

SHINHAN FINANCIAL GROUP CO LTD

Form 6-K

April 14, 2004

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 April 2004

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 2004 Annual Report

On March 30, 2004, Shinhan Financial Group filed an annual business report with the Financial Supervisory Commission of the Republic of Korea (Korea) pursuant to the Securities and Exchange Act of Korea (the Business Report). 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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1. Introduction to the Group**Principal Subsidiaries under Korean Law as of December 31, 2003***Direct Subsidiaries*

| Subsidiaries | Ownerships by SFG |
|-----------------------------------|-------------------|
| Shinhan Bank | 100.0% |
| Chohung Bank 1) | 81.2% |
| Goodmorning Shinhan Securities 1) | 59.02% 2) |
| Shinhan Card | 100.0% |
| Shinhan Capital | 100.0% |
| Shinhan BNP Paribas ITMC | 50.0% |
| Jeju Bank 1) | 62.4% |
| SH&C life Insurance | 50.0% |
| e-Shinhan | 73.7% |
| Shinhan Macquarie | 51.0% |
| Shinhan Credit Information | 51.0% |

1. Chohung Bank, Goodmorning Shinhan Securities, and Jeju Bank are listed on the Korea Stock Exchange.

2. Represents our ownership percentage of voting equity securities of Goodmorning Shinhan Securities. Currently, both common and preferred stock of Goodmorning Shinhan Securities has voting rights. We own 60.5% of common stock of Goodmorning Shinhan Securities.

Indirect subsidiaries held through direct subsidiaries

| Direct Subsidiaries | Indirect Subsidiaries | Ownerships by the Parent |
|---------------------|--|--------------------------|
| Shinhan Bank | Shinhan Data System 1) | 100.0% |
| | Shinhan Finance | 100.0% |
| Chohung Bank | Chohung ITM | 79.8% |
| | Chohung Finance | 100.0% |
| | CHB America Bank | 100.0% |
| | Chohung Bank GmbH | 100.0% |
| | Chohung Vina Bank | 50.0% |
| | CHB Valuemeet 2001 year 1st Securitization | 50.0% |
| | CHB Valuemeet 2001 year 2nd Securitization | 50.0% |

| Direct Subsidiaries | Indirect Subsidiaries | Ownerships by the Parent |
|-----------------------------------|---|--------------------------------|
| | CHB Valuemmeet 2002 year 1st Securitization | 50.0% |
| Goodmorning Shinhan Securities | Goodmorning Shinhan Securities Europe | 100.0% |
| | Goodmorning Shinhan Securities USA | 100.0% |

1. Shinhan System changed its corporate name to Shinhan Data System on October 8, 2003.

Capitalization

The table below sets forth the changes to the number of issued and outstanding shares of the Group since its incorporation on September 1, 2001.

| Date of issuance | Purpose of issuance | Types of shares | Number of shares issued | Par Value (KRW) | Subscription price per share | Total amount of capital stock (KRW) |
|---------------------|------------------------------|---------------------|-------------------------------|-----------------------|------------------------------------|---|
| 2001.Sept.01 | Incorporation Share | Common Shares | 292,344,192 | 5,000 | 11,761 | 1,461,720,960,000 |
| 2002.Jun. 06 | Exchange (1) Share | Common Shares | 15,891 | 5,000 | | 1,461,800,415,000 |
| 2002.Oct.01 | Exchange (1) Share | Common Shares | 786 | 5,000 | | 1,461,804,345,000 |
| 2002.Dec.31 | Exchange (1) Cash | Common Shares | 256 | 5,000 | | 1,461,805,625,000 |
| 2003.Aug.19 | Subscription (2) Share | Preferred Shares | 6,000,000 | 5,000 | 150,000 | 1,491,805,625,000 |
| 2003.Aug.19 | Exchange (3) Share | Preferred Shares | 46,583,961 | 5,000 | 18,086 | 1,724,725,430,000 |
| 2003.Aug.19 | Exchange (4) Cash | Preferred Shares | 44,720,603 | 5,000 | 18,086 | 1,948,328,445,000 |
| 2003.Sept.26 | Subscription (5) Share | Common Shares | 1,864,065 | 5,000 | 14,832 | 1,957,648,770,000 |
| 2003.Oct.01 | Exchange (1) Share | Common Shares | 11,626 | 5,000 | | 1,957,706,900,000 |
| 2003. Dec.31 | Exchange (1) | Common Shares | 164,484 | 5,000 | | 1,958,529,320,000 |

1. Issued in exchange for Shinhan Bank's common shares which were issued as a result of an exercise of warrants by the holders of bonds with warrants.
2. Redeemable preferred shares issued to a third party to raise cash for the Group's purchase of Chohung Bank shares which were held by Korean Deposit Insurance Corporation.
3. Redeemable preferred shares issued as consideration for the Group's purchase of Chohung Bank shares which were held by Korea Deposit Insurance Corporation.
4. Redeemable convertible preferred shares issued as consideration for the Group's purchase of Chohung Bank shares which were held by Korea Deposit Insurance Corporation.
5. BNP Paribas Luxembourg subscribed for 1,864,065 shares of the Group's common

stock to maintain its 4% equity ownership on a fully diluted basis taking into account the full conversion of the 44,720,603 shares of redeemable convertible preferred shares issued by the Group to Korea Deposit Insurance Corporation.

The table below sets forth the number of the issued and outstanding shares of the Group as of December 31, 2003.

| Types of Shares | Number of Shares | Total amount of par value |
|---|--------------------|---------------------------|
| Common Shares | 294,401,300 | 1,472,006,500,000 |
| Redeemable Preferred Shares | 52,583,961 | 262,919,805,000 |
| Redeemable Convertible Preferred Shares | 44,720,603 | 223,603,015,000 |
| Total | 391,705,864 | 1,958,529,320,000 |

Stock Options

| Grant date | Name of the Guarantee | Number of Granted Option | Number of Exercised option | Number of Exercisable option | Exercise Price (KRW) | Positions held at |
|------------|-----------------------|--------------------------|----------------------------|------------------------------|----------------------|-------------------------|
| 22-May-02 | Ra, Eung-Chan | 100,000 | | 100,000 | 18,910 | Shinhan Financial Group |
| 22-May-02 | Lee, In-Ho | 80,000 | | 80,000 | 18,910 | Shinhan Financial Group |
| 22-May-02 | Choi, Young Hwi | 50,000 | | 50,000 | 18,910 | Shinhan Financial Group |
| 22-May-02 | Choi, Bhang-Gil | 20,000 | | 20,000 | 18,910 | Shinhan Financial Group |
| 22-May-02 | Han, Min Ky | 1,000 | | 1,000 | 18,910 | Shinhan Financial Group |
| 22-May-02 | Song, Youn Soo | 2,500 | | 2,500 | 18,910 | Shinhan Financial Group |
| 22-May-02 | Shin, Sang Hoon | 30,000 | | 30,000 | 18,910 | Shinhan Bank |
| 22-May-02 | Moon, Hong Soon | 20,000 | | 20,000 | 18,910 | Shinhan Bank |
| 22-May-02 | Oh, Young-Kook | 20,000 | | 20,000 | 18,910 | Shinhan Bank (retired) |
| 22-May-02 | Lee, Jae Woo | 20,000 | | 20,000 | 18,910 | Shinhan Bank |
| 22-May-02 | Nam, Kee Do | 20,000 | | 20,000 | 18,910 | Shinhan Bank (retired) |
| 22-May-02 | Huh, Joong Ok | 20,000 | | 20,000 | 18,910 | Shinhan Bank |
| 22-May-02 | Kim, Sahng-Dae | 20,000 | | 20,000 | 18,910 | Shinhan Bank |
| 22-May-02 | Jang, Myoung-Kee | 20,000 | | 20,000 | 18,910 | Shinhan Bank |
| 22-May-02 | Youn, Gwang | | | | | Shinhan Bank |
| 22-May-02 | Lim | 20,000 | | 20,000 | 18,910 | |
| 22-May-02 | Shin, Christoper | 15,000 | | 15,000 | 18,910 | Shinhan Bank |

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| | | | | | |
|-----------|----------------|--------|--------|--------|-----------------|
| 22-May-02 | Lee, Dae Woon | 15,000 | 15,000 | 18,910 | Shinhan Bank |
| 22-May-02 | Lee, Dong Girl | 30,000 | 30,000 | 18,910 | Shinhan Capital |

| Grant date | Name of the Guarantee | Number of Granted Option | Number of Exercised option | Number of Exercisable option | Exercise Price (KRW) | Positions held at |
|-------------------|------------------------------|---------------------------------|-----------------------------------|-------------------------------------|-----------------------------|--------------------------|
| 22-May-02 | Son, Woong Man | 10,000 | | 10,000 | 18,910 | Shinhan Capital |
| | Hwang, Jung | | | | | Shinhan Capital |
| 22-May-02 | Hun | 10,000 | | 10,000 | 18,910 | (retired) |
| 22-May-02 | Jung, Yun Kang | 10,000 | | 10,000 | 18,910 | Shinhan Capital |
| | Shin, Beom | | | | | Shinhan Credit |
| 22-May-02 | Seong | 2,500 | | 2,500 | 18,910 | Information |
| | Song, Byung | | | | | |
| 22-May-02 | Kuk and | 12,000 | | 12,000 | 18,910 | |
| | other 5 officers | | | | | |
| 22-May-02 | Kim, Duk Jung | 456,200 | | 456,200 | 18,910 | |
| | and | | | | | |
| | other 323 | | | | | |
| | officers | | | | | |
| | Ra, Eung-Chan | | | | | Shinhan Financial |
| 15-May-03 | | 100,000 | | 100,000 | 11,800 | Group |
| | Choi, Young | | | | | Shinhan Financial |
| 15-May-03 | Hwi | 90,000 | | 90,000 | 11,800 | Group |
| | Choi, Bhang-Gil | | | | | Shinhan Financial |
| 15-May-03 | | 20,000 | | 20,000 | 11,800 | Group |
| | Han, Min Ky | | | | | Shinhan Financial |
| 15-May-03 | | 20,000 | | 20,000 | 11,800 | Group |
| | Song, Youn Soo | | | | | Shinhan Financial |
| 15-May-03 | | 20,000 | | 20,000 | 11,800 | Group |
| 15-May-03 | Shin, Sang Hoon | 80,000 | | 80,000 | 11,800 | Shinhan Bank |
| | Moon, Hong | | | | | Shinhan Bank |
| 15-May-03 | Soon | 20,000 | | 20,000 | 11,800 | |
| 15-May-03 | Lee, Jae Woo | 20,000 | | 20,000 | 11,800 | Shinhan Bank |
| 15-May-03 | Huh, Joong Ok | 20,000 | | 20,000 | 11,800 | Shinhan Bank |
| 15-May-03 | Kim, Sahng-Dae | 20,000 | | 20,000 | 11,800 | Shinhan Bank |
| | Youn, Gwang | | | | | Shinhan Bank |
| 15-May-03 | Lim | 20,000 | | 20,000 | 11,800 | |
| 15-May-03 | Cho, Woo Seop | 20,000 | | 20,000 | 11,800 | Shinhan Bank |
| 15-May-03 | Kim, Hee Soo | 20,000 | | 20,000 | 11,800 | Shinhan Bank |
| 15-May-03 | Han, Do Heui | 20,000 | | 20,000 | 11,800 | Shinhan Bank |
| 15-May-03 | Shin, Christoper | 15,000 | | 15,000 | 11,800 | Shinhan Bank |
| 15-May-03 | Lee, Dae Woon | 15,000 | | 15,000 | 11,800 | Shinhan Bank |
| 15-May-03 | Hong Sung Kyun | 30,000 | | 30,000 | 11,800 | Shinhan Card |
| 15-May-03 | Lee Tae Kyu | 10,000 | | 10,000 | 11,800 | Shinhan Card |
| 15-May-03 | Kim Seong Won | 10,000 | | 10,000 | 11,800 | Shinhan Card |
| 15-May-03 | Shim, Woo Yeob | 10,000 | | 10,000 | 11,800 | Shinhan Card |
| 15-May-03 | Lee, Dong Girl | 30,000 | | 30,000 | 11,800 | Shinhan Capital |
| 15-May-03 | Jung, Yun Kang | 10,000 | | 10,000 | 11,800 | Shinhan Capital |
| | Jang, | | | | | Shinhan Capital |
| 15-May-03 | Myoung-Kee | 10,000 | | 10,000 | 11,800 | |

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| | | | | | |
|-----------|--|--------|--------|--------|-------------------------------|
| 15-May-03 | Shim, Beom Seong | 10,000 | 10,000 | 11,800 | Shinhan Credit Information |
| 15-May-03 | Song, Byung Kuk and other 7 officers | 14,600 | 14,600 | 11,800 | |

| Grant date | Name of the Guarantee | Number of Granted Option | Number of Exercised option | Number of Exercisable option | Exercise Price (KRW) | Positions held at |
|-------------------|-------------------------------------|---------------------------------|-----------------------------------|-------------------------------------|-----------------------------|--------------------------|
| 15-May-03 | Seo, Jin Won and other 340 officers | 501,700 | | 501,700 | 11,800 | |
| 25-Mar-04 | Ra, Eung Chan | 100,000 | | 100,000 | 21,595 | Shinhan Financial Group |
| 25-Mar-04 | Choi, Young Hwi | 90,000 | | 90,000 | 21,595 | Shinhan Financial Group |
| 25-Mar-04 | Choi, Bhang Gil | 30,000 | | 30,000 | 21,595 | Shinhan Financial Group |
| 25-Mar-04 | Hong, Chil Sun | 20,000 | | 20,000 | 21,595 | Shinhan Financial Group |
| 25-Mar-04 | Kim, Hee Soo | 20,000 | | 20,000 | 21,595 | Shinhan Financial Group |
| 25-Mar-04 | Cho, Byung Jae | 20,000 | | 20,000 | 21,595 | Shinhan Financial Group |
| 25-Mar-04 | Lee, Baek Soon | 20,000 | | 20,000 | 21,595 | Shinhan Financial Group |
| 25-Mar-04 | Shin, Sang Hoon | 80,000 | | 80,000 | 21,595 | Shinhan Bank |
| 25-Mar-04 | Cho, Jae Ho | 20,000 | | 20,000 | 21,595 | Shinhan Bank |
| 25-Mar-04 | Lee, Jae Woo | 20,000 | | 20,000 | 21,595 | Shinhan Bank |
| 25-Mar-04 | Youn, Gwang | | | | | Shinhan Bank |
| 25-Mar-04 | Lim | 20,000 | | 20,000 | 21,595 | |
| 25-Mar-04 | Cho, Woo Sup | 20,000 | | 20,000 | 21,595 | Shinhan Bank |
| 25-Mar-04 | Han, Min Ky | 20,000 | | 20,000 | 21,595 | Shinhan Bank |
| 25-Mar-04 | Song, Youn Soo | 20,000 | | 20,000 | 21,595 | Shinhan Bank |
| 25-Mar-04 | Han, Do Heui | 20,000 | | 20,000 | 21,595 | Shinhan Bank |
| 25-Mar-04 | Suh, Jin Won | 20,000 | | 20,000 | 21,595 | Shinhan Bank |
| 25-Mar-04 | Yang, Shin | | | | | Shinhan Bank |
| 25-Mar-04 | Keun | 20,000 | | 20,000 | 21,595 | |
| 25-Mar-04 | Oh, Sang Young | 15,000 | | 15,000 | 21,595 | Shinhan Bank |
| 25-Mar-04 | Hong, Sung | | | | | Shinhan Card |
| 25-Mar-04 | Kyun | 30,000 | | 30,000 | 21,595 | |
| 25-Mar-04 | Lee, Tae Gyu | 10,000 | | 10,000 | 21,595 | Shinhan Card |
| 25-Mar-04 | Kim, Seong | | | | | Shinhan Card |
| 25-Mar-04 | Won | 10,000 | | 10,000 | 21,595 | |
| 25-Mar-04 | Shim, Woo | | | | | Shinhan Card |
| 25-Mar-04 | Yeop | 10,000 | | 10,000 | 21,595 | |
| 25-Mar-04 | Kim, Moon Han | 10,000 | | 10,000 | 21,595 | Shinhan Card |
| 25-Mar-04 | Lee, Dong Girl | 30,000 | | 30,000 | 21,595 | Shinhan Capital |
| 25-Mar-04 | Kim, Sahng Dae | 10,000 | | 10,000 | 21,595 | Shinhan Capital |
| 25-Mar-04 | Oh, Seung Keun | 10,000 | | 10,000 | 21,595 | Shinhan Capital |
| 25-Mar-04 | | 10,000 | | 10,000 | 21,595 | |

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| | Shim, Beom Seong Song, Byung | | | Shinhan Credit Information |
|--------------|---|-----------|-----------|-------------------------------|
| 25-Mar-04 | Kuk and other 7 officers | 13,900 | 13,900 | 21,595 |
| 25-Mar-04 | Kam, Hong Gon and other 400 officer | 582,700 | 582,700 | 21,595 |
| Total | 417 persons | 3,462,100 | 3,462,100 | |

* The stock options granted in 2002 and 2003 are exercisable during the 4 year period after the second anniversary from the grant date. The stock options granted in 2004 are exercisable during 3 year period after the second anniversary from the grant date.

2. Business**Source and Use of Funds***Source of Funds*

(in millions of Korean Won)

| | 2003 (Jan.1~Dec.31) | | 2002 (Jan.1~Dec.31) | | 2001 (Jan.1~Dec.31) | |
|---|----------------------------------|---------------|----------------------------------|---------------|----------------------------------|---------------|
| | Average Balance ¹⁾ | Ratio (%) | Average Balance ¹⁾ | Ratio (%) | Average Balance ¹⁾ | Ratio (%) |
| Stockholders Equity | 4,768,492 | 73.82 | 3,877,215 | 89.45 | 3,537,659 | 95.68 |
| Capital Stock | 1,660,319 | 25.70 | 1,461,770 | 33.72 | 1,461,721 | 39.54 |
| Capital Surplus | 2,512,502 | 38.89 | 1,976,637 | 45.60 | 1,976,650 | 53.46 |
| Retained Earnings | 692,409 | 10.72 | 379,170 | 8.75 | 34,555 | 0.93 |
| Capital Adjustment | (96,738) | (1.50) | 59,638 | 1.38 | 64,733 | 1.75 |
| Borrowings | 1,645,804 | 25.48 | 394,965 | 9.11 | 83,479 | 2.26 |
| Debentures | 1,434,951 | 22.21 | 359,240 | 8.29 | 73,479 | 1.99 |
| Borrowings from other Banks | 43,153 | 0.67 | 35,725 | 0.82 | 10,000 | 0.27 |
| Borrowings through issuing short term commercial papers | 167,700 | 2.60 | | | | |
| Other liabilities | 45,571 | 0.71 | 62,394 | 1.44 | 76,038 | 2.06 |
| Total | 6,459,867 | 100.00 | 4,334,574 | 100.00 | 3,697,176 | 100.00 |

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

Use of Funds

(in millions of Korean Won)

| | 2003 (Jan.1~Dec.31) | | 2002 (Jan.1~Dec.31) | | 2001 (Jan.1~Dec.31) | |
|----------------------------|----------------------------------|--------------|----------------------------------|--------------|----------------------------------|--------------|
| | Average Balance ¹⁾ | Ratio (%) | Average Balance ¹⁾ | Ratio (%) | Average Balance ¹⁾ | Ratio (%) |
| Investments on equity | | | | | | |
| stock | 5,882,011 | 77.81 | 3,874,018 | 89.38 | 3,619,972 | 97.91 |
| Shinhan Bank | 3,139,126 | 41.53 | 3,134,106 | 72.30 | 3,343,304 | 90.43 |
| Chohung Bank ²⁾ | 1,831,964 | 24.24 | | | | |
| Goodmorning Shinhan | | | | | | |
| Securities ³⁾ | 537,265 | 7.11 | 447,117 | 10.32 | 173,109 | 4.68 |
| Shinhan Card | 191,094 | 2.53 | 149,800 | 3.46 | | |
| Shinhan Capital | 95,384 | 1.26 | 71,171 | 1.64 | 58,936 | 1.60 |
| Shinhan BNP Paribas | 22,109 | 0.29 | 39,010 | 0.90 | 41,899 | 1.13 |
| E-Shinhan | 3,331 | 0.04 | 4,281 | 0.10 | 2,336 | 0.06 |
| Shinhan Macquarie | 578 | 0.01 | 583 | 0.01 | 388 | 0.01 |
| Jeju Bank | 44,783 | 0.59 | 23,855 | 0.55 | | |
| Shinhan Credit | | | | | | |
| Information | 2,392 | 0.03 | 1,169 | 0.03 | | |
| SH&C Life Insurance | 13,985 | 0.19 | 2,926 | 0.07 | | |
| Investment on Bonds | 905 | 0.01 | 1,279 | 0.03 | | |
| Loans | 1,618,091 | 21.41 | 390,275 | 9.00 | 72,864 | 1.97 |
| Fixed Assets | 1,434 | 0.02 | 1,272 | 0.03 | 699 | 0.02 |
| Intangible Assets | 471 | 0.01 | 163 | 0.00 | 35 | 0.00 |
| Cash Deposit in bank | 25,326 | 0.34 | 57,241 | 1.32 | 356 | 0.01 |
| Other Assets | 30,808 | 0.41 | 10,325 | 0.24 | 3,250 | 0.09 |
| Total | 7,559,046 | 100.00 | 4,334,574 | 100.00 | 3,697,176 | 100.00 |

1. The Average Balance was calculated by averaging the ending balance of each quarter.
2. Represents the average balance calculated by averaging Chohung bank's ending balances of 3rd and 4th quarter 2003, because Chohung bank was acquired in August 2003.
3. The Average Balance of Goodmorning Shinhan Securities for 2001 is that of Shinhan Securities, and the Average Balance for 2002 is the sum of the pre-merger balances of Shinhan Securities and Goodmorning Securities.

Other Financial Information***Requisite Capital Ratio***

| | (in millions of Korean Won) | | |
|---|-----------------------------|-----------|-----------|
| | 2003 ²⁾ | 2002 | 2001 |
| Aggregate Amount of Equity Capital (A) | 8,847,673 | 4,842,795 | 4,354,978 |
| Requisite Capital (B) | 7,472,030 | 3,698,754 | 2,981,268 |
| Requisite Capital Ratio (A/B) ¹⁾ | 118.41% | 130.93% | 134.43% |

1. Under the guidelines issued by the Financial Supervisory Commission applicable to financial holding companies, we, at the holding company level, are required to maintain a minimum requisite capital ratio of 100%.

2. The numbers for the year 2003 are provisional and are subject to change.

Won Liquidity Ratio

| | (in millions of Korean Won) | | |
|---|-----------------------------|---------|---------|
| | 2003 | 2002 | 2001 |
| Won Assets due within 3 months (A) | 16,687 | 14,945 | 1,449 |
| Won Liabilities due within 3 months (B) | 15,504 | 6,480 | 1,264 |
| Won Liquidity Ratio (A/B) ¹⁾ | 107.46% | 230.63% | 114.64% |

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 not less than 100%.

Liabilities to Equity Ratio

| | (in millions of Korean Won) | | |
|-----------------------------------|-----------------------------|-----------|-----------|
| | 2003 | 2002 | 2001 |
| Liabilities (A) | 2,176,875 | 774,759 | 319,033 |
| Adjusted Equity (B) ¹⁾ | 6,117,555 | 4,010,220 | 3,636,947 |
| Liabilities to Equity Ratio (A/B) | 35.58% | 19.32% | 8.77% |

1. Adjusted Equity was calculated by subtracting the amount of intangible assets from total net assets.

Capital Adequacy Ratio and Other Ratios of Certain Subsidiaries

1) Total Capital Adequacy Ratio (%)

| | 2003 | 2002 | 2001 |
|--------------|-------|-------|-------|
| Shinhan Bank | 10.49 | 10.91 | 12.02 |
| Chohung Bank | 8.87 | 8.66 | 10.43 |
| Jeju Bank | 10.96 | 11.71 | 9.71 |

* The Total Capital Adequacy Ratios are 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) Net Capital Ratio

| | 2003 | 2002 | 2001 |
|--------------------------------|--------|--------|--------|
| Goodmorning Shinhan Securities | 475.0% | 412.6% | 589.5% |

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

3) Adjusted Equity Capital Ratio

| | 2003 | 2002 | 2001 |
|--------------|--------|--------|------|
| Shinhan Card | 13.78% | 10.86% | |

* 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 is required to maintain a minimum adjusted equity capital ratio of 8%.

4) Non Performing Loans

(in 100 millions of Korean Won)

| | Dec.30.2003 | | Dec.31.2002 | | Dec. 31.2001 | |
|-------------------|-------------------|---------------------------------|-------------------|---------------------------------|-------------------|---------------------------------|
| | Balance of NPL | NPL to total Loans (%) | Balance of NPL | NPL to total Loans (%) | Balance of NPL | NPL to total Loans (%) |
| Shinhan Bank 1) | 3,985 | 0.82 | 2,983 | 0.69 | 4,345 | 1.21 |
| Chohung Bank 1) | 18,796 | 4.2 | 19,811 | 4.0 | 14,837 | 3.9 |
| Jeju Bank 1) | 298 | 2.27 | 238 | 1.86 | 179 | 1.86 |
| GMS Securities 2) | 492 | 13 | 410 | 19 | 1,244 | 45 |
| Shinhan Card 3) | 747 | 6.34 | 714 | 2.82 | | |

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 Service.
 2. Under the guidelines of the Financial Supervisory Service, every securities 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 Goodmorning Shinhan Securities includes loans classified as substandard , doubtful , and estimated loss.
 3. Under the guidelines of the Financial Supervisory Service, every 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 Shinhan Card includes loans classified as substandard , doubtful , and estimated loss.
- 5) Loan Loss Allowances & Write-offs for the period

| | | | (in 100 millions of Korean Won) | | |
|-----------------------|---------------------|----------|---------------------------------|------------------------------|----------------------------------|
| | | | Jan. 1, 2003~ Dec.31, 2003 | Jan.1, 2002~ Dec.31, 2002 | Jan.1, 2001~ Dec. 31, 2001 |
| Shinhan Bank | Loan Loss Allowance | Domestic | 8,664 | 4,925 | 4,768 |
| | | Overseas | 745 | 733 | 905 |
| | | Total | 9,409 | 5,658 | 5,673 |
| | Write-offs | | 715 | 1,375 | 7,298 |
| Chohung Bank | Loan Loss Allowance | Domestic | 16,820 | 16,988 | 10,507 |
| | | Overseas | 693 | 563 | 712 |
| | | Total | 17,513 | 17,551 | 11,219 |
| | Write-offs | | 17,812 | 11,007 | 11,457 |
| Jeju Bank | Loan Loss Allowance | Domestic | 345 | 273 | 270 |
| | | Overseas | | | |
| | | Total | 345 | 273 | 270 |
| | Write-offs | | 179 | 240 | 1,401 |
| GM Shinhan Securities | Loan Loss Allowance | Domestic | 443 | 370 | 929 |
| | | Overseas | | | |
| | | Total | 443 | 370 | 929 |
| 1) | Write-offs | | 18 | 75 | 244 |
| Shinhan Card 2) | Loan Loss Allowance | Domestic | 946 | 961 | |
| | | Overseas | | | |
| | | Total | 946 | 961 | |
| | Write-offs | | 2,770 | 544 | |

1. The fiscal year of Goodmorning Shinhan Securities ends on March 31 of each year. Accordingly, the relevant periods for Goodmorning Shinhan Securities are adjusted as follows: (i) from April 1, 2003 to December 31, 2003, (ii) from April 1, 2002 to March 31 2003, and (iii) from April 1, 2001 to March 31, 2002.

2. Shinhan Card was incorporated on July 1, 2002.

3. Independent Accountant

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.

| <u>Year</u> | <u>Auditor</u> | <u>Payment (KRW)</u> | <u>Working hours</u> |
|-------------|-------------------------------|----------------------|----------------------|
| 2003 | KPMG Samjong Accounting Corp. | 210,000,000 | 1,560 hours |
| 2002 | KPMG Samjong Accounting Corp. | 150,000,000 | 1,484 hours |
| 2001 | KPMG Samjong Accounting Corp. | 70,000,000 | 9 days |

Compensation for Services Other than Audit and Review

The following is a description of the fees and commissions paid to our independent auditor for the services set forth below for the last three years.

| <u>Year</u> | <u>Month</u> | <u>Service description</u> | <u>Payment (KRW)</u> |
|-------------|--------------|--|----------------------|
| 2003 | Sept. | Due diligence on the Chohung Bank | 904,000,000 |
| | July | Valuation of common shares of Chohung Bank | 100,000,000 |
| 2001 | Sept. | Advisory service for accounting and taxation | 40,000,000 |

4. Performance of Affiliated Companies

Condensed Financial Statements of Subsidiaries

1) Balance sheets

Condensed balance sheets of subsidiaries as of December 31, 2003 are as follows:

2003
(In millions of Korean Won)

| Subsidiaries | | Total assets | Total liabilities | Total stockholders equity |
|--------------------------------|---|---------------------|--------------------------|----------------------------------|
| Shinhan Bank | ₩ | 70,066,189 | 66,550,821 | 3,515,368 |
| Chohung Bank | | 59,227,864 | 57,289,224 | 1,938,640 |
| Goodmorning Shinhan Securities | | 2,928,017 | 2,290,044 | 637,973 |
| Shinhan Card | | 1,778,191 | 1,620,555 | 157,636 |
| Shinhan Capital | | 1,153,907 | 1,051,683 | 102,224 |
| Shinhan BNP Paribas ITMC | | 47,461 | 2,489 | 44,972 |
| Jeju Bank | | 1,785,961 | 1,682,328 | 103,633 |
| SH&C Life Insurance | | 114,012 | 87,970 | 26,042 |
| e-Shinhan | | 3,924 | 225 | 3,699 |
| Shinhan Macquarie | | 11,255 | 7,642 | 3,613 |
| Shinhan Credit Information | | 13,588 | 9,726 | 3,862 |
| | ₩ | 137,130,369 | 130,592,707 | 6,537,662 |

2) Statements of Earnings

Condensed statements of earnings of subsidiaries for the years ended December 31, 2003 are as follows:

2003
(In millions of Korean Won)

| Subsidiaries | | Operating revenue | Operating expense | Operating income (loss) | Ordinary income (loss) | Net earnings (loss) |
|------------------------------------|---|--------------------------|--------------------------|--------------------------------|-------------------------------|----------------------------|
| Shinhan Bank | ₩ | 4,851,995 | 4,180,640 | 671,355 | 685,756 | 476,023 |
| Chohung Bank | | 5,425,189 | 6,107,050 | (681,861) | (915,775) | (965,951) |
| Goodmorning Shinhan Securities (*) | | 649,701 | 619,693 | 30,008 | 68,616 | 35,813 |
| Shinhan Card | | 431,863 | 506,606 | (74,743) | (90,063) | (89,824) |
| Shinhan Capital | | 145,355 | 116,084 | 29,271 | 22,565 | 15,755 |
| Shinhan BNP Paribas | | 12,728 | 10,604 | 2,124 | 2,629 | 1,834 |

ITMC (*)

2003
(In millions of Korean Won)

| <u>Subsidiaries</u> | <u>Operating revenue</u> | <u>Operating expense</u> | <u>Operating income (loss)</u> | <u>Ordinary income (loss)</u> | <u>Net earnings (loss)</u> |
|-------------------------------|------------------------------|------------------------------|--|-----------------------------------|--------------------------------|
| Jeju Bank | 137,162 | 137,005 | 157 | 727 | 4,751 |
| SH&C life Insurance (*) | 44,986 | 47,478 | (2,492) | (3,369) | (3,369) |
| e-Shinhan | 1,714 | 3,361 | (1,647) | (1,583) | (1,583) |
| Shinhan Macquarie (*) | 11,454 | 7,816 | 3,638 | 3,804 | 2,559 |
| Shinhan Credit Information | 25,557 | 24,309 | 1,248 | 1,096 | 741 |
| | <u>11,737,704</u> | <u>11,760,646</u> | <u>(22,942)</u> | <u>(225,597)</u> | <u>(523,251)</u> |
| | ₩ | | | | |

(*) For the period from January 1, 2003 to December 31, 2003 reflected

5. Market Price Information of Our Equity Securities

Common Share Traded in Korea Stock Exchange

(in Korean Won or number of shares)

| | <u>Sept. 2003</u> | <u>Oct. 2003</u> | <u>Nov. 2003</u> | <u>Dec. 2003</u> | <u>Jan. 2004</u> | <u>Feb. 2004</u> |
|----------------------|-------------------|------------------|------------------|------------------|------------------|------------------|
| Price per share High | 18,300 | 18,400 | 19,700 | 19,050 | 20,100 | 23,050 |
| Low | 15,600 | 15,650 | 16,200 | 17,300 | 18,000 | 18,950 |
| Trading Volume | 25,986,184 | 26,895,187 | 26,806,597 | 21,912,227 | 19,275,208 | 27,301,403 |

American Depositary Shares

Shinhan Financial Group listed its American Depositary Shares on the New York Stock Exchange on September 16, 2003, and delisted its Global Depositary Shares from the Luxemburg Stock Exchange on September 17, 2003. With the termination of our Global Depositary Share program, the Global Depositary Shares can be converted into American Depositary Shares until April 16, 2004.

American Depositary Shares trade on the New York Stock Exchange

(in US Dollars or number of shares)

| | Sept. 2003 | Oct. 2003 | Nov. 2003 | Dec. 2003 | Jan. 2004 | Feb. 2004 |
|----------------------|-----------------------|----------------------|----------------------|----------------------|------------------|------------------|
| Price per share High | 31.28 | 32.01 | 32.86 | 32.05 | 35.10 | 39.63 |
| Low | 27.36 | 27.58 | 26.93 | 29.35 | 30.80 | 32.80 |
| Trading Volume | 28,000 | 27,600 | 33,100 | 91,200 | 115,500 | 180,400 |

6. Changes to Directors, Executive Officers and Employees

Directors and Executive Officers

1) Executive Directors

Our executive directors are as follows

| Name | Age | Position | Director since | Date Term Ends (1) |
|----------------|------------|-----------------|-----------------------|---------------------------|
| Eung Chan Ra | 65 | Chairman of BOD | September 1, 2001 | March 24, 2007 |
| Young Hwi Choi | 57 | President & CEO | September 1, 2001 | March 24, 2007 |

(1) Mr. Ra and Mr. Choi's original terms were supposed to end on August 31, 2004, but they were reappointed for another 3 years pursuant to the BOD resolution on March 25, 2004.

2) Non-Executive Directors

Currently, 13 non executive directors are in office, all of whom were nominated by our BOD and appointed or reappointed pursuant to the approval of general shareholders' meeting on March 25, 2004.

Our non-executive directors are as follows.

| Name | Age | Position | Director since | Date Term Ends |
|-------------------|------------|-------------------------|-----------------------|-----------------------|
| In Ho Lee | 60 | Non-Executive Directors | September 1, 2001 | March 24, 2007 |
| Young Seok Choi | 74 | Non-Executive Directors | March 31, 2003 | March 24, 2007 |
| Yong Woong Yang | 55 | Non-Executive Directors | March 25, 2004 | March 24, 2007 |
| Pyung Joo Kim | 65 | Outside Director | September 1, 2001 | March 24, 2005 |
| Il Sup Kim | 57 | Outside Director | March 31, 2003 | March 24, 2005 |
| Sang Yoon Lee | 61 | Outside Director | March 25, 2004 | March 24, 2005 |
| Yoon Soo Yoon | 58 | Outside Director | March 25, 2004 | March 24, 2005 |
| Sang Chul Lee | 56 | Outside Director | March 25, 2004 | March 24, 2005 |
| Byung Hun Park | 75 | Outside Director | September 1, 2001 | March 24, 2005 |
| Moon Pil Oh | 73 | Outside Director | September 1, 2001 | March 24, 2005 |
| Young Soo Lee | 69 | Outside Director | March 31, 2003 | March 24, 2005 |
| Dong Hyun Kwon | 67 | Outside Director | March 25, 2004 | March 24, 2005 |
| Philippe Reynieix | 54 | Outside Director | March 25, 2004 | March 24, 2005 |

For the personal profiles of the directors, please refer to our Form 6-K filed on March 8, 2003, in which we included the resume of director candidates.

3) Executive Officers

In addition to the executive directors who are also our executive officers, we currently have the following executive officers

| Name | Age | Position |
|----------------|------------|--|
| Bhang Gil Choi | 52 | Senior Executive Vice President of Integration Coordination Team I and II (taking charge of Chohung Bank related issues) |
| Chil Sun Hong | 57 | Senior Executive Vice President of Subsidiary Management Team II, Public Relations Team, and Audit & Compliance Team |
| Hee Soo Kim | 53 | Senior Executive Vice President of Subsidiary Management Team I and Integration Coordination Team I |
| Byung Jae Cho | 53 | Chief Financial Officer and Senior Executive Vice President of Planning & Financial Management Team and Investor Relations Team |
| Lee, Baek Soon | 51 | Senior Executive Vice President of General Service Team, Information & Technology Planning Team and Integration Coordination Team II |

Employees

(As of December 31, 2003)

| | Number of Employees | Average Tenure | Total Salaries and wages paid for the year 2003 (in mil. of Korean Won) | Average Payment per person (in mil. of Korean Won) |
|--------|------------------------------------|-----------------------|--|---|
| Male | 59 | 1 year & 3 months | 4,294 | 73 |
| Female | 14 | 1 year & 1 months | 361 | 24 |
| Total | 73 | 1 year & 2 months | 4,656 | 63 |

Exhibit 1.

The Independent Accountant's Review Report (under Korean GAAP) to the Non-consolidated Financial Statements of Shinhan Financial Group as of and for the year ended December 31, 2003

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| Exhibit 2. | |

The Independent Accountant's Review Report (under Korean GAAP) to the Consolidated Financial Statements of Shinhan Financial Group as of and for the year ended December 31, 2003

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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/ Byung Jae Cho*

Name: Byung Jae Cho
Title: Chief Financial Officer

Date : April 13, 2004