

**VIETNAM SECURITIES INVESTMENT FUND**

**INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2017**

## **VIETNAM SECURITIES INVESTMENT FUND**

### **INTERIM FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2017**

<b>TABLE OF CONTENTS</b>	<b>PAGE</b>
General information of the Fund	1
Statement by the Fund Management Company and approval of the interim financial statements by the Board of Representatives	2
Independent auditor's review report	3
Report of the Fund Management Company	5
Supervising Bank's report	12
Interim statement of income (Form B 01g – QM)	13
Interim statement of financial position (Form B 02g – QM)	15
Interim statement of changes in Net Asset Value, subscriptions and redemptions of Fund Certificates (Form B 03g – QM)	17
Statement of investment portfolio (Form B 04g – QM)	18
Interim statement of cash flows (Form B 05g – QM)	20
Notes to the interim financial statements (Form B 06g – QM)	22

## VIETNAM SECURITIES INVESTMENT FUND

### GENERAL INFORMATION

**Establishment Registration  
Certificate of Open-ended Fund**

No. 05/GCN-UBCK issued by the State Securities Commission on 8 October 2013.

This Establishment Registration Certificate replaced the Establishment Registration Certificate of closed-end fund since the signing date.

**Board of Representatives**

Mr. Luu Duc Khanh	Chairman
Mr. Dang Thai Nguyen	Vice Chairman
Ms. Le Thi Thu Huong	Member
Ms. Pham Thi Thanh Thuy	Member

**Fund Management Company**

Vietnam Investment Fund Management Joint Stock Company

**Supervising Bank**

Standard Chartered Bank (Vietnam) Limited

**Registered Office**

Unit 1701 – 04, 17th Floor, Me Linh Point Tower,  
2 Ngo Duc Ke Street, District 1, Ho Chi Minh City,  
Vietnam

**Auditor**

PwC (Vietnam) Limited

## VIETNAM SECURITIES INVESTMENT FUND

### STATEMENT BY THE FUND MANAGEMENT COMPANY AND APPROVAL OF THE INTERIM FINANCIAL STATEMENTS BY THE BOARD OF REPRESENTATIVES

#### STATEMENT OF THE RESPONSIBILITY OF THE FUND MANAGEMENT COMPANY IN RESPECT OF THE INTERIM FINANCIAL STATEMENTS

Management of Vietnam Investment Fund Management Joint Stock Company (“the Fund Management Company”) is responsible for the interim financial statements which give a true and fair view of the financial position of Vietnam Securities Investment Fund (“the Fund”) as at 30 June 2017 and the results of its operations and cash flows for the six-month period then ended. In preparing these interim financial statements, the Management of the Fund Management Company is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- prepare the interim financial statements on a going concern basis unless it is inappropriate to presume that the Fund will continue in business.

Management of the Fund Management Company is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the Fund and which enable the interim financial statements to be prepared which comply with the basis of accounting set out in Note 4 to the interim financial statements. The Management of the Fund Management Company is also responsible for safeguarding the assets of the Fund and hence for taking reasonable steps for the prevention and detection of fraud and other errors.

#### APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

We hereby approve the accompanying interim financial statements which give a true and fair view of the financial position of the Fund as at 30 June 2017 and of the results of its operations and cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, Circular 198/2012/TT-BTC issued by the Ministry of Finance on the promulgation of accounting system for open-ended investment funds, Circular 181/2015/TT-BTC issued by the Ministry of Finance on the promulgation of accounting system for exchange-traded funds and open-ended investment funds, Circular 183/2011/TT-BTC issued by the Ministry of Finance on the establishment and management of open-ended funds (“Circular 183/2011”), Circular 15/2016/TT-BTC on amending and supplementing Circular 183/2011 and prevailing regulations on preparation and presentation of financial statements applicable to open-ended investment funds.

On behalf of the Board of Representatives 



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Luu Duc Khanh  
Chairman  
Ho Chi Minh City, Vietnam



## **REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION TO THE INVESTORS OF VIETNAM SECURITIES INVESTMENT FUND**

We have reviewed the accompanying interim financial statements of Vietnam Securities Investment Fund ("the Fund") which were prepared on 30 June 2017 and approved by the Board of Representatives on 10 August 2017. The interim financial statements comprise the interim statement of income, the interim statement of changes in Net Asset Value, subscriptions and redemptions of Fund Certificates, the interim statement of cash flows for the six-month period ended 30 June 2017, the interim statement of financial position, the statement of investment portfolio as at 30 June 2017 and explanatory notes to the interim financial statements including significant accounting policies, as set out on pages 13 to 55.

### **Responsibility of Management of Vietnam Investment Fund Management Joint Stock Company ("the Fund Management Company")**

The Management of the Fund Management Company is responsible for the preparation and the true and fair presentation of these interim financial statements in accordance with Vietnamese Accounting Standards, Circular 198/2012/TT-BTC issued by the Ministry of Finance on the promulgation of accounting system for open-ended investment funds ("Circular 198/2012"), Circular 181/2015/TT-BTC issued by the Ministry of Finance on the establishment and management of open-ended funds ("Circular 181/2015"), Circular 15/2016/TT-BTC amending and supplementing Circular 183/2011 ("Circular 15/2016") and prevailing regulations on preparation and presentation of financial statements applicable to open-ended investment funds and for such internal control which management determines is necessary to enable the preparation and fair presentation of the 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 this interim financial information 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.

## Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information does not present fairly, in all material respects, the financial position of the Fund as at 30 June 2017, its financial performance and cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System applicable to open-ended funds comprising Circular 198/2012 and Circular 181/2015, Circular 183/2011, Circular 15/2016 and prevailing regulations on preparation and presentation of financial statements applicable to open-ended investment funds.

For and on behalf of PwC (Vietnam) Limited



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Tran Thi Thanh Truc  
Audit Practising Licence No.  
3047-2014-006-1  
Authorised signatory

Report reference number: HCM6357  
Ho Chi Minh City, 10 August 2017

As indicated in Note 3.1 to the interim financial statements, the accompanying interim financial statements are not intended to present the financial position, financial performance and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam, and furthermore their utilisation is not designed for those who are not informed about Vietnam's accounting principles, procedures and practices.

## **VIETNAM SECURITIES INVESTMENT FUND**

### **REPORT OF THE FUND MANAGEMENT COMPANY**

#### **1 GENERAL INFORMATION OF VIETNAM SECURITIES INVESTMENT FUND (“THE FUND”)**

##### **1.1 Objectives of the Fund**

Objectives of the Fund are set in accordance with the Establishment Registration Certificate issued by the State Securities Commission, the Fund Charter and the Fund’s prospectus.

##### **1.2 Performance result of the Fund**

According to the reviewed interim financial statements of the Fund, its net asset value (NAV) changed by 21.62% as compared with that at the beginning of reporting period.

##### **1.3 The Fund’s investment strategy and policy**

VFMVF1’s strategy is active management in a balanced and diversified portfolio of equity, convertible and fixed income securities (including but not limited to Vietnamese Government bonds, government guaranteed bonds, municipal bonds, corporate bonds in accordance with Vietnamese law...), commercial notes and money market instruments. To the extent that the value of convertible securities can be attributed to their debt characteristics, they will be treated as debt securities for purposes of this investment policy. In normal market condition, the Fund would hold approximately 20% of net asset value (NAV) in fixed income and cash, and 80% of NAV in stocks of companies operating in Vietnam. The targeting investments are growth stocks among large and mid-sized market capitalization stocks. The Fund may from time to time changes the weight of equity and fixed-income investments to +/-10% NAV versus its targeted allocation to get an optimal asset mix in consideration of changing in economic, market conditions.

##### **1.4 Classification of the Fund**

The Fund is an open-ended public investment fund.

##### **1.5 Life of the Fund**

The Fund has an indefinite life.

##### **1.6 Short-term risk**

The Fund is exposed to medium-high risk in the short run.

##### **1.7 Inception of the Fund**

The Fund has been operating since 20 May 2004.

##### **1.8 Size of the Fund at reporting date**

As at 30 June 2017, the Fund’s net asset value was VND818,514,985,936 equivalent to 24,972,864.83 Fund units.

##### **1.9 Benchmark index of the Fund**

The Fund has no benchmark index.

## VIETNAM SECURITIES INVESTMENT FUND

### REPORT OF THE FUND MANAGEMENT COMPANY (continued)

#### 1 GENERAL INFORMATION OF VIETNAM SECURITIES INVESTMENT FUND (continued)

##### 1.10 Profit distribution policy of the Fund

The Fund distributes its profits to the unitholders in accordance with Resolution of Investors' General Meeting, the Fund Charter and prevailing securities regulations.

##### 1.11 Net profits attributed per Fund unit as of reporting date

The Fund has not distributed its profits to unitholders since its conversion until 30 June 2017.

#### 2 PERFORMANCE RESULTS

##### 2.1. Asset allocation

	As at		
	30/06/2017	30/06/2016	30/06/2015
	%	%	%
1. Securities portfolio	87.0	82.1	85.2
2. Other assets	13.0	17.9	14.8
	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>

##### 2.2 Performance indicators

	As at		
	30/06/2017	30/06/2016	30/06/2015
1. Net asset value of the Fund (VND)	818,514,985,936	678,485,322,003	738,312,640,409
2. Number of Fund units outstanding (units)	24,972,864.83	25,176,333.70	33,166,414.05
3. Net asset value per Fund unit (VND)	32,776.17	26,949.32	22,260.85
4. Net asset value per Fund unit – highest during the reporting period (VND)	32,776.17	26,949.32	23,917.23
5. Net asset value per Fund unit – lowest during the reporting period (VND)	27,172.08	21,362.83	19,727.50
6. Closing price of Fund unit at reporting date (VND)	-	-	-
7. Closing price of Fund unit at reporting date – highest during the period (VND)	-	-	-
8. Closing price of Fund unit at reporting date – lowest during the period (VND)	-	-	-
9. Yield per Fund unit (%)	276.28%	8,757.19%	(131.31%)
9.1. Capital yield per Fund unit (due to price change) (%)	(9.49%)	8,826.19%	(87.34%)
9.2. Income yield per Fund unit (calculated using realised income) (%)	285.77%	(69.00%)	(43.97%)
10. Gross distributed earning per unit (VND)	-	-	-
11. Net distributed earning per unit (VND)	-	-	-
12. Ex-date of distribution	-	-	-
13. Operation expenses/Average NAV during the period (%)	2.16%	2.22%	2.22%
14. Turnover of investment portfolio during the period (%)	83.20%	46.61%	75.96%

## VIETNAM SECURITIES INVESTMENT FUND

### REPORT OF THE FUND MANAGEMENT COMPANY (continued)

#### 2 PERFORMANCE RESULTS (continued)

##### 2.3 Growth by years

Period	Growth of NAV per Fund unit (%)	Annual growth of NAV per Fund unit (%)
1 year	21.62	21.62
3 years	54.37	15.57
Since inception	227.76	9.47

##### 2.4. Annual growth

Period	30/06/2017	30/06/2016	30/06/2015	30/06/2014
Growth per Fund units (%)	21.62	21.06	4.84	19.38

#### 3 MARKET UPDATES

The market in June and Q2 of 2017 has just ended with a positive sign, increase cash flow into the market. VN Index has risen more than 100 points compared to the end of last year, nearly 17%. Liquidity has been strong thanks to strong cash inflows into the market of internal and foreign investors. In addition, one of the factors that helped the market attract large capital is the increase in the quality and quantity of products in Vietnam, outstanding stocks such as VJC, NVL, SAB, HVN, PLX ... Positive macro factors such as GDP growth in the second quarter reached 6.17%, bringing the GDP growth rate in 6 months to 5.73%, positively support the growth of the market.

## VIETNAM SECURITIES INVESTMENT FUND

### REPORT OF THE FUND MANAGEMENT COMPANY (continued)

#### 4 DETAILS OF THE FUND'S PERFORMANCE RESULTS

##### 4.1. Details of the Fund's performance indicators

Item	1 year up to reporting date (%)	3 years up to reporting date (%)	From inception to reporting date (%)
Income yield per Fund unit	285.77	(32.99)	Undetermined (*)
Capital yield per Fund unit	(9.49)	(1,099.98)	Undetermined (*)
Yield per Fund unit	276.28	(1,132.97)	Undetermined (*)
Annual growth per Fund unit	21.62	15.57	9.47
Growth of component portfolio (**)	Not applicable	Not applicable	Not applicable
Price change per Fund unit (***)	Not applicable	Not applicable	Not applicable

(\*) The Fund's yield at inception was nil, so the growth rate is undetermined.

(\*\*) The Fund does not have component portfolio.

(\*\*\*) The Fund does not have market price.

Growth NAV/fund certificates from June 2014 - June 2017



## VIETNAM SECURITIES INVESTMENT FUND

### REPORT OF THE FUND MANAGEMENT COMPANY (continued)

#### 4 DETAILS OF THE FUND'S PERFORMANCE RESULTS (continued)

##### 4.1. Details of the Fund's performance indicators (continued)

Changes in net asset value:

Item	30/06/2017	30/06/2016	Change
Net asset value (NAV)	818,514,985,936	678,485,322,003	20.64%
Net asset value (NAV) per Fund unit	32,776.17	26,949.32	21.62%

In the period 30 June 2016 – 30 June 2017, VFMVF1 has a net asset value (NAV) on a fund certificate of 21.62% growth due to the return on investment and growth of the listed stock items. Growth of NAV / fund certificate was positive while total net asset value (NAV) decreased compared to the same period last year as investors net selling of VFMVF1 fund certificates caused the fund to shrink the size and total assets. the fund grow in terms of size and total assets.

##### 4.2. Investors analysis as at reporting date

Number of units	Number of unitholders	Number of Fund units	Holding rate %
Fewer than 5,000	2,536	1,885,803.06	7.55
5,000 – fewer than 10,000	87	577,428.11	2.31
10,000 to fewer than 50,000	84	1,628,416.22	6.52
50,000 to fewer than 500,000	20	2,794,071.77	11.19
More than 500.000	3	18,087,145.67	72.43
<b>Total</b>	<b>2,730</b>	<b>24,972,864.83</b>	<b>100.00</b>

##### 4.3 Soft commissions and discounts

To minimise conflicts of interests and ensure the accuracy of the Fund's expenses, the Fund Management Company prohibits all of its employees from accepting cash discounts and soft commissions in dealing with the Fund's transactions with its service providers.

During the reporting period, the Fund has no cash discounts nor soft commissions attached to its transactions with its service providers.

## **VIETNAM SECURITIES INVESTMENT FUND**

### **REPORT OF THE FUND MANAGEMENT COMPANY (continued)**

#### **5 MARKET PROSPECTS**

The stock market in July and Q3 will continue to be well supported by factors such as:

- (i) Q2 business results with many businesses forecasting good business results;
- (ii) Cash flow to the market from internal and foreign investors;
- (iii) Governance of the economy this year of the Government is on the right track with the recovery of the macro economy.

In short-term view, the market will be hard to break strongly as the index rises during May and June so the market is likely to struggle at resistance levels. In the medium and long term, the market is still in positive trend due to the support of such favorable factors. The sectors that are expected to grow well: Banking, securities, real estate, construction and building materials, pharmaceuticals, food and beverage, consumer goods.

#### **6 OTHER INFORMATION**

##### **Fund controllers comprise:**

- Ms. Luong Thi My Hanh, Master of Economics. She has been the Deputy CEO in charge of Investment and Research of Vietnam Investment Fund Management Joint Stock Company since 2010.
- Mr Tran Le Minh, Deputy CEO – Head of Hanoi Branch, Master of Financial Management – Economics. He has been in role of Deputy CEO since 2011.

##### **Board of Representatives comprises:**

- Mr. Luu Duc Khanh, Chairman, Master of International Business Administration. He has been the Vice Chairman of Ho Chi Minh City Development Joint Stock Commercial Bank since 2009 and CEO of VietJet Aviation Joint Stock Company since 2011.
- Mr. Dang Thai Nguyen, Member, Master of International Business Administration. He used to be Director of Bac A Commercial Joint Stock Bank from 2003 to 2006 and has been CEO of Viet Securities Joint Stock Company since 2006.
- Ms Le Thi Thu Huong, Member, Bachelor of Accounting – Auditing. She used to be Deputy Director of AS Auditing Limited from 2011 to 2012 and has been Deputy CEO of Dai Tin Auditing Limited since 2012.
- Ms. Pham Thi Thanh Thuy, Member, Lawyer. She is currently the Head of Legal and Compliance department of Vietnam Investment Fund Management Joint Stock Company.

## VIETNAM SECURITIES INVESTMENT FUND

### REPORT OF THE FUND MANAGEMENT COMPANY (continued)

#### 6 OTHER INFORMATION (continued)

##### Executive officers of the Fund Management Company comprise:

- Mr Tran Thanh Tan, Chief Executive Officer (“CEO”), Master of Business Administration. He has been in role of the CEO since 2003.
- Ms. Luong Thi My Hanh, Deputy CEO - in charge of Investment and Research, Master of Economics. She has been in role of Deputy CEO since 2010.
- Mr. Nguyen Minh Dang Khanh, Deputy CEO – Financial Director, Master of Finance - Economics. He has been in role of Deputy CEO since 2011.
- Mr Tran Le Minh, Deputy CEO – Head of Hanoi Branch, Master of Financial Management – Economics. He has been in role of Deputy CEO since 2011.
- Mr. Tran Van Hieu, Acting Deputy CEO – in charge of funding, Master of Business Administration. He used to be CEO of Pana Harrison Asia Limited insurance broker Vietnam from 2010 to 2012, Project manager of Generali Vietnam from 2012 to 2014, Senior Funding Manager of Vietnam Investment Fund Management Joint Stock Company from 2014 to 2016 and has been Acting Deputy CEO – in charge of funding since 2016.

Ho Chi Minh City, 10 August 2017

**CHIEF EXECUTIVE OFFICER**



Tran Thanh Tan 

## SUPERVISORY BANK'S REPORT

We, appointed as Supervisory Bank of the Vietnam Securities Investment Fund ("the Fund") for the financial period from 01<sup>st</sup> January 2017 to 30<sup>th</sup> June 2017, recognize that the Fund operated and was managed in the following matters:

- a) During our supervision of the Fund's investments and asset transactions in the first six months of 2017, the Fund's investment portfolio complied with investment restrictions under the prevailing regulations for open-ended funds, Fund Prospectus, and other relevant regulations.

According to Article 10, Fund Charter, the Fund should invest approximately 20% of its Net Asset Value into debt securities and cash, and 80% of its net asset value into equity securities. At valuation dates from 25<sup>th</sup> January 2017 to 14<sup>th</sup> April 2017, to be in line with investment strategy, the Fund's investment portfolio in equity securities varied between 80.93% and 88.65%. However, according to the Fund Management's consensus, the above provision was an investment objective and was not restricted for the Fund. Therefore, this regulation has been no longer applied since 14<sup>th</sup> April 2017.

- b) Assets Valuation and Pricing of the Fund units was carried out in accordance with Fund Charter, Fund Prospectus, and other prevailing regulations.
- c) Fund subscriptions and redemptions were carried out in accordance with Fund Charter, Fund Prospectus, and other prevailing regulations.
- d) In the first six months of 2017, the Fund did not pay dividend to Fund Unit Holders.

*Hanoi, dated 10<sup>th</sup> August, 2017*

**Supervisory Bank Representative**



**Le Sy Hoang**

**Unit Head, Securities Services Operations**

**Supervisory Bank Officer**



**Vu Huong Giang**

**Supervisory Bank Manager**

**Standard Chartered Bank (Vietnam) Limited**

**Head Office**

P1810-1815, Keangnam Hanoi Landmark,  
E6 Pham Hung, Me Tri Ward,  
South Tu Liem District, Hanoi

12

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## INTERIM STATEMENT OF INCOME

Code	Item	Note	For the six-month period ended	
			2017	2016
			VND	VND
<b>01</b>	<b>I. INVESTMENT INCOME</b>		<b>129,565,820,178</b>	<b>95,081,643,999</b>
02	1.1. Dividend income	5.1	5,314,707,500	7,302,188,000
03	1.2. Interest income	5.2	4,655,872,478	5,689,451,999
04	1.3. Realised gain from disposal of investments	5.3	53,940,384,831	8,962,299,386
05	1.4. Unrealised gain from revaluation of investments	5.4	65,654,855,369	73,127,704,614
<b>10</b>	<b>II. INVESTMENT EXPENSES</b>		<b>(820,306,929)</b>	<b>(458,908,607)</b>
11	2.1. Transaction costs from purchases and sales of investments	5.5	(819,550,549)	(458,908,607)
15	2.2. Other investment expenses		(756,380)	-
<b>20</b>	<b>III. OPERATING EXPENSES</b>		<b>(8,483,384,549)</b>	<b>(7,224,161,900)</b>
20.1	3.1. Fund management fee	8(i)	(7,602,889,685)	(6,306,120,562)
20.2	3.2. Custodian fees	5.6	(255,229,568)	(216,029,473)
20.3	3.3. Supervising fee		(171,552,382)	(144,990,711)
20.4	3.4. Fund administration fee		(107,220,239)	(95,381,437)
20.5	3.5. Transfer agency fee		(66,000,000)	(66,000,000)
20.7	3.6. Investors' General Meeting expenses		(9,919,525)	(11,878,768)
20.8	3.7. Audit fee		(94,996,989)	(95,732,137)
20.10	3.8. Other operating expenses	5.7	(175,576,161)	(288,028,812)
<b>23</b>	<b>IV. PROFIT FROM INVESTMENT ACTIVITIES</b>		<b>120,262,128,700</b>	<b>87,398,573,492</b>

The notes on pages 22 to 55 are an integral part of these interim financial statements.

INTERIM STATEMENT OF INCOME  
(continued)

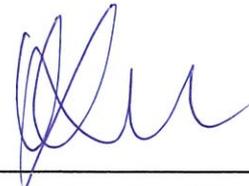
Code	Item	Note	For the six-month period ended 30 June	
			2017 VND	2016 VND
24	V. NET OTHER INCOME		-	-
30	VI. PROFIT BEFORE INCOME TAX		<u>120,262,128,700</u>	<u>87,398,573,492</u>
31	6.1. Realised profits	6.12	54,607,273,331	14,270,868,878
32	6.2. Unrealised profits	6.12	65,654,855,369	73,127,704,614
40	VII. INCOME TAX		-	-
41	VIII. PROFIT AFTER TAX		<u>120,262,128,700</u>	<u>87,398,573,492</u>



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 Vietnam Investment Fund  
 Management Joint Stock Company  
 Lam Thi Loan  
 Fund Accountant  
 10 August 2017



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 Vietnam Investment Fund  
 Management Joint Stock Company  
 Tran Thanh Tan  
 Chief Executive Officer  
 10 August 2017



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 Vietnam Investment Fund  
 Management Joint Stock Company  
 Nguyen Minh Dang Khanh  
 Deputy CEO cum Financial Director  
 10 August 2017

The notes on pages 22 to 55 are an integral part of these interim financial statements.

## INTERIM STATEMENT OF FINANCIAL POSITION

Code	Item	Note	As at	
			30/06/2017 VND	31/12/2016 VND
<b>100</b>	<b>I. ASSETS</b>			
110	1. Cash and cash equivalents	6.1	16,757,540,699	86,815,701,609
	In which:			
111	1.1. Cash for Fund's operations		16,757,540,699	29,815,701,609
112	1.2. Term deposits with maturity not exceeding 3 months		-	57,000,000,000
120	2. Net investments		802,257,901,300	593,970,803,600
121	2.1. Investments	6.2	802,257,901,300	593,970,803,600
130	3. Receivables		12,658,232,444	108,711,696,001
131	3.1 Receivables from investments sold but not yet settled	6.3	8,912,848,000	104,345,303,000
133	3.2. Dividend and interest receivables		4,611,784,444	5,232,793,001
134	3.2.1 Due dividend and interest receivables		866,400,000	866,400,000
135	In which: Doubtful debt from dividend and interest receivables not yet collected		866,400,000	866,400,000
136	3.2.2 Undue dividend and interest receivables	6.4	3,745,384,444	4,366,393,001
138	3.3. Provisions for doubtful debts	6.5	(866,400,000)	(866,400,000)
<b>100</b>	<b>TOTAL ASSETS</b>		<b>831,673,674,443</b>	<b>789,498,201,210</b>
<b>300</b>	<b>II. LIABILITIES</b>			
312	1. Payables for securities purchased but not yet settled	6.6	3,327,700,000	8,326,738,000
313	2. Subscription and redemption fee payable to Distributors and Fund Management Company		113,594,663	117,699,324
314	3. Tax payables and obligations to the State Budget		5,440,164	8,846,084
315	4. Profit distribution payable to unitholders	6.7	39,925,000	39,925,000
316	5. Expense accruals	6.8	264,679,664	416,921,782
317	6. Subscription payables to unitholders	6.9	17,000,000	50,000,000
318	7. Redemption payable to unitholders		7,702,253,053	5,190,688,755
319	8. Fees payable to related service providers	6.10	1,454,688,580	1,427,211,429
320	9. Other payables		233,407,383	287,237,219
<b>300</b>	<b>TOTAL LIABILITIES</b>		<b>13,158,688,507</b>	<b>15,865,267,593</b>

The notes on pages 22 to 55 are an integral part of these interim financial statements.

**INTERIM STATEMENT OF FINANCIAL POSITION**  
 (continued)

Code	Item	Note	As at	
			30/06/2017 VND	31/12/2016 VND
<b>400</b>	<b>III. DISTRIBUTABLE NET ASSET VALUE</b>	6.11	<b>818,514,985,936</b>	<b>773,632,933,617</b>
411	1. Share capital		249,728,648,300	274,838,269,100
412	1.1 Issued capital		1,185,975,818,600	1,181,787,998,800
413	1.2 Redeemed capital		(936,247,170,300)	(906,949,729,700)
414	2. Share premium		438,846,390,656	489,116,846,237
420	3. Accumulated profits	6.12	129,939,946,980	9,677,818,280
<b>430</b>	<b>IV. NET ASSET VALUE PER FUND UNIT</b>		<b>32,776.17</b>	<b>28,148.66</b>
<b>440</b>	<b>V. DISTRIBUTED EARNINGS TO INVESTORS</b>		-	-

**OFF INTERIM STATEMENT OF FINANCIAL POSITION ITEM**

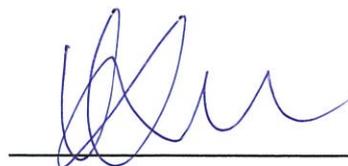
1.	Number of Fund units in issue	24,972,864.83	27,483,826.91
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Vietnam Investment Fund  
 Management Joint Stock Company  
 Lam Thi Loan  
 Fund Accountant  
 10 August 2017



Vietnam Investment Fund  
 Management Joint Stock Company  
 Tran Thanh Tan  
 Chief Executive Officer  
 10 August 2017



Vietnam Investment Fund  
 Management Joint Stock Company  
 Nguyen Minh Dang Khanh  
 Deputy CEO cum Financial Director  
 10 August 2017

The notes on pages 22 to 55 are an integral part of these interim financial statements.

**INTERIM STATEMENT OF CHANGES IN NET ASSET VALUE,  
SUBSCRIPTIONS AND REDEMPTIONS OF FUND CERTIFICATES  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2017**

No	Item	For the six-month period ended	
		30 June	
		2017	2016
		VND	VND
I	<b>Net Asset Value at the beginning of the period</b>	<b>773,632,933,617</b>	<b>646,673,329,221</b>
II	<b>Changes in Net Asset Value for the period</b>	<b>120,262,128,700</b>	<b>87,398,573,492</b>
	<i>In which:</i>		
II.1	Changes in Net Asset Value due to market fluctuation and the Fund's operations	120,262,128,700	87,398,573,492
III	<b>Changes in Net Asset Value due to subscriptions, redemptions of Fund Certificates</b>	<b>(75,380,076,381)</b>	<b>(55,586,580,710)</b>
	<i>In which:</i>		
III.1	Receipts from subscriptions	12,627,788,968	15,524,977,902
III.2	Payments to redemptions	(88,007,865,349)	(71,111,558,612)
IV	<b>Net Asset Value at the end of the period</b>	<b>818,514,985,936</b>	<b>678,485,322,003</b>
V	<b>Net Asset Value per Fund unit at the end of the period</b>	<b>32,776.17</b>	<b>26,949.32</b>



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Fund Accountant  
10 August 2017




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Nguyen Minh Dang Khanh  
Deputy CEO cum Financial Director  
10 August 2017

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STATEMENT OF INVESTMENT PORTFOLIO  
AS AT 30 JUNE 2017

No.	Items	Quantity	Market price as at 30/06/2017 VND	Total value VND	Percentage of total assets %
<b>I</b>	<b>Listed shares and shares traded on UPCoM</b>				
1	ACB	1,356,990	25,900	35,146,041,000	4.23%
2	BMP	485,478	99,000	48,062,322,000	5.78%
3	CII	818,360	37,200	30,442,992,000	3.66%
4	CTG	559,000	20,250	11,319,750,000	1.36%
5	DHG	6,000	124,300	745,800,000	0.09%
6	DIG	1,021,150	15,600	15,929,940,000	1.92%
7	FOX	5,440	73,500	399,840,000	0.05%
8	FPT	1,033,746	46,850	48,431,000,100	5.82%
9	GAS	164,930	58,300	9,615,419,000	1.16%
10	GMD	136,570	43,000	5,872,510,000	0.71%
11	HAG	4,070,660	9,480	38,589,856,800	4.64%
12	HNG	300,000	10,750	3,225,000,000	0.39%
13	HPG	1,031,852	32,000	33,019,264,000	3.97%
14	HSG	191,000	32,400	6,188,400,000	0.74%
15	HT1	4	22,600	90,400	0.00%
16	KDH	929,740	27,850	25,893,259,000	3.11%
17	MBB	810,840	22,300	18,081,732,000	2.17%
18	MWG	736,940	102,900	75,831,126,000	9.12%
19	PC1	75,200	36,000	2,707,200,000	0.33%
20	PLX	25,650	69,000	1,769,850,000	0.21%
21	PNJ	431,150	101,800	43,891,070,000	5.28%
22	QNS	163,480	84,900	13,879,452,000	1.67%
23	SAB	136,270	208,300	28,385,041,000	3.41%
24	SKG	75,414	51,800	3,906,445,200	0.47%
25	VCB	603,155	38,500	23,221,467,500	2.79%
26	VCI	218,000	48,000	10,464,000,000	1.26%
27	VGC	1,600,000	19,500	31,200,000,000	3.75%
28	VJC	177,333	126,300	22,397,157,900	2.69%
29	VNM	551,841	157,600	86,970,141,600	10.46%
				<b>675,586,167,500</b>	<b>81.23%</b>
<b>II</b>	<b>Unlisted shares not traded on UPCoM</b>				
1	Pymepharco JSC	170,000	56,000	9,520,000,000	1.14%
2	Kido Frozen Foods JSC	55,000	58,000	3,190,000,000	0.38%
3	Vietnam Prosperity Bank	703,999	31,000	21,823,969,000	2.62%
4	Truong Hai Auto JSC	75,638	140,000	10,589,320,000	1.27%
				<b>45,123,289,000</b>	<b>5.43%</b>
<b>III</b>	<b>Other securities</b>				
1	HPG purchase right	1,061,852	2,400	2,548,444,800	0.31%
				<b>2,548,444,800</b>	<b>0.31%</b>

The notes on pages 22 to 55 are an integral part of these interim financial statements.

**STATEMENT OF INVESTMENT PORTFOLIO  
AS AT 30 JUNE 2017  
(continued)**

No.	Items	Total value VND	Percentage of total assets %
<b>IV</b>	<b>Other assets</b>		
1	Receivables from investments sold but not yet settled	8,912,848,000	1.07%
2	Net dividend and interest receivables	3,745,384,444	0.45%
		<b>12,658,232,444</b>	<b>1.52%</b>
<b>V</b>	<b>Cash</b>		
1	Cash in current accounts at banks	16,757,540,699	2.01%
2	Transferable certificates of deposit	79,000,000,000	9.50%
		<b>95,757,540,699</b>	<b>11.51%</b>
<b>VI</b>	<b>Grand Total</b>	<b>831,673,674,443</b>	<b>100.00%</b>



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Vietnam Investment Fund  
Management Joint Stock Company  
Lam Thi Loan  
Fund Accountant  
10 August 2017



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Tran Thanh Tan  
Chief Executive Officer  
10 August 2017

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Nguyen Minh Dang Khanh  
Deputy CEO cum Financial Director  
10 August 2017

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**INTERIM STATEMENT OF CASH FLOWS**  
**(Indirect method)**

Code	Item	Note	For the six-month period ended	
			30 June	
			2017	2016
			VND	VND
	<b>I. Cash flow from investing activities</b>			
01	1. Profit before income tax		120,262,128,700	87,398,573,492
02	2. Adjustments for:		(65,676,359,075)	(73,186,319,020)
	Unrealised gain from revaluation of investments	5.4	(65,654,855,369)	(73,127,704,614)
04	Expense accruals		(21,503,706)	(58,614,406)
05	3. Profit from investing activities before changes in working capital		54,585,769,625	14,212,254,472
	(Increase)/decrease in investments		(142,632,242,331)	33,952,136,814
06	Decrease in receivables from investments sold but not yet settled		95,432,455,000	16,414,223,800
07	Decrease/(increase) in interest receivables		621,008,557	(482,087,221)
10	Decrease in payables for securities purchased but not yet settled		(4,999,038,000)	(1,056,000,000)
11	Decrease in subscription and redemption fee payable to Distributors and the Fund Management Company		(4,104,661)	(117,298,364)
13	(Decrease)/increase in tax payables and obligations to the State Budget		(3,405,920)	2,469,471
14	(Decrease)/increase in subscriptions payable to unitholders		(33,000,000)	223,000,000
15	Increase/(decrease) in redemptions payable to unitholders		2,511,564,298	(247,315,702)
16	Decrease in other payables		(184,568,248)	(151,885,281)
17	Increase/(decrease) in fees payable to related service providers		27,477,151	(26,049,136)
19	<b>Net cash inflows from investing activities</b>		<b>5,321,915,471</b>	<b>62,723,448,853</b>
	<b>II. Cash flow from financing activities</b>			
31	1. Receipts from subscriptions	6.10	12,627,788,968	15,524,977,902
32	2. Payments for redemptions	6.10	(88,007,865,349)	(71,111,558,612)
30	<b>Net cash outflows from financing activities</b>		<b>(75,380,076,381)</b>	<b>(55,586,580,710)</b>
40	<b>III. Net (decrease)/increase in cash and cash equivalent for the period</b>		<b>(70,058,160,910)</b>	<b>7,136,868,143</b>

The notes on pages 22 to 55 are an integral part of these interim financial statements.

**INTERIM STATEMENT OF CASH FLOWS (continued)**  
**(Indirect method)**

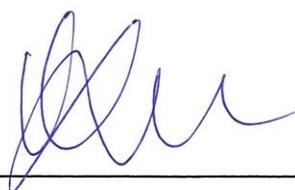
Code	Item	Note	For the six-month period ended	
			30 June	
			2017	2016
			VND	VND
50	IV. Cash and cash equivalents at the beginning of the period	6.1	86,815,701,609	35,015,661,769
55	V. Cash and cash equivalents at the end of the period	6.1	16,757,540,699	42,152,529,912
60	VI. Changes in cash and cash equivalents in the period		(70,058,160,910)	7,136,868,143



\_\_\_\_\_  
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 Management Joint Stock Company  
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 Fund Accountant  
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**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017****1 GENERAL INFORMATION OF VIETNAM SECURITIES INVESTMENT FUND****1.1 Licence for Fund Certificate Public Offering and Registration Certificate for Open-ended fund establishment**

Vietnam Securities Investment Fund ("the Fund") is an open-ended public investment fund converted from closed-ended Vietnam Securities Investment Fund ("The VF1 Fund") in accordance with the Certificate for Public Fund establishment registration No. 05/GCN-UBCK issued by the State Securities Commission ("SSC") on 8 October 2013. The Fund has an indefinite life.

The initial public offering of the VF1 Fund was carried out in accordance with Licence No. 01/GP-QDT issued by SSC on 24 March 2004. According to this Licence, the VF1 Fund was authorised to issue 30,000,000 Fund units with par value of VND10,000 per certificate. According to Decision No. 01/UBCK- DKQDT dated 20 May 2004 by the SSC, the VF1 Fund was licenced to operate for a period of ten years.

Pursuant to Decision No. 468/QD-UBCK issued by the SSC dated 5 July 2006, the VF1 Fund was authorised to issue additional 20,000,000 Fund units with a par value of VND10,000 per certificate to achieve total outstanding Fund units of 50,000,000 – equivalent to charter capital of VND500 billion.

According to Decision 144/QD-UBCK issued by the SSC dated 15 March 2007, the VF1 Fund was authorised to issue additional 50,000,000 Fund units with a par value of VND10,000 per certificate to achieve total outstanding Fund units of 100,000,000 – equivalent to charter capital of VND1,000 billion.

The VF1 Fund was listed on the Ho Chi Minh City Stock Exchange in accordance with Licence No. 01/UBCK-NYQDT issued by the SSC dated 22 September 2004. The VF1 Fund was delisted from Ho Chi Minh City Stock Exchange on 25 September 2013 in accordance with Decision 288/2013/QD-SGDHCM issued by Ho Chi Minh City Stock Exchange on 26 August 2013 for the purpose of conversion from closed-ended to open-ended fund. Since the date of conversion (as on 08 October 2013), the Fund's Certificates have been being traded via the Fund's Distributor network.

The Fund has no employees and is managed by Vietnam Investment Fund Management Joint Stock Company ("Fund Management Company"). Joint Stock Commercial Bank for Foreign Trade of Vietnam was appointed as the supervising bank and custodian bank of the Fund up to the conversion date. Standard Chartered Bank (Vietnam) Limited has been appointed as the supervising bank and custodian bank of the Fund since 8 October 2013.

**1.2 General information of the Fund's operations*****Size of the Fund***

Pursuant to the Establishment Registration Certificate, the Fund Charter Capital is VND1,000 billion.

The Fund's capital is based on the actual contribution of the unitholders presented in Note 6.11.

NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017**1 GENERAL INFORMATION OF VIETNAM SECURITIES INVESTMENT FUND (continued)****1.2 General information of the Fund's operations (continued)*****Investment objectives and investment restrictions***

The investment objectives of the Fund are to maximise earnings and minimise risks for unitholders by investing in a diversified portfolio including equity, convertible bonds, debt instruments and money market instruments in the Vietnamese market. The Fund's investment portfolio and its restrictions shall be in compliance with the investment objectives and investment strategy as stipulated in the Fund's Charter and Prospectus.

***Frequency of Net Asset Value (NAV) valuation***

The Fund's NAV is valued on daily and monthly basis. The daily valuation date is each working day. The monthly valuation date is the first day of the following month. Should the Fund Management Company change the valuation date, the Fund Management Company shall get the approval from the Board of Representatives before execution.

***Method of NAV valuation***

The Fund's NAV is measured at total assets less its liabilities as at the date prior to the valuation date. Total value of Fund's assets is measured at their market value or fair value.

NAV per Fund unit is calculated by dividing the total Net Asset Value of the Fund by the number of outstanding certificates at the date prior to the valuation date.

NAV per Fund unit shall be rounded down to two (02) decimal places.

***Frequency of trading Fund's Certificates***

The Fund's Certificates are traded on a daily basis on working days, unless the compensation working days fall on Saturday and/or Sunday.

Decrease in Frequency of trading Fund's Certificates shall be approved by Investors' General Meeting and not fewer than twice per month.

***Distribution of earnings***

Distribution of the earnings shall be proposed by the Board of Representatives and approved by the Investors' General Meeting.

Distribution of earnings shall be in cash or in Fund units. Distributed earnings are sourced from the Fund's retained earnings. The Fund Management Company is permitted to distribute the Fund's earnings only when the Fund pays off its tax obligations and other statutory financial obligations or possesses sufficient financial resources to do so; the Fund adequately appropriates reserves in accordance with the Fund's Charter; the Fund remains sufficient financial resources to meet other obligations when they fall due.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017****2 FISCAL YEAR AND CURRENCY****2.1 Fiscal year**

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

These interim financial statements are prepared for the period from 1 January 2017 to 30 June 2017.

**2.2 Currency**

The interim financial statements are measured and presented in Vietnamese Dong ("VND").

Transactions arising in foreign currencies are translated at exchange rates ruling at the transaction dates. Foreign exchange differences arising from these transactions are recognised in the statement of income.

Monetary assets and liabilities denominated in foreign currencies at the date of the statement of financial position are respectively translated at the buying and selling exchange rates at the date of the statement of financial position of the commercial bank where the Fund regularly trades. Foreign exchange differences arising from these translations are recognised in the statement of income.

**3 ACCOUNTING STANDARDS AND REPORTING FRAMEWORK APPLIED****3.1 Basis of preparation of interim financial statements**

The interim financial statements have been prepared in accordance with Vietnamese Accounting Standards, Circular 198/2012/TT-BTC issued by the Ministry of Finance on the promulgation of accounting system for open-ended investment funds (Circular 198/2012), Circular 181/2015/TT-BTC issued by the Ministry of Finance on the promulgation of accounting system for exchange-traded funds and open-ended investment funds, Circular 183/2011/TT-BTC issued by the Ministry of Finance on the establishment and management of open-ended funds (Circular 183/2011), Circular 15/2016/TT-BTC amending and supplementing Circular 183/2011 and prevailing regulations on preparation and presentation of financial statements applicable to open-ended investment funds.

The accompanying interim financial statements are not intended to present the financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam. The accounting principles and practices utilised in Vietnam may differ from those generally accepted in countries and jurisdictions other than Vietnam.

In accordance with Circular 198/2012, the Fund's interim financial statements include the following reports:

1. Interim statement of income
2. Interim statement of financial position
3. Interim statement of changes in Net Asset Value, subscriptions and redemptions of Fund Certificates
4. Statement of investment portfolio
5. Interim statement of cash flows
6. Notes to the interim financial statements

**3.2 Registered accounting documentation system**

The registered accounting documentation system is the General Journal system.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017****4 SIGNIFICANT ACCOUNTING POLICIES****4.1 Cash and cash equivalents**

Cash and cash equivalents comprise cash at bank in current accounts used for the Fund's operations and payment to unitholders for redemption of Fund Certificates, cash of unitholders deposited for subscription of Fund Certificates, cash at bank in blocked account for the initial subscription of the Fund Certificates and other short-term investments with the maturity not exceeding three (03) months, which are readily convertible to cash and subject to an insignificant risk of conversion.

**4.2 Investments*****Classification***

The Fund classifies its investment in securities as held for trading.

***Recognition/de-recognition***

Purchases and sales of investments are recognised at trade date – the day on which the Fund commits to purchase or sell the investment. Investments are derecognised when the right to receive cash flows from the investments has expired or the Fund has transferred substantially all risks and rewards of ownership of the investments.

The cost of securities classified as held for trading is determined by the weighted average method.

***Initial recognition***

Investments are initially recognised at the cost of acquisition and revalued as at the reporting date in accordance with Circular 198/2012. Revaluation amount is determined in compliance with prevailing laws on securities and the Fund's Charter.

Bonus issues and stock dividends are initially recorded as investments at nil cost and then are revalued at the market value of underlying securities as at the date of statement of financial position.

***Subsequent measurement******(a) Equities listed on stock exchanges***

These equities are revalued at the closing prices (or similar terms accorded to the stock exchanges' rules) of the latest trading date before the valuation date.

Where equities are not traded within two (02) weeks prior to the valuation date, their fair values are determined on the following priority basis:

- The closing price (or similar terms accorded to the stock exchanges' rules) of the latest trading within twelve (12) months prior to the valuation date
- Purchase price
- Book value
- The price determined based on the valuation techniques approved by the Board of Representatives

Value of listed equities switching between exchanges is their closing prices of the latest trading date before the valuation date.

NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017

## 4 SIGNIFICANT ACCOUNTING POLICIES (continued)

## 4.2 Investments in securities (continued)

*Subsequent measurement (continued)**(b) Equities of the public companies registered for trading on the Unlisted Public Company Market ("UPCOM")*

These equities are revalued at the closing price (or similar terms accorded to the stock exchanges' rules) of the latest trading prior to the valuation date.

Where equities are not traded for more than two (02) weeks prior to the valuation date, their fair values are determined on the following priority basis:

- The closing price (or similar terms accorded to the stock exchanges' rules) of the latest trading within twelve (12) months prior to the valuation date
- Purchase price
- Book value
- The price determined basing on the valuation techniques approved by the Board of Representatives

Value of UPCoM equities to be listed on exchanges is their closing prices on UPCoM of the latest trading date before the valuation date.

*(c) Unlisted, unregistered for trading equities held in custody at Vietnam Securities Depository ("VSD")*

The fair values of these equities are determined on the following priority basis:

- (i) Average of transacted prices at the latest trading date prior to the valuation date announced by the three (03) independent securities companies and approved by the Board of Representatives
- (ii) Where price determined in clause (i) is not available, these equities are revalued on the following priority basis:
  - Average of bid price at the latest trading date prior to the valuation date announced by the two (02) independent securities companies and approved by the Board of Representatives
  - Price of latest reporting date within three (03) months until the valuation date
  - Purchase price
  - Book value
  - The price determined basing on the valuation models approved by the Board of Representatives

*(d) Suspended equities, delisted equities or unregistered equities*

The fair values of these equities are determined on the following priority basis:

- Book value
- Par value
- The price determined basing on the valuation techniques approved by the Board of Representatives

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017****4 SIGNIFICANT ACCOUNTING POLICIES (continued)****4.2 Investments (continued)*****Subsequent measurement (continued)******(e) Equities of entities in the process of dissolution or bankruptcy***

The fair values of these equities are determined on the following priority basis:

- 80% of disposal value of these equities as at the latest preparation date of the statement of the financial position prior to the valuation date
- The price determined basing on the valuation techniques approved by the Board of Representatives on a case-by-case basis.

***(f) Bonds listed on stock exchanges***

These bonds are revalued basing on the quoted price (also called "clean price") accorded to the stock exchanges' rules of outright transactions on stock exchange at the latest trading date prior to the valuation date plus accumulated accrued interest (if the quoted price is exclusive of accrued interests) (specified in the valuation manual).

In either case below:

- (i) These bonds are not traded on stock exchange within two (2) weeks prior to the valuation date; or
- (ii) Quoted price of these bonds on stock exchange are significantly fluctuated according to the Fund's valuation manual and approved by the Board of Representative in written form.

The fair values of these bonds in case (i) and (ii) are determined on the following priority basis:

- The price determined basing on the valuation techniques approved by the Board of Representatives, specified in the valuation manual
- Purchase price plus accumulated accrued interest
- Par value plus accumulated accrued interest

***(g) Unlisted bonds***

The fair values of these bonds are determined on the following priority basis:

- The quoted price accorded to the stock exchanges' rules on the unlisted bond quotation system (if any) at the latest trading date prior to the valuation date plus accumulated accrued interest
- Average of transacted prices at the latest trading date prior to the valuation date announced by the three (03) independent securities companies and approved by the Board of Representatives
- The price determined basing on the valuation models approved by the Board of Representatives and specified in the valuation manual
- Purchase price plus accumulated accrued interest
- Par value plus accumulated accrued interest

NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017

## 4 SIGNIFICANT ACCOUNTING POLICIES (continued)

## 4.2 Investments (continued)

*Subsequent measurement (continued)**(h) Convertible bonds with warrants attached*

The fair values of convertible bonds with warrants attached are determined on the following priority basis:

- Average of bid price at the latest trading date prior to the valuation date announced by the three (03) independent securities companies and approved by the Board of Representatives
- The price determined basing on the valuation techniques approved by the Board of Representatives in case of no transactions

*(i) Listed derivative securities*

Listed derivative securities are revalued at the closing price at the latest trading date prior to the valuation date.

Listed derivative securities, which are not traded within two (2) weeks prior to the valuation date, are revalued at the value basing on the valuation techniques approved by the Board of Representatives on a case-by-case basis.

*(j) Term deposits*

Term deposits are measured at principal plus accrued interest as of the date prior to the valuation date.

*(k) Transferable certificates of deposits*

Transferable certificates of deposit are measured at purchase cost plus accrued interest as of the date prior to the valuation date.

*(l) Rights*

The value of rights issues is determined as the difference between the market price of the underlying shares at the date of the statement of financial position and the amount payable to exercise the rights at the exercise date, multiplied by the rights exercise ratio.

***Gain or loss from revaluation of investments***

Gain or loss from revaluation of investments are recognised in the statement of income in accordance with Circular 198/2012/TT-BTC issued by the Ministry of Finance dated 15 November 2012.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017**

**4 SIGNIFICANT ACCOUNTING POLICIES (continued)**

**4.3 Receivables**

Receivables represent the amount of receivables from securities trading activities, dividend receivables, accrued interest from bonds, accrued interest from bank deposits, accrued interest from transferable certificates of deposit and other receivables. Receivables are carried at cost less provisions for doubtful debts.

Receivables are subject to review for impairment based on the overdue status of the receivables or the estimated loss arising from undue debts of which the indebted economic entities fall bankrupt or are undergoing dissolution procedures; debtors are missing, deceased or under legal claims.

Increase in provision of overdue receivables from investments sold but not yet settled is recorded as expense in the statement of income.

Increase in provision of overdue dividend, bond interest, term deposit interest and other receivables are recorded as reduction of income in the statement of income.

The Fund has provided for overdue receivables in accordance with Circular 228/2009/TT-BTC issued by Ministry of Finance on 7 December 2009. Accordingly, the provision rates for overdue receivables are as follows:

<b>Overdue period</b>	<b>Provision rate</b>
From 6 months to less than 1 year	30%
From 1 year to less than 2 years	50%
From 2 years to less than 3 years	70%
Over 3 years	100%

**4.4 Payables**

Payables presented in the statement of financial position are carried at cost of the payables for redemption, payables for investment trading activities, remuneration payable to the Board of Representatives, payables to the Fund Management Company, the Supervising Bank and other payables.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017****4 SIGNIFICANT ACCOUNTING POLICIES (continued)****4.5 Taxation**

Under current tax regulations in Vietnam, the Fund is not subject to corporate income tax. However, the Fund Management Company is responsible for withholding tax of individuals and institutions in the following transactions:

**Distribution of dividends to unitholders**

When the Fund distributes dividends to unitholders, the Fund Management Company is required to comply with Circular 78/2014/TT-BTC dated 18 June 2014 ("Circular 78") amended by Circular 96/2015/TT-BTC dated 22 June 2015 and Circular 111/2013/TT-BTC dated 15 August 2013 ("Circular 111") amended by Circular 92/2015/TT-BTC dated 15 June 2015 ("Circular 92") issued by the Ministry of Finance and Official Letter No. 10945/BTC-TCT dated 19 August 2010 issued by General Department of Taxation regarding profit distributions to institutional unitholders. Accordingly, when the Fund distributes dividends to institutional unitholders, regardless of local or foreign institutional unitholders, the Fund Management Company is required to withhold 20% of their distributed profits (excluding the Fund's distributed profits already imposed with corporate income tax in the previous stage and the Fund's bond interest earned from tax-free bonds in accordance with the current regulations). When the Fund distributes dividends to individual unitholders, the Fund Management Company is required to withhold personal income tax which is 5% of their distributed profits.

**Redemption of Fund Certificates**

The Fund Management Company is required to withhold income tax when it redeems its certificates from individual unitholders (both residents and non-residents) and foreign institutional unitholders according to Circular 111 amended by Circular 92 and Circular 103/2014/TT-BTC dated 6 August 2014 issued by the Ministry of Finance. Tax rate is 0.1% of redemption proceeds. The Fund Management Company is not responsible for withholding tax on redemptions from local institutional unitholders. These unitholders take responsibility for their own tax declaration and payment according to Circular 78.

**4.6 Provisions**

Provisions are recognised when: the Fund has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation; and a reliable estimate can be made of the obligation.

Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligations. The increase in the provision due to passage of time is recognised as interest expense.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017****4 SIGNIFICANT ACCOUNTING POLICIES (continued)****4.7 Share capital**

The Fund's Certificates are classified as equity. Each certificate has a par value of VND10,000.

Number of allotted Fund Certificates shall be rounded down to two (02) decimal places.

***Issued capital***

Issued capital represents the unitholders' contributed capital in initial public offer and in subsequent Fund's Certificate subscription cycles after the conversion date or in switches of fund certificates between open-ended funds under the management of Fund Management Company. Issued capital is recorded as par value.

***Redeemed capital***

Redeemed capital represents the gross redemption amount paid to unitholder in subsequent Fund's Certificate redemption cycles after establishment date or in switches of fund certificates between open-ended funds under the management of Fund Management Company. Redeemed capital is recorded at par value.

***Share premium***

Share premium represents the difference between the net asset value per Fund unit and par value per Fund unit in a subscription/redemption transaction.

***Undistributed profits/(losses)***

Undistributed profits/(losses) represents cumulative undistributed profits/(losses) as at reporting date including cumulative realised profits/(losses) and cumulative unrealised profits/(losses).

Realised profits/(losses) incurred during the period are the difference of total income and revenue after deducted unrealised gains/(losses) from revaluation of investments and total expenses.

Unrealised profits/(losses) incurred during the period are unrealised gains/(losses) from revaluation of investments.

The Fund determines realised profits/(losses) and unrealised profits/(losses) and posts into Undistributed profits/(losses) at the end of each reporting period.

***Profits/assets distributed to unitholders***

These are profits/assets distributed to unitholders during the period and their amounts are deducted against undistributed profits.

The Fund recognises profits/assets distributed to unitholders based on Resolution of the Investors' General Meeting, in accordance with the Fund Charter and prevailing securities regulations.

Profits is distributed to unitholders by the Fund Management Company after deductions of all taxes and fees in accordance with prevailing laws and regulations.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017****4 SIGNIFICANT ACCOUNTING POLICIES (continued)****4.8 Revenue**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Fund and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

*Interest income*

Interest income from deposits at banks, transferable certificates of deposit and bonds is recognised in the statement of income on an accruals basis unless collectability is in doubt.

*Dividend income*

Dividend income is recognised in the statement of income when the Fund's entitlement as an unitholder to receive the dividends is established.

*Income from securities trading*

Income from securities trading activities is recognised in the statement of income upon receipt of the trading report from the Vietnam Securities Depository Center which is verified by the Supervising Bank (for listed securities) and completion of the agreement of transferring assets (for unlisted securities).

**4.9 Expenses**

Expenses are recognised on an accruals basis and prudent concept.

**4.10 Related parties**

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Fund are related parties of the Fund. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Fund that gives them significant influence over the enterprise, key management personnel and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering of related party relationship, the Fund considers the substance of the relationship but not merely the legal form.

**4.11 Nil balances**

Items or balances required by Circular 198/2012 that are not presented in these interim financial statements indicate nil balance.

NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017

5 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF INCOME

5.1 Dividend income

	For the six-month period ended 30 June	
	2017 VND	2016 VND
Received dividend income	4,921,267,500	7,302,188,000
Accrued dividend income	393,440,000	-
	<u>5,314,707,500</u>	<u>7,302,188,000</u>

5.2 Interest income

	For the six-month period ended 30 June	
	2017 VND	2016 VND
Received interest income	1,303,928,034	2,967,951,999
Accrued interest income	3,351,944,444	2,721,500,000
	<u>4,655,872,478</u>	<u>5,689,451,999</u>

VIETNAM SECURITIES INVESTMENT FUND

Form B 06g – QM

NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017

5 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF INCOME (continued)

5.3	Realised gain from disposal of investments	Total proceeds of disposals VND	Weighted average cost of investments up to the latest trading date VND	Realised gain for The six-month period ended 30/06/2017 VND	Cumulative realised gain as at 30/06/2017 VND	Realised gain for the six-month period ended 30/06/2016 VND
	Listed shares and shares traded on UPCoM	282,686,753,000	228,746,368,169	53,940,384,831	540,723,997,418	8,962,299,386
	Transferable certificates of deposits	-	-	-	257,301,053	-
	Convertible corporate bonds	-	-	-	1,058,630,137	-
		<b>293,150,753,000</b>	<b>228,746,368,169</b>	<b>53,940,384,831</b>	<b>542,039,928,608</b>	<b>8,962,299,386</b>

VIETNAM SECURITIES INVESTMENT FUND

Form B 06g – QM

NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017

5 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF INCOME (continued)

5.4 Unrealised gain from revaluation of investments

	Carrying value VND	Market value as at 30/06/2017 VND	Unrealised gain from revaluation of investments as at 30/06/2017 VND	Unrealised gain from revaluation of investments as at 31/12/2016 VND	Unrealised gain from revaluation of investment for the six-month period ended 30/06/2017 VND
Listed shares and shares traded on UPCoM	517,035,172,974	675,586,167,500	158,550,994,526	94,408,944,657	64,142,049,869
Unlisted shares not traded on UPCoM	46,158,928,300	45,123,289,000	(1,035,639,300)	-	(1,035,639,300)
Purchase right	-	2,548,444,800	2,548,444,800	-	2,548,444,800
	<b>563,194,101,274</b>	<b>723,257,901,300</b>	<b>160,063,800,026</b>	<b>94,408,944,657</b>	<b>65,654,855,369</b>

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017**

**5 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF INCOME (continued)**

**5.5 Transaction costs from purchases and sales of investments**

	For the six-month period ended 30 June	
	2017 VND	2016 VND
Brokerage fees from purchases of shares and bonds	392,678,568	195,121,115
Brokerage fees from disposals of shares and bonds	424,029,938	259,492,624
Settlement charges at VSD	2,842,043	4,294,868
	<u>819,550,549</u>	<u>458,908,607</u>

**VIETNAM SECURITIES INVESTMENT FUND**

Form B 06g – QM

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017**

**5 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF INCOME (continued)**

**5.5 Transaction costs from purchases and sales of investments (continued)**

Details of transaction costs by prime brokers during the period are as follows:

No.	Brokers with transaction value exceeding 5% of the Fund's total transaction value for the period	Relationship with Fund Management Company	Percentage of transaction value at the brokers				Market average transaction fee rate
			Fund's transaction value for the period VND	Fund's total transaction value for the period VND (*)	Percentage of transaction value at the broker	Average transaction fee rate	
1	Viet Capital Securities Joint Stock Company	Non-related party	250,835,165,600	544,472,328,400	46.07%	0.15%	0.15% - 0.5%
2	Viet Dragon Securities Corporation	Non-related party	124,985,109,900	544,472,328,400	22.96%	0.15%	0.15% - 0.5%
3	ACB Securities Company Limited	Non-related party	105,121,757,400	544,472,328,400	19.31%	0.15%	0.15% - 0.5%
4	Ho Chi Minh Securities Corporation	Related party	37,913,640,000	544,472,328,400	6.96%	0.15%	0.15% - 0.5%
5	BIDV Securities Company	Non-related party	25,616,655,500	544,472,328,400	4.70%	0.15%	0.15% - 0.5%
			<b>544,472,328,400</b>		<b>100%</b>		

(\*) Trading transactions not performed via Securities Companies (including transferable certificates of deposits and purchases from primary market) are excluded in total transaction value for the period.

NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017

5 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF INCOME (continued)

5.6 Custodian fees

	For the six-month period ended 30 June	
	2017 VND	2016 VND
Safe custody fee (Note 8(ii))	194,945,885	162,509,206
Transaction fee (Note 8(ii))	35,600,000	20,815,000
Custodian service - VSD fee	24,683,683	32,705,267
	<u>255,229,568</u>	<u>216,029,473</u>

5.7 Other operating expenses

	For the six-month period ended 30 June	
	2017 VND	2016 VND
Remunerations to the Board of Representatives (Note 8(iii))	110,430,105	128,955,373
Price quotation fee	38,460,000	38,730,000
Annual report expense	36,336,263	57,998,660
Bank charges	15,291,379	14,375,173
Annual fee paid to the State Securities Commission	4,958,886	4,972,632
Travelling and meeting fees of the Board of Representatives	(29,900,472)	41,746,974
Other expenses	-	1,250,000
	<u>175,576,161</u>	<u>288,028,812</u>

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017**

**6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION**

**6.1 Cash and cash equivalents**

Cash and cash equivalent represent cash at the following banks at the reporting date:

	<b>As at</b>	
	<b>30/06/2017</b>	<b>30/06/2016</b>
	<b>VND</b>	<b>VND</b>
<b>1. Cash for the Fund's operations</b>	<b>16,757,540,699</b>	<b>29,815,701,609</b>
Standard Chartered Bank (Vietnam) Limited	16,757,540,699	29,815,701,609
<b>2. Term deposits with maturity not exceeding three (03) months</b>		
Vietnam International Commercial Joint Stock Bank	-	<b>57,000,000,000</b>
Asia Commercial Joint Stock Bank	-	47,000,000,000
	-	10,000,000,000
	<b>16,757,540,699</b>	<b>86,815,701,609</b>

**6.2 Investments**

All the investee companies as presented in the statement of Investment Portfolio are incorporated in Vietnam.

The Fund does not participate in the day-to-day financial and operating policy decisions of these investee companies. Accordingly, the Fund does not intend to exert a controlling or significant influence over the investee companies. Therefore, the investments of the Fund are recognised based on the accounting policy as presented in Note 4.2 instead of equity accounting or consolidation.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017**

**6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION  
(continued)**

**6.2 Investments (continued)**

The detail of the Fund's investments as at 30 June 2017 is as follows:

	Carrying value VND	Gain/(loss) from revaluation of investments		Market value VND
		Gain VND	Loss VND	
Listed shares and shares traded on UPCoM	517,035,172,974	158,936,823,117	(385,828,591)	675,586,167,500
Unlisted shares not traded on UPCoM	46,158,928,300	358,969,000	(1,394,608,300)	45,123,289,000
Transferable certificates of deposits	79,000,000,000	-	-	79,000,000,000
Right to purchase shares	-	2,548,444,800	-	2,548,444,800
	<b>642,194,101,274</b>	<b>161,844,236,917</b>	<b>(1,780,436,891)</b>	<b>802,257,901,300</b>

The detail of the Fund's investments as at 31 December 2016 is as follows:

	Carrying value VND	Gain/(loss) from revaluation of investments		Market value VND
		Gain VND	Loss VND	
Listed shares	440,561,858,943	97,722,691,324	(3,313,746,667)	534,970,803,600
Transferable certificates of deposits	59,000,000,000	-	-	59,000,000,000
	<b>499,561,858,943</b>	<b>97,722,691,324</b>	<b>(3,313,746,667)</b>	<b>593,970,803,600</b>

Detail of transferable certificates of deposits by issuer is as follows:

	As at 30/06/2017 VND	As at 31/12/2016 VND
Home Credit Vietnam Finance Company Limited	30,000,000,000	30,000,000,000
HD Saison Finance Company Limited	29,000,000,000	29,000,000,000
VPBank Finance Company Limited	20,000,000,000	-
	<b>79,000,000,000</b>	<b>59,000,000,000</b>

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017**

**6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION  
(continued)**

**6.2 Investments (continued)**

Detail of transferable certificates of deposits as at 30 June 2017 is as follows:

	<b>Start date</b>	<b>Maturity date</b>	<b>Interest per annum</b>
Home Credit Vietnam Finance Company Limited	19/09/2016	19/09/2019	11.0%
HD Saison Finance Company Limited	11/07/2016	11/07/2018	11.5%
VPBank Finance Company Limited	10/02/2017	10/05/2018	10.75%

**6.3 Receivables from investments sold but not yet settled**

Receivables from investments sold but not yet settled represent the receivable amount of securities sold at security trading date which will be settled in two (02) working days after trade date (T+2) in accordance with Vietnamese securities settlement practices.

**6.4 Undue dividend and interest receivables**

	<b>As at</b>	
	<b>30/06/2017</b>	<b>31/12/2016</b>
	<b>VND</b>	<b>VND</b>
Undue dividend receivables	393,440,000	1,811,768,000
Interest receivables from transferable certificates of deposit	3,351,944,444	2,546,819,445
Interest receivables from term deposits with maturity not exceeding three (03) months	-	7,805,556
	<b>3,745,384,444</b>	<b>4,366,393,001</b>

**6.5 Provisions for doubtful debts**

	<b>Doubtful debts amount</b>	<b>Provision as at 31/12/2016</b>	<b>Provision made during the period</b>	<b>Reversal during the period</b>	<b>Provision as at 30/06/2017</b>
	<b>VND</b>	<b>VND</b>	<b>VND</b>	<b>VND</b>	<b>VND</b>
Dividend receivable from Song Da 9.06 JSC	866,400,000	866,400,000	-	-	866,400,000

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017**

**6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION  
(continued)**

**6.6 Payables for securities purchased but not yet settled**

Payables for securities purchased but not yet settled represent the payable amount of securities purchased at security trading date which will be settled in two (02) working days after trade date (T+2) in accordance with Vietnamese securities settlement.

**6.7 Profit distribution payable to unitholders**

Profit distribution payable to unitholders represents the distributed earnings before the Fund's conversion but not yet paid to unitholder.

**6.8 Expense accruals**

	<b>As at</b>	
	<b>30/06/2017</b>	<b>31/12/2016</b>
	<b>VND</b>	<b>VND</b>
Audit fee	90,004,089	88,000,000
Annual reporting fee	75,826,102	73,274,700
Brokerage fee	43,496,343	194,143,582
Annual General Meeting expense	29,923,025	20,003,500
Board of Representatives' remunerations	25,430,105	41,500,000
	<b>264,679,664</b>	<b>416,921,782</b>

**6.9 Subscription payable to unitholders**

Subscription payable to unitholders represents cash received from unitholders for subscription and in progress for issuance.

**6.10 Fees payable to related service providers**

	<b>As at</b>	
	<b>30/06/2017</b>	<b>31/12/2016</b>
	<b>VND</b>	<b>VND</b>
<b>Payables to the Fund Management Company</b>		
Fund management fee	<b>1,296,882,805</b>	<b>1,276,382,953</b>
<b>Payables to the Supervising and Custodian Bank</b>		
Custody fee	33,253,405	32,727,769
Supervising fee	29,262,997	28,800,436
Fund administration fee	18,289,373	18,000,271
Transaction fee	11,000,000	5,300,000
	<b>91,805,775</b>	<b>84,828,476</b>
<b>Payables to the Transfer Agents</b>		
Transfer agent fee	<b>66,000,000</b>	<b>66,000,000</b>
	<b>1,454,688,580</b>	<b>1,427,211,429</b>

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017**

**6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION  
(continued)**

**6.11 Movements in owners' equity**

	Unit	As at 31/12/2016	Subscription/ Redemption	As at 30/06/2017
<b>Issued capital</b>				
Number of Fund Certificates	Unit	118,178,799.88	418,782.98	118,597,581.86
Subscribed capital at par value	VND	1,181,787,998,800	4,187,819,800	1,185,975,818,600
Share premium of subscribed capital	VND	1,450,915,700,559	8,439,969,168	1,459,355,669,727
<b>Total subscribed capital</b>	<b>VND</b>	<b>2,632,703,699,359</b>	<b>12,627,788,968</b>	<b>2,645,331,488,327</b>
<b>Redeemed capital</b>				
Number of Fund Certificates	Unit	(90,694,972.97)	(2,929,744.06)	(93,624,717.03)
Redeem capital at par value	VND	(906,949,729,700)	(29,297,440,600)	(936,247,170,300)
Share premium of redeemed capital	VND	(961,798,854,322)	(58,710,424,749)	(1,020,509,279,071)
<b>Total redeemed capital</b>	<b>VND</b>	<b>(1,868,748,584,022)</b>	<b>(88,007,865,349)</b>	<b>(1,956,756,449,371)</b>
<b>Total contribution capital</b>	<b>VND</b>	<b>763,955,115,337</b>	<b>(75,380,076,381)</b>	<b>688,575,038,956</b>
Undistributed profits	VND	9,677,818,280	120,262,128,700	129,939,946,980
<b>Net Asset Value</b>	<b>VND</b>	<b>773,632,933,617</b>		<b>818,514,985,936</b>
<b>Number of outstanding Fund Certificates</b>				
	Unit	<b>27,483,826.91</b>	<b>(2,510,962.08)</b>	<b>24,972,864.83</b>
<b>NAV per Fund unit</b>	<b>VND/Unit</b>	<b>28,148.66</b>		<b>32,776.17</b>

**6.12 Accumulated profits**

	As at 31/12/2016 VND	Incurred for the period VND	As at 30/06/2017 VND
Realised (losses)/gains	(84,731,126,377)	54,607,273,331	(30,123,853,046)
Unrealised gains	94,408,944,657	65,654,855,369	160,063,800,026
<b>Undistributed profits</b>	<b>9,677,818,280</b>	<b>120,262,128,700</b>	<b>129,939,946,980</b>

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017**

**7 NET ASSET VALUE (NAV)**

No.	Calculation date	NAV VND	Quantity of funds unit	NAV per unit at calculation date VND	Increase/ (Decrease) of NAV per unit VND
1	02/01/17	773,583,821,843	27,483,826.91	28,146.87	
2	03/01/17	779,638,561,182	27,485,589.98	28,365.35	218.48
3	04/01/17	780,460,579,095	27,442,119.89	28,440.24	74.89
4	05/01/17	781,409,643,514	27,474,440.51	28,441.33	1.09
5	08/01/17	782,856,045,862	27,462,611.97	28,506.24	64.91
6	09/01/17	787,476,720,024	27,462,681.60	28,674.42	168.18
7	10/01/17	787,450,271,168	27,440,986.57	28,696.13	21.71
8	11/01/17	792,541,457,298	27,442,792.58	28,879.76	183.63
9	12/01/17	790,843,998,696	27,442,792.58	28,817.91	(61.85)
10	15/01/17	788,246,815,508	27,434,592.58	28,731.85	(86.06)
11	16/01/17	781,797,190,526	27,406,952.58	28,525.50	(206.35)
12	17/01/17	783,978,915,553	27,407,692.25	28,604.33	78.83
13	18/01/17	782,653,315,705	27,407,341.21	28,556.33	(48.00)
14	19/01/17	781,895,819,573	27,404,341.21	28,531.82	(24.51)
15	22/01/17	781,011,334,787	27,255,672.40	28,655.00	123.18
16	23/01/17	781,303,097,675	27,262,634.27	28,658.38	3.38
17	24/01/17	782,678,696,809	27,266,097.48	28,705.19	46.81
18	26/01/17	788,455,895,508	27,275,027.84	28,907.61	202.42
19	31/01/17	788,367,695,670	27,275,027.84	28,904.37	(3.24)
20	01/02/17	788,349,947,944	27,275,027.84	28,903.72	(0.65)
21	02/02/17	795,574,000,003	27,275,371.22	29,168.21	264.49
22	05/02/17	792,026,936,912	27,275,371.22	29,038.17	(130.04)
23	06/02/17	790,655,269,862	27,208,830.17	29,058.77	20.60
24	07/02/17	792,691,928,945	27,208,830.17	29,133.62	74.85
25	08/02/17	792,463,158,790	27,212,236.88	29,121.57	(12.05)
26	09/02/17	793,598,274,746	27,212,236.88	29,163.28	41.71
27	12/02/17	794,527,164,282	27,212,236.88	29,197.42	34.14
28	13/02/17	799,403,187,597	27,212,236.88	29,376.60	179.18
29	14/02/17	799,809,166,077	27,191,437.15	29,414.00	37.40
30	15/02/17	800,966,891,533	27,191,437.15	29,456.58	42.58
31	16/02/17	801,290,295,787	27,191,367.31	29,468.55	11.97
32	19/02/17	796,267,504,961	27,157,491.63	29,320.36	(148.19)
33	20/02/17	794,887,791,382	27,118,303.28	29,311.85	(8.51)
34	21/02/17	798,851,543,479	27,080,724.27	29,498.89	187.04
35	22/02/17	797,503,439,981	27,080,724.27	29,449.11	(49.78)
36	23/02/17	798,597,795,012	27,078,724.27	29,491.70	42.59
37	26/02/17	796,743,244,772	27,079,102.61	29,422.80	(68.90)
38	27/02/17	801,740,303,437	27,065,757.87	29,621.94	199.14
39	28/02/17	796,765,372,789	27,066,561.98	29,437.25	(184.69)
40	01/03/17	797,939,963,362	27,061,061.98	29,486.64	49.39
41	02/03/17	798,710,785,046	27,055,772.59	29,520.90	34.26
42	05/03/17	801,567,031,783	27,092,612.69	29,586.18	65.28
43	06/03/17	796,970,860,889	26,922,071.02	29,602.88	16.70
44	07/03/17	795,651,795,611	26,838,405.36	29,646.01	43.13
45	08/03/17	784,918,257,198	26,328,969.66	29,811.96	165.95

NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017

## 7 NET ASSET VALUE (NAV) (continued)

No.	Calculation date	NAV VND	Quantity of funds unit	NAV per unit at calculation date VND	Increase/ (Decrease) of NAV per unit VND
46	09/03/17	785,765,899,046	26,289,964.29	29,888.43	76.47
47	12/03/17	782,313,216,719	26,246,228.82	29,806.69	(81.74)
48	13/03/17	767,245,428,588	25,804,654.14	29,732.83	(73.86)
49	14/03/17	771,832,547,096	25,769,814.56	29,951.03	218.20
50	15/03/17	767,917,444,831	25,696,074.32	29,884.62	(66.41)
51	16/03/17	769,130,635,023	25,690,365.99	29,938.48	53.86
52	19/03/17	765,756,013,827	25,668,224.53	29,832.83	(105.65)
53	20/03/17	770,972,666,155	25,631,190.26	30,079.47	246.64
54	21/03/17	776,130,866,915	25,631,685.18	30,280.13	200.66
55	22/03/17	771,848,398,096	25,627,982.84	30,117.40	(162.73)
56	23/03/17	775,328,617,438	25,592,102.23	30,295.62	178.22
57	26/03/17	777,389,763,363	25,556,898.20	30,418.00	122.38
58	27/03/17	778,022,357,106	25,556,996.06	30,442.63	24.63
59	28/03/17	776,670,911,135	25,556,996.06	30,389.75	(52.88)
60	29/03/17	775,381,465,538	25,522,633.64	30,380.15	(9.60)
61	30/03/17	776,243,750,275	25,522,430.22	30,414.17	34.02
62	31/03/17	776,627,893,432	25,522,030.22	30,429.70	15.53
63	02/04/17	776,584,231,284	25,522,030.22	30,427.99	(1.71)
64	03/04/17	776,966,996,262	25,522,780.43	30,442.09	14.10
65	04/04/17	777,957,914,223	25,522,845.63	30,480.84	38.75
66	06/04/17	775,490,645,089	25,520,046.00	30,387.50	(93.34)
67	09/04/17	771,865,295,714	25,377,886.95	30,414.87	27.37
68	10/04/17	774,058,948,930	25,377,585.37	30,501.67	86.80
69	11/04/17	775,483,113,816	25,356,226.71	30,583.53	81.86
70	12/04/17	770,898,121,856	25,356,351.23	30,402.56	(180.97)
71	13/04/17	768,352,200,305	25,356,416.52	30,302.08	(100.48)
72	16/04/17	762,179,669,158	25,384,580.91	30,025.30	(276.78)
73	17/04/17	756,059,334,778	25,380,880.91	29,788.53	(236.77)
74	18/04/17	758,343,509,679	25,380,663.13	29,878.79	90.26
75	19/04/17	764,465,295,028	25,379,163.13	30,121.76	242.97
76	20/04/17	761,966,552,426	25,379,141.82	30,023.33	(98.43)
77	23/04/17	763,998,631,034	25,415,629.44	30,060.18	36.85
78	24/04/17	763,467,724,588	25,416,289.78	30,038.51	(21.67)
79	25/04/17	756,275,640,639	25,299,823.83	29,892.52	(145.99)
80	26/04/17	759,422,242,403	25,299,823.83	30,016.89	124.37
81	27/04/17	764,018,133,719	25,299,823.83	30,198.55	181.66
82	30/04/17	767,559,223,161	25,384,184.73	30,237.69	39.14
83	02/05/17	767,516,798,506	25,384,184.73	30,236.02	(1.67)
84	03/05/17	769,657,472,568	25,384,184.73	30,320.35	84.33
85	04/05/17	775,632,473,336	25,384,019.73	30,555.93	235.58
86	07/05/17	775,588,839,525	25,386,410.59	30,551.33	(4.60)
87	08/05/17	773,647,808,846	25,386,410.59	30,474.87	(76.46)
88	09/05/17	778,239,603,651	25,386,736.26	30,655.36	180.49
89	10/05/17	776,924,331,043	25,386,736.26	30,603.55	(51.81)
90	11/05/17	776,330,700,943	25,385,661.12	30,581.46	(22.09)

NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017

## 7 NET ASSET VALUE (NAV) (continued)

No.	Calculation date	NAV VND	Quantity of funds unit	NAV per unit at calculation date VND	Increase/ (Decrease) of NAV per unit VND
91	14/05/17	777,483,867,853	25,385,709,80	30,626.83	45.37
92	15/05/17	781,200,231,869	25,414,774,43	30,738.03	111.20
93	16/05/17	776,858,913,133	25,414,774,43	30,567.21	(170.82)
94	17/05/17	781,747,698,330	25,420,618,92	30,752.50	185.29
95	18/05/17	779,677,429,328	25,453,006,36	30,632.03	(120.47)
96	21/05/17	780,653,764,610	25,391,875,72	30,744.23	112.20
97	22/05/17	787,150,930,172	25,392,558,74	30,999.27	255.04
98	23/05/17	783,801,976,692	25,286,328,81	30,997.06	(2.21)
99	24/05/17	790,967,364,399	25,283,618,81	31,283.78	286.72
100	25/05/17	788,672,372,097	25,283,618,81	31,193.01	(90.77)
101	28/05/17	791,435,283,442	25,283,618,81	31,302.29	109.28
102	29/05/17	793,644,547,357	25,283,618,81	31,389.67	87.38
103	30/05/17	787,724,419,319	25,283,618,81	31,155.52	(234.15)
104	31/05/17	788,709,881,894	25,283,737,37	31,194.35	38.83
105	01/06/17	793,241,701,207	25,262,660,95	31,399.76	205.41
106	04/06/17	792,891,408,718	25,261,281,00	31,387.61	(12.15)
107	05/06/17	795,413,326,105	25,262,125,21	31,486.39	98.78
108	06/06/17	801,067,688,388	25,262,156,73	31,710.18	223.79
109	07/06/17	801,939,117,219	25,200,118,25	31,822.83	112.65
110	08/06/17	807,017,786,289	25,247,306,14	31,964.51	141.68
111	11/06/17	806,213,411,843	25,247,176,14	31,932.81	(31.70)
112	12/06/17	803,106,245,319	25,245,838,65	31,811.43	(121.38)
113	13/06/17	807,512,455,815	25,245,838,65	31,985.96	174.53
114	14/06/17	810,676,765,193	25,245,838,65	32,111.30	125.34
115	15/06/17	811,129,132,121	25,244,738,01	32,130.62	19.32
116	18/06/17	811,336,500,846	25,245,726,47	32,137.57	6.95
117	19/06/17	814,216,561,328	25,246,035,29	32,251.26	113.69
118	20/06/17	814,673,485,445	25,215,790,55	32,308.06	56.80
119	21/06/17	813,535,617,411	25,215,790,55	32,262.94	(45.12)
120	22/06/17	815,966,221,254	25,213,725,35	32,361.98	99.04
121	25/06/17	820,914,518,638	25,213,725,35	32,558.23	196.25
122	26/06/17	821,132,352,809	25,205,889,46	32,577.00	18.77
123	27/06/17	815,038,693,040	25,204,889,46	32,336.53	(240.47)
124	28/06/17	817,154,364,211	25,169,392,23	32,466.19	129.66
125	29/06/17	817,103,602,358	25,075,364,83	32,585.91	119.72
126	30/06/17	818,514,985,936	24,972,864,83	32,776.17	190.26
<b>Average NAV of the period</b>			<b>786,159,828,104</b>		
<b>Changes in NAV per certificate during the period - highest level</b>					<b>286.72</b>
<b>Changes in NAV per certificate during the period - lowest level</b>					<b>(0.65)</b>

NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017

## 8 RELATED PARTIES TRANSACTIONS

- i)
- Vietnam Investment Fund Management Joint Stock Company, the Fund Management Company*

	For the six-month period ended 30 June	
	2017 VND	2016 VND
<b>Transaction during the period</b>		
Fund management fee	7,602,889,685	6,306,120,562
<b>Balance at period end</b>		
Fund management fee payable	1.296.882.805	1.276.382.953

The fund management fee is calculated on a daily and a monthly basis. The fee amount is calculated based on the actual number of days in the valuation period and NAV of the Fund at the valuation date. The annual management fee rate is 1.95% of the Fund's NAV. Total fund management fee per annum does not exceed 2% of the Fund's average NAV of the period.

- ii)
- Standard Chartered Bank (Vietnam) Limited ("Standard Chartered"), the Supervising and Custodian Bank*

	For the six-month period ended 30 June	
	2017 VND	2016 VND
<b>Transactions during the period</b>		
Safe custody fee (*)	194,945,885	162,509,206
Supervising fee (**)	171,552,382	144,990,711
Fund administration fee (**)	107,220,239	95,381,437
Transaction fee (***)	35,600,000	20,815,000
Bank charges	15,291,379	14,375,173
<b>Balances at period end</b>		
Cash at bank	16,757,540,699	29,815,701,609
Services fee payable	91,805,775	84,828,476

- (\*) Custodian fee is determined based on size of Fund as below:

Fund size	Custodian fee
Below VND600 billion	0.06% NAV/per annum
From VND600 billion to VND1,000 billion	0.05% NAV/per annum
Above VND1,000 billion	0.04% NAV/per annum

- (\*\*) These fees are calculated on a daily and a monthly basis. The fee amount is calculated based on the actual number of days in the valuation period and Net Asset Value of the Fund at valuation date. The supervising fee and fund administration fee are subjected to 10% value added tax.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017**

**8 RELATED PARTIES TRANSACTIONS (continued)**

- i) *Standard Chartered Bank (Vietnam) Limited ("Standard Chartered"), the Supervising and Custodian Bank (continued)*

(\*\*\*) Transaction fee is charged at VND100,000 per transaction. Annual transaction fee is capped at 0.05% of the average NAV for the period based on NAV at valuation dates in the calculating month. Transaction fee is calculated and adjusted on a monthly basis.

- ii) *Standard Chartered Bank (Vietnam) Limited ("Standard Chartered"), the Supervising and Custodian Bank (continued)*

The fee rate of supervising fee and fund administration fee applied during the period is as follow:

	<b>Supervising fee</b>	<b>Fund administration fee</b>
Annual fee rate	0.04% of NAV per annum Minimum at VND23 mil per month	0.025% of NAV per annum Minimum at VND5 mil per month

- iii) *Board of Representatives' remunerations*

	<b>For the six-month period ended 30 June</b>	
	<b>2017</b>	<b>2016</b>
	<b>VND</b>	<b>VND</b>
<b>Transaction during the period</b>		
Board of Representatives' remunerations	110,430,105	128,955,373
<b>Balance at period end</b>		
Board of Representatives' remunerations payable	25,430,105	41,500,000

Other than the above mentioned remunerations, there is no other contract to which the Fund and any member of the Board of Representatives are parties to where a member of the Board of Representatives has a material interest. Remuneration and related expenses to members of the Board of Representatives are recognised as expenses of the Fund in the interim statement of income.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017**

**9 THE FUND'S PERFORMANCE INDICATORS**

	For the six-month period ended 30 June	
	2017 VND	2016 VND
<b>I Investment performance</b>		
1 Management fee paid to Fund Management Company/Average NAV during the period (%)	1.93%	1.94%
2 Custody, supervising fee paid to Supervising Bank/Average NAV during the period (%)	0.11%	0.11%
3 Fund administration fee, transfer agency fee and other expenses paid to related service suppliers/Average NAV during the period (%)	0.04%	0.05%
4 Audit fee/Average NAV during the period (%)	0.02%	0.03%
5 Legal advisory fee, quotation fee and other fees, remunerations paid to the Fund Board of Representatives/Average NAV during the period (%)	0.04%	0.05%
6 Operation expenses/Average NAV during the period (%)	2.16%	2.22%
7 Turnover of investment portfolio during the period = (Total value of purchase transactions + total value of sales transactions)/2/Average NAV during the period (%)	83.20%	46.61%

NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017

## 9 THE FUND'S PERFORMANCE INDICATORS (continued)

II	Others	For the six-month period ended	
		30 June	
		2017	2016
<b>1</b>	<b>Fund scale at the beginning of the period (calculated on par value of Fund units)</b>		
	Total value of Fund units at the beginning of the period (at par value)	274,838,269,100	274,026,053,700
	Total number of Fund units at the beginning of the period	27,483,826.91	27,402,605.37
<b>2</b>	<b>Change in Fund scale during the period (calculated on par value of Fund units)</b>		
	Number of issued Fund units during the period	418,781.98	645,366.90
	Value of issued capital during the period (at par value)	4,187,819,800	6,453,669,000
	Number of redeemed Fund units during the period	(2,929,744.06)	(2,871,638.57)
	Value of redeemed capital during the period (at par value)	(29,297,440,600)	(28,716,385,700)
<b>3</b>	<b>Fund scale at the end of the period (calculated on par value of Fund units)</b>		
	Total value of Fund units at the end of the period (at par value)	249,728,648,300	251,763,337,000
	Total number of Fund units at the end of the period	24,972,864.83	25,176,333.70
<b>4</b>	<b>Percentage of Fund units held by the Fund Management Company and related parties at the end of the period</b>	<b>61.98%</b>	<b>0.02%</b>
<b>5</b>	<b>Proportion of Fund units held by 10 largest Unitholders at the end of the period</b>	<b>79.55%</b>	<b>78.29%</b>
<b>6</b>	<b>Percentage of Fund units held by foreign Unitholders at the end of the period</b>	<b>75.20%</b>	<b>75.70%</b>
<b>7</b>	<b>Number of Fund Unitholders at the end of the period</b>	<b>2,730</b>	<b>2,775</b>
<b>8</b>	<b>NAV/Fund unit at the end of the period</b>	<b>32,776.17</b>	<b>26,949.32</b>

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017****10 FINANCIAL RISK MANAGEMENT AND FAIR VALUE**

On 6 November 2009, the Vietnamese Ministry of Finance has issued Circular 210/2009/TT-BTC providing guidance of International Accounting Standards regarding to presentation and disclosure of financial instruments ("Circular 210") which was applicable for fiscal year ends at or after 1 January 2011. Circular 210 provides definitions of financial instruments, classification, presentation and disclosure including financial risk management policies and fair value of financial instruments.

The Fund has exposed to the following risks from financial instruments:

Credit risk  
Liquidity risk  
Market risk

The Fund's investment portfolio comprises listed securities and those admitted for trading on stock exchanges, transferable certificates of deposit, cash at bank and term deposits at bank. The Management of the Fund Management Company has been given a discretionary authority to manage the Fund's assets in compliance with the Fund's investment objectives. Compliance with the investment restrictions is monitored by the Supervising Bank on a daily basis. If any breach to the investment restrictions is found, the investment portfolio shall be adjusted by the Fund Management Company to comply with the established restrictions.

**(a) Credit risk**

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund, resulting in a financial loss to the Fund. It arises principally from cash in banks, investments in securities and receivables from investment activities.

All current cash at bank, term deposits and transferable certificates of deposit were placed with financial institutions where the Fund does not expect any losses.

The Fund's securities will only be traded on the Ho Chi Minh City Stock Exchange and the Hanoi Stock Exchange or with counterparties which have a specified credit rating. All securities transactions are settled or paid for upon receipt/ delivery of securities via approved brokers. The risk of default is considered minimal since the delivery of securities for sales transaction is made only once payment has been received and delivery of funds for purchase transaction is only made once the securities have been received. If either party fails to meet their obligations, the trade will fail.

Receivables from investment activities includes receivables from securities trading, interest receivables from term deposits, interest from transferable certificates of deposit and dividends receivables. Receivables from securities trading represent receivables from investments sold but not yet settled. Credit risk relating to unsettled transactions is considered minimal due to the good credit rating of the counterparties and short securities settlement period. The maximum exposure to credit risk faced by the Fund is equal to the carrying amounts of cash at banks and receivables from investment activities.

Provision for doubtful debt from dividend receivables has been created in accordance with the prevailing regulations as presented in Note 6.5.

NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017

## 10 FINANCIAL RISK MANAGEMENT AND FAIR VALUE (continued)

## (b) Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. Open-ended fund faces high risk of liquidity due to obligation to redeem its Fund Certificates from unitholders.

The Fund's approach to managing liquidity risk is to maintain a highly liquid investment portfolio which comprises listed securities and bank deposits to meet its liquidity requirements in the short and long term.

As at 30 June 2017, all of the Fund's liabilities are due within 1 year.

At the reporting date of the interim financial statements, there is no obligation relating to derivative financial instrument.

## (c) Market risk

Market risk is the risk that changes in market prices, such as interest rates, foreign exchange rates and market prices will affect the Fund's income or the value of its investment portfolio.

*Interest rate risk*

Interest rate risk is the risk that the fair value or future cash flows of the Fund's financial instruments will fluctuate as a result of changes in market interest rates. This risk is arisen when the market interest rate is increased, the valued of fixed income instruments held by the Fund such as corporate bond, government bond, has been decreased, especially for the long-term investment.

As at 30 June 2017, the Fund's exposure to market risk due to change in interest rates is minimal since all term deposits and certificates of deposit have fixed interest rate.

*Currency risk*

Currency risk is the risk that the value of the Fund's financial instruments will be affected by changes in exchange rates. The Fund is not exposed to currency risk as the Fund's assets and liabilities are denominated in Vietnamese Dong which is the Fund's functional currency.

*Market price risk*

Market price risk is the risk that the value of the financial instruments will decrease as a result of change in securities indices and the values of individual securities.

The Fund has invested in securities that are affected by market price risk arising from the uncertainty in the fluctuation of the future market value of these securities. Market price risk is managed by the Fund Management Company by diversifying the investment portfolio and prudent selection of securities within investment restrictions.

At 30 June 2017, if market price of securities had increased/decreased 10% with all other variables (including tax rate) being held constant, the Net Asset Value of the Fund would have been higher/lower by VND72,070,945,650 (As at 31 December 2016: VND53,497,080,360).

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017****10 FINANCIAL RISK MANAGEMENT AND FAIR VALUE (continued)****(d) Fair value of financial assets and liabilities**

Financial assets of the Fund comprise:

- Cash
- Equities of other entities
- A contractual right:
  - To receive cash or other financial assets from other entities; or
  - To exchange financial assets or financial liabilities with another entity under conditions that are potentially favourable to the Fund;
- A contract that will or may be settled in the Fund's own equity instruments.

Financial liabilities are contractual obligations to deliver cash or another financial asset to another entity or to exchange financial assets or financial liabilities with another entity under conditions that are potentially unfavourable to the Fund or contracts that will or may be settled in the Fund's own equity instruments.

Fair value is the amount for which an asset could be exchanged, or a liability settled between knowledgeable, willing parties in an arm's length transaction.

Fair value measurement approach has not been stipulated in neither Circular 210 nor Vietnamese Accounting Standards, Circular 198/2012, Circular 181/2015, Circular 183/2011 and Circular 15/2016 and prevailing regulations on preparation and presentation of financial statements applicable to open-ended investment funds.

Therefore, the Fund applies method of NAV valuation in accordance with Circular 183/2011, Circular 15/2016, the Fund's Charter and valuation manual approved by the Board of Representative to determine fair value of the Fund's financial assets including cash and cash equivalent and investments. Fair value of the Fund's other financial assets and financial liabilities approximate their carrying value due to short-term maturity of these financial instruments.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017**

**10 FINANCIAL RISK MANAGEMENT AND FAIR VALUE (continued)**

**(d) Fair value of financial assets and liabilities (continued)**

Fair value of the Fund's financial assets and financial liabilities as at 30 June 2017 and 31 December 2016 are as follows:

	Carrying value		Fair value	
	30/06/2017 VND	30/06/2016 VND	30/06/2017 VND	30/06/2016 VND
<b>Financial assets</b>				
Cash and cash equivalents	16,757,540,699	86,815,701,609	16,757,540,699	86,815,701,609
Investments	802,257,901,300	593,970,803,600	802,257,901,300	593,970,803,600
- Shares	720,709,456,500	534,970,803,600	720,709,456,500	534,970,803,600
- Transferable certificates of deposit	79,000,000,000	59,000,000,000	79,000,000,000	59,000,000,000
- Purchase right	2,548,444,800	-	2,548,444,800	-
Receivables from investments sold but not yet settled	8,912,848,000	104,345,303,000	8,912,848,000	104,345,303,000
Net Dividend and interest receivables	3,745,384,444	4,366,393,001	3,745,384,444	4,366,393,001
- Net Dividend receivables	393,440,000	1,811,768,000	393,440,000	1,811,768,000
- Interest receivables from transferable certificates of deposit	3,351,944,444	2,546,819,445	3,351,944,444	2,546,819,445
- Interest receivables from term deposits with maturity not exceeding three (03) months	-	7,805,556	-	7,805,556
<b>Total</b>	<b>831,673,674,443</b>	<b>789,498,201,210</b>	<b>831,673,674,443</b>	<b>789,498,201,210</b>
<b>Financial liabilities</b>				
Payables for securities purchased but not yet settled	3,327,700,000	8,326,738,000	3,327,700,000	8,326,738,000
Subscription and Redemption fee payable to distributors and Fund Management Company	113,594,663	117,699,324	113,594,663	117,699,324
Profit distribution payable to unitholders	39,925,000	39,925,000	39,925,000	39,925,000
Expense accruals	264,679,664	416,921,782	264,679,664	416,921,782
Subscription payable to unitholders	17,000,000	50,000,000	17,000,000	50,000,000
Redemption payable to unitholders	7,702,253,053	5,190,688,755	7,702,253,053	5,190,688,755
Fees payable to related service providers	1,454,688,580	1,427,211,429	1,454,688,580	1,427,211,429
Other payables	233,407,383	287,237,219	233,407,383	287,237,219
<b>Total</b>	<b>13,153,248,343</b>	<b>15,856,421,509</b>	<b>13,153,248,343</b>	<b>15,856,421,509</b>

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2017**

**11 SUBSEQUENT EVENTS**

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

**12 APPROVAL OF THE INTERIM FINANCIAL STATEMENTS**

The interim financial statements for the period ended 30 June 2017 were approved by the Board of Representatives on 10 August 2017.



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Vietnam Investment Fund  
Management Joint Stock Company  
Tran Thanh Tan  
Chief Executive Officer  
10 August 2017

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Vietnam Investment Fund  
Management Joint Stock Company  
Lam Thi Loan  
Fund Accountant  
10 August 2017

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Vietnam Investment Fund  
Management Joint Stock Company  
Nguyen Minh Dang Khanh  
Deputy CEO cum Financial Director  
10 August 2017