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*Explanation about change in profit after tax
between Q1 2022 and Q1 2021*

To: - State Securities Commission of Vietnam
 - Ho Chi Minh Stock Exchange

Letter of explanation about change in profit after tax between Q1 2022 and Q1 2021

1. **Listing organization:** Vietnam Prosperity Joint Stock Commercial Bank
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6. **Detailed explanation:**

Pursuant to Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance on guidelines on information disclosures on securities market, Vietnam Prosperity Joint Stock Commercial Bank would like to explain the standalone and consolidated business performance in Q1 2022 as follows:

The standalone profit after tax of the bank in Q1 2022 was VND 8,421,289 million, which grew by VND 5,846,647 million, equivalent to a 227.09% year-on-year growth; the consolidated profit after tax of the bank and its subsidiaries in Q1 2022 was VND 8,916,823 million, which grew by VND 5,715,013 million, equivalent to a 178.49% year-on-year growth, due to the following:

	<i>Increase/(decrease)(VND million)</i>	
	<i>Standalone</i>	<i>Consolidated</i>
Increase in net interest income	1,387,447	767,823
Increase in net fee and commission income	248,869	261,733
Decrease in net income from FX and gold trading	(17,545)	(39,386)
Decrease in net income from held-for-trading securities	(28,287)	(16,375)
Decrease in net income from investment securities	(77,424)	(77,300)
Increase in other net income	6,579,714	6,321,624
Increase in OPEX	(126,005)	(398,941)
(Decrease)/Increase in income due to increase/decrease in provision expense	(658,478)	320,822
Change in profit before tax	7,308,291	7,140,000
Increase/Decrease in corporate income tax	(1,461,644)	(1,424,987)
Change in profit after tax	5,846,647	5,715,013

The standalone and consolidated profit after tax in Q1 2022 increased from the same period last year mainly thanks to the following:

- The standalone NII increased by VND 1,387,447 million (up 29.69%) mainly because the lending interest income of the parent bank increased by VND 1,504,316 million while its interest expense only increased by VND 261,665 million; the consolidated NII increased by VND 767,823 million (up 8.42%) which was lower than the increase in the standalone NII because of the decrease in interest income and similar incomes by the subsidiaries caused by Covid-19 pandemic.
- The standalone net other income increased by VND 6,579,714 million (up 1614.20%); The consolidated net other income increased by VND 6,321,624 million (up 801.57%).
- The standalone provision expense increased by VND 658,478 million (up 48.58%) while the consolidated provision expense decreased by VND 320,822 million (down 7.20%). Provision is calculated based on the customers' loan balance and debt classification as per existing regulations on debt classification and provision effective at the time of preparing of the financial statement, including the additional provision according to SBV's Circular No. 03/2021/TT-NHNN dated April 2, 2021 on the amendments and supplements to Circular 01/2020/TT-NHNN on restructuring of loan repayment periods, exemption/reduction of interest/fees and keeping loan groups unchanged to assist customers affected by the Covid-19 pandemic.

From aforementioned reasons coupled with changes in net income from other activities, the standalone total operating income in Q1 2022 reached VND 14,174,824 million and the consolidated total operating income reached VND 18,269,595 million; the standalone profit before tax reached VND 10,526,614 million and the consolidated profit before tax reached VND 11,146,176 million. The standalone profit after tax reached VND 8,421,289 million, increasing by VND 5,846,647 million (up 227.09%) and the consolidated profit after tax reached VND 8,916,823 million, increasing by VND 5,715,013 million (up 178.49%).

We hereby certify the truthfulness of the information stated above and take full responsibility before the law for the disclosed information.

Vietnam Prosperity Joint Stock Commercial Bank

CHIEF EXECUTIVE OFFICER

(signed)

Nguyen Duc Vinh