SHINHAN FINANCIAL GROUP CO LTD
Form 6-K
May 19, 2004

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 2004

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 X Form 40-F
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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 X
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If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): 82-_____.

SUMMARY OF 2004 1ST QUARTER BUSINESS REPORT

On May 14, 2004, Shinhan Financial Group("SFG") filed the 2004 1st quarter business report with the Financial Supervisory Commission of the Republic of Korea ("Korea") pursuant to the Securities and Exchange Act of Korea (the "Business Report"). 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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1. INTRODUCTION TO THE GROUP

COMPANY HISTORY

- May 2000	Establishment of the Shinhan Financial Group announced.
- Oct. 2000	Secretariat for the incorporation of SFG established
- Jun. 2001	BOD of Shinhan Bank, Shinhan Securities, Shinhan Capital and Shinhan ITM approved a transition to the holding company structure/Signed a strategic alliance MOU with BNP Paribas
- Jul. 2001	Preliminary license granted
- Aug. 2001	Shareholders' Meeting of Shinhan Bank, Shinhan Securities, Shinhan Capital and Shinhan ITM approved stock transfer
- Aug. 2001	Official license granted
- Sep. 2001	Registered SFG incorporation (Capital stock: KRW 1.4617 trillion)/e-Shinhan and Shinhan Macquarie Financial Advisory co. became subsidiaries of the SFG
- Dec. 2001	Signed the strategic alliance agreement with BNP Paribas
- Apr. 2002	Announced the acquisition of the Good Morning Securities/ Established an Integration Committee to coordinate the merger between Shinhan Securities and Good Morning Securities
- May 2002	Jeju Bank included as SFG subsidiary
- Jun. 2002	Credit card division of Shinhan Bank was spun off and established as a wholly-owned subsidiary, Shinhan Card.
- Jul. 2002	Incorporated Shinhan Credit Information Co.,Ltd
- Aug. 2002	Good Morning-Shinhan Securities Launched and subsequently included as SFG subsidiary
- Aug. 2002	Signed a strategic alliance agreement with BNP Paribas for investment trust business
- Aug. 2002	Shinhan Credit Information included as SFG subsidiary
- Sep. 2002	Sold 50%-1 shares of Shinhan ITMC to BNP Paribas Asset Management Group/Shinhan-BNP Paribas ITMC launched
- Oct. 2002	SH&C Life Insurance, a bancassurance joint venture incorporated and included as the Group subsidiary
- Jun. 2003	Sold 49% equity share of Shinhan Credit Information to Lone Star Fund
- Aug. 2003	Acquired 80.04% equity ownership of Chohung Bank(CHB) from the Korea Deposit Insurance Corporation

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- Sep. 2003	SFG's inclusion of CHB as its subsidiary officially granted
- Sep. 2003	Registered with the U.S. Securities Exchange Commission and listed on the New York Stock Exchange
- Nov. 2003	Acquired a bank holding company license in the US market from the Federal Reserve Board
- Dec. 2003	Additional Capital injection into CHB (KRW 200 billion)
- Mar. 2004	Shinhan Bank sold out 29,873,359 common shares (Common Shares) or 10.15% of Shinhan Financial Group through the block trading

	before market opens (The Common Shares used to be recognized as treasury shares in our consolidated financial statements)
- Apr. 2004	Decided to acquire the minority common shares (135,548,285 or 18.85% of total common shares) of CHB by the end of June 2004 through the small-scale share * Exchange ratio: 1 SFG common share = 0.1354 CHB common share
- Apr. 2004	Provided a tender offer for the 20% or 27,109,657 shares of the Chohung minority shares before the share swap * Tender offer price: KRW 3,500 per share * Tender offer period: April 26, 2004 ~ May 17, 2004
- Apr. 2004	Decided to terminate the joint venture in the credit information business and to buy back Lone Star's 49% ownership in Shinhan Credit Information.

PRINCIPAL SUBSIDIARIES UNDER KOREAN LAW AS OF MARCH 31, 2004

DIRECT SUBSIDIARIES

Subsidiaries	Ownerships by SFG
Shinhan Bank	100.0%
Chohung Bank 1)	81.2%
Goodmorning Shinhan Securities 1)	59.02% 2)
Shinhan Card	100.0%
Shinhan Capital	100.0%
Shinhan BNP Paribas ITMC	50.0%
Jeju Bank 1)	62.4%
SH&C life Insurance	50.0%
e-Shinhan	73.7%
Shinhan Macquarie	51.0%
Shinhan Credit Information 3)	51.0%

1. Chohung Bank, Goodmorning Shinhan Securities, and Jeju Bank are listed on the Korea Stock Exchange.

2. Represents our ownership percentage of voting equity securities of Goodmorning

Shinhan Securities. Currently, both common and preferred stock of Goodmorning Shinhan Securities has voting rights. We own 60.5% of common stock of Goodmorning Shinhan Securities.

3. On April 29, 2004 we decided to buy back Lone Star's 49 % ownership in Shinhan Credit Information. With this transaction our equity ownership of Shinhan Credit Information will be increased to 100%.

INDIRECT SUBSIDIARIES HELD THROUGH DIRECT SUBSIDIARIES

Direct Subsidiaries	Indirect Subsidiaries	Ownerships by the Parent
Shinhan Bank	Shinhan Data System 1)	100.0%
	Shinhan Finance	100.0%
Chohung Bank	Chohung ITM	79.8%
	Chohung Finance	100.0%
	CHB America Bank	100.0%
	Chohung Bank GmbH	100.0%
	Chohung Vina Bank	50.0%
	CHB Valuemeet 2001 year 1st Securitization	50.0%
	CHB Valuemeet 2001 year 2nd Securitization	50.0%
	CHB Valuemeet 2002 year 1st Securitization	50.0%
Goodmorning Shinhan Securities	Goodmorning Shinhan Securities Europe	100.0%
	Goodmorning Shinhan Securities USA	100.0%

1. Shinhan System changed its corporate name to Shinhan Data System on October 8, 2003.

CAPITALIZATION

The table below sets forth the changes to the number of issued and outstanding shares of the Group since its incorporation on September 1, 2001.

Date of issuance	Purpose of issuance	Types of shares	Number of shares issued	Par Value (KRW)
2001.Sept.01	Incorporation	Common Shares	292,344,192	5,000
2002.Jun.06	Share Exchange(1)	Common Shares	15,891	5,000
2002.Oct.01	Share Exchange(1)	Common Shares	786	5,000
2002.Dec.31	Share Exchange(1)	Common Shares	256	5,000
2003.Aug.19	Cash Subscription(2)	Preferred Shares	6,000,000	5,000
2003.Aug.19	Share Exchange(3)	Preferred Shares	46,583,961	5,000
2003.Aug.19	Share Exchange(4)	Preferred Shares	44,720,603	5,000
2003.Sept.26	Cash Subscription(5)	Common Shares	1,864,065	5,000
2003.Oct.01	Share Exchange(1)	Common Shares	11,626	5,000
2003.Dec.31	Share Exchange(1)	Common Shares	164,484	5,000

1. Issued in exchange for Shinhan Bank's common shares which were issued as a result of an exercise of warrants by the holders of bonds with warrants.

2. Redeemable preferred shares issued to a third party to raise cash for the Group's purchase of Chohung Bank shares which were held by Korean Deposit Insurance Corporation.

3. Redeemable preferred shares issued as consideration for the Group's purchase of Chohung Bank shares which were held by Korea Deposit Insurance Corporation.

4. Redeemable convertible preferred shares issued as consideration for the Group's purchase of Chohung Bank shares which were held by Korea Deposit Insurance Corporation.

5. BNP Paribas Luxembourg subscribed for 1,864,065 shares of the Group's common stock to maintain its 4% equity ownership on a fully diluted basis taking into account the full conversion of the 44,720,603 shares of redeemable convertible preferred shares issued by the Group to Korea Deposit Insurance Corporation.

FUTURE CAPITAL INCREASE

Shinhan Financial Group, currently holding 81.15% ownership of Chohung Bank decided to acquire the minority common shares (18.85% of total Chohung common shares or 135,548,285) of Chohung Bank by the end of June 2004 through the small-scale share swap pursuant to the resolution of the BOD meeting held on April 12, 2004. With this transaction, the Common Stock of Shinhan Financial Group is expected to increase by a maximum of 18,411,984 shares or KRW 92,059,920,000 (par value KRW 5,000 per share).

NUMBER OF SHARES BY TYPE

The table below sets forth the number of the issued and outstanding shares of the Group as of March 31, 2004.

Types of Shares	Number of Shares	Total amount of par value
Common Shares	294,401,300	1,472,006,500,000
Redeemable Preferred Shares	52,583,961	262,919,805,000
Redeemable Convertible Preferred Shares	44,720,603	223,603,015,000
Total	391,705,864	1,958,529,320,000

STOCK OPTIONS

Grant date	Name of the Guarantee	Number of Granted Option	Number of Exercised option	Number of Exercisable option	Exercise Price (KRW)	
22-May-02	Ra, Eung-Chan	100,000	-	100,000	18,910	Shi
22-May-02	Lee, In-Ho	80,000	-	80,000	18,910	Shi
22-May-02	Choi, Young Hwi	50,000	-	50,000	18,910	Shi

Grant date	Name of the Guarantee	Number of Granted Option	Number of Exercised option	Number of Exercisable option	Exercise Price (KRW)	
22-May-02	Choi, Bhang-Gil	20,000	-	20,000	18,910	Shi
22-May-02	Han, Min Ky	1,000	-	1,000	18,910	Shi
22-May-02	Song, Youn Soo	2,500	-	2,500	18,910	Shi
22-May-02	Shin, Sang Hoon	30,000	-	30,000	18,910	Shi
22-May-02	Moon, Hong Soon	20,000	-	20,000	18,910	Shi
22-May-02	Oh, Young-Kook	20,000	-	20,000	18,910	Shi
22-May-02	Lee, Jae Woo	20,000	-	20,000	18,910	Shi
22-May-02	Nam, Kee Do	20,000	-	20,000	18,910	Shi
22-May-02	Huh, Joong Ok	20,000	-	20,000	18,910	Shi
22-May-02	Kim, Sahng-Dae	20,000	-	20,000	18,910	Shi
22-May-02	Jang, Myoung-Kee	20,000	-	20,000	18,910	Shi
22-May-02	Youn, Gwang Lim	20,000	-	20,000	18,910	Shi
22-May-02	Shin, Christoper	15,000	-	15,000	18,910	Shi
22-May-02	Lee, Dae Woon	15,000	-	15,000	18,910	Shi
22-May-02	Lee, Dong Girl	30,000	-	30,000	18,910	Shi
22-May-02	Son, Woong Man	10,000	-	10,000	18,910	Shi
22-May-02	Hwang, Jung Hun	10,000	-	10,000	18,910	Shi
22-May-02	Jung, Yun Kang	10,000	-	10,000	18,910	Shi
22-May-02	Shin, Beom Seong	2,500	-	2,500	18,910	Shi
22-May-02	Song, Byung Kuk and other 5 officers	12,000	-	12,000	18,910	
22-May-02	Kim, Duk Jung and other 323 officers	456,200	-	456,200	18,910	
15-May-03	Ra, Eung-Chan	100,000	-	100,000	11,800	Shi
15-May-03	Choi, Young Hwi	90,000	-	90,000	11,800	Shi
15-May-03	Choi, Bhang-Gil	20,000	-	20,000	11,800	Shi
15-May-03	Han, Min Ky	20,000	-	20,000	11,800	Shi
15-May-03	Song, Youn Soo	20,000	-	20,000	11,800	Shi
15-May-03	Shin, Sang Hoon	80,000	-	80,000	11,800	Shi
15-May-03	Moon, Hong Soon	20,000	-	20,000	11,800	Shi
15-May-03	Lee, Jae Woo	20,000	-	20,000	11,800	Shi
15-May-03	Huh, Joong Ok	20,000	-	20,000	11,800	Shi
15-May-03	Kim, Sahng-Dae	20,000	-	20,000	11,800	Shi
15-May-03	Youn, Gwang Lim	20,000	-	20,000	11,800	Shi
15-May-03	Cho, Woo Seop	20,000	-	20,000	11,800	Shi
15-May-03	Kim, Hee Soo	20,000	-	20,000	11,800	Shi
15-May-03	Han, Do Heui	20,000	-	20,000	11,800	Shi
15-May-03	Shin, Christoper	15,000	-	15,000	11,800	Shi
15-May-03	Lee, Dae Woon	15,000	-	15,000	11,800	Shi
15-May-03	Hong Sung Kyun	30,000	-	30,000	11,800	Shi
15-May-03	Lee Tae Kyu	10,000	-	10,000	11,800	Shi
15-May-03	Kim Seong Won	10,000	-	10,000	11,800	Shi
15-May-03	Shim, Woo Yeob	10,000	-	10,000	11,800	Shi
15-May-03	Lee, Dong Girl	30,000	-	30,000	11,800	Shi
15-May-03	Jung, Yun Kang	10,000	-	10,000	11,800	Shi
15-May-03	Jang, Myoung-Kee	10,000	-	10,000	11,800	Shi
15-May-03	Shim, Beom Seong	10,000	-	10,000	11,800	Shi
15-May-03	Song, Byung Kuk and other 7 officers	14,600	-	14,600	11,800	
15-May-03	Seo, Jin Won and other 340 officers	501,700	-	501,700	11,800	

Grant date	Name of the Guarantee	Number of Granted Option	Number of Exercised option	Number of Exercisable option	Exercise Price (KRW)	
25-Mar-04	Ra, Eung Chan	100,000		100,000	21,595	Shi
25-Mar-04	Choi, Young Hwi	90,000		90,000	21,595	Shi
25-Mar-04	Choi, Bhang Gil	30,000		30,000	21,595	Shi
25-Mar-04	Hong, Chil Sun	20,000		20,000	21,595	Shi
25-Mar-04	Kim, Hee Soo	20,000		20,000	21,595	Shi
25-Mar-04	Cho, Byung Jae	20,000		20,000	21,595	Shi
25-Mar-04	Lee, Baek Soon	20,000		20,000	21,595	Shi
25-Mar-04	Shin, Sang Hoon	80,000		80,000	21,595	Shi
25-Mar-04	Cho, Jae Ho	20,000		20,000	21,595	Shi
25-Mar-04	Lee, Jae Woo	20,000		20,000	21,595	Shi
25-Mar-04	Youn, Gwang Lim	20,000		20,000	21,595	Shi
25-Mar-04	Cho, Woo Sup	20,000		20,000	21,595	Shi
25-Mar-04	Han, Min Ky	20,000		20,000	21,595	Shi
25-Mar-04	Song, Youn Soo	20,000		20,000	21,595	Shi
25-Mar-04	Han, Do Heui	20,000		20,000	21,595	Shi
25-Mar-04	Suh, Jin Won	20,000		20,000	21,595	Shi
25-Mar-04	Yang, Shin Keun	20,000		20,000	21,595	Shi
25-Mar-04	Oh, Sang Young	15,000		15,000	21,595	Shi
25-Mar-04	Hong, Sung Kyun	30,000		30,000	21,595	Shi
25-Mar-04	Lee, Tae Gyu	10,000		10,000	21,595	Shi
25-Mar-04	Kim, Seong Won	10,000		10,000	21,595	Shi
25-Mar-04	Shim, Woo Yeob	10,000		10,000	21,595	Shi
25-Mar-04	Kim, Moon Han	10,000		10,000	21,595	Shi
25-Mar-04	Lee, Dong Girl	30,000		30,000	21,595	Shi
25-Mar-04	Kim, Sahng Dae	10,000		10,000	21,595	Shi
25-Mar-04	Oh, Seung Keun	10,000		10,000	21,595	Shi
25-Mar-04	Shim, Beom Seong	10,000		10,000	21,595	Shi
25-Mar-04	Song, Byung Kuk and other 7 officers	13,900		13,900	21,595	
25-Mar-04	Kam, Hong Gon and other 400 officers	582,700		582,700	21,595	
TOTAL	417 persons	3,462,100	-	3,462,100	-	

* The stock options granted in 2002 and 2003 are exercisable during the 4 year period after the second anniversary from the grant date. The stock options granted in 2004 are exercisable during 3 year period after the second anniversary from the grant date.

2. BUSINESS

SOURCE AND USE OF FUNDS

SOURCE OF FUNDS

(in millions o

	2004 (Jan.1~Mar.31)	2003 (Jan.1~Dec.31)	20 (Jan.1~

	Average Balance 1)	Ratio (%)	Average Balance 1)	Ratio (%)	Average Balance 1)
Stockholders' Equity	6,238,169	72.59	4,768,492	73.82	3,877,215
Capital Stock	1,958,529	22.79	1,660,319	25.70	1,461,770
Capital Surplus	3,316,380	38.59	2,512,502	38.89	1,976,637
Retained Earnings	819,108	9.53	692,409	10.72	379,170
Capital Adjustment	144,152	1.68	(96,738)	(1.50)	59,638
Borrowings	2,355,296	27.41	1,645,804	25.48	394,965
Debentures	2,005,118	23.33	1,434,951	22.21	359,240
Other liabilities	350,178	4.07	256,424	3.97	98,119
Total	8,593,465	100.00	6,459,867	100.00	4,334,574

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

USE OF FUNDS

(in millions o

	2004 (Jan.1~Mar.31)		2003 (Jan.1~Dec.31)		20 (Jan.1~
	Average Balance 1)	Ratio (%)	Average Balance 1)	Ratio (%)	Average Balance 1
Investments on equity stock	6,427,896	74.80	5,882,011	77.81	3,874,01
Shinhan Bank	3,467,213	40.35	3,139,126	41.53	3,134,10
Chohung Bank 2)	2,054,938	23.91	1,831,964	24.24	
Goodmorning Shinhan Securities 3)	550,122	6.40	537,265	7.11	447,11
Shinhan Card	160,791	1.87	191,094	2.53	149,80
Shinhan Capital	105,825	1.23	95,384	1.26	71,17
Shinhan BNP Paribas	22,768	0.26	22,109	0.29	39,01
E-Shinhan	2,738	0.03	3,331	0.04	4,28
Shinhan Macquarie	2,015	0.02	578	0.01	58
Jeju Bank	46,704	0.54	44,783	0.59	23,85

Shinhan Credit Information	1,786	0.02	2,392	0.03	1,16
SH&C Life Insurance	12,996	0.15	13,985	0.19	2,92
Investment on Bonds	0	0.00	905	0.01	1,27
Loans	2,007,828	23.36	1,618,091	21.41	390,27
Fixed Assets	1,588	0.02	1,434	0.02	1,27
Intangible Assets	401	0.00	471	0.01	16
Cash Deposit in bank	111,217	1.29	25,326	0.34	57,24
Other Assets	44,535	0.52	30,808	0.41	10,32
Total	8,593,465	100.00	7,559,046	100.00	4,334,57

1. The Average Balance was calculated by averaging the ending balance of each quarter.
2. The Average Balance of Goodmorning Shinhan Securities for 2002 is the sum of the pre-merger balances of Shinhan Securities and Goodmorning Securities.

OTHER FINANCIAL INFORMATION

REQUISITE CAPITAL RATIO

(in millions of Korean Won)

	1st quarter of 2004	2003 2)	2002
Aggregate Amount of Equity Capital (A)	9,960,206	8,847,673	4,842,795
Requisite Capital (B)	7,763,470	7,472,030	3,698,754
Requisite Capital Ratio (A/B) 1)	128.30%	118.41%	130.93%

1. Under the guidelines issued by the Financial Supervisory Commission applicable to financial holding companies, we, at the holding company level, are required to maintain a minimum requisite capital ratio of 100%.
2. The numbers for the 1st quarter of 2004 are provisional and are subject to change.

WON LIQUIDITY RATIO

(in millions of Korean

	1st quarter of 2004	2003	20

Won Assets due within 3 months (A)	332,483	16,687	14,
Won Liabilities due within 3 months (B)	319,951	15,504	6,
Won Liquidity Ratio (A/B) 1)	103.92%	107.46%	230

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

(in millions of Korean

	1st quarter of 2004	2003	20
Liabilities (A)	2,533,606	2,176,875	774
Adjusted Equity (B) 1)	6,358,895	6,117,555	4,010
Liabilities to Equity Ratio (A/B)	39.84%	35.58%	1

1. Adjusted Equity was calculated by subtracting the amount of intangible assets from total net assets.

CAPITAL ADEQUACY RATIO AND OTHER RATIOS OF CERTAIN SUBSIDIARIES

1) Total Capital Adequacy Ratio (%)

	1st quarter of 2004	2003	2002
Shinhan Bank	11.17	10.49	10.91
Chohung Bank	9.10	8.87	8.66
Jeju Bank	10.56	10.96	11.71

* The Total Capital Adequacy Ratios are 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) Net Capital Ratio

	Mar.31 2004	Mar.31 2003	Mar.31 2002
Goodmorning Shinhan Securities	480.7%	412.6%	589.5%

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

3) Adjusted Equity Capital Ratio

	1st quarter of 2004	2003	2002
Shinhan Card	14.40%	13.78%	10.86%

* 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 is required to maintain a minimum adjusted equity capital ratio of 8%.

4) Non Performing Loans

(in 100 millions of K

	March 31.2004		Dec.31.2003		Dec.31.20
	Balance of NPL	NPL to total Loans (%)	Balance of NPL	NPL to total Loans (%)	Balance of NPL	t
Shinhan Bank 1)	4,649	0.93	3,985	0.82	2,983	
Chohung Bank 1)	18,705	4.2	18,796	4.1	19,811	
Jeju Bank 1)	359	2.77	298	2.27	238	
G.MS Securities 2)	382	13.48	410	19	1,244	
Shinhan Card 3)	652	5.92	747	6.34	714	

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 Service.

2. Under the guidelines of the Financial Supervisory Service, every securities 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 Goodmorning Shinhan Securities includes loans classified as "substandard", "doubtful", and "estimated loss."

3. Under the guidelines of the Financial Supervisory Service, every 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 Shinhan Card includes loans classified as "substandard", "doubtful", and "estimated loss."

5) Loan Loss Allowances & Write-offs for the period

(in 100 millions of Korean Wo

			Jan.1, 2004~ Mar.31, 2004	Jan.1, 2003~ Dec.31, 2003	Jan.1, 200 Dec.31, 20
Shinhan Bank	Loan Loss Allowance	Domestic	8,479	8,664	4,9
		Overseas	729	745	7
		Total	9,208	9,409	5,6
	Write-offs		167	715	1,3
Chohung Bank	Loan Loss Allowance	Domestic	16,246	16,820	16,9
		Overseas	623	693	5
		Total	16,869	17,513	17,5
	Write-offs		2,981	17,812	11,0
Jeju Bank	Loan Loss Allowance	Domestic	458	345	2
		Overseas	-	-	
		Total	458	345	2
	Write-offs		35	179	2
GM Shinhan Securities 1)	Loan Loss Allowance	Domestic	309	370	9
		Overseas	-	-	
		Total	309	370	9
	Write-offs		-	75	2
Shinhan Card 2)	Loan Loss Allowance	Domestic	827	946	9
		Overseas	-	-	
		Total	827	946	9
	Write-offs		646	2,770	5

1. The fiscal year of Goodmorning Shinhan Securities ends on March 31 of each year. Accordingly, the relevant periods for Goodmorning Shinhan Securities are adjusted as follows: (i) from April 1, 2003 to March 31, 2004, (ii) from April 1, 2002 to March 31 2003, and (iii) from April 1, 2001 to March 31, 2002.
2. Shinhan Card was incorporated on July 1, 2002.

3. INDEPENDENT ACCOUNTANT

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)	Working hou
2004 1)	KPMG Samjong Accounting Corp.	300,000,000	-
2003	KPMG Samjong Accounting Corp.	210,000,000	1,560 hour
2002	KPMG Samjong Accounting Corp.	150,000,000	1,484 hour
2001	KPMG Samjong Accounting Corp.	70,000,000	9 days

1) The payment for 2004 is the total engagement amount, and therefore, it has not been fully paid yet.

COMPENSATION FOR SERVICES OTHER THAN AUDIT AND REVIEW

The following is a description of the fees and commissions paid to our independent auditor for the services set forth below for the last three years.

Year	Month	Service description	Pay
2004 1)	Jan.	Consulting services for disclosure control and procedure & Internal control system	1,3
2003	Sept.	Due diligence on the Chohung Bank	9
	July	Valuation of common shares of Chohung Bank	1
2001	Sept.	Advisory service for accounting and taxation	

1) The payment for 2004 is the total engagement amount, and therefore, it has not been fully paid yet.

4. PERFORMANCE OF AFFILIATED COMPANIES

CONDENSED FINANCIAL STATEMENTS OF SUBSIDIARIES

1) Balance sheets

Condensed balance sheets of subsidiaries as of March 31, 2004 are as follows:

(In millions of Korean Won)

Subsidiaries	Total assets	Total liabilities	Total s
Shinhan Bank	W 74,206,294	70,787,755	3
Chohung Bank	62,240,144	59,915,568	2
Goodmorning Shinhan Securities	2,251,449	1,595,278	
Shinhan Card	1,645,129	1,492,683	
Shinhan Capital	1,222,488	1,119,741	
Shinhan BNP Paribas ITMC	49,013	2,914	
Jeju Bank	1,702,026	1,602,587	
SH&C Life Insurance	140,105	114,161	
e-Shinhan	3,989	256	
Shinhan Macquarie	17,703	13,414	
Shinhan Credit Information	12,657	9,511	
	W143,490,997	136,653,868	6

2) Statements of Earnings

Condensed statements of earnings of subsidiaries for the years ended March 31, 2004 are as follows:

(In millions of Korean Won)

Subsidiaries	Operating revenue	Operating expense	Operating income (loss)	Ordinar income (
Shinhan Bank	W1,440,872	1,196,837	244,035	365,56
Chohung Bank	1,479,113	1,438,160	40,953	36,74
Goodmorning Shinhan Securities (*)	193,385	178,928	14,457	22,11
Shinhan Card	108,895	114,080	(5,185)	(5,19
Shinhan Capital	56,245	43,435	12,810	12,14
Shinhan BNP Paribas ITMC (*)	3,230	1,715	1,515	1,52
Jeju Bank	32,539	36,528	(3,989)	(4,31
SH&C life Insurance (*)	7,880	8,532	(652)	(65
e-Shinhan	638	624	14	3
Shinhan Macquarie (*)	7,687	6,187	1,500	1,51
Shinhan Credit Information	9,248	10,149	(901)	(71
	W3,339,732	3,035,175	304,557	428,75

5. MARKET PRICE INFORMATION OF OUR EQUITY SECURITIES

COMMON SHARE TRADED IN KOREA STOCK EXCHANGE

(in Korean Won or number o

		Nov. 2003	Dec. 2003	Jan. 2004	Feb. 2004	Mar. 2004	A
Price per share	High	19,700	19,050	20,100	23,050	22,700	
	Low	16,200	17,300	18,000	18,950	20,050	
Trading	Volume	26,806,597	21,912,227	19,275,208	27,301,403	67,106,149	2

AMERICAN DEPOSITARY SHARES

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

American Depositary Shares trade on the New York Stock Exchange

(in US Dollars or number o

		Nov. 2003	Dec. 2003	Jan. 2004	Feb. 2004	Mar. 2004
Price per share	High	32.75	32.05	35.10	39.63	38.50
	Low	28.15	29.35	30.80	32.80	34.05
Trading	Volume	30,300	90,000	67,500	178,900	160,700

6. DIRECTORS, EXECUTIVE OFFICERS AND EMPLOYEES

DIRECTORS AND EXECUTIVE OFFICERS

1) Executive Directors

Our executive directors are as follows

Name	Age	Position
Eung Chan Ra	65	Chairman of BOD Chairman of the BOD Steering Committee
Young Hwi Choi	57	President & CEO

2) Non-Executive Directors

Currently, 13 non executive directors are in office, all of whom were nominated by our BOD and appointed or reappointed pursuant to the approval of general shareholders' meeting on March 25, 2004.

Our non-executive directors are as follows.

Name	Age	Position
In Ho Lee	60	Non-Executive Directors
Young Seok Choi	74	Non-Executive Directors, Audit Committee member, Compensation Committee member
Yong Woong Yang	55	Non-Executive Directors
Pyung Joo Kim	65	Outside Director BOD Steering Committee member Chairman of Risk Management Committee
Il Sup Kim	57	Outside Director Chairman of Audit Committee Compensation Committee member
Sang Yoon Lee	61	Outside Director Audit Committee member Compensation Committee member
Yoon Soo Yoon	58	Outside Director BOD Steering Committee member Risk Management Committee member Chairman of Compensation Committee
Sang Chul Lee	56	Outside Director Compensation Committee member
Byung Hun Park	75	Outside Director BOD Steering Committee member
Moon Pil Oh	73	Outside Director Audit Committee member
Young Soo Lee	69	Outside Director
Dong Hyun Kwon	67	Outside Director Audit Committee member
Philippe Reynieix	54	Outside Director Risk Management Committee member

For the personal profiles of the directors, please refer to our Form 6-K filed on March 8, 2004, in which we included the resume of director candidates.

3) Executive Officers

In addition to the executive directors who are also our executive officers, we currently have the following executive officers

Name	Age	Position
Bhang Gil Choi	52	Senior Executive Vice President of Integration Coordination Te II (taking charge of Chohung Bank related issues)
Chil Sun Hong	57	Senior Executive Vice President of Subsidiary Management Team Public Relations Team, and Audit & Compliance Team
Hee Soo Kim	53	Senior Executive Vice President of Subsidiary Management Team Integration Coordination Team I
Byung Jae Cho	53	Chief Financial Officer and Senior Executive Vice President of & Financial Management Team and Investor Relations Team
Lee, Baek Soon	51	Senior Executive Vice President of General Service Team, Infor Technology Planning Team and Integration Coordination Team II

EMPLOYEES

(As of Marc

	Number of Employees	Average Tenure	Total Salaries and wages paid for 1st quarter 2004 (in mil. of Korean Won)	Average P person (i Korea
Male	60	1 year & 4 months	1,028.5	
Female	13	1 year & 5 months	94.5	
Total	73	1 year & 5 months	1,123.1	

EXHIBIT 1.
The Independent Accountant's Review Report (under Korean GAAP) to the Non-consolidated Financial Statements of Shinhan Financial Group as of and for the year ended December 31, 2003

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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 19, 2004