



Press Release

For release at noon, September 1, 2021

Capital Ratios of Banks and Bank Holding Companies, Second Quarter 2021

Banks

Domestic banks' common equity Tier 1 (CET1) capital ratio was seen at 13.15% as of end-June 2021. The Tier 1 capital ratio stood at 14.29%, and total capital ratio was 15.65% at the end of June. All the capital ratios have risen from the three months prior. Total capital of the domestic banks increased KRW12.0 trillion from three months earlier, and risk-weighted assets expanded KRW40.6 trillion as well. Meanwhile, leverage ratio stood at 6.60% as of end-June 2021. Tier 1 capital increased KRW12.3 trillion from three months ago, which contributed to the uptick in leverage ratio.

Table 1. Banks' Capital Ratios, June 2021*

	Dec 2018	Dec 2019	Dec 2020	Mar 2021	Jun 2021
CET1 capital ratio	12.31	11.46	12.45	12.88	13.15
Tier 1 capital ratio	12.94	12.30	13.47	13.95	14.29
Total capital ratio	14.54	13.91	15.00	15.36	15.65
Leverage ratio	6.68	6.42	6.41	6.45	6.60

(In percentage)

*The figures on June 2021 are preliminary as of the release date and subject to change.

At the end of June 2021, the domestic banks' capital ratios continued on gradual upward paths and remained well above the Basel III standards. However, amid lingering uncertainty about the Delta variant of the coronavirus, it is necessary to monitor the domestic banks' total-loss absorbing capacity and induce their recapitalization consistently as well.

Table 2. Capital Ratios of Bank Holding Companies and Banks, June 2021*

	Dec 2018	Dec 2019	Dec 2020	Mar 2021	June 2021	
BHCs (8 companies)	CET1 capital ratio	12.29	11.10	11.93	12.47	12.72
	Tier 1 capital ratio	12.93	12.10	13.19	13.82	14.18
	Total capital ratio	14.27	13.54	14.63	15.20	15.55
Banks (19 banks)	CET1 capital ratio	12.66	12.56	13.83	14.21	14.50
	Tier 1 capital ratio	13.25	13.22	14.48	14.85	15.17
	Total capital ratio	15.41	15.26	16.52	16.74	17.07

(In percentage)

*The figures on June 2021 are preliminary as of the release date and subject to change.



Table 5. Capital Ratios by Bank Holding Companies and Banks, June 2021*

(In percentage)

	Mar 2021				Jun 2021			
	CET1	Tier 1	Total	Leverage	CET1	Tier 1	Total	Leverage
Shinhan	13.05	14.75	15.99	5.88	13.37	15.27	16.53	6.06
Shinhan	14.79	15.66	18.02	5.42	15.31	16.20	18.74	5.47
Jeju	11.70	12.99	16.05	7.30	14.25	16.02	19.61	6.44
Hana	14.04	15.12	16.32	5.63	14.10	15.26	16.54	5.69
KEB Hana	15.21	15.25	17.30	5.60	15.56	15.59	17.90	5.60
KB	13.79	14.78	16.04	5.95	13.70	14.76	16.03	6.01
Kookmin	15.60	15.92	18.49	5.90	15.88	16.20	18.92	5.96
Woori	10.04	11.71	13.61	5.03	10.18	11.89	13.75	5.16
Woori	13.16	14.88	16.94	5.18	13.38	15.06	17.13	5.31
DGB	11.94	13.91	14.97	6.01	11.73	13.64	14.79	5.95
Daegu	13.20	14.87	16.59	6.11	12.98	14.59	16.56	5.98
BNK	9.48	10.94	12.42	6.71	11.35	13.10	14.21	6.51
Busan	14.81	16.02	17.75	7.31	14.34	15.51	17.20	7.03
Gyeongnam	13.98	15.34	17.46	6.54	13.63	14.95	16.85	6.33
JB	10.24	11.57	13.22	6.33	10.52	11.84	13.47	6.46
Jeonbuk	12.05	12.10	14.34	6.77	12.26	12.32	14.61	6.89
Gwangju	16.03	16.19	17.90	6.00	15.97	16.12	17.62	6.02
NH	12.58	13.69	15.07	4.46	12.71	13.97	15.27	4.45
Nonghyup	14.96	15.03	17.36	4.15	15.53	16.00	18.26	4.31
SC	13.74	13.74	15.57	4.86	13.89	14.79	16.64	5.25
Citibank	19.10	19.10	19.93	10.90	18.45	18.45	19.26	10.93
KDB	14.59	14.59	15.85	12.79	14.78	14.78	15.89	13.65
IBK	11.22	13.06	14.83	6.31	11.48	13.30	15.01	6.34
EXIM Bank	13.55	13.55	15.23	11.20	14.43	14.43	16.12	11.75
NFFC	10.36	12.48	13.28	6.34	10.55	12.67	13.48	6.29
K Bank	13.63	13.63	14.20	4.45	10.27	10.27	10.91	3.39
Kakao Bank	19.37	19.37	19.85	8.75	19.38	19.38	19.89	8.59
Average	12.88	13.95	15.36	6.45	13.15	14.29	15.65	6.60
8 BHCs	12.47	13.82	15.20	5.55	12.71	14.17	15.54	5.62
19 Banks	14.21	14.85	16.74	6.50	14.50	15.17	17.07	6.65

*The figures on June 2021 are preliminary as of the release date and subject to change.

###

Contact Person:

Park Mi-Kyung
Head of Public Relations Team
Public Affairs Department
Financial Supervisory Service
Tel: 82-2-3145-5803
Fax: 82-2-3145-5808
E-mail: pmk620@fss.or.kr