KOREA
FEDERATION
OF BANKS

www.kfb.or.kr

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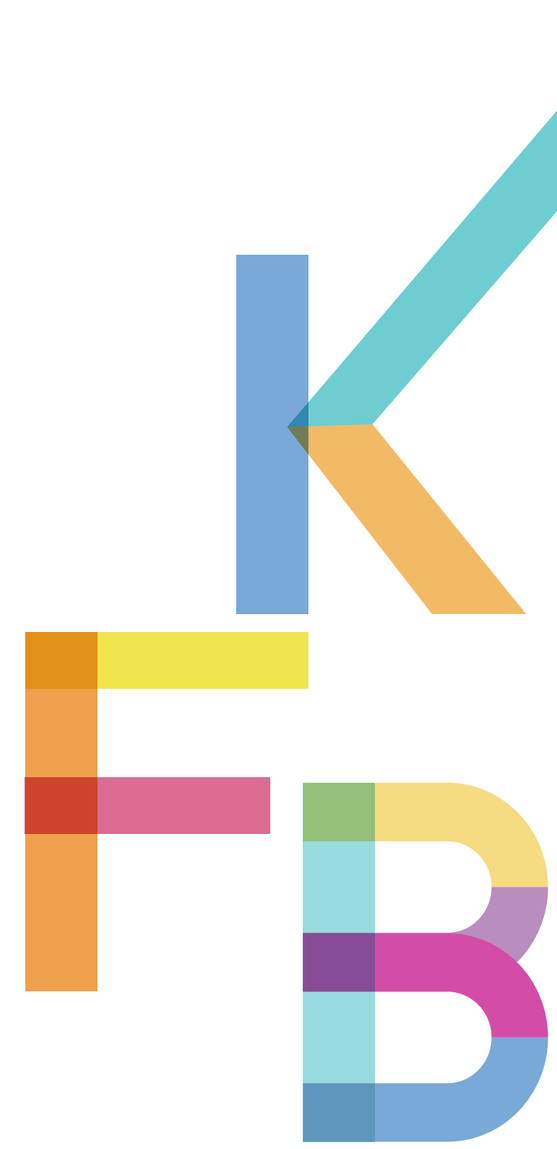
KOREA FEDERATION OF BANKS

Contributing to Improving
Competitiveness and Value
of the Banking Industry



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MEMBERSHIP

Members By Type

Full Members

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CHAIRMAN'S MESSAGE

Since its foundation in 1928, the Korea Federation of Banks(the KFB) has been representing financial institutions conducting banking and related businesses in Korea, serving as the voice of Korea's banking industry.

The Banking industry has been playing an important role in enriching people's lives and is the foundation for a balanced economic and social development.

For a sustainable development of Korean Banking industry, the KFB and its members are committed to fulfilling social responsibilities by conducting a wide scope of CSR activities as well as striving to strengthen consumer protection.

In the era of the Fourth Industrial Revolution, the Financial industry is rapidly changing with new business models based on AI, Blockchain and Big Data technologies.

"The KFB will make every effort in supporting Korean Banks to develop as global players by enhancing their competitiveness and to contribute to the development of the world economy as a whole."

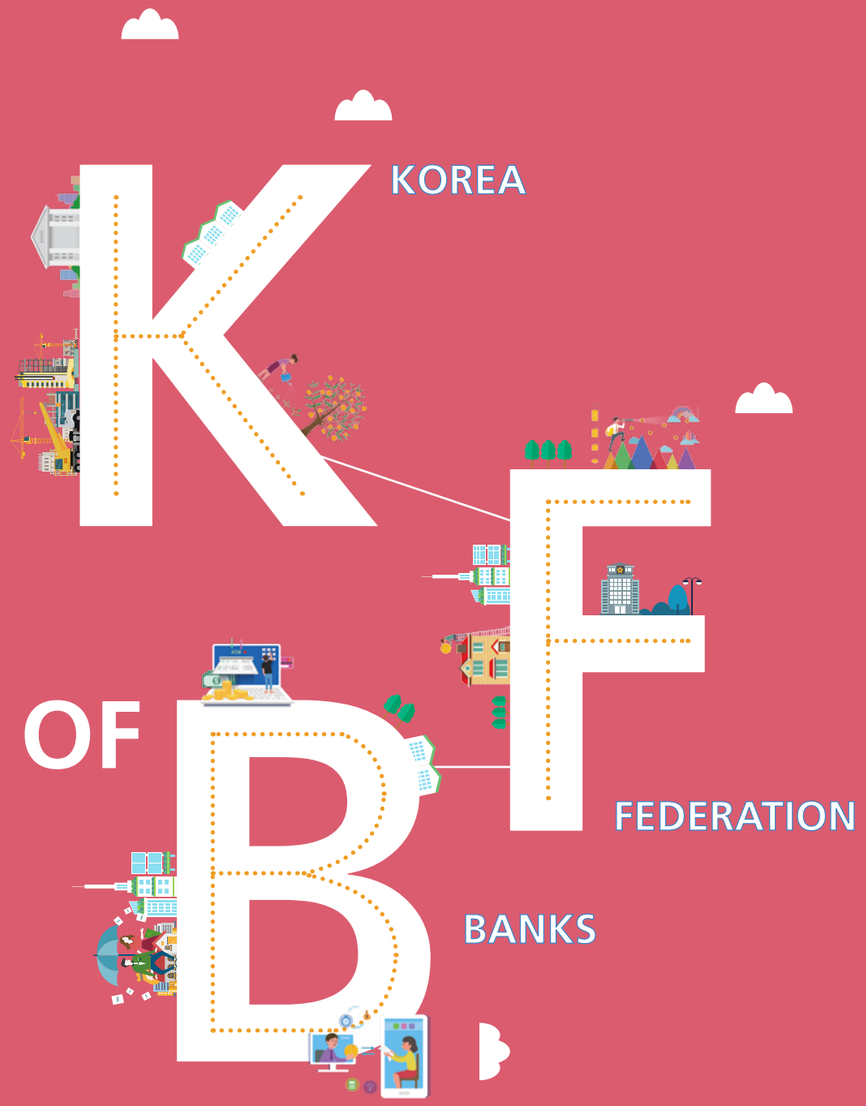
In this regard, the KFB is supporting its members to become the leaders of the 4th Industrial Revolution through strengthening global competitiveness and expanding digital transformation in order to maximize the synergy effect for economic development.

After overcoming the Global Financial Crisis in 2008, Korean Banks have been expanding globally through consistent innovation and regulatory improvements.

The KFB will make every effort in supporting Korean Banks to develop as global players by enhancing their competitiveness and to contribute to the development of the world economy as a whole.

Thank you.

Chairman & CEO
Taeyoung Kim 김태영



The Korea Federation of Banks

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HISTORY

The KFB was established by 11 banks in 1928 as the Kyongsong Bankers' Club and renamed as the Seoul Bankers' Club in 1948.
As it became the de facto national banking organization in 1975, it changed its name to the Korean Bankers' Association. In 1984, the organization was inaugurated as the Korea Federation of Banks.

1928 — 1986

1928
Established as the Kyongsong Bankers' Club

1948
Renamed as the Seoul Bankers' Club

1975
Reorganized the Seoul Bankers' Club as the Korean Bankers' Association

1976
- Established the Saemaul Training Center for professionals in the finance industry
- Consolidated Saemaul Training Center and training center within the Korean Bankers' Association and established the Korea Banking Institute as an integrated entity

1981
Postulated the functions of the Regional Bankers' Association of Korea

1984
Was inaugurated as the Korea Federation of Banks

1986
Postulated the responsibility of credit information management services

1991 — 2006

2006
Established Banks Council for Social Contribution

2005
Acquired shares of Korea Enterprise Data

2003
Given the mandate to represent financial institution and domestic bank management in industry-level collective bargaining activities

1997
Designated as the centralized credit information collection agency

1991
Separated the financial economy research institute within the Regional Bankers' Association of Korea and established "Korea Institute of Finance" as an independent entity

2014 — 2017

2014
Postulated the functions of collecting and maintaining tech database under the revisions made to the Supervision Regulations of the Use and Protection of Credit Information Act

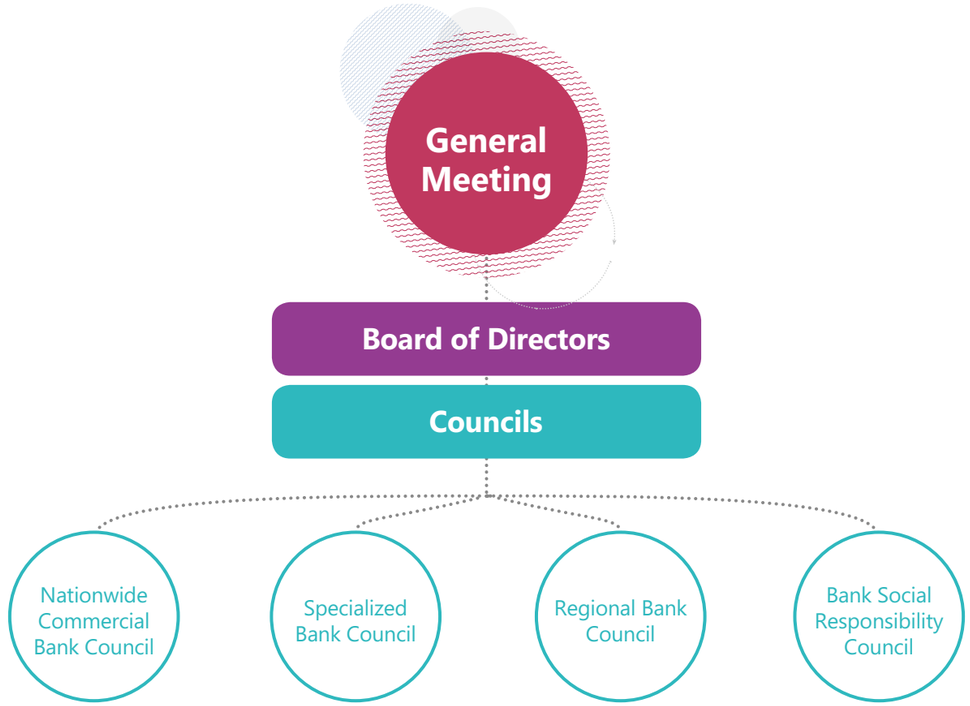
2016
Established the Korea Credit Information Services as an affiliate under the revised Use and Protection of Credit Information Act

2017
Accepted K Bank and Kakao bank, the internet-primary banks, as full members

ORGANIZATION

Policy Making Structure

To help address critical issues and challenges that banks face in a rapidly changing environment, the KFB fosters communication and cooperation among member banks through councils, committees and taskforces at various levels. The KFB also proposes policy recommendations on the banking industry issues to the government, the National Assembly and other relevant authorities.

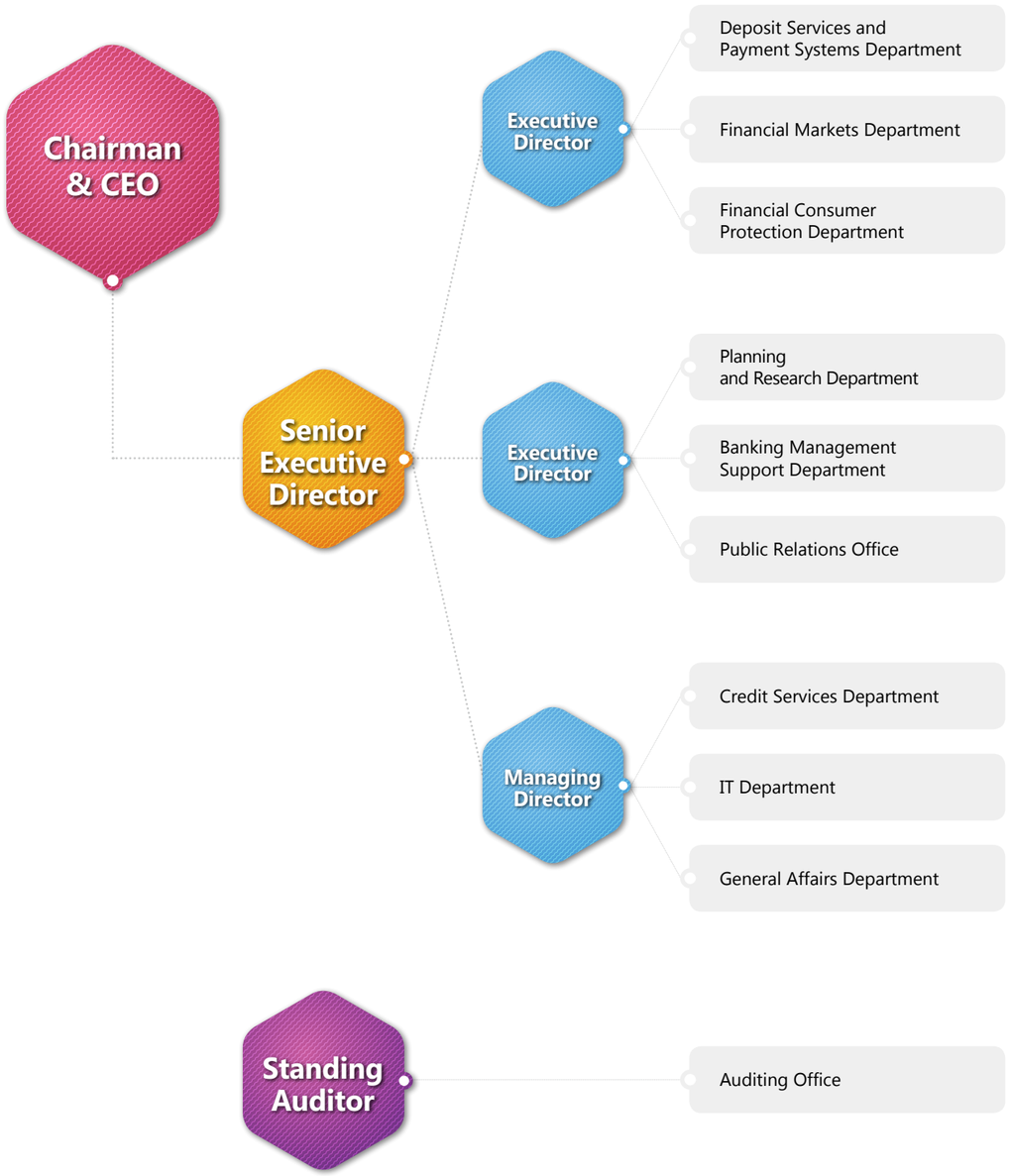


Standing Committees (25)

- Committee on Deposit Business
- Committee on Credit Business
- Committee on Foreign Exchange Business
- Committee on Domestic Exchange
- Committee on Planning and Research
- Committee on Trust Business
- Committee on Securities Business
- Committee on Taxation
- Committee on International Finance
- Committee on Electronic Banking
- Committee on Accounting
- Committee on Risk Management
- Committee on Bancassurance
- Committee on Auditing
- Committee on Anti-Money Laundering
- Committee on Public Relations
- Committee on Laws and Decrees
- Committee on Derivatives
- Committee on Collective Investment Securities
- Committee on Financial Customer Protection
- Committee on Information Technology
- Committee on Bank Social Responsibility
- Committee on Personal Information Protection
- Committee on Discretionary Investment Management
- Committee on Global Business

Staff Organization

The KFB Secretariat consists of the Chairman & CEO, Senior Executive Director, Standing Auditor, Executive Directors and Managing Director. There are eight departments and two offices under the Secretariat.



OUR VISION

"We will support the banking industry to usher in its new future"

MISSION

The KFB contributes to improving competitiveness and value of the banking industry.

VISION

To serve as a financial leader for a better future of the banking industry

CORE VALUES

ORGANIZATIONAL CULTURE

STRATEGIC OBJECTIVES

- To improve profitability and develop new drivers for growth of the banking industry
- To build a sustainable managing environment for the banking industry
- To raise innovative capabilities of the banking industry
- To strengthen organizational competency

RELATED ORGANIZATION

The KFB presides over the Korea Banking Institute(KBI), Korea Institute of Finance(KIF), Korea Center for International Finance(KCIF), Korea Credit Information Services(KCIS), and Bank Foundation for Young Entrepreneurs. The KFB's Chairman acts as the Chairman of the General Meeting for the KBI, the KIF, and KICF; and the Chairman of the Board for the KBI, KIF, KCIS and Bank Foundation for Young Entrepreneurs.
The KFB's standing auditor also holds a position as a non-executive auditor of the five organizations.

KBI
Korea Banking Institute

In 1976, the training center within the KFB was separated to establish the Korea Banking Institute(KBI), a non-profit financial education organization. Its mission is to cultivate financial experts who can enhance competitiveness of the Korean banking and financial industry.

www.kbi.or.kr

KIF
Korea Institute of Finance

In 1991, the financial economy research institute within the KFB was separated to establish the Korea Institute of Finance(KIF) as an independent organization. It aims to provide expert analysis for the development of Korea's financial sector and formulation of Korea's financial policies.

www.kif.re.kr

KCIF
Korea Center for International Finance

Under the auspices of the government and the Bank of Korea, the Korea Center for International Finance(KCIF) was established in 1999 with the aim of preventing a recurrence of the financial crisis witnessed in 1997. Formerly an affiliated institution of the KFB, the KCIF was officially separated and set as an independent entity in 2007.

www.kcif.or.kr

KCIS
Korea Credit Information Services

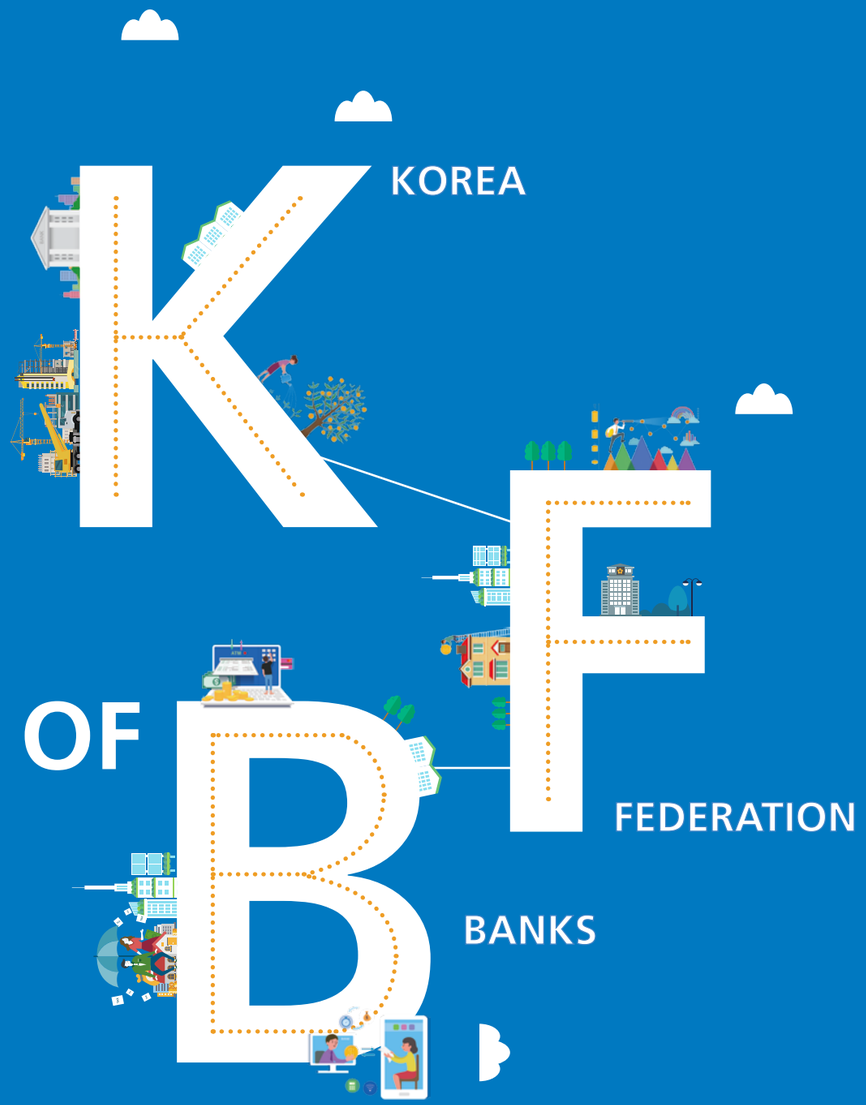
In January 2016, the centralized credit information collection system within the KFB was separated to establish the Korea Credit Information Services(KCIS), an affiliated organization of the KFB.
It is the sole centralized credit information collection agency (Credit Registry) in Korea based on the 「Credit Information Use and Protection Act」.

www.kcredit.or.kr

Banks Foundation for Young Entrepreneurs

Banks Foundation for Young Entrepreneurs is a non-profit organization developed to revitalize the entrepreneurship ecosystem and create work opportunities for youth. The organization was established in May 2012 together with banks and financial institutions.

www.dcamp.kr



The Korea Federation of Banks

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Banking Industry Advocacy

Managing various laws and administration that may affect the development of the banking industry in Korea.

One of our major responsibilities is to actively respond to various legislative, regulatory and administrative initiatives that may affect the development of the banking industry in Korea. Continuous efforts have been made to identify inappropriate or irrational burdens potentially caused by banking laws and regulations, administrative guidance and guidelines, and to recommend their revisions to the relevant regulatory authority.

In addition, we identify and respond to implicit issues that may hamper the industry's competitiveness and further growth. All these efforts are made to eventually discover new opportunities and growth engine for the economy and financial industry of Korea.

Improvement of Banking Operations

Providing effective services to members by promoting financial services

We serve our members by promoting the status of banks as the preeminent provider of financial services.

To bolster the industry’s ability to provide effective services, we facilitate communication and cooperation with and among member banks through meetings, task forces and administrative support.

The goal of improving banking operations can be accomplished by supporting its members to enhance operational efficiency through the KFB’s various communication channels among the members, related organizations and regulatory authorities; and solidifying overall consumer trust in banks and their services.

Consumer Protection and Financial Education

Helping consumers gain knowledge, information, security and choices.

With the aim of boosting consumer protection and confidence in financial services, the KFB takes measures to rectify potentially irrational financial practices throughout the banking sector. We put emphasis on devising industry guideline and disclosure system to help consumers gain knowledge, information, security and choices. Recently, the KFB has also been focusing on developing financial education programs, especially for teenagers.

Financial Inclusion and Support for Start-ups

Supporting small businesses and creating job for the youth

The KFB believes that banks are the lifeblood of economy and that financial inclusion is a key enabler to reducing poverty and boosting prosperity. Thus, it is our responsibility, as the voice of Korea's banking industry, to make financial services accessible at affordable costs to all individuals and businesses. Our activities aimed to fulfill this responsibility include making financial products available to wider range of consumers, financially supporting SMEs and start-ups and contributing to the efforts to improve the youth unemployment rate.

In May 2012, the KFB established the Bank Foundation for Young Entrepreneurs, which is a non-profit organization developed to revitalize the entrepreneurship ecosystem and create job opportunities for youth.

Social Contribution of Banks

Committed to social responsibilities and contributing to the improvement of social welfare.

The KFB has been responsive to public demands that the banking industry should fulfill its social responsibilities and contribute to improving social welfare. We encourage our member banks to take on both independent and jointly conducted social responsibility initiatives via the Committee on Bank Social Responsibility. Recently, we have also been focusing on global social contribution, especially in Asian countries.

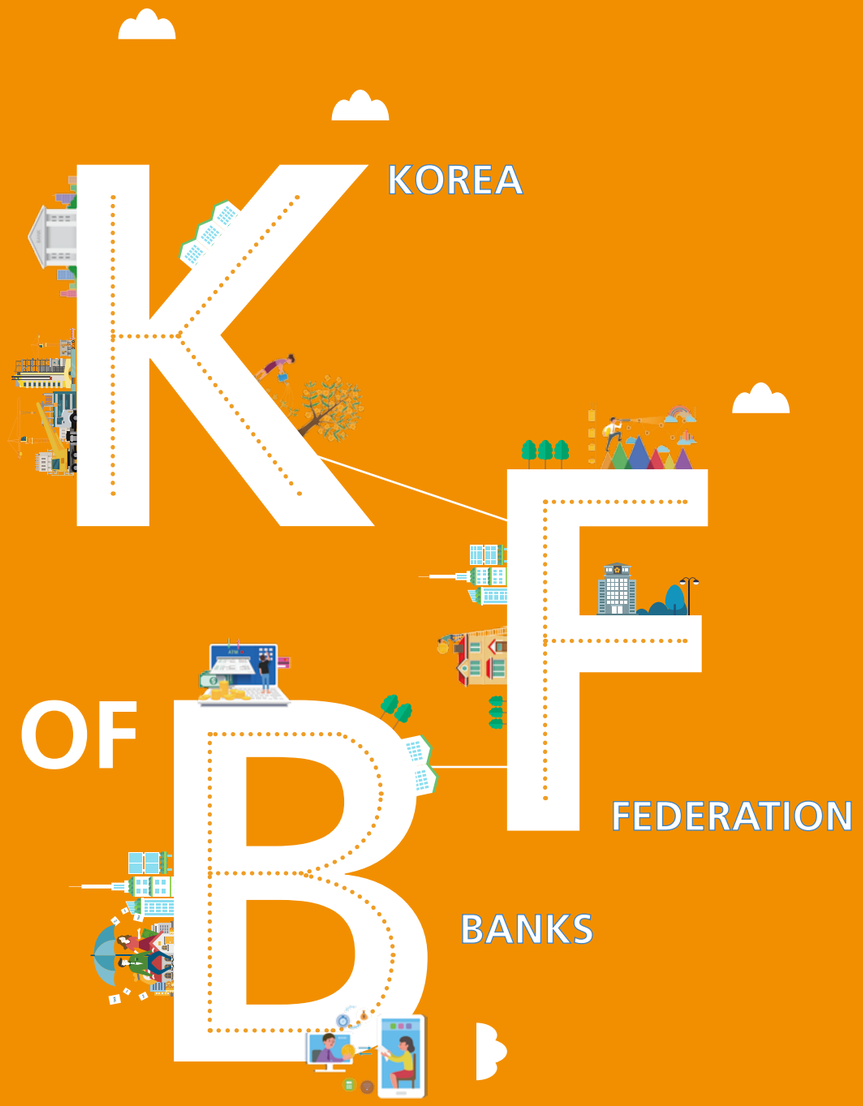
International Activities

Strengthening the international status and contributing to the development of the Korean banking industry

In order to support its members' efforts to strengthen their global presence and thus contribute to the development of the Korean banking industry, the KFB has committed to solidify international cooperation with its counterparts and related organizations throughout the world.

In the recent years, the KFB has established close relationship with financial authorities and regulators of other countries. As a part of such effort, we have entered into MOU[1])s with foreign banking associations and implemented various activities through the MOUs, such as personnel visits, seminars, training programs and information exchange. Furthermore, the KFB makes social contribution in connection with its overseas activities, in a hope to improve the overseas reputation and image of Korean banks.

[1])As of February 2019, the KFB has signed 14 MOUs with foreign institutions.



The Korea Federation of Banks

MEMBERSHIP

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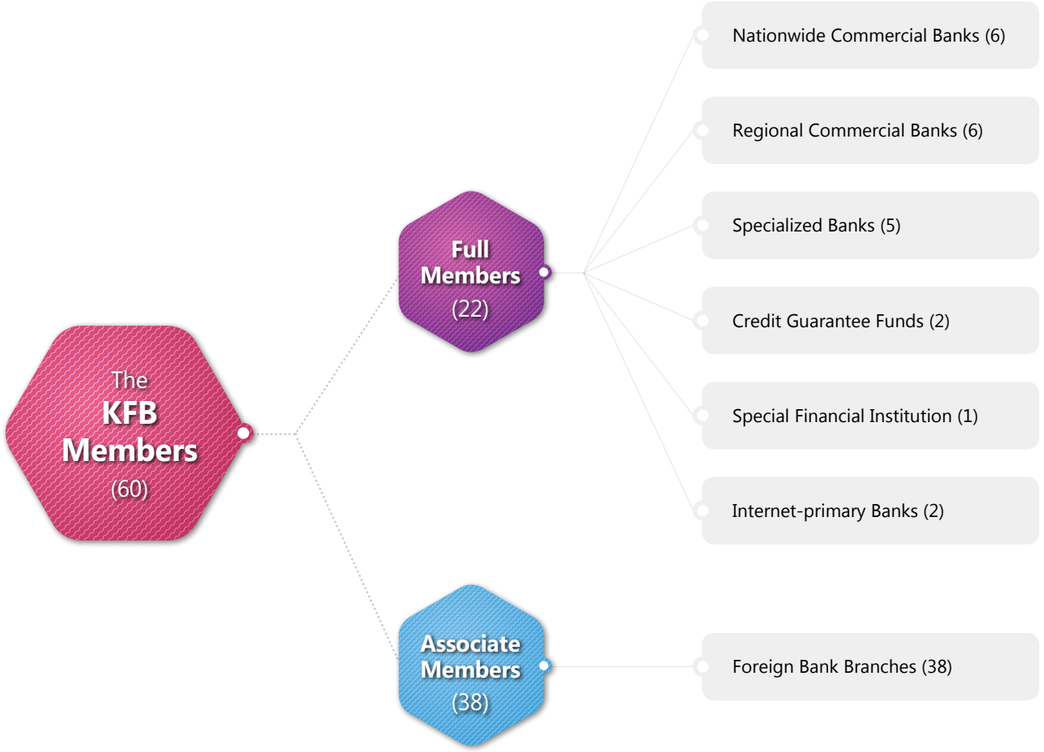
MEMBERSHIP

The KFB represents 22 full members and 38 associated members. The full members include six nationwide commercial banks, six regional commercial banks, five specialized banks, two credit guarantee funds, one special financial institution and two internet-primary banks. The branches of 38 foreign banks participate as associate members.

MEMBERS BY TYPE



FULL MEMBERS (22)

Nationwide Commercial Banks (6)

Name	Telephone	Website
Shinhan Bank	+82-2-756-0505	www.shinhan.com
Woori Bank	+82-2-2002-3000	www.wooribank.com
SC Korea Bank	+82-2-3702-3114	www.standardchartered.co.kr
KEB Hana Bank	+82-2-2002-1111	www.kebhanabank.com
KB Kookmin Bank	+82-2-2073-7114	www.kbstar.com
Citibank Korea Inc.	+82-2-3455-2114	ww.citibank.co.kr

Regional Commercial Banks (6)

Name	Telephone	Website
Daegu Bank	+82-53-756-2001	www.dgb.co.kr
Busan Bank	+82-2-1588-6200	www.busanbank.co.kr
Kwangju Bank	+82-62-239-5000	www.kjbank.com
Jeju Bank	+82-64-720-0200	www.e-jejubank.com
Jeonbuk Bank	+82-63-250-7114	www.jbbank.co.kr
Kyongnam Bank	+82-55-290-8000	www.knbank.co.kr

Specialized Banks (5)

Name	Telephone	Website
The Korea Development Bank	+82-2-787-7000	www.kdb.co.kr
Nonghyup Bank	+82-2-2080-5114	www.banking.nonghyup.com
Industrial Bank of Korea	+82-2-729-6114	www.ibk.co.kr
The Export-Import Bank of Korea	+82-2-3779-6114	www.koreaexim.go.kr
Suhyup Bank	+82-2-2240-2010	www.suhyup-bank.co.kr

Credit Guarantee Funds (2), Special Financial Institution (1)

Name	Telephone	Website
Korea Credit Guarantee Fund	+82-2-1588-6565	www.shinbo.co.kr
Korea Technology Finance Corporation	+82-51-460-2300	www.kibo.co.kr
Korea Housing Finance Corporation	+82-2-1688-8114	www.hf.go.kr

Internet-primary banks (2)

Name	Telephone	Website
K Bank	+82-2-3210-7321	www.kbanknow.com
Kakao Bank	+82-2-6288-6000	www.kakaobank.com

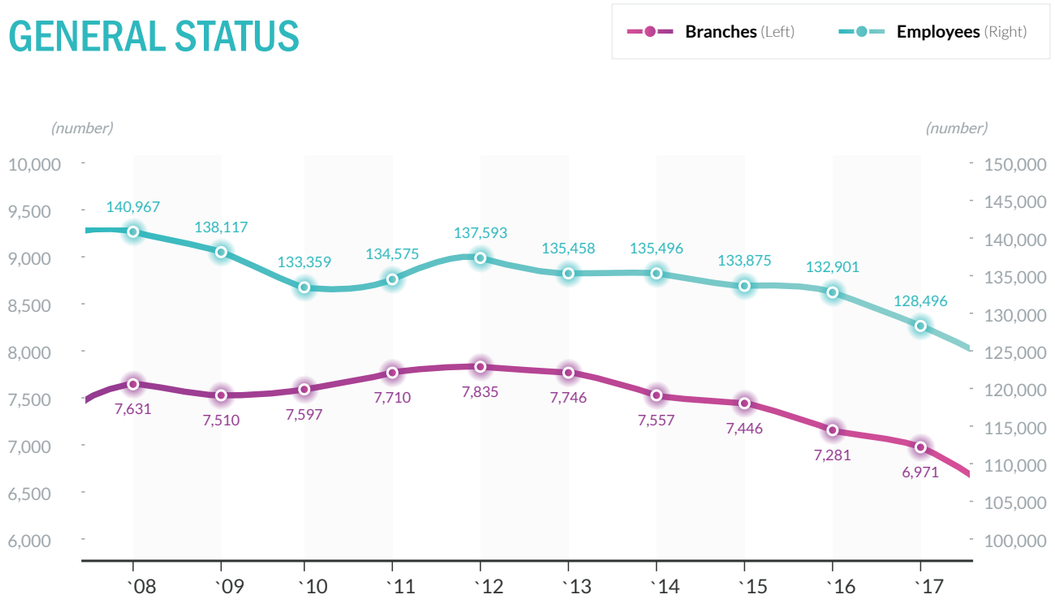
ASSOCIATE MEMBERS (38)

Foreign Bank Branches (38)

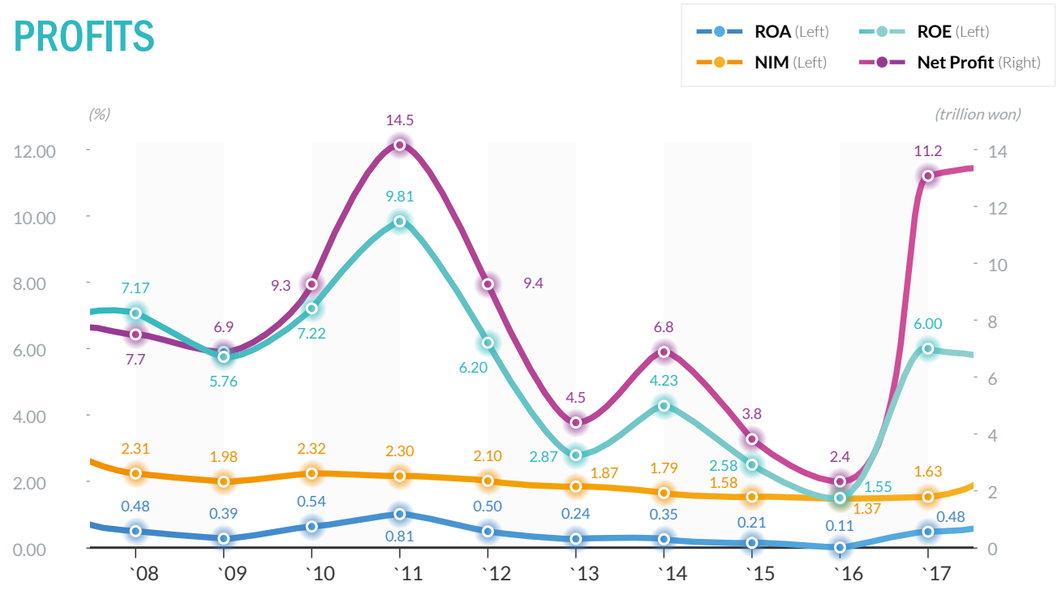
Region	Nationality	Name	Telephone
Asia (19)	**China (6)**	Bank of China	+82-2-399-6288
		Industrial and Commercial Bank of China	+82-2-755-5688
		China Construction Bank	+82-2-6730-1718
		Bank of Communications	+82-2-2022-6888
		Agricultural Bank of China	+82-2-3788-3900
		China Everbright Bank Co Ltd.	+82-2-3788-3700
	India (2)	Indian Overseas Bank	+82-2-753-0741
		State Bank of India	+82-2-720-9810
	Indonesia (1)	Bank Negara Indonesia	+82-2-6386-8111
	Iran (1)	Bank Mellat	+82-2-2007-6700
	Japan (4)	The Bank of Tokyo-Mitsubishi UFJ, Ltd.	+82-2-399-6434
		Mizuho Bank, Ltd.	+82-2-3782-8610
		Sumitomo Mitsui Banking Corp.	+82-2-6364-7000
		The Yamaguchi Bank, Ltd., Busan Branch	+82-51-462-3281
	Pakistan (1)	National Bank of Pakistan	+82-2-732-0277
	Philippines (1)	Metropolitan Bank and Trust Company	+82-2-779-2751
	Singapore (3)	DBS Bank Ltd.	+82-2-6322-2660
		United Overseas Bank, Ltd.	+82-2-739-3916
		Oversea-Chinese Banking Corporation Ltd.	+82-2-2021-3900
Europe (10)	**France (4)**	Credit Agricole Corporate and Investment Bank	+82-2-3700-9500
		BNP Paribas	+82-2-317-1700
		Union de Banques Arabes et Francaises	+82-2-3455-5300
		Societe Generale	+82-2-2195-7777
	Germany (2)	Deutsche Bank AG	+82-2-724-4500
		Landesbank Baden-Wurttemberg	+82-2-6730-0100
	Netherlands (1)	ING Bank N.V.	+82-2-317-1800
	Switzerland (1)	Credit Suisse AG	+82-2-3707-3800
	UK (2)	HSBC, Ltd.	+82-2-2004-0717
		Morgan Stanley Bank International, Ltd.	+82-2-399-4848
Americas (7)	**Canada (1)**	The Bank of Nova Scotia	+82-2-2020-2340
	US (6)	JPMorgan Chase Bank, N.A.	+82-2-758-5500
		Bank of America, N.A.	+82-2-788-1400
		The Bank of New York Mellon	+82-2-6137-0001
		State Street Bank and Trust Company	+82-2-3706-4500
		Wells Fargo Bank, N.A.	+82-2-3706-3114
		The Northern Trust Company	+82-2-6222-6200
Oceania (2)	**Austgralia (2)**	Australia and New Zealand Banking Group Ltd.	+82-2-3700-3100
		Macquarie Bank Limited	+82-2-2095-3900

KOREA'S BANKING INDUSTRY

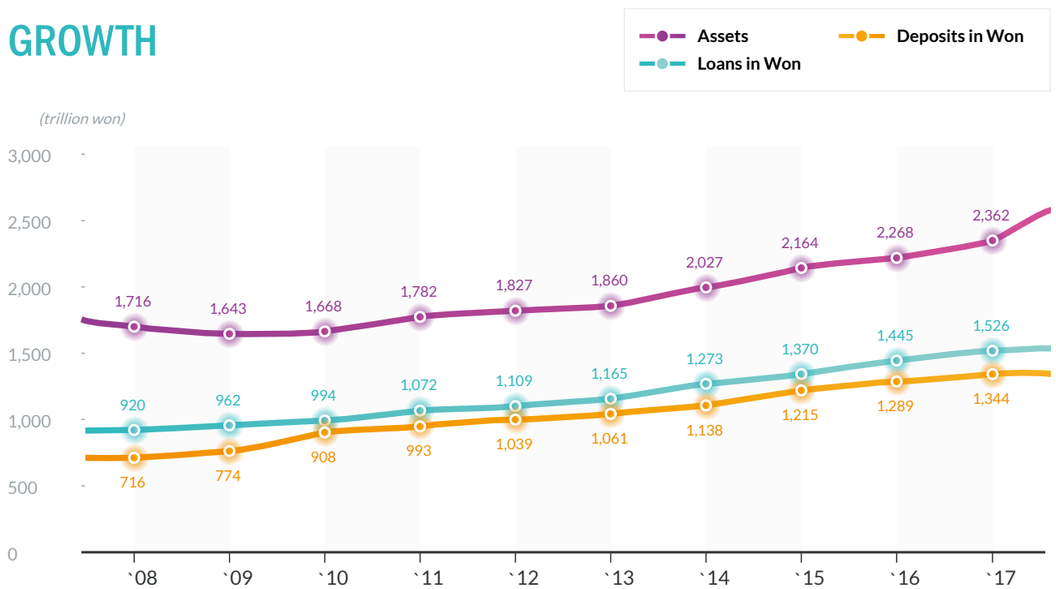
GENERAL STATUS



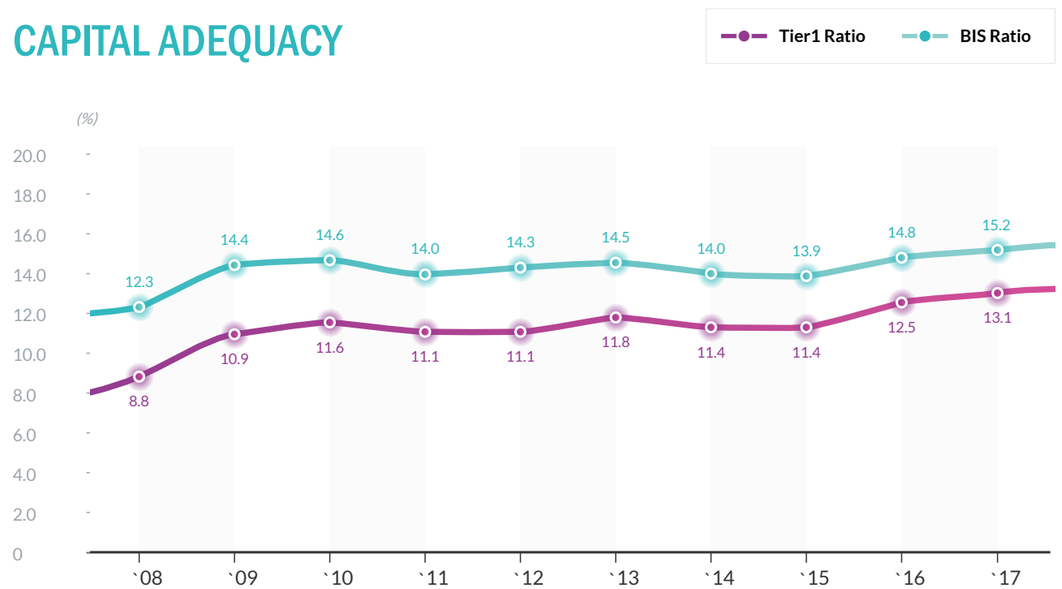
PROFITS



GROWTH

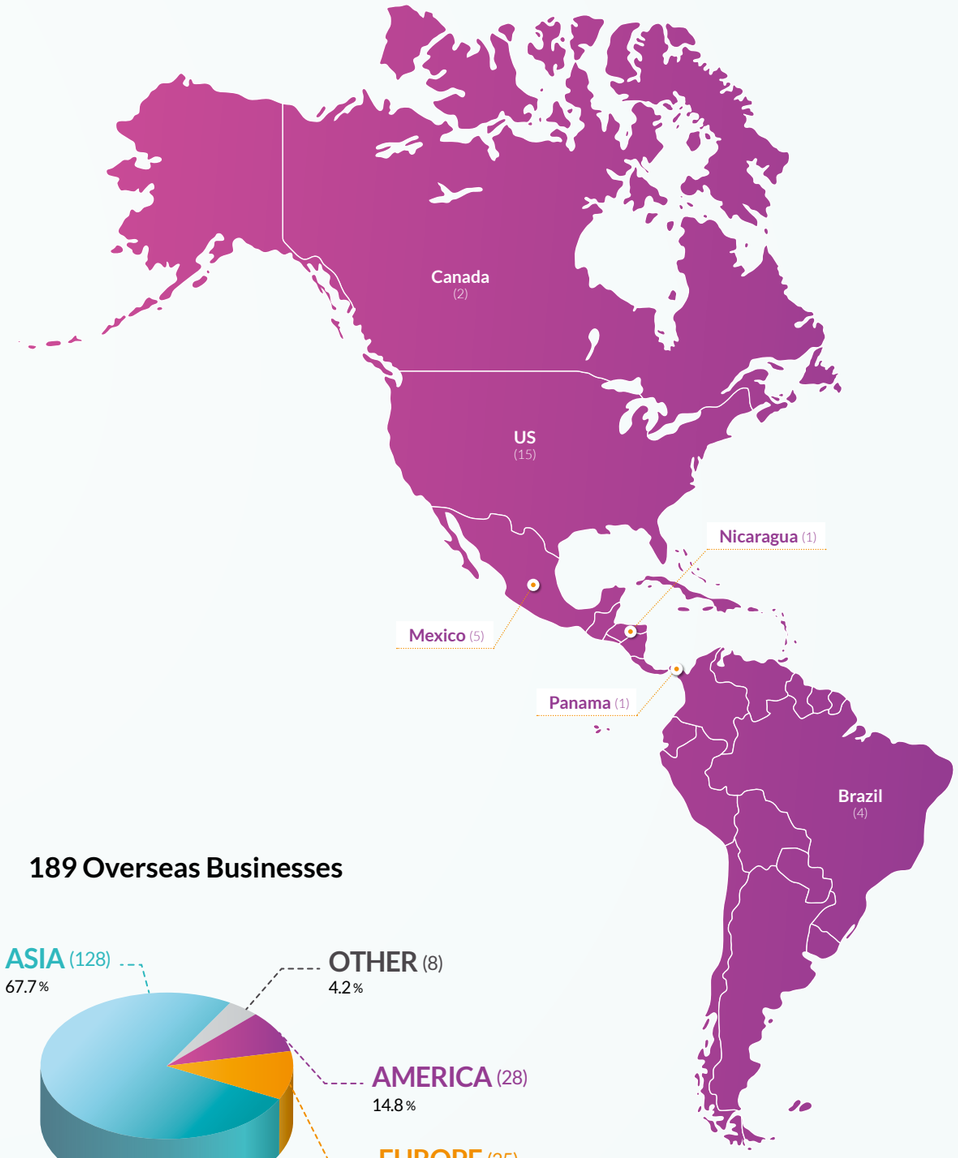


CAPITAL ADEQUACY

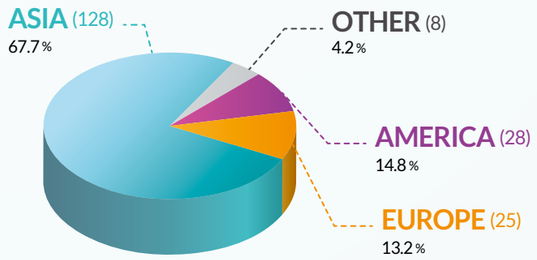


KOREAN BANKS IN THE WORLD

number of branches, as of December 2018



189 Overseas Businesses



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