

Bao Viet Securities Joint Stock Company

Interim combined financial statements

30 June 2016



Bao Viet Securities Joint Stock Company

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Bao Viet Securities Joint Stock Company

GENERAL INFORMATION

THE COMPANY

Bao Viet Securities Joint Stock Company ("the Company") is a joint-stock company established in Vietnam under Incorporation Licence No. 4640/GP-UB issued on 1 October 1999 by the Hanoi People's Committee and Business Licence No. 01/GPHDKD issued on 28 November 1999 by the State Securities Commission with its original charter capital of VND 43,000,000,000

On 13 December 2006, the Company's shares were officially traded on Hanoi Securities Trading Center (now Hanoi Stock Exchange) pursuant to an approval in Decision No. 51/QĐ-TTGDHN issued on 30 November 2006 by Hanoi Securities Trading Center (now Hanoi Stock Exchange) and the Certificate of Securities Custody Registration No. 33/2006-GCNCP-TTLK issued on 13 December 2006 by Vietnam Securities Depository. On 10 December 2009, the Company was granted Amended Certificate of securities operating license No.01/GPHDKD in accordance with Decision No 288/UBCK-GP issued by the State Securities Commission on increasing its charter capital to VND 722,339,370,000.

The Company's head office is located at Bao Viet Group Building, No. 8 Le Thai To, Hoan Kiem District, Hanoi and its branch is located at Bao Viet Group Building No. 233, Dong Khoi Street, District 1, Ho Chi Minh City.

Major features of the Company's operation

Capital

The Company's charter capital as at 30 June 2016 was VND 722,339,370,000. Its owners' equity was VND 1,501,870,827,179 and its total assets were VND 1,748,080,572,544.

Investment objectives

Being a listed securities company in Vietnam securities market, major business activities of the Company include brokerage service, proprietary trading, underwriting, securities investment advisory and financial advisory services, the Company aims at contributing to the development of securities market and offering benefits to its customers, investors and shareholders.

Investment restrictions

The Company complies with Article 44 of Circular No. 210/2012/TT-BTC dated 30 November 2012 providing guidance on the establishment and operation of securities companies, Circular No. 07/2016/TT-BTC dated 18 Jan 2016 amending and supplementing certain articles of Circular No 210/2012/TT-BTC and other prevailing regulations on investment restrictions.

BOARD OF DIRECTORS

Members of the Board of Directors for the six-month period ended 30 June 2016 and at the date of this report are:

<u>Name</u>	<u>Position</u>	<u>Date of appointment/ resignation</u>
Mr. Dau Minh Lam	Chairman	Appointed on 12 May 2016
Mr. Le Van Binh	Member	Appointed on 15 April 2015
Mr. Pham Ngoc Tu	Member	Appointed on 15 September 2015 Approved by the Shareholders' Annual General Meeting on 12 May 2016
Mr. Nguyen Anh Tuan	Member	Appointed on 12 May 2016
Mr. Nhu Dinh Hoa	Member	Appointed on 15 April 2015
Mr. Phan Kim Bang	Chairman	Appointed on 15 April 2015 Resigned on 12 May 2016
Mr. Bui Tuan Trung	Member	Appointed on 15 April 2015 Resigned on 12 May 2016

Bao Viet Securities Joint Stock Company

GENERAL INFORMATION (continued)

BOARD OF SUPERVISION

Members of the Board of Supervision for the six-month period ended 30 June 2016 and at the date of this report are:

<u>Name</u>	<u>Position</u>	<u>Date of appointment</u>
Mr. Nguyen Xuan Hoa	Head of the Board	Appointed on 15 April 2015
Mr. Hoang Giang Binh	Member	Appointed on 15 April 2015
Ms. Nguyen Thi Thanh Van	Member	Appointed on 15 April 2015

BOARD OF MANAGEMENT

Members of Board of Management for the six-month period ended 30 June 2016 and at the date of this report are:

<u>Name</u>	<u>Position</u>	<u>Date of appointment</u>
Mr. Nhu Dinh Hoa	Chief Executive Officer	Appointed on 18 March 2011 Reappointed on 05 May 2014
Ms. Nguyen Thi Thanh Thuy	Deputy Chief Executive Officer	Appointed on 15 July 2013 Reappointed on 14 July 2016
Mr. Vo Huu Tuan	Deputy Chief Executive Officer Director of Ho Chi Minh Branch	Appointed on 04 February 2011 Reappointed on 05 May 2014

LEGAL REPRESENTATIVE

The legal representative of the Company for the six-month period ended 30 June 2016 and at the date of this report is Mr. Nhu Dinh Hoa - Chief Executive Officer.

AUDITORS

The auditors of the Company are Ernst & Young Vietnam Limited.

Bao Viet Securities Joint Stock Company

REPORT OF MANAGEMENT

Management of Bao Viet Securities Joint Stock Company ("the Company") is pleased to present its report and the interim combined financial statements of the Company for the six-month period ended 30 June 2016.

MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE INTERIM COMBINED FINANCIAL STATEMENTS

Management is responsible for the interim combined financial statements of each financial period which give a true and fair view of the interim combined financial position of the Company and of the interim combined results of its operations, its interim combined cash flows and its interim combined changes in equity for the period. In preparing those interim financial statements, management is required to:

- ▶ select suitable accounting policies and then apply them consistently;
- ▶ make judgements 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 interim financial statements; and
- ▶ prepare the interim combined financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue its business.

Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the interim combined financial position of the Company and to ensure that the accounting records comply with the applied accounting system. It is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Management confirmed that it has complied with the above requirements in preparing the interim combined financial statements for the six-month period ended 30 June 2016

STATEMENT BY MANAGEMENT

Management does hereby state that, in its opinion, the accompanying combined interim financial statements give a true and fair view of the interim combined financial position of the Company as at 30 June 2016 and of the interim combined results of its operations, its interim combined cash flows and its interim combined changes in equity for the six-month period then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System, accounting regulations and guidance applicable to securities companies and statutory requirements relevant to preparation and presentation of interim financial statements.

On behalf of the Board of Management:



Mr. Nhu Dinh Hoa
Chief Executive Officer

Hanoi, Vietnam

12 August 2016



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Reference No.: 60780870/18715138

REPORT ON REVIEW OF INTERIM COMBINED FINANCIAL STATEMENTS

To: **Shareholders of Bao Viet Securities Joint Stock Company**

We have reviewed the accompanying interim combined financial statements of Bao Viet Securities Joint Stock Company ("the Company"), as prepared on 12 August 2016 and set out on pages 6 to 68 which comprise the interim combined statement of financial position as at 30 June 2016, and the interim combined income statement, the interim combined cash flow statement and the interim combined statement of changes in equity for the six-month period then ended and the notes thereto.

Management's responsibility

The Company's management is responsible for the preparation and fair presentation of the interim combined financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System, accounting regulations and guidance applicable to securities companies and statutory requirements relevant to preparation and presentation of interim financial statements, and for such internal control as management determines is necessary to enable the preparation and presentation of interim financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express a conclusion on the interim combined financial statements based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements No. 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Vietnamese Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.




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Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim combined financial statements do not present fairly, in all material respects, the interim combined financial position of the Company as at 30 June 2016, and the interim combined results of its operations, its interim combined cash flows and its interim combined changes in equity for the six-month period then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System, accounting regulations and guidance applicable to securities companies and the statutory requirements relevant to preparation and presentation of interim financial statements.

Ernst & Young Vietnam Limited




Trinh Hoang Anh
Deputy General Director
Audit Practising Registration
Certificate No: 2071-2013-004-1

Hanoi, Vietnam

12 August 2016

INTERIM COMBINED STATEMENT OF COMPREHENSIVE INCOME
for the six-month period ended 30 June 2016


Currency: VND


Code	ITEMS	Notes	For the six-month period ended 30 June 2016	For the six-month period ended 30 June 2015 (restated)
	I. OPERATING REVENUE			
01	1. Gain from financial assets at fair value through profit and loss (FVTPL)		14,032,857,638	21,291,345,844
01.1	a. Gain from disposal of FVTPL	5.1	12,067,718,578	18,531,851,944
01.3	b. Dividend, interest income from FVTPL	5.2	1,965,139,060	2,759,493,900
02	2. Gain from held-to-maturity investments (HTM)	5.2	5,508,301,368	8,701,534,244
03	3. Gain from loans and receivables	5.2	60,475,748,162	48,481,455,679
04	4. Gain from Available-for-sale investment (AFS)	5.2	3,264,113,100	2,817,896,000
06	5. Revenue from brokerage service		46,777,926,465	43,301,812,446
07	6. Revenue from underwriting and issuance agency service		58,594,048	462,266,144
08	7. Revenue from advisory service		6,071,181,818	5,205,445,888
10	8. Revenue from securities custodian service		1,819,126,355	1,566,151,926
11	9. Other operating revenue	5.3	4,644,490,807	8,624,189,357
20	Total operating revenue		142,652,339,761	140,452,097,528
	II. OPERATING EXPENSES			
21	1. Loss from financial assets at fair value through profit and loss (FVTPL)		9,063,010,357	6,554,679,470
21.1	a. Loss from disposal of FVTPL	5.1	9,063,010,357	6,554,679,470
24	2. Provision expenses for doubtful debt, impairment of financial assets and borrowing cost	8	(13,828,017,515)	(13,926,025,508)
26	3. Expenses for proprietary trading activity		674,754,993	1,040,094,730
27	4. Expenses for brokerage service	7	40,542,463,928	41,892,566,140
28	5. Expenses for underwriting and issuance agency service		19,502,727	19,368,000
29	6. Expenses for advisory service		3,080,414,995	3,788,097,293
31	7. Expenses for securities custodian service		4,587,766,373	4,115,864,365
32	8. Other operating expenses		3,030,060,129	2,680,211,139
40	Total operating expenses		47,169,955,987	46,364,855,629
	III. FINANCIAL INCOME			
42	1. Dividends and variable interest income		7,355,291,814	5,767,263,904
50	Total financial income	8	7,355,291,814	5,767,263,904


INTERIM COMBINED STATEMENT OF COMPREHENSIVE INCOME (continued)
for the six-month period ended 30 June 2016

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2016	For the six-month period ended 30 June 2015 (restated)
	IV. FINANCIAL EXPENSES			
52	Borrowing cost		3,605,265,007	1,157,629,139
60	Total financial expenses		3,605,265,007	1,157,629,139
62	V. GENERAL AND ADMINISTRATIVE EXPENSES	9	32,981,321,268	31,256,573,317
70	VI. OPERATING PROFIT		66,251,089,313	67,440,303,347
	VII. OTHER INCOME AND EXPENSES			
71	Other income		-	18,181,818
72	Other expenses		207,653,812	203,153,269
80	Net other loss	10	(207,653,812)	(184,971,451)
90	VIII. PROFIT BEFORE TAX		66,043,435,501	67,255,331,896
91	Realized profit		66,043,435,501	67,255,331,896
100	IX. CORPORATE INCOME TAX (CIT) EXPENSES	11	10,605,912,156	-
100.1	Current CIT expense		10,605,912,156	-
200	X. PROFIT AFTER TAX		66,437,523,345	67,255,331,896
201	1 Attributable to shareholders		66,437,523,345	67,255,331,896
500	XI. NET INCOME PER SHARE			
501	Earnings per share (VND/share)	30.2	768	931


Ms. Vu Thi Thuy Linh
Preparer
Deputy Head of Financial
Accounting Department


Ms. Nguyen Hong Thuy
Approval
Head of Financial
Accounting Department


Ms. Nhu Dinh Hoa
Approval
Chief Executive Officer

Hanoi, Vietnam

12 August 2016

INTERIM COMBINED STATEMENT OF FINANCIAL POSITION
as at 30 June 2016

Currency: VND

Code	ITEMS	Notes	30 June 2016	31 December 2015 (restated)
100	A. CURRENT ASSETS		1,594,560,469,487	1,515,164,969,559
110	i. Financial assets		1,592,046,107,996	1,513,634,770,614
111	1. Cash and cash equivalents	12	146,798,963,948	448,757,097,003
111.1	a. Cash		6,703,935,857	7,429,510,896
111.2	b. Cash equivalents		140,095,028,091	441,327,586,107
112	2. Financial assets at fair value through profit and loss (FVTPL)	14.1	101,108,082,177	155,616,277,733
114	3. Loans	14.3	1,172,217,196,392	727,920,360,977
115	4. Available-for-sale investment (AFS)	14.4	262,325,210,159	287,089,528,739
116	5. Provision for impairment of financial assets and mortgage assets	14.5, 14.6	(117,144,562,150)	(130,972,579,665)
117	6. Receivables	15	17,959,137,733	16,421,239,708
117.2	a. Dividend receivable and interest accrual		17,959,137,733	16,421,239,708
117.4	- Undue dividend and accrued interest		17,959,137,733	16,421,239,708
119	7. Receivables from services provided by the Company	15	6,220,860,473	4,326,767,354
122	8. Other receivables	15	18,462,446,964	20,397,288,485
129	9. Provision for impairment of receivables	15	(15,901,229,700)	(15,901,229,700)
130	ii. Other current assets	16	2,514,361,491	1,530,198,945
131	1. Advances		749,206,161	272,900,000
132	2. Office supplies, materials and tools		492,020,000	51,800,000
133	3. Short-term prepaid expenses		1,273,135,330	1,205,498,945
200	B. NON-CURRENT ASSETS		153,520,103,057	152,661,904,472
210	i. Long-term financial assets		119,838,250,000	119,838,250,000
212	1. Investments		119,838,250,000	119,838,250,000
212.1	a. Held-to-maturity investments	14.2	119,838,250,000	119,838,250,000
220	ii. Fixed assets		5,430,325,952	2,947,129,741
221	1. Tangible fixed assets	17	5,430,325,952	2,836,465,169
222	a. Cost		31,048,032,859	27,402,412,859
223a	b. Accumulated depreciation		(25,617,706,907)	(24,565,947,690)
227	2. Intangible fixed assets	18	-	110,664,572
228	a. Cost		10,470,716,440	10,470,716,440
229a	b. Accumulated amortization		(10,470,716,440)	(10,350,051,868)
250	iii. Other non-current assets		28,251,527,105	29,876,524,731
251	1. Long-term deposits, collaterals and pledges		986,476,115	929,518,415
252	2. Long-term prepaid expenses	19	6,765,050,990	7,765,245,937
254	3. Deposits to Settlement Assistance Fund	20	20,500,000,000	21,181,760,379
270	TOTAL ASSETS		1,748,080,572,544	1,667,826,874,031

INTERIM COMBINED STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2016

Currency: VND

Code	ITEMS	Notes	30 June 2016	31 December 2015 (restated)
300	C. LIABILITIES		246,209,745,365	217,086,993,337
310	I. Current liabilities		246,209,745,365	217,086,993,337
311	1. Short-term borrowings and financial leases	21	66,841,158,111	29,150,839,917
312	a. Short-term borrowings		66,841,158,111	29,150,839,917
318	2. Payables for securities transaction activities	22	2,081,151,930	1,594,540,397
320	3. Short-term trade payables	23	5,138,984,351	3,458,445,466
321	4. Short-term advances from customers		1,820,800,000	2,165,200,000
322	5. Statutory obligations	24	12,607,166,170	4,197,669,597
323	6. Payables to employees		23,296,173,610	32,511,526,691
324	7. Employee benefits		998,466,741	843,407,495
325	8. Short-term accrued expenses	25	2,190,289,919	1,251,727,954
329	9. Other current liabilities	26	123,958,703,712	137,360,057,359
331	10. Bonus and welfare fund		7,276,850,821	4,553,578,461
400	D. OWNERS' EQUITY		1,501,870,827,179	1,450,739,880,694
410	I. Capital	27	1,501,870,827,179	1,450,739,880,694
411	1. Share capital		1,332,095,854,220	1,332,364,536,720
411.1	- Contributed capital		722,339,370,000	722,339,370,000
411.1a	+ Common shares		722,339,370,000	722,339,370,000
411.2	- Share premium		610,253,166,720	610,253,166,720
411.5	- Treasury shares		(496,682,500)	(228,000,000)
414	2. Charter capital supplementary reserve		18,808,728,387	18,808,728,387
415	3. Operational risk and financial reserve		18,808,728,387	18,808,728,387
417	4. Undistributed profit	27.2	132,157,516,185	80,757,887,200
417.1	- Realized profit		132,157,516,185	80,757,887,200
440	TOTAL LIABILITIES AND OWNERS' EQUITY		1,748,080,572,544	1,667,826,874,031

INTERIM COMBINED STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2016

OFF-BALANCE SHEET ITEMS

Currency: VND/unit

Code	ITEMS	Notes	30 June 2016	31 December 2015 (restated)
	A. ASSETS OF THE COMPANY AND ASSETS MANAGED UNDER AGREEMENTS			
004	1. Bad debts written off (VND)		390,400,000	390,400,000
006	2. Outstanding shares (unit)		72,200,145	72,218,737
007	3. Treasury shares (unit)		33,792	15,200
008	4. The Company's Financial assets listed/registered at Vietnam Securities Depository centre (VSD) (VND)		83,236,080,000	121,891,760,000
008.1	a. Unrestricted financial assets (VND)		82,530,880,000	117,700,660,000
008.5	b. Financial assets awaiting settlement (VND)		705,200,000	3,991,100,000
009	5. The Company's non-traded financial assets deposited at VSD (VND)		3,073,480,000	8,000,000,000
009.1	a. Unrestricted and non-traded financial assets deposited at VSD (VND)		3,073,480,000	8,000,000,000
010	6. The Company's awaiting financial assets (VND)	28.1	3,246,000,000	5,039,500,000
012	7. The Company's financial assets which have not been deposited at VSD (VND)	28.2	164,477,750,000	284,477,750,000
	B. ASSETS AND PAYABLES UNDER AGREEMENT WITH INVESTORS			
021	1. Investors' financial assets listed/registered at VSD (VND)		26,937,623,190,000	22,552,015,320,000
021.1	a. Unrestricted financial assets (VND)		26,101,736,650,000	22,005,500,140,000
021.2	b. Restricted financial assets (VND)		174,256,900,000	158,446,710,000
021.3	c. Pledged financial assets (VND)		227,920,930,000	220,631,660,000
021.5	d. Financial assets awaiting settlement (VND)		433,708,710,000	167,436,810,000

INTERIM COMBINED STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2016

OFF-BALANCE SHEET ITEM (continued)

Currency: VND/unit


Code	ITEMS	Notes	30 June 2016	31 December 2015 (restated)
	B. ASSETS AND PAYABLES UNDER AGREEMENT WITH INVESTORS (continued)			
022	2. Investors' non-traded financial assets deposited at VSD (VND)		96,636,390,000	9,088,820,000
022.1	a. Unrestricted and non-traded financial assets deposited at VSD (VND)		94,378,510,000	5,823,450,000
022.2	b. Restricted and non-traded financial assets deposited at VSD (VND)		2,257,880,000	3,265,370,000
023	3. Investors' awaiting financial assets (VND)		540,648,050,000	225,887,100,000
024	4. Investor's financial assets which have not been deposited at VSD (VND)	28.3	1,997,822,700,000	1,587,112,700,000
028	5. Investors' cash deposits (VND)		1,198,105,490,528	440,464,233,836
027	5.1. Investors' cash deposits for brokerage activities (VND)	28.4	317,158,976,457	415,569,083,793
027.1	a. Investors' cash deposits for securities trading activities under the Company's management (VND)		315,794,491,922	415,405,988,913
027.2	b. Investors' cash deposits for securities trading activities under commercial bank's management (VND)		1,362,484,535	163,074,880
	5.2. Investors' collective cash deposits for securities trading activities (VND)	28.4	672,616,474,857	-
028	5.3. Investors' cash deposits for securities transaction clearing and settlement	28.4	-	24,771,814,200
028.1	a. Domestic investors' cash deposits for securities transaction clearing and settlement (VND)		-	24,629,874,200
028.2	b. Foreign investors' cash deposits for securities transaction clearing and settlement (VND)		-	141,940,000
029	5.4. Securities issuers' cash deposits (VND)		208,332,039,214	123,355,843
030	6. Investors' cash deposits for securities trading activities under the Company's management (VND)		988,835,213,554	415,376,341,011
030.1	a. Domestic investors' cash deposits for securities trading activities under the Company's management (VND)		988,028,212,559	415,376,341,011
030.2	b. Foreign investors' cash deposits for securities trading activities under the Company's management (VND)		807,000,995	-

INTERIM COMBINED STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2016

OFF-BALANCE SHEET ITEM (continued)

Currency: VND/unit

Code	ITEMS	Notes	30 June 2016	31 December 2015 (restated)
	B. ASSETS AND PAYABLES UNDER AGREEMENT WITH INVESTORS (continued)			
031	7. Investors' deposits for securities trading activities under commercial bank's management (VND)		623,635,721	2,645,962,392
031.1	a. Domestic investors' deposits for securities trading activities under commercial bank's management (VND)		396,911,921	2,645,962,392
031.2	b. Foreign investors' deposits for securities trading activities under commercial bank's management (VND)		226,723,800	-
032	8. Payables to securities issuers (VND)	28.5	198,706,862,504	14,170,077,885
035	9. Dividend, bond principal and interest payables (VND)		9,939,778,749	8,271,852,548


Ms. Vu Thi Thuy Linh
Preparer
Deputy Head of Financial
Accounting Department


Ms. Nguyen Hong Thuy
Approval
Head of Financial
Accounting Department


Mr. Nhu Dinh Hoa
Approval
Chief Executive Officer



Hanoi, Vietnam

12 August 2016

INTERIM COMBINED STATEMENT OF CASH FLOWS
for the six-month period ended 30 June 2016

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2016	For the six-month period ended 30 June 2015 (restated)
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	1. Payment for purchase of financial assets		(4,967,083,667,706)	(3,613,978,065,035)
02	2. Proceeds from sale of financial assets		4,591,143,062,736	3,866,043,754,410
03	3. Payments to Settlement Assistance Fund		-	(546,738,778)
04	4. Dividends received		2,520,094,000	11,650,373,535
05	5. Coupons and interest received		66,568,153,514	52,800,792,874
06	6. Interest paid		(486,456,099)	(120,667,773)
07	7. Payments to suppliers		(11,471,025,836)	(9,910,428,462)
08	8. Payments to employees		(44,355,926,979)	(45,329,036,032)
09	9. Tax paid		(21,212,415,910)	(19,133,540,784)
11	10. Other cash inflows from operating activities		1,687,044,880,846	2,756,253,357,223
12	11. Other cash outflows from operating activities		(1,640,127,777,815)	(2,837,039,464,216)
20	Net cash flows (used in)/from operating activities		(337,461,079,249)	160,692,364,962
	II. CASH FLOW FROM INVESTING ACTIVITIES			
21	1. Purchase and construction of fixed assets, investment properties and other long-term assets		(2,187,372,000)	(256,671,000)
30	Net cash flow used in investing activities		(2,187,372,000)	(256,671,000)

INTERIM COMBINED STATEMENT OF CASH FLOWS (continued)
for the six-month period ended 30 June 2016

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2016	For the six-month period ended 30 June 2015 (restated)
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
33	1. Drawdown of borrowings		1,884,653,057,385	415,816,122,334
33.2	1.1 Other borrowings		1,884,653,057,385	415,816,122,334
34	2. Repayment of borrowings		(1,846,962,739,191)	(415,816,122,334)
34.3	2.1 Repayment of other borrowings		(1,846,962,739,191)	(415,816,122,334)
40	Net cash flow from financing activities		37,690,318,194	-
50	IV. NET INCREASE/(DECREASE) IN CASH DURING THE PERIOD		(301,958,133,055)	160,435,693,962
60	V. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	12	448,757,097,003	403,345,668,327
61	Cash at banks at the beginning of the period		7,429,510,896	107,740,644,314
62	- Cash at banks for operation of the Company		7,429,510,896	107,740,644,314
63	Cash equivalents		441,327,586,107	295,605,024,013
70	VI. CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	12	146,798,963,948	563,781,362,289
71	Cash at banks at the end of the period		6,703,935,857	18,995,275,289
72	- Cash at banks for operation of the Company		6,703,935,857	18,995,275,289
73	Cash equivalents		140,095,028,091	544,786,087,000

INTERIM COMBINED STATEMENT OF CASH FLOWS (continued)
for the six-month period ended 30 June 2016

CASH FLOWS FROM BROKERAGE AND TRUST ACTIVITIES OF CUSTOMERS

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2016	For the six-month period ended 30 June 2015 (restated)
	I. Cash flows from brokerage and trust activities of customers			
01	1. Cash receipts from sale of securities on behalf of customers		26,694,153,556,926	21,291,681,936,891
02	2. Cash payments for acquisition of securities on behalf of customers		(24,312,648,835,424)	(16,704,526,318,210)
05	3. Cash receipts from current accounts of customers		17,846,158,161,709	8,949,113,348,151
06	4. Cash payments from current accounts of customers		(32,238,838,805,643)	(19,808,129,934,407)
09	5. Cash receipts for settlement of securities transactions of customers		12,551,760,092,526	6,800,507,877,094
11	6. Cash payments for custodian fees of customers		(1,528,678,382)	(1,332,213,596)
14	7. Cash receipts from securities issuers		2,039,522,248,956	49,811,356,000
15	8. Cash payments to securities issuers		(1,850,936,483,976)	(173,452,305,400)
20	Net increase in cash during the period		757,641,256,692	403,673,746,523
	II. Cash and cash equivalents of customers at the beginning of the period			
30	II. Cash and cash equivalents of customers at the beginning of the period			
31	Cash at banks at the beginning of the period:		440,464,233,835	482,815,427,376
32	- Investors' cash deposits under the Company's management	28.4	415,405,988,913	434,653,019,378
33	- Investors' cash deposits under commercial bank's management	28.4	163,074,880	-
35	- Investors' cash deposits for securities transaction clearing and settlement	28.4	24,771,814,200	48,162,408,000
36	- Cash deposits of securities issuers		123,355,843	-

INTERIM COMBINED STATEMENT OF CASH FLOWS (continued)
for the six-month period ended 30 June 2016

CASH FLOWS FROM BROKERAGE AND TRUST ACTIVITIES OF THE CUSTOMERS (continued)

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2016	For the six-month period ended 30 June 2015 (restated)
40	II. Cash and cash equivalents of customers at the end of the period			
41	Cash at banks at the end of the period:		1,198,105,490,528	886,489,173,899
42	- Investors' cash deposits under the Company's management	28.4	315,794,491,922	846,720,155,899
43	- Investors' cash deposits under commercial bank's management	28.4	1,362,484,535	39,769,018,000
44	- Investors' collective cash deposits for securities trading activities	28.4	872,616,474,857	-
46	- Cash deposits of securities issuers		208,332,089,214	-






Ms. Vu Thi Thuy Linh
Preparer
Deputy Head of Financial
Accounting Department

Ms. Nguyen Hong Thuy
Approval
Head of Financial
Accounting Department

Mr. Nhu Dinh Hoa
Approval
Chief Executive Officer

Hanoi, Vietnam

12 August 2016

Bao Viet Securities Joint Stock Company

B04g-CTCK

INTERIM COMBINED STATEMENT OF CHANGES IN OWNERS' EQUITY for the six-month period ended 30 June 2016

Currency: VND

ITEMS	Notes	Beginning balance		Increase/(decrease)				Ending balance	
		1 January 2015	1 January 2016	For the six-month period ended 30 Jun 2015		For the six-month period ended 30 Jun 2016		30 June 2015	30 June 2016
				Increase	Decrease	Increase	Decrease		
A	B	1	2	3	4	5	6	7	8
I. CHANGES IN OWNERS' EQUITY									
1. Share capital	27.1	722,339,370,000	722,339,370,000	-	-	-	-	722,339,370,000	722,339,370,000
2. Share premium		610,253,166,720 (228,000,000)	610,253,166,720 (228,000,000)	-	-	(288,582,500)	-	610,253,166,720 (228,000,000)	610,253,166,720 (406,682,500)
3. Treasury share	27.1								
4. Charter capital supplementary reserve		14,322,179,098	18,808,728,387	-	-	-	-	14,322,179,098	18,808,728,387
5. Operational risk and Financial reserve fund		14,322,179,098	18,808,728,387	-	-	-	-	14,322,179,098	18,808,728,387
6. Undistributed profit	27.2	(19,802,973,049)	60,757,887,200	67,266,221,896	(6,582,111,203)	55,437,529,345	(4,037,694,360)	40,881,137,644	132,157,516,185
TOTAL		1,341,205,921,857	1,450,739,880,694	67,266,221,896	(6,582,111,203)	55,196,890,845	(1,403,789,360)	1,401,890,032,560	1,501,870,827,179

Ms. Vu Thi Thuy Linh

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Preparer
Deputy Head of Financial
Accounting Department

Ms. Nguyen Hong Thuy

Ms. Nguyen Hong Thuy
Approval
Head of Financial
Accounting Department



Mr. Nhu Dinh Hoa
Approval
Chief Executive Officer

Hanoi, Vietnam

12 August 2016

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS
as at 30 June 2016 and for the six-month period then ended

1. THE COMPANY

Bao Viet Securities Joint-Stock Company ("the Company", "BVSC") is a joint stock company established in Vietnam under incorporation Licence No. 4640/GP-UB issued on 1 October 1999 by the Hanoi People's Committee and Operating Licence No. 01/ GPHDKD issued on 26 November 1999 by the State Securities Commission with its original charter capital of VND 43,000,000,000.

On 13 December 2006, the Company's shares were officially traded on Hanoi Securities Trading Centre (now called Hanoi Stock Exchange) pursuant to an approval in Decision No. 51/QĐ-TTGDHN dated 30 November 2006 issued by Hanoi Securities Trading Centre (now Hanoi Stock Exchange) and the Certificate of Securities Custody Registration No. 33/2006-GCNCPTTLK dated 13 December 2006 issued by Vietnam Securities Depository Centre. On 10 December 2009, the Company was granted Amended Certificate of securities operating license No.01/GPHDKD in accordance with Decision No.288/UBCK-GP issued by the State Securities Commission on increasing its charter capital to VND 722,339,370,000.

The principal activities of the Company are brokerage service, custodian service, proprietary trading, underwriting and corporate finance and investment advisory service.

The Company's head office is located at Bao Viet Group Building, No. 8 Le Thai To, Hoan Kiem District, Hanoi and its branch is located at Bao Viet Group Building No. 233, Dong Khoi Street, District 1, Ho Chi Minh City.

The Company has transaction offices as follows:

<i>Name</i>	<i>Address</i>
1. Transaction office at Head office (Hanoi)	Bao Viet Building, No.8 Le Thai To Str., Hoan Kiem Dist., Hanoi
2. Transaction office No. 1 (Hanoi)	94 Ba Trieu Str., Hoan Kiem Dist., Hanoi
3. Transaction office Kim Ma (Hanoi)	Floor 2, VIT Tower, 519 Kim Ma Str., Ba Dinh Distr., Hanoi
4. Transaction office Lang Ha (Hanoi)	Floor 1 and 12, 14 Lang Ha Tower, Ba Dinh Dist., Hanoi
5. Transaction office 146 Nguyen Van Cu (Ho Chi Minh City)	146 Nguyen Van Cu Str., District 1, Ho Chi Minh City
6. Transaction office 11 Nguyen Cong Tru (Ho Chi Minh City)	11 Nguyen Cong Tru, District 1, Ho Chi Minh City
7. Transaction office 233 Dong Khoi (Ho Chi Minh City)	233 Dong Khoi Str., District 1, Ho Chi Minh City

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

2. BASIS OF PRESENTATION

2.1 *Applied accounting standards and system*

The financial statements of the Company (the "Company") expressed in Vietnam dong ("VND"), are prepared in accordance with Vietnamese Enterprise Accounting System, the accounting policies applicable to securities companies as set out in Circular No. 210/2014/TT-BTC dated 30 December 2014 providing guidance on accounting policies applicable to securities companies, Circular No. 146/2014/TT-BTC dated 6 October 2014 providing guidance on financial regime applicable to securities companies, Vietnamese Accounting Standard No. 27 – Interim financial statements and other Vietnamese Accounting Standards as per

- ▶ Decision No. 149/2001/QĐ-BTC dated 31 December 2001 on the Issuance and Promulgation of Four Vietnamese Standards on Accounting (Series 1);
- ▶ Decision No. 165/2002/QĐ-BTC dated 31 December 2002 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 2);
- ▶ Decision No. 234/2003/QĐ-BTC dated 30 December 2003 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 3);
- ▶ Decision No. 12/2005/QĐ-BTC dated 15 February 2005 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 4) and
- ▶ Decision No. 100/2005/QĐ-BTC dated 28 December 2005 on the Issuance and Promulgation of Four Vietnamese Standards on Accounting (Series 5).

2.2 *Applied accounting documentation system*

The Company's applied accounting documentation system is the General Journal Voucher system.

2.3 *Fiscal year*

The Company's fiscal year starts on 1 January and ends on 31 December.

The Company also prepares its interim financial statements for the six-month period ended 30 June and for the three-month period ended 31 March, 30 June, 30 September and 31 December each year. For the purpose of preparing interim financial statements, the Company applies templates and guidelines from guiding book on accounting policies applicable to securities companies accompanying Circular No. 210/2014/TT-BTC issued by the Ministry of Finance dated 30 December 2014 providing guidance on accounting policies applicable to securities companies.

2.4 *Interim combined financial statements*

The Company prepares its interim combined financial statements for the six-month period from 1 January to 30 June 2016 to submit to authorities as required by Circular No. 155/2015/TT-BTC dated 6 October 2015 issued by Ministry of Finance. The Company also prepares interim financial statements for the six-month period from 1 January to 30 June 2016 for its Head Office.

2.5 *Accounting currency*

The interim combined financial statements are prepared in VND which is also the Company's accounting currency.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

3. STATEMENT ON THE COMPLIANCE WITH VIETNAMESE ACCOUNTING STANDARDS AND SYSTEMS

The Board of Management confirms that the Company has complied with the Vietnamese Accounting Standards and Vietnamese Enterprise Accounting Systems in preparing the interim combined financial statements.

Accordingly, the accompanying interim combined statement of comprehensive income, interim combined statement of financial position, interim combined statement of cash flows, interim combined statement of change in owners' equity and notes to the interim financial statements, including their utilisation are not designed for those who are not informed about Vietnam's accounting principles, procedures and practices and furthermore are not intended to present the interim combined financial position, the interim combined results of operations, the interim combined cash flows and the interim combined changes in equity in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 *Changes in accounting policies and disclosures*

On 30 December 2014, the Ministry of Finance issued Circular No. 210/2014/TT-BTC providing guidance on accounting policies applicable to securities companies ("Circular 210"). This Circular replaces Circular No. 95/2008/TT-BTC dated 24 October 2008 of the Ministry of Finance providing guidance on accounting policies applicable to securities companies and Circular No. 162/2010/TT-BTC dated 20 October 2010 amending and supplementing Circular No. 95/2008/TT-BTC. Circular 210 is applicable to fiscal year beginning on or after 1 January 2016. Circular 210 prescribes contents concerning accounting vouchers, recording accounts system as well as method of preparing and presenting the financial statements of securities companies.

Circular 210 leads to the following significant changes:

- ▶ Changes in name and content of the financial statements: balance sheet and income statement are renamed statement of financial position and statement of comprehensive income respectively, statement of cash flows from brokerage and trust activities of investors are separately presented as a part of the basic financial statements
- ▶ Financial assets are categorised into four groups: financial assets at fair value through profit and loss, available-for-sale financial assets, held-to-maturity investments and loans.
- ▶ Assets and liabilities of securities companies and investors (including cash deposits, securities investment and accounts payable) are separately managed.

In addition, Circular 210 provides guidance on measurement of financial assets as follows.

- ▶ Financial assets at fair value through profit and loss (FVTPL) are recognized at fair value in the statement of financial position of the Company. Difference arising from the revaluation of these assets is recognized as revenue or expense from FVTPL in the statement of comprehensive income.
- ▶ Available-for-sale financial assets (AFS) are recognized at fair value. Any gain or loss arising from revaluation of AFS is recognized directly in owners' equity (Other comprehensive income), except for loss from impairment of AFS.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.1 *Changes in accounting policies and disclosures* (continued)

However, as the prevailing Law on Accounting does not allow the application of fair value basis, financial assets recorded at fair value above are recorded at cost less impairment (if any) for the six-month period ended 30 June 2016.

Circular 210 becomes effective from 1 January 2016, except for the regulation on fair value recognition of financial assets which will be effective from 1 January 2017 in line with the effectiveness of Law on Accounting No. 88/2015/QH13.

The Company has restated the comparative figures of previous period in accordance with Circular 210's requirements as presented in Note 30.7.

4.2 *Standards and regulations issued but not yet taken effect*

On 20 November 2015, the National Assembly of Vietnam passed the Law on Accounting No. 88/2015/QH13 ("the new Accounting Law"). The new Accounting Law extends its governing scope to electronic accounting documents and allows the application of fair value basis for some types of assets and liabilities whose value frequently varies in line with market fluctuation, provided that the fair value of these assets and liabilities can be reliably determined. The new Law on Accounting takes effect from 1 January 2017.

4.3 *Cash and cash equivalents*

Cash and cash equivalents comprise cash on hand, cash at banks and short-term, highly liquid investments with an original maturity of three months or less that are readily convertible into known amounts of cash and that are subject to an insignificant risk of change in value.

Cash deposit from customers for securities trading and cash deposit from securities issuers are presented on the off-balance sheet.

4.4 *Financial assets at fair value through profit and loss (FVTPL)*

FVTPL are financial assets that satisfy either of the following conditions:

- a) It is classified as held for trading. A financial asset is classified as held for trading if:
 - it is acquired or incurred principally for the purpose of selling or repurchasing it in the near term;
 - there is evidence of a recent actual pattern of short-term profit-taking; or
 - it is a derivative (except derivative that is a financial guarantee contract or effective hedging instrument)
- b) Upon initial recognition, a financial asset is designated by the entity as at fair value through profit and loss as it meets one of the following criteria:
 - The designation eliminates or significantly reduces the inconsistent treatment that would otherwise arise from measuring the asset or recognising gains or losses on a different basis; or
 - The assets and liabilities are part of a group of financial assets which are managed and their performance evaluated on a fair value basis, in accordance with a documented risk management or investment strategy.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.4 *Financial assets at fair value through profit and loss (FVTPL) (continued)*

FVTPL are initially recognized at cost and subsequently recognized at subsequent at cost as the prevailing Law on Accounting does not allow the use of fair value basis.

The loss arising from the reduction in the fair value of FVTPL is recognized in "Provision expenses for doubtful debt, impairment of financial assets and borrowing cost" in the interim combined statement of comprehensive income.

Transaction costs relating to the purchase of the financial assets at FVTPL are recognized when incurred as expenses for proprietary trading in the interim statement of comprehensive income.

4.5 *Held-to-maturity investments (HTM)*

HTM are non-derivative financial assets with determinable payments and fixed maturity that an entity has the positive intention and ability to hold to maturity other than:

- a) those that the entity upon initial recognition designates as FVTPL;
- b) those that the entity designates as AFS; and
- c) those meet the definition of loans and receivables.

HTM are recognized initially at cost plus (+) transaction costs which are directly attributable to the investments such as brokerage fee, trading fee, agent fee, issuance agent fee and banking transaction fee. After initial recognition, HTM are subsequently measured at cost.

4.6 *Loans*

Loans are non-derivative financial assets with fixed or identifiable payments and not listed on the market, with the exceptions of:

- a) The amounts the entity has the intent to immediately sell or will sell in a near future which are classified as assets held for trading, and like those which, upon initial recognition, the entity categorized as such recognized at FVTPL;
- b) The amounts categorized by the entity as AFS upon initial recognition; or
- c) The amounts whose holders cannot recover most of the initial investment value not due to credit quality impairment and which are categorized as AFS.

Loans are recognized initially at cost. After initial recognition, loans are subsequently measured at cost.

Loans shall be classified into the groups with higher risks in the following cases:

- ▶ There are adverse changes in the market and business sector (such as natural calamities, epidemics, economic environment, etc.) which directly impact on the customers' capability of making repayments;
- ▶ Worsen solvency ratio, debt ratio, cash flow and capability of making repayments of customers;
- ▶ Customers fail to fully, honestly and timely provide financial information at the request of the Company for purpose of assessing the repayment capability;
- ▶ Loans of which acts of credit extension have been administratively sanctioned as prescribed by law.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.7 Available-for-sale financial assets (AFS)

AFS are those non-derivative financial assets that are designated as AFS or are not classified as:

- a) loans and receivables,
- b) HTM; or
- c) FVTPL.

AFS are recognized initially at cost plus (+) transaction costs which are directly attributable to the purchase of the financial assets. After initial recognition, AFS are subsequently measured at cost as the prevailing Law on Accounting does not allow the use of fair value basis.

4.8 Impairment of financial assets

Impairment of FVTPL, AFS and HTM

FVTPL, AFS and HTM financial assets are assessed at the interim reporting date whether there is objective evidence that those assets are impaired.

Provision for transferable securities is the difference between the original cost and market value of the financial assets as at the interim reporting date in accordance with Circular No. 146/2014/TT-BTC. Market value is the transferrable value of the financial assets as at the most recent transaction date, provided that this transaction date is within one month prior to the date of setting up the provision. Any increase or decrease in balance of provision is recognized in "Provision expenses for doubtful debt, impairment of financial assets and borrowing cost" in the interim combined statement of comprehensive income.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.8 Impairment of financial assets (continued)

Impairment of FVTPL, AFS and HTM (continued)

Market value/fair value of the securities is determined on the following basis:

- ▶ For securities listed on Hanoi Stock Exchange and Ho Chi Minh City Stock Exchange, their market prices are their closing prices on the trading day preceding the date of setting up the provision.
- ▶ For securities registered for trading on UPCOM, their market prices are their closing prices on the trading day preceding the date of setting up the provision.
- ▶ For the delisted securities and suspended trading securities from the sixth day afterward, their prices are the book value at the latest financial reporting date.
- ▶ The market price for unlisted securities and securities unregistered for trading used as a basis for setting up the provision is the average of actual trading prices quoted by 3 securities companies conducting transactions within one month before the date of setting up the provision.
- ▶ For securities which do not have reference prices from the above sources, the impairment is determined based on the financial performance and the book value of securities issuers as at the assessment date.

Provision for impairment of loans

For financial assets classified as loans, Company assesses these individual assets upon apparent evidence of significant impairment in their value. Any increase or decrease in balance of provision is recognized in "Provision expenses for doubtful debt, impairment of financial assets and borrowing cost" in the interim combined statement of comprehensive income. Due to lack of guidance on recognition of general impairment in value of loans, the Company has not made general provision yet.

4.9 Derecognition of financial assets

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognized when:

- ▶ The rights to receive cash flows from the asset have expired; or
- ▶ The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a "pass-through" arrangement; and either:
 - the Company has transferred substantially all the risks and rewards of the asset; or
 - the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.9 *Derecognition of financial assets* (continued)

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognized to the extent of the Company's continuing involvement in the asset. In that case, the Company also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

4.10 *Receivables*

Receivables are initially recorded at cost and subsequently always presented at cost.

Receivables are subject to review for impairment based on their overdue status or estimated loss arising from undue debts of corporate debtors who have bankruptcy or are under liquidation; or of individual debtors who are missing, have fled, are prosecuted, detained or tried by law enforcement bodies, are serving sentences or have deceased. Increases or decreases to the provision balance are recorded as "General and administrative expenses" in the interim statement of comprehensive income.

The Company has made provision for doubtful receivables in accordance with Circular No. 228/2009/TT-BTC dated 7 December 2009 issued by the Ministry of Finance. Accordingly, the provision rates for overdue receivables are as follows:

<u>Overdue period</u>	<u>Provision rate</u>
From over six (6) months to less than one (1) year	30%
From one (1) year to less than two (2) years	50%
From two (2) years to less than three (3) years	70%
From three (3) years and above	100%

4.11 *Tangible fixed assets*

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of a tangible fixed asset comprises of its purchase price and any directly attributable costs of bringing the tangible fixed asset to working condition for its intended use.

Expenditures for additions, improvements and renewals are added to the carrying amount of the assets and expenditures for maintenance and repairs are charged to the interim statement of comprehensive income as incurred.

When tangible fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the interim statement of comprehensive income.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.12 *Intangible assets*

Intangible assets are stated at cost less accumulated amortization.

The cost of an intangible fixed asset comprises of its purchase price and any directly attributable costs of preparing the intangible fixed asset for its intended use.

Expenditures for additions, improvements and renewals are added to the carrying amount of the assets and other expenditures are charged to the interim statement of comprehensive income as incurred.

When tangible fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the interim statement of comprehensive income.

4.13 *Depreciation and amortization*

Depreciation and amortization of tangible fixed assets and intangible assets are calculated on a straight-line basis over the estimated useful life of each asset as follows:

Machinery and equipment	3 - 8 years
Means of transportation	6 - 8 years
Office equipment	3 - 5 years
Software	3 - 5 years
Other intangible fixed assets	3 - 5 years

4.14 *Leased assets*

The determination of whether an arrangement is, or contains a lease is based on the substance of the arrangement at inception date and requires an assessment of whether the fulfilment of the arrangement is dependent on the use of a specific asset and the arrangement conveys a right to use the asset.

Rentals under operating leases are charged to the interim statement of comprehensive income on a straight-line basis over the lease term.

4.15 *Prepaid expenses*

Prepaid expenses are reported as short-term or long-term prepaid expenses on the interim statement of financial position and amortized over the period for which the amounts are paid or the period in which economic benefits are generated in relation to these expenses.

The following types of expenses are recorded as long-term prepaid expense and are amortized over the period of two (2) to five (5) years to the interim statement of comprehensive income:

- ▶ Expenses for building improvement
- ▶ Office rental fees and
- ▶ Office supplies

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.16 *Repurchase agreements*

Securities sold under the agreements to be repurchased at a specified future date ('repos') are not derecognized from the interim statement of financial position. The corresponding cash received is recognized in the interim statement of financial position as a liability. The difference between the sale price and repurchase price is treated as interest expense and is accrued over the life of the agreement using the straight-line method.

4.17 *Borrowings*

Borrowings are presented under the principal amount at the reporting date.

4.18 *Payables and accrued expenses*

Payables and accrued expenses are recognized for amounts to be paid in the future for goods and services received, whether or not billed to the Company.

4.19 *Employee benefits*

4.19.1 *Post employment benefits*

Post-employment benefits are paid to retired employees of the Company by the Social Insurance Agency, which belongs to the Ministry of Labor and Social Affairs. The Company is required to contribute to these post-employment benefits by paying social insurance premium to the Social Insurance Agency at the rate of 18% of an employee's basic salary on a monthly basis. The Company has no further obligation to fund the post-employment benefits of its employees other than the liability to pay Social Insurance Agency on a monthly basis.

4.19.2 *Voluntary resignation and retrenchment benefits*

Voluntary resignation benefits: the Company has the obligation, under Article 42 of the Labor Code No. 10/2012/QH13 dated 18 June 2012 to pay an allowance to voluntarily resigning employees, equal to half of one-month's basic salary for each year of employment plus wage allowances (if any) until 31 December 2008. Commencing 01 January 2009, the average monthly salary used in this calculation will be revised at the end of each reporting period based on the average monthly salary of the most recent 06 months up to the reporting date.

Retrenchment benefits: the Company has the obligation, under Article 17 of the Labor Code, to pay an allowance to employees who are retrenched as a result of organizational restructuring or technological changes. In such cases, the Company shall pay employees an allowance for loss of work equivalent to the aggregate amount of one month salary for each year of employment, but no less than two-month salaries. In accordance with Circular No. 180/2012/TT-BTC issued by Ministry of Finance on 24 October 2012, since 2012, the Company stopped accruing retrenchment allowance. Payments for retrenchment allowance are recognized as administrative expenses in the period in which they are incurred.

4.19.3 *Unemployment allowance*

According to prevailing regulations, the Company is required to pay the unemployment insurance at 1% of salary fund of employees who engage in the unemployment insurance program and deduct 1% from each employer's basic salary to contribute to the Unemployment Insurance Fund.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.20 Foreign currency transactions

Transactions in currencies other than the Company's reporting currency of VND are recorded at the actual transaction exchange rates of commercial banks at transaction dates. At the end of the period, monetary balances denominated in foreign currencies are determined as follows:

- ▶ Monetary assets are translated at buying exchange rate of the commercial bank where the Company conducts transactions regularly.
- ▶ Monetary liabilities are translated at selling exchange rate of the commercial bank where the Company conducts transactions regularly.

All foreign exchange differences incurred during the period and arising from the revaluation of monetary accounts denominated in foreign currencies at the end of the period are taken to the interim statement of comprehensive income.

4.21 Treasury shares

Equity instruments issued by the Company which are reacquired (treasury shares) are recognized at cost and deducted from equity. No gain or loss is recognized in profit or loss upon purchase, sale, issue or cancellation of the Company's own equity instruments.

4.22 Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, excluding trade discount, rebate and sales return. The following specific recognition criteria must also be met before revenue is recognized:

Revenue from brokerage services

Where the contract outcome can be reliably measured, revenue is recognized by reference to the stage of completion. Where the contract outcome cannot be reliably measured, revenue is recognized only to the extent of the expenses recognized which are recoverable.

Revenue from trading of securities

Revenue from trading of securities is determined by the difference between the selling price and the weighted average cost of securities sold.

Other income

Revenues from irregular activities other than turnover-generating activities are recorded to other incomes as stipulated by VAS 14 – 'Revenue and other income', including: Revenues from asset liquidation and sale; fines paid by customers for their contract breaches; collected insurance compensation; collected debt which had been written off and included in the preceding period expenses; payable debts which are now recorded as revenue increase as their owners no longer exist; collected tax amounts which now are reduced and reimbursed; and other revenues.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.22 Revenue recognition (continued)

Interest income

Revenue is recognized on accrual basis (taking into account the effective yield on the asset) unless collectability is in doubt.

Dividends

Income is recognized when the Company's entitlement as an investor to receive the dividend is established, except for dividend received in shares which only the number of shares is updated

Other revenues from rendering services

Where the contract outcome can be reliably measured, revenue is recognised by reference to the stage of completion

Where the contract outcome cannot be reliably measured, revenue is recognised only to the extent of the expenses recognised which are recoverable

4.23 Borrowing costs

Borrowing costs consist of interest and other costs that the Company incurs in connection with the borrowing of funds.

Borrowing costs are recorded as expense during the period in which they are incurred

4.24 Cost of securities sold

The company applies moving weighted average method to calculate cost of equity securities sold and specific identification method to calculate cost of debt securities sold

4.25 Corporate income tax

Current income tax

Current income tax assets and liabilities for the current and prior years are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted as at the interim statement of financial position.

Current income tax is charged or credited to the interim statement of comprehensive income, except when it relates to items recognized directly to equity, in which case the current income tax is also dealt with in equity.

Current income tax assets and liabilities are offset when there is a legally enforceable right for the Company to set off current tax assets against current tax liabilities and when the Company intends to settle its current tax assets and liabilities on a net basis.

Deferred income tax

Deferred income tax is provided using the liability method on temporary differences at the reporting date between the tax base of assets and liabilities and their carrying amount for financial reporting purposes.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.25 *Corporate income tax* (continued)

Deferred income tax (continued)

Deferred tax liabilities are recognized for all taxable temporary differences, except where the deferred tax liability arises from the initial recognition of an asset or liability in a transaction which at the time of the transaction affects neither the accounting profit nor taxable profit or loss.

Deferred tax assets are recognized for all deductible temporary differences, carry forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profits will be available against which deductible temporary differences, carry forward of unused tax credits and unused tax losses can be utilized, except where the deferred tax asset in respect of deductible temporary difference which arises from the initial recognition of an asset or liability which at the time of the related transaction, affects neither the accounting profit nor taxable profit or loss.

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Previously unrecognized deferred income tax assets are re-assessed at each balance sheet date and are recognized to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset realized or the liability is settled based on tax rates and tax laws that have been enacted at the balance sheet date. Deferred tax is charged or credited to the statement of comprehensive income, except when it relates to items recognized directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxable entity and the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

4.26 *Owners' equity*

Contributed capital from shareholders

Contributed capital from stock issuance is recorded at account charter capital in par value.

Undistributed profit

Undistributed profit comprises of realised and unrealised undistributed profit.

Unrealised profit of the period is the total differences between gain or loss arising from revaluation of FVTPL financial assets or other financial assets through profit and loss in the statement of comprehensive income. As the prevailing Law on Accounting does not allow the use of fair value basis, those differences are recorded as provision expense and recognized as realised profit.

Realised profit during the period is the net difference between total revenue and income and total expenses in the statement of comprehensive income of the Company, except for gain or loss arising from revaluation of financial assets recognized in unrealised profit.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.26 *Owners' equity* (continued)

Reserves

According to Circular No. 146/2014/TT-BTC issued by the Ministry of Finance on 6 October 2014, securities companies are required to make appropriation of profit after tax to the following reserves if accumulated loss no longer exists:

	<u>Percentage of profit after tax</u>	<u>Maximum balance</u>
Charter Capital Supplementary Reserve	5%	10% of charter capital
Operational Risk and Financial Reserve Fund	5%	10% of charter capital

Other reserves are created in accordance with the Resolution of the Annual General Meeting of Shareholder

4.27 *Appropriation of net profits*

Net profit after tax is available for appropriation to shareholders after approval by the appropriate level in the Annual General Meeting, and after making appropriation to reserve funds in accordance with the Company's Charter and Vietnam's regulatory requirements.

4.28 *Nil balance*

Items or balances required by Circular No. 210/2014/TT-BTC dated 30 December 2014 and Circular No. 146/2014/TT-NHNN dated 31 December 2014 issued by the Ministry of Finance that are not shown in these financial statements indicate nil balance.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

5. GAIN/ LOSS FROM FINANCIAL ASSETS

5.1 Gain/ loss from disposal of FVTPL

No	Financial assets	Quantity Unit	Selling price VND/unit	Proceeds VND	Weighted average cost at the end of transaction date VND	Gain/(loss) from disposal over the current period VND	Gain/(loss) from disposal over the previous period VND
I	GAIN						
1	Listed shares	5,312,426		72,493,947,702	69,778,669,970	2,715,277,732	7,939,992,100
	HCM	181,270	30,948	4,991,014,963	4,558,175,457	432,839,496	-
	VCG	924,000	10,979	10,144,310,058	9,736,246,358	408,063,700	40,810,000
	SCR	625,000	9,560	5,974,989,750	5,572,214,177	402,785,573	245,459,400
	Others	3,602,156		51,383,622,941	49,912,033,978	1,471,588,963	7,653,722,700
2	Unlisted shares	115		2,055,000	875,000	1,180,000	-
3	Fund certificates	2,303,820		38,214,860,000	28,863,599,154	9,351,260,846	10,591,859,844
	EIVFVN30	1,303,820	9,600	12,516,250,000	12,287,166,471	229,123,529	-
	VFMVF1	1,000,000	25,699	25,698,570,000	16,576,432,683	9,122,137,317	10,591,859,844
		7,616,361		110,710,862,702	98,643,144,124	12,067,718,578	18,531,851,944
II	LOSS						
1	Listed shares	6,786,472		63,130,191,260	69,591,840,677	(6,461,649,417)	(6,554,679,470)
	PHC	124,800	7,479	933,359,794	2,267,434,863	(1,334,075,069)	-
	FCM	1,112,990	5,386	5,994,947,235	6,792,905,827	(797,958,592)	(59,446,000)
	PVS	250,200	15,439	3,862,840,100	4,575,464,400	(712,624,300)	(136,181,800)
	HAG	300,000	8,680	2,603,999,800	3,241,448,288	(637,448,488)	(555,532,300)
	Others	4,908,482		49,735,044,331	52,714,587,299	(2,979,542,968)	(5,803,519,370)
2	Unlisted shares	174		761,800	1,596,940	(835,140)	-
3	Fund certificates	780,000		5,307,424,200	7,907,950,000	(2,600,525,800)	-
	VFMVFA	780,000	6,804	5,307,424,200	7,907,950,000	(2,600,525,800)	-
		7,566,646		68,438,377,260	77,501,387,617	(9,063,010,357)	(6,554,679,470)

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

5. GAIN/ LOSS FROM FINANCIAL ASSETS (continued)

5.2 Dividend, interest income from FVTPL, HTM, loans and receivables and AFS

	<i>For the six-month period ended 30 June 2016 VND</i>	<i>For the six-month period ended 30 June 2015 VND</i>
From FVTPL	1,965,139,060	2,759,493,900
- Shares	1,965,139,060	2,759,493,900
From HTM	5,508,301,368	8,701,534,244
- Bonds	5,508,301,368	8,701,534,244
Loans and receivables	60,475,748,162	48,481,455,679
- Margin lending	43,184,735,482	24,895,685,429
- Advance proceeds from sale of securities for customers	7,651,149,949	12,007,892,617
- Term deposits	9,629,862,731	11,577,877,633
From AFS	3,264,113,100	2,817,896,000
- Shares	3,241,594,000	2,817,896,000
- Others	22,519,100	-
	71,213,301,690	62,760,379,823

5.3 Revenue from other activities

	<i>For the six-month period ended 30 June 2016 VND</i>	<i>For the six-month period ended 30 June 2015 VND</i>
Revenue from entrusted and auctions activities	124,890,471	-
Revenue from account management for investors	3,598,304,073	5,956,180,936
Others	921,296,263	2,668,008,421
	4,644,490,807	8,624,189,357

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

6. PROVISION EXPENSES FOR DOUBTFUL DEBT, IMPAIRMENT OF FINANCIAL ASSETS AND BORROWING COST

	<i>For the six-month period ended 30 June 2016 VND</i>	<i>For the six-month period ended 30 June 2015 VND</i>
Reversal of provision for FVTPL impairment	(5,496,088,071)	(3,537,345,908)
Reversal of provision for AFS impairment	(8,331,929,444)	(10,388,679,600)
	<u>(13,828,017,515)</u>	<u>(13,926,025,508)</u>

7. EXPENSES FOR BROKERAGE SERVICES

	<i>For the six-month period ended 30 June 2016 VND</i>	<i>For the six-month period ended 30 June 2015 VND</i>
Brokerage transaction expenses	10,536,850,037	9,193,947,957
Staff costs	20,688,431,081	24,644,533,234
Office supplies, materials and tools	579,729,653	452,966,746
Depreciation expenses	400,014,107	662,803,476
External service expenses	7,897,575,379	6,186,047,118
Others	439,863,671	752,267,609
	<u>40,542,463,928</u>	<u>41,892,566,140</u>

8. FINANCIAL INCOME

	<i>For the six-month period ended 30 June 2016 VND</i>	<i>For the six-month period ended 30 June 2015 VND</i>
Interest income from demand deposits	7,355,291,814	5,767,263,904
	<u>7,355,291,814</u>	<u>5,767,263,904</u>

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

9. GENERAL AND ADMINISTRATIVE EXPENSES

	<i>For the six-month period ended 30 June 2016 VND</i>	<i>For the six-month period ended 30 June 2015 VND</i>
Expenses for administrative staff	19,957,900,479	17,810,481,170
- <i>Salary and bonus</i>	19,224,119,946	17,410,533,287
- <i>Social insurance, health insurance, union fee and unemployment insurance</i>	733,780,533	399,957,883
Healthcare insurance expenses	212,491,732	285,517,159
Office supplies	147,824,508	292,040,249
Materials and tools	398,562,179	216,350,700
Depreciation expenses	743,549,381	817,559,520
Tax and duties	1,428,531,550	1,431,899,954
External service expenses	8,493,639,140	9,065,559,456
Others	1,598,822,299	1,337,155,109
	32,981,321,268	31,256,573,317

10. OTHER INCOME AND EXPENSES

	<i>For the six-month period ended 30 June 2016 VND</i>	<i>For the six-month period ended 30 June 2015 VND</i>
Other income	-	18,181,818
<i>Proceed from disposal of fixed assets</i>	-	18,181,818
Other expenses	207,653,812	203,153,269
<i>Penalty for late tax payment</i>	115,172	232,391
Others	207,538,640	202,920,878
	207,653,812	184,971,451

11. CORPORATE INCOME TAX

The tax returns filed by the Company are subject to examination by tax authorities. As the application of tax laws and regulations is susceptible to varying interpretations, the amounts reported in the financial statements could change later upon final determination by the tax authorities.

The current tax payable is based on taxable profit for the period. The taxable profit of the Company for the period differs from the profit as reported in the statement of comprehensive income because it excludes items of income or expense that are taxable or deductible in other periods and it further excludes items that are not taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted by the interim reporting date.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

11. CORPORATE INCOME TAX (continued)

The Company's estimated current corporate income tax ("CIT") is represented in the table below:

	<i>For the six-month period ended 30 June 2016 VND</i>	<i>For the six-month period ended 30 June 2015 VND</i>
Profit before tax	66,043,435,501	67,255,331,896
Adjustments		
<i>Decrease:</i> Dividend income	(5,206,733,060)	(5,577,389,900)
Reversal expenses not yet deducted in the previous period	(8,014,795,471)	(9,904,294,570)
Loss carried forward	-	(51,976,800,695)
<i>Increase:</i> Non-deductible expenses	207,653,812	203,153,269
Estimated taxable profits	53,029,560,782	-
Tax rate	20%	22%
Estimated current CIT	10,605,912,156	-
CIT payable/(prepaid) at the beginning of the period	946,200,687	(3,273,243,302)
CIT paid during the period	(2,417,852,496)	-
CIT payable/(prepaid) at the end of the period	9,134,260,347	(3,273,243,302)

12. CASH AND CASH EQUIVALENTS

	<i>30 June 2016 VND</i>	<i>31 December 2015 (restated) VND</i>
Cash	6,703,935,857	7,429,510,896
Cash on hand	300,071,626	155,880,047
Cash at banks for operation of the Company	6,403,864,231	5,938,728,849
Cash for securities transaction clearing and settlement	-	1,334,902,000
Cash equivalents	140,095,028,091	441,327,586,107
	146,798,963,948	448,757,097,003

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

13. VALUE AND VOLUME OF TRADING IN THE PERIOD

	<i>Volume of trading in the period (Unit)</i>	<i>Value of trading in the period (VND)</i>
1. The Company		
- Shares	21,093,316	234,061,647,359
- Other securities	3,168,030	44,260,595,200
	24,261,346	278,322,242,559
2. Investors		
- Shares	1,987,873,562	25,448,906,665,720
- Bonds	246,637,035	27,341,056,873,541
- Other securities	3,300	31,770,000
	2,234,513,897	52,789,995,309,261

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

14. FINANCIAL ASSETS

14.1 Financial assets at fair value through profit or loss (FVTPL)

	30 June 2016		31 December 2015	
	Book value	Fair value	Book value	Fair value
	VND		VND	
1. Listed shares	73,781,366,348	64,645,624,100	116,979,121,693	98,272,771,100
TIX	26,803,284,730	25,863,307,100	27,573,868,250	21,666,825,000
HVX	10,304,249,630	3,621,050,000	10,304,249,630	4,634,944,000
VAF	10,111,623,041	8,327,550,000	10,386,374,620	8,798,220,000
Others	26,562,208,947	26,833,717,000	68,714,629,193	63,172,782,100
2. Unlisted shares	7,902,741,300	2,109,377,300	7,664,326,040	1,856,565,826
PVO	6,600,000,000	1,950,000,000	6,600,000,000	1,696,000,000
PMT	1,059,173,000	102,000,000	1,059,173,000	156,000,000
Others	243,568,300	57,377,300	5,153,040	4,565,826
3. Fund certificates	19,423,974,529	19,900,000,000	30,972,830,000	31,308,256,000
E1SSH30	10,000,000,000	10,000,000,000	10,000,000,000	10,000,000,000
E1VFN30	9,423,974,529	9,900,000,000	20,972,830,000	21,308,256,000
	101,108,082,177	86,655,001,400	155,616,277,733	131,437,592,926

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

14. FINANCIAL ASSETS (continued)

14.2 Held-to-maturity investments (HTM)

	30 June 2016 VND		31 December 2015 VND	
	Book value	Fair value (*)	Book value	Fair value (*)
Long-term				
1. Listed bonds	119,838,250,000	132,794,945,695	119,838,250,000	128,199,402,013
BID10306	49,877,650,000	54,693,319,348	49,877,650,000	51,140,371,402
TD1318024	19,960,600,000	21,597,072,953	19,960,600,000	22,435,885,193
TD1424092	50,000,000,000	56,504,553,394	50,000,000,000	54,623,145,418
	119,838,250,000	132,794,945,695	119,838,250,000	128,199,402,013

14.3 Loans and receivables

	30 June 2016 VND		31 December 2015 VND	
	Book value	Fair value (*)	Book value	Fair value (*)
Receivables from margin activities	832,717,198,392	834,864,176,428	604,420,360,977	605,379,854,168
Term deposits	339,500,000,000	347,340,406,139	123,500,000,000	128,113,194,750
	1,172,217,198,392	1,182,204,582,567	727,920,360,977	733,493,048,918

(*) accrued interests are included in fair value

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

14. FINANCIAL ASSETS (continued)

14.4 Available-for-sale financial assets (AFS)

	30 June 2016		31 December 2015	
	Book value	Fair value	Book value	Fair value
	VND			
Unlisted shares	146,730,463,224	69,735,595,489	146,970,918,224	64,739,091,915
THUYDIENBACHIA	75,000,000,000	41,778,000,000	75,000,000,000	37,548,000,000
THUYSANCAMAU	24,000,000,000	433,875,000	24,000,000,000	-
Others	47,730,463,224	27,523,720,489	47,970,918,224	27,191,091,915
Fund certificates	96,576,432,682	109,557,320,000	121,060,815,365	133,875,257,400
Bao Viet Value Investment Fund (BVIF)	80,000,000,000	82,608,000,000	80,000,000,000	81,192,000,000
Vietnam Securities Investment Fund (VF1)	16,576,432,682	26,949,320,000	33,152,865,365	47,160,600,000
Vietnam Accelerator Fund (VFA)	-	-	7,907,950,000	5,522,657,400
Others proprietary investment	19,018,314,253	-	19,037,795,150	-
	262,325,210,159	179,292,915,489	287,069,528,739	198,614,349,315

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

14. FINANCIAL ASSETS (continued)

14.5 Provision for impairment of financial assets and mortgage assets

	30 June 2016 VND	31 December 2015 VND
FVTPL	(16,558,908,946)	(24,990,838,390)
- Shares	(16,558,908,946)	(24,990,838,390)
Loans	(4,473,358,016)	(4,473,358,016)
- Margin loans	(4,473,358,016)	(4,473,358,016)
AFS	(96,012,295,188)	(101,508,383,259)
- Shares	(76,993,980,935)	(80,085,295,509)
- Fund certificates	-	(2,385,292,600)
- Other proprietary investments	(19,018,314,253)	(19,037,795,150)
	(117,144,562,150)	(130,972,579,665)

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

14. FINANCIAL ASSETS (continued)

14.6 Detail of provision for impairment of financial assets (*)

STT	Financial assets	Quantity	Book value (VND)	Basis of provision in the current period			(Addition)/ reversal for current period (VND)
				Market value as at the period-end date (VND)	Provision made for the current period (VND)	Provision made for previous period (VND)	
I	FVTPL	7,028,323	101,108,082,177	86,655,001,400	(16,658,908,946)	(24,990,838,390)	8,331,929,444
	HVX	724,210	10,304,249,630	3,621,050,000	(6,683,199,630)	(5,869,305,630)	(1,013,894,000)
	PVO	500,000	6,600,000,000	1,950,000,000	(4,650,000,000)	(4,904,000,000)	254,000,000
	VAF	475,860	10,111,623,041	8,327,550,000	(1,784,073,041)	(1,588,154,620)	(195,918,421)
	Others	5,328,253	74,092,209,506	72,756,401,400	(3,541,636,275)	(12,829,378,140)	9,287,741,865
II	HTM	1,200,000	119,838,250,000	132,794,945,695	-	-	-
	BID10306	500,000	49,877,650,000	54,693,319,348	-	-	-
	TD1318024	200,000	19,960,600,000	21,597,072,953	-	-	-
	TD1424092	500,000	50,000,000,000	56,504,553,394	-	-	-
III	Loans	-	1,172,217,198,392	1,182,204,582,567	(4,473,358,016)	(4,473,358,016)	-
	Margin lending	-	832,717,198,392	834,864,176,428	(4,473,358,016)	(4,473,358,016)	-
	Term deposits	-	339,500,000,000	347,340,406,139	-	-	-
IV	AFS	19,150,200	262,325,210,159	179,292,915,489	(96,012,295,188)	(101,508,383,259)	5,496,088,071
	THUYDIENBACHA	6,000,000	75,000,000,000	41,778,000,000	(33,222,000,000)	(37,452,000,000)	4,230,000,000
	THUYSANCAMAU	975,000	24,000,000,000	433,875,000	(23,566,125,000)	(24,000,000,000)	433,875,000
	Other proprietary investments	-	19,018,314,253	-	(19,018,314,253)	(19,037,795,150)	19,480,897
	Others	12,175,200	144,306,895,906	137,081,040,489	(20,205,855,935)	(21,018,588,109)	812,732,174
		27,378,523	1,655,488,740,728	1,580,947,445,151	(117,144,562,150)	(130,972,679,665)	13,828,017,515

(*) BVSC recognizes financial assets at cost and makes provision for impairment of financial assets

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

15. RECEIVABLES

	30 June 2016 VND	31 December 2015 VND
Receivables from dividend and interest accrual	17,959,137,733	16,421,239,708
<i>Dividends</i>	106,822,000	4,289,400
<i>Accrued interest from bonds</i>	3,405,287,674	3,926,986,306
<i>Accrued interest from term deposits</i>	7,826,692,007	7,057,112,795
<i>Accrued interest from margin loans</i>	6,620,336,052	5,432,851,207
Receivables from services provided by the Company	6,220,860,473	4,326,787,354
Other receivables	18,462,446,964	20,397,288,465
Provision for impairment of receivables	(15,901,229,700)	(15,901,229,700)
	28,741,215,470	25,244,085,827

Details of provision for impairment of receivables

	VND				
<i>Doubtful debts</i>	<i>Balance of doubtful debts as at 30 June 2016</i>	<i>Beginning balance of provision</i>	<i>Addition</i>	<i>Reversal</i>	<i>Ending balance of provision</i>
Provision for doubtful debts	15,901,229,699	15,901,229,700	-	-	15,901,229,700
<i>Nguyen Manh Giao</i>	1,780,000,000	1,780,000,000	-	-	1,780,000,000
<i>Ha Thanh Hai</i>	1,685,000,000	1,685,000,000	-	-	1,685,000,000
<i>Nguyen Phuong Nam</i>	4,000,000,000	4,000,000,000	-	-	4,000,000,000
<i>Nam Nhat Limited Company</i>	2,800,000,000	2,800,000,000	-	-	2,800,000,000
<i>Others</i>	5,636,229,699	5,636,229,700	-	-	5,636,229,700
	15,901,229,699	15,901,229,700	-	-	15,901,229,700

16. OTHER SHORT-TERM ASSETS

	30 June 2016 VND	31 December 2015 VND
Advances	749,206,161	272,900,000
Office supplies, materials and tools	492,020,000	51,800,000
Short-term prepaid expenses	1,273,135,330	1,205,498,945
<i>Healthcare insurance for employees</i>	910,909,230	393,758,550
<i>Software maintenance expenses</i>	298,492,986	733,946,068
<i>Others</i>	63,733,114	77,794,327
	2,514,361,491	1,530,198,945

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

17. TANGIBLE FIXED ASSETS

	<i>Machines and equipment</i> VND	<i>Means of transportation</i> VND	<i>Office equipment</i> VND	<i>Total</i> VND
Cost				
1 January 2016	22,394,874,421	4,264,275,167	743,263,271	27,402,412,859
Increase during the period	3,645,620,000	-	-	3,645,620,000
- <i>Newly purchase</i>	3,645,620,000	-	-	3,645,620,000
30 June 2016	26,040,494,421	4,264,275,167	743,263,271	31,048,032,859
Accumulated depreciation				
1 January 2016	20,849,404,734	3,018,990,602	697,552,354	24,565,947,690
Increase during the period	894,784,751	143,036,382	13,938,084	1,051,759,217
- <i>Depreciation expense</i>	894,784,751	143,036,382	13,938,084	1,051,759,217
30 June 2016	21,744,189,485	3,162,026,984	711,490,438	25,617,706,907
Net book value				
1 January 2016	1,545,469,687	1,245,284,565	45,710,917	2,836,465,169
30 June 2016	4,296,304,936	1,102,248,183	31,772,833	5,430,325,952

18. INTANGIBLE FIXED ASSETS

	<i>Software</i> VND	<i>Other intangible fixed assets</i> VND	<i>Total</i> VND
Cost			
1 January 2016	7,502,928,184	2,967,788,256	10,470,716,440
Increase during the period	-	-	-
Decrease during the period	-	-	-
30 June 2016	7,502,928,184	2,967,788,256	10,470,716,440
Accumulated amortization			
1 January 2016	7,466,358,035	2,894,693,833	10,360,051,868
Increase during the period	37,570,149	73,094,423	110,664,572
- <i>Amortization expense</i>	37,570,149	73,094,423	110,664,572
30 June 2016	7,502,928,184	2,967,788,256	10,470,716,440
Net book value			
1 January 2016	37,570,149	73,094,423	110,664,572
30 June 2016	-	-	-

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

19. LONG-TERM PREPAID EXPENSES

	30 June 2016 VND	31 December 2015 VND
Office equipment	2,827,566,180	2,626,167,509
Office renovation expenses	3,444,255,821	4,225,217,983
Other long-term prepaid expenses	693,229,189	913,860,445
	6,765,050,990	7,765,245,937

20. DEPOSITS TO SETTLEMENT ASSISTANCE FUND

Deposits to Settlement Assistance Fund represent amounts deposited at Vietnam Securities Depository.

According to Decision No. 57/QĐ-VSD dated 28 May 2012 issued by the General Director of the Vietnam Securities Depository and Decision No. 87/2007/QĐ-BTC dated 22 October 2007 by the Minister of Finance regarding the issuance of regulations on the registration, custody, clearing and settlement of securities, and Circular No. 43/2010/TT-BTC dated 25 March 2010 regarding the amendment and supplement of the regulations, Decision No. 27/QĐ/VSD dated 13 March 2015 and Decision No. 45/QĐ/VSD dated 22 May 2014 issued by the General Director of Vietnam Securities Depository regarding the management and usage Settlement Assistance Fund the Company must deposit an initial amount of VND120 million at the Vietnam Securities Depository and pay an addition of 0.01% of the total amount of brokered securities in the previous year, but not over VND 2.5 billion per annual.

Movements of the advance to settlement assistance fund during the period are as follows

	30 June 2016 VND	31 December 2015 VND
Beginning balance	21,181,760,379	19,453,261,222
Annual addition	-	546,738,778
Interest received	(1,181,760,379)	-
Interest accrued for the period (*)	500,000,000	1,181,760,379
	20,500,000,000	21,181,760,379

(*) Interest accrued for the period is estimated based on the amount notified by Vietnam Securities Depository for the fiscal year 2015.

21. SHORT-TERM BORROWINGS

	Interest rates %	Beginning balance VND	Additional borrowings during the period VND	Repayment during the period VND	Ending balance VND
Short-term borrowings					
Overdraft	6.2%	29,150,839,917	216,081,996,833	(245,232,836,750)	-
Overdraft	6.0%	-	1,668,571,060,552	(1,801,729,902,441)	66,841,158,111
		29,150,839,917	1,884,653,057,385	(1,846,962,739,191)	66,841,158,111

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

22. PAYABLES FOR SECURITIES TRANSACTION ACTIVITIES

	<i>30 June 2016</i> VND	<i>31 December 2015</i> VND
Payable to Stock Exchanges	1,660,346,614	1,208,970,924
Payable to Vietnam Securities Depository	420,805,316	385,569,473
	2,081,151,930	1,594,540,397

23. SHORT-TERM TRADE PAYABLES

	<i>30 June 2016</i> VND	<i>31 December 2015</i> VND
Bao Viet Holdings	1,880,678,154	2,849,338,011
Bao Viet Investment Joint Stock Company	1,400,899,500	76,300,396
HIPT Group Joint Stock Company	1,075,689,864	-
Bao Viet Insurance Corporation	662,479,440	315,007,140
Others	119,237,393	217,799,919
	5,138,984,351	3,458,445,466

24. STATUTORY OBLIGATIONS

<i>Items</i>	<i>Beginning balance</i> VND	<i>Increase during the period</i> VND	<i>Paid during the period</i> VND	<i>Ending balance</i> VND
Taxes				
Value added tax	110,274,372	1,084,598,864	(1,037,220,021)	157,653,215
Corporate income tax	946,200,687	10,605,912,156	(2,417,852,496)	9,134,260,347
Personal income tax	794,645,376	4,858,925,789	(5,486,086,114)	167,485,051
Other taxes	2,346,549,162	14,971,441,774	(14,170,223,379)	3,147,767,557
<i>Personal income tax from securities transfer of investors</i>	2,193,798,031	12,859,995,304	(12,290,901,246)	2,762,892,089
<i>Other tax payables</i>	152,751,131	2,111,446,470	(1,879,322,133)	384,875,468
	4,197,669,597	31,520,878,583	(23,111,382,010)	12,607,166,170

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

25. SHORT-TERM ACCRUED EXPENSES

	<i>30 June 2016</i> VND	<i>31 December 2015</i> VND
Short-term		
Accrued expenses for customers referrals	131,810,594	160,980,385
Accrued expenses for external services	2,058,479,325	664,893,189
Others	-	425,854,400
	<u>2,190,289,919</u>	<u>1,251,727,954</u>

26. OTHER CURRENT LIABILITIES

	<i>30 June 2016</i> VND	<i>31 December 2015</i> VND
Bond repo contracts	123,146,612,405	115,541,865,927
Other short-term payables	812,091,307	21,818,191,432
	<u>123,958,703,712</u>	<u>137,360,057,359</u>

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

27. OWNERS' EQUITY

27.1 Owners' equity

	Share capital VND	Share premium VND	Treasury share VND	Charter capital supplementary reserve VND	Financial reserve VND	Undistributed profit VND	Total VND
As at 1 January 2016	722,339,370,000	610,253,166,720	(228,000,000)	18,808,728,387	18,808,728,387	80,757,887,200	1,450,739,880,694
Remuneration and allowances for Board of Directors and Supervisory Board	-	-	-	-	-	(4,037,894,360)	(4,037,894,360)
Purchase of treasury shares	-	-	(268,682,500)	-	-	-	(268,682,500)
Profit for the period	-	-	-	-	-	55,437,523,345	55,437,523,345
As at 30 June 2016	722,339,370,000	610,253,166,720	(496,682,500)	18,808,728,387	18,808,728,387	132,157,516,185	1,501,870,827,179

Details of the Company's share capital as at 30 June 2016 are as follows:

	Number of shares (*) Unit	Par value (*) VND	Ownership %
Bao Viet Holdings	43,281,193	432,811,930,000	59.9%
Other shareholders	28,918,952	289,189,520,000	40.1%
	72,200,145	722,001,450,000	100.0%

(*) Treasury shares are not included.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

27. OWNERS' EQUITY (continued)

27.1 Owner' equity (continued)

Details of the Company's shares are as follows:

	<i>30 June 2016</i>	<i>31 December 2015</i>
	<i>Unit</i>	<i>Unit</i>
Authorized shares	72,233,937	72,233,937
Common shares	72,233,937	72,233,937
Preference shares	-	-
Shares issued	72,233,937	72,233,937
Common shares	72,233,937	72,233,937
Preference shares	-	-
Treasury shares	33,792	15,200
Common shares	33,792	15,200
Preference shares	-	-
Shares in circulation	72,200,145	72,218,737
Common shares	72,200,145	72,218,737
Preference shares	-	-
27.2 Undistributed profit		
	<i>30 June 2016</i>	<i>31 December 2015</i>
	<i>VND</i>	<i>VND</i>
Undistributed realized profit	132,157,516,185	80,757,887,200
	132,157,516,185	80,757,887,200

28. DISCLOSURE OF GROUP 0 ACCOUNTS

28.1 The Company's financial assets in transit

	<i>30 June 2016</i>	<i>31 December 2015</i>
	<i>VND</i>	<i>VND</i>
Shares	3,246,000,000	5,039,500,000
	3,246,000,000	5,039,500,000

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

28. DISCLOSURE OF GROUP 0 ACCOUNTS (continued)

28.2 The Company's financial assets which are not yet deposited at VSD

	30 June 2016 VND	31 December 2015 VND
Shares	164,477,750,000	264,477,750,000
	164,477,750,000	264,477,750,000

28.3 Investor's financial assets which are not yet deposited at VSD

	30 June 2016 VND	31 December 2015 VND
Bonds	1,997,822,700,000	1,587,112,700,000
	1,997,822,700,000	1,587,112,700,000

28.4 Investors' cash deposits

	30 June 2016 VND	31 December 2015 VND
Investors' cash deposits		
Investors' cash deposits for securities trading activities under the Company's management	315,794,491,922	415,405,988,913
<i>Domestic investors' cash deposits for securities trading activities under the Company's management</i>	299,024,055,411	398,086,814,969
<i>Foreign investors' cash deposits for securities trading activities under the Company's management</i>	16,770,436,511	17,319,173,944
Investors' cash deposits for securities trading activities under the commercial bank's management	1,362,484,535	163,074,880
<i>Domestic investors' cash deposits for securities trading activities under the commercial bank's management</i>	757,786,080	-
<i>Foreign investors' cash deposits for securities trading activities under the commercial banks management</i>	604,698,455	163,074,880
Investors' collective cash deposits for securities trading activities	672,616,474,857	-
Investors' cash deposits for securities transaction clearing and settlement	-	24,771,814,200
<i>Domestic investors' cash deposits for securities transaction clearing and settlement</i>	-	24,629,874,200
<i>Foreign investors' cash deposits for securities transaction clearing and settlement</i>	-	141,940,000
	989,773,451,314	440,340,877,993

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

28. DISCLOSURE OF GROUP 0 ACCOUNTS (continued)

28.5 Payables to securities issuers

	30 June 2016 VND	31 December 2015 VND
Sabeco Pearl Investment Joint Stock Company	196,645,921,697	-
Survey and Mineral Single Owner Company Limited	-	7,116,200,000
Nghe An Water supply Single Owner Company Limited	-	4,250,492,000
Others	2,060,940,807	2,803,385,885
	198,706,862,504	14,170,077,885

28.6 Investors' borrowing from the Company

	30 June 2016 VND	31 December 2015 VND
Margin borrowing	839,337,534,444	609,853,212,184
Principal payable	832,717,198,392	604,420,360,977
Margin's principal of domestic investors	832,717,198,392	604,420,360,977
Interest payable	6,620,336,052	5,432,851,207
Margin's interest of domestic investors	6,620,336,052	5,432,851,207
Advance proceeds from sales of securities	140,095,028,091	124,577,586,107
Principal	140,095,028,091	124,577,586,107
	979,432,562,535	734,430,798,291

29. INVESTORS' PAYABLES TO THE COMPANY FOR SECURITIES SERVICES

	30 June 2016 VND	31 December 2015 VND
Securities brokerage fee payables	3,667,957,072	1,957,916,766
Securities custodian fee payables	303,230,796	274,375,708
	3,971,187,868	2,232,292,474

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

30 OTHER INFORMATION

30.1 Related party transactions

<i>Related parties</i>	<i>Relationship</i>
Bao Viet Holdings	Parent company
Bao Viet Life Corporation (BVL)	Fellow subsidiary
Bao Viet Life Hanoi	Member of BVL
Bao Viet Insurance Corporation (BVGI)	Fellow subsidiary
Bao Viet Insurance Hanoi	Member of BVGI
Bao Viet Fund Management Limited Company	Fellow subsidiary
Bao Viet Investment Joint Stock Company	Fellow subsidiary
Bao Viet Value Investment Fund	Fund owned by the same parent company

Significant transactions with related parties during the period are as follows:

Currency: VND

<i>Related parties</i>	<i>Transactions</i>	<i>Income/(expense)</i>	
		<i>For the six-month period ended 30 June 2016</i>	<i>For the six-month period ended 30 June 2015</i>
Bao Viet Holdings	Securities transaction fee	124,545,528	-
	Custodian fee	44,518,697	52,254,494
	Office renting expense	(3,753,307,224)	(3,736,834,679)
	Price quotation fee	35,000,000	17,500,000
	Advisory fee	110,000,000	278,000,000
Bao Viet Life Corporation	Securities transaction fee	5,091,266,441	2,310,740,349
	Custodian fee	301,113,350	197,059,166
	Office renting expense	(1,504,008,000)	(1,504,008,000)
Bao Viet Life Hanoi	Office renting expense	(226,363,636)	(226,363,636)
Bao Viet Insurance Corporation	Securities transaction fee	608,374,264	317,458,764
	Custodian fee	14,485,170	14,258,334
Bao Viet Insurance Hanoi	Health insurance for employees	(993,719,160)	(989,353,329)
Bao Viet Fund Management Limited Company	Securities transaction fee	56,342,897	24,976,371
	Custodian fee	2,255,997	5,155,616
Bao Viet Investment Joint Stock Company	Office renting expense	(2,801,799,000)	(2,486,296,142)
	Building management expense	(784,546,225)	(820,113,153)
Bao Viet Value Investment Fund	Securities transaction fee	222,396,900	-

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

30. OTHER INFORMATION (continued)

30.1 Related party transaction (continued)

Amounts due to/from related companies at the reporting date are as follows:

			<i>Currency: VND</i>	
			<i>Receivables/(payables)</i>	
<i>Related parties</i>	<i>Relationship</i>	<i>Transaction</i>	<i>30 June 2016</i>	<i>31 December</i>
			<i>VND</i>	<i>2015</i>
			<i>VND</i>	
Bao Viet Holdings	Parent Company	Office renting expense	(1,880,678,154)	-
		Shareholders' certificates management fee	-	44,000,000
		Custodian fee	-	91,794,601
		Price quotation and advisory fee	127,500,000	-
		Dividend payout fee	-	132,000,000
		IT fee	-	(2,694,231,519)
		Other payables	-	(155,106,492)
Bao Viet Insurance Corporation - Hanoi	Fellow subsidiary	Health insurance for employees	(662,479,440)	(315,007,140)
Bao Viet Fund Management Limited Company	Fellow subsidiary	Custodian fee	-	183,471,722
Bao Viet Investment Joint Stock Company	Fellow subsidiary	Office renting expense	(1,400,899,500)	-
		Electricity expenses	-	(76,300,396)

Transactions with other related parties

Remuneration to members of Board of Management and Board of Directors

	<i>For the six-month period ended 30 June 2016</i>	<i>For the six-month period ended 30 June 2015</i>
	<i>VND</i>	<i>VND</i>
Salary and bonus for the Board of Management of the Company and Ho Chi Minh branch (*)	3,342,701,750	3,645,107,675
Salary and bonus for the Board of Directors and the Board of Supervisors (**)	810,789,000	1,065,625,000
	4,153,490,750	4,710,732,675

(*) Salary and bonus for the Board of Management comprise (i) amount occurring during the period and (ii) effective bonus of 2015 but paid in 2016.

(**) Salary and bonus for the Board of Directors and the Board of Supervisors comprise (i) amount occurring during the period, (ii) effective bonus of 2015 but paid in 2016 and (iii) salary for full-time members of the Board of Directors.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

30. OTHER INFORMATION (continued)

30.2 Earnings per share

Basic earnings per share amounts are calculated by dividing net profit after tax for the period attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

The following reflects the income and share data used in the basic earnings per share computations:

	<i>For the six-month period ended 30 June 2016</i>	<i>For the six-month period ended 30 June 2015</i>
Net profit after tax attributable to ordinary shareholders - VND	55,437,523,345	67,255,331,896
Weighted average number of ordinary shares	72,200,145	72,218,737
Earnings per share - VND	768	931

30.3 Operating lease commitments

The Company is renting offices under operating leases. As at 30 June 2016, the future committed lease payments under operating leases as follows:

	<i>30 June 2016 VND</i>	<i>31 December 2015 VND</i>
Less than 1 year	14,874,196,846	17,761,956,043
From 1 to 5 year	25,148,616,294	24,356,333,790
	40,022,813,140	42,118,289,833

30.4 Financial risk management objectives and policies

The purpose of Risk Management System (Risk Management) of the Company (BVSC) is to minimize the risk events as well as to facilitate BVSC to achieve stable, safe and efficient business goals and profits.

BVSC has established the Risk Management Council (RMC) to provide the framework and implementation of risk management, to advise and assume the responsibility to General Director for Risk Management activities at BVSC.

Risk Management activities are implemented consistently from the Board of Directors (BOD), the Board of Managements, the Heads of Departments to all employees. In May 2013, a member of the BOD has been appointed to: Periodically review risk management policies, risk limit; Timely resolve the limitations of risk management activities based on General Director's reports; Review and assess the efficiency and effectiveness of Risk management function at BVSC.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

30. OTHER INFORMATION (continued)

30.4 Financial risk management objectives and policies (continued)

At the executive level, the routine activities of the Risk Management Committee have been maintained since 2011. Besides, BVSC has also operated under the guidance of the SSC on establishment and operation of the risk management system, specified in Decision 105/2013/UBCK. The Company established Risk Management Department to carry out risk management and be responsible for operational risk management activities to the General Director at BVSC. The Company issued the risk management policy; risk limits, risk management procedures to carry out risk management seriously and effectively.

In addition to the activities of risk management, BVSC has established ALCO Committee, in charge of consulting Board of Management about the management of Assets and Liabilities of the Company properly. Moreover, ALCO Committee has operated periodically since 2011.

The priority aim of BVSC is to maintain adequate funds to support business development and ensure the requirement of payment according to the regulation. BVSC continually met the full requirement of funding in the period.

Risk Management activities are monitored, reported monthly by Risk Department. Quarterly, BVSC holds risk meeting to review incurred risk during the period, identify and assess the influence of significant risk to the Company's business activities in general as well as its financial instruments in particular.

The Company is exposed to 3 types of risk: market risk, credit risk and liquidity risk in its normal operation.

Management reviews and agrees policies for managing each of these risks which are summarized below.

Market risk

Market risk is the risk that takes place when the fair value of future cash flows of a financial instrument fluctuates because of changes in market prices. BVSC is subject to two types of risk: interest rate risk and price risk of financial instruments. The Company is not exposed to foreign currency risk as the Company does not hold foreign currency as at 30 June 2016. Financial instruments affected by market risk include loans and borrowings, deposits and available-for-sale investments and loans & receivables investments.

Interest rate risk

Interest rate risk is the risk that occurs when the fair value or future cash flows of a financial instrument fluctuates because of changes in market interest rates. The financial instruments of BVSC which are exposed to interest rate risk are term deposit, bonds, loans & borrowings, repo transactions and margin activities. Interest rate risk of bond investments is assessed low as the bonds held by the Company are fixed coupon rate. Interest rate risk of term deposit is assessed below average as the downward tendency of interest rate risk has a direct impact on interest income. However, the Board of Management believe this risk is acceptable, considering the balance between the liquidity, gain from term deposit and the readiness for investment opportunities in the stock market.

The Company manages interest rate risk by monitoring closely related markets, in order to obtain interests, which produce benefits for the purposes of managing limited risk of the Company

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

30. OTHER INFORMATION (continued)

30.4. Financial risk management objectives and policies (continued)

Market risk (continued)

Equity price risk

The Company's listed and unlisted equity securities are susceptible to market price risk arising from uncertainty about future values of the investment securities. The Company manages equity price risk by placing a limit on equity investments. The Company's Board of Directors reviews and approves all equity investment decisions in accordance with investment policy 01/2015/QĐ/HĐQT-BVSC issued on 20 January 2015.

The Company's listed equity securities are susceptible to market price risk. When share price decreases below average cost, the Company make provision for listed equity securities. Unlisted portfolio tends to decrease if the stock market suffers from a downturn. Therefore, if the share price decreases sharply, both listed & unlisted portfolio with the positive correlation lead to higher risk, which directly affects the business performance expressed through making provision.

With the purpose of reducing the impact of market risk, in particular of the risk of share price movement on the company's business performance, in certain of recent years, BVSC tends to restructure the portfolio by selling unprofitable shares. As at 30 June 2016, the percentage of listed and unlisted is 15.1% of the Company's Owners Equity.

Scenario analysis is used to assess the impact of market volatility on P/L by building different scenario. The analysis as below shows the impact of listed portfolio volatility on P/L when stock exchange index move +/-10%.

Change in variables *Impact on profit before tax*
(VND)

30 June 2016

Scenario 1	+10%	1,638,856,776
Scenario 2	-10%	(2,970,815,663)

31 December 2015

Scenario 1	+10%	2,992,742,509
Scenario 2	-10%	(7,064,008,313)

Volatility risks of stocks traded on margin

The stocks market high volatility may cause the total value of collateral assets to be lower than total debt, resulting in customers' liquidity risks for the Company.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

30. OTHER INFORMATION (continued)

30.4 Financial risk management objectives and policies (continued)

Credit risk

Credit risk is the risk that occurs when counterparty does not make payment or transfer assets on time as commitments. The Company is exposed to credit risk from its operating activities (primarily for trade receivables) and from its financing activities, including deposits with banks and other financial instruments.

Bank deposits

For the purpose of credit risk management, BVSC has term deposits only in banks which have the credit ratings in group 1 and 2 according to the internal assessment of Bao Viet Holdings. In addition, BVSC also complies with credit limit for each bank as approved by the Board of Director at the beginning of each year. In fact, BVSC does not suffer from any late payment or renewal contracts. The Company evaluates the concentration of credit risk in respect to bank deposit is as low.

Bonds

BVSC owns government bonds and corporate bonds in the principle of compliance with the investment limits regulated by the Board of Directors. Every investment decision is made in accordance with the Company's investment procedure, in which the credit ratings and the solvency of issuer are assessed in detail with due care. The Company is exposed to risk when the issuer has difficulties in making interest and principal payment and when the Company has to handle collaterals (if any) when the issuer is in solvency situation. Government bonds are less risky than corporate bonds as these bonds are guaranteed by the Government.

Margin transactions

The company constructs policy of assessing credit rating and classifying investors to manage this type of risk. This policy is conducted by analyzing and assessing investors' history of transaction value, asset and information of credit ratings and their compliance with the Company's policy while conducting transactions with the Company as well as in other securities companies (if any). All investors must be assessed before signing the margin contracts. In addition, the Company regularly maintains the assessment to ensure the information is updated and credit risks for these transactions are minimized.

Besides, the Company also holds a large number of investors' shares as collaterals in providing margin service. In order to manage such collaterals as well as hedging against double risk arising from the volatility in market price and concentration risk from various investors, the Company has set up policy on the management of the allowed collaterals as well as the limit on each security accepted as collateral. These portfolios are built from the analysis and assessment such factors as: volatility in share price, the liquidation of each share in a month, etc. Such portfolios are complied with Decision No.09/QĐ-UBCK dated on 8 January 2013 amending the regulation guiding on the margin trading of securities.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

30. OTHER INFORMATION (continued)

30.4 Financial risk management objectives and policies (continued)

Credit risk (continued)

Credit risk for this transaction is also managed by building a set of collateral ratios and conditions for handling collaterals in order to recover the money in case the investors' credit ratings decreased or the investors fail to provide additional collaterals or repay the loans at maturity.

With consistent risk management policy, these margin transactions are assessed as average credit risk.

Details on credit quality by classes of assets for all financial assets exposed to credit risk as at 30 June 2016 are as follows:

Currency: VND

	Neither past due nor impaired	Past due but not impaired				Total
		less than 3 months	3 – 6 months	6 – 12 months	over 1 year	
30 June 2016						
Fixed maturity investments	469,859,821,735	-	-	-	-	469,859,821,735
Bonds	123,243,537,674	-	-	-	-	123,243,537,674
Term deposits	346,616,284,061	-	-	-	-	346,616,284,061
Other financial assets	865,949,960,226	-	-	-	-	865,949,960,226
Deposits to Settlement Assistance Fund	20,500,000,000	-	-	-	-	20,500,000,000
Dividend receivables	106,822,000	-	-	-	-	106,822,000
Receivables from securities trading	838,595,903,500	-	-	-	-	838,595,903,500
Others	6,747,234,726	-	-	-	-	6,747,234,726
Cash and cash equivalents	146,798,963,948	-	-	-	-	146,798,963,948
TOTAL	1,482,608,745,909	-	-	-	-	1,482,608,745,909

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

30. OTHER INFORMATION (continued)

30.4 Financial risk management objectives and policies (continued)

Credit risk (continued)

Details on credit quality by classes of assets for all financial assets exposed to credit risk as at 31 December 2015 are as follows:

	Neither past due nor impaired	Past due but not impaired				Total
		less than 3 months	3 – 6 months	6 – 12 months	over 1 year	
31 December 2015						
Fixed maturity investments	251,873,887,749	-	-	-	-	251,873,887,749
Bonds	123,765,236,306	-	-	-	-	123,765,236,306
Term deposits	128,108,651,443	-	-	-	-	128,108,651,443
Other financial assets	635,536,362,787	-	-	-	-	635,536,362,787
Deposits to Settlement Assistance Fund	21,181,760,379	-	-	-	-	21,181,760,379
Dividend receivables	4,289,400	-	-	-	-	4,289,400
Receivables from securities trading	607,398,540,934	-	-	-	-	607,398,540,934
Other receivables	6,951,772,074	-	-	-	-	6,951,772,074
Cash and cash equivalents	448,757,097,003	-	-	-	-	448,757,097,003
TOTAL	1,336,167,347,539	-	-	-	-	1,336,167,347,539

Currency: VND

Neither past due nor impaired: financial assets or the loans with interest or principal payments not yet past due and there is no evidence of impairment.

Past due but not impaired: financial assets with past due interest and principal payments but the Company believes that these assets are not impaired as they are secured by collaterals and have confidence in the customer's credit worthiness and other credit enhancements.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

30. OTHER INFORMATION (continued)

30.4 *Financial risk management objectives and policies* (continued)

Liquidity risk

The liquidity risk is the risk that occurs when the Company encounters difficulty in meeting financial obligations due to the shortage of funds. The Company's objective is to match cash inflow and outflow with the same maturity. Liquidity risk arises when the company involve in business activities that include short term financial obligation such as clearing activity. Beside, liquidity risk may exist when the securities used as collateral in margin trading cannot be liquidated due to the shortage of demand. The Company strictly follow regulations from authorities and internal policy on trading margin in order to mitigate liquidity risk.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

30. OTHER INFORMATION (continued)

30.4 Financial risk management objectives and policies (continued)

Liquidity risk (continued)

The table below summarizes the maturity profile of the Company's financial assets and financial liabilities as at 30 June 2016 based on undiscounted contractual payments:

	No maturity date					Currency: million VND	
	Up to 1 year	01-03 years	03-05 years	05-15 years	Over 15 years	Total	
30 June 2016							
FINANCIAL ASSETS							
Investments	250,762	368,034	40,480	18,800	127,500	-	805,576
Bonds	-	11,080	40,480	18,800	127,500	-	197,860
Term deposits	-	356,954	-	-	-	-	356,954
Equity investments	250,762	-	-	-	-	-	250,762
Other financial assets	20,000	845,950	-	-	-	-	865,950
Deposits to Settlement Assistance Fund	20,000	500	-	-	-	-	20,500
Dividend receivables	-	107	-	-	-	-	107
Receivables from securities trading	-	838,596	-	-	-	-	838,596
Other	-	6,747	-	-	-	-	6,747
Cash and cash equivalents	-	146,799	-	-	-	-	146,799
TOTAL	270,762	1,360,783	40,480	18,800	127,500	-	1,818,325
FINANCIAL LIABILITIES							
Short-term loans and debt	-	66,841	-	-	-	-	66,841
Accrued expenses	-	2,190	-	-	-	-	2,190
Payables from securities trading	-	2,081	-	-	-	-	2,081
Other payables	-	129,098	-	-	-	-	129,098
TOTAL	-	200,210	-	-	-	-	200,210

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

30. OTHER INFORMATION (continued)

30.4 Financial risk management objectives and policies (continued)

Liquidity risk (continued)

The table below summarizes the maturity profile of the Company's financial assets and financial liabilities as at 31 December 2015 based on undiscounted contractual payments:

	No maturity date					Total
	Up to 1 year	01-03 years	03-05 years	05-15 years	Over 15 years	
31 December 2015						
FINANCIAL ASSETS						
Investments	316,187	42,160	18,800	122,450	-	641,993
Bonds	-	42,160	18,800	122,450	-	194,490
Term deposits	11,080	-	-	-	-	131,316
Equity investments	131,316	-	-	-	-	316,187
Other financial assets	20,000	615,537	-	-	-	635,537
Deposits to Settlement Assistance Fund	20,000	-	-	-	-	21,182
Dividend receivables	-	4	-	-	-	4
Receivables from securities trading	-	607,399	-	-	-	607,399
Other receivables	-	6,952	-	-	-	6,952
Cash and cash equivalents	448,757	-	-	-	-	448,757
TOTAL	336,187	42,160	18,800	122,450	-	1,726,287
FINANCIAL LIABILITIES						
Short-term loans and debt	-	-	-	-	-	29,151
Accrued expenses	-	-	-	-	-	1,252
Payables from securities trading	-	-	-	-	-	1,595
Other payables	-	-	-	-	-	140,819
TOTAL	-	-	-	-	-	172,817

The Company assessed the concentration of risk with respect to refinancing its debt and concluded it to be low.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

30. OTHER INFORMATION (continued)

30.5 Capital management

The Company complies with the requirements of the State Securities Commission of Vietnam (SSC) on financial safety ratio. Accordingly, the Company manages and controls financial safety ratio at no less than 150% and simultaneously establishes back-up plans in case this ratio falls below 150%. The Company prepares its financial safety ratio report and submits to the SSC on a monthly basis.

The Company's financial safety ratio is calculated using the following formula:

Financial safety ratio (%) = (Liquid Capital/Total exposures to risks) * 100%

Liquid Capital = Assets – Liabilities – Decrease adjustments to Equity + Increase adjustments to Equity

Total exposures to risks = Market risk + Credit risk + Operational risk

Accordingly, financial safety ratio of the Company as at 30 June 2016 is 728%.

30.6 Reclassification of comparative figures

Due to effects of changes in accounting policies and requirements for financial statement preparation and presentation in accordance with Circular 210, certain comparative figures on the financial statements for the prior period have been reclassified to be comparable with that of the current period.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

30. OTHER INFORMATION (continued)

30.6 *Reclassification of comparative figures* (continued)

a. *Extract from the interim combined statement of financial position*

Currency: VND

ASSETS	Notes	31 December 2015 (stated)	Circular 210 adjustments	31 December 2015 (restated)
A. CURRENT ASSETS		1,829,345,297,544	(314,180,327,985)	1,515,164,969,559
Cash	[1]	447,893,744,732	(440,464,233,836)	7,429,510,896
Cash equivalents	[2]	316,750,000,000	124,577,588,107	441,327,588,107
Short-term investments (**)	[3]	386,264,219,872	(386,264,219,872)	-
Provision for impairment of short-term investments (**)	[3]	(85,007,154,500)	85,007,154,500	-
Provision for impairment of financial assets and mortgage assets (*)	[3]	-	(130,972,579,665)	(130,972,579,665)
Financial assets at fair value through profit and loss (FVTPL) (*)	[3]	-	155,616,277,733	155,616,277,733
Available-for-sale investments (AFS) (*)	[3]	-	287,069,528,739	287,069,528,739
Loans (*)	[3]	-	727,920,360,977	727,920,360,977
Receivables from customers (**)	[4]	2,456,575,334	(2,456,575,334)	-
Advances to suppliers (**)	[4]	9,413,140,391	(9,413,140,391)	-
Receivables from securities trading activities (**)	[4]	731,743,464,438	(731,743,464,438)	-
Other receivables	[4]	26,675,676,048	(8,278,367,583)	20,397,288,465
Provision for doubtful debts (**)	[4]	(20,374,587,716)	20,374,587,716	-
Provision for impairment of receivables (*)	[4]	-	(15,901,229,700)	(15,901,229,700)
Undue dividends and accrued interest (*)	[3]	-	16,421,239,708	16,421,239,708
Receivables from services provided by the Company (*)	[4]	-	4,326,787,354	4,326,787,354
Other current assets (**)	[5]	324,700,000	(324,700,000)	-
Advances (*)	[5]	-	272,900,000	272,900,000
Office supplies, materials and tools (*)	[5]	-	51,800,000	51,800,000
B. NON-CURRENT ASSETS		278,946,810,323	(126,283,905,851)	152,661,904,472
Available for sales securities (**)	[3]	237,736,573,000	(237,736,573,000)	-
Held-to-maturity investments	[4]	49,877,650,000	69,960,800,000	119,838,250,000
Provision for impairment of long-term investments (**)	[4]	(41,492,067,149)	41,492,067,149	-
TOTAL ASSETS		2,108,291,107,867	(440,464,233,836)	1,667,826,874,031

(*) *New items in the statement of financial position as required by Circular 210.*

(**) *Items which were no longer presented in the statement of financial position in accordance with Circular 210.*

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

30. OTHER INFORMATION (continued)

30.6 Reclassification of comparative figures (continued)

a. Extract from the interim combined statement of financial position (continued)

Currency: VND

RESOURCES	Note	31 December 2015 (stated)	Circular 210 adjustments	31 December 2015 (restated)
A. LIABILITIES		657,551,227,173	(440,464,233,836)	217,086,993,337
I. Current liabilities		657,551,227,173	(440,464,233,836)	217,086,993,337
Payables for securities transaction activities	[1]	440,135,301,795	(438,540,761,398)	1,594,540,397
Shares dividend, bond principal and interest payables on behalf of issuers (**)	[1]	8,271,852,546	(8,271,852,548)	-
Payables to securities issuers (**)	[1]	14,103,367,895	(14,103,367,895)	-
Government bond repurchase contracts (**)	[6]	115,541,865,927	(115,541,865,927)	-
Other current liabilities	[1] [6]	2,209,850,922	135,150,205,437	137,360,057,359
Employee benefits (*)	[6]	-	843,407,495	843,407,495
TOTAL LIABILITIES AND OWNER'S EQUITY		2,108,291,107,867	(440,464,233,836)	1,667,826,874,031

(*) New items in the interim combined statement of financial position as required by Circular 210.

(**) Items which were no longer presented in the interim combined statement of financial position in accordance with Circular 210.

Details of adjustments to key items are as follows:

- [1] Reclassify investors' deposits from on-balance sheet to off-balance sheet
- [2] Reclassify advance payments to customers to cash equivalent in accordance with Circular 210
- [3] Reclassify investment portfolio in accordance with Circular 210
- [4] Reclassify receivables in accordance with Circular 210
- [5] Reclassify other assets in accordance with Circular 210
- [6] Reclassify loans and borrowings in accordance with Circular 210

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

30. OTHER INFORMATION (continued)

30.6 Reclassification of comparative figures (continued)

b. Extract from the interim combined statement of comprehensive income

ITEMS	Notes	For the six-month ended 30 June 2015 (stated)	Circular 210 adjustments	For the six-month ended 30 June 2015 (restated)
Revenue from securities trading and investments (**)	[7]	32,837,071,852	(32,837,071,852)	-
Revenue from other activities (**)	[7]	62,846,613,166	(62,846,613,166)	-
Gain from disposal FVTPL (*)	[7]	-	18,531,851,944	18,531,851,944
Dividend, interest income from FVTPL (*)	[7]	-	2,759,493,900	2,759,493,900
Gain from Available-for-sale investments (AFS) (*)	[7]	-	2,817,896,000	2,817,896,000
Gain from held-to-maturity investments (HTM) (*)	[7]	-	8,701,534,244	8,701,534,244
Gain from loans and receivables (*)	[7]	-	48,481,455,679	48,481,455,679
Other operating revenue (*)	[7]	-	8,624,189,357	8,624,189,357
Net revenue from operating activities (**)	[7]	146,219,361,432	(146,219,361,432)	-
Total operating revenue (*)	[7]	-	140,452,097,526	140,452,097,526
Loss from disposal of financial assets at FVTPL (*)	[8]	-	6,554,679,470	6,554,679,470
Provision expenses for doubtful debt, impairment of financial assets and borrowing cost (*)	[8]	-	(13,926,025,508)	(13,926,025,508)
Expenses for proprietary trading activity (*)	[8]	-	1,040,094,730	1,040,094,730
Expenses for brokerage service (*)	[8]	-	41,892,566,140	41,892,566,140
Expenses for underwriting and issuance agency service (*)	[8]	-	19,368,000	19,368,000
Expenses for securities custodian service (*)	[8]	-	4,115,864,365	4,115,864,365
Expenses for advisory service (*)	[8]	-	3,788,097,293	3,788,097,293
Other operating expenses (*)	[8]	-	2,880,211,139	2,880,211,139
Operating expenses (**)	[8]	47,522,484,768	(47,522,484,768)	-
Total operating expenses (*)	[8]	-	46,364,855,629	46,364,855,629
Non-fixed dividend and interest income (*)	[7]	-	5,767,263,904	5,767,263,904
Total financial income (*)	[7]	-	5,767,263,904	5,767,263,904
Borrowing costs (*)	[8]	-	1,157,629,139	1,157,629,139
Total financial expenses (*)	[8]	-	1,157,629,139	1,157,629,139
Gross profit from operating activities (**)	[7]	98,696,876,664	(98,696,876,664)	-
Operating income (**)	[7]	67,440,303,347	(67,440,303,347)	-
Operating profit (*)		-	67,440,303,347	67,440,303,347
Other profit/ (loss) (**)		(184,971,451)	184,971,451	-
Net other loss (*)		-	(184,971,451)	(184,971,451)
Profit before tax		67,255,331,896		67,255,331,896

(*) New items in the interim combined statement of comprehensive income as required by Circular 210

(**) Items which were no longer presented in the interim statement of comprehensive income in accordance with Circular 210.

[7] Reclassify operating revenues in accordance with Circular 210

[8] Reclassify operating expenses in accordance with Circular 210

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

30. OTHER INFORMATION (continued)

30.6 *Reclassification of comparative figures* (continued)

c *Extract from the interim combined statement of cash flows*

ITEMS	Notes	For the six-month ended 30 June 2015 (stated)	Circular 210 adjustments	For the six-month ended 30 June 2015 (restated)
Cash and cash equivalents at the beginning of the period	[9]	710,556,071,690	(307,210,403,363)	403,345,668,327
Cash at banks at the beginning of the period (*)	[9]	590,556,071,690	(482,815,427,376)	107,740,644,314
- Cash at banks for the operation of the Company (*)	[9]	590,556,071,690	(482,815,427,376)	107,740,644,314
Cash equivalents (*)	[9]	120,000,000,000	175,605,024,013	295,605,024,013
Cash and cash equivalents at the end of the period	[9]	1,244,974,449,188	(681,193,086,899)	563,781,362,289
Cash at banks at the end of the period (*)	[9]	905,484,449,188	(886,489,173,899)	18,995,275,289
- Cash at banks for the operation of the Company (*)	[9]	905,484,449,188	(886,489,173,899)	18,995,275,289
Cash equivalents (*)	[9]	339,490,000,000	205,296,067,000	544,786,067,000
CASH FLOWS FROM BROKERAGE AND TRUST ACTIVITIES OF THE CUSTOMERS (*)				
I. Cash and cash equivalents of customers at the beginning of the period (*)	[9]			
Cash at banks at the beginning of the period: (*)	[9]	-	482,815,427,376	482,815,427,376
- Investors' cash deposits under the Company's management (*)	[9]	-	434,653,019,376	434,653,019,376
- Investors' cash deposits for securities transaction clearing and settlement (*)	[9]	-	48,162,408,000	48,162,408,000
II. Cash and cash equivalents of customers at the end of the period (40 = 20 + 30) (*)	[9]			
Cash at banks at the end of the period: (*)	[9]	-	886,489,173,899	886,489,173,899
- Investors' cash deposits under the Company's management (*)	[9]	-	846,720,155,899	846,720,155,899
- Investors' cash deposits under commercial bank's management (*)	[9]	-	39,769,018,000	39,769,018,000

(*) New items in the interim combined statement of cash flows as required by Circular 210.

(**) Items which were no longer presented the interim combined statement of cash flows in accordance with Circular 210.

[9] Reclassify cash flows in accordance with Circular 210

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2016 and for the six-month period then ended

31. EVENTS AFTER THE BALANCE SHEET DATE

There have been no events or circumstances arisen since 30 June 2016 to the date of this report, which may significantly affect the state of affairs of the Company which are required to be adjusted or disclosed in the interim combined financial statements as at and for the six-month period ended 30 June 2016.



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12 August 2016