

Earnings Release



2023 2Q

Disclaimer

These presentation materials have been prepared by Hyundai Card Corporation., Ltd. ("HCC" or "the Company"), solely for the use at this presentation. This presentation material may not be reproduced, redistributed or passed on, directly or indirectly, to any other person or published, in whole or in part, for any purpose.

The Company has not taken measures to independently verify data contained in this material. No representations or warranties, express or implied, are made as to, and no reliance should be placed on, the accuracy, fairness or completeness of the information presented or contained in this presentation. This presentation should not be construed as legal, tax, investment or other advice.

Financial statements in this document have been prepared in accordance with K-IFRS. Other additional market information has been sourced from the Company or from other external institutions. The information presented or contained in this presentation is current as of the date hereof and is subject to change without notice and its accuracy is not guaranteed.

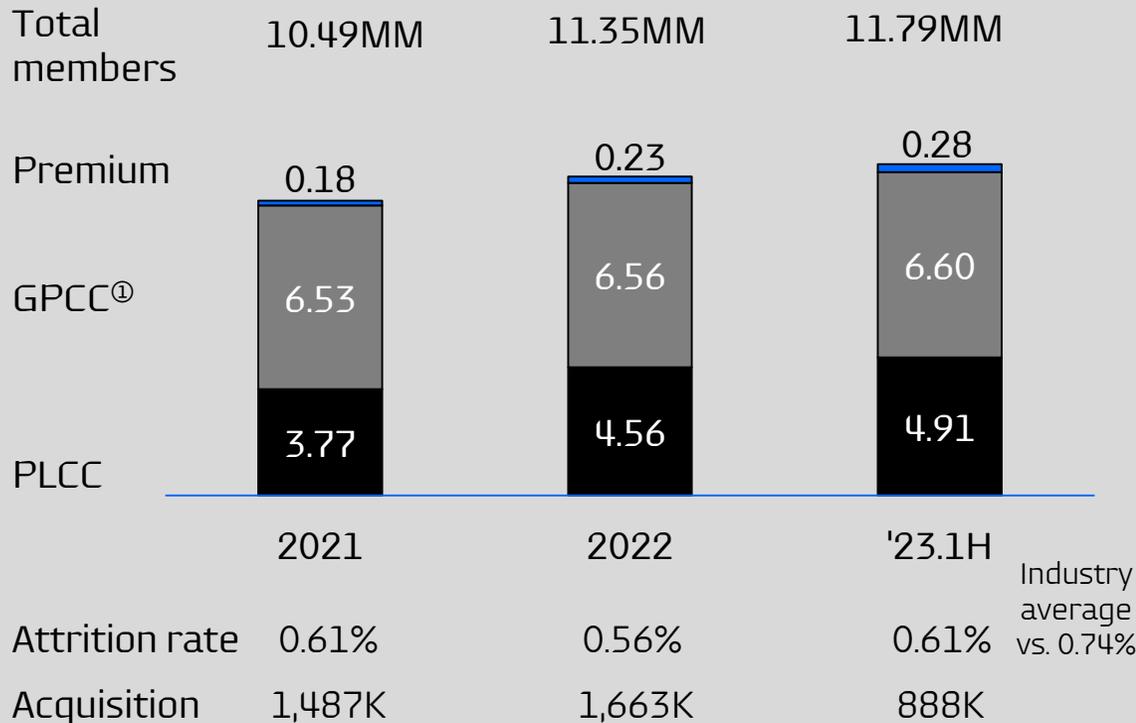
Certain information and statements made in this presentation contain "forward-looking statements." Caution should be taken with respect to such statements and you should not place undue reliance on any such forward-looking statements.

Size

Volume increased vs market due to member growth with highest net increase in the market & stronger market position

Members

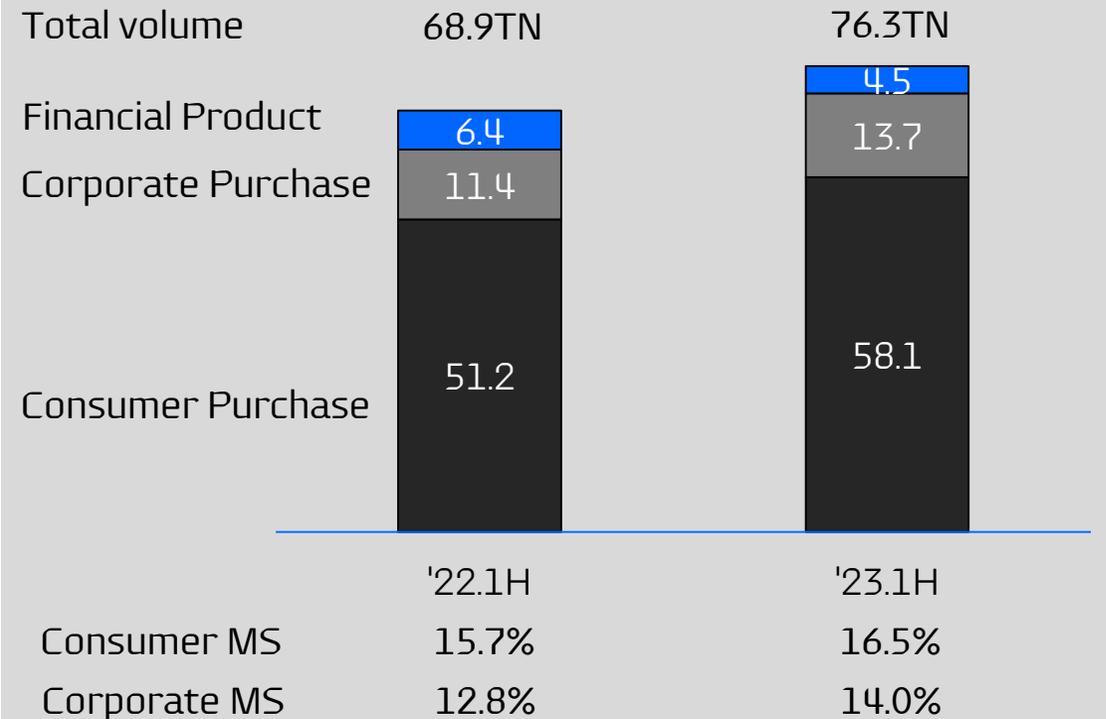
- Highest net increase in the market thanks to new member increase from Apple Pay & industry-lowest attrition rate (+440K)



① Includes CLCC

Volume

- Consumer & Corporate M/S ↑ from increased credit purchase volume
- Financial Volume drop due to conservative U/W/limit strategy



Industry's only IBT increase thanks to member-based growth & utmost priority on stability and quality

Summary of Financial Statement

(BN KRW)	2021	2022	'22. 1H	'23. 1H	YoY
Product assets	18.9TN	21.2TN	20.0TN	19.4TN	-3.0%
Operating revenue ^①	2,537.2	2,768.4	1,309.7	1,460.3	11.5%
Card income	1,286.5	1,310.8	647.1	757.4	17.1%
Interest income	1,122.8	1,277.2	591.9	616.8	4.2%
Operating expense ^②	2,144.0	2,463.6	1,120.3	1,268.3	13.2%
Card expense	774.3	805.0	375.5	446.9	19.0%
Interest expense	271.2	403.7	160.9	267.0	66.0%
Bad debt expense	287.1	391.8	170.1	118.4	-30.4%
SG&A	727.1	768.9	368.4	399.7	8.5%
Operating income	406.7	315.3	197.6	203.0	2.7%
Income before tax	410.1	330.1	200.3	203.1	1.4%
Net income	314.1	254.0	155.7	157.2	1.0%
ROA ^③	1.7%	1.3%	1.6%	1.6%	0.0%p

①

②

③

Positive factors

- ① Volume effect
 - Volume: 68.9TN → 76.3TN(+10.6%)
- ③ Bad debt exp.: Decrease w/ improved portfolio
 - Bad debt expense rate ↓ (1.8% → 1.2%)

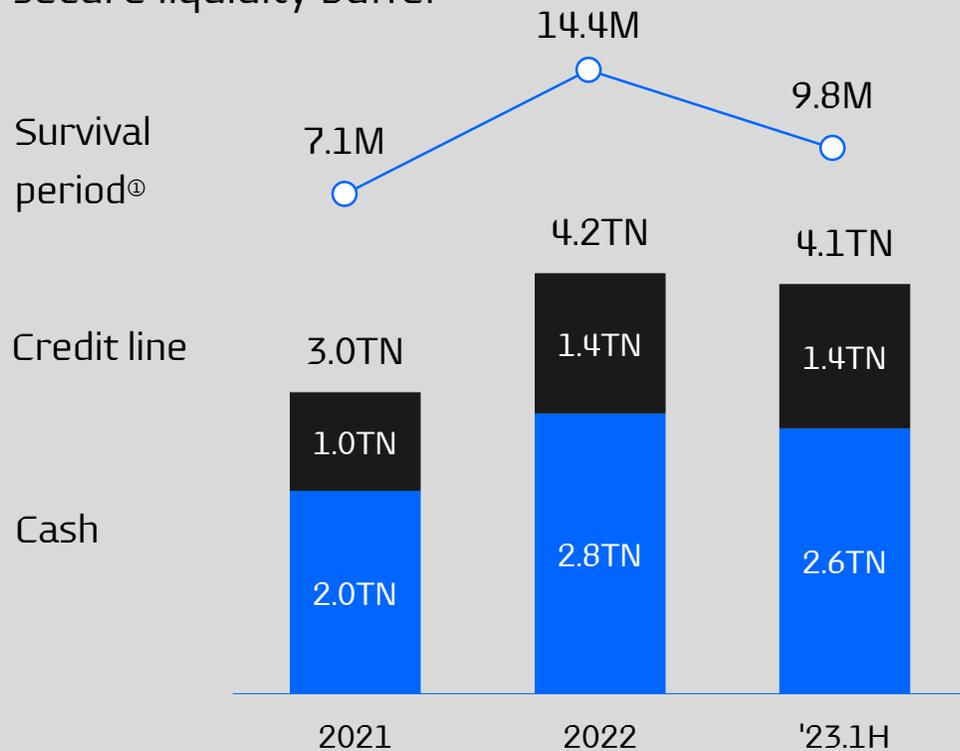
Negative factors

- ② Interest expense: CoF increase
 - New CoF ↑ (3.15% → 4.62%)
 - Includes excess liquidity cost(33.4BN)

Stable treasury index

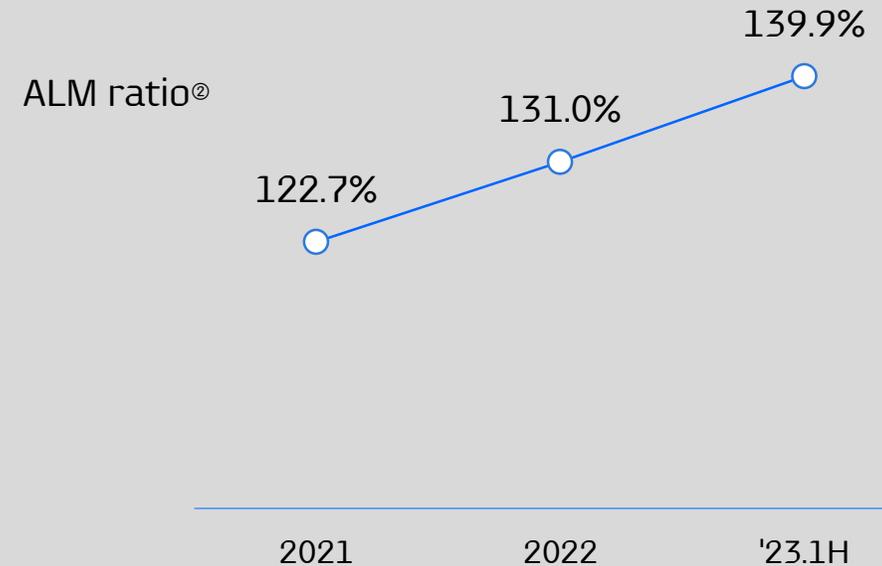
Liquidity

- Longer survival period than normal times (7M) to secure liquidity buffer



Maturity

- Reinforced funding stability by lengthening maturity of liabilities

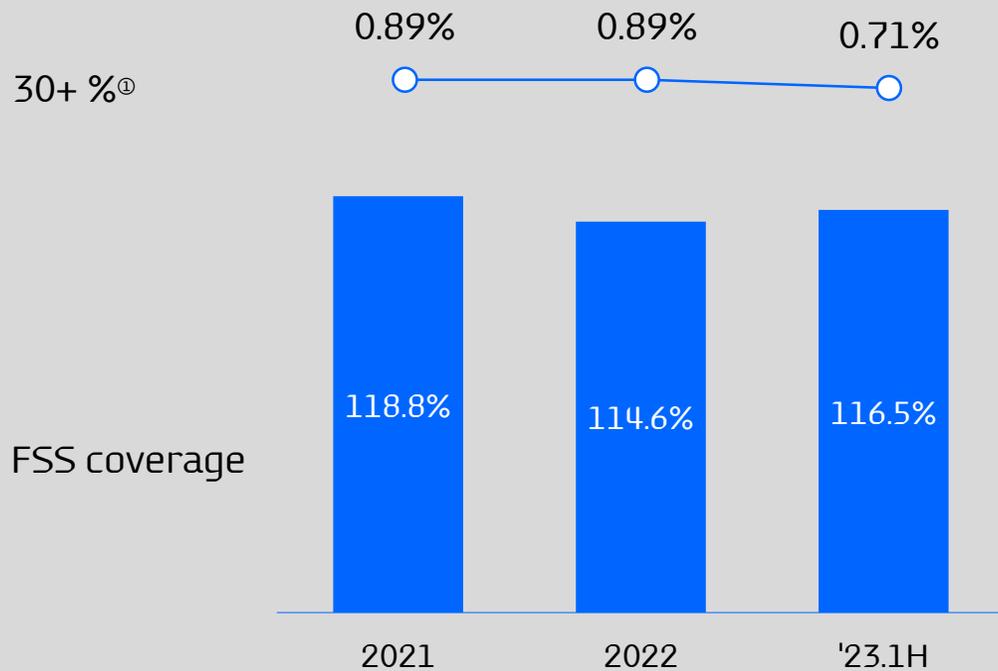


① When normal operations and funding is impossible, period feasible of survival with current liquidity holdings ② Ratio of average maturity of liabilities over average maturity of financial assets

Stable treasury index

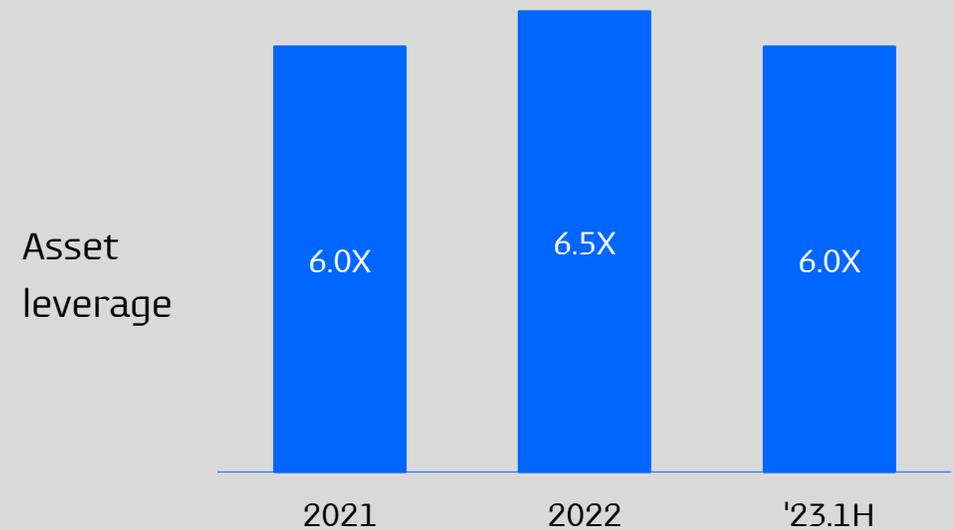
Asset quality

- DQ showing downward stabilization, maintaining conservative provisioning policy



Capital adequacy

- Stable management within regulations (8X)



① Based on FSS disclosure (Excludes restructuring loan repayment ability unimproved amount)

Appendix

Appendix

Financial Statement

Consolidated Statement of Income

(BN KRW)	2021	2022	'23.1H
Operating revenue^①	2,537.2	2,768.4	1,460.3
Card income	1,286.5	1,310.8	757.4
Interest income	1,122.8	1,277.2	616.8
Gain on valuation and disposal of financial assets	4.2	12.9	15.5
Other	123.7	167.5	70.6
Operating expense^②	2,144.0	2,463.6	1,268.3
Card expense	774.3	805.0	446.9
Interest expense	271.2	403.7	267.0
Bad debt expense	287.1	391.8	118.4
SG&A	727.1	768.9	399.7
Other	84.3	94.2	36.3
Operating income	406.7	315.3	203.0
Income before tax	410.1	330.1	203.1
Net income	314.1	254.0	157.2

Consolidated Statement of Financial Position

(BN KRW)	2021	2022	'23.1H
Assets	21,654.6	25,102.4	22,942.1
Cash and deposits	696.5	2,364.5	1,770.0
Securities	1,362.7	488.0	942.8
Card assets ^③	18,286.7	20,605.1	18,866.9
Tangible assets	375.4	379.9	616.1
Other	933.3	1,264.9	746.3
Liabilities	18,026.3	21,256.8	19,030.9
Borrowings	15,711.5	18,228.4	16,788.2
Other	2,314.7	3,028.4	2,242.7
Equity	3,628.4	3,845.6	3,911.2
Capital	802.3	802.3	802.3
Capital surplus	57.7	57.7	57.7
Hybrid bond	299.2	299.2	299.2
Retained earnings	2,463.3	2,613.2	2,702.3
Other	5.8	73.1	49.6

①, ② Excluding FX an derivatives effect. Gain on disposal of loan receivables reflected in bad debt expense ③ Includes loan receivables ('21 6.1BN, '22 22.9BN, '23 1H 29.7BN)

Appendix

Financial Statement

(BN KRW)	2021	2022	'23.1H
Total members	10.49MM	11.35MM	11.79MM
Acquisition	1.49MM	1.66MM	0.89MM
Volume	125,265.1	143,060.0	76,271.3
Credit purchase	112,104.6	131,608.5	71,769.6
Lump sum ^①	90,899.5	107,766.5	60,902.8
Installment	21,205.1	23,842.1	10,866.8
Financial product	13,160.6	11,451.5	4,501.6
Cash advance	5,617.2	5,127.7	1,908.7
Card loan ^②	7,543.3	6,323.8	2,593.0
Product assets	18,856.9	21,248.6	19,409.5
Credit purchase	13,572.0	16,176.7	14,466.4
Lump sum ^③	7,177.2	8,877.8	8,631.0
Installment	6,394.8	7,299.0	5,835.4
Financial product	5,278.3	5,047.4	4,912.0
Cash advance ^④	633.6	463.7	444.1
Card loan ^⑤	4,644.7	4,583.8	4,467.9
Loan receivables	6.6	24.4	31.1

(BN KRW)		2021	2022	'23.1H
Quality	30+ % ^⑥	0.89%	0.89%	0.71%
	Substandard and below assets	0.88%	0.70%	0.70%
	FSS coverage	118.8%	114.6%	116.5%
Leverage^⑦		6.0X	6.5X	6.0X
Total assets		21,597.8	24,977.0	22,830.2
Total capital (previous quarter)		3,572.0	3,822.5	3,823.3
Funding^⑧		15,701.6	18,219.1	16,888.2
Domestic funding		14,182.3	16,338.9	14,955.6
Offshore funding		1,519.2	1,880.2	1,932.6
Liquidity^⑨	ALM	122.7%	131.0%	139.9%
	Liabilities maturity	2.0Y	2.1Y	2.2Y
	Assets maturity	1.6Y	1.6Y	1.6Y
	Total liquidity	3,010.1	4,198.5	4,110.7
Cash		2,025.7	2,796.8	2,649.0
Credit Line		984.4	1,401.7	1,461.7