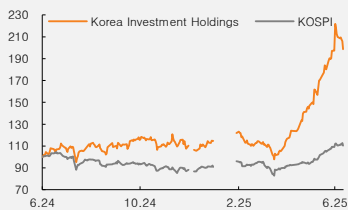


(Downgrade)	Hold
Target price	▲ W145,000
Current price (7/4/25)	W132,900
Upside	9.1%

OP (25F, Wbn)	1,922
Consensus OP (25F, Wbn)	1,519
EPS growth (25F, %)	48.6
Market EPS growth (25F, %)	25.5
P/E (25F, x)	5.3
Market P/E (25F, x)	11.1
KOSPI	3,054.28

Market cap (Wbn)	7,406
Shares outstanding (mn)	56
Free float (%)	73.3
Foreign ownership (%)	37.3
Beta (12M)	1.10
52-week low (W)	63,700
52-week high (W)	148,400

(%)	1M	6M	12M
Absolute	16.9	86.9	83.8
Relative	6.0	49.4	70.0



Mirae Asset Securities Co., Ltd.

Tae Joon Jeong, CFA

taejoon.jeong@miraeasset.com

Korea Investment

Further upside limited without a clear shareholder return plan

Raise TP to W145,000, but downgrade to Hold

We raise our target price on Korea Investment Holdings (KIH) from W120,000 to W145,000 (2025F P/B of 0.8x) but downgrade our rating on the stock to Hold (from Buy). Although KIH has faced growing market pressure to enhance shareholder returns, the firm has prioritized growth and been reluctant to comment on its shareholder return plans. As such, we do not expect the stock's valuation discount to narrow to the same extent as peers.

We expect 2Q25 net profit attributable to owners of the parent to come in 12% above the consensus. Brokerage income likely increased, as the sharp stock market rally likely led to increased trading volumes and a higher margin loan balance.

We estimate net fee/commission income rose 13% YoY and 5.5% QoQ on a consolidated basis and 16% YoY and 6.6% QoQ on a standalone basis, driven primarily by increased trading volume amid a bullish stock market.

Interest income likely expanded 22% YoY and 3.8% QoQ on a consolidated basis and 51% YoY and 7.6% QoQ on a standalone basis. Interest income from securities likely grew significantly due to a low base effect (stemming from the sharp decline in market rates in 2Q24), while interest income from loans likely jumped on the back of the recent increase in the firm's margin loan balance.

We believe trading/financial product income increased YoY but declined QoQ on both a consolidated and standalone basis. While the won's appreciation likely drove YoY growth, a weaker bond trading performance likely weighed on QoQ results.

(Dec.)	2023	2024	2025F	2026F	2027F
Net operating revenue (Wbn)	1,989	2,635	3,317	3,294	3,489
OP (Wbn)	820	1,200	1,922	1,894	2,022
NP (Wbn)	707	1,040	1,545	1,517	1,611
EPS (W)	11,480	16,883	25,086	24,632	26,163
BPS (W)	143,392	165,262	182,200	202,224	223,640
P/E (x)	5.3	4.2	5.3	5.4	5.1
P/B (x)	0.40	0.40	0.70	0.70	0.59
ROE (%)	8.8	11.5	15.2	13.5	13.0
Shareholder return yield (%)	4.3	3.0	4.5	4.5	4.7
Equity (Wbn)	8,445	9,735	10,724	11,894	13,144

Notes: Under consolidated K-IFRS; NP is attributable to owners of the parent

Source: Company data, Mirae Asset Securities Research estimates

Table 1. KIH: TP calculation

(W, x, %)

	Value	Notes
Previous TP	120,000	
2025F ROE	12.9	Mirae Asset Securities est.
Adj. discount rate	21.0	
Target P/B	0.67	
2025F BPS	180,700	Mirae Asset Securities est.
Revised TP	145,000	
2025F ROE	15.2	Mirae Asset Securities est.
Adj. discount rate	19.1	
Target P/B	0.80	
2025F BPS	182,200	Mirae Asset Securities est.
Current price	132,900	
Upside	9.1	
Rating	Hold	

Source: Company data, Mirae Asset Securities Research

Table 2. KIH: Earnings and forecasts (consolidated)

(Wbn, %)

	1Q25	2Q25F	3Q25F	4Q25F	YoY	QoQ	2025F
Net operating revenue	890	806	813	809	23.7	-9.5	3,317
Net fee/commission income	333	351	358	354	12.8	5.5	1,396
Interest income	354	367	368	365	21.7	3.8	1,454
Trading/financial products	152	42	86	85	TTB	-72.7	364
Other	51	46	1	4	0.0	-10.6	103
SG&A expenses	360	339	335	361	-3.6	-5.8	1,395
OP	530	466	478	448	55.7	-11.9	1,922
Pretax profit	615	458	516	509	17.5	-25.5	2,098
Taxes	156	121	137	135	11.6	-22.1	549
Consolidated NP	459	337	379	374	19.8	-26.7	1,549
NP attr. to owners of the parent	458	336	378	373	19.9	-26.7	1,545

Source: Company data, Mirae Asset Securities Research

Table 3. KIH: Earnings and forecasts (standalone)

(Wbn)

	1Q25	2Q25F	3Q25F	4Q25F	YoY	QoQ	2025F
Net operating revenue	839	696	683	663	19.7	-17.0	2,882
Net fee/commission income	276	295	302	298	16.4	6.6	1,170
Fee/commission income	317	338	346	342	13.5	6.6	1,344
Brokerage	115	131	133	129	20.1	14.2	508
WM	39	43	45	43	20.8	10.3	171
IB/other	163	164	168	170	7.0	0.4	664
Fee/commission expenses	41	44	45	44	-2.8	6.6	174
Interest income	170	183	184	180	51.2	7.6	718
Trading/financial products	188	77	80	79	17.2	-58.9	424
Other	205	142	118	105	0.0	-31.0	570
SG&A expenses	265	244	239	265	0.1	-7.9	1,013
OP	575	453	444	398	33.9	-21.3	1,869
Pretax profit	577	427	449	426	29.0	-25.9	1,879
Taxes	111	113	118	112	44.0	1.8	455
Consolidated NP	466	315	330	313	24.3	-32.4	1,424

Source: Company data, Mirae Asset Securities Research

Korea Investment Holdings (071050 KS)

Income statement (standalone)

(Wbn)	2024	2025F	2026F	2027F
Net operating revenue	2,540	2,882	2,854	3,043
Net fee/commission income	976	1,170	1,211	1,314
Fees/commissions	1,149	1,344	1,391	1,510
Brokerage	436	508	505	552
WM	143	171	171	185
IB/other	570	664	715	772
Fee/commission expenses	173	174	180	195
Interest income	530	718	732	786
Trading/financial products	156	424	340	372
Other	877	570	570	570
SG&A expenses	1,000	1,013	1,018	1,085
OP	1,540	1,869	1,836	1,958
Non-OP	-75	9	9	9
Non-operating expenses	0	0	0	0
Pretax profit	1,464	1,879	1,845	1,967
Taxes	269	455	487	519
NP	1,195	1,424	1,358	1,448

Balance sheet (standalone)

(Wbn)	2024	2025F	2026F	2027F
Assets	85,370	93,273	101,061	109,173
Cash/deposits	8,302	8,749	9,479	10,240
Securities	63,352	69,217	74,996	81,016
Loans	7,493	8,312	8,536	8,589
Tangible assets	422	437	473	511
Intangible assets	84	86	94	101
Investment properties	12	13	14	15
Other	5,703	6,459	7,469	8,700
Liabilities	76,053	82,702	89,484	96,512
Deposits	12,237	13,307	14,398	15,529
Borrowings/debentures	56,472	61,410	66,445	71,665
Provisions for other est. liabilities	51	28	30	32
Deferred tax liabilities	0	0	0	0
Other	7,293	7,958	8,610	9,286
Equity	9,317	10,571	11,577	12,661
Capital stock	176	176	176	176
Capital surplus	4,829	5,529	5,529	5,529
Retained earnings	4,041	4,592	5,598	6,682
Other	270	274	274	274

ROA breakdown (standalone)

(%)	2024	2025F	2026F	2027F
Net operating revenue				
Net fee/commission income	38.4	40.6	42.4	43.2
Fees/commissions	45.2	46.6	48.8	49.6
Brokerage	17.2	17.6	17.7	18.2
WM	5.6	5.9	6.0	6.1
IB/other	22.4	23.1	25.1	25.4
Interest income	20.9	24.9	25.6	25.8
Trading/financial products	6.1	14.7	11.9	12.2
Other	34.5	19.8	20.0	18.7
Asset turnover ratio				
Net fee/commission income	1.14	1.25	1.20	1.20
Fees/commissions	1.35	1.44	1.38	1.38
Brokerage	0.51	0.55	0.50	0.51
WM	0.17	0.18	0.17	0.17
IB/other	0.67	0.71	0.71	0.71
Interest income	0.62	0.77	0.72	0.72
Trading/financial products	0.18	0.45	0.34	0.34
Other	1.03	0.61	0.56	0.52

Financial statement (consolidated)

(Wbn)	2024	2025F	2026F	2027F
Net operating revenue	2,635	3,317	3,294	3,489
Net fee/commission income	1,225	1,396	1,437	1,540
Interest income	1,255	1,454	1,474	1,533
Trading/financial products	106	364	281	313
Other	49	103	103	103
SG&A expenses	1,435	1,395	1,401	1,467
OP	1,200	1,922	1,894	2,022
Non-OP	199	176	176	176
Non-operating expenses	0	0	0	2,198
Pretax profit	1,399	2,098	2,070	583
Taxes	353	549	549	1,615
NP	1,046	1,549	1,521	1,611
Attr. to owners of the parent	1,040	1,545	1,517	4
Minority interests	6	4	4	133,507
Assets	109,220	117,055	125,119	120,067
Liabilities	99,486	106,256	113,039	13,144
Equity	9,735	10,724	11,894	2027F

Investment indicators

(x, %, W)	2024	2025F	2026F	2027F
Valuation				
P/B	0.40	0.70	0.70	0.59
P/E	4.2	5.3	5.4	5.1
Payout ratio	5.6	4.5	4.5	4.7
Per-share indicators				
BPS	165,262	182,200	202,224	223,640
EPS	16,883	25,086	24,632	26,163
DPS	3,980	6,000	6,000	6,200
Growth				
BPS	15.3	10.2	11.0	10.6
EPS	47.1	48.6	-1.8	6.2
Profitability				
ROE	11.5	15.2	13.5	13.0
ROA	1.00	1.40	1.30	1.25
Cost-to-income ratio	39.4	35.1	35.7	35.7
OP margin	45.5	57.9	57.5	58.0
Pretax margin	53.1	63.2	62.8	63.0
Net margin	39.5	46.6	46.1	46.2
Financial leverage (standalone)	7.3	7.1	7.1	7.1

ROA breakdown (consolidated)

(%)	2024	2025F	2026F	2027F
Net operating revenue				
Net fee/commission income	46.5	42.1	43.6	44.1
Interest income	47.6	43.8	44.7	43.9
Trading/financial products	4.0	11.0	8.5	9.0
Other	1.9	3.1	3.1	2.9
Asset turnover ratio				
Net fee/commission income	1.12	1.19	1.15	1.15
Interest income	1.15	1.24	1.18	1.15
Trading/financial products	0.10	0.31	0.22	0.23
Other	0.04	0.09	0.08	0.08

No. of shares & dividend payout ratio

('000, %)	2024	2025F	2026F	2027F
Issued shares (year-end)	61,584	61,584	61,584	61,584
Common	55,726	55,726	55,726	55,726
Preferred	5,858	5,858	5,858	5,858
Dividend payout ratio				
Common	22.4	22.8	23.2	22.6
Preferred	20.2	20.5	20.9	20.3
Preferred	2.2	2.3	2.3	2.3

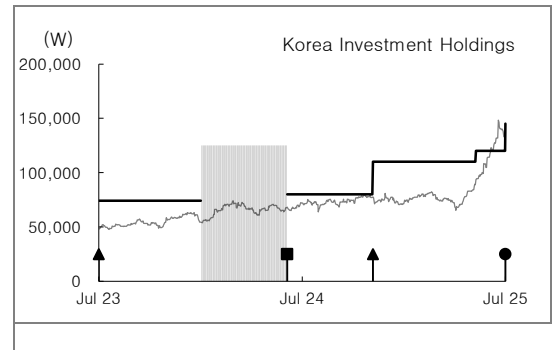
Source: Company data, Mirae Asset Securities Research estimates

Appendix 1

Important disclosures and disclaimers

Two-year rating and TP history

Company	Date	Rating	TP (W)
Korea Investment Holdings (071050)	07/07/25	Hold	145,000
	05/15/25	Buy	120,000
	11/11/24	Buy	110,000
	06/10/24	Trading Buy	80,000
	01/08/24	No Coverage	
	05/31/23	Buy	74,000



Stock ratings

Buy	Expected 12-month return: +20% or greater
Hold	Expected 12-month return: Greater than -10% and less than +10%
Sell	Expected 12-month return: -10% or less

Sector ratings

Overweight	Expected to outperform the market over 12 months
Neutral	Expected to perform in line with the market over 12 months
Underweight	Expected to underperform the market over 12 months

As of May 12, 2025, the Trading Buy rating category has been removed from our investment rating system.

Stocks expected to deliver a 12-month return between +10% and less than +20% may be rated either Buy or Hold at the discretion of the research analyst.

Rating and TP history: Share price (—), TP (—), Not Rated (■), Buy (▲), Trading Buy (■), Hold (●), Sell (◆)

* Our investment rating is a guide to the expected return of the stock over the next 12 months.

* Outside of the official ratings of Mirae Asset Securities Co., Ltd., analysts may call trading opportunities should technical or short-term material developments arise.

* The TP was determined by the research analyst through valuation methods discussed in this report, in part based on estimates of future earnings.

* TP achievement may be impeded by risks related to the subject securities and companies, as well as general market and economic conditions.

Ratings distribution and investment banking services

	Buy	Trading Buy	Hold	Sell
Ratings distribution	83.98%	6.63%	8.84%	0.55%
Investment banking services	88.24%	0%	11.76%	0%

* Based on recommendations in the last 12-months (as of March 31, 2025)

Disclosures

As of the publication date, Mirae Asset Securities Co., Ltd. has acted as a liquidity provider for equity-linked warrants backed by shares of Korea Investment Holdings as an underlying asset; other than this, Mirae Asset Securities has no other special interests in the covered companies.

Analyst certification

The research analysts who prepared this report (the "Analysts") are registered with the Korea Financial Investment Association and are subject to Korean securities regulations. They are neither registered as research analysts in any other jurisdiction nor subject to the laws or regulations thereof. Each Analyst responsible for the preparation of this report certifies that (i) all views expressed in this report accurately reflect the personal views of the Analyst about any and all of the issuers and securities named in this report and (ii) no part of the compensation of the Analyst was, is, or will be directly or indirectly related to the specific recommendations or views contained in this report. Mirae Asset Securities Co., Ltd. ("Mirae Asset Securities") policy prohibits its Analysts and members of their households from owning securities of any company in the Analyst's area of coverage, and the Analysts do not serve as an officer, director, or advisory board member of the subject companies. Except as otherwise specified herein, the Analysts have not received any compensation or any other benefits from the subject companies in the past 12 months and have not been promised the same in connection with this report. Like all employees of Mirae Asset Securities, the Analysts receive compensation that is determined by overall firm profitability, which includes revenues from, among other business units, the institutional equities, investment banking, proprietary trading, and private client divisions. At the time of publication of this report, the Analysts do not know or have reason to know of any actual, material conflict of interest of the Analyst or Mirae Asset Securities except as otherwise stated herein.

Disclaimers

This report was prepared by Mirae Asset Securities, a broker-dealer registered in the Republic of Korea and a member of the Korea Exchange. Information and opinions contained herein have been compiled in good faith and from sources believed to be reliable, but such information has not been independently verified and Mirae Asset Securities makes no guarantee, representation or warranty, express or implied, as to the fairness, accuracy, completeness, or correctness of the information and opinions contained herein or of any translation into English from the Korean language. In case of an English translation of a report prepared in the Korean language, the original Korean language report may have been made available to investors in advance of this report.

The intended recipients of this report are sophisticated institutional investors who have substantial knowledge of the local business environment, its common practices, laws, and accounting principles, and no person whose receipt or use of this report would violate any laws or regulations or subject Mirae Asset Securities or any of its affiliates to registration or licensing requirements in any jurisdiction shall receive or make any use hereof.

This report is for general information purposes only and is not and shall not be construed as an offer or a solicitation of an offer to effect transactions in any securities or other financial instruments. The report does not constitute investment advice to any person, and such person shall not be treated as a client of Mirae Asset Securities by virtue of receiving this report. This report does not take into account the particular investment objectives, financial situations, or needs of individual clients. The report is not to be relied upon in substitution for the exercise of independent judgment. Information and opinions contained herein are as of the date hereof and are subject to change without notice. The price and value of the investments referred to in this report and the income from them may depreciate or appreciate, and investors may incur losses on investments. Past performance is not a guide to future performance. Future

returns are not guaranteed, and a loss of original capital may occur. Mirae Asset Securities, its affiliates, and their directors, officers, employees, and agents do not accept any liability for any loss arising out of the use hereof.

Mirae Asset Securities may have issued other reports that are inconsistent with, and reach different conclusions from, the opinions presented in this report. The reports may reflect different assumptions, views, and analytical methods of the analysts who prepared them. Mirae Asset Securities may make investment decisions that are inconsistent with the opinions and views expressed in this research report. Mirae Asset Securities, its affiliates, and their directors, officers, employees, and agents may have long or short positions in any of the subject securities at any time and may make a purchase or sale, or offer to make a purchase or sale, of any such securities or other financial instruments from time to time in the open market or otherwise, in each case either as principals or agents. Mirae Asset Securities and its affiliates may have had, or may be expecting to enter into, business relationships with the subject companies to provide investment banking, market-making, or other financial services as are permitted under applicable laws and regulations.

No part of this document may be copied or reproduced in any manner or form or redistributed or published, in whole or in part, without the prior written consent of Mirae Asset Securities. For further information regarding company-specific information as it pertains to the representations and disclosures in this Appendix 1, please contact compliance@miraeasset.us.com or +1 (212) 407-1000.

Distribution

United Kingdom: This report is being distributed by Mirae Asset Securities (UK) Ltd. in the United Kingdom only to (i) investment professionals falling within Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (the "Order"), and (ii) high net worth companies and other persons to whom it may lawfully be communicated, falling within Article 49(2)(A) to (E) of the Order (all such persons together being referred to as "Relevant Persons"). This report is directed only at Relevant Persons. Any person who is not a Relevant Person should not act or rely on this report or any of its contents.

United States: Mirae Asset Securities is not a registered broker-dealer in the United States and, therefore, is not subject to U.S. rules regarding the preparation of research reports and the independence of research analysts. This report is distributed in the U.S. by Mirae Asset Securities (USA) Inc., a member of FINRA/SIPC, to "major U.S. institutional investors" in reliance on the exemption from registration provided by Rule 15a-6(b)(4) under the U.S. Securities Exchange Act of 1934, as amended. All U.S. persons that receive this document by their acceptance hereof represent and warrant that they are a major U.S. institutional investor and have not received this report under any express or implied understanding that they will direct commission income to Mirae Asset Securities or its affiliates. Any U.S. recipient of this document wishing to effect a transaction in any securities discussed herein should contact and place orders with Mirae Asset Securities (USA) Inc. Mirae Asset Securities (USA) Inc. accepts responsibility for the contents of this report in the U.S., subject to the terms hereof, to the extent that it is delivered to a U.S. person other than a major U.S. institutional investor. Under no circumstances should any recipient of this research report effect any transaction to buy or sell securities or related financial instruments through Mirae Asset Securities. The securities described in this report may not have been registered under the U.S. Securities Act of 1933, as amended, and, in such case, may not be offered or sold in the U.S. or to U.S. persons absent registration or an applicable exemption from the registration requirements.

Hong Kong SAR: This report is distributed in Hong Kong SAR by Mirae Asset Securities (HK) Limited, which is regulated by the Hong Kong Securities and Futures Commission. The contents of this report have not been reviewed by any regulatory authority in Hong Kong SAR. This report is for distribution only to professional investors within the meaning of Part I of Schedule 1 to the Securities and Futures Ordinance of Hong Kong SAR (Cap. 571, Laws of Hong Kong SAR) and any rules made thereunder and may not be redistributed in whole or in part in Hong Kong SAR to any person.

India: This report is being distributed by Mirae Asset Capital Markets (India) Private Limited ("MACM") in India to the customers based in India and is personal information only for those authorised recipient(s). MACM is inter alia a Securities and Exchange Board of India ("SEBI") registered Research Analyst in India and is not registered outside India. MACM and Mirae Asset, Korea are group entities. MACM makes no guarantee, representation or warranty, express or implied, as to the fairness, accuracy, completeness or correctness of the information and opinions contained herein. The user assumes the entire risk of any use made of this information. This report has been provided for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. Recipient must read the entire Appendix 1 to the report carefully for Important Disclosures & Disclaimers.

All other jurisdictions: Customers in all other countries who wish to effect a transaction in any securities referenced in this report should contact Mirae Asset Securities or its affiliates only if distribution to or use by such customer of this report would not violate applicable laws and regulations and not subject Mirae Asset Securities and its affiliates to any registration or licensing requirement within such jurisdiction.

Mirae Asset Securities International Network

Mirae Asset Securities Co., Ltd. (Seoul)

One-Asia Equity Sales Team
Mirae Asset Center 1 Building
26 Eulji-ro 5-gil, Jung-gu, Seoul 04539
Korea

Tel: 82-2-3774-2124

Mirae Asset Securities (USA) Inc.

810 Seventh Avenue, 37th Floor
New York, NY 10019
USA

Tel: 1-212-407-1000

Mirae Asset Securities (Singapore) Pte. Ltd.

6 Battery Road, #11-01
Singapore 049909
Republic of Singapore

Tel: 65-6671-9845

Mirae Asset Investment Advisory (Beijing) Co., Ltd

2401B, 24th Floor, East Tower, Twin Towers
B12 Jianguomenwai Avenue, Chaoyang District
Beijing 100022
China

Tel: 86-10-6567-9699

Ho Chi Minh Representative Office

7F, Saigon Royal Building
91 Pasteur St.
District 1, Ben Nghe Ward, Ho Chi Minh City
Vietnam

Tel: 84-8-3910-7715

Mirae Asset Securities (HK) Ltd.

Units 8501, 8507-8508, 85/F
International Commerce Centre
1 Austin Road West
Kowloon
Hong Kong SAR
Tel: 852-2845-6332

Mirae Asset Wealth Management (Brazil) CCTVM

Rua Funchal, 418, 18th Floor, E-Tower Building
Vila Olimpia
Sao Paulo - SP
04551-060
Brazil
Tel: 55-11-2789-2100

Mirae Asset Securities (Vietnam) LLC

7F, Saigon Royal Building
91 Pasteur St.
District 1, Ben Nghe Ward, Ho Chi Minh City
Vietnam

Tel: 84-8-3911-0633 (ext.110)

Beijing Representative Office

2401A, 24th Floor, East Tower, Twin Towers
B12 Jianguomenwai Avenue, Chaoyang District
Beijing 100022
China

Tel: 86-10-6567-9699 (ext. 3300)

Mirae Asset Capital Markets (India) Pvt Ltd

1st Floor, Tower 4, Equinox Business Park,
LBS Marg, Off BKC, Kurla (West), Mumbai - 400 070
India

Tel: 91-22-62661300 / 48821300

Mirae Asset Securities (UK) Ltd.

41st Floor, Tower 42
25 Old Broad Street,
London EC2N 1HQ
United Kingdom

Tel: 44-20-7982-8000

PT. Mirae Asset Sekuritas Indonesia

District 8, Treasury Tower Building Lt. 50
Sudirman Central Business District
Jl. Jend. Sudirman, Kav. 52-54
Jakarta Selatan 12190
Indonesia
Tel: 62-21-5088-7000

Mirae Asset Securities Mongolia UTsk LLC

#406, Blue Sky Tower, Peace Avenue 17
1 Khoroo, Sukhbaatar District
Ulaanbaatar 14240
Mongolia

Tel: 976-7011-0806

Shanghai Representative Office

38T31, 38F, Shanghai World Financial Center
100 Century Avenue, Pudong New Area
Shanghai 200120
China

Tel: 86-21-5013-6392
