

SHINHAN FINANCIAL GROUP CO LTD

Form 6-K

May 15, 2009

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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 May 2009

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-_____.

Summary of 2009 1Q Business Report

On May 15, 2009, Shinhan Financial Group (SFG) filed its 2009 1Q Business Report (the Business Report) with the Financial Supervisory Service of the Republic of Korea (Korea) pursuant to the Financial Investment Services and Capital Market 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-99.1

Exhibit 99-1

Independent Accountant s Review Report (Non-consolidated Financial Statements) of Shinhan Financial Group as of March 31, 2009

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1. Introduction of the Group

Company History in 2008 and 2009

March 2008 : JSC Shinhan Bank Kazakhstan, a subsidiary of Shinhan Bank, joins SFG as an indirect subsidiary

April 2008 : SFG and Shinhan Bank obtain the Federal Reserve Bank's approval to become Financial Holding Companies

April 2008 : Shinhan Bank China Limited, a subsidiary of Shinhan Bank, joins SFG as an indirect subsidiary

May 2008 : Shinhan AITAS, a fund administration and accounting subsidiary of Shinhan Bank, joins SFG as an indirect subsidiary

June 2008 : Shinhan-KTF Mobile Card, a joint-venture company with KT Freetel, joins SFG as an indirect subsidiary

August 2008 : Shinhan Private Equity Fund II joins SFG as an indirect subsidiary

September 2008 : Shinhan Bank Canada joins SFG as an indirect subsidiary

January 2009: Shinhan BNP Paribas Asset Management launched through the merger of Shinhan BNP Paribas ITMC and SH Asset Management

Change in Management

On March 17, 2009, the Board of Directors of Shinhan Financial Group appointed Mr. Sang Hoon Shin as the new President & CEO. Mr. Sang Hoon Shin was formerly the President and CEO of Shinhan Bank. Mr. Shin also served as the Managing Director of Shinhan Financial Group in 2001 and as the Managing Director of Shinhan Bank in 1999.

Changes in Capital Stock

The number of our common shares has increased by 78,000,000 shares on March 25, 2009 as a result of a rights offering. The subscription price for the new common shares was KRW 16,800 per share. The aggregate proceed from this offering was KRW 1,310,400 million prior to adjusting for the underwriting commissions and other offering expenses. Please refer to the 6-K filed at February 2, 2009 for more details regarding the rights offering.

Dividend for FY 2008

- 1) Dividend Amount for Common Stock: KRW 0
- 2) Dividend Amount for Preferred Stock: KRW 244,987 million
- 3) Total Dividend Amount: KRW 244,987 million

Table of Contents**Principal Subsidiaries under Korean Law (as of March 31, 2009)***Direct Subsidiaries*

| Subsidiaries | Ownership by SFG |
|--|---------------------|
| Shinhan Bank | 100.0% |
| Shinhan Card | 100.0% |
| SHC Management | 100.0% |
| Good Morning Shinhan Securities | 100.0% |
| Shinhan Life Insurance | 100.0% |
| Shinhan Capital | 100.0% |
| Shinhan BNP Paribas Asset Management ¹⁾ | 65.0% |
| Jeju Bank ²⁾ | 68.9% |
| SH&C Life Insurance | 50.0% |
| Shinhan Macquarie Financial Advisory | 51.0% |
| Shinhan Credit Information | 100.0% |
| Shinhan Private Equity | 100.0% |

1) Shinhan BNP Paribas Asset Management launched on January 1, 2009.

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

Indirect subsidiaries held through direct subsidiaries

| Direct Subsidiaries | Indirect Subsidiaries | Ownership by the Parent |
|---------------------|--|----------------------------|
| Shinhan Bank | Shinhan Data System | 100.00% |
| | Shinhan Finance Ltd.(Hong Kong) ¹⁾ | 100.00% |
| | 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 st Securitization | 50.00% |
| | CHB Valuemeet 2001 year 2 nd Securitization | 50.00% |
| | CHB Valuemeet 2002 year 1 st Securitization | 50.00% |
| | Shinhan Khmer Bank Limited | 80.1% |
| | JSC Shinhan Bank Kazakhstan | 100.00% |
| | Shinhan Bank China Limited | 100.00% |
| | Shinhan AITAS | 89.6% |
| | Shinhan Bank Canada | 100.00% |
| Shinhan Card | Shinhan-KTF Mobile Card | 50.00% |

| | | |
|---------------------------------|---|---------------------|
| 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 st | 5.00% ²⁾ |
| | Shinhan Private Equity Fund II | 2.17% ³⁾ |

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.

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

3) Shinhan Financial Group and its subsidiaries currently own 32.6% of Shinhan Private Equity Fund II.

Table of Contents**Number of Shares**

| Types of Shares | Number of Shares | |
|---|-------------------------------|-------------------------|
| | As of December 31, 2008 | As of March 31, 2009 |
| Common Shares | 396,199,587 | 474,199,587 |
| Redeemable Preferred Shares | 47,690,251 | 47,690,251 |
| Redeemable Convertible Preferred Shares | 14,721,000 | 14,721,000 |
| Total | 458,610,838 | 536,610,838 |

2. Business Results**Operation Results**

| | (KRW billion) | | |
|--|------------------------|------------------------|------------------------|
| | 2009 (Jan.1~Mar.31) | 2008 (Jan.1~Dec.31) | 2007 (Jan.1~Dec.31) |
| Operating income | 204.9 | 3,032.2 | 3,737.4 |
| Non-operating income | 31.6 | 223.6 | 277.7 |
| Non-operating expense | 32.5 | 262.1 | 102.0 |
| Earnings before income tax | 204.0 | 2,993.7 | 3,913.1 |
| Income taxes | 81.6 | 968.5 | 549.0 |
| Pre-acquisition income in subsidiaries | 0.0 | -0.4 | 874.1 |
| Consolidated net income | 122.4 | 2,025.6 | 2,490.0 |
| Net income in majority interest | 118.1 | 2,018.6 | 2,396.4 |
| Net income in minority interest | 4.3 | 7.0 | 93.6 |

Table of Contents**Source and Use of Funds****Source of Funds**

| | 2009 (Jan.1~Mar.31) | | | | 2008 (Jan.1~Dec.31) | | | | 2007 (Jan.1~Dec.31) | | | |
|--------------------|------------------------|-------------|-------------|-----------------|------------------------|-------------|-----------------|-------------|------------------------|-----------------|-------------|--------|
| | Average Balance | Interest | Interest | Average Balance | Interest | Interest | Average Balance | Interest | Interest | Average Balance | Interest | |
| | Ratio (%) | Rate (%) | Rate (%) | Ratio (%) | Rate (%) | Rate (%) | Ratio(%) | Rate (%) | Rate (%) | Ratio(%) | Rate (%) | |
| W 100 million, (%) | | | | | | | | | | | | |
| Fund in | Deposits | | | | | | | | | | | |
| KRW | | 1,080,983 | 40.68 | 10,002 | 3.75 | 958,347 | 38.71 | 39,116 | 4.08 | 876,195 | 40.78 | 26,967 |
| | CD | 130,067 | 4.89 | 2,015 | 6.28 | 157,372 | 6.36 | 9,600 | 6.10 | 149,773 | 6.97 | 8,076 |
| | Borrowing | 68,481 | 2.58 | 840 | 4.97 | 67,277 | 2.72 | 3,332 | 4.95 | 60,264 | 2.81 | 2,437 |
| | Call Loan | 6,459 | 0.24 | 34 | 2.13 | 21,912 | 0.89 | 1,043 | 4.76 | 19,148 | 0.89 | 1,130 |
| | Debenture | 413,718 | 15.57 | 5,903 | 5.79 | 418,532 | 16.91 | 24,970 | 5.97 | 369,104 | 17.18 | 18,850 |
| | Others | 101,972 | 3.84 | 1,027 | 4.08 | 76,243 | 3.08 | 4,259 | 5.59 | 57,816 | 2.69 | 3,519 |
| | Subtotal | 1,801,680 | 67.79 | 19,821 | 4.46 | 1,699,683 | 68.66 | 82,320 | 4.84 | 1,532,300 | 71.32 | 60,980 |
| Fund in | Deposits | | | | | | | | | | | |
| Foreign | | 95,207 | 3.58 | 560 | 2.39 | 67,431 | 2.72 | 1,791 | 2.66 | 49,953 | 2.33 | 1,532 |
| Currency | | | | | | | | | | | | |
| | Borrowing | 93,661 | 3.52 | 660 | 2.86 | 97,945 | 3.96 | 3,083 | 3.15 | 67,179 | 3.13 | 2,408 |
| | Call Loan | 33,188 | 1.25 | 270 | 3.30 | 10,913 | 0.44 | 466 | 4.27 | 10,733 | 0.50 | 524 |
| | Debenture | 53,611 | 2.02 | 388 | 2.94 | 49,316 | 1.99 | 1,897 | 3.85 | 39,398 | 1.83 | 2,068 |
| | Others | 3,780 | 0.14 | 33 | 3.54 | 10,938 | 0.44 | 445 | 4.07 | 23,062 | 1.07 | 712 |
| | Subtotal | 279,447 | 10.51 | 1,911 | 2.77 | 236,543 | 9.56 | 7,682 | 3.25 | 190,324 | 8.86 | 7,243 |
| t bearing | | 2,081,127 | 78.31 | 21,732 | 4.23 | 1,936,226 | 78.22 | 90,002 | 4.65 | 1,722,624 | 80.18 | 68,224 |
| g | | | | | | | | | | | | |
| Others | Shareholder | 185,490 | 6.98 | 0 | 0.00 | 181,847 | 7.35 | 0 | 0.00 | 174,937 | 8.14 | 0 |
| | equity | | | | | | | | | | | |
| | Loan loss | 16,036 | 0.60 | 0 | 0.00 | 15,707 | 0.63 | 0 | 0.00 | 11,147 | 0.52 | 0 |
| | reserve | | | | | | | | | | | |
| | Others | 374,951 | 14.11 | 0 | 0.00 | 341,710 | 13.80 | 0 | 0.00 | 239,699 | 11.16 | 0 |
| Interest | | 576,477 | 21.69 | 0 | 0.00 | 539,264 | 21.78 | 0 | 0.00 | 425,783 | 19.82 | 0 |
| g funding | | | | | | | | | | | | |
| Funding | | 2,657,604 | 100.00 | 21,732 | 3.32 | 2,475,490 | 100.00 | 90,002 | 3.64 | 2,148,408 | 100.00 | 68,224 |

1) The Average Balance is the arithmetic mean of the ending balance of each quarter.

Table of Contents**Use of Funds**

| | 2009 (Jan.1~Mar.31) | | | | 2008 (Jan.1~Dec.31) | | | | 2007 (Jan.1~Dec.31) | | |
|------------------|------------------------|----------|-------------|-----------------|------------------------|-------------|-----------------|----------|------------------------|--------|---------|
| | Average Balance | Interest | Interest | Average Balance | Interest | Interest | Average Balance | Interest | Interest | | |
| | Ratio (%) | Paid | Rate (%) | Ratio (%) | Paid | Rate (%) | Ratio (%) | Paid | Rate (%) | | |
| 100 million, (%) | | | | | | | | | | | |
| and in | | | | | | | | | | | |
| Deposits | 113,976 | 4.29 | 491 | 1.75 | 73,760 | 2.98 | 2,581 | 3.50 | 67,425 | 3.14 | 1,501 |
| Securities | 474,224 | 17.84 | 5,308 | 4.54 | 425,433 | 17.19 | 20,497 | 4.82 | 389,806 | 18.14 | 17,014 |
| Loans | 1,300,756 | 48.94 | 20,331 | 6.34 | 1,224,471 | 49.46 | 89,602 | 7.32 | 1,078,194 | 50.19 | 72,320 |
| (Household) | 594,107 | 22.35 | 8,766 | 5.98 | 574,061 | 23.19 | 40,925 | 7.13 | 528,181 | 24.58 | 35,298 |
| (Corporate) | 706,649 | 26.59 | 11,565 | 6.64 | 650,410 | 26.27 | 48,677 | 7.48 | 550,013 | 25.60 | 37,022 |
| Advances | | | | | | | | | | | |
| for | | | | | | | | | | | |
| customers | 1,145 | 0.04 | 4 | 1.42 | 397 | 0.02 | 11 | 2.77 | 175 | 0.01 | 8 |
| Call Loan | 19,080 | 0.72 | 96 | 2.04 | 10,667 | 0.43 | 496 | 4.65 | 8,609 | 0.40 | 442 |
| Debenture | 29,408 | 1.11 | 424 | 5.85 | 32,457 | 1.31 | 2,041 | 6.29 | 41,847 | 1.95 | 2,567 |
| Credit Card | | | | | | | | | | | |
| Receivable | 105,519 | 3.97 | 7,568 | 29.09 | 100,551 | 4.06 | 27,839 | 27.69 | 94,300 | 4.39 | 23,240 |
| (Card Loan) | 25,170 | 0.95 | 1,118 | 18.01 | 29,681 | 1.20 | 5,351 | 18.03 | 31,215 | 1.45 | 5,338 |
| Others | 72,714 | 2.74 | 1,132 | 6.31 | 65,796 | 2.66 | 4,715 | 7.17 | 72,038 | 3.35 | 4,986 |
| Loan loss | | | | | | | | | | | |
| reserve | (33,976) | (1.28) | 0 | 0.00 | (30,502) | (1.23) | 0 | 0.00 | (28,316) | (1.32) | 0 |
| Subtotal | 2,082,846 | 78.37 | 35,354 | 6.88 | 1,903,030 | 76.87 | 147,782 | 7.77 | 1,724,078 | 80.25 | 122,077 |
| and in | | | | | | | | | | | |
| foreign | | | | | | | | | | | |
| currency | | | | | | | | | | | |
| Deposits | 24,806 | 0.93 | 43 | 0.70 | 16,573 | 0.67 | 394 | 2.38 | 9,343 | 0.43 | 292 |
| Securities | 23,474 | 0.88 | 196 | 3.39 | 20,117 | 0.81 | 891 | 4.43 | 17,486 | 0.81 | 727 |
| Loan | 147,285 | 5.54 | 1,590 | 4.38 | 141,759 | 5.73 | 6,873 | 4.85 | 78,387 | 3.65 | 4,564 |
| Call loan | 22,115 | 0.83 | 32 | 0.59 | 8,640 | 0.35 | 235 | 2.72 | 5,360 | 0.25 | 299 |
| Bills bought | 31,346 | 1.18 | 501 | 6.48 | 39,621 | 1.60 | 1,791 | 4.52 | 35,803 | 1.67 | 1,901 |
| Others | 4,722 | 0.18 | 58 | 4.98 | 5,493 | 0.22 | 466 | 8.48 | 68,846 | 3.20 | 1,282 |
| Loan loss | | | | | | | | | | | |
| reserve | (2,652) | (0.10) | 0 | 0.00 | (2,342) | (0.09) | 0 | 0.00 | (1,441) | (0.07) | |
| Subtotal | 251,096 | 9.45 | 2,420 | 3.91 | 229,861 | 9.29 | 10,650 | 4.63 | 213,785 | 9.95 | 9,065 |
| earnings funding | 2,333,942 | 87.82 | 37,774 | 6.56 | 2,132,890 | 86.16 | 158,432 | 7.43 | 1,937,864 | 90.20 | 131,142 |
| ers | | | | | | | | | | | |
| Cash | 21,578 | 0.81 | 0 | 0.00 | 23,746 | 0.96 | 0 | 0.00 | 27,901 | 1.30 | 0 |
| PP&E | 24,065 | 0.91 | 0 | 0.00 | 24,194 | 0.98 | 0 | 0.00 | 75,437 | 3.51 | 0 |
| Others | 278,019 | 10.46 | 0 | 0.00 | 294,660 | 11.90 | 0 | 0.00 | 107,206 | 4.99 | 0 |
| rest earning | 323,662 | 12.18 | 0 | 0.00 | 342,600 | 13.84 | 0 | 0.00 | 210,544 | 9.80 | 0 |
| of funds | 2,657,604 | 100.00 | 37,774 | 5.76 | 2,475,490 | 100.00 | 158,432 | 6.40 | 2,148,408 | 100.00 | 131,142 |

- 1) The Average Balance is the arithmetic mean of the ending balance of each quarter.

Table of Contents**Other Financial Information**

Financial information for 2009 1Q contained in this section is provisional figures.

Group BIS Ratio

| | (KRW million) | | |
|--|---------------|-------------|-------------|
| | 2009 1Q | 2008 | 2007 |
| Aggregate Amount of Equity Capital (A) | 21,623,661 | 18,746,446 | 15,945,940 |
| Risk-Weighted Assets (B) | 187,133,717 | 183,766,217 | 161,849,385 |
| BIS Ratio (A/B) ¹⁾ | 11.56% | 10.20% | 9.85% |

1) In accordance with the amendments in the Financial Holding Company Guidelines of the Financial Service Commission (FSC), 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) | | |
|---|---------------|---------|---------|
| | 2009 1Q | 2008 | 2007 |
| Won Assets due within 3 months (A) | 1,630,222 | 920,661 | 220,009 |
| Won Liabilities due within 3 months (B) | 876,334 | 690,397 | 209,888 |
| Won Liquidity Ratio (A/B) | 186.03% | 133.35% | 104.82% |

Liabilities to Equity Ratio

| | (KRW million) | | |
|-----------------------------------|---------------|------------|------------|
| | 2009 1Q | 2008 | 2007 |
| Liabilities (A) | 7,722,359 | 8,307,683 | 7,349,727 |
| Equity (B) | 18,782,611 | 17,605,119 | 17,977,801 |
| Liabilities to Equity Ratio (A/B) | 41.11% | 47.19% | 40.88% |

Capital Adequacy Ratio and Other Ratios of Certain Subsidiaries(1) BIS Capital Adequacy Ratio (%) ¹⁾

| | 2009 1Q | 2008 | 2007 |
|----------------------------|---------|-------|-------|
| Shinhan Bank ²⁾ | 14.45 | 13.44 | 12.09 |

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

2) 2007 ratios for Shinhan Bank are based on Basel I. Basel II FIRB Approach was applied in calculating BIS for 2008 and 2009 1Q.

(2) Adjusted Equity Capital Ratio (%)

| | 2009 1Q | 2008 | 2007 |
|--------------|---------|-------|-------|
| Shinhan Card | 21.51 | 20.32 | 25.31 |

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* 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 FSC for credit card companies. Under these guidelines, Shinhan Card is required to maintain a minimum adjusted equity capital ratio of 8%.

(3) Net Capital Ratio (%)

| | Mar.31 2009 | Mar.31 2008 | Mar.31 2007 |
|---------------------------------|-------------|-------------|-------------|
| Good Morning Shinhan Securities | 678.8 | 699.80 | 451.69 |

* Net Capital Ratio is computed in accordance with the guidelines issued by the FSC for securities brokerage businesses. Under these guidelines, Good Morning Shinhan Securities is required to maintain a minimum net capital ratio of

100%.

(4) Solvency Margin Ratio (%)

| | Mar.31 2009 | Mar.31 2008 | Mar.31 2007 |
|------------------------|-------------|-------------|-------------|
| Shinhan Life Insurance | 207.74 | 222.74 | 224.70 |

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

Non-Performing Loans of Certain Subsidiaries ¹⁾

(1) Non- Performing Loans

(KRW million)

| | Mar. 31, 2009 | | Dec.31, 2008 | | Dec.31, 2007 | |
|----------------------------|---------------|------------------------|--------------|------------------------|--------------|------------------------|
| | Balance of | NPL to total Loans (%) | Balance of | NPL to total Loans (%) | Balance of | NPL to total Loans (%) |
| | NPL | | NPL | | NPL | |
| Shinhan Bank | 2,046,184 | 1.35 | 1,306,316 | 0.85 | 848,846 | 0.63 |
| Shinhan Card ²⁾ | 367,922 | 3.20 | 339,101 | 2.91 | 448,866 | 3.71 |

| | Mar.31, 2009 | | Mar. 31, 2008 | | Mar. 31, 2007 | |
|-------------------------------|--------------|------------------------|---------------|------------------------|---------------|------------------------|
| | Balance of | NPL to total Loans (%) | Balance of | NPL to total Loans (%) | Balance of | NPL to total Loans (%) |
| | NPL | | NPL | | NPL | |
| GMSH Securities ²⁾ | 125,366 | 12.14 | 27,738 | 2.35 | 25,888 | 2.54 |

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 FSC.

2) Under the guidelines of the FSC, 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, and
Shinhan Card
includes loans
classified as
substandard,
doubtful, and
estimated loss.

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

| | | | (KRW million) | | |
|-----------------|---------------------------|---------------------------|--------------------------------------|--------------------------------------|--------------------------------------|
| | | | Jan. 1, 2009~ Mar. 31, 2009 | Jan. 1, 2008~ Dec. 31, 2008 | Jan. 1, 2007~ Dec. 31, 2007 |
| Shinhan Bank | Loan Loss Allowance | Domestic | 3,251,442 | 2,945,910 | 2,317,075 |
| | | Overseas | 66,253 | 81,927 | 76,175 |
| | | Total | 3,317,695 | 3,027,837 | 2,393,250 |
| | Write-offs | 130,958 | 340,942 | 186,316 | |
| | Shinhan Card | Loan Loss Allowance | Domestic | 849,429 | 773,961 |
| Overseas | | | | | |
| Total | | | 849,429 | 773,961 | 947,737 |
| Write-offs | | 106,493 | 603,883 | 430,535 | |
| GMSH Securities | | Loan Loss Allowance | Domestic | 104,212 | 33,005 |
| | Overseas | | | | |
| | Total | | 104,212 | 33,005 | 30,776 |
| | Write-offs | 78,153 | 983 | 1,117 | |

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

| | 2009 1Q | FY 2008 | FY 2007 |
|---------------|---------|-------------|-------------|
| 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 hours |
|---------|-------------------------------|-----------------------|--------------------------------------|------------------|
| 2009 1Q | KPMG Samjong Accounting Corp. | 355 | Review/Audit of Financial Statements | 796 hours |
| 2008 | KPMG Samjong Accounting Corp. | 355 | Review/Audit of Financial Statements | 5,106 hours |

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| | | | | |
|------|-------------------------------|-----|---|-------------|
| 2007 | KPMG Samjong Accounting Corp. | 341 | Review/Audit of Financial Statements | 4,599 hours |
| | KPMG Samjong Accounting Corp. | 399 | Review of Financial Statements related to accounting treatment of LG Card acquisition | 2,755 hours |

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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 Board Steering Committee Chair | 3 years starting from March 20, 2007 |
| Sang Hoon Shin | Jul. 1, 1948 | President & CEO | 2 years starting from March 17, 2009 |

2) Non-Executive Directors

Currently, 13 non-executive directors are in office, 12 of which outside directors, nominated by our Outside Director Recommendation Committee and appointed pursuant to the approval of general shareholders meeting on March 17, 2009.

Our non-executive directors are as follows:

| Name | Date of Birth | Outside Director | Sub-Committees | Service Term |
|-----------------|---------------|------------------|--|--------------------------------------|
| Baek Soon Lee | Oct. 8, 1952 | X | | 3 years starting from March 17, 2009 |
| Boo In Go | Dec. 25, 1941 | O | | 1 year starting from March 17, 2009 |
| Young Woo Kim | May 1, 1952 | O | Audit Committee member | 1 year starting from March 17, 2009 |
| Yo Koo Kim | Mar. 23, 1950 | O | | 1 year starting from March 17, 2009 |
| Shee Yul Ryoo | Sept. 5, 1938 | O | Board Steering Committee member Compensation Committee member | 1 year starting from March 17, 2009 |
| Ke Sup Yun | May 20, 1945 | O | Risk Management Committee member Compensation Committee member | 1 year starting from March 17, 2009 |
| Jung Il Lee | Aug. 28, 1952 | O | | 1 year starting from March 17, 2009 |
| Sung Bin Chun | Jan. 21, 1953 | O | Audit Committee Chair Board Steering Committee member Compensation Committee member | 1 year starting from March 17, 2009 |
| Kap Young Jeong | Aug. 22, 1951 | O | Audit Committee member Board Steering Committee member Compensation Committee member | 1 year starting from March 17, 2009 |
| Haeng Nam Chung | Mar. 15, 1941 | O | | 1 year starting |

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| | | | | |
|----------------------|---------------|---|--|--|
| Bong Youn Cho | Mar. 9, 1948 | O | Risk Management Committee chair | from March 17, 2009 1 year starting |
| | | | Audit Committee member Compensation Committee member | from March 17, 2009 |
| Young Seok Choi | July 2, 1929 | O | Board Steering Committee member | 1 year starting |
| Philippe Reynieix | Jun. 24, 1949 | O | Risk Management Committee member | from March 17, 2009 1 year starting |
| | | | | from March 17, 2009 |

For personal profiles of the outside directors, please refer to our Form 6-K filed on February 19, 2009.
Chair of Compensation Committee will be elected in the near future.

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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 |
|--------------|---------------|--|--|
| Buhmsoo Choi | Aug. 8, 1956 | Deputy President and Chief Financial Officer | - Finance Management Team - Investor Relations Team - Strategic Planning Team - Global Business Strategy Team |
| Sung Ho Wi | Jun. 12, 1958 | Deputy President | - General Affairs Team - Business Management Team - Public Relations Team |
| Chan Hee Jin | Jun. 10, 1955 | Deputy President | - Synergy Management Team - Information & Technology Planning Team - Audit & Compliance Team - Risk Management Team |

Stock Options (as of March 31, 2009)

| | No. of Granted Options (A) | No. of Exercised Options (B) | No. of Cancelled Options (C) | No. of Exercisable Options (D = A - B - C) | Exercise Price |
|-----------------|-------------------------------------|---------------------------------------|---------------------------------------|--|-------------------|
| Granted in 2003 | 1,020,416 | 958,207 | 11,600 | 50,609 | 11,800 |
| Granted in 2004 | 1,258,923 | 1,243,723 | 15,200 | | 21,595 |
| Granted in 2005 | 2,620,331 | 385,773 | 251,300 | 1,983,258 | 28,006 |
| Granted in 2006 | 3,206,173 | | 480,300 | 2,725,873 | 38,829 |
| Granted in 2007 | 1,301,050 | | 148,700 | 1,152,350 | 54,560 |
| Granted in 2008 | 808,700 | | 109,690 | 699,010 | 49,053 |
| Granted in 2009 | 614,735 | | 614,735 | | 23,405 |
| Total | 10,830,328 | 2,587,703 | 1,631,525 | 6,611,100 | |

Note) The weighted-average exercise price of outstanding exercisable options as of March 31, 2009 is KRW 39,198.

Employees

(As of Mar. 31, 2009)

| Number of Employees | Average length of Service | Total Salaries and wages paid in 1Q 2009 (KRW million) | Average Payment per person (KRW million) |
|------------------------|---------------------------|---|--|
|------------------------|---------------------------|---|--|

| | | | | |
|-------|----|--------------|-------|----|
| Total | 97 | 3 yrs 3 mths | 2,007 | 21 |
| | | 12 | | |

Table of Contents**5. Major Shareholders and Market Price Information of our Common Shares and ADRs****Major Shareholders¹⁾ of Shinhan Financial Group as of Mar. 31, 2008**

| Name | No. of Common Shares owned | Ownership% |
|--|----------------------------|------------|
| BNP Paribas Group | 38,574,239 | 8.13 |
| Korea Nat 1 Pension Fund ²⁾ | 32,350,153 | 6.82 |
| Total | 70,924,392 | 14.95 |

- 1) Shareholders who own ownership of 5% or more.
- 2) Based on the public filing submitted by the Korea National Pension Fund on April 7, 2009 to report changes in beneficial ownership. Number of common shares owned is as of April 7, 2009.

Common Share Traded on the Korea Exchange

(KRW, number of shares)

| | | Oct. 2008 | Nov. 2008 | Dec. 2008 | Jan. 2009 | Feb. 2009 | Mar. 2009 |
|------------------------------|------|------------|------------|------------|------------|------------|-------------|
| Price per share | High | 42,000 | 37,600 | 34,900 | 32,950 | 29,700 | 27,700 |
| | Low | 29,000 | 25,600 | 29,500 | 25,500 | 21,250 | 20,500 |
| | Avg. | 36,452 | 31,730 | 31,626 | 29,603 | 25,838 | 24,016 |
| Trading Volume | | 85,794,289 | 66,940,466 | 59,554,052 | 65,154,136 | 86,825,512 | 114,074,594 |
| Highest Daily Trading Volume | | 8,806,724 | 5,603,354 | 7,687,124 | 5,207,842 | 7,133,276 | 9,482,933 |
| Lowest Daily Trading Volume | | 1,943,420 | 2,226,739 | 930,833 | 1,620,498 | 2,336,662 | 2,689,026 |

American Depositary Shares traded on the New York Stock Exchange

(USD, number of shares)

| | | Oct. 2008 | Nov. 2008 | Dec. 2008 | Jan. 2009 | Feb. 2009 | Mar. 2009 |
|-----------------|------|-----------|-----------|-----------|-----------|-----------|-----------|
| Price per share | High | 71.00 | 61.61 | 52.73 | 50.34 | 43.62 | 41.46 |
| | Low | 43.80 | 32.68 | 37.42 | 36.82 | 28.00 | 26.25 |
| | Avg. | 55.33 | 45.63 | 46.90 | 43.04 | 35.93 | 33.17 |

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| | | | | | | |
|---------------------------------|-----------|-----------|-----------|-----------|-----------|-----------|
| Trading Volume Highest Daily | 2,863,845 | 2,278,490 | 2,695,983 | 2,583,218 | 2,805,315 | 4,766,767 |
| Trading Volume Lowest Daily | 203,500 | 192,527 | 277,442 | 286,052 | 304,636 | 347,113 |
| Trading Volume | 39,550 | 46,457 | 20,417 | 57,173 | 76,461 | 122,175 |

* 1 ADR = 2
Common Shares

Table of Contents**6. Related Party Transactions***Loans to Subsidiaries*

(KRW billion)

| Subsidiary | Loan Type | Origination | Maturity | Funding | Lending | Beginning | | Ending | |
|-----------------|-------------|-------------|------------|---------|---------|-----------|----------|----------|---------|
| | | Date | Date | Rate | Rate | Balance | Increase | Decrease | Balance |
| Shinhan Card | Loan in KRW | 2003-04-23 | 2009-04-23 | 5.47% | 5.92% | 100 | | | 100 |
| Shinhan Capital | Loan in KRW | 2004-03-24 | 2009-03-24 | 5.11% | 5.93% | 20 | | 20 | |
| Shinhan Capital | Loan in KRW | 2004-06-25 | 2009-06-25 | 4.93% | 5.22% | 50 | | | 50 |
| GMSH Securities | Loan in KRW | 2005-01-31 | 2010-07-31 | 4.59% | 5.25% | 70 | | | 70 |
| Shinhan Card | Loan in KRW | 2006-01-24 | 2009-01-24 | 5.24% | 5.41% | 50 | | 50 | |
| Shinhan Capital | Loan in KRW | 2006-01-24 | 2009-01-24 | 5.24% | 5.41% | 50 | | 50 | |
| Shinhan Card | Loan in KRW | 2006-02-27 | 2009-02-27 | 5.07% | 5.23% | 30 | | 30 | |
| Shinhan Capital | Loan in KRW | 2006-02-27 | 2009-02-27 | 5.07% | 5.23% | 70 | | 70 | |
| Shinhan Capital | Loan in KRW | 2006-04-24 | 2009-04-24 | 5.09% | 5.22% | 100 | | | 100 |
| GMSH Securities | Loan in KRW | 2006-07-31 | 2012-01-31 | 5.16% | 5.64% | 100 | | | 100 |
| Shinhan Capital | Loan in KRW | 2006-09-26 | 2011-09-26 | 4.91% | 4.99% | 50 | | | 50 |
| Shinhan Capital | Loan in KRW | 2007-03-23 | 2012-03-23 | 5.28% | 5.48% | 50 | | | 50 |
| Shinhan Capital | Loan in KRW | 2007-04-13 | 2010-04-13 | 5.24% | 5.38% | 50 | | | 50 |
| Shinhan Capital | Loan in KRW | 2007-06-08 | 2012-06-08 | 5.54% | 5.95% | 50 | | | 50 |
| Shinhan Capital | Loan in KRW | 2007-09-27 | 2010-09-27 | 5.91% | 6.05% | 100 | | | 100 |
| Shinhan Capital | Loan in KRW | 2007-11-27 | 2010-11-27 | 6.24% | 6.37% | 50 | | | 50 |
| Shinhan Card | Loan in KRW | 2007-11-27 | 2012-11-27 | 6.33% | 6.41% | 100 | | | 100 |
| Shinhan Capital | Loan in KRW | 2007-12-18 | 2010-12-18 | 6.69% | 6.83% | 50 | | | 50 |
| Shinhan Card | Loan in KRW | 2007-12-18 | 2012-12-18 | 6.78% | 6.86% | 50 | | | 50 |
| Shinhan Card | Loan in KRW | 2008-01-23 | 2011-01-23 | 6.46% | 6.60% | 100 | | | 100 |
| Shinhan Capital | Loan in KRW | 2008-01-23 | 2011-01-23 | 6.46% | 6.60% | 50 | | | 50 |
| | | 2008-01-23 | 2013-01-23 | 6.51% | 6.60% | 50 | | | 50 |

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| | | | | | | | | | |
|-----------------|-------------|------------|------------|-------|-------|-------|----|-----|-------|
| Shinhan Capital | Loan in KRW | | | | | | | | |
| Shinhan Card | Loan in KRW | 2008-02-21 | 2011-02-21 | 5.51% | 5.66% | 150 | | | 150 |
| Shinhan Card | Loan in KRW | 2008-03-12 | 2011-03-12 | 5.71% | 5.84% | 200 | | | 200 |
| Shinhan Capital | Loan in KRW | 2008-03-12 | 2011-03-12 | 5.71% | 5.84% | 50 | | | 50 |
| Shinhan Card | Loan in KRW | 2008-06-27 | 2011-06-27 | 6.41% | 6.53% | 200 | | | 200 |
| Shinhan PE | Loan in KRW | 2008-06-27 | 2009-06-26 | 5.98% | 6.18% | 5 | | | 5 |
| Shinhan Card | Loan in KRW | 2008-07-31 | 2011-07-31 | 6.76% | 6.90% | 100 | | | 100 |
| Shinhan Capital | Loan in KRW | 2008-07-31 | 2011-07-31 | 6.76% | 6.90% | 50 | | | 50 |
| Shinhan PE | Loan in KRW | 2008-08-13 | 2009-08-13 | 6.65% | 6.85% | 5 | | | 5 |
| Shinhan Card | Loan in KRW | 2008-12-11 | 2011-12-11 | 8.01% | 8.12% | 100 | | | 100 |
| Shinhan Capital | Loan in KRW | 2008-12-11 | 2011-12-11 | 8.01% | 8.12% | 30 | | | 30 |
| Shinhan Capital | Loan in KRW | 2008-12-18 | 2009-11-11 | 8.13% | 8.20% | 120 | | | 120 |
| SH&C | Loan in KRW | 2008-12-26 | 2015-12-26 | | 9.00% | 10 | | 10 | |
| Shinhan Capital | Loan in KRW | 2009-01-06 | 2010-01-05 | 6.53% | 6.63% | | 50 | | 50 |
| Total | | | | | | 2,410 | 50 | 230 | 2,230 |

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Exhibit 99-1

Independent Accountant's Review Report (Non-consolidated Financial Statements) of Shinhan Financial Group as of March 31, 2009

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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 : May 15, 2009