

Bao Viet Securities Joint Stock Company

Interim combined financial statements

30 June 2017



Bao Viet Securities Joint Stock Company

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Bao Viet Securities Joint Stock Company

GENERAL INFORMATION

THE COMPANY

Bao Viet Securities Joint Stock Company ("the Company") is a joint-stock company established in Vietnam under Incorporation Licence No. 4640/GP-UB dated 1 October 1999 by the Hanoi People's Committee and Business Licence No. 01/GPHDKD dated 26 November 1999 by the State Securities Commission with its original charter capital of VND 43,000,000,000. The Company's current charter capital is VND 722,339,370,000 pursuant to Amended Certificate of Securities Operating License No.01/GPHDKD, which was granted under Decision No. 288/UBCK-GP dated 10 December 2009 issued by the State Securities Commission.

On 13 December 2006, the Company's shares were officially traded on Hanoi Securities Trading Center (now the Hanoi Stock Exchange) pursuant to Decision No. 51/QD-TTGDHN dated 30 November 2006 of the Hanoi Securities Trading Center and the Certificate of Securities Custody Registration No. 33/2006-GCNCP-TTLK dated 13 December 2006 of the Vietnam Securities Depository.

As at 30 June 2017, the Company's head office is located at Bao Viet Building, No. 8, Le Thai To, Hoan Kiem District, Hanoi and its branch is located at Bao Viet Building, No. 233, Dong Khoi Street, District 1, Ho Chi Minh City. On 2 August 2017, the Company's head office has moved to floor 2 and 3, Capital Building, 72 Tran Hung Dao Street, Hoan Kiem District, Ha Noi according to the Amended Certificate of Securities Operating License No. 36/GPDC-UBCK of the State Securities Commission.

BOARD OF DIRECTORS

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

Mr. Dau Minh Lam	Chairman	Appointed on 12 May 2016
Mr. Le Van Binh	Member	Appointed on 15 April 2015
Mr. Pham Ngoc Tu	Member	Resigned on 27 June 2017
Mr. Nguyen Anh Tuan	Member	Appointed on 12 May 2016
Mr. Nhu Dinh Hoa	Member	Appointed on 15 April 2015
Mr. Nguyen Hong Tuan	Member	Appointed on 27 June 2017
Mr. Nguyen Quang Hung	Member	Appointed on 27 June 2017

BOARD OF SUPERVISION

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

Mr. Nguyen Xuan Hoa	Head of the Board	Appointed on 15 April 2015
Mr. Hoang Giang Binh	Member	Appointed on 15 April 2015
Ms. Nguyen Thi Thanh Van	Member	Appointed on 15 April 2015

MANAGEMENT

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

Mr. Nhu Dinh Hoa	Chief Executive Officer	Reappointed on 5 May 2017
Mrs. Nguyen Thi Thanh Thuy	Deputy Chief Executive Officer	Reappointed on 14 July 2016
Mr. Vo Huu Tuan	Deputy Chief Executive Officer	Reappointed on 5 May 2017
	Director of Ho Chi Minh Branch	

LEGAL REPRESENTATIVE

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

AUDITORS

The auditors of the Company are Ernst & Young Vietnam Limited

Bao Viet Securities Joint Stock Company

REPORT OF MANAGEMENT

Management of Bao Viet Securities Joint Stock Company ("the Company") is pleased to present this report and the interim combined financial statements of the Company for the six-month period ended 30 June 2017.

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

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

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

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

Management confirmed that it has complied with the above requirements in preparing the accompanying interim combined financial statements.

STATEMENT BY MANAGEMENT

Management of the Company does hereby state that, in its opinion, the accompanying combined interim financial statements give a true and fair view of the interim combined financial position of the Company as at 30 June 2017 and of the interim combined results of its operations, its interim combined cash flows and its interim combined changes in equity for the six-month period then ended in accordance with 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 management:



Mr. Nhu Dinh Hoa
Chief Executive Officer

Hanoi, Vietnam

8 August 2017

Reference: 60758149/19544708/LR

REPORT ON REVIEW OF INTERIM COMBINED FINANCIAL STATEMENTS

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

We have reviewed the accompanying interim combined financial statements of Bao Viet Securities Joint Stock Company ("the Company"), as prepared on 8 August 2017 and set out on page 5 to 74 which comprise the interim combined financial position as at 30 June 2017, and the interim combined income statement, the interim combined cash flow statement and the interim combined statement of changes in equity for the six-month period then ended and the notes thereto.

Management's responsibility

The Company's management is responsible for the preparation and fair presentation of the interim combined financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System, accounting regulations and guidance applicable to securities companies and statutory requirements relevant to preparation and presentation of interim financial statements, and for such internal control as management determines is necessary to enable the preparation and presentation of 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 combined financial statements based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements No. 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim combined financial statements do not give a true and fair view, in all material respects, of the interim combined financial position of the Company as at 30 June 2017, and of the interim combined results of its operations, its interim combined cash flows and its interim combined changes in equity for the six-month period then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System, accounting regulations and guidance applicable to securities companies and the statutory requirements relevant to preparation and presentation of interim financial statements.



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Emphasis of matters

We draw attention to Note 4.1 - Changes in accounting policies and Note 29.5 - Restatement of comparative figures. On 20 November 2015, the National Assembly promulgated the Law on Accounting No. 88/2015/QH13 ("the Accounting Law 2015") which has taken effect since 1 January 2017. The Accounting Law 2015 allows certain assets and liabilities whose value frequently varies in line with market fluctuation to be subsequently measured following fair value basis, provided that the fair value of these assets and liabilities can be reliably determined. The Company applied the fair value basis retrospectively and restated comparative figures of prior year.

Ernst & Young Vietnam Limited




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

Hanoi, Vietnam

8 August 2017

INTERIM COMBINED STATEMENT OF FINANCIAL POSITION
as at 30 June 2017

Currency: VND

Code	ITEMS	Notes	30 June 2017	31 December 2016 (restated)
100	A. CURRENT ASSETS		1,409,992,430,971	1,363,236,064,741
110	I. Financial assets		1,407,006,164,027	1,359,937,686,907
111	1. Cash and cash equivalents	5	327,281,119,686	117,958,400,723
111.1	a. Cash		52,947,362,451	7,450,071,427
111.2	b. Cash equivalents		274,333,757,235	110,508,329,296
112	2. Financial assets at fair value through profit and loss (FVTPL)	7.1	118,777,995,360	113,823,071,320
113	3. Held-to-maturity investment (HTM)	7.3	132,234,951,437	270,317,549,562
114	4. Loans	7.4	752,313,269,776	735,872,635,238
115	5. Available-for-sale investment (AFS)	7.2	120,553,052,497	119,091,744,477
116	6. Allowance for impairment of financial assets and mortgage assets	7.6	(65,277,089,069)	(59,712,739,629)
117	7. Receivables	8	8,302,046,019	11,910,433,601
117.2	a. Receivables and accrued dividend and interest		8,302,046,019	11,910,433,601
117.4	- Undue accrued dividend and interest		8,302,046,019	11,910,433,601
118	8. Advances to suppliers	8	10,169,308,952	43,439,389,731
119	9. Receivables from services provided by the Company	8	4,985,279,846	4,647,585,392
122	10. Other receivables	8	13,567,459,222	18,490,846,191
129	11. Allowance for impairment of receivables	8	(15,901,229,699)	(15,901,229,699)
130	II. Other current assets	9	2,986,266,944	3,298,377,834
131	1. Advances		872,195,318	585,158,321
132	2. Office supplies, materials and tools		542,505,847	643,803,564
133	3. Short-term prepaid expenses		1,553,865,779	2,069,415,949
134	4. Short-term deposits, collaterals and pledges		17,700,000	-
200	B. NON-CURRENT ASSETS		445,416,017,484	516,422,608,674
210	I. Long-term financial assets		372,716,450,198	483,089,981,859
212	1. Investments		399,818,450,198	513,089,981,859
212.1	a. Held-to-maturity investments	7.3	214,391,621,598	328,525,852,859
212.4	b. Other long-term investments	7.2	185,426,828,600	184,564,129,000
213	2. Allowance for impairment of long-term financial assets	7.6	(27,102,000,000)	(30,000,000,000)
220	II. Fixed assets		4,615,197,396	5,170,777,810
221	1. Tangible fixed assets	10	4,267,566,965	4,744,127,379
222	a. Cost		30,890,487,951	31,215,559,419
223a	b. Accumulated depreciation		(26,622,920,986)	(26,471,432,040)
227	2. Intangible fixed assets	11	347,630,431	426,650,431
228	a. Cost		10,944,836,440	10,944,836,440
229a	b. Accumulated amortisation		(10,597,206,009)	(10,518,186,009)
240	III. Construction in progress		149,600,000	299,200,000
250	IV. Other non-current assets		67,934,769,890	27,862,649,005
251	1. Long-term deposits, collaterals and pledges		940,476,115	910,476,115
252	2. Long-term prepaid expenses	12	46,994,293,775	5,804,553,803
254	3. Deposits to Settlement Assistance Fund	13	20,000,000,000	21,147,619,087
270	TOTAL ASSETS		1,855,408,448,455	1,879,658,673,415

INTERIM COMBINED STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2017

Currency: VND

Code	ITEMS	Notes	30 June 2017	31 December 2016 (restated)
300	C. LIABILITIES		230,566,443,044	311,973,787,920
310	i. Current liabilities		224,713,801,662	307,093,147,441
311	1. Short-term borrowings and financial leases		-	159,677,448,472
312	a. Short-term borrowings	14	-	159,677,448,472
318	2. Payables for securities transactions	15	4,090,332,642	2,626,052,705
320	3. Short-term trade payables	16	757,555,460	1,164,460,710
321	4. Short-term advances from customers		2,534,800,000	2,174,300,000
322	5. Statutory obligations	17	14,354,666,435	5,975,905,431
323	6. Payables to employees		30,485,268,206	27,576,248,485
324	7. Employee benefits		1,138,539,255	1,059,403,485
325	8. Short-term accrued expenses	18	7,436,754,594	1,910,464,843
329	9. Other short-term payables		1,350,295,941	21,186,218,824
331	10. Bonus and welfare fund		8,282,088,441	4,616,514,149
332	11. Payables under bond repo agreements	19	154,283,500,688	79,126,130,337
340	ii. Non-current liabilities		5,852,641,382	4,880,640,479
356	1. Deferred tax liability	26.2	5,852,641,382	4,880,640,479
400	D. OWNERS' EQUITY		1,624,842,005,411	1,567,684,885,495
410	i. Capital	20	1,624,842,005,411	1,567,684,885,495
411	1. Share capital		1,332,095,854,220	1,332,095,854,220
411.1	a. Contributed capital		722,339,370,000	722,339,370,000
411.1a	- Shares with voting rights		722,339,370,000	722,339,370,000
411.2	b. Share premium		610,253,166,720	610,253,166,720
411.5	c. Treasury shares		(496,682,500)	(496,682,500)
412	2. Difference from revaluation of assets at fair value		13,590,658,334	11,988,698,654
414	3. Charter capital supplementary reserve		23,894,449,402	23,894,449,402
415	4. Operational risk and financial reserve		23,894,449,402	23,894,449,402
417	5. Undistributed profit		231,366,594,053	175,811,433,817
417.1	- Realized profit after tax		240,095,481,192	168,277,570,560
417.2	- Unrealized profit after tax		(8,728,887,139)	7,533,863,257
440	TOTAL LIABILITIES AND OWNERS' EQUITY		1,855,408,448,455	1,879,658,673,415

INTERIM COMBINED STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2017

OFF-BALANCE SHEET ITEMS

Code	ITEMS	Notes	30 June 2017	31 December 2016
	A. ASSETS OF THE COMPANY AND ASSETS MANAGED UNDER AGREEMENTS			
004	1. Bad debts written off (VND)		390,400,000	390,400,000
006	2. Outstanding shares (unit)		72,200,145	72,200,145
007	3. Treasury shares (unit)		33,792	33,792
008	4. The Company's Financial assets listed/registered at Vietnam Securities Depository centre ("VSD") (VND)	21.1	101,943,250,000	115,205,940,000
009	5. The Company's non-traded financial assets deposited at VSD (VND)	21.2	3,052,660,000	3,000,000,000
010	6. The Company's awaiting financial assets (VND)	21.3	817,000,000	1,577,100,000
012	7. The Company's financial assets which have not been deposited at VSD (VND)	21.4	254,357,310,000	356,553,980,000
	B. ASSETS AND LIABILITIES MANAGED UNDER AGREEMENT WITH INVESTORS			
021	1. Investors' financial assets listed/registered at VSD (VND)	21.5	28,472,597,950,000	29,375,393,580,000
021.1	a. Unrestricted financial assets (VND)		27,690,055,140,000	28,622,801,930,000
021.2	b. Restricted financial assets (VND)		162,258,930,000	206,691,910,000
021.3	c. Mortgage financial assets (VND)		481,200,510,000	470,168,980,000
021.5	d. Financial assets awaiting settlement (VND)		139,083,370,000	75,730,760,000

INTERIM COMBINED STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2017

OFF-BALANCE SHEET ITEMS (continued)

Code	ITEMS	Notes	30 June 2017	31 December 2016
	B. ASSETS AND LIABILITIES MANAGED UNDER AGREEMENT WITH INVESTORS (continued)			
022	2. Investors' non-traded financial assets deposited at VSD (VND)	21.6	99,080,220,000	15,151,330,000
022.1	a. Unrestricted and non-traded financial assets deposited at VSD (VND)		79,782,330,000	13,742,840,000
022.2	b. Restricted and non-traded financial assets deposited at VSD (VND)		19,297,890,000	1,408,490,000
023	3. Investors' awaiting financial assets (VND)		180,901,900,000	124,511,530,000
024b	4. Investor's financial assets which have not been deposited at VSD (VND)		2,149,322,700,000	1,989,322,700,000
026	5. Investors' deposits (VND)		877,102,862,580	482,807,490,320
027	5.1. Investors' deposits for securities trading activities under the Company's management (VND)	21.7	440,566,153,996	160,686,058,057
028	5.2. Investors' synthesizing deposits for securities trading activities (VND)	21.7	434,733,672,089	308,360,826,219
030	5.3. Securities issuers' deposits (VND)		1,803,036,495	13,760,606,044
031	6. Payables for investors' deposits for securities trading activities under the Company's management (VND)	21.8	864,762,533,677	468,093,752,442
031.1	a. Domestic investors' deposits for securities trading activities under the Company's management (VND)		863,074,261,171	466,819,169,926
031.2	b. Foreign investors' deposits for securities trading activities under the Company's management (VND)		1,688,272,506	1,274,582,516

INTERIM COMBINED STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2017

OFF-BALANCE SHEET ITEM (continued)

Code	ITEMS	Notes	30 June 2017	31 December 2016
	B. ASSETS AND PAYABLES UNDER AGREEMENT WITH INVESTORS (continued)			
032	7. Payables to securities issuers (VND)		4,071,458,840	6,277,306,478
035	8. Dividend, bond principal and interest payables (VND)		8,268,870,063	8,436,431,400

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

Ms. Nguyen Hong Thuy
Approval
Head of Financial
Accounting Department

Mr. Nhu Dinh Hoa
Approval
Chief Executive Officer

Hanoi, Vietnam

8 August 2017

INTERIM COMBINED INCOME STATEMENT
for the six-month period ended 30 June 2017


Currency: VND


Code	ITEMS	Notes	For the six-month period ended 30 June 2017	For the six-month period ended 30 June 2016 (restated)
	I. OPERATING REVENUE			
01	1. Gain from financial assets at fair value through profit and loss (FVTPL)		23,337,150,553	30,856,051,763
01.1	a. Gain from disposal of financial assets at FVTPL	22.1	7,974,350,384	12,067,718,578
01.2	b. Gain from revaluation of financial assets at FVTPL	22.2	13,247,402,641	16,823,194,125
01.3	c. Dividend, interest income from financial assets at FVTPL	22.3	2,115,397,528	1,965,139,060
02	2. Gain from held-to-maturity investments (HTM)	22.3	15,705,060,981	15,138,164,099
03	3. Gain from loans and receivables	22.3	59,902,523,126	50,845,885,431
04	4. Gain from available-for-sale (AFS) financial assets	22.3	3,515,793,500	3,264,113,100
06	5. Revenue from brokerage services	22.4	110,301,880,932	46,777,926,465
07	6. Revenue from underwriting and issuance agency services	22.4	700,150,000	58,594,048
09	7. Revenue from securities custodian services	22.4	2,660,272,376	1,819,126,355
10	8. Revenue from financial advisory services	22.4	2,813,840,149	6,071,181,818
11	9. Other operating revenue	22.4	393,295,074	4,644,490,807
20	Total operating revenue		219,329,966,691	159,475,533,886
	II. OPERATING EXPENSES			
21	1. Loss from financial assets at fair value through profit and loss (FVTPL)		(14,469,684,676)	(16,160,570,052)
21.1	a. Loss from disposal of financial assets at FVTPL	22.1	(3,238,821,419)	(9,063,010,357)
21.2	b. Loss from revaluation of financial assets at FVTPL	22.2	(11,230,863,257)	(7,097,559,695)
24	2. Allowance expenses for doubtful debt, impairment of financial assets and borrowing cost funding loans	23	(2,666,349,440)	3,110,795,471
26	3. Expenses for proprietary trading activity		(581,469,818)	(674,754,993)
27	4. Expenses for brokerage services		(82,528,151,583)	(40,542,463,928)
28	5. Expenses for underwriting and issuance agency services		-	(19,502,727)
30	6. Expenses for securities custodian services		(5,345,070,615)	(4,587,766,373)
31	7. Expenses for financial advisory services		(2,672,990,864)	(3,080,414,995)
32	8. Other operating expenses		(2,926,140,342)	(3,030,060,129)
40	Total operating expenses		(111,189,857,338)	(64,984,737,726)
	III. FINANCIAL INCOME			
42	1. Non-fixed dividend and interest income		8,119,385,120	7,355,291,814
50	Total financial income		8,119,385,120	7,355,291,814

INTERIM COMBINED INCOME STATEMENT (continued)
for the six-month period ended 30 June 2017


Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2017	For the six-month period ended 30 June 2016 (restated)
	IV. FINANCIAL EXPENSES			
51	1. Realized and unrealized foreign exchange differences		(2,886,781)	-
52	2. Borrowing cost		(3,339,207,336)	(3,605,265,007)
60	Total financial expenses		(3,342,094,117)	(3,605,265,007)
62	V. GENERAL AND ADMINISTRATIVE EXPENSES	24	(37,051,590,250)	(32,981,321,268)
70	VI. OPERATING PROFIT		75,865,810,106	65,259,501,699
	VII. OTHER INCOME AND EXPENSES			
71	1. Other income	25	9,090,909	-
72	2. Other expenses	25	(214,940,247)	(207,653,812)
80	Net other loss		(205,849,338)	(207,653,812)
90	VIII. PROFIT BEFORE TAX		75,659,960,768	65,051,847,887
91	1. Realized profit		73,643,421,384	55,326,213,457
92	2. Unrealized profit		2,016,539,384	9,725,634,430
100	IX. CORPORATE INCOME TAX (CIT) EXPENSES	26	(14,611,921,646)	(10,884,653,154)
100.1	1. Current CIT expense		(14,877,910,663)	(10,605,912,156)
100.2	2. Deferred CIT expense		265,989,017	(278,740,998)
200	X. PROFIT AFTER TAX		61,048,039,122	54,167,194,733
300	XI. OTHER COMPREHENSIVE INCOME AFTER TAX	27	1,601,959,680	610,214,746
301	Gain from revaluation of AFS financial assets		1,601,959,680	610,214,746
400	Total other comprehensive income		1,601,959,680	610,214,746
500	XII. NET INCOME PER SHARE			
501	Earnings per share (VND/share)	29.2	805	719


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


Ms. Nguyen Hong Thuy
Approval
Head of Financial
Accounting Department




Mr. Nhu Dinh Hoa
Approval
Chief Executive Officer

Hanoi, Vietnam

8 August 2017

INTERIM COMBINED CASH FLOW STATEMENT
for the six-month period ended 30 June 2017

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2017	For the six-month period ended 30 June 2016
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	1. Payment for purchase of financial assets		(4,611,295,306,831)	(4,967,083,667,706)
02	2. Proceeds from sale of financial assets		4,845,725,664,493	4,591,143,062,736
04	3. Dividend received		7,515,764,460	2,520,094,000
05	4. Coupon and interest received		82,089,185,033	66,568,153,514
06	5. Interest paid		(1,032,836,722)	(486,456,099)
07	6. Payment to suppliers		(23,602,885,219)	(11,471,025,836)
08	7. Payments to employees		(52,454,622,932)	(44,355,926,979)
09	8. Tax paid		(46,391,537,765)	(21,212,415,910)
11	9. Other cash inflows from operating activities		4,523,367,090,030	1,687,044,880,846
12	10. Other cash outflows for operating activities		(4,428,903,847,112)	(1,640,127,777,815)
20	Net cash flows from/(used in) operating activities		295,016,667,435	(337,461,079,249)
	II. CASH FLOW FROM INVESTING ACTIVITIES			
21	1. Purchase and construction of fixed assets, investment properties and other long-term assets		(96,800,000)	(2,187,372,000)
30	Net cash flow used in investing activities		(96,800,000)	(2,187,372,000)

INTERIM COMBINED CASH FLOW STATEMENT (continued)
for the six-month period ended 30 June 2017

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2017	For the six-month period ended 30 June 2016
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
33	1. Drawdown of borrowings		2,662,191,992,596	1,884,653,057,385
33.2	1.1 Other borrowings		2,662,191,992,596	1,884,653,057,385
34	2. Repayment of borrowings		(2,747,789,141,068)	(1,846,962,739,191)
34.3	2.1 Repayment of other borrowings		(2,747,789,141,068)	(1,846,962,739,191)
40	Net cash flow (used in)/from financing activities		(85,597,148,472)	37,690,318,194
50	IV. NET INCREASE/(DECREASE) IN CASH FOR THE PERIOD		209,322,718,963	(301,958,133,055)
60	V. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	5	117,958,400,723	448,757,097,003
61	Cash		7,450,071,427	7,429,510,896
62	Cash equivalents		110,508,329,296	441,327,586,107
70	VI. CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5	327,281,119,686	146,798,963,948
71	Cash		52,947,362,451	6,703,935,857
72	Cash equivalents		274,333,757,235	140,095,028,091

INTERIM COMBINED CASH FLOW STATEMENT (continued)
for the six-month period ended 30 June 2017

CASH FLOWS FROM BROKERAGE AND TRUST ACTIVITIES OF CUSTOMERS

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2017	For the six-month period ended 30 June 2016
	I. Cash flows from brokerage and trust activities of customers			
01	1. Cash receipt from sale of securities on behalf of customers		50,499,612,775,893	26,694,153,556,926
02	2. Cash payment for acquisition of securities on behalf of customers		(47,547,974,012,925)	(24,312,648,835,424)
07	3. Cash receipt for settlement of securities transactions of customers		21,666,084,178,005	12,581,760,092,526
09	4. Cash payment for custodian fees of customers		(1,501,316,820)	(1,528,678,382)
12	5. Cash receipt from securities issuers		2,198,326,911,304	2,039,522,248,956
13	6. Cash payment to securities issuers		(2,199,684,725,101)	(1,850,936,483,976)
	7. Other cash inflows from brokerage and trust activities of customer		42,297,425,248,424	17,846,158,161,709
	8. Other cash outflows from brokerage and trust activities of customers		(66,517,993,686,520)	(32,238,838,805,643)
20	Net increase in cash for the period		394,295,372,260	757,641,256,692
30	II. Cash and cash equivalents of customers at the beginning of the period			
31	Cash at banks at the beginning of the period:		482,807,490,320	440,464,233,836
32	- Investors' deposits under the Company's management	21.7	160,686,058,057	415,569,063,793
33	- Investors' deposits for securities transaction clearing and settlement	21.7	-	24,771,814,200
34	- Investors' synthesizing deposits for securities trading activities		308,360,826,219	-
35	- Deposits of securities issuers		13,760,606,044	123,355,843

INTERIM COMBINED CASH FLOW STATEMENT (continued)
for the six-month period ended 30 June 2017

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

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2017	For the six-month period ended 30 June 2016
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	21.7	877,102,862,580	1,198,105,490,528
43	- Investors' synthesizing deposits for securities trading activities	21.7	440,566,153,996	317,156,976,457
45	- Deposits of securities issuers		434,733,672,089	672,616,474,857
			1,803,036,495	208,332,039,214





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Preparer
Deputy Head of Financial
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Ms. Nguyen Hong Thuy
Approval
Head of Financial
Accounting Department

Mr. Nhu Dinh Hoa
Approval
Chief Executive Officer

Hanoi, Vietnam

8 August 2017

INTERIM COMBINED STATEMENT OF CHANGES IN OWNERS' EQUITY
for the six-month period ended 30 June 2017

Currency: VND

ITEMS	Notes	Opening balance		Increase/(decrease)						Ending balance			
		1 January 2016		1 January 2017		For the six-month period ended 30 June 2016		For the six-month period ended 30 June 2017		30 June 2016		30 June 2017	
		1	2	Increase	Decrease	Increase	Decrease	Increase	Decrease	7	8		
I. CHANGES IN OWNERS' EQUITY													
1. Share capital	19	1,332,364,536,720	1,332,095,854,220	(268,682,500)	-	-	-	-	-	1,332,095,854,220	1,332,095,854,220		
1.1 Shares with voting rights		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		(228,000,000)	(496,682,500)	(268,682,500)	-	-	-	-	-	(496,682,500)	(496,682,500)		
2. Charter capital													
supplementary reserves		18,808,728,387	23,894,449,402	-	-	-	-	-	-	18,808,728,387	23,894,449,402		
3. Operational risk and financial reserve		18,808,728,387	23,894,449,402	-	-	-	-	-	-	18,808,728,387	23,894,449,402		
4. Difference from revaluation of financial assets at fair value		5,734,427,959	11,988,698,654	6,727,902,000	(6,117,687,254)	8,316,359,680	(6,714,400,000)			6,344,642,705	13,590,658,334		
5. Undistributed profit		87,832,236,055	175,811,433,817	64,884,416,777	(14,755,116,404)	79,593,317,919	(24,038,157,683)			137,961,536,428	231,366,594,053		
5.1 Realized profit		80,757,887,200	168,277,570,560	55,437,523,345	(4,037,894,360)	77,310,789,518	(5,492,878,886)			132,157,516,185	240,095,481,192		
5.2 Unrealized profit after tax		7,074,348,855	7,533,863,257	9,446,893,432	(10,717,222,044)	2,282,528,401	(18,545,278,797)			5,804,020,243	(8,728,887,139)		
TOTAL		1,463,548,657,508	1,567,684,885,495	71,343,636,277	(20,872,803,658)	87,909,677,599	(30,752,557,683)			1,514,019,490,127	1,624,842,005,411		

Bao Viet Securities Joint Stock Company

B04a-CTCK

INTERIM COMBINED STATEMENT OF CHANGES IN OWNERS' EQUITY (continued) for the six-month period ended 30 June 2017

Currency: VND

ITEMS	Notes	Opening balance		Increase/(decrease)				Ending balance	
		1 January 2016		For the six-month period ended 30 June 2016		For the six-month period ended 30 June 2017		30 June 2016	
		1	2	Increase	Decrease	Increase	Decrease	7	8
A	B			3	4	5	6		
II. OTHER COMPREHENSIVE INCOME									
Gain from revaluation of AFS financial assets		5,734,427,959	11,988,698,654	6,727,902,000	(6,117,687,254)	8,316,359,680	(6,714,400,000)	6,344,642,705	13,590,658,334
TOTAL		5,734,427,959	11,988,698,654	6,727,902,000	(6,117,687,254)	8,316,359,680	(6,714,400,000)	6,344,642,705	13,590,658,334



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Preparer
Deputy Head of Financial
Accounting Department

Ms. Nguyen Hong Thuy
Approval
Head of Financial
Accounting Department

Mr. Nhu Dinh Hoa
Approval
Chief Executive Officer

Hanoi, Vietnam

8 August 2017

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS
as at 30 June 2017 and for the six-month period then ended

1. THE COMPANY

Bao Viet Securities Joint Stock Company ("the Company") is a joint-stock company established in Vietnam under Incorporation Licence No. 4640/GP-UB dated 1 October 1999 by the Hanoi People's Committee and Business Licence No. 01/GPHDKD dated 26 November 1999 by the State Securities Commission with its original charter capital of VND 43,000,000,000. The Company's current charter capital is VND 722,339,370,000 pursuant to Amended Certificate of Securities Operating License No.01/GPHDKD, which was granted under Decision No. 288/UBCK-GP dated 10 December 2009 issued by the State Securities Commission.

On 13 December 2006, the Company's shares were officially traded on Hanoi Securities Trading Center (now the Hanoi Stock Exchange) pursuant to Decision No. 51/QD-TTGDHN dated 30 November 2006 of the Hanoi Securities Trading Center and the Certificate of Securities Custody Registration No. 33/2006-GCNCP-TTLK dated 13 December 2006 of the Vietnam Securities Depository.

The current principal activities of the Company are to provide brokerage services, custodian services, proprietary trading, and underwriting, financial advisory and securities investment advisory services.

As at 30 June 2017, the Company's head office is located at Bao Viet Building, No. 8, Le Thai To, Hoan Kiem District, Hanoi and its branch is located at Bao Viet Building, No. 233, Dong Khoi Street, District 1, Ho Chi Minh City. On 2 August 2017, the Company's head office has moved to floor 2 and 3, Capital Building, 72 Tran Hung Dao Street, Hoan Kiem District, Ha Noi according to the Amended Certificate of Securities Operating License No. 36/GPDC-UBCK of the State Securities Commission.

The Company has transaction offices as follows:

Name	Address
1. Transaction office at Head Office	8, Le Thai To, Hoan Kiem Dist., Hanoi
2. Transaction office at Head Office (Hanoi)	72 Tran Hung Dao, Hoan Kiem Dist., Hanoi
3. Transaction office No. 1 (Hanoi)	94 Ba Trieu Str., Hoan Kiem Dist., Hanoi
4. Transaction office Kim Ma (Hanoi)	Floor 2, VIT Tower, 519 Kim Ma Str., Ba Dinh Dist., Hanoi
5. Transaction office Lang Ha (Hanoi)	Floor 12, 14 Lang Ha Tower, Ba Dinh Dist., Hanoi
6. Transaction office Cao Thang (Ho Chi Minh City)	90 Cao Thang Str., District 3, Ho Chi Minh City
7. Transaction office 11 Nguyen Cong Tru (Ho Chi Minh City)	11 Nguyen Cong Tru, District 1, Ho Chi Minh City
8. Transaction office 233 Dong Khoi (Ho Chi Minh City)	233 Dong Khoi Str., District 1, Ho Chi Minh City

Main features of operation of the Company

Charter capital

As at 30 June 2017, the Company's charter capital was VND 722,339,370,000; owners' equity was VND 1,624,842,005,411 and total assets was VND 1,855,408,448,455.

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 and securities investment advisory services. The Company aims to contribute to the development of Vietnam Stock market, to bring benefit to its clients, its investors and its stakeholders.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

1. THE COMPANY (continued)

Main features of operation of the Company (continued)

Investment restrictions

The Company complies with Article 44 of Circular No. 210/2012/TT-BTC dated 30 November 2012 providing guidance on the establishment and operation of securities companies, Circular No. 07/2016/TT-BTC by the Ministry of Finance dated 18 January 2016 amending and supplementing certain articles of Circular No. 210/2012/TT-BTC and other applicable regulations on investment restrictions. The current applicable practices on investment restrictions are as follows:

- ▶ Securities companies are not allowed to purchase, contribute capital to invest in real-estate assets except for the purpose of using for head office, branches, and transaction offices directly serving professional business activities of the securities company.
- ▶ Securities companies 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.
- ▶ Securities companies are not allowed to use more than seventy percent (70%) of its owners' equity to invest in corporate bonds. Securities Company, licensed to engage in self-trading activity, is allowed to trade listed bonds in accordance with relevant regulation on trading Government bonds.
- ▶ Securities companies must not by themselves, or authorize another organization or individuals to: 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; Make joint investment with an affiliated person of five percent (5%) or more in the charter capital of another securities company; Invest more than twenty percent (20%) in the total currently circulating shares or fund certificates of a listing organization; 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 opened-end fund; Invest or contribute capital of more than fifteen percent (15%) in the total paid-up capital of a limited liability company or of a business project; Invest more than fifteen percent (15%) of its owners' equity in a single organization or of a business project; 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.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

2. BASIS OF PRESENTATION

2.1 *Applied accounting standards and system*

The interim combined financial statements of the Company, expressed in Vietnam dong ("VND"), are prepared in accordance with Vietnamese Enterprise Accounting System, the accounting policies applicable to securities companies as set out in Circular No. 210/2014/TT-BTC dated 30 December 2014 by the Ministry of Finance, providing guidance on accounting policies applicable to securities companies, Circular No. 334/2016/TT-BTC dated 27 December 2016 amending, supplementing and replacing appendix No. 2 and No. 4 of Circular No. 210/2014/TT-BTC, Circular No. 146/2014/TT-BTC dated 6 October 2014 providing guidance on financial regime applicable to securities companies and fund management companies, Vietnamese Accounting Standards No. 27 – Interim financial statements and Vietnamese Accounting Standards issued 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 combined 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 combined financial statements*

The Company prepares its interim combined financial statements for its Head Office and Ho Chi Minh branch for the six-month period ended 30 June 2017 to submit to authorities as required by Circular No. 155/2015/TT-BTC dated 6 October 2015 issued by Ministry of Finance. The Company also prepares interim financial statements for the six-month period ended 30 June 2016 for its head office.

2.5 *Accounting currency*

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

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

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

Management confirms that the interim combined financial statements is prepared in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System, accounting regulations and guidance applicable to securities companies and legal regulations relating to the preparation and presentation of the interim combined financial statements.

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 *Changes in accounting policies*

On 20 November 2015, the National Assembly of Vietnam approved the Law on Accounting No. 88/2015/QH13 ("the new Accounting Law"). The new Accounting Law allows certain assets and liabilities whose value frequently varies in line with market fluctuation to be subsequently measured following fair value basis, provided that the fair value of these assets and liabilities can be reliably determined. The new Accounting Law has come into effect since 1 January 2017.

Accordingly, the fair value measurement of financial assets is implemented as follows:

- ▶ Financial assets at fair value through profit and loss (FVTPL): are initially recognized at cost and subsequently recognized at fair value. Any gain or loss arising from the change in value of FVTPL financial assets is recognized in the interim combined income statement.
- ▶ Available-for-sale financial assets (AFS): are recognized at fair value. Any gain or loss arisen from revaluation of AFS is recognized directly in owners' equity (Other comprehensive income) in the statement of changes in owners' equity, except for losses from impairment of AFS which were recognized in the interim combined income statement.

The Company has restated the corresponding figures of the previous period in accordance with fair value recognition principle as presented in Note 29.5.

4.2 *Cash and cash equivalents*

Cash and cash equivalents comprise of cash on hand, cash in 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 deposits from customers for securities trading and cash deposits from securities issuers are presented off-balance sheet.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 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 derivatives defined as financial guarantee contracts or effective hedging instruments).
- b) Upon initial recognition, a financial asset is designated by the entity as at fair value through profit and loss as it meets one of the following criteria:
 - The designation eliminates or significantly reduces the inconsistent treatment that would otherwise arise from measuring the asset or recognising gains or losses on a different basis.
 - The assets and liabilities are part of a group of financial assets which are managed and their performance evaluated on a fair value basis, in accordance with a documented risk management or investment strategy.

Financial assets at FVTPL are initially recognized at cost and subsequently recognized at fair value. Gains or losses arising from the revaluation of these assets is recognized in the interim combined income statement.

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

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

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

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

HTM investments are recognized initially at 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 recognized at amortised cost using 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 (directly or through the use of an allowance account) for impairment or uncollectibility (if any).

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 or financial liability.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.5 Loans

Loans are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market other than:

- those that the entity intends to sell immediately or in the near term, which shall be classified as held for trading, and those that the entity upon initial recognition designates as at fair value through profit or loss;
- those that the entity upon initial recognition designates as available for sale; or
- those for which the holder may not recover substantially all of its initial investment, other than because of credit deterioration, which shall be classified as available for sale.

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

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).

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; or
- c) Financial assets at FVTPL.

AFS financial assets are recognized initially at cost (purchasing cost plus (+) transaction costs which are directly attributable to the purchase of the financial assets). Subsequently, AFS financial assets are measured at fair value. Accordingly, difference arising from revaluation is calculated by the difference between fair value and cost of the assets at the assessment date.

Difference arising from revaluation of AFS financial assets (increase or decrease) in comparison with previous period is recognised under "*Gain/(loss) from revaluation of AFS financial assets*" in Other comprehensive income after tax in the interim combined income statement and "*Difference from revaluation of assets at fair value*" in the interim combined financial position.

4.7 Impairment of financial assets

The Company assesses at each reporting date whether there is any objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.7 *Impairment of financial assets* (continued)

Evidence of impairment may include 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 indicate that there is a measurable decrease in the estimated future cash flows, such as changes in payment terms or economic conditions that correlate with defaults.

Increases or decreases in allowance for impairment of financial assets are recognized as "Allowance expenses for doubtful debt, impairment of financial assets and borrowing cost funding loans" in the interim combined income statement.

Allowance for impairment of HTM financial assets

For financial assets carried at HTM, the Company first assesses whether objective evidence of impairment exists individually for financial assets that are individually significant, or collectively for financial assets that are not individually significant.

Allowance for impairment of HTM financial assets is calculated by the difference between the carrying amount and the estimated net realizable value of such assets.

Allowance for impairment of AFS financial assets

At the reporting date, the Company assesses whether there is any objective evidence that a financial asset or a group of financial assets is impaired. Increases or decreases in allowance for impairment of AFS financial assets are recognized as "Allowance expenses for doubtful debt, impairment of financial assets and borrowing cost funding loans" in the interim combined income statement.

- ▶ For equity investments classified as AFS, objective evidence would include a significant or prolonged decline in the fair value of the investment below its cost. 'Significant' is evaluated against the original cost of the investment and 'prolonged' against the period in which the fair value has been below its original cost. When there is evidence of impairment, the balance of allowance is determined as the difference between its acquisition cost and fair value at the assessment date.
- ▶ For debt instruments classified as AFS, impairment is assessed based on the same criteria as HTM financial assets. When there is evidence of impairment, the balance of allowance is determined as the difference between its amortized cost and fair value at the assessment date.

When making allowance for impairment, impairment loss of AFS financial assets which were previously recognized in owner's equity (if any) is transferred to profit & loss.

Allowance for impairment of mortgage assets

Mortgage assets are revaluated at fair value by the Company to require the borrower to supplement mortgage assets or make allowance for impairment of mortgage assets.

When the mortgage asset value is reduced to lower than the loan value, the Company will make allowance for impairment of mortgage assets. Allowance for impairment of mortgage assets is calculated by the difference between fair value of the mortgage asset and value of the loan as agreed or pledged in the loan agreement.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.8 Fair value measurement

For financial assets which can be measured their fair value by market value, the market value of such assets are determined according to regulations in Circular No. 146/2014/TT-BTC as followings:

- ▶ For securities listed on Hanoi Stock Exchange and Ho Chi Minh City Stock Exchange, their market prices are their closing prices on the nearest trading day when there were actual transactions preceding assessment date.
- ▶ For securities registered for trading on UPCoM, their market prices are their closing prices on the trading day preceding assessment date.
- ▶ For the delisted securities and suspended trading securities from the sixth day afterwards, their prices are the book value at the latest reporting date.
- ▶ For unlisted securities, which is not registered for trading on UPCoM, their market prices are the average of actual trading prices quoted by 3 securities companies conducting transactions at the latest date within one month preceding the assessment date.

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

4.9 Derecognition of financial assets

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 not derecognized. In that case, the Company also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

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

4.10 Reclassification of financial assets

Reclassification when selling financial assets not belong to FVTPL

Securities company when selling financial assets not belong to FVTPL must reclassify financial assets from other assets related to financial asset FVTPL. Reclassified differences of financial asset AFS is followed currently in "Revaluation of assets recognized at fair value" will be recognized in appropriated revenue or expense accounts at reclassify date when selling financial assets AFS.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.10 *Reclassification of financial assets* (continued)

Reclassification due to changes in plan or hold ability

Securities company can reclassify financial assets into other suitable financial asset group due to changes in plan or hold ability, in which:

- ▶ Financial asset FVTPL, which is non-derivative and is not required to reclassify to FVTPL at initial recognition can be recognized to loans and receivables under specific circumstances or Cash and cash equivalents if satisfying the conditions of this group. Any gains, losses recorded due to reclassify FVTPL before reclassify date will not be reversed.
- ▶ If classification of an investment to held-to-maturity due to changes in plan or hold ability is not suitable, this investment must be transferred to main group asset AFS at fair value. Difference between book value and fair value will be recorded in interim combined income statement – Revaluation of assets recognized at fair value.

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 combined income statement.

The Company has made allowance for doubtful receivables in accordance with Circular No. 228/2009/TT-BTC dated 7 December 2009 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 over six (6) months to less than one (1) year	30%
From one (1) year to less than two (2) years	50%
From two (2) years to less than three (3) years	70%
From three (3) years and above	100%

4.12 *Tangible fixed assets*

Tangible fixed assets are stated at cost less accumulated depreciation.

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

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

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

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.13 *Intangible fixed assets*

Intangible fixed assets are stated at cost less accumulated amortization.

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

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

When intangible 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 combined income statement.

4.14 *Depreciation and amortization*

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

Machinery and equipment	3 - 8 years
Means of transportation	6 - 8 years
Office equipment	3 - 5 years
Software	3 - 5 years
Others	3 - 5 years

4.15 *Leased assets*

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

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

4.16 *Prepaid expenses*

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

The following types of expenses are recorded as long-term prepaid expense and are amortized over the period of one (01) to three (03) years to the interim combined income statement:

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

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.17 *Repurchase agreements*

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

4.18 *Borrowings*

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

4.19 *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.

4.20 *Employee benefits*

4.20.1 *Post employment benefits*

Post-employment benefits are paid to retired employees of the Company by the Social Insurance Agency, which belongs to the Ministry of Labor and Social Affairs. The Company is required to contribute to these post-employment benefits by paying social insurance premium to the Social Insurance Agency at the rate of 17.5% of an employee's basic salary on a monthly basis. The Company has no further obligation to fund the post-employment benefits of its employees, other than the liability to pay Social Insurance Agency on a monthly basis.

4.20.2 *Voluntary resignation benefits*

Voluntary resignation benefits: the Company has the obligation, under Article 42 of the Labor Code dated 2 April 2002, to pay an allowance to voluntarily resigning employees, equal to half of one-month's basic salary for each year of employment plus wage allowances (if any) until 31 December 2008. Commencing 1 January 2009, the average monthly salary used in this calculation will be revised at the end of each reporting period based on the average monthly salary of the most recent 6 months up to the reporting date;

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

4.20.3 *Unemployment insurance*

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

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.21 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 year, 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 arisen from the revaluation of monetary accounts denominated in foreign currencies at the end of the period are taken to the interim combined income statement.

4.22 Treasury shares

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

4.23 Revenue recognition

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

Revenue from brokerage services

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

Revenue from trading of securities

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

Other income

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

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.23 *Revenue recognition* (continued)

Interest income

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

Dividends

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

Other revenues from rendering services

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

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

4.24 *Borrowing costs*

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

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

4.25 *Cost of securities sold*

The company applies weighted average method of the preceding day to calculate cost of equity securities sold and specific identification method to calculate cost of debt securities sold.

4.26 *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 statement of financial position.

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

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

Deferred 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 interim financial reporting purposes.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.26 *Corporate income tax* (continued)

Deferred tax (continued)

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

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

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

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset realized or the liability is settled based on tax rates and tax laws that have been enacted at the balance sheet date. Deferred tax is charged or credited to the interim combined 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 authority and the Company intends to settle its current tax assets and liabilities on a net basis.

4.27 *Owners' equity*

Contributed capital

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

Undistributed profit

Undistributed profit comprises of realised and unrealised undistributed profit.

- ▶ Unrealised profit of the period is the total differences between gain or loss arising from revaluation of FVTPL financial assets or other financial assets through profit and loss in the interim combined income statement.
- ▶ Realised profit during the period is the net difference between total revenue and income, and total expenses in the interim combined income statement of the Company, except for gain or loss arisen from revaluation of financial assets recognized in unrealised profit.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.27 *Owners' equity* (continued)

Reserves

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

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

Other reserves are appropriated in accordance with the Resolution of the Annual General Meeting of Shareholders.

4.28 *Appropriation of net profits*

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

4.29 *Items with nil balances*

Items or balances required by Circular No. 210/2014/TT-BTC dated 30 December 2014, Circular No.334/TT-BTC dated 26 December 2016 and Circular No. 146/2014/TT-NHNN dated 6 November 2014 issued by the Ministry of Finance that are not shown in these financial statements indicate nil balance.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

5. CASH AND CASH EQUIVALENTS

	<i>30 June 2017</i> VND	<i>31 December 2016</i> VND
Cash	52,947,362,451	7,450,071,427
Cash on hand	210,989,054	68,111,127
Cash for securities transaction clearing and settlement	52,736,373,397	7,381,960,300
Cash equivalents	274,333,757,235	110,508,329,296
Total	327,281,119,686	117,958,400,723

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	22,314,264	407,207,791,931
- Other securities	200,000	2,170,000,000
	22,514,264	409,377,791,931
2. By investors		
- Shares	2,477,655,969	65,455,233,287,140
- Bonds	353,880,000	39,165,454,483,032
- Other securities	1,360,960	14,946,418,200
	2,832,896,929	104,635,634,188,372

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 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 2017		31 December 2016	
	Cost VND	Fair value VND	Cost VND	Fair value VND
1. Listed shares	98,306,682,000	93,575,606,860	95,625,192,416	91,566,608,020
TIX	26,803,284,730	26,031,797,700	26,803,284,730	34,077,223,850
SHB	-	-	11,852,599,364	10,384,500,000
HVX	10,304,249,630	3,258,945,000	10,304,249,630	4,345,260,000
VAF	9,206,621,517	7,998,164,200	9,206,621,517	7,125,125,150
Others	51,992,526,123	56,286,699,960	37,458,437,175	35,634,499,020
2. Unlisted shares	7,900,510,000	2,642,388,500	7,901,854,100	2,086,463,300
PVO	6,600,000,000	2,500,000,000	6,600,000,000	1,900,000,000
PMT	1,059,173,000	80,000,000	1,059,173,000	122,000,000
Others	241,337,000	62,388,500	242,681,100	64,463,300
3. Fund certificates	19,682,213,701	22,560,000,000	19,423,974,529	20,170,000,000
E1SSHN30	10,000,000,000	10,000,000,000	10,000,000,000	10,000,000,000
E1VFN30	9,682,213,701	12,560,000,000	9,423,974,529	10,170,000,000
Total	125,889,405,701	118,777,995,360	122,951,021,045	113,823,071,320

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

7. FINANCIAL ASSETS (continued)
7.2 Available-for-sale financial assets (AFS)

	30 June 2017			31 December 2016		
	Cost VND	Carrying value VND	Fair value/ Net carrying value(*) VND	Cost VND	Carrying value VND	Fair value/ Net carrying value(*) VND
SHORT-TERM						
Recognised at fair value	37,476,432,682	50,188,410,000	50,188,410,000	16,576,432,682	28,148,660,000	28,148,660,000
Shares	20,900,000,000	17,602,500,000	17,602,500,000	-	-	-
FTM	20,000,000,000	15,812,500,000	15,812,500,000	-	-	-
HLB	900,000,000	1,790,000,000	1,790,000,000	-	-	-
Fund certificates						
VF1	16,576,432,682	32,585,910,000	32,585,910,000	16,576,432,682	28,148,660,000	28,148,660,000
Recognised at cost	70,364,642,497	70,364,642,497	18,291,306,699	90,943,084,477	90,943,084,477	36,810,586,782
Others proprietary investment	18,934,314,253	18,934,314,253	-	18,976,314,253	18,976,314,253	-
Shares	51,430,328,244	51,430,328,244	18,291,306,699	71,966,770,224	71,966,770,224	36,810,586,782
Mediplantex National Pharmaceutical Joint Stock Company	7,875,000,000	7,875,000,000	4,129,650,000	7,875,000,000	7,875,000,000	3,896,812,500
Seaprimexco Vietnam	24,000,000,000	24,000,000,000	1,590,225,000	24,000,000,000	24,000,000,000	842,400,000
Duc Quan Investment and Development JSC	-	-	-	20,000,000,000	20,000,000,000	20,000,000,000
Others	19,555,328,244	19,555,328,244	12,571,431,699	20,091,770,224	20,091,770,224	12,071,374,282
Total	107,841,075,179	120,553,052,497	68,479,716,699	107,519,517,159	119,091,744,477	64,959,246,782

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

7. FINANCIAL ASSETS (continued)

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

	30 June 2017			31 December 2016		
	Cost VND	Carrying value VND	Fair value/ Net carrying value(*) VND	Cost VND	Carrying value VND	Fair value/ Net carrying value(*) VND
LONG-TERM						
Recognised at fair value	106,150,483,000	110,426,828,600	110,426,828,600	106,150,483,000	109,564,129,000	109,564,129,000
Shares	14,150,483,000	14,953,228,600	14,953,228,600	14,150,483,000	14,673,729,000	14,673,729,000
Global Petroleum Investment Joint Stock Company	14,150,483,000	14,953,228,600	14,953,228,600	14,150,483,000	14,673,729,000	14,673,729,000
Fund certificates	92,000,000,000	95,473,600,000	95,473,600,000	92,000,000,000	94,890,400,000	94,890,400,000
Bao Viet Value Investment Fund	80,000,000,000	83,128,000,000	83,128,000,000	80,000,000,000	82,888,000,000	82,888,000,000
Bao Viet Prospect Fund	12,000,000,000	12,345,600,000	12,345,600,000	12,000,000,000	12,002,400,000	12,002,400,000
Recognised at cost	75,000,000,000	75,000,000,000	47,898,000,000	75,000,000,000	75,000,000,000	45,000,000,000
Shares	75,000,000,000	75,000,000,000	47,898,000,000	75,000,000,000	75,000,000,000	45,000,000,000
Bac Ha Hydropower Joint Stock Company	75,000,000,000	75,000,000,000	47,898,000,000	75,000,000,000	75,000,000,000	45,000,000,000
Total	181,150,483,000	185,426,828,600	158,324,828,600	181,150,483,000	184,564,129,000	154,564,129,000

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

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

7. FINANCIAL ASSETS (continued)

7.3 Held-to-maturity investments (HTM)

	30 June 2017 VND	31 December 2016 VND
Short-term		
1. Term deposits	111,902,927,779	270,317,549,562
Term deposits contracts (*)	111,902,927,779	270,317,549,562
2. Listed bonds	20,332,023,658	-
TD1318024	20,332,023,658	-
Total	132,234,951,437	270,317,549,562
Long-term		
1. Term deposits	-	94,527,294,444
Term deposits contracts	-	94,527,294,444
2. Listed bonds	50,359,465,919	73,707,723,293
TD1318024	-	21,157,312,332
TD1424092	50,359,465,919	52,550,410,961
3. Unlisted bonds	164,032,155,679	160,290,835,122
BVB122022	93,990,058,320	90,272,071,233
MSN122020	70,042,097,359	70,018,763,889
Total	214,391,621,598	328,525,852,859

(*) in which, a term deposit contract of VND 14,000,000,000 is currently pledged at bank for the purpose of contract guarantee issuance.

7.4 Loans

	30 June 2017 VND	31 December 2016 VND
Margin lending	752,313,269,776	735,872,635,238
Total	752,313,269,776	735,872,635,238

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 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 2017			31 December 2016 (restated)				
	Cost (VND)	Revaluation difference Increase (VND)	Decrease (VND)	Revaluated value (VND)	Cost (VND)	Revaluation difference Increase (VND)	Decrease (VND)	Revaluated value (VND)
FVTPL								
Short-term	125,889,405,701	8,087,383,985	(15,198,794,326)	118,777,995,360	122,951,021,045	9,417,329,072	(18,545,278,797)	113,823,071,320
Listed shares	98,306,682,000	5,209,597,686	(9,940,672,826)	93,575,606,860	95,625,192,416	8,671,292,401	(12,729,876,797)	91,566,608,020
Unlisted shares	7,900,510,000	-	(5,258,121,500)	2,642,388,500	7,901,854,100	11,200	(5,815,402,000)	2,086,463,300
Listed fund certificates	19,682,213,701	2,877,786,299	-	22,560,000,000	19,423,974,529	746,025,471	-	20,170,000,000
Total	125,889,405,701	8,087,383,985	(15,198,794,326)	118,777,995,360	122,951,021,045	9,417,329,072	(18,545,278,797)	113,823,071,320
AFS recognised at fair value								
Short-term	37,476,432,682	16,899,477,318	(4,187,500,000)	50,188,410,000	16,576,432,682	11,572,227,318	-	28,148,660,000
Listed shares	20,000,000,000	-	(4,187,500,000)	15,812,500,000	-	-	-	-
Unlisted shares	900,000,000	890,000,000	-	1,790,000,000	-	-	-	-
Unlisted fund certificates	16,576,432,682	16,009,477,318	-	32,585,910,000	16,576,432,682	11,572,227,318	-	28,148,660,000
Long-term	106,150,483,000	4,276,345,600	-	110,426,828,600	106,150,483,000	3,413,646,000	-	109,564,129,000
Unlisted shares	14,150,483,000	802,745,600	-	14,953,228,600	14,150,483,000	523,246,000	-	14,673,729,000
Unlisted fund certificates	92,000,000,000	3,473,600,000	-	95,473,600,000	92,000,000,000	2,890,400,000	-	94,890,400,000
Total	143,626,915,682	21,175,822,918	(4,187,500,000)	160,615,238,600	122,726,915,682	14,985,873,318	-	137,712,789,000

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

7. FINANCIAL ASSETS (continued)

7.6 Allowance for impairment of financial assets and mortgage assets

	30 June 2017 VND	31 December 2016 VND
Short-term	65,277,089,069	59,712,739,629
For loans	13,203,753,271	5,580,241,934
- <i>Margin lending</i>	13,203,753,271	5,580,241,934
For AFS financial assets	52,073,335,798	54,132,497,695
- <i>Shares</i>	33,139,021,545	35,156,183,442
- <i>Other proprietary investments</i>	18,934,314,253	18,976,314,253
Long term	27,102,000,000	30,000,000,000
For AFS	27,102,000,000	30,000,000,000
- <i>Shares</i>	27,102,000,000	30,000,000,000
Total	92,379,089,069	89,712,739,629

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

7. FINANCIAL ASSETS (continued)

7.7 Detail of allowance for impairment of financial assets

No.	Financial assets	Quantity	Basis of allowance in the current period				(Addition)/ reversal allowance for current period (VND)
			Book value (VND)	Market value as at the reporting date (VND)	Allowance made for the current period (VND)	Allowance made for previous period (VND)	
I	HTM		346,626,573,035	361,655,266,148	-	-	-
1	Bonds	1,600,070	234,723,645,256	248,971,834,192	-	-	-
	TD1318024	200,000	20,332,023,658	21,078,568,397	-	-	-
	TD1424092	500,000	50,359,465,919	60,493,902,074	-	-	-
	BVB122022	900,000	93,990,058,320	96,290,706,584	-	-	-
	MSN122020	70	70,042,097,359	71,108,657,137	-	-	-
2	Term deposits		111,902,927,779	112,683,431,956	-	-	-
II	Loans		752,313,269,776	739,109,516,505	(13,203,753,271)	(5,580,241,934)	(7,623,511,337)
	Margin lending		752,313,269,776	739,109,516,505	(13,203,753,271)	(5,580,241,934)	(7,623,511,337)
III	AFS	28,938,738	145,364,642,497	66,189,306,699	(79,175,335,798)	(84,132,497,695)	4,957,161,897
	Bac Ha Hydropower JSC.	6,000,000	75,000,000,000	47,898,000,000	(27,102,000,000)	(30,000,000,000)	2,898,000,000
	Seaprimexco Vietnam	975,000	24,000,000,000	1,590,225,000	(22,409,775,000)	(23,157,600,000)	747,825,000
	Other proprietary investments		18,934,314,253	-	(18,934,314,253)	(18,976,314,253)	42,000,000
	Others	21,963,738	27,430,328,244	16,701,081,699	(10,729,246,545)	(11,998,583,442)	1,269,336,897
	Total		1,244,304,485,308	1,166,954,089,352	(92,379,089,069)	(89,712,739,629)	(2,666,349,440)

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

8. RECEIVABLES AND ADVANCES TO SUPPLIERS

	30 June 2017 VND	31 December 2016 VND
Receivables and accrued dividend and interest	8,302,046,019	11,910,433,601
<i>Dividend</i>	1,149,697,700	4,050,125,350
<i>Accrued interest from term deposits</i>	1,428,142,137	702,953,079
<i>Accrued interest from margin</i>	5,724,206,182	7,157,355,172
Receivables from services provided by the Company	4,985,279,846	4,647,585,392
Other receivables	13,567,459,222	18,490,846,191
Allowance for impairment of receivables (*)	(15,901,229,699)	(15,901,229,699)
	10,953,555,388	19,147,635,485
Advances to suppliers	10,169,308,952	43,439,389,731
<i>Thu Do II Limited Company (advance for 5 years office rental fee)</i>	-	37,718,826,600
<i>FPT Information System Limited Company</i>	1,937,344,321	-
<i>Nam Anh Architecture - Furniture Limited Company</i>	2,160,000,000	-
<i>Creative Engineering Limited Company (Innotech)</i>	1,404,480,000	800,000,000
<i>Nam Nhat Limited Company</i>	2,800,000,000	2,800,000,000
<i>Vietnam Religare Technova Global Solutions Limited Company</i>	1,447,875,000	1,447,875,000
<i>Others</i>	419,609,631	672,688,131
Total	21,122,864,340	62,587,025,216

(*) Details of allowance for impairment of receivables:

<i>Doubtful debts</i>	<i>Balance of doubtful debts as at 30 June 2017</i>	<i>Beginning allowance</i>	<i>Addition</i>	<i>Reversal</i>	<i>Balance of doubtful debts as at 31 December 2016</i>
Allowance for doubtful debts	15,901,229,699	15,901,229,699	-	-	15,901,229,699
<i>Nguyen manh Giao</i>	1,780,000,000	1,780,000,000	-	-	1,780,000,000
<i>Ha Thanh Hai Nguyen Phuong Nam</i>	1,685,000,000	1,685,000,000	-	-	1,685,000,000
<i>Nam Nhat Limited Company</i>	4,000,000,000	4,000,000,000	-	-	4,000,000,000
<i>Other</i>	2,800,000,000	2,800,000,000	-	-	2,800,000,000
	5,636,229,699	5,636,229,699	-	-	5,636,229,699
Total	15,901,229,699	15,901,229,699	-	-	15,901,229,699

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

9. OTHER SHORT-TERM ASSETS

	<i>30 June 2017</i>	<i>31 December 2016</i>
	<i>VND</i>	<i>VND</i>
Advances	872,195,318	585,158,321
Office supplies, materials and tools	542,505,847	643,803,564
Short-term prepaid expenses	1,553,865,779	2,069,415,949
<i>Healthcare insurance for employees</i>	937,334,832	414,049,625
<i>Software maintenance expenses</i>	333,156,703	691,348,303
<i>Others</i>	283,374,244	964,018,021
Short-term pledge	17,700,000	-
Total	2,986,266,944	3,298,377,834

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 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 2017	26,183,590,421	4,264,275,167	710,923,271	56,770,560	31,215,559,419
Purchase during the period	246,400,000	-	149,600,000	-	396,000,000
Disposal	611,715,243	-	109,356,225	-	721,071,468
30 June 2017	25,818,275,178	4,264,275,167	751,167,046	56,770,560	30,890,487,951
Accumulated depreciation					
1 January 2017	22,467,760,792	3,305,063,366	693,088,522	5,519,360	26,471,432,040
Depreciation for the period	685,346,408	143,036,382	34,715,864	9,461,760	872,560,414
Disposal	611,715,243	-	109,356,225	-	721,071,468
30 June 2017	22,541,391,957	3,448,099,748	618,448,161	14,981,120	26,622,920,986
Net carrying amount					
1 January 2017	3,715,829,629	959,211,801	17,834,749	51,251,200	4,744,127,379
30 June 2017	3,276,883,221	816,175,419	132,718,885	41,789,440	4,267,566,965

Cost of fully depreciated tangible fixed asset but still in use as at 30 June 2017 is VND 23,841,284,431 (31 December 2016: VND 24,262,497,167).

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 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 2017	7,977,048,184	2,967,788,256	10,944,836,440
Increase for the period	-	-	-
30 June 2017	7,977,048,184	2,967,788,256	10,944,836,440
Accumulated amortization			
1 January 2017	7,550,397,753	2,967,788,256	10,518,186,009
Amortization for the period	79,020,000	-	79,020,000
30 June 2017	7,629,417,753	2,967,788,256	10,597,206,009
Net carrying amount			
1 January 2017	426,650,431	-	426,650,431
30 June 2017	347,630,431	-	347,630,431

Cost of fully depreciated intangible fixed asset but still in use as at 30 June 2017 is VND 10,470,716,440 (31 December 2016: VND 10,470,716,440).

12. LONG-TERM PREPAID EXPENSES

	<i>30 June 2017 VND</i>	<i>31 December 2016 VND</i>
Office rental	42,433,679,922	-
Office equipment	1,419,389,072	1,722,798,071
Office renovation expenses	2,695,754,922	778,957,168
Others	445,469,859	3,302,798,564
Total	46,994,293,775	5,804,553,803

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

13. ADVANCES TO SETTLEMENT ASSISTANCE FUND

Advances to settlement assistance fund represent amounts deposited at Vietnam Securities Depository.

According to Decision No. 57/QĐ-VSD dated 28 May 2012 issued by the General Director of the Vietnam Securities Depository and Decision No. 87/2007/QĐ-BTC dated 22 October 2007 by the Minister of Finance regarding the issuance of regulations on the registration, custody, clearing and settlement of securities, and Circular No. 43/2010/TT-BTC dated 25 March 2010 regarding the amendment and supplement of the regulations, Decision No. 27/QĐ-VSD dated 13 March 2015 and Decision No. 45/QĐ-VSD date 22 May 2014 issued by the General Director of Vietnam Securities Depository regarding the management and usage Settlement Assistance Fund, the Company must deposit an initial amount of VND 120 million at the Vietnam Securities Depository and pay an addition of 0.01% of the total amount of brokered securities in the previous year, but not over VND 2.5 billion per annual. The maximum amount of the deposit is VND 20 billion for securities companies which have brokerage and proprietary trading operations.

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

	<u>VND</u>
As at 1 January 2016	21,181,760,379
Interest received for the period	(1,181,760,379)
Interest accrued for the period	<u>1,147,619,087</u>
As at 31 December 2016	21,147,619,087
Interest received for the period	<u>(1,147,619,087)</u>
As at 30 June 2017	<u>20,000,000,000</u>

14. SHORT-TERM BORROWINGS

	<i>Interest rate</i>	<i>Beginning balance</i>	<i>Additional borrowings for the period</i>	<i>Repayment for the period</i>	<i>Ending balance</i>
	<i>%</i>	<i>VND</i>	<i>VND</i>	<i>VND</i>	<i>VND</i>
Overdraft	6.0%	159,677,448,472	1,692,424,307,268	1,852,101,755,740	-
Overdraft	6.8%	-	813,189,285,328	813,189,285,328	-
Total		<u>159,677,448,472</u>	<u>2,505,613,592,596</u>	<u>2,665,291,041,068</u>	<u>-</u>

15. PAYABLES FOR SECURITIES TRANSACTIONS

	<u>30 June 2017</u>	<u>31 December 2016</u>
	<u>VND</u>	<u>VND</u>
Payable to Stock Exchanges	3,529,683,490	2,153,949,582
Payable to Vietnam Securities Depository	560,649,152	472,103,123
Total	<u>4,090,332,642</u>	<u>2,626,052,705</u>

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

16. SHORT-TERM TRADE PAYABLES

	<i>30 June 2017</i> <i>VND</i>	<i>31 December 2016</i> <i>VND</i>
Payables to related parties (<i>Note 29.1</i>)	668,518,060	331,239,720
ABC Vietnam Communication Joint Stock Company	-	306,120,000
South East Appraisal and Consulting Corporation	-	153,000,000
Others	89,037,400	374,100,990
Total	757,555,460	1,164,460,710

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 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	3,477,909,072	39,185,580,057	(36,828,455,165)	5,835,033,964
	- Of the Company's employees	816,964,148	6,806,701,595	(6,990,881,999)	632,783,744
	- Of investors	2,660,944,924	32,378,878,462	(29,837,573,166)	5,202,250,220
2	Corporate income tax (note 26.1)	2,064,688,154	14,040,410,663	(7,851,716,440)	8,253,382,377
3	Value added tax	241,891,782	235,874,326	(381,421,952)	96,344,156
4	Other taxes	191,416,423	1,308,433,723	(1,329,944,208)	169,905,938
	Total	5,975,905,431	54,770,298,769	(46,391,537,765)	14,354,666,435

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

18. SHORT-TERM ACCRUED EXPENSES

	<i>30 June 2017</i> <i>VND</i>	<i>31 December 2016</i> <i>VND</i>
Accrued expenses for introducing customers	1,194,617,588	844,733,609
Accrued expenses for external services	6,242,137,006	1,065,731,234
	<u>7,436,754,594</u>	<u>1,910,464,843</u>

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

20. OWNERS' EQUITY (continued)

Details of the Company's share capital as at 30 June 2017 are as follows:

	<i>Number of shares (*) Unit</i>	<i>Par value (*) VND</i>	<i>Ownership %</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	100.0%

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

Details of the Company's shares are as follows:

	<i>30 June 2017 Unit</i>	<i>31 December 2016 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

21. DISCLOSURE OF OFF-BALANCE SHEET ITEMS

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

	<i>30 June 2017 VND</i>	<i>31 December 2016 VND</i>
Unrestricted financial assets	100,721,250,000	113,684,440,000
Restricted financial assets	152,000,000	-
Financial assets awaiting settlement	1,070,000,000	1,521,500,000
Total	101,943,250,000	115,205,940,000

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

	<i>30 June 2017 VND</i>	<i>31 December 2016 VND</i>
Unrestricted and non-traded financial assets deposited at VSD	3,052,660,000	3,000,000,000
Total	3,052,660,000	3,000,000,000

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

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

21.3 The Company's awaiting financial assets

	30 June 2017 VND	31 December 2016 VND
Shares	817,000,000	1,577,100,000
Total	817,000,000	1,577,100,000

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

	30 June 2017 VND	31 December 2016 VND
Shares	82,357,310,000	94,553,980,000
Bonds	70,000,000,000	160,000,000,000
Fund certificates	102,000,000,000	102,000,000,000
Total	254,357,310,000	356,553,980,000

21.5 Investors' financial assets listed/registered at VSD

	30 June 2017 VND	31 December 2016 VND
Unrestricted financial assets	27,690,055,140,000	28,622,801,930,000
Restricted financial assets	162,258,930,000	206,691,910,000
Pledged financial assets	481,200,510,000	470,168,980,000
Financial assets awaiting settlement	139,083,370,000	75,730,760,000
Total	28,472,597,950,000	29,375,393,580,000

21.6 Investors' non-traded financial assets deposited at VSD

	30 June 2017 VND	31 December 2016 VND
Unrestricted and non-traded financial assets deposited at VSD	79,782,330,000	13,742,840,000
Restricted and non-traded financial assets deposited at VSD	19,297,890,000	1,408,490,000
Total	99,080,220,000	15,151,330,000

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

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

21.7 Investor's deposits

	30 June 2017 VND	31 December 2016 VND
Investors' deposits for securities trading activities under the Company's management	440,566,153,996	160,686,058,057
- of domestic investors	428,641,828,587	143,772,358,678
- of foreign investors	11,924,325,409	16,913,699,379
Investors' deposits for securities trading activities	434,733,672,089	308,360,826,219
Total	875,299,826,085	469,046,884,276

21.8 Payables to investors

	30 June 2017 VND	31 December 2016 VND
Payables for investors' deposits for securities trading activities under the Company's management		
- of domestic investors	863,074,261,171	466,819,169,926
- of foreign investors	1,688,272,506	1,274,582,516
Total	864,762,533,677	468,093,752,442

21.9 Investor's payables to the Company for securities services

	30 June 2017 VND	31 December 2016 VND
Securities brokerage fee payables	1,833,537,188	1,993,622,518
Securities custodian fee payables	253,232,137	252,064,415
Total	2,086,769,325	2,245,686,933

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

22. OPERATING REVENUE

22.1 Gain/loss from disposal of financial statements at FVTPL

No.	Financial assets	Quantity Unit	Average selling price VND/unit	Proceeds VND	Weighted average cost at the end of transaction date VND	Gain/(loss) from disposal over the current period VND	Gain/(loss) from disposal over the previous period VND
I	GAINS						
1	Listed shares	6,881,740		143,950,036,560	136,105,676,229	7,844,360,331	2,715,277,732
	HCM	231,260	34,295	7,931,039,250	6,904,893,331	1,026,145,919	432,839,496
	VCG	725,000	19,889	14,419,500,150	13,035,380,000	1,384,120,150	408,063,700
	SCR	-	-	-	-	-	402,785,573
	Others	5,925,480	-	121,599,497,160	116,165,402,898	5,434,094,262	1,471,588,963
2	Unlisted shares	5	69,800	349,000	112,980	236,020	1,180,000
3	Fund certificates	100,000		1,085,000,000	955,245,967	129,754,033	9,351,260,846
	E1VFN30	100,000	10,850	1,085,000,000	955,245,967	129,754,033	229,123,529
	VFVF1	-	-	-	-	-	9,122,137,317
		6,981,745		145,035,385,560	137,061,035,176	7,974,350,384	12,067,718,578
II	LOSSES						
1	Listed shares	5,525,450		56,362,153,000	59,547,420,519	(3,185,267,519)	(6,461,649,417)
	PHC	20,000	12,800	256,000,000	337,601,520	(81,601,520)	(1,334,075,069)
	FCM	-	-	-	-	-	(797,958,592)
	PVS	200,000	16,788	3,357,500,000	3,379,534,917	(22,034,917)	(712,624,300)
	HAG	261,870	5,089	1,332,600,000	1,469,052,103	(136,452,103)	(637,448,488)
	SHB	2,350,000	5,115	12,019,253,575	12,324,349,364	(305,095,789)	-
	C32	114,570	44,176	5,061,211,726	5,765,884,076	(704,672,350)	-
	PVD	165,820	16,669	2,763,999,950	3,337,016,068	(573,016,118)	-
	Others	2,413,190	-	31,571,587,749	32,933,982,471	(1,362,394,722)	(2,979,542,968)
2	Unlisted shares	30,159		1,274,115,200	1,327,669,100	(53,553,900)	(835,140)
	ACV	10,000	51,600	516,000,000	528,000,000	(12,000,000)	-
	HVN	20,000	37,900	758,000,000	798,000,000	(40,000,000)	-
	Others	159	-	115,200	1,669,100	(1,553,900)	(835,140)
3	Fund certificates	-		-	-	-	(2,600,525,800)
	VFVFFA	-	-	-	-	-	(2,600,525,800)
		5,555,609		57,636,268,200	60,875,089,619	(3,238,821,419)	(9,063,010,357)

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

22. OPERATING REVENUE (continued)

22.2 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 (restated) (VND)	Net difference recorded this period (VND)	Increase (VND)	Decrease (VND)
1	FVTPL							
1	Listed shares	98,306,682,000	93,575,606,860	(4,731,075,140)	(4,058,584,396)	(672,490,744)	9,652,348,513	(10,324,839,257)
	C32	1,662,605,243	2,650,084,800	987,479,557	143,200	987,336,357	987,336,357	-
	DP3	3,551,844,600	5,961,640,000	2,409,795,400	1,247,275,600	1,162,519,800	1,162,519,800	-
	HVX	10,304,249,630	3,258,945,000	(7,045,304,630)	(5,958,989,630)	(1,086,315,000)	-	(1,086,315,000)
	QCG	23,740	135,000	111,260	(986,496,483)	986,607,743	986,607,743	-
	SHB	-	-	-	(1,468,099,364)	1,468,099,364	1,468,099,364	-
	TIX	26,803,284,730	26,031,797,700	(771,487,030)	7,273,939,120	(8,045,426,150)	-	(8,045,426,150)
	Others	55,984,674,057	55,673,004,360	(311,669,697)	(4,166,356,839)	3,854,687,142	5,047,785,249	(1,193,098,107)
2	UPCoM shares	7,900,510,000	2,642,388,500	(5,258,121,500)	(5,815,390,800)	557,269,300	1,463,293,300	(906,024,000)
	PVO	6,600,000,000	2,500,000,000	(4,100,000,000)	(4,700,000,000)	600,000,000	1,450,000,000	(850,000,000)
	Others	1,300,510,000	142,388,500	(1,158,121,500)	(1,115,390,800)	(42,730,700)	13,293,300	(56,024,000)
3	Listed fund certificates							
	E1VFN30	19,682,213,701	22,560,000,000	2,877,786,299	746,025,471	2,131,760,828	2,131,760,828	-
	E1SSH30	9,682,213,701	12,560,000,000	2,877,786,299	746,025,471	2,131,760,828	2,131,760,828	-
	E1SSH30	10,000,000,000	10,000,000,000	-	-	-	-	-
	Total	125,889,405,701	118,777,995,360	(7,111,410,341)	(9,127,949,725)	2,016,539,384	13,247,402,641	(11,230,863,257)

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

22. OPERATING REVENUE (continued)

22.2 Gain/(loss) from revaluation of financial assets (continued)

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 (restated) (VND)	Net difference recorded this period (VND)	Increase (VND)	Decrease (VND)
II	AFS							
	Short-term							
1	UPCoM shares	20,900,000,000	17,602,500,000	(3,297,500,000)	-	(3,297,500,000)	1,327,500,000	(4,625,000,000)
	C32	20,000,000,000	15,812,500,000	(4,187,500,000)	-	(4,187,500,000)	437,500,000	(4,625,000,000)
	DP3	900,000,000	1,790,000,000	890,000,000	-	890,000,000	890,000,000	-
2	Unlisted fund certificates	16,576,432,682	32,585,910,000	16,009,477,318	11,572,227,318	4,437,250,000	4,437,250,000	-
	VF1	16,576,432,682	32,585,910,000	16,009,477,318	11,572,227,318	4,437,250,000	4,437,250,000	-
	Long-term							
1	OTC shares	14,150,483,000	14,953,228,600	802,745,600	523,246,000	279,499,600	279,499,600	-
	GPIINVEST	14,150,483,000	14,953,228,600	802,745,600	523,246,000	279,499,600	279,499,600	-
2	Listed fund certificates	92,000,000,000	95,473,600,000	3,473,600,000	2,890,400,000	583,200,000	4,351,200,000	(3,768,000,000)
	E1VFN30	80,000,000,000	83,128,000,000	3,128,000,000	2,888,000,000	240,000,000	4,008,000,000	(3,768,000,000)
	E1SSH30	12,000,000,000	12,345,600,000	345,600,000	2,400,000	343,200,000	343,200,000	-
		143,626,915,682	160,615,238,600	16,988,322,918	14,985,873,318	2,002,449,600	10,395,449,600	(8,393,000,000)

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

22. OPERATING REVENUE (continued)

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

	<i>For the six-month period ended 30 June 2017 VND</i>	<i>For the six-month period ended 30 June 2016 (reclassified) VND</i>
From FVTPL financial assets	2,115,397,528	1,965,139,060
- Shares	2,115,397,528	1,965,139,060
From HTM financial assets	15,705,060,981	15,138,164,099
- Bonds	10,170,114,619	5,508,301,368
- Term deposits	5,534,946,362	9,629,862,731
From loans	59,902,523,126	50,845,885,431
- Margin lending	40,152,941,511	43,184,735,482
- Advance proceeds from sale of securities for customers	19,749,581,615	7,661,149,949
From AFS financial assets	3,515,793,500	3,264,113,100
- Shares	3,515,793,500	3,241,594,000
- Others	-	22,519,100
Total	81,238,775,135	71,213,301,690

22.4 Revenue from other activities

	<i>For the six-month period ended 30 June 2017 VND</i>	<i>For the six-month period ended 30 June 2016 VND</i>
Revenue from brokerage services	110,301,880,932	46,777,926,465
Revenue from underwriting and issuance agency services	700,150,000	58,594,048
Revenue from securities custodian services	2,660,272,376	1,819,126,355
Revenue from financial advisory services	2,813,840,149	6,071,181,818
Other operating revenue	393,295,074	4,644,490,807
- Revenue from entrusted and auctions activities	27,655,489	124,890,471
- Revenue from management of investor transaction accounts	81,106,454	3,598,304,073
- Other revenues	284,533,131	921,296,263
Total	116,869,438,531	59,371,319,493

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

23. ALLOWANCE EXPENSES FOR DOUBTFUL DEBT AND IMPAIRMENT OF FINANCIAL ASSETS

	<i>For the six-month period ended 30 June 2017 VND</i>	<i>For the six-month period ended 30 June 2016 (restated) VND</i>
Allowance expense for margin lending	7,623,511,337	-
Reversal of allowance for AFS financial assets	(4,957,161,897)	(3,110,795,471)
Total	2,666,349,440	(3,110,795,471)

24. GENERAL AND ADMINISTRATIVE EXPENSES

	<i>For the six-month period ended 30 June 2017 VND</i>	<i>For the six-month period ended 30 June 2016 VND</i>
Payroll expenses for administrative staff	18,977,819,651	19,957,900,479
- Salary and bonus	18,270,179,491	19,224,119,946
- Social security, health insurance, union fee and unemployment insurance	707,640,160	733,780,533
Healthcare insurance expenses	210,059,120	212,491,732
Office supplies	122,780,312	147,824,508
Materials and tools	342,222,013	398,562,179
Depreciation of fixed asset	860,278,390	743,549,381
Tax and fee expenses	1,940,652,340	1,428,531,550
External service expenses	13,239,143,211	8,493,639,140
Other expenses	1,358,635,213	1,598,822,299
Total	37,051,590,250	32,981,321,268

25. OTHER INCOME AND EXPENSES

	<i>For the six-month period ended 30 June 2017 VND</i>	<i>For the six-month period ended 30 June 2016 VND</i>
Other incomes	9,090,909	-
Proceed from disposal of fixed assets, tools and equipment	9,090,909	-
Other expenses	(214,940,247)	(207,653,812)
Other expenses	(214,940,247)	(207,653,812)
Total	(205,849,338)	(207,653,812)

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

26. CORPORATE INCOME TAX

26.1 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 interim combined 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 income statement because it excludes items of income or expense that are taxable or deductible in other years 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 estimated current corporate income tax of the Company is represented in the table below:

	<i>For the six-month period ended 30 June 2017 VND</i>	<i>For the six-month period ended 30 June 2016 (restated) VND</i>
Profit before tax	75,659,960,768	65,051,847,887
Adjustments to increase accounting profit		
Non-deductible expenses	7,837,630,784	207,653,812
Movement in revaluation of financial assets	1,329,945,087	991,587,614
Adjustments to decrease accounting profit		
Dividend income	(5,631,191,028)	(5,206,733,060)
Reversal of expenses that were not qualified for deduction of prior periods	(4,806,792,297)	(8,014,795,471)
Estimated taxable profits	74,389,553,314	53,029,560,782
Tax rate	20%	20%
Current CIT expenses	14,877,910,663	10,605,912,156
Current CIT recognized in other comprehensive income ("OCI")	(837,500,000)	-
CIT payable at the beginning of the period	2,064,688,154	946,200,687
CIT paid during the period	(7,851,716,440)	(2,417,852,496)
CIT payable at the end of the period	8,253,382,377	9,134,260,347

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

26. CORPORATE INCOME TAX (continued)

26.2 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>Combined statement of financial position</i>		<i>Combined income statement</i>	
	<i>30 June 2017</i>	<i>31 December 2016</i>	<i>For the six-month period ended 30 June 2017</i>	<i>For the six-month period ended 30 June 2016</i>
	<i>VND</i>	<i>VND</i>	<i>VND</i>	<i>VND</i>
Deferred CIT recorded in profit or loss	1,617,476,798	1,883,465,815	(265,989,017)	278,740,998
Deferred CIT recorded in OCI	4,235,164,584	2,997,174,664	1,237,989,920	(443,769,463)
Total	5,852,641,382	4,880,640,479	972,000,903	(165,028,465)
			<i>30 June 2017</i>	<i>31 December 2016</i>
			<i>VND</i>	<i>VND</i>
Tax rate			20%	20%
Taxable temporary difference			29,263,206,910	24,403,202,395
<i>In which:</i>				
- <i>Difference from revaluation of FVTPL financial assets</i>			8,087,383,990	9,417,329,077
- <i>Difference from revaluation of AFS financial assets</i>			21,175,822,920	14,985,873,318
Deferred CIT payable			5,852,641,382	4,880,640,479

27. ACCUMULATED OTHER COMPREHENSIVE INCOME

<i>Items</i>	<i>Beginning balance</i>	<i>Movement during the period</i>	<i>Changes in owners' equity recorded in 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	14,985,873,318	2,002,449,600	-	16,988,322,918
Deferred CIT	(2,997,174,664)	(1,237,989,920)	-	(4,235,164,584)
Current CIT	-	837,500,000	-	837,500,000
	11,988,698,654	1,601,959,680	-	13,590,658,334

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

28. 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 2017 VND</i>	<i>For the six-month period ended 30 June 2016 VND</i>
Income recorded directly to owners' equity		
- Gain from revaluation of AFS financial assets	10,395,449,600	7,738,844,000
Expense recorded directly to owners' equity		
- Loss from revaluation of AFS financial assets	(8,393,000,000)	(7,572,398,718)
Corporate income tax recorded directly to owner's equity	(400,489,920)	443,769,464
Total	1,601,959,680	610,214,746

29. OTHER INFORMATION

29.1 Related party transaction

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

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

29. OTHER INFORMATION (continued)

29.1 Related party transaction (continued)

Significant transactions with related parties for the six-month period ended 30 June 2017 are as follows:

Currency: VND

Related parties	Transactions	Income/(expense)	
		For the six-month period ended 30 June 2017	For the six-month period ended 30 June 2016
Bao Viet Holdings	Securities transaction fee	201,359,300	124,545,528
	Custodian fee	43,507,466	44,518,697
	Office renting expense	(3,413,118,503)	(3,753,307,224)
	Price quotation fee	35,000,000	35,000,000
	Advisory fee	150,000,000	110,000,000
	Accrued expense for IT services	(1,532,242,424)	(1,800,000,000)
Bao Viet Life Corporation	Securities transaction fee	6,861,365,220	5,091,266,441
	Custodian fee	312,051,327	301,113,350
	Office renting expense	(1,504,008,000)	(1,504,008,000)
Bao Viet Life Hanoi	Office renting expense	(226,363,636)	(226,363,636)
Bao Viet Insurance Corporation	Securities transaction fee	848,252,629	608,374,264
	Custodian fee	14,613,526	14,485,170
Bao Viet Insurance Hanoi	Health insurance for employees	(1,002,777,090)	(993,719,160)
Bao Viet Fund Management Limited Company	Securities transaction fee	39,013,368	56,342,897
	Custodian fee	1,819,097	2,255,997
Bao Viet Investment Joint Stock Company	Office renting expense	(3,054,457,362)	(2,801,799,000)
	Building management expense	(764,126,059)	(784,546,225)
Bao Viet Value Investment Fund	Securities transaction fee	617,420,770	222,396,900

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

29. OTHER INFORMATION (continued)

29.1 Related party transaction (continued)

Amounts due to/from related companies as at 30 June 2017 are as follows:

Related party	Transactions	Currency: VND	
		Receivables/(payables)	
		30 June 2017	31 December 2016
Bao Viet Holdings	Advisory fee	165,000,000	-
	Receivables from dividend payout service on behalf of BVH	-	88,000,000
	Deposit for office rental	462,596,640	-
	Accrued expense for office rental	(3,413,118,503)	-
Bao Viet Value Investment Fund	Dividend receivables	-	4,000,000,000
Bao Viet Insurance Hanoi	Healthcare insurance	(668,518,060)	(331,239,720)
Bao Viet Fund Management Limited Company	Custodian fee	-	225,717,294
Bao Viet Investment Joint Stock Company	Accrued expense for building management fee	(371,011,704)	-

Transactions with other related parties

Remuneration to members of the Board of Management and the Board of Directors

	For the six-month period ended 30 June 2017 VND	For the six-month period ended 30 June 2016 VND
Salary and bonus for the Board of Management of the Company and Ho Chi Minh branch (*)	2,961,842,000	3,342,701,750
Salary and bonus for the Board of Directors and the Board of Supervisors (**)	288,000,000	810,789,000
	3,249,842,000	4,153,490,750

(*) Salary and bonus for the Board of Management comprise (i) amount occurring during the period and (ii) effective bonus of 2016 but paid in 2017.

(**) Salary and bonus for the Board of Directors and the Board of Supervisors in current period is the amount occurring during the period.

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

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

29. OTHER INFORMATION (continued)

29.2 Earnings per share

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

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

	<i>For the six-month period ended 30 June 2017</i>	<i>For the six-month period ended 30 June 2016 (restated *)</i>
Net profit after tax - VND	61,048,039,122	54,167,194,733
Appropriation bonus and welfare fund (**) - VND	(2,938,275,536)	(2,236,015,065)
Net profit after tax attributable to ordinary shareholders - VND	58,109,763,586	51,931,179,668
Weighted average number of ordinary shares	72,200,145	72,209,441
Earnings per share - VND	805	719

(*) Comparative figures are restated due to the effect of appropriation bonus and welfare fund from profit after tax of prior period;

(**) The Company calculates profit after tax distributed for ordinary shareholders based on estimated appropriation bonus and welfare fund equivalents to 5% of realized profit after tax.

29.3 Operating lease commitments

The Company is renting offices under operating leases. As at 30 June 2017, the leases payable in the future under operating leases are as follows:

	<i>30 June 2017 VND</i>	<i>31 December 2016 VND</i>
Less than 1 year	19,902,647,312	22,152,736,391
From 1 to 5 years	55,647,580,232	22,988,775,223
Total	75,550,227,544	45,141,511,614

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

29. OTHER INFORMATION (continued)

29.4 Financial risk management objectives and policies

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

BVSC has established the Risk Management Committee ("RMC") to provide the framework and implementation of Risk Management, to advise and report to the Chief Executive Officer ("CEO") for risk management activities at BVSC.

Risk Management activities are implemented consistently from the Board of Directors ("BOD"), Board of Managements, and Heads of Departments to all employees. In May 2013, a member of the BOD, who is responsible for the risk management function, has been appointed to: periodically review risk management policies, risk limit; timely resolve the limitations of risk management activities based on CEO's reports; review and assess the efficiency and effectiveness of risk management function at BVSC.

At the executive level, the routine activities of the Risk Management Committee have been maintained since 2011. Besides, BVSC has also operated under the guidance of the SSC on establishment and operation of the risk management system, as specified in Decision No.105/2013/UBCK. The Company established Risk Management Department, which reports to the CEO, to carry out risk management activities. The Company issued the risk management policy, risk limits, risk management procedures to ensure the adequate and effective implementation of risk management.

In addition to the activities of risk management, BVSC has established ALCO Committee, which is in charge of consulting Management on the management of Assets and Liabilities of the Company properly. ALCO Committee has met periodically since 2011.

The priority aim of BVSC is to maintain adequate funds to support business development and liquidity needs as required by laws and regulations. BVSC continually met full requirements of funding in the year.

Risk Management Department is responsible for monthly monitoring, summarizing and reporting of risk management activities. Risk Management Committee has quarterly meetings to review risks incurred during the year, 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.

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

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 2017. Financial instruments affected by market risk include loans and borrowings, deposits and available-for-sale investments and loans and receivables investments.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

29. OTHER INFORMATION (continued)

29.4 Financial risk management objectives and policies (continued)

Market risk (continued)

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The financial instruments of BVSC which are exposed to interest rate risk are cash, short-term term deposit, bonds, loans & borrowings, repo transactions and margin activities. Interest rate risk of bond investments is assessed low as the bonds held by the Company have fixed-rate coupons. Interest rate risk of term deposit is assessed below average as the downward tendency of interest rate risk has a direct impact on interest income. In addition, the term deposits with short maturity are exposed to reinvestment risks given the current low interest rates. 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 proprietary proportion

The Company's listed and unlisted equity securities are susceptible to market price risk arising from uncertainty about future values of the investment securities. The Company manages equity price risk by placing a limit on equity investments. The Company's 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 revise the limit on equity investments to adapt the market condition and the Company's strategy. The latest Appendix on Level of Approval and Investment Limit was issued by the BOD on 17 March 2017.

The Company's listed equity securities are susceptible to market price risk. When share price decreases below average cost, the Company makes allowance for listed equity securities. Unlisted portfolio tends to decrease if the stock market suffers from a downturn. Therefore, if the share price decreases sharply, both listed & unlisted 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 price movement on the company's business performance, in recent years, BVSC tends to restructure the portfolio by reducing investment in shares. As at 30 June 2017, the percentage of listed and unlisted is 15.7% of the Company's Owners' Equity.

Scenario analysis is used to assess the impact of market volatility 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%:

	<i>Change in variables</i>	<i>Impact on profit before tax (VND)</i>
30 June 2017		
Scenario 1	+10%	4,015,094,407
Scenario 2	-10%	(4,015,094,407)
31 December 2016		
Scenario 1	+10%	4,342,614,532
Scenario 2	-10%	(4,342,614,532)

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

29. OTHER INFORMATION (continued)

29.4 Financial risk management objectives and policies (continued)

Market risk (continued)

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.

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 has term deposits only in banks which have the credit ratings in group 1 and 2 according to the internal assessment of its parent company's risk management department. In addition, BVSC also 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.

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 and their compliance with the Company's policy while conducting transactions with the Company as well as with other securities companies (if any). All customers must be rated before negotiating on ratings and margin lending limits. 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..

Besides, the Company also holds a large number of investors' shares as collaterals in providing margin service. In order to manage such collaterals as well as hedging against double risk arising from the volatility in market price and concentration risk from various investors, the Company has set up a policy on the management of the list of allowed collaterals as well as the limit on each security accepted as collateral. 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/QĐ-UBCK dated 25 January 2017 by State Securities Committee providing the regulations guiding on the margin trading of securities.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

29. OTHER INFORMATION (continued)

29.4 Financial risk management objectives and policies (continued)

Credit risk (continued)

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.

Details on credit quality by classes of assets for all financial assets (net of impairment) exposed to credit risk as at 30 June 2017 are as follows:

Currency: VND

	Neither past due nor impaired	Past due but not impaired			Total
		less than 3 months	3 – 6 months	6 – 12 months over 1 year	
30 June 2017					
Fixed maturity investments	346,626,573,035	-	-	-	346,626,573,035
Bonds	234,723,645,256	-	-	-	234,723,645,256
Term deposits	111,902,927,779	-	-	-	111,902,927,779
Other financial assets	765,075,438,171	-	-	-	765,075,438,171
Deposits to Settlement Assistance Fund	20,000,000,000	-	-	-	20,000,000,000
Dividends receivable	1,149,697,700	-	-	-	1,149,697,700
Receivables from securities trading activities	742,167,292,175	-	-	-	742,167,292,175
Others	1,758,448,296	-	-	-	1,758,448,296
Cash and cash equivalents	327,281,119,686	-	-	-	327,281,119,686
TOTAL	1,438,983,130,892	-	-	-	1,438,983,130,892

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

29. OTHER INFORMATION (continued)

29.4 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 2016 are as follows:

Currency: VND

	Neither past due nor impaired	Past due but not impaired			Total
		less than 3 months	3 – 6 months	6 – 12 months over 1 year	
31 December 2016					
Fixed maturity investments	598,843,402,421	-	-	-	598,843,402,421
Bonds	233,998,558,415	-	-	-	233,998,558,415
Term deposits	364,844,844,006	-	-	-	364,844,844,006
Other financial assets	771,498,123,991	-	-	-	771,498,123,991
Deposits to Settlement Assistance Fund	21,147,619,087	-	-	-	21,147,619,087
Dividends receivable	4,050,125,350	-	-	-	4,050,125,350
Receivables from securities trading activities	739,443,370,994	-	-	-	739,443,370,994
Others	6,857,008,560	-	-	-	6,857,008,560
Cash and cash equivalents	117,958,400,723	-	-	-	117,958,400,723
TOTAL	1,488,299,927,135	-	-	-	1,488,299,927,135

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 COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

29. OTHER INFORMATION (continued)

29.4 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 is always maintained at the rate of above 600%, which is much higher than the required ratio (180%).

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

29. OTHER INFORMATION (continued)

29.4 Financial risk management objectives and policies (continued)

Liquidity risk (continued)

The table below summarizes the maturity profile of the Company's financial assets and financial liabilities as at 30 June 2017 based on contractual undiscounted payments:

	Currency: million VND					Total
	No maturity	Up to 1 year	01 - 03 years	03 - 05 years	05 - 15 years	
30 June 2017						
FINANCIAL ASSETS						
Investments	395,947	153,817	37,740	100,889	156,350	844,743
Bonds	-	37,124	37,740	100,889	156,350	332,103
Term deposits	-	116,693	-	-	-	116,693
Shares	395,947	-	-	-	-	395,947
Other financial assets	20,000	749,575	-	-	-	769,575
Deposits to Settlement Assistance Fund	20,000	-	-	-	-	20,000
Dividends receivable	-	1,150	-	-	-	1,150
Receivables from securities trading activities	-	746,667	-	-	-	746,667
Other	-	1,758	-	-	-	1,758
Cash and cash equivalents	-	327,281	-	-	-	327,281
TOTAL	415,947	1,230,673	37,740	100,889	156,350	1,941,599
FINANCIAL LIABILITIES						
Accrued expenses	-	6,889	-	-	-	6,889
Payables from securities trading activities	-	4,090	-	-	-	4,090
Other payables	-	156,391	-	-	-	156,391
TOTAL	-	167,370	-	-	-	167,370

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

29. OTHER INFORMATION (continued)

29.4 Financial risk management objectives and policies (continued)

Liquidity risk (continued)

The table below summarizes the maturity profile of the Company's financial assets and financial liabilities as at 31 December 2016 based on contractual undiscounted payments:

	Currency: million VND						
	No maturity	Up to 1 year	01 - 03 years	03 - 05 years	05 - 15 years	Over 15 years	Total
31 December 2016							
FINANCIAL ASSETS							
Investments	308,943	359,575	150,056	24,000	160,700	-	1,003,274
Bonds	-	87,058	45,680	24,000	160,700	-	317,438
Term deposits	-	272,517	104,376	-	-	-	376,893
Shares	308,943	-	-	-	-	-	308,943
Other financial assets	20,000	751,498	-	-	-	-	771,498
Deposits to Settlement Assistance Fund	20,000	1,148	-	-	-	-	21,148
Dividends receivable	-	4,050	-	-	-	-	4,050
Receivables from securities trading activities	-	739,443	-	-	-	-	739,443
Other	-	6,857	-	-	-	-	6,857
Cash and cash equivalents	-	117,958	-	-	-	-	117,958
TOTAL	328,943	1,229,031	150,056	24,000	160,700	-	1,892,730
FINANCIAL LIABILITIES							
Short-term borrowings	-	159,677	-	-	-	-	159,677
Accrued expenses	-	1,910	-	-	-	-	1,910
Payables from securities trading activities	-	2,626	-	-	-	-	2,626
Other payables	-	101,477	-	-	-	-	101,477
TOTAL	-	265,690	-	-	-	-	265,690

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

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

29. OTHER INFORMATION (continued)

29.5 Restatement of comparative figures

Due to impacts of changes in accounting policies under the new Accounting Law, certain corresponding figures in the prior combined financial statements have been restated to conform with the presentation of this period's combined financial statements.

a. Extract from the interim combined statement of financial position

<i>Items</i>	<i>Note</i>	<i>31 December 2016 (previously stated) VND</i>	<i>Adjustments VND</i>	<i>31 December 2016 (restated) VND</i>
A. CURRENT ASSETS		1,342,246,508,351	20,989,556,390	1,363,236,064,741
<i>I. Financial assets</i>		1,338,948,130,517	20,989,556,390	1,359,937,686,907
1. Financial assets at fair value through profit and loss (FVTPL)	[1]	122,951,021,045	(9,127,949,725)	113,823,071,320
2. Available-for-sale investment (AFS)	[2]	107,519,517,159	11,572,227,318	119,091,744,477
3. Allowance for impairment of financial assets and mortgage assets	[3]	(78,258,018,426)	18,545,278,797	(59,712,739,629)
B. NON-CURRENT ASSETS		513,008,962,674	3,413,646,000	516,422,608,674
<i>I. Long-term financial assets</i>		479,676,335,859	3,413,646,000	483,089,981,859
1. Investments		509,676,335,859	3,413,646,000	513,089,981,859
1.1 Other long-term investments	[2]	181,150,483,000	3,413,646,000	184,564,129,000
TOTAL ASSETS		1,855,255,471,025	24,403,202,390	1,879,658,673,415
C. LIABILITIES		307,093,147,441	4,880,640,479	311,973,787,920
<i>II. Non-current liabilities</i>		-	4,880,640,479	4,880,640,479
1. Deferred tax liability	[4]	-	4,880,640,479	4,880,640,479
D. OWNERS' EQUITY		1,548,162,323,584	19,522,561,911	1,567,684,885,495
<i>I. Capital</i>		1,548,162,323,584	19,522,561,911	1,567,684,885,495
1. Difference from revaluation of assets at fair value	[2]	-	11,988,698,654	11,988,698,654
2. Undistributed profit		168,277,570,560	7,533,863,257	175,811,433,817
2.1 Unrealized profit	[1]	-	7,533,863,257	7,533,863,257
TOTAL LIABILITIES AND OWNERS' EQUITY		1,855,255,471,025	24,403,202,390	1,879,658,673,415

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

29. OTHER INFORMATION (continued)

29.5 Restatement of comparative figures (continued)

b. Extract from the interim combined income statement

Items	Notes	Previous period (previously stated) VND	Adjustments VND	Previous period (restated) VND
I. OPERATING REVENUE				
1. Gain from financial assets at fair value through profit and loss (FVTPL)		14,032,857,638	16,823,194,125	30,856,051,763
b. Gain from revaluation of financial assets at FVTPL	[1]	-	16,823,194,125	16,823,194,125
2. Gain from held-to-maturity investments (HTM)	[5]	5,508,301,368	9,629,862,731	15,138,164,099
3. Gain from loans and receivables	[5]	60,475,748,162	(9,629,862,731)	50,845,885,431
Total operating revenue		142,652,339,761	16,823,194,125	159,475,533,886
II. OPERATING EXPENSES				
1. Loss from financial assets at fair value through profit and loss (FVTPL)		(9,063,010,357)	(7,097,559,695)	(16,160,570,052)
b. Loss from revaluation of financial assets at FVTPL	[1]	-	(7,097,559,695)	(7,097,559,695)
2. Allowance expenses for doubtful debts, impairment of financial assets and borrowing costs	[3]	13,828,017,515	(10,717,222,044)	3,110,795,471
Total operating expenses		(47,169,955,987)	(17,814,781,739)	(64,984,737,726)
VI. OPERATING PROFIT		66,251,089,313	(991,587,614)	65,259,501,699
VIII. PROFIT BEFORE TAX		66,043,435,501	(991,587,614)	65,051,847,887
Realized profit	[3]	66,043,435,501	(10,717,222,044)	55,326,213,457
Unrealized profit	[1]	-	9,725,634,430	9,725,634,430
IX. CORPORATE INCOME TAX (CIT) EXPENSES		(10,605,912,156)	(278,740,998)	(10,884,653,154)
2. Deferred CIT expense	[4]	-	(278,740,998)	(278,740,998)
X. PROFIT AFTER TAX		55,437,523,345	(1,270,328,612)	54,167,194,733
XI. OTHER COMPREHENSIVE INCOME AFTER TAX		-	610,214,746	610,214,746
Gain from revaluation of AFS financial assets	[2]	-	610,214,746	610,214,746
Total other comprehensive income		-	610,214,746	610,214,746
Earnings per share (VND/share)		768	(49)	719

[1] Adjusted for FVTPL financial assets recognized at fair value

[2] Adjusted for AFS financial assets recognized at fair value

[3] Adjusted for allowance for impairment of FVTPL and AFS financial assets recognized at fair value

[4] Adjusted for deferred CIT due to the impact of fair value recognition of FVTPL and AFS financial assets

[5] Reclassified interest income from term deposit from "Gain from loans and receivables" to "Gain from held-to-maturity investments"

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period then ended

30. EVENTS AFTER THE BALANCE SHEET DATE

Other than disclosed elsewhere in the interim combined financial statements, there is no event or circumstance arisen since 30 June 2017 that requires adjustment or disclosure in the interim combined financial statements of the Company.

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

Ms. Nguyen Hong Thuy
Approval
Head of Financial
Accounting Department

Mr. Nhu Dinh Hoa
Approval
Chief Executive Officer

Hanoi, Vietnam

8 August 2017

