



**Eastspring Investments Fund
Management Limited Liability Company**

Interim Financial Statements for the
six-month period ended 30 June 2018



**Eastspring Investments Fund Management Limited Liability Company
Statement of the Board of Directors**


The Board of Directors of Eastspring Investments Fund Management Limited Liability Company (“the Company”) presents this statement and the accompanying interim statements of the Company for the six-month period ended 30 June 2018.

The Board of Directors is responsible for the preparation and fair presentation of the interim financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises, Circular No. 125/2011/TT-BTC dated 5 September 2011 issued by the Ministry of Finance on promulgation of accounting guidance for investment fund management companies and the other relevant statutory requirements applicable to interim financial reporting. In the opinion of the Board of Directors:

- (a) the interim financial statements set out on pages 6 to 39 give a true and fair view of the financial position of the Company as at 30 June 2018, and of its results of operations and its cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises, Circular No. 125/2011/TT-BTC dated 5 September 2011 issued by the Ministry of Finance on promulgation of accounting guidance for investment fund management companies and the other relevant statutory requirements applicable to interim financial reporting; and
- (b) at the date of this statement, there are no reasons to believe that the Company will not be able to pay its debts as and when they fall due. The interim financial statements have been prepared on a going concern basis.

The Board of Directors has, on the date of this statement, authorised these interim financial statements for issue.

On behalf of the Board of Directors



Ngô Thế Triệu
Chief Executive Officer

Ho Chi Minh City, 13 August 2018

Eastspring Investments Fund Management Limited Liability Company
General information

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Eastspring Investments Fund Management Limited Liability Company
Corporate information

Business Registration Licence No.	4104000113 1 st amendment	24 May 2005 23 January 2006
Fund Management Establishment and Operation Licence No.	03/UBCK-GPHDQLQ 17/UBCK-GP 27/UBCK-GPDC 67/UBCK-GPDC 25/GPDC-UBCK 51/GP-UBCK 08/GPDC-UBCK 29/GPDC-UBCK	26 May 2005 23 July 2008 20 November 2008 15 April 2010 9 December 2011 23 March 2012 26 March 2013 12 September 2013

Business Licence No. 51/GP-UBCK 23 March 2012

The Business Registration Licence and Fund Management Establishment and Operation Licence were issued by the Ho Chi Minh City Department of Planning and Investment and the State Securities Commission, respectively. On 23 March 2012 the State Securities Commission issued the Business Licence No. 51/GP-UBCK which allows the Company to provide portfolio management services. On 26 March 2013, the State Securities Commission issued Amendment Licence No. 08/GPDC-UBCK to supplement securities advisory services to the existing Company's licences.

The Company's operating period, as defined in the charter, is to be consistent with the period of the parent company, Prudential Assurance Vietnam Private Limited. The parent company's investment licence is valid until 29 October 2049.

Members' Council

Xavier Bernard Maurice Meyer	Chairman
Ngo The Trieu	Member (from 15 June 2018)
Nguyen Tuan Thân An	Member (until 15 June 2018)
Clive Darren Baker	Member (from 15 June 2018)
Stephen James Clark	Member (until 15 June 2018)

Board of Directors

Ngo The Trieu	Chief Executive Officer (from 15 June 2018)
Nguyen Tuan Thân An	Chief Executive Officer (until 15 June 2018)

**Eastspring Investments Fund Management Limited Liability Company
Corporate Information (continued)**

Registered Office Saigon Trade Center
37 Ton Duc Thang Street, District 1
Ho Chi Minh City
Vietnam

Auditor KPMG Limited
Vietnam



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10th Floor, Sun Wah Tower
115 Nguyen Hue Street, Ben Nghe Ward
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INTERIM FINANCIAL STATEMENTS REVIEW REPORT

To the Investor

Eastspring Investments Fund Management Limited Liability Company

We have reviewed the accompanying interim financial statements of Eastspring Investments Fund Management Limited Liability Company ("the Company"), which comprise the balance sheet as at 30 June 2018, the statements of income and cash flows for the six-month period then ended and the explanatory notes thereto which were authorised for issue by the Company's Board of Directors on 13 August 2018, as set out on pages 6 to 39.

Management's Responsibility

The Company's Board of Directors is responsible for the preparation and fair presentation of these interim financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises, Circular No. 125/2011/TT-BTC dated 5 September 2011 issued by the Ministry of Finance on promulgation of accounting guidance for investment fund management companies and the other relevant statutory requirements applicable to interim financial reporting, and for such internal control as the Board of Directors determines is necessary to enable the preparation of interim financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on these interim financial statements based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements 2410 – *Review of interim financial information performed by the independent auditor of the entity*.

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



Auditor's Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not give a true and fair view, in all material respects, of the financial position of Eastspring Investments Fund Management Limited Liability Company as at 30 June 2018 and of its results of operations and its cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises, Circular No. 125/2011/TT-BTC dated 5 September 2011 issued by the Ministry of Finance on promulgation of accounting guidance for investment fund management companies and the other relevant statutory requirements applicable to interim financial reporting.

KPMG Limited's Branch in Ho Chi Minh City
Vietnam

Review Report No.: 18-01-267/1



Chang Hung Chun
Practicing Auditor Registration
Certificate No. 0863-2018-007-1
Deputy General Director

Nguyen Ho Khanh Tan
Practicing Auditor Registration
Certificate No. 3458-2015-007-1

Ho Chi Minh City, 13 August 2018

Eastspring Investments Fund Management Limited Liability Company
Balance sheet as at 30 June 2018

Form B01a - CTQ
(Issued under Circular No. 125/2011/TT-BTC dated 5 September 2011 of the Ministry of Finance)

	Code	Note	30/6/2018 VND'000	31/12/2017 VND'000
ASSETS				
Current assets (100 = 110 + 120 + 130 + 150)	100		112,243,130	116,381,541
Cash and cash equivalents	110	4	54,956,407	92,837,443
Cash	111		4,956,407	6,837,443
Cash equivalents	112		50,000,000	86,000,000
Short-term financial investments	120	5	30,000,000	-
Held-to-maturity investments	123		30,000,000	-
Accounts receivable – short-term	130	6	25,644,041	21,871,391
Receivables from fund management activities	134		25,099,247	21,321,646
Other receivables	135		544,794	549,745
Other current assets	150		1,642,682	1,672,707
Short-term prepaid expenses	151		1,642,682	1,672,707
Long-term assets (200 = 220 + 260)	200		3,650,326	3,891,277
Fixed assets	220		255,819	386,814
Tangible fixed assets	221	7	224,553	345,126
Cost	222		3,676,278	3,676,278
Accumulated depreciation	223		(3,451,725)	(3,331,152)
Intangible fixed assets	227	8	31,266	41,688
Cost	228		982,797	982,797
Accumulated amortisation	229		(951,531)	(941,109)
Other long-term assets	260		3,394,507	3,504,463
Deferred tax assets	262	9	2,349,795	2,468,751
Other long-term assets	268	10	1,044,712	1,035,712
TOTAL ASSETS (270 = 100 + 200)	270		115,893,456	120,272,818

The accompanying notes are an integral part of these interim financial statements

Eastspring Investments Fund Management Limited Liability Company
Balance sheet as at 30 June 2018 (continued)

Form B01a - CTQ
(Issued under Circular No. 125/2011/TT-BTC
dated 5 September 2011 of the Ministry of Finance)

	Code	Note	30/6/2018 VND'000	31/12/2017 VND'000
RESOURCES				
LIABILITIES (300 = 310 + 330)	300		30,396,750	43,256,440
Current liabilities	310		24,648,679	35,363,679
Accounts payable to suppliers	312		-	78,813
Taxes payable to State Treasury	314	11	754,287	573,468
Accrued expenses	316	12	23,382,791	29,766,374
Other short-term payables	319	13	511,601	4,945,024
Long-term liabilities	330		5,748,071	7,892,761
Provision for severance allowance	336	14	1,365,483	1,252,809
Provisions – long-term	337	15	4,382,588	6,639,952
EQUITY (400 = 410)	400		85,496,706	77,016,378
Equity	410	16	85,496,706	77,016,378
Contributed capital	411		25,000,000	25,000,000
Financial reserve	418		136,633	136,633
Supplement charter capital reserve	419		136,633	136,633
Retained profits	420		60,223,440	51,743,112
- Retained profits brought forward	420a		51,743,112	49,283,728
- Profit for the current period/year	420b		8,480,328	2,459,384
TOTAL RESOURCES (440 = 300 + 400)	440		115,893,456	120,272,818

The accompanying notes are an integral part of these interim financial statements

Eastspring Investments Fund Management Limited Liability Company
Balance sheet as at 30 June 2018 (continued)

Form B01a - CTQ
*(Issued under Circular No. 125/2011/TT-BTC
dated 5 September 2011 of the Ministry of Finance)*

OFF BALANCE SHEET ITEMS

	Code	Note	30/6/2018 VND'000	31/12/2017 VND'000
Foreign currencies	005	23	72,688	71,955
Cash and cash equivalents of local entrustors	030	17	8,218,353,009	3,298,600,801
Investment portfolio of local entrustors	040	18	63,477,025,367	59,123,871,967
Receivables of entrustors	050		65,656,276	264,094,534

13 August 2018

Prepared by:



Le Minh Thuy
Chief Accountant

Approved by:



Ngô Thế Triệu
Chief Executive Officer

The accompanying notes are an integral part of these interim financial statements

Eastspring Investments Fund Management Limited Liability Company
Statement of income for the six-month period ended 30 June 2018

Form B02a - CTQ

(Issued under Circular No. 125/2011/TT-BTC
dated 5 September 2011 of the Ministry of Finance)

	Code	Note	Six-month period ended	
			30/6/2018 VND'000	30/6/2017 VND'000
Net revenue	10	19	50,141,117	36,135,402
Financial income	21	20	1,158,119	1,438,570
Financial expenses	22		-	41,552
General and administration expenses	25	21	42,699,952	36,774,092
Net operating profit {30 = 10 + (21 - 22) - 25}	30		8,599,284	758,328
Other income	31		-	6,045
Results of other activities (40 = 31)	40		-	6,045
Accounting profit before tax (50 = 30 + 40)	50		8,599,284	764,373
Income tax expense – current	51	22	-	-
Income tax expense – deferred	52	22	118,956	910,015
Net profit/(loss) after tax (60 = 50 – 51 – 52)	60		8,480,328	(145,642)

13 August 2018

Prepared by:



Le Minh Thuy
Chief Accountant

Approved by:



Ngo The Trieu
Chief Executive Officer

The accompanying notes are an integral part of these interim financial statements

Eastspring Investment Fund Management Limited Liability Company
Statement of cash flows for the six-month period ended 30 June 2018
(Direct method)

Form B03a - CTQ
(Issued under Circular No. 125/2011/TT-BTC dated 5 September 2011 of the Ministry of Finance)

	Code	Six-month period ended	
		30/6/2018 VND'000	30/6/2017 VND'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts from fund management activities	01	46,363,516	35,114,981
Cash payments to employees	03	(41,728,126)	(37,503,836)
Other receipts from operating activities	06	40,939	-
Other payments for operating activities	07	(13,706,984)	(11,689,661)
Net cash flows from operating activities	20	(9,030,655)	(14,078,516)
CASH FLOWS FROM INVESTING ACTIVITIES			
Placement of term deposits at the banks	23	(30,000,000)	-
Receipts of interest	27	1,149,619	1,684,900
Net cash flows from investing activities	30	(28,850,381)	1,684,900
Net cash flows during the period (50 = 20 + 30)	50	(37,881,036)	(12,393,616)
Cash and cash equivalents at the beginning of the period	60	92,837,443	93,546,502
Cash and cash equivalents at the end of the period (70 = 50 + 60) (Note 4)	70	54,956,407	81,152,886

13 August 2018

Prepared by:



Le Minh Thuy
Chief Accountant

Approved by:



NGO THE TRIEU
Chief Executive Officer

The accompanying notes are an integral part of these interim financial statements

Eastspring Investment Fund Management Limited Liability Company
Notes to the interim financial statements for the six-month period ended 30 June 2018

Form B09a - CTQ
*(Issued under Circular No. 125/2011/TT-BTC
dated 5 September 2011 of the Ministry of Finance)*

These notes form an integral part of and should be read in conjunction with the accompanying interim financial statements.

1. Reporting entity

(a) Ownership structure

Eastspring Investment Fund Management Limited Liability Company ("the Company") is a limited liability company licenced and incorporated in the Socialist Republic of Vietnam.

(b) Principal activities

The principal activities of the Company are to establish and manage securities investment funds, to provide portfolio management services and to provide financial consultancy and securities investment consultancy under Fund Management Establishment and Operation Licence and their amendments.

The charter capital of the Company as stipulated in the Fund Management Licence is VND25 billion.

As at 30 June 2018, the Company had 21 employees (31/12/2017: 22 employees) of which one (1) is management personnel. During the period, there was one (1) employee resigning and no disciplinary action was taken against any of the employees. As at 30 June 2018, the Company had 11 employees (31/12/2017: 11 employees) who were qualified for fund and assets management.

2. Basis of preparation

(a) Statement of compliance

The interim financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises, Circular No. 125/2011/TT-BTC dated 5 September 2011 issued by the Ministry of Finance on promulgation of accounting guidance for investment fund management companies and the relevant statutory requirements applicable to interim financial reporting. These standards and relevant statutory requirements may differ in some material respects from International Financial Reporting Standards and the generally accepted accounting principles and standards of other countries. Accordingly, the accompanying interim financial statements are not intended to present the financial position and results of operations and cash flows in accordance with generally accepted accounting principles and practices in countries or jurisdictions other than Vietnam. Furthermore, their utilisation is not designed for those who are not informed about Vietnam's accounting principles, procedures and practices applicable to fund management companies.

Eastspring Investment Fund Management Limited Liability Company
Notes to the interim financial statements for the six-month period ended 30 June 2018
(continued)

Form B09a - CTQ
*(Issued under Circular No. 125/2011/TT-BTC
dated 5 September 2011 of the Ministry of Finance)*

(b) Basis of measurement

The interim financial statements, except for the statement of cash flows, are prepared on the accrual basis using the historical cost concept. The statement of cash flows is prepared using the direct method.

(c) Annual accounting period

The annual accounting period of the Company is from 1 January to 31 December. The interim financial statements are prepared for the six-month period ended 30 June 2018.

(d) Accounting and presentation currency

The Company's accounting currency is Vietnam Dong, which is also the currency used for financial statement presentation purpose, rounded to the nearest thousand ("VND'000").

3. Summary of significant accounting policies

The following significant accounting policies have been adopted by the Company in the preparation of these interim financial statements.

The accounting policies that have been adopted by the Company in the preparation of these interim financial statements are consistent with those adopted in the preparation of the latest annual financial statements.

(a) Foreign currency transactions

Transactions in currencies other than VND during the period have been translated into VND at rate approximating actual rates of exchange ruling at the transaction dates.

Monetary assets and liabilities denominated in currencies other than VND are translated into VND at the account transfer buying rate at the end of the accounting period quoted by the commercial bank where the Company most frequently conducts transactions.

All foreign exchange differences are recorded in the statement of income.

(b) Cash and cash equivalents

Cash comprises cash balances and call deposits. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

Eastspring Investments Fund Management Limited Liability Company
Notes to the interim financial statements for six-month period ended 30 June 2018
(continued)

Form B 09a-CTQ

*(Issued under Circular No. 125/2011/TT-BTC
dated 5 September 2011 of the Ministry of Finance)*

(c) Investments

Held-to-maturity investments

Held-to-maturity investments are those that the Company's Board of Directors has the intention and ability to hold until maturity. Held-to-maturity investments comprise term deposit at banks with term to maturity of more than three months to one year. These investments are stated at cost less allowance for doubtful debts.

(d) Accounts receivable

Accounts receivable from customers and other receivables are stated at cost less allowance for doubtful debts.

(e) Tangible fixed assets

(i) Cost

Tangible fixed assets are stated at cost less accumulated depreciation. The initial cost of a tangible fixed asset comprises its purchase price, including import duties, non-refundable purchase taxes and any directly attributable costs of bringing the asset to its working condition and location for its intended use. Expenditures incurred after tangible fixed assets have been put into operation, such as repairs, maintenance and overhaul costs, are charged to the statement of income in the period in which the costs are incurred. In situations where it can be clearly demonstrated that the expenditures have resulted in increase in the future economic benefits expected to be obtained from the use of tangible fixed assets beyond their originally assessed standard of performance, the expenditures are capitalised as additional costs of tangible fixed assets.

(ii) Depreciation

Depreciation is computed on a straight-line basis over the estimated useful lives of tangible fixed assets. The estimated useful lives are as follows:

- | | |
|--------------------|-------------|
| ▪ renovation costs | 3 years |
| ▪ office equipment | 3 – 4 years |

(f) Intangible fixed assets

Software

Cost of acquiring new software, which is not an integral part of the related hardware, is capitalised and treated as an intangible asset. Software cost is amortised on a straight-line basis over 4 years.

Eastspring Investments Fund Management Limited Liability Company
Notes to the interim financial statements for six-month period ended 30 June 2018
(continued)

Form B 09a-CTQ

*(Issued under Circular No. 125/2011/TT-BTC
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(g) Accounts payable to suppliers and other payables

Accounts payable to suppliers and other payables are stated at their cost.

(h) Provisions

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

Severance allowance

Under the Vietnamese Labour Code, when employees who have worked for 12 months or more (“eligible employees”) voluntarily terminates his/her labour contract, the employer is required to pay the eligible employees severance allowance calculated based on years of service and employees’ compensation at termination. Provision for severance allowance has been provided based on employees’ years of service and their average salary for the six-month period prior to the end of the accounting period. For the purpose of determining the number of years of service by an employee, the period for which the employee participated in and contributed to unemployment insurance in accordance with prevailing laws and regulations and the period for which severance allowance has been paid by the Company are excluded.

(i) Long-term incentive bonus

The long-term incentive bonus is a cash award scheme granted to employees over a period of three years. It is recognised as an expense in the statement of income, with a corresponding increase in liability, over the period that the employees become entitled to the awards (“vesting period”). The amount recognised as an expense is adjusted annually to reflect the increase/decrease by reference to the profitability of the total Eastspring Investments business in Asia during the vesting period.

(j) Portfolio management contracts

The Company receives money from clients and uses the money to invest in securities on behalf of the clients in accordance with the terms of the portfolio management contracts. Investments in securities on behalf of clients under portfolio management contracts together with assets and liabilities in relation to such contracts are recorded off balance sheet in accordance with the guidance in Circular No. 125/2011/TT-BTC dated 5 September 2011 issued by the Ministry of Finance.

(k) Contributed capital

Contributed capital is recognised on the contribution date at the actual amount contributed less any directly attributable transaction costs.

Eastspring Investments Fund Management Limited Liability Company
Notes to the interim financial statements for six-month period ended 30 June 2018
(continued)

Form B 09a-CTQ
*(Issued under Circular No. 125/2011/TT-BTC
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(l) Statutory reserves

According to Circular No. 146/2014/TT-BTC dated 6 October 2014 issued by the Ministry of Finance providing guidance on the financial regime for securities companies and investment fund management companies, the Company is required to make the following allocations:

	Annual allocation	Maximum balance
Financial reserve	5% of profit after tax	10% of charter capital
Supplement charter capital reserve	5% of profit after tax	10% of charter capital

The purpose of the financial reserve is to compensate for loss incurred in the course of business, net of amount of loss that is compensated for by insurance companies or individuals causing such loss.

Supplement charter capital reserve is allocated from annual profit after tax and is to supplement charter capital of the Company.

The Company is not allowed to use financial reserve and supplement charter capital reserve to pay dividends.

(m) Classification of financial instruments

Solely for the purpose of providing disclosures about the significance of financial instruments to the Company's financial position and results of operations and the nature and extent of risk arising from financial instruments, the Company classifies its financial instruments as follows:

(i) Financial assets

Financial assets at fair value through profit or loss

A financial asset at fair value through profit or loss is a financial asset that meets either of the following conditions:

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

Eastspring Investments Fund Management Limited Liability Company
Notes to the interim financial statements for six-month period ended 30 June 2018
(continued)

Form B 09a-CTQ

*(Issued under Circular No. 125/2011/TT-BTC
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Held-to-maturity investments

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

- those that the Company upon initial recognition designates as at fair value through profit or loss;
- those that the Company designates as available-for-sale; and
- those that meet the definition of loans and receivables.

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 those:

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

Available-for-sale financial assets

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

- financial assets at fair value through profit or loss;
- held-to-maturity investments; or
- loans and receivables.

(ii) Financial liabilities

Financial liabilities at fair value through profit or loss

A financial liability at fair value through profit or loss is a financial liability that meets either of the following conditions:

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

Eastspring Investments Fund Management Limited Liability Company
Notes to the interim financial statements for six-month period ended 30 June 2018
(continued)

Form B 09a-CTQ
*(Issued under Circular No. 125/2011/TT-BTC
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Financial liabilities carried at amortised cost

Financial liabilities which are not classified as financial liabilities at fair value through profit or loss are classified as financial liabilities carried at amortised cost.

The above described classification of financial instruments is solely for presentation and disclosure purpose and is not intended to be a description of how the instruments are measured. Accounting policies for measurement of financial instruments are disclosed in other relevant notes.

(n) Taxation

Income tax on the profit or loss for the period comprises current and deferred tax. Income tax is recognised in the statement of income except to the extent that it relates to items recognised directly to equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the period, using tax rates enacted at the end of the accounting period, and any adjustment to tax payable in respect of previous periods.

Deferred tax is provided using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities using the tax rates enacted or substantively enacted at the end of the accounting period.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

(o) Revenue and other income

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

(i) Services rendered

Fund and portfolio management fees and administration fees are recognised in the statement of income when earned. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due.

Eastspring Investments Fund Management Limited Liability Company
Notes to the interim financial statements for six-month period ended 30 June 2018
(continued)

Form B 09a-CTQ
*(Issued under Circular No. 125/2011/TT-BTC
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(ii) Interest income

Interest income is recognised on a time proportion basis with reference to the principal outstanding and the applicable interest rate.

(p) Operating lease payments

Payments made under operating leases are recognised in the statement of income on a straight-line basis over the term of the lease. Lease incentives received are recognised in the statement of income as an integral part of the total lease expense.

(q) Related parties

Parties are considered to be related to the Company if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions, or where the Company and the other party are subject to common control or significant influence. Related parties may be individuals or corporate entities and include close family members of any individual considered to be a related party.

Related companies refer to the investor, its ultimate parent company and their subsidiaries and associates. Related parties also include funds managed by the Company.

(r) Nil balances

Items or balances required by Circular No. 125/2011/TT-BTC dated 5 September 2011 issued by the Ministry of Finance on the promulgation of accounting guidance for investment fund management companies and the Vietnamese Accounting System for enterprises that are not shown in these interim financial statements indicate nil balances.

(s) Segment reporting

The Company operates as one segment, which is investment management and one geographical segment, which is Vietnam.

Eastspring Investments Fund Management Limited Liability Company
Notes to the interim financial statements for six-month period ended 30 June 2018
(continued)

Form B 09a-CTQ
*(Issued under Circular No. 125/2011/TT-BTC
dated 5 September 2011 of the Ministry of Finance)*

(t) Seasonality of operation

The Company's result of operation is not affected by seasonality or cyclical factors except for the following items:

(i) Employee's bonus

The Company has temporarily accrued for employee's bonus based on the Group's financial budget for 2018 in this interim financial statements. However, the accrued bonus will be finalised at the end of the annual accounting period based on the Group's actual financial performance for the year ending 31 December 2018.

(ii) Corporate income tax

In accordance with the prevailing tax regulations, corporate income tax is computed and finalised at the year-end. The corporate income tax for the six-month period ended 30 June 2018 is temporarily calculated at 20% of the Company's profit for the six-month period ended 30 June 2018.

(iii) Statutory reserves

In accordance with the regulations, statutory reserves are computed at the year-end.

(u) Change in accounting estimate

In preparing these interim financial statements, the Board of Director of the Company has made several accounting estimates. Actual results may differ from these estimates. There were no significant changes in accounting estimates compared to those made in the most recent annual financial statements or those made in the same interim period of the prior year.

(v) Unusual items

There were no unusual items which affect the Company's interim financial statement for the six-month period ended 30 June 2018.

(w) Changes in the composition of the Company

There were no changes in the composition of the Company since the end of the most recent annual accounting period which affect the interim financial statements of the Company for the six-month period ended 30 June 2018.

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Notes to the interim financial statements for six-month period ended 30 June 2018
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4. Cash and cash equivalents

	30/6/2018	31/12/2017
	VND'000	VND'000
Cash at banks		
▪ Deutsche Bank AG – Ho Chi Minh Branch	3,463,407	5,970,416
▪ HSBC Bank (Vietnam) Ltd	1,493,000	867,027
	4,956,407	6,837,443
Cash equivalents - Term deposits with original term to maturity not exceeding three months		
▪ ANZ Bank (Vietnam) Limited	13,000,000	35,000,000
▪ Deutsche Bank AG – Ho Chi Minh Branch	25,000,000	8,000,000
▪ HSBC Bank (Vietnam) Ltd	12,000,000	43,000,000
	50,000,000	86,000,000
Cash and cash equivalents in the statement of cash flows	54,956,407	92,837,443

The Company's cash equivalents as at 30 June 2018 earned annual interest rates ranging from 1.70% to 2.15% (31/12/2017: from 2.32% to 3.82%) for term deposits in VND. In the event of withdrawal before the maturity, these term deposits earn interest at rates in accordance with the bank's policy applied for withdrawal before maturity.

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5. Short-term financial investments

Held-to-maturity investments

Term deposits at ANZ Bank (Vietnam)
Limited with term to maturity of more
than three months to one year

	Currency	Annual interest rate	Effective date	Maturity date	30/6/2018 VND*000	31/12/2017 VND*000
Term deposit 1	VND	2.53%	09/4/2018	08/10/2018	10,000,000	-
Term deposit 2	VND	2.50%	20/4/2018	19/10/2018	10,000,000	-
Term deposit 3	VND	2.50%	20/4/2018	19/10/2018	10,000,000	-
					30,000,000	-

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6. Accounts receivable – short-term

Receivables from fund management activities comprised:

	30/6/2018	31/12/2017
	VND'000	VND'000
Amounts due from the parent company	24,899,247	21,166,646
Amounts due from other related companies	200,000	155,000
	<hr/>	<hr/>
	25,099,247	21,321,646
	<hr/>	<hr/>

The amounts due from the parent company and other related companies were unsecured, interest free and are receivable upon demand.

Other receivables comprised:

	30/6/2018	31/12/2017
	VND'000	VND'000
Deposits for rental	30,000	39,000
Interest receivables	330,889	363,328
Receivables from employees	23,000	85,000
Others	160,905	62,417
	<hr/>	<hr/>
	544,794	549,745
	<hr/>	<hr/>

No receivables as at 30 June 2018 and 31 December 2017 were overdue. The Company's Board of Directors believed that no allowance for doubtful debts was necessary in respect of the outstanding receivables as at 30 June 2018 and 31 December 2017.

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7. Tangible fixed assets

Six-month period ended 30 June 2018	Renovation costs VND'000	Office equipment VND'000	Total VND'000
Cost			
Opening balance/closing balance	1,544,802	2,131,476	3,676,278
Accumulated depreciation			
Opening balance	1,268,800	2,062,352	3,331,152
Charge for the period	57,966	62,607	120,573
Closing balance	1,326,766	2,124,959	3,451,725
Net book value			
Opening balance	276,002	69,124	345,126
Closing balance	218,036	6,517	224,553
Six-month period ended 30 June 2017			
Cost			
Opening balance/closing balance	1,342,074	2,131,476	3,473,550
Accumulated depreciation			
Opening balance	1,186,656	1,931,863	3,118,519
Charge for the period	24,178	66,932	91,110
Closing balance	1,210,834	1,998,795	3,209,629
Net book value			
Opening balance	155,418	199,613	355,031
Closing balance	131,240	132,681	263,921

Included in tangible fixed assets were assets costing VND2,903 million which were fully depreciated as at 30 June 2018 (31 December 2017: VND2,903 million), but which are still in active use.

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8. Intangible fixed assets

	Software	
	Six-month period ended 30/6/2018 VND'000	30/6/2017 VND'000
Cost		
Opening balance/closing balance	982,797	982,797
<hr/>		
Accumulated amortisation		
Opening balance	941,109	920,265
Charge for the period	10,422	10,422
<hr/>		
Closing balance	951,531	930,687
<hr/>		
Net book value		
Opening balance	41,688	62,532
Closing balance	31,266	52,110
<hr/>		

Included in intangible fixed assets were assets costing VND893 million which were fully amortised as at 30 June 2018 (31 December 2017: VND893 million), but which are still in active use.

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9. Deferred tax assets

(i) Recognised deferred tax assets

	30/6/2018	31/12/2017
	VND'000	VND'000
Deferred tax assets:		
Accrued operating expenses	2,076,698	2,218,189
Provision for severance allowance	273,097	250,562
Total deferred tax assets	2,349,795	2,468,751

(ii) Unrecognised deferred tax assets

Deferred tax assets have not been recognised in respect of the following items:

	30/6/2018		31/12/2017	
	Temporary difference VND'000	Tax value VND'000	Temporary difference VND'000	Tax value VND'000
Tax losses	53,340,892	10,668,178	61,995,130	12,399,026

The tax losses will be expired in the following years:

Year of expiry	Status of tax review	Tax losses available VND'000
2019	Outstanding	17,192,847
2020	Outstanding	29,482,041
2021	Outstanding	6,666,004
		53,340,892

Deferred tax assets have not been recognised in respect of unused tax losses because it is not probable that future taxable profit will be available against which the Company can utilise the benefits therefrom.

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10. Other long-term assets

	30/6/2018 VND'000	31/12/2017 VND'000
Deposits for office rental	1,044,712	1,035,712

11. Taxes payable to State Treasury

	1/1/2018 VND'000	Incurred VND'000	Paid VND'000	30/6/2018 VND'000
Personal income tax	396,695	11,836,829	(11,686,401)	547,123
Withholding tax	161,546	386,316	(340,698)	207,164
Value added tax	15,227	-	(15,227)	-
	<u>573,468</u>	<u>12,223,145</u>	<u>(12,042,326)</u>	<u>754,287</u>

12. Accrued expenses

	30/6/2018 VND'000	31/12/2017 VND'000
Bonuses and incentives	5,776,608	16,090,060
Current portion of long-term incentive bonus (Note 15)	5,517,600	10,776,388
Accrued operating expenses	3,444,000	1,213,000
Others	8,644,583	1,686,926
	<u>23,382,791</u>	<u>29,766,374</u>

13. Other short-term payables

Other short-term payables mainly represent the recharged expenses from the related companies

	30/6/2018 VND'000	31/12/2017 VND'000
Amounts due to the parent company – Non-trade	18,141	2,190,652
Amounts due to other related companies – Non-trade	-	2,260,910

The amounts due to the parent company and other related companies were unsecured, interest free and are payable at call.

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14. Provision for severance allowance

	Six-month period ended	
	30/6/2018	30/6/2017
	VND'000	VND'000
Opening balance	1,252,809	853,003
Provision made during the period	112,674	399,806
	<hr/>	<hr/>
Closing balance	1,365,483	1,252,809
	<hr/>	<hr/>

15. Provisions – long-term

	30/6/2018	31/12/2017
	VND'000	VND'000
Long-term incentive bonus (i)	3,912,132	6,365,711
Other bonus schemes	470,456	274,241
	<hr/>	<hr/>
	4,382,588	6,639,952
	<hr/>	<hr/>

(i) Movements of long-term incentive bonus during the period were as follows:

	Six-month period ended	
	30/6/2018	30/6/2017
	VND'000	VND'000
Opening balance	6,365,711	8,057,524
Provision made during the period	3,064,021	4,441,706
Transfer to current portion of long-term incentive bonus (Note 12)	(5,517,600)	(8,804,401)
	<hr/>	<hr/>
Closing balance	3,912,132	3,694,829
	<hr/>	<hr/>

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Notes to the interim financial statements for the six-month period ended 30 June 2018
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16. Equity

(a) Changes in owner's equity

	Contributed capital VND'000	Financial reserve VND'000	Supplement charter capital reserve VND'000	Retained profits VND'000	Total VND'000
Balance at 1 January 2018	25,000,000	136,633	136,633	51,743,112	77,016,378
Net profit for the period	-	-	-	8,480,328	8,480,328
Balance at 30 June 2018	25,000,000	136,633	136,633	60,223,440	85,496,706
Balance at 1 January 2017	25,000,000	-	-	49,283,728	74,283,728
Net loss for the period	-	-	-	(145,642)	(145,642)
Balance at 30 June 2017	25,000,000	-	-	49,138,086	74,138,086

(b) Contributed capital

The Company's authorised charter capital of VND25,000,000,000 has been fully contributed by the parent company, Prudential Vietnam Assurance Private Limited, a company incorporated in Vietnam.

The ultimate parent company, Prudential plc, is incorporated in the United Kingdom.

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17. Cash and cash equivalents of local entrustors

Details of cash and cash equivalents held on behalf of local entrustors were as follows:

	30/6/2018	31/12/2017
	VND'000	VND'000
Shareholder Fund	1,393,064,608	1,372,465,491
Cash at banks	84,693,020	639,439,499
Cash equivalents (*)	1,308,371,588	733,025,992
Universal Life Fund	53,197,531	50,515,456
Cash at banks	53,197,531	50,515,456
Life Fund	6,372,373,918	1,582,712,940
Cash at banks	2,948,079,832	593,542,202
Cash equivalents (*)	3,424,294,086	989,170,738
Unit-linked Funds	294,948,044	183,075,216
Cash at banks	100,728,841	94,642,815
Cash equivalents (*)	194,219,203	88,432,401
Eastspring Investments Vietnam Navigator Fund	13,765,615	14,983,241
Cash at banks	9,560,181	10,878,676
Cash equivalents (*)	4,205,434	4,104,565
Pension Fund	91,003,293	94,848,457
Cash at banks	5,755,142	9,136,112
Cash equivalents (*)	85,248,151	85,712,345
	8,218,353,009	3,298,600,801

(*) Cash equivalents represent term deposits at banks with original terms to maturity of not more than three months.

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18. Investment portfolio of local entrustors

Details of investment portfolio held on behalf of local entrustors were as follows:

	30/6/2018		31/12/2017	
	Quantity	Market value VND'000	Quantity	Market value VND'000
Shareholder Fund				
Listed debt securities	38,289,363	4,590,745,121	35,879,363	4,304,323,709
Universal Life Fund				
Listed debt securities	26,372,500	3,107,197,175	23,142,500	2,697,450,571
Life Fund				
Listed equity securities	9,306,024	398,084,651	7,355,511	368,166,823
Listed debt securities	417,872,436	52,244,376,002	401,372,438	49,096,429,573
Long-term deposits	N/A	777,344,167	N/A	778,091,417
Unit-linked Funds				
Listed equity securities	39,240,847	1,760,774,721	25,862,723	1,297,020,752
Listed debt securities	2,770,000	321,678,490	2,900,000	316,677,209
Eastspring Investment Vietnam Navigator Fund				
Listed equity securities	3,492,256	100,227,658	2,825,976	103,486,513
Long-term deposits	N/A	25,012,647	N/A	24,753,400
Pension Fund				
Listed debt securities	1,235,000	151,584,735	1,200,000	137,472,000
		63,477,025,367		59,123,871,967

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19. Net revenue

Net revenue represents the gross invoiced value of services rendered exclusive of value added tax.

	Six-month period ended	
	30/6/2018	30/6/2017
	VND'000	VND'000
Revenue from management of investment portfolios	46,667,005	33,532,051
Revenue from administration of investment portfolios	3,474,112	2,603,351
	50,141,117	36,135,402

As at 30 June 2018, there were six securities investment funds with the total net asset values of VND71,761 billion (31/12/2017: there were six securities investment funds with the total net asset values of VND62,686 billion) under the Company's management. The increase of the total net assets by 29% lead to the growth of revenue by 39% compare to last year period.

The Company manages the investments of Shareholder Fund, Universal Life Fund, Life Fund, Unit-linked Funds and Pension Fund of Prudential Vietnam Assurance Private Limited (the parent company) under an investment management agreement effective from 1 January 2008. For the six-month period ended 30 June 2018, portfolio management fees earned from services rendered to Prudential Vietnam Assurance Private Limited amounted to VND45,447 million (for the six-month period ended 30 June 2017: VND32,748 million).

In 2008, the Company also entered into a non-discretionary investment portfolio management services agreement with Eastspring Investments (Singapore) Limited to provide portfolio management services to International Opportunities Fund – Vietnam Equity ("IOF"), a sub-fund of the Société d'Investissement à Capital Variable incorporated under the laws of the Grand-Duchy of Luxembourg. For the six-month period ended 30 June 2018, management fees earned from services rendered to IOF was nil (for the six-month period ended 30 June 2017: VND29 million). The investment portfolio management services agreement with IOF was terminated on 30 September 2017.

The Company also manages Eastspring Investments Vietnam Navigator Fund, an open ended fund established in the Socialist Republic of Vietnam under the Fund Establishment Certificate No. 09/GCN-UBCK issued by the State Securities Commission of Vietnam dated 25 March 2014. For the six-month period ended 30 June 2018, management fees earned from services rendered to Eastspring Investments Vietnam Navigator Fund amounted to VND1,220 million (for the six-month period ended 30 June 2017: VND755 million).

For the six-month period ended 30 June 2018, revenue from administration earned from services rendered to Prudential Vietnam Assurance Private Limited amounted to VND3,474 million (for the six-month period ended 30 June 2017: VND2,603 million).

There was no performance fee received by the Company for the six-month periods ended 30 June 2018 and 30 June 2017 because the conditions were not met.

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20. Financial income

	Six-month period ended	
	30/6/2018	30/6/2017
	VND'000	VND'000
Bank interest income	1,117,180	1,438,570
Foreign exchange gain	40,939	-
	<hr/>	<hr/>
	1,158,119	1,438,570
	<hr/>	<hr/>

21. General and administration expenses

	Six-month period ended	
	30/6/2018	30/6/2017
	VND'000	VND'000
Staff costs	31,271,996	26,312,479
Consultancy and other services costs	3,908,758	3,972,849
Office rental	1,888,725	2,934,202
Other expenses	5,630,473	3,554,562
	<hr/>	<hr/>
	42,699,952	36,774,092
	<hr/>	<hr/>

22. Income tax

(a) Recognised in the statement of income

	Six-month period ended	
	30/6/2018	30/6/2017
	VND'000	VND'000
Current tax expense		
Current period	-	-
Deferred tax expense		
Origination and reversal of temporary differences	118,956	910,015
	<hr/>	<hr/>
Income tax expense	118,956	910,015
	<hr/>	<hr/>

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(b) Reconciliation of effective tax rate

	Six-month period ended	
	30/6/2018 VND'000	30/6/2017 VND'000
Accounting profit before tax	8,599,284	764,373
Tax at the Company's tax rate	1,719,857	152,875
Non-deductible expenses	129,947	78,335
Tax loss utilised	(1,730,848)	-
	118,956	231,210
Deferred tax assets not recognised	-	678,805
	118,956	910,015

(c) Applicable tax rates

The prevailing income tax rate applicable to the Company is 20%. The corporate income tax computation is subject to the review and approval of the tax authorities.

23. Other off balance sheet items

(i) Lease commitments

The future minimum lease payments under non-cancellable operating leases were:

	30/6/2018 VND'000	31/12/2017 VND'000
Within one year	3,880,107	3,828,779
Within two to five years	4,142,846	6,082,900
	8,022,953	9,911,679

(ii) Foreign currencies

	30/6/2018		31/12/2017	
	Original currency	VND'000	Original currency	VND'000
USD	3,172.75	72,688	3,172.75	71,955

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24. Significant transactions with related parties

In addition to related party balances disclosed in other notes to the interim financial statements, the Company had the following transactions with related parties during the period as follows:

Related party	Relationship	Nature of transaction	Six-month period ended	
			30/6/2018 VND'000	30/6/2017 VND'000
Prudential Vietnam Assurance Private Limited	Parent company	Management fees	45,446,526	32,748,005
		Fund administration fees	3,474,112	2,603,351
		Services provided by the parent company	(1,760)	(511,515)
		Expense paid on behalf of the Company	(16,380)	-
Prudential Holdings Limited	Related company	Expense paid on behalf of the Company	(322,472)	(272,560)
Eastspring Investments (Singapore) Limited	Related company	Portfolio management fees for IOF	-	28,688
		Services provided by the related company	(2,890,308)	(3,069,812)
		Expenses paid on behalf by the Company	133,159	69,974
Eastspring Investments Vietnam Navigator Fund	Fund under management	Management fees	1,220,479	755,358

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25. Financial risk management

Overview

The Company has exposure to the following risks from its use of financial instruments:

- credit risk;
- liquidity risk; and
- market risk.

This note presents information about the Company's exposure to each of the above risks, the Company's objectives, policies and processes for measuring and managing risk.

The Company's Members' Council oversees how the Board of Directors monitors compliance with the Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company.

(a) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligation, and arises principally from cash in banks and cash equivalents and accounts receivable.

Exposure to credit risk

The total of carrying amounts of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was as follows:

	Note	30/6/2018 VND'000	31/12/2017 VND'000
Cash and cash equivalents	(i)	54,956,407	92,837,443
Held-to-maturity investments	(i)	30,000,000	-
Accounts receivable	(ii)	25,614,041	21,832,391
		110,570,448	114,669,834

(i) Cash and cash equivalents and held-to-maturity investments

Cash and cash equivalents and held-to-maturity investments of the Company are mainly held with well-known financial institutions. The Board of Directors does not foresee any significant credit risks from these deposits and does not expect that these financial institutions may default and cause losses to the Company.

(ii) Accounts receivable

Accounts receivable mainly include management fees receivable. Credit risk in relation to management fees receivable is considered minimal as these are receivables from related parties and funds under management of the Company who have good collection track records with the Company.

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(b) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

At the reporting date, the financial liabilities with fixed or determinable payments have the following contractual maturities including the estimated interest payments as follows:

	Carrying amount VND'000	Undiscounted contractual cash flows VND'000	Less than 1 month VND'000	From 1 to 3 months VND'000	From 3 months to 1 year VND'000	From 1 year to 5 years VND'000
As at 30 June 2018						
Accrued expenses	12,088,583	12,088,583	-	12,088,583	-	-
Other short-term payables	511,601	511,601	511,601	-	-	-
	12,600,184	12,600,184	511,601	12,088,583	-	-
As at 31 December 2017						
Accounts payable to suppliers	78,813	78,813	78,813	-	-	-
Accrued expenses	2,899,926	2,899,926	-	2,899,926	-	-
Other short-term payables	4,945,024	4,945,024	4,945,024	-	-	-
	7,923,763	7,923,763	5,023,837	2,899,926	-	-

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(c) Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Company's results of operations or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

(i) Currency risk

The Company is exposed to currency risk on revenue and purchases that are denominated in a currency other than the respective accounting currency of the Company. The currency in which these transactions primarily are denominated is USD.

Exposure to currency risk

At the reporting date, the Company had the following net monetary asset position exposed to currency risk as follows:

	Denominated in USD	
	30/6/2018	31/12/2017
	VND'000	VND'000
Cash and cash equivalents	72,688	71,955

The following was the significant exchange rate applied by the Company:

	Exchange rate as at	
	30/6/2018	31/12/2017
USD/VND	22,910	22,665

Below is an analysis of the possible impact on the net profit/(loss) after tax of the Company as at 30 June 2018 and 31 December 2017. This analysis assumes that all other variables, in particular interest rates, remain constant:

	Effect to net profit/(loss)	
	after tax	
	30/6/2018	31/12/2017
	VND'000	VND'000
USD (1% strengthening)	582	576

The opposite movement of the USD would have equal but opposite effect to the net profit/(loss) after tax of the Company as at 30 June 2018 and 31 December 2017.

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(ii) Interest rate risk

Interest rate risk is the risk that the fair values or future cash flows of the Company's financial instruments will fluctuate as a result of changes in market interest rates. The Company's exposure to market risk due to changes in interest rates is minimal since all term deposits have short-term maturities.

At the reporting date, the interest rate profile of the Company's interest-bearing financial instruments was:

	Carrying amount	
	30/6/2018 VND'000	31/12/2017 VND'000
<i>Fixed rate instruments</i>		
Cash equivalents	50,000,000	86,000,000
Held-to-maturity investments	30,000,000	-
<i>Variable rate instruments</i>		
Cash at banks	4,956,407	6,837,443

A change of 100 basis points in interest rates would have increased or decreased the net profit/(loss) after tax of the Company by VND40 million (31/12/2017: VND55 million). This analysis assumes that all other variables, in particular foreign currency rates, remain constant.

(iii) Market price risk

Market price risk is the risk that the value of the financial instruments will decrease as a result of changes in equity indices and the values of individual securities. The Company is not directly exposed to market price risk as it does not hold any equity securities as at 30 June 2018 and 31 December 2017.

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(d) Fair value of financial assets and liabilities

Fair value is the value which is determined as the price appropriate to market price that would be received for sale of an asset or paid to transfer a liability at the measurement date.

The fair values of financial assets and liabilities, together with the carrying amounts shown on the balance sheet were as follows:

	30/6/2018		31/12/2017	
	Carrying amount VND'000	Fair value VND'000	Carrying amount VND'000	Fair value VND'000
<i>Financial assets categorised as loans and receivables:</i>				
▪ Cash and cash equivalents	54,956,407	54,956,407	92,837,443	92,837,443
▪ Held-to-maturity investments	30,000,000	30,000,000	-	-
▪ Accounts receivable	25,614,041	(*)	21,832,391	(*)
<i>Financial liabilities categorised as liabilities at amortised cost:</i>				
▪ Accounts payable to suppliers	-	(*)	78,813	(*)
▪ Accrued expenses	12,088,583	(*)	2,899,926	(*)
▪ Other short-term payables	511,601	(*)	4,945,024	(*)

(*) The Company has not determined the fair values of these financial instruments for disclosure in the interim financial statements because information about their market prices is not available and there is currently no guidance on determination of fair value using valuation techniques under Vietnamese Accounting Standards, Circular No. 125/2011/TT-BTC dated 5 September 2011 issued by the Ministry of Finance on promulgation of accounting guidance for securities investment fund management companies and the other relevant statutory requirements applicable to interim financial reporting. The fair values of these financial instruments may differ from their carrying amounts.

13 August 2018

Prepared by:



Le Minh Thuy
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Approved by:



Ngo The Trieu
Chief Executive Officer