

VIET CAPITAL COMMERCIAL JOINT STOCK BANK

SEPARATE FINANCIAL STATEMENTS

FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2024



Viet Capital Commercial Joint Stock Bank

SEPARATE FINANCIAL STATEMENTS FOR THE FOURTH QUARTER OF 2024

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Unit of measure: VND million

No.	Items	Notes	31 December 2024	31 December 2023
A	ASSETS			
I	Cash on hand	V-1	610,881	497,797
II	Balances with the State Bank of Vietnam	V-2	2,766,250	1,862,830
III	Due from and loans to other credit institutions	V-3	14,236,474	11,359,632
1	Due from other credit institutions		13,493,474	10,459,632
2	Loans to other credit institutions		743,000	900,000
3	Provision for credit losses (*)		-	-
IV	Held-for-trading securities		-	-
V	Derivatives and other financial assets	V-4	-	-
VI	Loans to customers	V-5	67,111,244	56,967,126
1	Loans to customers	V-5.1	68,063,408	57,768,233
2	Provision for credit losses on loans to customers	V-5.2	(952,164)	(801,107)
VII	Purchased debts	V-6	-	-
1	Purchased debts		-	-
2	Provision for credit losses on purchased debts		-	-
VIII	Investment securities	V-6	13,094,664	12,067,336
1	Available-for-sale securities		9,233,763	7,704,617
2	Held-to-maturity securities		4,073,911	4,362,719
3	Provision for investment securities		(213,010)	-
IX	Long-term investments	V-7	100,000	100,000
1	Investments in subsidiaries		100,000	100,000
2	Investments in joint ventures		-	-
3	Investments in associates		-	-
4	Other long-term investments		-	-
5	Provision for long-term investments		-	-
X	Fixed assets		1,533,907	1,502,903
1	Tangible fixed assets	V-8	564,533	471,659
a	Cost		908,478	763,771
b	Accumulated depreciation		(343,945)	(292,112)
2	Finance leases		-	-
a	Cost		-	-
b	Accumulated depreciation		-	-
3	Intangible fixed assets	V-9	969,374	1,031,244
a	Cost		1,194,710	1,236,818
b	Accumulated amortization		(225,336)	(205,574)
XI	Investment properties		-	-
a	Cost		-	-
b	Accumulated depreciation		-	-
XII	Other assets	V-10	4,183,630	3,627,096
1	Receivables		1,495,186	1,500,157
2	Interest and fees receivable		1,583,154	1,467,375
3	Deferred corporate income tax assets		-	-
4	Other assets		1,106,148	659,564
5	Provision for other assets		(858)	-
TOTAL ASSETS			103,637,050	87,984,720

No.	Items	Notes	31 December 2024	31 December 2023
B	LIABILITIES AND EQUITY			
I	Liabilities from the Government and the State Bank of Vietnam	V-11	1,557,819	-
1	Due to and borrowings from the Government and the State Bank of Vietnam		1,557,819	-
2	Transactions for the sale and repurchase of Government bonds with the State Treasury		-	-
II	Due to and borrowings from other credit institutions	V-12	18,721,971	12,506,650
1	Due to other credit institutions		13,598,809	11,951,664
2	Borrowings from other credit institutions		5,123,162	554,986
III	Deposits from customers	V-13	67,524,329	57,273,616
IV	Derivatives and other financial liabilities		2,099	20,597
V	Grants, entrusted funds and loans exposed to risks	V-14	222,364	361,725
VI	Valuable papers issued	V-15	7,525,573	10,023,371
VII	Other liabilities		1,961,598	1,988,322
1	Interests and fees payable	V-16	1,121,576	1,661,356
2	Deferred corporate income tax liabilities		-	-
3	Other liabilities	V-17	840,022	326,966
4	Other provision (for contingent liabilities and off-balance sheet commitments)		-	-
TOTAL LIABILITIES			97,515,753	82,174,281
VIII	Owners' equity	V-18	6,121,297	5,810,439
1	Capital		5,518,471	5,016,809
<i>a</i>	<i>Charter capital</i>		5,518,462	5,016,800
<i>b</i>	<i>Fund for capital expenditure</i>		1	1
<i>c</i>	<i>Share premium</i>		8	8
<i>d</i>	<i>Treasury shares (*)</i>		-	-
<i>e</i>	<i>Preference shares</i>		-	-
<i>g</i>	<i>Other owners' capital</i>		-	-
2	Reserves		224,347	216,278
3	Foreign exchange differences		-	-
4	Asset revaluation differences		-	-
5	Retained earnings		378,479	577,352
<i>a</i>	<i>Profit/loss for the current year</i>		311,105	56,399
<i>b</i>	<i>Profit/loss of prior year</i>		67,374	520,953
6	Non-controlling interest		-	-
TOTAL EQUITY			6,121,297	5,810,439
TOTAL LIABILITIES AND EQUITY			103,637,050	87,984,720

No.	Items	Notes	31 December 2024	31 December 2023
OFF-BALANCE SHEET ITEMS				
1	Credit guarantees	VIII-32	3,200	1,000
2	Foreign exchange commitments	VIII-32	23,958,919	12,399,057
	Spot foreign exchange commitments - buy		4,886,162	2,188,048
	Spot foreign exchange commitments - sell		4,882,067	2,170,599
	Cross currency swap contracts		14,190,690	8,040,410
	Future contracts		-	-
3	Irrevocable lending commitments		-	-
4	Letters of credit	VIII-32	19,135	3,851
5	Other guarantees	VIII-32	766,438	755,843
6	Other commitments	VIII-32	33,201	17,562
7	Interest income and fee receivables not yet collected	VIII-33	429,352	445,224
8	Bad debts written-off	VIII-34	2,829,864	2,322,582
9	Other assets and documents	VIII-35	10,983,494	9,547,213

Ho Chi Minh City, 21 January 2025

Prepared by



Huynh My Nghi
 Head of Accounting
 Department

Reviewed by



Ly Cong Nha
 Finance Division Director cum
 Chief Accountant

Approved by



Van Thanh Khanh Linh
 Deputy General Director

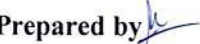
Viet Capital Commercial Joint Stock Bank
 Separate statement of profit or loss for the fourth quarter
 of 2024 ended 31 December 2024

Form B03a/TCTD
 (Issued in accordance with Circular No.
 49/2014/TT-NHNN dated 31 December 2014)

Unit of measure: VND million

No.	Items	Notes	Quarter 4		Accumulate from 1st January to end of this quarter	
			2024	2023	2024	2023
1	Interest and similar income	VI-19	1,885,316	1,688,956	6,485,719	6,938,790
2	Interest and similar expenses	VI-20	1,127,161	1,261,559	4,182,262	5,463,021
I	Net interest and similar income		758,155	427,397	2,303,457	1,475,769
3	Fee and commission income		89,261	63,135	275,682	235,706
4	Fee and commission expenses		87,712	63,967	238,136	181,292
II	Net fee and commission income	VI-21	1,549	(832)	37,546	54,414
III	Net gain from trading of foreign currencies	VI-22	8,329	1,615	45,937	22,314
IV	Net gain/(loss) from securities held for trading		-	-	-	-
V	Net gain from investment securities	VI-23	21	37,977	26,752	122,144
5	Other operating income		16,946	48,802	64,291	108,788
6	Other operating expenses		580	2,350	3,266	31,473
VI	Net gain from other operating activities	VI-24	16,366	46,452	61,025	77,315
VII	Income from capital contribution, share purchase		831	956	831	956
VIII	Operating expenses	VI-25	413,258	367,251	1,473,512	1,405,241
IX	Net operating profit before provision for credit losses		371,993	146,314	1,002,036	347,671
X	Provision expenses for credit losses	VI-26	162,699	135,402	611,837	276,515
XI	Profit before tax		209,294	10,912	390,199	71,156
7	Current corporate income tax expense		41,932	2,161	79,094	14,757
8	Deferred corporate (expense)/income tax		-	-	-	-
XII	Corporate income tax expenses	VI-27	41,932	2,161	79,094	14,757
XIII	Profit after tax		167,362	8,751	311,105	56,399
XIV	Non-Controlling Interest					
XV	Basic earnings per share					

Ho Chi Minh City, 21 January 2025

Prepared by 

Reviewed by 

Approved by 

Huynh My Nghi
 Head of Accounting
 Department

Ly Cong Nha
 Finance Division Director cum
 Chief Accountant

Van Thanh Khanh Linh
 Deputy General Director



Unit of measure: VND million

No.	Items	Notes	Accumulate from 1st January to end of this quarter	
			2024	2023
	CASH FLOWS FROM OPERATING ACTIVITIES			
01	Interest income and similar receipts		6,372,007	6,643,513
02	Interest expenses and similar payments		(4,507,469)	(5,202,610)
03	Net fee and commission receipts		37,546	54,414
04	Net receipts from trading of securities, gold and foreign currencies		72,527	122,530
05	Other income		7,755	(438)
06	Recoveries from bad debts written-off previously		49,721	77,429
07	Payments to employees and other operating expenses		(1,399,540)	(1,351,698)
08	Corporate income tax paid during the period		(39,344)	(19,284)
	Net cash flows from operating profit before changes in operating assets and liabilities		593,203	323,856
	Changes in operating assets			
09	(Increase)/decrease in due from and loans to other credit institutions		157,000	935,000
10	(Increase)/decrease in trading securities		(1,240,338)	(784,718)
11	(Increase)/decrease in derivatives and other financial assets		-	82,148
12	(Increase)/decrease in loans to customers		(10,295,175)	(6,908,843)
13	(Increase)/decrease in provision to write-off loans to customers, securities and long-term investments		(247,770)	(216,871)
14	(Increase)/decrease in other assets		(521,518)	(17,675)
	Changes in operating liabilities			
15	Increase/(decrease) in due to Government and the State Bank of Vietnam		1,557,819	(1,486,331)
16	(Decrease)/increase in due to and borrowings from other credit institutions		6,215,321	1,288,488
17	Increase/(decrease) in due to customers		10,250,713	7,009,541
18	Increase/(decrease) in valuable papers issued (except for valuable papers issued in financial activities)		(2,454,228)	2,254,323
19	Increase/(decrease) in grants, entrusted funds and loans exposed to risks		(139,361)	-
20	Increase/(decrease) in derivatives and other financial liabilities		(18,498)	20,597
21	(Decrease)/Increase in other liabilities		457,424	128,885
22	Utilization of funds		(247)	(10,522)
I	NET CASH FLOWS FROM OPERATING ACTIVITIES		4,314,345	2,617,878

No.	Items	Notes	Accumulate form 1st	
			January to end of period	2023
			2024	2023
CASH FLOWS FROM INVESTING ACTIVITIES				
01	Purchase of fixed assets		(225,423)	(118,789)
02	Proceeds from disposal of fixed assets		4,103	2,384
03	Payments for disposal of fixed assets		(65)	-
04	Purchase of investment properties		-	-
05	Proceeds from disposal of investment properties		-	-
06	Payments for disposal of investment properties		-	-
07	Payments for equity investments in other entities (Payments for acquire subsidiaries, investments in joint-venture, associates and other long-term assets)		-	-
08	Proceeds from disposal of investments in other entities (Proceeds from disposal subsidiaries, investments in joint-venture, associates and other long-term assets)		-	-
09	Dividends received from capital contribution, long- term investments		956	1,265
II	NET CASH FLOWS FROM INVESTING ACTIVITIES		(220,429)	(115,140)
CASH FLOWS FROM FINANCING ACTIVITIES				
01	Increase in charter capital from capital contribution and/or share issuance		-	795,271
02	Proceeds from issuing long term valuable papers eligible to be included in capital and other long-term borrowings		1,468,550	384,380
03	Payments for long-term valuable papers eligible to be included in capital and other long-term borrowings		(1,512,120)	(2,100,130)
04	Dividends distributed to shareholders		-	-
05	Purchase of treasury shares		-	-
06	Proceeds from disposal of treasury shares		-	-
III	NET CASH FLOWS FROM FINANCING ACTIVITIES		(43,570)	(920,479)
IV	NET CASH FLOWS FOR THE PERIOD		4,050,346	1,582,259
V	CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		12,820,259	11,238,000
VI	Foreign exchange difference			
VII	CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	VII-28	16,870,605	12,820,259

Ho Chi Minh City, 21 January 2025

Prepared by



Huynh My Nghi
 Head of Accounting
 Department

Reviewed by



Ly Cong Nha
 Finance Division Director cum
 Chief Accountant

Approved by



Van Thanh Khanh Linh
 Deputy General Director

These notes form an integral part of and should be read in conjunction with the accompanying separate financial report for the fourth quarter of 2024 ended on 31 December 2024.

I- Operation characteristics

1. License for establishment and operation, validity period

The Viet Capital Commercial Joint Stock Bank, previously known as the Gia Dinh Commercial Joint Stock Bank ("the Bank"), is a joint stock commercial bank established in the Socialist Republic of Vietnam.

The bank was established under Establishment and Operation License No. 0025/NH-GP issued by the State Bank of Vietnam ("the SBV") on August 22, 1992. The Bank Establishment License No. 576/GP-UB was issued by the People's Committee of Ho Chi Minh City on October 8, 1992. On December 13, 2011, the SBV issued Decision No. 2665/QĐ-NHNN approving the change of the bank's name to Viet Capital Commercial Joint Stock Bank.

Business Registration Certificate number 0301378892 was first registered on 16 October 1992. The Business Registration Certificate has been amended multiple times, with the most recent amendment on 19 June 2023. The Business Registration Certificate was issued by the Department of Planning and Investment of Ho Chi Minh City.

The principal activities of the Bank are to provide banking services including mobilising and receiving short-term, medium-term, and long-term deposits from various organizations and individuals; providing short-term, medium-term, and long-term loans to different organizations and individuals based on the nature and capacity of the Bank's capital; executing foreign exchange transactions; international trade financing services; discounting promissory notes, bonds, and other valuable papers; providing payment services and other banking services permitted by the State Bank of Vietnam.

2. Charter capital

The Bank's charter capital as at 31 December 2024 is VND 5,518.46 billion (as at 31 December 2023 is VND 5,016.8 billion).

3. The composition of the Board of Directors, the General Director's Board, and the Supervisory Board as at 31 December 2024

Board of Directors	Mr. Le Anh Tai	Chairman
	Ms. Nguyen Thanh Phuong	Vice Chairman
	Mr. Ngo Quang Trung	Member
	Mr. Nguyen Nhat Nam	Member
	Mr. Pham Quang Khanh	Independent Member
Board of Management and Chief Accountant	Mr. Ngo Quang Trung	General Director
	Mr. Le Van Be Muoi	Deputy General Director
	Mr. Phan Viet Hai	Deputy General Director
	Mr. Nguyen Thanh Tu	Deputy General Director
	Ms. Van Thanh Khanh Linh	Deputy General Director
	Mr. Ly Cong Nha	Finance Division Director cum Chief Accountant
Supervisory Board	Ms. Phan Thi Hong Lan	Head of Supervisory Board
	Mr. Le Hoang Nam	Member
	Ms. Nguyen Thi Thanh Thuy	Full-time Member

4. Location and operation network

The Bank's Head Office is located at HM Town Building, 412 Nguyen Thi Minh Khai Street, Ward 5, District 3, Ho Chi Minh City, Vietnam. As at 31 December 2024, the Bank had one (1) Head Office, forty-one (41) branches, eighty-four (84) transaction offices nation-wide. (as at 31 December 2023, The Bank had 1 Head Office, 38 branches and 77 transaction offices nation-wide).

5. Subsidiary

As at 31 December 2024 and 31 December 2023, the Bank has one (1) subsidiary as follows:

Entity name	Business Registration Certificate	Nature of Business	Percentage of equity owned and voting rights of the Bank
Asset Management Company Limited – Viet Capital Commercial Joint Stock Bank	0311401011	Assets Management	100%

The principal activities of the subsidiary are to receive, manage collaterals related to the loans for the fastest handling and recovery, dispose collaterals under the Bank's disposal rights at market price in a form consistent with the provisions of the law, handle collaterals with appropriate measures, and implement other collateral management activities in accordance with legal regulations.

As at 16/02/2012, the SBV issued Decision No. 280/QD-NHNN approving the name change to Asset Management Company Limited - Viet Capital Commercial Joint Stock Bank.

6. Total number of staff and employees

As at 31 December 2024, the Bank had 2,849 employees (31/12/2023: 2,557 employees).

II- Accounting period and accounting currency

1. Fiscal year

The Bank's fiscal year of the bank starts on 1 January to 31 December.

2. Accounting and reporting currency

The currency used in the accounting work of the Bank is the Vietnamese Dong ("VND"). According to Circular No. 49/2014/TT-NHNN, for the purpose of preparing separate financial statements, the figures are rounded to the millions and presented in units of million Vietnamese Dong ("million Dong").

III- Applied accounting standards and system

1. Accounting standards and system:

These separate financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for Credit Institutions stipulated by the SBV and the relevant statutory requirements applicable to financial reporting. These standards and statutory requirements may differ in some material respects from International Financial Reporting Standards and the generally accepted accounting principles and standards in other countries. Accordingly, the accompanying separate financial statements are not intended to present the unconsolidated financial position and unconsolidated results of operations and unconsolidated cash flows of the Bank in accordance with generally accepted accounting principles and practices in countries or jurisdictions other than Vietnam. Furthermore, their utilisation is not designed for those who are not informed about Vietnam's accounting principles, procedures and practices applicable to credit institutions.

2. Basis of measurement

The separate financial statements, except for the separate statement of cash flows, are prepared on the accrual basis using the historical cost concept. The separate statement of cash flows is prepared using the direct method.

IV- Applied accounting policy

1. Foreign currency transactions

All transactions of the Bank are recorded in original currencies. Monetary assets and liabilities denominated in currencies other than VND are translated into VND at the average of the buying and selling spot exchange rate of that currency ("spot exchange rate") ruling at the end of the last working day of the accounting period if the difference between this spot exchange rate and the weighted average of the buying and selling exchange rate ruling on the last working day of the accounting period is less than 1%, in the case of this difference is equal to or greater than 1%, the Bank uses the weighted average of the buying and selling exchange rate ruling on the last working day of the accounting period. Non-monetary assets and liabilities denominated in currencies other than VND are translated to VND at spot exchange rates ruling on transaction dates.

The transactions related to income/expenses in foreign currency are converted to VND at the average buying and selling exchange rate for immediate transfer on the date of the transaction. The exchange rate differences arising from the revaluation of foreign currency assets and liabilities to VND on the monthly reporting date are recorded in the "Foreign exchange differences" account on the separate financial statement and are recognized in the separate income statement at the end of the accounting period.

2. Derivatives

Currency forward contracts and currency swap contracts are recorded in separate financial statements according to the contract value. The difference between the amount of currencies committed to buy/sell at the exchange rate stated in the contract and the amount of currency converted at the spot rate at the effective date of currency forward contracts and currency swap contracts allocated to the separate statement of operating results by the straight-line method during the effective period of these contracts.

The balance of the currency forward contract is re-evaluated at the spot exchange rate at the end of each month. Unrealized gains/losses are recorded in the foreign exchange difference on the separate financial position report at the end of each month and are transferred to the separate income statement at the end of the fiscal year.

3. Loans to customers, purchased debts

Loans to customers are presented at the amount of outstanding principal less provision for credit losses. Provision for credit losses include specific provision for credit losses and general provision credit losses.

Short-term loans are those with repayment term within one year from the loan disbursement date. Medium-term loans are those with repayment term over one year to five years from the loan disbursement date. Long-term loans are those with repayment term over five years from the loan disbursement date.

a. Classification of loans to customers

Debt classification of due from and loans to other credit institutions, unlisted corporate bonds, loans to customers, entrusted loans, debts sold but not yet collected, debt repurchased, repurchased government bonds, purchases of promissory notes, treasury bills and certificates of deposit issued by other credit institutions and foreign bank branches (together referred to as “debts”) is conducted in accordance with Circular 31/2024/TT-NHNN. The Bank carries out monthly debt classification based on the outstanding principals of debts at the last working day of the month. The bank implements debt classification using the quantitative method as follows:

<i>Group</i>		<i>Description</i>
1	Current debts	(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.
2	Special mentioned debts	(a) Debts are overdue for a period of between 10 days and 90 days; or (b) Debt with first-time adjusted repayment terms that is unmaturred.
3	Sub-standard debts	(a) Debts are overdue for a period between 91 days and 180 days; or (b) Debt with first-time extended repayment term that is unmaturred; or (c) Debts which interests are exempted or reduced because customers do not have sufficient capability to repay 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 of Article 134 of Laws on credit institutions; or ▪ Debts made in compliance with Clauses 1, 2, 3, 4 of Article 135 of Laws on credit institutions; or ▪ Debts made in compliance with Clauses 1, 2, 5 of Article 136 of Laws on credit institutions. (e) Debts are required to be recovered according to regulatory inspection conclusions; or (f) Debts to be collected under debt collection decisions by the bank due to customers' breach of the agreements made with the bank have not yet been collected within less than 30 days from the date of issuance of such decisions.

<i>Group</i>		<i>Description</i>
4	Doubtful debts	(a) Debts are overdue for a period between 181 days and 360 days; or (b) Debts that repayment term are restructured for the first time but still overdue for a period of 90 days under that restructured repayment term; or (c) Debts with second-time rescheduled debt which is unmatured; or (d) Debts are specified in point (d) of sub-standard debts and and overdue for a period 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 overdue for a period up to 60 days since the recovery date as required by regulatory inspection conclusions; or (f) Debts to be collected under debt collection decisions due to customers' breach of the agreement have not yet been collected between 30 days and 60 days from the date of issuance of such decisions.
5	Loss debts	(a) Debts are overdue for a period more than 360 days; or (b) Debts that repayment terms are restructured for the first time and overdue for a period of 91 days or more under the first restructured repayment term; or (c) Debts that repayment terms are restructured for the second time and overdue under that second restructured repayment term; or (d) Debts that repayment terms are restructured for the third time or more, regardless of being overdue or not; or (e) Debts specified in point (d) of Sub-standard debts and overdue for a period of more than 60 days after decisions on recovery have been issued; or (f) Debts required to be recovered according to regulatory inspection conclusions but still outstanding with an overdue period over 60 days since the recovery date as required by regulatory inspection conclusions; or (g) Debts to be collected under debt collection decisions due to customers' breach of the agreement have not yet been collected over 60 days from the date of issuance of such decisions. (h) Debts of credit institutions under special control as announced by the SBV, or debts of foreign bank branches that capital and assets are blocked.

For off-balance sheet commitments, the Bank classified them based on the number of overdue days from the date when the Bank performs committed obligations:

- Group 3 - Sub-standard debts: overdue less than 30 days;
- Group 4 - Doubtful debts: overdue from 30 days to less than 90 days;
- Group 5 - Loss debts: overdue from 91 days or more.

Where a customer owes more than one debt to the Bank, and has any of its debts classified into a higher risk group of debts, the Bank is obliged to classify the remaining debts of such customer into the group of debts with higher risk corresponding with their level of risk.

The Bank is also required to use the results of debt classification as provided by the Credit Information Center of the SBV ("CIC") at the date of classification to adjust the results of its internal classification of debts. Where debts and off-balance sheet commitments of one customer are classified by the Bank into a group of debts with lower risk as compared to those provided by CIC, the Bank is required to reclassify such debts and off-balance sheet commitments to the group of debts as provided by CIC.

Debt classification for loans having rescheduled debt repayment term, exempted or reduced interest and fees in order to support customers affected by Covid-19 pandemic

The bank applies Circular No. 14/2021/TT-NHNN dated 7 September 2021 ("Circular 14") and Circular No. 03/2021/TT-NHNN dated 2 April 2021 ("Circular 03") of the State Bank of Vietnam,

amending and supplementing certain provisions of Circular No. 01/2020/TT-NHNN dated 13 March 2020 ("Circular 01") of the State Bank of Vietnam regarding the restructuring of debt repayment terms, exemption and reduction of interest and fees, and maintaining the debt group to support customers affected by the Covid-19 pandemic.

Debt classification for loans having rescheduled debt repayment term, maintaining the debt group to assist customers facing difficulties in doing business and customers facing difficulties in repaying their customer loans.

From 24 April 2023, the Bank has implemented a policy to restructure the repayment term, maintaining the debt classification to support customers facing difficulties in production and business activities, as well as those struggling to repay loans for living and consumption needs, in accordance with Circular No. 02/2023/TT-NHNN issued by the State Bank of Vietnam on 23 April 2023, and Circular No. 06/2024/TT-NHNN issued on 18 June 2024.

b. Specific provision for credit losses

According to Circular 31 and Decree 86/2024/ND-CP dated 11 July 2024 ("Decree 86"), specific provision are determined based on the debt balance and the debt classification results of each customer's loans at the end of the last day of the preceding month.

The specific provision is calculated based on the customer's loan balance less the discounted value of collateral assets.

	Specific provision rate
Group 1 – Current debts	0%
Group 2 – Special mentioned debts	5%
Group 3 – Sub-standards debts	20%
Group 4 – Doubtful debts	50%
Group 5 – Loss debts	100%

The value and deductible value of the collateral assets are determined according to the regulation of Circular 31 and Decree 86.

For customers with outstanding debts, they are entitled to restructuring of debt repayment terms, interest exemption and reduction according to the regulation of Circular 01, Circular 03 and Circular 14. The Bank shall make specific provisions for these customers in accordance with the provisions of Circular 03. Accordingly, the Bank shall make additional specific provision as follows:

Additional provision	Deadline
At least 30% of the total required additional specific provision	By 31 December 2021
At least 60% of the total required additional specific provision	By 31 December 2022
100% of the total required additional specific provision	By 31 December 2023

In addition, for customers whose outstanding debts are restructured and the debt group remains the same as prescribed in Circular 02, the bank shall determine the additional specific provision amount to be deducted according to Circular 02, whereby the bank shall make additional specific provision as follows:

Additional provision	Deadline
At least 50% of the total required additional specific provision	By 31 December 2023
100% of the total required additional specific provision	By 31 December 2024

c. General provision for credit losses

According to Circular 31 and Decree 86, a general provision for credit loss is established at a rate of 0.75% of the total outstanding principal balance at the end of each month for debts from Group 1 to Group 4, excluding due from and loans to other credit institutions, the purchase of valued papers issued by other credit institutions, and the repurchase of government bonds.

d. Writing-off bad debts

Bad debts are debt in groups 3, 4 and 5.

In accordance with Circular 31 and Decree 86, debts are written-off against the provision when they have been classified to Group 5 or when borrowers have been declared bankrupt or dissolved (for borrowers being organizations and enterprises) or borrowers are deceased or missing (for borrowers being individuals).

Bad debts written-off against provision are recorded in the off-balance sheet accounts for monitoring and debt collection. The amount collected from previously written-off bad debts is recognised in the separate statement of income upon receipt.

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

The bank sell loans to VAMC according to Decree No. 53/2013/ND-CP issued by the Government on 18 May 2013 ("Decree 53"), Decree No. 34/2015/ND-CP issued by the Government on 31 March 2015, amending and supplementing certain provisions of Decree 53 ("Decree 34"), Circular No. 19/2013/TT-NHNN issued by the State Bank of Vietnam (SBV) on 6 September 2013 ("Circular 19"), Circular No. 14/2015/TT-NHNN issued by SBV on 28 August 2015 ("Circular 14"), Circular No. 08/2015/TT-NHNN issued by SBV on 16 June 2016 ("Circular 08"), Circular No. 09/2017/TT-NHNN issued by SBV on 14 August 2017 ("Circular 09") regarding the amendment and supplementation of certain provisions of Circular 19 and the write-off from the financial situation report according to the guidelines in Official Letter No. 8499/NHNN-TCKT issued by SBV on 14 November 2013 ("Official Letter 8499") and Official Letter No. 925/NHNN-TCKT issued by SBV on 19 February 2014 ("Official Letter 925").

The special bonds issued by VAMC corresponding to the bad debt sold by the Bank are recorded as held-to-maturity debt securities issued by domestic economic organizations in the separate financial statements.

4. Due from and loans to other credit institutions

Due from and loans to other credit institutions are presented according to the principal balance at the end of the accounting period.

The credit risk classification of due from and loans to other credit institutions and the corresponding provision is carried out in accordance with Circular 31 and Decree 86. Accordingly, the Bank makes specific provisions for due from (excluding current account) and loans to other credit institutions according to the method stated in Note IV.3.

According to Circular 31 and Decree 86, the Bank is not required to make general provisions for due from and loans to other credit institutions.

5. Securities

a. Available-for-sale securities

Available-for-sale securities include debt securities that are acquired by the Bank for the investment and available-for-sale purposes, not regularly traded but can be sold when there is a benefit.

Debt securities are recorded at par value at the purchase date. Accrued interest on securities before purchase or prepaid interest pending allocation, discounts/premiums (if any), are reflected in a separate account.

Provision for diminution in value of securities is made when the carrying value is higher than the market value in compliance with Circular No. 48/2019/TT-BTC dated 08 August 2019 (“Circular 48”) issued by the Ministry of Finance and Circular No. 24/2022/TT-BTC dated 07 April 2022 amending and supplementing some articles of Circular 48. Government bonds, Government-guaranteed bonds and municipal bonds are exempted from such provisioning requirement. Provision expense is recognized in the “Net gain/(loss) from investment securities” account of the separate income statement.

b. Held-to-maturity investment securities (excluding special bonds issued by VAMC)

Held-to-maturity investment securities (excluding special bonds issued by VAMC) are debt securities purchased by the Bank for earning interest and the Bank has the capability and intention to hold these investments until maturity. Held-to-maturity securities have fixed or determined payments 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.

Held-to-maturity securities are recorded similarly as available-for-sale debt securities at Note IV.5.a.

c. 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 special bonds equals to the outstanding balance of the debts sold less their unused specific provision.

During the holding period, the Bank annually calculate and make provision in accordance with Circular No. 14/2015/TT-NHNN dated 28 August 2015, of the State Bank Vietnam, amending and supplementing some articles of Circular No. 19/2013/TT-NHNN which regulates the purchase, sale and write-off bad debts of VAMC.

Specific provision for each special bond is recognized in the income statement in “Provision expense for credit loss”. General provision is not required for the special bonds.

Upon receiving the debt sold to VAMC, the bank utilizes the risk provisions that have been allocated annually for special bonds to address bad debts, the difference between the provisions made and the unrecovered principal amount will be reversed and recorded in the income statement.

6. Capital contribution, Long-term investments

a. Investments in subsidiaries

The subsidiary is a company controlled by the Bank. Control exists when the Bank has the authority to govern the financial and operating policies of the invested entity to obtain economic benefits from its activities. When assessing control rights, potential voting rights that are currently exercisable may be considered.

Investments in subsidiaries are recorded at cost less provision for impairment. Distributions from accumulated net profit arising from the date of investment in subsidiaries are recognized in the separate income statement. A provision for impairment is made when a subsidiary incurs a loss, except when such loss was anticipated by the Bank at the time of investment. The provision for impairment is reversed when the subsidiary subsequently generates profit to offset the previously provisioned losses. The provision is only reversed to the extent that the carrying amount of the investment does not exceed its carrying amount had no provision been made.

b. Other long-term investments

Other long-term investments are long-term capital contributions to other companies over which the Bank does not have control or significant influence. These long-term investments are initially recorded at cost at the time of investment. After initial recognition, these investments are measured at cost less any impairment losses.

c. Provision for long-term investment

Provision for long-term investment impairment is made if the economic organization in which the Bank is investing incurs a loss (except for planned losses identified in the business plan prior to investment) as guided by Circular 48. Accordingly, the provision amount is the difference between the total actual capital contribution of the parties at the investee and the actual equity multiplied by the Bank's ownership percentage in that entity. The provision for long-term investment impairment is reversed when the recoverable value of the long-term investments increases after the provision has been made. The provision is only reversed to the extent that the carrying amount of the investments does not exceed their carrying amount assuming no provision had been recognized.

7. Tangible fixed assets

a. Cost

The tangible fixed assets are presented at their original cost less accumulated depreciation. The original cost of tangible fixed assets includes the purchase price, import taxes, non-refundable purchase taxes, and directly related costs to bring the asset to its intended location and condition for the intended use. The costs incurred after tangible fixed assets have been put into operation, such as repair, maintenance, and overhaul costs, are recorded in the separate income statement for the period in which the costs are incurred. In cases where it can be clearly demonstrated that these costs enhance the expected future economic benefits derived from the use of tangible fixed assets beyond the standard operating level as initially assessed, these costs are capitalized as an additional cost basis of the tangible fixed assets.

b. Depreciation

Depreciation of tangible fixed assets is calculated on a straight-line basis over the estimated useful life of the assets. Useful life of the assets are estimated as follows:

• Buildings and structures	5 - 50 years
• Machinery and equipment	5 - 20 years
• Vehicles and transmission equipment	6 - 10 years
• Equipment and management tools	3 - 10 years
• Other tangible assets	4 - 25 years

c. Disposals

Profits and losses arising from the disposal or sale of fixed assets are determined by the difference between the net amount due to disposal and the residual value of the assets and are recorded as other incomes or other expenses in the separate income statement.

8. Intangible fixed assets

a. Land use rights

Land use rights are expressed at historical cost minus the accumulated depreciation value. The initial historical cost of land use rights includes the purchase price and expenses directly related to the acquisition of land use rights. Depreciation is calculated using the straight-line method according to the licensed term.

The bank does not calculate amortization for land use rights indefinitely.

b. Computer softwares

The purchase price of new computer software, which is not a part attached to the relevant hardware, is capitalized and accounted for as an intangible fixed asset. Microcomputer software is distributed in a straight-line method within 3 to 20 years.

c. Disposals

Profits and losses arising from the disposal or sale of intangible fixed assets are determined by the difference between the net amount due to disposal and the residual value of the assets and are recorded as other incomes or other expenses in the separate income statement.

9. Other assets

Other assets, excluding receivables from credit activities, are recorded at cost less provision for risks for on-balance sheet assets.

The other assets are considered for provisioning for risks related to on-balance sheet assets based on the aging of overdue debts or according to the expected losses that may occur in cases where debts are not yet due for payment but the economic organization is in a state of bankruptcy or is undergoing dissolution procedures; the debtor is missing, fleeing, being prosecuted or tried by legal authorities, or is serving a sentence or has passed away. The incurred provision costs are recorded as operating expenses for the year.

For overdue assets, the Bank applies the provision level based on the duration of the overdue period in accordance with the guidelines of Circular 48, as follows:

Overdue	Provision rates
From over 6 months to under 1 year	30%
From 1 year to under 2 years	50%
From 2 years to under 3 years	70%
Above 3 years	100%

10. Accounting for leased assets transactions

Rents under operating leases are allocated in a straight-line basis to the "Other operating expenses" section of the separate income statement over the lease term.

11. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, demand deposits at the SBV, demand deposits and due from other credit institutions with an original maturity of three months or less from the transaction date, securities with maturity of three months or less from date of purchase, which are readily convertible into known amounts of cash and that are subject to an insignificant risk of change in value at the reporting date.

12. Deposits from customers

Deposits from customers are recorded at historical cost.

13. Value papers issued

Value papers issued are recorded at historical cost.

14. Other liabilities

Other liabilities are recorded at historical cost.

15. Employees welfare

According to the Social Insurance Law, from 1 January 2009, the Bank and its employees are required to contribute to the unemployment insurance fund managed by Vietnam Social Insurance. The unemployment insurance paid by the Bank for the employees' working period is recorded as an expense in the separate income statement when incurred.

16. Provisions

A provision, except for the provision described in note IV.3, is recognized if, as a result of a past event, the Bank has a current legal or constructive obligation that can be reliably estimated, and it is certain that it will reduce future economic benefits to settle the liabilities arising from that obligation. Provisions are not recognized for future operating losses.

17. Owners' equity

a. Common stock

Common stock is classified as equity. Costs directly related to the issuance of common stock are recognized as a deduction from equity.

b. Share premium

Upon receiving capital from shareholders, the difference between the issue price and the par value of the shares is recorded in the "share premium" account in equity.

18. Reserves

According to Decree No. 93/2017/ND-CP issued by the Government of Vietnam on August 7, 2017, the bank must set aside mandatory reserve funds as follows before distributing profits:

	Periodic/annual allocation	Maximum balance
Capital supplementary reserve	5% profit after tax	100% chartered capital
Financial reserve	10% profit after tax	Not specified

The financial reserve fund is used to cover the remaining part of the losses and damages to assets that occur during the business process after being compensated by the compensation money from the organizations or individuals responsible for the losses, from insurance organizations, and using the provisions set aside in the expenses; used for other purposes as prescribed by law.

Other funds belonging to equity are allocated from the after-tax profits of the Bank. The rate of allocation for these funds is determined by the General Meeting of Shareholders, in accordance with legal regulations.

The remaining profit after deducting the aforementioned fund allocations and distributing dividends to shareholders is recorded as the retained earnings of the Bank.

19. Bonus and welfare fund

The bonus and welfare fund, not mandated by law, is allocated from after-tax profits and is permitted to be fully distributed, primarily used to pay for the staff and employees of the Bank. The bonus and welfare fund are recorded in the Bank's liabilities.

20. Interest income and interest expenses

Interest income and interest expenses are recognized in the income statement on accrual basis. The recognition of accrued interest income arising from loans classified in Groups 2 to 5 in accordance with Circular 31 and Decree 86 and loans with repayment term restructuring and loan classification retention according to regulations will not be recognized in the income statement. Suspended interest income is reversed and monitored off-balance sheet and recognized in the income statement upon actual receipt.

21. Fees and commission income

Fees and commission income include fee income and expenses from payment services, treasury services, and other services. Income and expenses from service activities are recognized when the services are provided.

22. Dividend income

The dividend is recorded in the separate income statement when the Bank's entitlement to receive the dividend is established.

23. Other income

Other revenues are recognized on a cash basis.

24. Principles and methods of recording corporate income tax and corporate income tax expenses

Corporate income tax is calculated on the profits of the period, including current income tax and deferred income tax. Corporate income tax is recognized in the separate statement of profit or loss, except in cases where there are income taxes related to items recognized directly in equity, in which case these income taxes are also recognized directly in equity.

The current income tax is the tax payable based on taxable income for the year, using the tax rates in effect at the end of the fiscal year, and any tax adjustments payable related to previous years.

Deferred tax is determined for temporary differences between the tax base of assets and liabilities and their carrying amount recorded in the separate financial reporting purposes. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities using tax rates enacted or substantively enacted at the reporting date.

Deferred tax assets are recognized only to the extent that it is probable that future taxable profits will be available against which the asset can be utilized. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

25. Related parties

The related parties are businesses and individuals, directly or indirectly through one or more intermediaries, who have control over the Bank and its subsidiaries or are under the control of the Bank and its subsidiaries, or share common control with the Bank and its subsidiaries. The affiliated parties and individuals who directly or indirectly hold voting rights of the Bank and its subsidiaries that have a significant influence on the Bank and its subsidiaries, key management personnel including members of the Board of Directors, members of the Board of Management, members of the Supervisory Board, close family members of these individuals or affiliated parties, or companies affiliated with these individuals are also considered related parties.

In considering the relationship of each stakeholder, attention must be paid to the nature of the relationship rather than merely its legal form.

26. Off-balance sheet commitments

Off-balance sheet commitments include guarantees, payment acceptances, and unconditional irrevocable loan commitments with specific execution timelines.

The classification of off-balance sheet commitments is carried out solely for the purpose of managing and monitoring the quality of credit activities in accordance with regulations.

According to Circular 31 and Decree 86, the bank are not required to set provisions for off-balance sheet commitments.

V – Notes to the statement of financial position

1. Cash on hand

	31 December 2024	31 December 2023
	VND million	VND million
In VND	565,544	406,709
In foreign currencies	45,337	91,088
	610,881	497,797

2. Balances with the State Bank of Vietnam

Balances with the State Bank of Vietnam (the “SBV”) include settlement and compulsory reserve. According to the regulations of the State Bank of Vietnam regarding mandatory reserves, banks are allowed to maintain a floating balance in the mandatory reserve account. The average monthly mandatory reserve balance must not be lower than the mandatory reserve ratio multiplied by the average deposit balance of the previous month at the Bank as follows:

Deposit at the Bank	Mandatory reserve ratio	
	31 December 2024	31 December 2023
The average balance of the previous month:		
<i>From customers:</i>		
▪ Deposit with term less than 12 months in foreign currencies	8%	8%
▪ Deposits with term over 12 months in foreign currencies	6%	6%
▪ Deposits with term less than 12 months in VND	3%	3%
▪ Deposits with term over 12 months in VND	1%	1%
<i>From overseas credit institutions:</i>		
▪ Deposits in foreign currencies	1%	1%
▪		
	31 December 2024	31 December 2023
	VND million	VND million
Demand deposit account and mandatory reserve fund		
▪ VND	2,747,468	1,838,781
▪ Foreign currencies	18,782	24,049
	2,766,250	1,862,830

3. Due from and loans to other credit institutions

	31 December 2024 VND million	31 December 2023 VND million
3.1. Due from other credit institutions		
Demand deposits		
In VND	927,148	740,936
In foreign currencies	335,329	977,546
Term deposits		
In VND	11,346,625	8,500,000
In foreign currencies	884,372	241,150
Total	13,493,474	10,459,632
3.2. Loans to other credit institutions		
In VND	743,000	900,000
In foreign currencies		
Total	743,000	900,000
Total due from and loans to other credit institutions	14,236,474	11,359,632

3.3. Analysis of due from and loans to other credit institutions by quality

As at 31 December 2024, and 31 December 2023, all due from and loans to other credit institutions are classified as Group 1- Current debt.

	31 December 2024 VND million	31 December 2023 VND million
Current debts		
Due from other credit institutions	12,230,997	8,741,150
Loans to other credit institutions	743,000	900,000
	12,973,997	9,641,150

4. Derivatives and other financial assets/ other financial liabilities

		Total contract value (at contractual exchange rate)	Total carrying value (using exchange rate at reporting date)	
			Assets	Liabilities
	<u>Closing balance</u>			
1	Currency derivative instrument	7,100,463	-	2,099
	- Currency forward transactions	-	-	-
	- Currency swap transactions	7,100,463	-	2,099
2	Other derivative instrument	-	-	-
	<u>Opening balance</u>			
1	Currency derivative financial instrument	4,034,608	-	20,597
	- Currency forward transactions	-	-	-
	- Currency swap transactions	4,034,608	-	20,597
2	Other derivative financial instrument	-	-	-

5. Loans to customers

5.1. Loans to customers

	31 December 2024	31 December 2023
	VND million	VND million
Loans to domestic economic entities and individuals	68,063,408	57,768,233
- Analysis of loans by quality:		
	31 December 2024	31 December 2023
	VND million	VND million
Group 1 - Current	65,067,613	54,934,525
Group 2 - Special mention	889,837	919,120
Group 3 - Substandard	269,589	311,311
Group 4 - Doubtful	519,414	584,346
Group 5 - Loss	1,316,955	1,018,931
	68,063,408	57,768,233
- Analysis of loans by terms:		
	31 December 2024	31 December 2023
	VND million	VND million
Short-term loans	43,874,555	39,522,043
Medium-term loans	5,658,346	4,145,913
Long-term loans	18,530,507	14,100,277
	68,063,408	57,768,233
- Analysis of loans by type of customers and ownership:		
	31 December 2024	31 December 2023
	VND million	VND million
Loans to corporation		
Other joint-stock companies	10,700,462	7,366,778
Other limited companies	9,198,423	9,404,231
Joint stock companies which the State owned more than 50% of their charter capital or their share capital with voting rights or over which the State has control in accordance with the companies' charter	25,078	43,877
Private companies	74,364	108,342
Partnerships	8,750	2,700
Cooperatives and inter-cooperative	24,891	16,725
Administrative agencies, Party, unions and associations	100	300
One-member limited liability companies of which 100% charter capital is owned by the State	8,815	25,444
Foreign invested enterprises	9,600	649
Limited liability company with two or more members has State capital contribution exceeding 50% of the charter capital or the State holds controlling rights		-
Loans to individuals	48,012,925	40,799,187
	68,063,408	57,768,233

- Analysis of loans by industry:

	31 December 2024 VND million	31 December 2023 VND million
Trading, repair of motor vehicles, motorcycles and other vehicles	28,499,543	26,339,708
Manufacturing and processing	2,374,736	1,985,650
Water supply; sewerage, waste management and remediation activities	23,285	24,150
Hotels and accommodation services	3,821,708	2,852,663
Education and training	16,609	29,475
Science and technology activities	37,588	60,149
Administrative activities and supporting service	650,147	822,783
Real estate trading	11,406,598	7,465,813
Activities of households as employers, undifferentiated goods and services producing activities of households for own use	8,670,769	6,495,668
Finance services, banking and insurance activities	1,014,973	433,260
Mining exploration	39,497	53,900
Arts and entertainment	50,151	75,843
Agriculture, forestry and fisheries	5,305,988	4,753,925
Electricity, gas, steam and air conditioning supply	373,900	457,478
Information and communication	17,137	34,881
Transportation and warehousing	516,067	450,321
Construction	4,186,731	4,558,370
Activities of Communist Party, socio-political organization, public administration and defence; compulsory security	853	1,199
Health and social support activities	167,928	284,924
Activities of international organizations and institutions	1,400	-
Others	887,800	588,073
	68,063,408	57,768,233

5.2. Change (increase/decrease) in provision for credit losses for loans to customers

Provision for loans to customers comprised of:

	31 December 2024 VND million	31 December 2023 VND million
Specific provision	451,566	375,487
General provision	500,598	425,620
	952,164	801,107

Changes in specific provision for credit losses of loans to customers are as follows:

	31 December 2024 VND million	31 December 2023 VND million
Beginning balance	375,487	366,480
Provision charged/(reversed) during the period	323,849	225,878
Provision used to sell debt to VAMC	(97,640)	(176,444)
Provision used to write off debts during the period	(150,130)	(40,427)
Ending balance	451,566	375,487

Changes in general provision for credit losses of loans to customers are as follows:

	31 December 2024	31 December 2023
	VND million	VND million
Beginning balance	425,620	374,983
Provision charged during the period	74,978	50,637
Ending balance	500,598	425,620

6. Investment securities

	31 December 2024	31 December 2023
	VND million	VND million
Available-for-sale securities		
<i>Debt securities</i>		
▪ Government securities	8,984,310	7,455,243
▪ Debt securities issued by other domestic credit institutions	249,453	249,374
▪ Debt securities issued by domestic economic entities	-	-
<i>Equity securities</i>		
▪ Equity securities issued by other domestic credit institutions	-	-
Total available-for-sale securities	9,233,763	7,704,617
Provision for available-for-sale securities	-	-
▪ Diminution provision	-	-
▪ General provision	-	-
Total	9,233,763	7,704,617
Held-to-maturity securities (excluding special bonds issued by VAMC)		
▪ Government securities	1,754,452	1,493,710
▪ Debt securities issued by other domestic credit institutions	546,836	1,502,539
▪ Debt securities issued by domestic economic entities	-	-
▪ Provision for held-to-maturity securities	-	-
Total	2,301,288	2,996,249
Special bonds issued by VAMC		
▪ Par value of special bonds	1,772,623	1,366,470
▪ Provision for special bonds	(213,010)	-
Total special bonds issued by VAMC	1,559,613	1,366,470
Total investment securities	13,094,664	12,067,336

7. Long-term investments

- Analysis by type of investments:

	31 December 2024	31 December 2023
	VND million	VND million
Investment in subsidiary	100,000	100,000
	100,000	100,000

8. Tangible fixed assets

- Increase, decrease of tangible fixed assets during the period:

	Buildings and structures VND million	Machinery and equipment VND million	Transmission vehicles VND million	Office equipment VND million	Others VND million	Total VND million
Cost						
Beginning balance	246,581	260,310	189,489	6,699	60,692	763,771
Purchasing	92,744	39,211	10,815	558	3,912	147,240
Transfer from Construction in progress	-	-	-	-	-	-
Other additions	-	-	-	-	-	-
Disposal	-	1,224	625	-	684	2,533
Closing balance	339,325	298,297	199,679	7,257	63,920	908,478
Accumulated depreciation						
Beginning balance	30,239	143,933	91,769	2,996	23,175	292,112
Charged for the period	7,435	23,513	17,757	998	4,132	53,835
Disposal	-	1,224	576	-	202	2,002
Others decreased	-	-	-	-	-	-
Closing balance	37,674	166,222	108,950	3,994	27,105	343,945
Net book value						
Beginning balance	216,342	116,377	97,720	3,703	37,517	471,659
Closing balance	301,651	132,075	90,729	3,263	36,815	564,533

- Other information about tangible fixed assets:

	31 December 2024 VND million	31 December 2023 VND million
Cost of fully depreciated tangible fixed assets that are still in use	98,985	94,031

9. Intangible fixed assets

- Increase, decrease of intangible fixed assets during the period:

	Land using rights VND million	Computer software VND million	Total VND million
Cost			
Beginning balance	883,002	353,816	1,236,818
Purchasing	152,300	30,550	182,850
Other additions	-	-	-
Disposal	224,958	-	224,958
Opening balance	810,344	384,366	1,194,710
Accumulated amortization			
Beginning balance	33,297	172,277	205,574
Charged for the period	3,576	16,186	19,762
Closing balance	36,873	188,463	225,336
Net book value			
Beginning balance	849,705	181,539	1,031,244
Closing balance	773,471	195,903	969,374

- Other information about intangible fixed assets:

	31 December 2024 VND million	31 December 2023 VND million
Cost of fully amortized intangible fixed assets that are still in use	91,802	86,801

10. Other assets

10.1 Receivables

	31 December 2024 VND million	31 December 2023 VND million
Constructions in progress and advances for purchases of fixed assets	209,423	314,091
Deposits for office rental	45,817	51,450
Receivable from payment intermediaries	5,546	11,162
Deposits for office rental at Viet Capital Center Building	900,000	900,000
Advances for costs related to disposals of collaterals	51,940	37,640
Advances for employees	1,814	2,290
Receivables from Vietcap Securities Joint Stock Company	408	2,927
Receivables from VPS Securities Joint Stock Company	516	116,999
Receivables from interest subsidy program	1,181	1,210
Profit receivables from a subsidiary	831	956
Other receivables	277,710	61,432
	1,495,186	1,500,157

Details of advances for purchase of fixed assets and construction in progress are as follows:

	31 December 2024	31 December 2023
	VND million	VND million
Advances of purchase of branch office in Vung Tau City	-	80,000
Advances of purchase of branch office in Tan Binh District, Ho Chi Minh City	59,253	55,216
Advances of purchase of branch office in Quy Nhon City	25,071	25,071
Advances of purchase of branch office in Can Tho	29,450	29,450
Advances of purchase of branch office in Tien Giang	36,589	36,589
Purchase of software and other fixed assets	50,490	76,615
Advances of other constructions	8,570	11,150
	209,423	314,091

10.2 Interest and fees receivables

	31 December 2024	31 December 2023
	VND million	VND million
Interest, fees receivable from loans	1,386,266	1,305,078
Interest, fees receivable from investment activities	148,557	144,532
Interest, fees receivable from deposits in other credit institutions	48,216	17,671
Interest, fees receivable from swap contracts	115	94
Interest, fees receivable from forward contracts	-	-
	1,583,154	1,467,375

10.3 Other assets

	31 December 2024	31 December 2023
	VND million	VND million
Prepaid expenses	190,655	391,625
Foreclosed assets awaiting for resolution (i)	223,436	-
Payment intermediary activities	677,722	246,680
Other assets	14,335	21,259
	1,106,148	659,564

(i) These are the properties received by the Bank as a substitute for the fulfillment of the obligations of the guarantor, which have been transferred to the Bank's ownership and are awaiting disposal.

11. Debts to the Government and State Bank of Vietnam

	31 December 2024 VND million	31 December 2023 VND million
<i>Borrowings from the State Bank of Vietnam</i>		
Borrowing under credit facilities	-	-
Borrowings through discount of valuable papers	1,557,819	-
Borrowing secured pledge of valuable papers	-	-
Borrowings in clearing	-	-
Special borrowings	-	-
Other borrowings (including term borrowings follow Government-designated targets)	-	-
Overdue debts	-	-
	1,557,819	-

12. Due to and borrowings from other credit institutions

	31 December 2024 VND million	31 December 2023 VND million
<i>Due to other credit institutions</i>		
Demand deposits		
Demand deposit in VND	567,312	532,014
Term deposits		
Term deposits in VND	12,147,125	11,419,650
Term deposits in foreign currencies	884,372	-
Total	13,598,809	11,951,664
<i>Borrowings from other credit institutions</i>		
In VND	5,123,162	554,986
- In which: Discounted, re-discounted	5,123,162	404,986
<i>Mortgaged and pledged borrowings</i>	-	-
In foreign currencies	-	-
Total	5,123,162	554,986
Total due to and borrowings from other credit institutions	18,721,971	12,506,650

13. Deposits from customers

Analysis by type of deposits

	31 December 2024	31 December 2023
	VND million	VND million
Demand deposits	4,550,351	3,399,263
Demand deposits in VND	4,528,945	3,373,432
Demand deposits in foreign currencies	21,406	25,831
Term deposits	62,822,298	53,641,163
Term deposits in VND	19,477,172	18,473,001
Term deposits in foreign currencies	3,243	1,269
Term savings deposits in VND	43,259,109	35,101,357
Term savings deposits in foreign currencies	82,774	65,536
Margin deposits	110,885	67,602
Margin deposits in VND	110,837	67,557
Margin deposits in foreign currencies	48	45
Specialised capital deposits	40,795	165,588
Specialised capital deposits in VND	40,250	88,224
Specialised capital deposits in foreign currencies	545	77,364
	67,524,329	57,273,616

Analysis by customers and type of business:

	31 December 2024	31 December 2023
	VND million	VND million
Other joint stock companies	4,201,212	4,611,668
Other limited liability companies	2,873,046	2,264,614
State-owned companies	360,268	368,890
Joint stock companies with more than 50% of charter capital owned by the State	7,362	6,663
Foreign invested companies	297,104	318,902
One-member limited liability companies of which 100% charter capital is held by the State	122,674	82,388
Limited liability companies with two or more members of which more than 50% of the charter capital is held or controlled by the State	132,124	155,554
Administrative agencies, parties, unions and associations	267,300	276,845
Private companies	752	679
Business households	13,397	43
Cooperatives and inter-cooperatives	6,375	809
Partnerships	44	21
Others	442,232	505,470
Deposits from individuals	58,800,439	48,681,070
	67,524,329	57,273,616

14. Grants, entrusted funds and loans exposed to risks

	31 December 2024	31 December 2023
	VND million	VND million
Grants, entrusted funds and loans in VND	-	-
Grants, entrusted funds and loans in gold, foreign currencies	222,364	361,725
	222,364	361,725

15. Valuable papers issued

	31 December 2024	31 December 2023
	VND million	VND million
Valuable paper issued less than 12 months	4,648,151	3,950,010
Valuable paper issued from 12 months to 5 years	1,408,872	4,561,241
Valuable paper issued from 5 months or more	1,468,550	1,512,120
	7,525,573	10,023,371

16. Interest and fees payable

	31 December 2024	31 December 2023
	VND million	VND million
Interest on deposits	945,481	1,164,038
Interest on borrowings	28,302	13,234
Interest on valuable papers issued	147,692	483,843
Interest on derivatives	101	241
	1,121,576	1,661,356

17. Other liabilities

	31 December 2024	31 December 2023
	VND million	VND million
Taxes payable to the State Budget	48,983	7,247
Dividend payables	1,234	1,234
Payables to employees	13,839	2
Bonus and welfare fund	10,853	10,853
Other payables	765,113	307,630
	840,022	326,966

18. Owners' equity

a. Statement of changes in owners' equity

	Charter capital	Capital expenditure fund	Share premium	Capital supplementary reserve	Investment and development reserve	Financial reserve	Other reserves	Foreign exchange differences	Retained earnings	Total
	VND million	VND million	VND million	VND million	VND million	VND million	VND million	VND million	VND million	VND million
As at 1 January 2024	5,016,800	1	8	43,546	1,560	169,885	1,287	-	577,352	5,810,439
Net profit of the period	-	-	-	-	-	-	-	-	311,105	311,105
Stock dividends	501,662	-	-	-	-	-	-	-	(501,662)	-
Appropriation to reserves	-	-	-	2,772	-	5,544	-	-	(8,316)	-
Utilisation during the period	-	-	-	-	-	(247)	-	-	-	(247)
Exchange rate differences	-	-	-	-	-	-	-	-	-	-
Amortised at bonus and welfare fund	-	-	-	-	-	-	-	-	-	-
As at 31 December 2024	5,518,462	1	8	46,318	1,560	175,182	1,287	-	378,479	6,121,297

(*) The bonus and welfare fund has been transferred to other payables and liabilities in accordance with the guidance of Circular No. 10/2014/TT-NHNN applicable to the separate financial statements ended 31 December 2014.

b. Shares:

	31 December 2024	31 December 2023
	Shares	Shares
- Number of shares registered	551,846,215	501,680,000
- Number of shares issued	551,846,215	501,680,000
+ Ordinary shares	551,846,215	501,680,000
+ Preference shares	-	-
- Number of shares repurchased	-	-
+ Ordinary shares	-	-
+ Preference shares	-	-
- Number of outstanding shares	551,846,215	501,680,000
+ Ordinary shares	551,846,215	501,680,000
+ Preference shares	-	-

* Par value of outstanding share: 10,000 VND

VI- Additional information on items presented on the Income Statement

19. Interest and similar income

	31 December 2024	31 December 2023
	VND million	VND million
Interest income from deposits	384,608	215,043
Interest income from loans to customers	5,703,468	6,263,278
Interest income from investment securities	288,847	363,904
Income from guaranteed services	12,890	15,292
Interest income from purchasing debts	4,714	-
Other income from credit activities	91,192	81,273
Total	6,485,719	6,938,790

20. Interest and similar expenses

	31 December 2024	31 December 2023
	VND million	VND million
Interest expense on deposits	3,549,159	4,527,714
Interest expenses on borrowings	118,948	149,245
Interest expense on valuable papers issued	510,665	781,163
Other expenses on credit activities	3,490	4,899
Total	4,182,262	5,463,021

21. Net fees and commission income

	31 December 2024	31 December 2023
	VND million	VND million
<i>Fees and commission income</i>	275,682	235,706
Settlement services	248,319	213,254
Treasury services	7,537	4,488
Others	19,826	17,964
<i>Fees and commission expenses</i>	238,136	181,292
Settlement services	117,756	94,630
Treasury services	9,920	6,701
Others	110,460	79,961
Net fees and commission income	37,546	54,414

22. Net gain from trading of foreign currencies

	31 December 2024	31 December 2023
	VND million	VND million
<i>Income from foreign exchange activities</i>	210,802	231,706
Income from spot foreign exchange	172,638	116,516
Income from currency derivative instruments	38,164	115,190
<i>Expense from foreign exchange activities</i>	164,865	209,392
Expense from spot foreign exchange	5,741	41,939
Expense from currency derivative instruments	159,124	167,453
Net gain from trading of foreign currencies	45,937	22,314

23. Net gain from investment securities

	31 December 2024	31 December 2023
	VND million	VND million
Gain from trading of investment securities	30,242	126,133
Loss from trading of investment securities	(3,490)	(3,989)
Reversal of provisions for investment securities	-	-
	26,752	122,144

24. Net gain from other operating activities

	31 December 2024	31 December 2023
	VND million	VND million
<i>Other operating income</i>	64,291	108,788
Income from property leasing activities	1,148	1,754
Recovery of debts have been written off	49,721	77,429
Income from other operating activities	13,422	29,605
<i>Other operating expenses</i>	3,266	31,473
Social work expenses	792	1,683
Other expenses	2,474	29,790
	61,025	77,315

25. Operating expenses

	31 December 2024 VND million	31 December 2023 VND million
1. Tax, duties and fees	1,110	771
2. Personnel expenses:	795,246	718,012
<i>In which:</i>		
<i>Salaries and allowances</i>	616,935	554,148
<i>Salary related contributions</i>	79,220	62,100
<i>Subsidies</i>	3,990	3,762
<i>Others</i>	95,101	98,002
3. Asset expenditure	362,736	336,256
<i>In which:</i>		
<i>Depreciation and amortization charges</i>	73,598	68,711
<i>Others</i>	289,138	267,545
4. Administrative expenses	234,165	280,824
<i>In which:</i>		
<i>Business trip expenses</i>	16,790	16,853
<i>Union activities of credit institutions expenses</i>	176	462
5. Insurance expenses for customer deposits	79,397	69,378
6. Provision expense (Excluding provision for on-balance sheet and off-balance sheet, <i>provision expense for credit losses investment securities</i>)	858	-
Total	1,473,512	1,405,241

26. Provison expenses for credit losses

	31 December 2024 VND million	31 December 2023 VND million
Specific provisions charged/(reversal) for loan to customers	323,849	225,878
General provisions charged/(reversal) for loan to customers	74,978	50,637
Provision charged for special bonds issued by VAMC	213,010	-
Total	611,837	276,515

27. Corporate income tax expenses

Current income tax expense

	31 December 2024 VND million	31 December 2023 VND million
Accounting profit before tax	390,199	71,156
<i>Adjustments to decrease</i>		
Income from joint venture capital contributions	831	956
Dividend from equity securities	-	-
Gains from disposals of real estate	4,068	-
<i>Adjustments to increase</i>		
Non-deductible expenses	5,983	3,175
Estimated taxable income/(loss) for the period	391,283	73,375
Loss carried forward from the previous year	-	-
Estimated taxable income/(loss) for the period	391,283	73,375
At applicable CIT tax rate of 20%	78,257	14,675
Adjustments of CIT for prior year	23	82
Corporate income tax expense from disposals of real estate	814	-
Current corporate income tax expense	79,094	14,757
Income tax payable at the beginning of the period	2,159	6,686
Income tax paid during the period	(39,344)	(19,284)
Income tax payable at the end of the period	41,909	2,159

VII- Additional information on some items presented on the Cash Flow

28. Cash and cash equivalents

	31 December 2024 VND million	31 December 2023 VND million
Cash and cash equivalents	610,881	497,797
Balances with the State Bank of Vietnam	2,766,250	1,862,830
Cash and foreign currencies deposited at other credit institutions (including demand deposits and term deposits not exceeding 3 months)	13,493,474	10,459,632
	16,870,605	12,820,259

VIII- Other information

29. Employees' income

Items	31 December 2024 VND million	31 December 2023 VND million
I. Total number of employees	2,701	2,564
II. Employees' income		
1. Total salary	616,935	554,148
2. Bonus	90,347	94,733
3. Other income	3,990	3,762

4. Total income (1+2+3)	711,272	652,643
5. Average salary	19.03	18.01
6. Average income	21.94	21.21

30. Statutory obligations

Items	Opening balance	Movement during the period		Closing balance
		Payables	Paid	
	VND million	VND million	VND million	VND million
Corporate income tax	2,159	79,094	39,344	41,909
Value added tax	2,168	26,375	25,255	3,288
Personal income tax	2,061	44,995	44,161	2,895
Foreign contractors tax	859	7,791	7,759	891
Other taxes	-	413	413	-
Other charges, fees	-	663	663	-
	7,247	159,331	117,595	48,983

31. Assets and valuable papers taken for mortgage, pledge, discount and re-discount

	31 December 2024	31 December 2023
	VND million	VND million
Real estate properties	88,043,211	76,098,997
Movable property	2,585,631	3,015,916
Valuable papers	9,970,022	12,354,253
Other assets	5,033,780	1,624,613
Total	105,632,644	93,093,779

32. Contingent liabilities and commitments

	31 December 2024	31 December 2023
	VND million	VND million
Lending guarantees	3,200	1,000
Commitments on foreign exchange transactions	23,958,919	12,399,057
L/C commitments	22,142	4,181
Payment guarantees	254,404	252,859
Performance guarantees	145,635	134,092
Bidding guarantees	52,877	31,348
Other commitments, guarantees	454,601	422,378
	24,891,778	13,244,915
Less: Margin deposits	(110,885)	(67,602)
	24,780,893	13,177,313

33. Interest and fees receivables but not yet collected

	31 December 2024	31 December 2023
	VND million	VND million
Loan interests that have not been collected	368,136	355,985
Securities interests that have not been collected	-	-
Deposits interests that have not been collected	-	-
Receivable fees that have not been collected	61,216	89,239
Total	429,352	445,224

34. Bad debts written-off

	31 December 2024	31 December 2023
	VND million	VND million
Principal bad debts written off under monitoring period	1,298,669	1,098,532
Interest bad debts written off under monitoring period	1,531,195	1,224,050
Other debts written off	-	-
Total	2,829,864	2,322,582

35. Other assets and documents

	31 December 2024	31 December 2023
	VND million	VND million
Precious metals and gemstones held under trust	-	-
Assets held under trust	10,783,471	8,397,213
Leased assets	-	-
Collateral assets received as a substitute for the fulfillment of the guarantor's obligations awaiting disposal	-	-
Other valuable documents are being preserved	200,023	1,150,000
Total	10,983,494	9,547,213

36. Related parties

Balances at the year-end

Relationship	Transactions	VND million
Subsidiary	Deposits	134,880
	Receivables	831
Related companies	Deposits	292,882
	Interest payables for deposits	631
	Receivables from related companies	408
	Borrowings	193,597
	Interest receivables for loans	263
Other related parties	Deposits from Board of Directors	269,458
	Deposits from Board of Management and Chief Accountant	11,665
	Deposits from Supervisory Board	1,096
	Interest payables for deposits from Board of Directors	6,427
	Interest payables for deposits from Board of Management and Chief Accountant	75
	Interest payables for deposits from Supervisory Board	4

Transactions from the beginning of the year to the end of this quarter

Relationship	Transactions	VND million
Subsidiary	Term deposits	453,000
	Repayments of principal and interest for deposits	455,791
Related companies	Term deposits	294,600
	Repayments of principal and interest for deposits	285,198
	Loan disbursement	548,637
	Repayments of principal and interest for loans	548,346
Other related parties	Remuneration to Board of Directors	5,876
	Remuneration to Supervisory Board	2,113
	Income paid to Board of Management and Chief Accountant	13,140

37. Concentration of assets, liabilities and off-balance sheet commitments by geographical area

	Balance with the SBV	Total deposits and loans - gross	Total deposits and borrowings	Valuable papers issued	Credit commitm ents - gross	Derivatives (total contractua l value)	Investment securities - gross
	VND million	VND million	VND million	VND million	VND million	VND million	VND million
Domestic	2,766,250	82,000,348	88,026,483	7,525,573	932,859	7,100,463	13,307,674
Overseas	-	299,534	-	-	-	-	-

IX- Financial risk management

38. Risk management related to financial instruments

Risk is always inherent in the Bank's operation but it is managed by detective procedures, periodical evaluation and control depending on the risk limit and other existed controls. The risk management process is critical to the Bank's profitability and each individual of the Bank has responsibility to prevent risks relating to their work. The Bank has exposure to risks such as: credit risk, liquidity risk, market risk (classified as business risk and non-business risk). In addition, the Bank also exposed to operational risk.

The independent risk control process does not take into account business risks such as changes in environment, technology and industry structure. These risks are controlled by strategy planning process of the Bank.

39. Credit risk

Credit risk is the possibility of loss in the Group's operations due to customers' failure or inability to perform their obligations as committed.

In order to performing credit risk management, the Bank issued credit policies and instructions to standardise credit activities of the Bank.

The Bank controls and manages the credit risk by establishing credit limit based on the level of risk that the Bank can accept with each customer, each geographical area and each industry. The credit limit of each customer is established by using the credit rating system in which each customer would be classified at each specific risk level. This level can be changed and updated regularly.

The Bank has established the credit quality review process that allows early prediction of changes in financial position and credit-worthiness of counterparties based on qualitative and quantitative factors.

40. Market risk

a. Interest rate risk

Interest rate risk is the risk that the fair value of a financial instrument will fluctuate because of changes in market interest rates. The Bank will expose to interest rate risk when there is a gap between maturity date or interest repricing date of assets, liabilities and off-balance sheet commitments in a specific period of time.

The Bank usually monitors interest rate gaps, compares the domestic market with international market for timely adjustments, In addition, the application of internal risk management became more effective thanks to the deployment of Internal Funds Transfer Pricing System and Concentrated Payment System, so that all capital and payment transactions of the Bank are performed by the Head Office. This helps the Bank monitor the capital changes and reduce the potential errors as well as the unnecessary complicated procedures more effectively.

Analysis of assets and liabilities in term of interest repricing period

The interest repricing period is the period from the reporting date to earlier of contractual repricing date or maturity date of assets and liabilities, depend on which factors come sooner.

The following assumptions and conditions are applied in analysing the interest repricing period of assets and liabilities of the Bank:

- Cash on hand; derivatives and other financial assets; long-term investments; other assets (including fixed assets and other assets) and other liabilities are categorised as interest free.
- Balances with the SBV are classified as demand deposits so the interest repricing period is categorised as up to 1 month.
- The actual interest rate reset period of investment securities is calculated based on the actual maturity period at the end of the fiscal year for each type of security.
- The interest repricing period of deposits with and loans to other credit institutions; loan to customers; due to and borrowings from other credit institutions and deposits from customers are defined as follows:
 - Items with the fixed interest rate during the contract term: the interest repricing period is from the end of accounting period to maturity date.
 - Items with the variable interest rate: the interest repricing period is from the end of accounting period to the earlier of contractual repricing date or maturity date.
- The actual interest rate reset period for issued valuable papers is based on the remaining maturity period of each type of valuable paper.

Viet Capital Commercial Joint Stock Bank

Notes to the separate financial statements for the year ended 31 December 2024 (continued)

Form B05a/TCFD

(Issued in accordance with

Circular No.49/2014/TT-NHNN dated 31 December 2014)

	Overdue VND million	Free of interest VND million	Less than 1 month VND million	From 1 to 3 months VND million	Over 3 to 6 months VND million	Over 6 to 12 months VND million	Over 1 to 5 years VND million	Over 5 years VND million	Total VND million
Assets									
I- Cash and gold	-	610,881	-	-	-	-	-	-	610,881
II- Balances with the SBV	-	-	2,766,250	-	-	-	-	-	2,766,250
III- Due from and loans to other credit institutions (*)	-	-	7,823,524	6,412,950	-	-	-	-	14,236,474
IV- Derivatives and other financial assets (*)	-	-	-	-	-	-	-	-	-
V- Loan to customers (*)	2,995,795	-	12,504,872	22,521,827	13,173,996	11,730,265	4,194,212	942,441	68,063,408
VI- Investment securities (*)	-	1,772,623	-	-	200,000	-	-	11,335,051	13,307,674
VII- Long-term investments (*)	-	100,000	-	-	-	-	-	-	100,000
VIII- Fixed assets and investment properties	-	1,533,907	-	-	-	-	-	-	1,533,907
IX- Other assets (*)	-	4,184,488	-	-	-	-	-	-	4,184,488
Total assets	2,995,795	8,201,899	23,094,646	28,934,777	13,373,996	11,730,265	4,194,212	12,277,492	104,803,082
Liabilities									
I- Due to and borrowings from SBV and other credit institutions	-	-	10,297,649	9,173,144	808,997	-	-	-	20,279,790
II- Deposits from customers	-	96,713	17,318,989	14,873,254	17,443,381	15,974,679	1,817,263	50	67,524,329
III- Derivatives and other financial liabilities	-	2,099	-	-	-	-	-	-	2,099
IV- Grants, entrusted funds and loans exposed to risks	-	-	-	-	222,364	-	-	-	222,364
V- Valuable papers issued	-	-	371,991	34,352	2,336,763	2,359,789	954,128	1,468,550	7,525,573
VI- Other liabilities	-	1,961,598	-	-	-	-	-	-	1,961,598
Total liabilities	-	2,060,410	27,988,629	24,080,750	20,811,505	18,334,468	2,771,391	1,468,600	97,515,753
On-balance sheet interest sensitivity gap	2,995,795	6,141,489	(4,893,983)	4,854,027	(7,437,509)	(6,604,203)	1,422,821	10,808,892	7,287,329
Off-balance sheet interest sensitivity gap	-	-	-	-	-	-	-	-	-
Interest sensitivity gap on and off-balance sheet	2,995,795	6,141,489	(4,893,983)	4,854,027	(7,437,509)	(6,604,203)	1,422,821	10,808,892	7,287,329

b. Currency risk

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

The Bank was established and operates in Vietnam and its accounting currency is VND, major transactions of the Bank are also in VND. The financial assets and liabilities of the Bank is mainly denominated in VND, a part in USD. However, some of the Bank's other financial assets and financial liabilities are denominated in currencies other than VND and USD. The Bank has defined limits on the level of exposure by each currency. The currency position is monitored daily and the Bank takes risk mitigation actions to ensure that the currency position is within the defined limit.

The Bank's assets and liabilities categorised by currencies are translated into VND as follows:

Items	EUR equivalent	USD equivalent	Other currencies equivalent	Total
Assets				
I- Cash and gold	576	43,033	1,728	45,337
II- Balances with the SBV	-	18,782	-	18,782
III- Due from and loans to other credit institutions	1,952	1,209,145	8,604	1,219,701
IV- Securities held for trading	-	-	-	-
V- Derivatives and other financial assets	-	-	-	-
VI- Loan to customers	-	127,150	-	127,150
VII- Investment securities	-	-	-	-
VIII- Fixed assets and investment properties	-	-	-	-
IX- Other assets	-	44,935	-	44,935
Total assets	2,528	1,443,045	10,332	1,455,905
Liabilities and equity				
I- Due to and borrowings from SBV and other credit institutions	-	884,372	-	884,372
II- Deposits from customers	650	104,803	2,563	108,016
III- Derivatives and other financial liabilities	-	(1,905,970)	-	(1,905,970)
IV- Grants, entrusted funds and loans exposed to risks	-	222,364	-	222,364
V- Valuable papers issued	-	-	-	-
VI- Other liabilities	-	7,115	-	7,115
Total liabilities and equity	650	(687,316)	2,563	(684,103)
Foreign exchange position on-balance sheet	1,878	2,130,361	7,769	2,140,008
Foreign exchange position off-balance sheet	(4,978)	(2,355,408)	-	(2,360,386)
Foreign exchange position on and off-balance sheet	(3,100)	(225,047)	7,769	(220,378)

c. Liquidity risk

Liquidity risk is the risk that the Bank has difficulties in fulfilling its obligations for financial liabilities. Liquidity risk arises when the Bank does not have ability to fulfil the payment obligations when financial liabilities are due under both normal and stressed conditions. To reduce the liquidity risk, the Bank has to mobilise from various capitals besides the basic capital of the Bank has asset management policies which have flexible liquidity, follow the future cash flows and daily liquidity. The Bank should evaluate the expected cash flows and available ability of current guaranteed assets in case of mobilising more capital.

Liquidity risk is limited by holding a large amount of cash and cash equivalents under demand deposits with other credit institutions, balances with the SBV and other credit institutions and valuable papers. Safety ratio that taken into account risk factor are also used to manage liquidity risk.

The maturity period of assets and liabilities represents the remaining term of the assets and liabilities from the date of the separate financial statements to the payment date as stipulated in the contract or issuance terms.

The following assumptions and conditions are applied in analysing the maturity of assets and liabilities of the Bank:

- Balances with the SBV are classified as demand deposits, included compulsory reserve. The balance of compulsory reserve depends on elements and term of deposits from customers of the Bank.
- The maturity of due from and loans to other credit institutions, derivatives and other financial assets and loans to customers are determined based on the contractual maturity date. The actual maturity date can be changed as the loans contracts are extended.
- The maturity of investment securities is based on the contractual maturity date of each securities.
- The maturity of long-term equity investments is categorised over 5 years because these investments do not have exact maturity date and the Bank has intention to hold them in long-term.
- The maturity of fixed assets is determined by the remaining useful lives of assets.
- The maturity of due to and borrowings from other credit institutions and deposits from customers is determined based on the characteristics of each type or the maturity date specified in the contracts. Demand deposits from other credit institutions and customers are performed as requirements of customer and categorised as call deposits. The maturity for borrowings and term deposits are determined based on contractual maturity date. In practice, they can be renewed and therefore the actual maturities of those assets and liabilities may be longer than the original contractual terms.

Notes to the separate financial statements for the fourth quarter ended 31 December 2024 (continued)

	Overdue					Current					Total VND million	
	Over 3 months VND million	Up to 3 months VND million	Up to 1 month VND million	Over 1 to 3 months VND million	Over 3 to 12 months VND million	Over 1 to 5 months VND million	Over 5 years VND million	Over 5 years VND million	Over 5 years VND million			
Assets												
I- Cash and gold	-	-	610,881	-	-	-	-	-	-	-	-	610,881
II- Balances with the SBV	-	-	2,766,250	-	-	-	-	-	-	-	-	2,766,250
III- Due from and loans to other credit institutions	-	-	7,823,524	6,412,950	-	-	-	-	-	-	-	14,236,474
IV- Derivatives and other financial assets	-	-	-	-	-	-	-	-	-	-	-	-
V- Loan to customers	2,105,958	889,837	3,718,194	7,597,764	30,924,426	6,497,010	16,330,219	11,335,051	100,000	100,000	68,063,408	
VI- Investment securities	-	-	-	-	200,000	1,772,623	-	-	-	-	-	13,307,674
VII- Capital contribution, long-term investments	-	-	-	-	-	-	-	-	-	-	-	100,000
VIII- Fixed assets and investment properties	-	-	-	-	-	-	-	-	-	-	-	1,533,907
IX – Other assets	-	-	1,184,798	417,586	910,916	759,192	911,996	911,996	911,996	911,996	4,184,488	
Total assets	2,105,958	889,837	16,103,647	14,428,300	32,035,342	9,028,825	30,211,173	30,211,173	30,211,173	104,803,082		
Liabilities												
I- Due to and borrowings from the SBV and other credit institutions	-	-	10,297,649	9,173,144	808,997	-	-	-	-	-	-	20,279,790
II- Deposits from customers	-	-	17,509,149	14,787,647	33,412,920	1,814,563	50	50	50	67,524,329	2,099	2,099
III- Derivatives and other financial liabilities	-	-	2,099	-	-	-	-	-	-	-	-	-
IV- Grants, entrusted funds and loans exposed to risks	-	-	-	-	127,065	95,299	-	-	-	222,364	-	-
V- Valuable papers issued	-	-	371,991	34,352	4,696,552	954,128	1,468,550	1,468,550	1,468,550	7,525,573	-	-
VI- Other liabilities	-	-	1,134,014	290,840	469,306	67,414	24	24	24	1,961,598	-	-
Total liabilities	-	-	29,314,902	24,285,983	39,514,840	2,931,404	1,468,624	1,468,624	1,468,624	97,515,753		
Net liquidity gap	2,105,958	889,837	(13,211,255)	(9,857,683)	(7,479,498)	6,097,421	28,742,549	28,742,549	28,742,549	7,287,329		

41. Segment report

	The period from 01 January to 31 December 2024				
	The Southern region	The Central region	The Northern region	Eliminations	Total
	VND million	VND million	VND million	VND million	VND million
I. Income	14,003,251	1,518,121	1,374,221	(9,828,026)	7,067,567
1. Interest and similar income from:	13,461,722	1,498,274	1,338,271	(9,812,548)	6,485,719
▪ <i>External customers</i>	5,283,105	763,940	438,674		6,485,719
▪ <i>Internal</i>	8,178,617	734,334	899,597	(9,812,548)	-
2. Fee and commission income	229,692	17,256	28,734		275,682
3. Other income	311,837	2,591	7,216	(15,478)	306,166
II. Expenses	13,389,502	1,293,389	1,210,666	(9,828,026)	6,065,531
1. Interest and similar expenses from:	11,933,430	1,064,774	996,606	(9,812,548)	4,182,262
▪ <i>External customers</i>	2,969,217	543,715	669,330		4,182,262
▪ <i>Internal</i>	8,964,213	521,059	327,276	(9,812,548)	-
2. Depreciation expenses	60,831	7,150	5,617		73,598
3. Direct operating expenses	1,395,241	221,465	208,443	(15,478)	1,809,671
Operating profit before provision expenses for credit losses	613,749	224,732	163,555		1,002,036
Provisions/(reversals) of provision for credit losses	589,520	10,340	11,977		611,837
Segment profit before tax	24,229	214,392	151,578		390,199

	As at 31 December 2024			
	The Southern region	The Central region	The Northern region	Total
	VND million	VND million	VND million	VND million
I. Assets	88,645,783	9,049,201	5,942,066	103,637,050
1. Cash on hand	378,696	109,626	122,559	610,881
2. Fixed assets	1,359,390	139,467	35,050	1,533,907
3. Other assets	86,907,697	8,800,108	5,784,457	101,492,262
II. Liabilities	70,264,961	12,535,369	14,715,423	97,515,753
1. External liabilities	69,445,934	12,529,138	14,698,560	96,673,632
2. Internal liabilities	24,692	-	-	24,692
3. Other liabilities	794,335	6,231	16,863	817,429

Hồ Chí Minh City, 21 January 2025

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