

CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

SAIGON BANK FOR INDUSTRY AND TRADE



TABLE OF CONTENT

	Page
1- Consolidated Statement of Financial Position	1 - 4
2-Consolidated Income Statement	5
3- Consolidated Statement Of Cash Flow	6 - 8
4-Notes To The Consolidated Financial Statements	9 - 50

N.0
N
HU
C
N

THE CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31, 2024

VND Million

Items	Notes	December 31 2024	December 31 2023
A. ASSETS			
I. Cash, gold and gemstones	V.1	188.139	163.234
II. Balances with the State Bank of Vietnam	V.2	715.826	3.759.537
III. Deposits with and loans to other credit institutions	V.3	5.086.568	4.294.866
1. Deposits with other credit institutions		4.426.568	3.884.866
2. Loans to other credit institutions		660.000	410.000
3. Allowance for credit losses		-	-
IV. Held - for - trading Securities	V.4	-	-
1. Held - for trading securities		-	-
2. Allowance for losses on held - for - trading securities		-	-
V. Derivatives and other financial assets	V.5	679	-
VI. Loans to customers	V.6	21.623.860	19.788.825
1. Loans to customers		21.834.544	19.967.377
2. Allowance for losses on loans to customers	V.6.5	(210.684)	(178.552)
VII. Debts purchased		-	-
1. Debts purchased		-	-
2. Allowance for debts purchased		-	-
VIII. Investment Securities	V.7	3.573.338	1.227.562
1. Available-for-sale securities		-	-
2. Held-to-maturity securities		3.645.740	1.283.888
3. Allowance for losses on investment securities		(72.402)	(56.326)
IX. Long - term investments	V.8	28.944	24.196
1. Investments in subsidiaries		-	-
2. Investments in joint-venture companies		-	-
3. Investments in associates		-	-
4. Other long-term investments		53.380	53.380
5. Allowance for diminution in value of long - term investments		(24.436)	(29.184)

THE CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31, 2024

VND Million

Items	Notes	December 31 2024	December 31 2023
X. Fixed assets		1.083.726	1.098.586
1. Tangible fixed assets	V.9	655.716	671.355
a. Cost		1.377.177	1.334.513
b. Accumulated depreciation		(721.461)	(663.158)
2. Financial leased fixed assets	V.10	-	-
a. Cost		-	-
b. Accumulated depreciation		-	-
3. Intangible fixed assets	V.11	428.010	427.231
a. Cost		536.464	529.849
b. Accumulated amortization		(108.454)	(102.618)
XI. Investment Property	V.12	-	-
a. Cost		-	-
b. Accumulated depreciation		-	-
XII. Other assets	V.13	959.320	1.143.819
1. Receivables	V13.1	155.343	216.116
2. Accrued interest and fee receivable		356.582	480.009
3. Deferred income tax assets		-	-
4. Other assets	V.13.2	462.004	462.183
<i>In which: Goodwill</i>		-	-
5. Allowance for losses on other assets		(14.609)	(14.489)
TOTAL ASSETS		33.260.400	31.500.625

THE CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31, 2024

VND Million

Items	Notes	December 31 2024	December 31 2023
B. LIABILITIES AND OWNERS' EQUITY			
I. Borrowings from Government and the State Bank of Vietnam	V.14	-	-
II. Deposits and Borrowings from other credit institutions	V.15	4.227.997	3.050.936
1. Deposits from other credit institutions		4.226.988	3.049.781
2. Borrowings from other credit institutions		1.009	1.155
III. Deposits from customers	V.16	24.413.123	23.556.779
IV. Derivative and other financial liabilities	V.5	-	-
V. Funds and entrusted investments received from the Government, international and other credit institutions		-	-
VI. Valuable paper issued		-	-
VII. Other Liabilities		529.448	823.798
1. Accrued interests and fees payable		361.104	593.058
2. Deferred corporate income tax payables			
3. Other liabilities	V.17	168.344	230.740
4. Allowance for other risks (Provision for contingent liabilities)		-	-
TOTAL LIABILITIES		29.170.568	27.431.513
Items	Notes	December 31 2024	December 31 2023
VIII. Equity and Funds	V.18	4.089.832	4.069.112
1. Capital		3.388.707	3.080.716
a. Charter Capital		3.387.991	3.080.000
b. Basic construction investment fund, fixed assets purchase		-	-
c. Share premium		716	716
d. Treasury stocks		-	-
e. Preferred stocks		-	-
g. Other capital		-	-
2. Reserves		410.664	370.645
3. Foreign exchange differences		-	-
4. Difference upon revaluation of assets		-	-
5. Retained profit		290.461	617.751
IX. Non-controlling interests		-	-
TOTAL LIABILITIES AND OWNERS' EQUITY		33.260.400	31.500.625

THE CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31, 2024

VND Million

OFF- BALANCE SHEET ITEMS

Items		December 31 2024	December 31 2023
1. Gurantees for borrowings		-	-
2. Commitments on foreign exchange transactions	VIII.33	126.200	-
<i>Commitments of swaps</i>		<i>126.200</i>	
3. Commitments of irrevocable loans		-	-
4. Letters of credit	VIII.33	45.168	51.315
5. Other guarantees	VIII.33	327.664	294.463
6. Other commitments		-	-
7. Interest and receivable fees not collected yet	VIII.34a	830.269	495.013
8. Written - off debts	VIII.34b	6.137.191	5.910.095
9. Assets and others documents	VIII.34c	<u>2.864.612</u>	<u>2.744.494</u>

Ho Chi Minh City, January 20, 2025

Prepared by

Chief Accountant

General Director





Pham Thi Mua

Pham Tan Tai

Tran Thanh Giang



CONSOLIDATED INCOME STATEMENT

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

ITEMS	Notes	For the Year ended December 31			
		Q.IV - 2024	Q.IV - 2023	Year 2024	Year 2023
1. Interest and similar income	VI.19	534.911	690.763	2.175.145	2.529.101
2. Interest and similar expenses	VI.20	482.492	469.172	1.470.867	1.637.157
I. Net interest income		52.419	221.591	704.278	891.944
3. Fee and commission income		17.539	17.716	65.093	66.250
4. Fee and commission expenses		9.234	7.385	31.566	27.246
II. Net fee and commission income	VI.21	8.305	10.331	33.527	39.004
III. Net gain/(loss) from trading of foreign currencies	VI.22	9.521	9.395	19.160	33.611
IV. Net gain/(loss) from trading of held-for-trading securities	VI.23	-	-	-	-
V. Net gain/loss from trading of investment securities				-	-
5. Other income		52.726	171.437	157.439	210.782
6. Other expenses		4.144	3.570	13.535	10.945
VI. Net gain/(loss) from other activities	VI.25	48.582	167.867	143.904	199.837
VII. Income from investments in other entities	VI.24				7.191
VIII. Operating Expenses	VI.26	180.066	156.819	630.387	570.437
IX. Operating profit before allowance expenses for credit losses (I+II+III+IV+V+VI+VII - VIII)		(61.239)	252.365	270.482	601.150
X. Allowance expenses for credit losses		52.402	168.225	171.138	268.905
XI. Profits before tax (IX-X)		(113.641)	84.140	99.344	332.245
7. Current corporate income tax		(20.735)	17.236	20.176	65.456
8. Deferred corporate income tax				-	-
XII. Total corporate income tax (7+8)	VI.27.2	(20.735)	17.236	20.176	65.456
XIII. Profit after tax (XI-XII)		(92.906)	66.904	79.168	266.789
XIV. Non-controlling interests				-	-
XV. Earnings per share	VI.18.2			243	866

Prepared by

Chief Accountant



Pham Thi Mua



Pham Tan Tai



Ho Chi Minh City, January 20, 2025

General Director



Tran Thanh Giang

SAIGON BANK FOR INDUSTRY AND TRADE
CONSOLIDATED CASH FLOW STATEMENT

Form : B04/TCTD

For the accounting period from January 01, 2024 to December 31, 2024

(Direct method)

VND Million

Items	Notes	Year 2024	Year 2023
CASH FLOWS FROM OPERATING ACTIVITIES			
01. Interest and similar income received		2.298.572	2.404.049
02. Interest and similar expenses paid		(1.702.821)	(1.375.131)
03. Net fee and commission income received		33.527	39.004
04. Net receipts from trading activities (foreign currencies, gold, securities)		19.160	33.611
05. Other income		17.358	10.250
06. Collection of bad debts previously written off		126.497	189.543
07. Salaries and operating expenses paid		(563.134)	(508.083)
08. Income tax paid		(45.471)	(35.040)
Cash flows from operating activities before changes in operating assets and liabilities		183.688	758.203
Changes in operating assets			
09. (Increase)/Decrease in deposit with and loans to other credit institutions		(250.000)	440.000
10. (Increase)/Decrease in held- for-trading securities and investment securities		(2.350.524)	59.084
11. (Increase)/Decrease in derivative and other financial assets		(679)	1.059
12. (Increase)/Decrease in loans to customers		(1.867.167)	(1.253.151)
13. Utilisation of allowance for losses		(109.791)	(643.153)
14. (Increases)/Decreases in other operating assets		31.857	(128.322)

SAIGON BANK FOR INDUSTRY AND TRADE
CONSOLIDATED CASH FLOW STATEMENT

Form : B04/TCTD

For the accounting period from January 01, 2024 to December 31, 2024

(Direct method)

VND Million

Items	Notes	Year 2024	Year 2023
Changes in operating liabilities			
15. Increase/(Decrease) in borrowings from the Government and the SBV		-	-
16. Increase/(Decrease) in deposits and borrowings from other credit institutions		1.177.061	228.621
17. Increase/(Decrease) in deposits from customers (including deposits of the Vietnam state treasury)		856.344	3.057.372
18. Increase/(Decrease) in valuable papers issued (excluding valuable papers issued classified into financing activities)		-	-
19. Increase/(Decrease) in funds and entrusted investments received from the Government, international and other credit institutions		-	-
20. Increase/(Decrease) in derivative and other financial liabilities		-	-
21. Increases/(Decrease) in other operating liabilities		(95.549)	(42.646)
22. Utilisation of reserves		-	-
I. Net cash flows from operating activities		(2.424.760)	2.477.067
CASH FLOW FROM INVESTMENT ACTIVITIES			
01. Payments for purchases of fixed assets		(52.393)	(14.562)
02. Proceeds on disposals of fixed assets		49	44
03. Payments for disposals of fixed assets		-	-
04. Purchase of investment properties		-	-
05. Proceeds from disposals of investment properties		-	-
06. Payment for disposals of investment properties		-	-
07. Payments for other long-term investments		-	-
08. Collection on other long - term investments		-	-
09. Receipts of dividends and distributins of profits from long - term investments		-	7.191
II. Net cash flows from investing activities		(52.344)	(7.327)

SAIGON BANK FOR INDUSTRY AND TRADE
CONSOLIDATED CASH FLOW STATEMENT

Form : B04/TCTD

For the accounting period from January 01, 2024 to December 31, 2024

(Direct method)

VND Million

Items	Year 2024	Year 2023
CASH FLOW FROM FINANCIAL ACTIVITIES		
01. Proceeds from issuance of shares	-	-
02. Receipts of issuance of long - term valuable papers which are eligible for regulatory capital and other long-term borrowings	-	-
03. Payment for long- term valuable papers which are eligible for regulatory capital and other long -term borrowings	-	-
04. Payments of dividends	-	-
05. Payment for buying treasury shares	-	-
06. Proceeds from selling treasury shares	-	-
III. Cash flows from financing activities	-	-
IV. Net cash flows for the period	(2.477.104)	2.469.740
V. Cash and cash equivalents at the beginning of the year	7.807.637	5.337.897
VI. Adjustments of effects of foreign exchange differences	-	-
VII. Cash and cash equivalents at the end of the year VII.28	5.330.533	7.807.637

Ho Chi Minh City, January 20, 2025

Prepared by

Chief Accountant

General Director







Pham Thi Mua

Pham Tan Tai

Tran Thanh Giang

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

I. General information**1. Certificate of establishment, operation, validity period**

Saigon Bank for Industry and Trade was established under license No. 0034/NH-GP dated May 04, 1993 issued by the State Bank of Vietnam. Business registration certificate for joint-stock bank No. 059074 dated August 04, 1993 and the 31st amended certificate dated June 29, 2024 issued by the Department of Planning and Investment of HCMC.

Term of operation is 50 years since the license date.

Charter capital: VND 3.387.991.410.000.

As at December 31, 2024, the Bank's charter capital is VND 3.387.991.410.000.

2. Structure of ownership: Share capital.**3. Principal activities**

- Mobilise short, medium and long-term capital in the form of term deposits, demand deposits; certificates of deposit;
- Receive investment and development trust funds from local credit institutions;
- Borrowings from other credit institutions;
- Grant short, medium and long-term loans to institutions and individuals based on the nature and capability of resources;
- Discount commercial papers, bonds and valuable documents;
- Set up joint ventures and purchase stocks in compliance with regulations;
- Provide settlement services to customers;
- Conduct foreign exchange dealings, gold and international settlement services, allure funds from foreign countries and other banking services in relationship with foreign countries with permission from the State Bank of Vietnam;
- Issue domestic card named SAIGONBANK Card.

4. Board of Directors (BOD)

Mr. Vu Quang Lam	Chairman	
Mr. Tran Thanh Giang	Member	
Mr. Pham Hoai Nam	Member	Appointed to be BOD Member for office term 2024-2029 as of November 01 2024
Mr. Nguyen Thanh Long	Member	Appointed to be BOD Member for office term 2024-2029 as of November 01 2024
Mrs. Ton Thi Nhat Giang	Member	Appointed to be BOD Member for office term 2024-2029 as of November 01 2024
Mrs. Phan Thi Bich Nguyet	Independent member	Appointed to be BOD Member for office term 2024-2029 as of November 01 2024
Mrs. Nguyen Thi Hong Thuy	Independent member	Appointed to be BOD Member for office term 2024-2029 as of November 01 2024
Mr. Tran Quoc Thanh	Member	End of office term 2019-2024 as of November 01 2024
Mrs. Tran Thi Phuong Khanh	Member	End of office term 2019-2024 as of November 01 2024
Mrs. Pham Thi Kim Le	Independent member	End of office term 2019-2024 as of November 01 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

5. Board of Supervisors

Mr. Tran The Truyen	Chief Supervisor	Appointed to be BOD Member for office term 2024-2029 as of November 01 2024
Mrs. Dang Thi Kieu Phuoc	Chief Supervisor	End of office term 2019-2024 as of November 01 2024
Mrs. Vu Quynh Mai	Supervisor	
Mrs. Nguyen Dao Phuong Linh	Supervisor	
Mr. Nguyen Ngoc Dang Khoa	Supervisor	Appointed to be Supervisor for office term 2024-2029 as of November 01 2024
Mr. Nguyen Ai	Supervisor	Appointed to be Supervisor for office term 2024-2029 as of November 01 2024

6. Board of Management and Chief Accountant

Mr. Tran Thanh Giang	General Director	
Mrs. Vo Thi Nguyet Minh	Permanent Deputy General Director	
Mr. Pham Hoang Hong Thinh	Deputy General Director	
Mr. Tran Quoc Thanh	Deputy General Director	
Mr. Nguyen Tan Phat	Deputy General Director	Dismissed as of February 01 2024
Mr. Nguyen Dinh Nam	Deputy General Director	Appointed as of September 01 2024
Mr. Pham Tan Tai	Chief Accountant	Appointed as of September 01 2024

7. Legal Representative

Mr. Vu Quang Lam	Chairman
------------------	----------

8. Head Office

The head office is located at 2C Pho Duc Chinh Street, Nguyen Thai Binh Ward, District 1, Ho Chi Minh City.

As at the date of this report, the Bank has owned 33 branches, 55 transaction offices and a card business centre. Branches have been opened in the Northern, Central, Southern regions and Highlands. The Bank has got 01 subsidiary.

9. Subsidiary

Assets Management Co., Ltd is established under license No.4104000033 dated December 24, 2001, the seventh amended license No. 0302487767 dated June 21, 2013. The percentage of equity investments in the subsidiary is 100%.

10. Total employees as at December 31 2024: 1.538 persons.

Total employees as at December 31 2023: 1.491 persons.

II. Accounting Period and Reporting Currency

1. **Fiscal year:** The fiscal year begins on January 01 and ends on December 31 annually.

2. **Reporting currency:** VND.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

III. Adoption of Accounting Standards and Policies**Disclosure of compliance with Vietnamese Accounting Standards (VAS) and the prevailing regulations:**

The Bank's consolidated financial statements are prepared at original cost and in compliance with Vietnamese Accounting Standards, the Accounting System and relevant regulations applicable to the banks and other credit institutions operating in Vietnam. The consolidated financial statements, therefore, are not aimed to present the financial position of the Bank as well as its operating results and cash flows in accordance with accounting principles and practices accepted in countries and jurisdiction other than the Socialist Republic of Vietnam. Vietnamese accounting principles and practices may differ from ones in other countries.

Applied Accounting Regime and Forms:

The Bank applies the Vietnamese accounting regime applicable to credit institutions in accordance with Decision No. 479/2004/QĐ-NHNN dated April 29, 2004, the regime on financial statement for credit institutions under Decision No. 16/2007/QĐ-NHNN dated April 18, 2007 and Circular No. 10/2014/TT-NHNN dated March 20, 2014 and Circular No. 49/2014/TT-NHNN dated December 31, 2014 and Circular No. 22/2017/TT-NHNN dated December 29, 2017 and Circular No. 27/2021/TT-NHNN dated December 31, 2021 issued by the State Bank of Vietnam and other relevant Accounting Standards.

IV. Applicable Accounting Policies**1. Monetary exchange**

The exchange rate used to record transactions of buying and selling foreign currencies is the actual buying and selling rate at the time the main economic and financial transactions arise.

The exchange rate used to record other business in foreign currency for VND conversion is the average spot exchange rates (buying and selling) of that foreign currency as on the date of the transactions made.

Closing balance of monetary items denominated in foreign currencies must be revaluated at the spot exchange rate at the end of the last working day of the reporting period, if this exchange rate is 1% less than the weighted average rate of buying and selling exchange rate as at the last working day of the reporting period. If this exchange rate is 1% above the weighted average rate of buying and selling exchange rate as at the last working day of the reporting period, then the mentioned weighted average exchange rate is applied.

Foreign exchange rate differences upon the generated transactions and revaluation of closing balance of monetary items denominated in foreign currencies are recorded in the Income Statement.

Exchange rate as at December 31 2024:

25.240 VND/USD	162,69 VND/JPY
17.623 VND/CAD	15.744 VND/AUD
26.446 VND/EUR	18.589 VND/SGD
31.918 VND/GBP	28.057 VND/CHF

2. Principles for consolidating the financial statements

Subsidiary is a company which the Bank has the power over to govern the financial and operating policies. The subsidiary's financial statements are consolidated into the Bank's since the date the Bank holds control over the subsidiary and are no longer consolidated since the Bank ceases its control right.

The Bank records business combination using purchase method. The purchase cost includes the fair value at the date of exchanging assets, equity instruments issued by the purchaser and liabilities incurred or recognized plus directly expenses related to the purchase of the subsidiary.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

Intra-company balances, transactions and unrealized profit between the subsidiary and the Bank have been eliminated when the consolidated financial statements are prepared. The unrealized loss has been eliminated too, except the case where the transactions indicate the devaluation of the handed-over assets. The accounting policies that the subsidiary applies have to be changed when necessary, to assure the consistency with those applied by the Bank.

3. Derivative for financial instruments and provision for losses

Derivative for financial instruments are recorded in the consolidated balance sheet at the contract value on the transaction date and then revaluated at month end foreign exchange rate. The profit or loss after the derivative for financial instruments realized are recorded in the Income Statement. Unrealized profit or loss is recorded in the foreign exchange difference item of the consolidated financial statements at the month end and shall be transferred to the consolidated income statement at the year end.

4. Accounting for interest income, interest expenses and termination of interest accruals

The Bank records interest income and interest expenses by accrual method on daily basis. Interests on overdue loans are not recorded on accrual basis, but in the off- balance sheet. When a loan item becomes overdue, the accrued interest shall be deferred and recorded in the off-balance sheet. The interests of overdue loans shall be recorded in the consolidated Income Statement once they are collected.

5. Accounting for fees and commissions income

Income from fee and commission includes income from settlement service, cashier service, fee of guarantee and other services which are recorded upon actual receipt.

6. Accounting for loans granted to customers and debt purchase activities**Accounting for loans granted to customers:**

Recording and measuring loans to customers:

Loans granted to customers are presented at the principal amounts outstanding minus any provision made for loans to customers.

Short-term loans are those which have maturity of less than or equal to 01 (one) year from the disbursement date. Medium-term loans are those which have maturity from over 01 (one) year to 05 (five) years from the disbursement date, and long-term loans are those which have maturity of more than 05 (five) years from the disbursement date.

Classification of debts

Debt classification for term deposits and loans to other credit institutions, unlisted corporate bonds, loans to customers, entrustments for credit granting (herein referred to as "debts") is performed monthly according to the quantitative method prescribed in Article No.10 of Circular No. 31/2024/TT-NHNN dated June 30 2024 ("Circular No. 31"). The Bank shall classify debts monthly based on the principal balance as at the last day of the preceding month.

Debts are classified according to the risk levels as follows: Current debt, Special mentioned debt, Substandard debt, Doubtful debt and Loss debt. Bad debts are loans which are classified as Substandard debt, Doubtful debt and Loss debt. Debts are classified and provision for debt is made at the end of each month of the fiscal year.

- Current debt (group 1) includes: a) Debts that are current and due before or on maturity and assessed as fully and timely recoverable for both principals and interests; b) Debts that are overdue for a period of less than 10 (ten) days and are assessed as fully and timely recoverable for overdue principals and interests, and fully and timely recoverable for both remaining principals and interests; c) Debts are classified into group 1 because they meet the criteria to be classified into lower risk debt group.

- Special mentioned debt (group 2) includes: a) Debts that are overdue for a period of between 10 (ten) days and 90 (ninety) days excluding debts classified at point (b) of Current debt and debts classified into higher risk debt group per regulation; or b) Debts that have repayment terms to be restructured for the first time excluding debts that are classified into lower risk debt group or higher risk debt group per regulation; or c) Debts that are classified into group 2 because they meet the criteria to be classified into lower risk debt group or higher risk debt group per regulation.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

- Substandard debt (group 3) includes: a) Debts overdue for a period of between 91 (ninety one) days and 180 (one hundred and eighty) days; except for the debt specified in Clause No.3, Article No.10 of Circular No. 31; or b) Debts having the repayment terms to be extended for the first time are not yet overdue; except for the debts specified at point (b) Clause No. 2 and Clause No. 3 Article No.10 of Circular No.31; or c) Debts eligible for interest exemption or reduction due to the customer's inability to pay interest in full as agreed, except for the debts specified in Clause No. 3, Article No.10 of Circular No. 31; or d) Debts falling into one of the following cases that have not been recovered in less than 30 (thirty) days from the date of the recovery decision: debts violating Clauses No. 1,3,4,5,6 of Article No.134 of the Law on credit institutions or debts violating Clause No. 1,2, 3, 4 of Article No.135 of the Law on credit institutions, or debts violating Clause No. 1,2,5,9 of Article No.136 of the Law on credit institutions; e) Debts not yet overdue to be collected according to inspection conclusion; f) Debts to be recovered under the decision on premature debt recovery due to the customer's breach of the agreement but are not yet recovered in less than 30 days from the date of the recovery decision; or g) Debts that are classified into group 3 according to Clause No. 2 and No.3, Article No.10 of Circular No.31; or h) Debts that must be classified into group 3 according to Clause No.4, Article No.8 of Circular No.31.

- Doubtful debt (group 4) includes: a) Debts overdue for a period of between 181 (one hundred and eighty one) days and 360 (three hundred and sixty) days; or except for the debt specified in Clause No.3, Article No. 10 of Circular No. 31; or b) Debts having the repayment terms to be restructured for the first time that are overdue for a period of less than 90 (ninety) days under that restructured repayment term; except for the debts specified at Clause No. 3 Article No. 10 of Circular No.31; or c) Debts having the repayment terms to be restructured for the second time that are not yet overdue; except for the debts specified at point (b), Clause No. 2, No. 3, Article No.10 of Circular No.31; or d) Debts debt specified at point (d) of the substandard debt group that are not yet collected within the period between 30 (thirty) days and 60 (sixty) days from the date of the collection decision; or e) Debts required to be collected according to regulatory inspection conclusion but overdue according to the regulatory inspection conclusion for the period of 60 (sixty) days and not yet recovered; or f) Debts to be recovered under the decision on premature debt recovery due to the customer's breach of the agreement but are not yet recovered within the period between 30 (thirty) days and 60 (sixty) days from the date of the recovery decision; or g) Debts that are classified into group 4 according to Clauses No. 2 and No.3, Article No.10 of Circular No. 31; or h) Debts that must be classified into group 4 according to Clause No. 4, Article No.8 of Circular No. 31.

- Loss debt (group 5) includes: a) Debts overdue for a period of above 360 (three hundred and sixty) days; or b) Debts having the repayment terms to be restructured for the first time that are overdue for a period of 91 (ninety one) days and above under that first restructured repayment term; or c) Debts having the repayment terms to be restructured for the second time that are overdue under the second restructured repayment term; or d) Debts having the repayment terms to be restructured for the third time or more, regardless of being overdue or not yet overdue; or e) Debts specified at point (d) of the substandard debt group that are not yet collected within the period of above 60 (sixty) days from the date of collection decision; or f) Debts required to be collected according to regulatory inspection conclusion but overdue according to regulatory inspection conclusion for the period of above 60 (sixty) days and not yet recovered; or g) Debts to be recovered under the decision on premature debt recovery due to the customer's breach of the agreement but are not yet recovered in the period of above 60 (sixty) days from the date of recovery decision; or h) Debts of credit institutions under special control as announced by the State Bank of Vietnam, or debts of foreign bank branches of which the capital and assets are blocked; or i) Debts classified into group 5 according to Clause No.3, Article No.10 of Circular No.31; or j) Debts that must be classified into group 5 according to Clause No. 4, Article No. 8 of Circular No. 31.

The Bank restructures the debt repayment term and maintains the debt group to support customers in difficulty according to the provisions of Circular No. 02/2023/TT-NHNN dated April 23, 2023, of the State Bank of Vietnam.

Debts are classified into lower-risk debt groups in the following cases:*For overdue debt*

- The customer has fully paid the overdue principal and interest (including interest applicable to the overdue principal) and the principal and interest of the next repayment terms within a period of the minimum 03 (three) months for medium-term and long-term debt, 01 (one) month for short-term debt, from the date of starting to fully pay overdue principal and interest; and the Bank has documents and records to prove that the customer has paid the debt;

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

- The Bank has sufficient information and documents to assess that customers are capable of fully paying the remaining principal and interest on due dates.

For debt with rescheduled repayment term

- The customer has fully paid the principal and interest varying according to the rescheduled repayment term in at least 03 (three) months for medium-term and long-term debt, 01 (one) month for short-term debt, from the date of starting to fully pay under such restructured schedule.
- The Bank has sufficient information and documents to assess that customers are capable of fully paying the remaining principal and interest on due dates.

Debts are classified into higher -risk debt groups in the following cases:

- The indicators of profitability, solvency, debt-to-capital ratio, cash flow, and debt repayment ability of customers decreases progressively after 03 (three) sessions of continual debt assessment and classification.
- The customer fails to provide sufficient, timely and truthful information at the request of the credit institution, foreign bank branch to assess the customer's debt repayment ability.
- Debts that have been classified into group 2, group 3, group 4 according to the provisions of points a and b of Clause No. 3, Article No.10, Circular No. 31 for 01 (one) year or more but are not eligible for being classified into the debt group of lower-risk.
- Debts granted by the act of credit extension which is subject to administrative penalties as prescribed by law.

The Bank is required to use the risk classification results provided by the Credit Information Center of the State Bank of Vietnam ("CIC") to classify the Bank's loans to customers into the higher-risk debt group between the debt group assessed by the Bank and the debt group provided by CIC.

In case a customer has more than 01 (one) debt item with the Bank and one of the outstanding debts is classified into a higher risk debt group, the Bank must classify the entire list of customer's remaining debt items into higher- risk debt group that commensurates the level of risk.

Provision for credit risk:

Provision for credit losses includes general and specific provisions.

According to the provisions of Decree No.86/2024/NĐ-CP dated July 11 2024 (Decree No. 86), the Bank makes specific credit risk provisions based on the provision rate corresponding to the debt classification results and the principal balance minus the deductible value of collateral assets which are discounted. Specific provisions are calculated based on debt classification results and the principal balance on the last working day of the month.

Specific provision is made for losses possibly happening to specific loan items, with the corresponding rates as below:

	Debt classification	Specific provisioning rate
Group 1	Current debt	0%
Group 2	Special mentioned debt	5%
Group 3	Substandard debt	20%
Group 4	Doubtful debt	50%
Group 5	Loss debt	100%

Specific provision is calculated on the balance of loans to each customer on the last working day of each month minus the discounted value of the collateral. The deduction rate of collateral is specified in Clause No.2, Article No. 6 of Decree No. 86.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

According to Clause No. 1, Article No.7, Decree No. 86, general provision is made for unidentified losses during debt classification and specific provisioning and in cases where credit institutions face financial difficulties mainly when the quality of the debt deteriorates. Accordingly, the Bank must make and maintain a general provision equal to 0.75% of the total balance of loans from group 1 to group 4, except the followings:

- Deposits at credit institutions, foreign bank branches as prescribed by law and deposits at overseas credit institutions;
- Loans, term purchases of valuable papers between credit institutions, foreign bank branches in Vietnam;
- Purchases of promissory notes, bills, certificates of deposit, bonds domestically issued by other credit institutions, foreign bank branches;
- The amount for re-purchase of Government bonds on the security market as prescribed by Law on issuance, registration, security depository, listing, transactions of debt instruments of the Government on the stock market;
- Other debts arisen from activities specified in Clause No. 2, Article No. 3, Decree No. 86 between credit institutions, foreign bank branches located in Vietnam according to law.

Using risk provision

Provisions are recognized as an expense in the statement of income and are used to handle debts classified into group 5, customers that are liquidated, bankrupt organisations, dead or missing persons and to deal with the loss of property for the debt in accordance with the provisions of Article No.11 of Decree No. 86.

Handling credit risks

The writing-off of irrecoverable loans is based on Article No. 12 of Decree No. 86.

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

The Bank conducts factoring activities to VAMC under Decree No. 53/2013/ND-CP issued by the Government on May 18, 2013, Decree No. 34/2015/ND-CP issued by the Government on March 31, 2015 amending and supplementing a number of articles of Decree No. 53/2013/ND-CP, Circular No.19/2013/TT-NHNN issued by the State Bank of Vietnam on September 06, 2013 on trading and handling bad debts of Vietnam Asset Management Company of credit institutions and debts sold to VAMC which are removed from the Balance Sheet in accordance with the guidance in Official Letter No. 8499/NHNN- TCKT issued by the State Bank of Vietnam on November 14, 2013 guiding the accounting of bad debt trading of VAMC and credit institutions and Official Letter No.925/NHNN-TCKT issued by the State Bank of Vietnam dated February 19, 2014.

The special bonds issued by VAMC corresponding to the bad debts that the Bank sells are recorded as held-to-maturity debt securities.

Upon the completion of trading bad debts, the Bank uses specific provisions that have not been used to record reduction in carrying value of the bad debts and finalize off-balance sheet accounts to observe the unearned interest of those bad debts.

7. Accounting for security trading and investing**7.1. Investment in securities**

Investment securities include held-to-maturity securities and available-for-sale securities.

Held-to-maturity securities:

Held-to-maturity securities are those with fixed terms and payments which are fixed or identifiable and the Board of Management has the intention and capability to hold until their maturity.

Unlisted held-to-maturity corporate bonds are recorded at original cost minus provision for credit risk. The debt classification and credit risk provision of unlisted corporate bonds shall be made according to the policies applied to loans granted to customers.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

Other held-to-maturity securities are recorded at original cost minus provision for devaluation. Provision for devaluation is made when the market price of the securities falls below the book value or when there are signs of a decline in value according to the evaluation of the Board of Management.

The premium and the discount value arising from the purchase of held-to-maturity securities are allocated to the Income Statement of the Bank on a straight-line basis from the date of purchasing the security to the maturity date of that security.

Interest income after the purchase of held-to-maturity securities is recorded in the statement of income on an accrual basis.

Special bonds issued by VAMC

Special bonds issued by VAMC are valuable papers issued by VAMC for the purpose of purchasing bad debts of the Bank and are recorded as held-to-maturity debt securities.

Special bonds are recorded at face value on the transaction date and are presented as face value minus specific provisions during the holding time.

The face value of the special bond is the value corresponding to the book value of the outstanding principal of the bad debt after deducting the specific provision that has been made but unused of that bad debt.

Periodically, the Bank shall calculate and make risk provisions for such special bonds as stipulated in Decree No. 53/2013/ND-CP dated May 18, 2013 of the Government and Circular No. 19/2013/TT-NHNN dated September 06, 2013 of the State Bank of Vietnam. Accordingly, the Bank shall make risk provision for special bonds to minimum operating expenses equivalent to 20% of face value of each special bond.

The Bank does not have to make general provision for special bonds.

Upon receiving back the debt sold to VAMC, the Bank uses specific provisions that have been made annually for special bonds to handle bad debts. The difference between the provision that has been made and the uncollected principal shall be reversed and recorded in the Income Statement.

7.2. Other Long-Term Investments

Other long-term investments are investments with a ratio less than or equal to 11% of the share capital of economic organizations. Long-term investments are initially recognized at original cost.

Provision for loss of long-term financial investments is established when the Bank identifies economic organizations in which the Bank invests at a loss (except for forecasted losses that have been determined in the business plan before investing) according to the provisions of Circular No. 48/2019/TT-BTC issued by the Ministry of Finance on August 08, 2019. Accordingly, provision for loss of long-term financial investments is the difference between the actual capital contribution of the parties at the economic organization and the actual equity capital of the parties multiplied (x) by the ratio of the Bank's investment capital to the total actual capital contributions of the parties at the economic organization.

8. Principles for recording tangible fixed assets

Tangible fixed assets are stated at cost minus (-) accumulated depreciation. The initial cost of a tangible fixed asset comprises all expenditures of bringing the asset to its working condition and location for its intended use. The expenditures incurred after their originally assessed standard of performance are recorded as an additional cost of tangible fixed assets when they have resulted in an increase in the future economic benefits expected to be obtained from the use of those tangible fixed assets. The expenditures which do not meet the above conditions are recorded as the expenses in the year.

When the fixed assets are sold or disposed, their original costs and the accumulated depreciation which have been written off and any gain or loss from disposal of assets are recorded in the income statement.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

Tangible fixed assets purchased

The original cost of purchased tangible fixed assets shall consist of the actual purchase price (minus (-) trade discount or reduction), taxes (excluding taxes to be refunded) and expenses directly related to putting such fixed assets into operation such as fees for installation, trial operation, specialists and other direct costs.

The original cost of a tangible fixed asset formed from construction investment under the mode of tendering shall be the finalized price of the construction project, other relevant fees plus (+) registration fee (if any).

Fixed assets which are buildings, structures attached to land use right, the value of land use right is computed separately and recorded as intangible fixed assets.

9. Principles for recording intangible fixed assets

Intangible fixed assets are stated at original cost minus (-) accumulated amortization. The original cost of an intangible fixed asset comprises all costs incurred by the Bank for owning the asset to the date it is put into operation as expected.

Purchase of separate intangible fixed assets

The original cost of separately purchased intangible fixed assets shall consist of the actual purchase price (less (-) trade discount or reduction), taxes (excluding taxes to be refunded) and expenses directly related to putting such fixed assets into operation. The land use rights which are purchased in conjunction with buildings, structures attached to land shall be separately determined and recorded as intangible fixed assets.

Land use rights

The original cost of an intangible fixed asset which is the land use right shall be the payment made to obtain the lawful land use right, compensatory payments for site clearance, expenses for ground leveling, registration fee...or land use right as capital contribution in joint-venture.

Computer software

Computer software is all expenses that the Bank has spent up to the time of putting the software into use.

10. Method of depreciating and amortizing fixed assets

Depreciation of tangible fixed assets is computed on a straight line basis over their estimated useful lives. Estimated useful life means the duration in which the tangible fixed assets produce their effect on production and business.

The estimated useful life for assets is as follows:

<i>Building and structures</i>	<i>25 years</i>
<i>Machinery and equipment</i>	<i>4 - 8 years</i>
<i>Transportation and facilities</i>	<i>5 - 6 years</i>
<i>Office Appliances</i>	<i>2 - 5 years</i>
<i>Other fixed assets</i>	<i>4 - 6 years</i>

Land use rights which are granted for a definite term are amortized in line with the term stated in the certificate of land use right.

Land use rights which are granted for an indefinite term are recorded at cost and not amortised.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

11. Accounting for asset leases

Operating leases: are fixed asset leases where a significant portion of risks and incentives attached to asset ownership are retained by the lessor. Payments made under operating leases are recognised in the income statement on a straight-line basis over the period of the operating lease.

12. Cash and cash equivalents

In the statement of cash flows, cash and cash equivalents includes cash, precious metal and gemstones, current account balance at the State Bank of Vietnam, demand deposits and deposits with the term of under 90 (ninety) days since deposit date at other credit institutions, government bond and other short-term valuable paper qualified to be discounted by the State Bank of Vietnam, securities with recoverable or maturity term of less than 3 (three) months since purchase date, convertible to certain amount, containing minimum risk of value change, and held for the purpose of meeting commitments for short-term payment rather than for investment or others.

13. Provisions, contingent liabilities and unidentified assets

Provisions are recorded when: The Bank has present obligations as a result of events in the past; It probably leads to a decrease of necessary economic benefits to settle the liabilities; The liability is estimated reliably. Provision is not recorded for the operating loss in the future.

When there are similar liabilities, the possibility of outflow in economic benefits due to the settlement of obligations is determined by considering the whole group of obligations in general. Provision shall be made though the economic benefit outflow because liability settlement is very small.

Provision is calculated at present value of estimated expenses for settling liabilities at the discount rate before tax and reflects the current market assessment of the time value of money and specific risk exposure to the liability. The increase of provision throughout time shall be recorded as interest expense.

14. Accounting for obligations to employees

The Bank records salaries, wages and other payables to employees in the operating expense items in the period on the basis of salary expenses incurred in the period. The salaries, bonuses to employees are based on the conditions and level provided in the following documents: Labor Law of Vietnam, Labor Contract, Labour Union Agreement, Financial Statute of the Bank and Group, Statute on rewards regulated by the Chairman, General Director, Director on the basis of the Bank or Group's Financial Statute.

15. Principles and methods of recording current and deferred corporate income taxes

Corporate income tax comprises of total current and deferred taxes of corporate when determining its profit or loss of one accounting period.

Current corporate income tax is the tax payable (or recoverable) on the taxable income and tax rate enacted in current year in accordance with the law on corporate income tax.

Deferred corporate income tax is defined for temporary differences between the basis of calculating income tax on assets, liabilities and their book values for financial reporting purposes and the amounts used for taxation purposes, as on the date of the balance sheet. Deferred income tax payable is recorded for all temporary differences, deferred income tax asset is only recorded when there is sufficient taxable profit in the future for deducting the temporary differences.

The carrying amount of deferred corporate income tax assets must be reassessed at the end of the fiscal year and reduced to the extent that it is certain that sufficient taxable profit shall be available to allow the benefit of part or all of that deferred income tax assets to be utilized. The unrecognized deferred corporate income tax assets shall be reassessed at the end of the fiscal year and recognized to the extent that it has become certain that sufficient taxable profit shall allow the deferred income tax asset to be utilized.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

Deferred income tax is recognized in the statement of income except to the extent that it relates to an item recognized directly in equity, in which case the deferred income tax is also recognized directly in equity.

The Bank offsets deferred income tax assets and deferred income tax liabilities only to the extent that it has a legally enforceable right to set off current income tax assets against current income tax liabilities and other deferred income tax assets and deferred income tax liabilities relate to income taxes levied by the same tax authority on the same taxable entity and the enterprise intends to pay current tax liabilities and current tax assets on a net basis.

Taxes payable to the state budget shall be settled specifically with the tax authorities. The difference between the payable tax amount according to the books and the data for checking and finalization shall be adjusted when there is an official finalization with the tax office.

16. Accounting for loans, issuance of debt securities and equity instruments

Principle of recording of borrowing costs: Interest and other costs directly attributable to the enterprise's loans are recognized as a business expense during the period, unless this expense arises from loans directly related to the construction investment or production of unfinished assets included in the value of such assets (capitalized) when all conditions are met as prescribed in VAS 16 "Borrowing Costs".

17. Owner's equity

Owner's equity of the Bank is presented in the financial statement includes: Charter Capital and Share premium.

Charter capital: The capital sourced from shares, securities purchased by members or shareholders or added from the profit after tax in accordance with the Resolution of Annual Shareholders' General Meeting or the Bank's charter. Business fund shall be recorded by the actual capital contribution in cash or by assets computed at the par value in the early establishment period or additional mobilization to expand operation scale of the Bank.

Share premium: The positive difference between the actual inflow against the par value of the first issued, additionally issued shares and differences (increase/decrease) between the actual inflow over the repurchasing price in case of treasury share reissuance. In case where shares are bought to cancel immediately at the purchase date, shares' value for business capital written down at purchase date is the actual repurchase price and the business resource should be written down in details according to the par value and share premium of the repurchased shares.

Treasury share is the share the Bank issued and purchased back. The payment for purchasing share, including directly attributable expenses, shall be deducted from the owners' equity till the treasury shares have been cancelled or reissued. The received amount from reissuance or sale of the treasury share, deducting expenses related to this reissuance or sale shall be included in the owners' equity.

Other owners' capital: Business resource which is added from the operating result or offered, presented, sponsored or under asset revaluation.

Undistributed profit

Principle for recognizing undistributed profit: the undistributed profit is recorded as the profit (or loss) from the enterprise's result of operation after deducting (-) the current year corporate income tax and the adjusted items due to the retroactive application of changes in accounting policy and adjustments for material misstatement of the previous years.

The distribution of profit and fund appropriation are based on the charter of the Bank approved by the Annual Shareholders' General Meeting.

18. Earnings per share

Basic earnings per share is calculated by dividing the profit or loss distributed to the ordinary shareholders of the Bank after setting aside the Bonus and Welfare Fund by the weighted average number of currently circulated ordinary shares in the current fiscal period.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

19. Related parties

Related parties include enterprises and individuals that directly, or indirectly through one or more intermediaries, can control, or are controlled by the Bank. Associates and individuals holding, directly or indirectly, the voting powers of the Bank that have significant influence on the Bank, key management personnel sitting on the Board of Management, Board of Directors, close members of the family of these individuals or associates, and companies associated with these individuals also constitute related parties. When considering each possible related party relationship, attention is placed on the relationship nature, and not on merely the legal form.

V. Additional Information for Items Presented in the Consolidated Statement of Financial Position:

1. Cash, gold, and gemstones

	December 31 2024	December 31 2023
Cash in VND	169.386	143.524
Cash in foreign currency	18.753	19.710
Total	188.139	163.234

2. Deposits at the State Bank of Vietnam

	December 31 2024	December 31 2023
Balance with the State Bank of Vietnam	715.826	3.759.537
<i>VND</i>	683.323	3.721.923
<i>Gold and foreign currencies</i>	32.503	37.614
Total	715.826	3.759.537

3. Deposits with and loans to other credit institutions

3.1. Deposits with other credit institutions

	December 31 2024	December 31 2023
Demand deposits	484.093	556.881
<i>VND</i>	5.713	585
<i>Foreign currencies</i>	478.380	556.296
Term deposits	3.942.475	3.327.985
<i>VND</i>	3.690.075	2.432.400
<i>Foreign currencies</i>	252.400	895.585
Sub-Total	4.426.568	3.884.866

3.2. Loans to other credit institutions

	December 31 2024	December 31 2023
Short term loans	660.000	410.000
<i>VND</i>	660.000	410.000
Sub-Total	660.000	410.000
Total	5.086.568	4.294.866

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

Analysis loans to and deposits with other credit institutions by quality

	December 31 2024	December 31 2023
Current loans	660.000	410.000
Sub-Total	660.000	410.000

4. Trading securities: not incurred

5. Derivative for financial instruments and other financial assets:

	Total value of the contract (according to the exchange rate on the effective date of the contract)	Total book value (exchange rate at the date of reporting)	
		Assets	Liabilities
At the end of the year			
<i>Currency derivatives</i>	126.879	679	-
- Currency swap transactions	126.879	679	-
On the first day of the year			
<i>Currency derivatives</i>	-	-	-
- Currency swap transactions	-	-	-
Currency derivatives	126.879	679	-

6. Loans to customers

	December 31 2024	December 31 2023
Loans granted to local economic entities, individuals	21.287.479	19.632.655
Discounted bills and valuable papers	547.065	334.722
Total	21.834.544	19.967.377

6.1. Loan portfolio by quality

	December 31 2024	December 31 2023
Current	20.156.419	19.076.200
Special mentioned	1.096.984	486.665
Substandard	84.378	136.030
Doubtful	96.019	36.058
Loss	400.744	232.424
Total	21.834.544	19.967.377

6.2. Loan portfolio by term

	December 31 2024	December 31 2023
Short term	15.718.049	14.344.882
Medium term	1.858.695	1.596.804
Long term	4.257.800	4.025.691
Total	21.834.544	19.967.377

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

6.3. Loan portfolio by ownership (customer type and business type)

	December 31 2024	December 31 2023
State-owned company	-	125.862
One member limited company 100% owned by the State	28.734	44.164
Other limited liability company	2.933.295	3.161.529
Joint stock company	2.421.317	1.670.111
Private enterprise	5.955	7.885
Foreign -invested enterprise	73.280	53.389
Cooperatives and cooperative unions	34.316	38.265
Household business, individuals	16.097.457	14.655.542
Administration unit, Party, unions and associations and others	240.190	210.630
Total	21.834.544	19.967.377

6.4. Loans portfolio by industrial sectors

	December 31 2024	December 31 2023
Agriculture, forestry and fishery	675.556	890.552
Mining	11.434	6.514
Processing, manufacturing industry	1.019.088	967.802
Production and distribution of electricity, gas, hot water, steam and air conditioner	109.657	127.368
Water supply; management and treatment of waste, wastewater activities	26.656	30.867
Construction	1.830.560	1.952.833
Wholesale and retail, repairing motor vehicle and others engine	2.936.743	1.971.967
Hotels and restaurants	266.750	250.372
Logistics	315.919	337.981
Information Communication	47.293	43.880
Professional, science and technology activities	399.498	92.151
Real estates trading activities	1.124.719	1.171.576
Education and training	240.455	197.696
Health and social support activity	152.780	193.750
Art, entertainment and amusement activity	28.863	29.933
Other services	8.412.231	7.998.235
Serving household activities	4.236.342	3.703.900
Total	21.834.544	19.967.377

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

6.5. Change (Increase/Decrease) in provision for credit risks

<u>Current period</u>	<i>General provision</i>	<i>Specific provision</i>
Opening balance	148.031	30.521
Provisions made/(reversed in the period)	12.743	124.775
Use of provision for credit risk in the period	-	(105.386)
Closing balance	160.774	49.910
<u>Prior year</u>		
Opening balance	138.652	47.630
Provisions made/(reversed in the period)	9.379	157.674
Use of provision for credit risk in the period	-	(174.783)
Year end closing balance	148.031	30.521
Details of provisions	December 31 2024	December 31 2023
Provision for risk of lending customers	210.684	178.552
+ General provision	160.774	148.031
+ Specific provision	49.910	30.521
Sub-Total	210.684	178.552

7. Investment securities

Held-to-maturity investment securities:	December 31 2024	December 31 2023
- Investment in SBV bills	2.100.000	-
- Investment in Government bonds and municipal bonds	1.257.802	1.077.569
Sub-Total	3.357.802	1.077.569
Special bond issued by VAMC	December 31 2024	December 31 2023
- Face value	287.938	206.319
- Provision	(72.402)	(56.326)
Sub-Total	215.536	149.993
Total	3.573.338	1.227.562

8. Capital contribution, long-term investments

	December 31 2024	December 31 2023
- Analyzing investment value by investment type		
Other long-term investments	53.380	53.380
Provision for devaluation of long-term investments	(24.436)	(29.184)
Total	28.944	24.196

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

8. Long-term investments (Cont.)

- Details of long-term investments:

Name	December 31 2024			December 31 2023		
	Original cost	Current value	Shareholding (%)	Original cost	Current value	Shareholding (%)
Other long-term investments	53.380	28.944		53.380	24.196	
Investments in other entities						
Sai Gon Ha Long Hotel Tourism Joint Stock Company	18.380	18.380	10,98%	18.380	18.380	10,98%
National payment corporation of Viet Nam	2.000	2.000	0,64%	2.000	2.000	0,64%
SAIGONBANK Berjaya Securities Joint Stock Company	33.000	33.000	9,43%	33.000	33.000	11,00%
Allowance for diminution in value of long -term investm	-	(24.436)	-	-	(29.184)	-
SAIGONBANK Berjaya Securities Joint Stock Company		(24.436)			(29.184)	
Total	53.380	28.944		53.380	24.196	

SAIGON BANK FOR INDUSTRY AND TRADE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Form: B05/TCTD

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

9. Tangible fixed assets

- Increase/Decrease of tangible fixed assets in 2024:

Items	Buildings, structures	Machinery equipment	Transportation Means	Office appliances	Others fixed assets	Total
Original cost						
As at January 01 2024	1.078.476	84.041	60.330	92.348	19.318	1.334.513
- Purchase for the period	-	1.600	16.992	25.925	520	45.037
- Disposals, sales	-	(1.251)	-	(745)	(377)	(2.373)
As at December 31 2024	1.078.476	84.390	77.322	117.528	19.461	1.377.177
Accumulated depreciation						
As at January 01 2024	463.749	75.351	55.383	54.190	14.485	663.158
- Depreciation for the period	42.481	2.750	2.145	11.150	1.927	60.453
- Depreciation for the period (of subsidiaries)	-	67	103	12	41	223
- Disposals, sales	-	(1.251)	-	(745)	(377)	(2.373)
As at December 31 2024	506.230	76.917	57.631	64.607	16.076	721.461
Net book value						
As at January 01 2024	614.727	8.690	4.947	38.158	4.833	671.355
As at December 31 2024	572.246	7.473	19.691	52.921	3.385	655.716

SAIGON BANK FOR INDUSTRY AND TRADE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Form: B05/TCTD

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

- Increase/Decrease of tangible fixed assets of the year 2023:

Items	Buildings, structures	Machinery equipment	Transportation means	Office appliances	Others fixed assets	Total
Original cost						
As at January 01 2023	1.078.476	82.969	56.388	88.820	18.087	1.324.740
- Purchase for the year	-	1.119	3.942	3.942	1.797	10.800
- Increase due to transfer	-	-	2.845	32	-	2.877
- Increase due to adjustment	-	51	15	-	60	126
- Disposals, sales	-	(47)	-	(414)	(566)	(1.027)
- Decrease due to transfer	-	-	(2.845)	(32)	-	(2.877)
- Decrease due to adjustment	-	(51)	(15)	-	(60)	(126)
As at December 31 2023	1.078.476	84.041	60.330	92.348	19.318	1.334.513
Accumulated depreciation						
As at January 01 2023	421.234	72.802	54.485	45.363	13.201	607.085
- Depreciation for the year	42.515	2.474	795	9.230	1.795	56.809
- Depreciation for the period (of subsidiaries)	-	122	103	11	55	291
- Increase due to transfer	-	-	2.845	15	-	2.860
- Increase due to adjustment	-	60	-	4	9	73
- Disposals, sales	-	(47)	-	(414)	(566)	(1.027)
- Decrease due to transfer	-	-	(2.845)	(15)	-	(2.860)
- Decrease due to adjustment	-	(60)	-	(4)	(9)	(73)
As at December 31 2023	463.749	75.351	55.383	54.190	14.485	663.158
Net book value						
As at January 01 2023	657.242	10.167	1.903	43.457	4.886	717.655
As at December 01 2023	614.727	8.690	4.947	38.158	4.833	671.355

SAIGON BANK FOR INDUSTRY AND TRADE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Form: B05/TCTD

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

- Other information on tangible fixed assets:

	<u>December 31 2024</u>	<u>December 31 2023</u>
Ending net book value of tangible fixed assets pledged/mortgaged as loan security		
Commitment to purchase high value fixed assets in the future	-	-
Commitment to sell high value fixed assets with in the future	-	-
Ending net book value of tangible fixed assets is not temporarily used in business production	-	-
Ending original costs of tangible fixed assets–fully depreciated but still in use	180.820	176.174
Ending original costs of tangible fixed assets awaiting disposal	-	-

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

10. Financial lease fixed assets: not incurred

11. Intangible fixed assets

- Increase, decrease of intangible fixed assets of the year 2024:

Items	Land use right	Computer software	Total
Original cost (of intangible fixed assets)			
Opening balance	468.101	61.748	529.849
- Purchase for the period	-	7.356	7.356
- Disposals, sales	-	(741)	(741)
Closing balance	468.101	68.363	536.464
Accumulated amortization			
Opening balance	49.588	53.030	102.618
- Depreciation in the period	2.660	3.917	6.577
- Disposals, sales		(741)	(741)
Closing balance	52.248	56.206	108.454
Net book value of intangible fixed assets			
Opening balance	418.513	8.718	427.231
Closing balance	415.853	12.157	428.010

-Increase, decrease of intangible fixed assets of the year 2023:

Items	Land use right	Computer software	Total
Original cost (of intangible fixed assets)			
Opening balance	468.101	57.986	526.087
- Purchase for the period	-	3.762	3.762
End year closing balance	468.101	61.748	529.849
Accumulated amortization			
Opening balance	46.927	50.436	97.363
- Depreciation in the year	2.661	2.594	5.255
End year closing balance	49.588	53.030	102.618
Net book value of intangible fixed assets			
Opening balance	421.174	7.550	428.724
End year closing balance	418.513	8.718	427.231

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

- Information on intangible fixed assets:

Items	December 31 2024	December 31 2023
Important intangible fixed assets, making up a large percentage in total assets	-	-
Fair value of intangible fixed assets offered by the State	-	-
Ending net book value of intangible fixed assets pledged/mortgaged as loan security	-	-
Ending net book value of intangible fixed assets temporarily not being used	-	-
Original costs of intangible fixed assets—fully depreciated but still in use	49.881	47.756
Ending original costs of intangible fixed assets being disposed	-	-
Expenses in the phase of R&D	-	-
Commitment to purchase, sell intangible fixed assets with high value in the future	-	-
Other changes	-	-

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

12. Investment properties: Not incurred

13. Other long-term assets

	December 31 2024	December 31 2023
1. Construction in progress	1.631	1.668
2. Purchase, repair of fixed assets	16.502	24.625
3. Receivables	137.210	189.823
4. Other assets	462.004	462.183
Sub-total	617.347	678.299
13.1 Basic cost for construction in progress	December 31 2024	December 31 2023
In which:		
- Significant constructions	1.631	1.668
<i>New construction for Hanoi branch</i>	-	225
<i>Land at 50 Nguyen Tat Thanh Daklak</i>	860	860
<i>Others</i>	771	583
Sub - total	1.631	1.668
13.2 Purchase of fixed assets	December 31 2024	December 31 2023
In which:		
<i>36 ATMs</i>	-	476
<i>Firewall for DC-DR zone (site)</i>	1.755	-
<i>Upgrade Oracle software and Trade Finance Module</i>	127	6.274
<i>Anti-Money Laundering Software</i>	5.014	3.178
<i>Core Banking Server</i>	-	6.987
<i>09 specialized cars</i>	-	2.448
<i>09 specialized cars</i>	2.127	-
<i>SOC System</i>	5.781	3.775
<i>Others</i>	1.698	1.487
Sub-total	16.502	24.625

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

13.3 Receivables

	December 31 2024	December 31 2023
- Internal receivables	17.273	12.153
In which:		
<i>Advances</i>	9.488	6.047
<i>Other Receivables</i>	7.786	6.106
- External Receivables	119.937	177.670
<i>Supporting interest payment pended by the States (*)</i>	4.790	5.139
<i>Other Receivables</i>	115.147	172.531
Sub-total	137.210	189.823
<i>(*) Notes on supporting interest payment pended by the States</i>		
<i>Disbursement to customers</i>	68.433	
<i>Receipts</i>	(63.643)	
<i>Amount to be received from the States</i>	4.790	

13.4 Other assets

	December 31 2024	December 31 2023
- Pending allocation expenses	9.798	9.653
- The debt-fortified assets of which ownership has been transfered to the Bank pending resolution	450.570	450.570
+ Real estate	450.570	450.570
- Other assets	1.636	1.960
Sub-total	462.004	462.183

13.5 Provision for other asset items of the balance sheet

Provision for bad debts	(14.609)	(14.489)
Total	(14.609)	(14.489)

14. Borrowings from the Government and State Bank of Vietnam : not incurred

14.1 Borrowings from State Bank of Vietnam : not incurred

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

15. Deposits and borrowings from other credit institutions

15.1 Deposits from other credit institutions

	December 31 2024	December 31 2023
a. Demand deposits	49.463	251.546
- VND	49.454	251.537
- Foreign currencies	9	9
b. Term deposits	4.177.525	2.798.235
- VND	3.294.125	1.176.500
- Foreign currency	883.400	1.621.735
Sub-total	4.226.988	3.049.781

15.2 Borrowings from other credit institutions

	December 31 2024	December 31 2023
- VND	-	-
- Foreign currencies	1.009	1.155
+ Joint Stock Commercial Bank for Investment and Development of Vietnam - Transaction Branch 3	1.009	1.155
Sub-total	1.009	1.155
Total deposits of cash and gold at, and borrowings from other credit institutions	4.227.997	3.050.936

16. Deposits from customers

- Notes on deposit type	December 31 2024	December 31 2023
Demand deposits	1.906.050	1.704.344
- VND	1.822.358	1.616.596
- Gold and foreign currencies	83.692	87.748
Term deposits of cash, gold	22.478.938	21.825.005
- VND	22.381.459	21.716.523
- Gold and foreign currencies	97.479	108.482
Deposits for special purposes	2.249	5.756
Deposits	25.886	21.674
Total	24.413.123	23.556.779

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

- Notes on customer and type of business

	December 31 2024	December 31 2023
Deposits from economic institutions	962.582	1.583.449
<i>State-Owned enterprise</i>	85.297	611.904
<i>Limited company</i>	465.958	411.235
<i>Joint stock companies</i>	257.174	389.970
<i>Private enterprise</i>	7.616	9.132
<i>Foreign-invested enterprise</i>	146.537	161.208
Deposits from individuals	16.731.053	16.350.355
Deposits from others	6.719.488	5.622.975
Total	24.413.123	23.556.779

17. Payables, other liabilities and other provisions for risk

	December 31 2024	December 31 2023
Internal payables	60.191	74.958
- <i>Payables to staff</i>	3.836	10.469
- <i>Revenue pending allocation</i>	1.565	-
- <i>Bonus and welfare fund payable</i>	52.572	58.991
- <i>Other internal payables</i>	2.218	5.498
+ Interest payable to shareholders	683	683
+ Other internal payables	1.535	4.815
External payables	108.153	155.782
- <i>Purchase of fixed assets</i>	870	870
- <i>Corporate income tax</i>	19.653	44.877
- <i>Remittance payable</i>	15.368	1.914
- <i>Taxes and payables to the State</i>	1.413	1.564
- <i>Other payables to the State</i>	2.539	2.539
- <i>Other external payables</i>	68.310	104.018
Sub-total	168.344	230.740

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

18. Capital and funds of credit institutions

18.1 Report on the change in Owner's Equity:

Items	Owner's Equity	Share premium	Foreign exchange differences	Reserve for supplementary charter capital	Investment & Development Fund	Financial reserve fund	Retained earnings	Total
Balance as at Jan. 01, 2023	3.080.000	716	-	71.217	8.817	262.112	476.152	3.899.014
Profit after-tax of the year 2023	-	-	-	-	-	-	266.789	266.789
Appropriation to funds from profit of the year 2022	-	-	-	9.500	-	18.999	(28.499)	-
Appropriation to bonus and welfare funds from profit of the year 2021	-	-	-	-	-	-	(42.283)	(42.283)
Appropriation to bonus and welfare funds from profit of the year 2023	-	-	-	-	-	-	(52.853)	(52.853)
Appropriation to Bonus Fund of Manager of the year 2021	-	-	-	-	-	-	(688)	(688)
Appropriation to Bonus Fund of Manager of the year 2022	-	-	-	-	-	-	(867)	(867)
Balance as at Dec. 31, 2023	3.080.000	716	-	80.717	8.817	281.111	617.751	4.069.112
Balance as at Jan. 01, 2024	3.080.000	716	-	80.717	8.817	281.111	617.751	4.069.112
Profit after-tax of the year 2024	-	-	-	-	-	-	79.168	79.168
Dividends	307.991	-	-	-	-	-	(307.991)	-
Appropriation to funds from profit of the year 2023	-	-	-	13.340	-	26.679	(40.019)	-
Appropriation to bonus and welfare funds from profit of the year 2023	-	-	-	-	-	-	(57.553)	(57.553)
Appropriation to Bonus Fund of Manager of the year 2023	-	-	-	-	-	-	(895)	(895)
Balance as at Dec. 31, 2024	3.387.991	716	-	94.057	8.817	307.790	290.461	4.089.832

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

18. Capital and funds of credit institutions (cont.)

According to Point a, Clause No. 2, Article No.148 of Law on credit institutions No. 32/2024/QH15, effective from July 1, 2024, set up reserve fund for supplementing the charter capital at 10% of the profit after tax. The maximum balance of this fund is not allowed to exceed current charter capital of the credit institutions. This fund shall be transferred to the current charter capital upon the approval from the State Bank of Vietnam and State Security Commission of Vietnam.

According to Clause No.4, Article No. 23 of Decree No.93/2017/ND-CP dated August 7, 2017, charge 10% for finance reserve fund; the maximum balance of this fund is not allowed to exceed 25% of the current charter capital of credit institutions. This fund is used to compensate for the remaining portion of losses, damages of assets in the business course after the organizations, individuals causing the loss, damage, insurance organizations have made compensation and provision has been used.

- Set up other funds like construction investment fund, bonus and welfare fund.... suggested by the Board of Management and approved by the Shareholders' general meeting.

18.2 Earnings per share

	Year 2024	Year 2023
- Profit or loss for calculating basic earnings per share	79.168	266.789
- Weighted average number of ordinary shares for basic earnings calculation	326	308
- Basic interest per share	243	866

18.3 Note on compound financial instruments: not incurred**18.4 Details of share capital of credit institutions**

	December 31 2024		December 31 2023	
	Amount	Ordinary share capital	Amount	Ordinary share capital
- Paid-in capital of shareholders	3.387.991	3.387.991	3.080.000	3.080.000
- Share premium	716	716	716	716
Total	3.388.707	3.388.707	3.080.716	3.080.716

18.5 Dividends

	Year 2024	Year 2023
- Dividends disclosed after the balance sheet ending date		
+ Dividends disclosed on ordinary shares	Not yet announced	Not yet announced
+ Dividends disclosed on preferred shares	-	-
- Dividends of accumulated preferred shares which have not been recorded	-	-

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

18.6 Shares

Million shares

	December 31 2024	December 31 2023
- Number of registered shares	339	308
- Number of issued shares (sold to the public)	339	308
+ Ordinary shares	339	308
- Number of circulated shares	339	308
+ Ordinary shares	339	308

* Par value of each share equals to 10.000 VND.

19. Interest and similar income

	Year 2024	Year 2023
Interest income from deposits	175.766	110.537
Interest income from loans to customers	1.896.013	2.359.579
Interest income from trading securities and debt investment securities	88.471	47.602
- Interest income from trading securities	88.471	47.602
Income from guarantee activities	5.502	4.802
Other income from credit activities	9.393	6.581
Total	2.175.145	2.529.101

20. Interest and similar expenses

	Year 2024	Year 2023
Interest expenses for deposits	1.193.971	1.539.874
Interest expenses for borrowings	279	11
Other expenses for credit activities	276.617	97.272
Total	1.470.867	1.637.157

21. Net gain/(loss) from fee and commission

	Year 2024	Year 2023
Income from fee and commission	65.093	66.250
Settlement service	25.456	25.956
Cashier service	280	317
Other services	39.357	39.977
Expenses for fee and comission	31.566	27.246
Settlement service	10.090	9.218
Post and telecom service	15.956	15.428
Cashier service	1.455	1.326
Other services	4.065	1.274
Net gain/(loss) from fee and commission	33.527	39.004

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

	Year 2024	Year 2023
22. Net gain/(loss) from trading foreign currencies		
Income from trading foreign currencies	20.744	38.813
<i>Income from spot foreign exchange trading</i>	20.716	20.158
<i>Income from currency derivatives</i>	28	18.655
Expense for trading foreign currencies	1.584	5.202
<i>Expense for spot foreign exchange trading</i>	1.584	81
<i>Expense for currency derivatives</i>	-	5.121
Net gain/(loss) from trading foreign currencies	19.160	33.611
23. Net gain/(loss) from trading securities : Not incurred.		
24. Income from capital contribution, equity investments		
	Year 2024	Year 2023
Dividends received from capital contribution, share purchase.	-	7.191
Income from capital contribution, long-term investments	-	7.173
Income from capital contribution, share purchase	-	18
Tổng cộng / Total	-	7.191
25. Net gain/(loss) from other operating activities		
	Year 2024	Year 2023
Income from other activities	157.439	210.782
Expenses for other activities	13.535	10.945
Net gain/(loss) from other operating activities	143.904	199.837
26. Operating expenses		
	Year 2024	Year 2023
1. Tax, duties and fees	2.375	2.773
2. Employee costs	375.095	358.763
In which:		
<i>Salaries and allowances</i>	262.636	265.043
<i>Salary related contributions</i>	58.586	53.623
<i>Uniform and related expenses</i>	25.040	22.979
<i>Subsidies</i>	28.833	17.118
3. Expense for assets	124.918	110.392
<i>In which: Depreciation and amortization of fixed assets</i>	67.253	62.354
4. Administrative expenses	104.187	77.167
In which:		
<i>Business fees</i>	10.586	7.199
<i>Union activities expenses</i>	139	80

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

26. Operating expenses (Cont.)	Year 2024	Year 2023
5. Insurance fees for customers' deposits	23.812	20.969
6. Provision (excluding credit provision; allowances for decline in value of securities)	-	373
Total	630.387	570.437
27. Corporate income tax	Year 2024	Year 2023
27.1. Current corporate income tax:		
Corporate income tax at applicable tax rate	20.131	65.420
Adjust previous year's corporate income tax expense to this year's corporate income tax expense	45	36
Total current corporate income tax	20.176	65.456
27.2 Deferred corporate income tax liabilities: Not incurred		
VII. Additional information for items presented in the Consolidated Statement of Cash Flows		
28. Cash and cash equivalents	December 31 2024	December 31 2023
Cash and cash equivalents on hand	188.139	163.234
Balances with the SBV	715.826	3.759.537
Deposits with other credit institutions (demand deposits and term deposits with original terms of less than 3 months)	4.426.568	3.884.866
Total	5.330.533	7.807.637
29. New purchase and liquidation of subsidiaries: Not incurred.		
VIII. Other information		
30. Employee remuneration	December 31 2024	December 31 2023
I. Total number of employees	1.538	1.491
II. Employee remuneration		
1. Total salaries	262.327	264.165
2. Bonuses	66.307	69.313
3. Total remuneration	328.634	333.478
4. Average salary (million VND/person/month)	14	15
5. Average income (million VND/person/month)	18	19

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

31. Obligations to the State Budget

Items	Opening balance	Movements during the year		Closing balance
		Payable	Paid	
1. Value Added Tax (VAT)	903	6.772	6.873	802
a. VAT	903	6.534	6.635	802
b. VAT on Foreign Contractor	-	238	238	-
2. Corporate Income Tax (CIT)	44.877	21.218	46.442	19.653
a. CIT	44.877	20.247	45.471	19.653
The Bank's CIT	44.701	19.496	44.746	19.451
Subsidiary's CIT	176	751	725	202
b. CIT on Foreign Contractor	-	971	971	-
3. Other Taxes	661	7.973	8.023	611
Total	46.441	35.963	61.338	21.066

32. Types and value of secured assets of customers

Secured assets	As at December 31 2024	As at December 31 2023
Real estates	39.877.841	39.089.863
Transportations	244.166	258.813
Savings book, promissory note and other valuable papers	1.012.636	967.832
Materials, goods	153.151	172.793
Other assets	3.712.777	2.857.387
Total	45.000.571	43.346.688

33. Contingent liabilities and Commitments

Items	December 31 2024	December 31 2023
Borrowing guarantees	-	-
Commitments on foreign exchange transactions	126.200	-
Commitments on SWAP transactions	126.200	-
Commitments on Letters of Credit	45.168	51.315
Commitments on payment in L/C transactions	45.168	51.315
Other commitments	327.664	294.463
Payment guarantees	122.213	118.613
Performance guarantees	65.890	62.849
Bidding guarantees	14.222	9.380
Other guarantees	125.339	103.621
Total	499.032	345.778

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

34a. Interest and Receivable fees not collected yet

	December 31 2024	December 31 2023
Interest on loans not collected yet	830.269	495.013
Total	830.269	495.013

34b. Written-off bad debts

	December 31 2024	December 31 2023
Principal of written-off bad debts	2.050.027	2.064.168
Interest of written-off bad debts	4.087.164	3.845.927
Total	6.137.191	5.910.095

34c. Assets and other documents

	December 31 2024	December 31 2023
Other assets under custody service	476.481	345.013
Lease assets	364.563	371.908
Other valuable documents under safekeeping	2.023.568	2.027.573
Total	2.864.612	2.744.494

During the normal course of business, the Bank has implemented various commitments. Thus, there are some contingent liabilities and commitments incurred, and these have been recorded on the off-balance sheet. The Bank expects there shall be no major loss from these activities.

35. Activity of entrustment and agent of credit institutions not subject to risk: Not incurred.

36. Other off-balance sheet activities that credit institutions are subject to risk: Not incurred.

37. Transactions with related parties

Board of Directors, General Director and other Board of Management members remuneration in 2024:

Full name	Position	Movement during the year (VND Million)	Appointment/Dismissal information
Board of Directors			
Mr. Vu Quang Lam	Chairman	1.083	
Mr. Tran Thanh Giang	Member	191	
Mr. Pham Hoai Nam	Member	20	Appointed to be BOD Member for office term 2024-2029 as of November 01 2024
Mr. Nguyen Thanh Long	Member	20	Appointed to be BOD Member for office term 2024-2029 as of November 01 2024
Mrs. Ton Thi Nhat Giang	Member	20	Appointed to be BOD Member for office term 2024-2029 as of November 01 2024
Mrs. Phan Thi Bich Nguyet	Independent Member	20	Appointed to be BOD Member for office term 2024-2029 as of November 01 2024
Mrs. Nguyen Thi Hong Thuy	Independent Member	20	Appointed to be BOD Member for office term 2024-2029 as of November 01 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

Board of Directors, General Director and other Board of Management members remuneration in 2024 (cont.):

Full name	Position	Movement during the year (VND Million)	Appointment/Dismissal information
Mr. Tran Quoc Thanh	Member	171	End of office term 2019-2024 as of November 01 2024
Mrs. Tran Thi Phuong Khanh	Member	169	End of office term 2019-2024 as of November 01 2024
Mrs. Pham Thi Kim Le	Independent Member	174	End of office term 2019-2024 as of November 01 2024
Board of Supervisors		1.306	
Board of Management			
Mr. Tran Thanh Giang	General Director	1.648	
Mrs. Vo Thi Nguyet Minh	Permanent Deputy General Director	1.400	
Mr. Pham Hoang Hong Thinh	Deputy General Director	1.327	
Mr. Tran Quoc Thanh	Deputy General Director	1.327	
Mr. Nguyen Tan Phat	Deputy General Director	459	Dismissed as of February 01 2024
Mr. Nguyen Dinh Nam	Deputy General Director	870	Appointed as of September 01 2024
Mr. Pham Tan Tai	Chief Accountant	554	Appointed as of September 01 2024

The remuneration of the Board of Directors, General Director and other managers arising during the year was paid in advance and would be re-finalized in accordance with Circular No.28/2016/TT-BLĐTBXH dated September 01 2016 of the Ministry of Labor, War Invalids and Social Affairs on providing guidance on implementation of regulations on labor, salary, remuneration and bonus for companies whose shares or contributed capital portions are predominantly owned by the State.

38. Subsequent events

The Board of Management confirms that there are no subsequent events that may significantly influence the Bank's financial position and need to be explained and disclosed in the consolidated financial statements.

39. Concentration of assets, liabilities and off-balance sheet items by geographical area

39.1 Concentration by geographical area

A geographical segment is a distinguishable component of a bank that is engaged in providing products or services within a particular economic environment and that is subject to risks and returns that are different from those of components operating in other economic environments. A geographical segment does not include operations in economic environments with significantly differing risks and returns. A geographical segment may be a single country, a group of two or more countries, or a region within a country.

VND Million

December 31 2024	Total loan balance	Total deposit balance	Credit commitments	Derivative for financial instruments (Total contract value)	Trading and investment securities
Domestic	22.494.544	24.413.123	372.832	126.879	3.645.740
Oversea	-	-	-	-	-

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

31 December 2023	Total loan balance	Total deposit balance	Credit commitments	Derivative for financial instruments (Total contract value)	Trading and investment securities
Domestic	20.377.377	23.556.779	345.778	-	1.283.888
Oversea	-	-	-	-	-

39.2 Concentration by business segment

	Year 2024	Year 2023
Profit after tax by banking industry	76.266	263.921
Profit after tax by hospitality industry	2.902	2.868
Total	79.168	266.789

40. Financial risk management

Financial risks include credit risk, market risk and operation risk.

40.1 Credit risk

Credit risk is the risk of customers or counterparties failing to fulfill their obligations with the Bank, leading to financial loss. Credit risk arises from lending and guarantee activities under various forms.

The Bank is also subject to credit risk through investments in debt securities and other risks in its transaction activities (transaction risk), including assets in the transaction portfolio that do not belong to the owners' equity, derivatives and payment balance with partners.

Credit risk is the most significant risk in the Bank's business activities, thus the Board of Management has carefully implemented and monitored the credit risk management. Credit risk management department has been established and responsible for frequently reporting to the Board of Management and the head of each business unit.

40.1.1 Measurement of credit risk for determining loss and making provision

(a) Loans and guarantees

The measurement of credit risk is done before and during the lending term.

The Bank has developed quantitative model for supporting the measurement of credit risk. The credit rating system is used in all material credit portfolio and being the foundation for measuring the risks of payment violations before and during lending term.

Based on such measurements, The Bank has made provisions according to Decree No. 86/2024/ND-CP dated November 7, 2024, measured and categorized its loans and guarantees according to Circular No.31/2024/TT-NHNN dated June 30, 2024 .

(b) Debt securities

Investments of the Bank in debt securities are debts instruments issued by the Government and reputable credit, economic institutions. Credit risk is estimated by each specific debt in case the Bank assumes that there is credit risk change of its counterparties. These investments are considered as a way to ensure a better credit plan and maintain available credit sources for meeting requirements of capital supply.

40.1.2 Policies to control and mitigate credit risk

The Bank controls credit risk by setting risk limits (on and off-balance sheet) relating to each customer or group of customers as stipulated by the State Bank of Vietnam. Additionally, credit risk is controlled through periodically reviewing groups of mortgaged assets and analyzing the capacity of existing and potential customers to pay the interest and principal portion of the loans.

The Bank implements some policies and practices to mitigate credit risk. One common method is to hold secured assets. Types of assets pledged as security for loan and advances include:

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

*For the accounting period from January 01, 2024 to December 31, 2024**VND Million*

- Mortgage for residential real estate; land use rights.
- Pledge against operational assets such as machinery and equipment, inventory, receivables;

For secured loans, the valuation of collateral is independently made by the Bank with the application of specific discount rates to determine the maximum line of credit. When the fair value of collaterals is reduced, the Bank shall require the borrowers to mortgage additional assets to maintain the level of safety against the risk of the loans.

The credit risk of commitments including letter of credit, financial guarantee contract are similar to credit risk of a loan. L/C requiring presentation of document sets or L/C for trade is the Bank's written commitment to pay the third party for the amount stipulated by specific terms and conditions, on behalf of its customers and guaranteed by customer's goods, hence the risk is lower than direct loans. The issuance of L/C and financial guarantee contract follows the process of assessing and approving credit as the ones designed for loans and advances granted to customers except when the customers deposit 100% for related commitments.

40.2 Market risk

Market risk is the risk of losses due to adverse changes in the fair value of financial instruments' future cash flows, following the change of the market value. Market risk is incurred from the opening position of interest rate, monetary products and equity instruments. All of these products are impacted by the fluctuation of the market in general and each type of market, as well as the change in fluctuation level of the market value such as interest rate risk, currency risk and other pricing risks.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

40.2 Market risk

40.2.1 Interest rate risk

Interest rate risk is the risk in which the future cash flows of financial instruments are affected due to changes in the market interest rate. The Bank manages the interest rate risk through controlling the differences of interest rate on a monthly basis.

Summary of interest rate risk of the Bank as at December 31, 2024 is as follows:

Items	Overdue	Non-interest bearing	Up to 1 month	From 1 to 3 months	From 3 to 6 months	From 6 to 12 months	From 1 to 5 years	Over 5 years	Total
Cash, gold, and gemstones	-	188.139	-	-	-	-	-	-	188.139
Balances with the SBV	-	-	715.826	-	-	-	-	-	715.826
Deposits with and loans to other credit institutions (*)	-	-	1.420.043	3.006.525	660.000	-	-	-	5.086.568
Trading securities (*)	-	-	-	-	-	-	-	-	-
Derivative for financial instruments and other financial assets (*)	-	-	679	-	-	-	-	-	679
Loans to customers (*)	562.458	-	187.667	151.128	144.747	7.828.912	6.785.677	6.173.955	21.834.544
Investment securities (*)	-	-	2.100.000	-	-	-	987.314	558.426	3.645.740
Capital contribution, long-term investments (*)	-	-	-	-	-	-	-	53.380	53.380
Fixed assets and Investment properties	-	-	-	-	-	-	-	1.083.726	1.083.726
Other assets (*)	-	973.929	-	-	-	-	-	-	973.929
Total Assets	562.458	1.162.068	4.424.215	3.157.653	804.747	7.828.912	7.772.991	7.869.487	33.582.531
Liabilities									
Deposits and borrowings from the SBV and other credit institutions	-	-	680.463	3.546.525	-	-	-	1.009	4.227.997
Deposits from customers	-	-	4.221.227	1.509.778	7.876.626	123.650	10.681.842	-	24.413.123
Derivative for financial instruments and other financial liabilities	-	-	-	-	-	-	-	-	-
Other liabilities	-	-	529.448	-	-	-	-	-	529.448
Total Liabilities	-	-	5.431.138	5.056.303	7.876.626	123.650	10.681.842	1.009	29.170.568
Interest sensitivity gap with interest rate of on-balance sheet	562.458	1.162.068	(1.006.923)	(1.898.650)	(7.071.879)	7.705.262	(2.908.851)	7.868.478	4.411.963
Off balance sheet commitments affecting the sensitivity level with the interest rate of assets and liabilities (net)	-	(499.032)	-	-	-	-	-	-	(499.032)
Total interest sensitivity gap with interest rate of on and off balance sheet	562.458	663.036	(1.006.923)	(1.898.650)	(7.071.879)	7.705.262	(2.908.851)	7.868.478	3.912.931

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

Summary of interest rate risk of the Bank as at December 31, 2023 is as follows:

Items	Overdue	Non-interest bearing	Up to 1 month	From 1 to 3 months	From 3 to 6 months	From 6 to 12 months	From 1 to 5 years	Over 5 years	Total
Cash, gold, and gemstones	-	163.234	-	-	-	-	-	-	163.234
Balances with the SBV	-	-	3.759.537	-	-	-	-	-	3.759.537
Deposits with and loans to other credit institutions (*)	-	-	2.082.781	2.212.085	-	-	-	-	4.294.866
Trading securities (*)	-	-	-	-	-	-	-	-	-
Derivative for financial instruments and other financial assets (*)	-	-	-	-	-	-	-	-	-
Loans to customers (*)	407.550	-	28.615	68.380	210.428	4.421.702	9.138.124	5.692.578	19.967.377
Investment securities (*)	-	-	-	-	-	-	354.193	929.695	1.283.888
Capital contribution, long-term investments (*)	-	-	-	-	-	-	-	53.380	53.380
Fixed assets and Investment properties	-	-	-	-	-	-	-	1.098.586	1.098.586
Other assets (*)	-	1.158.308	-	-	-	-	-	-	1.158.308
Total Assets	407.550	1.321.542	5.870.933	2.280.465	210.428	4.421.702	9.492.317	7.774.239	31.779.176
Liabilities									
Deposits and borrowings from the SBV and other credit institutions	-	-	977.696	2.072.085	-	-	-	1.155	3.050.936
Deposits from customers	-	-	4.149.268	907.705	6.384.130	230.388	11.885.288	-	23.556.779
Derivative for financial instruments and other financial liabilities	-	-	-	-	-	-	-	-	-
Other liabilities	-	-	823.798	-	-	-	-	-	823.798
Total Liabilities	-	-	5.950.762	2.979.790	6.384.130	230.388	11.885.288	1.155	27.431.513
Interest sensitivity gap with interest rate of on-balance sheet	407.550	1.321.542	(79.829)	(699.325)	(6.173.702)	4.191.314	(2.392.971)	7.773.084	4.347.663
Off balance sheet commitments affecting the sensitivity level with the interest rate of assets and liabilities (net)	-	(345.778)	-	-	-	-	-	-	(345.778)
Total interest sensitivity gap with interest rate of on and off balance sheet	407.550	975.764	(79.829)	(699.325)	(6.173.702)	4.191.314	(2.392.971)	7.773.084	4.001.885

(*) These items exclude risk provision.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

40.2 Market risk

40.2.2 Currency risk

Currency risk is the risk in which the value of financial instrument changes due to the changes in exchange rate. The Bank was incorporated and operates in Vietnam with VND as its reporting currency. The primary currency used for the Bank's transactions is also VND. Most of the Bank's loans and advances to customers are in VND and USD. However, some other assets are in currencies other than VND and USD. The Board of Management has set the position limit for each currency. The monetary status is supervised on daily basis and risk prevention strategy is applied by the Bank to ensure that the monetary status shall be maintained within the already-built limit.

Presentation of assets and liabilities of the Bank by currencies converted into VND as at December 31, 2024:

Items	EUR equivalent	USD equivalent	Other currencies equivalent	Total
Assets				
Cash, gold, and gemstones	1.150	17.281	321	18.752
Balances with the SBV	-	32.503	-	32.503
Deposits with and loans to other credit institutions (*)	3.921	722.586	4.272	730.779
Trading securities (*)	-	-	-	-
Derivative for financial instruments and other financial assets (*)	-	-	-	-
Loans to customers (*)	-	654.671	-	654.671
Investment securities (*)	-	-	-	-
Capital contribution, long-term investments (*)	-	-	-	-
Other assets (*)	-	10.198	-	10.198
Total Assets	5.071	1.437.239	4.593	1.446.903
Liabilities and Owners' equity				
Deposits and borrowings from the SBV and other credit institutions	-	884.418	-	884.418
Deposits from customers	4.169	177.354	11	181.534
Derivative for financial instruments and other financial liabilities	-	126.200	-	126.200
Other liabilities	902	249.267	4.582	254.751
Capital and reserves	-	-	-	-
Total Liabilities and Owners' equity	5.071	1.437.239	4.593	1.446.903
On-balance sheet currency position	-	-	-	-
Off-balance sheet currency position	-	-	-	-
On and Off-balance sheet currency position	-	-	-	-

SAIGON BANK FOR INDUSTRY AND TRADE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Form: B05/TCTD

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

Presentation of assets and liabilities of the Bank by currencies converted into VND as at December 31, 2023:

Items	EUR equivalent	USD equivalent	Other currencies equivalent	Total
Assets				
Cash, gold, and gemstones	589	18.161	960	19.710
Balances with the SBV	-	37.615	-	37.615
Deposits with and loans to other credit institutions (*)	4.602	1.444.404	2.874	1.451.880
Trading securities (*)	-	-	-	-
Derivative for financial instruments and other financial assets (*)	-	-	-	-
Loans to customers (*)	-	483.728	-	483.728
Investment securities (*)	-	-	-	-
Capital contribution, long-term investments (*)	-	-	-	-
Other assets (*)	-	21.755	-	21.755
Total Assets	5.191	2.005.663	3.834	2.014.688
Liabilities and Owners' equity				
Deposits and borrowings from the SBV and other credit institutions	-	1.622.898	-	1.622.898
Deposits from customers	4.060	192.557	11	196.628
Derivative for financial instruments and other financial liabilities	-	-	-	-
Other liabilities	1.131	190.208	3.823	195.162
Capital and reserves	-	-	-	-
Total Liabilities and Owners' equity	5.191	2.005.663	3.834	2.014.688
On-balance sheet currency position	-	-	-	-
Off-balance sheet currency position	-	-	-	-
On and Off-balance sheet currency position	-	-	-	-

(*) These items exclude risk provision.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

40.2 Market risk

40.2.3 Liquidity risk

Liquidity risk incurred when the Bank is unable to fulfill its debt obligations when due and there is no alternative capital in case of customers' withdrawal. This could possibly result in the failure to meet its obligations to the depositors and perform loan commitments. The Bank monitors liquidity risk by:

- Controlling the capital mobilization and lending activities on daily basis
- Maintaining investment portfolio including securities that are easily convertible to cash
- Controlling liquidity indicators based on the financial report and in compliance with the regulations of the State Bank of Vietnam.

Summary of assets and liabilities of the Bank by terms from the period ended December 31, 2024 to the matured date:

Items	Overdue		Current					Total
	Over 3 months	Up to 3 months	Up to 1 month	From 1 to 3 months	From 3 to 12 months	From 1 to 5 years	Over 5 years	
Cash, gold, and gemstones	-	-	188.139	-	-	-	-	188.139
Balances with the SBV	-	-	715.826	-	-	-	-	715.826
Deposits with and loans to other credit institutions (*)	-	-	3.426.568	1.540.000	120.000	-	-	5.086.568
Trading securities (*)	-	-	-	-	-	-	-	-
Derivative for financial instruments and other financial assets (*)	-	-	679	-	-	-	-	679
Loans to customers (*)	482.570	79.889	1.290.713	3.109.324	10.789.959	2.394.838	3.687.251	21.834.544
Investment securities (*)	-	-	2.200.078	-	164.250	1.281.412	-	3.645.740
Capital contribution, long-term investments (*)	-	-	-	-	-	-	53.380	53.380
Fixed assets and Investment properties	-	-	-	-	-	-	1.083.726	1.083.726
Other assets (*)	-	-	973.929	-	-	-	-	973.929
Total Assets	482.570	79.889	8.795.932	4.649.324	11.074.209	3.676.250	4.824.357	33.582.531
Liabilities					-	-	-	-
Deposits and borrowings from the SBV and other credit institutions	-	-	2.686.988	1.540.000	195	532	282	4.227.997
Deposits from customers	-	-	7.895.914	4.283.226	11.126.875	1.107.108	-	24.413.123
Derivative for financial instruments and other financial liabilities	-	-	-	-	-	-	-	-
Other liabilities	-	-	529.448	-	-	-	-	529.448
Total Liabilities	-	-	11.112.350	5.823.226	11.127.070	1.107.640	282	29.170.568
Net Liquidity Gap	482.570	79.889	(2.316.418)	(1.173.902)	(52.861)	2.568.610	4.824.075	4.411.963

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 01, 2024 to December 31, 2024

VND Million

Summary of assets and liabilities of the Bank by terms from the period ended December 31, 2023 to the matured date:

Items	Overdue		Current					Total
	Over 3 months	Up to 3 months	Up to 1 month	From 1 to 3 months	From 3 to 12 months	From 1 to 5 years	Over 5 years	
Cash, gold, and gemstones	-	-	163.234	-	-	-	-	163.234
Balances with the SBV	-	-	3.759.537	-	-	-	-	3.759.537
Deposits with and loans to other credit institutions (*)	-	-	3.884.866	410.000	-	-	-	4.294.866
Trading securities (*)	-	-	-	-	-	-	-	-
Derivative for financial instruments and other financial assets (*)	-	-	-	-	-	-	-	-
Loans to customers (*)	314.978	92.572	1.061.580	2.495.654	10.413.535	2.479.434	3.109.624	19.967.377
Investment securities (*)	-	-	-	-	306.723	405.456	571.709	1.283.888
Capital contribution, long-term investments (*)	-	-	-	-	-	-	53.380	53.380
Fixed assets and Investment properties	-	-	-	-	-	-	1.098.586	1.098.586
Other assets (*)	-	-	1.158.308	-	-	-	-	1.158.308
Total Assets	314.978	92.572	10.027.525	2.905.654	10.720.258	2.884.890	4.833.299	31.779.176
Liabilities					-	-	-	-
Deposits and borrowings from the SBV and other credit institutions	-	-	2.849.781	200.000	187	630	338	3.050.936
Deposits from customers	-	-	6.478.068	4.362.115	11.600.057	1.116.539	-	23.556.779
Derivative for financial instruments and other financial liabilities	-	-	-	-	-	-	-	-
Other liabilities	-	-	823.798	-	-	-	-	823.798
Total Liabilities	-	-	10.151.647	4.562.115	11.600.244	1.117.169	338	27.431.513
Net Liquidity Gap	314.978	92.572	(124.122)	(1.656.461)	(879.986)	1.767.721	4.832.961	4.347.663

(*) These items exclude risk provision.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

*For the accounting period from January 01, 2024 to December 31, 2024**VND Million***34. Financial risks management (cont.)****34.3 The fair value of financial assets and liabilities**

Financial assets and liabilities of the Bank are recorded as original cost minus provision for devaluation of assets. Therefore, the book value of financial assets and liabilities of the Bank may differ from their fair value.

Currently, the Bank has not determined the fair value of all financial assets and liabilities. The Bank shall present the fair value of those assets and liabilities when there is detailed guidance from the authority.

Prepared by**Pham Thi Mua***Chief Accountant***Pham Tan Tai***Ho Chi Minh City, January 20 2025**General Director***Tran Thanh Giang**