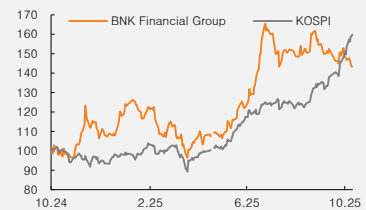


(Maintain)	Buy
Target price	▲ W20,000
Current price (10/31/25)	W13,810
Upside	44.8%

NP (25F, Wbn)	892
Consensus NP (25F, Wbn)	817
EPS growth (25F, %)	25.0
Market EPS growth (25F, %)	30.8
P/E (25F, x)	4.9
Market P/E (25F, x)	14.6
KOSPI	4,107.50

Market cap (Wbn)	4,342
Shares outstanding (mn)	314
Free float (%)	84.6
Foreign ownership (%)	38.7
Beta (12M)	0.78
52-week low (W)	9,300
52-week high (W)	15,950

(%)	1M	6M	12M
Absolute	-5.3	33.4	46.3
Relative	-21.1	-16.9	-9.0



Mirae Asset Securities Co., Ltd.

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138930 KS • Banks

BNK Financial Group

Shareholder returns remain on track

Raise TP to W20,000 (from W19,000); retain Buy

We raise our target price for BNK Financial Group (BNKFG) to W20,000, which we derived by applying a target P/B of 0.55x (unchanged) to our 2026F BPS. We kept our target multiple unchanged because, while the group has set solid shareholder return targets (comparable to those of major commercial banks) and is steadily delivering on them, constraints on distributable profits and capital levels currently limit its ability to commit to a further increase in shareholder returns. With our target price implying 44.8% upside, we maintain our Buy rating.

3Q25 results beat consensus

For 3Q25, BNKFG reported net profit attributable to owners of the parent of W294.2bn, exceeding both our estimate (W252bn) and the consensus (W245.2bn). The earnings beat was mainly driven by stronger-than-expected non-interest income and lower credit costs. Non-interest income surpassed expectations thanks to an increase in gains on the trading and valuation of marketable securities, while credit costs came in below expectations due to a W46bn reversal of provisions related to Samsung Enterprise. Group-level NIM declined 5bps QoQ, but this was due to the absence of one-off gains booked in the previous quarter; we expect NIM to bottom in 4Q25, with only a modest additional decline from the current level. Meanwhile, the CET1 ratio improved 3bps QoQ to 12.59%.

Shareholder return yield likely to reach 9.5% in 2026

For 2026, we forecast net profit attributable to owners of the parent to edge down 0.5% YoY, reflecting the absence of one-off gains (proceeds from real estate sales, etc.) recorded in 2025. We anticipate a 3.8% YoY increase in net interest income, a 4.4% YoY increase in non-interest income, and a 9bp decline in the credit cost ratio. We expect the group's CET1 ratio to hold steady in the mid-12% range, in line with management's target. We forecast the shareholder return ratio (dividends + buybacks) to rise 4.6%p YoY to 43.9%, with the shareholder return yield reaching 9.5%.

(Dec.)	2023	2024	2025F	2026F	2027F
Net operating revenue (Wbn)	3,230	3,334	3,348	3,477	3,625
OP (Wbn)	801	876	1,007	1,163	1,278
NP (Wbn)	640	729	892	888	973
EPS (W)	1,373	2,273	2,841	2,914	3,351
BPS (W)	31,746	33,604	34,537	37,276	40,867
P/E (x)	5.2	4.5	4.9	4.9	4.5
P/B (x)	0.22	0.31	0.39	0.37	0.36
ROE (%)	6.4	7.0	8.3	8.1	8.5
Shareholder return yield (%)	8.1	5.5	8.3	9.5	12.4
CET1 ratio (%)	11.7	12.3	12.5	12.7	12.7

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

Source: Company data, Mirae Asset Securities Research estimates

Table 1. BNKFG: TP calculation

(W, x, %)

	Value	Notes
Previous TP	19,000	
2025F ROE	7.1	Mirae Asset Securities est.
Adj. discount rate	12.8	
Target P/B	0.55	
2025F BPS	34,838	Mirae Asset Securities est.
Revised TP	20,000	
2026F ROE	8.1	Mirae Asset Securities est.
Adj. discount rate	14.8	
Target P/B	0.55	
2026F BPS	37,276	Mirae Asset Securities est.
Current price	13,810	
Upside	44.8	
Rating	Buy	

Source: Company data, Mirae Asset Securities Research

Table 2. BNKFG: 3Q25 review

(Wbn, %)

	Mirae Asset	3Q25	Notes
Net operating revenue	813	894	
Interest income	727	741	Group NIM -5bps, bank NIM -6bps QoQ
Bank	548	550	
Non-bank	180	191	
Non-interest income	86	154	Fee/commission income: -12.5% YoY, +31.1% QoQ
SG&A expenses	366	378	SG&A ratio: 42.3% (-2.9%p YoY, -6.5%p QoQ)
PPOP	447	516	
Provisioning	148	136	Credit cost ratio: 46bps (-25bps YoY, -10bps QoQ)
OP	299	380	
Non-OP	51	21	
Pretax profit	350	401	
Taxes	92	101	
Consolidated NP	257	300	
NP attr. to owners of the parent	252	294	

Source: Company data, Mirae Asset Securities Research

Table 3. BNKFG: Earnings and forecasts

(Wbn)

	1Q25	2Q25	3Q25	4Q25F	2024	2025F	2026F
Net operating revenue	854	817	894	782	3,334	3,348	3,477
Interest income	736	708	741	748	2,977	2,932	3,043
Bank	558	563	550	553	2,229	2,224	2,258
Non-bank	177	145	191	195	748	708	785
Non-interest income	119	109	154	34	357	415	434
SG&A expenses	377	399	378	391	1,567	1,545	1,605
PPOP	478	419	516	391	1,767	1,803	1,872
Provisioning	272	163	136	226	891	796	709
OP	206	256	380	165	876	1,007	1,163
Non-OP	22	142	21	8	116	192	72
Pretax profit	228	398	401	173	992	1,199	1,235
Taxes	56	83	101	46	242	286	326
Consolidated NP	172	314	300	128	750	913	909
NP attr. to owners of the parent	167	309	294	122	729	892	888

Source: Company data, Mirae Asset Securities Research

BNK Financial Group (138930 KS)

Income statement

(Wbn)	2024	2025F	2026F	2027F
Net operating revenue	3,334	3,348	3,477	3,625
Interest income	2,977	2,932	3,043	3,182
Bank	2,229	2,224	2,258	2,406
Non-bank	748	708	785	776
Non-interest income	357	415	434	444
SG&A expenses	1,567	1,545	1,605	1,674
PPOP	1,767	1,803	1,872	1,951
Provisioning	891	796	709	673
OP	876	1,007	1,163	1,278
Non-OP	116	192	72	72
Pretax profit	992	1,199	1,235	1,350
Taxes	242	286	326	356
NP	750	913	909	994
Attr. to owners of the parent	729	892	888	973
Minority interests	21	21	21	21

Growth (%)	2024	2025F	2026F	2027F
Net operating revenue	3.2	0.4	3.9	4.3
Interest income	2.5	-1.5	3.8	4.5
Bank	1.9	-0.2	1.6	6.5
Non-bank	4.3	-5.3	10.8	-1.2
Non-interest income	10.0	16.5	4.4	2.3
SG&A expenses	6.2	-1.4	3.9	4.3
PPOP	0.8	2.0	3.8	4.3
Provisioning	-6.4	-10.7	-11.0	-5.0
OP	9.3	15.0	15.5	9.9
Non-OP	55.6	66.1	-62.5	0.0
Pretax profit	13.3	20.9	3.0	9.3
Taxes	22.9	18.3	14.0	9.3
NP	10.5	21.8	-0.5	9.3
Attr. to owners of the parent	13.9	22.5	-0.5	9.5
Minority interests	-45.3	-1.4	0.5	0.0

Performance indicators

(%, Wbn)	2024	2025F	2026F	2027F
NIM	1.87	1.83	1.80	1.84
NIS	1.81	1.79	1.76	1.80
Cost-to-income ratio	47.0	46.1	46.2	46.2
Credit cost ratio	0.78	0.67	0.58	0.53
Asset growth	4.6	4.4	4.1	4.1
Equity growth (attr. to owners)	4.6	0.1	4.7	4.4
BIS capital	10,868	10,743	11,242	11,729
Tier 1 capital	10,426	10,458	10,957	11,445
CET1 capital	9,449	9,866	10,364	10,852
Tier 2 capital	442	285	285	285
Risk-weighted assets	76,937	78,845	82,047	85,378
BIS capital adequacy ratio	14.1	13.6	13.7	13.7
Tier 1 capital	13.6	13.3	13.4	13.4
CET1 capital	12.3	12.5	12.6	12.7
Tier 2 capital	0.6	0.4	0.3	0.3

Source: Company data, Mirae Asset Securities Research estimates

Balance sheet

(Wbn)	2024	2025F	2026F	2027F
Assets	152,471	159,201	165,665	172,392
Cash/cash equivalents	5,818	6,191	6,442	6,704
Securities	27,807	29,955	31,172	32,437
Loans	113,946	118,444	123,253	128,258
Won-denominated bank loans	100,633	103,946	108,167	112,559
Tangible assets	1,265	1,221	1,221	1,221
Other	4,899	3,391	3,578	3,773
Liabilities	141,323	148,043	154,009	160,248
Deposits	107,855	111,288	115,807	120,509
Won-denominated bank deposits	97,418	100,390	104,466	108,708
Borrowings	25,423	27,402	28,506	29,661
Other	8,044	9,353	9,696	10,078
Equity	11,148	11,158	11,656	12,144
Attr. to owners of the parent	10,699	10,709	11,208	11,695
Capital stock	1,630	1,630	1,630	1,630
Capital surplus	787	787	787	787
Capital adj.	-16	-36	-36	-36
AOCI	-34	-263	-263	-263
Retained earnings	7,605	8,142	8,640	9,128
Other	730	450	450	450
Minority interests	449	449	449	449

Investment indicators

(x, %, W)	2024	2025F	2026F	2027F
Valuation				
P/E	4.5	4.9	4.9	4.5
P/B	0.31	0.39	0.37	0.36
Dividend yield	6.3	5.9	6.3	7.2
Per-share indicators				
EPS	2,273	2,841	2,914	3,351
BPS	33,604	34,537	37,276	40,867
DPS	650	810	870	1,000
Growth				
EPS	65.5	25.0	2.6	15.0
BPS	5.9	2.8	7.9	9.6
Profitability				
ROE	7.0	8.3	8.1	8.5
ROA	0.49	0.57	0.55	0.58
PPOP margin	53.0	53.9	53.8	53.8
OP margin	26.3	30.1	33.4	35.3
Pretax margin	29.7	35.8	35.5	37.2
Net margin	21.9	26.7	25.5	26.8

No. of shares & dividend payout ratio

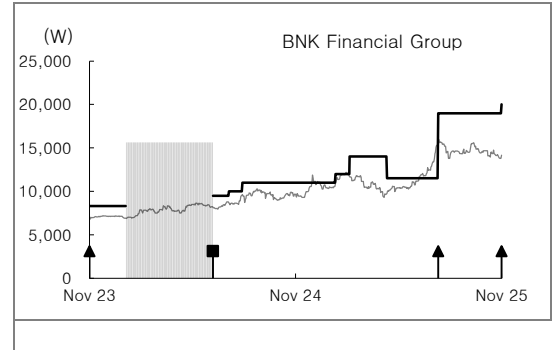
('000, %)	2024	2025F	2026F	2027F
Issued shares (year-end)	320,437	314,039	304,625	290,143
Common	320,437	314,039	304,625	290,143
Preferred	0	0	0	0
Dividend payout ratio	28.5	28.1	29.2	29.3
Common	28.5	28.1	29.2	29.3
Preferred	0.0	0.0	0.0	0.0

Appendix 1

Important disclosures and disclaimers

Two-year rating and TP history

Company	Date	Rating	TP (₩)
BNK Financial Group (138930)	11/03/25	Buy	20,000
	07/14/25	Buy	19,000
	04/14/25	Trading Buy	11,500
	02/07/25	Trading Buy	14,000
	01/13/25	Trading Buy	12,000
	08/01/24	Trading Buy	11,000
	07/08/24	Trading Buy	10,000
	06/10/24	Trading Buy	9,500
	01/08/24	No Coverage	
	04/10/23	Buy	8,300



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	78.61%	1.73%	19.08%	0.58%
Investment banking services	84.62%	0%	15.38%	0%

* Based on recommendations in the last 12-months (as of September 30, 2025)

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