

Bao Viet Securities Joint Stock Company

Interim combined financial statements

30 June 2018



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, Business Licence No. 01/GPHDKD dated 26 November 1999 by the State Securities Commission and Amended Certificate of Securities Operating License No.01/GPHDKD, which was granted under Decision No. 288/UBCK-GP dated 10 December 2009 issued by the State Securities Commission.

As at 30 June 2018, the Company's head office is located at floors 2 and 3, 72 Tran Hung Dao Street, Hoan Kiem District, Ha Noi and its Ho Chi Minh branch is located at Bao Viet Building, No. 233, Dong Khoi Street, District 1, Ho Chi Minh City.

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. 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 cum Director of Ho Chi Minh Branch	Reappointed on 5 May 2017

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 its report and the combined financial statements of the Company (including its Head Office and Ho Chi Minh Branch) for the six-month period ended 30 June 2018.

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 combined 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 2018 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 combined financial statements.

For and on behalf of Management:



Mr. Nhu Dinh Hoa
Chief Executive Officer

Hanoi, Vietnam

13 August 2018

Reference: 60758149/20378388-LR

REPORT ON REVIEW OF INTERIM COMBINED FINANCIAL STATEMENTS

To: **The 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 13 August 2018 and set out on page 5 to 75 which comprise the interim combined financial position as at 30 June 2018, 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 combined financial statements, and for such internal control as management determines is necessary to enable the preparation and presentation of the interim combined 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 2018, 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 combined financial statements.

Ernst & Young Vietnam Limited



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

Hanoi, Vietnam

13 August 2018

INTERIM COMBINED STATEMENT OF FINANCIAL POSITION
as at 30 June 2018

Currency: VND

Code	ITEMS	Notes	30 June 2018	31 December 2017
100	A. CURRENT ASSETS		3,400,448,093,796	1,740,895,200,763
110	I. Financial assets		3,397,949,701,072	1,739,579,063,830
111	1. Cash and cash equivalents	5	1,546,896,489,812	10,261,178,967
111.1	a. Cash		1,546,896,489,812	10,261,178,967
112	2. Financial assets at fair value through profit and loss (FVTPL)	7.1	191,450,088,100	181,752,087,610
113	3. Held-to-maturity investment (HTM)	7.3	-	136,889,897,791
114	4. Loans	7.4	1,406,417,301,144	1,334,716,373,393
115	5. Available-for-sale investment (AFS)	7.2	110,100,592,497	110,657,452,497
116	6. Provision for impairment of financial assets and mortgage assets	7.6	(64,864,657,683)	(67,944,728,883)
117	7. Receivables	8	13,224,299,359	10,486,522,115
117.2	a. Receivables and accrued dividend and interest		13,224,299,359	10,486,522,115
117.4	- Undue accrued dividend and interest		13,224,299,359	10,486,522,115
118	8. Advances to suppliers	8	6,012,777,193	6,821,181,789
119	9. Receivables from services provided by the Company	8	6,020,861,514	4,377,685,224
122	10. Other receivables	8	198,593,178,835	27,462,643,026
129	11. Provision for impairment of receivables	8	(15,901,229,699)	(15,901,229,699)
130	II. Other current assets	9	2,498,392,724	1,316,136,933
131	1. Advances		537,335,300	514,547,275
132	2. Office supplies, materials and tools		147,152,434	212,376,870
133	3. Short-term prepaid expenses		1,813,904,990	571,512,788
134	4. Short-term deposits, collaterals and pledges		-	17,700,000
200	B. NON-CURRENT ASSETS		453,956,050,558	458,059,245,909
210	I. Long-term financial assets		376,979,201,167	374,219,253,495
212	1. Investments		408,747,542,029	402,029,253,495
212.1	a. Held-to-maturity investments	7.3	214,354,492,229	212,817,544,895
212.4	b. Other long-term investments	7.2	194,393,049,800	189,211,708,600
213	2. Provision for impairment of long-term financial assets	7.6	(31,768,340,862)	(27,810,000,000)
220	II. Fixed assets		12,565,692,261	14,135,215,848
221	1. Tangible fixed assets	10	9,834,004,720	11,280,768,544
222	a. Cost		35,288,779,288	34,689,380,288
223a	b. Accumulated depreciation		(25,454,774,568)	(23,408,611,744)
227	2. Intangible fixed assets	11	2,731,687,541	2,854,447,304
228	a. Cost		13,956,101,090	13,542,101,090
229a	b. Accumulated amortisation		(11,224,413,549)	(10,687,653,786)
250	III. Other non-current assets		64,411,157,130	69,704,776,566
251	1. Long-term deposits, collaterals and pledges		1,157,476,115	1,152,476,115
252	2. Long-term prepaid expenses	12	43,253,681,015	47,393,820,391
254	3. Deposits to Settlement Assistance Fund	13	20,000,000,000	21,158,480,060
270	TOTAL ASSETS		3,854,404,144,354	2,198,954,446,672

INTERIM COMBINED STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2018

Currency: VND

Code	ITEMS	Notes	30 June 2018	31 December 2017
300	C. LIABILITIES		2,103,828,804,254	500,850,839,962
310	I. Current liabilities		1,792,318,765,076	490,044,251,418
311	1. Short-term borrowings and financial leases		-	89,985,675,489
312	a. Short-term borrowings		-	89,985,675,489
318	2. Payables for securities transactions	14	4,241,026,379	3,786,996,811
320	3. Short-term trade payables	15	1,071,043,212	10,713,515,474
321	4. Short-term advances from customers		2,697,000,000	2,961,300,000
322	5. Statutory obligations	16	11,401,422,382	14,357,264,044
323	6. Payables to employees		39,674,686,713	48,317,200,787
324	7. Employee benefits		1,283,927,760	909,202,166
325	8. Short-term accrued expenses	17	6,962,943,100	3,348,624,774
329	9. Other short-term payables	18	1,501,230,684,660	95,975,685,774
331	10. Bonus and welfare fund		8,541,785,069	5,893,515,403
332	11. Payables under bonds repo agreements	19	215,214,245,801	213,795,270,696
340	II. Non-current liabilities		311,510,039,178	10,806,588,544
346	1. Long-term bonds issued	20	300,068,425,102	-
356	2. Deferred tax liability	27.2	11,441,614,076	10,806,588,544
400	D. OWNERS' EQUITY		1,750,575,340,100	1,698,103,606,710
410	I. Capital	21	1,750,575,340,100	1,698,103,606,710
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	- Ordinary shares		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	28	28,425,971,294	25,455,682,334
414	3. Charter capital supplementary reserve		29,538,463,475	29,538,463,475
415	4. Operational risk and financial reserve		29,538,463,475	29,538,463,475
417	5. Undistributed profit		330,976,587,636	281,475,143,206
417.1	- Realized profit after tax		345,376,374,793	282,922,223,792
417.2	- Unrealized profit		(14,399,787,157)	(1,447,080,586)
440	TOTAL LIABILITIES AND OWNERS' EQUITY		3,854,404,144,354	2,198,954,446,672

INTERIM COMBINED STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2018

OFF-BALANCE SHEET ITEMS

Code	ITEMS	Notes	30 June 2018	31 December 2017
	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 (number of shares)		72,200,145	72,200,145
007	3. Treasury shares (number of shares)		33,792	33,792
008	4. The Company's Financial assets listed/registered at Vietnam Securities Depository centre ("VSD") (VND)	22.1	171,950,600,000	140,592,400,000
009	5. The Company's non-traded financial assets deposited at VSD (VND)	22.2	3,000,100,000	3,000,000,000
010	6. The Company's awaiting financial assets (VND)	22.3	50,000,000,000	3,291,200,000
012	7. The Company's financial assets which have not been deposited at VSD (VND)	22.4	126,686,470,000	184,357,310,000
	B. ASSETS AND LIABILITIES MANAGED UNDER AGREEMENT WITH INVESTORS			
021	1. Investors' financial assets listed/registered at VSD (VND)	22.5	30,166,440,870,000	30,439,112,740,000
021.1	a. Unrestricted financial assets (VND)		29,356,322,800,000	29,358,257,520,000
021.2	b. Restricted financial assets (VND)		281,068,490,000	285,180,700,000
021.3	c. Mortgage financial assets (VND)		367,221,010,000	614,951,120,000
021.5	d. Financial assets awaiting settlement (VND)		161,828,570,000	180,723,400,000

INTERIM COMBINED STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2018

OFF-BALANCE SHEET ITEMS (continued)

Code	ITEMS	Notes	30 June 2018	31 December 2017
	B. ASSETS AND LIABILITIES MANAGED UNDER AGREEMENT WITH INVESTORS (continued)			
022	2. Investors' non-traded financial assets deposited at VSD (VND)	22.6	45,598,630,000	38,277,500,000
022.1	a. <i>Unrestricted and non-traded financial assets deposited at VSD (VND)</i>		23,437,630,000	14,209,440,000
022.2	b. <i>Restricted and non-traded financial assets deposited at VSD (VND)</i>		22,161,000,000	24,068,060,000
023	3. Investors' awaiting financial assets (VND)		134,490,000,000	266,557,800,000
024b	4. Investor's financial assets which have not been deposited at VSD (VND)		2,439,322,700,000	2,149,322,700,000
026	5. Investors' deposits (VND)		917,813,804,568	737,314,588,699
027	a. <i>Investors' deposits for securities trading activities under the Company's management (VND)</i>	22.7	911,326,410,484	415,638,533,838
028	b. <i>Investors' synthesizing deposits for securities trading activities (VND)</i>	22.7	3,484,129,044	318,869,139,597
030	c. <i>Securities issuers' deposits (VND)</i>		3,003,265,040	2,806,915,264

INTERIM COMBINED STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2018

OFF-BALANCE SHEET ITEM (continued)

Code	ITEMS	Notes	30 June 2018	31 December 2017
	B. ASSETS AND PAYABLES UNDER AGREEMENT WITH INVESTORS (continued)			
	6. Payables for investors (VND)		917,813,804,568	737,314,588,699
031	6.1. Payables for investors' deposits for securities trading activities under the Company's management (VND)	22.8	904,691,712,194	725,721,558,367
031.1	- Domestic investors' deposits for securities trading activities under the Company's management (VND)		903,550,477,126	724,601,017,157
031.2	- Foreign investors' deposits for securities trading activities under the Company's management (VND)		1,141,235,068	1,120,541,210
032	6.2. Payables to securities issuers (VND)		2,662,090,760	3,158,667,760
035	6.3. Dividend, bond principal and interest payables (VND)		10,460,001,614	8,434,362,572

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

13 August 2018

INTERIM COMBINED INCOME STATEMENT
for the six-month period ended 30 June 2018

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2018	For the six-month period ended 30 June 2017
	I. OPERATING REVENUE			
01	1. Gain from financial assets at fair value through profit and loss (FVTPL)		62,573,304,816	23,337,150,553
01.1	a. Gain from disposal of financial assets at FVTPL	23.1	16,813,034,025	7,974,350,384
01.2	b. Gain from revaluation of financial assets at FVTPL	23.2	41,986,149,578	13,247,402,641
01.3	c. Dividend, interest income from financial assets at FVTPL	23.3	3,774,121,213	2,115,397,528
02	2. Gain from held-to-maturity investments (HTM)	23.3	10,811,418,987	15,705,060,981
03	3. Gain from loans and receivables	23.3	82,050,222,455	59,902,523,126
04	4. Gain from available-for-sale (AFS) financial assets	23.3	917,148,400	3,515,793,500
06	5. Revenue from brokerage services	23.4	95,529,576,666	110,301,880,932
07	6. Revenue from underwriting and issuance agency services	23.4	214,765,219	700,150,000
09	7. Revenue from securities custodian services	23.4	2,926,044,541	2,660,272,376
10	8. Revenue from financial advisory services	23.4	3,534,477,273	2,813,840,149
11	9. Revenue from other operating activities	23.4	680,429,345	393,295,074
20	Total operating revenue		259,237,387,702	219,329,966,691
	II. OPERATING EXPENSES			
21	1. Loss from financial assets at fair value through profit and loss (FVTPL)		(61,303,484,338)	(14,469,684,676)
21.1	a. Loss from disposal of financial assets at FVTPL	23.1	(6,257,081,481)	(3,238,821,419)
21.2	b. Loss from revaluation of financial assets at FVTPL	23.2	(55,046,402,857)	(11,230,863,257)
24	2. Provision expense for diminution in value and impairment of financial assets and doubtful debts and borrowing costs of loans	24	(878,269,662)	(2,666,349,440)
26	3. Expenses for proprietary trading activities		(744,105,239)	(581,469,818)
27	4. Expenses for brokerage services		(78,769,947,394)	(82,528,151,583)
30	5. Expenses for securities custodian services		(6,390,271,175)	(5,345,070,615)
31	6. Expenses for financial advisory services		(4,276,003,838)	(2,672,990,864)
32	7. Expenses for other operating activities		(3,282,185,413)	(2,926,140,342)
40	Total operating expenses		(155,644,267,059)	(111,189,857,338)
	III. FINANCIAL INCOME			
42	1. Received and accrued dividends, non-fixed interest income		13,344,705,742	8,119,385,120
50	Total financial income		13,344,705,742	8,119,385,120

INTERIM COMBINED INCOME STATEMENT (continued)
for the six-month period ended 30 June 2018

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2018	For the six-month period ended 30 June 2017
	IV. FINANCIAL EXPENSES			
51	1. Realized and unrealized foreign exchange differences		-	(2,886,781)
52	2. Borrowing cost		(7,566,480,582)	(3,339,207,336)
60	Total financial expenses		(7,566,480,582)	(3,342,094,117)
62	V. GENERAL AND ADMINISTRATIVE EXPENSES	25	(40,628,679,448)	(37,051,590,250)
70	VI. OPERATING PROFIT		68,742,666,355	75,865,810,106
	VII. OTHER INCOME AND EXPENSES			
71	1. Other income	26	118,454,545	9,090,909
72	2. Other expenses	26	(242,090,000)	(214,940,247)
80	Net other loss		(123,635,455)	(205,849,338)
90	VIII. PROFIT BEFORE TAX		68,619,030,900	75,659,960,768
91	1. Realized profit		81,679,284,179	73,643,421,384
92	2. Unrealized profit		(13,060,253,279)	2,016,539,384
100	IX. CORPORATE INCOME TAX (CIT) EXPENSES	27	(13,022,051,271)	(14,611,921,646)
100.1	1. Current CIT expense		(13,129,597,979)	(14,877,910,663)
100.2	2. Deferred CIT income		107,546,708	265,989,017
200	X. PROFIT AFTER TAX		55,596,979,629	61,048,039,122
300	XI. OTHER COMPREHENSIVE INCOME AFTER TAX	29	2,970,288,960	1,601,959,680
301	Gain from revaluation of AFS financial assets		2,970,288,960	1,601,959,680
400	Total other comprehensive income		2,970,288,960	1,601,959,680
500	XII. NET INCOME PER SHARE			
501	Earnings per share (VND/share)	30.2	723	805

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

13 August 2018

INTERIM COMBINED CASH FLOW STATEMENT
for the six-month period ended 30 June 2018

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2018	For the six-month period ended 30 June 2017
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	1. Payment for purchase of financial assets		(24,797,587,411,365)	(30,620,062,381,446)
02	2. Proceeds from sale of financial assets		24,904,636,496,201	30,690,667,311,169
04	3. Dividend received		3,829,028,213	7,515,764,460
05	4. Coupon and interest received		98,958,537,694	82,089,185,033
06	5. Interest paid		(118,981,060)	(1,032,836,722)
07	6. Payment to suppliers		(22,945,376,924)	(23,602,885,219)
08	7. Payments to employees		(68,380,057,753)	(52,454,622,932)
09	8. Tax paid		(53,083,370,624)	(46,391,537,765)
11	9. Other cash receipts from operating activities		7,677,121,501,376	4,523,367,090,030
12	10. Other cash payments for operating activities		(6,409,191,361,959)	(4,428,903,847,112)
20	Net cash flows from operating activities		1,333,239,003,799	131,191,239,496
	II. CASH FLOW FROM INVESTING ACTIVITIES			
21	1. Payment for purchase and construction of fixed assets, investment properties and other assets		(755,870,000)	(96,800,000)
30	Net cash flow used in investing activities		(755,870,000)	(96,800,000)

INTERIM COMBINED CASH FLOW STATEMENT (continued)
for the six-month period ended 30 June 2018

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2018	For the six-month period ended 30 June 2017
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
33	1. Drawdown of borrowings		471,519,971,568	2,662,191,992,596
33.2	1.1 Other borrowings		471,519,971,568	2,662,191,992,596
34	2. Repayment of borrowings		(267,367,794,522)	(2,747,789,141,068)
34.3	2.1 Repayment of other borrowings		(267,367,794,522)	(2,747,789,141,068)
40	Net cash flow from/(used in) financing activities		204,152,177,046	(85,597,148,472)
50	IV. NET INCREASE IN CASH FOR THE PERIOD		1,536,635,310,845	45,497,291,024
60	V. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	5	10,261,178,967	7,450,071,427
61	Cash		10,261,178,967	7,450,071,427
70	VI. CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5	1,546,896,489,812	52,947,362,451
71	Cash		1,546,896,489,812	52,947,362,451

INTERIM COMBINED CASH FLOW STATEMENT (continued)
for the six-month period ended 30 June 2018

CASH FLOWS FROM BROKERAGE AND TRUST ACTIVITIES OF CUSTOMERS

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2018	For the six-month period ended 30 June 2017
	I. Cash flows from brokerage and trust activities of customers			
01	1. Cash receipt from sale of securities on behalf of customers		45,362,132,964,125	50,499,612,775,893
02	2. Cash payment for acquisition of securities on behalf of customers		(42,807,286,812,530)	(47,547,974,012,925)
07	3. Cash receipt for settlement of securities transactions of customers		26,809,840,697,830	21,666,084,178,005
09	4. Cash payment for custodian fees of customers		(2,625,367,542)	(1,501,316,820)
12	5. Cash receipt from securities issuers		3,814,468,996,769	2,198,326,911,304
13	6. Cash payment to securities issuers		(3,788,128,785,514)	(2,199,684,725,101)
	7. Other cash inflows from brokerage and trust activities of customer		38,814,284,474,992	42,297,425,248,424
	8. Other cash outflows from brokerage and trust activities of customers		(68,022,186,952,261)	(66,517,993,686,520)
20	Net increase in cash for the period		180,499,215,869	394,295,372,260
30	II. Cash and cash equivalents of customers at the beginning of the period			
31	Cash at banks at the beginning of the period:		737,314,588,699	482,807,490,320
32	- Investors' deposits under the Company's management	22.7	415,638,533,838	160,686,058,057
34	- Investors' synthesizing deposits for securities trading activities		318,869,139,597	308,360,826,219
35	- Deposits of securities issuers		2,806,915,264	13,760,606,044

INTERIM COMBINED CASH FLOW STATEMENT (continued)
for the six-month period ended 30 June 2018

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

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2018	For the six-month period ended 30 June 2017
40	III. Cash and cash equivalents of customers at the end of the period			
41	Cash at banks at the end of the period:		917,813,804,568	877,102,862,580
42	- Investors' deposits under the Company's management	22.7	911,326,410,484	440,566,153,996
43	- Investors' synthesizing deposits for securities trading activities	22.7	3,484,129,044	434,733,672,089
45	- Deposits of securities issuers		3,003,265,040	1,803,036,495



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

13 August 2018

INTERIM COMBINED STATEMENT OF CHANGES IN OWNERS' EQUITY
for the six-month period ended 30 June 2018

Currency: VND

ITEMS	Notes	Opening balance		Increase/(decrease)				Ending balance	
		1 January 2017	1 January 2018	For the six-month period ended 30 June 2017		For the six-month period ended 30 June 2018		30 June 2017	30 June 2018
				Increase	Decrease	Increase	Decrease		
A	B	1	2	3	4	5	6	7	8
I. CHANGES IN OWNERS' EQUITY									
1. Share capital	21	1,332,095,854,220	1,332,095,854,220	-	-	-	-	1,332,095,854,220	1,332,095,854,220
1.1 Ordinary shares		722,339,370,000	722,339,370,000	-	-	-	-	722,339,370,000	722,339,370,000
1.2 Share premium		610,253,166,720	610,253,166,720	-	-	-	-	610,253,166,720	610,253,166,720
1.3 Treasury shares		(496,682,500)	(496,682,500)	-	-	-	-	(496,682,500)	(496,682,500)
2. Charter capital supplementary reserves		23,894,449,402	29,538,463,475	-	-	-	-	23,894,449,402	29,538,463,475
3. Operational risk and financial reserves		23,894,449,402	29,538,463,475	-	-	-	-	23,894,449,402	29,538,463,475
4. Difference from revaluation of financial assets at fair value	29	11,988,698,654	25,455,682,334	8,316,359,680	(6,714,400,000)	11,116,152,960	(8,145,864,000)	13,590,658,334	28,425,971,294
5. Undistributed profit		175,811,433,817	281,475,143,206	79,593,317,919	(24,038,157,683)	68,549,686,200	(19,048,241,770)	231,366,594,053	330,976,587,636
5.1 Realized profit		168,277,570,560	282,922,223,792	77,310,789,518	(5,492,878,886)	68,549,686,200	(6,095,535,199)	240,095,481,192	345,376,374,793
5.2 Unrealized profit/(loss) after tax		7,533,863,257	(1,447,080,586)	2,282,528,401	(18,545,278,797)	-	(12,952,706,571)	(8,728,887,139)	(14,399,787,157)
TOTAL		1,567,684,885,495	1,698,103,606,710	87,909,677,599	(30,752,557,683)	79,665,839,160	(27,194,105,770)	1,624,842,005,411	1,750,575,340,100

INTERIM COMBINED STATEMENT OF CHANGES IN OWNERS' EQUITY (continued)
for the six-month period ended 30 June 2018

Currency: VND

ITEMS	Notes	Opening balance		Increase/(decrease)				Ending balance	
		1 January 2017	1 January 2018	For the six-month period ended 30 June 2017		For the six-month period ended 30 June 2018		30 June 2017	30 June 2018
				Increase	Decrease	Increase	Decrease		
A	B	1	2	3	4	5	6	7	8
II. OTHER COMPREHENSIVE INCOME									
Gain from revaluation of AFS financial assets	30	11,988,698,654	25,455,682,334	8,316,359,680	(6,714,400,000)	11,116,152,960	(8,145,864,000)	13,590,658,334	28,425,971,294
TOTAL		11,988,698,654	25,455,682,334	8,316,359,680	(6,714,400,000)	11,116,152,960	(8,145,864,000)	13,590,658,334	28,425,971,294



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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

13 August 2018

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

1. THE COMPANY

Bao Viet Securities Joint Stock Company ("the Company", "BVSC") is a joint-stock company established in Vietnam under Incorporation License No. 4640/GP-UB dated 1 October 1999 by the Hanoi People's Committee, Business License No. 01/GPHDKD dated 26 November 1999 by the State Securities Commission and Amended Certificate of Securities Operating License No.01/GPHDKD, which was granted under Decision No. 36/GPĐC-UBCK dated 2 August 2017 issued by the State Securities Commission.

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

As at 30 June 2018, the Company's head office is located at floors 2 and 3, 72 Tran Hung Dao Street, Hoan Kiem District, Ha Noi and its Ho Chi Minh branch is located at Bao Viet Building, No. 233, Dong Khoi Street, District 1, Ho Chi Minh City.

The Company has transaction offices as follows:

<i>Name</i>	<i>Address</i>
1. Transaction office at Head Office (Hanoi)	72 Tran Hung Dao, Hoan Kiem District, Hanoi
2. Transaction office No. 1 (Hanoi)	94 Ba Trieu Str., Hoan Kiem Dist., Hanoi
3. Transaction office Kim Ma (Hanoi)	Floor 2, VIT Tower, 519 Kim Ma Str., Ba Dinh Dist., Hanoi
4. Transaction office Lang Ha (Hanoi)	Floors 12, 14 Lang Ha Tower, Ba Dinh Dist., Hanoi
5. Transaction office Cao Thang (Ho Chi Minh City)	90 Cao Thang Str., District 3, Ho Chi Minh City
6. Transaction office 11 Nguyen Cong Tru (Ho Chi Minh City)	11 Nguyen Cong Tru Str, District 1, Ho Chi Minh City
7. Transaction office 233 Dong Khoi (Ho Chi Minh City)	233 Dong Khoi Str., District 1, Ho Chi Minh City
8. Transaction office Le Hong Phong (Ho Chi Minh City)	Floors 1 & 2, 174 Le Hong Phong Str. Ward 3, District 5, Ho Chi Minh City

Main features of operation of the Company

Charter capital

As at 30 June 2018, the Company's charter capital was VND 722,339,370,000; owners' equity was VND 1,750,575,340,100 and total assets was VND 3,854,404,144,354.

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 for securities issues, financial advisory, securities investment advisory services and margin lending activities. The Company aims at contributing to the development of Vietnam Stock market as well as bringing benefit to its clients, its investors and its shareholders.

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 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 company is 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 company may invest in real-estate investment and fixed assets on the principle that the carrying value of the fixed assets and real-estate investment should not exceed fifty percent (50%) of the total value of assets of the securities company.
- ▶ Securities company is 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-proprietary trading, is allowed to trade listed bonds in accordance with relevant regulations on trading Government bonds.
- ▶ Securities company must not by itself, 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 open-ended 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 2018 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 (the "Company") expressed in Vietnam dong ("VND") are prepared in accordance with Vietnamese Enterprise Accounting System, the accounting regulation and guidance applicable to securities companies as set out in Circular No. 210/2014/TT-BTC dated 30 December 2014, Circular No.334/2016/TT-BTC dated 27 December 2016 by the Ministry of Finance amending, supplementing and replacing Appendix No. 02 and Appendix No. 04 of Circular No. 210/2014/TT-BTC; Circular No. 146/2014/TT-BTC dated 6 October 2014 providing guidance on financial regime applicable to securities companies, assets management companies; Vietnamese Accounting Standard No. 27 – Interim Financial Reporting and other Vietnamese Accounting Standards as per:

- ▶ Decision No. 149/2001/QD-BTC dated 31 December 2001 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (Series 1);
- ▶ Decision No. 165/2002/QD-BTC dated 31 December 2002 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 2);
- ▶ Decision No. 234/2003/QD-BTC dated 30 December 2003 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 3);
- ▶ Decision No. 12/2005/QD-BTC dated 15 February 2005 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 4); and
- ▶ Decision No. 100/2005/QD-BTC dated 28 December 2005 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (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 2018 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 2018 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 2018 and for the six-month period then ended

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

Management of the Company 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 utilization are not designed for those who are not informed about Vietnam's accounting principles, procedures and practices and furthermore are not intended to present the interim 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

The accounting policies adopted by the Company in preparation of the interim combined financial statements are consistent with those followed in the preparation of the Company's annual combined financial statements for the year ended 31 December 2017 and the interim combined financial statements for the six-month period ended 30 June 2017.

4.1 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 in the off-balance sheet.

4.2 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 recognizing 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 (acquisition cost of the assets excluding transaction cost arising from the purchase) and subsequently recognized at fair value.

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

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

4.3 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 year of a financial assets or a group of HTM investments.

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

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

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.4 Loans

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

- Those that the Company intends to sell immediately or will sell in a near future, which are classified as held for trading, and like those which, upon initial recognition, the entity categorized as such recognized at fair value through profit or loss statements;
- The amounts categorized by the Company as available for sale upon initial recognition; or
- The amounts whose holders cannot recover most of the initial investment value not due to credit quality impairment and which are categorized as available for sale.

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

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

Margin lending

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

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

4.5 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 (purchase price plus (+) transaction costs which are directly attributable to the purchase of the financial assets). After initial recognition, AFS financial assets are subsequently measured at fair value.

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

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

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

4.6 Fair value measurement

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

- ▶ For securities listed on Hanoi Stock Exchange and Ho Chi Minh City Stock Exchange, their market prices are their closing prices on the trading day preceding the date of setting up the provision.
- ▶ For securities registered for trading on UPCoM, their market prices are their closing prices on the trading day preceding the date of setting up the provision.
- ▶ For the delisted securities and suspended trading securities from the sixth day afterwards, their prices are the book value at the latest financial report date.
- ▶ The market price for unlisted securities and securities unregistered for trading used as a basis for setting up the provision is the average of actual trading prices quoted by 3 securities companies conducting transactions at the latest date within one month preceding the assessment date.

For provision purpose, market value is determined in accordance with the Circular No.146/2014/TT-BTC.

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

4.7 Derecognition of financial assets

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

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

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is 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.

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.7 Derecognition of financial assets (continued)

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

4.8 Reclassification of financial assets

Reclassification when selling financial assets other than FVTPL

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

Reclassification due to change in purpose or ability to hold

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

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

4.9 Recognition of mortgaged financial assets

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

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

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

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

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.10 Receivables

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

Receivables are subject to review for impairment based on their overdue status or estimated loss arising from undue debts of corporate debtors who have bankruptcy or are under liquidation; or of individual debtors who are missing, have fled, are prosecuted, detained or tried by law enforcement bodies, are serving sentences or have deceased. Increases or decreases to the 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:

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

4.11 Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation.

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

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

4.12 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.

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.13 Depreciation and amortization

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

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

4.14 Leased assets

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

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

4.15 Prepaid expenses

Prepaid expenses are reported as short-term or long-term prepaid expenses on the 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 five (05) years to the interim combined income statement:

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

4.16 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 selling price and repurchase price is treated as interest expense and is accrued over the life of the agreement using the straight-line method.

4.17 Bonds issued

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

4.18 Payables and accrued expenses

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

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.19 Employee benefits

4.19.1 Post-employment benefits

Post-employment benefits are paid to retired employees of the Company by the Social Insurance Agency, which belongs to the Ministry of Labor and Social Affairs. The Company is required to contribute to these post-employment benefits by paying social insurance premium to the Social Insurance Agency at the rate of 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.

4.19.2 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 salary. 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 general and administrative expenses in the period in which they are incurred.

4.19.3 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.

4.20 Foreign currency transactions

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

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

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

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.21 Treasury shares

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

4.22 Revenue recognition

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

Revenue from brokerage services

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

Revenue from trading of securities

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

Other income

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

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 recognized by reference to the stage of completion.

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

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.23 Borrowing costs

Borrowing costs consist of interest and other costs that the Company incurs in connection with the borrowing of funds. Borrowing costs are recorded as expense during the period in which they are incurred.

4.24 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.

4.25 Corporate income tax

Current income tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted as at the reporting date.

Current income tax is charged or credited to the interim 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.

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.

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.25 Corporate income tax (continued)

Deferred tax (continued)

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.

4.26 Owners' equity

Contributed capital

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

Undistributed profit

Undistributed profit comprises of realized and unrealized undistributed profit.

- ▶ Unrealized profit of the period is the total differences between gain or loss arising from revaluation of FVTPL financial assets or other financial assets through profit and loss in the interim combined income statement.
- ▶ Realized 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 arising from revaluation of financial assets recognized in unrealized profit.

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:

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

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

4.27 Appropriation of net profits

Net profit after tax is available for appropriation to shareholders based on 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.

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.28 Earnings per share

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

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

4.29 Related parties

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

4.30 Items with nil balances

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

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

5. CASH AND CASH EQUIVALENTS

	<i>30 June 2018</i> <i>VND</i>	<i>31 December 2017</i> <i>VND</i>
Cash	1,546,896,489,812	10,261,178,967
Cash on hand	115,474,075	520,283,114
Cash at banks for operation of the Company	1,546,781,015,737	9,740,895,853
Total	1,546,896,489,812	10,261,178,967

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	1,170,690,404	25,711,809,454,055
Bonds	267,248,570	33,723,593,914,554
Other securities	1,748,590	31,402,581,300
	1,439,687,564	59,466,805,949,909
2. By investors		
Shares	2,567,860,436	54,326,925,556,700
Bonds	458,436,773	57,938,374,061,493
Other securities	1,257,740	22,111,216,600
	3,027,554,949	112,287,410,834,793

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 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 2018		31 December 2017	
	Cost VND	Fair value VND	Cost VND	Fair value VND
Listed shares	166,713,905,257	157,968,923,700	147,823,875,539	147,524,716,510
TIX	27,645,724,730	39,805,875,000	27,645,724,730	32,021,615,000
TCD	34,000,000,000	30,000,000,000	34,000,000,000	35,400,000,000
VTV	-	-	21,710,000,000	20,800,000,000
C32	14,117,765,570	10,647,546,000	3,298,361,617	3,343,283,600
Others	90,950,414,957	77,515,502,700	61,169,789,192	55,959,817,910
Unlisted shares	4,626,467,700	1,413,164,400	10,495,991,445	5,187,371,100
PVO	3,318,480,000	1,282,140,000	6,600,000,000	2,400,000,000
PMT	1,059,173,000	72,000,000	1,059,173,000	92,000,000
Others	248,814,700	59,024,400	2,836,818,445	2,695,371,100
Fund certificates	30,174,381,048	32,068,000,000	20,436,633,252	29,040,000,000
E1VFN30	20,174,381,048	19,068,000,000	10,436,633,252	16,180,000,000
FUESSV50	10,000,000,000	13,000,000,000	10,000,000,000	12,860,000,000
Total	201,514,754,005	191,450,088,100	178,756,500,236	181,752,087,610

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

7. FINANCIAL ASSETS (continued)

7.2 Available-for-sale financial assets (AFS)

	30 June 2018			31 December 2017		
	Cost VND	Carrying value VND	Fair value/ Net carrying value(*) VND	Cost VND	Carrying value VND	Fair value/ Net carrying value(*) VND
SHORT-TERM						
Recognized at fair value	16,576,432,682	39,819,950,000	39,819,950,000	16,576,432,682	40,334,810,000	40,334,810,000
<i>Fund certificates</i>	16,576,432,682	39,819,950,000	39,819,950,000	16,576,432,682	40,334,810,000	40,334,810,000
VFMVF1	16,576,432,682	39,819,950,000	39,819,950,000	16,576,432,682	40,334,810,000	40,334,810,000
Recognized at cost	70,280,642,497	70,280,642,497	22,411,325,183	70,322,642,497	70,322,642,497	17,269,360,485
<i>Others proprietary investments</i>	18,850,314,253	18,850,314,253	-	18,892,314,253	18,892,314,253	-
<i>Shares</i>	51,430,328,244	51,430,328,244	22,411,325,183	51,430,328,244	51,430,328,244	17,269,360,485
Seaprimexco Vietnam	24,000,000,000	24,000,000,000	5,012,475,000	24,000,000,000	24,000,000,000	1,271,400,000
Others	27,430,328,244	27,430,328,244	17,398,850,183	27,430,328,244	27,430,328,244	15,997,960,485
Total	86,857,075,179	110,100,592,497	62,231,275,183	86,899,075,179	110,657,452,497	57,604,170,485

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

7. FINANCIAL ASSETS (continued)

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

	30 June 2018			31 December 2017		
	Cost VND	Carrying value VND	Fair value/ Net carrying value(*) VND	Cost VND	Carrying value VND	Fair value/ Net carrying value(*) VND
LONG-TERM						
Recognized at fair value	106,150,483,000	118,439,429,800	118,439,429,800	106,150,483,000	114,211,708,600	114,211,708,600
Shares	14,150,483,000	17,445,429,800	17,445,429,800	14,150,483,000	14,953,228,600	14,953,228,600
Global Petroleum Investment Joint Stock Company	14,150,483,000	17,445,429,800	17,445,429,800	14,150,483,000	14,953,228,600	14,953,228,600
Fund certificates	92,000,000,000	100,994,000,000	100,994,000,000	92,000,000,000	99,258,480,000	99,258,480,000
Bao Viet Value Investment Fund	80,000,000,000	87,944,000,000	87,944,000,000	80,000,000,000	85,315,680,000	85,315,680,000
Bao Viet Prospect Fund	12,000,000,000	13,050,000,000	13,050,000,000	12,000,000,000	13,942,800,000	13,942,800,000
Recognized at cost	75,953,620,000	75,953,620,000	44,185,279,138	75,000,000,000	75,000,000,000	47,190,000,000
Shares	75,953,620,000	75,953,620,000	44,185,279,138	75,000,000,000	75,000,000,000	47,190,000,000
Bac Ha Hydropower Joint Stock Company	75,953,620,000	75,953,620,000	44,185,279,138	75,000,000,000	75,000,000,000	47,190,000,000
Total	182,104,103,000	194,393,049,800	162,624,708,938	181,150,483,000	189,211,708,600	161,401,708,600

(*): For financial assets at AFS recognized 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 2018 and for the six-month period then ended

7. FINANCIAL ASSETS (continued)

7.3 Held-to-maturity investments (HTM)

	30 June 2018 VND	31 December 2017 VND
Short-term		
1. Term deposits	-	115,709,683,337
Term deposits contracts	-	115,709,683,337
2. Listed bonds	-	21,180,214,454
Government bonds	-	21,180,214,454
Total	-	136,889,897,791
Long-term		
1. Listed bonds	50,342,175,939	52,506,267,789
Government bonds	50,342,175,939	52,506,267,789
2. Unlisted bonds	164,012,316,290	160,311,277,106
Credit Institutions bonds	93,985,912,370	90,261,587,034
Corporate bonds	70,026,403,920	70,049,690,072
Total	214,354,492,229	212,817,544,895

7.4 Loans

	30 June 2018 VND	31 December 2017 VND
Margin lending	1,271,257,242,522	1,116,594,118,657
Advance lending	135,160,058,622	218,122,254,736
Total	1,406,417,301,144	1,334,716,373,393

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 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 2018				31 December 2017			
	Cost (VND)	Revaluation difference		Revaluated value (VND)	Cost (VND)	Revaluation difference		Revaluated value (VND)
		Increase (VND)	Decrease (VND)			Increase (VND)	Decrease (VND)	
FVTPL								
Short-term	201,514,754,005	21,675,606,260	(31,740,272,165)	191,450,088,100	178,756,500,236	22,213,339,800	(19,217,752,426)	181,752,087,610
Listed shares	166,713,905,257	18,674,292,160	(27,419,273,717)	157,968,923,700	147,823,875,539	13,560,399,501	(13,859,558,530)	147,524,716,510
Unlisted shares	4,626,467,700	1,314,100	(3,214,617,400)	1,413,164,400	10,495,991,445	49,573,551	(5,358,193,896)	5,187,371,100
Listed fund certificates	30,174,381,048	3,000,000,000	(1,106,381,048)	32,068,000,000	20,436,633,252	8,603,366,748	-	29,040,000,000
Total	201,514,754,005	21,675,606,260	(31,740,272,165)	191,450,088,100	178,756,500,236	22,213,339,800	(19,217,752,426)	181,752,087,610
AFS recognized at fair value								
Short-term	16,576,432,682	23,243,517,318	-	39,819,950,000	16,576,432,682	23,758,377,318	-	40,334,810,000
Unlisted fund certificates	16,576,432,682	23,243,517,318	-	39,819,950,000	16,576,432,682	23,758,377,318	-	40,334,810,000
Long-term	106,150,483,000	12,288,946,800	-	118,439,429,800	106,150,483,000	8,061,225,600	-	114,211,708,600
Unlisted shares	14,150,483,000	3,294,946,800	-	17,445,429,800	14,150,483,000	802,745,600	-	14,953,228,600
Unlisted fund certificates	92,000,000,000	8,994,000,000	-	100,994,000,000	92,000,000,000	7,258,480,000	-	99,258,480,000
Total	122,726,915,682	35,532,464,118	-	158,259,379,800	122,726,915,682	31,819,602,918	-	154,546,518,600

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

7. FINANCIAL ASSETS (continued)

7.6 Provision for impairment of financial assets and mortgage assets

	30 June 2018 VND	31 December 2017 VND
Short-term	64,864,657,683	67,944,728,883
For loans	16,995,068,089	14,891,446,871
- Margin lending	16,995,068,089	14,891,446,871
For AFS financial assets	47,869,589,594	53,053,282,012
- Shares	29,019,275,341	34,160,967,759
- Other proprietary investments	18,850,314,253	18,892,314,253
Long term	31,768,340,862	27,810,000,000
For AFS	31,768,340,862	27,810,000,000
- Shares	31,768,340,862	27,810,000,000
Total	96,632,998,545	95,754,728,883

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

7. FINANCIAL ASSETS (continued)

7.7 Detail of provision for impairment of financial assets

No.	Financial assets	Quantity	Basis of provision in the current period		Allowance made for the current period (VND)	Allowance made for previous period (VND)	(Addition)/ reversal allowance for current period (VND)
			Book value (VND)	Market value as at the reporting date (VND)			
I	HTM	1,400,070	214,354,492,229	236,143,503,805	-	-	-
1	Bonds	1,400,070	214,354,492,229	236,143,503,805	-	-	-
	Government bonds	500,000	50,342,175,939	63,327,703,904	-	-	-
	Financial Institutions bonds	900,000	93,985,912,370	101,247,273,516	-	-	-
	Corporate bonds	70	70,026,403,920	71,568,526,385	-	-	-
II	Loans		1,406,417,301,144	1,389,422,233,055	(16,995,068,089)	(14,891,446,871)	(2,103,621,218)
	Margin lending		1,271,257,242,522	1,254,262,174,433	(16,995,068,089)	(14,891,446,871)	(2,103,621,218)
	Advance lending		135,160,058,622	135,160,058,622	-	-	-
III	AFS		146,234,262,497	66,596,604,321	(79,637,930,456)	(80,863,282,012)	1,225,351,556
	Bac Ha Hydropower JSC.	6,095,362	75,953,620,000	44,185,279,138	(31,768,340,862)	(27,810,000,000)	(3,958,340,862)
	Seaprimexco Vietnam	975,000	24,000,000,000	5,012,475,000	(18,987,525,000)	(22,728,600,000)	3,741,075,000
	Other proprietary investments	-	18,850,314,253	-	(18,850,314,253)	(18,892,314,253)	42,000,000
	Others	1,543,127	27,430,328,244	17,398,850,183	(10,031,750,341)	(11,432,367,759)	1,400,617,418
	Total		1,767,006,055,870	1,692,162,341,181	(96,632,998,545)	(95,754,728,883)	(878,269,662)

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

8. RECEIVABLES AND ADVANCES TO SUPPLIERS

	30 June 2018 VND	31 December 2017 VND
Receivables and accrued dividend and interest	13,224,299,359	10,486,522,115
<i>Dividend</i>	1,216,016,700	353,779,300
<i>Accrued interest from term deposits</i>	968,885,515	2,193,622,705
<i>Accrued interest from margin</i>	11,039,397,144	7,939,120,110
Receivables from services provided by the Company	6,020,861,514	4,377,685,224
Other receivables	198,593,178,835	27,462,643,026
<i>Transactions awaiting settlement via banks at the end of the report date</i>	180,385,492,901	-
<i>Others</i>	18,207,685,934	27,462,643,026
Provision for impairment of receivables (*)	(15,901,229,699)	(15,901,229,699)
	201,937,110,009	26,425,620,666
Advances to suppliers	6,012,777,193	6,821,181,789
<i>Creative Engineering Limited Company (Innotech)</i>	1,404,480,000	1,404,480,000
<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>	360,422,193	1,168,826,789
Total	207,949,887,202	33,246,802,455

(*) Details of provision for impairment of receivables

	Balance of doubtful debts as at 30 June 2018	Beginning allowance	Addition	Reversal	Ending allowance
Doubtful debts					
Provision 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</i>	1,685,000,000	1,685,000,000	-	-	1,685,000,000
<i>Phuong Nam Nam Nhat Limited Company</i>	4,000,000,000	4,000,000,000	-	-	4,000,000,000
<i>Others</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 2018 and for the six-month period then ended

9. OTHER SHORT-TERM ASSETS

	30 June 2018 VND	31 December 2017 VND
Advances	537,335,300	514,547,275
Office supplies, materials and tools	147,152,434	212,376,870
Short-term prepaid expenses	1,813,904,990	571,512,788
Short-term pledges	-	17,700,000
Total	2,498,392,724	1,316,136,933

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

10. TANGIBLE FIXED ASSETS

	<i>Machines and equipment VND</i>	<i>Means of transportation VND</i>	<i>Office equipment VND</i>	<i>Others VND</i>	<i>Total VND</i>
Cost					
1 January 2018	30,195,706,061	4,264,275,167	172,628,500	56,770,560	34,689,380,288
Purchase during the period	523,379,000	-	76,020,000	-	599,399,000
30 June 2018	30,719,085,061	4,264,275,167	248,648,500	56,770,560	35,288,779,288
Accumulated depreciation					
1 January 2018	19,620,404,239	3,591,136,130	172,628,500	24,442,875	23,408,611,744
Depreciation for the period	1,929,664,360	99,339,337	7,697,367	9,461,760	2,046,162,824
30 June 2018	21,550,068,599	3,690,475,467	180,325,867	33,904,635	25,454,774,568
Net carrying amount					
1 January 2018	10,575,301,822	673,139,037	-	32,327,685	11,280,768,544,00
30 June 2018	9,169,016,462	573,799,700	68,322,633	22,865,925	9,834,004,720

Cost of fully depreciated tangible fixed asset but still in use as at 30 June 2018 is VND 20,726,159,466 (31 December 2017: VND 19,651,380,466).

NOTES TO THE INTERIM COMBINED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 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 2018	10,574,312,834	2,967,788,256	13,542,101,090
Increase for the period	414,000,000	-	414,000,000
30 June 2018	10,988,312,834	2,967,788,256	13,956,101,090
Accumulated amortization			
1 January 2018	7,719,865,530	2,967,788,256	10,687,653,786
Amortization for the period	536,759,763	-	536,759,763
30 June 2018	8,256,625,293	2,967,788,256	11,224,413,549
Net carrying amount			
1 January 2018	2,854,447,304	-	2,854,447,304
30 June 2018	2,731,687,541	-	2,731,687,541

Cost of fully depreciated intangible fixed asset but still in use as at 30 June 2018 is VND 10,470,716,440 (31 December 2017: VND 10,470,716,440).

12. LONG-TERM PREPAID EXPENSES

	<i>30 June 2018 VND</i>	<i>31 December 2017 VND</i>
Office rental	33,003,973,266	37,718,826,594
Office equipment	3,199,881,141	3,282,576,491
Office renovation expenses	5,455,344,264	6,252,534,435
Others	1,594,482,344	139,882,871
Total	43,253,681,015	47,393,820,391

13. DEPOSITS TO SETTLEMENT ASSISTANCE FUND

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

	<i>VND</i>
As at 1 January 2017	21,147,619,087
Interest received for the year	(1,147,619,087)
Interest accrued for the year	1,158,480,060
As at 31 December 2017	21,158,480,060
Interest received for the period	(1,158,480,060)
As at 30 June 2018	20,000,000,000

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

14. PAYABLES FOR SECURITIES TRANSACTIONS

	<i>30 June 2018</i> <i>VND</i>	<i>31 December 2017</i> <i>VND</i>
Payable to Stock Exchanges	3,597,430,778	3,178,869,703
Payable to Vietnam Securities Depository	643,595,601	608,127,108
Total	4,241,026,379	3,786,996,811

15. SHORT-TERM TRADE PAYABLES

	<i>30 June 2018</i> <i>VND</i>	<i>31 December 2017</i> <i>VND</i>
Payables to related parties (Note 30.1)	1,004,605,812	1,735,158,530
FPT Information System Company Limited	-	7,769,377,283
Others	66,437,400	1,208,979,661
Total	1,071,043,212	10,713,515,474

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

16. STATUTORY OBLIGATIONS

<i>No.</i>	<i>Items</i>	<i>Beginning balance VND</i>	<i>Payable for the period VND</i>	<i>Payment made for the period VND</i>	<i>Ending balance VND</i>
1	Personal income tax	5,550,054,678	32,536,630,691	(33,361,227,614)	4,725,457,755
	- Of the Company's employees	1,590,826,691	7,673,035,701	(8,752,273,513)	511,588,879
	- Of investors	3,959,227,987	24,863,594,990	(24,608,954,101)	4,213,868,876
2	Corporate income tax (note 27.1)	8,027,075,760	13,129,597,979	(15,815,733,640)	5,340,940,099
3	Value added tax	186,023,442	456,654,533	(455,862,682)	186,815,293
4	Other taxes	594,110,164	3,992,591,347	(3,438,492,276)	1,148,209,235
	Total	14,357,264,044	50,115,474,550	(53,071,316,212)	11,401,422,382

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

17. SHORT-TERM ACCRUED EXPENSES

	30 June 2018 VND	31 December 2017 VND
Accrued expenses for customers introduction commission	244,670,293	572,808,886
Accrued expenses for external services	6,718,272,807	2,775,815,888
	6,962,943,100	3,348,624,774

18. OTHER SHORT-TERM PAYABLES

	30 June 2018 VND	31 December 2017 VND
Transactions awaiting settlement via banks at the end of the report date	-	94,769,031,070
Deposit for bond brokerage	1,500,000,000,000	-
Others	1,230,684,660	1,206,654,704
	1,501,230,684,660	95,975,685,774

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

19. PAYABLES UNDER BOND REPO AGREEMENTS

Repo contracts (*):	As at 1 January 2018 VND	Sold during the period VND	Repurchased during the period VND	Allocated repo expense during the period VND	As at 30 June 2018 VND	Face value of bond under repo agreement as at 30 June 2018 VND
Repo with credit institutions	123,552,626,740	301,162,550,685	(213,438,383,333)	3,937,451,709	215,214,245,801	210,000,000,000
Repo with other entities	90,242,643,956	-	(93,680,100,000)	3,437,456,044	-	-
	213,795,270,696	301,162,550,685	(307,118,483,333)	7,374,907,753	215,214,245,801	210,000,000,000

(*) Represent payables under repo contracts for bonds which the Company sold and is committed to repurchasing in less than 12 months and bear interest at rates ranging from 3.2% p.a. to 7.5% p.a.

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

20. LONG-TERM BONDS

	<i>Ending balance VND</i>	<i>Beginning balance VND</i>
Principal	300,000,000,000	-
Accrued interest using effective interest method	68,425,102	-
Total	300,068,425,102	-

Long-term bonds comprise 3,000,000 bonds BVSC_BOND_2018 at the par value of VND 100,000 each, which are non-convertible bonds issued in June 2018 under Resolution No. 04/2018/NQ-HĐQT of the Company's Board of Director dated 26 March 2018. These bonds were secured, have term of two (2) years and bear fixed interest at rate of 8.5% p.a. The secured assets for bonds issued are receivables from margin lending services.

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

21. OWNERS' EQUITY

	Share capital VND	Share premium VND	Treasury shares VND	Charter capital supplementary reserve VND	Operational risk and financial reserve VND	Difference from revaluation of assets at fair value VND	Undistributed profit VND	Total VND
Beginning balance	722,339,370,000	610,253,166,720	(496,682,500)	29,538,463,475	29,538,463,475	25,455,682,334	281,475,143,206	1,698,103,606,710
Appropriation of bonus and welfare fund for the year 2017 according to Resolution of the General Meeting of Shareholders	-	-	-	-	-	-	(6,095,535,199)	(6,095,535,199)
Revaluation of financial assets at fair value	-	-	-	-	-	2,970,288,960	-	2,970,288,960
Profit after tax for the period	-	-	-	-	-	-	55,596,979,629	55,596,979,629
Ending balance	722,339,370,000	610,253,166,720	(496,682,500)	29,538,463,475	29,538,463,475	28,425,971,294	330,976,587,636	1,750,575,340,100

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

21. OWNERS' EQUITY (continued)

Details of the Company's share capital as at 30 June 2018 are as follows:

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

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

Details of the Company's shares are as follows:

	30 June 2018 Unit	31 December 2017 Unit
Authorized shares	72,233,937	72,233,937
Common shares	72,233,937	72,233,937
Issued and fully paid shares	72,233,937	72,233,937
Common shares	72,233,937	72,233,937
Repurchased shares (Treasury shares)	33,792	33,792
Common shares	33,792	33,792
Outstanding shares	72,200,145	72,200,145
Common shares	72,200,145	72,200,145

22. DISCLOSURE OF OFF-BALANCE SHEET ITEMS

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

	30 June 2018 VND	31 December 2017 VND
Unrestricted financial assets	170,584,480,000	135,089,600,000
Restricted financial assets	953,620,000	-
Financial assets awaiting settlement	412,500,000	5,502,800,000
Total	171,950,600,000	140,592,400,000

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

	30 June 2018 VND	31 December 2017 VND
Unrestricted and non-traded financial assets deposited at VSD	3,000,100,000	3,000,000,000
Total	3,000,100,000	3,000,000,000

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

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

22.3 The Company's awaiting financial assets

	30 June 2018 VND	31 December 2017 VND
Shares	-	3,291,200,000
Bonds	50,000,000,000	-
Total	50,000,000,000	3,291,200,000

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

	30 June 2018 VND	31 December 2017 VND
Shares	24,686,470,000	82,357,310,000
Fund certificates	102,000,000,000	102,000,000,000
Total	126,686,470,000	184,357,310,000

22.5 Investors' financial assets listed/registered at VSD

	30 June 2018 VND	31 December 2017 VND
Unrestricted financial assets	29,356,322,800,000	29,358,257,520,000
Restricted financial assets	281,068,490,000	285,180,700,000
Pledged financial assets	367,221,010,000	614,951,120,000
Financial assets awaiting settlement	161,828,570,000	180,723,400,000
Total	30,166,440,870,000	30,439,112,740,000

22.6 Investors' non-traded financial assets deposited at VSD

	30 June 2018 VND	31 December 2017 VND
Unrestricted and non-traded financial assets deposited at VSD	23,437,630,000	14,209,440,000
Restricted and non-traded financial assets deposited at VSD	22,161,000,000	24,068,060,000
Total	45,598,630,000	38,277,500,000

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

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

22.7 Investor's deposits

	30 June 2018 VND	31 December 2017 VND
Investors' deposits for securities trading activities under the Company's management	911,326,410,484	415,638,533,838
- of domestic investors	899,511,812,003	403,740,663,376
- of foreign investors	11,814,598,481	11,897,870,462
Investors' synthesizing deposits for securities trading activities	3,484,129,044	318,869,139,597
Total	914,810,539,528	734,507,673,435

22.8 Payables to investors

	30 June 2018 VND	31 December 2017 VND
Payables for investors' deposits for securities trading activities under the Company's management		
- of domestic investors	903,550,477,126	724,601,017,157
- of foreign investors	1,141,235,068	1,120,541,210
Total	904,691,712,194	725,721,558,367

22.9 Investor's payables to the Company for securities services

	30 June 2018 VND	31 December 2017 VND
Securities brokerage fee payables	2,289,853,339	1,273,400,340
Securities custodian fee payables	374,279,494	348,854,663
Total	2,664,132,833	1,622,255,003

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

23. OPERATING INCOME

23.1 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	7,580,300		406,851,557,951	393,180,632,995	13,670,924,956	7,844,360,331
	BID	75,400	277,286	20,907,367,984	14,723,460,212	6,183,907,772	454,354,545
	Others	7,504,900		385,944,189,967	378,457,172,783	7,487,017,184	7,390,005,786
2	Unlisted shares	248,600	17,680	4,395,260,648	3,281,520,000	1,113,740,648	236,020
3	Fund certificates	148,770		2,760,646,000	1,870,756,743	889,889,257	129,754,033
	Open-ended fund E1VFN30	148,770	18,556	2,760,646,000	1,870,756,743	889,889,257	129,754,033
4	Listed bonds	28,500,000		1,794,765,493,074	1,793,990,900,346	774,592,728	-
	Corporate bonds	28,500,000		1,794,765,493,074	1,793,990,900,346	774,592,728	-
5	Unlisted bonds	4,897,725		524,087,730,517	523,723,844,081	363,886,436	-
	Corporate bonds	4,897,725		524,087,730,517	523,723,844,081	363,886,436	-
		41,375,395		2,732,860,688,190	2,716,047,654,165	16,813,034,025	7,974,350,384

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

24. OPERATING INCOME (continued)

23.1 Gain/loss from disposal of financial statements at FVTPL (continued)

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
II	LOSS						
1	Listed shares	3,545,740		67,117,636,800	73,309,718,281	(6,192,081,481)	(3,185,267,519)
	GMD	47,000	50,729	2,384,249,900	3,203,653,254	(819,403,354)	-
	HAG	481,620	13,852	6,671,542,252	7,825,705,487	(1,154,163,235)	(136,452,103)
	Others	3,017,120		58,061,844,648	62,280,359,540	(4,218,514,892)	(3,048,815,416)
2	Unlisted shares	-		-	-	-	(53,553,900)
3	Government bonds	2,000,000		232,550,000,000	232,615,000,000	(65,000,000)	-
	VDB110016	1,000,000	116,408	116,408,000,000	116,429,000,000	(21,000,000)	-
	VDB110024	1,000,000	116,142	116,142,000,000	116,186,000,000	(44,000,000)	-
		<u>5,545,740</u>		<u>299,667,636,800</u>	<u>305,924,718,281</u>	<u>(6,257,081,481)</u>	<u>(3,238,821,419)</u>

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

23. OPERATING INCOME (continued)

23.2 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)
I	FVTPL							
1	Listed shares	166,713,905,257	157,968,923,700	(8,744,981,557)	(299,288,029)	(8,445,693,528)	33,883,673,173	(42,329,366,701)
	C32	14,117,765,570	10,647,546,000	(3,470,219,570)	44,921,983	(3,515,141,553)	647,488,578	(4,162,630,131)
	DP3	3,953,326,292	10,021,076,900	6,067,750,608	7,376,468,078	(1,308,717,470)	1,696,092,000	(3,004,809,470)
	TCD	34,000,000,000	30,000,000,000	(4,000,000,000)	1,400,000,000	(5,400,000,000)	2,400,000,000	(7,800,000,000)
	SJS	12,633,491,046	9,764,768,000	(2,868,723,046)	(695,451,150)	(2,173,271,896)	601,719,011	(2,774,990,907)
	TIX	27,645,724,730	39,805,875,000	12,160,150,270	4,375,890,270	7,784,260,000	13,445,540,000	(5,661,280,000)
	Others	74,363,597,619	57,729,657,800	(16,633,939,819)	(12,801,117,210)	(3,832,822,609)	15,092,833,584	(18,925,656,193)
2	UPCoM shares	4,626,467,700	1,413,164,400	(3,213,303,300)	(5,308,491,345)	2,095,188,045	3,336,120,600	(1,240,932,555)
	PVO	3,318,480,000	1,282,140,000	(2,036,340,000)	(4,200,000,000)	2,163,660,000	3,320,100,000	(1,156,440,000)
	Others	1,307,987,700	131,024,400	(1,176,963,300)	(1,108,491,345)	(68,471,955)	16,020,600	(84,492,555)
3	Listed fund certificates	30,174,381,048	32,068,000,000	1,893,618,952	8,603,366,748	(6,709,747,796)	4,766,355,805	(11,476,103,601)
	FUESSV50	10,000,000,000	13,000,000,000	3,000,000,000	2,860,000,000	140,000,000	2,760,000,000	(2,620,000,000)
	E1VFN30	20,174,381,048	19,068,000,000	(1,106,381,048)	5,743,366,748	(6,849,747,796)	2,006,355,805	(8,856,103,601)
	Total	201,514,754,005	191,450,088,100	(10,064,665,905)	2,995,587,374	(13,060,253,279)	41,986,149,578	(55,046,402,857)

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

23. OPERATING INCOME (continued)

23.2 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	16,576,432,682	39,819,950,000	23,243,517,318	23,758,377,318	(514,860,000)	7,533,870,000	(8,048,730,000)
	Unlisted fund certificates	16,576,432,682	39,819,950,000	23,243,517,318	23,758,377,318	(514,860,000)	7,533,870,000	(8,048,730,000)
1	VFMVF1	16,576,432,682	39,819,950,000	23,243,517,318	23,758,377,318	(514,860,000)	7,533,870,000	(8,048,730,000)
	Long-term	106,150,483,000	118,439,429,800	12,288,946,800	8,061,225,600	4,227,721,200	6,361,321,200	(2,133,600,000)
1	Unlisted shares	14,150,483,000	17,445,429,800	3,294,946,800	802,745,600	2,492,201,200	2,492,201,200	-
	GPINVEST	14,150,483,000	17,445,429,800	3,294,946,800	802,745,600	2,492,201,200	2,492,201,200	-
2	Unlisted fund certificates	92,000,000,000	100,994,000,000	8,994,000,000	7,258,480,000	1,735,520,000	3,869,120,000	(2,133,600,000)
	BVIF	80,000,000,000	87,944,000,000	7,944,000,000	5,315,680,000	2,628,320,000	2,628,320,000	-
	BVPF	12,000,000,000	13,050,000,000	1,050,000,000	1,942,800,000	(892,800,000)	1,240,800,000	(2,133,600,000)
		<u>122,726,915,682</u>	<u>158,259,379,800</u>	<u>35,532,464,118</u>	<u>31,819,602,918</u>	<u>3,712,861,200</u>	<u>13,895,191,200</u>	<u>(10,182,330,000)</u>

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

23. OPERATING INCOME (continued)

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

	For the six-month period ended 30 June 2018 VND	For the six-month period ended 30 June 2017 VND
From FVTPL financial assets	3,774,121,213	2,115,397,528
- Shares	3,774,121,213	2,115,397,528
From HTM financial assets	10,811,418,987	15,705,060,981
- Bonds	9,828,302,324	10,170,114,619
- Term deposits	983,116,663	5,534,946,362
From loans	82,050,222,455	59,902,523,126
- Margin lending	69,251,669,760	40,152,941,511
- Advance proceeds from sale of securities for customers	12,798,552,695	19,749,581,615
From AFS financial assets	917,148,400	3,515,793,500
- Shares	917,148,400	3,515,793,500
Total	97,552,911,055	81,238,775,135

23.4 Revenue from other activities

	For the six-month period ended 30 June 2018 VND	For the six-month period ended 30 June 2017 VND
Revenue from brokerage services	95,529,576,666	110,301,880,932
Revenue from underwriting and issuance agency services	214,765,219	700,150,000
Revenue from securities custodian services	2,926,044,541	2,660,272,376
Revenue from financial advisory services	3,534,477,273	2,813,840,149
Other operating revenue	680,429,345	393,295,074
- Revenue from entrusted and auctions activities	-	27,655,489
- Revenue from management of investor transaction accounts	323,754,098	81,106,454
- Other revenues	356,675,247	284,533,131
Total	102,885,293,044	116,869,438,531

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

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

	<i>For the six-month period ended 30 June 2018 VND</i>	<i>For the six-month period ended 30 June 2017 VND</i>
Provision expense for margin lending	2,103,621,218	7,623,511,337
Reversal of provision for AFS financial assets	(1,225,351,556)	(4,957,161,897)
Total	878,269,662	2,666,349,440

25. GENERAL AND ADMINISTRATIVE EXPENSES

	<i>For the six-month period ended 30 June 2018 VND</i>	<i>For the six-month period ended 30 June 2017 VND</i>
Payroll expenses for administrative staff	22,327,729,417	18,977,819,651
- Salary and bonus	21,660,155,137	18,270,179,491
- Social security, health insurance, union fee and unemployment insurance	667,574,280	707,640,160
Healthcare insurance expenses	1,586,169,218	210,059,120
Office supplies	173,163,531	122,780,312
Materials and tools	1,475,292,290	342,222,013
Depreciation of fixed asset	2,482,828,682	860,278,390
Tax and fee expenses	1,754,521,449	1,940,652,340
External service expenses	8,792,814,229	13,239,143,211
Other expenses	2,036,160,632	1,358,635,213
Total	40,628,679,448	37,051,590,250

26. OTHER INCOME AND EXPENSES

	<i>For the six-month period ended 30 June 2018 VND</i>	<i>For the six-month period ended 30 June 2017 VND</i>
Other incomes	118,454,545	9,090,909
Proceed from disposal of fixed assets, tools and equipment	-	9,090,909
Others	118,454,545	-
Other expenses	(242,090,000)	(214,940,247)
Other expenses	(242,090,000)	(214,940,247)
Total	(123,635,455)	(205,849,338)

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

27. CORPORATE INCOME TAX

27.1 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 interim combined 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 corporate income tax ("CIT") applicable to the Company is 20% of the estimated taxable profit (in 2017: 20%).

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

	For the six-month period ended 30 June 2018 VND	For the six-month period ended 30 June 2017 VND
Profit before tax	68,619,030,900	75,659,960,768
Adjustments to increase accounting profit		
Non-deductible expenses	2,345,711,218	7,837,630,784
Movement in revaluation of financial assets	537,733,540	1,329,945,087
Adjustments to decrease accounting profit		
Dividend income	(4,691,269,613)	(5,631,191,028)
Reversal of provision for impairment of financial assets using internal valuation method	(1,163,216,151)	(4,806,792,297)
Estimated taxable profits	65,647,989,894	74,389,553,314
Tax rate	20%	20%
Current CIT expenses	13,129,597,979	14,877,910,663
Current CIT recognized in other comprehensive income ("OCI")	-	(837,500,000)
CIT payable at the beginning of the period	8,027,075,760	2,064,688,154
CIT paid during the period	(15,815,733,640)	(7,851,716,440)
CIT payable at the end of the period	5,340,940,099	8,253,382,377

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

27. CORPORATE INCOME TAX (continued)

27.2 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:

	Combined statement of financial position		Combined income statement	
	30 June 2018 VND	31 December 2017 VND	For the six-month period ended 30 June 2018 VND	For the six-month period ended 30 June 2017 VND
Deferred CIT recorded in profit or loss	4,335,121,252	4,442,667,960	(107,546,708)	(265,989,017)
Deferred CIT recorded in Other comprehensive income	7,106,492,824	6,363,920,584	742,572,240	1,237,989,920
Total	11,441,614,076	10,806,588,544	635,025,532	972,000,903
			30 June 2018 VND	31 December 2017 VND
Tax rate			20%	20%
Taxable temporary difference			57,208,070,378	54,032,942,718
In which:				
- Difference from revaluation of FVTPL financial assets			21,675,606,260	22,213,339,800
- Difference from revaluation of AFS financial assets			35,532,464,118	31,819,602,918
Deferred CIT payable			11,441,614,076	10,806,588,544

28. ACCUMULATED OTHER COMPREHENSIVE INCOME

Items	Beginning balance VND	Movement during the period VND	Reclassification from owners' equity to income statement VND	Ending balance VND
Difference from revaluation of AFS financial assets	31,819,602,918	3,712,861,200	-	35,532,464,118
Deferred CIT	(6,363,920,584)	(742,572,240)	-	(7,106,492,824)
	25,455,682,334	2,970,288,960	-	28,425,971,294

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

29. 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 2018 VND</i>	<i>For the six-month period ended 30 June 2017 VND</i>
Income recorded directly to owners' equity	11,116,152,960	8,316,359,680
- Gain from revaluation of AFS financial assets	11,116,152,960	8,316,359,680
Expense recorded directly to owners' equity	(8,145,864,000)	(6,714,400,000)
- Loss from revaluation of AFS financial assets	(8,145,864,000)	(6,714,400,000)
Total	2,970,288,960	1,601,959,680

30. OTHER INFORMATION

30.1 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 2018 and for the six-month period then ended

30. OTHER INFORMATION (continued)

30.1 Related party transaction (continued)

Significant transactions with related parties for the six-month period ended 30 June 2018 are as follows:

Currency: VND

Related parties	Transactions	Income/(expense)	
		For the six-month period ended 30 June 2018	For the six-month period ended 30 June 2017
Bao Viet Holdings	Custodian fee	154,372,232	201,359,300
	Securities transaction fee	157,573,988	43,507,466
	Reporting service fee	17,500,000	35,000,000
	Advisory fee	-	150,000,000
	Office renting expense	-	(3,413,118,503)
	Accrued expense for IT services	(1,254,202,827)	(1,532,242,424)
Bao Viet Life Corporation	Custodian fee	283,615,380	312,051,327
	Securities transaction fee	6,994,156,143	6,861,365,220
	Office renting expense	(1,504,008,000)	(1,504,008,000)
Bao Viet Life Hanoi	Office renting expense	(249,000,000)	(249,000,000)
Bao Viet Insurance Corporation	Custodian fee	13,190,420	14,613,526
	Securities transaction fee	572,340,198	848,252,629
Bao Viet Insurance Hanoi	Health insurance for employees	(1,133,408,718)	(1,002,777,090)
Bao Viet Fund Management Limited Company	Custodian fee	1,819,272	1,819,097
	Securities transaction fee	42,259,520	39,013,368
Bao Viet Investment Joint Stock Company	Office renting expense	(3,053,707,531)	(3,054,457,362)
	Building management expense	-	(764,126,059)
Bao Viet Value Investment Fund	Securities transaction fee	630,138,290	617,420,770

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

30. OTHER INFORMATION (continued)

30.1 Related party transaction (continued)

Amounts due to/from related companies as at 30 June 2018 are as follows:

Currency: VND

Related party	Transactions	Receivables/(payables)	
		30 June 2018	31 December 2017
Bao Viet Holdings	Reporting service fee	17,500,000	52,500,000
	Receivable from dividend payout services on behalf of BVH and management of BVH's shareholders certificates	-	88,000,000
	Accrued expense for IT Service	(1,254,202,825)	(1,606,898,379)
Bao Viet Insurance Hanoi	Healthcare insurance	(755,605,812)	(334,259,030)
	Receivables from insurance fee for employees who left the Company	113,131,600	-
Bao Viet Fund Management Limited Company	Custodian fee	-	229,005,033
Bao Viet Investment Joint Stock Company	Office rental fee	(731,341,061)	(1,400,899,500)
	Deposit for office renting	462,596,640	462,596,640
Bao Viet Life Hanoi	Office rental at 94 Ba Trieu	(249,000,000)	-

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 2018 VND	For the six-month period ended 30 June 2017 VND
Salary and bonus for the Board of Management of the Company and Ho Chi Minh branch (*)	4,711,576,510	2,961,842,000
Salary and bonus for the Board of Directors and the Board of Supervisors (**)	1,358,365,533	288,000,000
	6,069,942,043	3,249,842,000

(*) Salary and bonus for the Board of Management comprise (i) amount occurring during the period and (ii) effective bonus of 2017 but paid in 2018.

(**) Salary and bonus for the Board of Directors and the Board of Supervisors in current period comprise (i) amount occurring during the period and (ii) effective bonus of 2017 but paid in 2018

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

30. OTHER INFORMATION (continued)

30.2 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 2018</i>	<i>For the six-month period ended 30 June 2017</i>
Net profit after tax - VND	55,596,979,629	61,048,039,122
Appropriation bonus and welfare fund (*) - VND	(3,427,484,310)	(2,938,275,536)
Net profit after tax attributable to ordinary shareholders - VND	52,169,495,319	58,109,763,586
Weighted average number of ordinary shares	72,200,145	72,200,145
Earnings per share - VND	723	805

(*) Adjustment to reflect the allocation to bonus and welfare fund from retained earnings which is estimated at 5% of realized profit after tax.

30.3 Operating lease commitments

The Company is renting offices under operating leases. As at 30 June 2018, the leases payable in the future under operating leases are as follows:

	<i>30 June 2018 VND</i>	<i>31 December 2017 VND</i>
Less than 1 year	10,425,787,454	11,609,186,445
From 1 to 5 years	11,296,453,581	16,107,656,142
Total	21,722,241,035	27,716,842,587

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

30. OTHER INFORMATION (continued)

30.4 Segment information

	<i>Brokerage and customer services VND</i>	<i>Financial investment VND</i>	<i>Financial advisory and other segments VND</i>	<i>Total VND</i>
Current period				
1. Segment income	194,065,314,623	74,301,872,203	4,214,906,618	272,582,093,444
2. Segment expenses	94,830,320,369	60,822,238,021	7,558,189,251	163,210,747,641
3. Allocated expenses	28,925,661,844	11,074,780,849	628,236,755	40,628,679,448
Profit before tax	70,309,332,410	2,404,853,333	(3,971,519,388)	68,742,666,355
Prior period				
1. Segment income	181,684,211,554	42,558,005,034	3,207,135,223	227,449,351,811
2. Segment expenses	98,838,827,652	10,093,992,597	5,599,131,206	114,531,951,455
3. Allocated expenses	29,596,430,624	6,932,716,017	522,443,609	37,051,590,250
Profit before tax	53,248,953,278	25,531,296,420	(2,914,439,592)	75,865,810,106

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

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

30. OTHER INFORMATION (continued)

30.5 Financial risk management objectives and policies

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

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

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 quarter, identify and assess the impacts of significant risks to the Company's business activities in general as well as its financial instruments in particular.

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

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. BVSC is subject to two types of market risk: interest rate risk and price risk of financial instruments. The Company is not exposed to foreign currency risk as it does not hold foreign currency as at 30 June 2018. Financial instruments affected by market risk include loans and borrowings, deposits, available-for-sale investments and loans and receivables.

Interest rate risk

The financial instruments of BVSC which are exposed to interest rate risk are short-term term deposit, bonds and 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 as average. However, Management believes that this risk is acceptable, considering the balance between: liquidity needs, gain from term deposit and the readiness for investment opportunities in the stock market.

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

Equity price risk for 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 revises the limit on equity investments to adapt the market condition and the Company's strategy. The latest Appendix on the Company's Approval hierarchy and Investment Limit was issued by the BOD on 17 March 2017.

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

30. OTHER INFORMATION (continued)

30.5 Financial risk management objectives and policies (continued)

Market risk (continued)

Equity price risk for proprietary proportion (continued)

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 2018, the percentage of listed and unlisted is 17.4% 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 2018		
Scenario 1	+10%	6,401,893,835
Scenario 2	-10%	(6,401,893,835)
31 December 2017		
Scenario 1	+10%	3,785,346,670
Scenario 2	-10%	(3,785,346,670)

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

Credit risk

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

Term deposits

For the purpose of credit risk management, BVSC 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. As at 30 June 2018, as the Company had no investment in term deposits, there was no exposure to credit risk from its investment in term deposits.

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

30. OTHER INFORMATION (continued)

30.5 Financial risk management objectives and policies (continued)

Credit risk (continued)

Bonds

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

Margin lending

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

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

Credit risk is also managed by building a set of collateral ratios and conditions for handling collaterals in order to recover the fund in case the investors' credit ratings decreased or the investors fail to provide additional collaterals or repay the loans at maturity. With consistent risk management policy, these margin transactions are assessed as having medium credit risk.

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

30. OTHER INFORMATION (continued)

30.5 Financial risk management objectives and policies (continued)

Credit risk (continued)

Details on credit quality by classes of assets for all financial assets (net of impairment) exposed to credit risk as at 30 June 2018 are as follows:

Currency: VND

	Neither past due nor impaired	Past due but not impaired				Impaired	Total
		less than 3 months	3 - 6 months	6 - 12 months	over 1 year		
30 June 2018							
Fixed maturity investments	214,354,492,229	-	-	-	-	-	214,354,492,229
Bonds	214,354,492,229	-	-	-	-	-	214,354,492,229
Other financial assets	1,611,359,376,129	-	-	-	-	1,157,443,050	1,612,516,819,179
Deposits to Settlement Assistance Fund	20,000,000,000	-	-	-	-	-	20,000,000,000
Dividends receivable	1,216,016,700	-	-	-	-	-	1,216,016,700
Receivables from securities trading activities	1,401,594,040,488	-	-	-	-	1,157,443,050	1,402,751,483,538
Others	188,549,318,941	-	-	-	-	-	188,549,318,941
Cash and cash equivalents	1,546,896,489,812	-	-	-	-	-	1,546,896,489,812
TOTAL	3,372,610,358,170	-	-	-	-	1,157,443,050	3,373,767,801,220

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

30. OTHER INFORMATION (continued)

30.5 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 2017 are as follows:

Currency: VND

		Past due but not impaired					
	Neither past due nor impaired	less than 3 months	3 - 6 months	6 - 12 months	over 1 year	Impaired	Total
31 December 2017							
Fixed maturity investments	349,707,442,686	-	-	-	-	-	349,707,442,686
Bonds	233,997,759,349	-	-	-	-	-	233,997,759,349
Term deposits	115,709,683,337	-	-	-	-	-	115,709,683,337
Other financial assets	1,363,116,948,591	-	-	-	438,657,967	2,812,274,100	1,366,367,880,658
Deposits to Settlement Assistance Fund	21,158,480,060	-	-	-	-	-	21,158,480,060
Dividends receivable	353,779,300	-	-	-	-	-	353,779,300
Receivables from securities trading activities	1,326,265,132,775	-	-	-	20,810,097	2,812,274,100	1,329,098,216,972
Others	15,339,556,456	-	-	-	417,847,870	-	15,757,404,326
Cash and cash equivalents	10,261,178,967	-	-	-	-	-	10,261,178,967
TOTAL	1,723,085,570,244	-	-	-	438,657,967	2,812,274,100	1,726,336,502,311

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

30. OTHER INFORMATION (continued)

30.5 Financial risk management objectives and policies (continued)

Liquidity risk

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

The Company's policies strictly comply with regulations from authorities and internal policy on balancing cash flows and liquidity management. BVSC has never incurred a liquidity crisis when involving in clearing activities or other settlement activities. The usable capital ratio of BVSC has always remained above 700%, which is much higher than the required ratio of 180%.

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

30. OTHER INFORMATION (continued)

30.5 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 2018 based on contractual undiscounted payments:

Currency: million VND

	Overdue	On demand	Up to 1 year	01 - 03 years	03 - 05 years	05 - 15 years	Over 15 years	Total
30 June 2018								
FINANCIAL ASSETS								
Investments	-	416,306	18,799	116,227	156,350	-	-	707,682
Bonds	-	-	18,799	116,227	156,350	-	-	291,376
Shares	-	416,306	-	-	-	-	-	416,306
Other financial assets	-	20,000	1,592,516	-	-	-	-	1,612,516
Deposits to Settlement Assistance Fund	-	20,000	-	-	-	-	-	20,000
Dividends receivable	-	-	1,216	-	-	-	-	1,216
Receivables from securities trading activities	-	-	1,402,751	-	-	-	-	1,402,751
Other	-	-	188,549	-	-	-	-	188,549
Cash and cash equivalents	-	-	1,546,896	-	-	-	-	1,546,896
TOTAL	-	436,306	3,158,211	116,227	156,350	-	-	3,867,094
FINANCIAL LIABILITIES								
Long-term bonds	-	-	300,068	-	-	-	-	300,068
Accrued expenses	-	-	6,963	-	-	-	-	6,963
Payables from securities trading activities	-	-	4,241	-	-	-	-	4,241
Other payables	-	-	1,717,516	-	-	-	-	1,717,516
TOTAL	-	-	2,028,788	-	-	-	-	2,028,788

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

30. OTHER INFORMATION (continued)

30.5 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 2017 based on contractual undiscounted payments:

	Currency: million VND							
	Overdue	On demand	Up to 1 year	01 - 03 years	03 - 05 years	05 - 15 years	Over 15 years	Total
31 December 2017								
FINANCIAL ASSETS								
Investments	-	427,914	223,816	24,000	106,350	58,700	-	840,780
Bonds	-	-	107,123	24,000	106,350	58,700	-	296,173
Term deposits	-	-	116,693	-	-	-	-	116,693
Shares	-	427,914	-	-	-	-	-	427,914
Other financial assets	439	20,000	1,345,928	-	-	-	-	1,366,367
Deposits to Settlement Assistance Fund	-	20,000	1,158	-	-	-	-	21,158
Dividends receivable	-	-	354	-	-	-	-	354
Receivables from securities trading activities	21	-	1,329,077	-	-	-	-	1,329,098
Other	418	-	15,339	-	-	-	-	15,757
Cash and cash equivalents	-	-	10,261	-	-	-	-	10,261
TOTAL	439	447,914	1,580,005	24,000	106,350	58,700	-	2,217,408
FINANCIAL LIABILITIES								
Short-term borrowings	-	-	89,986	-	-	-	-	89,986
Accrued expenses	-	-	3,349	-	-	-	-	3,349
Payables from securities trading activities	-	-	3,787	-	-	-	-	3,787
Other payables	-	-	320,484	-	-	-	-	320,484
TOTAL	-	-	417,606	-	-	-	-	417,606

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 2018 and for the six-month period then ended

31. EVENTS AFTER THE BALANCE SHEET DATE

There is no event or circumstance arising since 30 June 2018 that requires adjustment or disclosure in the interim combined financial statements of the Company.

		
		
<hr/> Ms. Vu Thi Thuy Linh Preparer Deputy Head of Financial Accounting Department	<hr/> Ms. Nguyen Hong Thuy Approval Head of Financial Accounting Department	<hr/> Mr. Nhu Dinh Hoa Approval Chief Executive Officer

Hanoi, Vietnam

13 August 2018

