

## **Southeast Asia Commercial Joint Stock Bank**

Interim consolidated financial statements

Quarter II of 2022



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# INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2022

Unit: VND million

NO	ITEMS	Notes	30/06/2022	31/12/2021
<b>A</b>	<b>ASSETS</b>			
<b>I</b>	<b>Cash and gold</b>	<b>V.1</b>	<b>1,033,269</b>	<b>1,076,028</b>
<b>II</b>	<b>Balances with the State Bank of Vietnam ("SBV")</b>	<b>V.2</b>	<b>3,832,672</b>	<b>4,799,360</b>
<b>III</b>	<b>Balances with and loans to other credit institutions ("CIs")</b>	<b>V.3</b>	<b>52,343,826</b>	<b>42,590,477</b>
1	Balances with other CIs		47,905,460	35,233,492
2	Loans to other CIs		4,438,366	7,356,985
3	Allowance for credit losses of loans to other CIs		-	-
<b>IV</b>	<b>Securities held-for-trading</b>	<b>V.4</b>	<b>13,407,656</b>	<b>13,082,630</b>
1	Securities held-for-trading		13,407,758	13,094,009
2	Allowance for securities held-for-trading		(102)	(11,379)
<b>V</b>	<b>Derivatives and other financial assets</b>	<b>V.5</b>	<b>176,824</b>	<b>-</b>
<b>VI</b>	<b>Loans and advances to customers</b>		<b>144,534,510</b>	<b>125,806,542</b>
1	Loans and advances to customers	<b>V.6</b>	146,783,660	127,588,159
2	Allowance for loans and advances to customers	<b>V.7</b>	(2,249,150)	(1,781,617)
<b>VII</b>	<b>Debts purchasing</b>		<b>-</b>	<b>-</b>
1	Purchased debts		-	-
2	Allowance for purchased debts		-	-
<b>VIII</b>	<b>Investment securities</b>	<b>V.8</b>	<b>5,843,907</b>	<b>16,819,782</b>
1	Available-for-sale securities		5,153,325	16,199,886
2	Held-to-maturity securities		704,860	663,222
3	Allowance for investment securities		(14,278)	(43,326)
<b>IX</b>	<b>Long-term investments</b>	<b>V.9</b>	<b>85,415</b>	<b>85,091</b>
1	Investments in joint-ventures		-	-
2	Investments in associates		-	-
3	Other long-term investments		86,534	86,534
4	Allowance for diminution in value of long-term investments		(1,119)	(1,443)

**INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)**

As at 30 June 2022

Unit: VND million

<b>X</b>	<b>Fixed assets</b>		<b>935,256</b>	<b>882,503</b>
1	Tangible fixed assets	<b>V.10</b>	308,763	286,268
	- Cost		726,313	678,972
	- Accumulated depreciation		(417,550)	(392,704)
2	Finance lease assets		-	-
	- Cost		-	-
	- Accumulated depreciation		-	-
3	Intangible fixed assets	<b>V.11</b>	626,493	596,235
	- Cost		805,190	760,635
	- Accumulated amortization		(178,697)	(164,400)
<b>XI</b>	<b>Investment property</b>	<b>V.12</b>	<b>58,607</b>	<b>65,564</b>
	- Cost		64,439	70,809
	- Accumulated depreciation		(5,831)	(5,245)
<b>XII</b>	<b>Other assets</b>	<b>V.13</b>	<b>7,471,283</b>	<b>6,455,538</b>
1	Receivables		2,201,510	1,991,841
2	Accrued interest and fee receivables		2,656,165	1,679,591
3	Deferred tax assets		-	-
4	Other assets		2,654,038	2,825,200
	- In which: Goodwill	<b>V.14</b>	445,034	480,637
5	Allowance for other assets		(40,430)	(41,094)
<b>TOTAL ASSETS</b>			<b>229,723,225</b>	<b>211,663,515</b>



**INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)**

As at 30 June 2022

Unit: VND million

NO	ITEMS	Notes	30/06/2022	31/12/2021
<b>B</b>	<b>LIABILITIES AND OWNERS' EQUITY</b>			
<b>I</b>	<b>Amounts due to the Government and the SBV</b>	<b>V.15</b>	<b>2,155,809</b>	<b>2,172,763</b>
1	Deposits and borrowings from the Government and the SBV		2,155,809	2,172,763
2	Government bonds repurchase arrangements with State Treasury		-	-
<b>II</b>	<b>Deposits and borrowings from other CIs</b>	<b>V.16</b>	<b>63,121,369</b>	<b>58,365,998</b>
1	Deposits from other CIs		47,365,269	35,552,732
2	Borrowings from other CIs		15,756,100	22,813,266
<b>III</b>	<b>Deposits from customers</b>	<b>V.17</b>	<b>116,729,330</b>	<b>109,784,637</b>
<b>IV</b>	<b>Derivative financial instruments and other financial liabilities</b>	<b>V.5</b>	<b>-</b>	<b>47,804</b>
<b>V</b>	<b>Other borrowed and entrusted funds</b>		<b>1,020</b>	<b>1,020</b>
<b>VI</b>	<b>Valuable papers issued</b>	<b>V.18</b>	<b>19,821,600</b>	<b>19,053,200</b>
<b>VII</b>	<b>Other liabilities</b>	<b>V.19</b>	<b>4,337,297</b>	<b>3,574,829</b>
1	Accrued interest and fee payables		3,504,994	2,947,979
2	Deferred tax liabilities		-	-
3	Other liabilities		832,303	626,850
	<b>TOTAL LIABILITIES</b>		<b>206,166,425</b>	<b>193,000,251</b>
<b>VIII</b>	<b>Owners' equity</b>	<b>V.20</b>	<b>23,556,800</b>	<b>18,663,264</b>
1	Capital		20,716,168	15,595,507
	- Charter capital		19,808,983	14,784,884
	- Construction and fixed assets purchase fund		-	-
	- Share premium		907,185	810,623
	- Treasury shares		-	-
	- Preferential shares		-	-
	- Other capital		-	-
2	Reserves		568,642	855,641
3	Foreign exchange differences		17,744	-
4	Revaluation reserve		-	-
5	Retained earnings		2,254,246	2,212,116
6	Non-controlling interests		-	-
	<b>TOTAL OWNERS' EQUITY</b>		<b>23,556,800</b>	<b>18,663,264</b>
	<b>TOTAL LIABILITIES AND OWNERS' EQUITY</b>		<b>229,723,225</b>	<b>211,663,515</b>

**INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)**

As at 30 June 2022

Unit: VND million

NO	OFF-BALANCE SHEET ITEMS	Notes	30/06/2022	31/12/2021
1	Loan guarantees		-	-
2	Foreign exchange commitments			
	<i>Foreign currency purchase commitments</i>		1,762,768	1,430,311
	<i>Foreign currency sale commitments</i>		688,622	625,751
	<i>Currency swaps commitments</i>		112,122,651	92,376,380
3	Irrevocable lending commitments		-	-
4	Letters of credit		2,271,911	1,782,559
5	Other guarantees (warranty guarantee, performance guarantee, advance guarantee)		5,334,764	4,228,007
6	Interest rate swaps		10,029,770	8,089,470
7	Interest and fee uncollected		1,770,984	2,234,445
8	Written-off bad debts		10,549,422	10,048,084
9	Other items and documents		1,504,642	1,524,891

Preparer 



**Nghiem Thi Thu Nga**

Chief Accountant



**Nguyen Thi Hoai Phuong**

Deputy General Director



  
**Nguyen Thi Thu Huong**



# INTERIM CONSOLIDATED INCOME STATEMENT

Quarter II of 2022

Unit: VND million

NO.	ITEMS	Notes	Quarter II		Accumulated from the beginning of the year to the end of this quarter	
			Current year	Prior year	Current year	Prior year
1.	Interest and similar income	V.21	3,554,995	3,154,850	6,817,814	5,967,242
2.	Interest and similar expenses	V.22	1,827,370	1,829,839	3,525,617	3,536,840
I.	<b>Net interest income</b>		<b>1,727,625</b>	<b>1,325,011</b>	<b>3,292,197</b>	<b>2,430,402</b>
3.	Fee and commission income		550,603	577,127	883,453	737,537
4.	Fee and commission expenses		60,951	231,099	119,594	268,354
II.	<b>Net fee and commission income</b>	V.23	<b>489,652</b>	<b>346,028</b>	<b>763,859</b>	<b>469,183</b>
III.	<b>Net gain from trading of foreign currencies</b>	V.24	<b>106,124</b>	<b>15,693</b>	<b>118,301</b>	<b>93,832</b>
IV.	<b>Net gain/(loss) from securities held for trading</b>	V.25	<b>63,161</b>	<b>(17,509)</b>	<b>208,703</b>	<b>(24,140)</b>
V.	<b>Net gain from investment securities</b>	V.26	<b>280,665</b>	<b>38,498</b>	<b>559,923</b>	<b>128,964</b>
5.	Other income		96,390	109,949	198,255	215,202
6.	Other expenses		64,371	61,180	119,579	117,196
VI.	<b>Net other income</b>	V.27	<b>32,019</b>	<b>48,769</b>	<b>78,676</b>	<b>98,006</b>
VII.	<b>Income from capital contribution, share purchase</b>	V.28	<b>7,501</b>	<b>2,500</b>	<b>7,512</b>	<b>2,778</b>
VIII.	<b>Operating expenses</b>	V.29	<b>868,356</b>	<b>638,549</b>	<b>1,526,177</b>	<b>1,224,692</b>
IX.	<b>Net operating profit before allowance expenses for credit losses</b>		<b>1,838,391</b>	<b>1,120,441</b>	<b>3,502,994</b>	<b>1,974,333</b>
X.	<b>Allowance expenses for credit losses</b>		<b>338,504</b>	<b>262,311</b>	<b>696,708</b>	<b>417,965</b>
XI.	<b>Profit before tax</b>		<b>1,499,887</b>	<b>858,130</b>	<b>2,806,286</b>	<b>1,556,368</b>



**INTERIM CONSOLIDATED INCOME STATEMENT (continued)**

*Quarter II of 2022*

*Unit: VND million*

<b>XI. Profit before tax</b>		<b>1,499,887</b>	<b>858,130</b>	<b>2,806,286</b>	<b>1,556,368</b>
7. Income tax expenses - current		297,982	174,907	555,522	317,995
8. Deferred tax expense		-	-	-	-
<b>XII. Income tax expense</b>	<b>V.30</b>	<b>297,982</b>	<b>174,907</b>	<b>555,522</b>	<b>317,995</b>
<b>XIII. Net profit after tax</b>		<b>1,201,905</b>	<b>683,223</b>	<b>2,250,764</b>	<b>1,238,373</b>
<b>XIV. Non-controlling interests</b>		-	-	-	-
<b>XV. Basic earnings per share (VND/share)</b>				<b>1,363</b>	<b>1,009</b>

Preparer 



**Nghiem Thi Thu Nga**

Chief Accountant



**Nguyen Thi Hoai Phuong**



Deputy General Director



**Nguyen Thi Thu Huong**



# INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

Quarter II of 2022

(direct method)

Unit: VND million

NO.	ITEMS	From 01/01/2022 to 30/06/2022	From 01/01/2021 to 30/06/2021
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
01.	Interest and similar income received	5,849,302	5,885,429
02.	Interest and similar expenses paid	(2,968,602)	(3,595,707)
03.	Net fees and commission income received	763,485	468,514
04.	Net receipts from trading activities (foreign currencies and securities)	846,602	265,167
05.	Other income	36,969	64,180
06.	Proceeds from bad debts previously written off	41,707	33,826
07.	Payments for salary and operating expenses	(1,486,365)	(1,185,122)
08.	Corporate income tax paid during the period	(465,753)	(257,145)
	<b>Cash flows from operating activities before changes in operating assets and liabilities</b>	<b>2,617,345</b>	<b>1,679,142</b>
	<b>Changes in operating assets</b>	<b>(6,089,879)</b>	<b>(1,152,255)</b>
09.	Changes in balances with and loans to other credit institutions	2,918,619	(753,919)
10.	Changes in securities held-for-trading	10,691,174	3,415,961
11.	Changes in derivatives and other financial assets	(224,628)	172,325
12.	Changes in loans and advances to customers	(19,195,501)	(2,708,894)
13.	Utilisation of allowance for credit losses	(229,175)	(115,113)
14.	Changes in other operating assets	(50,368)	(1,162,615)
	<b>Changes in operating liabilities</b>	<b>12,494,091</b>	<b>5,488,650</b>
15.	Changes in amounts due to the Government and the SBV	(16,954)	(15,283)
16.	Changes in deposits and borrowings from other credit institutions	4,755,371	9,546,032
17.	Changes in deposits from customers	6,944,693	(5,292,725)
18.	Changes in valuable papers issued	768,400	1,115,270
19.	Changes in other borrowed and entrusted funds	-	-
19.	Changes in derivative financial instruments and other financial liabilities	-	-
20.	Changes in other operating liabilities	42,581	135,356
21.	Utilisation of reserves	-	-
<b>I.</b>	<b>Net cash flows from operating activities</b>	<b>9,021,557</b>	<b>6,015,537</b>

**INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (continued)**

*Quarter II of 2022*

*(direct method)*

*Unit: VND million*

<b>NO.</b>	<b>ITEMS</b>	<b>From 01/01/2022 to 30/06/2022</b>	<b>From 01/01/2021 to 30/06/2021</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
01.	Purchase of fixed assets	(92,966)	(42,320)
02.	Proceeds from sales, disposal of fixed assets	-	-
03.	Expenses on sales, disposal of fixed assets	-	-
04.	Purchase of investment property	-	(6,517)
05.	Receipts from sales, disposals of investment property	6,744	182,069
06.	Payments for sales, disposals of investment property	-	-
07.	Payments for investments in other entities	-	-
08.	Receipts from investments in other entities	-	6,543
09.	Dividends and profit received from long-term investments	7,512	892
<b>II.</b>	<b>Net cash flows form investing activities</b>	<b>(78,710)</b>	<b>140,667</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
01.	Increase in share capital from issuing stocks	2,719,674	-
02.	Proceeds from issuance of long-term valuable papers eligible to be included in capital and from other long-term borrowings	-	-
03.	Payment for redemption of long-term valuable papers eligible to be included in capital and for other long-term borrowings	-	-
04.	Dividends paid to shareholders	-	-
05.	Treasury shares purchase	-	-
06.	Treasury shares sale	-	-
<b>III.</b>	<b>Net cash flows from financing activities</b>	<b>2,719,674</b>	<b>-</b>



**INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (continued)**

*Quarter II of 2022*  
*(direct method)*

*Unit: VND million*

<b>IV.</b>	<b>Net cash flows during the period</b>	<b>11,662,521</b>	<b>6,156,204</b>
<b>V.</b>	<b>Cash and cash equivalents at the beginning of the period</b>	<b>41,108,880</b>	<b>30,027,766</b>
<b>VI.</b>	<b>Effects of changes in foreign exchange</b>	-	-
<b>VII.</b>	<b>Cash and cash equivalents at the end of the period</b>	<b>52,771,401</b>	<b>36,183,970</b>

*Hanoi, 29 July 2022*

**Preparer**



**Nghiem Thi Thu Nga**

**Chief Accountant**



**Nguyen Thi Hoai Phuong**



**Deputy General Director**

**Nguyen Thi Thu Huong**

## NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

As at 30 June 2022

### I. Corporate Information

<b>Banking Operation License No.</b>	0051/QĐ/NH-GP 25 March 1994	
	The Banking Operation License was issued by the State Bank of Vietnam and is valid for 99 years from the date of the Banking Operation License. The Banking Operation License have been amended several times, the most recent of which is under Decision 717/QĐ-NHNN dated 20/04/2022 of the State Bank of Vietnam.	
<b>Business Registration Certificate No.</b>	0200253985	14 January 2005
	Business Registration Certificate has been amended several times, the most recent of which is the 33 <sup>st</sup> amendment dated 05 January 2022 issued by Hanoi Department of Planning and Investment.	
<b>Board of Directors</b>	Mr. Le Van Tan	Chairman
	Ms. Nguyen Thi Nga	Standing Vice Chairman
	Ms. Le Thu Thuy	Vice Chairman
	Ms. Khuc Thi Quynh Lam	Vice Chairman
	Mr. Hoang Minh Tan	Member
	Mr. Bui Trung Kien	Member
	Ms. Ngo Thi Nhai	Independent Member
		Independent Member
	Mr. Mathew Nevil Welch	(appointed on 21/04/2022)
<b>Board of Management</b>	Ms. Le Thu Thuy	General Director (resigned on 11/07/2022)
	Mr. Faussier Loic Michel Marc	Executive Deputy General Director (appointed on 11/07/2022)
	Mr. Le Quoc Long	Standing Deputy General Director
	Ms. Nguyen Thi Thu Huong	Deputy General Director
	Mr. Nguyen Tuan Cuong	Deputy General Director
	Mr. Vu Dinh Khoan	Deputy General Director
	Mr. Nguyen Ngoc Quynh	Deputy General Director
	Ms. Tran Thi Thanh Thuy	Deputy General Director
	Mr. Hoang Manh Phu	Deputy General Director
	Ms. Dang Thu Trang	Deputy General Director
	Mr. Vo Long Nhi	Deputy General Director

**Legal Representative** Mr. Le Van Tan Chairman  
**Registered office** No. 198 Tran Quang Khai, Ly Thai To Ward, Hoan Kiem District, Hanoi,  
Vietnam

## **II. Performance characteristics of the credit institutions**

### **1. Establishment and operation**

Southeast Asia Commercial Joint Stock Bank ("the Bank") is a commercial joint stock bank incorporated and registered in the Socialist Republic of Vietnam.

The Bank was established pursuant to Banking Operation License No. 0051/QD/GP-NHNN issued by the Governor of the State Bank of Vietnam on 25 March 1994. The operation period according to the Banking Operation Licence is 99 years from 25 March 1994.

The principal activities of the Bank are mobilising and receiving short, medium and long-term deposits from organisations and individuals; lending to organisations and individuals up to the nature and ability of the Bank's capital resources; conducting settlement, cash services and other banking services as approved by the SBV; making capital contributions, purchasing shares, investing in bonds and trading foreign currencies in accordance with the law.

### **2. Charter capital**

As at 30 June 2022, the Bank's charter capital was VND 19,808,983 million (31/12/2021: VND 14,784,884 million).

### **3. Head Office and network**

The Bank's Head Office is located at No. 198 Tran Quang Khai, Ly Thai To Ward, Hoan Kiem District, Hanoi, Vietnam. As at 30 June 2022, the Bank had one (01) Head Office, one (01) representative office, forty four (44) branches, one hundred and twenty nine (129) transaction offices nationwide and two (02) subsidiaries (31/12/2021: one (01) Head Office, one (01) representative office, forty four (44) branches, one hundred and twenty nine (129) transaction offices nationwide and two (02) subsidiaries).

At the reporting date, the Bank has two (02) subsidiaries as follows:

<b>Company name</b>	<b>Operation License No.</b>	<b>Business sector</b>	<b>% owned by the Bank</b>
SeABank Asset Management Company Limited	0103099985 dated 16 December 2008 issued by Hanoi Planning and Investment Department and the latest amendment was on 24 October 2018.	Debt and asset management	100%



Post and	96/GP-NHNN dated 28 September 2018 and	Consumer	100%
Telecommunication	amended under Decision 2284/QD-NHNN	finance	
Finance Company	dated 31 December 2020 of the Governor of		
Limited	the State Bank of Vietnam.		

**4. Total number of employees**

As at 30 June 2022, the Bank had 5,320 employees (as at 31 December 2021, the Bank had 4,972 employees).

**III. Basis of preparation****1. Basis of preparation**

The interim consolidated financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for credit institutions stipulated by the State Bank of Vietnam and the relevant statutory requirements applicable to financial reporting.

**2. Basis of measurement**

The interim consolidated financial statements for the six-month period ended 30 June 2022, except for the interim consolidated consolidated statement of cash flows, are prepared on the accrual basis using the historical cost basis. The interim consolidated statement of cash flows is prepared using the direct method.

**3. Accounting period**

The annual accounting period of the Bank is from 1 January to 31 December.

The quarter II accounting period of the Bank is from 1 April to 30 June.

**4. Accounting currency**

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

**IV. Summary of significant accounting policies**

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

## **1. Basis of consolidation**

### **a) Subsidiaries**

Subsidiaries are entities controlled by the Bank. The financial statements of the subsidiaries are included in the interim consolidated financial statements from the date that control commences until the date that control ceases.

### **b) Transactions eliminated on consolidation**

Intra-group balances, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the interim consolidated financial statements. The accounting policies of subsidiaries have been also revised when necessary to ensure consistency with the accounting policies applied by the Bank.

### **c) Goodwill**

Goodwill arises from the acquisition of subsidiaries, associates and joint ventures. Goodwill is measured at cost less accumulated amortisation. Cost of goodwill represents the excess of the cost of the acquisition over the Bank's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the acquiree.

Goodwill arising from the acquisition of subsidiaries is amortised on a straight-line basis over 10 years. Carrying value of goodwill arising is written down to recoverable amount as management determines that it is not fully recoverable.

## **2. Foreign currency**

### **Foreign currency transactions**

All transactions are recorded in their original currencies. Monetary items denominated in currencies other than VND are translated into VND at average exchange rate for spot selling and buying (gold is converted at the average selling and buying rate) of the Bank at the end of the last working day of the accounting period if the difference between this rate and the weighted average buying and selling rate of the last working day of the accounting period is less than 1%. If the difference between the average exchange rate for spot selling and buying at the end of the last working day of the accounting period and the weighted average buying and selling rate of the last working day of the accounting period is 1% or more, the Bank shall use the weighted average buying and selling rate of the last working day of the accounting period.

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

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

Foreign exchange differences arising from revaluation of monetary items denominated in foreign currencies as at the end of the accounting period are included in "Foreign exchange differences"



under owners' equity. Foreign exchange differences arising from revaluation of monetary items denominated in foreign currencies as at the end of the annual accounting period are recognised in the interim consolidated income statement.

### **3. Cash and cash equivalents**

Cash and cash equivalents include cash on hand, gold on hand, balances with the SBV, government treasury bills and other short-term valuable papers which are eligible for rediscount with the SBV, current accounts and term deposits at other credit institutions with original terms to maturity not exceeding three months and securities with recovery or maturity period not exceeding three months from the acquisition date.

### **4. Balances with and loans to other credit institutions**

Balances with other credit institutions, except for current deposits, are deposits at other credit institutions with original terms of not exceeding three months. Loans to other credit institutions are loans with original terms to maturity of less than one year.

Term deposits at and loans to other credit institutions are stated at the amount of outstanding principal less allowance for credit risks.

Credit risk classification of balances with and loans to other credit institutions and allowance thereof is made in accordance with Circular No. 11/2021/TT-NHNN dated 30 July 2021 of the State Bank of Vietnam on classification of assets, level and method of allowance making, and use of allowance against credit risks in banking activities of credit institutions and foreign banks' branches ("Circular 11").

According to Circular 11, the Bank is not required to make general allowance for balances with and loans to other credit institutions.

### **5. Securities held-for-trading and investment securities**

#### **a) Classification**

Securities held-for-trading are debt securities which are acquired for trading or reselling purpose within one year in order to gain from price movements and not to take control of the investees.

Investment securities include available-for-sale investment securities and held-to-maturity investment securities. Available-for-sale investment securities are securities which may be held for an indefinite period and sold when advantageous. Held-to-maturity investment securities are securities acquired to earn interest income and the Bank has the intention and ability to hold until maturity. Securities classified as held-to-maturity are neither sold prior to maturity date or nor reclassified into held-for-trading and available-for-sale.

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



**b) Recognition**

The Bank recognises securities held-for-trading and investment securities on the date that the Bank becomes a party under purchase contracts for these securities (trade date accounting).

**c) Measurement**

***Debt securities***

For debt securities held-for-trading, the Bank initially records at cost less allowance (if any).

For debt investment securities, the Bank initially records at cost including transaction costs and other directly attributable costs. They are subsequently measured at amortised cost (affected by premium/discount amortisation) less allowance, including allowance for diminution in value of securities and allowance for risk of unlisted bonds. Premium and discounts arising from purchases of debt securities are amortised on a straight-line basis over the period from acquisition date to maturity date.

Allowance for diminution in value of investment securities is determined based on actual market prices. For government bonds, municipal bonds, and debt securities issued by other local credit institutions the actual bond price on the market is the latest trading price at the Stock Exchange within 10 days to the balance sheet date. If there is no transaction within 10 days to the balance sheet date, the Bank will not make allowance for these investments.

For debt securities of enterprises that have neither been listed in the stock market nor registered for trading in the market of unlisted public companies, the Bank provides allowance for credit risk of such securities in accordance with the accounting policy applicable to loans and advances to customers as described in Note IV(8).

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

Interest income from debt securities held-for-trading is recognised in the interim consolidated income statement upon receipt from the issuer.

***Equity securities***

Equity securities are initially recorded at cost including purchase cost plus other directly attributable costs such as brokerage fees, transaction fees, information fees and bank charges (if any). They are subsequently measured at the lower of book value and the actual market price with the allowance expenses recognised in the interim consolidated income statement.

**d) De-recognition**

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

## **6. Long-term investments**

### **a) Other long-term investments**

Other long-term investments are investments in the equity of other companies without having control or significant influence. These long-term investments are initially recognised at cost at the date of acquisition, and subsequently stated at cost less allowance for diminution in the value of investments.

### **b) Allowance for diminution in value of long-term investments**

Allowance for diminution in value of other long-term investments is made when the invested economic entities suffer losses, except when the loss was anticipated in the initial business plan before the date of investment. Allowance for diminution in value is determined as the total actual contributed capital of parties to the investee less (-) the actual owner's equity multiplied (x) by the Bank's ownership percentage in the investee.

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

## **7. Loans and advances to customers**

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

Short-term loans are those with maturity term of not more than 1 year from the loan disbursement date. Medium-term loans are those with maturity term between 1 to 5 years from the loan disbursement date. Long-term loans are those with maturity term of more than 5 years from the loan

disbursement date.

The Bank derecognises loans when the contractual rights to the cash flows from these loans expire or when substantially all the risks and rewards of ownership of these loans have been transferred.

Debt classification and allowance for loans and advances to customers are made in accordance with Circular 11 as described in Note IV(8).

## **8. Debt classification and the rate and method of making allowance for credit losses**

### **a) Debt classification**

Debt classification for the following assets (collectively referred to as "debts"):

- Loans and advances to customers;
- Finance lease;
- Discount, rediscount of valuable papers;



- Factoring;
- Credit card;
- Payment arising from off-balance sheet commitments;
- Purchase and entrustment to purchase of unlisted corporate bonds;
- Entrustment for credit granting;
- Balances with and loans to other credit institutions;
- Purchased debts;
- Purchase and sale of Government bonds on securities market;
- Purchase of promissory notes, bills, certificates of deposits issued by other credit institutions

is stipulated in Article 10 of Circular 11.

**b) Specific allowance for credit losses**

According to Circular 11, the Bank determines specific allowance for credit risks based on the allowance rates corresponding to debt classification results and the principals balance less the discounted value of collateral assets.

Specific allowance is made for each month based on the debt's principal balance as at the end of the last working day of the preceding month less discounted value of collateral assets.

The rates of specific allowance for specific loan groups are as follows:

<b>Risk group</b>		<b>Overdue status</b>	<b>Rate of allowance</b>
1	Current	(a) Current debts that being assessed as fully and timely recoverable of both principals and interests; or (b) Debts which are overdue for a period of less than 10 days and being assessed as fully recoverable of both overdue principals and interests, and fully and timely recoverable of both remaining principals and interests.	0%
2	Special mention	(a) Debts which are overdue for a period of between 10 days and 90 days; or (b) Debts which are restructured of repayment term for the first time.	5%
3	Sub-standard	(a) Debts which are overdue for a period of between 91 days and 180 days; or (b) Debts with extended repayment term for the first time; or (c) Debts with interest exempted or reduced because customers are not capable of paying all interests under agreements; or (d) Debts in one of the following circumstances which remain unrecovered during a period of 30 days after the date of the recovery decision:	20%

		<ul style="list-style-type: none"> <li>• Debts in breach of clauses 1, 3, 4, 5 or 6 of Article 126 of the Law on credit institutions;</li> <li>• Debts in breach of clauses 1, 2, 3 or 4 of Article 127 of the Law on credit institutions;</li> <li>• Debts in breach of clauses 1, 2 or 5 of Article 128 of the Law on credit institutions; or</li> </ul> <p>(e) Debts which are under recovery period under inspection conclusions; or</p> <p>(f) Debts subject to premature recovery decision by the Bank due to borrowers' breach of agreement but are not yet recovered in less than 30 days from the effective date of premature recovery decision</p>	
4	Doubtful	<p>(a) Debts which are overdue for a period of between 181 days and 360 days; or</p> <p>(b) Debts which are restructured of repayment term for the first time but still overdue for a period of up to 90 days under that restructured repayment term; or</p> <p>(c) Debts which are restructured of repayment term for the second time; or</p> <p>(d) Debts which are specified in point (d) of "Sub-standand" section that have not been recoverable for a period of between 30 days and 60 days after decisions on recovery have been issued; or</p> <p>(e) Debts which must be recovered under inspection conclusions but fail to be repaid although recovery term was overdue from 60 days ago; or</p> <p>(f) Debts subject to premature recovery decision by the Bank due to borrowers' breach of agreement but are not yet recovered from 30 to 60 days from the effective date of premature recovery decision</p>	50%
5	Loss	<p>(a) Debts which are overdue for a period of more than 360 days; or</p> <p>(b) Debts which are restructured of repayment term for the first time but still overdue for a period of 91 days or more under that first restructured repayment term; or</p> <p>(c) Debts which are restructured of repayment term for the second time but still overdue under that second restructured repayment term; or</p> <p>(d) Debts which are restructured of repayment term for the third time or more;</p> <p>(e) Debts which are specified in point (d) of "Sub-standand" section that have not been recoverable for a period of</p>	100%



		more than 60 days after decisions on recovery have been issued; or	
		(f) Debts which must be recovered under inspection conclusions but fail to be repaid although recovery term was overdue for more than 60 days; or	
		(g) Debts of customers being credit institutions which are in special control status, or foreign bank branches of which capital and assets are blockaded; or	
		(h) Debts subject to premature recovery decision by the Bank due to borrowers' breach of agreement but are not yet recovered in more than 60 days from the effective date of premature recovery decision	

Payments arising from off-balance sheet commitments are classified on the basis of the number of overdue days, starting from the date when the Bank exercises the committed obligations:

- Group 3 - Sub-standard: overdue for less than 30 days;
- Group 4 - Doubtful: overdue for between 30 days and less than 90 days;
- Group 5 - Loss: overdue for 90 days or more.

In case where a customer has multiple debts with the Bank, if a debt is reclassified to a higher risk group, the Bank is required to reclassify all other debts of that customers to that higher risk group.

The Bank also collects debt classification results of the customers provided by the Credit Information Center of the SBV ("CIC") to adjust its own classification of debts. If a customer's debts and off-balance sheet commitments are classified in a risk group that has a lower risk than the risk groups provided in CIC's list, the Bank shall adjust its classification of debts and off-balance sheet commitments following the risk groups provided by CIC. Based on the adjusted debt classification, the Bank shall make corresponding adjustments to the allowance for credit risks of the last month of the quarter.

In accordance with Circular 11, specific allowance for credit risks at the end of each month is determined based the allowance rates corresponding to debt classification results and debt principals balance as at the end of the month less discounted value of collateral assets.

The rates of specific allowance for specific debt groups are as follows:

<b>Group</b>	<b>Type of debt</b>	<b>Specific allowance rate</b>
1	Current debt	0%
2	Special mentioned debt	5%
3	Sub-standard debt	20%
4	Doubtful debt	50%
5	Loss debt	100%

The value of collateral assets are determined in accordance with Circular 11 and the following principles:

- Those collaterals valued at VND50 billion or more in respect of the loans of customers that are related parties of the Bank and other persons under Article 127 of the Law on Credit Institutions; and those collaterals that are valued at VND200 billion or more, shall be evaluated by professional valuers; and
- Other than the above, collaterals are valued in accordance with the Bank's internal regulations and procedures.
- For collateral assets which fail to fully meet conditions specified in Circular 11, their discounted value must be considered as zero.

Discount rates for collateral assets are determined as follows:

<b>Types of collateral assets</b>	<b>Discount rates</b>
(a) Deposits and certificates of deposits from customers in VND at the credit institutions or foreign banks' branches	100%
(b) Government bonds, gold bars, certificates of deposits from customers in foreign currencies at the credit institutions or foreign banks' branches	95%
(c) Municipal bonds, government-guaranteed bonds, transferable instruments, valuable papers issued by the credit institution; deposits, certificates of deposit, bills and notes issued by other credit institutions or foreign bank branches:	
▪ With a remaining term of below 1 year	95%
▪ With a remaining term of between 1 year to 5 years	85%
▪ With a remaining term of over 5 years	80%
(d) Securities issued by other credit institutions and listed on a stock exchange	70%
(e) Securities issued by enterprises (except for credit institutions) and listed on a stock exchange	65%
(f) Securities unlisted on the Stock Exchange, valuable papers, except items specified in Point c, issued by credit institutions which have registered securities listing on the Stock Exchange	50%
Securities unlisted on the Stock Exchange, valuable papers, except items specified in Point c, issued by credit institutions which have not registered securities listing on the Stock Exchange	30%
(g) Unlisted securities and valuable papers issued by enterprises registered for listing on a stock exchange	30%
Unlisted securities and valuable papers issued by enterprises not registered for listing on a stock exchange	10%



<b>Types of collateral assets</b>	<b>Discount rates</b>
(h) Real estates	50%
(i) Other collateral assets	30%

**c) General allowance for credit risks**

According to Circular 11, general allowance is made at the rate of 0.75% of total outstanding debt balance classified from risk group 1 to risk group 4, except for the followings:

- Balances with other credit institutions;
- Lending and reverse repo transactions with other credit institutions
- Purchase of promissory notes, bills, certificates of deposits issued by other credit institutions
- Purchase and sale of Government bonds on stock market;

**d) Write-off of bad debts**

According to Circular 11, debts are written off against the allowance when debts have been classified to Group 5 or when borrowers have been declared bankrupt or dissolved (for borrowers being organisations and enterprises) or borrowers are deceased or missing (for borrowers being individuals).

**e) Off-balance sheet commitments**

According to Circular 11, the classification of off-balance sheet credit commitments is conducted solely for risk management, credit quality supervision of credit granting activities. No allowance is made for off-balance sheet credit commitments, except where SeABank has been required to make payment under the guarantee contract, in which case the payment on behalf is classified and allowance is made for in accordance with policy in Note IV (8).

**9. Derivative financial instruments**

**a) Currency derivative contracts**

The Bank involves in derivative contracts including: forward contracts, swaps, options contracts facilitate customers to transfer, adjust or mitigate foreign exchange risks, other market risks, and to serve for the business purposes of the Bank.

Currency forward contracts are commitments to buy/sell amount of foreign currency against VND or with another foreign currency at a future date at the forward rate determined on the transaction date. The forward contracts are recorded at nominal value at the date of transaction and are revalued at exchange rate at the reporting date and are stated at net value on the interim consolidated statement of financial position. Differences upon revaluation at the end of the period are recognised as "Foreign exchange differences" on the interim consolidated statement of financial position and are fully transferred to the consolidated statement of income at the end of the annual

accounting period. Differences between the amounts in VND of the foreign currency amounts which are committed to buy/sell at forward rate and spot rate are recognised in the consolidated statement of income on a straight-line basis over the term of the contracts.

The currency swap contracts are commitments to buy and sell the same amount of foreign currency with VND or with a different foreign currency with the same party where the settlement dates of two transactions are different and the exchange rate of the two transactions are determined at the transaction date. A currency swap may consist of two spot transactions, two forward transactions or one spot transaction and one forward transaction. Swaps for foreign currencies and VND must have at least one forward transaction. Premiums/discounts arising from the difference of the spot exchange rate at the effective date of the contracts and the forward exchange rate will be recognised immediately on the effective date of the contracts as an asset if they are positive or as a liability if they are negative in the interim consolidated statement of financial position. This difference is amortised to the consolidated statement of income on a straight-line basis over the term of the swap contracts.

Foreign currency option contracts are a transaction where a customer gives the Bank an option purchase price to sell the right to allow the customer to buy or sell an amount of foreign currency in the future at the exchange rate determined at trading date. Accordingly, customers have the right but no obligation to perform the committed purchase and sale transaction. Commitment value are recorded on off- balance sheet account in "Option trading commitment". Buying option price is recognized in the consolidated statement of income on the transaction date.

**b) *Interest rate derivative contracts***

The swap contracts are commitments to pay interest at a floating rate or a fixed rate charged on a notional principal amounts. The value of the notional principal amount in interest rate swap contracts per currency is not recognized in the off-balance sheet account under item "Interest rate swap commitment". The income and expenses arising on the notional principal amount are recognized on an accrual basis.

For cross currency interest rate swaps to exchange principals denominated in two different currencies which are exchanged at the effective date, the contract value is recognised on the interim consolidated statement of financial position. Income earned and expenses incurred are recognised on an accrual basis.

For cross currency interest rate swaps to exchange principals denominated in two different currencies which are not exchanged at the effective date, the contract value is recognised on the interim consolidated statement of financial position in the same manner with the contract value of currency forward contracts. These contracts are accounted for in the same manner with currency forward contracts. Income earned and expenses incurred due to interest rate effects are recognised on an accrual basis.



## **10. Tangible fixed assets**

### **a) Cost**

Tangible fixed assets are stated at cost less accumulated depreciation. The initial cost of a tangible fixed asset comprises its purchase price, including import duties and non-refundable purchase taxes and any directly attributable costs of bringing the asset to its working condition and location for its intended use. Expenditure incurred after the tangible fixed assets have been put into operation, such as repairs and maintenance and overhaul costs, is normally charged to the interim consolidated income statement during the period in which the costs are incurred. In situations where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefits expected to be obtained from the use of an item of tangible fixed assets beyond its originally assessed standard of performance, the expenditure is capitalised as an additional cost of tangible fixed assets.

### **b) Depreciation**

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

Buildings and structures	25 years
Machines and equipment	5 - 15 years
Vehicles	6 - 10 years
Office equipment	5 - 8 years
Others	4 - 7 years

## **11. Intangible fixed assets**

### **Software**

The cost of acquiring new software, which is not an integral part of the related hardware, is capitalised and treated as an intangible asset. Software costs are amortised on a straight-line basis ranging from 3 to 15 years.

### **Land use rights**

Land use rights are stated at cost less accumulated amortisation. The initial cost of termed land use rights comprises its purchase price and any directly attributable costs incurred in conjunction with securing the land use rights. Termed land use rights are amortised on a straight-line basis over lease term or useful lives.

## **12. Investment property**

### **Cost**

Investment property held for rent is stated at cost less accumulated depreciation. The initial cost of an investment property held for rent comprises its purchase price, cost of land use rights and any directly attributable expenditures of bringing the property to the condition necessary for it to be

capable of operating in the manner intended by management. Expenditure incurred after the investment property held for rent has been put into operation, such as repairs and maintenance, is charged to the interim consolidated income statement in the period in which the expenditure is incurred. In situations where it can be clearly demonstrated that the expenditure has resulted in future economic benefits in excess of the originally assessed standard of performance of the existing investment property held for rent, the expenditure is capitalised as an additional cost of the investment property.

### ***Depreciation***

Depreciation is computed on a straight-line basis over a period ranging from 10 to 20 years.

## **13. Other assets**

Other assets, except receivables from credit activities, are stated at cost less allowance for other assets.

For other assets that are not classified as assets with credit risk and are overdue, allowance are made based on the overdue status of receivables or expected losses which may incur in case receivables are overdue or undue receivables are likely to become overdue. Allowance expense is recorded in operating expense during the period.

Allowance rates by overdue period are as follows:

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

## **14. Deposits from customers**

Deposits from customers are stated at cost.

## **15. Valuable papers issued**

Valuable papers issued are stated at cost.

## **16. Other payables**

Other payables are stated at cost.

## 17. Share capital

### *Ordinary shares*

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity.

## 18. Reserves and funds

### a) Reserves and funds of the Bank

According to Decree No. 93/2017/ND-CP dated 7 August 2017 issued by the Government of Vietnam providing regulations on the financial regime applicable to credit institutions ("Decree 93"), the Bank is required to make the following reserves before distribution of profits:

	Annual appropriation	Maximum balance
Reserve to supplement charter capital	5% of profit after tax	100% of charter capital
Financial reserve	10% of profit after tax	Not stipulated

The financial reserve is used to cover financial losses incurred during the normal course of business. The financial reserve and the reserve to supplement charter capital are non-distributable and classified as equity.

Other equity funds are allocated from profit after tax. The appropriation from profit after tax to these funds is approved by the shareholders in the Annual General Meeting. Other equity funds are not required by law and are fully distributable.

### b) Reserves and funds of the subsidiaries

#### *SeABank Asset Management Company Limited*

According to Circular No. 27/2002/TT-BTC dated 22 March 2002 of the Ministry of Finance, the appropriation to reserves by this subsidiary is made in a similar way to the Bank.

#### *Post and Telecommunication Finance Company Limited*

According to Decree No. 93/2017/ND-CP, this subsidiary is required to make the following reserves before distribution of profits:

	Annual allocation	Maximum balance
Reserve to supplement charter capital	5% of profit after tax	100% of charter capital
Financial reserve	10% of profit after tax	Not stipulated

Financial reserve is used to compensate the financial losses during the normal course of business. The financial reserve and the reserve to supplement charter capital are made at year-end, are non-distributable and are parts of the owner's equity of the subsidiary.



## **19. Bonus and welfare fund**

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

## **20. Revenue**

### **a) Interest income**

Interest income is recognised in the interim consolidated income statement on an accrual basis, except for interest on debts classified in Group 2 to Group 5 as described in Note IV (8) and debts kept in Group 1 as a result of the implementation of Circular 01.

When debts are classified in Group 2 to Group 5 as defined in Note IV (8) or kept in Group 1 as a result of the implementation of Circular 01, their interest receivable will be transferred to off-balance sheet items. Interest on these debts are recognised in the interim consolidated income statement upon receipt.

### **b) Fee and commission income**

Fee and commission income are recognised in the interim consolidated income statement upon completion of the services rendered.

### **c) Income from investing activities**

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

Dividend income in the form of cash is recognised in the interim consolidated income statement when the Bank's right to receive dividend is established. Dividends received in the form of shares, bonus shares and rights to purchase shares given to existing shareholders, shares distributed from retained earnings are not recognised as an increase in investment and such dividend income is not recognised in the interim consolidated income statement. When stock dividends are received, the Bank only recognises an increase in the number of shares.

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

## **21. Interest expenses**

Interest expenses are recognised in the interim consolidated income statement on accrual basis.



## **22. Fee and commission expenses**

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

## **23. Taxation**

Income tax on the profit for the period comprises current and deferred tax. Income tax is recognised in the interim consolidated income statement.

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

Deferred tax is calculated using the balance sheet method, on the basis of the temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax recognized is based on the expected manner of realisation or settlement of the carrying amounts of assets and liabilities using the tax rates enacted or substantively enacted at the end of the accounting period.

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

## **24. Related parties**

Related parties of the Bank include:

- The subsidiaries of the Bank;
- Management or members of the Supervisory Board of the Bank;
- Individuals, organisations that hold at least 5% of charter capital or share capital with voting rights of the Bank;
- Wives, husbands, parents, children, siblings of managers or members of the Supervisory Board, capital contributors or shareholders who hold at least 5% of charter capital or share capital with voting rights of the Bank;
- Enterprises held directly or indirectly by such individuals hold an important part of voting rights, or through this such individuals may significantly influence the enterprises. This case includes businesses owned by the Bank's leaders or key shareholders and those businesses that have the same key managing member with the Bank;
- Representatives for the Bank's capital contribution and shares purchase.

**25. Nil balances**

Items or balances required by Decision No. 16/2007/QĐ-NHNN dated 18 April 2007 ("Decision 16") of the SBV's Governor promulgating the regulation on financial reporting regime applicable to credit institutions and Circular No. 49/2014/TT-NHNN dated 31 December 2014 ("Circular 49") of the SBV's Governor on amending and supplementing a number of articles of the regulation on financial reporting regime applicable to credit institutions accompanying Decision 16, Decision No. 479/2004/QĐ-NHNN dated 29 April 2004 and the chart of accounts of credit institutions accompanying the Decision that are not shown in these interim consolidated financial statements indicate nil balances.

**26. Financial instruments**

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

**Financial assets***Financial assets at fair value through profit or loss:*

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

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

*Held-to-maturity investments*

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

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



*Loans and receivables*

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

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

*Available-for-sale financial assets*

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

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

**Financial liabilities**

*Financial liabilities at fair value through profit or loss*

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

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

*Financial liabilities carried at amortised cost*

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

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

## V. Notes to the Financial statements

### 1. Cash and gold on hand

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
Cash on hand in VND	723,076	799,608
Cash on hand in foreign currencies	308,438	276,213
Gold	1,755	207
<b>Total</b>	<b>1,033,269</b>	<b>1,076,028</b>

### 2. Balances with the State Bank of Vietnam

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
Current accounts at the SBV in VND	3,793,550	2,543,854
Current accounts at the SBV in foreign currencies	14,122	2,230,506
Other accounts	25,000	25,000
<b>Total</b>	<b>3,832,672</b>	<b>4,799,360</b>

### 3. Balances with and loans to other CIs

#### 3.1 Balances with other CIs

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
<b>Current accounts</b>	<b>8,792,702</b>	<b>12,992,452</b>
<i>Current accounts in VND</i>	<i>7,253,583</i>	<i>12,264,081</i>
<i>Current accounts in foreign currencies</i>	<i>1,539,119</i>	<i>728,371</i>
<b>Term deposits</b>	<b>39,112,758</b>	<b>22,241,040</b>
<i>Term deposits in VND</i>	<i>36,261,570</i>	<i>18,358,240</i>
<i>Term deposits in foreign currencies</i>	<i>2,851,188</i>	<i>3,882,800</i>
<b>Total</b>	<b>47,905,460</b>	<b>35,233,492</b>



### 3.2 Loans to other CIs

	30/06/2022	31/12/2021
	VND million	VND million
Loans to other CIs in VND	4,438,366	5,083,507
<i>In which: discount, rediscount</i>	2,708,371	1,765,832
Loans to other CIs in foreign currencies	-	2,273,478
<b>Total</b>	<b>4,438,366</b>	<b>7,356,985</b>
<b>Total balances with and loans to other CIs</b>	<b>52,343,826</b>	<b>42,590,477</b>

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

	30/06/2022	31/12/2021
	VND million	VND million
Current	43,551,124	29,598,025
<b>Total</b>	<b>43,551,124</b>	<b>29,598,025</b>

### 4. Securities held-for-trading

	30/06/2022	31/12/2021
	VND million	VND million
<b>Debt securities</b>	<b>13,407,758</b>	<b>13,094,009</b>
Government bonds	10,917,585	8,544,746
Securities issued by local CIs	2,490,173	3,045,688
Securities issued by local economic entities	-	1,503,575
<b>Allowance for securities held-for-trading</b>	<b>(102)</b>	<b>(11,379)</b>
Allowance for diminution in value	(102)	(102)
General allowance	-	(11,277)
<b>Total</b>	<b>13,407,656</b>	<b>13,082,630</b>

Listing status as at 30/06/2022 were as follows:

	30/06/2022	31/12/2021
	VND million	VND million
Listed	11,075,826	9,076,713

Movements in allowance for securities held-for-trading in the period were as follows:

***Six-month period ended 30 June 2022***

	<b>General allowance</b>	<b>Allowance for diminution in value</b>	<b>Total</b>
	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>
<b>Balance at 1 January 2022</b>	<b>11,277</b>	<b>102</b>	<b>11,379</b>
Allowance reversed during the period	(11,277)	-	(11,277)
<b>Balance at 30 June 2022</b>	<b>-</b>	<b>102</b>	<b>102</b>

***Six-month period ended 30 June 2021***

	<b>General allowance</b>	<b>Allowance for diminution in value</b>	<b>Total</b>
	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>
<b>Balance at 1 January 2021</b>	<b>4,765</b>	<b>7,306</b>	<b>12,071</b>
Allowance made during the period	24,580	18,584	43,164
<b>Balance at 30 June 2021</b>	<b>29,345</b>	<b>25,890</b>	<b>55,235</b>

## 5. Derivative financial instruments

	Total contract value (at exchange rate as of contract effective date) (VND million)	Net book value (at exchange rate as of reporting date)		
		Assets (VND million)	Liabilities (VND million)	Net value (VND million)
<b>As at 30 June 2022</b>	<b>137,593,219</b>	<b>138,536,715</b>	<b>138,359,891</b>	<b>176,824</b>
Currency forward contracts	23,693,032	23,801,652	23,783,614	18,038
Interest rate forward contracts	7,937	7,931	7,937	(6)
Currency swap contracts	110,413,980	111,248,862	111,077,090	171,772
Interest rate swap contracts	3,478,270	3,478,270	3,491,250	(12,980)
<b>As at 31 December 2021</b>	<b>140,558,579</b>	<b>140,417,465</b>	<b>140,465,269</b>	<b>(47,804)</b>
Currency forward contracts	44,384,185	44,375,780	44,371,728	4,052
Interest rate forward contracts	-	-	-	-
Currency swap contracts	92,696,124	92,563,415	92,667,541	(104,126)
Interest rate swap contracts	3,478,270	3,478,270	3,426,000	52,270



## 6. Loans and advances to customers

### Loans portfolio by type:

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
Loans to local economic entities and individuals	146,406,989	127,202,660
Payments on behalf of customers	5,761	5,761
Loans to foreign economic entities and individuals	370,910	379,738
<b>Total</b>	<b>146,783,660</b>	<b>127,588,159</b>

### Loans portfolio by quality:

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
Current	143,966,724	125,274,231
Special mention	467,226	209,319
Sub-standard	445,031	345,515
Doubtful	436,741	331,680
Loss	1,467,938	1,427,414
<b>Total</b>	<b>146,783,660</b>	<b>127,588,159</b>

### Loans portfolio by term:

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
Short-term loans	93,439,585	72,328,675
Medium-term loans	21,809,059	27,424,345
Long-term loans	31,535,016	27,835,139
<b>Total</b>	<b>146,783,660</b>	<b>127,588,159</b>

### Loans portfolio by currency:

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
Loans in VND	143,469,627	124,552,865
Loans in foreign currencies	3,314,033	3,035,294
<b>Total</b>	<b>146,783,660</b>	<b>127,588,159</b>

**Loans portfolio by customer type:**

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
State-owned enterprises	1,788,724	1,447,697
Limited liability companies	49,385,901	42,546,685
Joint stock companies in which the State's holding percentage is more than 50%	3,113,604	3,105,530
Other joint stock companies	56,677,819	50,595,918
Partnerships	34,097	24,154
Private companies	72,810	155,845
Foreign invested enterprises	407,072	437,743
Cooperatives, cooperative unions	16,565	35,714
Households and individuals	35,276,386	29,234,563
Others	10,682	4,310
<b>Total</b>	<b>146,783,660</b>	<b>127,588,159</b>

**7. Allowance for loans and advances to customers**

Allowance for loans and advances to customers consists of:

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
General allowance	1,090,104	946,205
Specific allowance	1,159,046	835,412
	<b>2,249,150</b>	<b>1,781,617</b>

Movements in general allowance were as follows:

	<b>From 01/01/2022 to 30/06/2022</b>	<b>From 01/01/2021 to 30/06/2021</b>
	<b>VND million</b>	<b>VND million</b>
<b>Opening balance</b>	946,205	742,708
Allowance rmade during the period	143,899	81,741
<b>Closing balance</b>	<b>1,090,104</b>	<b>824,449</b>

Movements in specific allowance were as follows:

	<b>From 01/01/2022 to 30/06/2022</b>	<b>From 01/01/2021 to 30/06/2021</b>
	<b>VND million</b>	<b>VND million</b>
<b>Opening balance</b>	835,412	365,614
Allowance made during the period	552,809	336,225
Utilisation of allowance	(229,175)	(115,113)
<b>Closing balance</b>	<b>1,159,046</b>	<b>586,726</b>

## 8. Investment securities

### 8.1 Available-for-sale securities

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
<b>Debt securities</b>		
- Bonds issued by the Government	585,224	6,705,572
- Bonds issued by other local CIs	1,667,592	1,829,073
- Bonds issued by local economic entities	250,000	5,457,404
- Certificates of deposits issued by other local CIs	2,568,455	2,125,783
	<b>5,071,271</b>	<b>16,117,832</b>
<b>Equity securities</b>		
- Equity securities issued by local economic entities	82,054	82,054
	<b>5,153,325</b>	<b>16,199,886</b>

Debt classification of portfolio of unlisted corporate bonds classified as assets exposed to credit risk was as follows:

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
Current	250,000	5,457,404

### 8.2 Held-to-maturity securities

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
Bonds issued by local economics entities	704,860	663,222
	<b>704,860</b>	<b>663,222</b>

### 8.3 Allowance for investment securities

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
Allowance for available-for-sale securities	11,883	40,931
Allowance for held-to-maturity securities	2,395	2,395
<b>Total</b>	<b>14,278</b>	<b>43,326</b>



Movements in allowance for available-for-sale securities in the period were as follows:

***Six-month period ended 30 June 2022***

	General allowance for available-for- sale debt securities	Specific allowance for available-for- sale debt securities	Total
	VND million	VND million	VND million
Balance at 1 January 2022	40,931	-	40,931
Allowance (reversed)/made during the period	(39,056)	10,008	(29,048)
Balance at 30 June 2022	1,875	10,008	11,883

***Six-month period ended 30 June 2021***

	General allowance for available-for- sale debt securities	Specific allowance for available-for- sale debt securities	Total
	VND million	VND million	VND million
Balance at 1 January 2021	36,066	1,736	37,802
Allowance (reversed)/made during the period	(375)	23,721	23,346
Balance at 30 June 2021	35,691	25,457	61,148

**9. Long-term investments**

**Analysis by type of investment:**

	30/06/2022	31/12/2021
	VND million	VND million
Other long-term investments	86,534	86,534
Allowance for diminution in value of long-term investments	(1,119)	(1,443)
<b>Total</b>	<b>85,415</b>	<b>85,091</b>

**Details of other long-term investments**

	<b>30/06/2022</b>		<b>31/12/2021</b>	
	<b>Cost (VND million)</b>	<b>Owned</b>	<b>Cost (VND million)</b>	<b>Owned</b>
<b>Other long-term investments</b>				
National Payment Corporation of Vietnam	3,300	1.06%	3,300	1.06%
ASEAN Jewelry Joint Stock Company (AJC)	24,102	10.00%	24,102	10.00%
PetroVietnam Oil Mien Trung Joint Stock Company	4,800	1.59%	4,800	1.59%
PetroVietnam Oil Saigon Joint Stock Company	10,000	5.00%	10,000	5.00%
PetroVietnam Oil Vung Tau Joint Stock Company	10,000	8.33%	10,000	8.33%
Phu My Oil Processing Joint Stock Company	11,000	2.20%	11,000	2.20%
PetroVietnam Oil Tay Ninh Joint Stock Company	12,470	9.59%	12,470	9.59%
PetroVietnam Oil Hanoi Joint Stock Company	7,500	3.00%	7,500	3.00%
Global Data Service Joint Stock Company	2,670	2.13%	2,670	2.13%
Brainwork Vietnam Inc	437	9.99%	437	9.99%
Post and Telecommunications Investment And Construction Consulting JSC	256	0.45%	256	0.45%
<b>Total</b>	<b>86,534</b>		<b>86,534</b>	

# 10. Tangible fixed assets

As at 30 June 2022

	Buildings and structures	Machines and equipment	Vehicles	Office equipment	Other tangible fixed assets	Total
	VND million	VND million	VND million	VND million	VND million	VND million
<b>Cost</b>						
Opening balance	18,127	259,005	290,409	99,074	12,357	678,972
Additions during the period	1,153	8,512	28,257	9,418	-	47,340
Closing balance	19,280	267,517	318,666	108,492	12,357	726,313
<b>Accumulated depreciation</b>						
Opening balance	5,081	142,976	159,235	76,695	8,717	392,704
Charge for the period	525	8,142	11,249	4,545	385	24,846
Closing balance	5,606	151,118	170,484	81,240	9,102	417,550
<b>Net book value</b>						
Opening balance	13,046	116,029	131,174	22,379	3,640	286,268
Closing balance	13,673	116,399	148,181	27,252	3,255	308,763

Included in tangible fixed assets were assets costing VND75,033 million which were fully depreciated as of 30 June 2022 (31/12/2021: VND74,523 million), but still in active use.



**As at 31 December 2021**

	Buildings and structures	Machines and equipment	Vehicles	Office equipment	Other tangible fixed assets	Total
	VND million	VND million	VND million	VND million	VND million	VND million
<b>Cost</b>						
Opening balance	18,127	339,061	275,924	93,393	12,766	739,271
Additions during the period	-	9,111	41,134	14,545	1,401	66,191
Disposals	-	89,167	26,649	8,864	1,810	126,490
Closing balance	18,127	259,005	290,409	99,074	12,357	678,972
<b>Accumulated depreciation</b>						
Opening balance	4,253	195,193	168,569	77,942	9,818	455,775
Charge for the period	828	20,600	17,315	7,617	709	47,069
Disposals	-	72,817	26,649	8,864	1,810	110,140
Closing balance	5,081	142,976	159,235	76,695	8,717	392,704
<b>Net book value</b>						
Opening balance	13,874	143,868	107,355	15,451	2,948	283,496
Closing balance	13,046	116,029	131,174	22,379	3,640	286,268

## 11. Intangible fixed assets

*As at 30 June 2022*

	Land - use rights	Computer software	Other intangible fixed assets	Total
	VND million	VND million	VND million	VND million
<b>Cost</b>				
<b>Opening balance</b>	<b>377,996</b>	<b>371,507</b>	<b>11,133</b>	<b>760,635</b>
<i>Additions during the period</i>	<i>6,378</i>	<i>39,248</i>	<i>-</i>	<i>45,626</i>
<i>Disposals</i>	<i>-</i>	<i>1,071</i>	<i>-</i>	<i>1,071</i>
<b>Closing balance</b>	<b>384,374</b>	<b>409,685</b>	<b>11,133</b>	<b>805,190</b>
<b>Accumulated amortisation</b>				
<b>Opening balance</b>	<b>-</b>	<b>158,449</b>	<b>5,951</b>	<b>164,400</b>
<i>Charge for the period</i>	<i>-</i>	<i>14,603</i>	<i>764</i>	<i>15,367</i>
<i>Disposals</i>	<i>-</i>	<i>1,071</i>	<i>-</i>	<i>1,071</i>
<b>Closing balance</b>	<b>-</b>	<b>171,981</b>	<b>6,715</b>	<b>178,697</b>
<b>Net book value</b>				
<b>Opening balance</b>	<b>377,996</b>	<b>213,058</b>	<b>5,182</b>	<b>596,235</b>
<b>Closing balance</b>	<b>384,374</b>	<b>237,704</b>	<b>4,418</b>	<b>626,493</b>

Included in intangible fixed assets were assets costing VND34,400 million which were fully amortised as of 30 June 2022 (31/12/2021: VND21,447 million), but still in active use.

**As at 31 December 2021**

	<b>Land - use rights</b>	<b>Computer software</b>	<b>Other intangible fixed assets</b>	<b>Total</b>
	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>
<b>Cost</b>				
<b>Opening balance</b>	<b>377,996</b>	<b>348,816</b>	<b>14,701</b>	<b>741,512</b>
<i>Additions during the year</i>	-	47,006	816	47,822
<i>Disposals</i>	-	24,315	4,384	28,699
<b>Closing balance</b>	<b>377,996</b>	<b>371,507</b>	<b>11,133</b>	<b>760,635</b>
<b>Accumulated amortisation</b>				
<b>Opening balance</b>	-	<b>153,545</b>	<b>8,976</b>	<b>162,521</b>
<i>Charge for the year</i>	-	26,493	1,360	27,853
<i>Disposals</i>	-	21,589	4,384	25,973
<b>Closing balance</b>	-	<b>158,449</b>	<b>5,952</b>	<b>164,400</b>
<b>Net book value</b>				
Opening balance	<b>377,996</b>	<b>195,271</b>	<b>5,725</b>	<b>578,991</b>
Closing balance	<b>377,996</b>	<b>213,059</b>	<b>5,182</b>	<b>596,235</b>



## 12. Investment property

*As at 30 June 2022*

	Land-use rights	Buildings and structures	Total
	VND million	VND million	VND million
<b>Cost</b>			
Opening balance	28,282	42,527	70,809
Decrease in the period	6,370	-	6,370
Closing balance	21,912	42,527	64,439
<b>Accumulated depreciation</b>			
Opening balance	-	5,245	5,245
Increase in the period	-	586	586
Closing balance	-	5,831	5,831
<b>Carrying value</b>	-	-	-
Opening balance	28,282	37,282	65,564
Closing balance	21,912	36,696	58,607

*As at 31 December 2021*

	Land-use rights	Buildings and structures	Total
	VND million	VND million	VND million
<b>Cost</b>			
Opening balance	207,460	41,600	249,060
Increase in the year	2,222	4,917	7,139
Decrease in the year	181,400	3,990	185,390
Closing balance	28,282	42,527	70,809
<b>Accumulated depreciation</b>			
Opening balance	-	8,126	8,126
Increase in the year	-	1,109	1,109
Decrease in the year	-	3,990	3,990
Closing balance	-	5,245	5,245
<b>Carrying value</b>	-	-	-
Opening balance	207,460	33,474	240,934
Closing balance	28,282	37,282	65,564

### 13. Other assets

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
Internal receivables	469,442	410,722
External receivables	1,732,068	1,581,119
Interest and fee receivables	2,656,165	1,679,591
Other assets	2,654,038	2,825,200
Allowance for other assets	(40,430)	(41,094)
<b>Total</b>	<b>7,471,283</b>	<b>6,455,538</b>

Movements in allowance for other on-balance sheet assets were as follows:

	<b>From 01/01/2022 to 30/06/2022</b>	<b>From 01/01/2021 to 30/06/2021</b>
	<b>VND million</b>	<b>VND million</b>
<b>Opening balance</b>	41,094	34,665
Allowance (reversed)/made during the period	(664)	6,429
<b>Closing balance</b>	<b>40,430</b>	<b>41,094</b>

#### 14. Goodwill

	30/06/2022 VND million	31/12/2021 VND million
<b>Total Goodwill</b>	<b>712,055</b>	<b>712,055</b>
<b>Amortisation period (years)</b>	<b>10</b>	<b>10</b>
Cumulative amortisation at the beginning of the period	231,419	160,213
Carrying value at the beginning of the period	480,637	551,843
<b>Decrease in the period</b>	<b>35,603</b>	<b>71,206</b>
Amortised during the period	35,603	71,206
<b>Carrying value at the end of the period</b>	<b>445,034</b>	<b>480,637</b>

#### 15. Amounts due to the Government and the SBV

	30/06/2022 VND million	31/12/2021 VND million
Borrowings from the SBV	2,155,809	2,172,763
<b>Total</b>	<b>2,155,809</b>	<b>2,172,763</b>

#### 16. Deposits and borrowings from other credit institutions

##### 16.1 Deposits from other credit institutions

	30/06/2022 VND million	31/12/2021 VND million
<b>Demand deposits</b>	<b>7,281,432</b>	<b>12,260,723</b>
- In VND	7,281,432	12,260,723
<b>Term deposits</b>	<b>40,083,838</b>	<b>23,292,009</b>
- In VND	33,683,213	20,939,489
- In foreign currencies	6,400,625	2,352,520
<b>Total</b>	<b>47,365,269</b>	<b>35,552,732</b>



## 16.2 Borrowings from other credit institutions

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
<b>In VND</b>	<b>9,351,140</b>	<b>17,889,112</b>
- Borrowings on discounted and rediscounted valuable papers	7,449,782	11,549,130
- Borrowings on mortgages and pledges	-	2,564,883
<b>In foreign currencies</b>	<b>6,404,960</b>	<b>4,924,154</b>
- Borrowings on mortgages and pledges	572,565	1,575,960
<b>Total</b>	<b>15,756,100</b>	<b>22,813,266</b>
<b>Total deposits and borrowings from other credit institutions</b>	<b>63,121,369</b>	<b>58,365,998</b>

## 17. Deposits from customers

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
<b>Demand deposits</b>	<b>10,077,944</b>	<b>8,500,025</b>
- Demand deposits in VND	9,129,719	7,839,549
- Demand deposits in gold and foreign currencies	948,225	660,476
<b>Term deposits</b>	<b>105,836,794</b>	<b>100,050,199</b>
- Term deposits in VND	104,923,522	98,931,537
- Term deposits in gold and foreign currencies	913,272	1,118,662
<b>Deposits for special purpose</b>	<b>392,811</b>	<b>350,626</b>
<b>Margin deposits</b>	<b>421,781</b>	<b>883,787</b>
<b>Total</b>	<b>116,729,330</b>	<b>109,784,637</b>

**Deposits from customers by customer type was as follows:**

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
State-owned enterprises	12,549,334	10,736,497
Limited liability companies	8,836,040	7,980,355
Joint stock companies in which the State's holding percentage is more than 50%	5,763,797	7,331,166
Other joint stock companies	18,906,799	15,082,426
Partnerships	33,017	13,807
Private companies	351,457	391,654
Foreign invested enterprises	879,682	955,081
Cooperatives, cooperative unions	109,905	145,415
Households and individuals	68,808,983	66,614,614
Others	490,316	533,622
<b>Total</b>	<b>116,729,330</b>	<b>109,784,637</b>

**18. Valuable papers issued**

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
<b>Term bonds</b>	<b>11,799,000</b>	<b>10,800,000</b>
- From 12 months to less than 5 years	10,899,000	9,900,000
- From 5 years	900,000	900,000
<b>Certificates of deposits</b>	<b>8,022,600</b>	<b>8,253,200</b>
<b>Total</b>	<b>19,821,600</b>	<b>19,053,200</b>

**19. Other liabilities**

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
Internal payables	23,579	22,590
External payables	4,234,245	3,521,362
Bonus and welfare funds	79,473	30,877
<b>Total</b>	<b>4,337,297</b>	<b>3,574,829</b>

## 20. Owners' equity

Changes in owner's equity of the Bank during the first 6 months of 2022 and the first 6 months of 2021 were as follows:

	Charter capital	Share premium	Foreign exchange differences	Financial reserve	Reserve to supplement charter capital	Retained earnings	Total
	VND million	VND million	VND million	VND million	VND million	VND million	VND million
<b>Balance at 1 January 2022</b>	<b>14,784,884</b>	<b>810,623</b>	-	<b>554,043</b>	<b>301,598</b>	<b>2,212,116</b>	<b>18,663,264</b>
Profit for the period	-	-	-	-	-	2,250,764	2,250,764
Capital increase from stock issuance to existing shareholders	1,813,116	906,558	-	-	-	-	2,719,674
Capital increase from retained earnings	2,113,988	-	-	-	-	(2,113,988)	-
Capital increase from share premium	809,996	(809,996)	-	-	-	-	-
Capital increase from reserve to supplement charter capital	286,999	-	-	-	(286,999)	-	-
Foreign exchange differences	-	-	17,744	-	-	-	17,744
Appropriation to bonus and welfare funds	-	-	-	-	-	(92,000)	(92,000)
Other decreases	-	-	-	-	-	(2,645)	(2,645)
<b>Balance at 30 June 2022</b>	<b>19,808,983</b>	<b>907,185</b>	<b>17,744</b>	<b>554,043</b>	<b>14,599</b>	<b>2,254,246</b>	<b>23,556,800</b>
<b>Balance at 1 January 2021</b>	<b>12,087,442</b>	-	-	<b>287,688</b>	<b>168,422</b>	<b>1,126,826</b>	<b>13,670,378</b>
Profit for the period	-	-	-	-	-	1,238,373	1,238,373
Appropriation to bonus and welfare funds	-	-	-	-	-	(18,458)	(18,458)
Foreign exchange differences	-	-	(10,393)	-	-	-	(10,393)
Other decreases	-	-	-	-	-	(718)	(718)
<b>Balance at 30 June 2021</b>	<b>12,087,442</b>	-	<b>(10,393)</b>	<b>287,688</b>	<b>168,422</b>	<b>2,346,023</b>	<b>14,879,182</b>



### Share capital

	30/06/2022		31/12/2021	
	Number (shares)	VND million	Number (shares)	VND million
<b>Number of issued shares</b>				
Common share	1,980,898,268	19,808,983	1,478,488,369	14,784,884
<b>Number of outstanding shares</b>				
Common share	1,980,898,268	19,808,983	1,478,488,369	14,784,884

### 21. Interest and similar income

	From 01/01/2022 to 30/06/2022 VND million	From 01/01/2021 to 30/06/2021 VND million
Interest income from deposits	162,307	208,288
Interest income from loans	6,146,379	4,806,153
Interest income from investments in securities	386,414	870,454
Income from guarantee services	54,593	35,581
Other income from credit activities	68,121	46,766
<b>Total</b>	<b>6,817,814</b>	<b>5,967,242</b>

### 22. Interest and similar expenses

	From 01/01/2022 to 30/06/2022 VND million	From 01/01/2021 to 30/06/2021 VND million
Interest expenses for deposits	2,822,782	3,169,048
Interest expenses for borrowings	217,250	58,943
Interest expenses for valuable papers issued	423,036	262,706
Interest expenses for other credit activities	62,549	46,143
<b>Total</b>	<b>3,525,617</b>	<b>3,536,840</b>

### 23. Net fee and commission income

	<b>From 01/01/2022 to 30/06/2022</b>	<b>From 01/01/2021 to 30/06/2021</b>
	<b>VND million</b>	<b>VND million</b>
<b>Fee and commission income</b>	<b>883,453</b>	<b>737,537</b>
- Settlement and cash services	131,934	85,104
- Treasury services	5,138	3,211
- Insurance agency services	248,587	120,851
- Consulting services	-	-
- Other services	497,794	528,371
<b>Fee and commission expenses</b>	<b>119,594</b>	<b>268,354</b>
- Settlement and cash services	33,488	29,325
- Treasury services	9,031	9,236
- Spending on consulting services	-	-
- Other services	77,075	229,793
<b>Net fee and commission income</b>	<b>763,859</b>	<b>469,183</b>

### 24. Net gain from trading of foreign currencies

	<b>From 01/01/2022 to 30/06/2022</b>	<b>From 01/01/2021 to 30/06/2021</b>
	<b>VND million</b>	<b>VND million</b>
<b>Income from trading of foreign currencies</b>	<b>1,367,745</b>	<b>685,356</b>
- Income from foreign currency trading	902,326	449,497
- Income from trading of gold	4,029	519
- Income from currency derivatives	461,390	235,340
<b>Expenses for trading of foreign currencies</b>	<b>1,249,444</b>	<b>591,524</b>
- Expenses for foreign currency trading	14,307	27,679
- Expenses for trading of gold	388	228
- Expenses for currency derivatives	1,234,749	563,617
<b>Net gain from trading of foreign currencies</b>	<b>118,301</b>	<b>93,832</b>

## 25. Net gain from securities held-for-trading

	From 01/01/2022 to 30/06/2022	From 01/01/2021 to 30/06/2021
	VND million	VND million
Gain from securities held-for-trading	252,368	70,035
Loss from securities held-for-trading	(54,942)	(51,010)
Allowance reversed/(made) for securities held-for-trading	11,277	(43,165)
<b>Net gain from securities held-for-trading</b>	<b>208,703</b>	<b>(24,140)</b>

## 26. Net gain from investment securities

	From 01/01/2022 to 30/06/2022	From 01/01/2021 to 30/06/2021
	VND million	VND million
Gain from investment securities	724,861	223,390
Loss from investment securities	(193,986)	(71,080)
Allowance reversed/(made) for investment securities	29,048	(23,346)
<b>Net gain from investment securities</b>	<b>559,923</b>	<b>128,964</b>

## 27. Net other income

	From 01/01/2022 to 30/06/2022	From 01/01/2021 to 30/06/2021
	VND million	VND million
<b>Income from other activities</b>	<b>198,255</b>	<b>215,202</b>
- Income from other derivatives	144,542	148,490
- Income from other activities	53,713	66,712
<b>Expenses for other activities</b>	<b>119,579</b>	<b>117,196</b>
- Expenses for other derivatives	102,296	101,190
- Expenses for other activities	17,283	16,006
<b>Net income from other activities</b>	<b>78,676</b>	<b>98,006</b>



**28. Income from capital contribution, share purchase**

	<b>From 01/01/2022 to 30/06/2022 VND million</b>	<b>From 01/01/2021 to 30/06/2021 VND million</b>
Dividends received from capital contribution, share purchase	7,512	892
Gain from disposal of long-term investments	-	1,886
<b>Total</b>	<b>7,512</b>	<b>2,778</b>

**29. Operating expenses**

	<b>From 01/01/2022 to 30/06/2022 VND million</b>	<b>From 01/01/2021 to 30/06/2021 VND million</b>
<b>Tax, duties and fees</b>	<b>19,863</b>	<b>65,501</b>
<b>Staff costs</b>	<b>884,026</b>	<b>630,466</b>
<i>In which:</i>		
- <i>Salary and allowances</i>	812,725	594,207
- <i>Salary based contribution</i>	40,133	29,171
- <i>Allowances</i>	136	196
- <i>Others</i>	31,032	6,892
<b>Expenses on assets</b>	<b>253,122</b>	<b>184,134</b>
- <i>Depreciation and amortisation of fixed assets</i>	40,214	37,605
- <i>Others</i>	212,908	146,529
<b>Administrative expenses</b>	<b>227,982</b>	<b>185,997</b>
- <i>Per diems</i>	9,082	9,812
- <i>Printing materials and papers</i>	16,350	14,857
- <i>Postage and telephone expenses</i>	28,447	17,732
- <i>Others</i>	174,103	143,596
<b>Insurance fee for customers' deposits</b>	<b>48,765</b>	<b>57,885</b>
<b>Amortisation of goodwill</b>	<b>35,603</b>	<b>35,603</b>
<b>Other expenses</b>	<b>56,816</b>	<b>65,106</b>
<b>Total</b>	<b>1,526,177</b>	<b>1,224,692</b>

### 30. Corporate income tax

	From 01/01/2022 to 30/06/2022 VND million	From 01/01/2021 to 30/06/2021 VND million
Accounting profit before tax	2,806,286	1,556,368
<i>Adjustments for:</i>		
- Dividend income and other tax-exempted income	(7,836)	10,948
- Non-deductible expenses	1,126	1,077
- Consolidation adjustments	(19,536)	21,587
<b>Taxable profit</b>	<b>2,780,040</b>	<b>1,589,980</b>
Corporate income tax rate	20%	20%
<b>Calculated corporate income tax expense</b>	<b>556,008</b>	<b>317,995</b>
Other decreases	(486)	
<b>Corporate income tax expense for the period</b>	<b>555,522</b>	<b>317,995</b>

### 31. Cash and cash equivalents:

	30/06/2022 VND million	31/12/2021 VND million
Cash and gold	1,033,269	1,076,028
Balances with the SBV	3,832,672	4,799,360
Current accounts at other CIs	8,792,703	12,992,451
Term deposits at other CIs with terms not exceeding three months	39,112,757	22,241,041
<b>Total</b>	<b>52,771,401</b>	<b>41,108,880</b>

### 32. Employee benefits

	<b>From 01/01/2022 to 30/06/2022</b>	<b>From 01/01/2021 to 30/06/2021</b>
	<b>VND million</b>	<b>VND million</b>
<b>I. Average number of employees (person)</b>	<b>5,168</b>	<b>4,406</b>
<b>II. Employees' income</b>		
1. Total salary	812,725	594,207
2. Bonus	18,330	17,938
3. Other allowances	-	-
4. Total income (1+2+3)	831,055	612,145
5. Average monthly salary	26	22
6. Average monthly income	27	23

### 33. Obligations to the State Treasury

*For the six-month period ended 30 June 2022*

<b>Items</b>	<b>01/01/2022 (VND million)</b>	<b>Movement during the period</b>		<b>30/06/2022 (VND million)</b>
		<b>Payable (VND million)</b>	<b>Paid (VND million)</b>	
Value added tax	21,357	74,859	73,242	22,974
Corporate income tax	272,094	555,522	465,753	361,863
Personal income tax	8,594	107,034	105,672	9,956
Other taxes	-	13,427	13,427	-
<b>Total</b>	<b>302,045</b>	<b>750,842</b>	<b>658,094</b>	<b>394,793</b>

*For the six-month period ended 30 June 2021*

<b>Items</b>	<b>01/01/2021 (VND million)</b>	<b>Movement during the period</b>		<b>30/06/2021 (VND million)</b>
		<b>Payable (VND million)</b>	<b>Paid (VND million)</b>	
Value added tax	3,923	49,927	22,026	31,824
Corporate income tax	176,098	317,995	257,145	236,948
Personal income tax	5,992	48,108	47,323	6,777
Other taxes	-	6,942	6,942	-
<b>Total</b>	<b>186,013</b>	<b>422,972</b>	<b>333,436</b>	<b>275,549</b>



### 34. Concentration of assets, liabilities and off-balance sheet items by geographical region

Concentration of the Bank's assets, liabilities and off-balance sheet items by geographical region as at 30 June 2022 were as follows:

	<b>Total loans</b>	<b>Total deposits</b>	<b>Contingent credit commitments</b>	<b>Derivatives</b>	<b>Securities held for trading and investment securities</b>
	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>
Domestic	150,851,116	164,079,935	7,606,675	176,824	19,265,943
Overseas	370,910	14,664	-	-	-
	<b>151,222,026</b>	<b>164,094,599</b>	<b>7,606,675</b>	<b>176,824</b>	<b>19,265,943</b>

Concentration of the Bank's assets, liabilities and off-balance sheet items by geographical region as at 30 June 2021 were as follows:

	<b>Total loans</b>	<b>Total deposits</b>	<b>Contingent credit commitments</b>	<b>Derivatives</b>	<b>Securities held for trading and investment securities</b>
	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>
Domestic	134,565,406	145,268,268	6,010,566	47,804	29,957,117
Overseas	379,738	69,101	-	-	-
	<b>134,945,144</b>	<b>145,337,369</b>	<b>6,010,566</b>	<b>47,804</b>	<b>29,957,117</b>

### 35. Segment reporting

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

#### 35.1 The primary business segment reporting

For management purposes, the Bank and its subsidiaries are organized into segments based on the following areas:

Banking operations:

- Mobilizing deposits;
- Providing credit;

- Wire transfer, settlement services; and
- Other banking operations

Finance companies' activities:

Consumer lending and other financial activities

Debt management and asset exploitation:

Debt management and asset exploitation

Segment reports by business segment as at 30 June 2022 and for the six-month period then ended are presented in the following table:

	Banking operations	Finance companies' activities	Debt management and asset exploitation	Elimination for inter- segment transactions	Consolidated figures
<b>Revenue</b>					
Interest income	6,546,955	302,142	14,433	(45,716)	6,817,814
Fee and commission income	780,275	90,239	14,927	(1,988)	883,453
Income from other business activities	2,593,766	1,072	6,236	- 10,008	2,591,066
	<b>9,920,996</b>	<b>393,453</b>	<b>35,596</b>	<b>(57,712)</b>	<b>10,292,333</b>
<b>Expense</b>					
Interest expense	3,490,812	80,521	-	(45,716)	3,525,617
Fee and commission expense	90,336	23,545	5,713	-	119,594
Others business expense	1,611,629	10,009	6,321	- 10,008	1,617,951
Operating expense	1,378,201	111,835	2,526	33,615	1,526,177
	<b>6,570,978</b>	<b>225,910</b>	<b>14,560</b>	<b>(22,109)</b>	<b>6,789,339</b>
Operating results before allowance expense for credit losses	3,350,018	167,543	21,036	(35,603)	3,502,994
Allowance expense for credit losses	636,968	59,740	-	-	696,708
<b>Segment outcome</b>	<b>2,713,050</b>	<b>107,803</b>	<b>21,036</b>	<b>(35,603)</b>	<b>2,806,286</b>
<b>Asset</b>					
Cash	1,033,238	-	31	-	1,033,269
Fixed assets	932,460	2,796	-	-	935,256
Other assets	227,891,022	3,395,658	622,754	(4,154,732)	227,754,702
	<b>229,856,720</b>	<b>3,398,454</b>	<b>622,785</b>	<b>(4,154,732)</b>	<b>229,723,227</b>
<b>Liabilities</b>					
Amounts due to the Government and the State Bank of Vietnam	2,155,809	-	-	-	2,155,809
Deposits and borrowings from other credit institutions	63,311,124	1,600,000	-	(1,789,755)	63,121,369
Deposits from custom	116,740,208	253	-	(11,131)	116,729,330
Other borrowed and entrusted funds	-	1,020	-	-	1,020
Valuable papers issue	19,821,600	1,020,000	-	(1,020,000)	19,821,600
Other liabilities	4,182,716	139,073	34,390	(18,881)	4,337,298
	<b>206,211,457</b>	<b>2,760,346</b>	<b>34,390</b>	<b>(2,839,767)</b>	<b>206,166,426</b>



***35.2 The secondary geographical segment reporting***

The Bank mainly operates within the boundary of Vietnam so its risks and returns are not predominantly affected by the operation in different geographical areas. Therefore, the Bank's management identifies that there is only one geographical segment and its presentation is not required.

### 36. Significant transactions and balances with related parties

The following related parties had transactions and/or balances with SeABank during the period:

<i>Related parties</i>	<i>Relationship</i>
Thang Long GTC Joint Stock Company	Common members of BOD
BRG Group Joint Stock Company ("BRG") and subsidiaries	Common members of BOD
Vietnam Engine and Agricultural Machinery Corporation and subsidiaries	Common members of BOD
Hanoi Trade Joint Stock Corporation	Common members of BOD
North Hanoi Smart City Development Investment Joint Stock Company	Common members of BOD

Balances with related parties as at year-end are as follows:

	<b>30/06/2022</b>	<b>31/12/2021</b>
	<b>VND million</b>	<b>VND million</b>
<b><i>Thang Long GTC Joint Stock Company</i></b>		
Demand deposits at SeABank	2,939	60,785
Term deposits at SeABank	352,900	370,400
<b><i>BRG Group Joint Stock Company ("BRG") and subsidiaries</i></b>		
Demand deposits at SeABank	554,673	152,553
Term deposits at SeABank	264,161	631,545
Guarantee at SeABank	912,417	3,425
<b><i>Vietnam Engine and Agricultural Machinery Corporation and subsidiaries</i></b>		
Demand deposits at SeABank	7,935	25,704
Term deposits at SeABank	2,051,315	1,679,300
Guarantee at SeABank	582	-
<b><i>Hanoi Trade Joint Stock Corporation</i></b>		
Demand deposits at SeABank	22,736	9,473
Term deposits at SeABank	301,335	301,228
Guarantee at SeABank	9,221	5,103

***North Hanoi Smart City Development  
Investment Joint Stock Company***

Demand deposits at SeABank	82,375	163,416
Term deposits at SeABank	<u>2,530,000</u>	<u>3,000,000</u>

**Details of transactions with related parties during the period are as follows:**

	<b>From 01/01/2022 to 30/06/2022</b>	<b>From 01/01/2021 to 30/06/2021</b>
	<b>VND million</b>	<b>VND million</b>
<b><i>Thang Long GTC Joint Stock Company</i></b>		
Interest expenses for deposits	9,173	11,009
<b><i>BRG Group Joint Stock Company ("BRG") and subsidiaries</i></b>		
Interest expenses for deposits	7,491	8,589
<b><i>Vietnam Engine and Agricultural Machinery Corporation and subsidiaries</i></b>		
Interest expenses for deposits	51,994	31,643
<b><i>Hanoi Trade Joint Stock Corporation</i></b>		
Interest expenses for deposits	5,996	6,780
<b><i>North Hanoi Smart City Development Investment Joint Stock Company</i></b>		
Interest expenses for deposits	<u>42,553</u>	<u>47,740</u>



## VI. Financial risk management

This note provides information of the Bank's exposure to risk and describes the policies, the methods used by the Bank's management to control risk. The most important types of financial risks to which the Bank is exposed are market risk, credit risk, liquidity risk.

### 1. Interest rate risk

Interest rate risk to the Bank's operation derives from difference in maturity or amount between interest-bearing assets and liabilities.

The following table presents assets and liabilities of the Bank classified based on interest rate re-pricing period or maturity date and effective interest rate as at the reporting date. The interest rate re-pricing date and expected maturity date may differ from the respective dates in the contract, especially for maturity date of customers' deposits.

<b>As of June 30, 2022</b>	<b>Non - interest bearing VND million</b>	<b>Overdue VND million</b>	<b>Up to 1 month VND million</b>	<b>From 1 to 3 months VND million</b>	<b>From 3 to 6 months VND million</b>	<b>From 6 to 12 months VND million</b>	<b>From 1 to 5 years VND million</b>	<b>Over 5 years VND million</b>	<b>Total VND million</b>
<b>Assets</b>									
Cash and gold	1,033,269	-	-	-	-	-	-	-	1,033,269
Balances with the SBV	-	-	3,832,672	-	-	-	-	-	3,832,672
Balances with and loans to other CIs	-	-	40,487,774	11,682,094	80,000	93,958	-	-	52,343,826
Securities held for trading	-	-	13,407,758	-	-	-	-	-	13,407,758
Derivatives and other financial assets	176,824	-	-	-	-	-	-	-	176,824
Loans and advances to customers	-	2,816,936	21,157,300	39,093,052	43,631,898	32,520,146	6,065,798	1,498,530	146,783,660
Investment securities	82,054	-	510,496	350,000	1,159,265	1,284,190	2,234,095	238,085	5,858,185
Long-term investments	86,534	-	-	-	-	-	-	-	86,534
Fixed assets and investment property	993,863	-	-	-	-	-	-	-	993,863
Other assets	7,511,713	-	-	-	-	-	-	-	7,511,713
<b>Total assets</b>	<b>9,884,257</b>	<b>2,816,936</b>	<b>79,396,000</b>	<b>51,125,146</b>	<b>44,871,163</b>	<b>33,898,294</b>	<b>8,299,893</b>	<b>1,736,615</b>	<b>232,028,304</b>
<b>Liabilities</b>									
Amounts due to the Government and the SBV	-	-	611,891	483,993	921,195	138,730	-	-	2,155,809
Deposits and borrowings from other CIs	-	-	38,979,692	19,347,263	613,397	340,642	3,840,375	-	63,121,369
Deposits from customers	-	-	30,841,547	22,213,717	25,920,376	24,876,184	12,877,507	-	116,729,330
Other borrowed and entrusted funds	1,020	-	-	-	-	-	-	-	1,020
Valuable papers issued	-	-	35,600	64,300	43,800	4,200,000	15,477,900	-	19,821,600
Other liabilities	4,337,297	-	-	-	-	-	-	-	4,337,297
<b>Total liabilities</b>	<b>4,338,317</b>	<b>-</b>	<b>70,468,730</b>	<b>42,109,273</b>	<b>27,498,768</b>	<b>29,555,556</b>	<b>32,195,782</b>	<b>-</b>	<b>206,166,426</b>
<b>Interest sensitivity gap</b>	<b>5,545,940</b>	<b>2,816,936</b>	<b>8,927,270</b>	<b>9,015,873</b>	<b>17,372,395</b>	<b>4,342,738</b>	<b>(23,895,889)</b>	<b>1,736,615</b>	<b>25,861,878</b>

As of December 31, 2021	Non - interest bearing	Overdue	Up to 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
<b>Assets</b>									
Cash and gold	1,076,028	-	-	-	-	-	-	-	1,076,028
Balances with the SBV	-	-	4,799,360	-	-	-	-	-	4,799,360
Balances with and loans to other CIs	-	-	34,151,405	6,099,769	2,339,303	-	-	-	42,590,477
Securities held for trading	-	-	13,094,009	-	-	-	-	-	13,094,009
Loans and advances to customers	-	2,313,928	19,829,146	34,081,842	38,775,464	28,188,869	2,990,758	1,408,152	127,588,159
Investment securities	82,054	-	1,099,999	486,866	2,810,220	4,529,989	6,119,601	1,734,379	16,863,108
Long-term investments	86,534	-	-	-	-	-	-	-	86,534
Fixed assets and investment property	948,067	-	-	-	-	-	-	-	948,067
Other assets	6,496,632	-	-	-	-	-	-	-	6,496,632
<b>Total assets</b>	<b>8,689,315</b>	<b>2,313,928</b>	<b>72,973,919</b>	<b>40,668,477</b>	<b>43,924,987</b>	<b>32,718,858</b>	<b>9,110,359</b>	<b>3,142,531</b>	<b>213,542,374</b>
<b>Liabilities</b>									
Amounts due to the Government and the SBV	-	-	25,240	60,967	68,086	2,018,470	-	-	2,172,763
Deposits and borrowings from other CIs	-	-	42,837,652	10,943,119	1,354,080	261,947	2,969,200	-	58,365,998
Deposits from customers	-	-	28,869,577	28,203,150	24,042,626	17,333,254	11,334,030	2,000	109,784,637
Derivative financial instruments and other financial liabilities	47,804	-	-	-	-	-	-	-	47,804
Other borrowed and entrusted funds	1,020	-	-	-	-	-	-	-	1,020
Valuable papers issued	-	-	17,930	225,630	1,365,940	143,700	17,300,000	-	19,053,200
Other liabilities	3,574,829	-	-	-	-	-	-	-	3,574,829
<b>Total liabilities</b>	<b>3,623,653</b>	<b>-</b>	<b>71,750,399</b>	<b>39,432,866</b>	<b>26,830,732</b>	<b>19,757,371</b>	<b>31,603,230</b>	<b>2,000</b>	<b>193,000,251</b>
<b>Interest sensitivity gap</b>	<b>5,065,662</b>	<b>2,313,928</b>	<b>1,223,520</b>	<b>1,235,611</b>	<b>17,094,255</b>	<b>12,961,487</b>	<b>(22,492,871)</b>	<b>3,140,531</b>	<b>20,542,123</b>



## 2. Currency risk

The Bank is exposed to currency risk in transactions in foreign currencies, primarily in United States Dollar. Risks in transactions in foreign currencies shall give rise to foreign exchange gains or losses and such gains or losses are recognised in the interim consolidated income statement.

The following table presents currency status of the Bank's assets and liabilities as at 30 June 2022:

As of June 30, 2022	In VND million equivalent			Total (VND million)
	EUR	USD	Other currencies	
<b>Assets</b>				
Cash and gold	77,121	104,958	127,909	<b>309,987</b>
Balances with the SBV	-	14,122	-	<b>14,122</b>
Balances with and loans to other Cis - gross	129,897	3,372,008	888,394	<b>4,390,299</b>
Derivatives and other financial assets	(19,586)	8,211,140	(931,762)	<b>7,259,793</b>
Loans and advances to customers - gross	-	3,314,033	-	<b>3,314,033</b>
Other assets	5,033	484,390	1,745	<b>491,168</b>
<b>Total assets</b>	<b>192,466</b>	<b>15,500,651</b>	<b>86,286</b>	<b>15,779,402</b>
<b>Liabilities</b>				
Deposits and borrowings from other CIs	4,666	12,799,183	1,745	<b>12,805,594</b>
Deposits from customers	174,689	2,047,957	31,569	<b>2,254,215</b>
Other liabilities	913	137,827	400	<b>139,141</b>
<b>Total liabilities</b>	<b>180,269</b>	<b>14,984,966</b>	<b>33,714</b>	<b>15,198,949</b>
<b>FX position on-balance sheet</b>	<b>12,197</b>	<b>515,684</b>	<b>52,572</b>	<b>580,453</b>

As of December 31, 2021	In VND million equivalent			Total (VND million)
	EUR	USD	Other currencies	
Assets				
Cash and gold	95,065	108,912	72,237	276,214
Balances with the SBV	-	2,230,506	-	2,230,506
Balances with and loans to other credit institutions ("CIs") - gross	205,438	6,612,325	66,886	6,884,649
Loans and advances to customers - gross	-	3,035,294	-	3,035,294
Other assets	513	306,586	1,090	308,189
<b>Total assets</b>	<b>301,016</b>	<b>12,293,623</b>	<b>140,213</b>	<b>12,734,852</b>
Liabilities				
Deposits and borrowings from other CIs	-	7,275,592	1,090	7,276,682
Deposits from customers	273,578	1,816,233	36,724	2,126,535
Derivative financial instruments and other financial liabilities	424,789	5,991,912	48,568	6,465,269
Other liabilities	1,415	59,643	-	61,057
<b>Total liabilities</b>	<b>699,782</b>	<b>15,143,380</b>	<b>86,382</b>	<b>15,929,544</b>
<b>FX position on-balance sheet</b>	<b>(398,766)</b>	<b>(2,849,757)</b>	<b>53,831</b>	<b>(3,194,692)</b>

The followings were the significant foreign exchange rates applied by the Bank:

	Exchange rate as at	
	30/06/2022 VND	31/12/2021 VND
AUD	16,111	16,593
CAD	18,129	17,974
CHF	24,273	24,892
EUR	24,482	25,981
GBP	28,480	30,958
HKD	2,966	2,920
JPY	171.5	198.5
KRW	18.07	19.28
SGD	16,809	16,934
THB	657	678
USD	23,275	22,840
XAU	6,825,000	6,110,000

**3. Liquidity risk**

Liquidity risk arises from the Bank's funding activities in general and in the management of positions. It includes both the risk of being unable to fund assets at appropriate maturities and rates and the risk of being unable to liquidate an asset at a reasonable price and in an appropriate time frame.

The following table shows the analysis of assets and liabilities of the Bank according to their maturities as at 30 June 2022:



As of June 30, 2022	Overdue (VND million)		Current (VND million)				Total (VND million)
	Up to 3 months	Over 3 months	Up to 1 month	From 1 to 3 months	From 3 to 12 months	From 1 to 5 years	Over 5 years
<b>Assets</b>							
Cash and gold	-	-	1,033,269	-	-	-	1,033,269
Balances with the SBV	-	-	3,832,672	-	-	-	3,832,672
Balances with and loans to other CIs	-	-	40,487,774	11,682,094	173,958	-	52,343,826
Securities held for trading	-	-	13,407,758	-	-	-	13,407,758
Derivatives and other financial assets	-	-	(32,571)	(60,272)	278,897	(9,230)	176,824
Loans and advances to customers	540,186	2,276,750	7,983,843	10,203,897	70,824,999	34,572,194	20,381,791
Investment securities	-	-	842,550	100,000	2,443,455	1,592,735	879,445
Long-term investments	-	-	-	-	-	-	86,534
Fixed assets and investment property	-	-	-	-	-	2,796	991,067
Other assets	-	-	752,209	1,051,185	2,265,975	1,761,959	1,680,385
<b>Total assets</b>	<b>540,186</b>	<b>2,276,750</b>	<b>68,307,504</b>	<b>22,976,904</b>	<b>75,987,284</b>	<b>37,920,454</b>	<b>24,019,222</b>
<b>Liabilities</b>							
Amounts due to the Government and the SBV	-	-	611,891	483,993	1,059,925	-	2,155,809
Deposits and borrowings from other CIs	-	-	38,979,692	19,347,263	954,039	3,840,375	63,121,369
Deposits from customers	-	-	30,841,547	22,213,717	50,796,560	12,877,507	116,729,330
Other borrowed and entrusted funds	-	-	-	-	-	1,020	1,020
Valuable papers issued	-	-	35,600	64,300	4,243,800	15,477,900	19,821,600
Other liabilities	-	-	1,007,821	852,690	1,830,719	646,068	4,337,297
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>71,476,551</b>	<b>42,961,962</b>	<b>58,885,043</b>	<b>32,842,869</b>	<b>206,166,426</b>
<b>Net liquidity gap</b>	<b>540,186</b>	<b>2,276,750</b>	<b>(3,169,047)</b>	<b>(19,985,058)</b>	<b>17,102,241</b>	<b>5,077,585</b>	<b>24,019,222</b>
							<b>25,861,878</b>

As of December 31, 2021	Overdue (VND million)		Current (VND million)			Total (VND million)
	Up to 3 months	Over than 3 months	Up to 1 month	From 1 to 3 months	From 3 to 12 months	From 1 to 5 years
<b>Assets</b>						
Cash and gold	-	-	1,076,028	-	-	-
Balances with the SBV	-	-	4,799,360	-	-	-
Balances with and loans to other CIs	-	-	34,151,405	6,099,769	2,339,303	-
Securities held for trading	-	-	13,094,009	-	-	-
Loans and advances to customers	209,319	2,104,609	7,136,389	8,662,273	66,112,220	28,447,238
Investment securities	-	-	182,054	486,865	4,328,770	4,269,632
Long-term investments	-	-	-	-	-	-
Fixed assets and investment property	-	-	-	-	-	86,534
Other assets	-	-	583,824	1,038,350	1,520,162	1,978,775
<b>Total assets</b>	<b>209,319</b>	<b>2,104,609</b>	<b>61,023,069</b>	<b>16,287,257</b>	<b>74,300,455</b>	<b>34,093,904</b>
<b>Liabilities</b>						
Amounts due to the Government and the SBV	-	-	25,240	60,967	2,086,556	-
Deposits and borrowings from other credit institutions	-	-	42,837,652	10,943,119	1,616,027	2,969,200
Deposits from customers	-	-	28,869,577	28,203,150	41,375,880	11,334,030
Derivative financial instruments and other financial liabilities	-	-	8,746	16,572	56,756	(34,270)
Other borrowed and entrusted funds	-	-	-	-	-	1,020
Valuable papers issued	-	-	17,930	225,630	1,509,640	17,300,000
Other liabilities	-	-	872,802	1,075,489	1,227,562	368,046
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>72,631,947</b>	<b>40,524,927</b>	<b>47,872,421</b>	<b>31,938,026</b>
<b>Net liquidity gap</b>	<b>209,319</b>	<b>2,104,609</b>	<b>(11,608,878)</b>	<b>(24,237,670)</b>	<b>26,428,034</b>	<b>2,155,878</b>
						<b>25,490,831</b>
						<b>20,542,124</b>

**Approve the interim consolidated financial statements**

The financial statements are approved by the Board of Management on July 29, 2022

*Hanoi, 29 July 2022*

**Preparer**



**Nghiem Thi Thu Nga**

**Chief Accountant**



**Nguyen Thi Hoai Phuong**

**Deputy General Director**



**Nguyen Thi Thu Huong**

*(C.P. 1/2)*



