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Maybank Kim Eng Securities Limited

Interim financial statements

30 June 2017



Maybank Kim Eng Securities Limited

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Maybank Kim Eng Securities Limited

GENERAL INFORMATION

THE COMPANY

Maybank Kim Eng Securities Limited (the Company) was incorporated under License No. 117/GP-UBCK dated 3 January 2014, which supersedes License No. 71/UBCK-GP granted by the State Securities Commission (SSC) on 14 December 2007.

The principal activities of the Company are to provide brokerage services, securities trading, underwriting for share issues, custodian services, investment advisory services and margin trading services.

The Company's head office is located at Floor 4A - 15 + 16, Vincom Center Dong Khoi, 72 Le Thanh Ton, Ben Nghe Ward, District 1, Ho Chi Minh City and its branches are located in Ho Chi Minh City, Ha Noi and other provinces:

- ▶ Cho Lon Branch: Floor 1, 86 Tan Da, Ward 11, District 5, Ho Chi Minh City
- ▶ Phu Nhuan Branch: Floor 1, Tan Ha Phan Building, 465 Phan Xich Long, Phu Nhuan District, Ho Chi Minh City
- ▶ An Giang Branch: Floor 3, Nguyen Hue Shopping Center, 9/9 Tran Hung Dao, My Xuyen Ward, Long Xuyen City
- ▶ Dong Nai Branch: 249 Ha Huy Giap, Town 4, Quyet Thang Ward, Bien Hoa City, Dong Nai
- ▶ Ha Noi Branch: Floor 3, 14-16 Ham Long Building, Phan Chu Trinh Ward, Hoan Kiem District, Ha Noi.

BOARD OF MEMBERS

The Board of Members of the Company during the period and at the date of the interim financial statements comprises of:

<i>Name</i>	<i>Title</i>	<i>Date of appointment</i>
Mr. Ronnie Royston Fernandiz	Chairman	Appointed on 31 March 2014
Ms. Hamidah Binti Moris	Member	Appointed on 13 January 2014
Mr. Goh Cho Kiat Jeffrey	Member	Appointed on 13 January 2014
Mr. Alexander Panasko	Member	Appointed on 15 August 2016

Members of the current Board of Members of the Company were re-appointed for the second term of office (2017 - 2019) on 30 December 2016 according to the Owner's Decision No. 05/2016/QDCSH.

SUPERVISORY BOARD

The Supervisory Board of the Company during the period and at the date of the interim financial statements comprises of:

<i>Name</i>	<i>Title</i>	<i>Date of appointment</i>
Mr. Mohamad Yasin bin Abdullah	Chief Supervisor	Appointed on 28 February 2014
Ms. Nguyen Tuyet Van	Member	Appointed on 13 January 2014
Ms. Quach Thanh Bao Tran	Member	Appointed on 3 August 2015

Members of the current Supervisory Board of the Company were re-appointed for the second term of office (2017 - 2019) on 30 December 2016 according to the Owner's Decision No. 05/2016/QDCSH.

Maybank Kim Eng Securities Limited

GENERAL INFORMATION (continued)

MANAGEMENT

The Company's management, Chief Financial Officer and Chief Accountant during the period and at the date of the interim financial statements comprises of:

<i>Name</i>	<i>Title</i>	<i>Date of appointment</i>
Mr. Kim Thien Quang	Chief Executive Officer	Appointed on 12 August 2015
Mr. Nguyen Van Manh	Deputy General Director	Appointed on 1 September 2010
Ms. Tran Thi Thu Hang	Chief Financial Officer	Appointed on 10 November 2014
Ms. Tran Thi Ngoc Huong	Chief Accountant	Appointed on 10 March 2014

LEGAL REPRESENTATIVE

The legal representative of the Company during the period and at the date of the interim financial statements is Mr. Kim Thien Quang, the Chief Executive Officer.

AUDITORS

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

Maybank Kim Eng Securities Limited

REPORT OF MANAGEMENT

Management of Maybank Kim Eng Securities Limited (the Company) is pleased to present this report and the Company's interim financial statements as at and for the six-month period ended 30 June 2017.

MANAGEMENT'S RESPONSIBILITY FOR THE INTERIM FINANCIAL STATEMENTS

Management of the Company is responsible for the interim financial statements of each financial period which give a true and fair view of the interim financial position of the Company, and of the interim results of its operations, its interim cash flows and its interim changes in equity for the period. In preparing those interim 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 financial statements; and
- ▶ prepare the interim 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 to disclose, with reasonable accuracy at any time, the interim financial position of the Company 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 the Company has complied with the above requirements in preparing the accompanying interim financial statements as at and for the six-month period ended 30 June 2017.

STATEMENT BY MANAGEMENT

Management does hereby state that, in its opinion, the accompanying interim financial statements give a true and fair view of the interim financial position of the Company as at 30 June 2017 and of the interim results of its operations, its interim cash flows and its changes in equity for the six-month period then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System, accounting guidelines applicable to securities companies and statutory requirements relevant to preparation and presentation of interim financial statements.

On behalf of management:





 Chief Executive Officer

Ho Chi Minh City, Vietnam

10 August 2017

Reference: 60994674/19517603

REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

**To: The Owner of
Maybank Kim Eng Securities Limited**

We have reviewed the accompanying interim financial statements of Maybank Kim Eng Securities Limited (the Company) as prepared on 10 August 2017 and set out on pages 6 to 45 which comprise the interim statement of financial position as at 30 June 2017, the interim statement of profit or loss, the interim statement of cash flows and the interim statement of changes in owner's equity for the six-month period then ended and the notes thereto.

Management's responsibility

Management of the Company is responsible for the preparation and fair presentation of the interim financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System, accounting guidelines applicable to securities companies and statutory requirements relevant to the preparation and presentation of the interim financial statements, and for such internal control as management determines is necessary to enable the preparation and presentation of the interim 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 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 financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Vietnamese Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not give a true and fair view, in all material respects, of the interim financial position of the Company as at 30 June 2017, and of the interim results of its operations, its interim cash flows and interim changes in equity for the six-month period then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System, accounting guidelines applicable to securities companies and statutory requirements relevant to preparation and presentation of interim financial statements.

Ernst & Young Vietnam Limited



Nguyễn Xuân Dai
Deputy General Director
Audit Practicing Registration
Certificate No. 0452-2013-004-1

Ho Chi Minh City, Vietnam

10 August 2017

Maybank Kim Eng Securities Limited

INTERIM STATEMENT OF FINANCIAL POSITION
as at 30 June 2017

B01a-CTCK

Code	Items	Notes	30 June 2017 VND	31 December 2016 VND
100	A. CURRENT ASSETS		1,072,121,885,980	953,096,954,061
110	I. Financial assets		1,067,635,948,634	948,616,585,843
111	1. Cash and cash equivalents	4	81,041,544,602	168,073,202,957
111.1	a. Cash		6,541,544,602	13,573,202,957
111.2	b. Cash equivalents		74,500,000,000	154,500,000,000
112	2. Financial assets at fair value through profit and loss (FVTPL)	6.1	3,198,300	25,110,000
114	3. Loans	6.2	990,435,360,426	784,301,701,923
116	4. Provision for impairment of financial assets and mortgage assets	6.3	(15,535,107,021)	(13,093,563,871)
117	5. Receivables	7	8,680,250,866	8,494,917,614
117.4	a. Accruals from dividend and interest income		8,680,250,866	8,494,917,614
118	6. Advances to suppliers	7	1,391,500	55,812,000
119	7. Receivables from services provided by the Company	7	858,137,255	563,097,459
122	8. Other receivables	7	2,185,762,825	196,307,761
129	9. Provision for impairment of receivables		(34,590,119)	-
130	II. Other current assets	8	4,485,937,346	4,480,368,218
131	1. Advances		381,217,600	59,500,000
133	2. Short-term prepaid expenses		4,104,719,746	4,420,868,218
200	B. NON-CURRENT ASSETS		35,575,056,502	35,074,700,473
220	III. Fixed assets		11,938,029,751	13,772,696,455
221	1. Tangible fixed assets	9	6,851,037,079	8,671,469,698
222	- Cost		41,548,805,772	41,548,805,772
223a	- Accumulated depreciation		(34,697,768,693)	(32,877,336,074)
227	2. Intangible fixed assets	10	5,086,992,672	5,101,226,757
228	- Cost		24,039,797,483	23,339,357,483
229a	- Accumulated amortization		(18,952,804,811)	(18,238,130,726)
240	IV. Constructions in progress		1,015,316,000	1,054,828,000
250	V. Other non-current assets		22,621,710,751	20,247,176,018
251	1. Long-term deposits, collaterals and pledges		2,588,432,540	2,590,467,540
252	2. Long-term prepaid expenses	11	468,226,471	591,656,738
253	3. Deferred tax assets	23.2	416,035,574	416,035,574
254	4. Deposits to Settlement Assistance Fund	12	19,149,016,166	16,649,016,166
270	TOTAL ASSETS		1,107,696,942,482	988,171,654,534

Maybank Kim Eng Securities Limited

INTERIM STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2017

B01a-CTCK

Code	Items	Notes	30 June 2017 VND	31 December 2016 VND
300	C. LIABILITIES		171,687,912,898	61,621,134,765
310	I. Current liabilities		171,626,947,435	61,560,169,302
311	1. Short-term borrowings and financial leases		156,954,524,550	44,630,000,000
312	1.1 Short-term borrowings	13	156,954,524,550	44,630,000,000
318	2. Payables for securities transaction activities		8,210,088	20,894,592
320	3. Short-term trade payables	14	1,031,842,210	51,823,816
321	4. Short-term advances from customers		690,207,000	630,332,000
322	5. Statutory obligations	15	4,363,913,815	5,408,237,398
323	6. Payables to employees		5,192,136,542	7,371,539,738
324	7. Employee benefits		38,420,000	-
325	8. Short-term expense payables	16	3,296,489,099	3,445,028,834
329	9. Other current liabilities		51,204,131	2,312,924
340	II. Non-current liabilities		60,965,463	60,965,463
356	1. Deferred tax liabilities		60,965,463	60,965,463
400	D. OWNER'S EQUITY	17	936,009,029,584	926,550,519,769
410	I. Owner's equity		936,009,029,584	926,550,519,769
411	1. Contributed capital		829,110,000,000	829,110,000,000
414	2. Capital supplementary reserve		6,718,309,328	6,241,666,840
415	3. Financial reserve		6,718,309,327	6,241,666,841
417	4. Undistributed profit		93,462,410,929	84,957,186,088
417.1	a. Realized profit		93,458,730,553	84,957,186,088
417.2	b. Unrealized profit		3,680,376	-
440	TOTAL LIABILITIES AND OWNER'S EQUITY		1,107,696,942,482	988,171,654,534

Maybank Kim Eng Securities Limited

INTERIM STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2017

B01a-CTCK

INTERIM OFF-BALANCE SHEET ITEMS

Code	Items	Notes	30 June 2017 VND	31 December 2016 VND
	A. ASSETS OF THE COMPANY AND ASSETS MANAGED UNDER AGREEMENTS			
005	1. Foreign currencies (original currency) USD SGD	18.1	41,162 1,403	98,241 212
008	2. Financial assets of the Company listed/registered at Viet Nam Securities Depository (VSD)	18.2	440,000	15,040,000
	B. ASSETS AND PAYABLES UNDER AGREEMENTS WITH INVESTORS			
021	1. Investors' financial assets listed/ registered at VSD	18.3	6,883,119,530,000	6,343,004,730,000
021.1	- <i>Unrestricted financial assets</i>		6,510,696,420,000	6,027,124,080,000
021.2	- <i>Restricted financial assets</i>		244,959,670,000	44,194,050,000
021.3	- <i>Mortgage financial assets</i>		48,483,900,000	31,063,600,000
021.5	- <i>Financial assets awaiting lending</i>		78,979,540,000	240,623,000,000
022	2. Investors' non-traded financial assets deposited at VSD	18.4	21,625,320,000	28,779,910,000
022.1	- <i>Unrestricted and non-traded financial assets deposited at VSD</i>		20,917,320,000	28,280,730,000
022.2	- <i>Restricted and non-traded financial assets deposited at VSD</i>		708,000,000	499,180,000
023	3. Investors' awaiting financial assets	18.5	78,979,540,000	55,084,470,000

Maybank Kim Eng Securities Limited

INTERIM STATEMENT OF FINANCIAL POSITION (continued)
as at 30 June 2017

B01a-CTCK

INTERIM OFF-BALANCE SHEET ITEMS (continued)

Code	Items	Notes	30 June 2017 VND	31 December 2016 VND
026	4. Investors' deposits	18.6	330,537,658,628	285,298,816,070
027	5. Investors' deposits for securities trading activities managed by the Company		164,355,997,128	196,914,298,070
028	6. Investors' collective deposits for securities trading activities		115,547,811,090	74,741,210,925
029	7. Investors' deposits for securities transaction clearing and settlement	18.6	50,633,850,410	13,643,307,075
029.1	- Domestic investors' deposits for securities transaction clearing and settlement		49,268,401,865	8,171,590,157
029.2	- Foreign investors' deposits for securities transaction clearing and settlement		1,365,448,545	5,471,716,918
031	8. Payables to investors – investors' deposits for securities trading activities managed by the Company	18.7	330,532,064,781	285,297,622,723
031.1	- Domestic investors' deposits for securities trading activities managed by the Company		250,209,235,605	122,394,115,849
031.2	- Foreign investors' deposits for securities trading activities managed by the Company		80,322,829,176	162,903,506,874
035	9. Dividend, bond principal and interest payables	18.7	5,593,847	1,193,347

Preparer:



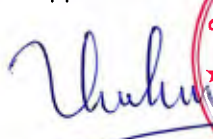
Vo Hong Tuyet Nga
Accountant

Reviewer:



Tran Thi Ngoc Huong
Chief Accountant

Approver:



Tran Thi Thu Hang
Chief Financial Officer




Tran Nien Quang
Chief Executive Officer

Ho Chi Minh City, Vietnam

10 August 2017

Maybank Kim Eng Securities Limited

INTERIM STATEMENT OF PROFIT OR LOSS
for the six-month period ended 30 June 2017

B02a-CTCK

Code	Items	Notes	For the six-month period ended 30 June 2017 VND	For the six-month period ended 30 June 2016 VND
	I. OPERATING REVENUE			
01	1. Revenue from financial assets at fair value through profit and loss (FVTPL)	19.1	4,454,491,958	4,410,443,054
01.1	a. Gain from disposal of financial assets at FVTPL		-	65,600
01.2	b. Gain from revaluation of financial assets at FVTPL		3,912,026	1,047,510
01.3	c. Dividend, interest income from financial assets at FVTPL		4,450,579,932	4,409,329,944
03	2. Revenue from loans and receivables	19.1	40,934,752,273	41,079,635,403
06	3. Revenue from brokerage services	19.2	35,690,334,113	30,278,292,627
09	4. Revenue from securities custodian services	19.2	1,515,705,097	1,493,256,350
10	5. Revenue from financial advisory services	19.2	-	60,000,000
11	6. Other revenue	19.2	1,966,237,046	3,752,035,591
20	Total operating revenue		84,561,520,487	81,073,663,025
	II. OPERATING EXPENSES			
21	1. Loss from financial assets at fair value through profit and loss (FVTPL)		3,179,710	10,024,000
21.1	a. Loss from disposal of financial assets at FVTPL		2,948,060	10,024,000
21.2	b. Loss from revaluation of financial assets at FVTPL		231,650	-
24	2. Provision expense for impairment of financial assets, loss from doubtful receivables and borrowing costs of loans	20	3,331,115,938	7,966,405,807
27	3. Expenses for brokerage services		34,123,685,738	33,735,376,449
30	4. Expenses for securities custodian services		2,709,774,880	2,383,227,709
31	5. Expenses for financial advisory services		1,742,183,340	996,518,553
40	Total operating expenses		41,909,939,606	45,091,552,518
	III. FINANCE INCOME			
41	1. Realized and unrealized gain from changes in foreign exchange rates		22,503,889	18,097,655
42	2. Revenue, accrued dividends, non-fixed interest income		1,706,073,348	1,576,105,422
50	Total finance income	21	1,728,577,237	1,594,203,077

Maybank Kim Eng Securities Limited

INTERIM STATEMENT OF PROFIT OR LOSS (continued)
for the six-month period ended 30 June 2017

B02a-CTCK

Code	Items	Notes	For the six-month period ended 30 June 2017 VND	For the six-month period ended 30 June 2016 VND
	IV. FINANCE EXPENSES			
51	1. Realized and unrealized loss from changes in foreign exchange rates		18,459,231	30,690,682
60	Total finance expenses		18,459,231	30,690,682
62	VI. GENERAL AND ADMINISTRATIVE EXPENSES	22	32,445,636,694	32,801,136,344
70	VII. OPERATING PROFIT		11,916,062,193	4,744,486,558
	VIII. OTHER INCOME/(EXPENSES)			
71	1. Other income		-	2,300,000
80	Total other operating profit		-	2,300,000
90	IX. PROFIT BEFORE TAX		11,916,062,193	4,746,786,558
91	1. Realized profit		11,912,381,817	4,746,786,558
92	2. Unrealized profit		3,680,376	-
100	X. CORPORATE INCOME TAX (CIT) EXPENSES		2,457,552,378	1,061,508,414
100.1	1. Current CIT expenses	23	2,457,552,378	1,061,508,414
200	XI. PROFIT AFTER TAX		9,458,509,815	3,685,278,144
400	TOTAL COMPREHENSIVE INCOME		9,458,509,815	3,685,278,144

Preparer:

Reviewer:

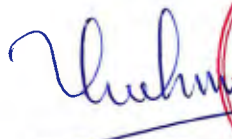
Approver:



Vo Hong Tuyet Nga
Accountant



Tran Thi Ngoc Huong
Chief Accountant



Tran Thi Thu Hang
Chief Financial Officer



Approver:

Kim Thien Quang
Chief Executive Officer

Ho Chi Minh City, Vietnam

10 August 2017

Maybank Kim Eng Securities Limited

INTERIM STATEMENT OF CASH FLOWS
for the six-month period ended 30 June 2017

B03b-CTCK

Code	Items	Notes	For the six-month period ended 30 June 2017 VND	For the six-month period ended 30 June 2016 VND
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	1. Net profit before tax		11,916,062,193	4,746,786,558
02	2. Adjustments for:		5,551,451,891	10,030,650,331
03	- Depreciation and amortization	9, 10	2,535,106,704	2,932,328,541
04	- Addition of provisions	6.3, 7	2,476,133,269	7,034,286,769
08	- Accrued interest receivables		(314,770,751)	(868,084,017)
09	- Other adjustments		854,982,669	932,119,038
10	3. Increase in non-cash expenses		231,650	-
11	Loss from revaluation of financial assets at FVTPL		231,650	-
18	4. Decrease in non-cash income		(3,912,026)	(1,047,510)
19	Gain from revaluation of financial assets at FVTPL		(3,912,026)	(1,047,510)
30	5. Net changes in working capital		(215,214,882,423)	(273,558,511,901)
31	Decrease/(increase) in financial assets at FVTPL		25,592,076	(54,001,038,790)
33	Increase in loans		(206,133,658,503)	(244,662,250,016)
36	Decrease/(increase) in receivables and accrued dividends, interests of financial assets		129,437,499	(196,999,998)
37	Increase in receivables from services rendered by the Company		(295,039,796)	(196,766,082)
39	Increase in other receivables		(1,935,034,564)	(263,934,268)
40	Increase in other assets		(319,682,600)	(47,681,149)
41	Decrease in accrued expenses (excluded interest expenses)		(120,366,911)	(410,286,340)
42	Decrease in prepaid expenses		439,578,739	1,030,692,659
43	Corporate income tax paid	15	(4,933,381,232)	(3,088,742,519)
44	Interest paid		(883,155,493)	(848,218,916)
45	Increase in trade payables		980,018,394	2,820,539,803
46	Increase in accruals for employees' benefits		38,420,000	84,823,502
47	Increase in statutory obligations (excluded CIT paid)		1,431,505,271	670,277,906
48	Decrease in payables to employees		(2,179,403,196)	(5,273,655,921)
50	Increase in other payables		96,081,703	32,496,392,577
52	Other payments for operating activities		(1,555,793,810)	(1,671,664,349)
60	Net cash used in operating activities		(197,751,048,715)	(258,782,122,522)

Maybank Kim Eng Securities Limited

INTERIM STATEMENT OF CASH FLOWS (continued)
for the six-month period ended 30 June 2017

B03b-CTCK

<i>Code</i>	<i>Items</i>	<i>Notes</i>	<i>For the six-month period ended 30 June 2017 VND</i>	<i>For the six-month period ended 30 June 2016 VND</i>
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
61	Purchase and construction of fixed assets		(660,928,000)	(1,492,017,000)
65	Interest and dividends received		(944,206,190)	(828,335,651)
70	Net cash used in investing activities		(1,605,134,190)	(2,320,352,651)
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
73	Drawdown of borrowings	13	240,344,695,834	190,141,793,419
73.2	Others		240,344,695,834	190,141,793,419
74	Repayment of borrowings	13	(128,020,171,284)	(120,571,793,419)
74.3	Others		(128,020,171,284)	(120,571,793,419)
80	Net cash from financing activities		112,324,524,550	69,570,000,000
90	NET DECREASE IN CASH DURING THE PERIOD		(87,031,658,355)	(191,532,475,173)
101	CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	4	168,073,202,957	235,764,069,456
101.1	Cash		13,573,202,957	30,764,069,456
101.2	Cash equivalents		154,500,000,000	205,000,000,000
103	CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	4	81,041,544,602	44,231,594,283
103.1	Cash		6,541,544,602	1,231,594,283
103.2	Cash equivalents		74,500,000,000	43,000,000,000

Maybank Kim Eng Securities Limited

INTERIM STATEMENT OF CASH FLOWS (continued)
for the six-month period ended 30 June 2017

B03b-CTCK

CASH FLOWS FROM BROKERAGE AND TRUST ACTIVITIES OF THE CUSTOMERS

Code	Items	Notes	For the six-month period ended 30 June 2017 VND	For the six-month period ended 30 June 2016 VND
	I. Cash flows from brokerage and trust activities of the customers			
01	1. Cash receipt from disposal of securities on behalf of customers		9,048,779,091,380	7,216,321,922,512
02	2. Cash payment for acquisition of securities on behalf of customers		(9,327,205,121,857)	(7,236,059,115,107)
07	3. Cash receipt for settlement of securities transactions of customers		10,638,599,861,312	8,158,374,773,146
08	4. Cash payment for settlement of securities transactions of customers		(10,313,426,029,884)	(8,101,503,492,022)
11	5. Custodian fee paid		(1,508,958,393)	(1,491,575,148)
20	Net increase in cash during the period		45,238,842,558	35,642,513,381
30	II. Cash and cash equivalents of the customers at the beginning of the period	18.6	285,298,816,070	176,991,784,920
32	1. Investors' deposits managed by the Company for securities trading activities		196,914,298,070	104,755,870,834
33	2. Investors' collective deposits for securities trading activities		74,741,210,925	30,167,024,115
34	3. Investors' deposits for securities transaction clearing and settlement		13,643,307,075	42,068,889,971
40	III. Cash and cash equivalents of the customers at the end of the period	18.6	330,537,658,628	212,634,298,301
42	1. Investors' deposits managed by the Company for securities trading activities		164,355,997,128	107,468,685,760
43	2. Investors' collective deposits for securities trading activities		115,547,811,090	96,005,369,972
44	3. Investors' deposits for securities transaction clearing and settlement		50,633,850,410	9,160,242,569

Preparer:

Reviewer:

Approver:



Vo Hong Tuyet Nga
Accountant



Tran Thi Ngoc Huong
Chief Accountant



Tran Thi Thu Hang
Chief Financial Officer




Kim Thien Quang
Chief Executive Officer

Ho Chi Minh City, Vietnam

10 August 2017

Maybank Kim Eng Securities Limited

INTERIM STATEMENT OF CHANGES IN OWNER'S EQUITY
for the six-month period ended 30 June 2017

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ITEMS	Beginning balance - VND		Increase/(decrease) - VND				Ending balance - VND	
	1 January 2016	1 January 2017	Previous period		Current period		30 June 2016	30 June 2017
			Increase	Decrease	Increase	Decrease		
A	1	2	3	4	5	6	7	8
I. CHANGES IN OWNER'S EQUITY								
1. Contributed capital	829,110,000,000	829,110,000,000	-	-	-	-	829,110,000,000	829,110,000,000
- Charter capital	300,000,000,000	300,000,000,000	-	-	-	-	300,000,000,000	300,000,000,000
- Supplemental capital	529,110,000,000	529,110,000,000	-	-	-	-	529,110,000,000	529,110,000,000
2. Capital supplementary reserve	5,071,202,193	6,241,666,840	183,474,862	-	476,642,488	-	5,254,677,055	6,718,309,328
3. Financial reserve	5,071,202,194	6,241,666,841	183,474,862	-	476,642,486	-	5,254,677,056	6,718,309,327
4. Undistributed profit	63,888,822,442	84,957,186,088	3,685,278,144	(366,949,724)	9,458,509,815	(953,284,974)	67,207,150,862	93,462,410,929
TOTAL	903,141,226,829	926,550,519,769	4,052,227,868	(366,949,724)	10,411,794,789	(953,284,974)	906,826,504,973	936,009,029,584

Preparer:



Vo Hong Tuyet Nga
Accountant

Reviewer:



Tran Thi Ngoc Huong
Chief Accountant

Approver:



Tran Thi Thu Hang
Chief Financial Officer



Kim Thien Quang
Chief Executive Officer

Ho Chi Minh City, Vietnam

10 August 2017

Maybank Kim Eng Securities Limited

NOTES TO THE INTERIM FINANCIAL STATEMENTS
as at 30 June 2017 and for the six-month period ended

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1. CORPORATE INFORMATION

Maybank Kim Eng Securities Limited (the Company) was incorporated under the Law on Enterprise of Vietnam pursuant to the License No. 117/GP-UBCK dated 3 January 2014 which supersedes License No. 71/UBCK-GP granted by the State Securities Commission (SSC) on 14 December 2007.

The Company's head office is located at Floor 4A-15+16, Vincom Center Dong Khoi, 72 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, and its branches are located in Ho Chi Minh City, Hanoi and other provinces.

The Company has 163 employees as at 30 June 2017 (31 December 2016: 173).

Main features of operation of the Company

Size of operation

As at 30 June 2017, the Company's charter capital and total assets amounted to VND829,110,000,000 and VND1,107,696,942,482, respectively.

Investment target

The principal activities of the Company are to provide brokerage services, securities trading, underwriting for share issues, custodian services, investment advisory services and margin trading services.

Investment restrictions

The Company complies with regulations on investments under Article 44 of Circular No. 210/2012/TT-BTC dated 30 November 2012 promulgating the establishment and operation of securities companies and Circular No. 07/2016/TT-BTC dated 18 January 2016 amending and supplementing certain articles of Circular No. 210/2012/TT-BTC.

2. BASIS OF PREPARATION

2.1 *Applied accounting standards and system*

The interim financial statements of the Company have been prepared in accordance with the Vietnamese Enterprise Accounting System, the accounting policies 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 Appendix 2 and Appendix 4 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, Vietnamese Accounting Standard No. 27 – Interim financial statements and other Vietnamese Accounting Standards.

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

Maybank Kim Eng Securities Limited

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period ended

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2. BASIS OF PREPARATION (continued)

2.2 *Applied accounting documentation system*

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

2.3 *Fiscal year*

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

2.4 *Interim financial statements*

The Company prepares its interim financial statements for the six-month period from 1 January to 30 June for reporting to the authorities in accordance with requirements of Circular No. 155/2015/TT-BTC dated 6 October 2015 issued by the Ministry of Finance.

2.5 *Accounting currency*

The Company maintains its accounting records in Vietnam Dong (VND).

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 *Changes in accounting policies and disclosures*

On 20 November 2015, the National Assembly of Vietnam passed the Law on Accounting No. 88/2015/QH13 (the new Accounting Law). The new Accounting Law extends its governing scope to electronic accounting documents and allows the application of fair value concept for some types of assets and liabilities whose value frequently varies in line with market fluctuation, provided that the fair value of these assets and liabilities can be reliably determined. Accordingly, the Company adopted the fair value principle for financial assets at fair value through profit and loss on a prospective basis.

3.2 *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 on the off-balance sheet.

Maybank Kim Eng Securities Limited

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period ended

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3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.3 *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 and liabilities are part of a group of financial assets which are managed and their performance evaluated on a fair value basis, in accordance with a documented risk management or investment strategy.

Financial assets at FVTPL are recognized at fair value. Changes in fair value are recorded in the interim statement of profit or loss.

Transaction costs relating to the purchase of the financial assets at FVTPL are recognized when incurred as expenses for proprietary trading in the interim statement of profit or loss.

3.4 *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 entity 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 entity categorized as such recognized at fair, value through profit or loss statements;
- b) The amounts categorized by the entity 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. After initial recognition, held-to-maturity financial investments are subsequently measured at amortized cost using the effective interest rate (EIR).

Amortized cost of loans is the amount at which the financial asset is measured at initial recognition minus (-) principal repayments, plus (+) or minus (-) the cumulative amortization using the effective interest method of any difference between that initial amount and the maturity amount, and minus any reduction (directly or through the use of an allowance account) for impairment or uncollectibility (if any).

Maybank Kim Eng Securities Limited

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period ended

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3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.5 *Provision for impairment of financial assets*

Financial assets are assessed whether there is objective evidence that the assets are impaired at the reporting date.

Provision for transferable securities is the difference between the original cost and market value of the financial assets as at the interim reporting date at the date of the most recent transaction but no more than a month prior to the date of provisioning in accordance with Circular No. 146/2014/TT-BTC and Circular No. 228/2009/TT-BTC. Increases and decreases to the provision balance are recorded in the statement of profit or loss as "Provision expense for impairment of financial assets, loss from doubtful receivables and borrowing costs of loans".

Market value of securities are identified as followings:

- ▶ 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 provision.
- ▶ 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 provision.

Loans are subject to review for impairment based on their overdue status according to the requirements of Circular No. 228/2009/TT-BTC as presented in *Note 3.7* or estimated loss occurred from the uncertainty in collectability of these loans.

3.6 *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 asset have expired; or
- ▶ The Company has transferred its rights to receive cash flows from the asset 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 asset, 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.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**3.7 Receivables**

Receivables are recorded 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 "General and administrative expenses" in the interim statement of profit or loss.

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%

3.8 Fixed assets

Fixed assets are stated at cost less accumulated amortization. The cost of fixed asset comprises of its purchase price and any directly attributable costs of bringing the 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 statement of profit or loss as incurred.

When 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 statement of profit or loss.

3.9 Depreciation and amortization

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

Office equipment	5 years
Transportation and vehicles	6 years
Other tangible assets	5 years
Computer software	5 years

3.10 Operating lease

Rentals respective to operating leases are charged to the interim statement of profit or loss on a straight-line basis over the term of the lease.

3. SUMMARY OF SIGNIFICANT ACCOUNTINGS POLICIES (continued)

3.11 Prepaid expenses

Prepaid expenses include short-term and long-term prepaid expenses on the interim statement of financial position and are allocated in the prepaid period matched with its economic benefits.

The following types of expenses are recorded as prepaid expenses to allocate from 1 to 36 months in interim statement of profit or loss:

- ▶ Office improvement expenses;
- ▶ Office rental; and
- ▶ Office tools expenses.

3.12 Borrowings

Borrowings are announced and presented by the original principals at the end of the period.

3.13 Payables and accrued expenses

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

3.14 Employee benefits

3.14.1 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 Labor and Social Affairs. The Company is required to contribute to these post employment benefits by paying social insurance premium to the Social Insurance Agency at the rate of 18% of an employee's basic salary on a monthly basis. The Company has no further obligation to fund the post employment benefits of its employees, other than the liability to pay Social Insurance Agency on a monthly basis.

3.14.2 Voluntary resignation benefits

The severance pay to employees is accrued at the end of each reporting period for all employees who have been in service for more than 12 months up to 31 December 2008 at the rate of one - half of the average monthly salary for each year of service up to 31 December 2008 in accordance with the labor Code, the law on Social Insurance and related implementing guidance. Since 1 January 2009, the monthly average salary for calculating severance allowances will be adjusted at the end of each reporting period according to the average salary of the period up to the time of reporting. The increase or decrease to the accrued amount other than actual payment to employee will be taken to the interim statement of profit or loss. The accrued severance allowance is used to pay severance benefits to employees upon termination of employment contracts under the Labor Law.

3.14.3 Unemployment allowance

According to prevailing regulations, the Company is required to pay the unemployment insurance at 1% of salary fund of employees who engage in the unemployment insurance program and to deduct 1% from each employer's basic salary to contribute to the Unemployment Insurance Fund.

Maybank Kim Eng Securities Limited

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period ended

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3. SUMMARY OF SIGNIFICANT ACCOUNTINGS POLICIES (continued)

3.15 *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 statement of profit or loss.

3.16 *Revenue recognition*

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

Revenue from brokerage services

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

Revenue from 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.

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 dividend is established, except for dividend received in shares which only the number of shares is updated.

Other revenues from rendering services

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

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

Maybank Kim Eng Securities Limited

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period ended

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3. SUMMARY OF SIGNIFICANT ACCOUNTINGS POLICIES (continued)

3.16 *Revenue recognition* (continued)

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.

3.17 *Borrowing costs*

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

Borrowing costs are recorded as expense during the period in which they are incurred.

3.18 *Corporate income tax*

Current income tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities.

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

Current income tax assets and liabilities are offset when there is a legally enforceable right for the 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 the liability method on temporary differences at the interim balance sheet date between the tax base of assets and liabilities and their carrying amount for interim financial reporting purposes.

Deferred tax liabilities are recognized for all taxable temporary differences, except where the deferred tax liability arises from the initial recognition of an asset or liability in a transaction which at the time of the transaction affects neither the accounting profit nor taxable profit or loss.

Maybank Kim Eng Securities Limited

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period ended

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3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.18 *Corporate income tax* (continued)

Deferred income tax (continued)

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 balance sheet date and reduced to the extent that it is no longer probable 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 balance sheet 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 realized or the liability is settled based on tax rates and tax laws that have been enacted at the balance sheet date. Deferred tax is charged or credited to the interim statement of profit or loss, 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.

3.19 *Owner's equity*

Contributed capital from shareholders

Contributed capital is recorded in account charter capital at par value.

Undistributed profit

Undistributed profit comprises of realized and unrealized 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 interim statement of profit or loss.

Realized profit during the period is the net difference between total revenue and income, and total expenses in the interim statement of profit or loss of the Company, except for gain or loss arisen from revaluation of financial assets recognized in unrealized profit.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**3.19 Owner's equity (continued)****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 if accumulated loss no longer exists:

	<i>Percentage of profit after tax</i>	<i>Maximum balance</i>	<i>Usage</i>
Capital Supplementary Reserve	5%	10% of charter capital	To supplement the Company's charter capital
Financial Reserve	5%	10% of charter capital	To offset the losses and damages that may incur during the Company's course of business

Other reserves are created in accordance with the owner's decision.

These reserves are created annually based on the annual income statement.

3.20 Appropriation of net profits

Net profit after tax is available for appropriation to the owner after making appropriation to reserve funds in accordance with the Company's Charter and Vietnam's regulatory requirements.

3.21 Nil balances

Items not presented in the interim financial statements as guided in Circular No. 210/2014/TT-BTC dated 30 December 2014 and Circular No. 334/2016/TT-BTC dated 26 December 2016 issued by the Ministry of Finance are items with nil balance.

3.22 Notes to the interim financial statements

The Company's interim financial statements are not affected by periodical or seasonal factors, except for items listed below:

► **Tax**

According to the current tax regulations, corporate income tax is calculated and finalized at the end of the fiscal year. Corporate income tax for the half-year period is calculated by applying tax rate of 20% on profit before tax in the period.

► **Statutory reserves**

The Company is required to make supplementary capital reserve and financial reserve annually. The Company will make those statutory reserves by the end of the fiscal year.

Maybank Kim Eng Securities Limited

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period ended

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4. CASH AND CASH EQUIVALENTS

	30 June 2017 VND	31 December 2016 VND
Cash		
- Cash on hand	41,269,612	35,305,202
- Cash at banks for operation of the Company	6,494,138,488	3,433,507,467
- Cash for securities transaction clearing and settlement	6,136,502	10,104,390,288
Cash equivalents		
- Term deposits with maturity of 3 months or less	74,500,000,000	154,500,000,000
Total	81,041,544,602	168,073,202,957

Cash equivalents represent term deposits at commercial joint-stock banks with interest rate of 5.5% p.a.

5. VALUE AND VOLUME OF TRADING RESULTS IN THE PERIOD

	For the six-month period ended 30 June 2017		For the six-month period ended 30 June 2016	
	Trading volume (unit)	Trading value (VND)	Trading volume (unit)	Trading value (VND)
a. Trading results of the Company				
- Shares	26,540	604,430,924	20,372	743,833,700
b. Trading results of investors				
- Shares	1,360,687,148	20,215,615,703,975	1,174,518,815	16,322,189,245,380
Total	1,360,713,688	20,216,220,134,899	1,174,539,187	16,322,933,079,080

6. FINANCIAL ASSETS

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

	30 June 2017		31 December 2016	
	Cost VND	Fair value VND	Cost VND	Fair value VND
Listed shares	2,276,644	3,198,300	27,868,720	25,110,000

Maybank Kim Eng Securities Limited

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period ended

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6. FINANCIAL ASSETS (continued)

6.2 Loans

	30 June 2017			31 December 2016		
	Cost VND	Provision VND	Net carrying value VND	Cost VND	Provision VND	Net carrying value VND
1. Margin loans	968,996,877,892	5,441,717,710	963,555,160,182	728,711,279,667	3,000,174,560	725,711,105,107
2. Advances to customers	11,345,093,223	-	11,345,093,223	45,497,032,945	-	45,497,032,945
3. Other loans	10,093,389,311	10,093,389,311	-	10,093,389,311	10,093,389,311	-
	990,435,360,426	15,535,107,021	974,900,253,405	784,301,701,923	13,093,563,871	771,208,138,052

Other loans are the loans under the business cooperation contracts secured by portfolio of securities or assets of investors. In accordance with the regulations of State Securities Commission of Vietnam, the Company has ceased these transactions since 7 July 2012. The above-mentioned receivables are related to doubtful debts of the Company arising in 2010 and were fully provided for allowance.

Determining the fair value of financial assets

The fair value of financial assets was reflected at the value that the financial assets are traded in the prevailing transactions between involved parties, excluding the cases that financial assets are sold or liquidated.

The Company uses the following methods and assumptions to estimate fair value:

- ▶ The fair value of listed shares are determined based on the price announced at reporting date.
- ▶ The fair value of margin loans, cash advances of selling securities and investment cooperation approximates their carrying value, which is cost less provision, due to short-term maturities of these instruments.

Maybank Kim Eng Securities Limited

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period ended

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6. FINANCIAL ASSETS (continued)

6.3 Provision for impairment of financial assets and mortgage assets

Movements of provision for impairment of financial assets and mortgage assets are as follows:

	<i>For the six-month period ended 30 June 2017 VND</i>	<i>For the six-month period ended 30 June 2016 VND</i>
Beginning balance	13,093,563,871	10,193,110,917
Provision made during the period (Note 20)	2,441,543,150	7,034,286,769
Ending balance	15,535,107,021	17,227,397,686

7. RECEIVABLES

	<i>30 June 2017 VND</i>	<i>31 December 2016 VND</i>
Receivables and accruals from dividend and interest income	8,680,250,866	8,494,917,614
- <i>Accrued interest from margin loans</i>	8,153,826,462	7,773,412,377
- <i>Accrued interest from term deposits</i>	509,666,667	639,104,166
- <i>Accrued interest from advances to customers</i>	16,757,737	82,401,071
Receivables from services provided by the Company	858,137,255	563,097,459
- <i>Custodian fees receivable from investors (Note 18.8)</i>	335,671,341	302,945,301
- <i>Advisory fee receivables</i>	-	66,000,000
- <i>Brokerage fee receivables</i>	522,465,914	194,152,158
Advances to suppliers	1,391,500	55,812,000
Other receivables	2,185,762,825	196,307,761
- <i>Receivables from related parties (Note 24.1)</i>	2,063,860,750	-
- <i>Others</i>	121,902,075	196,307,761
Total	11,725,542,446	9,310,134,834

8. OTHER CURRENT ASSETS

	<i>30 June 2017 VND</i>	<i>31 December 2016 VND</i>
Advances	381,217,600	59,500,000
Short-term prepaid expenses	4,104,719,746	4,420,868,218
- <i>System maintenance</i>	2,551,246,930	3,169,447,389
- <i>Prepaid rental</i>	252,645,056	252,645,056
- <i>Other short-term prepaid expenses</i>	1,300,827,760	998,775,773
Total	4,485,937,346	4,480,368,218

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9. TANGIBLE FIXED ASSETS

Movements of tangible fixed assets during the period are as follows:

	Office equipment VND	Transportation and vehicles VND	Others VND	Total VND
Cost				
1 January 2017	37,529,051,205	3,052,011,905	967,742,662	41,548,805,772
Newly purchased	-	-	-	-
30 June 2017	37,529,051,205	3,052,011,905	967,742,662	41,548,805,772
Accumulated depreciation				
1 January 2017	(28,976,294,235)	(3,052,011,905)	(849,029,934)	(32,877,336,074)
Depreciation charged	(1,782,244,800)	-	(38,187,819)	(1,820,432,619)
30 June 2017	(30,758,539,035)	(3,052,011,905)	(887,217,753)	(34,697,768,693)
Net carrying amount				
1 January 2017	8,552,756,970	-	118,712,728	8,671,469,698
30 June 2017	6,770,512,170	-	80,524,909	6,851,037,079

The cost of tangible fixed assets that are fully depreciated but still in active use as at 30 June 2017 is VND26,337,959,311 (31 December 2016: VND21,474,234,041).

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10. INTANGIBLE FIXED ASSETS

Movements of intangible fixed assets during the period are as follows:

	<i>Computer software</i> <i>VND</i>
Cost	
1 January 2017	23,339,357,483
Newly purchase	<u>700,440,000</u>
30 June 2017	<u>24,039,797,483</u>
Accumulated amortization	
1 January 2017	(18,238,130,726)
Amortization charged	<u>(714,674,085)</u>
30 June 2017	<u>(18,952,804,811)</u>
Net carrying amount	
1 January 2017	<u>5,101,226,757</u>
30 June 2017	<u>5,086,992,672</u>

The cost of intangible fixed assets that are fully depreciated but in active use as at 30 June 2017 is VND15,154,341,540 (31 December 2016: VND15,154,341,540).

11. LONG-TERM PREPAID EXPENSES

	<i>30 June 2017</i> <i>VND</i>	<i>31 December 2016</i> <i>VND</i>
Office equipment	<u>468,226,471</u>	<u>591,656,738</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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12. DEPOSITS TO SETTLEMENT ASSISTANCE FUND

Deposits to settlement assistance fund represent amounts deposited at Vietnam Securities Depository.

According to Decision No. 46/QĐ-VSD dated 22 May 2014 issued by the General Director of the Vietnam Securities Depository and Circular No. 05/2015/TT-BTC dated 15 January 2015 by the Minister of Finance providing guidance on registration, depository, offsetting and settlement of securities, 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 VND2.5 billion per annum.

Movements of the advances to settlement assistance fund during the period are as follows:

	<i>For the six-month period ended 30 June 2017 VND</i>	<i>For the six-month period ended 30 June 2016 VND</i>
Beginning balance	16,649,016,166	14,149,016,166
Addition in the period	2,500,000,000	2,500,000,000
Ending balance	19,149,016,166	16,649,016,166

13. SHORT-TERM BORROWINGS

	<i>31 December 2016 VND</i>	<i>Additional borrowings during the period VND</i>	<i>Repayment during the period VND</i>	<i>30 June 2017 VND</i>
Short-term loans and overdrafts	44,630,000,000	240,344,695,834	(128,020,171,284)	156,954,524,550

These borrowings include short-term loans denominated in USD from a foreign bank with interest rates from 3.35% p.a. to 3.50% p.a. used to supplement the capital for business operations and bank overdrafts at a local bank with interest rates from 6.10% p.a. to 6.30% p.a. secured by the term deposits which are used to finance the daily operating activities of the Company.

14. SHORT-TERM TRADE PAYABLES

	<i>30 June 2017 VND</i>	<i>31 December 2016 VND</i>
Payables to related parties (Note 24.1)	812,990,966	48,622,671
Other payables	218,851,244	3,201,145
Total	1,031,842,210	51,823,816

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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15. STATUTORY OBLIGATIONS

<i>Items</i>	<i>31 December 2016 VND</i>	<i>Payables VND</i>	<i>Paid VND</i>	<i>30 June 2017 VND</i>
Personal income tax	1,308,927,656	13,827,967,702	(12,541,897,675)	2,594,997,683
- Of the employees	402,349,926	5,233,673,998	(4,866,190,544)	769,833,380
- Of the investors	906,577,730	8,594,293,704	(7,675,707,131)	1,825,164,303
Foreign contractor withholding tax	21,238,965	264,967,588	(182,207,550)	103,999,003
Corporate income tax	4,026,578,524	3,478,200,413	(5,924,711,117)	1,580,067,820
- Of the Company	3,926,710,123	2,457,552,378	(4,933,381,232)	1,450,881,269
- Of the investors	99,868,401	1,020,648,035	(991,329,885)	129,186,551
Value added tax	51,492,253	183,438,058	(150,081,002)	84,849,309
Total	5,408,237,398	17,754,573,761	(18,798,897,344)	4,363,913,815

16. SHORT-TERM EXPENSE PAYABLES

	<i>30 June 2017 VND</i>	<i>31 December 2016 VND</i>
Transaction costs	1,255,413,644	634,138,896
Accrued expenses	957,084,262	1,466,750,568
Accrued interest expenses	417,563,084	445,735,908
Professional fees	335,883,630	610,697,500
Custody fees	330,544,479	287,705,962
Total	3,296,489,099	3,445,028,834

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17. OWNER'S EQUITY

	<i>Contributed capital VND</i>	<i>Capital supplementary reserve VND</i>	<i>Financial reserve VND</i>	<i>Undistributed profit VND</i>	<i>Total VND</i>
1 January 2017	829,110,000,000	6,241,666,840	6,241,666,841	84,957,186,088	926,550,519,769
- Net profit for the period	-	-	-	9,458,509,815	9,458,509,815
- Profit appropriations	-	476,642,488	476,642,486	(953,284,974)	-
30 June 2017	829,110,000,000	6,718,309,328	6,718,309,327	93,462,410,929	936,009,029,584

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18. DISCLOSURE OF OFF-BALANCE SHEET ITEMS**18.1 Foreign currencies (VND equivalent)**

	30 June 2017 VND	31 December 2016 VND
USD	933,957,612	2,234,071,686
SGD	23,040,422	3,314,297
Total	956,998,034	2,237,385,983

18.2 Financial assets of the Company listed/registered at Vietnam Securities Depository (VSD)

	30 June 2017 VND	31 December 2016 VND
Unrestricted financial assets	440,000	15,040,000

18.3 Investors' financial assets listed/registered at VSD

	30 June 2017 VND	31 December 2016 VND
Unrestricted financial assets	6,510,696,420,000	6,027,124,080,000
- Shares	6,510,696,420,000	6,026,811,080,000
- Corporate bonds	-	313,000,000
Restricted financial assets	244,959,670,000	44,194,050,000
Mortgage financial assets	48,483,900,000	31,063,600,000
Financial assets awaiting lending	78,979,540,000	240,623,000,000
Total	6,883,119,530,000	6,343,004,730,000

18.4 Investors' non-traded financial assets deposited at VSD

	30 June 2017 VND	31 December 2016 VND
Unrestricted and non-traded financial assets deposited at VSD	20,917,320,000	28,280,730,000
Restricted and non-traded financial assets deposited at VSD	708,000,000	499,180,000
Total	21,625,320,000	28,779,910,000

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18. DISCLOSURE OF OFF-BALANCE SHEET ITEMS (continued)

18.5 Investors' awaiting financial assets

	30 June 2017 VND	31 December 2016 VND
Shares	78,979,540,000	55,084,470,000

18.6 Investors' deposits

	30 June 2017 VND	31 December 2016 VND
Investors' deposits for securities trading activities managed by the Company	164,355,997,128	196,914,298,070
- Domestic investors' deposits	96,439,414,152	52,413,618,296
- Foreign investors' deposits	67,916,582,976	144,500,679,774
Investors' collective deposits for securities trading activities	115,547,811,090	74,741,210,925
- Domestic investors' deposits	104,507,013,435	61,810,100,743
- Foreign investors' deposits	11,040,797,655	12,931,110,182
Investors' deposits for securities transaction clearing and settlement	50,633,850,410	13,643,307,075
- Domestic investors' deposits	49,268,401,865	8,171,590,157
- Foreign investors' deposits	1,365,448,545	5,471,716,918
Total	330,537,658,628	285,298,816,070

18.7 Payables to investors

	30 June 2017 VND	31 December 2016 VND
Payables to investors - Investors' deposits for securities trading activities managed by the Company	330,532,064,781	285,297,622,723
- Domestic investors	250,209,235,605	122,394,115,849
- Foreign investors	80,322,829,176	162,903,506,874
Dividend, bond principal and interest payables	5,593,847	1,193,347
Total	330,537,658,628	285,298,816,070

18.8 Investors' payables for services provided by the Company

	30 June 2017 VND	31 December 2016 VND
Custodian fee payables (Note 7)	335,671,341	302,945,301

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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19. OPERATING REVENUE**19.1 Dividend, interest income from FVTPL financial assets, loans and receivables**

	<i>For the six-month period ended 30 June 2017 VND</i>	<i>For the six-month period ended 30 June 2016 VND</i>
From FVTPL financial assets	4,454,491,958	4,410,443,054
- Interest income from term deposits	4,450,579,932	4,409,329,944
- Dividends	-	65,600
- Others	3,912,026	1,047,510
Loans and receivables	40,934,752,273	41,079,635,403
- Interest from margin loans	39,742,240,292	39,897,094,547
- Interest from advances to customers	1,192,511,981	1,182,540,856
Total	45,389,244,231	45,490,078,457

19.2 Revenue other than gain/loss from financial assets

	<i>For the six-month period ended 30 June 2017 VND</i>	<i>For the six-month period ended 30 June 2016 VND</i>
Brokerage commission revenue	35,690,334,113	30,278,292,627
Custodian fees	1,515,705,097	1,493,256,350
Financial advisory fees	-	60,000,000
Others	1,966,237,046	3,752,035,591
- Rental income from third parties	90,000,000	234,000,000
- Research fee and other fee income	1,876,237,046	3,518,035,591
Total	39,172,276,256	35,583,584,568

20. PROVISION EXPENSE FOR IMPAIRMENT OF FINANCIAL ASSETS, LOSS FROM DOUBTFUL RECEIVABLES AND BORROWING COSTS OF LOANS AND RECEIVABLES

	<i>For the six-month period ended 30 June 2017 VND</i>	<i>For the six-month period ended 30 June 2016 VND</i>
Provision for margin loans (Note 6.3)	2,441,543,150	7,034,286,769
Interest expenses	401,681,450	565,487,751
Provision for other receivables	34,590,119	-
Other expenses	453,301,219	366,631,287
Total	3,331,115,938	7,966,405,807

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21. FINANCE INCOME

	<i>For the six-month period ended 30 June 2017 VND</i>	<i>For the six-month period ended 30 June 2016 VND</i>
Interest income from demand deposits	1,706,073,348	1,576,105,422
Foreign exchange rate differences	22,503,889	18,097,655
Total	1,728,577,237	1,594,203,077

22. GENERAL AND ADMINISTRATIVE EXPENSES

	<i>For the six-month period ended 30 June 2017 VND</i>	<i>For the six-month period ended 30 June 2016 VND</i>
Personel expenses, bonus and welfare expenses	18,524,254,220	17,383,897,700
External services expenses	9,405,595,900	10,318,031,750
Depreciation and amortization expenses	2,241,567,176	2,380,609,728
Social security, health insurance, unemployment insurance and union fee	2,078,571,363	2,096,046,328
Expenses related to instruments and tools	80,731,370	465,838,676
Office supplies expenses	44,270,665	66,513,213
Others	70,646,000	90,198,949
Total	32,445,636,694	32,801,136,344

23. CORPORATE INCOME TAX

23.1 Current corporate income tax

The Company has the obligations to pay the Corporate Income Tax (CIT) at a rate of 20% of taxable profits.

The Company's tax reporting will be subject to inspection by the tax authorities. Because the application of laws and regulations on taxes on different types of transactions can be interpreted in different ways, the tax amounts presented on the financial statements can be changed by the final decision of the tax authorities.

The current tax payable is based on taxable profit for the period. The taxable profit of the Company for the period differs from the profit reported in the interim income statements due to the exclusion of income or expense items that are taxable or deductible in other periods, as well as non-taxable or non-deductible items.

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23. CORPORATE INCOME TAX (continued)

23.1 Current corporate income tax (continued)

The current corporate income tax provision for the period is presented as below:

	<i>For the six-month period ended 30 June 2017 VND</i>	<i>For the six-month period ended 30 June 2016 VND</i>
Profit before tax	11,916,062,193	4,746,786,558
CIT under tax rate applicable for the Company	2,383,212,438	949,357,311
Adjustments to increase	-	20,667,990
Previous period adjustments	74,339,940	91,483,113
CIT expense in the period	2,457,552,378	1,061,508,414

23.2 Deferred corporate income tax

	<i>Interim statement of financial position</i>		<i>Interim statement of profit or loss</i>	
	<i>30 June 2017 VND</i>	<i>31 December 2016 VND</i>	<i>For the six- month period ended 30 June 2017 VND</i>	<i>For the six- month period ended 30 June 2016 VND</i>
Deferred tax assets				
Provisions for margin loans	416,035,574	416,035,574	-	-
Deferred income tax payables				
Depreciation of fixed assets	60,965,463	60,965,463	-	-

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

24.1 Related party transactions

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

<i>Related parties</i>	<i>Relationship</i>	<i>Transactions</i>	<i>For the six-month period ended 30 June 2017 VND</i>	<i>For the six-month period ended 30 June 2016 VND</i>
Maybank International Labuan Branch	Branch of ultimate parent company	Borrowings Borrowings paid Interest paid Accrued interest	113,565,000,000 44,630,000,000 425,153,008 231,954,878	100,544,000,000 22,474,000,000 33,381,021 57,458,956
Maybank Kim Eng Securities Pte. Ltd	Subsidiary of Maybank Kim Eng Holdings	Commission paid Marketing fee paid Brokerage fee received	1,046,716,392 61,174,195 19,372,985	1,401,713,550 410,409,780 452,492,530
Maybank Kim Eng Securities (Thailand) Public Company Ltd	Subsidiary of Maybank Kim Eng Holdings	Brokerage fee received	493,007,534	154,900,181
Malayan Banking Berhad - Ho Chi Minh Branch	Branch of ultimate parent company	Borrowings Borrowings paid Interests paid Interest received Bank fee paid	- - - 57,383,267 1,012,000	15,000,000,000 30,000,000,000 41,437,500 979,606 1,811,595
Maybank Kim Eng Research Pte. Ltd	Related party	Research fee received Research fee paid	1,876,237,046 273,831,091	1,159,821,455 340,799,331
Malayan Banking Berhad - Hanoi Branch	Branch of ultimate parent company	Accrued swap fee Swap fee paid	178,000,000 188,000,000	21,000,000 99,000,000
Management		Salary and bonus	2,853,195,379	2,390,068,249

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24. OTHER INFORMATION (continued)**24.1 Related party transactions (continued)**

Significant receivables/(payables) with related parties at the end of the period are as follows:

<i>Related parties</i>	<i>Relationship</i>	<i>Transactions</i>	<i>30 June 2017 VND</i>	<i>31 December 2016 VND</i>
Maybank International Labuan Branch	Branch of ultimate parent company	Borrowings Interest payables	(113,565,000,000) (231,954,878)	(44,630,000,000) (303,735,908)
Maybank Kim Eng Research Pte. Ltd	Related party	Research fee receivables Research fee payables	2,063,860,750 (260,139,536)	- -
Malayan Banking Berhad - Hanoi Branch	Branch of ultimate parent company	Swap fee payables	(178,000,000)	(142,000,000)
May Bank Kim Eng Securities Pte.Ltd	Subsidiary of Maybank Kim Eng Holdings	Commission payables Marketing fee payables	(494,735,945) (58,115,485)	(48,622,671) -
Malayan Banking Berhad – Ho Chi Minh Branch	Branch of ultimate parent company	Deposits Accrued interest receivables	- -	10,027,868,483 2,833,333
Maybank Kim Eng Securities (Thailand) Public Company Ltd	Subsidiary of Maybank Kim Eng Holdings	Trading securities payables	-	(509,580,356)

24.2 Operating lease commitments

The Company leases offices for its head office and branches under operating lease agreements. The future minimum lease commitments under the operating lease agreements at the end of the period are as follows:

	<i>30 June 2017 VND</i>	<i>31 December 2016 VND</i>
Less than 1 year	10,397,554,864	10,463,385,559
From 1 to 5 years	3,950,054,995	9,058,972,381
Total	14,347,609,859	19,522,357,940

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24. OTHER INFORMATION (continued)

24.3 Purposes and policies of financial risk management (continued)

Credit risk (continued)

	Neither past due nor impaired VND	Past due but not impaired				Impaired VND	Total VND
		Less than 3 months VND	3 – 6 months VND	6 – 12 months VND	Over 1 year VND		
30 June 2017							
Term deposits	74,500,000,000	-	-	-	-	-	74,500,000,000
Loans	974,753,640,412	-	146,612,993	-	-	15,535,107,021	990,435,360,426
Other financial assets	11,608,850,851	-	-	-	-	115,300,095	11,724,150,946
TOTAL	1,060,862,491,263	-	146,612,993	-	-	15,650,407,116	1,076,659,511,372

Liquidity risk

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

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

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

24.3 *Purposes and policies of financial risk management*

Financial liabilities of the Company mainly comprised of loans and borrowings, trade payables and other payables. Primary purpose of financial liabilities is to finance main business operation of the Company. The Company possesses loans, receivables from customers and other receivables, cash on hand and short-term deposit incurring directly from business operation of the Company. The Company does not hold or issue any derivative instruments.

The Company is exposed to market risk, credit risk and liquidity risk in its daily operation.

Risk management is integral to the whole business of the Company. The Company has a system of control in place to achieve an acceptable balance between the cost of risks occurring 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 managing each of these risks which are summarized below.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises four types of risk: interest rate risk, currency risk, commodity price risk and other price risk, such as equity price risk. Financial instruments affected by market risk include receivables from securities trading, deposits and available-for-sale investments.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to market risk for changes in interest rate relates primarily to the Company's cooperation contracts, customer receivables, cash and short-term deposits. These investments are mainly short term in nature and they are not held for speculative purposes.

The Company manages interest rate risk by looking at the competitive structure of the market to obtain relevant interest policies, which are favorable for its purposes within its risk management limits.

A sensitivity analysis is not performed for the interest rate risk as the Company's exposure to interest-rate risk is minimal at the reporting date.

Currency risk

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

Foreign exchange risk of the Company is minimal.

Equity price risk

The Company's listed and unlisted equity securities are susceptible to market price risk arising from uncertainty about future values of the investment securities.

Risk due to uncertainty about values of the investment securities of the Company is not significant.

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

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

Credit risk

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

Bank deposits

The Company's bank balances are mainly maintained with well-known banks in Vietnam. Credit risk from balances with banks is managed by the Company's risk management department in accordance with the Company's policy. The Company's maximum exposure to credit risk for the components of the interim balance sheet at each reporting dates are the carrying amounts as illustrated in *Note 4*. The Company evaluates the concentration of credit risk in respect to bank deposits is low.

Loans and advances to customers

The Company manages its credit risks via the use of internal control policies, processes and procedures relevant to margin and advance payments to customers. The Company conducts the customer assessment and appraisal for determining credit and advance limits prior to the signing of margin advance payment contracts. Also, the Company periodically examines customers' financial position in order to make appropriate and timely adjustments for margin ratio and credit limits.

The Company regularly monitors the receivables that has not been collected yet. The analysis of the possibility provision is made at the reporting date for each large customers. Moreover, the Company maintains strict control of outstanding receivables and established a credit control department to minimize credit risk. Activities to warning margin call of the customer is made on time and in compliance with the nature of margin trading products.

Due to the aforementioned point of view and the fact that trade receivables are allocated to a diverse amount of customers, there is no significant credit risk.

Apart from financial assets that the Company made provision as mentioned in *Note 6*, the Company's management assessed that all financial assets are neither past due nor impaired as they are related to recognized and credit worthy counterparties, except for overdue loans but not impaired as at 30 June 2017.

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

24.3 Purposes and policies of financial risk management (continued)

Liquidity risk (continued)

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

	Overdue VND	On demand VND	Up to 1 year VND	1 – 5 years VND	Up to 5 years VND	Total VND
30 June 2017						
Financial assets						
Cash and cash equivalents	-	6,541,544,602	74,500,000,000	-	-	81,041,544,602
Financial assets at fair value through profit or loss	-	3,198,300	-	-	-	3,198,300
Loans	15,681,720,014	-	974,753,640,412	-	-	990,435,360,426
Receivables from securities trading activities	-	-	858,137,255	-	-	858,137,255
Other receivables	115,300,095	-	10,750,713,596	-	-	10,866,013,691
Total	15,797,020,109	6,544,742,902	1,060,862,491,263	-	-	1,083,204,254,274
Financial liabilities						
Short-term borrowings	-	-	156,954,524,550	-	-	156,954,524,550
Payables from securities trading activities	-	8,210,088	-	-	-	8,210,088
Short-term trade payables	-	-	1,031,842,210	-	-	1,031,842,210
Accrued expenses	-	-	3,296,489,099	-	-	3,296,489,099
Other payables	-	-	51,204,131	-	-	51,204,131
Total	-	8,210,088	161,334,059,990	-	-	161,342,270,078
Net liquidity difference	15,797,020,109	6,536,532,814	899,528,431,273	-	-	921,861,984,196

Maybank Kim Eng Securities Limited

NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
as at 30 June 2017 and for the six-month period ended

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24. OTHER INFORMATION (continued)

24.3 Purposes and policies of financial risk management (continued)

Liquidity risk (continued)

The Company assessed the concentration of risk with respect to refinancing its debts and concluded it to be low. Access to sources of funding is sufficiently available and debt maturing within 12 months can be rolled over with existing lenders.

24.4 Corresponding figures

Due to changes in accounting policies and requirements for financial statement preparation and presentation in accordance with Circular 334, certain corresponding figures on the financial statements for the previous period have been reclassified to be comparable with those for the current period.

Extract from the interim statement of cash flows:

Items	Previous period (reported) VND	Restatement VND	Previous period (restated) VND
CASH FLOWS FROM OPERATING ACTIVITIES			
Gain from revaluation of financial assets at FVTPL	-	(1,047,510)	(1,047,510)
Increase in other assets	-	(47,681,149)	(47,681,149)
Decrease in accrued expenses (excluded interest expenses)	-	(410,286,340)	(410,286,340)
Decrease in prepaid expenses	-	1,030,692,659	1,030,692,659
Interest paid	-	(848,218,916)	(848,218,916)

25. EVENTS SINCE THE INTERIM BALANCE SHEET DATE

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

Preparer:



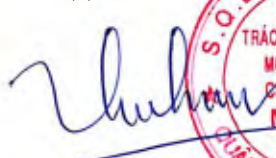
Vo Hong Tuyet Nga
Accountant

Reviewer:



Tran Thi Ngoc Huong
Chief Accountant

Approver:



Tran Thi Thu Hang
Chief Financial Officer

Approver:



Kim Thien Quang
Chief Executive Officer



Ho Chi Minh City, Vietnam

10 August 2017