

Summarized Management Disclosure of SBI Savings Bank

* 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.

2Q in FY16: End Of June 2016

1. Overall Condition of Business

4Q in FY14: End Of June 2015

(Accounting Standard : Korean Generally Accepted Accounting Principles)

(Unit: Hundred Million KRW, No. of Person)

Class	2Q in FY16 (A)	4Q in FY14 (B)	Increase/Decrease (A-B)
Total Assets	47,060	39,001	8,059
Total Deposits	41,711	33,684	8,027
Total Loans *	38,804	30,666	8,138
Paid-in Capital	15,615	15,615	0
Equity Capital	4,253	3,750	503
Number of Branches	20	20	0
Status of Company Listing	Unlisted	Unlisted	
Number of Employees	495	469	26
Number of Customers	769,109	705,060	64,049

*Suspense receivable as credit is included in total loans.

2Q in FY16: End Of June 2016

2. Financial Status

4Q in FY14: End Of June 2015

(Accounting Standard : Korean Generally Accepted Accounting Principles)

(Unit: Hundred Million KRW, %)

Class	2Q in FY16 (A)		4Q in FY14 (B)		Increase/Decrease (A-B)	
	Amount	%	Amount	%		
Asset	Cash And Due from Banks	5,818	12.36	6,483	16.62	△665
	Securities	2,622	5.57	2,380	6.10	242
	Loans	35,871	76.22	26,587	68.17	9,284
	Tangible Assets	129	0.27	180	0.46	△51
	Other Assets *	2,620	5.57	3,371	8.64	△751
Asset Total		47,060	100.00	39,001	100.00	8,059
Liability	Deposits	41,711	88.63	33,684	86.37	8,027
	Borrowings	0	0	400	1.03	△400
	Other Liabilities	1,096	2.33	1,167	2.99	△71
	Liability Total	42,807	90.96	35,251	90.38	7,556
Stockholder's Stock	Capital Stock	15,615	33.18	15,615	40.04	0
	Capital Surplus	102	0.22	102	0.26	0
	Capital Adjustment	△4,943	△10.50	△4,943	△12.67	0
	Other Accumulated Comprehensive Income	71	0.15	59	0.15	12
	Retained Earnings	△6,592	△14.01	△7,083	△18.16	491
	Capital Total	4,253	9.04	3,750	9.62	503
Liability And Stockholder's Stock Total		47,060	100.00	39,001	100.00	8,059

*4Q in FY14 Suspense receivable as credit: It is classed into other asset category.

2Q in FY16 : from April. 1st, 2016 to June 30st, 2016

FY16(Accumulation) : from January. 1st, 2016 to June 30st, 2016

4Q in FY14 : from April. 1st, 2015 to June 30st, 2015

FY14(Accumulation) : from January. 1st, 2015 to June 30st, 2015

3. Profit and Loss

(Accounting Standard : Korean Generally Accepted Accounting Principles)

(Unit: Hundred Million KRW)

Class	2Q in FY16 (A)		4Q in FY14 (B)		Increase/Decrease (A-B)	
	Present Quarter	Accumulation	전년동기	Accumulation	Quarter Base	Accumulation
I. Revenues Total	1,459	2,666	1,278	2,487	181	179
1. Interest Revenues	1,084	2,075	850	1,600	234	475
2.Revenues Associated with Securities	163	191	Δ3	14	166	177
3.Revenues Associated with Loans	117	222	220	367	Δ103	Δ145
4. Commission Received	28	51	24	38	4	13
5.Dividends Income	22	33	1	5	21	28
6.Others	45	94	186	463	Δ141	Δ369
II. Expenses Total(-)	1,268	2,346	1,192	2,186	76	160
1. Interest Expenses	232	466	248	515	Δ16	Δ49
2.Expenses Associated with Securities	16	24	17	33	Δ1	Δ9
3.Expenses Associated with Loans	38	45	1	2	37	43
4. Commission Expenses	156	296	106	181	50	115
5. General and Administrative Expenses	296	600	302	588	Δ6	12
6.Others	653	1,053	518	808	135	245
7.Income Tax Expenses	Δ123	Δ138	0	59	Δ123	Δ197
III. Net Income (or Net Loss)	191	320	86	301	105	19

2Q in FY16: End Of June 2016

4Q in FY14: End Of June 2015

4. Others

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

Class	2Q in FY16 (A)	4Q in FY14 (B)	Increase/Decrease (A-B)
Ratio of Loans Classified as Sub-standard or Lower ¹⁾	14.58	27.67	Δ13.09
BIS Ratio ²⁾	* 11.05	11.46	Δ0.41
*Legal guidance ratio is more than 8%			
Liquidity Coverage Ratio	140.38	116.53	23.85
LTD (Loan to deposit) Ratio	93.03	91.04	1.99
Return On Assets (ROA) ³⁾	1.20	0.75	0.45
Return On Equity (ROE) ³⁾	12.36	8.66	3.70
Personal Loan ⁴⁾	1,183	1,137	46
Overdue Rate of Personal Loan ⁵⁾	13.27	16.71	Δ3.44

Note 1) It is the sum of sub-standard, recovery doubtful and presumed loss loan of a mutual savings bank. Low ratio of loans classified as sub-standard or lower over total loan means that the asset of a mutual savings bank is sound.

Note 2) 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.

Note 3) Return On Assets (ROA) and Return On Equity (ROE) are calculated based on recent one year's profit.

Note 4) Of total loans, the cases of loan less than 3 million KRW are recorded by quarter. A savings bank whose balance of Personal loan is one billion KRW can not declare Handling Status of Personal Loan.

Note 5) Criterion for "being overdue": It is loan whose profit is lost within the period.

※ According to the results of Financial Supervisory Service inspection, which is conducted from 2016 August 22 to 2016 September 28, BIS capital ratio(11.09%→11.05%) was changed.