Statement of compliance

We have prepared this unaudited Disclosure Statement of Shinhan Bank, Hong Kong Branch ("the Branch") as of 30 June 2026. It is compiled according to the Banking (Disclosure) Rules under the Banking Ordinance (Chapter 155M) effective from 1 January 2007.

As the Chief Executive of the Branch, I confirm, to the best of my knowledge, that the information contained in the Disclosure Statement is correctly compiled in accordance with the Banking (Disclosure) Rules requirement and consistent with the books and records of the Branch.

Shinhan Bank, Hong Kong Branch

Chief Executive
Hong Kong
09 September 2026

Shinhan Bank, Hong Kong Branch
Financial Disclosure as of 30 June 2026
(Expressed in Thousand of Hong Kong dollars)

Branch Information (Hong Kong office only)

Profit and loss information

Income	**Jun 2026**	**Jun 2025**
Interest income	510,716	513,890
Interest expense	415,776	446,639
Net interest income	94,940	67,251
Other operating income		
- Gains less losses from trading in foreign currencies	7,602	9,208
- Gains less losses from non-trading activities in foreign currencies	326	449
- Gains less losses from trading in securities	29,669	18,111
- Gains less losses from non-trading activities in securities [Note]	11,490	22,671
- Gains less losses from other trading activities [Note]	-	-
	49,087	50,439
Net fee and commission income		
- Fee and commission income	31,016	24,972
- Fee and commission expense	(2,929)	(3,906)
	28,087	21,066
Other income	149	114
Total operating income	172,263	138,870
Expenses		
Operating expenses		
- Staff expenses	20,091	21,979
- Rental expenses	2,901	5,718
- Other operating expenses	8,564	4,783
Total Operating expenses	31,556	32,480
Operating profit before impairment losses	140,707	106,390
Impairment losses and charges for allowances on impaired loans and receivables		
- Collective impairment allowances	3,347	1,633
- Individual impairment allowances	-	-
	3,347	1,633
Gains less losses from the disposal of property, plant and equipment and investment properties	(3)	(3)
Profit before taxation	137,357	104,754
Tax expense	12,962	1,990
Profit after taxation	124,395	102,764

Note : including gains less losses from changes of fair value of derivative instruments

Shinhan Bank, Hong Kong Branch
Financial Disclosure as of 30 June 2026
(Expressed in Thousand of Hong Kong dollars)

Branch Information (Hong Kong office only)

Balance sheet information

Assets	**At 30 Jun 2026**	**At 31 Dec 2025**
Cash and balances with banks	1,931,330	1,216,262
Placements with banks which have a residual contractual maturity		
not more than 1 month	663,216	203,898
more than 1 month but not more than 1 year	1,254,672	1,011,673
more than 1 year	-	-
	1,917,888	1,215,571
Amount due from overseas offices of Shinhan Bank	140,229	1,032,374
Trade bills	3,531,278	3,204,496
Advances and other accounts		
- Advances to customers	10,122,817	8,378,410
- Advances to banks and other financial institutions	-	-
- Accrued interest and other accounts	143,089	127,149
- Collective allowances for impaired advances to customers	(26,607)	(23,025)
- Collective allowances for impaired advances to banks	-	-
- Individual allowances for impaired advances to customers	-	-
- Individual allowances for impaired advances to banks	-	-
	10,239,299	8,482,534
Investment Securities		
- Available-for-sale securities	6,565,367	6,403,127
	6,565,367	6,403,127
Property, plant and equipment and investment properties	18,133	1,424
Other assets	1,625,155	1,759,092
Total assets	**24,050,791**	**22,099,309**

Liabilities		
Deposits and balances from banks	9,300,863	8,065,542
Deposits from customers		
- Demand deposits and current accounts	736	753
- Savings deposits	267,322	512,202
- Time, call and notice deposits	7,749,697	5,696,309
	8,017,755	6,209,264
Amount due to overseas offices of Shinhan Bank	6,720,350	6,435,328
Certificates of deposit issued	800,000	700,000
Issued debt securities	5,646,024	5,369,649
Other liabilities	1,583,554	1,528,790
Provisions	-	-
Total liabilities	**24,050,791**	**22,099,309**

Shinhan Bank, Hong Kong Branch
Financial Disclosure as of 30 June 2026
(Expressed in Thousand of Hong Kong dollars)

I Additional Balance Sheet Information

(a) Loans and receivables

	At 30 Jun 2026	At 31 Dec 2025
Advances to customers	10,122,817	8,378,410
Advances to banks	-	-
Accrued interest and other accounts	143,089	127,149
Impairment allowances for impaired advances		
- Collective allowances for impaired advances to customers	(26,607)	(23,025)
- Collective allowances for impaired advances to banks	-	-
- Individual allowances for impaired advances to customers	-	-
- Individual allowances for impaired advances to banks	-	-
	10,239,299	8,482,534

As at 30 Jun 2026

	Gross amount	Impairment allowances (individually)	Market Value of collateral held	% to total loans and advances to customers
Impaired loans and advances to customers (individually determined)	-	-	-	-

	Gross amount	Impairment allowances (individually)	Market Value of collateral held	% to total loans and advances to banks
Impaired loans and advances to banks (individually determined)	-	-	-	-

As at 31 Dec 2025

	Gross amount	Impairment allowances (individually)	Market Value of collateral held	% to total loans and advances to customers
Impaired loans and advances to customers (individually determined)	-	-	-	-

	Gross amount	Impairment allowances (individually)	Market Value of collateral held	% to total loans and advances to banks
Impaired loans and advances to banks (individually determined)	-	-	-	-

Shinhan Bank, Hong Kong Branch
Financial Disclosure as of 30 June 2026
(Expressed in Thousand of Hong Kong dollars)

I Additional Balance Sheet Information *(continued)*

(b) Overdue and rescheduled assets

	At 30 Jun 2026		At 31 Dec 2025	
Overdue advances				
Advances to customers overdue for	**Gross amount**	**% to total advances to customers**	**Gross amount**	**% to total advances to customers**
- not more than 3 months	-	-	-	-
- more than 3 months but not more than 6 months	-	-	-	-
- more than 6 months but not more than 1 year	-	-	-	-
- more than 1 year	-	-	-	-
Total overdue advances	-	0.00%	-	0.00%

Advances to banks overdue for	**Gross amount**	**% to total advances to banks**	**Gross amount**	**% to total advances to banks**
- not more than 3 months	-	-	-	-
- more than 3 months but not more than 6 months	-	-	-	-
- more than 6 months but not more than 1 year	-	-	-	-
- more than 1 year	-	-	-	-
Total overdue advances	-	-	-	-

	At 30 Jun 2026 **Gross amount**	At 31 Dec 2025 **Gross amount**
Market value of collateral held against the secured overdue advances	-	-
Secured overdue advances	-	-
Unsecured overdue advances	-	-
	-	-
Specific provision made on overdue advances	-	-

Rescheduled advances

	Gross amount	**% to total advances to customers**	**Gross amount**	**% to total advances to customers**
Rescheduled advances to customers	-	-	-	-

	Gross amount	**% to total advances to banks**	**Gross amount**	**% to total advances to banks**
Rescheduled advances to banks	-	-	-	-

Shinhan Bank, Hong Kong Branch
Financial Disclosure as of 30 June 2026
(Expressed in Thousand of Hong Kong dollars)

I Additional Balance Sheet Information *(continued)*

(b) Overdue and rescheduled assets *(continued)*

Other overdue assets	**At 30 Jun 2026**		**At 31 Dec 2025**	
Other assets overdue for	**Gross amount**	**% to total other assets**	**Gross amount**	**% to total other assets**
- not more than 3 months	-	-	-	-
- more than 3 months but not more than 6 months	-	-	-	-
- more than 6 months but not more than 1 year	-	-	-	-
- more than 1 year	-	-	-	-
Total other overdue assets	-	-	-	-

Repossessed assets	**At 30 Jun 2026 Gross amount**	**At 31 Dec 2025 Gross amount**
Repossessed assets held	-	-

(c) The breakdown of the gross amount of loans and advances to customers by industry categories

As at 30 Jun 2026

	Gross advances	**Extent advances are covered by collateral or other security**
Loans and advances for use in Hong Kong		
Industrial, commercial and financial		
- Property development	-	-
- Property investment	-	-
- Civil engineering works	-	-
- Financial concerns	132,287	-
- Electronics and gas	117,626	-
- Wholesale and retail trade	931,212	227,401
- Manufacturing	148,992	-
- Transport and transport equipment	32,000	-
- Recreational activities	-	-
- Information technology	-	-
- Others	-	-
Sub-total	1,362,117	227,401
Individuals		
- Loans for the purchase of flats in the Home Ownership Scheme, Private Sector Participation Scheme and Tenants Purchase Scheme or their respective successor schemes	-	-
- Loans for the purchase of other residential properties	-	-
- Credit card advances	-	-
- Others	-	-
Sub-total	-	-
Total loans and advances for use in Hong Kong	1,362,117	227,401
Trade finance	-	-
Loans and advances for use outside Hong Kong	8,760,700	4,273,857
	10,122,817	4,501,258

Shinhan Bank, Hong Kong Branch
Financial Disclosure as of 30 June 2026
(Expressed in Thousand of Hong Kong dollars)

I Additional Balance Sheet Information *(continued)*

(c) The breakdown of the gross amount of loans and advances to customers by industry categories *(continued)*

As at 31 Dec 2025

	Gross advances	Extent advances are covered by collateral or other security
Loans and advances for use in Hong Kong		
Industrial, commercial and financial		
- Property development	-	-
- Property investment	-	-
- Civil engineering works	-	-
- Electronics and gas	58,366	-
- Financial Concern	49,287	-
- Wholesale and retail trade	638,085	225,681
- Manufacturing	38,910	-
- Transport and transport equipment	32,000	-
- Recreational activities	-	-
- Information technology	-	-
- Others	-	-
Sub-total	816,648	225,681
Individuals		
- Loans for the purchase of flats in the Home Ownership Scheme, Private Sector Participation Scheme and Tenants Purchase Scheme or their respective successor schemes	-	-
- Loans for the purchase of other residential properties	-	-
- Credit card advances	-	-
- Others	-	-
Sub-total	-	-
Total loans and advances for use in Hong Kong	816,648	225,681
Trade finance	-	-
Loans and advances for use outside Hong Kong	7,561,762	3,786,653
	8,378,410	4,012,334

Shinhan Bank, Hong Kong Branch
Financial Disclosure as of 30 June 2026
(Expressed in Thousand of Hong Kong dollars)

I Additional Balance Sheet Information *(continued)*

(d) Analysis of gross loans and advances to customer by geographical areas

As at 30 Jun 2026

	Gross loans and advances	Overdue loans and advances to customers	Impaired loans (individually determined)
- Asia & Pacific			
of which	**7,943,632**	-	-
- China	730,169	-	
- Hong Kong	1,378,306	-	-
- Singapore	679,341		
- South Korea	3,574,275	-	-
- Vietnam	1,165,866	-	-
- Caribbean			
of which	**1,437,399**	-	-
- Cayman Island	1,437,399	-	-
- Western Europe	**132,878**	-	-
- Eastern Europe	-	-	-
- Africa		-	-
- North America	**59,989**	-	-
- Latin America	**548,919**	-	-
- Other	-	-	-
Total	**10,122,817**	-	-

As at 31 Dec 2025

	Gross loans and advances	Overdue loans and advances to customers	Impaired loans (individually determined)
- Asia & Pacific			
of which	**7,321,042**	-	-
- China	890,692	-	-
- Hong Kong	1,002,920	-	-
- South Korea	3,292,517	-	-
- Vietnam	1,143,435	-	-
- Caribbean			
of which	**749,675**	-	-
- Cayman Island	749,675	-	-
- Western Europe	**144,269**	-	-
- Africa		-	-
- North America	163,424	-	-
- South America	-	-	-
- Eastern Europe	-	-	-
Total	8,378,410	-	-

Note: Classification of gross amount of loans and advances to customers by countries or geographical areas constitutes 10% or more of the relevant disclosure amount. The analysis is based on the location of the counterparty.

Shinhan Bank, Hong Kong Branch
Financial Disclosure as of 30 June 2026
(Expressed in Thousand of Hong Kong dollars)

I Additional Balance Sheet Information *(continued)*

(e) Non-bank Mainland China exposures

As at 30 Jun 2026

Types of counterparties	On-balance sheet exposure	Off-balance sheet exposure	Total
1. Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	-	-	-
2. Local governments, local government-owned entities and their subsidiaries and JVs	82,377	115,316	197,693
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	205,891	80,721	286,612
4. Other entities of central government not reported in item 1 above	-	-	-
5. Other entities of local governments not reported in item 2 above	-	-	-
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	444,930	-	444,930
7. Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	-	-	-
Total	733,198	196,037	929,235
Total assets after provision	24,050,791		
On-balance sheet exposures as percentage of total assets	3.05%		

(Expressed in Thousand of Hong Kong dollars)

I Additional Balance Sheet Information *(continued)*

(e) Non-bank Mainland China exposures

As at 31 Dec 2025

Types of counterparties	On-balance sheet exposure	Off-balance sheet exposure	Total
1. Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	-	-	-
2. Local governments, local government-owned entities and their subsidiaries and JVs	-	-	-
3. PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	96,708	-	96,708
4. Other entities of central government not reported in item 1 above	212,286	311,388	523,674
5. Other entities of local governments not reported in item 2 above	-	-	-
6. PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	131,668	-	131,668
7. Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	423,041	19,349	442,390
Total	863,703	330,737	1,194,440
Total assets after provision	22,099,309		
On-balance sheet exposures as percentage of total assets	3.91%		

Shinhan Bank, Hong Kong Branch
Financial Disclosure as of 30 June 2026
(Expressed in Million of Hong Kong dollars)

II Cross-border claims (excluding claims from Head Office, branches and subsidiaries) by geographical areas after taking into consideration of transfer of risks

Cross-border claims are on-balance sheet exposures to counterparties after taking into account the transfer of risk.

As at 30 Jun 2026	Banks and others financial institutions	Public sector entities	Others	Total
- Asia & Pacific of which	**4,372**	**-**	**11,234**	**15,606**
- China	388	-	354	742
- Hong Kong	46	-	1,187	1,233
- South Korea	1,941	-	8,055	9,996
- Japan	303	-	-	303
- Vietnam	493	-	391	884
- North America	**1,193**	**-**	**219**	**1,412**
- Middle East	**39**	**-**	**-**	**39**
- Caribbean	**1,903**	**-**	**111**	**2,014**
- Western Europe	**673**	**-**	**133**	**806**
	8,180	**-**	**11,697**	**19,877**

As at 31 Dec 2025	Banks and others financial institutions	Public sector entities	Others	Total
- Asia & Pacific of which	**8,167**	**-**	**9,941**	**18,108**
- China	523	-	239	762
- Hong Kong	47	-	910	957
- South Korea	5,886	-	7,782	13,668
- Japan	327	-	-	327
- Vietnam	333	-	203	536
- North America	**1,274**	-	**224**	**1,498**
- Middle East	**39**	-	**-**	**39**
- Caribbean	**549**	-	**855**	**1,404**
- Western Europe	**653**	-	**146**	**799**
	10,682	**-**	**11,166**	**21,848**

Note: Amounts represent cross-border claims based on countries or geographical classification and constitutes 10% or more of the total amount. Claims arising between branches and subsidiaries are excluded.

Shinhan Bank, Hong Kong Branch
Financial Disclosure as of 30 June 2026
(Expressed in Million Hong Kong dollars)

III Currency risk

As at 30 Jun 2026	HK$ Million Equivalent			
	US Dollar	JPY & Others	CNY	Total
Spot assets	21,932	1,652	11	23,595
Spot liabilities	(22,690)	(507)	(28)	(23,225)
Forward purchases	1,589	-	17	1,606
Forward sales	(821)	(1,147)	-	(1,968)
Net option position	-	-	-	-
Net long / (net short) position	10	(2)	-	8
Structural position	-	-	-	-

As at 31 Dec 2025	HK$ Million Equivalent			
	US Dollar	JPY & Others	CNY	Total
Spot assets	US Dollar	JPY & Others	CNY	-
Spot liabilities	20,329	1,508	7	21,844
Forward purchases	(20,603)	(746)	(23)	(21,372)
Forward sales	1,002	-	17	1,019
Net option position	(718)	(766)	-	(1,484)
Net long / (net short) position	10	(4)	1	7
Structural position	-	-	-	-

Shinhan Bank, Hong Kong Branch
Financial Disclosure as of 30 June 2026
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IV Off-balance sheet exposures

(a) The contractual or notional amounts of each of the following class of off-balance sheet exposures outstanding are:

	At 30 Jun 2026	At 31 Dec 2025
Contingent liabilities and commitments		
- Direct credit substitutes	-	-
- Transaction-related contingencies	613,852	599,173
- Trade-related contingencies	388,337	210,567
- Note issuance and revolving underwriting facilities	-	-
- Other commitments	848,155	1,383,652

Contingent liabilities and commitments arises from credit-related instruments which include letters of credit, guarantees and commitments to extend credit. The risk involved in these credit-related instruments is essentially the same as the credit risk involved in extending loan facilities to customers. The contract amounts represent the amounts at risk should the contract be fully drawn upon and the customers default. As the facilities may expire without being drawn upon, the contracts amounts do not represent expected future cash flows.

	At 30 Jun 2026	At 31 Dec 2025
Derivative transactions		
- Exchange rate-related derivative contracts (exclude forward foreign exchange contracts arising from swap deposit arrangements)	4,803,850	3,432,794
- Interest rate derivative contracts	-	-
- Others	718,101	759,006

The above derivative contracts amounts are the notional amount of the contract, they do not represent amounts at risk. All the derivative contracts held by the Branch are to offset gains/losses on fixed rate bonds and loans.

(b) The total fair value of the above derivative transactions	At 30 Jun 2026	At 31 Dec 2025
- Exchange rate-related derivative contracts	3,955	1,973
- Interest rate derivative contracts	-	-

No bilateral netting arrangements for above derivative transactions.

V Liquidity

	2nd Quarter Ended 30 Jun 2025	2nd Quarter Ended 30 Jun 2025
The average liquidity maintenance ratio for the period (Calculation period from April to June)	81.52%	107.96%

The liquidity maintenance ratio (LMR) is calculated in accordance with the Banking (Liquidity) Rules effective from 01 January 2015.
The average liquidity maintenance ratio is the arithmmetic mean of each calendar month's average LMR as reported in the "Return of Liquidity Position of an Authorized Institution".

Liquidity Risk Management

The Branch has established a Liquidity Risk Management Policy which is reviewed and approved by the senior management. This policy requires the Branch to maintain a conservative level of liquid funds on a daily basis to meet all financial obligations, and setup the action plan on liquidity contingency.

The liquidity position is monitored through statutory liquidity ratios, cash flow analysis, and inter-bank transactions undertaken by our Branch. The Branch also perform the testing on various type of stress scenarios on monthly basis according to our Liquidity Stress Testing Policy.

Shinhan Bank, Hong Kong Branch
Financial Disclosure as of 30 June 2026

The key elements of the liquidity risk framework are:

Liquidity Stress Testing

The Branch performs liquidity stress testing on a regular basis, to evaluate the effect of both general market wide and institutional specific disruptions on the Branch's liquidity position. The internal stress testing is to ensure sufficient liquidity for the Branch under different adverse scenarios. The Branch's liquidity stress tests consider the effect of changes in funding assumptions, and the market value of liquidity assets, the results of which are reviewed by senior management and are considered in making liquidity management decisions. Based on the result of the liquidity stress test, the Branch takes necessary (if needed) rebalancing, restructuring actions by risk mitigation or contingency plans.

Contingency Planning

The Branch maintains the liquidity contingency funding plan in case it faces liquidity problem as part of liquidity risk management. The liquidity contingency plan specifies an approach for monitoring and evaulation of actual and potential liquidity events. The plan outlines liquidity identification, monitoring, and measurement of liquidity events. The plan also specifies possible measures, internal and external communication and action to be taken at various stages of crisis.

Funding Diversification

Apart from taking customer deposits as major sources of funding, the Branch boardens its funding source in retail market, money market and capital market by different terms. The Branch also holds a pool of highly liquid, unencumbered assets that can be readily sold or pledged to secure borrowings under stressed conditions.

Oversight and Reporting

The results of stress testing, Liquidity Maintenance Ratio(LMR) and liquidity gap are reported to the management and head office on a reqular basis.

Financial Disclosure as of 30 June 2026

(Expressed in thousand Hong Kong dollars)

VI Bank information (Consolidated basis)

The following table shows the consolidated capital adequacy ratio and the amount of shareholders' funds of Shinhan Financial Group. The basis of preparation is in accordance with the Korean-International Financial Reporting Standards.

	30 Jun 2026	31 Dec 2025
(a) Capital and Capital Adequacy		
(i) Capital adequacy ratio	16.20%	15.92%
(ii) Total share capital	17,166,310	16,051,024
(iii) Total amount of shareholder funds	347,973,293	326,319,118
		-
		-
(b) Other Financial Information		-
(i) Total assets	4,351,069,426	4,248,491,973
(ii) Total liabilities	4,003,096,133	3,922,172,856
(iii) Total loans and advances	2,601,094,861	2,519,804,875
(iv) Total deposits	2,431,185,040	2,419,593,535
	30 Jun 2026	**31 Dec 2025**
(v) Pre-tax profit	23,571,883	37,452,030

1 Shareholders' fund is the sum total of capital and reserves.

2 Total liabilities are equal to total assets minus shareholders' fund.

3 The conversion rate of HKD/KRW as at 30 Jun 2026 is 197.540074218601.

4 The consolidated capital adequacy ratio was calculated in accordance with the Korean-International Financial Reporting Standards adopting Basel III approach.

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VII Disclosure on Remuneration for CG-5 Guideline on a Sound Remuneration System issued by the HKMA

Pursuant to section 3 of CG-5 Guideline on a Sound Remuneration System issued by the HKMA, the following disclosures are made:

a) The design and implementation of the remuneration systems:

The Bank adopts the remuneration policy and systems which are established by the Remuneration Committee of our Head Office for overseas branch. The objective of the remuneration policy is to attract, motivate reward and retain quality staff. The Board ensures that the remuneration polices are in line with the strategic objectives and corporate values of the Bank, and do not give rise to conflicts between the objectives of the Bank and the interests of individual Directors and key executives.

The Remuneration Committee reviews the performance of management and directors over the past fiscal year and settles on remuneration that is proportionate to the individual's responsiblities. It also make sure that the remuneration is on a proper level that improves the long-term interests of the Group and its shareholders.

b) Aggregate quantitative information on remuneration for senior management and key personnel (Note 1) are as follows:

As at 30 Jun 2026

	Amount	Number of Beneficiaries
- Fixed Remuneration	4,031	14
- Variable Remuneration	1,065	-
- Deferred Remuneration	-	-
Total	5,096	14

As at 31 Dec 2025

	Amount	Number of Beneficiaries
- Fixed Remuneration	Amount	Number of Beneficiaries
- Variable Remuneration	8,324	14
- Deferred Remuneration	1,403	-
Total	9,727	14

No senior management or key personnel has been awarded with new sign-on or severance payments.

Note 1: As defined in CG5 Guideline on a Sound Remuneration System issued by the HKMA, senior management are those who are responsible for oversight of either the Bank's company-wide strategy or activities or those of the Bank's main business lines. Key Personnel are individual employees whose duties or activities in the course of their employment involve the assumption of material risk or the taking on of material exposures on behalf of the Bank.