

The Current Status Of SBI Savings Bank As of June 30st, 2015

(July 1st, 2014 ~ June 30st, 2015)

[General Status]

1. Declaration

This document has been prepared in compliance with Article 42 of Mutual Savings Bank Regulatory Provisions. With the respect, it contains the true, actual and general information of the management of mutual savings bank. However, it is noticeable that this document hasn't been reviewed and confirmed by Financial Supervisory Service and Korea Federation of Savings Banks for accuracy and adequacy. It should be noted that this report is the English version of the original report written in Korean, ensuring the former is not deviated from the acceptable range of discrepancy in meaning.

Representative Director Nakamura Hideo

2. Management Policy

(1) Management Philosophy

- We provide quality and reliable financial services of high quality on the basis of social calling and public interest and contribute to social development by improving public standard living and fostering companies.

(2) Management Attitude

- ① Social responsibility: We honor the social role and responsibility as a company.
- ② Pursuit of innovation: We pursue endless change and innovation.
- ③ Self-innovation: We get ready for environment change.
- ④ Righteous management: We act on righteous values and ethics.
- ⑤ Customer orientation: We aim for customer-centered service.

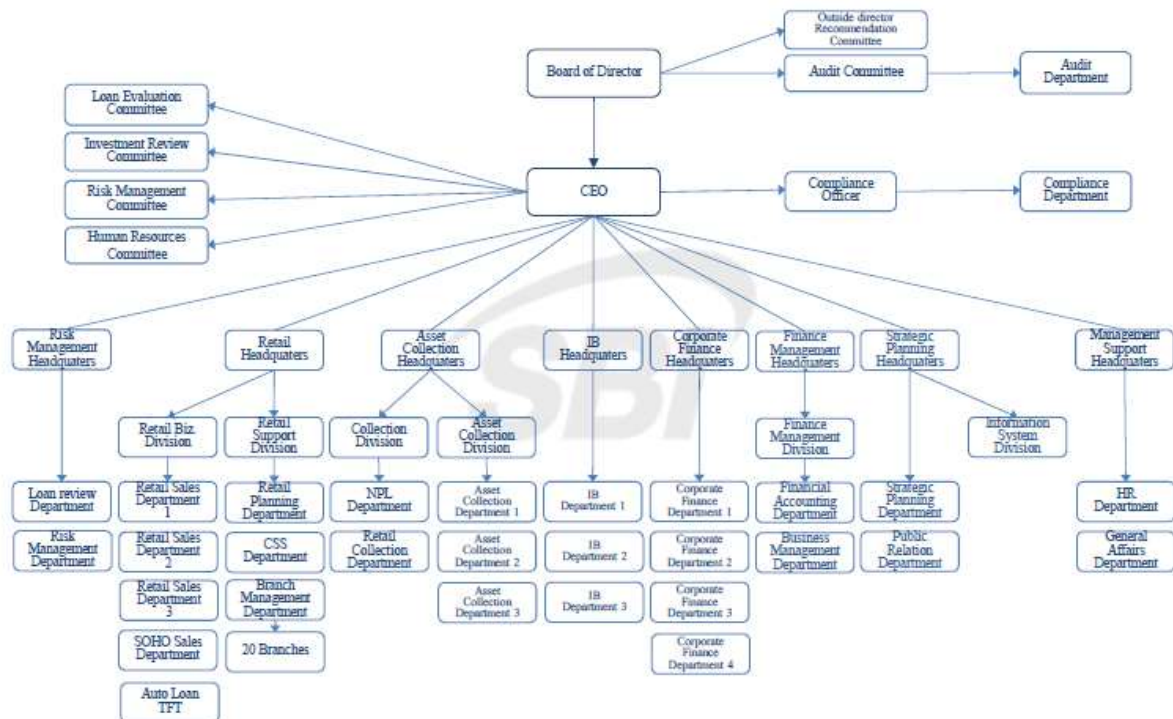
3. History

- 1971.10. Company established (Shinsam Mujin Co., Ltd)
- 1972.07. Changed company name (Shinsam Co., Ltd)
- 1972.12. Approved of mutual savings and finance business
- 1972.12. Changed company name(Shinsam Mutual Savings And Finance Co. Ltd)
- 1978.10. Merged Koryo Mutual Savings And Finance Co. Ltd
- 1978.10. Merged Naksang Sangsa Mutual Savings And Finance Co. Ltd
- 1979.10. Changed company name(Shinwah Mutual Savings And Finance Co. Ltd)
- 1979.03. Changed company name(Shinwah Mutual Savings And Finance Co. Ltd)
- 1987.06. Head office moved (55-1, Jongro 2-ga, Jongro-gu, Seoul, South Korea)
- 1987.06. Changed company name(Hyundai Mutual Savings And Finance Co. Ltd)

- 1997.04. Built a new office building and moved (78-6, Cheongdam-dong, Kangnam-gu, Seoul, South Korea)
- 1999.09. Changed company name (Hyundai Credit Safe)
- 2000.04. Merged Kangnam Mutual Savings And Finance Co. Ltd (Hyundai Swiss 2 Savings Bank)
- 2000.07. Bought shares of Swiss Mercer
- 2000.08. Changed company name(Hyundai Swiss Credit Safe Co., Ltd)
- 2002.03. Changed company name (Hyundai Swiss Mutual Savings Bank)
- 2002.05. Bought shares of SBI Korea Financial
- 2006.12. Opened Kangnam Station Branch and Olympic Branch
- 2007.02. Opened Myungdong Station Branch
- 2008.04. Opened Youngsan Station Branch and Mokdong Station Branch
- 2008.11. Merged Jungbu Mutual Savings Bank (SBI 3 Savings Bank)
- 2009.09. Merged Yehanul Mutual Savings Bank (SBI 4 Savings Bank)
- 2010.09. Changed company name (Hyundai Swiss Savings Bank)
- 2013.03. Bought shares of SBI BF and 3 others (under SBI Holdings)
- 2013.09. Changed company name (SBI Savings Bank)
- 2013.11. SBI savings bank merged and acquired SBI 2 savings bank, SBI 3 savings bank, and SBI 4 savings bank
- 2014.11. Opened Incheon Branch and Gwangju Branch(1 head office and 19 branch)
- 2015.03. Head office moved (26, Euljiro 5st , Jongro-gu, Seoul, South Korea)
- 2015.03. Changed name Cheongdam head office to Cheongdam branch(20 branch)

4. Organization

(1) Organizational Chart



* This Organization was changed on 1st, July, 2015

(2) Branch and Automatic Teller Machine

4Q in FY14: End Of June, 2015

Branch			Automatic Teller Machine		
Branch Store	Branch Office	Total	CD	ATM	Other
20	0	20	0	0	0

5. Number Of Employees

4Q in FY14: End Of June, 2015
3Q in FY14: End Of March, 2015

Classification		4Q in FY14	3Q in FY14
Executive	Executive Director	13	12
	Outside Director	6	5
Employees	Manager	205	206
	Staff	245	252
Position In Special Services		0	0
Total		469	475

6. Executives

4Q in FY14 : End Of June, 2015

Classification	Name	Position	Key Task and Role
Standing Executive	Nakamura Hideo	Chairman	Representative Director
	Kim Jong Ouk	Vice Chairman	Business Generalization
	Jeong Jin Mun	Vice-President	Retail HQ Head
	Lim Jin Gu	Senior Managing Director	IB HQ Head
	Katsuchi Hideyuki	Managing Director	Finance Management HQ Head
	Choi Sung Dong	Managing Director	Corporate Finance HQ Head
	Kim Mun Seok	Managing Director	Human Resource HQ Head
	Lim Young Bok	Managing Director	Collection HQ Head
	Lee Se Hoon	Managing Director	Strategic Planning HQ Head
	Yoon Mu Young	Director	Finance Management Division Head
	Jeong Chang Duk	Director	Auditor Department Head
	Hwang Chul Ju	Director	Collection Division Head
	Yoo Hyun Kuk	Director	Retail Division Head

Outside Director (Or Non-Standing Executive)	Woo Yang Tae	Outside Director	Audit Committee Member
	Song Si Young	Outside Director	Audit Committee Member
	Lee Deuk Young	Outside Director	Audit Committee Member
	Kim Ki Hyun	Outside Director	Audit Committee Member
	Matsuo Kiyoshi	Outside Director	Outside Director
	Nakakawa Takashi	Other Outside Director	Other Non Executive Director

7. Affiliate Company

4Q in FY14 : End Of June, 2015

(Unit: Hundred Million KRW, No. of Share, %)

Type	Name	Field	Address	Executives		Shareholders		Applicable Law
				Position	Name	Name	Share%	
Listed	SBI Holdings	Asset Management	6-1, Ichome, Rokbonki, Minatodo, Tokyo, Japan	Representative Director	Kitao Yoshitaka	Japan Trustee Services Bank, Ltd. Northern Trust Co The Master Trust Bank Of Japan, Ltd. and Others	4.10% 3.60% 92.30%	4, Item 2, Article 30 Of The Enforcement Ordinance Of Mutual Savings Banks Act

8. Capital Stock

(Unit: Hundred Million KRW)

Y/M/D	Type of Stock	Number of Issued Shares	Amounts of Increased/Decreased Capital	Type of Capital Increase/Decrease	Paid-In-Capital after After Capital Increase/Decrease	Remarks
2013.03.27	Common Stock	38,820,002	1,941	Paid-In Capital Increase(Allotment To The Third Party)	2,241	
2013.08.30	Common Stock	48,681,400	2,434	Paid-In Capital Increase(Offering To Shareholders)	4,675	
2013.12.23	Common Stock	10,004,300	500	Paid-In Capital Increase(Offering To Shareholders)	5,175	
2014.03.28	Common Stock	50,597,800	2,530	Paid-In Capital Increase(Offering To Shareholders)	7,705	
2014.06.13	Common Stock	26,997,921	1,350	Paid-In Capital Increase(Offering To Shareholders)	9,055	
2014.08.22	Common Stock	14,948,385	747	Paid-In Capital Increase(Offering To Shareholders)	9,802	
2014.10.31	Common Stock	116,244,636	5,813	Merger	15,615	

Note 1) The figures regarding capital increase/decrease and the paid-in-capital after the change are based on the transactions of the last 3 years

Note 2) The company merged SBI 2 savings bank, SBI 3 savings bank, and SBI 4 savings bank on October 31st, 2014 (as the date of merger) through the approval of the board of directors on September 18th, 2014, the approval of Financial Services Commission on October 17th, 2014 and the announcement of merger in substitution of a reporting meeting of the board of directors on October 31st, 2014.

9. Key Shareholders

4Q in FY14: End Of June, 2015

Name	Number of Owned Shares	Ownership(%)
SBI BF Co., Ltd	69,965,347	22.40
SBI CF Co., Ltd	69,965,347	22.40
SBI IF Co., Ltd	69,965,347	22.40
SBI AF Co., Ltd	51,188,430	16.39
SBI Savings Bank(Treasury Stock)	46,125,141	14.77
Etc	5,084,978	1.64
Total	312,294,444	100.00

10. Dividend

Class	Y2015	Y2014
Dividend Rate For Common Stock	0	0
Dividends Per Common Share	0	0
Earnings Per Share	96KRW	△2,162KRW
Pay-Out Ratio	0	0

[Performance]

11. Summary

(Unit: Hundred Million KRW)

Class	Y2015	Y2014
Business Profit(Profit Before Reserve)(A)	1,400	△226
Reserved Fund For Allowance(B)	1,109	2,048
Allowance For Bad Debts	993	1,572
Allowance For Guarantee Of Payment	0	0
Allowance For Severance Liability	19	7
Allowance For Others	97	469
Corporation Tax(C)	59	0
Net Income(A-B-C)	232	△2,274

12. Financing And Operation

(1) Interest Rate

4Q in FY14: End Of June, 2015
4Q in FY13: End Of June, 2014
(Unit: Hundred Million KRW, %)

Classification			4Q in FY14				4Q in FY13			
			Average Balance	Interest	Interest	Average Balance	Interest	Interest		
			%	Amount	Rate	%	Amount	Rate		
Financing	Cost	Deposit	26,213	84.69	920	3.5	13,772	86.76	537	3.9
		Cover Note	0	0.00	0	0.0	0	0.00	0	0.0
		Borrowings	0	0.00	0	0.0	0	0.00	0	0.0
		Call Money	0	0.00	0	0.0	0	0.00	0	0.0
		Debentures	448	1.45	36	8.1	637	4.02	52	8.2
		Others	120	0.39	12	9.8	43	0.27	24	55.8
		Subtotal	26,781	86.53	968	3.6	14,452	91.05	613	4.2
	Non-Cost	Total Capital	2,676	8.65	0	0.0	△287	△1.81	0	0.0
		Other Allowances	530	1.71	0	0.0	1,260	7.93	0	0.0
		Others	965	3.12	0	0.0	447	2.81	0	0.0
	Subtotal	4,171	13.47	0	0.0	1,420	8.95	0	0.0	
	Financing Total	30,952	100.00	968	3.1	15,872	100.00	613	3.9	
Operation	Profit	Due from Bank	4,853	15.68	114	2.4	2,413	15.20	66	2.7
		Securities	2,930	9.46	72	2.5	3,980	25.06	71	1.8
		Loans	25,360	81.93	2,458	9.7	11,529	72.63	1,364	11.8
		Call Loans	0	0.00	0	0.0	0	0.00	0	0.0
		Others	265	0.86	0	0.0	84	0.53	0	0.0
		Allowance For Bad Debts And Others (△)	5,424	17.52	0	0.0	4,130	26.01	0	0.0
		Subtotal	27,984	90.41	2,644	9.4	13,876	87.43	1,501	10.8
	Non-Profit	Cash	18	0.06	0	0.0	6	0.04	0	0.0
		Tangible Assets	155	0.50	0	0.0	110	0.69	0	0.0
		Others	2,795	9.03	0	0.0	1,880	11.84	0	0.0
	Subtotal	2,968	9.59	0	0.0	1,996	12.57	0	0.0	
	Operation Total	30,952	100.00	2,644	8.5	15,872	100.00	1,501	9.5	

(2) Maturity Structure

4Q in FY14: End Of June, 2015
(Unit: Hundred Million KRW)

Classification	Normal /Precautionary Assets And Debt Maturity					Sub-Standard or Lower Asset(C)	Total (A+B+C)
	3-Month Or Shorter	6-Month Or Shorter	12-Month Or Shorter	3-Year Or Shorter(A)	3-Year Or Longer(B)		
Operation	6,712	9,252	12,321	19,074	11,440	8,487	39,001
Loan(1)*	1,837	4,395	7,463	14,315	7,864	8,487	30,666
Financing	9,139	17,850	31,539	34,082	4,919	0	39,001
Deposit Received(2)	8,739	17,450	31,139	33,682	2	0	33,684
Difference(1-2)	△6,902	△13,055	△23,676	△19,367	7,862	8,487	△3,018

* Suspense receivable as credit is included.

(3) Subordinated Bond Issuance

4Q in FY14: End Of June, 2015
(Unit: Hundred Million KRW)

Type of Bond	The Date Of Issue	The Date Of Maturity	Issued Amount	Issued (Interest) Rate	Credit Rate	Remarks
The 7th Unsecured Subordinated Security ^{1,2)}	2010.04.23	2015.07.23	400	7.9	N.A.	

Note 1) The company acquired the debentures issued by SBI 2savings bank through merger and it amounts to 20 billion KRW.

Note 2) The Subordinated security repaid July 23th, 2015

13. Profit Status By Sector

(Unit: Hundred Million KRW)

Class		Y2015(A)	Y2014(B)	Variation (A-B)
Interest	Interest Earnings	2,610	1,502	1,108
	Earned Interest On Deposits	114	66	48
	Earned Interest On Marketable Securities	39	72	△33
	Earned Interest On Loan	2,456	1,346	1,110
	Other Interest Income	1	18	△17
	Interest Expense	837	538	299
	Interest on Deposit Received	789	462	327
	Interest For Borrowing	0	0	0
	Interest For Corporate Bond	36	52	△16
	Other Interest Expense	12	24	△12
Subtotal	1,773	964	809	
Fee	Fee Income	53	21	32
	Fee Expense	296	185	111
	Subtotal	△243	△164	△79
Other Operations	Other Operating Income	1,250	411	838
	Other Operating Expense	1,297	2,158	△860
	Subtotal	△48	△1,748	1,700
Sum of Profit by Sector		1,482	△948	2,429
Selling And Administrative Expenses(△)		926	432	494
Operating Income		557	△1,380	1,937
Non-Operating Income		103	119	△16
Non-Operating Expense(△)		369	1,014	△645
Net Income Before Corporate Tax		291	△2,274	2,565
Corporate Tax(△)		59	0	59
Net Income		232	△2,274	2,506

14. Index Of Capital Adequacy

A. Capital Adequacy

4Q in FY14: End Of June, 2015
 4Q in FY13: End Of June, 2014
 (Unit: Hundred Million KRW, %)

Classification	4Q in FY14	4Q in FY13
BIS Capital Ratio ※ Required By The Law Is More Than (7%)	11.46	9.47
BIS Basic Capital Ratio (Tire1)	10.05	8.49
Tangible Common Equity Ratio	9.62	9.51

◆ **BIS capital adequacy ratio (equity capital/risk-weighted assets ratio):** It represents the adequacy of financial structure of a mutual savings bank. It is one of the management guidelines set by Financial Supervisory Service on the basis of the international agreement that requests to secure a certain level of equity capital for market/operational risk, which was announced by BIS Financial Services Commission (Basel Committee on Banking Supervision). The high percentage (capital owned / market/operational risk x 100) of a company means that the company has good capital adequacy.

B. Calculation Of BIS Capital Adequacy Ratio

4Q in FY14: End Of June, 2015
 4Q in FY13: End Of June, 2014
 (Unit: Hundred Million KRW)

Classification	4Q in FY14	4Q in FY13
Ordinary Capital Sum (A)	3,248	1,782
Capital Stock	15,615	9,055
Capital Surplus	102	6
Retained Earnings	△7,086	△7,315
Shares Owned By External Shareholders Of Affiliated Company	0	219
Deductions	5,383	75
Supplementary Capital Sum (B)	453	366
Upper Subordinated Debt (Claimed) With Maturity	0	0
Lower Subordinated Debt (Claimed) With Maturity	0	50
Revaluation Reserve	0	7
Gain On Valuation Of Asset Available For Sale And Others	4	0
Allowance For Bad Debts	449	309
Long-Term Borrowing(C) For Management Normalization	0	0
Deduction Sum (D)	0	0
Equity Capital Sum (A+B+C-D)	3,701	1,989
Risk-Weighted Asset	32,309	20,993

15. Index Of Asset Quality

4Q in FY14: End Of June, 2015
 4Q in FY13: End Of June, 2014
 (Unit: Hundred Million KRW, %)

Classification	4Q in FY14	4Q in FY13
Loss Risk-Weighted Loan Ratio	50.64	58.69
Net Substandard or Lower Loan Ratio	17.42	18.39
Substandard or Lower Loan Ratio	27.67	33.94
Ratio Of Overdue Loan	25.95	32.01

16. Index Of Profitability

4Q in FY14: End Of June, 2015
 4Q in FY13: End Of June, 2014
 (Unit: Hundred Million KRW, %)

Class	4Q in FY14	4Q in FY13
Return On Assets	0.75	△14.33
Expense On Assets	2.99	2.72
Ratio Of Gross Profit To Gross Costs	85.77	171.34

17. Index Of Liquidity

4Q in FY14: End Of June, 2015
 4Q in FY13: End Of June, 2014
 (Unit: Hundred Million KRW, %)

Classification	4Q in FY14	4Q in FY13
Liquidity Coverage Ratio	116.53	132.36
Ratio of Disposable Fund	19.65	12.82
Tangible Assets Ratio	56.65	74.17

◆ Liquidity coverage ratio: It is the ratio of those assets that can easily be exchanged for money to the total assets of a mutual savings bank. High liquidity ratio of a company means that the company is better able to liquidate asset.

18. Index Of Productivity

4Q in FY14: End Of June, 2015
 4Q in FY13: End Of June, 2014
 (Unit: Hundred Million KRW, %)

Classification	4Q in FY14	4Q in FY13
Per Employee	Profit Before Allowance	3
	Deposits	58
	Loans	80
Per Branch Bank	Deposits	1,248
	Loans	1,208

19. Other Indexes

4Q in FY14: End Of June, 2015
 4Q in FY13: End Of June, 2014
 (Unit: Hundred Million KRW, %)

Class	4Q in FY14	4Q in FY13
Ratio Of Allowance For Severance Liability	100.0	100.0

[Financial Results]

20. Outline

4Q in FY14: End Of June, 2015
 4Q in FY13: End Of June, 2014
 (Unit: Hundred Million KRW, %)

Classification	4Q in FY14		4Q in FY13		
	Amount	%	Amount	%	
Asset	Cash And Due from Banks	6,483	16.62	2,226	13.22
	Securities	2,380	6.10	3,276	19.45
	Loans	30,569	78.38	11,788	69.98
	Call Loans	0	0.00	0	0.00
	Tangible Asset	180	0.46	78	0.47
	Other Assets	3,427	8.79	1,819	10.80
	Allowance For Bad Debts And Others (△)	△4,038	△10.35	△2,343	△13.91
Asset Total	39,001	100.00	16,844	100.00	
Liability	Deposits	33,684	86.37	12,320	73.14
	Borrowings	400	1.03	600	3.56
	Call Money	0	0.00	0	0.00
	Other Liabilities	1,167	2.99	2,322	13.79
	Liability Total	35,251	90.38	15,242	90.49
Stockholder's Equity	Capital Stock	15,615	40.04	9,055	53.76
	Capital Surplus	102	0.26	6	0.04
	Capital Adjustment	△4,943	△12.67	△133	△0.79
	Accumulated Other Comprehensive Income	59	0.15	△11	△0.06
	Retained Earnings	△7,083	△18.16	△7,315	△43.43
	Stockholder's Equity Total	3,750	9.62	1,602	9.51
Liability And Stockholder's Equity Total	39,001	100.00	16,844	100.00	

* Suspense receivable as credit: It is classed into other asset category.

21. Operation with Loan

(1) Loan

4Q in FY14: End Of June, 2015
 4Q in FY13: End Of June, 2014
 (Unit: Hundred Million KRW, %)

Classification	4Q in FY14		4Q in FY13	
		%		%
Loan For Company	16,189	52.79	5,270	44.49
Loan For Personal	11,753	38.33	4,278	36.11
Other Loans	2,724	8.88	2,298	19.40
Total	30,666	100.00	11,846	100.00

* Suspense receivable as credit is included.

(2) Secured Loan By Collateral

4Q in FY14: End Of June, 2015
 4Q in FY13: End Of June, 2014
 (Unit: Hundred Million KRW, %)

Classification		4Q in FY14		4Q in FY13	
			%		%
Collateral	Real Estate Property	7,918	25.82	3,113	26.28
	Movable Assets	264	0.86	144	1.22
	Securities	2,415	7.88	136	1.15
	Deposit Received	92	0.30	22	0.19
	Others	1,386	4.52	468	3.95
	Total	12,075	39.38	3,883	32.78
Guarantee		1,060	3.45	244	2.06
Credit		17,531	57.17	7,719	65.16
Total		30,666	100.00	11,846	100.00

* Suspense receivable as credit is included.

(3) Loan For Small And Medium (S&M) Enterprises

4Q in FY14: End Of June, 2015
 4Q in FY13: End Of June, 2014
 (Unit: Hundred Million KRW, %)

Classification		3Q in FY14	3Q in FY13
S&M Company Loan	Ratio (A/B X 100)	47.63	43.67
	S&M Loan (A)	14,607	5,174
	Total (B)	30,666	11,846

* Suspense receivable as credit is included.

(4) Loan Exposure To Real Estate Property-Related Business And Asset Quality Classification

4Q in FY14: End Of June, 2015
(Unit: Hundred Million KRW, %)

Business Type	Conformity To Credit Offering Binding		Category of Quality							
	Limit	Amount Of Credit Offering	Loan Obligation						Overdue Amount	Delinquency Rate
			Normal	Precautionary	Sub-Standard	Recovery Doubtful	Presumed Loss	Total		
Real Estate Property PF Loan(①)	6,133	2,465	0	0	2,396	0	69	2,465	2,465	100.00
Construction Business (②)	9,200	1,542	867	76	458	78	63	1,542	586	38.01
Real Estate Business And Leasing Business(③)	9,200	2,110	323	318	1,179	17	273	2,110	1,462	69.30
Real Estate Property And Leasing Business(④)	9,200	1,098	301	178	429	3	189	1,100	614	55.90
Total(①+②+③-④)¹⁾	13,800	5,019	890	216	3,604	92	217	5,017	3,900	77.70

* Suspense receivable as credit is not included.

Note 1) Real estate property-related business's total limit is applied to 45% of total credit offering by Item 3, Article 22 Of The Enforcement Ordinance Of Mutual Savings Banks Act

(5) Micro Personal Credit Loan

(Unit: Hundred Million KRW,%,%p)

Classification	End Of June, 2015	End Of March, 2015	End Of December, 2014	End Of September, 2014
Total Loan	30,666	30,867	30,488	13,214
Micro Personal Credit Loan	1,137	1,159	1,184	469
Proportion	3.71	3.75	3.88	3.55
Micro Personal Credit Loan Overdue Amount	190	201	196	95
Proportion	16.71	17.34	16.55	20.26

Note *) Of total loans, the cases of loan less than 3 million KRW are recorded by quarter.

Note *) Criterion for "being overdue": The definition of 'overdue loan' in Mutual Savings Bank Regulatory Provisions (Attachment 7) is applied.

* A savings bank whose balance of Personal Loan is lower than one billion KRW can not declare Handling Status of Personal Loan.

22. Investment In Marketable Securities And Operation

4Q in FY14: End Of June, 2015
(Unit: Hundred Million KRW)

Class	Acquisition Cost	Term-End Book Value	Balance Of Gain Or Loss From Appreciation(B/S)	Operating Profit And Loss(I/S)
Held-For-Trading	650	676	0	26
Asset Available For Sale	1,651	1,704	60	△11
Held-For-Maturity	0	0	0	0
Investments In Stocks Accounted For Under The Equity Method	0	0	0	18
Total	2,301	2,380	60	33

23. Deposits

(1) Deposits By Type

4Q in FY14 : End of June, 2015
4Q in FY13 : End of June, 2014
(Unit: Hundred Million KRW, %)

Classification	4Q in FY14				4Q in FY13			
	Balance		Average Balance		Balance		Average Balance	
		%		%		%		%
Demand Deposits	968	2.87	724	2.76	466	3.78	564	4.10
Time Deposits	25,173	74.73	20,310	77.48	10,133	82.25	12,022	87.29
Installment Deposit	7,543	22.40	5,179	19.76	1,721	13.97	1,186	8.61
Cover Note	0	0.00	0	0.00	0	0.00	0	0.00
Others	0	0.00	0	0.00	0	0.00	0	0.00
Total	33,684	100.00	26,213	100.00	12,320	100.00	13,772	100.00

(2) Deposits By Customer Type

4Q in FY14 : End of June, 2015
4Q in FY13 : End of June, 2014
(Unit: Hundred Million KRW, %)

Classification	4Q in FY14		4Q in FY13	
	Balance	%	Balance	%
Individual	33,385	99.12	12,234	99.30
Corporate And Group	224	0.66	32	0.26
Others	75	0.22	54	0.44
Total	33,684	100.00	12,320	100.00

Note *) Based on balance

24. Write-Off And Allowance For Bad Debts

(1) Amount Of Bad Loan Write-Off

4Q in FY14 (3 Months): from Jan. 1st, to June 30st, 2015
 4Q in FY14 (Accumulated): from Jul. 1st, 2014 to June 30st, 2015
 4Q in FY13 (3 Months): from Jan. 1st, to June 30st, 2014
 4Q in FY13 (Accumulated) from Jul. 1st, 2013 to June 30st, 2014
 (Unit: Hundred Million KRW)

Classification	3Q in FY14		3Q in FY13	
	Present Quarter	Cumulation	Vs. The Same Period Of Last Year	Cumulation
Amounts Of Write-Off During Term	374	5,792	401	1,830
General	374	5,792	401	1,830
Special	0	0	0	0

(2) Classification Of Allowance For Bad Debts

4Q in FY14 : End Of June, 2015
 4Q in FY13 : End Of June, 2014
 (Unit: Hundred Million KRW)

Classification	4Q in FY14	4Q in FY13
Allowance For Bad Debts	4,035	2,362
General	4,035	2,362
Special	0	0

25. Current Status Of Loan Classified As NPL And Sub-Standard Or Lower

(1) Loan Classified As NPL And Sub-Standard Or Lower

4Q in FY14 : End Of June, 2015
 4Q in FY13 : End Of June, 2014
 (Unit: Hundred Million KRW)

Classification	4Q in FY14	4Q in FY13
Total Loan	30,666	11,846
NPL (Non-Performing Loan or Insolvent Loan) ¹⁾	2,735	2,099
Sub-Standard Or Lower Loan ²⁾	8,487	4,020
Net sub-Standard Or Lower Loan ³⁾	4,640	1,744

Note 1) NPL or insolvent loan means the sum of recovery doubtful and presumed loss loan amount.

Note 2) Loan classified as sub-standard or lower is the sum of sub-standard, recovery doubtful and presumed loss loan amount.

Note 3) Loan classified as net sub-standard or lower is the sum of sub-standard loan minus bad debt allowance.

Note *) Suspense receivable as credit is included.

◆ **NPL or insolvent loan:** It is the sum of recovery doubtful and presumed loss loan of a mutual savings bank. Low ratio of NPL over total loan means that the asset of a mutual savings bank is sound.

◦ **Recovery doubtful:** A portion of accounts receivable exceeding an expected recoverable which is anticipated to accrue, but the amount of the loss is not fixable in which cases were classified sub-standard.

◦ **Presumed loss:** A portion of accounts receivable exceeding an expected recoverable which shall be inevitably disposed of a loss because of impossibility of recovery in which cases were classified sub-standard.

◆ **Loan classified as sub-standard or lower:** It is the sum of sub-standard, recovery doubtful and presumed loss loan amount of the total loan of a mutual savings bank. Low ratio of Sub-standard loan over the total loan means that the asset of a mutual savings bank is sound.

◦ Sub-standard: An expected recoverable amount of accounts receivable which cases are needed specific recoverable and manageable measurement because of poor management.

(2) Current Status of Increasing Large Sum NPL Or Insolvent Loan

4Q in FY14 : End Of June, 2015

3Q in FY14: End Of March, 2014

(Unit: Hundred Million KRW)

Company ¹⁾	4Q in FY14	3Q in FY14	Increased Amount	Reason For Increase	Remarks
D***** (Art, Sports And Leisure Service Business)	81	0	81	Collectible Amount Changed	
T**** (Accommodation And Restaurant Business)	50	0	50	Collectible Amount Changed	
N**** (Real Estate Business And Leasing Business)	70	44	26	Collectible Amount Changed	
E**** (Residential Premises Development And Supply Business)	20	0	20	Collectible Amount Changed	
K**** (Real Estate Business And Leasing Business)	19	0	19	Collectible Amount Changed	
D**** (Finance And Insurance Business)	22	3	19	Collectible Amount Changed	
I**** (Real Estate Business And Leasing Business)	18	0	18	Collectible Amount Changed	
E**** (Real Estate Business And Leasing Business)	13	0	13	Collectible Amount Changed	
Y**** (Real Estate Business And Leasing Business)	10	0	10	Collectible Amount Changed	

Note 1) The list should be of top 20 companies whose NPL or insolvent loan amount is one billion greater than that of the previous quarter. But the name should be written like “(Ltd)***(Business Type)” for corporate body. For individual loan, the name of company should be written like “individual loan (last name*second name)”.

(3) Current Status Of Companies Under Debt Reconciliation For New Loan

4Q in FY14 : End Of June, 2015

(Unit: Hundred Million KRW)

Company	Date of Decision For Debt Reconciliation	4Q in FY14 Total Loan Balance	NPL Or Insolvent Balance	Progress Of Debt Reconciliation	Remarks
Not Applicable					

Note *) It should be prepared for companies whose total loan balance is over one billion one KRW.

26. Off-The-Book Trading

4Q in FY14 : End Of June, 2015

4Q in FY13 : End Of June, 2014

(Unit: Hundred Million KRW)

Classification	4Q in FY14	4Q in FY13
Guarantee Of Payment	0	0
Bad Loan Write-Off	10,497	2,247
Endorsed Note	0	0
Sales Of Repurchase Paper	0	0
Transaction Of Financial Derivatives	0	0

27. Non-Operating Assets

4Q in FY14: End Of June, 2015

(Unit: Hundred Million KRW)

Classification	Acquired Amount Within A Year (From Now)	Acquired Amount Between 1 To 3 Years (From Now)	Acquired Amount 3 Years Before
Land	0	82	1,200
Building	0	275	270
Movable Assets	0	7	1
Total	0	364	1,471

28. Status Of Cross-Business

4Q in FY14 : End of June, 2015

4Q in FY13 : End of June, 2014

(Unit: Hundred Million KRW, No. of Transaction, No. of Buying)

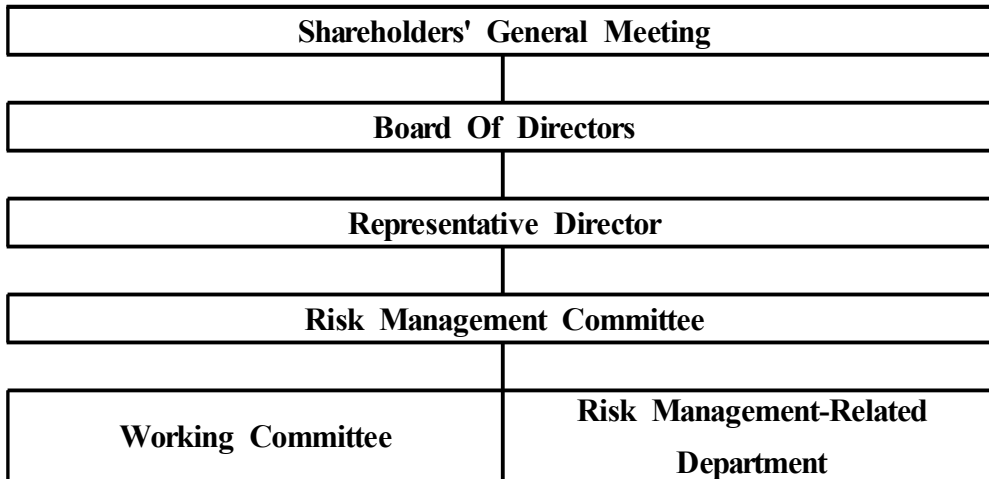
Classification	4Q in FY14		4Q in FY13	
	Performance	Number Of Transaction (Buying)	Performance	Number Of Transaction (Buying)
Installment Financing	0	0	0	0
Debit Card	83	6,679	40	984

[Risk Management]

29. Risk Management

(1) Risk Management Organization

- Organizational Chart



- Risk Management Committee: It is the top decision body for risk management.

- Composition of Risk Management Committee

Strategic Planning HQ Head / Finance Management HQ Head /

Risk Management Department Head / Business Management Department Head

- Role of Risk Management Committee

It plays roles of establishing policies to cope with the change of financial environment; minimize management risk through focusing on asset and liabilities; and maximize and stabilize profit.

- Risk Management-Related Departments

▪ Credit Risk

Loan review Department / CSS Department / Sales Department(Corporate Financing / Retail / IB)

▪ Market Risk: IB Department / Business Management Department(financial sector) / Sales Department

▪ Interest Risk: Business Management Department(financial sector) / IB Department

▪ Liquidity Risk: Business Management Department(financial sector) / Sales Department

▪ Operational Risk: Strategic Planning Department / Information System Division

(2) Risk Management System:

- Definition

“Risk” means various uncertainty and chance of possible loss occurring during the activities of a company’s management and business.

- Various provisions Related to Risk Management

Total Risk Management Provision, Risk Management Provision, Risk Management Committee Provision.

- Contents in the provisions

They are about overall risks that can break out through the business and management

by a savings bank, including risk of credit, market, liquidity, business management.

- Risk Management Committee

It is the top decision body for risk management. It plays roles of establishing policies to cope with the change of financial environment; minimize management risk through focusing on asset and liabilities; and maximize and stabilize profit. The committee shall deliberate and make decision regarding the followings:

- ① Establishing (counter)measure to cope with the change of financial environment
- ② Deliberating and conciliating financing and operation
- ③ Constructing portfolio of assets and liabilities
- ④ Performing risk management and establishing (counter)measure to cope with it
- ⑤ Regarding interest in loan and borrowing
- ⑥ Regarding the other agendas that the chairman thinks it is necessary to action for.

(3) Credit Risk Management:

- Definition

Credit Risk means the amount exposed to loss or such risk due to the default on loan or/and marketable securities of other party in business with the concerned company.

- Purpose

It is to minimize the possibility of occurrence of credit risk; thus maintain financial soundness; consequently build stable profit base; and use the knowledge as the basic data in making decision for investment priority and establishing strategy of asset resource distribution.

- Objects for Risk Management

loan, securities, derivative and so on

- Principle of Risk Management

- ① To set and manage credit offering limit by sector
- ② To prevent loan bias by constructing loan portfolio
- ③ To set and manage limit to credit risk exposure

- Methods of Risk Management

- ① To set credit limit by industry, debtor, and note drawer
- ② To establish loan portfolio; evaluate loan; prepare early warning system for non-performing loan; and review criteria for loan (credit) offering
- ③ To review the criteria of credit rating by customer and request correction or adjustment when necessary; develop, maintain and integrate methodology and measurement for credit risk such as bankruptcy rate by rating level and collect rate by collateral
- ④ To review if reserve for bad debts and depreciation and debt amount to write off are suitable for credit risk and request for correction when necessary.

- Evaluation Organization: Risk Management Committee, Loan Evaluation Committee, Loan review Department, Others

(4) Market Risk Management:

- Definition

Market Risk means one in which the value of marketable asset decreases in a disadvantageous direction to interest, stock index (price), foreign exchange rate and so on. Such risks include interest

risk, price fluctuation risk and FX risk

- Purpose

It is to minimize loss and maximize profit by efficiently managing the change of market price and value such as interest rate, stock index (price) and so on.

- Measuring Method

Transaction related to market risk should be evaluated and measured for loss and profit based on market value.

- Objects for Market Risk Management

Financial products that are dealt for profit margin on purchase and sale on the basis of forecasted value (interest rate, stock index) change of bond, share.

- Methods of Market Risk Management

- ① To set investment limit and loss limit of securities in proprietary account; obtain approval of it from Risk Management Committee and distribute it to risk management-related department heads for accompanying actions
- ② Risk management-related department heads can set and operate proper limit by financial commodity and dealer within the limit set in foregoing (①).
- ③ Risk management-related department heads establish detailed and specific plans and manage them such as investment policy, standard, portfolio principle, criteria for market value evaluation, investment and loss limit by commodity and dealer.
- ④ Risk management-related department heads assess concerned risk on daily, weekly and monthly base or anytime when necessary for rapid change of market situations.

(5) Liquidity Risk Management:

<Balance Of Time Deposit (e.g.) By Remaining Period>

○ Time Deposit

(Unit: Hundred Million KRW)

Classification	Within 1 Year	Within 2 Years	Within 3 Years	Over 3 Years	Total
Time Deposit	23,216	1,730	226	1	25,173

○ Loan

(Unit: Hundred Million KRW)

Classification	Within 1 Year	Within 2 Years	Within 3 Years	Within 4 Years	Within 5 Years	Over 5 Years	Total
Loan ^{1,2)}	14,548	4,227	3,245	2,434	2,609	3,603	30,666

Note 1) Loan (on compound passbook deposit) whose limit is subject to stipulated time period and that is circulated within certain time period (a month) is classified as 'one-year or shorter' loan despite its limit-stipulated time period.

Note 2) Suspense receivable as credit is included.

○ Securities

(Unit: Hundred Million KRW)

Classification	Within 1 Year	Within 2 Years	Within 3 Years	Within 4 Years	Within 5 Years	Over 5 Years	Total
Government/ Public Bond ¹⁾	11	0	0	0	0	0	11
Corporate Bond	12	0	0	0	0	310	322
Others	175	232	371	450	136	166	1,530
Total	198	232	371	450	136	476	1,863

Note 1) Government/Public Bond means monetary stabilization bond, government-guaranteed bond, treasury bill, municipal bond/local debt, and bond issued by government-invested institution.

Note *) Shares and investment securities (including other equity investments) whose maturity expiration can't be specified are excluded.

(6) Credit Scoring System (CSS):

A. Summary of Credit Scoring System (CSS)

It is a system to statistically measure the risks related to personal credit loan by using the credit rating data and the summaries offered by credit rating agencies (e.g. NICE Information Service Co., Ltd, Korea Credit Bureau, Korea Enterprise Data Co. Ltd)

B. Application Scope

Customers applying for personal credit loan (Only for Babilloan)

C. Application Method

Decision making for the system approval based on personal credit risk rating, limit and interest calculation.

D. Controlling Structure

1) Establishing CSS policy based on statistical analysis

- Periodic Analysis

- i) Accuracy of credit rating of CB companies
- ii) Stability and accuracy of the credit rating by application scorecard
- iii) Validity of CSS policy

- Non-Periodic Analysis

- i) Policy rule according to reduced risk
- ii) CSS policy for new financial products

2) Deliberation of Risk Management Committee in establishing and changing policy

3) Approval by representative director of changing or establishing policy of Risk Management Committee

[Current Status Of Other Management]

30. Management Performance Of Affiliated Company

4Q in FY14: End Of June, 2015
(Unit: Hundred Million KRW)

Affiliated Company	Financial Situation		Profit-Loss Situation		Settling Day
	Total Asset	Equity Capital(Capital Stock)	Operating Profit	Net Income	
<u>Not Applicable</u>					

31. Loan/Borrowing Interest And Determination of Interest Rate

(1) Loan Interest

4Q in FY14: End Of June, 2015

Class			By Credit Rate ¹⁾			Remarks
			Top Class	Most Next Creditor Class	Bottom Class	
Personal Loan	Credit Loan (Unsecured, a year)	Class	4	6	10	
		Applied Interest	8.5~34.9	8.7~34.9	7.7~39.8	
	Secured Loan Against Apartment (a year)	Class	0	0	0	
		Applied Interest	0.0	0.0	0.0	
	Secured Loan Against Deposit (Time Deposit: a year)	Class	1	5	9	
		Applied Interest	3.6~5.7	3.6~5.9	3.6~3.6	
Stock Loan	Class	4	5	9		
	Applied Interest	5.7	5.7	5.7		
Corporate Loan ²⁾	General Corporate Loan (a year)	Class	1	4	10	
		Applied Interest	5.28~10.8	5.21~9.36	5.98~11	
	Secured Loan Against Overdrawn Account	Class	0	0	0	
		Applied Interest	0.0	0.0	0.0	

Note 1) For normal classes

Note 2) Based on unsecured loan

(2) Deposit Interest

4Q in FY14: End Of June, 2015

Class	Period	Minimum Interest ¹⁾	Maximum Interest ²⁾	Remarks
Ordinary Deposit	-	0.2	2.7	
Savings Deposit	-	0	0	
Periodical Installment Savings	6-Month Or Shorter	2.6	4	
	A Year	3	5.7	

	2 years	3	4.8	
	3 Years	3	5.7	
Time Deposit	3-Month Or Shorter	1.7	2.1	
	6-Month Or Shorter	1.9	2.6	
	A Year	2.1	3.4	
	2 years	2.1	3.55	
	3 Years	2.1	4.6	
Workers-Preferred Savings	3 Years	0.2	0.2	
	5 Years	0	0	
Long-Term Savings For Purchasing A House	7 Years	0	0	

Note 1) For normal classes

Note 2) Based on unsecured loan

(3) Determination System Of Interest Rate

(A) Deposit Interest: The concerned company's Risk Management Committee determines the interest rate on deposit products after considering the maturity amount of our deposit products, BOK's benchmark rate, and the average interest rate of savings banks and commercial banks.

- Ordinary Deposit: It is related to check card since it is a demand deposit product. We determine maximum interest of ordinary deposit after considering the provisions regarding check card by Korea Federation of Savings Banks.

- Periodical Installment Savings: Since the concerned company deals with a variety of deposit products with preferred interest, we consider the interests of main products by period in determining interest rate for periodical installment savings products.

(B) Loan Interest: For general loan, our Loan Evaluation Committee consider the current status of each case in evaluating and approving loan offering.

- Internet Credit Loan (Babilloan): Interest = Working cost + Default rate by class (based on our standard) + Margin (Working cost: Procurement expense, Recruiting expense, Operating expense)

- Used Car Loan(Auto Loan): Interest = Working cost + Default rate by class (based on our standard) + Margin (Working cost: Procurement expense, Recruiting expense, Operating expense)

- Loan Against Apartment Owned by Business Person:

Base rate (New base Cofix Interest) + Matrix-based additional rate ± Interest option

- On-line Mortgage Loan:

Base rate (New base Cofix Interest) + Matrix-based additional rate ± Interest option

- Loan For Ordinary People:

Standard CSS Interest + Discounted interest rate for each customer

(Standard CSS Interest: Weighted average fixed deposit interest of the Whole Savings Bank (month before last) + Spread interest)

- Stock Loan: Fixed rate 3.1~3.9% for new and 5.7% for extension

- Hope Passbook Loan (Credit loan by branch bank):

Interest = Minimum interest 8.5% + Additional rate option by class

(Option: CB Class, Annual income, Credit loan portion, Net asset)

- Hope Day Loan(Business Person Repayment Loan)

Interest = Minimum interest 8.5% + Additional rate option by class

(Option: CB Class, Annual income, Credit loan portion, Net asset)

32. History Of Transaction With Other Financial Institutions

(Unit: Hundred Million KRW)

Class	Financing		Operation	
	Type	Amount	Type	Amount
Domestic Bank	Ordinary Money Deposited (Balance)	0	Ordinary Money Deposited (Balance)	35
	-	-	Other Money Deposited (Balance)	1,831
Others Financial Institution	Ordinary Money Deposited (Balance)	4	Other Money Deposited (Balance)	250
Subtotal	-	-		2,116
National Federation	-	-	Money Deposited (Balance) In KFSB ¹⁾	2,470
	-	-	Money Deposited (Balance) For Reserves	1,879
Total		4		6,465

Note 1) KFSB is Korea Federation Of Savings Banks

Note *) Clear statement additionally about trade financial institution(refer to FY14 audit report note 4-1, 16-3)

33. Compliance Officer System

(1) Definition Of Compliance Officer

He or she is a specialist, usually employed by a financial group to ensure that no conflict of interest arises and that all obligations and regulations are complied with and report the results to Audit Committee.

(2) Concept Of Compliance Officer

- Compliance officer exists to have the employees and executive be aware of laws, regulations, rules, ethics and responsibilities that have to abided by in handling banking works in order to operate assets on sound base and protect depositors.

- Compliance officer exists to minimize legal risks and manage and operate assets legitimately by applying precautionous law-complying programs (introduction, education of laws and provisons to keep and monitoring compliance) that aim for internal control and to accomplish business goals.

(3) Roles

- (A) To conceive, plan and draw up internal control policy
- (B) To monitor the implementation of internal control system and improve and correct it
- (C) To support and consult with the board of directors, the management and related departments
- (D) To early supervise the compliance to daily regulations
- (E) To implement and manage regular education of internal control law compliance for executives and staff members
- (F) To establish the code of ethics of executives and staff members and plan specific implementations
- (G) To check handling civil affairs in terms of consumer protection and the adequacy of public posting of management performance
- (H) To cooperate with supervisory authorities and Audit Committee
- (I) To record and maintain the results of compliance on regular base; plan the annual activities of compliance officer; prepare result reports; and report them to the management or Audit Committee

(4) Implementation

Compliance officer is currently working for the concerned company on regular base by establishing the code of ethics; educating the executives and staff members; closely cooperating with the supervisory authorities and the auditing department; maintaining the results of compliance; setting internal control system; performing monitoring and auditing; checking daily works, protecting customers; supporting and consulting internal control system.

34. Internal Control

(1) Functions And Roles Of Audit (Regular, Special And Occasional Audit)

Audit Committee (auditor) performs the followings to evaluate and improve the propriety of overall internal control system and the performance of management.

- It sets up internal audit plans by class (finance audit, operation audit, compliance audit, management audit, IT audit and so on); evaluates the results of implementation; take follow-up measures; and purposes corrective plans.
- It evaluates the overall internal control system of the concerned company and proposes improvement plan.
- It consents to the appointment of the head of internal audit department.
- It approves the appointment of external auditor.
- It evaluates the activities of external auditor.
- It confirms the matters directed in an audit report
- It handles the matters in accordance with applicable laws and articles of association and those which the board of directors entrusts.
- It conducts an audit on the matters directed by supervisory authority, the board of directors and/or Audit Committee

35. Institutional Warning And Rebuke On Executives

Title	Date Of Announcement	Remarks
<u>Not Applicable</u>		

36. Occasional Announcement

Title	Date Of Announcement	Remarks
Announcement Of Issuance Of New Stocks	2014-07-10	
Decision Of Paid-In Capital Increase	2014-07-10	
Announcement For Holding Extraordinary General Meeting	2014-07-17	
Decision For Merger	2014-07-23	
Announcement Change For Holding Extraordinary General Meeting	2014-07-28	
(Correcting Disclosure) Decision For Merger	2014-08-04	
Announcement Of The Submission Of Creditor'S Objection, Stock Certificate, Appraisal Right To Exercise By Shareholder Regarding Merger	2014-08-05	

(Correcting Disclosure) Decision For Merger	2014-09-19	
Appointment External Auditor	2014-10-21	
A Change Of Affiliated Company	2014-11-11	
Acquisition State of Major Shareholder	2015-01-09	
Acquisition State of Major Shareholder	2015-04-20	
Designation Of External Auditor	2015-05-13	

37. Balance Of Loan To Employees

(Unit: Hundred Million KRW)

Class	Y2014	Y2013
Balance of Loan to Employees	0.5	0.5

38. History Of Transactions With Major Shareholders And Executives

(1) Current Status Of Credit Offering¹⁾

4Q in FY14 : End Of June, 2015

3Q in FY13 : End Of March, 2014

(Unit: Million KRW, %)

Name Of Shareholder(Or Executive) ²⁾	Name Of Shareholder(Or Executive) And Affiliate Person ³⁾	Credit Offering At The Point Of Appointment (A)	3Q in FY13 Credit Offering(B)	4Q in FY14 Credit Offering(C)	Increase/Decrease (%)					
					Vs. Dat Of Appointment (C-A)	Vs. Previous Period (C-B)				
Shareholder	()	Principal	<u>Not Applicable</u>		()	()				
		Affiliate Person			()	()				
		Subtotal			()	()				
	()	Principal			<u>Not Applicable</u>		()	()		
		Affiliate Person					()	()		
		Subtotal					()	()		
	Total	Principal					<u>Not Applicable</u>		()	()
		Affiliate Person							()	()
		Sum							()	()
Executive	()	Principal	<u>Not Applicable</u>						()	()
		Affiliate Person							()	()
		Subtotal							()	()
	()	Principal			<u>Not Applicable</u>				()	()
		Affiliate Person							()	()
		Subtotal							()	()
	Total	Principal					<u>Not Applicable</u>		()	()

		Affiliate Person		()	()
		Subtotal		()	()
Total		Principal		()	()
		Affiliate Person		()	()
		Sum		()	()

Note 1) It means credit offering stipulated in Item 6, Article 2 of Mutual Savings Banks Act.

Note 2) For shareholder, only major shareholders as defined in Item 11, Article 2 of Mutual Savings Banks Act are listed here.

For executive, the year, month and date of appointment and position – e.g. president of savings bank, Outside Director- should be written in (). For shareholder and executive not related credit offering, ‘Not applicable’ is written in the column of credit offering.

Note 3) He or she is a affiliate person to shareholder or executive as defined in Item 2, Article 30 of the enforcement ordinance under Mutual Savings Banks Act.

(2) History Of Other Major Transactions

A. Sales Of Real Estate Property¹⁾

4Q in FY14: End Of June, 2015
(Unit: Million KRW)

Name Of Shareholder (Or Executive) ²⁾		Name Of Shareholder (Or Executive) And Affiliate Person ³⁾		Transaction Class (Buying/Selling)	Contract Date	Contract Amount	Remarks
Shareholder		Principal		<u>Not Applicable</u>			
		Affiliate Person					
		Subtotal					
		Principal					
		Affiliate Person					
Subtotal							
Executive		Principal		<u>Not Applicable</u>			
		Affiliate Person					
		Subtotal					
		Principal					
		Affiliate Person					
Subtotal							
Total	Principal						
	Affiliate Person						
	Sum						

Note 1) It is about (should be written for) the transaction of real estate property done by shareholder (or executive) and their affiliate person **during the current fiscal year (from Jul. 1st, 2014 to June 30st, 2015)**

Note 2) The same footnotes as in Form ‘A’

Note 3) The same footnotes as in Form ‘A’

B. Lease/Rent Of Real Estate Property¹⁾

4Q in FY14: End Of June, 2015
(Unit: Million KRW)

Name Of Shareholder (Or Executive) ²⁾	Name Of Shareholder (Or Executive) And Affiliate Person ³⁾	Transaction Class (Lease/Rent)	Contract Date	Expiration Date Of Contract	Contract Amount		Remarks
					Deposit	Annual Lease/Rent Fee	
Shareholder	Principal						<u>Not Applicable</u>
	Affiliate Person						
	Subtotal						
	Principal						
	Affiliate Person						
	Subtotal						
Executive	Principal						<u>Not Applicable</u>
	Affiliate Person						
	Subtotal						
	Principal						
	Affiliate Person						
	Subtotal						
Total	Principal						
	Affiliate Person						
	Sum						

Note 1) It is about (should be written for) the lease/rent transaction of Real Estate Property in contract with shareholder (or executive) and their affiliate person **as of the date of reporting this form**

Note 2) The same footnotes as in Form 'A'

Note 3) The same footnotes as in Form 'A'

C. Contract For Goods And Services¹⁾

4Q in FY14: End of June, 2015
(Unit: Million KRW)

Name Of Shareholder (Or Executive) ²⁾	Name Of Shareholder(Or Executive) And Affiliate Person ³⁾	Transaction ⁴⁾	Date of Transaction	Contract (Goods/Services) Amount	Remarks
Shareholder	Principal				<u>Not Applicable</u>
	Affiliate Person				
	Subtotal				
	Principal				
	Affiliate Person				
	Subtotal				
Executive	Principal				<u>Not Applicable</u>
	Affiliate Person				
	Subtotal				
	Principal				
	Affiliate Person				
	Subtotal				
Total	Principal				
	Affiliate Person				
	Sum				

Note 1) It is about (should be written for) the supplying transaction of goods/services supplied from shareholder (or executive) and their affiliate person during the current fiscal year (from Jul. 1st, 2014 to Mar. 31st, 2015).

Note 2) The same footnotes as in Form 'A'

Note 3) The same footnotes as in Form 'A'

Note 4) It should be expressed like ○○ Goods Supply Contract, ○○ Service Supply Contract and so on.

D. Stock Trading¹⁾

4Q in FY14: End of June, 2015

3Q in FY13: End of June, 2014

(Unit: Million KRW, -000-Note)

Name Of Shareholder (Or Executive) ²⁾	Name Of Shareholder (Or Executive) And Affiliate Person ³⁾	The End Of The 44Th (Precious)		Buying		Selling		The 45Th The Third Quarter (Present)		Remarks
		Balance On B/S	Holding Volume	Trading Amount	Trading Quantity	Trading Amount	Trading Quantity	Balance On B/S	Holding Volume	
Shareholder	Principal	<u>Not Applicable</u>								
	Affiliate Person									
	Subtotal									
	Principal									
	Affiliate Person									
	Subtotal									
Executive	Principal	<u>Not Applicable</u>								
	Affiliate Person									
	Subtotal									
	Principal									
	Affiliate Person									
	Subtotal									
Total	Principal	<u>Not Applicable</u>								
	Affiliate Person									
	Sum									

Note 1) It is about (should be written for) the trading of issued stock/shares that the shareholder (or executive) and their affiliate person have bought or/and sold during the current fiscal year (from Jul. 1st, 2014 to Mar. 31st, 2015).

But the trading (buying and selling) for long-term investment is not included.

Note 2) The same footnotes as in Form 'A'

Note 3) The same footnotes as in Form 'A'

B. Granting Condition Of Stock Option (Not Applicable)

- (1) Exercise Price
- (2) Exercised Volume
- (3) Others

C. Grant, Exercise And Cancellation Of Annual Stock Option**(1) Grant****(A) Special Decision By General Meeting Of Stockholders**

Granting Date	Position	Name	Type Of Share	Number Of Shares Previously Granted	Number Of Shares Currently Granted	Exercise Period	Exercise Price	Exercise Terms	Present Value As Of Granting	Total Number Of Shares Issued	Granting Limit Set By General Meeting Of Stockholders
<u>Not Applicable</u>											

(B) Resolution Of The Board Of Directors

Granting Date	Position	Name	Type Of Share	Number Of Shares Previously Granted	Number Of Shares Currently Granted	Exercise Period	Exercise Price	Exercise Terms	Present Value As Of Granting	Total Number Of Shares Issued	Granting Limit Set By The Resolution Of Board Of Directors
<u>Not Applicable</u>											

(2) Exercise

Exercise Date	Position	Name	Type Of Share	Number Of Shares Granted	Number Of Shares Exercised	Number Of Shares Remained	Exercise Price At The Point Of Granting	Final Exercise Price	Stock Index (Price) At The Point Of Exercise	Profit By Exercise
<u>Not Applicable</u>										

(3) Cancellation

Cancellation Date	Position	Name	Type Of Share	Number Of Shares Granted	Number Of Shares Cancelled	Number Of Shares Remained	Reason For Cancellation
<u>Not Applicable</u>							

41. Cautions For Users Of Loan Products

- (1) Transaction with mutual savings bank shall be based on real-name financial transaction system.
- (2) For loan application, the concerned mutual savings bank performs a certain type of evaluation procedure before determining loan offering.
- (3) Loan applicant should make a reasonable plan to reimburse loan after considering debtors's income and others in order to smooth repayment.
- (4) In case of loan against collateral(s), additional collateral(s) may be requested depending on the decrease of the value of the concerned collateral.

42. Commission

Announced by Sales Department

43. Explanation Of Key Terminologies

(1) Ratio Of Equity Capital To Risk-Weighted Asset (BIS Ratio)

BIS capital adequacy ratio is the indicator of the financial soundness of a mutual savings bank and calculated (as follows) according to Attachment 1 in the detailed regulations of enforcement of Mutual Savings Bank Regulatory Provisions. The guidance ratio is 5%.

◦ Equity Capital Ratio = Equity capital/Risk-Weighted Asset × 100

(2) Business Profit

Business Profit is an indicator for the operating profitability of a mutual savings bank.

It is gross earnings minus overhead expenses (except valuation allowance and corporation tax).

It can be calculated in two ways.

◦ Business Profit = {Gross earnings – Overhead expenses(except corporation tax, reserves for bad debts, severance liability and guarantee of payment) – Reversal of allowances}

◦ Business Profit = Net income + Corporation tax + Reserves for bad debts,
Severance liability and Guarantee of payment – Reversal of allowances

(3) Ratio Of Asset Liquidity

This ratio indicates the ability of a mutual savings bank to pay and is calculated according to Attachment 7 (metric measurement) in the detailed regulations of enforcement of Mutual Savings Bank Regulatory Provisions.

◦ Ratio of Asset Liquidity = Liquid assets / Liquid liabilities × 100 (based on average balance average balance)

* Liquidity Ratio = (Liquid assets / Liquid liabilities) × 100

* Liquid Assets: The sum of marketable (e.g. listed and/or registered on the association and after evaluated for market value) securities (with 3-month or shorter maturity) with remaining maturity less than 3 months among normal loans.

But assets classed as precautionary asset or lower class are not included.

* Liquid Liabilities Deposit Received + Deposit Received For Cover Bill +

Borrowings (except long-term borrowings for management normalization) + Call Money

(4) Fixed Asset Ratio

It shows the ratio of the acquisition cost and equity capital of land and buildings that a mutual savings bank possesses for business. It is calculated according to Attachment 7(metric measurement) in the detailed regulations of enforcement of Mutual Savings Bank Regulatory Provisions.

◦ Fixed Asset Ratio = Fixed assets / Equity capital × 100

* Fixed Assets: The sum (of land, buildings, assets under construction and deposit for lease for business purpose) minus reserves for depreciation (of lease deposit and buildings for business purpose)

* Equity Capital: Total capital recorded on balance sheet

(5) Difference Of Interest Rate On Deposit And Loan

Difference of Interest Rate on Deposit and Loan is earning rate of loan minus loss rate of deposit received and indicates the soundness of loan offered and the ability to secure financial sources at low cost (or ability of profit generation) of a mutual savings bank.

◦ Interest Rate Difference = Average loan interest rate – Average deposit interest rate

* Average loan interest rate = Loan interest / Average loan balance × 100

* Average deposit interest rate = (Deposit interest + Interest on deposit received for cover bill) / (Average deposit balance + Average deposit balance received for cover bill) × 100

(6) NPL Or Insolvent Loan

It is the sum of doubtful loan and probable loss loan of a mutual savings bank.

Low ratio of NPL over total loan means that the asset of a mutual savings bank is sound.

● Total Loan: Loan + Provisional payments (that can belong to loan)

* Doubtful loan: It is the loan estimated to lose but not confirmable of total loan to fixed clients.

* Probable loss: It is loan sure to lose and inevitable to handle as loss and expenditure of the total loan to fixed clients due to shortage of collaterals.

(7) Sub-standard Loan

It is the sum the sum of precautionary, doubtful and probable loss loan amount of the total loan of a mutual savings bank. Low ratio of Sub-standard loan over the total loan means that the asset of a mutual savings bank is sound.

* Fixed Loan: It is loan that can be collected out of the total loan to clients for which specific measure and management to collect is necessary due to their poor management such as bad credit evaluation.

[Financial Statements]

44. Audit Report

(1) Closing Audit report By External Auditor

- Refer to Audit Report Additionally Attached

45. Financial Statement

- Refer to Audit Report Additionally Attached

46. Income Statement

- Refer to Audit Report Additionally Attached

47. Statement Of Changes In Equity

- Refer to Audit Report Additionally Attached

48. Earned Surplus (Deficit) Appropriation Statement

- Refer to Audit Report Additionally Attached

49. Cash Flow Statement

- Refer to Audit Report Additionally Attached

50. Annotation

- Refer to Audit Report Additionally Attached

51. Consolidated Audit Report

- Not Applicable

52. Consolidated Financial Statement

- Not Applicable

53. Consolidated Income Statement

- Not Applicable

54. Consolidated Financial Statement

- Not Applicable

55. Consolidated Earned Surplus (Deficit) Appropriation Statement

- Not Applicable

56. Consolidated Cash Flow Statement

- Not Applicable

57. Annotation of Consolidated Financial Statement

- Not Applicable