

SHINHAN FINANCIAL GROUP CO LTD

Form 6-K

May 15, 2007

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**SECURITIES AND EXCHANGE COMMISSION**

**Washington, DC 20549**

**FORM 6-K**

**REPORT OF FOREIGN PRIVATE ISSUER**

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

**For the Month of May 2007**

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

(Translation of registrant's name into English)

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

(Address of principal executive offices)

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

Form 20-F  Form 40-F

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

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

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

Yes  No

If Yes is marked, indicate below the file number assigned to the  
registrant in connection with Rule 12g3-2(b): 82- \_\_\_\_\_.

**Summary of 2007 1Q Business Report**

On May 15, 2007, Shinhan Financial Group ( SFG ) filed the 2007 1Q Business Report (the Business Report ) with the Financial Supervisory Service of the Republic of Korea ( Korea ) pursuant to the Securities and Exchange Act of Korea. This is the summary of the Business Report translated into English. Non-material or previously disclosed information are omitted or abridged.

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

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EX-99 INDEPENDENT ACCOUNTANT'S REVIEW REPORT AS OF MAR 31,2007

**Exhibit 99** Independent Accountant s Review Report (Non Consolidated Financial Statements) of Shinhan Financial Group as of March 31, 2007

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

On March 2007: LG Card joined Shinhan Financial Group as subsidiary

**Principal Subsidiaries under Korean Law as of May 15, 2007****Direct Subsidiaries**

Subsidiaries	Ownership by SFG
Shinhan Bank	100.0%
LG Card <sup>1) 2)</sup>	85.7%
Good Morning Shinhan Securities	100.0%
Shinhan Life Insurance	100.0%
Shinhan Card	100.0%
Shinhan Capital	100.0%
Shinhan BNP Paribas ITMC	50.0%
Jeju Bank <sup>2)</sup>	62.4%
SH&C Life Insurance	50.0%
Shinhan Macquarie Financial Advisory	51.0%
Shinhan Credit Information	100.0%
Shinhan Private Equity	100.0%

1) LG Card joined Shinhan Financial Group as a subsidiary on March 23, 2007.

Of total LG Card's common shares, Shinhan Financial Group and Shinhan Bank own 78.6% and 7.1% respectively.

2) Jeju Bank and LG Card are currently listed on the Korea Exchange.

**Indirect subsidiaries held through direct subsidiaries**

Direct Subsidiaries	Indirect Subsidiaries	(As of May 15, 2007) Ownership by the Parent	
Shinhan Bank	Shinhan Data System	100.0%	
	Shinhan Finance Ltd.(Hong Kong) <sup>1)</sup>	100.0%	
	SH Asset Management	79.8%	
	Shinhan Asia Limited	100.0%	
	Shinhan Bank America	100.0%	
	Shinhan Bank Europe GmbH	100.0%	
	Shinhan Vina Bank	50.0%	
	CHB Valuemeet 2001 year 1 <sup>st</sup> Securitization	50.0%	
	CHB Valuemeet 2001 year 2 <sup>nd</sup> Securitization	50.0%	
	CHB Valuemeet 2002 year 1 <sup>st</sup> Securitization	50.0%	
	Good Morning Shinhan Securities	Good Morning Shinhan Securities Europe	100.0%
		Good Morning Shinhan Securities USA	100.0%
	Shinhan Private Equity	Shinhan NPS Private Equity Fund 1 <sup>st</sup>	50.0% <sup>2)</sup>

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- 1) On November 1, 2006, Shinhan Finance Limited, Shinhan Financial Group's indirect subsidiary, was transferred to a branch of Shinhan Bank. The liquidation process is currently taking place and is expected to be finalized during the first half of 2007.
- 2) Shinhan Financial Group and its subsidiaries currently own 36.7% of Shinhan NPS Private Equity Fund 1<sup>st</sup>.

**Number of Shares by Type**

Number of issued and outstanding shares of the Group as of March 31, 2007

	Types of Shares	Number of Shares
Common Shares		381,567,614
Redeemable Preferred Shares		68,757,169
Redeemable Convertible Preferred Shares		14,721,000
	Total	465,045,783

**Employee Stock Ownership Plan (ESOP)****(1) Contribution to ESOA (Employee Stock Ownership Association)**

Employee Accounts	Contribution Date	Contribution Amount (KRW)	Contributor	Objective
Contributed by relevant companies	March 23, 2007	2,049,000,000	Shinhan Card	Stock Purchase
	March 27, 2007	611,500,000	Shinhan Capital	Stock Purchase
	Sub-total	2,660,500,000		
Contributed by employees				
	Sub-total			
	Total	2,660,500,000		

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**Table of Contents****(2) Changes in ESOA Share Ownership**

		(As of March 31, 2007, Unit: shares)			
	Share type	Beginning Balance (Jan.1, 2007)	Increase	Decrease	Ending Balance (March 31, 2007)
Association Accounts	Common Shares	1,939,973		424,169	1,515,804
Employee Accounts	Common Shares	2,786,962	340,062	102,940	3,024,084
Total		4,726,935	340,062	527,109	4,539,888

\* Subsequent events: On April 3, 2007 Shinhan Bank contributed 548,134 SFG common shares. Additionally on April 13, 2007 37,007 shares and 11,069 shares were purchased respectively for Shinhan Card and Shinhan Capital.

**(3) ESOA Share Ownership per each company**

		(As of March 31, 2007, Unit: shares)		
Company	Association Accounts	Employee Accounts	Total Balance	
Shinhan Financial Group	31,274	23,831	55,105	
Shinhan Bank	1,466,123	2,859,122	4,325,245	
Good Morning Shinhan Securities		20,363	20,363	
Shinhan Capital	18,407	22,997	41,404	
Shinhan Card		37,891	37,891	
Shinhan Life Insurance		55,223	55,223	
SH&C Life Insurance		1,126	1,126	
Shinhan Credit Information		1,074	1,074	
Shinhan Data System		2,457	2,457	
Total	1,515,804	3,024,084	4,539,888	

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

	2007 1Q (Jan.1~March 31)	2006 (Jan.1~Dec.31)	(KRW million) 2005 (Jan.1~Dec.31)
Operating Revenue	1,015,411	2,003,752	1,718,950
Gain using the equity method of accounting	952,272	1,917,268	1,618,314
Interest income	61,994	79,151	95,812
Gain on Foreign Currency Transaction	749	5,838	3,451
Other income	396	1,495	1,373
Operating Expense	78,229	182,889	158,321
Loss using the equity method of accounting			1,047
Interest Expense	62,647	129,644	114,544
Loss on Foreign Currency Transaction	749	5,838	3,449
Commission Expense	19	269	124
SG&A Expense	14,814	47,138	39,157
Operating Income	937,182	1,820,863	1,560,629

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

	2007 1Q (Jan.1~March 31)		2006 (Jan.1~Dec.31)		(KRW million) 2005 (Jan.1~Dec.31)	
	Average Balance <sup>1)</sup>	Ratio (%)	Average Balance <sup>1)</sup>	Ratio (%)	Average Balance <sup>1)</sup>	Ratio (%)
Stockholders Equity	11,435,040	74.41	10,376,235	76.70	8,463,137	77.36
Capital Stock	2,214,469	14.41	2,170,758	16.05	2,100,646	19.20
Capital Surplus	5,063,631	32.95	4,360,100	32.23	3,846,957	35.16
Capital Adjustment	32,858	0.21	25,520	0.19	11,475	0.10
Comprehensive Income	945,718	6.15	840,704	6.21	345,178	3.16
Retained Earnings	3,178,364	20.68	2,979,153	22.02	2,158,881	19.73
Liabilities	3,933,221	25.59	3,152,497	23.30	2,477,425	22.64
Borrowings	3,329,521	21.66	2,769,824	20.47	2,230,681	20.39
Other liabilities	603,700	3.93	382,673	2.83	246,744	2.26
Total	15,368,261	100.00	13,528,732	100.00	10,940,562	100.00

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

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

	(KRW million)					
	2007 1Q		2006		2005	
	(Jan.1~March 31)		(Jan.1~Dec.31)		(Jan.1~Dec.31)	
	Average Balance <sup>1)</sup>	Ratio (%)	Average Balance <sup>1)</sup>	Ratio (%)	Average Balance <sup>1)</sup>	Ratio (%)
Investments on equity stock	13,472,737	87.67	11,646,253	86.09	9,060,179	82.82
Shinhan Bank	9,243,279	60.15	8,997,565	66.50	7,591,397	69.39
LG Card	1,347,676	8.77				
Shinhan Card	766,857	4.99	639,038	4.72	197,754	1.81
Good Morning						
Shinhan Securities	1,022,428	6.65	943,203	6.97	867,403	7.93
Shinhan Life						
Insurance	783,896	5.10	768,599	5.68	147,558	1.35
Shinhan Capital	176,769	1.15	170,264	1.26	139,108	1.27
Jeju Bank	69,403	0.45	66,809	0.49	57,606	0.53
Shinhan Credit						
Information	9,486	0.06	9,179	0.07	8,198	0.07
Shinhan Private						
Equity	9,364	0.06	8,987	0.07	9,300	0.09
Shinhan BNP						
Paribas ITMC	24,629	0.16	24,152	0.18	23,139	0.21
SH&C Life						
Insurance	17,770	0.12	17,322	0.13	14,879	0.14
Shinhan Macquarie						
FA	1,180	0.01	1,135	0.01	1,641	0.01
E-Shinhan					2,197	0.02
Loans	1,224,366	7.97	1,299,633	9.61	1,667,537	15.24
Fixed Assets	858	0.01	959	0.01	1,296	0.01
Cash Deposit in bank	501,410	3.26	422,201	3.12	177,313	1.62
Other Assets	168,890	1.10	159,686	1.18	34,237	0.31
Total	15,368,261	100.00	13,528,732	100.00	10,940,562	100.00

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

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

	(KRW million)
Aggregate Amount of Equity Capital (A)	2007 1Q (E) 12,842,440
Risk-Weighted Assets (B)	140,273,878
BIS Ratio (A/B) <sup>1)</sup>	9.16%

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



**Won Liquidity Ratio**

	2007 1Q	2006	(KRW million) 2005
Won Assets due within 3 months (A)	487,895	605,415	341,547
Won Liabilities due within 3 months (B)	460,022	248,661	332,746
Won Liquidity Ratio (A/B) <sup>1)</sup>	106.06%	243.47%	102.65%

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- 1) Under the guidelines issued by the Financial Supervisory Commission, we, at the holding company level, are required to maintain a Won liquidity ratio of not less than 100%.

**Liabilities to Equity Ratio**

	2007 1Q	2006	(KRW million) 2005
Liabilities (A)	6,228,731	3,642,106	2,325,114
Equity (B)	15,431,036	11,361,526	10,137,017
Liabilities to Equity Ratio (A/B)	40.36%	32.06%	22.94%

**Capital Adequacy Ratio and Other Ratios of Certain Subsidiaries**

- (1) BIS Capital Adequacy Ratio (%) <sup>1)</sup>

	2007 1Q	2006	2005
Shinhan Bank <sup>2)</sup>	11.93	12.01	10.94
Jeju Bank	11.37	11.26	11.71

- 1) The BIS Capital Adequacy Ratio is computed in accordance with the guidelines issued by the Financial Supervisory Commission for commercial banks. Under these guidelines, commercial banks are required to maintain a minimum capital adequacy ratio of 8%.
- 2) The integrated Shinhan Bank was launched on April 1, 2006 and the figure for 2005 is of pre-merger Chohung Bank, the surviving entity.
- (2) Net Capital Ratio (%)

	Mar.31 2007	Mar.31 2006	Mar.31 2005
Good Morning Shinhan Securities	451.69	558.60	629.22

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

- (3) Solvency Margin Ratio (%)

	Mar.31 2007	Mar.31 2006	Mar.31 2005
Shinhan Life Insurance	224.7	230.8	204.9

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

- (4) Adjusted Equity Capital Ratio (%)

	2007 1Q	2006	2005
LG Card	36.60	34.25	25.55
Shinhan Card	14.97	17.47	17.68

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



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

## (1) Non- Performing Loans

	(KRW million)					
	March 31,2007		Dec.31.2006		Dec.31. 2005	
	Balance of	NPL to total Loans NPL (%)	Balance of	NPL to total Loans NPL (%)	Balance of	NPL to total Loans NPL (%)
Shinhan Bank <sup>2)</sup>	759,150	0.63	729,655	0.62	531,349	1.15
Jeju Bank	12,970	0.65	13,120	0.74	16,287	1.15
LG Card <sup>3)</sup>	456,079	5.66	493,236	6.05	544,705	8.22
Shinhan Card <sup>3)</sup>	87,399	2.81	111,770	3.50	33,420	2.71

  

	March 31,2007		March 31, 2006		March 31, 2005	
	Balance of	NPL to total Loans (%)	Balance of	NPL to total Loans (%)	Balance of	NPL to total Loans (%)
	NPL	Loans (%)	NPL	Loans (%)	NPL	Loans (%)
GMS Securities <sup>3)</sup>	25,888	2.54	26,943	5.68	30,745	11.77

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

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

			(KRW million)		
			Jan. 1, 2007~ Mar. 31, 2007	Jan. 1, 2006~ Dec. 31, 2006	Jan. 1, 2005~ Dec. 31, 2005
Shinhan Bank	Loan Loss Allowance	Domestic	1,964,255	1,911,843	905,000
		Overseas	60,798	59,758	27,600
		Total	2,025,053	1,971,601	932,600
	Write-offs		55,853	160,636	571,500
Jeju Bank	Loan Loss Allowance	Domestic	27,772	26,313	25,329
		Overseas			
		Total	27,772	26,313	25,329
	Write-offs		622	8,325	19,145
LG Card	Loan Loss Allowance	Domestic	774,188	894,173	911,739
		Overseas			
		Total	774,188	894,173	911,739
	Write-offs		115,025	533,403	1,528,629
Shinhan Card	Loan Loss Allowance	Domestic	133,078	148,724	46,269
		Overseas			
		Total	133,078	148,724	46,269
	Write-offs		31,765	179,351	117,583
			Apr. 1, 2006~ Mar. 31, 2007	Apr. 1, 2005~ Mar. 31, 2006	Apr. 1, 2004~ Mar. 31, 2005
GM Shinhan Securities	Loan Loss Allowance	Domestic	30,776	28,900	30,900
		Overseas			
		Total	30,776	28,900	30,900
	Write-offs		1,117	2,300	1,900

**Table of Contents****3. Independent Auditor*****Audit Opinion for the last 3 years***

Audit Opinion	2007 1Q	FY 2006	FY 2005
		Unqualified	Unqualified

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

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

Year	Auditor	Payment (KRW mil.) (annual)	Details	Working hours
	KPMG Samjong Accounting Corp.	341	Review/Audit of Financial Statements	670 hours
2007 1Q	KPMG Samjong Accounting Corp.	399	Review of Financial Statements related to accounting treatment of LG Card acquisition	
2006	KPMG Samjong Accounting Corp.	304	Review/Audit of Financial Statements	3,150 hours
2005	KPMG Samjong Accounting Corp.	288	Review/Audit of Financial Statements	3,073 hours

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

## 1) Executive Directors

Our executive directors are as follows as of May 15, 2007:

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

## 2) Non-Executive Directors

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

Our non-executive directors are as follows:

Name	Date of Birth	Outside Director	Sub-Committees	Service Term
Sang Hoon Shin	July 1, 1948	X		1 year starting from March 20, 2007
Si Jong Kim	Apr. 16, 1937	O		1 year starting from March 20, 2007
Young Woo Kim	May 1, 1952	O	Audit Committee member	1 year starting from March 20, 2007
Byung Hun Park	Sept. 10, 1928	O	Board Steering Committee member	1 year starting from March 20, 2007
Yong Woong Yang	Aug. 4, 1948	O		1 year starting from March 20, 2007
Haeng Nam Chung	Mar. 15, 1941	O		1 year starting from March 20, 2007
Young Hoon Choi	Nov. 8, 1928	O		1 year starting from March 20, 2007
Philippe Reynieix	Jun. 24, 1949	O	Risk Management Committee member Board Steering Committee member	1 year starting from March 20, 2007
Pyung Joo Kim	Feb. 6, 1939	O	Risk Management Committee member Compensation Committee member Board Steering Committee member	1 year starting from March 20, 2007
Shee Yul Ryoo	Sept. 5, 1938	O	Risk Management Committee member Compensation Committee member	1 year starting from March 20, 2007
Yoon Soo Yoon	Mar. 5, 1946	O	Audit Committee member Compensation Committee member	1 year starting from March 20, 2007
Sang Yoon Lee	Sept. 13, 1942	O	Audit Committee member Compensation Committee member	1 year starting from March 20, 2007
Sung Bin Chun	Jan. 21, 1953	O	Audit Committee Head Compensation Committee member	1 year starting from March 20, 2007

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

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## 3) Executive Officers

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

Name	Date of Birth	Position	In charge of
Jae Woo Lee	July 2, 1950	Chief Operating Officer	General Affairs Team, Public Relations Team, and Human Resources Team
Byung Jae Cho	Jan. 6, 1951	Chief Financial Officer	Finance Planning Team, Risk Management Team, and Investor Relations Team
Jin Won Suh	April 20, 1951	Chief Strategy Officer	Strategic Planning Team, Future Strategy & Management Team, and Information & Technology Planning Team,
Jae Woon Yoon	July 22, 1951	Group Synergy Officer	Joint Procurement Team, Synergy Management Team, and Audit & Compliance Team

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**Table of Contents****Stock Options (as of May 15, 2007)**

	Guarantee	No. of Granted Options	Number of Changes		No. of Exercisable Options
			No. of Exercised Options	No. of Cancelled Options	
Granted in 2002	Management, Head of Department	864,576	429,052	0	435,524
Granted in 2003	Management, Head of Department	1,020,416	501,198	11,600	507,618
Granted in 2004	Management, Head of Department	1,258,923	361,384	15,200	882,339
Granted in 2005	Management, Head of Department, Outside Directors	2,620,331	0	251,300	2,369,031
Granted in 2006	Management, Head of Department, Outside Directors	3,296,200	0	166,800	3,129,400
Granted in 2007	Management, Head of Department, Outside Directors	1,301,050	0	0	1,301,050
	Total	10,361,496	1,291,634	444,900	8,624,962

**Employees**

	Number of Employees	Average length of Service	(As of March 31, 2007)	
			Total Salaries and wages paid in 1Q 2007 (KRW million)	Average Payment per person (KRW million)
Male	83	2 yrs 6 mths	1,657	20
Female	18	2 yrs 11 mths	147	8
Total	101	2 yrs 9 mths	1,804	18

**Directors and Officers Liability Insurance (for SFG and subsidiaries)**

Name of Insurance	Insurance Premium	Insured Amount	Insurance Period
Directors and Officers Liability Insurance	KRW 592 mil. (annual)	Up to KRW 50 bil.	April 1, 2007~ March 31, 2008

\* Of the total insurance premium (KRW 592 mil.), KRW 121 mil. was paid by SFG, and the remaining amount, by its subsidiaries

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

Date	Agenda	
Feb. 2, 2007	1. Approval of FY2006 Financial Statements and Business Report	Approved
	2. Appointment of Outside Director Recommendation Committee members Eung Chan Ra, Byung Hun Park, Shee Yul Ryoo, Sang Yoon Lee, Yoon Soo Yoon (5 persons)	Approved
Feb. 15, 2007	1. Convocation of General Shareholders Meeting for the 6th FY General Shareholders Meeting for the 6th FY to be held on March 20, 2007	Approved
	2. Approval of Director Remuneration Pool Same as the previous year	Approved
	3. Grant of Stock Options to Executives and Employees of the Company and Its Subsidiaries Approval for stock option grant up to the limit of 1,459,550 shares	Approved
	4. PU Assignment to Executives To grant 168,200 units to 6 executives * Value per one unit = KRW 54,560 on grant date (March 20, 2007)	Approved
	5. Cancellation of Granted Stock Options A total of 343,000 stock options cancelled (3 companies, 131 persons)	Approved
	6. Corporate Bond Issuance The 4 <sup>th</sup> issuance of corporate bond (KRW 100bil.) scheduled to be issued in March 2007	Approved
Mar. 20, 2007	1. Appointment of Representative Directors Eung Chan Ra as Chairman, In Ho Lee as President & CEO	Approved
	2. Appointment of Sub-Committee Members Appointment of committee members	Approved
	3. Compensation for Directors Same as the previous year	Approved
	4. Fifth Amendment to the Guidelines on Personal Credit Date Provision and Use Inclusion of LG Card in the list of companies to share company information	Approved
	5. Incorporation of GM-Shinhan Securities Hong Kong Affiliate as Indirect Subsidiary Establishment of Good Morning Shinhan Securities third local subsidiary	Approved
	6. Issuance of Corporate Bonds KRW100bil. for 4 <sup>th</sup> issuance, KRW 200bil. for 42 <sup>nd</sup> issuance	Approved

**2) Board Steering Committee**

Date	Agenda	
Feb. 2, 2007	1. Appointment of Outside Director Recommendation Committee Eung Chan Ra, Byung Hun Park, Shee Yul Ryoo, Sang Yoon Lee, Yoon Soo Yoon (5 persons)	Approved
Feb. 15, 2007	1. Recommendation for directors who are not outside directors Eung Chan Ra, In Ho Lee, Sang Hoon Shin (3 persons)	Approved
	2. Recommendation of Audit Committee members Sang Yoon Lee, Yoon Soo Yoon, Sung Bin Chun, Young Woo Kim (4 persons)	Approved

3. Deliberation on stock option grant to outside directors with professional expertise

10,000 stock options per person, up to 50,000 stock options in total

3) *Risk Management Committee*

Date	Agenda	Approved
Feb. 15, 2007	1. Group's Minimum Equity Capital Ratios and Risk Limits for 2007 * Reporting Item: Status of the Group's Capital Adequacy Ratios and Risk Limit Management by Risk Type during 4Q 2006	Approved

**Table of Contents****4) Meetings of Audit Committee**

Date	Agenda	
Feb. 15, 2007	1. Audit Results for the 6th Fiscal Year	Approved
	Confirmation of Audit Results for the 6th FY and Submission of Audit Report	
	2. Evaluation of the Internal Monitoring System	Approved
	3. Evaluation of the Operation Status of the Internal Accounting Control System for the Year 2006	Approved
	The internal accounting control system has been efficiently planned and properly operated.	
	4. Evaluation of the Internal Monitoring System	Approved
	The internal monitoring system is properly operated	
April 18, 2007	5. Approval of audit plans for 2007	Approved
	Approval of 2007 audit plans for Shinhan Financial Group and subsidiaries	
	6. Ratification of the Company and its Subsidiaries Non-audit Contracts	Approved
	1) Tax consulting (Shinhan Financial Group-Samjung)	
	2) Internal auditing management system (SH&C Life Insurance-Samjung)	
	3) Income Tax Advisory, Tax Adjustment (5 companies including Good Morning Shinhan Securities Samjung)	
	7. Auditing Results of the 5th Annual Shareholders Meeting	Approved
Results found to be appropriate		
April 18, 2007	1. Appointment of Audit Committee Head	Approved
	Head: Sung Bin Chun	
	2. Approval of K-GAAP audit remuneration	Approved
	3. Audit contract related to accounting treatment related to LG Card	Approved
April 18, 2007	Approved contract with Samjung	
	4. Ratification of the Company and its Subsidiaries Non-audit Contracts	Approved
Audit of reports filed to Hong Kong's local Financial Authorities (Shinhan Bank's Hong Kong Branch Samjung)		

**5) Meetings of Outside Director Recommendation Committee**

Date	Agenda	
Feb. 14, 2007	1. Appointment of Outside Director Recommendation Committee head	Approved
	Head: Byung Hun Park	
Feb. 14, 2007	2. Recommendation of outside director candidates	Approved
	Outside Directors: Byung Hun Park, Si Jong Kim, Yong Woong Yang, Haeng Nam Chung, Young Hoon Choi, Young Woo Kim, Reynieix (7 persons)	
	Outside Directors with professional expertise: Shee Yul Ryoo, Yoon Soo Yoon, Sang Yoon Lee, Pyung Joo Kim, Sung Bin Chun (5 persons)	

**6) Compensation Committee**

Date	Agenda	
Feb. 14, 2007	1. 2006 Evaluation and Compensation results for the Management	Approved
	2. 2007 Evaluation and Compensation Scheme for the Management	Approved
	3. Setting 2007 Group KPI Target and MBO of the Management	Approved
	4. 2007 Stock Options granted to the Management	Approved
	5. Grant of PU(Performance Unit) to management	Approved



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

		(KRW, number of shares)					
		Nov. 2006	Dec. 2006	Jan. 2007	Feb. 2007	Mar. 2007	Apr. 2007
Price per share	High	46,900	48,500	49,900	57,800	57,100	56,600
	Low	43,100	44,000	45,450	51,500	51,800	52,100
Trading Volume		26,887,343	22,774,048	23,229,216	48,203,956	24,411,554	27,055,056

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

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

		(USD, number of shares)					
		Nov. 2006	Dec. 2006	Jan. 2007	Feb. 2007	Mar. 2007	Apr. 2007
Price per share	High	100.49	106.00	106.73	123.65	122.39	122.75
	Low	90.09	95.80	96.75	110.25	106.99	112.16
Trading Volume		418,500	505,200	575,100	896,200	694,800	511,500

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

(As of March 31, 2007, Unit: KRW 100 million)

Subsidiary	Loan Type	Origination Date	Maturity Date	Funding Rate	Lending Rate	Beginning Balance	Increase	Decrease	Ending Balance
Shinhan Capital	Loans in KRW	2002-03-29	2007-04-04	7.47%	8.12%	200			200
Shinhan Capital	Loans in KRW	2002-07-29	2007-07-29	6.30%	6.65%	200			200
Shinhan Capital	Loans in KRW	2002-11-21	2007-11-21	5.88%	6.18%	200			200
Shinhan Capital	Loans in KRW	2002-12-16	2007-12-16	5.96%	6.22%	200			200
Shinhan Card	Loans in KRW	2003-04-23	2009-04-23	5.47%	6.28%	1,000			1,000
Shinhan Capital	Loans in KRW	2003-06-24	2008-06-24	5.69%	5.95%	300			300
Shinhan Capital	Loans in KRW	2003-07-24	2008-07-24	5.87%	6.13%	200			200
Shinhan Capital	Loans in KRW	2004-03-24	2009-03-24	5.11%	5.93%	200			200
Shinhan Capital	Loans in KRW	2004-03-24	2007-03-24	4.76%	5.16%	300		300	
Shinhan Capital	Loans in KRW	2004-06-25	2009-06-25	4.93%	5.22%	500			500
Shinhan Capital	Loans in Foreign Currency	2004-07-15	2007-06-15	3M Libor+0.70%	3M Libor+0.90%	372	4		376
Shinhan Capital	Loans in KRW	2005-01-31	2008-01-31	4.21%	4.58%	300			300
GMSH Securities	Loans in KRW	2005-01-31	2010-07-31	4.59%	5.25%	700			700
Shinhan Card	Loans in KRW	2005-03-18	2007-03-18	4.13%	4.49%	500		500	
Shinhan Card	Loans in KRW	2005-03-18	2008-03-18	4.23%	4.54%	500			500
Shinhan Capital	Loans in KRW	2005-03-18	2007-03-18	4.23%	4.49%	500		500	
Shinhan Capital	Loans in KRW	2005-05-09	2008-05-09	3.99%	4.33%	500			500
Shinhan Capital	Loans in KRW	2005-12-16	2008-12-16	5.48%	5.67%	400			400
Shinhan Card	Loans in KRW	2006-01-24	2009-01-24	5.24%	5.41%	500			500
Shinhan Capital	Loans in KRW	2006-01-24	2009-01-24	5.24%	5.41%	500			500
Shinhan Card	Loans in KRW	2006-02-27	2009-02-27	5.07%	5.23%	1000			1,000

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Shinhan Card	Loans in KRW	2006-04-24	2009-04-24	5.09%	5.22%	1000			1,000
GMSH Securities	Loans in KRW	2006-07-31	2012-01-31	5.16%	5.64%	1000			1,000
Shinhan Capital	Loans in KRW	2006-09-26	2011-09-26	4.91%	4.99%	500			500
Shinhan Capital	Loans in Foreign Currency	2006-12-29	2009-12-29	3ML+0.25%	3ML+0.38%	279	3		282
Shinhan Capital	Loans in KRW	2007-03-23	2012-03-23	5.48%			500		500
Total						11,851	507	1,300	11,058

**Exhibit 99** Independent Accountant's Review Report (Non Consolidated Financial Statements) of Shinhan Financial Group as of March 31, 2007



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**SIGNATURES**

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

SHINHAN FINANCIAL GROUP CO., LTD.

By /s/ Byung Jae Cho  
Name: Byung Jae Cho  
Title: Chief Financial Officer

Date : May 15, 2007