



*Explanation of changes in profit after tax on audited
financial statements in 2024 compared to 2023*

Attention: - State Securities Commission of Vietnam
- Hochiminh Stock Exchange
- Hanoi Stock Exchange

**Explanation of changes in profit after tax on audited
financial statements in 2024 compared to 2023**

1. **Organization:** Vietnam Prosperity Joint Stock Commercial Bank ("VPBank")
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6. **Detailed explanation:**

Pursuant to Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance guiding the disclosure of information on the stock market, Vietnam Prosperity Joint Stock Commercial Bank would like to explain its separate and consolidated business performance on the financial statements for 2024 as follows:

- a. **The Bank's separate profit after tax in 2024 compared to 2023, due to the changes in income and expenses as follows:**

Details	Changed (VND million)
Profit increase due to increase in net interest income	9,943,467
Profit decrease due to decrease in net fee and commission income	(2,202,993)
Profit increase due to increase in net gain from trading of foreign currencies and gold	1,515,821
Profit decrease due to decrease in net gain from securities held for trading	(64,241)
Profit increase due to increase in net gain from investment securities	153,578
Profit decrease due to decrease in net gain from other operating activities	(441,353)
Profit increase due to increase in income from investments in other entities	227,223
Profit decrease due to increase in operating expenses	(449,604)
Profit decrease due to increase in provision for credit losses	(3,889,942)
Change in profit before tax	4,791,956
Change in corporate income tax	(916,923)
Change in profit after tax	3,875,033

The separate profit after tax in 2024 changed in comparison with 2023 mainly due to the following reasons:

- The separate net interest income increased by VND 9,943,467 million (up 37.68%) due to the separate interest income increasing by VND 3,786,723 million while interest expenses decreased by VND 6,156,744 million;
- The separate net income from foreign exchange and gold trading activities increased by VND 1,515,821 million;

- The separate income from investment in other entities increased by VND 227,223 million due to parent bank received dividends primarily from its subsidiaries during the period;
- The separate provision for credit losses increased by VND 3,889,942 million (up 31.04%). Provision was made on the basis of credit balance and debts classification according to regulations on debts classification and provisioning effected at the time of making financial statements.

Due to the above reasons, and the change in net income from other activities, the total operating income of the separate bank in 2024 reached VND 44,292,940 million. The separate profit before tax amounted to VND 18,260,253 million. The separate profit after tax reached VND 14,640,976 million, an increase of VND 3,875,033 million, equivalent to a growth of 35.99%.

b. The consolidated profit after tax in 2024 compared to 2023, due to the changes in income and expenses as follows:

Details	Changed (VND million)
Profit increase due to increase in net interest income	10,905,731
Profit decrease due to decrease in net fee and commission income	(1,085,559)
Profit increase due to increase in net gain from trading of foreign currencies and gold	1,633,213
Profit decrease due to decrease in net gain from securities held for trading	(19,217)
Profit increase due to increase in net gain from investment securities	219,635
Profit increase due to increase in net gain from other operating activities	852,111
Profit increase due to increase in income from investments in other entities	9,654
Profit decrease due to increase in operating expenses	(398,514)
Profit decrease due to increase in provision for credit losses	(2,908,250)
Change in profit before tax	9,208,804
Change in corporate income tax	(1,716,149)
Change in profit after tax	7,492,655

The consolidated profit after tax in 2024 changed in comparison with 2023 mainly due to the following reasons:

- The consolidated net interest income increased by VND 10,905,731 million (up 28.57%) due to interest income increasing by VND 3,554,268 million while interest expenses decreased by VND 7,351,463 million;
- The consolidated net income in foreign exchange and gold trading activities increased by VND 1,633,213 million;
- The consolidated provision for credit losses increased by VND 2,908,250 million (up 11.64%). Provision was made on the basis of credit balance and debts classification according to regulations on debts classification and provisioning effected at the time of making financial statements.

Due to the above reasons, and the change in net income from other activities, the total operating income of the Bank and its subsidiaries in 2024 reached VND 62,255,056 million. The consolidated profit before tax amounted to VND 20,012,700 million. The consolidated profit after tax reached VND 15,986,826 million, an increase of VND 7,492,655 million, equivalent to a growth of 88.21%.

We hereby commit that the information published above is truthful and take full responsibility before law for the content of the published information.

Vietnam Prosperity Joint Stock Commercial Bank
CHIEF EXECUTIVE OFFICER

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