

SAI GON – HA NOI COMMERCIAL JOINT STOCK BANK

SEPARATE FINANCIAL STATEMENTS

For the period from 1 January 2024 to 31 December 2024

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GENERAL INFORMATION

Saigon – Hanoi Commercial Joint Stock Bank (“the Bank”) is a commercial joint stock bank incorporated and registered in Vietnam. The Bank was established pursuant to the Operation License No. 0041/NH-GP dated 13 November 1993.

Currently, the Bank operates under the Establishment and Operation License No. 115/GP-NHNN dated 30 November 2018 issued by the SBV which has been amended several times and the last amendment is according to Decision No. 1669/QĐ-NHNN dated 07 September 2023, and Enterprise Registration Certificate No. 1800278630 dated 10 December 1993 by the Hanoi Authority for Planning and Investment which was amended for the 35th time on 02 July 2024. The Bank's term of operation is 99 years since 13 November 1993.

The members of the Board of Directors, Board of Supervisors, Board of Management and Chief Accountant of the Bank during the period and to the date of this report are as follows:

Board of Directors

Mr. Do Quang Hien	Chairman
Mr. Do Duc Hai	Vice Chairman (resigned member of Board of Directors from 25 April 2024 to focus on working at the Board of Management according to the Law on Credit Institutions 2024)
Mr. Do Quang Vinh	Vice Chairman
Mr. Thai Quoc Minh	Member
Ms. Ngo Thu Ha	Member
Mr. Pham Viet Dan	Member
Mr. Do Van Sinh	Independent Member
Mr. Haroon Anwar Sheikh	Independent Member (resigned from 25 April 2024)

Board of Supervisors

Mr Pham Hoa Binh	Head of Board of Supervisors
Ms. Le Thanh Cam	Member
Mr. Vu Xuan Thuy Son	Member

Board of Management and Chief Accountant

Ms. Ngo Thu Ha	Chief Executive Officer
Mr. Le Dang Khoa	Deputy General Director
Mr. Nguyen Huy Tai	Deputy General Director
Ms. Ninh Thi Lan Phuong	Deputy General Director
Ms. Hoang Thi Mai Thao	Deputy General Director (resigned from 11 Oct 2024)
Mr. Do Duc Hai	Deputy General Director
Mr. Do Quang Vinh	Deputy General Director
Mr. Luu Danh Duc	Deputy General Director (resigned from 18 Dec 2024)
Ms. Ngo Thi Van	Chief Accountant

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK

77 Tran Hung Dao Street, Tran Hung Dao Ward,
Hoan Kiem District, Hanoi, S.R. Vietnam

SEPARATE STATEMENT OF FINANCIAL POSITION

As at 31 Dec 2024

Unit: VND million

Items	Notes	31-Dec-24	31-Dec-23
A. ASSETS			
I Cash	5	1.505.879	1.324.728
II Balances with the State Bank of Vietnam ("SBV")	6	26.292.908	53.367.977
III Placements with and loans to other credit institutions	7	123.929.877	71.532.886
1 Placements with other credit institutions		99.216.617	62.809.863
2 Loans to other credit institutions		24.713.260	8.841.433
3 Provisions for credit losses of loans to other credit institutions		-	(118.410)
IV Trading securities	8	4.908.635	7.790.402
1 Trading securities		4.945.728	7.849.272
2 Provisions for impairment of trading securities		(37.093)	(58.870)
V Derivative financial instruments and other financial assets	9	-	-
VI Loans to customers		498.020.338	415.915.509
1 Loans to customers	10	506.112.656	424.701.173
2 Provisions for credit losses of loans to customers	11	(8.092.318)	(8.785.664)
VII Investment securities		32.336.908	32.063.660
1 Available for sale investment securities	12,1	14.956.915	14.373.759
2 Held to maturity investment securities	12,2	17.812.962	17.833.636
3 Provisions for impairment of investment securities		(432.969)	(143.735)
VIII Capital contribution, long term investments	13	3.618.217	3.615.216
1 Investment in subsidiaries		3.043.940	3.043.940
2 Investment in associates		500.000	500.000
3 Other long term investments		158.272	158.272
4 Provisions for impairment of long term investments		(83.995)	(86.996)
IX Fixed assets		5.323.402	5.223.696
1 Tangible fixed assets	14,1	822.260	729.258
a Cost		1.529.373	1.478.496
b Accumulated depreciation		(707.113)	(749.238)
3 Intangible assets	14,2	4.501.142	4.494.438
a Cost		4.858.648	4.820.565
b Accumulated amortisation		(357.506)	(326.127)
XI Other assets		45.166.366	34.820.534
1 Other receivables		32.673.852	18.109.014
2 Interest and fee receivable		11.205.191	13.552.896
3 Deferred tax assets		-	-
4 Other assets	15	1.399.278	3.240.147
5 Provision for impairment of other asset		(111.955)	(81.523)
TOTAL ASSETS		741.102.530	625.654.608

SEPARATE STATEMENT OF FINANCIAL POSITION (Continued)

As at 31 Dec 2024

Unit: VND million

Items	Notes	31-Dec-24	31-Dec-23
B LIABILITIES AND OWNERS' EQUITY			
I Borrowings from the Government and the State Bank of Vietnam		1.242.864	1.333.658
1 Deposits and borrowings from the Government and the State Bank of Vietnam		1.242.864	1.333.658
II Deposits and borrowings from other credit institutions	16	132.366.191	69.323.647
1 Deposits from other credit institutions		122.001.272	63.843.443
2 Borrowings from other credit institutions		10.364.919	5.480.204
III Deposits from customers	17	496.106.314	444.627.843
IV Derivative financial instruments and other financial liabilities	9	61.927	97.152
V Grant, trusted funds and borrowings where the Bank bears risk	18	1.429.650	1.611.235
VI Valuable papers issued		39.248.195	42.821.727
VII Other liabilities	19	13.185.511	15.966.433
1 Accrued fee and interest expenses		10.475.811	13.953.991
2 Deferred tax liability		-	-
3 Other payable and liabilities		2.709.700	2.012.442
4 Provision for off-balance sheet commitments and other payables		-	-
TOTAL LIABILITIES		683.640.652	575.781.695
VIII CAPITAL AND RESERVES	20	57.461.878	49.872.913
1 Contributed capital		38.073.428	37.638.324
a Charter capital		36.629.085	36.193.981
b Share premium		1.449.603	1.449.603
c Treasury shares		(5.260)	(5.260)
2 Reserves		5.299.804	5.080.327
3 Difference of asset revaluation		-	-
4 FX reserves		-	-
5 Retained earnings		14.088.646	7.154.262
VIII MINORITY INTEREST		-	-
TOTAL LIABILITIES AND OWNERS' EQUITY		741.102.530	625.654.608

SEPARATE STATEMENT OF FINANCIAL POSITION (Continued)

As at 31 Dec 2024

OFF BALANCE SHEET ITEMS

		Unit: VND million	
Items	Notes	31-Dec-24	31-Dec-23
I Potential liabilities	26	103.259.245	85.671.282
1 Credit guarantees		30.089	55.050
2 FX transactions commitments		5.978.317	15.454.640
<i>Buying foreign currency commitments</i>		257.179	805.070
<i>Selling foreign currency commitments</i>		746	814.380
<i>Cross currency swap contracts</i>		5.720.392	13.835.190
3 Letters of credit commitments		26.223.478	4.966.374
4 Other guarantees		17.655.830	18.218.773

Prepared by



Trần Thanh Thủy

Reviewed by



Ngô Thị Vân
Chief Accountant

Approved by



Ngô Thu Hà
General Director

20. Jan 2025

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK

77 Tran Hung Dao Street, Tran Hung Dao Ward,

Hoan Kiem District, Hanoi, S.R. Vietnam

SEPARATE INCOME STATEMENT
For the 12-month period ended 31 Dec 2024

Items	Notes	Unit: VND million			
		Quarter IV		Accumulated from beginning	
		2024	2023	2024	2023
1 Interest and similar income	21	15.754.563	14.813.702	49.399.495	55.921.747
2 Interest and similar expenses	22	(7.491.465)	(10.042.452)	(28.919.461)	(37.825.621)
I Net interest income		8.263.098	4.771.250	20.480.034	18.096.126
3 Income from services		774.118	238.810	1.523.791	747.446
4 Expenses on services		(24.045)	(113.978)	(252.508)	(298.343)
II Net profit from services	23	750.073	124.832	1.271.283	449.103
III Net gain from trading of foreign currencies		40.224	36.074	85.843	281.250
IV Net gain from trading securities		2.567	10.328	3.847	10.328
V Net (loss)/gain from investment securities		(109.984)	(11.908)	(133.582)	27.981
5 Other operating income		555.196	294.824	1.275.396	470.450
6 Other operating expenses		(126.488)	(23.905)	(174.616)	(59.611)
VI Net profit from other activities		428.708	270.919	1.100.780	410.839
VII Income from capital contribution, equity investments		-	111.783	38.472	737.398
VIII Operating expenses	24	(2.223.400)	(1.133.337)	(5.594.851)	(4.679.134)
IX Net profit from operating activities for credit provision expenses		7.151.286	4.179.941	17.251.826	15.333.891
X Provision expenses before credit losses		(4.369.089)	(3.362.390)	(5.886.360)	(6.175.275)
XI Profit before tax		2.782.197	817.551	11.365.466	9.158.616
7 Current corporate income tax expense		(556.937)	(177.099)	(2.272.902)	(1.838.540)
8 Differed tax income		-	-	-	-
XII Corporate income tax expense		(556.937)	(177.099)	(2.272.902)	(1.838.540)
XIII Profit after corporate income tax		2.225.260	640.452	9.092.564	7.320.076

Prepared by

Trần Thanh Thủy

Reviewed by

 Ngô Thị Vân
Chief Accountant

Approved by

 Ngô Thu Hà
General Director

20 Jan 2025

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK

77 Tran Hung Dao Street, Tran Hung Dao Ward,
Hoan Kiem District, Hanoi, S.R. Vietnam

SEPARATE CASH FLOW STATEMENT

For the 12-month period ended 31 Dec 2024

Unit: VND Million

Items	No	Unit: VND million	
		Accumulated from beginning	
		2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES			
1 Interest and similar income received	01	51.681.581	57.562.848
2 Interest and similar expenses paid	02	(32.397.642)	(32.778.719)
3 Income received from services	03	1.336.901	486.735
4 Net cash received from trading foreign currencies and securities	04	223.566	424.562
5 Other income	05	624.085	220.753
6 Cash recovered from bad debts written off or compensated by provision for credit losses	06	475.451	190.201
7 Payments to employees and for operating management(*)	07	(5.439.352)	(4.582.175)
8 Corporate income tax paid for the period(*)	08	(1.836.932)	(2.405.242)
Net cash from operating profit before movements in assets and working capital	09	14.667.658	19.118.963
Movement in operating assets		(114.336.055)	(60.679.790)
9 (Increase) in placements with and loans to other credit institutions	10	(15.871.828)	1.622.539
10 (Increase) in trading securities	11	2.341.062	(7.004.390)
11 Decrease in derivatives and other financial assets	12	-	269.772
12 (Increase) in loans to customers	13	(81.411.483)	(59.654.251)
13 (Decrease) in provisions for credit losses	14	(6.574.492)	(3.776.019)
14 Decrease in other operating assets	15	(12.819.314)	7.862.559
Movement in operating liabilities		108.952.339	78.553.285
15 (Decrease) in borrowings from the Government and the SBV	16	(90.794)	(8.381.535)
16 Increase/(Decrease) in deposits and borrowings from other credit institutions	17	63.042.544	(7.503.538)
17 Increase in deposits from customers	18	51.478.471	86.179.526
18 Increase/(Decrease) in issued valuable papers (excluding issued valuable papers charged to financial activities)	19	(3.573.532)	8.145.819
19 (Decrease) in grants, trusted funds and borrowings where the Bank bears risks	20	(181.584)	(4.370)
20 Increase in derivatives and other financial liabilities	21	(35.225)	97.152
21 Increase/(Decrease) in other operating liabilities	22	(1.687.541)	20.231
22 Use of reserves(*)	23		
NET CASH FLOWS FROM OPERATING ACTIVITIES	24	9.283.942	36.992.458

SEPARATE CASH FLOW STATEMENT (Continued)

For the 12-month period ended 31 Dec 2024

Unit: VND million

Items	No	Accumulated from beginning	
		2024	2023
I Net cash (used in)/generated by operating activities			
1 Acquisition of fixed assets	25	(210.520)	(235.358)
2 Proceeds from sales, disposal of fixed assets	26	2.474	1.780
3 Expenses on sales, disposal of fixed assets(*)	27	(1.230)	(1.895)
4 Payments for purchased of investment real estate(*)	28	-	-
5 Proceeds from sales, disposal of investment real estate	29	-	-
6 Expenses on sales, disposal of investment real estate(*)	30	-	-
7 Proceeds from investments in other entities	31	-	(44.916)
8 Expenses from investments in other entities	32	-	1.122.889
9 Dividends and profit received from long term investments and capital contribution	33	38.472	114.509
II Net cash (used in)/generated by investing activities	34	(170.804)	957.009
CASH FLOWS FROM FINANCIAL ACTIVITIES			
1 Increase equity capital from issuing shares	35	435.104	-
2 Proceeds from the issuance of long-term valuable papers are eligible for inclusion in equity and other long-term loans	36	-	-
3 Expenses from the issuance of long-term valuable papers are eligible for inclusion in equity and other long-term loans	37	-	-
4 Dividends paid to shareholders and profit distribution(*)	38	(35.406)	(165)
5 Expenses from buys of treasury shares(*)	39	-	-
6 Proceeds from sales of treasury shares	40	-	-
III Net cash generated by/(used in) financial activities	41	399.698	(165)
IV Net cash flows for the period	42	9.512.836	37.949.302
V Cash and cash equivalents at the beginning of the period	43	117.502.568	79.553.266
VI Exchange rate revaluation	44	-	-
VII Cash and cash equivalents at the end of the period	45	127.015.404	117.502.568

Prepared by

Trần Thanh Thủy

Reviewed by

Ngô Thị Vân
Chief Accountant

Approved by

Ngô Thu Hà
General Director



20 Jan 2025

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK

77 Tran Hung Dao Street, Tran Hung Dao Ward,
Hoan Kiem District, Hanoi, S.R. Vietnam

NOTES TO THE SEPARATE FINANCIAL STATEMENTS**1. GENERAL INFORMATION****Establishment and Operation**

Saigon – Hanoi Commercial Joint Stock Bank ("the Bank") is a commercial joint stock bank incorporated and registered in Vietnam.

The Bank was established pursuant to the Operation License No. 0041/NH-GP dated 13 November 1993 issued by the State Bank of Vietnam ("SBV") with the original name of Nhon Ai Rural Commercial Joint Stock Bank. The Bank was renamed as Saigon – Hanoi Commercial Joint Stock Bank under Decision No 1764/QĐ-NHNN dated 11 September 2009 of the SBV. The Bank successfully merged Hanoi Building Commercial Joint Stock Bank ("HBB") and Vinaconex – Viettel Finance Joint Stock Company ("VVF") into its operation in 2012 and 2017, respectively, which is in line with the Restructuring plan of the banking system in Vietnam. Currently, the Bank operates under the Establishment and Operation License No. 115/GP-NHNN dated 30 November 2018 issued by the SBV which has been amended several times and the last amendment is according to Decision No. 1669/QĐ-NHNN dated 07 September 2023, and Enterprise Registration Certificate No. 1800278630 dated 10 December 1993 by the Hanoi Authority for Planning and Investment which was amended for the 35th time on 02 July 2024. The Bank's term of operation is 99 years since 13 November 1993.

The principal activities of the Bank are mobilizing and receiving short, medium and long-term deposit funds from organizations and individuals; lending on short, medium and long-term basis up to the nature and ability of the Bank's capital resources; conducting settlement and cash services and other banking services as approved by the SBV; conducting investments in subsidiaries, associates, joint-ventures and other companies; conducting investments in bonds and dealing in foreign exchange in accordance with applicable regulations.

Charter capital

As at 31 December 2024, the Bank's charter capital was VND 36.629.085 million.

Operating network

The Head Office of the Bank is located at 77 Tran Hung Dao Street, Tran Hung Dao Ward, Hoan Kiem District, Hanoi, Vietnam. At 31 December 2024, the Bank has one (1) Head office, sixty-three (63) branches and two hundred and thirty (230) transaction offices.

Employees

The total number of officers and employees of the Bank as at 31 December 2024 was 6.127 (as at 31 December 2023 was 5.753).

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

Subsidiaries

As at 31 December 2024, the Bank has three (03) subsidiaries as follows:

No.	Name	Established in accordance with	Business sector	Proportion of ownership
1	SHB Debt Management and Asset Development One Member Company Limited ("SHB AMC")	Enterprise Registration Certificate No. 0103811666 by Hanoi Authority for Planning and Investment dated 04 May 2009 and the 5 th Amendment dated 25 June 2019	Debt and Asset management	100.00%
2	Saigon – Hanoi Bank Laos Limited ("SHB Laos")	Enterprise Registration Certificate No. 554/2018/CV-SHB.LAO by Bank of the Lao P.D.R dated 08 July 2015 and the 3 rd amendment dated 22 May 2024	Finance/Banking	100.00%
3	Saigon – Hanoi Bank Cambodia Limited ("SHB Cambodia")	Operation License No. B.35 dated 31 October 2016 issued by the National Bank of Cambodia and Registration Certificate No. MOC-6193635 by Cambodia's Ministry of Commerce dated on 13 March 2017	Finance/Banking	100.00%

Associates

As at 31 December 2024, the Bank has one (01) associate as follows:

No.	Name	Established in accordance with	Business sector	Proportion of ownership
1	SHBank Finance Company Limited ("SHB FC")	Registration Certificate No. 21/GP-NHNN by the State Bank of Viet Nam dated 25 April 2023 and Registration Certificate No. 0107779290 by Hanoi Authority for Planning and Investment dated 28 March 2017, the 9 th amendment dated 18 January 2024	Consumer lending	50.00%

2. ACCOUNTING CONVENTION AND ACCOUNTING PERIOD

Accounting convention

The accompanying separate financial statements, expressed in Vietnam Dong (VND), are prepared under the historical cost convention and in accordance with Vietnamese Accounting Standards, accounting regime applicable to credit institutions in Vietnam and legal regulations relating to separate financial reporting. The figures are rounded to and presented in millions of Vietnam Dong (VND Million).

Accounting period

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

The Bank's financial year begins on 01 January and ends on 31 December. The accompanying separate financial statements were prepared for the 12-month period ended 12 December 2024.

3. ADOPTION OF NEW ACCOUNTING GUIDANCE AND NEW GUIDANCES IN ISSUE BUT NOT YET EFFECTIVE

Adoption of new guidance

Circular No. 06/2024/TT-NHNN dated 18 June 2024

On 18 June 2024, the SBV issued Circular No. 06/2024/TT-NHNN ("Circular 06") amending and supplementing a number of articles of Circular No. 02/2023/TT-NHNN ("Circular 02") dated 23 April 2023 of the SBV regulating credit institutions to restructure debt repayment terms and maintain the same debt group to support customers in difficulty. Accordingly, Circular 06 stipulates that the restructuring of debt repayment terms for customers according to the provisions of this Circular will be implemented from the effective date of this Circular until 31 December 2024. Circular 06 takes effect from 18 June 2024.

Law on Credit Institutions No. 32/2024/QH15 dated 18 January 2024

On 18 January 2024, the National Assembly issued the Law on Credit Institutions No.32/2024/QH15 ("Credit Institutions Law 2024") regulating the establishment, organization, operation, and early intervention, special control, reorganization, dissolution, bankruptcy of credit institutions; handling of bad debts and collateral for bad debts of credit institutions. The Credit Institutions Law 2024 takes effect from 01 July 2024, replacing the Law on Credit Institutions No. 47/2010/QH12 dated 16 June 2010 and the Law No. 17/2017/QH14 dated 20 November 2017 amending and supplementing a number of Articles of the Law on Credit Institutions, except for some provisions effective from 01 January 2025.

Circular No. 21/2024/TT-NHNN dated 28 June 2024

On 28 June 2024, the State Bank of Vietnam issued Circular No. 21/2024/TT-NHNN ("Circular 21") regulating letter of credit operations and other business activities related to letters of credit of credit institutions. Circular 21 includes regulations on classification, deduction levels, methods of setting up risk provisions and the use of provisions to handle credit risks for commitments and assets available when granting credit in the letter of credit operation, when performing the purchase without recourse of the set of documents presented under the letter of credit, entrusting the issuance of letters of credit according to regulations of the law on asset classification, provisioning levels, risk provisioning methods and the use of provisions to handle risks in the operations of banks and foreign bank branches. Circular 21 takes effect from 01 July 2024.

Circular No. 31/2024/TT-NHNN dated 30 June 2024

On 30 June 2024, the SBV issued Circular No. 31/2024/TT-NHNN ("Circular 31") regulating the classification of assets in the activities of commercial banks, non-bank credit institutions and foreign bank branches. Circular 31 replaces Circular No. 11/2021/TT-NHNN dated 30 July 2021 ("Circular 11") of the State Bank of Vietnam regulating asset classification, risk provisioning levels and methods, and the use of provisions to handle risks in the operations of credit institutions and foreign bank branches. Circular 31 takes effect from 01 July 2024.

Decree No. 86/2024/ND-CP dated 11 July 2024

On 11 July 2024, the Government issued Decree No. 86/2024/ND-CP ("Decree 86") regulating the risk provisioning levels and methods, and the use of provisions to handling risks in the operations of credit institutions, foreign bank branches and cases where credit institutions are required to allocate interest receivables that must be withdrawn. Decree 86 takes effect from 11 July 2024.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

The significant accounting policies which have been adopted by the Bank in the preparation of these separate financial statements, are as follows:

Estimates

The preparation of the separate financial statements in conformity with Vietnamese Accounting Standards, accounting regime applicable to credit institutions in Vietnam and legal regulations relating to separate financial reporting requires the Board of Management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the separate financial statements and the reported amounts of revenues and expenses during the accounting period. Although these accounting estimates are based on the Board of Management's best knowledge, actual results may differ from those estimates and assumptions.

Foreign currencies

The Bank maintains its accounting system and records all transactions in original currencies. Monetary assets and liabilities denominated in foreign currencies are translated into VND using exchange rates ruling at the separate statement of financial position date. Nonmonetary items arising in foreign currencies during the period are converted into VND at rates ruling on the transaction dates. Foreign exchange differences arising from the translation of monetary assets and liabilities into VND in the period are recognized and followed in the "Exchange rate revaluation" item under "Shareholders' equity" in the separate statement of financial position and will be transferred to the separate statement of profit or loss at yearend.

Cash and cash equivalents

Cash and cash equivalents comprise cash, current accounts at the SBV, current accounts and time deposits with term of three months or less from the deposit date.

Placements with and loans to other credit institutions

Placements with and loans to other credit institutions are presented at their principal amounts outstanding at the end of the reporting period.

Placements with and loans to other credit institutions are classified and provisioned in accordance with the provisions of Circular 31 of the SBV. Accordingly, the Bank makes specific provisions for deposits (except for current deposits) at other credit institutions and foreign bank branches as prescribed by law, and deposits at overseas credit institutions and loans to other credit institutions in a similar way to those for loans to customers.

Derivatives

Foreign currency forward and swap contracts

For foreign currency forward and swap contracts, the difference between equivalent VND amounts of foreign currency purchase/sale commitments using forward exchange rate and spot exchange rate as at effective date of the contract is recognized immediately at the effective date of the contract under "Interest and fee receivables" item or "Interest and fee payables" item in the separate statement of financial position. The difference is subsequently allocated to "Net gain/(loss) from trading foreign currency" item over the term of the contract.

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

As at the date of the separate financial statements, commitments of foreign currency forward and swap contracts are revaluated and exchange differences arising from the revaluation of foreign currency denominated balances of these contracts are recognized in the separate income statement.

Interest rates swap contracts

Commitments of one-currency-interest-rate swap contracts are not recognised in the separate statement of financial position. For two-currency-interest-rate swap contracts with nominal principal swap, commitments are recognised in the separate statement of financial position. Income and expenses arising from interest rate effects are recognised on an accrual basis. For two-currency-interest-rate swap contracts without nominal principal swap, commitments are recognised in the separate statement of financial position at the date of the principal exchange. Income and expenses arising from interest rate effects are recognised on the accrual basis.

Loans to customers

Loans to customers are disclosed and presented at their principal amounts outstanding at the end of the reporting period.

Provision for credit losses

Classification of loans and provision for credit losses

In accordance with Circular 31 and Decree 86, credit institutions are required to implement loan classification and credit risk provisioning. Loan classification and credit risk provisioning in compliance with Circular 31 are applied to Assets (hereinafter referred to as "debits") including:

- Loans;
- Financial leasing;
- Discounts, rediscounts of negotiable instruments and other valuable papers;
- Factoring;
- Credit facilities in the form of credit card issuance;
- On-behalf payments under off-balance sheet commitments (including payments made on behalf of customers to fulfill their obligations under guarantee agreements and in letter of credit (L/C) operations (except for the cases specified in point n of this Clause) and other on-behalf payments under off-balance sheet commitments);
- Amounts for purchase and entrustment of purchase of corporate bonds (including bonds issued by other credit institutions) which have not yet been listed on stock exchanges or have not yet been registered for trading on the UPCoM trading system (hereinafter referred to as unlisted bonds), excluding the purchase of unlisted bonds with trusted funds to which the trustee bears the risk;
- Credit granting entrustment;
- Deposits (except for current accounts and deposits at Vietnam Bank for Social Policies following the SBV's regulations on maintaining the balance of deposits at Vietnam Bank for Social Policies of state-owned credit institutions) at credit institutions and foreign banks branches as prescribed by law and deposits at overseas credit institutions;
- Buying and selling debts according to regulations of the State Bank of Vietnam (hereinafter referred to as "SBV"), except for bad debt buying and selling transactions conducted between credit institutions or FBBs and Vietnam Asset Management Company (VAMC);

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

- Repos of Government bonds in the stock market following the law on issuance, registration, depository, listing and trading of Government debt instruments in the stock market;
- Purchase of promissory notes, bills and certificates of deposit issued by other credit institutions and foreign banks' branches.
- Issuance of deferred payment L/Cs containing a provision that the beneficiary is entitled to receive sight payment or advanced payment before the L/C due date, and L/C reimbursement in the form of an agreement with the customer to make payment using the reimbursing bank's funds from the date on which the reimbursing bank pays the beneficiary; L/C payment by negotiation;
- Outright purchase without recourse of sets of documents presented under L/Cs, except where a commercial bank or FBB buys outright a set of documents presented under an L/C which it issued.

Accordingly, customers' loans are determined to be in the highest risk group of the classification under Circular 31 and customers' highest debt group at credit institutions provided by the Credit Information Center ("CIC") of the SBV at the time of loan classification.

Loans are classified by risk level into: Standard, Special-mentioned, Sub-standard, Doubtful and Loss. Loans classified as either Sub-standard, Doubtful or Loss are considered as bad debts.

Net credit risk exposure for each item is calculated by subtracting from the outstanding loan balance the discounted value of collateral which is subject to discount rates in accordance with Decree 86. The specific provision is made based on the net credit risk exposure of each item using the prescribed provision rates as follows:

Group	Category	Provision rate
1	Standard	0%
2	Special-mentioned	5%
3	Sub-standard	20%
4	Doubtful	50%
5	Loss	100%

According to Circular 02, the Bank is required to make specific provision for debts to customers whose repayment terms are rescheduled as prescribed in this Circular as follows:

- Up to 31 December 2023: by at least 50% of the specific provision to be additionally made; and
- Up to 31 December 2024: 100% of the specific provision to be additionally made.

Investments

Trading securities

Trading securities are debt securities that the Bank has bought and had the intention to sell in the near future to gain benefits from price differences. Trading securities are recorded at cost at the transaction date and subsequently recorded at cost during the holding period. Interest earned during the holding period of trading securities is recorded on a cash basis in the separate income statement.

These securities are subject to impairment review at the date of the separate financial statements. Provisions for securities that are stipulated in the scope of Circular 31 are made in accordance with Decree 86 (as described in the summary of significant accounting policies for "Provision for credit risks").

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

Provisions for impairment of securities that are not stipulated in the scope of Circular 31 are made when their carrying values are higher than their market values determined in accordance with prevailing accounting regulations. Provision for impairment is recorded in the separate income statement as "Net gain/(loss) from trading securities".

Investment securities

Available-for-sale investment securities

Available-for-sale investment securities include debt and equity securities that the Bank holds less than 11% of voting rights for investment and ready-for-sale purposes. These securities are not frequently traded but can be sold at anytime once they are profitable, and the Bank is neither the founding shareholder/strategic partner nor capable of controlling, to some extent, the process of initiating and approving financial and operating policies of the investees, which is evidenced by a written agreement on delegating personnel for representation in the Board of Directors/Board of Management.

Available-for-sale equity securities are recognized at cost at the transaction date and subsequently recognized at cost during the holding period.

Available-for-sale debt securities are initially recognized at par value at the transaction date. Accrued interest before the acquisition date (for debt securities with interest payment in arrears) or interest income received upfront awaiting amortisation (for debt securities with interest payment in advance) is recorded in a separate account. Any discount or premium, which is the difference between the cost and the amount equal to par value plus (+) accrued interest before the acquisition date (if any) or minus (-) interest received upfront awaiting amortisation (if any), is also recorded in a separate account.

Periodically, available-for-sale investment securities are subject to impairment review. Provision for securities that are stipulated in the scope of Circular 31 are made in accordance with Decree 86 (as described in the summary of significant accounting policies for "Provision for credit risks"). Provision for impairment of securities that are not stipulated in the scope of Circular 11 are made when their carrying values are higher than their market values determined in accordance with prevailing accounting regulations. Provision for impairment is recorded in the separate income statement as "Net gain/(loss) from investment securities".

Held-to-maturity investment securities

Held-to-maturity investment securities are debt securities that the Bank purchases for investment purpose to gain interest and the Bank has the intention and the capacity to hold the securities until maturity. Held-to-maturity securities have determinable value and fixed maturity dates. In case of being sold before maturity, they will be reclassified as trading or available-for-sale securities. Held-to-maturity investment securities are recognized similarly to available-for-sale debt securities.

Periodically, held-to-maturity investment securities are subject to impairment review. Provision for securities that are stipulated in the scope of Circular 11 are made in accordance with Circular 11 (as described in the summary of significant accounting policies for "Provision for credit risks"). Provision for impairment of securities that are not stipulated in the scope of Circular 11 are made when their carrying values are higher than their market values determined in accordance with prevailing accounting regulations. Provision for impairment is recognized in the separate income statement as "Net gain/(loss) from investment securities".

Reclassification

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

According to Official Letter No. 2601/NHNN-TCKT dated 14 April 2009 by the SBV, reclassification after transaction date is made only once for each item of investment securities. In special cases or in case a large number of securities has to be reclassified (greater than or equal to 50% of total value of the portfolio), the Bank will disclose the effect of reclassification on total assets, liabilities, equity, income and expenses of the Bank in the separate financial statements.

Other long-term investments

Other long-term investments represent the Bank's capital investments in other enterprises at which the Bank either owns less than 11% of the voting rights or is a founding shareholder; or a strategic partner; or is capable of controlling, to some extent, the process of initiating and approving financial and operating policies of the investees, which is evidenced by a written agreement on delegating personnel for representation in the Board of Directors/Board of Management. The investments are initially recognized at cost at the transaction date and always carried at that cost during the subsequent holding period.

Provision for impairment of capital contribution, long-term investments

Provision for impairment of investments in capital contribution and long-term investments are made when the investee is operating at loss in accordance with prevailing accounting regulations.

Provision for impairment of capital contribution and long-term investments are recognized as an operating expense in the separate income statement. In case an investment is made in listed shares or the fair value of an investment is reliably determined, the provision is made based on the market value of the stock (similar to the provision for impairment of available-for-sale investment securities).

Recognition

The Bank recognizes investment in securities and other investments at the date when the Bank performs the contractual terms (transaction-date based policy). Investment in securities and other investments are initially recognized at cost. After initial recognition, investment in securities and other investments are recognized under the above-mentioned accounting policies.

Derecognition

Investments in securities and other investments are derecognized when the rights to receive cash flows from the investments end or when the Bank transfers to the buyer the significant risks and rewards associated with the ownership of the investments.

Trust activities and trusted funds

The value of trusted funds is recorded when the trust contracts have been signed and trusted funds have been realised. Rights and obligations of the trustor and trustee relating to profit and profit sharing, trust fee, other rights and obligations are in compliance with the terms of the signed contracts. The assets that are held under custody services are not considered as assets of the Bank and therefore, they are not recognized in the separate financial statements of the Bank.

Tangible fixed assets

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

Tangible fixed assets are stated at cost less accumulated depreciation. The cost of tangible fixed asset comprises all the Bank's purchase price plus any directly attributable costs of bringing the asset to the working condition for its intended use.

Expenditures for additions and improvements are capitalized and expenditures for maintenance and repairs are charged to the separate income statement when incurred. When assets are sold or disposed, their cost and accumulated depreciation are written off and any gains or losses resulting from their disposals are recorded in the separate income statement.

Intangible assets

Intangible assets are stated at cost less accumulated amortization. The cost of an intangible asset comprises all the Bank's expenditures paid to acquire the asset until it is put into use.

Expenditures for improvements of intangible assets are capitalized. The expenditures related to intangible assets incurred after the initial recognition and evaluated with certainty, increasing the economic benefits of intangible assets compared to the initial activity level, are capitalized. Other expenditures related to intangible assets incurred after initial recognition are charged to the separate income statement. When intangible assets are sold or disposed, their cost and accumulated amortisation are written off and any gains or losses resulting from their disposals are recorded in the separate income statement.

Leasing

A lease is classified as a finance lease when significant rights and risks relating to ownership of the leased item are transferred to the lessee. All leases other than finance leases are classified as operating leases.

A lease is considered as an operating lease when the lessor still enjoys many of the benefits and is subject to the risk of ownership of the property. The value of the operating leased property is not recognized on the separate statement of financial position. Rentals under operating leases are recorded in "Operating Expenses" on a straight-line basis over in the lease term.

Depreciation and amortization

Depreciation and amortization of tangible fixed assets and intangible assets are calculated on a straight-line basis over the estimated useful lives of the assets, as follows:

<u>Assets</u>	<u>Estimated useful lives (Years)</u>
Buildings and structures	25
Machinery and equipment	03 - 05
Motor vehicles	06 - 10
Office equipment	03 - 07
Other tangible fixed assets	04 - 07
Computer software	03 - 08
Other intangible assets	02 - 20

Land use rights are not amortized if they are granted by the Government of Vietnam for an indefinite term. Land use rights with definite term are amortized over the granted term from 30 - 46 years.

Prepayments

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

Prepayments include actual expenses that have arisen but are related to the results of business activities of many accounting periods. Prepayments comprise prepaid office rentals and other prepaid expenses.

Office rentals represent the amounts which have been paid in advance. Prepaid office rental is charged to the separate income statement using the straight-line method over the rental period.

Other prepayments include repair, maintenance costs for assets, costs of tools and supplies issued for consumption and other prepaid expenses, which are expected to provide future economic benefits to the Bank. These expenses are capitalized as prepayments and are allocated to the separate income statement using the straight-line method over the period of three years or less in accordance with prevailing accounting regulations.

Receivables

Receivables other than those from credit activities in the Bank's operation are initially recognized at cost and subsequently recorded at cost. Other receivables are subject to impairment review based on the overdue status or based on the expected loss for the following cases: institutional debtors who have fallen into bankruptcy or have been in the process of dissolution; or individual debtors who are missing, escaping, prosecuted, on trial or passed away even though receivables are not overdue. Provision expense incurred is recorded as "Operating expenses" in the separate income statement during the period.

Provision rates for overdue receivables are applied in accordance with the prevailing accounting regulations.

Other provisions

Other provisions are recognized when the Bank has a present obligation as a result of a past event, and it is probable that the Bank will be required to settle that obligation. Other provisions are measured at the Board of Management's best estimate of the expenditure required to settle the obligation at the accounting period.

Revenue and expenses

Interest and similar income/expenses

Interest income from loans to customers and interest expense on borrowings are recognized in the separate income statement on the accrual basis. Accrued interest income arising from the loans that are classified from group 2 to group 5 in accordance with Circular 31, accrued interest income on loans restructured and maintained as Standard loan groups (group 1) as prescribed in Decree 55; Circular 02 and Circular 06 will not be recognized the separate income statement. Accrued interest income on such loans is recorded as an off-balance-sheet item and is recognized in the separate income statement upon actual receipt.

Income from interest on investment securities in securities are recorded on the accrual basis. For accrued interest income on investment securities that are fallen within the scope of Circular 31 and classified from group 2 upwards is not recognized in the separate income statement for the period. These accruals are recorded as an off-balance-sheet items and are only recognized in the separate income statement upon actual receipt.

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

Income from service charges and commissions

Income from service charges and commissions is recognized on the basis of services provided.

Income from guarantee and L/C commitment activities

Income from guarantee and L/C commitment activities is recognized on the accrual and allocation basis.

Income from trading securities

Income from trading securities is determined based on the difference in selling price and cost of securities sold.

Recognition of dividends and profits received

Cash dividends and profits received from investment and capital contributions activities are recorded in the separate income statement when the Bank's right to receive dividends and profits has been established. Share dividends, which are distributed from profits of joint stock companies, are recognized neither as an increase in the value of received shares nor financial income in the separate financial statements but are only used for tracking the increase in the number of shares according to Circular No. 200/2014/TT-BTC dated 22 December 2014 issued by the Ministry of Finance.

Revenue from other services

When the contract results can be determined reliably, revenue will be recognized based on the level of work completion. If the contract results cannot be determined reliably, revenue will only be recognized at the recoverable level of the recorded expenses.

5. CASH

	31/12/2024	31/12/2023
	<i>VND million</i>	<i>VND million</i>
Cash on hand in VND	1.263.133	1.115.239
Cash on hand in in foreign currencies	242.746	209.489
	1.505.879	1.324.728

6. BALANCES WITH THE STATE BANK OF VIETNAM

	31/12/2024	31/12/2023
	<i>VND million</i>	<i>VND million</i>
Balances with the State Bank	26.292.908	53.367.977
	26.292.908	53.367.977

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

7. PLACEMENTS WITH AND LOANS TO OTHER CREDIT INSTITUTIONS

	31/12/2024	31/12/2023
	VND million	VND million
Placements with other credit institutions		
Demand deposits	19.896.548	14.243.926
- In VND	12.022.685	9.967.424
- In foreign currencies	7.873.863	4.276.502
Term deposits	79.320.069	48.565.937
- In VND	73.459.669	42.810.000
- In foreign currencies	5.860.400	5.755.937
	99.216.617	62.809.863
Loans to other credit institutions		
- In VND	24.713.260	8.841.433
- Provisions for credit losses	-	(118.410)
	24.713.260	8.723.023
Placements with and Loans to other credit institutions	123.929.877	71.532.886

8. TRADING SECURITIES

	31/12/2024	31/12/2023
	VND million	VND million
Debt securities	4.945.728	7.849.272
Debt securities issued by domestic business entities	4.945.728	7.849.272
Provision of trading securities	(37.093)	(58.870)
General provision	(37.093)	(58.870)
	4.908.635	7.790.402

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

9. DERIVATIVES AND OTHER FINANCIAL ASSETS/(LIABILITIES)

	Net book value (at exchange rate as at the reporting date) (Million VND)
	AssetsLiabilities
As at 31 December 2024	
Derivatives	61.927
Forward contracts	21.584
Swap contracts	40.343
As at 31 December 2023	
Derivatives	97.152
Forward contracts	9.083
Swap contracts	88.069

10. LOANS TO CUSTOMERS

10.1. Analysis of loans portfolio by original term

	31/12/2024	31/12/2023
	VND million	VND million
Short-term loans	198.178.683	177.972.047
Medium-term loans	124.495.644	97.483.836
Long-term loans	183.438.329	149.245.290
	506.112.656	424.701.173

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

10.2 Analysis of loans portfolio by type of customer and business ownership

	31/12/2024		31/12/2023	
	<i>VND million</i>	<i>%</i>	<i>VND million</i>	<i>%</i>
Loans to economic entities				
State-owned enterprises	1.334.812	0,26%	1.961.411	0,46%
Limited liability companies	163.975.507	32,40%	122.560.195	28,86%
Joint stock companies in which the State's holding percentage is more than 50% (major shareholding percentage)	4.268.833	0,84%	9.769.747	2,30%
Other joint stock companies	260.823.837	51,53%	213.370.697	50,24%
Partnerships	1.846	0,00%	27.646	0,01%
Private companies	91.051	0,02%	4.361.404	1,03%
Foreign invested enterprises	28.932	0,01%	14.620	0,00%
Cooperatives, cooperative unions	30.663	0,01%	12.152	0,00%
Loans to individuals	0	0,00%	0	0,00%
Household business, individuals	75.557.175	14,93%	72.623.301	17,10%
	506.112.656	100,00%	424.701.173	100,00%

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

10.3 Analysis of loan portfolio by industry sectors

	31/12/2024		31/12/2023	
	<i>VND million</i>	<i>%</i>	<i>VND million</i>	<i>%</i>
Agriculture, forestry and aquaculture	8.865.553	1,76%	22.629.207	5,33%
Mining	1.139.169	0,22%	1.351.381	0,32%
Manufacturing and processing	37.996.118	7,51%	42.224.179	9,94%
Electricity, gas, hot water, steam and air-conditioning	20.414.797	4,03%	21.424.673	5,04%
Water supply, sanitation and waste treatment and management	631.533	0,12%	402.832	0,09%
Construction	68.264.725	13,49%	68.060.322	16,03%
Wholesale and retail trade; repair of motor vehicles, motor cycles	145.458.393	28,75%	123.332.113	29,04%
Transport, warehouse	20.304.995	4,01%	13.133.457	3,09%
Hospitality and catering services	12.118.644	2,39%	2.836.555	0,67%
Information and communications	148.159	0,03%	106.645	0,03%
Finance and insurance	743.778	0,15%	204.929	0,05%
Real estates trading	122.143.237	24,14%	65.630.142	15,45%
Science and technology	3.177.614	0,63%	249.798	0,06%
Administrative activities and supporting service	12.761.908	2,52%	6.524.103	1,54%
Party, unions, state management, security and national defence, social guarantee	13.283	0,00%	11.740	0,00%
Education and training	55.655	0,01%	81.883	0,02%
Health care and social work	163.419	0,03%	58.856	0,01%
Art and recreation	484.660	0,10%	144.495	0,03%
Other service activities	41.689.871	8,23%	48.725.470	11,47%
Household production and business	9.537.145	1,88%	7.568.393	1,79%
Total outstanding loans	506.112.656	100,00%	424.701.173	100,00%

10.4 Analysis of loan portfolio by quality

	31/12/2024	31/12/2023
	<i>VND million</i>	<i>VND million</i>
Standard loans	490.552.725	403.623.083
Special-mentioned loans	3.267.303	8.444.832
Sub-standard loans	852.930	577.495
Doubtful loans	2.092.065	2.351.313
Loss loans	9.347.633	9.704.450
	506.112.656	424.701.173

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

10.5 Analysis of loan portfolio by quality (as per Circular 31/2024/TT NHNN)

	31/12/2024	31/12/2023
	<i>VND million</i>	<i>VND million</i>
Standard loans	617.354.495	487.174.343
Special-mentioned loans	4.386.095	8.444.832
Sub-standard loans	1.092.049	1.104.031
Doubtful loans	1.937.875	2.351.313
Loss loans	11.106.215	9.825.860
	635.876.729	508.900.379

11. PROVISIONS FOR CREDIT LOSSES ON LOANS TO CUSTOMERS

Movements in provisions for credit losses on loans to customers for the 12-month period end 31 Dec 2024 are as follows:

	General provision	Specific provision	Total
	<i>VND million</i>	<i>VND million</i>	<i>VND million</i>
Opening balance	3.093.834	5.691.830	8.785.664
Provision made for the period	617.060	5.264.086	5.881.146
Provision used to write off bad debts for the period	-	(6.574.492)	(6.574.492)
Closing balance	3.710.894	4.381.424	8.092.318

Movements in provisions for credit losses on loans to customers for the 12-month period ended 31 Dec 2023 are as follows:

	General provision	Specific provision	Total
	<i>VND million</i>	<i>VND million</i>	<i>VND million</i>
Opening balance	2.671.071	3.678.942	6.350.013
Provision made for the period	422.763	5.756.469	6.179.232
Provision used to write off bad debts for the period	-	(3.743.581)	(3.743.581)
Closing balance	3.093.834	5.691.830	8.785.664

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

12. INVESTMENT SECURITIES

12.1 Available-for-sale investment securities

	31/12/2024	31/12/2023
	<i>VND million</i>	<i>VND million</i>
Debt securities	14.928.258	14.344.306
Government bonds	5.461.583	5.465.909
Debt securities issued by other domestic credit institutions	905.159	-
Debt securities issued by local business entities	8.561.516	8.878.397
Equity securities	28.657	29.453
Equity securities issued by other local credit institutions	-	796
Equity securities issued by local business entities	28.657	28.657
Provisions of available-for-sale investment securities	(64.394)	(66.071)
Provisions for impairment	(384)	(297)
General provision	(64.010)	(65.774)
	14.892.521	14.307.688

12.2 Held-to-maturity investment securities

	31/12/2024	31/12/2023
	<i>VND million</i>	<i>VND million</i>
Debt securities	17.812.962	17.833.636
Government bonds	16.430.881	16.807.100
Debt securities issued by other domestic credit institutions	855.545	500.000
Debt securities issued by domestic economic entities	526.536	526.536
Provisions of held-to-maturity investment securities	(368.575)	(77.664)
Provisions for impairment	-	-
General provision	-	(3.949)
Specific provision	(368.575)	(73.715)
	17.444.387	17.755.972

13. CAPITAL CONTRIBUTION, LONG-TERM INVESTMENTS

	31/12/2024	31/12/2023
	<i>VND million</i>	<i>VND million</i>
Investments in subsidiaries	3.043.940	3.043.940
Investments in associates	500.000	500.000
Other long-term investments	158.272	158.272
Provisions for impairment of long-term investments	(83.995)	(86.996)
	3.618.217	3.615.216

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

14. FIXED ASSETS

14.1 Tangible fixed assets

Unit: VND million

Items	Building, structures	Machinery, equipment	Motor vehicles	Office equipments	Others	Total
Cost						
Opening balance	640.017	231.630	198.037	407.150	1.662	1.478.496
Increase in the period	42.536	37.511	31.279	62.803	175	174.304
- Acquisitions during the year	41.922	37.095	30.445	62.803	175	172.440
- Other increases	614	416	834	-	-	1.864
Decreases in the period	(4.377)	(64.307)	(19.672)	(33.521)	(1.550)	(123.427)
- Disposals	(4.377)	(64.307)	(19.672)	(33.144)	-	(121.500)
- Other decreases	-	-	-	(377)	(1.550)	(1.927)
Closing balance	678.176	204.834	209.644	436.432	287	1.529.373
Accumulated depreciation						
Opening balance	184.511	199.691	136.099	228.752	185	749.238
Increase in the period	21.168	4.320	12.953	40.133	17	78.591
- Depreciation charged for the year	20.982	4.292	12.720	40.133	17	78.144
- Other increases	186	28	233	-	-	447
Decreases in the period	(3.963)	(64.263)	(19.305)	(33.007)	(177)	(120.715)
- Disposals	(3.963)	(64.263)	(19.305)	(32.924)	-	(120.455)
- Other decreases	-	-	-	(83)	(177)	(260)
Closing balance	201.715	139.748	129.747	235.878	25	707.113
Net book value						
Opening balance	455.506	31.939	61.938	178.398	1.477	729.258
Closing balance	476.461	65.086	79.897	200.554	262	822.260

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

14.2 Intangible fixed assets

Items	Land use rights	Computer software	Other	Total
Cost				
Opening balance	4.360.370	440.133	20.062	4.820.565
Increase in the period	-	38.083	-	38.083
- Acquisitions during the year	-	38.083	-	38.083
Decreases in the period	-	-	-	-
- Disposals	-	-	-	-
- Other decreases	-	-	-	-
Closing balance	4.360.370	478.216	20.062	4.858.648
Accumulated amortisation				
Opening balance	6.753	303.565	15.809	326.127
Increase in the period	159	30.218	1.002	31.379
- Amortisation charged for the year	159	30.218	1.002	31.379
Decreases in the period	-	-	-	-
- Disposals	-	-	-	-
Closing balance	6.912	333.783	16.811	357.506
Net book value				
Opening balance	4.353.617	136.568	4.253	4.494.438
Closing balance	4.353.458	144.433	3.251	4.501.142

15. OTHER ASSETS

	31/12/2024	31/12/2023
	VND million	VND million
Foreclosed assets awaiting resolution	702.291	1.052.516
Awaiting-allocation expenses	592.869	766.653
Other assets	104.118	1.420.978
	1.399.278	3.240.147

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

16. DEPOSITS AND BORROWINGS FROM OTHER CREDIT INSTITUTIONS

Deposits from other credit institutions

	31/12/2024	31/12/2023
	<i>VND million</i>	<i>VND million</i>
Demand deposits	26.493.487	12.840.387
- In VND	25.513.177	12.264.515
- In gold & foreign currencies	980.310	575.872
Term deposits	95.507.785	51.003.056
- In VND	86.946.505	41.375.198
- In gold & foreign currencies	8.561.280	9.627.858
Total	122.001.272	63.843.443

Borrowings from other credit institutions

	31/12/2024	31/12/2023
	<i>VND million</i>	<i>VND million</i>
- In VND	1.237.743	852.369
- In gold & foreign currencies	9.127.176	4.627.835
Total	10.364.919	5.480.204

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

17. DEPOSITS FROM CUSTOMERS

	31/12/2024	31/12/2023
	<i>VND million</i>	<i>VND million</i>
Demand deposits	36.073.016	42.092.401
- Demand deposits in VND	34.677.779	40.888.026
- Demand deposits in foreign currencies	1.395.237	1.204.375
Term deposits	458.168.049	400.659.547
- Term deposits in VND	451.914.749	394.770.017
- Term deposits in foreign currencies	6.253.300	5.889.530
Deposits for specific purpose	1.311	1.671
- Deposits for specific purpose in VND	1.004	1.397
- Deposits for specific purpose in foreign currencies	307	274
Margin deposits	1.863.938	1.874.224
- Margin deposits in VND	1.857.785	1.861.696
- Margin deposits in foreign currencies	6.153	12.528
	496.106.314	444.627.843

18. GRANTS, ENTRUSTED FUND AND BORROWINGS WHERE THE BANK BEARS RISKS

	31/12/2024	31/12/2023
	<i>VND million</i>	<i>VND million</i>
Funds received from other organisations and individuals in VND	613.746	705.880
Funds received from other organisations and individuals in foreign currencies	815.904	905.355
	1.429.650	1.611.235

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

19. OTHER PAYABLES AND LIABILITIES

	31/12/2024	31/12/2023
	<i>VND million</i>	<i>VND million</i>
Interest and fee payables	10.475.811	13.953.991
Internal payables	232.837	19.376
External payables	2.280.818	1.848.392
Bonus and welfare funds	196.045	144.674
	13.185.511	15.966.433

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

20. CAPITAL AND RESERVES

Unit: VND million

	Charter capital	Share premium	Foreign exchange reserves	Treasury shares	Investment and development fund	Financial reserve fund	Capital supplementayres erve	Other funds	Retained earnings	Total
Opening balance	36.193.981	1.449.603	-	(5.260)	23.551	3.384.369	1.671.385	1.022	7.154.262	49.872.913
Increase in the period	435.104	-	-	-	-	-	-	219.602	6.934.384	7.589.090
Increase in the period	435.104	-	-	-	-	-	-	219.602	6.934.384	7.589.090
Decreases in the period	-	-	-	-	-	(125)	-	-	-	(125)
Decreases in the period	-	-	-	-	-	(125)	-	-	-	(125)
Closing balance	36.629.085	1.449.603	-	(5.260)	23.551	3.384.244	1.671.385	220.624	14.088.646	57.461.878

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

21. INTEREST AND SIMILAR INCOME

	From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
	<i>VND million</i>	<i>VND million</i>
Interest from deposits	1.972.492	1.779.298
Interest from loans to customers	44.514.400	50.269.842
Interest from trading, investment in debt securities	2.604.723	3.586.312
Other income from credit activities	106.354	95.530
Income from guarantee services	201.526	190.765
	49.399.495	55.921.747

22. INTEREST AND SIMILAR EXPENSES

	From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
	<i>VND million</i>	<i>VND million</i>
Interest expense on deposits	(25.556.119)	(33.165.437)
Interest expense on borrowings	(906.751)	(1.106.120)
Interest expense on valuable papers issued	(2.421.893)	(3.084.832)
Expenses on other credit activities	(34.698)	(469.232)
	(28.919.461)	(37.825.621)

23. NET GAIN/(LOSS) FROM SERVICES

	From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
	<i>VND million</i>	<i>VND million</i>
Income from services	1.523.791	747.446
- Income from remittance services	1.128.901	291.520
- Income from trust and agency services	89.941	68.824
- Income from property preservation, cabinet rental services	166.852	267.547
- Others	138.097	119.555
Expense for services	(252.508)	(298.343)
- Expense for remittance services	(75.916)	(80.558)
- Post and telecommunications	(68.600)	(75.684)
- Expense for treasury services	(56.358)	(45.464)
- Others	(51.634)	(96.637)
Net gain from services	1.271.283	449.103

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

24. OPERATING EXPENSES

	From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
	<i>VND million</i>	<i>VND million</i>
Tax, duties and fees	(79.371)	(62.955)
Staff cost	(3.006.320)	(2.609.128)
Expenses on fixed assets	(570.236)	(512.709)
In which:		
- Depreciation and amortisation expenses	(109.720)	(96.580)
Expenses for operating management	(1.436.912)	(1.074.039)
Insurance premium for customers' deposits	(499.009)	(427.745)
Reversed/(Expenses) provision (excluding on and off- balance sheet credit risk provision expenses; securities provision expenses)	(3.003)	7.442
	(5.594.851)	(4.679.134)

25. CASH AND CASH EQUIVALENTS

	31/12/2024	31/12/2023
	<i>VND million</i>	<i>VND million</i>
Cash and cash equivalent	1.505.879	1.324.728
Balances with the State Bank of Vietnam	26.292.908	53.367.977
Current deposits at other credit institutions	19.896.548	14.243.926
Deposits at other credit institutions with terms not exceeding 3 months	79.320.069	48.565.937
	127.015.404	117.502.568

26. CONTINGENT LIABILITIES AND COMMITMENTS

	31/12/2024	31/12/2023
	<i>VND million</i>	<i>VND million</i>
Credit guarantees	30.089	55.050
Commitments	32.201.795	20.421.014
Foreign exchange transactions commitments	5.978.317	15.454.640
Buying foreign currency commitments	257.179	805.070
Selling foreign currency commitments	746	814.380
Cross currency swap contracts	5.720.392	13.835.190
Letters of credit (L/C) commitments	26.223.478	4.966.374
Other guarantees	17.655.830	18.218.773

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

27. RELATED PARTY TRANSACTIONS AND BALANCES

Related party transactions are transactions undertaken with other entities to which the Bank is related. A party is considered to be related to the Bank if:

- (a) Enterprises that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Bank (including holding companies, subsidiaries and fellow subsidiaries);
- (b) Associates (see Vietnamese Accounting Standards No. 07 “Accounting for Investments in Associates”);
- (c) Individuals owning, directly or indirectly, an interest in the voting power of the Bank that gives them significant influence over the Bank, and close members of the family of any such individual. Close members of the family of an individual are those that may be expected to influence, or be influenced by, that person in their dealings with the Bank, for examples: parent, spouse, progeny, siblings;
- (d) Key management personnel having authority and responsibility for planning, directing and controlling the activities of the Bank, including directors and officers of the Bank and close members of the families of such individuals;
- (e) Enterprises in which a substantial interest in the voting power is owned, directly or indirectly, by any person described in (c) or (d) or over which such person is able to exercise significant influence. This includes enterprises owned by directors or major shareholders of the Bank and enterprises that have a member of key management in common with the Bank.

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

28. SEGMENT REPORT

28.1 Business segment report

	1. Credit	2. Investment	3. Service	4. Capital source	Total
Assets	559.678.205	41.744.042	12.432.763	127.247.520	741.102.530
1. Segment assets	533.812.912	41.605.089	184.965	126.979.538	702.582.504
2. Allocated assets	25.865.293	138.953	12.247.798	267.982	38.520.026
Liabilities	(3.018.959)	(9.561)	(893.679)	(679.718.453)	(683.640.652)
1. Segment liabilities	(1.239.017)	-	(50.877)	(679.700.013)	(680.989.907)
2. Allocated liabilities	(1.779.942)	(9.561)	(842.802)	(18.440)	(2.650.745)

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)
28.2 Geographical segment report

	Northern VND Million	Southern VND Million	Central VND Million	Total VND Million
<i>From 01/01/2024 to 31/12/2024</i>				
Business segment income				
Interest and similar income	16.694.466	2.649.969	1.135.599	20.480.034
Income from services	879.900	368.970	22.413	1.271.283
Income from trading foreign currencies	46.511	32.419	6.913	85.843
Lãi/(lỗ) thuần từ mua bán chứng khoán kinh doanh	3.847	-	-	3.847
Net gain from trading securities	(137.063)	3.472	9	(133.582)
Net profit from other activities	834.966	76.695	189.119	1.100.780
Income from capital contribution, equity investments	38.472	-	-	38.472
Operating expenses	(4.375.805)	(821.443)	(397.603)	(5.594.851)
Net profit from operating activities before credit provision expenses	13.985.294	2.310.082	956.450	17.251.826
Provision expenses before credit losses	(4.631.952)	(864.207)	(390.201)	(5.886.360)
Profit before tax	9.353.342	1.445.875	566.249	11.365.466

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

<i>At 31/12/2024</i>	Northern VND Million	Southern VND Million	Central VND Million	Total VND Million
Assets				
Cash	979.705	376.774	149.400	1.505.879
Balances with the State Bank of Vietnam ("SBV")	26.270.438	18.007	4.463	26.292.908
Placements with and loans to other credit institutions	123.925.965	2.398	1.514	123.929.877
Loans to customers	394.359.880	84.590.912	19.069.546	498.020.338
Financial investment	40.863.760	-	-	40.863.760
Fixed assets	5.210.818	78.443	34.141	5.323.402
Other assets	9.594.816	18.556.610	17.014.940	45.166.366
TOTAL ASSETS	601.205.382	103.623.144	36.274.004	741.102.530
Liabilities				
Deposits and borrowings from the Government, the State Bank of Vietnam and other credit institutions	133.608.542	422	91	133.609.055
Deposits from customers	356.763.396	101.101.798	38.241.120	496.106.314
Other mobilization	32.880.518	4.165.540	3.693.714	40.739.772
Other liabilities	10.503.174	1.909.508	772.829	13.185.511
TOTAL LIABILITIES	533.755.630	107.177.268	42.707.754	683.640.652

SAIGON – HANOI COMMERCIAL JOINT STOCK BANK
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

29. EXCHANGE RATES OF SOME FOREIGN CURRENCIES AT THE REPORTING DATE

	31 December 2024	31 December 2023
	VND	VND
USD	25.480	24.338
EUR	26.530	26.848
GBP	32.013	30.974
CHF	28.219	28.792
JPY	163	172
SGD	18.759	18.412
AUD	15.862	16.597
HKD	3.283	3.105
CAD	17.737	18.331
CNY	3.492	3.421
LAK	1,1640	1,1809
XAU	8.350.000	7.451.000

Prepared by

Chief Accountant *gh* General Director

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Tran Thanh Thuy

Ngo Thi Van

Ngo Thu Ha

20... Jan 2025
