

**Southeast Asia Commercial Joint Stock Bank**

Interim Consolidated financial statements

Quarter II of 2023



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**INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

*As at 30 June 2023*

*Unit: VND million*

NO	ITEMS	Notes	30/06/2023	31/12/2022
<b>A</b>	<b>ASSETS</b>			
<b>I</b>	<b>Cash and gold</b>	<b>V.1</b>	<b>920,926</b>	<b>1,037,807</b>
<b>II</b>	<b>Balances with the State Bank of Vietnam ("SBV")</b>	<b>V.2</b>	<b>5,277,471</b>	<b>9,826,851</b>
<b>III</b>	<b>Balances with and loans to other credit institutions ("CIs")</b>	<b>V.3</b>	<b>44,259,836</b>	<b>45,068,410</b>
1	Balances with other CIs		41,004,836	41,462,465
2	Loans to other CIs		3,255,000	3,605,945
3	Allowance for credit losses of loans to other CIs		-	-
<b>IV</b>	<b>Securities held-for-trading</b>	<b>V.4</b>	<b>4,946,023</b>	<b>3,987,085</b>
1	Securities held-for-trading		4,946,023	3,987,085
2	Allowance for securities held-for-trading		-	-
<b>V</b>	<b>Derivatives and other financial assets</b>	<b>V.5</b>	<b>76,891</b>	-
<b>VI</b>	<b>Loans and advances to customers</b>		<b>159,125,807</b>	<b>151,522,983</b>
1	Loans and advances to customers	<b>V.6</b>	161,889,255	153,955,992
2	Allowance for loans and advances to customers	<b>V.7</b>	(2,763,448)	(2,433,009)
<b>VII</b>	<b>Debts purchasing</b>		-	-
1	Purchased debts		-	-
2	Allowance for purchased debts		-	-
<b>VIII</b>	<b>Investment securities</b>	<b>V.8</b>	<b>15,380,037</b>	<b>8,646,945</b>
1	Available-for-sale securities		15,064,943	7,951,304
2	Held-to-maturity securities		350,458	715,458
3	Allowance for investment securities		(35,364)	(19,817)
<b>IX</b>	<b>Long-term investments</b>	<b>V.9</b>	<b>61,892</b>	<b>61,313</b>
1	Investments in joint-ventures		-	-
2	Investments in associates		-	-
3	Other long-term investments		62,432	62,432
4	Allowance for diminution in value of long-term investments		(540)	(1,119)

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

*As at 30 June 2023*

*Unit: VND million*

<b>X</b>	<b>Fixed assets</b>		<b>1,174,401</b>	<b>1,085,692</b>
1	Tangible fixed assets	<b>V.10</b>	491,261	427,189
	- Cost		981,537	877,679
	- Accumulated depreciation		(490,276)	(450,490)
2	Finance lease assets		-	-
	- Cost		-	-
	- Accumulated depreciation		-	-
3	Intangible fixed assets	<b>V.11</b>	683,140	658,503
	- Cost		898,766	854,399
	- Accumulated amortization		(215,626)	(195,896)
<b>XI</b>	<b>Investment property</b>	<b>V.12</b>	<b>61,076</b>	<b>58,047</b>
	- Cost		68,082	64,466
	- Accumulated depreciation		(7,006)	(6,419)
<b>XII</b>	<b>Other assets</b>	<b>V.13</b>	<b>13,921,666</b>	<b>10,127,923</b>
1	Receivables		7,424,922	5,490,462
2	Accrued interest and fee receivables		3,473,497	2,594,093
3	Deferred tax assets		-	-
4	Other assets		3,063,677	2,083,798
	- In which: Goodwill	<b>V.14</b>	373,829	409,431
5	Allowance for other assets		(40,430)	(40,430)
	<b>TOTAL ASSETS</b>		<b>245,206,026</b>	<b>231,423,056</b>



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

As at 30 June 2023

Unit: VND million

NO	ITEMS	Notes	30/06/2023	31/12/2022
<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>2,126,443</b>	<b>3,838,696</b>
1	Deposits and borrowings from the Government and the SBV		2,126,443	3,838,696
2	Government bonds repurchase arrangements with State Treasury		-	-
<b>II</b>	<b>Deposits and borrowings from other CIs</b>	<b>V.16</b>	<b>65,789,598</b>	<b>59,719,627</b>
1	Deposits from other CIs		45,395,238	44,265,765
2	Borrowings from other CIs		20,394,360	15,453,862
<b>III</b>	<b>Mobilization from deposits from customers</b>	<b>V.17</b>	<b>123,232,629</b>	<b>115,547,271</b>
<b>IV</b>	<b>Derivative financial instruments and other financial liabilities</b>	<b>V.5</b>	<b>-</b>	<b>14,963</b>
<b>V</b>	<b>Other borrowed and entrusted funds</b>		<b>1,020</b>	<b>1,020</b>
<b>VI</b>	<b>Mobilization from valuable papers issued to customers</b>	<b>V.17</b>	<b>21,555,100</b>	<b>21,504,600</b>
<b>VII</b>	<b>Other liabilities</b>	<b>V.18</b>	<b>4,779,399</b>	<b>4,564,659</b>
1	Accrued interest and fee payables		4,121,133	3,699,830
2	Deferred tax liabilities		-	-
3	Other liabilities		658,266	864,829
	<b>TOTAL LIABILITIES</b>		<b>217,484,189</b>	<b>205,190,836</b>
<b>VIII</b>	<b>Owners' equity</b>	<b>V.19</b>	<b>27,721,837</b>	<b>26,232,220</b>
1	Capital		21,607,167	21,607,167
	- Charter capital		20,402,983	20,402,983
	- Construction and fixed assets purchase fund		-	-
	- Share premium		1,204,184	1,204,184
	- Treasury shares		-	-
	- Preferential shares		-	-
	- Other capital		-	-
2	Reserves		1,155,967	1,155,967
3	Foreign exchange differences		(1,359)	-
4	Revaluation reserve		-	-
5	Retained earnings		4,960,062	3,469,086
6	Non-controlling interests		-	-
	<b>TOTAL OWNERS' EQUITY</b>		<b>27,721,837</b>	<b>26,232,220</b>
	<b>TOTAL LIABILITIES AND OWNERS' EQUITY</b>		<b>245,206,026</b>	<b>231,423,056</b>

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

As at 30 June 2023

Unit: VND million

NO	OFF-BALANCE SHEET ITEMS	30/06/2023	31/12/2022
1	Loan guarantees	-	-
2	Foreign exchange commitments		
	<i>Foreign currency purchase commitments</i>	259,545	705,900
	<i>Foreign currency sale commitments</i>	637,353	705,900
	<i>Currency swaps commitments</i>	74,524,808	88,311,196
	<i>Commit to trading futures</i>	-	-
3	Irrevocable lending commitments	-	-
4	Letters of credit	7,215,843	5,493,687
5	Other guarantees (warranty guarantee, performance guarantee, advance guarantee)	5,642,910	6,109,202
6	Interest rate swaps	8,003,770	7,759,570
7	Interest and fee uncollected	2,729,718	2,021,913
8	Written-off bad debts	4,940,811	4,783,138
9	Other items and documents	1,341,304	1,534,181

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 2023

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.20	4,917,300	3,554,995	9,826,238	6,817,814
2.	Interest and similar expenses	V.21	3,409,752	1,827,370	6,522,597	3,525,617
<b>I.</b>	<b>Net interest income</b>		<b>1,507,548</b>	<b>1,727,625</b>	<b>3,303,641</b>	<b>3,292,197</b>
3.	Fee and commission income		294,333	550,603	466,075	883,453
4.	Fee and commission expenses		48,067	60,951	101,061	119,594
<b>II.</b>	<b>Net fee and commission income</b>	V.22	<b>246,266</b>	<b>489,652</b>	<b>365,014</b>	<b>763,859</b>
<b>III.</b>	<b>Net gain from trading of foreign currencies</b>	V.23	<b>32,993</b>	<b>106,124</b>	<b>71,443</b>	<b>118,301</b>
<b>IV.</b>	<b>Net gain from securities held-for-trading</b>	V.24	<b>67,191</b>	<b>63,161</b>	<b>201,799</b>	<b>208,703</b>
<b>V.</b>	<b>Net gain from investment securities</b>	V.25	<b>9,382</b>	<b>280,665</b>	<b>140,452</b>	<b>559,923</b>
5.	Other income		129,618	96,390	208,622	198,255
6.	Other expenses		40,627	64,371	82,332	119,579
<b>VI.</b>	<b>Net other income</b>	V.26	<b>88,991</b>	<b>32,019</b>	<b>126,290</b>	<b>78,676</b>
<b>VII.</b>	<b>Income from capital contribution, share purchase</b>	V.27	<b>26</b>	<b>7,501</b>	<b>7,863</b>	<b>7,512</b>
<b>VIII.</b>	<b>Operating expenses</b>	V.28	<b>852,295</b>	<b>868,356</b>	<b>1,683,283</b>	<b>1,526,177</b>
<b>IX.</b>	<b>Net operating profit before allowance expenses for credit losses</b>		<b>1,100,102</b>	<b>1,838,391</b>	<b>2,533,219</b>	<b>3,502,994</b>
<b>X.</b>	<b>Allowance expenses for credit losses</b>		<b>153,632</b>	<b>338,504</b>	<b>516,853</b>	<b>696,708</b>
<b>XI.</b>	<b>Profit before tax</b>		<b>946,470</b>	<b>1,499,887</b>	<b>2,016,366</b>	<b>2,806,286</b>

**INTERIM CONSOLIDATED INCOME STATEMENT (continued)**

*Quarter II of 2023*

*Unit: VND million*

<b>XI. Profit before tax</b>		<b>946,470</b>	<b>1,499,887</b>	<b>2,016,366</b>	<b>2,806,286</b>
7. Current income tax expenses		192,965	297,982	409,055	555,522
8. Deferred income tax expense		-	-	-	-
<b>XII. Income tax expense</b>	<b>V.29</b>	<b>192,965</b>	<b>297,982</b>	<b>409,055</b>	<b>555,522</b>
<b>XIII. Net profit after tax</b>		<b>753,505</b>	<b>1,201,905</b>	<b>1,607,311</b>	<b>2,250,764</b>
<b>XIV. Non-controlling interests</b>		-	-	-	-
<b>XV. Basic earnings per share (VND/share)</b>	<b>V.30</b>			<b>731</b>	<b>1,113</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 2023

(direct method)

Unit: VND million

NO.	ITEMS	From 01/01/2023 to 30/06/2023	From 01/01/2022 to 30/06/2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
01.	Interest and similar income received	8,946,834	5,841,240
02.	Interest and similar expenses paid	(6,101,294)	(2,968,602)
03.	Net fees and commission income received	365,014	763,485
04.	Net receipts from foreign currencies and securities trading	429,241	846,602
05.	Other income	92,638	36,969
06.	Proceeds from bad debts previously written off	33,652	41,707
07.	Payments for personnel and operating expenses	(1,623,759)	(1,486,365)
08.	Corporate income tax paid during the period	(584,917)	(465,753)
	<b>Cash flows from operating activities before changes in operating assets and liabilities</b>	<b>1,557,409</b>	<b>2,609,283</b>
	<b>Changes in operating assets</b>	<b>(18,487,814)</b>	<b>(6,081,817)</b>
09.	Changes in balances with and loans to other credit institutions	350,945	2,918,619
10.	Changes in securities held-for-trading	(7,707,577)	10,691,174
11.	Changes in derivatives and other financial assets	(91,854)	(224,628)
12.	Changes in loans and advances to customers	(7,933,263)	(19,195,501)
13.	Utilisation of allowance for credit losses	(186,415)	(229,175)
14.	Changes in other operating assets	(2,919,650)	(42,306)
	<b>Changes in operating liabilities</b>	<b>11,946,877</b>	<b>12,494,091</b>
15.	Changes in amounts due to the Government and the SBV	(1,712,253)	(16,954)
16.	Changes in deposits and borrowings from other credit institutions	6,069,971	4,755,371
17.	Changes in deposits from customers	7,685,358	6,944,693
18.	Changes in valuable papers issued	50,500	768,400
19.	Changes in other borrowed and entrusted funds	-	-
20.	Changes in other operating liabilities	(146,699)	42,581
21.	Utilisation of reserves	-	-
<b>I.</b>	<b>Net cash flows from operating activities</b>	<b>(4,983,528)</b>	<b>9,021,557</b>

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

*Quarter II of 2023*

*(direct method)*

*Unit: VND million*

<b>NO.</b>	<b>ITEMS</b>	<b>From 01/01/2023 to 30/06/2023</b>	<b>From 01/01/2022 to 30/06/2022</b>
	<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
01.	Purchase of fixed assets	(148,225)	(92,966)
02.	Receipts from sales, disposal of fixed assets	-	-
03.	Payments for sales, disposal of fixed assets	-	-
04.	Purchase of investment property	-	-
05.	Receipts from sales, disposals of investment property	-	6,744
06.	Payments for sales, disposals of investment property	-	-
07.	Payments for investments in other entities	-	-
08.	Receipts from investments in other entities	-	-
09.	Dividends and profit received from long-term investments	7,863	7,512
<b>II.</b>	<b>Net cash flows from investing activities</b>	<b>(140,362)</b>	<b>(78,710)</b>
	<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
01.	Increase in share capital from issuing stocks	-	2,719,674
02.	Receipts from issuance of long-term valuable papers eligible to be included in capital and from other long-term borrowings	-	-
03.	Payments 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>-</b>	<b>2,719,674</b>

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

Quarter II of 2023

(direct method)

Unit: VND million

IV.	Net cash flows during the period	(5,123,890)	11,662,521
V.	Cash and cash equivalents at the beginning of the period	52,327,123	41,108,880
VI.	Effects of changes in foreign exchange	-	-
VII.	Cash and cash equivalents at the end of the period	47,203,233	52,771,401

Hanoi, 28 July 2023

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 2023*

### **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 177/QĐ-NHNN dated 08/02/2023 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 36 <sup>th</sup> amendment dated 22 February 2023 issued by Hanoi Department of Planning and Investment.	
<b>Board of Directors</b>	Mr. Le Van Tan	Chairman
	Ms. Nguyen Thi Nga	Standing Vice Chairwoman
	Ms. Le Thu Thuy	Vice Chairwoman (from 28 April 2023) Vice Chairwoman, Full-time Board Member (until 27 April 2023)
	Ms. Khuc Thi Quynh Lam	Vice Chairwoman
	Ms. Ngo Thi Nhai	Member (from 28 April 2023) Independent Member (until 27 April 2023)
	Mr. Mathew Nevil Welch	Member (from 28 April 2023) Independent Member (until 27 April 2023)
	Mr. Hoang Minh Tan	Member (until 27 April 2023)
	Mr. Bui Trung Kien	Member (until 27 April 2023)
	Mr. Fergus Macdonald Clark	Independent Member (from 28 April 2023)
<b>Board of Management</b>	Mr. Faussier Loic Michel Marc	General Director (from 03/01/2023) Executive Deputy General Director (From 11/07/2022 to 02/01/2023)
	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 2023, the Bank's charter capital was VND 20,402,983 million (31/12/2022: VND 20,402,983 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 2023, the Bank had one (01) Head Office, one (01) representative office, forty nine (49) branches, one hundred and thirty two (132) transaction offices nationwide and two (02) subsidiaries (At 31/12/2022: one (01) Head Office, one (01) representative office, forty nine (49) branches, one hundred and thirty two (132) transaction offices nationwide and two (02) subsidiaries).

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

Company name	Operation License No.	Business sector	% owned by the Bank
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 No.50/QD-NHNN	finance	
Finance Company	dated 09 January 2023 of the Governor of		
Limited	the State Bank of Vietnam.		

**4. Total number of employees**

As at 30 June 2023, the Bank had 5,436 employees (as at 31 December 2022, the Bank had 5,648 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 2023, except for the consolidated statement of cash flows, are prepared on the accrual basis using the historical cost basis. The 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 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 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 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 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 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 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 deposit 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 debt groups are as follows:

<b>Debt 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 mentioned	(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: <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> (e) Debts which are under recovery period under inspection conclusions; or (f) Debts subject to premature recovery decision by the	20%

		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	
4	Doubtful	<ul style="list-style-type: none"> <li>(a) Debts which are overdue for a period of between 181 days and 360 days; or</li> <li>(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</li> <li>(c) Debts which are restructured of repayment term for the second time; or</li> <li>(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</li> <li>(e) Debts which must be recovered under inspection conclusions but fail to be repaid although recovery term was overdue from 60 days ago; or</li> <li>(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</li> </ul>	50%
5	Loss	<ul style="list-style-type: none"> <li>(a) Debts which are overdue for a period of more than 360 days; or</li> <li>(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</li> <li>(c) Debts which are restructured of repayment term for the second time but still overdue under that second restructured repayment term; or</li> <li>(d) Debts which are restructured of repayment term for the third time or more;</li> <li>(e) Debts which are specified in point (d) of "Sub-standand" section that have not been recoverable for a period of more than 60 days after decisions on recovery have been issued; or</li> <li>(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</li> <li>(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</li> </ul>	100%



		(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	
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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 from 30 days to 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 debt group that has a lower debt than the debt groups provided in CIC's list, the Bank shall adjust its classification of debts and off-balance sheet commitments following the debt 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 on 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:

Group	Type of debt	Specific allowance rate
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.

Discount rates for collateral assets are determined as follows:

Types of collateral assets	Discount rates
(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%

**Types of collateral assets**

**Discount rates**

(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%
(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 debt group 1 to debt 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). Debts written-off against allowance are recorded as off-balance sheet items for following up and collection. Amounts collected from the debts previously written-off are recognised in the consolidated statement of income upon receipt.



**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 financial statements. Differences upon revaluation at the end of the period are recognised as "Foreign exchange differences" on the consolidated financial statements and are fully transferred to the consolidated financial statements 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 income statement 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 consolidated financial statements. This difference is amortised to the consolidated income statement on a straight-line basis over the term of the swap contracts.

Foreign currency option contracts are a transaction where a customer pays the Bank a premium to purchase an option that allows the customer to buy or sell an amount of foreign currency in the future at an exchange rate determined at trading date. Accordingly, the customer has the right but no obligation to perform the committed purchase or sale transaction. Commitment value are recorded on off- balance sheet account in "Option trading commitment". Fee paid for buying currency option contracts is amortised to expense on a straight-line basis over the term of the contract from effective date to maturity 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 amount. The value of the notional principal amount in a single currency interest rate swap contract 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 swap contracts that involve the exchange of principals denominated in two different currencies at the contract effective date, the contract value is recognised on the consolidated financial statements. Arising income and expenses due to interest rate effects are recognised on an accrual basis in the consolidated income statement.

For cross currency interest rate swap contracts that don't involve the exchange of principals denominated in two different currencies at the contract effective date, the contract value is recognised on the consolidated financial statements as that of currency forward contracts. These contracts are also accounted for in the same manner with currency forward contracts. Arising income and expenses due to interest rate effects are recognised on an accrual basis in the consolidated income statement.

**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 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	8 - 50 years
Machines and equipment	6 - 15 years
Vehicles	6 - 10 years
Office equipment	5 - 8 years
Others	5 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 10 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 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 less premiums and discounts. Costs of valuable papers issued include the proceeds from issuance minus directly attributable expenses from issuance.

#### **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:

	<b>Annual appropriation</b>	<b>Maximum balance</b>
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:

	<b>Annual allocation</b>	<b>Maximum balance</b>
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 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 consolidated income statement upon receipt.

**b) Fee and commission income**

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

**c) Income from investing activities**

Income from sale of securities is recognised in the 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 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 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 consolidated income statement on accrual basis.

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

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

## **23. Operating lease payments**

Payments for operating leases are recognised in the consolidated statement of income on a straight-line basis over the term of the lease.

## **24. Taxation**

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

Current tax is the expected tax payable on the taxable income for the 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, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax 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.

## 25. 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.

## 26. 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.

## 27. Financial instruments

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

### a) 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 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

**b) 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 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>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
Cash on hand in VND	765,268	864,245
Cash on hand in foreign currencies	150,379	172,741
Gold	5,279	821
<b>Total</b>	<b>920,926</b>	<b>1,037,807</b>

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

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
Current accounts at the SBV in VND	4,774,231	8,156,513
Current accounts at the SBV in foreign currencies	403,240	1,170,338
Other accounts	100,000	500,000
<b>Total</b>	<b>5,277,471</b>	<b>9,826,851</b>

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

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
<b>Current accounts</b>		
<i>Current accounts in VND</i>	<i>6,259,722</i>	<i>7,260,204</i>
<i>Current accounts in foreign currencies</i>	<i>310,357</i>	<i>450,981</i>
<b>Term deposits</b>		
<i>Term deposits in VND</i>	<i>27,627,600</i>	<i>31,304,160</i>
<i>Term deposits in foreign currencies</i>	<i>6,807,157</i>	<i>2,447,120</i>
<b>Total</b>	<b>41,004,836</b>	<b>41,462,465</b>
<b>Loans to other CIs</b>		
Loans to other CIs in VND	3,255,000	3,605,945
<i>In which: discount, rediscount</i>	-	-
<b>Total</b>	<b>3,255,000</b>	<b>3,605,945</b>
<b>Total balances with and loans to other CIs</b>	<b>44,259,836</b>	<b>45,068,410</b>



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

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
Current	37,689,757	37,357,225
<b>Total</b>	<b>37,689,757</b>	<b>37,357,225</b>

**4. Securities held-for-trading**

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
<b>Debt securities</b>		
Government bonds	3,593,225	3,070,752
Securities issued by local CIs	1,352,798	916,333
<b>Total</b>	<b>4,946,023</b>	<b>3,987,085</b>

Listing status at the end of the period were as follows:

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
Listed	3,593,225	3,070,752

**5. Derivative financial instruments**

	<b>Total contract value (at exchange rate as of contract effective date) (VND million)</b>	<b>Net book value (at exchange rate as of reporting date)</b>		
		<b>Assets (VND million)</b>	<b>Liabilities (VND million)</b>	<b>Net value (VND million)</b>
<b>As at 30 June 2023</b>	<b>81,387,803</b>	<b>81,655,989</b>	<b>81,579,098</b>	<b>76,891</b>
Currency forward contracts	10,131,167	10,153,036	10,150,739	2,297
Currency swap contracts	67,494,561	67,735,522	67,625,054	110,468
Interest rate swap contracts	3,762,075	3,767,431	3,803,305	(35,874)
<b>As at 31 December 2022</b>	<b>115,730,290</b>	<b>115,915,372</b>	<b>115,930,335</b>	<b>(14,963)</b>
Currency forward contracts	30,349,361	30,221,790	30,263,993	(42,203)
Currency swap contracts	82,465,401	82,768,849	82,716,084	52,765
Interest rate swap contracts	2,915,528	2,924,733	2,950,258	(25,525)

## 6. Loans and advances to customers

### Loans portfolio by type:

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
Loans to local economic entities and individuals	161,524,499	153,583,375
Payments on behalf of customers	6,324	5,761
Loans to foreign economic entities and individuals	358,432	366,856
<b>Total</b>	<b>161,889,255</b>	<b>153,955,992</b>

### Loans portfolio by quality:

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
Current	158,062,118	150,926,694
Special mentioned	1,026,467	569,193
Sub-standard	543,109	453,553
Doubtful	343,707	219,567
Loss	1,913,854	1,786,985
<b>Total</b>	<b>161,889,255</b>	<b>153,955,992</b>

### Loans portfolio by term:

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
Short-term loans	66,858,627	75,809,545
Medium-term loans	65,561,112	45,686,603
Long-term loans	29,469,516	32,459,844
<b>Total</b>	<b>161,889,255</b>	<b>153,955,992</b>

### Loans portfolio by currency:

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
Loans in VND	159,452,622	151,601,437
Loans in foreign currencies	2,436,633	2,354,555
<b>Total</b>	<b>161,889,255</b>	<b>153,955,992</b>

**Loans portfolio by customer type:**

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
State-owned enterprises	1,315,131	1,343,195
Limited liability companies	57,959,327	55,910,221
Joint stock companies in which the State's holding percentage is more than 50%	3,326,639	3,001,502
Other joint stock companies	63,981,461	55,911,304
Partnerships	-	44,775
Private companies	93,866	179,560
Foreign invested enterprises	456,788	493,395
Cooperatives, cooperative unions	3,666	4,382
Households and individuals	34,752,080	37,065,183
Others	297	2,475
<b>Total</b>	<b>161,889,255</b>	<b>153,955,992</b>

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

Allowance for loans and advances to customers consists of:

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
General allowance	1,199,800	1,141,268
Specific allowance	1,563,648	1,291,741
	<b>2,763,448</b>	<b>2,433,009</b>

Movements in general allowance were as follows:

	<b>From 01/01/2023 to 30/06/2023</b>	<b>From 01/01/2022 to 30/06/2022</b>
	<b>VND million</b>	<b>VND million</b>
<b>Opening balance</b>	1,141,268	742,708
Allowance made during the period	58,532	347,396
<b>Closing balance</b>	<b>1,199,800</b>	<b>1,090,104</b>

Movements in specific allowance were as follows:

	<b>From 01/01/2023 to 30/06/2023</b>	<b>From 01/01/2022 to 30/06/2022</b>
	<b>VND million</b>	<b>VND million</b>
<b>Opening balance</b>	1,291,741	365,614
Allowance made during the period	458,322	552,809
Utilisation of allowance	(186,415)	(229,175)
<b>Closing balance</b>	<b>1,563,648</b>	<b>689,248</b>



## 8. Investment securities

### 8.1 Available-for-sale securities

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
<b>Debt securities</b>		
- Bonds issued by the Government	12,239,138	3,168,253
- Bonds issued by other local CIs	2,193,751	2,351,512
- Bonds issued by local economic entities	250,000	250,000
- Certificates of deposit issued by other local CIs	300,000	2,099,485
	<b>14,982,889</b>	<b>7,869,250</b>
<b>Equity securities</b>		
- Equity securities issued by local economic entities	82,054	82,054
	<b>15,064,943</b>	<b>7,951,304</b>

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

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
Current	250,000	250,000

### 8.2 Held-to-maturity securities

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
Bonds issued by local economics entities	350,458	715,458
	<b>350,458</b>	<b>715,458</b>

### 8.3 Allowance for investment securities

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
General allowance for available-for-sale securities	1,875	1,875
General allowance for held-to-maturity securities	2,395	2,395
Specific allowance for held-to-maturity securities	31,094	15,547
<b>Total</b>	<b>35,364</b>	<b>19,817</b>

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

***For the period ended 30 June 2023***

	<b>General allowance for available-for- sale debt securities</b>	<b>Allowance for diminution in value of available- for-sale equity securities</b>	<b>Total</b>
	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>
<b>Balance at 1 January 2023</b>	<b>1,875</b>	<b>-</b>	<b>1,875</b>
Allowance (reversed)/ made during the period	-	-	-
<b>Balance at 30 June 2023</b>	<b>1,875</b>	<b>-</b>	<b>1,875</b>

***For the period ended 30 June 2022***

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

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

**For the period ended 30 June 2023**

	General allowance for held-to- maturity securities	Specific allowance for held-to- maturity securities	Total
	VND million	VND million	VND million
<b>Balance at 1 January 2023</b>	<b>2,395</b>	<b>15,547</b>	<b>17,942</b>
Allowance (reversed)/ made during the period	-	15,547	15,547
<b>Balance at 30 June 2023</b>	<b>2,395</b>	<b>31,094</b>	<b>33,489</b>

**For the period ended 30 June 2022**

	General allowance for held-to- maturity securities	Specific allowance for held-to- maturity securities	Total
	VND million	VND million	VND million
<b>Balance at 1 January 2022</b>	<b>2,395</b>	-	<b>2,395</b>
Allowance (reversed)/made during the period	-	-	-
<b>Balance at 30 June 2022</b>	<b>2,395</b>	-	<b>2,395</b>

**9. Long-term investments**

**Analysis by type of investment:**

	30/06/2023	31/12/2022
	VND million	VND million
Other long-term investments	62,432	62,432
Allowance for diminution in value of long-term investments	(540)	(1,119)
<b>Total</b>	<b>61,892</b>	<b>61,313</b>

Movements in allowance for diminution in value of long-term investments:

	From 01/01/2023 to 30/06/2023	From 01/01/2022 to 30/06/2022
	VND million	VND million
<b>Opening balance</b>	<b>1,119</b>	<b>1,443</b>
Allowance made/ (reversed) during the period	(579)	(324)
<b>Closing balance</b>	<b>540</b>	<b>1,119</b>



**Details of other long-term investments**

	<b>30/06/2023</b>		<b>31/12/2022</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%
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	2.83%	7,500	2.83%
Global Data Service Joint Stock Company	2,670	2.13%	2,670	2.13%
Brainwork Vietnam Inc	436	9.99%	436	9.99%
Post and Telecommunications Investment And Construction Consulting JSC (PTICC)	256	0.45%	256	0.45%
<b>Total</b>	<b>62,432</b>		<b>62,432</b>	

# 10. Tangible fixed assets

As at 30 June 2023

	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	19,074	321,199	396,020	119,034	22,352	877,679
Additions	-	96,035	5,869	1,747	207	103,858
Disposals	-	-	-	-	-	-
Closing balance	19,074	417,234	401,889	120,781	22,559	981,537
<b>Accumulated depreciation</b>						
Opening balance	5,842	162,725	186,294	85,997	9,632	450,490
Charge for the period	441	13,938	18,217	5,911	1,279	39,786
Disposals	-	-	-	-	-	-
Closing balance	6,283	176,663	204,511	91,908	10,911	490,276
<b>Net book value</b>						
Opening balance	13,232	158,474	209,726	33,037	12,720	427,189
Closing balance	12,791	240,571	197,378	28,873	11,648	491,261

Included in tangible fixed assets were assets costing VND76,097 million which were fully depreciated as of 30 June 2023 (31/12/2022: VND75,133 million), but still in active use.

**As at 31 December 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	1,153	62,194	106,719	20,462	10,879	201,407
Disposals	206	-	1,108	502	884	2,700
Closing balance	19,074	321,199	396,020	119,034	22,352	877,679
<b>Accumulated depreciation</b>						
Opening balance	5,081	142,976	159,235	76,695	8,717	392,704
Charge for the year	967	19,749	28,133	9,804	1,801	60,454
Disposals	206	-	1,074	502	886	2,668
Closing balance	5,842	162,725	186,294	85,997	9,632	450,490
<b>Net book value</b>						
Opening balance	13,046	116,029	131,174	22,379	3,640	286,268
Closing balance	13,232	158,474	209,726	33,037	12,720	427,189





## 11. Intangible fixed assets

*As at 30 June 2023*

	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>384,374</b>	<b>456,578</b>	<b>13,446</b>	<b>854,399</b>
<i>Additions</i>	-	44,367	-	44,367
<i>Disposals</i>	-	-	-	-
<b>Closing balance</b>	<b>384,374</b>	<b>500,945</b>	<b>13,446</b>	<b>898,766</b>
<b>Accumulated amortisation</b>				
<b>Opening balance</b>	-	<b>188,543</b>	<b>7,354</b>	<b>195,896</b>
<i>Charge for the period</i>	-	18,755	975	19,730
<i>Disposals</i>	-	-	-	-
<b>Closing balance</b>	-	<b>207,298</b>	<b>8,329</b>	<b>215,626</b>
<b>Net book value</b>				
Opening balance	<b>384,374</b>	<b>268,035</b>	<b>6,092</b>	<b>658,503</b>
Closing balance	<b>384,374</b>	<b>293,647</b>	<b>5,117</b>	<b>683,140</b>

Included in intangible fixed assets were assets costing VND41,945 million which were fully amortised as of 30 June 2023 (31/12/2022: VND36,215 million), but still in active use.

**As at 31 December 2022**

	<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>371,504</b>	<b>11,133</b>	<b>760,635</b>
<i>Additions</i>	<i>6,378</i>	<i>86,144</i>	<i>2,313</i>	<i>94,835</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>456,578</b>	<b>13,446</b>	<b>854,399</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 year</i>	<i>-</i>	<i>31,165</i>	<i>1,403</i>	<i>32,568</i>
<i>Disposals</i>	<i>-</i>	<i>1,071</i>	<i>-</i>	<i>1,071</i>
<b>Closing balance</b>	<b>-</b>	<b>188,543</b>	<b>7,354</b>	<b>195,896</b>
<b>Net book value</b>				
<b>Opening balance</b>	<b>377,996</b>	<b>213,056</b>	<b>5,182</b>	<b>596,235</b>
<b>Closing balance</b>	<b>384,374</b>	<b>268,035</b>	<b>6,092</b>	<b>658,503</b>

## 12. Investment properties

*As at 30 June 2023*

	Land-use rights	Buildings and structures	Total
	VND million	VND million	VND million
<b>Cost</b>			
Opening balance	<b>21,912</b>	<b>42,554</b>	<b>64,466</b>
Increase in the period	-	3,616	3,616
Closing balance	<b>21,912</b>	<b>46,170</b>	<b>68,082</b>
<b>Accumulated depreciation</b>			
Opening balance	-	<b>6,419</b>	<b>6,419</b>
Increase in the period	-	587	587
Closing balance	-	<b>7,006</b>	<b>7,006</b>
<b>Carrying value</b>	-	-	-
Opening balance	<b>21,912</b>	<b>36,135</b>	<b>58,047</b>
Closing balance	<b>21,912</b>	<b>39,164</b>	<b>61,076</b>

*As at 31 December 2022*

	Land-use rights	Buildings and structures	Total
	VND million	VND million	VND million
<b>Cost</b>			
Opening balance	<b>28,282</b>	<b>42,527</b>	<b>70,809</b>
Decrease in the year	6,370	-	6,370
Closing balance	<b>21,912</b>	<b>42,554</b>	<b>64,466</b>
<b>Accumulated depreciation</b>			
Opening balance	-	<b>5,245</b>	<b>5,245</b>
Increase in the year	-	1,174	1,174
Closing balance	-	<b>6,419</b>	<b>6,419</b>
<b>Carrying value</b>	-	-	-
Opening balance	<b>28,282</b>	<b>37,282</b>	<b>65,564</b>
Closing balance	<b>21,912</b>	<b>36,135</b>	<b>58,047</b>



### 13. Other assets

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
Internal receivables	441,252	433,134
External receivables	6,983,671	5,057,328
Interest and fee receivables	3,473,497	2,594,093
Other assets	3,063,676	2,083,798
Allowance for other assets	(40,430)	(40,430)
<b>Total</b>	<b>13,921,666</b>	<b>10,127,923</b>

Movements in allowance for other assets were as follows:

	<b>From 01/01/2023 to 30/06/2023</b>	<b>From 01/01/2022 to 30/06/2022</b>
	<b>VND million</b>	<b>VND million</b>
<b>Opening balance</b>	40,430	41,094
Allowance (reversed)/made during the period	-	(664)
<b>Closing balance</b>	<b>40,430</b>	<b>40,430</b>

### 14. Goodwill

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
<b>Total Goodwill</b>	<b>712,055</b>	<b>712,055</b>
<b>Amortisation (years)</b>	<b>10</b>	<b>10</b>
Cumulative amortisation at the beginning of the period	302,625	231,419
Carrying value at the beginning of the period	409,431	480,637
<b>Decrease in the period</b>	<b>35,602</b>	<b>71,206</b>
Amortised during the period	35,602	71,206
<b>Carrying value at the end of the period</b>	<b>373,829</b>	<b>409,431</b>

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

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
Discount, rediscount of valuable papers	-	1,700,330
Borrowings from the SBV	2,126,443	2,138,366
<b>Total</b>	<b>2,126,443</b>	<b>3,838,696</b>

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

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
<b>Demand deposits</b>		
- In VND	6,242,528	7,229,595
<b>Term deposits</b>		
- In VND	36,840,400	33,671,380
- In foreign currencies	2,312,310	3,364,790
<b>Total</b>	<b>45,395,238</b>	<b>44,265,765</b>

**Borrowings from other credit institutions**

<b>In VND</b>	<b>8,551,600</b>	<b>6,033,185</b>
- Borrowings on discounted and rediscounted valuable papers	2,605,324	1,646,841
- Other borrowings	5,946,276	4,386,344
<b>In foreign currencies</b>	<b>11,842,760</b>	<b>9,420,677</b>
- Borrowings on mortgages and pledges	-	82,355
- Other borrowings	11,842,760	9,338,322
<b>Total</b>	<b>20,394,360</b>	<b>15,453,862</b>
<b>Total deposits and borrowings from other credit institutions</b>	<b>65,789,598</b>	<b>59,719,627</b>

**17. Mobilization from customers**

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
<b>Demand deposits</b>		
- Demand deposits in VND	11,257,305	10,022,310
- Demand deposits in gold and foreign currencies	507,853	733,004
<b>Term deposits</b>		
- Term deposits in VND	110,093,882	103,134,487
- Term deposits in gold and foreign currencies	513,991	820,657
<b>Deposits for special purpose</b>	390,136	410,512
<b>Margin deposits</b>	469,462	426,301
<b>Mobilization from deposits from customers</b>	<b>123,232,629</b>	<b>115,547,271</b>
<b>Term bonds</b>		
- From 12 months up to less than 5 years	10,399,000	10,899,000
- From 5 years	1,650,000	1,650,000
<b>Certificates of deposit</b>	9,506,100	8,955,600
<b>Mobilization from issuing valuable papers to customers</b>	<b>21,555,100</b>	<b>21,504,600</b>
<b>Mobilization from customers</b>	<b>144,787,729</b>	<b>137,051,871</b>

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

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
State-owned enterprises	11,770,983	13,712,535
Limited liability companies	6,333,750	8,066,951
Joint stock companies in which the State's holding percentage is more than 50%	8,382,259	8,141,264
Other joint stock companies	13,515,668	12,891,411
Partnerships	13,757	22,842
Private companies	115,064	344,397
Foreign invested enterprises	722,145	783,568
Cooperatives, cooperative unions	72,181	129,949
Households and individuals	81,407,683	70,742,334
Others	899,139	712,020
<b>Total</b>	<b>123,232,629</b>	<b>115,547,271</b>



**18. Other liabilities**

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
Internal payables	29,153	22,980
External payables	4,596,022	4,475,371
Bonus and welfare funds	154,224	66,308
<b>Total</b>	<b>4,779,399</b>	<b>4,564,659</b>

## 19. Owners' equity

Changes in owner's equity of the Bank during the six-month period ended 30 June 2023 and the six-month period 30 June 2022 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 2023</b>	<b>20,402,983</b>	<b>1,204,184</b>	-	<b>945,594</b>	<b>210,373</b>	<b>3,469,086</b>	<b>26,232,220</b>
Profit for the period	-	-	-	-	-	1,607,311	1,607,311
Capital increase from stock issuance to existing shareholders	-	-	-	-	-	-	-
Capital increase from stock dividend payment	-	-	-	-	-	-	-
Capital increase from share premium	-	-	-	-	-	-	-
Capital increase from reserve to supplement charter capital	-	-	-	-	-	-	-
Foreign exchange differences	-	-	(1,359)	-	-	-	(1,359)
Appropriation to bonus and welfare funds	-	-	-	-	-	(116,335)	(116,335)
Other decreases	-	-	-	-	-	-	-
<b>Balance at 30 June 2023</b>	<b>20,402,983</b>	<b>1,204,184</b>	<b>(1,359)</b>	<b>945,594</b>	<b>210,373</b>	<b>4,960,062</b>	<b>27,721,837</b>

	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 stock dividend payment	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	-	-	-	-	-	(2,646)	(2,646)
<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>



### Share capital

	30/06/2023		31/12/2022	
	Number (shares)	VND million	Number (shares)	VND million
<b>Number of issued shares</b>				
Common share	2,040,298,268	20,402,983	2,040,298,268	20,402,983
<b>Number of outstanding shares</b>				
Common share	2,040,298,268	20,402,983	2,040,298,268	20,402,983

### 20. Interest and similar income

	From 01/01/2023 to 30/06/2023	From 01/01/2022 to 30/06/2022
	VND million	VND million
Interest income from deposits	864,008	162,307
Interest income from loans	8,467,340	6,146,379
Interest income from investments in securities	373,644	386,414
Income from guarantee services	52,741	54,593
Other income from credit activities	68,505	68,121
<b>Total</b>	<b>9,826,238</b>	<b>6,817,814</b>

### 21. Interest and similar expenses

	From 01/01/2023 to 30/06/2023	From 01/01/2022 to 30/06/2022
	VND million	VND million
Interest expenses for deposits	5,084,004	2,822,782
Interest expenses for borrowings	755,906	217,250
Interest expenses for valuable papers issued	637,691	423,036
Other expenses for credit activities	44,996	62,549
<b>Total</b>	<b>6,522,597</b>	<b>3,525,617</b>

## 22. Net fee and commission income

	<b>From 01/01/2023 to 30/06/2023</b>	<b>From 01/01/2022 to 30/06/2022</b>
	<b>VND million</b>	<b>VND million</b>
<b>Fee and commission income</b>	<b>466,075</b>	<b>883,453</b>
- Settlement and cash services	250,946	131,934
- Treasury services	1,845	5,138
- Insurance agency services	46,340	248,587
- Other services	166,944	497,794
<b>Fee and commission expenses</b>	<b>101,061</b>	<b>119,594</b>
- Settlement and cash services	38,691	33,488
- Treasury services	8,356	9,031
- Other services	54,014	77,075
<b>Net fee and commission income</b>	<b>365,014</b>	<b>763,859</b>

## 23. Net gain from trading of foreign currencies

	<b>From 01/01/2023 to 30/06/2023</b>	<b>From 01/01/2022 to 30/06/2022</b>
	<b>VND million</b>	<b>VND million</b>
<b>Income from trading of foreign currencies</b>	<b>1,161,187</b>	<b>1,367,745</b>
- Income from foreign currency trading	656,556	902,326
- Income from trading of gold	305	4,029
- Income from currency derivatives	504,326	461,390
<b>Expenses for trading of foreign currencies</b>	<b>1,089,744</b>	<b>1,249,444</b>
- Expenses for foreign currency trading	66,257	14,307
- Expenses for trading of gold	2	388
- Expenses for currency derivatives	1,023,485	1,234,749
<b>Net gain from trading of foreign currencies</b>	<b>71,443</b>	<b>118,301</b>

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

	<b>From 01/01/2023 to 30/06/2023</b>	<b>From 01/01/2022 to 30/06/2022</b>
	<b>VND million</b>	<b>VND million</b>
Gain from securities held-for-trading	253,304	252,368
Loss from securities held-for-trading	(51,505)	(54,942)
Allowance reversed/(made) for securities held-for-trading	-	11,277
<b>Net gain from securities held-for-trading</b>	<b>201,799</b>	<b>208,703</b>

#### 25. Net gain from investment securities

	<b>From 01/01/2023 to 30/06/2023</b>	<b>From 01/01/2022 to 30/06/2022</b>
	<b>VND million</b>	<b>VND million</b>
Gain from investment securities	185,318	724,861
Loss from investment securities	(29,319)	(193,986)
Allowance reversed/(made) for investment securities	(15,547)	29,048
<b>Net gain from investment securities</b>	<b>140,452</b>	<b>559,923</b>

#### 26. Net other income

	<b>From 01/01/2023 to 30/06/2023</b>	<b>From 01/01/2022 to 30/06/2022</b>
	<b>VND million</b>	<b>VND million</b>
<b>Income from other activities</b>	<b>208,622</b>	<b>198,255</b>
- Income from other derivatives	171,560	144,542
- Income from other activities	37,062	53,713
<b>Expenses for other activities</b>	<b>82,332</b>	<b>119,579</b>
- Expenses for other derivatives	77,084	102,296
- Expenses for other activities	5,248	17,283
<b>Net income from other activities</b>	<b>126,290</b>	<b>78,676</b>



## 27. Income from capital contribution, share purchase

	<b>From 01/01/2023 to 30/06/2023</b>	<b>From 01/01/2022 to 30/06/2022</b>
	<b>VND million</b>	<b>VND million</b>
Dividends received from capital contribution, share purchase	7,863	7,512
<b>Total</b>	<b>7,863</b>	<b>7,512</b>

## 28. Operating expenses

	<b>From 01/01/2023 to 30/06/2023</b>	<b>From 01/01/2022 to 30/06/2022</b>
	<b>VND million</b>	<b>VND million</b>
<b>Tax, duties and fees</b>	<b>22,614</b>	<b>19,863</b>
<b>Staff costs</b>	<b>890,468</b>	<b>884,025</b>
<i>In which:</i>		
- Salary and allowances	817,011	812,724
- Salary based contribution	55,442	40,133
- Allowances	66	136
- Others	17,949	31,032
<b>Expenses on assets</b>	<b>303,590</b>	<b>253,122</b>
- Depreciation and amortisation of fixed assets	59,515	40,214
- Others	244,075	212,908
<b>Administrative expenses</b>	<b>299,277</b>	<b>227,982</b>
- Per diems	16,550	9,082
- Printing materials and papers	16,768	16,350
- Postage and telephone expenses	20,892	28,447
- Others	245,067	174,103
<b>Insurance fee for customers' deposits</b>	<b>54,912</b>	<b>48,765</b>
<b>Amortisation of goodwill</b>	<b>35,603</b>	<b>35,603</b>
<b>Other expenses</b>	<b>76,819</b>	<b>56,817</b>
<b>Total</b>	<b>1,683,283</b>	<b>1,526,177</b>

## 29. Corporate income tax

	<b>From 01/01/2023 to 30/06/2023</b>	<b>From 01/01/2022 to 30/06/2022</b>
	<b>VND million</b>	<b>VND million</b>
Accounting profit before tax	<b>2,016,366</b>	<b>2,806,286</b>
<i>Adjustments for:</i>		
- Dividend income and other tax-exempted income	(7,863)	(7,836)
- Non-deductible expenses	1,171	1,126
- Consolidation adjustments	35,603	(19,536)
<b>Taxable profit</b>	<b>2,045,277</b>	<b>2,780,040</b>
Corporate income tax rate	20%	20%
<b>Calculated corporate income tax expense</b>	<b>409,055</b>	<b>556,008</b>
Other adjustments	-	(486)
<b>Corporate income tax expense for the period</b>	<b>409,055</b>	<b>555,522</b>

## 30. Basic earnings per share

### *Net profit attributable to ordinary shareholders*

	<b>From 01/01/2023 to 30/06/2023</b>	<b>From 01/01/2022 to 30/06/2022</b>
	<b>VND million</b>	<b>VND million</b>
Net profit attributable to ordinary shareholders	1,607,311	2,250,764
Appropriation to bonus and welfare fund	(116,335)	(92,000)
<b>Profits distributable ordinary shareholders</b>	<b>1,490,976</b>	<b>2,158,764</b>

### *Weighted average number of ordinary shares*

	<b>From 01/01/2023 to 30/06/2023</b>	<b>From 01/01/2022 to 30/06/2022</b>
Issued ordinary shares at the beginning of the year	2,040,298,268	1,478,488,369
Effect of ordinary shares issued to existing shareholders in 2022	-	140,757,632
Effect of shares issued from equity and funds in 2022	-	321,098,268
<b>Weighted average number of ordinary shares for the period</b>	<b>2,040,298,268</b>	<b>1,940,344,269</b>

**Basic earnings per share**

	<b>From 01/01/2023 to 30/06/2023</b>	<b>From 01/01/2022 to 30/06/2022</b>
Basic earnings per share (VND/share)	731	1,113

**31. Cash and cash equivalents**

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
Cash and gold	920,926	1,037,807
Balances with the SBV	5,277,471	9,826,851
Current accounts at other CIs	6,570,079	7,711,185
Term deposits at other CIs with terms not exceeding three months	34,434,757	33,751,280
<b>Total</b>	<b>47,203,233</b>	<b>52,327,123</b>

**32. Employee benefits**

	<b>From 01/01/2023 to 30/06/2023</b>	<b>From 01/01/2022 to 30/06/2022</b>
	<b>VND million</b>	<b>VND million</b>
<b>I. Average number of employees (person)</b>	<b>5,240</b>	<b>5,168</b>
<b>II. Employees' income</b>		
1. Total salary	817,011	812,724
2. Bonus	25,059	18,330
3. Total income (1+2)	842,070	831,054
4. Average monthly salary	25.99	26.21
5. Average monthly income	26.78	26.80



### 33. Obligations to the State Treasury

*For the period ended 30 June 2023*

Items	01/01/2023 (VND million)	Movement during the period		30/06/2023 (VND million)
		Payable (VND million)	Paid (VND million)	
Value added tax	13,944	31,074	37,284	7,734
Corporate income tax	410,214	409,055	584,917	234,352
Personal income tax	10,157	94,633	96,208	8,582
Other taxes	-	24,522	24,522	-
<b>Total</b>	<b>434,315</b>	<b>559,284</b>	<b>742,931</b>	<b>250,668</b>

*For the period ended 30 June 2022*

Items	01/01/2022 (VND million)	Movement during the period		30/06/2022 (VND million)
		Payable (VND million)	Paid (VND million)	
Value added tax	21,356	74,859	73,242	22,973
Corporate income tax	272,094	555,523	465,753	361,864
Personal income tax	8,594	107,034	105,672	9,956
Other taxes	-	13,427	13,427	-
<b>Total</b>	<b>302,044</b>	<b>750,843</b>	<b>658,094</b>	<b>394,793</b>

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

Concentration of SeABank's assets, liabilities and off-balance sheet items by geographical region as at 30 June 2023 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	164,785,823	168,588,161	12,858,753	76,891	20,361,424
Overseas	358,432	39,706	-	-	-
	<b>165,144,255</b>	<b>168,627,867</b>	<b>12,858,753</b>	<b>76,891</b>	<b>20,361,424</b>

Concentration of SeABank's assets, liabilities and off-balance sheet items by geographical region as at 31 December 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	157,195,081	159,796,947	11,602,889	14,963	12,653,847
Overseas	366,856	16,089	-	-	-
	<b>157,561,937</b>	<b>159,813,036</b>	<b>11,602,889</b>	<b>14,963</b>	<b>12,653,847</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, SeABank 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 reporting by business segment for the period ended 30 June 2023 and for the period ended 30 June 2022 are presented in the following table:



<b>For the period ended 30 June 2023</b>	<b>Banking operations</b>	<b>Finance companies activities</b>	<b>Debt management and asset exploitation</b>	<b>Elimination for inter- segment transactions</b>	<b>Consolidated figures</b>
<b>Revenue</b>					
Interest income	9,619,221	340,125	14,321	(147,429)	9,826,238
Fee and commission income	451,594	1,375	14,926	(1,820)	466,075
Income from other business activities	1,845,367	576	-	- 29,649	1,816,294
	<b>11,916,182</b>	<b>342,076</b>	<b>29,247</b>	<b>(178,898)</b>	<b>12,108,607</b>
<b>Expense</b>					
Interest expense	6,529,907	140,119	-	(147,429)	6,522,597
Fee and commission expense	95,275	198	5,588	-	101,061
Others direct business expense	1,252,722	49	15,676	-	1,268,447
Operating expense	1,509,858	136,942	2,700	33,783	1,683,283
	<b>9,387,762</b>	<b>277,308</b>	<b>23,964</b>	<b>(113,646)</b>	<b>9,575,388</b>
Operating results before allowance expense for credit losses	2,528,420	64,768	5,283	(65,252)	2,533,219
Allowance expense for credit losses	490,814	26,039	-	-	516,853
<b>Segment outcome</b>	<b>2,037,606</b>	<b>38,729</b>	<b>5,283</b>	<b>(65,252)</b>	<b>2,016,366</b>
<b>Asset</b>					
Cash	920,895	-	31	-	920,926
Fixed assets	1,170,230	4,171	-	-	1,174,401
Other assets	243,448,783	4,131,829	598,652	(5,068,565)	243,110,699
	<b>245,539,908</b>	<b>4,136,000</b>	<b>598,683</b>	<b>(5,068,565)</b>	<b>245,206,026</b>
<b>Liabilities</b>					
Amounts due to the Government and the State Bank of Vietnam	2,126,443	-	-	-	2,126,443
Deposits and borrowings from other credit institutions	65,813,890	1,950,000	-	(1,974,292)	65,789,598
Deposits from customers	123,610,442	147	-	(377,960)	123,232,629
Other borrowed and entrusted funds	-	1,020	-	-	1,020
Valuable papers issued	21,555,100	800,000	-	(800,000)	21,555,100
Other liabilities	4,673,311	104,368	31,862	(30,142)	4,779,399
	<b>217,779,186</b>	<b>2,855,535</b>	<b>31,862</b>	<b>(3,182,394)</b>	<b>217,484,189</b>

For the period ended 30 June 2022	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	(4,154,734)	227,754,700
	<b>229,856,720</b>	<b>3,398,454</b>	<b>622,785</b>	<b>(4,154,734)</b>	<b>229,723,225</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 customers	116,740,208	253	-	(11,131)	116,729,330
Other borrowed and entrusted funds	-	1,020	-	-	1,020
Valuable papers issued	19,821,600	1,020,000	-	(1,020,000)	19,821,600
Other liabilities	4,182,716	139,073	34,390	(18,882)	4,337,297
	<b>206,211,457</b>	<b>2,760,346</b>	<b>34,390</b>	<b>(2,839,768)</b>	<b>206,166,425</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><b>Related parties</b></i>	<i><b>Relationship</b></i>
Thang Long GTC Joint Stock Company	Common members of BOD
BRG Group Joint Stock Company ("BRG") and its subsidiaries	Common members of BOD
Vietnam Engine and Agricultural Machinery Corporation and its subsidiaries	Common members of BOD
Hanoitourist Service Joint Stock Company	Common members of BOD
North Hanoi Smart City Development Investment Joint Stock Company	Common members of BOD

Balances with related parties as at period-end were as follows:

	<b>30/06/2023</b>	<b>31/12/2022</b>
	<b>VND million</b>	<b>VND million</b>
<i><b>Thang Long GTC Joint Stock Company</b></i>		
Demand deposits at the Bank	10,289	9,182
Term deposits at the Bank	342,900	314,900
<i><b>BRG Group Joint Stock Company ("BRG") and its subsidiaries</b></i>		
Demand deposits at the Bank	98,589	345,320
Term deposits at the Bank	373,007	268,094
Borrowings from the Bank	-	302
Guarantees at the Bank	934,849	942,967
<i><b>Vietnam Engine and Agricultural Machinery Corporation and its subsidiaries</b></i>		
Demand deposits at the Bank	4,607	11,518
Term deposits at the Bank	2,065,258	1,470,631
Guarantees at the Bank	194	582
<i><b>Hanoitourist Service Joint Stock Company</b></i>		
Demand deposits at the Bank	19,916	9,473
Term deposits at the Bank	320,712	301,228
Guarantees at the Bank	9,291	5,191

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

Demand deposits at the Bank	193,671	84,865
Term deposits at the Bank	<u>2,130,000</u>	<u>2,350,000</u>

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

	<b>From 01/01/2023 to 30/06/2023</b>	<b>From 01/01/2022 to 30/06/2022</b>
	<b>VND million</b>	<b>VND million</b>
<b><i>Thang Long GTC Joint Stock Company</i></b>		
Interest expenses for deposits	13,061	9,173
<b><i>BRG Group Joint Stock Company ("BRG") and its subsidiaries</i></b>		
Interest expenses for deposits	10,152	7,491
Fee from guarantees	9,110	11,362
<b><i>Vietnam Engine and Agricultural Machinery Corporation and its subsidiaries</i></b>		
Interest expenses for deposits	82,271	51,994
Fee from guarantees	2	4
<b><i>Hanoitourist Service Joint Stock Company</i></b>		
Interest expenses for deposits	8,043	5,996
Fee from guarantees	33	17
<b><i>North Hanoi Smart City Development Investment Joint Stock Company</i></b>		
Interest expenses for deposits	<u>53,779</u>	<u>42,553</u>

## **VI. Financial risk management**

This note provides information of SeABank'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 SeABank's operation derives from difference in maturity or amount between interest-bearing assets and liabilities.

The following table presents assets and liabilities of SeABank as at the reporting date, classified based on interest rate re-pricing period or maturity 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' desposits.



<b>As of June 30, 2023</b>	<b>Non - sensitive to interest rate</b>	<b>Overdue</b>	<b>Up to 1 month</b>	<b>From 1 to 3 months</b>	<b>From 3 to 6 months</b>	<b>From 6 to 12 months</b>	<b>From 1 to 5 years</b>	<b>Over 5 years</b>	<b>Total</b>
	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>	<b>VND million</b>
<b>Assets</b>									
Cash and gold	920,926	-	-	-	-	-	-	-	920,926
Balances with the SBV	5,277,471	-	-	-	-	-	-	-	5,277,471
Balances with and loans to other CIs	21,221,751	-	9,202,175	10,955,910	2,880,000	-	-	-	44,259,836
Securities held-for-trading	-	-	4,946,023	-	-	-	-	-	4,946,023
Derivatives and other financial assets	76,891	-	-	-	-	-	-	-	76,891
Loans and advances to customers	-	3,827,137	68,459,391	54,636,189	19,114,632	13,217,845	2,478,779	155,282	161,889,255
Investment securities	82,054	-	43,021	421,275	450,010	353,030	908,481	13,157,530	15,415,401
Long-term investments	62,432	-	-	-	-	-	-	-	62,432
Fixed assets and investment property	1,235,477	-	-	-	-	-	-	-	1,235,477
Other assets	13,962,096	-	-	-	-	-	-	-	13,962,096
<b>Total assets</b>	<b>42,839,098</b>	<b>3,827,137</b>	<b>82,650,610</b>	<b>66,013,374</b>	<b>22,444,642</b>	<b>13,570,875</b>	<b>3,387,260</b>	<b>13,312,812</b>	<b>248,045,808</b>
<b>Liabilities</b>									
Amounts due to the Government and the SBV	-	-	611,891	483,993	921,195	109,364	-	-	2,126,443
Deposits and borrowings from other CIs	22,442,528	-	14,987,356	13,236,641	3,869,572	45,876	6,488,625	4,719,000	65,789,598
Mobilization from deposit from customers	-	-	19,490,158	29,053,838	41,561,987	27,763,764	5,362,707	175	123,232,629
Other borrowed and entrusted funds	1,020	-	-	-	-	-	-	-	1,020
Mobilization from valuable papers issued to customers	-	-	1,000,000	500,000	2,300,000	4,459,300	13,295,800	-	21,555,100
Other liabilities	4,779,399	-	-	-	-	-	-	-	4,779,399
<b>Total liabilities</b>	<b>27,222,947</b>	<b>-</b>	<b>36,089,405</b>	<b>43,274,472</b>	<b>48,652,754</b>	<b>32,378,304</b>	<b>25,147,132</b>	<b>4,719,175</b>	<b>217,484,189</b>
<b>Interest sensitivity gap</b>	<b>15,616,151</b>	<b>3,827,137</b>	<b>46,561,205</b>	<b>22,738,902</b>	<b>(26,208,112)</b>	<b>(18,807,429)</b>	<b>(21,759,872)</b>	<b>8,593,637</b>	<b>30,561,619</b>

As of December 31, 2022	Non - sensitive to interest rate	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	1,037,807	-	-	-	-	-	-	-	1,037,807
Balances with the SBV	9,826,851	-	-	-	-	-	-	-	9,826,851
Balances with and loans to other CIs	7,711,185	-	23,667,000	10,390,225	150,000	3,150,000	-	-	45,068,410
Securities held-for-trading	-	-	3,987,085	-	-	-	-	-	3,987,085
Loans and advances to customers	-	3,029,298	33,233,192	51,839,207	38,134,267	20,761,648	6,682,891	275,489	153,955,992
Investment securities	82,054	-	15,000	1,025,485	324,000	1,850,917	1,232,487	4,136,819	8,666,762
Long-term investments	62,432	-	-	-	-	-	-	-	62,432
Fixed assets and investment property	1,143,739	-	-	-	-	-	-	-	1,143,739
Other assets	10,168,353	-	-	-	-	-	-	-	10,168,353
<b>Total assets</b>	<b>30,032,421</b>	<b>3,029,298</b>	<b>60,902,277</b>	<b>63,254,917</b>	<b>38,608,267</b>	<b>25,762,565</b>	<b>7,915,378</b>	<b>4,412,308</b>	<b>233,917,431</b>
<b>Liabilities</b>									
Amounts due to the Government and the SBV	-	-	1,700,330	53,201	68,086	2,017,079	-	-	3,838,696
Deposits and borrowings from other CIs	7,229,595	-	25,815,863	13,816,634	533,192	3,500,593	6,470,750	2,353,000	59,719,627
Mobilization from deposit from customers	-	-	29,720,093	21,353,798	40,006,567	17,443,011	7,023,781	20	115,547,271
Other borrowed and entrusted funds	1,020	-	-	-	-	-	-	-	1,020
Mobilization from valuable papers issued to customers	-	-	-	-	3,200,000	2,800,000	15,504,600	-	21,504,600
Other liabilities	4,564,659	-	-	-	-	-	-	-	4,564,659
<b>Total liabilities</b>	<b>11,810,237</b>	<b>-</b>	<b>57,236,286</b>	<b>35,223,633</b>	<b>43,807,846</b>	<b>25,760,683</b>	<b>28,999,131</b>	<b>2,353,020</b>	<b>205,190,836</b>
<b>Interest sensitivity gap</b>	<b>18,222,184</b>	<b>3,029,298</b>	<b>3,665,991</b>	<b>28,031,284</b>	<b>(5,199,579)</b>	<b>1,882</b>	<b>(21,083,753)</b>	<b>2,059,288</b>	<b>28,726,595</b>

## 2. Currency risk

SeABank 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 consolidated income statement.

The following table presents currency status of SeABank's assets and liabilities as at 30 June 2023:

As of June 30, 2023	In VND million equivalent			Total (VND million)
	EUR	USD	Other currencies	
Assets				
Cash and gold	35,113	101,071	19,474	155,658
Balances with the SBV	-	403,240	-	403,240
Balances with and loans to other CIs - gross	41,386	7,000,413	75,715	7,117,514
Derivatives and other financial assets	-	5,115,033	(31,442)	5,083,591
Loans and advances to customers - gross	-	2,436,633	-	2,436,633
Other assets - gross	387	712,907	1,532	714,826
Total assets	76,886	15,769,297	65,279	15,911,462
Liabilities				
Deposits and borrowings from other CIs	-	14,153,538	1,532	14,155,070
Mobilization from deposit from customers	70,855	1,298,925	39,186	1,408,966
Other liabilities	655	323,873	421	324,949
Total liabilities	71,510	15,776,336	41,139	15,888,985
FX position on-balance sheet	5,376	(7,039)	24,140	22,477



As of December 31, 2022	In VND million equivalent			Total (VND million)
	EUR	USD	Other currencies	
<b>Assets</b>				
Cash and gold	38,137	121,607	13,818	<b>173,562</b>
Balances with the SBV	-	1,170,338	-	<b>1,170,338</b>
Balances with and loans to other CIs - gross	58,318	2,793,441	46,342	<b>2,898,101</b>
Derivatives and other financial assets	-	7,859,683	(2,971)	<b>7,856,712</b>
Loans and advances to customers - gross	-	2,354,555	-	<b>2,354,555</b>
Other assets - gross	379	492,802	2,967	<b>496,148</b>
<b>Total assets</b>	<b>96,834</b>	<b>14,792,426</b>	<b>60,156</b>	<b>14,949,416</b>
<b>Liabilities</b>				
Deposits and borrowings from other CIs	-	12,782,509	2,967	<b>12,785,476</b>
Mobilization from deposit from customers	96,289	1,826,265	38,620	<b>1,961,174</b>
Other liabilities	992	216,953	521	<b>218,466</b>
<b>Total liabilities</b>	<b>97,281</b>	<b>14,825,727</b>	<b>42,108</b>	<b>14,965,116</b>
<b>FX position on-balance sheet</b>	<b>(447)</b>	<b>(33,301)</b>	<b>18,048</b>	<b>(15,700)</b>

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

	Exchange rate as at	
	30/06/2023 VND	31/12/2022 VND
AUD	15,721	16,068
CAD	17,855	17,452
CHF	26,247	25,450
EUR	25,802	25,284
GBP	29,920	28,582
HKD	3,010	3,018
JPY	163	179
KRW	18	19
SGD	17,494	17,617
THB	661	681
CNY	2,994	2,994
USD	23,595	23,530
XAU	6,665,000	6,615,000

### **3. Liquidity risk**

Liquidity risk arises from SeABank'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 SeABank according to their maturities as at 30 June 2023:

**Southeast Asia Commercial Joint Stock Bank**

198 Tran Quang Khai, Hoan Kiem Ha noi, S.R. Viet nam

**Form B05a/TCTD-HN**

(Issued under Circular No. 49/2014/TT-NHNN dated  
31 December 2014 of the State Bank of Viet nam)

As of June 30, 2023	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	
<b>Assets</b>							
Cash and gold	-	-	920,926	-	-	-	920,926
Balances with the SBV	-	-	5,277,471	-	-	-	5,277,471
Balances with and loans to other CIs	-	-	30,423,926	10,955,910	2,880,000	-	44,259,836
Securities held-for-trading	-	-	4,946,023	-	-	-	4,946,023
Derivatives and other financial assets	-	-	3,578	(6,250)	79,563	-	76,891
Loans and advances to customers	1,026,467	2,800,670	10,795,471	16,657,319	78,250,851	39,774,585	161,889,255
Investment securities	-	-	125,075	421,275	803,040	908,481	13,157,530
Long-term investments	-	-	-	-	-	-	62,432
Fixed assets and investment property	-	-	-	-	-	-	1,235,477
Other assets	-	-	771,718	2,962,934	7,260,695	2,062,502	904,247
<b>Total assets</b>	<b>1,026,467</b>	<b>2,800,670</b>	<b>53,264,188</b>	<b>30,991,188</b>	<b>89,274,149</b>	<b>42,745,568</b>	<b>27,943,578</b>
<b>Liabilities</b>							
Amounts due to the Government and the SBV	-	-	611,891	483,993	921,195	109,364	-
Deposits and borrowings from other CIs	-	-	37,429,884	13,236,641	3,915,448	6,488,625	4,719,000
Mobilization from deposit from customers	-	-	19,490,158	29,053,838	69,325,751	5,362,707	175
Other borrowed and entrusted funds	-	-	-	-	-	1,020	-
Mobilization from valuable papers issued to customers	-	-	1,000,000	500,000	6,759,300	13,295,800	-
Other liabilities	-	-	750,312	1,391,013	2,150,867	332,983	154,224
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>59,282,245</b>	<b>44,665,485</b>	<b>83,072,561</b>	<b>25,590,499</b>	<b>4,873,399</b>
<b>Net liquidity gap</b>	<b>1,026,467</b>	<b>2,800,670</b>	<b>(6,018,057)</b>	<b>(13,674,297)</b>	<b>6,201,588</b>	<b>17,155,069</b>	<b>23,070,179</b>
							<b>30,561,619</b>



**Southeast Asia Commercial Joint Stock Bank**

198 Tran Quang Khai, Hoan Kiem Ha noi, S.R. Viet nam

**Form B05a/TCTD-HN**

(Issued under Circular No. 49/2014/TT-NHNN dated

31 December 2014 of the State Bank of Viet nam)

As of December 31, 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	
<b>Assets</b>							
Cash and gold	-	-	1,037,807	-	-	-	1,037,807
Balances with the SBV	-	-	9,826,851	-	-	-	9,826,851
Balances with and loans to other CIs	-	-	31,378,185	10,390,225	3,300,000	-	45,068,410
Securities held-for-trading	-	-	3,987,085	-	-	-	3,987,085
Loans and advances to customers	569,193	2,460,105	10,254,253	15,829,437	75,773,756	33,797,222	153,955,992
Investment securities	-	-	97,054	1,025,485	2,174,917	1,232,487	8,666,762
Long-term investments	-	-	-	-	-	62,432	62,432
Fixed assets and investment property	-	-	-	-	-	1,141,206	1,143,739
Other assets	-	-	1,154,603	1,776,795	5,120,111	1,135,709	10,168,353
<b>Total assets</b>	<b>569,193</b>	<b>2,460,105</b>	<b>57,735,838</b>	<b>29,021,942</b>	<b>86,368,784</b>	<b>36,013,377</b>	<b>233,917,431</b>
<b>Liabilities</b>							
Amounts due to the Government and the SBV	-	-	1,700,330	53,201	2,085,165	-	3,838,696
Deposits and borrowings from other CIs	-	-	33,045,458	13,816,634	4,033,785	6,470,750	59,719,627
Mobilization from deposit from customers	-	-	29,720,093	21,353,798	57,449,579	7,023,781	115,547,271
Derivative financial instruments and other financial liabilities	-	-	(342,057)	46,016	311,004	-	14,963
Other borrowed and entrusted funds	-	-	-	-	-	1,020	1,020
Mobilization from valuable papers issued to customers	-	-	-	-	6,000,000	15,504,600	21,504,600
Other liabilities	-	-	913,612	877,395	2,329,302	387,419	4,564,659
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>65,037,436</b>	<b>36,147,044</b>	<b>72,208,835</b>	<b>29,387,570</b>	<b>205,190,836</b>
<b>Net liquidity gap</b>	<b>569,193</b>	<b>2,460,105</b>	<b>(7,301,598)</b>	<b>(7,125,102)</b>	<b>14,159,949</b>	<b>6,625,807</b>	<b>28,726,595</b>

**Approve the consolidated financial statements**

The financial statements are approved by the Board of Management on July **28** , 2023

Hanoi, **28** July 2023

**Preparer** 

**Nghiem Thi Thu Nga**

**Chief Accountant**



**Nguyen Thi Hoai Phuong**

**Deputy General Director**



**Nguyen Thi Thu Huong**

Y.C.P. 1/1

