

Fortune Vietnam Joint Stock Commercial Bank

**Interim Financial Statements
for Quarter IV of 2024 and for the period ended
31 December 2024**



Fortune Vietnam Joint Stock Commercial Bank
Bank Information

Banking Operation
Licence No.

91/GP-NHNN

28 March 2008

The Banking Operation Licence was granted by the State Bank of Vietnam and is valid for 99 years from the issuance date

The Company's Enterprise Registration Certificate No. 6300048638 issued by the Department of Planning and Investment of Hanoi has been amended several times, the most recent of which is the 30th amendment dated 29 December 2023.

Board of Directors

Mr. Nguyen Duc Thuy	Chairman
Mr. Ho Nam Tien	Standing Vice Chairman (from 4/10/2024) Vice Chairman (until 4/10/2024)
Mr. Le Minh Tam	Independent Member (until 16/11/2024) Standing Vice Chairman (from 11/6/2024 until 4/10/2024) Vice Chairman (from 27/5/2024 until 11/6/2024)
Mr. Nguyen Van Thuy	Vice Chairman Standing Vice Chairman (until 11/6/2024)
Mr. Bui Thai Ha	Vice Chairman
Mr. Huynh Ngoc Huy	Member
Mr. Le Hong Phong	Member (until 16/11/2024)
Ms. Vuong Thi Huyen	Independent Member (from 16/11/2024)
Mr. Pham Phu Khoi	Independent Member (from 16/11/2024)

Board of Supervision

Ms. Duong Hoai Lien	Head of Board of Supervision
Mr. Tran Thanh Tung	Deputy Head of Board of Supervision
Ms. Nguyen Thi Lan Anh	Non-executive Member
Mr. Nguyen Phu Minh	Member (until 17/4/2024)

Board of Management
and Chief Accountant

Mr. Vu Quoc Khanh	Acting Chief Executive Officer (from 4/10/2024) Standing Deputy Chief Executive Officer (until 4/10/2024)
Mr. Ho Nam Tien	Chief Executive Officer (until 4/10/2024)
Ms. Nguyen Anh Van	Deputy Chief Executive Officer
Mr. Doan Nguyen Ngoc	Deputy Chief Executive Officer
Ms. Vu Nam Huong	Deputy Chief Executive Officer (from 20/3/2024)
Mr. Dang Cong Hoan	Deputy Chief Executive Officer (from 16/12/2024)
Mr. Luu Danh Duc	Deputy Chief Executive Officer (from 26/12/2024)
Mr. Hoang Van Phuc	Deputy Chief Executive Officer (until 10/1/2025)

Fortune Vietnam Joint Stock Commercial Bank
Bank Information (continued)

Ms. Nguyen Thi Gam	Chief Accountant <i>(until 30/12/2024)</i> Deputy Chief Executive Officer <i>(until 30/8/2024)</i>
Mr. Le Anh Tung	Deputy Chief Executive Officer <i>(until 30/8/2024)</i>
Ms. Le Thi Thanh Nga	Deputy Chief Executive Officer <i>(until 31/5/2024)</i>
Mr. Nguyen Thanh Tung	Deputy Chief Executive Officer <i>(until 31/5/2024)</i>
Ms. Vu Thu Hien	Deputy Chief Executive Officer <i>(until 6/2/2024)</i>
Ms. Nguyen Thi Vui	Deputy Chief Executive Officer <i>(until 12/6/2024)</i> Member of Board of Management <i>(from 12/6/2024)</i>
Mr. Tran Duc Dong	Member of Board of Management <i>(from 16/12/2024)</i>
Mr. Ngo Duc Thang	Member of Board of Management <i>(from 16/12/2024)</i>
Ms. Nguyen Hong Nhung	Member of Board of Management <i>(from 16/12/2024)</i>
Mr. Nguyen Hoang Hai	Member of Board of Management <i>(from 7/1/2025)</i>
Mr. Nguyen Tien Cong	Chief Accountant <i>(from 31/12/2024)</i>

Legal Representative Mr. Nguyen Duc Thuy Chairman of Board of Directors

Registered office LPB Tower, No. 210 Tran Quang Khai Street, Trang Tien Ward
Hoan Kiem District, Hanoi, Vietnam

INTERIM STATEMENT OF FINANCIAL POSITION
 Quarter IV of 2024
 As at 31 December 2024

No.	Items	Note	31/12/2024 VND million	31/12/2023 VND million
A	ASSETS			
I	Cash	5	1,162,384	2,382,762
II	Balances with the State Bank of Vietnam ("SBV")	6	14,369,534	14,578,444
III	Deposits with and loans to other Credit institutions ("CIs")	7	96,455,319	35,527,676
1	Deposits with other CIs		89,027,361	35,059,076
2	Loans to other CIs		7,484,935	526,177
3	Allowance for loans to other CIs		(56,977)	(57,577)
IV	Securities held for trading	8	660,321	580,440
1	Securities held for trading		660,321	580,440
V	Derivatives and other financial assets	9	9,137	-
VI	Loans to customers		327,276,218	271,972,649
1	Loans to customers	10	331,606,315	275,430,884
2	Allowance for loans to customers	11	(4,330,097)	(3,458,235)
VII	Debts purchased	12	-	21,796
1	Debts purchased		-	21,961
2	Allowance for debts purchased		-	(165)
VIII	Investment securities		58,080,339	46,844,368
1	Available-for-sale securities	13	58,080,339	46,844,368
IX	Long-term investments		548,808	348,718
4	Other long-term investments	14	548,808	348,718
X	Fixed assets		2,731,787	1,949,987
1	Tangible fixed assets	15	1,715,789	1,170,643
a	Cost		3,469,789	2,940,904
b	Accumulated depreciation		(1,754,000)	(1,770,261)
3	Intangible fixed assets	16	1,015,998	779,344
a	Cost		1,258,422	996,036
b	Accumulated amortisation		(242,424)	(216,692)
XII	Other assets	17	7,036,551	8,656,339
1	Receivables		1,535,761	3,050,171
2	Accrued interest and fee receivables		4,745,521	5,037,867
3	Other assets		761,672	575,737
4	Allowance for other assets		(6,403)	(7,436)
	TOTAL ASSETS		508,330,398	382,863,179

INTERIM STATEMENT OF FINANCIAL POSITION (Continued)
 Quarter IV of 2024
 As at 31 December 2024

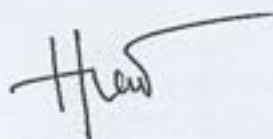
No.	Items	Note	31/12/2024 VND million	31/12/2023 VND million
B	LIABILITIES AND SHAREHOLDERS' EQUITY			
	LIABILITIES			
I	Amounts due to the Government and the SBV	18	1,271,377	89,576
1	Deposits and borrowings from the Government and the SBV		1,271,377	89,576
II	Deposits and borrowings from other Cis	19	115,349,011	50,112,429
1	Deposits from other CIs		105,407,431	47,152,604
2	Borrowings from other CIs		9,941,580	2,959,825
III	Deposits from customers	20	283,171,846	237,391,609
IV	Derivatives and other financial liabilities	9	-	75,786
VI	Valuable papers issued	21	55,458,916	47,909,881
VII	Other liabilities	22	9,740,948	13,166,498
1	Accrued interest and fee payables		7,816,590	9,839,488
3	Other liabilities		1,924,358	3,327,010
	TOTAL LIABILITIES		464,992,098	348,745,779
	SHAREHOLDERS' EQUITY			
VIII	Equity and reserves			
		23	43,338,300	34,117,400
1	Equity and reserves		25,576,221	25,576,221
a	Capital	23	25,576,164	25,576,164
c	Charter capital		57	57
2	Share premium		5,640,216	3,696,036
5	Reserves		12,121,863	4,845,143
	TOTAL SHAREHOLDERS' EQUITY		43,338,300	34,117,400
	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		508,330,398	382,863,179

INTERIM STATEMENT OF FINANCIAL POSITION (Continued)
 Quarter IV of 2024
 As at 31 December 2024

No.	Items	Note	31/12/2024 VND million	31/12/2023 VND million
OFF STATEMENT OF FINANCIAL POSITION ITEMS				
1	Loan guarantees	40	47,370	55,340
2	Foreign exchange commitments	40	173,657,384	162,150,751
	<i>Foreign currency purchase commitments</i>		5,678,169	-
	<i>Foreign currency sale commitments</i>		4,148,345	2,902,200
	<i>Swap commitments</i>		163,830,870	159,248,551
4	Letters of credit	40	484,545	676,398
5	Other guarantees	40	3,017,938	1,706,763
6	Other commitments	40	5,526,892	4,486,870
7	Uncollected loan interest and fees	42	1,805,403	1,235,726
8	Written-off bad debts	43	11,114,974	10,649,809
9	Other assets and documents in custody	44	1,560,377	2,322,992

20 January 2025

Prepared by:



Nguyen Van Hieu
 Expert, Accounting and Tax

Reviewed by:



Nguyen Tien Cong
 Chief Accountant

Approved by:



Vu Quoc Khanh
 Acting Chief Executive Officer

INTERIM STATEMENT OF INCOME
 Quarter IV of 2024

No.	Items	Note	Quarter IV		Accumulated to Quarter IV	
			2024 VND million	2023 VND million	2024 VND million	2023 VND million
1	Interest and similar income	27	9,469,116	8,703,413	34,137,034	32,353,651
2	Interest and similar expenses	27	(4,962,399)	(5,357,361)	(18,743,291)	(21,150,522)
I	Net interest income		4,506,717	3,346,052	15,393,743	11,203,129
3	Fee and commission income	28	638,684	3,014,020	3,594,134	3,905,988
4	Fee and commission expenses	28	(128,998)	(88,015)	(383,135)	(340,361)
II	Net fee and commission income		509,686	2,926,005	3,210,999	3,565,627
III	Net gain/(loss) from trading of foreign currencies	29	(18,120)	65,726	273,305	435,098
IV	Net gain from trading securities	30	9,706	-	43,021	30,208
V	Net loss from investment securities	32	(1,192)	(768)	(1,462)	(5,254)
5	Other income		682,757	218,075	1,246,273	490,524
6	Other expenses		(137,055)	(82,260)	(308,466)	(143,372)
VI	Net other income	33	545,702	135,815	937,807	347,152
VII	Income from equity investments, purchase of shares	31	-	18,092	75,017	49,345
VIII	Operating expenses	34	(1,649,917)	(1,594,730)	(5,810,443)	(5,759,872)
IX	Net operating profit before allowance and provision expenses		3,902,582	4,896,192	14,121,987	9,865,433

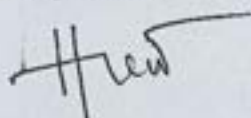
The accompanying notes are an integral part of these interim financial statements

INTERIM STATEMENT OF INCOME (Continued)
 Quarter IV of 2024

No.	Items	Note	Quarter IV		Accumulated to Quarter IV	
			2024 VND million	2023 VND million	2024 VND million	2023 VND million
X	Allowance and provision expenses	35	(552,754)	(1,543,587)	(1,953,819)	(2,826,040)
XI	Profit before tax		3,349,828	3,352,605	12,168,168	7,039,393
7	Income tax expense – current	36	(680,012)	(724,755)	(2,447,268)	(1,467,147)
XII	Income tax expense	36	(680,012)	(724,755)	(2,447,268)	(1,467,147)
XIII	Net profit after tax		2,669,816	2,627,850	9,720,900	5,572,246
XV	Basic earnings per share (VND/share) (Restated)		1,072	1,055	3,904	2,037

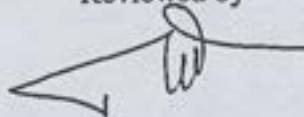
20 January 2025

Prepared by:



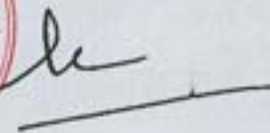
Nguyen Van Hieu
 Expert, Accounting and Tax

Reviewed by



Nguyen Tien Cong
 Chief Accountant

Approved by:

Vu Quoc Khanh
 Acting Chief Executive Officer

INTERIM STATEMENT OF CASH FLOWS
 (Direct method)
 Quarter IV of 2024

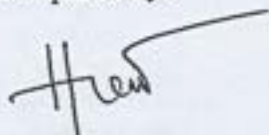
No.	Items	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million
CASH FLOWS FROM OPERATING ACTIVITIES			
01	Interest and similar income received	34,247,516	31,525,094
02	Interest and similar expenses paid	(20,597,840)	(17,583,219)
03	Net fee and commission income received	3,206,319	3,564,158
04	Net receipts from/payments for trading activities of foreign currencies and securities	476,972	175,210
05	Other expenses paid	(157,154)	(2,771)
06	Receipts from recovery of bad debts previously written	945,522	359,547
07	Payments for operating and salary expenses	(6,026,369)	(5,028,906)
08	Income tax paid during the year	(2,740,215)	(1,299,047)
	Net cash flows from operating activities before changes in operating assets and liabilities	9,354,751	11,710,066
<i>Changes in operating assets</i>			
09	(Increase)/decrease in deposits with and loans to other CIs	(6,958,758)	132,021
10	Increase in investment securities	(11,315,851)	(4,851,238)
11	Increase in derivatives and other financial assets	(9,137)	-
12	Increase in loans to customers	(56,153,470)	(39,685,522)
13	Decrease in allowance for credit losses and debt handling	(1,083,793)	(4,240,775)
14	Decrease/(increase) in other operating assets	505,069	(1,221,125)
<i>Changes in operating liabilities</i>			
15	Increase/(decrease) in amounts due to the Government and the SBV	1,181,801	(2,987,204)
16	Increase in deposits and borrowings from other CIs	65,236,581	10,452,408
17	Increase in deposits from customers	45,780,237	21,503,583
18	Increase in valuable papers issued	7,549,034	12,861,714
20	(Decrease)/increase derivatives and other financial liabilities	(75,786)	33,756
21	Decrease in other operating liabilities	(40,087)	(386,732)
22	Utilisations of reserves	(316,416)	(557,085)
I	NET CASH FLOWS FROM OPERATING ACTIVITIES	53,654,175	2,763,867

INTERIM STATEMENT OF CASH FLOWS (Continued)
(Direct method)
 Quarter IV of 2024

No.	Items	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million
CASH FLOWS FROM INVESTING ACTIVITIES			
01	Payments for purchases of fixed assets	(1,107,524)	(428,246)
02	Proceeds from disposals of fixed assets	118,655	16,163
03	Payments for disposals of fixed assets	(1,236)	(23,635)
04	Payments on investments in other entities	(200,090)	(32,787)
09	Dividends and profits distributed from long-term investments and capital contributions	75,017	49,345
II	NET CASH FLOWS FROM INVESTING ACTIVITIES	(1,115,178)	(419,160)
CASH FLOWS FROM FINANCING ACTIVITIES			
01	Proceeds from capital contributed and/or issuing shares	-	5,000,000
III	NET CASH FLOWS FROM FINANCING ACTIVITIES	-	5,000,000
IV	NET CASH FLOWS DURING THE YEAR	52,538,997	7,344,707
V	CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	52,020,282	44,675,575
VII	CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR (Note 26)	104,559,279	52,020,282

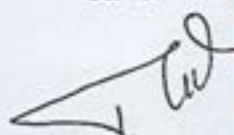
20 January 2025

Prepared by:



Nguyen Van Hieu
 Expert, Accounting and Tax

Reviewed by:



Nguyen Tien Cong
 Chief Accountant

Approved by:




Vu Quoc Khanh
 Acting Chief Executive Officer

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

1. Reporting entity

(a) Establishment and operation

Fortune Vietnam Joint Stock Commercial Bank was formerly known as Lien Viet Joint Stock Commercial Bank, which had been established in accordance with Banking Operation License No. 91/GP-NHNN dated 28 March 2008 by the Governor of the State Bank of Vietnam ("SBV"). The license is valid for 99 years from the date of issue. The Bank's Enterprise Registration Certificate No. 6300048638 issued by the Hanoi Department of Planning and Investment has been amended for the 30th on 29 December 2023.

In accordance with Official Letter No. 244/TTg-DMDN dated 21 February 2011, the Vietnamese Prime Minister approved the capital contribution of Vietnam Post Corporation ("Vietnam Post") in Lien Viet Joint Stock Commercial Bank by the value of Vietnam Postal Savings Service Company ("VPSC") and cash. As at 1 July 2011, Vietnam Post completed the transfer of assets and liabilities of VPSC to Lien Viet Joint Stock Commercial Bank.

On 15 July 2024, the SBV issued Decision No. 423/QD-TTGSNH2 on amending the content of the Bank's Establishment and Operation License; accordingly, the Bank changed its name to Fortune Vietnam Joint Stock Commercial Bank, called in Vietnamese for short as Ngân hàng Lộc Phát Việt Nam; full name in English: Fortune Vietnam Joint Stock Commercial Bank; abbreviated in English as LPBank.

The Bank's main activities are mobilising and receiving short, medium and long-term deposits from organisations and individuals; granting credit to organisations and individuals up to the nature and capability of the Bank's capital resources; conducting foreign exchange transactions, trade finance services, discounting of commercial papers, bonds and other valuable papers, and providing other banking services permitted by the SBV.

(b) Charter capital

The charter capital of the Bank was VND3,300,000 million under Banking Operation License No. 91/GP-NHNN dated 28 March 2008 and has been increased periodically according to decisions of the General Meeting of Shareholders. The charter capital of the Bank as at 31 December 2024 is VND25,576,164 million (31/12/2023: VND25,576,164 million). The par value per share is VND10,000.

(c) **Location and operation network**

The Bank's Head Office is located at LPBank Building, No. 210 Tran Quang Khai Road, Trang Tien Ward, Hoan Kiem District, Hanoi, Vietnam. As at 31 December 2024, the Bank had one (1) Head Office, three (3) representative offices, eighty five (85) branches, four hundred and eighty-one (481) transaction offices, five hundred and twelve (512) post transaction offices nationwide (31/12/2023: the Bank had one (1) Head Office, three (3) representative offices, eighty five (85) branches, four hundred and eighty-one (481) transaction offices, five hundred and thirteen (513) post transaction offices nationwide).

(d) **Number of employees**

As at 31 December 2024, the Bank had 11,189 employees (31/12/2023: 10,627 employees).

2. Basis of preparation the interim financial statements

(a) **Statement of compliance**

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

(b) **Basis of measurement**

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

(c) **Accounting period**

The annual accounting period of the Bank is from 1 January to 31 December. These interim financial statements of the Bank have been prepared for quarter IV of 2024 ended 31 December 2024.

(d) **Accounting currency**

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

(e) **Form of accounting records applied**

The Bank uses accounting software to record its transactions in the form of a general ledger.

3. Change in accounting policy

Law on Credit Institutions No. 32/2024/QH15

On 18 January 2024, the National Assembly promulgated the Law on Credit institutions No. 32/2024/QH15 ("Law on Credit institutions 2024") regulating the establishment, organisation, operation, early intervention, special control, reorganisation, dissolution, and bankruptcy of credit institutions; handling of bad debts and collateral of bad debts of credit institutions. The Law on Credit Institutions 2024 takes effect from 1 July 2024, replacing the Law on Credit institutions No. 47/2010/QH12 dated 16 June 2010 and the Law amending and supplementing a number of articles of the Law on Credit institutions No. 17/2017/QH14 dated 20 November 2017, except for a number of provisions that take effect from 1 January 2025.

Circular No. 31/2024/TT-NHNN and Decree No. 86/2024/ND-CP

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

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

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

The Bank has applied the changes of Circular 31 and Decree 86 prospectively from the effective date of Circular 31 and Decree 86. The significant changes in the Bank's accounting policies and the effects on the interim financial statements, if any, are presented in Note 4(g).

Circular No. 21/2024/TT-NHNN

Circular No. 21/2024/TT-NHNN On 28 June 2024, the SBV issued Circular No. 21/2024/TT-NHNN regulating letter of credit operations and other business activities related to letters of credit ("Circular 21"). Circular 21 takes effect from 1 July 2024. The Bank applies the provisions of Circular 21 prospectively from the effective date of Circular 21. The application of Circular 21 does not have a material impact on the Bank's financial statements. Significant changes in the Bank's accounting policies and the impacts on the interim financial statements, if any, are disclosed in Note 4(ii).

4. Summary of significant accounting policies

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

(a) Foreign currency transaction

All transactions are recorded in their original currencies. Monetary items denominated in currencies other than VND are translated into VND at average exchange rate for spot selling and buying ("spot exchange rate") (gold is converted at the average selling and buying rate) of the Bank at the end of the last working day of the accounting period if the difference between the spot exchange rate and the weighted average of buying and selling exchange rates of the last working day of the accounting period is less than 1% (refer to Note 51 for details of foreign exchange rates as at 31 December 2024 and 31 December 2023). If the difference between spot exchange rate at the end of the last working day of the accounting period and the weighted average of buying and selling exchange rates of the last working day of the accounting period is 1% or more, the Bank shall use the weighted average of buying and selling exchange rates of the last working day of the accounting period.

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

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

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

(b) Accounting estimates

The preparation of the financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System applicable to Credit institutions issued by the State Bank of Vietnam and the relevant statutory requirements applicable to financial reporting requires the Board of Management to make estimates and assumptions that affect the amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the amounts of revenues and expenses during the annual accounting period. Although these accounting estimates are based on the Board of Management's best knowledge, actual results could differ from those estimates. Adjustments to accounting estimates are recognised in the period in which the accounting estimates are changed and the affected future periods.

(c) **Cash and cash equivalents**

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

(d) **Balances with and loans to other credit institutions**

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

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

Current deposits with other credit institutions are stated at cost.

Credit risk classification of term deposits and loans to other credit institutions (except for deposits at social policy banks according to regulations of the SBV on state credit institutions maintaining deposit balances at social policy banks) and allowance thereof is made in accordance with method as described in Note 4(g).

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

(e) **Securities held for trading**

(i) **Classification**

Securities held for trading are debt or equity securities which are acquired principally for the purpose of selling them in the near term or there is evidence of a recent pattern of short-term profit-taking.

(ii) **Recognition**

The Bank recognises securities held for trading at the date that it becomes a party to the purchase contract for these securities (trade date accounting).

(iii) **Measurement**

Securities held for trading are measured at cost less allowance for securities held for trading. Allowance for credit risks of securities includes allowance for diminution in value of trading securities which is made if there is evidence that market price of the securities item falls below its carrying amount.

Allowance for diminution in the value of trading securities mentioned above are reversed if their recoverable value subsequently increases after the allowance was recognised. An allowance is reversed only to the extent that the securities' carrying amount does not exceed the carrying amount that has been determined if no allowance had been recognised.

As at 31 December 2024 and 31 December 2023, securities held for trading represent overseas open-ended fund certificates.

(iv) *De-recognition*

The Bank derecognises securities held-for-trading when the contractual rights to the cash flows from these securities expired or when the significant risks and rewards of ownership of these securities have been transferred.

(f) *Loans to customers*

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

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

Debt classification and allowance for credit losses for loans to customers are made in accordance with regulations in Circular 31 and Decree 86 as described in Note 4(g).

(g) *Debt classification and the rate and method of making allowance for credit losses*

(i) *Debt classification*

Before 1 July 2024

Debt classification for deposits at other CIs (except for payment deposits, deposits at social policy banks according to the regulations of the SBV on State credit institutions maintaining deposit balances at social policy banks); purchase or entrustment to purchase corporate bonds (including bonds issued by other CIs) that are not listed on the stock market or not registered for trading on the Upcom trading system (collectively referred to as "unlisted bonds"); loans to customers and loans to other CIs (including loans, financial leases, discounts, rediscounts of negotiable instruments and other valuable papers, factoring, credit granting in the form of credit card issuance and payments on behalf of off statement of financial position commitments); credit granting entrustment; debts that have been sold but the proceeds from debt sale have not been fully collected; repurchased debts; repurchases of government bonds; purchases of promissory notes, treasury bills, and deposit certificates issued by other CIs is made in accordance with the quantitative method as stipulated in Article 10 of Circular 11.

From 1 July 2024

Debt classification for deposits at other CIs (except for demand deposits, deposits at bank for social policies as stipulated by SBV on State credit institutions maintaining deposit balances at bank for social policies); purchase or entrust the purchase of corporate bonds (including bonds issued by other CIs) that are not listed on the stock market or not registered for trading on the Upcom trading system (collectively referred to as "unlisted bonds"); loans to customers and loans to other CIs (including loans, financial leases, discounts, rediscounts of negotiable instruments and other valuable papers, factoring, credit granting in the form of credit card issuance and payments on behalf of off statement of financial position commitments); credit granting entrustment; debts that have been sold but the proceeds from debt sale have not been fully collected; repurchased debts, repurchases of Government bonds; certificates of deposit issued by other CIs; receivables arising from the outright purchase of documents presented under the letter of credit (except for the outright purchase of documents under the letter of credit issued by the Bank itself); amounts paid by the reimbursing bank for payment to the beneficiary under a deferred payment letter of credit with a provision that the beneficiary is paid immediately or before the due date of the letter of credit issued by the Bank (collectively referred to as "debts") is made in accordance with the quantitative method as stipulated in Article 10 of Circular 31. The Bank carries out monthly debt classification based on the outstanding principals of debts at the last date of the month as follows:

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

Group		Overdue status
4	Doubtful debts	(a) Debts being overdue between 181 days and 360 days; or (b) Debts having rescheduled terms of repayment for the first time and being overdue 90 days according to the first rescheduled terms of repayment; or (c) Debts having rescheduled terms of repayment for the second time which is unmatue; or (d) Debts specified in point (d) of Sub-standard debts not yet collected between 30 days and 60 days since the issuance date of recovery decision; or (e) Debts in the collection process under inspection conclusions but being overdue up to 60 days according to recovery term; or (f) Debts that need to be recovered under premature debt recovery decisions due to borrowers' breach of agreements with them, but are not yet recovered in 30 and 60 days from the effective dates of recovery decisions.
5	Loss debts	(a) Debts being overdue more than 360 days; or (b) Debts having rescheduled terms of repayment for the first time and being overdue of 91 days or more according to the first rescheduled terms of repayment; or (c) Debts having rescheduled terms of repayment for the second time and being overdue according to the second reschedule terms of repayment; or (d) Debts having rescheduled terms of repayment for the third time or more, regardless of whether the debts are overdue or not; or (e) Debts specified in point (d) of Sub-standard debts not yet collected over 60 days since the issuance date of recovery decision; or (f) Debts in the collection process under inspection conclusions but being overdue of more than 60 days according to recovery term; or (g) Debts that need to be recovered under premature debt recovery decisions due to borrowers' breach of agreements with them, but are not yet recovered in more than 60 days from the effective dates of recovery decisions; or (h) Debts to credit institutions being announced under special supervision status by the SBV, or to foreign bank branches of which capital and assets are blockaded.

For off statement of financial position commitments, the Bank classifies debts based on the overdue days from the date when the Bank performs committed obligations:

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

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

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

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

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

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

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

- granted before 1 August 2021 from lending activities;
- incurred principal and/or interest during the period from 23 January 2020 to 30 June 2022;
- the outstanding debt may be rescheduled in the following cases: the outstanding debt is undue or up to 10 days overdue according to the loan agreement; debt repayment period according to the contract; or the outstanding debt is incurred before 23 January 2020 and becomes overdue during the period from 23 January 2020 to 29 March 2020; the outstanding debt is incurred from 23 January 2020 to before 10 June 2020 and becomes overdue before 17 May 2021; the outstanding debt is incurred from 10 June 2020 to before 1 August 2021 and becomes overdue during the period from 17 July 2021 to before 7 September 2021;
- the borrower is unable to repay the principal and/or interest on schedule under the loan agreement due to decrease in revenue or income caused by Covid-19 pandemic;
- and not in violation of laws.

the Bank is allowed to reschedule loan repayment periods, grant exemption/reduction of interest/fees and loan groups as follow:

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

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

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

The Bank has adopted Circular No. 02/2023/TT-NHNN dated 23 April 2023 ("Circular 02") issued by the SBV on providing regulations on restructuring of loan repayment periods and keeping loan groups unchanged in order to support customers in difficulties and Circular No. 06/2024/TT-NHNN dated 18 June 2024 ("Circular 06") issued by the SBV on amending and supplementing to some articles of Circular 02. Accordingly, for debts:

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

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

Debt classification for debts with restructured repayment terms for customers facing difficulties due to the impact and damage of storm No. 3, flooding, landslides after storm No. 3

The Bank applies Circular No. 53/2024/TT-NHNN dated 4 December 2024 ("Circular 53") issued by the SBV regulating the restructuring of debt repayment terms for customers facing difficulties due to the impact and damage of storm No. 3, flooding, landslides after storm No. 3. Accordingly, for the outstanding principal and interest of the debts:

- arising in the provinces and centrally-run cities: Ha Giang, Cao Bang, Lang Son, Bac Giang, Phu Tho, Thai Nguyen, Bac Kan, Tuyen Quang, Lao Cai, Yen Bai, Lai Chau, Son La, Dien Bien, Hoa Binh, Hanoi, Hai Phong, Hai Duong, Hung Yen, Vinh Phuc, Bac Ninh, Thai Binh, Nam Dinh, Ha Nam, Ninh Binh, Quang Ninh, Thanh Hoa (hereinafter referred to as 26 provinces and cities) facing difficulties due to the impact and damage of storm No. 3, including:
 - customers are individuals with current residence or work or production and business establishments or investment, construction, production and business activities in 26 provinces and cities;
 - customers are organisations (except customers who are credit institutions, foreign bank branches) with headquarters, branches, representative offices or production and business establishments or with investment, construction, production and business activities in 26 provinces and cities.
- with principal balances arising before 7 September 2024 and from lending activities;

- the obligation to repay principal and interest arises between 7 September 2024 and 31 December 2025;
- the outstanding balance of the debt with a restructured repayment term is still due or overdue by 10 days from the agreed payment due date. The outstanding balance of the debt that is overdue for more than 10 days and overdue between 7 September 2024 and 16 December 2024 is restructured when restructuring for the first time according to Circular 53;
- is assessed by the Bank as having difficulty in repaying the principal and interest on time according to the agreed contract due to the impact and damage of storm No. 3 and is able to fully repay the principal and interest according to the restructured repayment term;
- and not in violation of laws.

the Bank is allowed to restructure the debt repayment period and classify debts according to Decision No. 1510/QĐ-TTg dated 4 December 2024 ("Decision 1510") issued by the Prime Minister on the classification of assets, the level of risk provisioning, the method of risk provisioning and the use of provisions to handle risks for debts of customers facing difficulties due to the impact and damage of storm No. 3 as follows:

- the debt group is kept the same as the debt group that was classified at the most recent time before 7 September 2024 during the debt repayment period restructuring period;
- the Bank is not required to adjust or reclassify into a debt group with a higher risk level for debts that are kept in the same debt group and are still within the term according to the restructuring period;
- if the debt is kept in the overdue debt group according to the restructuring period but is not further restructured for the repayment period or there is no outstanding debt that is restructured for the repayment period according to Circular 53, the Bank must classify the debt according to the regulations of the SBV on classification of assets in the operations of credit institutions and foreign bank branches.

(ii) *Allowance for credit losses*

Allowance for credit risks includes specific allowance for credit risks and general allowance for credit risks.

Specific allowance for credit losses

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

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

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

Additional specific allowance in accordance with Circular 03

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

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

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

Additional specific allowance in accordance with Circular 02 and Circular 06

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

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

As at 31 December 2024, the Bank has made 100% of the additional specific allowance.

Additional specific allowance according to Decision 1510

The Bank determines and records the specific amount of additional allowance required for all outstanding debts of customers whose repayment terms are restructured and whose debt groups are maintained in accordance with Circular 53 and Decision 1510 as follows:

Additional allowance	Deadline
(i) At least 35% of the total specific allowance amount required to be made	By 31 December 2024
(ii) Additional allowance to reach at least 70% of the specific allowance amount that must be additionally made For debts that are restructured in terms of repayment terms according to the regulations of the State Bank of Vietnam on credit institutions and foreign bank branches restructuring repayment terms for customers facing difficulties due to the impact and damage of storm No. 3 before January 1, 2025, the Bank shall set aside in 2025 at least the ratio in item (i)	By 31 December 2025
(iii) Additional allowance to reach full of 100% of the specific allowance amount that must be additionally made For debts that are restructured in terms of repayment terms according to the regulations of the State Bank of Vietnam on credit institutions and foreign bank branches restructuring repayment terms for customers facing difficulties due to the impact and damage of storm No. 3 before 1 January 2026, the Bank shall make allowance in 2026 at least according to the ratio in item (ii)	By 31 December 2026

As at 31 December 2024, the Bank is not required to make specific allowance in accordance with the above regulations.

General allowance for credit losses

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

(iii) Written-off of bad debts

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

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

(iv) *Classification and allowance for off statement of financial position commitments*

According to Circular 31 and Decree 86, the classification of off statement of financial position credit commitments is conducted solely for risk management, credit quality supervision of credit granting activities. The Bank did not make allowance for off statement of financial position credit commitments, except where the Bank has been required to made payment under the guarantee contract, in which case the payment on behalf is classified and allowance is made for in accordance with the accounting policy as described in Note 4(g)(i) and Note 4(g)(ii).

(h) **Debt purchases**

(i) *Debt purchases*

Debts purchased are stated at contractual purchase price on statement of financial position and recorded off statement of financial position at their principal plus pre-acquisition interest. Interest income is recognised in the statement of income on an accrual basis except for debt purchases classified from Group 2 to Group 5 as described in Note 4(g). The interest arising before the Bank purchases the debts which is deducted from the purchase price.

(ii) *Allowance for debt purchases*

Purchased debts are classified in the debt groups which are not lower than those classified by the seller before purchase according to Decree 86 and allowance is made for them as described in Note 4(g).

(l) **Investment securities**

(i) *Classification*

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

Available-for-sale investment securities are debt securities or equity securities held for an indefinite period and may be sold at any time.

(ii) *Recognition*

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

(iii) *Measurement*

Debt securities

Available-for-sale debt securities are initially recorded at cost, including purchase cost plus other directly attributable costs such as brokerage and transaction fees, information fees, and bank charges (if any).

They are subsequently recognised at amortised cost (affected by premium/discount amortisation) less allowance for securities risks (including allowance for credit risks and allowance for devaluation of investment securities). Premium and discounts arising from purchases of debt securities are amortised to the statement of income on a straight-line basis over the holding period.

Listed available-for-sale debt securities are classified as investment securities and are recorded at cost less allowance for diminution in value by referring to the most recent transaction at the Stock Exchange within 10 days from the end of the annual accounting period. In case there is no transaction within 10 days from the end of the annual accounting period, the Bank does not make provisions for these debt securities. The Bank does not make provisions for Government bonds, Government-guaranteed bonds, and local government bonds classified as investment securities.

Available-for-sale debt securities of unlisted corporate bonds are recognised at cost less allowance for credit risks according to method as described in Note 4(g).

Interest income after purchase of available-for-sale debt securities is recognised in the statement of income on an accrual basis except for interest income from unlisted corporate bonds classified from Group 2 to Group 5 which is recognised when received (receipt basis). The interest income accrued before the Bank's purchase will be deducted from the cost of debt securities when received.

The allowance for investment securities mentioned above is reversed if the price or recoverable value of the securities subsequently increases after the allowance was recognised. An allowance is reversed only to the extent that the securities' carrying amount does not exceed the carrying amount that has been determined if no allowance had been recognised.

(iv) **De-recognition**

The Bank derecognises available-for-sale investment securities when the contractual rights to the cash flows from these securities have expired or when the significant risks and rewards of ownership of these securities have been transferred.

(j) **Repurchase and resale contracts**

Securities sold with a commitment to repurchase at a specified future date are still recognised in the interim financial statements. The cash received under the agreement is recognised as a loan in the interim financial statements and the difference between the sale price and the purchase price is recognised in the interim statement of income at the contractual interest rate over the life of the contract.

Conversely, securities purchased with a commitment to resell at a specified future date are not recognised in the interim financial statements. The cash paid under the agreement is recognised as a loan in the interim financial statements and the difference between the sale price and the purchase price is recognised in the interim statement of income at the contractual interest rate over the life of the contract.

(k) **Other long-term investments**

Other long-term investments are investments in the equity of other companies in which the Bank does not have control or significant influence. These long-term investments are initially stated at cost at the date of investment, and subsequently stated at cost less allowance for diminution in the value of investment.

Allowance for diminution in value of long-term investments

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

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

Other long-term investments are derecognised when the rights to receive cash flows from those investments have expired or the Bank has transferred substantially all the risks and rewards of ownership of those investments.

(l) **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 and non-refundable purchase taxes and any directly attributable costs of bringing the asset to its working condition and location for its intended use. Expenditure incurred after the tangible fixed assets have been put into operation, such as repairs and maintenance and overhaul costs, is normally charged to statement of income in the year in which the costs are incurred. In situations where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefits expected to be obtained from the use of an item of tangible fixed assets beyond its originally assessed standard of performance, the expenditure is capitalised as an additional cost of tangible fixed assets.

(ii) **Depreciation**

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

▪ building	15 - 50 years
▪ machines and equipment	8 - 15 years
▪ means of transportation - transmission	10 years
▪ management tools and equipment	3 - 10 years
▪ other fixed assets	8 - 10 years

Loss or gain resulting from sales and disposals of tangible fixed assets is the difference between proceeds from sales or disposals of assets and their net book values together with their disposal expenses and is recognised in the statement of income.

(m) **Intangible fixed assets**

(i) **Definite land use rights**

Definite land use rights are stated at cost less accumulated amortisation. The initial cost of definite land use rights comprises its purchase price and any directly attributable costs incurred in conjunction with securing the land use rights. Definite land use rights are amortised on a straight-line basis over land use periods.

(ii) **Software**

Cost of acquiring new software, which is not an integral part of the related hardware, is capitalised and treated as an intangible asset. Software cost is amortised on a straight-line basis over 15 years.

Loss or gain resulting from sales and disposals of intangible fixed assets is the difference between proceeds from sales or disposals of assets and their net book values together with disposal expense and is recognised in the statement of income.

(n) **Prepayments**

Prepayments comprise capitalised office refurbishment expense, prepaid expenses for office rental and other prepaid expenses.

Capitalised office refurbishment expense is amortised in the statement of income on a straight-line basis over the period of 3 years. Office rental expense represents the amount which has been prepaid to lease the office. Prepaid expense for office rental is amortised in the statement of income on a straight-line basis over the lease period.

Other long-term prepayments include repair, maintenance cost for assets, tools and supplies issued for consumption and are considered to bring future economic benefits to the Bank. These expenses are capitalised as prepayments and are amortised in the statement of income, on a straight-line basis over the period of more than one year and not exceeding three years in accordance with prevailing accounting regulations.

(o) **Other assets**

(i) **Construction in progress**

Construction in progress represents the construction or implementation costs of tangible and intangible fixed assets which have not been fully completed or installed. No depreciation is provided for construction in progress during the period of construction and installation.

(ii) *Foreclosed assets*

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

(iii) *Receivables from trade finance activities*

Receivables from trade finance activities represent other assets exposing to credit risk and are stated at cost less allowance for credit losses, if any. The Bank classifies and makes allowance for these receivables in accordance with the accounting policy as described in Note 4(g).

(iv) *Other assets*

Other assets, except receivables from credit activities, are stated at cost less allowances for other on statement of financial position assets.

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

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

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

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

(p) *Other provision*

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

(q) **Derivative financial instruments**

Currency forward and swap contracts

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

Currency forward contracts are commitments to pay in cash on a future date based on pre-determined difference between exchange rates, calculated on a nominal original amount. The currency forwards contracts are recorded at nominal value at the transaction date and are revalued at effective exchange rate at the reporting date and are stated at net value in the statement of financial position.

Differences upon revaluation at the end of the period are recognised in the "Foreign exchange differences" account in the statement of financial position each month and are transferred to the statement of income at the end of the annual accounting period or upon maturity. Differences between the amounts in VND of the foreign currency amounts which are committed to buy/sell at forward rate of contract and spot rate on the transaction date are recognised in the statement of income on a straight-line basis over the term of the contracts.

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

Interest rate swap contracts

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

(r) **Amounts due to the Government and the SBV**

Amounts due to the Government and the SBV are stated at cost.

(s) **Deposits and loans from other CIs**

Deposits and loans from other CIs are stated at their cost.

(t) **Deposits from customers**

Deposits from customers are stated at their cost.

(u) **Valuable papers issued**

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

(v) **Other payables**

Other payables are stated at their cost.

(w) **Severance allowance**

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

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

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

(x) **Share capital**

(i) **Ordinary shares**

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

(ii) *Share premium*

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

(y) **Reserves and funds**

The Bank is required to make the following reserves before distribution of profits: Reserve to supplement charter capital, Financial reserve. These reserves are non-distributable and recognised as part of equity. Other equity funds are allocated from profit after tax. The allocation from profit after tax and the use of these funds and reserves must be approved by the Bank's General Meeting of Shareholders.

Reserve to supplement charter capital

Before 1 July 2024

According to Decree No. 93/2017/ND-CP ("Decree 93") issued by the Government of Vietnam on 7 August 2017 on the financial regime for CIs, the Bank annually appropriate 5% of profit after tax for the reserve to supplement charter capital, the maximum level of this fund shall not exceed the charter capital of the Bank.

From 1 July 2024

According to the Law on Credit Institutions 2024, the Bank shall annually appropriate 10% of profit after tax for the reserve to supplement charter capital. The maximum level of this fund shall not exceed the charter capital of the Bank.

Financial reserve

According to Decree 93, the Bank annually appropriate 10% of profit after tax for the financial reserve fund.

The financial reserve is used to cover remaining losses incurred during the normal course of business after the Bank is compensated by the organisations and individuals who make the loss and by insurance companies, and by utilisation of allowances provided; and for other purposes in accordance with the laws.

(z) **Bonus and welfare fund**

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

(aa) **Revenue**

(i) *Interest income*

Interest income is recognised in the statement of income on an accrual basis, except for interest on loans classified in Group 2 to Group 5 described in Note 4(g) and debts kept unchanged in Group 1 (Current debt) due to the implementation of special policies of the State described in Note 4(g) is recorded when the Bank actually receives it.

When a debt is classified from Group 2 to Group 5 as presented in the Note 4(g), the accrued interest is deducted and recorded off statement of financial position and is recognised in the income statement when collected.

When a debt is kept in the Current debt group due to the implementation of the State's special policy, the interest receivable arising during the year is not accounted for as income and the Bank monitors it off statement of financial position. Interest income from these debts is recognised in the income statement when collected.

(ii) Fee and commission income

Fees and commission income includes fees and commission from settlement services, guarantee services, cashier services and other services, are recognised in the statement of income when incurred.

(iii) Income from investing activities

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

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

Dividends received which are attributable to the period before acquisition date are deducted against the carrying amount of the investment.

(bb) Interest expenses

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

(cc) Fee and commission expenses

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

(dd) Operating lease payments

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

(ee) Taxation

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

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

Deferred tax is provided using the statement of financial position method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amounts of assets and liabilities using the tax rates enacted or substantively enacted at the end of the annual accounting period. A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

The determination of the tax currently payable and deferred tax is based on the current interpretation of tax regulations. However, these regulations are subject to periodic variation and their ultimate determination depends on the results of the tax authorities' examinations.

(ff) Related parties

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

(gg) Segment reporting

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

(hh) **Earning per share**

The Bank presents basic (EPS) for its ordinary shares. Basic earnings per share is calculated by dividing the profit or loss attributable to the ordinary shareholders of the Bank (after deducting any amounts appropriated to bonus and welfare fund during the year) by the weighted average number of ordinary shares outstanding during the year.

Diluted earning per share is determined by adjusting the profit or loss attributable to the ordinary shareholders and the weighted average number of ordinary shares outstanding for the effect of all dilutive potential ordinary shares, which comprise convertible bonds and share options. At the reporting date and for the year then ended, the Bank had no dilutive potential ordinary shares and therefore does not present diluted earning per share.

(ii) **Off statement of financial position items**

(i) ***Commitments and contingent liabilities***

At any point of time, the Bank has outstanding credit commitments. These commitments are approved and unutilised loans and overdraft facilities.

The Bank also provides financial guarantees and letters of credit to guarantee the performance of customers to third parties. Many of the contingent liabilities and commitments will expire without any advanced payment, in whole or in part. Therefore, these commitments and contingent liabilities do not represent expected future cash flows.

A deferred payment letter of credit has a provision that the beneficiary is entitled to payment immediately or before the due date of the letter of credit

Before 1 July 2014, when receiving notification from the reimbursing bank that payment has been made to the beneficiary, the Bank records the amount payable to the reimbursing bank as an other payable, and records the amount receivable from the customer in other assets.

From 1 July 2024, when the reimbursing bank makes payment to the beneficiary, the Bank must acknowledge the debt to the reimbursing bank, and the customer must acknowledge the debt to the Bank for the amount the reimbursing bank has paid to the beneficiary according to the commitment in the letter of credit. When receiving notification from the reimbursing bank that payment has been made to the beneficiary, the Bank records the amount received as debt to the reimbursing bank as a loan from another credit institution, and records the amount received as debt by the customer as a credit facility.

(ii) ***Assets entrusted for safekeeping***

Assets held for custodial purposes are not considered assets of the Bank and therefore are not included in the Bank's statement of financial position.

(jj) Nil balances

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

(kk) Financial instruments

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

(i) *Financial assets*

Financial assets at fair value through profit or loss

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

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

Held-to-maturity investments

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

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

Loans and receivables

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

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

Available-for-sale financial assets

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

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

(ii) Financial liabilities

Financial liabilities at fair value through profit or loss

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

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

Financial liabilities carried at amortised cost

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

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

(II) **Comparative information**

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

5. **Cash on hand**

	<u>31/12/2024</u> VND million	<u>31/12/2023</u> VND million
Cash on hand in VND	1,135,043	2,287,656
Cash on hand in foreign currencies	27,341	95,106
	<u>1,162,384</u>	<u>2,382,762</u>

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

	<u>31/12/2024</u> VND million	<u>31/12/2023</u> VND million
Balances with the SBV		
▪ In VND	13,401,560	14,416,346
▪ In other foreign currencies	967,974	162,098
	<u>14,369,534</u>	<u>14,578,444</u>

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

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

CRR rate as at the end of the year as follows:

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

Year-end annual interest rates were as follows:

	31/12/2024	31/12/2023
Deposits in VND within the CRR	0,5%	0,5%
Deposits in USD within the CRR	0,0%	0,0%
Deposits in VND beyond the CRR	0,0%	0,0%
Deposits in USD beyond the CRR	0,0%	0,0%

7. Balances with and loans to other credit institutions

	31/12/2024 VND million	31/12/2023 VND million
Balances with other credit institutions		
Current accounts	2,241,091	757,476
▪ In VND	1,356,911	284,831
▪ In foreign currencies	884,180	472,645
Term deposits	86,786,270	34,301,600
▪ In VND	63,547,577	25,353,150
▪ In foreign currencies	23,238,693	8,948,450
	89,027,361	35,059,076
Loans to other credit institutions		
▪ In VND	7,484,935	526,177
▪ Allowance for loans to other CIs	(56,977)	(57,577)
	7,427,958	468,600
	96,455,319	35,527,676

Term deposits with and loans to other CIs by groups are presented in Note 48(b).

Movements in allowance for loans to other CIs during the year were as follows:

	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million
Opening balance	57,577	58,198
Reversal of allowance during the year (Note 35)	(600)	(621)
Closing balance	<u>56,977</u>	<u>57,577</u>

8. Securities held for trading

	31/12/2024 VND million	31/12/2023 VND million
Other securities held for trading		
Open-ended fund certificates issued by foreign economic entities	<u>660,321</u>	<u>580,440</u>

Listing status of securities held for trading was as follows:

	31/12/2024 VND million	31/12/2023 VND million
Other securities held for trading		
Unlisted	<u>660,321</u>	<u>580,440</u>

9. Derivative financial instruments and other financial assets/(liabilities)

Details of derivative financial instruments as at year-end were as follows:

As at 31 December 2024	Total contract nominal value (at exchange rate of the effective date of the contract) VND million	Total carrying value (at exchange rate of reporting date) Assets/(Liabilities) VND million
Currency derivatives		
Currency forward contracts	2,052,365	28,838
Currency swap contracts	150,582,405	(2,676)
Other derivatives		
Interest rate swap contracts	3,742,770	(17,025)
	156,377,540	9,137
As at 31 December 2023	Total contract nominal value (at exchange rate of the effective date of the contract) VND million	Total carrying value (at exchange rate of reporting date) Assets/(Liabilities) VND million
Currency derivatives		
Currency forward contracts	918,457	(16,143)
Currency swap contracts	158,471,967	(62,593)
Other derivatives		
Interest rate swap contracts	4,483,185	2,950
	163,873,609	(75,786)

10. Loans to customers

	31/12/2024 VND million	31/12/2023 VND million
Loans to local economic entities and individuals	331,297,130	274,903,245
Loans on discounting negotiable instruments and valuable papers	10,873	16,238
Amounts paid on behalf of customers	367	367
Loans financed by sponsored and trusted funds	297,945	511,034
	<u>331,606,315</u>	<u>275,430,884</u>

Loan portfolio by loan group is presented in Note 48(b).

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

	31/12/2024 VND million	31/12/2023 VND million
Short term	190,276,486	159,878,834
Medium term	111,263,952	91,749,985
Long term	26,630,869	22,015,744
Overdue (**)	3,435,008	1,786,321
	<u>331,606,315</u>	<u>275,430,884</u>

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

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

Loan portfolio by original terms was as follows:

	31/12/2024 VND million	31/12/2023 VND million
Short term	163,195,414	114,751,090
Medium term	120,168,087	117,315,182
Long term	48,242,814	43,364,612
	<u>331,606,315</u>	<u>275,430,884</u>

Loan portfolio by customer type and ownership was as follows:

	31/12/2024		31/12/2023	
	VND million	%	VND million	%
Loans to economic entities				
One-member limited liabilities companies of 100% State-owned equity	120,136	0.04	242,550	0.09
Other types of limited liabilities companies	148,666,990	44.83	122,892,869	44.62
Joint-stock company with over 50% Stated-owned equity	3,253,582	0.98	3,373,000	1.22
Other types of joint stock companies	39,302,424	11.85	33,648,706	12.22
Partnerships	471	0.00	599	0.00
Private companies	1,230	0.00	636	0.00
Foreign-invested enterprises	429	0.00	-	-
Cooperatives, cooperative unions	52,817	0.02	39,394	0.01
Administrative units, parties, unions and associations	19,518	0.01	56,869	0.02
Loans to individuals				
Individuals and households	140,188,718	42.27	115,176,261	41.82
	<u>331,606,315</u>	<u>100.00</u>	<u>275,430,884</u>	<u>100.00</u>

Portfolio of loans to customers by business sectors was as follows:

	31/12/2024		31/12/2023	
	VND million	%	VND million	%
Agriculture, forestry and aquaculture	26,522,985	8.00	21,381,814	7.76
Mining	109,032	0.03	107,940	0.04
Manufacturing and processing	30,163,735	9.10	23,272,541	8.45
Electricity, gas, hot water, steam and air-conditioning	13,457,532	4.06	9,280,687	3.37
Water supplying and garbage and sewage treatment and management	209,745	0.06	101,788	0.04
Construction	31,582,281	9.52	40,917,258	14.86
Wholesale and retail trade; repair of motor vehicles, motor cycles	98,962,842	29.84	59,572,371	21.63
Transport, warehouse	4,275,751	1.29	1,539,252	0.56
Hospitality services	30,837,424	9.30	23,618,699	8.58
Information and communications	7,495,851	2.26	7,808,323	2.83
Finance, banking and insurance	652,977	0.20	286,343	0.10
Real estate trading	10,136,979	3.06	13,982,476	5.08
Science and technology	183,937	0.06	211,374	0.08
Administrative activities and supporting services	466,779	0.14	1,157,097	0.42
Education and training	39,470	0.01	67,805	0.02
Health care and social work	186,240	0.06	267,549	0.10
Art, playing and recreation	20,109,512	6.06	23,386,552	8.49
Other service activities	697,856	0.21	649,714	0.24
Households services	55,515,387	16.74	47,821,301	17.35
	331,606,315	100.00	275,430,884	100.00

11. Allowance for loans to customers

Allowance for loans to customers include:

	31/12/2024 VND million	31/12/2023 VND million
General allowance	2,468,880	2,054,762
Specific allowance	1,861,217	1,403,473
	<u>4,330,097</u>	<u>3,458,235</u>

Movements in allowance for loans to customers were as follows:

	General allowance VND million	Specific allowance VND million	Total VND million
Balance at 1 January 2024	2,054,762	1,403,473	3,458,235
Allowance made during the year (Note 35)	414,118	1,540,466	1,954,584
Allowance utilised during the year	-	(1,082,722)	(1,082,722)
Balance at 31 December 2024	<u>2,468,880</u>	<u>1,861,217</u>	<u>4,330,097</u>

	General allowance VND million	Specific allowance VND million	Total VND million
Balance at 1 January 2023	1,751,300	3,118,595	4,869,895
Allowance made during the year (Note 35)	303,462	2,526,003	2,829,465
Allowance utilised during the year	-	(4,241,125)	(4,241,125)
Balance at 31 December 2023	<u>2,054,762</u>	<u>1,403,473</u>	<u>3,458,235</u>

12. Debt purchased

	<u>31/12/2024</u> VND million	<u>31/12/2023</u> VND million
Debts purchased in VND	-	21,961
Allowance for debts purchased	-	(165)
	<u>-</u>	<u>21,796</u>

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

	<u>31/12/2024</u> VND million	<u>31/12/2023</u> VND million
Principal of the debts purchased	-	18,282
Interest of the debts purchased	-	3,679
Principal of the debts purchased	<u>-</u>	<u>21,961</u>

Portfolio of debts purchased by loan group is presented in Note 48(b).

Movements in allowance for debts purchased were as follows:

	<u>Year ended</u> <u>31/12/2024</u> VND million	<u>Year ended</u> <u>31/12/2023</u> VND million
Balance at 1 January	165	2,969
Reversal of allowance during the year (Note 35)	(165)	(2,804)
Balance at 31 December	<u>-</u>	<u>165</u>

13. Available-for-sale investments securities

	31/12/2024 VND million	31/12/2023 VND million
Debt securities		
▪ Bonds issued by the Government and local Governments (i)	34,258,078	27,708,770
▪ Bonds issued by other local CIs (ii)	11,529,518	10,185,634
<i>In which: Bonds guaranteed by the Government</i>	2,229,518	2,235,562
▪ Certificate of deposits issued by local CIs	12,190,743	8,949,963
▪ Foreign debt securities	102,000	-
Equity securities		
▪ Equity securities issued by other local CIs	-	1
	58,080,339	46,844,368

- (i) These represent bonds issued by the State Treasury denominated in VND. These bonds have terms ranging from 7 to 20 years and earn annual interest rates from 2.00% to 8.80% (31/12/2023: terms ranging from 5 to 20 years and earn annual interest rates from 2.00% to 8.80%). Interest is paid annually.
- (ii) These represent bonds issued by other local CIs, denominated in VND. Such bonds have terms ranging from 3 years to 10 years and earn annual interest rates from 2.30% to 5.80% (31/12/2023: terms ranging from 2 years to 10 years and earn annual interest rates from 2.30% to 5.80%). Interest is paid bi-annually or annually.
- (iii) These represent certificate of deposits issued by other local CIs, denominated in VND. Such certificate of deposits have terms 1 year and earn annual interest rates from 4.50% to 7.50% (31/12/2023: terms ranging from 1 year to 3 years and earn annual interest rates from 4.20% to 11.50%). Interest is paid bi-annually or annually.

Available-for-sale investment securities by groups are presented in Note 48(b).

14. Other long-term investments

Details of other long-term investments were as follows:

As at 31 December 2024

	<u>Cost VND million</u>	<u>Current value VND million</u>	<u>Ownership %</u>
Investments in economic entities			
Viet Lao Power Joint Stock Company	300,000	300,000	6.85
LPBank Securities Joint Stock Company	213,840	216,021	5.50
LPBank Insurance Joint Stock Corporation	32,787	32,787	4.82
	<u>546,627</u>	<u>548,808</u>	

As at 31 December 2023

	<u>Cost VND million</u>	<u>Current value VND million</u>	<u>Ownership %</u>
Investments in economic entities			
Viet Lao Power Joint Stock Company	300,000	300,000	6.86
LPBank Securities Joint Stock Company	13,750	15,931	5.50
LPBank Insurance Joint Stock Corporation	32,787	32,787	4.82
	<u>346,537</u>	<u>348,718</u>	

15. Tangible fixed assets

Year ended 31 December 2024

	Buildings VND million	Machines and equipment VND million	Means of transportation - transmission VND million	Management tools and equipment VND million	Other fixed assets VND million	Total VND million
Cost						
Opening balance	730,630	868,885	971,692	295,117	74,580	2,940,904
Additions	-	556,750	203,937	22,453	24,715	807,855
Construction in progress completed	64,895	-	-	-	-	64,895
Disposals	-	(37,709)	(270,532)	(32,974)	(2,650)	(343,865)
Closing balance	795,525	1,387,926	905,097	284,596	96,645	3,469,789
Accumulated depreciation						
Opening balance	321,198	631,892	553,769	219,262	44,140	1,770,261
Charge for the year	23,852	68,674	85,142	14,955	6,435	199,058
Disposals	-	(37,260)	(147,221)	(27,336)	(2,202)	(214,019)
Other movements	(1,789)	248	233	(83)	91	(1,300)
Closing balance	343,261	663,554	491,923	206,798	48,464	1,754,000
Net book value						
Opening balance	409,432	236,993	417,923	75,855	30,440	1,170,643
Closing balance	452,264	724,372	413,174	77,798	48,181	1,715,789

Year ended 31 December 2023

	Buildings	Machines	Means of	Management	Other	Total
	VND	and	transportation	tools and	fixed	VND
	million	equipment	- transmission	equipment	assets	million
	million	VND	VND	VND	VND	million
	million	million	million	million	million	million
Cost						
Opening balance	784,204	790,350	900,041	298,189	56,955	2,829,739
Additions	-	96,105	114,189	32,258	21,410	263,962
Disposals	-	(17,570)	(42,538)	(35,330)	(3,785)	(99,223)
Other decreases	(53,574)	-	-	-	-	(53,574)
Closing balance	730,630	868,885	971,692	295,117	74,580	2,940,904
Accumulated depreciation						
Opening balance	285,150	588,657	498,012	216,607	38,518	1,626,944
Charge for the year	39,928	61,485	84,747	29,713	9,693	225,566
Other increases	-	-	-	68	-	68
Disposals	-	(17,377)	(28,365)	(27,126)	(3,233)	(76,101)
Other decreases	(3,880)	(873)	(625)	-	(838)	(6,216)
Closing balance	321,198	631,892	553,769	219,262	44,140	1,770,261
Net book value						
Opening balance	499,054	201,693	402,029	81,582	18,437	1,202,795
Closing balance	409,432	236,993	417,923	75,855	30,440	1,170,643

Included in tangible fixed assets were assets costing VND787,444 million which were fully depreciated as of 31 December 2024 (31/12/2023: VND733,637 million), but which are still in use.

16. Intangible fixed assets

Year ended 31 December 2024

	Definite land use rights VND million	Software VND million	Total VND million
Cost			
Opening balance	624,217	371,819	996,036
Additions	-	262,386	262,386
Closing balance	624,217	634,205	1,258,422
Accumulated amortisation			
Opening balance	23,686	193,006	216,692
Charge for the year	3,803	21,929	25,732
Closing balance	27,489	214,935	242,424
Net book value			
Opening balance	600,531	178,813	779,344
Closing balance	596,728	419,270	1,015,998

Year ended 31 December 2023

	<u>Definite land use rights VND million</u>	<u>Software VND million</u>	<u>Total VND million</u>
Cost			
Opening balance	409,789	269,167	678,956
Additions	214,428	102,652	317,080
Closing balance	<u>624,217</u>	<u>371,819</u>	<u>996,036</u>
Accumulated amortisation			
Opening balance	19,824	168,729	188,553
Charge for the year	3,862	24,277	28,139
Closing balance	<u>23,686</u>	<u>193,006</u>	<u>216,692</u>
Net book value			
Opening balance	389,965	100,438	490,403
Closing balance	<u>600,531</u>	<u>178,813</u>	<u>779,344</u>

Included in intangible fixed assets were assets costing VND61,602 million which were fully amortised as of 31 December 2024 (31/12/2023: VND61,602 million), but which are still in use.

17. Other assets

	31/12/2024 VND million	31/12/2023 VND million
Receivables	1,535,761	3,050,171
In which:		
<i>Internal receivables</i>	109,490	50,869
<i>External receivables (a)</i>	1,426,271	2,999,302
Accrued interest and fee receivables (b)	4,745,521	5,037,867
Other assets (c)	761,672	575,737
Allowance for other on-balance sheet assets (*)	(6,403)	(7,436)
	<u>7,036,551</u>	<u>8,656,339</u>

(*) This is the allowance for doubtful receivables as stipulated in Circular No. 48/2019/TT-BTC issued on 8 August 2019 and Circular No. 24/2022/TT-BTC dated 7 April 2022.

(a) External receivables

	31/12/2024 VND million	31/12/2023 VND million
Advance for office renovation	336,417	123,800
Advance for purchase of fixed assets	311,860	338,951
Advance for operating activities	303,200	337,866
Insurance commission receivables	190,137	11,639
Advance for charity purposes (i)	82,482	149,242
Deposit for operating activities	40,316	1,614,314
Receivables from post offices of provinces (ii)	57,240	46,590
Receivables from UPAS L/C (Usance L/C payable at sight) (iii)	-	251,584
Other receivables	104,619	125,316
	<u>1,426,271</u>	<u>2,999,302</u>

(i) These represent advance payment of expenses for social charity purposes including: funding to support education, health-care, recovery from natural disaster, poor households, and others under decisions of the Board of Directors. As at 31 December 2024, these social charity activities have not been completed and not yet finalised.

(ii) These are receivables from provincial post offices related to fundraising and deposit-taking of the Bank. These amounts occur every day and have the repayment term of within one month.

- (iii) From 1 July 2024, the Bank recognise receivables from UPAS L/C according to Circular 21/2024/TT-NHNN as described in Note 4(ii)(i).

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

	<u>31/12/2024</u>	<u>31/12/2023</u>
	VND million	VND million
Accrued interest receivables from deposits	222,055	132,358
Accrued interest receivables from investment securities	1,491,692	1,430,288
Accrued interest receivables from credit activities	2,975,078	3,250,563
Accrued interest receivables from derivatives	56,696	224,658
	<u>4,745,521</u>	<u>5,037,867</u>

(c) **Other assets**

	<u>31/12/2024</u>	<u>31/12/2023</u>
	VND million	VND million
Prepaid expenses (i)	733,960	521,646
Tools and instruments	15,362	31,660
Material	12,350	20,719
Other assets	-	1,712
	<u>761,672</u>	<u>575,737</u>

(i) **Prepaid expenses include:**

	<u>31/12/2024</u>	<u>31/12/2023</u>
	VND million	VND million
Brokerage commission fees (*)	194,205	192,553
Payment for office rental	73,761	43,808
Head office repair and improvement expenses	149,044	84,153
Other prepaid expenses	316,950	201,132
	<u>733,960</u>	<u>521,646</u>

- (*) These are commissions paid to the system of post offices directly related to lending to customers. These expenses are amortised according to the term of each loan to customer.

18. Amounts due to the Government and the State Bank of Vietnam

	31/12/2024 VND million	31/12/2023 VND million
Borrowings from the SBV		
▪ Borrowings based on credit facilities	61,664	89,425
▪ Borrowings secured by mortgage of valuable papers	1,209,583	-
	<u>1,271,247</u>	<u>89,425</u>
Deposits from the State Treasury		
▪ Deposit in VND	130	151
	<u>1,271,377</u>	<u>89,576</u>

19. Deposits and borrowings from other credit institutions

	31/12/2024 VND million	31/12/2023 VND million
Demand deposits from other CIs		
▪ In VND	71,834	143,806
▪ In foreign currencies	8	8
Term deposits from other CIs		
▪ In VND	78,400,121	34,094,000
▪ In foreign currencies	26,935,468	12,914,790
	<u>105,407,431</u>	<u>47,152,604</u>
Borrowings from other CIs		
▪ In VND	7,898,051	1,749,890
▪ In foreign currencies	2,043,529	1,209,935
	<u>9,941,580</u>	<u>2,959,825</u>
	<u>115,349,011</u>	<u>50,112,429</u>

20. Deposits from customers

	<u>31/12/2024</u> VND million	<u>31/12/2023</u> VND million
Current accounts		
▪ In VND	26,931,968	22,532,154
▪ In foreign currencies	789,967	386,983
Term deposits		
▪ In VND	255,129,020	214,177,382
▪ In foreign currencies	216,395	173,690
Marginal deposits		
▪ In VND	103,289	117,512
▪ In foreign currencies	2	2
Deposits for special purposes		
▪ In VND	396	357
▪ In foreign currencies	809	3,529
	<u>283,171,846</u>	<u>237,391,609</u>

Deposits from customers by type of customers were as follows:

	<u>31/12/2024</u> VND million	<u>31/12/2023</u> VND million
Economic entities		
State-owned enterprises	1,469,539	1,377,889
Limited companies with 100% State-owned	38,326,928	41,262,346
Limited companies with State-owned exceeding 50%	9,865	9,640
Other limited companies	9,969,857	6,248,859
Joint Stock Companies with State-owned exceeding 50%	7,782,948	3,499,201
Other Joint Stock Companies	16,156,939	7,687,224
Partnership	833,731	223,926
Private enterprises	24,753	17,244
Foreign direct investment enterprises	865,881	221,379
Cooperative and cooperative union	42,649	19,072
Individual business	9,073	3,877
Administrative and Public Non-Business Units, Party, Organisations, and Associations	3,627,410	2,173,026
Deposits from other entities	685,068	578,377
	<u>79,804,641</u>	<u>63,322,060</u>
Individuals	<u>203,367,205</u>	<u>174,069,549</u>
	<u>283,171,846</u>	<u>237,391,609</u>

21. Valuable papers issued

	31/12/2024 VND million	31/12/2023 VND million
Certificates of deposits in VND		
▪ Below 12 months	25,000,000	14,800,000
▪ From 12 months to 5 years	4,022,589	5,385,423
▪ Discount	(3)	(66)
Bonds in VND		
▪ Below 12 months	6,000,000	-
▪ From 12 months to 5 years	10,200,000	18,450,000
▪ More than 5 years	10,267,450	9,315,454
▪ Discount	(31,120)	(40,930)
	<u>55,458,916</u>	<u>47,909,881</u>

22. Other liabilities

	31/12/2024 VND million	31/12/2023 VND million
Interest and fees payable (a)	7,816,590	9,839,488
Internal payables	16,020	245,407
External payables (b)	1,375,301	2,732,150
Bonus and welfare fund	533,037	349,453
	<u>9,740,948</u>	<u>13,166,498</u>

(a) Accrued interest and fees payables

	31/12/2024 VND million	31/12/2023 VND million
Accrued interest payables from term deposits	1,946,682	1,671,035
Accrued interest payables from saving deposits	4,477,481	6,284,557
Accrued interest payables from valuable papers issued	1,269,847	1,650,075
Accrued interest payables from borrowings from other CIs	77,962	21,481
Accrued interest payables from derivatives	44,618	212,340
	<u>7,816,590</u>	<u>9,839,488</u>

Fortune Vietnam Joint Stock Commercial Bank
 LPB Tower, No. 210 Tran Quang Khai Street, Trang Tien Ward
 Hoan Kiem District, Hanoi, Vietnam
 Notes to interim financial statements
 Quarter IV of 2024 and for the period ended 31 December 2024
 (continued)

Form No.: B05a/TCTD
 (Issued under Circular
 No. 49/2014/TT-NHNN
 dated 31 December 2014 of
 the State Bank of Vietnam)

(b) External payables

	<u>31/12/2024</u> VND million	<u>31/12/2023</u> VND million
Tax payables (Note 37)	706,320	1,009,556
Amount due to customers awaiting settlement	274,382	235,051
Payables for card services	91,957	267,859
Commissions fees for provincial post office	52,270	97,015
Payables for Vi Viet e-wallet services	43,657	801,538
Revenue awaiting allocation	14,884	31,792
Payables for purchasing of fixed assets and construction in progress	14,048	3,559
Payables for e-banking services	1,522	1,899
Payables for UPAS L/C (Usance L/C payable at sight)	-	251,584
Other payables	176,261	32,297
	<u>1,375,301</u>	<u>2,732,150</u>

23. Capital and reserves

	Charter capital VND million	Share premium VND million	Investment and development fund VND million	Financial reserve VND million	Reserve to supplement charter capital VND million	Retained profits VND million	Total VND million
Balance at 1/1/2024	25,576,164	57	3,793	2,457,089	1,235,154	4,845,143	34,117,400
Net profit for the period	-	-	-	-	-	9,720,900	9,720,900
Appropriation to equity reserves	-	-	-	972,090	972,090	(1,944,180)	-
Appropriation to bonus and welfare fund (i)	-	-	-	-	-	(500,000)	(500,000)
Balance at 31/12/2024	25,576,164	57	3,793	3,429,179	2,207,244	12,121,863	43,338,300
Balance at 1/1/2023	17,291,054	57	3,793	1,899,865	956,541	3,903,844	24,055,154
Net profit for the period	-	-	-	-	-	5,572,246	5,572,246
Capital increase by issuing shares	5,000,000	-	-	-	-	-	5,000,000
Capital increase by payment of share dividends	3,285,110	-	-	-	-	(3,285,110)	-
Appropriation to equity reserves	-	-	-	557,224	278,613	(835,837)	-
Appropriation to bonus and welfare fund	-	-	-	-	-	(510,000)	(510,000)
Balance at 31/12/2023	25,576,164	57	3,793	2,457,089	1,235,154	4,845,143	34,117,400

- (i) The Bank appropriated the bonus and welfare fund according to the year 2023 profit distribution plan submitted to the Annual General Meeting 2024 of Shareholders and approved according to the Resolution of the Annual General Meeting 2024 of Shareholders dated 17 April 2024.

Share capital

	<u>31/12/2024</u>	<u>31/12/2023</u>
Number of shares registered for issuance	2,557,616,416	2,557,616,416
Number of shares offered to public	2,557,616,416	2,557,616,416
<i>Ordinary shares</i>	<i>2,557,616,416</i>	<i>2,557,616,416</i>
Number of shares in circulation	2,557,616,416	2,557,616,416
<i>Ordinary shares</i>	<i>2,557,616,416</i>	<i>2,557,616,416</i>
Par value of a share (VND)	<u>10,000</u>	<u>10,000</u>

Each share is entitled to one vote at meetings of the Bank. Shareholders are entitled to receive dividend as declared from time to time. All ordinary shares are ranked equally with regard to the Bank's residual assets. In respect of shares bought back by the Bank, all rights are suspended until those shares are reissued.

As at 31 December 2024 and 31 December 2023, a shareholder of the Bank, Vietnam Post Corporation, held more than 5% of the Bank's ordinary shares. Vietnam Post Corporation operates under Business Registration Certificate No. 0102595740 and its Head Office is located at No. 5, Pham Hung Street, My Dinh Ward, Nam Tu Liem District, Hanoi, Vietnam.

24. Dividends

The Resolution of the Extraordinary General Meeting of Shareholders in 2024 dated 16 November 2024 approved the 2023 profit distribution plan according to the content of Submission No. 2820/2024/TTr-HDQT dated 29 August 2024 of the Bank's Board of Directors, including the plan to issue shares to pay dividends in 2023 at a rate of 16.8%. Pursuant to Resolution No. 4492/2024/NQ-HDQT dated 18 December 2024, the last registration date to close the list of shareholders exercising the right to receive stock dividends in 2023 is 30 December 2024. Pursuant to the Report on the results of the share issuance to pay dividends in 2023 No. 212/2025/BC-LPBank dated 7 January 2025, the Bank has distributed 429,665,684 shares to pay dividends of 2023.

25. Earning per share

(a) Net profit for calculating earnings per share

	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million (Restated) (*)	Year ended 31/12/2023 VND million (As stated before)
Net profit for the year	9,720,900	5,572,246	5,572,246
Amount appropriated to bonus and welfare funds	-	(500,000)	-
Net profit attributable to ordinary shareholders	9,720,900	5,072,246	5,572,246

- (*) The previous year's bonus and welfare fund appropriation is restated according to the actual figures in the Resolution of the Bank's Board of Directors approved in 2024.

As at the date of these financial statements, the Bank has not yet estimated the amount of bonus and welfare funds for the fiscal year ending 31 December 2024. Therefore, the basic earnings per share calculated based on the estimate does not include the amount of bonus and welfare funds for 2024. The actual amount distributed to the bonus and welfare funds for the financial year ending 31 December 2024 will be approved at the General Meeting of Shareholders held in 2025 and therefore the basic earnings per share may differ from the above figures.

(b) Weighted average number of ordinary shares

Pursuant to the guidance in Vietnamese Accounting Standard No. 30 - Earnings per share, the Bank retroactively adjusts "Basic earnings per share" for all reporting periods if the number of outstanding ordinary shares increases due to capitalization, bonus shares, stock splits or decreases due to share consolidation, including changes occurring after the end of the financial year but before the issuance of the financial statements.

According to the Report on the results of the 2023 dividend issuance No. 212/2025/BC-LPBank dated 7 January 2025, the Bank has distributed 429,665,684 shares to pay dividends of 2023 (Note 24), so the basic earnings per share for the financial year ended 31 December 2023 is restated as follows:

	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million (Restated)	Year ended 31/12/2023 VND million (As stated before)
Number of ordinary shares issued at the beginning of the year	2,060,231,240	1,592,528,412	1,592,528,412
Impact of issuing shares to pay dividends of 2022	-	385,511,047	385,511,047
Issuing shares to the public to existing shareholders of 2023	-	82,191,781	82,191,781
Impact of issuing shares to pay dividends of 2023	429,665,684	429,665,684	-
Weighted average number of ordinary shares in the year	2,489,896,924	2,489,896,924	2,060,231,240
(c) Basic earnings per share			
	Year ended 31/12/2024	Year ended 31/12/2023 (Restated)	Year ended 31/12/2023 (As stated before)
Basic earnings per share (VND/share)	3,904	2,037	2,705

26. Cash and cash equivalents

	31/12/2024 VND million	31/12/2023 VND million
Cash on hand	1,162,384	2,382,762
Balances with the SBV	14,369,534	14,578,444
Current accounts and term deposits at other CIs with original term not exceeding 3 months	89,027,361	35,059,076
	104,559,279	52,020,282

27. Net interest income

	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million
Interest and similar income		
▪ Interest income from deposits	1,855,404	1,121,923
▪ Interest income from loans to customers	29,348,182	28,449,092
▪ Interest income from trading and investing in debt securities	2,272,537	2,254,660
▪ Income from guarantee services	660,035	524,389
▪ Income from debts trading activities	852	3,587
▪ Other income from credit activities	24	-
	<u>34,137,034</u>	<u>32,353,651</u>
Interest and similar expenses		
▪ Interest expenses on deposits	(14,949,435)	(16,700,017)
▪ Interest expenses on borrowings	(181,010)	(178,172)
▪ Interest expenses on valuable papers issued	(2,884,485)	(3,064,227)
▪ Interest expenses on other credit activities	(21,645)	(20,295)
▪ Brokerage commission fee for postal savings services	(706,716)	(1,187,811)
	<u>(18,743,291)</u>	<u>(21,150,522)</u>
Net interest income	<u>15,393,743</u>	<u>11,203,129</u>

28. Net fee and commission income

	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million
Fee and commission income from		
▪ Settlement services	173,346	182,265
▪ Treasury services	37,941	32,528
▪ Entrusting, consulting and insurance agency services	565,370	2,689,397
▪ Other services	2,817,477	1,001,798
	<u>3,594,134</u>	<u>3,905,988</u>
Fee and commission expenses to		
▪ Settlement services	(181,576)	(181,982)
▪ Treasury services	(5,418)	(855)
▪ Other services	(196,141)	(157,524)
	<u>(383,135)</u>	<u>(340,361)</u>
Net fee and commission income	<u>3,210,999</u>	<u>3,565,627</u>

29. Net gain from trading of foreign currencies

	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million
Income from trading of foreign currencies		
▪ Gain from trading of foreign currencies	526,341	363,617
▪ Gain from currency derivative financial instruments	1,127,606	1,613,915
	<u>1,653,947</u>	<u>1,977,532</u>
Expenses for trading of foreign currencies		
▪ Loss from trading of foreign currencies	(278,192)	(83,867)
▪ Loss from currency derivative financial instruments	(1,102,450)	(1,458,567)
	<u>(1,380,642)</u>	<u>(1,542,434)</u>
Net gain from trading of foreign currencies	<u>273,305</u>	<u>435,098</u>

30. Net gain from trading securities

	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million
Gain from trading securities	43,021	30,208
Loss from trading securities	-	-
Net gain from trading securities	<u>43,021</u>	<u>30,208</u>

31. Income from equity investments, purchase of shares

	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million
Dividends received in the period from equity investments, purchase of shares		
▪ <i>From long-term capital contribution and investments</i>	75,017	49,345
	<u>75,017</u>	<u>49,345</u>

32. Net loss from investment securities

	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million
Gain from investment securities	49	1,464
Loss from investment securities	(1,511)	(6,718)
Net loss from investment securities	<u>(1,462)</u>	<u>(5,254)</u>

33. Net gain from other activities

	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million
Income from other activities		
▪ Proceeds from disposal of assets	118,655	16,163
▪ Income from debts written off	945,522	376,721
▪ Income from interest rate swaps	161,869	74,493
▪ Other income	20,227	23,147
	<u>1,246,273</u>	<u>490,524</u>
Expenses for other activities		
▪ Expenses from interest rate swaps	(155,694)	(63,874)
▪ Other expenses	(152,772)	(79,498)
	<u>(308,466)</u>	<u>(143,372)</u>
Net income from other activities	<u>937,807</u>	<u>347,152</u>

34. Operating expenses

	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million
Tax, duties and fees	128,709	156,982
Staff costs	3,150,672	3,233,810
In which:		
<i>Salaries and allowances</i>	2,728,178	2,793,324
<i>Salary-based expenses</i>	265,565	271,746
<i>Severance allowances</i>	4,104	3,868
<i>Other staff costs</i>	152,825	164,872
Expenses on assets	1,173,005	1,023,185
In which:		
<i>Depreciation and amortisation</i>	224,790	253,705
<i>Rental expenses</i>	568,282	488,567
<i>Asset repair and maintenance expenses</i>	379,933	280,913
Management expenses	1,054,423	1,097,649
In which:		
<i>Per diem</i>	22,150	24,048
<i>Expenses for union activities</i>	335	505
<i>Other administration expenses</i>	1,031,938	1,073,096
Insurance expenses on deposits of customers	281,854	236,979
Other allowances for other on-balance sheet assets	38	351
Other operating expenses	21,742	10,916
	<u>5,810,443</u>	<u>5,759,872</u>

35. Allowance and provision expenses

	Note	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million
Reversal of allowance for loans to other CIs	7	(600)	(621)
Provision of general allowance for loans to customers	11	414,118	303,462
Provision of specific allowance for loans to customers	11	1,540,466	2,526,003
Reversal of allowance for debt purchases	12	(165)	(2,804)
		<u>1,953,819</u>	<u>2,826,040</u>

36. Income tax

(a) Recognised in the statement of income

	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million
Current tax expense		
Current year	2,428,554	1,455,900
Adjustments of income tax differences in prior years	18,714	11,247
	<u>2,447,268</u>	<u>1,467,147</u>

(b) Reconciliation of effective tax rate

	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million
Accounting profit before tax	12,168,168	7,039,393
Tax at the Bank's tax rate	2,433,634	1,407,322
Tax on tax exempt income	(15,003)	(9,869)
Tax on non-deductible expenses	9,923	58,447
Adjustments of income tax differences in prior years	18,714	11,247
	<u>2,447,268</u>	<u>1,467,147</u>

(c) Applicable tax rates

The usual income tax rate applicable to the Bank before any incentives is 20%. The income tax computation is subject to the review and approval of the tax authorities.

37. Obligations to the State Treasury

Year ended 31 December 2024

	Opening balance	Incurred during the year		Closing balance
	VND million	Incurred VND million	Paid/offset VND million	VND million
Value added tax	11,228	333,256	(332,395)	12,089
Corporate income tax	972,900	2,447,268	(2,740,215)	679,953
Other taxes	25,428	274,787	(285,937)	14,278
	<u>1,009,556</u>	<u>3,055,311</u>	<u>(3,358,547)</u>	<u>706,320</u>

Year ended 31 December 2023

	Opening balance	Incurred during the year		Closing balance
	VND million	Incurred VND million	Paid/offset VND million	VND million
Value added tax	17,996	298,503	(305,271)	11,228
Corporate income tax	804,800	1,467,147	(1,299,047)	972,900
Other taxes	55,365	237,437	(267,374)	25,428
	<u>878,161</u>	<u>2,003,087</u>	<u>(1,871,692)</u>	<u>1,009,556</u>

38. Employees' benefits

	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million
Total number of employees as at 31 December (person)	11,189	10,627
Average number of employees during the year (person)	11,505	11,180
Basic salaries (1) (VND million)	2,728,178	2,793,324
Allowances (2) (VND million)	269,669	275,614
Other incomes (3) (VND million)	152,825	164,872
Total income (1+2+3) (Note 34)	<u>3,150,672</u>	<u>3,233,810</u>
Average monthly salary (VND million)	19.76	20.82
Average monthly income (VND million)	<u>22.82</u>	<u>24.10</u>

39. Assets, valuable papers for pledging, mortgaging and discount, re-discount

(a) Assets, valuable papers for pledging, mortgaging and discount, re-discount

	31/12/2024	31/12/2023
	VND million	VND million
Real estate	481,917,353	327,973,063
Movable assets	16,406,526	8,148,299
Valuable papers	93,080,955	95,889,324
Others	377,848,903	380,200,274
	<u>969,253,737</u>	<u>812,210,960</u>

(b) Assets and valuable papers pledged/mortgaged or given for discount, re-discount

	31/12/2024	31/12/2023
	VND million	VND million
Debt securities	<u>9,261,400</u>	<u>12,185,000</u>

40. Contingent liabilities and other commitments

	Contractual value - gross VND million	31/12/2024 Margin deposits VND million	Contractual value - net VND million
Loan guarantees	47,370	-	47,370
Foreign exchange commitments	173,657,384	-	173,657,384
<i>In which:</i>			
<i>Foreign currency purchase commitments</i>	5,678,169	-	5,678,169
<i>Foreign currency sale commitments</i>	4,148,345	-	4,148,345
<i>Swap commitments</i>	163,830,870	-	163,830,870
Letters of Credit	- 484,550	(5)	484,545
Other guarantee	3,067,161	(49,223)	3,017,938
Other commitments	5,526,892	-	5,526,892
	<u>182,783,357</u>	<u>(49,228)</u>	<u>182,734,129</u>

	Contractual value - gross VND million	31/12/2023 Margin deposits VND million	Contractual value - net VND million
Loan guarantees	55,340	-	55,340
Foreign exchange commitments	162,150,751	-	162,150,751
<i>In which:</i>			
<i>Foreign currency purchase commitments</i>	-	-	-
<i>Foreign currency sale commitments</i>	2,902,200	-	2,902,200
<i>Swap commitments</i>	159,248,551	-	159,248,551
Letters of Credit	695,062	(18,664)	676,398
Other guarantee	1,770,860	(64,097)	1,706,763
Other commitments	4,486,870	-	4,486,870
	<u>169,158,883</u>	<u>(82,761)</u>	<u>169,076,122</u>

41. Trust and agency activities for credit institution

	31/12/2024 VND million	31/12/2023 VND million
Other trust activities	<u>4,707,967</u>	<u>4,707,967</u>

42. Uncollected loan interest and fees

	31/12/2024 VND million	31/12/2023 VND million
Loan interest not yet collected	1,799,827	1,232,715
Fees not yet collected	5,576	3,011
	<u>1,805,403</u>	<u>1,235,726</u>

43. Written-off bad debts

	31/12/2024 VND million	31/12/2023 VND million
Written-off principal of debts under surveillance	7,400,426	7,138,374
Written-off interest of debts under surveillance	3,713,443	3,511,401
Other written-off debts	1,105	34
	<u>11,114,974</u>	<u>10,649,809</u>

44. Other assets and documents in custody

	31/12/2024 VND million	31/12/2023 VND million
Other assets kept under custody	<u>1,560,377</u>	<u>2,322,992</u>

45. Significant transactions with related parties

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

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

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

	Receivables/(payables)	
	31/12/2024 VND million	31/12/2023 VND million
Vietnam Post Corporation		
▪ Term and demand deposits	(779,126)	(921,265)
▪ Other receivables	57,240	46,590
▪ Interest payables on term deposits	(11,887)	(13,439)
LPBank Securities Joint Stock Company		
▪ Term and demand deposits	(1,286,314)	(215,795)
▪ Interest payables on term deposits	(937)	(2,799)
▪ Loan to customers	451,939	-
LPBank Insurance Joint Stock Corporation		
▪ Term and demand deposits	(1,419,586)	(856,271)
▪ Interest payables on term deposits	(2,646)	(442)
Xuan Thanh Construction and Development Investment Company Limited		
▪ Term and demand deposits	(214,794)	(48,119)
▪ Interest payables on term deposits	-	(1)
Xuan Thanh Cement Joint Stock Company		
▪ Term and demand deposits	(512,563)	(68,957)
▪ Loan to customers	646,182	-
Xuan Thanh Trading Investment Company Limited		
▪ Term and demand deposits	(1,343)	(1,420)
My Hanh Limited Liability Company		
▪ Term and demand deposits	(175)	(577)
Xuan Thanh Economic Group Joint Stock Corporation		
▪ Term and demand deposits	(120)	(32)
Duc Binh Construction Trading One Member Company Limited		
▪ Term and demand deposits	(6)	(12)
BVM Ninh Binh Company Limited		
▪ Term and demand deposits	(739)	(2)
Members of Board of Directors, Board of Supervision and Board of Management		
▪ Term and demand deposits	(22,917)	(57,163)
▪ Interest payables on term deposits	(136)	(500)

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Transactions with related parties during the year were as follows:

	Income/(expenses)	
	Year ended 31/12/2024 VND million	Year ended 31/12/2023 VND million
Vietnam Post Corporation		
▪ Interest expenses	(46,723)	(16,036)
LPBank Securities Joint Stock Company		
▪ Interest expenses	(37,964)	(10,067)
LPBank Insurance Joint Stock Corporation		
▪ Interest expenses	(10,184)	(703)
Members of Board of Directors, Board of Supervision and Board of Management		
▪ Interest expenses	(1,270)	(161)
▪ Salary and bonus	(19,251)	(33,150)
<i>Board of Directors</i>	(7,200)	(10,618)
<i>Board of Supervision</i>	(2,617)	(2,785)
<i>Board of Management</i>	(9,434)	(19,747)

46. Concentration of assets, liabilities and off statement of financial position commitments by geographical segments

As at 31 December 2024

	Domestic VND million	Overseas VND million	Total VND million
Assets			
Cash	1,162,384	-	1,162,384
Balances with the SBV	14,369,534	-	14,369,534
Deposits with and loans to other CIs - gross	95,750,825	761,471	96,512,296
Securities held for trading	-	660,321	660,321
Derivatives and other financial assets	9,137	-	9,137
Loans to customers - gross	331,606,315	-	331,606,315
Investment securities	58,080,339	-	58,080,339
Long-term investments	548,808	-	548,808
Fixed assets	2,731,787	-	2,731,787
Other assets - gross	7,042,954	-	7,042,954
Total	511,302,083	1,421,792	512,723,875
Liabilities			
Amounts due to the Government and the SBV	1,271,377	-	1,271,377
Deposits and borrowings from other CIs	113,306,132	2,042,879	115,349,011
Deposits from customers	282,806,123	365,723	283,171,846
Valuable papers issued	55,458,916	-	55,458,916
Other liabilities	9,740,948	-	9,740,948
Total	462,583,496	2,408,602	464,992,098
Off statement of financial position items			
Loan guarantees	47,370	-	47,370
Foreign exchange commitments	173,657,384	-	173,657,384
Letters of credit	-	484,550	484,550
Other guarantees	3,067,161	-	3,067,161
Other commitments	5,526,892	-	5,526,892
Uncollected loan interest and fees	1,805,403	-	1,805,403
Written-off bad debts	11,114,974	-	11,114,974
Other assets and documents in custody	1,560,377	-	1,560,377

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	Domestic VND million	Overseas VND million	Total VND million
Assets			
Cash	2,382,762	-	2,382,762
Balances with the SBV	14,578,444	-	14,578,444
Deposits with and loans to other CIs - gross	35,265,199	320,054	35,585,253
Securities held for trading	-	580,440	580,440
Loans to customers - gross	275,430,884	-	275,430,884
Debts purchased- gross	21,961	-	21,961
Investment securities	46,844,368	-	46,844,368
Long-term investments	348,718	-	348,718
Fixed assets	1,949,987	-	1,949,987
Other assets - gross	8,663,775	-	8,663,775
Total	385,486,098	900,494	386,386,592
Liabilities			
Amounts due to the Government and the SBV	89,576	-	89,576
Deposits and borrowings from other CIs	48,903,179	1,209,250	50,112,429
Deposits from customers	237,005,395	386,214	237,391,609
Derivatives and other financial liabilities	75,786	-	75,786
Valuable papers issued	47,909,881	-	47,909,881
Other liabilities	13,166,498	-	13,166,498
Total	347,150,315	1,595,464	348,745,779
Off statement of financial position items			
Loan guarantees	55,340	-	55,340
Foreign exchange commitments	162,150,751	-	162,150,751
Letters of credit	-	695,062	695,062
Other guarantees	1,770,860	-	1,770,860
Other commitments	4,486,870	-	4,486,870
Uncollected loan interest and fees	1,235,726	-	1,235,726
Written-off bad debts	10,649,809	-	10,649,809
Other assets and documents in custody	2,322,992	-	2,322,992

47. Segment report

Year ended 31 December 2024

	The North VND million	The Central VND million	The South VND million	Others VND million	Total VND million
I. Revenue	17,649,999	7,184,676	8,399,015	43,763,425	76,997,115
1. Interest revenue	16,869,073	6,689,134	7,261,877	39,564,590	70,384,674
<i>External revenue</i>	6,217,858	4,084,106	5,099,509	18,735,561	34,137,034
<i>Inter-segment revenue</i>	10,651,215	2,605,028	2,162,368	20,829,029	36,247,640
2. Fee and commission income	457,062	341,337	438,480	2,357,255	3,594,134
3. Other revenue	323,864	154,205	698,658	1,841,580	3,018,307
II. Expenses	(14,667,331)	(5,647,962)	(6,048,912)	(36,510,923)	(62,875,128)
1. Interest expenses	(12,806,529)	(4,625,529)	(4,822,639)	(32,736,234)	(54,990,931)
<i>External interest expenses</i>	(8,573,860)	(2,056,620)	(1,598,519)	(6,514,292)	(18,743,291)
<i>Inter-segment interest expenses</i>	(4,232,669)	(2,568,909)	(3,224,120)	(26,221,942)	(36,247,640)
2. Depreciation and amortisation	(47,872)	(36,468)	(33,060)	(107,390)	(224,790)
3. Direct expenses	(1,812,930)	(985,965)	(1,193,213)	(3,667,299)	(7,659,407)
Operating results before allowance expenses	2,982,668	1,536,714	2,350,103	7,252,502	14,121,987
Allowance expenses	119,377	(136,710)	(403,252)	(1,533,234)	(1,953,819)
Segment results before tax	3,102,045	1,400,004	1,946,851	5,719,268	12,168,168
Income tax - expenses	-	-	-	(2,447,268)	(2,447,268)
Segment results after tax	3,102,045	1,400,004	1,946,851	3,272,000	9,720,900

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	<u>The North VND million</u>	<u>The Central VND million</u>	<u>The South VND million</u>	<u>Others VND million</u>	<u>Total VND million</u>
III. Assets	185,733,725	46,441,309	53,821,404	222,333,960	508,330,398
1. Cash	562,571	261,599	338,214	-	1,162,384
2. Fixed assets	177,654	128,746	98,315	2,327,072	2,731,787
3. Other assets	184,993,500	46,050,964	53,384,875	220,006,888	504,436,227
IV. Liabilities	182,631,680	45,041,305	51,874,552	185,444,561	464,992,098
1. External liabilities	182,625,074	45,037,713	51,865,236	184,900,603	464,428,626
2. Inter-segment liabilities	2,511	1,046	1,318	10,673	15,548
3. Other liabilities	4,095	2,546	7,998	533,285	547,924

Year ended 31 December 2023

	The North VND million	The Central VND million	The South VND million	Others VND million	Total VND million
I. Revenue	26,653,547	7,834,762	10,821,482	33,137,428	78,447,219
1. Interest revenue	25,967,781	7,434,108	10,164,190	28,426,079	71,992,158
<i>External revenue</i>	13,397,986	4,408,590	8,111,537	6,435,538	32,353,651
<i>Inter-segment revenue</i>	12,569,795	3,025,518	2,052,653	21,990,541	39,638,507
2. Fee and commission income	444,108	338,109	401,668	2,722,103	3,905,988
3. Other revenue	241,658	62,545	255,624	1,989,246	2,549,073
II. Expenses	(23,436,290)	(6,809,689)	(9,004,473)	(29,331,334)	(68,581,786)
1. Interest expenses	(21,500,459)	(5,799,254)	(7,780,583)	(25,708,733)	(60,789,029)
<i>External interest expenses</i>	(10,842,148)	(2,627,949)	(1,574,186)	(6,106,239)	(21,150,522)
<i>Inter-segment interest expenses</i>	(10,658,311)	(3,171,305)	(6,206,397)	(19,602,494)	(39,638,507)
2. Depreciation and amortisation	(61,642)	(50,530)	(51,577)	(89,956)	(253,705)
3. Direct expenses	(1,874,189)	(959,905)	(1,172,313)	(3,532,645)	(7,539,052)
Operating results before allowance expenses	3,217,257	1,025,073	1,817,009	3,806,094	9,865,433
Allowance expenses	(116,099)	(103,092)	(1,539,675)	(1,067,174)	(2,826,040)
Segment results before tax	3,101,158	921,981	277,334	2,738,920	7,039,393
Income tax - expenses	-	-	-	(1,467,147)	(1,467,147)
Segment results after tax	3,101,158	921,981	277,334	1,271,773	5,572,246

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As at 31 December 2023		The North VND million	The Central VND million	The South VND million	Others VND million	Total VND million
III.	Assets	163,703,851	39,443,963	59,478,735	120,236,630	382,863,179
1.	Cash	821,674	347,829	1,213,259	-	2,382,762
2.	Fixed assets	231,666	166,026	135,030	1,417,265	1,949,987
3.	Other assets	162,650,511	38,930,108	58,130,446	118,819,365	378,530,430
IV.	Liabilities	160,602,694	38,521,982	59,201,400	90,419,703	348,745,779
1.	External liabilities	160,568,916	38,500,557	59,177,863	89,871,791	348,119,127
2.	Inter-segment liabilities	28,735	15,788	20,733	180,151	245,407
3.	Other liabilities	5,043	5,637	2,804	367,761	381,245

48. Financial risk management

(a) Risk management policies related to financial instruments

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

- Credit risk
- Liquidity risk
- Market risk

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

Risk management framework

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

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

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

(b) Credit risk

The Bank is subject to credit risk through its lending, investing activities and in cases where it acts as an intermediary on behalf of customers or other third parties or issues guarantees.

The risk that counterparties might default on their obligations is monitored on an ongoing basis. To manage the level of credit risk, the Bank prefers to deal with counterparties with high creditworthiness and, where appropriate, requires collateral.

The Bank's primary exposure to credit risk arises through its loans. The amount of credit exposure in this regard is represented by the carrying amounts of the assets on the statement of financial position. In addition, the Bank is exposed to off statement of financial position credit risk through commitments to extend credit and guarantees issued.

The concentration of credit risk (on statement of financial position or off statement of financial position) arising from financial instruments exists in a group of counterparties when these groups have similar economic characteristics that may cause the ability of the counterparty groups to repay their debts to be similarly affected by changes in economic or other conditions.

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

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

Credit risk management and control are implemented through relevant policies and procedures, including credit risk management policies and the activities of the Risk Council, the Risk and Debt Settlement Council and the Credit Council. The Bank classifies debts of customers and other credit institutions based on Circular 31, thereby regularly assessing the risks of problem debts, bad debts, and proposing appropriate handling measures.

To manage credit risks, the Bank uses tools such as developing policies and issuing regulations related to credit risk management, developing credit procedures, conducting credit risk reviews, developing a credit rating and debt classification system, and decentralizing authority in credit activities.

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

The Bank's financial assets which are undue and not required to make allowance for, include loans in Group 1 which are classified as Current under Circular 31 and Decree 86, securities, receivables and other financial assets which are undue and not required to make allowance for. The Bank's Board of Management believes that the Bank has the ability to collect these financial assets adequately and timely in the future.

Financial assets that are "overdue but not requiring allowance yet" mainly comprise loans to customers classified by the Bank into Group 2 to Group 5, overdue receivables under Circular 31 and Decree 86 that do not require allowance yet as the Bank was holding sufficient collaterals to compensate for credit losses in accordance with current regulations of SBV.

Financial assets that are "overdue and allowance provided" mainly comprise loans to customers, loans to other CIs classified by the Bank in Group 2 to Group 5 and overdue receivables under Circular 31 and Decree 86 that require allowance and have been provided for by the Bank.

The following table presents the maximum exposure to credit risk from statement of financial position, before taking account of any collateral held or other credit risk enhancements:

As at 31 December 2024	Not overdue and not requiring allowance VND million	Overdue but not requiring allowance yet				Overdue and allowance provided VND million	Total VND million
		Overdue from 10 to 90 days VND million	Overdue from 91 to 180 days VND million	Overdue from 181 to 360 days VND million	Overdue more than 360 days VND million		
Balances with the SBV	14,369,534	-	-	-	-	-	14,369,534
Balances with and loans to other CIs - gross	96,455,319	-	-	-	-	56,977	96,512,296
Securities held for trading	660,321	-	-	-	-	-	660,321
Loans to customers - gross	323,148,343	1,699,746	173,347	146,716	193,419	6,244,744	331,606,315
Investment securities	58,080,339	-	-	-	-	-	58,080,339
Other financial assets - gross	5,544,113	-	-	-	-	6,410	5,550,523
	<u>498,257,969</u>	<u>1,699,746</u>	<u>173,347</u>	<u>146,716</u>	<u>193,419</u>	<u>6,308,131</u>	<u>506,779,328</u>
As at 31 December 2023	Not overdue and not requiring allowance VND million	Overdue but not requiring allowance yet				Overdue and allowance provided VND million	Total VND million
		Overdue from 10 to 90 days VND million	Overdue from 91 to 180 days VND million	Overdue from 181 to 360 days VND million	Overdue more than 360 days VND million		
Balances with the SBV	14,578,444	-	-	-	-	-	14,578,444
Balances with and loans to other CIs - gross	35,528,276	-	-	-	-	56,977	35,585,253
Securities held for trading	580,440	-	-	-	-	-	580,440
Loans to customers - gross	268,630,841	464,662	142,870	178,181	223,310	5,791,020	275,430,884
Debt purchases - gross	21,961	-	-	-	-	-	21,961
Investment securities	46,844,368	-	-	-	-	-	46,844,368
Other financial assets - gross	7,470,277	-	-	-	-	7,480	7,477,757
	<u>373,654,607</u>	<u>464,662</u>	<u>142,870</u>	<u>178,181</u>	<u>223,310</u>	<u>5,855,477</u>	<u>380,519,107</u>

As at 31 December 2024, non-performing loan ratio according to debt status of customers at the Bank 1.57% (as at 31 December 2023: 1.34%). Details on classification quality of credit risk assets at the Bank are as follows:

As at 31 December 2024		Loans to customers	Debt purchases	Securities held for trading and Investment securities (*)	Deposits at and loans to other CIs (**)	Total
		VND million	VND million	VND million	VND million	VND million
Current	323,148,343	-	24,482,582	94,214,228	441,845,153	
Special mention	3,259,329	-	-	-	3,259,329	
Substandard	855,049	-	-	-	855,049	
Doubtful	1,921,132	-	-	-	1,921,132	
Loss	2,422,462	-	-	56,977	2,479,439	
	<u>331,606,315</u>	<u>-</u>	<u>24,482,582</u>	<u>94,271,205</u>	<u>450,360,102</u>	

As at 31 December 2023		Loans to customers	Debt purchases	Securities held for trading and Investment securities (*)	Deposits at and loans to other CIs (**)	Total
		VND million	VND million	VND million	VND million	VND million
Current	268,630,841	21,961	19,716,037	34,770,800	323,139,639	
Special mention	3,111,392	-	-	-	3,111,392	
Substandard	812,753	-	-	-	812,753	
Doubtful	1,706,597	-	-	-	1,706,597	
Loss	1,169,301	-	-	56,977	1,226,278	
	<u>275,430,884</u>	<u>21,961</u>	<u>19,716,037</u>	<u>34,827,777</u>	<u>329,996,659</u>	

(*) Not included Government bonds and listed bonds issued by other CIs.

(**) Not included demand deposits.

(c) **Market risk**

(i) ***Currency risk***

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

Carrying amounts of assets and liabilities by type of currencies as at 31 December 2024 and 31 December 2023 are as follows:

As at 31 December 2024

	VND VND million	EUR equivalent VND million	USD equivalent VND million	Other currencies equivalent VND million	Total VND million
Assets					
Cash on hand	1,135,043	106	27,235	-	1,162,384
Balances with the SBV	13,401,560	-	967,974	-	14,369,534
Balances with and loans to other CIs - gross	72,389,424	37,957	24,019,745	65,170	96,512,296
Securities held for trading	-	-	660,321	-	660,321
Derivatives and other financial assets	9,137	-	-	-	9,137
Loans to customers - gross	327,373,041	-	4,229,995	3,279	331,606,315
Investment securities	58,080,339	-	-	-	58,080,339
Long-term investments	548,808	-	-	-	548,808
Fixed assets - net	2,731,787	-	-	-	2,731,787
Other assets - gross	6,827,747	435	214,755	17	7,042,954
Total assets	482,496,886	38,498	30,120,025	68,466	512,723,875
Liabilities and equity					
Amounts due to the Government and the SBV and other CIs	87,641,383	-	28,975,726	3,279	116,620,388
Deposits from customers	282,164,672	10,728	957,860	38,586	283,171,846
Valuable papers issued	55,458,916	-	-	-	55,458,916
Other liabilities	9,513,062	1,462	213,519	12,905	9,740,948
Equity and reserves	43,338,300	-	-	-	43,338,300
Total liabilities and equity	478,116,333	12,190	30,147,105	54,770	508,330,398
Foreign exchange position on statement of financial position	4,380,553	26,308	(27,080)	13,696	4,393,477
Foreign exchange position off statement of financial position	3,097,213	-	(3,088,080)	4	9,137
Foreign exchange position on and off statement of financial position	7,477,766	26,308	(3,115,160)	13,700	4,402,614

As at 31 December 2023

	VND VND million	EUR equivalent VND million	USD equivalent VND million	Other currencies equivalent VND million	Total VND million
Assets					
Cash on hand	2,287,656	132	94,974	-	2,382,762
Balances with the SBV	14,416,346	-	162,098	-	14,578,444
Balances with and loans to other CIs - gross	26,164,158	38,376	9,306,416	76,303	35,585,253
Securities held for trading	-	-	580,440	-	580,440
Loans to customers and debts purchases - gross	271,678,358	-	3,774,487	-	275,452,845
Investment securities	46,747,094	-	97,274	-	46,844,368
Long-term investments	348,718	-	-	-	348,718
Fixed assets - net	1,949,987	-	-	-	1,949,987
Other assets - gross	8,090,218	231	568,009	5,317	8,663,775
Total assets	371,682,535	38,739	14,583,698	81,620	386,386,592
Liabilities and equity					
Amounts due to the Government and the SBV and other CIs	36,077,272	-	14,124,733	-	50,202,005
Deposits from customers	236,827,405	3,671	521,487	39,046	237,391,609
Derivatives and other financial liabilities	75,786	-	-	-	75,786
Valuable papers issued	47,909,881	-	-	-	47,909,881
Other liabilities	12,805,601	1,494	352,036	7,367	13,166,498
Equity and reserves	34,117,400	-	-	-	34,117,400
Total liabilities and equity	367,813,345	5,165	14,998,256	46,413	382,863,179
Foreign exchange position on statement of financial position	3,869,190	33,574	(414,558)	35,207	3,523,413
Foreign exchange position off statement of financial position	(2,825,212)	-	2,749,426	-	(75,786)
Foreign exchange position on and off statement of financial position	1,043,978	33,574	2,334,868	35,207	3,447,627

(ii) *Interest risk*

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

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

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

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

The following table shows the Bank's assets and liabilities categorised by the earlier of contractual repricing date or maturity date at the end of the accounting period:

As at 31 December 2024

	Overdue VND million	Free of interest VND million	Less than 1 month VND million	From 1 month to 3 months VND million	From over 3 months to 6 months VND million	From over 6 months to 12 months VND million	Over 1 year to 5 years VND million	Over 5 years VND million	Total VND million
Assets									
Cash on hand	-	1,162,384	-	-	-	-	-	-	1,162,384
Balances with the SBV	-	14,369,534	-	-	-	-	-	-	14,369,534
Deposits with and loans to other CIs	56,977	-	72,030,974	24,224,345	200,000	-	-	-	96,512,296
Securities held for trading	-	660,321	-	-	-	-	-	-	660,321
Derivatives and other financial assets	-	9,137	-	-	-	-	-	-	9,137
Loans to customers and debt purchases - gross (*)	3,435,008	-	19,551,098	141,052,354	110,063,144	34,599,137	19,356,431	3,549,143	331,606,315
Investment securities	-	12,986,335	250,130	600,531	2,000,000	799,881	11,657,322	29,786,140	58,080,339
Long-term investments	-	548,808	-	-	-	-	-	-	548,808
Fixed assets - net	-	2,731,787	-	-	-	-	-	-	2,731,787
Other assets - gross	6,410	7,036,544	-	-	-	-	-	-	7,042,954
Total assets	3,498,395	39,504,850	91,832,202	165,877,230	112,263,144	35,399,018	31,013,753	33,335,283	512,723,875
Liabilities									
Amounts due to the Government and the SBV and other CIs	-	-	85,258,431	28,587,145	17,148	24,115	2,602,912	130,637	116,620,388
Deposits from customers	-	-	63,338,797	70,413,772	74,225,737	66,848,854	8,344,359	327	283,171,846
Valuable papers issued	-	-	-	11,530,591	10,500,215	23,841,143	9,586,967	-	55,458,916
Other liabilities	-	9,740,948	-	-	-	-	-	-	9,740,948
Total liabilities	-	9,740,948	148,597,228	110,531,508	84,743,100	90,714,112	20,534,238	130,964	464,992,098
Interest sensitivity gap on statement of financial position	3,498,395	29,763,902	(56,765,026)	55,345,722	27,520,044	(55,315,094)	10,479,515	33,204,319	47,731,777
Interest sensitivity gap on, off statement of financial position	3,498,395	29,763,902	(56,765,026)	55,345,722	27,520,044	(55,315,094)	10,479,515	33,204,319	47,731,777

(*) This balance is determined based on the contractual overdue days of each loan, not on customers basis.

Fortune Vietnam Joint Stock Commercial Bank
 LPB Tower, No. 210 Tran Quang Khai Street, Trang Tien Ward
 Hoan Kiem District, Hanoi, Vietnam
 Notes to interim financial statements
 Quarter IV of 2024 and for the period ended 31 December 2024 (continued)

Mẫu số: B05a/TCTD
 (Issued under Circular No. 49/2014/TT-NHNN
 dated 31 December 2014
 of the State Bank of Vietnam)

As at 31 December 2023

	Overdue VND million	Free of interest VND million	Less than 1 month VND million	From 1 month to 3 months VND million	From over 3 months to 6 months VND million	From over 6 months to 12 months VND million	Over 1 year to 5 years VND million	Over 5 years VND million	Total VND million
Assets									
Cash on hand	-	2,382,762	-	-	-	-	-	-	2,382,762
Balances with the SBV	-	14,578,444	-	-	-	-	-	-	14,578,444
Deposits with and loans to other CIs	56,977	-	30,587,276	4,841,000	-	100,000	-	-	35,583,253
Securities held for trading	-	580,440	-	-	-	-	-	-	580,440
Loans to customers and debt purchases - gross (*)	1,786,321	-	37,967,892	145,086,661	38,681,110	31,760,202	17,903,526	2,267,133	275,452,845
Investment securities	-	6,755,143	250,000	3,300,000	1,443,000	3,714,275	9,600,000	21,781,950	46,844,368
Long-term investments	-	348,718	-	-	-	-	-	-	348,718
Fixed assets - net	-	1,949,987	-	-	-	-	-	-	1,949,987
Other assets - gross	7,480	8,656,295	-	-	-	-	-	-	8,663,775
Total assets	1,850,778	35,251,789	68,805,168	153,227,661	40,124,110	35,574,477	27,503,526	24,049,083	386,386,592
Liabilities									
Amounts due to the Government and the SBV and other CIs	-	-	42,133,624	6,066,213	1,256,138	44,820	581,469	119,741	50,202,005
Deposits from customers	-	-	58,646,241	64,646,068	50,074,071	52,471,537	11,552,487	1,205	237,391,609
Derivatives and other financial liabilities	-	75,786	-	-	-	-	-	-	75,786
Valuable papers issued	-	-	-	15,494,668	2,649,981	8,015,651	18,677,613	3,071,968	47,909,881
Other liabilities	-	13,166,498	-	-	-	-	-	-	13,166,498
Total liabilities	-	13,242,284	100,779,865	86,206,949	53,980,190	60,532,008	30,811,569	3,192,914	348,745,779
Interest sensitivity gap on statement of financial position	1,850,778	22,009,505	(31,974,697)	67,020,712	(13,856,080)	(24,957,531)	(3,308,043)	20,856,169	37,640,813
Interest sensitivity gap on, off statement of financial position	1,850,778	22,009,505	(31,974,697)	67,020,712	(13,856,080)	(24,957,531)	(3,308,043)	20,856,169	37,640,813

(*) This balance is determined based on the contractual overdue days of each loan, not on customers basis.

(iii) *Liquidity risk*

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

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

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

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

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

Fortune Vietnam Joint Stock Commercial Bank
 LPB Tower, No. 210 Tran Quang Khai Street, Trang Tien Ward
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Mẫu số: B05a/TCTD
 (Issued under Circular No. 49/2014/TT-NHNN
 dated 31 December 2014
 of the State Bank of Vietnam)

As at 31 December 2024

	Overdue		Current				Total VND million	
	More than 3 months VND million	Up to 3 months VND million	Up to 1 month VND million	From 1 to 3 months VND million	From 3 to 12 months VND million	From 1 to 5 years VND million		More than 5 years VND million
Assets								
Cash on hand	-	-	1,162,384	-	-	-	-	1,162,384
Balances with the SBV	-	-	14,369,534	-	-	-	-	14,369,534
Balances with and loans to other CIs - gross	56,977	-	72,030,974	24,224,345	200,000	-	-	96,512,296
Securities held for trading	-	-	660,321	-	-	-	-	660,321
Derivatives and other financial assets	-	-	9,137	-	-	-	-	9,137
Loans to customers and debts purchases - gross	1,917,302	1,517,706	9,706,512	29,668,262	150,901,712	111,263,952	26,630,869	331,606,315
Investment securities	-	-	800,131	800,531	12,042,623	13,657,322	30,779,732	58,080,339
Long-term investments	-	-	-	-	-	-	548,808	548,808
Fixed assets - net	-	-	-	-	-	2,731,787	-	2,731,787
Other assets - gross	6,410	-	7,036,544	-	-	-	-	7,042,954
Total assets	1,980,689	1,517,706	105,775,537	54,693,138	163,144,335	127,653,061	57,959,409	512,723,875
Liabilities								
Amounts due to the Government and the SBV and other CIs	-	-	85,258,431	28,587,145	41,263	2,602,912	130,637	116,620,388
Deposits from customers	-	-	64,908,196	68,844,373	141,074,591	8,344,359	327	283,171,846
Valuable papers issued	-	-	-	11,441,857	24,267,078	12,586,967	7,163,014	55,458,916
Other liabilities	-	-	9,740,948	-	-	-	-	9,740,948
Total liabilities	-	-	159,907,575	108,873,375	165,382,932	23,534,238	7,293,978	464,992,098
Net liquidity gap	1,980,689	1,517,706	(54,132,038)	(54,180,237)	(2,238,597)	104,118,823	50,665,431	47,731,777

(*) This balance is determined based on the contractual overdue days of each loan, not on customers basis.

As at 31 December 2023

	Overdue		Current				Total VND million
	More than 3 months VND million	Up to 3 months VND million	Up to 1 month VND million	From 1 to 3 months VND million	From 3 to 12 months VND million	From 1 to 5 years VND million	
Assets							
Cash on hand	-	-	2,382,762	-	-	-	2,382,762
Balances with the SBV	-	-	14,578,444	-	-	-	14,578,444
Balances with and loans to other CIs - gross	56,977	-	30,587,276	4,841,000	100,000	-	35,585,253
Securities held for trading	-	-	580,440	-	-	-	580,440
Loans to customers and debts purchases - gross	1,160,744	625,577	12,707,805	20,267,472	126,903,557	91,771,946	275,452,845
Investment securities	-	-	250,182	6,351,309	7,980,667	9,613,954	46,844,368
Long-term investments	-	-	-	-	-	-	348,718
Fixed assets - net	-	-	-	-	-	1,949,987	1,949,987
Other assets - gross	7,480	-	8,656,295	-	-	-	8,663,775
Total assets	1,225,201	625,577	69,743,204	31,459,781	134,984,224	103,335,887	45,012,718
Liabilities							
Amounts due to the Government and the SBV and other CIs	-	-	42,133,624	6,066,213	1,300,958	581,469	119,741
Deposits from customers	-	-	61,092,886	62,199,422	102,545,609	11,552,487	1,205
Derivatives and other financial liabilities	-	-	75,786	-	-	-	-
Valuable papers issued	-	-	-	13,799,973	3,149,981	21,677,613	9,282,314
Other liabilities	-	-	13,166,498	-	-	-	-
Total liabilities	-	-	116,468,794	82,065,608	106,996,548	33,811,569	9,403,260
Net liquidity gap	1,225,201	625,577	(46,725,590)	(50,605,827)	27,987,676	69,524,318	35,609,458

(*) This balance is determined based on the contractual overdue days of each loan, not on customers basis.

49. Disclosure of financial instruments

Circular No. 210/2009/TT-BTC dated 6 November 2009 issued by the Ministry of Finance requires the Bank to disclose the measurement method and related information of fair value of financial assets and financial liabilities for the purpose of comparing their fair value and book value.

The following table presents fair value and book value of the Bank's financial instruments at the end of the annual accounting period:

As at 31 December 2024

	Carrying value					Total VND million	Fair value VND million
	Held-for- trading VND million	Held-to- maturity VND million	Loans and receivables VND million	Available- for-sale VND million	Recognised at amortised cost VND million		
Financial assets							
Cash on hand	1,162,384	-	-	-	-	1,162,384	1,162,384
Balances with the SBV	14,369,534	-	-	-	-	14,369,534	14,369,534
Deposits with and loans to other CIs - gross	-	-	96,512,296	-	-	96,512,296	(*)
Securities held for trading	660,321	-	-	-	-	660,321	(*)
Derivatives and other financial assets	9,137	-	-	-	-	9,137	(*)
Loans to customers and debts purchases - gross	-	-	331,606,315	-	-	331,606,315	(*)
Investment securities	-	-	-	58,080,339	-	58,080,339	(*)
Long-term investments	-	548,808	-	-	-	548,808	(*)
Other financial assets - gross	-	-	5,550,523	-	-	5,550,523	(*)
	<u>16,201,376</u>	<u>548,808</u>	<u>433,669,134</u>	<u>58,080,339</u>	<u>-</u>	<u>508,499,657</u>	
Financial liabilities							
Amounts due to the Government and the SBV	-	-	-	-	1,271,377	1,271,377	(*)
Deposits and borrowings from other CIs	-	-	-	-	115,349,011	115,349,011	(*)
Deposits from customers	-	-	-	-	283,171,846	283,171,846	(*)
Valuable papers issued	-	-	-	-	55,458,916	55,458,916	(*)
Other financial liabilities	-	-	-	-	8,486,707	8,486,707	(*)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>463,737,857</u>	<u>463,737,857</u>	

(*) The Bank has not determined fair values of these financial instruments for disclosure in the financial statements because information about their market prices is not available and there is currently no guidance on determination of fair value using valuation techniques under Vietnamese Accounting Standards or the Vietnamese Accounting System applicable to Credit institutions issued by the SBV. The fair values of these financial instruments may differ from their carrying amounts.

As at 31 December 2023

	Carrying value					Total VND million	Fair value VND million
	Held-for- trading VND million	Held-to- maturity VND million	Loans and receivables VND million	Available- for-sale VND million	Recognised at amortised cost VND million		
Financial assets							
Cash on hand	2,382,762	-	-	-	-	2,382,762	2,382,762
Balances with the SBV	14,578,444	-	-	-	-	14,578,444	14,578,444
Deposits with and loans to other CIs - gross	-	-	35,585,253	-	-	35,585,253	(*)
Securities held for trading	580,440	-	-	-	-	580,440	(*)
Loans to customers and debts purchases - gross	-	-	275,452,845	-	-	275,452,845	(*)
Investment securities	-	-	-	46,844,368	-	46,844,368	(*)
Long-term investments	-	348,718	-	-	-	348,718	(*)
Other financial assets - gross	-	-	7,477,757	-	-	7,477,757	(*)
	<u>17,541,646</u>	<u>348,718</u>	<u>318,515,855</u>	<u>46,844,368</u>	<u>-</u>	<u>383,250,587</u>	
Financial liabilities							
Amounts due to the Government and the SBV	-	-	-	-	89,576	89,576	(*)
Deposits and borrowings from other CIs	-	-	-	-	50,112,429	50,112,429	(*)
Deposits from customers	-	-	-	-	237,391,609	237,391,609	(*)
Derivatives and other financial liabilities	75,786	-	-	-	-	75,786	(*)
Valuable papers issued	-	-	-	-	47,909,881	47,909,881	(*)
Other financial liabilities	-	-	-	-	11,775,697	11,775,697	(*)
	<u>75,786</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>347,279,192</u>	<u>347,354,978</u>	

(*) The Bank has not determined fair values of these financial instruments for disclosure in the financial statements because information about their market prices is not available and there is currently no guidance on determination of fair value using valuation techniques under Vietnamese Accounting Standards or the Vietnamese Accounting System applicable to Credit institutions issued by the SBV. The fair values of these financial instruments may differ from their carrying amounts.

50. Post statement of financial position event

Issuing shares to pay dividends in 2023

According to the Report on the results of the 2023 dividend issuance No. 212/2025/BC-LPBank dated 7 January 2025, the Bank has distributed 429,665,684 shares to pay dividends of 2023 (Note 24).

51. Exchange rate of some currencies at the end of the accounting period

The followings were the significant foreign exchange rates applied by the Bank at the end of the accounting period:

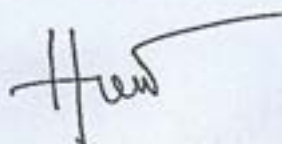
	31/12/2024 VND million	31/12/2023 VND million
USD	25,495	24,185
EUR	26,790	27,006
GBP	32,075	31,028
CHF	28,271	28,839
JPY	164	172
SGD	18,848	18,433
CAD	17,850	18,389
AUD	15,949	16,636
HKD	3,283	3,141

52. Approval of interim financial statements

The interim financial statements were approved by the Board of Management of the Bank on 20 January 2025.

20 January 2025

Prepared by:



Nguyen Van Hieu
 Expert, Accounting and Tax

Reviewed by:



Nguyen Tien Cong
 Chief Accountant

Approved by:



Vu Quoc Khanh
 Acting Chief Executive Officer