

**Joint Stock Commercial Bank for
Foreign Trade of Vietnam**

Separate financial statements
for the year ended 31 December 2024
and for the period from 1 October 2024
to 31 December 2024



**Joint Stock Commercial Bank for Foreign Trade of Vietnam
Bank's Information**

**Establishment and
Operation Licence**

Establishment and Operation Licence No. 138/GP-NHNN dated 23 May 2008 issued by the State Bank of Vietnam, Decision No. 2719/QD-NHNN dated 27 December 2011, Decision No. 523/QD-NHNN dated 22 March 2012, Decision No. 1547/QD-NHNN dated 6 August 2014, Decision No. 2182/QD-NHNN dated 26 October 2015, Decision No. 95/QD-NHNN dated 18 January 2017, Decision No. 891/QD-NHNN dated 8 May 2017, Decision No. 2293/QD-NHNN dated 31 October 2017, Decision No. 300/QD-NHNN dated 21 February 2019, Decision No. 2447/QD-NHNN dated 25 November 2019, Decision No. 346/QD-NHNN dated 10 March 2022, Decision No. 700/QD-NHNN dated 19 April 2022, Decision No. 1788/QD-NHNN dated 19 September 2023 and Decision No. 1016/QD-NHNN dated 29 May 2024 promulgated by the State Bank of Vietnam amending and supplementing the operations of Joint Stock Commercial Bank for Foreign Trade of Vietnam.

**Enterprise Registration
Certificate**

Enterprise Registration Certificate with Enterprise Code No. 0100112437 issued by Hanoi Department of Planning and Investment for the 1st time on 2 June 2008, amended for the 17th time on 2 January 2024.

Members of the Board of Directors during the period and until the issuance date of the separate financial statements

Mr. Nguyen Thanh Tung	Chairman	Appointed on 26 July 2024
Mr. Do Viet Hung	Member in charge of the Board of Directors	Resigned on 26 July 2024
	Member	Re-appointed on 21 April 2023
Mr. Nguyen Tuan Anh	Member	Appointed on 19 August 2024
Mr. Nguyen My Hao	Member	Resigned on 01 November 2024
Mr. Nguyen Manh Hung	Member	Re-appointed on 21 April 2023
Mr. Hong Quang	Member	Re-appointed on 21 April 2023
Mr. Shorijo Mizoguchi	Member	Re-appointed on 21 April 2023
Ms. Nguyen Thi Kim Oanh	Member	Appointed on 24 November 2023
Mr. Vu Viet Ngoan	Independent Member	Appointed on 21 April 2023

Members of the Board of Management during the period and until the issuance date of the separate financial statements

Mr. Nguyen Thanh Tung	Chief Executive Officer ("CEO")	Resigned on 26 July 2024
Mr. Le Quang Vinh	Deputy CEO in charge of Board of Management	Appointed on 26 July 2024
Mrs. Dinh Thi Thai	Deputy CEO	Resigned on 19 August 2024
Ms. Phung Nguyen Hai Yen	Deputy CEO	Re-appointed on 15 December 2022
Mr. Dang Hoai Duc	Deputy CEO	Re-appointed on 1 April 2024
Mr. Shorijo Mizoguchi	Deputy CEO	Appointed on 23 April 2021
Mr. Nguyen Viet Cuong	Deputy CEO	Appointed on 26 April 2022
Mr. Le Hoang Tung	Deputy CEO	Appointed on 15 August 2023
Mr. Ho Van Tuan	Deputy CEO	Appointed on 15 August 2023
Mr. Nguyen Van Tuan	Deputy CEO	Appointed on 16 January 2025
Ms. Nguyen Thi Hong Van	Head of Legal and Compliance Division	Appointed on 15 November 2023
Ms. Doan Hong Nhung	Head of Retail Banking Division	Appointed on 7 December 2023

Joint Stock Commercial Bank for Foreign Trade of Vietnam
Bank's Information (continued)

Members of the Board of Management during the period and until the issuance date of the separate financial statements (continued)

Mr. Colin Richard Dinn	Head of Transformation Division	Resigned on 12 July 2024
Mr. Tran Thanh Nam	Head of IT and Digital Transformation Division	Resigned on 1 June 2024
	Head of Innovation	Resigned on 1 June 2024

Members of the Supervisory Board during the period and until the issuance date of the interim separate financial statements

Mr. Lai Huu Phuoc	Chair of the Board	Transferred to State Bank of Vietnam since 1 August 2024
Ms. Dinh Thi Thai	Chair of the Board	Appointed on 19 August 2024
Ms. Tran My Hanh	Member	Re-appointed on 21 April 2023
Ms. Do Thi Mai Huong	Member	Re-appointed on 21 April 2023
Ms. Truong Thi Dieu Que	Member	Appointed on 19 August 2024
Mr. Trinh Ngoc An	Member	Appointed on 19 August 2024

Chief Accountant Ms. La Thi Hong Minh
Appointed on 7 December 2023

Legal Representative Since 2 January 2024
Mr. Nguyen Thanh Tung
Title: Chairman of the Board of Directors

Authorized signature on financial statements Mr. Le Hoang Tung
Title: Deputy CEO

The Bank's Head Office 198 Tran Quang Khai Street
Hoan Kiem District, Hanoi, Vietnam

No.	Items	Note	31/12/2024 VND million	31/12/2023 VND million (restated)
A	ASSETS			
I	Cash, gold, silver and gemstones	4	14,242,073	14,456,730
II	Balances with the State Bank of Vietnam ("SBV")	5	49,080,832	57,936,910
III	Balances with and loans to other credit institutions	6	393,296,193	338,437,233
1	Balances with other credit institutions		381,254,915	308,584,476
2	Loans to other credit institutions		13,041,278	35,528,682
3	Provision for balances with and loans to other credit institutions		(1,000,000)	(5,675,925)
IV	Trading securities	7	1,000,145	-
1	Trading securities		1,000,145	-
V	Derivatives and other financial assets	18	1,314,434	-
VI	Loans to customers		1,404,368,598	1,229,878,026
1	Loans to customers	8	1,435,428,939	1,258,405,170
2	Provision for loans to customers	9	(31,060,341)	(28,527,144)
VII	Investment securities	10	166,147,237	145,780,067
1	Available-for-sale securities		86,799,901	67,882,480
2	Held-to-maturity securities		79,593,428	78,009,747
3	Provision for investment securities		(246,092)	(112,160)
VIII	Capital contributions, long-term investments	11	6,605,967	6,538,765
1	Investments in subsidiaries	11(a)	4,595,420	4,595,420
2	Investments in joint-ventures	11(b)	545,515	545,515
3	Investments in associates	11(c)	11,110	11,110
4	Other long-term investments	11(d)	1,528,922	1,529,145
5	Provision for diminution in value of long-term investments	11(e)	(75,000)	(142,425)
IX	Fixed assets		7,886,828	7,599,847
1	Tangible fixed assets	12	5,358,085	5,046,329
a	Cost		14,758,274	13,802,956
b	Accumulated depreciation		(9,400,189)	(8,756,627)
3	Intangible fixed assets	13	2,528,743	2,553,518
a	Cost		4,967,369	4,811,835
b	Accumulated amortization		(2,438,626)	(2,258,317)
X	Other assets	14	31,258,740	35,470,094
1	Receivables	14(a)	15,146,732	16,939,386
2	Accrued interest and fee receivables	14(b)	8,663,723	9,032,101
3	Deferred tax assets	14(c)	986,374	845,881
4	Other assets	14(d)	6,462,320	8,653,135
5	Provision for other on-balance sheet assets	14(d)	(409)	(409)
	TOTAL ASSETS		2,075,201,047	1,836,097,672

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

No.	Items	Note	31/12/2024 VND million	31/12/2023 VND million (restated)
B	LIABILITIES AND OWNERS' EQUITY			
I	Due to the Government and the SBV	15	78,237,337	1,670,837
1	Deposits and borrowings from the Government and the SBV		78,237,337	1,670,837
II	Deposits and borrowings from other credit institutions	16	227,909,958	208,810,354
1	Deposits from other credit institutions		224,539,536	195,386,877
2	Borrowings from other credit institutions		3,370,422	13,423,477
III	Deposits from customers	17	1,515,557,944	1,401,599,396
IV	Derivatives and other financial liabilities	18	-	117,752
V	Funds for finance, entrusted investments and entrusted funds		529	365
VI	Valuable papers issued	19	24,125,059	20,093,780
VII	Other liabilities	20	33,724,140	41,316,678
1	Accrued interest and fee payables	20(a)	13,970,457	19,513,976
2	Other liabilities	20(b)	19,753,683	21,802,702
	TOTAL LIABILITIES		1,879,554,967	1,673,609,162
VIII	Owners' equity			
1	Capital		60,886,714	60,886,714
a	Charter capital		55,890,913	55,890,913
b	Share premium		4,995,389	4,995,389
c	Other capital		412	412
2	Reserves		27,081,821	27,082,539
5	Retained earnings		107,677,545	74,519,257
a	Previous year's retained earnings		74,593,373	49,415,389
b	Current year's retained earnings		33,084,172	25,103,868
	TOTAL OWNERS' EQUITY	21	195,646,080	162,488,510
	TOTAL LIABILITIES AND OWNERS' EQUITY		2,075,201,047	1,836,097,672

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

No.	Items	Note	31/12/2024 VND million	31/12/2023 VND million (restated)
SEPARATE OFF-BALANCE SHEET ITEMS				
1	Loan guarantee		286,899	306,384
2	Foreign exchange commitments		345,715,424	111,435,962
	<i>Commitments to buy foreign currency</i>		2,420,843	3,375,603
	<i>Commitments to sell foreign currency</i>		2,429,276	3,798,668
	<i>Commitments to conduct swap transactions</i>		340,865,305	104,261,691
3	Letters of credit		44,860,398	76,546,157
4	Other guarantees		57,234,375	53,725,995
5	Other commitments		34,804,860	40,235,247
6	Uncollected interests and fees receivables	39	2,741,199	2,380,033
7	Bad debts written-off	40	73,691,635	67,581,815
8	Other assets and receipts	41	886,031,381	581,627,007

Hanoi, 24 January 2025

Prepared by:

Approved by:

Ms. Nguyen Thi Ngoc Anh

Ms. La Thi Hong Minh

Mr. Le Hoang Tung



*Deputy Director of
 Financial and Accounting
 Policy Department*



Chief Accountant



Deputy CEO

No.	Items	Note	Quarter IV		Accumulated from the beginning of year	
			Current year VND million	Prior year VND million	Current year VND million	Prior year VND million (restated)
1	Interest and similar income	22	23,230,819	24,714,262	92,176,103	106,819,199
2	Interest and similar expenses	23	(9,665,327)	(12,211,730)	(37,833,223)	(54,234,717)
I	Net interest and similar income		13,565,492	12,502,532	54,342,880	52,584,482
3	Fee and commission income		3,257,413	3,839,838	12,605,946	12,199,223
4	Fee and commission expenses		(2,405,397)	(2,068,467)	(7,839,040)	(6,718,462)
II	Net fee and commission income	24	852,016	1,771,371	4,766,906	5,480,761
III	Net gain from trading of foreign currencies	25	1,578,376	885,893	5,278,558	5,632,150
IV	Net gain/(loss) from trading securities	26	430	(781)	(20,901)	52,875
V	Net gain from investment securities	27	2,735	-	3,444	-
5	Other operating income		1,822,894	1,101,790	4,434,689	4,004,522
6	Other operating expenses		(549,297)	(693,738)	(2,083,671)	(1,740,929)
VI	Net gain from other operating activities	28	1,273,597	408,052	2,351,018	2,263,593
VII	Income from capital contributions and share purchases	29	159,272	196,419	310,916	398,594
VIII	TOTAL OPERATING EXPENSES	30	(6,882,500)	(5,573,186)	(22,528,817)	(21,403,616)
IX	Net operating profit before provision for credit losses		10,549,418	10,190,300	44,504,004	45,008,839
X	Provision expense for credit losses	31	75,071	1,559,338	(3,224,929)	(4,441,071)
XI	TOTAL PROFIT BEFORE TAX		10,624,489	11,749,638	41,279,075	40,567,768

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

No.	Items	Note	Quarter IV		Accumulated from the beginning of year	
			Current year VND million	Prior year VND million	Current year VND million	Prior year VND million (restated)
7	Current corporate income tax expense	33	(2,234,658)	(2,208,122)	(8,335,396)	(7,931,313)
8	Deferred corporate income tax expense		140,493	(103,735)	140,493	(103,735)
XII	Corporate income tax expense		(2,094,165)	(2,311,857)	(8,194,903)	(8,035,048)
XIII	NET PROFIT AFTER TAX		8,530,324	9,437,781	33,084,172	32,532,720

Hanoi, 24 January 2025

Prepared by:

Ms. Nguyen Thi Ngoc Anh



*Deputy Director of
 Financial and Accounting
 Policy Department*

Ms. La Thi Hong Minh



Chief Accountant

Approved by:

Mr. Le Hoang Tung



Deputy CEO

No.	Items	Note	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million (audited)
CASH FLOWS FROM OPERATING ACTIVITIES				
01	Interest and similar income received		92,629,071	107,087,043
02	Interest and similar expenses paid		(43,381,128)	(47,182,996)
03	Net fee and commission income received		3,087,806	3,755,974
04	Net receipts from foreign currencies, gold and securities trading activities		3,975,290	5,171,316
05	Other (expenses)/income		(1,394,961)	175,795
06	Recovery of bad debts previously written off		3,740,251	2,088,454
07	Payments for employees and other operating activities		(20,551,382)	(19,473,020)
08	Corporate income tax paid during the period	33	(8,665,440)	(8,812,622)
Net cash flows from operating activities before changes in operating assets and liabilities			29,439,507	42,809,944
(Increase)/decrease in operating assets				
09	Balances with, gold deposited at and loans to other credit institutions		14,845,086	10,830,191
10	Trading securities		(21,501,247)	20,590,233
11	Derivatives and other financial assets		(1,314,434)	156,515
12	Loans to customers		(177,023,769)	(122,201,268)
13	Utilization of provision for credit losses		(5,236,506)	(5,729,160)
14	Other operating assets		3,934,788	24,508,404
Increase/(decrease) in operating liabilities				
15	Due to the Government and the SBV		76,566,500	(65,643,979)
16	Deposits and borrowings from other credit institutions		19,099,604	(22,620,009)
17	Deposits from customers		113,958,548	157,098,507
18	Valuable papers issued		4,030,989	(5,299,998)
19	Funds for finance, entrusted investments and entrusted funds		164	(2,933)
20	Derivatives and other financial liabilities		(117,752)	117,752
21	Other operating liabilities		3,068,401	(70,873,949)
22	Payments from reserves		(2,818,199)	(2,759,436)
I	Net cash flows from/(used in) operating activities		56,931,680	(39,019,186)

No.	Items	Note	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million (audited)
CASH FLOWS FROM INVESTING ACTIVITIES				
01	Payments for purchases of fixed assets		(1,428,169)	(951,153)
02	Proceeds from disposals of fixed assets		6,932	4,821
03	Payments for disposals of fixed assets		(1,204)	(6,770)
04	Proceeds from investments in other entities		747	-
05	Dividends and profits received from long-term investments and capital contributions		294,100	245,294
06	Dividends received from previous years		153,300	23,847
II	Net cash flows used in investing activities		(974,294)	(683,961)
CASH FLOWS FROM FINANCING ACTIVITIES				
01	Dividends paid to shareholders		-	-
III	Net cash flows used in financing activities		-	-
IV	Net cash flows during the period		55,957,386	(39,703,147)
V	Cash and cash equivalents at the beginning of the period	32	372,774,556	412,477,703
VII	Cash and cash equivalents at the end of the period	32	428,731,942	372,774,556

Hanoi, 24 January 2025

Prepared by:

Approved by:

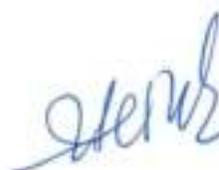
Ms. Nguyen Thi Ngoc Anh

Ms. La Thi Hong Minh

Mr. Le Hoang Tung



Deputy Director of
 Financial and Accounting
 Policy Department



Chief Accountant



Deputy CEO

The accompanying notes are an integral part of these interim 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

(a) Establishment and operations

Joint Stock Commercial Bank for Foreign Trade of Vietnam ("the Bank") was established upon the transformation from a state-owned commercial bank following the approval of the Prime Minister on the equitization plan of the Bank for Foreign Trade of Vietnam and in accordance with other relevant regulations. The Bank was granted Establishment and Operation Licence No. 138/GP-NHNN dated 23 May 2008 by the State Bank of Vietnam ("the SBV") for a period of 99 years and Enterprise Registration Certificate No. 0100112437 dated 2 June 2008 issued for the 1st time by Hanoi Department of Planning and Investment, amended for the 17th time on 2 January 2024.

The principal activities of the Bank in accordance with Decision No. 2719/QD-NHNN dated 27 December 2011, Decision No. 2182/QD-NHNN dated 26 October 2015, Decision No. 891/QD-NHNN dated 8 May 2017, Decision No. 2293/QD-NHNN dated 31 October 2017, Decision No. 300/QD-NHNN dated 21 February 2019, Decision No. 2447/QD-NHNN dated 25 November 2019, Decision No. 346/QD-NHNN dated 10 March 2022, Decision No. 700/QD-NHNN dated 19 April 2022, Decision No. 1788/QD-NHNN dated 19 September 2023 and Decision No. 1016/QD-NHNN dated 29 May 2024, amending and supplementing to Establishment and Operation Licence No. 138/GP-NHNN on the contents of the Bank's operations include selling gold bars; mobilizing and receiving short, medium and long-term deposits from organizations and individuals; lending to organizations and individuals up to the nature and capability of the Bank's capital resources; conducting settlement and cash services; providing other banking services as approved by the SBV; investing in associates, joint-ventures and other companies; investing in stocks and bonds and real-estate business in accordance with the relevant regulations; trading in and supplying interest rates derivatives and commodity price derivatives in accordance with the relevant regulations; purchasing debts; trading in and providing foreign exchange services in the domestic and international markets in accordance with the relevant regulations of the SBV.

(b) Charter capital

Under Establishment and Operation Licence No. 138/GP-NHNN dated 23 May 2008 issued by the SBV and Business Registration Certificate No. 0103024468 dated 2 June 2008 issued for the 1st time by Hanoi Department of Planning and Investment, the Bank's charter capital was VND12,100,860,260,000. Under Enterprise Registration Certificate with Enterprise Code No. 0100112437 amended for the 17th time on 2 January 2024 and the amendment of Establishment and Operation Licence No. 138/GP-NHNN of Joint Stock Commercial Bank for Foreign Trade of Vietnam under Decision No. 1788/QD-NHNN dated 19 September 2023, the Bank's charter capital was VND55,890,912,620,000. The par value of the share is VND10,000.

	31/12/2024		31/12/2023	
	Number of shares	%	Number of shares	%
Shares owned by the Government of Vietnam	4,180,828,481	74.80%	4,180,828,481	74.80%
Shares owned by foreign strategic shareholder (Mizuho Bank Ltd., Japan)	838,372,264	15.00%	838,372,264	15.00%
Shares owned by other shareholders	569,890,517	10.20%	569,890,517	10.20%
	5,589,091,262	100%	5,589,091,262	100%

(c) **Location and network**

The Bank's Head Office is located at 198 Tran Quang Khai Street, Hoan Kiem District, Hanoi, Vietnam. As at 31 December 2024, the Bank had one (1) Head Office, one (1) Vietcombank Human Resources Development and Training College, two (2) Cash Processing Centers, one hundred and thirty one (131) branches nationwide, five (5) local subsidiaries, three (3) overseas subsidiaries, two (2) joint-ventures, one (1) associate, one (1) representative office located in the United States of America, one (1) representative office located in Singapore and one (1) representative office located in Ho Chi Minh City.

(d) **Subsidiaries**

Subsidiaries	Operating Licence	Business sector	Ownership percentage of the Bank
Vietcombank Financial Leasing Company Limited	Operation Licence No. 66/GP-NHNN dated 31 October 2017 granted by the SBV	Financial leasing	100%
Vietcombank Securities Company Limited	Operation Licence No. 09/GPHDKD dated 24 April 2002, the most recent amendment is Operation Licence No. 03/GPDC-UBCK dated 16 January 2024 granted by the State Securities Commission of Vietnam ("SSC")	Securities	100%
Vietcombank Tower 198 Ltd	Investment Licence No. 1578/GP dated 30 May 1996 and the most recent amendment dated 1 March 2019 granted by the Ministry of Planning and Investment	Office leasing	70%
Vietnam Finance Company Limited in Hong Kong ("Vinafico")	Operation Licence No. 58327 dated 10 February 1978 granted by Hong Kong Monetary Authority	Financial services	100%
Vietcombank Money Inc.	Business Registration No. E0321392009-6 dated 15 June 2009 granted by the Authority of the State of Nevada, United States	Money transfer	87.5%
Vietcombank Remittance Company Limited	Enterprise Registration Certificate No. 0314633162 dated 20 September 2017 and the most recent amendment dated 3 January 2024 granted by Department of Planning and Investment of Ho Chi Minh City	Money remittance	100%
Vietcombank Laos Limited	Operation Licence No. 88/BOL dated 25 May 2018 granted by the Bank of the Lao P.D.R	Banking	100%
Vietcombank Neo Limited (*)	Establishment License No. 0047/NH-GP issued by the State Bank of Vietnam on December 29, 1993	Banking	100%

(*) On 17 October 2024, the State Bank of Vietnam (SBV) announced the decision to mandatorily transfer Vietnam Construction Commercial One Member Limited Liability Bank, 100% owned by SBV, to Vietnam Joint Stock Commercial Bank for Foreign Trade (VCB) according to the plan approved by the Government. After the mandatory transfer, Vietnam Construction Commercial One Member Limited Liability Bank will continue to operate as a one-member limited liability bank wholly owned by VCB; conducting commercial banking activities as regulated. Vietnam Construction Commercial One Member Limited Liability Bank is an independent legal entity and will not consolidate its financial statements into VCB's consolidated financial statements.

Vietnam Construction Commercial One Member Limited Liability Bank was renamed to Vietcombank Neo Limited pursuant to Decision No. 30/QĐ-TTGSNH1 dated 17 January 2025.

(e) Number of employees

As at 31 December 2024, the Bank had 23,538 employees (31 December 2023: 22,742 employees).

2. Summary of significant accounting policies

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

(a) Purpose of preparing the interim separate financial statements

The Bank has subsidiaries as disclosed in Note 1(d) and Note 11(a). The Bank has prepared these separate financial statements to meet the prevailing requirements in relation to disclosure of information, specified under Circular No. 96/2020/TT-BTC issued by the Ministry of Finance on disclosure of information on the securities market ("Circular 96") and Circular No. 68/2024/TT-BTC amending and supplementing some articles of circular regulations on stock trading on the stock trading system; clearing and settlement of securities transactions; securities company activities and information disclosure on the stock market. In addition, as required by Circular 96, the Bank has also prepared the consolidated financial statements of the Bank and its subsidiaries for the year ended as at 31 December 2024 ("the consolidated financial statements"), which were issued on 24 January 2025.

Users of the separate financial statements should read them together with the said consolidated financial statements in order to obtain full information on the consolidated financial position, consolidated results of operations and consolidated cash flows of the Bank and its subsidiaries.

(b) Basis of financial statement preparation

The separate financial statements, presented in Vietnam Dong ("VND") and rounded to the nearest million VND ("VND million"), have been prepared in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System for Credit Institutions ("CIs") issued by the State Bank of Vietnam and the statutory requirements relevant to the preparation and presentation of the separate financial statements.

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

(c) Accounting period

The Bank's annual accounting period is from 1 January to 31 December.

(d) Foreign currency transactions

All transactions are recorded in original currencies. Monetary assets and liabilities denominated in foreign currencies are translated into VND using the exchange rates prevailing at the reporting date. Non-monetary assets and liabilities denominated in foreign currencies are translated into VND at the exchange rate at the transaction date. Income and expenses arising in foreign currencies are converted into VND in the separate income statement at the spot exchange rates at the transaction date.

Foreign exchange differences arising during the period are recorded in the separate income statement.

(e) Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances with the SBV, Government treasury bills and other short-term valuable papers eligible for rediscounting with the SBV, balances with and loans to other credit institutions with an original maturity of not more than three months from the transaction date, securities with recovery or maturity period of not more than three months from date of purchase which are readily convertible into defined amounts of cash and that are subject to an insignificant risk of change in value, and held for the purpose of meeting short-term payment commitments rather than for investment or other purposes.

(f) Balances with and loans to other credit institutions

Balances with other credit institutions, (except for demand deposits and deposits with Vietnam Bank for Social Policies in accordance with SBV's regulation of State credit institutions maintaining deposit balance with Vietnam Bank for Social Policies), are term deposits with other credit institutions and foreign banks' branches with original maturity terms not exceeding three months.

Loans to other credit institutions are loans with original terms to maturity not exceeding twelve months.

Demand deposits with other credit institutions are stated at the amount of the outstanding principal.

Term deposits with and loans to other credit institutions are stated at the amount of the outstanding principal less any specific provision for credit risk.

Debt classification of term deposits with and loans to other credit institutions and provision for credit risk thereof is made as follow:

Prior to 01 July 2024

The Bank complies with the Circular No. 11/2021/TT-NHNN issued by the SBV on 30 July 2021 regulating the classification of assets, the level and the method of setting up risk provisions, and the use of provisions against credit risks in the banking activity of credit institutions and foreign bank's branches ("Circular 11"). Accordingly, the Bank sets up specific provisions for term deposits with and loans to other credit institutions according to the method presented in Note 2(g).

From 01 July 2024

The Bank complies with the Circular No. 31/2024/TT-NHNN issued by the SBV on 30 June 2024 regulating the classification of assets in the banking activity of credit institutions and foreign bank's branches ("Circular 31") and Decree No. 86/2024/ND-CP issued by Government on 11 July 2024 regulating the level and the method of setting up risk provisions, and the use of provision against credit risks in the banking activity of credit institutions and foreign bank's branches ("Decree 86"). Accordingly, the Bank sets up specific provisions for term deposits with and loans to other credit institutions according to the method presented in Note 2(g).

In accordance with Decree 86, since 11 July 2024, the Bank does not make provision for those below items:

- Deposits at credit institutions and foreign bank's branches in accordance with the law and deposits at foreign credit institutions.
- Loans and term purchases of valuable papers between credit institutions and foreign bank's branches in Vietnam.

- Purchases of deposit certificates and bonds issued domestically by other credit institutions and foreign bank's branches.
- Purchases and resale of government bonds on the securities market in accordance with the law on issuance, registration, depository, listing and trading of government debt instruments on the securities market.
- Debts arising from activities specified in Clause 2, Article 3 of Decree 86 between credit institutions and foreign bank's branches in accordance with the law.

(g) Loans to customers

(i) Loans to customers

Loans to customers are presented in the separate statement of financial position at the principal amounts outstanding as at the reporting date.

For transactions related to deferred payment letters of credit with an agreement clause allowing the beneficiary to receive immediate or early payment before the due date of the letter of credit issued by the Bank, according to the provisions of Circular 21/2024/TT-NHNN dated 28 June 2024 by the State Bank of Vietnam regarding regulations on letter of credit operations and other business activities related to letters of credit (Circular 21), which took effect from 01 July 2024, when the Bank reimburses payment to the beneficiary, the bank debits the customer's account upon receiving the reimbursement notice from the reimbursing bank and must account for this debt balance in the total credit balance granted to the customer.

Provision for credit loss on loans to customers is recognized and presented in a separate line on the separate statement of financial position. Provision for credit loss comprises specific provision for credit loss and general provision for credit loss.

(ii) Debt classification

Prior to 1 July 2024

The Bank performed debt classification for loans to customers in accordance with the requirement of Circular 11.

Since 1 January 2010, the Bank has applied Article 7, Decision No. 493/2005/QĐ-NHNN dated 22 April 2005 issued by the SBV to make debt classification based on the qualitative method as approved by the SBV. According to Circular 11, the Bank has classified debts based on qualitative method in accordance with the approval letter of the SBV and classified debts and off-balance sheet commitments in accordance with both Article 10 and Clause 1 of Article 11, Circular 11. Accordingly, in case the classification of a debt in accordance with Article 10 and Clause 1 of Article 11, Circular 11 is different, the debt shall be classified into the group of higher risk.

From 1 July 2024

Since 1 July 2024, the Bank performed debts classification in banking activity of commercial banks, non-bank credit institutions, and foreign bank's branches in accordance with Circular 31 (except for the classification period of June 2024 for the end of June 30, 2024, the Bank continued to comply with the Circular No. 11 regarding the classification of debts and off-balance sheet commitments).

Since 1 January 2015, the Bank has used the information from Credit Information Center ("CIC") about the debt group of customers at the time of debt classification to adjust the debt group, off-balance sheet commitments. If a customer's debts and off-balance sheet commitments are classified in a debt group that has a lower risk than the debt groups provided in CIC's list, the Bank shall adjust its classification of debts and off-balance commitments following the debt groups provided by CIC.

Debt classification for rescheduling debt and keeping loan group unchanged to support customers in difficulties in accordance with Circular No. 02/2023/TT-NHNN

From 24 April 2023

The Bank has applied Circular No. 02/2023/TT-NHNN dated 24 April 2023 ("Circular 02") issued by the SBV providing regulations for credit institutions and foreign banks' branches on rescheduling the debt repayment term and keeping loan group unchanged to support customers in difficulties and Circular No. 06/2024/TT-NHNN dated 18 June 2024 promulgated by the SBV amending some articles of Circular 02. Accordingly, the Bank considers restructuring the repayment term for the outstanding balance of principal and/or interest of the debt (including debts within the scope of the amended and supplemented Decree 55/2015/ND-CP dated 9 June 2015 issued by the Government on the credit policy for agricultural and rural development) on the basis of the customer's request and simultaneously satisfying the following criteria:

- Principal balance disburses before 24 April 2023 and from loan activities, finance lease ;
- Obligation of principal and/or interest payments occurs from 24 April 2023 to 31 December 2024;
- The outstanding balance of the restructured loan is undue or overdue up to ten (10) days from the payment due date, the repayment term according to the contract, signed agreement;
- The borrower is unable to repay the principal and/or interest on schedule under the contract, signed agreement because actual revenue or income is declined below revenue and income that is specified in the principal and/or interest repayment plan under the contract, signed agreement;
- The customer is able to fully repay the principal and/or interest after the debt is rescheduled;
- The debt does not violate the law.

(iii) Specific provision for credit risk

From 11 July 2024, the Bank implemented the level of provision, method of setting up risk provisions, use of provisions against credit risks in banking activity of credit institutions, foreign bank's branches and cases where credit institutions allocate interest receivables to be withdrawn according to Decree 86.

In accordance with the requirements of Decree 86, specific provision for credit risk of debts at the end of each month is determined based on the provision rates corresponding to the results of debt classification and outstanding principals of loan at the last day of the month/quarter/extraordinary period less deductible value of collateral.

Specific provision is calculated based on the following provision rates corresponding to the outstanding principals of loans less deductible value of collaterals:

	<u>Provision rate</u>
Group 1 – Current debts	0%
Group 2 – Special mentioned debts	5%
Group 3 – Sub-standard debts	20%
Group 4 – Doubtful debts	50%
Group 5 – Loss debts	100%

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

For the loans having rescheduled repayment term and keeping loan group unchanged in order to support customers according to Circular 02, the Bank determines and recognizes 100% specific provision for the entire outstanding loan balance of customers having rescheduled repayment term according to the results of debt classification in accordance with Circular 31 without applying the provision of keeping loan group unchanged under Circular 02.

(iv) General provision for credit risk

According to Decree 86, the Bank makes general provision at 0.75% total outstanding principals of the loans classified in Group 1 to Group 4.

(v) Bad debts written-off

According to Decree 86, the Bank writes off bad debts in the following cases:

- Borrowers who are dissolved, bankrupted under legal regulations (in case of legal entities); or are deceased or missing (in case of individuals);
- Debts are classified into Group 5.

(h) **Investments**

(i) Trading securities

Trading securities are debt securities, equity securities and other securities which are acquired and held for the purpose of reselling within one year to gain profit on price variances.

Trading securities are initially recognized at cost. Subsequently, listed trading securities are recognized at cost less provision for credit losses and provision for diminution in value of securities.

Provision for diminution in value of securities is made in accordance with Circular No. 48/2019/TT-BTC dated 8 August 2019 issued by the Ministry of Finance providing guidance on making and settlement of provisions for devaluation of inventory, losses of financial investments, bad debts and warranty at enterprises ("Circular 48") and Circular No. 24/2022/TT-BTC dated 7 April 2022 issued by the Ministry of Finance amending and supplementing a number of articles of Circular 48 ("Circular 24").

Provision for credit losses on corporate bonds (including bonds issued by other credit institutions) which have not been listed on the stock market or have not yet been registered for trading on the UPCoM trading system is made in accordance with Decree 86.

Provision for trading securities which is mentioned above is reversed when the recoverable amount of trading securities increases after making provision as a result of an objective event. Provision is reversed up to the gross value of these securities before provision.

Gains or losses from the sales of trading securities are recognized in the separate income statement.

(ii) Investment securities

Investment securities are classified into two categories: available-for-sale and held-to-maturity investment securities. The Bank classifies investment securities on their purchase dates. In accordance with Official Letter No. 2601/NHNN-TCKT dated 14 April 2009 by the SBV, the Bank is allowed to reclassify investment securities once, at maximum, after the acquisition date.

Available-for-sale investment securities

Available-for-sale securities are debt securities, equity securities or other securities, which are acquired for an indefinite period and may be sold at any time. For equity securities, the investee is not a subsidiary, associate or joint-venture of the Bank and the Bank is neither a founding shareholder nor a strategic partner; nor has the impact on the enterprise's planning and determining of financial and operating policies under agreements to appoint personnel to the Members' Council/Board of Directors/Board of Management.

Post-acquisition interest income from available-for-sale debt securities is recognized in the separate income statement on the accrual basis.

Held-to-maturity investment securities

Held-to-maturity securities are debt securities, with fixed or determinable payments and maturities. The Bank has the positive intention and ability to hold until maturity.

Post-acquisition interest income from held-to-maturity securities is recognized in the separate income statement on the accrual basis.

Investment securities are initially recognized at cost, including transaction costs and other directly attributable costs. They are subsequently measured at amortized cost less provision for investment securities. Premiums and discounts arising from purchases of debt securities are amortized in the interim separate income statement using the straight-line method over the period from the acquisition date to the maturity date.

Provision for investment securities

Investment securities which are unlisted corporate bonds except for bonds issued by credit institutions are classified and made provision for credit risk in accordance with the requirements of Decree 86 as described at Note 2(g). For other available-for-sale investment securities, provision for diminution in the value of securities is made if their market price decreases to below their cost. For other held-to-maturity securities, provision for diminution in the value of securities is made when there is indication of prolonged decline in securities prices or there is certain evidence that it is difficult for the Bank to fully recover the investment amount.

According to Circular 24, the Bank is not required to make provision for Government bonds, Government-guaranteed and municipal bonds from the fiscal year 2022.

(iii) *Capital contributions and long-term investments*

Investments in subsidiaries, joint-ventures and associates

Subsidiaries are entities that fall in one of the followings:

- The Bank or the Bank and its related parties hold more than 50% of charter capital or more than 50% ordinary shares in that entity;
- The Bank has the right, directly or indirectly, to designate most of or all of the members of the Board of Directors, the Members' Council or General Director (Director) of the entity;
- The Bank has the right to revisions to the entity's charter;
- The Bank and its related parties control, directly or indirectly, the resolution and decision of the General Meeting of Shareholders, the Board of Directors, the Members' Council of the entity.

Joint-ventures are those entities to which the Bank has joint control, established by contractual agreements and require consensus of all joint-venture investors for the entity's strategic financial and operating decisions.

Associates are those entities to which the Bank has significant influence, but not control, over their financial and operating policies.

Other long-term investments

Other long-term investments represent the Bank's equity investments in other enterprises where the Bank owns less than 11% of voting rights and is either a founding shareholder or a strategic partner; or has influences on the enterprise's planning and determining of financial and operating policies under agreements to appoint personnel to the Members' Council/Board of Directors/Board of Management but the Bank does not have control or significant influence over the investees.

Other long-term investments include equity securities and other long-term capital contributions which are intended to hold for more than one year (except for capital contributions and investments into joint-ventures, associates and subsidiaries).

Other long-term investments are initially recognized at cost less provision for diminution in the value of investments.

For investments in unlisted equity securities, the provision for diminution in the value of long-term investments is made for the local economic entity owned by the Bank at the end of the annual accounting period which has signs of decrease in value compared to the Bank's carrying value in accordance with Circular 48. Accordingly, the provision amount for the investment is the difference between the parties' actual investment capital at the economic entity receiving capital contribution and actual equity capital of economic entity at the time of provisioning multiplied (x) by the actual rate of chartered capital (%) of the Bank at the economic entity at the time of provisioning. For an investment in listed securities or investments whose market price can be determined reliably, provision is made based on the securities' market price.

(i) Repurchase and reverse repurchase agreements

Securities sold under agreements to repurchase at a specific date in the future (repos) are still recognized in the separate financial statements. The corresponding cash received from these agreements is recognized in the separate statement of financial position as a liability. The difference between the sale price and repurchase price is amortized in the separate income statement over the term of the agreement using the straight-line method.

Securities purchased under agreements to resell at a specific date in the future are not recognized in the separate financial statements. The corresponding cash paid under these agreements is recognized in the separate statement of financial position as a loan to customer. The difference between the purchase price and resale price is amortized in the separate income statement over the term of the agreement using the straight-line method.

(j) Tangible fixed assets

(i) 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, non-refundable purchase taxes and any directly attributable costs of bringing the asset to its working condition and location for its intended use on the site where it is located.

In accordance with Circular No. 45/2013/TT-BTC dated 25 April 2013 issued by the Ministry of Finance ("Circular 45") guiding the framework of management, use and depreciation of fixed assets, assets shall be considered as fixed assets if they meet all the following three criteria:

- It is certain to gain future economic benefits from the use of such assets;
- The useful life of assets is above one year;
- Historical costs of the assets must be reliably determinable, with a minimum value of VND30,000,000.

Expenditures incurred after the tangible fixed assets have been put into operation, such as repairs and maintenance and overhaul costs, are normally charged to the separate income statement for the period in which the costs are incurred. In case it can be clearly demonstrated that these expenditures have resulted in an increase in the expected future economic benefits obtained from the use of these tangible fixed assets beyond their originally assessed standard level of performance, the expenditures will be capitalized as an additional cost of tangible fixed assets.

(ii) Depreciation

Depreciation is calculated on a straight-line basis over the estimated useful life of each asset as follows:

• Buildings and structures	25 years
• Machinery and equipment	3 – 5 years
• Means of transport, transmission equipment	6 years
• Other tangible fixed assets	4 years

(k) **Intangible fixed assets**

(i) Land use rights

According to Circular 45, intangible fixed assets recognized as land use rights comprise:

- The land use rights granted by the State with land use fee or receiving the transfer of legal land use rights (including definite and indefinite land use rights);
- The rights to use the leased land before the effective date of the Land Law 2003 but the rent has been paid for the leasing time or paid in advance for many years and the remaining paid land lease term is at least five years and granted with certificate of land use rights by the competent authority.

The initial cost of land use rights is determined as the total amount paid to have the land use rights plus costs of site clearance, ground levelling, registration fee (excluding costs of construction on that land) or the value of land use rights with contributed capital.

Land use rights not recognized as intangible assets comprise:

- Land use rights granted by the State without land use fee;
- For lease of land whose payment is made once at the beginning for the entire lease period (the land is leased after the effective date of Law on Land 2003, whose land use right certificate is not granted), the lease payment is amortized gradually to operating expenses of the Bank over the lease term;
- In case lease payment is made annually, rental fee is recorded into operating expenses of the period corresponding to the annual lease payment.

According to Circular 45, intangible fixed assets which are indefinite term land use rights with land use fee or receiving the indefinite term land use rights are not amortized.

For the intangible fixed assets which are the value of definite land use rights with term or the leased land use rights, the amortization period is the period permitted for land use of the Bank.

(ii) Other intangible fixed assets

Other intangible fixed assets are stated at cost less accumulated amortization. These intangible fixed assets are amortized on a straight-line basis over 4 years.

(l) **Other assets**

Except for receivables from uncollectible income as presented in Note 2(s)(iv), provision for overdue other assets which are not classified as assets bearing credit risk are made in accordance with Circular 48 and Circular No. 200/2014/TT-BTC issued by the Ministry of Finance on 22 December 2014 ("Circular 200"). Accordingly, provision for these other assets is based on their overdue period or estimated irrevocable loss for debts that are not due but the Bank has collected evidence to identify that debtor has become bankrupt, filing for bankruptcy or has absconded; or being prosecuted, detained or tried by law enforcement bodies or serving a sentence; or suffering from a serious illness (certified by the hospital); deceased; or those remains irrecoverable after the Bank filing a lawsuit

due to its debtor had fled from his/her residence; the debt which has been sued for debt collection by the Bank but the case has been suspended.

<u>Overdue period</u>	<u>Provision rate</u>
From six (6) months to less than one (1) year	30%
From one (1) year to less than two (2) years	50%
From two (2) years to less than three (3) years	70%
From three (3) years and above	100%

For other assets that are classified as assets bearing credit risk, the Bank classifies and makes provision similar to that for loans to customers as described in Note 2(g).

(m) Deposits and borrowings from other credit institutions

Deposits and borrowings from other credit institutions are stated at cost.

(n) Deposits from customers

Deposits from customers are stated at cost.

(o) Valuable papers issued

Valuable papers issued are stated at cost and accumulated amortized premiums or discounts. Cost of valuable papers issued includes the proceeds from the issuance less directly attributable costs.

(p) Severance allowance

Under the Vietnamese Labour Code, when an employee who has worked for the Bank for 12 months or more ("the eligible employees") voluntarily terminates his/her labour contract, the Bank is required to pay the eligible employee severance allowance calculated based on years of service until 31 December 2008 and employee's average monthly salary of the latest six-month period until termination.

(q) Bonus and welfare fund

Bonus and welfare fund is appropriated from profit after tax in accordance with the Resolution of the General Meeting of Shareholders and recorded as liabilities in the separate statement of financial position. The bonus and welfare fund is used for the purposes specified in Decree No. 93/2017/ND-CP dated 7 August 2017 issued by the Government ("Decree 93").

(r) Capital and reserves

(i) Ordinary shares

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

(ii) Share premium

On receipt of capital from shareholders, the difference between the issuance price and the par value of the shares is recorded in share premium under equity.

(iii) Treasury shares

Treasury shares are recognized only in respect of repurchased shares which are aggregated fractions of share arising when the Bank issues shares to pay dividends or issues shares from equity reserves in accordance with an approved issuance plan, or repurchased odd-lots of shares as requested by the shareholders. Odd shares are shares representing the share capital formed by the combination of fractional shares divided proportionally to investors. In all other cases, when shares recognized as equity are repurchased, their par value amount is recognized 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.

(iv) Reserves

Reserves are used for specific purposes and appropriated from net profit after tax of the Bank at prescribed rates as below:

- Supplementary charter capital reserve: 10% of net profit after tax, the maximum balance for this reserve does not exceed the Bank's charter capital.
- Financial reserve: 10% of net profit after tax. According to Decree No. 57/2012/ND-CP issued by the Government on 20 July 2012 ("Decree 57"), the maximum balance for this reserve is 25% of the Bank's charter capital. According to Decree No. 93/2017/ND-CP issued by the Government on 7 August 2017 replacing Decree 57, the maximum balance for this reserve is not specified.
- Investment and development fund and other funds: appropriated following the resolutions of the General Meeting of Shareholders and in accordance with relevant statutory regulations.

The remaining net profit after tax, after appropriation to reserves and dividends payment, is recorded as retained earnings.

(s) **Income and expenses**

(i) Interest income and interest expenses

The Bank recognizes interest income from debts classified in Group 1 – Current debts as defined in Note 2(g) on the accrual basis. Interest receivable from debts being kept debt group as Group 1 – Current debts as a result of implementing the State's policies and interest receivable from debts classified in Group 2 to Group 5 are recognized in the separate income statement upon receipt.

Interest expenses are recorded on the accrual basis.

(ii) Fee and commission income and cash dividend income

Fee and commission income are recognized on the accrual basis.

Cash dividends from investment activities are recognized in the separate income statement when the Bank's right to receive dividend is established.

(iii) Share dividends

In accordance with Circular 200, share dividends distributed from retained profits, share premium and reserves in equity of joint stock companies are not recorded as an income in the interim separate income statement. Instead, the additional shares received are reflected as increase in the number of shares held by the Bank.

(iv) Recognition of receivables not yet collected

According to Circular No. 16/2018/TT-BTC dated 7 February 2018 issued by the Ministry of Finance, receivables that are recognized as income but not yet collected at the due date are recorded as a reduction of income if the due date is within the same accounting period, or recorded as an expense if the due date is not within the accounting period, and must be monitored on the off-balance sheet for following-up on collection. Upon actual receipt of these receivables, the Bank recognized them in other income.

(t) Operating leases

Payments made under operating leases are recognized in the separate income statement on a straight-line basis over the lease term.

(u) Corporate income tax

Corporate income tax comprises current and deferred tax. Corporate income tax is recognized in the separate income statement except that it relates to items recognized directly to equity, in which case it is recognized in equity.

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

Deferred income tax is calculated for the 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 income tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities using tax rates enacted or substantively enacted at the end of the accounting period.

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

(v) Related parties

Related parties of the Bank include:

- The parent company or the credit institution considered as the parent company of the Bank;
- The Bank's subsidiaries;
- The entity that has the same parent company or parent credit institution with the Bank;
- Management personnel or members of the Supervisory Board of the parent company or parent credit institution of the Bank;
- Individuals or organizations which have the authority to appoint management personnel or members of the Supervisory Board of the parent company or parent credit institution of the Bank;
- Management personnel or members of the Supervisory Board of the Bank;
- Entities or organizations which have the authority to appoint management personnel, members of the Supervisory Board of the Bank;
- Wives, husbands, parents, children (including foster parents, foster children, parents-in-law, sons-in-law, daughters-in-law, step-parents, step-children), siblings (including half siblings), brothers-in-law, sisters-in-law of management personnel, members of the Supervisory Board, capital contributors or shareholders who hold at least 5% of charter capital or share capital with voting rights of the Bank;
- Individuals or organizations that hold at least 5% of charter capital or share capital with voting rights of the Bank; and
- Individuals who are authorized to represent the Bank's contributed capital and shares.

The Government of Vietnam, through the State Bank of Vietnam, is a shareholder of the Bank. Therefore, in these separate financial statements, some Government agencies, including the Ministry of Finance and the State Bank of Vietnam are considered as related parties of the Bank.

(w) Segment reporting

A segment is a distinguishable component of the Bank engaged either in providing related products or services (business segment), or in providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments.

(x) Off-balance sheet items

(i) Currency contracts

The Bank involves in currency forward and currency swap contracts to facilitate customers' transferring, adjusting or reducing foreign exchange risk or other market risks, and also serve the Bank's business purposes.

Forward contracts are commitments to either purchase or sell a designated currency at a specific future date for a specific exchange rate and cash settlement. Forward contracts are recorded at nominal values at transaction dates and are subsequently revaluated at the reporting date. Differences on revaluation are recognized under "Foreign exchange differences" in the equity and are recorded in the separate income statement at the end of the accounting period. Differences between the amount in VND of the foreign currency amounts which are committed to buy/sell at forward rate and spot rate are recognized in the separate income statement on a straight-line basis over the term of the forward contracts.

Currency swap contracts are commitments to settle in cash at a future date based on differences between specified exchange rates, calculated on the notional principal amount. 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 recognized 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 amortized to the separate income statement on a straight-line basis over the term of the swap contract.

(ii) Interest swap contracts

Interest swap contracts are commitments to settle interest amounts based on a floating rate or a fixed rate calculated on the same notional amount. The value of commitment in interest rate swap contracts is not recognized on the separate statement of financial position. Differences in interest rate swaps are recognized in the separate income statement on the accrual basis.

(iii) Commitments and contingent liabilities

The Bank has credit commitments arising from its regular lending activities. These commitments are unutilized loans and overdraft facilities which are approved. 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 advance payment, in whole or in part. Therefore, these commitments and contingent liabilities do not represent expected future cash flows.

According to Circular 31, the Bank has to classify guarantees, payment acceptances and irrevocable lending commitments with specific effective date into 5 groups, similar to loans to customers for management purpose (Note 2(g)).

(y) Offsetting

Financial assets and liabilities are offset and the net amounts are reported in the separate statement of financial position if, and only if, the Bank has currently enforceable legal rights to offset the recognized amounts and the Bank has an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

3. **Presentation of financial instruments in accordance with Circular No. 210/2009/TT-BTC**

During its business operations, the Bank regularly enters into contracts which give rise to financial assets, financial liabilities and equity instruments.

Financial assets of the Bank mainly include:

- Cash;
- Balances with the SBV;
- Balances with and loans to other credit institutions;
- Loans to customers;
- Trading securities;
- Investment securities;
- Capital contributions, long-term investments;
- Derivative financial assets; and
- Other financial assets.

Financial liabilities of the Bank mainly include:

- Due to the Government and the SBV;
- Deposits and borrowings from other credit institutions;
- Deposits from customers;
- Funds for finance, entrusted investments and entrusted funds;
- Valuable papers issued;
- Derivative financial liabilities; and
- Other financial liabilities.

(a) **Classification of financial assets and liabilities**

Only for the disclosure purpose in the interim separate financial statements, the Bank classifies financial assets and financial liabilities in accordance with Circular No. 210/2009/TT-BTC dated 6 November 2009 issued by the Ministry of Finance ("Circular 210").

Financial assets are classified as:

- Financial assets held for trading;
- Held-to-maturity investments;
- Loans and receivables; and
- Available-for-sale financial assets.

Financial liabilities are classified as:

- Financial liabilities held for trading; and
- Financial liabilities carried at amortized cost.

(b) **Recognition**

Financial assets and financial liabilities are recognized in the separate statement of financial position if and only if the Bank enters into a contractual relationship for the supply of the relevant financial instrument. The Bank recognizes financial assets and financial liabilities at the date the Bank signs and performs in accordance with the effective contract terms (transaction date accounting).

(c) Derecognition

The Bank derecognizes financial assets when and only when the right to receive cash flows from the financial asset terminates or the Bank has transferred substantially all risks and rewards of ownership of the financial asset. A financial liability is derecognized only when the liability has been settled (the obligation has been fulfilled, canceled or expired).

(d) Measurement and disclosures of fair value

In accordance with Circular 210, the Bank has to disclose the fair value of financial assets and financial liabilities to compare with the book value of those financial assets and financial liabilities as disclosed in Note 37.

The disclosure of fair value of the financial instruments is only for the disclosure purpose in Note 37. The financial instruments of the Bank are still recognized and recorded in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System applicable to credit institutions issued by the SBV and the relevant statutory requirements applicable to financial reporting as described in the notes above.

Fair value is the amount for which an asset could be exchanged, or a liability settled, among knowledgeable, willing parties in an arm's length transaction on the measurement date.

When an active market exists for a financial instrument, the Bank measures the fair value of that instrument using its quoted price in the active market. A market is regarded as active if quoted prices are readily and regularly available and represent actual and regularly occurring market transactions.

In case there is not enough information to utilize valuation techniques, fair value of the financial instruments without quoted market prices in the active market are deemed not to have been reliably measured and therefore, not disclosed.

4. Cash, gold, silver and gemstones

	31/12/2024 VND million	31/12/2023 VND million (audited)
Cash on hand in VND	11,252,690	11,729,250
Cash on hand in foreign currencies	2,986,873	2,727,000
Valuable papers in foreign currencies	489	480
Monetary gold	2,021	-
	14,242,073	14,456,730

5. Balances with the State Bank of Vietnam

	31/12/2024 VND million	31/12/2023 VND million (audited)
Demand deposits in VND	35,273,599	31,992,483
Demand deposits in USD	13,807,233	25,944,427
	49,080,832	57,936,910

6. Balances with and loans to other credit institutions

	31/12/2024 VND million	31/12/2023 VND million (restated)
Balances with other credit institutions		
Demand deposits in VND	84,376,027	40,335,397
Demand deposits in foreign currencies	88,939,774	42,361,376
Term deposits in VND	167,758,052	198,049,382
Term deposits in foreign currencies	40,181,062	27,838,321
	381,254,915	308,584,476
Loans to other credit institutions		
Loans in VND	10,315,398	32,747,555
Loans in foreign currencies	2,725,880	2,781,127
	13,041,278	35,528,682
Provision for balances with and loans to other credit institutions	(1,000,000)	(5,675,925)
	393,296,193	338,437,233

Balances with and loans to other credit institutions by debt group were as follows:

	31/12/2024 VND million	31/12/2023 VND million (audited)
Current debts	195,790,366	232,531,803
Loss debts	1,000,000	6,200,000
	<u>196,790,366</u>	<u>238,731,803</u>

Movements in provision for balances with and loans to other credit institutions during the year were as follows:

	2024 VND million	2023 VND million (restated)
Opening balance	5,675,925	10,840,000
Provision (reversed) during the year (Note 31)	(4,675,925)	(5,164,075)
Closing balance	<u>1,000,000</u>	<u>5,675,925</u>

7. Trading securities

	31/12/2024 VND million	31/12/2023 VND million (audited)
Debt securities issued by other local credit institutions	1,000,145	-
	<u>1,000,145</u>	<u>-</u>

8. Loans to customers

	31/12/2024 VND million	31/12/2023 VND million (audited)
Loans to local economic entities and individuals	1,430,826,681	1,253,361,679
Discounted bills and valuable papers	2,831,604	3,396,873
Payments on behalf of customers	1,770,654	1,646,618
	1,435,428,939	1,258,405,170

Analysis of loan portfolio by quality:

	31/12/2024 VND million	31/12/2023 VND million (restated)
Current debts	1,417,651,883	1,240,559,253
Special mentioned debts	3,905,188	5,396,025
Sub-standard debts	2,153,039	1,813,088
Doubtful debts	1,489,859	2,801,090
Loss debts	10,228,970	7,835,714
	1,435,428,939	1,258,405,170

Analysis of loan portfolio by term:

	31/12/2024 VND million	31/12/2023 VND million (audited)
Short-term debts	909,004,453	784,809,009
Medium-term debts	53,839,876	41,088,336
Long-term debts	472,584,610	432,507,825
	1,435,428,939	1,258,405,170

Analysis of loan portfolio by type of borrowers:

	31/12/2024 VND million	31/12/2023 VND million (audited)
State-owned enterprises	96,483,255	79,914,214
Limited companies	222,751,026	205,469,187
Foreign invested enterprises	146,933,740	108,590,928
Co-operative and private companies	1,368,980	1,209,184
Individuals and individual business households	634,311,618	561,836,088
Others	333,580,320	301,385,569
	1,435,428,939	1,258,405,170

Analysis of loan portfolio by industry sector:

	31/12/2024 VND million	31/12/2023 VND million (audited)
Processing and manufacturing	334,219,881	276,566,174
Trading and services	214,002,904	203,769,658
Electricity, gas, water processing and supplying	64,699,974	54,649,928
Construction	90,256,838	80,863,972
Transportation, logistics and communication	41,782,842	32,801,140
Mining	25,813,781	20,267,709
Agriculture, forestry and aquaculture	42,605,439	38,674,229
Hotel and restaurant	16,328,936	19,592,726
Others	605,718,344	531,219,634
	1,435,428,939	1,258,405,170

9. Provision for loans to customers

	31/12/2024 VND million	31/12/2023 VND million (restated)
General provision	10,601,786	9,305,901
Specific provision	20,458,555	19,221,243
	31,060,341	28,527,144

Movements in general provision for loans to customers during the year are as follows:

	2024 VND million	2023 VND million (restated)
Opening balance	9,305,901	8,407,116
Provision made during the year (Note 31)	1,295,885	898,785
Closing balance	10,601,786	9,305,901

Movements in specific provision for loans to customers during the year are as follows:

	2024 VND million	2023 VND million (restated)
Opening balance	19,221,243	16,272,722
Provision made during the year (Note 31)	6,471,037	8,676,034
Provision utilized for written-off debts	(5,236,506)	(5,729,160)
Foreign exchange difference	2,781	1,647
Closing balance	20,458,555	19,221,243

10. Investment securities

(a) Available-for-sale securities

	31/12/2024 VND million	31/12/2023 VND million (audited)
Government bonds	42,751,901	38,785,480
Debt securities issued by other local credit institutions	44,048,000	29,097,000
	86,799,901	67,882,480

(b) Held-to-maturity securities

	31/12/2024 VND million	31/12/2023 VND million (audited)
Government bonds	44,748,703	43,724,246
Debt securities issued by other local credit institutions	25,687,225	24,098,000
Debt securities issued by local economic entities	9,157,500	10,187,501
	79,593,428	78,009,747
Provision for held-to-maturity securities	(246,092)	(112,160)
<i>In which:</i>		
<i>General provision for unlisted corporate bonds (i)</i>	<i>(67,341)</i>	<i>(76,409)</i>
<i>Specific provision for unlisted corporate bonds (ii)</i>	<i>(178,751)</i>	<i>(35,751)</i>
	79,347,336	77,897,587

(i) Movements in general provision for unlisted corporate bonds during the year were as follows:

	2024 VND million	2023 VND million (audited)
Opening balance	76,409	81,833
Provision (reversed) during the year (Note 31)	(9,068)	(5,424)
Closing balance	67,341	76,409

(ii) Movements in specific provision for unlisted corporate bonds during the year were as follows:

	2024 VND million	2023 VND million (audited)
Opening balance	35,751	-
Provision made during the year (Note 31)	143,000	35,751
Closing balance	178,751	35,751

(c) **Debt classification of unlisted investment securities as assets with credit risk:**

	31/12/2024 VND million	31/12/2023 VND million (audited)
Current debts	43,879,955	49,203,750
Sub-standard debts	-	178,751
Loss debts	178,751	-
	44,058,706	49,382,501

11. Capital contributions, long-term investments

(a) Investments in subsidiaries

As at 31 December 2024

	Business sector	Ownership percentage	Cost
			VND million
Vietcombank Financial Leasing Company Limited	Finance lease	100.0%	500,000
Vietcombank Securities Company Limited	Securities	100.0%	1,734,820
Vietnam Finance Company Limited in Hong Kong	Financial services	100.0%	235,222
Vietcombank Tower 198 Ltd	Office leasing	70.0%	70,000
Vietcombank Money Inc.	Remittance	87.5%	204,978
Vietcombank Remittance Company Limited	Foreign exchange remittance	100.0%	30,000
Vietcombank Laos Limited	Banking	100.0%	1,820,400
			4,595,420

As at 31 December 2023 (audited)

	Business sector	Ownership percentage	Cost
			VND million
Vietcombank Financial Leasing Company Limited	Finance lease	100.0%	500,000
Vietcombank Securities Company Limited	Securities	100.0%	1,734,820
Vietnam Finance Company Limited in Hong Kong	Financial services	100.0%	235,222
Vietcombank Tower 198 Ltd	Office leasing	70.0%	70,000
Vietcombank Money Inc.	Remittance	87.5%	204,978
Vietcombank Remittance Company Limited	Foreign exchange remittance	100.0%	30,000
Vietcombank Laos Limited	Banking	100.0%	1,820,400
			4,595,420

(b) **Investments in joint-ventures**

As at 31 December 2024

	Business sector	Ownership percentage	Cost
			VND million
Vietcombank – Bonday – Ben Thanh Joint-venture Company Limited	Office leasing	52.0%	410,365
Vietcombank Fund Management Company Limited	Investment fund management	51.0%	135,150
			545,515

As at 31 December 2023 (audited)

	Business sector	Ownership percentage	Cost
			VND million
Vietcombank – Bonday – Ben Thanh Joint-venture Company Limited	Office leasing	52.0%	410,365
Vietcombank Fund Management Company Limited	Investment fund management	51.0%	135,150
			545,515

(c) **Investments in associates**

As at 31 December 2024

	Business sector	Ownership percentage	Cost
			VND million
Vietcombank – Bonday Joint-venture Company Limited	Office leasing	16.0%	11,110
			11,110

As at 31 December 2023 (audited)

	Business sector	Ownership percentage	Cost
			VND million
Vietcombank – Bonday Joint-venture Company Limited	Office leasing	16.0%	11,110
			11,110

(d) Other long-term investments

As at 31 December 2024

	Business sector	Ownership percentage	Cost VND million
Vietnam Export – Import			
Commercial Joint Stock Bank	Banking	4.50%	319,908
Military Commercial Joint Stock Bank	Banking	4.35%	802,269
SWIFT, MASTER and VISA	Card and settlement services	0.00%	2,713
Petrolimex Insurance Corporation	Insurance	8.03%	67,900
Vietnam Credit Information Joint Stock Company	Credit information services	6.64%	7,962
Vietnam Infrastructure Development and Financial Investment JSC.	Highway investment	1.97%	75,000
National Payment Corporation of Vietnam	Card and settlement services	1.83%	4,400
Vietnam Airlines JSC.	Aviation	0.67%	248,770
			1,528,922

As at 31 December 2023 (audited)

	Business sector	Ownership percentage	Cost VND million
Vietnam Export – Import			
Commercial Joint Stock Bank	Banking	4.50%	319,908
Military Commercial Joint Stock Bank	Banking	4.35%	802,269
SWIFT, MASTER and VISA	Card and settlement services	0.00%	2,936
Petrolimex Insurance Corporation	Insurance	8.03%	67,900
Vietnam Credit Information Joint Stock Company	Credit information services	6.64%	7,962
Vietnam Infrastructure Development and Financial Investment JSC.	Highway investment	1.97%	75,000
National Payment Corporation of Vietnam	Card and settlement services	1.83%	4,400
Vietnam Airlines JSC.	Aviation	0.67%	248,770
			1,529,145

(e) **Provision for diminution in value of long-term investments**

	31/12/2024 VND million	31/12/2023 VND million (audited)
Provision for diminution in value of other long-term investments	75,000	142,425
	<u>75,000</u>	<u>142,425</u>

Movements in provision for diminution in value of other long-term investments during the year were as follows:

	2024 VND million	2023 VND million (audited)
Opening balance	142,425	117,999
Provision (reversed)/made during the year (Note 30)	(67,425)	24,426
Closing balance	<u>75,000</u>	<u>142,425</u>

12. Tangible fixed assets

	Buildings and structures	Machineries and equipments	Motor vehicles and means of transmission	Others	Total
	VND million	VND million	VND million	VND million	VND million
Cost					
Opening balance (restated)	5,674,417	4,808,453	1,568,721	1,751,365	13,802,956
Additions during the year	247,613	770,468	146,594	130,746	1,295,421
- Purchases	247,613	770,468	146,594	108,398	1,273,073
- Other increases	-	-	-	22,348	22,348
Decreases during the year	(112,830)	(163,972)	(35,993)	(27,308)	(340,103)
- Disposals	(9,069)	(150,085)	(30,483)	(27,308)	(216,945)
- Other decreases	(103,761)	(13,887)	(5,510)	-	(123,158)
Closing balance	5,809,200	5,414,949	1,679,322	1,854,803	14,758,274
Accumulated depreciation					
Opening balance (restated)	1,856,999	4,402,910	962,868	1,533,850	8,756,627
Additions during the year	243,798	349,713	129,169	133,423	856,103
- Charges for the year	243,798	349,713	125,812	128,755	848,078
- Other increases	-	-	3,357	4,668	8,025
Decreases during the year	(1,934)	(151,943)	(30,662)	(28,002)	(212,541)
- Disposals	(1,458)	(148,747)	(30,662)	(28,002)	(208,869)
- Other decreases	(476)	(3,196)	-	-	(3,672)
Closing balance	2,098,863	4,600,680	1,061,375	1,639,271	9,400,189
Net book value					
Opening balance (restated)	3,817,418	405,543	605,853	217,515	5,046,329
Closing balance	3,710,337	814,269	617,947	215,532	5,358,085

13. Intangible fixed assets

	Land use rights VND million	Copyrights and patents VND million	Others VND million	Total VND million
Cost				
Opening balance (audited)	2,477,254	2,319,368	15,213	4,811,835
Additions during the year	-	155,641	-	155,641
- Purchases	-	155,096	-	155,096
- Other increases	-	545	-	545
Decreases during the year	-	(107)	-	(107)
- Disposals	-	(107)	-	(107)
Closing balance	2,477,254	2,474,902	15,213	4,967,369
Accumulated amortisation				
Opening balance (restated)	131,589	2,126,728	-	2,258,317
Addition during the year	14,082	166,334	-	180,416
- Charges for the year	14,082	166,245	-	180,327
- Others	-	89	-	89
Decreases during the year	-	(107)	-	(107)
- Disposals	-	(107)	-	(107)
Closing balance	145,671	2,292,955	-	2,438,626
Net book value				
Opening balance (restated)	2,345,665	192,640	15,213	2,553,518
Closing balance	2,331,583	181,947	15,213	2,528,743

14. Other assets

(a) Receivables

	31/12/2024 VND million	31/12/2023 VND million (restated)
Internal receivables	2,186,987	745,766
External receivables (i)	12,959,745	16,193,620
	15,146,732	16,939,386

(i) *External receivables*

	31/12/2024 VND million	31/12/2023 VND million (restated)
Advances for purchases of fixed assets	978,017	867,412
Receivables from the State Budget in relation to the interest subsidy program	386,138	380,837
Advances for corporate income tax (Note 33)	490,936	522,559
Advances for value added tax (Note 33)	20,423	-
Advances for other taxes (Note 33)	2	2
Construction in progress (*)	801,845	410,919
Receivables from L/C paid in advance	9,453,064	7,280,694
Other receivables	829,320	6,731,197
	12,959,745	16,193,620

(*) *Details of construction in progress are follows:*

	31/12/2024 VND million	31/12/2023 VND million (audited)
Construction in progress	801,845	410,919
<i>In which, significant projects are:</i>	<i>217,735</i>	<i>107,849</i>
Hoan Kiem Branch's office project	44,342	21,432
Tan Dinh Branch's office project	45,636	38,884
Dong Binh Duong Branch's office project	38,324	19,778
Binh Duong Branch's office project	47,969	25,384
Bac Ninh Digitalization Center and Archive Project	41,464	2,371

(b) **Accrued interest and fee receivables**

	31/12/2024 VND million	31/12/2023 VND million (restated)
From loans to customers	3,823,415	3,834,483
From balances with and loans to other credit institutions	760,631	891,984
From investment securities	3,739,860	3,601,508
From derivative transactions	332,023	629,798
Fee receivables	7,794	74,328
	8,663,723	9,032,101

(c) **Deferred tax assets**

	31/12/2024 VND million	31/12/2023 VND million (audited)
Deferred tax assets arising from deductible temporary differences	986,374	845,881

(d) **Other assets**

	31/12/2024 VND million	31/12/2023 VND million (restated)
Deposits, prepaid expenses for office and fixed assets rental	980,776	1,006,713
Materials	187,454	190,533
Advances for card payments	1,607,952	2,430,000
Prepaid land rental costs	852,773	825,180
Other assets	2,833,365	4,200,709
	6,462,320	8,653,135
Provision for other on-balance sheet assets	(409)	(409)
	6,461,911	8,652,726

15. Due to the Government and the SBV

	31/12/2024 VND million	31/12/2023 VND million (audited)
Borrowings from the SBV	587,278	900,956
Borrowings on the credit files basis	535,580	790,840
Other borrowings	51,698	110,116
Deposits from the State Treasury	77,650,059	769,881
Demand deposits in VND	412,215	121,426
Demand deposits in foreign currencies	572,844	648,455
Term deposits in VND	76,665,000	-
	<hr/> 78,237,337	<hr/> 1,670,837

16. Deposits and borrowings from other credit institutions

	31/12/2024 VND million	31/12/2023 VND million (audited)
Deposits from other credit institutions	224,539,536	195,386,877
Demand deposits in VND	91,548,983	49,709,810
Demand deposits in foreign currencies	30,096,919	50,291,767
Term deposits in VND	102,030,000	94,619,000
Term deposits in foreign currencies	863,634	766,300
Borrowings from other credit institutions	3,370,422	13,423,477
Borrowings in foreign currencies	3,370,422	13,423,477
	<hr/> 227,909,958	<hr/> 208,810,354

17. Deposits from customers

	31/12/2024 VND million	31/12/2023 VND million (audited)
Demand deposits	529,862,716	466,492,493
Demand deposits in VND	431,352,420	373,325,913
Demand deposits in gold, foreign currencies	98,510,296	93,166,580
Term deposits	959,735,303	905,953,718
Term deposits in VND	871,916,356	827,305,868
Term deposits in gold, foreign currencies	87,818,947	78,647,850
Deposits for specific purposes	13,310,172	17,801,433
Margin deposits	12,649,753	11,351,752
	1,515,557,944	1,401,599,396

Analysis of deposits by type of customers were as follows:

	31/12/2024 VND million	31/12/2023 VND million (audited)
Economic entities	755,365,119	707,118,348
Individuals	760,192,825	694,481,048
	1,515,557,944	1,401,599,396

18. Derivatives and other financial assets/(liabilities)

	31/12/2024 Carrying value VND million	31/12/2023 Carrying value VND million (audited)
Currency derivatives		
Currency swap contracts	1,328,364	(22,607)
Currency forward contracts	(13,930)	(95,145)
	1,314,434	(117,752)

19. Valuable papers issued

	31/12/2024 VND million	31/12/2023 VND million (audited)
Certificates of deposit	14,520,117	8,000,115
Short-term in VND	14,520,000	8,000,000
Medium-term and long-term in VND	117	115
Bills and bonds	9,604,942	12,093,665
Short-term in VND	47	47
Short-term in foreign currencies	31	31
Medium-term and long-term in foreign currencies	15	14
Long-term in VND	9,604,849	12,093,573
	<hr/> 24,125,059 <hr/>	<hr/> 20,093,780 <hr/>

20. Other liabilities

(a) Accrued interest and fee payables

	31/12/2024 VND million	31/12/2023 VND million (audited)
Interest expense for deposits from customers	13,103,857	18,778,224
Interest expense for deposits and borrowings from other CIs	152,500	61,001
Interest expense for valuable papers issued	460,802	252,284
Interest expense for derivative financial instruments	253,298	422,467
	<hr/> 13,970,457 <hr/>	<hr/> 19,513,976 <hr/>

(b) Other liabilities

	31/12/2024 VND million	31/12/2023 VND million (restated)
Internal payables (i)	5,603,804	4,449,755
External payables (ii)	12,114,816	12,501,688
Bonus and welfare funds	2,035,063	4,851,259
	<u>19,753,683</u>	<u>21,802,702</u>

(i) *Internal payables*

	31/12/2024 VND million	31/12/2023 VND million (audited)
Payables to employees	4,767,242	3,750,787
Other liabilities	836,562	698,968
	<u>5,603,804</u>	<u>4,449,755</u>

(ii) *External payables*

	31/12/2024 VND million	31/12/2023 VND million (restated)
Tax payables (Note 33)	4,561,344	4,866,292
- Corporate income tax payable	4,319,396	4,657,744
- Value added tax payable	68,442	58,946
- Other taxes payable	173,506	149,602
Unearned income	192	1,684,810
Payables for construction and acquisition of fixed assets	1,182,678	825,019
Deposits in custody relating to awaiting settlements	286,099	449,533
Other payables to customers	2,301,904	3,129,817
Other items awaiting settlements	1,921,496	236,224
Payables to the State Budget in relation of interest subsidy program	64,528	64,528
Borrowings from the Ministry of Finance	517,419	613,574
Other payables	1,279,156	631,891
	<u>12,114,816</u>	<u>12,501,688</u>

21. Owners' equity

(a) Changes in owners' equity

	Charter capital	Other capital	Share premium	Reserves		Total	Retained earnings	Total
	VND million	VND million	VND million	Supplementary charter capital reserve VND million	Financial reserve VND million		VND million	VND million
Balance as at 01/01/2024 (restated)	55,890,913	412	4,995,389	9,055,731	18,026,808	27,082,539	74,519,257	162,488,510
Net profit for the year	-	-	-	-	-	-	33,084,172	33,084,172
Utilisation of reserves during the year	-	-	-	-	(718)	(718)	-	(718)
Other movements	-	-	-	-	-	-	74,116	74,116
Balance as at 31/12/2024	55,890,913	412	4,995,389	9,055,731	18,026,090	27,081,821	107,677,545	195,646,080

(b) Details of shareholders of the Bank

	31/12/2024 VND million	31/12/2023 VND million (audited)
Ordinary shares		
The Government of Vietnam	41,808,285	41,808,285
Foreign strategic shareholder (Mizuho Bank Ltd., Japan)	8,383,723	8,383,723
Other shareholders	5,698,905	5,698,905
	55,890,913	55,890,913

The Bank's authorized and issued share capital is as follows:

	31/12/2024		31/12/2023 (audited)	
	Number of shares	VND million	Number of shares	VND million
Authorized share capital	5,589,091,262	55,890,913	5,589,091,262	55,890,913
Issued share capital				
Ordinary shares	5,589,091,262	55,890,913	5,589,091,262	55,890,913
Outstanding shares in circulation				
Ordinary shares	5,589,091,262	55,890,913	5,589,091,262	55,890,913

All ordinary shares of the Bank have a par value of VND10,000.

22. Interest and similar income

	2024 VND million	2023 VND million (restated)
Interest income from loans to customers	78,146,076	92,025,822
Interest income from deposits	5,946,544	6,604,969
Interest income from trading and investing in debt securities	6,623,389	7,189,472
- from investment securities	6,621,819	7,189,286
- from trading securities	1,570	186
Fees from guaranteed activities	448,408	365,894
Other income from credit activities	1,011,686	633,042
	92,176,103	106,819,199

23. Interest and similar expenses

	2024 VND million	2023 VND million (audited)
Interest expense for deposits	(36,148,375)	(52,426,528)
Interest expense for borrowings	(255,642)	(266,793)
Interest expense for valuable papers issued	(1,357,003)	(1,473,956)
Other expenses for credit activities	(72,203)	(67,440)
	<u>(37,833,223)</u>	<u>(54,234,717)</u>

24. Net fee and commission income

	2024 VND million	2023 VND million (restated)
Fee and commission income from		
Settlement services	7,405,548	6,571,010
Treasury services	52,334	51,924
Entrustment and agency activities	1,243	407
Other services	5,146,821	5,575,882
	<u>12,605,946</u>	<u>12,199,223</u>
Fee and commission expenses for		
Settlement services	(6,147,126)	(5,550,246)
Treasury services	(141,478)	(105,031)
Telecommunication services	(184,262)	(152,557)
Entrustment and agency activities	(21,910)	(9,872)
Other services	(1,344,264)	(900,756)
	<u>(7,839,040)</u>	<u>(6,718,462)</u>
	<u>4,766,906</u>	<u>5,480,761</u>

25. Net gain from trading of foreign currencies

	2024 VND million	2023 VND million (audited)
Gains from trading of foreign currencies		
From spot currency to contracts	6,859,936	7,714,977
From currency derivative financial instruments	1,251,901	836,364
From gold sales transactions	47,864	-
From revaluation of gold	16,737	-
From foreign exchange differences	553	215
From revaluation of derivative contracts	2,027,314	1,811,616
	10,204,305	10,363,172
Losses on trading of foreign currencies		
From spot currency to contracts	(570,250)	(170,887)
From currency derivative financial instruments	(3,596,704)	(3,261,691)
From foreign exchange differences	(758,793)	(1,286,470)
From revaluation of derivatives contracts	-	(11,974)
	(4,925,747)	(4,731,022)
	5,278,558	5,632,150

26. Net (loss)/gain from trading securities

	2024 VND million	2023 VND million (restated)
Income from trading securities	3,786	56,354
Expenses for trading securities	(24,687)	(3,479)
	(20,901)	52,875

27. Net gain from investment securities

	2024 VND million	2023 VND million (audited)
Income from investment securities	5,685	-
Expenses for investment securities	(2,241)	-
	<u>3,444</u>	<u>-</u>

28. Net gain from other operating activities

	2024 VND million	2023 VND million (restated)
Other income		
Income from interest rate swap transactions	466,824	1,649,614
Income from recoveries of loans previously written off	3,740,251	2,088,454
Other income	227,614	266,454
	<u>4,434,689</u>	<u>4,004,522</u>
Other expenses		
Expenses on interest rate swap transactions	(557,373)	(830,832)
Expenses on debts trading activities	(99)	(92)
Expenses on social activities	(545,792)	(332,327)
Other expenses	(980,407)	(577,678)
	<u>(2,083,671)</u>	<u>(1,740,929)</u>
	<u>2,351,018</u>	<u>2,263,593</u>

29. Income from capital contributions and share purchases

	2024 VND million	2023 VND million (restated)
Dividend income from capital contributions and share purchases	310,169	398,594
Income from disposal of capital contributions and share purchases	747	-
	<u>310,916</u>	<u>398,594</u>

30. Operating expenses

	2024 VND million	2023 VND million (restated)
Tax, duties and fees	(426,389)	(447,470)
Salaries and related expenses	(11,954,841)	(11,419,667)
<i>In which:</i>		
- <i>Salary and allowances</i>	(10,750,563)	(10,276,601)
- <i>Contributions based on salary</i>	(857,656)	(814,042)
- <i>Other allowances</i>	(4,348)	(4,005)
Expenses of assets	(3,469,745)	(3,500,987)
<i>In which:</i>		
- <i>Depreciation of fixed assets</i>	(1,028,405)	(1,198,678)
Administrative expenses	(5,751,065)	(5,129,745)
Insurance expense for deposits from customers	(994,202)	(880,912)
Provision made for doubtful debts	-	(409)
Provision reversed/(made) for other long-term investments (Note 11(e))	67,425	(24,426)
	<u>(22,528,817)</u>	<u>(21,403,616)</u>

31. Provision for credit losses

	2024 VND million	2023 VND million (restated)
Specific provision for balances with and loans to other credit institutions		
Provision reversed (Note 6)	4,675,925	5,164,075
General provision for unlisted corporate bonds		
Provision reversed (Note 10(b))	9,068	5,424
Specific provision for unlisted corporate bonds		
Provision (made) (Note 10(b))	(143,000)	(35,751)
General provision for loans to customers		
Provision (made) (Note 9)	(1,295,885)	(898,785)
Specific provision for loans to customers		
Provision (made) (Note 9)	(6,471,037)	(8,676,034)
	<u>(3,224,929)</u>	<u>(4,441,071)</u>

32. Cash and cash equivalents

	31/12/2024 VND million	31/12/2023 VND million (audited)
Cash on hand, gold, silver and gemstones	14,242,073	14,456,730
Balances with the SBV	49,080,832	57,936,910
Balances with and loans to other credit institutions with original term not exceeding 3 months	365,409,037	300,380,916
	<u>428,731,942</u>	<u>372,774,556</u>

33. Obligations to the State Budget

	Balance as at 01/01/2024 VND million (restated)	Movement during the year		Balance as at 31/12/2024 VND million
		Incurred VND million	Paid VND million	
Value added tax	58,946	1,161,775	(1,172,702)	48,019
Corporate income tax	4,135,185	8,358,715	(8,665,440)	3,828,460
<i>In which:</i>				
<i>Corporate income tax of the Bank</i>	4,135,246	8,335,396	(8,642,118)	3,828,524
<i>Adjustments on tax of previous years</i>	-	23,322	(23,322)	-
<i>Vinafco's tax obligation in 2008</i>	(61)	(3)	-	(64)
Other taxes	149,600	1,790,192	(1,766,288)	173,504
	<u>4,343,731</u>	<u>11,310,682</u>	<u>(11,604,430)</u>	<u>4,049,983</u>

34. Significant transactions and balances with related parties

(a) Significant transactions with related parties

During the period from 01 January 2024 to 31 December 2024, the Bank incurred some significant transactions with related parties as follows:

	Relationship	2024 VND million	2023 VND million (audited)
The State Bank of Vietnam	Representative		
Interest income from deposits	of owner	137,389	124,874
Interest expense for deposits and borrowings		24,477	117,202
The Ministry of Finance	Related party		
Interest expense for deposits	of owner	1,279,827	671,127
Interest expense for borrowings		13,485	31,633
Vietcombank Financial Leasing Company Limited	Subsidiary		
Interest income from loans to customers		226,859	149,632
Interest expense for deposits		21,875	18,436
Fee and commission income		3,499	2,733
Vietcombank Securities Company Limited	Subsidiary		
Interest expense for deposits		66	94
Fee and commission income		16,153	13,584
Vietcombank Tower 198 Ltd	Subsidiary		
Interest expense for deposits		12,155	13,104
Office rental expenses		124,420	123,794
Profits distributed to the Bank		38,436	44,607
Vietnam Finance Company Limited in Hong Kong	Subsidiary		
Interest income from deposits		63,207	54,630
Vietcombank Money Inc.	Subsidiary		
Operating expenses		13,724	13,513
Vietcombank Laos Limited	Subsidiary		
Interest expense for deposits		1,010	152
Vietcombank Remittance Company Limited	Subsidiary		
Interest expense for deposits		34,500	30,716

(b) **Significant balances with related parties**

As at 31 December 2024, the Bank had significant balances with related parties as follows:

	Relationship	31/12/2024 VND million	31/12/2023 VND million (audited)
The State Bank of Vietnam			
Deposits at the SBV	Representative of owner	49,080,832	57,936,910
Deposits and borrowings from the SBV		587,278	900,956
The Ministry of Finance			
Deposits at the Bank	Related party of owner	77,650,058	769,881
Borrowings from the Ministry of Finance		517,419	613,574
Vietcombank Financial Leasing Company Limited ("VCBL")	Subsidiary		
Loans to VCBL		6,121,270	5,352,975
Deposits at the Bank		1,513,002	1,566,435
Vietcombank Securities Company Limited	Subsidiary		
Deposits at the Bank		39,921	17,686
Bonds issued by the Bank		-	181,157
Vietcombank Tower 198 Ltd	Subsidiary		
Deposits at the Bank		291,311	271,716
Office rental fee paid in advance		82,947	82,947
Vietnam Finance Company Limited in Hong Kong	Subsidiary		
Deposits of the Bank		2,047,214	1,270,234
Vietcombank Money Inc.	Subsidiary		
Deposits at the Bank		69,131	454
Advanced payment through TNMonex		300,994	236,934
Vietcombank Remittance Company Limited	Subsidiary		
Deposits at the Bank		1,379,749	6,311,972
Payables to the Bank		1,121,908	5,814,413
Vietcombank Laos Limited	Subsidiary		
Deposits at the Bank		1,984	51,856
Payables to the Bank		25,147	24,008

35. Disclosure of remuneration for members of the Board of Directors and salary for Chief Executive Officer and other management members

Remuneration for members of the Board of Directors and salary for Chief Executive Officer and other management members incurred and paid from the salary fund during the year were as follows:

		2024 VND million	2023 VND million (audited)
<i>Members of the Board of Directors</i>			
Remuneration, bonus			
Mr. Nguyen Thanh Tung	Chairman	13,950	16,784
Mr. Pham Quang Dung	Chairman (resigned on 1 January 2024)	1,642	1,630
Mr. Do Viet Hung	Member	-	1,630
Mr. Nguyen My Hao	Member (resigned on 01 November 2024)	1,642	1,630
Mr. Nguyen Manh Hung	Member	1,789	2,309
Mr. Hong Quang	Member	2,227	2,498
Mr. Shojiro Mizoguchi	Member	2,081	2,417
Ms. Nguyen Thi Kim Oanh	Member	1,771	2,300
Mr. Nguyen Tuan Anh	Member (appointed on 19 August 2024)	2,249	2,370
		549	-
<i>Members of the Supervisory Board</i>			
Remuneration, bonus			
		4,405	4,791
<i>Members of the Board of Management, Chief Accountant</i>			
Salary, bonus			
Mr. Le Quang Vinh	Deputy CEO in charge of BOM	17,464	39,545
Mr. Pham Manh Thang	Deputy CEO (retired on 1 May 2023)	1,938	2,432
Ms. Dinh Thi Thai (*)	Deputy CEO (resigned on 19 August 2024)	-	995
Ms. Phung Nguyen Hai Yen	Deputy CEO	1,376	2,461
Mr. Dang Hoai Duc	Deputy CEO	1,968	2,373
Mr. Nguyen Viet Cuong	Deputy CEO	1,934	2,387
Mr. Le Hoang Tung	Deputy CEO	1,825	2,155
Mr. Ho Van Tuan	Deputy CEO (appointed on 15 August 2023)	1,723	2,262
Mr Colin Richard Dinn	Head of Division (resigned on 12 July 2024)	1,771	658
Mr. Thanh Thanh Nam	Head of Division (resigned on 01 June 2024)	(**)	15,258
Ms. Nguyen Thi Hong Van	Head of Division (appointed on 15 November 2023)	(**)	5,006
Ms. Doan Hong Nhung	Head of Division	1,656	158
Ms. La Thi Hong Minh	Chief Accountant	1,648	1,905
		1,625	1,495
		35,819	61,120

- (*) Since 19 August 2024, Mrs. Dinh Thi Thai has been relieved of her position as Deputy General Director and appointed as the Head of the Supervisory Board of VCB. Mrs. Dinh Thi Thai's salary and bonuses during her tenure as Head of the Supervisory Board are recorded in the Remuneration and Bonuses section for Members of the Supervisory Board.
- (**) Mr. Colin Richard Dinn was relieved of his position as Head of the Transformation Division from 12 July 2024, and Mr. Tran Thanh Nam was relieved of his position as Head of the Information Technology and Digital Transformation Division and Head of Innovation from 01 June 2024.

36. Segment reporting

	The North (*)	Period from 1 January 2024 to 31 December 2024			Total
		The Central and Central Highlands	The South	Elimination	
	VND million	VND million	VND million	VND million	VND million
1 Interest and similar income	117,738,893	20,325,145	60,426,728	(106,314,663)	92,176,103
2 Interest and similar expenses	(95,871,794)	(12,052,242)	(36,223,850)	106,314,663	(37,833,223)
I Net interest and similar income	21,867,099	8,272,903	24,202,878	-	54,342,880
3 Fee and commission income	8,094,457	846,775	3,664,932	(218)	12,605,946
4 Fee and commission expenses	(7,670,512)	(49,265)	(119,481)	218	(7,839,040)
II Net fee and commission income	423,945	797,510	3,545,451	-	4,766,906
III Net gain from trading of foreign currencies	3,440,866	227,305	1,610,387	-	5,278,558
IV Net loss from trading securities	(20,901)	-	-	-	(20,901)
V Net gain from investment securities	3,444	-	-	-	3,444
5 Other operating income	1,642,176	677,506	2,115,007	-	4,434,689
6 Other operating expenses	(1,251,805)	(110,571)	(721,295)	-	(2,083,671)
VI Net gain from other operating activities	390,371	566,935	1,393,712	-	2,351,018
VII Income from capital contributions and share purchase	310,916	-	-	-	310,916
VIII Total operating expenses	(13,218,720)	(2,428,672)	(6,881,425)	-	(22,528,817)
IX Net operating profit before provision for credit losses	13,197,020	7,435,981	23,871,003	-	44,504,004
X Provision for credit losses	3,029,222	(1,889,224)	(4,364,927)	-	(3,224,929)
XI Total profit before tax	16,226,242	5,546,757	19,506,076	-	41,279,075
7 Current corporate income tax expense	(3,324,830)	(1,109,351)	(3,901,215)	-	(8,335,396)
8 Deferred corporate income tax expense	140,493	-	-	-	140,493
XII Corporate income tax expense	(3,184,337)	(1,109,351)	(3,901,215)	-	(8,194,903)
XIII Net profit after tax	13,041,905	4,437,406	15,604,861	-	33,084,172

- (*) As at 31 December 2024, the Head Office, located in the North, incurred some operating expenses for the whole system but did not allocate such expenses to other units within the Bank. The main business activity of the Bank is to provide the finance/banking services.

37. Disclosures of financial instruments

(a) Collateral disclosure

The Bank does not hold collaterals which are allowed to be sold or re-pledged in the absence of default by the owner of the collaterals.

(b) Fair value disclosure

Circular 210/2009/TT-BTC requires disclosures on fair value measurement method and related information of financial assets and financial liabilities for the purpose of comparing the fair value and book value.

The following table presents book value and fair value of the Bank's financial assets and financial liabilities as at 31 December 2024:

		Book value – gross					Fair value	
		Held-for-trading	Held-to-maturity	Loans and receivables	Available-for-sale	Recognized at amortized cost	Total book value	Fair value
		VND million	VND million	VND million	VND million	VND million	VND million	VND million
Financial assets								
I	Cash, gold, silver and gemstones	-	-	14,242,073	-	-	14,242,073	14,242,073
II	Balances with the SBV	-	-	49,080,832	-	-	49,080,832	49,080,832
III	Balances with and loans to other credit institutions	-	-	394,296,193	-	-	394,296,193	(*)
IV	Trading securities - gross	1,000,145	-	-	-	-	1,000,145	(*)
V	Derivatives and other financial assets	1,314,434	-	-	-	-	1,314,434	(*)
VI	Loans to customers – gross	-	-	1,435,428,939	-	-	1,435,428,939	(*)
VII	Investment securities – gross	-	79,593,428	-	86,799,901	-	166,393,329	(*)
VIII	Capital contributions, long-term investments – gross	-	-	-	1,528,922	-	1,528,922	(*)
IX	Other financial assets – gross	-	-	23,128,246	-	-	23,128,246	(*)
		2,314,579	79,593,428	1,916,176,283	88,328,823	-	2,086,413,113	
Financial liabilities								
I	Due to the Government and the SBV and deposits and borrowings from other credit institutions	-	-	-	-	306,147,295	306,147,295	(*)
II	Deposits from customers	-	-	-	-	1,515,557,944	1,515,557,944	(*)
IV	Funds for finance, entrusted investments and entrusted funds	-	-	-	-	529	529	(*)
V	Valuable papers issued	-	-	-	-	24,125,059	24,125,059	(*)
VI	Other financial liabilities	-	-	-	-	21,523,737	21,523,737	(*)
		-	-	-	-	1,867,354,564	1,867,354,564	

(*) Due to insufficient information for valuation techniques, fair value of these financial assets and financial liabilities without an active market is not reliably estimated, and therefore is not disclosed.

(c) Risk management policies for financial instruments

The Board of Directors has the highest authority and responsibilities for all of the Bank's operations relating to financial risk management to facilitate its sustainable growth.

Having taken those functions and responsibilities, the Board of Directors appropriately promulgates risk management policies and strategies for each period; establishes risk limits; directly approves high-value business transactions in accordance with legal and the Bank's requirements for each period; and determines organizational structure and key personnel positions.

Risk management strategies and policies of the Board of Directors are adhered to the Bank's charter and General Shareholders' Meeting resolution for each period.

The Risk Management Committee is established by the Board of Directors to assist the Board of Directors in managing all risks that may arise from the Bank's day-to-day business operations.

The Asset and Liability Credit and Operational Risk Committee ("ALCO") is established and chaired by the Chief Executive Officer. ALCO members are key personnel of the Bank who are in-charge of risk management within the Bank.

ALCO is responsible for comprehensively monitoring and managing assets and liabilities in the consolidated and separate statement of financial position of the Bank in order to maximize profit while minimising loss arising from negative market trends, manage liquidity risk and appropriately direct interest and foreign exchange rate schemes.

Within its authority, ALCO has the authority to make risk management decisions.

(i) Credit risk

The Bank is exposed to credit risk, which is the risk of incurring a loss because its customers or counterparties fail to discharge their contractual obligations. Credit exposures arise mainly in lending activities relating to loans to customers and advances, and in investments in debt securities. Off-balance sheet financial instruments, such as loan commitments, also contain credit risk. The Bank controls and manages credit risk by setting up related policies and procedures, including the credit risk management policies and operational risk management policy by the Risk Management Committee and Credit Committee.

The Bank classifies loans to customers and loans to other credit institutions, off-balance sheet commitments, entrusted funds and unlisted corporate bonds in accordance with Circular 31 (Note 2(g)), and regularly assesses credit risk of non-performing loans in order to have appropriate resolutions.

In order to manage credit risk, the Bank has established policies and procedures relating to credit risk management; established credit manuals; performed credit risk assessment; set up internal credit rating systems and debt classification and decentralized authorization in credit activities.

The Bank's maximum exposure amounts to credit risk as at 31 December 2024, excluding collaterals and credit risk mitigations is as follows:

	Neither past due nor impaired VND million	Past due but not impaired VND million	Impaired and provision made VND million	Total VND million
Balances with and loans to other credit institutions – gross	393,296,193	-	1,000,000	394,296,193
Balances with other credit institutions	381,254,915	-	-	381,254,915
Loans to other credit institutions	12,041,278	-	1,000,000	13,041,278
Loans to customers – gross	1,394,116,262	14,060,869	27,251,808	1,435,428,939
Investment securities – gross	166,214,578	-	178,751	166,393,329
Available-for-sale securities	86,799,901	-	-	86,799,901
Held-to-maturity securities	79,414,677	-	178,751	79,593,428
Other assets	23,128,246	-	-	23,128,246
	1,976,755,279	14,060,869	28,430,559	2,019,246,707

Description and the book value of collaterals held by the Bank at the reporting date are described as follows:

	31/12/2024 VND million	31/12/2023 VND million (audited)
Deposits	255,957,949	231,641,742
Valuable papers	54,729,039	52,917,843
Real estate	1,731,187,461	1,623,248,999
Other collaterals	331,456,279	348,195,886
	2,373,330,728	2,256,004,470

(ii) *Interest rate risk*

Interest rate risk is the risk that the fluctuation of interest rates adversely impacts on the Bank's income, assets, liabilities and other off-balance sheet commitments.

The actual interest re-pricing term is the remaining term starting from the end of the accounting period to the nearest interest re-pricing date of the items in the separate statement of financial position.

The following assumptions and conditions have been adopted in the analysis of actual interest re-pricing term of asset and liabilities items in the separate statement of financial position of the Bank:

- Cash, gold, silver and gemstones, capital contributions, long-term investments, derivatives and other financial assets, and other assets (including fixed assets and other assets) are classified as "Free of interest" items;
- Trading securities being debt securities are classified into appropriate term scale based on securities' average holding time in assessed period of up to 1 prior year;
- The actual interest re-pricing terms of investment securities are subject to issuers' terms and conditions on interest rate of issuing institution for each security type;
- The actual interest re-pricing terms of balances with and loans to other credit institutions, loans to customers, due to the Government and the SBV, deposits and borrowings from other credit institutions, deposits from customers, funds for finance, entrusted investments, entrusted funds, valuable papers issued and other liabilities are identified as follows:
 - Items with fixed interest rate during the contractual term: the actual interest re-pricing term is based on the contractual maturity date subsequent to the end of the accounting period;
 - Items with floating interest rate: the actual interest re-pricing term is based on the nearest re-pricing term subsequent to the end of the accounting period.

The following table presents the interest rate re-pricing terms of the Bank's assets and liabilities as at 31 December 2024:

Joint Stock Commercial Bank for Foreign Trade of Vietnam
198 Tran Quang Khai Street, Hoan Kiem District, Hanoi, Vietnam
Notes to the separate financial statements
for the year ended 31 December 2024 (continued)

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

	Overdue	Free of interest	Up to 1 month	From 1 to 3 months	From over 3 months to 6 months	From over 6 months to 12 months	From over 1 year to 5 years	Over 5 years	Total	
	VND million	VND million	VND million	VND million	VND million	VND million	VND million	VND million	VND million	
Assets										
I	Cash, gold, silver and gemstones	-	14,242,073	-	-	-	-	-	14,242,073	
II	Balances with the SBV	-	-	49,080,832	-	-	-	-	49,080,832	
III	Balances with and loans to other credit institutions – gross	-	-	370,054,116	21,880,981	374,326	1,986,770	-	394,296,193	
IV	Trading securities	-	-	1,000,145	-	-	-	-	1,000,145	
V	Derivatives and other financial assets	-	1,314,434	-	-	-	-	-	1,314,434	
VI	Loans to customers – gross	27,983,514	-	214,299,017	534,324,832	407,472,903	110,171,449	140,236,458	1,435,428,939	
VII	Investment securities – gross	-	-	17,663,819	5,743,678	47,851,332	29,265,286	41,773,460	166,393,329	
VIII	Capital contributions, long-term investments – gross	-	6,680,967	-	-	-	-	-	6,680,967	
IX	Fixed assets	-	7,886,828	-	-	-	-	-	7,886,828	
X	Other assets – gross	-	31,259,149	-	-	-	-	-	31,259,149	
Total assets										
		27,983,514	61,383,451	652,097,929	561,949,491	455,698,561	141,423,505	182,009,918	25,036,520	2,107,582,889
Liabilities										
I	Due to the Government and the SBV and deposits and borrowings from other credit institutions	-	-	247,674,440	55,783,793	511,367	2,177,695	-	-	306,147,295
II	Deposits from customers	-	-	758,465,100	292,473,627	210,645,900	249,355,198	4,618,119	-	1,515,557,944
IV	Funds for finance, entrusted investments and entrusted funds	-	-	529	-	-	-	-	-	529
V	Valuable papers issued	-	-	520,059	12,000,000	-	8,240,000	2,000,000	1,365,000	24,125,059
VI	Other liabilities	-	33,206,721	-	517,419	-	-	-	-	33,724,140
Total liabilities										
		-	33,206,721	1,006,660,128	360,774,839	211,157,267	259,772,893	6,618,119	1,365,000	1,879,554,967
Interest sensitivity gap – on statement of financial										
		27,983,514	28,176,730	(354,562,199)	201,174,652	244,541,294	(118,349,388)	175,391,799	23,671,520	228,027,922
Accumulated interest sensitivity gap										
		27,983,514	56,160,244	(298,401,955)	(97,227,303)	147,313,991	28,964,603	204,356,402	228,027,922	

(iii) Currency risk

Currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates. The Bank is incorporated and operates in Vietnam, with VND as its reporting currency. The major currency in which the Bank transacts is VND. The Bank's loans to customers are mainly denominated in VND, USD and EUR. Some of the Bank's other assets and other liabilities are in currencies other than VND, USD and EUR. The Bank has set limits on currency positions based on its internal risk management system and relevant statutory requirements stipulated by the SBV. Currency positions are monitored on a daily basis and hedging strategies used to ensure positions are maintained within established limits.

	EUR VND million	USD VND million	Other currencies VND million	Total VND million
Assets				
I Cash, gold, silver and gemstones	335,514	2,349,079	304,790	2,989,383
II Balances with the SBV	14,833	13,792,400	-	13,807,233
III Balances with and loans to other credit institutions – gross	4,649,933	71,487,021	55,709,762	131,846,716
IV Derivatives and other financial assets	(99,302)	(51,179,594)	(39,320,128)	(90,599,024)
VI Loans to customers – gross	1,271,005	139,998,781	205,784	141,475,570
VII Investment securities – gross	-	29,153,394	-	29,153,394
VIII Other assets – gross	(72,008)	1,764,479	72,256	1,764,727
Total assets	6,099,975	207,365,560	16,972,464	230,437,999
Liabilities				
I Due to the Government and the SBV and deposits and borrowings from other credit institutions	1,305,146	21,277,461	12,321,212	34,903,819
II Deposits from customers	4,677,944	182,595,363	4,437,957	191,711,264
IV Valuable papers issued	-	46	-	46
VI Other liabilities	116,885	2,073,763	213,231	2,403,879
Total liabilities	6,099,975	205,946,633	16,972,400	229,019,008
Currency position on statement of financial position	-	1,418,927	64	1,418,991

(iv) Liquidity risk

Liquidity risk arises by the Bank's inability to fulfill debt obligations at maturity; or the Bank being able to fulfill debt obligations at maturity, but at higher costs than the average market costs, as specified in the bank's internal regulations.

The maturity of assets and liabilities represents the remaining terms of these assets and liabilities from the end of the accounting period to the maturity date according to the underlying contractual agreements or term of issuance.

The following assumptions and conditions have been adopted in the preparation of the Bank's assets and liabilities maturity analysis in the separate statement of financial position:

- Cash, gold, silver, gemstones and balances with the State Banks (including the compulsory deposits) are classified into term scale of up to 1 month;
- The maturity of trading securities is determined on the basis of the feasible time to convert bonds into cash because they are held in the short term for profit taking on price differences;
- The maturity of investment securities is based on maturity date of each securities established by the issuers of these financial instruments;
- The maturity of balances with and loans to other credit institutions and loans to customers are based on the contractual maturity date. The actual maturity date may vary from the original contractual term when the loan/deposit contract is extended;
- The maturity of capital contribution, long-term investments is considered to be over 5 years as these investments have no specified maturity; and
- Deposits and borrowings from other credit institutions, deposits from customers, funds for finance, entrusted investments and entrusted funds, valuable papers issued, derivatives, other assets and other liabilities are determined based on either the nature of their items or their contractual maturities. For example, demand deposits of other credit institutions at Vietcombank and current accounts of Vietcombank at other credit institutions paid upon customers' demand are considered to be up to 1 month, the maturity of term deposits and borrowings is based on the contractual maturity date. In practice, such items may be rolled over and maintained for longer period.

The following table analyses the remaining terms to maturity of the Bank's assets and liabilities from 31 December 2024:

Joint Stock Commercial Bank for Foreign Trade of Vietnam
198 Tran Quang Khai Street, Hoan Kiem District, Hanoi, Vietnam
Notes to the separate financial statements
for the year ended 31 December 2024 (continued)

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

	Over 3 months	Up to 3 months	Up to 1 month	From over 1 month to 3 months	From over 3 months to 12 months	From over 1 year to 5 years	Over 5 years	Total
	VND million	VND million	VND million	VND million	VND million	VND million	VND million	VND million
Assets								
I	-	-	14,242,073	-	-	-	-	14,242,073
II	-	-	49,080,832	-	-	-	-	49,080,832
III	-	-	370,054,117	21,880,981	2,361,095	-	-	394,296,193
IV	-	-	-	-	1,000,145	-	-	1,000,145
V	-	-	-	1,314,434	-	-	-	1,314,434
VI	12,216,418	15,767,097	107,527,944	353,992,106	497,223,343	206,355,184	242,346,847	1,435,428,939
VII	-	-	10,500,069	5,543,678	76,080,273	40,988,460	33,280,849	166,393,329
VIII	-	-	-	-	-	-	6,680,967	6,680,967
IX	-	-	-	-	-	-	7,886,828	7,886,828
X	-	-	5,162,840	17,016,763	6,702,339	1,746,666	630,541	31,259,149
Total assets	12,216,418	15,767,097	556,567,875	399,747,962	583,367,195	249,090,310	290,826,032	2,107,582,889
Liabilities								
I	-	-	247,674,439	54,518,113	2,839,278	614,373	501,092	306,147,295
II	-	-	758,466,125	292,472,602	460,001,098	4,618,119	-	1,515,557,944
IV	-	-	529	-	-	-	-	529
V	-	-	520,726	12,000,000	2,300,000	2,000,000	7,304,333	24,125,059
VI	-	-	2,639,938	24,574,731	5,769,157	670,262	70,052	33,724,140
Total liabilities	-	-	1,009,301,757	383,565,446	470,909,533	7,902,754	7,875,477	1,879,554,967
Net liquidity gap	12,216,418	15,767,097	(452,733,882)	16,182,516	112,457,662	241,187,556	282,950,555	228,027,922

38. Seasonal or cyclical factors

The Bank's income statement is not affected by seasonal or cyclical factors, except for the following:

Tax

In line with current tax regulations, the Bank's corporate income tax is independently calculated and finalized at the end of the year. Income tax expense for the period is calculated based on taxable income at the tax rate of 20%.

Reserves

The reserves presented in Note 2(r)(iv) will be made at the end of the accounting period.

39. Uncollected interests and fees receivables

	31/12/2024 VND million	31/12/2023 VND million (restated)
Lending interests yet to be collected	2,580,296	2,218,984
Fees receivable yet to be collected	1,815	1,961
Interests from securities yet to be collected	159,088	159,088
	<hr/> 2,741,199 <hr/>	<hr/> 2,380,033 <hr/>

40. Bad debts written-off

	31/12/2024 VND million	31/12/2023 VND million (audited)
Principal amounts of debts offset by loan loss provisions and put under surveillance	35,671,307	33,687,687
Interest amounts of debts offset by loan loss provisions and put under surveillance	38,006,857	33,881,086
Other handled debts	13,471	13,042
	<hr/> 73,691,635 <hr/>	<hr/> 67,581,815 <hr/>

41. Other assets and receipts

	31/12/2024 VND million	31/12/2023 VND million (restated)
Other assets in custody	469,082,231	405,847,283
Outsourced assets	(*)	(*)
Collateral provided for ensuring the discharge of the guarantor's obligations of which disposition is awaiting	8,530	8,530
Other financial instruments in custody	416,940,620	175,771,194
	886,031,381	581,627,007

(*) The Bank has not determined the value of this item due to insufficient information and lack of detailed guidance on value determination under Vietnamese Accounting Standards and Vietnamese Accounting System for Credit Institutions.

42. Comparative figures

The Bank has revised some corresponding figures on its separate financial statements in accordance with the conclusion of the State Auditor as follows:

(i) Impact on total assets:

	31/12/2023 VND million (restated)	31/12/2023 VND million (initial figures)	Difference VND million
Balances with and loans to other CIs	338,437,233	338,404,183	33,050
Balances with other CIs	308,584,476	308,584,476	-
Loans to other CIs	35,528,682	35,528,682	-
Provision for balances with and loans to other CIs	(5,675,925)	(5,708,975)	33,050
Loans to customers	1,229,878,026	1,229,876,148	1,878
Loans to customers	1,258,405,170	1,258,405,170	-
Provision for loans to customers	(28,527,144)	(28,529,022)	1,878
Fixed assets	7,599,847	7,502,948	96,899
Tangible fixed assets	5,046,329	4,949,137	97,192
Cost	13,802,956	13,704,688	98,268
Accumulated depreciation	(8,756,627)	(8,755,551)	(1,076)
Intangible fixed assets	2,553,518	2,553,811	(293)
Cost	4,811,835	4,811,835	-
Accumulated depreciation	(2,258,317)	(2,258,024)	(293)
Other assets	35,470,094	35,463,741	6,353
Receivables	16,939,386	16,912,568	26,818
Accrued interest and fee receivables	9,032,101	8,966,670	65,431
Deferred income tax assets	845,881	845,881	-
Other assets	8,653,135	8,739,031	(85,896)
Provision for other on-balance sheet assets	(409)	(409)	-
Total impact			138,180

(ii) Impact on total equity and liabilities:

	31/12/2023 VND million (restated)	31/12/2023 VND million (initial figures)	Difference VND million
Other liabilities	41,316,678	41,273,140	43,538
Accrued interest and fee payables	19,513,976	19,513,976	-
Other liabilities	21,802,702	21,759,164	43,538
Retained earnings	74,519,257	74,424,615	94,642
Previous year's retained earnings	49,415,389	49,415,389	-
Current year's retained earnings	25,103,868	25,009,226	94,642
Total impact			138,180

(iii) Impact on off-balance sheet items:

	31/12/2023 VND million (restated)	31/12/2023 VND million (initial figures)	Difference VND million
Other guarantees	53,725,995	53,726,138	(143)
Other commitments	40,235,247	41,375,948	(1,140,701)
Uncollected interests and fees receivables	2,380,033	2,384,701	(4,668)
Other assets and receipts	581,627,007	574,978,552	6,648,455
Total impact			5,502,943

(iv) Impact on separate income statement:

	31/12/2023 VND million (restated)	31/12/2023 VND million (initial figures)	Difference VND million
Interest and similar income	106,819,199	106,825,637	(6,438)
Interest and similar expenses	(54,234,717)	(54,234,717)	-
Net interest and similar income	52,584,482	52,590,920	(6,438)
Fee and commission income	12,199,223	12,133,879	65,344
Fee and commission expenses	(6,718,462)	(6,698,805)	(19,657)
Net fee and commission income	5,480,761	5,435,074	45,687
Net gain from trading securities	52,875	52,553	322
Other operating income	4,004,522	4,003,229	1,293
Other operating expenses	(1,740,929)	(1,740,929)	-
Net gain from other operating activities	2,263,593	2,262,300	1,293
Income from capital contributions and equity investments	398,594	371,776	26,818

	31/12/2023 VND million (restated)	31/12/2023 VND million (initial figures)	Difference VND million
TOTAL OPERATING INCOME	66,412,455	66,344,773	67,682
TOTAL OPERATING EXPENSES	(21,403,616)	(21,412,603)	8,987
Net operating profit before provision for credit losses	45,008,839	44,932,170	76,669
Provision for credit losses	(4,441,071)	(4,476,000)	34,929
PROFIT BEFORE TAX	40,567,768	40,456,170	111,598
Current corporate income tax expense	(7,931,313)	(7,914,357)	(16,956)
Deferred income tax expense	(103,735)	(103,735)	-
Corporate income tax expenses	(8,035,048)	(8,018,092)	(16,956)
NET PROFIT AFTER TAX	32,532,720	32,438,078	94,642

43. Subsequent events

There was no significant event subsequent after 31 December 2024 to the issued date of these separate financial statements that may have material effect on the financial position of the Bank and require adjustments or disclosures in these separate financial statements for the year ended 31 December 2024.

44. Approval of the separate financial statements

The separate financial statements were approved by the Board of Management of the Bank on 24 January 2025.

Hanoi, 24 January 2025

Prepared by:

Approved by:

Ms. Nguyen Thi Ngoc Anh

Ms. La Thi Hong Minh

Mr. Le Hoang Tung



Deputy Director of
Financial and Accounting
Policy Department



Chief Accountant



Deputy CEO