

**Vietnam Blue-Chips Fund**

Financial Statements for the year ended  
31 December 2016



**Vietnam Blue-Chips Fund  
General Information**

**Fund Unit Issuance Certificate**

04/GCN-UBCK dated 18 December 2007

**Establishment Registration  
Certificate of open-ended fund**

06/GCN-UBCK dated 16 December 2013

The Establishment Registration Certificate was issued by the State Securities Commission and is valid for indefinite time. The Establishment Registration Certificate was amended by Decision No. 384/QD-UBCK dated 27 April 2015.

**Board of Representatives**

Mr. Dang Thai Nguyen	Chairman
Mr. Le Trung Thanh	Member
Ms. Le Thi Thu Huong	Member (from 31 March 2016)
Ms. Pham Thi Thanh Thuy	Member (from 31 March 2016)
Ms. Do Thi Duc Minh	Vice Chairwoman (until 30 March 2016)
Mr. Tran Thien Ha	Vice Chairman (until 30 March 2016)
Mr. Nguyen Kien Cuong	Member (until 30 March 2016)

**Fund Management Company**

Vietnam Investment Fund Management Joint Stock Company

**Supervising Bank**

Standard Chartered Bank (Vietnam) Ltd.

**Registered Office**

Room 1701-04, 17<sup>th</sup> Floor, Me Linh Point Tower  
2 Ngo Duc Ke Street  
Ben Nghe Ward, District 1  
Ho Chi Minh City  
Vietnam

**Auditor**

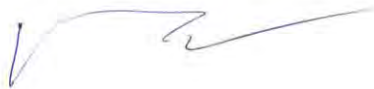
KPMG Limited  
Vietnam

**Vietnam Blue-Chips Fund**  
**Report of the Board of Representatives**

**REPORT OF THE BOARD OF REPRESENTATIVES**

I, Dang Thai Nguyen, being the Chairman of the Board of Representatives and on behalf of the Unitholders of Vietnam Blue-Chips Fund (“the Fund”), do hereby approve the attached financial statements of the Fund for the year ended 31 December 2016, which have been prepared in accordance with Vietnamese Accounting Standards, Circular No. 198/2012/TT-BTC dated 15 November 2012 issued by the Ministry of Finance on the promulgation of accounting system for open-ended funds, the relevant requirements of Circular No. 183/2011/TT-BTC dated 16 December 2011 issued by the Ministry of Finance on the promulgation of guidance on establishment and management of open-ended funds and of Circular No. 15/2016/TT-BTC dated 20 January 2016 issued by the Ministry of Finance amending and supplementing certain articles of Circular No. 183/2011/TT-BTC dated 16 December 2011 and the other relevant statutory requirements applicable to financial reporting.

On behalf of the Board of Representatives



Mr. Dang Thai Nguyen  
*Chairman*

Ho Chi Minh City, 14 March 2017

## **Vietnam Blue-Chips Fund Report of the Fund Management Company**

### **STATEMENT OF THE FUND MANAGEMENT COMPANY'S RESPONSIBILITY IN RESPECT OF THE FINANCIAL STATEMENTS**

Management of Vietnam Investment Fund Management Joint Stock Company ("the Fund Management Company") presents this statement and the accompanying financial statements of Vietnam Blue-Chips Fund for the year ended 31 December 2016.

Management of the Fund Management Company is responsible for the preparation and fair presentation of the financial statements of Vietnam Blue-Chips Fund ("the Fund") in accordance with Vietnamese Accounting Standards, Circular No. 198/2012/TT-BTC ("Circular 198") dated 15 November 2012 issued by the Ministry of Finance on the promulgation of accounting systems for open-ended funds, the relevant requirements of Circular No. 183/2011/TT-BTC ("Circular 183") dated 16 December 2011 issued by the Ministry of Finance on the promulgation of guidance on establishment and management of open-ended funds and of Circular No. 15/2016/TT-BTC ("Circular 15") dated 20 January 2016 issued by the Ministry of Finance amending and supplementing certain articles of Circular 183 and the other relevant statutory requirements applicable to financial reporting. In preparing those financial statements, the Fund Management Company is required to:

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

Management of the Fund Management Company is also responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the Fund and to ensure that the accounting records comply with the requirements of Vietnamese Accounting Standards, Circular 198, the relevant requirements of Circular 183 and of Circular 15 and the other relevant statutory requirements applicable to financial reporting. The management of the Fund Management Company is also responsible for safeguarding the assets of the Fund and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Management of Vietnam Investment Fund Management Joint Stock Company confirms that they have complied with the above requirements in preparing these financial statements of the Fund for the year ended 31 December 2016.

**Vietnam Blue-Chips Fund**  
**Report of the Fund Management Company (continued)**

**I. Fund's general information**

**1. Fund's objectives:**

In accordance with Establishment Registration Certificate of Fund issued by State Securities Commission of Vietnam, Fund's Charter and Fund's Propectus.

**2. Fund's performance:**

According to the Fund's audited financial statements for year ended 31 December 2016, at the end of accounting period, changes in net assets value (NAV) of the Fund is 22.47% compared with the net assets value of the Fund at the beginning of reporting period. The Fund has no structural portfolio and reference index.

**3. Fund's investment policy and strategy:**

The Fund's investment strategy is actively invest in equity securities of top-ranking companies operating in all fundamental sectors of the Vietnam economy. These companies operate in fields, industries including but not limit such as foods and beverages, consumer goods, retail, energies, materials – minings, finances, banking, communications, infrastructures - real estates... Most of them are listed or will be listed on the Vietnamese stock exchanges.

**4. Fund type:** Public open-ended fund

**5. Recommendation for investment timeline of the Fund:** None

**6. Short-term risk level (low, medium, high):** High

**7. Date of starting operation of the Fund:** 28 February 2008

**8. Fund's scale at reporting date:**

As at 31 December 2016:

- Total net asset value: VND349,080,267,291
- Number of Fund units in circulation: 27,868,756.20 units

**9. Fund's reference index:** None

**Vietnam Blue-Chips Fund**  
**Report of the Fund Management Company (continued)**

**10. Fund's dividend distribution policy**

The Fund's annual dividend distribution is proposed by the Fund's Board of Representatives and must be approved at Annual General Meeting of Fund Unitholders.

**11. Actual distributed profits per fund unit (at reporting date):**

None.

**II. Performance indicators**

**1. Fund's assets structure:**

<b>Fund's assets structure</b>	<b>31/12/2016 (%)</b>	<b>31/12/2015 (%)</b>	<b>31/12/2014 (%)</b>
1. Investment portfolio	70.12	84.71	85.21
2. Other assets	29.88	15.29	14.79
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>

**2. Detailed operating indicators:**

<b>Indicator</b>	<b>31/12/2016</b>	<b>31/12/2015</b>	<b>31/12/2014</b>
2.1. Net asset value (VND)	349,080,267,291	285,022,040,119	356,389,393,527
2.2. Total Fund units in circulation (Unit)	27,868,756.20	26,481,957.77	39,701,792.35
2.3. Net assets value per Fund unit (VND/Unit)	12,525.86	10,762.87	8,976.65
2.4. The highest net assets value per Fund unit during the reporting year (VND/Unit)	13,226.44	11,202.93	10,901.64
2.5. The lowest net assets value per Fund unit during the reporting year (VND/Unit)	10,015.55	8,737.36	8,457.24
2.6. Day-end closing price of Fund unit at the reporting date (VND/Unit)	Not applicable	Not applicable	Not applicable
2.7. The highest day-end closing price of Fund unit during the reporting year (VND/Unit)	Not applicable	Not applicable	Not applicable
2.8. The lowest day-end closing price of Fund unit during the reporting year (VND/Unit)	Not applicable	Not applicable	Not applicable

**Vietnam Blue-Chips Fund**  
**Report of the Fund Management Company (continued)**

<b>Indicator</b>	<b>31/12/2016</b>	<b>31/12/2015</b>	<b>31/12/2014</b>
2.9. Total growth rate per Fund unit (%)	(47.82%)	(139.59%)	6,851.58%
2.9.1. Capital growth rate per Fund unit (%) (Change due to price fluctuation)	(17.72%)	(121.09%)	1,230.76%
2.9.2. Income growth rate per Fund unit (%) (Based on realised profits)	(30.10%)	(18.50%)	5,620.81%
2.10. Gross distribution per Fund unit	None	None	None
2.11. Net distribution per Fund unit	None	None	None
2.12. Ex-date of distribution	None	None	None
2.13. Operation expenses/Average NAV during the period (%)	2.37%	2.37%	2.42%
2.14. Turnover of investment portfolio (%)	95.87%	113.73%	91.19%

**3. Growth rate over time:**

<b>Period</b>	<b>Total growth rate of NAV per Fund unit (%)</b>	<b>Annual growth rate of NAV per Fund unit (%)</b>
	<b>Unaudited</b>	<b>Unaudited</b>
- 1 year	16.38	16.38
- 3 years	48.10	13.98
- From establishment date	45.26	4.3
- Growth rate of reference index	No reference index	No reference index

**4. Annual growth rate:**

<b>Period</b>	<b>31/12/2016 (%)</b>	<b>31/12/2015 (%)</b>	<b>31/12/2014 (%)</b>	<b>31/12/2013 (%)</b>
Growth rate per Fund unit (%)	16.38	19.90	6.14	27.74

**Vietnam Blue-Chips Fund**  
**Report of the Fund Management Company (continued)**

**III. Market description**

**1. Macro indicators in 2016**

Except for GDP growth rate and export growth rate did not achieve its objective, the other major indicators has completed at their plan. Vietnam's economy has faced difficulties in 2016 when agricultural production declined significantly in the first two quarters of the year due to natural disaster, leading to agriculture and forestry, aquaculture sector only achieved 1.36% growth rate compared to 2015 and contributed 0.22% to the overall growth (6.21%) of the total economy in 2016. The low growth of this sector has reduced the overall growth rate when industry and construction group, services continued to achieve growth rate of 7.57% and 6.98% compared to the last year. Exports in 2016 was strongly influenced by the reduction in oil prices (export fuel prices fell 20.1% compared with the previous year). Excluding crude oil exports, the export value of other commodities reached 123.5 billion US dollars, increased 11.8% compared to 2015. Social investment capital exceeded the targets with a total value of 1485.1 trillion VND, equivalent to 33% of GDP in 2016. Investment from the non-state sector accounted for the highest proportion (39%) of the total social investment capital, which is consistent with the upward trend of new business establishments (110.1 thousand enterprises) with the average amount of capital per new business was 8.1 billion VND, increased by 27.5% compared to 2015. The stability of the macro economy in the year contributed significantly to the increase in business confidence in society.

**2. Stock market in December 2016**

The last trading month of 2016 has closed with sluggish trading in terms of both liquidity and performance on both exchanges. HOSE has started the month with continuous selling pressure from foreign investors, which made the local investors worried and drove the market drop to 647.33 points, the lowest score within recent 3 months. However, at these strong drops, the bottom fishing cash flow in Large cap stocks appeared and specially the ceiling trading sessions of the new listing SAB has helped restored the points, stopped the decline. In the following weeks, the leading role of Large cap stocks and Blue chips helped the market recover with positive sessions. We can clearly see the major trend of the market in the past months: i) money flow was not spread but selective and strongly focused on large caps which led the stocks of the remaining group of Blue chip, Mid cap, small cap not active; ii) locals kept cautious due to net selling of foreigners, iii) liquidity remained low within the two last weeks of the month. In December, HOSE had 10 trading sessions of decline, which eroded VNIndex 6.17% and 12 trading sessions of advance, boosted VN-Index by 6.14%.

Closing the month, VN-Index managed to close at 664.87 points, down 0.2 points, equivalent to 0.03% MoM. Trading volume reached to more than 2.86 billion shares, increased by 10.99%, trading value also went up to VND55.1 trillion, increased 11.25% MoM. HNXIndex came down to 80.12 points by ending December, -0.63% MoM with trading volume at more than 912 million shares, equivalent +0.77% MoM and trading value increased by 7.8% MoM to VND9.2 trillion.



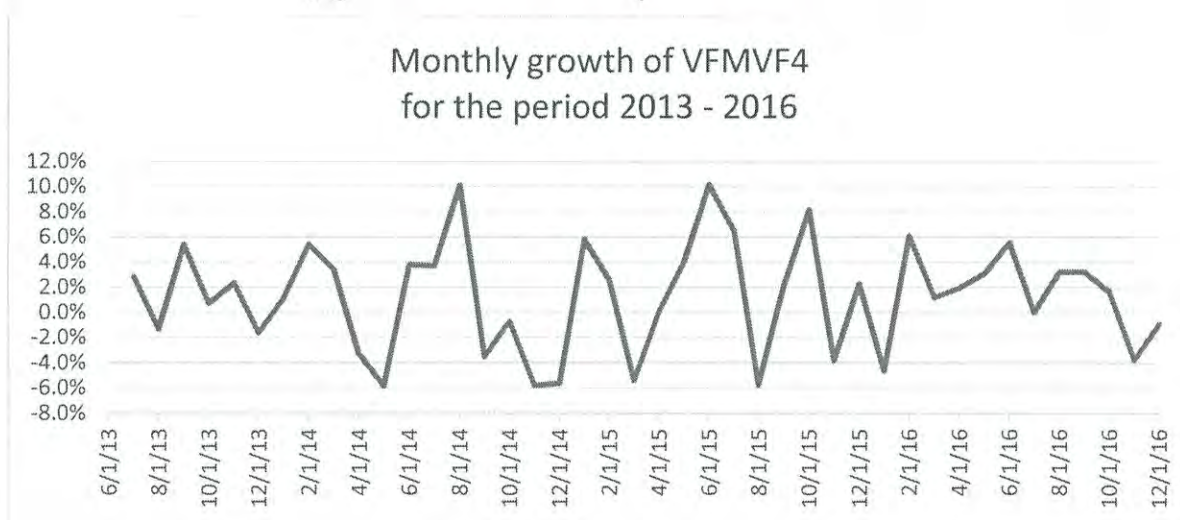
**Vietnam Blue-Chips Fund**  
**Report of the Fund Management Company (continued)**

**IV. Details of Fund's operating indicators**

**4.1. Fund's detailed operating figures**

Indicators	1 year to reporting date (%)	3 latest years to reporting date (%)	From establishment date to reporting date (%)
A	1	2	3
	Unaudited	Unaudited	Unaudited
Income growth rate per Fund unit	(30.10%)	(18.50%)	5,620.81%
Capital growth rate per Fund unit	(17.72%)	(121.09%)	1,230.76%
Total growth rate per Fund unit	(47.82%)	(139.59%)	6,851.58%
Annual growth rate per Fund unit	16.38	13.98	4.3
Growth rate of structural portfolio	None	None	None
Changes in market value per Fund unit	None	None	None

- Capital growth, total growth, annual growth: Based on the growth of net asset value (NAV) per Fund unit;
- Reference index: Based on the latest public trading price.
- Chart of Fund's monthly growth rate in the latest 3 years:



**Vietnam Blue-Chips Fund**  
**Report of the Fund Management Company (continued)**

● Change in net asset value:

Indicators	31/12/2016 VND	31/12/2015 VND	Change rate %
A	1	2	$3 = ((1) - (2)) / (2)$
Net assets value (NAV) of Fund	349,080,267,291	285,022,040,119	22.47%
Net assets value per Fund unit	12,525.86	10,762.88	16.38%

During the year from 1 January 2016 to 31 December 2016, the Fund's net asset value (NAV) per Fund unit increased by 16.38 % as a result of income from investment activities and the price gain of the securities portfolio. Total net asset value (NAV) increased by 22.47%, higher than the growth of NAV per Fund unit due to redemption of Unitholder which increase the Fund's total asset .

**4.2. Summary of investors holding Fund units at 31/12/2016**

Holding scale (Units)	Number of Fund Unitholders	Number of Fund units holding	Percentage of holding
A	1	2	3
Under 5,000	1,130	913,514.12	3.28%
From 5,000 to 10,000	76	472,446.74	1.70%
From 10,000 to 50,000	86	1,630,185.18	5.85%
From 50,000 to 500,000	32	4,745,535.14	17.03%
Over 500,000	7	20,107,075.02	72.15%
<b>Total</b>	<b>1,331</b>	<b>27,868,756.20</b>	<b>100.00%</b>

**5. Sunk costs and discounts**

To avoid the conflicts of interest and ensure the accuracy of the Fund's expense, the Fund Management Company requires that all employees are not allowed to receive the cash discounts and implement sunk costs in transactions of the Fund with the partners providing services to the Fund.

During the reporting period, the Fund did not incur cash discounts or sunk costs relating to the Fund's transactions with the partners providing services to the Fund.

**Vietnam Blue-Chips Fund**  
**Report of the Fund Management Company (continued)**

**V. Market prospects**

GDP growth target for 2017 that was approved by the National Assembly is 6.7%. This goal is a challenge under the circumstances that Vietnam is experiencing abnormal political and economical changes in 2017. The analysis shows that Vietnam is in a short-term growth trend until the end of Quarter II 2017 before trending downward. GDP growth rate for 2017 is forecasted to be 6.3%. The analysis also display the most important goals of the Government is to maintain macro-economic stability in 2017. Therefore, there would not be any extraordinary movement in terms of exchange rate or interest rate policies in the first 6 months of next year. The State Bank of Vietnam would continue to apply the central rate policy and to assume its role as the buyer of last resort on the market to stabilize the exchange rate. Deposit and lending rates are slightly increasing but are preserved by the good liquidity of interbank market. The State Bank of Vietnam would maintain a loosening monetary policy to support growth while not reject the possibility to permit a higher deposit rates with regards to US Dollar (currently 0%). In the current situation, inflation might have opposite movement to its trend in 2016, which indicates a surge at the beginning of the year and a decline towards the end of the year.

We are positive for the performance of market in January due to a cluster of reasons: i/ January is often the bullish time for trading based on our observation. The positive factors will support the market are: i/ sound Quarter IV's earnings of listed companies to release will save the market, ii/ pressure of foreigner's selling will gradually come down, iii/ many new listings enhance the liquidity; iv/ money flow will stop hibernating in January. We believe some sectors including real estate, diversified financials, Financial and Banking and retail stocks, which usually enjoy strong earnings in the last months.

**VI. Other information**

Information about the Fund's executive personnel, Board of Representatives, and the Executive Board of the Fund Management Company.

Including:

	<b>Name</b>	<b>Position</b>	<b>Degree</b>	<b>Working experience</b>
Fund executive personnel	Luong Thi My Hanh	Fund Executive Officer	Master of Economic	- From 2010 to now: Deputy CEO – Investment Research Division, Vietnam Investment Fund Management Joint Stock Company
	Tran Le Minh	Fund Executive Officer	Master of Financial Management	- From 2011 to now: Deputy CEO, Director of Hanoi Branch – Vietnam Investment Fund Management Joint Stock Company

**Vietnam Blue-Chips Fund  
Report of the Fund Management Company (continued)**

	<b>Name</b>	<b>Position</b>	<b>Degree</b>	<b>Working experience</b>
Board of Representatives	Dang Thai Nguyen	Chairman	Master of International Business Administration	<ul style="list-style-type: none"> <li>- From 2003 to 2006: Director, North Asia Commercial Joint Stock Bank – Thanh Hoa Branch</li> <li>- From 2006 to now: General Director, Viet Securities JSC</li> </ul>
	Le Trung Thanh	Member	Bachelor in Advanced Politics - Bachelor in Business Administration	<ul style="list-style-type: none"> <li>- From 2014 to now: Deputy General Director, Lam Son Sugar Cane Joint Stock Corporation</li> <li>- From 2010 to now: General Director, Lam Son Investment Commercial Tourism Co., Ltd</li> </ul>
	Le Thi Thu Huong	Member	Bachelor in Accounting - Auditing	<ul style="list-style-type: none"> <li>- From 2011 to 2012: Deputy Director, AS Auditing Company</li> <li>- From 2012 to now: Deputy General Director, Dai Tin Auditing Company Limited</li> </ul>
	Pham Thi Thanh Thuy	Member	Lawyer	<ul style="list-style-type: none"> <li>- From 2010 to now: Head of Legal Compliance, Vietnam Investment Fund Management Joint Stock Company</li> </ul>
Executive Board of the Fund Management Company	Tran Thanh Tan	Chief Executive Officer	Master of Business Administration	<ul style="list-style-type: none"> <li>- From 2003 to now: Chief Executive Officer, Vietnam Investment Fund Management Joint Stock Company</li> </ul>
	Luong Thi My Hanh	Deputy CEO – Investment Research Division	Master of Economic	<ul style="list-style-type: none"> <li>- From 2010 to now: Deputy CEO – Investment Research Division, Vietnam Investment Fund Management Joint Stock Company</li> </ul>

**Vietnam Blue-Chips Fund**  
**Report of the Fund Management Company (continued)**

	<b>Name</b>	<b>Position</b>	<b>Degree</b>	<b>Working experience</b>
	Nguyen Minh Dang Khanh	Deputy CEO – Finance Controller	Master of Finance – Economic	- From 2011 to now: Deputy CEO cum Finance Controller, Vietnam Investment Fund Management Joint Stock Company
	Tran Le Minh	Deputy CEO – Director of Hanoi Branch	Master of Financial Management	- From 2011 to now: Deputy CEO, Director of Hanoi Branch – Vietnam Investment Fund Management Joint Stock Company
	Tran Van Hieu	Acting Deputy CEO – Capital Mobilisation Division	Master of Business Administration	- From 2010 to 2012: Managing Director, Pana Harrison Asia Limited Insurance Broker Vietnam - From 2012 to 2014: Project Director, Generali Vietnam - From 2014 to 2015: Senior Director of Capital Mobilisation, Vietnam Investment Fund Management Joint Stock Company - From 2016 to now: Acting Deputy CEO, Vietnam Investment Fund Management Joint Stock Company

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On behalf of the Management of Vietnam Investment Fund Management Joint Stock Company



Mr. Tran Thanh Tan *JK*  
*Chief Executive Officer*

Ho Chi Minh City, 14 March 2017

## SUPERVISORY BANK'S REPORT

We, appointed as the Supervisory Bank of the Vietnam Blue-Chip Fund ("the Fund") for the financial period from 1<sup>st</sup> Jan 2016 to 31<sup>th</sup> Dec 2016, recognize that the Fund operated and was managed in the following matters:

- a) During our supervision of the Fund's investments and asset transactions in 2016, the Fund's investment portfolio deviated from the prevailing regulations for open-ended funds, Fund Prospectus, and other prevailing regulations, details as below:

At some valuation dates in 2016, the Fund's investment portfolio deviated from Item 10, Article 1, Circular 15/2016/TT-BTC ("Circular 15") amending and supplementing several articles of Circular No.183/2011/TT-BTC ("Circular 183") dated 16<sup>th</sup> December 2011 on providing guidance on establishment and management of the open-ended fund and Article 11, Fund Charter. Accordingly, the total value of major investments in the fund's investment portfolio must not exceed forty percent (40%) of the fund's total asset value. In case of deviation, the Fund Management Company has to adjust the fund's investment portfolio to meet the investment limit within the recovery timeframe as regulated by prevailing regulations.

At valuation dates 31<sup>th</sup> Dec 2016, the Fund's investment portfolio has complied with the prevailing regulations of open-ended fund, fund prospectus, and other relevant legal documents.

- b) Assets Valuation and Pricing of the Fund units were carried out in accordance with Fund Charter, Fund Prospectus, and other prevailing regulations.
- c) Fund subscriptions and redemptions were carried out in accordance with Fund Charter, Fund Prospectus, and other prevailing regulations.
- d) In 2016, the Fund did not pay out any dividend to Fund Unit Holders.

Hanoi, 14<sup>th</sup> March 2017

**Supervisory Bank Representative**



**Le Sy Hoang**

**Unit Head, Securities Services Operations**

**Supervisory Bank Officer**



**Vu Huong Giang**

**Supervisory Bank Manager**

**Standard Chartered Bank (Vietnam) Limited**  
**Head Office**

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

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**Here for good**



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## **INDEPENDENT AUDITOR'S REPORT**

### **To the Fund's Unitholders Vietnam Blue-Chips Fund**

We have audited the accompanying financial statements of Vietnam Blue-Chips Fund ("the Fund"), which comprise the statements of financial position, and investment portfolio as at 31 December 2016 and the statements of income, changes in Net Assets and Fund units transactions and cash flows for the year then ended and the explanatory notes thereto which were authorised for issue by the Board of Representatives on 14 March 2017, as set out on pages 18 to 72.

### **The Fund Management Company's Responsibility**

The Management of Vietnam Investment Fund Management Joint Stock Company ("the Fund Management Company") is responsible for the preparation and fair presentation of these financial statements in accordance with Vietnamese Accounting Standards, Circular No. 198/2012/TT-BTC dated 15 November 2012 issued by the Ministry of Finance on the promulgation of accounting systems for open-ended funds, the relevant requirements of Circular No. 183/2011/TT-BTC ("Circular 183") dated 16 December 2011 issued by the Ministry of Finance on the promulgation of guidance on establishment and management of open-ended funds and of Circular No. 15/2016/TT-BTC dated 20 January 2016 issued by the Ministry of Finance amending and supplementing certain articles of Circular 183 and the other relevant statutory requirements applicable to financial reporting, and for such internal control as the Management of the Fund Management Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Fund Management Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund Management Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management of the Fund Management Company, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



## Auditor's Opinion

In our opinion, the financial statements give a true and fair view, in all material respects, of the financial position of Vietnam Blue-Chips Fund as at 31 December 2016 and of its results of operations and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, Circular No. 198/2012/TT-BTC dated 15 November 2012 issued by the Ministry of Finance on the promulgation of accounting system for open-ended funds, the relevant requirements of Circular No. 183/2011/TT-BTC ("Circular 183") dated 16 December 2011 issued by the Ministry of Finance on the promulgation of guidance on establishment and management of open-ended funds and of Circular No. 15/2016/TT-BTC dated 20 January 2016 issued by the Ministry of Finance amending and supplementing certain articles of Circular 183 and the other relevant statutory requirements applicable to financial reporting.

### KPMG Limited's Branch in Ho Chi Minh City

Vietnam

Audit Report No.: 16-01-423



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Truong Vinh Phuc  
Practicing Auditor Registration  
Certificate No. 1901-2013-007-1  
*Deputy General Director*

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Pham Huy Cuong  
Practicing Auditor Registration  
Certificate No. 2675-2014-007-1

Ho Chi Minh City, 14 March 2017




**Vietnam Blue-Chips Fund**  
**Statement of income for the year ended 31 December 2016**

**Form B01 – QM**  
*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)*

No.	Items	Code	Note	2016 VND	2015 VND
<b>I</b>	<b>INCOME, REVENUE FROM INVESTMENT ACTIVITIES</b>	<b>01</b>		<b>52,902,480,291</b>	<b>68,860,485,890</b>
1.1	Dividend income	02	13	9,080,868,400	12,212,408,700
1.2	Interest income from bank deposits	03	13	1,783,214,471	750,823,684
1.3	Gains from trading securities	04	14	37,970,217,787	51,199,047,445
1.4	Net unrealised gains from revaluation of investments	05	15	4,068,179,633	4,698,206,061
<b>II</b>	<b>INVESTMENT EXPENSES</b>	<b>10</b>		<b>907,673,917</b>	<b>1,695,487,968</b>
2.1	Expenses for purchases and sales of investments	11	16	907,673,917	1,695,487,968
<b>III</b>	<b>OPERATING EXPENSES</b>	<b>20</b>		<b>7,612,091,445</b>	<b>7,661,641,621</b>
3.1	Management fee	20.1	20	6,187,379,128	6,207,409,195
3.2	Custody fee	20.2	17	306,533,311	302,633,781
3.3	Supervising fee	20.3	20	283,140,000	221,759,999
3.4	Fund administration fee	20.4	20	117,371,228	144,497,155
3.5	Transfer agent fee	20.5		116,391,272	122,416,912
3.7	Annual general meeting and other meeting expenses	20.7		15,317,000	(100,910,750)
3.8	Audit fee	20.8		172,879,803	171,050,000
3.10	Other operating expenses	20.10	18	413,079,703	592,785,329
<b>IV</b>	<b>INVESTMENT AND OPERATING RESULTS (23 = 01 – 10 – 20)</b>	<b>23</b>		<b>44,382,714,929</b>	<b>59,503,356,301</b>
<b>VI</b>	<b>ACCOUNTING PROFIT BEFORE TAX (30 = 23)</b>	<b>30</b>	<b>12</b>	<b>44,382,714,929</b>	<b>59,503,356,301</b>
6.1	Realised profits	31		40,314,535,296	54,805,150,240
6.2	Unrealised profits	32		4,068,179,633	4,698,206,061
<b>VII</b>	<b>NET ACCOUNTING PROFIT AFTER TAX (41 = 30)</b>	<b>41</b>		<b>44,382,714,929</b>	<b>59,503,356,301</b>

14 March 2017

Vietnam Investment Fund Management Joint Stock Company

Prepared by: 

Ms. Vuong Thi Tram Anh  
Fund Accountant

Approved by: 

Mr. Nguyen Minh Dang Khanh  
Deputy CEO cum Finance  
Controller



Mr. Tran Thanh Tan  
Chief Executive Officer

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

**Vietnam Blue-Chips Fund**  
**Statement of financial position as at 31 December 2016**

**Form B02 – QM**  
*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

No.	Items	Code	Note	31/12/2016 VND	31/12/2015 VND
<b>I ASSETS</b>					
<b>1</b>	<b>Cash in banks and cash equivalents</b>	<b>110</b>	<b>4</b>	<b>53,941,536,537</b>	<b>36,501,338,214</b>
1.1	Cash in banks for the operation of the Fund	111		18,941,536,537	10,501,338,214
1.2	Term deposits with maturity not exceeding 3 months	112		35,000,000,000	26,000,000,000
<b>2</b>	<b>Net investments</b>	<b>120</b>		<b>250,518,179,100</b>	<b>243,474,967,100</b>
2.1	Investments in securities	121	5	250,518,179,100	243,474,967,100
<b>3</b>	<b>Receivables</b>	<b>130</b>		<b>52,796,432,667</b>	<b>7,447,969,977</b>
3.1	Receivables from disposals of investments	131	6	52,016,176,000	6,840,603,000
3.2	Interests and dividends receivables	133		780,256,667	596,683,889
3.2.1	<i>Accrued interests, dividends receivables</i>	136	7	780,256,667	596,683,889
3.3	Other receivables	137		-	10,683,088
<b>TOTAL ASSETS (100 = 110 + 120 + 130)</b>				<b>357,256,148,304</b>	<b>287,424,275,291</b>
<b>II LIABILITIES</b>					
2	Payables for purchase of investments	312	8	6,379,425,000	821,360,000
3	Payables to distribution agents	313		41,819,159	235,355,331
4	Taxes and other payables to State Treasury	314		7,984,488	673,203
5	Dividends payables to Fund Unitholders	315		83,000,000	83,000,000
6	Accrued expenses	316	9	331,043,502	438,230,191
7	Advances from Fund Unitholders for Fund units subscription	317		-	15,000,000
8	Payables to Fund Unitholders for Fund units redemption	318		549,663,815	179,674,053
9	Fund's service fees payable	319	10	690,846,017	552,004,019
10	Other payables	320		92,099,032	76,938,375
<b>TOTAL LIABILITIES (300 = 312 + 313 + 314 + 315 + 316 + 317 + 318 + 319 + 320)</b>				<b>8,175,881,013</b>	<b>2,402,235,172</b>

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

**Vietnam Blue-Chips Fund**  
**Statement of financial position as at 31 December 2016 (continued)**

**Form B02 – QM**  
*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)*

NO.	Items	Code	Note	31/12/2016 VND	31/12/2015 VND
<b>III</b>	<b>NET ASSET VALUE DISTRIBUTABLE TO FUND UNITHOLDERS</b> <b>(400 = 100 - 300)</b>	<b>400</b>		<b>349,080,267,291</b>	<b>285,022,040,119</b>
<b>1</b>	<b>Share capital</b>	<b>411</b>	<b>11</b>	<b>278,687,562,000</b>	<b>264,819,577,700</b>
1.1	Subscription capital	412		986,686,236,200	864,006,091,000
1.2	Redemption capital	413		(707,998,674,200)	(599,186,513,300)
<b>2</b>	<b>Share premium</b>	<b>414</b>	<b>11</b>	<b>23,471,874,548</b>	<b>17,664,346,605</b>
<b>3</b>	<b>Retained profits</b>	<b>420</b>	<b>12</b>	<b>46,920,830,743</b>	<b>2,538,115,814</b>
<b>IV</b>	<b>NET ASSET VALUE PER FUND UNIT</b>	<b>430</b>	<b>11</b>	<b>12,525.86</b>	<b>10,762.87</b>
<b>V</b>	<b>OFF-BALANCE SHEET ITEM</b>			<b>31/12/2016 Unit</b>	<b>31/12/2015 Unit</b>
1	Number of Fund units in circulation	004	11	27,868,756.20	26,481,957.77

14 March 2017

Vietnam Investment Fund Management Joint Stock Company

Prepared by: 

Ms. Vuong Thi Tram Anh  
Fund Accountant

Approved by: 

Mr. Nguyen Minh Dang Khanh  
Deputy CEO cum Finance  
Controller



Mr. Tran Thanh Tan  
Chief Executive Officer

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

**Vietnam Blue-Chips Fund**

**Statement of of changes in Net Assets, Fund units transaction for the year ended 31 December 2016**

**Form B03 – QM**  
(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)

No.	Items	2016 VND	2015 VND
<b>I</b>	<b>Net Asset Value (NAV) at the beginning of the year</b>	<b>285,022,040,119</b>	<b>356,389,393,527</b>
<b>II</b>	<b>Changes in NAV compared to last year</b>	<b>44,382,714,929</b>	<b>59,503,356,301</b>
	<i>In which:</i>		
II.1	Changes in NAV arising from market fluctuation and the Fund's operation during the year	44,382,714,929	59,503,356,301
<b>III</b>	<b>Changes in NAV due to redemption and subscription of Fund units</b>	<b>19,675,512,243</b>	<b>(130,870,709,709)</b>
	<i>In which:</i>		
III.1	Proceeds from Fund units subscription	153,337,206,386	27,468,513,541
III.2	Payments for Fund units redemption	(133,661,694,143)	(158,339,223,250)
<b>IV</b>	<b>Net Asset Value at the end of the year (IV = I + II + III)</b>	<b>349,080,267,291</b>	<b>285,022,040,119</b>

14 March 2017

Vietnam Investment Fund Management Joint Stock Company

Prepared by: 



Ms. Vuong Thi Tram Anh  
*Fund Accountant*

Approved by:



  
Mr. Nguyen Minh Dang Khanh  
*Deputy CEO cum Finance  
Controller*

  
Mr. Tran Thanh Tan  
*Chief Executive Officer*

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

**Vietnam Blue-Chips Fund**  
**Statement of investment portfolio as at 31 December 2016**

**Form B04 – QM**  
*(Issued under Circular No. 198/2012/TT-BTC*  
*dated 15 November 2012 of the Ministry of Finance)*

No.	Items	Number of shares	Market price as at 31/12/2016 VND/share	Total value as at 31/12/2016 VND	Percentage of the Fund's total assets %
<b>I</b>	<b>Listed shares</b>	<b>4,604,316</b>		<b>250,518,179,100</b>	<b>70.12%</b>
1	ACB	200,000	17,600	3,520,000,000	0.99%
2	BMP	83,540	191,000	15,956,140,000	4.47%
3	CII	380,000	28,150	10,697,000,000	2.99%
4	DHG	100,000	98,000	9,800,000,000	2.74%
5	DQC	182,899	62,000	11,339,738,000	3.17%
6	FPT	655,168	44,000	28,827,392,000	8.07%
7	GAS	150,000	60,600	9,090,000,000	2.54%
8	GMD	100,000	27,000	2,700,000,000	0.76%
9	HPG	390,002	43,150	16,828,586,300	4.71%
10	HT1	60,000	20,500	1,230,000,000	0.34%
11	KDH	500,002	20,000	10,000,040,000	2.80%
12	MWG	93,170	156,000	14,534,520,000	4.07%
13	NVL	270,000	60,100	16,227,000,000	4.54%
14	PC1	180,000	36,000	6,480,000,000	1.81%
15	PNJ	250,000	66,500	16,625,000,000	4.65%
16	QNS	48,500	95,000	4,607,500,000	1.29%
17	SAB	20,000	197,700	3,954,000,000	1.11%
18	SKG	150,238	74,200	11,147,659,600	3.12%
19	VCB	470,000	35,450	16,661,500,000	4.67%
20	VNM	320,797	125,600	40,292,103,200	11.28%

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


**Vietnam Blue-Chips Fund**  
**Statement of investment portfolio as at 31 December 2016 (continued)**

**Form B04 – QM**  
*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

No.	Items	Total value as at 31/12/2016 VND	Percentage of the Fund's total assets %
<b>V</b>	<b>Other assets</b>	<b>52,796,432,667</b>	<b>14.78%</b>
1	Receivables from disposals of investments	52,016,176,000	14.56%
2	Accrued interests, dividends receivables	780,256,667	0.22%
<b>VI</b>	<b>Cash</b>	<b>53,941,536,537</b>	<b>15.10%</b>
1	Cash in banks and cash equivalents	53,941,536,537	15.10%
<b>VII</b>	<b>Total investment portfolio</b>	<b>357,256,148,304</b>	<b>100.00%</b>

14 March 2017

Vietnam Investment Fund Management Joint Stock Company

Prepared by: 



Ms. Vuong Thi Tram Anh  
Fund Accountant

Approved by:



Mr. Nguyen Minh Dang Khanh  
Deputy CEO cum Finance  
Controller



Mr. Tran Thanh Tan  
Chief Executive Officer

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

**Vietnam Blue-Chips Fund**

**Statement of cash flows for the year ended 31 December 2016 (Indirect method)**

**Form B05 – QM**

*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)*

Items	Code	Note	2016 VND	2015 VND
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
<b>Profit before tax</b>	<b>01</b>		<b>44,382,714,929</b>	<b>59,503,356,301</b>
<b>Adjustments for increase in Net Asset Value from investing activities</b>	<b>02</b>		<b>(4,137,341,836)</b>	<b>(4,698,206,061)</b>
Net unrealised gains from revaluation of investments	03		(4,068,179,633)	(4,698,206,061)
Decrease in accrued expenses	04		(69,162,203)	-
<b>Investing profit before changes in working capital</b>	<b>05</b>		<b>40,245,373,093</b>	<b>54,805,150,240</b>
(Increase)/decrease in investments in securities	20		(2,975,032,367)	67,149,928,661
Increase in receivables from disposals of investments in securities	06		(45,175,573,000)	(3,246,263,000)
(Increase)/decrease in interest, and dividends receivables	07		(183,572,778)	685,329,445
Decrease/(increase) in other receivables	08		10,683,088	(10,683,088)
Increase/(decrease) in payables for purchase of investments	10		5,558,065,000	(138,640,000)
(Decrease)/increase in payables to distribution agents	11		(193,536,172)	149,834,687
Increase/(decrease) in taxes and other payables to State Treasury	13		7,311,285	(12,786,402)
(Decrease)/increase in advances from Fund Unitholders for Fund units subscription	14		(15,000,000)	15,000,000
Increase in payables to Fund Unitholders for Fund units redemption	15		369,989,762	168,225,488
(Decrease)/increase in other payables	16		(22,863,829)	(289,123,631)
Increase/(decrease) in Fund's service fees payable	17		138,841,998	(128,479,441)
<b>Net cash flows from investing activities</b>	<b>19</b>		<b>(2,235,313,920)</b>	<b>119,147,492,959</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Proceeds from Fund units subscription	31	11	153,337,206,386	27,468,513,541
Payments for Fund units redemption	32	11	(133,661,694,143)	(158,339,223,250)
<b>Net cash flows from financing activities</b>	<b>30</b>		<b>19,675,512,243</b>	<b>(130,870,709,709)</b>
<b>Net increase/(decrease) in cash and cash equivalents during the year (40 = 19 + 30)</b>	<b>40</b>		<b>17,440,198,323</b>	<b>(11,723,216,750)</b>

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

**Vietnam Blue-Chips Fund**

**Statement of cash flows for the year ended 31 December 2016 (Indirect method - continued)**

**Form B05 – QM**

*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)*

Items	Code	Note	2016 VND	2015 VND
<b>Cash and cash equivalents at the beginning of the year</b>	<b>50</b>	<b>4</b>	<b>36,501,338,214</b>	<b>48,224,554,964</b>
Cash in banks at the beginning of the year	51		36,501,338,214	48,224,554,964
- Cash in banks for the operation of the Fund	52		10,501,338,214	8,224,554,964
- Term deposits with maturity not exceeding 3 months	52		26,000,000,000	40,000,000,000
<b>Cash and cash equivalents at the end of the year</b>	<b>55</b>	<b>4</b>	<b>53,941,536,537</b>	<b>36,501,338,214</b>
Cash in banks at the end of the year	56		53,941,536,537	36,501,338,214
- Cash in banks for the operation of the Fund	57		18,941,536,537	10,501,338,214
- Term deposits with maturity not exceeding 3 months	57		35,000,000,000	26,000,000,000
<b>Change in cash and cash equivalents during the year</b>	<b>60</b>		<b>17,440,198,323</b>	<b>(11,723,216,750)</b>

14 March 2017

Vietnam Investment Fund Management Joint Stock Company

Prepared by: 



Ms. Vuong Thi Tram Anh  
*Fund Accountant*

Approved by: 

Mr. Nguyen Minh Dang Khanh  
*Deputy CEO cum Finance  
Controller*



Mr. Tran Thanh Tan  
*Chief Executive Officer*

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



## **Vietnam Blue-Chips Fund**

### **Notes to the financial statements for the year ended 31 December 2016**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

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

#### **1. Reporting entity**

Vietnam Blue-Chips Fund (“the Fund”) was initially established as a public closed-end fund under Establishment Registration Certificate No. 11/UBCK-GCN issued by the State Securities Commission of Vietnam on 28 February 2008 and Decision No. 384/QD-UBCK issued by the State Securities Commission on 27 April 2015 to amend the Establishment Registration Certificate No. 06/GCN-UBCK (“Certificate”) dated 16 December 2013 issued by the State Securities Commission of Vietnam. The Fund has unlimited years of operation.

The maximum total capital of the Fund as stipulated in the Certificate is VND8,000 billion. According to this Certificate, the Fund is authorised to issue 80,646,000 fund units to the public with par value of VND10,000 per fund unit for the first fund mobilisation.

The Fund Unit Certificates were listed on the Ho Chi Minh City Stock Exchange under Listing Approval Certificate No. 58/QD-SGDHCM dated 3 June 2008 and were delisted on 27 November 2013 under Decision No. 363/2013/QD-SGDHCM dated 28 October 2013 for the purpose of conversion from a closed-end fund to an open-ended fund.

The Fund was officially converted to a public open-ended fund on 17 December 2013 under the Fund Unit Issuance Certificate No. 04/GCN-UBCK dated 18 December 2007 and the Certificate. According to this Certificate, the Fund’s charter capital is VND806,460,000,000, equivalent to 80,646,000 fund units. The Fund operates in compliance with the Fund Charter issued on 19 November 2013 which was most recently amended and supplemented on 31 March 2016.

The objective of Vietnam Blue-Chips Fund is to seek long-term capital appreciation and dividends through investing in blue-chips enterprises operating in the essential sectors of Vietnam economy. The target investments shall be the blue-chip stocks listed or pre-listed on Vietnam stock markets.

Investment portfolio of the Fund must contain at least shares of six issuing organisations and must ensure that:

- Except for current accounts of the Fund at the supervising bank, the Fund is not allowed to invest more than 49% of its total assets in term deposits at banks, foreign currencies, money market instruments including valuable papers and transferable instruments in accordance with relevant laws;

## **Vietnam Blue-Chips Fund**

### **Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

- The Fund is not allowed to invest more than 30% of its total assets in the following assets: Deposits at commercial bank as stipulated by banking laws; Foreign currency, money market instruments including valuable papers and negotiable instruments in accordance with relevant laws and regulations; Listed shares, registered shares, and listed bonds of issuing organisation operating under Vietnam laws; Shares, bonds to be listed or registered by the issuing organisation operating under Vietnam laws; corporate bonds issued by listed organisations which are guaranteed for payment or committed to repurchase by credit institutions; Listed and registered derivatives at Stock Exchanges, and solely used for hedging purpose issued by a single issuing organisation or by a group of related companies, in which the investment in derivatives is the contractual value as defined in the provisions of the Fund Charter;
- The Fund is not allowed to invest more than 20% of its assets in securities of a single issuing organisation, including valuable papers, transferable instruments, bonds (excluding government bonds), shares with or without voting rights, convertible bonds;
- The Fund is not allowed to invest in securities issued by one single organisation which accounts for more than 10% of total securities in circulation of that organisation, excluding government bonds;
- The Fund is not allowed to invest more than 10% of its total assets in shares, bonds to be listed or registered by the issuers operating under Vietnam laws; corporate bonds issued by listed organisations which are guaranteed for payment or committed to repurchase by credit institutions;
- Total value of significant investments in the investment portfolio of the Fund must not exceed more than 40% of its total assets;
- The Fund is not allowed to invest in investment funds, shares of securities companies established and operating in Vietnam;
- The Fund is not allowed to invest directly in real estates, precious stones, rare metals; and
- At any time, total commitment values of derivatives transactions, outstanding loans and payables of the Fund must not exceed its Net Asset Value.

The Fund is evaluated on a daily basis at each working day according to the Fund Charter which was amended and supplemented on 31 March 2016, and on a monthly basis at the first day of the following month and trading Fund units daily at each working day (T day).

The Fund has no employee and is managed by Vietnam Investment Fund Management Joint Stock Company, an investment management company incorporated in Vietnam, and is supervised by Standard Chartered Bank (Vietnam) Ltd., the Supervising Bank.

Contact address of the Fund is Room 1701-04, 17th Floor, Me Linh Point Tower, 2 Ngo Duc Ke Street, Ben Nghe Ward, District 1, Ho Chi Minh City.

## **Vietnam Blue-Chips Fund**

### **Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)*

## **2. Basis of preparation**

### **(a) Statement of compliance**

The financial statements have been prepared in accordance with Vietnamese Accounting Standards, Circular No. 198/2012/TT-BTC (“Circular 198”) dated 15 November 2012 issued by the Ministry of Finance on the promulgation of accounting systems for open-ended funds, the relevant requirements of Circular No. 183/2011/TT-BTC (“Circular 183”) dated 16 December 2011 issued by the Ministry of Finance on the promulgation of guidance on establishment and management of open-ended funds and of Circular No. 15/2016/TT-BTC (“Circular 15”) dated 20 January 2016 issued by the Ministry of Finance amending and supplementing certain articles of Circular 183 and the other relevant statutory requirements applicable to financial reporting.

The accompanying financial statements have not been prepared to express the financial position, the operating results and cash flows of the Fund in accordance with accounting principles and practices generally accepted in other countries and other jurisdictions outside Vietnam. The accounting principles and practices applicable in Vietnam may be different with those in other countries and other jurisdictions.

In accordance with Circular 198, the Fund’s financial statements include the following reports:

- Statement of income;
- Statement of financial position;
- Statement of changes in Net Assets, Fund units transactions;
- Statement of investment portfolio;
- Statement of cash flows; and
- Notes to the financial statements.

### **(b) Basis of measurement**

The financial statements of the Fund, except for the statement of cash flows and items as discussed in Note 3(c), are prepared on the accruals basis using the historical cost concept. The statement of cash flows is prepared using the indirect method.

### **(c) Annual accounting period**

The annual accounting period of the Fund is from 1 January to 31 December.

### **(d) Accounting and financial statement currency**

The Fund’s accounting currency is Vietnam Dong (“VND”) which is also the currency used for financial statement presentation purpose.

### **(e) Accounting documentation system**

The registered accounting documentation system of the Fund is the General Journal System.

## **Vietnam Blue-Chips Fund**

### **Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

### **3. Summary of significant accounting policies**

The following significant accounting policies have been adopted by the Fund in the preparation of these financial statements. The accounting policies set out below have been consistently applied by the Fund during the year.

#### **(a) Foreign currency transactions**

Transactions in currencies other than VND during the year have been translated into VND at rates approximating actual rates of exchange ruling at the transaction dates. Monetary assets and liabilities denominated in currencies other than VND are translated into VND at the account transfer buying rate at the end of the annual accounting period quoted by the commercial bank where the Fund most frequently conducts transactions.

All foreign exchange differences are recorded as gains or losses in the statement of income.

#### **(b) Cash in banks and cash equivalents**

Cash in banks and cash equivalents comprise current accounts and term deposits with original terms to maturity of three (03) months or less from the transaction date. Cash equivalents are highly liquid investments that are readily convertible to known amounts of cash, and are subject to an insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments rather than for investment purpose or other purposes.

#### **(c) Investments in securities**

Investments in securities are initially recognised at cost, which comprises only the purchase price without any attributable transaction costs such as broker fees, transaction fees and bank charges, etc. Subsequent to initial recognition, they are measured at the end of the annual accounting period based on revaluation method mentioned in Note 3(c)(iii). Unrealised gains or losses from revaluation of investments are recorded in the statement of income.

##### **(i) Classification**

The Fund classifies its listed securities and unlisted securities which are purchased for trading purposes as trading securities.

##### **(ii) Recognition**

The Fund recognises investments in securities at the transaction date.

## Vietnam Blue-Chips Fund

### Notes to the financial statements for the year ended 31 December 2016 (continued)

Form B06 – QM

(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)

#### (iii) Measurement

According to Circular 183 and Circular 15, the investments in investment portfolio of the Fund are revaluated at market price at the end of the annual accounting period. If there is no market price at the latest trading date or the market prices fluctuate significantly, the Fund Management Company is allowed to use fair value to revaluate the Fund's investments. Fair value is estimated based on methodologies or valuation models as stipulated in the Fund's Charter, or the Fund's Valuation Manual. Investments are revalued at the end of the annual accounting period in accordance with Fund's Charter as follows:

#### *Bonds*

##### ▪ Listed bonds

- Quoted price or other names (clean prices), depending on the regulations of the Stock Exchange, on the trading system at the Stock Exchange for common transactions (outright) of the latest trading date before the valuation date plus cumulative interests (if quoted price excludes cumulative interests);
- If there is no transaction on the trading system at the Stock Exchange more than two (02) weeks prior to the valuation date or there are only transactions on the trading system at the Stock Exchange with abnormal fluctuation in market price, according to the Fund's Valuation Manual and as approved by the Board of Representatives in writing, then market value of bond is the following values in order of precedence:
  - + Value determined in accordance with the methodology approved by the Board of Representatives (details in the Fund's Valuation Manual);
  - + Purchase price plus cumulative accrued interest; or
  - + Par value plus cumulative accrued interest.

##### ▪ Unlisted bonds

The market value is the following values in order of precedence:

- Quoted price or other names (clean prices), depending on the regulations of the Stock Exchange, from the quotation system for unlisted bonds (if any) at the latest trading date before the valuation date plus cumulative accrued interest; or
- Average prices of successful transactions at the latest trading date before the valuation date obtained from at least three (03) securities companies which are not related parties and are approved by the Board of Representatives;
- Value determined in accordance with the theoretical model approved by the Board of Representatives;
- Purchase price plus cumulative accrued interest; or
- Par value plus cumulative accrued interest.

##### ▪ Right issues of convertible bonds:

- Average prices obtained from at least three (03) securities companies which are not related parties and are approved by the Board of Representatives; or
- Value determined in accordance with the methodology approved by the Board of Representatives if there is no transaction.

## Vietnam Blue-Chips Fund

### Notes to the financial statements for the year ended 31 December 2016 (continued)

Form B06 – QM

*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

#### *Shares*

- Shares which are listed on the Ho Chi Minh City Stock Exchange or Hanoi Stock Exchange
  - Closing price (or other names, depending on the regulations of the Stock Exchange) of the latest trading date of the securities before the valuation date;
  - If there is no transaction more than two (02) weeks prior to the valuation date, then the above securities are revalued on the reporting date using the following values in order of precedence:
    - + Closing price (or other names, depending on the regulations of the Stock Exchange) of the latest trading date of the securities within 12 months prior to the valuation date; or
    - + Purchase price;
    - + Book value; or
    - + Value determined in accordance with the methodology approved by the Board of Representatives.
- Shares of public companies registered for UpCom trading
  - Closing price (or other names, depending on the regulations of the Stock Exchange) of the latest trading date of the securities before the valuation date;
  - If there is no transaction more than two (02) weeks prior to the valuation date, then the above securities are revalued on the reporting date using closing price (or other names, depending on the regulations of the Stock Exchange) of the latest trading date of the securities within 12 months prior to the valuation date;
    - + Purchase price;
    - + Book value; or
    - + Value determined in accordance with the methodology approved by the Board of Representatives.
- Shares are registered, custodied, but are not yet listed, registered for trading
  - Average prices of successful transactions at the latest trading date before the valuation date obtained from at least three (03) securities companies which are not related parties and are approved by the Board of Representatives.
  - If there is not sufficient quoted prices from at least three (03) securities companies which are not related parties and are approved by the Board of Representatives, then the above securities are revalued on the reporting date using the following values in order of precedence:
    - + Quoted prices obtained from two (02) securities companies which are not related parties and approved by the Board of Representatives;
    - + Price of the latest reporting period but not exceed three (03) months prior to valuation date;
    - + Purchase price;
    - + Book value; or
    - + Value determined in accordance with the theoretical model approved by the Board of Representatives.
- Shares that are suspended or delisted or cancelled for trading  
Market value of shares is the following values in order of precedence:
  - Book value;
  - Par value; or
  - Value determined in accordance with the methodology approved by the Board of Representatives.

## **Vietnam Blue-Chips Fund**

### **Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
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- Shares of organisations in the process of liquidation, bankruptcy  
Market value of shares is the following values in order of precedence:
  - 80% of liquidation value at the latest balance sheet date before the valuation date; or
  - Value determined in accordance with the methodology approved by the Board of Representatives in specific case.

#### ***Derivatives***

- Listed derivatives are revaluated at the end of the annual accounting period at the closing price of latest trading date of the securities before the valuation date.
- Listed derivatives without transactions more than two weeks are revaluated at the end of the annual accounting period based on value determined in accordance with the methodology approved by the Board of Representatives in specific case.
- Commitment value from derivatives contracts is revaluated based on market value of the underlying assets, settlement risks, market volatility and necessary time to liquidate.

#### ***Rights***

Rights are initially recorded as investment with nil value (0). The share purchase rights are revaluated and recorded at the end of the annual accounting period based on the difference between market value of the underlying share at the reporting date and the exercise price multiplied by the exercise ratio.

#### ***(iv) Derecognition***

Investments in securities are derecognised when the rights to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

Cost of trading securities is determined on a weighted average basis at the end of transaction date.

## Vietnam Blue-Chips Fund

### Notes to the financial statements for the year ended 31 December 2016 (continued)

Form B06 – QM

*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)*

#### (d) Receivables

Receivables include receivables from disposals of investments and accrued interests and dividends receivables. Receivables are stated at cost less allowance for doubtful debts.

According to Circular No. 228/2009/TT-BTC dated 7 December 2009 issued by the Ministry of Finance, allowance for doubtful debts is made based on anticipated losses on undue debts which may occur when an economic organisation is bankrupted or liquidated; or debtor is missing, running away, being prosecuted, in prison, under a trial or pending execution of sentences or deceased or based on overdue status of debts at the following allowance rates:

Overdue status	Allowance rate
From six (06) months to less than one (01) year	30%
From one (01) year to less than two (02) years	50%
From two (02) years to less than three (03) years	70%
From three (03) years and over	100%

Increase/decrease in allowance for doubtful debts is recorded as expense/income during the year in the statement of income, unless allowance for doubtful debts is used to write off debts that was made allowance for and is uncollectible.

#### (e) Payables

Payables include payables for purchases of investments, payables to Fund Unitholders, payables to Fund's service providers and other payables. Payables are stated at their costs.

#### (f) Provisions

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



## Vietnam Blue-Chips Fund

### Notes to the financial statements for the year ended 31 December 2016 (continued)

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#### (g) Classification of financial instruments

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

#### (i) *Financial assets*

##### *Financial assets at fair value through profit or loss*

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

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

##### *Held-to-maturity investments*

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

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

##### *Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market, other than those:

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

## Vietnam Blue-Chips Fund

### Notes to the financial statements for the year ended 31 December 2016 (continued)

Form B06 – QM

(Issued under Circular No. 198/2012/TT-BTC  
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#### *Available-for-sale financial assets*

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

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

#### **(ii) Financial liabilities**

##### *Financial liabilities at fair value through profit or loss*

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

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

##### *Financial liabilities carried at amortised cost*

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

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

## **Vietnam Blue-Chips Fund**

### **Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)*

#### **(h) Taxation**

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

##### ***Distributing dividends to Fund Unitholders***

When the Fund distributes dividends to its Fund Unitholders, it is required to comply with Circular No. 78/2014/TT-BTC dated 18 June 2014 (“Circular 78”) as supplemented and amended by Circular No. 96/2015/TT-BTC dated 22 June 2015 and Circular No. 111/2013/TT-BTC dated 15 August 2013 (“Circular 111”) as supplemented and amended by Circular No. 92/2015/TT-BTC dated 15 June 2015 (“Circular 92”) issued by the Ministry of Finance and Official Letter No. 10945/BTC-TCT dated 19 August 2010 of the General Department of Taxation on tax implication to dividend paid out to institutional investors. Accordingly, when paying dividends to Corporate Fund Unitholders, regardless of local or overseas Corporate Fund Unitholders, the Fund Management Company is required to withhold 20% (2015: 22%) of distributed profit (except for distributed profit portions already imposed with corporate income tax in the previous stage and bond interest collected from tax-free bonds in accordance with the current regulations). Particularly, investing organizations defined in Item 2.1, Point 2, Section III of Circular No. 100/2004/TT-BTC may choose the mode of tax self-payment by aggregating their incomes from securities investment with their incomes from business activities for tax calculation and payment according to the provisions of the current Enterprise Income Tax Law. Investing organizations shall have to notify the securities investment fund management companies of such tax self-payment so that the corresponding tax amounts shall not be withheld. When the Fund distributes dividends to its Fund Unitholders who are individuals (including domestic and foreign), the Fund Management Company is required to withhold 5% of distributed profits.

##### ***Fund units redemption transactions***

The Fund Management Company is obligated to withhold, declare and pay tax in relation to Fund units redemption transactions from Individual Fund Unitholders (including domestic and foreign) and from foreign Corporate Fund Unitholders in accordance with Circular 111 as supplemented and amended by Circular 92 and Circular No. 103/2014/TT-BTC dated 6 August 2014 issued by the Ministry of Finance. The applicable tax rate is 0.1% of transfer value. The Fund does not withhold any tax in relation to Fund units redemption transactions from local Corporate Fund Unitholders. They are responsible for self declaration and payment of related tax to the State Treasury in accordance with Circular 78.

#### **(i) Share capital and share premium**

##### ***(i) Share capital***

Fund units with a right for dividends entitlement are classified as share capital, including subscription capital and redemption capital.

## **Vietnam Blue-Chips Fund**

### **Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
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#### ***Subscription capital***

Subscription capital represents the Fund's capital contribution by Fund Unitholders in form of purchasing Fund units on the initial public offering and subsequently to the Fund's establishment date or in form of exchange fund units of other open-ended funds under management of the Fund Management Company for the Fund's units.

Subscription capital is recorded at par value of Fund unit.

#### ***Redemption capital***

Redemption capital represents the redemption of Fund units from Fund Unitholders at transaction dates after the Fund was established or in form of exchange the Fund's units for fund units of other open-ended funds under management of the Fund Management Company.

Redemption capital is recorded at par value of Fund unit.

#### **(ii) *Share premium***

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

#### **(iii) *Retained profits***

Retained profits represented undistributed retained profits at the reporting date, including realised and unrealised profits.

Realised profits is the difference between the Fund's total revenue, income and total expenses incurred during the year (excluding unrealised gains/(losses) from revaluation of investments).

Unrealised profits is the total gains from revaluation of investments in the Fund's statement of investment portfolio incurred during the year.

At the end of the annual accounting period, the Fund determines realised and unrealised profits during the year and records in "Retained profits" in the statement of financial position.

#### **(iv) *Profits/assets distributed to Fund Unitholders***

Profits/assets distributed to Fund Unitholders represent profits/assets which was distributed to Unitholders during the year.

The Fund records profits/assets distributed to Fund Unitholders based on the Resolution of the General Meeting of Fund Unitholders, in accordance with Fund's Charter and prevailing securities laws.

## **Vietnam Blue-Chips Fund**

### **Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

#### **(j) Fund units and Net Asset Value distributable to Fund Unitholders**

Fund units can be resold by Fund Unitholders to the Fund at any time in exchange for an equivalent amount of cash based on the Net Asset Value distributable to Fund Unitholders at the date before transaction date.

The Fund issues and redeems Fund units based on the Net Asset Value per Fund unit at the announcement date. Net Asset Value per Fund unit is calculated by dividing the Net Asset Value of the Fund by the number of Fund units in circulation as at the date before transaction date.

All Fund units issued to Fund Unitholders have the same rights with regard to voting right, dividends, redemption of capital and others. Each issued Fund unit carries one vote at annual general meetings of the Fund and is entitled to receive dividend as declared by the Fund from time to time.

Net Asset Value distributable to the Fund Unitholders also reflects the retained profits, share capital and share premium. In which, share capital includes subscription capital and redemption capital. Share premium represents the difference between actual receipts/payments from subscription/redemption of Fund units based on Net Asset per Fund unit and the par value per Fund Unit. Retained profits of the Fund included realised profit and unrealised profit.

The Fund can only distribute profits to Fund Unitholders by using realised retained profits deducting the unrealised accumulated losses as of distribution date. Profit is distributed in accordance with prevailing securities laws applicable to open-ended funds, Fund's Charter, Prospectus of the Fund and the Resolution of the General Meeting of Fund Unitholders.

#### **(k) Revenue**

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

##### **(i) Interest income and dividend income**

Interest income is recognised on a time proportion basis with reference to the principal outstanding and the applicable interest rate. Interest income is recognised in statement of income on accrual basis unless the recoverability is uncertain.

Dividend income is recognised in the statement of income when the right to receive payment is established. Share dividends are not recognised as income.

## **Vietnam Blue-Chips Fund**

### **Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

#### **(ii) Income from trading securities**

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

#### **(l) Expenses**

Expenses are recognised in statement of income as incurred regardless of payment time.

#### **(m) Net Asset Value per fund unit**

Net Asset Value (“NAV”) per fund unit is calculated by dividing the Net Asset Value of the Fund by the number of fund units in circulation as at the end of the annual accounting period. Net Asset Value is determined as total assets less total liabilities.

#### **(n) Segment reporting**

The Fund operates as one business segment, which is securities investment and one geographic segment which is Vietnam.

#### **(o) Related parties**

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

Other investment funds under the management of the Fund Management Company and related parties of the Fund Management Company are considered related parties to the Fund in accordance with Law on Securities. In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

#### **(p) Nil balances**

Items or balances required by the Circular No. 198/2012/TT-BTC dated 15 November 2012 issued by the Ministry of Finance on promulgation of accounting systems for open-ended funds that are not shown in these financial statements indicate nil balances.

**Vietnam Blue-Chips Fund****Notes to the financial statements for the year ended 31 December 2016 (continued)****Form B06 – QM***(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)***4. Cash in banks and cash equivalents**

Cash in banks represents cash in Vietnam Dong deposited at the following banks at the year end:

	31/12/2016 VND	31/12/2015 VND
<b>Current accounts for the operation of the Fund</b>		
▪ Standard Chartered Bank (Vietnam) Ltd.	18,941,536,537	10,501,338,214
<b>Term deposits with maturity not exceeding 3 months</b>		
▪ Vietnam Export Import Commercial Joint Stock Bank	-	14,000,000,000
▪ Joint Stock Commercial Bank for Investment and Development of Vietnam	10,000,000,000	12,000,000,000
▪ Vietnam International Joint Stock Bank	15,000,000,000	-
▪ Asia Commercial Joint Stock Bank	10,000,000,000	-
	<hr/> 35,000,000,000	<hr/> 26,000,000,000
Cash and cash equivalents in the statement of cash flows	<hr/> 53,941,536,537	<hr/> 36,501,338,214

As at 31 December 2016, term deposits at banks with original terms to maturity of three months or less earn interest at rates from 1.0% to 5.5% per annum (31/12/2015: from 4.5% to 5.1%). In the event of withdrawal before the maturity, these term deposits earn interest at rates in accordance with the depository bank's policy applied for withdrawal before maturity.

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

**5. Investments in securities**

All the investee companies as shown in the statement of investment portfolio are incorporated in Vietnam.

The Fund does not seek to participate in day-to-day financial and operating policy decisions of the investee companies. Accordingly, the Fund does not intend to exert a controlling or significant influence over the investee companies and therefore, the Fund's investments are recorded in accordance with the accounting policy as set out Note 3(c), rather than being equity accounted or consolidated.

The details of investments in securities as at 31 December 2016 and 2015 were as follows:

	At cost VND [1]	Market value VND [2]	Unrealised gains/(losses) for the year Unrealised gains VND [3]	Unrealised losses VND [4]	Revaluation value VND [5]=[1]+[3]+[4]
<b>31 December 2016</b>					
Listed shares	209,028,257,608	250,518,179,100	43,301,159,492	(1,811,238,000)	250,518,179,100
<b>31 December 2015</b>					
Listed shares	206,053,225,241	243,474,967,100	42,252,368,858	(4,830,626,999)	243,474,967,100



**Vietnam Blue-Chips Fund****Notes to the financial statements for the year ended 31 December 2016 (continued)****Form B06 – QM***(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)***6. Receivables from disposals of investments**

	<b>31/12/2016</b>	<b>31/12/2015</b>
	<b>VND</b>	<b>VND</b>
Receivables from disposals of investments	52,016,176,000	6,840,603,000

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Receivables from disposals of investments represent the proceeds from disposals of listed shares which are received after two working days from the trade date (T+2) according to the prevailing securities trading practice in Vietnam.

**7. Accrued interests, dividends receivables**

	<b>31/12/2016</b>	<b>31/12/2015</b>
	<b>VND</b>	<b>VND</b>
Dividends receivables	766,090,000	513,295,000
Interest receivables	14,166,667	83,388,889

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	780,256,667	596,683,889
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**8. Payables for purchase of investments**

	<b>31/12/2016</b>	<b>31/12/2015</b>
	<b>VND</b>	<b>VND</b>
Payables for purchase of investments	6,379,425,000	821,360,000

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Payables for purchase of investments represent amounts payable for purchase transaction of listed shares which are paid after two working days from the trade date (T+2) according to the prevailing securities trading practice in Vietnam.

**Vietnam Blue-Chips Fund****Notes to the financial statements for the year ended 31 December 2016 (continued)****Form B06 – QM***(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)***9. Accrued expenses**

	<b>31/12/2016</b>	<b>31/12/2015</b>
	<b>VND</b>	<b>VND</b>
Annual reporting fee	63,697,600	105,634,960
Audit fee	132,000,000	170,500,000
Broker fee	87,593,402	100,957,231
Remuneration payables to the Board of Representatives	28,500,000	38,000,000
Meeting expenses	19,252,500	23,138,000
	<hr/>	<hr/>
	331,043,502	438,230,191
	<hr/>	<hr/>

**10. Fund's service fees payable**

	<b>31/12/2016</b>	<b>31/12/2015</b>
	<b>VND</b>	<b>VND</b>
Fund management fee payable	559,780,127	437,414,019
Custody fee payable	22,000,000	10,500,000
Transaction fee payable	8,030,000	8,060,000
Fund supervising fee payable	25,300,000	18,480,000
Fund administration fee payable	9,735,890	11,550,000
Transfer agent fee payable	66,000,000	66,000,000
	<hr/>	<hr/>
	690,846,017	552,004,019
	<hr/>	<hr/>

**Vietnam Blue-Chips Fund**

Notes to the financial statements for the year ended 31 December 2016 (continued)

**Form B06 – QM***(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)***11. Share capital**

According to the Establishment Registration Certificate No. 06/GCN-UBCK, the Fund's charter is VND806,460,000,000, equivalent to 80,646,000 fund units with par value of VND10,000 per fund unit. This is also the mobilized capital in the initial public offering. As the Fund operates as an open-ended fund, the issued capital and the number of fund units of the Fund will be changed after each transaction date.

Movements in share capital during the year were as follows:

	Unit	As at 31/12/2015 VND	Incurred during the year VND	As at 31/12/2016 VND
<b>Subscription capital</b>				
Quantity (1)	Unit	86,400,609.10	12,268,014.52	98,668,623.62
Par value (2)	VND	864,006,091,000	122,680,145,200	986,686,236,200
Share premium (3)	VND	2,742,018,254	30,657,061,186	33,399,079,440
Value of subscription capital (4) = (2) + (3)	VND	866,748,109,254	153,337,206,386	1,020,085,315,640
<b>Redemption capital</b>				
Quantity (5)	Unit	(59,918,651.33)	(10,881,216.09)	(70,799,867.42)
Par value (6)	VND	(599,186,513,300)	(108,812,160,900)	(707,998,674,200)
Share premium (7)	VND	14,922,328,351	(24,849,533,243)	(9,927,204,892)
Value of redemption capital (8) = (6) + (7)	VND	(584,264,184,949)	(133,661,694,143)	(717,925,879,092)
<b>Number of Fund units in circulation (9) = (1) + (5)</b>	Unit	26,481,957.77		27,868,756.20
<b>Total par value of share capital (10) = (2) + (6)</b>	VND	264,819,577,700	13,867,984,300	278,687,562,000
<b>Share premium (11) = (3) + (7)</b>	VND	17,664,346,605	5,807,527,943	23,471,874,548
<b>Retained profits (12)</b>	VND	2,538,115,814	44,382,714,929	46,920,830,743
<b>NAV (13) = (10) + (11) + (12)</b>	VND	285,022,040,119		349,080,267,291
<b>NAV per Fund unit (14) = (13)/(9)</b>	VND/ Unit	10,762.87		12,525.86

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

**12. Retained profits**

	<b>2016 VND</b>	<b>2015 VND</b>
Retained profits/(accumulated losses) at the beginning of the year	2,538,115,814	(56,965,240,487)
Net profit after tax for the year	44,382,714,929	59,503,356,301
In which		
<i>Undistributed realised profits</i>		
<i>Unrealised profits</i>	40,314,535,296	54,805,150,240
	4,068,179,633	4,698,206,061
	<hr/>	<hr/>
Retained profits at the end of the year	46,920,830,743	2,538,115,814
	<hr/>	<hr/>

**13. Dividend income and interest income from bank deposits**

	<b>2016 VND</b>	<b>2015 VND</b>
Dividend income incurred during the year		
<i>Dividends received</i>	8,314,778,400	11,699,113,700
<i>Accrued dividends</i>	766,090,000	513,295,000
	<hr/>	<hr/>
	9,080,868,400	12,212,408,700
Interest income incurred during the year		
<i>Interest income received</i>	1,769,047,804	667,434,795
<i>Accrued interest income</i>	14,166,667	83,388,889
	<hr/>	<hr/>
	1,783,214,471	750,823,684
	<hr/>	<hr/>
	10,864,082,871	12,963,232,384
	<hr/>	<hr/>

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)*

**14. Gains from trading securities**

**Year ended 31 December 2016**

<b>Investment portfolio</b>	<b>Proceeds VND [1]</b>	<b>Weighted average cost at the end of transaction date VND [2]</b>	<b>Net gains on trading securities in 2016 VND [3] = [1] – [2]</b>	<b>Accumulated gains on trading securities up to 31/12/2016 VND [4]= [3] + [5]</b>	<b>Accumulated gains on trading securities up to 31/12/2015 VND [5]</b>
Listed shares	325,279,714,420	287,309,496,633	37,970,217,787	188,503,562,642	150,533,344,855

**Year ended 31 December 2015**

<b>Investment portfolio</b>	<b>Proceeds VND [1]</b>	<b>Weighted average cost at the end of transaction date VND [2]</b>	<b>Net gains on trading securities in 2015 VND [3] = [1] – [2]</b>	<b>Accumulated gains on trading securities up to 31/12/2015 VND [4]= [3] + [5]</b>	<b>Accumulated gains on trading securities up to 31/12/2014 VND [5]</b>
Listed shares	427,261,009,810	376,061,962,365	51,199,047,445	150,533,344,855	99,334,297,410

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)*

**15. Net unrealised gains from revaluation of investments**

**Year ended 31 December 2016**

<b>Investment portfolio</b>	<b>At cost VND [1]</b>	<b>Market value at 31/12/2016 VND [2]</b>	<b>Unrealised gain on revaluation at 31/12/2016 VND [3] = [2] – [1]</b>	<b>Unrealised gain on revaluation at 31/12/2015 VND [4]</b>	<b>Net unrealised gain on revaluation recognised for the year 2016 VND [5] = [3] – [4]</b>
Listed shares	209,028,257,608	250,518,179,100	41,489,921,492	37,421,741,859	4,068,179,633

**Year ended 31 December 2015**

<b>Investment portfolio</b>	<b>At cost VND [1]</b>	<b>Market value at 31/12/2015 VND [2]</b>	<b>Unrealised gain on revaluation at 31/12/2015 VND [3] = [2] – [1]</b>	<b>Unrealised gain on revaluation at 31/12/2014 VND [4]</b>	<b>Net unrealised gain on revaluation recognised for the year 2015 VND [5] = [3] – [4]</b>
Listed shares	206,053,225,241	243,474,967,100	37,421,741,859	32,723,535,798	4,698,206,06

**Vietnam Blue-Chips Fund****Notes to the financial statements for the year ended 31 December 2016 (continued)****Form B06 – QM***(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)***16. Expenses for purchases and sales of investments**

	<b>2016</b>	<b>2015</b>
	<b>VND</b>	<b>VND</b>
Expenses for purchases of investments (*)	415,176,802	1,054,596,453
Expenses for sales of investments (*)	487,919,125	640,891,515
Clearing settlement fee	4,577,990	-
	<hr/>	<hr/>
	907,673,917	1,695,487,968
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(\*) Expenses for purchases and sales of investments above mainly include brokerage fees for buying and selling listed shares.

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)*

During the year, the Fund’s securities trading transactions were carried out mainly through the following securities companies:

**Year ended 31 December 2016**

No.	Name (code) of securities companies with transaction value exceeding 5% of the Fund’s total transaction value for the year [1] [2]	Relationship with Fund Management Company [3]	Percentage of transaction value at securities companies				
			Fund’s transaction value for the year with each securities company VND [4]	Fund’s total transaction value for the year (*) VND [5]	Percentage of the Fund’s total transaction value for the year [6] = [4]/[5]%	Average transaction fee rate [7]	Market average transaction fee rate [8]
1	Ban Viet Securities Joint Stock Company	Not related	270,001,455,500	615,563,938,500	43.86%	0.15%	0.15%-0.50%
2	Bao Viet Securities Joint Stock Company	Not related	113,314,589,500	615,563,938,500	18.41%	0.15%	0.15%-0.50%
3	Rong Viet Viet Securities Joint Stock Company	Not related	112,993,992,500	615,563,938,500	18.36%	0.15%	0.15%-0.50%
4	ACB Securities Company Limited	Not related	105,753,901,000	615,563,938,500	17.18%	0.15%	0.15%-0.50%
<b>Total</b>			<b>602,063,938,500</b>		<b>97.81%</b>		



**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)*

**Year ended 31 December 2015**

No.	Name (code) of securities companies with transaction value exceeding 5% of the Fund's total transaction value for the year [2]	Relationship with Fund Management Company [3]	Percentage of transaction value at securities companies				
			Fund's transaction value for the year with each securities company VND [4]	Fund's total transaction value for the year (*) VND [5]	Percentage of the Fund's total transaction value for the year [6] = [4]/[5]%	Average transaction fee rate [7]	Market average transaction fee rate [8]
1	Bao Viet Securities Joint Stock Company	Not related	152,131,382,000	732,208,735,514	20.78%	0.15%	0.15%-0.50%
2	ACB Securities Company Limited	Not related	134,473,949,000	732,208,735,514	18.37%	0.15%	0.15%-0.50%
3	Rong Viet Viet Securities Joint Stock Company	Not related	130,896,645,000	732,208,735,514	17.88%	0.15%	0.15%-0.50%
4	Ban Viet Securities Joint Stock Company	Not related	179,454,557,000	732,208,735,514	24.51%	0.15%	0.15%-0.50%
5	Ho Chi Minh City Securities Corporation	Related	92,138,618,810	732,208,735,514	12.58%	0.15%	0.15%-0.50%
<b>Total</b>			<b>689,095,151,810</b>		<b>94.12%</b>		

(\*) Trading transactions not performed via securities companies (including certificate of deposits and rights exercise) are excluded in Fund's total transaction value for the year.

**Vietnam Blue-Chips Fund****Notes to the financial statements for the year ended 31 December 2016 (continued)****Form B06 – QM***(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)***17. Custody fee**

	<b>2016 VND</b>	<b>2015 VND</b>
Custody fee payable to Supervising Bank (Note 20)	229,500,000	126,000,000
Securities transaction fee payable to Supervising Bank (Note 20)	47,530,000	81,490,000
Custody fee payable to Vietnam Securities Depository	29,503,311	95,143,781
	<hr/>	<hr/>
	306,533,311	302,633,781
	<hr/>	<hr/>

**18. Other operating expenses**

	<b>2016 VND</b>	<b>2015 VND</b>
Remunerations payable to the Board of Representatives (Note 20)	205,500,000	322,000,000
Board of Representatives' operating expenses	37,072,732	125,593,025
Annual report expenses	7,532,690	12,292,736
Price quoting fee	77,190,000	52,160,529
Bank charges	30,564,281	28,829,039
Initial set-up fee (Note 20)	-	16,500,000
Annual management fee of State Security Commission	10,000,000	10,000,000
Legal consultancy expense	44,220,000	-
Others	1,000,000	25,410,000
	<hr/>	<hr/>
	413,079,703	592,785,329
	<hr/>	<hr/>

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

**19. Net Asset Value**

No	At NAV calculation date	Year ended 31/12/2016			Increase/ (decrease) NAV/Unit VND/Unit
		Net Asset Value (NAV) VND [1]	Number of fund units Unit [2]	NAV per fund unit VND/Unit [3] = [1]/[2]	
	31/12/2015	285,022,040,119	26,481,957.77	10,762.87	
1	03/01/2016	284,976,790,886	26,481,957.77	10,761.16	(1.71)
2	04/01/2016	282,872,103,661	26,481,957.77	10,681.69	(79.47)
3	05/01/2016	280,570,880,345	26,483,347.99	10,594.23	(87.46)
4	06/01/2016	282,336,621,172	26,480,147.99	10,662.19	67.96
5	07/01/2016	277,374,555,577	26,479,962.08	10,474.88	(187.31)
6	08/01/2016	275,564,284,715	26,479,962.08	10,406.52	(68.36)
7	11/01/2016	274,281,023,330	26,539,891.27	10,334.67	(71.85)
8	12/01/2016	278,189,557,423	26,545,638.91	10,479.67	145.00
9	13/01/2016	277,371,653,549	26,545,638.91	10,448.85	(30.82)
10	14/01/2016	275,103,917,964	26,545,638.91	10,363.43	(85.42)
11	15/01/2016	271,801,448,935	26,545,638.91	10,239.02	(124.41)
12	18/01/2016	266,172,048,051	26,545,638.91	10,026.95	(212.07)
13	19/01/2016	269,773,747,602	26,534,638.91	10,166.85	139.90
14	20/01/2016	267,867,641,326	26,532,638.91	10,095.77	(71.08)
15	21/01/2016	266,391,489,890	26,532,638.91	10,040.14	(55.63)
16	22/01/2016	265,712,815,928	26,530,018.91	10,015.55	(24.59)
17	25/01/2016	273,144,299,693	26,530,018.91	10,295.66	280.11
18	26/01/2016	268,610,279,051	26,530,018.91	10,124.76	(170.90)
19	27/01/2016	270,958,786,540	26,528,018.91	10,214.06	89.30
20	28/01/2016	270,275,089,702	26,528,018.91	10,188.28	(25.78)
21	29/01/2016	272,066,534,999	26,510,004.62	10,262.78	74.50
22	31/01/2016	272,041,721,133	26,510,004.62	10,261.85	(0.93)
23	01/02/2016	270,566,752,155	26,511,934.09	10,205.47	(56.38)
24	02/02/2016	269,417,348,291	26,511,934.09	10,162.11	(43.36)
25	03/02/2016	270,514,285,880	26,511,934.09	10,203.49	41.38
26	04/02/2016	272,298,448,542	26,511,934.09	10,270.78	67.29
27	05/02/2016	273,426,644,969	26,512,396.51	10,313.16	42.38
28	14/02/2016	273,316,557,360	26,512,396.51	10,309.00	(4.16)
29	15/02/2016	273,006,795,662	26,512,396.51	10,297.32	(11.68)
30	16/02/2016	276,543,909,433	26,512,396.51	10,430.73	133.41
31	17/02/2016	277,941,585,648	26,515,243.86	10,482.33	51.60
32	18/02/2016	280,302,081,583	26,515,243.86	10,571.35	89.02
33	19/02/2016	280,207,946,213	26,500,898.60	10,573.52	2.17
34	21/02/2016	280,177,112,882	26,500,898.60	10,572.36	(1.16)
35	22/02/2016	282,489,574,160	26,500,898.60	10,659.62	87.26
36	23/02/2016	281,531,478,791	26,500,898.60	10,623.46	(36.16)
37	24/02/2016	282,456,618,834	26,477,574.68	10,667.76	44.30

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)*

No	At NAV calculation date	Year ended 31/12/2016			Increase/ (decrease) NAV/Unit VND/Unit
		Net Asset Value (NAV) VND [1]	Number of fund units Unit [2]	NAV per fund unit VND/Unit [3] = [1]/[2]	
38	25/02/2016	280,149,894,289	26,477,264.68	10,580.77	(86.99)
39	26/02/2016	282,748,710,308	26,479,673.41	10,677.95	97.18
40	28/02/2016	282,717,609,016	26,479,673.41	10,676.77	(1.18)
41	29/02/2016	281,316,172,105	26,477,873.41	10,624.57	(52.20)
42	01/03/2016	283,104,126,477	26,477,873.41	10,692.10	67.53
43	02/03/2016	285,344,275,470	26,477,262.28	10,776.95	84.85
44	03/03/2016	285,458,503,335	26,477,262.28	10,781.26	4.31
45	04/03/2016	287,866,714,540	26,475,909.05	10,872.77	91.51
46	06/03/2016	287,836,109,430	26,475,909.05	10,871.62	(1.15)
47	07/03/2016	286,937,900,467	26,475,909.05	10,837.69	(33.93)
48	08/03/2016	290,465,039,989	26,914,085.21	10,792.30	(45.39)
49	09/03/2016	296,753,124,399	27,375,062.01	10,840.27	47.97
50	10/03/2016	302,407,381,971	27,696,317.84	10,918.68	78.41
51	11/03/2016	303,981,056,090	27,698,739.55	10,974.54	55.86
52	13/03/2016	303,948,751,490	27,698,739.55	10,973.37	(1.17)
53	14/03/2016	302,818,724,871	27,698,739.55	10,932.58	(40.79)
54	15/03/2016	302,124,163,052	27,698,830.10	10,907.47	(25.11)
55	16/03/2016	303,711,271,463	27,688,920.86	10,968.69	61.22
56	17/03/2016	305,054,033,495	27,688,920.86	11,017.18	48.49
57	18/03/2016	304,996,547,011	27,692,132.73	11,013.83	(3.35)
58	20/03/2016	304,959,721,077	27,692,132.73	11,012.50	(1.33)
59	21/03/2016	302,964,801,860	27,692,537.24	10,940.30	(72.20)
60	22/03/2016	301,688,126,711	27,692,537.24	10,894.20	(46.10)
61	23/03/2016	303,655,159,513	27,692,537.24	10,965.23	71.03
62	24/03/2016	303,253,934,695	27,672,756.07	10,958.57	(6.66)
63	25/03/2016	301,970,976,095	27,675,686.16	10,911.05	(47.52)
64	27/03/2016	301,933,913,753	27,675,686.16	10,909.71	(1.34)
65	28/03/2016	303,398,720,573	27,668,116.16	10,965.64	55.93
66	29/03/2016	301,506,382,969	27,668,116.16	10,897.25	(68.39)
67	30/03/2016	302,361,852,664	27,668,116.16	10,928.16	30.91
68	31/03/2016	297,276,027,710	27,653,116.16	10,750.18	(177.98)
69	01/04/2016	295,931,525,461	27,656,679.59	10,700.18	(50.00)
70	03/04/2016	295,894,353,376	27,656,679.59	10,698.83	(1.35)
71	04/04/2016	295,735,899,966	27,656,589.74	10,693.14	(5.69)
72	05/04/2016	297,029,135,593	27,449,889.74	10,820.77	127.63
73	06/04/2016	300,192,067,472	27,445,973.86	10,937.56	116.79
74	07/04/2016	302,979,402,172	27,445,973.86	11,039.12	101.56
75	08/04/2016	303,953,851,155	27,449,453.67	11,073.22	34.10
76	10/04/2016	303,915,818,535	27,449,453.67	11,071.83	(1.39)
77	11/04/2016	306,523,354,526	27,449,453.67	11,166.82	94.99
78	12/04/2016	306,932,776,893	27,449,453.67	11,181.74	14.92

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

No	At NAV calculation date	Year ended 31/12/2016			Increase/ (decrease) NAV/Unit VND/Unit
		Net Asset Value (NAV) VND [1]	Number of fund units Unit [2]	NAV per fund unit VND/Unit [3] = [1]/[2]	
79	13/04/2016	304,159,664,114	27,344,824.41	11,123.11	(58.63)
80	14/04/2016	304,801,448,886	27,344,724.41	11,146.62	23.51
81	15/04/2016	305,217,344,302	27,348,172.60	11,160.42	13.80
82	18/04/2016	305,166,966,151	27,348,172.60	11,158.58	(1.84)
83	19/04/2016	300,602,881,131	27,348,172.60	10,991.69	(166.89)
84	20/04/2016	298,544,199,199	27,348,172.60	10,916.42	(75.27)
85	21/04/2016	306,047,754,827	27,801,908.08	11,008.15	91.73
86	22/04/2016	311,031,034,401	27,805,402.04	11,185.99	177.84
87	24/04/2016	310,998,658,607	27,805,402.04	11,184.82	(1.17)
88	25/04/2016	310,098,281,850	27,804,862.79	11,152.66	(32.16)
89	26/04/2016	311,461,546,585	27,804,862.79	11,201.69	49.03
90	27/04/2016	309,058,571,205	27,796,772.60	11,118.50	(83.19)
91	28/04/2016	306,667,364,238	27,609,345.65	11,107.37	(11.13)
92	29/04/2016	308,313,940,893	27,611,812.60	11,166.01	58.64
93	30/04/2016	308,299,343,196	27,611,812.60	11,165.48	(0.53)
94	03/05/2016	308,255,787,780	27,611,812.60	11,163.90	(1.58)
95	04/05/2016	310,333,116,015	27,611,812.60	11,239.14	75.24
96	05/05/2016	311,862,848,200	27,611,812.60	11,294.54	55.40
97	06/05/2016	310,912,054,472	27,612,250.86	11,259.93	(34.61)
98	08/05/2016	310,882,737,644	27,612,250.86	11,258.86	(1.07)
99	09/05/2016	310,676,120,956	27,610,250.86	11,252.20	(6.66)
100	10/05/2016	310,538,023,231	27,611,639.47	11,246.63	(5.57)
101	11/05/2016	314,058,517,084	27,600,639.47	11,378.66	132.03
102	12/05/2016	314,454,852,888	27,600,639.47	11,393.02	14.36
103	13/05/2016	314,090,384,109	27,604,031.21	11,378.42	(14.60)
104	15/05/2016	314,060,726,353	27,604,031.21	11,377.35	(1.07)
105	16/05/2016	315,392,098,961	27,604,031.21	11,425.58	48.23
106	17/05/2016	318,708,899,729	27,601,031.21	11,546.99	121.41
107	18/05/2016	313,392,658,520	27,255,734.68	11,498.22	(48.77)
108	19/05/2016	313,075,571,785	27,260,039.69	11,484.78	(13.44)
109	20/05/2016	313,295,293,222	27,263,844.72	11,491.23	6.45
110	22/05/2016	313,263,276,569	27,263,844.72	11,490.06	(1.17)
111	23/05/2016	311,734,865,728	27,262,248.74	11,434.67	(55.39)
112	24/05/2016	311,283,229,665	27,262,248.74	11,418.10	(16.57)
113	25/05/2016	310,816,255,353	27,262,248.74	11,400.97	(17.13)
114	26/05/2016	302,047,694,548	26,762,596.07	11,286.18	(114.79)
115	27/05/2016	297,394,476,258	26,145,403.65	11,374.63	88.45
116	29/05/2016	297,357,304,876	26,145,403.65	11,373.21	(1.42)
117	30/05/2016	298,723,513,056	26,145,403.65	11,425.46	52.25
118	31/05/2016	299,402,782,880	26,145,403.65	11,451.45	25.99
119	01/06/2016	300,112,306,954	26,145,403.65	11,478.58	27.13

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

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No	At NAV calculation date	Year ended 31/12/2016			
		Net Asset Value (NAV) VND [1]	Number of fund units Unit [2]	NAV per fund unit VND/Unit [3] = [1]/[2]	Increase/ (decrease) NAV/Unit VND/Unit
120	02/06/2016	302,142,943,241	26,110,803.65	11,571.56	92.98
121	03/06/2016	302,690,303,920	26,113,771.45	11,591.21	19.65
122	05/06/2016	302,654,489,946	26,113,771.45	11,589.84	(1.37)
123	06/06/2016	292,980,887,065	25,483,132.66	11,497.05	(92.79)
124	07/06/2016	293,907,565,188	25,380,132.66	11,580.22	83.17
125	08/06/2016	294,892,036,258	25,360,132.66	11,628.17	47.95
126	09/06/2016	294,504,623,870	25,294,532.66	11,643.01	14.84
127	10/06/2016	293,366,894,514	25,244,883.10	11,620.84	(22.17)
128	12/06/2016	293,330,553,027	25,244,883.10	11,619.40	(1.44)
129	13/06/2016	291,744,139,680	25,244,883.10	11,556.56	(62.84)
130	14/06/2016	292,699,630,044	25,244,883.10	11,594.41	37.85
131	15/06/2016	294,035,242,170	25,244,883.10	11,647.32	52.91
132	16/06/2016	294,810,454,465	25,244,883.10	11,678.02	30.70
133	17/06/2016	293,705,053,545	25,210,411.24	11,650.14	(27.88)
134	19/06/2016	293,668,675,786	25,210,411.24	11,648.70	(1.44)
135	20/06/2016	298,044,093,375	25,209,311.24	11,822.77	174.07
136	21/06/2016	298,116,167,920	25,079,891.24	11,886.66	63.89
137	22/06/2016	298,401,991,507	25,077,891.24	11,899.00	12.34
138	23/06/2016	300,707,596,012	25,042,891.24	12,007.70	108.70
139	24/06/2016	296,769,524,929	25,046,154.04	11,848.90	(158.80)
140	26/06/2016	296,732,818,450	25,046,154.04	11,847.44	(1.46)
141	27/06/2016	291,591,608,611	24,691,054.04	11,809.60	(37.84)
142	28/06/2016	293,776,293,737	24,691,054.04	11,898.08	88.48
143	29/06/2016	297,071,950,829	24,712,324.27	12,021.20	123.12
144	30/06/2016	298,870,694,038	24,731,759.93	12,084.48	63.28
145	01/07/2016	301,043,675,585	24,695,339.85	12,190.30	105.82
146	03/07/2016	301,006,390,509	24,695,339.85	12,188.79	(1.51)
147	04/07/2016	304,296,250,909	24,695,339.85	12,322.01	133.22
148	05/07/2016	304,430,054,233	24,719,362.70	12,315.44	(6.57)
149	06/07/2016	305,865,387,300	24,765,253.06	12,350.58	35.14
150	07/07/2016	312,042,755,153	24,735,690.32	12,615.08	264.50
151	08/07/2016	312,787,492,476	24,738,798.05	12,643.60	28.52
152	10/07/2016	312,747,420,053	24,738,798.05	12,641.98	(1.62)
153	11/07/2016	307,635,302,915	24,738,798.05	12,435.33	(206.65)
154	12/07/2016	309,091,284,380	24,738,798.05	12,494.19	58.86
155	13/07/2016	320,453,506,878	25,342,568.26	12,644.87	150.68
156	14/07/2016	324,728,486,114	25,934,211.35	12,521.24	(123.63)
157	15/07/2016	331,027,579,123	26,535,860.42	12,474.72	(46.52)
158	17/07/2016	330,992,910,449	26,535,860.42	12,473.41	(1.31)
159	18/07/2016	334,216,154,807	26,527,945.04	12,598.64	125.23
160	19/07/2016	331,746,958,858	26,535,488.71	12,502.01	(96.63)

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)*

No	At NAV calculation date	Year ended 31/12/2016			
		Net Asset Value (NAV) VND [1]	Number of fund units Unit [2]	NAV per fund unit VND/Unit [3] = [1]/[2]	Increase/ (decrease) NAV/Unit VND/Unit
161	20/07/2016	330,180,069,452	26,538,407.43	12,441.59	(60.42)
162	21/07/2016	330,709,557,816	26,539,203.14	12,461.17	19.58
163	22/07/2016	326,121,485,306	26,548,720.28	12,283.88	(177.29)
164	24/07/2016	326,094,814,317	26,548,720.28	12,282.88	(1.00)
165	25/07/2016	324,700,375,893	26,437,460.28	12,281.82	(1.06)
166	26/07/2016	325,771,500,398	26,457,612.00	12,312.95	31.13
167	27/07/2016	328,465,380,584	26,460,024.09	12,413.64	100.69
168	28/07/2016	331,904,480,613	26,599,376.71	12,477.90	64.26
169	29/07/2016	337,324,511,836	27,001,314.28	12,492.89	14.99
170	31/07/2016	337,296,792,195	27,001,314.28	12,491.86	(1.03)
171	01/08/2016	333,781,916,645	26,900,699.44	12,407.92	(83.94)
172	02/08/2016	329,668,846,707	26,940,834.89	12,236.77	(171.15)
173	03/08/2016	327,932,596,966	26,931,077.60	12,176.73	(60.04)
174	04/08/2016	328,266,039,318	26,931,077.60	12,189.11	12.38
175	05/08/2016	328,458,304,043	26,954,443.43	12,185.68	(3.43)
176	07/08/2016	328,434,182,089	26,954,443.43	12,184.78	(0.90)
177	08/08/2016	331,751,998,034	27,223,927.41	12,186.04	1.26
178	09/08/2016	335,561,020,194	27,223,927.41	12,325.95	139.91
179	10/08/2016	339,043,074,415	27,223,927.41	12,453.86	127.91
180	11/08/2016	343,432,083,028	27,254,309.47	12,601.01	147.15
181	12/08/2016	343,284,147,650	27,338,745.69	12,556.68	(44.33)
182	14/08/2016	343,263,906,999	27,338,745.69	12,555.94	(0.74)
183	15/08/2016	338,619,777,859	26,882,510.21	12,596.28	40.34
184	16/08/2016	337,331,585,704	26,635,019.11	12,664.96	68.68
185	17/08/2016	341,642,745,678	26,633,319.11	12,827.64	162.68
186	18/08/2016	343,375,729,646	26,633,319.11	12,892.71	65.07
187	19/08/2016	336,034,967,123	26,136,864.47	12,856.74	(35.97)
188	21/08/2016	336,008,004,876	26,136,864.47	12,855.71	(1.03)
189	22/08/2016	332,409,856,257	26,093,864.47	12,739.00	(116.71)
190	23/08/2016	334,437,869,130	26,093,864.47	12,816.72	77.72
191	24/08/2016	335,365,490,077	26,213,535.22	12,793.60	(23.12)
192	25/08/2016	335,870,905,049	26,212,535.22	12,813.36	19.76
193	26/08/2016	340,579,686,589	26,329,358.34	12,935.35	121.99
194	28/08/2016	340,546,848,531	26,329,358.34	12,934.11	(1.24)
195	29/08/2016	339,079,375,010	26,329,358.34	12,878.37	(55.74)
196	30/08/2016	346,442,546,249	26,772,346.52	12,940.31	61.94
197	31/08/2016	354,402,768,992	27,116,219.45	13,069.77	129.46
198	01/09/2016	359,102,675,335	27,586,867.56	13,017.16	(52.61)
199	04/09/2016	359,050,242,547	27,586,867.56	13,015.25	(1.91)
200	05/09/2016	357,530,445,482	27,586,867.56	12,960.16	(55.09)
201	06/09/2016	357,337,437,336	27,586,867.56	12,953.17	(6.99)

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

No	At NAV calculation date	Year ended 31/12/2016			
		Net Asset Value (NAV) VND [1]	Number of fund units Unit [2]	NAV per fund unit VND/Unit [3] = [1]/[2]	Increase/ (decrease) NAV/Unit VND/Unit
202	07/09/2016	357,592,149,734	27,587,631.85	12,962.04	8.87
203	08/09/2016	360,292,612,945	27,587,631.85	13,059.93	97.89
204	09/09/2016	359,405,085,952	27,587,631.85	13,027.76	(32.17)
205	11/09/2016	359,376,281,351	27,587,631.85	13,026.71	(1.05)
206	12/09/2016	354,649,092,382	27,587,631.85	12,855.36	(171.35)
207	13/09/2016	352,851,617,325	27,333,084.52	12,909.32	53.96
208	14/09/2016	351,747,072,270	27,270,666.35	12,898.36	(10.96)
209	15/09/2016	351,532,997,029	27,270,666.35	12,890.51	(7.85)
210	16/09/2016	349,371,345,606	27,270,666.35	12,811.25	(79.26)
211	18/09/2016	349,339,895,477	27,270,666.35	12,810.09	(1.16)
212	19/09/2016	355,488,549,867	27,659,032.08	12,852.53	42.44
213	20/09/2016	356,722,215,447	27,659,032.08	12,897.13	44.60
214	21/09/2016	339,556,545,137	26,224,481.02	12,948.07	50.94
215	22/09/2016	342,099,181,559	26,243,595.83	13,035.53	87.46
216	23/09/2016	344,101,698,927	26,274,718.53	13,096.30	60.77
217	25/09/2016	344,073,313,796	26,274,718.53	13,095.22	(1.08)
218	26/09/2016	345,664,214,947	26,282,278.54	13,151.98	56.76
219	27/09/2016	362,080,204,283	27,468,259.25	13,181.76	29.78
220	28/09/2016	362,954,723,369	27,472,023.92	13,211.79	30.03
221	29/09/2016	365,838,068,436	27,659,595.92	13,226.44	14.65
222	30/09/2016	363,735,550,880	27,659,595.92	13,150.42	(76.02)
223	02/10/2016	363,709,800,140	27,659,595.92	13,149.49	(0.93)
224	03/10/2016	364,334,927,954	27,765,908.97	13,121.66	(27.83)
225	04/10/2016	363,212,242,786	27,765,908.97	13,081.23	(40.43)
226	05/10/2016	378,044,348,818	28,892,006.43	13,084.73	3.50
227	06/10/2016	378,426,798,179	28,902,654.54	13,093.15	8.42
228	09/10/2016	374,723,843,887	28,826,802.48	12,999.14	(94.01)
229	10/10/2016	370,456,211,892	28,863,856.43	12,834.60	(164.54)
230	11/10/2016	374,527,127,094	28,939,714.92	12,941.63	107.03
231	12/10/2016	372,175,813,674	28,780,714.92	12,931.43	(10.20)
232	13/10/2016	373,788,227,036	28,785,319.96	12,985.37	53.94
233	16/10/2016	373,907,638,898	28,785,319.96	12,989.52	4.15
234	17/10/2016	371,421,730,326	28,812,873.23	12,890.82	(98.70)
235	18/10/2016	373,042,969,160	28,835,201.13	12,937.06	46.24
236	19/10/2016	373,419,914,560	28,754,951.13	12,986.28	49.22
237	20/10/2016	373,086,705,895	28,754,951.13	12,974.69	(11.59)
238	23/10/2016	372,702,543,424	28,812,322.42	12,935.52	(39.17)
239	24/10/2016	368,283,249,959	28,812,322.42	12,782.14	(153.38)
240	25/10/2016	366,337,995,458	28,808,532.42	12,716.30	(65.84)
241	26/10/2016	366,257,765,227	28,808,532.42	12,713.51	(2.79)
242	27/10/2016	367,368,704,456	28,816,487.72	12,748.55	35.04



**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
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No	At NAV calculation date	Year ended 31/12/2016				Increase/ (decrease) NAV/Unit VND/Unit
		Net Asset Value (NAV) VND [1]	Number of fund units Unit [2]	NAV per fund unit VND/Unit [3] = [1]/[2]		
243	30/10/2016	376,097,900,643	29,384,269.61	12,799.29	50.74	
244	31/10/2016	373,920,790,182	29,393,962.52	12,721.00	(78.29)	
245	01/11/2016	373,738,697,008	29,350,962.57	12,733.43	12.43	
246	02/11/2016	371,720,736,642	29,378,832.00	12,652.67	(80.76)	
247	03/11/2016	366,657,672,585	29,027,468.86	12,631.40	(21.27)	
248	06/11/2016	366,745,233,930	29,027,692.56	12,634.32	2.92	
249	07/11/2016	368,170,747,873	28,977,293.04	12,705.49	71.17	
250	08/11/2016	368,979,652,271	28,974,877.01	12,734.46	28.97	
251	09/11/2016	367,512,135,984	28,975,656.39	12,683.47	(50.99)	
252	10/11/2016	369,594,253,848	28,975,656.39	12,755.33	71.86	
253	13/11/2016	369,563,658,450	28,976,434.49	12,753.93	(1.40)	
254	14/11/2016	357,979,619,576	28,279,518.63	12,658.61	(95.32)	
255	15/11/2016	357,400,464,454	28,279,518.63	12,638.13	(20.48)	
256	16/11/2016	350,367,523,065	27,733,088.63	12,633.55	(4.58)	
257	17/11/2016	350,325,657,868	27,709,565.09	12,642.76	9.21	
258	20/11/2016	349,204,854,534	27,709,565.09	12,602.32	(40.44)	
259	21/11/2016	349,662,586,497	27,709,565.09	12,618.84	16.52	
260	22/11/2016	351,094,829,234	27,633,161.45	12,705.56	86.72	
261	23/11/2016	350,204,169,338	27,633,161.45	12,673.32	(32.24)	
262	24/11/2016	349,913,821,210	27,639,908.56	12,659.73	(13.59)	
263	27/11/2016	351,428,500,094	27,639,908.56	12,714.53	54.80	
264	28/11/2016	347,310,756,021	27,636,908.56	12,566.91	(147.62)	
265	29/11/2016	347,194,715,707	27,636,408.56	12,562.94	(3.97)	
266	30/11/2016	350,938,046,477	27,652,209.00	12,691.13	128.19	
267	01/12/2016	350,908,086,153	27,652,209.00	12,690.05	(1.08)	
268	04/12/2016	360,466,757,040	28,444,202.32	12,672.76	(17.29)	
269	05/12/2016	356,456,310,367	28,444,202.32	12,531.77	(140.99)	
270	06/12/2016	352,543,972,275	28,443,902.32	12,394.36	(137.41)	
271	07/12/2016	351,283,847,030	28,455,913.82	12,344.84	(49.52)	
272	08/12/2016	353,500,171,358	28,455,913.82	12,422.73	77.89	
273	11/12/2016	354,917,446,539	28,455,913.82	12,472.53	49.80	
274	12/12/2016	344,097,124,155	27,901,113.82	12,332.73	(139.80)	
275	13/12/2016	342,274,524,248	27,900,713.82	12,267.59	(65.14)	
276	14/12/2016	344,786,206,321	27,900,713.82	12,357.61	90.02	
277	15/12/2016	342,920,331,143	27,900,713.82	12,290.73	(66.88)	
278	18/12/2016	344,239,611,212	27,894,713.82	12,340.67	49.94	
279	19/12/2016	343,808,021,238	27,894,713.82	12,325.20	(15.47)	
280	20/12/2016	342,399,022,589	27,876,758.52	12,282.59	(42.61)	
281	21/12/2016	343,612,534,133	27,876,758.52	12,326.12	43.53	
282	22/12/2016	341,876,356,346	27,860,803.92	12,270.87	(55.25)	
283	25/12/2016	342,273,913,800	27,860,803.92	12,285.14	14.27	

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)*

No	At NAV calculation date	Year ended 31/12/2016			Increase/ (decrease) NAV/Unit VND/Unit
		Net Asset Value (NAV) VND [1]	Number of fund units Unit [2]	NAV per fund unit VND/Unit [3] = [1]/[2]	
284	26/12/2016	343,998,900,636	27,860,803.92	12,347.05	61.91
285	27/12/2016	345,048,261,376	27,859,953.92	12,385.09	38.04
286	28/12/2016	346,825,101,034	27,913,324.94	12,425.07	39.98
287	29/12/2016	346,659,883,505	27,874,506.20	12,436.44	11.37
288	31/12/2016	349,080,267,291	27,868,756.20	12,525.86	89.42
<ul style="list-style-type: none"> <li>▪ Giá trị tài sản ròng bình quân trong năm</li> </ul>		321,057,133,972			
<ul style="list-style-type: none"> <li>▪ Biến động NAV/ICCQ trong năm ở mức cao nhất</li> </ul>					280.11
<ul style="list-style-type: none"> <li>▪ Biến động NAV/ICCQ trong năm ở mức thấp nhất</li> </ul>					(0.53)

No	At NAV calculation date	Year ended 31/12/2015			Increase/ (decrease) NAV/Unit VND/Unit
		Net Asset Value (NAV) VND [1]	Number of fund units Unit [2]	NAV per fund unit VND/Unit [3] = [1]/[2]	
	31/12/2014	356,389,393,527	39,701,792.35	8,976.65	
1	06/01/2015	357,994,053,345	39,701,792.35	9,017.07	40.42
2	13/01/2015	367,005,220,295	39,697,590.12	9,245.02	227.95
3	20/01/2015	365,952,341,829	39,697,590.12	9,218.50	(26.52)
4	27/01/2015	370,854,550,721	39,716,582.74	9,337.52	119.02
5	31/01/2015	369,740,112,790	39,716,688.76	9,309.43	(28.09)
6	03/02/2015	361,410,757,088	39,716,688.76	9,099.72	(209.71)
7	10/02/2015	357,915,087,632	38,716,688.76	9,244.46	144.74
8	23/02/2015	347,802,835,128	36,599,922.04	9,502.82	258.36
9	24/02/2015	350,380,250,474	36,599,922.04	9,573.25	70.43
10	28/02/2015	347,762,334,461	36,599,922.04	9,501.72	(71.53)
11	03/03/2015	349,608,206,107	36,599,922.04	9,552.15	50.43
12	10/03/2015	348,768,612,188	36,595,250.39	9,530.43	(21.72)
13	17/03/2015	344,139,052,781	36,595,562.02	9,403.84	(126.59)
14	24/03/2015	336,190,909,852	36,593,142.39	9,187.26	(216.58)
15	31/03/2015	325,236,934,167	36,177,792.39	8,989.96	(197.30)
16	07/04/2015	324,613,479,436	36,040,502.41	9,006.90	16.94
17	14/04/2015	324,042,523,688	35,618,132.41	9,097.68	90.78
18	21/04/2015	326,398,883,384	35,607,658.86	9,166.53	68.85
19	30/04/2015	324,174,146,380	35,599,215.83	9,106.21	(60.32)

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

No	At NAV calculation date	Year ended 31/12/2015			Increase/ (decrease) NAV/Unit VND/Unit
		Net Asset Value (NAV) VND [1]	Number of fund units Unit [2]	NAV per fund unit VND/Unit [3] = [1]/[2]	
20	03/05/2015	324,116,529,036	35,599,215.83	9,104.59	(1.62)
21	05/05/2015	319,637,433,645	35,599,215.83	8,978.77	(125.82)
22	12/05/2015	315,837,209,369	35,599,215.83	8,872.02	(106.75)
23	19/05/2015	310,945,271,068	35,588,010.59	8,737.36	(134.66)
24	26/05/2015	337,477,876,127	35,576,835.78	9,485.88	748.52
25	31/05/2015	311,901,047,517	32,701,711.60	9,537.75	51.87
26	02/06/2015	311,945,809,104	32,701,711.60	9,539.12	1.37
27	09/06/2015	316,505,484,655	32,701,711.60	9,678.56	139.44
28	16/06/2015	318,367,493,902	32,699,711.60	9,736.09	57.53
29	23/06/2015	320,696,602,628	32,286,711.60	9,932.77	196.68
30	30/06/2015	321,586,009,534	32,282,711.60	9,961.55	28.78
31	07/07/2015	336,931,609,928	32,158,511.60	10,477.21	515.66
32	08/07/2015	333,573,281,981	32,172,693.23	10,368.21	(109.00)
33	09/07/2015	335,057,844,733	32,172,693.23	10,414.35	46.14
34	10/07/2015	336,791,472,734	32,162,693.23	10,471.49	57.14
35	13/07/2015	340,242,004,830	32,162,693.23	10,578.77	107.28
36	14/07/2015	340,656,649,004	32,162,693.23	10,591.67	12.90
37	15/07/2015	331,784,931,194	31,746,243.23	10,451.15	(140.52)
38	16/07/2015	331,001,844,217	31,736,243.23	10,429.77	(21.38)
39	17/07/2015	330,880,661,853	31,740,066.78	10,424.69	(5.08)
40	20/07/2015	328,343,188,163	31,737,066.78	10,345.73	(78.96)
41	21/07/2015	327,363,784,888	31,737,066.78	10,314.87	(30.86)
42	22/07/2015	332,289,301,970	31,535,483.10	10,536.99	222.12
43	23/07/2015	332,855,335,568	31,535,483.10	10,554.94	17.95
44	24/07/2015	335,114,651,997	31,524,483.10	10,630.29	75.35
45	27/07/2015	338,952,337,243	31,523,483.10	10,752.37	122.08
46	28/07/2015	337,803,803,901	31,523,483.10	10,715.94	(36.43)
47	29/07/2015	334,463,324,903	31,419,483.10	10,645.09	(70.85)
48	30/07/2015	334,049,543,056	31,417,483.10	10,632.60	(12.49)
49	31/07/2015	332,270,592,080	31,414,483.10	10,576.98	(55.62)
50	03/08/2015	326,084,463,323	31,415,443.04	10,379.75	(197.23)
51	04/08/2015	323,433,441,118	31,312,729.17	10,329.13	(50.62)
52	05/08/2015	328,227,910,333	31,310,329.17	10,483.05	153.92
53	06/08/2015	326,550,008,039	31,310,329.17	10,429.46	(53.59)
54	07/08/2015	328,772,943,422	31,303,208.86	10,502.85	73.39
55	10/08/2015	335,133,093,194	31,264,298.86	10,719.35	216.50
56	11/08/2015	334,020,338,071	31,264,298.86	10,683.76	(35.59)
57	12/08/2015	330,600,889,451	31,265,503.49	10,573.98	(109.78)
58	13/08/2015	321,071,548,095	30,695,411.99	10,459.91	(114.07)
59	14/08/2015	319,121,324,507	30,691,588.44	10,397.68	(62.23)
60	17/08/2015	311,943,763,610	30,691,088.44	10,163.98	(233.70)
61	18/08/2015	314,067,795,967	30,643,288.44	10,249.15	85.17

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

No	At NAV calculation date	Year ended 31/12/2015			
		Net Asset Value (NAV) VND [1]	Number of fund units Unit [2]	NAV per fund unit VND/Unit [3] = [1]/[2]	Increase/ (decrease) NAV/Unit VND/Unit
62	19/08/2015	315,451,081,523	30,642,138.44	10,294.68	45.53
63	20/08/2015	308,069,367,026	30,342,138.44	10,153.18	(141.50)
64	21/08/2015	304,370,267,154	30,342,138.44	10,031.27	(121.91)
65	24/08/2015	290,544,873,533	30,343,125.35	9,575.31	(455.96)
66	25/08/2015	290,914,418,446	30,301,720.72	9,600.59	25.28
67	26/08/2015	297,426,289,889	30,251,720.72	9,831.71	231.12
68	27/08/2015	299,027,866,419	30,251,720.72	9,884.65	52.94
69	28/08/2015	303,400,118,496	30,251,720.72	10,029.18	144.53
70	31/08/2015	300,339,898,332	30,251,720.72	9,928.02	(101.16)
71	01/09/2015	300,233,011,658	30,245,720.72	9,926.46	(1.56)
72	03/09/2015	296,598,799,631	30,245,720.72	9,806.30	(120.16)
73	04/09/2015	296,222,815,661	30,246,023.58	9,793.77	(12.53)
74	07/09/2015	295,259,471,703	30,246,023.58	9,761.92	(31.85)
75	08/09/2015	300,238,032,330	30,246,023.58	9,926.52	164.60
76	09/09/2015	303,209,764,680	30,246,023.58	10,024.78	98.26
77	10/09/2015	303,587,410,371	30,246,023.58	10,037.26	12.48
78	11/09/2015	301,510,650,223	30,246,023.58	9,968.60	(68.66)
79	14/09/2015	301,376,162,731	30,247,619.56	9,963.63	(4.97)
80	15/09/2015	300,488,246,890	30,147,619.56	9,967.22	3.59
81	16/09/2015	300,242,038,407	30,145,619.56	9,959.72	(7.50)
82	17/09/2015	298,101,575,628	29,980,619.56	9,943.14	(16.58)
83	18/09/2015	301,710,238,218	29,980,119.56	10,063.67	120.53
84	21/09/2015	305,880,954,291	29,979,119.56	10,203.13	139.46
85	22/09/2015	306,472,501,874	29,978,497.25	10,223.07	19.94
86	23/09/2015	306,738,224,560	29,978,497.25	10,231.94	8.87
87	24/09/2015	307,441,957,774	29,978,497.25	10,255.41	23.47
88	25/09/2015	307,191,956,620	29,978,497.25	10,247.07	(8.34)
89	28/09/2015	304,538,593,703	29,978,497.25	10,158.56	(88.51)
90	29/09/2015	301,844,306,513	29,907,227.25	10,092.68	(65.88)
91	30/09/2015	301,942,771,909	29,907,227.25	10,095.98	3.30
92	01/10/2015	302,427,575,166	29,907,227.25	10,112.19	16.21
93	02/10/2015	301,859,554,323	29,891,227.25	10,098.60	(13.59)
94	05/10/2015	305,607,713,328	29,891,227.25	10,223.99	125.39
95	06/10/2015	310,563,789,044	29,886,227.25	10,391.53	167.54
96	07/10/2015	317,995,354,381	30,846,429.44	10,308.98	(82.55)
97	08/10/2015	322,088,815,267	30,846,429.44	10,441.68	132.70
98	09/10/2015	320,999,140,318	30,846,429.44	10,406.36	(35.32)
99	12/10/2015	321,315,220,721	30,751,329.44	10,448.82	42.46
100	13/10/2015	321,638,034,564	30,748,352.08	10,460.33	11.51
101	14/10/2015	310,601,927,845	29,548,352.08	10,511.64	51.31
102	15/10/2015	317,008,184,830	30,023,049.64	10,558.82	47.18
103	16/10/2015	317,794,589,249	30,020,259.64	10,586.00	27.18

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

No	At NAV calculation date	Year ended 31/12/2015			Increase/ (decrease) NAV/Unit VND/Unit
		Net Asset Value (NAV) VND [1]	Number of fund units Unit [2]	NAV per fund unit VND/Unit [3] = [1]/[2]	
104	19/10/2015	320,441,521,456	30,022,223.55	10,673.47	87.47
105	20/10/2015	318,768,810,265	30,022,223.55	10,617.76	(55.71)
106	21/10/2015	322,379,236,440	30,458,664.84	10,584.15	(33.61)
107	22/10/2015	314,285,411,393	29,458,664.84	10,668.69	84.54
108	23/10/2015	317,239,535,722	29,456,664.84	10,769.70	101.01
109	26/10/2015	315,878,939,479	29,440,264.84	10,729.48	(40.22)
110	27/10/2015	316,346,504,149	29,433,064.84	10,747.99	18.51
111	28/10/2015	317,532,904,129	29,433,064.84	10,788.30	40.31
112	29/10/2015	322,083,785,541	29,433,054.84	10,942.92	154.62
113	30/10/2015	321,938,855,083	29,433,054.84	10,938.00	(4.92)
114	31/10/2015	321,918,077,811	29,433,054.84	10,937.29	(0.71)
115	02/11/2015	318,134,512,668	29,433,054.84	10,808.74	(128.55)
116	03/11/2015	325,070,444,968	29,430,404.77	11,045.39	236.65
117	04/11/2015	312,589,418,659	28,430,404.77	10,994.89	(50.50)
118	05/11/2015	315,645,664,201	28,430,404.77	11,102.39	107.50
119	06/11/2015	309,456,391,908	27,960,404.77	11,067.66	(34.73)
120	09/11/2015	306,370,843,142	27,960,154.77	10,957.40	(110.26)
121	10/11/2015	303,953,399,464	27,964,462.25	10,869.27	(88.13)
122	11/11/2015	299,773,883,850	27,586,004.73	10,866.88	(2.39)
123	12/11/2015	301,779,182,671	27,459,204.73	10,990.09	123.21
124	13/11/2015	306,954,710,500	27,458,954.73	11,178.67	188.58
125	16/11/2015	307,621,015,144	27,458,954.73	11,202.93	24.26
126	17/11/2015	304,091,771,152	27,458,954.73	11,074.41	(128.52)
127	18/11/2015	303,826,004,951	27,454,575.48	11,066.49	(7.92)
128	19/11/2015	302,199,929,175	27,446,575.48	11,010.47	(56.02)
129	20/11/2015	302,951,142,810	27,466,356.65	11,029.89	19.42
130	23/11/2015	300,496,669,997	27,466,356.65	10,940.53	(89.36)
131	24/11/2015	295,724,973,903	27,462,146.65	10,768.45	(172.08)
132	25/11/2015	303,427,802,967	27,971,621.08	10,847.70	79.25
133	26/11/2015	299,998,596,659	27,965,271.08	10,727.54	(120.16)
134	27/11/2015	297,344,115,827	27,965,271.08	10,632.62	(94.92)
135	30/11/2015	294,319,054,710	27,961,271.08	10,525.95	(106.67)
136	01/12/2015	294,469,775,948	27,961,271.08	10,531.34	5.39
137	02/12/2015	296,275,005,645	27,960,771.08	10,596.09	64.75
138	03/12/2015	296,495,389,298	27,965,909.76	10,602.02	5.93
139	04/12/2015	294,619,960,391	27,930,909.76	10,548.16	(53.86)
140	07/12/2015	292,061,262,372	27,930,409.76	10,456.74	(91.42)
141	08/12/2015	298,543,507,892	27,930,409.76	10,688.83	232.09
142	09/12/2015	294,868,121,740	27,930,409.76	10,557.24	(131.59)
143	10/12/2015	292,880,787,818	27,932,050.81	10,485.47	(71.77)
144	11/12/2015	294,545,297,971	27,932,050.81	10,545.06	59.59
145	14/12/2015	294,563,122,996	27,931,550.81	10,545.89	0.83

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

No	At NAV calculation date	Year ended 31/12/2015			
		Net Asset Value (NAV) VND [1]	Number of fund units Unit [2]	NAV per fund unit VND/Unit [3] = [1]/[2]	Increase/ (decrease) NAV/Unit VND/Unit
146	15/12/2015	298,696,628,081	27,931,550.81	10,693.87	147.98
147	16/12/2015	300,643,899,316	27,931,550.81	10,763.59	69.72
148	17/12/2015	302,803,170,457	27,931,550.81	10,840.90	77.31
149	18/12/2015	299,932,366,326	27,936,116.85	10,736.36	(104.54)
150	21/12/2015	298,368,247,413	27,936,116.85	10,680.37	(55.99)
151	22/12/2015	291,168,902,750	27,470,874.73	10,599.18	(81.19)
152	23/12/2015	279,587,380,953	26,498,757.77	10,550.96	(48.22)
153	24/12/2015	280,258,967,297	26,498,757.77	10,576.30	25.34
154	25/12/2015	279,557,913,668	26,498,757.77	10,549.84	(26.46)
155	28/12/2015	280,661,386,130	26,498,757.77	10,591.49	41.65
156	29/12/2015	283,459,178,840	26,498,757.77	10,697.07	105.58
157	30/12/2015	284,430,666,741	26,498,757.77	10,733.73	36.66
158	31/12/2015	285,022,040,119	26,481,957.77	10,762.87	29.14
<ul style="list-style-type: none"> <li>Average NAV during the year</li> </ul>		323,661,275,207			
<ul style="list-style-type: none"> <li>Maximum of change in NAV per Fund unit during the year</li> </ul>					748.52
<ul style="list-style-type: none"> <li>Minimum of change in NAV per Fund unit during the year</li> </ul>					(0.71)

**Vietnam Blue-Chips Fund****Notes to the financial statements for the year ended 31 December 2016 (continued)****Form B06 – QM***(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)***20. Related parties and other key contracts****(a) Related parties**

In addition to related party balances disclosed in other notes to the financial statements, the Fund had the following significant transactions with related parties during the year:

***Transactions with Vietnam Investment Fund Management Joint Stock Company, the Fund Management Company***

	<b>2016</b>	<b>2015</b>
	<b>VND</b>	<b>VND</b>
Management fee	6,187,379,128	6,207,409,195

In accordance with the Fund's Charter, the Fund Management Company is entitled to receive maximum management fee of 2% per annum of the Fund's NAV (2015: 2% per annum). The fee is calculated on each valuation period based on NAV at the date before the valuation date. Management fee paid to the Fund Management Company equals to sum of fees calculated (accrued) on each valuation date during the reporting period minus true up adjustment (if any) at the end of the annual accounting period to ensure total management and other fees paid by the Fund is compliant with relevant regulations.

***Transactions with the Board of Representatives***

	<b>2016</b>	<b>2015</b>
	<b>VND</b>	<b>VND</b>
Board of Representatives's remunerations (Note 18)	205,500,000	322,000,000

Other than the remunerations in accordance with the Fund Charter, there is no other contract to which the Fund and any member of the Board of Representatives is a party where a member of the Board of Representatives has a material interest. Remunerations and associated expenses to members of the Board of Representatives are recognised as expenses of the Fund in the statement of income.

**Vietnam Blue-Chips Fund**

Notes to the financial statements for the year ended 31 December 2016 (continued)

Form B06 – QM

*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)***(b) Other key contracts*****Transactions with Standard Chartered Bank (Vietnam) Ltd. - the Supervising Bank***

	<b>2016</b>	<b>2015</b>
	<b>VND</b>	<b>VND</b>
Custody fee	229,500,000	126,000,000
Securities transactions fee	47,530,000	81,490,000
Supervising fee	283,140,000	221,759,999
Fund administration fee	117,371,228	144,497,155
Initial set-up fee	-	16,500,000
Interest income from current account	27,770,030	14,844,526
	<hr/>	<hr/>
	705,311,258	605,091,680
	<hr/>	<hr/>

The Fund has appointed Standard Chartered Bank (Vietnam) Ltd. to be the Supervising Bank of the Fund, and to provide custody and fund administration services to the Fund from 6 May 2015 (Deutsche Bank AG, Ho Chi Minh City Branch was Supervising Bank until 5 May 2015). SCB was authorised by the Fund Management Company to provide fund administration services. Transaction fee in 2015 included transaction fees of SCB and Deutsche Bank AG, Ho Chi Minh City Branch.

In accordance with the Fund's Charter, the Fund has to pay the Supervising Bank custody fee, supervising fee and Fund administration fee on a monthly basis as follows:

<b>Services</b>	<b>Fee rates</b>
Supervising (excluding VAT)	<i>Until 5 May 2015</i>
	<ul style="list-style-type: none"> <li>• NAV lower than VND500 billion: 0.04% per annum;</li> <li>• NAV from VND500 billion to VND1,000 billion: 0.035% per annum;</li> <li>• NAV greater than VND1,000 billion: 0.025% per annum;</li> </ul> Minimum supervising fee is VND16.8 million per month.
	<i>From 6 May 2015 to 31 March 2016</i>
	<ul style="list-style-type: none"> <li>• 0.04% per annum;</li> </ul> Minimum supervising fee is VND16.8 million per month.
	<i>From 1 April 2016</i>
	<ul style="list-style-type: none"> <li>• 0.04% per annum;</li> </ul> Minimum supervising fee is VND23.0 million per month.



## Vietnam Blue-Chips Fund

### Notes to the financial statements for the year ended 31 December 2016 (continued)

Form B06 – QM

(Issued under Circular No. 198/2012/TT-BTC  
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<b>Services</b>	<b>Fee rates</b>
Custody	<p><i>Until 5 May 2015</i></p> <ul style="list-style-type: none"><li>• NAV lower than VND1,000 billion: 0.03% per annum;</li><li>• NAV from VND1,000 billion and above: 0.025% per annum;</li></ul> <p>Minimum custody fee is VND10.5 million per month.</p> <p><i>From 6 May 2015 to 31 March 2016</i></p> <ul style="list-style-type: none"><li>• 0.03% per annum;</li></ul> <p>Minimum custody fee is VND10.5 million per month.</p> <p><i>From 1 April 2016</i></p> <ul style="list-style-type: none"><li>• 0.04% per annum;</li></ul> <p>Minimum custody fee is VND22.0 million per month.</p>
Fund administration (excluding VAT)	<p><i>Until 5 May 2015</i></p> <ul style="list-style-type: none"><li>• 0.04% per annum;</li></ul> <p>Minimum fund administration fee is VND10.5 million per month.</p> <p><i>From 6 May 2015 to 31 March 2016</i></p> <ul style="list-style-type: none"><li>• 0.04% per annum;</li></ul> <p>Minimum fund administration fee is VND10.5 million per month.</p> <p><i>From 1 April 2016</i></p> <ul style="list-style-type: none"><li>• 0.03% per annum;</li></ul> <p>Minimum fund administration fee is VND5.0 million per month.</p>

The above fees are calculated at each valuation period using NAV at the date before valuation date and are paid on a monthly basis. Monthly fees are total fees of valuation periods within each month.

A part from the above fees, the Fund also has obligation to pay the Supervising Bank the following fees in relation to assets transactions of the Fund:

<b>Services</b>	<b>Fee rates</b>
Purchase/sell securities	<p><i>Until 5 May 2015</i></p> <ul style="list-style-type: none"><li>• NAV lower than VND500 billion: VND160,000 per transaction;</li><li>• NAV from VND500 billion and above: VND120,000 per transaction;</li></ul> <p>Maximum fee is 0.06% NAV per annum which is calculated based on average NAV at each valuation period during the month.</p> <p><i>From 6 May 2015 to 31 March 2016</i></p> <ul style="list-style-type: none"><li>• VND130,000 per transaction.</li></ul> <p><i>From 1 April 2016</i></p> <ul style="list-style-type: none"><li>• VND100,000 per transaction.</li></ul>
Adjust orders	VND315,000 per transaction.

**Vietnam Blue-Chips Fund**  
**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**  
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**21. The Fund's performance indicators**

	<b>2016</b>	<b>2015</b>
<b>I Investment performance</b>		
1 Management fee paid to Fund Management Company/Average NAV during the year (%)	1.93%	1.92%
2 Custody, supervising fee paid to Supervising Bank/Average NAV during the year (%)	0.18%	0.16%
3 Fund administration fee, transfer agency fee and other expenses paid to related service providers/Average NAV during the year (%)	0.07%	0.08%
4 Audit fee/Average NAV during the year (%)	0.05%	0.05%
5 Legal advisory fee, quotation fee and other fees, remunerations paid to the Board of Representatives/Average NAV during the year (%)	0.10%	0.12%
6 Operation expenses/Average NAV during the year (%)	2.37%	2.37%
7 Turnover of investment portfolio during the year = (Total value of purchase transactions + total value of sales transactions)/2/Average NAV during the year (%)	95.87%	113.73%
<b>II Others</b>		
<b>1 Fund scale at the beginning of the year (calculated on par value of Fund units)</b>		
Total value of Fund units in circulation at the beginning of the year	264,819,577,700	397,017,923,500
Total number of Fund units in circulation at the beginning of the year	26,481,957.77	39,701,792.35
<b>2 Change in Fund scale during the year (calculated on par value of Fund units)</b>		
Number of Fund units subscribed during the year	12,268,014.52	2,607,497.33
Value of capital subscribed during the year (at par value)	122,680,145,200	26,074,973,300
Number of Fund units redeemed during the year	(10,881,216.09)	(15,827,331.91)
Value of capital redeemed during the year in response to Fund Unitholders' command (at par value)	(108,812,160,900)	(158,273,319,100)

## Vietnam Blue-Chips Fund

### Notes to the financial statements for the year ended 31 December 2016 (continued)

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(Issued under Circular No. 198/2012/TT-BTC  
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	2016	2015
<b>3 Fund scale at the end of the period (calculated on par value of Fund units)</b>		
Total value of Fund units in circulation at the end of the year	278,687,562,000	264,819,577,700
Total number of Fund units in circulation at the end of the year	27,868,756.20	26,481,957.77
<b>4 Percentage of Fund units held by the Fund Management Company and related parties at the end of the year</b>	<b>10.28%</b>	<b>0.01%</b>
<b>5 Proportion of Fund units held by ten biggest Unitholders at the end of the year</b>	<b>76.17%</b>	<b>83.43%</b>
<b>6 Percentage of Fund units held by foreign Unitholders at the end of the year</b>	<b>49.14%</b>	<b>72.37%</b>
<b>7 Number of Fund Unitholders at the end of the year</b>	<b>1,331</b>	<b>1,320</b>
<b>8 NAV/Fund unit at the end of the year</b>	<b>12,525.86</b>	<b>10,762.87</b>

## 22. Financial risk management

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

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

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

The Fund's investment portfolio comprises listed shares. The Management of the Fund Management Company has been given a discretionary authority to manage the Fund's assets in line with the Fund's investment objectives. Compliance with the target asset allocations, the composition of the portfolio is monitored by the Fund Management Company and the Supervising Bank on a weekly basis. In instances where the portfolio has diverged from the target asset allocations, the Management of the Fund Management Company is obliged to take actions to rebalance the portfolio in line with the established targets.

### (a) Credit risk

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

## **Vietnam Blue-Chips Fund**

### **Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC  
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All call deposits and term deposits were placed with well-know financial institutions where the Board of Representatives approved and the Fund Management Company does not expect any losses arising from the non-performance of these financial institutions.

The Fund's listed securities will only be traded on or subject to the rules of the Ho Chi Minh City Stock Exchange and the Hanoi Stock Exchange or with counterparties which have a specified credit rating. All transactions in listed securities are settled or paid for upon delivery using approved brokers. The risk of default is considered minimal.

Receivables include receivables from disposals of investments, interests and dividends receivables. The Fund Management Company believes no allowance for doubtful debts was considered necessary for these receivables as at 31 December 2016 and 2015.

The maximum exposure to credit risk faced by the Fund is equal to the carrying amounts of deposits with banks and receivables.

#### **(b) Liquidity risk**

Liquidity risk is the risk that the Fund will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or other financial assets.

The Fund's approach to managing liquidity risk is to ensure that it will always have sufficient reserves of cash to meet its liquidity requirements in the short and longer term.

The Fund's financial assets as at 31 December 2016 and 2015 included listed securities. The Fund's investments in listed securities are considered to be readily realisable as they are traded on the Ho Chi Minh City Stock Exchange and the Hanoi Stock Exchange. As a result, the Fund may be able to convert some of its investments into an amount of cash to timely meet its liquidity requirements.

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)*

As at 31 December 2016 and 31 December 2015 the contractual maturities of non-derivative financial liabilities were as follows:

	<b>Carrying amount VND</b>	<b>Undiscounted contractual cash flows VND</b>	<b>Less than 1 year VND</b>	<b>From 1 to 2 years VND</b>	<b>From 2 to 5 years VND</b>
<b>31 December 2016</b>					
Payables for purchase of investments	6,379,425,000	6,379,425,000	6,379,425,000	-	-
Payables for distribution agents	41,819,159	41,819,159	41,819,159	-	-
Dividends payable to Fund Unitholders	83,000,000	83,000,000	83,000,000	-	-
Accrued expenses	331,043,502	331,043,502	331,043,502	-	-
Payable to Fund Unitholders for Fund units redemption	549,663,815	549,663,815	549,663,815	-	-
Fund's service fees payable	690,846,017	690,846,017	690,846,017	-	-
Other payables	92,099,032	92,099,032	92,099,032	-	-
	<b>8,167,896,525</b>	<b>8,167,896,525</b>	<b>8,167,896,525</b>	<b>-</b>	<b>-</b>

	<b>Carrying amount VND</b>	<b>Undiscounted contractual cash flows VND</b>	<b>Less than 1 year VND</b>	<b>From 1 to 2 years VND</b>	<b>From 2 to 5 years VND</b>
<b>31 December 2015</b>					
Payables for purchase of investments	821,360,000	821,360,000	821,360,000	-	-
Payables for distribution agents	235,355,331	235,355,331	235,355,331	-	-
Dividends payable to Fund Unitholders	83,000,000	83,000,000	83,000,000	-	-
Accrued expenses	438,230,191	438,230,191	438,230,191	-	-
Advances from Fund Unitholders for Fund units subscription	15,000,000	15,000,000	15,000,000	-	-
Payable to Fund Unitholders for Fund units redemption	179,674,053	179,674,053	179,674,053	-	-
Fund's service fees payable	552,004,019	552,004,019	552,004,019	-	-
Other payables	76,938,375	76,938,375	76,938,375	-	-
	<b>2,401,561,969</b>	<b>2,401,561,969</b>	<b>2,401,561,969</b>	<b>-</b>	<b>-</b>

## **Vietnam Blue-Chips Fund**

### **Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**

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#### **(c) Market risk**

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

##### **(i) Interest rate risk**

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

##### **(ii) Currency risk**

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

##### **(iii) Market price risk**

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

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

As at 31 December 2016, the market value of the Fund's listed securities is VND250,518,179,100 (31/12/2015: VND243,474,967,100). During the year ended 31 December 2016, the average rate of price fluctuation of these securities at the end of the annual accounting period was approximately 15% (2015: 17%). Had the market prices of these securities declined or increased by 15% as at 31 December 2016 (31/12/2015: 17%) with all other variable remaining constant, the Fund's Net Asset Value would have decreased or increased by VND37,577,726,865 (31/12/2015: VND41,390,744,407).

**Vietnam Blue-Chips Fund****Notes to the financial statements for the year ended 31 December 2016 (continued)****Form B06 – QM***(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)***(d) Fair values**

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

**(i) Fair values versus carrying amounts**

The table below presents the carrying amounts and fair values of the Fund's financial assets and liabilities:

	31/12/2016		31/12/2015	
	Carrying amount VND	Fair value VND	Carrying amount VND	Fair value VND
<b>Financial assets</b>				
<i>Categorised as financial assets at fair value through profit or loss:</i>				
▪ Investments in securities	250,518,179,100	250,518,179,100	243,474,967,100	243,474,967,100
<i>Categorised as loans and receivables:</i>				
▪ Cash in banks and cash equivalents	53,941,536,537	53,941,536,537	36,501,338,214	36,501,338,214
▪ Receivables from disposals of investments	52,016,176,000	52,016,176,000	6,840,603,000	6,840,603,000
▪ Interests and dividends receivables	780,256,667	780,256,667	596,683,889	596,683,889
▪ Other receivables	-	-	10,683,088	10,683,088

**Vietnam Blue-Chips Fund**

**Notes to the financial statements for the year ended 31 December 2016 (continued)**

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	31/12/2016		31/12/2015	
	Carrying amount VND	Fair value VND	Carrying amount VND	Fair value VND
<b>Financial liabilities</b>				
<i>Categorised as financial liabilities carried at amortised cost:</i>				
▪ Payables for purchase of investments	(6,379,425,000)	(6,379,425,000)	(821,360,000)	(821,360,000)
▪ Payables to distribution agents	(41,819,159)	(41,819,159)	(235,355,331)	(235,355,331)
▪ Dividends payable to Fund Unitholders	(83,000,000)	(83,000,000)	(83,000,000)	(83,000,000)
▪ Accrued expenses	(331,043,502)	(331,043,502)	(438,230,191)	(438,230,191)
▪ Advances from Fund Unitholders for Fund units subscription	-	-	(15,000,000)	(15,000,000)
▪ Payables to Fund Unitholders for Fund units redemption	(549,663,815)	(549,663,815)	(179,674,053)	(179,674,053)
▪ Fund's service fees payable	(690,846,017)	(690,846,017)	(552,004,019)	(552,004,019)
▪ Other payables	(92,099,032)	(92,099,032)	(76,938,375)	(76,938,375)



**Vietnam Blue-Chips Fund**  
**Notes to the financial statements for the year ended 31 December 2016 (continued)**

**Form B06 – QM**  
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**(ii) Basis for determining fair values**

The Fund uses the following methods and assumptions in estimation of fair value for financial assets and liabilities:

- Fair value of cash and cash equivalents are account balance at the end of the annual accounting period.
- Fair value of securities which are listed on the Ho Chi Minh City Stock Exchange or Hanoi Stock Exchange are the closing prices (or other names, depending on the regulations of the Stock Exchange) of the latest trading date of the securities before the valuation date.
- Fair values of other financial assets and liabilities approximate their carrying values as at 31 December 2016 due to the short-term maturity of these financial instruments.

**23. Post balance sheet event**

**(a) Subsequent increase in value of investments**

As at the issuance date of these financial statements, the aggregate market value of the Fund's investments in securities is VND269,533,725,700 which has been increased by VND19,015,546,600 as compared to their aggregate market value as at 31 December 2016 due to the general increase in securities market in Vietnam. No adjustment was made as at 31 December 2016 and for the year ended for these financial statements.

**(b) Subsequent decline in net asset value**

As at the issuance date of these financial statements, the Fund's Net Asset Value at the latest valuation date (13 March 2017) is VND303,169,818,786 which has been decreased by 13% as compared to those at the end of the annual accounting period.

**24. Approval for issue the financial statements**

The financial statements as at 31 December 2016 and for the year ended 31 December 2016 were authorised for issue by the Board of Representatives on 14 March 2017.

14 March 2017

Vietnam Investment Fund Management Joint Stock Company

Prepared by: 

Ms. Vuong Thi Tram Anh  
*Fund Accountant*

Approved by: 

Mr. Nguyen Minh Dang Khanh  
*Deputy CEO cum Finance  
Controller*



Mr. Tran Thanh Tan  
*Chief Executive Officer*

