

Ho Chi Minh City Securities Corporation

Interim financial statements

30 June 2015



Ho Chi Minh City Securities Corporation

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Ho Chi Minh City Securities Corporation

GENERAL INFORMATION

THE COMPANY

Ho Chi Minh City Securities Corporation ("the Company") is a joint stock company incorporated under the Law on Enterprises of Vietnam pursuant to Business Registration Certificate No. 4103001573 issued by the Ho Chi Minh City Department of Planning and Investment on 23 April 2003, Business License No. 11/UBCK-GPHDKD issued by the State Securities Commission on 29 April 2003, and other amended licenses.

The principal activities of the Company are brokerage services, securities trading, underwriting for share issues, custodian services, finance and investment advisory services, and margin trading services.

The Company's head office is located at 5th and 6th Floor, AB Tower, 76 Le Lai Street, District 1, Ho Chi Minh City. At 30 June 2015, the Company had two branches located in Ho Chi Minh City and Hanoi, and transaction offices in Ho Chi Minh City and Hanoi.

THE BOARD OF DIRECTORS

Members of the Board of Directors for the six-month period ended 30 June 2015 and at the date of this report are:

<u>Name</u>	<u>Title</u>	<u>Date of appointment/ resignation/reappointment</u>
Mr. Do Hung Viet	Chairman	Appointed on 8 April 2011
Mr. Le Anh Minh	Vice Chairman	Reappointed on 8 April 2011
Mr. Nguyen Thanh Liem	Vice Chairman	Appointed on 8 April 2011
Mr. Pham Nghiem Xuan Bac	Member	Reappointed on 8 April 2011
Mr. Johan Nyvene	Member	Reappointed on 8 April 2011
Mr. Trinh Hoai Giang	Member	Appointed on 8 April 2011
Mr. Le Thang Can	Member	Appointed on 16 April 2015
Mr. Hoang Dinh Thang	Member	Resigned on 16 April 2015

BOARD OF SUPERVISION

Members of the Board of Supervision for the six-month period ended 30 June 2015 and at the date of this report are:

<u>Name</u>	<u>Title</u>	<u>Date of appointment/reappointment</u>
Mr. Vo Van Chau	Chief Supervisor	Reappointed on 8 April 2011
Mr. Doan Van Hinh	Member	Reappointed on 8 April 2011
Ms. Dang Nguyet Minh	Member	Appointed on 26 April 2013

MANAGEMENT

Members of management for the six-month period ended 30 June 2015 and at the date of this report are:

<u>Name</u>	<u>Title</u>	<u>Date of appointment</u>
Mr. Johan Nyvene	Chief Executive Officer	Appointed on 15 May 2007
Mr. Trinh Hoai Giang	Deputy Chief Executive Officer	Appointed on 15 May 2007
Mr. Le Cong Thien	Deputy Chief Executive Officer	Appointed on 12 August 2013
Mr. Johan Kruimer	Managing Director	Appointed on 26 July 2007
Mr. Fiachra Mac Cana	Managing Director	Appointed on 1 March 2008
Mr. Bach Quoc Vinh	Managing Director	Appointed on 1 February 2010
Mr. Arnold V. Pangilinan	Managing Director	Appointed on 12 November 2012

LEGAL REPRESENTATIVE

The legal representative of the Company for the six-month period ended 30 June 2015 and at the date of this report is Mr. Johan Nyvene, Chief Executive Officer.

AUDITOR

The auditor of the Company is Ernst & Young Vietnam Limited.

Ho Chi Minh City Securities Corporation

REPORT OF THE MANAGEMENT

The Management of Ho Chi Minh City Securities Corporation ("the Company") is pleased to present its report and the interim financial statements of the Company as at and for the six-month period ended 30 June 2015.

MANAGEMENT'S RESPONSIBILITY FOR THE INTERIM FINANCIAL STATEMENTS

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

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

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

Management confirmed that it has complied with the above requirements in preparing the accompanying interim financial statements as at and for the six-month period ended 30 June 2015.

STATEMENT BY THE MANAGEMENT

The Management does hereby state that, in its opinion, the accompanying interim financial statements give a true and fair view of the interim financial position of the Company as at 30 June 2015 and of the interim results of its operations, its interim cash flows and its interim 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.

For and on behalf of the Management:



Johan Nyvene
Chief Executive Officer

Ho Chi Minh City, Vietnam

10 August 2015



**Building a better
working world**

Ernst & Young Vietnam Limited
28th Floor, Bitexco Financial Tower
2 Hai Trieu Street, District 1
Ho Chi Minh City, S.R. of Vietnam

Tel: +84 8 3824 5252
Fax: +84 8 3824 5250
ey.com

Reference: 60790272/17910718 - SX

REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

To: The Shareholders of Ho Chi Minh City Securities Corporation

We have reviewed the interim financial statements of Ho Chi Minh City Securities Corporation ("the Company") as prepared on 10 August 2015 and set out on pages 4 to 41 which comprise the interim balance sheet as at 30 June 2015, the interim income statement, the interim cash flow statement, and the interim statement of changes in equity for the six-month period then ended and the notes thereto.

The preparation and presentation of these interim financial statements are the responsibility of the Company's management. Our responsibility is to issue a report on these interim financial statements based on our review.

We conducted our review in accordance with Vietnamese Standard on Auditing 910 - Engagements to Review Financial Statements. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the interim financial statements are free from material misstatements. A review is limited primarily to inquiries of the Company's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not give a true and fair view, in all material aspects, of the interim financial position of the Company as at 30 June 2015, and of the interim results of its operations, the interim cash flow statement, and the interim statement of 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.

Ernst & Young Vietnam Limited



Nguyen Xuan Dai
Deputy General Director
Audit Practicing Registration
Certificate No. 0452-2013-004-1

Nguyen Quoc Tuan
Auditor
Audit Practicing Registration
Certificate No. 1841-2013-004-1

Ho Chi Minh City, Vietnam

10 August 2015

Ho Chi Minh City Securities Corporation

INTERIM BALANCE SHEET
as at 30 June 2015

B01a-CTCK

VND

Code	ASSETS	Notes	30 June 2015	31 December 2014
100	A. CURRENT ASSETS		2,858,490,830,874	3,729,375,462,393
110	I. Cash and cash equivalents	4	647,704,318,158	1,506,623,089,077
111	1. Cash		647,704,318,158	1,506,623,089,077
112	2. Cash equivalents		-	-
120	II. Short-term financial investments	6.1	523,042,278,562	197,474,340,107
121	1. Short-term investments		603,000,201,679	279,720,963,132
129	2. Provision for short-term investments		(79,957,923,117)	(82,246,623,025)
130	III. Short-term receivables	7	1,678,766,189,824	2,021,465,503,113
131	1. Trade receivables		1,367,078,353	1,796,217,100
132	2. Advances to suppliers		513,573,389	3,941,320,615
135	3. Receivables from securities trading activities		1,688,879,413,299	2,025,959,756,897
138	4. Other receivables		4,725,429,877	6,487,513,595
139	5. Provision for doubtful debts		(16,719,305,094)	(16,719,305,094)
150	IV. Other current assets		8,978,044,330	3,812,530,096
151	1. Short-term prepaid expenses	8	7,324,761,517	3,633,259,136
154	2. Tax and other receivables from the State	14	1,438,436,937	-
158	3. Other current assets		214,845,876	179,270,960
200	B. NON-CURRENT ASSETS		133,623,356,591	129,991,561,736
220	I. Fixed assets		11,946,352,116	8,423,595,801
221	1. Tangible fixed assets	9	5,732,267,564	4,379,088,951
222	- Cost		41,992,464,302	40,204,022,446
223	- Accumulated depreciation		(36,260,196,738)	(35,824,933,495)
227	2. Intangible fixed assets	10	4,846,637,132	1,633,999,174
228	- Cost		27,289,914,450	23,089,878,017
229	- Accumulated amortization		(22,443,277,318)	(21,455,878,843)
230	3. Construction in progress		1,367,447,420	2,410,507,676
260	II. Other long-term assets		121,677,004,475	121,567,965,935
261	1. Long-term prepaid expenses	11	100,230,908,315	102,687,119,775
263	2. Advance to Settlement Assistance Fund	12	16,832,583,310	14,332,583,310
268	3. Other long-term assets	13	4,613,512,850	4,548,262,850
270	TOTAL ASSETS		2,992,114,187,465	3,859,367,024,129

Ho Chi Minh City Securities Corporation

INTERIM BALANCE SHEET (continued)
as at 30 June 2015

B01a-CTCK

VND

Code	RESOURCES	Notes	30 June 2015	31 December 2014
300	A. LIABILITIES		763,579,902,394	1,501,136,414,737
310	I. Current liabilities		763,579,902,394	1,501,136,414,737
312	1. Trade payables		1,681,865,305	1,861,719,700
314	2. Statutory obligations	14	20,368,314,473	25,004,270,953
316	3. Accrued expenses	15	16,184,351,033	24,509,074,595
319	4. Other payables	16	9,302,764,593	70,701,055,922
320	5. Payables for securities trading	17	584,795,837,409	1,366,499,871,795
321	6. Dividend, principal and coupon payables		115,977,429,502	2,008,561,292
323	7. Bonus and welfare fund		15,269,340,079	10,551,860,480
400	B. OWNERS' EQUITY	18	2,228,534,285,071	2,358,230,609,392
410	I. Capital		2,228,534,285,071	2,358,230,609,392
411	1. Share capital		1,272,567,580,000	1,272,567,580,000
412	2. Share premium		310,343,798,499	310,343,798,499
414	3. Treasury shares		(713,671,038)	(327,808,838)
417	4. Investment and development fund		3,961,374,994	3,961,374,994
418	5. Financial reserve		182,241,735,237	182,241,735,237
420	6. Undistributed earnings		460,133,467,379	589,443,929,500
440	TOTAL LIABILITIES AND OWNERS' EQUITY		2,992,114,187,465	3,859,367,024,129

Ho Chi Minh City Securities Corporation

INTERIM BALANCE SHEET (continued)
as at 30 June 2015

B01a-CTCK

INTERIM OFF BALANCE SHEET ITEMS

VND

Code	ITEMS	30 June 2015	31 December 2014
004	1. Bad debts written-off	345,059,000	345,059,000
005	2. Foreign currencies	787,267,635	630,227,456
006	3. Custody securities	8,346,227,630,000	8,014,031,350,000
	<i>Including:</i>		
007	3.1. <i>Trading securities</i>	7,229,492,140,000	6,592,209,670,000
008	3.1.1. Trading securities of custody investors	334,899,630,000	37,433,960,000
009	3.1.2. Trading securities of local investors	6,746,293,940,000	6,406,281,610,000
010	3.1.3. Trading securities of foreign investors	148,298,570,000	148,494,100,000
012	3.2. <i>Temporarily unprocessed securities</i>	90,768,960,000	42,884,600,000
013	3.2.1. Temporarily unprocessed securities of custody investors	585,000,000	200,000,000
014	3.2.2. Temporarily unprocessed securities of local investors	88,783,960,000	40,484,600,000
015	3.2.3. Temporarily unprocessed securities of foreign investors	1,400,000,000	2,200,000,000
017	3.3. <i>Mortgaged securities</i>	362,706,620,000	321,512,960,000
019	3.3.1. Mortgaged securities of local investors	339,098,520,000	297,904,860,000
020	3.3.2. Mortgaged securities of foreign investors	23,608,100,000	23,608,100,000
027	3.4. <i>Securities awaiting settlement</i>	639,542,170,000	1,049,305,470,000
028	3.4.1. Securities awaiting settlement of custody investors	11,899,200,000	8,190,000
029	3.4.2. Securities awaiting settlement of local investors	626,264,470,000	1,049,058,280,000
030	3.4.3. Securities awaiting settlement of foreign investors	1,378,500,000	239,000,000
	3.5. <i>Blocked securities waiting for withdrawing</i>	3,506,000,000	-
	3.5.1 Blocked securities waiting for withdrawing of local investors	3,506,000,000	-
037	3.6. <i>Securities waiting for trading</i>	20,211,740,000	8,118,650,000
038	3.6.1. Securities waiting for trading of custody investors	80,730,000	70,000
039	3.6.2. Securities waiting for trading of local investors	17,845,560,000	7,296,370,000
040	3.6.3. Securities waiting for trading of foreign investors	2,285,450,000	822,210,000

Ho Chi Minh City Securities Corporation

INTERIM BALANCE SHEET (continued)
as at 30 June 2015

B01a-CTCK

INTERIM OFF BALANCE SHEET ITEMS (continued)

VND

Code	ITEMS	30 June 2015	31 December 2014
050	4. Custody securities of unlisted public companies	759,098,180,000	651,413,380,000
	<i>Including:</i>		
051	4.1. Trading securities	750,103,080,000	645,658,480,000
052	4.1.1. Trading securities of custody investors	3,387,190,000	2,931,610,000
053	4.1.2. Trading securities of local investors	734,510,190,000	630,781,250,000
054	4.1.3. Trading securities of foreign investors	12,205,700,000	11,945,620,000
056	4.2. Temporarily unprocessed securities	461,500,000	873,500,000
057	4.2.1. Temporarily unprocessed securities of custody investors	-	354,000,000
058	4.2.2. Temporarily unprocessed securities of local investors	461,500,000	519,500,000
061	4.3. Mortgaged securities	1,300,000,000	1,300,000,000
063	4.3.1. Mortgaged securities of local investors	1,300,000,000	1,300,000,000
071	4.4. Securities waiting for settlement	7,053,600,000	3,401,400,000
073	4.4.1. Securities waiting for settlement of local investors	7,053,600,000	3,401,400,000
076	4.5. Blocked securities waiting for releases	180,000,000	180,000,000
078	4.5.1. Blocked securities waiting for releases of local investors	180,000,000	180,000,000
083	5. Non-custody securities held of securities companies	52,868,770,000	55,268,770,000



Ho Thi Thu Thao
Preparer



Lam Huu Ho
Chief Financial Officer




Johan Nyvene
Chief Executive Officer

Ho Chi Minh City, Vietnam

10 August 2015

Ho Chi Minh City Securities Corporation

INTERIM INCOME STATEMENT
for the six-month period ended 30 June 2015

B02a-CTCK

VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
01	1. Revenue		266,394,011,959	422,512,100,437
	<i>In which:</i>			
01.1	Revenue from brokerage services		115,259,666,491	132,742,723,586
01.2	Revenue from securities investments		15,934,581,159	130,560,924,541
01.5	Revenue from finance advisory services		3,395,083,026	7,763,211,259
01.6	Revenue from custodian services		1,839,769,076	1,758,133,077
01.9	Other revenue	19	129,964,912,207	149,687,107,974
10	2. Net revenue from operating activities		266,394,011,959	422,512,100,437
11	3. Operating expenses	20	(92,771,565,771)	(105,350,926,420)
20	4. Gross profit from operating activities		173,622,446,188	317,161,174,017
25	5. General and administrative expenses	21	(47,429,376,737)	(41,961,191,185)
30	6. Net profit from operating activities		126,193,069,451	275,199,982,832
31	7. Other income		17,182,069	4,090,909
40	8. Other profit		17,182,069	4,090,909
50	9. Profit before tax		126,210,251,520	275,204,073,741
51	10. Current corporate income tax expense	22.1	(27,565,120,170)	(60,206,373,490)
60	11. Net profit after tax		98,645,131,350	214,997,700,251
70	12. Basic earnings per share	26	775	1,690



Ho Thi Thu Thao
Preparer



Lam Huu Ho
Chief Financial Officer





Johan Nyvene
Chief Executive Officer

Ho Chi Minh City, Vietnam

10 August 2015

Ho Chi Minh City Securities Corporation

INTERIM CASH FLOW STATEMENT
for the six-month period ended 30 June 2015

B03a-CTCK

VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	1. Net profit before tax		126,210,251,520	275,204,073,741
	2. Adjustments for:			
02	- Depreciation and amortization	20,21	2,655,130,589	2,092,626,093
03	- (Reversal of provisions)/ Provisions		(2,288,699,908)	59,511,934
05	- Profits from investing activities		(36,169,080,366)	(50,078,265,971)
06	- Interest expense		-	2,276,408,200
08	3. Operating profit before changes in working capital		90,407,601,835	229,554,353,997
09	- Decrease/(Increase) in receivables		336,907,434,932	(149,394,415,047)
10	- Increase in short-term investments		(323,279,238,547)	(339,673,727,081)
11	- (Decrease)/Increase in payables (other than interest, corporate income tax)		(679,387,290,395)	76,707,331,195
12	- (Increase)/Decrease in prepaid expenses		(1,235,290,921)	2,564,044,933
13	- Interest paid		-	(2,478,698,247)
14	- Corporate income tax paid	22.1	(28,739,477,931)	(67,811,453,347)
16	- Other cash outflows from operating activities		(18,781,327,810)	(18,777,900,921)
20	Net cash flows used in operating activities		(624,107,588,837)	(269,310,464,518)
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	1. Purchase and construction of fixed assets and other long-term assets		(6,177,886,904)	(1,671,863,168)
22	2. Proceeds from disposals of fixed assets and other long-term assets		18,900,000	-
23	3. Loans to other entities and payments for purchase of debt instruments of other entities		(353,138,500,000)	-
24	4. Collections from borrowers and proceeds from sale of debt instruments of other entities		354,314,000,000	234,977,855,075
27	5. Interest and dividends received		36,829,839,967	55,427,950,670
30	Net cash outflows generated from investing activities		31,846,353,063	288,733,942,577

Ho Chi Minh City Securities Corporation

INTERIM CASH FLOW STATEMENT (continued)
for the six-month period ended 30 June 2015

B03a-CTCK

VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
32	1. Capital redemption		(862,200)	(3,175,425)
36	2. Dividends paid to equity holders	18.3	(266,656,672,945)	(152,424,518,340)
40	Cash flows used in financing activities		(266,657,535,145)	(152,427,693,765)
50	Net decrease in cash and cash equivalents during the period		(858,918,770,919)	(133,004,215,706)
60	Cash and cash equivalents at the beginning of the period	4	1,506,623,089,077	1,007,873,885,140
70	Cash and cash equivalents at the end of the period	4	647,704,318,158	874,869,669,434

Ho Thi Thu Thao
Preparer

Lam Huu Ho
Chief Financial Officer



Johan Nyvene
Chief Executive Officer

Ho Chi Minh City, Vietnam

10 August 2015

Ho Chi Minh City Securities Corporation

INTERIM STATEMENT OF CHANGES IN EQUITY for the six-month period ended 30 June 2015

B05a-CTCK

VND

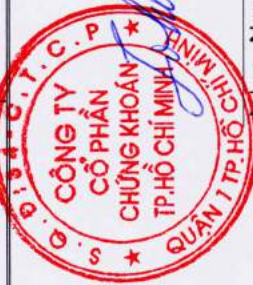
ITEMS	Notes	Beginning balance		Movements				Ending balance	
		1 January 2014	1 January 2015	For the six-month period ended 30 June 2014		For the six-month period ended 30 June 2015		30 June 2014	30 June 2015
				Increase	Decrease	Increase	Decrease		
1. Share capital	18	1,272,567,580,000	1,272,567,580,000	-	-	-	-	1,272,567,580,000	1,272,567,580,000
2. Share premium	18	310,343,798,499	310,343,798,499	-	-	-	-	310,343,798,499	310,343,798,499
3. Treasury shares	18	(123,551,893)	(327,808,838)	(203,175,425)	-	(385,862,200)	-	(326,727,318)	(713,671,038)
4. Investment and development fund		3,961,374,994	3,961,374,994	-	-	-	-	3,961,374,994	3,961,374,994
5. Financial reserve		144,626,530,513	182,241,735,237	-	-	-	-	144,626,530,513	182,241,735,237
6. Undistributed earnings		515,972,461,055	589,443,929,500	214,997,700,251	(176,660,465,213)	98,645,131,350	(227,955,593,471)	554,309,696,093	460,133,467,379
TOTAL		2,247,348,193,168	2,358,230,609,392	214,794,524,826	(176,660,465,213)	98,259,266,450	(227,955,593,471)	2,285,482,252,781	2,228,534,285,071



Ho Thi Thu Thao
Preparer



Lam Huu Ho
Chief Financial Officer





Johan Nyvene
Chief Executive Officer

Ho Chi Minh City, Vietnam

10 August 2015

Ho Chi Minh City Securities Corporation

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2015 and for the six-month period then ended

B09a-CTCK

1. CORPORATE INFORMATION

Ho Chi Minh City Securities Corporation ("the Company") is a joint stock company incorporated under the Law on Enterprises of Vietnam pursuant to Business Registration Certificate No. 4103001573 issued by the Ho Chi Minh City Department of Planning and Investment on 23 April 2003, Business License No. 11/UBCK-GPHDKD issued by the State Securities Commission on 29 April 2003, and other amended licenses.

The principal activities of the Company are brokerage services, securities trading, underwriting for share issues, custodian services, finance and investment advisory services, and margin trading services.

The Company's head office is located at 5th and 6th Floor, AB Tower, 76 Le Lai Street, District 1, Ho Chi Minh City. At 30 June 2015, the Company had two branches located in Ho Chi Minh City and Hanoi, and transaction offices in Ho Chi Minh City and Hanoi.

The number of the Company's employees as at 30 June 2015 was 630 (31 December 2014: 573).

2. BASIS OF PREPARATION

2.1 Accounting Standards and System

The interim financial statements of the Company expressed in Vietnam dong ("dong" or "VND"), are prepared in accordance with Vietnamese Accounting System, accounting regulations and guidance applicable to securities companies according to Circular No. 95/2008/TT-BTC dated 24 October 2008, Circular No. 162/2010/TT-BTC dated 20 October 2010 which amended Circular No. 95/2008/TT-BTC issued by the Ministry of Finance and Vietnamese Accounting Standard 27 – Interim financial statements and other Vietnamese Accounting Standards issued by the Ministry of Finance as per:

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

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

2.2 Applied accounting documentation system

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

2.3 Fiscal year

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

2.4 Interim financial statements

The Company prepares the interim financial statements for the period six-month from 1 January to 30 June as required by Circular No. 52/2012/TT-BTC by the Ministry of Finance dated 5 April 2012.

Ho Chi Minh City Securities Corporation

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2015 and for the six-month period then ended

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2. BASIS OF PREPARATION (continued)

2.5 *Accounting currency*

The Company maintains its accounting records in VND to prepare the interim financial statements

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 *Regulation issued but not yet effective*

a/ Circular No. 200/2014/TT-BTC guidance on accounting policies applying to enterprises in every business lines and every economic sector.

On 22 December 2014, the Ministry of Finance issued Circular No. 200/2014/TT-BTC guiding the accounting policies applying to enterprises in all business lines and economic sectors ("Circular 200"). This circular replaces the accounting policies issued in Decision No.15/2006/QD-BTC dated 20 March 2006 and Circular 244/2009/TT-BTC dated 31 December 2009 of the Minister of Finance. This Circular is effective for the financial year from or after 1 January 2015.

As guidance in Circular No.75/2015/TT-BTC dated 18 May 2015, which supplement Article 128 of Circular 200, enterprises which are subject to prepare the interim financial statements, are allowed to select Decision No.15/2006/QD-BTC or Circular No. 200/2014/TT-BTC to prepare interim financial statements in 2015. Accordingly, the Company has applied Decision No.15/2006/QD-BTC to prepare this interim financial statements.

b/ Circular No. 210/2015/TT-BTC guidance on accounting policies for securities companies

On 30 December 2014, the Ministry of Finance issued Circular No. 210/2015/TT-BTC guiding the accounting policies for securities companies which replaces Circular No. 95/2008/TT-BTC issued by the Ministry of Finance dated 24 October 2008 and Circular No. 162/2010/TT-BTC dated 20 October 2010. This Circular stipulates matters related to accounting voucher, accounting account system and financial statement preparation and presentation method of securities companies. This Circular will be effective from 1 January 2016.

3.2 *Cash and cash equivalents*

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

3.3 *Receivables*

Receivables are initially recorded at cost and subsequently presented at cost in the following periods.

Receivables are subject to review for impairment based on their overdue status or estimated loss of undue receivables from economic entities which fall bankruptcy or are undergoing dissolution procedures; or from debtors who are missing, have fled, are prosecuted, detained or tried by law enforcement bodies, are serving sentences or have deceased. Increase or decrease to the provision balance is recorded as "General and administrative expenses" in the interim income statement.

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3. SIGNIFICANT ACCOUNTING POLICIES (continued)

3.3 *Receivables (continued)*

Provision for overdue receivables is made in accordance with Circular No. 228/2009/TT-BTC dated 7 December 2009 issued by the Ministry of Finance as follows:

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

3.4 *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 income statement as incurred.

When tangible fixed assets are sold or disposed, their costs and accumulated depreciation are removed from the interim balance sheet and any gain or loss resulting from their disposal is included in the interim income statement.

3.5 *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 are added to the carrying amount of the assets and other expenditures are charged to the interim income statement as incurred.

When intangible fixed assets are sold or disposed, their costs and accumulated amortization are removed from the interim balance sheet and any gain or loss resulting from their disposal is included in the interim income statement.

3.6 *Depreciation and amortization*

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

Transportation vehicles	6 years
Office equipment	3 - 5 years
Computer software	3 - 4 years

3.7 *Operating lease*

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 fulfillment of the arrangement is dependent on the use of a specific asset and the arrangement conveys a right to use the asset.

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

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3. SIGNIFICANT ACCOUNTING POLICIES (continued)

3.8 *Prepaid expenses*

Prepaid expenses are reported as short-term or long-term prepaid expenses on the interim balance sheet and amortized gradually to the interim income statement over the period for which the amount is 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 to the interim income statement over two (2) to forty (40) years:

- ▶ Office renovation costs;
- ▶ Office rentals; and
- ▶ Office equipment costs.

3.9 *Investments in securities*

According to Circular No. 95/2008/TT-BTC issued by the Ministry of Finance on 24 October 2008, securities companies are allowed to recognize investments in securities at either cost or fair value. Accordingly, the Company has applied the cost method to recognized investments in securities.

Short-term securities either have recovery period of within one year or held for trading purposes. These securities are initially recorded at cost, including purchased costs plus (+) transaction costs (if any) such as brokerage and transaction fee, information fee, taxes, levies and banking fees.

Accrued interest income in the period is recognized as a deduction in carrying value of trading securities for the portion incurred before the purchasing date and as an investment income for the amount incurred since the purchasing date.

Trading securities are subject to review for impairment at each interim balance sheet date. Provision for impairment of trading securities is made when their carrying value is higher than market value. Provision for impairment loss is recognized in "*Operating expenses*" in the interim income statement.

3.10 *Provision for diminution in value of investment securities*

Provision for impairment of investment securities is made for individual stocks when the market values are lower than book value. Provision for impairment of transferable securities at the end of the period is the difference between the book value and market value of those securities on the latest transaction date but not exceeding one month before the date of provision calculation in accordance with Circular 146/2014/TT-BTC issued by the Ministry of Finance on 6 October 2014 provides guidance on the financial regulations for securities companies, asset management companies. Any increase or decrease in balance of provision is recognized to "*Operating expenses for the period*".

For securities listed on the Hanoi Stock Exchange, Ho Chi Minh Stock Exchange, their market prices are their closing prices on the trading day preceding the date of provision calculation.

The market prices of unlisted shares which are registered on the unlisted public companies market (UPCOM) are the closing prices on the latest trading date before the date of provision.

The market prices of unlisted shares which are not registered on the unlisted public companies market (UPCOM) are the average actual trading prices of quotations obtained from three securities companies at the latest time of setting up provision but not more than one month before the date of provision.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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3. SIGNIFICANT ACCOUNTING POLICIES (continued)

3.10 *Provision for diminution in value of investment securities (continued)*

If no transaction is conducted for such securities within that time limit, no provision is required.

For the delisted securities and suspended trading securities from the sixth day afterward, their prices are the book value at the latest interim financial reporting date.

Other securities that have no quoted prices are carried at cost.

3.11 *Repurchase and reverse repurchase agreements*

Securities sold under agreements to repurchase at a specified future date ("repos") are recognized from the interim financial statements. The corresponding cash received is recognized in the interim balance sheet as a liability. The difference between the sale price and repurchase price is accrued over the life of the agreement using the straight-line method with interest rate of the agreement in the interim income statement.

Conversely, securities purchased under agreements to resell at a specified future date ("reverse repos") are not recognized in the interim financial statements. The corresponding cash paid is recognized in the interim balance sheet as an asset. The difference between the purchase price and resale price is accrued over the life of the agreement using the straight-line method in the interim income statement. For overdue commitments, the difference shall not be accrued and recognized in the interim income statement when amount is actually received.

3.12 *Payables and accruals*

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

3.13 *Employee benefits*

3.13.1 *Post-employment benefits*

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

3.13.2 *Provision for severance allowance*

The severance pay to employee is accrued at the end of each reporting year for all employees who have more than 12 months in service up to 31 December 2008 at the rate of one-half of the average monthly salary for each year of service up to 31 December 2008 in accordance with the Labour Code, the Law on Social Insurance and related implementing guidance. Commencing 1 January 2009, the average monthly salary used in this severance calculation will be revised at the end of each reporting year based on the average monthly salary of the six month period up to the reporting date. Any increase to the accrued amount will be taken to the interim income statement.

This accrued severance pay is used to settle the severance allowance to be paid to employee upon termination of their labour contract following the Labour Code.

3. CÁC CHÍNH SÁCH KẾ TOÁN CHỦ YẾU (tiếp theo)

3.13 *Employee benefits (continued)*

3.13.3 *Unemployment benefits*

According to current regulations, the Company is required to pay unemployment insurance at 1% of salary of employees who participate in the unemployment program and deduct 1% from each employee's basic salary.

3.14 *Foreign currency transactions*

Transactions in currencies other than the Company's reporting currency of VND are recorded at the exchange rates ruling at the date of the transaction. At the end of the period, monetary assets and liabilities denominated in foreign currencies are translated at buying exchange rate announced by commercial banks where the Company maintains its permanent transaction. Revenue or expenses in foreign currencies are converted into VND at exchange rates at the transaction dates. All foreign exchange differences arising from spot rates at the transaction dates and at the balance sheet date are charged to the interim income statement.

3.15 *Treasury shares (buy-back shares)*

Own equity instruments 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.

3.16 *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 investment

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 securities trading

Revenue from securities trading is recognized on the basis of the difference between selling price and cost of securities sold.

Revenue from securities repurchase and reverse repurchase agreements

Revenue from securities repurchase and reverse repurchase agreements is recognized over the life of the agreement using the straight-line method.

Interest

Revenue is recognized as the interest accrues (taking into account the effective yield on the asset) unless collectability is in doubt.

Dividend

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

Rendering of other 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.

Ho Chi Minh City Securities Corporation

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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3. SIGNIFICANT ACCOUNTING POLICIES (continued)

3.17 *Cost of securities sold*

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

3.18 *Taxation*

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 interim balance sheet date.

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

Current income tax assets and liabilities are offset when there is a legally enforceable right for the Company to off-set 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 the 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 related transaction affects neither the accounting profit nor taxable profit or loss.

Deferred tax assets are recognized for all deductible temporary differences, carried forward unused tax credit and unused tax losses, to the extent that it is probable that taxable profit will be available against which deductible temporary differences, carried forward unused tax credit and unused tax losses can be used, 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 interim balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized. Previously unrecognized deferred income tax assets are re assessed at each interim balance sheet date and are recognized to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset realized or the liability is settled based on tax rates and tax laws that have been enacted at the interim balance sheet date. Deferred tax is charged or credited to the interim income statement, except when it relates to items recognized directly to equity, in which case the deferred tax is also dealt with in the equity account. 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.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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3. SIGNIFICANT ACCOUNTING POLICIES (continued)

3.19 Statutory 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 make the following reserves:

	<i>Percentage of profit after tax</i>	<i>Maximum level</i>
Charter capital supplementary reserve	5%	10% of charter capital
Financial and operational risk reserve	5%	10% of charter capital

Other reserves are created in accordance with the resolution of the shareholders at the Company's Annual General Meeting.

3.20 Appropriation of net profits

Net profit after tax is available for appropriation to investors after approval by the shareholders at the Annual General Meeting, and after making appropriation to reserve funds as required by the Company's Charter and Vietnam's regulatory requirements.

3.21 Nil balances

Items or balances required by Circular No. 95/2008/TT-BTC dated 24 October 2008 issued by the Ministry of Finance, Circular No. 162/2010/TT-BTC dated 20 October 2010 on the amendment and supplement of Circular No. 95/2008/TT-BTC and Circular No. 146/2014/TT-BTC dated 6 October 2014 issued by the Ministry of Finance that are not shown in these financial statements indicate nil balance.

4. CASH AND CASH EQUIVALENTS

	VND	
	<i>30 June 2015</i>	<i>31 December 2014</i>
Cash on hand	728,227,993	719,861,313
Cash at banks	646,976,090,165	1,505,903,227,764
<i>In which:</i>		
- Cash of the Company	234,293,514,006	785,674,755,469
- Investors' deposits for securities trading (Note 17)	412,682,576,159	720,228,472,295
TOTAL	647,704,318,158	1,506,623,089,077

5. VALUE AND VOLUME OF TRADING RESULTS IN THE PERIOD

	<i>Trading volume in the period (unit)</i>	<i>Trading value in the period (VND)</i>
a. Trading results of the Company	35,695,890	1,722,042,346,274
- Shares	25,195,890	610,625,346,274
- Bonds	10,500,000	1,111,417,000,000
b. Trading results of the investors	3,124,005,183	84,875,702,366,139
- Shares	2,843,166,962	55,504,866,044,694
- Bonds	280,838,221	29,370,836,321,445
TOTAL	3,159,701,073	86,597,744,712,413

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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6. FINANCIAL INVESTMENTS

	Quantity (Unit)	Cost	Compared to the market value		Total market value
			Increase	Decrease	
Short-term investments					VND
- Listed shares	3,577,394	50,492,508,131	908,995,189	(3,131,432,365)	48,270,070,955
- Unlisted shares	5,886,377	147,367,693,548	490,925,954	(76,826,490,752)	71,032,128,750
- Government bonds	3,500,000	405,140,000,000	-	-	405,140,000,000
TOTAL	12,963,771	603,000,201,679	1,399,921,143	(79,957,923,117)	524,442,199,705

Movements of provision for diminution of short-term investments during the period are as follows:

	For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
Beginning balance	82,246,623,025	45,382,091,656
Provision charged (Notes 20)	5,673,760,385	3,981,449,100
Reversal of provision (Notes 20)	(7,962,460,293)	(3,921,937,166)
Ending balance	79,957,923,117	45,441,603,590

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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6. FINANCIAL INVESTMENTS (continued)

Details of provision for short-term investments

Items	Cost		Decrease compared with market value		Market value		VND
	30 June 2015	31 December 2014	30 June 2015	31 December 2014	30 June 2015	31 December 2014	
<i>Listed shares</i>							
Military Commercial Joint Stock Bank (MBB)	31,700,081,065	110,606,876,406	(3,131,432,365)	(5,420,132,273)	28,568,648,700	105,186,744,133	
Viettronics Tan Binh Joint Stock Company (VTB)	19,620,018,651	71,806	(262,994,579)	-	19,357,024,072	71,806	
Asia Commercial Joint Stock Bank (ACB)	8,392,034,649	8,469,329,847	(2,619,306,593)	(2,777,875,647)	5,772,728,056	5,691,454,200	
Hong Ha Vietnam Joint Stock Company (PHH)	2,270,580,000	583,800	(124,230,000)	-	2,146,350,000	583,800	
Kinh Do Joint Stock Company (KDC)	1,044,739,020	474,720,000	(69,139,020)	-	975,600,000	474,720,000	
Other listed shares	15,705,550	69,317,596,819	(435,750)	(1,633,436,419)	15,269,800	67,684,160,400	
	357,003,195	32,344,574,134	(55,326,423)	(1,008,820,207)	301,676,772	31,335,753,927	
<i>Unlisted shares:</i>							
Lac Viet Joint Stock Company	107,434,512,502	107,434,512,502	(76,826,490,752)	(76,826,490,752)	30,608,021,750	30,608,021,750	
Dong A Commercial Joint Stock Bank	30,750,000,000	30,750,000,000	(22,350,000,000)	(22,350,000,000)	8,400,000,000	8,400,000,000	
Tan Binh Real Estate Joint Stock Company	16,967,999,502	16,967,999,502	(11,425,935,502)	(11,425,935,502)	5,542,064,000	5,542,064,000	
Ca Mau Seafood Joint Stock Company	12,025,000,000	12,025,000,000	(5,715,000,000)	(5,715,000,000)	6,310,000,000	6,310,000,000	
Minh Hai Jostoco	10,950,030,000	10,950,030,000	(10,365,030,000)	(10,365,030,000)	585,000,000	585,000,000	
Special Aquatic Products Joint Stock Company	8,000,000,000	8,000,000,000	(7,670,000,000)	(7,670,000,000)	330,000,000	330,000,000	
Vietnam Ocean Shipping Agency Corporation	7,549,983,000	7,549,983,000	(5,389,983,000)	(5,389,983,000)	2,160,000,000	2,160,000,000	
Vietdong Assurance Corporation	6,000,000,000	6,000,000,000	(4,000,000,000)	(4,000,000,000)	2,000,000,000	2,000,000,000	
Can Tho Import-Export Seafood Joint Stock Company	5,442,600,000	5,442,600,000	(4,302,600,000)	(4,302,600,000)	1,140,000,000	1,140,000,000	
Saigon Post and Telecommunications Service Corporation	4,900,000,000	4,900,000,000	(3,313,882,250)	(3,313,882,250)	1,586,117,750	1,586,117,750	
Binh Duong Pharmacy Company	4,406,400,000	4,406,400,000	(2,205,560,000)	(2,205,560,000)	2,200,840,000	2,200,840,000	
	442,500,000	442,500,000	(88,500,000)	(88,500,000)	354,000,000	354,000,000	
TOTAL	139,134,593,567	218,041,388,908	(79,957,923,117)	(82,246,623,025)	59,176,670,450	135,794,765,883	

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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7. SHORT-TERM RECEIVABLES

Items	31 December 2014			Movements during the period			30 June 2015			VND
	Total	Overdue	Doubtful	Increase	Decrease	Total	Overdue	Doubtful	Provision	
1. Trade receivables	1,796,217,100	-	1,275,517,100	143,421,879,819	(143,851,018,566)	1,367,078,353	-	1,275,517,100	1,275,517,100	
- From advisory services	1,666,350,000	-	1,145,650,000	3,244,555,519	(3,673,694,266)	1,237,211,253	-	1,145,650,000	1,145,650,000	
- From securities investments	129,867,100	-	129,867,100	140,177,324,300	(140,177,324,300)	129,867,100	-	129,867,100	129,867,100	
2. Advance to suppliers	3,941,320,615	-	-	1,597,508,761	(5,025,255,987)	513,573,389	-	-	-	
3. Receivables from securities trading	2,025,959,756,897	-	15,443,787,994	152,358,761,902,471	(152,695,842,246,069)	1,688,879,413,299	-	15,443,787,994	15,443,787,994	
- Margin trading (i)	1,343,689,148,244	-	-	59,668,023,187,593	(59,595,740,239,938)	1,415,972,095,899	-	-	-	
- For clearing and settlement of securities trading with Vietnam Securities Depository	639,046,907,550	-	-	90,301,023,018,151	(90,738,276,351,751)	201,793,573,950	-	-	-	
- Advances to investors (ii)	42,977,170,002	-	15,443,787,994	2,182,064,832,617	(2,163,374,347,917)	61,667,654,702	-	15,443,787,994	15,443,787,994	
- Receivables from foreign investors	246,531,101	-	-	45,878,355,900	(44,278,798,253)	1,846,088,748	-	-	-	
- Receivables from investors for securities trading	-	-	-	161,772,508,210	(154,172,508,210)	7,600,000,000	-	-	-	
4. Other receivables	6,487,513,595	-	-	2,472,282,099	(4,234,365,817)	4,725,429,877	-	-	-	
- Interest receivables from bank deposits	5,204,636,976	-	-	2,259,376,185	(4,112,817,605)	3,351,195,556	-	-	-	
- Reverse repurchase agreements of shares	1,164,000,000	-	-	-	-	1,164,000,000	-	-	-	
- Others	118,876,619	-	-	212,905,914	(121,548,212)	210,234,321	-	-	-	
TOTAL	2,038,184,808,207	-	16,719,305,094	152,499,630,808,402	(152,842,330,121,691)	1,695,485,494,918	-	16,719,305,094	16,719,305,094	

(i) These represent the receivables under securities margin trading contracts which are secured by investors' securities portfolio or assets. Contract duration is less than three (3) months and interest rate was 1.2% per month as at 30 June 2015.

(ii) This account includes doubtful debts of VND15,443,787,994 relating to the purchase of shares that the investors were insolvent. Transactions occurred in previous years and provision for doubtful debts was fully provided.

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8. SHORT-TERM PREPAID EXPENSES

	VND	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Beginning balance	3,633,259,136	6,110,580,511
Increase during the period	19,743,859,935	13,355,162,018
	<u>23,377,119,071</u>	<u>19,465,742,529</u>
Amortization charge for the period	<u>(16,052,357,554)</u>	<u>(13,723,489,061)</u>
Ending balance	<u>7,324,761,517</u>	<u>5,742,253,468</u>

9. TANGIBLE FIXED ASSETS

	VND		
	<i>Transportation vehicles</i>	<i>Office equipment</i>	<i>Total</i>
Cost:			
1 January 2015	3,474,189,544	36,729,832,902	40,204,022,446
Additions	-	3,020,910,727	3,020,910,727
Disposal	-	(1,232,468,871)	(1,232,468,871)
30 June 2015	<u>3,474,189,544</u>	<u>38,518,274,758</u>	<u>41,992,464,302</u>
<i>In which:</i>			
- Fully depreciated	2,342,966,144	28,978,007,185	31,320,973,329
Accumulated depreciation:			
1 January 2015	2,608,534,626	33,216,398,869	35,824,933,495
Depreciation for the period	94,268,616	1,573,463,498	1,667,732,114
Disposal	-	(1,232,468,871)	(1,232,468,871)
30 June 2015	<u>2,702,803,242</u>	<u>33,557,393,496</u>	<u>36,260,196,738</u>
Net carrying amount:			
1 January 2015	<u>865,654,918</u>	<u>3,513,434,033</u>	<u>4,379,088,951</u>
30 June 2015	<u>771,386,302</u>	<u>4,960,881,262</u>	<u>5,732,267,564</u>

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10. INTANGIBLE FIXED ASSETS

	VND
	<u>Computer software</u>
Cost:	
1 January 2015	23,089,878,017
Additions	<u>4,200,036,433</u>
30 June 2015	<u>27,289,914,450</u>
<i>In which:</i>	
- Fully amortized	19,181,199,517
Accumulated amortization:	
1 January 2015	21,455,878,843
Amortization for the period	<u>987,398,475</u>
30 June 2015	<u>22,443,277,318</u>
Net carrying amount:	
1 January 2015	<u>1,633,999,174</u>
30 June 2015	<u>4,846,637,132</u>

11. LONG-TERM PREPAID EXPENSES

	VND	
	<u>30 June 2015</u>	<u>31 December 2014</u>
Office rentals	99,618,060,962	102,144,206,606
Office tools and supplies	321,649,860	343,369,022
Office renovation costs	<u>291,197,493</u>	<u>199,544,147</u>
TOTAL	<u>100,230,908,315</u>	<u>102,687,119,775</u>

Office rentals include the unamortized portion of the full prepayment for lease of 1,802 square meters amounting to VND99,618,060,952 in AB Tower for the remaining period of 35.5 years.

Movements of the long-term prepaid expenses in the period are as follows:

	VND	
	<u>For the six-month period ended 30 June 2015</u>	<u>For the six-month period ended 30 June 2014</u>
Beginning balance	102,687,119,775	107,738,117,777
Increase during the period	<u>478,882,320</u>	<u>629,800,663</u>
	103,166,002,095	108,367,918,440
Amortization charge for the period	<u>(2,935,093,780)</u>	<u>(2,825,518,553)</u>
Ending balance	<u>100,230,908,315</u>	<u>105,542,399,887</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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12. ADVANCE TO SETTLEMENT ASSISTANCE FUND

Advance to Settlement Assistance Fund represent deposits at the Vietnam Securities Depository.

According to Decision No. 45/QD-VSD dated 22 May 2014 issued by the Vietnam Securities Depository, the Company is required to deposit an initial amount of VND120 million and make an annual additional contribution of 0.01% of total value trading of dealing and brokered securities in prior year but not exceed VND2.5 billion per year, with total contribution not exceed VND20 billion.

Movements of advance to Settlement Assistance Fund during the period are follows:

	<i>VND</i>
Initial contribution	120,000,000
Total additional contribution up to 2014	10,735,293,399
Total interest received up to 2014	3,477,289,911
Balance as at 31 December 2014	14,332,583,310
Additional contribution in the period	1,685,466,261
Interest received in the period	814,533,739
Balance as at 30 June 2015	16,832,583,310

13. OTHER LONG-TERM ASSETS

This represents long-term deposits for the leases of the Company's offices.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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14. STATUTORY OBLIGATION

No.	Items	31 December 2014		30 June 2015		VND
		Payable in the period	Paid in the period	Payable	Receivable	
1	Corporate income tax (Note 22.1)	15,675,689,311	28,739,477,931	14,501,331,550	-	
2	Personal income tax of investors	4,622,512,213	20,901,558,551	4,462,652,065	-	
3	Corporate income tax of foreign investors	2,404,746,569	9,045,732,911	1,105,956,691	-	
4	Foreign contractor withholding tax	1,174,457,245	1,958,710,222	264,940,862	-	
5	Personal income tax of the employees	950,764,440	13,470,520,543	-	(1,438,436,937)	
6	Value added tax	176,101,175	467,769,430	33,433,305	-	
7	Business registered tax	-	10,000,000	-	-	
		25,004,270,953	74,593,769,588	20,368,314,473	(1,438,436,937)	

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15. ACCRUED EXPENSES

	VND	
	<u>30 June 2015</u>	<u>31 December 2014</u>
Allowance for working performance payable to employees	6,000,000,000	18,000,000,000
Brokerage fee payables to Stock Exchange	4,232,212,763	4,413,444,803
Advisory services	4,800,000,000	-
Other accrued expenses	1,152,138,270	2,095,629,792
TOTAL	<u>16,184,351,033</u>	<u>24,509,074,595</u>

16. OTHER PAYABLES

	VND	
	<u>30 June 2015</u>	<u>31 December 2014</u>
Dividend payables to shareholders	3,916,399,314	67,067,361,859
Trade union fee	2,360,387,098	1,970,347,488
Social insurance and health insurance	97,724,551	109,286,769
Unemployment insurance	127,458,151	58,817,736
Other payables	2,800,795,479	1,495,242,070
TOTAL	<u>9,302,764,593</u>	<u>70,701,055,922</u>

17. PAYABLES FOR SECURITIES TRADING

	VND	
	<u>30 June 2015</u>	<u>31 December 2014</u>
Investors' deposits for securities trading	412,682,576,159	720,228,472,295
Payables to investor for selling transactions	153,943,261,250	639,100,199,500
Deposits for purchasing of shares	18,170,000,000	7,171,200,000
TOTAL	<u>584,795,837,409</u>	<u>1,366,499,871,795</u>

18. OWNERS' EQUITY

18.1 Share capital

	VND	
	<u>30 June 2015</u>	<u>31 December 2014</u>
Contributed by shareholders	1,272,567,580,000	1,272,567,580,000
Share premium	310,343,798,499	310,343,798,499
Treasury shares	(713,671,038)	(327,808,838)
TOTAL	<u>1,582,197,707,461</u>	<u>1,582,583,569,661</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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18. OWNERS' EQUITY (continued)

18.2 Shares

	<u>30 June 2015</u> Share	<u>31 December 2014</u> Share
Authorized shares	127,256,758	127,256,758
Issued shares		
<i>Issued and paid-up shares</i>		
Ordinary shares	127,256,758	127,256,758
Treasury shares		
<i>Held by the Company</i>		
Ordinary shares	65,704	27,175
Outstanding shares		
Ordinary shares	127,191,054	127,229,583

18.3 Dividends

	<i>For the six-month period ended 30 June 2015</i>	<i>VND For the six-month period ended 30 June 2014</i>
Dividends paid during the financial period		
- Dividends paid for previous years	-	19,200,000
- 2 nd dividends paid for 2013: VND1,200 per share	-	152,405,318,340
- 1 st dividends paid for 2014: VND500 per share	63,504,428,955	-
- 2 nd dividends paid for 2014: VND1,600 per share	203,152,243,990	-
TOTAL	266,656,672,945	152,424,518,340

19. OTHER REVENUE

	<i>For the six-month period ended 30 June 2015</i>	<i>VND For the six-month period ended 30 June 2014</i>
Revenue from margin trading	94,724,278,922	108,070,640,341
Interest income from bank deposits	32,938,147,790	36,735,556,405
Revenue from advances to investors	1,495,429,288	2,072,733,193
Revenue from reverse repurchase agreements	-	1,638,509,761
Accrued interest from deposit contract for purchasing shares	-	55,000,000
Other revenue	807,056,207	1,114,668,274
TOTAL	129,964,912,207	149,687,107,974

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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20. OPERATING EXPENSES

	VND	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Employees cost	39,586,373,013	42,185,233,998
Brokerage expenses	25,157,451,778	25,003,910,353
External services	12,037,123,739	12,381,237,589
Loss on securities trading (*)	8,535,588,458	11,738,707,994
External management consultancy fee	4,922,043,600	7,768,250,000
Cost of repurchase agreements of bonds	-	2,276,408,200
Securities custodian expenses	1,869,512,861	1,804,480,608
Material and tool expenses	1,268,120,530	429,729,348
Depreciation and amortization	1,001,153,254	811,128,075
Other expenses	682,898,446	892,328,321
Provision for impairment of investments	5,673,760,385	3,981,449,100
Reversal of provision for impairment of investments	(7,962,460,293)	(3,921,937,166)
TOTAL	<u>92,771,565,771</u>	<u>105,350,926,420</u>

(*) According to Circular No. 95/2008/TT-BTC dated 24 October 2008 issued by the Ministry of Finance guiding the accounting policies for securities companies, gains (selling price is higher than purchased cost) on securities investment trading are recognized in revenue from securities investment and losses (selling price is lower than purchased cost) are recognized in securities investment expenses.

21. GENERAL AND ADMINISTRATIVE EXPENSES

	VND	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Employees cost	25,786,519,540	23,442,662,142
Office rental	9,502,375,897	7,691,470,303
External services	8,382,233,061	8,033,147,678
Depreciation and amortization	1,653,977,335	1,281,498,018
Office supplies	385,226,457	267,888,616
Office renovation expenses	308,938,496	200,239,744
Taxes and other fees	147,809,069	87,797,727
Other expenses	1,262,296,882	956,486,957
TOTAL	<u>47,429,376,737</u>	<u>41,961,191,185</u>

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22. CORPORATE INCOME TAX

22.1 Current corporate income tax expense

The Company has the obligation to pay corporate income tax ("CIT") at the rate of 22% of taxable profits for the six-month period ended 30 June 2015 according to Circular No. 78/2014/TT-BTC (2014 : 22%).

The Company's results have been already assessed by tax authorities up to the year 2013.

The Company's tax reporting will be subject to inspection by the tax authorities. Because the application of laws and regulations on taxes on different types of transactions can be interpreted in different ways, the tax amounts are presented on the interim financial statements can be changed by the final decision of the tax authorities.

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

Provision for current CIT for the period is computed as follows:

	VND	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Profit before tax	126,210,251,520	275,204,073,741
Less: Tax-exempt dividend income	(914,250,757)	(1,538,739,690)
Current taxable profit	125,296,000,763	273,665,334,051
Estimated current CIT	27,565,120,170	60,206,373,490
CIT payable at the beginning of the period	15,675,689,311	33,962,434,683
CIT paid during the period	(28,739,477,931)	(67,811,453,347)
CIT payable at the end of the period	14,501,331,550	26,357,354,826

22.2 Deferred corporate income tax

There was no deferred tax recognized as at 30 June 2015 since there are no significant identified temporary differences between the carrying value and the tax base of assets and liabilities in the interim financial statements.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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23. TRANSACTIONS WITH RELATED PARTIES

List of the related parties and the relationship with the Company are as follows:

<i>Related parties</i>	<i>Relationship</i>
Dragon Capital Markets Limited (DC)	Strategic shareholder – holding 30.87% of share capital. The Company's Vice Chairman of the Board of Directors is the Deputy Director of DC. The Company's member of the Board of Directors, cum Chief Executive Officer is representative for DC's shares.
Ho Chi Minh Finance and Investment State-owned Company (HFIC)	Strategic shareholder – holding 29.47% of share capital. The Company's Vice Chairman of the Board of Directors is the Deputy Director of HFIC. The Company's member of the Board of Directors is Deputy Head of Finance & Accounting Department at HFIC.
Vietnam Debt Fund SPC (VDF)	DC's subsidiary
Vietnam Enterprise Investments Limited	DC's subsidiary
Amersham Industries Limited	DC's subsidiary
Vietnam Property Fund Limited	DC's subsidiary
Cam Vietnam Mother Fund	DC's subsidiary
DC Developing Markets Strategies Public Limited Company	DC's subsidiary

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

<i>Related parties</i>	<i>Relationship</i>	<i>Transactions</i>	<i>VND</i> <i>Amounts</i>
Dragon Capital Markets Limited (DC)	Strategic shareholder	Brokerage service - Selling securities	70,436,770,000
		Advisory expenses	4,800,000,000
		Brokerage income	105,655,155
		Dividend paid	82,485,501,000
Ho Chi Minh City Fund and Investment Corporation (HFIC)	Strategic shareholder	Dividend paid	78,750,000,000
Cam Vietnam Mother Fund	DC's subsidiary	Brokerage service - Selling securities	143,510,299,000
		Brokerage service - Purchasing securities	22,138,928,000
		Brokerage income	248,473,854
Amersham Industries Limited	DC's subsidiary	Brokerage service - Selling securities	346,370,391,000
		Brokerage service - Purchasing securities	125,923,632,820
		Brokerage income	708,441,219
Vietnam Enterprise Investments Limited	DC's subsidiary	Brokerage service - Selling securities	574,553,998,000
		Brokerage service - Purchasing securities	146,895,978,000
		Brokerage income	1,082,175,011

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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23. TRANSACTIONS WITH RELATED PARTIES (continued)

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

<u>Related parties</u>	<u>Relationship</u>	<u>Transactions</u>	<u>VND</u> <u>Amounts</u>
Vietnam Debt Fund SPC (VDF)	DC's subsidiary	Brokerage service - Selling securities	68,281,500,000
		Brokerage service - Purchasing securities	212,205,500,000
		Brokerage income	71,191,715
DC Developing Markets Strategies Public Limited Company	DC's subsidiary	Brokerage service - Selling securities	31,759,384,000
		Brokerage service - Purchasing securities	19,102,086,000
		Brokerage income	76,292,253

Amounts due to and due from related parties at the interim balance sheet date are as follows:

<u>Related parties</u>	<u>Relationship</u>	<u>Transactions</u>	<u>VND</u> <u>Payables</u>
Dragon Capital Markets Limited (DC)	Strategic shareholder	Advisory fee	4,800,000,000
Ho Chi Minh City Fund and Investment Corporation (HFIC)	Strategic shareholder	Deposits for trading securities	24,531,682

Transactions with other related parties

Remuneration to members of the Board of Directors and Management for the six-month period ended 30 June 2015 was VND11,345,144,846 (including personal income tax and compulsory insurances).

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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24. SEGMENT INFORMATION

Business segment

	Brokerage and customer services	Trading	Advisory services	Treasury activities	Other segments	Unallocated	Total
<i>For the financial six-month period ended 30 June 2015</i>							
1. Revenue from operating activities	117,099,435,567	15,934,581,159	3,395,083,026	129,157,856,000	807,056,207	-	266,394,011,959
2. Direct costs	66,760,177,443	9,321,087,878	3,445,903,131	57,175,241,472	843,401,995	-	137,545,811,919
3. Depreciation and amortization	1,081,106,798	20,549,421	9,194,706	1,521,830,872	22,448,793	-	2,655,130,589
4. Other income	-	-	-	-	17,182,069	-	17,182,069
Profit before tax	49,258,151,326	6,592,943,860	(60,014,811)	70,460,783,656	(41,612,512)	-	126,210,251,520
<i>As at 30 June 2015</i>							
1. Segment assets	234,238,867,323	523,042,278,562	1,237,211,253	2,113,139,959,221	1,194,782,561	-	2,872,853,098,920
2. Allocated assets	83,859,817,529	1,246,324,252	2,314,602,182	1,780,463,217	22,967,975,502	-	112,169,182,682
3. Unallocated assets	-	-	-	-	-	7,091,905,863	7,091,905,863
Total assets	318,098,684,852	524,288,602,814	3,551,813,435	2,114,920,422,438	24,162,758,063	7,091,905,863	2,992,114,187,465
1. Segment liabilities	589,731,804,255	-	-	-	1,226,047,840	-	590,957,852,095
2. Unallocated liabilities	-	-	-	-	-	172,622,050,299	172,622,050,299
Total liabilities	589,731,804,255	-	-	-	1,226,047,840	172,622,050,299	763,579,902,394

Geographical segment

All operations of the Company are taken place within Vietnam territory.

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25. OPERATING LEASE COMMITMENTS

As at 30 June 2015, the Company leases its offices under operating lease agreements as follows:

In Ho Chi Minh City:

- ▶ Head office at 5th and 6th Floor, AB Tower at 76 Le Lai, Ben Thanh Ward, District 1.
- ▶ Branch office at 1st Floor, 6 Thai Van Lung, Ben Nghe Ward, District 1.
- ▶ Transaction office at 569-571-573 Tran Hung Dao, Cau Kho Ward, District 1.
- ▶ Transaction office at 633 Nguyen Trai, Ward 11, District 5.
- ▶ Transaction office at Ground Floor, Centre Point Building, 106 Nguyen Van Troi, Ward 8, Phu Nhuan District.
- ▶ Warehouse for archiving documents at 81, Street No.42, Binh Trung Dong Ward, District 2.

In Hanoi:

- ▶ Branch office at 66A Tran Hung Dao, Tran Hung Dao Ward, Hoan Kiem District.
- ▶ Transaction office at 2nd Floor, B14 Building, Kim Lien Ward, Dong Da District.
- ▶ Transaction office at 6th Floor, Vinaconex Building, 34 Lang Ha, Lang Ha Ward, Dong Da District.
- ▶ Warehouse for archiving documents at P803, 8th Floor CT5, Me Tri Commune, Tu Liem District.

The minimum lease commitment as at 30 June 2015 under the operating lease agreements is as follows:

	VND	
	<u>30 June 2015</u>	<u>31 December 2014</u>
Less than 1 year	11,997,447,860	10,113,773,140
From 1 - 5 years	23,293,392,190	23,221,002,507
Over 5 years	-	354,665,228
TOTAL	<u>35,290,840,050</u>	<u>33,689,440,875</u>

26. BASIC EARNINGS PER SHARE

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

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

	<u>For the six-month period ended 30 June 2015</u>	<u>For the six-month period ended 30 June 2014</u>
Net profit after tax attributable to ordinary equity holders for basic earnings - VND	98,645,131,350	214,997,700,251
Weighted average number of ordinary shares excluded treasury shares for basic earnings per share	127,214,257	127,236,067
Basic earnings per share - VND	775	1,690

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Company implements risk management framework as comprehensive:

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. Market prices comprise four types of risks: interest rate risk, currency risk, commodity price risk and other price risk, such as equity price risk. Financial instruments affected by market risk include loans and borrowings, deposits and available-for-sale investments.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to market risk for changes in interest rate relates primarily to the Company's cash and short-term deposits. These investments are mainly short term in nature and they are not held for speculative purposes.

The Company manages interest rate risk by looking at the competitive structure of the market to obtain rates which are favorable for its purposes within its risk management limits.

A sensitivity analysis is not performed for interest rate risk at 30 June 2015 as the Company's exposure to interest-rate risk is minimal or debts bear fixed interest rate at the end of the period.

Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities (when revenue or expense is denominated in a different currency from the Company's accounting currency).

Foreign currency risk is low since most of all the Company's assets and liabilities are in Vietnam dong.

Equity price risk

The Company's listed and unlisted equity securities are susceptible to market price risk arising from uncertainty about future values of the investment securities. The Company manages the stock price risk by setting limits on stock investments. The Board of Directors of the Company also reviews and approves all investment decisions on stocks.

At the reporting date, the exposure to listed equity securities at fair value was VND48,270,070,955. An increase or decrease of 10% on the stock market index would result in an increase or decrease in the same proportion of revenue from the operating activities, depending on the significance or lengthiness of the decrease, and also depending on whether the holding status of the portfolio have significant impact on the market index.

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

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 operating activities (primarily for trade receivables from margin trading transactions) and from its financing activities, including deposits with banks and other financial instruments.

Trade receivables

Customer credit risk is managed by the Company based on its established policy, procedures and controls relating to customer credit risk management.

Outstanding customer receivables are regularly monitored. The requirement for impairment is analyzed at each reporting date on an individual basis for major clients. The Company has maintained strict control over its outstanding receivables and has a credit control department to minimize credit risk. The margin call is conducted on time and complies with the nature of the margin product.

In view of the aforementioned and the fact that the Company's trade receivables relate to a large number of diversified customers, there is no significant concentration of credit risk.

Bank deposits

The Company's bank balances are mainly maintained with well-known banks in Vietnam. Credit risk from balances with banks is managed by the Company's treasury department in accordance with the Company's policy. The Company's maximum exposure to credit risk for the components of the balance sheet at each reporting dates are the carrying amounts as illustrated in Note 4. The Company evaluates the concentration of credit risk in respect to bank deposit as low.

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27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

Liquidity risk

The liquidity risk is the risk that the Company will encounter difficulty in meeting financial obligation due to shortage of funds. The Company's exposure to liquidity risk arises primarily from mismatches of maturities of financial assets and liabilities.

The Company monitors its liquidity risk by maintain a level of cash and cash equivalents and bank loans deemed adequate by management to finance the Company's operations and to mitigate the effects of fluctuations in cash flows.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual payments:

	<u>On demand</u>	<u>Less than 1 year</u>	<u>VND</u> <u>Total</u>
30 June 2015			
Payables to securities transactions	566,625,837,409	18,170,000,000	584,795,837,409
Accrued expenses	-	10,184,351,033	10,184,351,033
Other short-term payables	116,516,275,352	5,649,703,470	122,165,978,822
	<u>683,142,112,761</u>	<u>34,004,054,503</u>	<u>717,146,167,264</u>
31 December 2014			
Payables to securities transactions	1,359,328,671,795	7,171,200,000	1,366,499,871,795
Accrued expenses	-	6,509,074,595	6,509,074,595
Other short-term payables	2,751,650,573	68,995,722,012	71,747,372,585
	<u>1,362,080,322,368</u>	<u>82,675,996,607</u>	<u>1,444,756,318,975</u>

The Company assessed the concentration of risk with respect to refinancing its debt and concluded it to be low. Access to sources of funding is sufficiently available and debt maturing within 12 months can be rolled over with existing lenders.

Collateral

The Company has held customers' securities as collaterals for the trade receivables from customers as at 30 June 2015 and at 31 December 2014.

28. ADDITIONAL PRESENTATION AND DISCLOSURE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS REQUIRED BY CIRCULAR NO. 210/2009/TT-BTC

The following shows the additional presentation and disclosure of financial instruments as required by Circular No. 210/2009/TT-BTC:

Financial assets

Financial assets of the Company under the Circular No. 210/2009/TT-BTC comprise cash, deposits at credit institutions, trading and investment securities, receivables and other assets under monetary derivative contracts.

According to Circular No. 210/2009/TT-BTC, financial assets are classified appropriately, for the purpose of explanation in the financial statements, into one of the following categories:

- *Financial asset recognized at fair value through profit or loss:*
is one that satisfies either of the following conditions:
 - a) Being classified as held for trading. A financial asset will be classified as securities held for trading if:
 - ✓ It is purchased or created mainly for the purpose of resale/redemption in a short term; or
 - ✓ There is an evidence that such instrument is traded for the purpose of gaining short-term profits.
 - b) Upon initial recognition, the entity categorises the financial asset as such reflected at fair value through profit or loss.
- *Held-to-maturity investments:*
are non-derivative financial assets with fixed or identifiable payments and fixed maturity periods which an entity has the intent and ability to hold until the date of maturity, with the exceptions of:
 - a) Financial assets that, upon initial recognition, were categorised as such recognised at fair value through profit or loss;
 - b) Financial assets already categorised as available for sale; or
 - c) Financial assets that meet the definitions of loans and receivables.
- *Loans and receivables:*
are non derivative financial assets with fixed or identifiable payments and not listed on the market, with the exceptions of:
 - a) The amounts the entity has the intent to immediately sell or will sell in a near future which are classified as assets held for trading and like those which, upon initial recognition the entity categorised as such recognized at fair value through profit or loss;
 - b) The amounts categorised by the entity as available for sale upon initial recognition; or
 - c) The amounts whose holders cannot recover most of the initial investment value not due to credit quality impairment and which are categorised as available for sale.

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28. ADDITIONAL PRESENTATION AND DISCLOSURE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS REQUIRED BY CIRCULAR NO. 210/2009/TT-BTC (continued)

Financial assets (continued)

▪ *Available-for-sale assets:*

are non-derivative financial assets determined as available for sale or not classified as:

- a) Loans and receivables;
- b) Held-to-maturity investments; or
- c) Financial assets recognized at fair value through profit or loss.

Financial liabilities

Financial liabilities of the Company under the Circular No. 210/2009/TT-BTC consist of borrowings, payables and other liabilities under monetary derivative contracts.

According to Circular No. 210/2009/TT-BTC, financial liabilities are classified appropriately, for the purpose of explanation in the financial statements, into one of the following categories:

▪ *Financial liabilities recognized at fair value through profit or loss:*

are ones that meet either of the following conditions:

- a) Being classified as held for trading. A financial liability will be classified as securities held for trading, if:
 - ✓ It is purchased or created mainly for the purpose of resale/redemption in a short-term; or
 - ✓ There is an evidence that such instrument is traded for the purpose of gaining short-term profits.
- b) Upon initial recognition, the entity categorises the financial liability as such reflected at fair value through profit or loss.

▪ *Financial liabilities determined at amortized cost*

Financial liabilities not categorised as such recorded at fair value through profit or loss will be classified as such determined at amortized cost.

28. ADDITIONAL PRESENTATION AND DISCLOSURE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS REQUIRED BY CIRCULAR NO. 210/2009/TT-BTC (continued)

Set out below is a comparison by class of the carrying amounts and fair value of the Company's financial instruments that are carried in the interim financial statements:

	Carrying amount		Fair value		VND
	30 June 2015	31 December 2014	30 June 2015	31 December 2014	
Financial assets					
Financial assets at fair value through profit or loss					
- Held for trading investments					
Listed shares	50,492,508,131	131,920,049,245	48,270,070,955	126,751,111,400	
Unlisted shares	147,367,693,548	147,800,913,887	71,032,128,750	71,786,628,750	
Government bonds	405,140,000,000	-	405,140,000,000	-	
- Held-to-maturity investment					
Short term deposit	646,976,090,165	1,482,000,000,000	646,976,090,165	1,482,000,000,000	
Trade receivables and other receivables	1,699,595,480,600	2,038,811,977,052	1,699,595,480,600	2,038,811,977,052	
Cash and cash equivalents	728,227,993	24,623,089,077	728,227,993	24,623,089,077	
Total	2,950,300,000,437	3,825,156,029,261	2,871,741,998,463	3,743,972,806,279	
Financial liabilities					
Payables to securities transactions	584,795,837,409	1,366,499,871,795	584,795,837,409	1,366,499,871,795	
Accrued liabilities	10,184,351,033	6,509,074,595	10,184,351,033	6,509,074,595	
Other short-term payable	122,165,978,822	71,747,372,585	122,165,978,822	71,747,372,585	
Total	717,146,167,264	1,444,756,318,975	717,146,167,264	1,444,756,318,975	

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28. ADDITIONAL PRESENTATION AND DISCLOSURE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS REQUIRED BY CIRCULAR NO. 210/2009/TT-BTC (continued)

The fair value of the financial assets and liabilities are the amounts at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following method and assumption are used to estimate the fair values:

- ▶ Fair value of quoted held-for-trading securities are derived from quoted market prices in active markets;
- ▶ Cash and short-term deposits, trade receivables, trade payables and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

29. EVENTS AFTER THE INTERIM BALANCE SHEET DATE

There have been no significant events occurring after the end of the period that have affected or may significantly affect the operations of the Company and the results of its operations or the state of affairs of the Company which could require adjustments or preparations in the interim financial statements.

Ho Thi Thu Thao
Preparer

Lam Huu Ho
Chief Financial Officer



Johan Nyvene
Chief Executive Officer

Ho Chi Minh City, Vietnam

10 August 2015