



# SHINHAN BANK VIETNAM LTD, FINANCIAL STATEMENTS FOR THE YEAR 2021

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

## BALANCE SHEET (31/12/2021)

	31/12/2021 Unit: Million VND	31/12/2020 Unit: Million VND
<b>ASSETS</b>		
Cash on hand	1,112,890	1,086,205
Balances with the State Bank of Vietnam	4,776,497	4,451,955
Deposits with and loans to credit institutions	45,043,146	39,431,122
Deposit	43,005,107	37,442,609
Loans	2,038,039	1,988,513
Derivatives and other financial assets	80,623	23,853
Loans and advances to customers	74,026,745	64,065,358
Loans and advances to customers	74,945,429	64,745,836
Allowance for Loans and advances to customers	(918,684)	(680,478)
Investment securities	21,577,903	19,740,032
Available-for-sale securities	3,974,653	4,381,586
Held-to-maturity securities	17,618,310	15,367,131
Allowance for investment securities	(15,060)	(8,685)
Fixed assets	456,378	536,701
Tangible fixed assets	167,961	205,364
Cost	587,488	561,920
Accumulated depreciation	(419,527)	(356,556)
Intangible fixed assets	288,417	331,337
Cost	633,233	589,442
Accumulated amortization	(344,816)	(258,105)
Other assets	1,947,328	2,083,053
Receivables	261,872	233,822
Accrued interest receivables	1,151,059	1,214,319
Other assets	534,397	634,912
<b>TOTAL ASSETS</b>	<b>149,021,510</b>	<b>131,418,279</b>
<b>LIABILITIES</b>		
Deposit and borrowings from other credit institutions	14,627,548	4,831,105
Deposit	11,678,594	2,183,130
Borrowings	2,948,954	2,647,975
Deposit from customers	110,644,113	105,062,484
Valuable papers issued	737,464	542,228
Other liabilities	1,496,000	1,993,343
Accrued interest and fees payable	680,352	578,439
Deferred tax liabilities	64,080	78,128
Other liabilities	751,568	1,336,776
<b>TOTAL LIABILITIES</b>	<b>127,505,125</b>	<b>112,429,160</b>
<b>OWNER'S EQUITY</b>		
Equity	5,723,025	5,723,025

## BALANCE SHEET (31/12/2021) (continue)

	31/12/2021 Unit: Million VND	31/12/2020 Unit: Million VND
Charter capital	5,709,900	5,709,900
Other capital	13,125	13,125
Reserves	2,427,547	2,048,457
Retained profits	13,365,813	11,217,637
<b>TOTAL OWNER'S EQUITY</b>	<b>21,516,385</b>	<b>18,989,119</b>
<b>TOTAL LIABILITIES AND OWNER'S EQUITY</b>	<b>149,021,510</b>	<b>131,418,279</b>
<b>OFF-BALANCE SHEET ITEMS</b>		
Irrevocable loan commitment	350,000	350,000
Guarantees for loans	7,859,651	6,274,625
Commitments on foreign exchange transactions	14,932,629	18,998,688
Interest rate swap	27,703,863	21,221,540
Letters of credit	1,065,634	1,145,325
Other guarantees	2,929,447	2,486,946

## INCOME STATEMENT (2021)

	2021 Unit: Million VND	2020 Unit: Million VND
Interest and similar income	6,525,583	6,187,276
Interest and similar expenses	(1,526,051)	(1,718,388)
<b>Net interest and similar income</b>	<b>4,999,532</b>	<b>4,468,888</b>
Fees and commission income	811,261	720,901
Fees and commission expenses	(427,375)	(420,414)
<b>Net fees and commission income</b>	<b>383,886</b>	<b>300,487</b>
<b>Net gain from trading of foreign currencies</b>	<b>579,653</b>	<b>490,011</b>
<b>Net gain from trading of investment securities</b>	<b>(6,375)</b>	<b>257,995</b>
Other operating income	559,098	234,607
Other operating expenses	(440,171)	(115,727)
<b>Net gain from other operating activities</b>	<b>118,927</b>	<b>118,880</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>(2,486,504)</b>	<b>(2,323,374)</b>
<b>Net operating profit before provision for credit losses</b>	<b>3,589,119</b>	<b>3,312,887</b>
Provision expense of provision for credit losses	(427,471)	(242,219)
<b>PROFIT BEFORE TAX</b>	<b>3,161,648</b>	<b>3,070,668</b>
Current corporate income tax expense	(648,430)	(602,549)
Deferred corporate income tax expense	14,048	(24,678)
<b>PROFIT AFTER TAX</b>	<b>2,527,266</b>	<b>2,443,441</b>

Le Thi Kim Hue  
Chief Accountant

Song Hyun Woo  
Chief Financial Officer

Kang Gëwwon  
General Director  
Authorised signatory  
29 March 2022

## INDEPENDENT AUDITOR' REPORT

### To : MEMBERS' COUNCIL OF SHINHAN BANK VIETNAM LIMITED

We have audited the accompanying financial statements of Shinhan Bank (Vietnam) Limited ("the Bank") which were prepared on 31 December 2021 and approved by the Board of Management on 29 March 2022. The financial statements comprise the balance sheet as at 31 December 2021, the income statement and the cash flow statement for the year then ended, and notes to the financial statements including significant accounting policies, as set out on pages 6 to 63.

### The Board of Management's Responsibility

The Board of Management of the Bank is responsible for the preparation and the true and fair presentation of the financial statements of the Bank in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System and regulations on preparation and presentation of financial statements applicable to credit institutions operating in Vietnam and for such internal control which Board of Management determines as necessary to enable the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditors' responsibility

Our responsibility is to express an opinion on the 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 standards and requirements and plan and perform the audit in order to obtain reasonable assurance as to 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 auditor's judgement, including an assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Bank's preparation and true 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 Board of 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.

### Auditor's opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Bank as at 31 December 2021, its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System and regulations on preparation and presentation of financial statements applicable to credit institutions operating in Vietnam.

### Other matter

The financial statements of the Bank for the year ended 31 December 2020 were audited by another auditor who expressed an unmodified opinion on those financial statements on 4 March 2021.

The independent auditor's report is prepared in Vietnamese and English. Should there be any conflict between the Vietnamese and English versions, the Vietnamese version shall take precedence.

For and on behalf of PwC (Vietnam) Limited



Nguyen Hoang Nam  
Audit Practising Licence  
No. 0849-2018-006-1  
Authorised signatory

Mai Tran Bao Anh  
Audit Practising Licence  
No. 4166-2022-006-1

Report reference number: HCM12009  
Ho Chi Minh City, 29 March 2022.