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1H20 Business Results

July, 2020



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Disclaimer Statement

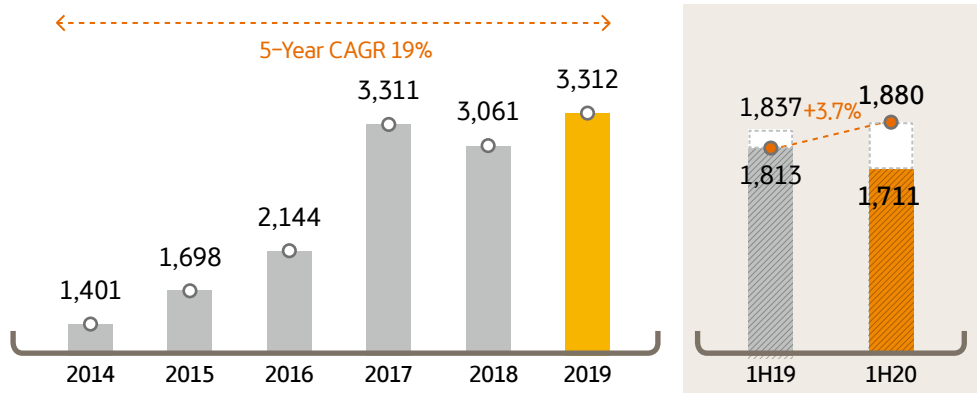
1. The consolidated financial information of KB Financial Group Inc. (the “Group”) presented herein is based on the Korean International Financial Reporting Standards(K-IFRS). It is currently being reviewed by the Group’s independent auditor, and accordingly, is subject to change.
2. The consolidated financial reports presented herein is based on Korean IFRS9(K-IFRS9). Note that the financial results for years before 2017 contained herein have not been restated retrospectively.
3. From 2018, for better peer comparison purpose, the Group reclassified certain interest income out of Net Gain/Loss on Financial Assets at FVPL under Other Operating Profit to Interest Income under Net Interest Income. Note that beginning from the financial results for 2017 contained herein have been restated retrospectively.
4. As KB Insurance and KB Capital became wholly-owned subsidiaries of the Group on July 7, 2017, the financial results of KB Insurance and KB Capital have been fully consolidated in the Group’s financial statements since 3Q17.
5. Total may not sum due to rounding.

I. 1H20 Financial Highlights _ Overview

Group Profitability Overview

bn won, %	1H20	1H19	YoY	2Q20	1Q20	QoQ
Net Interest Income	4,683.2	4,549.2	2.9	2,334.0	2,349.2	-0.6
Net Fee & Commission Income	1,381.3	1,135.7	21.6	711.2	670.1	6.1
Other Operating Profit	-49.6	79.1	N.A.	227.7	-277.3	N.A.
Gross Operating Income	6,014.9	5,764.0	4.4	3,272.9	2,742.0	19.4
G&A Expenses	3,045.6	3,000.8	1.5	1,586.4	1,459.2	8.7
Provision for Credit Losses	539.7	293.8	83.7	296.0	243.7	21.5
Net Operating Profit	2,429.6	2,469.4	-1.6	1,390.5	1,039.1	33.8
Net Non-Operating Profit	-34.0	55.3	N.A.	-14.3	-19.7	N.A.
Profit for the Period	1,731.4	1,837.4	-5.8	992.5	738.9	34.3
Profit attributable to controlling interests	1,711.3	1,836.8	-6.8	981.8	729.5	34.6

Group Net Profit ¹⁾ (bn won)



Note 1) Based on profit attributable to controlling interests

2) Major non-recurring items (after tax)

1H19: Large-scale reversals of provisioning(W59bn), ERP costs(W35bn)

1H20: PEF related losses including TRS valuation losses(W29bn), CVA losses(W24bn), Provisioning for receivables from brokerage business(W14bn) and non-recurring items in 2Q20 as stated at the bottom of the right side

Major non-recurring items ²⁾

Highlights

Net Profit for 2Q20

₩981.8 bn
(+34.6% QoQ)

Increased 34.6% QoQ mainly driven by substantial recovery of other operating profit and better net fee & commission and insurance income

Net Profit for 1H20

₩1,711.3 bn
(-6.8% YoY)

Delivered decent net profit on the back of solid loan growth and enforced non-banking business, despite the economic headwind caused by COVID-19

Net Interest Income for 1H20

₩4,683.2 bn
(+2.9% YoY)

Continued modest growth on the back of bank and card loan growth, overcoming NIM pressure from rate cuts and Loan Conversion Program

Net Fee & Commission for 1H20

₩1,381.3 bn
(+W245.6 bn YoY)

Increased significantly YoY with better results in non-banking business, such as fee income from securities business

Other Operating Profit for 2Q20

₩227.7 bn
(+W505.0 bn QoQ)

Substantially recovered from temporary losses in 1Q20 as financial market stabilized in 2Q20

Credit Cost for 2Q20

0.29%

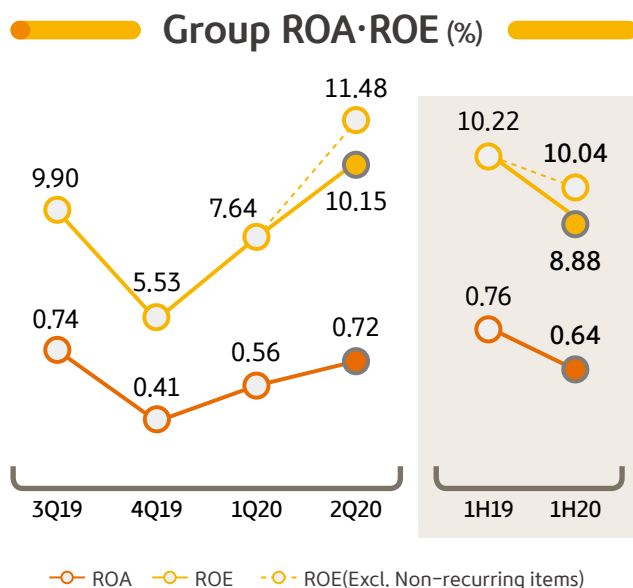
(0.14% on recurring basis)

Provided preemptive provisioning based on FLC against uncertainties and potential deterioration of asset quality

※ Non-recurring items for 2Q20 (before tax)

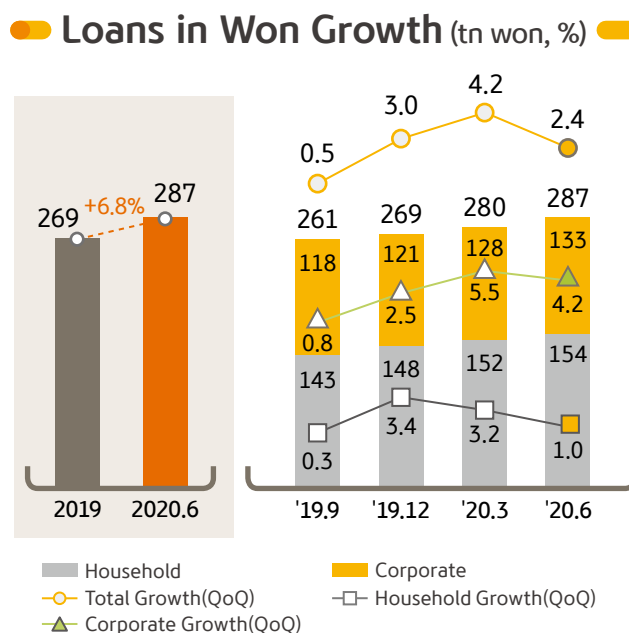
- Preemptive provisioning based on FLC: W206bn (Bank: 159, Card: 32, Capital: 9 etc.)
- (Kookmin Bank) Large-scale reversals of provisioning: W76bn
- (Kookmin Bank) CVA(Credit Valuation Adjustment) gains: W18bn
- (KB Securities) Provisioning for potential reimbursement related to investors' losses in PEF: W29bn

1H20 Financial Highlights – Key Financial Indicators (1)



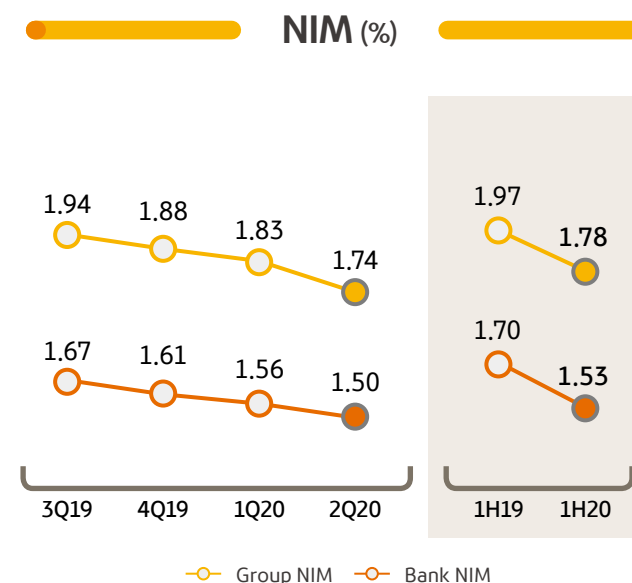
Sustained profitability & Earnings Power

- 1H20 ROE recorded 8.88%, and marked 10.04% on a recurring basis
- Sustained earnings power on the back of improvement of non-banking business and recovery of other operating profit due to financial market stabilization
- KB continues to make efforts to diversify revenue sources and improve cost efficiency



Secured stable interest income stream led by solid loan growth

- Loans in Won of the Bank increased 6.8% YTD and 2.4% QoQ, amounting to W287tn as of the end of 2Q20
- Household continued modest growth by 4.2% YTD, driven by quality loans such as Jeonse loans and specially-arranged unsecured loans
- Corporate achieved balanced growth of 10.0% by sector. Especially SME(Incl. SOHO) marked W8tn of growth with government-led forbearance program

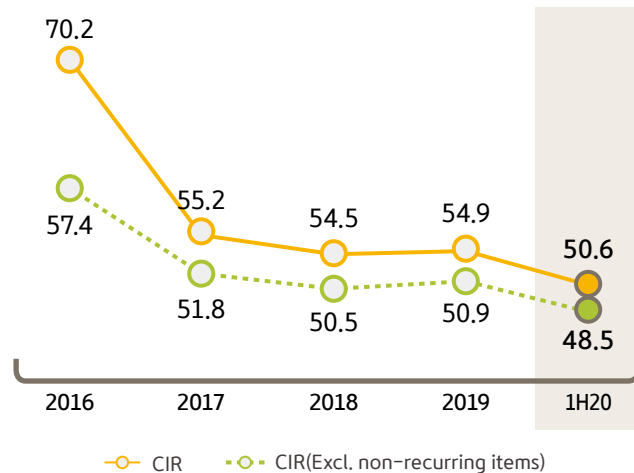


Focus on margin management and continue to diversify revenue sources

- Despite better funding conditions, 2Q20 Bank NIM contracted to 1.50% (-6bp QoQ) mainly due to declining market rates followed by key rate cuts
- 2Q20 Group NIM fell to 1.74% (-10bp QoQ) further reflecting lowered card asset yields caused by decreasing card loans and cash advances
- Whilst focusing on margin management, KB continue to diversify groupwide non-interest income sources

I. 1H20 Financial Highlights – Key Financial Indicators (2)

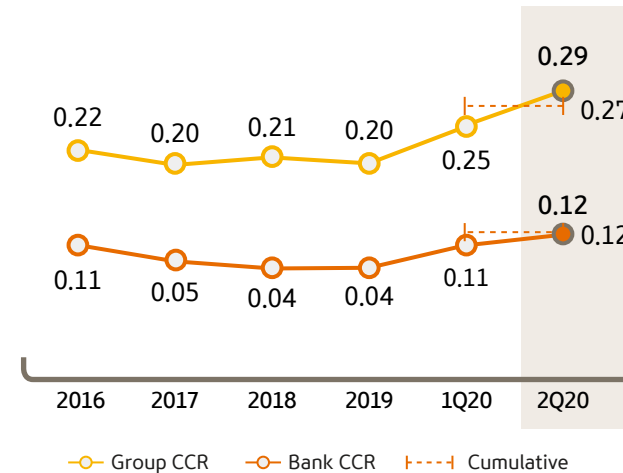
● Group Cost-Income Ratio(CIR) (%) ●



Visible improvement in cost efficiency

- 1H20 CIR and 2Q20 CIR improved to 50.6% and 48.5% respectively
- On a recurring basis, 1H20 CIR recorded 48.5%, demonstrating improved cost efficiency
- Improving cost efficiency on the back of expansion of non-interest income sources and group wide cost reduction efforts

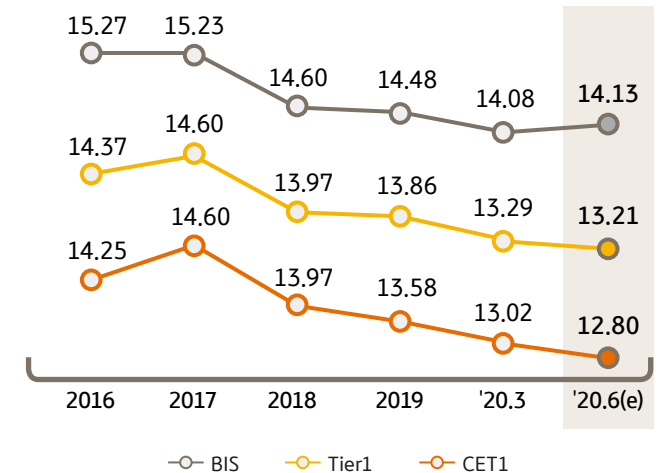
● Credit Cost Ratio(CCR) (%) ●



Preemptive provisioning against economic headwind

- 1H20 CCR and 2Q20 CCR recorded 0.27% and 0.29% respectively
- 2Q20 CCR rose slightly QoQ due to W206bn of preemptive provisioning against possible prolonged economic recession
- 1H20 CCR and 2Q20 CCR, on a recurring basis, posted a very benign level of 0.18% and 0.14% respectively

● Group BIS Ratio (Basel III, %) ●



Industry-highest capital buffer

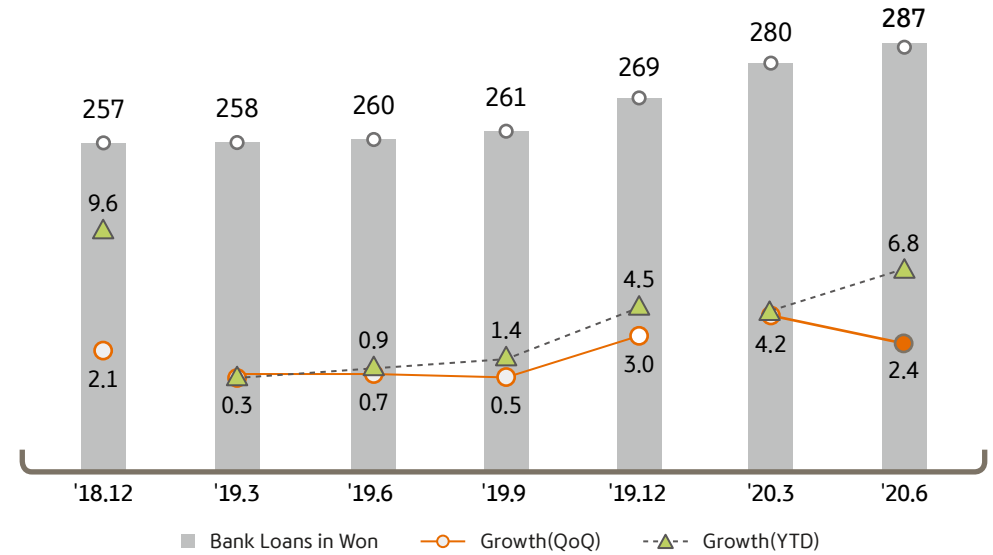
- Group BIS and CET1 ratios are to mark 14.13%, 12.80% respectively as of the end of 2Q20
- Maintained the industry-highest level of capital adequacy on the back of strategic capital management efforts such as issuance of hybrid bonds and disposition of securities(FVOCI)
- Bank BIS and CET1 ratios are expected to record 14.39%, 12.79%, respectively as of the end of 2Q20

II. 1H20 Financial Analysis – Net Interest Income

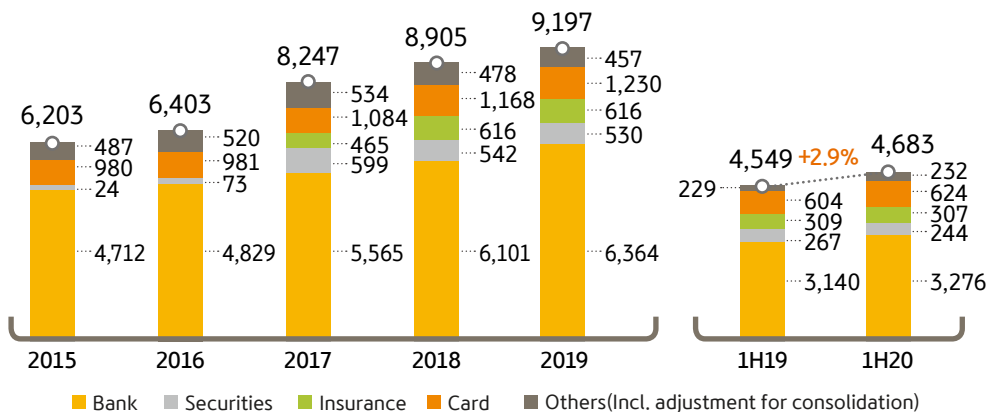
Group Net Interest Income

bn won, %	1H20	1H19	YoY	2Q20	1Q20	QoQ
Interest Income	7,221.7	7,340.4	-1.6	3,601.7	3,620.0	-0.5
Loans	6,078.6	6,167.7	-1.4	3,075.6	3,003.0	2.4
Financial Investments	990.8	1,026.3	-3.5	479.2	511.6	-6.3
Others	152.3	146.4	4.0	46.9	105.4	-55.5
Interest Expense	2,538.5	2,791.2	-9.1	1,267.7	1,270.8	-0.2
Deposits	1,575.1	1,787.1	-11.9	786.2	788.9	-0.3
Debts & Debentures	914.1	939.2	-2.7	460.2	453.9	1.4
Others	49.3	64.9	-24.0	21.3	28.0	-23.9
Net Interest Income	4,683.2	4,549.2	2.9	2,334.0	2,349.2	-0.6

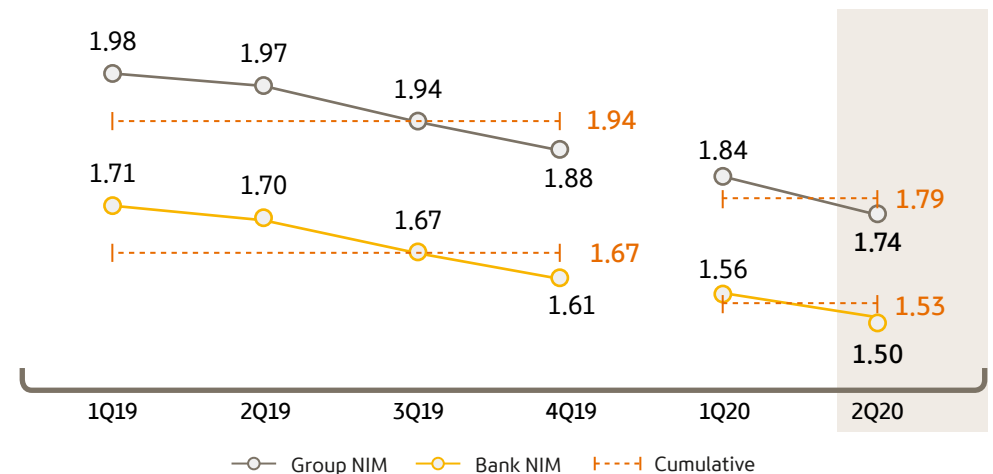
Loan Growth (tn won, %)



Net Interest Income (bn won)



NIM (%)



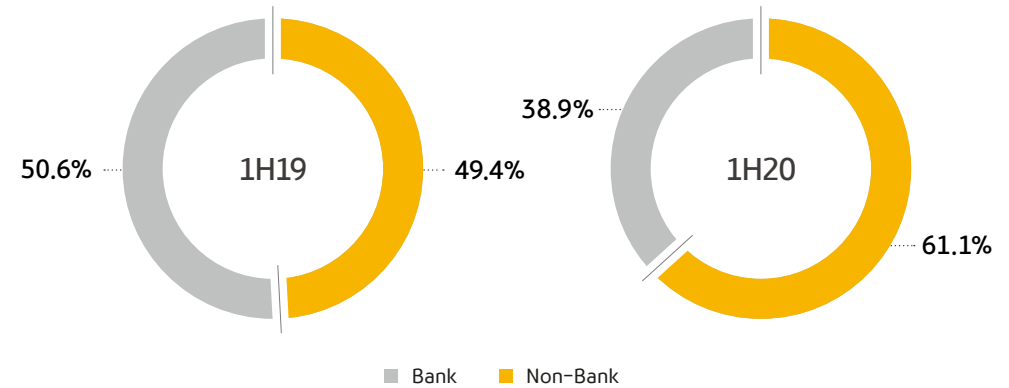
Note) Based on each subsidiary's Net Interest Income on the financial statements for group reporting

II. 1H20 Financial Analysis – Net Non-Interest Income

Group Net Non-Interest Income

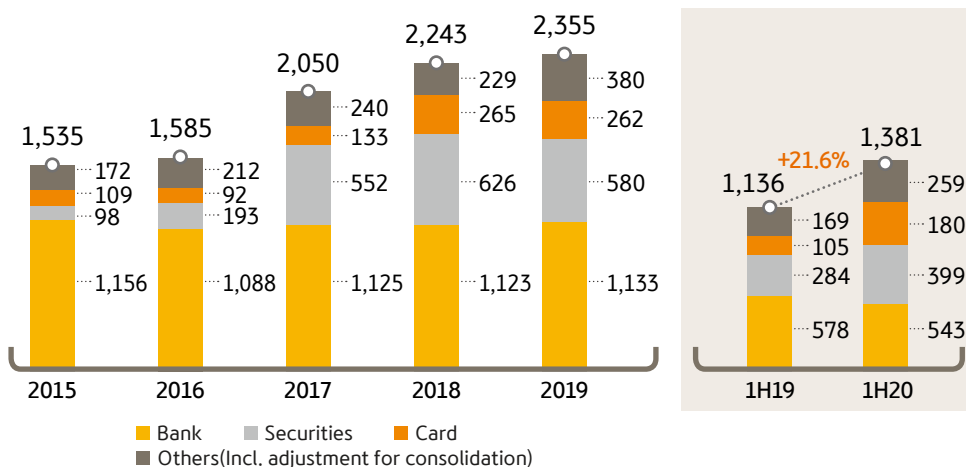
bn won, %	1H20	1H19	YoY	2Q20	1Q20	QoQ
Net Fee & Commission Income	1,381.3	1,135.7	21.6	711.2	670.1	6.1
Credit Card Fees	246.4	187.6	31.3	133.9	112.5	19.0
Trusts	235.9	282.0	-16.3	99.4	136.5	-27.2
Agent Activity Fees (Incl. Bancassurance)	96.9	81.3	19.2	46.9	50.0	-6.2
Represent Securities (Incl. ITC Products)	81.8	73.1	11.9	41.4	40.4	2.5
Banking Activity Fees	96.1	107.5	-10.6	46.2	49.9	-7.4
Securities Business	337.9	211.9	59.5	193.1	144.8	33.4
Others	286.3	192.3	48.9	150.3	136.0	10.5
Other Operating Income	-49.6	79.1	N.A.	227.7	-277.3	N.A.
Net Non-Interest Income	1,331.7	1,214.8	9.6	938.9	392.8	139.0

Net Fee & Commission Income Contribution



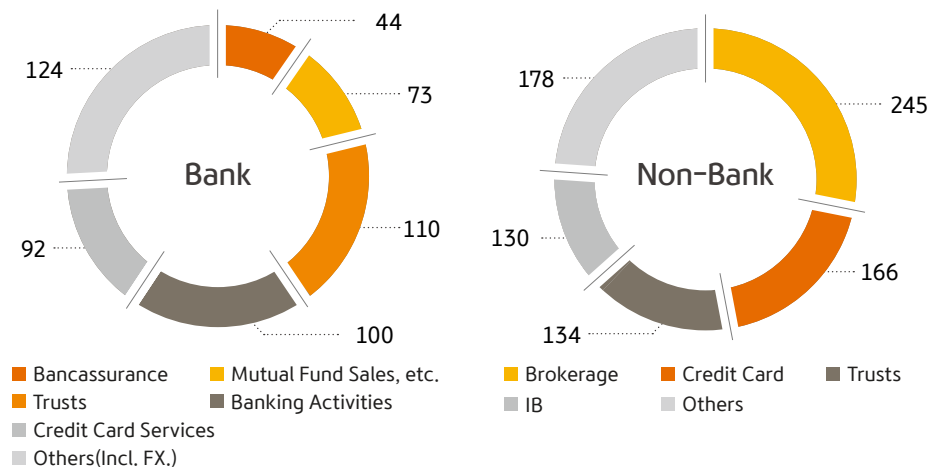
Note) Based on simple arithmetic sum of each subsidiary's Net Fee & Commission Income on the financial statements for group reporting

Net Fee & Commission Income (bn won)



Note) Based on each subsidiary's Net Fee & Commission Income on the financial statements for group reporting

Composition of Net Fee & Commission Income (1H20, bn won)



Note) Based on simple arithmetic sum of each subsidiary's Net Fee & Commission Income on the financial statements for group reporting

II. 1H20 Financial Analysis – G&A Expenses & Provision for Credit Losses

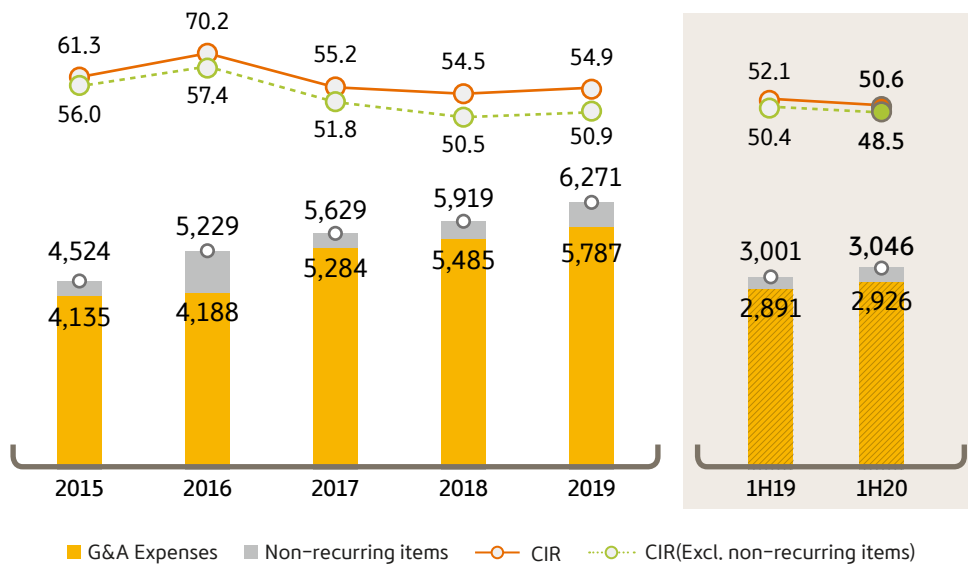
Group G&A Expenses

bn won, %	1H20	1H19	YoY	2Q20	1Q20	QoQ
Employee Benefits	1,869.7	1,912.6	-2.2	991.2	878.5	12.8
Depreciation & Amortization	416.3	363.1	14.7	204.6	211.7	-3.4
Administrative Expenses	637.8	611.0	4.4	321.1	316.7	1.4
Others	121.8	114.1	6.7	69.5	52.3	32.9
G&A Expenses	3,045.6	3,000.8	1.5	1,586.4	1,459.2	8.7

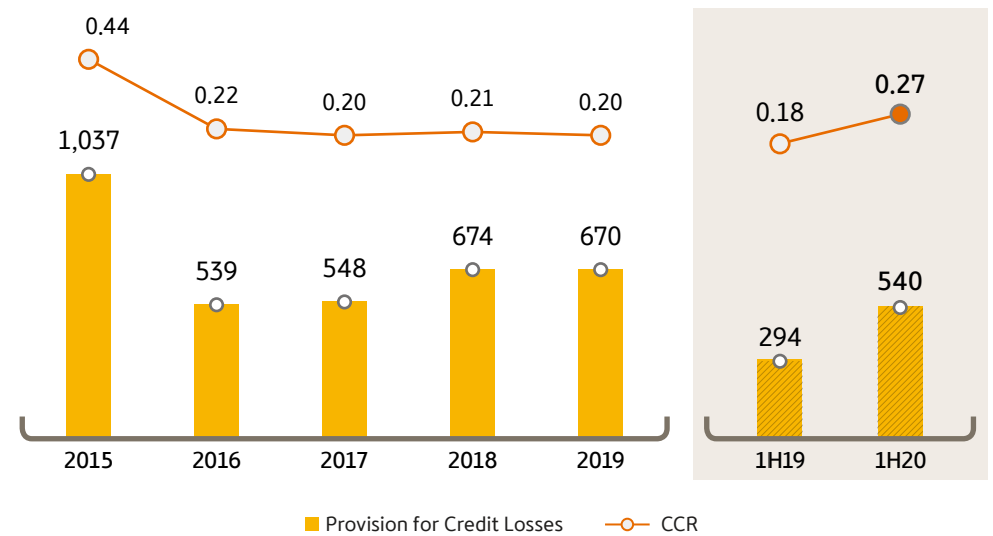
Group Provision for Credit Losses

bn won, %	1H20	1H19	YoY	2Q20	1Q20	QoQ
Provision for Loan Losses	497.9	286.7	73.7	254.4	243.5	4.5
Provision for Guarantees	-7.9	8.3	N.A.	-7.4	-0.5	N.A.
Provision for Unused Commitments	51.2	-3.4	N.A.	50.7	0.5	N.A.
Provision for Financial Guarantee Liabilities	-1.5	2.2	N.A.	-1.7	0.2	N.A.
Provision for Credit Losses	539.7	293.8	83.7	296.0	243.7	21.5

G&A Expenses & CIR (bn won, %)



Provision for Credit Losses & CCR (bn won, %)



Note) Non-recurring items include ERP, digitalization costs, etc.

II. 1H20 Financial Analysis – Financial Position Overview

Group Financial Position

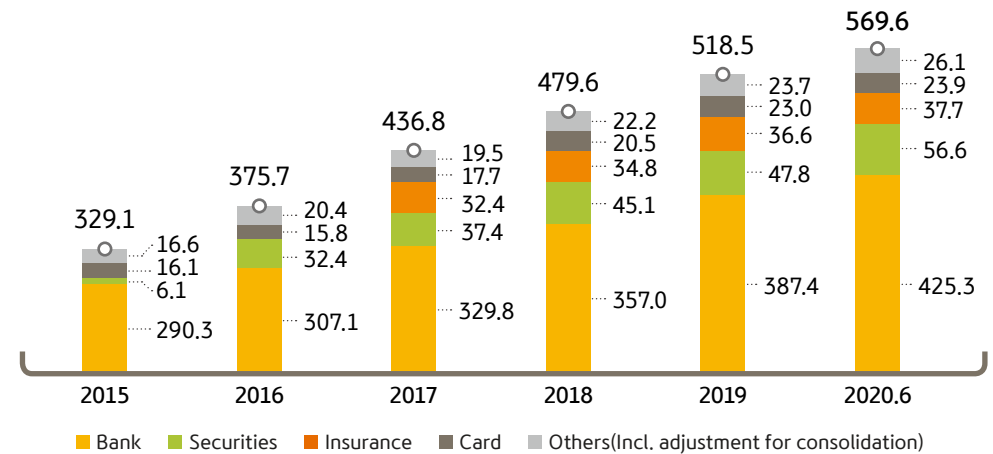
tn won, %	2020.6	2020.3	QoQ	2019.12	YTD
Assets	569.6	544.9	4.5	518.5	9.9
Cash & Due from Financial Institutions	22.5	23.1	-2.6	20.8	8.2
FVTPL ¹⁾ Assets	58.7	57.1	2.8	53.5	9.7
Financial Investments	74.8	73.5	1.8	71.8	4.2
Loans	367.9	351.4	4.7	339.7	8.3
Property & Equipment	7.9	7.9	0.0	7.9	0.0
Other Assets	37.8	31.9	18.5	24.8	52.4
Liabilities	529.3	506.1	4.6	479.4	10.4
FVTPL ¹⁾ Liabilities	13.4	12.7	5.5	15.4	-13.0
Deposits	327.7	317.8	3.1	305.6	7.2
Debts	46.9	41.8	12.2	37.8	24.1
Debentures	57.4	54.2	5.9	50.9	12.8
Other Liabilities	83.9	79.6	5.4	69.7	20.4
Shareholder's Equity	40.3	38.8	3.9	39.1	3.1
Share Capital	2.1	2.1	-	2.1	-
Hybrid Securities	0.8	0.4	100.0	0.4	100.0
Capital Surplus	16.7	17.1	-2.3	17.1	-2.3
Accumulated Other Comprehensive Income	0.3	0.1	200.0	0.3	0.0
Retained Earnings	20.8	19.6	6.1	19.7	5.6
Treasury Shares	-1.1	-1.1	N.A.	-1.1	N.A.
Non-Controlling Interests	0.7	0.6	16.7	0.6	16.7
Group Total Assets²⁾	873.5	810.4	7.8	789.8	10.6
AUM ³⁾	304.7	266.6	14.3	271.1	12.4

Note 1) Fair Value Through Profit or Loss

2) Based on simple arithmetic sum of each subsidiary's total assets on the financial statement for group reporting and AUM

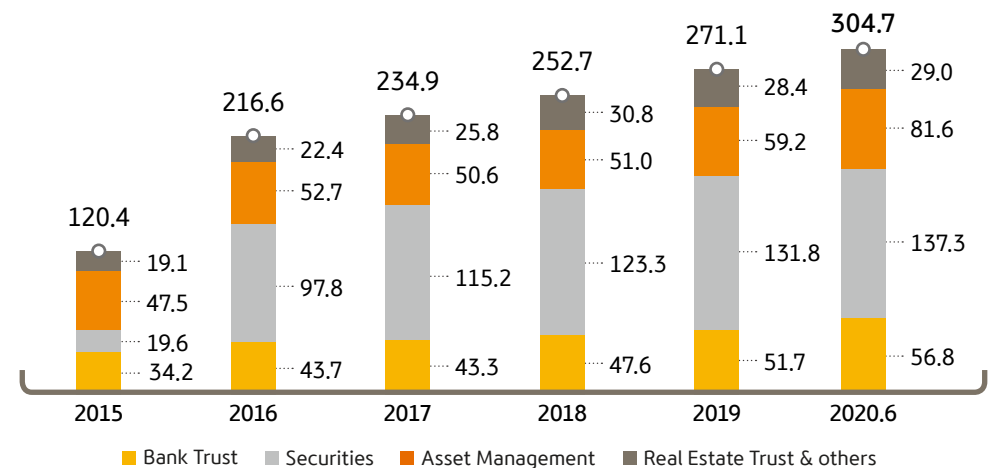
3) Including the Bank's trust asset not subject to group reporting

Group Assets (tn won)



Note) Based on each subsidiary's total assets on the financial statements for group reporting

Group AUM (tn won)



II. 1H20 Financial Analysis – Assets & Liabilities

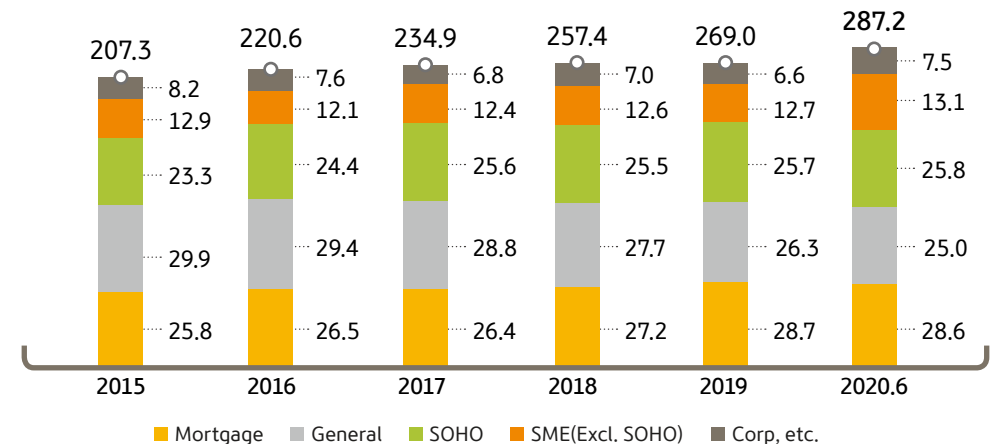
Bank Loans in Won

tn won, %	2020.6	2020.3	QoQ	2019.12	YTD
Household	154.1	152.6	1.0	147.9	4.2
Mortgage	82.1	82.1	0.0	77.2	6.3
General	72.0	70.5	2.1	70.7	1.8
[Home Equity]	31.0	31.0	0.0	31.8	-2.5
Corporate	133.2	127.8	4.2	121.1	10.0
SME	111.6	106.4	4.9	103.3	8.0
[SOHO]	74.0	70.8	4.5	69.2	6.9
Large Corp, etc.	21.6	21.4	0.9	17.8	21.3
Total	287.2	280.4	2.4	269.0	6.8

Bank Deposits & Debentures in Won

tn won, %	2020.6	2020.3	QoQ	2019.12	YTD
Deposits	297.9	290.4	2.6	281.6	5.8
Core Deposits	139.8	130.0	7.5	124.5	12.3
Time & Savings	153.6	156.9	-2.1	152.9	0.5
[Time Deposits]	141.0	144.1	-2.2	139.3	1.2
CD, RP, etc.	4.5	3.5	28.6	4.2	7.1
Debentures	15.5	15.0	3.3	13.0	19.2
Total	313.4	305.4	2.6	294.6	6.4

Loan Portfolio (tn won, %)



Card Assets

tn won, %	2020.6	2020.3	QoQ	2019.12	YTD
Credit Card	17.7	17.7	0.0	18.6	-4.8
Credit Sales	11.3	11.1	1.8	12.0	-5.8
[Installments]	5.0	4.9	2.0	5.1	-2.0
Card Loans	5.3	5.5	-3.6	5.3	0.0
Cash Advance	1.1	1.2	-8.3	1.2	-8.3
Factoring, etc.	3.7	3.5	5.7	3.3	12.1
Total	21.4	21.2	0.9	21.9	-2.3

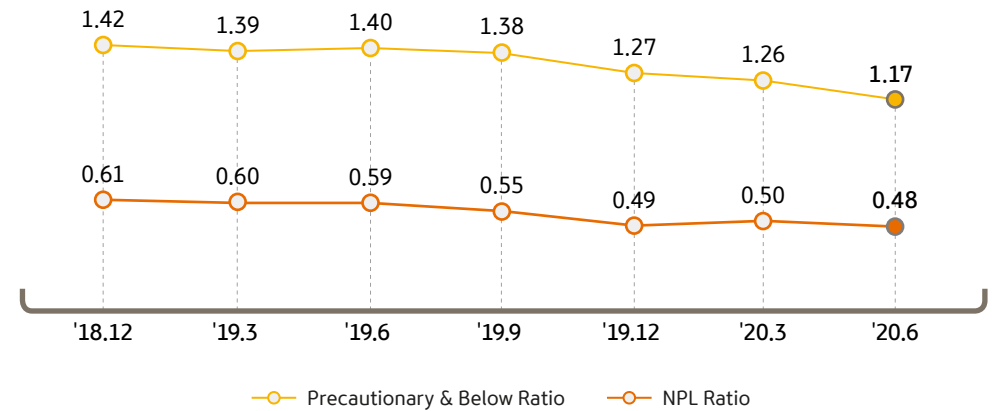
1H20 Asset Quality – Group Overview

Group Asset Quality

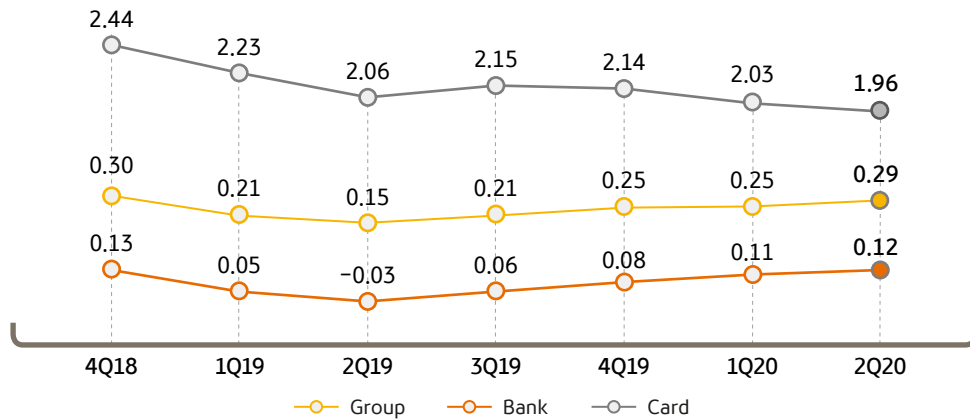
bn won, %	2020.6	2020.3	QoQ	2019.12	YTD
Total Loans for NPL Classification	355,479.6	348,356.8	2.0	334,552.5	6.3
Precautionary	2,440.4	2,630.1	-7.2	2,608.4	-6.4
Substandard	761.6	704.7	8.1	662.5	15.0
Doubtful	600.7	711.4	-15.6	700.9	-14.3
Estimated Loss	355.5	341.9	4.0	288.4	23.3
Substandard & Below Loans(NPL) (A)	1,717.8	1,758.0	-2.3	1,651.8	4.0
NPL Ratio	0.48%	0.50%	-0.02%p	0.49%	-0.01%p
Loan Loss Reserves (B)	2,480.7	2,485.1	-0.2	2,430.0	2.1
NPL Coverage Ratio I (B/A)	144.4%	141.4%	3.0%p	147.1%	-2.7%p
Reserves for Credit Losses (C)	2,612.7	2,675.2	-2.3	2,555.2	2.3
NPL Coverage RatioII[(B+C)/A]	296.5%	293.5%	3.0%p	301.8%	-5.3%p

Note) Based on simple arithmetic sum of each subsidiary's figures

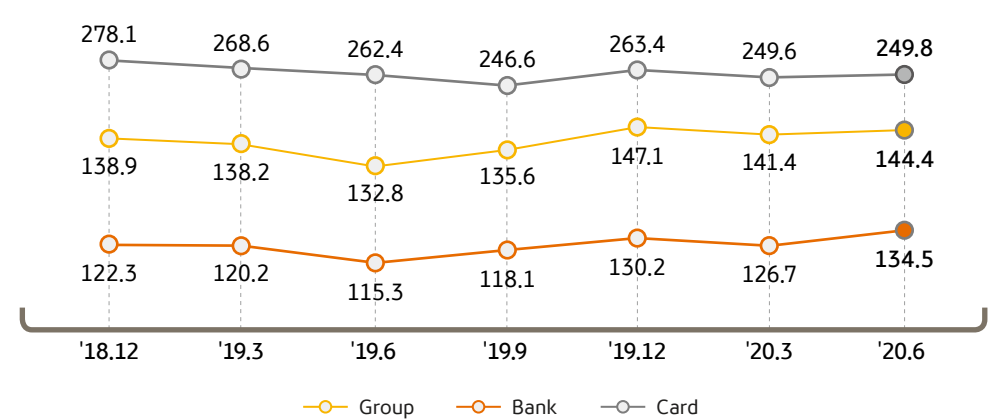
Precautionary & Below Ratio / NPL Ratio (%)



Credit Cost Ratio (%)



NPL Coverage Ratio (%)



1H20 Asset Quality – Bank & Card

Bank Asset Quality

bn won, %	2020.6	2020.3	QoQ	2019.12	YTD
Total Loans for NPL Classification	307,691.5	302,292.4	1.8	288,896.7	6.5
Precautionary	1,058.9	1,195.8	5.0	1,249.2	-15.2
Substandard	619.1	608.7	1.7	590.4	4.9
Doubtful	269.5	348.0	-22.6	350.2	-23.1
Estimated Loss	132.3	135.8	-2.6	116.6	13.5
NPL Ratio	0.33%	0.36%	-0.03%p	0.37%	-0.04%p
NPL Coverage Ratio	134.5%	126.7%	7.8%p	130.2%	4.3%p

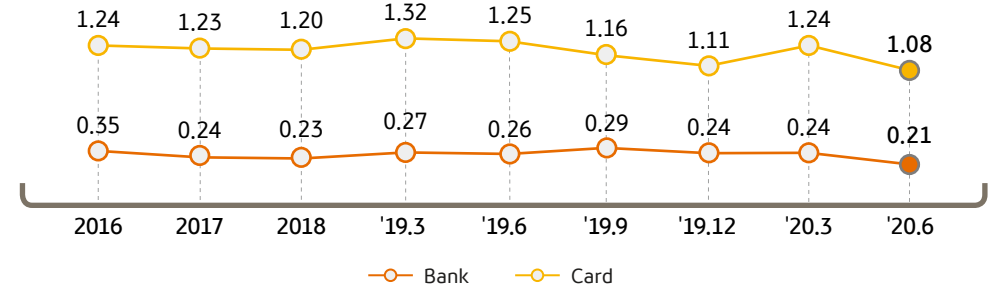
Card Asset Quality

bn won, %	2020.6	2020.3	QoQ	2019.12	YTD
Total Loans for NPL Classification	21,446.6	21,235.6	1.0	21,922.4	-2.2
Precautionary	759.7	838.2	-9.4	875.1	-13.2
Substandard	4.1	3.1	30.8	3.6	14.3
Doubtful	206.0	236.7	-13.0	223.0	-7.6
Estimated Loss	106.7	80.9	31.9	73.0	46.1
NPL Ratio	1.48%	1.51%	-0.03%p	1.37%	0.11%p
NPL Coverage Ratio	249.8%	249.6%	0.2%p	263.4%	-13.6%p

Provision for Loan Losses

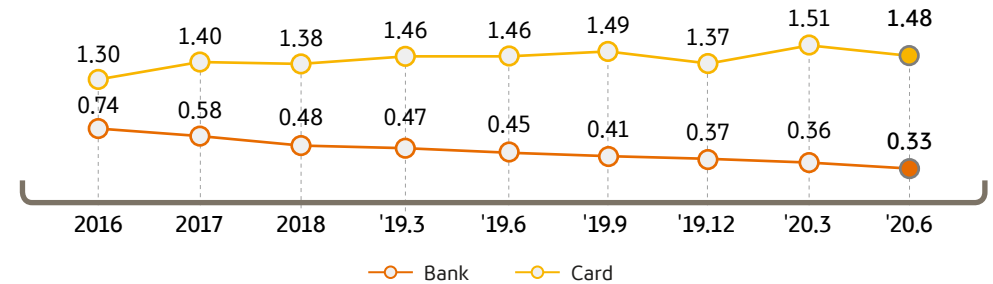
bn won, %	1H20	1H19	YoY	2Q20	1Q20	QoQ
Bank	172.1	17.6	877.8	93.4	78.7	18.7
Household	157.4	104.7	50.3	90.0	67.4	33.5
Corporate	14.7	-87.1	N.A.	3.4	11.3	-69.9
Card	213.7	206.7	3.4	104.7	109.0	-3.9

Delinquency Ratio (%)



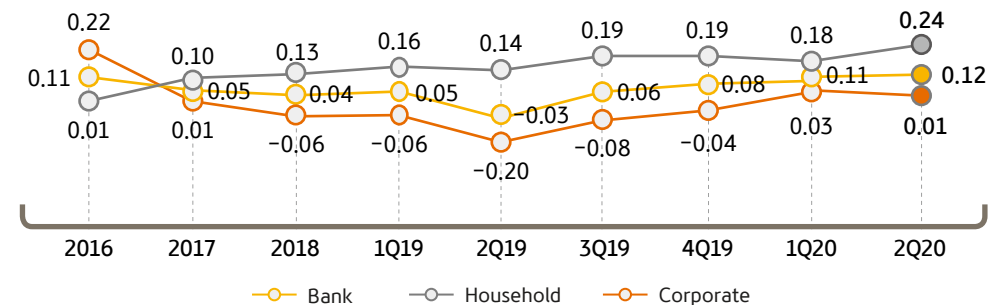
—○— Bank —○— Card

NPL Ratio (%)



—○— Bank —○— Card

Bank Credit Cost Ratio (%)



—○— Bank —○— Household —○— Corporate

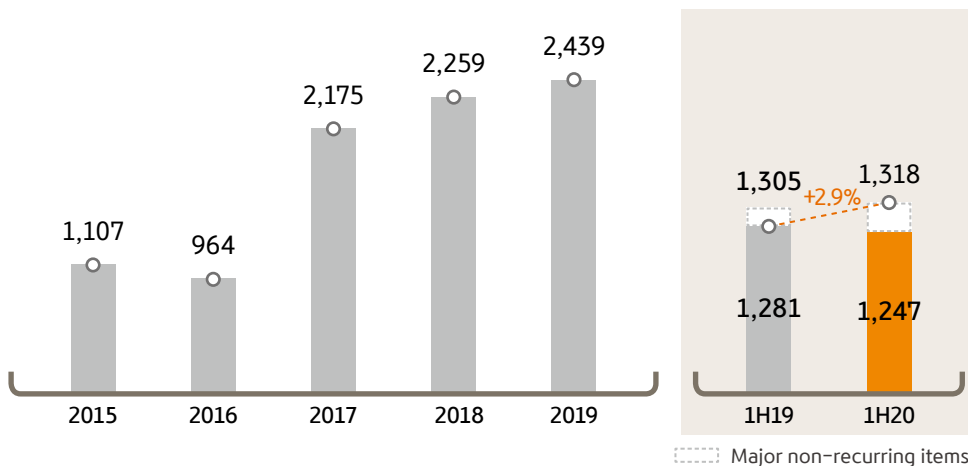
IV. 1H20 Financial Highlights of Major Subsidiaries – KB Kookmin Bank

Profitability Overview ¹⁾

bn won, %	1H20	1H19	YoY	2Q20	1Q20	QoQ
Net Interest Income	3,275.7	3,139.7	4.3	1,638.2	1,637.5	0.0
Net Fee & Commission Income	543.0	577.9	-6.0	257.2	285.8	-10.0
Other Operating Profit	8.9	-76.2	N.A.	135.8	-126.9	N.A.
Gross Operating Income	3,827.6	3,641.4	5.1	2,031.2	1,796.4	13.1
G&A Expenses	1,875.3	1,859.8	0.8	988.1	887.2	11.4
Provision for Credit Losses	216.0	24.2	792.6	139.4	76.6	82.0
Net Operating Profit	1,736.3	1,757.4	-1.2	903.7	832.6	8.5
Net Non-Operating Profit	-25.8	8.3	N.A.	9.4	-35.2	N.A.
Profit for the Period ²⁾	1,246.7	1,305.1	-4.5	660.4	586.3	12.6

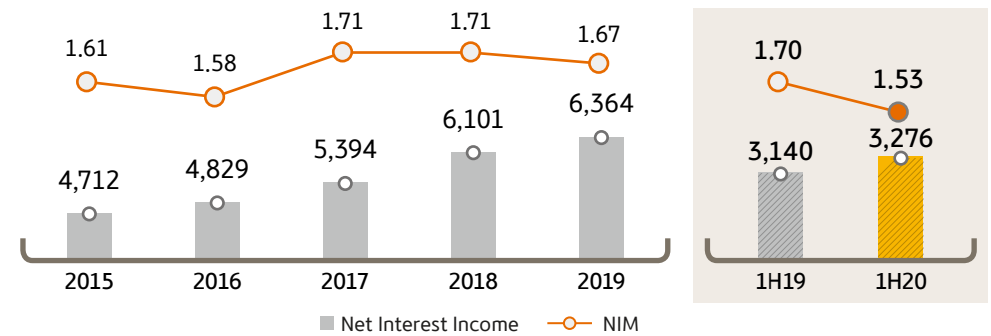
Note 1) Based on financial statements for group reporting 2) Profit attributable to controlling interests

Net Profit (bn won)

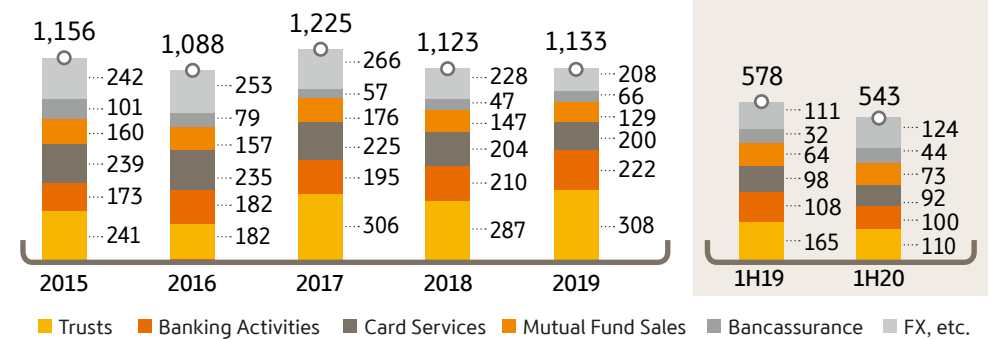


Note) Major non-recurring items (after tax)
 1H19: Large-scale reversals of provisioning(W59bn), ERP costs(W35bn)
 1H20: Preemptive provisioning based on FLC(W115bn), Large-scale reversals of provisioning(W55bn), CVA net losses(W12bn)

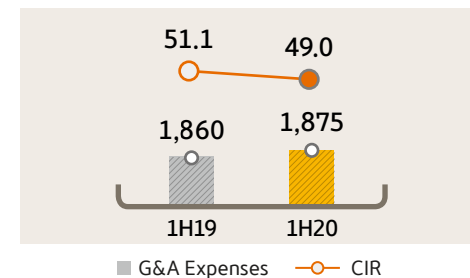
Net Interest Income & NIM (bn won, %)



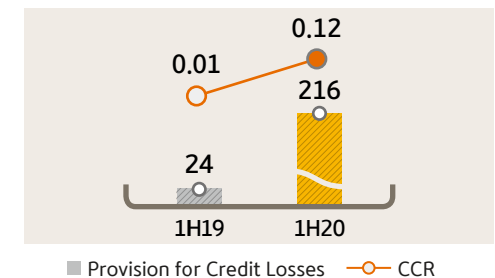
Net Fee & Commission Income (bn won)



CIR (bn won, %)



CCR (bn won, %)



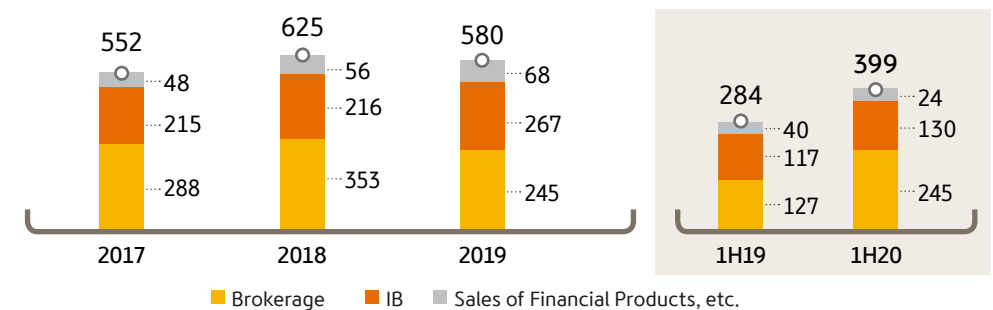
IV. 1H20 Financial Highlights of Major Subsidiaries – KB Securities

Profitability Overview ¹⁾

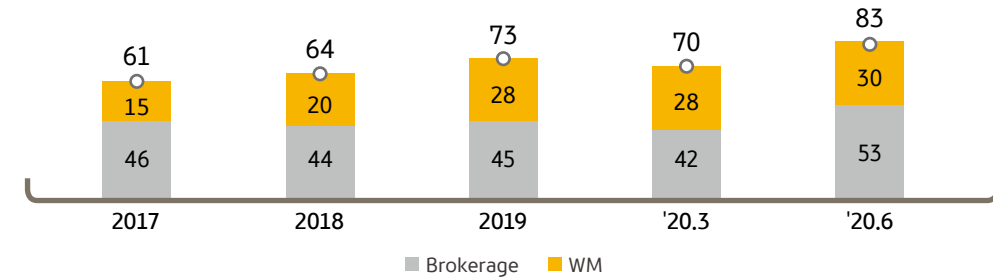
bn won, %	1H20	1H19	YoY	2Q20	1Q20	QoQ
Net Fee & Commission Income	399.2	283.5	40.8	224.9	174.3	29.0
Brokerage	244.7	127.4	92.1	146.6	98.1	49.4
Investment Banking	129.9	116.9	11.1	63.3	66.6	-5.0
Financial Products	27.3	35.2	-22.4	13.3	14.0	-5.0
Others	-2.7	4.0	N.A.	1.7	-4.4	N.A.
Interest Income	244.4	266.9	-8.4	120.2	124.2	-3.2
Trading	-33.0	16.5	N.A.	91.6	-124.6	N.A.
G&A Expenses	382.7	363.3	5.3	201.0	181.7	10.6
Provision for Credit Losses	23.8	5.1	366.7	3.0	20.8	-85.6
Net Operating Profit	204.1	198.5	2.8	232.7	-28.6	N.A.
Net Non-Operating Profit	-20.7	34.3	N.A.	-23.6	2.9	N.A.
Profit for the Period ²⁾	128.8	168.9	-23.7	150.2	-21.4	N.A.

Note 1) Based on financial statements for group reporting 2) Profit attributable to controlling interests

Net Fee & Commission Income (bn won)

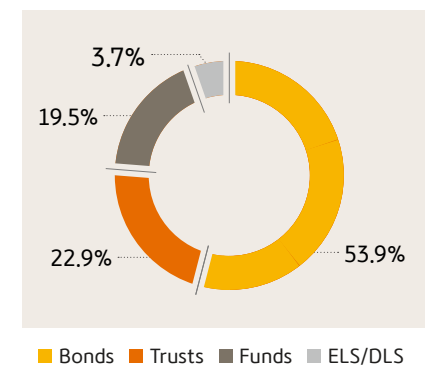


Retail AUM (tn won)

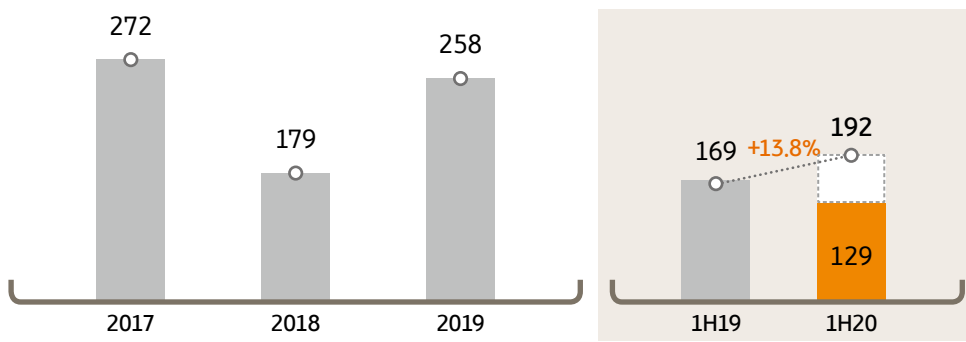


Assets under WM

tn won, %	2020.6	2020.3	2019.12
Bonds	16.0	14.4	14.1
Trusts	6.8	6.0	6.1
Funds	5.8	6.3	6.7
ELS/DLS	1.1	1.2	1.5
Total	29.7	27.9	28.4



Net Profit (bn won)



Note) Major non-recurring items (after tax)
 1H20: PEF related losses including TRS valuation losses (W29bn),
 Provisioning for receivables from brokerage business (W14bn),
 Provisioning for potential reimbursement related to investors' losses in PEF (W21bn)

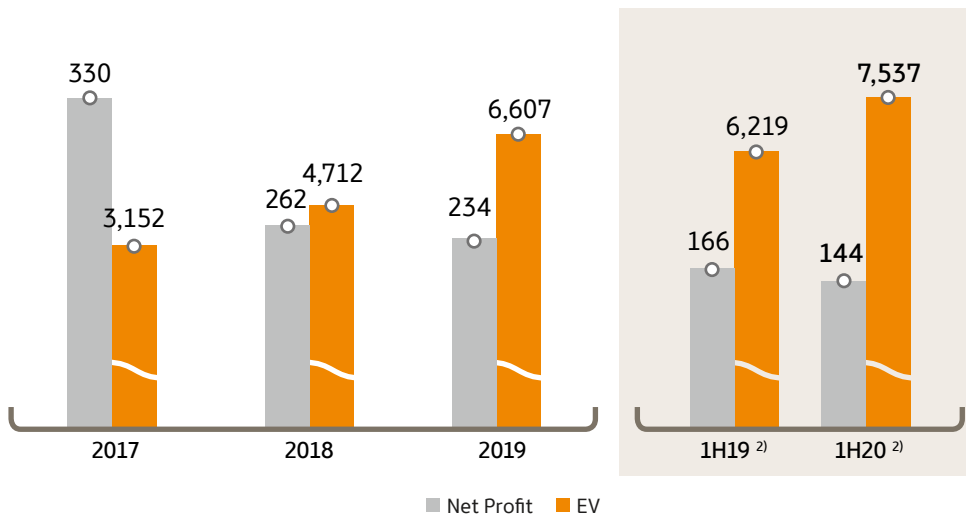
IV. 1H20 Financial Highlights of Major Subsidiaries – KB Insurance

Profitability Overview ¹⁾

bn won, %	1H20	1H19	YoY	2Q20	1Q20	QoQ
Direct Premium Written	5,467.0	5,138.4	6.4	2,729.5	2,737.5	-0.3
Net Premium Earned	4,704.2	4,545.0	3.5	2,369.4	2,334.8	1.5
Loss Ratio	85.5%	83.9%	1.6%p	84.4%	86.6%	-2.2%p
Expense Ratio	20.7%	22.6%	-1.9%p	20.7%	20.7%	0.0%p
Underwriting Profit	-290.2	-293.7	N.A.	-120.1	-170.1	N.A.
Investment Income	449.3	475.1	-5.4	193.5	255.8	-24.4
Profit for the Period ²⁾	144.0	166.2	-13.4	66.8	77.2	-13.5
RBC Ratio	187.2%	193.3%	-6.1%p	187.2%	189.1%	-1.9%p

Note 1) Based on financial statements for group reporting 2) Profit attributable to controlling interests

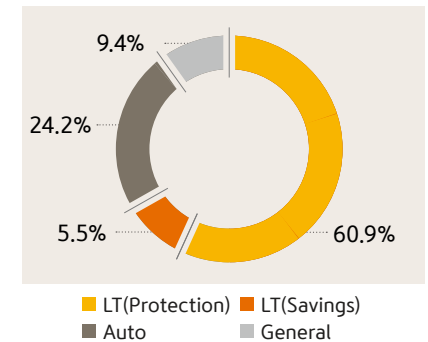
Net Profit & EV ¹⁾ (bn won)



Note 1) EVs are based on identical assumptions sets
2) EVs are figures as of the end of June in each year

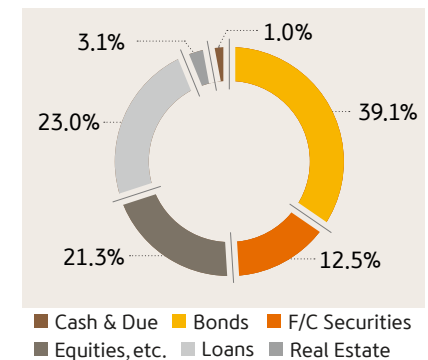
Direct Premium Written

bn won	2Q20	1Q20	2019
Long Term	1,813.9	1,796.1	7,083.3
Protection	1,662.3	1,638.4	6,361.5
Savings	151.6	157.6	721.8
Auto	659.4	606.8	2,206.7
General	256.2	334.6	982.8
Total	2,729.5	2,737.5	10,272.8

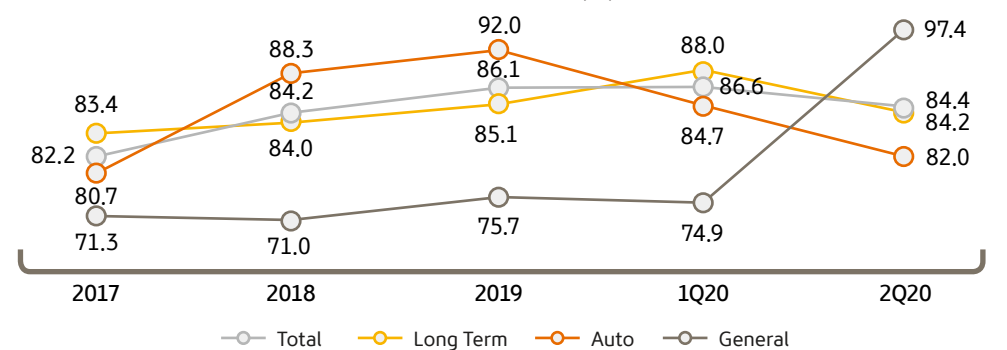


Asset Portfolio

bn won	2020.6	2020.3	2019.12
Cash & Due	288.1	288.4	559.2
Securities	22,040.2	21,569.9	20,633.0
Bonds	11,819.8	11,552.9	10,715.7
F/C Securities	3,782.1	4,158.1	4,243.2
Equities, etc.	6,438.3	5,858.9	5,674.1
Loans	6,972.1	6,919.2	6,872.1
Real Estate	928.9	936.5	943.1
Total	30,229.3	29,714.0	29,007.4



Loss Ratio (%)



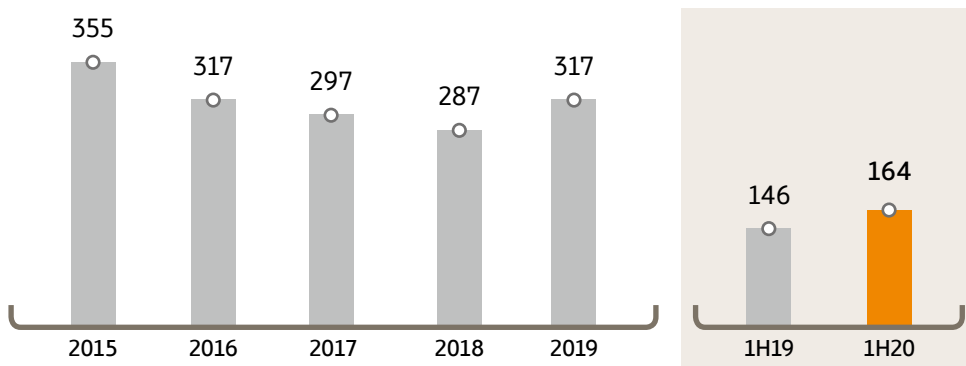
IV. 1H20 Financial Highlights of Major Subsidiaries – KB Kookmin Card

Profitability Overview ¹⁾

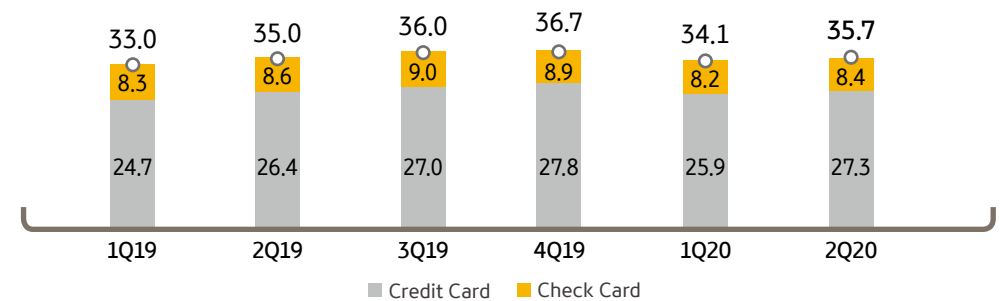
bn won, %	1H20	1H19	YoY	2Q20	1Q20	QoQ
Operating Revenue	1,986.7	1,914.7	3.8	997.7	989.0	0.9
Card	1,737.1	1,695.2	2.5	876.5	860.6	1.8
Installment & Lease Financing	49.4	33.3	48.3	25.3	24.1	5.0
Others	200.2	186.2	7.5	95.9	104.3	-8.1
Operating Expense	1,306.7	1,304.4	0.2	656.5	650.2	1.0
Interest Expense	179.5	172.6	4.0	88.6	90.9	-2.5
Commissions & Other Expenses	1,127.2	1,131.7	-0.4	567.9	559.3	1.5
Gross Operating Income	680.0	610.3	11.4	341.2	338.8	0.7
G&A Expenses	228.7	204.4	11.9	117.0	111.7	4.7
Provision for Credit Losses	228.0	209.0	9.1	111.9	116.1	-3.6
Net Operating Profit	223.3	196.9	13.4	112.3	111.0	1.2
Net Non-Operating Profit	-1.8	-0.8	N.A.	-1.0	-0.8	N.A.
Profit for the period ²⁾	163.8	146.1	12.1	81.7	82.1	-0.5

Note 1) Based on financial statements for group reporting 2) Profit attributable to controlling interests

Net Profit (bn won)

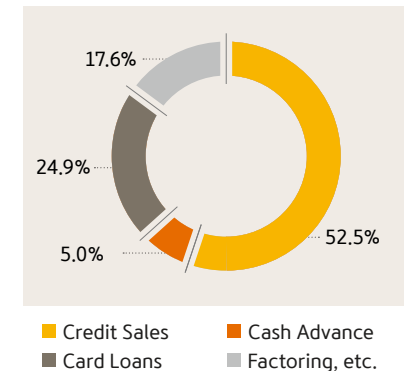


Card Transaction Volume (tn won)



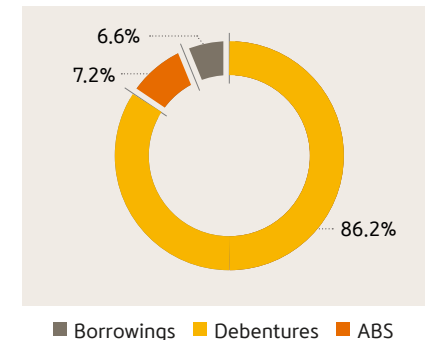
Card Assets

bn won	2020.6	2020.3	2019.12
Credit Card	17,669.5	17,744.1	18,591.9
Credit Sales	11,253.9	11,053.4	12,038.2
[Installments]	4,954.5	4,949.8	5,127.4
Card Loans	5,345.2	5,529.3	5,345.4
Cash Advance	1,070.4	1,161.3	1,208.2
Factoring, etc.	3,768.1	3,477.5	3,312.6
Total	21,437.6	21,221.6	21,904.5



Funding

bn won	2020.6	2020.3	2019.12
Borrowings	1,102.4	1,124.1	1,129.2
Debentures	14,353.2	13,283.4	13,353.2
ABS	1,196.0	1,391.1	1,460.3
Total	16,651.6	15,798.6	15,942.6



V. Appendix_ Overview of Group Subsidiaries ¹⁾ (1H20)

bn won	Ownership	Total Assets	Shareholder's Equity	Profit for the Period	ROA ²⁾	ROE ²⁾
KB Kookmin Bank	100.0%	425,310.3	29,323.0	1,246.7	0.62%	8.67%
KB Securities	100.0%	56,606.6	4,804.2	128.8	0.49%	5.51%
KB Insurance	100.0%	37,677.1	4,057.0	144.0	0.78%	7.31%
KB Kookmin Card	100.0%	23,858.8	4,098.3	163.8	1.43%	8.11%
KB Asset Management	100.0%	385.9	187.6	21.6	11.97%	23.59%
KB Capital	100.0%	12,140.4	1,274.0	73.5	1.29%	12.18%
KB Life Insurance	100.0%	9,998.8	636.9	11.8	0.24%	3.82%
KB Real Estate Trust	100.0%	393.4	301.1	38.3	20.17%	26.33%
KB Savings Bank	100.0%	1,550.0	218.9	9.9	1.38%	9.27%
KB Investment	100.0%	801.3	216.2	1.5	0.39%	1.41%
KB Data Systems	100.0%	44.5	21.6	0.9	4.17%	8.47%
KB Credit Information	100.0%	28.5	14.8	-0.1	n.a.	n.a.

Note 1) Based on each subsidiary's financial statements for group reporting 2) Annualized

V. Appendix _ Condensed Income Statement by Subsidiaries

bn won	Group	1H20							
		KB Kookmin Bank	KB Securities	KB Insurance	KB Kookmin Card	KB Asset Management	KB Capital	KB Life Insurance	Others ¹⁾
Net Interest Income	4,683.2	3,275.7	244.4	306.7	624.4	1.1	161.2	72.2	-2.5
Net Fee & Commission Income	1,381.3	543.0	399.2	-84.9	179.5	60.4	238.4	-7.4	53.1
Other Operating Profit	-49.6	8.9	-33.0	373.5	-123.9	-3.8	-182.1	-16.6	-72.6
Gross Operating Income	6,014.9	3,827.6	610.6	595.3	680.0	57.7	217.5	48.2	-22.0
G&A Expenses	3,045.6	1,875.3	382.7	408.3	228.7	27.7	54.2	33.7	35.0
Provision for Credit Losses	539.7	216.0	23.8	-3.4	228.0	0.0	66.9	-1.0	9.4
Net Operating Profit	2,429.6	1,736.3	204.1	190.4	223.3	30.0	96.4	15.5	-66.4
Net Non-Operating Profit	-34.0	-25.8	-20.7	7.7	-1.8	-0.2	2.4	-0.1	4.5
Profit for the Period	1,731.4	1,257.3	128.8	143.8	163.8	21.6	74.7	11.8	-70.4
Profit attributable to controlling interests	1,711.3	1,246.7	128.8	144.0	163.8	21.6	73.5	11.8	-78.9

bn won	Group	1H19							
		KB Kookmin Bank	KB Securities	KB Insurance	KB Kookmin Card	KB Asset Management	KB Capital	KB Life Insurance	Others ¹⁾
Net Interest Income	4,549.2	3,139.7	266.9	308.6	603.8	0.5	153.9	84.5	-8.7
Net Fee & Commission Income	1,135.7	577.9	283.5	-76.7	104.9	56.2	153.8	-8.5	44.6
Other Operating Profit	79.1	-76.2	16.5	404.3	-98.4	6.4	-116.2	-19.9	-37.4
Gross Operating Income	5,764.0	3,641.4	566.9	636.2	610.3	63.1	191.5	56.1	-1.5
G&A Expenses	3,000.8	1,859.8	363.3	420.0	204.4	27.9	49.6	33.4	42.4
Provision for Credit Losses	293.8	24.2	5.1	-3.0	209.0	0.0	59.3	-2.2	1.4
Net Operating Profit	2,469.4	1,757.4	198.5	219.2	196.9	35.2	82.6	24.9	-45.3
Net Non-Operating Profit	55.3	8.3	34.3	9.8	-0.8	-0.2	1.9	-0.1	2.1
Profit for the Period	1,837.4	1,305.1	168.9	166.4	146.1	25.7	63.9	16.5	-55.2
Profit attributable to controlling interests	1,836.8	1,305.1	168.9	166.2	146.1	25.7	63.1	16.5	-54.8

Note 1) Includes financial results of the holding company, the other subsidiaries and adjustment for consolidation

 KB Financial Group