



SHINHAN BANK VIETNAM LTD, FINANCIAL STATEMENTS FOR THE YEAR 2020

(Issued in accordance with Decision No 49/2014/TT-NHNN dated 31 December 2014)

BALANCE SHEET (31/12/2020)

	31/12/2020 Unit: Million VND	31/12/2019 Unit: Million VND
ASSETS		
Cash on hand	1,086,205	876,534
Balances with the State Bank of Vietnam	4,451,955	2,823,642
Deposits with and loans to credit institutions	39,431,122	24,411,261
Deposit	37,442,609	21,471,774
Loans	1,988,513	2,939,487
Derivatives and other financial assets	23,853	48,128
Loans and advances to customers	64,065,358	55,002,177
Loans and advances to customers	64,745,836	55,645,004
Allowance for Loans and advances to customers	(680,478)	(642,827)
Investment securities	19,740,032	17,661,510
Available-for-sale securities	4,381,586	5,546,876
Held-to-maturity securities	15,367,131	12,117,394
Allowance for investment securities	(8,685)	(2,760)
Fixed assets	536,701	531,437
Tangible fixed assets	205,364	176,096
Cost	561,920	473,988
Accumulated depreciation	(356,556)	(297,892)
Intangible fixed assets	331,337	355,341
Cost	589,442	537,581
Accumulated amortization	(258,105)	(182,240)
Other assets	2,083,053	2,075,982
Receivables	233,822	273,796
Accrued interest receivables	1,214,319	1,051,650
Other assets	634,912	750,536
Goodwill	390,445	460,875
TOTAL ASSETS	131,418,279	103,430,671
LIABILITIES		
Deposit and borrowings from other credit institutions	4,831,105	4,125,905
Deposit	2,183,130	1,918,788
Borrowings	2,647,975	2,207,117
Deposit from customers	105,062,484	80,827,419
Valuable papers issued	542,228	317,985
Other liabilities	1,993,343	1,613,684
Accrued interest and fees payable	578,439	573,742
Deferred tax liabilities	78,128	53,450
Other liabilities	1,336,776	986,492
TOTAL LIABILITIES	112,429,160	86,884,993
OWNER'S EQUITY		
Equity	5,723,025	4,560,225

BALANCE SHEET (31/12/2020) (continue)

	31/12/2020 Unit: Million VND	31/12/2019 Unit: Million VND
Charter capital	5,709,900	5,709,900
Other capital	13,125	13,125
Reserves	2,048,457	1,681,941
Retained profits	11,217,637	9,140,712
TOTAL OWNER'S EQUITY	18,989,119	16,545,678
TOTAL LIABILITIES AND OWNER'S EQUITY	131,418,279	103,430,671
OFF-BALANCE SHEET ITEMS		
Irrevocable loan commitment	350,000	350,000
Guarantees for loans	6,274,625	7,642,531
Commitments on foreign exchange transactions	18,998,688	18,312,867
Interest rate swap	21,221,540	1,601,701
Letters of credit	1,145,325	848,415
Other guarantees	2,486,946	3,827,047

INCOME STATEMENT (2020)

	2020 Unit: Million VND	2019 Unit: Million VND
Interest and similar income	6,187,276	5,880,012
Interest and similar expenses	(1,718,388)	(1,548,081)
Net interest and similar income	4,468,888	4,331,931
Fees and commission income	720,901	681,306
Fees and commission expenses	(420,414)	(384,789)
Net fees and commission income	300,487	296,517
Net gain from trading of foreign currencies	490,011	464,514
Net gain from trading of investment securities	257,995	215,577
Other operating income	234,607	63,261
Other operating expenses	(115,727)	(12,337)
Net gain from other operating activities	118,880	50,924
TOTAL OPERATING INCOME	5,636,261	5,359,463
TOTAL OPERATING EXPENSES	(2,323,374)	(2,202,543)
Net operating profit before provision for credit losses	3,312,887	3,156,920
Provision expense of provision for credit losses	(242,219)	(324,716)
PROFIT BEFORE TAX	3,070,668	2,832,204
Current corporate income tax expense	(602,549)	(544,862)
Deferred corporate income tax expense	(24,678)	(26,222)
PROFIT AFTER TAX	2,443,441	2,261,120

Prepared by:

Reviewed by:

Approved by:

Ms. Le Thi Kim Hue
Chief Accountant

Mr. Kim Tien Won
Chief Financial Officer

Mr. Lee Sang Kyung
General Director

Ho Chi Minh City, Vietnam
04 March 2021

Ho Chi Minh City, Vietnam
04 March 2021

Ho Chi Minh City, Vietnam
04 March 2021

INDEPENDENT AUDITOR' REPORT

To : The Investors of SHINHAN BANK VIETNAM LIMITED

We have audited the accompanying financial statements of Shinhan Bank Vietnam Limited ("the Bank") as prepared on 4 March 2021 and set out on pages 6 to 67, which comprise the balance sheet as at 31 December 2020, the income statement and the cash flow statement for the year then ended and the notes thereto.

Management's responsibility

Board of Management of the Bank is responsible for the preparation and fair presentation of these financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System for Credit Institutions and the statutory requirements relevant to preparation and presentation of the financial statements, and for such internal control as Board of Management of the Bank determines is necessary to enable the preparation and presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider the Bank's internal control relevant to the Bank's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bank's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view, in all material respects, of the financial position of the Bank as at 31 December 2020, and of the results of its operations and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System for Credit Institutions and the statutory requirements relevant to preparation and presentation of the financial statements.

Ernst & Young Vietnam Limited



(Signature)

Vu Tien Dung
Auditor
Audit Practicing Registration
Certificate No. 3221-2020-004-1

Ho Chi Minh City, Vietnam
04 March 2021

Shinhan Bank Vietnam Ltd,
138-142 Hai Ba Trung St, District 1, HCMC, Vietnam