

Code	STB
Company name	Sai Gon Thuong Tin Commercial Joint Stock Bank
Date	01/20/2021
Subject	Explanation for consolidated FS Q4.2020

Content:

Sai Gon Thuong Tin Commercial Joint Stock Bank has explained the consolidated financial statement for Quarter 4/2020:

- Profit after tax of Q4.2020 was 836.6 billion dongs, increased by 305 billion dongs (+57.4%) compared to the Quarter 4/2019 due to the following reasons:
 - a. Net profit increased by 1,238.1 billion dongs because:
 - ✓ Profit increased by 746.4 billion dongs.
 - The lending balance increased by 44,435 billion dongs, so the gain from lending increased by 781.7 billion dongs;
 - The deposit at credit decreased compared to the same period of last year, so the gain from deposit decreased by 94.2 billion dongs;
 - The debt securities investment increased by 5,373 billion dongs compared to the same period of last year, so the gain from debt securities investment increased by 33.5 billion dongs;
 - Other gains increased by 25.4 billion dongs.
 - ✓ Expenses for deposit and borrowing decreased by 491.7 billion dongs.
 - The deposit balance at the year-end increased 30,370 billion dongs compared to the same period last year, but the average balance of Quarter 4/2020 decreased compared to the Quarter 4/2019, so the interest expenses decreased by 464.8 billion dongs;
 - The average borrowing in Quarter 4/2020 decreased compared to the same period of last year, so the expense for borrowing decreased by 10.3 billion dongs;
 - Other expenses decreased by 16.6 billion dongs.
 - b. Other income increased by 4.1 billion dongs. In particular, the income from service activities decreased by 115.7 billion dongs; income from securities trading increased by 100.9 billion dongs, income from the other activities increased by 7.8 billion dongs,

income from the foreign exchange trading increased by 65.7 billion dong; to contribute capital for buying shares decreased by 54.6 billion dong.

- c. Other expenses increased by 937.2 billion dong. In particular, the provision for credit decreased by 405.7 billion dong; the operating expense increased by 1,360 billion dong; the corporate income tax expense decreased by 17.1 billion dong.

Therefore, $(a) + (b) - (c) = 305$ billion dong.