

Refrigeration Electrical Engineering Corporation

Interim consolidated financial statements

30 June 2015



EY

Building a better
working world

Refrigeration Electrical Engineering Corporation

CONTENTS

	<i>Pages</i>
General information	1
Report of Management	2
Report on review of interim consolidated financial statements	3
Interim consolidated balance sheet	4 - 6
Interim consolidated income statement	7 - 8
Interim consolidated cash flow statement	9 - 10
Notes to the interim consolidated financial statements	11 - 58

Refrigeration Electrical Engineering Corporation

GENERAL INFORMATION

THE COMPANY

Refrigeration Electrical Engineering Corporation ("the Company") is a joint stock company established under the Law on Enterprise of Vietnam pursuant to the Business Registration Certificate No. 1506/GP-UB dated 25 December 1993 issued by the People's Committee of Ho Chi Minh City and the latest amended Business Registration Certificate No. 0300741143 issued by the Department of Planning and Investment of Ho Chi Minh City on 18 December 2014.

The Company is listed on the Ho Chi Minh City Stock Exchange in accordance with the License No. 01/GPPH issued by the State Securities Commission on 2 June 2000.

The current principal activities of the Company and its subsidiaries ("the Group") are mechanical and electrical engineering services (M&E), manufacturing, assembling and sales of air-conditioner systems, real estate development and management, and strategic financial investments in infrastructure related sector.

The Company's head office is located at 364 Cong Hoa Street, Ward 13, Tan Binh District, Ho Chi Minh City, Vietnam.

BOARD OF DIRECTORS

Members of the Board of Directors during the period and at the date of this report are:

Madam Nguyen Thi Mai Thanh	Chairwoman	
Mr David Alexander Newbigging	Deputy Chairman	
Mr Dominic Scriven	Deputy Chairman	resigned on 3 March 2015
Mr Nguyen Ngoc Thai Binh	Member	
Mr Dang Hong Tan	Member	
Ms Dinh Thi Hoa	Member	appointed on 1 April 2015

BOARD OF SUPERVISION

Members of the Board of Supervision during the period and at the date of this report are:

Madam Do Thi Trang	Head	
Ms Nguyen Thi Huong Giang	Member	
Mr Le Anh Tuan	Member	resigned on 3 March 2015

MANAGEMENT

Members of the Management during the period and at the date of this report are:

Madam Nguyen Thi Mai Thanh	General Director
Mr Huynh Thanh Hai	Deputy General Director
Mr Quach Vinh Binh	Deputy General Director

LEGAL REPRESENTATIVE

The legal representative of the Company during the period and at the date of this report is Madam Nguyen Thi Mai Thanh.

AUDITORS

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

Refrigeration Electrical Engineering Corporation

REPORT OF MANAGEMENT

Management of Refrigeration Electrical Engineering Corporation ("the Company") is pleased to present its report and the interim consolidated financial statements of the Company and its subsidiaries ("the Group") for the six-month period ended 30 June 2015.

MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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

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

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

Management confirmed that it has complied with the above requirements in preparing the accompanying interim consolidated financial statements.

STATEMENT BY MANAGEMENT

Management does hereby state that, in its opinion, the accompanying interim consolidated financial statements give a true and fair view of the interim consolidated financial position of the Group as at 30 June 2015 and of the interim consolidated results of its operations and its interim consolidated cash flows for the period then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to preparation and presentation of interim consolidated financial statements.

For and on behalf of the management:



Nguyễn Thị Mai Thanh
General Director

17 August 2015



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

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

Building a better
working world

Reference: 60752771/17793838/LR-HN

REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS

To: **The Shareholders and the Board of Directors of Refrigeration Electrical Engineering Corporation**

We have reviewed the accompany interim consolidated financial statements of Refrigeration Electrical Engineering Corporation and its subsidiaries (collectively referred to as "the Group") as set out on pages 4 to 58 which comprise the interim consolidated balance sheet as at 30 June 2015, and the interim consolidated income statement and interim consolidated cash flow statement for the six-month period then ended and the notes thereto.

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

We conducted our review in accordance with Vietnamese Standard on Auditing No. 910 – Engagements to Review Financial Statements. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the interim consolidated financial statements are free from material misstatement. A review is limited primarily to inquiries of the Group's management and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial statements do not give a true and fair view, in all material respects, of the interim consolidated financial position of the Group as at 30 June 2015, and of the interim consolidated results of its operations and its interim consolidated cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of interim consolidated financial statements.



Ernst & Young Vietnam Limited

Mai Viet Hung Tran
Deputy General Director
Audit Practicing Registration Certificate
No. 0048-2013-004-1

Nguyen Thanh Sang
Auditor
Audit Practicing Registration Certificate
No. 1541-2013-004-1

Ho Chi Minh City, Vietnam

17 August 2015

INTERIM CONSOLIDATED BALANCE SHEET
as at 30 June 2015

VND

Code	ASSETS	Notes	30 June 2015	31 December 2014
100	A. CURRENT ASSETS		3,119,210,428,147	2,928,594,025,107
110	I. Cash and cash equivalents	4	1,271,166,573,992	1,036,655,683,725
111	1. Cash		115,664,367,464	131,144,669,536
112	2. Cash equivalents		1,155,502,206,528	905,511,014,189
120	II. Short-term investments	13	200,641,029,758	249,589,701,655
121	1. Held-for-trading securities		124,691,326,466	223,771,786,460
122	2. Provision for held-for-trading securities		(84,267,406,137)	(86,775,438,855)
123	3. Held-to-maturity investments		160,217,109,429	112,593,354,050
130	III. Current accounts receivable		1,176,362,320,638	1,029,983,840,576
131	1. Short-term trade receivables	5	795,032,537,458	662,576,397,969
132	2. Short-term advances to suppliers	6	41,301,591,829	49,613,867,487
134	3. Construction contract receivables based on agreed progress billings	5	353,219,194,772	293,016,174,092
135	4. Short-term loan receivables		-	250,000,000
136	5. Other short-term receivables	7	47,795,964,439	81,019,398,066
137	6. Provision for doubtful debts	5	(60,986,967,860)	(56,491,997,038)
140	IV. Inventories	8	457,402,671,709	598,432,151,160
141	1. Inventories		502,577,884,523	644,280,881,448
149	2. Provision for obsolete inventories		(45,175,212,814)	(45,848,730,288)
150	V. Other current assets		13,637,832,050	13,932,647,991
151	1. Short-term prepaid expenses		2,299,253,997	1,553,359,703
152	2. Value-added tax deductible		8,795,780,478	9,383,396,222
153	3. Tax and other receivables from the State		2,542,797,575	2,995,892,066

INTERIM CONSOLIDATED BALANCE SHEET (continued)
as at 30 June 2015


VND

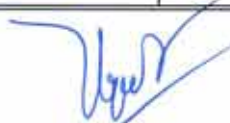
Code	ASSETS	Notes	30 June 2015	31 December 2014
200	B. NON-CURRENT ASSETS		5,459,033,862,300	5,474,592,357,159
210	I. Long-term receivables		68,371,429,882	68,815,269,257
215	1. Long-term loan receivables		26,000,000,000	26,000,000,000
216	2. Other long-term receivables	7	42,371,429,882	42,815,269,257
220	II. Fixed assets		480,977,885,261	529,399,795,287
221	1. Tangible fixed assets	9	447,118,389,943	494,482,692,573
222	Cost		1,486,503,192,733	1,471,793,105,644
223	Accumulated depreciation		(1,039,384,802,790)	(977,310,413,071)
227	2. Intangible assets	10	33,859,495,318	34,917,102,714
228	Cost		48,584,964,016	48,464,134,380
229	Accumulated amortisation		(14,725,468,698)	(13,547,031,666)
230	III. Investment properties	12	609,012,766,347	635,021,928,112
231	1. Cost		1,012,711,006,936	1,012,711,006,936
232	2. Accumulated depreciation		(403,698,240,589)	(377,689,078,824)
240	IV. Long-term asset in progress		60,430,754,651	34,495,715,381
242	1. Construction in progress	11	60,430,754,651	34,495,715,381
250	V. Long-term investments	13	4,141,588,421,294	4,091,399,245,546
252	1. Investments in associates		3,183,591,522,583	3,262,728,074,001
253	2. Investments in other entities		1,031,734,454,711	902,408,727,545
254	3. Provision for long-term investments		(73,737,556,000)	(73,737,556,000)
260	VI. Other long-term assets		98,652,604,865	115,460,403,576
261	1. Long-term prepaid expenses		190,544,671	273,265,509
262	2. Deferred tax assets	26.2	34,779,742,701	35,774,376,938
269	3. Goodwill	14	63,682,317,493	79,412,761,129
270	TOTAL ASSETS		8,578,244,290,447	8,403,186,382,266

INTERIM CONSOLIDATED BALANCE SHEET (continued)
as at 30 June 2015

VND

Code	RESOURCES	Notes	30 June 2015	31 December 2014
300	C. LIABILITIES		2,339,257,207,906	2,064,935,777,019
310	I. Current liabilities		1,540,447,688,523	1,529,911,347,882
311	1. Short-term trade payables	15	192,517,395,828	195,962,004,001
312	2. Short-term advances from customers	16	690,489,797,660	690,740,256,867
313	3. Statutory obligations	17	50,485,059,874	58,898,209,762
314	4. Payables to employees		4,711,509,771	18,481,108,712
315	5. Short-term accrued expenses	18	158,231,759,584	155,780,388,690
317	6. Construction contract payables based on agreed progress billings		-	22,198,143,836
318	7. Short-term unearned revenues		106,078,520	-
319	8. Other short-term payables	19	48,715,378,502	82,463,463,151
320	9. Short-term loans	20	388,498,642,263	300,900,213,273
321	10. Short-term provision	21	1,580,782,631	1,361,029,079
322	11. Bonus and welfare fund		5,111,283,890	3,126,530,511
330	II. Non-current liabilities		798,809,519,383	535,024,429,137
337	1. Other long-term liabilities	19	106,516,503,750	103,938,560,278
338	2. Long-term loans	20	665,151,631,351	409,904,067,962
342	3. Other long-term provision	21	27,141,384,282	21,181,800,897
400	D. OWNERS' EQUITY		6,238,987,082,541	6,338,250,605,247
410	I. Capital	22	6,238,987,082,541	6,338,250,605,247
411	1. Share capital		2,690,705,390,000	2,690,705,390,000
411a	- Shares with voting rights		2,690,705,390,000	2,690,705,390,000
412	2. Share premium		1,043,934,058,786	1,043,934,058,786
414	3. Other owners' capital		18,430,992,409	-
415	4. Treasury shares		(31,342,660)	(31,342,660)
417	5. Foreign exchange differences reserve		754,909,475	607,401,381
418	6. Investment and development fund		218,951,946,408	235,641,149,751
421	7. Undistributed earnings		1,878,408,965,061	1,939,296,988,440
421a	- Undistributed earnings up to the end of prior period		1,503,638,624,472	931,835,144,250
421b	- Undistributed net profit for the current period		374,770,340,589	1,007,461,844,190
429	8. Non-controlling interests		387,832,163,062	428,096,959,549
440	TOTAL LIABILITIES AND OWNERS' EQUITY		8,578,244,290,447	8,403,186,382,266


Pham Thi Uyen Phuong
Preparer


Ho Tran Dieu Lynh
Chief Accountant




Nguyễn Thị Mại Thanh
General Director

17 August 2015

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

VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
01	1. Revenue from sale of goods and rendering of services	23.1	1,361,402,488,174	1,171,961,408,671
02	2. Deductions	23.1	(1,264,488,243)	(881,080,133)
10	3. Net revenues from sale of goods and rendering of services	23.1	1,360,137,999,931	1,171,080,328,538
11	4. Costs of goods sold and services rendered		(924,053,087,134)	(835,771,178,000)
20	5. Gross profit from sale of goods and rendering of services		436,084,912,797	335,309,150,538
21	6. Finance income	23.2	279,417,353,101	199,039,055,485
22	7. Finance expenses	24	(37,728,632,917)	(19,940,623,979)
23	<i>In which: Interest expense</i>		(35,505,794,629)	(21,163,789,234)
24	8. Shares of (loss) profit of associates	13.3	(94,750,979,731)	1,956,656,943
25	9. Selling expenses	25	(26,960,946,166)	(22,591,017,842)
26	10. General and administrative expenses	25	(78,387,431,889)	(28,075,363,396)
30	11. Operating profit		477,674,275,195	465,697,857,749
31	12. Other income		3,604,801,565	55,585,152,550
32	13. Other expenses		(510,846,547)	(2,275,253,577)
40	14. Other profit		3,093,955,018	53,309,898,973
50	15. Accounting profit before tax		480,768,230,213	519,007,756,722
51	16. Current corporate income tax expense	26.1	(73,890,234,515)	(88,058,149,868)
52	17. Deferred income tax (expense) income	26.2	(994,634,237)	5,963,334,880

INTERIM CONSOLIDATED INCOME STATEMENT (continued)
for the six-month period ended 30 June 2015

VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
60	18. Net profit after tax		405,883,361,461	436,912,941,734
61	19. Net profit after tax attributable to shareholders of the parent		382,542,460,161	437,526,970,519
62	20. Net profit (loss) after tax attributable to non-controlling interests		23,340,901,300	(614,028,785)
70	21. Basic earnings per share	32	1,422	1,657
71	22. Diluted earnings per share	32	1,418	1,630



Pham Thi Uyen Phuong
Preparer



Ho Tran Dieu Lynh
Chief Accountant



Nguyen Thi Mai Thanh
General Director

17 August 2015

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


VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	Profit before tax		480,768,230,213	519,007,756,722
	<i>Adjustments for:</i>			
02	Depreciation and amortisation	9,10, 12,14	69,133,004,962	30,588,147,719
03	Provisions		7,492,757,567	(14,283,247,773)
04	Foreign exchange differences arising from revaluation of monetary accounts denominated in foreign currencies		(279,775,984)	172,268,154
05	Gains from investing activities		(182,472,847,767)	(186,602,067,653)
06	Interest expense	24	35,505,794,629	21,163,789,234
08	Operating income before changes in working capital		410,147,163,620	370,046,646,403
09	(Increase) decrease in receivables		(195,395,730,036)	81,608,422,205
10	Decrease (increase) in inventories		141,702,996,925	(108,360,156,628)
11	(Decrease) increase in payables		(44,848,683,663)	184,685,948,688
12	Increase in prepaid expenses		(663,173,456)	(526,230,139)
13	Decrease in held-for-trading securities		5,773,614,119	17,553,400,000
14	Interest paid		(21,270,557,017)	(17,138,962,433)
15	Corporate income tax paid	26.1	(79,083,230,708)	(75,503,056,016)
17	Other cash outflows for operating activities		(3,506,675,862)	(1,110,871,000)
20	Net cash flows from operating activities		212,855,723,922	451,255,141,080
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchase and construction of fixed assets		(43,481,687,167)	(7,573,684,819)
22	Proceeds from disposals of fixed assets		1,200,204,545	-
23	Loans to other entities		-	(26,000,000,000)
25	Payments for purchase of shares in subsidiaries, other entities and investments in term deposits		(167,562,339,119)	(135,933,818,197)
26	Proceeds from divestments in other entities and investments in term deposits		50,238,481,483	257,404,335,939
27	Interest and dividends received		322,109,159,905	158,576,241,327
30	Net cash flows from investing activities		162,503,819,647	246,473,074,250


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

VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
	Capital contribution from non-controlling interests		-	31,979,472,164
33	Drawdown of borrowings		646,475,363,305	838,739,721,876
34	Repayment of borrowings		(303,629,370,926)	(725,819,800,750)
36	Dividends paid to equity holders of the parent	22.2	(424,850,219,050)	(416,438,489,569)
	Dividends paid to non-controlling interests		(59,431,399,013)	(600,616,627)
40	Net cash flows used in financing activities		(141,435,625,684)	(272,139,712,906)
50	Net increase in cash and cash equivalents		233,923,917,885	425,588,502,424
60	Cash and cash equivalents at beginning of period		1,036,655,683,725	535,795,614,565
61	Impact of exchange rate fluctuation		586,972,382	659,941,027
70	Cash and cash equivalents at end of period	4	1,271,166,573,992	962,044,058,016



Pham Thi Uyen Phuong
Preparer



Ho Tran Dieu Lynh
Chief Accountant



Nguyen Thi Mai Thanh
General Director

17 August 2015

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

1. CORPORATE INFORMATION

Refrigeration Electrical Engineering Corporation ("the Company") is a joint stock company established under the Law on Enterprise of Vietnam pursuant to the Business Registration Certificate No. 1506/GP-UB dated 25 December 1993 issued by the People's Committee of Ho Chi Minh City and the latest amended Business Registration Certificate No. 0300741143 issued by the Department of Planning and Investment of Ho Chi Minh City on 18 December 2014.

The Company is listed on the Ho Chi Minh City Stock Exchange in accordance with the License No. 01/GPPH issued by the State Securities Commission on 2 June 2000.

The current principal activities of the Company are mechanical and electrical engineering services (M&E), manufacturing, assembling and sales of air-conditioner systems, real estate development and management, and strategic financial investments in infrastructure related sector.

The Company's head office is located at 364 Cong Hoa Street, Ward 13, Tan Binh District, Ho Chi Minh City, Vietnam.

The number of the employees of the Company and its subsidiaries ("the Group")'s as at 30 June 2015 was 1,246 employees (31 December 2014: 1,334 employees).

Corporate structure

As at 30 June 2015, the Company's corporate structure includes twelve (12) direct subsidiaries. Details are as follows:

<i>Names</i>	<i>Location</i>	<i>Business activities</i>	<i>% of interest</i>
(1) R.E.E Real Estate Co., Ltd.	Ho Chi Minh City	Office building management	100.00
(2) Trans Orient Pte Ltd.	Singapore	Trading and logistics	100.00
(3) R.E.E Mechanical and Engineering Joint Stock Company	Ho Chi Minh City	Mechanical and Engineering	99.99
(4) R.E.E Electric Appliances Joint Stock Company	Ho Chi Minh City	Electric Appliances	99.99
(5) Eastrade International Ltd.	British Virgin Islands	Trading and logistics	99.99
(6) R.E.E Land Corporation	Ho Chi Minh City	Real estate	99.92
(7) Vinh Thinh Corporation	Ho Chi Minh City	Electric Appliances	99.96
(8) Song Thanh Real Estate Joint Stock company	Ho Chi Minh City	Real estate	73.84
(9) Song Mai Real Estate Joint Stock Company	Ho Chi Minh City	Real estate	73.92
(10) Vietnam Clean Water Business and Investment Joint Stock Company	Ho Chi Minh City	Water supply	99.97
(11) RMC Trading & Service Company Limited	Ho Chi Minh City	Trading	50.99
(12) Thac Ba Hydropower Joint-Stock Company	Yen Bai Province	Power	60.10

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

2. BASIS OF PREPARATION

2.1 *Applied accounting standards and System*

The interim consolidated financial statements of the Group, expressed in Vietnam Dong ("VND"), are prepared in accordance with Vietnamese Enterprise Accounting System, Vietnamese Accounting Standard No. 27 – Interim Financial Reporting and other Vietnamese Accounting Standards issued by the Ministry of Finance as per:

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

Accordingly, the accompanying interim consolidated financial statements, including their utilisation are not designed for those who are not informed about Vietnam's accounting principles, procedures and practices and furthermore are not intended to present the interim consolidated financial position and interim consolidated results of operations and interim consolidated cash flows in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

2.2 *Applied accounting documentation system*

The Group's applied accounting documentation system is the Voucher Journal system.

2.3 *Fiscal year*

The Group's fiscal year applicable for the preparation of its consolidated financial statements starts on 1 January and ends on 31 December.

2.4 *Accounting currency*

The interim consolidated financial statements are prepared in VND which is also the Group's accounting currency.

2.5 *Basis of consolidation*

The interim consolidated financial statements comprise the financial statements of the parent company and its subsidiaries for the six-month period ended 30 June 2015.

Subsidiaries are fully consolidated from the date of acquisition, being the date on which the Group obtains control, and continued to be consolidated until the date that such control ceases.

The interim financial statements of subsidiaries are prepared for the same reporting period as the parent company, using consistent accounting policies.

All intra-company interim balances, income and expenses and unrealised gains or losses result from intra-company transactions are eliminated in full.

Non-controlling interests represent the portion of profit or loss and net assets not held by the Group and are presented separately in the interim consolidated income statement and in the interim consolidated balance sheet, separately from parent shareholders' equity.

Impact of change in the ownership interest of a subsidiary, without a loss of control, is recorded in undistributed earnings.

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 *Change in accounting policies and disclosures*

The accounting policies adopted by the Group in preparation of the interim consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2014 and the interim consolidated financial statements for the six-month period ended 30 June 2014, except for the changes in the accounting policies in relation to the follows:

Circular No. 200/2014/TT-BTC providing guidance on enterprise accounting system

On 22 December 2014, the Ministry of Finance issued the Circular No. 200/2014/TT-BTC providing guidance on enterprise accounting system ("Circular 200") replacing Decision No. 15/2006/QĐ-BTC dated 20 March 2006 and Circular No. 244/2009/TT-BTC dated 31 December 2009 of the Ministry of Finance. Circular 200 is effective for the financial year beginning on or after 1 January 2015.

The effects of the change in accounting policies in accordance with Circular 200 to the Group's interim consolidated financial statements are applied on a prospective basis as Circular 200 does not required for restropective application. The Group also reclassifies certain corresponding figures of prior period to conform with the presentation of the current period's interim consolidated financial statements in accordance with Circular 200 as disclosed in Note 34.

Circular No. 202/2014/TT-BTC providing guidance on preparation and presentation of consolidated financial statements

On 22 December 2014, the Ministry of Finance issued the Circular No. 202/2014/TT-BTC providing guidance on preparation and presentation of consolidated financial statements ("Circular 202") replacing section XIII of Circular No. 161/2007/TT-BTC dated 31 December 2007. Circular 202 is effective for the preparation and presentation of consolidated financial statements for the financial years beginning on or after 1 January 2015.

The effects of the change in accounting treatment in accordance with Circular 202 are applied on a prospective as this Circular does not require for restropective application.

3.2 *Cash and cash equivalents*

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

3.3 *Inventories*

Inventories are stated at the lower of cost which comprises all costs of purchase and other direct costs incurred in bringing each product to its present location and condition, and net realisable value. Net realisable value represents the estimated selling price in the ordinary course of business less the estimated costs to complete and the estimated costs necessary to make the sale.

The perpetual method is used to record inventories, which are valued as follows:

Raw materials, consumables and goods for resale	- cost of purchase on a first-in, first-out basis.
Finished goods and work-in-process	- cost of direct materials and labour plus attributable overheads based on the normal level of activities on a first-in, first-out basis.

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.3 *Inventories* (continued)

Provision for obsolete inventories

An inventory provision is created for the estimated loss arising due to the impairment of value (through diminution, damage, obsolescence, etc.) of raw materials, finished goods, and other inventories owned by the Group, based on appropriate evidence of impairment available at the balance sheet date.

Increases and decreases to the provision balance are recorded into the cost of goods sold account in the interim consolidated income statement.

3.4 *Receivables*

Receivables are presented in the interim consolidated financial statements at the carrying amounts due from customers and other debtors, after provision for doubtful debts.

The provision for doubtful debts represents amounts of outstanding receivables at the balance sheet date which are doubtful of being recovered. Increases and decreases to the provision balance are recorded as general and administrative expense in the interim consolidated income statement.

3.5 *Tangible fixed assets*

Tangible fixed assets are stated at cost less accumulated depreciation.

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

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

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

3.6 *Leased assets*

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

Where the Group is the lessor

Assets subject to operating leases are included as the Group's fixed assets in the interim consolidated balance sheet. Initial direct costs incurred in negotiating an operating lease are recognised in the interim consolidated income statement as incurred.

Lease income is recognised in the interim consolidated income statement on a straight-line basis over the lease term.

Where the Group is the lessee

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

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.7 *Intangible assets*

Intangible assets are stated at cost less accumulated amortisation.

The cost of an intangible asset comprises its purchase price and any directly attributable costs of preparing the intangible asset for its intended use.

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

Land use rights

The land use rights represents the cost to acquire the rights to use land and is amortised over the remaining useful life of the land of 36 years and three months starting from August 2007.

3.8 *Depreciation and amortisation*

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

Buildings & structures	5 - 50 years
Plant & machinery	7 years
Motor vehicles	6 years
Office equipment	3 - 5 years
Land use rights	36 years
Software	1 - 3 years
Others	4 years

The useful life of the fixed assets and depreciation and amortisation rates are reviewed periodically to ensure that the method and the period of the depreciation and amortisation are consistent with the expected pattern of economic benefits that will be derived from the use of fixed assets.

3.9 *Investment properties*

Investment properties are buildings or part of a building or both and infrastructure held to earn rentals or for capital appreciation, or both, rather than for use in the production or supply of goods or services; administration purposes or sale in the ordinary course of business.

Investment properties are stated at cost including transaction costs less accumulated depreciation.

Subsequent expenditure relating to an investment property that has already been recognized is added to the net book value of the investment property when it is probable that future economic benefits, in excess of the originally assessed standard of performance of the existing investment property, will flow to the Group.

Depreciation of investment properties is calculated on a straight-line basis over the estimated useful life of each asset as follows:

Buildings & structures	5 - 50 years
Machinery & equipment	5 - 10 years
Office equipment	3 - 6 years
Others	2 years

Investment properties are derecognised when either they have been disposed of or when the investment properties are permanently withdrawn from use and no future economic benefit is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the assets is recognised in the interim consolidated income statement.

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.9 *Investment properties* (continued)

Transfers are made to investment properties when, and only when, there is a change in use, evidenced by ending of owner-occupation, commencement of an operating lease to another party or ending of construction or development. Transfers are made from investment properties when, and only when, there is change in use, evidenced by commencement of owner-occupation or commencement of development with a view to sale.

3.10 *Borrowing costs*

Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

Borrowing costs that are directly attributable to the acquisition, construction or production of any qualified assets are capitalised during the period of time that is required to complete and prepare the asset for its intended use. Other borrowing costs are recognised in the interim consolidated income statement when incurred.

3.11 *Prepaid expenses*

Prepaid expenses are reported as short-term or long-term prepaid expenses on the interim consolidated balance sheet and amortised over the period for which the amounts are paid or the period in which economic benefits are generated in relation to these expenses.

3.12 *Business combination and goodwill*

Business combinations are accounted for using the purchase method. The cost of a business combination is measured as the fair value of assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange plus any costs directly attributable to the business combination. Identifiable assets and liabilities and contingent liabilities assumed in a business combination are measured initially at fair values at the date of business combination.

Goodwill acquired in a business combination is initially measured at cost being the excess of the cost the business combination over the Group's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities. If the cost of a business combination is less than the fair value of the net assets of the subsidiary acquired, the difference is recognized directly in the interim consolidated income statement. After initial recognition, goodwill is measured at cost less any accumulated amortization. Goodwill is amortized over 10-year period on a straight-line basis from acquisition date.

3.13 *Investments*

Investment in associates

Investments in associates are accounted for using the equity method of accounting. An associate is an entity in which the Group has significant influence and which is neither a subsidiary nor a joint venture. The Group generally deems they have significant influence if they have over 20% of the voting rights.

Under the equity method, investments in associates are carried in the interim consolidated balance sheet at cost plus post acquisition changes in the Company's share of net assets of the associates. Goodwill relating to the associates is included in the carrying amount of the investments. Goodwill is not amortised and subject to annual review for impairment. The interim consolidated income statement reflects the Group's share of the results of operations of the associate.

The share of post-acquisition profit (loss) of the associates is presented on face of the interim consolidated income statement and its share of post-acquisition movements in reserves is recognised in reserves. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. Dividends receivable from associates reduce the carrying amount of the investment.

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.13 *Investments* (continued)

Investment in associates (continued)

The interim financial statements of the associates are prepared for the same accounting year as the Group. Where necessary, adjustments are made to bring the accounting policies in line with those of the Group.

Held-for-trading securities and investments in other entities

Held-for-trading securities and investments in other entities are stated at their acquisition costs.

Provision for investments

Provision is made for any diminution in value of the held-for-trading securities and investments in capital of other entities at the balance sheet date in accordance with the guidance under the Circular No. 228/2009/TT-BTC dated 7 December 2009 and the Circular No. 89/2013/TT-BTC dated 28 June 2013 issued by the Ministry of Finance. Increases and decreases to the provision balance are recorded as finance expense in the interim consolidated income statement.

Held-to-maturity investments

Held-to-maturity investments are stated at their acquisition costs. After initial recognition, held-to-maturity investments are measured at recoverable amount. Any impairment loss incurred is recognised as expense in the interim consolidated financial statements and deducted against the value of such investments.

3.14 *Payables and accruals*

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

3.15 *Provisions*

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

When the Group expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the interim consolidated income statement net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.16 *Foreign currency transactions*

Transactions in currencies other than the Group's reporting currency of (VND) are recorded at the actual transaction exchange rates at transaction dates which are determined as follows:

- transaction resulting in receivables are recorded at the buying exchange rates of the commercial banks designated for collection;
- transactions resulting in liabilities are recorded at the selling exchange rates of the transaction of commercial banks designated for payment;
- payments for assets or expenses without liabilities initially being recognised is recorded at the buying exchange rates of the commercial banks that process these payments.

At the end of the period, monetary balances denominated in foreign currencies are translated at the actual transaction exchange rates at the balance sheet dates which are determined as follows:

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

All realised and unrealised foreign exchange differences are taken to the interim consolidated income statement.

3.17 *Treasury shares*

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

3.18 *Appropriation of net profit*

Net profit after tax is available for appropriation to shareholders after getting approval by the shareholders in the annual general meeting, and after making appropriation to reserve funds in accordance with the Group's Charter and Vietnam's regulatory requirements.

The Group maintains the following reserve funds which are appropriated from the Group's net profit as proposed by the Board of Directors and subject to approval by the shareholders at the annual general meeting.

- *Investment and development fund*

This fund is set aside for use in the Group's expansion of its operation or in-depth investments.

- *Bonus and welfare fund*

This fund is set aside for the purpose of pecuniary rewarding and encouraging, common benefits and improvement of the employees' benefits, and presented as a liability on the interim consolidated balance sheet.

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.19 Revenue recognition

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

Sale of goods

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have passed to the buyer, usually upon the delivery of the goods.

Rendering of services

Revenue is recognised when the services have been rendered.

Revenue from supply and installation contracts

Where the outcome of a construction contract can be estimated reliably and certified by customers, revenue and costs are recognised by reference to the amount of work completed at the balance sheet date. Variations in contract work and claims are included to the extent that they have been agreed with the customer.

Where the outcome of a construction contract cannot be estimated reliably, contract revenue is recognised to the extent of contract costs incurred that are probable will be recoverable. Contract costs are recognised as expenses in the period in which they are incurred.

Difference between the cumulative revenue of a construction contract recognised to date and the cumulative amount of progress billings of that contract was presented as construction contract receivable based on agreed progress billings in the interim consolidated balance sheet.

Office rental income

Rental income arising from operating leases is accounted for on a straight line basis over the term of the lease.

Revenue from Business Co-operation Contract ("BCC")

Revenue is recognised when the BCC declares the profit available to parties.

Investment gains

Gains from investments are recognised as income when the investment is sold.

Interest income

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

Dividends

Income is recognised when the Group's entitlement as an investor to receive the dividend is established.

Bonus shares or stock dividends

Income is not recognised when the Group is entitled as an investor to receive bonus shares or stock dividends. The number of shares received as bonus or dividends is disclosed on the relevant note to the interim consolidated financial statements.

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.20 *Earnings per share*

Basic earnings per share amount is computed by dividing net profit for the period attributable to ordinary equity holders of the Company before any appropriation of bonus and welfare fund by the weighted average number of ordinary shares outstanding during the period.

Diluted earnings per share amounts are calculated by dividing the net profit after tax attributable to ordinary equity holders of the Company (after adjusting for interest on the convertible bonds) by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

3.21 *Taxation*

Current income tax

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

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

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

Deferred tax

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

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- where the deferred tax liability arises from the initial recognition of an asset or liability in a transaction which at the time of the transaction affects neither the accounting profit nor taxable profit or loss;
- and in respect of taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures where timing of the reversal of the temporary difference can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, carried forward unused tax credit and unused tax losses, to the extent that it is probable that taxable profits will be available against which deductible temporary differences, carried forward unused tax credit and unused tax losses can be utilised, except:

- where the deferred tax asset in respect of deductible temporary difference which arises from the initial recognition of an asset or liability which at the time of the related transaction, affects neither the accounting profit nor taxable profit or loss; and
- in respect of deductible temporarily differences associated with investments in subsidiaries and associates, and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary difference will reverse in the foreseeable future and taxable profits will be available against which the temporary differences can be utilised.

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.21 *Taxation* (continued)

Deferred tax (continued)

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realised or the liability is settled based on tax rates and tax laws that have been enacted at the balance sheet date.

Deferred tax is charged or credited to the interim consolidated income statement, except when it relates to items recognised directly to equity, in which case the deferred tax is also dealt with in equity account.

Deferred tax assets and liabilities are offset when there is a legally enforceable right for the Group to set off current income tax assets against current income tax liabilities and when they relate to income taxes levied on the same taxable entity by the same taxation authority when the Group intends either settle current tax liabilities and assets on a net basis.

3.22 *Financial instruments*

Financial instruments – Initial recognition and presentation

Financial assets

Financial assets within the scope of Circular No. 210 /2009/TT-BTC issued by the Ministry of Finance on 6 November 2009 providing guidance for the adoption in Vietnam of the International Financial Reporting Standards on presentation and disclosures of financial instruments ("Circular 210") are classified, for disclosures in the notes to the interim consolidated financial statements, as financial assets at fair value through profit or loss, held-to-maturity investments, loans and receivables or available-for-sale financial assets as appropriate. The Group determines the classification of its financial assets at initial recognition.

All financial assets are recognised initially at cost plus directly attributable transaction costs.

The Group's financial assets include cash and short-term deposits, trade and other receivables, loan receivables and investments.

Financial liabilities

Financial liabilities within the scope of Circular 210 are classified, for disclosures in the notes to the interim consolidated financial statements, as financial liabilities at fair value through profit or loss or financial liabilities measured at amortised cost as appropriate. The Group determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognised initially at cost, net of directly attributable transaction costs.

The Group's financial liabilities include trade and other payables, loans and convertible bonds.

Financial instruments – subsequent measurement

There is currently no guidance in Circular 210 in relation to subsequent re-measurement of financial instruments. Accordingly, the financial instruments are subsequently re-measured at cost.

Offsetting of financial instruments

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

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

4. CASH AND CASH EQUIVALENTS

	VND	
	30 June 2015	31 December 2014
Cash on hand	3,363,266,076	349,622,023
Cash at banks	112,301,101,388	130,795,047,513
Cash equivalents	1,155,502,206,528	905,511,014,189
TOTAL	<u>1,271,166,573,992</u>	<u>1,036,655,683,725</u>

Cash equivalents mainly represent the short-term bank deposits with maturity of less than three months which are readily convertible into known amounts of cash without any significant risk of changes in value, and earn average interest rates ranging from 4.0% to 5.3% p.a.

5. SHORT-TERM TRADE RECEIVABLES

	VND	
	30 June 2015	31 December 2014
Short-term trade receivables	795,032,537,458	662,576,397,969
<i>Vietnam Construction and Import - Export</i>		
<i>Joint Stock Corporation</i>	121,098,182,741	88,588,112,062
<i>Electricity Power Trading Company</i>	107,696,237,379	82,742,624,000
<i>Others</i>	566,238,117,338	491,245,661,907
Construction contract receivables based on agreed progress billings	<u>353,219,194,772</u>	<u>293,016,174,092</u>
TOTAL	<u>1,148,251,732,230</u>	<u>955,592,572,061</u>
Provision for doubtful debts	<u>(60,986,967,860)</u>	<u>(56,491,997,038)</u>
NET	<u>1,087,264,764,370</u>	<u>899,100,575,023</u>

Details of movements of provision for doubtful debts during the period are as follows:

	VND	
	For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
Beginning balance	56,491,997,038	79,405,438,326
Add: Provision created during the period	4,584,970,822	13,285,275,412
Less: Reversal of provision during the period	<u>(90,000,000)</u>	<u>(28,427,683,860)</u>
Ending balance	<u>60,986,967,860</u>	<u>64,263,029,878</u>

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

6. SHORT-TERM ADVANCES TO SUPPLIERS

	VND	
	30 June 2015	31 December 2014
Advances to third parties	40,614,827,115	44,102,799,272
Advances to related parties (Note 29)	686,764,714	5,511,068,215
TOTAL	41,301,591,829	49,613,867,487

7. OTHER RECEIVABLES

	VND	
	30 June 2015	31 December 2014
Short-term	47,795,964,439	81,019,398,066
Advance to employees	29,002,036,566	6,894,559,977
Dividend receivables	9,949,389,895	56,892,360,000
Interest income	4,966,084,205	4,016,267,012
Others	3,878,453,773	13,216,211,077
Long-term	42,371,429,882	42,815,269,257
Advances for land compensation	29,403,340,900	29,403,340,900
Advances to BCC-414 No Trang Long (i)	6,889,054,747	6,889,054,747
Deposits	4,379,034,235	4,822,873,610
Others	1,700,000,000	1,700,000,000
TOTAL	90,167,394,321	123,834,667,323
<i>In which:</i>		
Other receivables from third parties	90,167,394,321	66,942,307,323
Other receivables from a related party (Note 29)	-	56,892,360,000

On 25 March 2008, R.E.E Land Corporation, a subsidiary of the Company, entered into a BCC with Bach Tuyet Paint Joint Stock Company to build and operate a building at 414 No Trang Long street, Ward 13, Binh Thanh District, Ho Chi Minh City. In accordance with this BCC, R.E.E Land Corporation paid consultant fee, land compensation and other costs aggregating to VND 6,889,054,747.

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

8. INVENTORIES

	VND			
	<i>30 June 2015</i>		<i>31 December 2014</i>	
	<i>Cost</i>	<i>Provision</i>	<i>Cost</i>	<i>Provision</i>
Work in process	279,942,262,483	-	379,541,447,024	-
Raw materials	105,543,929,822	(42,897,428,176)	102,786,277,022	(42,890,409,847)
Finished goods	97,009,094,698	(2,277,784,638)	135,522,693,696	(2,958,320,441)
Goods in transit	19,340,767,879	-	25,638,311,618	-
Tools and supplies	741,829,641	-	792,152,088	-
TOTAL	<u>502,577,884,523</u>	<u>(45,175,212,814)</u>	<u>644,280,881,448</u>	<u>(45,848,730,288)</u>

Details of movements of provision for obsolete inventories during the period are as follows:

	VND	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Beginning balance	45,848,730,288	42,856,299,509
Add: Provision provided during the period	98,787,172	8,493,910,134
Less: Reversal of provision during the period	(772,304,646)	-
Ending balance	<u>45,175,212,814</u>	<u>51,350,209,643</u>

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

9. TANGIBLE FIXED ASSETS

	VND					
	<i>Buildings & structures</i>	<i>Plant & machinery</i>	<i>Motor vehicles</i>	<i>Office equipment</i>	<i>Others</i>	<i>Total</i>
Cost:						
As at 31 December 2014	651,137,042,395	772,985,275,031	36,660,687,969	10,316,175,704	693,924,545	1,471,793,105,644
Additions	600,000,000	12,630,496,481	3,055,844,000	87,111,000	-	16,373,451,481
<i>In which:</i>						
<i>Newly purchased</i>	600,000,000	164,067,640	3,055,844,000	87,111,000	-	3,907,022,640
<i>Newly constructed</i>	-	12,466,428,841	-	-	-	12,466,428,841
Disposal	-	-	(1,663,364,392)	-	-	(1,663,364,392)
As at 30 June 2015	651,737,042,395	785,615,771,512	38,053,167,577	10,403,286,704	693,924,545	1,486,503,192,733
<i>In which:</i>						
<i>Fully depreciated</i>	3,605,254,100	550,810,198	4,532,067,213	2,265,726,909	576,470,000	11,530,328,420
Accumulated depreciation:						
As at 31 December 2014	391,405,155,118	553,497,391,169	22,974,950,217	8,825,335,648	607,580,919	977,310,413,071
Additions	17,086,859,218	43,676,339,409	1,921,210,248	455,781,290	6,182,097	63,146,372,262
<i>In which:</i>						
<i>Depreciation for the period</i>	10,108,012,688	14,257,592,253	1,431,219,151	412,265,709	5,872,728	26,214,962,529
<i>Others</i>	6,978,846,530	29,418,747,156	489,991,097	43,515,581	309,369	36,931,409,733
Disposal	-	-	(1,071,982,543)	-	-	(1,071,982,543)
As at 30 June 2015	408,492,014,336	597,173,730,578	23,824,177,922	9,281,116,938	613,763,016	1,039,384,802,790
Net carrying amount:						
As at 31 December 2014	259,731,887,277	219,487,883,862	13,685,737,752	1,490,840,056	86,343,626	494,482,692,573
As at 30 June 2015	243,245,028,059	188,442,040,934	14,228,989,655	1,122,169,766	80,161,529	447,118,389,943

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

10. INTANGIBLE ASSETS

	<i>Land use rights</i>	<i>Softwares</i>	<i>VND Total</i>
Cost:			
As at 31 December 2014	36,758,715,025	11,705,419,355	48,464,134,380
Newly purchased	-	120,829,636	120,829,636
As at 30 June 2015	<u>36,758,715,025</u>	<u>11,826,248,991</u>	<u>48,584,964,016</u>
<i>In which:</i>			
Fully amortised	-	5,915,389,540	5,915,389,540
Collateral (Note 20.3)	135,576,000	-	135,576,000
Accumulated amortisation:			
As at 31 December 2014	4,077,627,351	9,469,404,315	13,547,031,666
Amortisation for the period	366,583,757	811,853,275	1,178,437,032
As at 30 June 2015	<u>4,444,211,108</u>	<u>10,281,257,590</u>	<u>14,725,468,698</u>
Net carrying amount:			
As at 31 December 2014	<u>32,681,087,674</u>	<u>2,236,015,040</u>	<u>34,917,102,714</u>
As at 30 June 2015	<u>32,314,503,917</u>	<u>1,544,991,401</u>	<u>33,859,495,318</u>

11. CONSTRUCTION IN PROGRESS

	<i>VND</i>	
	<i>30 June 2015</i>	<i>31 December 2014</i>
Doan Van Bo Project	58,108,447,698	34,067,826,173
Enterprise Resource Planning Project	610,878,416	427,889,208
Others	1,711,428,537	-
TOTAL	<u>60,430,754,651</u>	<u>34,495,715,381</u>

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

12. INVESTMENT PROPERTIES

			VND		
			30 June 2015	31 December 2014	
	<i>Buildings & structures</i>	<i>Machinery & equipment</i>	<i>Office equipment</i>	<i>Others</i>	Total
Investment properties held for rent			<u>609,012,766,347</u>	<u>635,021,928,112</u>	
Cost:					
As at 31 December 2014 and 30 June 2015	<u>774,201,284,293</u>	<u>237,873,019,188</u>	<u>90,250,454</u>	<u>546,453,001</u>	<u>1,012,711,006,936</u>
<i>In which:</i>					
<i>Fully depreciated</i>	15,083,156,719	22,801,892,676	90,250,454	546,453,001	38,521,752,850
<i>Collateral (Note 20.3)</i>	256,986,489,565	-	-	-	256,986,489,565
Accumulated depreciation:					
As at 31 December 2014	243,126,317,902	133,926,057,467	90,250,454	546,453,001	377,689,078,824
Depreciation for the period	<u>15,255,605,440</u>	<u>10,753,556,325</u>	<u>-</u>	<u>-</u>	<u>26,009,161,765</u>
As at 30 June 2015	<u>258,381,923,342</u>	<u>144,679,613,792</u>	<u>90,250,454</u>	<u>546,453,001</u>	<u>403,698,240,589</u>
Net carrying amount:					
As at 31 December 2014	<u>531,074,966,391</u>	<u>103,946,961,721</u>	<u>-</u>	<u>-</u>	<u>635,021,928,112</u>
As at 30 June 2015	<u>515,819,360,951</u>	<u>93,193,405,396</u>	<u>-</u>	<u>-</u>	<u>609,012,766,347</u>

The fair value of the investment properties was not formally assessed and determined as at 30 June 2015. However, given the current high occupancy rate of these properties, it is management's assessment that these properties' market values are higher than their carrying value as at the balance sheet date.

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

13. INVESTMENTS

	VND	
	30 June 2015	31 December 2014
Short-term investments		
Held-for-trading securities (Note 13.1)	124,691,326,466	223,771,786,460
Provision for held-for-trading securities (Note 13.1)	(84,267,406,137)	(86,775,438,855)
Held-to-maturity investments (Note 13.2)	160,217,109,429	112,593,354,050
Net value of short-term investments	<u>200,641,029,758</u>	<u>249,589,701,655</u>
Long-term investments		
Investments in associates (Note 13.3)	3,183,591,522,583	3,262,728,074,001
Investments in other entities (Note 13.4)	1,031,734,454,711	902,408,727,545
Provision for long-term investments (Note 13.4)	(73,737,556,000)	(73,737,556,000)
Net value of long-term investments	<u>4,141,588,421,294</u>	<u>4,091,399,245,546</u>
TOTAL	<u>4,342,229,451,052</u>	<u>4,340,988,947,201</u>

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

13. INVESTMENTS (continued)

13.1 Held-for-trading securities

Securities	30 June 2015			31 December 2014			VND
	Cost	Provision	Fair value/ net value	Cost	Provision	Fair value/ net value	
Ut Xi Aquatic Products Processing Joint-Stock Company	60,411,760,000	(40,917,616,000)	19,494,144,000	60,411,760,000	(40,917,616,000)	19,494,144,000	
Saigon Posts And Telecommunications Service Joint-Stock Corporation	48,000,000,000	(35,714,113,000)	12,285,887,000	48,000,000,000	(35,714,113,000)	12,285,887,000	
R.E.E Power Joint-Stock Company	7,815,990,000	(4,971,934,367)	2,844,055,633	7,815,990,000	(4,971,934,367)	2,844,055,633	
Mang Canh Joint-Stock Company	5,083,330,000	(2,023,126,141)	3,060,203,859	5,000,000,000	(2,023,126,141)	2,976,873,859	
Khanh Hoa Water Supply Joint-Stock Company	-	-	-	53,193,860,000	-	53,193,860,000	
Cuu Long PetroGas Transportation Joint-Stock Company	-	-	-	6,226,146,342	(2,843,792,342)	3,382,354,000	
Others	3,380,246,466	(640,616,629)	2,746,904,000	43,124,030,118	(304,857,005)	55,478,931,300	
TOTAL	124,691,326,466	(84,267,406,137)	40,431,194,492	223,771,786,460	(86,775,438,855)	149,656,105,792	

13.2 Held-to-maturity investments

Bank-term deposits	VND	
	30 June 2015	31 December 2014
	160,217,109,429	112,593,354,050

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

13. INVESTMENTS (continued)

13.3 Investments in associates

Name	30 June 2015		31 December 2014		Business activities
	% of interest	Amount VND	% of interest	Amount VND	
Pha Lai Therma Power Joint Stock Company	22.35	1,253,625,947,684	22.35	1,268,341,447,108	Power
Thac Mo Hydropower Joint-Stock Company	39.52	391,738,379,606	39.02	400,489,996,401	Power
Song Ba Ha Hydropower Joint-Stock Company	25.00	340,727,196,626	25.00	368,000,000,000	Power
Thu Duc Water B.O.O Corporation	42.10	334,863,183,019	42.10	342,511,604,982	Water supply
Vietnam Infrastructure and Real Estate Joint Stock Company	46.37	182,176,608,181	46.37	211,640,550,248	Real estate
Srok Phu Mieng Hydropower Joint-Stock Company	34.30	179,042,702,043	34.30	173,808,962,643	Power
Nui Beo Coal Joint Stock Company	23.81	98,424,828,873	23.81	94,493,223,883	Coal Mining
Deo Nai Coal Joint Stock Company	24.01	74,671,062,604	24.01	67,154,434,165	Coal Mining
Ninh Binh Thermal Power Joint Stock Company	29.44	70,376,012,158	29.44	73,776,315,114	Power
Thu Duc Water Supply Joint Stock Company	43.11	61,041,683,633	43.11	60,556,547,693	Water supply
Saigon Real Estate Joint Stock Company	28.87	60,475,382,192	28.87	65,531,933,111	Real estate
Saigon Water Investment and Trading Joint Stock Company	40.00	58,744,439,359	40.00	60,571,743,037	Water supply
Tan Hiep Water Investment Joint Stock Company	32.00	33,636,878,968	32.00	23,093,725,398	Water supply
Trung An Water Supply Joint Stock Company	29.00	23,145,683,827	29.00	22,623,120,000	Water supply
Doan Nhat Mechanical Electrical Joint Stock Company	35.00	20,901,533,810	35.00	24,949,744,974	Mechanical and Engineering
Quality Mechanical Electrical Joint Stock Company	-	-	35.62	3,021,424,762	Mechanical and Engineering
Hop Phat Mechanical Electrical Joint Stock Company	-	-	35.00	2,163,300,482	Mechanical and Engineering
TOTAL		<u>3,183,591,522,583</u>		<u>3,262,728,074,001</u>	

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

13. INVESTMENT (continued)

13.3 Investments in associates (continued)

Details of these investments in associates which were consolidated by applying equity method are presented as follows:

	Cost of investment				Accumulated share in post-acquisition profit (loss) of the associates				Carrying amount		VND
	31 December 2014	Additions	Disposal	30 June 2015	31 December 2014	Dividend received (loss) during the period	Share in profit (loss) of associates for the period	Disposal	30 June 2015	31 December 2014	30 June 2015
	Pha Lai Therna Power Joint Stock Company	719,477,528,423	-	-	719,477,528,423	548,863,918,685	(85,338,540,000)	70,623,040,576	-	534,148,419,261	1,268,341,447,108
Thac Mo Hydropower Joint-Stock Company	306,317,903,232	9,011,140,313	-	315,329,043,545	94,172,093,169	(89,152,600,000)	51,389,842,892	-	76,409,336,061	400,489,996,401	391,738,379,606
Song Ba Ha Hydropower Joint-Stock Company	368,000,000,000	-	-	368,000,000,000	-	-	(27,272,603,374)	-	(27,272,603,374)	368,000,000,000	340,727,196,626
Thu Duc Water B.O.O Corporation	409,901,420,000	-	-	409,901,420,000	(67,389,815,018)	(23,474,060,000)	15,825,638,037	-	(75,038,236,981)	342,511,604,982	334,863,183,019
Vietnam Infrastructure and Real Estate Joint-Stock Company	170,195,680,000	-	-	170,195,680,000	41,444,870,248	(26,730,210,268)	(2,733,731,799)	-	11,980,928,181	211,640,550,248	182,176,606,181
Srok Phu Mieng Hydropower Joint-Stock Company	173,265,171,175	-	-	173,265,171,175	543,791,468	-	5,233,739,400	-	5,777,530,888	173,808,962,643	179,042,702,043
Nui Beo Coal Joint-Stock Company	59,389,030,170	-	-	59,389,030,170	35,104,193,713	-	3,931,604,990	-	39,035,798,703	94,493,223,883	98,424,828,873
Deo Nai Coal Joint-Stock Company	46,029,841,350	-	-	46,029,841,350	21,124,592,815	(2,305,260,000)	9,821,888,439	-	28,641,221,254	67,154,434,165	74,671,062,604
Ninh Binh Thermal Power Joint-Stock Company	66,358,149,275	-	-	66,358,149,275	7,418,165,839	(3,031,520,000)	(368,782,956)	-	4,017,862,893	73,776,315,114	70,376,012,158
Thu Duc Water Supply Joint-Stock Company	66,116,662,345	-	-	66,116,662,345	(5,560,114,652)	(4,397,664,000)	4,882,799,940	-	(5,074,978,712)	60,556,547,693	61,041,663,633
Saigon Real Estate Joint-Stock Company	54,457,202,000	-	-	54,457,202,000	11,074,731,111	(3,810,188,000)	(1,246,362,919)	-	6,018,180,192	65,531,933,111	60,475,382,192
Saigon Water Investment and Trading Joint-Stock Company	61,560,000,000	-	-	61,560,000,000	(988,256,963)	-	(1,827,303,678)	-	(2,815,560,641)	60,571,743,037	58,744,439,359
Tan Hiep Water Investment Joint-Stock Company	24,000,000,000	9,600,000,000	-	33,600,000,000	(906,274,602)	-	943,153,570	-	38,878,968	23,093,725,398	33,836,878,968
Trung An Water Supply Joint-Stock Company	22,623,120,000	-	-	22,623,120,000	-	-	522,563,827	-	522,563,827	22,623,120,000	23,145,683,827
Doan Nhat Mechanical Electrical Joint-Stock Company	11,550,000,000	-	-	11,550,000,000	13,399,744,974	(7,692,300,000)	3,644,088,836	-	9,351,533,810	24,949,744,974	20,901,533,810
Quality Mechanical Electrical Joint-Stock Company	1,246,712,000	(1,246,712,000)	-	-	1,774,712,762	-	-	(1,774,712,762)	-	3,021,424,762	-
Hop Phat Mechanical Electrical Joint-Stock Company	1,750,000,000	(1,750,000,000)	-	-	413,300,482	-	-	(413,300,482)	-	2,163,300,482	-
TOTAL	2,562,238,419,970	16,611,140,313	(2,996,712,000)	2,577,852,848,283	700,489,654,031	(225,932,342,268)	133,369,375,781	(2,188,013,244)	605,738,674,300	3,262,728,074,001	3,183,591,522,583

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

13. INVESTMENTS (continued)

13.4 Investments in other entities

Name	30 June 2015			31 December 2014			VND
	Cost	Provision	Fair value/ net value	Cost	Provision	Fair value/ net value	
Quang Ninh Thermal Power Joint-Stock Company	470,646,304,200	-	470,646,304,200	470,646,304,200	-	470,646,304,200	
Sonadezi Chau Duc Shareholding Company	183,876,590,000	(73,737,556,000)	110,139,034,000	183,876,590,000	(73,737,556,000)	110,139,034,000	
Dong Nai Water Supply Company Limited	76,682,289,600	-	76,682,289,600	76,682,289,600	-	76,682,289,600	
Khanh Hoa Water Supply Joint Stock Company	53,193,860,000	-	53,193,860,000	-	-	-	
Hai Phong Thermal Power Joint Stock Company	32,619,000,000	-	32,619,000,000	32,619,000,000	-	32,619,000,000	
Others	214,716,410,911	-	249,884,630,380	138,584,543,745	-	157,229,640,150	
TOTAL	1,031,734,454,711	(73,737,556,000)	993,165,118,180	902,408,727,545	(73,737,556,000)	847,316,267,950	

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

14. GOODWILL

	VND
	<i>Thac Ba Hydropower Joint-Stock Company</i>
Cost:	
As at 31 December 2014 and 30 June 2015	<u>94,382,661,830</u>
Accumulated amortisation:	
As at 31 December 2014	14,969,900,701
Amortisation for the period	<u>15,730,443,636</u>
As at 30 June 2015	<u>30,700,344,337</u>
Net carrying amount:	
As at 31 December 2014	<u>79,412,761,129</u>
As at 30 June 2015	<u>63,682,317,493</u>

15. SHORT-TERM TRADE PAYABLES

	VND	
	30 June 2015	31 December 2014
Due to third-parties	192,517,395,828	187,746,157,875
<i>Onesall Company Pte Ltd</i>	35,579,949,099	9,958,296,866
<i>Viettel Group</i>	30,491,635,031	-
<i>EDH Power Solution Joint Stock Company</i>	12,124,042,135	23,124,042,135
<i>Others</i>	114,321,769,563	154,663,818,874
Due to related parties (Note 29)	-	8,215,846,126
TOTAL	<u>192,517,395,828</u>	<u>195,962,004,001</u>

16. SHORT-TERM ADVANCES FROM CUSTOMERS

	VND	
	30 June 2015	31 December 2014
Supply and installation services	687,765,108,998	682,421,850,245
Office leasing and related services	2,632,957,871	7,550,790,376
Others	<u>91,730,791</u>	<u>767,616,246</u>
TOTAL	<u>690,489,797,660</u>	<u>690,740,256,867</u>

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

17. STATUTORY OBLIGATIONS

	VND	
	30 June 2015	31 December 2014
Payables	50,485,059,874	58,898,209,762
Corporate income tax (Note 26.1)	42,333,814,512	45,535,118,580
Value-added tax	5,083,435,922	8,984,236,895
Personal income tax	826,383,985	1,099,543,721
Other fees and obligations	2,241,425,455	3,279,310,566
Receivables	2,542,797,575	2,995,892,066
Corporate income tax (Note 26.1)	2,428,616,503	436,924,590
Value-added tax	-	2,558,967,476
Other fees and obligations	114,181,072	-
TOTAL	<u>53,027,857,449</u>	<u>61,894,101,828</u>

18. SHORT-TERM ACCRUED EXPENSES

	VND	
	30 June 2015	31 December 2014
Costs of supply and installation services	133,380,078,103	143,271,065,515
Interest	16,555,533,061	2,232,525,084
Promotions	4,758,149,462	5,953,239,479
Others	3,537,998,958	4,323,558,612
TOTAL	<u>158,231,759,584</u>	<u>155,780,388,690</u>

19. OTHER PAYABLES

	VND	
	30 June 2015	31 December 2014
Short-term	48,715,378,502	82,463,463,151
Dividend payables	23,497,954,471	26,595,561,981
Guarantee expenses	5,267,988,735	5,267,988,735
Bond interest expense	3,146,704,000	3,154,000,000
Payables to purchase securities	1,384,607,000	1,390,836,375
Social & health insurances and trade union fee	469,893,222	1,074,504,147
Performance bonus	78,302,996	32,761,158,358
Deposits received from office tenants	-	593,349,000
Others	14,869,928,078	11,626,064,555
Long-term	106,516,503,750	103,938,560,278
Deposits received from office tenants	106,516,503,750	103,938,560,278
TOTAL	<u>155,231,882,252</u>	<u>186,402,023,429</u>

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

20. LOANS

	VND	
	30 June 2015	31 December 2014
Short-term loans	388,498,642,263	300,900,213,273
Short-term bank loans (Note 20.1)	137,230,011,272	170,579,689,943
Current portion of convertible bond (Note 20.2)	63,682,000,000	63,682,000,000
Current portion of long-term bank loans (Note 20.3)	187,586,630,991	66,638,523,330
Long-term loans	665,151,631,351	409,904,067,962
Long-term bank loans (Note 20.3)	665,151,631,351	409,904,067,962
TOTAL	<u>1,053,650,273,614</u>	<u>710,804,281,235</u>

20.1 Short-term bank loans

The short-term bank loans represent the unsecured loans for the purpose of financing the Group's working capital requirements and bear interest at the average rate ranging from 4.8% to 5.3% p.a for VND-loans and 2.8% p.a for USD-loans. Details are as follows:

Bankers	30 June 2015	Maturity date
	VND	
Joint Stock Bank for Foreign Trade of Vietnam	49,535,350,841	From 3 September 2015 to 9 December 2015
Vietnam International Commercial Joint Stock Bank	36,434,013,976	From 3 July 2015 to 4 August 2015
Vietnam Joint Stock Commercial Bank for Industry and Trade	24,472,633,691	From 26 July 2015 to 23 September 2015
Military Commercial Joint Stock Bank	19,626,665,641	From 24 August 2015 to 12 March 2016
ANZ Bank (Vietnam) Limited	7,161,347,123	From 13 September 2015 to 4 November 2015
TOTAL	<u>137,230,011,272</u>	

20.2 Convertible bond

In accordance with the Board Resolution No.10/2012/HĐQT-NQ-REE dated 14 November 2012 and the approval by the State Securities Commission of Vietnam through its Official Letter No. 4963/UBCK-QLPH dated 7 December 2012, on 20 December 2012, the Company issued 557,846 3-year convertible bonds totaling VND 557,846,000,000 to Platinum Victory Pte. Ltd with interest at 6% p.a. paid in arrears. The conversion price is VND 22,000 per share which will be subject to conversion adjustments as set out in schedule of convertible bond subscription agreement.

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

20. **LOANS** (continued)

20.3 **Long-term bank loans**

Details of the long-term bank loans as at the balance sheet date are as follows:

<i>Bankers</i>	<i>30 June 2015</i>	<i>Maturity date</i>	<i>Interest rate</i>	<i>Description of collateral</i>
	<i>VND</i>		<i>% p.a</i>	
HSBC Bank (Vietnam) Ltd (i)	738,979,731,822	From 26 August 2019 to 29 December 2019	From 6.88 to 6.95	Land use rights; building and amount receivable from office lease of REE Tower at 9 Doan Van Bo Street, District 4, Ho Chi Minh City ("REE Tower")
Commonwealth Bank of Australia – Ho Chi Minh City Branch	63,758,530,520	From 7 March 2017 to 25 June 2020	From 6.00 to 6.25	Assets at 180 Pasteur Street, Ben Nghe Ward, District 1, Ho Chi Minh City
Vietnam International Commercial Joint Stock Bank	50,000,000,000	29 June 2020	7.20	Receivables from rental contracts at all buildings and dividend received from B.O.O Thu Duc Water JSC in accordance with Shareholder Certificate No. 004/CĐ-TDW
TOTAL	<u>852,738,262,342</u>			
<i>In which:</i>				
<i>Current portion</i>	<i>187,586,630,991</i>			
<i>Non-current portion</i>	<i>665,151,631,351</i>			

- (i) On 21 July 2014 and 31 October 2014, the Company signed loan agreements with HSBC Bank (Vietnam) Ltd ("HSBC") for VND 550 billion and VND 294 billion credit facilities, respectively to repay the loan from Joint-Stock Commercial Bank for Foreign Trade of Vietnam which was to finance the construction of the REE Tower and to support investment activities. The term of the loans are 60 months from the date of the first drawdown which was made on 25 August 2014 and 29 December 2014. The loans will be repaid on a 6-month basis in accordance with the repayment schedule approved by HSBC to be issued after the grace period of 12 months expires from the first drawdown. The loan is secured by assets at 9 Doan Van Bo Street, District 4, Ho Chi Minh City. The loan bears an interest rate equal to the basic loan rate for the same period announced by HSBC plus 0.5% p.a.

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

21. PROVISIONS

Provisions represent the provisions for warranties of construction projects and goods. Details of movement in provisions are as follows:

	VND		
	<i>Goods warranty</i>	<i>Construction project warranty</i>	<i>Total</i>
Beginning balance	409,877,295	22,132,952,681	22,542,829,976
Add: Provision provided during the period	1,875,798,613	11,888,087,686	13,763,886,299
Less: Reversal of provision during the period	<u>(1,551,869,398)</u>	<u>(6,032,679,964)</u>	<u>(7,584,549,362)</u>
Ending balance	<u>733,806,510</u>	<u>27,988,360,403</u>	<u>28,722,166,913</u>
In which:			
Short-term			1,580,782,631
Long-term			27,141,384,282

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

22. OWNERS' EQUITY

22.1 Increase and decrease in owners' equity

								VND
	Share capital	Share premium	Other owners' capital	Treasury shares	Foreign exchange difference reserve	Investment and development fund	Undistributed earnings	Total
For the six-month period ended 30 June 2014								
As at 31 December 2013	2,636,863,850,000	1,002,906,058,786	-	(31,342,660)	526,675,337	202,628,922,999	1,353,728,965,050	5,196,623,129,512
Net profit for the period	-	-	-	-	-	-	437,526,970,519	437,526,970,519
Issue ESOP shares	19,651,540,000	-	-	-	-	-	-	19,651,540,000
Foreign currency differences	-	-	-	-	53,616,698	-	-	53,616,698
Appropriation to funds	-	-	-	-	-	32,981,324,662	(32,981,324,662)	-
Dividend declared	-	-	-	-	-	-	(421,893,820,800)	(421,893,820,800)
Appropriation to bonus & welfare funds	-	-	-	-	-	-	(20,762,411,000)	(20,762,411,000)
As at 30 June 2014	<u>2,656,515,390,000</u>	<u>1,002,906,058,786</u>	<u>-</u>	<u>(31,342,660)</u>	<u>580,292,035</u>	<u>235,610,247,661</u>	<u>1,315,618,379,107</u>	<u>5,211,199,024,929</u>
For the six-month period ended 30 June 2015								
As at 31 December 2014	2,690,705,390,000	1,043,934,058,786	-	(31,342,660)	607,401,381	235,641,149,751	1,939,296,988,440	5,910,153,645,698
Net profit for the period	-	-	-	-	-	-	382,542,460,161	382,542,460,161
Dividend declared	-	-	-	-	-	-	(430,508,467,200)	(430,508,467,200)
Appropriation to funds	-	-	-	-	-	1,741,789,066	(1,741,789,066)	-
Foreign currency differences	-	-	-	-	147,508,094	-	-	147,508,094
Appropriation to bonus & welfare funds	-	-	-	-	-	-	(3,408,107,702)	(3,408,107,702)
Others	-	-	18,430,992,409	-	-	(18,430,992,409)	(7,772,119,572)	(7,772,119,572)
As at 30 June 2015	<u>2,690,705,390,000</u>	<u>1,043,934,058,786</u>	<u>18,430,992,409</u>	<u>(31,342,660)</u>	<u>754,909,475</u>	<u>218,951,946,408</u>	<u>1,878,408,965,061</u>	<u>5,851,154,919,479</u>

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

22. OWNERS' EQUITY (continued)

22.2 Capital transactions with shareholders and distribution of dividends

	VND	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Contributed capital		
Beginning balance	2,690,705,390,000	2,636,863,850,000
Issuance of ESOP shares	-	19,651,540,000
Ending balance	<u>2,690,705,390,000</u>	<u>2,656,515,390,000</u>
Dividends		
Dividends declared	430,508,467,200	421,893,820,800
Dividends paid	424,850,219,050	416,438,489,569

22.3 Shares

	<u>Number of shares</u>	
	<i>30 June 2015</i>	<i>31 December 2014</i>
Issued shares		
Issued and paid-up shares	269,070,539	265,651,539
<i>Ordinary shares</i>	269,070,539	265,651,539
Treasury shares		
<i>Ordinary shares</i>	(2,747)	(2,747)
Shares in circulation		
<i>Ordinary shares</i>	269,067,792	265,648,792

The Company's shares are issued with par value of VND 10,000 per share. The holders of the ordinary shares are entitled to receive dividends as and when declared by the Company. Each ordinary share carries one vote per share without restriction.

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

23. REVENUES

23.1 Revenues from sale of goods and rendering of services

	VND	
	For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
Gross revenues	1,361,402,488,174	1,171,961,408,671
<i>Of which:</i>		
Revenue from supply and installation services	663,624,096,968	702,018,506,487
Revenue from selling of goods	287,907,123,365	235,080,733,112
Revenue from services (office leasing and related services)	250,438,869,709	234,862,169,072
Revenue from electricity rendered	159,432,398,132	-
Less:	(1,264,488,243)	(881,080,133)
Sales returns	(1,263,596,673)	(881,080,133)
Special sales tax	(891,570)	-
NET REVENUES	<u>1,360,137,999,931</u>	<u>1,171,080,328,538</u>
<i>In which:</i>		
Revenue from supply and installation services	663,624,096,968	702,018,506,487
Revenue from selling of goods	286,642,635,122	234,199,652,979
Revenue from services (office leasing and related services)	250,438,869,709	234,862,169,072
Revenue from electricity rendered	159,432,398,132	-

23.2 Finance income

	VND	
	For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
Dividends income	247,625,195,368	152,148,733,978
Interest income	28,490,811,625	15,443,383,017
Foreign exchange gains	2,802,348,299	10,628,508,487
Gains from securities trading	498,997,809	20,818,430,003
TOTAL	<u>279,417,353,101</u>	<u>199,039,055,485</u>

24. FINANCE EXPENSES

	VND	
	For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
Interest expense	35,505,794,629	21,163,789,234
Loss on securities trading	3,618,873,918	1,467,943,936
Foreign exchange losses	1,043,906,278	1,721,056,353
Reversal of provision for investments	(2,508,032,718)	(4,928,289,865)
Others	68,090,810	516,124,321
TOTAL	<u>37,728,632,917</u>	<u>19,940,623,979</u>

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

25. SELLING EXPENSE AND GENERAL AND ADMINISTRATIVE EXPENSES

	VND	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Selling expenses	26,960,946,166	22,591,017,842
- External services	12,808,348,860	8,960,390,616
- Labor cost	8,817,074,180	7,629,341,622
- Others	5,335,523,126	6,001,285,604
General and administrative expenses	78,387,431,889	28,075,363,396
- External services	1,972,479,006	2,545,640,571
- Labor cost	33,062,371,482	19,970,539,479
- Provision (reversal) for doubtful debts	4,494,970,822	(15,142,408,448)
- Others	38,857,610,579	20,701,591,794
TOTAL	<u>105,348,378,055</u>	<u>50,666,381,238</u>

26. CORPORATE INCOME TAX

The Group, except for Thac Ba Hydropower Joint-Stock Company, Trans Orient Pte. Ltd., and Eastrade International Ltd. has the obligation to pay corporate income tax ("CIT") at the rate of 22% of taxable profits earned.

Thac Ba Hydropower Joint-Stock Company has the obligation to pay CIT at the rate of 20% of taxable profit earned from electrical operations for the first 10 years and 22% for the years thereafter. 2015 is the last year the Company is entitled to the tax rate of 20%.

Trans Orient Pte. Ltd., established in Singapore, has the obligation to pay CIT at the rate of 17% of taxable income. Trans Orient Pte. Ltd is entitled to 75% reduction on CIT for taxable income up to SGD 10,000 and 50% reduction on CIT for taxable income up to SGD 290,000.

Eastrade International Ltd. was established in British Virgin Islands and is exempt from CIT in accordance with the BVI Business Companies Act.

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

26.1 Current CIT

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

	VND	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Current CIT expense	73,890,234,515	88,058,149,868
Deferred DIT expense (income)	994,634,237	(5,963,334,880)
TOTAL	<u>74,884,868,752</u>	<u>82,094,814,988</u>

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

26. CORPORATE INCOME TAX (continued)

26.1 Current CIT (continued)

A summary of CIT computation is presented below:

	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
		VND
Profit before tax	480,768,230,213	519,007,756,722
Adjustments to increase (decrease) profit before tax		
Share of loss (profits) from associates	94,750,979,731	(1,956,656,943)
Goodwill amortization	15,730,443,636	-
Unrealised profit (loss)	9,211,981,274	(614,165,697)
Provision for doubtful debts	4,369,790,422	9,096,426,800
Non-deductible expenses	1,955,579,308	2,459,436,172
Interest accrual of convertible bonds	1,831,947,944	4,167,000,000
Provision for obsolete inventories	(673,517,474)	2,630,228,683
Unbilled contract (profit) loss	(1,503,322,964)	10,110,117,005
Accrued operating expenses	(6,041,447,590)	5,047,150,604
Dividends income not subject to CIT	(247,625,195,368)	(152,148,733,978)
Others	5,062,699,628	(3,753,621,109)
Adjusted net profit before loss carry forward and tax	357,838,168,760	394,044,938,259
Add back tax losses of subsidiaries	588,753,176	-
Estimated current taxable profit	358,426,921,936	394,044,938,259
Estimated current CIT	81,535,596,707	86,659,366,120
(Over) under-accruals of CIT from previous periods	(7,645,362,192)	1,398,783,748
Current CIT expense	73,890,234,515	88,058,149,868
CIT payable at beginning of the period	45,098,194,202	43,393,995,838
CIT paid during the period	(79,083,230,708)	(75,503,056,016)
CIT payable at end of period	39,905,198,009	55,949,089,690
<i>In which:</i>		
CIT payable at end of period (Note 17)	42,333,814,512	56,051,920,924
CIT overpaid at end of period (Note 17)	(2,428,616,503)	(102,831,234)

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

26. CORPORATE INCOME TAX (continued)

26.2 *Deferred tax*

The following are the deferred tax assets and liabilities recognised by the Group, and the movements thereon, during the current and previous periods.

	<i>Interim consolidated balance sheet</i>		<i>Interim consolidated income statement</i>	
	<i>30 June 2015</i>	<i>31 December 2014</i>	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
	<i>VND</i>			
Provision for obsolete inventories	14,872,284,263	10,086,720,663	(148,173,844)	578,650,310
Unrealised profit	10,847,806,096	3,706,243,230	(451,806,886)	(135,116,453)
Provision for doubtful debts	5,224,088,112	9,196,471,663	961,353,893	2,001,213,897
Accrued operating expenses	4,649,763,249	6,003,416,661	(1,353,653,412)	
Provision for investments	1,538,913,312	1,538,913,312	-	-
Interest accrual of convertible bonds	469,816,136	66,787,588	403,028,548	1,163,990,734
Foreign exchange differences arising from revaluation of monetary accounts	(179,115,382)	(79,931,157)	(99,184,225)	(540,441,154)
Unbilled contract (loss) profit	(2,899,079,736)	5,025,023,268	(330,733,252)	2,224,225,739
Others	255,266,651	230,731,710	24,534,941	670,811,807
Net deferred tax assets	34,779,742,701	35,774,376,938		
<i>Net deferred income tax (expense) benefit</i>			(994,634,237)	5,963,334,880

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

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Group's principal financial liabilities comprise loans, convertible bonds, trade and other payables. The main purpose of these financial liabilities is to finance the Group's operations. The Group has loans, trade and other receivables, and cash and short-term bank deposits that arise directly from its operations. The Group also hold available-for-sale investment. In addition, the Group issued convertible bonds to finance its investment activities.

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

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

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise three types of risk: interest rate risk, currency risk, commodity price risk and other price risk, such as equity price risk. Financial instruments affected by market risk include convertible bonds, loans, deposits and available-for-sale investments.

The sensitivity analyses in the following sections relate to the position as at 30 June 2015 and 31 December 2014.

The sensitivity analyses have been prepared on the basis that the amount of net debt, the ratio of fixed to floating interest rates of the debt and the proportion of financial instruments in foreign currencies are all constant.

In calculating the sensitivity analyses, management assumed that the statement of the interim consolidated balance sheet relates to available-for-sale debt instrument; the sensitivity of the relevant interim consolidated income statement item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held at 30 June 2015 and 31 December 2014.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to market risk for changes in interest rate relates primarily to the Group's cash and short-term deposits and long-term debt obligations with floating interest rates.

The Group manages interest rate risk by looking at the competitive structure of the market to obtain rates which are favourable for its purposes within its risk management limits. The Group considers that the exposure to interest rate risks is insignificant.

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of cash, short-term bank deposits and loans.

With all other variables held constant, the Group's profit before tax is affected through the impact on floating rate borrowings as follows (there is only an immaterial impact on the Group's equity):

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

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

Market risk (continued)

Interest rate sensitivity (continued)

	<i>Changes in interest rate (%)</i>	<i>VND Effect on profit before tax</i>
For the six-month period ended 30 June 2015		
VND	+2%	6,431,427,865
USD	+1%	539,787,464
		<u>6,971,215,329</u>
VND	-2%	(6,431,427,865)
USD	-1%	(539,787,464)
		<u>(6,971,215,329)</u>
For the six-month period ended 30 June 2014		
VND	+2%	10,373,630,540
USD	+1%	390,341,716
		<u>10,763,972,256</u>
VND	-2%	(10,373,630,540)
USD	-1%	(390,341,716)
		<u>(10,763,972,256)</u>

Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the Group's operating activities (certain expenses, incomes, loans of the Group are denominated in currencies other than the VND). The Group considers that the exposure to foreign currency risk is insignificant.

The Group manages its foreign currency exposure by considering the prevailing and expected market situation when it plans for future transactions denominated in foreign currencies.

Equity price risk

The Group's listed and unlisted equity securities are susceptible to market price risk arising from uncertainty about future values of the investment securities. The Group manages equity price risk by placing a limit on equity investments. The Group's Board of Directors reviews and approves all equity investment decisions.

As at 30 June 2015, the exposure to listed and unlisted equity securities at fair value was VND 1,033,596,312,672 (31 December 2014: VND 996,972,373,742). A decrease of 10% on the price of the securities could have an impact of approximately VND 103,359,631,267 (31 December 2014: VND 99,697,237,374) on the Group's profit before tax, depending on whether or not the decline is significant or prolonged. An increase of 10% in the value of the listed and unlisted securities would increase Group's profit before tax by VND 103,359,631,267 (31 December 2014: VND 99,697,237,374).

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

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group is exposed to credit risk from its operating activities (primarily for trade receivables) and from its financing activities, including bank deposits.

Trade receivables

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

Outstanding customer receivables are regularly monitored. The requirement for impairment is analyzed at each reporting date on an individual basis for major clients. The Group seeks to maintain strict control over its outstanding receivables and has a credit control personnel to minimize credit risk. In view of the aforementioned and the fact that the Group's trade receivables relate to a large number of diversified customers, there is no significant concentration of credit risk.

Bank deposits

The Group's bank balances are mainly maintained with well-known banks in Vietnam. The Group's maximum exposure to credit risk for the components of the balance sheet at each reporting dates are the carrying amounts as illustrated in Notes 4 and 13. The Group evaluates the concentration of credit risk in respect to bank deposit is low.

Other financial instruments

Management evaluates all financial assets are neither past due nor impaired as they related to recognized and creditworthy counterparties, except for the receivables which were past due and made the full provision of VND 56,491,997,038 as at 30 June 2015 (31 December 2014: VND 56,491,997,038).

Liquidity risk

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

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

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

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (continued)

Liquidity risk (continued)

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

	<i>Less than 1 year</i>	<i>From 1 to 5 years</i>	<i>More than 5 years</i>	<i>VND Total</i>
30 June 2015				
Loans	324,816,642,263	656,950,905,040	8,200,726,311	989,968,273,614
Convertible bonds	63,682,000,000	-	-	63,682,000,000
Short-term trade payables	192,517,395,828	-	-	192,517,395,828
Accrued expenses and other payables	182,900,987,397	106,516,503,750	-	289,417,491,147
TOTAL	763,917,025,488	763,467,408,790	8,200,726,311	1,535,585,160,589
31 December 2014				
Loans	237,218,213,273	409,904,067,962	-	647,122,281,235
Convertible bonds	63,682,000,000	-	-	63,682,000,000
Short-term trade payables	195,962,004,001	-	-	195,962,004,001
Accrued expenses and other payables	204,408,189,336	103,938,560,278	-	308,346,749,614
TOTAL	701,270,406,610	513,842,628,240	-	1,215,113,034,850

The Group assessed the concentration of risk with respect to refinancing its debt and concluded it to be low. Access to sources of funding is sufficiently available.

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

28. FINANCIAL ASSETS AND FINANCIAL LIABILITIES (continued)

The fair value of listed shares have been determined based on their closing price in the Ho Chi Minh Stock Exchange or their average trading price in Hanoi Stock Exchange as at the balance sheet date.

Fair value of un-listed shares, which have active market, are the average price quoted by three independent securities companies as at the balance sheet date.

Except for items noted in preceding paragraphs the fair value of the financial assets and liabilities had not yet been formally assessed and determined as at 30 June 2015 and 31 December 2014. However, it is management's assessment that the fair values of these financial assets and liabilities are not materially different from their carrying value as at the balance sheet date.

29. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related company transactions include all transactions undertaken with other companies to which the Group is related, either through the investor, investee relationship or because they share a common investor and thus are considered to be a part of the same corporate group.

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

29. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (continued)

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

<i>Related parties</i>	<i>Relationship</i>	<i>Transactions</i>	<i>VND</i>	
			<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Pha Lai Therma Power Joint Stock Company	Associate	Dividend income	85,338,540,000	56,925,656,000
Thac Mo Hydropower Joint Stock Company	Associate	Dividend income Capital contribution	69,152,600,000 (9,011,140,313)	- (29,587,419,468)
Vietnam Infrastructure and Real Estate JSC	Associate	Dividend income	26,730,210,268	-
Thu Duc Water B.O.O Corporation	Associate	Dividend income	23,474,060,000	-
Tan Hiep Water Investment Joint Stock Company	Associate	Capital contribution	(9,600,000,000)	(17,600,000,000)
Thu Duc Water Supply Joint Stock Company	Associate	Dividend income Capital contribution	4,397,664,000 -	4,397,664,000 (105,991,640)
Ninh Binh Thermal Power Joint Stock Company	Associate	Dividend income	3,031,520,000	4,115,930,000
Deo Nai Coal Joint Stock Company	Associate	Dividend income	2,305,260,000	3,457,890,000
Saigon Real Estate Joint Stock Company	Associate	Dividend income	3,810,188,000	1,905,094,000
Doan Nhat Mechanical Electrical Joint Stock Company	Associate	Sub-contractor service Dividend income	(19,319,208,300) 7,692,300,000	(4,978,041,584) 7,236,075,000
Quality Mechanical Electrical Joint Stock Company	Associate	Sub-contractor service	-	(8,834,607,561)

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

29. **TRANSACTIONS AND BALANCES WITH RELATED PARTIES** (continued)

Significant transactions with related parties during the period were as follows: (continued)

Related parties	Relationship	Transactions	VND	
			For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
Hop Phat Mechanical Electrical Joint Stock Company	Associate	Sub-contractor service	-	(894,128,545)
		Dividend income	-	192,500,000
Srok Phu Mieng Hydropower Joint-Stock Company	Associate	Capital contribution	-	(1,751,750,000)
Nui Beo Coal Joint Stock Company	Associate	Dividend income	-	9,260,438,600
		Capital contribution	-	(508,762,000)

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

Related parties	Relationship	Transactions	VND	
			30 Jun 2015	31 December 2014
Short-term advances to suppliers				
Doan Nhat Mechanical Electrical Joint Stock Company	Associate	Advance for sub-contractor service	686,764,714	5,240,687,197
Hop Phat Mechanical Electrical Joint Stock Company	Associate	Advance for sub-contractor service	-	270,381,018
			686,764,714	5,511,068,215
Other short-term receivable				
Pha Lai Therma Power Joint Stock Company	Associate	Dividend income	-	56,892,360,000
Short-term trade payable				
Quality Mechanical Electrical Joint Stock Company	Associate	Sub-contractor service	-	(8,215,846,126)

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

29. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (continued)

Terms and conditions of transactions with related parties

The sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions.

Outstanding balances at 30 June 2015 are unsecured, interest free and will be settled in cash. For the six-month period ended 30 June 2015 and 30 June 2014, the Company has not made any provision for doubtful debts relating to amounts owed by related parties. This assessment is undertaken each financial year through the examination of the financial position of the related party and the market in which the related party operates.

Transactions with other related parties

Remuneration paid to members of Board of Management and Board of Directors during the period is as follows:

	VND	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Salaries and bonus	<u>14,330,162,358</u>	<u>4,109,010,900</u>

30. COMMITMENTS

30.1 Operating lease commitments – where the Group is a lessee

The Group leases land for its plant in Tan Binh Industrial Zone and offices under operating lease agreements. The minimum lease commitment as at balance sheet date under the operating lease agreements is as follows:

	VND	
	<i>30 June 2015</i>	<i>31 December 2014</i>
Less than one year	13,992,123,978	14,358,642,953
From one to five years	<u>9,771,352,338</u>	<u>14,404,254,215</u>
TOTAL	<u>23,763,476,316</u>	<u>28,762,897,168</u>

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

30. COMMITMENTS (continued)

30.2 *Operating lease commitments – where the Group is a lessor*

The Group leases out its assets under operating lease arrangements. The future minimum rental receivables as at the balance sheet date under the operating lease agreements is as follows:

	VND	
	30 June 2015	31 December 2014
Less than one year	116,971,163,803	265,034,579,803
From one to five years	339,303,990,320	198,349,283,003
Over five years	347,236,400	-
TOTAL	<u>456,622,390,523</u>	<u>463,383,862,806</u>

30.3 *Investment commitments*

	VND	
	30 June 2015	31 December 2014
Song Thanh Real Estate Joint Stock Company	<u>72,200,000,000</u>	<u>72,200,000,000</u>

31. SEGMENT INFORMATION

For management purposes, the Group is organised into business units based on their products and services, and has five reportable operating segments as follows:

- Supply and installation services;
- Sale of goods;
- Property leasing;
- Power, and
- Water

Management monitors the operating results of its business units separately for the purposes of making decisions about resources allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain aspects, as explained in the table below, is measured differently from operating profit or loss in the interim consolidated financial statements. Group financing, including finance costs and finance revenue, and income taxes are managed on a Group basis and are not allocated to operating segments.

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

31. SEGMENT INFORMATION (continued)

The segment results for six-month period ended 30 June 2015 are as follows:

	<i>VND</i>					
	<i>Supply & installation services</i>	<i>Sale of goods</i>	<i>Property leasing</i>	<i>Power</i>	<i>Water</i>	<i>Consolidated</i>
<i>Sales</i>						
Total segment sales	761,673,309,712	294,366,933,122	284,457,905,770	159,432,398,132	-	1,499,930,546,736
Inter-segment sales	(98,049,212,744)	(7,724,298,000)	(34,019,036,061)	-	-	(139,792,546,805)
TOTAL	663,624,096,968	286,642,635,122	250,438,869,709	159,432,398,132	-	1,360,137,999,931
<i>Results</i>						
Segment results	112,948,144,740	19,598,365,686	158,144,569,917	156,078,279,479	25,420,123,528	472,189,483,350
Finance income						36,556,584,682
Finance expenses						(31,082,304,995)
Other income						3,604,801,565
Other expenses						(510,846,547)
CIT and DIT						(74,884,868,752)
Non-controlling interest						(23,330,389,142)
Net profit after tax						382,542,460,161
The segment assets and liabilities for as at 30 June 2014 are as follows:						
Segment assets	1,259,522,375,813	410,559,122,910	1,279,318,165,295	3,958,900,356,229	691,185,555,451	7,599,485,575,698
Unallocated assets						978,758,714,749
TOTAL ASSETS						8,578,244,290,447
Segment liabilities	994,716,201,356	220,940,709,633	160,847,997,509	623,197,039,181	99,305,409,600	2,099,007,357,279
Unallocated liabilities						240,249,850,627
TOTAL LIABILITIES						2,339,257,207,906

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

31. SEGMENT INFORMATION (continued)

The segment results for the six-month period ended 30 June 2014 are as follows:

	VND					
	<i>Supply & installation services</i>	<i>Sale of goods</i>	<i>Property leasing</i>	<i>Electrical</i>	<i>Water</i>	<i>Consolidated</i>
<i>Sales</i>						
Total segment sales	838,694,473,939	387,367,855,968	266,076,830,576			1,492,139,160,483
Inter-segment sales	(136,675,967,452)	(153,168,202,989)	(31,214,661,504)	-	-	(321,058,831,945)
TOTAL	702,018,506,487	234,199,652,979	234,862,169,072	-	-	1,171,080,328,538
<i>Results</i>						
Segment results	118,031,770,038	22,993,957,089	144,968,836,886	130,825,504,903	27,410,598,411	444,230,667,327
Finance income						45,065,136,974
Finance expenses						(23,597,946,552)
Other income						55,585,152,550
Other expenses						(2,275,253,577)
CIT and DIT						(82,094,814,988)
Non-controlling interest						614,028,785
Net profit after tax						437,526,970,519

The segment assets and liabilities as at 31 December 2014 are as follows:

Segment assets	1,259,522,375,813	410,559,122,910	1,279,318,165,295	3,958,900,356,229	691,185,555,451	7,599,485,575,698
Unallocated assets						978,758,714,749
TOTAL ASSETS						8,578,244,290,447
Segment liabilities	994,716,201,356	220,940,709,633	160,847,997,509	623,197,039,181	99,305,409,600	2,099,007,357,279
Unallocated liabilities						240,249,850,627
TOTAL LIABILITIES						2,339,257,207,906

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

32. EARNINGS PER SHARE

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

	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Net profit after tax attributable to ordinary equity holders (VND)	382,542,460,161	437,526,970,519
Weighted average number of ordinary shares	<u>269,067,792</u>	<u>264,043,589</u>
Basic earnings per share (VND)	<u>1,422</u>	<u>1,657</u>

Diluted earnings per share amounts are calculated by dividing the net profit after tax attributable to ordinary equity holders of the Group (after adjusting for interest on the convertible bonds) by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares. A diluted earnings per share is calculated as follows:

	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Net profit attributable to ordinary equity holders of the parent for basic earnings (VND)	382,542,460,161	437,526,970,519
Impact after tax of interest on convertible bonds (VND)	<u>2,980,317,600</u>	<u>3,250,260,000</u>
Net profit attributable to ordinary equity holders of the parent adjusted for the effect of dilution (VND)	<u>385,522,777,761</u>	<u>440,777,230,519</u>
Weighted average number of ordinary shares for basic earnings per share	269,067,792	264,043,589
Number of ordinary shares from convertible bonds	<u>2,894,636</u>	<u>6,365,529</u>
Weighted average number of ordinary shares adjusted for the effect of dilution	<u>271,962,428</u>	<u>270,409,118</u>
Diluted earnings per share (VND)	<u>1,418</u>	<u>1,630</u>

33. CONTINGENT ASSET

On 28 September 2011, the Company entered into a Restructuring Deed to transfer all of its ownership in Vung Ang II Thermal Electricity Company ("VAPCO"). According to this deed, all risks and rewards of the Company in VAPCO were passed to the buyer on 14 November 2011. Proceeds from disposal amounting to VND 153,323,885,510 were fully collected and this amount is non-refundable in any circumstances.

Also in accordance with this agreement, the Company may receive US\$ 3,779,832 in addition to said proceeds upon the occurrence or non-occurrence of uncertain future events not wholly within the control of the Company. All parties will complete related administrative procedures at the completion date of the Deed. Accordingly, management accounted this amount as contingent asset and accordingly disclosed in the interim consolidated financial statements in accordance with Vietnamese Accounting Standard No. 18 - "Provision, Contingent assets and liabilities".

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

34. CORRESPONDING FIGURES

Certain corresponding figures on the consolidated balance sheet as at 31 December 2014 and interim consolidated cash flow statement for the six-month period ended 30 June 2014 have been reclassified to conform with the presentation of the current period's interim consolidated financial statements in accordance with Circular 200 and Circular 202. Details are as follows:

	VND		
	<i>31 December 2014 (previously presented)</i>	<i>Reclassifications</i>	<i>31 December 2014 (reclassified)</i>
CONSOLIDATED BALANCE SHEET			
Held-for-trading securities	336,615,140,510	(112,843,354,050)	223,771,786,460
Held-to-maturity investments	-	112,593,354,050	112,593,354,050
Short-term loan receivables	-	250,000,000	250,000,000
Other short-term receivables	82,602,892,836	(1,583,494,770)	81,019,398,066
Other current assets	36,408,900,877	(36,408,900,877)	-
Long-term loan receivables	-	26,000,000,000	26,000,000,000
Other long-term receivables	-	42,815,269,257	42,815,269,257
Other long-term investments	928,408,727,545	(26,000,000,000)	902,408,727,545
Other long-term assets	4,822,873,610	(4,822,873,610)	-
Short-term provision	22,542,829,976	(21,181,800,897)	1,361,029,079
Other long-term provisions	-	21,181,800,897	21,181,800,897
Investment and development fund	70,417,784,211	165,223,365,540	235,641,149,751
Financial reserve fund	165,223,365,540	(165,223,365,540)	-

	VND		
	<i>For the six-month period ended 30 June 2014 (previously presented)</i>	<i>Reclassifications</i>	<i>For the six-month period ended 30 June 2014 (reclassified)</i>
INTERIM CONSOLIDATED CASH FLOW STATEMENT			
Increase in payables	180,549,525,479	4,136,423,209	184,685,948,688
Decrease in held-for-trading securities	-	17,553,400,000	17,553,400,000
Other cash inflows from operating activities	6,365,766,586	(6,365,766,586)	-
Other cash outflows from operating activities	(3,340,214,377)	2,229,343,377	(1,110,871,000)
Loans to other entities	(241,522,600,000)	215,522,600,000	(26,000,000,000)
Collections from borrowers and proceeds from sale of debt instruments of other entities	233,076,000,000	(233,076,000,000)	-

