



Financial Services Commission
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Financial Supervisory Service
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Press Release

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FSC Identifies D-SIBs for 2021

The Financial Services Commission identified on June 24, 2020, five bank holding companies (BHC) and five banks as domestic systemically important banks (D-SIBs) for 2021: **Shinhan Financial Group, Hana Financial Group, KB Financial Group, Woori Financial Group, NH Financial Group, Shinhan bank, Woori Bank, KEB Hana bank, KB Kookmin bank and NH bank.**

Those identified as D-SIBs are required to set aside an additional common equity capital of 1%p, and the higher loss absorbency requirement will take effect on January 1, 2021.

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

Table. D-SIB Assessment Criteria

Criteria	Indicator	Weighting
Size (20%)	Total exposure	20%
Interconnectedness (20%)	Intra-financial system assets	6.7%
	Intra-financial system liabilities	6.7%
	Securities outstanding	6.7%
Substitutability (20%)	Payments activity in KRW	6.7%
	Payments activity in foreign currencies	6.7%
	Assets under custody	6.7%
Complexity (20%)	Notional amount of OTC derivatives	10%
	Fair value through profit or loss and other comprehensive income(FVTPL & FVTOCI)	10%
Country-specific factors (20%)	Foreign currency-denominated debt	10%
	Household loans	10%
Total		100%

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