

SHINHAN FINANCIAL GROUP CO LTD

Form 6-K

March 31, 2010

**Table of Contents**

**SECURITIES AND EXCHANGE COMMISSION**

**Washington, DC 20549**

**FORM 6-K**

**REPORT OF FOREIGN PRIVATE ISSUER**

**Pursuant to Rule 13a-16 or 15d-16 of  
the Securities Exchange Act of 1934**

**For the Month of March 2010**

**SHINHAN FINANCIAL GROUP CO., LTD.**

(Translation of registrant's name into English)

120, 2-Ga, Taepyung-Ro, Jung-Gu, Seoul 100-102, Korea

(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F  Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

Indicate by check mark whether the registrant by furnishing the information contained in this form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes  No

If  Yes  is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b):  
82-\_\_\_\_\_.

### **Summary of FY 2009 Business Report**

On March 31, 2010, Shinhan Financial Group ( SFG ) filed its 2009 FY Business Report (the Business Report ) with the Financial Supervisory Service of the Republic of Korea ( Korea ) pursuant to the Financial Investment Services and Capital Market Act of Korea. This is the summary of the Business Report translated into English. Non-material or previously disclosed information are omitted or abridged.

The financial information in this report has been prepared in accordance with accounting principles generally accepted in Korea.

### **Table of Contents**

|  |    |
|--|----|
| <u>1. Introduction of the Group</u>  | 3  |
| <u>2. Business Results</u>   | 5  |
| <u>3. Independent Auditor</u>  | 15 |
| <u>4. Directors, Executive Officers and Employees</u>                                  | 15 |
| <u>5. Major Shareholder and Market Price Information of Our Common Shares and ADRs</u> | 17 |
| <u>6. Related Party Transactions</u>   | 19 |

Exhibit 99.1

Exhibit 99.2

### **Exhibit 99-1**

Independent Accountant s Audit Report (Non-consolidated Financial Statements) of Shinhan Financial Group as of Dec. 31, 2009

### **Exhibit 99-2**

Independent Accountant s Audit Report (Consolidated Financial Statements) of Shinhan Financial Group as of Dec. 31, 2009

**Table of Contents**

**1. Introduction of the Group**

**Company History in 2008 through 2010**

March 2008 : JSC Shinhan Bank Kazakhstan, a subsidiary of Shinhan Bank, joins SFG as an indirect subsidiary

April 2008 : SFG and Shinhan Bank obtain the Federal Reserve Bank's approval to become Financial Holding Companies

April 2008 : Shinhan Bank China Limited, a subsidiary of Shinhan Bank, joins SFG as an indirect subsidiary

May 2008 : Shinhan AITAS, a fund administration and accounting subsidiary of Shinhan Bank, joins SFG as an indirect subsidiary

June 2008 : Shinhan-KTF Mobile Card, a joint-venture company with KT Freetel, joins SFG as an indirect subsidiary

August 2008 : Shinhan Private Equity Fund II joins SFG as an indirect subsidiary

September 2008 : Shinhan Bank Canada joins SFG as an indirect subsidiary

January 2009: Shinhan BNP Paribas Asset Management launched through the merger of Shinhan BNP Paribas ITMC and SH Asset Management

June 2009 : SH&C separated from SFG after SFG consummated share transfers of SH&C

Aug. 2009 : Corporate name of Good Morning- Shinhan Securities changed (Shinhan Investment)

Sep. 2009 : SBJ became an indirect subsidiary of SFG

Oct. 2009 : Shinhan Vietnam Bank became an indirect subsidiary of SFG

Nov. 2009 : Liquidated Shinhan Finance Ltd. , an indirect subsidiary of SFG

Dec. 2009 : Shinhan Capital Petra PEF became an indirect subsidiary of SFG

Jan. 2010 : Shinhan Data System became a subsidiary of SFG

**Change in Management**

On March 24, 2010 the Board of Directors of Shinhan Financial Group appointed Mr. Eung Chan Ra as the Chairman of the Group and Ms. Sung Bin Chun as the Chairman of the Board of Directors.

**Change in Capital Stock**

The number of our common shares has increased by 78,000,000 shares on March 25, 2009 as a

**Table of Contents**

result of a rights offering. The subscription price for the new common shares was KRW 16,800 per share. The aggregate proceed from this offering was KRW 1,310,400 million prior to adjusting for the underwriting commissions and other offering expenses. Please refer to our Form filed on February 2, 2009 for more details regarding the rights offering.

**Dividend for FY 2009**

- 1) Dividend Amount for Common Stock: KRW 189,680 million
- 2) Dividend Amount for Preferred Stock: KRW 238,180 million
- 3) Total Dividend Amount: KRW 427,860 million

**Principal Subsidiaries under Korean Law (as of March 31, 2010)***Direct Subsidiaries*

| Subsidiaries                                       | Ownership by<br>SFG |
|--|---------------------|
| Shinhan Bank                                       | 100.0%              |
| Shinhan Card                                       | 100.0%              |
| Shinhan Investment Corp.                           | 100.0%              |
| Shinhan Life Insurance                             | 100.0%              |
| Shinhan Capital                                    | 100.0%              |
| Jeju Bank <sup>1)</sup>                            | 68.9%               |
| Shinhan BNP Paribas Asset Management <sup>2)</sup> | 65.0%               |
| Shinhan Data System                                | 100.0%              |
| Shinhan Credit Information                         | 100.0%              |
| Shinhan Private Equity                             | 100.0%              |
| Shinhan Macquaire Financial Advisory               | 51.0%               |
| SHC Management                                     | 100.0%              |

- 1) Jeju Bank is currently listed on the Korea Exchange.
- 2) In January 2009, SH Asset Management and Shinhan BNP Paribas ITMC merged to form Shinhan BNP Paribas Asset Management.
- 3) In January 2010, Shinhan Data System, formerly a subsidiary of Shinhan Bank became a direct

subsidiary of the  
Group.

*Indirect subsidiaries held through direct subsidiaries*

| Direct Subsidiaries | Indirect Subsidiaries                                  | Ownership by the<br>Parent |
|---------------------|--|----------------------------|
| Shinhan Bank        | Shinhan Asia Limited                                   | 100.00%                    |
|                     | Shinhan Bank America                                   | 100.00%                    |
|                     | Shinhan Bank Europe                                    | 100.00%                    |
|                     | Shinhan Vina Bank                                      | 50.00%                     |
|                     | CHB Valuemeet 2001 year 1 <sup>st</sup> Securitization | 50.00%                     |
|                     | CHB Valuemeet 2001 year 2 <sup>nd</sup> Securitization | 50.00%                     |
|                     | CHB Valuemeet 2002 year 1 <sup>st</sup> Securitization | 50.00%                     |
|                     | Shinhan Khmer Bank Limited                             | 80.1%                      |
|                     | Shinhan Bank Kazakhstan                                | 100.00%                    |
|                     | Shinhan Bank China Limited                             | 100.00%                    |
|                     | Shinhan AITAS  | 89.6%                      |
|                     | Shinhan Bank Canada                                    | 100.00%                    |
|                     | Shinhan Bank Japan                                     | 100.00%                    |
|                     | Shinhan Vietnam Bank                                   | 100.00%                    |

**Table of Contents**

| Direct Subsidiaries            | Indirect Subsidiaries   | Ownership by the Parent                    |
|--------------------------------|---|--|
| Shinhan Card                   | Shinhan-KT Mobile Card  | 50.00%                                     |
| Shinhan Investment Corporation | Shinhan Investment Corporation Europe Ltd.<br>Shinhan Investment Corporation USA Inc.<br>Shinhan Investment Corporation Asia Ltd. | 100.00%<br>100.00%<br>100.00%              |
| Shinhan Private Equity         | Shinhan NPS Private Equity Fund 1 <sup>st</sup><br>Shinhan Private Equity Fund II   | 5.00% <sup>1)</sup><br>2.17% <sup>2)</sup> |
| Shinhan Capital                | PETRA PEF   | 23.8%                                      |

1) Shinhan Financial Group and its subsidiaries currently own 36.7% of Shinhan NPS Private Equity Fund 1<sup>st</sup>.

2) Shinhan Financial Group and its subsidiaries currently own 32.6% of Shinhan Private Equity Fund II.

**Number of Shares**

| Types of Shares                         | Number of Shares    |                     |
|---|---------------------|---------------------|
|   | As of Dec. 31, 2008 | As of Dec. 31, 2009 |
| Common Shares                           | 396,199,587         | 474,199,587         |
| Redeemable Preferred Shares             | 47,690,251          | 38,373,459          |
| Redeemable Convertible Preferred Shares | 14,721,000          | 14,721,000          |
| Total                                   | 458,610,838         | 527,294,046         |

**2. Business Results**  
**Operation Results**

(KRW billion)

| 2009<br>(Jan.1~Dec.31) | 2008<br>(Jan.1~Dec.31) | 2007<br>(Jan.1~Dec.31) |
|------------------------|------------------------|------------------------|
|------------------------|------------------------|------------------------|

Edgar Filing: SHINHAN FINANCIAL GROUP CO LTD - Form 6-K

|  |         |         |         |
|--|---------|---------|---------|
| Operating income                       | 2,097.9 | 3,039.3 | 3,737.4 |
| Non-operating income                   | 126.2   | 223.6   | 277.7   |
| Non-operating expense                  | 244.7   | 261.9   | 102.0   |
| Earnings before income tax             | 1,979.4 | 3,001.0 | 3,913.1 |
| Income taxes                           | 666.7   | 971.2   | 549.0   |
| Pre-acquisition income in subsidiaries | 0.0     | (0.4)   | 874.1   |
| Consolidated net income                | 1,328.2 | 2,025.7 | 2,490.0 |
| Net income in majority interest        | 1,305.3 | 2,018.7 | 2,396.4 |
| Net income in minority interest        | 22.9    | 7.0     | 93.6    |

F Some of the  
totals may not  
sum due to  
rounding.



**Table of Contents****Source and Use of Funds****Source of Funds**

|                            | 2009<br>(Jan.1~Dec.31) |          |          |      | 2008<br>(Jan.1~Dec.31) |          |          |      | 2007<br>(Jan.1~Dec.31) |          |          |  |
|----------------------------|------------------------|----------|----------|------|------------------------|----------|----------|------|------------------------|----------|----------|--|
|                            | Average Balance        | Interest | Interest |      | Average Balance        | Interest | Interest |      | Average Balance        | Interest | Interest |  |
|                            | Ratio (%)              | Paid     | Rate (%) |      | Ratio (%)              | Paid     | Rate (%) |      | Ratio (%)              | Paid     | Rate (%) |  |
| in KRW hundred million, %) |                        |          |          |      |                        |          |          |      |                        |          |          |  |
| in KRW                     |                        |          |          |      |                        |          |          |      |                        |          |          |  |
| ts                         | 1,176,491              | 45.05    | 36,435   | 3.10 | 958,347                | 38.71    | 39,116   | 4.08 | 876,195                | 40.78    | 26,967   |  |
| ts                         | 114,626                | 4.39     | 6,447    | 5.62 | 157,372                | 6.36     | 9,600    | 6.10 | 149,773                | 6.97     | 8,076    |  |
| ving                       | 74,090                 | 2.84     | 2,519    | 3.40 | 67,277                 | 2.72     | 3,332    | 4.95 | 60,264                 | 2.81     | 2,437    |  |
| ban                        | 13,284                 | 0.51     | 333      | 2.51 | 21,912                 | 0.89     | 1,043    | 4.76 | 19,148                 | 0.89     | 1,130    |  |
| ture                       | 382,416                | 14.64    | 20,840   | 5.45 | 418,532                | 16.91    | 24,970   | 5.97 | 369,104                | 17.18    | 18,850   |  |
|                            | 64,611                 | 2.47     | 2,488    | 3.85 | 76,243                 | 3.08     | 4,259    | 5.59 | 57,816                 | 2.69     | 3,519    |  |
| al                         | 1,825,518              | 69.91    | 69,062   | 3.78 | 1,699,683              | 68.66    | 82,320   | 4.84 | 1,532,300              | 71.32    | 60,980   |  |
| in Foreign Currency        |                        |          |          |      |                        |          |          |      |                        |          |          |  |
| ts                         | 105,507                | 4.04     | 2,187    | 2.07 | 67,431                 | 2.72     | 1,791    | 2.66 | 49,953                 | 2.33     | 1,532    |  |
| ving                       | 77,761                 | 2.98     | 1,833    | 2.36 | 97,945                 | 3.96     | 3,083    | 3.15 | 67,179                 | 3.13     | 2,408    |  |
| ban                        | 11,884                 | 0.46     | 367      | 3.09 | 10,913                 | 0.44     | 466      | 4.27 | 10,733                 | 0.50     | 524      |  |
| ture                       | 52,920                 | 2.03     | 970      | 1.83 | 49,316                 | 1.99     | 1,897    | 3.85 | 39,398                 | 1.83     | 2,068    |  |
|                            | 2,014                  | 0.08     | 57       | 2.83 | 10,938                 | 0.44     | 445      | 4.07 | 23,062                 | 1.07     | 712      |  |
| al                         | 250,086                | 9.58     | 5,414    | 2.16 | 236,543                | 9.56     | 7,682    | 3.25 | 190,324                | 8.86     | 7,243    |  |
| t bearing funding          | 2,075,604              | 79.49    | 74,476   | 3.59 | 1,936,226              | 78.22    | 90,002   | 4.65 | 1,722,624              | 80.18    | 68,224   |  |
| older equity               | 197,197                | 7.55     | 0        | 0.00 | 181,847                | 7.35     | 0        | 0.00 | 174,937                | 8.14     | 0        |  |
| oss reserve                | 15,488                 | 0.59     | 0        | 0.00 | 15,707                 | 0.63     | 0        | 0.00 | 11,147                 | 0.52     | 0        |  |
|                            | 322,978                | 12.37    | 0        | 0.00 | 341,710                | 13.80    | 0        | 0.00 | 239,699                | 11.16    | 0        |  |
| interest bearing funding   | 535,663                | 20.51    | 0        | 0.00 | 539,264                | 21.78    | 0        | 0.00 | 425,783                | 19.82    | 0        |  |
| funding                    | 2,611,267              | 100.00   | 74,476   | 2.85 | 2,475,490              | 100.00   | 90,002   | 3.64 | 2,148,408              | 100.00   | 68,224   |  |

1) The Average Balance is the arithmetic mean of the ending balance of each quarter.

**Table of Contents****Use of Funds**

|                         | 2009<br>(Jan.1~Jun.30) |        |          |           | 2008<br>(Jan.1~Dec.31) |          |           |          | 2007<br>(Jan.1~Dec.31) |        |          |  |
|-------------------------|------------------------|--------|----------|-----------|------------------------|----------|-----------|----------|------------------------|--------|----------|--|
|                         | Average Balance        |        | Interest | Interest  | Average Balance        |          | Interest  | Interest | Average Balance        |        | Interest |  |
|                         | Ratio (%)              | Paid   | Rate (%) | Ratio (%) | Paid                   | Rate (%) | Ratio (%) | Paid     | Ratio (%)              | Paid   |          |  |
| (in hundred million, %) |                        |        |          |           |                        |          |           |          |                        |        |          |  |
| KRW                     | 110,557                | 4.23   | 1,748    | 1.58      | 73,760                 | 2.98     | 2,581     | 3.50     | 67,425                 | 3.14   | 1,501    |  |
| s                       | 487,858                | 18.68  | 20,444   | 4.19      | 425,433                | 17.19    | 20,497    | 4.82     | 389,806                | 18.14  | 17,014   |  |
|                         | 605,442                | 23.19  | 32,955   | 5.44      | 1,224,471              | 49.46    | 89,602    | 7.32     | 1,078,194              | 50.19  | 72,320   |  |
| old)                    | 605,442                | 23.19  | 32,955   | 5.44      | 574,061                | 23.19    | 40,925    | 7.13     | 528,181                | 24.58  | 35,298   |  |
| te)                     | 703,441                | 26.94  | 41,846   | 5.95      | 650,410                | 26.27    | 48,677    | 7.48     | 550,013                | 25.60  | 37,022   |  |
| s for customers         | 819                    | 0.03   | 11       | 1.34      | 397                    | 0.02     | 11        | 2.77     | 175                    | 0.01   | 8        |  |
| n                       | 14,648                 | 0.56   | 388      | 2.65      | 10,667                 | 0.43     | 496       | 4.65     | 8,609                  | 0.40   | 442      |  |
| e                       | 28,255                 | 1.08   | 1,649    | 5.84      | 32,457                 | 1.31     | 2,041     | 6.29     | 41,847                 | 1.95   | 2,567    |  |
| ard Receivable          | 118,236                | 4.53   | 31,488   | 26.63     | 100,551                | 4.06     | 27,839    | 27.69    | 94,300                 | 4.39   | 23,240   |  |
| an)                     | 25,301                 | 0.97   | 3,926    | 15.52     | 29,681                 | 1.20     | 5,351     | 18.03    | 31,215                 | 1.45   | 5,338    |  |
|                         | 62,190                 | 2.38   | 4,017    | 6.46      | 65,796                 | 2.66     | 4,715     | 7.17     | 72,038                 | 3.35   | 4,986    |  |
| s reserve               | (35,192)               | (1.35) | 0        | 0.00      | (30,502)               | (1.23)   | 0         | 0.00     | (28,316)               | (1.32) | 0        |  |
|                         | 2,096,254              | 80.28  | 134,546  | 6.42      | 1,903,030              | 76.87    | 147,782   | 7.77     | 1,724,078              | 80.25  | 122,077  |  |
| Foreign Currency        |                        |        |          |           |                        |          |           |          |                        |        |          |  |
|                         | 28,835                 | 1.10   | 214      | 0.74      | 16,573                 | 0.67     | 394       | 2.38     | 9,343                  | 0.43   | 292      |  |
|                         | 23,318                 | 0.89   | 533      | 2.29      | 20,117                 | 0.81     | 891       | 4.43     | 17,486                 | 0.81   | 727      |  |
|                         | 133,681                | 5.12   | 5,185    | 3.88      | 141,759                | 5.73     | 6,873     | 4.85     | 78,387                 | 3.65   | 4,564    |  |
|                         | 11,541                 | 0.44   | 94       | 0.81      | 8,640                  | 0.35     | 235       | 2.72     | 5,360                  | 0.25   | 299      |  |
| ght                     | 30,760                 | 1.18   | 1,521    | 4.94      | 39,621                 | 1.60     | 1,791     | 4.52     | 35,803                 | 1.67   | 1,901    |  |
|                         | 3,799                  | 0.15   | 147      | 3.87      | 5,493                  | 0.22     | 466       | 8.48     | 68,846                 | 3.20   | 1,282    |  |
| s reserve               | (2,733)                | (0.10) | 0        | 0.00      | (2,342)                | (0.09)   | 0         | 0.00     | (1,441)                | (0.07) | 0        |  |
|                         | 229,201                | 8.78   | 7,694    | 3.36      | 229,861                | 9.29     | 10,650    | 4.63     | 213,785                | 9.95   | 9,065    |  |

**Table of Contents**

|                         | 2009<br>(Jan.1~Jun.30) |        |          |               | 2008<br>(Jan.1~Dec.31) |        |          |               | 2007<br>(Jan.1~Dec.31) |        |          |  |
|-------------------------|------------------------|--------|----------|---------------|------------------------|--------|----------|---------------|------------------------|--------|----------|--|
|                         | Average Balance        |        | Interest | Interest Rate | Average Balance        |        | Interest | Interest Rate | Average Balance        |        | Interest |  |
| (in hundred million, %) | Ratio (%)              |        | Paid     | (%)           | Ratio (%)              |        | Paid     | (%)           | Ratio (%)              |        | Paid     |  |
| Operating funding       | 2,325,455              | 89.05  | 142,240  | 6.12          | 2,132,890              | 86.16  | 158,432  | 7.43          | 1,937,864              | 90.20  | 131,142  |  |
|                         | 22,893                 | 0.88   | 0        | 0.00          | 23,746                 | 0.96   | 0        | 0.00          | 27,901                 | 1.30   | 0        |  |
|                         | 23,700                 | 0.91   | 0        | 0.00          | 24,194                 | 0.98   | 0        | 0.00          | 75,437                 | 3.51   | 0        |  |
|                         | 239,219                | 9.16   | 0        | 0.00          | 294,660                | 11.90  | 0        | 0.00          | 107,205                | 4.99   | 0        |  |
| Investment funding      | 285,812                | 10.95  | 0        | 0.00          | 342,600                | 13.84  | 0        | 0.00          | 210,543                | 9.80   | 0        |  |
| Total of funds          | 2,611,267              | 100.00 | 142,240  | 5.45          | 2,475,490              | 100.00 | 158,432  | 6.40          | 2,148,408              | 100.00 | 131,142  |  |

- 1) The Average Balance is the arithmetic mean of the ending balance of each quarter.

**Table of Contents****Other Financial Information****Group BIS Ratio**

|  | (KRW million) |             |             |
|--|---------------|-------------|-------------|
|  | 2009          | 2008        | 2007        |
| Aggregate Amount of Equity Capital (A) | 22,572,130    | 18,723,461  | 15,815,434  |
| Risk-Weighted Assets (B)               | 179,083,070   | 183,741,412 | 161,849,385 |
| BIS Ratio (A/B) <sup>1)</sup>          | 12.60%        | 10.19%      | 9.77%       |

- 1) In accordance with the amendments in the Financial Holding Company Guidelines of the Financial Service Commission ( FSC ), the Group BIS Ratio, rather than the Requisite Capital Ratio, is used as an index for measuring capital adequacy, beginning FY2007.

**Won Liquidity Ratio**

|   | (KRW million)      |         |         |
|---|--------------------|---------|---------|
|   | 2009 <sup>1)</sup> | 2008    | 2007    |
| Won Assets due within 3 months (A)      | 470,681            | 920,661 | 220,009 |
| Won Liabilities due within 3 months (B) | 376,446            | 690,397 | 209,888 |
| Won Liquidity Ratio (A/B)               | 125.03%            | 133.35% | 104.82% |

- 1) 2009 figures are assets and liabilities due within 1 month

**Liabilities to Equity Ratio**

(KRW million)

|                                   | 2009       | 2008       | 2007       |
|-----------------------------------|------------|------------|------------|
| Liabilities (A)                   | 6,392,346  | 8,307,683  | 7,349,727  |
| Equity (B)                        | 20,728,361 | 17,605,883 | 17,977,801 |
| Liabilities to Equity Ratio (A/B) | 30.84%     | 47.19%     | 40.88%     |

***Capital Adequacy Ratio and Other Ratios of Certain Subsidiaries***

(1) BIS Capital Adequacy Ratio (%) <sup>1)</sup>

|                            | 2009  | 2008  | 2007  |
|----------------------------|-------|-------|-------|
| Shinhan Bank <sup>2)</sup> | 15.13 | 13.44 | 12.09 |

1) The BIS Capital Adequacy Ratio is computed in accordance with the guidelines issued by the FSC for commercial banks. Under these guidelines, commercial banks are required to maintain a minimum capital adequacy ratio of 8%.

2) 2007 ratios for Shinhan Bank are based on Basel I. Basel II FIRB Approach was applied in calculating BIS for 2008 and 2009.

(2) Adjusted Equity Capital Ratio (%)

|              | 2009  | 2008  | 2007  |
|--------------|-------|-------|-------|
| Shinhan Card | 26.73 | 20.32 | 25.31 |

\* The Adjusted Equity Capital Ratio represents the ratio of total

adjusted  
shareholder s  
equity to total  
adjusted assets  
and is computed  
in accordance  
with the  
guidelines  
issued by FSC  
for credit

**Table of Contents**

card companies.  
Under these  
guidelines,  
Shinhan Card is  
required to  
maintain a  
minimum  
adjusted equity  
capital ratio of  
8%.

## (3) Net Capital Ratio (%)

|                    | Dec 31.<br>2009 | Mar. 31<br>2009 | Mar. 31<br>2008 |
|--------------------|-----------------|-----------------|-----------------|
| Shinhan Investment | 608.08          | 678.79          | 783.89          |

\* Net Capital  
Ratio is  
computed in  
accordance with  
the guidelines  
issued by the  
FSC for  
securities  
brokerage  
businesses.  
Under these  
guidelines,  
Shinhan  
Investment  
Corporation is  
required to  
maintain a  
minimum net  
capital ratio of  
100%.

## (4) Solvency Margin Ratio (%)

|                        | Dec 31.<br>2009 | Mar. 31<br>2009 | Mar. 31<br>2008 |
|------------------------|-----------------|-----------------|-----------------|
| Shinhan Life Insurance | 262.67          | 208.60          | 222.74          |

\* Under the  
guidelines  
issued by the

FSC, Shinhan Life Insurance is required to maintain a minimum solvency margin ratio of 100%.

**Non- Performing Loans of Certain Subsidiaries <sup>1)</sup>**

(1) Non- Performing Loans

(KRW million)

|                            | Dec. 31, 2009  |                        | Dec.31, 2008   |                        | Dec.31, 2007   |                        |
|----------------------------|----------------|------------------------|----------------|------------------------|----------------|------------------------|
|                            | Balance of NPL | NPL to total Loans (%) | Balance of NPL | NPL to total Loans (%) | Balance of NPL | NPL to total Loans (%) |
| Shinhan Bank               | 1,158,985      | 0.77                   | 1,306,316      | 0.85                   | 848,846        | 0.63                   |
| Shinhan Card <sup>2)</sup> | 435,083        | 3.08                   | 339,101        | 2.91                   | 448,866        | 3.71                   |

|                                  | Dec. 31, 2009  |                        | Mar.31, 2009   |                        | Mar.31, 2008   |                        |
|----------------------------------|----------------|------------------------|----------------|------------------------|----------------|------------------------|
|                                  | Balance of NPL | NPL to total Loans (%) | Balance of NPL | NPL to total Loans (%) | Balance of NPL | NPL to total Loans (%) |
| Shinhan Investment <sup>2)</sup> | 253,995        | 19.45                  | 125,366        | 12.14                  | 27,738         | 2.35                   |
| Shinhan Life Insurance           | 38,800         | 1.53%                  | 40,369         | 1.69%                  | 23,224         | 1.10%                  |

1) Non-performing loans of banks are defined as those loans are past due more than 90 days or those are placed on non-accrual status according to the guidelines of the FSC.

2) Under the guidelines of the FSC, every securities brokerage company and



credit card  
company shall  
classify its loans  
into five  
categories:  
normal,  
precautionary,  
substandard,  
doubtful and  
estimated loss.

Under the  
Group's internal  
measures,  
non-performing  
loans of  
Shinhan  
Investment, and  
Shinhan Card  
includes loans  
classified as  
substandard,  
doubtful, and  
estimated loss.

**Table of Contents**

## (2) Loan Loss Allowances &amp; Write-offs for the period

|  | Jan. 1, 2009~<br>Dec. 31, 2009 | Jan. 1, 2008~<br>Dec. 31, 2008 | Jan. 1, 2007~<br>Dec. 31, 2007       |
|--|--------------------------------|--------------------------------|--------------------------------------|
|  |                                |                                | (KRW million)                        |
| <b>Shinhan Bank</b>  |                                |                                |                                      |
| Allowance for Possible Loan Losses                           | 2,641,918                      | 2,661,427                      | 1,991,574                            |
| Allowance for doubtful accounts on Acceptance and Guarantees | 105,629                        | 113,669                        | 59,926                               |
| Allowances for Losses Related to Unused Ceiling              | 267,859                        | 249,442                        | 341,750                              |
| Other Allowances   | 88,337                         | 69,557                         | 104,181                              |
| Allowance for Valuation of Bonds                             | 7,609                          | 8,152                          | 9,616                                |
| Total  | 2,843,493                      | 2,852,805                      | 2,165,297                            |
| Write-offs   | 1,006,941                      | 340,942                        | 186,316                              |
| <b>Shinhan Card</b>  |                                |                                |                                      |
| Allowance for Possible Loan Losses                           | 793,469                        | 773,960                        | 947,736                              |
| Allowance for reward on credit card use                      | 273,233                        | 246,429                        | 212,775                              |
| Allowances for Losses Related to Unused Ceiling              | 488,559                        | 485,738                        | 455,639                              |
| Other Allowances   | 12,619                         | 22,325                         | 15,385                               |
| Total  | 1,567,880                      | 1,528,452                      | 1,631,535                            |
| Write-offs   | 469,087                        | 603,883                        | 430,535                              |
|  | Apr. 1, 2009~<br>Dec 31, 2009  | Apr. 1, 2008~<br>Mar. 31, 2009 | Apr. 1,<br>2007~<br>Mar. 31,<br>2008 |
| <b>Shinhan Investment</b>                                    |                                |                                |                                      |
| Allowance for Possible Loan Losses                           | 182,288                        | 110,753                        | 33,005                               |
| Other Allowances   | 21,942                         |                                |                                      |
| Total  | 204,230                        | 110,753                        | 33,005                               |
| Write-offs   | 4,682                          | 502                            | 2,584                                |
| <b>Shinhan Life Insurance</b>                                |                                |                                |                                      |
| Allowance for Possible Loan Losses                           | 37,944                         | 31,589                         | 22,805                               |
| Total  | 37,944                         | 31,589                         | 22,805                               |
| Write-offs   | 4,540                          | 1,330                          | 860                                  |

**Table of Contents****Twenty Largest Exposures by Borrower**

| <b>As of Dec. 31, 2009</b>                               |                         | <b>Loans in<br/>Foreign<br/>Currency</b> | <b>Equity<br/>Securities</b> | <b>Debt<br/>Securities</b> | <b>Guarantees<br/>and<br/>Acceptances</b> | <b>(KRW<br/>billion)<br/>Total<br/>Exposures</b> |
|--|-------------------------|--|------------------------------|----------------------------|---|--|
| <b>consolidated basis</b>                                | <b>Loans in<br/>Won</b> |  |                              |                            |   |  |
| Ministry of Strategy & Finance                           |                         |  |                              | 11,542.0                   |   | 11,542.0   |
| Bank of Korea<br>Korea Deposit<br>Insurance Corporation  | 300.0                   |  |                              | 5,333.7                    |   | 5,633.7  |
| Industrial Bank of<br>Korea                              | 142.1                   | 14.2                                     | 0.0                          | 1,724.0                    |   | 1,880.4  |
| Korea Development<br>Bank                                | 7.8                     |  | 18.3                         | 1,606.6                    |   | 1,632.7  |
| Hyundai Samho Heavy<br>Industries Co., Ltd.              | 19.4                    | 10.6                                     |                              |                            | 1,496.2                                   | 1,526.2  |
| Hyundai Heavy<br>Industries Co., Ltd.                    | 3.1                     | 17.0                                     | 24.1                         | 10.0                       | 1,392.1                                   | 1,446.4  |
| POSCO  | 14.8                    | 17.2                                     | 1,240.5                      | 61.6                       | 97.5                                      | 1,431.5  |
| Kookmin Bank   | 28.6                    |  | 21.3                         | 1,239.1                    |   | 1,289.0  |
| I-CLOVER CO., LTD  | 675.7                   |  |                              | 582.8                      | 0.1                                       | 1,258.6  |
| Hana Bank  | 4.3                     | 132.3                                    |                              | 1,012.5                    |   | 1,149.1  |
| Samsung Heavy<br>Industries Co., Ltd.                    | 100.0                   | 39.7                                     | 1.1                          |                            | 935.0                                     | 1,075.8  |
| Woori Bank   | 14.5                    |  |                              | 1,052.4                    |   | 1,066.9  |
| Hynix Semiconductor<br>Hyundai Mipo<br>Dockyard Co., Ltd | 37.5                    | 359.2                                    | 591.8                        | 0.7                        | 64.0                                      | 1,053.2  |
| National Agricultural<br>Cooperative Federation          | 4.0                     |  | 4.1                          | 968.2                      | 5.4                                       | 981.7  |
| STX Offshore &<br>Shipbuilding Co., Ltd                  | 20.0                    | 14.1                                     | 0.0                          |                            | 894.5                                     | 928.7  |
| SH Corporation   | 780.0                   |  |                              | 75.9                       |   | 855.9  |
| SK Energy  | 108.3                   | 127.0                                    | 3.8                          | 16.1                       | 511.4                                     | 766.6  |

**Table of Contents****Exposure to Main Debtor Groups**

| As of Dec. 31, 2009      | Loans in Won | Loans in Foreign | Equity     | Debt       | Guarantees and | (KRW billion) |
|--------------------------|--------------|------------------|------------|------------|----------------|---------------|
|                          |              | Currency         | Securities | Securities | Acceptances    | Total         |
| consolidated basis       | Won          | Currency         | Securities | Securities | Acceptances    | Exposures     |
| Hyundai Heavy Industries | 22.5         | 27.7             | 3.3        | 10.0       | 3,890.7        | 3,954.2       |
| Samsung                  | 615.1        | 912.8            | 637.6      | 234.8      | 1,279.1        | 3,679.5       |
| Hyundai Motors           | 514.7        | 890.4            | 39.7       | 288.1      | 340.9          | 2,073.8       |
| SK                       | 508.2        | 165.6            | 323.8      | 123.1      | 672.0          | 1,792.8       |
| POSCO                    | 66.1         | 34.5             | 1,241.6    | 78.4       | 126.9          | 1,547.4       |
| STX                      | 81.5         | 121.7            | 32.2       |            | 941.6          | 1,176.9       |
| Hynix                    | 37.5         | 359.2            | 588.0      |            | 64.0           | 1,048.7       |
| LG                       | 107.9        | 455.4            | 8.7        | 185.4      | 165.5          | 923.0         |
| LS                       | 146.5        | 219.1            | 1.8        | 142.6      | 124.3          | 634.3         |
| Lotte                    | 215.9        | 56.1             | 17.4       | 174.2      | 87.9           | 551.5         |
| Total                    | 2,316.0      | 3,242.5          | 2,894.1    | 1,236.6    | 7,692.9        | 17,382.1      |

**Loan Concentration by Industry**

| As of Dec. 31, 2009              | Loans in Won |            | Loans in Foreign Currency |            | Others     |            | Total Exposures |            |
|----------------------------------|--------------|------------|---------------------------|------------|------------|------------|-----------------|------------|
|                                  | Amount       | Weight (%) | Amount                    | Weight (%) | Amount     | Weight (%) | Amount          | Weight (%) |
| consolidated basis               |              |            |                           |            |            |            |                 |            |
| Manufacturing                    | 19,576,255   | 14.77      | 3,313,740                 | 34.58      | 7,074,414  | 24.74      | 29,964,409      | 17.55      |
| Retail and wholesale             | 11,293,599   | 8.52       | 711,116                   | 7.42       | 1,330,166  | 4.65       | 13,334,881      | 7.81       |
| Real Estate, leasing and service | 16,858,445   | 12.72      | 1,248,396                 | 13.03      | 192,416    | 0.67       | 18,299,257      | 10.72      |
| Construction                     | 5,857,791    | 4.42       | 40,854                    | 0.43       | 774,970    | 2.71       | 6,673,615       | 3.91       |
| Hotel and leisure                | 3,627,311    | 2.74       | 239,009                   | 2.49       | 108,925    | 0.38       | 3,975,245       | 2.33       |
| Finance and insurance            | 4,241,347    | 3.2        | 444,094                   | 4.63       | 1,434,339  | 5.02       | 6,119,780       | 3.58       |
| Others                           | 9,210,576    | 6.95       | 3,446,620                 | 35.96      | 2,154,169  | 7.53       | 14,811,365      | 8.68       |
| Consumers                        | 61,886,997   | 46.69      | 140,097                   | 1.46       | 15,522,851 | 54.29      | 77,549,945      | 45.42      |
| Totals                           | 132,552,321  | 100        | 9,583,926                 | 100        | 28,592,250 | 100        | 170,728,497     | 100        |

**Table of Contents****Top Twenty Non-Performing Loans**

(KRW billion)

| <b>Borrower</b> | <b>Industry</b>                  | <b>Gross Principal<br/>Outstanding</b> | <b>Allowance for Loan<br/>Losses</b> |
|-----------------|----------------------------------|--|--------------------------------------|
| A               | Real estate, leasing and service | 71.4                                   | 46.9                                 |
| B               | Construction                     | 54.0                                   | 40.5                                 |
| C               | Real estate, leasing and service | 19.8                                   | 13.8                                 |
| D               | Construction                     | 18.5                                   | 3.7                                  |
| E               | Manufacturing                    | 17.8                                   | 4.2                                  |
| F               | Real estate, leasing and service | 12.9                                   | 9.7                                  |
| G               | Transportation                   | 11.3                                   | 2.9                                  |
| H               | Other service                    | 9.8                                    | 2.0                                  |
| I               | Other service                    | 7.6                                    | 1.0                                  |
| J               | Manufacturing                    | 7.2                                    | 2.3                                  |
| K               | Real estate, leasing and service | 7.1                                    | 1.6                                  |
| L               | Other service                    | 6.9                                    | 1.6                                  |
| M               | Other service                    | 6.5                                    | 1.3                                  |
| N               | Manufacturing                    | 5.9                                    | 1.3                                  |
| O               | Other service                    | 5.9                                    | 0.9                                  |
| P               | Real estate, leasing and service | 5.5                                    | 5.5                                  |
| Q               | Manufacturing                    | 5.5                                    | 0.8                                  |
| R               | Construction                     | 5.3                                    | 5.3                                  |
| S               | Real estate, leasing and service | 5.3                                    | 1.1                                  |
| T               | Real estate, leasing and service | 5.0                                    | 0.2                                  |
|                 | <b>Total</b>                     | <b>289.3</b>                           | <b>146.6</b>                         |

F Consolidated basis as of December 31, 2009

**Table of Contents****3. Independent Auditor***Audit Opinion for the last 3 years*

|               |                        |                        |                        |
|---------------|------------------------|------------------------|------------------------|
| Audit Opinion | FY 2009<br>Unqualified | FY 2008<br>Unqualified | FY 2007<br>Unqualified |
|---------------|------------------------|------------------------|------------------------|

*Compensation to the Independent Auditor for Audit and Review Services*

The following is a description of the fees for audit and review services performed by our independent auditor for the last three years in connection with our financial statements prepared in accordance with generally accepted accounting principles in Korea.

| Year | Auditor                          | Payment<br>(KRW<br>mil.) | Details  | Working<br>hours |
|------|----------------------------------|--------------------------|--|------------------|
| 2009 | KPMG Samjong<br>Accounting Corp. | 355                      | Review/Audit of Financial<br>Statements  | 4,595 hours      |
| 2008 | KPMG Samjong<br>Accounting Corp. | 355                      | Review/Audit of Financial<br>Statements  | 5,106 hours      |
| 2007 | KPMG Samjong<br>Accounting Corp. | 341                      | Review/Audit of Financial<br>Statements  | 4,599 hours      |
|      | KPMG Samjong<br>Accounting Corp. | 399                      | Review of Financial<br>Statements related to<br>accounting treatment of LG<br>Card acquisition | 2,755 hours      |

**4. Directors, Executive Officers and Employees***Directors and Executive Officers*

## 1) Executive Directors

| Name           | Date of Birth | Position  | Service Term                            |
|----------------|---------------|---|---|
| Eung Chan Ra   | Nov. 25, 1938 | Chairman of Shinhan Financial Group<br>Board Steering Committee Chair | 3 years starting from<br>March 24, 2010 |
| Sang Hoon Shin | Jul. 1, 1948  | President & CEO   | 2 years starting from<br>March 17, 2009 |

## 2) Non-Executive Directors

Currently, 10 non-executive directors are in office, 8 of which outside directors who are nominated by our Outside Director Recommendation Committee and appointed pursuant to the approval of general shareholders meeting on March 24, 2010.

Our non-executive directors are as follows:

| Name             | Date of Birth | Outside<br>Director | Sub-Committees | Service Term                         |
|------------------|---------------|---------------------|----------------|--------------------------------------|
| Baek Soon<br>Lee | Oct. 8, 1952  | X                   |                | 3 years starting from March 17, 2009 |

**Table of Contents**

| Name               | Date of Birth | Outside Director | Sub-Committees  | Service Term                        |
|--------------------|---------------|------------------|---|-------------------------------------|
| Shee Yul Ryoo      | Sept. 5, 1938 | X                | Risk Management Committee chair<br>Board Steering Committee member<br>Compensation Committee member | 1 year starting from March 24, 2010 |
| Byung-il Kim       | Sep. 1, 1945  | O                | Compensation Committee chair<br>Board Steering Committee member                                     | 1 year starting from March 24, 2010 |
| Yo Koo Kim         | Mar. 23, 1950 | O                | Audit Committee member  | 1 year starting from March 24, 2010 |
| Hui Mook Kim       | Aug. 17, 1957 | O                |   | 1 year starting from March 24, 2010 |
| Ke Sup Yun         | May 20, 1945  | O                | Audit Committee chair<br>Risk Management Committee member<br>Compensation Committee member          | 1 year starting from March 24, 2010 |
| Sung Bin Chun      | Jan. 21, 1953 | O                | Chairman of Board of Directors<br>Board Steering Committee member<br>Audit Committee member         | 1 year starting from March 24, 2010 |
| Haeng Nam Chung    | Mar. 15, 1941 | O                | Board Steering Committee member   | 1 year starting from March 24, 2010 |
| Yoji Hirakawa      | Feb. 13, 1953 | O                |   | 1 year starting from March 24, 2010 |
| Philippe Aguignier | Sep. 26, 1957 | O                | Risk Management Committee member  | 1 year starting from March 24, 2010 |

For personal profiles of the outside directors, please refer to our Form 6-K filed on February 26, 2010.

## 3) Executive Officers

In addition to the executive directors, we currently have the following executive officers:

| Name         | Date of Birth | Position                                      | In charge of   |
|--------------|---------------|---|--|
| Buhmsoo Choi | Aug. 8, 1956  | Deputy President &<br>Chief Financial Officer | - Finance Management Team<br>- Investor Relations Team<br>- Strategic Planning Team<br>- Global Business Strategy Team<br>- Shinhan FSB Research Institute |
| Sung Ho Wi   | Jun. 12, 1958 | Deputy President                              | - General Affairs Team<br>- Business Management Team<br>- Public Relations Team<br>- CSR & Culture Management Team   |
| Chan Hee Jin | Jun. 10, 1955 | Deputy President                              |  |

- Synergy Management Team
- Information & Technology Planning Team
- Audit Team

|              |               |                   |                           |
|--------------|---------------|-------------------|---------------------------|
| Hyo IL Lee   | Sep. 26, 1959 | Managing Director | - Synergy Management Team |
| Yee Yong Jo  | Feb. 13, 1957 | Managing Director | - Compliance Team         |
| Sam Yong Lee | June 11, 1953 | Managing Director | - Risk Management Team    |



**Table of Contents****Stock Options (as of Dec 31, 2009)**

|                 | No. of<br>Granted<br>Options (A) | No. of<br>Exercised<br>Options (B) | No. of<br>Cancelled<br>Options (C) | No. of<br>Exercisable<br>Options (D = A - B - C) | Exercise<br>Price |
|-----------------|----------------------------------|------------------------------------|------------------------------------|--|-------------------|
| Granted in 2003 | 1,020,416                        | 1,008,816                          | 11,600                             |  | 11,800            |
| Granted in 2004 | 1,258,923                        | 1,243,723                          | 15,200                             |  | 21,595            |
| Granted in 2005 | 2,620,331                        | 601,623                            | 251,300                            | 1,767,408  | 28,006            |
| Granted in 2006 | 3,206,173                        | 79,584                             | 480,300                            | 2,646,289  | 38,829            |
| Granted in 2007 | 1,301,050                        |                                    | 148,700                            | 1,152,350  | 54,560            |
| Granted in 2008 | 808,700                          |                                    | 109,690                            | 699,010  | 49,053            |
| Granted in 2009 | 614,735                          |                                    | 614,735                            |  | 23,405            |
| Total           | 10,830,328                       | 2,933,746                          | 1,631,525                          | 6,265,057  |                   |

Note) The weighted-average exercise price of outstanding exercisable options as of Dec. 31, 2009 is KRW 39,810.  
**Employees (as of Dec 31, 2009)**

|       | Number of<br>Employees | Average length<br>of Service | Total Salaries<br>and<br>wages paid in<br>2009<br>(KRW million) | Average<br>Payment<br>per person<br>(KRW<br>million) |
|-------|------------------------|------------------------------|---|--|
| Total | 135                    | 2 yrs 3 mths                 | 8,504   | 63   |

**5. Major Shareholders and Market Price Information of our Common Shares and ADRs****Major Shareholders<sup>1)</sup> of Shinhan Financial Group as of Dec. 31, 2009**

| Name                            | No. of Common Shares<br>owned | Ownership% |
|---------------------------------|-------------------------------|------------|
| BNP Paribas Group <sup>2)</sup> | 30,106,276                    | 6.35       |
| Total                           | 30,106,276                    | 6.35       |

1) Shareholders who own beneficial ownership of 5% or more.

2) During the months of August and September of 2009, BNP

Paribas  
Luxemburg, an  
affiliate of BNP  
Paribas Group,  
announced it  
has sold  
8,467,963 of  
common shares  
through a series  
of public filing.  
As a result,  
BNP Paribas  
Group holds  
30,106,276 or  
6.35% of our  
common shares  
as of Dec. 31,  
2009.

**Table of Contents*****Common Share Traded on the Korea Exchange***

(KRW, number of shares)

|                              | July 2009  | Aug. 2009  | Sep. 2009  | Oct. 2009  | Nov. 2009  | Dec. 2009  |
|------------------------------|------------|------------|------------|------------|------------|------------|
| Price per share              |            |            |            |            |            |            |
| High                         | 41,600     | 42,500     | 48,950     | 49,000     | 49,550     | 47,350     |
| Low                          | 32,900     | 38,800     | 42,100     | 44,500     | 44,150     | 43,200     |
| Avg.                         | 35,963     | 41,019     | 46,061     | 47,314     | 47,164     | 45,562     |
| Trading Volume               | 67,685,036 | 53,817,978 | 60,030,877 | 42,692,228 | 33,367,895 | 39,876,374 |
| Highest Daily Trading Volume | 5,588,808  | 4,298,230  | 4,444,317  | 3,628,069  | 3,764,932  | 4,463,172  |
| Lowest Daily Trading Volume  | 1,542,585  | 1,067,417  | 1,194,900  | 1,126,835  | 821,886    | 982,116    |

***American Depositary Shares traded on the New York Stock Exchange***

(USD, number of shares)

|                              | July 2009 | Aug. 2009 | Sep. 2009 | Oct. 2009 | Nov. 2009 | Dec. 2009 |
|------------------------------|-----------|-----------|-----------|-----------|-----------|-----------|
| Price per share              |           |           |           |           |           |           |
| High                         | 67.28     | 69.96     | 82.87     | 85.20     | 86.42     | 81.83     |
| Low                          | 50.56     | 60.92     | 65.14     | 75.65     | 76.50     | 74.28     |
| Avg.                         | 57.52     | 66.53     | 76.21     | 80.60     | 81.86     | 78.01     |
| Trading Volume               | 2,273,916 | 1,387,528 | 1,814,680 | 2,159,261 | 1,620,825 | 1,509,390 |
| Highest Daily Trading Volume | 277,872   | 137,350   | 162,484   | 251,769   | 143,045   | 141,197   |
| Lowest Daily Trading Volume  | 36,278    | 30,791    | 27,895    | 39,650    | 40,060    | 32,140    |

\* 1 ADR = 2  
Common Shares

**Table of Contents****6. Related Party Transactions***Loans to  
Subsidiaries*

(KRW billion)

| Subsidiary         | Loan Type   | Origination | Maturity   | Lending      |       | Beginning | Ending   |          |         |
|--------------------|-------------|-------------|------------|--------------|-------|-----------|----------|----------|---------|
|                    |             | Date        | Date       | Funding Rate | Rate  | Balance   | Increase | Decrease | Balance |
| Shinhan Card       | Loan in KRW | 2003-04-23  | 2009-04-23 | 5.47%        | 5.92% | 100       |          | 100      |         |
| Shinhan Capital    | Loan in KRW | 2004-03-24  | 2009-03-24 | 5.11%        | 5.93% | 20        |          | 20       |         |
| Shinhan Capital    | Loan in KRW | 2004-06-25  | 2009-06-25 | 4.93%        | 5.22% | 50        |          | 50       |         |
| Shinhan Investment | Loan in KRW | 2005-01-31  | 2010-07-31 | 4.59%        | 5.25% | 70        |          |          | 70      |
| Shinhan Card       | Loan in KRW | 2006-01-24  | 2009-01-24 | 5.24%        | 5.41% | 50        |          | 50       |         |
| Shinhan Capital    | Loan in KRW | 2006-01-24  | 2009-01-24 | 5.24%        | 5.41% | 50        |          | 50       |         |
| Shinhan Card       | Loan in KRW | 2006-02-27  | 2009-02-27 | 5.07%        | 5.23% | 30        |          | 30       |         |
| Shinhan Capital    | Loan in KRW | 2006-02-27  | 2009-02-27 | 5.07%        | 5.23% | 70        |          | 70       |         |
| Shinhan Capital    | Loan in KRW | 2006-04-24  | 2009-04-24 | 5.09%        | 5.22% | 100       |          | 100      |         |
| Shinhan Investment | Loan in KRW | 2006-07-31  | 2012-01-31 | 5.16%        | 5.64% | 100       |          |          | 100     |
| Shinhan Capital    | Loan in KRW | 2006-09-26  | 2011-09-26 | 4.91%        | 4.99% | 50        |          |          | 50      |
| Shinhan Capital    | Loan in KRW | 2007-03-23  | 2012-03-23 | 5.28%        | 5.48% | 50        |          |          | 50      |
| Shinhan Capital    | Loan in KRW | 2007-04-13  | 2010-04-13 | 5.24%        | 5.38% | 50        |          |          | 50      |
| Shinhan Capital    | Loan in KRW | 2007-06-08  | 2012-06-08 | 5.54%        | 5.95% | 50        |          |          | 50      |
| Shinhan Capital    | Loan in KRW | 2007-09-27  | 2010-09-27 | 5.91%        | 6.05% | 100       |          |          | 100     |
| Shinhan Capital    | Loan in KRW | 2007-11-27  | 2010-11-27 | 6.24%        | 6.37% | 50        |          |          | 50      |
| Shinhan Card       | Loan in KRW | 2007-11-27  | 2012-11-27 | 6.33%        | 6.41% | 100       |          |          | 100     |
| Shinhan Capital    | Loan in KRW | 2007-12-18  | 2010-12-18 | 6.69%        | 6.83% | 50        |          |          | 50      |
| Shinhan Card       | Loan in KRW | 2007-12-18  | 2012-12-18 | 6.78%        | 6.86% | 50        |          |          | 50      |
| Shinhan Card       | Loan in KRW | 2008-01-23  | 2011-01-23 | 6.46%        | 6.60% | 100       |          | 100      |         |
| Shinhan Capital    | Loan in KRW | 2008-01-23  | 2011-01-23 | 6.46%        | 6.60% | 50        |          |          | 50      |
| Shinhan Capital    | Loan in KRW | 2008-01-23  | 2013-01-23 | 6.51%        | 6.60% | 50        |          |          | 50      |
| Shinhan Card       | Loan in KRW | 2008-02-21  | 2011-02-21 | 5.51%        | 5.66% | 150       |          |          | 150     |
| Shinhan Card       | Loan in KRW | 2008-03-12  | 2011-03-12 | 5.71%        | 5.84% | 200       |          |          | 200     |
| Shinhan Capital    | Loan in KRW | 2008-03-12  | 2011-03-12 | 5.71%        | 5.84% | 50        |          |          | 50      |
| Shinhan Card       | Loan in KRW | 2008-06-27  | 2011-06-27 | 6.41%        | 6.53% | 200       |          |          | 200     |
| Shinhan PE         | Loan in KRW | 2008-06-27  | 2009-06-26 | 5.98%        | 6.18% | 5         |          | 5        |         |
| Shinhan Card       | Loan in KRW | 2008-07-31  | 2011-07-31 | 6.76%        | 6.90% | 100       |          |          | 100     |
| Shinhan Capital    | Loan in KRW | 2008-07-31  | 2011-07-31 | 6.76%        | 6.90% | 50        |          |          | 50      |
| Shinhan PE         | Loan in KRW | 2008-08-13  | 2009-08-13 | 6.65%        | 6.85% | 5         |          | 5        |         |
| Shinhan Card       | Loan in KRW | 2008-12-11  | 2011-12-11 | 8.01%        | 8.12% | 100       |          | 100      |         |
| Shinhan Capital    | Loan in KRW | 2008-12-11  | 2011-12-11 | 8.01%        | 8.12% | 30        |          | 30       |         |
| Shinhan Capital    | Loan in KRW | 2008-12-18  | 2009-09-03 | 8.13%        | 8.20% | 120       |          | 120      |         |
| SH&C               | Loan in KRW | 2008-12-26  | 2015-12-26 |              | 9.00% | 10        |          | 10       |         |
| Shinhan Capital    | Loan in KRW | 2009-01-06  | 2010-08-19 | 6.53%        | 6.63% |           | 50       | 50       |         |
| Shinhan PE         | Loan in KRW | 2009-08-13  | 2010-08-13 | 3.93%        | 3.99% |           | 5        |          | 5       |
| Total              |             |             |            |              |       | 2,410     | 55       | 890      | 1,575   |

**Table of Contents**

**Exhibit 99-1**

Independent Accountant's Audit Report (Non-consolidated Financial Statements) of Shinhan Financial Group as of Dec. 31, 2009

**Exhibit 99-2**

Independent Accountant's Audit Report (Consolidated Financial Statements) of Shinhan Financial Group as of Dec. 31, 2009

**Table of Contents**

**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

SHINHAN FINANCIAL GROUP CO., LTD.

By /s/ Buhmsoo Choi

Name: Buhmsoo Choi

Title: Chief Financial Officer

Date : March 31, 2010