BAC A BANK

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Bac A Commercial Joint Stock Bank

Form: B02a/TCTD-HN

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
as at 31 March 2025

	Notes	31 Mar 2025 million dong	31 Dec 2024 million dong
ASSETS			
Cash and cash equivalents on hand	**3**	**596,489**	**566,596**
Balances with the State Bank of Vietnam ("the SBV")	**4**	**61,484**	**798,225**
Placements with and loans to other banks	**5**	**20,260,623**	**16,023,622**
Placements with other banks	5.1	14,325,237	12,454,527
Loans and advances to other banks		5,935,386	3,569,095
Provision for loans to other banks			
Trading securities	**6**	**29,793,162**	**24,599,926**
Trading securities		29,793,162	24,599,926
Provision for trading securities			
Derivatives and other financial assets	**7**		**184,066**
Loans and advances to customers		**109,795,253**	**108,228,371**
Loans and advances to customers	8	111,173,828	109,552,804
Provision for loans and advances to customers	9	(1,378,575)	(1,324,433)
Investment securities	**10**	**8,121,237**	**9,380,559**
Available-for-sale securities		8,135,608	9,400,555
Held-to-maturity securities			
Provision for investment securities		(14,371)	(19,996)
Long-term investments	**11**	**30,656**	**146,156**
Investments in subsidiary			
Investments in joint venture			
Investments in associate			
Other long-term investments		52,605	168,105
Provision for long-term investments		(21,949)	(21,949)
Fixed assets		**1,051,933**	**1,058,591**
Tangible fixed assets		*167,633*	*171,659*
Cost		523,637	518,530
Accumulated depreciation		(356,004)	(346,871)
Financial leases			
Cost			
Accumulated depreciation			
Intangible fixed assets		*884,300*	*886,932*
Cost		1,013,815	1,012,665
Accumulated amortization		(129,515)	(125,733)
Investment properties		**3,683**	**3,683**
Cost		3,683	3,683
Accumulated depreciation			
Other assets	**12**	**5,651,021**	**4,496,898**
Receivables	12.1	502,446	299,819
Interest and fee receivables		5,079,341	4,125,759
Deferred tax assets			
Other assets	12.2	69,234	71,320
In which: Goodwill			
Provision for other assets			
TOTAL ASSETS		**175,365,541**	**165,486,693**

The accompanying notes from 1 to 35 form part of these interim consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)
as at 31 March 2025

	Notes	31 Mar 2025 million dong	31 Dec 2024 million dong
LIABILITIES			
Borrowings from the Government and the SBV	**13**	**5,625**	**7,504**
Deposits and borrowings from the Government and the SBV		5,625	7,504
Government bonds sold and bought back with the State Treasury			
Deposits and borrowings from other banks	**14**	**19,053,248**	**11,881,039**
Deposits from other banks	14.1	18,917,145	11,776,283
Borrowings from other banks	14.2	136,103	104,756
Customer deposits and other amounts due to customers	**15**	**124,794,490**	**122,549,687**
Derivatives and other financial liabilities	**7**	**30,162**	
Fund received, trusted funds and other borrowed funds		**37,863**	**25,652**
Valuable papers issued	**16**	**16,010,750**	**16,020,800**
Other liabilities		**3,357,743**	**3,219,561**
Interest and fee payables		2,803,866	2,456,206
Deferred tax liabilities			
Other payables	17	553,877	763,355
Provision for off-balance sheet commitments			
TOTAL LIABILITIES		**163,289,881**	**153,704,243**
OWNERS' EQUITY			
Capital and Reserves	**19**	**12,075,660**	**11,782,450**
Capital	*19.1*	*9,687,507*	*9,066,625*
Charter capital	19.1	9,580,218	8,959,336
Capital to purchase fixed assets			
Share premium	19.1	107,289	107,289
Treasury shares			
Preference shares			
Others			
Reserves	*19.1*	*1,045,470*	*1,045,470*
Foreign currency translation reserve			
Asset revaluation reserve			
Retained earnings	*19.1*	*1,342,683*	*1,670,355*
Non-controlling shareholders' interest			
TOTAL OWNERS' EQUITY	**19.1**	**12,075,660**	**11,782,450**
TOTAL LIABILITIES AND OWNERS' EQUITY		**175,365,541**	**165,486,693**

The accompanying notes from 1 to 35 form part of these interim consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)
as at 31 March 2025

OFF-STATEMENT OF FINANCIAL POSITION ITEMS

	Notes	31 Mar 2025 million dong	31 Dec 2024 million dong
Credit guarantees	***29***	***1,428,902***	***1,188,176***
Commitment on the foreign exchange transactions	***29***	***65,226,217***	***96,172,077***
Commitment on the purchase of foreign currency		2,220,325	16,809,800
Commitment on the sale of foreign currency		8,720,325	6,759,800
Commitment on the currency swap transactions		54,285,567	72,602,477
Commitments to conduct future transactions			
Irrevocable Loan Commitment	***29***	***1,404,854***	***1,330,645***
Commitments in L/C operations	***29***		
Other guarantees	***29***	***1,248,845***	***1,221,016***
Other commitments	***29***		
Uncollected interest and fee receivables	***30***	***614,655***	***692,361***
Bad debts written-off	***31***	***2,501,378***	***2,488,783***
Other assets and documents			
		72,424,851	**103,093,058**

Prepared by	Verified by	Approved by
Doan Thi Trang Lien	Hoang Quang Dung	
Accountant	Director of Finance	Deputy General Director

NGÂN HÀNG THƯƠNG MẠI CỔ PHẦN BẮC Á
PHÓ TỔNG GIÁM ĐỐC
Lê Ngọc Hồng Nhật

Nghe An, Vietnam, 21 April, 2025

The accompanying notes from 1 to 35 form part of these interim consolidated financial statements.

Bac A Commercial Joint Stock Bank

Form: B03a/TCTD-HN

INTERIM CONSOLIDATED STATEMENT OF INCOME
for Quarter I ended 31 March 2025

	Notes	For the Quarter ended		For the Period ended	
		31 Mar 2025 million dong	*31 Mar 2024 million dong*	*31 Mar 2025 million dong*	*31 Mar 2024 million dong*
Interest and similar income	20	3,199,861	3,022,162	3,199,861	3,022,162
Interest and similar expenses	21	(2,325,880)	(2,209,448)	(2,325,880)	(2,209,448)
Net interest and similar income		**873,981**	**812,714**	**873,981**	**812,714**
Fee and commission income	22	39,086	31,722	39,086	31,722
Fee and commission expenses	22	(17,542)	(8,724)	(17,542)	(8,724)
Net fee and commission income	**22**	**21,544**	**22,998**	**21,544**	**22,998**
Net gain/(loss) from foreign currency trading	**23**	**(3,829)**	**(11,680)**	**(3,829)**	**(11,680)**
Net gain/(loss) from trading securities	**24**				
Net gain/(loss) from investment securities	**24**	**63,703**	**11,539**	**63,703**	**11,539**
Other operating income		1,290	3,766	1,290	3,766
Other operating expenses		(125)	(708)	(125)	(708)
Net gain/(loss) from other operating activities	**25**	**1,165**	**3,058**	**1,165**	**3,058**
Dividend income	**26**				
TOTAL OPERATING INCOME		**956,564**	**838,629**	**956,564**	**838,629**
Employee expenses	27	(325,974)	(305,567)	(325,974)	(305,567)
Depreciation and amortization charges	27	(12,915)	(12,525)	(12,915)	(12,525)
Other operating expenses	27	(196,232)	(181,233)	(196,232)	(181,233)
TOTAL OPERATING EXPENSES		**(535,121)**	**(499,325)**	**(535,121)**	**(499,325)**
Profit from operating activities before provision for credit losses		**421,443**	**339,304**	**421,443**	**339,304**
Provision for credit losses		(106,764)	(52,894)	(106,764)	(52,894)
Reversal of provision for credit losses		52,622	52,180	52,622	52,180
Total income before Income tax		**367,301**	**338,590**	**367,301**	**338,590**

The accompanying notes from 1 to 35 form part of these interim consolidated financial statements

INTERIM CONSOLIDATED STATEMENT OF INCOME (continued)
for Quarter I ended 31 March 2025

	Notes	For the Quarter ended		For the Period ended	
		31 Mar 2025 million dong	31 Mar 2024 million dong	31 Mar 2025 million dong	31 Mar 2024 million dong
Current corporate income tax	18	(74,091)	(67,718)	(74,091)	(67,718)
Deferred corporate income tax					
Corporate income tax ("CIT")		**(74,091)**	**(67,718)**	**(74,091)**	**(67,718)**
NET PROFIT FOR THE PERIOD		**293,210**	**270,872**	**293,210**	**270,872**

Prepared by	Verified by	Approved by
Doan Thi Trang Lien	Hoang Quang Phuong	
Accountant	Director of Finance	Deputy General Director

Nghe An, Vietnam...21.....April, 2025

The accompanying notes from 1 to 35 form part of these interim consolidated financial statements

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
for Quarter I ended 31 March 2025

	Notes	For the Period ended 31 Mar 2025 million dong	31 Mar 2024 million dong
OPERATING ACTIVITIES			
Interest and similar income receipts		1,656,425	1,747,944
Interest and similar expense payments		(1,977,574)	(2,977,158)
Fees and commission income proceeds		21,544	22,998
Net receipts from foreign currencies and securities trading		640,394	817,483
Other operating income proceeds		386	(428)
Proceeds from bad debts written-off		779	3,486
Payments to employees and for other operating activities		(760,987)	(549,482)
Corporate income tax paid during the period	18	(86,375)	(99,412)
Net cash flows from operating activities before changes in operating assets and working capital		**(505,408)**	**(1,034,569)**
Changes in operating assets			
(Increase)/decrease in due from banks		(2,816,292)	(1,235,298)
(Increase)/decrease in trading and investment securities		(3,121,740)	3,614,555
(Increase)/decrease in derivatives and other financial assets		184,066	
(Increase)/decrease in loans and advances to customers		(1,621,024)	(688,751)
Decrease in provision to write off and compensate for loan losses and devaluation of investment securities & long-term investments		(5,625)	(24,634)
(Increase)/decrease in other assets		(191,209)	(237,712)
Changes in operating liabilities			
Increase/(decrease) in borrowings from the Government and the SBV		(1,879)	(4,587)
Increase/(decrease) in due to banks		7,172,209	(1,862,207)
Increase/(decrease) in due to customers		2,244,803	(352,210)
Increase/(decrease) in valuable papers issued (except for long-term valuable papers issued disclosed in financing activities)			
Increase/(decrease) in other borrowed funds		12,211	4,193
Increase/(decrease) in derivatives and other financial liabilities		30,162	140,241
Increase/(decrease) in other liabilities		41,590	(165)
Payments from reserves			
Net cash flows from operating activities		**1,421,864**	**(1,681,144)**
INVESTING ACTIVITIES			
Purchase of fixed assets		(6,257)	(7,701)
Proceeds from sale of fixed assets			
Disbursements for sale of fixed assets			
Purchase of investment properties			
Proceeds from sale of investment properties			
Disbursements for sale of investment properties			
Investments in joint ventures, associates and others			
Proceeds from sales of investment in joint ventures, associates and others			
Dividend receipts from long-term investments in the period			
Net cash flows from/(used in) investing activities		**(6,257)**	**(7,701)**

The accompanying notes from 1 to 35 form part of these interim consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (continued)
for Quarter I ended 31 March 2025

	Notes	For the Period ended 31 Mar 2025 million dong	31 Mar 2024 million dong
FINANCING ACTIVITIES			
Increase in charter capital		620,882	625,070
Proceeds from subordinated debts to increase tier 2 capital			
Repayment of subordinated debts to reduce tier 2 capital		(10,695)	(224,557)
Dividend payment to shareholders		(620,882)	(625,070)
Purchase of treasury shares			
Proceeds from sale of treasury shares			
Net cash flows from financing activities		**(10,695)**	**(224,557)**
Net increase/(decrease) in cash and cash equivalents during the period		**1,404,912**	**(1,913,402)**
Cash and cash equivalents at the beginning of the period		**14,769,109**	**15,206,324**
Foreign exchange difference			
Cash and cash equivalents at the end of the period	**28**	**16,174,021**	**13,292,922**

Prepared by	Verified by	Approved by
Doan Thi Trang Lien	Hoang Quang Dung	Deputy General Director
Accountant	Director of Finance	

NGÂN HÀNG THƯƠNG MẠI CỔ PHẦN BẮC Á

PHÓ TỔNG GIÁM ĐỐC
Lê Ngọc Hồng Nhật

Nghe An, Vietnam,...21.....April, 2025

The accompanying notes from 1 to 35 form part of these interim consolidated financial statements.

1. CORPORATE INFORMATION

Bac A Commercial Joint Stock Bank (herein referred to as "the Bank" or "Bac A" or "Bac A Bank") is a joint stock commercial bank registered in the Socialist Republic of Vietnam.

Establishment and Operations

The Bank was initially established on 01 September 1994 under Business License No. 0052-NH/GP issued by the State Bank of Vietnam for operating duration of 99 years.

The Bank's principal activities are to provide banking services including mobilizing and receiving short-term, medium-term and long-term deposits from organizations as well as individuals; making short-term, medium-term and long-term loans and advances to both organizations and individuals based on the nature and capability of the Bank's sources of capital; foreign exchange transactions; international trade finance services; discount of commercial papers, bonds and other valuable papers; and other banking services as approved by the State Bank of Vietnam.

Chartered Capital

The chartered capital of the Bank as at 31 March 2025 is VND 9,580,218,430,000 (Nine thousand five hundred eighty billion, two hundred eighteen million, four hundred thirty thousand dong).

Board of directors

Members of the Board of Directors as at the date of this report are as follows:

Name	*Title*	*Date of Appointment/ Resignation*
Ms.Tran Thi Thoang	Chairwoman	Reappointed on 27 April 2024
Ms.Thai Huong	Vice-chairwoman	Reappointed on 27 April 2024
Mr. Vo Van Quang	Member	Reappointed on 27 April 2024
Mr. Dang Thai Nguyen	Member	Reappointed on 27 April 2024
Ms. Hoang Hong Hanh	Independent member	Appointed on 27 April 2024

Board of Management

Members of the Board of Management as at the date of this report are as follows:

Name	*Title*	*Date of Appointment/ Resignation*
Ms. Thai Huong	General Director	Appointed on 01/09/1994
Mr. Dang Trung Dung	Standing Deputy General Director	Appointed on 28/07/2016
Mr. Chu Nguyen Binh	Deputy General Director	Appointed on 01/03/2008
Mr. Truong Vinh Loi	Deputy General Director	Appointed on 30/05/2008
Mr. Vo Van Quang	Deputy General Director	Appointed on 01/07/2009
Mr. Nguyen Trong Trung	Deputy General Director	Appointed on 15/05/2003
Mr. Nguyen Viet Hanh	Deputy General Director	Appointed on 05/03/2015
Mr. Le Ngoc Hong Nhat	Deputy General Director	Appointed on 01/05/2016
Mr. Nguyen Ai Dan	Deputy General Director	Appointed on 01/06/2017
Ms. Thai Thi Nga	Deputy General Director	Appointed on 03/10/2023

Location and operation network

The Bank's Head Office is located at 117, Quang Trung Street, Vinh City, Nghe An Province. As at 31 March 2025, the Bank has one (01) Head Office and fifty nine (59) active branches nationwide.

1. CORPORATE INFORMATION (continued)

Subsidiaries

As at 31 March 2025, the Bank has two (02) subsidiaries wholly owned by the Bank, which are:

- Bac A Debt Management and Asset Development one sole member Company Limited, specializing in debt and asset management. The Company was established under Decision 939/QD – HDQT of the Board of Directors of Bac A Bank dated 12 December 2009 and Decision 330/QD-NHNN issued by the Governor of the State Bank of Vietnam on 11 February 2010.
- Bac A Money Transfer Company Limited was established under Business Registration No. 0107983828 dated 05 September 2017 issued by the Hanoi Authority of Planning and Investment. Its main activities are providing foreign money transfer services and payment services.

Employees

As at 31 March 2025, the total number of employees of the Bank (including Subsidiaries) is 3,949 persons (the total number as at 31 December 2024 is 3,886 persons).

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Statement of compliance

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

2.2 Basis of presentation

The interim consolidated financial statements of the Bank are prepared in accordance with Accounting System for Credit Institutions required under Decision 479/2004/QD-NHNN issued on 29 April 2004 by the Governor of the State Bank of Vietnam which was enacted from 1 January 2005 and other legal documents *(decisions/circulars)* on amendment and supplementation of Decision 479/2004/QD-NHNN, Decision 16/2007/QD-NHNN issued on 18 April 2007, Circular No. 49/2014/TT-NHNN issued on 31 December 2014, Circular No. 22/2017/TT-NHNN issued on 29 December 2017 and Circular No. 27/2021/TT-NHNN issued on 31 December 2021 by the Governor of the State Bank of Vietnam, Vietnamese Accounting Standards and related regulations issued by the Ministry of Finance as per:

- Decision 149/2001/QD-BTC dated 31 December 2001 on the Issuance and Promulgation of Four Vietnamese Standards on Accounting (Series 1);
- Decision 165/2002/QD-BTC dated 31 December 2002 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 2);
- Decision 234/2003/QD-BTC dated 30 December 2003 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 3);
- Decision 12/2005/QD-BTC dated 15 February 2005 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 4); and
- Decision 100/2005/QD-BTC dated 28 December 2005 on the Issuance and Promulgation of Four Vietnamese Standards on Accounting (Series 5).

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

2.2 *Basis of presentation* (continued)

The accompanying interim consolidated financial statements have been prepared using accounting principles, procedures and reporting practices generally accepted in Vietnam. Accordingly, the accompanying interim consolidated statement of financial position, interim consolidated statement of income, interim consolidated statement of cash flows and notes to the interim consolidated financial statements and their utilization are not designed for those who are not informed about Vietnam's accounting principles, procedures and practices and furthermore are not intended to present its financial position, financial performance and its cash flows in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

2.3 *Fiscal year and accounting currency*

The Bank's fiscal year starts on 01 January and ends on 31 December.

These interim consolidated financial statements are prepared for the 1st Quarter of 2025, which starts on 01 January 2025 and ends on 31 March 2025.

Monetary unit used in accounting is Vietnamese Dong (VND). For the purpose of preparing the consolidated financial statements, all amounts are rounded to the nearest million and presented in VND million (million dong).

2.4 *Accounting estimates and assumptions*

The preparation of the Consolidated financial statements requires the Bank to make estimates and assumptions which affect the reported figures of assets and liabilities as well as the disclosure of contingent liabilities. These estimates and assumptions also affect income, expenses and the resultant provisions. Such estimates are necessarily based on assumptions involving varying degrees of subjectivity and uncertainty. Therefore, actual results may lead to the adjustments of such provisions in the future.

2.5 *Basis of consolidation*

The interim consolidated financial statements comprise of the financial statements of the Bank and its subsidiaries as at and for the accounting period (as disclosed in Note 2.3). The financial statements of the subsidiaries are prepared for the same accounting period and in accordance with prevailing accounting policies and regulations.

All intra-group balances, transactions, income and expense and unrealized profits and losses resulting from intra-group transactions are eliminated in full.

The financial statements of subsidiaries (as disclosed in Note 1) and those of the Bank are fully consolidated from the date when control is transferred to the Bank. Control is achieved when the Bank has the power to govern directly or indirectly the financial and operating polices of an entity so as to obtain benefits from its activities. The results of subsidiaries acquired or disposed of during the year are included in the interim consolidated statement of income from the date of acquisition or up to the date of disposal, as appropriate.

2.6 *Cash and cash equivalents*

Cash and cash equivalents consist of cash, gold and gemstones, balances with the State Bank of Vietnam, government bills and other short-term valuable papers eligible for SBV discount, current account and deposits with other credit institutions with maturity of less than 90 days from the date of granting and short-term investments with original terms not exceeding 90 days, with high liquidity and can be easily converted into defined amount of cash and do not have much risk in conversion into cash.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

2.7 *Deposit and loans to other credit institutions*

Deposits with and loans to other credit institutions are disclosed and presented at the amount of principal outstanding at the end of the accounting period.

The credit risk classification for deposits with and loans to other credit institutions is made in accordance with Circular No. 31/2024/TT-NHNN dated 30 June 2024 provides for the classification of assets in operations of commercial banks, non-bank credit institutions and foreign bank branches ("Circular 31/2024").

Provisions for deposits with and loans to other credit institutions is made in accordance with Decree No. 86/2024/ND-CP dated 11 July 2024 provides for amounts and methods of establishing risk provisions and use of provisions for management of risks arising from operations of credit institutions and foreign bank branches ("Decree 86/2024"). Accordingly, the Bank makes specific provisions for deposits (excluding demand deposits) and loans to other credit institutions.

According to Decree 86/2024, the Bank is not required to make a general provision for deposits with and loans to other credit institutions.

2.8 *Loans and advances to customers*

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

Loans classification

According to Circular No. 31/2024/TT-NHNN by the State Bank of Vietnam dated 30 June 2024, taking effect from 01 July 2024, replacing Circular No. 11/2021/TT-NHNN, loans to customers are classified as follows: Current, Special mentioned, Sub-standard, Doubtful and Loss based on overdue status and other qualitative factors of the loans.

The Bank also applies the regulations on loan restructuring and retention of the latest debt classification for the loans that meet the requirements of Circular No. 01/2020-TT-NHNN ("Cicular 01/2020") dated 13 March 2020, Circular No. 03/2021/TT-NHNN ("Circular 03/2021") dated 2 April 2021 amending, supplementing some articles of Circular 01/2020, Circular No. 14/2021/TT-NHNN ("Circular 14/2021") dated 7 September 2021 amending, supplementing some articles of Circular 01/2020 providing guidance on loan restructuring, exemption or reduction of interest and fees and retention of loan classification group to assist the borrowers affected by Covid-19 pandemic, Circular No. 02/2023/TT-NHNN ("Circular 02/2023") providing instructions on debt rescheduling and retention of debt category to assist borrowers in difficulties issued by Sate Bank of Viet Nam dated 23 April 2023.

Provision for credit losses

As of 11 July 2024, the Bank makes provisions for credit losses according to Decree No. 86/2024/ND-CP. Risk provisions is calculated monthly and recorded as the following month's provision expense. According to Decree 86/2024, once a month, within the first 07 (seven) days of the month, the Bank shall make provision for risks according to the results of classification of debts by the end of the last day of the preceding month. Provisions for credit risks include specific provisions and general provisions.

The provisions are recorded in the interim consolidated statement of income as an expense and will be used to write off any credit losses incurred.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

2.8 *Loans and advances to customers (continued)*

Specific provision: Specific provision is calculated based on loan balance of each borrower less value of collateral assets discounted at predetermined percentage for each kind of collateral assets. Specific provision rate applied to each group are as follows:

Group	*Name*	*Specific provision rate*
1	Current	0%
2	Special Mentioned	5%
3	Substandard	20%
4	Doubtful	50%
5	Loss	100%

In addition, The Bank has complied with regulations of specific provision for customers whose debts are rescheduled, exempt or reduce interest in accordance with Circular 03/2021, customers whose debts are rescheduled, exempt or reduce interest in accordance with Circular 02/2023.

General provision: In accordance with these legal documents (decisions/circulars), the Bank is required to fully make and maintain a general provision at 0.75% of total loans and advances to customers, which are classified from groups 1 to 4.

Write off

According to these legal documents (decisions/circulars), at the discretion of the Bank's Bad Debt Resolution Committee, the Bank can write off the loans that are classified in Group 5 and of which the borrowers are bankrupted or liquidated (for corporate) or are deceased or missing (for individuals).

2.9 *Trading securities*

Trading securities are debt securities, equity securities and other securities purchased for trading purposes. Trading securities are initially recognized at cost.

Listed trading debt securities are recognized at cost less allowance for impairment of securities determined on the rate of return listed on the Hanoi Stock Exchange at the statement of financial position date.

Corporate bonds that are not listed on the stock market or registered for trading in the transaction market of unlisted public companies will be made a provision for risks in accordance with Decree No. 86/2024/ND-CP.

Equity securities are recognized at cost in the subsequent holding period. Periodically, equity securities are permitted to establish a provision for diminution in value when their carrying amount is higher than the market value. In case the market value of securities cannot be determined, an allowance will not be made for securities. Provision for devaluation is recognized in the income statement in the item "*Net gain/(loss) from trading securities*".

Gains or losses by cash from sales of trading securities are recognized in the income statement. Trading securities are stopped recognizing when any entitlement to receive cash flows from these securities has expired or the Bank has transferred substantially all risks and rewards of ownership.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

2.10 Investment securities

2.10.1 Available-for-sale securities

Available-for-sale investment securities include debt securities and equity securities held by the Bank for investment and available-for-sale purposes that are not qualified to be classified as trading securities but can be sold at any time whenever it is considered beneficial.

Equity securities recorded as available-for-sale investment securities are securities listed on equity securities markets, recorded at cost on the transaction date and always reflected at cost during the next holding period.

Debt securities are recognized at par value on the transaction date. The accrued interest of a security before buying (for debt security with interest payment later) or interest received in advance waiting for allocation (for debt securities with interest payment in advance) is reflected in a separate account. The discount/premium is the negative/positive difference between the original price and the value of the amount including par value plus (+) accrued interest before the purchase (if any) or minus (-) the interest received in advance, awaiting allocation (if applicable) is also reflected on a separate account.

During the next holding period, these debt securities are recognized at par value and discount/premium (if any) is amortized to the consolidated statement of income on a straight-line basis over the period estimated residual stock. Interest accrued before buying is reduced to the value of the accrued interest account, and interest accrued after the purchase date is recognized as the Bank's income on the accrual basis. Interest received in advance is amortized to the securities investment interest income on a straight-line basis over the term of securities investment.

Available-for-sale securities are subject to devaluation review periodically. Available-for-sale securities are subject to devaluation when their carrying amount is higher than the market price. In case the market value of securities cannot be determined, an allowance will not be made for securities. Provision for devaluation is recognized in the consolidated statement of income in the item "*Net gain/(loss) from investment securities*".

For corporate bonds unlisted on the stock market or unregistered for trading on the transaction market of unlisted public enterprises, the Bank shall make provisions for credit risks in accordance with Decree No. 86/2024/ND-CP.

2.10.2 Held-to-maturity securities

Held-to-maturity investment securities is debt securities purchased by the Bank for investment purposes to earn interest and the Bank has the intention and ability to hold these securities to maturity. Held-to-maturity investment securities have determinable value and specific maturity date. In the event that securities are sold out before maturity, these securities will be reclassified to trading securities or available-for-sale securities.

Held-to-maturity investment securities are recognized and measured in the same way as available-for-sale investment securities presented in Note 2.10.1.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

2.11 *Other long-term investments*

Other long-term investments represent the Bank's capital investments in other entities where the Bank owns less than 11% of voting rights and the securities of these entities are not listed on the stock market. These investments are initially at cost on the transaction date.

Provision for diminution in the value of investment is made when there is substantial evidence indicating a decline in the value of these investments at the statement of financial position date.

The provision is reversed if the recoverable amount of the investments increases after making provision. It is reversed to the extent that the carrying value of these investments does not exceed the carrying value of this investment assuming that no allowance has been recorded.

Increase or decrease in provision for long-term investments is recognized into the Consolidated Income Statement.

2.12 *Fixed assets*

Fixed assets are stated at cost less accumulated amortization. The cost of a fixed asset comprises its purchase price plus any directly attributable costs of bringing the asset to working condition for its intended use.

Cost related to additions, improvements and renewals are capitalized while expenditures for maintenance and repairs are charged to the interim consolidated statement of income.

When assets are sold or liquidated, their cost and accumulated depreciation are removed from the interim consolidated statement of financial position and any gains or losses resulting from their disposal are recorded to the interim consolidated statement of income.

2.13 *Depreciation and amortization*

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

Buildings and structures	08 - 38 years
Machines and equipment	03 - 13 years
Transportation vehicles	06 - 11 years
Office equipment	03 - 05 years
Land use rights (*)	based on lease term
Computer software	03 - 08 years

(*): The cost of the land use rights is not amortized if it is granted by the Government of Vietnam and has indefinite term. The cost of definite land use rights with definite term is amortized over the lease term.

2.14 *Receivables are classified as credit-risk assets*

Receivables classified as credit-risk assets are recorded at cost. The Bank performs debt classification for receivables classified as credit risk-weighted assets in accordance with Circular 31/2024/TT-NHNN and makes provisions for credit risk in accordance with the provisions of Decree 86/2024/ND-CP.

2.15 *Others Receivables*

Other receivables that are not classified as credit risk assets are stated at cost and subsequently presented at cost in the following periods.

Other receivables are subject to review for risk provision based on the principal overdue or according to the expected loss that may occur in case of undue debt but the indebted economic institutions go bankrupt, or undergo dissolution procedures, debtors are missing, have fled from business locations, are prosecuted, detained or tried by law enforcement bodies or dead. Provision expense is recognized in item *"Expenses for risk provision"* in the income statement.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

2.15 *Others Receivables (continued)*

For overdue receivables, the provision rates are as follows:

Overdue period	*Provision rate*
From over 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%

2.16 *Prepaid expenses and pending expenses*

Amortization costs comprise short-term prepayments or long-term prepayments on a consolidated statement of financial position and are amortized over the prepayment period or the time when corresponding economic benefits are generated out from these costs.

2.17 *Goodwill*

Goodwill arising from a business combination is initially recognized at cost, which is the difference between the cost of the business combination and the buyer's share in the fair value of an asset or liability. Identifiable payments and contingent liabilities recorded. If the cost of the business combination is lower than the fair value of the net assets of the acquire, the difference will be recognized in the consolidated statement of income. Goodwill is determined by cost less accumulated amortization after the initial recognition. Goodwill is amortized on a straight-line basis over its estimated useful lives of ten (10) years or less.

2.18 *Repurchase and Resale Contract*

Securities sold and committed to repurchase at a certain time in the future are still recognized in the consolidated financial statements. Amounts received under this agreement are recognized as a borrowing on the consolidated statement of financial position and the difference between the selling and buying price is amortized on a straight-line basis and recognized in the consolidated statement of income during the valid period of the contract.

Securities purchased under the same commitment to resell at a certain time in the future. Settlement under this agreement is recognized as a loan on the consolidated statement of financial position and the difference between the sale and purchase price is amortized on a straight-line basis and recognized in the consolidated statement of income during the valid period of the contract.

2.19 *Operating lease*

Operating lease payments are recognized in the consolidated income statement on a straight-line basis over the term of the lease. Rental commissions received are recognized in the consolidated income statement as an integral part of total rental expenses.

2.20 *Borrowings, deposits and valuable papers issued*

Debts to the Government and the State Bank are stated at cost.

Deposits with other credit institutions, customers, valuable papers and financing, trust financing, and loans at risk credit institutions are announced and presented at the balance original. At the time of initial recognition, issue costs of bonds are reduced to a decrease in the original balance of the bonds. The Bank shall amortize these expenses into *"Interest expenses and similar expenses"* using the straight-line method in accordance with the term of valuable papers.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

2.21 *Foreign currency transactions*

According to the Bank's accounting system, all transactions are recorded in original currencies. At the end of the period, assets and liabilities denominated in foreign currencies are converted into VND at the exchange rate as at the date of the consolidated statement of financial position. The Bank's foreign currency income and expenses are converted into VND at the exchange rate on the transaction date. Foreign exchange differences due to revaluation of assets and liabilities denominated in foreign currencies into VND are recognized in the consolidated income statement.

2.22 *Payables and accruals*

Payables and accruals are recognized for the future payables related to goods and services received regardless of whether the Bank has received the supplier's invoice.

2.23 *Shareholders' equity*

Ordinary shares

Ordinary shares are classified as equity. Incremental costs directly attributable to the issuance of ordinary shares are recognized as a deduction from share premium in equity.

Shares premium

The difference between the issue price and par value of the security is recognized in share premium in equity.

Funds of credit institution

Funds are used for specific purposes and are extracted from the Bank's profit after tax based on the prescribed ratios and the Resolution of the General Meeting of Shareholders:

- Reserve fund for supplementing charter capital: 5% of profit after tax, not exceeding the Bank's charter capital;
- Financial reserve fund: 10% of profit after tax;
- Other funds: deducted in accordance with current regulations and resolutions of the General Meeting of Shareholders.

2.24 *Recognition of revenues and expenses*

2.24.1 *Interest income and interest expense*

Interest income and interest expense are recognized in the consolidated income statement on an accrual basis. Accrued interest income arising from loans classified from groups 2 to 5 according to applicable laws of the State bank of Vietnam and loans with repayment term rescheduled under Circular 01/2020 and Circular 02/2023 will not be recognized in the statement own business performance. Accrued interest on these debts is recorded on off-balance sheet account and recognized in the consolidated statement of income when the Bank actually collects it.

2.24.2 *Banking service fees*

Banking service fees are recognized when the service is rendered.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

2.24 Recognition of revenues and expenses (continued)

2.24.3 Revenue from investment activities

Revenue from securities trading is determined based on the difference between the selling price and the cost of the securities.

Cash dividends are recognized in the consolidated statement of income when the Bank's right to receive cash dividends is established.

Dividends received in the form of shares, bonus shares and stock options for existing shareholders, shares divided from undistributed earnings are not recognized as an increase in the value of the investment and are not recognized as an income of the Bank that only updates the number of shares.

2.24.4 Revenue from other services

When the contract results can be determined with certainty, revenue will be recognized based on the level of work completion. If the outcome of the contract cannot be determined with certainty, revenue is recognized only to the extent that the expenses recognized are recoverable.

2.24.5 Accounting for receivable but unrecognized revenue

According to Circular No. 16/2018/TT-BTC dated 07 February 2018 of the Ministry of Finance guiding a number of articles on the financial regime for credit institutions and foreign bank branches, receivable from uncollectible accrued income at the due date are recorded as a reduction in revenue if the income has been accrued in the same accounting period or recorded as an expense if the income has been accrued in the different accounting periods and monitored in off-balance sheet. Upon receipt of these amounts, the Bank will record it as income on the consolidated statement of income.

2.25 Corporate income taxes

2.25.1 Current corporate income tax

Tax assets and tax liabilities for the current year and previous years are measured at the amount payable to (or recovered from) the tax authorities based on enacted tax rates and tax laws at the date of consolidated statement of financial position.

Current income taxes are recognized in the consolidated income statement except when it relates to items recognized directly to shareholders' equity, in which case the current income tax is also recognized directly to shareholders' equity.

The Bank can only offset current income tax assets and current income tax payables when the Bank has a legal right to offset current income tax assets with current income tax payables on a net basis and intend to do so.

The Bank's reports on tax return are subject to inspection by the tax authorities. Tax amounts presented in the consolidated financial statements are subject to change upon the final decision by the tax authorities.

2.25.2 Deferred income tax

Deferred income tax is identified as temporary differences between payable assets and liabilities subject to income tax and their book value presented on consolidated financial statements as at statement of financial position date.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

2.25 Corporate income taxes (continued)

2.25.2 Deferred income tax (continued)

Deferred income tax liabilities are recognized for all taxable temporary differences except where the income tax arises in relation to an item that is credited to equity, in which case the deferred income tax is also recorded directly into equity.

Deferred tax assets are recognized for all deductible temporary differences, the amount transferred to the following years of unused tax losses and unused tax incentives, where certain in the future there will be taxable profits to use these unused deductible differences, tax losses and tax incentives. Previously unrecognized deferred tax assets are reconsidered at the statement of financial position date and recognized when there is certain future taxable profit available for the use of the unrecognized deferred income tax assets. Deferred income tax assets and deferred income tax liabilities are determined at the tax rates expected to apply for the fiscal year when the asset is recovered or the liability is settled, based on tax rates and Tax law takes effect on the statement of financial position date.

2.26 Provision for off-balance sheet commitments

According to SBV's relevant legal documents, credit institutions must classify and make provision for guarantees, payment acceptances, and irrevocable loan commitments with specific effective date (generally called *off-balance sheet commitments*) into groups as regulated, namely *Current, Special Mentioned, Substandard, Doubtful* and *Loss* based on the overdue status and other qualitative factors.

Provision for off-balance sheet commitments is calculated similarly to the provision for loans and advances to customers as described in Note 2.8.

2.27 Currency derivative contracts

The Bank enters into forward and swap contracts to enable customers to transfer, adjust or reduce their foreign exchange or other market risks, and at the same time serve the Bank's business purposes.

Foreign currency forward contracts

Forward contracts are commitments to buy or sell a certain currency at a specified future date at a predetermined rate and to be paid for in money. Forward contracts are recognized at nominal value on the transaction date and are periodically revalued, the difference from revaluation is recognized in the consolidated income statement.

Swap contracts

Swap contracts are commitments to settle in cash at a future date based on the difference between the predetermined rates calculated on the notional principal amount or commitments to pay the accrued interest. A floating rate or a fixed rate charged on the same nominal amount over the same period of time.

Currency swap contracts are revalued on a periodic basis, the difference from revaluation is recorded in the consolidated income statement.

Interest rate swap differences are recognized in the consolidated income statement on an accrual basis.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

2.28 *Related parties*

Parties are considered to be related parties of the Bank if one party has the ability, directly or indirectly, to control the other party or influence the other party to make financial and operating decisions, or when the Bank and the other party are under common control or common material influence. Related parties can be corporations or individuals, including close family members of any individual considered to be related.

2.29 *Offsetting*

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

2.30 *Restatement of opening balances*

Bac A Bank's independent auditors did not propose any audit adjustment to the Bank's consolidated financial statements for the year ended 31 December 2024.

Therefore, Bac A Bank is not required to make any restatement to the opening balances (31 December 2024) of the interim consolidated financial statements for Quarter I and the period ended 31 March 2025.

3. CASH AND CASH EQUIVALENTS ON HAND

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Cash on hand in VND	548,636	522,970
Cash on hand in foreign currencies	47,853	43,626
	596,489	**566,596**

4. BALANCES WITH THE STATE BANK OF VIETNAM ("THE SBV")

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Current accounts at the SBV	61,484	798,225
	61,484	**798,225**

5. PLACEMENTS WITH AND LOANS TO OTHER BANKS

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Placements with other banks	14,325,237	12,454,527
Loans to other banks	5,935,386	3,569,095
Provision for credit losses of loans to other banks		
	20,260,623	**16,023,622**

5. PLACEMENTS WITH AND LOANS TO OTHER BANKS (continued)

5.1 *Placements with other banks*

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Demand deposits with other banks	**7,299,387**	**6,328,677**
In VND	5,932,547	4,965,505
In foreign currencies	1,366,840	1,363,172
Term deposits with other banks	**7,025,850**	**6,125,850**
In VND	7,000,000	6,100,000
In foreign currencies	25,850	25,850
	14,325,237	**12,454,527**

6. TRADING SECURITIES

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Debt securities	**29,793,162**	**24,599,926**
Certificate of deposits	29,793,162	24,599,926
Equity securities		
Securities issued by other local credit institutions		
Securities issued by local business entities		
Other trading securities		
Provision for trading securities		
	29,793,162	**24,599,926**

7. DERIVATIVES AND OTHER FINANCIAL ASSETS

	Total value of financial contracts (the exchange rates are based on the effective date of contract) million dong	*The book value of financial contracts (the exchange rates are based on the statement of financial position date)*	
		Assets million dong	*Liabilities million dong*
As at 31 Mar 2025			
Derivative contracts	***30,162***		***30,162***
Swap currency contracts	30,162		30,162
Other derivative contracts			
As at 31 Dec 2024			
Derivative contracts	***184,066***	***184,066***	
Swap currency contracts	184,066	184,066	
Other derivative contracts			

8. LOANS AND ADVANCES TO CUSTOMERS

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Loans to local business entities and individuals	111,173,500	109,552,476
Discount of commercial bills and valuable papers		
Trust loans	240	240
Other loans	88	88
	111,173,828	**109,552,804**

Commercial loans include short-term, medium-term and long-term loans, inclusive of syndicated loans that the Bank participated in VND and USD.

8.1 Analysis of loans by quality

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Current	109,270,338	107,804,232
Special mentioned	497,869	389,411
Substandard	132,637	194,360
Doubtful	201,518	270,901
Loss	1,071,466	893,900
	111,173,828	**109,552,804**

8.2 Analysis of loans by original terms

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Short-term loans	50,964,411	51,798,983
Medium-term loans	17,119,366	15,368,916
Long-term loans	43,090,051	42,384,905
	111,173,828	**109,552,804**

9. CHANGES IN THE PROVISION FOR CREDIT LOSSES

The breakdown of provision for loan losses as at 31 March 2025 that is disclosed in the interim consolidated statement of financial position is as follows:

	31 Mar 2025 million dong
Specific provision	552,807
General provision	825,768
	1,378,575

Changes in the provision for credit losses during the period ended 31 March 2025 are summarized below:

	Specific provision million dong	*General provision million dong*	*Total million dong*
Opening balance	**509,491**	**814,942**	**1,324,433**
Provision expense in the period	73,631	33,133	106,764
Reversal of provision during the period	(30,315)	(22,307)	(52,622)
Bad debts written-off during the period			
Closing balance	**552,807**	**825,768**	**1,378,575**

Changes in the provision for credit losses during the year 2024 are summarized below:

	Specific provision million dong	*General provision million dong*	*Total million dong*
Opening balance	**454,647**	**745,039**	**1,199,686**
Provision expense in the period	184,520	90,331	274,851
Reversal of provision during the period	(103,010)	(20,428)	(123,438)
Bad debts written-off during the period	(26,666)		(26,666)
Closing balance	**509,491**	**814,942**	**1,324,433**

10. INVESTMENT SECURITIES

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Available-for-sale securities	**8,121,237**	**9,380,559**
Debt securities	***7,883,608***	***9,264,055***
Securities issued by the Government of Vietnam	3,465,367	3,695,935
Securities issued by other local credit institutions	2,502,139	2,902,018
Securities guaranteed by the Government	*2,301,394*	*2,301,964*
Securities issued by other local credit institutions	*200,745*	*600,054*
Securities issued by local business entities	1,916,102	2,666,102
Equity securities	***252,000***	***136,500***
Securities issued by other local credit institutions	136,500	136,500
Securities issued by local business entities	115,500	
Provision for available-for-sale securities	***(14,371)***	***(19,996)***
	8,121,237	**9,380,559**

11. OTHER LONG-TERM INVESTMENTS

Details of other long-term investments are as follows:

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Investment in subsidiary		
Other long-term investments	52,605	168,105
Provision for long-term investments	(21,949)	(21,949)
	30,656	**146,156**

12. OTHER ASSETS

	31 Mar 2025 million dong	31 Dec 2024 million dong
Interest and fee receivables	5,079,341	4,125,759
Construction in progress		
Receivables	502,446	299,819
Other assets	69,234	71,320
Deferred tax assets		
	5,651,021	**4,496,898**

12.1 Receivables

	31 Mar 2025 million dong	31 Dec 2024 million dong
Internal receivables	**233,634**	**69,366**
Receivables from employees	50,382	28,987
Other internal receivables	183,252	40,379
External receivables	**268,812**	**230,453**
Receivables from customers	204,215	168,009
Margin deposits	61,565	59,447
Receivables from State Budget	3,032	2,997
Construction in progress		
	502,446	**299,819**

12.2 Other assets

	31 Mar 2025 million dong	31 Dec 2024 million dong
Trust assets		
Prepaid expenses	39,776	41,206
Foreclosed assets		
Others	29,458	30,114
	69,234	**71,320**

13. BORROWING FROM GOVERNMENT AND THE SBV

	31 Mar 2025 million dong	31 Dec 2024 million dong
Borrowings from the SBV	**5,625**	**7,504**
Borrowings on the basis of credit file	5,625	7,504
Discount loans		
Borrowings against mortgage of valuable papers		
Deposits from the State Treasury		
Government bonds sold and bought back with the State Treasury		
Other borrowings		
	5,625	**7,504**

14. DEPOSITS AND BORROWINGS FROM OTHER BANKS

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Deposits from other banks	18,917,145	11,776,283
Borrowings from other banks	136,103	104,756
	19,053,248	**11,881,039**

14.1 Deposits from other banks

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Demand deposits	**5,901,145**	**4,901,283**
In VND	5,901,145	4,901,283
In foreign currencies		
Term deposits	**13,016,000**	**6,875,000**
In VND	12,791,000	6,400,000
In foreign currencies	225,000	475,000
	18,917,145	**11,776,283**

14.2 Borrowings from other banks

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
In VND	**135,404**	**104,057**
In which: Discount and rediscount loans		
In foreign currency	**699**	**699**
In which: Discount and rediscount loans		
	136,103	**104,756**

15. DEPOSITS AND OTHER AMOUNTS DUE TO CUSTOMERS

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Demand deposits	**3,330,681**	**3,433,196**
Demand deposit in VND	3,305,043	3,383,320
Demand saving deposits in VND	46	46
Demand deposits in foreign currencies	25,592	49,830
Demand saving deposits in foreign currencies		
Term deposits	**121,278,811**	**118,967,213**
Term deposit in VND	3,366,917	3,819,420
Term saving deposits in VND	117,833,273	115,073,918
Term deposits in foreign currencies		
Term saving deposits in foreign currencies	78,621	73,875
Deposits for specific purpose	**28**	**27**
Margin deposits	**184,970**	**149,251**
Margin deposits in VND	182,611	148,922
Margin deposits in foreign currencies	2,359	329
	124,794,490	**122,549,687**

16. VALUABLE PAPERS ISSUED

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Under 12 months	3,000,000	3,000,000
From 12 months to 05 years	8,001,950	8,001,950
From and above 05 years	5,008,800	5,018,850
	16,010,750	**16,020,800**

17. OTHER PAYABLES

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Internal payables	274,555	516,987
External payables	181,481	148,442
Bonus and welfare funds	97,841	97,926
	553,877	**763,355**

18. OBLIGATIONS TO THE STATE BUDGET

Unit: million dong

	Opening balance	*Movements during the period*		*Closing balance*
		Payable	*Paid*	
Value Added Tax	1,325	3,827	4,005	1,147
Corporate Income Tax (*)	86,375	74,091	86,375	74,091
Other fees and tax payables	23,708	78,003	77,015	24,696
	111,408	**155,921**	**167,395**	**99,934**

(*) According to Decree No. 218/2013/NĐ-CP dated 26 December 2013 detailing and guiding the implementation of the Law on corporate income tax dated 03 June 2008 and the Law amending and supplementing a number of articles of the Law on corporate income tax dated 19 June 2013, The Bank has the obligation to pay Corporate income tax ("CIT") at the rate of 20% of taxable profits as from 01 January 2016.

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

19. OWNERS' EQUITY AND RESERVES

19.1 Statement of changes in owners' equity

Changes in owners' equity of the Bank during the period ended 31 March 2025 are described in the following table:

Unit: million dong

	Charter capital	*Share premium*	*Investment and development fund*	*Financial reserve*	*Supplemental capital reserve*	*Other reserves*	*Retained earnings/ (Accumulated losses)*	*Total*
Opening balance	**8,959,336**	**107,289**	**564**	**710,112**	**334,794**		**1,670,355**	**11,782,450**
Increase in the period	**620,882**						**293,210**	**914,092**
Capital increase in the period (i)	620,882							620,882
Net profit for the period							293,210	293,210
Appropriation to reserves for previous period (ii)								
Temporary appropriation to reserves for current period								
Other increases								
Decrease in the period							**620,882**	**620,882**
Utilisation in the period								
Treasury shares bought back during the period								
Final dividend payment for previous period (i)							620,882	620,882
Dividend paid in advance for the period								
Other decreases								
Closing balance	**9,580,218**	**107,289**	**564**	**710,112**	**334,794**		**1,342,683**	**12,075,660**

19. OWNERS' EQUITY AND RESERVES (continued)

19.1 Statement of changes in owners' equity (continued)

(i) In the period, the Bank increased its charter capital from VND 8,959,336,420,000 to VND 9,580,218,430,000 in accordance with Resolution No. 02/2024/NQ-ĐHĐCĐ dated 27 April 2024 of the General Meeting of Shareholders. Accordingly, the Bank issued 62,088,201 ordinary shares with par value of VND 10,000/share through the form of share issuance to pay dividends to existing shareholders from its accumulated retained earnings of 2023.

Details of the Bank's chartered capital are as follows:

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Contributed capital	9,580,218	8,959,336
Contributed capital by shareholders	*9,580,218*	*8,959,336*
Share premium	107,289	107,289
Treasury shares		
	9,687,507	**9,066,625**

Details of shares issued by the Bank are as follows:

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Shares registered for issuance	*958,021,843*	*895,933,642*
Shares sold to the public	*958,021,843*	*895,933,642*
Ordinary shares	958,021,843	895,933,642
Preference shares		
Treasury shares		
Ordinary shares		
Preference shares		
Outstanding shares	*958,021,843*	*895,933,642*
Ordinary shares	958,021,843	895,933,642
Preference shares		
Face value of outstanding shares (VND/share)	*10,000*	*10,000*

20. INTEREST AND SIMILAR INCOME

	For financial period ended 31 Mar 2025 million dong	*For financial period ended 31 Mar 2024 million dong*
Interest income from deposits with other banks	91,324	9,547
Interest income from loans to customers	2,487,009	2,604,527
Interest income from debt securities	614,999	403,051
Interest income from trading securities	*348,893*	*358,051*
Interest income from investment securities	*266,106*	*45,000*
Fee income from guarantee activities	6,529	5,022
Other interest income from credit activities		15
	3,199,861	**3,022,162**

21. INTEREST AND SIMILAR EXPENSES

	For financial period ended 31 Mar 2025 million dong	*For financial period ended 31 Mar 2024 million dong*
Interest and similar expenses for customer deposits	2,096,842	2,111,421
Interest and similar expenses for borrowings		
Interest expenses for issuing valuable papers	228,691	97,824
Other expenses for credit activities	347	203
	2,325,880	**2,209,448**

22. NET FEE AND COMMISSION INCOME

	For financial period ended 31 Mar 2025 million dong	*For financial period ended 31 Mar 2024 million dong*
Fee and commission income from	**39,086**	**31,722**
Settlement services	8,726	7,489
Treasury operations	330	268
Agency services	9,864	15,072
Advisory service	54	540
Other services	20,112	8,353
Fees and commission expenses for	**(17,542)**	**(8,724)**
Settlement services	(9,874)	(4,234)
Treasury operations	(951)	(926)
Agency services	(937)	(654)
Advisory service	(2,423)	(1,035)
Other services	(3,357)	(1,875)
Net fee and commission income	**21,544**	**22,998**

23. NET GAIN/(LOSS) FROM FOREIGN CURRENCY TRADING

	For financial period ended 31 Mar 2025 million dong	*For financial period ended 31 Mar 2024 million dong*
Income from foreign currency trading	**15,222**	**111,523**
Income from foreign exchange spot contracts	15,211	111,523
Income from currency derivatives	11	
Expenses for foreign currency trading	**(19,051)**	**(123,203)**
Expenses for foreign exchange spot contracts	(19,051)	(123,203)
Expenses for currency derivatives		
Net gain/(loss) from foreign exchange trading	**(3,829)**	**(11,680)**

24. NET GAIN/(LOSS) FROM SECURITIES

24.1 Net gain/(loss) from investment securities

	For financial period ended 31 Mar 2025 million dong	*For financial period ended 31 Mar 2024 million dong*
Income from trading of investment securities	66,296	29,822
Expense from trading of investment securities	(8,218)	(24,433)
(Provision)/Reversal of provision for investment securities	5,625	6,150
Net gain/(loss) from investment securities	**63,703**	**11,539**

25. NET GAIN/(LOSS) FROM OTHER OPERATING ACTIVITIES

	For financial period ended 31 Mar 2025 million dong	*For financial period ended 31 Mar 2024 million dong*
Income from debt trading activities		
Income from other derivative financial instruments		
Other operating incomes	1,290	3,766
Other operating expenses	(125)	(708)
Net gain/(loss) from other operating activities	**1,165**	**3,058**

26. NET SHARE OF PROFIT IN ASSOCIATES, JOINT VENTURES AND DIVIDEND INCOME

	For financial period ended 31 Mar 2025 million dong	*For financial period ended 31 Mar 2024 million dong*
Dividends received from equity investments:		
- from equity trading securities		
- from equity investment securities		
- from long-term investments		
Other incomes		
Gain/(Loss) from equity investments		

27. OPERATING EXPENSES

	For financial period ended 31 Mar 2025 million dong	*For financial period ended 31 Mar 2024 million dong*
Tax expenses and fees	**2,703**	**2,085**
Employee expenses	**325,974**	**305,567**
Salary and allowances	271,296	253,140
Salary related contribution	31,030	27,614
Other allowances	233	73
Others	23,415	24,740
Expenses on fixed assets	**71,711**	**66,963**
In which:		
Depreciation expenses	*12,915*	*12,525*
General and administration expenses	**3,885**	**5,321**
Business trip expenses	3,602	5,093
Expenses for trade union activities	283	228
Insurance for customer deposits	**45,215**	**41,940**
Provision for long-term investments		
Other operating expenses	**85,633**	**77,449**
	535,121	**499,325**

28. CASH AND CASH EQUIVALENTS

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

	31 Mar 2025 million dong	*31 Mar 2024 million dong*
Cash and cash equivalents on hand	596,489	574,229
Demand deposits at the SBV	61,484	655,472
Deposits with other banks (demand or term less than 90 days)	14,325,237	10,029,182
Loans to other banks due within 90 days		106,175
Securities with original maturity of less than 90 days from the acquisition dates	1,190,811	1,927,864
	16,174,021	**13,292,922**

29. CONTINGENT LIABILITIES AND COMMITMENTS

In the normal course of business, the Bank is a party to financial instruments which are recorded as off-balance sheet items. These financial instruments mainly comprise financial guarantees and commercial letters of credit. These instruments involve elements of credit risk in excess of the amounts recognized in the separate statement of financial position.

Credit risk for off-balance sheet financial instruments is defined as the possibility of sustaining a loss in case any other parties to a financial instrument fail to perform in accordance with the terms of the contract.

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

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

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

The Bank usually requires customers to place margin deposits for credit related financial instruments. The value of deposits may vary from 0% to 100% of the value of the commitments issued depending on the customers' trustworthiness.

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

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Credit guarantees	**1,428,902**	**1,188,176**
Commitment on the foreign exchange transactions	**65,226,217**	**96,172,077**
Commitment on the purchase of foreign currency	2,220,325	16,809,800
Commitment on the sale of foreign currency	8,720,325	6,759,800
Commitment on the currency swap transactions	54,285,567	72,602,477
Commitments to conduct future transactions		
Irrevocable loan commitments	**1,404,854**	**1,330,645**
Commitments in L/C operations		
Other guarantees	**1,248,845**	**1,221,016**
Other commitments		
	69,308,818	**99,911,914**

30. UNCOLLECTED INTEREST AND FEE RECEIVABLES

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Uncollected loan interest	614,625	580,751
Uncollected security interest		111,580
Uncollected fee receivables	30	30
	614,655	**692,361**

31. BAD DEBTS WRITTEN-OFF

	31 Mar 2025 million dong	*31 Dec 2024 million dong*
Principal of bad debts written-off under monitoring	599,880	600,645
Interest of bad debts written-off under monitoring	1,901,498	1,888,138
	2,501,378	**2,488,783**

32. CONCENTRATION OF ASSETS, LIABILITIES AND OFF-STATEMENT OF FINANCIAL POSITION ITEMS BY GEOGRAPHICAL REGIONS

Unit: million dong

Location	*Loans to customers and to other credit institutions*	*Deposits and borrowings from customers and other credit institutions*	*Credit commitments*	*Derivative (Total value of contracts)*	*Trading and investments securities*
Domestic	117,109,214	143,847,738	4,082,601	30,162	37,928,770
	117,109,214	**143,847,738**	**4,082,601**	**30,162**	**37,928,770**

33. RELATED PARTY TRANSACTIONS

Related party transactions include all transactions undertaken with other parties to which the Bank is related. A party is considered to be related if the party has ability to control or to influence the other parties in decision making in term of financial policies and business activities. A party is related to the Bank if:

(a) Directly, or indirectly through one or more intermediaries, the party:

- controls, is controlled by, or is under common control with, the Bank (this includes parents and subsidiaries);
- has an interest in the Bank that gives it significant influence over the Bank;
- has joint control over the Bank;

(b) The party is a joint venture in which the Bank is a venture or an associate;

(c) The party is a member of the key management personnel of the Bank;

(d) The party is a close member of the family of any individual referred to in (a) or (c);

(e) The party is a Bank that is controlled, jointly controlled or significantly influenced by, or for which significant voting power in such Bank resides with, directly or indirectly, any individual referred to in (c) or (d).

As at 31 March 2025, the Bank has two subsidiaries wholly owned by the Bank, which are Bac A Debt Management and Asset Development one sole member Company Limited, specializing in debt and asset management and Bac A money transfer company limited (as described in Note 1).

Significant transactions with related parties during the quarter ended 31 March 2025 are as follows:

Transactions	*31 Mar 2025 million dong*
Income from financing activities	1,233
Income from Agency services	
Fees and commission expenses	72

Amounts due to and due from related parties as at 31 March 2025 are as follows:

Transactions	*31 Mar 2025 million dong*
Subsidiaries' deposits at Bac A Bank	179,817
Investment in Subsidiaries	127,000

34. MARKET RISK

34.1 Interest rate risk

The real interest rate re-pricing term of the assets and liabilities is the remaining period from the date of financial statements to the latest interest rate re-pricing term.

The following assumptions and conditions are applied in the analysis of real interest rate re-pricing term of the Bank's assets and liabilities:

- Cash and cash equivalents on hand, investments in equity securities, long-term investments and other assets (fixed assets, real estate investments and other assets) are classified as non-interest bearing items;
- Deposits at the SBV are considered settlement deposits, thus the real interest repricing term is assumed to be one month;
- The real interest repricing term of security investments and trading securities which are debt securities is based on actual maturity date at the statement of financial position date of each securities; equity securities are classified as non-interest bearing items;
- The real interest repricing term of deposits due from other banks and loans to other banks, loans to customers, borrowings from the Government and the SBV, customer deposits are identified as follows:
  - Items with fixed interest rate during the contractual term: the real interest adjustment term is based on the contractual maturity date from the date of the statement of financial position;
  - Items with floating interest rate: the effective interest re-pricing term is determined based on the time to the nearest interest rate re-pricing date from the date of the statement of financial position;
- The real interest repricing term of other borrowed funds that the Bank bears risks is based on the actual remaining period subsequent to the statement of financial position date; and
- The real interest repricing term for other liablities is categorised from one to three months. In reality, these items can have different interest rate repricing terms.

34. MARKET RISK (continued)

34.1 Interest risk (continued)

Unit: million dong

	Overdue	*Non-interest bearing*	*Up to 1 month*	*1-3 months*	*3-6 months*	*6-12 months*	*1-5 years*	*Above 5 years*	*Total*
ASSETS									
Cash and cash equivalents on hand		596,489							**596,489**
Balances with the State Bank of Vietnam			61,484						**61,484**
Placements with and loans to other banks (*)			14,325,236		3,896,170	1,728,491	310,726		**20,260,623**
Trading securities (*)			803,826	5,442,850	5,217,544	18,328,942			**29,793,162**
Derivative financial instruments and other financial assets									**0**
Loans and advances to customers (*)	1,903,490		33,407,736	59,282,362	13,039,259	3,028,702	105,087	407,192	**111,173,828**
Investment securities (*)		252,000				344,897	4,602,904	2,935,807	**8,135,608**
Long-term investments (*)		52,605							**52,605**
Fixed assets and investment properties		1,055,616							**1,055,616**
Other assets (*)		5,651,021							**5,651,021**
Total assets	**1,903,490**	**7,607,731**	**48,598,282**	**64,725,212**	**22,152,973**	**23,431,032**	**5,018,717**	**3,342,999**	**176,780,436**
LIABILITIES									
Deposits of and loans from the SBV and other banks			16,668,273	2,385,020	117	3,400	2,063		**19,058,873**
Customers deposits		258,108	21,053,280	26,198,196	37,341,014	32,397,178	7,546,714		**124,794,490**
Derivative financial instruments and other financial assets			30,162						**30,162**
Other borrowed funds							37,863		**37,863**
Valuable papers			1,950	1,000,000		2,000,000	8,000,000	5,008,800	**16,010,750**
Other liabilities		3,357,743							**3,357,743**
Total liabilities		**3,615,851**	**37,753,665**	**29,583,216**	**37,341,131**	**34,400,578**	**15,586,640**	**5,008,800**	**163,289,881**
Sensitive difference with on-balance sheet interest rate	**1,903,490**	**3,991,880**	**10,844,617**	**35,141,996**	**(15,188,158)**	**(10,969,546)**	**(10,567,923)**	**(1,665,801)**	**13,490,555**

(*):These balances do not include provisions.

34. MARKET RISK (continued)

34.2 Currency risk

Currency risk is the risk that the value of a financial instrument fluctuates due to changes in foreign exchange rates.

As the Bank was incorporated and operates in Vietnam, VND is the reporting currency. The major currency in which the Bank transacts is also VND. The Bank's loans and advances were mainly denominated in VND with the remainder mainly in USD. However, some of the Bank's other assets are in currencies other than VND and USD. The Bank's management has set limits on positions by currency. Positions are monitored on a daily basis and hedging strategies are used to ensure that the positions are maintained within established limits.

34. MARKET RISK (continued)

34.2 Currency risk (continued)

Classification of assets, liabilities and owners' equity of which currencies are translated into VND as at 31 March 2025 is as follows:

Unit: million dong

	EUR as translated	*USD as translated*	*Other foreign currencies as translated*	*Total*
ASSETS				
Cash and cash equivalents on hand	6,051	41,802		**47,853**
Balances with the State Bank of Vietnam		5,628		**5,628**
Placements with and loans to other banks (*)	12,001	1,129,883	257,244	**1,399,128**
Trading securities (*)				
Derivatives and other financial assets (*)		3,123,575		**3,123,575**
Loans and advances to customers (*)		145,750		**145,750**
Investment securities (*)				
Long-term investments (*)				
Fixed assets and investment properties				
Other assets (*)		47,797	1,717	**49,514**
Total assets	**18,052**	**4,494,435**	**258,961**	**4,771,448**
LIABILITIES				
Deposits of and loans from the SBV and other banks		225,699		**225,699**
Customers' deposits	5,705	107,315	18	**113,038**
Derivatives and other financial liabilities				
Other borrowings				
Valuable papers				
Other liabilities	9	5,054	534	**5,597**
Capital and reserves				
Total liabilities and owner's equity	**5,714**	**338,068**	**552**	**344,334**
FX position on-balance sheet	**12,338**	**4,156,367**	**258,409**	**4,427,114**
FX position off-balance sheet		**(6,500,000)**		**(6,500,000)**
FX position on, off-balance sheet	**12,338**	**(2,343,633)**	**258,409**	**(2,072,886)**

(*): These balances do not include provisions.

34. MARKET RISK (continued)

34.3 Liquidity risk

Liquidity risk is defined as the risk that the Bank will encounter difficulty in meeting obligations associated with financial liabilities. Liquidity risk arises because of the possibility that the Bank might be unable to meet its payment obligations when they fall due under both normal and stressed circumstances. To limit this risk, the management has arranged diversified funding sources in addition to its core deposit base, and adopted a policy of managing assets with liquidity in mind and of monitoring future cash flows and liquidity on a daily basis. This incorporates an assessment of expected cash flows and the availability of high grade collateral which could be used to secure additional funding if required.

The maturity term of assets and liabilities represents the remaining period of assets and liabilities as calculated from the statement of financial position date to the point of settlements as stipulated in contracts or in issuance terms and conditions.

The following assumptions and conditions are applied in the analysis of overdue status of the Bank's assets and liabilites:

- Deposits at the SBV are classified as demand deposits which include compulsory deposits. The balance of compulsory deposits depends on the proportion and terms of the Bank's customer deposits;
- The maturity term of investment securities is calculated based on the maturity date of each kind of securities;
- Trading securities and investment equity securities are listed securities, so they are considered as up to one month;
- The maturity term of placements with and loans to other banks; and loans to customers is determined on the maturity date as stipulated in contracts. The actual maturity term may be altered because loan contracts may be extended. Besides, loans to customers are reported at the principal amounts, which do not include provision for credit losses;
- The maturity term of equity investments is considered as more than one year because these investments do not have specific maturity date;
- The maturity term of deposits and borrowings from other banks; and customer's deposits is determined based on features of these items or the maturity date as stipulated in contracts. Vostro account and demand deposits is transacted as required by customers, and therefore, being classified as current accounts. The maturity term of borrowings and term deposits is determined based on the maturity date in contracts. In fact, these amounts may be rotated, and therefore, they last beyond the original maturity date; and
- The maturity term of fixed assets is determined on the remaining useful life of assets.

34. MARKET RISK (continued)

34.3 Liquidity risk (continued)

Unit: million dong

	Overdue		*Before due date*					
	Above 3 months	*Up to 3 months*	*Up to 1 month*	*1 - 3 months*	*3 - 12 months*	*1 - 5 years*	*Above 5 years*	*Total*
ASSETS								
Cash and cash equivalents on hand			596,489					**596,489**
Balances with the State Bank of Vietnam			61,484					**61,484**
Placements with and loans to other banks(*)			14,325,236		5,624,661	310,726		**20,260,623**
Trading securities (*)			29,793,162					**29,793,162**
Derivative financial instruments and other financial assets								
Loans and advances to customers(*)	1,405,621	497,869	4,671,966	12,443,008	36,099,835	28,850,343	27,205,186	**111,173,828**
Investment securities (*)			252,000		344,897	4,602,904	2,935,807	**8,135,608**
Long-term investments (*)						52,605		**52,605**
Fixed assets and investment properties						228,907	826,709	**1,055,616**
Other assets (*)			320,805	974,022	2,287,415	1,677,740	391,039	**5,651,021**
Total assets	**1,405,621**	**497,869**	**50,021,142**	**13,417,030**	**44,356,808**	**35,723,225**	**31,358,741**	**176,780,436**
LIABILITIES								
Deposits of and loans from the SBV and other banks			16,668,273	2,385,020	3,517	2,063		**19,058,873**
Customers' deposits			21,311,388	26,198,196	69,738,192	7,546,714		**124,794,490**
Derivative financial instruments and other financial liabilities			30,162					**30,162**
Other borrowings						37,863		**37,863**
Valuable papers			1,950	1,000,000	2,000,000	8,000,000	5,008,800	**16,010,750**
Other liabilities			1,015,082	595,509	1,577,641	169,511		**3,357,743**
Total liabilities			**39,026,855**	**30,178,725**	**73,319,350**	**15,756,151**	**5,008,800**	**163,289,881**
Net liquidity difference	**1,405,621**	**497,869**	**10,994,287**	**(16,761,695)**	**(28,962,542)**	**19,967,074**	**26,349,941**	**13,490,555**

(*): These balances do not include provisions.

35. EVENTS AFTER THE STATEMENT OF FINANCIAL POSITION DATE

There are no significant events occurring after the statement of financial position date which would require adjustments, notes or disclosures to be made on the interim consolidated financial statements.

Prepared by	Verified by	Approved by
Doan Thi Teang Lien	Hoang Quang Duy	Lê Ngọc Hồng Nhật
Accountant	Director of Finance	Deputy General Director

Nghe An, Vietnam, ..21... April, 2025