



SHINHAN BANK VIETNAM LTD.
FINANCIAL STATEMENTS FOR THE YEAR 2013

(Issued in accordance with Decision No 16/2007/QĐ-NHNN dated 18 April 2007)

BALANCE SHEET (31/12/2013)

	31/12/2013 Unit: VND	31/12/2012 Unit: VND
ASSETS		
Cash on hand	164,444,922,239	94,524,939,019
Balances with the State Bank of Vietnam	830,501,273,029	1,106,688,862,293
Due from and loans to other credit institutions	4,495,133,546,605	4,475,108,514,913
Due from other credit institutions	4,357,456,064,105	559,801,047,538
Loans to other credit institutions	139,247,600,000	3,947,800,000,000
Provision for losses of loans to other credit institutions	(1,570,117,500)	(32,492,532,625)
Loans to customers	15,815,998,552,511	12,101,947,936,300
Loans to customers	16,061,234,939,528	12,403,264,846,044
Provision for losses of loans to customers	(245,236,387,017)	(301,316,909,744)
Investment securities	7,670,200,931,034	4,601,257,257,188
Available-for-sale investment securities	7,461,204,098,365	4,219,320,494,894
Held-to-maturity investment securities	208,996,832,669	381,936,762,294
Fixed assets	132,648,466,016	123,892,413,547
Tangible fixed assets	111,483,780,364	108,504,252,692
Cost	185,947,941,949	198,874,720,776
Accumulated depreciation	(74,464,161,585)	(90,370,468,084)
Intangible fixed assets	21,164,685,652	15,388,160,855
Cost	28,543,256,313	28,377,514,146
Accumulated amortisation	(7,378,570,661)	(12,989,353,291)
Other assets	568,351,369,502	416,619,244,770
Receivables	27,625,667,699	28,771,028,001
Interest and fees receivable	524,771,956,879	385,204,290,408
Other assets	15,953,744,924	2,643,926,361
TOTAL ASSETS	29,677,279,060,936	22,920,039,168,030
LIABILITIES		
Due to and borrowings from other credit institutions	3,230,272,708,548	2,909,761,789,623
Due to other credit institutions	142,639,820,438	159,253,137,623
Borrowings from other credit institutions	3,087,632,888,110	2,750,508,652,000
Due to customers	18,232,250,753,731	12,337,773,049,999
Derivatives and other financial liabilities	2,863,699,249	6,850,108,626
Other liabilities	799,578,585,937	889,990,046,915
Interest and fees payable	58,296,798,309	42,640,603,401
Other payables	723,302,049,130	834,023,220,370
Provision for contingent liabilities and off-balance sheet commitments	17,979,738,498	13,326,223,144
TOTAL LIABILITIES	22,264,965,747,465	16,144,374,995,163

BALANCE SHEET (31/12/2013) (cont.)

	31/12/2013 Unit: VND	31/12/2012 Unit: VND
OWNER'S EQUITY		
Capital and reserves		
Capital	4,560,225,000,000	4,560,225,000,000
Paid-in capital	4,547,100,000,000	4,547,100,000,000
Other capital	13,125,000,000	13,125,000,000
Reserves	494,838,280,190	402,524,154,803
Retained earnings	2,357,250,033,281	1,812,915,018,064
TOTAL OWNER'S EQUITY	7,412,313,313,471	6,775,664,172,867
TOTAL LIABILITIES AND OWNER'S EQUITY	29,677,279,060,936	22,920,039,168,030
OFF BALANCE SHEET ITEMS		
Contingencies	1,858,923,088,806	1,348,459,788,589
Letters of credit	1,226,529,145,532	770,985,563,922
Other guarantees	632,393,943,274	577,474,224,667

INCOME STATEMENT (2013)

	2013 Unit: VND	2012 Unit: VND
Interest and similar income	1,481,112,859,725	1,486,143,648,562
Interest and similar expenses	(311,166,747,249)	(378,895,615,012)
Net interest and similar income	1,169,946,112,476	1,107,248,033,550
Fees and commission income	180,104,450,137	146,571,703,358
Fees and commission expenses	(29,627,806,722)	(23,534,741,081)
Net fees and commission income	150,476,643,415	123,036,962,277
Net gain from foreign currencies trading	100,511,518,535	78,929,382,707
Net gain from dealing of investment securities	28,220,674,449	-
Other operating income	15,101,355,490	38,177,830,681
Other operating expenses	(5,364,245,511)	(1,606,471,945)
Net other operating income	9,737,109,979	36,571,358,736
TOTAL OPERATING INCOME	1,458,892,058,854	1,345,785,737,270
Personnel expenses	(268,957,858,402)	(244,655,725,607)
Depreciation and amortisation charges	(37,484,257,568)	(38,885,385,214)
Other operating expenses	(203,402,301,765)	(164,147,489,048)
TOTAL OPERATING EXPENSES	(509,844,417,735)	(447,688,599,869)
Net operating profit before provision for credit losses	949,047,641,119	898,097,137,401
Reversal(provision)for losses of loans to other credit institutions	30,949,378,828	(30,995,196,658)
Provision for losses of loans to customers	(124,735,656,193)	(120,292,731,841)
PROFIT BEFORE TAX	855,261,363,754	746,809,208,902
Current corporate income tax expense	(218,612,223,150)	(188,025,408,331)
Deferred corporate income tax expense	-	-
Total corporate income tax expense	(218,612,223,150)	(188,025,408,331)
NET PROFIT AFTER TAX	636,649,140,604	558,783,800,571

Prepared by: Reviewed by: Approved by:

Ms. Huynh Thi Xuan Ba
Chief Accountant

Mr. Ryu Je Eun
Director

Mr. Heo Young Taeg
General Director

INDEPENDENT AUDITOR' REPORT

To : Owner of Shinhan Bank Vietnam Limited

We have audited the accompanying financial statements of Shinhan Bank Vietnam Limited ("the Bank") as prepared on 27 March 2014 and set out on pages 6 to 52 which comprise the balance sheet as at 31 December 2013, and the income statement and the cash flow statement for the year then ended and the notes thereto.

Management's Responsibility

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

Auditor's 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 auditor's 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 auditor considers internal control relevant to the entity'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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by 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 2013, and of the results of its operations and its cash flows for the year then ended in accordance with the Vietnamese Accounting Standards and Accounting System for Credit Institutions and with the statutory requirements relevant to preparation and presentation of financial statements.

Ernst & Young Vietnam Limited



Samaz Babbaria
Deputy General Director
Audit Practicing Registration
Certificate No. 2038-2013-004-1

Nguyen Chi Cuong
Auditor
Audit Practicing Registration
Certificate No. 1103-2013-004-1

Ho Chi Minh City, Vietnam
27 March 2014

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