PRUDENTIAL RATIO STATEMENT

SAIGON - HANOI SECURITIES JOINT STOCK COMPANY

As at 31 December 2022

(audited)

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REPORT OF THE BOARD OF DIRECTORS

The Board of Directors of Saigon - Hanoi Securities Joint Stock Company ("the Company") presents its report and the Company's prudential ratio statements as at 31 December 2022.

THE COMPANY

Saigon - Hanoi Securities Joint Stock Company which was established and operating activities based on License of securities operating activities No 66/UBCK-GP dated 15 November 2007 and Amended License of securities operating activities No.85/GPDC-UBCK dated 05 September 2022 issued by the State Securities Committee.

The Company's head office is located at: Floors 1-5 Unimex Hanoi Building, 41 Ngo Quyen, Hang Bai Ward, Hoan Kiem District, Hanoi City.

THE BOARD OF MANAGEMENT, THE BOARD OF DIRECTORS AND BOARD OF SUPERVISION

The members of The Board of Management during the fiscal year and to the reporting date are:

Mr. Do Quang Vinh	Chairman	Appointed on 27/04/2022
Mr. Do Quang Hien	Chairman	Resigned on 26/04/2022
Mr. Vu Duc Tien	Member	
Mr. Le Dang Khoa	Member	
Mr. Luu Danh Duc	Member	Appointed on 27/04/2022
Mr. Mai Xuan Son	Member	Resigned on 27/04/2022
Mrs. Nguyen Dieu Trinh	Member	

The members of The Board of Directors in the fiscal year and to the reporting date are:

Mr. Vu Duc Tien	General Director
Mr. Tran Sy Tien	Deputy General Director as Chief Accountant
Mr. Nguyen Chi Thanh	Deputy General Director
Mrs. Tran Thi Thu Thanh	Deputy General Director

The members of the Board of Supervision are:

Mrs. Pham Thi Bich Hong	Head of Control Department
Mrs. Luong Thi Luu	Member
Mr. Vu Duc Trung	Member

AUDITORS

The auditors of the AASC Auditing Firm Company Limited take the audit of Prudential ratio statement for the Company.

STATEMENT OF THE BOARD OF DIRECTORS' RESPONSIBILITY IN RESPECT OF THE PRUDENTIAL RATIO STATEMENT

The Board of Directors ensures that the information system and internal control system are built and maintained to ensure that the financial position of the company is reflected honestly and reasonably at any time in accordance with Circular No.91/2020/TT-BTC dated 13 November 2020 of the Ministry of Finance on prudential indicators and actions against securities-trading organizations that fail to achieve the prudential indicators.

The Board of Directors confirms that the Prudential ratio statement give a true and fair view of prudential ratios of Company as at 31 December 2022, accordance with Circular No.91/2020/TT-BTC dated 13 November 2020 on prudential indicators and actions against securities-trading organizations that fail to achieve the prudential indicators in the preparation and presentation the Prudential ratio statements as at 31 December 2022.

Other Commitment

The Board of Directors pledges that the Company complies with Decree No. 155/2020/ND-CP dated 31 December 2020 on detailing and guiding the implementation of a number of articles of the Law on Securities and the Company does not violate the obligations of information disclosure in accordance with the regulations of the Circular No. 96/2020/TT-BTC dated 16 November 2020 issued by the Ministry of Finance guiding the disclosure of information on Securities Market.

On behalf of The Board of Directors

CÔNG TY CỔ PHẦN CHỨNG KHOÁN SÀI GÒN HÀ NỘI

Vu Duc Tien
General Director

Hanoi, 27 March 2023

No.: 270323.003/BCTC.KT2

INDEPENDENT AUDITORS' REPORT

To: **Shareholders, The Board of Management and The Board of Directors**
Saigon - Hanoi Securities Joint Stock Company

We have audited the Prudential ratio statement as at 31 December 2022 of Saigon - Hanoi Securities Joint Stock Company prepared on 27 March 2023, as set out on pages 06 to 16, was prepared by The Board of Directors of Saigon - Hanoi Securities Joint Stock Company in accordance with the Circular No.91/2020/TT-BTC dated 13 November 2020 of the Ministry of Finance on the prudential ratio and the handling measures for the securities institutions that fail to achieve the prudential ratio.

The Board of Directors' responsibility

The Board of Directors responsible for the preparation of Prudential ratio statement that give a true and fair view in accordance with the Circular No.91/2020/TT-BTC dated 13 November 2020 of the Ministry of Finance on the prudential ratio and the handling measures for the securities institutions that fail to achieve the prudential ratio, and for such internal control as management determines is necessary to enable the preparation of Prudential ratio statement that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these Prudential ratio statement based on our audit. We conducted our audit in accordance with Vietnamese standards on auditing No.800 - "The Auditor's report on special purpose audit engagements" and relevant others Vietnamese Standards on Auditing. Those standards require that we comply with standards, ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Prudential ratio statement are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Prudential ratio statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Prudential ratio statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of Prudential ratio statement that give a true and fair view 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 Prudential ratio statement.

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 Prudential ratio statement of Saigon - Hanoi Securities Joint Stock Company give a true and fair view of the prudential ratios of the Company as at 31 December 2022, in accordance with the provisions of Circular No.91/2020/TT-BTC dated 13 November 2020 of the Ministry of Finance on the prudential ratio and the handling measures for the securities institutions that fail to achieve the prudential ratio.

Accounting Policy

Do not deny our opinion above, we draw readers' attention that Prudential ratio statement is prepared to help Saigon - Hanoi Securities Joint Stock Company to meet the requirements of the State Securities Commission. Thus, Prudential ratio statement may not suitable for other purposes.

Other matters

Saigon - Hanoi Securities Joint Stock Company has prepared a Financial statements for the year ended at 31 December 2022 in accordance with Vietnamese Accounting Standards and System and comply with relevant statutory requirements relating to the preparation and presentation of financial statements and we have issued an Independent auditors' reports on that financial statements of Saigon - Hanoi Securities Joint Stock Company on 27 March 2023.

AASC Auditing Firm Company Limited

Vu Xuan Bien	**Le Cong Thang**
Deputy General Director	Auditor
Certificate of registration to audit practice	Certificate of registration to audit practice
No: 0743-2023-002-1	No: 4422-2019-002-1

Hanoi, 27 March 2023

SAIGON - HANOI SECURITIES
JOINT STOCK COMPANY

SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

No.:
Prudential ratio statement

To: The State Securities Commission

PRUDENTIAL RATIO STATEMENT

As at 31 December 2022

We commit that:

(1) The Statement is based on the data updated on the date of making this statement in accordance with the Circular No.91/2020/TT-BTC dated 13 November 2020 of the Ministry of Finance, on the prudential ratio and the handling measures for the securities institutions that fail to achieve the prudential ratio;

(2) The issues that might affect the financial condition of the Company, which arise after this statement is made, shall be updated in the succeeding statement;

(3) We are responsible before law for the accuracy of the statement.

Tran Sy Tien	**Nguyen Thuy Hanh Mai**	**Vu Duc Tien**
Chief Accountant	Head of internal control department	General Director

Hanoi, 27 March 2023

PRUDENTIAL RATIO STATEMENT

As at 31 December 2022

I. LIQUIDITY

NO.	CONTENT	LIQUIDITY		
		Liquidity	Deductions	Increases
A	**OWNER'S EQUITY**	(1)	(2)	(3)
1	Owner investment capital, excluding refunded preferred equity (if any)	8,131,567,480,000		
2	Equity surplus, excluding refunded preferred equity (if any)	721,752,950,800		
3	Treasury stocks	-		
4	Bond conversion option - Capital component	-		
5	Other owner's equity	-		
6	Differences in revaluation of assets at fair value	(337,086,821,870)		
7	Reserve fund for charter capital supplementation	77,136,777,489		
8	Financial provision and professional risk	77,136,777,489		
9	Other funds pertaining to equity	-		
10	After-tax profit	765,352,265,689		
11	Provision for impairment of assets	509,179,751,883		
12	Difference in revaluation of fixed assets	-		
13	Foreign exchange rate difference	-		
14	Convertible debts			-
15	Total decrease or increase of securities of financial investment		-	54,236,030,460
16	Other equity (if any)	-		
1A	**Total**			**9,999,275,211,940**
B	**Short-term assets**			
1	**Financial assets**			
1	Cash and cash equivalents			
2	Fair value through profit and loss financial assets (FVTPL)			
	- Securities with market latene risks			
	- Securities be deducted from liquidity		-	
3	Held-to-maturity investments (HTM)			
	- Securities with market latene risks			
	- Securities be deducted from liquidity		-	
4	Loans			
5	Financial assets available for sale (AFS)			
	- Securities with market latene risks			
	- Securities be deducted from liquidity		-	
6	Provision for impairment of financial assets and mortgage assets			
7	Receivables from clients (Receivables from sale of financial assets; Receivables from and accruals for dividend and interest income)			
	- Receivables from customers having the remaining payment period of 90 days or less			

PRUDENTIAL RATIO STATEMENT

As at 31 December 2022

I. LIQUIDITY

NO.	CONTENT	LIQUIDITY		
		Liquidity	Deductions	Increases
	- Receivables from customers having the remaining payment period of over 90 days		-	
8	Warrant certificate is not yet issued			
9	Basic securities for the purpose of risk prevention when issuing warrant certificates			
10	Receivables from services provided by the Company			
	Receivables have the remaining payment period of 90 days or less			
	Receivables have the remaining payment period of over 90 days		464,242,171,679	
11	Short-term internal receivables			
	Internal receivables have the remaining payment period of 90 days or less			
	Internal receivables have the remaining payment period of over 90 days		-	
12	Receivables from securities trading error			
	Receivables have the remaining payment period of 90 days or less			
	Receivables have the remaining payment period of over 90 days		-	
13	Other receivables			
	Other receivables have the remaining payment period of 90 days or less			
	Other receivables have the remaining payment period of over 90 days		45,006,580,297	
14	Provision for impairment of receivables			
15	Advances to suppliers		1,579,399,895	
II	**Other short-term assets**		-	
1	Advances			
	- Advances have the remaining payment period of 90 days or less			
	- Advances have the remaining payment period of over 90 days		-	
2	Office supplies, tools		262,111,957	
3	Short – term prepaid expenses		3,988,136,457	
4	Mortgages, mortgages, collateral, short-term deposits		2,750,000	
5	VAT deducted		-	
6	Taxes and receivables to state budget		-	
7	Other short-term assets		-	
8	Provision for impairment of other short - term assets			
1B	**Total**			**515,081,150,285**

PRUDENTIAL RATIO STATEMENT

As at 31 December 2022

I. LIQUIDITY

NO.	CONTENT	LIQUIDITY		
		Liquidity	Deductions	Increases
C	**Long-term assets**			
I	**Long - term financial assets**			
1	Long-term receivables		-	
2	Investments			
2.1	Held-to-maturity investments (HTM)			
	Securities with market latene risks			
	Securities be deducted from liquidity		-	
2.2	Investments in subsidiaries		-	
2.4	Other long-term investments		-	
II	**Fixed assets**		**16,937,048,561**	
III	**Investment real estate**		-	
IV	**Cost of construction in progress**		-	
V	**Other long-term assets**			
1	Long - term mortgages, mortgages, collateral, short-term deposits		3,154,800,343	
2	Long – term prepaid expenses		27,182,504,990	
3	Deferred income tax assets		-	
4	Deposits to Settlement Assistance Fund		20,000,000,000	
5	Other long - term assets		-	
VI	**Provision for long-term assets**			
	The asset targets are considered exceptions, contrary to or denied in the audited, reviewed financial statements without being deducted as prescribed in Article 5		-	
1C	**Total**			**67,274,353,894**
D	**Collateral guaranteed asset**			
1	Collateral value			
1.1	Deposits to Settlement Assistance Fund (for derivatives market)		-	
1.2	Value of contributing to the clearing fund of the central payment for the opening position of the clearing member (for derivatives market)		-	
1.3	Cash deposit and bank guarantee value upon issuance of secured warrant certificate		-	
2	The value of the collateral for liabilities has a term of more than 90 days		-	
1D	**Total**			-
LIQUIDITY = 1A-1B-1C-1D				**9,416,919,707,761**

PRUDENTIAL RATIO STATEMENT

As at 31 December 2022

II. RISK VALUE

A	MARKET RISKS			
	Investment items	**Risk coefficient** (1)	**Scale of risk** (2)	**Value of risk** (3) = (1) x (2)
I	**Cash and cash equivalents, instruments of the money market**			-
1	Cash (VND)	0%	1,039,661,871,707	-
2	Cash equivalents, term deposits	0%	-	-
3	Valuable papers, transferring instruments on the money market, certificates of deposit	0%	1,020,874,246,564	-
II	**Government bonds**			-
4	Government bonds without interest	0%	-	-
5	Government bonds with coupon payment	0%		
5.1	Government bond (including bonds and bonds for projects issued previously), Government bond of countries in OECD bloc or sponsored by Government or Central Bank of the countries in this bloc. The bond issued by international organizations IBRD, ADB, IADB, AfDB, EIB and EBRD.	3%		
III	**Government bonds**			**60,538,089,030**
6	The listed bond has the remaining maturity time of less than 01 year, including convertible bond	3%	-	-
	The listed bond has the maturity time from 01 to under 03 years, including convertible bond	8%		
	The listed bond has the maturity time from 03 to under 05 years, including convertible bond	10%	-	-
	The listed bond has the maturity time from 05 years or more, including convertible bond	15%	403,587,260,200	60,538,089,030
IV	**Corporate bonds**			**400,758,735,715**
	Listed bonds			
7	The listed bond has the remaining maturity time of less than 01 year, including convertible bond	8%	-	-
	The listed bond has the maturity time from 01 to under 03 years, including convertible bond	10%	77,999,000,000	7,799,900,000
	The listed bond has the maturity time from 03 to under 05 years, including convertible bond	15%	364,443,754,743	54,666,563,211
	The listed bond has the maturity time from 05 years or more, including convertible bond	20%	-	-

PRUDENTIAL RATIO STATEMENT

As at 31 December 2022

II. RISK VALUE

A	**MARKET RISKS**			
Investment items		**Risk coefficient** (1)	**Scale of risk** (2)	**Value of risk** (3) = (1) x (2)
	Unlisted bonds			
8	The unlisted bond has the remaining maturity time of less than 01 year, including convertible bond	15%	15,317,845,950	2,297,676,893
	Unlisted bonds issued by listed enterprises with remaining maturities from 1 year to less than 3 years, including convertible bonds	20%	306,572,681,841	61,314,536,368
	Unlisted bonds issued by listed enterprises with remaining maturities from 3 years to less than 5 years, including convertible bonds	25%	-	-
	Unlisted bonds issued by listed enterprises with remaining maturity of 5 years or more, including convertible bonds	30%	-	-
	Unlisted bonds issued by other enterprises with remaining maturity of less than 1 year, including convertible bonds	25%	275,443,756,600	68,860,939,150
	Unlisted bonds issued by other enterprises with remaining maturities from 1 year to less than 3 years, including convertible bonds	30%	63,496,895,910	19,049,068,773
	Unlisted bonds issued by other enterprises with remaining maturities from 3 years to less than 5 years, including convertible bonds	35%	120,652,485,876	42,228,370,057
	Unlisted bonds issued by other enterprises with remaining maturity of 5 years or more, including convertible bonds	40%	361,354,203,157	144,541,681,263
V	**Shares**			**549,864,442,597**
9	Common stock and preferred stock of the listed organizations at HCM Stock Exchange; open treasury certificate	10%	1,207,714,449,470	120,771,444,947
10	Common stock and preferred stock of the listed organizations at Hanoi Stock Exchange	15%	239,098,580,000	35,864,787,000
11	Common stock and preferred stock of the public companies not listed and registered for trading via UpCom system	20%	565,524,342,000	113,104,868,400
12	Common stock and preferred stock of the public companies registering depository but not listed or registered for trading; Stocks are in the initial issuance (IPO)	30%	-	-
13	Shares of other public companies	50%	560,246,684,500	280,123,342,250
VI	**Certificate of securities investment funds**			-
14	Public funds, including public investment companies	10%	-	-
15	Member funds, separate investment companies	30%	-	-

PRUDENTIAL RATIO STATEMENT

As at 31 December 2022

II. RISK VALUE

A	MARKET RISKS			
	Investment items	Risk coefficient (1)	Scale of risk (2)	Value of risk (3) = (1) x (2)
VII	**Restricted securities**			**2,882,584,000**
16	Securities of unlisted public companies are warned due to the delay in disclosing information on audited or reviewed financial statements according to regulations	30%	-	-
17	Listed securities are warned	20%	-	-
18	Listed securities are controlled	25%	-	-
19	Securities temporarily suspended from trading	40%	-	-
20	Delisted or canceled securities	80%	3,603,230,000	2,882,584,000
VIII	**Derivative securities**			**365,696,834,638**
21	Stock index futures contract	8%	-	-
22	Government bond futures contract	3%	-	-
23	Shares listed in foreign markets included in the benchmark	25%	-	-
24	Shares listed in foreign markets not included in the benchmark	100%	-	-
25	Covered warrants listed on Ho Chi Minh Stock Exchange	8%	-	-
26	Covered warrants listed on Hanoi Stock Exchange	10%	-	-
27	Shares and bonds of un-issued companies that do not have the latest audited financial statements up to the time of reporting or have audited financial statements but have contrary audit opinions, disclaimer of opinion, or opinions that do not fully agree.	100%	224,896,834,638	224,896,834,638
28	Shares, capital contribution and other securities	80%	176,000,000,000	140,800,000,000
29	Covered warrants issued by the security companies			
30	Securites formed form hedging activities for the covered warrants issued (in case covered warrants are not profitable)			
31	The difference between the value of underlying securities used to hedge the risk and the value of underlying securities necessary to hedge against the risk of secured warranties			
IX	**The additional risk (if any) (based on the liquidity after making all provisions)**			-

	Securities code	Level increase	Risk coefficient	Scale of risk	Value of risk
1	...			-	-
2	...			-	-
3	...			-	-
	TOTAL MARKET RISK VALUE (A= I+II+III+IV+V+VI+VII+VIII)				**1,379,740,685,980**

PRUDENTIAL RATIO STATEMENT

As at 31 December 2022

II. RISK VALUE

B	PAYMENT RISK							
Form of trading		Value of risk						Total value of risk
		(1)	(2)	(3)	(4)	(5)	(6)	
	Rate of	0%	0.8%	3.2%	4.8%	6.0%	8.0%	
I	**Risk before the due date**							**63,145,434,795**
1	Term deposits, loans without collateral, and receivables from the securities trading and securities services and other potential payment risk items.	-	-	-	-	61,252,454,794	1,892,980,001	63,145,434,795
2	Given securities loans/economic agreements with the same nature	-	-	-	-	-	-	-
3	Taken securities loans/economic agreements with the same nature	-	-	-	-	-	-	-
4	Securities trading contracts with commitment to sell back/economic agreements with the same nature	-	-	-	-	-	-	-
5	Securities trading contracts with commitment to buy back/economic agreements with the same nature	-	-	-	-	-	-	-

PRUDENTIAL RATIO STATEMENT

As at 31 December 2022

Details of payment risk factors by partners are determined as follows:

No.	Payment partner for securities trading organizations	Coefficient of payment risk
1	Government, issuers guaranteed by the Government and Central Banks of OECD countries; People's Committees of provinces and cities under central authority;	0%
2	Stock Exchange, Vietnam Securities Depository and Clearing Corporation	0.8%
3	Credit institutions, financial institutions, securities business organizations established in OECD countries and having credit ratings that meet other conditions according to internal regulations of securities trading organizations	3.2%
4	Credit institutions, financial institutions, securities business organizations established outside OECD countries; or established in OECD countries and did not meet other conditions according to internal regulations of securities trading organizations.	4.8%
5	Credit institutions, financial institutions, securities business organizations established and operating in Vietnam	6.0%
6	Others	8.0%

II	Risk after the due date			-
	Overdue period	**Risk coefficient**	**Scale of risk**	**Value of risk**
1	0 – 15 days after the deadline of payment or securities transfer	16%	-	-
2	16 – 30 days after the deadline of payment or securities transfer	32%	-	-
3	31 – 60 days after the deadline of payment or securities transfer	48%	-	-
4	60 days or more	100%	-	-

PRUDENTIAL RATIO STATEMENT

As at 31 December 2022

III	**Risk after the due date**			**1,390,000,000,000**
		Risk coefficient	**Scale of risk**	**Value of risk**
1	Contracts, transactions, capital uses other than transactions and contracts are recorded at Points a, b, c, d, đ, e, g, Clause 1, Article 10 of this Circular; revenue from debt trading with trading partners other than Vietnam Asset Management Company (VAMC), Vietnam Debt Trading Company Limited (DATC) (Details of each entity)). The advance accounts for more than 5% of the equity with the remaining repayment period of fewer than 90 days (Details of each subject).	100%	1,390,000,000,000	1,390,000,000,000
IV	**Increased risk (if any)**			**145,125,245,479**
No.	**Details of each loan and each partner**	**Rate of increase**	**Scale of risk**	**Value of risk**
1	Hanoi Financial Technology Investment Joint Stock Company	100%	1,390,000,000,000	139,000,000,000
2	Saigon Hanoi Commercial Joint Stock Bank (term deposits)	6%	1,020,874,246,564	6,125,245,479
B	**TOTAL VALUE OF RISK OF PAYMENT (B=I+II+III+IV)**			**1,598,270,680,274**

PRUDENTIAL RATIO STATEMENT

As at 31 December 2022

II. RISK VALUE

C	RISK OF OPERATION (WITHIN 12 MONTHS)	Risk value
I	**Total expenses arising within 12 months**	**1,350,368,988,314**
II	**Amounts deducted from the total expense**	**325,940,451,347**
	1. Depreciation expenses	5,948,988,777
	2. Expenses/Reversal of provision for diminution in value of short-term financial assets and mortgaged assets	-
	3. Expenses/Reversal of provision for diminution in value of long-term financial	-
	4. Expenses/Reversal of provision for impairment of receivables	44,786,729,745
	5. Expenses/Reversal of provision for impairment of other short-term assets	-
	6. Expenses from differences for diminution in the revaluation of financial assets recognized through profit/loss	111,916,028,805
	7. Interest expenses	163,288,704,020
III	**Total expense after deduction (III = I – II)**	**1,024,428,536,967**
IV	**25% of total expense after deduction (IV = 25% III)**	**256,107,134,242**
V	**20% of legal capital of the securities institution**	**60,000,000,000**
C	**TOTAL VALUE OF OPERATION RISK (C=Max {IV, V})**	**256,107,134,242**
D	**TOTAL VALUE OF RISK (A+B+C)**	**3,234,118,500,496**

III. SUMMARY OF RISK AND LIQUIDITY

No.	Targets	Risk value/Liquidity	Note (if any)
1	Total value of market risk	1,379,740,685,980	
2	Total value of payment risk	1,598,270,680,274	
3	Total value of operation risk	256,107,134,242	
4	**Total value of risk (4=1+2+3)**	**3,234,118,500,496**	
5	**Liquidity**	**9,416,919,707,761**	
6	**Liquidity ratio (6=5/4)**	**291.17%**	

Tran Sy Tien	**Nguyen Thuy Hanh Mai**	**Vu Duc Tien**
Chief Accountant	Head of internal control department	General Director

Hanoi, 27 March 2023