

SHINHAN FINANCIAL GROUP CO LTD

Form 6-K

November 14, 2007

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**SECURITIES AND EXCHANGE COMMISSION**

**Washington, DC 20549**

**FORM 6-K**

**REPORT OF FOREIGN PRIVATE ISSUER**

**Pursuant to Rule 13a-16 or 15d-16 of  
the Securities Exchange Act of 1934**

**For the Month of November 2007**

**SHINHAN FINANCIAL GROUP CO., LTD.**

(Translation of registrant's name into English)

120, 2-Ga, Taepyung-Ro, Jung-Gu, Seoul 100-102, Korea

(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F  Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T  
Rule 101(b)(1):

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T  
Rule 101(b)(7):

Indicate by check mark whether the registrant by furnishing the information contained in this form is also thereby  
furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes  No

If  Yes is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b):

82-\_\_\_\_\_.

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**Summary of 2007 3Q Business Report**

On November 14, 2007, Shinhan Financial Group ( SFG ) filed the 2007 3Q Business Report (the Business Report ) with the Financial Supervisory Service of the Republic of Korea ( Korea ) pursuant to the Securities and Exchange Act of Korea. This is the summary of the Business Report translated into English. Non-material or previously disclosed information are omitted or abridged.

The financial information in this report has been prepared in accordance with accounting principles generally accepted in Korea.

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EX-99 INDEPENDENT ACCOUNTANT'S REVIEW REPORT

**Exhibit 99**

Independent Accountant s Review Report (Non Consolidated Financial Statements) of Shinhan Financial Group as of September 30, 2007

**Table of Contents****1. Introduction of the Group****Company History in 2007**

March 2007: LG Card joined Shinhan Financial Group as subsidiary

July 2007: Good Morning Shinhan Securities Asia Ltd., an overseas subsidiary of Good Morning Shinhan Securities, joined Shinhan Financial Group as indirect subsidiary

August 2007: Shinhan Khmer Bank Limited joined Shinhan Financial Group as indirect subsidiary

September 2007: LG Card became a wholly-owned subsidiary of Shinhan Financial Group through a small-scale share swap

October 2007: The integrated Shinhan Card was launched

**Principal Subsidiaries under Korean Law as of September 30, 2007****Direct Subsidiaries**

| Subsidiaries                         | Ownership by<br>SFG |
|--------------------------------------|---------------------|
| Shinhan Bank                         | 100.0%              |
| LG Card <sup>1)</sup>                | 100.0%              |
| Good Morning Shinhan Securities      | 100.0%              |
| Shinhan Life Insurance               | 100.0%              |
| Shinhan Card                         | 100.0%              |
| Shinhan Capital                      | 100.0%              |
| Shinhan BNP Paribas ITMC             | 50.0%               |
| Jeju Bank <sup>2)</sup>              | 62.4%               |
| SH&C Life Insurance                  | 50.0%               |
| Shinhan Macquarie Financial Advisory | 51.0%               |
| Shinhan Credit Information           | 100.0%              |
| Shinhan Private Equity               | 100.0%              |

1) On September 21, 2007, LG Card became a wholly owned subsidiary of Shinhan Financial Group through a small scale share swap. LG Card shares were de-listed from the Korea Exchange on October 10, 2007. Further, through a process of business transfer and assumption, Shinhan Card's business was fully assumed by LG Card. Subsequently, LG Card changed its name to Shinhan Card on October 1, 2007.

2) Jeju Bank is currently listed on the Korea Exchange.

**Indirect subsidiaries held through direct subsidiaries**

(As of September 30, 2007)

| Direct Subsidiaries | Indirect Subsidiaries | Ownership by<br>the Parent |
|---------------------|-----------------------|----------------------------|
|                     | 3                     |                            |

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| Direct Subsidiaries             | Indirect Subsidiaries                                  | Ownership by<br>the Parent |
|---------------------------------|--|----------------------------|
| Shinhan Bank                    | Shinhan Data System                                    | 100.00%                    |
|                                 | Shinhan Finance Ltd.(Hong Kong) <sup>1)</sup>          | 100.00%                    |
|                                 | SH Asset Management                                    | 99.97%                     |
|                                 | Shinhan Asia Limited                                   | 100.00%                    |
|                                 | Shinhan Bank America                                   | 100.00%                    |
|                                 | Shinhan Bank Europe GmbH                               | 100.00%                    |
|                                 | Shinhan Vina Bank                                      | 50.00%                     |
|                                 | CHB Valuemeet 2001 year 1 <sup>st</sup> Securitization | 50.00%                     |
|                                 | CHB Valuemeet 2001 year 2 <sup>nd</sup> Securitization | 50.00%                     |
|                                 | CHB Valuemeet 2002 year 1 <sup>st</sup> Securitization | 50.00%                     |
|                                 | Shinhan Khmer Bank Limited                             | 100.00%                    |
| Good Morning Shinhan Securities | Good Morning Shinhan Securities Europe Ltd.            | 100.00%                    |
|                                 | Good Morning Shinhan Securities USA Inc.               | 100.00%                    |
|                                 | Good Morning Shinhan Securities Asia Ltd.              | 100.00%                    |
| Shinhan Private Equity          | Shinhan NPS Private Equity Fund 1 <sup>st</sup>        | 5.00% <sup>2)</sup>        |

1) On November 1, 2006, Shinhan Finance Limited, Shinhan Financial Group's indirect subsidiary, was transferred to a branch of Shinhan Bank. The liquidation process is currently taking place and is expected to be finalized during 2007.

2) Shinhan Financial Group and its subsidiaries currently own 36.7% of Shinhan NPS Private Equity Fund 1<sup>st</sup>.

**Number of Shares by Type**

Number of issued and outstanding shares of the Group as of September 30, 2007

| Types of Shares                         | Number of Shares |
|---|------------------|
| Common Shares                           | 396,199,587      |
| Redeemable Preferred Shares             | 59,440,377       |
| Redeemable Convertible Preferred Shares | 14,721,000       |
| Total                                   | 470,360,964      |

\* On August 20, 2007, 9,316,792 shares of type 2 redeemable preferred shares were redeemed.

\* On September 21, 2007, the Group's common shares increased by 14,631,973 shares, as a result of a small scale share swap with LG Card.

**Table of Contents****Employee Stock Ownership Plan (ESOP)****ESOA Share Ownership per company****(As of September 30, 2007, Unit: shares)**

| Company                         | Association<br>Accounts | Employee<br>Accounts | Total Balance |
|---------------------------------|-------------------------|----------------------|---------------|
| Shinhan Financial Group         | 26,302                  | 33,387               | 59,689        |
| Shinhan Bank                    | 1,198,512               | 3,646,354            | 4,844,866     |
| Good Morning Shinhan Securities |                         | 20,280               | 20,280        |
| Shinhan Capital                 | 11,560                  | 40,913               | 52,473        |
| Shinhan Card                    |                         | 74,898               | 74,898        |
| Shinhan Life Insurance          |                         | 53,355               | 53,355        |
| SH&C Life Insurance             |                         | 947                  | 947           |
| Shinhan Credit Information      |                         | 1,074                | 1,074         |
| Shinhan Data System             |                         | 2,457                | 2,457         |
| Total                           | 1,236,374               | 3,873,665            | 5,110,039     |

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**Table of Contents****2. Business Results**  
**Operational Results**

|  | (KRW million)                  |                        |                        |
|--|--------------------------------|------------------------|------------------------|
|  | 2007 3Q<br>(Jan.1~Sept.<br>30) | 2006<br>(Jan.1~Dec.31) | 2005<br>(Jan.1~Dec.31) |
| Operating Revenue                          | 2,425,905                      | 2,003,752              | 1,718,950              |
| Gain using the equity method of accounting | 2,326,312                      | 1,917,268              | 1,618,314              |
| Interest income                            | 99,501                         | 79,151                 | 95,812                 |
| Gain on Foreign Currency Transaction       | 92                             | 5,838                  | 3,451                  |
| Other income                               |                                | 1,495                  | 1,373                  |
| Operating Expense                          | 277,020                        | 182,889                | 158,321                |
| Loss using the equity method of accounting | 458                            |                        | 1,047                  |
| Interest Expense                           | 233,803                        | 129,644                | 114,544                |
| Loss on Foreign Currency Transaction       | 93                             | 5,838                  | 3,449                  |
| Commission Expense                         | 111                            | 269                    | 124                    |
| SG&A Expense                               | 42,555                         | 47,138                 | 39,157                 |
| Operating Income                           | 2,148,885                      | 1,820,863              | 1,560,629              |

**Source and Use of Funds****Source of Funds**

|                         | (KRW million)                    |              |                                  |              |                                  |              |
|-------------------------|----------------------------------|--------------|----------------------------------|--------------|----------------------------------|--------------|
|                         | 2007 3Q<br>(Jan.1~Sept. 30)      |              | 2006<br>(Jan.1~Dec.31)           |              | 2005<br>(Jan.1~Dec.31)           |              |
|                         | Average<br>Balance <sup>1)</sup> | Ratio<br>(%) | Average<br>Balance <sup>1)</sup> | Ratio<br>(%) | Average<br>Balance <sup>1)</sup> | Ratio<br>(%) |
| Stockholders Equity     | 14,480,025                       | 72.43        | 10,376,235                       | 76.70        | 8,463,137                        | 77.35        |
| Capital Stock           | 2,316,523                        | 11.59        | 2,170,758                        | 16.05        | 2,100,646                        | 19.20        |
| Capital Surplus         | 6,624,908                        | 33.14        | 4,360,100                        | 32.23        | 3,846,957                        | 35.16        |
| Capital Adjustment      | 26,009                           | 0.13         | 25,520                           | 0.19         | 11,475                           | 0.10         |
| Comprehensive<br>Income | 1,445,521                        | 7.23         | 840,704                          | 6.21         | 345,178                          | 3.16         |
| Retained Earnings       | 4,067,064                        | 20.34        | 2,979,153                        | 22.02        | 2,158,881                        | 19.73        |
| Liabilities             | 5,510,610                        | 27.57        | 3,152,497                        | 23.30        | 2,477,425                        | 22.65        |
| Borrowings              | 5,318,560                        | 26.61        | 2,769,824                        | 20.47        | 2,230,681                        | 20.39        |
| Other liabilities       | 192,050                          | 0.96         | 382,673                          | 2.83         | 246,744                          | 2.26         |
| Total                   | 19,990,635                       | 100.00       | 13,528,732                       | 100.00       | 10,940,562                       | 100.00       |

1) The Average Balance was calculated by averaging the ending balance of each quarter.

**Table of Contents****Use of Funds**

(KRW million)

|                             | 2007 3Q<br>(Jan.1~Sept. 30)      |              | 2006<br>(Jan.1~Dec.31)           |              | 2005<br>(Jan.1~Dec.31)           |              |
|-----------------------------|----------------------------------|--------------|----------------------------------|--------------|----------------------------------|--------------|
|                             | Average<br>Balance <sup>1)</sup> | Ratio<br>(%) | Average<br>Balance <sup>1)</sup> | Ratio<br>(%) | Average<br>Balance <sup>1)</sup> | Ratio<br>(%) |
| Investments on equity stock | 18,051,566                       | 90.30        | 11,646,253                       | 86.09        | 9,060,179                        | 82.82        |
| Shinhan Bank                | 10,358,417                       | 51.82        | 8,997,565                        | 66.50        | 7,591,397                        | 69.39        |
| LG Card                     | 4,353,650                        | 21.78        |                                  |              |                                  |              |
| Shinhan Card                | 922,250                          | 4.61         | 639,038                          | 4.72         | 197,754                          | 1.81         |
| Good Morning                |                                  |              |                                  |              |                                  |              |
| Shinhan Securities          | 1,286,399                        | 6.44         | 943,203                          | 6.97         | 867,403                          | 7.93         |
| Shinhan Life                |                                  |              |                                  |              |                                  |              |
| Insurance                   | 801,568                          | 4.01         | 768,599                          | 5.68         | 147,558                          | 1.35         |
| Shinhan Capital             | 192,031                          | 0.96         | 170,264                          | 1.26         | 139,108                          | 1.27         |
| Jeju Bank                   | 72,692                           | 0.36         | 66,809                           | 0.49         | 57,606                           | 0.53         |
| Shinhan Credit              |                                  |              |                                  |              |                                  |              |
| Information                 | 10,706                           | 0.05         | 9,179                            | 0.07         | 8,198                            | 0.07         |
| Shinhan Private             |                                  |              |                                  |              |                                  |              |
| Equity                      | 9,476                            | 0.05         | 8,987                            | 0.07         | 9,300                            | 0.09         |
| Shinhan BNP                 |                                  |              |                                  |              |                                  |              |
| Paribas ITMC                | 25,212                           | 0.13         | 24,152                           | 0.18         | 23,139                           | 0.21         |
| SH&C Life                   |                                  |              |                                  |              |                                  |              |
| Insurance                   | 18,325                           | 0.09         | 17,322                           | 0.13         | 14,879                           | 0.14         |
| Shinhan Macquarie           |                                  |              |                                  |              |                                  |              |
| FA                          | 840                              | 0.00         | 1,135                            | 0.01         | 1,641                            | 0.01         |
| E-Shinhan                   |                                  |              |                                  |              | 2,197                            | 0.02         |
| Loans                       | 1,175,504                        | 5.88         | 1,299,633                        | 9.61         | 1,667,537                        | 15.24        |
| Fixed Assets                | 721                              | 0.00         | 959                              | 0.01         | 1,296                            | 0.01         |
| Cash Deposit in bank        | 588,538                          | 2.94         | 422,201                          | 3.12         | 177,313                          | 1.62         |
| Other Assets                | 174,306                          | 0.87         | 159,686                          | 1.18         | 34,237                           | 0.31         |
| Total                       | 19,990,635                       | 100.00       | 13,528,732                       | 100.00       | 10,940,562                       | 100.00       |

1) The Average Balance was calculated by averaging the ending balances of each quarter.

**Other Financial Information****Group BIS Ratio**

(KRW million)

|  | 2007 3Q (E) |
|--|-------------|
| Aggregate Amount of Equity Capital (A) | 17,208,457  |
| Risk-Weighted Assets (B)               | 156,389,362 |
| BIS Ratio (A/B) <sup>1)</sup>          | 11.00%      |

1) Following amendments in the Financial Holding Company Guidelines of the Financial Supervisory Commission, the Group BIS Ratio, rather than the Requisite Capital Ratio, is used as an index for measuring capital adequacy, beginning FY2007.

**Won Liquidity Ratio**

(KRW million)

|   | 2007 3Q | 2006    | 2005    |
|---|---------|---------|---------|
| Won Assets due within 3 months (A)      | 544,195 | 605,415 | 341,547 |
| Won Liabilities due within 3 months (B) | 529,720 | 248,661 | 332,746 |
| Won Liquidity Ratio (A/B) <sup>1)</sup> | 102.73% | 243.47% | 102.65% |

- 1) Under the guidelines issued by the Financial Supervisory Commission, we, at the holding company level, are required to maintain a Won liquidity ratio of no less than 100%.

**Table of Contents****Liabilities to Equity Ratio**

(KRW million)

|                                   | 2007 3Q    | 2006       | 2005       |
|-----------------------------------|------------|------------|------------|
| Liabilities (A)                   | 3,061,396  | 3,642,105  | 2,325,114  |
| Equity (B)                        | 10,897,232 | 11,361,526 | 10,137,017 |
| Liabilities to Equity Ratio (A/B) | 28.09%     | 32.06%     | 22.94%     |

**Capital Adequacy Ratio and Other Ratios of Certain Subsidiaries**(1) BIS Capital Adequacy Ratio (%) <sup>1)</sup>

|                            | 2007 3Q | 2006  | 2005  |
|----------------------------|---------|-------|-------|
| Shinhan Bank <sup>2)</sup> | 12.57   | 12.01 | 10.94 |
| Jeju Bank                  | 10.90   | 11.26 | 11.71 |

1) The BIS Capital Adequacy Ratio is computed in accordance with the guidelines issued by the Financial Supervisory Commission for commercial banks. Under these guidelines, commercial banks are required to maintain a minimum capital adequacy ratio of 8%.

2) The integrated Shinhan Bank was launched on April 1, 2006 and the figure for 2005 is of pre-merger Chohung Bank, the surviving entity.

## (2) Net Capital Ratio (%)

|                                 | Sept 30 2007 | Mar.31 2007 | Mar.31 2006 |
|---------------------------------|--------------|-------------|-------------|
| Good Morning Shinhan Securities | 511.99       | 451.69      | 558.60      |

\* Net Capital Ratio is computed in accordance with the guidelines issued by the Financial Supervisory Commission for securities investment trust businesses. Under these guidelines, Good Morning Shinhan Securities is required to maintain a minimum net capital ratio of 100%.

## (3) Solvency Margin Ratio (%)

|                        | Sept. 30<br>2007 | Mar.31<br>2007 | Mar.31<br>2006 |
|------------------------|------------------|----------------|----------------|
| Shinhan Life Insurance | 230.09           | 224.7          | 230.8          |

\* Under the guidelines issued by the Financial Supervisory Commission, Shinhan Life Insurance is required to maintain a minimum solvency margin ratio of 100%.

## (4) Adjusted Equity Capital Ratio (%)

|              | 2007 3Q | 2006  | 2005  |
|--------------|---------|-------|-------|
| LG Card      | 34.01   | 34.25 | 25.55 |
| Shinhan Card | 15.72   | 17.47 | 17.68 |

\* The Adjusted Equity Capital Ratio represents the ratio of total adjusted shareholder's equity to total adjusted assets and is computed in accordance with the guidelines issued by the Financial Supervisory Commission for credit card companies. Under these guidelines, Shinhan Card and LG Card are required to maintain a minimum adjusted equity capital ratio of 8%.

**Table of Contents****Non- Performing Loans of Certain Subsidiaries <sup>1)</sup>**

## (1) Non- Performing Loans

(KRW million)

|                            | Sept. 30,2007 |        | Dec.31.2006 |        | Dec.31. 2005 |        |
|----------------------------|---------------|--------|-------------|--------|--------------|--------|
|                            | Balance of    | NPL to | Balance of  | NPL to | Balance of   | NPL to |
|                            | NPL           | total  | NPL         | total  | NPL          | total  |
|                            | Loans         | Loans  | Loans       | Loans  | Loans        | Loans  |
|                            | (%)           | (%)    | (%)         | (%)    | (%)          | (%)    |
| Shinhan Bank <sup>2)</sup> | 863,675       | 0.67   | 729,655     | 0.62   | 531,349      | 1.15   |
| Jeju Bank                  | 17,230        | 0.85   | 13,120      | 0.74   | 16,287       | 1.15   |
| LG Card <sup>3)</sup>      | 384,178       | 3.96   | 493,236     | 6.05   | 544,705      | 8.22   |
| Shinhan Card <sup>3)</sup> | 67,389        | 1.91   | 111,770     | 3.50   | 33,420       | 2.71   |

  

|                              | Sept. 30,2007 |           | March 31, 2007 |           | March 31, 2006 |           |
|------------------------------|---------------|-----------|----------------|-----------|----------------|-----------|
|                              | Balance of    | NPL to    | Balance of     | NPL to    | Balance of     | NPL to    |
|                              | NPL           | total     | NPL            | total     | NPL            | total     |
|                              | Loans (%)     | Loans (%) | Loans (%)      | Loans (%) | Loans (%)      | Loans (%) |
| GMS Securities <sup>3)</sup> | 26,732        | 2.37      | 25,888         | 2.54      | 26,943         | 5.68      |

- 1) Non-performing loans of banks are defined as those loans are past due more than 90 days or those are placed on non-accrual status according to the guidelines of the Financial Supervisory Commission.
- 2) Figures for 2005 are of pre-merger Chohung Bank, the surviving entity.
- 3) Under the guidelines of the Financial Supervisory Commission, every securities brokerage company and credit card company shall classify its loans into five categories: normal, precautionary, substandard, doubtful and estimated loss. Under the Group's internal measures, non-performing loans of Good Morning Shinhan Securities, Shinhan Card, and LG Card includes loans classified as substandard, doubtful, and estimated loss.

## (2) Loan Loss Allowances &amp; Write-offs for the period

(KRW million)

|              | Loan           |          | Jan. 1, 2007~ | Jan. 1, 2006~ | Jan. 1, 2005~ |
|--------------|----------------|----------|---------------|---------------|---------------|
|              |                |          | Sept 30, 2007 | Dec. 31, 2006 | Dec. 31, 2005 |
| Shinhan Bank | Loss Allowance | Domestic | 2,065,429     | 1,911,843     | 905,000       |
|              |                | Overseas | 65,917        | 59,758        | 27,600        |
|              |                | Total    | 2,131,346     | 1,971,601     | 932,600       |
|              | Write-offs     |          | 151,998       | 160,636       | 571,500       |
| Jeju Bank    | Loss Allowance | Domestic | 31,508        | 26,313        | 25,329        |
|              |                | Overseas |               |               |               |
|              |                | Total    | 31,508        | 26,313        | 25,329        |
|              | Write-offs     |          | 9,078         | 8,325         | 19,145        |
| LG Card      | Loss Allowance | Domestic | 674,023       | 894,173       | 911,739       |
|              |                | Overseas |               |               |               |
|              |                | Total    | 674,023       | 894,173       | 911,739       |
|              | Write-offs     |          | 349,503       | 533,403       | 1,528,629     |

|              |            |          |         |         |         |
|--------------|------------|----------|---------|---------|---------|
| Shinhan Card | Loan       |          |         |         |         |
|              | Loss       | Domestic | 142,480 | 148,724 | 46,269  |
|              | Allowance  | Overseas |         |         |         |
|              |            | Total    | 142,480 | 148,724 | 46,269  |
|              | Write-offs |          | 92,564  | 179,351 | 117,583 |
|              |            |          | 9       |         |         |

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|                       |                           |                   | Apr. 1,<br>2007~<br>Sept. 30,<br>2007 | Apr. 1,<br>2006~<br>Mar. 31,<br>2007 | Apr. 1,<br>2005~<br>Mar. 31,<br>2006 |
|-----------------------|---------------------------|-------------------|---------------------------------------|--------------------------------------|--------------------------------------|
| GM Shinhan Securities | Loan<br>Loss<br>Allowance | Domestic          | 34,647                                | 30,776                               | 28,900                               |
|                       |                           | Overseas<br>Total | 34,647                                | 30,776                               | 28,900                               |
|                       | Write-offs                |                   |                                       | 1,117                                | 2,300                                |

**3. Independent Auditor*****Audit Opinion for the last 3 years***

|               | 2007<br>3Q | FY 2006     | FY 2005     |
|---------------|------------|-------------|-------------|
| Audit Opinion |            | Unqualified | Unqualified |

***Compensation to the Independent Auditor for Audit and Review Services***

The following is a description of the fees for audit and review services performed by our independent auditor for the last three years in connection with our financial statements prepared in accordance with generally accepted accounting principles in Korea.

| Year    | Auditor                          | Payment (KRW mil.) | Details  | Working<br>hours |
|---------|----------------------------------|--------------------|--|------------------|
| 2007 3Q | KPMG Samjong<br>Accounting Corp. | 341 (annual)       | Review/Audit of Financial<br>Statements  | 2,465 hours      |
|         | KPMG Samjong<br>Accounting Corp. | 399                | Review of Financial<br>Statements related to<br>accounting treatment of<br>LG Card acquisition | 2,755 hours      |
| 2006    | KPMG Samjong<br>Accounting Corp. | 304                | Review/Audit of Financial<br>Statements  | 3,150 hours      |
| 2005    | KPMG Samjong<br>Accounting Corp. | 288                | Review/Audit of Financial<br>Statements  | 3,073 hours      |

**Table of Contents****4. Directors, Executive Officers and Employees*****Directors and Executive Officers***

## 1) Executive Directors

| Name         | Date of Birth | Position  | Service Term                            |
|--------------|---------------|---|---|
| Eung Chan Ra | Nov. 25, 1938 | Chairman of BOD<br>Board Steering<br>Committee Head   | 3 years starting from<br>March 20, 2007 |
| In Ho Lee    | Nov. 2, 1943  | President & CEO<br>Board Steering<br>Committee member | 2 years starting from<br>March 20, 2007 |

## 2) Non-Executive Directors

Currently, 13 non-executive directors are in office, of which 12 members are outside directors, nominated by our Outside Director Recommendation Committee and appointed pursuant to the approval of general shareholders meeting on March 20, 2007.

Our non-executive directors are as follows:

| Name              | Date of Birth  | Outside Director | Sub-Committees   | Service Term                        |
|-------------------|----------------|------------------|--|-------------------------------------|
| Sang Hoon Shin    | July 1, 1948   | X                |  | 1 year starting from March 20, 2007 |
| Si Jong Kim       | Apr. 16, 1937  | O                |  | 1 year starting from March 20, 2007 |
| Young Woo Kim     | May 1, 1952    | O                | Audit Committee member   | 1 year starting from March 20, 2007 |
| Byung Hun Park    | Sept. 10, 1928 | O                | Board Steering Committee member  | 1 year starting from March 20, 2007 |
| Yong Woong Yang   | Aug. 4, 1948   | O                |  | 1 year starting from March 20, 2007 |
| Haeng Nam Chung   | Mar. 15, 1941  | O                |  | 1 year starting from March 20, 2007 |
| Young Hoon Choi   | Nov. 8, 1928   | O                |  | 1 year starting from March 20, 2007 |
| Philippe Reynieix | Jun. 24, 1949  | O                | Risk Management Committee member<br>Board Steering Committee member                                | 1 year starting from March 20, 2007 |
| Pyung Joo Kim     | Feb. 6, 1939   | O                | Risk Management Committee Head<br>Compensation Committee member<br>Board Steering Committee member | 1 year starting from March 20, 2007 |
| Shee Yul Ryoo     | Sept. 5, 1938  | O                | Risk Management Committee member   | 1 year starting from March 20, 2007 |
| Yoon Soo Yoon     | Mar. 5, 1946   | O                | Compensation Committee Head<br>Audit Committee member<br>Compensation Committee member             | 1 year starting from March 20, 2007 |

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|               |                |   |  |  |
|---------------|----------------|---|--|--|
| Sang Yoon Lee | Sept. 13, 1942 | O | Audit Committee member<br>Compensation Committee<br>member | 1 year starting from March 20,<br>2007 |
| Sung Bin Chun | Jan. 21, 1953  | O | Audit Committee Head<br>Compensation Committee<br>member   | 1 year starting from March 20,<br>2007 |

For personal profiles of the outside directors, please refer to our Form 6-K filed on February 21, 2007.

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## 3) Executive Officers

In addition to the executive directors, we currently have the following executive officers:

| Name          | Date of Birth  | Position                                     | In charge of   |
|---------------|----------------|--|--|
| Baek Soon Lee | Oct. 8, 1952   | Deputy President                             | General Affairs Team, Business Management Team, Public Relations Team  |
| Jae Woon Yoon | July 22, 1951  | Deputy President                             | Synergy Management Team, Information & Technology Planning Team, Risk Management Team, Audit & Compliance Team |
| Buhmsoo Choi  | August 8, 1956 | Deputy President and Chief Financial Officer | Finance Management Team, Investor Relations Team, Strategic Planning Team                                      |

**Stock Options (as of November 6, 2007)**

|                 | Guarantee   | No. of<br>Granted<br>Options | Number of Changes              |                                |                                  |
|-----------------|---|------------------------------|--------------------------------|--------------------------------|----------------------------------|
|                 |   |                              | No. of<br>Exercised<br>Options | No. of<br>Cancelled<br>Options | No. of<br>Exercisable<br>Options |
| Granted in 2002 | Management, Head of Department                    | 864,576                      | 551,825                        | 0                              | 312,751                          |
| Granted in 2003 | Management, Head of Department                    | 1,020,416                    | 566,261                        | 11,600                         | 442,555                          |
| Granted in 2004 | Management, Head of Department                    | 1,258,923                    | 511,884                        | 15,200                         | 731,839                          |
| Granted in 2005 | Management, Head of Department, Outside Directors | 2,620,331                    | 0                              | 251,300                        | 2,369,031                        |
| Granted in 2006 | Management, Head of Department, Outside Directors | 3,296,200                    | 0                              | 166,800                        | 3,129,400                        |
| Granted in 2007 | Management, Head of Department, Outside Directors | 1,301,050                    | 0                              | 7,500                          | 1,293,550                        |
|                 | Total   | 10,361,496                   | 1,629,970                      | 452,400                        | 8,279,126                        |

**Employees**

(As of Sept. 30, 2007)

|        | Number of<br>Employees | Average length of Service | Total Salaries and wages<br>paid in recent 9 months<br>(KRW million) | Average Payment<br>per person<br>(KRW million) |
|--------|------------------------|---------------------------|--|--|
| Male   | 85                     | 2yrs 5mths                | 5,911  | 70   |
| Female | 15                     | 3yrs 2mths                | 443  | 30   |
| Total  | 100                    | 2yrs 9mths                | 6,354  | 64   |

**Table of Contents****5. Activities of Board of Directors and sub-committees during 2007 3Q*****1) Meetings of Board of Directors***

| Date          | Agenda  |          |
|---------------|---|----------|
| Aug. 28, 2007 | 1. Incorporation of Shinhan PE's new Private Equity Fund as SFG's Indirect Subsidiary<br>Inclusion of Shinhan Private Equity's PEF as SFG's indirect subsidiary, following its establishment  | Approved |
|               | 2. Corporate Bond Issuance<br>44th issue of corporate bond to provide working capital to Shinhan Card and secure operating capital for SFG.   | Approved |
|               | 3. Cancellation of Stock Option Grant<br>Cancellation of stock options granted to those who retired from or left one's company voluntarily or retired from or left the company for reasons attributable to themselves within 2 years of the grant   | Approved |
| Oct. 30, 2007 | 4. Appointment of Non-Director Executives<br>Appointment of Deputy President (Baek Soon Lee, Jae Woon Yoon)   | Approved |
|               | 1. Sixth Amendment to the Guidelines on Personal Credit Data Provision and Use<br>Elimination of LG Card from a list of companies subject to provision and use of personal credit data within the Group poses a need to amend relevant provisions in the Guidelines on Personal Credit Data Provision and Use | Approved |
|               | 2. Corporate Bond Issuance<br>45th and 46th corporate bond issuance to provide operating capital support to Shinhan Card and Shinhan Capital  | Approved |

***2) Board Steering Committee***

| Date          | Agenda   |          |
|---------------|--|----------|
| Aug. 28, 2007 | 1. Appointment of Non-Director Executives Candidates<br>Appointment of Deputy President (Baek Soon Lee, Jae Woon Yoon) | Approved |

***3) Risk Management Committee***

| Date          | Agenda  |          |
|---------------|---|----------|
| Aug. 28, 2007 | 1. Alterations of Shinhan Bank's risk limits by type for 2007<br>Reporting item: 2007 2Q Group's Capital Adequacy Ratio and Risk Limit maintenance status | Approved |

***4) Meetings of Audit Committee***

| Date          | Agenda  |          |
|---------------|---|----------|
| Aug. 28, 2007 | 1. Service fees relating to 2007 US GAAP audit and attestations for Internal Control over Financial Reporting<br>Approval on service fee amount   | Approved |
|               | 2. Ratification of the Company and its subsidiaries' Audit and Non-audit Contracts<br>Engagement contract of independent auditor<br>: Shinhan BNPP ITMC, SH&C Life Insurance, Shinhan Macquarie Financial Advisory<br>Corporate Tax settlement service contract:<br>: SFG, GMSH Securities, Shinhan Capital, Jeju Bank, SH Asset Mgmt., Shinhan PE<br>Hong Kong branch, Shinhan Bank : Corporate tax reporting service contract | Approved |

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SH&C Life Insurance : 2007 Audit contract of special account

GMSH Securities overseas subsidiary in Hong Kong : 2007 Audit contract

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**Table of Contents****5) Compensation Committee**

| Date           | Agenda  | Approved |
|----------------|---|----------|
| Sept. 12, 2007 | 1. Re-establishment of executive MBO for 2007 | Approved |

**6. Market Price Information of our Common Shares and ADRs  
Common Share Traded on the Korea Exchange**

(KRW, number of shares)

|                 | Apr. 2007  | May 2007   | June 2007  | July 2007  | Aug. 2007  | Sept. 2007 |
|-----------------|------------|------------|------------|------------|------------|------------|
| Price per share |            |            |            |            |            |            |
| High            | 56,600     | 57,300     | 59,200     | 66,200     | 60,800     | 60,300     |
| Low             | 52,100     | 50,600     | 54,600     | 56,300     | 52,800     | 53,400     |
| Trading Volume  | 27,055,056 | 34,202,457 | 46,235,370 | 34,082,039 | 34,467,487 | 22,284,348 |

**American Depositary Shares traded on the New York Stock Exchange**

Shinhan Financial Group listed its American Depositary Shares on the New York Stock Exchange on September 16, 2003.

(USD, number of shares)

|                 | Apr. 2007 | May 2007 | June 2007 | July 2007 | Aug. 2007 | Sept. 2007 |
|-----------------|-----------|----------|-----------|-----------|-----------|------------|
| Price per share |           |          |           |           |           |            |
| High            | 122.75    | 123.06   | 129.90    | 148.29    | 132.80    | 131.68     |
| Low             | 112.16    | 110.08   | 119.49    | 124.50    | 113.10    | 114.49     |
| Trading Volume  | 511,500   | 477,100  | 632,600   | 849,200   | 972,500   | 722,600    |

**Table of Contents****7. Related Party Transactions***Loans to Subsidiaries*

(As of Sept. 30, 2007, Unit: KRW 100 million)

| <b>Subsidiary</b> | <b>Loan Type</b>          | <b>Origination Date</b> | <b>Maturity Date</b> | <b>Funding Rate</b> | <b>Lending Rate</b> | <b>Beginning Balance</b> | <b>Increase</b> | <b>Decrease</b> | <b>Ending Balance</b> |
|-------------------|---------------------------|-------------------------|----------------------|---------------------|---------------------|--------------------------|-----------------|-----------------|-----------------------|
| Shinhan Capital   | Loans in KRW              | 2002-03-29              | 2007-04-04           | 7.47%               | 8.12%               | 200                      |                 | 200             |                       |
| Shinhan Capital   | Loans in KRW              | 2002-07-29              | 2007-07-29           | 6.30%               | 6.65%               | 200                      |                 | 200             |                       |
| Shinhan Capital   | Loans in KRW              | 2002-11-21              | 2007-11-21           | 5.88%               | 6.18%               | 200                      |                 |                 | 200                   |
| Shinhan Capital   | Loans in KRW              | 2002-12-16              | 2007-12-16           | 5.96%               | 6.22%               | 200                      |                 |                 | 200                   |
| Shinhan Card      | Loans in KRW              | 2003-04-23              | 2009-04-23           | 5.47%               | 6.28%               | 1,000                    |                 |                 | 1,000                 |
| Shinhan Capital   | Loans in KRW              | 2003-06-24              | 2008-06-24           | 5.69%               | 5.95%               | 300                      |                 |                 | 300                   |
| Shinhan Capital   | Loans in KRW              | 2003-07-24              | 2008-07-24           | 5.87%               | 6.13%               | 200                      |                 |                 | 200                   |
| Shinhan Capital   | Loans in KRW              | 2004-03-24              | 2009-03-24           | 5.11%               | 5.93%               | 200                      |                 |                 | 200                   |
| Shinhan Capital   | Loans in KRW              | 2004-03-24              | 2007-03-24           | 4.76%               | 5.16%               | 300                      |                 | 300             |                       |
| Shinhan Capital   | Loans in KRW              | 2004-06-25              | 2009-06-25           | 0.0493              | 0.0522              | 500                      |                 |                 | 500                   |
| Shinhan Capital   | Loans in Foreign Currency | 2004-07-15              | 2007-06-15           | 3M Libor + 0.70%    | 3M Libor + 0.90%    | 372                      |                 | 372             |                       |
| Shinhan Capital   | Loans in KRW              | 2005-01-31              | 2008-01-31           | 4.21%               | 4.58%               | 300                      |                 |                 | 300                   |
| GMSH Securities   | Loans in KRW              | 2005-01-31              | 2010-07-31           | 4.59%               | 5.25%               | 700                      |                 |                 | 700                   |
| Shinhan Card      | Loans in KRW              | 2005-03-18              | 2007-03-18           | 4.13%               | 4.49%               | 500                      |                 | 500             |                       |
| Shinhan Card      | Loans in KRW              | 2005-03-18              | 2008-03-18           | 4.23%               | 4.54%               | 500                      |                 |                 | 500                   |
| Shinhan Capital   | Loans in KRW              | 2005-03-18              | 2007-03-18           | 4.23%               | 4.49%               | 500                      |                 | 500             |                       |
| Shinhan Capital   | Loans in KRW              | 2005-05-09              | 2008-05-09           | 3.99%               | 4.33%               | 500                      |                 |                 | 500                   |
| Shinhan Capital   | Loans in KRW              | 2005-12-16              | 2008-12-16           | 5.48%               | 5.67%               | 400                      |                 |                 | 400                   |
| Shinhan Card      | Loans in KRW              | 2006-01-24              | 2009-01-24           | 5.24%               | 5.41%               | 500                      |                 |                 | 500                   |
| Shinhan Capital   | Loans in KRW              | 2006-01-24              | 2009-01-24           | 5.24%               | 5.41%               | 500                      |                 |                 | 500                   |
| Shinhan Card      | Loans in KRW              | 2006-02-27              | 2009-02-27           | 5.07%               | 5.23%               | 1000                     |                 |                 | 1,000                 |

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|                        |                           |            |            |           |           |        |       |       |        |
|------------------------|---------------------------|------------|------------|-----------|-----------|--------|-------|-------|--------|
| Shinhan Card           | Loans in KRW              | 2006-04-24 | 2009-04-24 | 5.09%     | 5.22%     | 1000   |       |       | 1,000  |
| GMSH Securities        | Loans in KRW              | 2006-07-31 | 2012-01-31 | 5.16%     | 5.64%     | 1000   |       |       | 1,000  |
| Shinhan Capital        | Loans in KRW              | 2006-09-26 | 2011-09-26 | 4.91%     | 4.99%     | 500    |       |       | 500    |
| Shinhan Capital        | Loans in Foreign Currency | 2006-12-29 | 2009-12-29 | 3ML+0.25% | 3ML+0.38% | 279    |       | 279   |        |
| Shinhan Capital        | Loans in KRW              | 2007-03-23 | 2012-03-23 | 5.28%     | 5.48%     |        | 500   |       | 500    |
| Shinhan Capital        | Loans in KRW              | 2007-04-13 | 2010-04-13 | 5.24%     | 5.38%     |        | 500   |       | 500    |
| Shinhan Capital        | Loans in KRW              | 2007-06-08 | 2012-06-08 | 5.54%     | 5.95%     |        | 500   |       | 500    |
| Shinhan Private Equity | Loans in KRW              | 2007-06-28 | 2008-06-27 | 5.31%     | 5.51%     |        | 50    |       | 50     |
| Shinhan Card           | Loans in KRW              | 2007-09-27 | 2010-09-27 | 5.91%     | 6.05%     |        | 1,000 |       | 1,000  |
|                        |                           |            |            |           |           | 11,851 | 2,550 | 2,351 | 12,050 |

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**Table of Contents**

**Exhibit 99** Independent Accountant's Review Report (Non Consolidated Financial Statements) of Shinhan Financial Group as of Sept. 30, 2007

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**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

SHINHAN FINANCIAL GROUP CO., LTD.

By /s/ Buhmsoo Choi  
Name: Buhmsoo Choi  
Title: Chief Financial Officer

Date : November 14, 2007