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CE="Times New Roman" SIZE="2">(Won)6,365 (Won)9,863

Due from banks in foreign currencies

1,154 52 13 122 1,341 (Won)3,954 (Won)273 (Won)470 (Won)142 (Won)6,365 (Won)11,204

4. TRADING SECURITIES

Details of trading securities as of December 31, 2008 and 2007 are as follows (Korean won in millions):

<2008>	Face value	Acquisition cost	Fair value
<In local currency>			
Equity securities		(Won) 414,290	(Won) 381,702
Government bonds	(Won) 2,914,165	2,960,244	3,179,507
Financial debentures	7,696,100	7,636,123	7,656,117
Corporate bonds	776,703	781,047	782,106
Beneficiary certificates		421,957	384,707
Others		3,815,575	3,841,793
		16,029,236	16,225,932
<In foreign currencies>			
Equity securities		359	359
Bonds and others	259,019	295,375	275,446
		295,734	275,805
		(Won) 16,324,970	(Won) 16,501,737

<2007>	Face value	Acquisition cost	Fair value
<In local currency>			
Equity securities		(Won) 387,229	(Won) 378,679
Government bonds	(Won) 1,320,266	1,268,826	1,272,623
Financial debentures	7,888,674	7,786,498	7,743,296
Corporate bonds	1,301,289	1,287,870	1,270,794
Beneficiary certificates		1,046,333	1,096,182
Others		4,326,866	4,340,144
		16,103,622	16,101,718
<In foreign currencies>			
Equity securities		2,269	2,481
Bonds and others	127,917	135,125	124,220
		137,394	126,701
		(Won) 16,241,016	(Won) 16,228,419

5. AVAILABLE-FOR-SALE SECURITIES

(1) Available-for-sale securities as of December 31, 2008 and 2007 are as follows (Korean won in millions):

2008

2007

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<In local currency>		
Equity securities	(Won) 3,008,601	(Won) 4,760,991
Capital contributions	400,374	297,725
Government bonds	2,863,417	1,573,655
Financial debentures	7,574,271	10,877,690
Corporate bonds	1,135,332	1,382,835
Beneficiary certificates	1,727,690	1,211,680
Others	616,427	125,931
	17,326,112	20,230,507
<In foreign currencies>		
Equity securities	279,547	182,054
Bonds and others	1,206,843	1,427,042
Beneficiary Certificates	294	3,441
	1,486,684	1,612,537
	(Won) 18,812,796	(Won) 21,843,044

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(2) Equity securities in available-for-sale securities as of December 31, 2008 and 2007 are as follows (Korean won in millions, shares in thousands):

<2008>	Number of shares owned	Percentage of ownership (%)	Acquisition cost	Book value
<Marketable equity Securities>				
POSCO	872	1.0	(Won) 367,024	(Won) 331,310
Daewoo Engineering & Construction Co., Ltd.	13,052	4.1	256,230	120,488
KP Chemical Corporation	8,167	8.4	16,342	36,669
Ssangyong Cement Industry Co., Ltd	850	1.1	14,275	5,676
Hynix Semiconductor Inc.	39,918	9.2	152,309	246,055
Hyundai Eng. & Const. Co., Ltd.	15,953	14.5	232,204	838,535
Hyundai Corporation (*1)	5,070	22.7	68,589	69,619
Shinhan Financial Group.	1,258	0.3	72,592	37,365
SK Networks Co., Ltd.	11,009	4.4	47,265	89,924
Others			128,006	165,391
			1,354,836	1,941,032
<Non-marketable securities>				
Stocks subject to fair value valuation:				
Korea Aerospace Industries Ltd. (preferred stock)	2,006	2.4	22,338	6,367
Daewoo Electronics Corp.	5,747	5.4	13,695	4,018
Kocref-Cr-Reit 6	3,800	14.5	19,000	20,037
New Airport Hiway Co., Ltd.	923	2.1	5,072	14,053
Korea Securities Finance Corporation	9,518	14.0	48,462	67,000
Korea Housing Guarantee Co., Ltd.	6,899	1.1	10,014	27,687
Hyundai Merchant Marine Co., Ltd. (preferred stock)	3,334	2.2	50,005	51,748
Kumho Life Insurance Co., Ltd.	2,109	3.6	10,545	26,046
Korea Exchange	1,000	5.0	6,616	96,346
Korea Securities Computer Corporation	218	4.1	1,097	5,810
Korea Infrastructure fund 2	8,342	15.3	84,746	85,780
Kocref NPS Cr-Reit 2	6,000	13.3	30,000	41,934
Others			136,348	172,767
Stocks excluded from fair value valuation:				
Samsung Life Insurance Co., Ltd.	555	2.8	159,262	159,262
Kyongnam Trading Inc.,	60	10.0	300	300
KiHyup Technology Banking Corp.	400	6.9	2,000	2,000
KIDB Bonds Brokerage Corp.	100	8.0	500	500
Hangaram Management Advisory Co., Ltd.	30	10.0	300	300
Hungkuk Investment Trust Management Co., Ltd.	100	5.0	500	500
My Asset Invest Management Advisory Co., Ltd.	230	7.5	1,150	1,150
I Venture Investment Co., Ltd.	140	7.0	383	383
MVP Capital Co., Ltd.	200	9.6	1,000	1,000
DOBEsys.Inc	6	10.3	1,200	1,200
KSEnergy Corporation	4,017	7.2	5,959	5,959
Reality Advisors Korea	200	14.3	1,000	1,000
Capital Partner	100	7.1	500	500
Others			273,348	273,922
			885,340	1,067,569
			(Won) 2,240,176	(Won) 3,008,601

<2007>	Number of shares owned	Percentage of ownership (%)	Acquisition cost	Book value
<Marketable equity Securities>				
POSCO	872	1.0	(Won) 367,024	(Won) 501,324
Daewoo Engineering & Construction Co., Ltd.	13,559	4.1	255,944	308,618
KP Chemical Corporation	8,167	8.4	16,342	53,493
Ssangyong Cement Industry Co., Ltd	850	1.1	14,274	13,765
Hynix Semiconductor Inc.	39,918	9.2	152,309	1,042,408
Hyundai Eng. & Const. Co., Ltd.	15,953	14.5	232,204	1,190,354
Hyundai Corporation (*1)	5,070	22.7	68,589	103,497
Shinhan Financial Group.	1,258	0.3	72,592	67,307
SK Networks Co., Ltd.	11,009	4.4	47,265	231,314
Hu-Chems	605	2.8	8,984	11,635
Others			124,636	230,657
			1,360,163	3,754,372
<Non-marketable securities>				
Stocks subject to fair value valuation:				
SK Networks Co., Ltd. (preferred stock)	271	0.1	10,003	22,184
Korea Aerospace Industries Ltd. (preferred stock)	2,006	2.4	22,338	6,945
Daewoo Electronics Corp.	5,747	5.4	13,695	3,404
Kocref-Cr-Reit 6	3,800	14.5	19,000	18,795
New Airport Hiway Co., Ltd.	923	2.1	5,072	13,238
Korea Securities Finance Corporation	9,419	13.8	47,968	63,087
Korea Housing Guarantee Co., Ltd.	6,899	1.1	10,014	27,665
Hyundai Merchant Marine Co., Ltd. (preferred stock)	3,334	2.2	50,005	50,628
Kumho Life Insurance Co., Ltd.	2,109	5.0	10,545	32,626
Korea Exchange	1,000	5.0	6,616	116,862
Korea Securities Computer Corporation	218	4.1	1,097	5,565
Korea Infrastructure fund 2	7,277	15.3	34,208	72,785
Kocref NPS Cr-Reit 2	6,000	13.3	30,000	43,860
Others			98,539	139,454
Stocks excluded from fair value valuation:				
Samsung Life Insurance Co., Ltd.	555	2.8	159,262	159,262
Kyongnam Trading Inc.,	60	10.0	300	300
KiHyup Technology Banking Corp.	400	6.9	2,000	2,000
KIDB Bonds Brokerage Corp.	100	8.0	500	500
Kyobo Investment Trust Management	300	5.0	1,500	1,500
Delta Invest Management				
Advisory Co., Ltd.	55	6.7	550	550
Paragon Management Advisory Co., Ltd.	106	17.2	630	630
Hangaram Management Advisory Co., Ltd.	30	10.0	300	300
Hungkuk Investment Trust Management Co., Ltd.	100	5.0	500	500
My Asset Invest Management Advisory Co., Ltd.	230	7.5	1,150	1,150
I Venture Investment Co., Ltd.	140	7.0	383	383
MVP Capital Co., Ltd.	200	9.6	1,000	1,000
DOBEsys.Inc	6	10.3	1,200	1,200
KSEnergy Corporation	4,017	7.2	5,959	5,959
Reality Advisors Korea	200	14.3	1,000	1,000
Capital Partner	100	7.1	500	500
Others			261,378	212,787
			797,212	1,006,619
			(Won) 2,157,375	(Won) 4,760,991

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(*1) Not accounted for using the equity method of accounting since the investee is under corporate restructuring by an agreement with credit committee.

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(3) Capital contribution in available-for-sale securities as of December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008		2007	
	Percentage of ownership(%)	Book value	Percentage of ownership(%)	Book value
Stock Market Stabilization Fund	8.8	(Won) 57	8.8	(Won) 53
Contributions to Fund for Consolidation of Bad Debts	1.3	51,820	1.3	50,500
Korea Asset Management Corp.	5.1	18,533	5.1	18,533
LG Investment Seventh Fund	8.0	214	8.0	710
Macquarie Opportunities	8.5	68,688	8.5	37,295
Consus Investment 3 rd Private Equity Fund	19.6	22,200	19.6	13,463
KTB 2005 Private Equity Fund	14.7	14,545	14.7	13,713
KTB 2006 Private Equity Fund	3.2	8,588	3.2	8,355
Others		215,729		155,103
		(Won) 400,374		(Won) 297,725

(4) Debt securities in available-for-sale securities in local currency as of December 31, 2008 and 2007 are as follows (Korean won in millions):

<2008>	Face value	Acquisition cost	Amortized cost	Book value
Government bonds	(Won) 2,759,949	(Won) 2,736,625	(Won) 2,752,582	(Won) 2,863,417
Financial debentures	7,538,554	7,469,568	7,447,613	7,574,271
Corporate bonds	1,157,663	1,116,948	1,121,838	1,135,332
	(Won) 11,456,166	(Won) 11,323,141	11,322,033	(Won) 11,573,020

<2007>	Face value	Acquisition cost	Amortized cost	Book value
Government bonds	(Won) 1,599,213	(Won) 1,602,737	(Won) 1,584,394	(Won) 1,573,655
Financial debentures	11,019,284	10,911,342	10,960,061	10,877,690
Corporate bonds	1,482,359	1,404,205	1,387,372	1,382,835
	(Won) 14,100,856	(Won) 13,918,284	(Won) 13,931,827	(Won) 13,834,180

(5) Beneficial certificates in available-for-sale securities in local currency as of December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008		2007	
	Acquisition cost	Fair value	Acquisition cost	Fair value
Woori CS Asset Management	(Won) 199,845	(Won) 198,476	(Won) 357,970	(Won) 367,430
Development Bank Asset Management	467,928	469,221	633	1,302
Yurie Asset Management	140,000	140,938	50,000	50,187
KB Asset Management	114,087	102,889	55,707	56,388
Daol Investment Trust Management	24,444	24,650	26,000	26,276
Hungkuk Investment Trust Management	55,340	53,621	63,426	63,506
Korea Investment Trust Management	13,483	11,891	3,000	3,225
CJ Investment Trust Management	13,333	13,534	30,000	35,571
TongYang Investment Trust Management	16,075	16,131	25,000	25,033

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Others	723,469	696,339	489,085	582,762
	(Won) 1,768,004	(Won) 1,727,690	(Won) 1,100,821	(Won) 1,211,680

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(6) Other available-for-sale securities in local currency as of December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008		2007	
	Acquisition cost	Fair value	Acquisition cost	Fair value
Bills bought in local currency	(Won) 597,467	(Won) 597,492	(Won) 105,186	(Won) 101,916
Others	36,154	18,935	1,011	24,015
	(Won) 633,621	(Won) 616,427	(Won) 106,197	(Won) 125,931

(7) Available-for-sales securities in foreign currencies as of December 31, 2008 and 2007 are as follows (Korean won in millions):

<2008>	Face value	Acquisition cost	Fair value	Book value
Equity securities		(Won) 328,025	(Won) 279,547	(Won) 279,547
Bonds	2,366,751	2,556,678	1,206,843	1,206,843
Beneficiary certificates		355	294	294
		(Won) 2,885,058	(Won) 1,486,684	(Won) 1,486,684
<2007>	Face value	Acquisition cost	Fair value	Book value
Equity securities		(Won) 182,464	(Won) 182,054	(Won) 182,054
Bonds	1,944,499	1,964,723	1,427,042	1,427,042
Beneficiary certificates		23,481	3,441	3,441
		(Won) 2,170,668	(Won) 1,612,537	(Won) 1,612,537

6. HELD-TO-MATURITY SECURITIES

Held-to-maturity securities as of December 31, 2008 and 2007 are as follows (Korean won in millions):

<2008>	Face value	Acquisition cost	Amortized cost (book value)	Fair value
<In local currency>				
Government bonds	(Won) 1,922,569	(Won) 1,875,797	(Won) 1,881,038	(Won) 1,915,430
Financial debentures	6,755,000	6,743,290	6,739,920	6,866,765
Corporate bonds	1,188,634	1,198,030	1,187,006	1,202,876
Beneficiary certificates	2,351	2,351	2,351	2,354
	9,868,554	9,819,468	9,810,315	9,987,425
<In foreign currencies>	183,715	183,594	183,471	183,471
<Loaned securities>	12,617	12,497	12,497	14,415
	(Won) 10,064,886	(Won) 10,015,559	(Won) 10,006,283	(Won) 10,185,311

<2007>	Face value	Acquisition cost	Amortized cost (book value)	Fair value
<In local currency>				

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Government bonds	(Won) 2,373,871	(Won) 2,269,130	(Won) 2,329,081	(Won) 2,290,751
Financial debentures	4,425,000	4,422,567	4,421,184	4,383,401
Corporate bonds	1,288,200	1,307,643	1,291,126	1,275,781
	8,087,071	7,999,340	8,041,391	7,949,933
<In foreign currencies>	143,765	143,661	145,933	145,933
<Loaned securities>	12,617	12,497	12,497	12,328
	(Won) 8,243,453	(Won) 8,155,498	(Won) 8,199,821	(Won) 8,108,194

7. STRUCTURED SECURITIES AND PRIVATE EQUITY FUNDS

(1) Structured securities as of December 31, 2008 and 2007 are as follows (Korean won in millions):

<2008>	Face value	Fair value (book value)	Inherent risks
<Structured securities related to stock>			
Convertible bonds	(Won) 13,635	(Won) 2,997	Stock price deflation
Bonds with warrants	14,014	11,483	
Market index funds	929,866	503,572	Market index deflation
	957,515	518,052	
<Structured securities related to credit risk>			
Asset backed securities	1,148,790	68,440	Credit risk of underlying assets
Others	72,012	39,561	
	1,220,802	108,001	
<Structured securities related to interest rate>			
Floating rate notes related to short-term government bonds interest rate	159,523	159,560	Fluctuation on spread of swap interest rate
Other	29,000	28,716	
	188,523	188,276	
	(Won) 2,366,840	(Won) 814,329	

<2007>	Face value	Fair value (book value)	Inherent risks
<Structured securities related to stock>			
Convertible bonds	(Won) 470	(Won) 470	Stock price deflation
Bonds with warrants	2,054	433	
Market index funds	1,825,642	1,397,878	Market index deflation
	1,828,166	1,398,781	
<Structured securities related to credit risk>			
Credit linked notes	28,146	25,047	Credit risk of underlying assets
Asset backed securities	872,647	390,047	
Others	55,774	48,191	
	956,567	463,285	
<Structured securities related to interest rate>			
CMS linked notes	110,000	109,436	Fluctuation on spread of swap interest rate
	(Won) 2,894,733	(Won) 1,971,502	

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(2) Private equity funds and entrusted assets to investment as of December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008	2007
Due from banks	(Won) 395,926	(Won) 368,364
Securities	713,564	1,016,034
Loans	72,099	279,380
Other assets	37,412	24,077
Derivative assets		492
Total assets	1,219,001	1,688,347
Other liabilities	75,749	95,880
Derivative liabilities		123
Total liabilities	75,749	96,003
Total net assets	(Won) 1,143,252	(Won) 1,592,344

8. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD OF ACCOUNTING

- (1) Valuation of investment equity securities accounted for using the equity method of accounting for the year ended December 31, 2008 are as follows (Korean won in millions):

	Acquisition cost	Jan. 1, 2008	Gain (loss) on valuation	Other increase (decrease)	Dec. 31, 2008
	(Won)	(Won)	(Won)	(Won)	(Won)
BC Card	11,668	70,955	51,963	25,121	148,039
Korea BTL Infrastructure Fund	122,000		9,778	207,319	217,097
Korea Finance Security	758	3,013	78	(82)	3,009
Korea Credit Bureau	4,500	3,171	(103)		3,068
Woori Service Networks Co., Ltd.	24	82	(6)	(5)	71
Woori SME Asset Securitization Specialty	273	226	18	(57)	187
Woori SME First ABS Co., Ltd.	415	333	105	(30)	408
Woori Private Equity Fund	124,363	128,535		(128,535)	
Woori Absolute Partners Pte.Ltd	5,189		(303)	6,259	5,956
Athena Venture Fund	13,175	6,631	(885)	(2,616)	3,130
Sempio Foods Company	22,915	25,090	4,929	(107)	29,912
Woori INS	10,510			10,510	10,510
Seoul Lakeside Co.,Ltd.	270,000	251,287	(12,916)		238,371
Woori F&I Fifth Asset Securitization Specialty	9,035	10,264		(10,264)	
Woori F&I Sixth Asset Securitization Specialty	4,849	359		(359)	
Woori F&I Seventh Asset Securitization Specialty	5,175	5,089		(5,089)	
Woori F&I Ninth Asset Securitization Specialty	1,713		348	1,710	2,058
Woori SB First Asset Securitization Specialty	9,339	263	(266)	9	6
Woori SB Third Asset Securitization Specialty		2,937	(87)	(2,851)	(1)
Woori SB Fifth Asset Securitization Specialty	3,773	7,572	116	(5,677)	2,011
Woori SB Sixth Asset Securitization Specialty	5,477	6,672	236	(4,989)	1,919
Woori SB Seventh Asset Securitization Specialty	3,585	6,147	437	(3,918)	2,666
Woori SB Eighth Asset Securitization Specialty	2,787	3,158	407	(1,124)	2,441
Woori SB Ninth Asset Securitization Specialty	5,957		(83)	5,898	5,815
Woori SB Eleventh Asset Securitization Specialty	7,876		(551)	7,864	7,313
Woori SB Twelfth Asset Securitization Specialty	7,877		(347)	7,865	7,518
Woori BC Pegasus Asset Securitization Specialty	2,908		(679)	678	(1)
Woori Marine Second Asset Securitization Specialty	1,679	1,768	839	(2,607)	
Woori Marine Third Asset Securitization Specialty	5,952	5,745	1,217	(5,270)	1,692
Woori Stream First Asset Securitization Specialty	5,270	6,117	1,908	(7,018)	1,007

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Woori Stream Second Asset Securitization Specialty	5,154	4,369	951	(1,651)	3,669
Woori Stream Third Asset Securitization Specialty	3,664	3,807	124	(658)	3,273
Woori Stream Fourth Asset Securitization Specialty	6,850	5,319	1,589	483	7,391
Hiking-Woori Capital	230		1,363	(311)	1,052

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	Acquisition cost	Jan. 1, 2008	Gain (loss) on valuation	Other increase (decrease)	Dec. 31, 2008
Woori-Consus	227	183	(317)	134	
E-land World	50,000		(2,127)	2,127	
Woori Renaissance Holdings	63,000		(2,172)	62,849	60,677
Woori Absolute Asia Multi Strategy Fund	60,756		132	75,462	75,594
Woori Absolute Asia Global Opportunity Fund	35,441		189	44,030	44,219
	(Won) 894,364	(Won) 559,092	(Won) 55,885	(Won) 275,100	(Won) 890,077

- (2) Valuation of investment equity securities accounted for using the equity method of accounting for the year ended December 31, 2007 are as follows (Korean won in millions):

	Acquisition cost	Jan. 1, 2007	Gain (loss) on valuation	Other increase (decrease)	Dec. 31, 2007
BC Card	(Won) 11,668	(Won) 60,746	(Won) 11,393	(Won) (1,184)	(Won) 70,955
Korea Finance Security	758	2,443	625	(55)	3,013
Korea Credit Bureau	4,500	3,530	(143)	(216)	3,171
Woori Service Networks Co., Ltd.	24	53	31	(2)	82
Woori SME Asset Securitization Specialty	273	86	140		226
Woori SME First ABS Co., Ltd.	415	269	64		333
Woori Private Equity Fund	128,296		2,212	126,323	128,535
Connacht Capital	17,897	25,923		(25,923)	
Athena Venture Fund	13,175	9,733	11,607	(14,709)	6,631
Sempio Foods Company	22,915	16,696	1,783	6,611	25,090
Seoul Lakeside Co.,Ltd.	270,000		(18,713)	270,000	251,287
Woori F&I Fourth Asset Securitization Specialty	33	172	6	(178)	
Woori F&I Fifth Asset Securitization Specialty	9,035		1,783	8,481	10,264
Woori F&I Sixth Asset Securitization Specialty	4,849		(91)	450	359
Woori F&I Seventh Asset Securitization Specialty	5,175		(78)	5,167	5,089
Woori SB First Asset Securitization Specialty	9,339		215	48	263
Woori SB Third Asset Securitization Specialty	11,274	9,906	631	(7,600)	2,937
Woori SB Fifth Asset Securitization Specialty	7,373	14,178	1,692	(8,298)	7,572
Woori SB Sixth Asset Securitization Specialty	6,977	9,343	2,957	(5,628)	6,672
Woori SB Seventh Asset Securitization Specialty	3,608	9,637	924	(4,414)	6,147
Woori SB Eighth Asset Securitization Specialty	2,787		582	2,576	3,158
Woori BC Pegasus Asset Securitization Specialty	2,908	650	(668)	18	
Woori Marine First Asset Securitization Specialty	1,469	910	(21)	(889)	
Woori Marine Second Asset Securitization Specialty	1,679	2,644	199	(1,075)	1,768

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Woori Marine Third Asset Securitization Specialty	5,952	7,745	1,669	(3,669)	5,745
Woori Stream First Asset Securitization Specialty	5,270	7,988	3,654	(5,525)	6,117
Woori Stream Second Asset Securitization Specialty	5,154		1,333	3,036	4,369
Woori Stream Third Asset Securitization Specialty	3,664		(523)	4,330	3,807

	Acquisition cost	Jan. 1, 2007	Gain (loss) on valuation	Other increase (decrease)	Dec. 31, 2007
Woori Stream Fourth Asset Securitization Specialty	6,850		(30)	5,349	5,319
Hiking-Woori Capital	230		(597)	597	
Woori-Consus	227		(23)	206	183
	(Won) 563,774	(Won) 182,652	(Won) 22,613	(Won) 353,827	(Won) 559,092

9. CLASSIFICATION OF SECURITIES

(1) Securities in foreign currencies by country as of December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008		2007	
	Amount	Ratio (%)	Amount	Ratio (%)
<Trading securities>				
Korea	(Won) 232,523	84.30	(Won) 100,108	79.01
United States	11,020	4.00	4,744	3.74
Others	32,262	11.70	21,849	17.24
	275,805		126,701	
<Available-for-sales securities>				
Korea	432,132	29.07	297,438	18.45
United States	245,008	16.48	209,617	13.00
Cayman islands	147,107	9.89	370,175	22.96
China	130,598	8.78		
United Kingdom	42,100	2.83		
Philippines	2,012	0.14	1,501	0.09
Others	487,727	32.81	733,806	45.51
	1,486,684		1,612,537	
<Held-to-maturity securities>				
Korea	55,180	30.08	31,483	21.57
United States	12,032	6.56	18,719	12.83
Indonesia	89,360	48.71	95,731	65.60
Others	26,899	14.65		
	183,471		145,933	
<Investments accounted for using equity method of accounting>				
United States	3,130	3.65	6,631	97.31
China	1,052	1.23	183	2.69
Others	81,551	95.12		
	85,733		6,814	
	(Won) 2,031,693		(Won) 1,891,985	

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(2) Securities by type as of December 31, 2008 and 2007 are as follows (Korean won in millions):

<2008>	In local currency		In foreign currencies		Total	
	Amount	Ratio (%)	Amount	Ratio (%)	Amount	Ratio (%)
<Trading securities>						
Securities	(Won) 381,702	2.35	(Won) 359	0.13	(Won) 382,061	2.32
Floating rate bonds	240,527	1.48			240,527	1.46
Fixed rate bonds	11,377,203	70.12	264,696	95.97	11,641,899	70.55
Beneficiary certificates	384,707	2.37	4,369	1.58	389,076	2.36
Other	3,841,793	23.68	6,381	2.32	3,848,174	23.32
	(Won) 16,225,932		(Won) 275,805		(Won) 16,501,737	

<Available-for-sales securities>						
Securities	(Won) 3,008,601	17.36	(Won) 279,547	18.80	(Won) 3,288,148	17.48
Capital contribution	400,374	2.31			400,374	2.13
Floating rate bonds	421,307	2.43	459,221	30.89	880,528	4.68
Fixed rate bonds	11,071,011	63.90	622,326	41.86	11,693,337	62.16
Convertible bonds	80,702	0.47	2,316	0.16	83,018	0.44
Beneficiary certificate	1,727,690	9.97	294	0.02	1,727,984	9.19
Other	616,427	3.56	122,980	8.27	739,407	3.92
	(Won) 17,326,112		(Won) 1,486,684		(Won) 18,812,796	

<Held-to-maturity securities>						
Floating rate bonds	(Won) 88,541	0.90	(Won) 92,362	50.34	(Won) 180,903	1.81
Fixed rate bonds	9,731,920	99.07	89,360	48.71	9,821,280	98.15
Other	2,351	0.03	1,749	0.95	4,100	0.04
	(Won) 9,822,812		(Won) 183,471		(Won) 10,006,283	

<2007>	In local currency		In foreign currencies		Total	
	Amount	Ratio (%)	Amount	Ratio (%)	Amount	Ratio (%)
<Trading securities>						
Securities	(Won) 378,679	2.35	(Won) 2,481	1.96	(Won) 381,160	2.35
Floating rate bonds	197,932	1.23	7,959	6.28	205,891	1.27
Fixed rate bonds	10,088,781	62.66	113,960	89.94	10,202,741	62.87
Beneficiary certificates	1,096,182	6.81	1,881	1.48	1,098,063	6.77
Other	4,340,144	26.95	420	0.34	4,340,564	26.74
	(Won) 16,101,718		(Won) 126,701		(Won) 16,228,419	

<Available-for-sales securities>						
Securities	(Won) 4,760,991	23.53	(Won) 182,054	11.29	(Won) 4,943,045	22.63
Capital contribution	297,725	1.47			297,725	1.36
Floating rate bonds	1,026,645	5.07	691,413	42.88	1,718,058	7.87
Fixed rate bonds	12,857,512	63.56	735,159	45.59	13,592,671	62.23
Convertible bonds			470	0.03	470	
Beneficiary certificate	1,211,680	5.99	3,441	0.21	1,215,121	5.56
Other	75,954	0.38			75,954	0.35
	(Won) 20,230,507		(Won) 1,612,537		(Won) 21,843,044	

<Held-to-maturity securities>

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Floating rate bonds	(Won)	174,700	2.17	(Won)	31,483	21.57	(Won)	206,183	2.51
Fixed rate bonds		7,879,188	97.83		114,450	78.43		7,993,638	97.49
	(Won)	8,053,888		(Won)	145,933		(Won)	8,199,821	

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(3) Bonds by issuer and others by industry as of December 31, 2008 and 2007 are as follows (Korean won in millions):

<2008>	In local currency		In foreign currencies		Total	
	Amount	Ratio (%)	Amount	Ratio (%)	Amount	Ratio (%)
<Trading securities>						
Others excluding bonds:						
Manufacturing	(Won) 407,562	8.84	(Won) 2,936	11.11	(Won) 410,498	8.86
Construction	94,272	2.04			94,272	2.03
Retail	17,763	0.39			17,763	0.38
Finance & insurance	3,277,317	71.12	8,837	33.44	3,286,154	70.91
Others	811,288	17.61	14,650	55.45	825,938	17.82
	(Won) 4,608,202		(Won) 26,423		(Won) 4,634,625	
Bonds:						
Government & Government owned corporate	(Won) 2,616,758	22.52	(Won)		(Won) 2,616,758	22.05
Financial institutions	7,874,942	67.79			7,874,942	66.36
Corporations	1,126,030	9.69	249,382	100.00	1,375,412	11.59
	(Won) 11,617,730		(Won) 249,382		(Won) 11,867,112	
<Available-for-sales securities>						
Others excluding bonds:						
Manufacturing	(Won) 750,549	13.05	(Won) 391	0.14	(Won) 750,940	12.45
Construction	994,377	17.28			994,377	16.48
Retail	203,008	3.53			203,008	3.37
Finance & insurance	3,287,352	57.14	276,538	98.82	3,563,890	59.07
Others	517,806	9.00	2,912	1.04	520,718	8.63
	(Won) 5,753,092		(Won) 279,841		(Won) 6,032,933	
Bonds:						
Government & Government owned corporate	(Won) 7,321,356	63.26	(Won) 22,704	1.88	(Won) 7,344,060	57.46
Financial institutions	3,658,344	31.61	872,266	72.28	4,530,610	35.45
Corporations	342,388	2.96	197,685	16.38	540,073	4.23
Others	250,932	2.17	114,188	9.46	365,120	2.86
	(Won) 11,573,020		(Won) 1,206,843		(Won) 12,779,863	
<Held-to-maturity securities>						
Other excluding bonds:						
Other	(Won) 2,351	100.00	(Won)		(Won) 2,351	100.00
	(Won) 2,351		(Won)		(Won) 2,351	
Bonds:						
Government & Government owned corporate	(Won) 6,898,792	70.25	(Won) 91,110	49.66	(Won) 6,989,902	69.87
Financial institutions	2,530,349	25.77	92,361	50.34	2,622,710	26.22
Corporations	146,644	1.49			146,644	1.46
Others	244,676	2.49			244,676	2.45
	(Won) 9,820,461		(Won) 183,471		(Won) 10,003,932	
<Market index funds>						

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Financial institutions	(Won)	503,572	100.00	(Won)	(Won)	503,572	100.00
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<2007>	In local currency		In foreign currencies		Total	
	Amount	Ratio (%)	Amount	Ratio (%)	Amount	Ratio (%)
<Trading securities>						
Others excluding bonds:						
Manufacturing	(Won) 353,031	6.07	(Won) 531	11.11	(Won) 353,562	6.08
Construction	109,954	1.89			109,954	1.89
Retail	22,035	0.38			22,035	0.38
Finance & insurance	4,670,183	80.31	1,599	33.44	4,671,782	80.27
Others	659,802	11.35	2,652	55.45	662,454	11.38
	(Won) 5,815,005		(Won) 4,782		(Won) 5,819,787	
Bonds:						
Government & Government owned corporate	(Won) 2,038,641	19.82	(Won)		(Won) 2,038,641	19.59
Financial institutions	7,043,324	68.47	7,959	6.53	7,051,283	67.74
Corporations	1,192,334	11.59	113,960	93.47	1,306,294	12.55
Others	12,414	0.12			12,414	0.12
	(Won) 10,286,713		(Won) 121,919		(Won) 10,408,632	
<Available-for-sales securities>						
Others excluding bonds:						
Manufacturing	(Won) 1,628,608	25.46	(Won)		(Won) 1,628,608	24.74
Construction	1,542,769	24.12			1,542,769	23.44
Retail	429,486	6.71			429,486	6.53
Finance & insurance	2,298,072	35.93	182,030	98.13	2,480,102	37.68
Others	497,392	7.78	3,465	1.87	500,857	7.61
	(Won) 6,396,327		(Won) 185,495		(Won) 6,581,822	
Bonds:						
Government & Government owned corporate	(Won) 7,924,581	57.28	(Won) 48,704	3.42	(Won) 7,973,285	52.25
Financial institutions	5,474,968	39.58	934,769	65.50	6,409,737	42.00
Corporations	64,506	0.46	238,211	16.69	302,717	1.98
Others	370,125	2.68	205,358	14.39	575,483	3.77
	(Won) 13,834,180		(Won) 1,427,042		(Won) 15,261,222	
<Held-to-maturity securities>						
Government & Government owned corporate	(Won) 5,982,115	74.28	(Won) 98,242	67.32	(Won) 6,080,357	74.25
Financial institutions	1,587,398	19.71	24,400	16.72	1,611,798	19.65
Corporations	72,984	0.90	4,572	3.13	77,556	0.95
Others	411,391	5.11	18,719	12.83	430,110	5.25
	(Won) 8,053,888		(Won) 145,933		(Won) 8,199,821	
<Market index funds>						
Financial institutions	(Won) 1,397,878	100.00	(Won)		(Won) 1,397,878	100.00

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- (4) Securities in foreign currencies (by currency) as of December 31, 2008 and 2007 are as follows (Korean won in millions, U.S. dollars in thousands, EUROS in thousands, Japanese yen in millions, Hong Kong dollars in thousands, Singapore dollars in thousands, Chinese yuan in thousands and Indonesia Rupiah in millions):

<2008>	Currencies	Amounts in currencies	Translation to USD	Korean won equivalent
<Available-for-sales securities>				
Equity securities	USD	78,319	US\$ 78,319	(Won) 98,485
	EUR	34,413	48,608	61,125
	JPY	5,698	63,159	79,423
	HKD	91,192	11,766	14,796
	SGD	29,373	20,452	25,718
Bonds	USD	872,699	872,699	1,097,419
	EUR	61,605	87,017	109,424
Beneficiary Certificates	EUR	166	234	294
			US\$ 1,182,254	(Won) 1,486,684
<Held-to-maturity securities>				
Bonds	USD	73,448	US\$ 73,448	(Won) 92,361
	IDR	778,397	71,062	89,360
	SGD	1,999	1,392	1,750
			US\$ 145,902	(Won) 183,471

<2007>	Currencies	Amounts in currencies	Translation to USD	Korean won equivalent
<Available-for-sales securities>				
Equity securities	USD	100,006	US\$ 100,006	(Won) 93,826
	EUR	27,342	40,254	37,766
	JPY	4,712	41,849	39,263
	HKD	93,120	11,937	11,199
	Bonds	USD	1,370,853	1,370,853
	EUR	99,290	146,180	137,146
	CNY	29,281	4,009	3,761
Beneficiary Certificates	EUR	2,492	3,669	3,441
			US\$ 1,718,757	(Won) 1,612,537
<Held-to-maturity securities>				
Bonds	USD	53,509	US\$ 53,509	(Won) 50,202
	IDR	958,268	102,037	95,731
			US\$ 155,546	(Won) 145,933

10. MATURITY OF DEBT SECURITIES

Maturity of debt securities as of December 31, 2008 and 2007 is as follows (Korean won in billions):

<2008>	Less than 3 months	Less than 6 months	Less than 1 year	Less than 5 years	Less than 10 years	More than 10 years	Total

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<Available-for-sales securities>							
Book value	(Won) 1,363	(Won) 1,999	(Won) 2,520	(Won) 5,939	(Won) 899	(Won) 60	(Won) 12,780
<Held-to-maturity securities>							
Book value	1,005	940	1,688	5,975	332	64	10,004
Fair value	1,008	945	1,712	6,116	340	62	10,183

<2007>	Less than 3 months	Less than 6 months	Less than 1 year	Less than 5 years	Less than 10 years	More than 10 years	Total
<Available-for-sales securities>							
Book value	(Won) 1,009	(Won) 730	(Won) 1,646	(Won) 9,706	(Won) 1,789	(Won) 381	(Won) 15,261
<Held-to-maturity securities>							
Book value	692	409	780	5,904	354	61	8,200
Fair value	692	408	778	5,832	337	61	8,108

11. LOSS ON IMPAIRMENT OF SECURITIES AND RECOVERY OF IMPAIRMENT

(1) Loss on impairment of available-for-sale for the years ended December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008	2007
<Available-for-sales securities>		
Equity securities:		
Korea Aerospace Industries Ltd.	(Won) 15,971	Realid Technology Co., Ltd. (Won) 700
Hyundai IT Corp.	4,412	STARVANKOREA 84
Dau Metal Co., Ltd.	1,500	I Venture Investment Co., Ltd. 23
Hydis Technology Co., Ltd.	2,712	Daewoo Electronics Corp.. 3,244
VK Corporation	1,405	Inkel Corp. 1,092
Daol New Leader Kazakhstan Private Equity Real Estate	3,180	Miraecity.com Co., Ltd. 36
Hanhwa Master Piece Real Estate Investment Trust No.9	2,452	Hanbit Electronics Co., Ltd. 500
Woori CS Ocean Bridge Special Asset No.7	5,237	Pantech 3,328
Woori CS Ocean Bridge Special Asset No.9	7,994	Hyundai IT Corp. 4,964
Korea Worldwide Vietnam Commingled Funds No.2	1,465	Chon Nam Corporation Co., Ltd. 300
Golden-bridge Sidus FNH	1,823	Others 42
North Star Real Estate Fund	25,280	
Anchor Stone Fund	4,189	
Ares Eco Fund	21,204	
MSREF VI	6,247	
Others	4,687	
Debt securities:		
Bonds in foreign currencies related to CDO (*1)	567,763	Bonds in foreign currencies related to CDO 419,191
Others	66,916	ANCHOR STONE FUND 20,040
	(Won) 744,437	(Won) 453,544

(*1) Woori Bank has invested in Collateralized Debt Obligations (CDO), of which the face value is amounts to USD 1,014 million. Of this amount, USD 449 million is attributed to the U.S. subprime credit markets where these CDO s are collateralized by residential mortgage backed securities. As a result of the instability of the U.S. real estate and global credit markets, Woori Bank recognized (Won)629.5 billion of loss (loss on valuation of trading securities and available-for-sale securities, and loss on disposition available-for-sale securities) for the year ended December 31, 2008, and recorded (Won)2.5 billion as a loss on valuation of available-for-sale securities in accumulated other comprehensive income.

- (2) Recovery of impairment of available-for-sale and held-to-maturity securities for the years ended December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008		2007
<Available-for-sales securities>			
Equity securities:			
Contributions to Fund for Consolidation of Bad Debts	(Won) 1,320	Contributions to Fund for Consolidation of Bad Debts	(Won) 55,560
		Kyungeun Mutual Saving & Finance	3,103
		Hyundai Eng. & Const. Co., Ltd.	18,002
		Sehwa Precision Co., Ltd.	30
Debt securities:			
Haitai International Inc.	141	Haitai International Inc.	28
Others	328	Others	742
	(Won) 1,789		(Won) 77,465
<Held-to-maturity securities>			
Debt securities:			
		Hanvit LSP Finance LTD-SUB	(Won) 1,544

12. LOANS AND ALLOWANCES FOR POSSIBLE LOAN LOSSES

- (1) Classification of loans subject to allowance for possible loan losses as of December 31, 2008 and 2007 are as follows (Korean won in billions):

<2008>	Normal	Precautionary	Substandard	Doubtful	Loss	Total
Usance	(Won) 4,371	(Won) 28	(Won) 16	(Won) 3	(Won) 1	(Won) 4,419
Credit card accounts	4,150	86	1	46	10	4,293
Bills bought in foreign currencies	5,235	50	8		1	5,294
Bills bought in local currency	2,285	1				2,286
Loans in local currency	149,408	3,601	1,036	455	447	154,947
Loans in foreign currencies	16,657	242	27	8	16	16,950
Factoring receivables	106					106
Advances for customers on guarantees	11	23	15	50	21	120
Privately placed bonds	4,312	65	7	48		4,432
Loans to be converted to equity securities					51	51
Finance leases (Note 19)	357	2	2	5	3	369
Policy loans	89					89
Loans for installment	587	5		3	1	596
Others	867	25	30	63	7	992
	(Won) 188,435	(Won) 4,128	(Won) 1,142	(Won) 681	(Won) 558	(Won) 194,944

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<2007>	Normal	Precautionary	Substandard	Doubtful	Loss	Total
Usance	(Won) 2,719	(Won) 12	(Won) 24	(Won) 27	(Won) 7	(Won) 2,755
Credit card accounts	3,242	47	1	27	7	3,324
Bills bought in foreign currencies	4,304	5	6			4,315
Bills bought in local currency	1,166					1,166
Loans in local currency	134,866	1,159	523	224	254	137,026
Loans in foreign currencies	10,403	145	11	1	7	10,567
Factoring receivables	86					86
Advances for customers on guarantees	3	1	3	4	7	18
Privately placed bonds	5,357	1				5,358
Loans to be converted to equity securities		1		50		51
Finance leases (Note 19)	264	3	1	5	18	291
Loans for installment	444	6		2		452
Others	1,462				9	1,471
	(Won) 164,316	(Won) 1,380	(Won) 569	(Won) 313	(Won) 302	(Won) 166,880

- (2) Reconciliation of the loans subject to allowance for the possible loan losses with loans as of December 31, 2008 and 2007 are as follows (Korean won in billions):

	2008	2007
Loans, net of allowance	(Won) 197,041	(Won) 167,635
(+) Allowance for possible loan losses	3,492	2,304
(+) Deferred loan origination fees	54	91
Loans at gross	200,587	170,030
Reconciliation items:		
(-) Inter-bank loans	(1,818)	(1,813)
(-) Bonds purchased under resale agreements	(2,345)	(10)
(-) Call loans	(1,475)	(1,326)
(-) Incidental expenses on finance leases	(5)	(1)
	(5,643)	(3,150)
The loans subject to allowance for possible loan losses	(Won) 194,944	(Won) 166,880

- (3) Classification of allowances for possible loan losses as of December 31, 2008 and 2007 are as follows (Korean won in billions):

<2008>	Normal	Precautionary	Substandard	Doubtful	Loss	Total
Usance	(Won) 38	(Won) 3	(Won) 7	(Won) 2	(Won) 1	(Won) 51
Credit card accounts	62	13		28	10	113
Bills bought in foreign currencies	45	4	2		1	52
Bills bought in local currency	22					22
Loans in local currency	1,376	444	250	262	447	2,779
Loans in foreign currencies	148	33	4	5	16	206
Factoring receivables	1					1
Advances for customers on guarantees		2	3	25	21	51

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Privately placed bonds	42	12	2	24		80
Loans to be converted to equity securities					51	51
Finance leases	2			4	3	9
Loans for installment	6			2	1	9
Policy loans						
Others	21	3	6	31	7	68
	(Won) 1,763	(Won) 514	(Won) 274	(Won) 383	(Won) 558	(Won) 3,492

<2007>	Normal	Precautionary	Substandard	Doubtful	Loss	Total
Usance	(Won) 23	(Won) 2	(Won) 12	(Won) 16	(Won) 7	(Won) 37
Credit card accounts	49	7		16	7	79
Bills bought in foreign currencies	37	1	1			39
Bills bought in local currency	10					10
Loans in local currency	1,250	96	141	121	254	1,862
Loans in foreign currencies	89	25	2	1	7	124
Factoring receivables	1					1
Advances for customers on guarantees			1	2	7	10
Privately placed bonds	46					46
Loans to be converted to equity securities				49		49
Finance leases	1			4	18	23
Loans for installment	5			1		6
Others	9				9	18
	(Won) 1,520	(Won) 131	(Won) 157	(Won) 194	(Won) 302	(Won) 2,304

- (4) The percentages of allowances for possible loan losses to loans as of December 31, 2008, 2007 and 2006 are as follows (Korean won in billions):

	Loans subject to allowance for possible loan losses		Allowance	Ratio (%)
2008	(Won)	194,944	(Won) 3,492	1.79
2007		166,880	2,304	1.38
2006		141,337	2,118	1.50

- (5) The changes in allowances for possible loan losses for the years ended December 31, 2008 and 2007 are as follows (Korean won in billions):

	2008	2007
January 1	(Won) 2,304	(Won) 2,118
Reconciliation items:		
Provision for possible loan losses, net of reversal of allowances for possible loan losses	1,622	643
Reversal due to recovery of write-off loans	117	125
Write-off of loans	(547)	(466)
Other	(4)	(116)
December 31	(Won) 3,492	(Won) 2,304

- (6) Classifications of loans in local currency by industry as of December 31, 2008 and 2007 are as follows (Korean won in billions):

	2008	Ratio (%)	2007	Ratio (%)
<Loans for corporate>				
Manufacturing	(Won) 29,339	18.74	(Won) 22,952	16.57
Dealing with real estate & leasing	17,865	11.41	17,332	12.51
Retail	10,658	6.80	9,427	6.80
Construction	13,408	8.56	10,206	7.37

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Hotel & food	3,311	2.12	2,947	2.13
Transportation, warehouse & telecommunication	3,016	1.93	1,994	1.44
Finance & insurance	2,774	1.77	3,369	2.43
Others	15,423	9.86	10,514	7.59
	95,794		78,741	
<Loans for household>	60,758	38.81	59,810	43.17
	(Won) 156,552		(Won) 138,551	

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(7) Classification of loans in local currency by customer as of December 31, 2008 and 2007 are as follows (Korean won in billions):

	2008	Ratio (%)	2007	Ratio (%)
<Loans for corporate>				
Loans for working capital	(Won) 72,359	46.22	(Won) 60,771	43.86
Loans for equipment capital	18,234	11.65	13,660	9.86
<Loans for household>				
Loans for living capital	56,900	36.35	56,252	40.60
Loans for housing capital	3,350	2.14	3,297	2.38
Others	508	0.32	262	0.19
<Loans for public sector & others>				
Loans for working capital	2,894	1.85	2,242	1.62
Loans for equipment capital	701	0.45	542	0.39
Interbank loans	1,606	1.02	1,525	1.10
	(Won) 156,552		(Won) 138,551	

(8) Classification of loans in foreign currencies (including usance) by country as of December 31, 2008 and 2007 are as follows (Korean won in billions):

	2008	Ratio (%)	2007	Ratio (%)
Korea	(Won) 14,182	65.72	(Won) 9,278	68.17
United States	2,362	10.94	1,554	11.42
Japan	553	2.56	300	2.20
China	455	2.11	292	2.15
Others	4,029	18.67	2,185	16.06
	(Won) 21,581		(Won) 13,609	

(9) Significant disposal of loans for the years ended December 31, 2008 and 2007 are as follows (Korean won in billions):
<2008>

Seller	Buyers	Nominal amount	Allowance at disposition date	Consideration	Gain (loss) on sale of loans
Woori Bank	Woori F&I Eighth SPC	(Won) 47	(Won) 14	(Won) 36	(Won) 3
	Woori SB Ninth SPC	61	11	50	
	Woori SB Eleventh SPC	82	6	67	(9)
	Woori F&I Ninth SPC			5	5
Woori Bank, Kwangju Bank	Korea Asset Management Corporation	260	12	193	(55)
Kyung-nam Bank	Confidence Rehabilitation Fund Corp.	1	1	22	22
Woori Privit	Changup Mutual Savings Bank Co., Ltd.	400	2	397	(1)
		(Won) 851	(Won) 46	(Won) 770	(Won) (35)

<2007>

Seller	Buyers	Nominal amount	Allowance at disposition date	Consideration	Gain (loss) on sale of loans
Woori Bank	Woori Stream Second SPC	(Won) 103	(Won) 34	(Won) 79	(Won) 10
	Woori SB Eighth SPC	50	11	40	1
	Korea Asset Management Corporation	126	18	97	(11)
	Woori Stream Third SPC	67	9	56	(2)
	Woori Stream Fourth SPC	129	23	109	3
Woori Financial	Hanmi Autoplus First SPC	130	1	133	4
		(Won) 605	(Won) 96	(Won) 514	(Won) 5

13. RESTRUCTURING OF LOANS

(1) Restructuring of loans for the years ended December 31, 2008 and 2007 are as follows (Korean won in millions):

<2008>	Classification	Nominal amount	Discharge	Bonds	Restructuring Equity securities	Modification of terms
Terrasem Co., Ltd.	Workout	(Won) 1,355	(Won)	(Won)	(Won)	(Won) 1,355
Netron Tech Co., Ltd.	Workout	12,755				12,755
Neo Steel Co., Ltd.	Restructuring	24,546			24,546	
New Star Digital Co., Ltd.	Restructuring	1,774	1,064			710
Focus Electronics Co., Ltd.	Restructuring	1,163				1,163
KT Construction Co., Ltd.	Restructuring	3,190	1,888		44	1,258
Jumbo Ahc Combination Window Co., Ltd.	Restructuring	1,820	72			1,748
Youngil Non-Ferrous Metals Co., Ltd.	Restructuring	1,110			938	172
Mirae Co., Ltd.	Restructuring	2,735				2,735
Dong-Shin Co., Ltd.	Restructuring	4,587				4,587
Kolon Tns World Co., Ltd.	Legal Management	4,962		595	4,367	
Hydis Technology Co., Ltd.	Legal Management	5,024		3,250	1,774	
Kangnam Ind. Co., Ltd.	Vergleich	1,000		1,000		
		(Won) 66,021	(Won) 3,024	(Won) 4,845	(Won) 31,669	(Won) 26,483

<2007>	Classification	Nominal amount	Discharge	Restructuring Equity securities	Modification of terms
Hankook Ilbo	Workout	(Won) 39,754	(Won)	(Won) 39,754	(Won)
Daewoo Electronics Corp.	Workout	46,643			46,643
Hyundai IT Corp.	Restructuring	20,562		13,258	7,304
BOE Hydis Technology Co., Ltd.	Restructuring	20,466		5,541	14,925
VK Corporation	Restructuring	3,472	285	2,709	478
Pantech	Workout	13,754		13,754	
Pantech & Curitel	Workout	17,416		17,416	
Nex Display Technology Co., Ltd.	Workout	2,702			2,702
H.G. Tech., Co.	Workout	1,215			1,215
Haegang Fenster. Co., Ltd.	Workout	6,593			6,593

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(Won) 172,577 (Won) 285 (Won) 92,432 (Won) 79,860

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(2) Loans to be converted to equity securities as of December 31, 2008 and 2007 are as follows (Korean won in millions):

	<2008>	Nominal amount	Allowance	Book value	Fair value of equity securities
Dongkook Corp.		(Won) 50,822	(Won) 50,822	(Won)	(Won)
Others		52	26	26	
		(Won) 50,874	(Won) 50,848	(Won) 26	(Won)

	<2007>	Nominal amount	Allowance	Book value	Fair value of equity securities
Dongkook Corp.		(Won) 50,363	(Won) 48,617	(Won) 1,746	(Won) 1,746
Others		545	28	517	
		(Won) 50,908	(Won) 48,645	(Won) 2,263	(Won) 1,746

14. FIXED ASSETS

(1) Fixed assets as of December 31, 2008 and 2007 are as follows (Korean won in millions):

	<2008>	Acquisition cost	Accumulated depreciation	Accumulated impairment loss	Book value
Land		(Won) 1,428,853	(Won)	(Won) 6,978	(Won) 1,421,875
Buildings		1,266,296	343,622	1,633	921,041
Structures in leased office		274,867	202,188		72,679
Equipment and furniture		1,088,801	888,442		200,359
Construction in process		116,831			116,831
Leased assets		154,253	90,501		63,752
		(Won) 4,329,901	(Won) 1,524,753	(Won) 8,611	(Won) 2,796,537

	<2007>	Acquisition cost	Accumulated depreciation	Accumulated impairment loss	Book value
Land		(Won) 1,393,695	(Won)	(Won) 3,914	(Won) 1,389,781
Buildings		1,185,875	301,822	1,470	882,583
Structures in leased office		248,890	177,932		70,958
Equipment and furniture		1,071,191	875,717		195,474
Construction in process		51,673			51,673
Leased assets		104,926	56,621		48,305
		(Won) 4,056,250	(Won) 1,412,092	(Won) 5,384	(Won) 2,638,774

(2) Changes in fixed assets for the years ended December 31, 2008 and 2007 are as follows (Korean won in millions):

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<2008>	Jan. 1, 2008	Acquisition	Business Combination	Disposition	Transfer	Depreciation	Impairment	Others	Dec. 31, 2008
Land	(Won) 1,389,781	(Won) 7,848	(Won) 18,657	(Won) (1,684)	(Won) 11,266	(Won)	(Won) (4,474)	(Won) 481	(Won) 1,421,875
Buildings	882,583	20,055	18,689	(2,604)	35,849	(34,475)	(285)	1,229	921,041
Structures in leased office	70,958	46,810		(465)		(32,848)		(11,776)	72,679
Equipment and furniture	195,474	101,427	2,294	(5,959)		(110,508)		17,631	200,359
Construction in process	51,673	123,995			(47,115)			(11,722)	116,831
Leased assets	48,305	49,327				(33,880)			63,752
	(Won) 2,638,774	(Won) 349,462	(Won) 39,640	(Won) (10,712)	(Won)	(Won) (211,711)	(Won) (4,759)	(Won) (4,157)	(Won) 2,796,537

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<2007>	Jan. 1, 2007	Acquisition	Business Combination	Disposition	Transfer	Depreciation	Impairment	Others	Dec. 31, 2007
Land	(Won) 1,383,425	(Won) 1,488	(Won) 2,259	(Won) (3,773)	(Won) 8,659	(Won)	(Won) (2,290)	(Won) 13	(Won) 1,389,781
Buildings	878,247	25,514	2,580	(3,298)	13,473	(33,032)	(983)	82	882,583
Structures in leased office	63,331	38,572		(10)		(30,788)		(147)	70,958
Equipment and furniture	197,512	118,262	672	(2,668)		(118,180)		(124)	195,474
Construction in process	21,379	56,006		(1,590)	(22,132)			(1,990)	51,673
Leased assets	17,497	49,894				(19,086)			48,305
	(Won) 2,561,391	(Won) 289,736	(Won) 5,511	(Won) (11,339)	(Won)	(Won) (201,086)	(Won) (3,273)	(Won) (2,166)	(Won) 2,638,774

(3) Impairment loss on fixed assets for the years ended December 31, 2008 and 2007 are as follows (Korean won in millions):

<2008>	Book value	Net realizable value	Impairment Loss	Reason	Decision of net realizable value
Land	(Won) 1,042,516	(Won) 1,038,042	(Won) 4,474	Decrease of fair value	Bidding price
Buildings	595,193	594,908	285	Decrease of fair value	Bidding price
	(Won) 1,637,709	(Won) 1,632,950	(Won) 4,759		

<2007>	Book value	Net realizable value	Impairment Loss	Reason	Decision of net realizable value
Land	(Won) 3,119	(Won) 829	(Won) 2,290	Decrease of fair value	Bidding price
Buildings	1,656	673	983	Decrease of fair value	Bidding price
	(Won) 4,775	(Won) 1,502	(Won) 3,273		

15. INTANGIBLE ASSETS

(1) Intangible assets as of December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008	2007
Goodwill		
The Company	(Won) 175,234	(Won) 182,524
Woori Bank	482	3,113
Woori PEF	11,213	
	186,929	185,637
Negative goodwill	(2,245)	(2,355)
Deferred development cost	78,841	84,178
Software	25,668	22,989
Other intangible assets	116,600	118,314
	(Won) 405,793	(Won) 408,763

(2) Changes in goodwill and negative goodwill for the year ended December 31, 2008 are as follows (Korean won in millions):

	Jan. 1, 2008	Increase	Amortization	Translation	Dec. 31, 2008
Woori F&I	(Won) 66	(Won)	(Won) (5)	(Won)	(Won) 61
Woori Investment Securities	(2,355)		110		(2,245)
Woori America Bank (*1)	3,113		(3,691)	1,060	482

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Woori Financial	182,458		(38,343)		144,115
Kumho Investment Bank (*1)		13,705	(2,492)		11,213
Woori Aviva		36,539	(5,481)		31,058
	(Won) 183,282	(Won) 50,244	(Won) (49,902)	(Won) 1,060	(Won) 184,684

(*1) 2nd-tier subsidiary

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(3) Changes in intangible assets for the years ended December 31, 2008 and 2007 are as follows (Korean won in millions):

<2008>	Jan. 1, 2008	Acquisition	Business combination	Amortization	Impairment	Others	Dec. 31, 2008
Goodwill	(Won) 185,637	(Won)	(Won) 50,244	(Won) (50,012)	(Won) 1,060	(Won)	(Won) 186,929
Negative goodwill	(2,355)			110			(2,245)
Deferred development cost	84,178	29,963	714	(36,090)	30	46	78,841
Software	22,989	13,688	773	(11,826)		44	25,668
Others	118,314	4,979	38,400	(45,719)	534	92	116,600
	(Won) 408,763	(Won) 48,630	(Won) 90,131	(Won) (143,537)	(Won) 1,624	(Won) 182	(Won) 405,793

<2007>	Jan. 1, 2007	Acquisition	Business combination	Disposition	Amortization	Impairment	Others	Dec. 31, 2007
Goodwill	(Won) 7,155	(Won)	(Won) 192,152	(Won)	(Won) (*1)(16,096)	(Won)	(Won) 2,426	(Won) 185,637
Negative goodwill	(2,494)				139			(2,355)
Deferred development cost	99,585	20,640	580		(36,803)	(580)	756	84,178
Software	28,471	8,126			(12,736)		(872)	22,989
Others	143,753	16,203		(1)	(41,615)		(26)	118,314
	(Won) 276,470	(Won) 44,969	(Won) 192,732	(Won) (1)	(Won) (107,111)	(Won) (580)	(Won) 2,284	(Won) 408,763

(*1) Included amortization of goodwill amounting to (Won)2,362 million, which Woori financial recorded in its financial statements before the acquisition by the Company.

16. OTHER ASSETS

Other assets as of December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008	2007
Intangible assets (Note 15)	(Won) 405,793	(Won) 408,763
Non-operating assets	15,462	6,680
Guarantee deposits	1,338,895	1,245,982
Other accounts receivable	3,213,351	6,349,146
Accrued income	1,220,760	1,017,048
Prepaid expenses	95,543	77,971
Deferred income tax assets (Note 28)	647,151	189,759
CMA assets	3,217,695	3,114,195
Operating lease assets (Note 19)	107,997	179,040
Accounts receivable on disposal of assets	2,562	800
Derivative instruments assets (Note 36)	12,697,815	2,626,113
Domestic exchange settlements debits	713,720	871,915
Sundry assets	808,967	94,804
	24,485,711	16,182,216
Present value discount	(10,987)	(16,894)
	(Won) 24,474,724	(Won) 16,165,322

17. INSURANCE

Insurance coverage as of December 31, 2008 and 2007 is as follows (Korean won in millions):

	2008		2007	
	Balance of covered assets	Coverage	Balance of covered assets	Coverage
Insurance for losses:				
Buildings used for business purposes	(Won) 839,026	(Won) 845,666	(Won) 721,485	(Won) 733,637
Equipment and furniture	131,193	208,300	231,869	226,600
Guarantee deposits	5,831	6,481		
Operating lease assets	97,356	98	170,734	1,043
Finance leases	356,133	13,449	236,410	15,608
Insurance for fire:				
Equipment and furniture	2,983	9,064	13,163	18,791
Buildings used for business purposes	94,400	95,373	162,343	166,703
Tangible asset overseas	1,201	4,512	1,258	5,802
Structures in leased assets	8,603	18,180	14,061	19,324
Insurance for liability of:				
Reparation of directors		231,507		67,517
Reparation of professionals		1,000		2,000
Umbrella policy		12,917		2,110
Insurance for security of Employees		12,374		19,391
	(Won) 1,536,726	(Won) 1,458,921	(Won) 1,551,323	(Won) 1,278,526

18. COLLATERALIZED ASSETS

Collateralized assets as of December 31, 2008 and 2007 are as follows (Korean won in millions):

Collateralized		2008	2007	Purpose
	assets			
Bank of Korea	Securities	(Won) 6,340,800	(Won) 2,631,569	Borrowings, settlement risk and other
Lehman Brothers and others	Due from banks in foreign currencies, Securities	2,704,794	426,547	Trading credit derivatives
Samsung Securities Co., Ltd. and others	Securities	18,360	26,804	Futures maintenance margin
Samsung futures and others	Securities	348,143	204,307	Futures maintenance margin
Nova Scotia Bank and others	Securities	288,500	87,141	Borrowings in foreign currency
Sumitomo Mitsui Banking Co.	Securities		109,750	Borrowings in foreign currency
Hana Bank and others	MMDA, Securities	675,765	135,315	Borrowings
Mizuho Corporate Bank	Securities	48,500	19,790	Borrowings in foreign currency
Korea Securities Depository & Trust accounts	Securities	8,771,583	8,240,993	Collateral for customer's RP
Citibank and others	Land and buildings	185,217	144,051	Leasehold deposits
Korea Securities Financed Corporation and others	Securities		1,000	Collateral for issuing securities and others
Korea Exchange	Securities	125	16,000	Futures option maintenance margin
ING Bank and others	Securities in foreign currencies	2,730,301		Borrowings in foreign currency
Federal Reserve Bank	Securities	6,477	3,000	Guarantee for FRB discount window
Doosan Capital and others	Due from banks, Securities	746	3,460	Borrowings
		(Won) 22,119,311	(Won) 12,049,727	

19. LEASES

(1) Operating lease assets

Future minimum lease payments to be received under operating lease contracts as of December 31, 2008 are as follows (Korean won in millions):

	Local currency	Foreign currencies	Total
Jan.1.1, 2009 ~ Dec.12.31, 2009	(Won) 43,658	(Won) 2,366	(Won) 46,024
Jan.1.1, 2010 ~ Dec.12.31, 2010	16,374	2,305	18,679
Jan.1.1, 2011 ~ Dec.12.31, 2011	1,562	4,744	6,306
	(Won) 61,594	(Won) 9,415	(Won) 71,009

(2) Lease payment receivables under finance lease

The present value of the gross investment and minimum lease payments to be received as of December 31, 2008 are as follows (Korean won in millions):

	Local currency	Foreign currencies	Total
Jan.1.1, 2009 ~ Dec.12.31, 2009	(Won) 172,402	(Won) 532	(Won) 172,934
Jan.1.1, 2010 ~ Dec.12.31, 2010	125,962	1,284	127,246
Jan.1.1, 2011 ~ Dec.12.31, 2011	93,175	2,695	95,870
Jan.1.1, 2012 ~ Dec.12.31, 2012	10,726		10,726
Jan.1.1, 2013 ~ Dec.12.31, 2013	2,619		2,619
Jan.1.1, 2014 ~		3,053	3,053
Gross investment under finance lease	404,884	7,564	412,448
Unearned interest income	38,912		38,912
Net investment under finance lease	365,972	7,564	373,536
Cancelled finance lease payment receivables			1,204
Lease payment receivables under finance lease			(Won) 374,740

(3) Operating lease expenses

Future minimum lease payments to be paid under operating lease contracts as of December 31, 2008 are as follows (Korean won in millions):

	Local currency	Foreign currencies	Total
Jan.1.1, 2009 ~ Dec.12.31, 2009	(Won) 1,712	(Won)	(Won) 1,712

(4) Finance lease liabilities

The gross amount and the present value of the minimum lease payments as of December 31, 2008 are as follows (Korean won in millions):

	Local currency	Foreign currencies	Total
Jan.1.1, 2009 ~ Dec.12.31, 2009	(Won) 38,873	(Won)	(Won) 38,873
Jan.1.1, 2010 ~ Dec.12.31, 2010	26,581		26,581
Jan.1.1, 2011 ~ Dec.12.31, 2011	15,252		15,252
Jan.1.1, 2012 ~ Dec.12.31, 2012	4,340		4,340
	85,046		85,046
Prepaid interest expenses	(5,908)		(5,908)
	(Won) 79,138	(Won)	(Won) 79,138

20. DEPOSITS

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(1) Deposits as of December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008	2007
Deposits on demand	(Won) 14,705,172	(Won) 11,769,661
Deposits at termination	148,314,333	126,364,219
Deposits on notes payable	4,745,469	5,095,831
Deposits on CMA	2,459,917	3,353,601
	(Won) 170,224,891	(Won) 146,583,312

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(2) Deposits on demand as of December 31, 2008 and December 31, 2007 are as follows (Korean won in millions):

	2008	2007
Deposits on demand in local currency:		
Current deposits	(Won) 2,223,457	(Won) 609,356
Current deposits for household	31,343	37,289
Demand deposits	3,294,027	3,508,207
Special deposits	3,005,838	3,242,198
Official deposits	750,568	755,670
Deposits for security customer	1,225,285	1,117,803
Others	124	21,926
	10,530,642	9,292,449
Deposits on demand in foreign currencies:		
Current deposits	1,283,550	811,232
Demand deposits	2,643,644	1,547,026
Deposits at notice	3,126	4,652
Special deposits	123,126	35,009
Others	121,084	79,293
	4,174,530	2,477,212
	(Won) 14,705,172	(Won) 11,769,661

(3) Deposits at termination as of December 31, 2008 and December 31, 2007 are as follows (Korean won in millions):

	2008	2007
Savings deposits in local currency:		
Savings deposits	(Won) 16,565,629	(Won) 15,485,256
Money market deposit account	25,438,378	19,069,529
Time deposits	75,136,332	60,330,749
Installment deposits	3,497,917	3,256,258
Long-term savings for housing	1,595,659	1,501,539
Others	133,143	66,979
	122,367,058	99,710,310
Mutual installments		
Installment deposits for the loans granted	101,818	166,473
Mutual installment for housing	199,053	246,203
	300,871	412,676
Money in trust	1,898,673	1,807,754
Negotiable certificates of deposits	18,474,137	21,552,651
Saving deposits in foreign currencies:		
Time deposits	5,273,528	2,880,378
Installment deposits	66	450

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5,273,594

2,880,828

(Won) 148,314,333

(Won) 126,364,219

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(4) Deposits from other financial institutions as of December 31, 2008 and 2007 are as follows (Korean won in millions):

<2008>	Credit specialized			Total
	Banks	financial institutions	Other institutions	
Deposits in local currency	(Won) 12,006,705	(Won) 19,316,157	(Won) 1,172,207	(Won) 32,495,069
Deposits in foreign currencies	3,008,462	116,948		3,125,410
	(Won) 15,015,167	(Won) 19,433,105	(Won) 1,172,207	(Won) 35,620,479

<2007>	Credit specialized			Total
	Banks	financial institutions	Other institutions	
Deposits in local currency	(Won) 6,129,548	(Won) 1,854,112	(Won) 10,263,971	(Won) 18,247,631
Deposits in foreign currencies	29,090			29,090
	(Won) 6,158,638	(Won) 1,854,112	(Won) 10,263,971	(Won) 18,276,721

(5) Maturities of deposits as of December 31, 2008 and 2007 are as follows (Korean won in billions):

<2008>	Less than 3 months	Less than 6 months	Less than 1 year	Less than 3 years	More than 3 years	Total
	Deposits in local currency (*1)	(Won) 27,541	(Won) 14,046	(Won) 46,000	(Won) 5,294	
Deposits in foreign currencies (*2)	4,222	480	1,419	446	2,897	9,464
Negotiable certificates of deposits (*3)	2,710	3,177	10,834	1,799	13	18,533
	(Won) 34,473	(Won) 17,703	(Won) 58,253	(Won) 7,539	(Won) 53,105	(Won) 171,073

(*1) Before eliminating (Won)773 billion of inter-company transactions

(*2) Before eliminating (Won)15 billion of inter-company transactions

(*3) Before eliminating (Won)59 billion of inter-company transactions

<2007>	Less than 3 months	Less than 6 months	Less than 1 year	Less than 3 years	More than 3 years	Total
	Deposits in local currency (*1)	(Won) 32,561	(Won) 13,493	(Won) 29,388	(Won) 3,890	
Deposits in foreign currencies (*2)	2,252	428	609	40	2,053	5,382
Negotiable certificates of deposits (*3)	6,739	6,854	7,629	561	3	21,786
	(Won) 41,552	(Won) 20,775	(Won) 37,626	(Won) 4,491	(Won) 42,780	(Won) 147,224

(*1) Before eliminating (Won)383 billion of inter-company transactions

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- (*2) Before eliminating (Won)24 billion of inter-company transactions
- (*3) Before eliminating (Won)233 billion of inter-company transactions

21. BORROWINGS

(1) Borrowings as of December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008	2007
Call money	(Won) 3,473,849	(Won) 4,002,415
Bills sold	147,894	158,969
Bonds sold under repurchase agreements	7,566,947	6,386,475
Borrowings in local currency	8,387,267	7,418,468
Borrowings in foreign currencies	12,384,351	9,201,296
Debentures in local currency	33,376,697	30,238,018
Debentures in foreign currencies	6,491,509	5,193,860
Securities sold	46,948	256,236
Market index funds sold	2,842,296	3,184,579
	(Won) 74,717,758	(Won) 66,040,316

(2) Borrowings in local currency as of December 31, 2008 and 2007 are as follows (Korean won in millions):

	Lender	2008		2007	
		Interest rate (%)	Amounts	Interest rate (%)	Amounts
Borrowings from the B.O.K	Bank of Korea	1.8	(Won) 1,182,798	2.8~3.3	(Won) 932,369
Borrowings from government funds	Small Business Corporation	2.0~5.8	617,740	2.0~5.2	511,930
	Ministry of Labor	0.0~5.0	365,922	0.0~5.0	341,961
	Ministry of Information and Communication	3.1~3.6	114,883	2.0~7.0	155,269
	Institute for Information Technology Advancement	3.8~4.6	21,267	3.4~3.9	33,872
	Ministry of Commerce, Industry and Energy	0.8~3.1	381,027	2.0~3.6	336,053
	Korea Environment & Resources Corporation			5.0	6,904
	Environmental Management Corporation. and others	0.0~5.0	493,607	2.0~5.0	502,540
			1,994,446		1,888,529
Others	Seoul City	0.0~4.0	1,443,700	0.0~4.0	1,386,466
	Busan City	0.0~5.0	1,394,303	0.0~5.1	1,193,712
	Kwangju City and others	0.0~6.0	323,946	0.0~6.0	358,507
	Ulsan City	1.7~3.7	20,597	1.7~3.0	27,393
	Others	0.0~9.2	2,027,477	0.0~9.2	1,631,492

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5,210,023

4,597,570

(Won) 8,387,267

(Won) 7,418,468

100

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(3) Borrowings in foreign currencies as of December 31, 2008 and 2007 are as follows:

	Lender	Interest rate (%)	U.S. dollars (In thousands)	Korean won equivalent (In millions)
<2008>				
Borrowings in foreign currencies	Overdraft	4.3~7.6	US\$ 538,074	(Won) 676,628
	Foreign financial institution	1.1~6.9	4,709,993	5,922,816
	Local banks	3.3~3.8	370,900	466,407
	Others	0.0~5.7	4,224,423	5,312,212
			9,843,390	12,378,063

Off-shore borrowings in foreign currencies	Korea Development Bank(Beijing)	4.2	5,000	6,288
			US\$ 9,848,390	(Won) 12,384,351

	Lender	Interest rate (%)	U.S. dollars (In thousands)	Korean won equivalent (In millions)
<2007>				
Borrowings in foreign currencies	Overdraft	0.0~5.6	US\$ 735,451	(Won) 689,999
	Foreign financial institution	0.9~7.7	4,966,882	4,659,929
	Local banks	4.7~5.7	141,366	132,630
	Others	0.8~7.7	3,946,894	3,702,976
			9,790,593	9,185,534

Off-shore borrowings in foreign currencies	Sumitomo Mitsui Bank	5.6	5,000	4,691
	Bumiputra-Commerce Bank	5.4	5,000	4,691
	Commonwealth Bank	5.5	6,800	6,380
			16,800	15,762
			US\$ 9,807,393	(Won) 9,201,296

(4) Debentures as of December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008	2007
Debentures in local currency	(Won) 33,445,368	(Won) 30,285,423
Less: discounts	(68,671)	(47,405)
	33,376,697	30,238,018
Debentures in foreign currencies	6,506,268	5,207,244
Add: premiums	360	165
Less: discounts	(15,119)	(13,549)

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6,491,509 5,193,860

(Won) 39,868,206 (Won) 35,431,878

(5) Debentures in local currency as of December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008		2007	
	Face value	Interest rate (%)	Face value	Interest rate (%)
Ordinary bonds	(Won) 28,329,453	4.2~10.1	(Won) 26,956,796	3.8~7.9
Subordinated bonds	5,072,909	5.0~10.3	3,499,643	5.0~10.3
Convertible bonds	793	0.0	49	0.0
	33,403,155		30,456,488	
Loss on hedging for fair value	42,213		(171,065)	
	(Won) 33,445,368		(Won) 30,285,423	

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- (6) Debentures in foreign currencies as of December 31, 2008 and 2007 are as follows (Korean won in millions, U.S. dollars in thousands, Japanese Yen in millions, Hong Kong dollars in thousands, Euro in thousands, Singapore dollars in thousands, Malaysia Ringits in thousands, New Zealand dollars in thousands):

<2008>	Currencies	Face value in foreign currencies	Korean won equivalent	Interest rate (%)
Ordinary bonds	USD	2,850,000	(Won) 3,583,875	1.9~14.0
	JPY	10,000	139,388	2.0
	HKD	310,000	50,298	3.5~4.7
	EUR	300,000	532,866	4.0
	SGD	50,000	43,777	3.0
	MYR	530,000	191,600	4.6~5.0
	NZD	13,000	9,454	9.0
Subordinated bonds	USD	1,400,000	1,760,500	5.8~6.1
			6,311,758	
Gain on hedging for fair value			194,510	
			(Won) 6,506,268	

<2007>	Currencies	Face value in foreign currencies	Korean won equivalent	Interest rate (%)
Ordinary bonds	USD	2,995,000	(Won) 2,809,909	4.2~6.2
	JPY	25,500	212,499	1.1~1.6
	HKD	878,000	105,588	3.9~5.8
	EUR	300,000	414,378	5.2
	SGD	145,000	94,096	2.8~3.5
Subordinated bonds	USD	1,600,000	1,501,120	4.9~6.1
			5,137,590	
Gain on hedging for fair value			69,654	
			(Won) 5,207,244	

- (7) Borrowings from other financial institutions as of December 31, 2008 and 2007 are as follows (Korean won in millions):

<2008>	Bank of Korea	General bank	Other financial institutions	Total
Call money	(Won) 1,751,772	(Won) 1,383,178	(Won) 338,899	(Won) 3,473,849
Bonds sold under repurchase agreements	540,000	388,455	5,979,968	6,908,423
Borrowings in local currency	1,182,798	1,128,996	732,895	3,044,689
Borrowings in foreign currencies	339,525	11,299,130	745,696	12,384,351
	(Won) 3,814,095	(Won) 14,199,759	(Won) 7,797,458	(Won) 25,811,312

<2007>

General bank

Total

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	Bank of Korea		Other financial institutions	
Call money	(Won)	(Won) 1,118,175	(Won) 2,884,240	(Won) 4,002,415
Bonds sold under repurchase agreements		10,950	4,500,270	4,511,220
Borrowings in local currency	932,369	222,077	390,000	1,544,446
Borrowings in foreign currencies		4,950,789	4,194,509	9,145,298
	(Won) 932,369	(Won) 6,301,991	(Won) 11,969,019	(Won) 19,203,379

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(8) Maturities of borrowings as of December 31, 2008 and 2007 are as follows (Korean won in billions):

<2008>	Less than 3 months	Less than 6 months	Less than 1 year	Less than 3 years	More than 3 years	Total
Call money	(Won) 3,474	(Won)	(Won)	(Won)	(Won)	(Won) 3,474
Bills sold	106	37	4			147
Bonds sold under repurchase agreements (*1)	3,403	3,451	707	6		7,567
Borrowings in local currency (*2)	2,698	196	696	609	4,471	8,670
Borrowings in foreign currencies	7,710	2,222	1,203	1,183	67	12,385
Debentures in local currency	449	813	3,015	18,459	10,710	33,446
Debentures in foreign currencies			66	394	6,046	6,506
	(Won) 17,840	(Won) 6,719	(Won) 5,691	(Won) 20,651	(Won) 21,294	(Won) 72,195

(*1) Before eliminating (Won)0.3 billion of inter-company transactions

(*2) Before eliminating (Won)282 billion of inter-company transactions

<2007>	Less than 3 months	Less than 6 months	Less than 1 year	Less than 3 years	More than 3 years	Total
Call money	(Won) 4,002	(Won)	(Won)	(Won)	(Won)	(Won) 4,002
Bills sold	158	1				159
Bonds sold under repurchase agreements (*1)	3,057	3,015	307	37		6,416
Borrowings in local currency (*2)	1,449	280	574	2,094	3,069	7,466
Borrowings in foreign currencies	4,539	2,483	1,477	572	130	9,201
Debentures in local currency	589	3,857	5,104	15,464	5,271	30,285
Debentures in foreign currencies	243	42	557	1,356	3,009	5,207
	(Won) 14,037	(Won) 9,678	(Won) 8,019	(Won) 19,523	(Won) 11,479	(Won) 62,736

(*1) Before eliminating (Won)29 billion of inter-company transactions

(*2) Before eliminating (Won)47 billion of inter-company transactions

22. OTHER LIABILITIES

Other liabilities as of December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008	2007
Accrued severance benefits (Note 23)	(Won) 414,127	(Won) 391,815
Less: deposits in employee retirement trust	(208,317)	(161,174)
Less: post-retirement pension plan asset	(121)	(258)
Less: transfers to the National Pension Fund	(176)	(153)
Other accounts payable	3,218,922	6,445,584
Accrued expenses	3,368,044	2,944,648
Income tax payable	223,410	413,893
Unearned revenue	226,585	170,687
Deposits for letter of guarantees and other	285,762	244,210
Foreign exchange remittances pending	265,252	229,610
Domestic exchange remittances pending	2,302,567	1,815,698
Deferred income tax liabilities (Note 28)	58,475	73,258
Borrowings from trust accounts	4,138,088	4,155,148
Allowances for acceptances and guarantees (Note 35)	137,730	110,097
Allowances for unused credit line (Note 35)	401,329	362,973
Other allowances (Note 35)	191,315	127,365
Derivative liabilities (Note 36)	13,801,576	3,078,048
Accounts for agency businesses	239,667	241,781
Liabilities incurred by agency relationship	1,007,279	929,411
Policy reserve (Note 24)	1,007,079	
Sundry liabilities	664,450	438,741
	(Won) 31,743,043	(Won) 22,011,382

23. ACCRUED SEVERANCE BENEFITS

- (1) The accrued severance benefits that would be payable assuming all eligible employees and directors were to terminate as of December 31, 2008 and 2007 amount to (Won)414,127 million and (Won)391,815 million, respectively. The details of changes in the accrued severance benefits for the years ended December 31, 2008 and 2007 are as follows (Korean won in millions).

	2008	2007
January 1	(Won) 391,815	(Won) 363,729
Provision for severance benefits	131,788	158,210
Increase due to acquisition of a subsidiary	2,178	793
Payments of accrued severance benefits	(111,654)	(130,917)
December 31	(Won) 414,127	(Won) 391,815

- (2) The Company and its subsidiaries have made deposits for employee retirement insurance. As of December 31, 2008 and 2007, the deposits amounting to (Won)208,317 million and (Won)161,174 million, respectively, and the transfer from National Pension amounting to (Won)176 million and (Won)153 million, respectively, and the post-retirement pension plan asset amounting to (Won)121 million and (Won)258 million, respectively, are presented as a deduction from accrued severance benefits.

24. POLICY RESERVES

Policy reserves as of December 31, 2008 are as follows (Korean won in millions).

	Personal	Group	Total
Premium reserves	(Won) 952,174	(Won) 24,472	(Won) 976,646
Reserves for unearned premium	334	964	1,298
Reserve for outstanding claims	25,596	1,869	27,465
Reserve for participating policyholders' dividends	2,223	2	2,225
Dividend reserve for policyholders' income participation	24		24
Reserve for reinsurance premium	(579)		(579)
	(Won) 979,772	(Won) 27,307	(Won) 1,007,079

25. SHAREHOLDERS' EQUITY

(1) The authorized shares and issued shares of common stock as of December 31, 2008 and 2007 are as follows:

	2008	2007
Authorized shares of common stock	2,400,000,000	2,400,000,000
Par value	(Won) 5,000	(Won) 5,000
Issued shares of common stock	806,015,340	806,015,340

(2) As of December 31, 2008 and 2007, the Company held 2,560 shares of treasury stock amounting to (Won)18 million, respectively.

(3) The changes in the capital stock of the Company during the period from incorporation to December 31, 2008 are as follows (Korean won in millions):

Date	Description	Number of shares issued	Capital stock
March 27, 2001	Establishment	727,458,609	(Won) 3,637,293
June 12, 2002	Issuance of new shares	36,000,000	180,000
In 2002	Exercise of warrants	4,356,188	21,781
Dec. 31, 2002		767,814,797	3,839,074
In 2003	Exercise of warrants	7,690,113	38,451
Dec. 31, 2003		775,504,910	3,877,525
In 2004	Issuance of new shares	8,571,262	42,856
	Exercise of convertible bonds	12,379,386	61,897
Dec. 31, 2004		796,455,558	3,982,278
In 2005	Exercise of convertible bonds	9,559,782	47,799

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December 31, 2006	806,015,340	4,030,077
December 31, 2008	806,015,340	(Won) 4,030,077

- (4) Dividends to net income ratio for the year ended December 31, 2007 is as follows:

	2007	
The number of issued shares		806,015,340
The number of treasury stocks		2,560
Shares subject to dividend		806,012,780
Dividend per share	(Won)	250
Par value	(Won)	5,000
Dividend ratio per share		5.0%
Gross dividend	(Won)	201,503 million
Net income	(Won)	1,939,238 million
Dividend ratio by net income		10.39%

26. STOCK-BASED COMPENSATION

- (1) On December 4, 2002, the Company granted stock options to 62 directors of the Company and its subsidiaries. In 2006, the exercise price of 60 percent of the total number of stock options granted was determined at (Won)11,921 based on the increase in the Korean banking industry stock index (Type A), and for the remaining 40 percent of the total number of stock options granted, of which the exercise price is (Won)6,800 per share and the number of stock options to be dependent by the Company's management performance target levels; non-performing loans ratio, capital adequacy ratio and net income to total asset ratio by 15%, 15%, and 10%, respectively (Type B) was finally decided. In addition, November 23, 2005, the Company made a resolution that the stock-based compensation will be settled by paying cash instead of issuing equity instrument. Exercisable stock options for the year ended December 31, 2008 were expired since the exercise period had ended. The Company recorded nil of the stock-based payment as liabilities as of December 31, 2008.
- (2) The summary of stock-based compensation granted as of December 31, 2008 is as follows:

Settlement	Type A		Type B	
	Cash settlement		Cash settlement	
Exercise price	(Won)11,921		(Won)6,800	
Exercise period	During the three-year period beginning after December 4, 2005			
Initial granted number of rights	936,000 shares		624,000 shares	
Cancelled number of rights	216,000 shares		204,000 shares	
Exercised number of rights	651,000 shares		406,000 shares	
Exercisable number of rights(*1)	69,000 shares		14,000 shares	

(*1) On December 4, 2008, exercisable stock options were expired since the exercisable period had ended.

27. NON-OPERATING INCOME AND EXPENSE

- (1) Non-operating income for the years ended December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008		2007	
Gain on valuation using the equity method of accounting (Note 8)	(Won)	76,727	(Won)	43,500
Gain on disposal of fixed assets		8,842		1,356
Rental income		11,705		10,331

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Gain on disposal of other assets	558	205
Others	105,235	81,545
	(Won) 203,067	(Won) 136,937

- (2) Non-operating expenses for the years ended December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008	2007
Loss on valuation using the equity method of accounting (Note 8)	(Won) 20,842	(Won) 20,887
Loss on disposal of fixed assets	994	1,694
Loss on impairment of fixed assets (Note 14)	4,759	3,273
Loss on impairment of other assets		1,805
Loss on impairment of intangible assets (Note 15)		580
Donations	48,232	28,555
Others	53,499	72,588
	(Won) 128,326	(Won) 129,382

28. INCOME TAX EXPENSE

- (1) Income tax expense for the years ended December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008	2007
Tax payables	(Won) 600,590	(Won) 816,342
Changes in deferred income tax assets (liabilities) by temporary differences	(535,647)	(246,648)
Changes in deferred income tax assets by fair valuation	5,384	(10,357)
Changes in deferred income tax assets by tax loss carry-forwards	57,694	75,700
Tax effect on contribution carryover deduction	393	977
Income tax expenses to be charged to equity	474,366	164,165
Income tax expense	(Won) 602,780	(Won) 800,179

- (2) Tax reconciliation items between financial accounting income and taxable income for the years ended December 31, 2008 consisted of the following (Unit: Korean won in millions):

	2008
Income before income tax	(Won) 1,190,247
Tax calculated at statutory tax rate (27.5%)	327,287
Adjustment	
Income not taxable for tax purposes	(429,752)
Expense not deductible for tax purposes	437,830
Deferred income tax effect by realizable possibility	4,879
Tax credits	(17)
Effect of statutory income tax rate change	193,287
Others	69,266
Income tax expense	602,780
Effective tax rate	50.64%

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- (3) Increase or decrease in cumulative temporary differences and tax loss carry-forwards for the year ended December 31, 2008 and 2007 are as follows (Korean won in millions):

<2008>	Jan. 1, 2008(*1)	Increase	Decrease	Dec. 31, 2008
(Temporary differences to be charged to income tax expense)				
Securities	(Won) (241,610)	(Won) (1,528,503)	(Won) (168,425)	(Won) (1,601,688)
Gain (loss) on valuation using the equity method of accounting	(6,041,754)	(591,800)	(357,203)	(6,276,351)
Depreciation	49,604	6,965	2,494	54,075
Other allowances	476,227	536,252	421,882	590,597
Restructuring of loans	17,481	1,069	6,970	11,580
Allowances for acceptances and guarantees	109,802	135,895	108,228	137,469
Gain (loss) on valuation of derivatives	188,836	1,207,645	192,006	1,204,475
Loss on fair valuation	(103,753)	233,113	(103,753)	233,113
Other allowances for doubtful accounts	21,755	302		22,057
Accrued salaries expenses	68,390	14,499	10,512	72,377
Allowances for possible loan losses	698,614	9,582	32,488	675,708
Loss on valuation of securities	1,271,378	1,975,162	1,271,379	1,975,161
Accrued severance benefits	111,779	91,345	63,776	139,348
Deposits with employee retirement insurance trust	(78,397)	(87,150)	(53,189)	(112,358)
Advanced depreciation provisions	(60,338)			(60,338)
Dividends of tax heaven	13,993	30,963	13,993	30,963
Others	27,256	35,389	(10,095)	72,740
	(Won) (3,470,737)	(Won) 2,070,728	(Won) 1,431,063	(Won) (2,831,072)
(Temporary differences to be charged to equity)				
Gain (loss) on valuation of available-for-sale securities	(Won) (2,642,462)	(Won) (894,887)	(Won) (2,647,416)	(Won) (889,933)
Gain (loss) on valuation of held-to-maturity securities		440		440
Other comprehensive income due to the equity method of accounting	(1,992,938)	(102,233)	(1,185,086)	(910,085)
Other negative comprehensive income due to the equity method of accounting	(3,560)	(19,719)	(3,627)	(19,652)
Other retained earnings due to the equity method of accounting	1			1
Other capital surplus	(2,483)	(370)		(2,853)
Unrealized gain (loss) of derivatives	355	74	(355)	784
Gain on disposal of investments accounted for using the equity method of accounting	34,604			34,604
	(Won) (4,606,483)	(Won) (1,016,695)	(Won) (3,836,484)	(Won) (1,786,694)
Temporary differences total	(Won) (8,077,220)	(Won) 1,054,033	(Won) (2,405,421)	(Won) (4,617,766)
Unrealizable temporary differences (*2)	(Won) (8,113,813)			(Won) (7,259,549)
Realizable temporary differences	36,593			2,641,783
Tax effects for temporary differences	10,063			561,892
Tax effects for temporary differences of overseas subsidiaries	12,234			(3,948)

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Tax effects for fair valuation (*3)	10,504	5,119
Tax effects for tax loss carry-forwards	82,800	25,106
Tax effect on contribution carry-over deductions	900	507

Net deferred tax assets (liabilities) (Won) 116,501 (Won) 588,676

<2007>	Jan. 1, 2007(*1)	Increase	Decrease	Dec. 31, 2007
(Temporary differences to be charged to income tax expense)				
Securities	(Won) (304,601)	(Won) (182,238)	(Won) (245,229)	(Won) (241,610)
Gain (loss) on valuation using the equity method of accounting	(4,416,960)	(2,119,650)	(494,856)	(6,041,754)
Depreciation	44,273	8,408	3,077	49,604
Other allowances	414,978	415,656	354,407	476,227
Restructuring of loans	17,749	4,100	4,368	17,481
Allowances for acceptances and guarantees	56,187	108,700	55,085	109,802
Gain on valuation of derivatives	49,681	190,681	51,526	188,836
Loss on fair valuation	(63,514)	(103,753)	(63,514)	(103,753)
Other allowances for doubtful accounts	39,805		18,050	21,755
Accrued salaries expenses	76,039	10,512	18,161	68,390
Allowances for possible loan losses	714,501	22,277	38,164	698,614
Loss on valuation of securities	1,000,944	1,271,378	1,000,944	1,271,378
Accrued severance benefits	95,034	74,628	57,883	111,779
Deposits with employee retirement insurance trust	(64,871)	(57,706)	(44,180)	(78,397)
Advanced depreciation provisions	(60,414)		(76)	(60,338)
Fictitious dividends of tax heaven	14,340	13,993	14,340	13,993
Reserve for technology development	(253)		(253)	
Others	(89,339)	30,615	(85,980)	27,256
	(Won) (2,476,421)	(Won) (312,399)	(Won) 681,917	(Won) (3,470,737)
(Temporary differences to be charged to equity)				
Gain (loss) on valuation of available-for-sale securities	(Won) (2,910,708)	(Won) (2,642,455)	(Won) (2,910,701)	(Won) (2,642,462)
Other comprehensive income due to the equity method of accounting	(2,322,256)	17	(329,301)	(1,992,938)
Other negative comprehensive income due to the equity method of accounting	(1,362)	(3,560)	(1,362)	(3,560)
Other retained earnings due to the equity method of accounting		1		1
Other capital surplus		(2,483)		(2,483)
Unrealized loss of derivatives	(1,239)	355	(1,239)	355
Gain on disposal of investments accounted for using the equity method of accounting	34,604			34,604
	(Won) (5,200,961)	(Won) (2,468,125)	(Won) (3,242,603)	(Won) (4,606,483)
Temporary differences total	(Won) (7,677,382)	(Won) (2,960,524)	(Won) (2,560,686)	(Won) (8,077,220)
Unrealizable temporary differences (*2)	(Won) (6,831,767)			(Won) (8,113,813)
Realizable temporary differences	(845,615)			36,593
Tax effects for temporary differences	(232,557)			10,063
Tax effects for temporary differences of overseas subsidiaries	8,206			12,234
Tax effects for fair valuation (*3)	147			10,504
Tax effects for tax loss carry-forwards	158,500			82,800
Tax effect on contribution carry-over deductions	1,877			900

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Net deferred tax assets (liabilities)	(Won)	(63,827)	(Won)	116,501
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(*1) Reflected the additional adjustment based on the reported tax returns.

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(*2) Unrealizable temporary differences as of December 31, 2008 and 2007 are as follows (Korean won in millions):

		2008	2007
The Company	Valuation using the equity method	(Won) (7,168,497)	(Won) (8,036,411)
Kyongnam Bank	Advanced depreciation provisions	(60,338)	(60,388)
	Other	(30,714)	(17,014)
		(Won) (7,259,549)	(Won) (8,113,813)

(*3) Resulting from fair valuation of Woori Investment Securities, Woori Financials and Woori Aviva's assets and liabilities at acquisition.

(4) Details of income tax expense (benefits) for the years ended December 31, 2008 and 2007, and the deferred income tax assets (liabilities) as of December 31, 2008 and 2007 are as follows (Korean won in millions):

<2008>	Income tax expense	Deferred income tax assets	Deferred income tax liabilities
Woori Bank	(Won) 380,221	(Won) 604,594	(Won) 2,279
Kyongnam Bank	74,194		34,810
Kwangju Bank	41,741	15,159	
WFIS	1,658	1,812	
Woori F&I	10,604	2,563	8
Woori Investment Securities	80,668	6,234	11,934
Woori CS	2,085	4,257	
Woori PE	4,909	6,555	
Woori Financial	6,344	5,977	1,550
Woori Aviva	356		7,894
	(Won) 602,780	(Won) 647,151	(Won) 58,475

<2007>	Income tax expense	Deferred income tax assets	Deferred income tax liabilities
Woori Bank	(Won) 566,256	(Won) 160,113	(Won) 1,002
Kyongnam Bank	60,014	29	22,410
Kwangju Bank	40,325	12,633	1
WFIS	266	2,005	11
Woori F&I	15,946	73	1,871
Woori Investment Securities	112,520	5,550	47,091
Woori CS	6,314	1,226	
Woori PE	708	167	
Woori Financial	(2,170)	7,963	872
	(Won) 800,179	(Won) 189,759	(Won) 73,258

(5) Remaining tax loss carry-forwards and their expirations are as follows (Korean won in millions):

Year incurred	Amount	Utilized	Remaining	Expiration
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2003	(Won) 1,328,129	(Won) 909,680	(Won) 418,449	Dec. 31, 2008
2004	396,463		396,463	Dec. 31, 2009
2005	112,270	202	112,068	Dec. 31, 2010
2006	22,324		22,324	Dec. 31, 2011
2007	57,788		57,788	Dec. 31, 2012
2008	88,593		88,593	Dec. 31, 2013
	(Won) 2,005,567	(Won) 909,882	(Won) 1,095,685	

As of December 31, 2008 and 2007, recognized deferred tax assets in tax loss carry-forwards above are as follows (Korean won in millions):

Subsidiaries	2008	2007
Woori Bank	(Won) 25,106	(Won) 82,800

29. EARNINGS PER COMMON SHARE

Basic controlling net income per common share for the years ended December 31, 2008 and 2007 are as follows (Korea won in millions except for per share data):

	2008	2007
Controlling net income on common shares	(Won) 454,478	(Won) 1,939,238
Weighted average number of common shares (in shares)	806,012,783	806,012,783
Basic controlling net income per common share	(Won) 564	(Won) 2,406

30. ACCUMULATED OTHER COMPREHENSIVE INCOME

Comprehensive income statements for the years ended December 31, 2008 and 2007 are as follows (Korean won in millions):

	2008	2007
Net income	(Won) 588,502	(Won) 2,114,360
Gain on valuation of available-for-sale securities	(1,219,591)	(271,596)
Cumulative effect of foreign currency translation	49,637	4,423
Gain on valuation of derivatives for cashflow hedge	(66,447)	(4,620)
Valuation using the equity method on subsidiaries	33,420	(6,991)
Comprehensive income	(Won) (614,479)	(Won) 1,835,576

31. CONSOLIDATED STATEMENTS OF CASH FLOWS

Restricted due from banks is excluded in cash and due from banks in consolidated statements of cash flows (Korean won in millions).

	2008	2007
Cash and due from bank of Balance sheets	(Won) 19,967,897	(Won) 14,984,541
Restricted due form from banks (Note 3)	(12,795,215)	(8,993,530)
Cash in statements of cash flows	(Won) 7,172,682	(Won) 5,991,011

32. CONSOLIDATED OPERATIONAL RESULTS FOR THE THREE MONTHS ENDED DECEMBER 31, 2008 AND 2007

	Three months ended Dec. 31, 2008 (In millions, except for income per share data) (Unaudited)	Three months ended Dec. 31, 2007 (Unaudited)
Operating revenue	(Won) 39,081,393	(Won) 8,191,876
Operating expenses	39,669,399	(8,006,342)

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Operating income	(588,006)	185,534
Non-operating income	23,923	42,713
Non-operating expenses	42,397	(45,930)
Income before income tax and minority interests	(606,480)	182,317
Income tax expense	67,036	36,022
Income before minority interests	(673,516)	146,295
Minority interests gain	(8,725)	34,669
Controlling net income	(Won) (664,791)	(Won) 111,626
Controlling net income per common share	(Won) (825)	(Won) 138

33. INTER-COMPANY TRANSACTIONS

A. Significant balances as of December 31, 2008 and transactions for the year ended December 31, 2008 with and amongst the Company, its subsidiaries, and equity method investees, which have been eliminated in the consolidation, are as follows (Korean won in millions):

(1) Assets and liabilities

1) Due from banks

	The Company	Woori Bank	Kyongnam Bank	Kwangju Bank	WFIS	Woori Financial	Woori Investment Securities	Woori CS	Woori PE	Others
Bank	(Won) 120,438	(Won)	(Won) 29,546	(Won) 8,678	(Won) 3,805	(Won) 431,332	(Won) 27,569	(Won) 52,952	(Won) 5,070	(Won)
nam Bank		16,402		2	2,697	782	16,319			
ju Bank		5,496	1		1,715	75,433	18,000	3,491		
		10,229				7,296				
	(Won) 120,438	(Won) 32,127	(Won) 29,547	(Won) 8,680	(Won) 8,217	(Won) 514,843	(Won) 61,888	(Won) 56,443	(Won) 5,070	(Won)

2) Deposits

	Woori Bank	Kyongnam Bank	Kwangju Bank	Others
The Company	(Won) 120,438	(Won)	(Won)	(Won)
Woori Bank		16,402	5,496	10,229
Kyongnam Bank	29,546		1	
Kwangju Bank	8,678	2		
WFIS	3,805	2,697	1,715	
Woori Investment Securities	431,332	782	75,433	7,296
Woori CS	27,569	16,319	18,000	
Woori PE	52,952		3,491	
Woori Financial	5,070			
Others	19,451	27	7,002	
	(Won) 698,841	(Won) 36,229	(Won) 111,138	(Won) 17,525

3) Loans

	Woori Bank	Kyongnam Bank	Kwangju Bank	Woori Financial	Others
Woori Bank	(Won)	(Won)	(Won) 11,044	(Won) 33,466	(Won) 19,363
Woori Financial	170,000			10,000	
Others		70,000	20,000		
	(Won) 170,000	(Won) 70,000	(Won) 31,044	(Won) 43,466	(Won) 19,363

4) Borrowings

	Woori Bank	Woori Financial	Others
The Company	(Won)	(Won) 170,000	(Won)
Woori Bank			70,000
Kyongnam Bank	11,044		20,000
Kwangju Bank	33,466	10,000	
Others	19,363		
	(Won) 63,873	(Won) 180,000	(Won) 90,000

5) Other assets

	The Company	Woori Bank	Kyongnam Bank	Kwangju Bank	WFIS	Woori Investment Securities	Woori CS	Others
The Company	(Won)	(Won)	(Won)	(Won)	(Won)	(Won)	(Won)	(Won)
Woori Bank	30,852	221	62,113	4,965	21,088	230,312	893	2,658
Kyongnam Bank		78,201		4,905	2,660	8,312	236	
Kwangju Bank			1,259		1,843	17,514	828	496
WFIS		99	4	3				
Woori Investment Securities		3,034		36	55			11,346
Woori CS		295						
Woori Financial		241		102		14,067		
Others		6,275	55	37	61	52	11	23

(Won) 30,852 (Won) 88,366 (Won) 63,431 (Won) 10,048 (Won) 25,707 (Won) 270,257 (Won) 1,968 (Won) 14,523

6) Other liabilities

	The Company	Woori Bank	Kyongnam Bank	Kwangju Bank	WFIS	Woori Investment Securities	Woori CS	Woori Financial	Others
The Company	(Won)	(Won)	(Won)	(Won)	(Won)	(Won)	(Won)	(Won)	(Won)
Woori Bank	221	30,852	78,201		99	3,034	295	241	6,275
Kyongnam Bank		62,113		1,259	4				55
Kwangju Bank		4,965	4,905		3	36		102	37
WFIS		21,088	2,660	1,843		55			61
Woori Investment Securities		230,312	8,312	17,514				14,067	52
Woori CS		893	236	828					11
Others		2,658		496		11,346			23

(Won) 221 (Won) 352,881 (Won) 94,314 (Won) 21,940 (Won) 106 (Won) 14,471 (Won) 295 (Won) 14,410 (Won) 6,514

(2) Income and Expenses

1) Interest income

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	The Company	Woori Bank	Kyongnam Bank	Kwangju Bank	WFIS	Woori F&I	Woori Investment Securities	Woori CS	Others
Woori Bank	(Won) 6,860	(Won)	(Won) 2,023	(Won) 2,041	(Won) 3	(Won) 426	(Won) 30,807	(Won) 1,760	(Won) 4,304
Kyongnam Bank	228	250		256	20		1,772	723	32
Kwangju Bank	228	112	40		18		2,593	1,249	475
Woori Investment Securities		119	295	232				103	298
Woori Financial Others	1,318	959	1,211 61	1,515			747 32		
	(Won) 8,634	(Won) 1,440	(Won) 3,630	(Won) 4,044	(Won) 41	(Won) 426	(Won) 35,951	(Won) 3,835	(Won) 5,109

2) Interest expense

	Woori Bank	Kyongnam Bank	Kwangju Bank	Woori Investment Securities	Woori Financial	Others
The Company	(Won) 6,860	(Won) 228	(Won) 228	(Won)	(Won) 1,318	(Won)
Woori Bank		250	112	119		959
Kyongnam Bank	2,023		40	295	1,211	61
Kwangju Bank	2,041	256		232	1,515	
WFIS	3	20	18			
Woori F&I	426					
Woori Investment Securities	30,807	1,772	2,593		747	32
Woori CS	1,760	723	1,249	103		
Others	4,304	32	475	298		
	(Won) 48,224	(Won) 3,281	(Won) 4,715	(Won) 1,047	(Won) 4,791	(Won) 1,052

3) Fees (income)

	Woori Bank	Woori Investment Securities	Woori CI	Others
The Company	(Won)	(Won) 910	(Won)	(Won)
Woori Bank		1,530		1,307
Kyongnam Bank		21	26	
Kwangju Bank			14	
Woori Investment Securities	538		11	
Woori CS	1,347			
Other	3,314	18	2,761	353
	(Won) 5,199	(Won) 2,479	(Won) 2,812	(Won) 1,660

4) Commissions (expense)

	The Company	Woori Bank	Kyongnam Bank	Kwangju Bank	Woori Investment Securities	Woori CS	Others
Woori Bank	(Won)	(Won)	(Won)	(Won)	(Won) 538	(Won) 1,347	(Won) 3,314
Woori Investment Securities	910	1,530	21				18
Woori CI			26	14	11		2,761
Others		1,307					353
	(Won) 910	(Won) 2,837	(Won) 47	(Won) 14	(Won) 549	(Won) 1,347	(Won) 6,446

5) Other income

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	Woori Bank	Kyongnam Bank	Kwangju Bank	WFIS	Woori Investment Securities	Others
The Company	(Won) 674	(Won)	(Won)	(Won) 1,571	(Won)	(Won)
Woori Bank		68,291		212,322	12,880	64
Kyongnam Bank	64,779			27,790		175
Kwangju Bank	27			20,366	95	19
WFIS	5,029					14
Woori Investment Securities	42,366		22	362		15
Others	3,945			1,142	3,973	134
	(Won) 116,820	(Won) 68,291	(Won) 22	(Won) 263,553	(Won) 16,948	(Won) 421

6) Other expenses

	The Company	Woori Bank	Kyongnam Bank	Kwangju Bank	WFIS	Woori Investment Securities	Others
Woori Bank	(Won) 674	(Won) 68,291	(Won) 64,779	(Won) 27	(Won) 5,029	(Won) 42,366	(Won) 3,945
Kyongnam Bank		68,291					
Kwangju Bank						22	
WFIS	1,571	212,322	27,790	20,366		362	1,142
Woori Investment Securities		12,880		95			3,973
Other		64	175	19	14	15	134
	(Won) 2,245	(Won) 293,557	(Won) 92,744	(Won) 20,507	(Won) 5,043	(Won) 42,765	(Won) 9,194

B. Unrealized gain or loss on transactions among the Company and its subsidiaries, which is eliminated from consolidated income for the year ended December 31, 2008, is as follows (Korean won in millions):

	Jan. 1, 2008	Realized	Increase	Dec. 31, 2008
Woori Bank	(Won) (12,349)	(Won) 6,300	(Won) (3,030)	(Won) (9,079)
Kyongnam Bank	102	(102)	(84)	(84)
Kwangju Bank	10,306	(9,022)		1,284
WFIS	2,401	723		3,124
Woori F&I	(634)	634		
Woori 3rd SPC	(139)	139		
Woori Investment Securities	(129)	(29)		(158)
Woori Financial			850	850
Woori Aviva			56	56
	(Won) (442)	(Won) (1,357)	(Won) (2,208)	(Won) (4,007)

C. Net income(loss) of subsidiary before purchase for the years ended December 31, 2008 and 2007 are as follows (Korea won in millions):

	2008	2007
Operation revenue :		
Interest income	(Won) 4,074	(Won) 43,984
Fees		61,643
Other operation revenue	36,753	6,218
	40,827	111,845
Operation expenses :		
Interest expense	250	26,246
Commissions		42
Other operation expenses	(4,515)	64,222
Other expenses	46,060	15,224
	41,795	105,734
Operation income	(968)	6,111

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Non-operating income	443	4,929
Non-operating expenses	480	815
Income before income tax expense	(1,005)	10,225
Income tax expense	30	1,547
Net income(loss)	(Won) (1,035)	(Won) 8,678

34. ASSETS AND LIABILITIES IN FOREIGN CURRENCIES

The significant assets and liabilities in foreign currencies as of December 31, 2008 and 2007 are as follows (Korean won in millions and U.S. dollars in thousands):

		<2008>	U.S. dollars (*1)	Korean won equivalent
Assets;	Cash in foreign currencies		US\$ 332,314	(Won) 417,885
	Due from bank in foreign currencies		3,639,279	4,576,393
	Trading securities		219,328	275,805
	Available-for-sale securities		1,182,254	1,486,684
	Held-to-maturities securities		145,901	183,471
	Investments accounted for using the equity method of accounting		68,177	85,733
	Usance		3,513,696	4,418,473
	Loans in foreign currencies		13,647,770	17,162,071
	Bills bought in foreign currencies		4,210,331	5,294,491
	Call loans		1,140,844	1,434,611
			US\$ 28,099,894	(Won) 35,335,617
Liabilities;	Deposit in foreign currencies		US\$ 7,513,419	(Won) 9,448,124
	Borrowing in foreign currencies		9,848,390	12,384,351
	Payable in foreign currencies		210,936	265,252
	Deposits for letter of guarantees		72,247	90,850
	Bonds sold under repurchase agreements in foreign currency		68,220	85,787
	Call money		2,318,051	2,914,949
	Debentures		5,173,971	6,506,268
			US\$ 25,205,233	(Won) 31,695,581
		<2007>	U.S. dollars (*1)	Korean won equivalent
Assets;	Cash in foreign currencies		US\$ 315,147	(Won) 295,671
	Due from bank in foreign currencies		1,429,346	1,341,012
	Trading securities		135,047	126,701
	Available-for-sale securities		1,718,757	1,612,537
	Held-to-maturities securities		155,546	145,933
	Investments accounted for using the equity method of accounting		7,263	6,814
	Usance		2,936,027	2,754,581
	Loans in foreign currencies		11,569,470	10,854,476
	Bills bought in foreign currencies		4,600,090	4,315,804
	Call loans		865,358	811,879
			US\$ 23,732,051	(Won) 22,265,408
Liabilities;	Deposit in foreign currencies		US\$ 5,710,978	(Won) 5,358,040
	Borrowing in foreign currencies		9,807,393	9,201,296
	Payable in foreign currencies		244,735	229,610
	Bonds sold under repurchase agreements in foreign currency		93,289	87,524
	Deposits for letter of guarantees		8,733	8,193
	Call money		981,362	920,714
	Debentures		5,550,249	5,207,244
			US\$ 22,396,739	(Won) 21,012,621

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(*1) Currencies other than U.S. dollars were translated into U.S. dollars based on Base Rate announced by Seoul Money Brokerage Service, Ltd. at December 31, 2008 and 2007, respectively.

35. CONTINGENCIES AND COMMITMENTS

- (1) Confirmed acceptances and guarantees and non-confirmed acceptances and guarantees as of December 31, 2008 and 2007 are as follows (Korean won in millions):

		2008		2007
Confirmed acceptances and guarantees:				
Local currency:	Guarantees for debenture issuance	(Won) 6,478	(Won)	15,315
	Guarantees for loans	121,342		123,873
	Guarantees for bills	39,977		5,000
	Others	1,477,513		1,378,590
		1,645,310		1,522,778
Foreign currencies:	Acceptance	781,017		248,605
	Guarantee in acceptance of imported goods	105,583		121,552
	Credit derivatives sold	169,763		
	Others	9,499,021		3,614,550
		10,555,384		3,984,707
		(Won) 12,200,694	(Won)	5,507,485
Non-confirmed acceptances and guarantees:				
	Local letter of credit in foreign currencies	(Won) 630,838	(Won)	625,038
	Local letter of credit in local currency	95,321		87,954
	Letter of credit	6,089,040		3,523,593
	Others	7,892,189		4,497,314
		(Won) 14,707,388	(Won)	8,733,899

- (2) Endorsed bills and the loan commitments as of December 31, 2008 and 2007 are as follows (Korean won in millions):

		2008		2007
Loan commitments in local currency		(Won) 61,619,740	(Won)	56,854,985
Loan commitments in foreign currencies		21,248,452		12,735,302
Other commitments in foreign currencies		1,292,695		621,605
		(Won) 84,160,887	(Won)	70,211,892
Endorsed bills without guarantee		(Won) 426,534	(Won)	11,597,149
Endorsed bills with guarantee		42,006		29,565
		(Won) 468,540	(Won)	11,626,714

- (3) The allowance for acceptances and guarantees as of December 31, 2008 and 2007 are as follows (Korean won in billions):

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	2008			2007		
	Allowance	Ratio (%)	Outstanding(*)	Allowance	Ratio (%)	Outstanding(*)
Normal	(Won) 80	0.3	(Won) 26,978	(Won) 104	0.7	(Won) 14,179
Precautionary	7	2.4	292	1	5.4	20
Substandard	1	13.5	9	5	44.1	11
Doubtful	45	17.0	266		42.9	1
Loss	5	41.5	10			
	(Won) 138		(Won) 27,555	(Won) 110		(Won) 14,211

(*) Included confirmed acceptances and guarantees, non-confirmed acceptances and guarantees and endorsed bills with guarantee of the Bank's subsidiaries.

- (4) As of December 31, 2008, the Company and its subsidiaries had filed 6,465 lawsuits as a plaintiff pleading damages amounting to (Won)869 billion and had been designated as a defendant in 253 lawsuits claiming damages amounting to (Won)266 billion. The Company and its subsidiaries do not anticipate the outcome of these lawsuits would have a significant effect on their financial conditions or results of their operations.

Important lawsuits in which the Company and its subsidiaries are defendants are as follows (Unit: Korean won in billions):

Defendant	Plaintiff	Amount	Detail of case
Woori Bank	LNH Korea	59	Claim for damage relating to factoring loans for LNH Korea (US\$ 50 million)
	Ilsung Pharmaceuticals Co., Ltd.	30	Legality of reduction of capital of Hanil Bank
	Kyobo Life Insurance Co., Ltd.	10	Claim for damage relating to trusts acquiring commercial paper of Sachan Corp.
Kwangju Bank	The Export-Import Bank of Korea	58	Verify export guarantee obligation for Daewoo Corp.

- (5) Details of allowances for unused credit line and other allowances as of December 31, 2008 and 2007 are as follows (Korean won in billions):

	2008	2007
Unused commitments on credit cards and loans	(Won) 401	(Won) 363
Lawsuits	63	49
Disposal of Petro Bank	6	5
Mileage on credit cards	87	72
Others	35	1
	(Won) 592	(Won) 490

36. DERIVATIVES

- (1) Unsettled commitments from derivatives as of December 31, 2008 and 2007 are as follows (Korean won in millions):

<2008>	For trading	For hedging	Total
Interest rate:			
Interest rate forwards	(Won) 250,872	(Won) 1,232,933	(Won) 1,483,805
Interest rate swaps	65,048,143	23,305,381	88,353,524
Interest rate futures	338,774		338,774
Long interest options	7,377,875		7,377,875
Short interest options	3,395,736		3,395,736
	76,411,400	24,538,314	100,949,714
Currency:			
Currency forwards	77,707,615	2,090,108	79,797,723
Currency swaps	19,317,900	2,702,597	22,020,497
Currency futures	2,740,628	1,302	2,741,930
Long currency options	7,221,211	173,377	7,394,588
Short currency options	7,879,020		7,879,020
	114,866,374	4,967,384	119,833,758

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Stock & Stock Index:			
Stock index futures	27,235	56,483	83,718
Stock swaps	1,814,466	5,542,552	7,357,018
Long stock index options	45,723	1,414,423	1,460,146
Short stock index options	1,542,791	3,600	1,546,391
	3,430,215	7,017,058	10,447,273

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<2008>	For trading	For hedging	Total
Credit derivatives:			
Short credit derivatives	(Won) 880,250	(Won)	(Won) 880,250
Credit derivatives swaps	49,250		49,250
	929,500		929,500
Others:			
Long Option	1,261,247	12,284	1,273,531
Short Option	1,364,279		1,364,279
Other forwards	753,768		753,768
Other swaps	415,942	1,344,738	1,760,680
Other futures	6,041		6,041
	3,801,277	1,357,022	5,158,299
	(Won) 199,438,766	(Won) 37,879,778	(Won) 237,318,544
<2007>			
	For trading	For hedging	Total
Interest rate:			
Interest rate forwards	(Won) 10,638	(Won) 1,604,281	(Won) 1,614,919
Interest rate swaps	56,976,661	20,300,361	77,277,022
Interest rate futures	1,025,893		1,025,893
Long interest options	3,273,510		3,273,510
Short interest options	2,454,478	100,000	2,554,478
	63,741,180	22,004,642	85,745,822
Currency:			
Currency forwards	114,454,702	4,093,653	118,548,355
Currency swaps	14,021,224	1,923,570	15,944,794
Currency futures	1,735,247	2,139	1,737,386
Long currency options	7,977,448	104,735	8,082,183
Short currency options	5,799,785		5,799,785
	143,988,406	6,124,097	150,112,503
Stock & Stock Index:			
Stock index futures	85,534	13,549	99,083
Stock swaps	6,755	3,793,124	3,799,879
Long stock index options	1,257,021	840,406	2,097,427
Short stock index options	2,433,635	3,600	2,437,235
	3,782,945	4,650,679	8,433,624
Credit derivatives:			
Short credit derivatives	595,757		595,757
Others:			
Long Option	1,109,006	9,999	1,119,005
Short Option	1,110,695		1,110,695
Other forwards	535,325		535,325
Other swaps		90,000	90,000
Other futures	9,410		9,410
	2,764,436	99,999	2,864,435

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(Won) 214,872,724

(Won) 32,879,417

(Won) 247,752,141

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(2) Gains or losses on valuation of derivatives for the years ended December 31, 2008 and 2007 cumulated are as follows (Korean won in millions):

<2008>	Gains on valuation in income statement			Losses on valuation in income statement			Gains (losses) in capital adjustments		Cumulative gains (losses) in balance sheet	
	Trading	Hedge	Total	Trading	Hedge	Total	Hedge	Assets	Liabilities	
Interest rate:										
Interest rate forwards	(Won) 1,117	(Won) 4,655	(Won) 5,772	(Won) 45	(Won) 13,789	(Won) 13,834	(Won)	(Won) 247	(Won) 4	
Interest rate swaps	1,623,791	323,567	1,947,358	1,978,318	120,927	2,099,245	(5,457)	2,013,623	2,307,63	
Interest rate swaps				175		175				
Interest rate swaps	168,577		168,577	43,124		43,124		218,681		
Interest rate swaps	15,417		15,417	71,876		71,876			88,43	
	1,808,902	328,222	2,137,124	2,093,538	134,716	2,228,254	(5,457)	2,232,551	2,396,11	
Currency:										
Currency forwards	5,723,656	130,045	5,853,701	4,605,334	110,378	4,715,712	(15,679)	5,915,726	4,750,31	
Currency swaps	1,314,049	370,896	1,684,945	2,787,305	345,461	3,132,766	1,312	1,571,710	3,014,17	
Currency futures	2,209	823	3,032		27	27				
Currency swaps	1,251,490	434	1,251,924	34,553	1,145	35,698		1,642,187		
Currency swaps	7,767	1,571	9,338	558,470		558,470		777	659,42	
	8,299,171	503,769	8,802,940	7,985,662	457,011	8,442,673	(14,367)	9,130,400	8,423,91	
Stock & Stock index:										
Stock index futures	254		254	817	183	1,000		10,234	23	
Stock swaps	148,012	86,000	234,012	47,863	435,563	483,426		443,742	2,003,76	
Stock index futures	1,995	24,781	26,776	955	54,617	55,572		73,352	15,82	
Stock index futures	192,795	74	192,869	6,825		6,825		266,097	(42,07	
	343,056	110,855	453,911	56,460	490,363	546,823		793,425	1,977,74	
Credit derivatives:										
Credit derivatives				368,323		368,323			482,59	
Credit derivatives				1,539		1,539			1,53	
				369,862		369,862			484,13	
Others:										

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ng	92,795		92,795	99,469	1,066	100,535		232,695	
tions									
ort	56,469		56,469	19,855		19,855			194,93
tions									
her	115,466		115,466	135,325		135,325		115,466	136,50
rwards									
her	251,738	62,442	314,180	250,451	61,115	311,566		193,265	188,13
aps									
her	13		13	93		93		13	9
ures									
	516,481	62,442	578,923	505,193	62,181	567,374		541,439	519,66
	(Won) 10,967,610	(Won) 1,005,288	(Won) 11,972,898	(Won) 11,010,715	(Won) 1,144,271	(Won) 12,154,986	(Won) (19,824)	(Won) 12,697,815	(Won) 13,801,57

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<2007>	Gains on valuation in income statement			Losses on valuation in income statement			Gains (losses) in capital adjustments		Cumulative gains (losses) in balance sheet	
	Trading	Hedge	Total	Trading	Hedge	Total	Hedge	Assets	Liabilities	
Interest rate:										
Interest rate forwards	(Won)	(Won)	11,257	(Won)	14	(Won)	4,351	(Won)	(Won)	(Won)
Interest rate swaps	356,030	181,076	537,106	404,285	186,614	590,899	(3,338)	528,276	658,501	
Long interest options	14,894		14,894	2,579		2,579		51,829		
Short interest options	3,758		3,758	12,118	110	12,228		1	27,389	
	374,682	192,333	567,015	418,996	191,075	610,071	(3,338)	580,106	685,903	
Currency:										
Currency forwards	1,158,818	30,174	1,188,992	1,142,137	40,938	1,183,075	4,419	1,205,842	1,199,280	
Currency swaps	145,186	33,361	178,547	180,561	32,333	212,894	823	462,723	428,940	
Currency futures	83	1	84					83		
Long currency options	100,390		100,390	28,355	969	29,324		95,533	41,116	
Short currency options	18,384		18,384	41,209		41,209		18,006	69,121	
	1,422,861	63,536	1,486,397	1,392,262	74,240	1,466,502	5,242	1,782,187	1,738,457	
Stock & Stock index :										
Stock index futures		66	66	1		1			1	
Stock swaps	221	32,356	32,577	39	34,339	34,378		21,080	51,140	
Long stock index options	18,916	16,211	35,127	52,604	20,072	72,676		133,875	307	
Short stock index options	32,353	259	32,612	50,712		50,712		6,892	378,345	
	51,490	48,892	100,382	103,356	54,411	157,767		161,847	429,793	
Credit derivatives:										
Short credit derivatives				126,751		126,751			126,751	
Others:										
Long options	80,248	371	80,619	54,914		54,914		82,590	54,914	
Short options	3,222		3,222	25,244		25,244		884	27,451	
Other forwards	16,954		16,954	14,421		14,421		16,260	14,412	
Other swaps		2,063	2,063		322	322		2,063	322	
Other futures	176		176	45		45		176	45	
	100,600	2,434	103,034	94,624	322	94,946		101,973	97,144	

(Won) 1,949,633 (Won) 307,195 (Won) 2,256,828 (Won) 2,135,989 (Won) 320,048 (Won) 2,456,037 (Won) 1,904 (Won) 2,626,113 (Won) 3,078,048

37. AGREEMENT ON THE IMPLEMENTATION OF A MANAGEMENT IMPROVEMENT PLAN

Since December 30, 2000, the Company's three subsidiaries, Woori Bank, Kyongnam Bank and Kwangju Bank, and the KDIC have entered into agreements for the implementation of management improvement plans for the banks. Under the agreements, the three subsidiaries are obligated to improve financial ratio, such as BIS capital ratio, Return on Assets (ROA), General and administrative ratio, Non-performing loan rate and adjusted operating income (AOI) per person. If the three subsidiaries fail to implement the agreements, the KDIC may command for the three subsidiaries to increase or decrease their capital, pursue mergers, assign contracts such as loans and deposits, or close or sell parts of their business operations.

Since July 2, 2001, the Company and the KDIC have entered into an agreement whereby the Company would integrate the Company's above subsidiaries, Woori Bank, Kyongnam Bank and Kwangju Bank, and improve the performance of the subsidiaries. The agreement stipulates that the Company should build a governance and management structure plan, implement a short-term business improvement strategy, enhance subsidiaries' competitiveness, expedite privatization, meet the financial ratio targets, and dispose of business units in case of failure to carry out the agreement.

In order to implement the agreements of above three subsidiaries with the KDIC, on July 2, 2001, the Company and its three subsidiaries entered into agreements for the implementation of the management improvement for the three subsidiaries. Pursuant to the agreements, the three subsidiaries should meet management goals given by the Company, consult with the Company about material business decisions before execution, and prepare and implement a detailed business plan in conformity with the Company's business strategies. If the three subsidiaries fail to implement the management improvement plan, the Company may order the three subsidiaries to limit sales of the specific financial products, investments in fixed assets, promotion of new business or new equity investment, or to close or merge their branch operations and subsidiaries.

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.

Woori Finance Holdings Co., Ltd.
(Registrant)

Date: March 31, 2009

By: /s/ Byung-Ho Park
(Signature)

Name: Byung-Ho Park
Title: Managing Director