



Press Release

December 30, 2015

FSC IDENTIFIES D-SIBS FOR 2016

The FSC identified on December 30, 2015 four bank holding companies and one bank as domestic systemically important banks (D-SIBs) for 2016 : **Hana Financial Group, Shinhan Financial Group, KB Financial Group, NH Financial Group and Woori Bank.**

Those identified as D-SIBS are to be required to set aside an additional capital of 1% if deemed needed, by 0.25% per year in the next four years from 2016 to 2019.

* The average BIS ratio for banks and bank holding companies – 13.99% for banks and 13.68% for bank holding companies – at the end of September 2015 exceeds the minimum capital adequacy ratio¹; therefore, there is no actual burden at present for the identified D-SIBs to set aside additional capital.

The FSC will identify D-SIBs every year in accordance with assessment criteria proposed by the Basel Committee on Banking Supervision (BCBS).

< D-SIB ASSESSMENT CRITERIA >

criteria	indicators	weighting
Size (20%)	Total exposure	20%
Interconnectedness (20%)	Intra-financial system assets	6.7%
	Intra-financial system liabilities	6.7%
	Securities issued	6.7%
Substitutability (20%)	Won-denominated payments	6.7%
	Foreign currency-denominated payments	6.7%
	Assets under custody	6.7%
Complexity (20%)	OTC derivatives outstanding	10%
	Financial securities in the trading book and available-for-sale securities	10%
Country-specific factors (20%)	Foreign currency-denominated debt	10%
	Household loans	10%
Total		100 %

¹ 10.5% (11.5% for D-SIBs)