



NATIONAL FEDERATION OF FISHERIES COOPERATIVES
(a financial institution which is the Credit Business Unit of the National Federation of Fisheries Cooperatives)
(The National Federation of Fisheries Cooperatives is incorporated with limited liability in the Republic of Korea)

NOTICE

October 28, 2016

Reference is made to the notes (the "**Notes**") issued under the U.S.\$2,000,000,000 Euro Medium Term Note Programme (the "**Programme**") of Suhyup Bank (a financial institution which is the Credit Business Unit (the "**Issuer**") of the National Federation of Fisheries Cooperatives (the "**NFFC**")) pursuant to the amended and restated agency agreement dated 24 September 2013, as amended and supplemented, entered among, *inter alia*, the Issuer, Deutsche Bank AG, London Branch as fiscal agent and the other agents named therein (the "**Agency Agreement**").

On 29 May 2016, the Fisheries Cooperatives Federation Act (the "**FCF Act**") was amended pursuant to which NFFC's Credit Business Unit will be spun off into a separate entity, with the name of Suhyup Bank, as of December 1, 2016 (the "**Spin-off**"). This was to proactively face various external challenges including changes in consumer demand, market environment, and growing competition in the banking industry, as well as to enhance its competitiveness.

The FCF Act provides that the procedures for spinning off Suhyup Bank from the NFFC shall follow the Korean Commercial Code (the "**KCC**"), which requires the NFFC to follow certain creditor protection procedures. This notice is hereby provided to you in compliance with the FCF Act and the KCC.

Pursuant to Article 141-4 of the FCF Act, it was resolved at the General Meeting of the NFFC held on October 27, 2016 (the "**General Meeting**") that the Credit Business Unit of NFFC will be spun off into Suhyup Bank and that the submitted spin-off plan (the "**Spin-off Plan**") be approved and adopted. Pursuant to Article 530-9 of the KCC, Suhyup Bank shall assume only those liabilities stipulated as assumed liabilities in the Spin-off Plan approved and adopted at the General Meeting, and the NFFC shall assume only those liabilities that have not been assumed by Suhyup Bank. Under the Spin-off Plan, the Notes will be liabilities assumed by Suhyup Bank.

If you have any objections concerning the abovementioned spin-off of the Credit Business Unit, please submit your objections as set forth in <Annex A> thereto. For any inquiries, please contact: +82-2-2240-2591

SUHYUP BANK

(a financial institution which is the Credit Business Unit of the National Federation of Fisheries Cooperatives)

Sungsoo Lee

Team Head (International Financing Team)

**Notice of Submission of Creditor Objections regarding the Spin-off
of the National Federation of Fisheries Cooperatives' Credit Business Unit
into Suhyup Bank**

Pursuant to Article 141-4 of the Fisheries Cooperatives Federation Act (Act no. 14242), which provides that the National Federation of Fisheries Cooperatives (the “NFFC”) shall spin off its Credit Business Unit and establish Suhyup Bank in accordance with the procedures set forth in the Korean Commercial Code (the “KCC”) governing the spin-off of companies, it was resolved at the General Meeting of the NFFC held on October 27, 2016 (the “General Meeting”) that the Credit Business Unit of NFFC will be spun off into Suhyup Bank.

Pursuant to Article 530-9 of the KCC, Suhyup Bank shall assume only those liabilities stipulated as assumed liabilities in the Spin-off Plan approved and adopted at the General Meeting, and the NFFC shall assume only those liabilities that have not been assumed by Suhyup Bank.

If you have any objections concerning the abovementioned spin-off of the Credit Business Unit, please submit your objections in writing to the below locations during the period commencing from the date of this notice until November 28, 2016.

- Period for submitting objections: October 28, 2016 - November 28, 2016
 - Locations for submitting objections
 - Future Planning Department of the NFFC (62, Ogeum-ro, Songpa-gu, Seoul)
 - Any business office of the NFFC
- ※ For any inquiries regarding the spin-off of Suhyup Bank or the submission of written objections, please contact: +82-2-2240-2591(bigbong@suhyup.co.kr)

October 28, 2016

62, Ogeum-ro, Songpa-gu, Seoul

The National Federation of Fisheries Cooperatives