

Vietnam International Commercial Joint Stock Bank

Separate financial statements

Quarter IV of 2024 and for the year ended 31 December 2024



Vietnam International Commercial Joint Stock Bank Bank Information

Banking Licence No. 23/GP-NHNN 19 September 2022

The Banking Licence No. 23/GP-NHNN was issued by the State Bank of Vietnam to replace the Banking Licence No. 95/GP-NHNN dated 28 September 2018 and is valid for 99 years from the date of the initial licence, i.e. 25 January 1996, which was amended under Decision No. 2616/QD-NHNN dated 5 December 2024.

Business Registration Certificate No. 0100233488 14 February 1996

The Bank's Business Registration Certificate has been amended several times, and the 38th amendment of which was issued on 23 August 2023 by the Business Registration Department – Ho Chi Minh City Department of Planning and Investment.

| | | |
|---------------------------|--------------------------|------------------------------------|
| Board of Directors | Mr. Dang Khac Vy | Chairman |
| | Mr. Dang Van Son | Vice Chairman |
| | Mr. Han Ngoc Vu | Member cum Chief Executive Officer |
| | Mr. Do Xuan Hoang | Member |
| | Ms. Nguyen Thi Bich Hanh | Independent Member |

| | | |
|--------------------------|--------------------------------|---------------------------|
| Supervisory Board | Ms. Nguyen Thuy Linh | Head of Supervisory Board |
| | Ms. Nguyen Luong Thi Bich Thuy | Member |
| | Mr. Dao Quang Ngoc | Member |

**Vietnam International Commercial Joint Stock Bank
Bank Information (continued)**

**The Board of Management
and Chief Accountant**

| | |
|-----------------------|--|
| Mr. Han Ngoc Vu | Member of Board of Directors cum Chief Executive Officer |
| Mr. Ho Van Long | Deputy Chief Executive Officer cum Head of Retail Banking cum Chief Financial Officer <i>(Appointed as Head of Retail Banking on 1 April 2024)</i> |
| Mr. An Thanh Son | Deputy Chief Executive Officer cum Head of General Counsel |
| Mr. Tran Nhat Minh | Deputy Chief Executive Officer cum Head of Business Technology Services cum Head of Digital Banking <i>(Appointed as Head of Digital Banking on 1 April 2024)</i> |
| Ms. Pham Thi Minh Hue | Chief Accountant |

Legal Representative

| | |
|-----------------|---|
| Mr. Han Ngoc Vu | Member of Board of Directors cum Chief Executive Officer |
|-----------------|---|

Registered office

1st floor (ground floor) and 2nd floor of Sailing Tower
111A Pasteur, Ben Nghe Ward, District 1
Ho Chi Minh City, Vietnam

| | Note | 31/12/2024 VND million | 31/12/2023 VND million |
|---|-----------|---------------------------|---------------------------|
| ASSETS | | | |
| Cash and gold on hand | 5 | 1,639,349 | 1,681,052 |
| Balances with the State Bank of Vietnam ("SBV") | 6 | 9,909,074 | 8,217,767 |
| Balances with and loans to other credit institutions ("CIs") | 7 | 105,588,516 | 68,197,574 |
| Balances with other CIs | | 49,847,544 | 56,382,159 |
| Loans to other CIs | | 55,740,972 | 11,815,415 |
| Derivative financial instruments and other financial assets | 8 | 821,872 | 156,721 |
| Loans to customers | | 318,316,079 | 262,075,015 |
| Loans to customers | 9 | 324,009,713 | 266,345,545 |
| Allowance for loans to customers | 10 | (5,693,634) | (4,270,530) |
| Debt purchases | 11 | 8,779 | 16,370 |
| Debt purchases | | 8,846 | 16,495 |
| Allowance for debt purchases | | (67) | (125) |
| Investment securities | | 50,344,312 | 60,988,364 |
| Available-for-sale securities | 12 | 50,345,812 | 60,956,278 |
| Held-to-maturity securities | 13 | 42,380 | 42,380 |
| Allowance for investment securities | 14 | (43,880) | (10,294) |
| Long-term investments | 15 | 919,457 | 919,457 |
| Investments in subsidiary | | 850,000 | 850,000 |
| Other long-term investments | | 69,667 | 69,667 |
| Allowance for diminution in the value of long-term investments | | (210) | (210) |
| Fixed assets | | 793,661 | 754,046 |
| Tangible fixed assets | 16 | 491,598 | 464,588 |
| Cost | | 1,249,138 | 1,115,592 |
| Accumulated depreciation | | (757,540) | (651,004) |
| Intangible fixed assets | 17 | 302,063 | 289,458 |
| Cost | | 776,482 | 694,306 |
| Accumulated amortisation | | (474,419) | (404,848) |
| Other assets | 18 | 4,934,692 | 7,169,500 |
| Receivables | | 1,371,092 | 2,494,867 |
| Accrued interest and fee receivables | | 2,572,270 | 3,663,279 |
| Other assets | | 991,574 | 1,022,418 |
| Allowance for other on-balance sheet assets | | (244) | (11,064) |
| TOTAL ASSETS | | 493,275,791 | 410,175,866 |

The accompanying notes are an integral part of these separate financial statements

| | Note | 31/12/2024 VND million | 31/12/2023 VND million |
|---|-----------|---------------------------|---------------------------|
| LIABILITIES AND OWNERS' EQUITY | | | |
| LIABILITIES | | | |
| Due to the Government and the SBV | 19 | 18,586,891 | - |
| Deposits and borrowings from other CIs | 20 | 123,200,585 | 98,639,721 |
| Deposits from other CIs | | 94,513,735 | 74,755,571 |
| Borrowings from other CIs | | 28,686,850 | 23,884,150 |
| Deposits from customers | 21 | 276,572,333 | 237,003,479 |
| Other borrowed and entrusted funds | 22 | 5,368 | 6,930 |
| Valuable papers issued | 23 | 23,302,579 | 23,896,936 |
| Other liabilities | 24 | 9,887,861 | 12,783,094 |
| Accrued interest and fee payables | | 3,384,284 | 4,218,824 |
| Other liabilities | | 6,503,577 | 8,564,270 |
| TOTAL LIABILITIES | | 451,555,617 | 372,330,160 |
| OWNERS' EQUITY | | | |
| Capital | 25 | 29,793,045 | 25,369,708 |
| Charter capital | | 29,791,278 | 25,368,075 |
| Share premium | | 1,767 | 1,633 |
| Reserves | 25 | 4,297,029 | 3,444,099 |
| Retained profits | 25 | 7,630,100 | 9,031,899 |
| TOTAL OWNERS' EQUITY | | 41,720,174 | 37,845,706 |
| TOTAL LIABILITIES AND OWNERS' EQUITY | | 493,275,791 | 410,175,866 |

| | Note | 31/12/2024 VND million | 31/12/2023 VND million |
|---------------------------------------|------|---------------------------|---------------------------|
| OFF-BALANCE SHEET ITEMS | | | |
| Foreign exchange commitments | 38 | 345,248,653 | 227,964,990 |
| Foreign currency purchase commitments | | 9,093,526 | 1,762,364 |
| Foreign currency sale commitments | | 7,688,387 | 1,775,463 |
| Swap commitments | | 328,466,740 | 224,427,163 |
| Letters of credit | 38 | 2,750,600 | 1,943,650 |
| Other guarantees | 38 | 7,185,571 | 7,025,057 |
| Other commitments | 38 | 68,292,253 | 38,380,834 |
| Uncollected loan interest and fees | 39 | 3,517,652 | 3,162,280 |
| Written-off bad debts | 40 | 21,628,603 | 18,479,513 |
| Other assets and documents in custody | 41 | 20,795,232 | 29,531,434 |

Prepared by:



Ms. Nguyen Thi Thu Hien
 Financial Reporting Manager

Reviewed by:



Ms. Tran Thi Thanh Tra
 Head of SBV Reporting Department

Approved by:



Ms. Phan Thi Minh Hue
 Chief Executive Officer
 Chief Accountant

23 January 2025

| | Note | Quarter IV | | Accumulated | |
|---|-----------|---------------------|---------------------------------------|---|---|
| | | 2024 VND million | 2023 VND million (Reclassified) | For the year ended 31/12/2024 VND million | For the year ended 31/12/2023 VND million (Reclassified) |
| Interest and similar income | 27 | 8,268,083 | 8,726,038 | 32,440,818 | 36,689,428 |
| Interest and similar expenses | 27 | (4,356,442) | (4,062,602) | (15,708,053) | (18,230,497) |
| Net interest income | 27 | 3,911,641 | 4,663,436 | 16,732,765 | 18,458,931 |
| Fee and commission income | 28 | 775,632 | 854,515 | 3,009,933 | 3,427,748 |
| Fee and commission expenses | 28 | (173,806) | (388,386) | (1,435,325) | (1,408,433) |
| Net fee and commission income | 28 | 601,826 | 466,129 | 1,574,608 | 2,019,315 |
| Net gain from trading of foreign currencies | 29 | 49,019 | 244,448 | 500,968 | 548,470 |
| Net gain from investment securities | 30 | 145,103 | 30,545 | 247,967 | 129,730 |
| Other income | | 613,007 | 378,798 | 1,487,359 | 820,887 |
| Other expenses | | (102,853) | (6,339) | (193,195) | (32,363) |
| Net other income | 31 | 510,154 | 372,459 | 1,294,164 | 788,524 |
| Income from capital contribution, share purchase | | - | 20,564 | 3,745 | 23,909 |
| TOTAL OPERATING INCOME | | 5,217,743 | 5,797,581 | 20,354,217 | 21,968,879 |
| TOTAL OPERATING EXPENSES | 32 | (1,714,153) | (1,730,581) | (7,056,526) | (6,481,984) |
| Net operating profit before allowance expenses | | 3,503,590 | 4,067,000 | 13,297,691 | 15,486,895 |
| Allowance expenses for credit losses | 33 | (1,122,516) | (1,692,682) | (4,353,458) | (4,845,805) |
| PROFIT BEFORE TAX | | 2,381,074 | 2,374,318 | 8,944,233 | 10,641,090 |
| Income tax expenses – current | 34 | (475,634) | (471,498) | (1,787,517) | (2,124,183) |
| Income tax expense | 34 | (475,634) | (471,498) | (1,787,517) | (2,124,183) |
| NET PROFIT AFTER TAX | | 1,905,440 | 1,902,820 | 7,156,716 | 8,516,907 |

Prepared by:

Ms. Nguyen Thi Thu Hien
 Financial Reporting Manager

Reviewed by:

Ms. Tran Thi Thanh Tra
 Head of SBV Reporting Department

Approved by:



Ms. Phạm Thị Minh Huệ
 p.p. Chief Executive Officer
 Chief Accountant

23 January 2025

The accompanying notes are an integral part of these separate financial statements

Vietnam International Commercial Joint Stock Bank
Separate statement of cash flows for the year ended
31 December 2024 (Direct method)

Form B04/TCTD
(Issued under Circular
No. 49/2014/TT-NHNN dated 31 December 2014
of the State Bank of Vietnam)

| | <i>For the year ended</i> 31/12/2024 VND million | <i>For the year ended</i> 31/12/2023 VND million <i>(Reclassified)</i> |
|--|--|---|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Interest and similar income received | 33,531,827 | 35,458,437 |
| Interest and similar expenses paid | (16,542,593) | (17,752,535) |
| Fees and commission income received | 1,574,608 | 2,019,315 |
| Net receipts from foreign currencies and securities trading activities | 782,521 | 665,975 |
| Other income received | 46,911 | 93,387 |
| Collection from bad debts previously written off | 1,247,253 | 692,749 |
| Payments for salary and operating expenses | (7,082,127) | (6,136,923) |
| Corporate income tax paid during the year | (1,944,465) | (2,318,556) |
| Cash flows from operating activities before changes in operating assets and liabilities | 11,613,935 | 12,721,849 |
| Change in operating assets | | |
| (Increase)/decrease in balances with and loans to other CIs | (43,925,557) | 12,923,370 |
| Decrease/(increase) in investment securities | 10,610,466 | (21,705,895) |
| Increase in derivative financial instruments and other financial assets | (665,151) | (135,763) |
| Increase in loans to customers | (57,656,519) | (34,314,112) |
| Utilization of allowance for credit losses and debt handling | (2,941,305) | (3,662,477) |
| Other decrease in operating assets | 1,153,219 | 3,206,997 |
| Change in operating liabilities | | |
| Increase in due to the Government and SBV | 18,586,891 | - |
| Increase in deposits and borrowings from other CIs | 24,560,864 | 27,473,280 |
| Increase in deposits from customers | 39,568,854 | 36,493,421 |
| Decrease in valuable papers issued | (594,357) | (7,877,882) |
| Decrease in other borrowed and entrusted funds | (1,562) | (1,162) |
| Other (decrease)/increase in operating liabilities | (1,802,079) | 5,159,455 |
| NET CASH FLOWS FROM OPERATING ACTIVITIES | (1,492,301) | 30,281,081 |

The accompanying notes are an integral part of these separate financial statements

Vietnam International Commercial Joint Stock Bank
Separate statement of cash flows for the year ended
31 December 2024 (Direct method - continued)

Form B04/TCTD
(Issued under Circular
No. 49/2014/TT-NHNN dated 31 December 2014
of the State Bank of Vietnam)

| | <i>For the year ended</i> 31/12/2024 VND million | <i>For the year ended</i> 31/12/2023 VND million <i>(Reclassified)</i> |
|--|--|---|
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Payments for purchases of fixed assets | (225,580) | (223,003) |
| Proceeds from disposals of fixed assets | - | 2,388 |
| Payments on investments in other entities | - | (500,000) |
| Dividends and profits distributed from long-term investments and capital contributions | 3,745 | 40,361 |
| | (221,835) | (680,254) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Payments of dividends | (3,171,009) | (3,161,510) |
| Proceeds from sale of fractional shares lots | 134 | 93 |
| | (3,170,875) | (3,161,417) |
| NET CASH FLOWS FROM FINANCING ACTIVITIES | | |
| | (4,885,011) | 26,439,410 |
| NET CASH FLOWS DURING THE YEAR | | |
| | 66,280,978 | 39,841,568 |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR | | |
| | 61,395,967 | 66,280,978 |

Prepared by:



Ms. Nguyen Thi Thu Hien
 Financial Reporting Manager

Reviewed by:



Ms. Tran Thi Thanh Tra
 Head of SBV Reporting Department

Approved by:



Ms. Phạm Thị Minh Huệ
 p.p. Chief Executive Officer
 Chief Accountant

23 January 2025

The accompanying notes are an integral part of these separate financial statements

These notes form an integral part of and should be read in conjunction with the accompanying separate financial statements.

1. Reporting entity

1.1 Establishment and operation

Vietnam International Commercial Joint Stock Bank (“the Bank”) is a commercial joint stock bank incorporated and registered in the Socialist Republic of Vietnam.

The Bank was established pursuant to Banking License No. 23/GP-NHNN (to replace the Banking Licence No. 95/GP-NHNN dated 28 September 2018) issued by the State Bank of Vietnam (“SBV”) on 19 September 2022. The Banking Licence of the Bank is valid for 99 years from 25 January 1996, which was amended under Decision No. 2616/QĐ-NHNN dated 5 December 2024.

The principal activities of the Bank are mobilising and receiving short, medium and long-term deposit funds from organisations and individuals; providing short, medium and long-term loans based on the nature and ability of the Bank’s capital resources; conducting settlement and cash services and other banking services as approved by SBV; making capital contributions, purchasing shares, investment in bonds and trading foreign currencies in accordance with the law.

1.2 Charter capital

The charter capital of the Bank was VND50,000,000,000 when it was established in 1996 and has been increased periodically according to decisions of the General Meeting of Shareholders. The charter capital of the Bank as at 31 December 2024 is VND29,791,278,150,000 (31/12/2023: VND25,368,075,340,000).

1.3 Location and network

The Bank’s Head Office is located at 1st floor (ground floor) and 2nd floor of Sailing Tower, 111A Pasteur, Ben Nghe Ward, District 1, Ho Chi Minh City. As at 31 December 2024, the Bank had one (1) Head Office, one hundred and ninety-one (191) business units including sixty-four (64) branches, one hundred and twenty-seven (127) transaction offices in provinces and cities nationwide (31/12/2023: the Bank had one (1) Head Office, one hundred and eighty-eight (188) business units including sixty-two (62) branches, one hundred and twenty-six (126) transaction offices in provinces and cities nationwide).

1.4 Subsidiary

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

| Company name | Certificate of business registration | Business sector | % owned by the Bank |
|--|--|---------------------------|----------------------------|
| Vietnam International Commercial Joint Stock Bank – Asset Management Company Limited (“VIB AMC”) | 0104346676 dated 29 December 2009 (first time) and 17 th amendment dated 9 June 2023 by the Business Registration Department - Hanoi Department of Planning and Investment. | Debt and asset management | 100% |

1.5 Total number of employees

As at 31 December 2024, the Bank had 11,323 employees (31/12/2023: 11,799 employees).

2. Basis of preparation the financial statements

2.1 Statement of compliance

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

The Bank also prepare the consolidated financial statements of the Bank and its subsidiary (herein collectively referred to as "VIB") in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for credit institutions stipulated by the State Bank of Vietnam and the relevant statutory requirements applicable to financial reporting. For a comprehensive understanding of VIB's consolidated financial position, their consolidated results of operations and their consolidated cash flows, these separate financial statements should be read in conjunction with the consolidated financial statements of VIB for Quarter IV of 2024 and the year ended 31 December 2024.

2.2 Basis of measurement

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

2.3 Annual accounting period

The annual accounting period of the Bank is from 1 January to 31 December.

2.4 Accounting currency

The Bank's accounting currency is Vietnam Dong ("VND"). These separate financial statement have been prepared and presented in Vietnam Dong ("VND"), rounded to the nearest million ("VND million").

3. Change in accounting policy

On 30 June 2024, the SBV issued Circular No.31/2024/TT-NHNN prescribing classification of assets in the operations of commercial banks, non-bank credit institutions, and foreign bank branches ("Circular 31"). Circular 31 is effective from 1 July 2024.

On 11 July 2024, the Government issued Decree No.86/2024/ND-CP prescribing the provisions on the levels, methods of setting up risk provisions, and the use of provisions for risk handling in the operations of credit institutions, foreign bank branches, and cases where credit institutions must allocate accrued interest reversals ("Decree 86"). Decree 86 is effective from 11 July 2024.

According to Circular 31, Circular No.11/2021/TT-NHNN issued by the SBV on 30 July 2021 prescribing the classification of assets, levels and methods of setting up risk provisions and the use of provisions against risks in the banking activity of credit institutions and foreign bank branches ("Circular 11") expires from the effective date of Circular 31.

The Bank has applied the changes of Circular 31 and Decree 86 prospectively from the effective date of Circular 31 and Decree 86. The significant changes in the Bank's accounting policies and the effects on the separate interim financial statements, if any, are presented in Note 4.5.

4. Summary of significant accounting policies

The following significant accounting policies have been adopted by the Bank in the preparation of these separate financial statements.

4.1 Foreign currency

Foreign currency transactions

All transactions are recorded in their original currencies. Monetary items denominated in currencies other than VND are translated into VND at average exchange rate for spot selling and buying ("spot exchange rate") (gold is converted at the average selling and buying rate) of the Bank at the end of the last working day of the annual accounting period if the difference between the spot exchange rate and the weighted average of buying and selling exchange rates of the last working day of the annual accounting period is less than 1% (refer to Note 49 for details of foreign exchange rates as at 31 December 2024). If the difference between spot exchange rate at the end of the last working day of the annual accounting period and the weighted average of buying and selling exchange rates of the last working day of the annual accounting period is 1% or more, the Bank shall use the weighted average of buying and selling exchange rates of the last working day of the annual accounting period.

Non-monetary foreign currency assets and liabilities are translated into VND using the spot exchange rates effective at the dates of the transactions.

Income and expense in foreign currencies are translated into VND using the spot exchange rates effective at the dates of the transactions.

Foreign exchange differences arising from translation of monetary assets and liabilities at the end of the accounting period are recognised in the "Foreign exchange differences" account in equity on the separate statement of financial position and then transferred to the separate statement of income at the end of the annual accounting period.

4.2 Cash and cash equivalents

Cash and cash equivalents include cash on hand, gold on hand, balances with the SBV, balances with other credit institutions, loans to other credit institutions with original term to maturities not exceeding three months, Government treasury bills notes and other short-term valuable papers which are eligible for discount with the SBV, investments securities with recovery or maturity terms not exceeding three months from the acquisition date, that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

Gold is revaluated at the end of the annual accounting period and the differences arising on revaluation are recorded in the separate statement of income.

4.3 Balances with and loans to other credit institutions ("CIs")

Balances with other CIs include current deposits and deposits at other CIs with original terms of not exceeding three months. Loans to other credit institutions are loans with original terms to maturity of no more than twelve months.

Balances with other CIs, except for current deposits and loans to other CIs are stated at the amount of outstanding principal less any specific allowance for credit risks.

Current deposits with other credit institutions are stated at cost.

Credit risk classification of term deposits and loans to other CIs and allowance thereof is made in accordance with Circular 31 and Decree 86. Accordingly, the Bank carries out debt classification and has provided specific allowance for term deposits and loans to other credit institutions in accordance with Circular 31 and Decree 86 as described in Note 4.5.

According to Decree 86, the Bank is not required to make general allowance for term deposits and loans to other CIs.

4.4 Loans to customers

Loans to customers are stated at the amount of the principal outstanding less allowance for loans to customers.

Short-term loans are those with maturity term of no more than one year from the loan disbursement date. Medium-term loans are those with maturity from more than one year to five years of the loan disbursement date. Long-term loans are those with maturity term of more than five years from the loan disbursement date.

Debt classification and allowance for credit losses for loans to customers are made in accordance with regulations in Circular 31 and Decree 86 as described in Note 4.5.

4.5 Debt classification and the rate and method of making allowance for credit losses

a. Debt classification

Before 1 July 2024

Debt classification for term deposits with and loans to other credit institutions, unlisted corporate bonds (including bonds issued by other CIs), loans to customers, entrusted loans, sold debts but uncollected and repurchased debts (collectively referred to as "debts") is made in accordance with the quantitative method as stipulated in Article 10 of Circular 11.

From 1 July 2024

Debt classification for term deposits with and loans to other credit institutions, unlisted corporate bonds (including bonds issued by other CIs), loans to customers, entrusted loans, sold debts but uncollected and repurchased debts (collectively referred to as "debts") is made in accordance with the quantitative method as stipulated in Article 10 of Circular 31. The Bank carries out monthly debt classification based on the outstanding principals of debts at the last date of the month as follows:

| Group | | Overdue status |
|-------|-------------------------|---|
| 1 | Current debts | (a) Current debts being assessed as fully and timely recoverable, both principal and interest; or (b) Debts being overdue for less than 10 days and being assessed as fully recoverable, both overdue principal and interest, and fully and timely recoverable, both remaining principal and interest. |
| 2 | Special mentioned debts | (a) Debts being overdue between 10 days and 90 days; or (b) Debts having terms of repayment rescheduled for the first time and are undue. |
| 3 | Sub-standard debts | (a) Debts being overdue between 91 days and 180 days; or (b) Debts having terms of repayment extended for the first time which is unmaturing; or (c) Debts having exempted or reduced interest because customers are not able to pay the interest according to the credit contract; or (d) Debts falling in one of the following cases not yet collected within 30 days since the issuance date of recovery decision: <ul style="list-style-type: none"> - Debts having violated regulations specified in Points 1, 3, 4, 5, 6 of Article 134 of Laws on Credit Institutions; or - Debts having violated regulations specified in Points 1, 2, 3, 4 of Article 135 of Laws on Credit Institutions; or - Debts having violated regulations specified in Points 1, 2, 5, 9 of Article 136 of Laws on Credit Institutions. (e) Debts in the collection process under inspection conclusions; or (f) Debts that need to be recovered under premature debt recovery decisions due to borrowers' breach of agreements with them, but are not yet recovered within a period of less than 30 days from the effective dates of recovery decisions. |
| 4 | Doubtful debts | (a) Debts being overdue between 181 days and 360 days; or (b) Debts having rescheduled terms of repayment for the first time and being overdue 90 days according to the first rescheduled terms of repayment; or (c) Debts having rescheduled terms of repayment for the second time which is unmaturing; or (d) Debts specified in point (d) of Sub-standard debts not yet collected between 30 days and 60 days since the issuance date of recovery decision; or (e) Debts in the collection process under inspection conclusions but being overdue up to 60 days according to recovery term; or (f) Debts that need to be recovered under premature debt recovery decisions due to borrowers' breach of agreements with them, but are not yet recovered in 30 and 60 days from the effective dates of recovery decisions. |
| 5 | Loss debts | (a) Debts being overdue more than 360 days; or (b) Debts having rescheduled terms of repayment for the first time and being overdue of 91 days or more according to the first rescheduled terms of repayment; or (c) Debts having rescheduled terms of repayment for the second time and being overdue according to the second reschedule terms of repayment; or (d) Debts having rescheduled terms of repayment for the third time or more, regardless of whether the debts are overdue or not; or (e) Debts specified in point (d) of Sub-standard debts not yet collected over 60 days since the issuance date of recovery decision; or (f) Debts in the collection process under inspection conclusions but being overdue of more than 60 days according to recovery term; or (g) Debts that need to be recovered under premature debt recovery decisions due to borrowers' breach of agreements with them, but are not yet recovered in more than 60 days from the effective dates of recovery decisions; or (h) Debts to credit institutions being announced under special supervision status by the SBV, or to foreign bank branches of which capital and assets are blockaded. |

For off-balance sheet commitments, the Bank classifies debts based on the overdue days from the date when the Bank performs committed obligations:

- Group 3 - Sub-standard debts: overdue below 30 days;
- Group 4 - Doubtful debts: overdue from 30 days to less than 90 days;
- Group 5 - Loss debts: overdue from 90 days and above.

Bad debts are debts in Group 3, 4 and 5.

Where a customer owes more than one debts to the Bank, and has any of its debts transferred to a higher risk group, the Bank classifies the remaining debts of such customer into the group of debts with the highest level of risk.

When the Bank participates in a syndicated loan, the Bank classifies all debts (including the syndicated loan) of the customer into a higher risk group of debt as that classified and informed by the banks participating in a syndicated loan and the assessment of the Bank itself.

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

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

The Bank has adopted Circular No. 01/2020/TT-NHNN dated 13 March 2020 ("Circular 01") issued by the SBV on providing regulations on restructuring of loan repayment periods, exemption/reduction of interest/fees and keeping loan groups unchanged to assist customers affected by the Covid-19 pandemic, Circular No. 03/2021/TT-NHNN dated 2 April 2021 ("Circular 03") issued by the SBV on amending and supplementing to some articles of Circular 01 and Circular No. 14/2021/TT-NHNN dated 7 September 2021 ("Circular 14") issued by the SBV on amending and supplementing to some articles of Circular 01. Accordingly, for debts:

- granted before 1 August 2021;
- incurred principal and/or interest during the period from 23 January 2020 to 30 June 2022;
- the outstanding debt may be rescheduled in the following cases: the outstanding debt is undue or up to 10 days overdue according to the loan agreement; debt repayment period according to the contract; or the outstanding debt is incurred before 23 January 2020 and becomes overdue during the period from 23 January 2020 to 29 March 2020; the outstanding debt is incurred from 23 January 2020 to before 10 June 2020 and becomes overdue before 17 May 2021; the outstanding debt is incurred from 10 June 2020 to before 1 August 2021 and becomes overdue during the period from 17 July 2021 to before 7 September 2021;

and the borrower is unable to repay the principal and/or interest on schedule under the loan agreement due to decrease in revenue or income caused by Covid-19 pandemic, the Bank is allowed to reschedule loan repayment periods, grant exemption/reduction of interest/fees and loan groups as follow:

| Debts | Debt classification |
|---|---|
| Incurring before 23 January 2020 | Loan groups are kept unchanged from those classified at the most recent date prior to 23 January 2020. |
| Incurring from 23 January 2020 to 1 August 2021 | <ul style="list-style-type: none"> - Loan groups are kept unchanged from those classified at the most recent date prior to the date of being restructured repayment term for the first time; or - Loan groups are kept unchanged from those classified at the most recent date prior to the date of being overdue; or - Loan groups are kept unchanged from those classified at the most recent date prior to the date of exemption/reduction of interest/fees for the first time. |

From 1 January 2024, the Bank carries out debt classification for the outstanding debts that are rescheduled, granted interest exemption, interest reduction or debt category retention prescribed by Circular 01, Circular 03 and Circular 14 in accordance with relevant regulations on the classification of assets in the operations of credit institutions.

Debt classification for loans having rescheduled debt repayment term and keeping loan groups unchanged in order to support customers in difficulties

The Bank has adopted Circular No. 02/2023/TT-NHNN dated 23 April 2023 ("Circular 02") issued by the SBV on providing regulations on restructuring of loan repayment periods and keeping loan groups unchanged in order to support customers in difficulties and Circular No. 06/2024/TT-NHNN dated 23 April 2024 ("Circular 06") issued by the SBV on amending and supplementing to some articles of Circular 02. Accordingly, for debts:

- granted before 24 April 2023 and from lending and financial leasing activities;
- incurred principal and/or interest during the period from 24 April 2023 to 31 December 2024;
- with the outstanding debt balance being undue or up to 10 (ten) days overdue from the due date according to the contract/ agreement; the borrower is evaluated by the Bank as being unable to repay the principal and/or interest on schedule under the signed loan contract, agreement due to decrease in revenue or income compared to that in the plan for payment of loan principals and/or interests under the contract or agreement; and evaluated by the Bank as being able to pay off the loan principal and/or interest on the rescheduled due date;
- and not in violation of laws,

the Bank is allowed to reschedule loan repayment periods and keeping loan groups unchanged as those at the most recent date to the reschedule date.

b. *Specific allowance for credit losses*

According to Circular 11 (before 1 July 2024) and Decree 86 (from 1 July 2024), the Bank determines specific allowance for credit risks at the end of each month based on the allowance rates corresponding to debt classification results and loan principals balance less the discounted value of collateral assets at the end of the month. Specific allowance as at 31 December 2024 is determined based on the debt classification results and outstanding principals of debts at 31 December 2024. The rates of specific allowance for specific loan groups are as follows:

| Loan group | Rates of specific allowance |
|-----------------------------|-----------------------------|
| 1 – Current debts | 0% |
| 2 – Special mentioned debts | 5% |
| 3 – Sub-standard debts | 20% |
| 4 – Doubtful debts | 50% |
| 5 – Loss debts | 100% |

The maximum discounted value and rate of collateral assets is determined in accordance with regulations in Circular 11 (before 1 July 2024) and Decree 86 (from 1 July 2024) whereby each type of collateral assets has a certain maximum deduction rate for the purpose of calculating the risk allowance.

Additional specific allowance in accordance with Circular 03

The Bank determines and records the additional specific allowance for the entire outstanding loan balance of customers monthly, including the loan balances with repayment period rescheduled, interest exempted or reduced according to the loan classifications in accordance with relevant regulations (if the regulations on keeping loan groups unchanged under the provisions of Circular 01, Circular 03 and Circular 14):

| Additional allowance | Deadline |
|---|---------------------|
| At least 30% of the total specific allowance amount required to be made | By 31 December 2021 |
| At least 60% of the total specific allowance amount required to be made | By 31 December 2022 |
| 100% of the total specific allowance amount required to be made | By 31 December 2023 |

The Bank has fully recorded the additional specific allowance according to the timeline stated above. From 1 January 2024, the Bank has made specific allowance for the outstanding debts that are rescheduled, granted interest exemption, interest reduction or debt category retention prescribed by Circular 01, Circular 03 and Circular 14 in accordance with relevant regulations on establishing risk provisions from the operation of credit institutions.

Additional specific allowance in accordance with Circular 02

The Bank also determines and records the additional specific allowance for the entire outstanding loan balance of customers with repayments and loan groups unchanged in accordance with Circular 02 and Circular 06 as follows:

| Additional allowance | Deadline |
|---|---------------------|
| At least 50% of the total specific allowance amount required to be made | By 31 December 2023 |
| 100% of the total specific allowance amount required to be made | By 31 December 2024 |

The Bank has made full of the additional specific allowance according to the timeline stated above.

c. General allowance for credit risks

According to Circular 11 (before 1 July 2024) and Decree 86 (from 1 July 2024), general allowance is also required at the rate of 0.75% of total balance of debts at the end of the month, except for the balances with and loans to other credit institutions, bonds issued by other CIs and the loans classified into the loss group. General allowance as at 31 December 2024 is calculated based on debt classification and outstanding principals of debts at 31 December 2024.

d. Write-off of bad debts

According to Circular 11 (before 1 July 2024) and Decree 86 (from 1 July 2024), loans to customers are written off against the allowance when loans to customers have been classified to Group 5 or when borrowers have been declared bankrupt or dissolved (for borrowers being organisations and enterprises) or borrowers are deceased or missing (for borrowers being individuals).

Debts written-off against allowance are recorded as off-balance sheet items for following up and collection. The amounts collected from the debts previously written-off are recognised in the separate statement of income upon receipt.

e. Classification and allowance for off-balance sheet commitments

According to Circular 31 and Decree 86, the classification of off-balance sheet credit commitments is conducted solely for risk management, credit quality supervision of credit granting activities. The Bank did not make allowance for off-balance sheet credit commitments, except where the Bank has been required to made payment under the guarantee contract, in which case the payment on behalf is classified and allowance is made for in accordance with the accounting policy as described in Note 4.5.

4.6 Debt purchases

a. Debt purchases

Debts purchased are stated at contractual purchase price on separate statement of financial position and recorded off-balance sheet at their principal plus pre-acquisition interest. Interest income is recognised in the separate statement of income on an accrual basis except for debt purchases classified from Group 2 to Group 5 as described in Note 4.5. The interest arising before the Bank purchases the debts which is deducted from the purchase price.

b. Allowance for debt purchases

Purchased debts are classified in the debt groups which are not lower than those classified by the seller before purchase according to Decree 86 and allowance is made for them as described in Note 4.5.

4.7 Investment securities

a. Classification

Investment securities include available-for-sale investment securities and held-to-maturity investment securities. The Bank classifies investment securities at the date of acquisition as available-for-sale investment securities and held-to-maturity investment securities. According to Official Letter No. 2601/NHNN-TCKT dated 14 April 2009 of the SBV, the Bank is allowed to reclassify investment securities for once at maximum after initial classification at the date of acquisition

b. Recognition

The Bank recognises investment securities on the date when it becomes a party to the contractual provision of these securities (trade date accounting).

c. Measurement

Debts securities

Available-for-sale debt securities and held-to-maturity debt securities are initially recorded at cost, including purchase cost plus directly attributable costs such as brokerage and transaction fees, information fees, taxes, levies and bank charges (if any). They are subsequently recognised at amortised cost (affected by premium/discount amortisation) less allowance for diminution in value (including allowance for credit risks and allowance for diminution in the value of securities). Premium and discounts arising from purchases of debt securities are amortised to the separate statement of income on a straight-line basis over the period from acquisition date to maturity date.

Available-for-sale debt securities, excluding government bonds, government-guaranteed bonds, and local government bonds are measured at cost less allowance for diminution in value which is determined by reference to latest transaction price at Stock Exchange within 10 days up to the end of the annual accounting period. Where there is no transaction within 10 days up to the end of the annual accounting period, the Bank shall not provide allowance for such debt securities.

Available-for-sale debt securities and held-to-maturity debt securities of unlisted corporate bonds are recognised at cost less allowance for credit risks according to Circular 31 and Decree 86 as described in Note 4.5.

Interest income after purchase of available-for-sale debt securities and held-to-maturity debt securities is recognised in the separate statement of income on an accrual basis. Interest accrued before the Bank purchases will be deducted from the original price of debt securities when received.

The allowance for investment securities mentioned above is reversed if the price or recoverable value of the securities subsequently increases after the allowance was recognized. An allowance is reversed only to the

extent that the securities' carrying amount does not exceed the carrying amount that has been determined if no allowance had been recognized.

4.8 Long-term investments

a. Investments in subsidiary

Subsidiary is entity controlled by the Bank. Control exists when the Bank has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights that presently are exercisable are taken into account.

For the purpose of preparing separate financial statements, investments in subsidiary is measured at cost less allowance for diminution in the value of investments. Distributions from the accumulated net profits of the subsidiary arising subsequent to the date of acquisition are recognized in the separate statement of income of the Bank. Allowance for diminution in the value of investments is made when the economic entities in which the Bank invests make losses, unless there is evidence that the value of the investment has not been diminished. The allowance is reversed if the investee subsequently made a profit that offsets the previous loss for which the allowance had been made. An allowance is reversed only to the extent that the investment's carrying amount does not exceed the carrying amount that would have been determined if no allowance had been recognised.

b. Other long-term investments

Other long-term investments are investments in the equity of other companies without having control or significant influence. These long-term investments are initially recognised at cost at the date of acquisition, and subsequently stated at cost less allowance for diminution in the value of investments.

c. Allowance for diminution in value of long-term investments

Allowance for diminution in value of other long-term investments is made if the investee has suffered a loss which may cause the Bank to lose their invested capital, unless there is evidence that the value of the investment has not been diminished. Allowance for diminution in value is determined as the total actual contributed capital of parties to the investee less (-) the actual owner's equity multiplied (x) by the Bank's ownership percentage in the investee.

The allowance is reversed if the recoverable amounts are subsequently increased after the allowance was recognised. An allowance is reversed only to the extent that the investment's carrying amount does not exceed the carrying amount that has been determined if no allowance had been recognised.

4.9 Tangible fixed assets

a. Cost

Tangible fixed assets are stated at cost less accumulated depreciation. The initial cost of a tangible fixed asset comprises its purchase price, including import duties and non-refundable purchase taxes and any directly attributable costs of bringing the asset to its working condition and location for its intended use. Expenditure incurred after the tangible fixed assets have been put into operation, such as repairs and maintenance and overhaul costs, is normally charged to the separate statement of income during the year in which the costs are incurred. In situations where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefits expected to be obtained from the use of an item of tangible fixed assets beyond its originally assessed standard of performance, the expenditure is capitalised as an additional cost of tangible fixed assets.

b. Depreciation

Depreciation is computed on a straight-line basis over the estimated useful lives of tangible fixed assets. The estimated useful lives are as follows:

| | |
|----------------------------|--------------|
| - Buildings and structures | 5 - 25 years |
| - Machinery and equipment | 3 - 10 years |
| - Means of transportation | 6 - 8 years |
| - Office equipment | 3 - 10 years |
| - Others | 3 - 8 years |

4.10 Intangible fixed assets

a. Software

The cost of acquiring new software, which is not an integral part of the related hardware, is capitalised and treated as an intangible asset. Software costs are amortised on a straight-line basis ranging from 3 to 8 years.

b. Other intangible fixed assets

Other intangible fixed assets are stated at cost less accumulated amortisation. Amortisation is computed on a straight-line basis over 3 to 8 years.

4.11 Other assets

a. Construction in progress

Construction in progress represents the costs of purchasing, constructing fixed assets and upgrading of software which have not been fully completed. No depreciation is provided for construction during the period of constructing or upgrading.

b. Foreclosed assets

Foreclosed assets are those of which the ownership was transferred to the Bank and awaiting for settlement. For foreclosed assets of which the ownership has not been transferred to the Bank, the Bank records as off-balance sheet items.

c. Receivables from trade finance activities

Receivables from trade finance activities represent other assets exposing to credit risk and are stated at cost less allowance for credit losses, if any. The Bank classifies and makes allowance for these receivables in accordance with the accounting policy as described in Note 4.5.

d. Other assets

Other assets, except receivables from credit activities, are stated at cost less allowances for other on-balance sheet assets.

Allowance for losses of assets are made based on the overdue status of debts or expected losses may occur in case undue debt but an economic organisation is bankrupted or liquidated; or debtor is missing, running away, being prosecuted, in prison, under a trial or pending execution of sentences or deceased. The allowance expenses are recorded as operating expenses during the year.

For other assets that are overdue debts, the Bank makes allowance for losses using the allowance rates that are applied for overdue status as follows:

| Overdue period | Allowance rate |
|--|-----------------------|
| - From more than six (06) months up to less than one (01) year | 30% |
| - From one (01) year up to less than two (02) years | 50% |
| - From two (02) years up to less than three (03) years | 70% |
| - Three (03) years or more | 100% |

Allowance for losses on other assets are made for undue debts is the expected losses determined by the Bank after considering to the recovery of these debts.

4.12 **Other provision**

A provision is recognised if, as a result of a past event, the Bank has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provision is determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liabilities.

4.13 **Derivative financial instruments**

a. **Currency forward and swap contracts**

The Bank involves in currency forward contracts and currency swap contracts to facilitate customers to transfer, adjust or reduce foreign exchange risks and other market risks, and also for the business purposes of the Bank.

Currency forward contracts are commitments to pay in cash on a future date based on pre-determined difference between exchange rates, calculated on a nominal original amount. The currency forwards contracts are recorded at nominal value at the transaction date and are revalued at effective exchange rate at the reporting date and are stated at net value in the separate statement of financial position. Differences upon revaluation at the end of the period are recognised in the "Foreign exchange differences" account in the separate statement of financial position each month and are transferred to the separate statement of income at the end of the annual accounting period or upon maturity. Differences between the amounts in VND of the foreign currency amounts which are committed to buy/sell at forward rate of contract and spot rate on the transaction date are recognised in the separate statement of income on a straight-line basis over the term of the contracts.

The currency swap contracts are commitments to buy or sell the same amount of foreign currency (only two currencies are used in the transaction) with the same partner, in which there is a transaction with the spot payment term and a transaction with a payment period determined in the future and the rate of the two transactions is determined at the time of determination of spot transaction. Premiums/discounts arising from the difference of the spot exchange rate at the effective date of the contracts and the forward exchange rate will be recognised immediately on the effective date of the contracts as an asset if they are positive or as a liability if they are negative in the separate statement of financial position. This difference is amortised to the separate statement of income on a straight-line basis over the term of the swap contracts.

b. **Interest rate swap contracts**

Interest swap contracts are commitments to settle the interest amount based on floating or fixed interest rates over the notional principal amounts. The contract value in basic interest rate swaps of the same currency is not recognised in the separate statement of financial position. For two-currency-interest-rate swap contracts with nominal principal swap, the contract value is recognized in the separate statement of financial position. Income earned and expenses incurred are recognised in the separate statement of income on an accrual basis.

4.14 Deposits and loans from other credit institutions

Deposits and loans from other credit institutions are stated at their cost.

4.15 Deposits from customers

Deposits from customers are stated at their cost.

4.16 Entrustment and entrusted funds

Entrusted funds received by the Bank that suffer risks are donations, entrusted investments, entrusted loans to be used for predetermined purposes. The Bank is responsible for repayment of such funds when they are due. The Bank recognises the funds received as donation or entrusted investment at cost, and recognises the investments and loans in the separate financial position of the Bank.

4.17 Valuable papers issued

Valuable papers issued are recorded at cost less amortized premiums and discounts. Costs of valuable papers issued include the proceeds from issuance minus directly attributable expenses from issuance.

4.18 Other payables

Other payables are stated at their cost.

4.19 Severance allowance

Under the Vietnamese Labour Code, when an employee who has work for the Bank for 12 months or more ("the eligible employees") voluntarily terminates his/her labour contract, the employer is required to pay the eligible employee severance allowance calculated based on years of service and employee's compensation at termination. Before 2012, provision for severance allowance has been provided based on employees' years of service and their average salary for the six-month period prior to the end of the annual accounting period. For the purpose of determining the number of years of service by an employee, the period for which the employee participated in and contributed to unemployment insurance in accordance with prevailing laws and regulations and the period for which severance allowance has been paid by the Bank are excluded.

On 24 October 2012, the Ministry of Finance issued Circular No. 180/2012/TT-BTC ("Circular 180") guiding the financial handling of unemployment allowance for employees at enterprises. This Circular stipulates that when preparing the 2012 financial statements, if the enterprise's unemployment fund remains balance, the enterprise must record other income increases in 2012 and must not transfer the balance to use the fund next year. Accordingly, the Bank has reversed the balance of the severance allowance provision. This change in accounting policy has been applied prospectively since 2012.

Pursuant to Law on Social Insurance, effective from 1 January 2009 the Bank and its employees are required to contribute to an unemployment insurance fund managed by the Vietnam Social Insurance Agency. The unemployment insurance paid by the Bank for the employee's working time is recorded as an expense in the separate statement of income when incurred. With the implementation of the unemployment insurance scheme, the Bank is no longer required to provide severance allowance for the service period after 1 January 2009. However, severance allowance to be paid to the existing eligible employees at the end of the period will be determined based on the eligible employees' years of service to 31 December 2008 and their average salary for the six-month period prior to the termination date.

4.20 Share capital

a. Ordinary shares

Ordinary shares are classified as equity and recognised at par value. Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction from share premium in equity.

b. Share premium

On receipt of proceeds from share issuance from shareholders, the difference between the issue price and the par value of the shares, if any, is recorded in share premium account in equity.

c. Treasury shares

Treasury shares are recognised only in respect of repurchased shares which are aggregated fractions of share arising when the company issues shares to pay dividends or issues shares from equity reserves in accordance with an approved issuance plan, or repurchased fractional-lots of shares as requested by the shareholders. Odd shares represent the share capital formed by combining the fractional shares divided proportionally to investors. In all other cases, when shares recognised as equity are repurchased, their par value amount is recognised as a reduction to share capital. The difference between the par value and the amount of the consideration paid, which includes directly attributable costs, net of tax effects, is included in share premium.

4.21 Reserves and funds

According to Decree No. 93/2017/ND-CP dated 7 August 2017 issued by the Government of Vietnam providing regulations on the financial regime applicable to credit institutions, the Bank is required to make the following reserves before distribution of profits:

| | Annual allocation | Maximum balance |
|---------------------------------------|-------------------------|-----------------------|
| Reserve to supplement charter capital | 5% of profit after tax | 100% of share capital |
| Financial reserve | 10% of profit after tax | Not stipulated |

The purpose of financial reserve is to cover the remaining losses to property that occurred in the course of business after such losses being compensated by the organisations, individuals causing the loss, indemnity and allowance; and to use for other purposes in accordance with the laws. The statutory reserves are non-distributable and are classified as part of equity.

Other equity funds are allocated from profit after tax. The allocation from profit after tax and the use of these funds and reserves must be approved by the Bank's General Meeting of Shareholders.

4.22 Bonus and welfare fund

Bonus and welfare fund is allocated from profit after tax in accordance with the resolution of the Annual General Meeting and is used primarily to make payments to the the Bank's employees.

4.23 Revenue

a. Interest income

Interest income is recognised in the separate statement of income on an accrual basis, except for interest on loans classified in Group 2 to Group 5 described in Note 4.5 and debts kept unchanged in Group 1 as a result of adoption of Circular 01, Circular 03, Circular 14, Circular 02 and Circular 06 as described in Note 4.5 which is recognised upon receipt. When loans are classified in Group 2 to Group 5 as described in Note 4.5 or kept unchanged in Group 1 as a result of adoption of Circular 01, Circular 03, Circular 14, Circular 02 and Circular 06 as described in Note 4.5, interest receivable will be derecognised and recorded as off-balance sheet items. Interest on these loans are recognised in the separate statement of income upon receipt.

b. Fee and commission income

Fees and commission income are recognised in the separate statement of income upon completion of the services rendered.

c. Income from investing activities

Income from securities trading is recognised in the separate statement of income upon the Bank receipt of the order matching notice from Vietnam Securities Depository and Clearing Corporation (formerly Vietnam Securities Depository) (for listed securities) and completion of the assets transfer agreement (for unlisted securities) and is determined based on the differences between selling price and weighted average cost of securities sold.

Dividends receivable in cash is recognised in the separate statement of income when the Bank's right to receive payment is established. Dividends received in the form of shares, bonus shares and rights to purchase shares given to existing shareholders are not recognised as an increase in investment and such dividend income is not recognised in the separate statement of income. When share dividends are received, the Bank only recognise an increase in the number of shares in the notes to the separate financial statements. Dividends received which are attributable to the period before acquisition date are deducted against the carrying amount of the investment.

4.24 Interest expenses

Interest expenses are recognised in the separate statement of income on an accrual basis.

4.25 Fee and commission expenses

Fee and commission expenses are recognised in the separate statement of income when these expenses are incurred.

4.26 Operating lease payments

Payments made under operating leases are recognised in the separate statement of income on a straight-line basis over the term of the lease. Lease incentives received are recognised in the separate statement of income as an integral part of the total lease expense, over the term of the lease.

4.27 Taxation

Income tax on the profit for the year comprises current and deferred tax. Income tax is recognised in the separate statement of income except to the extent that it relates to items recognised directly to equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted at the end of the annual accounting period, and any adjustment to tax payable in respect of previous year.

Deferred tax is provided using the statement of financial position method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amounts of assets and liabilities using the tax rates enacted or substantively enacted at the end of the annual accounting period.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

4.28 Related parties

Parties are considered to be related to the Bank if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions, or where the Bank and the other party are subject to common control or significant influence. Related parties may be individuals or corporate entities and include close family members of any individual considered to be a related party.

4.29 Segment reporting

A segment means a Bank's individually identifiable component involved in the supply of related products or services (segmented by business), or the provision of products or services in a particular economic environment (segment divided by geographic area), each of these sectors bears different risks and benefits from the others. The Bank's primary template for segment reporting is disaggregated by geographic area. The Bank's secondary template for segment reporting is disaggregated by business sector. Currently, the Bank has a banking business that includes regular trading and provision of the following operations: receiving deposits, granting credit, providing payment services via accounts and other commercial banking activities. Accordingly, the Board of Management assessed that the Bank has only one business segment, commercial banking operations, and the Bank's risks and profitability ratios are represented in this single business line. Therefore, the Bank is not required to present segment reports in detail by business category.

4.30 Commitments and contingent liabilities

At any point of time, the Bank has outstanding credit commitments. These commitments are approved and unutilised loans and overdraft facilities. The Bank also provides financial guarantees and letters of credit to guarantee the performance of customers to third parties. Many of the contingent liabilities and commitments will expire without any advanced payment, in whole or in part. Therefore, these commitments and contingent liabilities do not represent expected future cash flows.

4.31 Nil balances

Items or balances required by Circular No. 49/2014/TT-NHNN issued by the SBV on 31 December 2014 ("Circular 49") and Circular No. 27/2021/TT-NHNN issued by the SBV on 31 December 2021 on amending chart of accounts of credit institutions enclosed with Decision No. 479/2004/QĐ-NHNN dated 29 April 2004 and regulations on financial statement of credit institutions enclosed with Decision No. 16/2007/QĐ-NHNN dated 18 April 2007 of Governor of State Bank of Vietnam that are not describe in these separate financial statements indicate nil balances.

4.32 *Financial instruments*

Solely for the purpose of providing disclosures about the significance of financial instruments to the Bank's financial position and results of operations and the nature and extent of risk arising from financial instruments, the Bank classifies its financial instruments as follows:

a. *Financial assets*

Financial assets at fair value through profit or loss

A financial asset at fair value through profit or loss is a financial asset that meets either of the following conditions:

- It is considered as held for trading. A financial asset is classified as held for trading if:
 - it is acquired principally for the purpose of selling it in the near term;
 - there is evidence of a recent pattern of short-term profit-taking; or
 - a derivative (except for a derivative that is financial guarantee contract or a designated and effective hedging instrument).
- Upon initial recognition, it is designated by the Bank as financial assets at fair value through profit or loss.

Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and a fixed maturity that the Bank has the positive intention and ability to hold to maturity, other than:

- financial assets that, upon initial recognition, were categorised by the Bank as financial assets at fair value through profit or loss;
- financial assets already categorised by the Bank as assets that available for sale; or
- financial assets that meet the definitions of loans and receivables.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market, other than those:

- that the Bank intends to sell immediately or in the near term, which are classified as held for trading, and those that the entity on initial recognition designates as financial assets at fair value through profit or loss;
- that the Bank, upon initial recognition, designates as available-for-sale; or
- for which the Bank may not recover substantially all of its initial investment, other than because of credit deterioration, which are classified as assets available-for-sale.

Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are designated as available for sale or are not classified as:

- financial assets at fair value through profit or loss;
- held-to-maturity investments; or
- loans and receivables.

b. Financial liabilities

Financial liabilities at fair value through profit or loss

A financial liability at fair value through profit or loss is a financial liability that meets either of the following conditions:

- It is considered by management as held for trading. Financial liability is classified as held for trading if:
 - it is incurred principally for the purpose of repurchasing it in the near term;
 - there is evidence of a recent pattern of short-term profit-taking; or
 - a derivative (except for a derivative that is financial guarantee contract or a designated and effective hedging instrument).
- Upon initial recognition, it is designated by the Bank as financial liabilities at fair value through profit or loss.

Financial liabilities carried at amortised cost

Financial liabilities which are not classified as financial liabilities at fair value through profit or loss are classified as financial liabilities carried at amortised cost.

The above described classification of financial instruments is solely for presentation and disclosure purpose and is not intended to be a description of how the financial instruments are measured. Accounting policies for measurement of financial instruments are disclosed in other relevant notes.

4.33 Comparative information

Comparative information in these separate financial statements is presented as corresponding figures. Under this method, comparative information for the prior period are included as an integral part of the current period financial statements and are intended to be read only in relation to the amounts and other disclosures relating to the current period. Accordingly, the comparative information included in these separate financial statements is not intended to present the Bank's financial position, results of operation or cash flows for the prior period.

5. **Cash and gold on hand**

| | 31/12/2024 VND million | 31/12/2023 VND million |
|------------------------------------|---------------------------|---------------------------|
| Cash on hand in VND | 1,195,181 | 1,222,231 |
| Cash on hand in foreign currencies | 444,074 | 458,801 |
| Gold | 94 | 20 |
| | 1,639,349 | 1,681,052 |

6. **Balances with the State Bank of Vietnam**

Balances with the SBV consist of a current account and a compulsory reserve requirement.

| | 31/12/2024 VND million | 31/12/2023 VND million |
|--|---------------------------|---------------------------|
| Balances with the State Bank of Vietnam | | |
| Current account and compulsory reserve in VND | 9,423,382 | 7,783,418 |
| Current account and compulsory reserve in other foreign currencies | 485,692 | 434,349 |
| | 9,909,074 | 8,217,767 |

Under SBV's regulations relating to the compulsory reserve, banks are permitted to maintain a floating balance for the compulsory reserve requirement ("CRR"). The monthly balance of the reserves must not be less than CRR rates multiplied by the preceding month's average balances of deposits of the Bank as follows:

| Deposits in scope | CRR rates | |
|---|------------------|------------|
| | 31/12/2024 | 31/12/2023 |
| Preceding month's average balances of deposits of: | | |
| - Demand deposits and deposits with term of less than 12 months in VND | 3% | 3% |
| - Deposits in VND with term of and more than 12 months | 1% | 1% |
| - Demand deposits and deposits with term of less than 12 months in foreign currencies | 8% | 8% |
| - Deposits in foreign currencies with term of and more than 12 months | 6% | 6% |
| - Deposits in foreign currencies with foreign credit institutions | 1% | 1% |

Year-end annual interest rates were as follows:

| | 31/12/2024 | 31/12/2023 |
|--------------------------------|------------|------------|
| Deposits in VND within the CRR | 0.5% | 0.5% |
| Deposits in USD within the CRR | 0.0% | 0.0% |
| Deposits in VND beyond the CRR | 0.0% | 0.0% |
| Deposits in USD beyond the CRR | 0.0% | 0.0% |

7. Balances with and loans to other CIs

| | <u>31/12/2024</u> VND million | <u>31/12/2023</u> VND million |
|--|----------------------------------|----------------------------------|
| Current accounts | | |
| Current accounts in VND | 476,922 | 387,489 |
| Current accounts in foreign currencies | 470,622 | 464,670 |
| Term deposits | | |
| Term deposits in VND | 48,900,000 | 55,530,000 |
| | 49,847,544 | 56,382,159 |
| Loans to other CIs | | |
| Loans in VND | 55,550,090 | 11,747,991 |
| <i>In which: discount, re-discount</i> | 52,144,080 | 1,956,911 |
| Loans in foreign currencies | 190,882 | 67,424 |
| | 55,740,972 | 11,815,415 |
| | 105,588,516 | 68,197,574 |

Year-end annual interest rates were as follows:

| | <u>31/12/2024</u> | <u>31/12/2023</u> |
|---------------------------------------|-------------------|-------------------|
| Demand deposits in VND | 0.0% - 0.5% | 0.0% - 0.1% |
| Demand deposits in foreign currencies | 0.0% - 2.8% | 0.0% - 3.1% |
| Term deposits in VND | 3.7% - 5.3% | 1.1% - 4.6% |
| Loans in VND | 3.5% - 6.3% | 2.3% - 10.1% |
| Loans in foreign currencies | 6.4% | 6.1% |

Term deposits with and loans to other CIs by groups are presented in Note 45.2.

8. Derivative financial instruments and other financial assets

Details of derivative financial instruments and other financial assets were as follows:

| | <i>Total contract nominal value (at exchange rate of the effective date of the contract)</i> | <i>Total carrying value (at exchange rate of reporting date)</i> |
|--------------------------------|--|--|
| | <i>VND million</i> | <i>Assets/(Liabilities) VND million</i> |
| As at 31 December 2024 | | |
| - Currency forward contracts | 15,309,657 | 12,148 |
| - Currency swap contracts | 163,623,724 | 831,138 |
| - Interest rate swap contracts | 13,594,442 | (21,414) |
| | 192,527,823 | 821,872 |
| As at 31 December 2023 | | |
| - Currency forward contracts | 3,453,760 | (726) |
| - Currency swap contracts | 111,453,064 | 141,488 |
| - Interest rate swap contracts | 3,354,490 | 15,959 |
| | 118,261,314 | 156,721 |

9. Loans to customers

| | <i>31/12/2024 VND million</i> | <i>31/12/2023 VND million</i> |
|---|-----------------------------------|-----------------------------------|
| Loans to local economic entities and individuals | 323,813,344 | 266,318,277 |
| Loans granted from borrowed and entrusted funds | 5,330 | 6,886 |
| Loans on discounting negotiable instruments and valuable papers | 191,039 | 20,382 |
| | 324,009,713 | 266,345,545 |

Loan portfolio by loan group is presented in Note 45.2.

Loan portfolio by original terms were as follows:

| | <i>31/12/2024 VND million</i> | <i>31/12/2023 VND million</i> |
|-------------|-----------------------------------|-----------------------------------|
| Short term | 142,051,273 | 102,695,749 |
| Medium term | 20,244,697 | 15,123,396 |
| Long term | 161,713,743 | 148,526,400 |
| | 324,009,713 | 266,345,545 |

Loan portfolio by remaining terms were as follows (*):

| | 31/12/2024 VND million | 31/12/2023 VND million |
|---------------|---------------------------|---------------------------|
| Current | 316,995,135 | 262,938,605 |
| - Short term | 156,082,469 | 118,703,206 |
| - Medium term | 64,583,642 | 56,876,202 |
| - Long term | 96,329,024 | 87,359,197 |
| Overdue (**) | 7,014,578 | 3,406,940 |
| | 324,009,713 | 266,345,545 |

(*) The remaining term of the loan is calculated based on the remaining term of the payment schedule of each loan.

(**) Overdue debt is the principal balance that a customer fails to pay on time as agreed and is not approved by the credit institution to restructure the payment term specified in Circular 39/2016/TT-NHNN.

Loan portfolio by customer type and ownership were as follows:

| | 31/12/2024 VND million | % | 31/12/2023 VND million | % |
|--|---------------------------|---------------|---------------------------|---------------|
| State-owned enterprises | 1,269,554 | 0.39 | 628,996 | 0.24 |
| One-member limited liability companies with 100% of state-owned capital | 2,779,344 | 0.86 | 2,226,272 | 0.84 |
| Multi-member limited liability companies in which State holds more than 50% of charter capital, or has the governing power | - | - | 166,921 | 0.06 |
| Other limited liability companies | 13,645,845 | 4.21 | 8,855,897 | 3.32 |
| Joint stock companies in which the State holds more than 50% of charter capital or of voting share, or has the governing power | 3,727,743 | 1.15 | 2,250,448 | 0.84 |
| Other joint-stock companies | 44,486,303 | 13.73 | 26,510,235 | 9.95 |
| Private enterprises | - | - | 33 | 0.00 |
| Foreign-invested enterprises | 3,514,605 | 1.08 | 905,449 | 0.34 |
| Household business, individuals | 254,572,873 | 78.58 | 224,800,919 | 84.41 |
| Others | 13,446 | 0.00 | 375 | 0.00 |
| | 324,009,713 | 100.00 | 266,345,545 | 100.00 |

Loan portfolio by industry sectors were as follows:

| | <i>31/12/2024</i> | | <i>31/12/2023</i> | |
|--|--------------------|---------------|--------------------|---------------|
| | <i>VND million</i> | <i>%</i> | <i>VND million</i> | <i>%</i> |
| Agriculture, forestry and aquaculture | 875,303 | 0.27 | 552,157 | 0.21 |
| Mining | 1,994,885 | 0.62 | 1,191,649 | 0.45 |
| Manufacturing and processing | 19,648,895 | 6.06 | 13,400,504 | 5.03 |
| Production and distribution of electricity, gas, hot water, steam and air-conditioning | 3,935,355 | 1.21 | 2,639,418 | 0.99 |
| Water supply and garbage and sewage treatment and management | 133,071 | 0.04 | 80,133 | 0.03 |
| Construction | 3,402,170 | 1.05 | 1,958,665 | 0.74 |
| Wholesale and retail trade; repair of motor, vehicles, motor cycles | 23,755,780 | 7.33 | 9,155,453 | 3.44 |
| Transportation and warehousing | 9,208,267 | 2.84 | 1,932,668 | 0.73 |
| Hospitality services | 1,354,475 | 0.42 | 1,198,526 | 0.45 |
| Information and communications | 597,808 | 0.18 | 243,331 | 0.09 |
| Banking, finance and insurance | 17,686,741 | 5.46 | 9,732,793 | 3.65 |
| Real estates trading | 5,695,937 | 1.76 | 1,673,708 | 0.63 |
| Science and technology | 1,287,843 | 0.40 | 547,459 | 0.21 |
| Administrative activities and supporting services | 298,337 | 0.09 | 160,467 | 0.06 |
| Education and training | 735,418 | 0.23 | 362,069 | 0.14 |
| Health care and social work | 74,934 | 0.02 | 39,999 | 0.02 |
| Arts, entertainment and recreation | 42,897 | 0.01 | 25,504 | 0.01 |
| Other services | 97,756 | 0.03 | 277,370 | 0.10 |
| Working in the households, producing household self consumed products and services | 233,183,841 | 71.98 | 221,173,672 | 83.02 |
| | 324,009,713 | 100.00 | 266,345,545 | 100.00 |

Year-end annual interest rates were as follows:

| | <i>31/12/2024</i> | <i>31/12/2023</i> |
|----------------------------|-------------------|-------------------|
| Loan in VND | 0.3% - 15.2% | 0.5% - 16.1% |
| Loan in foreign currencies | 3.3% - 7.7% | 3.5% - 7.5% |

10. Allowance for loans to customers

Allowance for loans to customers consists of:

| | <i>31/12/2024</i> | <i>31/12/2023</i> |
|------------------------|--------------------|--------------------|
| | <i>VND million</i> | <i>VND million</i> |
| General allowance (a) | 2,382,092 | 1,981,106 |
| Specific allowance (b) | 3,311,542 | 2,289,424 |
| | 5,693,634 | 4,270,530 |

(a) Movements in general allowance for loans to customers were as follows:

| | <i>For the year ended 31/12/2024</i> | <i>For the year ended 31/12/2023</i> |
|--------------------------------|--|--|
| | <i>VND million</i> | <i>VND million</i> |
| Opening balance | 1,981,106 | 1,721,307 |
| Allowance made during the year | 400,986 | 259,799 |
| | 2,382,092 | 1,981,106 |

(b) Movements in specific allowance for loans to customers were as follows:

| | <i>For the year ended 31/12/2024</i> | <i>For the year ended 31/12/2023</i> |
|--------------------------------|--|--|
| | <i>VND million</i> | <i>VND million</i> |
| Opening balance | 2,289,424 | 1,343,466 |
| Allowance made during the year | 3,963,423 | 4,555,758 |
| Allowance used during the year | (2,941,305) | (3,609,800) |
| | 3,311,542 | 2,289,424 |

11. Debt purchases

As at 4 September 2017, the Bank received outstanding loans from Commonwealth Bank of Australia, Ho Chi Minh City branch under a debt-to-equity transfer agreement with Commonwealth Bank of Australia. The value of debts purchased as at 4 September 2017 was as follows:

| | <i>4/9/2017</i> <i>VND million</i> |
|-------------------------------|---------------------------------------|
| Debts purchased in VND | 1,147,463 |
| Accrued interest | 3,426 |
| Allowance for debts purchased | (18,940) |
| | <u>1,131,949</u> |

Details of remaining balance in the Bank's debt purchased activities were as follows:

| | <i>31/12/2024</i> <i>VND million</i> | <i>31/12/2023</i> <i>VND million</i> |
|-------------------------------|---|---|
| Debts purchased in VND | 8,846 | 16,495 |
| Allowance for debts purchased | (67) | (125) |
| | <u>8,779</u> | <u>16,370</u> |

Details of the principal and interest of the remaining debts purchased were as follows:

| | <i>31/12/2024</i> <i>VND million</i> | <i>31/12/2023</i> <i>VND million</i> |
|----------------------------------|---|---|
| Principal of the debts purchased | 8,956 | 16,679 |
| Interest of the debts purchased | 53 | 105 |
| | <u>9,009</u> | <u>16,784</u> |

Loan portfolio by loan group is presented in Note 45.2.

12. Available-for-sale investment securities

| | 31/12/2024 VND million | 31/12/2023 VND million |
|---|---------------------------|---------------------------|
| Debt securities | | |
| - Government bonds | 9,933,479 | 12,262,480 |
| - Bonds issued by other local CIs | 12,712,080 | 18,250,000 |
| - Certificates of deposit issued by other local CIs | 27,150,253 | 29,718,798 |
| - Bonds issued by local economic entities | 550,000 | 725,000 |
| | 50,345,812 | 60,956,278 |

Available-for-sale investment securities by groups are presented in Note 45.2.

13. Held-to-maturity investment securities

| | 31/12/2024 VND million | 31/12/2023 VND million |
|--|---------------------------|---------------------------|
| Bonds issued by Vietnam Debt and Asset Trading Corporation | 42,380 | 42,380 |
| | 42,380 | 42,380 |

Bonds issued by Vietnam Debt and Asset Trading Corporation are convertible bonds for loans to Vietnam Shipbuilding Industry Corporation guaranteed by Government, with the term of 10 years from 2013 to 2023 and bear annual interest rate of 8.9% per annum. The maturity of the bond was on 12 September 2023.

Held-to-maturity investment securities by groups are presented in Note 45.2.

14. Allowance for investment securities

| | 31/12/2024 VND million | 31/12/2023 VND million |
|--|---------------------------|---------------------------|
| Allowance for available-for-sale investment securities (a) | 1,500 | 1,500 |
| Allowance for held-to-maturity investment securities (b) | 42,380 | 8,794 |
| | 43,880 | 10,294 |

(a) **Allowance for available-for-sale investment securities**

| | 31/12/2024 VND million | 31/12/2023 VND million |
|--|---------------------------|---------------------------|
| General allowance for available-for-sale investment securities (i) | 1,500 | 1,500 |
| | 1,500 | 1,500 |

(i) Movements in general allowance for available-for-sale investment securities were as follows:

| | <i>For the year ended 31/12/2024 VND million</i> | <i>For the year ended 31/12/2023 VND million</i> |
|------------------------------------|--|--|
| Opening balance | 1,500 | 13,725 |
| Allowance reversed during the year | - | (12,225) |
| | 1,500 | 1,500 |

(b) **Allowance for held-to-maturity investment securities**

| | 31/12/2024 VND million | 31/12/2023 VND million |
|--|---------------------------|---------------------------|
| General allowance for held-to-maturity investment securities (i) | - | 318 |
| Specific allowance for held-to-maturity investment securities (ii) | 42,380 | 8,476 |
| | 42,380 | 8,794 |

(i) Movements in general allowance for held-to-maturity investment securities were as follows:

| | <i>For the year ended 31/12/2024 VND million</i> | <i>For the year ended 31/12/2023 VND million</i> |
|------------------------------------|--|--|
| Opening balance | 318 | 318 |
| Allowance reversed during the year | (318) | - |
| | - | 318 |

(ii) Movements in specific allowance for held-to-maturity investment securities were as follows:

| | <i>For the year ended 31/12/2024 VND million</i> | <i>For the year ended 31/12/2023 VND million</i> |
|--------------------------------|--|--|
| Opening balance | 8,476 | - |
| Allowance made during the year | 33,904 | 8,476 |
| | 42,380 | 8,476 |

15. Long-term investments

| | 31/12/2024 VND million | 31/12/2023 VND million |
|--|---------------------------|---------------------------|
| Investment in subsidiary (a) | 850,000 | 850,000 |
| Other long-term investments (b) | 69,667 | 69,667 |
| Allowance for diminution in the value of long-term investments | (210) | (210) |
| | 919,457 | 919,457 |

(a) Details of investment in subsidiary were as follows:

| | 31/12/2024 | | 31/12/2023 | |
|--|---------------------|-------------------------------|---------------------|-------------------------------|
| | Cost VND million | % owned by the Bank (%) | Cost VND million | % owned by the Bank (%) |
| Vietnam International Commercial Joint Stock Bank – Asset Management Company Limited | 850,000 | 100% | 850,000 | 100% |

(b) Details of other long-term investments were as follows:

| | 31/12/2024 VND million | 31/12/2023 VND million |
|----------------------------------|---------------------------|---------------------------|
| Investments in economic entities | 69,667 | 69,667 |
| | 69,667 | 69,667 |

16. **Tangible fixed assets**

Movements in tangible fixed assets for the year ended 31 December 2024 were as follows:

| | Buildings and structures VND million | Machinery and equipment VND million | Means of transportation VND million | Office equipment VND million | Others VND million | Total VND million |
|---------------------------------|--|---|---|---------------------------------|-----------------------|----------------------|
| Cost | | | | | | |
| Opening balance | 106,755 | 690,197 | 79,712 | 127,745 | 111,183 | 1,115,592 |
| Additions | 3,999 | 96,913 | 18,018 | 21,492 | 2,982 | 143,404 |
| Disposals | (2,002) | (1,619) | - | (761) | (5,476) | (9,858) |
| Closing balance | 108,752 | 785,491 | 97,730 | 148,476 | 108,689 | 1,249,138 |
| Accumulated depreciation | | | | | | |
| Opening balance | 61,111 | 376,693 | 35,545 | 81,428 | 96,227 | 651,004 |
| Charge for the year | 6,772 | 69,210 | 9,594 | 23,841 | 6,894 | 116,311 |
| Disposals | (1,953) | (1,619) | - | (727) | (5,476) | (9,775) |
| Closing balance | 65,930 | 444,284 | 45,139 | 104,542 | 97,645 | 757,540 |
| Net book value | | | | | | |
| Opening balance | 45,644 | 313,504 | 44,167 | 46,317 | 14,956 | 464,588 |
| Closing balance | 42,822 | 341,207 | 52,591 | 43,934 | 11,044 | 491,598 |

Movements in tangible fixed assets for the year ended 31 December 2023 were as follows:

| | Buildings and structures VND million | Machinery and equipment VND million | Means of transportation VND million | Office equipment VND million | Others VND million | Total VND million |
|---------------------------------|--|---|---|---------------------------------|-----------------------|----------------------|
| Cost | | | | | | |
| Opening balance | 107,404 | 583,608 | 70,409 | 114,750 | 113,170 | 989,341 |
| Additions | 1,794 | 120,571 | 20,969 | 14,949 | 3,189 | 161,472 |
| Disposals | (2,443) | (13,982) | (11,666) | (1,954) | (5,176) | (35,221) |
| Closing balance | 106,755 | 690,197 | 79,712 | 127,745 | 111,183 | 1,115,592 |
| Accumulated depreciation | | | | | | |
| Opening balance | 56,648 | 332,694 | 40,040 | 61,360 | 93,390 | 584,132 |
| Charge for the year | 6,892 | 57,933 | 7,171 | 21,258 | 8,009 | 101,263 |
| Disposals | (2,429) | (13,934) | (11,666) | (1,190) | (5,172) | (34,391) |
| Closing balance | 61,111 | 376,693 | 35,545 | 81,428 | 96,227 | 651,004 |
| Net book value | | | | | | |
| Opening balance | 50,756 | 250,914 | 30,369 | 53,390 | 19,780 | 405,209 |
| Closing balance | 45,644 | 313,504 | 44,167 | 46,317 | 14,956 | 464,588 |

Included in tangible fixed assets were assets costing VND407,549 million which were fully depreciated as of 31 December 2024 (31/12/2023: VND359,534 million), but which are still in active use.

17. **Intangible fixed assets**

Movements in intangible fixed assets for the year ended 31 December 2024 were as follows:

| | <i>Software</i> <i>VND million</i> | <i>Others</i> <i>VND million</i> | <i>Total</i> <i>VND million</i> |
|---------------------------------|---------------------------------------|-------------------------------------|------------------------------------|
| Cost | | | |
| Opening balance | 687,060 | 7,246 | 694,306 |
| Additions | 82,176 | - | 82,176 |
| Closing balance | 769,236 | 7,246 | 776,482 |
| Accumulated amortisation | | | |
| Opening balance | 397,602 | 7,246 | 404,848 |
| Charge for the period | 69,571 | - | 69,571 |
| Closing balance | 467,173 | 7,246 | 474,419 |
| Net book value | | | |
| Opening balance | 289,458 | - | 289,458 |
| Closing balance | 302,063 | - | 302,063 |

Movements in intangible fixed assets for the year ended 31 December 2023 were as follows:

| | <i>Software</i> <i>VND million</i> | <i>Others</i> <i>VND million</i> | <i>Total</i> <i>VND million</i> |
|---------------------------------|---------------------------------------|-------------------------------------|------------------------------------|
| Cost | | | |
| Opening balance | 625,529 | 7,246 | 632,775 |
| Additions | 61,531 | - | 61,531 |
| Closing balance | 687,060 | 7,246 | 694,306 |
| Accumulated amortisation | | | |
| Opening balance | 333,621 | 7,243 | 340,864 |
| Charge for the year | 63,981 | 3 | 63,984 |
| Closing balance | 397,602 | 7,246 | 404,848 |
| Net book value | | | |
| Opening balance | 291,908 | 3 | 291,911 |
| Closing balance | 289,458 | - | 289,458 |

Included in intangible fixed assets were assets costing VND244,103 million which were fully depreciated as of 31 December 2024 (31/12/2023: VND173,889 million), but which are still in active use.

18. Other assets

| | 31/12/2024 VND million | 31/12/2023 VND million |
|--|---------------------------|---------------------------|
| Receivables | 1,371,092 | 2,494,867 |
| Internal receivables | 335,478 | 227,312 |
| External receivables | 1,035,614 | 2,267,555 |
| - Receivables from trade finance activities | 32,564 | 1,475,198 |
| - Receivables from insurance commission | 117,359 | 129,818 |
| - Collaterals settlement advanced expenses | 9,011 | 9,488 |
| - Receivables from the State Budget | 35,789 | 35,660 |
| - Other external receivables | 837,890 | 617,391 |
| - Construction in progress | 3,001 | - |
| Interest and fee receivables (a) | 2,572,270 | 3,663,279 |
| Other assets (b) | 991,574 | 1,022,418 |
| Allowance for other on-balance sheet assets (*) | (244) | (11,064) |
| | 4,934,692 | 7,169,500 |

(*) This is the general allowance for receivables from trade finance activities in accordance with Decree 86.

(a) Interest and fee receivables

| | 31/12/2024 VND million | 31/12/2023 VND million |
|---|---------------------------|---------------------------|
| Interest receivable from deposits | 22,249 | 20,488 |
| Interest receivable from investment securities | 936,479 | 1,927,743 |
| Interest receivable from credit activities | 1,469,060 | 1,571,072 |
| Interest receivable from derivative financial instruments | 144,482 | 143,976 |
| | 2,572,270 | 3,663,279 |

(b) Other assets

| | 31/12/2024 VND million | 31/12/2023 VND million |
|--|---------------------------|---------------------------|
| Materials | 14,039 | 22,125 |
| Foreclosed assets transferred to the CIs awaiting for resolution | 69,473 | 49,240 |
| Prepaid expenses | 908,062 | 951,050 |
| Other assets | - | 3 |
| | 991,574 | 1,022,418 |

19. Due to the Government and the SBV

| | 31/12/2024 VND million | 31/12/2023 VND million |
|--|---------------------------|---------------------------|
| Borrowing from the SBV | | |
| Borrowing on discount, rediscount of valuable papers | 18,586,891 | - |
| | 18,586,891 | - |

As at 31 December 2024, borrowings from the SBV have a term of 7 days and bear annual interest rate of 4.0% per annum.

20. Deposits and borrowings from other CIs

| | 31/12/2024 VND million | 31/12/2023 VND million |
|--|---------------------------|---------------------------|
| Demand deposits from other CIs | | |
| In VND | 4,183 | 5,535 |
| In foreign currencies | 100 | 36 |
| Term deposits from other CIs | | |
| In VND | 89,985,000 | 66,820,000 |
| In foreign currencies | 4,524,452 | 7,930,000 |
| | 94,513,735 | 74,755,571 |
| Borrowings from other CIs | | |
| In VND | 6,206,598 | 1,016,402 |
| <i>In which: discounted and rediscounted loans</i> | 2,587,598 | - |
| In foreign currencies | 22,480,252 | 22,867,748 |
| | 28,686,850 | 23,884,150 |
| | 123,200,585 | 98,639,721 |

Year-end annual interest rates were as follows:

| | 31/12/2024 | 31/12/2023 |
|---------------------------------------|-------------|-------------|
| Demand deposits in VND | 0.0% - 0.1% | 0.0% - 0.1% |
| Demand deposits in foreign currencies | 0.0% - 0.1% | 0.0% - 0.1% |
| Term deposits in VND | 3.6% - 5.6% | 0.5% - 4.6% |
| Term deposits in foreign currencies | 4.4% - 4.7% | 5.1% - 5.3% |
| Borrowings in VND | 4.5% - 5.5% | 1.9% - 6.4% |
| Borrowings in foreign currencies | 0.8% - 6.7% | 0.8% - 7.8% |

21. Deposits from customers

| | 31/12/2024 VND million | 31/12/2023 VND million |
|--|---------------------------|---------------------------|
| Demand deposits | | |
| Demand deposits in VND | 34,716,321 | 28,810,657 |
| Demand saving deposits in VND | 54,302 | 101,556 |
| Demand deposits in foreign currencies | 3,848,304 | 2,480,934 |
| Demand saving deposits in foreign currencies | 430 | 892 |
| Term deposits | | |
| Term deposits in VND | 93,650,884 | 90,057,116 |
| Term saving deposits in VND | 130,085,870 | 107,818,636 |
| Term deposits in foreign currencies | 308,466 | 160,733 |
| Term saving deposits in foreign currencies | 13,435,281 | 7,183,702 |
| Deposits for special purpose | | |
| Deposits for special purposes in VND | 2,056 | 6,441 |
| Deposits for special purpose in foreign currencies | 71,051 | 49,466 |
| Margin deposits | | |
| Margin deposits in VND | 396,525 | 325,366 |
| Margin deposits in foreign currencies | 2,843 | 7,980 |
| | 276,572,333 | 237,003,479 |

Deposits from customers by type of customers were as follows:

| | 31/12/2024 VND million | 31/12/2023 VND million |
|--------------------------------------|---------------------------|---------------------------|
| Deposits from economic entities | 81,817,745 | 66,668,794 |
| Deposits from individuals and others | 194,754,588 | 170,334,685 |
| | 276,572,333 | 237,003,479 |

Year-end annual interest rates were as follows:

| | 31/12/2024 | 31/12/2023 |
|--|--------------|--------------|
| Demand deposits in VND | 0.0% - 0.5% | 0.0% - 0.5% |
| Demand deposits in foreign currencies | 0.0% | 0.0% - 0.5% |
| Demand saving deposits in VND | 0.0% - 0.5% | 0.0% - 0.5% |
| Demand saving deposits in foreign currencies | 0.0% | 0.0% |
| Term deposits in VND | 0.5% - 9.5% | 0.5% - 10.5% |
| Term deposits in foreign currencies | 0.0% - 1.0% | 0.0% - 0.1% |
| Term saving deposits in VND | 0.3% - 10.6% | 0.5% - 11.1% |
| Term saving deposits in foreign currencies | 0.0% - 1.5% | 0.0% - 1.0% |

22. Borrowed and entrusted funds

| | 31/12/2024 VND million | 31/12/2023 VND million |
|---|---------------------------|---------------------------|
| Promotion program for housing credit under Resolution No. 02/NQ-CP issued by the Government on 7 January 2013 | 5,368 | 6,930 |
| | 5,368 | 6,930 |

Trust funds are entrusted funds received from the State Bank of Vietnam under the Housing Support Loan Program under Resolution No. 02/NQ-CP of the Government dated 7 January 2013 with a term from 1 to 5 years and bear annual interest rate of 3.3% per annum.

23. Valuable papers issued

| | 31/12/2024 VND million | 31/12/2023 VND million |
|--|---------------------------|---------------------------|
| Bonds | | |
| From 12 months up to less than 5 years | 16,948,000 | 17,948,000 |
| From 5 years and above | 4,000,000 | 2,160,000 |
| Certificates of deposits | | |
| From 6 months to less than 12 months | - | 3,000,500 |
| From 12 months up to less than 5 years | 2,300,000 | 500,010 |
| From 5 years and above | 54,579 | 288,426 |
| | 23,302,579 | 23,896,936 |

As at 31 December 2024, certificates of deposits which bear annual interest at rates ranging from 5.2% per annum to 9.1% per annum and bonds which bear annual interest at rates ranging from 3.9% per annum to 8.0% per annum (31/12/2023: from 5.0% per annum to 9.1% per annum and from 3.3% per annum to 9.2% per annum, respectively).

24. Other liabilities

| | 31/12/2024 VND million | 31/12/2023 VND million |
|--|---------------------------|---------------------------|
| Accrued interest and fee payables (a) | 3,384,284 | 4,218,824 |
| Other payables and liabilities | 6,503,577 | 8,564,270 |
| Internal payables | 652,426 | 742,675 |
| - Payables to employees | 282,463 | 493,947 |
| - Bonus and welfare fund | 107,398 | 130,948 |
| - Dividend payables | 6,761 | 4,848 |
| - Other internal payables | 255,804 | 112,932 |
| External payables | 5,848,708 | 7,818,585 |
| - Taxes and other payables to State Budget (Note 35) | 1,356,194 | 1,518,487 |
| - Amount kept for customers and awaiting settlement | 6,083 | 2,512 |
| - Payables to other CIs awaiting settlement | 323,071 | 565,388 |
| - Remittance payables awaiting settlement | 365,386 | 1,188,228 |
| - Others awaiting settlement | 3,616,703 | 3,975,077 |
| - Other payables | 181,271 | 568,893 |
| Unearned revenue | 2,443 | 3,010 |
| | 9,887,861 | 12,783,094 |

(a) Accrued interest and fee payables

| | 31/12/2024 VND million | 31/12/2023 VND million |
|--|---------------------------|---------------------------|
| Interest payables for term deposits | 1,303,770 | 1,907,990 |
| Interest payables for saving deposits | 1,381,069 | 1,595,094 |
| Interest payables for valuable papers issued | 321,793 | 363,183 |
| Interest payables for borrowings from other CIs | 188,053 | 157,318 |
| Interest payables for derivative financial instruments | 189,584 | 195,218 |
| Interest payables for other borrowed and entrusted funds | 15 | 21 |
| | 3,384,284 | 4,218,824 |

| 25. Capital and reserves | Charter capital | Share premium | Financial reserve | Reserve to supplement charter capital | Retained profits | Total |
|--|-------------------|---------------|-------------------|---------------------------------------|------------------|-------------------|
| | | | | | | |
| 25.1 Changes in capital and reserves: | | | | | | |
| Balance at 1/1/2024 | 25,368,075 | 1,633 | 3,021,048 | 423,051 | 9,031,899 | 37,845,706 |
| Net profit for the year | - | - | - | - | 7,156,716 | 7,156,716 |
| Appropriation to equity reserves | - | - | 851,691 | 425,845 | (1,277,536) | - |
| Appropriation to bonus and welfare fund | - | - | - | - | (100,000) | (100,000) |
| Capital increase during the year by issuing bonus shares (*) | 4,423,203 | - | - | (423,051) | (4,000,152) | - |
| Sales of fractional share lots | - | 134 | - | - | - | 134 |
| Dividend payment in the year (**) | - | - | - | - | (3,171,009) | (3,171,009) |
| Other movements | - | - | (1,555) | - | (9,818) | (11,373) |
| Balance at 31/12/2024 | 29,791,278 | 1,767 | 3,871,184 | 425,845 | 7,630,100 | 41,720,174 |
| Balance at 1/1/2023 | 21,076,730 | 1,540 | 2,174,945 | 319,928 | 9,030,249 | 32,603,392 |
| Net profit for the year | - | - | - | - | 8,516,907 | 8,516,907 |
| Appropriation to equity reserves | - | - | 846,103 | 423,051 | (1,269,154) | - |
| Appropriation to bonus and welfare fund | - | - | - | - | (110,717) | (110,717) |
| Capital increase during the year by issuing bonus shares (*) | 4,291,345 | - | - | (319,928) | (3,971,417) | - |
| Sales of fractional share lots | - | 93 | - | - | - | 93 |
| Dividend payment in the year | - | - | - | - | (3,161,510) | (3,161,510) |
| Other movements | - | - | - | - | (2,459) | (2,459) |
| Balance at 31/12/2023 | 25,368,075 | 1,633 | 3,021,048 | 423,051 | 9,031,899 | 37,845,706 |

(*) These are non-cash transactions during the year.

(**) Based on the Resolution of the General Meeting of Shareholders No. 001.23.GSM dated 27 December 2023, the Resolution of the Board of Directors No. 001.24.BOD dated 4 January 2024, the Resolution of the General Meeting of Shareholders No. 1.001.24.GSM dated 2 April 2024, and the Resolution of the Board of Directors No. 017.24.BOD.1 dated 5 April 2024, the General Meeting of Shareholders of the Bank has decided to distribute a cash dividend from retained earnings of the year 2023 and prior equivalent to 12.5% of the charter capital.

25.2 Share capital

| | 31/12/2024 | | 31/12/2023 | |
|--|------------------|-----------------------|------------------|-----------------------|
| | Number of shares | Par value VND million | Number of shares | Par value VND million |
| Shares registered for issuance | 2,979,127,815 | 29,791,278 | 2,536,807,534 | 25,368,075 |
| Shares issued to the public and in circulation | | | | |
| - Ordinary shares | 2,979,127,815 | 29,791,278 | 2,536,807,534 | 25,368,075 |

All ordinary shares of the Bank have a par value of VND10,000. Each share is entitled to one vote at meetings of the Bank. Shareholders are entitled to receive dividend as declared from time to time. All ordinary shares are ranked equally with regard to the Bank's residual assets.

26. Cash and cash equivalents

| | 31/12/2024 VND million | 31/12/2023 VND million |
|---|---------------------------|---------------------------|
| Cash and gold on hand | 1,639,349 | 1,681,052 |
| Balances with the SBV | 9,909,074 | 8,217,767 |
| Demand deposits at other CIs | 947,544 | 852,159 |
| Deposits at other CIs with original term not exceeding 3 months | 48,900,000 | 55,530,000 |
| | 61,395,967 | 66,280,978 |

27. Net interest income

| | For the year ended 31/12/2024 VND million | For the year ended 31/12/2023 VND million (Reclassified) |
|--|---|---|
| Interest and similar income from | | |
| Loans to customers and other CIs | 28,688,072 | 32,074,686 |
| Investment securities | 2,616,090 | 3,939,794 |
| Balances with other CIs | 1,088,071 | 630,298 |
| Fees from guarantee services | 48,585 | 44,650 |
| | 32,440,818 | 36,689,428 |
| Interest and similar expenses for | | |
| Deposits from customers and other CIs | (12,712,081) | (15,213,059) |
| Valuable papers issued | (1,112,775) | (1,492,131) |
| Borrowed and entrusted funds | (1,849,522) | (1,483,083) |
| Other credit activities | (33,675) | (42,224) |
| | (15,708,053) | (18,230,497) |
| Net interest income | 16,732,765 | 18,458,931 |

28. Net fee and commission income

| | <i>For the year ended 31/12/2024 VND million</i> | <i>For the year ended 31/12/2023 VND million (Reclassified)</i> |
|---------------------------------------|--|---|
| Fee and commission income from | | |
| Settlement services | 2,401,066 | 2,359,965 |
| Insurance agent | 447,037 | 879,783 |
| Other services | 161,830 | 188,000 |
| | 3,009,933 | 3,427,748 |
| Fee and commission expense for | | |
| Settlement services | (960,341) | (1,010,707) |
| Insurance agent | (56,682) | (38,639) |
| Brokerage services | (176,270) | (175,303) |
| Post and telecommunication | (135,447) | (154,510) |
| Trusted and agency activities | (48,853) | (10,542) |
| Other services | (57,732) | (18,732) |
| | (1,435,325) | (1,408,433) |
| Net fee and commission income | 1,574,608 | 2,019,315 |

29. Net gain from trading of foreign currencies

| | <i>For the year ended 31/12/2024 VND million</i> | <i>For the year ended 31/12/2023 VND million</i> |
|--|--|--|
| Income from trading of foreign currencies | | |
| Currency derivative instruments | 1,442,680 | 1,115,821 |
| Trading of foreign currencies | 538,060 | 411,784 |
| | 1,980,740 | 1,527,605 |
| Expense for trading of foreign currencies | | |
| Currency derivative instruments | (1,130,809) | (764,402) |
| Trading of foreign currencies | (348,963) | (214,733) |
| | (1,479,772) | (979,135) |
| Net gain from trading of foreign currencies | 500,968 | 548,470 |

30. Net gain from trading of investment securities

| | <i>For the year ended 31/12/2024 VND million</i> | <i>For the year ended 31/12/2023 VND million</i> |
|--|--|--|
| Gain from selling of investment securities | 421,004 | 187,808 |
| Loss from selling of investment securities | (139,451) | (61,827) |
| Reversal of general allowance for available-for-sale investment securities | - | 12,225 |
| Reversal of general allowance for held-to-maturity investment securities | 318 | - |
| Provision of specific allowance for held-to-maturity investment securities | (33,904) | (8,476) |
| Net gain from trading of investment securities | 247,967 | 129,730 |

31. Net income from other activities

| | <i>For the year ended 31/12/2024 VND million</i> | <i>For the year ended 31/12/2023 VND million</i> |
|--|--|--|
| Income from other activities | | |
| Collection from bad debts previously written off | 1,247,253 | 692,749 |
| Income from interest rate swap contracts | 215,834 | 59,265 |
| Other income | 24,272 | 68,873 |
| | 1,487,359 | 820,887 |
| Expenses for other activities | | |
| Expenses for interest rate swap contracts | (187,066) | (28,332) |
| Other expenses | (6,129) | (4,031) |
| | (193,195) | (32,363) |
| Net income from other activities | 1,294,164 | 788,524 |

32. Operating expenses

| | <i>For the year ended 31/12/2024 VND million</i> | <i>For the year ended 31/12/2023 VND million</i> |
|---|--|--|
| Expenses for employees | 4,573,606 | 4,237,420 |
| Expenses on assets | 1,378,934 | 1,280,840 |
| <i>In which: Depreciation of fixed assets</i> | 185,882 | 165,247 |
| Expenses for operating management | 796,064 | 702,216 |
| Insurance fee for customers' deposits | 242,091 | 203,686 |
| Tax, duties and fees | 65,831 | 57,822 |
| | 7,056,526 | 6,481,984 |

33. Allowance expenses for credit losses

| | <i>For the year ended 31/12/2024 VND million</i> | <i>For the year ended 31/12/2023 VND million</i> |
|--|--|--|
| Movements in allowance for loans to customers | | |
| - Provision of general allowance | 400,986 | 259,799 |
| - Provision of specific allowance | 3,963,423 | 4,555,758 |
| Movements in allowance for loans to other CIs | | |
| - Provision of specific allowance | - | 47,757 |
| Movements in allowance for receivables from debt purchase contracts | | |
| - (Reversal)/provision of allowance | (131) | 3,239 |
| Movements in allowance for receivables from trade finance activities | | |
| - Reversal of general allowance | (10,820) | (20,748) |
| | 4,353,458 | 4,845,805 |

34. Corporate income tax

34.1 Recognition in the separate statement of income

| | <i>For the year ended 31/12/2024 VND million</i> | <i>For the year ended 31/12/2023 VND million</i> |
|--------------------------------------|--|--|
| Current corporate income tax expense | 1,787,517 | 2,124,183 |
| | 1,787,517 | 2,124,183 |

34.2 Reconciliation of effective tax rate

| | <i>For the year ended 31/12/2024 VND million</i> | <i>For the year ended 31/12/2023 VND million</i> |
|----------------------------------|--|--|
| Accounting profit before tax | 8,944,233 | 10,641,090 |
| Tax at the Bank's tax rate | 1,788,847 | 2,128,218 |
| Effect of non-taxable income | (1,404) | (4,782) |
| Effect of non-deductible expense | 74 | 747 |
| | 1,787,517 | 2,124,183 |

34.3 Applicable tax rate

The common income tax rate applied to the Bank is 20%. The corporate income tax computation is subject to review and agree by local tax authorities.

35. Obligations to the State Budget

Year ended 31 December 2024

| | Opening balance | Movements | | Closing balance |
|----------------------|------------------|-------------------------|------------------------------|------------------|
| | VND million | Incurred VND million | Paid/deducted VND million | VND million |
| Corporate income tax | 1,457,392 | 1,787,517 | (1,944,465) | 1,300,444 |
| Value added tax | 26,968 | 226,831 | (237,135) | 16,664 |
| Other taxes | 34,127 | 423,868 | (418,909) | 39,086 |
| | 1,518,487 | 2,438,216 | (2,600,509) | 1,356,194 |

Year ended 31 December 2023

| | Opening balance | Movements | | Closing balance |
|----------------------|------------------|-------------------------|------------------------------|------------------|
| | VND million | Incurred VND million | Paid/deducted VND million | VND million |
| Corporate income tax | 1,651,765 | 2,124,183 | (2,318,556) | 1,457,392 |
| Value added tax | 12,005 | 612,482 | (597,519) | 26,968 |
| Other taxes | 24,016 | 348,556 | (338,445) | 34,127 |
| | 1,687,786 | 3,085,221 | (3,254,520) | 1,518,487 |

36. Employee benefits

| | For the year ended 31/12/2024 VND million | For the year ended 31/12/2023 VND million |
|--|--|--|
| Average number of employees during the year (person) | 11,393 | 10,687 |
| Employees' income | | |
| 1. Salaries | 3,426,895 | 2,854,915 |
| 2. Allowances and other income | 850,976 | 1,252,209 |
| Total income | 4,277,871 | 4,107,124 |
| Average monthly salary/person | 25.07 | 22.26 |
| Average monthly income/person | 31.29 | 32.03 |

37. **Assets and valuable papers for pledging/mortgaging or discount/re-discount**

Assets and valuable papers mortgaged, pledged, discounted and rediscounted to the Bank

| | 31/12/2024 | 31/12/2023 |
|---|--------------------|--------------------|
| | VND million | VND million |
| From customers | | |
| Real estate | 415,144,780 | 375,298,028 |
| Motor vehicles | 76,096,187 | 83,813,423 |
| Machinery and equipment | 26,277,312 | 20,441,178 |
| Exploiting property rights | 20,111,880 | 17,078,213 |
| Guarantees | 16,920,803 | 24,194,584 |
| Gold, foreign currencies, valuable papers | 44,024,363 | 25,034,399 |
| Commodities | 19,272,474 | 14,776,809 |
| Other collaterals | 8,303,474 | 7,029,205 |
| | 626,151,273 | 567,665,839 |
| From other CIs | | |
| Guarantees | 480,633 | 466,000 |
| Exploiting property rights | 26,403 | 26,403 |
| Valuable papers | 50,724,000 | 2,200,000 |
| | 51,231,036 | 2,692,403 |
| | 677,382,309 | 570,358,242 |

Assets and valuable papers mortgaged, pledged, discounted and rediscounted by the Bank

| | 31/12/2024 | 31/12/2023 |
|---|-------------------|-------------------|
| | Par value | Par value |
| | VND million | VND million |
| Valuable papers are mortgaged or pledged | 15,620,000 | 14,350,000 |
| Valuable papers are discounted and rediscounted | 22,338,207 | - |
| | 37,958,207 | 14,350,000 |

38. Contingent liabilities and commitments

| | 31/12/2024 VND million | | | 31/12/2023 VND million | | |
|---|--------------------------------------|----------------------------|------------------------------------|--------------------------------------|----------------------------|------------------------------------|
| | <u>Contractual value – gross</u> | <u>Margin deposits</u> | <u>Contractual value – net</u> | <u>Contractual value – gross</u> | <u>Margin deposits</u> | <u>Contractual value – net</u> |
| Foreign exchange commitments | 345,248,653 | - | 345,248,653 | 227,964,990 | - | 227,964,990 |
| <i>In which:</i> | | | | | | |
| - Foreign currency purchase commitments | 9,093,526 | - | 9,093,526 | 1,762,364 | - | 1,762,364 |
| - Foreign currency sale commitments | 7,688,387 | - | 7,688,387 | 1,775,463 | - | 1,775,463 |
| - Swap commitments | 328,466,740 | - | 328,466,740 | 224,427,163 | - | 224,427,163 |
| Letters of credit | 2,773,013 | 22,413 | 2,750,600 | 1,962,279 | 18,629 | 1,943,650 |
| Other guarantee | 7,194,683 | 9,112 | 7,185,571 | 7,043,119 | 18,062 | 7,025,057 |
| Other commitments | 68,292,253 | - | 68,292,253 | 38,380,834 | - | 38,380,834 |

39. Uncollected loan interest and fees

| | 31/12/2024 VND million | 31/12/2023 VND million |
|---------------------------------------|---------------------------|---------------------------|
| Loan interest not yet collected | 3,210,638 | 2,644,560 |
| Securities interest not yet collected | 37,739 | 37,739 |
| Fees receivable not yet collected | 269,275 | 479,981 |
| | 3,517,652 | 3,162,280 |

40. Written-off bad debts

| | 31/12/2024 VND million | 31/12/2023 VND million |
|---|---------------------------|---------------------------|
| Written-off principal of debts under monitoring | 11,298,803 | 9,486,201 |
| Written-off interest of debts under monitoring | 10,324,989 | 8,990,056 |
| Other written-off debts | 4,811 | 3,256 |
| | 21,628,603 | 18,479,513 |

41. Other assets and documents in custody

| | <u>31/12/2024</u> | <u>31/12/2023</u> |
|---|--------------------------|--------------------------|
| | <u>VND million</u> | <u>VND million</u> |
| Precious metals, gems kept under custody | 5,764 | 5,764 |
| Other assets kept under custody | - | 22,445 |
| Outsourced asset (*) | 4,278,800 | 4,187,000 |
| Collateral for fulfillment of the guarantor's obligations pending disposition | 4,149 | 4,149 |
| Other valuable documents in custody | 16,506,519 | 25,312,076 |
| | <u>20,795,232</u> | <u>29,531,434</u> |

(*) Represents the value of the rental payable over the term of all lease contracts that are valid at the end of the annual accounting period.

42. Significant transactions with related parties

In the normal course of operation, the Bank carries out transactions with related parties. The terms of these transactions are in accordance with the Bank's regulations. A party is related to the Bank if:

- (a) Directly, or indirectly through one or more intermediaries, the party:
- controls, is controlled by, or is under common control by Bank (including parents and subsidiaries);
 - has an interest (owning 5% or more of the charter capital or voting share capital) in the Bank that gives it significant influence over the Bank;
 - has joint control over the Bank;
- (b) The party is a joint venture in which the Bank is a venture or an associate (owning over 11% of the charter capital or voting share capital, but is not a subsidiary of the Bank);
- (c) The party has a member which is the member of the key management personnel of the Bank or Board of Supervision and Board of Management and Chief Accountant of the Bank;
- (d) The party is a close member of the family of any individual referred to in (a) or (c); or
- (e) The party is an entity that is controlled, jointly controlled or significantly influenced by, or for which significant voting power in such company resides with, directly or indirectly, any individual referred to in (c) or (d).

Balances with related parties at the year-end were as follows:

| | 31/12/2024 VND million | 31/12/2023 VND million |
|---|---------------------------|---------------------------|
| Subsidiary | | |
| VIB AMC | | |
| - Demand deposits at the Bank | 84,870 | 164,302 |
| - Term deposits at the Bank | 179,550 | 262,250 |
| - Valuable papers issued by the Bank | 40,000 | - |
| - Interest payable for entrusted contract with VIB AMC | 398 | 398 |
| - Interest payables on deposits at the Bank | 1,517 | 529 |
| Members of Board of Directors, Board of Supervision and Board of Management and Chief Accountant | | |
| - Loans to customers from the Bank | 1,080 | 1,134 |
| - Demand deposits at the Bank | 10,047 | 19,291 |
| - Term deposits at the Bank | 5,938 | 88,613 |
| - Interest payable from term deposits at the Bank | 31 | 1,415 |
| Other related parties | | |
| - Loans to customers from the Bank | 59,765 | 64,399 |
| - Demand deposits at the Bank | 32,365 | 19,295 |
| - Term deposits at the Bank | 254,219 | 435,172 |
| - Valuable papers issued by the Bank | 3,300 | 800 |
| - Interest receivable from loans | 372 | 95 |
| - Interest payable from term deposits at the Bank | 2,327 | 4,595 |

Transactions with related parties during the year were as follows:

| | For the year ended 31/12/2024 VND million | For the year ended 31/12/2023 VND million |
|---|--|--|
| Subsidiary | | |
| VIB AMC | | |
| - Income from dividends from VIB AMC | - | 20,564 |
| - Interest expenses on deposits at the Bank | 15,527 | 23,382 |
| Members of Board of Directors, Board of Supervision and Board of Management and Chief Accountant | | |
| - Interest expenses on deposits at the Bank | 2,287 | 6,545 |
| - Remuneration for Board of Directors | 6,000 | 13,199 |
| - Remuneration for Board of Supervision | 3,831 | 5,554 |
| - Salary and bonus of Board of Management and Chief Accountant | 24,653 | 21,403 |
| Other related parties | | |
| - Interest income from loans | 4,405 | 510 |
| - Interest expense from deposits at the Bank | 20,359 | 30,090 |

43. Concentration of assets, liabilities and off-balance sheet commitments by geographical segments

| As at 31 December 2024 | Domestic VND million | Overseas VND million | Total VND million |
|---|-------------------------|-------------------------|----------------------|
| Assets | | | |
| Cash and gold on hand | 1,639,349 | - | 1,639,349 |
| Balances with the SBV | 9,909,074 | - | 9,909,074 |
| Balances with and loans to other CIs | 105,316,330 | 272,186 | 105,588,516 |
| Derivative financial instruments and other financial assets | 821,872 | - | 821,872 |
| Loans to customers | 324,009,713 | - | 324,009,713 |
| Debt purchases | 8,846 | - | 8,846 |
| Investment securities | 50,388,192 | - | 50,388,192 |
| Long-term investments | 919,125 | 542 | 919,667 |
| Fixed assets | 793,661 | - | 793,661 |
| Other assets | 4,934,936 | - | 4,934,936 |
| | 498,741,098 | 272,728 | 499,013,826 |
| Liabilities | | | |
| Due to the Government and the SBV | 18,586,891 | - | 18,586,891 |
| Deposits and borrowings from other CIs | 100,720,347 | 22,480,238 | 123,200,585 |
| Deposits from customers | 276,318,061 | 254,272 | 276,572,333 |
| Borrowed and entrusted funds | 5,368 | - | 5,368 |
| Valuable papers issued | 23,302,579 | - | 23,302,579 |
| Other liabilities | 9,887,861 | - | 9,887,861 |
| | 428,821,107 | 22,734,510 | 451,555,617 |
| Off-balance sheet items | | | |
| Foreign exchange commitments | 345,248,653 | - | 345,248,653 |
| Letters of credit commitments | 2,750,600 | - | 2,750,600 |
| Other guarantees | 7,185,571 | - | 7,185,571 |
| Other commitments | 68,292,253 | - | 68,292,253 |
| Uncollected loan interest and fees | 3,517,652 | - | 3,517,652 |
| Written-off bad debts | 21,628,603 | - | 21,628,603 |
| Other assets and documents in custody | 20,795,232 | - | 20,795,232 |

Figures were presented by geographical areas of customers/partners.

As at 31 December 2023

| | <i>Domestic VND million</i> | <i>Overseas VND million</i> | <i>Total VND million</i> |
|---|---------------------------------|---------------------------------|------------------------------|
| Assets | | | |
| Cash and gold on hand | 1,681,052 | - | 1,681,052 |
| Balances with the SBV | 8,217,767 | - | 8,217,767 |
| Balances with and loans to other CIs | 67,907,053 | 290,521 | 68,197,574 |
| Derivative financial instruments and other financial assets | 156,721 | - | 156,721 |
| Loans to customers | 266,345,545 | - | 266,345,545 |
| Debt purchases | 16,495 | - | 16,495 |
| Investment securities | 60,998,658 | - | 60,998,658 |
| Long-term investments | 919,125 | 542 | 919,667 |
| Fixed assets | 754,046 | - | 754,046 |
| Other assets | 7,180,564 | - | 7,180,564 |
| | 414,177,026 | 291,063 | 414,468,089 |
| Liabilities | | | |
| Deposits and borrowings from other CIs | 75,947,468 | 22,692,253 | 98,639,721 |
| Deposits from customers | 234,146,048 | 2,857,431 | 237,003,479 |
| Borrowed and entrusted funds | 6,930 | - | 6,930 |
| Valuable papers issued | 23,896,936 | - | 23,896,936 |
| Other liabilities | 12,783,094 | - | 12,783,094 |
| | 346,780,476 | 25,549,684 | 372,330,160 |
| Off-balance sheet items | | | |
| Foreign exchange commitments | 227,964,990 | - | 227,964,990 |
| Letters of credit commitments | 1,943,650 | - | 1,943,650 |
| Other guarantees | 7,025,057 | - | 7,025,057 |
| Other commitments | 38,380,834 | - | 38,380,834 |
| Uncollected loan interest and fees | 3,162,280 | - | 3,162,280 |
| Written-off bad debts | 18,479,513 | - | 18,479,513 |
| Other assets and documents in custody | 29,531,434 | - | 29,531,434 |

Figures were presented by geographical areas of customers/partners.

44. Segment report

| Year ended 31 December 2024 | Northern VND million | Central VND million | Southward VND million | Total VND million |
|--|-------------------------|------------------------|--------------------------|----------------------|
| Revenue | | | | |
| Interest and similar income | 10,847,859 | 2,004,587 | 19,588,372 | 32,440,818 |
| Fee and commission income | 1,096,449 | 203,444 | 1,710,040 | 3,009,933 |
| Gain from other business activities | 345,793 | 56,330 | 3,490,726 | 3,892,849 |
| | 12,290,101 | 2,264,361 | 24,789,138 | 39,343,600 |
| Expenses | | | | |
| Interest and similar expenses | (5,768,226) | (653,557) | (9,286,270) | (15,708,053) |
| Depreciation expense | (8,031) | (4,406) | (173,445) | (185,882) |
| Directly operating expense | (2,047,871) | (559,269) | (7,544,834) | (10,151,974) |
| | (7,824,128) | (1,217,232) | (17,004,549) | (26,045,909) |
| Segment outcome before allowance expenses for credit losses | 4,465,973 | 1,047,129 | 7,784,589 | 13,297,691 |
| Allowance expenses for credit losses | (745,513) | (200,852) | (3,407,093) | (4,353,458) |
| Segment outcome (before tax) | 3,720,460 | 846,277 | 4,377,496 | 8,944,233 |
| As at 31 December 2024 | | | | |
| Assets | | | | |
| Cash and gold on hand | 737,137 | 134,624 | 767,588 | 1,639,349 |
| Fixed assets | - | - | 793,661 | 793,661 |
| Other assets | 80,555,178 | 31,449,509 | 378,838,094 | 490,842,781 |
| Total assets | 81,292,315 | 31,584,133 | 380,399,343 | 493,275,791 |
| Liabilities | | | | |
| External liabilities | 151,614,743 | 19,599,332 | 278,330,479 | 449,544,554 |
| Internal liabilities | 8,994 | 187 | 643,245 | 652,426 |
| Other liabilities | 1,781 | 294 | 1,356,562 | 1,358,637 |
| Total liabilities | 151,625,518 | 19,599,813 | 280,330,286 | 451,555,617 |

Figures were presented by locations of branches.

| Year ended 31 December 2023 | Northern VND million | Central VND million | Southward VND million | Total VND million |
|--|-------------------------|------------------------|--------------------------|----------------------|
| Revenue | | | | |
| Interest and similar income | 6,075,748 | 3,295,430 | 27,318,250 | 36,689,428 |
| Fee and commission income | 1,067,195 | 206,821 | 2,153,732 | 3,427,748 |
| Gain from other business activities | 225,647 | 18,842 | 2,315,721 | 2,560,210 |
| | 7,368,590 | 3,521,093 | 31,787,703 | 42,677,386 |
| Expenses | | | | |
| Interest and similar expenses | (1,343,632) | (1,873,399) | (15,013,466) | (18,230,497) |
| Depreciation expense | (8,853) | (3,954) | (152,440) | (165,247) |
| Directly operating expense | (1,615,696) | (473,438) | (6,705,613) | (8,794,747) |
| | (2,968,181) | (2,350,791) | (21,871,519) | (27,190,491) |
| Segment outcome before allowance expenses for credit losses | 4,400,409 | 1,170,302 | 9,916,184 | 15,486,895 |
| Allowance expenses for credit losses | (801,625) | (239,178) | (3,805,002) | (4,845,805) |
| Segment outcome (before tax) | 3,598,784 | 931,124 | 6,111,182 | 10,641,090 |
| As at 31 December 2023 | | | | |
| Assets | | | | |
| Cash and gold on hand | 724,437 | 143,101 | 813,514 | 1,681,052 |
| Fixed assets | - | - | 754,046 | 754,046 |
| Other assets | 59,495,854 | 28,373,673 | 319,871,241 | 407,740,768 |
| Total assets | 60,220,291 | 28,516,774 | 321,438,801 | 410,175,866 |
| Liabilities | | | | |
| External liabilities | 137,424,207 | 15,613,378 | 217,028,402 | 370,065,987 |
| Internal liabilities | 4,749 | - | 737,926 | 742,675 |
| Other liabilities | 2,023 | 341 | 1,519,134 | 1,521,498 |
| Total liabilities | 137,430,979 | 15,613,719 | 219,285,462 | 372,330,160 |

Figures were presented by locations of branches.

45. Financial risk management

45.1 Risk management policies related to financial instruments

The Bank has exposure to the following risks from its use of financial instruments:

- Credit risk
- Liquidity risk
- Market risk

This note presents information about the Bank's exposure to each of the above risks, the Bank's objectives, policies and processes for measuring and managing risk, and the Bank's management of capital.

Risk management framework

On the basis of the proposal of the Risk Committee, the Board of Directors ("the Board") monitors the Chief Executive Officer in developing and implementing risk management policies, and dealing with limitations on risk management according to the requirements and recommendations of SBV, independent auditing organisations and other Government entities.

The Chief Executive Officer monitors individuals and departments based on the proposal of the Credit Risk Handling Committee, the Asset Liability Committee (ALCO) and the Capital Management Council in developing and implementing policies, risk management regulations and procedures of the Bank in each management field.

The Bank's risk management policies are established to identify and analyse the risks faced by the Bank, to set appropriate risk limits and controls and to monitor risks and adhere to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions, products and services offered. The Bank, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment, in which all employees understand their roles and obligations.

45.2 Credit risk

The Bank is subject to credit risk through its lending, investing activities and in cases where it acts as an intermediary on behalf of customers or other third parties or issues guarantees. The risk that counterparties might default on their obligations is monitored on an ongoing basis. The Bank's primary exposure to credit risk arises through its loans. The amount of credit exposure in this regard is represented by the carrying amounts of the assets on the separate statement of financial position. In addition, the Bank is exposed to off-balance sheet credit risk through commitments to extend credit and guarantees issued.

The Bank has maintained an appropriate risk management policy to ensure these following basic principles:

- Establish appropriate risk management environment;
- Operate under healthy credit granting procedure;
- Maintain appropriate credit managing, measuring, supervising procedure; and
- Ensure adequate control on credit risk.

Depending on the level of risk, the Bank conducts credit approval through the individual level at the Business Unit, the Risk Management Division and the Credit Committee to ensure a loan is reviewed objectively, independently and compliantly. The granting of personal authority at the Business Unit is reviewed and adjusted periodically by the Bank.

As at 31 December 2024, non-performing loan ratio according to debt status of customers at the Bank 2.44% (as at 31 December 2023: 2.20%). Details on classification quality of credit risk assets at the Bank are as follows:

As at 31 December 2024

| | <i>Loans to customers</i> | <i>Debt purchases</i> | <i>Investment securities (*)</i> | <i>Deposits at and loans to other CIs (**)</i> | <i>Total</i> |
|-----------------|---------------------------|-----------------------|----------------------------------|--|--------------------|
| | <i>VND million</i> | <i>VND million</i> | <i>VND million</i> | <i>VND million</i> | <i>VND million</i> |
| Current | 301,905,639 | 8,613 | 40,062,333 | 104,640,972 | 446,617,557 |
| Special mention | 10,730,560 | 233 | - | - | 10,730,793 |
| Substandard | 2,305,497 | - | - | - | 2,305,497 |
| Doubtful | 2,670,579 | - | - | - | 2,670,579 |
| Loss | 6,397,438 | - | 42,380 | - | 6,439,818 |
| | 324,009,713 | 8,846 | 40,104,713 | 104,640,972 | 468,764,244 |

As at 31 December 2023

| | <i>Loans to customers</i> | <i>Debt purchases</i> | <i>Investment securities (*)</i> | <i>Deposits at and loans to other CIs (**)</i> | <i>Total</i> |
|-----------------|---------------------------|-----------------------|----------------------------------|--|--------------------|
| | <i>VND million</i> | <i>VND million</i> | <i>VND million</i> | <i>VND million</i> | <i>VND million</i> |
| Current | 243,146,729 | 15,639 | 48,693,798 | 67,345,415 | 359,201,581 |
| Special mention | 14,824,225 | 856 | - | - | 14,825,081 |
| Substandard | 2,479,317 | - | 42,380 | - | 2,521,697 |
| Doubtful | 3,697,136 | - | - | - | 3,697,136 |
| Loss | 2,198,138 | - | - | - | 2,198,138 |
| | 266,345,545 | 16,495 | 48,736,178 | 67,345,415 | 382,443,633 |

(*) Not included shares, SBV bills, Government bonds and listed corporate bonds (including bonds issued by other CIs).

(**) Not included demand deposits.

45.3 Market risk

a. Interest risk

Interest rate risk is the risk arises when there is a difference of term in repricing of interest rate between assets and liabilities. All loan activities, mobilisation activities, investment activities of the Bank create interest rate risk.

The interest rate re-pricing term of fixed interest rate items is the remaining period from the date of the financial statements to the maturity date, and of variable interest rate items is the remaining period to the nearest interest rate re-pricing date.

The following assumptions and conditions have been adopted in the analysis of interest rate re-pricing term of the Bank's assets and liabilities:

- Cash on hand, long-term investments and other assets (including fixed assets, investment properties and other assets) are classified as non interest-bearing items;
- Balances with the SBV are classified as current deposits, for non-interest-paying deposits classified as free-of items, for interest-paid deposits classified into less-than-one-month items;
- The interest rate re-pricing term of investment securities is determined based on contractual interest rate re-pricing term of each security;
- The interest rate re-pricing term of deposits with and loans to other CIs; loans to customers; amounts due to the Government and SBV; deposits and borrowings from other CIs; deposits from customers are determined as follows:
 - Items with fixed interest rate during the contractual term: the effective interest re-pricing term is determined based on the maturity date from the end of accounting period;
 - Items with floating interest rate: the effective interest re-pricing term is determined based on the time to the nearest interest rate re-pricing date from the end of accounting period.
- The interest re-pricing term of other liabilities is arranged based on the maturity date from the end of annual accounting period of each item.

Notes to the separate financial statements as at 31 December 2024 and for the year then ended (continued)

(Issued under Circular No. 49/2014/TT-NHNN dated 31 December 2014 of the State Bank of Vietnam)

| As at 31 December 2024 | Overdue VND million | Free of interest VND million | Less than 1 month VND million | From 1 to 3 months VND million | From 3 to 6 months VND million | From 6 to 12 months VND million | From 1 to 5 years VND million | More than 5 years VND million | Total VND million |
|---|------------------------|------------------------------------|-------------------------------------|--------------------------------------|--------------------------------------|---------------------------------------|-------------------------------------|-------------------------------------|----------------------|
| Assets | | | | | | | | | |
| Cash and gold on hand | - | 1,639,349 | - | - | - | - | - | - | 1,639,349 |
| Balances with the SBV | - | 9,909,074 | - | - | - | - | - | - | 9,909,074 |
| Balances with and loans to other CIs - gross | - | - | 86,466,379 | 15,412,422 | 3,030,098 | 679,617 | - | - | 105,588,516 |
| Derivative financial instruments and other financial assets | - | 821,872 | - | - | - | - | - | - | 821,872 |
| Loans to customers and debts purchases- gross | 7,014,578 | - | 37,861,053 | 88,092,922 | 78,337,028 | 69,648,779 | 42,892,951 | 171,248 | 324,018,559 |
| Investment securities - gross | 42,380 | - | 499,994 | 50,128 | 5,500,418 | 34,061,915 | 553,712 | 9,679,645 | 50,388,192 |
| Long-term investments - gross | - | 919,667 | - | - | - | - | - | - | 919,667 |
| Fixed assets | - | 793,661 | - | - | - | - | - | - | 793,661 |
| Other assets - gross | - | 4,934,936 | - | - | - | - | - | - | 4,934,936 |
| | 7,056,958 | 19,018,559 | 124,827,426 | 103,555,472 | 86,867,544 | 104,390,311 | 43,446,663 | 9,850,893 | 499,013,826 |
| Liabilities | | | | | | | | | |
| Deposits and borrowings from the SBV and other CIs | - | - | 107,476,058 | 29,676,232 | 4,635,172 | - | 14 | - | 141,787,476 |
| Deposits from customers | - | 96,237 | 95,803,306 | 55,824,998 | 79,721,126 | 20,921,095 | 24,205,571 | - | 276,572,333 |
| Other borrowed and entrusted funds | - | - | 3,957 | 1,411 | - | - | - | - | 5,368 |
| Valuable papers issued | - | - | 402,761 | 651,818 | 600,000 | 2,000,000 | 17,648,000 | 2,000,000 | 23,302,579 |
| Other liabilities | - | 9,887,861 | - | - | - | - | - | - | 9,887,861 |
| | - | 9,984,098 | 203,686,082 | 86,154,459 | 84,956,298 | 22,921,095 | 41,853,585 | 2,000,000 | 451,555,617 |
| Interest sensitivity gap on balance sheet | 7,056,958 | 9,034,461 | (78,858,656) | 17,401,013 | 1,911,246 | 81,469,216 | 1,593,078 | 7,850,893 | 47,458,209 |
| Off balance sheet commitments with effects on interest sensitivity of assets and liabilities (net) | - | - | (196,920) | 127,135 | 324,741 | 571,006 | 8,331 | - | 834,293 |
| Interest sensitive gap on and off- balance sheet | 7,056,958 | 9,034,461 | (79,055,576) | 17,528,148 | 2,235,987 | 82,040,222 | 1,601,409 | 7,850,893 | 48,292,502 |

Notes to the separate financial statements as at 31 December 2024 and for the year then ended (continued)

(Issued under Circular No. 49/2014/TT-NHNN dated 31 December 2014 of the State Bank of Vietnam)

| As at 31 December 2023 | Overdue | Free of interest | Less than 1 month | From 1 to 3 months | From 3 to 6 months | From 6 to 12 months | From 1 to 5 years | More than 5 years | Total |
|---|------------------|-------------------------|--------------------------|---------------------------|---------------------------|----------------------------|--------------------------|--------------------------|--------------------|
| | VND million | VND million | VND million | VND million | VND million | VND million | VND million | VND million | VND million |
| Assets | | | | | | | | | |
| Cash and gold on hand | - | 1,681,052 | - | - | - | - | - | - | 1,681,052 |
| Balances with the SBV | - | 8,217,767 | - | - | - | - | - | - | 8,217,767 |
| Balances with and loans to other CIs - gross | - | - | 57,551,806 | 5,682,927 | 2,744,831 | 2,218,010 | - | - | 68,197,574 |
| Derivative financial instruments and other financial assets | - | 156,721 | - | - | - | - | - | - | 156,721 |
| Loans to customers and debts purchases- gross | 3,406,940 | - | 41,517,561 | 90,764,974 | 50,712,613 | 64,218,736 | 15,732,429 | 8,787 | 266,362,040 |
| Investment securities - gross | 42,380 | - | 4,673,617 | 9,697,710 | 4,748,737 | 24,725,077 | 6,113,096 | 10,998,041 | 60,998,658 |
| Long-term investments - gross | - | 919,667 | - | - | - | - | - | - | 919,667 |
| Fixed assets | - | 754,046 | - | - | - | - | - | - | 754,046 |
| Other assets - gross | - | 7,180,564 | - | - | - | - | - | - | 7,180,564 |
| | 3,449,320 | 18,909,817 | 103,742,984 | 106,145,611 | 58,206,181 | 91,161,823 | 21,845,525 | 11,006,828 | 414,468,089 |
| Liabilities | | | | | | | | | |
| Deposits and borrowings from the SBV and other CIs | - | - | 84,403,758 | 11,668,539 | 2,567,406 | 18 | - | - | 98,639,721 |
| Deposits from customers | - | 345,677 | 88,873,869 | 48,530,182 | 68,110,695 | 20,614,082 | 10,528,974 | - | 237,003,479 |
| Other borrowed and entrusted funds | - | - | 799 | 6,131 | - | - | - | - | 6,930 |
| Valuable papers issued | - | 1,110 | - | - | 6,100,000 | 1,082,126 | 15,503,700 | 1,210,000 | 23,896,936 |
| Other liabilities | - | 12,783,094 | - | - | - | - | - | - | 12,783,094 |
| | - | 13,129,881 | 173,278,426 | 60,204,852 | 76,778,101 | 21,696,226 | 26,032,674 | 1,210,000 | 372,330,160 |
| Interest sensitivity gap on balance sheet | 3,449,320 | 5,779,936 | (69,535,442) | 45,940,759 | (18,571,920) | 69,465,597 | (4,187,149) | 9,796,828 | 42,137,929 |
| Off balance sheet commitments with effects on interest sensitivity of assets and liabilities (net) | - | - | 148,616 | (17,513) | 39,474 | (11,492) | - | - | 159,085 |
| Interest sensitive gap on and off-balance sheet | 3,449,320 | 5,779,936 | (69,386,826) | 45,923,246 | (18,532,446) | 69,454,105 | (4,187,149) | 9,796,828 | 42,297,014 |

Sensitivity to interest rate

The following table estimates the sensitivity of profit before tax of the Bank assuming it's increased in lending and funding interest. On the contrary, decrease in lending and funding interest would have the equal but opposite effect to the profit before tax of the Bank.

As at 31 December 2024

| | <i>Increase in interest rate 31/12/2024</i> | <i>Effect of increase/(decrease) on profit before tax for the year ended 31/12/2024 VND million</i> |
|-----|---|---|
| VND | 1.00% | (59,836) |
| USD | 0.25% | 15,303 |

As at 31 December 2023

| | <i>Increase in interest rate 31/12/2023</i> | <i>Effect of increase/(decrease) on profit before tax for the year ended 31/12/2023 VND million</i> |
|-----|---|---|
| VND | 1.00% | (60,149) |
| USD | 0.25% | 151,108 |

b. Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Bank was incorporated and operate in Vietnam with VND as their reporting currency. The major currency in which the Bank transacts is VND. The Bank's asset - liabilities structure included different types of currencies (such as USD, EUR, AUD, etc.), which is the main cause of currency risk. The Bank has set limits on positions by currency based on internal risk assessment process and regulations of SBV. Currency positions are monitored on a daily basis and hedging strategies used to ensure positions are maintained within established limits.

| As at 31 December 2024 | <i>USD</i> | <i>EUR</i> | <i>Other currencies</i> | <i>Total</i> |
|--|--------------------|--------------------|-----------------------------|--------------------|
| | <i>VND million</i> | <i>VND million</i> | <i>VND million</i> | <i>VND million</i> |
| Assets | | | | |
| Cash and gold on hand | 359,720 | 56,577 | 27,871 | 444,168 |
| Balances with the SBV | 485,655 | 37 | - | 485,692 |
| Balances with and loans to other CIs - gross | 434,680 | 114,223 | 112,601 | 661,504 |
| Derivative financial instruments and other financial assets | 39,536,612 | 318,942 | 857,512 | 40,713,066 |
| Loans to customers and debts purchases - gross | 3,423,588 | - | - | 3,423,588 |
| Long-term investments | 542 | - | - | 542 |
| Other assets - gross | 334,289 | 328 | 307 | 334,924 |
| Total assets | 44,575,086 | 490,107 | 998,291 | 46,063,484 |
| Liabilities | | | | |
| Deposits and borrowings from the SBV and other CIs | 27,004,804 | - | - | 27,004,804 |
| Deposits from customers | 16,868,441 | 485,586 | 312,348 | 17,666,375 |
| Other liabilities | 206,484 | 1,743 | 7,383 | 215,610 |
| Total liabilities | 44,079,729 | 487,329 | 319,731 | 44,886,789 |
| Foreign exchange position on balance sheet | 495,357 | 2,778 | 678,560 | 1,176,695 |
| Foreign exchange position off-balance sheet | 203,577 | 319 | (651,246) | (447,350) |
| Foreign exchange position on and off-balance sheet | 698,934 | 3,097 | 27,314 | 729,345 |

| As at 31 December 2023 | <i>USD</i> | <i>EUR</i> | <i>Other currencies</i> | <i>Total</i> |
|--|--------------------|--------------------|-----------------------------|--------------------|
| | <i>VND million</i> | <i>VND million</i> | <i>VND million</i> | <i>VND million</i> |
| Assets | | | | |
| Cash and gold on hand | 384,279 | 47,009 | 27,533 | 458,821 |
| Balances with the SBV | 434,289 | 60 | - | 434,349 |
| Balances with and loans to other CIs - gross | 361,842 | 72,991 | 97,261 | 532,094 |
| Derivative financial instruments and other financial assets | 34,662,128 | 228,187 | 182,556 | 35,072,871 |
| Loans to customers and debts purchases - gross | 1,856,557 | - | - | 1,856,557 |
| Long-term investments | 542 | - | - | 542 |
| Other assets - gross | 822,132 | 810 | 15 | 822,957 |
| Total assets | 38,521,769 | 349,057 | 307,365 | 39,178,191 |
| Liabilities | | | | |
| Deposits and borrowings from the SBV and other CIs | 30,797,784 | - | - | 30,797,784 |
| Deposits from customers | 9,241,118 | 341,201 | 301,388 | 9,883,707 |
| Other liabilities | 174,301 | 4,497 | 354 | 179,152 |
| Total liabilities | 40,213,203 | 345,698 | 301,742 | 40,860,643 |
| Foreign exchange position on balance sheet | (1,691,434) | 3,359 | 5,623 | (1,682,452) |
| Foreign exchange position off-balance sheet | (15,310) | - | 2,211 | (13,099) |
| Foreign exchange position on and off-balance sheet | (1,706,744) | 3,359 | 7,834 | (1,695,551) |

Sensitivity to exchange rate

Below is an analysis of the possible impact on profit before tax and equity of the Bank for the year ended 31 December 2024 and for the year ended 31 December 2023. This analysis assumes that all other variables, in particular interest rates, remain constant.

| | <i>Effect on profit before tax – increase/(decrease) in profit VND million</i> | <i>Effect on owners' equity – increase/(decrease) in equity VND million</i> |
|------------------------------------|--|---|
| Year ended 31 December 2024 | | |
| VND depreciates 2.0% against USD | 13,979 | 11,183 |
| VND appreciates 2.0% against USD | (13,979) | (11,183) |
| Year ended 31 December 2023 | | |
| VND depreciates 2.0% against USD | (34,135) | (27,308) |
| VND appreciates 2.0% against USD | 34,135 | 27,308 |

c. Liquidity risk

Liquidity risk is the risk that results to the Bank's losses and/or failing to meet its payment obligation when the Bank cannot mobilise sufficient liquid capital at appropriate costs and/or cannot sell assets at fair value and/or the Bank has to mobilise funds at high costs to meet its payment obligations at a point of time. Liquidity risk arises due to: un-matching of maturity terms of assets and maturity terms of liabilities, the sensitivity of financial assets to changes in interest rates that leads the Bank unable to meet its payment obligation.

The maturity term of assets and liabilities represents the remaining period from the end of annual accounting period to the maturity date agreed in the contracts or in terms of issuance.

The following assumptions and conditions are applied in the analysis of overdue status of the Bank's assets and liabilities on separate statement of financial position:

- Balances with the SBV are classified as demand deposits which include compulsory reserve. The balance of compulsory reserve depends on the proportion and terms of the Bank's customer deposits.
- The maturities of deposits at and loans to other CIs and loans to customers are based on the contractual repayment date of deposit contracts or loan contracts. The actual maturity may vary from contractual term when the contract is extended.
- The maturity term of investment securities is calculated based on the maturity date of each kind of securities.
- The maturity term of equity investments is considered more than 5 years because these investments do not have specific maturity date.
- The maturity term of fixed assets do not have specific maturity date.
- The maturity term of other assets is determined based on the actual maturity of each category of asset.
- The maturity term of deposits and borrowings from other CIs; and customer's deposits is determined based on features of these items or the maturity date as stipulated in contracts. Demand deposits are transacted as required by customers, and therefore, being classified as current accounts. The maturity term of borrowings and term deposits is determined based on the maturity date in contracts. In fact, these amounts may be rotated, and therefore, may last beyond the original maturity date.
- The maturity term of other borrowed and entrusted funds that the Bank bears risks is determined based on the actual maturity from the separate statement of financial position date of each contract.
- The maturity term of valuable papers issued is determined based on the actual maturity of each category of valuable paper.
- The maturity term of other liabilities is determined based on the actual maturity date of each liability.

The table below shows the analysis of assets and liabilities of the Bank by terms of maturity based on the remaining period from the end of the annual accounting period to the maturity date. In fact, the settlement date of assets and liabilities could be different according to separate agreements or amendments to contracts if any.

Notes to the separate financial statements as at 31 December 2024 and for the year then ended (continued)

(Issued under Circular No. 49/2014/TT-NHNN
dated 31 December 2014 of the State Bank of Vietnam)

| | Overdue | | Current | | | Total | | |
|---|-------------------------------|-----------------------------------|------------------------------|-----------------------------------|------------------------------------|--------------------|----------------------------------|----------------------------------|
| | Up to 3 months VND million | More than 3 months VND million | Up to 1 month VND million | From 1 to 3 months VND million | From 3 to 12 months VND million | | From 1 to 5 years VND million | More than 5 years VND million |
| Assets | | | | | | | | |
| Cash and gold on hand | - | - | 1,639,349 | - | - | - | - | 1,639,349 |
| Balances with the SBV | - | - | 9,909,074 | - | - | - | - | 9,909,074 |
| Deposits with and loans to other CIs - gross | - | - | 86,428,820 | 15,412,422 | 3,747,274 | - | - | 105,588,516 |
| Derivative financial instruments and other financial assets | - | - | 821,872 | - | - | - | - | 821,872 |
| Loans to customers and debts purchases - gross | 2,015,466 | 4,999,112 | 17,408,105 | 43,031,324 | 95,644,451 | 64,586,919 | 96,333,182 | 324,018,559 |
| Investment securities - gross | - | 42,380 | 149,994 | 50,128 | 39,562,333 | 903,712 | 9,679,645 | 50,388,192 |
| Long-term investments - gross | - | - | - | - | - | - | 919,667 | 919,667 |
| Fixed assets | - | - | - | - | - | - | 793,661 | 793,661 |
| Other assets - gross | - | - | 2,572,266 | - | 2,362,670 | - | - | 4,934,936 |
| Total assets | 2,015,466 | 5,041,492 | 118,929,480 | 58,493,874 | 141,316,728 | 65,490,631 | 107,726,155 | 499,013,826 |
| Liabilities | | | | | | | | |
| Deposits and borrowings from the SBV and other CIs | - | - | 103,669,664 | 20,033,542 | 5,058,166 | 13,026,104 | - | 141,787,476 |
| Deposits from customers | - | - | 90,057,207 | 54,765,889 | 91,339,146 | 40,409,991 | 100 | 276,572,333 |
| Other borrowed and entrusted funds | - | - | - | 612 | 4,756 | - | - | 5,368 |
| Valuable papers issued | - | - | 20,336 | 34,243 | 500,000 | 18,748,000 | 4,000,000 | 23,302,579 |
| Other liabilities | - | - | 3,384,283 | - | 2,916,817 | - | 3,586,761 | 9,887,861 |
| Total liabilities | - | - | 197,131,490 | 74,834,286 | 99,818,885 | 72,184,095 | 7,586,861 | 451,555,617 |
| Net liquidity gap | 2,015,466 | 5,041,492 | (78,202,010) | (16,340,412) | 41,497,843 | (6,693,464) | 100,139,294 | 47,458,209 |

Notes to the separate financial statements as at 31 December 2024 and for the year then ended (continued)

(Issued under Circular No. 49/2014/TT-NHNN dated 31 December 2014 of the State Bank of Vietnam)

| As at 31 December 2023 | Overdue | | | Current | | | Total |
|---|-------------------------------|-----------------------------------|------------------------------|-----------------------------------|------------------------------------|----------------------------------|--------------------|
| | Up to 3 months VND million | More than 3 months VND million | Up to 1 month VND million | From 1 to 3 months VND million | From 3 to 12 months VND million | From 1 to 5 years VND million | |
| Assets | | | | | | | |
| Cash and gold on hand | - | - | 1,681,052 | - | - | - | 1,681,052 |
| Balances with the SBV | - | - | 8,217,767 | - | - | - | 8,217,767 |
| Deposits with and loans to other CIs - gross | - | - | 57,486,913 | 5,722,577 | 4,988,084 | - | 68,197,574 |
| Derivative financial instruments and other financial assets | - | - | 156,721 | - | - | - | 156,721 |
| Loans to customers and debts purchases - gross | 1,760,678 | 1,646,262 | 11,373,291 | 23,190,821 | 84,140,986 | 56,882,857 | 266,362,040 |
| Investment securities - gross | - | 42,380 | 5,647,135 | 8,199,192 | 29,273,814 | 7,013,034 | 60,998,658 |
| Long-term investments - gross | - | - | - | - | - | - | 919,667 |
| Fixed assets | - | - | - | - | - | - | 754,046 |
| Other assets - gross | - | - | 3,909,759 | 567,784 | 2,703,021 | - | 7,180,564 |
| Total assets | 1,760,678 | 1,688,642 | 88,472,638 | 37,680,374 | 121,105,905 | 63,895,891 | 414,468,089 |
| Liabilities | | | | | | | |
| Deposits and borrowings from the SBV and other CIs | - | - | 74,403,501 | 2,392,791 | 8,911,416 | 12,932,013 | 98,639,721 |
| Deposits from customers | - | - | 84,426,851 | 38,956,248 | 87,129,319 | 26,490,961 | 237,003,479 |
| Other borrowed and entrusted funds | - | - | - | 2,174 | 4,756 | - | 6,930 |
| Valuable papers issued | - | - | 1,110 | - | 5,892,126 | 16,003,700 | 23,896,936 |
| Other liabilities | - | - | 4,218,824 | - | 8,564,270 | - | 12,783,094 |
| Total liabilities | - | - | 163,050,286 | 41,351,213 | 110,501,887 | 55,426,674 | 372,330,160 |
| Net liquidity gap | 1,760,678 | 1,688,642 | (74,577,648) | (3,670,839) | 10,604,018 | 8,469,217 | 42,137,929 |

46. Disclosure of financial instruments

Fair value disclosure

Circular No. 210/2009/TT-BTC issued by the Ministry of Finance on 6 November 2009 requires disclosing on fair value determination method and fair value of financial assets and financial liabilities to have a comparison between fair value and carrying value.

The following table sets out the carrying value and fair value of the Bank's financial assets and financial liabilities where determinable:

As at 31 December 2024

| | Carrying value | | | | Fair value | |
|---|---|---------------------------------|--------------------------------------|-----------------------------------|---|-------------------------------------|
| | Fair value through profit and loss VND million | Held-to-maturity VND million | Loans and receivables VND million | Available for sale VND million | Other liabilities recorded at amortised cost VND million | Total carrying value VND million |
| Financial assets | | | | | | |
| Cash and gold on hand | - | - | 1,639,349 | - | - | 1,639,349 |
| Balances with the SBV | - | - | 9,909,074 | - | - | 9,909,074 |
| Balances with and loans to other CIs – net | - | - | 105,588,516 | - | - | 105,588,516 (*) |
| Derivative financial instruments and other financial assets | 821,872 | - | - | - | - | 821,872 (*) |
| Loans to customers – net | - | - | 318,316,079 | - | - | 318,316,079 (*) |
| Debt purchases – net | - | - | 8,779 | - | - | 8,779 (*) |
| Investment securities – net | - | - | - | 50,344,312 | - | 50,344,312 (*) |
| Other long-term investments – net | - | - | - | 919,457 | - | 919,457 (*) |
| Other financial assets | - | - | 3,560,083 | - | - | 3,560,083 (*) |
| | 821,872 | - | 439,021,880 | 51,263,769 | - | 491,107,521 |
| Financial liabilities | | | | | | |
| Due to the Government and the SBV | - | - | - | - | 18,586,891 | 18,586,891 (*) |
| Deposits and borrowings from other CIs | - | - | - | - | 123,200,585 | 123,200,585 (*) |
| Deposits from customers | - | - | - | - | 276,572,333 | 276,572,333 (*) |
| Other borrowed and entrusted funds | - | - | - | - | 5,368 | 5,368 (*) |
| Valuable papers issued | - | - | - | - | 23,302,579 | 23,302,579 (*) |
| Other financial liabilities | - | - | - | - | 7,876,798 | 7,876,798 (*) |
| | - | - | - | - | 449,544,554 | 449,544,554 |

(*) The Bank has not determined fair values of these financial instruments for disclosure in the separate financial statements because information about their market prices is not available and there is currently no guidance on determination of fair value using valuation techniques under Vietnamese Accounting Standards, the Vietnamese Accounting System for credit institutions stipulated by the State Bank of Vietnam and the relevant statutory requirements. The fair values of these financial instruments may differ from their carrying amounts.

Notes to the separate financial statements as at 31 December 2024 and for the year then ended (continued)

As at 31 December 2023

| | Carrying value | | | | Fair value | | |
|---|---|---------------------------------|--------------------------------------|-----------------------------------|---|-------------------------------------|---------------------------|
| | Fair value through profit and loss VND million | Held-to-maturity VND million | Loans and receivables VND million | Available for sale VND million | Other liabilities recorded at amortised cost VND million | Total carrying value VND million | Fair value VND million |
| Financial assets | | | | | | | |
| Cash and gold on hand | - | - | 1,681,052 | - | - | 1,681,052 | 1,681,052 |
| Balances with the SBV | - | - | 8,217,767 | - | - | 8,217,767 | 8,217,767 |
| Balances with and loans to other CIs – net | - | - | 68,197,574 | - | - | 68,197,574 | (*) |
| Derivative financial instruments and other financial assets | 156,721 | - | - | - | - | 156,721 | (*) |
| Loans to customers – net | - | - | 262,075,015 | - | - | 262,075,015 | (*) |
| Debt purchases – net | - | - | 16,370 | - | - | 16,370 | (*) |
| Investment securities – net | - | 33,586 | - | 60,954,778 | - | 60,988,364 | (*) |
| Other long-term investments – net | - | - | - | 919,457 | - | 919,457 | (*) |
| Other financial assets | - | - | 5,885,686 | - | - | 5,885,686 | (*) |
| | 156,721 | 33,586 | 346,073,464 | 61,874,235 | - | 408,138,006 | |
| Financial liabilities | | | | | | | |
| Deposits and borrowings from other CIs | - | - | - | - | 98,639,721 | 98,639,721 | (*) |
| Deposits from customers | - | - | - | - | 237,003,479 | 237,003,479 | (*) |
| Other borrowed and entrusted funds | - | - | - | - | 6,930 | 6,930 | (*) |
| Valuable papers issued | - | - | - | - | 23,896,936 | 23,896,936 | (*) |
| Other financial liabilities | - | - | - | - | 10,518,922 | 10,518,922 | (*) |
| | - | - | - | - | 370,065,988 | 370,065,988 | |

(*) The Bank has not determined fair values of these financial instruments for disclosure in the separate financial statements because information about their market prices is not available and there is currently no guidance on determination of fair value using valuation techniques under Vietnamese Accounting Standards, the Vietnamese Accounting System for credit institutions stipulated by the State Bank of Vietnam and the relevant statutory requirements. The fair values of these financial instruments may differ from their carrying amounts.

47. Lease commitments

| | 31/12/2024 VND million | 31/12/2023 VND million |
|------------------------|---------------------------|---------------------------|
| Up to one year | 606,443 | 589,401 |
| From one to five years | 1,113,382 | 1,296,117 |
| More than five years | 140,707 | 222,390 |
| | 1,860,532 | 2,107,908 |

48. Comparative information

Certain comparative information has been reclassified to conform to the current financial reporting requirements. The table compares the figures presented in the previous year, before and after reclassifying as follows:

| | <i>For the year ended 31/12/2023 VND million (Reclassified)</i> | <i>For the year ended 31/12/2023 VND million (As previously reported)</i> |
|---|---|---|
| SEPARATE STATEMENT OF INCOME | | |
| Interest and similar income | 36,689,428 | 35,565,910 |
| Fee and commission income | 3,427,748 | 4,615,506 |
| Fee and commission expense | (1,408,433) | (1,472,673) |
| SEPARATE STATEMENT OF CASH FLOWS | | |
| Interest and similar income received | 35,458,437 | 34,334,919 |
| Fees and commission income received | 2,019,315 | 3,142,833 |

49. Exchange rates of some currencies at the end of the annual accounting period

The followings were the significant foreign exchange rates applied by the Bank:

| | 31/12/2024 VND | 31/12/2023 VND |
|-----|-------------------|-------------------|
| USD | 25,375.50 | 24,400.00 |
| EUR | 26,578.50 | 26,845.50 |
| GBP | 32,059.00 | 30,922.50 |
| CHF | 28,320.50 | 28,992.50 |
| JPY | 163.55 | 171.78 |
| SGD | 18,765.00 | 18,399.50 |
| CAD | 17,801.50 | 18,344.50 |
| AUD | 15,886.00 | 16,596.00 |

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 Head of SBV Reporting Department

Approved by:



Ms. Pham Thi Minh Hue
 p.p. Chief Executive Officer
 Chief Accountant

23 January 2025