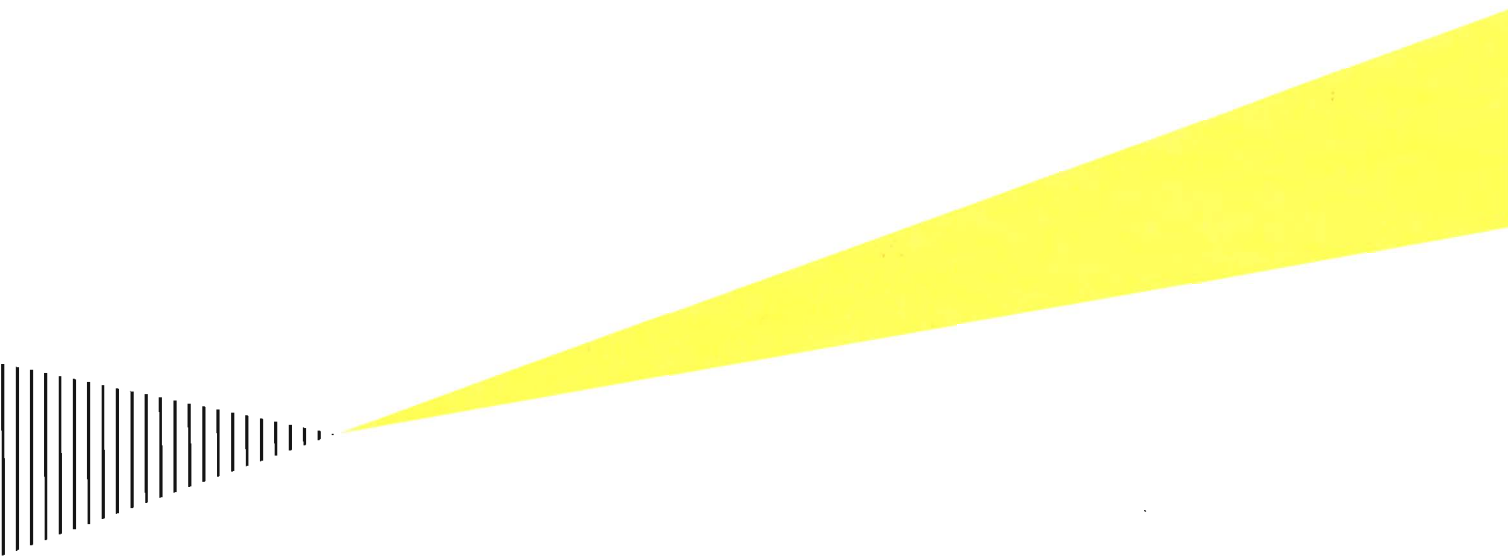


Viet Dragon Securities Corporation

Interim financial statements

30 June 2015



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Viet Dragon Securities Corporation

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Viet Dragon Securities Corporation

GENERAL INFORMATION

THE COMPANY

Viet Dragon Securities Corporation (“the Company”) is a joint stock company established in Vietnam under Business Registration Certificate No. 4103005723 issued by the Department of Planning and Investment of Ho Chi Minh City on 15 December 2006 and Business License No. 32/UBCK-GPHDKD issued by the State Securities Commission (“SSC”) on 21 December 2006 and other amended licenses issued by the SSC as follows:

<i>Amended License No.</i>	<i>Content</i>	<i>Date issued</i>
32/UBCK-GP	Increase charter capital to VND300,000,000,000	15 August 2007
147/UBCK-GP	Increase charter capital to VND330,000,000,000	8 August 2008
312/UBCK-GP	Head office relocation	11 March 2010
347/UBCK-GP	Increase charter capital to VND349,799,870,000	20 August 2010

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

The Company’s head office is located at 141 Nguyen Du Street, Ben Thanh Ward, District 1, Ho Chi Minh City. As at 30 June 2015, the Company has 3 branches located in Hanoi, Nha Trang and Can Tho cities.

BOARD OF DIRECTORS

Members of the Board of Directors during the six-month period ended 30 June 2015 and up to the date of this report are:

Mr. Nguyen Mien Tuan	Chairman	Appointed on 18 September 2012
Mr. Nguyen Thuc Vinh	Member	Appointed on 18 April 2012
Ms. Nguyen Nu Tuong Oanh	Member	Appointed on 18 April 2012
Mr. Nguyen Hieu	Member	Appointed on 15 March 2014
Mr. Ton That Dien Khoa	Member	Appointed on 16 October 2014

BOARD OF SUPERVISION

Members of the Board of Supervision during the six-month period ended 30 June 2015 and up to the date of this report are:

Mr. Nguyen Van Minh	Chief Supervisor	Appointed on 18 April 2012
Mr. Dao Cong Thang	Member	Reappointed on 18 April 2012
Ms. Nguyen Thi Thuy Hang	Member	Appointed on 8 April 2015

BOARD OF MANAGEMENT

Members of the Board of Management during the six-month period ended 30 June 2015 and up to the date of this report are:

Mr. Nguyen Hieu	General Director	Appointed on 18 September 2012
Mr. Nguyen Minh Nhut	Deputy General Director	Appointed on 25 September 2009
Mr. Nguyen Chi Trung	Deputy General Director	Appointed on 15 July 2013

Viet Dragon Securities Corporation

GENERAL INFORMATION (continued)

LEGAL REPRESENTATIVE

The legal representative of the Company during the six-month period ended 30 June 2015 and up to the date of this report is Mr. Nguyen Mien Tuan - Chairman.

Mr. Nguyen Hieu, the General Director is authorized by Mr. Nguyen Mien Tuan to sign off the interim financial statements in accordance with Decision No. 23/2012/QD-HDQT dated 16 October 2012.

AUDITOR

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

Viet Dragon Securities Corporation

REPORT OF THE BOARD OF MANAGEMENT

Management of Viet Dragon Securities Corporation ("the Company") is pleased to present its report and the interim financial statements of the Company for the six-month period ended 30 June 2015.

MANAGEMENT'S RESPONSIBILITY FOR THE INTERIM FINANCIAL STATEMENTS

The Board of Management is responsible for the interim financial statements of each financial period which give a true and fair view of the interim financial position of the Company and of the Company's interim results of operations, interim cash flows and interim changes in equity. 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 financial position of the Company and to ensure that the accounting records comply with the registered 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 for the six-month period ended 30 June 2015.

STATEMENT BY MANAGEMENT

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 comply with relevant statutory requirements.

For and on behalf of management:




Mr. Nguyen Hieu
General Director

Ho Chi Minh City, Vietnam

7 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: 60752721/17829348-SX

REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

To: **The Shareholders of Viet Dragon Securities Corporation**

We have reviewed the interim financial statements of Viet Dragon Securities Corporation ("the Company"), as prepared on 7 August 2015 and set out on pages 5 to 43 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, its interim cash flows and 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 comply with relevant 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

7 August 2015

Viet Dragon 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		961,203,317,294	1,074,235,816,723
110	I. Cash and cash equivalents	4	285,682,387,853	315,516,672,633
111	1. Cash		285,682,387,853	315,516,672,633
120	II. Short-term investments		115,974,037,963	152,792,400,716
121	1. Short-term investments	6	140,504,958,029	181,742,066,774
129	2. Provision for short-term investments	6,2,7	(24,530,920,066)	(28,949,666,058)
130	III. Current accounts receivable	8	422,641,385,355	470,376,364,592
131	1. Trade receivables		172,500,000	253,500,000
132	2. Advances to suppliers		512,653,200	1,633,833,400
135	3. Receivables from securities trading		406,028,217,606	456,234,065,034
138	4. Other receivables		37,292,421,875	33,975,665,389
139	5. Provision for doubtful debts	9	(21,364,407,326)	(21,720,699,231)
150	IV. Other current assets		136,905,506,123	135,550,378,782
151	1. Short-term prepaid expenses		2,410,827,811	782,611,182
154	2. Tax and other receivables from the State		39,338,950	2,071,968
158	3. Other current assets	10	134,455,339,362	134,765,695,632
200	B. NON-CURRENT ASSETS		27,383,637,090	26,399,924,782
220	I. Fixed assets		12,963,567,162	12,852,015,745
221	1. Tangible fixed assets	11	8,873,522,688	8,183,558,724
222	Cost		29,615,130,961	27,298,827,961
223	Accumulated depreciation		(20,741,608,273)	(19,115,269,237)
227	2. Intangible fixed assets	12	4,034,887,311	4,613,299,858
228	Cost		10,124,060,628	10,124,060,628
229	Accumulated amortization		(6,089,173,317)	(5,510,760,770)
230	3. Constructions in progress	13	55,157,163	55,157,163
260	II. Other long-term assets		14,420,069,928	13,547,909,037
261	1. Long-term prepaid expenses		-	171,571,592
263	2. Advance to Settlement Assistance Fund	14	12,214,638,264	10,154,335,213
268	3. Other long-term assets	15	2,205,431,664	3,222,002,232
270	TOTAL ASSETS		988,586,954,384	1,100,635,741,505

Viet Dragon 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		639,159,134,459	758,174,461,507
310	<i>I. Current liabilities</i>		638,537,151,459	757,517,520,507
311	1. Short-term loans and borrowings	16	253,590,100,000	284,833,623,695
312	2. Trade payables		324,595,936	364,385,438
313	3. Advances from customers		808,500,000	655,000,000
314	4. Statutory obligations	17	1,032,165,308	1,739,413,715
315	5. Payables to employees		7,796,755	7,796,755
316	6. Accrued expenses	18	3,642,147,581	9,146,797,514
319	7. Other short-term payables	19	272,470,804,131	388,936,491,298
320	8. Payables for securities trading	20	103,424,909,452	69,206,784,606
321	9. Dividend, principal and interest payables on behalf of customers		3,236,132,296	2,627,227,486
330	<i>II. Non-current liability</i>		621,983,000	656,941,000
333	1. Other long-term payables		621,983,000	656,941,000
400	B. OWNERS' EQUITY		349,427,819,925	342,461,279,998
410	<i>I. Capital</i>		349,427,819,925	342,461,279,998
411	1. Share capital	21.1	349,799,870,000	349,799,870,000
412	2. Share premium		33,476,130,000	33,476,130,000
418	3. Financial reserve		2,157,158,275	2,157,158,275
419	4. Supplementary capital reserve		2,157,158,275	2,157,158,275
420	5. Accumulated losses		(38,162,496,625)	(45,129,036,552)
440	TOTAL LIABILITIES AND OWNER'S EQUITY		988,586,954,384	1,100,635,741,505

Viet Dragon Securities Corporation

INTERIM BALANCE SHEET (continued)
as at 30 June 2015

B01a-CTCK

OFF BALANCE SHEET ITEMS

VND

Code	ITEMS	30 June 2015	31 December 2014
006	1. Custody securities	7,217,615,140,000	8,566,360,340,000
	<i>In which:</i>		
007	1.1. Trading securities	2,494,188,630,000	4,066,756,950,000
008	1.1.1. Trading securities of custody investors	31,747,610,000	27,285,150,000
009	1.1.2. Trading securities of domestic investors	2,445,601,060,000	4,014,783,050,000
010	1.1.3. Trading securities of foreign investors	16,839,960,000	24,688,750,000
012	1.2. Temporarily unprocessed securities	40,926,670,000	41,481,430,000
014	1.2.1. Temporarily unprocessed securities of domestic investors	40,926,670,000	41,481,430,000
017	1.3. Mortgaged securities	2,438,974,490,000	3,590,899,670,000
018	1.3.1. Mortgaged securities of custody investors	-	6,800,000,000
019	1.3.2. Mortgaged securities of domestic investors	2,438,974,490,000	3,584,099,670,000
022	1.4. Suspense securities	1,231,331,190,000	-
024	1.4.1. Suspense securities of domestic investors	1,231,331,190,000	-
027	1.5. Securities awaiting settlement	90,369,820,000	75,538,320,000
029	1.5.1. Securities awaiting settlement of domestic investors	90,229,820,000	75,538,320,000
030	1.5.2. Securities awaiting settlement of foreign investors	140,000,000	-

Viet Dragon Securities Corporation

INTERIM BALANCE SHEET (continued)
as at 30 June 2015

B01a-CTCK

OFF BALANCE SHEET ITEMS (continued)

VND

Code	ITEMS	30 June 2015	31 December 2014
037	1.6. Securities awaiting trading	2,876,780,000	1,895,610,000
038	1.6.1. Securities awaiting trading of custody investors	-	120,000
039	1.6.2. Securities awaiting trading of domestic investors	2,865,200,000	1,886,690,000
040	1.6.3. Securities awaiting trading of foreign investors	11,580,000	8,800,000
042	1.7. Securities mortgaged for loans	918,947,560,000	789,788,360,000
044	1.7.1. Securities mortgaged for loans of domestic investors	918,947,560,000	789,788,360,000
050	2. Custody securities of unlisted public companies	263,616,080,000	159,661,510,000
	<i>In which:</i>		
051	2.1. Trading securities	258,226,780,000	156,719,710,000
052	2.1.1. Trading securities of custody investors	8,910,000	7,570,000
053	2.1.2. Trading securities of domestic investors	252,806,180,000	151,325,970,000
054	2.1.3. Trading securities of foreign investors	5,411,690,000	5,386,170,000
056	2.2. Temporarily unprocessed securities	2,833,400,000	2,261,400,000
058	2.2.1. Temporarily unprocessed securities of domestic investors	2,833,400,000	2,261,400,000
071	2.3. Securities awaiting settlement	2,555,900,000	680,400,000
073	2.3.1. Securities awaiting settlement of domestic investors	2,555,900,000	680,400,000
083	3. Non-custodied securities of securities companies	39,762,510,000	50,893,950,000

Prepared by:

Reviewed by:

Approved by:



Ms. Duong Kim Chi
Deputy Manager of Accounting
Department



Mr. Le Minh Hien
Chief Accountant




Mr. Nguyen Hieu
General Director

Ho Chi Minh City, Vietnam

7 August 2015

Viet Dragon 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. Revenues		52,141,606,586	57,020,516,340
	<i>In which:</i>			
01.1	Revenue from brokerage services		19,214,701,447	17,829,439,608
01.2	Revenue from securities investments and capital contributions		5,940,251,867	11,261,437,263
01.5	Revenue from financial and investment advisory services		680,454,545	5,221,302,999
01.6	Revenue from depository service		1,782,552,902	1,929,073,399
01.9	Other revenues	22	24,523,645,825	20,779,263,071
02	2. Deductions		-	-
10	3. Net revenues from operating activities		52,141,606,586	57,020,516,340
11	4. Operating expenses	23	(28,440,552,345)	(32,700,286,699)
20	5. Gross profit from operating activities		23,701,054,241	24,320,229,641
25	6. General and administrative expenses	24	(17,004,891,965)	(16,076,835,597)
30	7. Net gain from operating activities		6,696,162,276	8,243,394,044
31	8. Other income		281,300,141	369,984,797
32	9. Other expenses		(10,922,490)	-
40	10. Other profit		270,377,651	369,984,797
50	11. Profit before tax		6,966,539,927	8,613,378,841
51	12. Current corporate income tax	25.1	-	-
60	14. Net profit after tax		6,966,539,927	8,613,378,841
70	15. Basic earnings per share	26	199	246

Prepared by:




Ms Duong Kim Chi
Deputy Manager of Accounting
Department

Reviewed by:



Mr Le Minh Hien
Chief Accountant

Approved by:

Mr Nguyen Hieu
General Director

Ho Chi Minh City, Vietnam

7 August 2015

Viet Dragon 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	Profit before tax		6,966,539,927	8,613,378,841
	<i>Adjustments for:</i>			
02	Depreciation and amortization	11,12	2,204,751,583	2,448,623,401
03	Provisions for investments and doubtful debts	7,9	(4,775,037,897)	(224,011,760)
05	Gain from investment activities		(3,083,953,758)	(1,475,320,822)
06	Interest expense	23	12,513,308,779	16,199,858,320
08	Operating profit before changes in working capital		13,825,608,634	25,562,527,980
09	Increase in receivables		(4,775,247,502)	(83,369,680,438)
10	Decrease/(increase) in self-trading securities and short-term investments		41,237,108,745	(6,373,707,418)
11	(Decrease)/increase in payables		(9,739,247,094)	330,944,166
12	Increase in prepaid expenses		(1,456,645,037)	(582,549,498)
13	Interest paid		(12,432,240,531)	(15,648,669,251)
16	Other cash outflows from operating activities	14	(2,060,303,051)	(1,740,498,831)
20	Net cash flows from/(used in) operating activities		24,599,034,164	(81,821,633,290)
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchases of fixed assets	11	(2,316,303,000)	(334,540,800)
27	Interest and dividends received		2,040,132,258	4,475,320,822
30	Net cash flows (used in)/from investing activities		(276,170,742)	4,140,780,022

Viet Dragon 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			
33	Drawdown of borrowings		1,117,443,166,116	1,644,017,907,010
34	Repayment of borrowings		(1,148,686,689,811)	(1,584,447,274,057)
40	Net cash flows (used in)/from financing activities		(31,243,523,695)	59,570,632,953
50	Net decrease in cash and cash equivalents during the period		(6,920,660,273)	(18,110,220,315)
60	Cash and cash equivalents at the beginning of the period	4	56,454,900,875	27,463,280,519
70	Cash and cash equivalents at the end of the period	4	49,534,240,602	9,353,060,204

Prepared by:



Ms. Duong Kim Chi
Deputy Manager of Accounting
Department

Reviewed by:



Mr. Le Minh Hien
Chief Accountant

Approved by:



The stamp is a red circular seal with the text: S.O.D: 312, CÔNG TY CỔ PHẦN CHỨNG KHOÁN RỒNG VIỆT, QUẬN 1 - TP. HỒ CHÍ MINH.

Mr. Nguyen Hieu
General Director

Ho Chi Minh City, Vietnam

7 August 2015

Viet Dragon Securities Corporation

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

B05a-CTCK

VND

ITEMS	Notes	Opening balance		Increase/(decrease)				Closing 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		
A	B	1	2	3	4	5	6	7	8
1. Share capital		349,799,870,000	349,799,870,000	-	-	-	-	349,799,870,000	349,799,870,000
2. Share premium		33,476,130,000	33,476,130,000	-	-	-	-	33,476,130,000	33,476,130,000
3. Financial reserve		2,157,158,275	2,157,158,275	-	-	-	-	2,157,158,275	2,157,158,275
4. Supplementary capital reserve		2,157,158,275	2,157,158,275	-	-	-	-	2,157,158,275	2,157,158,275
5. Accumulated losses		(150,361,149,358)	(45,129,036,552)	8,613,378,841	-	6,966,539,927	-	(141,747,770,517)	(38,162,496,625)
TOTAL		237,229,167,192	342,461,279,998	8,613,378,841	-	6,966,539,927	-	245,842,546,033	349,427,819,925

Prepared by:



Ms. Duong Kim Chi
Deputy Manager of Accounting Department

Reviewed by:



Mr. Le Minh Hien
Chief Accountant

Approved by:



Mr. Nguyen Hieu
General Director

Ho Chi Minh City, Vietnam

7 August 2015

Viet Dragon Securities Corporation

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

B09a-CTCK

1. CORPORATE INFORMATION

Viet Dragon Securities Corporation ("the Company") is a joint stock company established in Vietnam under Business Registration Certificate No. 4103005723 issued by the Department of Planning and Investment of Ho Chi Minh City on 15 December 2006 and Business License No. 32/UBCK-GPHDKD issued by the State Securities Commission ("SSC") on 21 December 2006, and other amended licenses issued by the SSC as follows:

<i>Amended License No.</i>	<i>Content</i>	<i>Date issued</i>
32/UBCK-GP	Increase charter capital to VND300,000,000,000	15 August 2007
147/UBCK-GP	Increase charter capital to VND330,000,000,000	8 August 2008
312/UBCK-GP	Head office relocation	11 March 2010
347/UBCK-GP	Increase charter capital to VND349,799,870,000	20 August 2010

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

Charter capital

As at 30 June 2015, the charter capital of the Company was VND349,799,870,000.

Operation network

The Company's head office is located at 141 Nguyen Du Street, Ben Thanh Ward, District 1, Ho Chi Minh City. As at 30 June 2015, the Company has three branches in Hanoi, Nha Trang and Can Tho cities.

Employees

The Company's number of employees as at 30 June 2015 was 186 persons (31 December 2014: 173 persons).

2. BASIS OF PREPARATION

2.1 **Accounting Standards and System**

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

- ▶ Decision No. 149/2001/QD-BTC dated 31 December 2001 on the Issuance and Promulgation of Four Vietnamese 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).

Viet Dragon Securities Corporation

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

B09a-CTCK

2. BASIS OF PREPARATION (continued)

2.1 *Accounting Standards and System* (continued)

Accordingly, the accompanying interim balance sheet, interim income statement, interim cash flow statement, interim statement of changes in equity and related notes, including their utilization are not designed for those who are not informed about Vietnam's accounting principles, procedures and practices and furthermore are not intended to present the interim financial position and 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 *Registered accounting documentation system*

The Company's registered 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.

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

2.4 *Accounting currency*

The Company maintains its accounting records in VND.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 *Change in accounting policies and disclosures*

The accounting policies adopted by the Company in preparation of the interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the financial year ended 31 December 2014 and the interim financial statements for the six-month period ended 30 June 2014.

3.2 *Standards issued but not yet effective*

On 30 December 2014, the Ministry of Finance issued Circular No. 210/2014/TT-BTC regulating the accounting guidance applicable to securities companies, replacing Circular No. 95/2008/TT-BTC dated 24 October 2008 issued by the Ministry of Finance regulating the accounting guidance applicable to securities companies and Circular No. 165/2010/TT-BTC dated 20 October 2010. This Circular presents regulations and contents relevant to accounting vouchers, accounting system, preparation and presentation of financial statements applicable to securities companies. This Circular is effective from 1 January 2016.

3.3 *Cash and cash equivalents*

Cash and cash equivalents comprise cash on hand, cash at banks, and short-term, highly liquid investments with an original maturity of equal to and 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.

Cash and cash equivalents presented on the interim balance sheet also comprise investors' deposits for securities trading. However, investors' deposits for securities trading are eliminated from cash and cash equivalent for the purpose of the interim cash flow statement.

Viet Dragon 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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3. SIGNIFICANT ACCOUNTING POLICIES (continued)

3.4 *Receivables*

Receivables are initially recorded at cost and subsequently stated at cost.

Provision for receivables is made based on overdue status of receivables or estimated loss arising from undue debts of economic organizations which fall bankrupt or are undergoing dissolution procedures; or debtors who are missing, have fled, are prosecuted, detained or tried by law enforcement bodies, are serving sentences or have deceased.

Increases or decreases to the provision balance are recorded as "*General and administrative expenses*" in the interim income statement. The Company has made provision for overdue receivables in accordance with Circular No. 228/2009/TT-BTC dated 7 December 2009 issued by the Ministry of Finance. Accordingly, the provision rates for overdue receivables are as follows:

<i>Overdue time</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%

3.5 *Tangible fixed assets*

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of a tangible fixed asset comprises 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 retired, 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.

3.6 *Intangible fixed assets*

Intangible fixed assets are stated at cost less accumulated amortization.

The cost of an intangible fixed asset comprises 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 retired, 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.

Trademarks are the costs spent to set up the Company's brand.

Copyrights are the cost to purchase computer softwares including office softwares and securities trading softwares.

3.7 *Depreciation and amortization*

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

Office equipment	3 - 5 years
Transportation vehicles	6 years
Computer softwares	6 - 8 years
Trademarks	5 years
Copyrights	5 years
Other intangible assets	5 years

Viet Dragon 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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3. SIGNIFICANT ACCOUNTING POLICIES (continued)

3.8 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.

3.9 Prepaid expenses

Prepaid expenses are reported as short-term or long-term prepaid expenses on the interim balance sheet and amortized over the period for which the amounts are paid or the period in which economic benefits is 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 five (5) years:

- ▶ Office renovation costs;
- ▶ Office rental;

3.10 Short-term 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 recognize investments in securities.

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

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

3.11 Provision for diminution in value of short-term investments in securities

Provision for diminution in value of short-term investment securities is made for individual stocks when their market value is lower than book value. Provision for diminution in value 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 which is within one month before the date of provision calculation in accordance with Circular 146/2014/TT-BTC. Any increase or decrease in balance of provision is recognized to "Operating expenses for the period".

The market prices of listed securities are determined based on closing prices on the stock markets as at 30 June 2015.

The market prices of unlisted shares which are registered on the unlisted public companies market (UPCoM) are the closing prices as at 30 June 2015.

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.

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

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

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3. SIGNIFICANT ACCOUNTING POLICIES (continued)

3.12 Payables and accruals

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

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 Labour, War Invalids 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.

3.13.2 Severance allowance

The Company has the obligation, under the Vietnam Labour Code, to pay allowance arising from voluntarily resignation of employees, equal to one-half month's salary plus salary allowances (if any) for each year of employment until 31 December 2008. The average monthly salary used in this calculation will be the average monthly salary of the latest six-month period up to the resignation date.

3.13.3 Unemployment benefits

From 1 January 2009, the Company is obliged to pay unemployment insurance at 1.00% of its salary fund used for payment of unemployment insurance for insurance participants and deduct 1.00% of salary of each employee to simultaneously pay to the Unemployment Insurance Fund.

3.14 Appropriation of net profits

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

3.15 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 after offsetting with previous years' losses and paying corporate income tax as required by Law on corporate income tax:

	<u>Percentage of profit after tax</u>	<u>Maximum level</u>
Supplementary capital reserve	5%	10% of charter capital
Financial reserve	5%	10% of charter capital

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

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

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 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 securities trading

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

Interest

Revenue is recognized as the interest accrues (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 share dividend which is monitored by the number of shares only.

Rendering of other services

Revenue is recognized when the service is rendered and confirmed by agreement between two parties.

3.17 *Cost of securities sold*

The Company applies the moving weighted average method to calculate cost of self-trading stocks sold.

3.18 *Corporate income tax (CIT)*

Current CIT

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

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

3.18 *Corporate income tax (CIT)* (continued)

Deferred CIT

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

Deferred CIT liabilities are recognized for all taxable temporary differences, except:

- ▶ Where the deferred CIT 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 CIT 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 utilized, except:

- ▶ Where the deferred CIT 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 CIT 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 CIT asset to be utilized. Previously unrecognized deferred CIT assets are reassessed 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 CIT assets to be recovered.

Deferred CIT assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is 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 CIT is also dealt with in the equity account.

Deferred CIT assets and liabilities are offset when there is a legally enforceable right to set off current CIT assets against current CIT 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 CIT assets and liabilities on a net basis.

3.19 *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.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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4. CASH AND CASH EQUIVALENTS

	VND	
	30 June 2015	31 December 2014
Cash on hand	57,847,233	66,397,022
Cash at banks	281,854,708,371	309,082,764,191
Clearing transaction accounts	3,769,832,249	6,367,511,420
TOTAL	<u>285,682,387,853</u>	<u>315,516,672,633</u>

For the purpose of preparing the interim cash flow statement, cash and cash equivalents comprise the following items in the interim balance sheet:

	VND	
	30 June 2015	31 December 2014
Cash on hand	57,847,233	66,397,022
Cash at banks	281,854,708,371	309,082,764,191
Clearing transaction accounts	3,769,832,249	6,367,511,420
	<u>285,682,387,853</u>	<u>315,516,672,633</u>
<i>Less:</i>		
Investors' deposits for securities trading (Note 19)	(135,177,919,201)	(196,815,558,478)
Clearing transaction accounts of investors (Note 20)	(100,346,171,800)	(62,246,133,400)
Dividend payables to investors	(624,056,250)	(79,880)
	<u>(236,148,147,251)</u>	<u>(259,061,771,758)</u>
TOTAL	<u>49,534,240,602</u>	<u>56,454,900,875</u>

5. VALUE AND VOLUME OF TRADING RESULTS IN THE PERIOD

	Current trading volume Share	Current trading value VND
Trading results of the Company	4,040,992	73,255,261,931
Shares	4,040,992	73,255,261,931
Trading results of the investors	666,633,977	9,577,781,666,520
Shares	666,321,747	9,546,121,787,520
Bonds	300,000	31,543,200,000
Fund certificates	12,230	116,679,000
TOTAL	<u>670,674,969</u>	<u>9,651,036,928,451</u>

6. FINANCIAL INVESTMENTS

6.1 Increase/decrease in financial investments

	VND			
	31 December 2014	Increase during the period	Decrease during the period	30 June 2015
Short-term investments (Note 6.2)	<u>181,742,066,774</u>	<u>16,019,960,485</u>	<u>(57,257,069,230)</u>	<u>140,504,958,029</u>

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

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6. FINANCIAL INVESTMENTS (continued)

6.2 Details of short-term investments

	VND									
	Number of shares		Cost		Compared to market value				Market value	
					Increase		Decrease			
	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014
Listed securities										
Kinh Do JSC (KDC)	500,048	500,044	29,862,689,210	29,955,561,035	-	-	8,460,634,810	5,003,365,435	21,402,054,400	24,952,195,600
Binh Duong Mineral and Construction JSC (KSB)	904,645	695,881	27,775,100,857	27,775,100,857	-	-	5,158,975,857	5,785,261,257	22,616,125,000	21,989,839,600
Hoàng Anh Gia Lai JSC (HAG)	400,037	400,035	8,447,064,216	8,447,026,956	-	393,746,544	846,361,216	-	7,600,703,000	8,840,773,500
Binh Chanh Construction Investment Shareholding Company (BCI)	466,761	21	7,861,762,670	302,670	-	157,230	66,853,970	-	7,794,908,700	459,900
Kinh Bac City Development Share Holding Corporation - JSC(KBC)	400,020	450,015	6,113,995,351	6,878,135,351	86,314,649	277,103,149	-	-	6,200,310,000	7,155,238,500
Tasco JSC (HUT)	298,428	430,040	3,644,743,808	5,882,382,800	-	224,185,200	153,136,208	-	3,491,607,600	6,106,568,000
Viet Nam Ocean Shipping JSC (VOS)	576,556	6	3,373,276,060	21,060	-	16,140	1,240,018,860	-	2,133,257,200	37,200
The Corporation for Financing and Promoting Technology (FPT)	13	150,001	598,581	7,435,236,634	4,619	-	-	235,188,634	603,200	7,200,048,000
Vincom Group - JSC (VIC)	8	340,027	391,663	16,654,194,557	-	-	43,663	434,906,657	348,000	16,219,287,900
PetroVietnam General Services JSC (PET)	6	226,226	116,067	4,377,333,070	-	305,545,130	12,267	-	103,800	4,682,878,200
Vinh Son - Song Ninh Hydro Power JSC (VSH)	6	234,006	80,657	3,129,863,828	-	29,217,172	257	-	80,400	3,159,081,000
Others	56,395	227,722	865,057,421	8,728,881,215	21,294,963	250,060,754	38,784,684	654,941,409	847,567,700	8,324,000,560
	3,602,923	3,654,024	87,944,876,561	119,264,040,033	107,614,231	1,480,031,319	15,964,821,792	12,113,663,392	72,087,669,000	108,630,407,960

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

6.2 Details of short-term investments (continued)

VND

	Number of shares		Carrying Value		Compared to market value				Number of shares	
					Increase		Decrease			
	30/06/2015	31/12/2014	30/06/2015	31/12/2014	30/06/2015	31/12/2014	30/06/2015	31/12/2014	30/06/2015	31/12/2014
Unlisted securities										
Exim Real Estate JSC (EXIMLAND)	2,000,000	2,000,000	34,000,000,000	34,000,000,000	-	-	3,000,000,000	8,000,000,000	31,000,000,000	26,000,000,000
Nha Vui Construction JSC (NHAVUI)	360,000	670,500	4,556,027,180	8,485,603,400	-	-	1,676,027,180	3,792,103,400	2,880,000,000	4,693,500,000
Dong Phu Technical Rubber JSC (DORUFOAM)	450,000	450,000	4,450,000,000	4,450,000,000	-	-	2,200,000,000	2,200,000,000	2,250,000,000	2,250,000,000
Can Tho Aquaproduct Import And Export JSC (CASEAMEX)	509,238	461,895	3,933,297,000	3,933,297,000	-	-	-	1,161,927,000	3,933,297,000	2,771,370,000
Central Investment & Development JSC (CER)	132,000	132,000	2,472,272,700	2,472,272,700	-	-	1,680,272,700	1,680,272,700	792,000,000	792,000,000
Vietnam Ceramic & Glass Corporation JSC (SANHSUTTVN)	475,000	475,000	1,900,000,000	1,900,000,000	-	-	-	-	1,900,000,000	1,900,000,000
Power Construction JSC No. 1 (XLD1)	50,000	-	1,235,000,000	-	-	-	-	-	1,235,000,000	-
Hung Vuong Assurance JSC (BHV)	-	900,000	-	7,233,604,580	-	-	-	-	-	7,233,604,580
Others	904	266	13,484,588	3,249,061	159,106	17,842	9,798,394	1,699,566	3,845,300	1,567,337
	3,977,142	5,089,661	52,560,081,468	62,478,026,741	159,106	17,842	8,566,098,274	16,836,002,666	43,994,142,300	45,642,041,917
TOTAL	7,580,065	8,743,685	140,504,958,029	181,742,066,774	107,773,337	1,480,049,161	24,530,920,066	28,949,666,058	116,081,811,300	154,272,449,877

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Viet Dragon 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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7. PROVISION FOR DIMINUTION IN VALUE OF INVESTMENT SECURITIES

	VND	
	<i>30 June 2015</i>	<i>31 December 2014</i>
Short-term investments		
<i>Listed</i>	15,964,821,792	12,113,663,392
<i>Unlisted</i>	<u>8,566,098,274</u>	<u>16,836,002,666</u>
TOTAL	<u>24,530,920,066</u>	<u>28,949,666,058</u>

Movement of provision for diminution in value of financial investments during the period is as follows:

	VND	
	<i>For the six-month period ended</i>	<i>For the six-month period ended</i>
	<i>30 June 2015</i>	<i>30 June 2014</i>
Beginning balance	28,949,666,058	25,012,766,757
Increased in the period (<i>Note 23</i>)	5,788,235,654	9,056,045,036
Reversed in the period (<i>Note 23</i>)	<u>(10,206,981,646)</u>	<u>(8,447,040,866)</u>
Ending balance	<u>24,530,920,066</u>	<u>25,621,770,927</u>

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8. SHORT-TERM ACCOUNTS RECEIVABLE

VND

	31 December 2014			Movement		30 June 2015			Provision
	Total	Overdue	Doubtful	Increase	Decrease	Total	Overdue	Doubtful	
1. Trade receivables	253,500,000	-	-	662,006,873	743,006,873	172,500,000	-	-	-
2. Advances to suppliers	1,633,833,400	-	-	2,480,518,200	3,601,698,400	512,653,200	-	-	-
3. Receivables from securities trading	456,234,065,034	-	-	3,353,869,867,120	3,404,075,714,548	406,028,217,606	-	-	19,386,198,848
- Due from customers for securities trading	3,063,497,713	-	-	16,912,508,945	16,916,188,509	3,059,818,149	-	-	-
- Advances to customers for securities trading	33,132,280,982	-	-	2,156,613,455,214	2,119,537,851,276	70,207,884,920	-	-	-
- Due from margin trading and co-operation contracts	364,838,286,339	-	-	1,180,343,902,961	1,212,421,674,763	332,760,514,537	-	-	19,386,198,848
- Due from Stock Exchange	55,200,000,000	-	-	-	55,200,000,000	-	-	-	-
4. Other receivables	33,975,665,389	-	1,978,208,478	34,127,482,633	30,810,726,147	37,292,421,875	-	1,978,208,478	1,978,208,478
- Interest receivables from investment co-operation contracts	18,280,523,301	-	-	3,415,507,251	3,553,846,137	18,142,184,415	-	-	-
- Receivables from employees	1,978,208,478	-	1,978,208,478	156,750	156,750	1,978,208,478	-	1,978,208,478	1,978,208,478
- Dividend receivables	-	-	-	1,536,346,500	492,525,000	1,043,821,500	-	-	-
- Other short-term receivables	13,716,933,610	-	-	29,175,472,132	26,764,198,260	16,128,207,482	-	-	-
TOTAL	492,097,063,823	-	1,978,208,478	3,391,139,874,826	3,439,231,145,968	444,005,792,681	-	1,978,208,478	21,364,407,326

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9. PROVISION FOR DOUBTFUL DEBTS

	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	21,720,699,231	17,553,715,161
Provision reversed during the period (Note 24)	<u>(356,291,905)</u>	<u>(833,015,930)</u>
Ending balance	<u>21,364,407,326</u>	<u>16,720,699,231</u>

10. OTHER SHORT-TERM ASSETS

	VND	
	<i>30 June 2015</i>	<i>31 December 2014</i>
Advances to employees	134,417,789,362	134,728,145,632
Mortgages, margins and deposits	<u>37,550,000</u>	<u>37,550,000</u>
TOTAL	<u>134,455,339,362</u>	<u>134,765,695,632</u>

Included in advances to employees are the advances for bidding shares as instructed by investors amounting to VND131,874 million at 30 June 2015.

11. TANGIBLE FIXED ASSETS

	VND		
	<i>Office equipment</i>	<i>Transportation vehicles</i>	<i>Total</i>
Cost			
As at 1 January 2015	23,152,141,861	4,146,686,100	27,298,827,961
New purchases	<u>2,316,303,000</u>	<u>-</u>	<u>2,316,303,000</u>
As at 30 June 2015	<u>25,468,444,861</u>	<u>4,146,686,100</u>	<u>29,615,130,961</u>
<i>In which:</i>			
<i>Fully depreciated</i>	9,791,384,965	1,820,189,100	11,611,574,065
Accumulated depreciation			
As at 1 January 2015	15,594,101,264	3,521,167,973	19,115,269,237
Charge for the year	<u>1,432,464,285</u>	<u>193,874,751</u>	<u>1,626,339,036</u>
As at 30 June 2015	<u>17,026,565,549</u>	<u>3,715,042,724</u>	<u>20,741,608,273</u>
Net carrying amount			
As at 1 January 2015	<u>7,558,040,597</u>	<u>625,518,127</u>	<u>8,183,558,724</u>
As at 30 June 2015	<u>8,441,879,312</u>	<u>431,643,376</u>	<u>8,873,522,688</u>

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12. INTANGIBLE FIXED ASSETS

					VND
	<i>Computer softwares</i>	<i>Trademarks</i>	<i>Copyrights</i>	<i>Other intangible assets</i>	<i>Total</i>
Cost					
As at 1 January 2015	8,349,362,903	307,500,192	964,693,751	502,503,782	10,124,060,628
As at 30 June 2015	8,349,362,903	307,500,192	964,693,751	502,503,782	10,124,060,628
<i>In which:</i>					
<i>Fully amortized</i>	284,789,340	-	964,693,751	167,503,782	1,416,986,873
Accumulated amortization					
As at 1 January 2015	3,860,354,745	261,375,161	964,693,751	424,337,113	5,510,760,770
Charge for the year	514,162,525	30,750,021	-	33,500,001	578,412,547
As at 30 June 2015	4,374,517,270	292,125,182	964,693,751	457,837,114	6,089,173,317
Net carrying amount					
As at 1 January 2015	4,489,008,158	46,125,031	-	78,166,669	4,613,299,858
As at 30 June 2015	3,974,845,633	15,375,010	-	44,666,668	4,034,887,311

Other intangible fixed assets represent the cost of electronic pricing board system and website to provide information to investors.

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13. CONSTRUCTIONS IN PROGRESS

Construction in progress represents costs for acquisition of the core securities software and other costs relating to the installation of the core software used for securities trading. Details are 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>
Beginning balance	55,157,163	428,642,267
Transferred to expense in the period	-	(329,672,000)
Transferred to intangible fixed assets	-	(43,813,104)
Ending balance	<u>55,157,163</u>	<u>55,157,163</u>

14. CONTRIBUTIONS TO SETTLEMENT SUPPORT FUND

Contributions to settlement support fund represent margin deposits at Vietnamese Securities Depository.

According to Decision No. 45/QD-VSD dated 22 May 2014 issued by Vietnamese Securities Depository, the Company is required to make an initial margin deposits of VND120 million and annually contribute 0.01% of previous year's total value of brokerage securities but not exceeding VND2,500 million per annum with the maximum contribution of VND20 billion.

Movements of settlement support fund during the period are 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>
Beginning balance	10,154,335,213	8,413,836,382
Supplemental contribution	1,483,009,540	816,976,151
Interest received	577,293,511	923,522,680
Ending balance	<u>12,214,638,264</u>	<u>10,154,335,213</u>

15. OTHER LONG-TERM ASSETS

Other long-term assets represent deposits for the leases of the Company's head office and its branches.

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16. SHORT-TERM LOANS AND BORROWINGS

Details of short-term loans and borrowings as at 30 June 2015 are as follows:

				VND	
<i>Term</i>	<i>Interest rate (%/year)</i>	<i>30 June 2015 VND</i>	<i>31 December 2014 VND</i>	<i>Collateral VND</i>	
Loans from banks					
Vietnam Export Import Commercial JS Bank					
Bank overdraft	1-7 days	10	-	23,132,280,982	Unsecured
Borrowing for working capital	3-6 months	10	-	60,000,000,000	Shares
Saigon Thuong Tin Commercial JS Bank					
Bank overdraft	1-7 days		-	10,000,000,000	Shares
Borrowing for working capital	3-6 months	10	-	131,701,342,713	Shares
Funds received under cooperation contracts					
Funds from entities	1-3 months	9 - 9.5	127,990,100,000	60,000,000,000	Unsecured
Bond issuance					
To individuals	12 months	9	115,600,000,000	-	Unsecured
To corporations	12 months	9	10,000,000,000	-	Unsecured
TOTAL			253,590,100,000	284,833,623,695	

17. STATUTORY OBLIGATIONS

		VND	
		<i>30 June 2015</i>	<i>31 December 2014</i>
Personal income tax		938,185,356	1,467,685,793
Value added tax		60,991,149	268,909,342
Withholding tax		32,988,803	2,818,580
TOTAL		1,032,165,308	1,739,413,715

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18. ACCRUED EXPENSES

	VND	
	30 June 2015	31 December 2014
13 th month salary	1,200,000,000	-
Brokerage and custody fee	878,330,752	1,061,410,942
Board of Management's remuneration	535,555,333	1,500,000,000
Accrued interest from loans and co-operation contracts	713,161,440	632,093,192
Additional salary for 2014 (*)	-	4,800,000,000
Others	315,100,056	1,153,293,380
TOTAL	<u>3,642,147,581</u>	<u>9,146,797,514</u>

(*) In this period, the Company actually paid VND2,526 million and reversed the remaining amount of VND2,274 million into the expense.

19. OTHER SHORT-TERM LIABILITIES

	VND	
	30 June 2015	31 December 2014
Investors' deposits for securities trading (Note 4)	135,177,919,201	196,815,558,478
Customers' deposits	132,435,222,000	187,635,222,000
Social insurance, health insurance, trade union fee	399,722,900	29,181,790
Others	4,457,940,030	4,456,529,030
TOTAL	<u>272,470,804,131</u>	<u>388,936,491,298</u>

Customers' deposits are used to secure for a brokerage contractual obligation to purchase shares of a target company.

20. PAYABLES FOR SECURITIES TRADING

Payables for securities trading represent balances awaiting payment to the Vietnam Securities Depository ("VSD") and other payables related to securities trading activities.

	VND	
	30 June 2015	31 December 2014
Clearing transaction accounts of investors (Note 4)	100,346,171,800	62,246,133,400
Clearing transaction accounts of the Company	3,005,885,000	4,560,000,000
Other payables	72,852,652	2,400,651,206
TOTAL	<u>103,424,909,452</u>	<u>69,206,784,606</u>

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

21.1 Share capital

Details of the shareholders of the Company as at 30 June 2015 are as follows:

Shareholders	Number of shares	Par value (VND)	Ownership (%)
Vu Thi Bich Niem	4,335,535	43,355,350,000	12.39
Vietnam Export-Import JS Bank	3,800,000	38,000,000,000	10.86
	8,135,535	81,355,350,000	23.26
Other shareholders	26,844,452	268,444,520,000	76.74
TOTAL	34,979,987	349,799,870,000	100

21.2 Shares

	30 June 2015 (shares)	31 December 2014 (shares)
Number of shares authorized for issue	34,979,987	34,979,987
Number of shares issued	34,979,987	34,979,987
<i>Number of shares issued and fully paid</i>	34,979,987	34,979,987
Common shares	34,979,987	34,979,987
Number of outstanding shares	34,979,987	34,979,987
Common shares	34,979,987	34,979,987

22. OTHER REVENUES

	VND	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Income on margin activities	18,146,374,024	10,213,334,310
Interest on bank deposits	3,288,448,326	4,273,868,035
Interest on advance to investors	2,779,414,665	3,772,876,636
Other financial income	309,408,810	2,519,184,090
TOTAL	24,523,645,825	20,779,263,071

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23. 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>
Interest expense on loans and cooperation contracts	12,513,308,779	16,199,858,320
Labor cost	8,346,462,509	8,150,692,801
Brokerage expense	3,129,241,147	3,044,546,987
Loss on self-trading of securities	2,316,622,247	154,215,372
Other cash expenses	1,903,996,109	885,765,093
Securities custody expenses	1,902,363,402	2,093,836,656
Depreciation and amortization	991,969,468	991,774,668
Materials and tools	258,432,288	74,065,144
Expenses for financial and investment consultancy services	230,540,909	-
Other expenses	1,266,361,479	496,527,488
	<u>32,859,298,337</u>	<u>32,091,282,529</u>
Provision for diminution in value of investments (<i>Note 7</i>)	5,788,235,654	9,056,045,036
Reversal of provision for diminution in value of investments (<i>Note 7</i>)	<u>(10,206,981,646)</u>	<u>(8,447,040,866)</u>
TOTAL	<u>28,440,552,345</u>	<u>32,700,286,699</u>

(*) In pursuant to Circular No. 95/2008/TT-BTC dated 24 October 2008 guiding accounting regime applicable for securities companies issued by the Ministry of Finance, securities trading activities which gain profit (selling price is higher than carrying amount) are recorded in revenue items and those which incur loss (selling price is lower than carrying amount) are recorded as expense from securities investments.

24. 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>
Labor costs	6,908,121,615	7,326,702,053
Office lease	4,226,790,000	3,827,340,000
Other expenses for external services	1,260,898,823	1,479,141,952
Depreciation and amortization	1,212,782,115	763,002,587
Electricity and water expenses	898,480,251	776,546,963
Other cash expenses	773,225,994	504,966,992
Post and telecommunication expenses	648,768,276	577,806,814
Tools and materials	344,152,604	529,366,778
Other expenses	1,087,964,192	1,124,977,388
Reversal of provision for doubtful debts (<i>Note 9</i>)	<u>(356,291,905)</u>	<u>(833,015,930)</u>
TOTAL	<u>17,004,891,965</u>	<u>16,076,835,597</u>

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25. CORPORATE INCOME TAX

The Company has the obligations to pay the corporate income tax (CIT) at a rate of 22% of taxable profits in the period in accordance with Law No. 32/2013/QH12 dated 19 June 2013 on the amendment and supplement of Law of the corporate income tax (2014: 22%).

The Company's tax returns are subject to examination by the tax authorities. Because the application of tax laws and regulations to many types of transactions is susceptible to varying interpretations, amounts reported in the interim financial statements could be changed at a later date upon final determination by the tax authorities.

25.1 Current CIT

The current CIT payable is based on taxable profit for the period. Taxable profit differs from profit as reported in the interim income statement because it excludes income or expenses that are taxable or deductible in other years and it further excludes items that are never taxable or deductible.

The Company estimated current CIT as follows:

	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
		VND
Accounting profit before tax	6,966,539,927	8,613,378,841
<i>Less:</i>		
Dividend income	(3,083,953,758)	(1,475,320,822)
Reversal of provision for doubtful debts	(356,291,905)	(833,015,930)
<i>Add:</i>		
Other non-deductible expenses	275,600,000	163,000,000
Adjusted profit before losses carried forward	3,801,894,264	6,468,042,089
Tax losses carried forward	(3,801,894,264)	(6,468,042,089)
Estimated current taxable profit	-	-
Estimated current CIT	-	-

25.2 Tax losses carried forward

According to current regulations, the Company is entitled to carry each individual tax loss forward to offset against taxable profits arising within five years subsequent to the period in which the loss is incurred.

As at 30 June 2015, the Company had accumulated tax losses carried forward amounting to VND45,519,432,662 available to offset against future taxable profits. Details are as follows:

<i>Originating year</i>	<i>Can be utilized up to</i>	<i>Tax loss amount</i>	<i>Utilized up to 30 June 2015</i>	<i>Forfeited</i>	VND
					<i>Unutilized at 30 June 2015</i>
2008	2013	94,430,567,580	(69,753,796,869)	(24,676,770,711)	-
2011	2016	129,456,680,868	(111,536,042,010)	-	17,920,638,858
2012	2017	27,598,793,804	-	-	27,598,793,804
		251,486,042,252	(181,289,838,879)	(24,676,770,711)	45,519,432,662

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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25. CORPORATE INCOME TAX (continued)

25.2 Tax losses carried forward (continued)

As at 30 June 2015, the Company has estimated tax loss arising from the previous years which can be carried forward to offset against future taxable profit amounting to VND45,519,432,662. However, the Company has not recognized a deferred tax asset on this tax loss due to the uncertainty of sufficient taxable income to allow the deferred income tax to be utilized.

26. BASIC EARNINGS PER SHARE

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

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

	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Net profit after tax attributable to ordinary equity holders (VND)	6,966,539,927	8,613,378,841
Weighted average number of outstanding ordinary shares for basic earnings per share computation (unit)	34,979,987	34,979,987
Basic earnings per share (VND)	199	246

27. EMPLOYEES' INCOME

	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014 (restated)</i>
		VND
I. Total average number of employees (person)	186	151
II. Total salary		
1. Total salary paid	<u>17,372,988,637</u>	<u>15,044,690,895</u>
2. Total income	<u>17,372,988,637</u>	<u>15,044,690,895</u>
3. Monthly average salary (VND/person)	<u>15,567,194</u>	<u>16,605,619</u>
4. Monthly average income (VND/person)	<u>15,567,194</u>	<u>16,605,619</u>

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28. OTHER INFORMATION

28.1 *Transactions with related parties*

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

<u>Relationship</u>	<u>Transactions</u>	<u>VND Amount</u>
Major shareholders	Interest income	1,380,051,768
	Drawdown of short-term borrowings	584,268,007,857
	Repayment of short-term borrowings	667,400,288,839
	Interest expense	2,355,568,211

Receivables from related parties as at 30 June 2015 are as follows:

<u>Relationship</u>	<u>Transaction</u>	<u>VND Receivable</u>
Major shareholders	Demand deposits	6,092,217,507

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28. OTHER INFORMATION (continued)

28.2 Geographical segment information

	<i>Ho Chi Minh City</i>	<i>Ha Noi</i>	<i>Nha Trang</i>	<i>Can Tho</i>	<i>VND Total</i>
Revenue and other income					
- Revenue from brokerage service	16,170,914,087	2,399,263,478	258,605,375	385,918,507	19,214,701,447
- Revenue from securities investments and capital contributions	5,940,251,867	-	-	-	5,940,251,867
- Revenue from finance and investment advisory services	650,454,545	30,000,000	-	-	680,454,545
- Revenue from depository service	1,781,020,852	787,650	-	744,400	1,782,552,902
- Other revenue and income	22,049,819,263	1,979,051,135	265,383,624	510,691,944	24,804,945,966
Total	46,592,460,614	4,409,102,263	523,988,999	897,354,851	52,422,906,727
Operating and administration expenses	37,451,740,262	5,863,623,745	872,975,898	1,268,026,895	45,456,366,800
Total gain/(loss)	9,140,720,352	(1,454,521,482)	(348,986,899)	(370,672,044)	6,966,539,927

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28. OTHER INFORMATION (continued)

28.3 Operating lease and guarantee commitments

Operating lease commitments

The Company has operating lease commitments for its head office and branches. As at 30 June 2015, the Company had outstanding commitments under the operating lease agreements as follows:

	VND	
	30 June 2015	31 December 2014
Less than 1 year	8,371,017,667	7,008,640,464
From 1 to 5 years	26,122,754,133	24,360,436,976
More than 5 years	-	403,470,038
TOTAL	34,493,771,800	31,772,547,478

Guarantee commitments

In this period, the Company has signed the cooperation contract with local banks to support its customers borrowing money for securities trading purpose. Accordingly, the Company has the responsibility for managing the securities trading accounts of customers and paying on behalf of customers when they are not able to pay the loans or not pay sufficiently.

As at 30 June 2015, total outstanding loan balances granted to the customers under the cooperation contracts amount to VND13,196 million.

28.4 Supplemental notes on financial assets and financial liabilities according to Circular No. 210/2009/TT-BTC

On 6 November 2009, the Ministry of Finance issued Circular No. 210/2009/TT-BTC ("Circular 210") providing guidance for the adoption of the International Financial Reporting Standards on presentation and disclosures of financial instruments with effectiveness from financial years beginning on or after 1 January 2011. Circular No. 210 provides the definitions for financial instruments, including financial assets and liabilities, derivative and equity instruments as well as guidance on classification, presentation and disclosure of these financial instruments.

As the Circular 210 only provides the presentation and disclosures of financial instruments, the below definitions are applied solely for this supplemental note. Items of assets and liabilities of the Company have been recognized and accounted for in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System, accounting regulations and guidance applicable to securities companies and comply with relevant statutory requirements.

Financial assets

Financial assets of the Company within the scope of Circular No. 210 comprise cash, deposits at banks, trading and investment securities and receivables.

According to Circular No. 210, financial assets are classified appropriately, for the purpose of disclosure in the interim financial statements, into one of the following categories:

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28. OTHER INFORMATION (continued)

28.4 *Supplemental notes on financial assets and financial liabilities according to Circular No. 210/2009/TT-BTC* (continued)

Financial assets (continued)

- *Financial asset at fair value through profit or loss:*

is a financial asset that meets either of the following conditions:

- a) It is classified as held for trading. A financial asset is classified as held for trading if:
 - ✓ It is acquired or incurred principally for the purpose of selling or repurchasing it in the near term;
 - ✓ There is evidence of a recent actual pattern of short-term profit-taking; or
 - ✓ It is a derivative (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument).
- b) Upon initial recognition, it is designated by the Company as at fair value through profit or loss.

- *Held-to-maturity investments:*

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

- a) Those that the Company upon initial recognition designates as at fair value through profit or loss;
- b) Those that the entity designates as available for sale; and
- c) Those that meet the definitions of loans and receivables.

- *Loans and receivables:*

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

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

- *Available-for-sale assets:*

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

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

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28. OTHER INFORMATION (continued)

28.4 *Supplemental notes on financial assets and financial liabilities according to Circular No. 210/2009/TT-BTC* (continued)

Financial liabilities

Financial liabilities of the Company under Circular No. 210 consist of loans and payables.

According to Circular No. 210, financial liabilities are classified appropriately, for the purpose of disclosure in the interim financial statements, into one of the following categories:

- *Financial liabilities at fair value through profit or loss:*
is a financial liability that meets either of the following conditions:
 - a) It is classified as held for trading. A financial liability is classified as held for trading if:
 - ✓ It is acquired or incurred principally for the purpose of selling or repurchasing it in the near term;
 - ✓ There is evidence of a recent actual pattern of short-term profit-taking; or
 - ✓ It is a derivative (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument).
 - b) Upon initial recognition it is designated by the Company as at fair value through profit or loss.
- *Financial liabilities at amortized cost:*
Financial liabilities are not categorized as at fair value through profit or loss will be classified financial liabilities at amortized cost.

Offsetting financial assets and liabilities

Financial assets and financial liabilities are offset and the net amount reported in the interim balance sheet if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

Fair value

The fair value of the financial assets and liabilities is reflected at the amounts which the instruments 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 cash, short-term deposits, receivables from customers, payables to suppliers and other short-term payables approximate their carrying amounts mainly due to the short-term maturities of these instruments. Fair value of short-term investments in listed shares is derived from quoted market prices on the balance sheet date as regulated by Circular No. 146/2014/TT-BTC.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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28. OTHER INFORMATION (continued)

28.4 Supplemental notes on financial assets and financial liabilities according to Circular No. 210/2009/TT-BTC (continued)

The carrying value and fair value of the Company's interim financial instruments are presented as below:

	Carrying value				Fair value VND
	Trading securities VND	Loan and receivable VND	Other assets and liabilities at amortized cost VND	Total VND	
Financial assets					
Cash and cash equivalents	-	-	285,682,387,853	285,682,387,853	285,682,387,853
Short-term investments	115,974,037,963	-	-	115,974,037,963	
Listed shares	71,980,054,769	-	-	71,980,054,769	72,087,669,000
Unlisted shares	43,993,983,194	-	-	43,993,983,194	(*)
Trade receivable and other receivables	-	420,150,523,677	-	420,150,523,677	(*)
Total	231,948,075,926	420,150,523,677	285,682,387,853	937,780,987,456	
Financial liabilities					
Short-term loans and borrowings	-	-	253,590,100,000	253,590,100,000	253,590,100,000
Payable to suppliers	-	-	324,595,936	324,595,936	324,595,936
Payables for securities trading	-	-	103,424,909,452	103,424,909,452	103,424,909,452
Accrued expenses	-	-	1,906,592,248	1,906,592,248	1,906,592,248
Other liabilities	-	-	138,425,490,672	138,425,490,672	138,425,490,672
Total	-	-	497,671,688,308	497,671,688,308	

(*) The fair value of those financial assets cannot be determined because there is no specific guidance and regulations from the Ministry of Finance for calculating the fair value of short-term investments in unlisted shares and other receivables.

28. OTHER INFORMATION (continued)

28.5 *Financial risk management objectives and policies*

The Company is exposed to market risk, credit risk and liquidity risk.

Risk management is integral to the whole business of the Company. The Company has a system of controls in place to create an acceptable balance between the cost of risks occurring and the cost of managing the risks. The Board of Management continually monitors the Company's risk management process to ensure that an appropriate balance between risk and control is achieved.

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

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise four types of risks: interest rate risk, currency risk, commodity price risk and other price risk, such as equity price risk. The Company's financial instruments affected by market risk include loans and borrowings, deposits and financial 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 cash, short-term deposits and borrowings. 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.

No analysis on interest sensitivity was performed for six-month period ended 30 June 2015 since all deposits and borrowings are fixed interest rate during the period.

Equity price risk

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

As at 30 June 2015, the fair value of the Company's investment in listed stocks was VND72,087,669,000 (31 December 2014: VND108,630,407,960). A decrease of 10% on the stock market index could have an impact of approximately VND7,208,766,900 (31 December 2014: VND10,863,040,796) on the Company's profit before tax, depending on whether or not the decline is significant or prolonged. An increase of 10% in the value of the listed securities would increase Company's profit before tax by VND7,208,766,900 (31 December 2014: VND10,863,040,796).

28. OTHER INFORMATION (continued)

28.5 *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) 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 control relating to customer credit risk management.

Outstanding customer receivables are regularly monitored. The requirement for impairment is analysed 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 and cooperation contracts.

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 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.

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 maintaining a level of cash and cash equivalents and bank loans deemed adequate by management to finance the Company's operations and to mitigate the influence of fluctuations in cash flows.

Viet Dragon Securities Corporation

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as at 30 June 2015 and for the six-month period then ended

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28. OTHER INFORMATION (continued)

28.5 Financial risk management objectives and policies (continued)

Liquidity risk (continued)

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

	<i>On demand</i>	<i>Up to 3 months</i>	<i>From 3 to 12 months</i>	<i>VND</i> <i>Total</i>
30 June 2015				
Short-term borrowing	-	127,990,100,000	125,600,000,000	253,590,100,000
Payables to suppliers	-	324,595,936	-	324,595,936
Payables for securities trading	103,424,909,452	-	-	103,424,909,452
Accrued expenses	-	1,906,592,248	-	1,906,592,248
Other payables	138,414,051,497	11,439,175	-	138,425,490,672
	241,838,960,949	130,232,727,359	125,600,000,000	497,671,688,308
31 December 2014				
Short-term borrowings	-	271,133,623,695	13,700,000,000	284,833,623,695
Payables to suppliers	-	42,330,200	322,055,238	364,385,438
Payables for securities trading	69,206,784,606	-	-	69,206,784,606
Accrued expenses	-	2,846,797,514	-	2,846,797,514
Other payables	199,442,785,964	192,091,751,030	-	391,534,536,994
	268,649,570,570	466,114,502,439	14,022,055,238	748,786,128,247

The Company assessed the concentration of risk with respect to refinancing its debt to be low. Access to sources of funding is sufficiently available to continually finance for the Company's capital requirement.

Collaterals

The Company held customers' securities as collaterals for the trade receivables from customers as at 30 June 2015.

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29. EVENTS AFTER THE INTERIM BALANCE SHEET DATE

There have been no significant events occurring after the interim balance sheet date which would require adjustments or disclosures to be made in the interim financial statements.

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7 August 2015