

| <b>Shinhan Bank Canada</b>                        |  | (Unit: C\$1,000)                |
|---|--|---------------------------------|
| Leverage Ratio Disclosure as at June 30, 2018     |  | <b>Leverage Ratio Framework</b> |
| <b>On-balance sheet exposures</b>                 |  |                                 |
| 1   | On-balance sheet items (excluding derivatives, SFTs and grandfathered securitization exposures but including collateral)                 | 710,309                         |
| 2   | (Asset amounts deducted in determining Basel III “all-in” Tier 1 capital)  | (71)                            |
| 3   | <b>Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)</b>  | 710,238                         |
| <b>Derivative exposures</b>                       |  |                                 |
| 4   | Replacement cost associated with all derivative transactions (i.e. net of eligible cash variation margin)                                | NA                              |
| 5   | Add-on amounts for PFE associated with all derivative transactions   | NA                              |
| 6   | Gross up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework | NA                              |
| 7   | (Deductions of receivables assets for cash variation margin provided in derivative transactions)   | NA                              |
| 8   | (Exempted CCP-leg of client cleared trade exposures)   | NA                              |
| 9   | Adjusted effective notional amount of written credit derivatives   | NA                              |
| 10  | (Adjusted effective notional offsets and add-on deductions for written credit derivatives)   | NA                              |
| 11  | <b>Total derivative exposures (sum of lines 4 to 10)</b>   | NA                              |
| <b>Securities financing transaction exposures</b> |  |                                 |
| 12  | Gross SFT assets recognised for accounting purposes (with no recognition of netting), after adjusting for sale accounting transactions   | NA                              |
| 13  | (Netted amounts of cash payables and cash receivables of gross SFT assets)   | NA                              |
| 14  | Counterparty credit risk (CCR) exposure for SFTs   | NA                              |
| 15  | Agent transaction exposures  | NA                              |
| 16  | <b>Total securities financing transaction exposures (sum of lines 12 to 15)</b>  | NA                              |
| <b>Other off-balance sheet exposures</b>          |  |                                 |
| 17  | Off-balance sheet exposure at gross notional amount  | 50,432                          |
| 18  | (Adjustments for conversion to credit equivalent amounts)  | (25,277)                        |
| 19  | <b>Off-balance sheet items (sum of lines 17 and 18)</b>  | 25,155                          |
| <b>Capital and Total Exposures</b>                |  |                                 |
| 20  | <b>Total regulatory adjustments to Tier 2 capital</b>  | NA                              |
| 21  | <b>Tier 2 capital (T2)</b>   | NA                              |
| <b>Leverage Ratios</b>                            |  |                                 |
| 22  | <b>Basel III leverage ratio</b>  | 10.77%                          |