



# Press Release

For release at 6:00 A.M., September 2, 2021

## Asset Management Companies' Earnings, Second Quarter 2021

Assets under management (AUM)—sum of fund assets and assets under discretionary management—by asset management companies came in at KRW1,268.5 trillion in total as of end-June 2021, up KRW30.7 trillion or 2.5% from three months earlier.

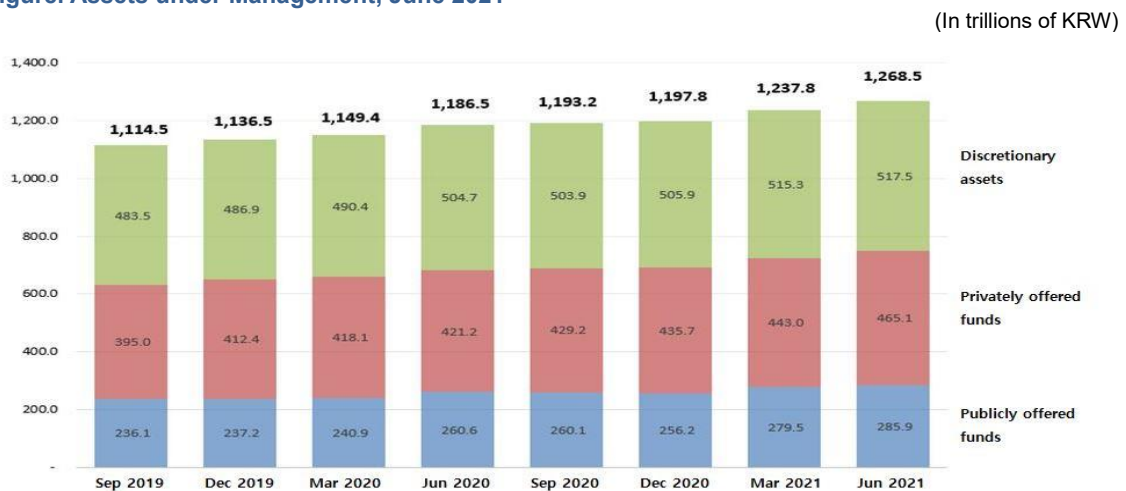
As of end-June 2021, fund assets totaled KRW751.0 trillion, up KRW28.5 trillion or 4.0% from KRW722.5 trillion three months ago. Fund assets of publicly offered funds came to KRW285.9 trillion, up KRW6.4 trillion from three months ago. In particular, bond funds and hybrid-bond funds increased KRW3.3 trillion and KRW2.4 trillion, respectively. By contrast, MMFs decreased KRW2.2 trillion quarter on quarter. Privately offered funds also increased KRW22.1 trillion to KRW465.1 trillion compared to three months earlier. To go into detail, bond funds expanded KRW4.6 trillion as well as MMFs increased KRW4.4 trillion from the previous quarter. Furthermore, real estate funds grew KRW3.9 trillion as well from three months ago. Meanwhile, discretionary assets came to KRW517.5 trillion in total, up KRW2.2 trillion from three months earlier.

Table 1. Asset Management Companies' AUM, June 2021\*

	Jun 2020	Mar 2021	Jun 2021
AUM	1,186.5	1,237.8	<b>1,268.5</b>
Funds assets	681.8	722.5	<b>751.0</b>
Discretionary assets	504.7	515.3	<b>517.5</b>

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

Figure. Assets under Management, June 2021\*



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



The asset management companies reported net income of KRW609.4 billion in the three months to June 2021, up KRW19.0 billion (3.2%) quarter on quarter and up KRW291.4 billion (91.6%) year on year. Operating income jumped KRW173.2 billion or 34.3% to KRW678.6 billion mainly due to operating revenues expanded 10.9% from three months earlier. By contrast, non-operating income decreased KRW124.1 billion or 55.4% to KRW99.8 billion based on less gains using equity method.

Of the 335 asset management companies, 253 companies were in the black in the April-to-June period 2021. The ratio of firms reporting net loss was seen at 24.5%, 2.9%p higher than in the first three months. Meanwhile, return on equity (ROE) stood at 24.0% for the second quarter of 2021, down 0.8%p quarter on quarter but up 0.81%p year on year.

**Table 2. Asset Management Companies' Net Income, Second Quarter 2021\***

	2020		2021	
	Q2	Q1	Q1	Q2
Net income	318.0	590.4		<b>609.4</b>
Operating income	314.5	505.3		<b>678.6</b>
Operating revenues	823.8	1,215.0		<b>1,347.3</b>
Operating expenses	509.3	709.7		<b>668.8</b>
Non-operating income	99.3	223.9		<b>99.8</b>
Non-operating revenues	104.6	240.2		<b>120.2</b>
Non-operating expenses	5.2	16.4		<b>20.4</b>

\*The figures on Q2 2021 are preliminary as of the release date and subject to change.

**Table 3. Summary Income Statement, Second Quarter 2021\***

	Q1 2021	Q2 2021
Operating revenues	1,215.0	<b>1,347.3</b>
Fees/Commissions	924.1	<b>1,103.7</b>
Fund-related fees/commissions	745.0	<b>924.6</b>
Discretionary advisory service fees	179.1	<b>179.0</b>
Gains from securities investment (derivatives included)	240.7	<b>207.4</b>
Interest income and others	50.2	<b>36.3</b>
Operating expenses	709.7	<b>668.8</b>
Selling and administrative expenses	549.2	<b>556.4</b>
Fee expenses	59.3	<b>61.4</b>
Losses on securities investment (derivatives included)	88.9	<b>39.9</b>
Others	12.3	<b>11.1</b>
Operating income	505.3	<b>678.6</b>
Non-operating income	223.9	<b>99.8</b>
Non-operating revenues	240.2	<b>120.2</b>
Non-operating expenses	16.4	<b>20.4</b>
Net income	590.4	<b>609.4</b>

\*The figures on Q2 2021 are preliminary as of the release date and subject to change.



Fees and commissions revenues grew in the April-to-June period based on greater assets under management and performance-based compensation. The figures came in at KRW1.1037 trillion, up KRW179.6 billion or 19.4% quarter on quarter and up KRW423.9 billion or 62.3% year on year. When it came to selling and administrative expenses, figures for the second quarter grew 1.3% to KRW556.4 billion.

**Table 4. Summary Balance Sheet, June 2021\***

	Mar 2021	Jun 2021
<b>Assets</b>	<b>12,478.5</b>	<b>13,101.1</b>
Cash and deposits	2,776.0	<b>2,782.7</b>
Securities and derivatives	8,099.8	<b>8,579.2</b>
Securities	8,098.7	<b>8,575.1</b>
Derivatives	1.0	<b>4.1</b>
Other assets	1,602.8	<b>1,739.2</b>
<b>Liabilities</b>	<b>2,683.3</b>	<b>2,613.2</b>
<b>Shareholder's equity</b>	<b>9,795.3</b>	<b>10,487.9</b>
Capital	3,009.3	<b>3,060.6</b>

\*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](mailto:pmk620@fss.or.kr)