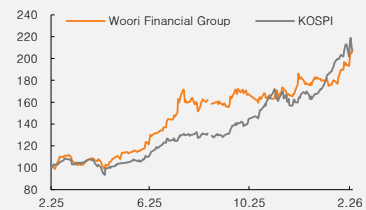


(Maintain)	<b>Buy</b>
Target price	<b>▲ W40,000</b>
Current price (2/6/26)	W32,450
Upside	23.3%

NP (25, Wbn)	3,141
Consensus NP (25F, Wbn)	3,240
EPS growth (25, %)	1.9
Market EPS growth (25F, %)	36.0
P/E (25, x)	6.6
Market P/E (25F, x)	17.5
KOSPI	5,089.14

Market cap (Wbn)	23,821
Shares outstanding (mn)	734
Free float (%)	89.2
Foreign ownership (%)	47.8
Beta (12M)	0.58
52-week low (W)	15,370
52-week high (W)	32,450

(%)	1M	6M	12M
Absolute	14.7	29.5	107.6
Relative	2.0	-18.6	3.5



Mirae Asset Securities Co., Ltd.

**Tae Joon Jeong, CFA**  
taejoon.jeong@miraeasset.com

# Woori Financial Group

## Effective shareholder return ratio likely to reach 50%

### Maintain Buy and raise TP to W40,000

We raise our target price for Woori Financial Group to W40,000 (from W34,000), which we derived by applying a target P/B of 0.75x to our 2026F BPS. We revised up our target multiple (from 0.65x) for two main reasons: 1) the group's CET1 ratio is approaching 13%, the threshold at which higher shareholder returns become feasible; and 2) tax-exempt dividends are expected to increase the effective dividend payout ratio by approximately 6%p compared to the nominal level. Given these factors, we expect the group's effective shareholder return ratio to reach 50% in 2026. With our target price implying 23.3% upside, we reiterate our Buy rating.

### 4Q25 earnings beat estimates

For 4Q25, Woori Financial Group reported net profit attributable to owners of the parent of W345.3bn, exceeding our estimate (W309.9bn) but falling short of the consensus (W406.9bn). While non-interest income was weaker than expected and non-operating losses exceeded our estimate, interest income was in line with expectations, and credit costs came in lower than anticipated. Notably, the CET1 ratio rose to 12.90% in the quarter, approaching the key 13% threshold. Additionally, a higher-than-expected DPS of W760 was declared, satisfying the requirement for separate taxation of dividend income.

### Net profit likely to grow 4.4% YoY in 2026

Despite the absence of one-off gains recorded in 2025, we forecast net profit attributable to owners of the parent to increase 4.4% YoY in 2026, supported by growth in both interest and non-interest income. Management announced W200bn in share buybacks and cancellations for 1H26 and outlined plans to raise the proportion of annual earnings allocated to buybacks and cancellations to 10%. Accordingly, we expect an additional buyback/cancellation plan of approximately W150bn to be announced in 2H26. For 2026, we forecast the shareholder return ratio at 43.8% and shareholder return yield at 6.1%. When factoring in dividends from capital surplus, the effective shareholder return ratio is likely to reach 50%.

(Dec.)	2023	2024	2025	2026F	2027F
Net operating revenue (Wbn)	9,837	10,440	10,957	11,894	12,331
OP (Wbn)	3,499	4,255	3,691	4,475	4,825
NP (Wbn)	2,506	3,086	3,141	3,281	3,538
EPS (W)	3,312	4,157	4,237	4,491	4,968
BPS (W)	42,116	45,919	49,092	52,374	56,260
P/E (x)	3.9	3.7	6.6	7.3	6.7
P/B (x)	0.31	0.33	0.57	0.60	0.57
ROE (%)	8.3	9.4	9.0	8.9	9.1
Shareholder return yield (%)	8.8	4.3	4.8	6.1	7.7
CET1 ratio (%)	12.0	12.1	12.9	13.0	13.1

Notes: Under consolidated K-IFRS; NP is attributable to owners of the parent  
Source: Company data, Mirae Asset Securities Research estimates

### Mirae Asset Securities Research AI translation

This report was translated using AI tools, with oversight and review by professional translators and editors. As an AI-generated translation, it may contain errors or inconsistencies. The original Korean report remains the authoritative version and should be consulted for the most accurate information.

Analysts who prepared this report are registered as research analysts in Korea but not in any other jurisdiction, including the US. Please see analyst certifications and important disclosures & disclaimers in Appendix 1 at the end of the report.

**Table 1. Woori Financial Group: TP calculation**

(W, x, %)

	Value	Notes
Previous TP	34,000	
2026F ROE	9.2	Mirae Asset Securities est.
Adj. discount rate	14.2	
Target P/B	0.65	
2026F BPS	51,594	Mirae Asset Securities est.
Revised TP	40,000	
2026F ROE	8.9	Mirae Asset Securities est.
Adj. discount rate	11.8	
Target P/B	0.75	
2026F BPS	52,374	Mirae Asset Securities est.
Current price	32,450	
Upside	23.3	
Rating	Buy	

Source: Company data, Mirae Asset Securities Research

**Table 2. Woori Financial Group: 4Q25 review**

(Wbn, %)

	Mirae Asset	4Q25	Notes
Net operating revenue	2,743	2,783	
Interest income	2,235	2,300	Group NIM +1bp, bank NIM +1bp QoQ
Bank	1,472	1,518	
Non-bank	763	782	
Non-interest income	508	483	Fee/commission income: +12.8% YoY, -0.1% QoQ
SG&A expenses	1,371	1,491	SG&A ratio: 53.6% (flat YoY, +10.0%p QoQ)
PPOP	1,371	1,292	
Provisioning	793	567	Credit cost ratio: 57bps (+10bps YoY, -1bps QoQ)
OP	579	725	
Non-OP	-93	-189	
Pretax profit	486	535	
Taxes	128	177	
Consolidated NP	357	359	
NP attr. to owners of the parent	310	345	

Source: Company data, Mirae Asset Securities Research

**Table 3. Woori Financial Group: Earnings and forecasts**

(Wbn)

	1Q25	2Q25	3Q25	4Q25	2024	2025	2026F
Net operating revenue	2,611	2,789	2,774	2,783	10,440	10,957	11,894
Interest income	2,252	2,262	2,217	2,300	8,886	9,031	9,625
Bank	1,450	1,454	1,472	1,518	5,671	5,894	6,338
Non-bank	802	808	745	782	3,216	3,136	3,287
Non-interest income	359	527	557	483	1,554	1,927	2,269
SG&A expenses	1,306	1,173	1,210	1,491	4,469	5,181	5,503
PPOP	1,305	1,616	1,564	1,292	5,971	5,777	6,391
Provisioning	436	508	576	567	1,716	2,086	1,916
OP	869	1,108	988	725	4,255	3,691	4,475
Non-OP	-5	78	541	-189	-32	425	54
Pretax profit	865	1,186	1,529	535	4,223	4,116	4,530
Taxes	210	247	238	177	1,051	871	1,196
Consolidated NP	655	940	1,292	359	3,171	3,244	3,334
NP attr. to owners of the parent	617	935	1,244	345	3,086	3,141	3,281

Source: Company data, Mirae Asset Securities Research

## Woori Financial Group (316140 KS)

## Income statement

(Wbn)	2024	2025F	2026F	2027F
Net operating revenue	10,440	10,957	11,894	12,331
Interest income	8,886	9,031	9,625	9,949
Bank	5,671	5,894	6,338	6,854
Non-bank	3,216	3,136	3,287	3,094
Non-interest income	1,554	1,927	2,269	2,382
SG&A expenses	4,469	5,181	5,503	5,548
PPOP	5,971	5,777	6,391	6,783
Provisioning	1,716	2,086	1,916	1,958
OP	4,255	3,691	4,475	4,825
Non-OP	-32	425	54	54
Pretax profit	4,223	4,116	4,530	4,879
Taxes	1,051	871	1,196	1,288
NP	3,171	3,244	3,334	3,591
Attr. to owners of the parent	3,086	3,141	3,281	3,538
Minority interests	85	103	53	53

Growth (%)	2024	2025	2026F	2027F
Net operating revenue	6.1	5.0	8.5	3.7
Interest income	1.6	1.6	6.6	3.4
Bank	-1.4	3.9	7.5	8.1
Non-bank	7.4	-2.5	4.8	-5.9
Non-interest income	41.9	24.0	17.7	5.0
SG&A expenses	0.6	15.9	6.2	0.8
PPOP	10.7	-3.3	10.6	6.1
Provisioning	-9.4	21.6	-8.2	2.2
OP	21.6	-13.3	21.3	7.8
Non-OP	-275.5	-1,413.9	-87.3	0.0
Pretax profit	20.1	-2.5	10.1	7.7
Taxes	18.1	-17.1	37.3	7.7
NP	20.7	2.3	2.8	7.7
Attr. to owners of the parent	23.1	1.8	4.4	7.8
Minority interests	-29.1	20.7	-48.4	0.0

## Performance indicators

(%, Wbn)	2024	2025	2026F	2027F
NIM	1.44	1.44	1.52	1.56
NIS	1.41	1.45	1.50	1.54
Cost-to-income ratio	42.8	47.3	46.3	45.0
Credit cost ratio	0.44	0.52	0.46	0.44
Asset growth	5.6	14.4	5.1	5.1
Equity growth (attr. to owners)	7.7	5.7	5.1	4.7
BIS capital	36,928	37,829	39,673	41,444
Tier 1 capital	33,393	34,803	36,647	38,418
CET1 capital	28,523	30,248	32,092	33,863
Tier 2 capital	3,535	3,024	3,026	3,026
Risk-weighted assets	235,100	234,556	246,503	259,058
BIS capital adequacy ratio	15.7	16.1	16.1	16.0
Tier 1 capital	14.2	14.8	14.9	14.8
CET1 capital	12.1	12.9	13.0	13.1
Tier 2 capital	1.5	1.3	1.2	1.2

Source: Company data, Mirae Asset Securities Research estimates

## Balance sheet

(Wbn)	2024	2025F	2026F	2027F
Assets	525,753	601,473	632,107	664,302
Cash/cash equivalents	27,281	38,500	40,461	42,521
Securities	88,204	136,448	143,397	150,701
Loans	398,472	412,523	433,533	455,614
Won-denominated bank loans	299,969	300,759	316,077	332,176
Tangible assets	10,048	11,922	11,922	11,922
Other	1,749	2,080	2,793	3,543
Liabilities	489,858	563,596	592,387	622,811
Deposits	366,821	376,581	395,761	415,918
Won-denominated bank deposits	312,634	320,160	336,467	353,604
Borrowings	78,324	89,767	94,352	99,198
Other	44,713	97,249	102,273	107,695
Equity	35,895	37,876	39,720	41,491
Attr. to owners of the parent	34,097	36,034	37,879	39,649
Capital stock	3,803	3,803	3,803	3,803
Capital surplus	934	933	933	933
Capital adj.	-286	-436	-436	-436
AOCI	-1,115	-783	-783	-783
Retained earnings	26,951	28,807	30,651	32,421
Other	3,810	3,710	3,710	3,710
Minority interests	1,798	1,842	1,842	1,842

## Investment indicators

(x, %, W)	2024	2025	2026F	2027F
Valuation				
P/E	3.7	6.6	7.3	6.7
P/B	0.33	0.57	0.60	0.57
Dividend yield	7.8	4.9	4.6	5.1
Per-share indicators				
EPS	4,157	4,237	4,491	4,968
BPS	45,919	49,092	52,374	56,260
DPS	1,200	1,360	1,500	1,650
Growth				
EPS	25.5	1.9	6.0	10.6
BPS	9.0	6.9	6.7	7.4
Profitability				
ROE	9.4	9.0	8.9	9.1
ROA	0.60	0.56	0.53	0.55
PPOP margin	57.2	52.7	53.7	55.0
OP margin	40.8	33.7	37.6	39.1
Pretax margin	40.4	37.6	38.1	39.6
Net margin	29.6	28.7	27.6	28.7

## No. of shares &amp; dividend payout ratio

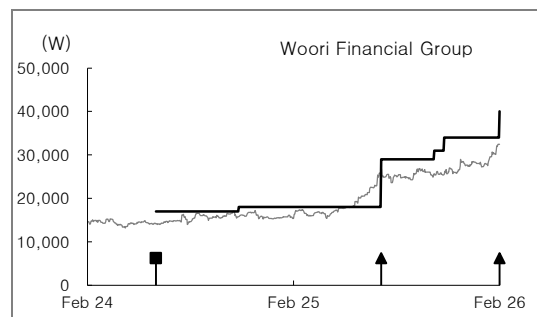
('000, %)	2024	2025	2026F	2027F
Issued shares (year-end)	742,592	734,076	723,290	704,801
Common	742,592	734,076	723,290	704,801
Preferred	0	0	0	0
Dividend payout ratio				
Common	28.9	31.8	33.1	33.0
Preferred	0.0	0.0	0.0	0.0

## Appendix 1

### Important disclosures and disclaimers

#### Two-year rating and TP history

Company	Date	Rating	TP (W)
Woori Financial Group (316140)	02/09/26	Buy	40,000
	11/03/25	Buy	34,000
	10/16/25	Buy	31,000
	07/14/25	Buy	29,000
	11/04/24	Trading Buy	18,000
	06/10/24	Trading Buy	17,000



#### 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	79.76%	1.19%	19.05%	0%
Investment banking services	83.33%	0%	16.67%	0%

\* Based on recommendations in the last 12-months (as of December 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 Woori Financial Group 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](mailto: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

---