

Bao Viet Securities Joint Stock Company

Interim financial statements

For the six-month period ended 30 June 2022



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For the six-month period ended 30 June 2022



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Bao Viet Securities Joint Stock Company

GENERAL INFORMATION

THE COMPANY

Bao Viet Securities Joint Stock Company (“BVSC” or “the Company”) is a joint-stock company established under Vietnam’s Law on Enterprises in accordance with Incorporation Licence No. 4640/GP-UB dated 1 October 1999 by the Hanoi People’s Committee, Business Licence No. 01/GPHDKD dated 26 November 1999 by the State Securities Commission and Amended Certificate of Securities Operating License No.01/GPHDKD, which was granted under Decision No. 03/GPDC-UBCK dated 10 January 2022 issued by the State Securities Commission.

BVSC is a listed securities company on the Vietnam’s stock market with the goal of contributing to the development of the Vietnam’s stock market while also benefiting its clients, investors, and shareholders.

The current principal activities of the Company are to provide brokerage services, custodian services, proprietary trading, underwriting and issuance agency services, financial advisory, securities investment advisory services and other financial services under the regulations of the Ministry of Finance.

The Company headquarter is located at No.8 Le Thai To Street, Hoan Kiem District, Hanoi, on the 1st, 4st, and 7th floors, while its Ho Chi Minh branch is located at Bao Viet Building, No. 233 Dong Khoi Street, District 1, Ho Chi Minh City.

As at 30 June 2022, the Company’s charter capital was VND 722,339,370,000 and owners’ equity was VND 2,171,160,194,542.

BOARD OF DIRECTORS

Members of the Board of Directors during the period and at the date of this report are:

Mr. Nguyen Hong Tuan	Chairman	Reappointed on 22 June 2020
Mr. Nguyen Anh Tuan	Member	Reappointed on 22 June 2020
Mr. Nhu Dinh Hoa	Member	Reappointed on 22 June 2020
Mr. Nguyen Quang Hung	Member	Reappointed on 22 June 2020
Mr. Le Xuan Nam	Member	Appointed on 22 June 2020

SUPERVISORY BOARD

Members of the Supervisory Board during the period and at the date of this report are:

Mr. Nguyen Xuan Hoa	Head of the Board	Reappointed on 22 June 2020
Mr. Hoang Giang Binh	Member	Reappointed on 22 June 2020
Ms. Nguyen Thi Thanh Van	Member	Reappointed on 22 June 2020

BOARD OF MANAGEMENT

Members of the Board of Management during the period and at the date of this report are:

Mr. Nhu Dinh Hoa	Chief Executive Officer	Reappointed on 5 May 2022
Mrs. Nguyen Thi Thanh Thuy	Deputy Chief Executive Officer	Reappointed on 15 July 2022

LEGAL REPRESENTATIVE

The legal representative of the Company during the year and at the date of this report is Mr. Nhu Dinh Hoa - Chief Executive Officer.

AUDITORS

The audit firm of the Company is Ernst & Young Vietnam Limited.

Bao Viet Securities Joint Stock Company

BOARD OF MANAGEMENT'S REPORT

Board of Management of Bao Viet Securities Joint Stock Company ("the Company") is pleased to present this report and the interim financial statements of the Company (including its head office and Ho Chi Minh City branch) as at 30 June 2022 and for the six-month period ended 30 June 2022.

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

The Company's Board of Management is responsible for the interim financial statements of each financial period which give a true and fair view of the interim financial position of the Company and of the interim results of its operations, its interim cash flows and its interim changes in owners' equity for the period. In preparing these 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 financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue its business.

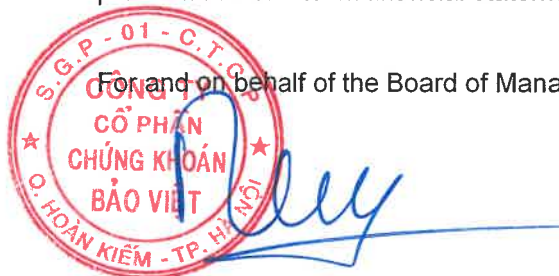
The Company's Board of Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the interim financial position of the Company and to ensure that the accounting records comply with the applied accounting system. It is also responsible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

The Company's Board of Management confirmed that it has complied with the above requirements in preparing the interim financial statements as at 30 June 2022 and for the six-month period then ended.

STATEMENT BY THE BOARD OF MANAGEMENT

The Board of Management of the Company hereby states that, in its opinion, the accompanying interim financial statements give a true and fair view of the interim financial position of the Company as at 30 June 2022 and of the interim results of its operations, its interim cash flows and its interim changes in owners' 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 statutory requirements relevant to preparation and presentation of interim financial statements.

For and on behalf of the Board of Management:



Mr. Nhu Dinh Hoa
Chief Executive Officer

Hanoi, Vietnam

11 August 2022

Reference: 60758149/22994378/LR

REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

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

We have reviewed the accompanying interim financial statements of Bao Viet Securities Joint Stock Company ("the Company"), as prepared on 11 August 2022 and set out on page 5 to 74 which comprise the interim statement of financial position as at 30 June 2022, the interim income statement, the interim cash flow statement and the interim statement of changes in owners' equity for the six-month period then ended and the notes thereto.

Board of Management's responsibility

The Company's Board of Management is responsible for the preparation and fair presentation of the interim 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 the 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 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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not give a true and fair view, in all material respects, of the interim statement of financial position of the Company as at 30 June 2022, and of the interim results of its operations, its interim cash flows and its interim changes in owners' 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 statutory requirements relevant to preparation and presentation of interim financial statements.

Ernst & Young Vietnam Limited



Trình Hoàng Anh
Deputy General Director
Audit Practising Registration
Certificate No: 2071-2018-004-1

Hanoi, Vietnam

11 August 2022

INTERIM STATEMENT OF FINANCIAL POSITION
as at 30 June 2022

Currency: VND

Code	ITEMS	Notes	30 June 2022	31 December 2021
100	A. CURRENT ASSETS		4,366,667,761,205	5,502,631,015,506
110	I. Financial assets		4,361,042,482,555	5,495,078,417,628
111	1. Cash and cash equivalents	5	181,061,604,834	66,560,460,232
111.1	1.1. Cash		181,061,604,834	66,560,460,232
112	2. Financial assets at fair value through profit and loss (FVTPL)	7.1	455,002,210,281	737,876,271,000
113	3. Held-to-maturity investment (HTM)	7.3	964,420,253,362	998,420,757,339
114	4. Loans	7.4	2,643,287,648,546	3,374,602,084,018
115	5. Available-for-sale investment (AFS)	7.2	147,277,938,578	166,980,951,477
116	6. Provision for impairment of financial assets and mortgage assets	7.6	(71,470,368,337)	(59,929,583,989)
117	7. Receivables	8	27,265,536,224	28,442,905,266
117.1	7.1. Receivables from disposal of financial assets		-	5,228,700,000
117.2	7.2. Receivables and accrued dividend and interest		27,265,536,224	23,214,205,266
117.4	7.2.1. Undue accrued dividend and interest		27,265,536,224	23,214,205,266
118	8. Advances to suppliers	8	7,403,526,906	5,854,290,376
119	9. Receivables from services provided by the Company	8	10,480,427,188	180,823,047,480
122	10. Other receivables	8	13,833,967,672	12,967,497,128
129	11. Provision for impairment of receivables	8	(17,520,262,699)	(17,520,262,699)
130	II. Other current assets	9	5,625,278,650	7,552,597,878
131	1. Advances		500,537,680	576,073,980
132	2. Office supplies, materials and tools		1,500,153,737	816,271,618
133	3. Short-term prepaid expenses		3,579,587,233	1,445,398,955
134	4. Short-term deposits, collaterals and pledges		45,000,000	4,714,853,325
200	B. NON-CURRENT ASSETS		202,600,948,075	216,666,468,119
210	I. Long-term financial assets		164,611,687,509	176,359,811,937
212	1. Investments		169,998,693,109	183,499,514,737
212.4	1.1. Other long-term investments	7.2	169,998,693,109	183,499,514,737
213	2. Provision for impairment of long-term financial assets	7.6	(5,387,005,600)	(7,139,702,800)
220	II. Fixed assets		13,623,435,496	15,266,410,605
221	1. Tangible fixed assets	10	9,442,364,735	11,490,519,741
222	1.1. Cost		39,237,578,799	39,087,878,799
223a	1.2. Accumulated depreciation		(29,795,214,064)	(27,597,359,058)
227	2. Intangible fixed assets	11	4,181,070,761	3,775,890,864
228	2.1. Cost		19,852,681,090	18,688,531,090
229a	2.2. Accumulated amortization		(15,671,610,329)	(14,912,640,226)
240	III. Construction in progress		-	-
250	IV. Other non-current assets		24,365,825,070	25,040,245,577
251	1. Long-term deposits, collaterals, and pledges		1,895,960,540	1,505,962,340
252	2. Long-term prepaid expenses	12	2,469,864,530	2,355,462,127
254	3. Deposits to Settlement Assistance Fund	13	20,000,000,000	21,178,821,110
270	TOTAL ASSETS		4,569,268,709,280	5,719,297,483,625



INTERIM STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2022

Currency: VND

Code	ITEMS	Notes	30 June 2022	31 December 2021
300	C. LIABILITIES		2,398,108,514,738	3,574,845,820,516
310	I. Current liabilities		2,271,821,832,662	3,436,050,702,885
311	1. Short-term borrowings and financial leases		1,470,000,000,000	2,505,695,690,235
312	1.1. Short-term borrowings	14	1,470,000,000,000	2,505,695,690,235
318	2. Payables for securities transactions	15	4,910,973,869	7,981,798,248
320	3. Short-term trade payables	16	1,644,139,974	6,410,545,384
321	4. Short-term advances from customers		17,176,500,000	17,512,000,000
322	5. Statutory obligations	17	20,394,788,048	39,562,386,569
323	6. Payables to employees		86,475,201,400	106,035,660,130
324	7. Employee benefits		1,882,212,568	1,662,975,688
325	8. Short-term accrued expenses	18	16,296,119,224	22,519,184,275
329	9. Other short-term payables	19	633,043,019,621	608,157,437,593
330	10. Short-term provisions		-	47,000,000,000
331	11. Bonus and welfare fund		19,998,877,958	11,601,441,890
332	12. Payables under bond repo contracts	21	-	61,911,582,873
340	II. Non-current liabilities		126,286,682,076	138,795,117,631
346	1. Long-term bonds issued	20	102,074,265,541	100,194,517,884
356	2. Deferred tax liability	29.2	24,212,416,535	38,600,599,747
400	D. OWNERS' EQUITY		2,171,160,194,542	2,144,451,663,109
410	I. Owners' equity	22	2,171,160,194,542	2,144,451,663,109
411	1. Share capital		1,332,095,854,220	1,332,095,854,220
411.1	1.1. Contributed capital		722,339,370,000	722,339,370,000
411.1a	1.1.1. Ordinary shares		722,339,370,000	722,339,370,000
411.2	1.2. Share premium		610,253,166,720	610,253,166,720
411.5	1.3. Treasury shares		(496,682,500)	(496,682,500)
412	2. Difference from revaluation of assets at fair value	30	73,240,607,695	98,097,052,517
414	3. Charter capital supplementary reserve		59,379,106,210	59,379,106,210
415	4. Operational risk and financial reserve		59,379,106,210	59,379,106,210
417	5. Undistributed profit		647,065,520,207	595,500,543,952
417.1	5.1. Realized profit after tax		645,928,590,536	539,394,596,105
417.2	5.2. Unrealized profit/(loss) after tax		1,136,929,671	56,105,947,847
440	TOTAL LIABILITIES AND OWNERS' EQUITY		4,569,268,709,280	5,719,297,483,625

INTERIM STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2022

OFF-BALANCE SHEET ITEMS

Code	ITEMS	Notes	30 June 2022	31 December 2021
	A. ASSETS OF THE COMPANY AND ASSETS MANAGED UNDER AGREEMENTS			
002	1. Pledged materials and valuable papers received		-	10,975,070,000
004	2. Bad debts written off (VND)		390,400,000	390,400,000
006	3. Outstanding shares (number of shares)		72,200,145	72,200,145
007	4. Treasury shares (number of shares)		33,792	33,792
008	5. The Company's Financial assets listed/registered at Vietnam Securities Depository centre ("VSD") (VND)	23.1	147,750,380,000	150,042,180,000
009	6. The Company's non-traded financial assets deposited at VSD (VND)	23.2	3,636,820,000	11,236,630,000
010	7. The Company's awaiting financial assets (VND)	23.3	964,000,000	964,000,000
012	8. The Company's financial assets which have not been deposited at VSD (VND)	23.4	- 156,205,000,000	173,722,470,000
	B. ASSETS AND LIABILITIES MANAGED UNDER AGREEMENT WITH INVESTORS			
021	1. Investors' financial assets listed/registered at VSD (VND)	23.5	26,510,607,743,000	33,515,146,677,000
021.1	a. <i>Unrestricted financial assets (VND)</i>		22,323,164,709,000	30,450,558,426,000
021.2	b. <i>Restricted financial assets (VND)</i>		712,771,880,000	990,197,190,000
021.3	c. <i>Mortgage financial assets (VND)</i>		3,156,896,630,000	1,373,800,880,000
021.4	d. <i>Blocked financial assets (VND)</i>		91,138,630,000	261,969,860,000
021.5	e. <i>Financial assets awaiting settlement (VND)</i>		226,635,894,000	438,620,321,000

INTERIM STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2022

OFF-BALANCE SHEET ITEMS (continued)

Code	ITEMS	Notes	30 June 2022	31 December 2021
	B. ASSETS AND LIABILITIES MANAGED UNDER AGREEMENT WITH INVESTORS (continued)			
022	2. Investors' non-traded financial assets deposited at VSD (VND)	23.6	852,804,620,000	41,561,430,000
022.1	a. <i>Unrestricted and non-traded financial assets deposited at VSD (VND)</i>		84,667,860,000	31,339,810,000
022.2	b. <i>Restricted and non-traded financial assets deposited at VSD (VND)</i>		768,136,760,000	10,221,620,000
023	3. Investors' awaiting financial assets (VND)		264,116,400,000	384,983,446,000
024b	4. Investor's financial assets which have not been deposited at VSD (VND)		2,231,028,300,000	2,436,395,460,000
026	5. Investors' deposits (VND)		1,163,844,053,118	1,520,073,202,821
027	a. <i>Investors' deposits for securities trading activities under the Company's management (VND)</i>	23.7	682,977,698,278	589,359,627,581
028	b. <i>Investors' synthesizing deposits for securities trading activities (VND)</i>	23.7	477,714,591,876	926,900,195,324
030	c. <i>Securities issuers' deposits (VND)</i>		3,151,762,964	3,813,379,916

INTERIM STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2022

OFF-BALANCE SHEET ITEM (continued)

Code	ITEMS	Notes	30 June 2022	31 December 2021
	B. ASSETS AND PAYABLES MANAGED UNDER AGREEMENT WITH INVESTORS (continued)			
031	6. Payables for investors' deposits for securities trading activities under the Company's management (VND)	23.8	1,150,721,383,928	1,490,314,586,561
031.1	a. Domestic investors' deposits for securities trading activities under the Company's management (VND)		1,140,929,858,714	1,481,492,118,883
031.2	b. Foreign investors' deposits for securities trading activities under the Company's management (VND)		9,791,525,214	8,822,467,678
032	7. Payables to securities issuers (VND)		4,059,277,316	20,114,979,630
035	8. Dividend, bond principal and interest payables (VND)		9,063,391,874	9,643,636,630



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



Ms. Nguyen Hong Thuy
Approver
Chief Accountant




Mr. Nhu Dinh Hoa
Approver
Chief Executive Officer

Hanoi, Vietnam

11 August 2022

INTERIM INCOME STATEMENT
for the six-month period ended 30 June 2022


Currency: VND


Code	ITEMS	Notes	For the six-month period ended 30 June 2022	For the six-month period ended 30 June 2021
	I. OPERATING REVENUE			
01	1. Gain from financial assets at fair value through profit and loss (FVTPL)		64,020,904,625	127,537,549,090
01.1	1.1. Gain from disposal of financial assets at FVTPL	24.1	28,350,435,709	50,284,858,982
01.2	1.2. Gain from revaluation of financial assets at FVTPL	24.2	8,809,229,069	55,913,167,617
01.3	1.3. Dividend. interest income from financial assets at FVTPL	24.3	26,861,239,847	21,339,522,491
02	2. Gain from held-to-maturity investments (HTM)	24.3	28,940,865,887	12,029,916,372
03	3. Gain from loans and receivables	24.3	178,994,178,196	165,311,105,618
04	4. Gain from available-for-sale financial assets (AFS)	24.3	815,207,000	1,141,289,800
06	5. Revenue from brokerage services	24.4	184,231,077,067	222,542,387,666
07	6. Revenue from underwriting and issuance agency services	24.4	13,417,391,667	17,079,370,611
09	7. Revenue from securities custodian services	24.4	5,546,544,571	4,348,320,301
10	8. Revenue from financial advisory services	24.4	6,649,701,363	5,476,545,454
11	9. Revenue from other operating activities	24.4	1,427,015,474	1,703,489,640
20	Total operating revenue		484,042,885,850	557,169,974,552
	II. OPERATING EXPENSES			
21	1. Loss from financial assets at fair value through profit and loss (FVTPL)		(98,641,436,454)	(35,032,821,168)
21.1	1.1. Loss from disposal of financial assets at FVTPL	24.1	(26,689,117,203)	(28,808,806,938)
21.2	1.2. Loss from revaluation of financial assets at FVTPL	24.2	(71,952,319,251)	(6,224,014,230)
24	2. Reversal of provision/(provision expense) for diminution in value and impairment of financial assets and doubtful debts and borrowing costs of loans	25	(9,788,087,148)	9,163,490,978
26	3. Expenses for proprietary trading activities		(1,597,373,688)	(1,440,445,617)
27	4. Expenses for brokerage services		(143,171,310,351)	(173,545,690,097)
	5. Expenses for underwriting and securities issuance agents		(17,550,000)	-
30	6. Expenses for securities custodian services		(8,816,432,407)	(9,041,223,275)
31	7. Expenses for financial advisory services		(5,816,973,989)	(7,784,003,768)
32	8. Expenses for other operating activities		(6,431,761,797)	(6,819,075,110)
40	Total operating expenses		(274,280,925,834)	(224,499,768,057)
	III. FINANCIAL INCOME			
42	1. Received and accrued dividends. non-fixed interest income		22,637,379,508	6,175,653,210
50	Total financial income		22,637,379,508	6,175,653,210


INTERIM INCOME STATEMENT (continued)
for the six-month period ended 30 June 2022

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2022	For the six-month period ended 30 June 2021
	IV. FINANCIAL EXPENSES			
52	1. Borrowing cost	26	(81,631,741,190)	(39,379,710,496)
60	Total financial expenses		(81,631,741,190)	(39,379,710,496)
62	V. GENERAL AND ADMINISTRATIVE EXPENSES	27	(70,080,085,681)	(112,034,227,205)
70	VI. OPERATING PROFIT		80,687,512,653	187,431,922,004
	VII. OTHER INCOME AND EXPENSES			
71	1. Other income	28	-	29,043,201
72	2. Other expenses	28	(271,990,000)	(273,390,117)
80	Net other loss		(271,990,000)	(244,346,916)
90	VIII. PROFIT BEFORE TAX		80,415,522,653	187,187,575,088
91	1. Realized profit		143,558,612,835	137,498,421,701
92	2. Unrealized profit		(63,143,090,182)	49,689,153,387
100	IX. CORPORATE INCOME TAX (CIT) EXPENSES	29	(16,311,656,448)	(34,872,063,802)
100.1	1. Current CIT expense		(24,485,728,454)	(27,425,286,520)
100.2	2. Deferred CIT (expense)/income		8,174,072,006	(7,446,777,282)
200	X. PROFIT AFTER TAX		64,103,866,205	152,315,511,286
	<i>In which:</i>			
	Realized profit after tax		119,072,884,381	110,073,135,180
300	XI. OTHER COMPREHENSIVE INCOME AFTER TAX	30	(24,856,444,822)	24,754,362,369
301	1. Gain/(loss) from revaluation of AFS financial assets		(24,856,444,822)	24,754,362,369
400	Total other comprehensive (loss)/income		(24,856,444,822)	24,754,362,369
500	XII. NET INCOME PER SHARE			
501	Earnings per share (VND/share)	32.3	1,550	1,442


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


Ms. Nguyen Hong Thuy
Approver
Chief Accountant


Ms. Nhu Dinh Hoa
Approver
Chief Executive Officer

Hanoi, Vietnam

11 August 2022

INTERIM CASH FLOW STATEMENT
for the six-month period ended 30 June 2022

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2022	For the six-month period ended 30 June 2021
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	1. Payment for purchase of financial assets		(69,548,283,870,975)	(76,297,599,173,606)
02	2. Proceeds from sale of financial assets		70,622,061,742,062	76,071,151,221,486
04	3. Dividend received		6,651,603,967	6,712,381,818
05	4. Interest received		222,379,169,672	174,366,674,319
06	5. Interest paid		(64,961,016,811)	(29,141,360,612)
07	6. Payment to suppliers		(34,226,448,485)	(39,974,552,108)
08	7. Payments to employees		(184,786,379,327)	(120,289,200,697)
09	8. Tax paid		(150,804,403,898)	(87,142,489,660)
11	9. Other cash receipts from operating activities		5,121,144,532,141	7,784,398,310,377
12	10. Other cash payments for operating activities		(4,774,789,376,591)	(7,464,046,501,690)
20	Net cash flows from/(used in) operating activities		1,214,385,551,755	(1,564,690,373)
	II. CASH FLOW FROM INVESTING ACTIVITIES			
21	1. Payment for purchase and construction of fixed assets, investment properties and other assets		(1,658,450,000)	(2,014,721,120)
30	Net cash flow used in investing activities		(1,658,450,000)	(2,014,721,120)

INTERIM CASH FLOW STATEMENT (continued)
for the six-month period ended 30 June 2022

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2022	For the six-month period ended 30 June 2021
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
33	1. Drawdown of borrowings		8,477,186,120,021	2,177,905,996,053
33.2	1.1 Other borrowings		8,477,186,120,021	2,177,905,996,053
34	2. Repayment of borrowings		(9,575,412,077,174)	(2,252,972,053,424)
34.3	2.1 Repayment of other borrowings		(9,575,412,077,174)	(2,252,972,053,424)
36	3. Dividend and profit paid to owner		-	(615,600)
40	Net cash flow used in financing activities		(1,098,225,957,153)	(75,066,672,971)
50	IV. NET INCREASE/(DECREASE) IN CASH FOR THE PERIOD		114,501,144,602	(78,646,084,464)
60	V. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	5	66,560,460,232	88,878,481,436
61	Cash		66,560,460,232	88,878,481,436
70	VI. CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5	181,061,604,834	10,232,396,972
71	Cash		181,061,604,834	10,232,396,972

INTERIM CASH FLOW STATEMENT (continued)
for the six-month period ended 30 June 2022

CASH FLOWS FROM BROKERAGE AND TRUST ACTIVITIES OF CUSTOMERS

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2022	For the six-month period ended 30 June 2021
	I. Cash flows from brokerage and trust activities of customers			
01	1. Cash receipt from sale of securities on behalf of customers		68,564,546,370,448	126,677,771,902,439
02	2. Cash payment for acquisition of securities on behalf of customers		(57,235,804,078,354)	(132,160,867,667,296)
07	3. Cash receipt for settlement of securities transactions of customers		11,212,691,699,056	26,684,822,163,951
09	4. Cash payment for custodian fees of customers		(2,393,541,815)	(2,672,560,960)
12	5. Cash receipt from securities issuers		4,911,703,027,726	3,622,780,444,765
13	6. Cash payment to securities issuers		(4,888,509,353,329)	(3,697,759,533,782)
	7. Other cash inflows from brokerage and trust activities of customer		71,930,713,395,163	78,250,207,852,614
	8. Other cash outflows from brokerage and trust activities of customers		(94,849,176,668,598)	(98,920,029,084,489)
20	Net (decrease)/increase in cash for the period		(356,229,149,703)	454,253,517,242
30	II. Cash and cash equivalents of customers at the beginning of the period			
31	Cash at banks at the beginning of the period:		1,520,073,202,821	1,176,052,114,156
32	- Investors' deposits under the Company's management	23.6	589,359,627,581	599,761,947,810
34	- Investors' synthesizing deposits for securities trading activities		926,900,195,324	493,104,582,949
35	- Deposits of securities issuers		3,813,379,916	83,185,583,397

INTERIM CASH FLOW STATEMENT (continued)
for the six-month period ended 30 June 2022

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

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2022	For the six-month period ended 30 June 2021
40	III. Cash and cash equivalents of customers at the end of the period			
41	Cash at banks at the end of the period:			
42	- Investors' deposits under the Company's management	23.6	1,163,844,053,118	1,630,305,631,398
43	- Investors' synthesizing deposits for securities trading activities	23.6	682,977,698,278	374,994,453,761
45	- Deposits of securities issuers		477,714,591,876	1,235,349,307,246
			3,151,762,964	19,961,870,391



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



Ms. Nguyen Hong Thuy
Approver
Chief Accountant




Mr. Nhu Dinh Hoa
Approver
Chief Executive Officer

Hanoi, Vietnam

11 August 2022

Bao Viet Securities Joint Stock Company

B04a-CTCK

INTERIM STATEMENT OF CHANGES IN OWNERS' EQUITY for the six-month period ended 30 June 2022

Currency: VND

ITEMS	Notes	Beginning balance		Increase/(decrease)				Ending balance	
		1 January 2021	1 January 2022	For the six-month period ended 30 June 2021		For the six-month period ended 30 June 2022		30 June 2021	30 June 2022
				Increase	Decrease	Increase	Decrease		
A	B	1	2	3	4	5	6	7	8
I. CHANGES IN OWNERS' EQUITY									
1. Share capital	22	1,332,095,854,220	1,332,095,854,220	-	-	-	-	1,332,095,854,220	1,332,095,854,220
1.1 Ordinary shares		722,339,370,000	722,339,370,000	-	-	-	-	722,339,370,000	722,339,370,000
1.2 Share premium		610,253,166,720	610,253,166,720	-	-	-	-	610,253,166,720	610,253,166,720
1.3 Treasury shares		(496,682,500)	(496,682,500)	-	-	-	-	(496,682,500)	(496,682,500)
2. Charter capital supplementary reserves		47,769,022,922	59,379,106,210	-	-	-	-	47,769,022,922	59,379,106,210
3. Operational risk and financial reserves		47,769,022,922	59,379,106,210	-	-	-	-	47,769,022,922	59,379,106,210
4. Difference from revaluation of financial assets at fair value	30	47,901,675,608	98,097,052,517	37,109,258,273	(12,354,895,904)	5,531,464,170	(30,387,908,992)	72,656,037,977	73,240,607,695
5. Undistributed profit		399,208,093,183	595,500,543,952	152,315,511,286	(5,671,588,073)	119,072,884,381	(67,507,908,126)	545,852,016,396	647,065,520,207
5.1 Realized profit after tax		393,844,801,004	539,394,596,105	110,073,135,181	(5,671,588,073)	119,072,884,381	(12,538,889,950)	498,246,348,112	645,928,590,536
5.2 Unrealized profit/(loss) after tax		5,363,292,179	56,105,947,847	42,242,376,105	-	-	(54,969,018,176)	47,605,668,284	1,136,929,671
TOTAL		1,874,743,668,855	2,144,451,663,109	189,424,769,559	(18,026,483,977)	124,604,348,551	(97,895,817,118)	2,046,141,954,437	2,171,160,194,542

Bao Viet Securities Joint Stock Company

B04a-CTCK

INTERIM STATEMENT OF CHANGES IN OWNERS' EQUITY (continued) for the six-month period ended 30 June 2022

Currency: VND

ITEMS	Notes	Beginning balance		Increase/(decrease)				Ending balance	
		1 January 2022		For the six-month period ended 30 June 2021		For the six-month period ended 30 June 2022		30 June 2021	
		1	2	Increase	Decrease	Increase	Decrease	7	8
II. OTHER COMPREHENSIVE INCOME									
Gain from revaluation of AFS financial assets	30	47,901,675,608	98,097,052,517	37,109,258,273	(12,354,895,904)	5,531,464,170	(30,387,908,992)	72,656,037,977	73,240,607,695
TOTAL		47,901,675,608	98,097,052,517	37,109,258,273	(12,354,895,904)	5,531,464,170	(30,387,908,992)	72,656,037,977	73,240,607,695



[Signature]

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

[Signature]

Ms. Nguyen Hong Thuy
Approver
Chief Accountant

Mr. Nhu Dinh Hoa
Approver
Chief Executive Officer

Hanoi, Vietnam

11 August 2022

NOTES TO THE INTERIM FINANCIAL STATEMENTS
as at 30 June 2022 and for the six-month period then ended

1. THE COMPANY

Bao Viet Securities Joint Stock Company (“the Company” or “BVSC”) is a joint-stock company established under Vietnam’s Law on Enterprises in accordance with Incorporation License No. 4640/GP-UB dated 1 October 1999 by the Hanoi People’s Committee, Business License No. 01/GPHDKD dated 26 November 1999 by the State Securities Commission and Amended Certificate of Securities Operating License No. 01/GPHDKD, which was granted under Decision No. 03/GPĐC-UBCK dated 10 January 2022 issued by the State Securities Commission.

The current principal activities of the Company are to provide brokerage services, custodian services, proprietary trading, underwriting and issuance agency services, financial advisory, securities investment advisory services and other financial services under the regulations of the Ministry of Finance.

As at June 30, 2022, the Company headquarter is located at No.8 Le Thai To Street, Hoan Kiem District, Hanoi, on the 1st, 4st, and 7th floors, while its Ho Chi Minh branch is located at Bao Viet 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)	1 st floor, 8 Le Thai To, Hoan Kiem District, Hanoi
2. Transaction office No.1 (Hanoi)	94 Ba Trieu Str., Hoan Kiem District, Hanoi
3. Transaction office Thanh Xuan (Hanoi)	Floor 10, Hapulico Tower, No.1 Nguyen Huy Tuong, Thanh Xuan, Hanoi
4. Transaction office Lang Ha (Hanoi)	Floor 12, 14 Lang Ha Tower, Ba Dinh District, Hanoi
5. Transaction office 11 Nguyen Cong Tru (Ho Chi Minh City)	11 Nguyen Cong Tru Str., District 1, Ho Chi Minh City
6. Transaction office Cao Thang (Ho Chi Minh City)	81 Cao Thang Str., District 3, Ho Chi Minh City
7. Transaction office 233 Dong Khoi (Ho Chi Minh City)	233 Dong Khoi Str., District 1, Ho Chi Minh City
8. Transaction office Le Hong Phong (Ho Chi Minh City)	1 st & 2 nd floor, 174 Le Hong Phong Str., Ward 3, District 5, Ho Chi Minh City

Main features of operation of the Company

Charter capital

As at 30 June 2022, the Company’s charter capital was VND 722,339,370,000; owners’ equity was VND 2,171,160,194,542 and total assets was VND 4,569,268,709,280.

Investment objective

As a listed securities company in the Vietnam stock market, the Company’s current principal business activities are to provide brokerage services, custodian services, proprietary trading, underwriting, financial advisory, securities investment advisory services and margin lending activities. The Company aims at contributing to the development of Vietnam Stock market as well as bringing benefit to its clients, its investors, and its shareholders.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

1. THE COMPANY (continued)

Main features of operation of the Company (continued)

Investment restrictions

The Company is required to comply with Article 28 of Circular No. 121/2020/TT-BTC dated 31 December 2020 providing guidance on operation of securities companies by the Ministry of Finance. The current applicable practices on investment restrictions are as follows:

- ▶ A securities company is not allowed to purchase, contribute capital to invest in real-estate investment except for the purpose of use for head office, branches, and transaction offices directly serving professional business activities of the securities company.
- ▶ A securities company may invest in real-estate investment and fixed assets on the principle that the carrying value of the fixed assets and real-estate investment should not exceed fifty percent (50%) of the total value of assets of the securities company.
- ▶ A securities company is not allowed to use more than seventy percent (70%) of its charter capital to invest in corporate bonds, A securities company, licensed to engage in self-trading, is allowed to trade listed bonds in accordance with relevant provisions on trading Government bonds.
- ▶ A securities company must not by itself, or authorize another organization or individuals to:
 - a. Invest in shares or contribute capital to companies that owned more than fifty percent (50%) of the charter capital of the securities company, except for purchasing of odd lots at the request of customers;
 - b. Make joint investment with an affiliated person of five percent (5%) or more in the charter capital of another securities company;
 - c. Invest more than twenty percent (20%) in the total currently circulating shares or fund certificates of a listing organization;
 - d. Invest more than fifteen percent (15%) in the total currently circulating shares or fund certificates of an unlisted organization, this provision shall not apply to member fund certificates, ETF and open-ended fund;
 - e. Invest or contribute capital of more than ten percent (10%) in the total paid-up capital of a limited liability company or of a business project;
 - f. Invest more than fifteen percent (15%) of its owners' equity in a single organization or of a business project;
 - g. Invest more than seventy percent (70%) of its total owners' equity in shares, capital contribution and a business project, specifically invest more than twenty percent (20%) of its total owners' equity in unlisted shares, capital contribution and a business project.
- ▶ A securities company may establish or acquire a fund management company as a subsidiary. In this case, the securities company is not required to comply with points c, d, e mentioned above.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 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 are expressed in Vietnam dong (“VND”) in accordance with Vietnamese Enterprise Accounting System, the accounting regulation and guidance applicable to securities companies as set out in Circular No. 210/2014/TT-BTC dated 30 December 2014, Circular No. 334/2016/TT-BTC dated 27 December 2016 by the Ministry of Finance amending, supplementing and replacing Appendix No. 02 and Appendix No. 04 of Circular No. 210/2014/TT-BTC, Vietnamese Accounting Standards No. 27 – Interim financial statements and other Vietnamese Accounting Standards promulgated by the Ministry of Finance as per:

- ▶ Decision No. 149/2001/QD-BTC dated 31 December 2001 on the Issuance and Promulgation of Four Vietnamese Standards on Accounting (Series 1);
- ▶ Decision No. 165/2002/QD-BTC dated 31 December 2002 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 2);
- ▶ Decision No. 234/2003/QD-BTC dated 30 December 2003 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 3);
- ▶ Decision No. 12/2005/QD-BTC dated 15 February 2005 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 4); and
- ▶ Decision No. 100/2005/QD-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 its quarterly financial statements for the three-month period ended 31 March, 30 June, 30 September and 31 December each year.

2.4 *Interim financial statements*

The Company prepares its interim financial statements for the period ended 30 June 2022 to submit to authorities in accordance with requirements of Circular No. 96/2020/TT-BTC dated 16 November 2020 issued by Ministry of Finance.

2.5 *Accounting currency*

The interim financial statements are prepared in Vietnam Dong (“VND”) which is also the accounting currency of the Company.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

3. STATEMENT ON COMPLIANCE WITH VIETNAMESE ACCOUNTING STANDARDS AND SYSTEMS

Management of the Company confirms that the Company has complied 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.

Accordingly, the accompanying interim financial statements, including their utilization 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 financial position, interim results of operations, interim cash flows and interim changes in owners' 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

The accounting policies adopted by the Company in preparation of the interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31 December 2021 and the interim financial statements for the six-month period ended 30 June 2021, except for the followings:

Circular 114/2021/TT-BTC annulling Circular 146/2014/TT-BTC issued on 06 October 2014 by Ministry of Finance guiding the financial regime for securities companies and fund management companies ("Circular 114"), whereby Circular 114:

- ▶ Annuls entirely Circular 146/2014 issued on 06 October 2014 by the Minister of Finance guiding the financial regime for securities companies and fund management companies;
- ▶ Requires that the provision for impairment of securities shall follow Circular No. 48/2019/TT-BTC ("Circular 48") dated 08 August 2019 guiding the accounting and tax treatment of provisions for devaluation of inventories, losses on investments, doubtful debts and warranties for products, services and construction work and Circular 24/2022/TT-BTC amendments and supplements to several articles of Circular 48;
- ▶ Provides guidance on handling the balance of Charter Capital Supplementary Reserve, Operational Risk and Finance Reserve as presented in Note 4.26;
- ▶ Takes effect from 01 February 2022 and applies from fiscal year 2022.

Circular No. 24/2022/TT-BTC amending and supplementing a number of articles of Circular No. 48/2019/TT-BTC dated 08 August 2019 by the Ministry of Finance guiding the accounting and tax treatment of provisions for devaluation of inventories, losses on investments, doubtful debts and warranties for products, services and construction work ("Circular 24"), whereby:

- ▶ Circular 24 amends the provisioning subjects to exclude Government bonds, Government-guaranteed bonds, Municipal bonds;
- ▶ Circular 24 takes effect from 25 May 2022.

4.2 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 deposited by customers for securities trading and cash deposited by securities issuers are presented on the off-balance sheet.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Financial assets at 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 short 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 recognizing gains or losses on a different basis; or
 - ▶ The financial assets are part of a group of financial assets which are managed and their performance evaluated on a fair value basis, in accordance with the company's risk management policy or investment strategy.

Financial assets at FVTPL are initially recognized at cost (acquisition cost of the assets excluding transaction cost arising from the purchase) and subsequently recognized at fair value.

Increase in the difference arising from revaluation of financial assets at FVTPL in comparison with the previous period is recognized into the income statement under "*Gain from revaluation of financial assets at FVTPL*". Decrease in the difference arising from revaluation of financial assets at FVTPL in comparison with the previous period is recognized into the income statement under "*Loss from revaluation of financial assets at FVTPL*".

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

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

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

- Those that the entity upon initial recognition designates as at FVTPL;
- Those that the entity designates as AFS;
- Those that meet the definition of loans and receivables.

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

Amortized cost of HTM investments is the amount at which the financial asset is measured at initial recognition minus (-) principal repayments, plus (+) or minus (-) the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount, and minus any reduction for impairment or uncollectibility (if any).

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.4 *Held-to-maturity investments (HTM)* (continued)

The effective interest rate method is a method of calculating the cost allocation on interest income or interest expense in the period of a financial assets or a group of HTM investments.

The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial asset.

HTM investments are subject to an assessment of impairment at the interim financial statement date. Provision is made for an HTM investment when there is any objective evidence that the investment is unrecoverable or there is uncertainty of recoverability, resulting from one or more events that has occurred after the initial recognition of the investment and that event has an impact on the estimated future cash flows of the investment that can be reliably estimated. Evidence of impairment may include a drop in the fair value/market value of the investment, indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments, the probability that they will enter bankruptcy or other financial reorganization and where observable data indicates that there is a measurable decrease in the estimated future cash flows, such as changes in arrears or economic conditions that correlate with defaults, When there is any evidence of impairment, provision for an HTM investment is determined as the negative difference between its fair value and amortized cost at the assessment date. Any increase/decrease in the balance of provision is recognized in the income statement under "*Provision expense for diminution in value and impairment of financial assets and doubtful receivables, and borrowing costs of loans*".

4.5 *Loans*

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

- The amounts the Company 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 company categorized as such recognized at fair value through profit or loss;
- The amounts categorized by the Company as available for sale upon initial recognition; or
- The amounts whose holders cannot recover most of the initial investment value not due to credit quality impairment and which are categorized as available for sale.

Loans are recognized initially at cost. After initial recognition, loans shall be measured at amortised cost using the effective interest rate.

Amortized cost of loans is the amount at which the financial asset is measured at initial recognition minus principal repayments, plus or minus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount, and minus any reduction for impairment or uncollectibility (if any).

Margin lending

Margin lending is the investors' use of credit limits granted by the Company for the purposes of securities investment, pledged by cash or securities purchased. Margin is recognized initially at cost. After initial recognition, margin shall be still measured at cost and be assessed for impairment (if any).

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.5 Loans (continued)

Margin lending (continued)

Loans are subject to an assessment of impairment at the interim financial statement date. Provision is made for loan based on its estimated loss which is determined by the negative difference between the market value of securities used as collaterals for such loan and the loan balance. Any increase/decrease in the balance of provision is recognized in the income statement under "*Provision expense for diminution in value and impairment of financial assets and doubtful receivables, and borrowing costs of loans*".

4.6 Available-for-sale financial assets (AFS)

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

- a) Loans and receivables;
- b) HTM investments;
- c) Financial assets at FVTPL,

AFS financial assets are recognized initially at cost (purchase price plus (+) transaction costs which are directly attributable to the purchase of the financial assets). After initial recognition, AFS financial assets are subsequently measured at fair value, except when fair value can not be determined reliably. In that case, AFS financial assets will continue to be accounted at cost.

Difference arising from the revaluation of AFS financial assets in comparison with previous period is recognized under "*Gain/(loss) from revaluation of AFS financial assets*" in "*Other comprehensive income*" which is a part of the interim income statement.

As at the interim financial statement date, the Company assessed whether there is any objective evidence that an AFS financial asset is impaired. Any increase/decrease in the balance of provision is recognized in the interim income statement under "*Provision expenses for diminution in value and impairment of financial assets and doubtful debts and borrowing costs of loans*".

- ▶ When an equity instrument is classified as available-for-sale, evidence of impairment includes a significant or prolonged decline in the fair value of the investment below its original cost. 'Significant' is to be evaluated against the original cost of the asset and 'prolonged' indicates the period in which the fair value has been below its original cost. When any evidence of impairment exists, provision is determined as the difference between the AFS asset's cost and fair value at the assessment date.
- ▶ When a debt instrument is classified as available-for-sale, the assessment of impairment is conducted using the same criteria as those applied for HTM investments. When there is any evidence of impairment, provision for an AFS asset is determined as the negative difference between its fair value and amortized cost at the assessment date.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.7 Fair value measurement

Fair value/market value of the securities is determined as follows:

- ▶ 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 revaluation.
- ▶ For unlisted securities registered for trading on UPCOM, their market prices are the average price within the last 30 transaction days before the time 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 report 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 at the latest date within one month preceding the revaluation date.

For securities which do not have reference price from the above sources, the revaluation is determined based on the financial performance and the book value of securities issuers as at the assessment date.

For the purpose of determining CIT taxable profit, the tax base for financial assets is determined by cost minus (-) provision for diminution in value. Accordingly, market value of securities for provision purpose is determined in accordance with the Circular No. 48/2019/TT-BTC dated 08 August 2019 and Circular No. 24/2022/TT-BTC dated 07 April 2022.

4.8 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 financial 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.

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.

The continued participant in transferred assets in the form of guarantee will be recognized at smaller value between the initial carrying value of the assets and the maximum amount that the Company is required to pay.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.9 *Reclassification of financial assets*

Reclassification when selling financial assets other than FVTPL

When selling financial assets other than FVTPL, securities companies are required to reclassify those financial assets to financial assets at FVTPL. The difference arising from the revaluation of financial assets AFS which recognized in "Gain/(loss) from revaluation of financial assets AFS" will be recognized as corresponding revenue or expenses at the date of reclassification of financial assets AFS when selling.

Reclassification due to change in purpose or ability to hold

Securities companies are required to reclassify financial assets to their applicable categories if their purpose or ability to hold has changed, consequently:

- ▶ Non-derivative financial assets at FVTPL that are not required to classify as financial asset at FVTPL at the initial recognition can be classified as loans and receivables in some special cases or as cash and cash equivalents if the requirements are met. The gains or losses arising from revaluation of financial assets at FVTPL prior to the reclassification are not allowed to be reversed.
- ▶ Due to changes in purposes or ability to hold, some HTM investments are required to be reclassified into AFS financial assets and measured at fair value. The difference arising from revaluation between carrying value and fair value are recognized *under "Gain/loss from revaluation of assets at fair value"* in Owners' equity.

During the period, the Company had mortgaged/pledged financial assets which are used as collaterals for financial obligations of the Company.

According to the terms and conditions of the mortgage/pledge contracts, during the valid period of the contracts, the Company is not allowed to sell, transfer or use the mortgaged/pledged assets under repurchase or swap contracts with any other third parties.

In case the Company is unable to fulfill its obligations, the mortgagee/pledgee is allowed to use the mortgaged/pledged assets to settle the obligations of the Company after a period specified in the mortgage/pledge contracts, since the obligations due date.

The mortgaged/pledged assets are monitored in the Company's statement of financial position in accordance with accounting principles relevant to the assets' classification.

4.10 *Recognition of mortgaged financial assets*

During the year, the Company had mortgaged/pledged financial assets which are used as collaterals for financial obligations of the Company.

According to the terms and conditions of the mortgage/pledge contracts, during the valid period of the contracts, the Company is not allowed to sell, transfer or use the mortgaged/pledged assets under repurchase or swap contracts with any other third party.

In case the Company is unable to fulfill its obligations, the mortgagee/pledgee is allowed to use the mortgaged/pledged assets to settle the obligations of the Company after a period specified in the mortgage/pledge contracts, since the obligations due date.

The mortgaged/pledged assets are monitored in the Company's statement of financial position in accordance with accounting principles relevant to the assets' classification.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.11 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 allowance balance are recorded as "General and administrative expenses" in the interim income statement.

The Company has made allowance for doubtful receivables in accordance with Circular No. 48/2019/TT-BTC dated 8 August 2019 and Circular No. 24/2022/TT-BTC dated 07 April 2022 issued by the Ministry of Finance. Accordingly, the allowance rates for overdue receivables are as follows:

<u>Overdue period</u>	<u>Allowance rate</u>
From 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%

4.12 Fixed assets

Fixed assets are stated at cost less accumulated depreciation/amortization.

The cost of a fixed asset comprises of its purchase price and any directly attributable costs of bringing the 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 income statement as incurred.

When 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 income statement.

4.13 Depreciation and amortization

Depreciation and amortization of tangible fixed assets and intangible fixed 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
Others	3 - 5 years

4.14 Leases

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 income statement on a straight-line basis over the lease term.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.15 Prepaid expenses

Prepaid expenses, including short-term prepaid expenses and long-term prepaid expenses in the interim statement of financial position, are amortised 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 one (01) to five (05) years to the interim income statement:

- ▶ Expenses for office renovation;
- ▶ Office rental fees; and
- ▶ Office equipment.

4.16 Sale and repurchase agreements

Securities sold under the agreements to be repurchased at a specified future date (“repo”) 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 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 Bonds issued

Bonds issued by the Company are initially recorded at its face value and subsequently recognized at amortized cost using effective interest method.

4.18 Payables and accrued expenses

Payables and accrued expenses are recognized for amounts to be paid in the future for interest of convertible bond, 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. According to Decision No. 595/QĐ-BHXH effective July 1, 2017, the Company has made monthly contributions to the retirement and survivorship fund to the Vietnam Social Insurance Agency at the rate of 14% on the salary according to job or title and salary allowance (if any) of officers and employees. The company also deducts 3% of salary according to job or title and salary allowance (if any) of officials and employees to participate in health insurance.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.19 *Employee benefits* (continued)

4.19.2 *Unemployment insurance, resignation benefits and Retrenchment benefits*

- ▶ According to Article 57 of the Law on Employment No. 38/2013/QH13 effective from 01 January 2015 and Decree No. 28/2015/ND-CP dated 12 March 2015 of the Government providing guidelines for the Law on Employment in term of unemployment insurance, the Company is required to contribute to the unemployment insurance at the rate of 1% of salary and wage fund of unemployment insurance participants and deduct 1% of monthly salary and wage of each employee to contribute to the unemployment insurance. According to Decision No. 28/2021/QĐ-TTg of the Prime Minister, from 01 October 2021, the Company is entitled to reduce the unemployment insurance contributions rate of 1% mentioned above to 0% within 12 months.
- ▶ Resignation benefits: According to the Labor Code No. 45/2019/QH14 effective from January 1, 2021, and Decree No. 145/2020/ND-CP of the Government - detailing and guiding the implementation of the Labor Code on working conditions and labor relations, the Company has the obligation to pay a severance allowance equal to half a month's salary for each year of service to employees who resign voluntarily and fully meet all the criteria as prescribed by law. The qualified working period used for the calculation of resignation benefits shall be the total period during which the employee actually worked for the employer minus the time over which the employee participated in the unemployment insurance program in accordance with the provisions of the law on unemployment insurance and the time for which the employer already paid the severance allowance to the employee. The average monthly salary used in this calculation will be based on the average salary of the last six months up to the time of resignation of the employee.
- ▶ Retrenchment benefits: The Company has the obligation to pay unemployment benefits to employees who lose their jobs due to changes in structure, technology or merger, consolidation or separation of enterprises. In this case, the Company will be obliged to pay a job loss allowance with a total amount equivalent to one month's salary for each year of service but not less than two months' salary.

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 year are taken to the interim income statement.

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.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 revenue-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 year 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.

Interest income

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

Dividends

Revenue is recognized when the Company's entitlement to receive the dividend is established. Stocks dividend received are not recognized as revenue and the respective increase in the number of shares are updated in the total shares held.

Other revenues from rendering 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.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 year in which they are incurred.

Borrowing costs that are directly attributable to the acquisition, construction, or formation of a particular asset that take a sufficiently long time to be ready for its intended use or sale are capitalized as part of the cost of the respective asset.

4.24 *Cost of securities sold*

The company applies weighted average method on the preceding day to calculate cost of equity securities sold and weighted average 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 periods 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 reporting date.

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

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

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.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.25 *Corporate income tax* (continued)

Deferred tax (continued)

The carrying amount of deferred 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 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 financial period when the asset is 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 interim income statement, 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 authorities and the Company intends to settle its current tax assets and liabilities on a net basis.

4.26 *Owners' equity*

Contributed capital

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

Undistributed profit

Undistributed profit comprises of realized and unrealized undistributed profit.

- ▶ Unrealized 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 interim income statement.
- ▶ Realized profit during the period is the net difference between total revenue and income, and total expenses in the interim income statement of the Company, except for gain or loss arising from revaluation of financial assets recognized in unrealized profit.

Reserves

Up to 2021, the Company appropriated annual profit after tax to reserves as follows:

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.26 Owners' equity (continued)

Reserves (continued)

On 17 December 2021, the Ministry of Finance issued Circular 114/2021/TT-BTC to annul Circular No. 146/2014/TT-BTC of the Minister of Finance guiding the financial regime for public securities companies, fund management companies. Whereby:

- ▶ For the balance of the Capital Supplementary Reserve set up according to the provisions of Circular No. 146/2014/TT-BTC: used to supplement the charter capital according to current regulations;
- ▶ For the balance of the and Operational Risk and Financial Reserves set up according to the provisions of Circular No. 146/2014/TT-BTC: used to supplement charter capital or used under the decision of the General Meeting shareholders, the Board of members or the Chairman of the company in accordance with current regulations.

4.27 Appropriation of net profits

Net profit after tax is available for appropriation to shareholders after being approved at the Annual General Meeting of Shareholders after making appropriation to reserve funds in accordance with the Company's Charter and Vietnam's regulatory requirements.

4.28 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 (after adjusting for the bonus and welfare fund) by the weighted average number of ordinary shares outstanding during the period.

Diluted earnings per share are not calculated and presented since there is no events that may reduce the Company's earnings per share.

4.29 Related parties

Parties are considered to be related parties of the Company if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions, or when the Company and other parties are under common control or under common significant influence. Related parties can be enterprises or individuals, including close members of the family of any such individuals.

4.30 Items with nil balances

Items or balances required by Circular No. 210/2014/TT-BTC dated 30 September 2014, Circular No. 334/TT-BTC dated 26 December 2016 issued by the Ministry of Finance that are not shown in these financial statements indicate nil balances.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

5. CASH AND CASH EQUIVALENTS

	<i>30 June 2022</i> VND	<i>31 December 2021</i> VND
Cash	181,061,604,834	66,560,460,232
Cash on hand	164,840,042	232,801,687
Cash at banks for operation of the Company	180,896,764,792	66,327,658,545
TOTAL	181,061,604,834	66,560,460,232

6. 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. By the Company		
Shares	28,587,505	1,129,602,994,760
Bonds	23,463,286	3,122,641,387,898
Other securities	2,300,060	48,499,299,400
TOTAL	54,350,851	4,300,743,682,058
2. By investors		
Shares	4,731,554,227	123,811,923,723,794
Bonds	110,904,593	13,862,498,107,630
Other securities	47,143,400	179,783,178,000
TOTAL	4,889,602,220	137,854,205,009,424

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

7. FINANCIAL ASSETS

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

	30 June 2022		31 December 2021	
	Cost VND	Fair value VND	Cost VND	Fair value VND
Listed shares	173,173,136,727	179,062,296,670	147,818,216,294	208,634,241,010
Unlisted shares	1,519,081,586	2,160,190,735	1,981,656,200	2,813,809,642
Fund certificates	62,671,143,912	63,180,069,100	37,795,364,326	46,329,470,630
Unlisted bonds	210,599,653,776	210,599,653,776	480,098,749,718	480,098,749,718
TOTAL	447,963,016,001	455,002,210,281	667,693,986,538	737,876,271,000

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

7. FINANCIAL ASSETS (continued)

7.2 Available-for-sale financial assets (AFS)

	30 June 2022			31 December 2021		
	Cost VND	Carrying value VND	Fair value/ Net carrying value VND	Cost VND	Carrying value VND	Fair value/ Net carrying value VND
Short term						
Recognized at fair value	16,576,432,682	60,564,740,000	60,564,740,000	16,576,432,682	78,132,880,000	78,132,880,000
<i>Listed fund certificates</i>	16,576,432,682	60,564,740,000	60,564,740,000	16,576,432,682	78,132,880,000	78,132,880,000
Recognized at cost	86,713,198,578	86,713,198,578	35,851,979,380	88,848,071,477	88,848,071,477	37,773,815,386
<i>Other propriety investments</i>	16,352,504,253	16,352,504,253	-	18,496,504,253	18,496,504,253	-
<i>Unlisted shares</i>	70,360,694,325	70,360,694,325	35,851,979,380	70,351,567,224	70,351,567,224	37,773,815,386
TOTAL	103,289,631,260	147,277,938,578	96,416,719,380	105,424,504,159	166,980,951,477	115,906,695,386

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

7. FINANCIAL ASSETS (continued)

7.2 Available-for-sale financial assets (AFS) (continued)

	30 June 2022			31 December 2021		
	Cost VND	Carrying value VND	Fair value/ Net carrying value (*) VND	Cost VND	Carrying value VND	Fair value/ Net carrying value (*) VND
Long term						
Recognized at fair value	108,285,757,806	155,848,210,109	155,848,210,109	108,284,163,406	169,349,031,737	169,349,031,737
<i>Listed shares</i>	15,285,757,806	18,772,578,800	18,772,578,800	15,284,163,406	19,316,487,900	19,316,487,900
<i>Listed fund certificates</i>	93,000,000,000	137,075,631,309	137,075,631,309	93,000,000,000	150,032,543,837	150,032,543,837
Recognized at cost	14,150,483,000	14,150,483,000	8,763,477,400	14,150,483,000	14,150,483,000	7,010,780,200
<i>Unlisted shares</i>	14,150,483,000	14,150,483,000	8,763,477,400	14,150,483,000	14,150,483,000	7,010,780,200
TOTAL	122,436,240,806	169,998,693,109	164,611,687,509	122,434,646,406	183,499,514,737	176,359,811,937

(*): For AFS financial assets recognized at cost, net carrying value is carrying value after deducting allowance for impairment.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

7. FINANCIAL ASSETS (continued)

7.3 Held-to-maturity investments (HTM)

	<u>30 June 2022</u> VND	<u>31 December 2021</u> VND
Short-term		
1. Term deposits		
Term deposits contracts (*)	964,420,253,362	998,420,757,339
TOTAL	<u>964,420,253,362</u>	<u>998,420,757,339</u>

(*) The term deposit contracts in Vietnam dong at credit institutions have remaining terms from one (01) month to one (01) year and have interest rates from 5.00% p.a to 5.50% p.a.

7.4 Loans

	<u>30 June 2022</u> VND	<u>31 December 2021</u> VND
Margin lending (*)	2,293,715,758,265	2,670,081,302,288
Advances to customers	349,571,890,281	704,520,781,730
TOTAL	<u>2,643,287,648,546</u>	<u>3,374,602,084,018</u>

(*) Investors' securities participating in margin lending transactions are held by the Company as collateral for these loans of the investors with the Company. As at 30 June 2022 and 31 December 2021, the market value of securities as collateral for margin lending are VND 4,658,425,385,820 and VND 5,452,733,585,166, respectively.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

7. FINANCIAL ASSETS (continued)

7.5 Change in market values of financial assets

Financial assets	30 June 2022			31 December 2021			
	Cost (VND)	Revaluation difference Increase (VND)	Decrease (VND)	Revaluated value (VND)	Revaluation difference Increase (VND)	Decrease (VND)	Revaluated value (VND)
FVTPL							
Short-term	447,963,016,001	29,511,323,053	(22,472,128,773)	455,002,210,281	70,381,683,086	(199,398,624)	737,876,271,000
Listed shares	173,173,136,727	25,062,203,250	(19,173,043,307)	179,062,296,670	60,989,910,886	(173,886,170)	208,634,241,010
Unlisted shares	1,519,081,586	658,270,460	(17,161,311)	2,160,190,735	838,940,339	(6,786,897)	2,813,809,642
Listed fund certificates	62,671,143,912	3,790,849,343	(3,281,924,155)	63,180,069,100	8,552,831,861	(18,725,557)	46,329,470,630
Bonds	210,599,653,776	-	-	210,599,653,776	-	-	480,098,749,718
TOTAL	447,963,016,001	29,511,323,053	(22,472,128,773)	455,002,210,281	70,381,683,086	(199,398,624)	737,876,271,000
AFS recognized at fair value							
Short-term	16,576,432,682	43,988,307,318	-	60,564,740,000	61,556,447,318	-	78,132,880,000
Unlisted fund certificates	16,576,432,682	43,988,307,318	-	60,564,740,000	61,556,447,318	-	78,132,880,000
Long-term	108,285,757,806	47,562,452,303	-	155,848,210,109	61,064,868,331	-	169,349,031,737
Listed shares	15,285,757,806	3,486,820,994	-	18,772,578,800	4,032,324,494	-	19,316,487,900
Unlisted fund certificates	93,000,000,000	44,075,631,309	-	137,075,631,309	57,032,543,837	-	150,032,543,837
TOTAL	124,862,190,488	91,550,759,621	-	216,412,950,109	122,621,315,649	-	247,481,911,737

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

7. FINANCIAL ASSETS (continued)

7.6 Provision for impairment of financial assets and mortgage assets

	30 June 2022 VND	31 December 2021 VND
Short-term	71,470,368,337	59,929,583,989
For loans	20,609,149,139	8,855,327,898
- <i>Margin lending</i>	20,609,149,139	8,855,327,898
For AFS financial assets	50,861,219,198	51,074,256,091
- <i>Unlisted shares</i>	34,508,714,945	32,577,751,838
- <i>Other proprietary investments</i>	16,352,504,253	18,496,504,253
Long term	5,387,005,600	7,139,702,800
For AFS financial assets	5,387,005,600	7,139,702,800
- <i>Unlisted shares</i>	5,387,005,600	7,139,702,800
TOTAL	76,857,373,937	67,069,286,789

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

7. FINANCIAL ASSETS (continued)

7.7 Detail of provision for impairment of financial assets

No.	Financial asset	Quantity	Basis of provision in the current period			Allowance made for the current period (VND)	Allowance made for previous period (VND)	Reversal allowance for current period (VND)
			Book values (VND)	Marketing value as at the reporting date (VND)	Allowance made for the current period (VND)			
I	HTM	-	964,420,253,362	998,420,757,339	-	-	-	
1	Term deposit	-	964,420,253,362	998,420,757,339	-	-	-	
II	Loans	-	2,643,287,648,546	2,622,678,499,407	(20,609,149,139)	(8,855,327,898)	(11,753,821,241)	
	Margin lending	-	2,293,715,758,265	2,273,106,609,126	(20,609,149,139)	(8,855,327,898)	(11,753,821,241)	
	Advance lending	-	349,571,890,281	349,571,890,281	-	-	-	
III	AFS	9,094,139	100,863,681,578	44,682,832,753	(56,248,224,798)	(58,213,958,891)	1,965,734,093	
1	Short-term	7,056,121	86,713,198,578	35,919,355,353	(50,861,219,198)	(51,074,256,091)	213,036,893	
	Other propriety investment	-	16,352,504,253	-	(16,352,504,253)	(18,496,504,253)	2,144,000,000	
	Shares	7,056,121	70,360,694,325	35,919,355,353	(34,508,714,945)	(32,577,751,838)	(1,930,963,107)	
	Seaprimexco Vietnam	975,000	24,000,000,000	22,661,925,000	(1,338,075,000)	-	(1,338,075,000)	
	MBLand	4,800,000	28,800,000,000	5,040,000,000	(23,760,000,000)	(23,760,000,000)	-	
	Others	1,281,121	17,560,694,325	8,217,430,353	(9,410,639,945)	(8,817,751,838)	(592,888,107)	
2	Long-term	2,038,018	14,150,483,000	8,763,477,400	(5,387,005,600)	(7,139,702,800)	1,752,697,200	
	Shares	2,038,018	14,150,483,000	8,763,477,400	(5,387,005,600)	(7,139,702,800)	1,752,697,200	
	Global Real Estate Investment Joint Stock Company (GPINVEST)	2,038,018	14,150,483,000	8,763,477,400	(5,387,005,600)	(7,139,702,800)	1,752,697,200	
	TOTAL		3,708,571,583,486	3,665,782,089,499	(76,857,373,937)	(67,069,286,789)	(9,788,087,148)	

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

8. RECEIVABLES AND ADVANCES TO SUPPLIERS

	30 June 2022 VND	31 December 2021 VND
Receivables from selling financial assets	-	5,228,700,000
Dividend receivables and interest accrual	27,265,536,224	23,214,205,266
<i>Dividends, corporate bonds' coupon interest</i>	912,208,000	592,658,460
<i>Accrued interest from term deposits</i>	7,718,485,575	1,421,098,833
<i>Accrued interest from margin</i>	18,634,842,649	21,200,447,973
Receivables from services provided by the Company	10,480,427,188	180,823,047,480
Other receivables	13,833,967,672	12,967,497,128
	51,579,931,084	222,233,449,874
Advances to suppliers	7,403,526,906	5,854,290,376
<i>Advances to related parties</i>	707,561,455	707,561,455
<i>Supplier H_TC161</i>	2,800,000,000	2,800,000,000
<i>Supplier H_TC144</i>	1,447,875,000	1,447,875,000
<i>Supplier H_TC554</i>	790,466,820	-
<i>Others</i>	1,657,623,631	898,853,921
	7,403,526,906	5,854,290,376
Provision for impairment of receivables and advances to suppliers (*)	(17,520,262,699)	(17,520,262,699)
TOTAL	41,463,195,291	210,567,477,551

(*) Details of provision for impairment of receivables and advances to suppliers:

<i>Doubtful debts</i>	<i>Balance of doubtful debts as at 30 June 2022</i>	<i>Beginning provision balance</i>	<i>Addition</i>	<i>Reversal</i>	<i>Ending provision balance</i>
Provision for doubtful debts	17,520,262,699	17,520,262,699	-	-	17,520,262,699
<i>Receivables</i>	13,272,387,699	13,272,387,699	-	-	13,272,387,699
Customer H_CN1022	4,000,000,000	4,000,000,000	-	-	4,000,000,000
Customer H_CN1012	1,780,000,000	1,780,000,000	-	-	1,780,000,000
Customer H_CN1013	1,685,000,000	1,685,000,000	-	-	1,685,000,000
Others	5,807,387,699	5,807,387,699	-	-	5,807,387,699
<i>Advances to suppliers</i>	4,247,875,000	4,247,875,000	-	-	4,247,875,000
Supplier H_TC161	2,800,000,000	2,800,000,000	-	-	2,800,000,000
Supplier H_TC144	1,447,875,000	1,447,875,000	-	-	1,447,875,000
TOTAL	17,520,262,699	17,520,262,699	-	-	17,520,262,699

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

9. OTHER CURRENT ASSETS

	<i>30 June 2022</i>	<i>31 December 2021</i>
	<i>VND</i>	<i>VND</i>
Advances	500,537,680	576,073,980
Office supplies, materials and tools	1,500,153,737	816,271,618
Short-term prepaid expenses	3,579,587,233	1,445,398,955
- <i>Healthcare insurance expense</i>	1,787,500,000	538,292,347
- <i>Software maintenance expense</i>	-	99,999,998
- <i>Others</i>	1,792,087,233	807,106,610
Short-term pledges	45,000,000	4,714,853,325
TOTAL	5,625,278,650	7,552,597,878

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

10. TANGIBLE FIXED ASSETS

	Machines and equipment VND	Means of transportation VND	Office equipment VND	Others VND	Total VND
Cost					
1 January 2022	31,262,023,072	7,604,065,167	165,020,000	56,770,560	39,087,878,799
Purchase during the period	149,700,000	-	-	-	149,700,000
30 June 2022	31,411,723,072	7,604,065,167	165,020,000	56,770,560	39,237,578,799
Accumulated depreciation					
1 January 2022	23,104,296,760	4,271,271,738	165,020,000	56,770,560	27,597,359,058
Depreciation for the period	1,904,568,400	293,286,606	-	-	2,197,855,006
30 June 2022	25,008,865,160	4,564,558,344	165,020,000	56,770,560	29,795,214,064
Net carrying amount					
1 January 2022	8,157,726,312	3,332,793,429	-	-	11,490,519,741
30 June 2022	6,402,857,912	3,039,506,823	-	-	9,442,364,735

Cost of fully depreciated tangible fixed asset but still in use as at 30 June 2022 is VND 16,112,697,345 (31 December 2021: VND 27,388,035,035).

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

11. INTANGIBLE FIXED ASSETS

	<i>Software VND</i>	<i>Others VND</i>	<i>Total VND</i>
Cost			
1 January 2022	15,720,742,834	2,967,788,256	18,688,531,090
Purchase during the period	1,164,150,000	-	1,164,150,000
30 June 2022	<u>16,884,892,834</u>	<u>2,967,788,256</u>	<u>19,852,681,090</u>
Accumulated depreciation			
1 January 2022	11,944,851,970	2,967,788,256	14,912,640,226
Depreciation for the period	758,970,103	-	758,970,103
30 June 2022	<u>12,703,822,073</u>	<u>2,967,788,256</u>	<u>15,671,610,329</u>
Net carrying amount			
1 January 2022	<u>3,775,890,864</u>	-	<u>3,775,890,864</u>
30 June 2022	<u>4,181,070,761</u>	-	<u>4,181,070,761</u>

Cost of fully amortized intangible fixed asset but still in use as at 30 June 2022 is VND 11,704,936,440 (31 December 2021: VND 11,132,386,440).

12. LONG-TERM PREPAID EXPENSES

	<i>30 June 2022 VND</i>	<i>31 December 2021 VND</i>
Office equipment	1,744,327,843	1,958,883,005
Office renovation	217,281,910	324,896,969
Software license	429,549,999	-
Others	78,704,778	71,682,153
TOTAL	<u>2,469,864,530</u>	<u>2,355,462,127</u>

13. DEPOSITS TO SETTLEMENT ASSISTANCE FUND

Movements of the deposits to settlement assistance fund during the year are as follows:

	<i>VND</i>
As at 1 January 2021	21,350,120,520
Interest received during the year	(1,350,120,520)
Interest allocated during the year	1,178,821,110
As at 31 December 2021	21,178,821,110
Interest received during the period	(1,178,821,110)
Interest allocated during the period	-
As at 30 June 2022	<u>20,000,000,000</u>

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

14. SHORT TERM BORROWING

	<i>Beginning balance</i> VND	<i>Additional borrowings</i> <i>during the period</i> VND	<i>Repayment</i> <i>during the period</i> VND	<i>Ending balance</i> VND
Overdraft	547,695,690,235	4,134,330,886,939	4,682,026,577,174	-
Short-term borrowings (*)	<u>1,958,000,000,000</u>	<u>4,343,000,000,000</u>	<u>4,831,000,000,000</u>	<u>1,470,000,000,000</u>
TOTAL	<u>2,505,695,690,235</u>	<u>8,477,330,886,939</u>	<u>9,513,026,577,174</u>	<u>1,470,000,000,000</u>

(*) Borrowings from credit institutions have maturity of less than one (01) year and interest rates from 3.6% to 7.5% p.a.

15. PAYABLES FOR SECURITIES TRANSACTIONS

	<i>30 June 2022</i> VND	<i>31 December 2021</i> VND
Payable to Stock Exchanges	4,297,552,877	7,309,961,319
Payable to Vietnam Securities Depository	<u>613,420,992</u>	<u>671,836,929</u>
TOTAL	<u>4,910,973,869</u>	<u>7,981,798,248</u>

16. SHORT-TERM TRADE PAYABLES

	<i>30 June 2022</i> VND	<i>31 December 2021</i> VND
Payables to related parties (<i>Note 32.1</i>)	1,337,809,535	1,751,390,300
Deposit by customers for securities purchase brokerage	-	4,024,930,000
Others	<u>306,330,439</u>	<u>634,225,084</u>
TOTAL	<u>1,644,139,974</u>	<u>6,410,545,384</u>

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

17. STATUTORY OBLIGATIONS

No.	Items	Beginning balance VND	Payable for the period VND	Payment made for the period VND	Ending balance VND
1	Personal income tax	18,656,218,377	106,797,183,505	(115,486,739,737)	9,966,662,145
	- Of the Company's employees	4,460,842,195	42,841,652,510	(46,112,218,459)	1,190,276,246
	- Of investors	14,195,376,182	63,955,530,995	(69,374,521,278)	8,776,385,899
2	Corporate income tax (Note 29.1)	20,348,743,709	24,485,728,454	(34,662,059,502)	10,172,412,661
3	Value added tax	474,429,699	513,342,197	(959,823,713)	27,948,183
4	Other taxes	82,994,784	1,274,922,064	(1,130,151,789)	227,765,059
	TOTAL	39,562,386,569	133,071,176,220	(152,238,774,741)	20,394,788,048

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

18. SHORT-TERM ACCRUED EXPENSES

	<i>30 June 2022</i> VND	<i>31 December 2021</i> VND
Accrued commission for customers introduction	780,093,494	1,700,399,730
Accrued expenses for external services	2,268,689,879	2,662,621,530
Accrued borrowing interest for banks	1,512,328,767	3,836,936,984
Accrued borrowing interest for other institutions and individuals	11,735,007,084	14,319,226,031
TOTAL	16,296,119,224	22,519,184,275

19. OTHER SHORT-TERM PAYABLES

	<i>30 June 2022</i> VND	<i>31 December 2021</i> VND
Deposit management contracts	600,499,487,600	605,742,316,469
Others	32,543,532,021	2,415,121,124
TOTAL	633,043,019,621	608,157,437,593

20. LONG-TERM BONDS

	<i>30 June 2022</i> VND	<i>31 December 2021</i> VND
Principal	100,000,000,000	100,000,000,000
Accrued interest using effective interest method	2,074,265,541	194,517,884
TOTAL	102,074,265,541	100,194,517,884

Long-term bonds included 1,000,000 BVSH2123001 with par value of each bond of VND 100,000 (total par value of VND 100,000,000,000). These non-convertible bonds were issued under Resolution No. 30/2021/NQ-HĐQT of the Company's Board of Directors dated 01 December 2021, have term of two (02) years and interest rate specified in the Company's bonds private placement plan.

21. PAYABLES UNDER BOND REPO CONTRACTS

Repo contract (*)	<i>Beginning balance</i> VND	<i>Sale during the</i> VND	<i>Repurchase during the year</i> VND	<i>Repo expenses accrued during the year</i> VND	<i>Ending balance</i> VND
Corporate	61,911,582,873	-	(62,385,500,000)	473,917,127	-
TOTAL	61,911,582,873	-	(62,385,500,000)	473,917,127	-

(*) Represent payables under repo contracts with Vietcombank Securities for 500,000 TD1424092 bonds which the Company sold and is committed to repurchasing with interest rate at 2% p.a.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

22. OWNERS' EQUITY

22.1 Changes in owners' equity

	Share capital VND	Share premium VND	Treasury shares VND	Charter capital supplementary reserve VND	Operational risk and financial reserve VND	Difference from revaluation of assets at fair value VND	Undistributed profit VND	Total VND
<i>For the six-month period ended 30 June 2021</i>								
As at 1/1/2021	722,339,370,000	610,253,166,720	(496,682,500)	47,769,022,922	47,769,022,922	47,901,675,608	399,208,093,183	1,874,743,668,855
Appropriation of bonus and welfare fund and bonus for executives according to the Resolution of the General Meeting of Shareholders	-	-	-	-	-	-	(5,671,588,073)	(5,671,588,073)
Profit after tax for the period	-	-	-	-	-	-	152,315,511,285	152,315,511,285
Difference from revaluation of assets available for sales	-	-	-	-	-	24,754,362,370	-	24,754,362,370
As at 30/6/2021	722,339,370,000	610,253,166,720	(496,682,500)	47,769,022,922	47,769,022,922	72,656,037,978	545,852,016,395	2,046,141,954,437
<i>For the six-month period ended 30 June 2022</i>								
As at 1/1/2022	722,339,370,000	610,253,166,720	(496,682,500)	59,379,106,210	59,379,106,210	98,097,052,517	595,500,543,952	2,144,451,663,109
Appropriation of bonus and welfare fund and bonus for executives according to the Resolution of the General Meeting of Shareholders (i)	-	-	-	-	-	-	(12,538,889,950)	(12,538,889,950)
Profit after tax for the period	-	-	-	-	-	-	64,103,866,205	64,103,866,205
Difference from revaluation of assets available for sales	-	-	-	-	-	(24,856,444,822)	-	(24,856,444,822)
As at 30/6/2022	722,339,370,000	610,253,166,720	(496,682,500)	59,379,106,210	59,379,106,210	73,240,607,695	647,065,520,207	2,171,160,194,542

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

22. OWNERS' EQUITY (continued)

22.1 Changes in owners' equity (continued)

- (i) According to the Resolution of the 2022 Annual General Meeting of Shareholders dated 20 April 2022 on the 2021 profit appropriation plan, the Company appropriated VND 12,538,889,950 to bonus and welfare fund and bonus for executives and will pay dividend for fiscal year 2021 at the ratio of 8% (VND 800/share) based on charter capital of VND 722,001,450,000, equivalent to VND 57,760,116,000. The dividend payment will be made upon approval by the Board of Directors in accordance with regulations.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

22. OWNERS' EQUITY (continued)

Details of the Company's share capital as at 30 June 2022 are as follows:

	<i>Number of shares (*)</i> <i>Unit</i>	<i>Par value (*)</i> <i>VND</i>	<i>Ownership</i> <i>%</i>
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%

(*) Treasury shares are not included in number of shares and par value.

Details of the Company's shares are as follows:

	<i>30 June 2022</i> <i>Unit</i>	<i>31 December 2021</i> <i>Unit</i>
Authorized shares	72,233,937	72,233,937
<i>Common shares</i>	72,233,937	72,233,937
Issued and fully paid shares	72,233,937	72,233,937
<i>Common shares</i>	72,233,937	72,233,937
Repurchased shares (Treasury shares)	33,792	33,792
<i>Common shares</i>	33,792	33,792
Outstanding shares	72,200,145	72,200,145
<i>Common shares</i>	72,200,145	72,200,145

23. DISCLOSURE OF OFF-BALANCE SHEET ITEMS

23.1 The Company's financial assets listed/registered at VSD

	<i>30 June 2022</i> <i>VND</i>	<i>31 December 2021</i> <i>VND</i>
Unrestricted financial assets	147,598,380,000	148,580,180,000
Restricted financial assets	152,000,000	152,000,000
Financial assets awaiting settlement	-	1,310,000,000
TOTAL	147,750,380,000	150,042,180,000

23.2 The Company's non-traded financial assets deposited at VSD

	<i>30 June 2022</i> <i>VND</i>	<i>31 December 2021</i> <i>VND</i>
Unrestricted and non-traded financial assets deposited at VSD	3,636,820,000	11,236,630,000
TOTAL	3,636,820,000	11,236,630,000

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

23. DISCLOSURE OF OFF-BALANCE SHEET ITEMS (continued)

23.3 The Company's awaiting financial assets (VND)

	30 June 2022 VND	31 December 2021 VND
Shares	964,000,000	964,000,000
TOTAL	964,000,000	964,000,000

23.4 The Company's financial assets which have not been deposited at VSD

	30 June 2022 VND	31 December 2021 VND
Shares	54,205,000,000	71,722,470,000
Fund certificates	102,000,000,000	102,000,000,000
TOTAL	156,205,000,000	173,722,470,000

23.5 Investors' financial assets listed/registered at VSD

	30 June 2022 VND	31 December 2021 VND
Unrestricted financial assets	22,323,164,709,000	30,450,558,426,000
Restricted financial assets	712,771,880,000	990,197,190,000
Pledged financial assets	3,156,896,630,000	1,373,800,880,000
Blocked financial assets	91,138,630,000	261,969,860,000
Financial assets awaiting settlement	226,635,894,000	438,620,321,000
TOTAL	26,510,607,743,000	33,515,146,677,000

23.6 Investors' non-traded financial assets deposited at VSD

	30 June 2022 VND	31 December 2021 VND
Unrestricted and non-traded financial assets deposited at VSD	84,667,860,000	31,339,810,000
Restricted and non-traded financial assets deposited at VSD	768,136,760,000	10,221,620,000
TOTAL	852,804,620,000	41,561,430,000

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

23. DISCLOSURE OF OFF-BALANCE SHEET ITEMS (continued)

23.7 Investor's deposits

	30 June 2022 VND	31 December 2021 VND
Investors' deposits for securities trading activities under the Company's management	682,977,698,278	589,359,627,581
- Of domestic investors	682,089,082,536	589,050,499,995
- Of foreign investors	888,615,742	309,127,586
Investors' synthesizing deposits for securities trading activities	477,714,591,876	926,900,195,324
TOTAL	<u>1,160,692,290,154</u>	<u>1,516,259,822,905</u>

23.8 Payables to investors

	30 June 2022 VND	31 December 2021 VND
Payables for investors' deposits for securities trading activities under the Company's management		
- Of domestic investors	1,140,929,858,714	1,481,492,118,883
- Of foreign investors	9,791,525,214	8,822,467,678
TOTAL	<u>1,150,721,383,928</u>	<u>1,490,314,586,561</u>

23.9 Investor's payables to the Company for securities services

	30 June 2022 VND	31 December 2021 VND
Securities brokerage fee payables	1,038,002,563	3,842,591,744
Securities custodian fee payables	571,261,424	802,332,620
TOTAL	<u>1,609,263,987</u>	<u>4,644,924,364</u>

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

24. OPERATING INCOME

24.1 Gain/loss from disposal of financial statements at FVTPL

No.	Financial assets	Proceeds VND	Weighted average cost at the end of transaction date VND	Gain/(loss) from disposal in the current period VND	Gain/(loss) from disposal in the previous period VND
I	GAINS				
1	Listed shares	350,580,440,687	327,511,946,332	23,068,494,355	38,750,296,364
2	Fund certificates	5,176,076,000	5,091,639,390	84,436,610	3,108,653,999
3	Listed bonds	642,839,000,000	642,046,500,000	792,500,000	216,500,000
4	Unlisted bonds	123,417,313,000	120,191,858,971	3,225,454,029	7,796,402,162
5	Certificates deposits	5,269,179,550,715	5,268,000,000,000	1,179,550,715	413,006,457
	TOTAL	6,391,192,380,402	6,362,841,944,693	28,350,435,709	50,284,858,982
II	LOSSES				
1	Listed shares	204,609,300,317	215,807,937,556	(11,198,637,239)	(10,313,934,620)
2	Fund certificates	9,072,000,000	9,607,398,095	(535,398,095)	(110,418,626)
3	Listed bonds	715,523,500,000	721,068,500,000	(5,545,000,000)	(4,438,400,000)
4	Unlisted bonds	108,828,665,000	118,225,146,869	(9,396,481,869)	(13,946,053,692)
5	Certificates deposits	205,078,600,000	205,092,200,000	(13,600,000)	-
	TOTAL	1,243,112,065,317	1,269,801,182,520	(26,689,117,203)	(28,808,806,938)

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

24. OPERATING INCOME (continued)

24.2 Gain/(loss) from revaluation of financial assets

No.	Financial assets	Cost (VND)	Fair value (VND)	Revaluation difference at the end of the period (VND)	Revaluation difference at the beginning of the period (VND)	Net difference recorded this period (VND)	Increase (VND)	Decrease (VND)
I	FVTPL							
1	Listed shares	173,173,136,727	179,062,296,670	5,889,159,943	60,816,024,716	(54,926,864,773)	7,899,918,265	(62,826,783,038)
2	Unlisted shares	1,519,081,586	2,160,190,735	641,109,149	832,153,442	(191,044,293)	706,310,804	(897,355,097)
3	Listed fund certificates	62,671,143,912	63,180,069,100	508,925,188	8,534,106,304	(8,025,181,116)	203,000,000	(8,228,181,116)
4	Unlisted bonds	210,599,653,776	210,599,653,776	-	-	-	-	-
	TOTAL	447,963,016,001	455,002,210,281	7,039,194,280	70,182,284,462	(63,143,090,182)	8,809,229,069	(71,952,319,251)
II	AFS							
	Short-term							
1	Unlisted fund certificates	16,576,432,682	60,564,740,000	43,988,307,318	61,556,447,318	(17,568,140,000)	-	(17,568,140,000)
	Long-term							
1	Listed shares	15,285,757,806	18,772,578,800	3,486,820,994	4,032,324,494	(545,503,500)	982,221,600	(1,527,725,100)
2	Unlisted fund certificates	93,000,000,000	137,075,631,309	44,075,631,309	57,032,543,837	(12,956,912,528)	4,549,242,570	(17,506,155,098)
	TOTAL	124,862,190,488	216,412,950,109	91,550,759,621	122,621,315,649	(31,070,556,028)	5,531,464,170	(36,602,020,198)

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

24. OPERATING INCOME (continued)

24.3 Dividend, interest income from FVTPL, HTM, loans and AFS financial assets

	<i>For the six-month period ended 30 June 2022</i>	<i>For the six-month period ended 30 June 2021</i>
	VND	VND
From FVTPL financial assets	26,861,239,847	21,339,522,491
- Shares	6,739,343,767	5,048,355,368
- Gain from FVTPL bonds	20,121,896,080	16,291,167,123
From HTM financial assets	28,940,865,887	12,029,916,372
- Bonds	-	5,305,039,664
- Term deposits	28,940,865,887	6,724,876,708
From loans	178,994,178,196	165,311,105,618
- Margin lending	142,409,147,792	123,800,536,023
- Advance proceeds from sale of securities for customers	36,585,030,404	41,510,569,595
From AFS financial assets	815,207,000	1,141,289,800
- Shares	815,207,000	1,141,289,800
TOTAL	235,611,490,930	199,821,834,281

24.4 Revenue from other activities

	<i>For the six-month period ended 30 June 2022</i>	<i>For the six-month period ended 30 June 2021</i>
	VND	VND
Revenue from brokerage services	184,231,077,067	222,542,387,666
Revenue from underwriting and issuance agency services	13,417,391,667	17,079,370,611
Revenue from securities custodian services	6,649,701,363	5,476,545,454
Revenue from financial advisory services	5,546,544,571	4,348,320,301
Other operating revenues	1,427,015,474	1,703,489,640
- Revenue from trusteeship and auction	26,000,000	-
- Revenue from management of investor transaction accounts	1,176,692,848	1,176,803,342
- Other revenues	224,322,626	526,686,298
TOTAL	211,271,730,142	251,150,113,672

25. PROVISION EXPENSES FOR DOUBTFUL DEBT AND IMPAIRMENT OF FINANCIAL ASSETS

	<i>For the six-month period ended 30 June 2022</i>	<i>For the six-month period ended 30 June 2021</i>
	VND	VND
(Reversal of provision)/provision expense for margin lending (Note 7.7)	11,753,821,241	(782,586,827)
(Reversal of provision)/provision expense for AFS financial assets	(1,965,734,093)	(8,380,904,151)
TOTAL	9,788,087,148	(9,163,490,978)

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

26. BORROWING COSTS

	<i>For the six-month period ended 30 June 2022</i>	<i>For the six-month period ended 30 June 2021</i>
	<i>VND</i>	<i>VND</i>
Repo expense	473,917,127	-
Accrual coupon for bond issuance	1,879,747,657	4,215,137,146
Interst expense for loans from bank	62,781,175,512	26,528,215,403
Others accrued interest	16,496,900,894	8,636,357,947
TOTAL	81,631,741,190	39,379,710,496

27. GENERAL AND ADMINISTRATIVE EXPENSES

	<i>For the six-month period ended 30 June 2022</i>	<i>For the six-month period ended 30 June 2021</i>
	<i>VND</i>	<i>VND</i>
Payroll expenses for administrative staff	51,637,007,012	90,432,389,605
- Salary and bonus	50,807,722,012	89,540,526,030
- Social security, health insurance, union fee and unemployment insurance	829,285,000	891,863,575
Healthcare insurance expenses	844,238,131	1,684,632,110
Office supplies	610,842,096	303,490,556
Materials and tools	523,393,576	515,643,983
Depreciation of fixed asset	2,926,868,236	2,965,005,995
Tax and fee expenses	3,154,642,949	2,049,728,076
External service expenses	8,307,261,782	9,807,539,599
Others	2,075,831,899	4,275,797,281
TOTAL	70,080,085,681	112,034,227,205

28. OTHER INCOME AND EXPENSES

	<i>For the six-month period ended 30 June 2022</i>	<i>For the six-month period ended 30 June 2021</i>
	<i>VND</i>	<i>VND</i>
Other income	-	29,043,201
Other expenses	(271,990,000)	(273,390,117)
TOTAL	271,990,000	(244,346,916)

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

29. CORPORATE INCOME TAX

29.1 Current corporate income tax

The tax returns filed by the Company are subject to examination by the 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 interim income statement 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 current tax liability is calculated using tax rates that have been enacted by the reporting date. The corporate income tax ("CIT") applicable to the Company is 20% of the estimated taxable profit (in 2021: 20%).

The estimated current corporate income tax of the Company is represented in the table below:

	<i>For the six-month period ended 30 June 2022 VND</i>	<i>For the six-month period ended 30 June 2021 VND</i>
Profit before tax	80,415,522,653	187,187,575,088
<i>Adjustments to increase taxable profit</i>		
Non-deductible expenses	271,990,000	1,007,156,617
Unrealized loss during period	63,143,090,182	-
Impairment calculated using internal evaluation method	11,753,821,241	-
Reversal of provision for impairment of financial assets during the period	-	7,812,407,220
<i>Adjustments to decrease taxable profit</i>		
Dividend income	(7,554,550,767)	(6,189,645,168)
Unrealized profit during period	-	(49,689,153,387)
Reversal of provision for impairment of financial assets using internal valuation method	(3,328,500,893)	(7,644,767,528)
Provision expense for diminution in value and impairment of financial assets	(22,272,730,149)	-
Estimated taxable profit	122,428,642,267	132,483,572,842
Tax rate	20%	20%
Current CIT expense	24,485,728,454	27,425,286,521
Current CIT recognized in other comprehensive income ("OCI")	-	(928,571,953)
CIT payable at the beginning of the period	20,348,743,709	5,260,339,154
CIT paid during the period	(34,662,059,502)	(16,665,254,893)
CIT payable at the end of the period	10,172,412,661	15,091,798,829

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

29. CORPORATE INCOME TAX (continued)

29.2 Deferred corporate income tax

The following are deferred tax liabilities recognized by the Company, and their movements thereon, during the current and prior reporting periods:

	<i>Interim statement of financial position</i>		<i>Interim income statement</i>	
	<i>30 June 2022</i>	<i>31 December 2021</i>	<i>For the six-month period ended 30 June 2022</i>	<i>For the six-month period ended 30 June 2021</i>
	<i>VND</i>	<i>VND</i>	<i>VND</i>	<i>VND</i>
Deferred CIT recorded in profit or loss	5,902,264,610	14,076,336,616	(8,174,072,006)	7,446,777,282
Deferred CIT recorded in OCI	18,310,151,925	24,524,263,131	(6,214,111,206)	7,117,162,544
TOTAL			(14,388,183,212)	14,563,939,826
			<i>30 June 2022</i>	<i>31 December 2021</i>
			<i>VND</i>	<i>VND</i>
Tax rate			20%	20%
Taxable temporary difference			121,062,082,674	193,002,998,735
<i>In which:</i>				
- <i>Difference from revaluation of FVTPL financial assets</i>			29,511,323,053	70,381,683,086
- <i>Difference from revaluation of AFS financial assets</i>			91,550,759,621	122,621,315,649
Deferred CIT payable			24,212,416,535	38,600,599,747

30. ACCUMULATED OTHER COMPREHENSIVE INCOME

<i>Items</i>	<i>Beginning balance</i>	<i>Movement during the period</i>	<i>Reclassification from owners' equity to income statement</i>	<i>Ending balance</i>
	<i>VND</i>	<i>VND</i>	<i>VND</i>	<i>VND</i>
Difference from revaluation of AFS financial assets	122,621,315,649	(31,070,556,028)	-	91,550,759,621
Deferred CIT	(24,524,263,132)	6,214,111,206	-	(18,310,151,926)
TOTAL	98,097,052,517	(24,856,444,822)	-	73,240,607,695

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

31. ADDITIONAL INFORMATION FOR STATEMENT OF CHANGES IN OWNER'S EQUITY

Incomes and expenses, gains or losses which are recorded directly to owners' equity:

	<i>For the six-month period ended 30 June 2022 VND</i>	<i>For the six-month period ended 30 June 2021 VND</i>
Income recorded directly to owners' equity	-	28,944,549,057
- Gain from revaluation of AFS financial assets	-	28,944,549,057
Expense recorded directly to owners' equity	(24,856,444,822)	(4,190,186,687)
- Loss from revaluation of AFS financial assets	(24,856,444,822)	(4,190,186,687)
TOTAL	(24,856,444,822)	24,754,362,370

32. OTHER INFORMATION

32.1 Related party transaction

In the normal course of business, the Company has transactions with related parties. Parties are considered to be related if one party has the ability to control or exercise significant influence over the other party in making financial and operating decisions. A party is considered to be related to the Company if:

- (a) Directly or indirectly through one or more intermediaries, who:
 - ▶ controls or is controlled by or is under common control by the Company (including parent companies, subsidiaries);
 - ▶ has contributed capital (owns 5% or more of charter capital or voting share capital) to the Company and thereby has significant influence over the Company;
 - ▶ has joint control of the Company;
- (b) Related party is a joint venture or associate of which the Company is a joint venture or associate (owns more than 11% of charter capital or voting share capital, but is not a subsidiary);
- (c) Related party whose member is a key person in the Board of Directors or Board of Management of the Company;
- (d) The related party is a close member of the family of any individual mentioned in (a) or (c);
- (e) Related party is an entity that is directly or indirectly controlled, jointly controlled, or significantly influenced, or has voting power, by any of the individuals referred to in subparagraph (c) or (d).

<u>Related parties</u>	<u>Relationship</u>
Bao Viet Holdings	Parent company
Bao Viet Life Corporation (BVL)	Fellow subsidiary
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

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

32. OTHER INFORMATION (continued)

32.1 Related party transaction (continued)

Significant transactions with related parties for the period ended 30 June 2022 are as follows:

<i>Related parties</i>	<i>Transactions</i>	<i>Currency: VND</i>	
		<i>Income/(expense)</i>	
		<i>For the six-month period ended 30 June 2022</i>	<i>For the six-month period ended 30 June 2021</i>
Bao Viet Holdings	Securities transaction fee	122,975,736	26,655,935
	Custodian fee	106,405,390	115,976,982
	Accrued expense for IT services	(220,062,199)	(755,727,203)
	Office rental expense	(3,080,952,000)	-
Bao Viet Life Corporation	Custodian fee	153,667,292	199,403,610
	Securities transaction fee	835,021,720	2,039,524,234
	Office rental fee - 11 NCT	(1,665,764,400)	(1,621,908,800)
	Office rental fee - 94 Ba Trieu	(260,318,183)	(249,000,000)
Bao Viet Insurance Corporation	Securities transaction fee	396,507,680	329,152,510
	Custodian fee	2,102,555	9,207,671
	Health insurance for employees	(1,955,000,000)	(1,278,143,631)
Bao Viet Fund Management Limited Company	Securities transaction fee	693,432,640	270,458,670
	Custodian fee	1,386,000	1,631,576
Bao Viet Investment Joint Stock Company	Office renting expense	(3,188,934,144)	(3,188,934,144)
	Electricity expense	(221,508,954)	(159,515,107)
	Building management fee	(892,584,000)	-

Bao Viet Securities Joint Stock Company

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

32. OTHER INFORMATION (continued)

32.1 Related parties transaction (continued)

Amounts of receivables and payables from/due to related companies as at 30 June 2022 are as follows:

Related party	Transactions	Beginning balance		Debit	Credit	Ending balance
Bao Viet Holdings	Advisory fee for transfer of Trung Nam Phu Quoc	(50,000,000)	-	-	-	(50,000,000)
	Information technology services	(755,727,193)	865,758,294	(220,062,199)		(110,031,098)
	Shareholders' book management, dividend payment	88,000,000	-	(88,000,000)		-
	Deposit for office rental	-	564,841,200	-		564,841,200
Bao Viet Insurance Corporation (BVGI)	Health insurance for employees	(427,328,660)	1,079,125,660	(1,955,000,000)		(1,303,203,000)
Bao Viet Investment Joint Stock Company	Office rental fee	(1,324,061,640)	4,512,995,784	(3,188,934,144)		-
	Deposit for office rental	483,171,840	-	-		483,171,840

Currency: VND

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

32. OTHER INFORMATION (continued)

32.2 Transactions with other related parties

Remuneration to members of the Board of Management and the Board of Directors; salaries of the General Director and other executive officers:

	<i>Current period</i> VND	<i>Previous period</i> VND
Remuneration of the Board of Directors and Supervisory Board	928,330,832	906,142,296
Salaries of the Board of Mangement	1,088,944,967	1,049,657,150
	2,017,275,799	1,955,799,446

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

32. OTHER INFORMATION (continued)

32.3 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. For the purpose of preparation of the financial statements, net profit after tax used to calculate basic earnings per share does not include other comprehensive income items since there is no detailed guidance on the matter. Additionally, only realized profit after tax are used to calculate earnings per share.

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

	<i>For the six-month period ended 30 June 2022 VND</i>	<i>For the six-month period ended 30 June 2021 (restated) VND</i>
Profit after tax - VND	64,103,866,205	152,315,511,286
Minus: Unrealized profit/(loss) after tax - VND	(54,969,018,176)	42,242,376,105
Realized profit after tax - VND	119,072,884,381	110,073,135,181
Adjustment due to appropriation to bonus and welfare fund (*) - VND	(7,144,373,063)	(5,943,949,299)
Net profit after tax attributable to ordinary shareholders - VND	111,928,511,318	104,129,185,882
Weighted average number of ordinary shares	72,200,145	72,200,145
Earnings per share - VND	1,550	1,442

(*) Profit used to calculate the earnings per share for the six-month period ended 30 June 2021 has been adjusted against the figures presented in the financial statements for the same period to reflect the actual appropriation of retained earnings of 2021 to bonus and welfare fund according to the Resolution of the General Meeting of Shareholders No. 01/2022/NQ-DHĐCD dated 21 April 2022.

Profit used to calculate earnings per share for the six-month period ended 30 June 2022 has been adjusted for the estimated appropriation to bonus and welfare funds at 6% of profit after tax in the period, according to profit distribution plan in 2022, following the Resolution of the General Meeting of Shareholders No. 01/2022/NQ-DHĐCD dated 21 April 2022.

No transactions of ordinary shares or potential ordinary equity transactions occurred between the balance sheet date and the completion date of financial statements.

32.4 Operating lease commitments

The Company is renting offices under operating leases. As at 30 June 2022, the leases payable in the future under operating leases are as follows:

	<i>30 June 2022 VND</i>	<i>31 December 2021 VND</i>
Less than 1 year	16,179,687,088	11,836,627,888
From 1 to 5 years	21,382,156,908	23,320,428,852
TOTAL	37,561,843,996	35,157,056,740

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

32. OTHER INFORMATION (continued)

32.5 Segment information

	Brokerage and customer services VND	Financial investment VND	Financial advisory VND	Other Segments VND	Total VND
Current year					
1. Segment income	368,771,799,834	93,776,977,512	20,067,093,030	24,064,394,982	506,680,265,358
2. Segment expenses	245,373,305,189	98,273,076,049	5,834,523,989	6,431,761,797	355,912,667,024
3. Allocated expenses	51,005,656,024	12,970,504,415	2,775,524,715	3,328,400,527	70,080,085,681
Profit before tax	72,392,838,621	(17,466,602,952)	11,457,044,326	14,304,232,658	80,687,512,653
Prior year					
1. Segment income	392,201,813,585	140,708,755,262	22,555,916,065	7,908,186,051	563,374,670,963
2. Segment expenses	221,184,037,041	28,092,362,634	7,784,003,768	7,092,465,227	264,152,868,670
3. Allocated expenses	77,994,324,839	27,981,727,737	4,485,531,131	1,572,643,497	112,034,227,205
Profit before tax	93,023,451,705	84,634,664,891	10,286,381,166	(756,922,673)	187,187,575,088

(*) The Company has not presented assets and liabilities for each segment as there has been no guidance on allocation method and criteria.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

32. OTHER INFORMATION (continued)

32.6 *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.

Risk Management activities are implemented consistently from the Board of Directors (“BOD”), Board of Management, and Heads of Departments to all employees.

Risk Management Department is responsible for monitoring, summarizing and monthly reporting of risk management activities, Risk Management Committee has quarterly meetings to review risks incurred during the quarter, identify and assess the impacts of significant risks to the Company’s business activities in general as well as its financial instruments in particular.

The Company’s financial instruments are exposed to 3 main risks: market risk, credit risk and liquidity risk.

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. BVSC is subject to two types of market risk: interest rate risk and price risk of financial instruments. The Company is not exposed to foreign currency risk as it does not hold foreign currency as at 30 June 2022. Financial instruments affected by market risk include loans and borrowings, deposits, available-for-sale investments and loans and receivables.

Interest rate risk

The financial instruments of BVSC which are exposed to interest rate risk are short-term term deposit, bonds and short-term borrowings, repo transactions and margin activities. Interest rate risk of bond investments is assessed low as almost bonds held by the Company have fixed-rate coupons. Interest rate risk of term deposit is assessed as average. However, Management believes that this risk is acceptable, considering the balance between liquidity needs, 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 purpose of managing limited risk of the Company.

Equity price risk for the proprietary investment portfolio

Listed and unlisted equity securities held by the Company 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 BOD reviews and approves all equity investment decisions in accordance with investment policy 01/2015/QĐ/HĐQT-BVSC issued on 20 January 2015. Each year, the BOD revises the limit on equity investments to adapt the market condition and the Company’s strategy. The latest Appendix on the Company’s Approval hierarchy and Investment Limit was issued by the BOD on 17 March 2017.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

32. OTHER INFORMATION (continued)

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

Market risk (continued)

Equity price risk for proprietary proportion (continued)

Listed equity securities, fund certificates held by the Company are susceptible to market price risk. When share and fund certificate price decreases below average cost, the Company makes allowance. The portfolio of unlisted shares and fund certificates tends to decrease if the stock market suffers from a downturn. Therefore, if the share's and fund certificate's price decrease sharply, both listed and unlisted portfolios, with their positive correlation, will lead to higher risk, which directly affects the business performance via the provision expenses made.

With the purpose of reducing the impact of market risk, in particular of the risk of share and fund certificate price movement on the company's business performance, in recent years, BVSC creates limitation on investment in shares. As at 30 June 2022, the percentage of listed and unlisted is 25% of the Company's Owners' Equity.

Scenario analysis is used to assess the impact of market volatility of shares and fund certificates portfolio on its results of operation in different scenarios. The below analysis shows the impact of listed portfolio volatility on profit/loss when stock exchange index moves +/-10%:

	<u>Change in variables</u>	<u>Impact on profit before tax (VND)</u>
30 June 2022		
Scenario 1	+10%	14,236,564,314
Scenario 2	-10%	(14,236,564,314)
31 December 2021		
Scenario 1	+10%	10,341,153,434
Scenario 2	-10%	(10,341,153,434)

Stock volatility risks of transactions traded on margin: The stock market's high volatility may cause the total value of collateral assets to be lower than total debt, leading to liquidity risks from customers, (Refer to credit risk management).

Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its investment in term deposits, corporate bonds and margin lending.

Term deposits

For the purpose of credit risk management, BVSC complies with credit limit for each bank as approved by the Board of Director at the beginning of each financial year. In fact, BVSC does not suffer from any late payment or forced for renewal contracts. The Company evaluates the concentration of credit risk in respect to bank deposit as low.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

32. OTHER INFORMATION (continued)

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

Credit risk (continued)

Bonds

BVSC follows the limits set out by its BOD when investing in government bonds and corporate bonds. Every investment decision is made in accordance with the Company's investment procedures, in which the credit ratings and the solvency of the issuer are assessed in detail with due care. The main risk is levied with issuer's difficulties in making interest and principal payment and the recoverability of collaterals (if any) in the case of default. Government bonds are less risky than corporate bonds as these bonds are guaranteed by the Government.

Margin lending

The Company developed a policy of assessing customers' credit rating to manage this type of risk. This policy is conducted by analyzing and assessing investors' history of transaction values, assets and information of credit ratings. In addition, the Company assesses and revises customers' rating on monthly basis to ensure updated database is in place to minimize credit risk from customers.

The Company also developed policy of managing the list of shares which are eligible for margin activities as well as margin limitation of each share. These share collateral listings are built from the analysis and assessment of factors such as: volatility in share prices, the liquidation of each share in a month, etc. Such listings should also comply with Decision No, 87/QD-UBCK dated 25 January 2017 by State Securities Committee providing the regulations guiding the margin trading of securities.

Credit risk is also managed by building a set of collateral ratios and conditions for handling collaterals in order to recover the fund 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 having medium credit risk.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

32. OTHER INFORMATION (continued)

32.6 Financial risk management objectives and policies (continued)

Credit risk (continued)

Details on credit quality by classes of assets for all financial assets (net of impairment) exposed to credit risk as at 30 June 2022 are as follows:

Currency: VND

	Past due but not impaired					Total
	Neither past due nor impaired	Less than 3 months	3 - 6 months	6 - 12 months	Over 1 year	
30 June 2022						
Fixed maturity investments	964,420,253,362	-	-	-	-	964,420,253,362
Bonds	-	-	-	-	-	-
Term deposits	964,420,253,362	-	-	-	-	964,420,253,362
Other financial assets	2,679,502,709,431	-	-	-	390,074,118	(1,213,655,217)
Deposits to Settlement Assistance Fund	20,000,000,000	-	-	-	-	20,000,000,000
Dividend receivable	1,620,976,877	-	-	-	-	1,620,976,877
Receivables from securities trading activities	2,643,485,325,869	-	-	-	79,673,967	(1,213,655,217)
Others	14,396,406,685	-	-	-	310,400,151	14,706,806,836
Cash and cash equivalents	181,061,604,834	-	-	-	-	181,061,604,834
TOTAL	3,824,984,567,627	-	-	-	390,074,118	(1,213,655,217)
						3,824,160,986,528

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

32. OTHER INFORMATION (continued)

32.6 Financial risk management objectives and policies (continued)

Credit risk (continued)

Details on credit quality by classes of assets for all financial assets (net of impairment) exposed to credit risk as at 31 December 2021 are as follows:

Currency: VND

	Past due but not impaired					Total
	Neither past due nor impaired	Less than 3 months	3 - 6 months	6 - 12 months	over 1 year	
31 December 2021						
Fixed maturity investments	998,420,757,339	-	-	-	-	998,420,757,339
Bonds	-	-	-	-	-	-
Term deposits	998,420,757,339	-	-	-	-	998,420,757,339
Other financial assets	3,571,139,043,693	-	-	-	390,074,118	3,592,047,482,810
Deposits to Settlement Assistance Fund	21,178,821,110	-	-	-	-	21,178,821,110
Dividend receivables	9,261,200	-	-	-	-	9,261,200
Receivables from securities trading activities	3,370,191,756,871	-	-	-	79,673,967	3,390,789,795,837
Others	179,759,204,512	-	-	-	310,400,151	180,069,604,663
Cash and cash equivalents	66,560,460,232	-	-	-	-	66,560,460,232
TOTAL	4,636,120,261,264	-	-	-	390,074,118	4,657,028,700,381

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 asset are not impaired as they are secured by collaterals and has confidence in the customer's credit worthiness and other credit enhancements.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

32. OTHER INFORMATION (continued)

32.6 Financial risk management objectives and policies (continued)

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting financial obligations due to the mismatch between short-term assets and liabilities. The Company's objective is to match cash inflows and outflows with the same maturity. Liquidity risk arises when the company involves in business activities that include short term financial obligations such as clearing and settlement activities of settlement obligation for VSD, Stock Exchanges, and investors.

The Company's policies strictly comply with regulations from authorities and internal policy on balancing cash flows and liquidity management. BVSC has never incurred a liquidity crisis when involving in clearing activities or other settlement activities. The usable capital ratio of BVSC has always remained about averaged 592%, which is much higher than the required ratio of 180%.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

32. OTHER INFORMATION (continued)

32.6 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 2022 based on contractual undiscounted payments:

	Overdue	On demand	Up to 1 year	01 - 03 years	03 - 05 years	05 - 15 years	Currency: million VND	
							Over 15 years	Total
30 June 2022								
FINANCIAL ASSETS								
Investments	-	405,392	1,157,004	22,621	22,000	164,450	-	1,771,467
Bonds	-	-	174,265	22,621	22,000	164,450	-	383,336
Term deposits	-	-	982,739	-	-	-	-	982,739
Shares	-	405,392	-	-	-	-	-	405,392
Other financial assets	(1,214)	20,000	2,659,893	-	-	-	-	2,678,679
Deposits to Settlement Assistance Fund	-	20,000	-	-	-	-	-	20,000
Dividend receivables	-	-	1,621	-	-	-	-	1,621
Receivables from securities trading activities	(1,214)	-	2,643,565	-	-	-	-	2,642,351
Other	-	-	14,707	-	-	-	-	14,707
Cash and cash equivalents	-	-	181,062	-	-	-	-	181,062
TOTAL	(1,214)	425,392	3,997,959	22,621	22,000	164,450	-	4,631,208
FINANCIAL LIABILITIES								
Short-term borrowings	-	-	1,470,000	-	-	-	-	1,470,000
Bonds issued	-	-	-	102,074	-	-	-	102,074
Accrued expenses	-	-	3,049	-	-	-	-	3,049
Payables from securities trading activities	-	-	4,911	-	-	-	-	4,911
Others	-	-	36,591	-	-	-	-	36,591
TOTAL	-	-	1,514,551	102,074	-	-	-	1,616,625

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

32. OTHER INFORMATION (continued)

32.6 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 2021 based on contractual undiscounted payments:

	Overdue	On demand	Up to 1 year	Currency: million VND			Total
				01 - 03 years	03 - 05 years	05 - 15 years	
31 December 2021							
FINANCIAL ASSETS							
Investments	-	386,862	1,372,332	22,000	22,000	164,450	1,967,644
Bonds	-	-	342,220	22,000	22,000	164,450	550,670
Term deposits	-	-	1,030,112	-	-	-	1,030,112
Shares	-	386,862	-	-	-	-	386,862
Other financial assets	20,518	21,179	3,550,350	-	-	-	3,592,047
Deposits to Settlement Assistance Fund	-	21,179	-	-	-	-	21,179
Dividend receivables	-	-	9	-	-	-	9
Receivables from securities trading activities	20,518	-	3,370,271	-	-	-	3,390,790
Other	-	-	180,070	-	-	-	180,070
Cash and cash equivalents	-	-	66,560	-	-	-	66,560
TOTAL	20,518	408,041	4,989,243	22,000	22,000	164,450	5,626,252
FINANCIAL LIABILITIES							
Short-term borrowings	-	-	2,505,696	-	-	-	2,505,696
Bonds issued	-	-	-	100,195	-	-	100,195
Accrued expenses	-	-	4,363	-	-	-	4,363
Payables from securities trading activities	-	-	7,982	-	-	-	7,982
Others	-	-	65,588	-	-	-	65,588
TOTAL	-	-	2,583,628	100,195	-	-	2,683,823

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

33. SUBSEQUENT EVENTS

There is no matter or circumstance that has arisen since 30 June 2022 that requires adjustment or disclosure to be made in the Company's interim financial statements.

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

Ms. Nguyen Hong Thuy
Approver
Chief Accountant

Mr. Nhu Dinh Hoa
Approver
Chief Executive Officer

Hanoi, Vietnam

11 August 2022

