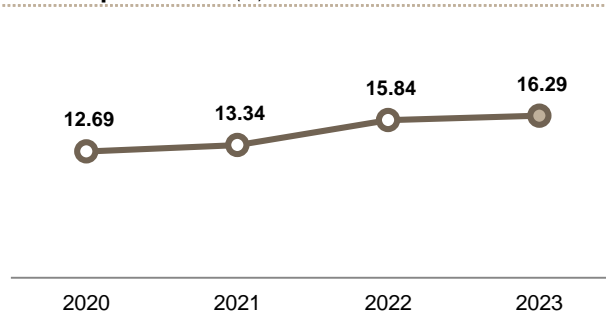
Net Income (% , KRW bn)



ROA, ROE (%)



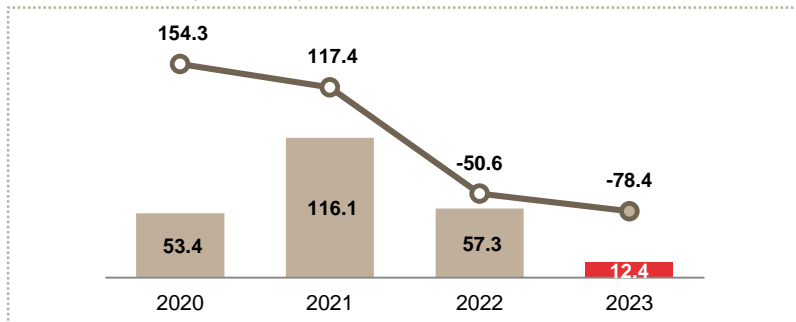
Adjusted Capital Ratio (%)



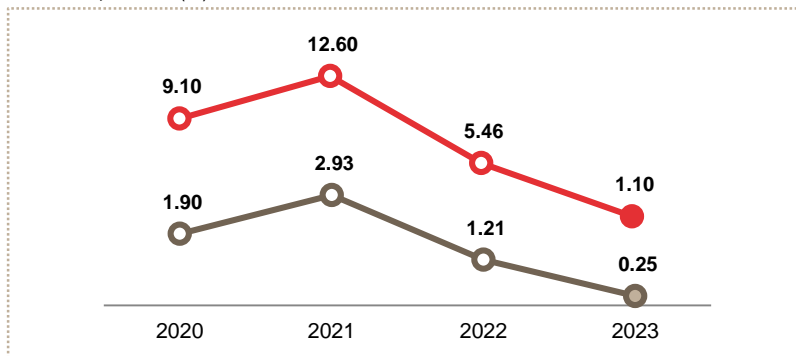
(KRW bn, %, Balance)	2023	2022	YoY	23.4Q	23.3Q	QoQ
Net Interest Income	325.7	355.1	-8.3	77.9	80.9	-3.7
Fee Income	24.1	52.4	-54.0	4.6	7.8	-41.0
Others	112.4	67.7	66.0	35.5	26.9	32.0
SG&A(-)	104.5	104.5	0.0	28.5	26.0	9.6
Provision Expense(-)	203.2	140.3	44.8	79.1	46.3	70.8
Non-Operating Income	-9.4	2.1	Net Loss	-0.3	-1.0	-
Earnings Before Inc. Tax	145.1	232.5	-37.6	10.1	42.3	-76.1
Income Tax Expenses(-)	33.3	61.5	-45.9	1.0	10.8	-90.7
Net Income	111.8	171.0	-34.6	9.1	31.5	-71.1

(KRW bn, %, Balance)	23.4Q	22.4Q	YTD	23.3Q	QoQ
Assets	8,972.8	8,604.3	4.3	8,685.0	3.3
Cash and Dues	116.9	100.7	16.1	100.2	16.7
Securities	443.5	333.1	33.1	439.5	0.9
Loans	5,506.1	5,594.5	-1.6	5,440.8	1.2
Venture Capital Business	29.5	21.8	35.3	27.5	7.3
Durables Installment Financing Assets	439.1	415.1	5.8	430.0	2.1
Leased Assets	2,264.7	1,867.6	21.3	2,064.6	9.7
Fixed Assets	22.8	17.5	30.3	21.9	4.1
Other Assets	150.2	254.0	-40.9	160.5	-6.4
Liability & Shareholder's Equity	8,972.8	8,604.3	4.3	8,685.0	3.3
Borrowings	6,993.0	6,888.3	1.5	6,785.6	3.1
Other Liabilities	670.7	516.8	29.8	596.6	12.4
Shareholder's Equity	1,309.1	1,199.2	9.2	1,302.8	0.5

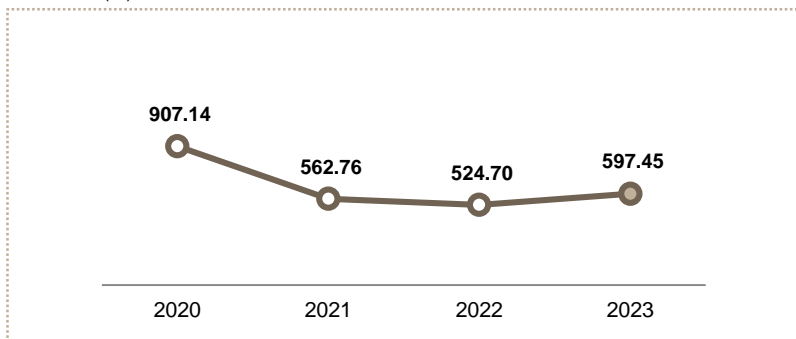
Net Income (% , KRW bn)



ROA, ROE (%)



NCR (%)

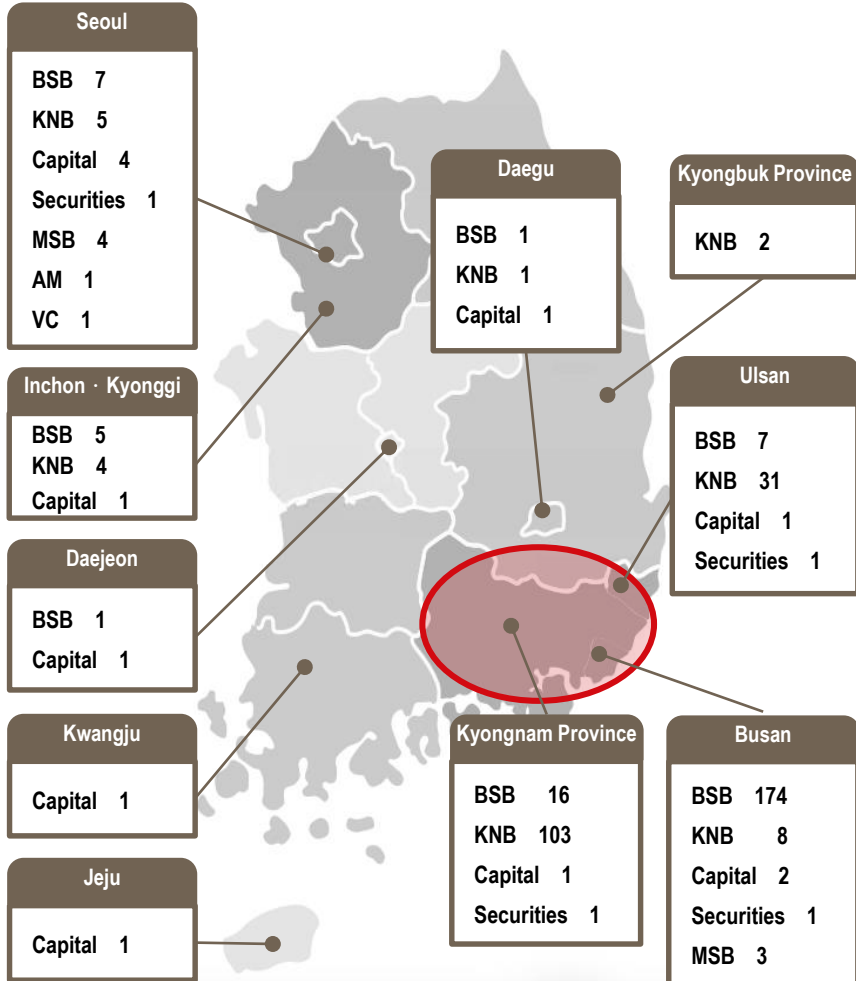


(KRW bn, %, Balance)	2023	2022	YoY	23.4Q	23.3Q	QoQ
Net Interest Income	76.7	52.4	46.4	20.0	19.7	1.5
Fee Income	80.6	179.1	-55.0	18.3	14.1	29.8
Others	49.1	23.4	109.8	30.2	-5.8	Net Gain
SG&A(-)	89.6	142.8	-37.3	17.5	15.4	13.6
Provision Expense(-)	93.1	33.0	182.1	48.7	16.3	198.8
Non-Operating Income	0.0	0.8	-	0.3	-0.1	Net Gain
Earnings Before Income Tax	23.7	79.9	-70.3	2.6	-3.8	Net Gain
Income Tax Expenses(-)	11.3	22.6	-50.0	5.9	-0.7	-
Net Income	12.4	57.3	-78.4	-3.3	-3.1	-

(KRW bn, %, Balance)	2023	2022	YoY	23.4Q	23.3Q	QoQ
Fee Income	80.6	179.1	-55.0	18.3	14.1	29.8
Fee Revenue	111.8	211.9	-47.2	29.3	20.5	42.9
Underwriting	15.3	21.4	-28.5	3.2	4.9	-34.7
Advisory	50.7	146.0	-65.3	14.2	4.0	255
Brokerage	29.9	34.9	-14.3	6.8	7.8	-12.8
Others	15.9	9.6	65.6	5.1	3.8	34.2
Fee Expense	31.2	32.8	-4.9	11.0	6.4	71.9

Networks (as of Sept. 2022) : 403 Locations

- BSB 217(Qingdao/Nanjing/Ho Chi Minh Branch, Yangon/Mumbai/Hanoi Office incl.), KNB 155(Tashkent Office), Capital 18(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), 14.3% of GRDP(2022)
- Exports : 142.8 USD bn(2022)
- Imports : 100.1 USD bn(2022)

