



Ho Chi Minh City, September 13, 2018

Ref: 952/2018/CV-SSIHO

Re: Disclosure of the reviewed interim Consolidated FS, Separate FS and FSR Reports 2018 in English

**INFORMATION DISCLOSURE ON ELECTRONIC PORTAL
OF THE STATE SECURITIES COMMISSION AND HO CHI MINH STOCK
EXCHANGE**

To:

- Ho Chi Minh Stock Exchange
- Hanoi Stock Exchange
- The State Securities Commission

Name of the Company: **SAIGON SECURITIES INC.**
Symbol code: SSI
Address: 72 Nguyen Hue Street, Ben Nghe Ward, District 1, HCMC, Vietnam
Telephone: (84-28) 38242897
Fax: (84-28) 38242997
Spokesman: Nguyen Hong Nam
Address: 72 Nguyen Hue Street, Ben Nghe Ward, District 1, HCMC, Vietnam
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Type of information 24 hours 72 hours irregular info. on demand periodic info.

Information for disclosure:

English version of the reviewed interim Consolidated Financial Statements, the Separate Financial Statements, and the Financial Safety Ratio Reports, as at June 30, 2018.

This information was posted on SSI website on September 13, 2018 at this link www.ssi.com.vn.

The Company undertakes and fully bears responsibilities for accuracy and completeness of the information above.

On behalf of the Company
Party authorized to declare information



Nguyen Hong Nam
Deputy Chief Executive Officer

Saigon Securities Incorporation

Interim consolidated financial statements

30 June 2018



Saigon Securities Incorporation

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Saigon Securities Incorporation

GENERAL INFORMATION

THE COMPANY

Saigon Securities Incorporation ("the Company") is a joint stock company established under the Corporate Law of Vietnam, Operating License No. 3041/GP-UB dated 27 December 1999 issued by the Ho Chi Minh City People's Committee and the first Business Registration No. 056679 dated 30 December 1999 issued by Ho Chi Minh City Department of Planning and Investment. The Company operates under Securities Trading License No. 03/GPHDKD issued by the State Securities Commission on 5 April 2000 and subsequent amended licenses.

The Company's initial charter capital was VND 6,000,000,000. The charter capital has been supplemented from time to time in accordance with amended licenses. As at 30 June 2018, in accordance with the latest Amended License No. 10/GPDC-UBCK granted by the Chairman of State Securities Commission, which has been effective since 30 January 2018, the Company's total charter capital was VND 5,000,636,840,000.

The Company's primary activities are to provide brokerage service, securities trading, underwriting for securities issues, custodian service, finance and investment advisory service, margin lending service and derivatives trading. The Company's Head Office is located at 72 Nguyen Hue Boulevard, District 1, Ho Chi Minh City, Vietnam. As at 30 Jun 2018, the Company has branches located in Ho Chi Minh City, Hanoi, Hai Phong, Vung Tau and Nha Trang, and transaction offices located in Ho Chi Minh City and Hanoi.

As at 30 June 2018, the Company has two (02) directly owned subsidiaries, one (01) indirectly owned subsidiary and two (02) associates.

BOARD OF DIRECTORS

Members of the Board of Directors during the period and at the date of the interim consolidated financial statements are as follows:

<i>Name</i>	<i>Title</i>	<i>Election</i>
Mr. Nguyen Duy Hung	Chairman	Re-elected on 23 April 2015
Mr. Nguyen Hong Nam	Member	Re-elected on 25 April 2014
Mr. Ngo Van Diem	Member	Re-elected on 21 April 2017
Mr. Bui Quang Nghiem	Member	Re-elected on 25 April 2014
Mr. Nguyen Duy Khanh	Member	Elected on 23 April 2015
Mr. Hironoki Oka	Member	Elected on 23 April 2015

BOARD OF SUPERVISION

Members of Board of Supervision during the period and at the date of the interim consolidated financial statements are as follows:

<i>Name</i>	<i>Title</i>	<i>Election</i>
Mr. Nguyen Van Khai	Head of the Board of Supervision	Re-elected on 25 April 2016
Mr. Dang Phong Luu	Member	Re-elected on 23 April 2015
Ms. Le Cam Binh	Member	Elected on 20 April 2018

Saigon Securities Incorporation

GENERAL INFORMATION (continued)

MANAGEMENT

Members of the Management during the period and at the date of the interim consolidated financial statements are as follows:

<u>Name</u>	<u>Title</u>	<u>Appointment/Reappointment</u>
Mr. Nguyen Duy Hung	Chief Executive Officer	Appointed on 5 March 2007
Mr. Nguyen Hong Nam	Deputy Chief Executive Officer	Re-appointed on 5 September 2003

LEGAL REPRESENTATIVE

The legal representative of the Company for the period and at the date of the interim consolidated financial statements is Mr. Nguyen Duy Hung, Chairman of the Board of Directors cum Chief Executive Officer.

AUDITORS

The auditors of the Company are Ernst & Young Vietnam Limited.



Saigon Securities Incorporation

REPORT OF MANAGEMENT

Management of Saigon Securities Incorporation ("the Company") is pleased to present its report and the interim consolidated financial statements of the Company and its subsidiaries as at and for the six-month period ended 30 June 2018.

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

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

- ▶ select suitable accounting policies and apply them consistently;
- ▶ make judgments and estimates that are reasonable and prudent;
- ▶ state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the interim consolidated financial statements; and
- ▶ prepare the interim consolidated financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in 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 Company and its subsidiaries and to ensure that the accounting records comply with the applied accounting system. It is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of frauds 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 Company and its subsidiaries as at 30 June 2018 and of the interim consolidated results of its operations, its interim consolidated cash flow statement and its interim consolidated statement of changes in owners' equity for the year then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System, accounting guidance applicable to securities companies and statutory requirements relevant to preparation and presentation of the interim consolidated financial statements.

For and on behalf of Management:




Mr. Nguyen Duy Hung
Chief Executive Officer

Ho Chi Minh City, Vietnam

13 August 2018

Reference No.: 60755007/20372418-HN/LR

REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS

To: **The shareholders of
Saigon Securities Incorporation**

We have reviewed the interim consolidated financial statements of Saigon Securities Incorporation ("the Company") and its subsidiaries, as prepared on 13 August 2018 and set out on pages 6 to 83 which comprise the interim consolidated statement of financial position as at 30 June 2018, the interim consolidated income statement, the interim consolidated cash flow statement and the interim consolidated statement of changes in owners' equity for the period then ended and the notes thereto.

Management's responsibility

The Company's Management is responsible for the preparation and fair presentation of the interim consolidated financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System, accounting guidance applicable to securities companies and statutory requirements relevant to preparation and presentation of the interim consolidated financial statements, and for such internal control as the Management determines is necessary to enable the preparation and presentation of interim consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express a conclusion on the interim consolidated financial statements based on our review. We conducted our review in accordance with Vietnamese Standards on Review Engagements No. 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

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

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Conclusion

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 Company and its subsidiaries as at 30 June 2018, and of the interim consolidated results of their operations, their interim consolidated cash flows and their interim consolidated changes in owners' equity for the six-month period then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System, accounting guidance applicable to securities companies and statutory requirements relevant to preparation and presentation of the interim consolidated financial statements.

Ernst & Young Vietnam Limited



Dang Phương Ha
Deputy General Director
Audit Practising Registration
Certificate No. 2400-2018-004-1

Ho Chi Minh City, Vietnam

13 August 2018

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INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
as at 31 June 2018

Code	ITEMS	Notes	Ending balance VND	Opening balance VND
100	A. CURRENT ASSETS		19,219,978,246,888	17,227,983,148,329
110	I. Financial assets		19,197,585,983,725	17,092,445,491,929
111	1. Cash and cash equivalents	5	844,893,407,417	345,985,713,191
111.1	1.1. Cash		215,489,887,243	231,504,310,415
111.2	1.2. Cash equivalents		629,403,520,174	114,481,402,776
112	2. Financial assets at fair value through profit and loss (FVTPL)	7.1	1,639,082,735,727	1,431,143,096,100
113	3. Held-to-maturity (HTM) investments	7.3	9,316,377,561,252	7,882,154,213,938
114	4. Loans	7.4	5,884,564,934,375	5,764,072,330,098
115	5. Available-for-sale (AFS) financial assets	7.2	1,486,602,461,800	1,534,863,599,300
116	6. Provision for impairment of financial assets and mortgage assets	8	(28,572,274,003)	(23,071,577,500)
117	7. Receivables		5,967,428,570	27,842,003,070
117.1	7.1 Receivables from disposal of financial assets	9	2,531,847,570	26,678,453,070
117.2	7.2 Receivables and accruals from dividend and interest income	9	3,435,581,000	1,163,550,000
117.3	7.2.1 Receivables from due dividend and interest income		-	-
117.4	7.2.2 Accruals for undue dividend and interest income		3,435,581,000	1,163,550,000
118	8. Advances to suppliers	9	25,906,045,612	18,082,112,403
119	9. Receivables from services provided by the Company	9	32,566,782,195	55,404,562,922
122	10. Other receivables	9	5,335,544,445	71,271,331,370
129	11. Provision for impairment of receivables	9	(15,138,643,665)	(15,301,892,963)
130	II. Other current assets	10	22,392,263,163	135,537,656,400
131	1. Advances		3,276,229,380	9,001,649,610
132	2. Office supplies, tools and materials		1,115,586,743	53,710,015
133	3. Short-term prepaid expenses		13,528,613,180	10,575,869,709
134	4. Short-term deposits, collaterals and pledges		1,082,898,560	931,717,910
137	5. Other current assets		3,388,935,300	114,974,709,156

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2018

Code	ITEMS	Notes	Ending balance VND	Opening balance VND
200	B. NON-CURRENT ASSETS		1,253,062,316,943	1,536,392,023,519
210	I. Long-term financial assets		748,390,392,125	943,369,693,465
212	1. Long-term investments	11	748,390,392,125	943,369,693,465
212.1	1.1. HTM investments		-	130,424,472,600
212.3	1.2. Investment in associates		748,390,392,125	812,945,220,865
220	II. Fixed assets		113,856,726,573	161,101,323,414
221	1. Tangible fixed assets	12	75,452,574,596	32,942,324,482
222	1.1. Cost		158,377,132,961	115,198,707,424
223a	1.2. Accumulated depreciation		(82,924,558,365)	(82,256,382,942)
227	2. Intangible fixed assets	13	38,404,151,977	128,158,998,932
228	2.1. Cost		100,151,177,681	186,932,181,501
229a	2.2. Accumulated amortisation		(61,747,025,704)	(58,773,182,569)
230	III. Investment properties	14	216,533,816,435	218,230,726,962
231	1. Cost		275,988,308,124	272,917,757,575
232a	2. Accumulated depreciation		(59,454,491,689)	(54,687,030,613)
240	IV. Construction in progress	15	3,912,317,064	47,154,474,755
250	V. Other long-term assets		170,369,064,746	166,535,804,923
251	1. Long-term deposits, collaterals and pledges		22,757,565,966	19,416,533,466
252	2. Long-term prepaid expenses	16	38,572,825,375	35,571,900,952
253	3. Deferred income tax assets	17	74,038,673,405	76,547,370,505
254	4. Payment for Settlement Assistance Fund	18	20,000,000,000	20,000,000,000
255	5. Other non-current assets		15,000,000,000	15,000,000,000
270	TOTAL ASSETS		20,473,040,563,831	18,764,375,171,848

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2018

Code	ITEMS	Notes	Ending balance VND	Opening balance VND
300	C. LIABILITIES		11,324,248,225,391	10,148,125,475,946
310	i. Current liabilities		10,111,729,656,192	9,354,274,432,825
311	1. Short-term borrowings and financial leases	20	8,344,419,603,089	8,503,887,663,684
312	1.1. Short-term borrowings		8,344,419,603,089	8,503,887,663,684
316	2. Short-term bonds	21	459,981,666,659	199,871,666,661
318	3. Payables for securities trading activities	23	13,698,063,300	-
320	4. Short-term trade payables	24	8,085,623,716	7,858,964,987
321	5. Short-term advance from customers		56,492,351,923	5,119,599,349
322	6. Statutory obligation	25	113,615,572,060	131,662,750,256
323	7. Payables to employees		24,776,249,593	39,122,549,261
324	8. Employee benefits		7,145,652	8,662,352
325	9. Short-term accrued expenses	26	135,103,727,726	93,014,814,252
329	10. Other short-term payables	27	731,035,402,749	188,798,899,963
331	11. Bonus and welfare fund		224,514,249,725	184,928,862,060
340	ii. Non-current liabilities		1,212,518,569,199	793,851,043,121
345	1. Long term convertible bonds- Debt component	22	1,050,558,713,450	-
346	2. Long-term bonds	21	-	569,300,000,000
348	3. Long-term advance from customers		1,556,271,568	-
351	4. Long-term unrealized revenue	28	38,297,113,766	33,511,108,968
356	5. Deferred income tax payable	17	122,106,470,415	191,039,934,153
400	D. OWNERS' EQUITY	29	9,148,792,338,440	8,616,249,695,902
410	i. Owners' equity		9,148,792,338,440	8,616,249,695,902
411	1. Share capital		5,141,584,398,585	5,027,878,981,200
411.1	1.1. Capital contribution		5,000,636,840,000	5,000,636,840,000
411.1a	a. Ordinary shares		5,000,636,840,000	5,000,636,840,000
411.2	1.2. Share premium		29,470,756,034	29,482,756,034
411.3	1.3. Convertible bond- Equity component		113,779,095,785	-
411.5	1.4. Treasury shares		(2,302,293,234)	(2,240,614,834)
412	2. Difference from revaluation of assets at fair value	41	445,715,019,005	637,896,244,067
413	3. Foreign exchange rate differences		37,273,690,627	33,179,513,213
414	4. Charter capital supplementary reserve		412,057,165,307	355,412,398,796
415	5. Operational risk and financial reserve		327,549,570,623	270,904,804,112
417	6. Undistributed profit	29.1	2,716,562,925,996	2,212,624,960,292
417.1	6.1. Realised profit		2,916,772,979,805	2,235,685,451,553
417.2	6.2. Unrealised profit		(200,210,053,809)	(23,060,491,261)
418	7. Non-controlling interests		68,049,568,297	78,352,794,222
440	TOTAL LIABILITIES AND OWNERS' EQUITY		20,473,040,563,831	18,764,375,171,848

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2018

OFF-BALANCE SHEET ITEMS

Code	ITEMS	Notes	Ending balance	Opening balance
	A. ASSETS OF THE COMPANY AND ASSETS MANAGED UNDER AGREEMENTS			
005	Foreign currencies	30.1		
	<i>USD</i>		7,184,730.02	5,163,658.21
	<i>EUR</i>		84,350.91	84,352.36
	<i>GBP</i>		37,157.14	38,197.09
006	Outstanding shares (number of shares)	29.4	499,847,842	499,849,370
007	Treasury shares (number of shares)	29.4	215,842	214,314
008	Financial assets listed/registered for trading at Vietnam Securities Depository ("VSD") of the Company (VND)	30.2	840,690,600,000	892,517,220,000
009	Non-traded financial assets deposited at VSD of the Company (VND)	30.3	10,486,130,000	10,485,780,000
010	Awaiting financial assets of the Company (VND)	30.4	3,513,420,000	5,520,000
012	Financial assets which have not been deposited at VSD of the Company (VND)	30.5	628,327,110,000	380,192,020,000
013	Entitled financial assets of the Company (VND)		1,170,000	660,000
	B. ASSETS AND PAYABLES UNDER AGREEMENT WITH INVESTORS			
021	Financial assets listed/registered for trading at VSD of investors (VND)	30.6	38,613,404,310,000	33,276,995,380,000
021.1	<i>Unrestricted financial assets</i>		32,630,688,980,000	27,586,903,680,000
021.2	<i>Restricted financial assets</i>		705,190,820,000	572,565,500,000
021.3	<i>Mortgaged financial assets</i>		4,854,062,050,000	4,435,948,560,000
021.4	<i>Blocked financial assets</i>		151,019,260,000	30,525,850,000
021.5	<i>Financial assets awaiting settlement</i>		272,443,200,000	651,051,790,000

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2018

OFF-BALANCE SHEET ITEMS (continued)

Code	ITEMS	Notes	Ending balance VND	Opening balance VND
	B. ASSETS AND PAYABLES UNDER AGREEMENT WITH INVESTORS (continued)			
022	Non-traded financial assets deposited at VSD of investors	30.7	1,591,667,580,000	1,537,141,910,000
022.1	<i>Unrestricted and non-traded financial assets deposited at VSD</i>		<i>1,126,076,920,000</i>	<i>1,382,746,250,000</i>
022.2	<i>Restricted and non-traded financial assets deposited at VSD</i>		<i>52,756,010,000</i>	<i>52,256,010,000</i>
022.3	<i>Mortgaged and non-traded financial assets deposited at VSD</i>		<i>102,139,650,000</i>	<i>102,139,650,000</i>
022.4	<i>Blocked and non-traded financial assets deposited at VSD</i>		<i>310,695,000,000</i>	-
023	Financial assets awaiting for arrival of investors	30.8	357,880,950,000	558,055,700,000
024b	Financial assets unlisted/unregistered at VSD of investors	30.9	28,073,230,000	587,746,830,000
025	Entitle financial assets of investors	30.10	289,289,340,000	20,760,290,000
026	Investors' deposits		3,047,906,360,591	4,016,678,482,634
027	Investors' deposits for securities trading activities managed by the Company	30.11	2,733,656,414,011	3,834,955,125,947
027.1	Investors' deposits at VSD	30.11	261,604,980,856	145,075,049,045
028	Investors' synthesizing deposits for securities trading activities	30.11	35,049,043,301	17,567,220,094
030	Deposits of securities issuers	30.12	17,595,922,423	19,081,087,548
031	Payables to investors - investors' deposits for securities trading activities managed by the Company	30.13	2,995,261,394,867	3,980,030,174,992
031.1	<i>Payables to domestic investors for securities trading activities managed by the Company</i>		<i>2,841,071,962,213</i>	<i>3,834,932,579,377</i>
031.2	<i>Payables to foreign investors for securities trading activities managed by the Company</i>		<i>154,189,432,654</i>	<i>145,097,595,615</i>

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2018

OFF-BALANCE SHEET ITEMS (continued)

Code	ITEMS	Notes	Ending balance VND	Opening balance VND
	B. ASSETS AND PAYABLES UNDER AGREEMENT WITH INVESTORS (continued)			
032	Payables to securities issuers	30.14	102,191,060	17,697,679,784
034	Dividends, bond principals and interest payables	30.15	17,493,731,363	1,383,407,764



Ms. Hoang Thi Minh Thuy
Chief Accountant

Ms. Nguyen Thi Thanh Ha
Chief Financial Officer



Mr. Nguyen Duy Hung
Chief Executive Officer

Ho Chi Minh City, Vietnam

13 August 2018

INTERIM CONSOLIDATED INCOME STATEMENT
for the six-month period ended 30 June 2018

Code	ITEMS	Notes	Current period VND	Previous period VND
	I. OPERATING INCOME			
01	1. Gain from financial assets at fair value through profit and loss (FVTPL)		370,889,442,803	340,350,618,337
01.1	1.1. Gain from disposal of financial assets at FVTPL	31.1	242,255,194,829	117,739,140,894
01.2	1.2. Gain from revaluation of financial assets at FVTPL	31.2	101,633,259,471	210,462,531,993
01.3	1.3. Dividend, interest income from financial assets at FVTPL	31.3	27,000,988,503	12,148,945,450
02	2. Gain from held-to-maturity (HTM) investments	31.3	310,091,801,832	198,979,264,209
03	3. Gain from loans and receivables	31.3	381,288,482,014	237,338,433,836
04	4. Gain from available-for-sale (AFS) financial assets	31.3	55,217,748,540	85,972,049,974
06	5. Revenue from brokerage services		708,447,949,169	300,520,254,660
07	6. Revenue from underwriting and issuance agent services		75,000,000	6,250,000,000
08	7. Revenue from securities investment advisory services		17,504,380,956	7,469,944,133
09	8. Revenue from securities custody services		7,669,749,988	6,279,637,035
10	9. Revenue from financial advisory services		18,992,051,572	14,314,393,938
11	10. Revenue from other activities	33	50,347,939,206	42,345,238,221
20	Total operating revenue		1,920,524,546,080	1,239,819,834,343
	II. OPERATING EXPENSES			
21	1. Loss from financial assets at fair value through profit and loss (FVTPL)		364,771,965,029	128,942,643,407
21.1	1.1. Loss from disposal of financial assets at FVTPL	31.1	63,069,305,205	20,324,567,375
21.2	1.2. Loss from revaluation of financial assets at FVTPL	31.2	301,123,038,012	108,257,624,921
21.3	1.3. Transaction costs of acquisition of financial assets at FVTPL		579,621,812	360,451,111
23	2. Loss from revaluation of AFS financial assets arising from reclassification		-	1,468,084,331
24	3. Provision expenses/(reversal of provision) for diminution in value and impairment of financial assets and doubtful debts and borrowing costs of loans	32	38,578,521,566	(83,822,497,186)
26	4. Expenses for proprietary trading activities		4,743,051,135	4,308,543,661
27	5. Expenses for brokerage services	34	456,831,465,306	218,956,659,174
28	6. Expenses for underwriting and issuance agent services	34	-	110,277,956
29	7. Expenses for securities investment advisory services	34	9,856,294,257	9,000,893,732
30	8. Expenses for securities custodian services	34	10,752,364,196	8,620,069,351
31	9. Expenses for financial advisory services	34	11,594,491,102	16,448,830,251
32	10. Expenses for other activities	34, 35	39,962,533,782	32,113,656,765
40	Total operating expenses		937,090,686,373	336,147,161,442

CONSOLIDATED INCOME STATEMENT (continued)
for the six-month period ended 30 June 2018

Code	ITEMS	Notes	Current period VND	Previous period VND
	III. FINANCE INCOME			
41	1. Realized and unrealized gain from changes in foreign exchange rates		237,834,403	334,490,510
42	2. Dividend, interest income from demand deposits		16,339,434,324	23,837,059,130
43	3. Gain from disposal of investments in subsidiaries and associates		112,952,366,130	-
44	4. Other finance income		37,448,693,469	34,781,323,645
50	Total finance income	36	166,978,328,326	58,952,873,285
	IV. FINANCE EXPENSES			
51	1. Realized and unrealized loss from changes in foreign exchange rates		563,488,756	776,682,777
52	2. Borrowing costs		244,847,263,620	152,205,376,088
55	3. Other finance expense		156,224,466	-
60	Total finance expenses	37	245,566,976,842	152,982,058,865
62	V. GENERAL AND ADMINISTRATIVE EXPENSES	38	73,358,085,903	75,974,427,049
70	VI. OPERATING PROFIT		831,487,125,288	733,669,060,272
	VII. OTHER INCOME AND EXPENSES			
71	Other income		56,539,040,617	1,395,367,786
72	Other expenses		2,178,458,584	105,892,213
80	Total other operating profit	39	54,360,582,033	1,289,475,573
90	VIII. PROFIT BEFORE TAX		885,847,707,321	734,958,535,845
91	Realized profit		1,085,135,563,556	633,194,919,029
92	Unrealized profit		(199,287,856,235)	101,763,616,816
100	IX. CORPORATE INCOME TAX (CIT) EXPENSES	40	168,837,852,777	137,293,160,393
100.1	Current CIT expense	40.1	189,170,644,117	109,371,787,168
100.2	Deferred CIT (income)/expense	40.2	(20,332,791,340)	27,921,373,225
200	X. PROFIT AFTER TAX		717,009,854,544	597,665,375,452
201	1. Profit after tax attributable to the Parent Company's owners		717,913,080,469	598,943,392,060
202	2. Profit after tax attributable to reserves		56,072,334,097	39,318,124,335
203	3. Profit after tax attributable to non-controlling interest		(903,225,925)	(1,278,016,608)

CONSOLIDATED INCOME STATEMENT (continued)
for the six-month period ended 30 June 2018

Code	ITEMS	Notes	Current period VND	Previous period VND
300	XI. OTHER COMPREHENSIVE GAIN/(LOSS) AFTER TAX			
301	1. (Loss)/gain from revaluation of AFS financial assets	42	(192,181,225,062)	340,998,046,561
400	TOTAL COMPREHENSIVE INCOME		(192,181,225,062)	340,998,046,561
401	Comprehensive income attributable to the Parent Company's owners		(192,175,844,901)	340,981,956,501
402	Comprehensive income attributable to non-controlling interest		(5,380,161)	16,090,060
500	XII. NET INCOME APPROPRIATED TO ORDINARY SHAREHOLDERS		661,840,746,372	559,625,268,103
501	Earnings per share (VND/share)	43	1,324	1,142
502	Diluted earnings per share (VND/share)	44	1,306	1,142



Ms. Hoang Thi Minh Thuy
Chief Accountant



Ms. Nguyen Thi Thanh Ha
Chief Financial Officer



Mr. Nguyen Duy Hung
Chief Executive Officer

Ho Chi Minh City, Vietnam

13 August 2018

INTERIM CONSOLIDATED CASH FLOW STATEMENT
for the six-month period ended 30 June 2018

Code	ITEMS	Notes	Current period VND	Previous period VND
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	1. Net profit before tax		885,847,707,321	734,958,535,845
02	2. Adjustments for:		(604,218,184,691)	(295,310,935,980)
03	Depreciation and amortization		11,666,932,976	9,470,833,011
04	Provisions		(163,249,298)	(147,407,618)
05	Unrealized (gain)/loss from exchange rate difference		(201,922,306)	441,290,256
06	Interest expenses		245,157,263,618	152,340,376,086
07	Gain from investment activities (investment in subsidiaries, associates and long-term HTM financial assets)		(436,757,777,294)	(203,516,594,932)
08	Accrued interest income		(425,681,596,517)	(253,805,985,986)
09	Other adjustments		1,762,164,130	(93,446,797)
10	3. Increase in non-monetary expenses		306,623,734,515	98,785,279,394
11	Loss from revaluation of financial assets at FVTPL		301,123,038,012	108,257,624,921
13	Loss/(reversal of provision) from impairment of loans		5,500,696,503	(10,940,429,858)
14	Loss from revaluation to fair value of AFS financial assets when reclassification		-	1,468,084,331
18	4. Decrease in non-monetary income		(139,458,882,011)	(292,115,975,267)
19	Gain from revaluation of financial assets at FVTPL		(101,633,259,471)	(210,462,531,993)
20	Gain from revaluation to fair value of AFS financial assets when reclassification		(37,825,622,540)	(81,653,443,274)
30	5. Operating profit before changes in working capital		448,794,375,134	246,316,903,992
31	(Increase)/decrease in financial assets at FVTPL		(257,422,993,926)	155,884,730,499
32	(Increase)/decrease in HTM investments		(551,437,978,482)	412,570,476,084
33	Increase in loans		(120,492,604,277)	(416,537,405,481)
34	(Increase)/decrease in AFS financial assets		(238,368,794,832)	29,440,322,404
35	Decrease in receivables from disposal of financial assets		24,146,605,500	47,601,715,600
37	Decrease in receivables from services provided by the Company		22,924,420,820	1,721,501,103
39	Decrease/(increase) in other receivables		20,757,848,933	(3,636,802,760)
40	Decrease/(increase) in other assets		116,249,317,358	(76,700,735,981)
41	Increase in accrued expenses (excluding interest expenses)		34,372,413,063	7,620,364,484
42	Increase prepaid expenses		(5,950,966,429)	(11,345,899,553)
43	Current income tax paid		(190,127,422,352)	(113,706,832,129)
44	Interest expenses paid		(222,838,102,844)	(151,276,922,762)
46	Increase/(decrease) in trade payables		1,692,123,755	(5,170,958,304)
47	Decrease in welfare benefits		(1,516,700)	(156,768,000)
48	(Decrease)/increase in statutory obligations		(17,091,988,830)	4,153,500,893
49	Decrease in payables to employees		(14,346,299,668)	(257,272,462)
51	Increase in other payables		591,093,213,288	81,333,511,412
52	Other receipts from operating activities		423,409,565,517	253,885,874,686
	- Interest received		423,409,565,517	253,769,132,986
	- Other receipts		-	116,741,700
53	Other payments for operating activities		(43,578,317,950)	(25,098,068,664)
60	Net cash flows from operating activities		21,782,897,078	436,641,235,061

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (continued)
for the six-month period ended 30 June 2018

Code	ITEMS	Notes	Current period VND	Previous period VND
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
61	Purchase and construction of fixed assets, investment properties and other long-term assets		(34,109,447,725)	(16,821,385,371)
62	Proceeds from disposal and sale of fixed assets, investment properties and other long-term assets		207,034,565,670	-
63	Cash payments for investment in subsidiaries, associates, joint ventures and other investments		(3,308,690,687,304)	(3,127,000,000,000)
64	Cash receipt from capital withdrawal from subsidiaries, associates, joint ventures and other investments		2,695,372,080,000	1,690,100,000,000
65	Interest and dividends from long-term investments received		236,701,747,502	171,802,563,750
70	Net cash flow used in investing activities		(203,691,741,857)	(1,281,918,821,621)
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
71	Cash receipt from issuance of shares, capital contributed by shareholders		113,767,095,785	397,000,000
72	Repayment of capital contributed by shareholders, repurchase of issued shares		(61,678,400)	-
73	Drawdown of borrowings		44,582,608,114,006	20,517,213,503,712
73.2	- Other borrowings		44,582,608,114,006	20,517,213,503,712
74	Repayment of borrowings		(44,015,355,270,386)	(19,159,269,613,915)
74.3	- Other repayment of borrowings		(44,015,355,270,386)	(19,159,269,613,915)
76	Dividends, profit distributed to shareholders		(141,722,000)	(393,320,000)
80	Net cash flow from financing activities		680,816,539,005	1,357,947,569,797
90	NET INCREASE IN CASH DURING THE PERIOD		498,907,694,226	512,669,983,237
101	CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	5	345,985,713,191	308,564,964,314
101.1	Cash		231,375,853,648	200,205,959,021
101.2	Cash equivalents		114,481,402,776	107,413,029,168
102	Exchange rate differences		128,456,767	945,976,125
103	CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5	844,893,407,417	821,234,947,551
103.1	Cash		213,727,723,113	489,868,225,236
103.2	Cash equivalents		629,403,520,174	331,223,642,251
104	Exchange rate differences		1,762,164,130	143,080,064

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (continued)
for the six-month period ended 30 June 2018

CASH FLOWS FROM BROKERAGE AND TRUST ACTIVITIES OF CUSTOMERS

Code	ITEMS	Notes	Current period VND	Previous period VND
	I. Cash flows from brokerage and trust activities of customers			
01	1. Cash receipts from disposal of brokerage securities of customers		162,664,814,455,247	65,773,271,649,464
02	2. Cash payments for acquisition of brokerage securities of customers		(123,255,230,249,635)	(65,128,053,795,539)
07	3. Cash receipts for settlement of securities transactions of customers (deposit/(withdrawal))		(41,704,149,404,660)	900,849,424,214
07.1	4. Investors' deposits at VSD		116,529,931,809	-
09	5. Cash payments for custodian fees of customers		(7,155,149,065)	(5,426,247,732)
12	6. Cash receipt from securities issuers		2,690,085,445,392	833,921,375,000
13	7. Cash payment to securities issuers		(1,473,667,151,131)	(1,096,617,818,036)
20	Net (decrease)/increase in cash during the period		(968,772,122,043)	1,277,944,587,371
30	II. Cash and cash equivalents of customers at the beginning of the year		4,016,678,482,634	1,630,987,771,952
31	Cash at banks at the beginning of the year:		4,016,678,482,634	1,630,987,771,952
32	- Investors' deposits managed by the Company for securities trading activities		3,980,030,174,992	1,616,354,145,533
	<i>In which: Investors' deposits at VSD</i>		145,075,049,043	-
33	- Investors' synthesizing deposits for securities trading activities		17,567,220,094	5,034,657,285
35	- Deposits of securities issuers		19,081,087,548	9,598,969,134
40	III. Cash and cash equivalents of the customers at the end of the period (40 = 20 + 30)		3,047,906,360,591	2,908,932,359,323
41	Cash at banks at the end of the period:		3,047,906,360,591	2,908,932,359,323
42	- Investors' deposits managed by the Company for securities trading activities	30.11	2,995,261,394,867	2,885,789,316,948
	<i>In which: Investors' deposits at VSD</i>		261,604,980,856	-
43	- Investors' synthesizing deposits for securities trading activities	30.11	35,049,043,301	7,498,303,391
45	- Deposits of securities issuers	30.12	17,595,922,423	15,644,738,984



Ms. Hoang Thi Minh Thuy
Chief Accountant

Ho Chi Minh City, Vietnam

13 August 2018



Ms. Nguyen Thi Thanh Ha
Chief Financial Officer



Mr. Nguyen Duy Hung
Chief Executive Officer

CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY
for the six-month period ended at 30 June 2018

ITEMS	Notes	Opening balance		Increase/(Decrease)		Ending balance			
		01/01/2017		Previous period		Current period			
		VND	01/01/2018	Increase	Decrease	Increase	Decrease		
A	B	1	2	3	4	5	6	7	8
I. CHANGES IN OWNERS' EQUITY									
1. Share capital		4,927,409,917,200	5,027,878,981,200	221,905,501	175,094,499	113,717,417,385	(12,000,000)	4,927,806,917,200	5,141,584,398,585
1.1. Ordinary share	29.2	4,900,636,840,000	5,000,636,840,000	-	-	-	-	4,900,636,840,000	5,000,636,840,000
1.2. Share premium		29,265,860,000	29,482,756,034	221,905,501	(34,000,000)	-	(12,000,000)	29,453,765,501	29,470,756,034
1.3. Convertible bond- Equity component		-	-	-	-	-	-	-	-
1.4. Treasury share		(2,492,782,800)	(2,240,614,634)	-	209,094,499	(61,678,400)	-	(2,283,688,301)	(2,302,293,234)
2. Charter capital		311,560,605,893	355,412,398,796	43,851,792,903	-	56,644,766,511	-	355,412,398,796	412,057,165,307
3. Operational risk and financial reserve		227,053,011,209	270,904,804,112	43,851,792,903	-	56,644,766,511	-	270,904,804,112	327,549,570,623
4. Difference from revaluation of financial assets at fair value		652,792,875,375	637,896,244,067	456,537,105,558	(115,539,058,987)	15,531,856,773	(207,713,081,835)	983,790,921,936	445,715,019,005
5. Foreign exchange rate differences		34,056,420,954	33,179,513,213	-	(324,535,427)	4,094,177,414	-	33,731,885,527	37,273,690,627
6. Undistributed profit		1,674,837,853,150	2,212,624,960,292	727,080,455,769	(257,795,011,049)	997,254,456,804	(493,316,491,100)	2,144,123,297,870	2,716,562,925,996
6.1. Realized profit	29.1	1,727,170,255,230	2,235,685,451,553	525,931,899,260	(149,096,095,870)	895,062,643,017	(213,975,114,765)	2,104,006,058,620	2,916,772,979,805
6.2. Unrealized profit	29.1	(52,332,402,080)	(23,060,491,261)	201,148,556,509	(108,698,915,179)	102,191,813,787	(279,341,376,335)	40,117,239,250	(200,210,053,809)
7. Non-controlling interest		79,101,184,212	78,352,794,222	-	(1,278,016,608)	-	(10,303,225,925)	77,823,167,604	68,049,568,297
TOTAL		7,906,811,867,993	8,616,249,695,902	1,271,543,052,634	(374,761,527,582)	1,243,887,441,398	(711,344,798,860)	8,803,593,393,045	9,148,792,338,440

Saigon Securities Incorporation

B04a-CTCK/HN

CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY (continued) for the six-month period ended 30 June 2018

Items	Notes	Opening balance		Increase/(Decrease)				Ending balance	
		01/01/2017	01/01/2018	Previous period		Current period		30/06/2017	30/06/2018
		VND	VND	Increase	Decrease	Increase	Decrease	VND	VND
A	B	1	2	3	4	5	6	7	8
II. OTHER COMPREHENSIVE INCOME									
Gain/(loss) from revaluation of AFS financial assets	41	652,792,875,375	637,896,244,067	456,537,105,558	(115,539,058,997)	15,531,856,773	(207,713,081,835)	993,790,921,936	445,715,019,005
TOTAL		652,792,875,375	637,896,244,067	456,537,105,558	(115,539,058,997)	15,531,856,773	(207,713,081,835)	993,790,921,936	445,715,019,005



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Ms. Hoang Thi Minh Thuy
Chief Accountant

Ms. Nguyen Thi Thanh Ha
Chief Financial Officer

Mr. Nguyen Duy Hung
Chief Executive Officer

Ho Chi Minh City, Vietnam

13 August 2018

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
as at 30 June 2018 and for the six-month period then ended

1. CORPORATE INFORMATION

Saigon Securities Incorporation ("the Company") is a joint stock company established under the Corporate Law of Vietnam, Operating License No. 3041/GP-UB dated 27 December 1999 issued by Ho Chi Minh City People's Committee and the first Business Registration No. 056679 dated 30 December 1999 issued by Ho Chi Minh City Department of Planning and Investment. The Company operates under Securities Trading License No. 03/GPHDKD issued by the State Securities Commission on 5 April 2000 and subsequent amended licenses.

The Company's initial charter capital was VND 6,000,000,000. The charter capital has been supplemented from time to time in accordance with amended licenses. As at 30 June 2018, in accordance with the latest Amended License No. 10/GPDC-UBCK granted by the Chairman of State Securities Commission, which has been effective since 30 January 2018, the Company's total charter capital was VND 5,000,636,840,000.

The Company's primary activities are to provide brokerage service, securities trading, underwriting for securities issues, custodian service, finance and investment advisory service, margin lending services and derivatives trading. The Company's Head Office is located at 72 Nguyen Hue Boulevard, District 1, Ho Chi Minh City, Vietnam. As at 30 June 2018, the Company has branches located in Ho Chi Minh City, Hanoi, Hai Phong, Vung Tau and Nha Trang, and transaction offices located in Ho Chi Minh City and Hanoi.

The number of the Company's employees as at 30 June 2018 was 973 persons (31 December 2017: 887 persons).

Company's operation

Capital

As at 30 June 2018, total charter capital of the Company is VND 5,000,636,840,000, owners' equity including non-controlling interests is VND 9,148,792,338,440 and total assets are VND 20,473,040,563,831.

Investment objectives

As the biggest listed securities company in Vietnam stock market, the Company's principal activities are to provide brokerage service, securities trading, finance and investment advisory service, custodian service and underwriting for securities issues. The Company's goals are to become a partner with clients, to focus all resource and initiatives to bring success to all stakeholders.

Investment restrictions

The Company is required to comply with Article 44 under Circular No. 210/2012/TT-BTC dated 30 November 2012 providing guidance on establishment and operation of securities companies, Circular No. 07/2016/TT-BTC dated 18 January 2016 amended some articles of Circular No. 210/2012/TT-BTC and other applicable regulations on investment restrictions. The current applicable practices on investment restrictions are as follows:

- ▶ Securities company is not allowed to purchase, contribute capital to invest in real-estate assets except for the purpose of use for head office, branches, and transaction offices directly serving professional business activities of the securities company.
- ▶ Securities company may invest in real-estate investment and fixed assets on the principle that the carrying value of the fixed assets and real-estate investment should not exceed fifty percent (50%) of the total value of assets of the securities company.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

1. **CORPORATE INFORMATION** (continued)

Investment restrictions (continued)

- ▶ Securities company is not allowed to use more than seventy percent (70%) of its owners' equity to invest in corporate bonds. Securities company, licensed to engage in self-trading activity, is allowed to trade listed bonds in accordance with relevant regulation on trading Government bonds.
- ▶ Securities company must not by itself, or authorize another organization or individuals to: Invest in shares or contribute capital to companies that owned more than fifty percent (50%) of the charter capital of the securities company, except for purchasing of odd lots at the request of customers; Make joint investment with an affiliated person of five percent (5%) or more in the charter capital of another securities company; Invest more than twenty percent (20%) in the total currently circulating shares or fund certificates of a listing organization; Invest more than fifteen percent (15%) in the total currently circulating shares or fund certificates of an unlisted organization, this provision shall not apply to member fund, ETF fund or open-end fund certificates; Invest or contribute capital of more than ten percent (10%) in the total paid-up capital of a limited liability company or of a business project; Invest more than fifteen percent (15%) of its owners' equity in a single organization or of a business project; Invest more than seventy percent (70%) of its total equity in shares, capital contribution and a business project, specifically invest more than twenty percent (20%) of its total owners' equity in unlisted shares, capital contribution and a business project.
- ▶ Securities company is allowed to establish or purchase an asset management company as a subsidiary. In that case, securities company is not required to follow the above restrictions.

Subsidiaries

As at 30 June 2018, the Company had two (02) directly owned subsidiaries as follows:

<i>Company name</i>	<i>Established under</i>	<i>Business sector</i>	<i>Charter capital</i>	<i>% holding</i>
SSI Asset Management Company Ltd. (SSIAM)	Operating License No.19/UBCK- GP dated 03 August 2007 and the latest amended Operating License No.38/GPDC-UBCK dated 26 December 2013	Investment fund management and investment portfolio management	VND30 billion	100%
SSI Investment Member Fund (SSI IMF)	Approval Letter of Member Fund Foundation No.130/TB-UBCK dated 27 July 2010	Investments in securities and other investible assets, including real estates	VND390 billion	80%

Besides, as at 30 June 2018, the Company had one (01) indirectly owned by SSI IMF subsidiary named SSI International Corporation.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

1. CORPORATE INFORMATION (continued)

Associates

As at 30 June 2018, the Company had two (02) associates presented on the interim consolidated financial statements as follows:

<i>Name</i>	<i>Business establishment</i>	<i>Sector</i>	<i>Charter capital (VND)</i>
The Pan Group (PAN)	Business Registration No. 0301472704 dated 20 December 2017 issued by Long An Department of Planning and Investment (15th amended license). At the initial stage, the company operated under Business Registration No. 4103003790 dated 31 August 2005. The company's shares have been officially listed on Ho Chi Minh City Stock Exchange.	Cultivation, farming; Livestock services; Post-harvest services; Cultivation services activities; House cleaning services; Investment advisory services (except for financial advisory); Management advisory services (except for finance, economics and law); Market research services.	1,202,016,300,000
Vietnam Fumigation Joint Stock Company (VFG)	Vietnam Fumigation Joint Stock Company is transformed from a State - owned enterprise, so called Vietnam Fumigation Company under Ministry of Agriculture and Rural Development, in accordance with Decision No. 70/QĐ-TTĐ dated 3 May 2001 issued by Prime Minister of the Socialist Republic of Vietnam. The company operates under the first Business Registration No. 0302327629 dated 31 December 2001 issued by Ho Chi Minh City Department of Planning and Investment and the latest amended license dated 24 July 2017. The company's shares have been officially listed on Ho Chi Minh City Stock Exchange.	Production, processing, carton boxes, packaging: plant protection products and fumigating materials; Rendering of fumigating services, eradication of harmful animals for agricultural and forestry products, and other materials; Trading of pesticide, plant protection materials, fumigation materials; Trading of materials and chemicals for agricultural production (except for toxic substances); Fertilizer wholesale; Handling, maintenance, sanitation in factories, warehouses, offices services; Anti - termite service; Anti-termite service for construction works; Renting office, warehouse; Goods inspection; Caring service for agricultural products; Wholesale corn and other grains.	237,701,890,000

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

1. CORPORATE INFORMATION (continued)

Key characteristics of the Company's operation which affect the Company's interim consolidated financial statements

The Company's profit after tax for the first 6 months of 2018 was VND 717,009,854,544, which made an increase of 20% (amounted to VND 119,344,479,092) in comparison to the first 6 months of 2017 owing to the following reasons:

- ▶ Due to the expansion of the Company's brokerage market share, securities brokerage revenue increased by 135.7%, equivalent to VND 407,927,694,509. Besides, interest income from loans increased by 60.7%, equivalent to VND 143,950,048,178. Such increases are higher than the rise of brokerage expenses which was 108.6%, equivalent to VND 237,874,806,132.
- ▶ Growth rate of interest income from held-to-maturity investments was 55.8%, corresponding to VND 111,112,537,623, higher than the growth of interest expenses, which was VND 92,641,887,532.
- ▶ Finance income increased by 183.2%, equivalent to VND 108,025,455,041, mainly due to the disposal of investment in associates.

2. BASIS OF PRESENTATION

2.1 ***Applied accounting standards and system***

The interim consolidated financial statements of the Company expressed in Vietnam dong ("VND") are prepared and presented in accordance with Vietnamese Enterprise Accounting System, the accounting regulation and guidance applicable to securities companies as set out in Circular No. 210/2014/TT-BTC dated 30 December 2014, Circular No. 334/2016/TT-BTC dated 27 December 2016 amending, supplementing and replacing Appendices No. 02 and No. 04 of Circular No. 210/2014/TT-BTC, Circular No. 146/2014/TT-BTC dated 6 October 2014 providing guidance on financial regime applicable to securities companies and asset management companies and other Vietnamese Accounting Standards promulgated by the Ministry of Finance as per:

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

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

2. BASIS OF PRESENTATION (continued)

2.2 Basis on consolidation (continued)

The interim consolidated financial statements comprise the financial statements of Saigon Securities Incorporation (the parent company) and its subsidiaries as at 30 June 2018.

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

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

All intra-company balances, incomes and expenses, and unrealized gains or losses resulting from intra-company transactions are eliminated in full.

Non-controlling interests represent the portion of profit or loss and net assets of the subsidiaries which are not held by the Company, and are presented separately in the interim consolidated income statement and within equity in the interim consolidated statement of financial position, separately from parent shareholders' equity.

2.3 Registered accounting documentation system

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

2.4 Fiscal year

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

The Company also prepares its interim financial statements for the six-month period from 1 January to 30 June and its quarterly financial statements for the three-month periods ended 31 March, 30 June, 30 September and 31 December each year.

2.5 Accounting currency

The consolidated financial statements are prepared in Vietnam dong ("VND"), which is the accounting currency of the Company.

3. STATEMENT ON COMPLIANCE WITH VIETNAMESE ACCOUNTING STANDARDS AND SYSTEMS

Management confirms that the Company has complied with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System, accounting guidance applicable to securities companies and statutory requirements relevant to preparation and presentation of the interim consolidated financial statements.

Accordingly, the accompanying interim consolidated statement of financial position, interim consolidated income statement, interim consolidated statement of cash flows, interim consolidated statement of changes in owners' equity and notes to the 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 financial position and results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 *Cash and cash equivalents*

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

Cash deposited by customers for securities trading and cash deposited by securities issuers are presented off-balance sheet.

4.2 *Financial assets at fair value through profit and loss (FVTPL)*

Financial assets recognized at fair value through profit and loss are financial assets that satisfy either of the following conditions:

- a) It is classified as held for trading. A financial asset is classified as held for trading if:
 - ▶ it is acquired or incurred principally for the purpose of selling or repurchasing it in the near term;
 - ▶ there is evidence of a recent actual pattern of short-term profit-taking; or
 - ▶ it is a derivative (except derivative that is a financial guarantee contract or effective hedging instrument).
- b) Upon initial recognition, a financial asset is designated by the entity as at fair value through profit and loss as it meets one of the following criteria:
 - ▶ The designation eliminates or significantly reduces the inconsistent treatment that would otherwise arise from measuring the asset or recognising gains or losses on a different basis; or
 - ▶ The assets are part of a group of financial assets which are managed and their performance is evaluated on a fair value basis, in accordance with the Company's risk management policy or investment strategy.

Financial assets at FVTPL are initially recognized at cost (acquisition cost of the assets excluding transaction cost arising from the purchase) and subsequently recognized at fair value.

Increase in the difference arising from revaluation of financial assets at FVTPL in comparison with the previous year is recognized into the interim consolidated income statement under "Gain from revaluation of financial assets at FVTPL". Decrease in the difference arising from revaluation of financial assets at FVTPL in comparison with the previous is recognized into the interim consolidated income statement under "Loss from revaluation of financial assets at FVTPL".

Transaction costs relating to the purchase of the financial assets at FVTPL are recognized when incurred as expenses in the interim consolidated income statement.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.3 Held-to-maturity investments (HTM)

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

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

Held-to-maturity investments are initially recognized at cost (acquisition cost of the assets plus (+) transaction costs which are directly attributable to the investments such as brokerage fee, trading fee, issuance agency fee and banking transaction fee). After initial recognition, held-to-maturity financial investments are subsequently measured at amortized cost using the effective interest rate ("EIR").

Amortized cost of HTM financial investments is the amount at which the financial asset is measured at initial recognition minus (-) principal repayments, plus (+) or minus (-) the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount, and minus (-) any reduction for impairment or irrecoverability (if any).

The effective interest rate method is a method of calculating the cost allocation on interest income or interest expense in the period of a financial asset or a group of HTM investments.

The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial assets or financial liabilities.

HTM investments are subject to an assessment of impairment at the interim consolidated financial statements date. Provision is made for an HTM investment when there is any objective evidence that the investment is irrecoverable or there is uncertainty of recoverability, resulting from one or more events that have occurred after the initial recognition of the investment and that event has an impact on the estimated future cash flows of the investment that can be reliably estimated. Evidence of impairment may include a drop in the fair value/market value of the investment, indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments, the probability that they will enter bankruptcy or other financial reorganization and where observable data indicate that there is a measurable decrease in the estimated future cash flows, such as changes in arrears or economic conditions that correlate with defaults. When there is any evidence of impairment, provision for an HTM investment is determined as the negative difference between its fair value and amortized cost at the assessment date. Any increase/decrease in the balance of provision is recognized in the income statement under "Provision expense for diminution in value and impairment of financial assets and doubtful receivables, and borrowing costs of loans".

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.4 Loans

Loans are non-derivative financial assets with fixed or identifiable payments and not listed on the market, with the exceptions of:

- a) The amounts the Company has the intent to immediately sell or will sell in a near future which are classified as assets held for trading, and like those which, upon initial recognition, the Company categorized as such recognized at fair value through profit or loss;
- b) The amounts categorized by the Company as available-for-sale upon initial recognition; or
- c) The amounts whose holders cannot recover most of the initial investment value not due to credit quality impairment and which are categorized as available-for-sale.

Loans are recognized initially at cost (disbursement amount of the loans). After initial recognition, loans are subsequently measured at amortized cost using the effective interest rate ("EIR").

Amortized cost of loans is the amount at which the loans is measured at initial recognition minus (-) principal repayments, plus (+) or minus (-) the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount, and minus (-) any reduction for impairment or irrecoverability (if any).

Loans are subject to an assessment of impairment at the interim consolidated financial statements date. Provision is made for loan based on its estimated loss which is determined by the negative difference between the market value of securities used as collaterals for such loan and the loan balance. Any increase/decrease in the balance of provision is recognized in the income statement under "Provision expense for diminution in value and impairment of financial assets and doubtful receivables, and borrowing costs of loans".

4.5 Available-for-sale (AFS)

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

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

Available-for-sale financial assets are recognized initially at cost plus (+) transaction costs (which are directly attributable to the purchase of the financial assets). After initial recognition, AFS financial assets are subsequently measured at fair value.

Difference arising from the revaluation of AFS financial assets in comparison with previous period is recognized under "*Gain/(loss) from revaluation of AFS financial assets*" in "*Other comprehensive income after tax*" which is a part of the interim consolidated income statement.

At the interim consolidated financial statement date, the Company assessed whether there is any objective evidence that an AFS financial asset is impaired. Any increase/decrease in the balance of provision is recognized in the interim consolidated income statement under "*Provision expenses for diminution in value and impairment of financial assets and doubtful debts and borrowing costs of loans*".

- ▶ Where an equity instrument is classified as available-for-sale, evidence of impairment includes a significant or prolonged decline in the fair value of the investment below its original cost. 'Significant' is to be evaluated against the original cost of the asset and 'prolonged' indicates the period in which the fair value has been below its original cost. When any evidence of impairment exists, provision is determined as the difference between the AFS asset's cost and fair value at the assessment date.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.5 Available-for-sale (AFS) (continued)

- ▶ Where a debt instrument is classified as available-for-sale, the assessment of impairment is conducted using the same criteria as those applied for HTM investments. When there is any evidence of impairment, provision for an AFS asset is determined as the negative difference between its fair value and amortized cost at the assessment date.

4.6 Fair value/market value of financial assets

Fair value/market value of the securities is determined as follows:

- ▶ For securities listed on Hanoi Stock Exchange and Ho Chi Minh City Stock Exchange, their market prices are their closing prices on the trading day preceding the date of setting up the revaluation.
- ▶ For securities registered for trading on UPCOM, their market prices are their average closing prices on the trading day preceding the date of setting up the revaluation.
- ▶ For delisted securities and suspended trading securities from the sixth day afterward, their prices are the book value at the latest financial report date.
- ▶ The market price for unlisted securities and securities unregistered for trading on UPCOM used as a basis for setting up the revaluation is the trading prices of the latest transaction on over-the-counter ("OTC") market.

For securities which do not have reference price from the above sources, the revaluation is determined based on the financial performance and the book value of securities issuers as at the assessment date.

For the purpose of determining CIT taxable profit, the tax bases for financial assets are determined by cost minus (-) provision for diminution in value. Accordingly, market value of securities for provision purpose is determined in accordance with the Circular No.146/2014/TT-BTC.

4.7 Derecognition of financial assets

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognized when:

- ▶ The rights to receive cash flows from the assets have expired;
- ▶ The Company has transferred its rights to receive cash flows from the assets or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a "pass-through" arrangement; and either:
 - the Company has transferred substantially all the risks and rewards of the assets, or
 - the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement; and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognized to the extent of the Company's continuing involvement in the asset. In that case, the Company also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

The continued participation in transferred assets in the form of guarantee will be recognized at smaller value between the initial carrying value of the assets and the maximum amount that the Company is required to pay.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.8 *Reclassification of financial assets*

Reclassification when selling financial assets other than FVTPL

When selling financial assets other than FVTPL, securities companies are required to reclassify those financial assets to financial assets at FVTPL. The difference arising from the revaluation of financial assets AFS which was recognized in "*Difference from revaluation of assets at fair value*" will be recognized as corresponding revenue or expenses at the date of reclassification of financial assets AFS for selling purpose.

Reclassification due to change in purpose or ability to hold

Securities companies are required to reclassify financial assets to their applicable categories if their purpose or ability to hold has changed, consequently:

- ▶ Non-derivative financial assets at FVTPL or financial assets that are not required to be classified as financial asset at FVTPL at the initial recognition can be classified as loans and other receivables or as cash and cash equivalents if the requirements are met. The gains or losses arising from revaluation of financial assets at FVTPL prior to the reclassification are not allowed to be reversed.
- ▶ Due to changes in purposes or ability to hold, some HTM investments are required to be reclassified into AFS financial assets and to reassessed at fair value. The difference arising from revaluation between carrying value and fair value are recognized in the income statement under "*Difference from revaluation of assets at fair value*" in Owners' equity.

4.9 *Investments in associates*

An associate is an entity in which the Company has significant influence but that is neither subsidiaries nor joint ventures. The Company generally deems they have significant influence if they have over 20% of the voting rights.

The Company's investments in associates are accounted for using the equity method of accounting.

Under the equity method, the investment is initially carried in the interim consolidated statement of financial position at cost. In term of the acquisition, the difference between cost of the investment and the determinable net asset fair value in correspondence with the Company's shares in associate at the acquisition date is defined as goodwill. Negative goodwill is recognized in "Other investment revenue (share of profits/(loss) in associates)" of the interim consolidated income statement. Positive goodwill will be reflected in the value of investment in associate of the interim consolidated statement of financial position.

When determining the determinable fair value of net assets in associates, the Company applies principles and suppositions as follows:

- ▶ Fair value of cash and short term deposit, payables to suppliers and other short term liabilities approximates their carrying value due to their short term;
- ▶ Fair value of receivables is determined based on estimation of recoverability, therefore, the Company estimates fair value at the cost less provisions for receivables;
- ▶ Fair value of financial investments is determined at market prices;
- ▶ Fair value of fixed assets approximates their cost less accumulated depreciation
- ▶ Fair value of the qualification in the auditors' report in the audited financial statements of associates is determined as zero (0); and
- ▶ Fair value of other immaterial assets and debts is determined as their carrying value.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.9 *Investments in associates* (continued)

After the initial recognition, the investment is adjusted to changes of the Company's share in associates' post-acquisition net assets. The interim consolidated income statement reflects the share of the post-acquisition results of operation of the associates. Changes in net asset value of associates, including changes arisen from revaluation of fixed assets and investments, foreign exchange differences and differences arisen from consolidation of associates are not reflected in the consolidated income statement, but recognized directly in "Undistributed profit" in the interim consolidated statement of financial position.

The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. Dividend receivable from associates is deducted from the carrying amount of the investment.

The financial statements of the associates are prepared for the same reporting period as the Company, using the same accounting policies. Where necessary, adjustments are made to bring the accounting policies in line with those of the Company.

4.10 *Recognition of mortgaged financial assets*

During the period, the Company had mortgaged/pledged financial assets which are used as collaterals for financial obligations of the Company.

According to the terms and conditions of the mortgage/pledge contracts, during the valid period of the contracts, the Company is not allowed to sell, transfer or use the mortgaged/pledged assets under repurchase or swap contracts with any other third party.

In case the Company is unable to fulfil its obligations, the mortgagee/pledgee is allowed to use the mortgaged/pledged assets to settle the obligations of the Company after a period specified in the mortgage/pledge contracts, since the obligations due date.

The mortgaged/pledged assets are monitored in the Company's consolidated statement of financial position in accordance with accounting principles relevant to the assets' classification.

4.11 *Receivables*

Receivables are initially recorded at cost and subsequently always presented at cost.

Receivables are subject to review for impairment based on their overdue status or estimated loss arising from undue debts of corporate debtors who have bankruptcy or are under liquidation; or of individual debtors who are missing, have fled, are prosecuted, detained or tried by law enforcement bodies, are serving sentences or have deceased. Increases or decreases to the provision balance are recorded as "*Provision expenses for diminution in value and impairment of financial assets and doubtful debts and borrowing costs of loans*" in the interim consolidated income statement.

The Company has made provision for doubtful receivables in accordance with Circular No. 228/2009/TT-BTC dated 7 December 2009 issued by the Ministry of Finance. Accordingly, the provision rates for overdue receivables are as follows:

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

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.12 *Tangible fixed assets*

Tangible fixed assets are stated at cost less accumulated depreciation.

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

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

When tangible fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the interim consolidated income statement.

4.13 *Intangible fixed assets*

Intangible assets are stated at cost less accumulated amortization.

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

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

When intangible fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the interim consolidated income statement.

4.14 *Depreciation and amortisation*

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

Buildings and architectures	6 years
Office machineries	3 - 5 years
Means of transportation	6 years
Office equipment	3 - 5 years
Software	3 - 5 years
Land use rights with indefinite life	not amortised
Other intangible fixed assets	2 - 5 years

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.15 Investment properties

Investment properties are stated at cost, inclusive of related transaction fees less accumulated depreciation.

Subsequent expenditure relating to an investment property that has already been recognised 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 Company.

Depreciation and amortisation of the property is calculated on a straight-line basis over the estimated useful life of each asset. The depreciation period is 27.5 years.

4.16 Operating lease

Whether an agreement is determined as a property lease agreement depends on the nature of the agreement at the beginning: whether the implementation of the agreement depends on the use of a certain asset and whether the agreement includes clauses on the use rights of the asset.

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

4.17 Prepaid expenses

Prepaid expenses, including short-term prepaid expenses and long-term prepaid expenses in the consolidated statement of financial position, are amortised over the period for which the amounts are paid or the period in which economic benefits are generated in relation to these expenses.

The following types of expenses are recorded as prepaid expenses and are amortised over the period from one (1) years in three (3) years to the interim consolidated income statement:

- ▶ Office renovation expenses;
- ▶ Office rental expenses; and
- ▶ Office tools and consumables

4.18 Repurchase agreements

Securities sold under the agreements to be repurchased at a specified future date ("repos") are not derecognized from the interim consolidated statement of financial position. The corresponding cash received is recognized in the interim consolidated statement of financial position as a liability. The difference between the sale price and repurchase price is treated as interest expense and is accrued in the interim consolidated income statement over the life of the agreement using the straight-line method.

4.19 Borrowings and non-convertible bonds issued

Borrowings and non-convertible bonds issued by the Company are recorded and stated at cost of the balance at the end of the accounting period.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.20 Convertible bonds

Bonds that are convertible by the holder into a fixed number of ordinary shares of the entity are separated into financial liability and equity instrument based on the terms of the contract.

On issuance of the convertible bond, the fair value of the liability component is determined by discounting the future payment (including principal and interest) to present value at the market rate for an equivalent non-convertible bond less issuance cost.

The remainder of the proceeds is allocated to the conversion option that is recognised and included in shareholders' equity. The carrying amount of the conversion option is not re-measured in subsequent years.

Transaction costs are amortised during the lifetime of the bond. At initial recognition, issuance costs are deducted from the liability component of the bond.

4.21 Payables and accrued expenses

Payables and accrued expenses are recognized for amounts to be paid in the future for bonds interest payables, goods and services received, whether or not billed to the Company.

4.22 Employee benefits

4.22.1 Post-employment benefits

Post-employment benefits are paid to retired employees of the Company by the Social Insurance Agency, which belongs to the Ministry of Labour and Social Affairs. The Company is required to contribute to these post-employment benefits by paying social insurance premium to the Social Insurance Agency at the rate of 17.5% of an employee's basic salary, salary-related allowances and other supplements. Other than that, the Company has no further obligation relating to post-employment benefits.

4.22.2 Severance pay

The Company has the obligation, under Section 48 of the Vietnam Labor Code 10/2012/QH13 effective from 1 May 2013, to pay allowance arising from voluntary resignation of employees, equal to one-half month's salary for each year of employment up to 31 December 2008 plus salary allowances (if any). From 1 January 2009, the average monthly salary used in this calculation is the average monthly salary of the latest six-month period up to the resignation date.

4.22.3 Unemployment insurance

According to Circular No. 32/2010/TT-BLĐTBXH providing guidance for Decree No. 127/2008/ND-CP on unemployment insurance, from 1 January 2009, the Company is required to contribute to the unemployment insurance at the rate of 1% of salary and wage fund of unemployment insurance joiners and deduct 1% of monthly salary and wage of each employee to contribute to the unemployment insurance.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.23 *Foreign currency transactions*

Transactions in currencies other than the Company's reporting currency of VND are recorded at the actual transaction exchange rates of commercial banks at transaction dates. At the end of the period, monetary balances denominated in foreign currencies are determined as follows:

- ▶ Monetary assets are translated at buying exchange rate of the commercial bank where the Company conducts transactions regularly.
- ▶ Monetary liabilities are translated at selling exchange rate of the commercial bank where the Company conducts transactions regularly.

All foreign exchange differences incurred during the period and arisen from the revaluation of monetary accounts denominated in foreign currencies at the end of the period are taken to the interim consolidated income statement.

4.24 *Treasury shares*

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

4.25 *Conversion of subsidiaries' financial statements into parent company's accounting currency*

Subsidiaries' financial statements which are prepared in the foreign currency that is different from the Parent Company's accounting currency are converted into the Parent Company's accounting currency for consolidation purpose. Actual transaction exchange rates used for converting subsidiaries' financial statements are determined as follows:

- ▶ For assets, the exchange rate used for translation is the banking buying rate at the reporting date;
- ▶ For liabilities, the exchange rate for translation is the banking selling rate at the reporting date;
- ▶ In case difference between bank purchasing and selling rate at the reporting date is not over 0.2%, the applied exchange rate will be the average of purchasing and selling rate;
- ▶ All items on the consolidated income statement and cash flow statement are converted using the actual exchange rate at the time of the transaction. Average exchange rate is allowed to be applied if it approximates the actual exchange rate at the time of the transaction (the difference is 1% or less). If the gap between the exchange rate at the beginning of the year and at the end of the year is higher than 20%, the Company shall apply the exchange rate at the end of the year.

Foreign exchange rate difference arising from the translation of subsidiary's financial statements is accumulatively reflected in "Foreign exchange rate difference" item of the Owners' equity section of the interim consolidated statements of financial position.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.26 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of receipts or receivables less trade discount, concessions and sales return. The following specific recognition criteria must also be met before revenue is recognised:

Revenue from brokerage services

When the contract outcome can be reliably measured, revenue is recognized by reference to the stage of completion. Where the contract outcome cannot be reliably measured, revenue is recognized only to the extent of the expenses recognized which are recoverable.

Revenue from trading of securities

Revenue from trading of securities is determined by the difference between the selling price and the weighted average cost of securities sold.

Other income

Revenues from irregular activities other than turnover-generating activities are recorded to other incomes as stipulated by VAS 14 – “Revenue and other income”, including: Revenues from asset liquidation and sale; fines paid by customers for their contract breaches; collected insurance compensation; collected debt which had been written off and included in the preceding period expenses; payable debts which are now recorded as revenue increase as their owners no longer exist; collected tax amounts which now are reduced and reimbursed; and other revenues.

Interest income

Revenue is recognized on accrual basis (taking into account the effective yield on the asset) unless collectability is in doubt.

Dividends

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

Properties leasing revenue

Properties leasing revenue is recognized into operational result on a straight-line basis over the leasing contract life.

Other revenues from rendering services

Where the contract outcome can be reliably measured, revenue is recognised by reference to the stage of completion.

Where the contract outcome cannot be reliably measured, revenue is recognised only to the extent of the expenses recognised which are recoverable.

4.27 Borrowing costs

Borrowing costs include accrued interest and other expenses which are directly attributable to the Company's borrowings and bonds issued.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.28 *Cost of securities sold*

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

4.29 *Corporate income tax*

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 report date.

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

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

Deferred income tax

Deferred income tax is provided using for temporary differences at the reporting date between the tax base of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax liabilities are recognized for all taxable temporary differences, except when 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.

Deferred tax assets are recognized for all deductible temporary differences, carry forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profits will be available against which deductible temporary differences, carry forward of unused tax credits and unused tax losses can be utilized, except where the deferred tax asset in respect of deductible temporary difference which arises from the initial recognition of an asset or liability which at the time of the related transaction, affects neither the accounting profit nor taxable profit or loss.

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to a certain extent that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Previously unrecognized deferred income tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized or the liability is settled based on tax rates and tax laws that have been enacted at the reporting date. Deferred tax is recorded to the consolidated income statement, except when it relates to items recognized directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxable entity and the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4.30 Owners' equity

Contributed capital from shareholders

Contributed capital from stock issuance is recorded in Charter Capital at par value.

Undistributed profit

Undistributed profit comprises of realised and unrealised undistributed profit.

Unrealised profit of the period is the difference between gain and loss arisen from revaluation of financial assets at FVTPL or other financial assets through profit and loss in the consolidated income statement, and the deferred income tax related to the increase in revaluation of FVTPL.

Realised profit during the period is the net difference between total revenue and income, and total expenses in the consolidated income statement of the Company, except for gain or loss recognized in unrealised profit.

Reserves

According to Circular No. 146/2014/TT-BTC issued by the Ministry of Finance on 6 October 2014, securities companies are required to make appropriation of profit after tax to the following reserves:

	<u>Percentage of profit after tax</u>	<u>Maximum balance</u>
Charter Capital Supplementary Reserve	5%	10% of charter capital
Operational risk and finance Reserve	5%	10% of charter capital

Other reserves are appropriated in accordance with the Resolution of the General Meeting of Shareholders.

4.31 Appropriation of net profits

Net profit after tax is available for appropriation to shareholders after being approved by the General Meeting of Shareholders and after making appropriation to reserve funds in accordance with the Company's Charter and Vietnam's regulatory requirements.

4.32 Nil balances

Items or balances required by Circular No. 210/2014/TT-BTC dated 30 December 2014, Circular 334/2016/TT-BTC dated 27 December 2016 and Circular No. 146/2014/TT-BTC dated 6 October 2014 issued by the Ministry of Finance that are not shown in these interim consolidated financial statements indicate nil balances.

5. CASH AND CASH EQUIVALENTS

	<u>Ending balance VND</u>	<u>Opening balance VND</u>
Cash	215,489,887,243	231,504,310,415
- Cash on hand	244,113,896	329,526,695
- Cash at banks	215,245,773,347	231,174,783,720
Cash equivalents	629,403,520,174	114,481,402,776
Total	844,893,407,417	345,985,713,191

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

6. VALUE AND VOLUME OF TRADING DURING THE PERIOD

	<i>Volume of trading during the period (Unit)</i>	<i>Value of trading during the period (VND)</i>
a. The Company	144,368,933	13,795,946,649,980
- Shares	28,968,933	1,365,951,349,980
- Bonds	114,800,000	12,421,700,300,000
- Other securities	600,000	8,295,000,000
b. Investors	9,493,868,402	376,412,590,974,823
- Shares	9,451,632,182	374,285,099,172,923
- Bonds	16,718,000	1,728,363,914,000
- Other securities	25,518,220	399,127,887,900
Total	9,638,237,335	390,208,537,624,803

7. FINANCIAL ASSETS

Concepts of financial assets

Cost

Cost of a financial asset is the amount of cash or cash equivalents paid, disbursed or payable of such financial asset at its initial recognition. The transaction costs incurred directly from the purchase of financial asset might be included in the cost of the financial asset or not depending on the category that the financial asset is classified in.

Fair value/market value

The fair value or market value of a financial asset is the price at which the financial asset would be traded voluntarily between knowledgeable parties on an arm's length basis.

The fair value/market value of securities is determined using the method described in Note 4.6.

Amortised cost

Amortized cost of a financial investment (which is debt instrument) is the amount at which the financial asset is measured at initial recognition minus (-) principal repayments, plus (+) or minus (-) the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount, and minus any reduction for impairment or irrecoverability (if any).

For presentation purpose, provision for diminution in value or irrecoverability of financial assets is recognised in "Provision for impairment of financial assets and mortgage assets" in the statement of financial position.

Carrying amount

Carrying amount of a financial asset is the amount at which the financial asset is recognized in the statement of financial position. Carrying amount of a financial asset might be recognised at fair value (for FVTPL and AFS financial assets) or at amortised cost (for HTM investments and loans), depending on the category that the financial asset is classified.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

7. FINANCIAL ASSETS (continued)

7.1 Financial assets at fair value through profit and loss (FVTPL)

	Ending balance		Opening balance	
	Cost VND	Fair value VND	Cost VND	Fair value VND
Listed shares and fund certificates	1,237,583,127,133	1,044,756,282,500	1,112,681,613,424	1,138,043,211,380
GEX	296,969,277,503	289,272,681,600	4,693,285	6,349,500
DBC	251,328,936,078	190,916,792,000	251,330,479,988	254,267,187,300
ELC	191,473,171,178	88,404,950,000	204,171,484,764	128,615,243,800
FPT	179,264,779,839	153,448,615,500	66,533,044,267	65,851,317,300
HPG	125,754,058,197	136,904,140,800	21,461,319,460	30,578,713,900
PLX	58,410,451,192	66,896,329,500	180,274,333,463	290,288,850,000
SSC	-	-	89,052,898,063	99,322,819,200
VAF	-	-	66,339,779,235	35,692,880,000
Other listed shares and fund certificates	134,382,453,146	118,912,773,100	233,513,580,899	233,419,850,380
Unlisted shares and fund certificates	120,582,550,231	121,724,153,647	105,931,465,352	88,374,404,720
SSIBF fund certificates	40,000,000,000	43,336,960,000	40,000,000,000	41,600,600,000
SSICA fund certificates	26,500,000,000	35,679,432,501	26,500,000,000	38,567,128,950
Descon Construction Corporation JSC	17,456,571,492	8,182,129,000	17,456,571,492	8,182,129,000
Other unlisted shares	36,625,978,739	34,525,632,146	21,974,893,860	24,546,770
Unlisted bonds	472,602,299,580	472,602,299,580	204,725,480,000	204,725,480,000
Vietnam National Coal and Mineral Industries Holding Corporation Limited	150,474,794,673	150,474,794,673	-	-
Bonds	322,127,504,907	322,127,504,907	204,725,480,000	204,725,480,000
Other unlisted shares				
Total	1,830,767,976,944	1,639,082,735,727	1,423,338,558,776	1,431,143,096,100

- (1) As at 30 June 2018, among the listed shares classified as financial assets at FVTPL, there are 7,450,000 shares with par value of VND 74,500,000,000 used as collaterals for bonds issued by the Company in phase 1 of 2016, and 1,217,818 shares with par value of VND 12,178,180,000 used as collaterals for short-term borrowings of the Company.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

7. FINANCIAL ASSETS (continued)

7.2 Available-for-sale (AFS) financial assets

	Ending balance		Opening balance	
	Cost VND	Fair value VND	Cost VND	Fair value VND
Listed shares (1)	703,181,357,818	1,247,726,111,500	573,611,017,959	1,355,733,972,000
SGN	188,328,090,601	557,279,845,200	188,296,511,801	673,461,151,200
TMS	107,326,818,560	176,776,306,700	107,326,574,160	211,426,560,000
OPC	98,535,856,287	171,004,615,000	113,376,260,629	233,773,800,000
DHC	48,062,358,832	95,011,206,400	48,060,985,032	102,335,269,400
IDC	21,761,298,400	21,198,506,200	21,761,298,400	25,982,239,900
Other listed shares	239,166,935,138	226,455,632,000	94,789,387,937	108,754,951,500
Unlisted shares	183,554,050,300	199,781,450,300	162,207,227,300	179,129,627,300
PAN Farm JSC.	53,408,921,300	53,408,921,300	53,408,921,300	53,408,921,300
ConCung JSC.	42,241,999,000	42,241,999,000	28,109,556,000	28,109,556,000
Cosmetics CVI Pharmaceutical JSC.	27,924,100,000	27,924,100,000	27,924,100,000	27,924,100,000
Ricons Construction Investment JSC.	22,686,280,000	22,686,280,000	-	-
Vietnam Engine and Agriculture Machinery Corporation JSC ("VEAM")	19,148,600,000	35,376,000,000	37,725,600,000	54,648,000,000
Other unlisted shares	18,144,150,000	18,144,150,000	15,039,050,000	15,039,050,000
Unlisted bonds	39,094,900,000	39,094,900,000	-	-
Total.	925,830,308,118	1,486,602,461,800	735,818,245,259	1,534,863,599,300

- (1) As at 30 June 2018, among the listed shares classified as AFS financial assets, there are 3,962,0000 shares with par value of VND 39,620,000,000 used as collaterals for bonds issued by the Company in phase 1 of 2016, and 2,809,818 shares with par value of VND 28,098,180,000 used as collaterals for short-term borrowings of the Company.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

7. FINANCIAL ASSETS (continued)

7.3 Held-to-maturity investments (HTM)

	<i>Ending balance</i> VND	<i>Opening balance</i> VND
Term deposits and certificates of deposits with remaining maturity of less than 1 year	9,316,377,561,252	7,882,154,213,938

As at 30 June 2018, there are term deposits and certificates of deposits with remaining maturity of less than 1 year and with balance of VND 4,542 billion and VND 4,524 billion that are used as collaterals for bank overdrafts and short-term borrowings of the Company respectively.

7.4 Loans and receivables

	<i>Ending balance</i>		<i>Opening balance</i>	
	<i>Cost</i> VND	<i>Fair value (4)</i> VND	<i>Cost</i> VND	<i>Fair value (4)</i> VND
Receivables from margin activities (1)	5,815,457,552,419	5,786,885,278,416	5,632,705,629,670	5,609,634,052,170
Advances to investors (2)	59,167,915,706	59,167,915,706	126,735,539,319	126,735,539,319
Advances under securities brokerage contract (3)	9,939,466,250	9,939,466,250	4,631,161,109	4,631,161,109
Total	5,884,564,934,375	5,855,992,660,372	5,764,072,330,098	5,741,000,752,598

(1) Securities under margin transaction are used as collaterals for the loans granted by the Company to investors. As at 30 June 2018 and 31 December 2017, the par value of those securities that are used as collaterals for margin trading was VND 6,118,034,496,000 and VND 6,040,499,840,000 respectively, (the market value of those securities that are used as collaterals for margin trading was VND 16,690,400,534,916 and VND 16,549,831,922,670 respectively).

(2) These relate to advances to investors during the period that the shares selling proceeds are awaiting to be received.

(3) These relate to brokerage contracts for selling bonds held by customers; whereby the Company advances to customers for the period that bonds are awaiting to be sold.

(4) The fair value of loans is measured at cost less provision for doubtful debts.

Saigon Securities Incorporation

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

7. FINANCIAL ASSETS (continued)

7.5 Change in market values of financial assets

Financial assets	Ending balance			Opening balance		
	Revaluation difference			Revaluation difference		
	Cost (VND)	Increase (VND)	Decrease (VND)	Cost (VND)	Increase (VND)	Decrease (VND)
FVTPL	1,830,767,976,944	42,766,692,570	(234,451,933,787)	1,639,082,735,727	1,423,338,558,776	(146,695,944,057)
Listed shares and fund certificates						
Unlisted shares and fund certificates	1,237,583,127,135	30,250,300,069	(223,077,144,704)	1,044,756,282,500	1,112,681,613,424	(115,471,154,984)
Unlisted bonds	120,582,550,229	12,516,392,501	(11,374,789,083)	121,724,153,647	105,931,465,352	13,667,728,441
Unlisted bonds	472,602,299,580	-	-	472,602,299,580	204,725,480,000	-
AFS	925,830,308,112	575,420,164,965	(14,648,011,277)	1,486,602,461,800	735,818,245,259	(6,886,120,813)
Listed shares	703,181,357,812	559,192,764,965	(14,648,011,277)	1,247,726,111,500	573,611,017,959	(6,886,120,813)
Unlisted shares	183,554,050,300	16,227,400,000	-	199,781,450,300	162,207,227,300	-
Unlisted bonds	39,094,900,000	-	-	39,094,900,000	-	-
Total	2,756,598,285,056	618,186,857,535	(249,099,945,064)	3,125,685,197,527	2,159,156,804,035	(153,582,064,870)
					960,431,956,235	(153,582,064,870)
						2,966,006,695,400

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

8. PROVISION FOR IMPAIRMENT OF FINANCIAL ASSETS AND MORTGAGE ASSETS

	<i>Ending balance</i> VND	<i>Opening balance</i> VND
Provision for impairment of loans	(28,572,274,003)	(23,071,577,500)

The provision is made for impairment of loans from margin activities.

9. OTHERS FINANCIAL ASSETS

	<i>Ending balance</i> VND	<i>Opening balance</i> VND
1. Receivables from disposal of financial assets	2,531,847,570	26,678,453,070
<i>In which: doubtful debts</i>	2,531,847,570	2,531,847,570
2. Receivables and accruals from dividends and interest income from financial assets	3,435,581,000	1,163,550,000
<i>In which: doubtful debts</i>	-	-
3. Advances to suppliers	25,906,045,612	18,082,112,403
4. Receivables from services provided by the Company	32,566,782,195	55,404,562,922
<i>In which: doubtful debts</i>	12,085,278,618	12,248,527,916
5. Other receivables	5,335,544,445	71,271,331,370
<i>In which: doubtful debts</i>	521,517,477	521,517,477
6. Provision for impairment of receivables	(15,138,643,665)	(15,301,892,963)
Total	54,637,157,157	157,298,116,802

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

9. OTHERS FINANCIAL ASSETS (continued)

Details of provision for impairment of receivables

	Ending balance of doubtful debts VND	Opening balance of provision VND	Addition VND	Reversal VND	Ending balance of provision VND	Opening balance of doubtful debts VND
Provision for doubtful receivables from disposal of financial assets	2,531,847,570	2,531,847,570	-	-	2,531,847,570	2,531,847,570
- Dang Van Sy	2,531,847,570	2,531,847,570	-	-	2,531,847,570	2,531,847,570
Doubtful receivables from services provided by the Company	12,085,278,618	12,248,527,916	-	163,249,298	12,085,278,618	12,248,527,916
- Pyramid New Technology Trade Corporation	525,000,000	525,000,000	-	-	525,000,000	525,000,000
- Thai Hoa JSC.	80,000,000	80,000,000	-	-	80,000,000	80,000,000
- Eloge France Vietnam JV	80,000,000	80,000,000	-	-	80,000,000	80,000,000
- Pharmaceuticals Company	270,000,000	270,000,000	-	-	270,000,000	270,000,000
- Saigon Maritime JSC.	150,000,000	150,000,000	-	-	150,000,000	150,000,000
- Vietnam Electricity Construction JSC.	10,980,278,618	11,143,527,916	-	163,249,298	10,980,278,618	11,143,527,916
- Overdue receivables from margin activities – retail investors	521,517,477	521,517,477	-	-	521,517,477	521,517,477
Other doubtful receivables	309,521,422	309,521,422	-	-	309,521,422	309,521,422
- Proceeds from disposal of assets	133,000,000	133,000,000	-	-	133,000,000	133,000,000
- Receivable from Pyramid New Technology Trade Corporation	78,996,055	78,996,055	-	-	78,996,055	78,996,055
- Other receivables						
Total	15,138,643,665	15,301,892,963	-	163,249,298	15,138,643,665	15,301,892,963

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

10. OTHER SHORT-TERM ASSETS

	Ending balance VND	Beginning balance VND
Advances	3,276,229,380	9,001,649,610
Office supplies, tools and materials	1,115,586,743	53,710,015
Short-term prepaid expenses	13,528,613,180	10,575,869,709
- Prepayment for office tools	4,058,216,339	1,506,651,233
- Prepayment for services	9,470,396,841	9,069,218,476
Short-term deposits, collaterals and pledges	1,082,898,560	931,717,910
Other current assets	3,388,935,300	114,974,709,156
- Investment of which pay-back receipt is in progress (1)	-	111,806,519,156
- Escrow deposits for derivatives trading of the Company	2,446,190,000	2,446,190,000
- Others	942,745,300	722,000,000
Total	22,392,263,163	135,537,656,400

- (1) These represent short-term cost of investment relating to the contract between the Company and its customers for selling the shares of Hoang Anh Gia Lai International Agriculture JSC, previously known as Hoang Anh Gia Lai Rubber JSC. Accordingly, the customer will make payments to the Company in accordance with the payment schedule specified in the contract. The control of shares will be transferred to the buyer in line with the payment schedule. The underlying shares after transfer will be blocked and used as collateral assets for the contract. The value of investment awaiting for payback is determined as the difference between original costs of the investment sold, awaiting for payback and the provision for diminution in value of collaterals based on their fair value at reporting date. The Company has sold the collateral shares to recover part of the investment in accordance with the conditions agreed in the contract.

11. LONG-TERM INVESTMENTS

	Voting right of the Company	Ownership rate of the Company	Ending balance VND	Beginning balance VND
Held-to-maturity investments			-	130,424,472,600
- Term deposits with remaining maturity of more than 1 year (1)			-	80,407,742,840
- Sunway Investment JSC. bond			-	50,016,729,760
Investments in associates (2)			748,390,392,125	812,945,220,865
- Pan Group (PAN)	20.01%	19.93%	571,765,263,952	559,300,480,680
- Dong Nai Port JSC. (PDN)	-	-	-	83,455,067,730
- Vietnam Fumigation JSC. (VFG)	20.01%	20.00%	176,625,128,173	170,189,672,455
Total			748,390,392,125	943,369,693,465

- (1) As at 30 June 2018, 4,500,000 shares under investments in associates with par value of VND 45,000,000,000 are used as collaterals for bonds issued in phase 1 of 2016 and 10,520,120 shares with par value of VND 105,201,200,000 are used as collaterals for short-term borrowings of the Company.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

11. LONG-TERM INVESTMENTS (continued)

Movements of investments in associates of the Company were as follows:

	<i>Current period</i> VND	<i>Previous period</i> VND
Beginning balance	812,945,220,865	709,336,586,920
Purchase	18,690,687,304	-
Disposal of investment in associate	(84,528,990,540)	-
Adjustment made due to change in ownership rate of associates in their subsidiaries	(14,884,313,372)	19,438,148,531
Difference arising from changes in outstanding shares of associates	(6,498,595,257)	-
Gain from associates recognized in the consolidated income statement during the period	33,505,908,125	34,781,323,645
- <i>Share of profit during the period</i>	33,505,908,125	34,781,323,645
Dividend received	(10,839,525,000)	(11,663,413,501)
Ending balance	748,390,392,125	751,892,645,595

12. TANGIBLE FIXED ASSETS

	<i>Buildings and architectures</i> VND	<i>Office machineries</i> VND	<i>Means of transportation</i> VND	<i>Office equipment</i> VND	<i>Total</i> VND
Cost					
1 Jan 2018	2,609,391,520	93,744,345,562	17,551,416,700	1,293,553,642	115,198,707,424
Increase	-	47,080,138,811	-	-	47,080,138,811
<i>Purchases</i>	-	47,080,138,811	-	-	47,080,138,811
Decrease	(2,609,391,520)	(1,224,561,754)	-	(67,760,000)	(3,901,713,274)
<i>Disposals</i>	(2,609,391,520)	(1,224,561,754)	-	(67,760,000)	(3,901,713,274)
30 June 2018	-	139,599,922,619	17,551,416,700	1,225,793,642	158,377,132,961
Accumulated depreciation					
1 Jan 2018	2,609,391,520	68,516,165,866	9,895,271,914	1,235,553,642	82,256,382,942
Increase	-	3,657,545,529	889,563,168	22,780,000	4,569,888,697
<i>Depreciation</i>	-	3,657,545,529	889,563,168	22,780,000	4,569,888,697
Decrease	(2,609,391,520)	(1,224,561,754)	-	(67,760,000)	(3,901,713,274)
<i>Disposals</i>	(2,609,391,520)	(1,224,561,754)	-	(67,760,000)	(3,901,713,274)
30 June 2018	-	70,949,149,641	10,784,835,082	1,190,573,642	82,924,558,365
Net book value					
1 Jan 2018	-	25,228,179,696	7,656,144,786	58,000,000	32,942,324,482
30 June 2018	-	68,650,772,978	6,766,581,618	35,220,000	75,452,574,596

Additional information on tangible fixed assets:

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Cost of tangible fixed assets which are fully depreciated but still in active use	63,149,459,008	66,733,888,938

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

13. INTANGIBLE FIXED ASSETS

	Software VND	Land use rights VND	Other intangible fixed assets VND	Total VND
Cost				
1 Jan 2018	70,536,407,659	109,671,558,000	6,724,215,842	186,932,181,501
Increase	22,890,554,180	-	-	22,890,554,180
<i>Purchases</i>	22,890,554,180	-	-	22,890,554,180
Decrease	-	(109,671,558,000)	-	(109,671,558,000)
<i>Disposal</i>	-	(109,671,558,000)	-	(109,671,558,000)
30 June 2018	<u>93,426,961,839</u>	<u>-</u>	<u>6,724,215,842</u>	<u>100,151,177,681</u>
Accumulated amortisation				
1 Jan 2018	53,608,778,776	-	5,164,403,793	58,773,182,569
Increase	2,501,224,527	-	472,618,608	2,973,843,135
<i>Amortisation</i>	2,501,224,527	-	472,618,608	2,973,843,135
Decrease	-	-	-	-
30 June 2018	<u>56,110,003,303</u>	<u>-</u>	<u>5,637,022,401</u>	<u>61,747,025,704</u>
Net book value				
1 Jan 2018	<u>16,927,628,883</u>	<u>109,671,558,000</u>	<u>1,559,812,049</u>	<u>128,158,998,932</u>
30 June 2018	<u>37,316,958,536</u>	<u>-</u>	<u>1,087,193,441</u>	<u>38,404,151,977</u>

Additional information on intangible fixed assets:

	Ending balance VND	Beginning balance VND
Land use rights used as collaterals for bond issuance	-	109,671,558,000
Cost of intangible fixed assets which are fully depreciated but still in active use	49,514,025,651	49,423,625,651
Total	<u>49,514,025,651</u>	<u>159,095,183,651</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

14. INVESTMENT PROPERTIES

	<i>Buildings and lands</i> <i>VND</i>
Cost	
1 Jan 2018	272,917,757,575
Increase	3,070,550,549
- <i>Exchange rate difference arising from conversion of subsidiary's financial statements</i>	<u>3,070,550,549</u>
30 June 2018	<u>275,988,308,124</u>
Accumulated amortisation	
1 Jan 2018	54,687,030,613
Increase	4,767,461,076
- <i>Depreciation</i>	4,123,201,144
- <i>Exchange rate difference arising from conversion of subsidiary's financial statements</i>	<u>644,259,932</u>
30 June 2018	<u>59,454,491,689</u>
Net book value	
1 Jan 2018	<u>218,230,726,962</u>
30 June 2018	<u>216,533,816,435</u>

Investment properties are buildings in the United States of America which were bought by SSI International Company for leasing purpose. As at 30 June 2018, the cost of those assets was recorded in USD and converted into VND in SSIIC financial statements using transfer exchange rate of commercial bank where the Fund maintains bank account. Difference arising from the conversion is to be presented in the "Foreign exchange difference" item in Owners' equity.

15. CONSTRUCTION IN PROGRESS

	<i>Ending balance</i> <i>VND</i>	<i>Beginning balance</i> <i>VND</i>
Software development	3,912,317,064	21,147,664,427
Others (machineries and equipments)	-	26,006,810,328
Total	<u>3,912,317,064</u>	<u>47,154,474,755</u>

16. LONG-TERM PREPAID EXPENSES

	<i>Ending balance</i> <i>VND</i>	<i>Beginning balance</i> <i>VND</i>
Long-term prepaid expenses	<u>38,572,825,375</u>	<u>35,571,900,952</u>

Long-term prepaid expenses include cost of furniture, office equipment, repair and exterior decoration of the Company. These expenses are amortized to the interim consolidated income statement for the maximum period of 36 months.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

17. DEFERRED CORPORATE INCOME TAX ASSETS/ PAYABLES

Deferred corporate income tax assets/ payables arise due to following temporary differences that are non-deductible in term of corporate income tax:

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
<i>Deferred income tax asset</i>		
Temporary non-deductible provision for impairment of unlisted shares in the period	1,440,000,000	3,970,000,000
Temporary non-deductible provision for diminution in value of the investment awaiting for payback	37,257,167,255	30,641,602,244
Provision for impairment of temporary non-deductible taxable loans	7,481,543,440	6,414,053,999
Temporary taxable income incurred in 2015	18,117,784,156	25,774,769,047
Temporary taxable expense incurred in 2017	3,126,726,027	4,088,693,648
Unrealised revenue arising from consolidated financial statement	6,615,452,527	5,658,251,567
Total	<u>74,038,673,405</u>	<u>76,547,370,505</u>
<i>Deferred income tax payables</i>		
Deferred income tax payable from temporary non-taxable income of subsidiaries	(1,504,002,782)	(800,808,029)
Deferred income tax arising from the positive revaluation of financial assets at FVTPL and AFS	123,610,473,197	191,840,742,182
Total	<u>122,106,470,415</u>	<u>191,039,934,153</u>

18. PAYMENT FOR SETTLEMENT ASSISTANCE FUND

Payment for settlement assistance fund represents the amounts deposited at Vietnam Securities Depository.

According to Decision No. 57/QĐ-VSD dated 28 May 2012 issued by the General Director of the Vietnam Securities Depository, Decision No. 87/2007/QĐ-BTC dated 22 October 2007 by the Minister of Finance regarding the issuance of regulations on registration, custody, clearing and settlement of securities, Circular No. 43/2010/TT-BTC dated 25 March 2010 amending and supplementing the regulations on registration, custody, clearing and settlement of securities, Decision No. 27/QĐ-VSD dated 13 March 2015 on the promulgation of regulations on management and use of the settlement assistance fund by the General Director of the Vietnam Securities Depository; the Company must deposit an initial amount of VND120 million at the Vietnam Securities Depository and pay an addition of 0.01% of the total amount of brokered securities in the previous year, but not over VND 2.5 billion per annum. The maximum contribution of each custody member which is a securities company providing brokerage service to the Settlement Assistance Fund is VND 20 billion for custody members who are the Company with trading securities and brokerage activities.

Details of the payment for settlement assistance fund are as follows:

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Initial payment	6,087,814,535	6,087,814,535
Addition	7,872,720,527	7,872,720,527
Accrued interest	6,039,464,938	6,039,464,938
Total	<u>20,000,000,000</u>	<u>20,000,000,000</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

19. COLLATERALS AND PLEDGED ASSETS

As at the date of the interim consolidated financial statements, the following assets have been used as collaterals for borrowings:

<i>Assets</i>	<i>Ending balance VND</i>	<i>Beginning balance VND</i>	<i>Purposes</i>
Short-term	9,220,396,360,000	8,108,665,060,000	
- Financial assets at FVTPL (par value)	86,678,180,000	183,670,880,000	Collaterals for bond issuance and short-term borrowings
- AFS financial assets (par value)	67,718,180,000	92,994,180,000	Collaterals for bond issuance and short-term borrowings
- Term deposits with remaining maturity of less than 1 year	8,066,000,000,000	7,832,000,000,000	Collaterals for short-term borrowings and bank overdraft
- Certificates of deposits with remaining maturity of less than 1 year	1,000,000,000,000		- Collaterals for bank overdraft
Long-term	150,201,200,000	398,600,928,000	
- Term deposits with remaining maturity of more than 1 year	-	70,000,000,000	Collaterals for bank overdraft and short-term borrowings
- Investments in associates (par value)	150,201,200,000	218,929,370,000	Collaterals for bond issuance and short-term borrowings
- Intangible fixed assets	-	109,671,558,000	Collaterals for bond issuance
Total	9,370,597,560,000	8,507,265,988,000	

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

20. SHORT-TERM BORROWINGS AND FINANCE LEASE LIABILITIES

	Interest rate % per annum	Beginning balance VND	Addition during the period VND	Repayment during the period VND	Ending balance VND
Short-term borrowings		8,503,887,663,684	43,546,387,209,791	43,705,855,270,386	8,344,419,603,089
Bank overdrafts	0.8 – 7	1,933,357,663,684	31,786,887,209,791	30,589,325,270,386	3,130,919,603,089
Short-term borrowings from banks	1.75 – 6.9	6,570,530,000,000	11,759,500,000,000	13,116,530,000,000	5,213,500,000,000
- JS Commercial Bank for Foreign Trade of Vietnam (Vietcombank)		3,099,000,000,000	5,492,000,000,000	5,830,000,000,000	2,761,000,000,000
- Vietnam International Commercial JS Bank (VIB)		290,000,000,000	-	290,000,000,000	-
- Petrolimex Group Commercial JS Bank (PG Bank)		450,000,000,000	900,000,000,000	900,000,000,000	450,000,000,000
- Sinopac – HongKong (1)		136,530,000,000	136,500,000,000	136,530,000,000	136,500,000,000
- CTBC Bank - Ho Chi Minh Branch		110,000,000,000	660,000,000,000	660,000,000,000	110,000,000,000
- Techcombank JSC.		2,285,000,000,000	3,211,000,000,000	4,565,000,000,000	931,000,000,000
- National Citizen Bank JSC.		200,000,000,000	-	200,000,000,000	-
- Southeast Asia Commercial Joint Stock Bank		-	595,000,000,000	300,000,000,000	295,000,000,000
- Indovina Bank LTD		-	300,000,000,000	100,000,000,000	200,000,000,000
- Vietnam Bank for Agriculture and Rural Development		-	330,000,000,000	-	330,000,000,000
- Maybank Vietnam - Ho Chi Minh Branch		-	135,000,000,000	135,000,000,000	-
Short-term finance lease liabilities		-	-	-	-
Total		8,503,887,663,684	43,546,387,209,791	43,705,855,270,386	8,344,419,603,089

(1) This is the borrowing from Bank Sinopac of Hong Kong under contract No. BFL/HK/161019/238 with a total value of USD 6,000,000, initial interest rate of 2.97% and contractual term of 3 months. As at 27 April 2018, this borrowing was rolled forward with the newest term from 27 April 2018 to 26 July 2018 and interest rate of 4.16%. The Company has hedged against foreign exchange risk of this borrowing by entering into a foreign currency forward contract with Bank for Investment and Development of Vietnam JSC as at 27 April 2018 with a total contract value of USD 6,062,382.43. The difference between forward rate and spot rate is allocated over the duration of the contract and is recognized as an unrealized loss during the period.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

21. BOND ISSUANCE

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Short-term bond issuance	459,981,666,659	199,871,666,661
SSIBOND012016	200,000,000,000	200,000,000,000
Cost to issue SSIBOND012016	(18,333,341)	(128,333,339)
SSIBOND012017	260,000,000,000	-
Long-term bond issuance	-	569,300,000,000
SSIBOND012017	-	269,500,000,000
SSIBOND022017	-	300,000,000,000
Cost to issue SSIBOND022017	-	(200,000,000)
Total	459,981,666,659	769,171,666,661

SSIBOND012016 are ordinary bonds, which were issued in phase 1 in August 2016 under Resolution No. 03/2016/NQ/HDQT dated 28 July 2016 with a quantity of 200 bonds and par value of VND 1 billion per bond. These bonds are collateralized using the Company's listed shares in accordance with the bond contracts. These bonds are secured have maturity of 2 years and interest at rate which is maximum of 1.2% per year and the average interest rate of 12 months savings deposit dominated in VND, published by JSC Bank for Foreign Trade of Vietnam (operation center), JSC Bank for Investment and Development of Vietnam (operation center branch No. 1), JSC Bank for Industry and Trade of Vietnam (Hanoi branch) and Vietnam International Commercial Joint Stock Bank (Ly Thuong Kiet branch, Hanoi).

SSIBOND012017 are ordinary bonds, which were issued in phase 1 in January 2017 under Resolution No. 01/2017/NQ/HDQT dated 16 January 2017 with quantity of 600 bonds and par value of VND 500 million per bond. These are unsecured bonds, with a 2 year-term. Bond yields, in the first 12 months from the date of issue, are fixed at 8.5% per annum. For the remaining term of the bonds, they bears interest at rate which is maximum of 2% per year and the average interest rate of 12 months savings deposit dominated in VND, published by JSC Bank for Foreign Trade of Vietnam (operation center), JSC Bank for Investment and Development of Vietnam (operation center branch No. 1), JSC Bank for Industry and Trade of Vietnam (Hanoi branch) and Vietnam Bank for Agriculture and Rural Development (operation center). On the Interest Determination date, if any Reference Bank does not announce the Reference Interest rate, the Bond interest rate will be calculated on the basis of the average of the Reference Interest Rates from the remaining Reference Banks. In the period, the Company bought 19 bonds with par value of VND 9.5 billion. As at 30 June 2018, the total number of bonds purchased by the Company was 80 bonds with the total par value of VND 40 billion.

SSIBOND022017 are ordinary bonds, which were issued in phase 2 in April 2017 under Resolution No. 05/2017/NQ/HDQT dated 21 April 2017 with a quantity of 600 bonds and par value of VND 500 million per bond. These bonds are collateralized using the Company's listed shares and land use rights in accordance with the bond contracts. These bonds have maturities of 2 years and interest at rate which is maximum of 1.2% per year and the average interest rate of 12 months savings deposit dominated in VND, published by JSC Bank for Foreign Trade of Vietnam (operation center), JSC Bank for Investment and Development of Vietnam (operation center branch No. 1), JSC Bank for Industry and Trade of Vietnam (Hanoi branch), Vietnam Bank for Agriculture and Rural Development (operation center) and Vietnam International Commercial Joint Stock Bank (Head Office). In the period, the Company bought the entire bonds with the total par value of VND 300 billion.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
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22. CONVERTIBLE BOND

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Par value of issued convertible bonds	1,150,000,000,000	-
Equity component	113,779,095,785	-
Debt component - initial recorded	1,036,220,904,215	-
Accumulated accruals of discounted interest allocated to debt component		
<i>Beginning balance</i>	-	-
<i>Amortised during the period</i>	14,337,809,235	-
<i>Ending balance</i>	14,337,809,235	-
Debt component at the end of period	1,050,558,713,450	-

On 9 February 2018, the Company completed the issuance of convertible bonds with par value of VND 1,150 billion, maturity of 3 years, and interest rate at 4% per annum in accordance with Resolution No. 01/2018/NQ-DHDCD dated 12 January 2018 of the General Shareholders Meeting. These bonds can be converted into ordinary shares of the Company until maturity and the conversion right shall belong to bondholders. The number of bonds converted each time shall be not less than 30% of the total value of bonds issued and the number of conversion shall be no more than 03 times. At the time of conversion, the Company will issue new shares to convert bonds and the charter capital will then be increased accordingly.

Accounting for equity component and debt component of convertible bonds are in accordance with guidance in Circular 200/2014/TT-BTC. Discount rate used to determine the initial debt component and the interest expense is 7.76% per annum. The difference between the interest expense of bonds at the discount rate and nominal interest payable is periodically allocated to the convertible bonds - debt component.

23. PAYABLES FOR SECURITIES TRADING ACTIVITIES

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Payables to the Stock Exchange (payables for purchases of financial assets)	13,698,063,300	-

24. PAYABLES TO SUPPLIERS

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
TTT Trading and Construction JSC.	3,885,501,642	-
Vietnam Technology Trading Limited	736,482,780	2,209,448,340
Other payables	3,463,639,294	5,649,516,647
Total	8,085,623,716	7,858,964,987

25. TAXATION AND STATUTORY OBLIGATIONS

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Value added tax	1,025,133,018	8,686,432,893
Corporate income tax	83,342,376,982	84,299,155,217
Personal income tax	24,067,180,068	34,307,983,524
Foreign contractors withholding tax	5,180,881,992	4,369,178,622
Total	113,615,572,060	131,662,750,256

Saigon Securities Incorporation

B05a-CTCK/HN

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

25. TAXATION AND STATUTORY OBLIGATIONS (continued)

STT	Item	Beginning balance VND	Payable in the period VND	Paid in the period VND	Ending balance VND
I	Tax	131,662,750,256	457,854,050,219	475,901,228,415	113,615,572,060
1	Value added tax on domestic goods or services	8,686,432,893	16,051,457,881	23,712,757,756	1,025,133,018
2	Corporate income tax (Note 40.1)	84,299,155,217	189,170,644,117	190,127,422,352	83,342,376,982
3	Other taxes	38,677,162,146	252,631,948,221	262,061,048,307	29,248,062,060
	Personal income tax	11,500,991,532	42,588,567,042	49,844,297,281	4,245,261,293
	Personal income tax on behalf of investors	22,806,991,992	174,034,995,147	177,020,068,364	19,821,918,775
	Business registration tax	-	19,000,000	19,000,000	-
	Others	4,369,178,622	35,989,386,032	35,177,682,662	5,180,881,992
II	Other obligatory payables	-	1,631,882,446	1,631,882,446	-
	Total	131,662,750,256	459,485,932,665	477,533,110,861	113,615,572,060

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
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26. ACCRUED EXPENSES

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Accrued payable to Stock Exchange and Vietnam Securities Depository	11,888,230,254	15,590,197,526
Interest payable for bonds issued by the Company	24,672,082,192	44,326,050,038
Interest payable for convertible bonds	19,166,666,665	-
Interest payable for borrowings	19,421,328,823	11,252,507,067
Accrued interest expenses on securities brokerage contracts and deposit management contracts	2,285,355,045	602,246,575
Accrued services fee	395,000,000	760,000,000
Commission payable to counter parties	45,517,707,424	10,173,691,278
Others	11,757,357,323	10,310,121,768
Total	<u>135,103,727,726</u>	<u>93,014,814,252</u>

27. OTHER SHORT-TERM PAYABLES

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Deposits from customers for purpose of purchasing securities (1)	185,000,000,000	180,000,000,000
Principal payables under deposit management contracts (2)	522,554,948,094	-
Dividend payable to shareholders of the Company	6,123,212,750	6,264,934,750
Coupon payables for bonds issued by the Company	689,951,456	700,120,490
Payables to minorities based on SSIIMF's reduced capital	9,400,000,000	-
Other payables	7,267,290,449	1,833,844,723
Total	<u>731,035,402,749</u>	<u>188,798,899,963</u>

(1) Deposits from customers for purpose of purchasing represent cash deposits of customers related to securities brokerage and securities purchase contracts. The Company has commitment to use these deposits for purchasing securities as requested by customers.

(2) Principal payables of deposit management contracts are the summary of investor's deposits received by the Company in accordance with the contracts.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

28. LONG-TERM UNREALIZED REVENUE

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Disposal of an associate (BBC)	8,144,100,724	8,144,100,724
Disposal of an associate (SSC)	19,186,831,881	19,186,831,881
Disposal of an associate (LAF)	1,688,248,597	1,688,248,597
Disposal of other shares to associates	9,277,932,564	4,491,927,766
Total	38,297,113,766	33,511,108,968

Unrealised profit is recorded when the Company sells shares to an associate. The above figures are presented in correspondence to the Company's ownership rate in the associates which purchased those shares.

29. OWNERS' EQUITY

29.1 *Undistributed profit*

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Realized profit	2,916,772,979,805	2,235,685,451,553
Unrealized profit	(200,210,053,809)	(23,060,491,261)
- <i>Unrealized profit and deferred tax on revaluation of FVTPL financial assets</i>	(200,238,579,733)	(22,887,094,879)
- <i>Unrealized profit on foreign exchange rate differences</i>	28,525,924	(173,396,382)
Total	2,716,562,925,996	2,212,624,960,292

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

29. OWNERS' EQUITY (continued)

29.2 Changes in owners' equity

	Share capital VND	Share premium VND	Convertible bond- Equity component VND	Treasury shares VND	Difference from reevaluation of assets at fair value VND	Foreign exchange rate differences VND	Charter capital supplementary reserve VND	Operational risk and financial reserve VND	Undistributed profit VND	Non-controlling interests VND	Total VND
Beginning balance	5,000,636,840,000	29,482,756,034	-	(2,240,614,834)	637,896,244,067	33,179,513,213	355,412,398,796	270,904,804,112	2,212,624,960,292	78,352,794,222	8,616,249,695,902
Profit after tax	-	-	-	-	-	-	-	-	717,009,854,544	-	717,009,854,544
Expense arising from capital increase activities	-	-	-	-	-	-	-	-	-	-	-
Purchases of treasury shares	-	(12,000,000)	-	(61,678,400)	-	-	-	-	-	-	(12,000,000)
Revaluation of AFS financial assets	-	-	-	-	(192,181,225,062)	-	-	-	-	-	(61,678,400)
Charter capital supplementary reserve of 5% profit after tax under the Resolution of the General Meeting of Shareholders	-	-	-	-	-	-	56,644,766,511	-	(56,644,766,511)	-	-
Operational risk and financial reserve of 5% profit after tax under the Resolution of the General Meeting of Shareholders	-	-	-	-	-	-	-	-	-	-	-
Bonus, welfare, and charity funds under Resolution of the General Meeting of Shareholders	-	-	-	-	-	-	-	-	-	-	-
Convertible bonds issued under Resolution of the General Meeting of Shareholders	-	-	113,779,095,785	-	-	-	-	-	-	-	113,779,095,785
Foreign exchange rates differences arising from conversion of SSLIC's financial statement	-	-	-	-	-	4,094,177,414	-	-	-	-	4,094,177,414
Difference arising from associate's changes of investment portion in their subsidiaries	-	-	-	-	-	-	-	-	(14,884,313,371)	-	(14,884,313,371)
Difference arising from change of associate's number of outstanding shares	-	-	-	-	-	-	-	-	(6,498,595,257)	-	(6,498,595,257)
Decrease in capital contribution of minorities	-	-	-	-	-	-	-	-	(9,400,000,000)	(9,400,000,000)	(9,400,000,000)
Non-controlling interests	-	-	-	-	-	-	-	-	903,225,925	(903,225,925)	-
Ending balance	5,000,636,840,000	29,470,756,034	113,779,095,785	(2,302,293,234)	445,715,019,005	37,273,690,627	412,067,165,307	327,549,570,623	2,716,562,925,996	66,049,568,297	9,148,792,338,440

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

29. OWNERS' EQUITY (continued)

29.3 Profit distribution to shareholders

	<i>Current period</i> VND	<i>Previous period</i> VND
1. Undistributed realized profit at the beginning of the year (as at 1/1/2018 and 1/1/2017)	2,235,685,451,553	1,727,170,255,230
2. Unrealized loss at the end of the period (as at 30/06/2018 and 30/06/2017)	(234,451,933,788)	(96,447,885,553)
3. Realized profit of the period	895,062,643,017	525,931,899,258
4. Undistributed profit belonging to shareholders at the end of the period ((4) = (1) + (2) + (3))	2,896,296,160,782	2,156,654,268,935
5. Reserve appropriated from undistributed profit	(213,975,114,765)	(149,096,095,871)
- Charter capital supplementary reserve	(56,644,766,511)	(43,851,792,903)
- Operational risk and financial reserve	(56,644,766,511)	(43,851,792,903)
- Bonus, welfare and charity funds	(79,302,673,115)	(61,392,510,065)
- Others	(21,382,908,628)	-
6. Profit distributed to shareholders during the period under Resolution of the General Meeting of Shareholders	-	-
Maximal profit available for distribution to shareholders (1)	2,682,321,046,017	2,007,558,173,064

(1) Including realized profit and unrealized loss at the end of the period as presented in Notes 7.5 and 29.1.

29.4 Shares

	<i>Ending balance</i> (shares)	<i>Beginning balance</i> (shares)
Authorized shares	500,063,684	500,063,684
Issued shares	500,063,684	500,063,684
Shares issued and fully paid	500,063,684	500,063,684
- Ordinary shares	500,063,684	500,063,684
- Preference shares	-	-
Treasury shares	(215,842)	(214,314)
Treasury shares held by the Company	(215,842)	(214,314)
- Ordinary shares	(215,842)	(214,314)
- Preference shares	-	-
Outstanding shares	499,847,842	499,849,370
- Ordinary shares	499,847,842	499,849,370
- Preference shares	-	-

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

30. DISCLOSURE ON OFF-BALANCE SHEET ITEMS

30.1. Foreign currencies

	<u>Ending balance</u>	<u>Beginning balance</u>
USD	7,184,730.02	5,163,658.21
EUR	84,350.91	84,352.36
GBP	37,157.14	38,197.09

30.2. Financial assets listed/registered for trading at Vietnam Securities Depository ("VSD") of the Company

	<u>Ending balance VND</u>	<u>Beginning balance VND</u>
Unrestricted financial assets	536,093,040,000	395,764,690,000
Mortgage financial assets	304,597,560,000	495,594,430,000
Financial assets awaiting for settlement	-	1,158,100,000
Total	<u>840,690,600,000</u>	<u>892,517,220,000</u>

30.3. Non-traded financial assets deposited at VSD of the Company

	<u>Ending balance VND</u>	<u>Beginning balance VND</u>
Unrestricted and non-traded financial assets deposited at VSD	9,486,130,000	9,485,780,000
Restricted and non-traded financial assets deposited at VSD	1,000,000,000	1,000,000,000
Total	<u>10,486,130,000</u>	<u>10,485,780,000</u>

30.4. Awaiting financial assets of the Company

	<u>Ending balance VND</u>	<u>Beginning balance VND</u>
Shares	3,513,420,000	5,520,000

30.5. Financial assets which have not been deposited at VSD of the Company

	<u>Ending balance VND</u>	<u>Beginning balance VND</u>
Fund certificates	59,764,920,000	59,459,920,000
Shares	59,467,290,000	70,732,100,000
Bonds	509,094,900,000	250,000,000,000
Total	<u>628,327,110,000</u>	<u>380,192,020,000</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

30. DISCLOSURE ON OFF-BALANCE SHEET ITEMS (continued)

30.6 Financial assets listed/registered for trading at VSD of investors

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Unrestricted financial assets	32,630,688,980,000	27,586,903,680,000
Restricted financial assets	705,190,820,000	572,565,500,000
Mortgage financial assets	4,854,062,050,000	4,435,948,560,000
Blocked financial assets	151,019,260,000	30,525,850,000
Financial assets awaiting for settlement	272,443,200,000	651,051,790,000
Total	<u>38,613,404,310,000</u>	<u>33,276,995,380,000</u>

30.7 Non-traded financial assets deposited at VSD of investors

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Unrestricted and non-traded financial assets deposited at VSD	1,126,076,920,000	1,382,746,250,000
Restricted and non-traded financial assets deposited at VSD	52,756,010,000	52,256,010,000
Mortgaged and non-traded financial assets deposited at VSD	102,139,650,000	102,139,650,000
Mortgaged, blocked and non-traded financial assets deposited at VSD	310,695,000,000	-
Total	<u>1,591,667,580,000</u>	<u>1,537,141,910,000</u>

30.8 Awaiting financial assets of investors

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Shares	<u>357,880,950,000</u>	<u>558,055,700,000</u>

30.9 Financial assets unlisted/unregistered at VSD of investors

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Shares	<u>28,073,230,000</u>	<u>587,746,830,000</u>

30.10 Entitled financial assets of investors

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Shares	<u>289,289,340,000</u>	<u>20,760,290,000</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

30. DISCLOSURE ON OFF-BALANCE SHEET ITEMS (continued)

30.11 Investors' deposits

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Investors' deposits for securities trading activities managed by the Company	2,733,656,414,011	3,834,955,125,947
- <i>Domestic investors' deposits for securities trading activities managed by the Company</i>	2,582,447,890,218	3,689,941,868,332
- <i>Foreign investors' deposits for securities trading activities managed by the Company</i>	151,208,523,793	145,013,257,615
Investors' deposits at VSD	261,604,980,856	145,075,049,045
Investors' synthesizing deposits for securities trading activities	35,049,043,301	17,567,220,094
Total	<u>3,030,310,438,168</u>	<u>3,997,597,395,086</u>

30.12 Deposits of securities issuers

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Deposits for securities underwriting and issuance agency services	102,191,060	17,697,679,784
Deposits for dividends, bond principals and interest payments	17,493,731,363	1,383,407,764
Total	<u>17,595,922,423</u>	<u>19,081,087,548</u>

30.13 Payables to investors

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Payables to investors - investors' deposits for securities trading activities managed by the Company	2,995,261,394,867	3,980,030,174,992
- <i>Domestic investors</i>	2,841,071,962,213	3,834,932,579,377
- <i>Foreign investors</i>	154,189,432,654	145,097,595,615
Total	<u>2,995,261,394,867</u>	<u>3,980,030,174,992</u>

30.14. Payables to securities issuers

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Other payables to securities issuers	102,191,060	17,697,679,784

30.15 Dividend, bond principal and interest payables

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Deposits for dividends, bond principals and interest payments securities issuers	17,493,731,363	1,383,407,764

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

31. GAIN/(LOSS) FROM FINANCIAL ASSETS

31.1. Gain/(loss) from disposal of financial assets at FVTPL

No.	Financial assets	Quantity Unit	Selling price VND/unit	Proceeds VND	Weighted average cost at the end of transaction date VND	Gain from disposal in the current period VND	Gain from disposal in the previous period VND
I	Gain from disposal						
1	Listed shares and fund certificates	20,784,885		625,650,293,005	431,835,570,696	193,814,722,309	30,287,956,420
	PLX	3,197,010	86,771	277,408,289,000	153,210,862,771	124,197,426,229	-
	HNG	12,952,513	9,034	117,013,618,548	78,728,694,093	38,284,924,455	6,782,833,960
	SSC	1,633,613	67,070	109,566,513,857	89,053,771,363	20,512,742,494	-
	HPG	587,580	61,458	36,111,288,000	29,961,038,941	6,150,249,059	657,770,696
	VSC	756,430	44,599	33,736,109,500	32,526,386,275	1,209,723,225	3,190,377,645
	Other listed shares	1,657,739		51,814,474,100	48,354,817,253	3,459,656,847	19,656,974,119
2	Unlisted shares and others	1,300,000		31,920,000,000	27,900,000,000	4,020,000,000	21,092,792,999
	VEAM	1,300,000	24,554	31,920,000,000	27,900,000,000	4,020,000,000	19,580,000,000
	Other unlisted shares	-		-	-	-	1,512,792,999
3	Listed bonds	13,000,000		1,525,606,500,000	1,513,717,972,727	11,888,527,273	17,159,470,275
	TP_ID1823088	4,000,000	99,071	396,284,000,000	391,286,172,727	4,997,827,273	-
	TP_IL1535300	3,500,000	137,843	482,449,500,000	478,250,000,000	4,199,500,000	-
	TP_TD1636502	1,000,000	137,657	137,657,000,000	135,697,000,000	1,960,000,000	-
	TP_TD1621470	700,000	109,810	76,867,000,000	76,456,800,000	410,200,000	-
	TP_BVDB17319	300,000	113,335	34,000,500,000	33,696,000,000	304,500,000	-
	Other listed bonds	3,500,000		398,348,500,000	398,332,000,000	16,500,000	17,159,470,275
4	Unlisted bonds	157,516		4,503,940,924,912	4,474,504,769,665	29,436,155,247	49,198,921,200
	TP_MB.BOND.2017.7Y.14	2,400	98,000,000	235,200,000,000	214,104,000,000	21,096,000,000	-
	TP_VGL.BOND.2017	2,000	103,773,071	207,546,142,000	204,725,480,000	2,820,662,000	-
	KP_FE2018.01	150,000	1,043,620	156,543,000,000	154,253,400,000	2,289,600,000	-
	Other unlisted bonds	3,116		3,904,651,782,912	3,901,421,889,665	3,229,893,247	49,198,921,200
5	Gain from derivative contracts					3,095,790,000	
	Total	35,242,401		6,687,117,717,917	6,447,958,313,088	242,255,194,829	117,739,140,894

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

31. GAIN/(LOSS) FROM FINANCIAL ASSETS (continued)

31.2. Gain/(loss) from revaluation of financial assets

No.	Financial assets	Cost VND	Carrying value VND	Revaluation difference at the end of the period VND	Revaluation difference at the beginning of the period VND	Gain/(loss) recorded this period VND	Increase VND	Decrease VND
1	FVTPL	1,830,767,976,944	1,639,082,735,727	(191,685,241,217)	7,804,537,324	(199,489,778,541)	101,633,259,471	(301,123,038,012)
	Listed shares and fund certificates	1,237,583,127,133	1,044,756,282,500	(192,826,844,633)	10,162,038,134	(202,988,882,767)	90,522,919,580	(293,511,802,347)
	FPT	179,264,779,839	153,448,615,500	(25,816,164,339)	(681,726,967)	(25,134,437,372)	5,710,546,228	(30,844,983,600)
	GEX	296,969,277,503	289,272,681,600	(7,696,595,903)	1,656,215	(7,698,252,118)	13,745,763,982	(21,444,016,100)
	HPG	125,754,058,197	136,904,140,800	11,150,082,603	9,117,394,440	2,032,688,163	8,886,358,307	(6,853,670,144)
	PLX	58,410,451,192	66,896,329,500	8,485,878,308	110,014,516,537	(101,528,638,229)	2,627,400	(101,531,265,629)
	DBC	251,328,936,078	190,916,792,000	(60,412,144,078)	2,936,707,312	(63,348,851,390)	2,015,710	(63,350,867,100)
	VAF	-	-	-	(30,646,899,235)	30,646,899,235	30,646,899,235	-
	VCG	22,971,290,384	14,032,656,000	(8,938,634,384)	(6,360,381,179)	(2,578,253,205)	3,289,948,395	(5,868,201,600)
	SSC	-	-	-	10,269,921,137	(10,269,921,137)	13,068,851,900	(23,338,773,037)
	ELC	191,473,171,178	88,404,950,000	(103,068,221,178)	(75,556,240,978)	(27,511,980,200)	2,990,228,050	(30,502,208,250)
	FUESSV50	13,327,138,869	17,611,100,000	4,283,961,131	5,907,680,173	(1,623,719,042)	5,004,032,000	(6,627,751,042)
	Other listed shares	98,084,023,893	87,269,017,100	(10,815,006,793)	(14,840,589,321)	4,025,582,528	7,175,648,373	(3,150,065,845)
2	Unlisted shares and fund certificates	120,582,550,231	121,724,153,647	1,141,603,416	(2,357,500,810)	3,499,104,226	11,110,339,891	(7,611,235,665)
	DCC	17,456,571,492	8,182,129,000	(9,274,442,492)	(9,274,442,492)	-	-	-
	Other unlisted shares	103,125,978,739	113,542,024,647	10,416,045,908	6,916,941,682	3,499,104,226	11,110,339,891	(7,611,235,665)
3	Unlisted Bonds	472,602,299,580	472,602,299,580	-	-	-	-	-

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

31. GAIN/(LOSS) FROM FINANCIAL ASSETS (continued)

31.2. Gain/(loss) from revaluation of financial assets (continued)

No.	Financial assets	Cost VND	Carrying value VND	Revaluation difference at the end of the period VND	Revaluation difference at the beginning of the period VND	Gain/(loss) recorded this period VND	Increase VND	Decrease VND
ii	AFS	925,830,308,118	1,486,602,461,800	560,772,153,682	799,045,354,041	(238,273,200,359)	15,531,856,773	(253,805,057,132)
1	Listed shares	703,181,357,818	1,247,726,111,500	544,544,753,682	782,122,954,041	(237,578,200,359)	6,903,786,403	(244,481,986,762)
	VSC	12,766,180,488	11,791,636,900	(974,543,588)	6,245,471,002	(7,220,014,590)	-	(7,220,014,590)
	TMS	107,326,818,560	176,776,306,700	69,449,488,140	104,099,985,840	(34,650,497,700)	-	(34,650,497,700)
	OPC	98,535,856,287	171,004,615,000	72,468,758,713	120,397,539,371	(47,928,780,658)	-	(47,928,780,658)
	DHC	48,062,358,832	95,011,206,400	46,948,847,568	54,274,284,368	(7,325,436,800)	2,108,920,400	(9,434,357,200)
	SGN	188,328,090,601	557,279,845,200	368,951,754,599	485,164,639,399	(116,212,884,800)	-	(116,212,884,800)
	HAH	26,089,630,020	12,978,967,500	(13,110,662,520)	(6,861,530,020)	(6,249,132,500)	-	(6,249,132,500)
	Other listed shares	222,072,423,030	222,883,533,800	811,110,770	18,802,564,081	(17,991,453,311)	4,794,866,003	(22,786,319,314)
2	Unlisted shares Vietnam Engine and Agriculture Machinery Corporation JSC. Other unlisted shares	183,554,050,300	199,781,450,300	16,227,400,000	16,922,400,000	(695,000,000)	8,628,070,370	(9,323,070,370)
		19,148,600,000	35,376,000,000	16,227,400,000	16,922,400,000	(695,000,000)	8,628,000,000	(9,323,000,000)
		164,405,450,300	164,405,450,300	-	-	-	70,370	(70,370)
3	Unlisted bonds	39,094,900,000	39,094,900,000	-	-	-	-	-
	Total	2,756,598,285,062	3,125,685,197,527	369,086,912,465	806,849,891,365	(437,762,978,900)	117,165,116,244	(554,928,095,144)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

31. GAIN/(LOSS) FROM FINANCIAL ASSETS (continued)

31.3. Dividend, interest income from financial assets at FVTPL, HTM investments, loans and receivables, AFS financial assets

	<i>Current period</i> VND	<i>Previous period</i> VND
From financial assets at FVTPL	27,000,988,503	12,148,945,450
From HTM financial assets	310,091,801,832	198,979,264,209
From loans and receivables	381,288,482,014	237,338,433,836
From AFS financial assets	55,217,748,540	85,972,049,974
<i>Dividends, interests arising from AFS financial assets</i>	<i>17,392,126,000</i>	<i>4,318,606,700</i>
<i>Difference arising from revaluation of AFS financial assets at fair value when reclassification for selling purpose</i>	<i>37,825,622,540</i>	<i>81,653,443,274</i>
- OPC	15,759,595,658	-
- VEAM	9,323,000,000	30,177,900,000
- SGC	7,421,945,222	-
- VSC	4,463,974,568	3,035,107,144
- VHL	-	32,735,504,092
- Others	857,107,092	15,704,932,038
Total	<u>773,599,020,889</u>	<u>534,438,693,469</u>

32. PROVISION/(REVERSAL) FOR IMPAIRMENT OF FINANCIAL ASSETS AND DOUBTFUL DEBTS

	<i>Current period</i> VND	<i>Previous period</i> VND
(Reversal of provision)/Provision expense for impairment of loans	5,500,696,503	(10,940,429,858)
(Reversal of provision)/Provision expense for impairment of financial assets used as collaterals for investment awaiting for payback (Note 10)	33,077,825,063	(72,882,067,328)
Total	<u>38,578,521,566</u>	<u>(83,822,497,186)</u>

33. OTHER OPERATING REVENUE

	<i>Current period</i> VND	<i>Previous period</i> VND
Revenue from leasing assets	218,830,384	1,170,495,892
Revenue from other financial services	752,304,990	2,495,599,089
Revenue from interest on investment awaiting for payback due to late payment	-	20,730,967,134
Revenue from fund management	14,990,845,691	11,728,792,451
Revenue from trusted portfolio management	30,337,871,620	4,762,137,244
Other revenues (include fee from supporting trading securities services)	4,048,086,521	1,457,246,411
Total	<u>50,347,939,206</u>	<u>42,345,238,221</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
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34. EXPENSES FOR OPERATING ACTIVITIES

	<i>Current period</i> VND	<i>Previous period</i> VND
Expenses for securities brokerage activities (payable to Stock Exchanges, employees and others)	456,831,465,306	218,956,659,174
Expenses for securities underwriting activities and securities issuance agent services	-	110,277,956
Expenses for financial advisory activities	11,594,491,102	16,448,830,251
Expenses for securities investment advisory activities	9,856,294,257	9,000,893,732
Expenses for securities custodian activities	10,752,364,196	8,620,069,351
Other operating expenses (Note 35)	39,962,533,782	32,113,656,765
Total	<u>528,997,148,643</u>	<u>285,250,387,229</u>

TOTAL EXPENSES FOR OPERATING ACTIVITIES BY TYPES EXPENSES

	<i>Current period</i> VND	<i>Previous period</i> VND
Expenses for securities brokerage activities	210,438,138,298	75,992,069,597
Expenses for custodian services	10,752,364,196	8,620,069,351
Expenses on payroll and other employees' benefits	187,387,995,545	115,118,221,237
Expenses for social security, health insurance, union fee and unemployment insurance	8,239,330,850	6,022,244,250
Expenses for office supplies	631,436,292	432,250,197
Expenses for tools	2,850,161,293	2,398,016,600
Depreciation expenses	8,610,084,063	6,975,121,993
Provision expenses	(163,249,298)	(147,407,618)
Expenses for external services	59,689,176,566	42,877,238,303
Capital expenditures	29,068,096,176	14,752,543,984
Expenses from shared income of fund management activities	5,260,291,931	5,494,348,004
Other expenses	6,233,322,731	6,715,671,331
Total	<u>528,997,148,643</u>	<u>285,250,387,229</u>

35. OTHER OPERATING EXPENSES

	<i>Current period</i> VND	<i>Previous period</i> VND
Expenses for funds management activities	4,268,382,414	4,290,288,228
Expense for trusted portfolios management activities	414,733,059	177,835,792
Expense for securities investment advisory services	6,807,998,219	7,868,865,724
Interest expenses on deposit management contracts	7,292,447,852	-
Interest expenses on investors' deposits for securities brokerage activities	12,293,281,853	9,798,098,777
Reversal of provision for doubtful debts	(163,249,298)	(147,407,618)
- Reversal of provision for receivables from services provided by the Company	(163,249,298)	(147,407,618)
Expense for leasing investment properties	6,203,771,718	8,102,736,647
Other expenses	2,845,167,965	2,023,239,215
Total	<u>39,962,533,782</u>	<u>32,113,656,765</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

36. FINANCE INCOME

	<i>Current period</i> VND	<i>Previous period</i> VND
Differences in foreign exchange rate	237,834,403	334,490,510
- <i>Realized gain from foreign exchange rate differences</i>	48,296,584	334,490,510
- <i>Unrealized gain from foreign exchange rate differences</i>	189,537,819	-
Interest income from demand deposits	16,339,434,324	23,837,059,130
Share of profit in associates (<i>Note 11</i>)	33,505,908,125	34,781,323,645
Gain from disposal of associates	112,952,366,130	-
Gain from interest rate swap contracts	3,942,785,344	-
Total	166,978,328,326	58,952,873,285

37. FINANCE EXPENSES

	<i>Current period</i> VND	<i>Previous period</i> VND
Loss from foreign exchange rate differences	563,488,756	776,682,777
- <i>Realized</i>	575,873,243	335,392,521
- <i>Unrealized</i>	(12,384,487)	441,290,256
Borrowing costs	244,847,263,620	152,205,376,088
- <i>Interest for bond issuance</i>	54,367,331,879	28,713,908,092
- <i>Interest for short-term borrowings</i>	190,479,931,741	123,491,467,996
Loss from interest rate swap contracts	156,224,466	-
Total	245,566,976,842	152,982,058,865

38. GENERAL AND ADMINISTRATIVE EXPENSES

	<i>Current period</i> VND	<i>Previous period</i> VND
Exposure on payroll and other employees' benefits	36,904,065,887	37,906,347,782
Social security, health insurance, union fee and unemployment insurance	2,456,607,100	2,071,632,000
Office supplies	1,140,658,452	634,787,249
Tools	548,029,947	776,296,198
Depreciation expenses	2,607,983,214	2,482,487,198
External service expenses	26,212,320,131	28,690,841,355
Other expenses	3,488,421,172	3,412,035,267
Total	73,358,085,903	75,974,427,049

39. OTHER INCOME AND EXPENSES

	<i>Current period</i> VND	<i>Previous period</i> VND
Other incomes	56,539,040,617	1,395,367,786
- <i>Gain from disposal of fix assets</i>	54,060,563,633	-
- <i>Other incomes</i>	2,478,476,984	1,395,367,786
Other expenses	(2,178,458,584)	(105,892,213)
Total	54,360,582,033	1,289,475,573

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as at 30 June 2018 and for the six-month period then ended

40. CORPORATE INCOME TAX (continued)

40.1 Corporate income tax ("CIT") (continued)

The tax returns filed by the Company are subject to examination by the tax authorities. As the application of tax laws and regulations is susceptible to varying interpretations, the amounts reported in the financial statements could change later upon final determination by the tax authorities.

The current tax payable is based on taxable profit for the year. The taxable profit of the Company differs from the profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other periods and it further excludes items that are not taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted by the reporting date. The Company is required to fulfil its corporate income tax obligation with the current tax rate of 20% on the total taxable profit according to Circular No. 78/2014/TT-BTC dated 02 August 2014.

The estimated current corporate income tax is represented in the table below:

	Current period VND	Previous period VND
Profit before tax	885,847,707,321	734,958,535,845
Adjustments to increase/(decrease) accounting profit	21,645,863,908	(239,264,783,790)
Adjustments to increase accounting profit:	569,180,371,423	346,787,379,928
- Provision for diminution in value of unlisted shares at the end of period	7,200,000,000	31,184,711,000
- Provision for impairment of investment awaiting for payback at the end of the period	186,285,836,274	125,775,015,617
- Reversal of provision for securities in the period	-	54,002,026,227
- Decrease in difference from revaluation of financial assets at FVTPL	301,123,038,012	108,257,624,921
- Provision for impairment of loans at the end of the period	37,407,717,200	27,568,002,163
- Difference in associates' shares disposal between separate and consolidated financial statements	30,777,387,783	-
- Unrealized revenue arising from consolidated financial statements	4,786,004,799	-
- Non-deductibles expenses during the period	1,600,387,355	-
Adjustments to decrease accounting profit:	(547,534,507,515)	(586,052,163,718)
- Income from tax exempted activities – dividends	(32,757,864,900)	(14,630,242,000)
- Reversal of provision for impairment of unlisted shares at the beginning of the year	(19,850,000,000)	(37,839,537,400)
- Reversal of provision for impairment of investment awaiting for payback at the beginning of the year	(153,208,011,211)	(198,657,082,945)
- Provision expenses for securities in the period	(94,231,221,077)	-
- Reversal of provision for impairment of loans at the beginning of the year	(32,070,269,995)	(40,051,234,311)
- Increase in differences from revaluation of financial assets at FVTPL	(101,633,259,471)	(210,226,612,261)
- Taxable income of 2015 of the investment awaiting for payback	(38,284,924,455)	(6,782,833,960)
- Earnings before tax from subsidiaries	(29,221,493,932)	(43,083,297,196)
- Earnings shared by associates	(33,505,908,125)	(34,781,323,645)
- Temporary taxable difference of the previous year	(12,771,554,349)	-
Estimated current taxable income	907,493,571,229	495,693,752,055
Corporate income tax rate	20%	20%
Estimated CIT expenses	181,498,714,246	99,138,750,411
Estimated CIT expenses in subsidiaries	6,075,057,241	10,004,050,671
CIT payable at the beginning of the year	84,299,155,217	51,481,407,842
CIT adjustment in accordance with tax finalization	1,596,872,630	37,959,054
CIT adjustment in accordance with tax inspection decision	-	191,027,032
CIT paid in the period	(190,127,422,352)	(113,706,832,129)
CIT payable at the end of the period	83,342,376,982	47,146,362,881

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

40. CORPORATE INCOME TAX (continued)

40.2 *Deferred corporate income tax*

Movement of deferred CIT assets during the period is as follows:

	<i>Current period</i> VND	<i>Previous period</i> VND
Deferred income tax assets		
Opening balance	76,547,370,505	88,099,158,339
Decrease of non-deductible provision for diminution in value of unlisted shares in the period	(2,530,000,000)	(1,330,965,280)
Provision expense/(Reversal of provision) for impairment of investment awaiting for payback	6,615,565,013	(14,576,413,466)
Revenue of which pay-back receipt is in progress in 2015	(7,656,984,891)	(1,356,566,792)
Provision expense/(Reversal of provision) for impairment of non-deductible loans in the period	1,067,489,441	(2,496,646,430)
Unrealized revenue from consolidated financial statement	957,200,960	-
Temporary taxable difference	(961,967,623)	15,499,777
Ending balance	74,038,673,405	68,354,066,148
Deferred income tax payables		
Opening balance	191,039,934,153	24,673,711,470
Temporary non-taxable income from subsidiary	(703,194,753)	(1,137,694,450)
Positive difference arising from revaluation of financial assets at FVTPL and AFS	(68,230,268,985)	9,313,975,484
Ending balance	122,106,470,415	32,849,992,504

The Company recognized the deferred income tax expense in the interim consolidated income statement for the six-month period ended 30 June 2018 and 30 June 2017 as follows:

	<i>Current period</i> VND	<i>Previous period</i> VND
Deferred CIT arising from non-deductible provision for diminution in value of unlisted shares	2,530,000,000	1,330,965,280
Deferred CIT arising from provision for impairment of investment awaiting for payback	(6,615,565,013)	14,576,413,466
Deferred CIT arising from the revenue of which pay-back receipt is in progress in 2015	7,656,984,891	1,356,566,792
Deferred CIT arising from provision for impairment of loans	(1,067,489,441)	2,496,646,430
Deferred CIT arising from temporary taxable expense	961,967,623	(15,499,777)
Deferred CIT arising from unrealized revenue from consolidated financial statement	(957,200,960)	-
Temporary non-taxable income from subsidiary	(703,194,753)	(1,137,694,450)
Deferred CIT relating to positive difference arising from revaluation of financial assets at FVTPL	(22,138,293,687)	9,313,975,484
Deferred income tax (income)/expense	(20,332,791,340)	27,921,373,225

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

41. ACCUMULATED OTHER COMPREHENSIVE INCOME

<i>Item</i>	<i>Beginning balance</i>	<i>Movement during the period</i>	<i>Changes in owners' equity recorded in income statement</i>	<i>Ending balance</i>
Gain/(loss) from revaluation of AFS financial assets	637,896,244,067	(154,355,602,522)	(37,825,622,540)	445,715,019,005

42. ADDITIONAL INFORMATION FOR STATEMENT OF CHANGES IN OWNERS' EQUITY

Incomes and expenses, gains or losses which are recorded directly to owners' equity:

	<i>Ending balance VND</i>	<i>Beginning balance VND</i>
Income recorded directly to owners' equity	-	360,436,195,093
- Gain on revaluation and reclassification for selling purpose of AFS financial assets	-	340,998,046,562
- Gain arising from change in ownership rate associate in subsidiary	-	19,438,148,531
Expense recorded directly to owners' equity	(213,576,133,690)	(34,000,000)
- Loss from revaluation and reclassification for selling purpose of AFS financial assets	(192,181,225,062)	-
- Loss arising from change in ownership rate associate in subsidiary	(14,884,313,371)	-
- Loss arising from associates change the number of outstanding shares	(6,498,595,257)	-
- Other expenses recorded directly to owners' equity	(12,000,000)	(34,000,000)
Total	(213,576,133,690)	360,402,195,093

43. EARNINGS PER SHARE

Earnings per share ("EPS") is calculated by dividing the net profit after tax attributable to ordinary shareholders of the Company by the weighted average number of outstanding ordinary shares in issue during the period. After tax profit attributable to ordinary shareholders of the Company for the six-month period ended 30 June 2018 is calculated as after-tax profit after deduction for setting up non-shareholders' reserves according to the actual appropriation ratio of 2017. For the purpose of preparing interim consolidated financial statements, other comprehensive incomes not yet included in the net profit after tax to calculate the earnings per share indicator since there is no detailed guidance detail.

	<i>Current period</i>	<i>Previous period</i>
Net profit attributable to ordinary shareholders (VND)	661,840,746,374	559,625,268,103
Weighted average number of ordinary shares for calculation of earnings per share	499,848,605	489,839,394
Earnings per share (VND)	1,324	1,142

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

44. DILUTED EARNINGS PER SHARE

Diluted earnings per share is calculated by dividing the net profit after tax attributable to ordinary shareholders of the Company by the number of ordinary shares used in the calculation of diluted EPS.

After tax profit attributable to ordinary shareholders of the Company for the six-month period ended 30 June 2018 is calculated as after-tax profit after deduction for setting up non-shareholders' reserves according to the actual appropriation ratio of 2017, with the following adjustments:

- Dividends or other items related to the potential dilutive ordinary shares are deducted to profit attributable to shareholders of the parent company;
- Any accrued interest during the period related to the potential dilutive ordinary shares; and
- Other changes in income or expenses resulting from the conversion of potential dilutive ordinary shares.

For the purpose of preparing interim consolidated financial statements, other comprehensive incomes not yet included in the net profit after tax to calculate the EPS indicator since there is no detailed guidance.

The number of ordinary shares used in the calculation of diluted EPS is determined as the total of the weighted average number of outstanding ordinary shares during the period and the weighted average of potential ordinary shares in case of all potential dilutive ordinary shares are converted into ordinary shares. Potential dilutive ordinary shares are assumed to be converted into ordinary shares at the beginning of the reporting period; or at the date of issue, if it is after the beginning of the reporting date; or at the incur date in case potential ordinary shares are share options, warrants or other equivalent instruments.

	<i>Current period</i> VND	<i>Previous period</i> VND
Net profit after tax after deduction for setting up non-shareholder reserves – VND	661,840,746,374	559,625,268,103
Adjustment to profit for diluted EPS – VND	33,504,475,900	-
- <i>Interest expenses of convertible bonds during in the period</i>	<u>33,504,475,900</u>	<u>-</u>
Profit after adjustment – VND	695,345,222,274	559,625,268,103
Number of ordinary shares for calculation of diluted EPS (*)	<u>532,614,600</u>	<u>489,839,394</u>
Diluted EPS – VND	<u>1,306</u>	<u>1,142</u>

(*) Number of ordinary shares for calculation of diluted EPS is determined as the total of:

- weighted average of outstanding shares;
- weighted average number of potential ordinary shares to be issued with the assumption that all convertible bonds are converted into ordinary shares at the date SSI issued bonds in 2018; and
- weighted average number of potential ordinary shares to be issued under the ESOP with the assumption that these shares are considered to be issued at the approval time for issuing ESOP by the General Meeting of Shareholders under the Resolution of General Meeting of Shareholders on 21 April 2018.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

45. OTHER INFORMATION

45.1 *Transactions with related parties*

List of related parties and relationships with the Company is as follows:

<u>Related parties</u>	<u>Relationships</u>
NDH Investment Ltd. and its subsidiaries	SSI's Chairman is the owner of NDH Investment Ltd.
Daiwa Securities Group Inc.	Strategic shareholder
The PAN Group JSC. and its subsidiaries	Chairman of SSI is also the Chairman of the PAN Group, associate company
Vietnam Fumigation Joint Stock Company	Associate company
Dong Nai Port Joint Stock Company	Associate company of SSI until the end of Quarter I of 2018
Saigon Dan Linh Real Estate Co., Ltd	Deputy CEO of SSI is also the Chairman of Saigon Dan Linh Real Estate Co.,Ltd
Nguyen Saigon Co., Ltd	The Chairman of Nguyen Saigon Co., Ltd is the brother of SSI's Chairman

Saigon Securities Incorporation

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NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

45. OTHER INFORMATION (continued)

45.1 Transactions with related parties (continued)

Significant balances and transactions with related parties as at 30 June 2018 and for the six-month period then ended are as follows:

Parties	Transaction	Receivables/(Payables)			Revenues/ (Expenses) VND		
		Beginning VND	Increase VND	Decrease VND		Ending VND	
The PAN Group JSC and its subsidiaries	Revenue from securities transaction and other securities services	-	908,309,677	(908,309,677)	-	893,308,877	
	Revenue from consultant contract	200,000,000	4,199,720,000	(4,399,720,000)	-	4,139,083,636	
	Securities purchase transactions	-	(100,000,000,000)	100,000,000,000	-	-	
	Deposit for securities brokerage services and deposit management contracts	(180,000,000,000)	(1,215,648,559,549)	1,017,129,776,391	(378,518,783,158)	-	
	Interest payable on deposit for securities brokerage services and deposit management contracts	(602,246,575)	(12,770,872,764)	11,903,141,589	(1,469,977,750)	(12,770,872,761)	
	Expense for commodity purchase	-	(3,052,771,283)	3,052,771,283	-	(3,052,771,283)	
	Payables on behalf from securities selling transaction	-	(13,491,708,625)	13,491,708,625	-	-	
	Capital contribution under the equity method	545,928,657,960	33,937,413,049	(31,328,583,922)	548,537,487,087	15,157,486,946	
	NDH investment Company Ltd. and its subsidiaries	Revenue from securities transaction and other securities services	-	162,246,000	(162,246,000)	-	162,246,000
		Portfolio management fee	12,245,025	108,765,927	(97,649,159)	23,361,793	108,765,927
Securities selling transaction		-	382,114,200,000	(382,114,200,000)	-	(3,122,836,365)	
Securities purchasing transaction		-	(652,408,300,000)	652,408,300,000	-	-	
	Advance for consultant services revenue	-	220,185,000	(705,285,000)	(485,100,000)	1,064,536,364	
Daiwa Securities Group Inc.	Revenue from securities transaction and other securities services	-	1,230,804,368	(1,230,804,368)	-	1,200,349,779	
	Commission payable	-	(8,162,530,098)	7,959,247,932	(203,282,166)	(4,736,161,362)	
	Consultant contract revenue	-	5,129,454,573	(3,667,547,842)	1,461,906,731	3,597,896,579	
	Revenue from investment advisory	4,269,376,360	1,790,425,481	-	6,059,801,841	1,735,983,789	

Saigon Securities Incorporation

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NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

45. OTHER INFORMATION (continued)

45.1 Transactions with related parties (continued)

Parties	Transaction	Receivables/(Payables)			Revenues/ (Expenses) VND	
		Beginning VND	Increases VND	Decrease VND		Ending VND
Nguyen Saigon Co., Ltd	Revenue from securities transaction and other securities services	-	239,987,959	(239,987,959)	-	239,985,559
	Lending balance	-	24,998,012,294	(21,039,015,812)	3,958,996,482	61,714,185
Saigon Dan Linh Real Estate Co., Ltd	Revenue from securities transaction and other securities services	-	95,058,326	(95,058,326)	-	95,057,526
Vietnam Fumigation Joint Stock Company	Capital contribution under the equity method	166,807,929,717	13,569,604,221	(7,134,148,500)	173,243,385,438	13,569,121,871
Dong Nai Port Joint Stock Company	Capital contribution under the equity method	83,455,067,732	4,779,299,308	(88,234,367,040)	-	4,779,299,308
Other parties	Purchase of bonds issued by SSI	(60,000,000,000)	-	-	(60,000,000,000)	-
	Payables for bond interest issued by SSI	(4,901,666,666)	(2,575,643,836)	5,167,146,119	(2,310,164,383)	(2,575,643,836)

Total remuneration of members of Board of Directors and Board of Management:

	Current period VND	Previous period VND
Salary and bonus	7,207,000,000	6,475,400,000

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

45. OTHER INFORMATION (continued)

45.2 Segment information

Segment information by business lines

	Brokerage and customer services (1)	Proprietary trading	Treasury	Portfolio Management	Investment banking and others	Total
	VND	VND	VND	VND	VND	VND
Current period						
1. Direct income	1,119,926,145,473	575,112,434,348	330,506,540,203	45,328,717,311	73,168,077,688	2,144,041,915,023
2. Direct expenses	518,966,308,942	423,208,459,555	213,490,603,938	9,767,446,638	19,403,302,726	1,184,836,121,799
3. Depreciation and allocated expenses	46,215,594,119	9,536,551,167	5,868,646,873	2,934,323,436	8,802,970,308	73,358,085,903
Profit before tax	554,744,242,412	142,367,423,626	111,147,289,392	32,626,947,237	44,961,804,654	885,847,707,321
Ending balance						
1. Direct segment assets	5,891,034,197,229	4,102,074,579,866	9,947,996,315,897	47,046,760,775	7,540,436,745	19,995,692,290,512
2. Allocated segment assets	123,506,308,936	25,485,428,828	15,683,340,817	7,841,670,409	23,525,011,226	196,041,760,216
3. Unallocated assets	-	-	-	-	-	281,306,513,103
Total assets	6,014,540,506,165	4,127,560,008,694	9,963,679,656,714	54,888,431,184	31,065,447,971	20,473,040,563,831
1. Direct segment liabilities	990,285,574,977	736,285,372,101	9,074,524,766,861	11,344,258,448	8,106,263,564	10,820,546,235,951
2. Allocated segment liabilities	161,116,689,952	33,246,301,101	20,459,262,216	10,229,631,108	30,688,893,324	255,740,777,701
3. Unallocated liabilities	-	-	-	-	-	247,961,211,739
Total liabilities	1,151,402,264,929	769,531,673,202	9,094,984,029,077	21,573,889,556	38,795,156,888	11,324,248,225,391

(1) Income mainly from brokerage, margin lending services, investment advisory services and custodian services

Segment information by geographic area

Company's activities are mainly in the territory of Vietnam.

The Company has a wholly-owned US subsidiary, SSI International Incorporated ("SSIIC"), which operates in the US real estate business. However, SSIIC's total revenue, expenses and total assets are very low compared to its total revenue, expense and total assets (about 2% to 4%). As a result, the Company does not present segmental reports by geographical area in the notes to the interim consolidated financial statements.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

45. OTHER INFORMATION (continued)

45.3 Operating lease commitments

The Company leases office under operating lease arrangements. As at 30 June 2018, the committed future rental payments under the operating lease agreements are as follows:

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Less than 1 year	58,201,242,972	43,171,957,322
From 1 - 5 years	94,375,152,726	76,154,577,298
Total	152,576,395,698	119,326,534,620

45.4 Commitments relating to margin lending service

The Company signed margin lending contracts with investors to facilitate securities trading activities of investors.

The Company's commitments to provide funds under outstanding margin lending contracts as of 30 June 2018 and 31 December 2017 are as follows:

	<i>Ending balance</i> VND	<i>Beginning balance</i> VND
Head Office (in Ho Chi Minh City)	1,180,764,994,714	139,943,335,987
Hanoi	615,238,276,438	93,155,071,328
Hai Phong	31,187,960,500	5,631,539,372
Nguyen Cong Tru	74,145,463,368	23,976,923,313
Nha Trang	23,348,478,883	3,682,377,040
Vung Tau	24,580,591,863	3,920,953,710
My Dinh	24,296,403,198	15,840,641,665
Total	1,973,562,168,964	286,150,842,415

45.5 Purposes and policies of financial risk management

The Company's financial liabilities comprise mostly loans and borrowings, payables to suppliers and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company has loans, trade and other receivables, cash and short-term deposits that arise directly from its operations. The Company does not hold or issue derivative financial instruments.

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

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

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

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

45. OTHER INFORMATION (continued)

45.5 *Purposes and policies of financial risk management* (continued)

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. There are four types of market 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 loans and borrowings, deposits and available-for-sale investments.

The Company manages market risk by analysing financial sensitivity of the Company as at 30 June 2018 and 31 December 2017. When analysing sensitivity, Management assumes that sensitivity of Available-for-sale debt instruments in the statement of financial position and other related items in the income statement is affected by changes in corresponding market risk. The analysis is based on financial assets and liabilities held by the Company as at 30 June 2018 and 31 December 2017.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to market risk due to changes in interest rate relates primarily to cash and short-term deposits of the Company and its subsidiaries. Financial liabilities have fixed interest rate.

The Company manages interest rate risk by looking at the competitive structure of the market to identify a proper interest rate policy which is favourable for of the Company and its subsidiaries purposes within its risk management limits.

No analysis on interest sensitivity is performed since the Company's exposure to risk of changes in interest rate is insignificant.

Foreign exchange risk

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

The Company manages foreign exchange risk by hedging against transactions that are expected to take place in the future.

Equity price risk

Listed and unlisted securities which are held by the Company are affected by market risk arising from the uncertainty of future value of invested securities. The Company manages equity price risk by establishing investment limits. The Company's Investment Council considers and approves investments in securities.

As at the reporting date, the fair value of listed shares (FVTPL and AFS) was VND 2,292,482,394,000. The 10% increase (or decrease) in market index would possibly result in a corresponding increase (or decrease) in profit after tax of the Company, depending on its magnitude and length as well as the Company's ownership position of securities which have significant influence on market index.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

45. OTHER INFORMATION (continued)

45.5 Purposes and policies of financial risk management (continued)

Credit risk

Credit risk is the risk that counterparty would not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily for loans and receivables) and from its financing activities, including deposits with banks, foreign exchanges activities and other financial instruments.

Receivables

Customer credit risk is managed by the Company based on its established policies, procedures and control relating to customer credit risk management. Credit quality of customers is evaluated on the basis of Management's assessment.

Outstanding customer receivables are regularly monitored. Customer credit quality's impairment is analysed at each reporting date on an individual basis for major clients. The Company closely monitors outstanding receivables and operates a credit control unit to mitigate credit risk. Due to the fact that the Company's receivables relate to a large number of diversified customers and corresponding collateral assets, there is no significant concentration of credit risk.

Bank deposits

The Company's bank balances are mainly maintained with high credit rating banks in Vietnam. Credit risk from balances with banks is managed by the Company's treasury department in accordance with the Company's policy. The Company's maximum exposure to credit risk for the components of the statement of financial position at each reporting date is the carrying value as presented in Notes 5, 7.3 and 11. The Company evaluates the concentration of credit risk with respect to bank deposits as low.

Margin lending and advances to customers

The Company manages its credit risks via the use of internal control policies, processes and procedures relevant to margin lending and advance payments to customers. The Company assesses customers to determine their credit limits and margin rates before lending margin and advances to customers and periodically reassesses the financial position of customers to adjust the credit limits and margin rates accordingly. The credit limits are measured based on value of collateral assets, customer's credit rating and other indicators.

The following loans are considered as overdue as at 30 June 2018 (excluding of contracts that was extended or liquidated before the signing date of this report). Except for financial assets which are reserved for impairment as stated in Notes 8 and 9, according to the Management's assessment, the remaining financial assets are neither overdue nor impaired as they are all liquid.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

45. OTHER INFORMATION (continued)

45.5 Purposes and policies of financial risk management (continued)

Credit risk (continued)

	Total	Balance provisioned	Neither past due nor impaired				
			< 80 days	81–180 days	>180 days	>210 days	
Beginning balance	5,764,072,330,098	56,063,514,700	5,705,264,586,971	2,739,630,040	2,201,503	70,390	2,326,494
Ending balance	5,884,564,934,375	35,313,871,803	5,849,187,600,086	57,260,392	2,414,057	473,799	3,314,238

Liquidity risk

The liquidity risk is the risk that the Company will encounter difficulties in meeting financial obligations. The Company's exposure to liquidity risk arises when the Company is unable to meet its financial obligations as they fall due, primarily due to mismatches in the maturity terms of financial assets and liabilities. The maturity terms of financial assets and liabilities reflect the remaining period of financial assets and liabilities from the reporting date to the date of settlement set out in the contracts or terms of issuance. For FVTPL and AFS financial assets, the maturity terms are determined based on the liquidity of the assets (the ability to sell and purchase the assets) on the market.

The Company monitors its liquidity risk by maintaining a level of cash and cash equivalents, borrowings deemed adequate by the Management to finance the Company's operations and to mitigate the effects of fluctuations in cash flows.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

45. OTHER INFORMATION (continued)

45.5 Purposes and policies of financial risk management (continued)

Liquidity risk (continued)

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

30 June 2018	Overdue VND	On demand VND	Less than 1 year VND	1 – 5 year VND	Over 5 years VND	Total VND
ASSETS						
<i>Cash and cash equivalents</i>	-	215,489,887,243	629,403,520,174	-	-	844,893,407,417
<i>Financial assets</i>	63,462,486	3,184,853,113,233	15,141,711,117,435	-	748,390,392,125	19,075,018,085,279
FVTPL	-	1,639,082,735,727	-	-	-	1,639,082,735,727
HTM investments	-	-	9,316,377,561,252	-	-	9,316,377,561,252
Loans (excluding provisions)	63,462,486	59,167,915,706	5,825,333,556,183	-	-	5,884,564,934,375
Available-for-sale	-	1,486,602,461,800	-	-	-	1,486,602,461,800
Long-term investments	-	-	-	-	748,390,392,125	748,390,392,125
<i>Other assets</i>	15,138,643,665	95,352,327,494	-	117,769,043,637	216,533,816,435	444,793,831,231
Deposits collaterals and pledges	-	23,840,464,526	-	-	-	23,840,464,526
Other receivables (excluding provisions)	15,138,643,665	28,731,111,545	-	-	-	43,869,755,210
Other assets	-	42,780,751,423	-	-	-	42,780,751,423
Fixed assets	-	-	-	117,769,043,637	216,533,816,435	334,302,860,072
Total	15,202,106,151	3,495,695,327,970	15,771,114,637,609	117,769,043,637	964,924,208,560	20,364,705,323,927
LIABILITIES						
Short-term borrowings	-	3,130,919,603,089	5,213,500,000,000	-	-	8,344,419,603,089
Bond issued	-	-	459,981,666,659	-	-	459,981,666,659
Convertible bond	-	-	-	1,050,558,713,450	-	1,050,558,713,450
Payables for securities transaction activities	-	13,698,063,300	-	-	-	13,698,063,300
Accrued expenses	-	63,115,162,269	71,988,565,457	-	-	135,103,727,726
Statutory obligation	-	113,615,572,060	-	-	-	113,615,572,060
Other liabilities	-	280,863,723,341	707,554,948,094	-	-	988,418,671,435
Total	-	3,602,212,124,059	6,453,025,180,210	1,050,558,713,450	-	11,105,796,017,719
Net liquidity difference	15,202,106,151	(106,516,796,089)	9,318,089,457,399	(932,789,669,813)	964,924,208,560	9,258,909,306,208

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

45. OTHER INFORMATION (continued)

45.5 Purposes and policies of financial risk management (continued)

Liquidity risk (continued)

The Company assessed the concentration of risk with respect to its debt payments as low. The Company is able to access to different sources of funds and all the borrowings which are due within 12 months can be renewed with the current lenders.

Collaterals

The Company used a part of its term deposits and certificates of deposits as collaterals for bank overdrafts and short-term borrowings from commercial banks. As at 30 June 2018, the total carrying value of term deposits and certificates of deposits used as collaterals for bank overdrafts were VND 4,542,000,000,000, and the total carrying value of term deposits used as collaterals for short-term borrowings were VND 4,524,000,000,000.

Among financial assets at fair value through profit and loss, financial assets available-for-sale and investment in associates as at 30 June 2018, there were 14,547,756 shares with the par value of VND 145,477,560,000 used as collaterals for short-term borrowings; and 15,912,000 shares with par value of VND 159,120,000,000 used as collaterals for bonds issued by the Company.

The Company held securities as collateral for margin loans to customers as at 30 June 2018.

Other than that, the Company did not hold any other party's collateral at 30 June 2018 and 31 December 2017.

45.6 Off-balance sheet item of subsidiary

SSIAM, a subsidiary of the Company, conducts portfolio management activities. As at 30 June 2018 and 31 December 2017, SSIAM off-balance sheet items related to portfolio management activities of entrust investors include: deposits, portfolios, receivables and payables are as follows:

	<i>Ending balance</i>	<i>Beginning balance</i>
	<u>VND</u>	<u>VND</u>
Investor's deposits	203,025,345,877	108,045,084,509
Portfolio of entrusted investors	1,108,440,931,334	510,510,041,195
Receivables of entrusted investors	35,489,389,165	3,424,824,600
Payables of entrusted investor	15,335,761,631	3,641,194,874

In particular, the list of securities in the portfolio of entrusted investors is reduced in value as follows:

	<i>Ending balance</i>			<i>Beginning balance</i>		
	<i>Amount</i>	<i>Cost</i>	<i>Decrease in value</i>	<i>Amount</i>	<i>Cost</i>	<i>Decrease in value</i>
	<u>VND</u>	<u>VND</u>	<u>VND</u>	<u>VND</u>	<u>VND</u>	<u>VND</u>
DXG	2,444,815	72,475,857,578	(6,099,130,328)	-	-	-
VPB	1,833,570	70,994,170,277	(18,370,711,277)	30,400	1,259,879,975	(13,479,975)
HPG	1,402,554	59,803,118,360	(5,945,044,760)	-	-	-
MBB	1,573,750	49,194,721,434	(7,962,471,434)	114,100	2,912,600,611	(14,460,611)
DIG	1,484,900	37,766,728,169	(11,483,998,169)	-	-	-
VHM	3,389,500	389,359,459,892	(8,379,659,892)	-	-	-
ACB	784,060	35,385,185,854	(7,472,649,854)	-	-	-
Other	4,663,789	218,785,627,127	(32,559,957,827)	2,806,680	76,784,215,099	(5,726,868,599)
Total	17,576,938	933,764,868,691	(98,273,623,541)	2,951,180	80,956,695,685	(5,754,809,185)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2018 and for the six-month period then ended

46. EVENT AFTER THE REPORTING DATE

There has been no matter or circumstance that has arisen since the reporting date which is required to be disclosed in the interim consolidated financial statements.



Ms. Hoang Thi Minh Thuy
Chief Accountant



Ms. Nguyen Thi Thanh Ha
Chief Financial Officer



Mr. Nguyen Duy Hung
Chief Executive Officer



Ho Chi Minh City, Vietnam

13 August 2018

