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INDEPENDENT AUDITORS' REPORT

To the Owners VID Public Bank

We have audited the accompanying financial statements of VID Public Bank ("the Bank"), which comprise the balance sheet as at 31 December 2014, the statements of income and cash flows for the year then ended and the explanatory notes thereto which were authorised for issue by the Bank's Board of Members on 30 March 2015, as set out on pages 5 to 74.

Management's Responsibility

The Bank's Board of Management is responsible for the preparation and fair presentation of the financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for credit institutions stipulated by the State Bank of Vietnam and the relevant statutory requirements applicable to financial reporting, and for such internal control as the Board of Management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical requirements, plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Audit Opinion

In our opinion, the financial statements give a true and fair view, in all material respects, of the financial position of VID Public Bank as of 31 December 2014 and of its results of operations and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for credit institutions stipulated by the State Bank of Vietnam and the relevant statutory requirements applicable to financial reporting.

Other Matter

The financial statements of the Bank for the year ended 31 December 2013 were audited by another firm of auditors whose report dated 20 March 2014 expressed an unqualified opinion on those statements.

KPMG Limited

Vietnam

Investment Licence No. 011043000345

Audit Licence No. 14-02-222



Trần Đình Việt
Practising Auditor Registration
Certificate No. 0339-2013-007-1
Deputy General Director

Hanoi, 30 March 2015

Nguyen Minh Hieu
Practising Auditor Registration
Certificate No. 1572-2013-007-1

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	Note	31/12/2014	31/12/2013	31/12/2014	31/12/2013
		USD	USD	Equivalent VND million (Note 2(d))	Equivalent VND million (Note 2(d))
A ASSETS					
I Cash on hand	5	2,512,234	2,969,340	53,375	62,463
II Balances with the State Bank of Vietnam	6	10,364,358	13,967,013	220,201	293,810
III Balances with and loans to other credit institutions	7	148,884,990	128,449,977	3,163,210	2,702,074
1 Balances with other credit institutions		148,884,990	128,501,674	3,163,210	2,703,161
3 Allowance for loans to other credit institutions		-	(51,697)	-	(1,087)
VI Loans and advances to customers		234,440,845	237,147,022	4,980,930	4,988,625
1 Loans and advances to customers	8	237,913,603	240,008,129	5,054,712	5,048,811
2 Allowance for loans and advances to customers	9	(3,472,758)	(2,861,107)	(73,782)	(60,186)
VII Investment securities	10	17,036,775	14,745,428	361,963	310,185
2 Held-to-maturity securities		17,036,775	14,745,428	361,963	310,185
IX Fixed assets		1,029,339	1,224,800	21,869	25,765
1 Tangible fixed assets	11	979,955	1,177,424	20,820	24,768
<i>a Cost</i>		3,837,948	3,708,802	81,541	78,018
<i>b Accumulated depreciation</i>		(2,857,993)	(2,531,378)	(60,721)	(53,250)
3 Intangible fixed assets	12	49,384	47,376	1,049	997
<i>a Cost</i>		1,046,077	1,032,415	22,225	21,718
<i>b Accumulated amortisation</i>		(996,693)	(985,039)	(21,176)	(20,721)
XI Other assets	13	2,373,411	2,784,165	50,427	58,567
1 Receivables		832,220	770,058	17,682	16,199
2 Accrued interest and fee receivable		1,381,355	1,774,587	29,348	37,330
4 Other assets		210,975	239,520	4,483	5,038
5 Allowance for other assets		(51,139)	-	(1,086)	-
TOTAL ASSETS		416,641,952	401,287,745	8,851,975	8,441,489

The accompanying notes are an integral part of these financial statements

	Note	31/12/2014 USD	31/12/2013 USD	31/12/2014 Equivalent VND million (Note 2(d))	31/12/2013 Equivalent VND million (Note 2(d))
B LIABILITIES AND OWNERS' EQUITY					
LIABILITIES					
II Deposits and borrowings from other credit institutions					
1					
1					
2					
1	14	78,988,284	62,332,146	1,678,185	1,311,219
		76,634,900	62,332,146	1,628,185	1,311,219
2		2,353,384	-	50,000	-
III					
III	15	258,032,807	256,134,353	5,482,165	5,388,042
IV					
IV	16	84,511	324,950	1,796	6,836
VI					
VI	17	1,250,589	4,177,037	26,570	87,868
VII					
VII	18	2,599,233	2,897,227	55,223	60,946
1		1,868,687	2,303,440	39,702	48,455
3		730,546	496,114	15,521	10,436
4		-	97,673	-	2,055
TOTAL LIABILITIES		340,955,424	325,865,713	7,243,939	6,854,911
OWNERS' EQUITY					
VIII Capital and reserves					
1					
2					
5					
VIII	19	75,686,528	75,422,032	1,608,036	1,586,578
1		62,500,000	62,500,000	1,327,875	1,314,750
2		9,693,578	9,083,904	205,950	191,089
5		3,492,950	3,838,128	74,211	80,739
TOTAL OWNER'S EQUITY		75,686,528	75,422,032	1,608,036	1,586,578
TOTAL LIABILITIES AND OWNERS' EQUITY		416,641,952	401,287,745	8,851,975	8,441,489

	Note	31/12/2014 USD	31/12/2013 USD	31/12/2014 Equivalent VND million (Note 2(d))	31/12/2013 Equivalent VND million (Note 2(d))
OFF-BALANCE SHEET ITEMS					
I CONTINGENT LIABILITIES					
1	Guarantees	9,634,222	7,039,426	204,689	148,081
2	Unutilised letters of credit	7,170,892	4,914,489	152,353	103,381
II OTHER COMMITMENTS					
2	Swap foreign exchange contracts	16 9,868,681	13,051,911	209,670	274,560

Prepared by:



Hoang Thuy Duong
Chief Accountant

Reviewed by:



Dao Thanh Tung
Deputy General Director

Approved by:



Kong Chee Fire
General Director

30 March 2015

	Note	2014 USD	2013 USD	2014 Equivalent VND million (Note 2(d))	2013 Equivalent VND million (Note 2(d))	
1	Interest and similar income	21	20,278,783	24,161,622	430,843	508,264
2	Interest and similar expenses	21	(9,501,308)	(11,721,576)	(201,865)	(246,575)
I	Net interest income	21	10,777,475	12,440,046	228,978	261,689
3	Fee and commission income	22	1,828,127	1,858,060	38,840	39,086
4	Fee and commission expenses	22	(196,246)	(170,677)	(4,169)	(3,590)
II	Net fee and commission income	22	1,631,881	1,687,383	34,671	35,496
III	Net gain from trading of foreign currencies		605,203	148,356	12,858	3,121
5	Other income	23	1,136,262	1,657,259	24,141	34,862
6	Other expenses		(21,915)	(8,810)	(466)	(185)
VI	Other income - net		1,114,347	1,648,449	23,675	34,677
VIII	Operating expenses	24	(7,446,063)	(7,414,215)	(158,199)	(155,965)
IX	Profit before allowance and provision expenses		6,682,843	8,510,019	141,983	179,018
X	Allowance and provision expenses	25	(1,467,213)	(3,315,983)	(31,172)	(69,755)
XI	Profit before tax		5,215,630	5,194,036	110,811	109,263
7	Income tax expense - current	26	(1,151,134)	(1,304,698)	(24,457)	(27,446)
XII	Total income tax expenses	26	(1,151,134)	(1,304,698)	(24,457)	(27,446)
XIII	Net profit after tax		4,064,496	3,889,338	86,354	81,817

Prepared by:



Hoang Thuy Duong
Chief Accountant

Reviewed by:



Dao Thanh Tung
Deputy General Director

Approved by:



Kong Chee Fire
General Director

30 March 2015

	Note	2014	2013	2014	2013
		USD	USD	Equivalent VND million (Note 2(d))	Equivalent VND million (Note 2(d))
CASH FLOWS FROM OPERATING ACTIVITIES					
01	Interest and similar income received	20,672,015	23,920,206	439,198	503,185
02	Interest and similar expenses paid	(9,936,061)	(11,314,259)	(211,102)	(238,007)
03	Fee and commission income received	1,631,881	1,687,258	34,671	35,493
04	Net receipts from foreign currencies and securities trading activities	594,425	148,356	12,629	3,121
05	Other expense paid	(16,817)	(1,321,333)	(357)	(27,796)
06	Income from bad debts recovery	1,131,164	1,421,289	24,033	29,898
07	Operating and salary expense payments	(7,058,099)	(5,444,576)	(149,956)	(114,532)
08	Corporate income tax paid	(1,074,167)	(1,164,625)	(22,822)	(24,499)
	Net cash flow from operating activities before changes in operating assets and liabilities	5,944,341	7,932,316	126,294	166,863
	Changes in operating assets				
10	Investment securities	(2,291,347)	9,763,421	(48,682)	205,383
12	Loans and advances to customers	2,094,526	(10,277,570)	44,500	(216,199)
13	Using allowance to write off bad debts	(994,154)	(3,596,749)	(21,122)	(75,661)
14	Other assets	17,522	(199,574)	372	(4,198)
	Changes in operating liabilities				
16	Deposits and borrowings from other credit institutions	16,656,138	6,361,486	353,876	133,820
18	Deposits from customers	1,898,454	33,777,833	40,335	710,550
19	Valuable papers issued	(2,926,448)	1,460,331	(62,175)	30,720
20	Derivatives and other financial liabilities	(240,439)	249,167	(5,108)	5,241
21	Other liabilities	157,465	(242,323)	3,346	(5,098)
I	NET CASH FLOWS FROM OPERATING ACTIVITIES	20,316,058	45,228,338	431,636	951,421
CASH FLOWS FROM INVESTING ACTIVITIES					
01	Payments for purchases of fixed assets	(192,503)	(122,463)	(4,090)	(2,576)
02	Proceeds from disposals of fixed assets	-	125	-	3
II	NET CASH FLOWS FROM INVESTING ACTIVITIES	(192,503)	(122,338)	(4,090)	(2,573)

VID Public Bank
 7th Floor, Prime Centre, 53 Quang Trung Street, Hanoi, Vietnam
 Statement of cash flows for the year ended 31 December 2014
 Direct method (continued)

Form B04/TCTD

IV	NET INCREASE IN CASH FLOWS FOR THE YEAR	16,323,555	40,906,000	346,811	860,497
V	CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	145,438,027	104,532,027	3,059,434	2,177,193
VI	FOREIGN EXCHANGE TRANSLATION DIFFERENCE	-	-	30,541	21,744
VII	CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	27 161,761,582	145,438,027	3,436,786	3,059,434

Prepared by:



Hoàng Thụy Duong
 Chief Accountant

Reviewed by:



Đào Thanh Tùng
 Deputy General Director

Approved by:



Kong Chee Fire
 General Director

30 March 2015

The accompanying notes are an integral part of these financial statements