

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 FY17: End Of June 2017

1. Overall Condition of Business

2Q in FY16: End Of June 2016

(Accounting Standard : Korean Generally Accepted Accounting Principles)

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

Class	2Q in FY17 (A)	2Q in FY16 (B)	Increase/Decrease (A-B)
Total Assets	55,100	47,060	8,040
Total Deposits	48,762	41,711	7,051
Total Loans	46,494	38,804	7,690
Paid-in Capital	15,615	15,615	0
Equity Capital	5,087	4,253	834
Number of Branches	20	20	0
Status of Company Listing	Unlisted	Unlisted	
Number of Employees	515	495	20
Number of Customers	798,693	769,109	29,584

2Q in FY17: End Of June 2017

2. Financial Status

2Q in FY16: End Of June 2016

(Accounting Standard : Korean Generally Accepted Accounting Principles)

(Unit: Hundred Million KRW, %)

Class	2Q in FY17 (A)		2Q in FY16 (B)		Increase/Decrease (A-B)	
	Amount	%	Amount	%		
Asset	Cash And Due from Banks	5,560	10.09	5,818	12.36	Δ258
	Securities	2,945	5.34	2,622	5.57	323
	Loans	44,495	80.75	35,871	76.22	8,624
	Tangible Assets	123	0.22	129	0.27	Δ6
	Other Assets	1,977	3.59	2,620	5.57	Δ643
Asset Total		55,100	100.00	47,060	100.00	8,040
Liability	Deposits	48,762	88.50	41,711	88.63	7,051
	Borrowings	0	0	0	0	0
	Other Liabilities	1,251	2.27	1,096	2.33	155
	Liability Total	50,013	90.77	42,807	90.96	7,206
Stockholder's Stock	Capital Stock	15,615	28.34	15,615	33.18	0
	Capital Surplus	122	0.22	102	0.22	20
	Capital Adjustment	Δ4,938	Δ8.96	Δ4,943	Δ10.50	5
	Other Accumulated Comprehensive Income	54	0.10	71	0.15	Δ17
	Retained Earnings	Δ5,766	Δ10.46	Δ6,592	Δ14.01	826
	Capital Total	5,087	9.23	4,253	9.04	834
Liability And Stockholder's Stock Total		55,100	100.00	47,060	100.00	8,040

2Q in FY17 : from April. 1st, 2017 to June. 30th, 2017

FY17(Accumulation) : from January. 1st, 2017 to June. 30th, 2017

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

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

3. Profit and Loss

(Accounting Standard : Korean Generally Accepted Accounting Principles)

(Unit: Hundred Million KRW)

Class	2Q in FY17 (A)		2Q in FY16 (B)		Increase/Decrease (A-B)	
	Present Quarter	Accumulation	Present Quarter	Accumulation	Quarter Base	Accumulation
I. Revenues Total	1,771	3,290	1,459	2,666	312	624
1. Interest Revenues	1,338	2,617	1,084	2,075	254	542
2. Revenues Associated with Securities	14	27	163	191	Δ149	Δ164
3. Revenues Associated with Loans	325	429	117	222	208	207
4. Commission Received	25	50	28	51	Δ3	Δ1
5. Dividends Income	28	69	22	33	6	36
6. Others	41	98	45	94	Δ4	4
II. Expenses Total(-)	1,569	2,884	1,268	2,346	301	538
1. Interest Expenses	263	520	232	466	31	54
2. Expenses Associated with Securities	1	26	16	24	Δ15	2
3. Expenses Associated with Loans	2	6	38	45	Δ36	Δ39
4. Commission Expenses	128	286	156	296	Δ28	Δ10
5. General and Administrative Expenses	302	662	296	600	6	62
6. Others	857	1,364	654	1,053	203	311
7. Income Tax Expenses	16	20	Δ123	Δ138	139	158
III. Net Income (or Net Loss)	202	406	191	320	11	86

2Q in FY17: End Of June 2017

2Q in FY16: End Of June 2016

4. Others

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

Class	2Q in FY17 (A)	2Q in FY16 (B)	Increase/Decrease (A-B)
Ratio of Loans Classified as Sub-standard or Lower ¹⁾	7.89	14.58	Δ6.69
BIS Ratio ²⁾	11.65	11.05	0.60
*Legal guidance ratio is more than 8%			
Liquidity Coverage Ratio	113.21	140.38	Δ27.17
LTD (Loan to deposit) Ratio	95.35	93.03	2.32
Return On Assets (ROA) ³⁾	1.58	1.20	0.38
Return On Equity (ROE) ³⁾	17.48	12.36	5.13
Personal Loan ⁴⁾	1,049	1,183	Δ134
Overdue Rate of Personal Loan ⁵⁾	5.05	13.27	Δ8.22

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.