



Ho Chi Minh City Development Joint Stock Commercial Bank

CONSOLIDATED FINANCIAL STATEMENTS FOR THE THIRD QUARTER OF 2019

For the period from 1 January 2019 to 30 September 2019



Ho Chi Minh City Development Joint Stock Commercial Bank

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Ho Chi Minh City Development Joint Stock Commercial Bank

CONSOLIDATED BALANCE SHEET
as at 30 September 2019

Form B02a/TCTD-HN
(issued under Circular No.
49/2014/TT-NHNN dated 31 December 2014)

	Notes	30 September 2019 VND million	31 December 2018 VND million
ASSETS			
Cash and gold		2,039,463	2,096,395
Balances with the State Bank of Vietnam		6,403,131	5,385,604
Due from and loans to other credit institutions		21,531,562	32,425,544
Due from other credit institutions		20,131,562	30,695,162
Loans to other credit institutions		1,400,000	1,730,382
Provision for loans to other credit institution (*)		-	-
Securities held for trading	V.01	1,847,534	2,596,626
Securities held for trading		1,853,534	2,603,376
Provision for securities held for trading (*)		(6,000)	(6,750)
Derivatives and other financial assets	V.02	1,650	208,294
Loans to customers		138,631,393	121,791,723
Loans to customers	V.03	140,167,685	123,131,648
Provision for credit losses of loans to customers (*)	V.04	(1,536,292)	(1,339,925)
Purchased debts		-	-
Purchased debts		-	-
Provision for credit losses of purchased debts (*)		-	-
Investment securities	V.05	38,026,229	42,694,913
Available-for-sale securities		21,764,039	25,754,996
Held-to-maturity securities		17,211,731	17,888,621
Provision for investment securities (*)		(949,541)	(948,704)
Long-term investments	V.06	166,821	164,931
Investments in subsidiaries		-	-
Investments in joint ventures		-	-
Investments in associates		-	-
Other long-term investments		185,117	185,117
Provision for long-term investments (*)		(18,296)	(20,186)
Fixed assets		859,406	1,615,456
Tangible fixed assets		492,663	569,227
Cost		1,124,492	1,171,919
Accumulated depreciation (*)		(631,829)	(602,692)
Finance leases		-	-
Cost		-	-
Accumulated depreciation (*)		-	-
Intangible fixed assets		366,743	1,046,229
Cost		568,687	1,240,443
Accumulated amortization (*)		(201,944)	(194,214)
Investment properties		44,108	51,955
Cost		44,295	52,347
Accumulated depreciation (*)		(187)	(392)
Other assets		7,693,859	7,025,965
Receivables		2,830,343	1,974,124
Interest and fees receivable		3,314,583	3,519,215
Deferred corporate income tax assets	V.12.2	-	-
Other assets		1,585,423	1,571,947
In which: Goodwill		23,530	27,851
Provision for other assets (*)		(36,490)	(39,321)
TOTAL ASSETS		217,245,156	216,057,406

Ho Chi Minh City Development Joint Stock Commercial Bank

CONSOLIDATED BALANCE SHEET
as at 30 September 2019

Form B02a/TCTD-HN
(issued under Circular No.
49/2014/TT-NHNN dated 31 December 2014)

	Notes	30 September 2019 VND million	31 December 2018 VND million
LIABILITIES			
Due to and borrowings from the Government and the State Bank of Vietnam	V.07	2,205,063	7,911,883
Due to and borrowings from other credit institutions	V.08	42,943,712	40,689,261
Due to other credit institutions		27,328,301	22,837,748
Borrowings from other credit institutions		15,615,411	17,851,513
Due to customers	V.09	124,917,876	128,060,094
Derivatives and other financial liabilities	V.02	-	-
Grants, entrusted funds and loans exposed to risks		3,048,112	3,045,666
Valuable papers issued	V.10	20,027,400	14,927,000
Other liabilities	V.11	4,509,219	4,595,362
Interest and fees payable		3,025,099	3,143,348
Deferred corporate income tax liabilities	V,12,2	851	1,585
Other payables		1,483,269	1,450,429
Other provision for liabilities (for contingent liabilities and off-balance sheet commitments)		-	-
TOTAL LIABILITIES		197,651,382	199,229,266
OWNERS' EQUITY			
Capital		11,852,342	11,852,342
Charter capital		9,810,000	9,810,000
Fund for capital expenditure		89	89
Share premium		2,042,255	2,042,255
Treasury shares (*)		(2)	(2)
Preference shares		-	-
Other owners' capital		-	-
Reserves		1,189,112	775,800
Foreign exchange differences		9,091	-
Asset revaluation differences		-	-
Retained earnings		5,069,988	3,007,022
Non-controlling interest		1,473,241	1,192,976
TOTAL OWNERS' EQUITY	V.13.1	19,593,774	16,828,140
TOTAL LIABILITIES, OWNERS' EQUITY AND NON-CONTROL INTEREST		217,245,156	216,057,406

Ho Chi Minh City Development Joint Stock Commercial Bank

CONSOLIDATED BALANCE SHEET
as at 30 September 2019

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CONSOLIDATED OFF-BALANCE SHEET ITEMS

<i>Notes</i>	30 September 2019 VND million	31 December 2018 VND million
Credit guarantees	54,948	8,565
Foreign exchange commitments	70,705,899	74,523,122
- <i>Spot foreign exchange commitments - buy</i>	6,283,252	4,414,221
- <i>Spot foreign exchange commitments - sell</i>	5,577,675	3,471,919
- <i>Cross currency swap contracts</i>	58,844,972	66,636,982
- <i>Future contracts</i>	-	-
Irrevocable lending commitments	-	-
Letters of credit	7,600,566	4,891,115
Other guarantees	2,800,522	3,337,898
Other commitments	2,665,195	2,698,939
	83,827,130	85,459,639

Prepared by:



Ms. Le Thi Thao
Accountant

Reviewed by:



Ms. Ho Dang Hoang Quyen
Chief Accountant

Approved by:



Mr. Pham Van Dau
Chief Financial Officer

Ho Chi Minh City, Vietnam

30 October 2019

Ho Chi Minh City Development Joint Stock Commercial Bank

CONSOLIDATED INCOME STATEMENT
for the period from 1 January 2019 to 30 September 2019

Form B03a/TCTD-HN
(issued under Circular No.
49/2014/TT-NHNN dated 31 December 2014)

	Notes	Quarter II		Accumulated for the period from 1 January to 30 September	
		Current period	Previous period	Current period	Previous period
		VND million	VND million	VND million	VND million
Interest and similar income	VI.14	4,972,939	4,189,507	14,198,770	12,206,100
Interest and similar expenses	VI.15	(2,468,069)	(2,420,801)	(7,340,249)	(6,721,572)
Net interest and similar income		2,504,870	1,768,706	6,858,521	5,484,528
Fee and commission income		193,122	142,382	559,937	408,123
Fee and commission expenses		(44,005)	(26,941)	(124,799)	(67,226)
Net fee and commission income		149,117	115,441	435,138	340,897
Net gain from trading of foreign currencies		(296)	51,052	174,989	128,770
Net gain from securities held for trading	VI.16	14,105	16,069	41,236	126,221
Net gain from investment securities	VI.17	75,491	8,126	237,102	335,168
Other operating income		118,900	133,582	308,024	317,045
Other operating expenses		8,851	(30,561)	(37,739)	(51,811)
Net gain from other operating activities		127,751	103,021	270,285	265,234
Income from investments in other entities	VI.18	-	53,618	27,069	102,160
Total operating expenses	VI.19	(1,284,028)	(1,148,111)	(3,714,302)	(3,257,184)
Net operating profit before provision for credit losses		1,587,010	967,922	4,330,038	3,525,794
Provision expenses for credit losses		(349,486)	(146,552)	(881,863)	(641,870)
PROFIT BEFORE TAX		1,237,524	821,370	3,448,175	2,883,924
Current corporate income tax expense		(248,484)	(165,739)	(684,915)	(574,478)
Deferred corporate income tax		-	-	734	-
Corporate income tax expenses		(248,484)	(165,739)	(684,181)	(574,478)
Profit after tax		989,040	655,631	2,763,994	2,309,446
<i>In which:</i>					
<i>Common shareholders of the Bank</i>		898,682	567,135	2,483,729	2,062,427
<i>Non-controlling interest</i>		90,358	88,496	280,265	247,019
Basis earning per share (VND/share)				2,532	2,102

Ho Chi Minh City Development Joint Stock Commercial Bank

CONSOLIDATED INCOME STATEMENT
for the period from 1 January 2019 to 30 September 2019

Form B03a/TCTD-HN
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Prepared by:



Ms. Le Thi Thao
Accountant

Reviewed by:



Ms. Ho Dang Hoang Quyen
Chief Accountant

Approved by:



Mr. Phan Van Dau
Chief Financial Officer

Ho Chi Minh City, Vietnam

30 October 2019

Ho Chi Minh City Development Joint Stock Commercial Bank

CONSOLIDATED CASH FLOW STATEMENT
for the period from 1 January 2019 to 30 September 2019

Form B04a/TCTD-HN
(issued under Circular No.
49/2014/TT-NHNN dated 31 December 2014)

<i>Notes</i>	<i>Current period VND million</i>	<i>Previous period VND million</i>
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest income and similar receipts	14,581,275	12,514,109
Interest expenses and similar payments	(7,386,516)	(6,783,545)
Net fee and commission receipts	435,086	339,437
Net receipts from trading of securities, gold and foreign currencies	387,394	583,896
Other income	119,117	118,025
Recoveries from bad debts written-off previously	132,920	128,193
Payments to employees and other operating expenses	(3,640,212)	(3,188,165)
Corporate income tax paid during the period	(592,866)	(547,361)
Net cash flows from operating profit before changes in operating assets and liabilities	4,036,198	3,164,589
<i>Changes in operating assets</i>		
(Increase)/decrease in due from and loans to other credit institutions	(949,618)	(144,383)
(Increase)/decrease in investment securities	5,227,537	7,600,812
(Increase)/decrease in derivatives and other financial assets	206,644	(11,337)
(Increase)/decrease in loans to customers	(17,036,037)	(16,395,906)
Utilization of provision to write-off (loans to customers, securities and long-term investments)	(695,909)	(801,021)
(Increase)/decrease in other assets	(83,871)	985,731
<i>Changes in operating liabilities</i>		
Increase/(decrease) in due to Government and the State Bank of Vietnam	(5,706,820)	1,995,692
Increase/(decrease) in due to and borrowings from other credit institutions	2,254,451	(7,560,650)
Increase/(decrease) in due to customers	(3,142,218)	9,428,831
Increase/(decrease) in valuable papers issued	5,100,400	4,957,000
Increase/(decrease) in grants, entrusted funds and loans exposed to risks	2,446	135,778
Increase/(decrease) in derivatives and other financial liabilities	-	(70,098)
Increase/(decrease) in other liabilities	(118,339)	112,862
Utilization of funds	(2,452)	(2,311)
Net cash used in operating activities	(10,907,588)	3,395,589

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CONSOLIDATED CASH FLOW STATEMENT
for the period from 1 January 2019 to 30 September 2019

Form B04a/TCTD-HN
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49/2014/TT-NHNN dated 31 December 2014)

<u>Notes</u>	<u>Current period VND million</u>	<u>Previous period VND million</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(113,501)	(130,635)
Proceeds from disposal of fixed assets	98,511	13,950
Payment for disposal of fixed assets	(5,309)	-
Purchase of investment properties	-	-
Proceeds from disposal of investment properties	25,100	-
Payment for disposal of investment properties	(16,378)	-
Payments for investments in other entities	-	-
Proceeds from disposal of investments in other entities	-	3,536
Dividends received from long-term investments	27,069	102,160
Net cash (used in)/from investing activities	15,492	(10,989)
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in charter capital from capital contribution and share issuance	-	-
Proceeds from issuing long term valuable papers eligible to be included in capital and other long-term borrowings	-	-
Proceeds from disposals of long term valuable papers eligible to be included in capital and other long-term borrowings	-	-
Dividends distributed to shareholders	-	(1,275,300)
Purchase of treasury shares	-	-
Proceeds from disposal of treasury shares	-	-
Net cash from financing activities	-	(1,275,300)
Net cash flows for the period	(10,892,096)	2,109,300
Cash and cash equivalents at the beginning of the period	39,457,161	25,189,053
Foreign exchange difference	9,091	16,624
Cash and cash equivalents at the end of the period	28,574,156	27,314,977

Prepared by:



Ms. Le Thi Thao
Accountant

Reviewed by:



Ms. Ho Dang Hoang Quyen
Chief Accountant

Approved by:



Mr. Phạm Văn Dâu
Chief Financial Officer

Ho Chi Minh City, Vietnam

30 October 2019

Ho Chi Minh City Development Joint Stock Commercial Bank

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
as at 30 September 2019 and for the period then ended

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I. GENERAL INFORMATION

1. *Establishment and Operations*

Ho Chi Minh City Development Joint Stock Commercial Bank ("the Bank") is a joint stock commercial bank incorporated in the Socialist Republic of Vietnam.

The Bank was established under Decision No. 47/QĐ-UB issued by the People's Committee of Ho Chi Minh City on 11 February 1989 and Banking License No. 00019/NH-GP issued by the State Bank of Vietnam ("the SBV") on 6 June 1992.

The Bank's principal activities are to provide banking services including mobilizing and receiving short, medium and long-term deposits from organizations and individuals; making short, medium and long-term loans to organizations and individuals based on the nature and capability of the Bank's capital resources; conducting foreign currency transactions; providing international trade finance services, discounting of commercial notes, bonds and valuable papers; settlement services and other banking services as allowed by the SBV.

2. *Charter capital*

The charter capital of the Bank as at 30 September 2019 is VND9,810,000 million (as at 31 December 2018: VND9,810,000 million).

3. *The Board of Directors*

The members of the Board of Directors of the Bank during the period and as at the date of this report are:

<i>Name</i>	<i>Position</i>	<i>Date of appointment/ re-appointment/resignation</i>
Ms. Le Thi Dang Tam	Chairwoman	Re-appointed on 21 April 2017
Ms. Nguyen Thi Phuong Thao	Standing Vice Chairwoman	Re-appointed on 21 April 2017
Mr. Luu Duc Khanh	Vice Chairman	Re-appointed on 21 April 2017
Mr. Nguyen Thanh Do	Vice Chairman, Independent Member	Appointed on 21 April 2017
Mr. Nguyen Huu Dang	Member	Re-appointed on 21 April 2017
Mr. Chu Viet Cuong	Member	Re-appointed on 21 April 2017
Ms. Nguyen Thi Tam	Member	Re-appointed on 21 April 2017
Mr. Lim Peng Khoon	Member	Re-appointed on 21 April 2017
Mr. Ly Vinh Quang	Independent Member	Resigned on 23 April 2019

Ho Chi Minh City Development Joint Stock Commercial Bank

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4. *The Board of Management, Chief Financial Officer and Chief Accountant*

The members of the Board of Management, Chief Financial Officer and Chief Accountant of the Bank during the period and as at the date of this report are:

<i>Name</i>	<i>Position</i>	<i>Date of appointment/ re-appointment/resignation</i>
Mr. Nguyen Huu Dang	Chief Executive Officer	Re-appointed on 22 October 2015
Ms. Nguyen Doan Duy Ai	Deputy Chief Executive Officer	Appointed on 2 January 2019 (*)
Mr. Pham Quoc Thanh	Deputy Chief Executive Officer	Re-appointed on 11 March 2016
Mr. Nguyen Minh Duc	Deputy Chief Executive Officer	Appointed on 30 December 2013
Mr. Le Thanh Tung	Deputy Chief Executive Officer	Appointed on 16 September 2009
Mr. Nguyen Thanh Phuong	Deputy Chief Executive Officer	Appointed on 22 January 2018
Mr. Le Thanh Trung	Deputy Chief Executive Officer	Re-appointed on 15 February 2019
Mr. Tran Hoai Nam	Deputy Chief Executive Officer	Re-appointed on 27 February 2019
Mr. Tran Thai Hoa	Deputy Chief Executive Officer	Re-appointed on 26 May 2018
Mr. Pham Van Dau	Chief Financial Officer	Appointed on 16 September 2009
Ms. Ho Dang Hoang Quyen	Chief Accountant	Appointed on 7 July 2011

(*) Ms. Nguyen Doan Duy Ai retired and benefited pension regime on 1 January 2019 and was appointed on 2 January 2019

5. *Operation network*

The Bank's Head Office is located at HD Tower, 25 Bis Nguyen Thi Minh Khai Street, District 1, Ho Chi Minh City. As at 30 September 2019, the Bank had one (1) Head Office, one (1) representative office in the North, sixty-two (62) branches and two hundred and twenty-one (221) transaction offices located in cities and provinces throughout Vietnam.

6. *Subsidiaries*

As at 30 September 2019, the Bank had two (2) subsidiaries:

<i>Subsidiaries</i>	<i>Operating License No.</i>	<i>Nature of business</i>	<i>Ownership of the Bank</i>
Asset Management Company Limited - Ho Chi Minh City Development Joint Stock Commercial Bank	3602376446 dated 13 September 2010 issued by the Department of Planning and Investment of Dong Nai Province, amended for sixth (6) time on 13 January 2015	Assets management	100%
HD SAISON Finance Co., Ltd. ("HD SAISON"), previously known as Ho Chi Minh City Development Joint Stock Commercial Bank Finance Co., Ltd.	0304990133 dated 13 July 2007 issued by Ho Chi Minh city Department of Planning and Investment, amended for fourteenth (14) time on 4 December 2018	Finance/ Banking	50%

7. *Employees*

The Bank and its subsidiaries' total number of employees as at 30 September 2019 was 14,231 persons (as at 31 December 2018: 13,992 persons).

Ho Chi Minh City Development Joint Stock Commercial Bank

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
as at 30 September 2019 and for the period then ended

Form B05a/TCTD-HN
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II. ACCOUNTING PERIOD AND ACCOUNTING CURRENCY

1. Accounting period

The Bank and its subsidiaries' fiscal year starts on 1 January and ends on 31 December.

The third quarter accounting period applicable for the presentation of consolidated financial statements of the Bank and its subsidiaries starts on 1 July and ends on 30 September.

2. Accounting currency

The Bank maintains its accounting records in Vietnam dong ("VND"). For the the purpose of preparing of the consolidated financial statements as at 30 September 2019, the data is rounded to the nearest millions and presented in VND million. The presentation makes no impact on readers' view of the consolidated financial position, consolidated income statement and consolidated cash flows.

III. APPLIED ACCOUNTING STANDARDS AND SYSTEM

1. Statement of compliance

The Board of Management of the Bank confirms that the accompanying consolidated financial statements have been prepared in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System for Credit Institutions and other statutory requirements relevant to preparation and presentation of the consolidated financial statements for financial period from 1 January 2019 to 30 September 2019.

2. Basis of preparation of consolidated financial statements

The consolidated financial statements of the Bank and its subsidiaries (collectively referred to as "the Bank") have been prepared in accordance with the Accounting System applicable to Credit Institutions required under Decision No. 479/2004/QD-NHNN issued on 29 April 2004, Circular No. 10/2014/TT-NHNN dated 20 March 2014 and Circular No. 22/2017/TT-NHNN dated 29 December 2017 amending and supplementing Decision No. 479/2004/QD-NHNN; Decision No. 16/2007/QD-NHNN dated 18 April 2007, Circular No. 49/2014/TT-NHNN amending and supplementing a number of articles of the financial reporting regime applicable to credit institutions under Decision No. 16/2007/QD-NHNN and the chart of account system for Credit Institutions issued in connection with Decision No. 479/2004/QD-NHNN issued by the State Bank of Vietnam and other Vietnamese Accounting Standards issued by the Ministry of Finance as per:

- ▶ Decision No. 149/2001/QD-BTC dated 31 December 2001 on the Issuance and Promulgation of Four Vietnamese Standards on Accounting (Series 1);
- ▶ Decision No. 165/2002/QD-BTC dated 31 December 2002 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 2);
- ▶ Decision No. 234/2003/QD-BTC dated 30 December 2003 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 3);
- ▶ Decision No. 12/2005/QD-BTC dated 15 February 2005 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 4); and
- ▶ Decision No. 100/2005/QD-BTC dated 28 December 2005 on the Issuance and Promulgation of Four Vietnamese Standards on Accounting (Series 5).

Accordingly, the accompanying consolidated financial statements and their utilizations are not designed for those who are not informed about Vietnam's accounting principles, procedures and practices and furthermore are not intended to present the consolidated financial position, results of consolidated operations and consolidated cash flows in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

Items or balances required by Decision No. 16/2007/QD-NHNN dated 18 April 2007 and Circular No. 49/2014/TT-NHNN dated 31 December 2014 issued by the SBV stipulating the financial statements reporting mechanism for credit institutions that are not shown in these consolidated financial statements indicate nil balance.

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3. *Assumptions and uses of estimates*

The preparation of the consolidated financial statements requires the Board of Management of the Bank make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities. These estimates and assumptions also affect the income, expenses and the resultant provisions. Such estimates are necessarily based on assumptions involving varying degrees of subjectivity and uncertainty and actual results may differ resulting in future changes in such provision.

4. *Basis of consolidation*

The consolidated financial statements comprise the financial statements of the Bank and its subsidiaries to 30 September 2019.

Subsidiaries are fully consolidated from the date of acquisition, being the date on which the Bank obtains control, and continued to be consolidated until the date that such control ceases.

The financial statements of the subsidiaries are prepared for the same reporting period as the parent bank, using consistent accounting policies.

All intra-company balances, income and expenses and unrealized gains or losses resulting from intra-company transactions are eliminated in full.

Non-controlling interests represent the portion of profit or loss and net assets not held by the Bank and are presented separately in the consolidated income statement and within equity in the consolidated balance sheet.

IV. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. *Foreign currency transactions*

In accordance with the accounting system of the Bank and its subsidiaries, all transactions are recorded in original currencies. Monetary assets and liabilities denominated in foreign currencies are translated into VND using exchange rates ruling at the balance sheet date. Income and expenses arising in foreign currencies during the period are converted into VND at rates ruling at the transaction dates. Foreign exchange differences arising from the translation of monetary assets and liabilities are recognized and followed in the "Foreign exchange differences" under "Owners' Equity" section and will be transferred to the consolidated income statement at the end of the financial year.

2. *Consolidation principles*

The consolidated financial statements are prepared in VND in accordance with cost and matching principle of Vietnamese Accounting Standards and prevailing regulations applicable to Credit Institutions operating in Vietnam.

Subsidiaries are companies comprised followings:

- The Bank or the Bank and its related parties owing over 50% charter capital or over 50% voting share capital.
- The Bank has right to appoint majority or all member of Board of Directors, member of council or Chief Executive Officer of the subsidiaries directly or indirectly.
- The Bank has right to amend, supplement charter of the subsidiaries.
- The Bank and its related parties directly or indirectly approve Resolutions, Decision of Annual General Meeting, Board of Directors, and Board of Council of subsidiaries.

Subsidiaries are controlled by the Bank. Financial statements of subsidiaries is comprised in the consolidated financial statements from the date of acquisition, being the date on which the Bank obtains control, and continued to be consolidated until the date that such control ceases.

Ho Chi Minh City Development Joint Stock Commercial Bank

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When there is a difference between the accounting policies of subsidiaries and the Bank, adjustments are necessary to ensure consistency in accounting policies for the purposes of the consolidated financial statements.

All intra-company balances, income and expenses and unrealized gains or losses resulting from intra-company transactions are eliminated in full.

3. ***Derivatives and hedging accounting***

The Bank and its subsidiaries involve in currency forward contracts and currency swap contracts to facilitate customers to transfer, modify or minimize foreign exchange risk or other market risks, and also for the trading purpose of the Bank and its subsidiaries.

Currency forward contract

The currency forward contracts are commitments to settle in cash on a pre-determined future date based on the difference between pre-determined exchange rates, calculated on the notional amount. The currency forward contracts are recognized at nominal value at the transaction date and are revalued for the reporting purpose at the exchange rate at the reporting date. Gains or losses realized or unrealized are recognized in the "Foreign exchange differences" under "Owners' Equity" section and will be transferred to the consolidated income statement at the end of the financial period.

Swap contract

The swap contracts are commitments to settle in cash on a pre-determined future date based on the difference between pre-determined exchange rates, calculated on the notional principal amount. The premium or discount resulting from the difference between the spot rate at the effective date of the contract and the forward rate will be recognized immediately at the effective date of the contract as an asset if positive or a liability if the negative on the balance sheet. The difference will be amortized on a straight-line basis over the life of the swap contract.

4. ***Recognition and de-recognition of accrued interest income and expenses***

Interest income and interest expenses are recognized in the consolidated income statement on an accrual basis. The recognition of accrued interest income is suspended when a loan is classified in Groups 2 to 5 in accordance with Circular 02 and Circular 09. Suspended interest income is reversed and monitored off-balance sheet and recognized in the consolidated income statement upon actual receipt.

5. ***Fees and commissions income***

Fees and commissions income

Fees and commissions are recognized on accrued basis.

Income from investment

Income from securities investment is recognized on the difference between the selling price and cost of the securities sold.

Cash dividends from equity investment are recognized in the consolidated income statement when the Bank's right to receive the payment is established. For stock dividends and bonus shares, the number of shares is just updated and no dividend income is recognized in the consolidated income statement.

Ho Chi Minh City Development Joint Stock Commercial Bank

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
as at 30 September 2019 and for the period then ended

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6. *Loans to customers, purchased debts*

6.1 *Loans to customers*

Loans to customers are presented at the principal amounts outstanding at the end of the year.

Short-term loans have maturity of less or equal to one year from disbursement date. Medium-term loans have maturity of more than one to five years from disbursement date. Long-term loans have maturity of more than five years from disbursement date.

Loan classification and provision for credit losses are made according to Circular 02 and Circular 09.

The specific provision for debts as at 30 September 2019 is made based on the principal balance less discounted value of collaterals multiplied by provision rates which are determined based on the debt classifications as at 30 June 2019.

The specific provision rates for each group are presented as follows:

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<i>Loan group</i>		<i>Classification criteria</i>	<i>Specific provision rate</i>
1	Current	(a) Current debts are assessed as fully and timely recoverable for both principals and interests; or (b) Debts are overdue for a period of less than 10 days and assessed as fully recoverable for both overdue principals and interests, and fully and timely recoverable for both remaining principals and interests.	0%
2	Special mention	(a) Debts are overdue for a period of between 10 days and 90 days; or (b) Debts of which the repayment terms are restructured for the first time.	5%
3	Sub-standard	(a) Debts are overdue for a period of between 91 days and 180 days; or (b) Debts of which the repayment terms are extended for the first time; or (c) Debts of which interests are exempted or reduced because customers do not have sufficient capability to pay all interests under credit contracts; or (d) Debts under one of the following cases which have not been recovered in less than 30 days from the date of the recovery decision: <ul style="list-style-type: none"> ▪ Debts made in compliance with Clauses 1, 3, 4, 5, 6, Article 126 of the Law on Credit Institutions; or ▪ Debts made in compliance with Clauses 1, 2, 3, 4, Article 127 of the Law on Credit Institutions; or ▪ Debts made in compliance with Clauses 1, 2 and 5 of Article 128 of the Law on Credit Institutions. (e) Debts are required to be recovered according to regulatory inspection conclusions.	20%
4	Doubtful	(a) Debts are overdue for a period of between 181 days and 360 days; or (b) Debts of which the repayment terms are restructured for the first time but still overdue for a period of less than 90 days under that restructured repayment term; or (c) Debts of which the repayment terms are restructured for the second time; or (d) Debts are specified in point (d) of Loan group 3 and overdue for a period of between 30 days and 60 days after decisions of recovery have been issued; or (e) Debts are required to be recovered according to regulatory inspection conclusions but still outstanding with an overdue period up to 60 days since the recovery date as required by regulatory inspection conclusions.	50%

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Loan group		Classification criteria	Specific provision rate
5	Loss	<ul style="list-style-type: none"> (a) Debts are overdue for a period of more than 360 days; or (b) Debts of which the repayment terms are restructured for the first time but still overdue for a period of 90 days or more under that first restructured repayment term; or (c) Debts of which the repayment terms are restructured for the second time but still overdue under that second restructured repayment term; or (d) Debts of which the repayment terms are restructured for the third time or more, regardless of being overdue or not; or (e) Debts are specified in point (d) of Loan group 3 and overdue for a period of more than 60 days after decisions on recovery have been issued; or (f) Debts are required to be recovered under regulatory inspection conclusions but still outstanding with an overdue period of more than 60 days since the recovery date as required by regulatory inspection conclusions; or (g) Debts of credit institutions under special control as announced by the SBV, or debts of foreign bank branches which capital and assets are blocked. 	100%

Loans to customers in agricultural and rural sector classified in accordance with the Government on credit policies for agriculture and rural development.

If a customer has more than one debts with the Bank and its subsidiaries any of outstanding debts are classified into higher risk groups, the entire remaining debts should also be classified into the higher risk groups.

If a customer is classified into debt group with lower risk than debt group in CIC list, the Bank and its subsidiaries must adjust the debt classification results according to CIC list. The basis for determination of value and discounted value of collaterals is regulated in Circular 02 and Circular 09.

General provision as at 30 September 2019 was made at 0.75% of total outstanding loans excluding due from and loans to other credit institutions and loans classified as loss (group 5) as at 31 August 2019.

Loans sold to Vietnam Asset Management Company ("VAMC")

The Bank and its subsidiaries sell loans to VAMC at the carrying amount in accordance with Decree No. 53/2013/ND-CP effective from 9 July 2013 on "Establishment, structure and operations of Vietnam Asset Management Company", Circular No. 19/2013/TT-NHNN "Regulations on purchasing, selling and writing-off of bad debts of Vietnam Asset Management Company", Circular No. 14/2015/TT-NHNN and Circular No 08/2016/TT-NHNN amend and supplement Circular 19/2013/TT-NHNN and Official Letter No. 8499/NHNN-TCKT on "Accounting guidance on selling and purchasing of bad debts between VAMC and credit institutions". Accordingly, selling price equals to the outstanding loan balance minus (-) unused balance of specific provision. The Bank then receives the special bonds issued by VAMC.

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Upon the sale of loans to VAMC, the Bank and its subsidiaries write off loan balances and corresponding specific provisions and recognizes special bonds issued by VAMC at par value. When receiving loans previously sold to VAMC, the Bank and its subsidiaries uses annual specific provisions for special bonds to write off bad debts and recognize the difference between provision for credit losses and the remaining outstanding loan balance/bond value in "Other operating income" of the consolidated income statement.

6.2 *Purchased debts*

Purchased debts are recorded at the purchasing price on the contract and classified to the group with risk level is not lower than its original group classified before purchase. If the interest receipt thereafter includes the accrued interest before purchase date, the interest recognition is made as follows: (i) reduce the value of purchased debts by the interest incurred before the purchase date; (ii) record the interest income in the year by the amount incurred after the purchase date.

The Bank classify and make provision for purchased debts in accordance with regulations on loan classification and provision for credit loss.

7. *Held for trading and investment securities*

7.1 *Securities held for trading*

Classification and recognition

Securities held for trading include debt securities purchased for trading purposes. Securities held for trading are initially recognized at cost on transaction date.

Measurement

Listed debt securities held for trading are recognized at cost less provision for diminution in value of securities, which is based on the yield quoted on the Hanoi Securities Exchange as at the balance sheet date.

Provision for credit losses on corporate bonds which are not listed on the stock market or not registered for trading on the unlisted public companies market is made in accordance with Circular 02 and Circular 09.

Equity securities are initially recognized at cost on transaction date and always presented at cost during subsequent periods. Equity securities are subject to the impairment review on a periodical basis. Provision for diminution in value of equity securities is made when the carrying value is higher than the market value in compliance with Circular No. 228/2009/TT-BTC dated 7 December 2009. In case market prices of securities are not available or cannot be determined reliably, no provision is calculated.

Provision for losses on securities held for trading mentioned above will be reversed when the subsequent increase in recoverable value of securities held for trading due to objective events occurring after the provision is recognized. The reversal is limited to the extent that the carrying amount of the securities does not exceed its carrying amount that would have been determined with no impairment loss been recognized in prior years.

Gain or loss from disposal held for trading securities was recorded in consolidated income statement.

Interest and dividends derived from securities held for trading are recognized on cash basis in the consolidated income statement.

De-recognition

Securities held for trading are derecognized when the rights to receive cash flows from these securities are terminated or the Bank transfers substantially all the risks and rewards of ownership of these securities.

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7.2 *Available-for-sale securities*

Classification and recognition

Available-for-sale securities include debt and equity securities that are acquired by the Bank and subsidiaries for the investment and available-for-sale purposes, not regularly traded but can be sold when there is a benefit. For equity securities, the Bank and subsidiaries are also neither the founding shareholder nor the strategic partner and do not have the ability to make certain influence in establishing and making the financial and operating policies of the investees through a written agreement on assignment of its personnel to the Board of Directors/Management.

Available-for-sale equity securities are initially recognized at cost at the purchase date and continuously presented at cost in subsequent periods.

Available-for-sale debt securities are recognized at par value at the purchase date. Accrued interest (for debt securities with interest payment in arrears) and deferred interest (for debt securities with interest payment in advance) is recognized in a separate account. Discount/premium, which is the difference between the cost and the amount being the par value plus (+) accrued interest (if any) or minus (-) deferred interest (if any) is also recognized in a separate account.

In subsequent periods, these securities are continuously recorded at par value, and the discount/premium (if any) is amortized to the income statement on a straight-line basis over the remaining term of securities. Interest received in arrears is recorded as follows: Cumulative interest incurred before the purchasing date is recorded as a decrease in the accrued interest; cumulative interest incurred after the purchasing date is recognized as income based on the accumulated method. Interest received in advance is amortized into the securities investment interest income on a straight-line basis over the term of securities investment.

Measurement

Available-for-sale securities are subject to impairment review on a periodical basis.

Provision for diminution in value of securities is made when the carrying value is higher than the market value in compliance with Circular No. 228/2009/TT-BTC. In case market prices of securities are not available or cannot be determined reliably, no provision is calculated. Provision is recognized in the "*Net gain/(loss) from investment securities*" account of the consolidated income statement.

Listed debt securities are recognized at the cost less provision for diminution in value of securities, which is based on the yield quoted on the Hanoi Securities Exchange as at the balance sheet date.

Provision for credit losses on corporate bonds which are not listed on the stock market or not registered for trading on the unlisted public companies market is made in accordance with Circular 02 and Circular 09.

7.3 *Held-to-maturity securities*

Held-to-maturity investment securities include special bonds issued by Vietnam Asset Management Company ("VAMC") and other investment securities held to maturity.

Special bonds issued by VAMC

Special bonds issued by VAMC are fixed-term valuable papers used to purchase bad debts of the Bank. These special bonds are initially recognized at face value at the date of transaction and subsequently carried at the face value during the holding period. Face value of the bonds equals to the outstanding balance of the debts sold less their unused specific provision.

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During the holding period, the Bank annually calculates and makes specific provision in accordance with Circular No. 14/2015/TT-NHNN dated 28 August 2015 issued by the SBV amending and supplementing some articles of Circular No. 19/2013/TT-NHNN which stimulates the purchase, sale and write-off bad debts of VAMC.

As required by Circular No. 14/2015/TT-NHNN, each year, within five consecutive working days prior to the maturity date of special bonds, the Bank is obliged to fully make specific provision for each special bond using the below formula:

$$X_{(m)} = \frac{Y}{n} \times m - (Z_m + X_{m-1})$$

In which:

- $X_{(m)}$ is minimum provision for special bonds in the m^{th} year;
- X_{m-1} is accumulated specific provision for special bonds in the $m-1^{\text{th}}$ year;
- Y is face value of special bonds;
- n is term of special bonds (years);
- m is number of years from the bond issuance date to the provision date;
- Z_m is accumulated bad debt recoveries at the provision date (m^{th} year).

If $(Z_m + X_{m-1}) \geq (Y/n \times m)$, the specific provision ($X_{(m)}$) will be (0).

Specific provision for each special bond is recognized in the consolidated income statement in "Provision expense for credit losses". General provision is not required for the special bonds.

On settlement date of special bonds, interest occurred from debts collection shall be recognized into "Interest and similar income".

Other held-to-maturity securities

Held-to-maturity securities are debt securities purchased by the Bank and its subsidiaries for the investment purpose of earning dividend and the Bank and its subsidiaries has the capability and intention to hold these investments until maturity. Held-to-maturity securities have the determined value and maturity date. In case the securities are sold before the maturity date, these securities will be reclassified to securities held for trading or available-for-sale securities.

Debt securities are recognized and measured similarly as available-for-sale.

8. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, gold, balances with the State Bank of Vietnam, demand deposits, due from and loans to other credit institutions or with an original maturity of less than three months from the transaction date and securities investments with maturity of less than three months from purchase dates which are readily convertible into cash at the reporting date.

9. Provision, contingent liabilities and assets

Off-balance sheet commitments include guarantees, letter of credit and irrevocable lending commitments with specific implementing time.

Classification of off-balance-sheet commitments is made solely for the purposes of managing and monitoring the quality of credit granting activities in accordance with the classification policy applicable to loans.

According to Circular 02, the Bank does not need to make provisions for off-balance sheet commitments.

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10. Corporate income tax

Current corporate income tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from (or paid to) the taxation authorities. The tax rates and tax laws used to compute the amount are those that are effective as at the consolidated balance sheet date.

Current income tax is charged or credited to the consolidated income statement except when it relates to items recognized directly to equity, in which case, the current income tax is also dealt with in equity.

Current income tax assets and liabilities are offset when there is a legally enforceable right for the Bank to offset current tax assets against current tax liabilities and when the Bank and its subsidiaries intends to settle its current tax assets and liabilities on a net basis.

Tax declarations of the Bank and its subsidiaries is subjected to examination by the tax authorities. Due to the ambiguity associated with the applicability of tax laws and regulations in Vietnam, amounts reported in the consolidated financial statements could be changed at a later date upon final determination by the tax authorities.

Deferred tax

Deferred tax is provided for temporary differences at the consolidated balance sheet date between the tax base of assets and liabilities and their carrying amount recorded in the consolidated financial statements reporting purposes.

Deferred tax liabilities are recognized for all taxable temporary differences, except:

- ▶ Deferred tax liabilities arise from the initial recognition of an asset or liability in a transaction that does not have an effect on the accounting profit or the taxable profit (or tax loss) at the time of transaction.
- ▶ Taxable temporary differences associated with investments in subsidiaries, associates and joint-ventures, where the Bank has the ability to control the timing of the reversal of the temporary difference and the temporary difference will not be reversed in the foreseeable future.

Deferred income tax assets should be recognized for all deductible temporary differences, the carrying amount of the tax deferred until further years of tax losses and unused tax losses. It is probable that future taxable profits will be available against which these deductible temporary differences, tax losses and unused tax losses can be utilized, except for:

- ▶ Deferred tax assets arise from the initial recognition of an asset or liability in a transaction that does not have an effect on the accounting profit or the taxable profit (or tax loss) at the time of transaction.
- ▶ In respect of deductible temporarily differences associated with investments in subsidiaries, associates, and interests in joint ventures, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized.

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The carrying amount of the deferred tax asset has to be reviewed at the end of the financial period and the carrying amount should be reduced to the extent there will be enough taxable profit to utilize deferred tax assets. Deferred tax assets not yet recognized previously are recognized at the balance sheet date and are recognized when it is probable that future taxable profits will be available to utilize these unrecognized deferred tax assets.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the fiscal year when the asset is recovered or the liability is settled, based on the effective tax rates and tax laws at the balance sheet date.

Deferred income tax is recognized in the consolidated income statement, except when it relates to items recognized directly to equity, in which case the deferred tax is also recorded directly in equity.

11. *Borrowings, issued debt securities and equity instruments*

The discounted, re-discount valuable paper at SBV are recognized at cost at balance sheet date. Borrowings interest is recognized in income statement based on accrual basic under Circular No. 12/2006/TT-NHNN dated 21 February 2006.

Valuable papers issued are recognized at cost. Cost of valuable papers issued include proceed from issuing minus direct expense related to issuing valuable papers.

12. **Capital**

Ordinary Share

Ordinary shares are recognized as charter capital.

Share premium

The Bank records the difference between the par value and issue price of shares if the issue price is higher than par value, and the difference between price of repurchasing of treasury stocks and the re-issue price of treasury stocks to share premium account. The expense related to issue shares will be recorded as the share premium deductible.

Treasury shares

Own equity instruments which are reacquired (treasury shares) are recognized at cost and deducted from equity. No gain or loss is recognized in profit and loss upon purchase, sale, issue or cancellation of the Bank's own equity instruments.

Funds and reserves

Funds and reserves of the Bank

The Bank has set up the following reserves in accordance with the Law on Credit Institutions No. 47/2010/QH12 and Decree No. 93/2017/ND-CP and the Bank's Charter as follows:

	<i>Percentage of profit after tax</i>	<i>Maximum amount</i>
Capital supplementary reserve	5% of profit after tax	100% share capital
Financial reserve	10% of profit after tax	Not specified

Other funds will be allocated from profit after tax. The allocation from profit after tax and utilization of funds must be approved by the Annual General Meeting of Shareholder. These reserves are not regulated by statutory and allowed to be fully allocated.

The Bank will make reserves based on separate results of its operation at the end of financial year.

Funds and reserves of the Asset Management Company Limited - Ho Chi Minh City Development Joint Stock Commercial Bank

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According to the Circular No. 27/2002/TT-BTC dated 22 March 2002, the distribution of profits, making appropriation of profit to reserves and reserves utilization of the Company is implemented in accordance with current regulations applicable to the Bank by which the Company was established

Funds and reserves of the HD SAISON Finance Co., Ltd. ("HD SAISON")

According to the Decree No. 93/2017/ND-CP issued by the Government on 7 August 2017 in replacement of the Decree 57/2012/ND-CP dated 20 July 2012, the Company has set up funds and reserves similar to the Bank.

13. *Restatement corresponding figures:* None

V. SUPPLEMENT FOR ITEMS PRESENTED ON BALANCE SHEET

1. *Securities held for trading*

	30 September 2019 VND million	31 December 2018 VND million
1.1 Debt securities		
Government and municipal bonds	550,286	1,001,753
Debt securities issued by other domestic credit institutions	503,248	401,623
Debt securities issued by domestic economic entities	800,000	1,200,000
Debt securities issued by foreign entities	-	-
1.2 Equity securities		
Equity securities issued by domestic credit institutions	-	-
Equity securities issued by domestic economic entities	-	-
Equity securities issued by foreign entities	-	-
1.3 Other securities held for trading	-	-
1.4 Provision for securities held for trading	(6,000)	(6,750)
Total	1,847,534	2,596,626

2. *Derivatives and other financial assets*

	<i>Total contract value (using exchange rate at the contract date) VND million</i>	<i>Total carrying value (using exchange rate at reporting date)</i>	
		<i>Assets VND million</i>	<i>Liabilities VND million</i>
Currency derivatives as at 30 September 2019			
Forward contracts	4,424,992	5,916	-
Swap contracts	28,285,007	40,645	44,911
Total	32,709,999	46,561	44,911
Net amount		1,650	
Currency derivatives as at 31 December 2018			
Forward contracts	2,884,973	-	1,142
Swap contracts	33,242,955	228,205	18,769
Total	36,127,928	228,205	19,911
Net amount		208,294	

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3. Loans to customers

	30 September 2019 VND million	31 December 2018 VND million
Loans to domestic economic entities and individuals	135,581,854	117,485,224
Discounted bills and valuable papers	1,524,589	2,630,200
Lending by funding, entrusted investment	1,843,045	1,837,491
Overdraft and credit card	1,050,330	1,039,162
Loans to foreign economic entities and individuals	136,015	131,789
Payments on behalf of customers	31,852	7,782
Total	140,167,685	123,131,648

Analysis of loans by quality

	30 September 2019 VND million	31 December 2018 VND million
Current	135,892,388	119,646,947
Special mention	2,178,221	1,599,751
Substandard	473,405	525,191
Doubtful	744,531	626,723
Loss	879,140	733,036
Total	140,167,685	123,131,648

Analysis of loans by original terms

	30 September 2019 VND million	31 December 2018 VND million
Short-term	76,524,335	67,115,639
Medium-term	22,382,517	24,748,486
Long-term	41,260,833	31,267,523
Total	140,167,685	123,131,648

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4. *Provision for credit losses of loans to customers*

Changes in provision for credit losses of loans to customers during the current period are as follows:

	<i>Specific provision VND million</i>	<i>General provision VND million</i>	<i>Total VND million</i>
1 January 2019	432,346	907,579	1,339,925
Provision charged/(reversed) during the period	669,253	129,648	798,901
Provision used to write-off bad debts during the period	(602,534)	-	(602,534)
30 September 2019	499,065	1,037,227	1,536,292

Changes in provision for credit losses of loans to customers during the previous period are as follows:

	<i>Specific provision VND million</i>	<i>General provision VND million</i>	<i>Total VND million</i>
1 January 2018	401,804	758,895	1,160,699
Provision charged/(reversed) during the period	757,226	148,684	905,910
Provision used to write-off bad debts during the period	(726,684)	-	(726,684)
31 December 2018	432,346	907,579	1,339,925

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5. *Investment securities*

5.1 *Available-for-sale securities*

	30 September 2019 VND million	31 December 2018 VND million
a. Debt securities		
Government and municipal bonds	10,182,194	15,074,784
Debt securities issued by other domestic credit institutions	8,657,804	6,332,229
Debt securities issued by domestic economic entities	1,910,068	3,334,010
Debt securities issued by foreign entities	-	-
	20,750,066	24,741,023
b. Equity securities		
Equity securities issued by other domestic credit institutions	-	-
Equity securities issued by domestic economic entities	1,013,973	1,013,973
Equity securities issued by foreign entities	-	-
	1,013,973	1,013,973
	21,764,039	25,754,996
c. Provision for available-for-sale securities		
Diminution provision	-	-
General provision	(15,270)	(32,814)
Specific provision	(2,079)	-
	(17,349)	(32,814)
Net amount	21,746,690	25,722,182

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5.2 Held-to-maturity securities (excluding special bonds issued by VAMC)

	30 September 2019 VND million	31 December 2018 VND million
Government and municipal bonds	8,033,750	9,519,169
Debt securities issued by other domestic credit institutions	4,361,100	5,002,845
Debt securities issued by domestic economic entities	3,600,000	1,958,759
Debt securities issued by foreign entities	-	-
	15,994,850	16,480,773
Provision for held-to-maturity securities		
- Diminution provision	-	-
- General provision	(26,714)	-
- Specific provision	-	-
	(26,714)	-
Net amount	15,968,136	16,480,773

5.3 Special bonds issued by VAMC

	30 September 2019 VND million	31 December 2018 VND million
Par value of special bonds issued by VAMC	1,216,881	1,407,848
Provision for special bonds issued by VAMC	(905,478)	(915,890)
	311,403	491,958

6. Long-term investments

Analysis by type of investments

	30 September 2019 VND million	31 December 2018 VND million
Investments in subsidiaries (*)	-	-
Investments in joint ventures	-	-
Investments in associates	-	-
Other long-term investments	185,117	185,117
Provision for long-term investments	(18,296)	(20,186)
Total	166,821	164,931

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7. Due to and borrowings from the Government and the State Bank of Vietnam

	30 September 2019 VND million	31 December 2018 VND million
Borrowings from SBV	-	-
Due to the State Treasury	2,000,000	2,000,000
Others	205,063	5,911,883
Total	2,205,063	7,911,883

8. Due to and borrowings from other credit institutions

8.1 Due to other credit institutions

	30 September 2019 VND million	31 December 2018 VND million
Demand deposits	12,149,301	12,100,998
In VND	12,140,039	12,100,998
In foreign currencies	9,262	-
Term deposits	15,179,000	10,736,750
In VND	12,221,000	10,157,000
In foreign currencies	2,958,000	579,750
Total	27,328,301	22,837,748

8.2 Borrowings from other credit institutions

	30 September 2019 VND million	31 December 2018 VND million
In VND	10,558,431	14,094,733
Discount, re-discount valuable papers	6,350,431	8,232,733
Mortgaged and pledged borrowings	4,208,000	5,862,000
In foreign currencies	5,056,980	3,756,780
Discount, re-discount valuable papers	-	-
Mortgaged and pledged borrowings	5,056,980	3,756,780
Total	15,615,411	17,851,513

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9. Due to customers

Analysis by products

	30 September 2019 VND million	31 December 2018 VND million
Demand deposits	12,475,797	10,697,917
Demand deposits in VND	11,371,521	9,727,640
Demand deposits in foreign currencies	1,104,276	970,277
Term deposits	111,744,366	116,583,938
Term deposits in VND	110,261,666	115,558,953
Term deposits in foreign currencies	1,482,700	1,024,985
Deposits for specific purposes	91,032	248,151
Margin deposits	606,681	530,088
Total	124,917,876	128,060,094

10. Valuable papers issued (excluding compound financial instruments)

	30 September 2019 VND million	31 December 2018 VND million
Certificates of deposits	4,510,000	5,927,000
Less than 12 months	1,082,000	779,000
From 12 months to under 5 years	3,291,000	5,011,000
From 5 years	137,000	137,000
Straight bonds	15,517,400	9,000,000
From 12 months to under 5 years	12,500,000	6,000,000
From 5 years	3,017,400	3,000,000
Total	20,027,400	14,927,000

11. Other liabilities

	30 September 2019 VND million	31 December 2018 VND million
Internal payables	177,828	159,394
External payables	4,314,722	4,422,922
Provisions	-	-
- Provision for commitments	-	-
- Provision for settlement services	-	-
- Other provisions (provision for operating risk excluding provision for other assets)	-	-
Bonus and welfare fund	16,669	13,046
Total	4,509,219	4,595,362

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12. Statutory obligations and deferred corporate income tax

12.1 Statutory obligations

	1 January	Movement during the period		30 September
	2019	Payable	Paid	2019
	VND million	VND million	VND million	VND million
Value added tax	9,331	62,357	(63,912)	7,776
Corporate income tax	95,675	684,915	(533,892)	246,698
Property tax	-	25	(25)	-
Land rental tax	-	-	-	-
Other taxes	8,386	85,625	(82,497)	11,514
- License tax	-	295	(295)	-
- Personal income tax	8,101	72,435	(71,994)	8,542
- Foreign contractor tax	285	12,895	(10,208)	2,972
Other fees and tax payables	-	315	(315)	-
Total	113,392	833,237	(680,641)	265,988

12.2. Deferred corporate income tax

a. Deferred corporate income tax assets

	30 September 2019	31 December 2018
	VND million	VND million
Deferred income tax assets related to deductible temporary differences	-	-
Deferred income tax assets related to unused tax losses	-	-
Deferred income tax assets related to unused incentives	-	-
Deferred income tax assets related to recorded in previous periods	734	-
Deferred corporate income tax assets	734	-

b. Deferred corporate income tax liabilities

	30 September 2019	31 December 2018
	VND million	VND million
Deferred income tax liabilities incurred from temporary differences	(1,585)	(1,585)
Deferred income tax liabilities incurred recorded in previous periods	-	-
Deferred corporate income tax liabilities	(1,585)	(1,585)

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13. Owners' equity

13.1. Statement of changes in owners' equity

	<i>Beginning balance</i>	<i>Increase in period</i>	<i>Decrease in period</i>	<i>Ending balance</i>
Contributed capital/ charter capital	9,810,000	-	-	9,810,000
Shares premium	2,042,255	-	-	2,042,255
Fund for capital expenditure	89	-	-	89
Treasury shares	(2)	-	-	(2)
Assets revaluation differences	-	-	-	-
Foreign exchange differences	-	9,091	-	9,091
Development and investment reserve	70	-	-	70
Financial reverse	564,693	263,842	-	828,535
Capital supplementary reserve	150,503	131,921	-	282,424
Other reserves	60,534	20,000	(2,451)	78,083
Retained earnings	3,007,022	2,483,729	(420,763)	5,069,988
Non-controlling interest	1,192,976	280,265	-	1,473,241
Other owners' capital	-	-	-	-
Total	16,828,140	3,188,848	(423,214)	19,593,774

13.3 Shares

	<i>30 September 2019 VND million</i>	<i>31 December 2018 VND million</i>
Number of registered shares	980,999,979	980,999,979
Number of shares issued		
- Ordinary shares	980,999,979	980,999,979
- Preference shares	-	-
Number of shares repurchased		
- Ordinary shares	208	208
- Preference shares	-	-
Number of outstanding shares		
- Ordinary shares	980,999,771	980,999,771
- Preference shares	-	-
* Par value of outstanding share (VND/share)	10,000	10,000

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VI. SUPPLEMENT FOR ITEMS PRESENTED ON INCOME STATEMENT

14. Interest and similar income

	<i>Current period</i> VND million	<i>Previous period</i> VND million
Interest income from deposits	194,877	148,267
Interest income from loans	11,483,300	9,899,884
Interest income from debt securities	1,797,531	1,689,489
- <i>Interest income from securities held for trading</i>	34,682	-
- <i>Interest income from investment securities</i>	1,762,849	1,689,489
Income from guarantee services	107,568	43,889
Other income from credit activities	615,494	424,571
Total	14,198,770	12,206,100

15. Interest and similar expense

	<i>Current period</i> VND million	<i>Previous period</i> VND million
Interest expenses for deposits	5,767,453	5,363,567
Interest expenses for borrowings	635,800	443,585
Interest expenses for valuable papers issued	918,412	778,400
Other expenses for credit activities	18,584	136,020
Total	7,340,249	6,721,572

16. Net gain from securities held for trading

	<i>Current period</i> VND million	<i>Previous period</i> VND million
Income from dealing securities held for trading	49,133	131,277
Expense for dealing securities held for trading	(8,647)	(2,714)
Provision/ (reversal) for securities held for trading	750	(2,342)
Net gain from securities held for trading	41,236	126,221

17. Net gain/loss from investment securities

	<i>Current period</i> VND million	<i>Previous period</i> VND million
Income from dealing investment securities	261,497	381,395
Expense for dealing investment securities	(13,146)	(110,159)
Provision (expense)/reversal for investment securities	(11,249)	63,932
Net gain from investment securities	237,102	335,168

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18. Income from investments in other entities

	<i>Current period</i> VND million	<i>Previous period</i> VND million
Dividend from equity securities	26,809	98,390
Dividend from long-term investments	260	3,770
Total	27,069	102,160

19. Operating expenses

	<i>Current period</i> VND million	<i>Previous period</i> VND million
1. Tax payment and other fees	2,031	1,980
2. Personnel expenses	1,963,453	1,713,982
Salary and allowances	1,733,459	1,527,410
Salary related allowance	165,230	147,302
Allowance	35,587	30,664
Other expense	29,177	8,606
3. Fixed asset expenses	492,127	413,177
<i>In which: depreciation and amortization of fixed assets</i>	61,215	68,919
4. Administrative expenses	1,176,149	1,053,097
<i>In which:</i>		
Expense relating to business trips	34,386	36,268
Expense relating to Bank activities	1,267	1,386
5. Insurance expenses for customer deposits	85,262	84,951
6. Provision expense (excluding provision expense for credit losses, investment securities)	(4,720)	(10,003)
7. Other expenses	-	-
Total	3,714,302	3,257,184

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VII. OTHER INFORMATION

20. Related parties

Related party transactions include all transactions undertaken with other entities to which the Bank and its subsidiaries are related. Parties are considered as related parties if one party is able to control over or significantly influence to the other party in making decision of financial and operational policies. A party is deemed to be related to the Bank and its subsidiaries if:

- (a) Directly, or indirectly through one or more intermediaries, the party:
 - ▶ controls, is controlled by, or is under common control with the Bank (including parents and subsidiaries);
 - ▶ has an interest (owning 5% or more of the charter capital or voting share capital) in the Bank and its subsidiaries that gives it significant influence over the Bank and its subsidiaries;
 - ▶ has joint control over the Bank and its subsidiaries;
- (b) The party is a joint venture in which the Bank and its subsidiaries are ventures (owning over 11% of the charter capital or voting share capital but is not a subsidiary of the Bank and its subsidiaries);
- (c) The party is a member of the key management personnel (including Chief Financial Officer and Chief Accountant) of the Bank and its subsidiaries;
- (d) The party is a close member of the family of any person referred to in (a) or (c); or
- (e) The party is an entity that is controlled, jointly controlled or significantly influenced by, or for which significant voting power in such entity resides with, directly or indirectly, any person referred to in (c) or (d).

Significant transactions with related parties in the current period are as follows:

<u>Related party</u>	<u>Transactions</u>	<u>Current period VND million</u>
Major shareholders and related parties of major shareholders	Deposits	22,379,920
	Withdrawals	23,211,475
Companies in which the Bank has long-term investments	Deposits	73,685,456
	Withdrawals	74,190,749

Receivables and payables with related parties at the end of the period are as follows:

<u>Related party</u>	<u>Transactions</u>	<u>30 September 2019 VND million</u>	
		<u>Receivables</u>	<u>Payables</u>
Major shareholders and related parties of major shareholders	Term deposits	-	(79,487)
	Demand deposits	-	(167,021)
	Margin deposits	-	(76,292)
	Loans	357,690	-
Companies in which the Bank has long-term investments	Term deposits	-	(1,056,276)
	Demand deposits	-	(364,449)
	Margin deposits	-	(2)
	Loans	1,126,138	-

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21. Concentration of assets, liabilities and off-balance sheet items by geographical regions

	<u>Loans</u>	<u>Deposits</u>	<u>Credit commitment</u>	<u>Derivatives</u>	<u>Trading and investment securities</u>
Domestic	140,167,685	26,213,647	10,862,676	32,709,999	40,829,304
Overseas	-	321,046	-	-	-

VIII. FINANCIAL RISK MANAGEMENT

22. Financial risk management policies

Risk is inherent in the Bank and its subsidiaries' activities and is managed through a process of ongoing identification, measurement and monitoring, subject to risk limits and other controls. This process of risk management is critical to the Bank and its subsidiaries' continuing profitability and each individual within the Bank and its subsidiaries is accountable for the risk prevention within his or her responsibilities. The Bank and its subsidiaries are exposed to credit risk, liquidity risk and market risk (then being subdivided into trading and non-trading risks). The Bank and subsidiaries are also subject to various operational risks.

The independent risk control process does not include business risks such as changes in the environment, technology and industry. The Bank and its subsidiaries' policy is to monitor those business risks through the Bank and its subsidiaries' strategic planning process.

(i) Risk management structure

The Board of Directors is ultimately responsible for identifying and controlling risks. However, each separate member shall be responsible for managing and monitoring risks.

(ii) Board of Directors

The Board of Directors is responsible for monitoring the overall risk management process within the Bank and its subsidiaries.

(iii) Risk Management Committee

Risk Management Committee advises the Board of Directors in the promulgation of procedures and policies under their jurisdiction relating to risk management in the Bank and its subsidiaries' activities.

Risk Management Committee analyses and provides warnings on the potential risks that may affect the Bank and its subsidiaries' operation and preventive measures in the short term as well as long term.

Risk Management Committee reviews and evaluates the appropriateness and effectiveness of the risk management of procedures and policies of the Bank and its subsidiaries to make recommendations to the Board of Directors on the improvement of procedures, policies and operational strategies.

(iv) Board of Supervision

The Board of Supervision has the responsibility to control the overall risk management process within the Bank and its subsidiaries.

(v) Internal Audit

According to the annual internal audit plan, business processes throughout the Bank and its subsidiaries is audited annually by the internal audit function, which examines both the adequacy of the procedures and compliance with the Bank's procedures. Internal Audit discusses the results of all assessments with management, and reports its findings and recommendations to the Board of Supervision.

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(vi) *Risk measurement and reporting systems*

The Bank and its subsidiaries' risks are measured using a method which reflects both the expected loss likely to arise in normal circumstances and unexpected losses, which is an estimate of the ultimate actual loss based on statistical models.

Monitoring and controlling of risks is primarily performed based on limits established by the Bank and its subsidiaries in compliance with the State Bank of Vietnam's regulations. These limits reflect the business strategy and market environment of the Bank and its subsidiaries as well as the level of risk that the Bank and its subsidiaries are willing to accept.

Information compiled from all business activities is examined and processed in order to analyses, control and early identify risks. This information is presented and explained to the Board of Management, Board of Directors, and the department heads. The report includes aggregate credit exposure, credit metric forecasts, limit exceptions, liquidity ratios and risk profile changes. The Board of Directors assesses the appropriateness of the allowance for credit losses on a quarterly basis. The Board of Directors receives a comprehensive risk report quarterly which is designed to provide all the necessary information to assess and conclude on the risks of the Bank and its subsidiaries.

For all levels throughout the Bank and its subsidiaries, specifically tailored risk reports are prepared and distributed in order to ensure that all business departments have access to *extensive, necessary and up-to-date information*.

(vii) *Risk reduction*

The Bank and its subsidiaries have actively used collateral to mitigate credit risk.

(viii) *Excessive risk concentration*

Concentrations arise when a number of counterparties of the Bank and its subsidiaries are engaged in similar business activities, or activities in the same geographic region, or have similar economic features that would affect the group of customers' payment obligations or payment receipt rights when due under changes in economic, political or other conditions.

These above concentrations indicate the relative sensitivity of the Bank and its subsidiaries' performance to the developments of a particular industry or geographic allocation.

In order to avoid excessive concentrations of risk, the Bank and its subsidiaries' policies and procedures include specific guidelines to focus on maintaining a diversified portfolio. Identified concentrations of credit risk are controlled and managed accordingly. Selective hedging is used within the Bank and its subsidiaries in respect of the industries and other related factors.

23. **Credit risk**

Credit risk is the risk that the Bank and its subsidiaries will incur a loss because its customers or counterparties fail to discharge their contractual obligations.

The Bank and its subsidiaries manages and controls credit risk by setting limits on the amount of risk it is willing to accept for individual counterparties and for geographical and industry concentrations, and by monitoring exposures in relation to such limits.

The Bank and its subsidiaries has established a credit quality review process to provide early identification of possible changes in the financial position and creditworthiness of counterparties based on qualitative and quantitative indicators, including frequently review collateral. Counterparty's limits are established by the use of a credit rating system, which assigns each counterparty a risk rating. Risk ratings are subject to regular revision.

Actual interest of balance with the State Bank of Vietnam, Due from and loans to other credit institutions, loans to customers and due to customers applied by currency.

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24. Market risk

24.1 Interest risk

Interest rate risk arises from the possibility that changes in interest rates will affect the fair values of financial instruments. The Bank and its subsidiaries are exposed to interest rate risk as a result of mismatches of maturity dates or dates of interest rate re-pricing in respect of assets, liabilities and off-balance sheet instruments over a certain period. The Bank and its subsidiaries manage this risk by matching the dates of interest rate re-pricing of assets and liabilities through risk management strategies.

Analysis of assets and liabilities based on interest rate re-pricing date

The repricing period of interest rate of assets and liabilities is the term calculated from the consolidated balance sheet date to the nearest repricing date of interest rate or remaining contractual term whichever is earlier.

The following assumptions and conditions are used in analysis of the re-pricing period of interest rates of the Bank and its subsidiaries' assets and liabilities:

- ▶ Cash and gold; long-term investment and other assets (including fixed assets and other assets) and other payables are classified as non-interest bearing items;
- ▶ The re-pricing term of balances with the State Bank of Vietnam is considered as up to 1-month;
- ▶ The re-pricing term of investment securities and held for trading securities is calculated based on the time to maturity from the consolidated balance sheet date for each type of securities;
- ▶ The re-pricing term of due to the SBV; due from and loans to other credit institutions; loans to customers; grants, entrusted funds and loans exposed to risks; due to and borrowings from other credit institutions and due to customers are determined as follows:
 - Items which bear fixed interest rate during the contractual term: The re-pricing term is determined based on the time to maturity from the consolidated balance sheet date.
 - Items which bear floating interest rate: The re-pricing term is determined based on the time to the nearest interest rate re-pricing date from the consolidated balance sheet date.
- ▶ The re-pricing term of valuable papers issued is determined based on the time to maturity from the consolidated balance sheet date.

The following table presents the interest re-pricing period of the Bank and its subsidiaries' assets and liabilities as at 30 September 2019.

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Items	Overdue VND million	Non-interest bearing VND million	Up to 1 month VND million	1 - 3 months VND million	3 - 6 months VND million	6 - 12 months VND million	1 - 5 years VND million	Over 5 years VND million	Total VND million
Assets									
Cash and gold	-	2,039,463	-	-	-	-	-	-	2,039,463
Balances with the State Bank of Vietnam	-	-	6,403,131	-	-	-	-	-	6,403,131
Due from and loans to other credit institutions (*)	-	-	18,950,907	2,580,655	-	-	-	-	21,531,562
Securities held for trading (*)	-	1,853,534	-	-	-	-	-	-	1,853,534
Derivatives and other financial assets	-	1,650	-	-	-	-	-	-	1,650
Loans to customers (*)	4,275,297	-	6,989,532	120,135,379	2,193,444	3,754,385	2,819,233	415	140,167,685
Purchased debts (*)	-	-	-	-	-	-	-	-	-
Investment securities (*)	62,259	2,230,854	2,339,091	6,106,439	2,471,541	6,630,140	14,476,829	4,658,617	38,975,770
Long-term investments (*)	-	185,117	-	-	-	-	-	-	185,117
Fixed assets and investment properties	-	903,514	-	-	-	-	-	-	903,514
Other assets (*)	42,948	7,687,401	-	-	-	-	-	-	7,730,349
Total assets	4,380,504	14,901,533	34,682,661	128,822,473	4,664,985	10,384,525	17,296,062	4,659,032	219,791,775
Liabilities									
Due to and borrowings from the SBV and other credit institutions	-	-	38,315,132	4,795,641	1,482,000	554,800	1,202	-	45,148,775
Due to customers	-	606,815	42,895,770	24,988,530	25,536,635	26,518,428	4,370,040	1,658	124,917,876
Derivatives and other financial liabilities	-	-	-	-	-	-	-	-	-
Grants, entrusted funds and loans exposed to risks	-	-	1,060	-	2,969,600	-	-	77,452	3,048,112
Valuable papers issued	-	-	684,000	736,000	464,000	4,028,000	11,558,000	2,557,400	20,027,400
Other liabilities (*)	-	4,509,219	-	-	-	-	-	-	4,509,219
Total liabilities	-	5,116,034	81,895,962	30,520,171	30,452,235	31,101,228	15,929,242	2,636,510	197,651,382
On-balance sheet interest sensitivity gap	4,380,504	9,785,499	(47,213,301)	98,302,302	(25,787,250)	(20,716,703)	1,366,820	2,022,522	22,140,393
Off-balance sheet interest sensitivity gap	-	(10,862,676)	-	-	-	-	-	-	(10,862,676)
Interest sensitivity gap (on, off-balance sheet)	4,380,504	(1,077,177)	(47,213,301)	98,302,302	(25,787,250)	(20,716,703)	1,366,820	2,022,522	11,277,717

(*) These items exclude provision.

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24.2 *Currency risk*

Currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates.

The Bank and its subsidiaries are incorporated and operating in Vietnam with reporting currency as VND, the major currency of its transaction is also VND. Financial assets and financial liabilities of the Bank and its subsidiaries are almost denominated in VND and a proportion in USD, EUR and gold. The Bank and its subsidiaries have set limits to control the positions of the currencies. Positions are monitored on a daily basis and hedging strategies are used to ensure that the positions of the currencies are maintained within the established limits.

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The following table presents assets and liabilities in foreign currencies translated into VND as at 30 September 2019:

<i>Items</i>	<i>EUR equivalent VND million</i>	<i>USD equivalent VND million</i>	<i>Gold equivalent VND million</i>	<i>Other currencies equivalent VND million</i>	<i>Total VND million</i>
Assets					
Cash and gold	97,395	510,953	33,281	183,279	824,908
Balances with the State Bank of Vietnam	-	14,685	-	-	14,685
Due from and loans to other credit institutions (*)	428,595	347,572	-	5,063,784	5,839,951
Derivatives and other financial assets	-	1,449,188	-	-	1,449,188
Loans to customers (*)	-	10,664,992	-	77,452	10,742,444
Other assets (*)	1	113,154	-	3,071	116,226
Total assets	525,991	13,100,544	33,281	5,327,586	18,987,402
Liabilities					
Due to and borrowings from other credit institutions	-	6,516,862	-	1,507,380	8,024,242
Due to customers	60,582	2,395,819	-	167,286	2,623,687
Derivatives and other financial liabilities	456,786	-	-	3,595,086	4,051,872
Grants, entrusted funds and loans exposed to risks	-	2,970,660	-	77,452	3,048,112
Other liabilities	278	85,878	212	12,670	99,038
Total liabilities	517,646	11,969,219	212	5,359,874	17,846,951
Foreign exchange position on-balance sheet	8,345	1,131,325	33,069	(32,288)	1,140,451
Foreign exchange position off-balance sheet	-	701,226	-	13,475	714,701
Foreign exchange position on and off-balance sheet	8,345	1,832,551	33,069	(18,813)	1,855,152

(*) These items exclude provision.

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24.3 *Liquidity risk*

Liquidity risk is the risk which the Bank and its subsidiaries have difficulties in meeting the obligations of financial liabilities. Liquidity risk occurs when the Bank and its subsidiaries cannot afford to settle debt obligations at the due dates in the normal or stress conditions. To manage the liquidity risk exposure, the Bank and its subsidiaries have diversified the mobilization of deposits from various sources in addition to its basic capital resources. In addition, the Bank has established policy for control of liquidity assets flexibly; monitor the future cash flows and daily liquidity. The Bank and its subsidiaries have also evaluated the estimated cash flows and the availability of current collateral assets in case of obtaining more deposits.

The maturity term of assets and liabilities is the remaining period of assets and liabilities as calculated from the balance sheet date to the settlement date in accordance with contractual terms and conditions.

The following assumptions and conditions are applied in the analysis of maturity of the Bank and its subsidiaries' assets and liabilities:

- ▶ Balances with the SBV are classified as demand deposits which include compulsory deposits;
- ▶ The maturity term of securities held for trading; investment securities - debt securities is calculated based on the maturity date of each kind of securities; investment securities - listed equity securities is considered within one month because of their high liquidity;
- ▶ The maturity term of due to the SBV; grants, entrusted funds and loans exposed to risks; valuable papers issued; due from and loans to other credit institutions, loans to customers is determined based on the maturity date as stipulated in contracts. The actual maturity term may be altered because loan contracts may be extended;
- ▶ The maturity term of long-term investments is considered as more than one year because these investments do not have specific maturity date;
- ▶ The maturity term of due to and borrowings from other credit institutions, derivatives; due to customers are determined based on features of these items or the maturity date as stipulated in contracts. Vostro account and demand deposits are transacted as required by customers, and therefore, classified as current accounts. The maturity term of borrowings and term deposits is determined based on the maturity date in contracts. In practice, these amounts may be rolled over, and therefore, they may last beyond the original maturity date;
- ▶ The maturity term of fixed assets is determined based on the remaining useful life of assets.

The following table presents assets and liabilities maturity from the Bank at 30 September 2019:

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Items	Overdue		Current					Total VND million
	Above 3 months VND million	Up to 3 months VND million	Up to 1 month VND million	1 - 3 months VND million	3 - 12 months VND million	1 - 5 years VND million	Above 5 years VND million	
Assets								
Cash and gold	-	-	2,039,463	-	-	-	-	2,039,463
Balances with the State Bank of Vietnam	-	-	6,403,131	-	-	-	-	6,403,131
Due from and loans to other credit institutions (*)	-	-	18,950,907	2,580,655	-	-	-	21,531,562
Securities held for trading (*)	-	-	401,623	-	-	1,120,263	331,648	1,853,534
Derivatives and other financial assets (*)	-	-	21,204	(14,327)	(5,227)	-	-	1,650
Loans to customers (*)	2,097,076	2,178,221	8,256,368	20,797,837	47,614,503	22,482,507	36,741,173	140,167,685
Purchased debts (*)	-	-	-	-	-	-	-	-
Investment securities (*)	62,259	-	2,058,158	4,654,273	6,768,705	16,673,902	8,758,473	38,975,770
Long-term investments (*)	-	-	-	-	-	-	185,117	185,117
Fixed assets and investment properties	-	-	303,454	-	-	54,813	545,247	903,514
Other assets (*)	42,948	-	7,687,401	-	-	-	-	7,730,349
Total assets	2,202,283	2,178,221	46,121,709	28,018,438	54,377,981	40,331,485	46,561,658	219,791,775
Liabilities								
Due to and borrowings from the SBV and other credit institutions	-	-	37,851,533	3,316,196	880,698	3,053,214	47,134	45,148,775
Due to customers	-	-	43,502,585	24,988,530	52,055,063	4,370,040	1,658	124,917,876
Derivatives and other financial liabilities (*)	-	-	-	-	-	-	-	-
Grants, entrusted funds and loans exposed to risks	-	-	-	-	-	-	3,048,112	3,048,112
Valuable papers issued	-	-	684,000	736,000	4,492,000	11,558,000	2,557,400	20,027,400
Other liabilities (*)	-	-	4,509,219	-	-	-	-	4,509,219
Total liabilities	-	-	86,547,337	29,040,726	57,427,761	18,981,254	5,654,304	197,651,382
Net liquidity gap	2,202,283	2,178,221	(40,425,628)	(1,022,288)	(3,049,780)	21,350,231	40,907,354	22,140,393

(*) These items exclude provision.

Ho Chi Minh City Development Joint Stock Commercial Bank

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
as at 30 September 2019 and for the period then ended

Form B05a/TCTD-HN
(issued under Circular No.
49/2014/TT-NHNN dated 31 December 2014)

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Reviewed by: 



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Chief Accountant

Approved by: 



MP. Phạm Văn Dâu
Chief Financial Officer

Ho Chi Minh City, Vietnam

30 October 2019



