

## **FSC ANNOUNCES DESIGNATION OF SEVEN NON-HOLDING FINANCIAL GROUPS FOR 2024**

- Samsung, Hanwha, Mirae Asset, Kyobo, Hyundai Motor, DB and Daou Kiwoom selected as non-holding financial groups subject to relevant supervisory regulations.
- 

The Financial Services Commission held the 13<sup>th</sup> regular meeting on July 10 and designated seven non-holding financial groups for 2024 pursuant to the Act on the Supervision of Financial Conglomerates (“the Act” hereinafter). The designated entities are Samsung, Hanwha, Mirae Asset, Kyobo, Hyundai Motor, DB and Daou Kiwoom groups.

The designation and supervisory system on non-holding financial groups aims to effectively oversee and manage risk contagion or concentration in financial groups. With the implementation of the Act from June 2021, the FSC has been designating non-holding financial groups every year. The seven selected entities this year satisfied all designation criteria under the Act.

The selected entities will be subject to the following rules.

- a) Select a financial business entity representing the entire group after considering the investment relationship, total size of asset, capital, and so on, and report their selection to the Financial Supervisory Service.
- b) Periodically inspect and evaluate group-wide risks and prepare and follow their own internal control and risk management policy, and transparently disclose material information needed to ensure consumer protection and report to the authorities.
- c) Draw up capital adequacy ratio reflecting risk-weighted capital based on the risk assessment conducted by the financial authorities.
- d) The financial authorities will carry out a periodic assessment (every three years) on the risk and risk management status of non-holding financial groups.

It is expected that the designation of non-holding financial groups will help them to more effectively monitor and manage group-wide risks on their own.

# # #

For press inquiry, please contact Foreign Media Relations at [fsc\\_media@korea.kr](mailto:fsc_media@korea.kr).