



SAI GON – HA NOI COMMERCIAL JOINT STOCK BANK

(Incorporated in the Socialist Republic of Vietnam)

**REVIEWED INTERIM CONSOLIDATED
FINANCIAL STATEMENTS**

For the 6-month period ended 30 June 2025

(In accordance with Vietnamese Accounting Standards, accounting regime applicable to credit institutions in Vietnam and legal regulations relating to interim separate consolidated reporting)



TABLE OF CONTENTS

<u>CONTENTS</u>	<u>PAGE(S)</u>
STATEMENT OF THE BOARD OF MANAGEMENT	1 - 2
REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS	3 - 4
INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION	5 - 7
INTERIM CONSOLIDATED INCOME STATEMENT	8
INTERIM CONSOLIDATED CASH FLOW STATEMENT	9 - 10
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS	11 - 54



SAIGON – HANOI COMMERCIAL JOINT STOCK BANK

77 Tran Hung Dao Street, Cua Nam Ward,
Hanoi, S.R. Vietnam

STATEMENT OF THE BOARD OF MANAGEMENT

The Board of Management of Saigon – Hanoi Commercial Joint Stock Bank (the “Bank”) presents this report together with the Bank’s interim consolidated financial statements for the 6-month period ended 30 June 2025.

The members of the Board of Directors, Board of Supervisors, Board of Management and Chief Accountant of the Bank during the period and to the date of this report are as follows:

Board of Directors

Mr. Do Quang Hien	Chairman
Mr. Do Quang Vinh	Vice Chairman
Mr. Thai Quoc Minh	Member
Ms. Ngo Thu Ha	Member
Mr. Pham Viet Dan	Member
Mr. Do Van Sinh	Independent Member
Mr. Phan Dang Tuat	Independent Member (appointed from 22 April 2025)

Board of Supervisors

Mr. Pham Hoa Binh	Head of Board of Supervisors
Ms. Le Thanh Cam	Member
Mr. Vu Xuan Thuy Son	Member

Board of Management and Chief Accountant

Ms. Ngo Thu Ha	Chief Executive Officer (Legal representative)
Mr. Le Dang Khoa	Executive Officer
Mr. Nguyen Huy Tai	Executive Officer
Ms. Ninh Thi Lan Phuong	Executive Officer
Mr. Do Duc Hai	Executive Officer
Mr. Do Quang Vinh	Executive Officer
Ms. Ngo Thi Van	Chief Accountant



STATEMENT OF THE BOARD OF MANAGEMENT (Continued)

THE BOARD OF MANAGEMENT'S STATEMENT OF RESPONSIBILITY

The Board of Management of the Bank is responsible for preparing the interim consolidated financial statements, which give a true and fair view of the interim consolidated financial position of the Bank as at 30 June 2025 and its interim consolidated financial performance and its interim consolidated cash flows for the 6-month period then ended in accordance with Vietnamese Accounting Standards, accounting regime applicable to credit institutions in Vietnam and legal regulations relating to interim consolidated financial reporting. In preparing these interim consolidated financial statements, the Board of Management is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the interim consolidated financial statements;
- Prepare the interim consolidated financial statements on the going concern basis unless it is inappropriate to presume that the Bank will continue its business; and
- Design and implement an effective internal control system for the purpose of properly preparing and presenting the interim consolidated financial statements so as to minimize errors and frauds.

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 that the interim consolidated financial statements comply with Vietnamese Accounting Standards, accounting regime applicable to credit institutions in Vietnam and legal regulations relating to interim consolidated financial reporting. The Board of Management is also responsible for safeguarding the assets of the Bank and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities.

The Board of Management confirms that the Bank has complied with the above requirements in preparing these interim consolidated financial statements.

For and on behalf of the Board of Management,



Chief Executive Officer

Hanoi, 29 August 2025

No.: 0827/VN1A-HN-BC

REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS

To: The Shareholders
The Board of Directors and the Board of Management
Saigon – Hanoi Commercial Joint Stock Bank

We have reviewed the accompanying interim consolidated financial statements of Sai Gon – Hanoi Commercial Joint Stock Bank (the “Bank”), prepared on 29 August 2025 as set out from page 05 to page 54, which comprise the interim consolidated statement of financial position as at 30 June 2025, the interim consolidated income statement and the interim consolidated cash flow statement for the 6-month period then ended, and a summary of significant accounting policies and other explanatory information.

Board of Management’s Responsibility

The Bank’s Board of Management is responsible for the preparation and fair presentation of these interim consolidated financial statements in accordance with Vietnamese Accounting Standards, accounting regime applicable to credit institutions in Vietnam and legal regulations relating to interim consolidated financial reporting and for such internal control as the Board of Management determines is necessary to enable the preparation of 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 these accompanying 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 statements 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.

REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Auditors' 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 present fairly, in all material respects, the interim consolidated financial position of the Bank as at 30 June 2025, and its interim consolidated financial performance and its interim consolidated cash flows for the 6-month period then ended in accordance with Vietnamese Accounting Standards, accounting regime applicable to credit institutions in Vietnam and legal regulations relating to interim consolidated financial reporting.



Pham Tuan Linh
Deputy General Director
Audit Practising Registration Certificate
No. 3001-2024-001-1

DELOITTE VIETNAM AUDIT COMPANY LIMITED

29 August 2025
Hanoi, S.R. Vietnam

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 30 June 2025

Unit: VND Million

NO.	ITEMS	Notes	Closing balance	Opening balance
A.	ASSETS			
I.	Cash		2,097,126	1,563,509
II.	Balances with the State Bank of Vietnam ("SBV")		30,626,622	27,436,936
III.	Placements with and loans to other credit institutions	5	106,638,988	117,348,823
1.	Placements with other credit institutions		91,238,974	92,635,563
2.	Loans to other credit institutions		15,400,014	24,713,260
IV.	Trading securities	6	1,810	4,910,456
1.	Trading securities		3,325	4,949,608
2.	Provisions for impairment of trading securities		(1,515)	(39,152)
V.	Loans to customers		584,806,636	511,153,150
1.	Loans to customers	8	594,564,116	519,949,991
2.	Provisions for credit losses on loans to customers	9	(9,757,480)	(8,796,841)
VI.	Investment securities	10	44,637,945	32,335,975
1.	Available-for-sale investment securities	10.1	17,326,696	14,956,915
2.	Held-to-maturity investment securities	10.2	27,734,964	17,812,962
3.	Provisions for impairment of investment securities	10.4	(423,715)	(433,902)
VII.	Long-term investments	11	419,945	441,291
1.	Investments in associates	11.1	348,668	370,014
2.	Other long-term investments	11.2	158,272	158,272
3.	Provisions for impairment of long-term investments	11.3	(86,995)	(86,995)
VIII.	Fixed assets		5,350,814	5,328,025
1.	Tangible fixed assets		830,465	826,882
a.	Cost		1,592,952	1,580,969
b.	Accumulated depreciation		(762,487)	(754,087)
2.	Intangible assets		4,520,349	4,501,143
a.	Cost		4,898,937	4,863,891
b.	Accumulated amortisation		(378,588)	(362,748)
IX.	Other assets	12	51,139,093	46,959,904
1.	Other receivables		33,993,053	33,481,806
2.	Interest and fee receivables		15,688,065	12,221,898
3.	Deferred tax assets		4,627	-
4.	Other assets	12.2	1,509,992	1,380,412
5.	Provisions for impairment of other assets	12.3	(56,644)	(124,212)
TOTAL ASSETS			825,718,979	747,478,069

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

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)
As at 30 June 2025

Unit: VND Million

NO.	ITEMS	Notes	Closing balance	Opening balance
B.	LIABILITIES AND OWNERS' EQUITY			
I.	Borrowings from the Government and the SBV	13	1,206,750	1,242,864
1.	Borrowings from the Government and the SBV		1,206,750	1,242,864
II.	Deposits and borrowings from other credit institutions	14	121,148,251	134,090,990
1.	Deposits from other credit institutions		115,226,712	123,726,071
2.	Borrowings from other credit institutions		5,921,539	10,364,919
III.	Deposits from customers	15	561,718,311	499,896,571
IV.	Derivative and other financial liabilities	7	86,710	61,927
V.	Grants, trusted funds and borrowings where the Bank bears risks	16	7,978,507	1,429,650
VI.	Valuable papers issued	17	54,598,314	39,248,195
VI.	Other liabilities	18	15,714,222	13,440,528
1.	Interest and fee payables		12,856,625	10,591,116
2.	Deferred tax liabilities		36,599	22,049
3.	Other payables and liabilities		2,820,998	2,827,363
	TOTAL LIABILITIES		762,451,065	689,410,725
VII.	Capital and reserves	20	63,267,914	58,067,344
1.	Contributed capital		42,101,813	38,073,428
a.	Charter capital		40,657,470	36,629,085
b.	Share premium		1,449,603	1,449,603
c.	Treasury shares		(5,260)	(5,260)
2.	The Bank's reserves		7,182,424	7,191,833
3.	Foreign exchange reserves		(460,465)	(530,940)
4.	Retained earnings		14,444,142	13,333,023
	TOTAL LIABILITIES AND OWNERS' EQUITY		825,718,979	747,478,069

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

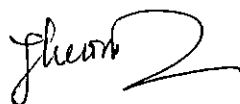
INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)
As at 30 June 2025

OFF-BALANCE-SHEET ITEMS

Unit: VND Million

NO.	ITEMS	Notes	Closing balance	Opening balance
1.	Credit guarantees	31	46,201	30,089
2.	Foreign currency commitments	31	28,264,424	13,754,686
	Foreign currency purchase commitments		237,504	848,566
	Foreign currency sale commitments		-	613,719
	Cross currency swap contracts		28,026,920	12,292,401
3.	Letters of credit	31	37,833,008	26,254,923
4.	Other guarantees	31	32,545,704	17,927,463
5.	Other commitments		2,565,250	2,534,000
6.	Uncollected loan interest and fees		7,909,268	8,753,519
7.	Doubtful debts written-off		41,025,063	40,045,556
8.	Other assets and papers		1,991,087	2,433,457

Prepared by



Do Thanh Phuong
Head of Accounting and General
Affairs Department

Reviewed by



Ngo Thi Van
Chief Accountant

Approved by



Chief Executive Officer

29 August 2025

INTERIM CONSOLIDATED INCOME STATEMENT

For the 6-month period ended 30 June 2025

Unit: VND Million

NO.	ITEMS	Notes	Current period	Prior period
1.	Interest and similar income	21	31,886,335	24,231,912
2.	Interest and similar expenses	22	(17,182,602)	(14,649,802)
I.	Net interest income		14,703,733	9,582,110
3.	Income from services		1,137,239	536,235
4.	Expenses on services		(123,833)	(164,326)
II.	Net profit from services		1,013,406	371,909
III.	Net gain from trading foreign currencies		116,605	73,481
IV.	Net gain from trading securities	23.1	42,089	1,164
V.	Net gain/(loss) from investment securities	23.2	66,400	(98,386)
5.	Other income		541,934	316,717
6.	Other expenses		(74,889)	(31,835)
VI.	Net profit from other activities	24	467,045	284,882
VII.	Income from capital contribution, equity investments	25	(21,346)	7,619
VIII.	Operating expenses	26	(2,679,703)	(2,312,028)
IX.	Net profit from operating activities before provision expenses for credit losses		13,708,229	7,910,751
X.	Provision expenses for credit losses	27	(4,761,898)	(1,036,031)
XI.	Profit before tax		8,946,331	6,874,720
7.	Current corporate income tax	28	(1,793,159)	(1,392,124)
8.	Deferred corporate income tax (expense)/income		(9,923)	11,920
XII.	Corporate income tax expense		(1,803,082)	(1,380,204)
XIII.	Profit after corporate income tax		7,143,249	5,494,516
XIV.	Net profit attributable to owners		7,143,249	5,494,516
XV.	Basic earnings per share (VND)	29	1,757	1,352

Prepared by

Do Thanh Phuong

Do Thanh Phuong
Head of Accounting and General
Affairs Department

Reviewed by

Ngo Thi Van

Ngo Thi Van
Chief Accountant



Chief Executive Officer

29 August 2025

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

INTERIM CONSOLIDATED CASH FLOW STATEMENT

For the 6-month period ended 30 June 2025

Unit: VND Million

NO.	ITEMS	Current period	Prior period
CASH FLOW FROM OPERATING ACTIVITIES			
01.	Interest and similar income received	28,272,806	18,563,251
02.	Interest and similar expenses paid	(14,917,093)	(17,792,123)
03.	Income received from services	1,160,768	325,314
04.	Net cash from trading foreign currencies, and securities	177,270	63,403
05.	Other income	294,602	180,841
06.	Cash recovered from bad debts written off or compensated by provision for credit losses	172,318	103,627
07.	Payments to employees and for operating management	(2,705,645)	(2,313,529)
08.	Corporate income tax paid for the period	(1,868,920)	(1,449,358)
	Net cash from operating profit before changes in assets and working capital	10,586,106	(2,318,574)
	<i>Movements in operating assets</i>	<i>(77,200,685)</i>	<i>(46,481,356)</i>
09.	Movements in placements with and loans to other credit institutions	9,214,041	(12,907,008)
10.	Movements in trading securities	(7,345,500)	(13,162,075)
11.	Movements in loans to customers	(74,614,126)	(22,791,597)
12.	Movements in provisions for losses	(3,890,092)	(1,373,254)
13.	Movements in other operating assets	(565,008)	3,752,578
	<i>Movements in operating liabilities</i>	<i>67,926,764</i>	<i>26,644,825</i>
14.	Movements in borrowings from the Government and the SBV	(36,114)	(54,714)
15.	Movements in deposits and borrowings from other credit institutions	(12,942,738)	21,142,535
16.	Movements in deposits from customers	61,821,740	11,792,214
17.	Movements in valuable papers issued (excluding valuable papers charged to financial activities)	12,350,119	(6,989,104)
18.	Movements in grants, trusted funds and borrowings where the Bank bears risks	6,548,857	(70,548)
19.	Movements in derivatives and other financial liabilities	24,783	142,958
20.	Movements in other operating liabilities	194,773	681,484
21.	Cash outflows from reserves of the credit institution	(34,656)	-
I.	Net cash generated/(used in) by operating activities	1,312,185	(22,155,105)

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

INTERIM CONSOLIDATED CASH FLOW STATEMENT (Continued)

For the 6-month period ended 30 June 2025

Unit: VND Million

NO.	ITEMS	Current period	Prior period
CASH FLOWS FROM INVESTING ACTIVITIES			
01.	Acquisition of fixed assets	(81,972)	(74,738)
02.	Proceeds from sales, disposal of fixed assets	733	664
03.	Expenses on sales, disposal of fixed assets	(608)	(251)
04.	Dividends and profit received from long-term investments and capital contribution	-	7,619
II.	Net cash used in investing activities	(81,847)	(66,706)
CASH FLOWS FROM FINANCING ACTIVITIES			
01.	Increase equity capital from share issue	-	435,104
02.	Dividends paid to shareholders and profit distribution	3,000,000	-
03.	Dividends paid to shareholders and profit distribution	(2,002,830)	(372)
III.	Net cash generated by/ (used in) financing activities	997,170	434,732
IV.	Net increase/ (decrease) in cash and cash equivalents	2,227,508	(21,787,079)
V.	Cash and cash equivalents at the beginning of the period	121,317,534	110,859,786
VI.	Cash and cash equivalents at the end of the period (Note 30)	123,545,042	89,072,707

Prepared by



Do Thanh Phuong
Head of Accounting and General
Affairs Department

Reviewed by



Ngo Thi Van
Chief Accountant

Approved by



Chief Executive Officer

29 August 2025

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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

1. GENERAL INFORMATION**Establishment and Operation**

Saigon – Hanoi Commercial Joint Stock Bank ("the Bank") is a commercial joint stock bank incorporated and registered in Vietnam.

The Bank was established pursuant to the Operation License No. 0041/NH-GP dated 13 November 1993 issued by the State Bank of Vietnam ("SBV") with the original name of Nhon Ai Rural Commercial Joint Stock Bank. The Bank was renamed as Saigon – Hanoi Commercial Joint Stock Bank under Decision No 1764/QĐ-NHNN dated 11 September 2009 of the SBV. The Bank successfully merged Hanoi Building Commercial Joint Stock Bank ("HBB") and Vinaconex – Viettel Finance Joint Stock Company ("VVF") into its operation in 2012 and 2017, respectively, which is in line with the Restructuring plan of the banking system in Vietnam. Currently, the Bank operates under the Establishment and Operation License No. 115/GP-NHNN dated 30 November 2018 issued by the SBV which has been amended several times and the last amendment is according to Decision No. 1828/QĐ-QLG54 dated 01 August 2025, and Enterprise Registration Certificate No. 1800278630 dated 10 December 1993 by the Hanoi Authority for Planning and Investment which was amended for the 35th time on 02 July 2024. The Bank's term of operation is 99 years since 13 November 1993.

The Bank was established to carrying out banking activities under its Establishment and Operation License and Enterprise Registration Certificate, including receiving demand deposits, term deposits, savings deposits and other types of deposits; credit granting; opening current accounts for customers; providing domestic payment services; opening accounts; organizing internal payment; organizing internal payment and participating in the national interbank payment system; providing cash management, banking and financial advisory services; services of managing, preserving assets, leasing cabinets, safe boxes; providing advisory services on business finance, enterprise acquisition, disposal, consolidation, merger, and investment; participating in bidding, purchasing and selling for Treasury bills, negotiable instruments, Government bonds, SBV bills and other valuable papers on the money market; buying and selling Government bonds and corporate bonds; providing money brokerage services; issuing certificates of deposit, promissory notes, treasury bills and bonds to mobilize capital according to the provisions of the Law on Credit Institutions, the Law on Securities, the Government's regulations and the SBV's guidance; borrowing capital from the SBV in the form of refinancing according to the provisions of the Laws of the SBV and the SBV's guidance; having borrowings to/from and deposits at/from other credit institutions, branches of foreign banks, domestic and foreign financial institutions according to the provisions of law and the SBV's guidance; carrying out capital contribution, shares acquisition according to the provisions of law and the SBV's guidance; acting as trustor, trustee and agent in banking-related activities, insurance business and asset management according to the provisions of law and the SBV's guidance; trading and providing foreign exchange services on the domestic and international market within the scope prescribed by the SBV; supplying commodity price derivative products; providing securities depository; providing gold trading services; debt purchasing activities; e-wallet; investing in Government bond futures contracts.

Charter capital

As at 30 June 2025, the Bank's charter capital was VND 40,657,470 million.

Operating network

The Head Office of the Bank is located at 77 Tran Hung Dao Street, Cua Nam Ward, Hanoi, Vietnam. At 30 June 2025, the Bank has one (1) Head office, sixty-three (63) branches and two hundred and thirty (230) transaction offices.

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Employees

The total number of officers and employees of the Bank and its subsidiaries as at 30 June 2025 was 6,730 (as at 31 December 2024 was 6,651).

Subsidiaries

As at 30 June 2025, the Bank has three (03) subsidiaries as follows:

No	Name	Established in accordance with	Business sector	Proportion of ownership interest
1	SHB Debt Management and Asset Development One Member Company Limited ("SHB AMC")	Enterprise Registration Certificate No. 0103811666 issued by Hanoi Authority for Planning and Investment dated 04 May 2009 and the 5 th Amendment on 25 June 2019	Debt and Asset management	100.00%
2	Saigon – Hanoi Bank Laos Limited ("SHB Laos")	Enterprise Registration Certificate No. 554/2018/CV-SHB.LAO by Bank of the Lao P.D.R on 08 July 2015 and the 3 rd amendment dated 22 May 2024	Finance/Banking	100.00%
3	Saigon – Hanoi Bank Cambodia Limited ("SHB Cambodia")	Operation License No. B.35 dated 31 October 2016 issued by the National Bank of Cambodia and Registration Certificate No. MOC-6193635 by Cambodia's Ministry of Commerce dated on 13 March 2017	Finance/Banking	100.00%

Associates

As at 30 June 2025, the Bank has one (01) associate as follows:

No	Name	Established in accordance with	Business sector	Proportion of ownership interest
1	SHBank Finance Company Limited ("SHB FC")	Establishment and Operation License No. 21/GP-NHNN by the State Bank of Viet Nam dated 25 April 2023 and Enterprise Registration Certificate No. 0107779290 by Hanoi Authority for Planning and Investment dated 28 March 2017, the 9 th amendment dated 18 January 2024	Consumer lending	50.00%

Resolution No. 29/NQ-HDQT dated 25 August 2021 issued by the Bank's Board of Directors approved the Bank's divestment of its 100% ownership in SHB Finance Company Limited, a subsidiary of the Bank. The divestment is divided into two phases. Currently, the Bank has completed the procedures for transferring 50% of charter capital to Ayudhya Public Bank Limited ("Krungsri") of Thailand – a member of MUFG Group (Japan). After a three-year period of joint ownership of SHB FC, the Bank will transfer the remaining 50% of charter capital to Krungsri and Krungsri will become the sole owner of SHB FC. On 25 April 2023, the SBV issued the License for Establishment and Operation of SHBank Finance Company Limited No. 21/GP-NHNN (replacing the License for Establishment and Operation No. 71/GP-NHNN of SHB Finance Company Limited on 11 November 2021) with an operation period of 50 years and the charter capital is VND 1,000,000 million. On 09 June 2023, the Hanoi Authority for Planning and Investment issued the Enterprise Registration Certificate No. 0107779290 which was amended for the 7th time, acknowledging

that the list of capital contributors of SHB FC which are the Bank and Krungsri each holding 50% of the charter capital. SHB FC have been agreed to be transferred to Krungsri, as such, Krungsri has the right to appoint key management positions at SHB FC, and thereby exercises its right to control over SHB FC. Currently, the Bank assesses that it still has a significant influence on SHB FC's financial policy and operations. Therefore, the Bank recognizes its investment in SHB FC after divestment as investment in an associate as at 30 June 2025.

Resolution No. 27/2024/NQ-HDQT dated 04 November 2024 of the Board of Directors approves the Bank's transfer of the remaining charter capital of the Bank in the SHB FC, as the owner of 50% of the charter capital of SHBank Finance Company Limited. As at the issue date of these interim consolidated financial statements, the transaction is still in progress.

Disclosure of information comparability in the interim consolidated financial statements

The comparative figures of the interim consolidated statement of financial position and the corresponding notes are the figures of the audited consolidated financial statements for the financial year ended 31 December 2024. The comparative figures of the interim consolidated income statement, the interim consolidated cash flow statement and the corresponding notes are the figures of the reviewed interim consolidated financial statements for the 6-month period ended 30 June 2024.

2. ACCOUNTING CONVENTION AND ACCOUNTING PERIOD

Accounting convention

The accompanying interim consolidated financial statements, expressed in Vietnam Dong (VND), are prepared under the historical cost convention and in accordance with Vietnamese Accounting Standards, accounting regime applicable to credit institutions in Vietnam and legal regulations relating to interim consolidated financial reporting. However, due to the Bank's large scale of operation, for the purpose of preparing these interim consolidated financial statements, the figures are rounded to and presented in millions of Vietnam Dong (VND Million). This presentation does not materially impact the interim consolidated financial statements in terms of the interim consolidated financial position, the interim consolidated financial performance and interim consolidated cash flow of the Bank with regard to the number of shares, the Bank presented the items in units as shown in Note 20.2 and Note 29.

The accompanying interim consolidated financial statements are not intended to present the interim consolidated financial position, interim consolidated financial performance and interim consolidated cash flows in accordance with accounting principles and practices which are generally accepted in countries and jurisdictions other than Vietnam.

Accounting period

The Bank's financial year begins on 01 January and ends on 31 December. The accompanying interim consolidated financial statements were prepared for the 6-month period ended 30 June 2025.

3. ADOPTION OF NEW GUIDANCES IN ISSUE

Adoption of new guidance

Circular No. 56/2024/QH dated 29 November 2024

On November 29, 2024, the National Assembly promulgated Law No. 56/2024/QH15 ("Law No. 56") amending and supplementing a number of articles of the Law on Securities, the Law on Accounting, the Law on Independent Audit, the State Budget Law, the Law on Management and Use of Public Property, the Law on Tax Administration, the Law on Personal Income Tax, the Law on National Reserves, and the Law on Handling of Administrative Violations. Law No. 56 takes effect from January 1, 2025, except for certain provisions which take effect from April 1, 2025, and January 1, 2026.



The Bank's Board of Management has applied Law No. 56 in the interim consolidated financial reporting for the 6-month period ended 30 June 2025.

New guidance in issue but not yet effective

Law No. 96/2025/QH15 dated 27 June 2025

On 27 June 2025, the National Assembly issued Law No. 96/2025/QH15 ("Law 96") amending and supplementing a number of articles of the Law on Credit Institutions, No. 32/2024/QH15. The main changes of Law 96 that have a significant impact on the operations of credit institutions include clearer defining the right to seize secured assets, the conditions and procedures for implementation such as notification, information disclosure and authorization to specialized units, and supplementing regulations on handling assets being seized under civil judgment enforcement and returning secured assets as evidence in criminal cases. Law 96 takes effect from 15 October 2025.

Decree No. 135/2025/ND-CP dated 12 June 2025

On 12 June 2025, the Government issued Decree No. 135/2025/NĐ-CP ("Decree 135") providing regulations on the financial regime applicable to credit institutions, branches of foreign banks, as well as financial supervision and the evaluation of state capital investment efficiency in credit institutions. The key change introduced by Decree 135, which will have a significant impact on the Bank's future reporting, is the requirement to appropriate 10% of the remaining profit (after deducting amounts in accordance with regulations) to the charter capital supplementary reserve fund. Decree 135 takes effect from 1 August 2025.

Key changes of Decree 135 that have impacts on the Bank's consolidated financial statements in the future include the following:

- Type of revenues and expenses and revenue recognition and expense recognition principles for commercial banks; and
- Stipulation on management and use of capital and assets; and
- Stipulation on an appropriation of 10% of the remaining profit after tax after deducting the prescribed amounts to the supplementary charter capital reserve but not exceeding the charter capital of the credit institution.

Decree No. 156/2025/ND-CP dated 16 June 2025

On 16 June 2025, the Government issued Decree No. 156/2025/ND-CP (*Decree 156") amending and supplementing certain articles of Decree No. 55/2015/ND-CP dated 9 June 2015 on credit policies for agricultural and rural development, as previously amended and supplemented by Decree No. 116/2018/MO-CP dated 7 September 2018. Decree 156 takes effect from 01 July 2025.

Circular No. 16/2025/TT-NHNN dated 11 July 2025

On 11 July 2025, the State Bank of Vietnam issued Circular No. 16/2025/TT-NHNN ("Circular 16") amending and supplementing a number of articles of Circular No. 04/2021/TT-NHNN dated 05 April 2021 of the State Bank of Vietnam regulating on re-capitalization for credit institutions after the credit institutions lent to Vietnam Airlines JSC and restructuring of debt repayment terms, retention of debt category, provision for credit losses on loans to Vietnam Airlines JSC due to the impact of the Covid-19 pandemic. Circular 16 takes effect from 11 July 2025.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies which have been adopted by the Bank in the preparation of these interim consolidated financial statements, are as follows:

Estimates

The preparation of the interim consolidated financial statements in conformity with Vietnamese Accounting Standards, accounting regime applicable to credit institutions in Vietnam and legal regulations relating to interim consolidated financial reporting requires the Board of Management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the interim consolidated financial statements and the reported amounts of revenues and expenses during the accounting period. Although these accounting estimates are based on the Board of Management's best knowledge, actual results may differ from those estimates and assumptions.

Basis of consolidation

The consolidated financial statements incorporate the consolidated financial statements of the Bank and the interim financial statements of the enterprises/bank controlled by the Bank ("its subsidiaries") for the 6-month period ended 30 June 2025. Control is achieved when the Bank has the power to govern the financial and operating policies of investee enterprises so as to obtain benefits from their activities.

The operating results of subsidiaries acquired or disposed of during the period are included in the interim consolidated income statement from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring the accounting policies used in line with those used by the Bank. All internal transactions and balances between the Bank and its subsidiaries and among subsidiaries are eliminated in the interim consolidated financial statements.

Non-controlling interests consist of the amount of those non-controlling interests at the date of the initial business combination and the non-controlling interests' share of changes in equity since the date of the combination. Losses in subsidiaries are respectively attributed to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Business combinations

On acquisition, the assets, liabilities and contingent liabilities of the subsidiaries are measured at their fair values at the date of acquisition. Any excess of the cost of acquisition over the fair values of the identifiable net assets acquired is recognized as goodwill. Any deficiency of the cost of acquisition below the fair values of the identifiable net assets acquired is credited to profit and loss in the period of acquisition.

The non-controlling interests are initially measured at the non-controlling shareholders' proportion of the net fair value of the assets, liabilities and contingent liabilities recognized.

Investments in associates

An associate is an entity over which the Bank has significant influence but not a subsidiary or joint venture of the Bank. Significant influence is the power to participate in the financial and operating policy decisions of the investee without the power to control or joint control over those policies.

The operating results, assets and liabilities of associates are consolidated in the interim consolidated financial statements using the equity method of accounting. Under this method, an equity investment is initially recorded at cost and is subsequently adjusted to reflect by post-acquisition changes in the Bank's share of the net assets of the associates. The associate losses exceeding the Bank's capital contribution to that associate (including any long-term contributions, in substance, form part of the Bank's net investment in the associate) are not recorded.

In the situation that a Bank's subsidiary has conducted transactions with its associate, unrealised profits and losses resulting from these transactions should be eliminated from the interim consolidated financial statements proportionately to the extent of the Bank's contribution in the associate.

Foreign currencies

According to the Bank's accounting system, all transactions of the Bank are recorded in original currencies. At the date of the interim consolidated financial statements, assets and liabilities denominated in foreign currencies are translated into VND using the average buying and selling spot exchange rates at the close of business of the period-end date, if the difference between this rate and the weighted average buying and selling exchange rate of the same day is less than 1% (see details of foreign currency exchange rates applied as at 30 June 2025 in Note 39). In case the average buying and selling spot exchange rate at the close of business of the period-end date is greater than or equal to 1% compared with the weighted average buying and selling exchange rate of the same day, the Bank uses the weighted average buying and selling exchange rates ruling at the period-end date for conversion. Income and expenses arising in foreign currencies of the Bank are converted into VND at exchange rates ruling at the transaction dates. Exchange rate differences arising from translation of monetary assets and liabilities denominated in foreign currencies into VND are recorded in the interim consolidated income statement.

The reporting currency of SHB Cambodia is the US Dollar. The reporting currency of the SHB Laos is the Lao Kip ("LAK"). For the purposes of consolidation under the equity method for the investment in associated companies in the consolidated financial statements of the Bank and its subsidiaries, assets and liabilities are converted into VND at the average exchange rate of buying and selling spot transfers at the end of the working day on the statement of financial position date, capital accounts are converted into VND at the exchange rate of the date on which the capital contribution transaction arises. Items in the interim consolidated income statement and interim consolidated cash flow statement are converted at the actual exchange rate at the time the transaction arises. Exchange rate differences arising from the conversion of the report to VND are recorded in the item "Foreign exchange differences" on the interim consolidated financial position and transferred to the interim consolidated income statement at the time of the investment disposal.

Cash and cash equivalents

Cash and cash equivalents comprise cash, current accounts at the SBV, current accounts and time deposits with term of three months or less from the deposit date.

Placements with and loans to other credit institutions

Placements with and loans to other credit institutions are presented at their principal amounts outstanding at the end of the reporting period.

The credit risk classification for placements with and loans to other credit institutions and the corresponding provisioning shall comply with the provisions of the Circular No. 31/2024/TT-NHNN dated 30 June 2024 ("Circular 31") and Decree No. 86/2024/ND-CP dated 11 July 2024 ("Decree 86"). Accordingly, the Bank makes specific provisions for deposits (except for current deposits at other domestic credit institutions and foreign bank branches, and placements with Vietnam Bank for Social Policies following the regulations of the SBV on maintaining the balance of deposits at Vietnam Bank for Social Policies of state credit institutions) at other credit institutions and foreign bank branches as prescribed by law, and deposits (except for current deposits) at overseas credit institutions in a similar way to those for loans to customers.

Derivatives

Foreign currency forward and swap contracts

For foreign currency forward and swap contracts, the difference between equivalent VND amounts of foreign currency purchase/sale commitments using forward exchange rate and spot exchange rate as at effective date of the contract is recognized immediately at the effective date of the contract under "Interest and fee receivables" item or "Interest and fee payables" item in the interim consolidated statement of financial position. The difference is subsequently allocated to "Net gain/(loss) from trading foreign currency" item over the term of the contract.

As at the date of the interim consolidated financial statements, commitments of foreign currency forward and swap contracts are revaluated and exchange differences arising from the revaluation of foreign currency denominated balances of these contracts are recognized in the interim consolidated income statement.

Interest rates swap contracts

Commitments of one-currency-interest-rate swap contracts are not recognised in the interim consolidated statement of financial position. For two-currency-interest-rate swap contracts with nominal principal swap, commitments are recognised in the interim consolidated statement of financial position. Income and expenses arising from interest rate effects are recognised on an accrual basis. For two-currency-interest-rate swap contracts without nominal principal swap, commitments are recognised in the interim consolidated statement of financial position at the date of the principal exchange. Income and expenses arising from interest rate effects are recognised on the accrual basis.

Loans to customers

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

Provision for credit losses

Classification of loans and provision for credit losses

In accordance with Circular 31 and Decree 86, the Bank is required to apply loan classification and credit risk provisioning to the Assets (hereinafter referred to as "debits") including:

- Loans;
- Financial leasing;
- Discounts, rediscounts of negotiable instruments and other valuable papers;
- Factoring;
- Credit facilities in the form of credit card issuance;
- Payments on behalf under off-balance-sheet commitments include payments made on behalf of customers under transactions of guarantee and letters of credit (L/C) (except for payments made on behalf of customers under transactions of Usance Payable at Sight (UPAS) L/C that allow the beneficiary to be paid immediately or before the L/C due date, and those under transactions of L/C reimbursement as agreed with customers using the reimbursing bank's funds from the date the reimbursing bank pays the beneficiary; transactions of L/C payment negotiation) and other payments made on behalf of customers under off-balance sheet commitments;

- Amounts for purchase and entrustment of purchase of corporate bonds (including bonds issued by other credit institutions) which have not yet been listed on stock exchanges nor registered for trading on the UPCoM trading system (hereinafter referred to as unlisted bonds), excluding the purchase of unlisted bonds with trusted funds to which the trustee bears the risk;
- Credit granting entrustment;
- Deposits (except for current accounts at other domestic credit institutions and foreign bank branches, and deposits at Vietnam Bank for Social Policies following regulations of the SBV on maintaining the balance of deposits at Vietnam Bank for Social Policies of state credit institutions) at other credit institutions and foreign bank branches as prescribed by law, and deposits (except for current deposits) at overseas credit institutions;
- Debt sale and purchase according to the State Bank's regulations except for bad debt buying and selling transactions conducted between credit institutions or foreign bank branches and Vietnam Asset Management Company (VAMC);
- Repos of Government bonds in the stock market following the law on issuance, registration, depository, listing and trading of Government debt securities in the stock market;
- Purchase of certificates of deposit issued by other credit institutions and foreign bank branches;
- Transactions of Usance Payable at Sight (UPAS) L/C that allow the beneficiary to be paid immediately or before the L/C due date, and those under transactions of L/C reimbursement as agreed with customers using the reimbursing bank's funds from the date the reimbursing bank pays the beneficiary; transactions of L/C payment negotiation; and
- Outright purchase without recourse of sets of documents presented under L/Cs, except where a commercial bank or foreign bank branch purchases outright without recourse of documents presented under an L/C which it has issued.

Accordingly, customers' loans are determined to be in the highest risk group of the classification under Article 10 of Circular 31 and customers' highest debt group at credit institutions provided by the Credit Information Center ("CIC") of the SBV at the time of loan classification.

The Bank and subsidiaries maintain the debt group for a number of loans according to the following regulations:

- Circular No. 02/2023/TT-NHNN ("Circular 02") dated 23 April 2023, Circular No. 06/2024/TT-NHNN ("Circular 06") dated 18 June 2024 and Circular No. 53/2024/TT-NHNN (Circular 53") dated 04 December 2024 of the SBV providing instructions for credit institutions and foreign bank branches on debt rescheduling and debt category maintaining to assist borrowers in difficulty and documents of the SBV on debt classification and risk provisioning.
- Circular No. B7.020.001.SRNN dated 27 March 2020 and Document No. B7.020.1748 Chh.Tor; Circular No. B7-021-002-CL dated 24 June 2021 of the National Bank of Cambodia on debt classification for customers affected by the Covid-19 epidemic; Document No. "Thor 7-020-055 Chhor.Tor" dated 06 January 2020 and Document No. "B7.021.2098 Chhor.Tor" dated 07 December 2021 of the General Director of the State Bank of Cambodia Supervision Department on debt classification for some customers;
- Decision No. 238/BOL dated 26 March 2020 of the Bank of the Lao PDR on debt classification applied to certain customers affected by the Covid-19 epidemic; Notification No. 172/BOL dated 15 May 2017 of the Governor of the Central Bank of Lao PDR and other documents of the Central Bank of Lao PDR on debt classification applied to certain customers.

Loans are classified by risk level into: Standard, Special-mentioned, Sub-standard, Doubtful and Loss. Loans classified as either Sub-standard, Doubtful or Loss are considered as bad debts. Loan classification and provision for credit losses will be made at the end of each month and recognized in the following

month. Provision for credit losses as at 30 June is recognized in the interim consolidated income statement for that period.

The specific provision as at 30 June is calculated by subtracting the discounted value of collateral from the remaining loan balance at the rate based on the corresponding debt classification results as at 30 June. The specific provision rate for each debt group is prescribed in Decree 86 is as follows:

Group	Category	Provision rate
1	Standard	0%
2	Special-mentioned	5%
3	Sub-standard	20%
4	Doubtful	50%
5	Loss	100%

According to Circular 02 and Circular 53, the Bank is required to make specific provision for debts to customers whose repayment terms are rescheduled as prescribed in this Circular as follows:

- Circular 02:
 - Up to 31 December 2023: by at least 50% of the specific provision to be additionally made
 - Up to 31 December 2024: 100% of the specific provision to be additionally made.
- Circular 53:
 - Up to 31 December 2024: by at least 35% of the specific provision to be additionally made
 - Up to 31 December 2025: by at least 75% of the specific provision to be additionally made
 - Up to 31 December 2026: 100% of the specific provision to be additionally made.

Following Decree 86, a general provision is made for credit losses that are yet to be identified during the loan classification and specific provisioning process as well as in cases where the credit institutions encounter potential financial difficulties due to the deterioration in loan quality. Accordingly, the Bank is required to make and maintain a general provision at 0.75% of the total outstanding loan balances which are classified into groups 1 to 4, excluding deposits at domestic credit institutions and foreign bank branches as prescribed by law and deposits at overseas credit institutions; loans and forward purchase of valuable papers among credit institutions and foreign bank branches in Vietnam; purchases of certificates of deposit or bonds issued locally by other credit institutions and foreign bank branches; and repurchase agreements of Government bonds on the stock market in accordance with the legal regulations on issuance, registration, depository listing and trading of government debt instruments in the stock market and other debts arising between credit institutions and foreign bank branches in Vietnam in accordance with the provisions of law.

Subsidiaries in the foreign countries classify debt and make provisions for credit risks according to laws of the host country.

Write-off of bad debts

Provisions are recognized as an expense in the consolidated interim financial statements and are used to handle bad debts. According to the regulations in Circular 31, banks establish a Risk Handling Council to manage bad debts if they are classified into group 5, or if the borrowing customer is a legal entity that has been dissolved, bankrupt, or an individual who has died or gone missing.

Classification of off-balance-sheet commitments

The Bank classifies guarantee, acceptances of payment and irrevocable loan commitments and other credit risk bearing commitments (collectively referred to as “off-balance-sheet commitments”) into groups as stipulated in Article 09 and Article 10 of Circular 31. Accordingly, off-balance-sheet commitments are classified by risk level as follows: Standard, Special mention, Sub-standard, Doubtful and Loss.

The Bank does not make general provisions and specific provisions for off-balance-sheet commitments in accordance with the guidelines of Decree 86.

Investments

Trading securities

Trading securities are debt securities that the Bank has bought and had the intention to sell in the near future to gain benefits from price differences. Trading securities are recorded at cost at the transaction date and subsequently recorded at cost during the holding period. Interest earned during the holding period of trading securities is recorded on a cash basis in the interim consolidated income statement. Dividends arising during the holding period of trading securities are recognized in the interim consolidated statement of profit or loss on a cash basis or when the legal entitlement to such dividends is established.

These securities are subject to impairment review at the date of the consolidated financial statements. Provisions for securities that are stipulated in the scope of Circular 31 (as described in the summary of significant accounting policies for “Provision for credit losses”) are made in accordance with Decree 86. Provisions for impairment of securities that are not stipulated in the scope of Circular 31 are made when their carrying values are higher than their market values determined in accordance with prevailing accounting regulations. Provision for impairment is recognized in the consolidated income statement as “Net gain/ (loss) from trading securities”.

Investment securities

Available-for-sale investment securities

Available-for-sale investment securities include debt and equity securities that the Bank holds less than 11% of voting rights for investment and ready-for-sale purposes. These securities are not frequently traded but can be sold at anytime once they are profitable, and the Bank is neither the founding shareholder/strategic partner nor capable of controlling, to some extent, the process of initiating and approving financial and operating policies of the investees, which is evidenced by a written agreement on delegating personnel for representation in the Board of Directors/Board of Management.

Available-for-sale equity securities are recognized at cost at the transaction date and subsequently recognized at cost during the holding period.

Available-for-sale debt securities are initially recognized at par value at the transaction date. Accrued interest before the acquisition date (for debt securities with interest payment in arrears) or interest income received upfront awaiting amortisation (for debt securities with interest payment in advance) is recorded in a consolidated account. Any discount or premium, which is the difference between the cost and the amount equal to par value plus (+) accrued interest before the acquisition date (if any) or minus (-) interest received upfront awaiting amortisation (if any), is also recorded in a consolidated account.

During the term of those securities in subsequent period, these securities are recorded at par value minus/plus remaining discount/premium (if any) is amortized into the interim consolidated income statement using the straight-line method over the estimated remaining term of securities. The interest received during the securities term is recorded as follows: accumulative interest income before the purchasing date is recorded as a decrease from the cost of such securities and the same amount is credited into the accrued interest income; accumulative interest income after the purchasing date is recognised as the Bank's income on an accrual basis. Interest received in advance is recorded as income from securities investment using the straight-line method over the period of securities investment.

Periodically, available-for-sale investment securities are subject to impairment review. Provision for securities that are stipulated in the scope of Circular 31 are made in accordance with Circular 31 (as described in the summary of significant accounting policies for "Provision for credit risks"). Provision for impairment of securities that are not stipulated in the scope of Circular 31 are made when their carrying values are higher than their market values determined in accordance with prevailing accounting regulations. Provision for impairment is recorded in the interim consolidated income statement as "Net gain/(loss) from investment securities".

Held-to-maturity investment securities

Held-to-maturity investment securities are debt securities that the Bank purchases for investment purpose to gain interest and the Bank has the intention and the capacity to hold the securities until maturity. Held-to-maturity securities have determinable value and fixed maturity dates. In case of being sold before maturity, they will be reclassified as trading or available-for-sale securities. Held-to-maturity investment securities are recognized similarly to available-for-sale debt securities.

Periodically, available-for-sale securities are subject to impairment review. Provisions for securities that are stipulated in the scope of Circular 31 (as described in the summary of significant accounting policies for "Provision for credit losses") are made in accordance with Decree 86. Provisions for impairment of securities that are not stipulated in the scope of Circular 31 are made when their carrying values are higher than their market values determined in accordance with prevailing accounting regulations. Provision for impairment is recorded in the consolidated income statement as "Net gain/(loss) from investment securities".

Reclassification

According to Official Letter No. 2601/NHNN-TCKT dated 14 April 2009 by the SBV, reclassification after transaction date is made only once for each item of investment securities. In special cases or in case a large number of securities have to be reclassified (greater than or equal to 50% of total value of the portfolio), the Bank will disclose the effect of reclassification on total assets, liabilities, equity, income and expenses of the Bank in the interim consolidated financial statements.

Other long-term investments

Other long-term investments represent the Bank's capital investments in other enterprises at which the Bank either owns less than 11% of the voting rights or is a founding shareholder; or a strategic partner; or is capable of controlling, to some extent, the process of initiating and approving financial and operating policies of the investees, which is evidenced by a written agreement on delegating personnel for representation in the Board of Directors/Board of Management. The investments are initially recognized at cost at the transaction date and always carried at that cost during the subsequent holding period.

Provision for impairment of capital contribution, long-term investments

Provision for impairment of investments in capital contribution and long-term investments are made when the investee is operating at loss in accordance with prevailing accounting regulations.

Provision for impairment of capital contribution and long-term investments are recognized as an operating expense in the interim consolidated income statement. In case an investment is made in listed shares or the fair value of an investment is reliably determined, the provision is made based on the market value of the stock (similar to the provision for impairment of available-for-sale investment securities).

Recognition

The Bank recognizes investment in securities and other investments at the date when the Bank performs the contractual terms (transaction-date based policy). Investment in securities and other investments are initially recognized at cost. After initial recognition, investment in securities and other investments are recognized under the above-mentioned accounting policies.

Derecognition

Investments in securities and other investments are derecognized when the rights to receive cash flows from the investments end or when the Bank transfers to the buyer the significant risks and rewards associated with the ownership of the investments.

Trust activities and trusted funds

The value of trusted funds is recorded when the trust contracts have been signed and trusted funds have been realised. Rights and obligations of the trustor and trustee relating to profit and profit sharing, trust fee, other rights and obligations are in compliance with the terms of the signed contracts. The assets that are held under custody services are not considered as assets of the Bank and therefore, they are not recognized in the interim consolidated financial statements of the Bank.

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. The cost of tangible fixed asset comprises all the Bank's purchase price plus any directly attributable costs of bringing the asset to the working condition for its intended use.

Expenditures for additions and improvements are capitalized and expenditures for maintenance and repairs are charged to the interim consolidated income statement when incurred. When assets are sold or disposed, their cost and accumulated depreciation are written off and any gains or losses resulting from their disposals are recorded in the interim consolidated income statement.

Intangible assets

Intangible assets are stated at cost less accumulated amortization. The cost of an intangible asset comprises all the Bank's expenditures paid to acquire the asset until it is put into use.

Expenditures for improvements of intangible assets are capitalized. The expenditures related to intangible assets incurred after the initial recognition and are measured reliably, increasing the economic benefits of intangible assets compared to the initial activity level, are capitalized. Other expenditures related to intangible assets incurred after initial recognition are charged to the interim consolidated income statement. When intangible assets are sold or disposed, their cost and accumulated amortisation are written off and any gains or losses resulting from their disposals are recorded in the interim consolidated income statement.

Leasing

A lease is classified as a finance lease when significant rights and risks relating to ownership of the leased item are transferred to the lessee. All leases other than finance leases are classified as operating leases.

A lease is considered as an operating lease when the lessor still enjoys many of the benefits and is subject to the risk of ownership of the property. The value of the operating leased property is not recognized on the interim consolidated statement of financial position. Rentals under operating leases are recorded in "Operating Expenses" on a straight-line basis over in the lease term.

Depreciation and amortization

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

<u>Assets</u>	<u>Estimated useful lives</u> <u>(Years)</u>
Buildings and structures	25
Machinery and equipment	03 - 05
Motor vehicles	06 - 10
Office equipment	03 - 07
Other tangible fixed assets	04 - 07
Computer software	03 - 08
Other intangible assets	04 - 10

Land use rights are not amortized if they are granted by the Government of Vietnam for an indefinite term. Land use rights with definite term are amortized over the granted term from 30 - 46 years.

Prepayments

Prepayments include actual expenses that have arisen but are related to the results of business activities of many accounting periods. Prepayments comprise prepaid office rentals and other prepaid expenses.

Office rentals represent the amounts which have been paid in advance. Prepaid office rental is charged to the interim consolidated income statement using the straight-line method over the rental period.

Other prepayments include repair, maintenance costs for assets, costs of tools and supplies issued for consumption and other prepaid expenses, which are expected to provide future economic benefits to the Bank. These expenses are capitalized as prepayments and are allocated to the interim consolidated income statement using the straight-line method over the period of three years or less in accordance with prevailing accounting regulations.

Receivables

Receivables other than those from credit activities in the Bank's operation are initially recognized at cost and subsequently recorded at cost. Other receivables are subject to impairment review based on the overdue status or based on the expected loss for the following cases: institutional debtors who have fallen into bankruptcy or have been in the process of dissolution; or individual debtors who are missing, escaping, prosecuted, on trial or passed away even though receivables are not overdue. Provision expense incurred is recorded as "Operating expenses" in the interim consolidated income statement during the period.

Provision rates for overdue receivables are applied in accordance with the prevailing accounting regulations.

Other provisions

Other provisions are recognized when the Bank has a present obligation as a result of a past event, and it is probable that the Bank will be required to settle that obligation. Other provisions are measured at the Board of Management's best estimate of the expenditure required to settle the obligation at the accounting period.

Capital and reserves

Common shares

Common shares are classified as owners' equity.

Share premium

When capital is received from shareholders, the difference between selling price and par value is recorded as share premium in owners' equity. Incurred expenses that directly relate to the issuance of common shares are recognized as a decrease in share premium.

Treasury shares

When issued shares are repurchased, the aggregate amount paid, including expenses that directly relate to the repurchase of shares, after deducting taxes, is recorded as treasury shares, and stated as a decrease in owners' equity.

Reserves

Reserves are used for specific purposes and are appropriated from the Bank's profit after tax based on the regulated ratios in the following sequence:

- Charter capital supplementary reserve: 5% of profit after tax but not exceeding the Bank's charter capital;
- Financial reserve fund: 10% of profit after tax;
- Other reserves: established in accordance with current regulations and the decisions of the Annual General Shareholders' Meeting.
- The bonus and welfare fund are established in accordance with the decision of the General Shareholders' Meeting.

The reserve funds at subsidiaries shall be made according to the Bank's policy, except for the following banks, which is in accordance with relevant laws:

- Saigon – Hanoi Bank Lao Limited ("SHB Laos"): regulatory reserves, development investment fund and other fund under the amended Enterprise Law No. 46/NA dated 26 December 2013 and the amended Law on Commercial Banking in 2018 issued by the Lao National Assembly on 07 December 2018 with the following ratios:
 - + Regulatory reserve: 10% of profit after tax, maximum not exceeding 50% of charter capital of the Bank;

- + Development investment fund and other funds: according to the decision of the Board of Directors of SHB Laos.
- Saigon-Hanoi Bank Cambodia Limited ("SHB Cambodia"): there are no regulations on the appropriation of compulsory reserve funds and subject to owner's approval.

Revenue and expenses

Interest and similar income/expenses

Interest income from loans to customers and interest expense on borrowings are recognized in the interim consolidated income statement on the accrual basis. Accrued interest income arising from the loans that are classified from group 2 to group 5 in accordance with Circular 31, accrued interest income on loans restructured and maintained as Standard loan groups (group 1) as prescribed in Decree 55; Circular 02 and Circular 06 will not be recognized in the interim consolidated income statement. Accrued interest income on such loans is recorded as an off-balance-sheet item and is recognized in the interim consolidated income statement upon actual receipt.

Income from interest on investment securities in securities are recorded on the accrual basis. For accrued interest income on investment securities that are fallen within the scope of Circular 31 and classified from group 2 upwards is not recognized in the interim consolidated income statement for the period. These accruals are recorded as an off-balance-sheet items and are only recognized in the interim consolidated income statement upon actual receipt.

Income from service charges and commissions

Income from service charges and commissions is recognized on the basis of services provided.

Income from guarantee and L/C commitment activities

Income from guarantee and L/C commitment activities is recognized on the accrual and allocation basis.

Income from securities trading

Income from trading securities is determined based on the difference in selling price and cost of securities sold.

Recognition of dividends and profits received

Cash dividends and profits received from investment and capital contributions activities are recorded in the interim consolidated income statement when the Bank's right to receive dividends and profits has been established. Share dividends, which are distributed from profits of joint stock companies, are recognized neither as an increase in the value of received shares nor financial income in the interim consolidated financial statements but are only used for tracking the increase in the number of shares according to Circular No. 200/2014/TT-BTC dated 22 December 2014 issued by the Ministry of Finance.

Revenue from other services

When the contract results can be determined reliably, revenue will be recognized based on the level of work completion. If the contract results cannot be determined reliably, revenue will only be recognized at the recoverable level of the recorded expenses.

Recognition of not yet collected receivables

According to Circular No. 16/2018/TT-BTC ("Circular 16") dated 07 February 2018 issued by the Ministry of Finance, receivables recognized as accrued income but subsequently assessed to be not recoverable or not yet recoverable at the due date are recorded as reduction in revenue if the income has been accrued in the same financial year/accounting period or recorded as other expenses if accrued in different financial year/accounting period and monitored off-balance-sheet for collection. Upon actual receipt of these receivables, the Bank recognizes them as income according to the nature of the income in the interim consolidated income statement.

Taxation

Corporate income tax expense represents the sum of the current corporate income tax expense and deferred tax.

The current corporate income tax expense is based on taxable profit for the period. Taxable profit differs from profit before tax as reported in the interim consolidated income statement because it excludes items of income or expense that are taxable or deductible in other periods (including loss carried forward, if any) and it further excludes items that are never taxable or deductible.

Deferred tax is recognized on temporary differences between carrying amounts of assets and liabilities in the interim consolidated financial statements and the corresponding tax bases. Deferred tax liabilities are generally recognized for all taxable temporary differences unless they occurred from the initial recognition of an asset or liability of a transaction which has no impact on accounting profit or taxable profit/(loss) at the transaction date. Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which deductible temporary differences can be utilized.

Deferred tax is calculated at the tax rates that are expected to apply in the year when the liability is settled or the asset is realized. Deferred tax is charged or credited to the interim consolidated income statement, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same tax authority and the Bank intends to settle its current tax assets and liabilities on a net basis.

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

Other taxes are paid in accordance with the prevailing tax laws in Vietnam.

Employee benefits

Post-employment benefits

Post-employment benefits are paid to retired employees of the Bank by the Social Insurance Agency, a government-affiliated agency. The Bank is required to pay social and health insurance premium for each employee equal to 17.5% of the basic monthly salary, salary allowances and other supplements.

Severance allowance

According to Article 46 of Labour Code No 45/2019/QH14 which is effective on 01 January 2021, the Bank and its subsidiaries in Vietnam are responsible to pay severance allowance for employees who have regularly been working at the Bank for 12 months or more, with half-month salary allowance for each working year (clauses 1, 2, 3, 4, 6, 7, 9 and 10 Article 34 of the Labor Code), except for those who are eligible for receiving pension under the provisions of the law on social insurance and those as specified at Point e, Clause 1, Article 36 of the 2019 Labor Code. The working period used for calculation of severance allowance excludes the period that employees benefit from unemployment insurance in accordance with regulations and the working period that employees have received severance allowance and retrenchment benefits from employers. The salary as the basis for calculation of severance allowance shall be the average salary of the last 06 months under the employment contract before the termination of labor contracts.

Unemployment insurance

According to the Circular No. 28/2015/TT-BLĐTBXH ("Circular 28") dated 31 July 2015 of the Ministry of Labor - War Invalids and Social Affairs guiding the implementation of Article 52 of the Employment Law 2013 and Decree No. 28/2015/ND-CP of the Government dated 12 March 2015 regulating the implementation of the Law on unemployment insurance, from 01 January 2009, the Bank is obliged to pay unemployment insurance to eligible employees at 1% of their salary fund allocated for unemployment insurance.

Related parties

The parties are related if one party has the ability to control the other party or exercise significant influence over the other party in making decisions on financial and operating policies. A party is considered as a related party with the Bank if:

- (a) Directly or indirectly through one or more intermediaries, the party:
 - Controls, or is controlled by, or is under common control by the Bank (including the holding company and its subsidiaries);
 - Contributes capital to the Bank and therefore has significant influence over the Bank;
 - Has joint control over the Bank;
- (b) The party is a joint venture or an associate of which the Bank is a venturer or an investor;
- (c) The party has a key management personnel who is also a member of the Board of Directors, Board of Supervisors, and Board of Management of the Bank;
- (d) The party is a close member of the family of any individual referred to in (a) or (c); or
- (e) The party is an entity that is, 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).

Offsetting

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

5. PLACEMENTS WITH AND LOANS TO OTHER CREDIT INSTITUTIONS

	<u>Closing balance</u>	<u>Opening balance</u>
	VND Million	VND Million
Placements with other credit institutions		
Demand deposits	19,865,720	12,693,973
- In VND	18,428,816	12,022,685
- In foreign currencies	1,436,904	671,288
Term deposits	71,373,254	79,941,590
- In VND	68,320,925	73,459,669
- In foreign currencies	3,052,329	6,481,921
	<u>91,238,974</u>	<u>92,635,563</u>
Loans to other credit institutions		
- In VND	15,400,014	24,713,260
	<u>15,400,014</u>	<u>24,713,260</u>
Placements with and loans to other credit institutions	<u>106,638,988</u>	<u>117,348,823</u>

Analysis of placements with other credit institutions (except for current deposits at other domestic credit institutions and foreign bank branches, and placements with Vietnam Bank for Social Policies following the regulations of the SBV on maintaining the balance of deposits at Vietnam Bank for Social Policies of state credit institutions under Circular 31) and loans to other credit institutions by quality is as follows:

	<u>Closing balance</u>	<u>Opening balance</u>
	VND Million	VND Million
Standard loans	86,773,268	104,654,850
	<u>86,773,268</u>	<u>104,654,850</u>

6. TRADING SECURITIES

	<u>Closing balance</u>	<u>Opening balance</u>
	VND Million	VND Million
Debt securities	-	4,945,728
Securities issued by domestic business entities	-	4,945,728
Equity securities	3,325	3,880
Equity securities issued by domestic business entities	3,325	3,880
	<u>3,325</u>	<u>4,949,608</u>
Provisions for impairment of trading securities	(1,515)	(39,152)
Provisions for impairment	(1,515)	(2,059)
General provision	-	(37,093)
	<u>1,810</u>	<u>4,910,456</u>

7. DERIVATIVES AND OTHER FINANCIAL ASSETS/(LIABILITIES)

Details of derivatives are as follows:

	Total contract value (at exchange rate at the effective date of the contract) VND million	Net book value (at exchange rate as at the reporting date)		
		Assets	Liabilities	Net amount
		VND million	VND million	VND million
As at 30 June 2025				
Currency derivative financial instruments				
Currency forward contracts	450,014	450,014	(456,081)	(6,067)
Currency swap contracts	28,026,920	9,274,848	(9,310,241)	(35,393)
Interest rate derivative financial instruments				
Interest rate swap contracts	2,565,250	1,260,000	(1,305,250)	(45,250)
	31,042,184	10,984,862	(11,071,572)	(86,710)
As at 31 December 2024				
Currency derivative financial instruments				
Currency forward contracts	591,388	591,388	(612,972)	(21,584)
Currency swap contracts	12,292,401	5,752,627	(5,778,970)	(26,343)
Interest rate derivative financial instruments				
Interest rate swap contracts	2,534,000	1,260,000	(1,274,000)	(14,000)
	15,417,789	7,604,015	(7,665,942)	(61,927)

8. LOANS TO CUSTOMERS

	Closing balance VND Million	Opening balance VND Million
Loans to local business entities and individuals	594,534,351	519,927,231
Payments made on behalf of customers	29,765	22,760
	594,564,116	519,949,991

Analysis of loan portfolio by quality

	Closing balance VND Million	Opening balance VND Million
Standard loans	575,811,168	499,504,873
Special-mentioned loans	2,110,962	5,380,404
Sub-standard loans	1,190,078	1,969,398
Doubtful loans	3,735,637	2,052,495
Loss loans	11,716,271	11,042,821
	594,564,116	519,949,991

Analysis of loans portfolio by original term

	<u>Closing balance</u>	<u>Opening balance</u>
	VND Million	VND Million
Short-term loans (Up to 1 year)	213,055,802	204,689,879
Medium-term loans (From 1 to 5 years)	160,697,692	124,733,647
Long-term loans (Above 5 years)	220,810,622	190,526,465
	<u>594,564,116</u>	<u>519,949,991</u>

9. PROVISIONS FOR CREDIT LOSSES ON LOANS TO CUSTOMERS

Movements in provisions for credit losses on loans to customers for the 6-month period ended 30 June 2025 are as follows:

	<u>General provision</u>	<u>Specific provision</u>	<u>Total</u>
	VND Million	VND Million	VND Million
Opening balance	3,811,978	4,984,863	8,796,841
Provision made for the period	562,004	4,267,463	4,829,467
Provision used to write off bad debts	-	(3,890,092)	(3,890,092)
Other adjustments	2,716	18,548	21,264
Closing balance	<u>4,376,698</u>	<u>5,380,782</u>	<u>9,757,480</u>

Movements in provisions for credit losses on loans to customers for the 6-month period ended 30 June 2024 are as follows:

	<u>General provision</u>	<u>Specific provision</u>	<u>Total</u>
	VND Million	VND Million	VND Million
Opening balance	3,211,595	5,889,823	9,101,418
Provision made for the period	158,057	884,171	1,042,228
Provision used to write off bad debts	-	(1,373,254)	(1,373,254)
Other adjustments	4,802	18,780	23,582
Closing balance	<u>3,374,454</u>	<u>5,419,520</u>	<u>8,793,974</u>

10. INVESTMENT SECURITIES

10.1 Available-for-sale investment securities

	<u>Closing balance</u>	<u>Opening balance</u>
	VND Million	VND Million
Debt securities	17,298,039	14,928,258
Government bonds	5,459,444	5,461,583
Debt securities issued by other domestic credit institutions	4,101,940	905,159
Debt securities issued by domestic business entities	7,736,655	8,561,516
Equity securities	28,657	28,657
Equity securities issued by domestic business entities	28,657	28,657
Provisions for impairment of available-for-sale investment securities	(55,140)	(65,327)
Provisions for impairment	(384)	(384)
General provision	(54,756)	(64,010)
Specific provision	-	(933)
	<u>17,271,556</u>	<u>14,891,588</u>

10.2 Held-to-maturity investment securities

	<u>Closing balance</u>	<u>Opening balance</u>
	VND Million	VND Million
Debt securities	27,734,964	17,812,962
Government bonds	23,710,178	16,430,881
Debt securities issued by other domestic credit institutions	3,498,250	855,545
Debt securities issued by domestic business entities	526,536	526,536
Provisions for credit losses on held-to-maturity investment securities	(368,575)	(368,575)
- <i>Specific provision</i>	(368,575)	(368,575)
	<u>27,366,389</u>	<u>17,444,387</u>

10.3 Quality analysis of securities

	<u>Closing balance</u>	<u>Opening balance</u>
	VND Million	VND Million
Standard	15,336,845	10,033,868
Special-mentioned	-	288,352
Loss	526,536	526,536
	<u>15,863,381</u>	<u>10,848,756</u>

10.4 Provision for impairment of investment securities

Movements in provision for impairment of investment securities for the 6-month period ended 30 June 2025 are as followed:

	Available-for-sale investment securities			Held-to-maturity investment securities		
	General provision	Specific provision	Provisions for impairment	General provision	Specific provision	Total
	VND Million	VND Million	VND Million	VND Million	VND Million	VND Million
Opening balance	64,010	933	384	-	368,575	433,902
Provision reversed for the year	(9,254)	(933)	-	-	-	(10,187)
Closing balance	54,756	-	384	-	368,575	423,715

Movements in provision for impairment of investment securities for the 6-month period ended 30 June 2024 are as followed:

	Available-for-sale investment securities		Held-to-maturity investment securities		Total VND Million
	General provision	Provisions for impairment	General provision	Specific provision	
	VND Million	VND Million	VND Million	VND Million	
Opening balance	65,774	297	3,949	73,715	143,735
Provision (reserved) /made for the period	(1,795)	(9)	-	110,572	108,768
Closing balance	63,979	288	3,949	184,287	252,503

11. CAPITAL CONTRIBUTION, LONG-TERM INVESTMENTS

	Closing balance VND Million	Opening balance VND Million
Investments in associates (see Note 11.1)	348,668	370,014
Other long-term investments (see Note 11.2)	158,272	158,272
Provisions for impairment of long-term investments (see Note 11.3)	(86,995)	(86,995)
	419,945	441,291

11.1 Investments in associates

	Closing balance			Opening balance		
	Cost in original currency	Cost equivalent	Proportion of ownership interest	Cost equivalent	Net value of investment using equity method	Proportion of ownership interest
	VND Million	VND Million	%	VND Million	VND Million	%
SHB Finance Company Limited	336,604	348,668	50	336,604	370,014	50
		<u>348,668</u>			<u>370,014</u>	

11.2 Other long-term investments

	Closing balance	Opening balance
	VND Million	VND Million
Investments in economic entities	114,258	114,258
Investments in financial institutions	44,014	44,014
	<u>158,272</u>	<u>158,272</u>

11.3 Provisions for impairment of long-term investments

	Closing balance	Opening balance
	VND Million	VND Million
Opening balance	86,995	86,996
Closing balance	<u>86,995</u>	<u>86,996</u>

12. OTHER ASSETS

	Closing balance	Opening balance
	VND Million	VND Million
Purchase of fixed assets and construction in progress	979,414	944,094
Receivables	33,013,639	32,537,712
In which:		
- Receivables arising from letter of credit transactions	29,709,615	27,125,653
- Receivables from sales of debts	1,367,905	3,410,381
- Other receivables	1,936,119	2,001,678
Deferred tax assets	4,627	-
Interest and fee receivables	15,688,065	12,221,898
Other assets (12.2)	1,509,992	1,380,412
Provisions for impairment of other assets on balance sheet (12.3)	(56,644)	(124,212)
	<u>51,139,093</u>	<u>46,959,904</u>

12.1 Analysis of other assets quality classified as credit risk assets

	<u>Closing balance</u>	<u>Opening balance</u>
	<u>VND Million</u>	<u>VND Million</u>
Standard loans	1,359,527	9,936,260
Loss loans	8,378	8,250
	<u>1,367,905</u>	<u>9,944,510</u>

12.2 Other assets

	<u>Closing balance</u>	<u>Opening balance</u>
	<u>VND Million</u>	<u>VND Million</u>
Foreclosed assets awaiting resolution	636,179	702,290
Awaiting-allocation expenses	674,100	579,177
Other assets	199,713	98,945
	<u>1,509,992</u>	<u>1,380,412</u>

12.3 Provisions for impairment of other assets

Provisions for impairment of other assets include:

	<u>Closing balance</u>	<u>Opening balance</u>
	<u>VND Million</u>	<u>VND Million</u>
Provisions for credit losses	18,577	85,994
- <i>General provision</i>	10,199	77,744
- <i>Specific provision</i>	8,378	8,250
Provisions for impairment of other assets	38,067	38,218
	<u>56,644</u>	<u>124,212</u>

Movements in provisions for impairment of other assets for the 6-month period ended 30 June 2025 are as followed:

	<u>General provision</u>	<u>Specific provision</u>	<u>Provision for bad debt</u>	<u>Total</u>
	<u>VND Million</u>	<u>VND Million</u>	<u>VND Million</u>	<u>VND Million</u>
Opening balance	77,744	8,250	38,218	124,212
Provision (reversed)/made for the period	(67,545)	128	(151)	(67,568)
Closing balance	<u>10,199</u>	<u>8,378</u>	<u>38,067</u>	<u>56,644</u>

Movements in provisions for impairment of other assets for the 6-month period ended 30 June 2024 are as followed:

	<u>General provision</u>	<u>Specific provision</u>	<u>Provision for bad debt</u>	<u>Total</u>
	<u>VND Million</u>	<u>VND Million</u>	<u>VND Million</u>	<u>VND Million</u>
Opening balance	47,312	3,000	36,090	86,402
Provision (reversed) for the period	(6,197)	-	-	(6,197)
Closing balance	<u>41,115</u>	<u>3,000</u>	<u>36,090</u>	<u>80,205</u>

13. BORROWINGS FROM THE GOVERNMENT AND THE SBV

	<u>Closing balance</u>	<u>Opening balance</u>
	VND Million	VND Million
Borrowings from the SBV	1,206,750	1,242,864
Loans under credit contracts	1,206,750	1,242,864
	<u>1,206,750</u>	<u>1,242,864</u>

14. DEPOSITS AND BORROWINGS FROM OTHER CREDIT INSTITUTIONS

Deposits from other credit institutions

	<u>Closing balance</u>	<u>Opening balance</u>
	VND Million	VND Million
Demand deposits	17,673,397	25,515,684
- In VND	17,663,638	25,513,651
- In foreign currencies	9,759	2,033
Term deposits	97,553,315	98,210,387
- In VND	93,406,450	86,946,505
- In foreign currencies	4,146,865	11,263,882
	<u>115,226,712</u>	<u>123,726,071</u>

Borrowings from other credit institutions

	<u>Closing balance</u>	<u>Opening balance</u>
	VND Million	VND Million
- In VND	1,079,222	1,237,743
- In foreign currencies	4,842,317	9,127,176
	<u>5,921,539</u>	<u>10,364,919</u>

15. DEPOSITS FROM CUSTOMERS

	<u>Closing balance</u>	<u>Opening balance</u>
	VND Million	VND Million
Demand deposits	38,972,717	37,158,355
- Demand deposits in VND	35,511,916	34,670,912
- Demand deposits in foreign currencies	3,460,801	2,487,443
Term deposits	520,717,352	460,850,837
- Term deposits in VND	510,757,248	451,873,649
- Term deposits in foreign currencies	9,960,104	8,977,188
Deposits for specific purpose	11,968	1,312
- Deposits for specific purpose in VND	572	1,005
- Deposits for specific purpose in foreign currencies	11,396	307
Margin deposits	2,016,274	1,886,067
- Margin deposits in VND	1,988,298	1,857,784
- Margin deposits in foreign currencies	27,976	28,283
	<u>561,718,311</u>	<u>499,896,571</u>

16. GRANTS, TRUSTED FUND AND BORROWINGS WHERE THE BANK BEARS RISKS

	<u>Closing balance</u>	<u>Opening balance</u>
	VND Million	VND Million
Grants, trusted fund and borrowings in VND	595,923	613,745
Grants, trusted fund and borrowings in foreign currencies	7,382,584	815,905
	<u>7,978,507</u>	<u>1,429,650</u>

17. VALUABLE PAPERS ISSUED

	<u>Closing balance</u>	<u>Opening balance</u>
	VND Million	VND Million
Valuable papers in VND	54,598,314	39,248,195
Par value	54,598,314	39,248,195
	<u>54,598,314</u>	<u>39,248,195</u>

Details of the maturity of issued valuable papers are as follow:

Valuable papers

	<u>Bonds</u>	<u>Certificate of deposit</u>	<u>Total</u>
	VND Million	VND Million	VND Million
Closing balance			
Terms under 12 months	-	22,500,000	22,500,000
- VND	-	22,500,000	22,500,000
Terms from 12 months to under 5 years	4,000,000	12	4,000,012
- VND	4,000,000	12	4,000,012
Terms over 5 years	7,798,719	20,299,583	28,098,302
- VND	7,798,719	20,299,583	28,098,302
	<u>11,798,719</u>	<u>42,799,595</u>	<u>54,598,314</u>
Opening balance			
Terms under 12 months	-	12,500,000	12,500,000
- VND	-	12,500,000	12,500,000
Terms from 12 months to under 5 years	4,000,000	12	4,000,012
- VND	4,000,000	12	4,000,012
Terms over 5 years	2,448,100	20,300,083	22,748,183
- VND	2,448,100	20,300,083	22,748,183
	<u>6,448,100</u>	<u>32,800,095</u>	<u>39,248,195</u>

18. OTHER PAYABLES AND LIABILITIES

	<u>Closing balance</u>	<u>Opening balance</u>
	VND Million	VND Million
Interest and fee payables	12,856,625	10,591,116
Deferred tax liabilities	36,599	22,049
Other payables and liabilities	2,820,998	2,827,363
In which:		
Internal payables	113,020	282,839
External payables	2,520,333	2,348,479
- Taxes and other payables to State Budget (Note 19)	1,718,868	1,715,669
- Payables on payment intermediaries and other liabilities	671,327	541,961
- Other payables	130,138	90,849
Bonus and welfare funds	187,645	196,045
	<u>15,714,222</u>	<u>13,440,528</u>

19. THE BANK'S OBLIGATIONS TO THE STATE BUDGET

	<u>Opening balance</u>	<u>Movement in the period</u>		<u>Closing balance</u>
	VND Million	Payable VND Million	Paid VND Million	VND Million
Value added tax	51,210	106,571	113,694	44,087
Corporate income tax	1,620,406	1,793,159	1,868,920	1,544,645
Other taxes	44,053	420,685	334,602	130,136
	<u>1,715,669</u>	<u>2,320,415</u>	<u>2,317,216</u>	<u>1,718,868</u>

20. CAPITAL AND RESERVES

20.1 Statement of changes in equity

	Charter capital	Share premium	Treasury shares	Investment and development fund	Financial reserve	Capital supplementary reserve	Other reserve	Foreign exchange reserves	Retained earnings	Total
	VND Million	VND Million	VND Million	VND Million	VND Million	VND Million	VND Million	VND Million	VND Million	VND Million
Opening balance	36,629,085	1,449,603	(5,260)	52,111	4,297,448	2,621,650	220,624	(530,940)	13,333,023	58,067,344
Capital increase (i)	4,028,385	-	-	-	-	-	-	-	(4,028,385)	-
Dividends declaration (ii)	-	-	-	-	-	-	-	-	(2,032,625)	(2,032,625)
Profit after tax for the period	-	-	-	-	-	-	-	-	7,143,249	7,143,249
Appropriation of funds during the period (iii)	-	-	-	4,958	-	4,958	19,140	-	(29,056)	-
Foreign exchange difference	-	-	-	956	-	1,033	-	70,475	-	72,464
Others	-	-	-	-	-	(5,798)	(34,656)	-	57,936	17,482
Closing balance	40,657,470	1,449,603	(5,260)	58,025	4,297,448	2,621,843	205,108	(460,465)	14,444,142	63,267,914

- (i) Resolution No. 01/NQ-DHDCD of the 2024 Annual General Meeting of Shareholders dated 25 April 2024 approving the increase in charter capital from the issuance of shares to pay dividends in 2023 to existing shareholders. On 30 December 2024, the SBV approved the Bank's plan to increase its charter capital by a maximum of VND 4,028,653,590,000 from retained earnings according to the Charter Capital Increase Plan approved by the 2024 Annual General Meeting of Shareholders of the Bank and the Bank's Board of Directors. Resolution No. 02/2025/NQ-HDQT of the Board of Directors dated 13 February 2025 approved and approved the last registration date to exercise the right to pay dividends in 2023 by shares at the implementation rate of 11%/share. According to Report No. 989/2025/CV-SHB dated 10 March 2025 on the results of the share issuance to pay dividends in 2023, the Bank has successfully distributed 402,838,460 shares. According to Official Letter No. 3218/VSDC-DKCP.NV dated 25 March 2025 of the Vietnam Securities Depository and Clearing Corporation, the number of shares of the Bank increased by 402,838,460 shares, the starting date for receiving the depository of shares is 27 March 2025.
- (ii) Resolution No. 01/2025/NQ-DHDCD dated 22 April 2025 of the 2025 Annual General Meeting of Shareholders and Resolution No. 10/2024/NQ-HDQT dated 19 May 2025 of the Board of Directors, the Bank will pay cash dividends in 2024 to shareholders in cash at a rate of 5% with the record date for determining the list of shareholders entitled to receive dividends being 10 June 2025. 20 June 2025 the Bank has paid 2024 cash dividends to shareholders.
- (iii) The proposal dated 29 April 2025, approved the appropriation to the Supplementary Reserve Fund and the Development Investment Fund at a rate of 10% of the retained earnings for the year 2024 of Saigon Hanoi Lao Bank.

20.2. Details of the Bank's shares

	<u>Closing balance</u>	<u>Opening balance</u>
Issued share capital (unit)	4,065,747,002	3,662,908,542
Shares sold to the public (unit)	4,065,747,002	3,662,908,542
- Ordinary shares (unit)	4,065,747,002	3,662,908,542
- Preferred shares (unit)	-	-
Shares to be bought back (unit)	496,186	496,186
- Ordinary shares (unit)	496,186	496,186
- Preferred shares (unit)	-	-
Outstanding shares (unit)	4,065,250,816	3,662,412,356
- Ordinary shares (unit)	4,065,250,816	3,662,412,356
- Preference shares (unit)	-	-
Par value (VND)	10,000	10,000

21. INTEREST AND SIMILAR INCOME

	<u>Current period</u>	<u>Prior period</u>
	<u>VND Million</u>	<u>VND Million</u>
Interest from deposits	1,566,031	660,017
Interest from loans to customers	29,258,169	22,022,996
Interest from debt securities	793,607	1,372,982
Income from guarantee operations	161,455	107,307
Other income from credit activities	107,073	68,610
	<u>31,886,335</u>	<u>24,231,912</u>

22. INTEREST AND SIMILAR EXPENSES

	<u>Current period</u>	<u>Prior period</u>
	<u>VND Million</u>	<u>VND Million</u>
Interest expense on deposits	15,357,309	12,823,343
Interest expense on borrowings	396,690	521,719
Interest expense on valuable papers issued	1,316,836	1,292,019
Expense on other credit activities	111,767	12,721
	<u>17,182,602</u>	<u>14,649,802</u>

23. NET GAIN FROM TRADING SECURITIES AND INVESTMENT SECURITIES

23.1 Net gain from trading securities

	<u>Current period</u>	<u>Prior period</u>
	<u>VND Million</u>	<u>VND Million</u>
Income from trading securities held for trading	4,955	6,806
Expense for trading securities held for trading	(503)	(27,266)
Provision reversed for impairment of securities held for trading	37,637	21,624
	<u>42,089</u>	<u>1,164</u>

23.2 Net gain/(loss) from investment securities

	Current period VND Million	Prior period VND Million
Income from trading investment securities	94,925	34,791
Expenses for trading investment securities	(38,712)	(24,409)
Provision reversed/(made) for impairment of investment securities	10,187	(108,768)
	66,400	(98,386)

24. NET GAIN FROM OTHER ACTIVITIES

	Current period VND Million	Prior period VND Million
Other income	541,934	316,717
Income from recovery of bad debts	272,200	109,230
Income from disposals of assets	172,318	103,627
Income from other derivative instruments	6,115	-
Other income	91,301	103,860
Other expenses	(74,889)	(31,835)
Expense from trading other derivatives	-	(5,451)
Expense from social activities	(45,795)	(11,694)
Other expenses	(29,094)	(14,690)
Net profit from other activities	467,045	284,882

25. INCOME FROM CAPITAL CONTRIBUTION AND EQUITY INVESTMENTS

	Current period VND Million	Prior period VND Million
Share from net profit under equity method of investments in an associate	(21,346)	7,619
	(21,346)	7,619

26. OPERATING EXPENSES

	Current period VND Million	Prior period VND Million
Taxes, fees, and charges	21,575	28,234
Staff cost	1,548,079	1,413,609
Expenses for fixed assets	319,195	286,765
<i>In which:</i>		
- Depreciation and amortisation expenses	58,517	51,852
Expenses for operating management	514,798	337,485
Insurance premium for customers' deposits	276,056	245,935
	2,679,703	2,312,028



27. PROVISION EXPENSES FOR CREDIT RISKS

	Current period	Prior period
	VND Million	VND Million
Provision expense for credit losses of loans to customers (Note 9)	4,829,467	1,042,228
Provision (reversed) for other assets (Note 12.3)	(67,569)	(6,197)
	4,761,898	1,036,031

28. CURRENT CORPORATE INCOME TAX ("CIT") EXPENSE

	Current period	Prior period
	VND Million	VND Million
Profit before tax	8,946,331	6,874,720
Adjustments for:		
- (Profit) before tax of subsidiaries	(72,215)	(319,593)
- Adjustment of profit due to consolidated financial statements	24,634	82,026
- Others	(5,335)	3,193
Taxable income of the Holding Bank	8,893,415	6,640,346
Income tax rate	20%	20%
CIT expense of the Holding Bank based on local taxable income	1,778,683	1,328,069
Adjustment of the previous year's income tax expense to the current period's income tax expense	32	136
CIT expense based on the taxable income	1,778,715	1,328,205
CIT expense of subsidiaries	14,444	63,919
CIT expense based on the taxable income	1,793,159	1,392,124
Current tax expense	1,793,159	1,392,124
Deferred income tax benefit	(9,923)	11,920
Total CIT payables for the period	1,803,082	1,380,204
Opening balance current corporate income tax payable	1,620,406	1,217,757
Current corporate income tax paid during the period	(1,868,920)	(1,449,358)
Closing balance current corporate income tax payable	1,544,645	1,160,523

29. BASIC EARNINGS PER SHARE

The bonus and welfare fund is appropriated at year-end. As a result, the net profit used to calculate basic earnings per share for the six-month period ended 30 June 2025 has not been adjusted for the bonus and welfare fund appropriation of the corresponding period.

Profit for calculation of basic earnings per share

	Current period	Prior period
	VND Million	VND Million
Profit after corporate income tax	7,143,249	5,494,516
Profit for the year attributable to equity holder	7,143,249	5,494,516

Details of common shares for calculation of basic earnings as follows:

	Current period	Prior period (Restated)
	Share	Share
Weighted average number of ordinary shares for the purpose of calculating basic earnings per share	4,065,250,816	4,065,250,816
Weighted average number of ordinary shares for the purpose of calculating basic earnings per share	4,065,250,816	4,065,250,816

Basic earnings per share

	Current period	Prior period (Restated)
	VND	VND
Earnings per share	1,757	1,352

The basic earnings per share for the 6-month period ended 30 June 2024 are restated as followed:

	Current period	Prior period (Restated)
Profit for the period attributable to common shareholders (VND Million)	5,494,516	5,494,516
Weighted average number of ordinary shares for the purpose of calculating basic earnings per share (Share)	3,662,412,356	4,065,250,816
Basic earnings per share (VND)	1,500	1,352

30. CASH AND CASH EQUIVALENTS

	Closing balance	Opening balance
	VND Million	VND Million
Cash	2,097,126	1,563,509
Balances with the SBV	30,626,622	27,436,936
Current deposits at other credit institutions	19,865,720	12,693,973
Deposits at other credit institutions with terms not exceeding 3 months	70,955,574	79,623,116
	123,545,042	121,317,534

31. OTHER OFF-BALANCE SHEET ACTIVITIES FOR WHICH CREDIT INSTITUTIONS ARE SUBJECT TO SIGNIFICANT RISKS

	Closing balance VND Million	Opening balance VND Million
Contingent liabilities		
Credit guarantees	46,201	30,089
Commitments		
Foreign exchange transactions commitments	28,264,424	13,754,686
<i>Buying foreign currency commitments</i>	237,504	848,566
<i>Selling foreign currency commitments</i>	-	613,719
<i>Cross currency swap contracts</i>	28,026,920	12,292,401
Letters of credit	37,833,008	26,254,923
Other guarantees	32,545,704	17,927,463
Other commitments	2,565,250	2,534,000

32. RELATED PARTY TRANSACTIONS AND BALANCES

List of related parties which have significant balances and transactions during the period are as follows:

<u>Related party</u>	<u>Relationship</u>
SHBank Finance Company Limited ("SHB FC")	Associate
T&T Group Joint Stock Company	Major shareholder
Saigon – Hanoi Insurance Corporation	Shared key management members
Saigon – Hanoi Securities Joint Stock Company	Shared key management members
Vietnam Travel Airlines Joint Stock Company	The company of the person closely related to the key management member

Details of significant transactions with related parties during the 6-month period ended 30 June 2025 are as follows:

	Current period VND Million	Prior period VND Million
SHB FC		
- Interest income from deposits	32,632	44,076
- Interest expenses on deposits	(2,214)	(1,091)
Saigon - Hanoi Securities Joint Stock Company		
- Other income	52	-

Details of shares purchase transactions under the Bank's ESOP of internal shareholders during the 6-month period ended 30 June 2025 are as follows:

		<u>Current period</u>	<u>Prior period</u>
		<u>VND Million</u>	<u>VND Million</u>
Mr. Do Quang Hien	Chairman	-	2,475
Mr. Do Quang Vinh	Vice Chairman of the Board of Directors and Deputy General Director	-	2,106
Ms. Ngo Thu Ha	Member of Board of Directors and General Director	-	2,196
Mr. Thai Quoc Minh	Member of Board of Directors	-	1,767
Mr. Pham Viet Dan	Member of Board of Directors	-	1,407
Mr. Do Van Sinh	Independent member of Board of Directors	-	1,407
Mr. Pham Hoa Binh	Head of Board of Supervisors	-	200
Ms. Le Thanh Cam	Member of Board of Supervisors	-	800
Mr. Vu Xuan Thuy Son	Member of Board of Supervisors	-	800
Mr. Le Dang Khoa	Deputy General Director	-	1,763
Mr. Nguyen Huy Tai	Deputy General Director	-	1,763
Ms. Ninh Thi Lan Phuong	Deputy General Director	-	1,763
Ms. Hoang Thi Mai Thao	Deputy General Director (resigned on 11 October 2024)	-	1,763
Mr. Do Duc Hai	Deputy General Director	-	1,777
Mr. Luu Danh Duc	Deputy General Director (resigned on 18 December 2024)	-	1,743
Ms. Ngo Thi Van	Chief Accountant	-	300

Details of significant balances with related parties as at 30 June 2025 are as follows:

	Receivables/(Payables)	
	Closing balance VND Million	Opening balance VND Million
SHB FC		
- Contributed capital	500,000	500,000
- Demand and term deposits received	(34,643)	(50,840)
- Demand and term deposits	675,000	1,975,000
- Accrued interest payables on deposits	(3)	(1)
- Accrued interest receivables on deposits	1,694	10,023
T&T Group Joint Stock Company		
- Capital contribution received	(3,190,012)	(2,873,885)
- Demand deposits received	(429,293)	(679,940)
- Accrued interest payables on deposits	(1,253)	(777)
Saigon- Hanoi Insurance Corporation		
- Contributed capital	42,857	42,857
- Demand deposits received	(1,183,406)	(1,055,828)
- Accrued interest payables on deposits	(47,644)	(62,211)
Saigon - Hanoi Securities Joint Stock Company		
- Demand deposits received	(1,607,887)	(734,215)
- Loans granted	198,000	400,000
- Accrued interest receivables on loans	260	1,037
Vietnam Travel Airlines Joint Stock Company		
- Demand and term deposits received	(31,873)	-

33. CONCENTRATION OF ASSETS, LIABILITIES AND OFF-BALANCE-SHEET ITEMS BY GEOGRAPHICAL REGION AS AT 30 JUNE 2025

	Total loan balance VND Million	Total deposits VND Million	Credit commitments VND Million	Deviratives (Difference between Debit - Credit)	Trading and investment securities (Difference between Debit - Credit)
				VND Million	VND Million
Domestic	596,180,495	662,559,300	70,239,749	(86,710)	45,064,985
Overseas	13,783,635	14,385,723	185,164	-	-
	609,964,130	676,945,023	70,424,913	(86,710)	45,064,985

34. SEGMENT REPORTS

A business segment is a distinguishable component of the Bank engaged in providing products and services and subject to risks and returns that are different from those of other business segments.

A geographical segment is a distinguishable component of the Bank that is engaged in providing products and services and subject to risks and returns that are different from those of other business segment.

Primary segment report of the Bank is business segment report; secondary segment report of the Bank is geographical segment report.

Business segment report

ITEMS	Credit VND Million	Investment VND Million	Services VND Million	Treasury VND Million	Total VND Million
Business segment income					
Interest and similar income	29,526,697	793,607	-	1,566,031	31,886,335
Income from services	-	-	1,137,239	-	1,137,239
Net gain from trading foreign currencies	-	116,605	-	-	116,605
Net gain from trading securities	-	42,089	-	-	42,089
Net gain from investment securities	-	66,400	-	-	66,400
Other income	-	-	467,045	-	467,045
Income from capital contribution, share purchase	-	(21,346)	-	-	(21,346)
As at 30 June 2025					
Assets	640,765,384	45,746,520	14,991,327	124,215,748	825,718,979
1. Segment assets	615,891,638	45,619,196	158,026	123,961,100	785,629,960
2. Allocated assets	24,873,746	127,324	14,833,301	254,648	40,089,019
Liabilities	(3,063,942)	(8,757)	(1,116,878)	(758,261,488)	(762,451,065)
1. Segment liabilities	(1,353,013)	-	(96,574)	(758,243,973)	(759,693,560)
2. Allocated liabilities	(1,710,929)	(8,757)	(1,020,304)	(17,515)	(2,757,505)

Geographical segment report

ITEMS	Northern VND Million	Southern VND Million	Central VND Million	Overseas VND Million	Total VND Million
Business segment income					
Interest and similar income	10,448,906	2,637,439	1,113,255	504,133	14,703,733
Income from services	851,079	146,167	22,521	(6,361)	1,013,406
Income from trading foreign currencies	86,121	20,351	6,442	3,691	116,605
Net gain from trading securities	42,089	-	-	-	42,089
Net gain from investment securities	66,400	-	-	-	66,400
Other income	150,604	161,122	157,279	(1,960)	467,045
Income from capital contribution, share purchase	(21,346)	-	-	-	(21,346)
Operating expenses	(1,949,070)	(434,247)	(212,227)	(84,159)	(2,679,703)
Net profit from operating expenses before provision	9,674,783	2,530,832	1,087,270	415,344	13,708,229
Provision expenses for credit losses	(1,994,370)	(1,671,405)	(825,389)	(270,734)	(4,761,898)
Segment profit before tax	7,680,413	859,427	261,881	144,610	8,946,331

ITEMS	Northern VND Million	Southern VND Million	Central VND Million	Overseas VND Million	Total VND Million
Assets					
Cash	1,215,322	655,271	170,781	55,752	2,097,126
Balances with the State Bank of Vietnam ("SBV")	29,316,271	11,514	19,138	1,279,699	30,626,622
Placements with and loans to other credit institutions	104,881,161	3,615	4,267	1,749,945	106,638,988
Loans to customers	433,162,253	98,658,219	40,353,382	12,632,782	584,806,636
Financial investment	45,059,700	-	-	-	45,059,700
Fixed assets	5,238,093	74,293	33,706	4,722	5,350,814
Other assets	19,730,520	21,057,514	8,547,541	1,803,518	51,139,093
TOTAL ASSETS	638,603,320	120,460,426	49,128,815	17,526,418	825,718,979
Liabilities					
Deposits and borrowings from the Government and the SBV and other credit institutions	113,289,974	663	287	9,064,077	122,355,001
Deposits from customers	399,145,279	113,039,651	44,211,734	5,321,647	561,718,311
Other mobilization	54,804,277	4,165,540	3,693,714	-	62,663,531
Other liabilities	10,254,625	2,323,014	890,677	2,245,906	15,714,222
TOTAL LIABILITIES	577,494,155	119,528,868	48,796,412	16,631,630	762,451,065

35. RISK MANAGEMENT POLICIES RELATED TO FINANCIAL INSTRUMENTS

The Bank's orientation is to become a diversified financial group. Therefore, the use of financial instruments, including capital mobilization from customers (in terms of deposit products and valuable papers issued) and investments in high quality financial assets have become key activities to help the Bank gain necessary interest rate gaps. From risk management perspective, the Bank is required to maintain the structure of assets, liabilities, and equity (including balance sheet items and off-balance sheet items) for the purpose of ensuring safety and mitigating risks in banking activities. In addition, the Bank has invested in securities or granted credit facilities to other banks. The risks related to currency exchange and interest rates have been managed through applying position limits to restrict over-concentration and simultaneously participating in activities with balancing impact to minimize risks. By holding various assets being high quality financial instruments, the structure of the Bank's interim consolidated statement of financial position is able to protect the Bank from significant risks during its business processes and ensure liquidity. In addition, the Bank has also involved in many hedging transactions related to financial instruments such as foreign currency swaps for the purpose of managing interest rate risk.

In the process of credit risk management, the Bank has adopted the Credit Handbook which provides in detail the lending policies and procedures as well as implementation guidance on standardization of the Bank's credit activities. Liquidity risk is limited by holding appropriate amounts of cash and cash equivalents as Nostro accounts (deposits at other credit institutions) at an appropriate level, term deposits at the SBV and other credit institutions and highly liquid securities such as government bonds and government-guaranteed bonds. The safety ratio with risk factors taken into account are also used to manage liquidity risk. The Bank has regularly assessed interest rate gaps, compared to the gaps of domestic markets and international markets to make timely adjustments. In addition, the application of internal risk management processes has become more efficient owing to the development of the Centralised Capital Management System and Centralised Payment System in which all capital and payment transactions of the Bank are executed by the Head Office. Such centralisation has also helped the Bank to monitor capital movements more effectively and reduce any possible errors and unnecessarily complicated procedures.

36. CURRENCY RISK

Currency risk is the risk that the value of financial instruments is fluctuated due to changes in foreign exchange rates. The Bank was established and operates in Vietnam with reporting currency of VND. The Bank's main transaction currency is VND. The Bank's loans to customers are dominated mainly in VND, EUR & USD. The Bank sets positions limits for each currency type based on the Bank's internal risk assessment system and the SBV's regulations. Currency positions are managed on a daily basis and hedging strategies are used by the Bank to ensure that the currency positions is maintained within the established limits.

The book values of monetary assets and monetary liabilities dominated in foreign currencies as at 30 June 2025 are as follows:

ITEMS	EUR equivalent VND Million	USD equivalent VND Million	Other currencies equivalent VND Million	Total VND Million
Assets				
Cash	36,200	360,344	11,106	407,650
Balances with the State Bank	7,856	1,970,269	189,718	2,167,843
Placements with and loans to other credit institutions (*)	147,813	4,184,523	156,896	4,489,232
Derivative financial instruments and other financial assets	-	7,528,959	-	7,528,959
Loans to customers (*)	590,838	16,138,873	1,767,059	18,496,770
Fixed assets	-	4,347	375	4,722
Other assets (*)	66	2,974,262	188,125	3,162,453
Total assets	782,773	33,161,577	2,313,279	36,257,629
Liabilities and owners' equity				
Deposits and borrowings from other credit institutions	1	8,608,048	390,893	8,998,942
Deposits from customers	188,586	12,112,901	1,158,271	13,459,758
Derivatives financial instruments and other financial liabilities	-	-	38,213	38,213
Grants, trusted funds and borrowings where the Bank bears risks	590,838	6,791,746	-	7,382,584
Other liabilities (*)	1,299	2,940,910	69,702	3,011,911
Capital and reserves	-	2,416,016	849,245	3,265,261
Total liabilities and owners' equity	780,724	32,869,621	2,506,324	36,156,669
On balance sheet currency position	2,049	291,956	(193,045)	100,960
Off-balance sheet currency position	-	232,386	2,559	234,945
On and off-balance sheet currency position	2,049	524,342	(190,486)	335,905

(*) Excluding provision.

37. INTEREST RATE RISK

The Bank's operation are subject to the risk of interest rate fluctuations to the extent that interest-earning assets and interest-bearing liabilities mature at different times or in different amounts. Some assets have indefinite maturities or interest rate sensitivities and are not readily matched with specific liabilities.

The Banks adopts an interest risk measurement method for all assets - liabilities items with respect to interest income. The Bank also establishes and applies a limit system and decision authority at each level based on results of risk measurement for each category.

The following tables represents assets and liabilities of the Bank categorized by the contractual re-pricing term or maturity date and the interest rates at the reporting date.

The re-pricing term of interest rates is the remaining period from the reporting date to the nearest interest rate re-pricing date of assets and equity items.

The table below shows the Bank's exposure to interest rate risk as at 30 June 2025:

		Overdue		Current							
	Non - interest bearing	Over 3 months	Within 3 months	Within 1 month	From 1 to 3 months	From 3 to 6 months	From 6 to 12 months	From 1 to 5 years	Over 5 years	Total	
	VND Million	VND Million	VND Million	VND Million	VND Million	VND Million	VND Million	VND Million	VND Million	VND Million	
Assets											
Cash	2,097,126	-	-	-	-	-	-	-	-	2,097,126	
Balances with the State Bank	30,626,622	-	-	-	-	-	-	-	-	30,626,622	
Placements with and loans to other credit institutions (*)	-	-	-	91,035,418	15,276,320	39,042	208,840	79,368	-	106,638,988	
Trading securities (*)	3,325	-	-	-	-	-	-	-	-	3,325	
Loans to customers (*)	-	16,641,986	2,110,962	130,479,628	370,044,287	38,386,702	27,430,751	8,610,638	859,162	594,564,116	
Investment securities (*)	28,658	526,536	-	11,698,873	-	10,439,191	2,398,250	5,121,936	14,848,216	45,061,660	
Capital contribution, long-term investments (*)	506,940	-	-	-	-	-	-	-	-	506,940	
Fixed assets	5,350,814	-	-	-	-	-	-	-	-	5,350,814	
Other assets (*)	51,187,687	8,050	-	-	-	-	-	-	-	51,195,737	
Total assets	89,801,172	17,176,572	2,110,962	233,213,919	385,320,607	48,864,935	30,037,841	13,811,942	15,707,378	836,045,328	
Liabilities											
Borrowings from the Government and the SBV	-	-	-	124,778	141,735	930,160	10,077	-	-	1,206,750	
Deposits and borrowings from other credit institutions	-	-	-	99,546,922	19,097,926	1,266,583	723,551	466,903	46,366	121,148,251	
Deposits from customers	-	-	-	127,839,802	112,818,135	174,149,453	131,324,305	15,585,925	691	561,718,311	
Derivative financial instruments and other financial liabilities	86,710	-	-	-	-	-	-	-	-	86,710	
Grants, trusted funds and borrowings where the Bank bears risks	-	-	-	224,479	30,354	6,599,329	122,231	625,579	376,535	7,978,507	
Valuable papers issued	-	-	-	5,322,703	8,469,485	11,896,503	28,909,623	-	-	54,598,314	
Other liabilities (*)	15,714,222	-	-	-	-	-	-	-	-	15,714,222	
Total liabilities	15,800,932	-	-	233,058,684	140,557,635	194,842,028	161,089,787	16,678,407	423,592	762,451,065	
Balance sheet net interest gap	74,000,240	17,176,572	2,110,962	155,235	244,762,972	(145,977,093)	(131,051,946)	(2,866,465)	15,283,786	73,594,263	
Off-balance sheet commitments affecting to sensitivity with assets and liabilities' interest rate	216	-	-	-	-	-	-	-	-	216	
Total net interest rate gap	74,000,456	17,176,572	2,110,962	155,235	244,762,972	(145,977,093)	(131,051,946)	(2,866,465)	15,283,786	73,594,479	
(*) Excluding provision.											

(*) Excluding provision.

38. LIQUIDITY RISK

Liquidity risk arises in the general capital mobilization of the Bank activities and in the management of currency positions. Liquidity risk include either the risk of being unable to mobilize assets at their due dates and appropriate interest rates or the risks of being unable to liquidate an asset at a reasonable price and in an appropriate time frame.

The Bank adopts a risk measurement method that is appropriate to its operation scale and the availability of the information system, ensuring meeting the requirements for the risk mitigation. Liquidity risk is measured through indicators related to cash flows, ability of capital mobilization, and ability of asset liquidity of the Bank. The Bank also establishes and applies a limit system and decision authority at each level based on results of risk measurement for each category.

The following table provides an analysis of the assets and liabilities of the Bank in terms of relevant maturity groupings based on the remaining period from the date of the interim consolidated financial statements to repayment date. In practice, the actual maturity of assets or liabilities may differ from contractual terms based on the appendix to the contracts which may exist.

The table below shows the Bank's exposure to liquidity risk as at 30 June 2025:

	Overdue		Current					Total
	Over 03 months	Within 03 months	Within 01 month	From 01 to 03 months	From 03 to 12 months	From 01 to 05 years	Over 05 years	
	VND Million	VND Million	VND Million	VND Million	VND Million	VND Million	VND Million	
Assets								
Cash	-	-	2,097,126	-	-	-	-	2,097,126
Balances with the State Bank	-	-	30,626,622	-	-	-	-	30,626,622
Placements with and loans to other credit institutions (*)	-	-	91,035,418	15,276,320	247,882	79,368	-	106,638,988
Trading securities (*)	-	-	-	-	3,325	-	-	3,325
Loans to customers (*)	16,641,986	2,110,962	27,612,353	56,689,369	142,938,834	222,491,994	126,078,618	594,564,116
Investment securities (*)	526,536	-	11,698,872	-	5,100,786	12,858,591	14,876,875	45,061,660
Capital contribution, long-term investments (*)	-	-	-	-	-	-	506,940	506,940
Fixed assets	-	-	1,685,489	162	2,228	125,542	3,537,393	5,350,814
Other assets (*)	8,050	-	50,504,578	66,331	427,169	187,463	2,146	51,195,737
Total assets	17,176,572	2,110,962	215,260,458	72,032,182	148,720,224	235,742,958	145,001,972	836,045,328
Liabilities								
Borrowings from the Government and the SBV	-	-	124,778	141,734	940,238	-	-	1,206,750
Deposits and borrowings from other credit institutions	-	-	99,546,924	16,704,620	3,469,746	1,380,595	46,366	121,148,251
Deposits from customers	-	-	110,894,113	91,666,980	186,646,191	172,510,336	691	561,718,311
Derivative financial instruments and other financial assets	-	-	41,623	867	44,220	-	-	86,710
Grants, trusted funds and borrowings at risk of the credit institution	-	-	224,478	30,354	195,311	7,151,829	376,535	7,978,507
Valuable papers issued	-	-	1,000,005	3,000,000	23,584,990	18,061,017	8,952,302	54,598,314
Other liabilities (*)	-	-	15,714,222	-	-	-	-	15,714,222
Total liabilities	-	-	227,546,143	111,544,555	214,880,696	199,103,777	9,375,894	762,451,065
Net liquidity difference	17,176,572	2,110,962	(12,285,685)	(39,512,373)	(66,160,472)	36,639,181	135,626,078	73,594,263

(*) Excluding provisions.



39. EXCHANGE RATES OF SOME FOREIGN CURRENCIES AT THE END OF THE PERIOD

	Closing balance	Opening balance
	VND	VND
USD	26,105	25,480
EUR	30,597	26,530
GBP	35,779	32,013
CHF	27,701	28,219
JPY	181.00	163.00
SGD	20,477	18,759
AUD	17,059	15,862
HKD	3,323	3,283
CAD	19,095	17,737
LAK	1.211	1.164
THB	803.43	744.45

40. SUBSEQUENT EVENTS AFTER REPORTING DATE

As at 22 April 2025, the Annual General Meeting of Shareholders approved Resolution No. 01/2025/NQ-DHDCD regarding the increase in the Bank's charter capital through the issuance of shares to pay dividends for 2024 to existing shareholders. As at 18 July 2025, the State Bank of Vietnam approved the Bank's plan to increase its charter capital by a maximum amount of VND 5,284,826,060,000 from retained earnings, in accordance with the capital increase plan approved by the Annual General Meeting of Shareholders and the Board of Directors. Pursuant to Resolution No. 22/2025/NQ-HDQT of the Board of Directors dated 4 August 2025, 19 August 2025 was set as the record date for entitlement to the 2024 dividend in the form of shares.

Resolution No. 25/2025/NQ-BOD of the Board of Directors dated 19 August 2025, the Bank approved the increase of charter capital of Saigon – Hanoi Bank Laos Limited from LAK 500 billion to LAK 1,000 billion, to be implemented during the period 2025 – 2035.

Others than aforementioned events, there are no events occurring after the end of the accounting period that have a material impact or could have a material impact on the Bank's operations and financial position as well as its operating results that need to be adjusted or disclosed in the interim financial statements.

Prepared by



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Reviewed by



Ngo Thi Van
Chief Accountant




General Director

29 August 2025