

Income Statement (FY2006)

In KrW	FY2005	1Q, FY2006	2Q, FY2006	3Q, FY2006	4Q, FY2006
Operating income	432,133,721,966	132,736,609,974	122,781,388,188	185,047,467,244	163,952,677,149
1. Commissions received	234,076,310,580	62,825,723,553	59,274,466,518	63,916,467,306	77,548,375,360
Brokerage commissions	142,433,285,801	31,082,996,766	25,840,509,930	27,152,556,510	30,991,860,001
KSE	103,926,199,142	24,052,546,574	20,022,632,907	19,989,214,306	22,950,413,200
KOSDAQ	37,769,147,799	6,931,975,868	5,741,568,059	6,993,177,189	7,874,368,433
KOFEX	9,263,250				
Foreign currency securities transaction	712,866,320	96,902,424	75,396,214	168,174,475	166,116,698
Bond transaction (OTC)					
ECN	9,061,840				
Others	6,747,450	1,571,900	912,750	1,990,540	961,670
Brokerage(OTC) commissions			23,049,300	19,146,000	22,170
Underwriting commissions	9,701,561,716	844,250,000	4,467,542,900	760,031,442	1,457,546,373
won denominated securities	9,701,561,716	844,250,000	4,467,542,900	760,031,442	1,457,546,373
foreign currency securities					
Underwriting commissions on debentures					
Brokerage commissions on beneficiary certificate	56,883,302,992	22,431,087,206	17,216,650,124	23,673,202,441	32,727,620,348
Management fee on wrap account and asset manag	5,142,844,300	1,956,021,500	1,856,837,500	1,955,312,800	1,595,747,000
Consulting fee		3,171,639,496	5,763,172,242	5,230,191,367	6,008,963,175
Sales commissions on structured securities		1,244,882,716	2,079,649,078	3,218,631,520	3,077,132,029
Trust fee		147,659,633	307,423,999	581,486,224	
Others (*1)	19,915,315,771	1,947,186,236	1,719,631,445	1,325,909,002	1,689,484,264
2. Interest income	48,796,056,710	12,035,448,778	15,832,698,465	18,691,020,633	28,034,842,035
Interest on margin loans	169,702,475	96,938,102	107,889,755	148,987,788	187,405,919
Interest on loans	8,596,727,144	3,177,634,912	3,697,261,241	3,187,778,681	3,501,719,813
Interest on bonds	10,371,557,707	4,104,918,930	5,672,305,811	10,782,096,822	17,585,697,403
Interest on securities loaned					
Interest on negotiable commercial papers	1,878,076				
Interest on deposits with KSFC	1,689,067,424	95,599,996	813,495,888	66,493,149	160,067,878
Interest on certificate of deposits	103,562,281	8,321,088	554,731	3,945,200	19,726,014
Interest on deposits	2,956,311,583	1,785,423,174	3,701,643,685	2,242,463,256	4,164,133,765
Interest on call loans	168,484,201	26,824,104	205,331,057	241,216,368	421,107,543
Interest on bonds purchased under resale	163,394,517	55,369,863			
Gain on transaction of certificate of de	32,746,114	2,293,468	3,771,798	1,987,302	1,719,137
Interest on advances for customers					
Others	24,542,625,188	2,682,125,141	1,630,444,499	2,016,052,067	1,993,264,563
3. Dividends income	222,830,614	69,637,108	38,362,147	36,445,686	456,163,282
4. Distribution income	160,432,218	162,564,190	75,869,955		39,103,307
5. Gain on sales of current securities	45,806,159,259	14,261,502,262	9,147,217,179	8,540,231,524	13,483,818,078
Gain on sales of stock	6,168,384,984	2,102,429,249	1,164,309,347	741,312,983	2,315,306,137
Gain on sales of warrants					
Gain on sales of bonds	27,330,823,248	5,563,224,120	6,459,307,046	4,041,864,269	4,262,410,281
Gain on sales of beneficiary certificate	11,753,872,146	3,370,619,611	1,433,874,654	3,736,263,433	6,841,945,341
Gain on sales of negotiable commercial paper	534,463,092	40,007,680	72,363,067	813,705	1,562,725
Gain on redemption of current securities	18,615,789	3,185,221,602	17,363,065	19,977,134	62,593,594
Others					
Gain on sales of stock					
Gain on sales of stock warrants					
Gain on sales of bonds					
Gain on sales of beneficiary certificate					
Gain on sales of negotiable commercial paper					
Gain on redemption of trading securities					
6. Gain on valuation of current securities	1,421,729,843	2,140,485,875	(82,651,477)	7,251,428,508	315,043,629
Gain on valuation of stock	192,253,476	2,078,538,143	(221,553,528)	(24,577,631)	(1,214,775,879)
Gain on valuation of warrants					
Gain on valuation of bonds					
Gain on valuation of beneficiary certificate	1,229,476,367	61,947,732	138,902,051	7,276,006,139	1,529,819,508
Gain on valuation of negotiable commercial paper					
Others					
7. Gain on structured securities transaction		1,807,440,977	12,076,228,075	33,051,210,914	7,642,557,066
1) Gain on sales of structured securities			2,782,521,000	7,997,407,500	9,478,705,000
2) Gain on valuation of structured securities		1,807,440,977	9,293,707,075	18,170,242,914	(14,928,104,392)
3) Gain on redemption of structured securities				6,883,560,500	13,091,956,458
8. Gain on valuation of trading securities					
9. Gain on structured securities sold transaction		12,615,673,935	5,819,160,532	33,453,233,058	7,460,574,669
1) Gain on valuation of structured securities sold		12,615,673,935	(1,178,035,487)	27,005,794,789	(34,412,907,790)
2) Gain on redemption of structured securities sold			6,997,196,019	6,447,438,269	41,873,482,459
10. Gain on valuation of Reserve for claims of custom	18,383,758,873	6,077,146,067	5,647,517,686	5,622,312,047	5,953,714,109
11. Gain on derivatives transactions	83,180,418,969	20,492,186,677	14,985,459,601	14,548,377,273	22,532,020,386
1) Gain on futures transactions	46,150,000	50,132,096	150,685,884	199,362,992	255,021,659
Gain on sales of futures	46,150,000	44,072,096	156,745,884	179,776,064	274,608,587
Gain on settlement of futures		6,060,000	(6,060,000)	19,586,928	(19,586,928)
Gain on foreign futures transactions					
2) Gain on Exchange trading options transactions	82,167,337,065	20,180,390,874	14,823,289,456	13,824,695,306	22,119,986,879
Gain on sales of options	82,167,337,065	20,177,015,874	14,826,664,456	13,824,695,306	22,119,986,879
Gain on valuation of options		3,375,000	(3,375,000)		

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In KrW	FY2005	1Q, FY2006	2Q, FY2006	3Q, FY2006	4Q, FY2006
Gain on foreign options transactions					
3) Gain on OTC derivatives transactions	966,931,904	261,663,707	11,484,261	524,318,975	157,011,848
Gain on sales of OTC derivatives	966,931,904	261,663,707	11,484,261	497,357,936	183,972,887
Gain on valuation of OTC derivatives				26,961,039	(26,961,039)
12. Other operating income	86,024,900	248,800,552	(32,940,493)	(63,259,705)	486,465,228
Reversal of allowance for credit losses		226,442,252	(69,924,558)	(112,597,122)	434,062,954
Reversal of allowance for guarantees					
Others	86,024,900	22,358,300	36,984,065	49,337,417	52,402,274
Operating expenses	294,587,460,884	100,635,792,494	85,816,440,760	142,005,919,627	117,997,191,651
1. Commissions expense	37,311,997,079	8,095,823,084	6,430,318,413	6,366,633,804	7,585,744,242
Trading commissions	34,095,081,346	7,296,169,530	5,448,023,247	5,422,509,274	6,174,005,629
Investment consultant fees	284,409,377	28,551,534	39,311,908		
Sales fees on structured securities		11,792,838	18,463,335	18,742,140	36,082,206
Other commissions	2,932,506,356	759,309,182	924,519,923	925,382,390	1,375,656,407
2. Interest expense	15,048,378,831	3,970,550,103	6,705,864,446	10,052,540,470	16,489,316,177
Interest on borrowings from KSFC	2,738,832,755	143,399,996	1,231,734,241	146,347,942	270,039,450
Interest on bank borrowings	1,616,041	778,930	5,028,087	176,602,404	168,075,808
Interest on proceeds from customer's short sale					
Interest on customer's deposits	3,647,560,902	1,143,792,254	953,860,986	896,290,759	879,132,844
Interest on bonds sold under repurchase	4,222,588,280	1,928,214,086	3,562,321,011	7,923,977,783	14,001,184,895
Loss on transactions of certificate of deposits	161,084				
Interest on call money	4,437,619,769	730,132,669	904,917,991	721,461,582	984,223,180
Interest on debentures					
Others		24,232,168	48,002,130	187,860,000	186,660,000
3. Loss on sales of current securities	36,625,724,127	9,860,273,531	5,264,461,165	8,893,409,049	10,173,720,102
Loss on sales of stock	1,716,533,277	1,253,348,116	929,178,875	439,048,390	165,280,198
Loss on sales of warrants					
Loss on sales of bond	23,642,318,137	5,251,784,168	2,889,781,038	4,027,977,479	3,112,678,449
Loss on sales of beneficiary certificate	11,177,755,613	3,344,004,032	1,431,668,272	3,885,226,350	6,589,343,185
Loss on sales of negotiable commercial papers	37,326,539		873,972	472,198,630	279,500,000
Loss on redemption of current securities	51,790,561	11,137,215	12,959,008	68,958,200	26,918,270
Others					
Loss on sales of stock					
Loss on sales of stock warrants					
Loss on sales of debentures					
Loss on sales of beneficiary certificate					
Loss on sales of negotiable commercial paper					
Loss on redemptions of trading securities					
4. Loss on valuation of trading securities	493,758,625	5,561,013,420	(5,132,431,959)	351,973,972	(429,766,203)
Loss on valuation of stock					
Loss on valuation of stock warrants					
Loss on valuation of debentures	493,758,625	1,018,801,661	(893,760,661)	655,514,433	(533,312,982)
Loss on valuation of beneficiary certificate		4,542,211,759	(4,238,671,298)	(303,540,461)	103,546,779
Loss on valuation of negotiable commercial paper					
Others					
5. Loss on structured securities transaction		12,014,810,101	6,448,492,574	33,476,648,778	6,996,838,556
1) Loss on sales of structured securities			6,995,976,000	6,440,436,000	41,996,792,946
2) Loss on valuation of structured securities		12,014,810,101	(547,483,426)	27,036,212,778	(34,999,954,390)
3) Loss on redemption of structured securities					
6. Loss on valuation of trading securities sold		1,037,216,900	596,772,778	(600,562,988)	(157,327,713)
7. Loss on structured securities sold transaction		1,815,031,430	12,792,164,890	33,295,934,678	12,078,195,370
1) Loss on valuation of structured securities sold		1,815,031,430	10,007,719,138	18,370,548,379	(11,269,973,628)
2) Loss on redemption of structured securities sold			2,784,445,752	14,925,386,299	23,348,168,998
8. Loss on valuation of reserve for claim of customers' deposits(trust)					
9. Loss on derivatives transactions	56,726,103,969	17,381,420,677	11,195,542,601	9,784,448,273	15,407,144,942
1) Loss on futures transactions	26,550,000	94,832,096	130,310,884	153,662,992	285,026,659
Loss on sales of futures	26,550,000	94,832,096	128,595,229	155,378,647	282,650,513
Loss on settlement of futures			1,715,655	(1,715,655)	2,376,146
Loss on foreign futures transactions					
2) Loss on Exchange trading options transactions	55,854,882,065	16,860,424,874	10,064,427,456	9,961,386,306	14,625,410,879
Loss on sales of options	55,854,882,065	16,860,424,874	10,064,302,456	9,961,511,306	14,625,410,879
Loss on valuation of options			125,000	(125,000)	
Loss on foreign options transactions					
3) Loss on OTC derivatives transactions	844,671,904	426,163,707	1,000,804,261	(330,601,025)	496,707,404
Loss on sales of OTC derivatives	792,066,704	315,088,889	658,219,079	123,058,975	366,378,990
Loss on valuation of OTC derivatives	52,605,200	111,074,818	342,585,182	(453,660,000)	130,328,414
10. General and administrative expenses	148,381,498,253	40,899,653,248	41,515,255,852	40,384,893,591	49,853,326,178
Salary	82,711,472,140	20,846,958,991	21,252,543,971	21,135,335,241	26,386,121,718
Severance pay	2,694,191,840	732,217,920	614,889,570	785,245,290	882,509,980
Other benefits for employees	6,151,162,697	1,839,213,512	1,499,100,305	1,804,565,464	3,027,662,215
Computer system operation expenses	6,128,580,207	1,649,907,640	1,725,873,095	1,790,700,574	1,783,832,570
Rental expenses	3,901,551,137	1,302,460,061	1,253,559,769	1,367,237,962	1,675,829,584
Miscellaneous commissions	6,349,894,733	1,655,927,857	1,749,823,118	1,929,508,104	1,244,148,875
Entertainment expenses	3,540,493,185	799,330,798	854,235,179	986,835,796	1,304,137,166
Advertising expenses (A)	14,431,873,373	5,792,483,704	6,783,189,476	4,751,484,086	5,661,449,483

Income Statement (FY2006)

In KrW	FY2005	1Q, FY2006	2Q, FY2006	3Q, FY2006	4Q, FY2006
Advertising expenses (B)	18,220,000				
Depreciation	5,172,930,116	1,415,642,076	1,437,888,494	1,468,108,689	1,430,562,792
Research and study expense					
Training expense	1,102,084,605	374,166,373	184,308,098	442,916,787	712,272,730
Credit loss expenses	755,248,314	122,483,708	263,404,657	(385,888,365)	808,082,137
Provision for allowances for guarantees					
Amortization of Intangible assets	1,999,518,319	363,769,213	357,398,819	352,940,449	317,974,480
Tax and dues	1,136,764,731	428,211,152	409,246,250	283,561,596	278,716,824
Others	12,287,512,856	3,576,880,243	3,129,795,051	3,672,341,918	4,340,025,624
Operating profit	137,546,261,082	32,100,817,480	36,964,947,428	43,041,547,617	45,955,485,498
Non-operating income	4,636,386,720	344,417,537	169,447,159	1,423,324,865	2,313,937,784
Gain on disposition of tangible assets	58,481,229	59,000	128,806,360	4,999,000	
Rental income				3,387,100	15,272,730
Gain on disposition of securities available for sale					
Gain on disposition of investment securities	334,062,563	326,789,105		1,388,666,042	
Gain on disposition of securities held to maturity					
Reversal of securities reduction loss					
Reversal of Investment securities reduction loss					
Gain on equity method valuation	3,625,216,203				2,232,048,922
Gain on foreign currency transactions					
Gain on foreign exchanges translation					22,580,000
Gains on redemption of debentures					
Gains on recovery of write-offs		4,296,311	234,005	9,267,184	7,083,235
Others	618,626,725	13,273,121	40,406,794	17,005,539	36,952,897
Non-operating expenses	13,834,120,451	15,115,909	509,403,881	742,287,125	761,927,529
Loss on disposition of tangible assets	89,772,196	575,673	195,878,671	17,598,053	356,200
Loss on disposition of securities available for sale					
Loss on disposition of investment securi	8,844,094,653				
Loss disposition of securities held to maturity					
Securities reduction loss	3,921,490,757			562,149,000	686,595,180
Investment securities reduction loss					
Loss on equity method valuation	652,070,865				
Loss on foreign currency transactions					
Loss on foreign exchanges translation					
Loss on redemption of debentures					
Donations	178,456,906	10,000,000	269,211,500	141,312,810	71,100,000
Others	148,235,074	4,540,236	44,313,710	21,227,262	3,876,149
Ordinary profit	128,348,527,351	32,430,119,108	36,624,990,706	43,722,585,357	47,507,495,753
Extraordinary gain					
Gain on assets contributed					
Gain on exemption of debts					
Gain on insurance settlement					
Others					
Extraordinary loss					
Casualty loss					
Accidental loss					
Compensation loss					
Loss on payment others					
Loss on exemption of debts					
Others					
Net income(loss) before income tax	128,348,527,351	32,430,119,108	36,624,990,706	43,722,585,357	47,507,495,753
Income tax expense	36,821,847,548	9,086,748,748	10,224,623,071	12,162,869,636	13,147,819,799
Net income(loss) for the year	91,526,679,803	23,343,370,360	26,400,367,635	31,559,715,721	34,359,675,954