

Commercial Paper Information Memorandum



THE KOREA DEVELOPMENT BANK THE KOREA DEVELOPMENT BANK, NEW YORK BRANCH

\$5,000,000,000

COMMERCIAL PAPER PROGRAM

- Issuer:** The Korea Development Bank, acting on behalf of itself (the “Bank”) or through its New York Branch (the “Branch”)
- Program Size:** The Bank and the Branch together shall not issue an aggregate face amount in excess of U.S. \$5,000,000,000 outstanding at the time of each Note issuance.
- Securities:** The Notes issued by the Bank are short-term unsecured obligations of the Bank, ranking *pari passu* with other senior, unsecured obligations of the Bank except as otherwise prescribed by law. The Notes issued by the Branch are short-term unsecured obligations of the Bank and the Branch, ranking *pari passu* with other senior, unsecured obligations of the Bank and the Branch except as otherwise prescribed by law.
- Offering Price:** Par less a discount representing an interest factor or, if interest bearing, at par.

The information set forth herein was obtained from sources which we believe reliable, but we do not guarantee its accuracy. Neither the information, nor any opinion expressed, constitutes a solicitation by us of the purchase or sale of any instruments. The information contained herein will not typically be distributed or updated upon each new sale of commercial paper notes, although the information may be updated from time to time. Further, the information herein is not intended as substitution for the investor’s own inquiry into the creditworthiness of the issuer or another party providing credit support for the notes, as the case may be, and investors are encouraged to make such inquiry.

Goldman, Sachs & Co.
January 2015

THE KOREA DEVELOPMENT BANK
THE KOREA DEVELOPMENT BANK, NEW YORK BRANCH

- Exemption:** The Notes issued directly by the Bank are exempt from registration under the Securities Act of 1933, as amended (the “1933 Act”), pursuant to Section 3(a)(3) thereof. The Notes issued by the Branch are exempt from registration under the 1933 Act pursuant to Section 3(a)(2) thereof.
- Maturities:** The Notes issued directly by the Bank will have maturities up to 270 days from the date of issue, as agreed upon by the purchaser and the Bank. The Notes issued by the Branch will have maturities from 7 days up to 397 days from the date of issue, as agreed upon by the purchaser and the Branch.
- Settlement:** Unless otherwise agreed, same day basis, in immediately available funds.
- Issuing & Paying Agent:** Citibank, N.A.
- Redemption:** The Notes will not be subject to early redemption at the option of the Bank or the Branch or to prepayment at the option of the holder.
- Denominations:** Denominations of U.S. \$250,000 face amount and integral multiples of U.S. \$1,000 in excess thereof.
- Form:** The Notes issued by the Bank and the Notes issued by the Branch will be evidenced by a separate Master Note for each issuer registered in the name of The Depository Trust Company or its successor as depository (“DTC”) or its nominee. Each Master Note will be deposited with the Issuing and Paying Agent as sub-custodian for DTC (each Note represented by a Master Note is referred to herein as a “Book-Entry Note” and, collectively, the “Book-Entry Notes”). DTC will record, by appropriate entries on its book-entry registration and transfer system, the respective amounts payable in respect of Book-Entry Notes to each participant in DTC (each, a “DTC Participant”) that is a purchaser of a Book-Entry Note. Payments by DTC Participants to purchasers for whom a DTC Participant is acting as agent in respect of the Book-Entry Notes will be governed by the standing instructions and customary practices under which securities are held at DTC through DTC Participants.
- Credit Ratings:** Ratings are based on current information furnished to the rating agencies by the Issuer and information obtained by the rating agencies from other sources. Because ratings may be changed, superseded or withdrawn as a result of changes in, or unavailability of, such information, **a prospective purchaser should verify the current long-term (if any) and short-term ratings of the Issuer before purchasing Notes.**

THE KOREA DEVELOPMENT BANK
THE KOREA DEVELOPMENT BANK, NEW YORK BRANCH

THE KOREA DEVELOPMENT BANK

The Bank was established in 1954 as a governmental financial institution pursuant to The Korea Development Bank Act of 1953, as amended. The solvency of the Bank is fully guaranteed under Article 32 of the aforementioned law. As a state-owned bank, KDB has played a pivotal role in expanding the growth engines of the Korean economy and promoting balanced national development by offering long-term facility capital to key industries. In the wake of the financial crisis in 1990s, the Bank was at the forefront of financial restoration and corporate restructuring procedures. With its broad business network and strong client relationships in Korea, KDB is devoting its efforts to diversifying business portfolios by expanding overseas business in such fields as project finance, infrastructure development, and corporate restructuring, while maintaining its traditional public roles by supporting SMEs and promising industries.

THE NEW YORK BRANCH

In April 1997, the Branch commenced operation pursuant to a license issued by the Superintendent of Banks of the State of New York Banking Department. The business of the Branch concentrates on international banking transactions and serves the financial needs of customers in the United States. The address of the Branch is 320 Park Avenue, New York, NY 10022. The New York Branch is not required to be, and is not, insured by the Federal Deposit Insurance Corporation.

INCORPORATION OF CERTAIN DOCUMENTS BY REFERENCE

The Bank's most recent audited consolidated financial statements (including the notes thereto) are incorporated by reference in this Offering Memorandum. Such financial statements are available on the Bank's website <http://www.kdb.co.kr>. However, no other information made available on the Bank's website is incorporated by reference in this Offering Memorandum.

**THE KOREA DEVELOPMENT BANK
THE KOREA DEVELOPMENT BANK, NEW YORK BRANCH**

ADDITIONAL INFORMATION

The Bank and the Branch will provide without charge to each purchaser of the Notes, upon oral or written request, a copy of all publicly available financial information. Requests should be directed to:

The Korea Development Bank
14 Eunhaeng-ro, Yeongdeungpo-gu
Seoul 150-973
Republic of Korea
Attention: Money Market Team / Trading Department
(822) 787-7314

The Korea Development Bank, New York Branch
320 Park Avenue, 32nd Floor
New York, New York 10022
Attention: Money Market Desk / Treasury
(212) 605-5105

If you require additional information or have any questions, please contact:

Goldman, Sachs & Co.
200 West Street
Attention: Money Market Investor Marketing
New York, NY 10282
(212) 902-8470

IN MAKING AN INVESTMENT DECISION, INVESTORS MUST RELY ON THEIR OWN EXAMINATION OF THE BANK AND THE BRANCH AND THE TERMS OF THE OFFERING, INCLUDING THE MERITS AND RISKS INVOLVED. THIS EXAMINATION SHOULD INCLUDE THE REVIEW OF THE INFORMATION THE BANK AND THE BRANCH HAVE MADE PUBLICLY AVAILABLE THAT EXPLAINS THE NATURE OF THE BUSINESS OF THE BANK AND THE BRANCH, INCLUDING VARIOUS RISKS OF INVESTING IN THEM AND THEIR SECURITIES. **YOUR INVESTMENT DECISION SHOULD NOT BE BASED SOLELY ON THIS ANNOUNCEMENT SINCE IT IS NOT INTENDED TO BE A COMPLETE EXPLANATION OF THE NATURE AND RISKS OF INVESTING IN THE BANK AND THE BRANCH AND THEIR NOTES.** THESE SECURITIES HAVE NOT BEEN RECOMMENDED BY ANY FEDERAL OR STATE SECURITIES COMMISSION OR REGULATORY AUTHORITY. FURTHERMORE, THE FOREGOING AUTHORITIES HAVE NOT CONFIRMED THE ACCURACY OR DETERMINED THE ADEQUACY OF THIS DOCUMENT. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE. NEITHER GOLDMAN, SACHS & CO. NOR ANY OF ITS AFFILIATES MAKES ANY REPRESENTATION OR WARRANTY AS TO THE ACCURACY OR COMPLETENESS OF THE INFORMATION CONTAINED OR REFERRED TO HEREIN.