



2010 Business Results

February 2011



Disclaimer Statement

The financial information contained herein has not been completely audited by our external auditor. Therefore, no assurance is provided that our financial statements are fully accurate, and thus our final audited statements may differ from the provided figures in this presentation.

For comparison purposes, please note the following facts :

- 1) On June 26, 2009, Shinhan Financial Group transferred its title of 50%+1 share of SH&C Life Insurance to BNP Paribas Assurance and Shinhan Bank, in which BNP Paribas Assurance purchased 35%+2 shares and Shinhan Bank 15%-1share.
Following this transaction, SH&C Life Insurance is no longer our subsidiary.
- 2) On January 4, 2010, Shinhan Data System became a Shinhan Financial Group's subsidiary.
Since the total assets of Shinhan Data System were less than KRW 10 billion as of the end of 2009, equity accounting method was applied in lieu of consolidation method.
- 3) For Shinhan Macquarie Financial Advisory, equity accounting method was applied in lieu of consolidation method starting from April 1, 2010, since the total assets were less than KRW 10 billion as of the end of fiscal year 2009.
In addition, Shinhan Financial Group disaffiliated Shinhan Macquarie Financial Advisory from the Group as of July 16, 2010.

This presentation material is available at our website : www.shinhangroup.com

Note) Some of the totals may not sum due to rounding.



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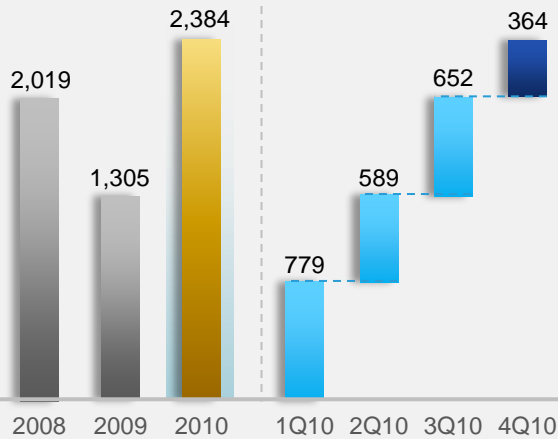




FY 2010 Highlights (1)

Group Net Income

(KRW bil.)



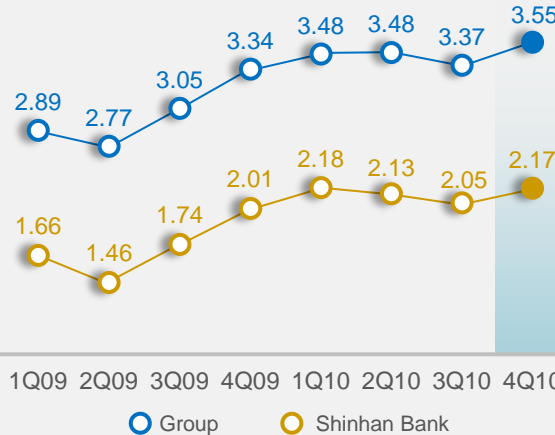
FY2010 Group NI : KRW 2,383.9 bil.
(4Q10 : KRW 364.4 bil.)

- Group's NI increased 82.6% YoY based on NIM improvement and stable credit cost at SHB, and resilient NI contribution by non-bank subsidiaries
- Due to elapse of one-off gains from 3Q and increase of SG&A cost and non-operating expenses, 4Q net Income decreased by 44% QoQ to KRW 364.4 bil.

NIM

(%)

Quarterly figures



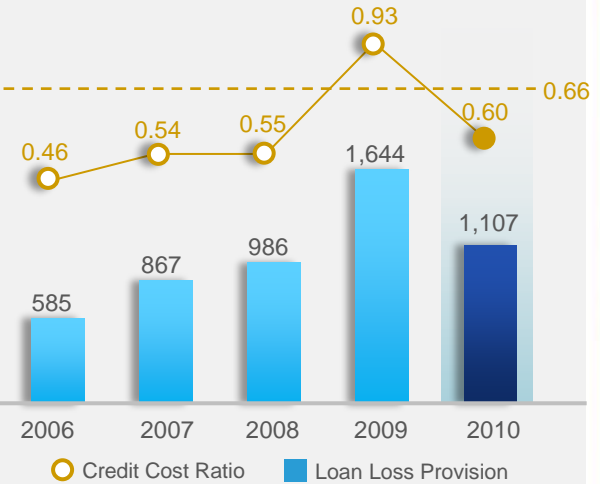
4Q Bank NIM 2.17% (+12bp QoQ)
Group NIM 3.55% (+18bp QoQ)

- Bank: 12 bp QoQ NIM enhancement derived from ① yield improvement from moderate loan growth and CD rate hike, ② funding cost reduction by re-pricing of high cost deposits
- Credit Card: Sales boost and stable funding cost further improved quarterly NIM to 16.4% (+61bp QoQ)
- Group's accumulated NIM increased by 46bp YoY to 3.47% while Bank accumulated NIM marked 2.13% (+41bp YoY)

Credit Cost Ratio

(%, KRW bil.)

--- 2005-2009 Average



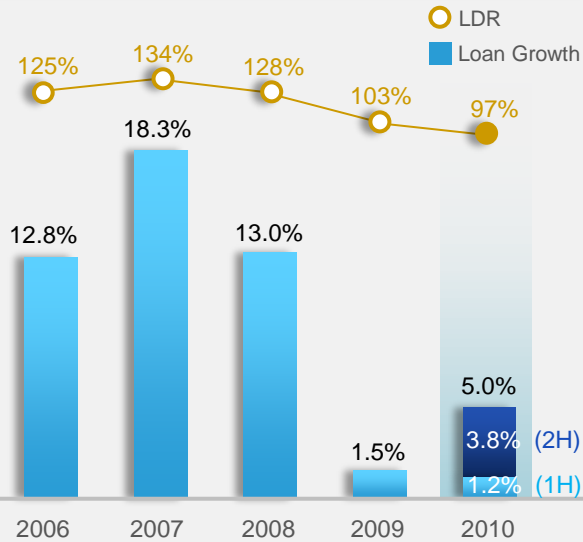
FY2010 Credit Cost Ratio: 0.60%
(+33bp improvement YoY)

- Despite corporate restructurings and conservative provisioning policy, FY2010 Group's credit cost ratio improved by 0.33%p YoY to 0.60%
- Prudent asset quality control alleviated the impact of additional provisioning due to SME restructuring and PF provision guidelines, further reducing SHB's credit cost ratio by 0.17%p YoY to 0.66%
- Shinhan Card realized 32.6 bil. of provision write-back driven by 367 bil. recovery from written-off assets and continuing asset quality improvement



FY 2010 Highlights (2)

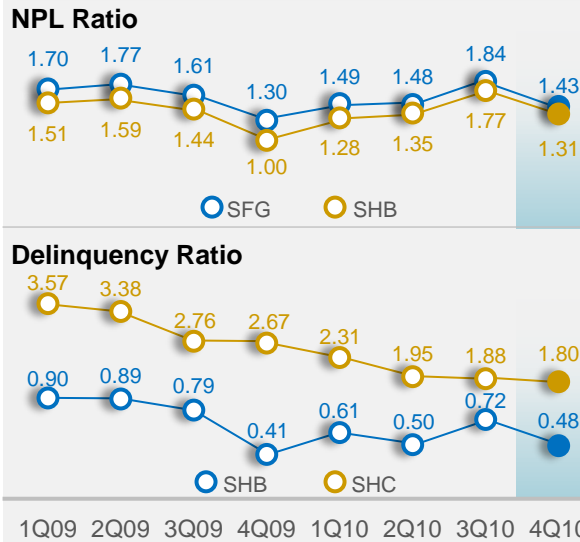
Loans & Deposits



**SHB loan increased by 5% in 2010
LDR stable at 97%**

- KRW loan balance as of Dec. 2010 marked 127.6 tril., up 5.0% YTD as a result of 2H loan growth efforts, focused on large corp., SOHO and retail loans
- Demand deposit and time deposit increased 8.5% and 14.1% respectively, indicating stable funding growth (KRW deposit grew 5.0% YTD to 129.4 tril)
- With stable deposit growth and moderate loan growth, SFG continues to maintain LDR below 100% level

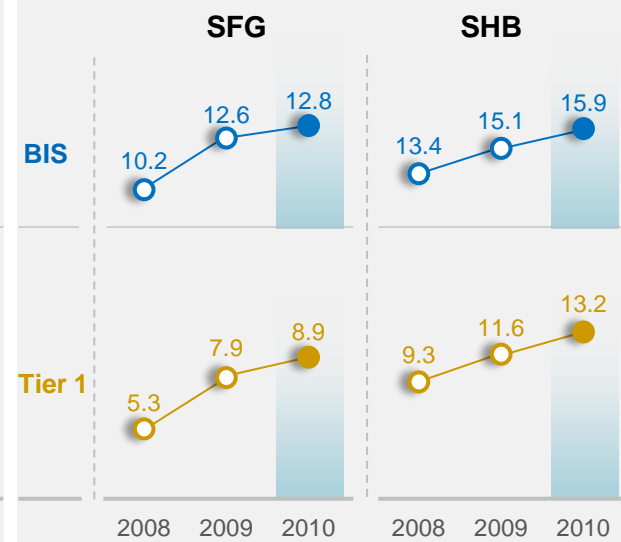
NPL & Delinquency Ratio (%)



**Bank NPL Ratio : 1.31%
(Card Delinquency Ratio : 1.80%, -8bp QoQ)**

- Despite stringent provisioning policy related to corporate restructurings and PF, SHB's NPL ratio improved to 1.31%
- NPL write-offs and sales reached KRW 899 bil. during 4Q (FY10: 1.8 tril. & FY09: 2.1 tril.)
- Declining delinquency ratios reflected economic recovery and Group's strong asset quality (Bank: 0.48% & Card: 1.80%)

Capital Adequacy (%)



**Continuous Capital Build-up
(Significant NI improvement & Stable asset growth)**

- Group Tier I ratio marked 8.9% on the back of moderate growth of risk assets and continuing profitability improvement (based on BIS I)
- Shinhan Bank's 120.2% YoY NI improvement over 3.8% YoY reduction of RWA elevated its Tier 1 ratio to 13.2% (based on BIS II)



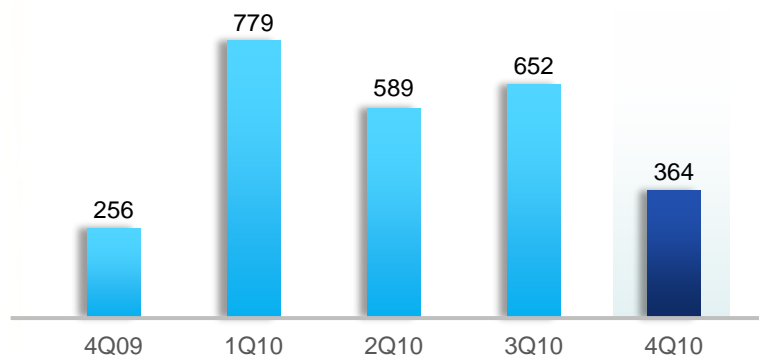
II . Income Statements

- 1. SFG Income**
- 2. Subsidiaries Income (1)**
- 3. Subsidiaries Income (2)**
- 4. SHB Income / NIM**
- 5. SHB Non-Interest Income / SG&A**
- 6. Shinhan Card Income**



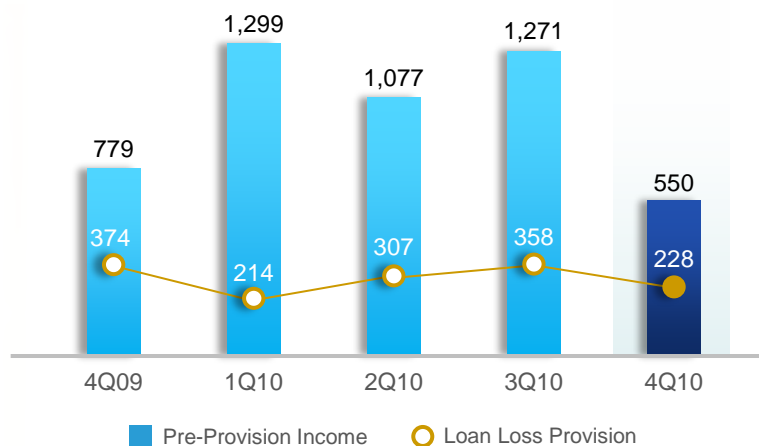
Net Income

(KRW bil.)



Pre-Provision Income & LLP

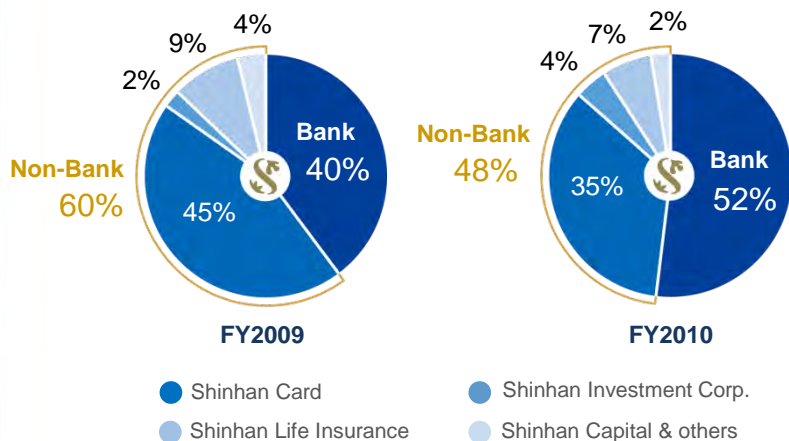
(KRW bil.)



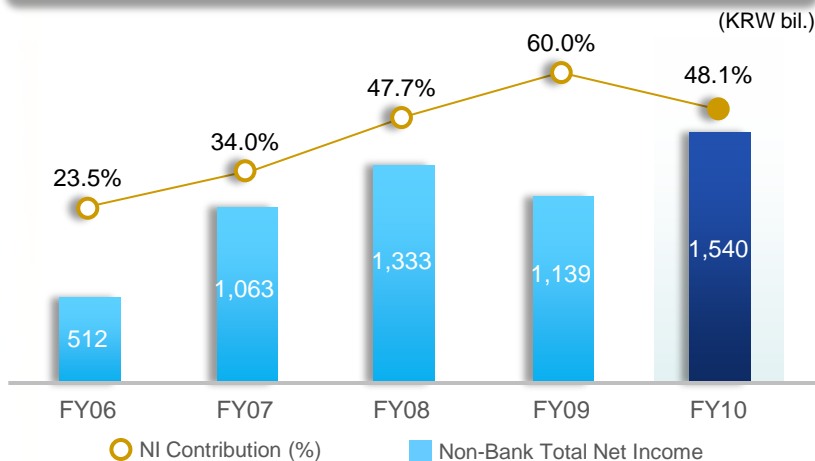
(KRW bil.)	FY10	FY09	YoY%	4Q10	3Q10	QoQ%
Total Operating Income (a=b+c)	8,561.1	7,710.8	11.0	1,992.7	2,230.7	-10.7
Interest Income (b)	7,784.9	6,507.3	19.6	2,061.0	1,921.1	7.3
Non-Interest Income (c)	776.2	1,203.5	-35.5	-68.3	309.7	n.a.
SG&A (d)	4,218.5	3,968.8	6.3	1,288.8	983.2	31.1
Pre-Provision Operating Income (e=a-d)	4,342.5	3,741.9	16.1	704.0	1,247.6	-43.6
Non-Operating Income (f)	-146.4	-118.4	n.a.	-153.6	23.1	n.a.
Pre-Provision Income (g=e+f)	4,196.1	3,623.5	15.8	550.4	1,270.7	-56.7
Loan Loss Provision (h)	1,107.4	1,644.0	-32.6	227.9	358.3	-36.4
Earnings before Income Tax (i=g-h)	3,088.8	1,979.5	56.0	322.5	912.3	-64.7
Income Tax	717.6	666.7	7.6	-19.9	258.2	n.a.
Consolidated Net Income	2,383.9	1,305.3	82.6	364.4	652.0	-44.1

Subsidiaries Income (1)

Net Income Contribution by Subsidiaries



Net Income Contribution by Non-Bank Subsidiaries



Note) After reflecting ownership by SFG

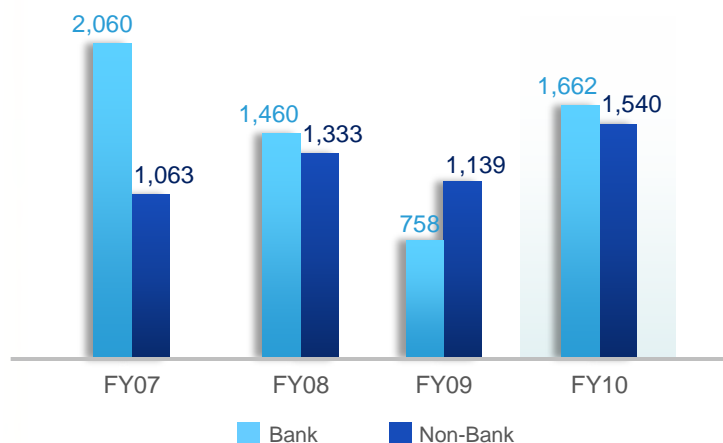
(KRW bil.)	Net Income [A]	Ownership [B]	Net Income (A x Ownership) [C=A x B]	Adjustment [D]	Net Income (Consolidated) [E=C+D]
Bank (a)	1,667.4		1,661.5	-101.9	1,559.6
Shinhan Bank	1,648.4	100.0%	1,648.4	-102.7 ¹⁾	1,545.7
Jeju Bank	19.0	68.9%	13.1	0.8 ¹⁾	13.9
Non-Bank (b)	1,553.5		1,539.7	-526.7	1,013.0
Shinhan Card	1,107.0	100.0%	1,107.0	-439.9 ¹⁾	667.1
Shinhan Investment Corp.	138.9	100.0%	138.9	-43.9 ¹⁾	95.0
Shinhan Life Insurance	210.6	100.0%	210.6	-40.7 ¹⁾	169.9
Shinhan Capital	56.1	100.0%	56.1	-2.2 ¹⁾	53.9
Shinhan BNPP AM	39.7	65.0%	25.8		25.8
Shinhan Credit Information	1.0	100.0%	1.0		1.0
Shinhan PE	0.2	100.0%	0.2		0.2
SFG (c)				-188.7 ²⁾	-188.7
Total (d=a+b+c)	3,220.9		3,201.2	-817.3	2,383.9

Note1) Goodwill amortization : SHB 61.6 bil., Shinhan Card 417.7 bil., Shinhan Investment Corp. 42.5 bil., Shinhan Life Insurance 41.8 bil., etc.

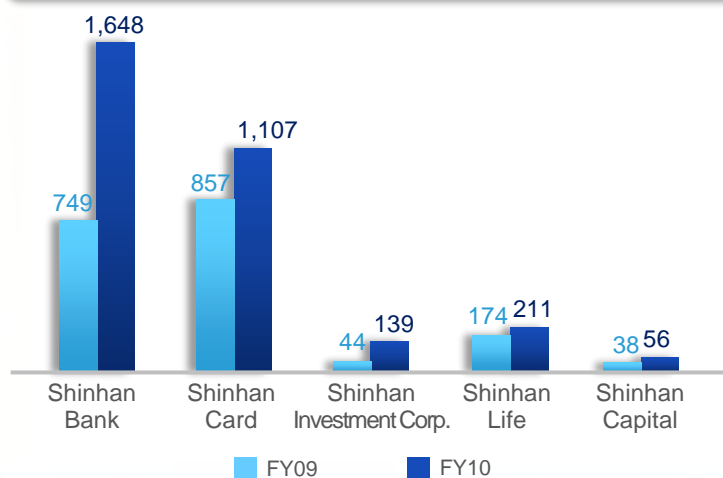
2) SFG (non-consolidated): brand fee income 121.3 bil., interest expense -237.2 bil., SG&A -78.5 bil., tax Income 3.5 bil., etc.

Subsidiaries Income (2)

Bank & Non-Bank Net Income Trend (KRW bil.)



Net Income YoY Comparison by Subsidiaries (KRW bil.)



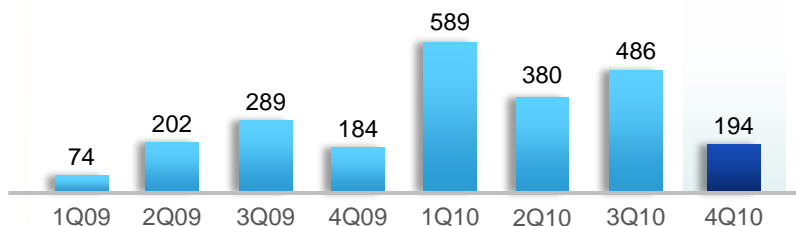
(After reflecting ownership, KRW bil.)

	FY10	FY09	YoY%	4Q10	3Q10	QoQ%
Bank (a)	1,661.5	757.5	119.3	195.0	489.8	-60.2
Shinhan Bank	1,648.4	748.7	120.2	193.7	485.9	-60.1
Jeju Bank	13.1	8.8	47.8	1.3	3.9	-67.0
Non-bank (b)	1,539.7	1,138.7	35.2	466.8	321.3	45.3
Shinhan Card	1,107.0	856.8	29.2	367.9	213.1	72.6
Shinhan Investment Corp.	138.9	44.2	214.3	39.6	34.2	15.8
Shinhan Life Insurance	210.6	174.0	21.1	37.5	51.9	-27.8
Shinhan Capital	56.1	38.4	46.1	17.0	15.2	11.8
Shinhan BNPP AM	25.8	20.6	25.3	6.6	6.3	5.5
Shinhan Credit Information	1.0	1.1	-11.5	-0.2	0.5	n.a.
Shinhan PE	0.2	3.6	-93.9	-1.7	0.1	n.a.
Total (a+b)	3,201.2	1,896.2	68.8	661.8	811.2	-18.4
Consolidated Net Income	2,383.9	1,305.3	82.6	364.4	652.0	-44.1

SHB Income / NIM

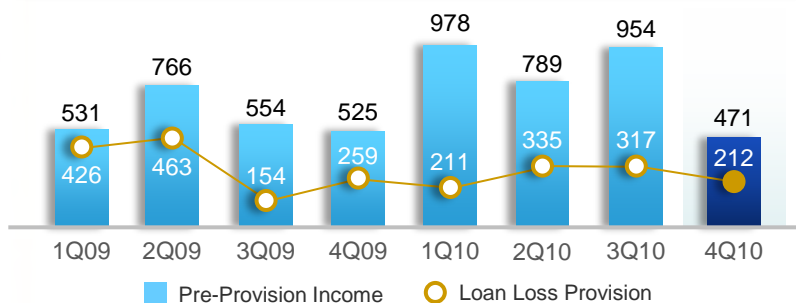
Net Income

(KRW bil.)



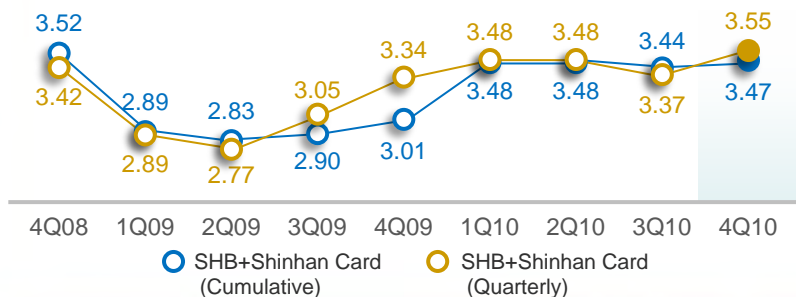
Pre-Provision Income & LLP

(KRW bil.)



Shinhan Financial Group NIM

(%)



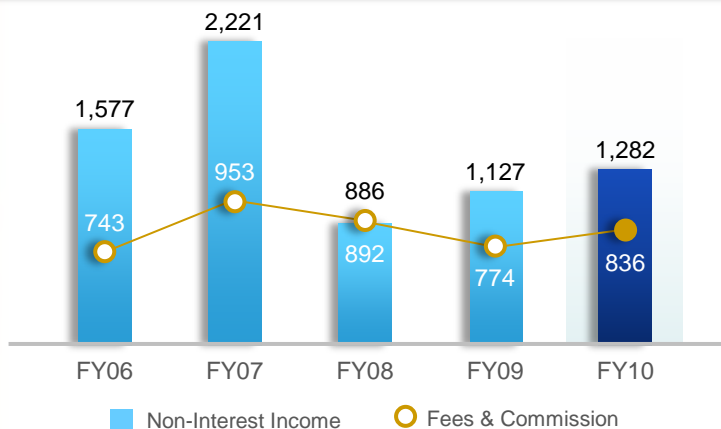
(KRW bil.)	FY10	FY09	YoY%	4Q10	3Q10	QoQ%
Total Operating Income (a=b+c)	5,758.0	4,847.3	18.8	1,339.1	1,524.8	-12.2
Interest Income (b)	4,476.4	3,720.1	20.3	1,177.6	1,088.9	8.1
Non-Interest Income (c)	1,281.6	1,127.2	13.7	161.5	435.9	-63.0
SG&A (d)	2,394.3	2,366.0	1.2	719.8	577.1	24.7
Pre-Provision Operating Income (e=a-d)	3,363.7	2,481.3	35.6	619.3	947.7	-34.7
Non-Operating Income (f)	-171.8	-104.7	n.a.	-148.0	6.2	n.a.
Pre-Provision Income (g=e+f)	3,192.0	2,376.6	34.3	471.2	953.9	-50.6
Loan Loss Provision (h)	1,075.1	1,301.6	-17.4	212.2	317.2	-33.1
Earnings before Income Tax (i=g-h)	2,116.8	1,075.0	96.9	259.0	636.7	-59.3
Net Income	1,648.4	748.7	120.2	193.7	485.9	-60.1

(%)	1Q09	2Q09	3Q09	4Q09	1Q10	2Q10	3Q10	4Q10
NIS(a-b) (cumulative figures)	1.80	1.65	1.77	1.91	2.48	2.44	2.37	2.39
Loan interest rate (a)	6.09	5.58	5.43	5.43	5.67	5.59	5.49	5.46
Deposit interest rate (b)	4.29	3.93	3.67	3.52	3.19	3.15	3.11	3.07
NIM (SHB, quarterly)	1.66	1.46	1.74	2.01	2.18	2.13	2.05	2.17
NIM (SHB, cumulative figures)	1.66	1.56	1.62	1.72	2.18	2.16	2.12	2.13

SHB Non-Interest Income / SG&A

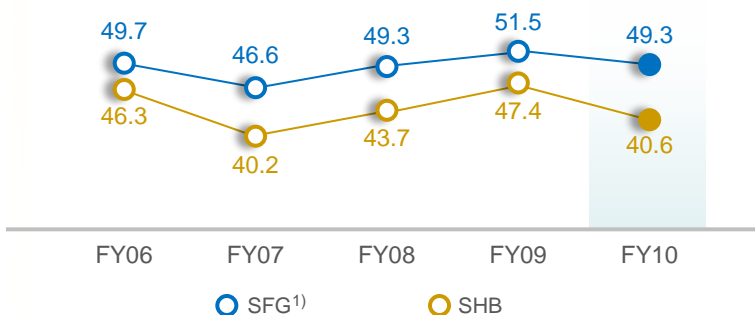
Fees and Commission

(KRW bil.)



Cost-Income Ratio

(%)



Note 1) SFG's cost income ratio includes goodwill amortization cost.
(491.4 bil. for FY08, 423.6 bil. for FY09 and 563.9 bil. for FY10)

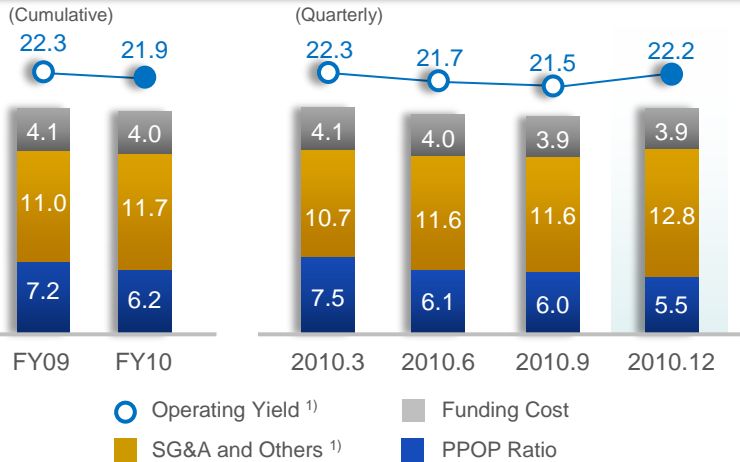
(KRW bil.)	FY10	FY09	YoY%	4Q10	3Q10	QoQ%
Non-Interest Income	1,281.6	1,127.2	13.7	161.5	435.9	-63.0
Fees & Commission	836.0	773.8	8.0	210.0	195.5	7.4
(Fund)	188.3	182.3	3.3	50.0	45.5	9.9
(Bancassurance)	94.7	71.1	33.1	24.6	23.1	6.3
Trust Fees	34.7	41.0	-15.5	8.8	8.6	1.6
Securities related	719.4	326.1	120.6	29.9	263.2	-88.6
Others	-308.5	-13.7	n.a.	-87.2	-31.3	n.a.

(KRW bil.)	FY10	FY09	YoY%	4Q10	3Q10	QoQ%
SG&A Expense	2,394.3	2,366.0	1.2	719.8	577.1	24.7
Labor Cost	976.2	1,209.7	-19.3	284.1	225.0	26.3
Admin. Expense	1,147.3	823.1	39.4	362.0	279.9	29.4
D&A	174.0	234.6	-25.8	47.4	43.5	9.0
Taxes & Dues	96.7	98.6	-1.9	26.3	28.8	-8.8

Shinhan Card Income

Operating Yield and PPOP Ratio (%)

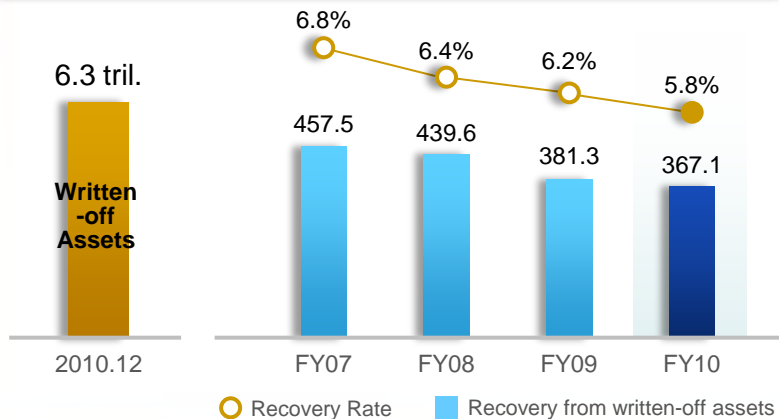
(%)



Note 1) Net of Derivatives & F/X

Recovery from Written-off Assets (KRW bil.)

(KRW bil.)



(KRW bil.)	FY10	FY09	YoY%	4Q10	3Q10	QoQ%
Operating Revenue (a)	4,113.7	3,774.8	9.0	1,086.3	1,028.8	5.6
Card Business	3,569.4	3,256.1	9.6	941.4	895.2	5.2
Installment Finance	130.3	137.4	-5.2	32.8	32.6	0.6
Lease	41.7	45.2	-7.7	10.6	10.8	-1.7
Others	372.3	336.1	10.7	101.5	90.1	12.6
(Derivatives & F/X)	58.5	90.3	-35.2	7.4	6.8	8.2
Interest Expense (b)	738.6	683.0	8.1	188.2	187.5	0.4
SG&A (c)	726.3	668.0	8.7	215.7	159.5	35.3
Commissions & Others Expenses (d)	1,495.9	1,240.2	20.6	413.2	398.3	3.7
(Derivatives & F/X)	46.9	80.3	-41.5	4.3	3.8	14.8
Operating Income (e=a-b-c-d)	1,152.8	1,183.7	-2.6	269.2	283.5	-5.0
Non-Operating Income (f)	-5.4	-10.0	n.a.	-27.4	12.3	n.a.
Pre-Provision Income (g=e+f)	1,147.4	1,173.7	-2.2	241.8	295.8	-18.3
Loan Loss Provision (h)	-32.6	73.1	n.a.	21.1	12.2	73.0
Earnings before Income Tax (i=g-h)	1,180.1	1,100.6	7.2	220.8	283.6	-22.2
Income Tax	73.0	243.8	-70.0	-147.1	70.5	n.a.
Net Income	1,107.0	856.8	29.2	367.9	213.1	72.6

Note) Managed basis

III. Assets & Liabilities

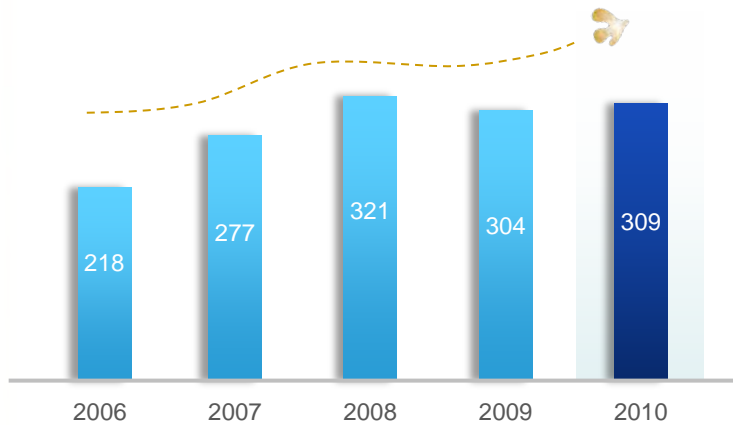
1. SFG Asset Growth
2. SHB Loan / Deposit Growth
3. Shinhan Card Asset Growth



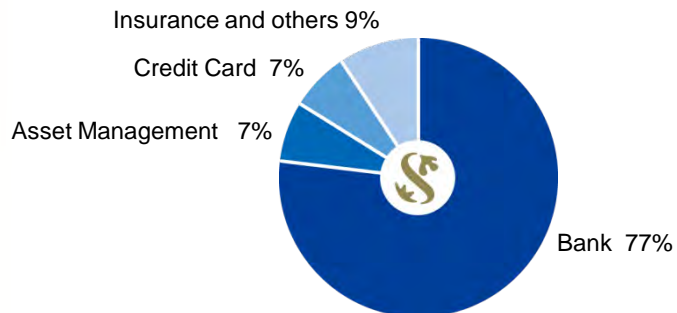
SFG Asset Growth

SFG Total Asset

(KRW tril.)



Asset Contribution by Subsidiary



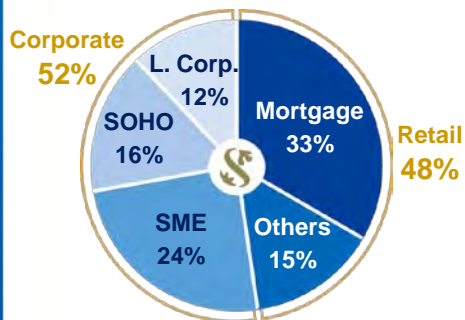
(KRW bil.)	2010.12	2009.12	YTD%	2010.9	QoQ%
Bank	237,343	236,493	0.4	241,324	-1.6
Shinhan Bank	234,315	233,537	0.3	238,450	-1.7
Jeju Bank	3,028	2,956	2.4	2,874	5.4
Non-Bank	67,901	63,764	6.5	65,822	3.2
Shinhan Card	21,097	17,573	20.1	19,745	6.8
Shinhan Investment Corp.	9,611	7,552	27.3	8,809	9.1
Shinhan Life Insurance	11,956	10,055	18.9	11,469	4.2
Shinhan Capital	3,782	3,684	2.6	3,730	1.4
Shinhan BNPP AM	21,456	24,900	-13.8	22,068	-2.8
Total Assets ¹⁾	308,753	303,902	1.6	310,777	-0.7

Note 1) Including Bank trust A/C and AUM of Shinhan BNPP AM

SHB Loan / Deposit Growth

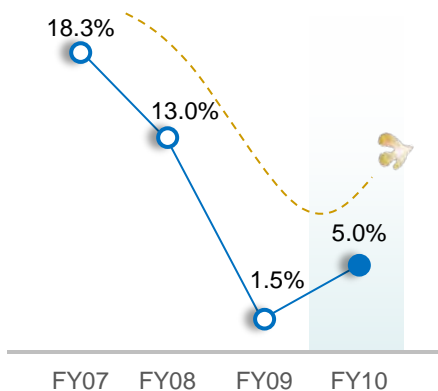
Loan Composition

Note) Ending balance basis



Loan Growth

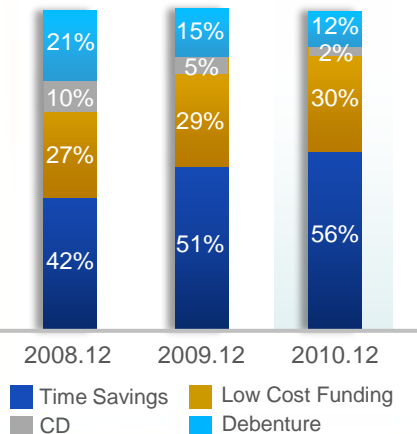
Note) Loans in KRW basis



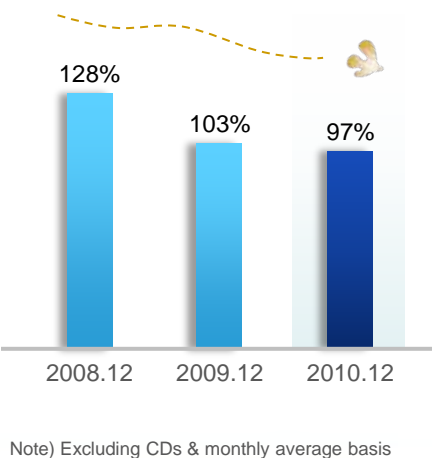
(KRW bil.)	2010.12	2009.12	YTD%	2010.9	QoQ%
Loans in KRW	127,632	121,596	5.0	126,202	1.2
Retail	60,859	58,553	3.9	59,913	1.6
Mortgage	42,535	38,174	11.4	40,620	5.0
Others	18,323	20,379	-10.1	19,293	-4.8
Corporate	66,774	63,043	5.9	66,289	0.8
SME	51,266	52,824	-2.9	53,103	-3.5
SOHO	19,984	18,456	8.3	19,565	2.3
Large Corporate etc.	15,508	10,220	51.7	13,185	22.7
Loan in Foreign Currency	4,977	4,732	5.2	5,223	-5.2

Funding Composition

Note) Ending balance basis



Loan-to-Deposit Ratio

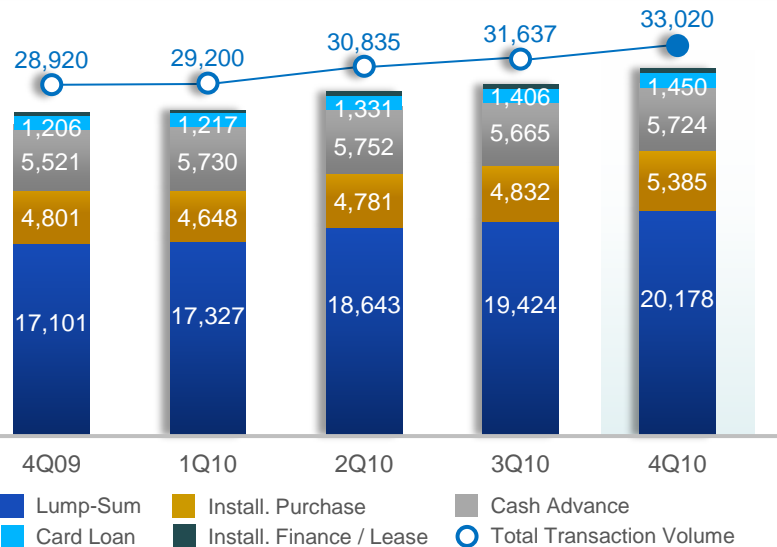


(KRW bil.)	2010.12	2009.12	YTD%	2010.9	QoQ%
Total Deposits in KRW	129,432	123,311	5.0	130,488	-0.9
Low Cost Deposits	44,022	42,184	4.4	42,493	3.6
Demand	14,517	13,380	8.5	14,572	-0.4
Savings	29,504	28,805	2.4	27,922	5.5
Other savings	82,562	73,770	11.9	84,584	-2.7
Time Deposits	77,117	67,586	14.1	78,852	-2.6
Accumulative etc.	5,444	6,184	-12.0	5,732	-4.6
Certificate of Deposits	2,848	7,357	-61.3	3,410	-7.6
Debentures in KRW	17,501	20,760	-15.7	18,160	-3.2

Shinhan Card Asset Growth

Transaction Volume

(KRW bil.)



Funding Composition

(As of end of Dec. 2010)



(KRW bil.)	2010.12	2009.12	YTD%	2010.9	QoQ%
Earning Assets (Managed)	19,460	17,158	13.4	18,407	5.7
Credit purchase	10,915	9,312	17.2	9,991	9.2
Cash Advances	3,219	3,263	-1.4	3,207	0.4
Card Loan	3,479	2,815	23.6	3,360	3.5
(Re-aged Loan)	211	298	-29.2	222	-4.7
Installment Finance	1,159	1,106	4.8	1,156	0.2
Lease	688	661	4.1	693	-0.6
Effective Cardholders ¹⁾	15,183	14,324	6.0	14,996	1.2
Merchants ¹⁾	2,552	2,425	5.2	2,511	1.6

Note 1) in thousands

(KRW bil.)	2010.12	2009.12	YTD%	2010.9	QoQ%
Total Funding (Managed)	13,566	11,916	13.8	13,308	1.9
Debentures	10,174	8,492	19.8	10,103	0.7
ABS	1,075	1,904	-43.5	1,297	-17.1
CP	825	512	61.3	418	97.3
Others	1,490	1,008	47.8	1,490	0.0

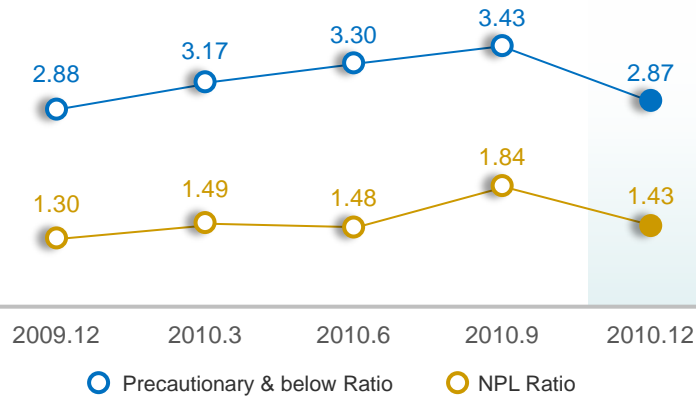
IV. Asset Quality

1. SFG Asset Quality
2. SHB Asset Quality
3. Shinhan Card Asset Quality
4. Loan Loss Provision / Write-offs

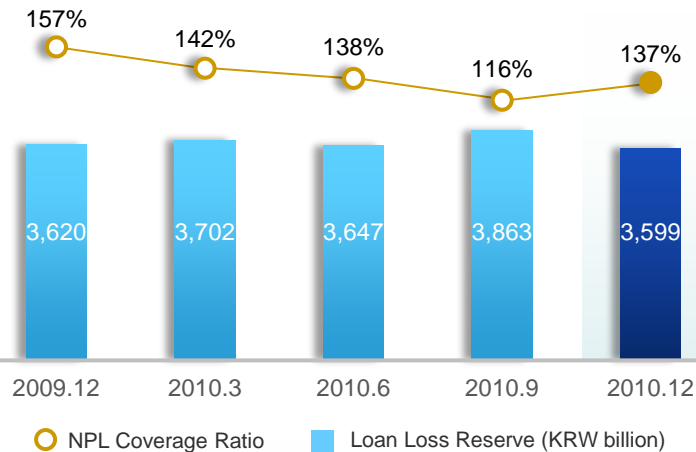


SFG Asset Quality

Precautionary & below Ratio / NPL Ratio (%)



NPL Coverage Ratio (KRW bil.)



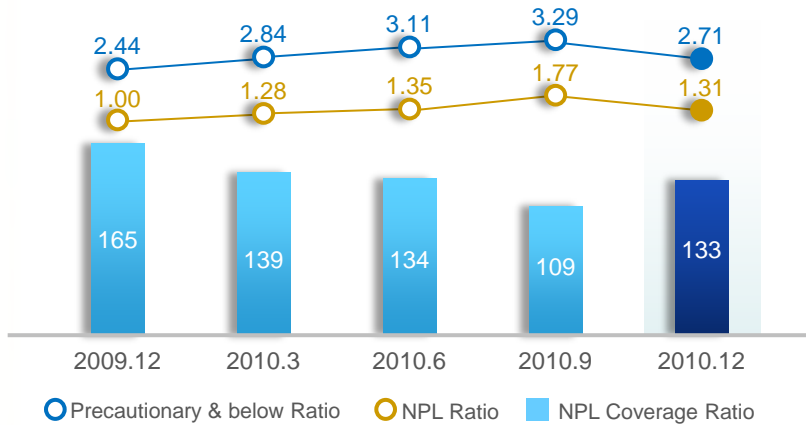
(KRW bil.)	2010.12	2009.12	YTD%	2010.9	QoQ%
Total Loans ¹⁾	183,718	176,737	4.0	181,142	1.4
Normal	178,445	171,642	4.0	174,927	2.0
Precautionary	2,651	2,795	-5.2	2,884	-8.1
Substandard	1,502	1,148	30.8	2,051	-26.8
Doubtful	614	524	17.2	677	-9.3
Estimated Loss	507	628	-19.4	604	-16.1
Substandard & below	2,622	2,300	14.0	3,331	-21.3
NPL Ratio	1.43%	1.30%	0.13%p	1.84%	-0.41%p
Loan Loss Reserve	3,599	3,620	-0.6%	3,863	-6.8
NPL Coverage Ratio	137%	157%	-20%p	116%	21%p

Note 1) Sum of loans of Shinhan Bank, Shinhan Card, Shinhan Investment Corp., Shinhan Life Insurance, Shinhan Capital and Jeju Bank

SHB Asset Quality

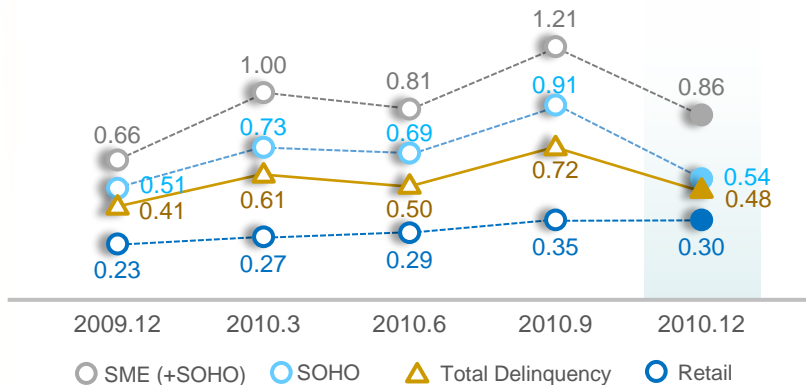
Precautionary & below Ratio / NPL Ratio (%)

(%)



Delinquency Ratio (%)

(%)



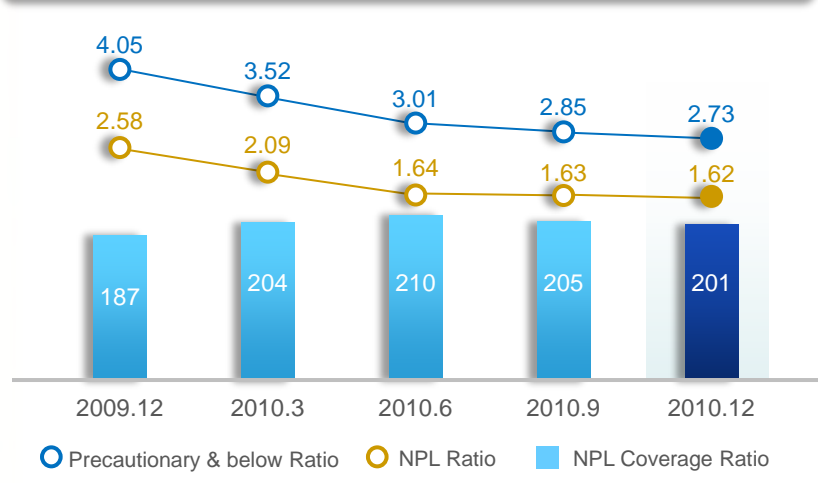
Note) 1 month overdue

(KRW bil.)	2010.12	2009.12	YTD%	2010.9	QoQ%
Total Loans	155,005	150,175	3.2	153,556	0.9
Normal	150,803	146,504	2.9	148,502	1.5
Precautionary	2,169	2,172	-0.2	2,334	-7.1
Substandard	1,406	1,039	35.3	1,912	-26.4
Doubtful	407	258	57.7	480	-15.2
Estimated Loss	222	202	9.6	329	-32.6
Substandard & below	2,034	1,499	35.7	2,720	-25.2
NPL Ratio	1.31%	1.00%	0.31%p	1.77%	-0.46%p
Loan Loss Reserve	2,708	2,468	9.7	2,976	-9.0
NPL Coverage Ratio	133%	165%	-32%p	109%	24%p

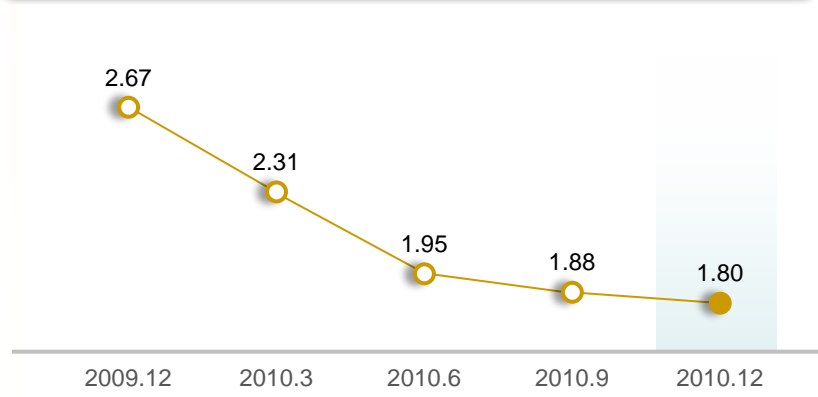


Shinhan Card Asset Quality

Precautionary & below Ratio / NPL Ratio (%)



Delinquency Ratio (%)



Note) 1 month overdue

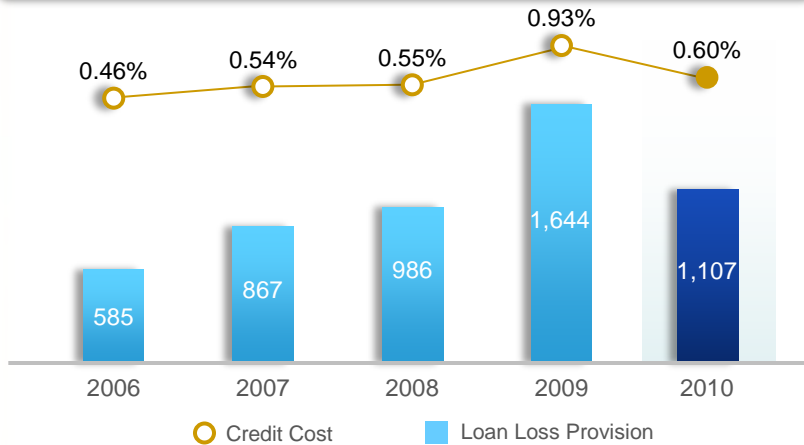
(KRW bil.)	2010.12	2009.12	YTD%	2010.9	QoQ%
Earning Assets (Managed)	19,460	17,158	13.4	18,407	5.7
Normal	18,930	16,463	15.0	17,881	5.9
Precautionary	215	252	-14.9	225	-4.6
Substandard	-	-	n.a	-	n.a
Doubtful	77	64	19.9	69	12.1
Estimated Loss	239	378	-36.8	232	3.1
Substandard & below	316	442	-28.6	300	5.2
NPL Ratio	1.62%	2.58%	-0.96%p	1.63%	-0.01%p
Loan Loss Reserve (Managed) ¹⁾	636	829	-23.3	614	3.6
NPL Coverage Ratio	201%	187%	14%p	205%	-4%p

Note 1) Excluding reserve for unused credit line

Loan Loss Provision / Write-offs

SFG Loan Loss Provision

(KRW bil.)



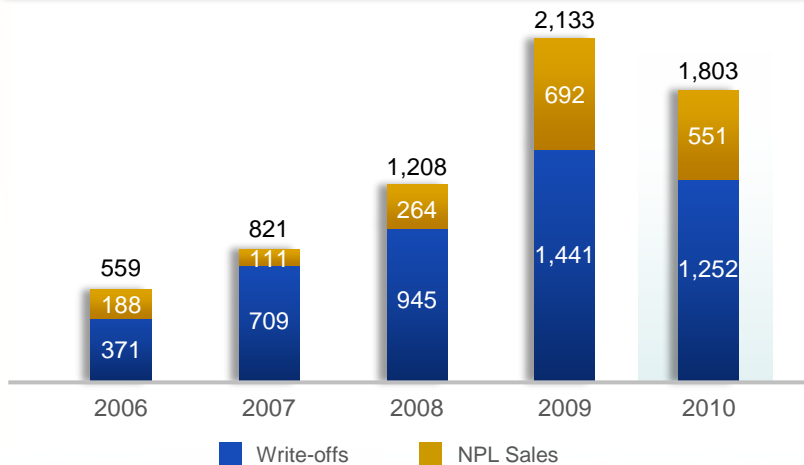
Credit Cost

(KRW bil.)	2010	1Q	2Q	3Q	4Q	2009	1Q	2Q	3Q	4Q
Shinhan Bank¹⁾	1,030	206	337	311	176	1,242	421	460	152	209
Retail	165	14	0	50	101	113	31	41	21	20
Corporate	865	192	337	261	75	1,128	390	419	131	188
Shinhan Card¹⁾	-33	-7	-59	12	21	73	81	35	-37	-6
Total	997	199	278	323	197	1,315	502	495	115	203

Note 1) Shinhan Bank's figures are non-consolidated basis.
Shinhan Card's figures are managed basis.

Write-offs & NPL Sales

(KRW bil.)



Write-offs & NPL Sales

(KRW bil.)	2010	1Q	2Q	3Q	4Q	2009	1Q	2Q	3Q	4Q
Shinhan Bank	1,324	25	416	70	813	1,664	256	276	376	756
(Sale)	551	-	170	10	371	692	125	96	161	310
Retail	172	7	41	30	94	229	57	44	14	114
(Sale)	85	-	22	-	63	97	26	25	-	46
Corporate	1,152	18	375	40	719	1,434	198	232	362	642
(Sale)	467	-	148	10	308	596	98	72	161	264
Shinhan Card	479	150	153	90	86	469	106	158	142	63
Total	1,803	175	570	160	899	2,133	362	434	518	819

V. Capital Adequacy

1. Capital Adequacy



Capital Adequacy

Group BIS Ratio

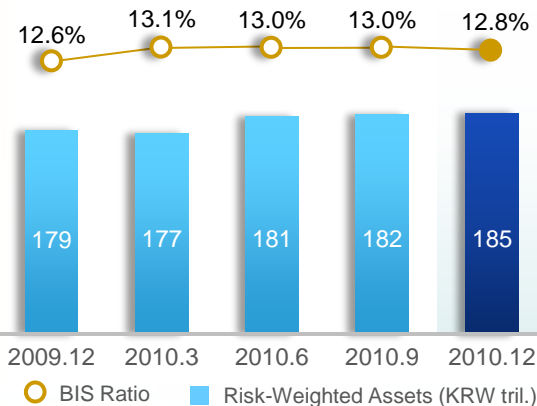
(KRW bil.)	2010.12(e)	2010.9	change	QoQ%
Risk-Weighted Assets	185,365	181,758	3,607	2.0%
Capital	23,676	23,678	-2	0.0%
Tier 1	16,456	16,324	132	0.8%
Tier 2	7,220	7,354	-134	-1.8%
BIS Ratio	12.8%	13.0%		-0.2%p
Tier 1	8.9%	9.0%		-0.1%p
Tier 2	3.9%	4.0%		-0.1%p

Shinhan Bank BIS Ratio

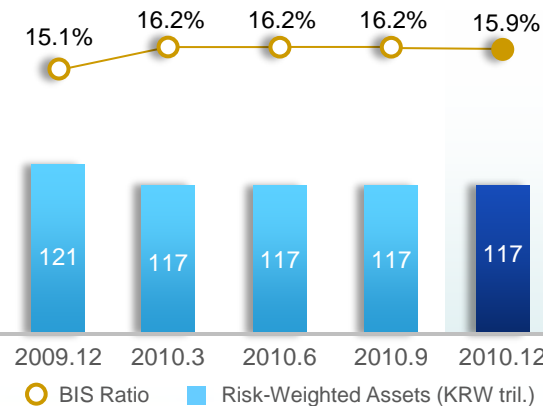
(KRW bil.)	2010.12(e)	2010.9	change	QoQ%
Risk-Weighted Assets	116,596	116,989	-393	-0.3%
Capital	18,584	19,009	-425	-2.2%
Tier 1	15,397	15,683	-286	-1.8%
Tier 2	3,186	3,325	-139	-4.2%
BIS Ratio	15.9%	16.2%		-0.3%p
Tier 1	13.2%	13.4%		-0.2%p
Tier 2	2.7%	2.8%		-0.1%p

Note) Based on Basel II FIRB approach

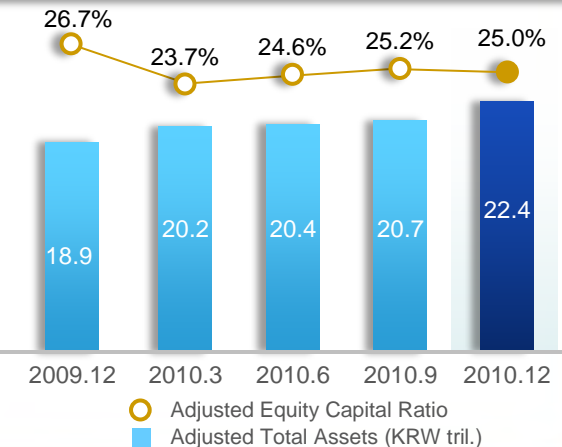
Group BIS Ratio



SHB BIS Ratio



Shinhan Card Capital Adequacy Ratio



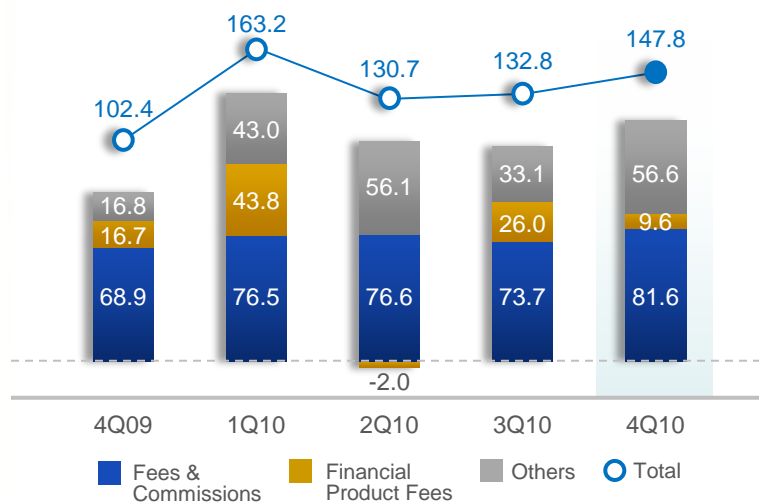
VI. Appendix

1. SFG Subsidiaries Highlights
2. Key Financial Ratios
3. SHB SME Loans



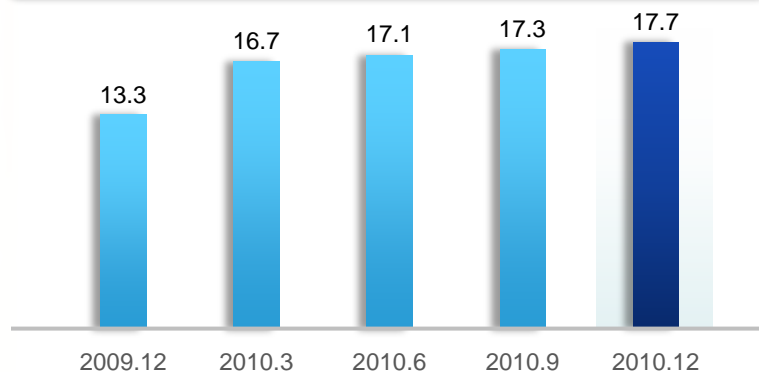
Operating Revenue

(KRW bil.)



Financial Products¹⁾

(KRW tril.)



Note 1) Balance of financial products sold to clients such as beneficiary certificate, trust account, WRAP, ELS, RPs and micro debentures

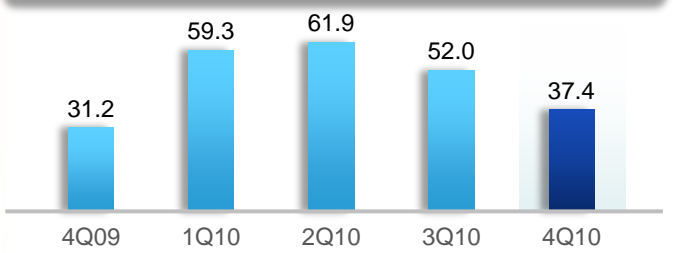
Condensed I/S & Capital Adequacy Ratio

(KRW bil.)	CY10	CY09	YoY%	4Q10	3Q10	QoQ%
Operating Revenue	574.6	594.3	-3.3	147.8	132.8	11.3
Fees & Commissions	308.4	361.8	-14.8	81.6	73.7	10.7
Financial Product Fees	77.4	101.9	-24.0	9.6	26.0	-63.2
Others	188.8	130.6	44.5	56.6	33.1	71.1
Operating Expense	403.2	555.3	-27.4	96.7	96.4	0.3
SG&A	353.2	341.6	3.4	92.8	82.7	12.2
Commission Expense	46.9	56.6	-17.1	12.4	11.5	7.2
Loan Loss Provision	3.1	157.1	-98.0	-8.5	2.1	n.a.
Operating Income	171.4	39.0	339.5	51.1	36.5	40.3
Net Income	138.9	44.2	214.3	39.6	34.2	15.8
Net Capital Ratio (%)	657.9	571.0	86.9 %p	657.9	659.5	-1.6 %p

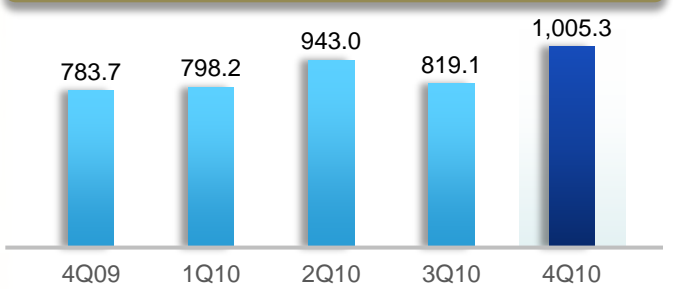


SFG Subsidiaries_ Shinhan Life Insurance

Net Income (KRW bil.)

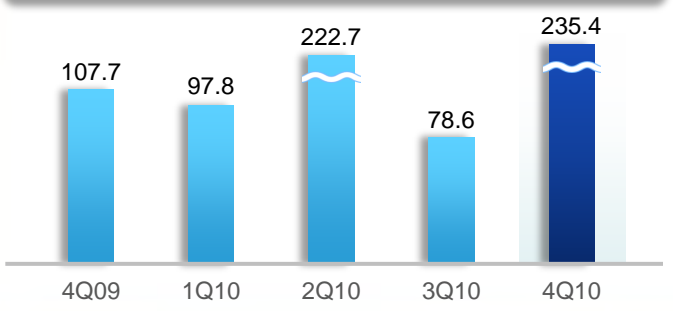


Premium Received (KRW bil.)



Note) Excluding Retirement Pensions

New Premium (KRW bil.)



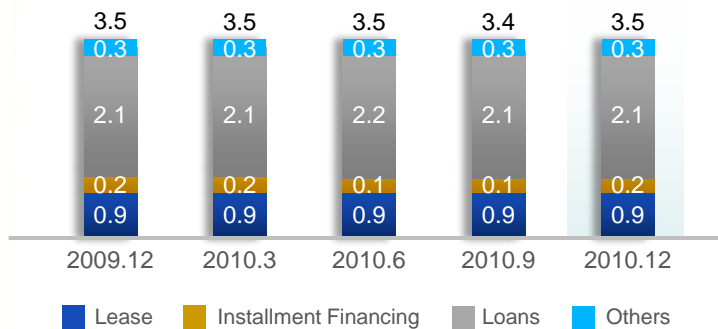
Condensed I/S & Solvency Margin Ratio

(KRW bil.)	CY10	CY09	YoY%	4Q10	3Q10	QoQ%
Total Income	2,054.3	1,504.2	36.6	508.7	476.1	6.8
Net Premium Income	1,597.3	1,157.0	38.1	416.4	349.5	19.1
Net Investment Income	519.3	428.5	21.2	123.2	128.2	-3.9
Special Account/ Others	-62.4	-81.3	n.a	-30.9	-1.6	n.a
Policy Reserve (Δ)	1,776.2	1,279.8	38.8	455.3	408.1	11.6
Net Income	210.6	174.0	21.1	37.5	51.9	-27.8
Solvency Margin Ratio (%)	350.0	262.7	87.3%p	350.0	364.0	-14.0%p

Shinhan Capital

Operating Assets

(KRW tril.)



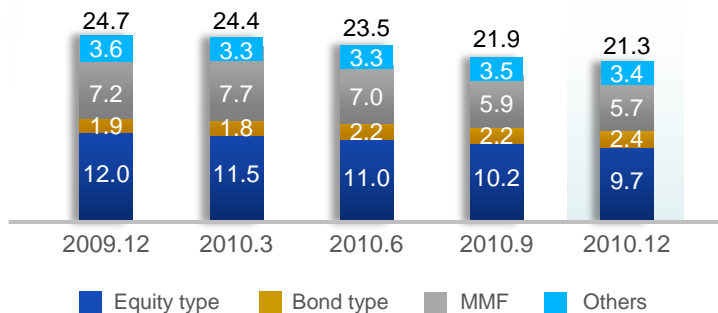
Condensed I/S

(KRW bil.)	FY10	FY09	YoY%	4Q10	3Q10	QoQ%
Operating Revenue	385.6	449.0	-14.1	94.5	86.2	9.7
Operating Expense	283.8	343.7	-17.4	70.3	58.7	19.8
(Interest Expense)	153.0	173.3	-11.7	36.4	38.3	-4.8
(SG&A)	18.8	19.2	-2.3	6.4	4.1	56.5
Loan Loss Provision	27.7	53.8	-48.4	1.1	7.9	-86.0
Net Income	56.1	38.4	46.1	17.0	15.2	11.8

Shinhan BNPP AM

Assets Under Management

(KRW tril.)



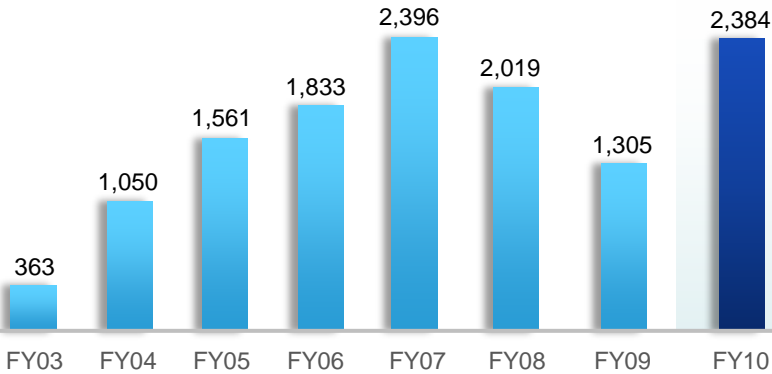
Condensed I/S

(KRW bil.)	CY10	CY09	YoY%	4Q10	3Q10	QoQ%
Operating Revenue	119.2	115.2	3.4	31.1	29.0	7.3
Operating Expense	65.6	70.0	-6.4	16.9	15.9	6.3
(SG&A)	35.7	41.2	-13.5	9.5	8.7	9.3
Operating Income	53.7	45.2	18.7	14.2	13.1	8.8
Net Income	39.7	31.7	25.3	10.2	9.7	5.5

SFG Asset Quality

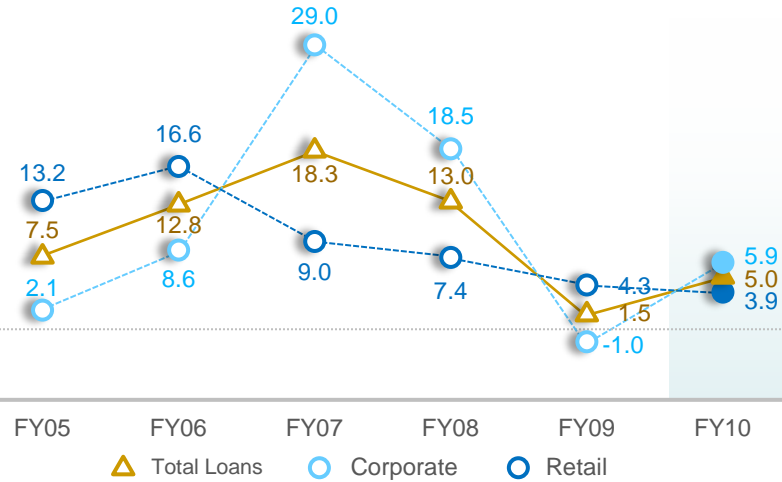
Group Net Income

(KRW bil.)



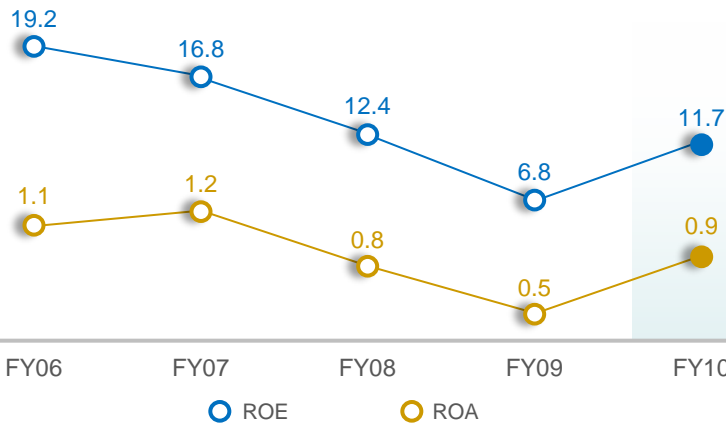
SHB Loan (in KRW) Growth Rate

(%)



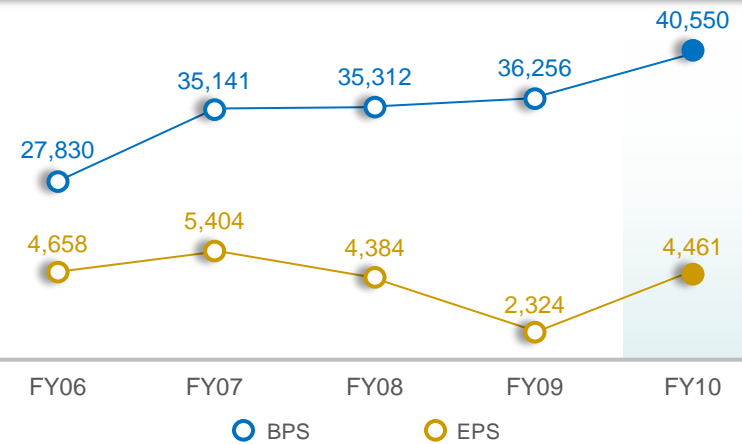
ROA / ROE

(%)



BPS / EPS

(KRW)



Note) ROE based on common stocks (including RCPS)

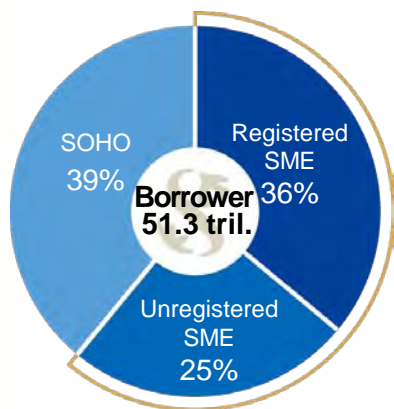
Note) Based on common stocks (including RCPS)



Shinhan Bank SME Loans

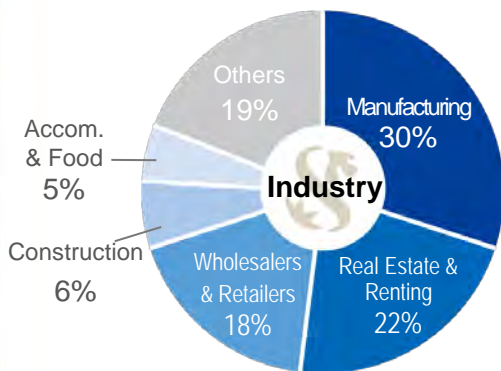
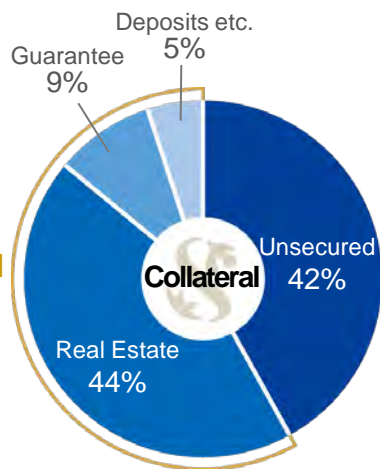
SME Loans ¹⁾

(As of end of Dec. 2010)



61%

Collateralized
58%



Note) 1 month overdue delinquency ratio for collateralized loans and unsecured loans are 0.81% and 0.94% respectively

Note) Loans in KRW basis

Delinquency Ratio by Industry

(%)	2010.12	2009.12	YTD%p	2010.9	QoQ%p
Manufacturing	0.63	0.54	0.09	1.21	-0.58
Real Estate & Renting	1.36	0.66	0.70	1.44	-0.08
Wholesalers/Retailers	0.39	0.52	-0.13	0.96	-0.57
Construction	0.70	1.30	-0.60	1.06	-0.36
Total	0.86	0.66	0.20	1.21	-0.35

(As of end of Dec. 2010)

(%)

