

Viet Capital Commercial Joint Stock Bank

Interim consolidated financial statements

For the six-month period ended 30 June 2025



Viet Capital Commercial Joint Stock Bank

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Viet Capital Commercial Joint Stock Bank

GENERAL INFORMATION

THE BANK

Viet Capital Commercial Joint Stock Bank ("the Bank") is a commercial joint stock bank incorporated in the Socialist Republic of Vietnam.

The Bank was established under the Establishment and Operation License No. 576/GP-UB issued by the People's Committee of Ho Chi Minh City on 8 October 1992, Banking Operation License No. 0025/NH-GP issued by the State Bank of Vietnam ("the SBV") on 22 August 1992, Business Registration Certificate No. 0301378892 was initially issued by the Department of Planning and Investment of Ho Chi Minh City on 16 October 1992. On 13 December 2011, the SBV issued Decision No. 2665/QĐ-NHNN approving change in the Bank's name from Gia Dinh Commercial Joint Stock Bank to Viet Capital Commercial Joint Stock Bank. The Bank's operation period is 99 years from 22 August 1992.

The principal activities of the Bank are to provide banking services including mobilising and receiving short, medium and long-term deposits from various organisations and individuals; providing short, medium and long-term loans to various organisations and individuals based on the Bank's nature of business and capacity of capital resources; conducting foreign exchange transactions; providing international trade finance services; discounting commercial papers, bonds and other valuable papers; providing settlement services and other banking services as allowed by the SBV.

The Bank's Head Office is located at HM Town Building, 412 Nguyen Thi Minh Khai Street, Ban Co Ward, Ho Chi Minh City, Vietnam. As at 30 June 2025, the Bank had one (1) Head Office, forty-one (41) branches, eighty-four (84) transaction offices located in cities and provinces throughout Vietnam.

THE BOARD OF DIRECTORS

Members of the Board of Directors during the period and at the date of this report are:

<i>Name</i>	<i>Position</i>	<i>Appointment/ re-appointment is effective from</i>
Mr. Le Anh Tai	Chairman	Re-appointed on 26 June 2020
Ms. Nguyen Thanh Phuong	Vice Chairman	Re-appointed on 26 June 2020
Mr. Ngo Quang Trung	Member	Re-appointed on 26 June 2020
Mr. Nguyen Nhat Nam	Member	Appointed on 26 June 2020
Mr. Pham Quang Khanh	Independent Member	Appointed on 26 August 2020

BOARD OF SUPERVISION

Members of the Board of Supervision during the period and at the date of this report are:

<i>Name</i>	<i>Position</i>	<i>Appointment/ re-appointment is effective from</i>
Ms. Phan Thi Hong Lan	Head of Supervisory Board	Re-appointed on 26 June 2020
Mr. Le Hoang Nam	Member	Re-appointed on 26 June 2020
Ms. Nguyen Thi Thanh Thuy	Full-time member	Appointed on 26 August 2020

Viet Capital Commercial Joint Stock Bank

GENERAL INFORMATION (continued)

THE BOARD OF MANAGEMENT AND CHIEF ACCOUNTANT

Members of the Board of Management and Chief Accountant during the period and at the date of this report are:

<i>Name</i>	<i>Position</i>	<i>Appointment is effective from</i>
Mr. Ngo Quang Trung	General Director	Re-appointed on 12 April 2024
Mr. Le Van Be Muoi	Deputy General Director	Re-appointed on 1 May 2024
Ms. Van Thanh Khanh Linh	Deputy General Director	Re-appointed on 15 June 2024
Mr. Phan Viet Hai	Deputy General Director	Re-appointed on 15 June 2024
Mr. Nguyen Thanh Tu	Deputy General Director	Re-appointed on 15 June 2024
Mr. Ly Cong Nha	Finance Division Director cum Chief Accountant	Re-appointed on 17 March 2024

LEGAL REPRESENTATIVE

The legal representative of the Bank during the period and at the date of this report is Mr. Ngo Quang Trung, General Director.

Ms. Van Thanh Khanh Linh - Deputy General Director is authorised to sign the accompanying interim consolidated financial statements for the six-month period ended 30 June 2025 in accordance with Letter of Authorization No. 430/2023/UQ-BVBank dated 7 July 2023 by General Director.

AUDITORS

The auditor of the Bank is Ernst & Young Vietnam Limited.

Viet Capital Commercial Joint Stock Bank

REPORT OF THE BOARD OF MANAGEMENT

The Board of Management of Viet Capital Commercial Joint Stock Bank ("the Bank") is pleased to present this report and the interim consolidated financial statements of the Bank for the six-month period ended 30 June 2025.

THE BOARD OF MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The Board of Management of the Bank is responsible for the interim consolidated financial statements of each financial period which give a true and fair view of the interim consolidated financial position of the Bank and its subsidiary and of the interim consolidated results of its operations and its interim consolidated cash flows for the period. In preparing those interim consolidated financial statements, the Board of Management is required to:

- ▶ select suitable accounting policies and then apply them consistently;
- ▶ make judgements and estimates that are reasonable and prudent;
- ▶ state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the interim consolidated financial statements; and
- ▶ prepare the interim consolidated financial statements on the going concern basis unless it is inappropriate to presume that the Bank will continue its business.

The Board of Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the interim consolidated financial position of the Bank and its subsidiary and for ensuring that the accounting records comply with the applied accounting system. The Board of Management is also responsible for safeguarding the assets of the Bank and its subsidiary and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of Management confirmed that it has complied with the above requirements in preparing the accompanying interim consolidated financial statements.

STATEMENT BY THE BOARD OF MANAGEMENT

The Board of Management of the Bank does hereby state that, in its opinion, the accompanying interim consolidated financial statements give a true and fair view of the interim consolidated financial position of the Bank and its subsidiary as at 30 June 2025 and of the interim consolidated results of its operations and its interim consolidated cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System for Credit Institutions and the statutory requirements relevant to the preparation and presentation of the interim consolidated financial statements.

For and on behalf of the Board of Management:



Ms. Van Thanh Khanh Linh
Deputy General Director

Ho Chi Minh City, Vietnam

14 August 2025



Shape the future
with confidence

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Reference: 61938007/E-69122191/LR-HN

REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS

To: The Shareholders of Viet Capital Commercial Joint Stock Bank

We have reviewed the accompanying interim consolidated financial statements of Viet Capital Commercial Joint Stock Bank ("the Bank") and its subsidiary as prepared on 14 August 2025 and set out on pages 6 to 77, which comprise the interim consolidated statement of financial position as at 30 June 2025, the interim consolidated income statement, the interim consolidated statement of cash flows for the six-month period then ended and the notes thereto.

The Board of Management's responsibility

The Board of Management is responsible for the preparation and fair presentation of the interim consolidated financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System for Credit Institutions and the statutory requirements relevant to the preparation and presentation of the interim consolidated financial statements, and for such internal control as the Board of Management determines is necessary to enable the preparation and presentation of the interim consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express a conclusion on the interim consolidated financial statements based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements No. 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

A review of interim consolidated financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Vietnamese Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



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Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial statements do not give a true and fair view, in all material respects, of the interim consolidated financial position of the Bank and its subsidiary as at 30 June 2025, and of the interim consolidated results of its operations and its interim consolidated cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System for Credit institutions and the statutory requirements relevant to the preparation and presentation of the interim consolidated financial statements.

Ernst & Young Vietnam Limited



Nguyễn Phương Nga
Deputy General Director
Audit Practicing Registration
Certificate No. 0763-2024-004-1

Ho Chi Minh City, Vietnam

14 August 2025

Viet Capital Commercial Joint Stock Bank

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
as at 30 June 2025

B02a/TCTD-HN

	<i>Notes</i>	<i>30 June 2025 VND million</i>	<i>31 December 2024 VND million</i>
ASSETS			
Cash on hand	5	695,332	610,881
Balances with the State Bank of Vietnam	6	1,340,595	2,766,250
Due from and loans to other credit institutions		19,977,179	14,236,474
Due from other credit institutions	7.1	19,880,679	13,493,474
Loans to other credit institutions	7.2	96,500	743,000
Derivative and other financial assets	8	2,354	-
Loans to customers		71,475,694	67,189,910
Loans to customers	9	72,601,419	68,142,074
Provision for loans to customers	11.1	(1,125,725)	(952,164)
Purchased debts	10	828,272	-
Purchased debts		834,564	-
Provision for credit losses on purchased debts		(6,292)	-
Investment securities		15,863,829	13,094,664
Available-for-sale securities	12.1	10,169,206	9,233,763
Held-to-maturity securities	12.2	5,941,265	4,073,911
Provision for investment securities	12.3	(246,642)	(213,010)
Fixed assets		1,516,857	1,533,907
Tangible fixed assets	13.1	557,063	564,533
Cost		928,642	908,478
Accumulated depreciation		(371,579)	(343,945)
Intangible fixed assets	13.2	959,794	969,374
Cost		1,195,050	1,194,710
Accumulated amortization		(235,256)	(225,336)
Other assets		3,809,285	4,104,194
Receivables	14.1	1,289,631	1,494,416
Interest and fees receivables	14.2	1,752,041	1,583,154
Other assets	14.3	769,043	1,027,482
Provision for other assets	14.4	(1,430)	(858)
TOTAL ASSETS		115,509,397	103,536,280

Viet Capital Commercial Joint Stock Bank

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued) B02a/TCTD-HN
as at 30 June 2025

	Notes	30 June 2025 VND million	31 December 2024 VND million
LIABILITIES			
Liabilities to Government and the State Bank of Vietnam	15	3,627,038	1,557,819
Borrowings from the State Bank of Vietnam		3,627,038	1,557,819
Due to and borrowings from other credit institutions		21,116,089	18,721,971
Due to other credit institutions	16.1	18,474,421	13,598,809
Borrowings from other credit institutions	16.2	2,641,668	5,123,162
Due to customers	17	68,796,483	67,389,449
Derivative and other financial liabilities	8	-	2,099
Grants, entrusted funds and loans exposed to risks	18	228,156	222,364
Valuable papers issued	19	12,609,792	7,525,573
Other liabilities		2,212,600	1,962,096
Interest and fees payables	20.1	1,760,724	1,121,576
Other payables	20.2	451,876	840,520
TOTAL LIABILITIES		108,590,158	97,381,371
OWNERS' EQUITY			
Owners' equity		6,207,870	5,518,471
Charter capital		6,208,200	5,518,462
Capital expenditure fund		1	1
Share premium		(331)	8
Reserves		320,240	257,959
Foreign exchange differences		425	-
Retained earnings		390,704	378,479
TOTAL OWNERS' EQUITY	22.1	6,919,239	6,154,909
TOTAL LIABILITIES AND OWNERS' EQUITY		115,509,397	103,536,280


Viet Capital Commercial Joint Stock Bank


INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued) B02a/TCTD-HN
as at 30 June 2025

OFF-BALANCE SHEET ITEMS

	Notes	30 June 2025 VND million	31 December 2024 VND million
Contingent liabilities and commitments	34	13,047,100	24,780,893
Loan guarantees		3,200	3,200
Foreign exchange commitments		12,110,134	23,958,919
- <i>Buying foreign currencies</i>		1,565,599	4,886,162
- <i>Selling foreign currencies</i>		1,565,799	4,882,067
- <i>Swap contracts</i>		8,978,736	14,190,690
Letters of credit		1,596	19,135
Other guarantees		864,121	766,438
Other commitments		68,049	33,201
Interest and fees receivable but not collected yet	35	443,019	429,352
Bad debts written off	36	3,310,562	2,829,864
Assets and other documents	37	14,346,477	10,983,494

Ho Chi Minh City, Vietnam
14 August 2025

Prepared by: 

Reviewed by: 

Approved by: 

Ms. Huynh My Nghi
Head of
Accounting Department

Mr. Ly Cong Nha
Finance Division Director cum
Chief Accountant

Ms. Van Thanh Khanh Linh
Deputy General Director



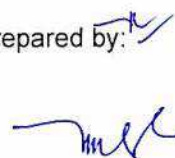
Viet Capital Commercial Joint Stock Bank

INTERIM CONSOLIDATED INCOME STATEMENT
for the six-month period ended 30 June 2025

B03a/TCTD-HN

	Notes	For the six-month period ended 30 June 2025 VND million	For the six-month period ended 30 June 2024 VND million
Interest and similar income	24	3,740,164	3,040,922
Interest and similar expenses	25	(2,591,567)	(2,018,180)
Net interest and similar income		1,148,597	1,022,742
Fee and commission income		132,799	121,207
Fee and commission expenses		(118,281)	(77,795)
Net fee and commission income	26	14,518	43,412
Net gain from trading of foreign currencies	27	53,287	35,716
Net (loss)/gain from investment securities	28	(491)	23,013
Other operating income		28,219	40,378
Other operating expenses		(3,477)	(2,538)
Net gain from other operating activities	29	24,742	37,840
TOTAL OPERATING INCOME		1,240,653	1,162,723
TOTAL OPERATING EXPENSES	30	(820,680)	(701,317)
Net operating profit before provision expense for credit losses		419,973	461,406
Provision expenses for credit losses	11	(326,530)	(308,666)
PROFIT BEFORE TAX		93,443	152,740
Current corporate income tax expenses	21.1	(18,996)	(31,215)
Corporate income tax expenses		(18,996)	(31,215)
PROFIT AFTER TAX CORPORATE INCOME		74,447	121,525
Basic earnings per share (VND/share)	23	135	242
Diluted earnings per share (VND/share)	23	135	242

Ho Chi Minh City, Vietnam
14 August 2025

Prepared by: 

Reviewed by: 



Ms. Huynh My Nghi
Head of
Accounting Department

Mr. Ly Cong Nha
Finance Division Director
cum Chief Accountant

Ms. Van Thanh Khanh Linh
Deputy General Director

Viet Capital Commercial Joint Stock Bank

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
for the six-month period ended 30 June 2025

B04a/TCTD-HN

	Notes	For the six-month period ended 30 June 2025 VND million	For the six-month period ended 30 June 2024 VND million
CASH FLOWS FROM OPERATING ACTIVITIES			
Interest and similar receipts		3,568,726	2,823,560
Interest and similar payments		(1,923,473)	(2,481,437)
Net fee and commission receipts		14,518	43,412
Net receipts from trading of securities, gold and foreign currencies		54,377	58,614
Receipts from other activities		168	2,999
Recoveries of bad debts previously written-off	29	24,697	31,176
Payments to employees and other operating expenses		(818,515)	(667,557)
Corporate income tax paid during the period	21	(58,085)	(16,262)
Net cash flows from operating activities before changes in operating assets and liabilities		862,413	(205,495)
Changes in operating assets		(10,824,119)	(782,579)
(Increase)/decrease in loans to other credit institutions		(2,853,500)	900,000
(Increase)/decrease in investment securities		(2,802,797)	467,958
Increase in derivatives and other financial assets		(4,453)	-
Increase in loans to customers		(4,459,345)	(1,820,567)
Increase in utilisation of allowance for losses		(113,045)	(126,306)
Increase in other operating assets		(590,979)	(203,664)
Changes in operating liabilities		9,373,083	4,125,440
Increase in liabilities to Government and the SBV		2,069,219	297,702
Increase in due to and borrowings from other credit institutions		2,394,118	6,516,056
Increase in due to customers		1,407,034	348,697
Increase/(decrease) in valuable papers issued		3,829,839	(2,860,523)
Increase/(decrease) in grants, entrusted funds and loans exposed to risks		5,792	(108,195)
Decrease in derivatives and other financial liabilities		-	(19,483)
Decrease in other operating liabilities		(332,978)	(48,814)
Proceeds from credit institution funds		59	-
Net cash (used in)/from operating activities		(588,623)	3,137,366
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of fixed assets		(28,081)	(30,946)
Proceeds from disposal of fixed assets		218,501	4,091
Payments for disposal of fixed assets		-	(65)
Net cash from/(used in) investing activities		190,420	(26,920)

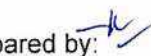
Viet Capital Commercial Joint Stock Bank

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (continued)
for the six-month period ended 30 June 2025


B04a/TCTD-HN

	Notes	For the six-month period ended 30 June 2025 VND million	For the six-month period ended 30 June 2024 VND million
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from share issuances		689,399	-
Proceeds from issuance of long-term valuable papers are eligible to be included in equity capital and other long-term borrowings		-	(1,127,740)
Payments for long-term valuable papers eligible to be included in equity capital and other long-term borrowings		1,254,380	-
Net cash flows from/(used in) financing activities		1,943,779	(1,127,740)
Net cash and cash equivalents flows during the period		1,545,576	1,982,706
Cash and cash equivalents at beginning of the period	31	16,870,605	12,820,259
Foreign exchange rate differences		425	50,715
Cash and cash equivalents at end of the period	31	18,416,606	14,853,680

Ho Chi Minh City, Vietnam
14 August 2025

Prepared by: 

Ms. Huynh My Nghi
Head of
Accounting Department

Reviewed by: 

Mr. Ly Cong Nha
Finance Division Director
cum Chief Accountant

Approved by: 

Ms. Van Thanh Khanh Linh
Deputy General Director



Viet Capital Commercial Joint Stock Bank

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
as at 30 June 2025 and for the six-month period then ended

B05a/TCTD-HN

1. BANK INFORMATION

Viet Capital Commercial Joint Stock Bank ("the Bank") is a commercial joint stock bank incorporated in the Socialist Republic of Vietnam.

Establishment and Operations

The Bank was established under the Establishment and Operation License No. 576/GP-UB issued by the People's Committee of Ho Chi Minh City on 8 October 1992, Banking Operation License No. 0025/NH-GP issued by the State Bank of Vietnam ("the SBV") on 22 August 1992, Business Registration Certificate No. 0301378892 was initially issued by the Department of Planning and Investment of Ho Chi Minh City on 16 October 1992. On 13 December 2011, the SBV issued Decision No. 2665/QĐ-NHNN approving change in the Bank's name from Gia Dinh Commercial Joint Stock Bank to Viet Capital Commercial Joint Stock Bank. The Bank's operation period is 99 years from 22 August 1992.

The principal activities of the Bank are to provide banking services including mobilising and receiving short, medium and long-term deposits from various organisations and individuals; providing short, medium and long-term loans to various organisations and individuals based on the Bank's nature of business and capacity of capital resources; conducting foreign exchange transactions; providing international trade finance services; discounting commercial papers, bonds and other valuable papers; providing settlement services and other banking services as allowed by the SBV.

Charter capital

The charter capital of the Bank as at 30 June 2025 amounted to VND6,208,200 million (31 December 2024: VND5,518,462.15 million).

Operation network

The Bank's Head Office is located at HM Town Building, 412 Nguyen Thi Minh Khai Street, Ban Co Ward, Ho Chi Minh City, Vietnam. As at 30 June 2025, the Bank had one (1) Head Office, forty-one (41) branches, eighty-four (84) transaction offices located in cities and provinces throughout Vietnam.

Employees

The Bank and its subsidiary's total number of employees as at 30 June 2025 was 2,936 employees (31 December 2024: 2,853 employees).

Subsidiary

As at 30 June 2025, the Bank had one (1) subsidiary:

<i>Subsidiary</i>	<i>Operating License No.</i>	<i>Nature of Business</i>	<i>Ownership</i>
Viet Capital Bank Assets Management Company Limited	No. 0311401011 was issued by the Department of Planning and Investment of Ho Chi Minh City for the first time on 8 December 2011 and its amendments 7th on 23 January 2019.	Assets management	100%

Viet Capital Commercial Joint Stock Bank

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued) B05a/TCTD-HN
as at 30 June 2025 and for the six-month period then ended

2. ACCOUNTING PERIOD AND ACCOUNTING CURRENCY

2.1 *Fiscal year*

The Bank and its subsidiary's fiscal year applicable for the preparation of its consolidated financial statements starts on 1 January and ends on 31 December.

The Bank and its subsidiary also prepare interim consolidated financial statements for the six-month period starts on 1 January and ends on 30 June each year.

2.2 *Accounting currency*

Currency used in preparing this interim consolidated financial statements of the Bank and its subsidiary is Vietnam Dong ("VND"). For the purpose of presentation of the interim consolidated financial statements as at 30 June 2025, the figure is rounded to nearest millions and expressed in millions of Vietnam Dong ("VND million"). This presentation does not affect the view of users of interim consolidated financial statements on the interim consolidated financial position, the interim consolidated results of operations and its interim consolidated cash flows.

3. APPLIED ACCOUNTING STANDARDS AND SYSTEM

3.1 *Statement of compliance*

The Board of Management of the Bank confirms that the accompanying interim consolidated financial statements have been prepared in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System for Credit Institutions and the statutory requirements relevant to the preparation and presentation of the interim consolidated financial statements.

3.2 *Accounting standards and system*

The interim consolidated financial statements of the Bank and its subsidiary are prepared in accordance with the Vietnamese Accounting System applicable to Credit Institutions required under Decision No. 479/2004/QĐ-NHNN issued on 29 April 2004, Circular 10/2014/TT-NHNN dated 20 March 2014 and Circular 22/2017/TT-NHNN dated 29 December 2017 amending and supplementing Decision No. 479/2004/QĐ-NHNN; Decision No. 16/2007/QĐ-NHNN dated 18 April 2007, Circular 27/2021/TT-NHNN issued by State Bank of Vietnam on 31 December 2021, Circular 49/2014/TT-NHNN amending and supplementing a number of articles of Decision No. 16/2007/QĐ-NHNN and the chart of account system for credit institutions issued in connection with Decision No. 479/2004/QĐ-NHNN by the State Bank of Vietnam; Vietnam Accounting Standard No.27 – Interim Financial Reporting and other Vietnamese Accounting Standards System issued by the Ministry of Finance as per:

- ▶ Decision No. 149/2001/QĐ-BTC dated 31 December 2001 on the Issuance and Promulgation of Four Vietnamese Standards on Accounting (Series 1);
- ▶ Decision No. 165/2002/QĐ-BTC dated 31 December 2002 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 2);
- ▶ Decision No. 234/2003/QĐ-BTC dated 30 December 2003 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 3);
- ▶ Decision No. 12/2005/QĐ-BTC dated 15 February 2005 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 4); and
- ▶ Decision No. 100/2005/QĐ-BTC dated 28 December 2005 on the Issuance and Promulgation of Four Vietnamese Standards on Accounting (Series 5).

Viet Capital Commercial Joint Stock Bank

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued) B05a/TCTD-HN
as at 30 June 2025 and for the six-month period then ended

3. APPLIED ACCOUNTING STANDARDS AND SYSTEM (continued)

3.2 *Accounting standards and system*

Accordingly, the accompanying interim consolidated financial statements and their utilization are not designed for those who are not informed about Vietnam's accounting principles, procedures and practices and furthermore are not intended to present the interim consolidated financial position, the interim consolidated results of its operations and the interim consolidated cash flows in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

Items or balances required by Decision No. 16/2007/QĐ-NHNN dated 18 April 2007, Circular 49/2014/TT-NHNN dated 31 December 2014 and Circular 27/2021/TT-NHNN dated 31 December 2021 on the Issuance and Promulgation financial statements reporting regime for credit institutions and its amendments and supplements that are not shown in these financial statements indicate nil balance.

3.3 *Basis of consolidation*

The interim consolidated financial statements comprise the interim consolidated financial statements of the Bank and its subsidiary for the six-month period 30 June 2025.

Subsidiary is fully consolidated from the date of acquisition, being the date on which the Bank obtains control, and continued to be consolidated until the date that such control ceases.

The interim financial statements of the subsidiary are prepared for the same reporting period as the parent bank, using consistent accounting policies.

All intra-company balances, income and expenses and unrealized gains or losses resulting from intra-company transactions are eliminated in full.

3.4 *Assumptions and uses of estimates*

The preparation of the interim consolidated financial statements require the Board of Management of the Bank to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities. These estimates and assumptions also affect the income, expenses and the resultant provisions. Such estimates are necessarily based on assumptions involving varying degrees of subjectivity and uncertainty and actual results may differ resulting in future changes in such provision.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 *Changes in accounting policies and disclosures*

The accounting policies adopted by the Bank and its subsidiary in preparation of the interim consolidated financial statements are consistent with those used in preparing of the Bank and its subsidiary's interim consolidated financial statements for the year ended 31 December 2024 and for the six-month period ended 30 June 2025, except for the following change in the accounting policies:

The Law on Credit Institutions No. 32/2024/QH15 dated 18 January 2024, regulates the establishment, organization, operation, early intervention, special control, reorganization, dissolution and bankruptcy of credit institutions; establishment, organization, operation, early intervention, dissolution and termination of operations of branches of foreign banks; establishment and operation of representative offices in Vietnam of foreign credit institutions and other foreign institutions performing banking operations; settlement of bad debts and collateral of bad debts of credit institutions, branches of foreign banks and wholly state-owned organizations authorized to buy, sell and settle debts. This law takes effect from 1 July 2024.

Decree No. 86/2024/NĐ-CP regulates amounts and methods of establishing risk provisions and use of provisions for management of risks arising from operations of credit institutions and foreign bank branches and cases in which credit institutions allocate forgivable interest ("Decree 86").

Decree 86 takes effect from 11 July 2024, replaces the regulations related to the provisioning levels and methods for risk provisions, as well as the use of provisions to address risks in Circular 11/2021/TT-NHNN ("Circular 11"). The Bank has implemented the provisioning and utilization of risk provisions in accordance with the regulations of Decree 86 during the period.

Circular 31/2024/TT-NHNN ("Circular 31") regulates the classification of assets in the operations of commercial banks, non-bank credit institutions, and foreign bank branches.

Circular 31/2024/TT-NHNN ("Circular 31") regulates the classification of assets in the operations of commercial banks, non-bank credit institutions, and foreign bank branches, effective from 11 July 2024, replacing Circular 11. Circular 31 amends the regulations related to debt classification in Circular 11. The main changes of Circular 31 affect the estimation of provisions as follows: it adds principles for classifying debts arising from letter of credit operations, outright purchase of documents presented under letters of credit, and some other operations.

Circular 21/2024/TT-NHNN ("Circular 21") regulates the operations of letters of credit and other business activities related to letters of credit.

Circular 21 takes effect from 1 July 2024, and the letter of credit operation is considered a form of credit provision through the issuance, confirmation, negotiation of payment, and reimbursement of letters of credit. Contracts and agreements related to this operation signed before the effective date of Circular 21 will continue to be executed until they expire and the obligations are fulfilled. Amendments, supplements, and extensions can only be made if they comply with Circular 21.

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 *Cash and cash equivalents*

Cash and cash equivalents comprise cash on hand, current accounts at the SBV, demand deposits and due from other credit institutions with an original maturity of three months or less from the transaction date, securities with maturity of three months or less from date of purchase, which are readily convertible into known amounts of cash and that are subject to an insignificant risk of change in value at the reporting date.

4.3 *Due from and loans to other credit institutions*

Due from and loans to other credit institutions are presented at the principal amounts outstanding at the end of the period.

The credit risk classification of due from and loans to other credit institutions and provision for credit risks thereof are provided in accordance with Circular 31 and Decree 86, which stipulate the classification of assets, levels and method of making risk provision, and use of provision against credit risks in operation of credit institutions, foreign bank's branches.

Accordingly, the Bank makes specific provisions for deposits (excluding demand deposits) at and loans to other credit institutions in accordance with the method as described in *Note 4.6*.

According to Circular 31 and Decree 86, the Bank is not required to make a general provision for due from and loans to other credit institutions.

Under Circular 31, for loans to credit institutions that are under special control as stipulated in Clause 9, Article 174 of the Law on Credit Institutions No. 32/2024/QH15, the Bank classifies these loans as standard debt and is not required to adjust the debt classification according to the customer list provided by the National Credit Information Center of Vietnam under the State Bank of Vietnam ("CIC").

4.4 *Purchased debts*

Purchased debts are recognized at the amount which has been paid for debt purchase and classified into the group of risk which is not lower than the group of debts classified before purchase. Interest receipt including the interest incurred before the purchase is recognized using the following principle: (i) reduce the value of purchased debts by the amount of interest incurred before the purchase date, (ii) recognize the interest income in the period by the amount incurred after the purchase date.

The purchased debts are classified into loan groups and made provisions against credit risks in accordance with regulations on making provisions and using of provisions against credit risks as described in *Note 4.6*.

4.5 *Loans to customers*

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

Short-term loans are loans with term of less than one (1) year from the date of disbursement. Medium-term loans have term of one (1) to five (5) years and long-term loans are loans with term of over five (5) years from the date of disbursement.

Loans classification and provision for credit losses is made in accordance with Circular 31 and Decree 86 as described in *Note 4.6*.

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.6 *Loan classification and provision for credit losses applied to due from and loans to other credit institutions, unlisted corporate bonds purchased and trusted for purchase by the Bank, loans to customers, entrusted for credit granting by the Bank and other credit risk bearing assets*

4.6.1 *Loan classification and provision for credit losses*

The classification of due from and loans to other credit institutions, unlisted corporate bonds purchased and trusted for purchase by the Bank and its subsidiary, loans to customers and trusted for credit granting by the Bank and other credit risk bearing assets (collectively called "debts") is made on the basis of quantitative method as prescribed in Article 10 of Circular 31. Accordingly, loans to customers are classified according to the risk levels as follows: Current, Special mention, Sub-standard, Doubtful and Loss based on the overdue status and other qualitative elements of the loan. Debts classified as Sub-standard, Doubtful, Loss are considered as bad debts.

A general provision as at 30 June 2025 is made at 0.75% of the total outstanding loans as at 30 June 2025 excluding due from and loans to other credit institutions and loans classified as loss.

Specific provision as at 30 June 2025 is calculated using the principal balance minus the discounted value of collaterals multiplied by provision rates determined based on the debt classification results as at 30 June 2025. The basis for determining the value and discounted rate for each type of collateral is specified in Decree 86.

The debt classification and specific provision rate for each loan group are as follows:

Loan group		Description	Specific provision rate
1	Current	(a) Current debts are assessed as fully and timely recoverable for both principals and interests; or (b) Debts are overdue for a period of less than 10 days and assessed as fully recoverable for both overdue principals and interests, and fully and timely recoverable for both remaining principals and interests.	0%
2	Special Mention	(a) Debts are overdue for a period of between 10 days and 90 days; or (b) Debts which the repayment terms are restructured for the first time.	5%
3	Sub-standard	(a) Debts are overdue for a period of between 91 days and 180 days; or (b) Debts which the repayment terms are extended for the first time that is unmatured; or (c) Debts which interests are exempted or reduced interest due to the customer's inability to pay the full interest as agreed; or (d) Debts under one of the following cases which have not been recovered in less than 30 days from the date of the recovery decision: <ul style="list-style-type: none"> ▪ Debts made in compliance with Clause 1, 3, 4, 5, 6 under Article 134 of Law on Credit Institutions; or ▪ Debts made in compliance with Clause 1, 2, 3, 4 under Article 135 of Law on Credit Institutions; or ▪ Debts made in compliance with Clauses 1, 2, 5, 9 under Article 136 of Law on Credit Institutions. 	20%

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.6 *Loan classification and provision for credit losses applied to due from and loans to other credit institutions, unlisted corporate bonds purchased and trusted for purchase by the Bank, loans to customers, entrusted for credit granting by the Bank and other credit risk bearing assets* (continued)

4.6.1 *Loan classification and provision for credit losses* (continued)

The debt classification and specific provision rate for each loan group are as follows:

Loan group		Description	Specific provision rate
3	Sub-standard	(e) Debts are required to be recovered according to regulatory inspection conclusions; or (f) Debts are required to be recovered under a premature debt recovery decision issued by the bank due to the customer's breach of agreements made with the bank but is not yet recovered within a period of less than 30 days from the effective date of the debt recovery decision; or (g) At the request of the SBV based on the inspection, supervision conclusions and relevant credit information.	20%
4	Doubtful	(a) Debts are overdue for a period of between 181 days and 360 days; or (b) Debts which the repayment terms are restructured for the first time but still overdue for a period of less than 90 days under that restructured repayment term; or (c) Debts which the repayment terms are restructured for the second time that is unmatured; or (d) Debts are specified in point (d) of Loan group 3 and overdue for a period of between 30 days and 60 days after decisions of recovery have been issued; or (e) Debts are required to be recovered according to regulatory inspection conclusions but still outstanding with an overdue period up to 60 days since the recovery date as required by regulatory inspection conclusions; or (f) Debts are required to be recovered according to a premature debt recovery decision issued by the bank or non-bank credit institution due to the customers' breach of agreements made with the bank or non-bank credit institution but is not yet recovered within a period of 30 to 60 days from the effective date of the debt recovery decision; or (g) At the request of the SBV based on the inspection, supervision conclusions and relevant credit information.	50%

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.6 *Loan classification and provision for credit losses applied to due from and loans to other credit institutions, unlisted corporate bonds purchased and trusted for purchase by the Bank, loans to customers, entrusted for credit granting by the Bank and other credit risk bearing assets* (continued)

4.6.1 *Loan classification and provision for credit losses* (continued)

Loan group		Description	Specific provision rate
5	Loss	<ul style="list-style-type: none"> (a) Debts are overdue for a period of more than 360 days; or (b) Debts of which the repayment terms are restructured for the first time but still overdue for a period of 91 days or more under that first restructured repayment term; or (c) Debts of which the repayment terms are restructured for the second time but still overdue under that second restructured repayment term; or (d) Debts of which the repayment terms are restructured for the third time or more, regardless of being overdue or not; or (e) Debts are specified in point (d) of Loan group 3 and overdue for a period of more than 60 days after decisions on recovery have been issued; or (f) Debts are required to be recovered under regulatory inspection conclusions but still outstanding with an overdue period of more than 60 days since the recovery date as required by regulatory inspection conclusions; or (g) Debts are required to be recovered according a premature debt recovery decision issued by the bank or non-bank credit institution due to the customers' breach of agreements made with the bank or non-bank credit institution but is not yet recovered within a period of more than 60 days from the effective date of the debt recovery decision; or (h) Debts of credit institutions under special control as announced by the SBV, or debts of foreign bank branches which capital and assets are blocked; or (i) At the request of the SBV based on the inspection, supervision conclusions and relevant credit information. 	100%

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.6 *Loan classification and provision for credit losses applied to due from and loans to other credit institutions, unlisted corporate bonds purchased and trusted for purchase by the Bank, loans to customers, entrusted for credit granting by the Bank and other credit risk bearing assets (continued)*

4.6.1 *Loan classification and provision for credit losses (continued)*

Where a customer has more than one debt with the Bank and any of the outstanding debts is classified into a higher risk group, the Bank has to classify the entire remaining debts of that customer into the corresponding higher risk group.

When the Bank participates in a syndicated loan as a participant, it classifies loans (including syndicated loans) of the customer into the higher of the risk group assessed by the leading bank and by the Bank.

In case a customer's debt is classified into a loan group with a lower risk group than the loan group according to the classification result provided by the Vietnam National Credit Information Center under the State Bank of Vietnam ("CIC"), the Bank must adjust the debt classification results according to the loan group provided by the CIC.

4.6.2 *Loan restructuring and loan classification retention support borrowers facing financial difficulties*

From 13 March 2020 to 30 June 2022, the Bank applied the policy of loan restructuring, interest and/or fees exemption or reduction and loan classification retention for loans that meet conditions according to Circular No. 01/2020/TT-NHNN dated 13 March 2020 ("Circular 01"), Circular No. 03/2021/TT-NHNN dated 2 April 2021 ("Circular 03") and Circular No. 14/2021/TT-NHNN dated 7 September 2021 ("Circular 14") issued by the State Bank of Vietnam providing regulations on loan restructuring, interest and/or fees exemption or reduction and loan classification retention to assist customers affected by the COVID-19 pandemic.

From 24 April 2023, the Bank applied the policy of loan restructuring and loan classification retention to support customers who face difficulties in production and business activities, as well as facing difficulties in repaying loans to meet their daily life and consumption needs. This policy aligns with the conditions set forth in Circular 02/2023/TT-NHNN, which was issued by SBV on 23 April 2023 and Circular 06/2024/TT-NHNN, which was issued by SBV on 18 June 2024 amends some articles of Circular 02, which provides instructions to credit institutions and foreign branch banks on loan restructuring and the retention of loan classification to assist borrowers facing financial difficulties.

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.6 *Loan classification and provision for credit losses applied to due from and loans to other credit institutions, unlisted corporate bonds purchased and trusted for purchase by the Bank, loans to customers, entrusted for credit granting by the Bank and other credit risk bearing assets* (continued)

4.6.2 *Loan restructuring and loan classification retention support borrowers facing financial difficulties* (continued)

Accordingly, the Bank applies loan classification for loans that fall under the policy of loan restructuring and loan classification retention as follows:

<i>Disbursement date</i>	<i>Overdue status</i>	<i>Overdue date</i>	<i>Principle of loan classification retention</i>
Before 1/8/2021	Current or overdue for a period of 10 days	From 30/3/2020 to 30/6/2022	Retain the latest loan classification as before 23 January 2020 or as before the first-time restructuring date
Before 23/1/2020	Overdue	From 23/1/2020 to 29/3/2020	Retain the latest loan classification as before 23 January 2020
From 23/1/2020 to 10/6/2020		From 23/1/2020 to 17/5/2021	Retain the latest loan classification as before overdue transferring date
From 10/6/2020 to 1/8/2021		From 17/7/2021 to 7/9/2021	
Before 24/4/2023	Current or overdue for a period of 10 days	From 24/4/2023 to 31/12/2024	Retain the latest loan classification as before the restructuring date

For loans, which repayment term was restructured, interest and/or fees were exempted or reduced and loan classification was retained, are overdue under restructured repayment term and not continued to restructure under current regulations, the Bank makes loan classification and provision in accordance with Circular 31 and Decree 86.

4.6.3 *Specific provision for customers with debts that have been restructured on term basis and are subject to loan classification retention*

The Bank makes specific provision for customers with debts that have been restructured on term basis and are subject to loan classification retention according to the following formula:
 $C = A - B$

In which:

C: Additional specific provision;

A: Specific provision to be made for all outstanding loan balance of customers according to the results of loan classification according to Circular 31 and Decree 86 (Note 4.6.1);

B: Total specific provision to be made for the outstanding balance of loans applying loan classification under the policy of loan classification retention (Note 4.6.2) and specific provision to be made for remaining loan balances of the customers according to the results of loan classification under Circular 31 and Decree 86 (Note 4.6.1).

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.6 *Loan classification and provision for credit losses applied to due from and loans to other credit institutions, unlisted corporate bonds purchased and trusted for purchase by the Bank, loans to customers, entrusted for credit granting by the Bank and other credit risk bearing assets* (continued)

4.6.3 *Specific provision for customers with debts that have been restructured on term basis and are subject to loan classification retention* (continued)

Additional specific provision (called as C) is made by the Bank when preparing financial statements, ensuring the provisioning at as follows:

- ▶ For loans that fall under the policy of loan restructuring and loan classification retention as prescribed in Circular 01, Circular 03, and Circular 14
 - + By 31 December 2021: At least 30% of the additional specific provision must be made;
 - + By 31 December 2022: At least 60% of the additional specific provision must be made;
 - + By 31 December 2023: 100% of the additional specific provision must be made.
- ▶ For loans that fall under the policy of loan restructuring and loan classification retention as prescribed in Circular 02 and Circular 06:
 - + By 31 December 2023: At least 50% of the additional specific provision must be made;
 - + By 31 December 2024: 100% of the additional specific provision must be made.

4.6.4 *Handling credit risk*

Provisions are recognized as an expense on the interim consolidated income statement and are used to settle bad debts. According to Circular 31 and Decree 86, the Bank establishes a risk handling committee to deal with bad debts if they are classified in group 5 or if the borrower is an organization that is dissolved, bankrupt, or an individual who is insolvent, dead or missing.

4.7 *Loans sold to Vietnam Asset Management Company ("VAMC")*

The Bank and its subsidiary sell loans to VAMC at the carrying amount in accordance with Decree No. 53/2013/ND-CP, effective from 9 July 2013 on the "Establishment, structure and operations of Vietnam Asset Management Company", Circular 19/2013/TT-NHNN on "Regulations on purchasing, selling, and writing-off bad debts of Vietnam Asset Management Company", circulars that amend and supplement Circular 19/2013/TT-NHNN, and Official Letter No. 8499/NHNN-TCKT on "Accounting guidance on selling and purchasing of bad debts between VAMC and credit institutions". Accordingly, the selling price equals the outstanding loan balance minus (-) the unused balance of the specific provision. The Bank and its subsidiary then receive the special bonds issued by VAMC.

Upon the sale of loans to VAMC, the Bank and its subsidiary write off loan balances and corresponding specific provisions and recognize special bonds issued by VAMC at par value. When receiving loans previously sold to VAMC, the Bank and its subsidiary utilize annual specific provisions for special bonds to write off bad debts. The difference between the provision for credit losses and the remaining outstanding loan balance/bond value is recognized as "Other income" in the consolidated income statement.

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.8 Available-for-sale securities

4.8.1 Classification and recognition

Available-for-sale securities include debt securities that are acquired by the Bank and its subsidiary for the investment and available-for-sale purposes, not regularly traded but can be sold when there is a benefit.

Available-for-sale debt securities are recognized at par value at the purchase date. Accrued interest (for debt securities with interest payment in arrears) and deferred interest (for debt securities with interest payment in advance) is recognized in a separate account. Discount/premium, which is the difference between the cost and the amount being the par value plus (+) accrued interest (if any) or minus (-) deferred interest (if any) is also recognized in a separate account.

In subsequent periods, these securities are continuously recorded at par value, and the discount/premium (if any) is amortized to the interim consolidated income statement on a straight-line basis over the remaining term of securities. Interest received in arrears is recorded as follows: Cumulative interest incurred before the purchasing date is recorded as a decrease in the accrued interest; cumulative interest incurred after the purchasing date is recognized as income based on the accumulated method. Interest received in advance is amortized into the securities investment interest income on a straight-line basis over the term of securities investment.

4.8.2 Measurement

Periodically, available-for-sale securities will be considered for impairment at reporting date.

Provision for diminution in value of securities is made when the carrying value is higher than the market. Provision expense is recognized in the "Net gain/(loss) from investment securities" account of the interim consolidated income statement.

Debt securities which are not listed on the stock market or not registered on the unlisted public companies' market, the Bank and its subsidiary shall make provision for those in accordance with Circular 31 and Decree 86 as described in Note 4.6.

4.8.3 Derecognition

Available-for-sale securities are derecognized when the rights to receive cash flows from the securities have expired or the Bank has transferred substantially all risks and rewards of ownership of these securities.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.9 Held-to-maturity investment securities

Special bonds issued by VAMC

Special bonds issued by VAMC are fixed-term valuable papers used to purchase bad debts of the Bank. These special bonds are initially recognized at face value at the date of transaction and subsequently carried at the face value during the holding period. Face value of the bonds equals to the outstanding balance of the debts sold less their unused specific allowance.

During the holding period, the Bank annually calculate and make allowance in accordance with Circular No. 14/2015/TT-NHNN dated 28 August 2015 amending and supplementing some articles of Circular No. 19/2013/TT-NHNN which regulates the purchase, sale and write-off bad debts of VAMC.

As required by Circular No. 14/2015/TT-NHNN, each year within five consecutive working days prior to the maturity date of special bonds, the Bank is obliged to fully make specific provision for each special bond using the below formula:

$$X_{(m)} = \frac{Y}{N} \times m - (Z_m + X_{m-1})$$

In which:

- $X_{(m)}$ is minimum provision for special bonds in the m^{th} year;
- X_{m-1} is accumulated specific provision for special bonds in the $m-1^{\text{th}}$ year;
- Y is face value of special bonds;
- n is term of special bonds (years);
- m is number of years from the bond issuance date to the provision date;
- Z_m is accumulated bad debt recoveries at the provision date (m^{th} year). Credit institutions should co-operate with VAMC to determine the recovery of the bad debts.

If $(Z_m + X_{m-1}) \geq (Y/n \times m)$, the specific provision ($X_{(m)}$) will be (0).

Specific provision for each special bond is recognized in the interim consolidated income statement in "Provision expense for credit loss". General provision is not required for the special bonds.

On settlement date of special bonds, interest occurred from debts collection shall be recognized into "Interest and similar income".

Other held-to-maturity investment securities

Other held-to-maturity investment securities are debt securities purchased by the Bank and its subsidiary for earning interest and the Bank and its subsidiary has the capability and intention to hold these investments until maturity. Held-to-maturity securities have fixed or determined payments and maturity date. In case the securities are sold before the maturity date, these securities will be reclassified to securities held for trading or available-for-sale securities.

Debt securities are recognized similarly as available-for-sale securities at Note 4.8.

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.9 *Held-to-maturity investment securities* (continued)

Measurement

Other held-to-maturity investment securities will be considered for impairment. Provision for impairment is made based on the assessment of the recoverability of held-to-maturity investment securities. Provision expense for impairment is recognized into the income statement in "*Net gain/(loss) from investment securities*" item. Provision shall be made or reversal on preparing annual financial statements.

Debts securities which are not listed on the stock market or not registered on the unlisted public companies' market, the Bank and its subsidiary shall make provision for those in accordance with Decree 86 as described in *Note 4.6*.

4.10 *Fixed assets*

Fixed assets are stated at cost less accumulated depreciation or accumulated amortization.

The cost of a fixed asset comprises purchase price and any directly attributable costs of bringing the fixed asset to working condition for its intended use.

Expenditures for additions, improvements and renewals are added to the carrying amount of the assets while expenditures for maintenance and repairs are charged to the interim consolidated income statement as incurred.

When fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the interim consolidated income statement.

4.11 *Leased assets*

The determination of whether an arrangement is, or contains a lease is based on the substance of the arrangement at inception date and requires an assessment of whether the fulfilment of the arrangement is dependent on the use of a specific asset and the arrangement conveys a right to use the asset.

A lease is classified as a finance lease whenever the terms of the lease transfer substantially all the risks and rewards of ownership of the asset to the lessee. All other leases are classified as operating leases.

Rentals under operating leases are charged to the interim consolidated income statement in "*Operating expenses*" on a straight-line basis over the lease term.

Income from operating leases is recognized in "*Fee and commission income*" in the interim consolidated income statement on a straight-line basis over the lease term.

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.12 Depreciation and amortization

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

Buildings and structures	5 - 50 years
Machinery and equipment	5 - 20 years
Vehicles	6 - 10 years
Equipment and management tools	3 - 10 years
Other tangible assets	4 - 25 years
Computer software	3 - 20 years
Land use rights	According to the term of use

The land use rights of the Bank and its subsidiary with indefinite term are not amortized. The land use rights with definite term are amortized over the term of use.

4.13 Receivables

4.13.1 Construction in progress

Construction in progress represent expenses related to construction and the acquisition of machinery and equipment that have not yet been completed or installed. Depreciation is not applied to construction in progress costs during the construction or installation process

4.13.2 Receivables classified as credit-risk assets

Receivables classified as credit-risk assets are recognized at cost.

Doubtful receivables are classified, and provision is made in accordance with the regulations on provisioning and using provision to write-off bad debts as presented in *Note 4.6*.

4.13.3 Other receivables

Receivables other than receivables classified as credit risk bearing assets are recognized at cost.

Provision for receivables is determined based on the overdue status of debts or expected loss of current debts in case the debts are not due for payment yet but the corporate debtors have fallen into bankruptcy or are in the process of dissolution, or of individual debtors are missing, escaped, prosecuted, on trial or deceased. Provision expense incurred is recorded to "Operating expenses" of the interim consolidated income statement.

The provision for overdue debts is made as follows:

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

4.14 Prepaid expenses and deferred expenses

Prepaid expenses are reported as short-term or long-term prepaid expenses on the interim consolidated balance sheet and amortized over the period for which the amounts are paid or the period in which economic benefits are generated in relation to these expenses.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.15 Liabilities to Government and the State Bank of Vietnam, due to and borrowings from other credit institutions, due to customers, valuable papers issued and grants, entrusted funds and loans exposed to risks

Liabilities to Government and the State Bank of Vietnam, due to and borrowings from other credit institutions, due to customers and valuable papers issued and grants, entrusted funds and loans exposed to risks are presented at the principal amounts outstanding at the end of the accounting period. At initial recognition, issuance costs are deducted from the cost of the valuable papers. These costs are allocated on a straight-line method during the lifetime of the valuable papers to "Interest and similar expenses".

4.16 Payables and accruals

Payables and accruals are recognized for amounts to be paid in the future for goods and services received, whether or not billed to the Bank and its subsidiary.

4.17 Loan classification for off-balance-sheet commitments

Off-balance sheet commitments include guarantees, payment acceptances and irrevocable loan commitments having the specific execution time.

Classification for off-balance sheet commitments is for management and credit quality monitoring purpose. Accordingly, off-balance sheet commitments are classified following classification policy applied to debts as described in Note 4.6.

According to Circular 31 and Decree 86, the Bank and its subsidiary does not make provisions for off-balance sheet commitments.

4.18 Fiduciary assets

Assets in entrusted assets management of the Bank are not recognized as the Bank's assets, hence, will not be included in the interim consolidated financial statements.

4.19 Derivative instruments

The Bank and its subsidiary involve in currency forward contracts and currency swap contracts to facilitate customers to transfer, modify or minimize foreign exchange risk or other market risks, and also for the business purpose of the Bank and its subsidiary.

Currency forward contracts

The currency forward contracts are commitments to settle in cash on a pre-determined future date based on the difference between pre-determined exchange rates, calculated on the notional amount. The currency forward contracts are recognized at nominal value at the transaction date and are revalued periodically; the difference derived from revaluation is recognized in the "Foreign exchange differences" under "Owners' equity" and will be transferred to the consolidated income statement at the end of financial year. The premium or discount derived from the difference between spot rate and forward rate are recorded at contract date as assets if positive or liabilities if negative in consolidated balance sheet. The difference is amortized to the consolidated income statement on straight-line basis over the forward contract period.

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.19 *Derivative instruments* (continued)

Currency swap contracts

The currency swap contracts are commitments to settle in cash on a pre-determined future date based on the difference between pre-determined exchange rates calculated on the notional principal amount. The premium or discount derived from the difference between spot rate and forward rate are recorded at contract date as assets if positive or liabilities if negative in consolidated balance sheet. The difference is amortized to the consolidated income statement on straight-line basis over the swap contract period.

4.20 *Capital*

Ordinary shares

Ordinary shares are classified as equity.

Share premium

The Bank records the difference between the par value and issue price of shares if the issue price is higher than par value, and the difference between price of repurchasing of treasury stocks and the re-issue price of treasury stocks to share premium account. The expense related to issue shares will be recorded as the share premium deductible.

Funds and reserves

The Bank has set up the following reserves in accordance with the Law on Credit Institutions No. 32/2024/QH15 and Decree No. 93/2017/ND-CP and the Bank's Charter as follows:

	% of profit after tax	Maximum balance
Capital supplementary reserve	10% profit after tax	100% chartered capital
Financial reserve	10% profit after tax	Not specified

Other funds will be allocated from profit after tax. The allocation from profit after tax and utilization of reserves must be approved by the Annual General Meeting of Shareholder. These reserves are not regulated by statutory and allowed to be fully allocated.

4.21 *Recognition of income and expenses*

Interest income and expenses

Interest income and interest expenses are recognized in the income statement on accrual basis. The recognition of accrued interest income arising from loans classified in Groups 2 to 5 in accordance with Circular 31 and loans with repayment term restructuring and loan classification retention according to regulations will not be recognized in the income statement. Suspended interest income is reversed and monitored off-balance sheet and recognized in the income statement upon actual receipt.

Fees and commissions

Fees and commissions are recognized on accrued basis.

Viet Capital Commercial Joint Stock Bank

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued) B05a/TCTD-HN
as at 30 June 2025 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.21 Recognition of income and expenses (continued)

Income from investment

Income from securities investment is recognized on the difference between the selling price and cost of the securities sold.

Cash dividends from equity investment are recognized in the consolidated income statement when the Bank and its subsidiary's right to receive the payment are established. For stock dividends and bonus shares, the number of shares is just updated, and no dividend income is recognized in the consolidated income statement.

Other income

Other revenues are recognized on a cash basis.

4.22 Taxation

4.22.1 Current income tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from (or paid to) the taxation authorities. The tax rates and tax laws used to compute the amount are those that are effective as at the interim consolidated balance sheet date.

Current income tax is charged or credited to the interim consolidated income statement, except when it relates to items recognized directly to equity, in which case the current income tax is also dealt with in equity.

Current income tax assets and liabilities are offset when there is a legally enforceable right for the Bank and its subsidiary to set off current tax assets against current tax liabilities and when the Bank and its subsidiary intends to settle its current tax assets and liabilities on a net basis.

The Bank and its subsidiary's tax reports are subject to examination by the tax authorities. Because the application of tax laws and regulations to many types of transactions that is susceptible to various interpretations, amounts reported in the interim consolidated financial statements could be changes at a later date upon final determination by the tax authorities.

4.22.2 Deferred tax

Deferred tax is provided for temporary differences at the consolidated balance sheet date between the tax base of assets and liabilities and their carrying amount recorded in the interim consolidated financial reporting purposes.

Deferred tax liabilities are recognized for all taxable temporary differences, except:

- ▶ Where the deferred tax liability arises from the initial recognition of an asset or liability in a transaction which at the time of the related transaction affects neither the accounting profit nor taxable profit or loss;
- ▶ In respect of taxable temporarily differences associated with investments in subsidiary and associates, and interests in joint ventures where timing of the reversal of the temporary difference can be controlled, and it is probable that the temporary difference will not reverse in the foreseeable future.

Viet Capital Commercial Joint Stock Bank

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as at 30 June 2025 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.22 *Taxation* (continued)

4.22.2 *Deferred tax* (continued)

Deferred tax assets are recognized for all deductible temporary differences, carried forward unused tax credit and unused tax losses, to the extent that it is probable that taxable profit will be available against which deductible temporary differences, carried forward unused tax credit and unused tax losses can be utilized, except:

- ▶ Where the deferred tax asset in respect of deductible temporary difference which arises from the initial recognition of an asset or liability which at the time of the related transaction, affects neither the accounting profit nor taxable profit or loss;
- ▶ In respect of deductible temporarily differences associated with investments in subsidiary, associates, and interests in joint ventures, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at each interim consolidated balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Previously unrecognised deferred tax assets are re-assessed at each interim consolidated balance sheet date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized, or the liability is settled based on tax rates and tax laws that have been enacted at the end of financial year.

Deferred tax is charged or credited to the interim consolidated income statement, except when it relates to items recognised directly to equity, in which case the deferred tax is also dealt with in the equity account.

Deferred tax assets and liabilities are offset when there is a legally enforceable right for the Bank and its subsidiary to offset current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority on:

- ▶ either the same taxable entity; or
- ▶ when the Bank and its subsidiary intends either settle current tax liabilities and assets on a net basis or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

4.23 *Foreign currency transactions*

In accordance with the accounting system of the Bank and its subsidiary, all transactions are recorded in original currencies. Monetary assets and liabilities denominated in foreign currencies are translated into VND using exchange rates ruling at the interim consolidated balance sheet date (*Note 47*). Income and expenses arising in foreign currencies during the period are converted into VND at rates ruling at the transaction dates. Foreign exchange differences arising from the translation of monetary assets and liabilities are recognized and followed in the "*Foreign exchange differences*" under "*Owners' equity*" in the interim consolidated statement of financial position and will be transferred to the consolidated income statement at the end of the year.

Viet Capital Commercial Joint Stock Bank

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.24 *Offsetting*

Financial assets and financial liabilities are offset and the net amount is reported in the interim consolidated statement of financial position if, and only if, there is a currently enforceable legal right to offset financial assets against financial liabilities or vice-versa, and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously.

4.25 *Employee benefits*

4.25.1 *Post-employment benefits*

Post-employment benefits are paid to retired employees of the Bank and its subsidiary by the Social Insurance Agency, which belongs to the Ministry of Labor, Invalids and Social Affairs. The Bank and its subsidiary are required to contribute to these post-employment benefits by paying social insurance premium to the Social Insurance Agency at the rate of 17.5% of an employee's basic salary monthly basis, salary allowances and other additional income. Besides, the Bank and its subsidiary have no further obligation of post-employee benefits.

4.25.2 *Voluntary resignation benefits*

The Bank and its subsidiary have the obligation, under Article 46 of the Labor Code No.45/2019/QH14 effective on 1 January 2021, to pay allowance arising from voluntary resignation of employees, equal to one-half month's salary for each year of employment up to 31 December 2008 plus salary allowances (if any). From 1 January 2009, the average monthly salary used in this calculation is the average monthly salary of the latest six-month period up to the resignation date.

4.25.3 *Unemployment insurance*

According to current regulations, the Bank and its subsidiary are required to contribute to the unemployment insurance at the rate of 1% of salary, and wage fund of unemployment insurance joiners and deduct 1% of monthly salary and wage of each employee to contribute to the Unemployment Insurance Fund.

4.26 *Segment reporting*

A segment is a component determined separately by the Bank and its subsidiary which is engaged in providing products or related services (business segment) or providing products or services in a particular economic environment (geographical segment). Each segment is subject to risks and returns that are different from those of other segments. The business segment of the Bank and its subsidiary are derived mainly from the business segment.

4.27 *Related parties*

Parties are considered related parties of the Bank and its subsidiary if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Additionally, related parties include situations where the Bank and its subsidiary, along with another party, are under common control or under common significant influence. Related parties can be enterprises or individuals, including close members of their families.

Viet Capital Commercial Joint Stock Bank

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued) B05a/TCTD-HN
as at 30 June 2025 and for the six-month period then ended

5. CASH ON HAND

	30 June 2025 VND million	31 December 2024 VND million
In VND	676,340	565,544
In foreign currencies	18,992	45,337
	695,332	610,881

6. BALANCES WITH THE STATE BANK OF VIETNAM

	30 June 2025 VND million	31 December 2024 VND million
In VND	1,327,948	2,747,468
In foreign currencies	12,647	18,782
	1,340,595	2,766,250

Balances with the State Bank of Vietnam (the "SBV") include settlement and compulsory reserve. The average balances of settlement deposits of the Bank with the State Bank of Vietnam are not less than the compulsory reserve in the month. The compulsory reserve is calculated by multiplying previous month average deposit balances and compulsory reserve rates.

The compulsory deposit rates are as follows:

	30 June 2025 %	31 December 2024 %
<i>For customer deposits</i>		
Demand deposits and deposit with term less than 12 months in VND	3.00	3.00
Deposits with term over 12 months in VND	1.00	1.00
Demand deposits and deposit with term less than 12 months in foreign currencies	8.00	8.00
Deposits with term over 12 months in foreign currencies	6.00	6.00
<i>For overseas credit institutions</i>		
Deposits in foreign currencies	1.00	1.00

The actual annual interest rates on balance with the SBV at the end of the period are as follows:

	30 June 2025 % per annum	31 December 2024 % per annum
Within compulsory deposit rate in VND	0.50	0.50
Within compulsory deposit rate in USD	0.00	0.00
Over compulsory deposit rate in VND	0.00	0.00
Over compulsory deposit rate in USD	0.00	0.00

Viet Capital Commercial Joint Stock Bank

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued) B05a/TCTD-HN
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7. DUE FROM AND LOANS TO OTHER CREDIT INSTITUTIONS

7.1 Due from other credit institutions

	30 June 2025 VND million	31 December 2024 VND million
Demand deposits	1,488,554	1,262,477
- In VND	1,410,233	927,148
- In foreign currencies	78,321	335,329
Term deposits	18,392,125	12,230,997
- In VND	17,740,250	11,346,625
- In foreign currencies	651,875	884,372
	19,880,679	13,493,474

Interest rates of term deposits at other credit institutions at the end of the period are as follows:

	30 June 2025 % per annum	31 December 2024 % per annum
In VND	4.50 - 9.00	3.90 - 8.90
In foreign currencies	4.45	4.30 - 4.80

7.2 Loans to other credit institutions

	30 June 2025 VND million	31 December 2024 VND million
In VND	96,500	743,000

The annual interest rate level for loans to other credit institutions at the end of the period are as follows:

	30 June 2025 % per annum	31 December 2024 % per annum
In VND	6.70	5.40 - 6.70

7.3 Analysis of term deposits and loans to other credit institutions by quality

	30 June 2025 VND million	31 December 2024 VND million
Current		
- Term deposits at other credit institutions	18,392,125	12,230,997
- Loans to other credit institutions	96,500	743,000
	18,488,625	12,973,997

Viet Capital Commercial Joint Stock Bank

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued) B05a/TCTD-HN
as at 30 June 2025 and for the six-month period then ended

8. DERIVATIVES AND OTHER FINANCIAL ASSETS/LIABILITIES

	<i>Total contract value (at contractual exchange rate) VND million</i>	<i>Total carrying value (using exchange rate at reporting date)</i>	
		<i>Assets VND million</i>	<i>Liabilities VND million</i>
Currency derivative instrument as at 30 June 2025			
Swap contracts	4,493,836	2,354	-
Net amount		2,354	
Currency derivative instrument as at 31 December 2024			
Swap contracts	7,100,463	-	(2,099)
Net amount			(2,099)

9. LOANS TO CUSTOMERS

	<i>30 June 2025 VND million</i>	<i>31 December 2024 VND million</i>
Loans to domestic economic entities and individuals	72,527,243	68,059,904
Pending debts awaiting resolution	74,176	82,170
	72,601,419	68,142,074

9.1 Analysis of loans by quality

	<i>30 June 2025 VND million</i>	<i>31 December 2024 VND million</i>
Current	69,045,930	65,067,613
Special mention	698,105	889,837
Sub-standard	393,335	269,589
Doubtful	810,034	519,414
Loss	1,579,839	1,313,451
Debts pending for settlement secured by foreclosed assets and unsettled debts with collaterals	74,176	82,170
	72,601,419	68,142,074

Viet Capital Commercial Joint Stock Bank

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued) B05a/TCTD-HN
as at 30 June 2025 and for the six-month period then ended

9. LOANS TO CUSTOMERS (continued)

9.2 Analysis of loans by original terms

	30 June 2025 VND million	31 December 2024 VND million
Short-term loans	44,104,112	43,953,163
Medium-term loans	6,040,052	5,658,404
Long-term loans	22,457,255	18,530,507
	72,601,419	68,142,074

9.3 Analysis of loans by currency

	30 June 2025 VND million	31 December 2024 VND million
In VND	72,399,350	68,014,924
In foreign currencies	202,069	127,150
	72,601,419	68,142,074

Interest rates of loans to customers at the end of the period are as follows:

	30 June 2025 % per annum	31 December 2024 % per annum
In VND	1.10 - 30.00	0.00 - 30.00
In foreign currencies	5.00 - 7.92	4.90 - 7.92

Viet Capital Commercial Joint Stock Bank

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as at 30 June 2025 and for the six-month period then ended

9. LOANS TO CUSTOMERS (continued)

9.4 Analysis of loans by type of customers and ownership

	30 June 2025		31 December 2024	
	VND million	%	VND million	%
Loans to corporation	25,161,704	34.66	20,122,464	29.53
Other joint-stock companies	14,633,465	20.16	10,704,882	15.71
Other limited companies	10,419,770	14.35	9,265,984	13.60
Private companies	65,340	0.09	74,364	0.11
Cooperatives and inter-cooperative	25,621	0.04	24,891	0.04
Joint stock companies which the State owned more than 50% of their charter capital or their share capital with voting rights or over which the State has control in accordance with the companies' charter	15,867	0.02	25,078	0.04
Partnerships	1,500	0.00	8,750	0.01
Administrative agencies, Party, unions and associations	100	0.00	100	0.00
Foreign invested enterprises	-	0.00	9,600	0.01
One-member limited liability companies of which 100% charter capital is owned by the State	-	0.00	8,815	0.01
Others	41	0.00	-	0.00
Loans to individuals	47,439,715	65.34	48,019,610	70.47
	72,601,419	100.00	68,142,074	100.00

Viet Capital Commercial Joint Stock Bank

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued) B05a/TCTD-HN
as at 30 June 2025 and for the six-month period then ended

9. LOANS TO CUSTOMERS (continued)

9.5 Analysis of loans by industry

	30 June 2025		31 December 2024	
	VND million	%	VND million	%
Trading, repair of motor vehicles, motorcycles and other vehicles	28,311,512	39.00	28,575,016	41.93
Real estate trading	13,077,897	18.01	11,406,598	16.74
Activities of households as employers, undifferentiated goods and services producing activities of households for own use	9,106,232	12.54	8,670,901	12.72
Agriculture, forestry and fisheries	7,701,470	10.61	5,308,748	7.79
Construction	4,871,384	6.71	4,186,731	6.14
Hotels and accommodation services	4,248,721	5.85	3,821,708	5.61
Manufacturing and processing	1,871,147	2.58	2,374,736	3.48
Finance services, banking and insurance activities	906,845	1.25	1,014,973	1.49
Administrative activities and supporting service	555,878	0.77	650,147	0.95
Transportation and warehousing	439,717	0.61	516,067	0.76
Electricity, gas, steam and air conditioning supply	327,780	0.45	373,900	0.55
Health and social support activities	142,123	0.20	167,928	0.25
Mining exploration	69,819	0.10	39,497	0.06
Arts and entertainment	48,959	0.07	50,151	0.07
Science and technology activities	34,187	0.05	37,588	0.06
Education and training	24,652	0.03	16,609	0.02
Water supply; sewerage, waste management and remediation activities	24,482	0.03	23,285	0.03
Information and communication	13,788	0.02	17,137	0.03
Activities of Communist Party, socio-political organization, public administration and defence; compulsory security	158	0.00	853	0.00
Activities of international organizations and agencies	-	0.00	1,400	0.00
Others	824,668	1.12	888,101	1.32
	72,601,419	100.00	68,142,074	100.00

Viet Capital Commercial Joint Stock Bank

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as at 30 June 2025 and for the six-month period then ended

10. PURCHASED DEBTS

	30 June 2025 VND million	31 December 2024 VND million
Purchased debts in VND	834,564	-
Provision for purchased debts	(6,292)	-
	828,272	-

The principal value of the purchased debts is as follows:

	30 June 2025 VND million	31 December 2024 VND million
Principal of debt purchased	861,953	-
Interest on purchased debt	7,441	-
	869,394	-

Movements of provision for purchase debts in the current period are as follows:

	Specific provision VND million	General provision VND million	Total provision VND million
1 January 2025	-	-	-
Charged during the period	32	6,260	6,292
30 June 2025	32	6,260	6,292

The analysis of the quality of debt purchase activities as of the end of the period is as follows:

	30 June 2025		31 December 2024	
	VND million	%	VND million	%
Current	832,234	99.72	-	-
Special mention	2,330	0.28	-	-
	834,564	100.00	-	-

Viet Capital Commercial Joint Stock Bank

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued) B05a/TCTD-HN
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11. PROVISION FOR CREDIT LOSSES

Breakdown of provision for credit losses at the end of the period are as follows:

	<i>Note</i>	<i>30 June 2025 VND million</i>	<i>31 December 2024 VND million</i>
Provision for purchased debts	10	6,292	-
Provision for loans to customers	11.1	1,125,725	952,164
Provision for special bonds issued by VAMC	12.3	246,642	213,010
		1,378,659	1,165,174

Provision expenses during the period comprised of:

	<i>Note</i>	<i>For the six-month period ended 30 June 2025 VND million</i>	<i>For the six-month period ended 30 June 2024 VND million</i>
Provision charged for purchase debts	10	6,292	-
Provision charged for loans to customers	11.1	286,606	211,948
Provision charged for special bonds issued by VAMC	12.3	33,632	96,718
		326,530	308,666

11.1 Provision for loans to customers

Result of the loan classification as at 30 June 2025 and provision for credit losses of loans to customers as required by prevailing regulations and the Bank's policy on loan classification and provision are as follows:

<i>Classification</i>	<i>Balance VND million</i>	<i>Specific provision VND million</i>	<i>General provision VND million</i>	<i>Total VND million</i>
Current	69,045,930	-	517,844	517,844
Special mention	698,105	10,831	5,236	16,067
Sub-standard	393,335	27,265	2,950	30,215
Doubtful	810,034	164,881	6,075	170,956
Loss	1,654,015	390,643	-	390,643
	72,601,419	593,620	532,105	1,125,725

Movements of provision for loans to customers during the current period are as follows:

	<i>Specific provision VND million</i>	<i>General provision VND million</i>	<i>Total VND million</i>
1 January 2025	451,566	500,598	952,164
Provision charged	255,099	31,507	286,606
Provision used to write off debts	(113,045)	-	(113,045)
30 June 2025	593,620	532,105	1,125,725

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NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued) B05a/TCTD-HN
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11. PROVISION FOR CREDIT LOSSES (continued)

11.1 Provision for loans to customers (continued)

Movements of provision for loans to customers during the previous period are as follows:

	<i>Specific provision VND million</i>	<i>General provision VND million</i>	<i>Total VND million</i>
1 January 2024	375,487	425,620	801,107
Provision charged	200,101	11,847	211,948
Provision used to write off debts	(81,491)	-	(81,491)
Provision used to sell debt to VAMC	(44,815)	-	(44,815)
30 June 2024	449,282	437,467	886,749

12. INVESTMENT SECURITIES

12.1. Available-for-sale securities

	<i>30 June 2025 VND million</i>	<i>31 December 2024 VND million</i>
Debt securities		
Government bonds (a)	9,619,698	8,984,310
Bonds and certificates of deposit issued by other domestic credit institutions (b)	549,508	249,453
	10,169,206	9,233,763

(a) Government bonds have term from 10 years to 20 years and bear interest at rates ranging from 2.00% p.a. to 7.40% p.a., interest is paid annually (31 December 2024: term from 10 years to 20 years and bear interest at rates ranging from 2.00% p.a. to 7.40% p.a.).

(b) Bonds issued by the Vietnam Development Bank, guaranteed by the Government have terms of 10 years with interest rate of 2.30% p.a., interest paid annually; and bonds issued by Vietnam Technological and Commercial Joint Stock Bank have terms of 2 years with interest rate of 5.20% p.a. (31/12/2024: bonds issued by the Vietnam Development Bank, guaranteed by the Government have terms of 10 years with interest rate at 2.30% p.a., interest is paid annually).

The Bank pledged some Government bonds and bonds issued by the Development Bank of Vietnam, totaling a carrying amount of VND6,380,804 million to secure borrowing limits and facilitate payment transactions at the State Bank of Vietnam and Vietcap Securities Joint Stock Company (31 December 2024: VND7,310,512 million).

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as at 30 June 2025 and for the six-month period then ended

12. INVESTMENT SECURITIES (continued)

12.1. Available-for-sale securities (continued)

Listing status of available-for-sale securities are as follows:

	30 June 2025 VND million	31 December 2024 VND million
Debt securities		
Listed	10,169,206	9,233,763
	10,169,206	9,233,763

12.2. Held-to-maturity securities

	30 June 2025 VND million	31 December 2024 VND million
Debt securities	4,198,414	2,301,288
Government bonds (a)	1,754,398	1,754,452
Bonds and deposit certificates issued by other domestic credit institutions (b)	2,444,016	546,836
Special bonds issued by VAMC	1,742,851	1,772,623
Face value of special bonds (c)	1,742,851	1,772,623
	5,941,265	4,073,911
Provision for held-to-maturity securities	(246,642)	(213,010)
Provision for special bonds issued by VAMC	(246,642)	(213,010)
	5,694,623	3,860,901

- (a) These are Government bonds that have terms from 15 years to 20 years with interest rates from 2.20% p.a. to 2.70% p.a., interest paid annually (31 December 2024: 15 years and bear interest at rates ranging from 2.20% p.a. to 2.40% p.a., interest paid annually).
- (b) Bonds issued by the Vietnam Development Bank and guaranteed by the Government have terms from 10 years to 15 years with interest rate at 2.30% p.a. to 6.00% p.a., interest is paid annually. (31 December 2024: 10 years to 15 years and interest rates from 2.30% p.a. to 6.00% p.a., paid annually); certificates of deposit issued by Tin Viet Joint Stock Finance Company have terms of 6 months with an interest rate of 7.50% p.a., interest paid at maturity (as of 31/12/2024: terms of 12 months with an interest rate of 8.50% p.a., interest paid at maturity); and certificates of deposit issued by Orient Commercial Joint Stock Bank have terms of 6 months with an interest rate of 4.75% p.a., interest paid at maturity.
- (c) These are special bonds issued by Vietnam Asset Management Company ("VAMC") to purchase bad debts of the Bank. These bonds have a term of 5 years and earn interest at a rate of 0.00% p.a. The par value of these special bonds is the difference between the outstanding loan balance and the corresponding unused specific provision at the purchasing date.

The Bank pledged some Government bonds and bonds issued by the Development Bank of Vietnam, totaling a carrying amount of VND1,601,941 million to secure borrowing limits and facilitate payment transactions at the State Bank of Vietnam and VPS Securities Joint Stock Company (31 December 2024: VND1,853,167 million).

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12. INVESTMENT SECURITIES (continued)

12.2. Held-to-maturity securities (continued)

Listing status of held-to-maturity securities (excluding special bonds issued by VAMC) is as follows:

	30 June 2025 VND million	31 December 2024 VND million
Debt securities		
Listed	4,098,414	2,101,288
Unlisted	100,000	200,000
	4,198,414	2,301,288

The movement of VAMC bonds during the period is as follows:

	30 June 2025 VND million	31 December 2024 VND million
1 January 2025	1,772,623	1,366,470
Increase during in period	-	588,017
Decrease during the period	(29,772)	(181,864)
30 June 2025	1,742,851	1,772,623

12.3 Provision for investment securities

The movements of provision for special bonds issued by VAMC during the period are as follows:

	For the six-month period ended 30 June 2025	For the six-month period ended 30 June 2024
Beginning balance	(213,010)	-
Provision charged during the period	(33,632)	(96,718)
Ending balance	(246,642)	(96,718)

12.4. Analysis of securities classified as credit risk assets by quality

	30 June 2025 VND million	31 December 2024 VND million
Debt securities		
Current	2,993,524	796,289

Viet Capital Commercial Joint Stock Bank

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
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B05a/TCTD-HN

13. FIXED ASSETS

13.1 Tangible fixed assets

	Buildings and structures VND million	Machinery and equipment VND million	Vehicles VND million	Office equipment VND million	Others VND million	Total VND million
Cost						
Beginning balance	339,325	298,297	199,679	7,257	63,920	908,478
Additions	160	14,451	4,243	251	1,270	20,375
Disposal	-	-	-	-	(211)	(211)
Ending balance	339,485	312,748	203,922	7,508	64,979	928,642
Accumulated depreciation						
Beginning balance	37,674	166,222	108,950	3,994	27,105	343,945
Charged for the period	4,137	11,491	9,455	441	2,197	27,721
Disposal	-	-	-	-	(87)	(87)
Ending balance	41,811	177,713	118,405	4,435	29,215	371,579
Net book value						
Beginning balance	301,651	132,075	90,729	3,263	36,815	564,533
Ending balance	297,674	135,035	85,517	3,073	35,764	557,063

Cost of fully depreciated tangible fixed assets that are still in use as at 30 June 2025 is VND103,239 million (31 December 2024: VND98,985 million).

Viet Capital Commercial Joint Stock Bank

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued) B05a/TCTD-HN
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13. FIXED ASSETS (continued)

13.2 Intangible fixed assets

	<i>Land using rights VND million</i>	<i>Computer software VND million</i>	<i>Total VND million</i>
Cost			
Beginning balance	810,344	384,366	1,194,710
Additions	-	340	340
Ending balance	810,344	384,706	1,195,050
Accumulated amortization			
Beginning balance	36,873	188,463	225,336
Charged for the period	1,788	8,132	9,920
Ending balance	38,661	196,595	235,256
Net book value			
Beginning balance	773,471	195,903	969,374
Ending balance	771,683	188,111	959,794

Cost of fully amortized intangible fixed assets that are still in use as at 30 June 2025 is VND97,886 million (31 December 2024: VND91,802 million).

14. OTHER ASSETS

14.1 Receivables

	<i>30 June 2025 VND million</i>	<i>31 December 2024 VND million</i>
Constructions in progress and advances for purchases of fixed assets (a)	216,789	209,423
Other receivables (b)	1,072,842	1,284,993
	1,289,631	1,494,416

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14. OTHER ASSETS (continued)

14.1 Receivables (continued)

- (a) This account presents constructions in progress of the Bank's branch offices and transaction offices and advances for the purchase of fixed assets. Details of advances for purchase of fixed assets and construction in progress at the end of the period were as follows:

	30 June 2025 VND million	31 December 2024 VND million
Purchase of branch office in Tan Binh District, Ho Chi Minh City	59,253	59,253
Purchase of software and other fixed assets	46,687	50,490
Purchase of branch office in Tien Giang	36,589	36,589
Purchase of branch office in Can Tho	29,450	29,450
Purchase of branch office of Grand Center project, Quy Nhon	25,071	25,071
Purchase of branch office in Tay Ninh	9,749	-
Others	9,990	8,570
	216,789	209,423

- (b) Other receivables comprised of:

	30 June 2025 VND million	31 December 2024 VND million
Internal receivables	3,986	4,813
Advances for operation activities	3,843	1,814
Others	143	2,999
External receivables	1,068,856	1,280,180
Deposits for office rental at Viet Capital Center Building (i)	900,000	900,000
Advances for costs related to disposals of collaterals	60,008	51,940
Receivables from card organizations	40,416	39,732
Deposits for office rental	37,361	45,817
Receivable from e-wallet payment intermediaries	6,778	5,546
Receivables from VPS Securities Joint Stock Company	3,562	516
Receivables from Vietcap Securities Joint Stock Company	2,775	408
Receivables from interest subsidy program	1,171	1,181
Receivables from disposal assets	-	218,500
Other receivables	16,785	16,540
	1,072,842	1,284,993

- (i) This represented deposits for office rental at Viet Capital Center project between the Bank and Phuong Nam 3A-2 Real Estate Trading Joint Stock Company under Contract No. 01/2016/HDTVTP dated 2 November 2016. Total contract rental fee is VND1,300 billion for lease term of 41 years. On 10 June 2023, the two parties have agreed to extend the expected handover date of the leased premises to 30 June 2025 and have consented to allow Phuong Nam 3A-2 a delay of 6 months compared to the originally scheduled handover date.

Viet Capital Commercial Joint Stock Bank

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued) B05a/TCTD-HN
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14. OTHER ASSETS (continued)

14.2 Interest and fees receivables

	30 June 2025 VND million	31 December 2024 VND million
Interest receivable from loans in VND	1,449,608	1,383,384
Interest receivable from available-for-sale securities	130,281	127,823
Interest receivable from deposits in VND	83,795	46,600
Interest receivable from held-to-maturity securities	71,982	20,733
Interest receivable from purchased debts in VND	11,568	-
Interest from deposits in foreign currencies	2,146	1,617
Interest receivable from loan in foreign currencies	785	1,316
Interest, fees receivables from swap contracts	234	115
Fees receivable	1,642	1,566
	1,752,041	1,583,154

14.3 Other assets

	30 June 2025 VND million	31 December 2024 VND million
Payment intermediary activities	410,105	677,722
Prepaid expenses (i)	181,578	190,655
Foreclosed assets awaiting for resolution (ii)	142,754	137,267
Other assets	34,606	21,838
	769,043	1,027,482

- (i) Prepaid and deferred expenses mainly include interest prepayment, the purchase of tools, utilities, service prepaid expenses, property rental, data transmission line rentals, maintenance and repair expenses. Details are as follow:

	30 June 2025 VND million	31 December 2024 VND million
Prepaid office rental expenses	26,249	28,238
Prepaid interest expenses for customer deposits	7,769	38,415
Other prepaid expenses	147,560	124,002
	181,578	190,655

- (ii) These are foreclosed assets received by the Bank as a substitute for the fulfillment of borrowers' obligations which have transferred ownership to the bank.

Viet Capital Commercial Joint Stock Bank

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued) B05a/TCTD-HN
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14. OTHER ASSETS (continued)

14.4 Provision for other assets

Details of provision for other on-statement of financial position assets as follows

	30 June 2025		31 December 2024	
	Balance VND million	Provision VND million	Balance VND million	Provision VND million
Others receivables	2,860	1,430	2,999	858

Changes in provision for other assets during the period are as follows:

	For the six-month period ended 30 June 2025 VND million	For the six-month period ended 30 June 2024 VND million
Beginning balance	858	-
Provision charged for other assets during the period	572	-
Ending balance	1,430	-

15. LIABILITIES TO GOVERNMENT AND THE STATE BANK OF VIETNAM

	30 June 2025 VND million	31 December 2024 VND million
Borrowings from discounting valuable papers	3,627,038	1,557,819

This is borrowings from the SBV through open market operations with original terms of 7 days to 91 days with interest rate at 4.00% p.a. (31/12/2024: 7 days to 14 days with interest rate at 4.00% p.a.).

16. DUE TO AND BORROWINGS FROM OTHER CREDIT INSTITUTIONS

16.1 Due to other credit institutions

	30 June 2025 VND million	31 December 2024 VND million
Demand deposits	544,051	567,312
In VND	544,051	567,312
Term deposits	17,930,370	13,031,497
In VND	17,278,495	12,147,125
In foreign currencies	651,875	884,372
	18,474,421	13,598,809

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16. DUE TO AND BORROWINGS FROM OTHER CREDIT INSTITUTIONS (continued)

16.1 Due to other credit institutions (continued)

Interest rates applicable to term deposits of other credit institutions at the end of the period are as follows:

	30 June 2025 % per annum	31 December 2024 % per annum
Term deposits in VND	3.50 - 9.10	3.55 - 6.30
Term deposits in foreign currencies	4.50	4.70

16.2 Borrowings from other credit institutions

	30 June 2025 VND million	31 December 2024 VND million
Borrowings from domestic credit institutions in VND	2,641,668	5,123,162
In which: Discounted, re-discounted	2,641,668	5,123,162
	2,641,668	5,123,162

Interest rates applicable to borrowings from other credit institutions at the end of the period are as follows:

	30 June 2025 % per annum	31 December 2024 % per annum
In VND	4.20 - 4.40	4.10 - 5.60

17. DUE TO CUSTOMERS

17.1 Analysis by type of deposits

	30 June 2025 VND million	31 December 2024 VND million
Demand deposits	4,349,582	4,415,471
Demand deposits in VND	4,287,827	4,394,065
Demand deposits in foreign currencies	61,755	21,406
Term deposits	64,284,967	62,822,298
Term deposits in VND	25,808,366	19,477,172
Term deposits in foreign currencies	720	3,243
Term savings deposits in VND	38,359,144	43,259,109
Term savings deposits in foreign currencies	116,737	82,774
Specialised capital deposits	65,997	40,795
Specialised capital deposits in VND	55,006	40,250
Specialised capital deposits in foreign currencies	10,991	545
Margin deposits	95,937	110,885
Margin deposits in VND	95,888	110,837
Margin deposits in foreign currencies	49	48
	68,796,483	67,389,449

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17. DUE TO CUSTOMERS (continued)

17.1 Analysis by type of deposits (continued)

Interest rates applicable to customer deposits at the end of the period are as follows:

	30 June 2025 % per annum	31 December 2024 % per annum
Demand deposits in VND	0.00 - 0.50	0.00 - 0.50
Demand deposits in foreign currencies	0.00	0.00
Term deposits in VND	0.00 - 9.60	0.00 - 10.00
Term savings deposits in VND	0.30 - 12.00	0.30 - 12.00
Term deposits in foreign currencies	0.00	0.00
Term savings deposits in foreign currencies	0.00	0.00

17.2 Analysis by customers and type of business

	30 June 2025 VND million	31 December 2024 VND million
Deposits from economic entities	8,192,255	8,589,010
Other joint stock companies	4,045,303	4,201,212
Other limited liability companies	2,714,545	2,738,166
Foreign invested companies	295,814	297,104
Administrative agencies, parties, unions and associations	242,283	267,300
State-owned companies	161,441	360,268
One-member limited liability companies of which 100% charter capital is held by the State	156,861	122,674
Limited liability companies with two or more members of which more than 50% of the charter capital is held or controlled by the State	108,457	132,124
Business households	14,894	13,397
Joint stock companies with more than 50% of charter capital owned by the State	13,835	7,362
Cooperatives and inter-cooperatives	3,577	6,375
Private companies	3,200	752
Partnerships	49	44
Others	431,996	442,232
Deposits from individuals	60,604,228	58,800,439
	68,796,483	67,389,449

18. GRANTS, ENTRUSTED FUNDS AND LOANS EXPOSED TO RISKS

	30 June 2025 VND million	31 December 2024 VND million
In foreign currencies	228,156	222,364

This is the capital received from different trustees with the original term from 36 months to 60 months and annual interest rates ranging from 8.14% p.a. to 8.19% p.a. (31/12/2024: term from 36 months to 60 months and annual interest rates ranging from 8.26% p.a. to 8.34% p.a.)

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NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued) B05a/TCTD-HN
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19. VALUABLE PAPERS ISSUED

	30 June 2025 VND million	31 December 2024 VND million
Certificate of deposits in VND	9,886,852	6,057,013
From less than 12 months	6,250,000	4,648,141
From 12 months to 5 years	3,636,852	1,408,872
Bonds in VND	2,722,930	1,468,550
From over 5 years or more	2,722,930	1,468,550
Others in VND	10	10
From less than 12 months	10	10
	12,609,792	7,525,573

Interest rates applicable to valuable papers issued at the end of the period are as follows:

	30 June 2025 % per annum	31 December 2024 % per annum
Certificate of deposits in VND		
From less than 12 months	4.75 - 7.00	5.10 - 7.00
From 12 months to 5 years	5.20 - 7.50	5.00 - 10.20
Bonds in VND		
From over 5 years or more	7.90 - 8.20	7.90

20. OTHER LIABILITIES

20.1 Interest and fees payable

	30 June 2025 VND million	31 December 2024 VND million
Interest on saving deposits in VND	772,586	596,873
Interest on deposits in VND	611,196	346,940
Interest on valuable papers in VND	342,846	147,692
Interest on borrowings in VND	25,027	23,306
Interest on grants, entrusted funds in foreign currencies	5,018	4,996
Interest on forward contracts	2,250	1,668
Interest on swap contracts	1,801	101
	1,760,724	1,121,576

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20. OTHER LIABILITIES (continued)

20.2 Other payables

	30 June 2025 VND million	31 December 2024 VND million
Internal payables	11,118	25,025
Bonus and welfare fund	11,115	11,115
Payables to employees	3	13,910
External payables	440,758	815,495
Payment for share purchase under the ESOP program (*)	186,808	-
Payable to card organizations	143,527	169,961
Payables for payment intermediary activities	63,303	155,478
Consigned funds pending for settlement	23,467	37,431
Taxes payable to the State Budget	5,772	48,988
Unearned income	3,970	6,640
Excess funds waiting resolution	1,481	988
Dividend payables	1,234	1,234
Bonds payable with unsettled rights	-	381,640
Other payables	11,196	13,135
	451,876	840,520

(*) This amount represents payments made by employees to purchase newly issued shares of the Bank under the Employee Stock Ownership Plan (ESOP), in accordance with Resolution No. 01/24/BVBank/NQ-DHDCD dated 19 April 2024 of the General Meeting of Shareholders, approving the issuance of 20 million shares, and the Resolution of the Board of Directors No. 69/25/BVBank/NQ-HDQT dated May 16, 2025, regarding the implementation of the ESOP share issuance plan. The issuance was completed on 1 July 2025.

21. STATUTORY OBLIGATIONS

	31 December 2024 VND million	Movement during the period		30 June 2025 VND million
		Payables VND million	Paid VND million	
Corporate income tax	41,947	18,996	(58,085)	2,858
Value added tax	3,253	10,759	(11,990)	2,022
Personal income tax	2,897	42,055	(44,401)	551
Foreign contractors tax	891	2,340	(2,890)	341
Others tax	-	501	(501)	-
	48,988	74,651	(117,867)	5,772

21.1 Current corporate income tax

The Bank and its subsidiary have the obligation to pay corporate income tax ("CIT") at the rate of 20% of taxable profits for the current period (previous period: 20%).

The Bank and its subsidiary's tax reports are subject to examination by the taxation authorities. Since the application of tax laws and regulations to many types of transactions are susceptible to varying interpretations, amounts reported in the interim consolidated financial statements could be changed at a later date upon final determination by the taxation authorities.

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21. STATUTORY OBLIGATIONS (continued)

21.1 Current corporate income tax (continued)

The current tax payable is based on taxable profit for the current period. Taxable income differs from profit as reported in the interim consolidate income statement since it excludes taxable income or deductible expenses in prior years due to the differences between the Bank and its subsidiary's accounting policies and the current income tax policies, and also excludes non-taxable income or non-deductible expenses. The current CIT payables are calculated based on the statutory tax rates applicable at the consolidate balance sheet date.

	<i>For the six-month period ended 30 June 2025 VND million</i>	<i>For the six-month period ended 30 June 2024 VND million</i>
CIT expenses for the period	18,878	30,401
Tax expense for land use rights transfer	118	814
Current CIT expense for the period	18,996	31,215

Reconciliation between CIT expenses and the accounting profit before tax multiplied by CIT rate is presented below:

	<i>For the six-month period ended 30 June 2025 VND million</i>	<i>For the six-month period ended 30 June 2024 VND million</i>
Accounting profit before tax	93,443	152,740
At applicable CIT tax rate of 20%	18,688	30,548
<i>Adjustments to increase:</i>		
- Non-deductible expenses	308	667
<i>Adjustments to decrease:</i>		
- Income from disposal	(118)	(814)
CIT expenses for the period	18,878	30,401

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22. OWNERS' EQUITY

22.1 Statement of changes in owners' equity

Items	Charter capital(*) VND million	Share premium VND million	Capital expenditure fund VND million	Development and investment reserve VND million	Capital supplementary reserve VND million	Financial reserve VND million	Other reserves (**) VND million	Foreign exchange differences VND million	Retained earnings VND million	Total VND million
1 January 2025	5,518,462	8	1	1,560	57,521	197,590	1,288	-	378,479	6,154,909
Increase in the period										
(*)	689,738	(339)	-	-	-	-	-	-	-	689,399
Net profit of the period	-	-	-	-	-	-	-	-	74,447	74,447
Exchange rate differences	-	-	-	-	-	-	-	425	-	425
Appropriation to reserves	-	-	-	-	31,111	31,111	-	-	(62,222)	-
Other increase	-	-	-	-	-	59	-	-	-	59
30 June 2025	6,208,200	(331)	1	1,560	88,632	228,760	1,288	425	390,704	6,919,239

(*) During the period, the Bank increased its charter capital by VND689,738 million according to the resolution of the General Assembly of Shareholders No.01/24/BVBank/NQ-DHDCD dated 19 April 2024 through 1 issuances of shares: issue 68,973,785 shares to existing shareholders to increase share capital from cash, with equivalent to an issuance ratio of 8:1.

(**) Other reserves comprise Funds for Board of Management and Board of Directors. The appropriations to Funds for Board of Management and Board of Directors were proposed by the Bank's Board of Directors and approved by the General Meeting of Shareholders.

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22. OWNERS' EQUITY (continued)

22.2 Shares

Details of the Bank's shares are as follows:

	30 June 2025 Shares	31 December 2024 Shares
Number of authorized shares	620,820,000	551,846,215
Number of issued shares		
- Ordinary shares	620,820,000	551,846,215
Number of shares in circulation		
- Ordinary shares	620,820,000	551,846,215

23. BASIC EARNINGS PER SHARE

Basic earnings per share are calculated by dividing net profit after tax attributable to ordinary shareholders of the Bank (after adjusted for appropriation of bonus and welfare reserves) by the weighted average number of ordinary shares outstanding during the period.

The weighted average number of outstanding common shares for the six-month period ending 30 June 2025 has been adjusted proportionally to the increased number of changes of newly issued shares under the Employee Stock Ownership Plan (ESOP) in accordance with Resolution No. 01/24/BVBank/NQ-DHDCD dated 19 April 2024 of the General Meeting of Shareholders and the Resolution of the Board of Directors No. 69/25/BVBank/NQ-HDQT dated 16 May 2025, regarding the implementation of the ESOP share issuance plan.

Information for basic earnings per share and diluted earnings per share calculation of the Bank are as follows:

	For the six-month period ended 30 June 2025	For the six-month period ended 30 June 2024
Net profit attributable to shareholders of the Bank (VND million)	74,447	121,525
Adjustment for appropriation to bonus and welfare funds (VND million)	-	-
Net profit attributable to shareholders for basic earnings per share calculation (VND million)	74,447	121,525
Weighted average number of outstanding ordinary shares (excluded treasury shares) (shares)	552,227,286	501,680,000
Effect of dilution due to ESOP share issuance (shares)	1,140,751	-
Weighted average number of ordinary shares adjusted for the effect of dilution	553,368,037	501,680,000
Basic earnings per share (VND/share)	135	242
Diluted earnings per share (VND/share)	135	242

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24. INTEREST AND SIMILAR INCOME

	<i>For the six-month period ended 30 June 2025 VND million</i>	<i>For the six-month period ended 30 June 2024 VND million</i>
Interest income from loans to customers and other credit institutions	3,153,642	2,728,340
Interest income from deposits	305,430	118,528
Interest income from debt securities	183,397	142,686
Interest income from purchased debts	35,921	-
Interest income from guarantee services	8,933	6,497
Other income from credit activities	52,841	44,871
	3,740,164	3,040,922

25. INTEREST AND SIMILAR EXPENSES

	<i>For the six-month period ended 30 June 2025 VND million</i>	<i>For the six-month period ended 30 June 2024 VND million</i>
Interest expense on deposits	2,126,279	1,670,948
Interest expense on valuable papers	366,981	312,869
Interest expense on borrowings	97,326	32,696
Other expenses on credit activities	981	1,667
	2,591,567	2,018,180

26. NET FEES AND COMMISSION INCOME

	<i>For the six-month period ended 30 June 2025 VND million</i>	<i>For the six-month period ended 30 June 2024 VND million</i>
Fees and commission income	132,799	121,207
Settlement services	117,079	108,889
Treasury services	3,672	3,423
Others	12,048	8,895
Fees and commission expenses	(118,281)	(77,795)
Settlement services	(64,618)	(49,993)
Postal and telecommunication	(7,654)	(9,758)
Treasury services	(4,846)	(4,205)
Brokerage commissions	(3,353)	(6,007)
Consultancy services	(2,278)	(4,889)
Others	(35,532)	(2,943)
	14,518	43,412

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27. NET GAIN FROM TRADING OF FOREIGN CURRENCIES

	<i>For the six-month period ended 30 June 2025 VND million</i>	<i>For the six-month period ended 30 June 2024 VND million</i>
Income from foreign exchange	56,818	170,264
Income from spot foreign exchange	51,469	142,094
Income from currency derivative instruments	5,349	28,170
Expense from foreign exchange	(3,531)	(134,548)
Expense from spot foreign exchange	(15)	(480)
Expense from currency derivative instruments	(3,516)	(134,068)
	53,287	35,716

28. NET (LOSS)/GAIN FROM INVESTMENT SECURITIES

	<i>For the six-month period ended 30 June 2025 VND million</i>	<i>For the six-month period ended 30 June 2024 VND million</i>
Gain from trading of investment securities	138	24,428
Loss from trading of investment securities	(629)	(1,415)
	(491)	23,013

29. NET GAIN FROM OTHER OPERATING ACTIVITIES

	<i>For the six-month period ended 30 June 2025 VND million</i>	<i>For the six-month period ended 30 June 2024 VND million</i>
Other operating income	28,219	40,378
Income from write-off debts	24,697	31,176
Income from insurance agency support activities	2,043	2,096
Income from liquidation of foreclosed assets	589	-
Income from property leasing activities	492	1,144
Income from disposal fixed asset	-	4,068
Other income	398	1,894
Other operating expenses	(3,477)	(2,538)
Expense from debt purchase activities	(1,156)	(216)
Corporate social responsibility activities	(375)	(348)
Expense from disposal fixed asset	(123)	-
Other expenses	(1,823)	(1,974)
	24,742	37,840

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30. OPERATING EXPENSES

	<i>For the six-month period ended 30 June 2025 VND million</i>	<i>For the six-month period ended 30 June 2024 VND million</i>
Tax, duties and fees	680	743
Personnel expenses	447,592	375,212
Salaries and allowances	359,835	290,590
Bonus	43,531	39,128
Salary related contributions	40,732	41,440
Subsidies	1,905	1,844
Uniform	635	2,210
Other expenses	954	-
Asset expenditure	204,326	178,180
Expense for asset rental	101,769	91,812
Expenses for assets repairing and maintenance	52,037	37,066
Depreciation and amortization charges	37,641	36,889
Purchasing tools and supplies	12,202	11,698
Assets insurance expenses	677	715
Administrative expenses	121,305	107,451
Expenses for publishing documents, advertising	25,079	17,359
Meeting and conference expenses	23,786	19,252
Postage and telecommunication, gasoline expenses	13,216	15,071
Utilities expenses	11,413	11,898
Business trip expenses	7,328	7,137
Printing materials expenses	2,704	2,405
Training and coaching expense	475	1,374
Union activities expenses	1	46
Other expenses	37,303	32,909
Insurance expenses for customer deposits	46,205	39,731
Provision charged for losses on other assets	572	-
	820,680	701,317

31. CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the interim consolidated statement of cash flows comprises the following balances in the interim consolidated statement of financial position:

	<i>30 June 2025 VND million</i>	<i>31 December 2024 VND million</i>
Cash on hand	695,332	610,881
Balances with the State Bank of Vietnam	1,340,595	2,766,250
Demand deposits with other credit institutions	1,488,554	1,262,477
Due from other credit institutions with term of less than 3 months	14,892,125	12,230,997
	18,416,606	16,870,605

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32. EMPLOYEES' INCOME

	<i>For the six-month period ended 30 June 2025 VND million</i>	<i>For the six-month period ended 30 June 2024 VND million</i>
I. Total average number of employees (persons)	2,906	2,610
II. Employees' income (VND million)		
1. Total salary	359,835	290,590
2. Bonus	43,531	39,128
3. Other income	1,905	1,844
4. Total income (1+2+3)	405,271	331,562
5. Average monthly salary (VND million/person)	20.64	18.56
6. Average monthly income (VND million/person)	23.24	21.17

33. COLLATERALS AND MORTGAGES

33.1 Assets and valuable papers taken for mortgage, pledge, discount and re-discount

Types and book value of collaterals of customers at the end of the period are as follows:

	<i>30 June 2025 VND million</i>	<i>31 December 2024 VND million</i>
Real estate properties	95,118,517	87,978,295
Shares issued by other economic institutions	10,186,926	6,694,760
Saving books and valuable papers	3,098,675	3,269,182
Motor vehicles	1,270,293	1,500,896
Machinery and equipment	1,233,066	1,084,735
Inventories	705,177	644,770
Shares issued by other credit institutions	6,081	6,081
Other assets	4,876,894	4,389,010
	116,495,629	105,567,729

33.2 Assets and valuable papers of the Bank mortgaged, pledged and discounted, re-discounted

Breakdown of the Bank and its subsidiary's financial assets mortgaged, pledged and discounted for borrowings or securities transferred under purchase and repurchases agreements with SBV and other credit institutions at the end of the period are as follows:

	<i>30 June 2025 VND million</i>	<i>31 December 2024 VND million</i>
Valuable papers	7,982,745	9,163,679

34. CONTINGENT LIABILITIES AND COMMITMENTS

In the normal course of business, the Bank and its subsidiary utilizes financial instruments which are recorded as consolidated off-balance sheet items. These financial instruments mainly comprise foreign exchange commitments, guarantee commitments and commercial letters of credit. These instruments involve elements of credit risk besides the items recognized in the interim consolidated statement of financial position.

Credit risk for off-balance sheet financial instruments is defined as the possibility of sustaining a loss for the Bank and its subsidiary when any other party to a financial instrument fails to perform in accordance with the terms of the contract.

Financial guarantees are conditional commitments issued by the Bank and its subsidiary to guarantee the performance of a customer to a third-party including guarantee for borrowings, settlement, and performing contracts and bidding. The credit risk involved in issuing guarantees is essentially the same as that involved in extending loans to other customers.

Commercial at sight letters of credit represents a financing transaction by the Bank and its subsidiary to its customer who is usually the buyer/importer of goods and the beneficiary is typically the seller/exporter. Credit risk from this type of letters of credit is limited as the merchandise shipped serves as collateral for the transaction.

Deferred payment letters of credits represent the amounts at risk should the contract be fully affected but the client defaults in repayment to the beneficiary. Deferred payment letters of credit that defaulted by clients are recognized by the Bank and its subsidiary as granting of a compulsory loan with a corresponding liability representing the financial obligation of the Bank and its subsidiary to pay the beneficiaries and to fulfil the guarantor obligation.

The Bank and its subsidiary require margin deposits to support credit-related financial instruments when it is deemed necessary. The margin deposit required varies from nil to 100% of the value of a commitment granted, depending on the creditworthiness of clients as assessed by the Bank and its subsidiary.

The currency trading commitments are commitments to purchase, sell at spot and currency forward and swap commitments. Commitments to purchase, sell at spot are commitments to purchase, sell currency according to exchange rate dealt and payment within 2 (two) days since transaction date. Commitments on forward purchase/sale of foreign currency are the commitments where the Bank and its subsidiary commits to carry out the purchase/sale of a foreign currency volume in Vietnam Dong or in another foreign currency at a determined forward rate the transaction date. Currency swap commitments are commitments to purchase and sell with the same notional principal amount (only two currencies used for transaction) to one client, including one transaction for term payment at spot and one transaction for term payment in the future with the exchange rate of both transactions determined at spot transaction date.

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34. CONTINGENT LIABILITIES AND COMMITMENTS (continued)

Details of outstanding commitments and contingent liabilities at the end of the period are as follows:

	30 June 2025 VND million	31 December 2024 VND million
Loan guarantees	3,200	3,200
Foreign exchange commitments	12,110,134	23,958,919
- Cross currency swap contracts	8,978,736	14,190,690
- Buying foreign currencies commitments	1,565,599	4,886,162
- Selling foreign currencies commitments	1,565,799	4,882,067
Letters of credit	3,251	22,142
- At sight letters of credit	-	17,698
- Deferred letters of credit	3,251	4,444
Other guarantees	958,403	874,316
- Settlement guarantees	180,682	254,404
- Performance guarantees	331,448	145,635
- Bidding guarantees	33,264	52,877
- Other guarantees	413,009	421,400
Other commitments	68,049	33,201
	13,143,037	24,891,778
Less: Margin deposits	(95,937)	(110,885)
Contingent liabilities and commitments	13,047,100	24,780,893

As at 30 June 2025 and 31 December 2024, all off-balance sheet commitments are classified in Group 1 - Current.

35. INTEREST AND FEES RECEIVABLE BUT NOT COLLECTED YET

	30 June 2025 VND million	31 December 2024 VND million
Loan interests that have not been collected	399,074	368,136
Receivable fees that have not been collected	43,945	61,216
	443,019	429,352

36. BAD DEBTS WRITTEN OFF

	30 June 2025 VND million	31 December 2024 VND million
Bad debts written off under monitoring period		
Principal debts	1,395,989	1,298,669
Interest debts	1,914,573	1,531,195
	3,310,562	2,829,864

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37. ASSETS AND OTHER DOCUMENTS

	30 June 2025 VND million	31 December 2024 VND million
Other assets held under trust	11,864,332	10,694,021
Collateral assets received as a substitute for the fulfilment of the guarantor's obligations awaiting disposal	82,122	89,450
Other valuable documents are being preserved	2,400,023	200,023
	14,346,477	10,983,494

38. RELATED PARTY TRANSACTIONS

Related party transactions include all transactions undertaken with other entities to which the Bank and its subsidiary are related. Parties are considered as related parties if one party is able to control over or significantly influence to the other party in making decision of financial and operational policies. A party is deemed to be related to the Bank and its subsidiary if:

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

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38. RELATED PARTY TRANSACTIONS (continued)

Related parties have transactions with the Bank and its subsidiary as follows:

<i>Related parties</i>	<i>Relationship</i>
Viet Capital Bank Assets Management Company Limited	Subsidiary
Viet Capital Asset Management Joint Stock Company ("VCAM")	Chairman of the Board of Directors of VCAM is Vice-Chairman of the Board of Directors of the Bank
Vietcap Securities Joint Stock Company ("VCSC")	Chairman of the Board of Directors of VCSC is Vice-Chairman of the Board of Directors of the Bank
Viet Capital Real Estate Joint Stock Company	Member of the Board of Directors of the Company is the Vice-Chairman of the Board of Directors of the Bank
Gooday Hospitality Co., Ltd	Shareholder owning more than 10% chartered capital who are also members of the Board of Directors of the Company are Vice-Chairman of the Board of Directors of the Bank
Phoenix Holdings Co., Ltd	Shareholder owning more than 10% chartered capital who are also members of the Board of Directors of the Company are Vice-Chairman of the Board of Directors of the Bank
Seven System Vietnam Joint Stock Company	Member of the Board of Directors of the Company is the Deputy General Director of the Bank
Gold Coast Retail Joint Stock Company	Chairman of the Board of Directors of the Company is the Deputy General Director of the Bank
Vietnam Basketball Joint Stock Company	Member of the Board of Directors of the Company is the Deputy General Director of the Bank
Other related parties	Individuals related to members of the Board of Directors, Supervisory Board, Board of General Directors and Chief Accountant of the Bank

Significant transactions with related parties in the period are as follows:

<i>Related parties</i>	<i>Transactions</i>	<i>For the six-month period ended 30 June 2025 VND million</i>	<i>For the six-month period ended 30 June 2024 VND million</i>
Member of the Board of Directors and Board of Supervision			
Board of Directors and Board of Supervision	Term deposits	86,679	84,726
	Repayments of principal and interest for deposits	57,222	56,742
Member of the Board of Managements and Chief Accountant			
Board of Managements and Chief Accountant	Term deposits	27,455	17,177
	Repayments of principal and interest for deposits	30,329	17,917
	Loan disbursement	-	500
	Receipt of principal and interest for loans	-	503
Other related parties			
Other related companies and individuals	Term deposits	147,622	142,219
	Repayments of principal and interest for deposits	216,574	180,910
	Loan disbursement	247,128	266,941
	Receipt of principal and interest for loans	353,031	287,724

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38. RELATED PARTY TRANSACTIONS (continued)

Receivables and payables with related parties as at the period-end are as follows:

		Receivables/(payables)	
Related parties	Transactions	30 June 2025 VND million	31 December 2024 VND million
Member of the Board of Directors and Board of Supervision			
Board of Directors and Board of Supervision	Demand deposits	(9,232)	(4,678)
	Term deposits	(307,507)	(265,877)
	Accrual interest payables for deposits	(4,222)	(6,431)
Member of the Board of Managements and Chief Accountant			
Board of Managements and Chief Accountant	Demand deposits	(895)	(1,709)
	Term deposits	(7,241)	(8,157)
	Accrual interest payables for deposits	(147)	(67)
Other related parties			
Other related companies and individuals	Demand deposits	(39,377)	(154,979)
	Term deposits	(149,320)	(192,060)
	Accrual interest payables for deposits	(1,664)	(1,239)
	Receivables	2,775	508
	Loans	225,233	275,406
	Accrual interest receivables from loans	591	425

Salaries/allowances of the Board of Directors, Board of Supervision and General Director and Chief accountant during the period are as follows:

Name	Position	For the six-month period ended 30 June 2025	For the six-month period ended 30 June 2024
		VND million	VND million
Board of Directors		4,229	3,162
Mr. Le Anh Tai	Chairman	1,836	1,230
Ms. Nguyen Thanh Phuong	Vice Chairman	1,338	1,001
Mr. Ngo Quang Trung	Member (*)	-	-
Mr. Nguyen Nhat Nam	Member	875	770
Mr. Pham Quang Khanh	Independent Member	180	161
Board of Supervision		1,545	998
Board of Management and Chief Accountant		9,221	6,982
Mr. Ngo Quang Trung	General Director	2,979	2,340
Other key managers		6,242	4,642

(*) Member of the Board of Directors cum General Director has received the CEO's salary, therefore, he does not receive the remuneration of the Board of Directors.

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39. CONCENTRATION OF ASSETS, LIABILITIES AND OFF-BALANCE SHEET ITEMS BY GEOGRAPHICAL REGIONS

	<i>Domestic VND million</i>	<i>Overseas VND million</i>	<i>Total VND million</i>
Assets as at 30 June 2025			
Due from and loans to other credit institutions	19,916,749	60,430	19,977,179
Derivative and financial instruments (Total transaction value amount to contract)	4,493,836	-	4,493,836
Loans to customers - gross	72,601,419	-	72,601,419
Purchase debt - gross	834,564	-	834,564
Investment securities - gross	16,110,471	-	16,110,471
Liabilities as at 30 June 2025			
Liabilities to Government and the SBV	3,627,038	-	3,627,038
Due to and borrowings from other credit institutions	21,116,089	-	21,116,089
Due to customers	68,796,483	-	68,796,483
Grants, entrusted funds, and loans exposed to risks	228,156	-	228,156
Valuable papers issued	12,609,792	-	12,609,792
Off-balance-sheet commitments as at 30 June 2025	13,143,037	-	13,143,037

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40. SEGMENT REPORT

40.1 Main segment report: by geographical region

	South VND million	Central VND million	North VND million	Eliminations VND million	Total VND million
I. Income	7,719,778	928,207	799,870	(5,489,717)	3,958,138
1. Interest and similar income from:	7,525,397	913,688	782,420	(5,481,341)	3,740,164
- External customers	3,043,441	432,709	264,014	-	3,740,164
- Internal	4,481,956	480,979	518,406	(5,481,341)	-
2. Fee and commission income	105,733	13,071	13,995	-	132,799
3. Other income	88,648	1,448	3,455	(8,376)	85,175
II. Expenses	7,562,213	773,805	691,864	(5,489,717)	3,538,165
1. Interest and similar expenses from:	6,850,779	646,816	575,313	(5,481,341)	2,591,567
- External customers	1,833,120	365,020	393,427	-	2,591,567
- Internal	5,017,659	281,796	181,886	(5,481,341)	-
2. Depreciation expenses	30,769	3,910	2,962	-	37,641
3. Direct operating expenses	680,665	123,079	113,589	(8,376)	908,957
Operating profit before allowance expenses for credit losses	157,565	154,402	108,006	-	419,973
Allowance for credit losses	320,716	4,075	1,739	-	326,530
Profit before tax	(163,151)	150,327	106,267	-	93,443
I. Assets	99,815,466	9,601,671	6,092,260	-	115,509,397
1. Cash on hand	456,247	117,621	121,464	-	695,332
2. Fixed assets	1,342,580	139,305	34,972	-	1,516,857
3. Other assets	98,016,639	9,344,745	5,935,824	-	113,297,208
II. Liabilities	80,372,521	13,827,366	14,390,271	-	108,590,158
1. External liabilities	79,953,773	13,817,931	14,366,578	-	108,138,282
2. Internal liabilities	11,118	-	-	-	11,118
3. Other liabilities	407,630	9,435	23,693	-	440,758

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40. SEGMENT REPORT (continued)

40.2 Secondary segment report: by business sector

The Bank mainly operates in one business segment which is commercial banking.

41. FINANCIAL RISK MANAGEMENT

Risk is always inherent in the Bank and its subsidiary's operation, but it is managed by detective procedures, periodical evaluation and control depending on the risk limit and other existed controls. The risk management process is critical to the Bank and its subsidiary's profitability and each individual of the Bank and its subsidiary have responsibility to prevent risks relating to their work. The Bank and its subsidiary have exposure to risks such as: credit risk, liquidity risk, market risk (classified as business risk and non-business risk). In addition, the Bank also exposed to operational risk.

The independent risk control process does not take into account business risks such as changes in environment, technology and industry structure. These risks are controlled by strategy planning process of the Bank and its subsidiary. Accordingly, the Bank established a Risk Management Committee ("the RMC") and set out its organisation and responsibilities as follows:

- Consulting the Board of Directors ("BOD") about risk management procedures and policies in accordance with the prevailing laws and the Bank's charter.
- Analysing risks and alerting the Bank to the potential risk exposures and their potential impact and providing preventive measures in short-term as well as in long-term.
- Reviewing and evaluating the appropriateness and the effectiveness of the Bank's current risk management policies in order to recommend and propose to the BOD required changes to existing procedures, policies and operational strategies.
- Consulting BOD about investment decisions, related party transactions, management policies and risk management solutions within its responsibility.

The RMC is responsible for reporting to BOD and holding meeting on a regular basis or an ad-hoc basis but at least semi-annually.

42. CREDIT RISK

Credit risk is the risk that the Bank and its subsidiary will incur a loss because its customers or counterparties fail to discharge their contractual obligations.

The Bank and its subsidiary manage and control credit risk by setting limits on the amount of risk it is willing to accept for individual counterparties and for geographical and industry concentrations, and by monitoring exposures in relation to such limits.

The Bank and its subsidiary have established a credit quality review process to provide early identification of possible changes in the financial position and creditworthiness of counterparties based on qualitative and quantitative indicators. Counterparty's limits are established by the use of a credit rating system, which assigns each counterparty a risk rating. Risk ratings are subject to regular revision.

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42. CREDIT RISK (continued)

42.1 Maximum exposure to credit risk before collateral held or other credit enhancements

The maximum exposures to credit risk relating to each group of financial assets, which are equivalent to their book values on the interim consolidated statement of financial position, are listed below:

	30 June 2025 VND million	31 December 2024 VND million
Credit risk of balance sheet items	100,012,527	86,856,680
Due from and loans to other credit institutions	19,977,179	14,236,474
Derivative financial instruments	2,354	-
Loans to customers - gross	72,601,419	68,142,074
Purchase debt - gross	834,564	-
Investment securities - gross	4,736,375	2,568,912
- Debt securities - available-for-sale	549,508	249,453
- Debt securities - held-to-maturity	4,186,867	2,319,459
Other financial assets	1,860,636	1,909,220
Credit risk of off-balance items - gross	1,032,903	932,859
Loan guarantees	3,200	3,200
Other guarantees	958,404	874,316
L/C commitments	3,251	22,142
Other commitments	68,049	33,201

This table illustrates the worst scenario which the Bank and its subsidiary will incur the maximum credit exposures as at 30 June 2025 and 31 December 2024, without taking into account of any collateral held or credit enhancements.

42.2 Financial assets neither past due nor impaired

The Bank's financial assets which are neither past due nor impaired comprise loans to customers classified as Group 1 in accordance with Circular 31; securities, receivables and other financial assets which are not past due, and no provision. The Bank determines that the Bank has absolutely capacity to fully and timely recover these financial assets in the futures.

42.3 Financial assets past due but not impaired

The age of financial assets past due but not impaired as at 30 June 2025 is presented below:

	Past due				
	Less than 90 days VND million	From 91 to 180 days VND million	From 181 to 360 days VND million	More than 360 days VND million	Total VND million
Loans to customers	97,837	26,730	42,639	328,751	495,957

Loans that are overdue but not impaired are overdue loans but not required to make provisions as the Bank and its subsidiary hold all collaterals in the form of counterparty deposits, real estate, movable assets, valuable papers and other types of collateral.

43. MARKET RISK

43.1 Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect the fair values of financial instruments. The Bank and its subsidiary are exposed to interest rate risk as a result of mismatches of maturity dates or dates of interest rate re-pricing in respect of assets, liabilities and off-balance sheet instruments over a certain period. The Bank manages this risk by matching the interest rate re-pricing dates of assets and liabilities.

The Bank and its subsidiary usually monitors interest rate gaps, compares the domestic market with international market for timely adjustments. In addition, the application of internal risk management became more effective thanks to the deployment of Internal Funds Transfer Pricing System and Concentrated Payment System, so that all capital and payment transactions of the Bank and its subsidiary are performed by the Head Office. This helps the Bank and its subsidiary monitor the capital changes and reduce the potential errors as well as the unnecessary complicated procedures more effectively.

Interest rate sensitivity

The Bank and its subsidiary have not performed the analysis of interest rate sensitivity as at 30 June 2025 and 31 December 2024 because of shortage in data base and input information.

The effective interest rates on balances with the SBV, due from and loans to other credit institutions, loans to customers, liabilities to Government and the SBV, due to and borrowings from other credit institutions, due to customers and valuable papers issued in currencies are presented in Notes 6, 7, 9, 15, 16, 17 and 19.

Analysis of assets and liabilities based on interest rate re-pricing date

Re-pricing term of the effective interest rate is the remaining period from the date of the interim consolidated financial statements to the nearest re-pricing date of interest rate or remaining contractual term of assets and liabilities whichever is earlier.

The following assumptions and conditions are used in analysis of the re-pricing period of interest rates of the Bank and its subsidiary's assets and liabilities:

- ▶ Cash on hand; derivative financial instruments; investment in equity securities; long-term investment and other assets and other liabilities are classified as non-interest bearing items;
- ▶ The re-pricing term of balances with the State Bank of Vietnam is demand deposit and considered as up to 1-month;
- ▶ The re-pricing term of investment securities - debt securities (excluding special bond issued by VAMC) is calculated based on the time to maturity from the consolidated financial statement date for each type of securities;
- ▶ The re-pricing term of borrowing from SBV; due from and loans to other credit institutions; loans to customers; entrusted funds; due to and borrowings from other credit institutions; due to customers are determined as follows:
 - Items which bear fixed interest rate during the contractual term: The re-pricing term is determined based on the time to maturity from the interim consolidated financial statement date.
 - Items which bear floating interest rate: The re-pricing term is determined based on the time to the nearest interest rate re-pricing date from the interim consolidated financial statement date.
- ▶ The re-pricing term of valuable papers issued is determined based on time to actual maturity date of each valuable paper.

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43. MARKET RISK (continued)

43.1 Interest rate risk (continued)

The following table presents the interest re-pricing period of the Bank and its subsidiary's assets and liabilities as at 30 June 2025:

	Overdue VND million	Non-interest bearing VND million	Interest re-pricing period					Over 5 years VND million	Total VND million
			Up to 1 month VND million	1 - 3 months VND million	3 - 6 months VND million	6 - 12 months VND million	1 - 5 years VND million		
Assets									
Cash on hand	-	695,332	-	-	-	-	-	-	695,332
Balances with the State Bank of Vietnam	-	-	1,340,595	-	-	-	-	-	1,340,595
Due from and loans to other credit institutions	-	-	13,188,554	4,288,625	500,000	2,000,000	-	-	19,977,179
Derivatives and other financial assets	-	2,354	-	-	-	-	-	-	2,354
Loans to customers - gross	3,555,489	-	18,579,756	30,598,991	8,777,376	7,407,986	2,701,084	980,737	72,601,419
Purchase debt - gross	2,330	-	283,234	549,000	-	-	-	-	834,564
Investment securities - gross	-	1,742,851	100,000	2,000,000	-	-	300,017	11,967,603	16,110,471
Fixed assets	-	1,516,857	-	-	-	-	-	-	1,516,857
Other assets - gross	-	3,810,715	-	-	-	-	-	-	3,810,715
Total assets	3,557,819	7,768,109	33,492,139	37,436,616	9,277,376	9,407,986	3,001,101	12,948,340	116,889,486
Liabilities									
Liabilities to Government and the SBV	-	-	2,285,970	1,341,068	-	-	-	-	3,627,038
Due to and borrowings from other credit institutions	-	-	15,335,027	4,810,883	633,555	336,624	-	-	21,116,089
Due to customers	-	83,914	18,625,744	15,277,149	22,077,883	11,809,823	921,920	50	68,796,483
Grants, entrusted funds and loans exposed to risks	-	-	-	-	228,156	-	-	-	228,156
Valuable papers issued	-	-	247,229	2,043,022	2,069,549	4,196,967	1,330,095	2,722,930	12,609,792
Other liabilities	-	2,212,600	-	-	-	-	-	-	2,212,600
Total liabilities	-	2,296,514	36,493,970	23,472,122	25,009,143	16,343,414	2,252,015	2,722,980	108,590,158
On-balance sheet interest sensitivity gap	3,557,819	5,471,595	(3,001,831)	13,964,494	(15,731,767)	(6,935,428)	749,086	10,225,360	8,299,328
Off-balance sheet interest sensitivity gap	-	-	-	-	-	-	-	-	-
On and off-balance sheet interest sensitivity gap	3,557,819	5,471,595	(3,001,831)	13,964,494	(15,731,767)	(6,935,428)	749,086	10,225,360	8,299,328

43. MARKET RISKS (continued)

43.2 Currency risk

Currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates.

The Bank and its subsidiary are incorporated and operating in Vietnam with reporting currency as VND. The major currency of its transaction is also VND. The major currency of financial assets and financial liabilities are mainly in VND, some transactions are denominated in USD, EUR and other foreign currencies. The Bank and its subsidiary have set limits to control the positions of the currencies. Positions are monitored on a daily basis and hedging strategies are used to ensure positions of the currencies are maintained within the established limits.

The exchange rates of key foreign currencies to VND at the reporting date are presented at Note 47.

	USD equivalent VND million	EUR equivalent VND million	Other currencies equivalent VND million	Total VND million
Assets				
Cash on hand	17,340			18,992
Balances with the State Bank of Vietnam	12,647	534	1,118	12,647
Due from and loans to other credit institutions	723,782			730,196
Derivatives and other financial assets	(521,505)	1,322	5,092	(521,505)
Loans to customers	202,069			202,069
Other assets	69,626			69,626
Total assets	503,959	1,856	6,210	512,025
Liabilities				
Due to and borrowings from other credit institutions	651,875			651,875
Due to customers	189,312	206	734	190,252
Grants, entrusted funds and loans exposed to risks	228,156			228,156
Other liabilities	13,734	1	95	13,830
Total liabilities	1,083,077	207	829	1,084,113
Foreign exchange position on-balance sheet	(579,118)	1,649	5,381	(572,088)
Foreign exchange position off-balance sheet	677,918	(3,558)	(543)	673,817
Foreign exchange position on and off-balance sheet	98,800	(1,909)	4,838	101,729

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43. MARKET RISK (continued)

43.2 Currency risk (continued)

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in exchange rate, with all other variables held constant, of the Bank' and its subsidiary profit after tax and share holders' equity. The Bank and its subsidiary's exposure to foreign currency changes for all other currencies is not material.

	<i>Assumed level of change</i>	<i>Effect on profit after tax</i>
	<i>%</i>	<i>VND million</i>
30 June 2025		
USD	3%	(2,371)
USD	(3%)	2,371

43.3 Liquidity risk

Liquidity risk is the risk which the Bank and its subsidiary have difficulties in meeting the obligations of financial liabilities. Liquidity risk occurs when the Bank and its subsidiary cannot afford to settle debt obligations at the due dates in the normal or stress conditions. To manage the liquidity risk exposure, the Bank and its subsidiary have diversified the mobilization of deposits from various sources in addition to its basic capital resources. In addition, the Bank and its subsidiary have established policy for control of liquidity assets flexibly; monitor the future cash flows and daily liquidity. The Bank and its subsidiary have also evaluated the estimated cash flows and the availability of current collateral assets in case of obtaining more deposits.

Liquidity risk is limited by holding a large amount of cash and cash equivalents under demand deposits with other credit institutions, balances with the SBV and other credit institutions and valuable papers. Safety ratio that taken into account risk factor are also used to manage liquidity risk.

The maturity term of assets and liabilities is the remaining period of assets and liabilities as calculated from the interim balance sheet date to the settlement date in accordance with contractual terms and conditions.

The following assumptions and conditions are applied in the analysis of maturity of the Bank and its subsidiary's assets and liabilities:

- Balances with the SBV are classified as demand deposits with maturity within one (1) month which include compulsory deposits;
- The maturity term of securities held for trading is considered within one month because of their high liquidity, investment securities - debt securities is calculated based on the maturity date of each kind of securities;
- The maturity term of granted, entrusted funds and loans exposed to risk, valuable papers issued, due from and loans to other credit institutions, loans to customers is determined based on the maturity date as stipulated in contracts. The actual maturity term may be altered because loan contracts may be extended;
- The maturity term of long-term investments is considered as more than five (5) years because these investments do not have specific maturity date;
- The maturity term of liabilities to Government and the SBV, due to and borrowings from other credit institutions, derivatives, due to customers and other financial liabilities are determined based on features of these items or the maturity date as stipulated in contracts. Vostro account and demand deposits are transacted as required by customers, and therefore, classified as current accounts. The maturity term of borrowings and term deposits is determined based on the maturity date in contracts. In practice, these amounts may be rolled over, and therefore, they may last beyond the original maturity date;
- The maturity term of a fixed asset is determined based on the remaining useful life of the asset.

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43. MARKET RISK (continued)

43.3 Liquidity risk (continued)

The following table presents assets and liabilities by relevant maturity calculated at 30 June 2025:

	Overdue		Current					Total VND million
	Above 3 months VND million	Up to 3 months VND million	Up to 1 month VND million	1 - 3 months VND million	3 - 12 months VND million	1 - 5 years VND million	Above 5 years VND million	
Assets								
Cash on hand	-	-	695,332	-	-	-	-	695,332
Balances with the SBV	-	-	1,340,595	-	-	-	-	1,340,595
Due from and loans to other credit institutions	-	-	13,188,554	4,288,625	2,500,000	-	-	19,977,179
Derivatives and other financial assets	-	-	(366)	2,720	-	-	-	2,354
Loans to customers - gross	2,857,385	698,105	6,675,867	11,143,894	24,209,922	6,611,428	20,404,818	72,601,419
Purchase debt - gross	-	2,330	217,727	2,430	40,241	12,407	559,429	834,564
Investment securities - gross	-	-	100,000	2,000,000	-	2,042,868	11,967,603	16,110,471
Fixed assets	-	-	-	-	-	-	1,516,857	1,516,857
Other assets - gross	2,860	-	915,907	747,450	378,584	854,788	911,126	3,810,715
Total assets	2,860,245	700,435	23,133,616	18,185,119	27,128,747	9,521,491	35,359,833	116,889,486
Liabilities								
Liabilities to Government and the SBV	-	-	2,285,970	1,341,068	-	-	-	3,627,038
Due to and borrowings from other credit institutions	-	-	15,335,027	4,810,883	970,179	-	-	21,116,089
Due to customers	-	-	19,473,133	14,521,515	33,882,365	919,420	50	68,796,483
Grants, entrusted funds and loans exposed to risks	-	-	-	130,375	-	97,781	-	228,156
Valuable papers issued	-	-	247,229	2,043,022	6,266,516	1,330,095	2,722,930	12,609,792
Other liabilities	-	-	880,089	481,660	816,228	34,597	26	2,212,600
Total liabilities	-	-	38,221,448	23,328,523	41,935,288	2,381,893	2,723,006	108,590,158
Net liquidity gap	2,860,245	700,435	(15,087,832)	(5,143,404)	(14,806,541)	7,139,598	32,636,827	8,299,328

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43. MARKET RISK (continued)

43.4 Market price risk

Except for the assets and liabilities presented above, the Bank and its subsidiary have no other market price risks which have risk level accounting for 5% or more of net profit or the value of assets, liabilities accounting for 5% or more of total assets.

44. OPERATING LEASE COMMITMENTS

Non-cancellable operating leases commitments the Bank has signed the lease contract as follows:

	30 June 2025 VND million	31 December 2024 VND million
Within one (1) year	143,615	136,713
From one (1) to five (5) years	247,904	232,582
After five (5) years	65,480	77,381
	456,999	446,676

45. SUPPLEMENTAL NOTES TO FINANCIAL ASSETS AND FINANCIAL LIABILITIES

On 6 November 2009, the Ministry of Finance issued Circular No. 210/2009/TT-BTC providing guidance for the adoption in Vietnam of the International Financial Reporting Standards on presentation and disclosures of financial instruments ("Circular 210") which is effective for financial years beginning on or after 1 January 2011.

The Circular 210 only provides for the presentation and disclosures of financial instruments; therefore, Banks and its subsidiary only applied the concepts of financial assets, financial liabilities and related concepts for the supplemental presentation according to the requirements of Circular 210. Assets, liabilities and equity of the Bank and its subsidiary have been recognized and measured in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System for Credit Institutions and related regulations of the State Bank of Vietnam.

45. SUPPLEMENTAL NOTES TO FINANCIAL ASSETS AND FINANCIAL LIABILITIES (continued)

Financial assets

Financial assets of the Bank and its subsidiary within the scope of Circular 210 comprise cash and gold, balances with the State Bank of Vietnam, due from and loans to other credit institutions, loans to customers, held-for-trading and investment securities, receivables and other assets under currency derivative contracts.

According to Circular 210, financial assets are classified appropriately, for the purpose of disclosure in the interim consolidated financial statements, into one of the following categories:

► *A financial asset at fair value through profit or loss*

Is a financial asset that meets either of the following conditions:

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

► *Held-to-maturity investments:*

Non-derivative financial assets with fixed or determinable payments and fixed maturity that the Bank and its subsidiary have the positive intention and ability to hold to maturity other than:

- a) Those that the Bank and its subsidiary upon initial recognition designated as at their fair value through profit or loss;
- b) Those that designated as available-for-sale;
- c) Those that satisfied the definitions of loans and receivables.

► *Loans and receivables:*

Are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market, not includes:

- a) Those that the Bank and its subsidiary intend to sell immediately or in the near term, which shall be classified as held for trading, and those that the Bank and its subsidiary upon initial recognition designated as at fair value through profit or loss;
- b) Those that the Bank and its subsidiary upon initial recognition designate as available for sale; or
- c) Those for which the holder may not recover substantially all of its initial investment, other than because of credit deterioration, which shall be classified as available for sale.

45. SUPPLEMENTAL NOTES TO FINANCIAL ASSETS AND FINANCIAL LIABILITIES (continued)

Financial assets (continued)

► *Available for sale assets:*

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

- a) Loans and receivables;
- b) Held-to-maturity investments;
- c) Financial assets at fair value through profit or loss.

Financial liabilities

Financial liabilities of the Bank and its subsidiary under the Circular 210 consist of borrowings from the Government and the State Bank of Vietnam, deposits and borrowings from other banks, due to customers, grants, entrusted funds and loans exposed to risks, valuable papers issued by the Bank and its subsidiary, payables and other liabilities under monetary derivative contracts.

According to Circular 210/2009/TT-BTC, financial liabilities are classified appropriately, for the purpose of disclosure in the interim consolidated financial statements, into one of the following categories:

► *Financial liabilities at fair value through profit or loss*

Is a financial liability that meets either of the following conditions:

- a) It is classified as held for trading. A financial liability is classified as held for trading if:
 - ✓ It is acquired or incurred principally for the purpose of selling or repurchasing it in the near term; or
 - ✓ There is evidence of a recent actual pattern of short-term profit-taking; or
 - ✓ It is a derivative (except for a derivative that is a financial guarantee contract or designated and effective hedging instrument).
- b) Upon initial recognition it is designated by the Bank and its subsidiary as at fair value through profit or loss

► *Financial liabilities at amortized cost*

Financial liabilities which are not categorized as at fair value through profit or loss will be classified as financial liabilities at amortized cost.

Offsetting financial assets and liabilities

Financial assets and financial liabilities are offset and reported at the net amount in the interim consolidated balance sheet if, and only if, the Bank has an enforceable legal right to offset financial assets against financial liabilities and the Bank and its subsidiary has intention to settle on a net basis, or the realization of the assets and settlement of liabilities is made simultaneously.

Determine the fair value of financial instruments

The fair value of cash and short-term deposits approximate their carrying value due to short term maturity of these items.

45. SUPPLEMENTARY NOTE ON FINANCIAL ASSETS AND FINANCIAL LIABILITIES (continued)

The carrying amount and fair value of the Bank and its subsidiary's financial assets and liabilities are presented as at 30 June 2025 as below:

	Book value				Other assets and liabilities at		Fair value
	Held for trading	Held to maturity	Loans and receivables	Available for sale	amortized cost	Total book value	
	VND million	VND million	VND million	VND million	VND million	VND million	VND million
Financial assets							
Cash on hand	-	-	-	-	695,332	695,332	695,332
Balances with the State Bank of Vietnam	-	-	-	-	1,340,595	1,340,595	1,340,595
Due from and loans to other credit institutions	-	-	96,500	-	19,880,679	19,977,179	(*)
Derivative financial instruments	2,354	-	-	-	-	2,354	(*)
Loans to customers	-	-	71,475,694	-	-	71,475,694	(*)
Purchase debt	-	-	828,272	-	-	828,272	(*)
Investment securities	-	5,694,623	-	10,169,206	-	15,863,829	(*)
Other financial assets	-	-	-	-	1,860,636	1,860,636	(*)
	2,354	5,694,623	72,400,466	10,169,206	23,777,242	112,043,891	
Financial liabilities							
Liabilities to Government and the SBV	-	-	-	-	-	-	-
Due to and borrowings from other credit institutions	-	-	-	-	3,627,038	3,627,038	(*)
Due to customers	-	-	-	-	21,116,089	21,116,089	(*)
Grants, entrusted funds and loans exposed to risks	-	-	-	-	68,796,483	68,796,483	(*)
Valuable papers issued	-	-	-	-	228,156	228,156	(*)
Other financial liabilities	-	-	-	-	12,609,792	12,609,792	(*)
	-	-	-	-	2,191,740	2,191,740	(*)
	-	-	-	-	108,569,298	108,569,298	

(*) As Vietnamese Accounting Standards, Vietnamese Accounting System for Credit Institutions and related regulations of the State Bank of Vietnam have no specific guidance on the fair value determination, the fair value of these items cannot be determined.

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46. EVENTS AFTER THE INTERIM CONSOLIDATED BALANCE SHEET DATE

As of 8 July 2025, the Bank completed the issuance of 20,000,000 additional shares to increase charter capital under the Employee Stock Ownership Plan (ESOP), in accordance with Resolution No. 01/24/BVBank/NQ-DHDCCD dated 19 April 2024 of the General Meeting of Shareholders and the Resolution of the Board of Directors No. 69/25/BVBank/NQ-HDQT dated May 16, 2025, regarding the implementation of the ESOP share issuance plan. Accordingly, the Bank recorded an increase in charter capital of VND 200,000,000,000 from VND 6,208,200,000,000 to VND 6,408,200,000,000.

Except for the aforementioned event, there is no matter or circumstance that has arisen since the interim consolidated balance sheet date that requires adjustment or disclosure in the interim consolidated financial statements of the Bank and its subsidiary.

47. EXCHANGE RATES OF APPLICABLE FOREIGN CURRENCIES AGAINST VIETNAM DONG AT THE END OF THE PERIOD

	30 June 2025 VND	31 December 2024 VND
USD	26,075	25,413
EUR	30,732	26,697
GBP	35,761	32,007
JPY	181.16	162.44
AUD	17,100	15,853
CAD	19,097	17,674
SGD	20,449	18,744
CHF	32,168	28,241
HKD	3,323	3,279

Ho Chi Minh City, Vietnam
14 August 2025

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