



SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

SAIGON - HANOI
COMMERCIAL JS BANK
BOARD OF SUPERVISORS

No.: 01/TTr-BKS

Hanoi, March 29, 2024

PROPOSAL

**Regarding: Selection of independent audit firm to audit financial statements in 2024
of Saigon - Hanoi Commercial Joint Stock Bank**

To: GENERAL MEETING OF SHAREHOLDERS

Pursuant to Enterprise Law No. 59/2020/QH14 dated June 17, 2020 of the XIV National Assembly ;

Pursuant to the Law on Credit Institutions No. 47/2010/QH12 dated June 16, 2010 of the 12th National Assembly and the Law Amending and Supplementing a Number of Articles of the Law on Credit Institutions, No. 17/2017/QH14 dated November 20, 2017 of the 14th National Assembly;

Pursuant to Decree No. 155/2020/ND-CP dated December 31, 2020 of the Government " *Detailed regulations on implementation of a number of articles of the Securities Law* ";

Pursuant to Circular No. 01/VBHN-NHNN dated January 10, 2022 of the State Bank of Vietnam (SBV) " *Regulations on independent audit of credit institutions and foreign bank branches* ",

In order to perform audit on the 2024 financial statements of Saigon - Hanoi Commercial Joint Stock Bank (SHB) in accordance with the law and SHB's Charter, the Board of Supervisors respectfully submits to the General Meeting of Shareholders the selection of an independent audit firm as follows:

SHB as a public listed credit institution on the Vietnamese stock market is required to be audited to ensure transparency and comply with accounting and auditing standards. To meet current operational requirements and business growth goals in the coming time, SHB's financial statements shall be audited in line with both Vietnamese and international auditing standards. Therefore, the selected audit firm must have profound experience in auditing large commercial banks in Vietnam in line with both Vietnamese and international auditing standards. The Board of Supervisors would like to propose to the General Meeting of Shareholders the following criteria for selecting an independent audit firm:

- As one of the reputable international audit firms licensed to operate in Vietnam and approved by the State Bank of Vietnam to audit credit institutions and the State Securities Commission to audit listed corporates;
- A team of highly qualified auditors with extensive experience in auditing financial statements in finance and banking sectors in compliance with Vietnamese and international accounting standards;
- No conflicts of interest during financial statement audit for SHB;
- Reasonable audit fee commensurate with the scope and progress of the audit requested by SHB.

With the above criteria, the Board of Supervisors respectfully submits to the General Meeting of Shareholders for approval of the selection of an independent audit firm to audit SHB's 2024 Financial Statements as follows:

1. *Selection of one of the four leading audit firms (big four) in the qualified audit firms for listed corporates and credit institutions approved by the State Securities Commission and the State Bank to audit SHB's 2024 Financial Statements;*
2. *Assign the Board of Directors and standing members of the Board of Directors to evaluate and select an audit firm that meets the criteria stated in this Proposal and direct the Board of Management to sign the audit contract with the selected audit firm to audit and review SHB's financial statements in fiscal year 2024.*
3. *Assign the Board of Supervisors to oversee the independent audit of financial statements in compliance with the provisions of law.*

PP. THE BOARD OF SUPERVISORS
HEAD OF THE BOARD OF SUPERVISORS
(signed and sealed)

Pham Hoa Binh