



## **Woori Bank Vietnam Limited**

Financial statements

For the year ended 31 December 2023



# Woori Bank Vietnam Limited

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# WOORI BANK VIETNAM LIMITED

## CORPORATE INFORMATION

### THE BANK

Woori Bank Vietnam Limited (herein referred to as “the Bank” or “Woori Bank”) is a 100% foreign-invested bank established by Woori Bank, a bank incorporated in the Republic of Korea. The Bank operates under the License of Establishment and Operation for wholly foreign-invested bank No. 71/GP-NHNN dated 31 October 2016 issued by the State Bank of Vietnam (“SBV”), Enterprise Registration Certificate No. 0107619360 dated 2 November 2016 issued by the Hanoi Department of Planning and Investment and the third amendment thereof dated 13 November 2020. The Bank is licensed to operate for a period of 99 years from the date of License of Establishment and Operation. This period can be extended upon the approval of the SBV.

The Bank’s current principal activities are providing banking services including mobilizing and receiving short-term, medium-term, and long-term deposits from organizations and individuals; providing short-term, medium-term, and long-term loans to organizations and individuals based on the nature and capability of the Bank’s source of capital; conducting foreign currency transactions, discount of commercial papers, bonds and other valuable papers; providing settlement services to customers; providing depository services and providing other banking services allowed by the State Bank of Vietnam.

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# WOORI BANK VIETNAM LIMITED

## CORPORATE INFORMATION (continued)

### MEMBER'S COUNCIL

Members of the Member's Council of the Bank during the year ended 31 December 2023 and at the date of this report are:

<u>Name</u>	<u>Position</u>	<u>Appointment/Resignation date</u>
Mr. Yoon Seog Mo	Chairman	Appointed on 8 June 2022
Mr. Lee Jong In	Vice Chairman	Appointed on 24 May 2021, resigned on 1 April 2023
Mr. PARK JONGIL	Vice Chairman	Appointed on 25 May 2023
Mr. Lee Sang Min	Member	Appointed on 24 May 2021, resigned on 3 July 2023
Mr. Park Ji Cheong	Member	Appointed on 3 July 2023
Mr. Kil Joon Hyoung	Member	Appointed on 8 June 2022
Mr. Park Yong Jin	Member	Appointed on 24 May 2021, resigned on 3 July 2023
Mr. Park Jun Sick	Member	Appointed on 3 July 2023

### MANAGEMENT AND CHIEF ACCOUNTANT

Members of the Board of Management and Chief Accountant of the Bank during the year ended 31 December 2023 and at the date of this report are:

<u>Name</u>	<u>Position</u>	<u>Appointment/Resignation date</u>
Mr. PARK JONGIL	General Director	Appointed on 25 May 2023
Mr. Lee Jong In	General Director	Appointed on 27 April 2020, resigned on 1 April 2023
Mr. Kweon Hyeog Tai	Deputy General Director	Appointed on 9 December 2020, resigned on 30 June 2023
Mr. Park Jung Ho	Deputy General Director	Appointed on 4 May 2023
Mr. Lim In Kon	Deputy General Director	Appointed on 4 May 2023
Mr. Tran Thanh Vinh	Chief Accountant	

### BOARD OF CONTROLLERS ("BOC")

Members of the Board of Controllers of the Bank during the year ended 31 December 2023 and at the date of this report are:

<u>Name</u>	<u>Position</u>	<u>Appointment/Resignation date</u>
Mr. Oh Joon Hwan	Head of BOC	Appointed on 3 February 2023
Mr. Kim Jong Woo	Head of BOC	Appointed on 24 May 2021, resigned on 3 February 2023
Mr. Yoon Hyun Seong	Member	Appointed on 24 May 2021, resigned on 3 July 2023
Mr. Hwang In Sung	Member	Appointed on 3 July 2023
Mrs. Pham Thi Ngoc Lien	Member	Appointed on 24 May 2021

### LEGAL REPRESENTATIVE

The legal representative of the Bank during the year ended 31 December 2023 and at the date of this report is Mr. PARK JONGIL – General Director.

### AUDITOR

The auditor of the Bank is KPMG Limited.

# WOORI BANK VIETNAM LIMITED

## STATEMENT OF BOARD OF MANAGEMENT

Board of Management of Woori Bank Vietnam Limited ("the Bank") is pleased to present this report and the financial statements of the Bank for the year ended 31 December 2023.

### MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE FINANCIAL STATEMENTS

Board of Management is responsible for the financial statements for the year ended 31 December 2023 which give a true and fair view of the financial position of the Bank, its results of operations and its cash flows for the year. In preparing these financial statements, Board of Management is required to:

- ▶ select suitable accounting policies and then apply them consistently;
- ▶ make judgments and estimates that are reasonable and prudent;
- ▶ state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements for the year ended 31 December 2023; and
- ▶ prepare the financial statements for the year ended 31 December 2023 on the going concern basis unless it is inappropriate to presume that the Bank will continue its business.

Board of Management of the Bank is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position for the year ended 31 December 2023 of the Bank and ensuring that the accounting records comply with the applied accounting system. Board of Management is also responsible for safeguarding the assets of the Bank and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Board of Management confirmed that the Bank has complied with the above requirements in preparing the accompanying financial statements for the year ended 31 December 2023.

### STATEMENT BY BOARD OF MANAGEMENT

Board of Management of the Bank does hereby state that, in its opinion, the accompanying financial statements give a true and fair view of the financial position of the Bank as at 31 December 2023, of its results of operations and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System applicable to Credit institutions issued by the State Bank of Vietnam and the relevant statutory requirements applicable to financial reporting.



Mr. PARK JONGIL  
General Director  
WOORI  
VIỆT NAM  
Hanoi, Vietnam

27 March 2024



KPMG Limited  
46th Floor, Keangnam Landmark 72  
E6 Pham Hung Street, Me Tri Ward  
South Tu Liem District, Hanoi, Vietnam  
+84 (24) 3946 1600 | kpmg.com.vn

## **INDEPENDENT AUDITOR'S REPORT To the Owner Woori Bank Vietnam Limited**

We have audited the accompanying financial statements of Woori Bank Vietnam Limited (“the Bank”), which comprise the statement of financial position as at 31 December 2023, the statement of income and the statement of cash flows for the year then ended and the explanatory notes thereto which were authorised for issue by the Bank’s Board of Management on 27 March 2024, as set out on pages 6 to 55.

### **Board of Management’s Responsibility**

The Bank’s Board of Management is responsible for the preparation and fair presentation of these financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System applicable to credit institutions issued by the State Bank of Vietnam and the relevant statutory requirements applicable to financial statements, and for such internal control as Board of Management determines is necessary to enable the preparation of the 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 of 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 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 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 Bank’s 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 give a true and fair view, in all material respects, of the financial position of Woori Bank Vietnam Limited as at 31 December 2023 and of its results of operations and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System applicable to Credit institutions issued by the State Bank of Vietnam and the relevant statutory requirements applicable to financial reporting.

## Other Matter

The financial statements of the Bank for the year ended 31 December 2022 were audited by another firm of auditors whose report dated 28 March 2023 expressed an unqualified opinion on those statements.

KPMG Limited  
Vietnam  
Review Report No. 23-02-00111-24-1



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Dam Xuan Lam  
Practicing Auditor Registration  
Certificate No. 0861-2023-007-1  
*Deputy General Director*

Hanoi, **27 MAR 2024**

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Pham Thi Thuy Linh  
Practicing Auditor Registration  
Certificate No. 3065-2024-007-1

Woori Bank Vietnam Limited  
STATEMENT OF FINANCIAL POSITION  
as at 31 December 2023

B02/TCTD  
(Issued under  
Circular No. 49/2014/TT-NHNN  
dated 31 December 2014  
of the State Bank of Vietnam)

	Notes	31/12/2023 VND million	31/12/2022 VND million (Reclassified)
<b>ASSETS</b>			
Cash, gold and gemstones	5	246,726	263,980
Balances with the State Bank of Vietnam ("SBV")	6	166,739	453,229
Placements with and loans to other credit institutions ("CIs")	7	29,303,412	29,278,466
Placements with other credit institutions		26,058,749	26,135,812
Loans to other credit institutions		3,244,663	3,142,654
Derivative financial instruments and other financial assets		61,262	42,724
Loans to customers		32,410,577	29,036,972
Loans to customers	8	32,738,473	29,292,851
Allowance for loans to customers	9	(327,896)	(255,879)
Investment securities	10	1,028,309	1,039,576
Available-for-sale securities	10.1	399,986	399,977
Held-to-maturity securities	10.2	628,323	639,599
Fixed assets		432,788	440,913
Tangible fixed assets	11	201,072	203,125
Cost		378,930	340,387
Accumulated depreciation		(177,858)	(137,262)
Intangible assets	12	231,716	237,788
Cost		389,651	361,255
Accumulated amortization		(157,935)	(123,467)
Other assets	13	1,435,418	1,660,988
Receivables	13.1	1,152,758	1,377,460
Accrued interest and fee receivables	13.2	232,071	231,988
Other assets	13.3	50,589	51,540
<b>TOTAL ASSETS</b>		<b>65,085,231</b>	<b>62,216,848</b>





Woori Bank Vietnam Limited  
 STATEMENT OF FINANCIAL POSITION (continued)  
 as at 31 December 2023

B02/TCTD  
 (Issued under  
 Circular No. 49/2014/TT-NHNN  
 dated 31 December 2014  
 of the State Bank of Vietnam)

	Notes	31/12/2023 VND million	31/12/2022 VND million (Reclassified)
<b>LIABILITIES</b>			
<b>Deposits and borrowings from other credit institutions</b>	<b>14</b>	<b>10,628,716</b>	<b>7,173,273</b>
Deposits from other credit institutions		5,293,683	5,896,620
Borrowings from other credit institutions		5,335,033	1,276,653
<b>Deposits from customers</b>	<b>15</b>	<b>42,360,309</b>	<b>44,567,915</b>
<b>Other liabilities</b>	<b>16</b>	<b>777,487</b>	<b>352,109</b>
Interest and fee payables		421,235	47,819
Other payables		356,252	304,290
<b>TOTAL LIABILITIES</b>		<b>53,766,512</b>	<b>52,093,297</b>
<b>OWNER'S EQUITY</b>			
<b>Capital</b>		<b>7,700,000</b>	<b>7,700,000</b>
Charter capital		7,700,000	7,700,000
<b>Reserves</b>		<b>542,808</b>	<b>363,532</b>
<b>Undistributed profits</b>		<b>3,075,911</b>	<b>2,060,019</b>
<b>TOTAL OWNER'S EQUITY</b>	<b>19</b>	<b>11,318,719</b>	<b>10,123,551</b>
<b>TOTAL LIABILITIES AND OWNER'S EQUITY</b>		<b>65,085,231</b>	<b>62,216,848</b>

**OFF-BALANCE SHEET ITEMS**

	31/12/2023 VND million	31/12/2022 VND million
Foreign exchange commitments	22,930,568	20,624,926
- Foreign exchange commitments - buy	11,463,727	10,400,143
- Foreign exchange commitments - sell	11,466,841	10,224,783
Swap transaction commitments	28,961,785	14,615,670
Letters of credit	1,181,787	245,108
Irrevocable loan commitments	1,638	1,593
Other guarantees	5,545,549	3,214,502
Other commitments	2,054,826	1,037,828
Uncollected interest and fee receivables	37,958	3,078
Bad debts written off	382,923	350,616

Prepared by:



Mr. Tran Thanh Vinh  
Chief Accountant

Approved by:



Mr. PARK JONGIL  
General Director

Hanoi, Vietnam  
27 March 2024

Woori Bank Vietnam Limited  
STATEMENT OF INCOME  
for the year ended 31 December 2023

B03/TCTD  
(Issued under  
Circular No. 49/2014/TT-NHNN  
dated 31 December 2014  
of the State Bank of Vietnam)

	Notes	2023 VND million	2022 VND million
Interest and similar income	20	3,212,979	2,361,830
Interest and similar expenses	21	(1,145,312)	(483,916)
<b>Net interest and similar income</b>		<b>2,067,667</b>	<b>1,877,914</b>
Fee and commission income		183,647	213,409
Fee and commission expenses		(86,648)	(83,042)
<b>Net fee and commission income</b>	22	<b>96,999</b>	<b>130,367</b>
<b>Net gain from foreign currencies trading</b>	23	<b>473,517</b>	<b>400,339</b>
<b>Net gain from investment securities</b>	24	<b>-</b>	<b>375</b>
Other operating income		5,679	3,963
Other operating expenses		(6,645)	(3,107)
<b>Net (loss)/gain from other activities</b>	25	<b>(966)</b>	<b>856</b>
<b>TOTAL OPERATING EXPENSES</b>	26	<b>(1,051,039)</b>	<b>(921,731)</b>
<b>Net profit before provision for credit losses</b>		<b>1,586,178</b>	<b>1,488,120</b>
(Addition)/reserve of allowance for credit losses	9	(80,834)	3,394
<b>PROFIT BEFORE TAX</b>		<b>1,505,344</b>	<b>1,491,514</b>
Current corporate income tax expense	18.1	(310,176)	(299,293)
<b>Corporate income tax expense</b>		<b>(310,176)</b>	<b>(299,293)</b>
<b>PROFIT AFTER TAX</b>		<b>1,195,168</b>	<b>1,192,221</b>

Prepared by:



Mr. Tran Thanh Vinh  
Chief Accountant

Approved by:



Mr. PARK JONGIL  
General Director

Hanoi, Vietnam  
27 March 2024

Woori Bank Vietnam Limited  
STATEMENT OF CASH FLOWS  
for the year ended 31 December 2023

B04/TCTD  
(Issued under  
Circular No. 49/2014/TT-NHNN  
dated 31 December 2014  
of the State Bank of Vietnam)

Notes	2023 VND million	2022 VND million (Reclassified)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Interest and similar income	3,212,896	1,808,673
Interest and similar payments	(771,896)	(156,445)
Net fee and commission income	96,999	130,367
Net income from foreign currencies, gold and securities trading activities	473,517	400,339
Other (expenses)/income	(966)	704
Payments for operating and salary expenses	(975,975)	(855,589)
Corporate income tax paid during the year	(352,674)	(172,660)
	<b>1,681,901</b>	<b>1,155,389</b>
<b>Net cash flows from operating profit before changes in operating assets and liabilities</b>	<b>(4,723,583)</b>	<b>(2,743,453)</b>
<b>Changes in operating assets</b>		
(Increase)/decrease in deposits at and loans to other credit	(1,487,526)	1,671,609
Decrease/(increase) in trading securities	11,267	(589,609)
(Increase)/decrease of derivative financial instruments and other financial assets	(18,538)	37,752
Increase in loans to customers	(3,445,622)	(3,129,922)
Decrease in allowance to write off loans to customers	(8,817)	(1,119)
Decrease/(increase) in other assets	225,653	(732,164)
	<b>1,342,297</b>	<b>4,991,212</b>
<b>Changes in operating liabilities</b>		
Increase/(decrease) in deposits and borrowings from other credit institutions	3,455,443	(6,728,107)
(Decrease)/increase in customer deposits	(2,207,606)	11,397,498
Increase in other liabilities	94,460	321,821
	<b>(1,699,385)</b>	<b>3,403,148</b>
<b>Net cash flows from operating activities</b>	<b>(1,699,385)</b>	<b>3,403,148</b>

Woori Bank Vietnam Limited  
STATEMENT OF CASH FLOWS (continued)  
for the year ended 31 December 2023

B04/TCTD  
(Issued under  
Circular No. 49/2014/TT-NHNN  
dated 31 December 2014  
of the State Bank of Vietnam)

Notes	2023 VND million	2022 VND million (Reclassified)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets	(66,939)	(127,466)
Proceeds from disposal of fixed assets	-	1,202
<b>Net cash flows from investing activities</b>	<b>(66,939)</b>	<b>(126,264)</b>
<b>Net cash flows for the current year</b>	<b>(1,766,324)</b>	<b>3,276,884</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>22,753,743</b>	<b>19,476,859</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>27 20,987,419</b>	<b>22,753,743</b>

Prepared by:



Mr. Tran Thanh Vinh  
Chief Accountant

Hanoi, Vietnam  
27 March 2024

Approved by:



Mr. PARK JONGIL  
General Director