

Code VCB
Company name Joint Stock Commercial Bank for Foreign Trade of Viet Nam
Date 10/21/2020
Subject Explanation for the fluctuation of QIII.2020 business results

Content:

Joint Stock Commercial Bank for Foreign Trade of Viet Nam has explained the fluctuation in the separate and consolidated financial statements in Quarter III of 2020 as follows:

1. Separate financial statements:

The profit after tax in Quarter III of 2020 decreased by 1,102 billion dongs (-22.18%) compared to Quarter III of 2019 mainly because the profit before tax in Quarter III of 2020 decreased about 1,376 billion dongs (-22.18%) compared to Quarter III of 2019, because of the following issues:

	Change	
	billion dongs	%
Main fluctuations		
Decrease in deposit interest income	(676)	(10.89%)
Increase in credit risk provision	(501)	(8.07%)
	(1,177)	(18.96%)

The accumulated separate profit after tax until the end of Quarter III of 2020 decreased by 1,386 billion dongs (-10.03%) mainly because the accumulated separate profit before tax until the end of Quarter III of 2020 went down 1,714 billion dongs (-9.93%) compared to Quarter III of 2019, because of the following issues:

	Change	
	billion dongs	%
Main fluctuations		
Increase in credit risk provision	(1,201)	(6.96%)
	(1,201)	(6.96%)

2. Consolidated financial statements:

The profit after tax in Quarter III of 2020 decreased by 1,056 billion dongs (-20.90%) compared to Quarter III of 2019 mainly because the profit before tax in Quarter III of 2020 decreased by 1,326 billion dongs (-21.02%) compared to Quarter III of 2019, because of the following issues:

	Change	
	billion dongs	%
Main fluctuations		
Decrease in deposit interest income	(678)	(10.75%)
Increase in credit risk provision	(522)	(8.27%)
	(1,200)	(19.02%)

The accumulated profit after tax until the end of Quarter III of 2020 decreased by 1,333 billion dongs (-9.44%) mainly because the accumulated profit before tax until the end of Quarter III of 2020 went down about 1,648 billion dongs (-9.35%) compared to Quarter III of 2019, because of the following issues:

	Change	
	billion dongs	%
Main fluctuations		
Increase in credit risk provision	(1,214)	(6.89%)
	(1,214)	(6.89%)