

October 17, 2018

## **Yuanta FHC announces a civil high court decision on behalf of Yuanta Securities (Korea)**

1. Parties to the legal matter:

Plaintiffs: Jong-gu Kang and other 19 persons

Defendants: Yuanta Securities (Korea) and 1 other person

2. Name of the court or disposing agency: Seoul High Court

3. Reference/case numbers of relevant documents: 2018la20099

4. Date of occurrence of the event: 2018/10/17

5. Background and circumstances of the matter (including the property/subject matter under dispute): The plaintiffs claimed that after they bought the bonds issued by the Tongyang Group, the Tongyang Group filed a court receivership on 2013/09/30. The plaintiffs filed a class action for KRW 50,000,000,000 against all the defendants. The complaint was dismissed by Seoul Central District Court on 2018/01/05. The plaintiff made an appeal on 2018/01/12.

6. Course and progression of handling of the matter: Today Yuanta Securities (Korea) received a judgment rendered by Seoul High Court upholding the dismissal of the complaint.

7. Effect on company finances and business and estimated monetary amount of the effect: There is no material effect to the finance and operation of Yuanta Securities (Korea) and Yuanta Financial Holdings.

8. Countermeasures and status of amelioration: N/A

9. Any other matters that need to be specified: The plaintiffs may appeal within seven days of the receipt of the court decision.