



**Vietnam Blue-Chips Fund**

Interim Financial Statements  
for the six-month period ended  
30 June 2018

**Vietnam Blue-Chips Fund  
General Information**

**Fund Unit Issuance Certificate No.** 04/GCN-UBCK dated 18 December 2007

The Fund Unit Issuance Certificate was issued by the State Securities Commission.

**Establishment Registration**

**Certificate of Open-ended fund No.** 06/GCN-UBCK dated 16 December 2013

The Establishment Registration Certificate of Open-ended fund 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
Ms. Pham Thi Thanh Thuy	Member

**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 interim financial statements of the Fund for the six-month period ended 30 June 2018, 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 interim financial reporting.

On behalf of the Board of Representatives



Mr. Dang Thai Nguyen  
*Chairman*

Ho Chi Minh City, 8 August 2018

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

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

Management of Vietnam Investment Fund Management Joint Stock Company (“the Fund Management Company”) presents this statement and the accompanying interim financial statements of Vietnam Blue-Chips Fund for the six-month period ended 30 June 2018.

Management of the Fund Management Company is responsible for the preparation and fair presentation of the interim 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 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 (“Circular 15”) dated 20 January 2016 issued by the Ministry of Finance amending and supplementing certain articles of Circular 183 and other relevant statutory requirements applicable to interim financial reporting. In preparing those interim 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 interim financial statements; and
- prepare interim financial statements on the basis of going concern 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 interim 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 interim financial statements of the Fund for the six-month period ended 30 June 2018.



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

**I. Fund's general information**

**1. Fund's objectives:**

The Fund's objectives are in accordance with the Fund's Establishment Registration Certificate issued by the State Securities Commission of Vietnam, the Fund's Charter and the Fund's Propectus.

**2. Fund's performance:**

According to the Fund's reviewed interim financial statements for the six-month period ended 30 June 2018, at the end of the accounting period, changes in net asset value (NAV) of the Fund is 257.81% compared to the Fund's net asset value as at 30 June 2017. 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 Vietnamese economy. These companies operate in fields and industries including but not limit to foods and beverages, consumer goods, retail, energies, materials - minings, finance services, banking, communications, infrastructures - real estates, etc ... Those enterprises 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 the reporting date:**

As at 30 June 2018:

- Total net asset value: 1,194,897,124,294 VND
- Number of Fund units in circulation: 68,067,686.34 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 approved at the 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>30/6/2018 (%)</b>	<b>30/6/2017 (%)</b>	<b>30/6/2016 (%)</b>
1. Investment portfolio	87.48	89.84	95.83
2. Other assets	12.52	10.16	4.17
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>

**2. Detailed operating indicators:**

<b>Indicator</b>	<b>30/6/2018</b>	<b>30/6/2017</b>	<b>30/6/2016</b>
2.1. Net asset value (VND)	1,194,897,124,294	333,945,517,864	298,870,694,038
2.2. Total Fund units in circulation (Unit)	68,067,686.34	22,429,061.36	24,731,759.93
2.3. Net asset value per Fund unit (VND/Unit)	17,554.54	14,888.96	12,084.48
2.4. The highest net assets value per Fund unit during the reporting period (VND/Unit)	22,219.28	14,888.96	12,084.48
2.5. The lowest net assets value per Fund unit during the reporting period (VND/Unit)	14,421.67	12,176.73	10,015.55
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 period (VND/Unit)	Not applicable	Not applicable	Not applicable

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

<b>Indicator</b>	<b>30/6/2018</b>	<b>30/6/2017</b>	<b>30/6/2016</b>
2.8. The lowest day-end closing price of Fund unit during the reporting period (VND/Unit)	Not applicable	Not applicable	Not applicable
2.9. Total growth rate per Fund unit (%)	(368.81%)	248.13%	24.34%
2.9.1. Capital growth rate per Fund unit (%) (Change due to price fluctuation)	(297.08%)	37.25%	6.44%
2.9.2. Income growth rate per Fund unit (%) (Based on realised profits)	(71.73%)	210.87%	17.91%
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 (%)	2.10%	2.33%	2.40%
2.14. Turnover of investment portfolio (%)	161.42%	103.01%	73.01%

**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>
- 1 year	17.90	17.90
- 3 years	76.22	20.79
- From establishment date	75.55	5.59
- Growth rate of reference index	No reference index	No reference index

**4. Annual growth rate:**

<b>Period</b>	<b>30/6/2018 (%)</b>	<b>30/6/2017 (%)</b>	<b>30/6/2016 (%)</b>	<b>30/6/2015 (%)</b>
Growth rate per Fund unit (%)	17.90	23.21	21.31	2.88



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

**III. Market overview during the period:**

VN-Index in June started with multiple recovery days from the bottom of 910 points, then the index tried to maintain the psychological threshold of 1,000 points but failed by the end of the month. VN-Index tended to decrease gradually due to weak cash flow. In the first week of the month, the index rocketed after successfully created a trough, a high confidence level in the recovery of the market has boosted demand that made VN-Index to return to the psychological area of 1,000 points. Foreign investors also played an important role in helping the market to recover due to their net buying. In the second trading week, the market fluctuated and failed to maintain the 1,000-point threshold. The increasing selling put a pressure on the market, strong selling sessions occurred with high volatility in the index, foreign investors turned to net sellers; investors cautiously disbursed causing the market liquidity to decline. VN-Index ended the 2-week rally. In the last two weeks of the month, the market continued to face the selling pressure causing the VN-Index to drop by 8%. Cautious is the main sentiment among investors which led to a decline in market's liquidity. Meanwhile, the slump of VN-Index broke through multiple technical support areas. The weak cash flow did not only happen in Large Cap stocks but also spread to Mid Cap and Small Cap stocks. During the last few trading sessions at the end of the month, the market fluctuated around 950-point area. The main points of the market in the past month: i) The continuous selling pressure occurred in trading sessions which made the market highly volatile; ii) Investors' cautiousness that made market liquidity diminished; iii) Foreign investors sell via matching order on the exchanges, buy via put through transactions. The net sale of foreign investors created suspicious psychology on the market for domestic investors.

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

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

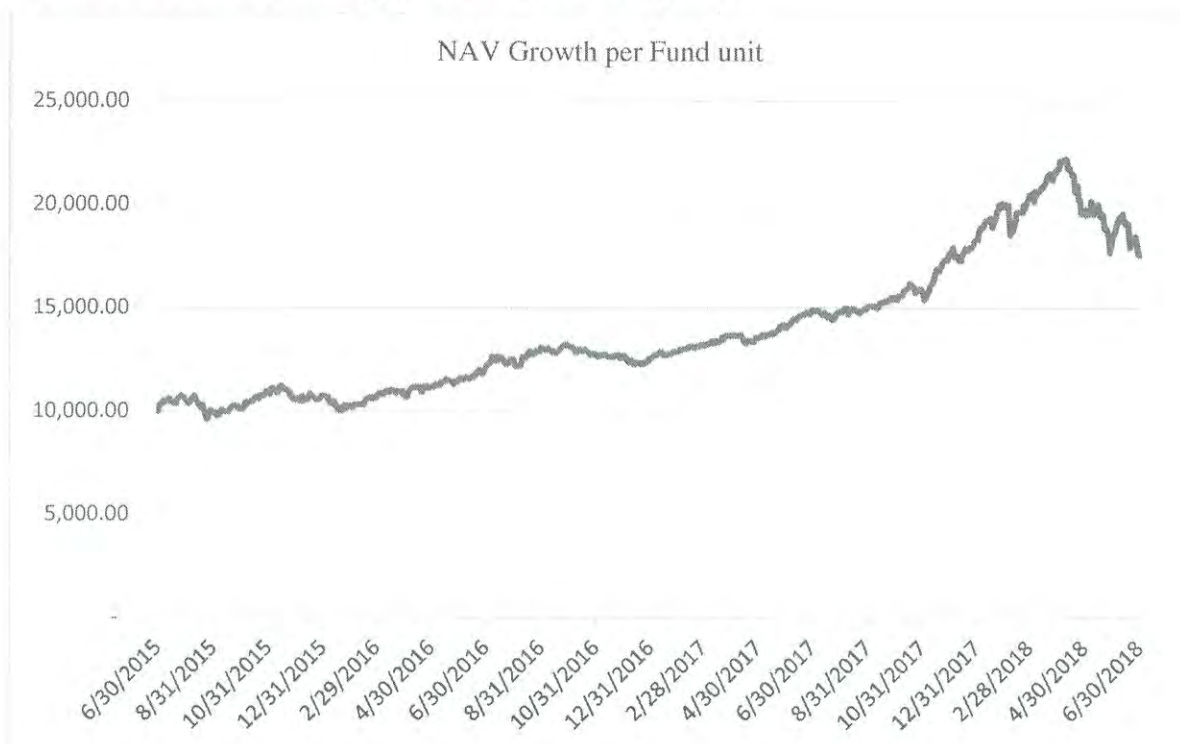
<b>Indicators</b>	<b>1 year to reporting date (%)</b>	<b>Last 3 years to reporting date (%)</b>	<b>From establishment date to reporting date (%)</b>
A	1	2	3
Income growth rate per Fund unit	(71.73%)	(47.16%)	Not applicable
Capital growth rate per Fund unit	(297.08%)	(723.67%)	Not applicable
Total growth rate per Fund unit	(368.81%)	(770.83%)	Not applicable
Annual growth rate per Fund unit	17.90	20.79	5.59
Growth rate of structured portfolio	None	None	None
Changes in market value per Fund unit	2,665.58	7,592.99	7,554.54

- Capital growth, total growth, annual growth: Based on the growth of net asset value (NAV) per Fund unit;
- Reference index: Based on the latest published trading price.



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

- Chart of the Fund's monthly growth rate in the last 3 years:



- Change in net asset value:

Indicators	30/6/2018 VND	30/6/2017 VND	Change rate %
A	1	2	$3 = ((1) - (2)) / (2)$
Net asset value (NAV) of the Fund	1,194,897,124,294	333,945,517,864	257.81%
Net asset value (NAV) per Fund unit	17,554.54	14,888.96	17.90%

During the period from 30 June 2017 to 30 June 2018, the Fund's net asset value (NAV) per Fund unit increased by 17.90% as a result of income from investment activities and the growth of the securities portfolio. Total net asset value (NAV) increased by 257.81%.

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

**4.2. Summary of investors holding Fund units as at 30/6/2018:**

<b>Holding scale (Units)</b>	<b>Number of Fund Unitholders</b>	<b>Number of Fund units holding</b>	<b>Percentage of holding</b>
A	1	2	3
Under 5,000	1,726	2,044,770.52	3.00%
From 5,000 to 10,000	271	1,984,588.09	2.92%
From 10,000 to 50,000	467	10,774,545.33	15.83%
From 50,000 to 500,000	228	30,946,875.48	45.46%
Over 500,000	13	22,316,906.92	32.79%
<b>Total</b>	<b>2,705</b>	<b>68,067,686.34</b>	<b>100.00%</b>

**5. Hidden costs and discounts**

To avoid the conflicts of interest and ensure the accuracy of the Fund's expenses, the Fund Management Company requires that its employees are not allowed to receive cash discounts and incur hidden costs when transacted with partners providing services to the Fund.

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

**V. Market prospects**

Many indicators have pointed out that Vietnam's economy is in a rapid growth session of its business cycle. The macroeconomic policy maker is trying to extend the duration of this growth by maintaining a stable interest rate and suitable credit growth. The credit growth is strictly controlled since the beginning of the year (increased 6.35% since 31/12/2017 after 6 months) to balance growth support and control inflation. Controlling inflation is the top priority, but a rising inflation may be viewed as the first indicator of a change in the business cycle along with other indicators (interest rates, commodity prices). The target for GDP growth in 2018 at 6.7% is achievable. However, next year's target is likely to be lower as Vietnam may face several external risks such as US interest rate policy, trade war and decline of growth factors.

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

**VI. Other information**

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

	<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 Economics	- 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 Vietnam Investment Fund Management Joint Stock Company – Hanoi Branch
Board of Representatives	Dang Thai Nguyen	Chairman	Master of International Business Administration	- From 2003 to 2006: Director, North Asia Commercial Joint Stock Bank – Thanh Hoa Branch  - From 2006 to now: General Director, Viet Securities Joint Stock Company
	Le Trung Thanh	Member	Bachelor in Advanced Politics - Bachelor in Business Administration	- From 2004 to now: Deputy General Director, Lam Son Sugar Cane Joint Stock Corporation  - From 2010 to now: Director, Lam Son Investment Commercial Tourism Co., Ltd
	Le Thi Thu Huong	Member	Bachelor in Accounting - Auditing	- From 2011 to 2012: Deputy Director, AS Auditing Co., Ltd  - From 2012 to now: Deputy General Director, Dai Tin Auditing Company Limited



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

	<b>Name</b>	<b>Position</b>	<b>Degree</b>	<b>Working experience</b>
	Pham Thi Thanh Thuy	Member	Lawyer	- From 2010 to now: Head of Legal and Compliance, Vietnam Investment Fund Management Joint Stock Company
Executive Board of the Fund Management Company	Tran Thanh Tan	Chief Executive Officer	Master of Business Administration	- From 2003 to now: Chief Executive Officer, Vietnam Investment Fund Management Joint Stock Company
	Luong Thi My Hanh	Deputy CEO – Investment Research Division	Master of Economics	- From 2010 to now: Deputy CEO – Investment Research Division, Vietnam Investment Fund Management Joint Stock Company
	Nguyen Minh Dang Khanh	Deputy CEO – CFO	Master of Finance – Economics	- From 2011 to now: Deputy CEO cum CFO, 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 Vietnam Investment Fund Management Joint Stock Company – Hanoi Branch



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

	<b>Name</b>	<b>Position</b>	<b>Degree</b>	<b>Working experience</b>
	Tran Van Hieu	Deputy CEO – Capital Mobilisation Division	Master of Business Administration	<ul style="list-style-type: none"> <li>- From 2010 to 2012: Managing Director, Vietnam Pana Harrison Asia Limited Insurance Broker</li> <li>- From 2012 to 2014: Project Director, Generali Vietnam</li> <li>- From 2014 to 2015: Senior Director of Capital Mobilisation, Vietnam Investment Fund Management Joint Stock Company</li> <li>- From 2016 to now: Deputy CEO, Vietnam Investment Fund Management Joint Stock Company</li> </ul>

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



Mr. Tran Thanh Fan  
Chief Executive Officer

Ho Chi Minh City, 8 August 2018

## SUPERVISORY BANK'S REPORT

We, appointed as the Supervisory Bank of the Vietnam Blue-Chip Fund ("the Fund") for the financial period from 01<sup>st</sup> January 2018 to 30<sup>th</sup> June 2018, recognize that the Fund operated and was managed in the following matters:

- a) During our supervision of the Fund's investments and asset transactions for the period from 01<sup>st</sup> January 2018 to 30<sup>th</sup> June 2018, the Fund's investment portfolio complied with investment restrictions under prevailing regulations for open-ended funds, Fund Prospectus and other relevant regulations.
- 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) For the period from 01<sup>st</sup> January 2018 to 30<sup>th</sup> June 2018, the Fund did not pay dividend to Fund Unit holders.

**Supervisory Bank Representative**



**Le Sy Hoang**

Unit Head, Securities Services Operations

**Supervisory Bank Officer**

**Vu Huong Giang**

Senior Manager, Securities Services Operations

**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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115 Nguyen Hue Street, Ben Nghe Ward  
District 1, Ho Chi Minh City, Vietnam  
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## INTERIM FINANCIAL STATEMENTS REVIEW REPORT

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

We have reviewed the accompanying interim financial statements of Vietnam Blue-Chips Fund ("the Fund"), which comprise the statements of financial position and investment portfolio as at 30 June 2018 and the statements of income, changes in Net Assets and Fund units transactions and cash flows for the six-month period then ended and the explanatory notes thereto which were authorised for issue by the Board of Representatives on 8 August 2018, as set out on pages 16 to 70.

### 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 interim 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 interim financial reporting, and for such internal control as the Management of the Fund Management Company determines is necessary to enable the preparation of interim financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express a conclusion on these interim financial statements based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements 2410 – *Review of interim financial information performed by the independent auditor of the entity*.

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



### Auditor's Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not give a true and fair view, in all material respects, of the financial position of Vietnam Blue-Chips Fund as at 30 June 2018 and of its results of operations and its cash flows for the six-month period 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 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 interim financial reporting.

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

Vietnam

Review Report No.: 18-01-319



Nguyen Thanh Nghi  
Practicing Auditor Registration  
Certificate No. 0304-2018-007-1  
*Deputy General Director*

Tran Dinh Vinh  
Practicing Auditor Registration  
Certificate No. 0339-2018-007-1

Ho Chi Minh City, 8 August 2018



**Vietnam Blue-Chips Fund**  
**Statement of income for the six-month period ended 30 June 2018**

**Form B01g – QM**  
*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)*

No.	Items	Code	Note	Six-month period ended 30/6/2018 VND	Six-month period ended 30/6/2017 VND
<b>I</b>	<b>INCOME, REVENUE FROM INVESTMENT ACTIVITIES</b>	<b>01</b>		<b>(152,047,741,123)</b>	<b>61,993,899,454</b>
1.1	Dividend income	02	14	9,102,280,000	2,475,059,500
1.2	Interest income from bank deposits	03	14	569,501,777	159,874,524
1.3	Gains from trading securities	04	15	29,724,980,136	27,350,251,573
1.4	Net unrealised (losses)/gains from revaluation of investments	05	16	(191,444,503,036)	32,008,713,857
<b>II</b>	<b>INVESTMENT EXPENSES</b>	<b>10</b>		<b>3,494,559,251</b>	<b>441,718,367</b>
2.1	Expenses for purchases and sales of investments	11	17	2,947,915,451	441,341,367
2.5	Other investment expenses	15		546,643,800	377,000
<b>III</b>	<b>OPERATING EXPENSES</b>	<b>20</b>		<b>13,830,746,533</b>	<b>3,821,479,427</b>
3.1	Management fee	20.1	21	12,630,970,732	3,134,697,059
3.2	Custody fee	20.2	18	358,629,063	178,958,050
3.3	Supervising fee	20.3	21	287,959,955	151,800,000
3.4	Fund administration fee	20.4	21	215,969,968	53,598,444
3.5	Transfer agent fee	20.5		66,000,000	39,948,854
3.7	Annual general meeting and other meeting expenses	20.7		5,680,502	9,547,177
3.8	Audit fee	20.8		86,969,291	85,099,292
3.10	Other operating expenses	20.10	19	178,567,022	167,830,551
<b>IV</b>	<b>INVESTMENT AND OPERATING RESULTS (23 = 01 – 10 – 20)</b>	<b>23</b>		<b>(169,373,046,907)</b>	<b>57,730,701,660</b>
<b>VI</b>	<b>ACCOUNTING (LOSS)/PROFIT BEFORE TAX (30 = 23)</b>	<b>30</b>	<b>13</b>	<b>(169,373,046,907)</b>	<b>57,730,701,660</b>
6.1	Realised profits	31		22,071,456,129	25,721,987,803
6.2	Unrealised (losses)/profits	32		(191,444,503,036)	32,008,713,857
<b>VII</b>	<b>NET ACCOUNTING (LOSS)/PROFIT AFTER TAX (41 = 30)</b>	<b>41</b>		<b>(169,373,046,907)</b>	<b>57,730,701,660</b>

8 August 2018

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 CFO



Mr. Tran Thanh Tan  
Chief Executive Officer

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

**Vietnam Blue-Chips Fund**  
**Statement of financial position as at 30 June 2018**

**Form B02g – QM**  
*(Issued under Circular No. 198/2012/TT-BTC*  
*dated 15 November 2012 of the Ministry of Finance)*

No.	Items	Code	Note	30/6/2018 VND	31/12/2017 VND
<b>I ASSETS</b>					
<b>1</b>	<b>Cash in banks and cash equivalents</b>	<b>110</b>	4	<b>136,376,132,212</b>	<b>145,632,574,613</b>
1.1	Cash in banks for the operation of the Fund	111		66,376,132,212	145,632,574,613
1.2	Term deposits with maturity not exceeding 3 months	112		70,000,000,000	-
<b>2</b>	<b>Net investments</b>	<b>120</b>		<b>1,049,493,819,600</b>	<b>747,032,000,000</b>
2.1	Investments in securities	121	5	1,049,493,819,600	747,032,000,000
<b>3</b>	<b>Receivables</b>	<b>130</b>		<b>13,918,550,316</b>	<b>1,296,000,000</b>
3.1	Receivables from disposals of investments	131	6	10,531,701,000	-
3.2	Interests and dividends receivables	133		3,386,849,316	1,296,000,000
3.2.1	<i>Interests and dividends receivables at maturity</i>	134		-	350,000,000
3.2.2	<i>Accrued interests, dividends receivables</i>	136		3,386,849,316	946,000,000
	<b>TOTAL ASSETS</b> (100 = 110 + 120 + 130)	<b>100</b>		<b>1,199,788,502,128</b>	<b>893,960,574,613</b>
<b>II LIABILITIES</b>					
2	Payables for purchase of investments	312	7	-	96,650,070,500
3	Payables to distribution agents	313		566,929,605	1,422,135,761
4	Taxes and other payables to State Treasury	314		34,888,645	44,971,936
5	Dividends payables to Fund Unitholders	315		83,000,000	83,000,000
6	Accrued expenses	316	8	144,826,380	341,002,223
7	Advances from Fund Unitholders for Fund units subscription	317	9	306,895,100	14,517,500,000
8	Payables to Fund Unitholders for Fund units redemption	318	10	1,495,345,859	31,022,680,664
9	Fund's management service fees payable	319	11	2,201,648,565	1,031,563,634
10	Other payables	320		57,843,680	67,258,797
	<b>TOTAL LIABILITIES</b> (300 = 312 + 313 + 314 + 315 + 316 + 317 + 318 + 319 + 320)	<b>300</b>		<b>4,891,377,834</b>	<b>145,180,183,515</b>

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



**Vietnam Blue-Chips Fund**  
**Statement of financial position as at 30 June 2018 (continued)**

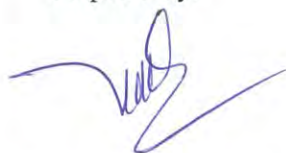
**Form B02g – QM**  
*(Issued under Circular No. 198/2012/TT-BTC dated 15 November 2012 of the Ministry of Finance)*

No.	Items	Code	Note	30/6/2018 VND	31/12/2017 VND
<b>III</b>	<b>NET ASSET VALUE DISTRIBUTABLE TO FUND UNITHOLDERS (400 = 100 - 300)</b>	<b>400</b>		<b>1,194,897,124,294</b>	<b>748,780,391,098</b>
<b>1</b>	<b>Share capital</b>	<b>411</b>	<b>12</b>	<b>680,676,863,400</b>	<b>408,891,676,900</b>
1.1	Subscription capital	412		2,432,542,973,500	1,496,894,248,200
1.2	Redemption capital	413		(1,751,866,110,100)	(1,088,002,571,300)
<b>2</b>	<b>Share premium</b>	<b>414</b>	<b>12</b>	<b>469,663,027,179</b>	<b>125,958,433,576</b>
<b>3</b>	<b>Retained earnings</b>	<b>420</b>	<b>13</b>	<b>44,557,233,715</b>	<b>213,930,280,622</b>
<b>IV</b>	<b>NET ASSET VALUE PER FUND UNIT</b>	<b>430</b>	<b>12</b>	<b>17,554.54</b>	<b>18,312.43</b>
<b>V</b>	<b>OFF-BALANCE SHEET ITEMS</b>			<b>30/6/2018 Unit</b>	<b>31/12/2017 Unit</b>
1	Number of Fund units in circulation	004	12	68,067,686.34	40,889,167.69

8 August 2018

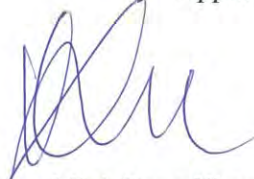
Vietnam Investment Fund Management Joint Stock Company

Prepared by:



Ms. Vuong Thi Tram Anh  
Fund Accountant

Approved by:



Mr. Nguyen Minh Dang Khanh  
Deputy CEO cum CFO



Mr. Tran Thanh Tan  
Chief Executive Officer

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

**Vietnam Blue-Chips Fund**  
**Statement of changes in Net assets, Fund units transactions for the six-month period**  
**ended 30 June 2018**

**Form B03g – QM**  
*(Issued under Circular No. 198/2012/TT-BTC*  
*dated 15 November 2012 of the Ministry of Finance)*

No.	Items	Six-month period ended 30/6/2018 VND	Six-month period ended 30/6/2017 VND
<b>I</b>	<b>Net Asset Value (NAV) at the beginning of the period</b>	<b>748,780,391,098</b>	<b>349,080,267,291</b>
<b>II</b>	<b>Changes in NAV compared to last period</b>	<b>(169,373,046,907)</b>	<b>57,730,701,660</b>
	<i>In which:</i>		
II.1	Changes in NAV arising from market fluctuation and the Fund's operation during the period	(169,373,046,907)	57,730,701,660
<b>III</b>	<b>Changes in NAV due to redemption and subscription of Fund units</b>	<b>615,489,780,103</b>	<b>(72,865,451,087)</b>
	<i>In which:</i>		
III.1	Proceeds from Fund units subscription	1,914,692,214,729	52,641,912,623
III.2	Payments for Fund units redemption	(1,299,202,434,626)	(125,507,363,710)
<b>IV</b>	<b>Net Asset Value at the end of the period</b> <b>(IV = I + II + III)</b>	<b>1,194,897,124,294</b>	<b>333,945,517,864</b>

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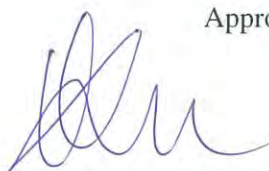
Vietnam Investment Fund Management Joint Stock Company

Prepared by:



Ms. Vuong Thi Tram Anh  
Fund Accountant

Approved by:



Mr. Nguyen Minh Dang Khanh  
Deputy CEO cum CFO



Mr. Tran Thanh Fan  
Chief Executive Officer

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



**Vietnam Blue-Chips Fund**  
**Statement of investment portfolio as at 30 June 2018**

**Form B04g – 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 30/6/2018 VND/share	Total value as at 30/6/2018 VND	Percentage of the Fund's total assets %
<b>I</b>	<b>Listed shares and shares of public companies registered for trading on UpCom</b>	<b>19,096,308</b>		<b>1,029,393,819,600</b>	<b>85.80%</b>
1	ACB	1,800,000	35,600	64,080,000,000	5.34%
2	ACV	130,000	91,500	11,895,000,000	0.99%
3	AST	400,000	62,900	25,160,000,000	2.10%
4	BID	750,000	26,000	19,500,000,000	1.63%
5	CII	500,000	26,450	13,225,000,000	1.10%
6	CTG	800,000	24,250	19,400,000,000	1.62%
7	DBD	100,000	42,000	4,200,000,000	0.35%
8	DHG	110,000	102,000	11,220,000,000	0.94%
9	FPT	1,250,000	41,500	51,875,000,000	4.32%
10	FRT	187,000	81,000	15,147,000,000	1.26%
11	GAS	350,000	88,500	30,975,000,000	2.58%
12	HDB	550,000	36,150	19,882,500,000	1.66%
13	HPG	1,250,000	38,400	48,000,000,000	4.00%
14	KDH	1,000,000	31,000	31,000,000,000	2.58%
15	MBB	1,400,000	26,200	36,680,000,000	3.06%
16	MSN	250,000	79,000	19,750,000,000	1.65%
17	MWG	400,000	114,000	45,600,000,000	3.80%
18	NKG	490,000	15,600	7,644,000,000	0.64%
19	PCI	300,000	32,300	9,690,000,000	0.81%
20	PLX	220,000	58,500	12,870,000,000	1.07%
21	PME	266,800	73,800	19,689,840,000	1.64%
22	PNJ	840,000	87,000	73,080,000,000	6.09%
23	SAB	35,000	225,500	7,892,500,000	0.66%
24	TCB	1,017,500	91,700	93,304,750,000	7.78%
25	VCB	850,000	58,000	49,300,000,000	4.11%
26	VCI	290,000	82,500	23,925,000,000	1.99%
27	VHM	350,000	112,400	39,340,000,000	3.28%
28	VIC	220,000	107,500	23,650,000,000	1.97%
29	VJC	360,000	141,800	51,048,000,000	4.25%
30	VNM	530,000	170,000	90,100,000,000	7.51%
31	VPB	2,100,008	28,700	60,270,229,600	5.02%
<b>II</b>	<b>Unlisted shares</b>	<b>600,000</b>		<b>20,100,000,000</b>	<b>1.68%</b>
1	TDA	600,000	33,500	20,100,000,000	1.68%

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

**Vietnam Blue-Chips Fund**  
**Statement of investment portfolio as at 30 June 2018 (continued)**

**Form B04g – QM**  
*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

No.	Items	Total value as at 30/6/2018 VND	Percentage of the Fund's total assets %
<b>V</b>	<b>Other assets</b>		
1	Receivables from disposals of investments	10,531,701,000	0.88%
2	Interests and dividends receivables	3,386,849,316	0.28%
<b>VI</b>	<b>Cash</b>		
1	Cash in banks and cash equivalents	136,376,132,212	11.36%
<b>VII</b>	<b>Total investment portfolio</b>	<b>1,199,788,502,128</b>	<b>100.00%</b>

8 August 2018

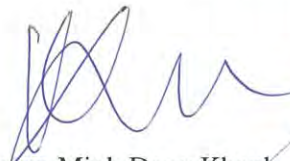
Vietnam Investment Fund Management Joint Stock Company

Prepared by:



Ms. Vuong Thi Tram Anh  
Fund Accountant

Approved by:



Mr. Nguyen Minh Dang Khanh  
Deputy CEO cum CFO



Mr. Tran Thanh Tan  
Chief Executive Officer



**Vietnam Blue-Chips Fund**  
**Statement of cash flows for the six-month period ended 30 June 2018**  
**(Indirect method)**

**Form B05g – QM**  
*(Issued under Circular No. 198/2012/TT-BTC*  
*dated 15 November 2012 of the Ministry of Finance)*

Items	Code	Note	Six-month period ended 30/6/2018 VND	Six-month period ended 30/6/2017 VND
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
<b>(Loss)/profit before tax</b>	<b>01</b>		<b>(169,373,046,907)</b>	<b>57,730,701,660</b>
<b>Adjustments for decrease/(increase) in</b>				
<b>Net Asset Value from investing activities</b>	<b>02</b>		<b>191,375,651,258</b>	<b>(32,067,607,249)</b>
Net unrealised (losses)/gains from revaluation of investments	03		191,444,503,036	(32,008,713,857)
Decrease in accrued expenses	04		(68,851,778)	(58,893,392)
<b>Investing profit before changes in working capital</b>	<b>05</b>		<b>22,002,604,351</b>	<b>25,663,094,411</b>
Net increase in investments in securities	20		(493,906,322,636)	(49,411,890,693)
(Increase)/decrease in receivables from disposals of investments	06		(10,531,701,000)	52,016,176,000
(Increase)/decrease in interest and dividends receivables	07		(2,090,849,316)	780,248,667
Decrease in payables for purchase of investments	10		(96,650,070,500)	(5,717,675,000)
(Decrease)/increase in payables to distribution agents	11		(855,206,156)	149,099,785
(Decrease)/increase in taxes and other payables to State Treasury	13		(10,083,291)	4,740,791
(Decrease)/increase in advances from Fund Unitholders for Fund units subscription	14		(14,210,604,900)	25,010,000,000
(Decrease)/increase in payables to Fund Unitholders for Fund units redemption	15		(29,527,334,805)	8,097,060,970
Decrease in other payables	16		(136,739,182)	(92,662,401)
(Decrease)/increase in the Fund's management service fees payable	17		1,170,084,931	(26,128,926)
<b>Net cash flows from investing activities</b>	<b>19</b>		<b>(624,746,222,504)</b>	<b>56,472,063,604</b>

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



**Vietnam Blue-Chips Fund**  
**Statement of cash flows for the six-month period ended 30 June 2018**  
**(Indirect method - continued)**

**Form B05g – QM**  
*(Issued under Circular No. 198/2012/TT-BTC*  
*dated 15 November 2012 of the Ministry of Finance)*

Items	Code	Note	Six-month period ended 30/6/2018 VND	Six-month period ended 30/6/2017 VND
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Proceeds from Fund units subscription	31	12	1,914,692,214,729	52,641,912,623
Payments for Fund units redemption	32	12	(1,299,202,434,626)	(125,507,363,710)
<b>Net cash flows from financing activities</b>	<b>30</b>		<b>615,489,780,103</b>	<b>(72,865,451,087)</b>
<b>Net decrease in cash and cash equivalents during the period (40 = 19 + 30)</b>	<b>40</b>		<b>(9,256,442,401)</b>	<b>(16,393,387,483)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>50</b>	<b>4</b>	<b>145,632,574,613</b>	<b>53,941,536,537</b>
Cash in banks at the beginning of the period	51		145,632,574,613	53,941,536,537
- Cash in banks for the operation of the Fund	52		145,632,574,613	18,941,536,537
- Term deposits with maturity not exceeding 3 months	52		-	35,000,000,000
<b>Cash and cash equivalents at the end of the period</b>	<b>55</b>	<b>4</b>	<b>136,376,132,212</b>	<b>37,548,149,054</b>
Cash in banks at the end of the period	56		136,376,132,212	37,548,149,054
- Cash in banks for the operation of the Fund	57		66,376,132,212	37,548,149,054
- Term deposits with maturity not exceeding 3 months	57		70,000,000,000	-
<b>Change in cash and cash equivalents during the period</b>	<b>60</b>		<b>(9,256,442,401)</b>	<b>(16,393,387,483)</b>

8 August 2018

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 CFO



Mr. Tran Thanh Tan  
Chief Executive Officer

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

## **Vietnam Blue-Chips Fund**

### **Notes to the interim financial statements for the six-month period ended 30 June 2018**

**Form B06g – 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 interim 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 (“ERC Certificate”) dated 16 December 2013 issued by the State Securities Commission of Vietnam. The Fund has unlimited years of operation.

The maximum total charter capital of the Fund as stipulated in the ERC Certificate is VND8,000 billion. According to this ERC 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 Units 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 ERC Certificate. According to the ERC 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 6 April 2018 (“the Fund Charter”).

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 market.



## **Vietnam Blue-Chips Fund**

### **Notes to the interim financial statements for the six-month period ended 30 June 2018 (continued)**

**Form B06g – QM**

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

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

- (i) 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 commercial banks in accordance with the law on banking; foreign currencies, money market instruments including valuable papers and transferable instruments in accordance with relevant laws;
- (ii) 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 by credit institutions or committed to repurchase by issuing organisation; Listed derivatives at Stock Exchanges, and solely used for hedging purpose; those 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;
- (iii) 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;
- (iv) 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;
- (v) The Fund is not allowed to invest more than 10% of its total assets in shares, bonds to be listed or registered by issuing organisation operating under Vietnam laws; corporate bonds issued by listed organisations which are guaranteed for payment by credit institutions or committed to repurchase by issuing organisation;
- (vi) Total value of significant investments in the investment portfolio of the Fund must not exceed 40% of its total assets;
- (vii) The Fund is not allowed to invest in investment funds, shares of securities investment companies established and operating in Vietnam;
- (viii) The Fund is not allowed to invest directly in real estates, precious stones, rare metals; and
- (ix) At any time, total commitment values of derivatives transactions, outstanding loans and payables of the Fund must not exceed its Net Asset Value.



## **Vietnam Blue-Chips Fund**

### **Notes to the interim financial statements for the six-month period ended 30 June 2018 (continued)**

#### **Form B06g – QM**

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

According to Circular No.15/2016/TT-BTC issued by the Ministry of Finance dated 20 January 2016 amending and supplementing several articles of Circular No.183/2011/TT-BTC issued by the Ministry of Finance dated 16 December 2011 on providing guidance on establishment and management of open-ended funds, except for the cases referred in points (vii), (viii) and (ix) as above, the investment portfolio of the Fund is allowed to be deviated due to the following objective causes:

- Changes in market prices of the Fund's investment portfolio;
- Making legitimate payments of the Fund;
- Executing trading orders of investors;
- Consolidation and merger of issuers;
- The fact that the Fund has just been licensed, or has operated for a maximum period of six (6) months from the date on which the certificate of the fund establishment registration is issued due to the splitting, consolidation, or merger of the Fund;
- The fact that the Fund is in the process of dissolution.

The Fund is evaluated on a daily basis at each working day according to the Fund Charter, and on a monthly basis at the first day of the following month and trades 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 No. 1701-04, 17th Floor, Me Linh Point Tower, 2 Ngo Duc Ke Street, Ben Nghe Ward, District 1, Ho Chi Minh City.

## **2. Basis of preparation**

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

The interim 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 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 ("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 interim financial reporting.

The accompanying interim 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 for open-ended funds in Vietnam may be different with those in other countries and other jurisdictions.



**Vietnam Blue-Chips Fund**  
**Notes to the interim financial statements for the six-month period ended 30 June 2018**  
**(continued)**

**Form B06g – QM**  
*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

In accordance with Circular 198, the Fund's interim 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 interim financial statements.

**(b) Basis of measurement**

The interim financial statements of the Fund, except for the statement of cash flows and items as discussed in Note 3(b), are prepared on the accrual basis using 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. These interim financial statements are for the six-month period ended 30 June 2018.

**(d) Accounting and financial statement presentation 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.

**3. Summary of significant accounting policies**

The following significant accounting policies have been adopted by the Fund in the preparation of these interim financial statements.

The accounting policies that have been adopted by the Fund in the preparation of these interim financial statements are consistent with those adopted in the preparation of the latest annual financial statements.

**Vietnam Blue-Chips Fund**  
**Notes to the interim financial statements for the six-month period ended 30 June 2018**  
**(continued)**

**Form B06g – QM**  
*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

**(a) 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.

**(b) 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 accounting period based on revaluation method mentioned in Note 3(b)(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.

**(iii) Measurement**

According to Circular 183 and Circular 15, the Fund's investments are revalued at market price at the end of the accounting period. If there is no market price at the last trading date or the market prices fluctuate significantly, the Fund is allowed to use fair value to revalue its investments. Fair value is determined in accordance with the principles, methodologies or theoretical models as stipulated in the Fund's Charter, or the Fund's Valuation Manual. Investments in securities are revalued at the end of the accounting period in accordance with the Fund's Charter as follows:

***Bonds***

- Listed bonds
  - Quoted price or other names (clean price), in accordance with the regulations of the Stock Exchange, by the trading system of the Stock Exchange for common transactions (outright) on the last trading date before the valuation date plus cumulative interest (if quoted price excludes cumulative interest);



**Vietnam Blue-Chips Fund**  
**Notes to the interim financial statements for the six-month period ended 30 June 2018**  
**(continued)**

**Form B06g – QM**  
*(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

- If there is no transaction on the trading system of the Stock Exchange more than two (02) weeks prior to the valuation date or there are only transactions on the trading system of 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 written, the bond is revalued in accordance with the following value 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.
  - In case of successful bond auction, during the period of awaiting for listing, the bond will be valued based on the latest bidding interest rate.
- Unlisted bonds
- The bond is revalued in accordance with the following value in order of precedence:
- Quoted price or other names (clean price), in accordance with the regulations of the Stock Exchange, by the quotation system for unlisted bonds (if any) on the last trading date before the valuation date plus cumulative accrued interest;
  - Average price of successful transactions on the last trading date before the valuation date obtained from at least three (03) securities companies which are not related parties of the Fund and are approved by the Board of Representatives;
  - Value determined in accordance with the theoretical model 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.
- Right issues of convertible bonds:
- Average price obtained from at least three (03) securities companies which are not related parties of the Fund 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.

***Shares***

- Shares which are listed on the Ho Chi Minh City Stock Exchange or Hanoi Stock Exchange
  - Closing price or other names, in accordance with the regulations of the Stock Exchange on the last trading date of the securities before the valuation date;



**Vietnam Blue-Chips Fund**  
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- If there is no transaction in two (02) weeks or more prior to the valuation date, the securities are revalued in accordance with the following value in order of precedence:
  - + Closing price or other names, in accordance with the regulations of the Stock Exchange on the last 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.
- During the period that the securities are transferred from one Stock Exchange to another Stock Exchange, the closing price of the securities on the last trading date prior to the valuation date shall be used.
- Shares of public companies registered for trading on UpCom (“UpCom shares”)
  - Closing price or other names, in accordance with the regulations of the Stock Exchange on the last trading date prior to the valuation date;
  - If there is no transaction in two (02) weeks or more prior to the valuation date, the securities are revalued in accordance with the following value in order of precedence:
    - + Closing price or other names, in accordance with the regulations of the Stock Exchange on the last 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.
  - During the period that the securities which are registered for trading on UpCom perform the listing procedures, the closing price of the securities on the last trading date on UpCom before the valuation date shall be used.
- Shares are registered, custodied, but are not yet listed, not yet registered for trading
  - Average price of successful transactions on the last trading date before the valuation date obtained from at least three (03) securities companies which are not related parties of the Fund and are approved by the Board of Representatives.
  - If there are no sufficient quoted prices from at least three (03) securities companies which are not related parties of the Fund and are approved by the Board of Representatives, the securities are revalued in accordance with the following value in order of precedence:
    - + Quoted prices obtained from two (02) securities companies which are not related parties of the Fund and approved by the Board of Representatives;
    - + Revaluation 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.



**Vietnam Blue-Chips Fund**  
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- Shares that are suspended or delisted or cancelled for trading  
The securities are revalued in accordance with the following value in order of precedence:
  - Book value;
  - Par value; or
  - Value determined in accordance with the methodology approved by the Board of Representatives.
- Shares of organisations in the process of liquidation, bankruptcy  
The securities are revalued in accordance with the following value in order of precedence:
  - 80% of the liquidation value at the latest balance sheet date prior to the valuation date; or
  - Value determined in accordance with the methodology approved by the Board of Representatives in specific case.

***Derivatives***

- Listed derivatives are revalued at the end of the accounting period at the closing price of the last trading date of the securities prior to the valuation date.
- Listed derivatives which were not transacted in two (02) weeks or more are revalued at the end of the accounting period based on the value determined in accordance with the methodology approved by the Board of Representatives in specific case.
- Commitment value of derivatives contracts is determined based on market value of the underlying assets, settlement risk, market volatility and necessary time to liquidate.

***Rights***

Rights are initially recorded as investments with nil value (0). The share purchase rights are revaluated and recorded at the end of the accounting period based on the difference between market value of the underlying share at the end of the accounting period 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 each transaction date.

**(c) *Receivables***

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

**Vietnam Blue-Chips Fund**  
**Notes to the interim financial statements for the six-month period ended 30 June 2018**  
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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 for 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:

<b>Overdue status</b>	<b>Allowance rate</b>
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 above	100%

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

**(d) 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.

**(e) 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**  
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**(f) 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 classifies its 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 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 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 has the positive intention and ability to hold to maturity, other than:

- those that the Fund upon initial recognition designates as at fair value through profit or loss;
- those that the Fund 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 intends to sell immediately or in the near term, which are classified as held for trading, and those that the Fund on initial recognition designates as at fair value through profit or loss;
- that the Fund upon initial recognition designates as available-for-sale; or
- for which the Fund 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 interim financial statements for the six-month period ended 30 June 2018**  
**(continued)**

**Form B06g – QM**  
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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 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 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 interim financial statements for the six-month period ended 30 June 2018**  
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**(g) 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:

***Distribution of 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 (“Circular 96”) 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 foreign Corporate Fund Unitholders, the Fund Management Company is responsible for withholding the corporate income tax payable by Corporate Fund Unitholders at the rate of 20% of the distributed profit and declaring and paying this tax on behalf of Corporate Fund Unitholders in accordance with the law of Vietnam (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, investment organisations as defined in Item 2.1, Point 2, Section III of Circular No. 100/2004/TT-BTC may choose the method of self-declaration and payment of tax by aggregating their income from securities investment with the income from business activities for tax calculation and payment according to the provisions of the current Corporate Income Tax Law; investment organisations shall have to notify the Fund Management Company of their self-declaration and payment of tax 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 foreign Corporate Fund Unitholders in accordance with Circular 111 as supplemented and amended by Circular 92, Circular No. 25/2018/TT-BTC dated 16 March 2018 and Circular No. 103/2014/TT-BTC dated 6 August 2014 issued by the Ministry of Finance. The applicable tax rate to be withheld is 0.1% of transfer value. The Fund Management Company 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, supplemented and amended by Circular 96.

**(h) 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 interim financial statements for the six-month period ended 30 June 2018**  
**(continued)**

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***Subscription capital***

Subscription capital represents 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 earnings***

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

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

Unrealised profits/losses are the total gains/losses from revaluation of investments in the Fund's statement of investment portfolio incurred during the period.

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

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

Profits/assets distributed to Fund Unitholders represent profits/assets which were distributed to Unitholders during the period.

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



**Vietnam Blue-Chips Fund**  
**Notes to the interim financial statements for the six-month period ended 30 June 2018**  
**(continued)**

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**(i) 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/loss.

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, the Fund Charter, the Fund's Prospectus and the Resolution of the General Meeting of Fund Unitholders.

**(j) 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 interim financial statements for the six-month period ended 30 June 2018**  
**(continued)**

**Form B06g – QM**  
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**(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).

**(k) Expenses**

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

**(l) 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 accounting period. Net Asset Value is determined as total assets less total liabilities.

**(m) Segment reporting**

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

**(n) 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 corporate entities or individuals 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.

**(o) Nil balances**

Items or balances required by 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 that are not shown in these interim financial statements indicate nil balances.



**Vietnam Blue-Chips Fund**  
**Notes to the interim financial statements for the six-month period ended 30 June 2018**  
**(continued)**

**Form B06g – QM**  
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**4. Cash in banks and cash equivalents**

	<b>30/6/2018</b>	<b>31/12/2017</b>
	<b>VND</b>	<b>VND</b>
Current accounts for the operation of the Fund		
▪ Standard Chartered Bank (Vietnam) Ltd.	66,322,270,112	145,632,574,613
Margin deposit for trading derivatives	53,862,100	-
Term deposits with original terms to maturity not exceeding 3 months		
▪ Asia Commercial Joint Stock Bank	30,000,000,000	-
▪ Bac A Commercial Joint Stock Bank	40,000,000,000	-
	70,000,000,000	-
Cash and cash equivalents in the statement of cash flows	136,376,132,212	145,632,574,613

**Vietnam Blue-Chips Fund**

**Notes to the interim financial statements for the six-month period ended 30 June 2017 (continued)**

**Form B06g – 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 and operate 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 in Note 3(b), rather than being equity accounted or consolidated.

The details of investments in securities as at 30 June 2018 and 31 December 2017 were as follows:

	Cost VND [1]	Market value VND [2]	Unrealised gains/(losses) for the period Unrealised gains VND [3]	Unrealised losses VND [4]	Revaluation value VND [5]=[1]+[3]+[4]
<b>30 June 2018</b>					
Listed and UpCom shares	1,102,923,101,126	1,029,393,819,600	26,424,658,981	(99,953,940,507)	1,029,393,819,600
Unlisted shares	20,400,000,000	20,100,000,000	-	(300,000,000)	20,100,000,000
	1,123,323,101,126	1,049,493,819,600	26,424,658,981	(100,253,940,507)	1,049,493,819,600
<b>31 December 2017</b>					
Listed and UpCom shares	587,546,917,790	702,838,000,000	117,918,872,457	(2,627,790,247)	702,838,000,000
Unlisted shares	41,869,860,700	44,194,000,000	2,324,139,300	-	44,194,000,000
	629,416,778,490	747,032,000,000	120,243,011,757	(2,627,790,247)	747,032,000,000



**Vietnam Blue-Chips Fund****Notes to the interim financial statements for the six-month period ended 30 June 2018  
(continued)****Form B06g – 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>30/6/2018</b> <b>VND</b>	<b>31/12/2017</b> <b>VND</b>
Receivables from disposals of investments	10,531,701,000	-

Receivables from disposals of investments represent receivables from sales 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. Payables for purchase of investments**

	<b>30/6/2018</b> <b>VND</b>	<b>31/12/2017</b> <b>VND</b>
Payables for purchase of investments	-	96,650,070,500

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

**8. Accrued expenses**

	<b>30/6/2018</b> <b>VND</b>	<b>31/12/2017</b> <b>VND</b>
Annual reporting fee	19,069,221	22,572,000
Audit fee	84,549,291	132,000,000
Broker fee	15,797,552	144,975,109
Remuneration payables to the Board of Representatives	22,438,375	30,000,000
Meeting expenses	2,971,941	11,455,114
	<hr/> 144,826,380	<hr/> 341,002,223

**Vietnam Blue-Chips Fund**  
**Notes to the interim financial statements for the six-month period ended 30 June 2018**  
**(continued)**

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**9. Advances from Fund Unitholders for Fund units subscription**

	<b>30/6/2018</b>	<b>31/12/2017</b>
	<b>VND</b>	<b>VND</b>
Advances from Fund Unitholders for Fund units subscription of which the transfer of ownership has not been completed	306,895,100	14,517,500,000

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**10. Payables to Fund Unitholders for Fund units redemption**

	<b>30/6/2018</b>	<b>31/12/2017</b>
	<b>VND</b>	<b>VND</b>
Payables to Fund Unitholders for Fund units redemption awaiting settlement	1,495,345,859	31,022,680,664

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**11. Fund's management service fees payable**

	<b>30/6/2018</b>	<b>31/12/2017</b>
	<b>VND</b>	<b>VND</b>
Fund management fee payable	2,011,318,869	889,347,388
Custody fee payable	41,685,365	22,349,800
Transaction fee payable	2,400,000	13,100,000
Fund supervising fee payable	45,853,903	25,559,986
Fund administration fee payable	34,390,428	15,206,460
Transfer agent service fee payable	66,000,000	66,000,000
	2,201,648,565	1,031,563,634

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## Vietnam Blue-Chips Fund

### Notes to the interim financial statements for the six-month period ended 30 June 2018 (continued)

Form B06g – QM

(Issued under Circular No. 198/2012/TT-BTC  
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## 12. Share capital

According to the Establishment Registration Certificate No. 06/GCN-UBCK, the Fund's charter capital 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 mobilised 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 every transaction date.

Movements in share capital during the period were as follows:

	Unit	As at 31/12/2017 VND	Incurred during the period VND	As at 30/6/2018 VND
<b>Subscription capital</b>				
Quantity (1)	Unit	149,689,424.82	93,564,872.53	243,254,297.35
Par value (2)	VND	1,496,894,248,200	935,648,725,300	2,432,542,973,500
Share premium (3)	VND	346,257,179,615	979,043,489,429	1,325,300,669,044
Value of subscription capital (4) = (2) + (3)	VND	1,843,151,427,815	1,914,692,214,729	3,757,843,642,544
<b>Redemption capital</b>				
Quantity (5)	Unit	(108,800,257.13)	(66,386,353.88)	(175,186,611.01)
Par value (6)	VND	(1,088,002,571,300)	(663,863,538,800)	(1,751,866,110,100)
Share premium (7)	VND	(220,298,746,039)	(635,338,895,826)	(855,637,641,865)
Value of redemption capital (8) = (6) + (7)	VND	(1,308,301,317,339)	(1,299,202,434,626)	(2,607,503,751,965)
<b>Number of Fund units in circulation (9) = (1) + (5)</b>	Unit	40,889,167.69	27,178,518.65	68,067,686.34
<b>Total par value of share capital (10) = (2) + (6)</b>	VND	408,891,676,900	271,785,186,500	680,676,863,400
<b>Share premium (11) = (3) + (7)</b>	VND	125,958,433,576	343,704,593,603	469,663,027,179
<b>Retained earnings (12)</b>	VND	213,930,280,622	(169,373,046,907)	44,557,233,715
<b>NAV (13) = (10) + (11) + (12)</b>	VND	748,780,391,098	446,116,733,196	1,194,897,124,294
<b>NAV per Fund unit (14) = (13)/(9)</b>	VND/ Unit	18,312.43		17,554.54

**Vietnam Blue-Chips Fund****Notes to the interim financial statements for the six-month period ended 30 June 2018  
(continued)****Form B06g – QM***(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)***13. Retained earnings**

	<b>Six-month period ended 30/6/2018 VND</b>	<b>Six-month period ended 30/6/2017 VND</b>
Retained earnings at the beginning of the period	213,930,280,622	46,920,830,743
Net (loss)/profit after tax for the period	(169,373,046,907)	57,730,701,660
In which		
<i>Undistributed realised profits</i>	22,071,456,129	25,721,987,803
<i>Unrealised (losses)/profits</i>	(191,444,503,036)	32,008,713,857
	<hr/>	<hr/>
Retained earnings at the end of the period	44,557,233,715	104,651,532,403

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

	<b>Six-month period ended 30/6/2018 VND</b>	<b>Six-month period ended 30/6/2017 VND</b>
Dividend income incurred during the period		
<i>Dividends received</i>	5,862,280,000	2,475,051,500
<i>Accrued dividends</i>	3,240,000,000	8,000
	<hr/>	<hr/>
	9,102,280,000	2,475,059,500
Interest income incurred during the period		
<i>Interest income received</i>	422,652,461	159,874,524
<i>Accrued interest income</i>	146,849,316	-
	<hr/>	<hr/>
	569,501,777	159,874,524
	<hr/>	<hr/>
	9,671,781,777	2,634,934,024



**Vietnam Blue-Chips Fund**

**Notes to the interim financial statements for the six-month period ended 30 June 2018 (continued)**

**Form B06g – QM**  
(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)

**15. Gains from trading securities**

**Six-month period ended 30 June 2018**

<b>Investment portfolio</b>	<b>Proceeds VND [1]</b>	<b>Weighted average cost at the end of transaction date VND [2]</b>	<b>Gains on trading securities in six-month period ended 30/6/2018 VND [3] = [1] – [2]</b>	<b>Accumulated gains on trading securities up to 30/6/2018 VND [4] = [3] + [5]</b>	<b>Accumulated gains on trading securities up to 31/12/2017 VND [5]</b>
Listed and UpCom shares	823,752,296,000	797,260,253,164	26,492,042,836	308,243,547,555	281,751,504,719
Unlisted shares	9,198,800,000	5,969,860,700	3,228,939,300	3,228,939,300	-
Listed derivatives (*)	Not applicable	Not applicable	3,998,000	3,998,000	-
	832,951,096,000	803,230,113,864	29,724,980,136	311,476,484,855	281,751,504,719

(\*) Gains on trading listed derivatives represented the differences between commitment values and market values at closing date of position or at maturity date of VN30 Index future contracts.

**Six-month period ended 30 June 2017**

<b>Investment portfolio</b>	<b>Proceeds VND [1]</b>	<b>Weighted average cost at the end of transaction date VND [2]</b>	<b>Gains on trading securities in six-month period ended 30/6/2017 VND [3] = [1] – [2]</b>	<b>Accumulated gains on trading securities up to 30/6/2017 VND [4] = [3] + [5]</b>	<b>Accumulated gains on trading securities up to 31/12/2016 VND [5]</b>
Listed and UpCom shares	157,636,841,680	130,286,590,107	27,350,251,573	215,853,814,215	188,503,562,642

**Vietnam Blue-Chips Fund**

**Notes to the interim financial statements for the six-month period ended 30 June 2017 (continued)**

**Form B06g – QM**

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

*dated 15 November 2012 of the Ministry of Finance)*

**16. Net unrealised (losses)/gains from revaluation of investments**

**Six-month period ended 30 June 2018**

Investment portfolio	Cost	Market value as at	Unrealised loss on	Unrealised gain on	Net unrealised loss on
	VND [1]	30/6/2018 VND [2]	revaluation as at 30/6/2018 VND [3] = [2] – [1]	revaluation as at 31/12/2017 VND [4]	revaluation recognised for the six-month period ended 30/6/2018 VND [5] = [3] – [4]
Listed and UpCom shares	1,102,923,101,126	1,029,393,819,600	(73,529,281,526)	115,291,082,210	(188,820,363,736)
Unlisted shares	20,400,000,000	20,100,000,000	(300,000,000)	2,324,139,300	(2,624,139,300)
	1,123,323,101,126	1,049,493,819,600	(73,829,281,526)	117,615,221,510	(191,444,503,036)

**Six-month period ended 30 June 2017**

Investment portfolio	Cost	Market value as at	Unrealised gain/(loss)	Unrealised gain on	Net unrealised
	VND [1]	30/6/2017 VND [2]	on revaluation as at 30/6/2017 VND [3] = [2] – [1]	revaluation as at 31/12/2016 VND [4]	gain/(loss) on revaluation recognised for the six-month period ended 30/6/2017 VND [5] = [3] – [4]
Listed and UpCom shares	234,280,287,601	307,322,905,450	73,042,617,849	41,489,921,492	31,552,696,357
Unlisted shares	24,159,860,700	23,775,871,000	(383,989,700)	-	(383,989,700)
Others	-	840,007,200	840,007,200	-	840,007,200
	258,440,148,301	331,938,783,650	73,498,635,349	41,489,921,492	32,008,713,857



**Vietnam Blue-Chips Fund****Notes to the interim financial statements for the six-month period ended 30 June 2018  
(continued)****Form B06g – QM***(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)***17. Expenses for purchases and sales of investments**

	<b>Six-month period ended 30/6/2018 VND</b>	<b>Six-month period ended 30/6/2017 VND</b>
Expenses for purchases of investments (*)	1,705,339,224	203,162,390
Expenses for sales of investments (*)	1,235,695,972	236,454,697
Clearing settlement fee	6,880,255	1,724,280
	<hr/>	<hr/>
	2,947,915,451	441,341,367
	<hr/>	<hr/>

(\*) Expenses for purchases and sales of investments mainly include brokerage fees payments for buying and selling listed shares.

**Vietnam Blue-Chips Fund**

**Notes to the interim financial statements for the six-month period ended 30 June 2018 (continued)**

**Form B06g – QM**

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

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

**Six-month period ended 30 June 2018**

No.	Name (code) of securities companies with transaction value exceeding 5% of the Fund's total transaction value for the period [2]	Relationship with the Fund Management Company [3]	The Fund's transaction value for the period with each securities company VND [4]	The Fund's total transaction value for the period (*) VND [5]	Percentage of the Fund's total transaction value for the period [6] = [4]/[5][%]	Average transaction fee rate [7]	Market average transaction fee rate [8]
[1]							
1	ACB Securities Company Limited	Not related	173,877,277,500	2,131,083,270,500	8.16%	0.15%	0.15%-0.50%
2	Bao Viet Securities Joint Stock Company	Not related	728,311,643,000	2,131,083,270,500	34.18%	0.15%	0.15%-0.50%
3	Rong Viet Securities Joint Stock Company	Not related	346,434,169,500	2,131,083,270,500	16.26%	0.15%	0.15%-0.50%
4	Ban Viet Securities Joint Stock Company	Not related	652,428,980,000	2,131,083,270,500	30.61%	0.15%	0.15%-0.50%
	<b>Total</b>		<b>1,901,052,070,000</b>		<b>89.21%</b>		



**Vietnam Blue-Chips Fund**

**Notes to the interim financial statements for the six-month period ended 30 June 2018 (continued)**

**Form B06g – QM**

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

**Six-month period ended 30 June 2017**

No.	Name (code) of securities companies with transaction value exceeding 5% of the Fund's total transaction value for the period [2]	Relationship with the Fund Management Company [3]	Percentage of transaction value at securities companies The Fund's				Market average transaction fee rate [8]
			transaction value for the period with each securities company VND [4]	The Fund's total transaction value for the period (*) VND [5]	Percentage of the Fund's total transaction value for the period [6] = [4]/[5][%]	Average transaction fee rate [7]	
[1]							
1	ACB Securities Company Limited	Not related	29,451,991,500	337,335,322,480	8.73%	0.15%	0.15%-0.50%
2	Bao Viet Securities Joint Stock Company	Not related	59,339,372,900	337,335,322,480	17.59%	0.15%	0.15%-0.50%
3	Rong Viet Securities Joint Stock Company	Not related	37,422,341,100	337,335,322,480	11.09%	0.15%	0.15%-0.50%
4	Ban Viet Securities Joint Stock Company	Not related	154,387,128,900	337,335,322,480	45.77%	0.15%	0.15%-0.50%
	<b>Total</b>		<b>280,600,834,400</b>		<b>83.18%</b>		

(\*) The Fund's total transaction value for the six-month period ended 30 June 2018 includes commitment value of listed derivatives - future contracts (for the six-month period ended 30 June 2017: nil). Transactions not performed through securities companies (including certificate of deposits and rights exercise) are excluded from the Fund's total transaction value for the period.

**Vietnam Blue-Chips Fund****Notes to the interim financial statements for the six-month period ended 30 June 2018  
(continued)****Form B06g – QM***(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)***18. Custody fee**

	<b>Six-month period ended 30/6/2018 VND</b>	<b>Six-month period ended 30/6/2017 VND</b>
Custody fee payable to Supervising Bank (Note 21)	261,781,777	132,000,000
Securities transaction fee payable to Supervising Bank (Note 21)	62,900,000	35,770,000
Custody fee payable to Vietnam Securities Depository	33,947,286	11,188,050
	<hr/>	<hr/>
	358,629,063	178,958,050
	<hr/>	<hr/>

**19. Other operating expenses**

	<b>Six-month period ended 30/6/2018 VND</b>	<b>Six-month period ended 30/6/2017 VND</b>
Remunerations payable to the Board of Representatives (Note 21)	97,438,375	97,438,376
Board of Representatives' operating expenses	5,550,998	(18,589,766)
Annual report expenses	11,193,221	31,587,034
Price quotation fee	38,460,000	39,540,000
Bank charges	20,965,543	12,896,021
Annual management fee of State Security Commission	4,958,885	4,958,886
	<hr/>	<hr/>
	178,567,022	167,830,551
	<hr/>	<hr/>



**Vietnam Blue-Chips Fund**

**Notes to the interim financial statements for the six-month period ended 30 June 2018  
(continued)**

**Form B06g – QM**

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

**20. Net Asset Value**

<b>Six-month period ended 30/6/2018</b>					
No.	At NAV calculation date	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
	31/12/2017	748,780,391,098	40,889,167.69	18,312.43	
1	01/01/2018	748,736,594,793	40,889,167.69	18,311.36	(1.07)
2	02/01/2018	775,597,985,307	41,618,220.50	18,636.01	324.65
3	03/01/2018	780,849,473,590	41,655,954.55	18,745.20	109.19
4	04/01/2018	803,680,706,970	42,487,954.25	18,915.49	170.29
5	07/01/2018	809,253,009,569	42,817,087.65	18,900.23	(15.26)
6	08/01/2018	808,257,680,353	42,466,416.56	19,032.86	132.63
7	09/01/2018	822,032,787,584	42,927,409.87	19,149.36	116.50
8	10/01/2018	843,251,975,945	43,896,950.28	19,209.80	60.44
9	11/01/2018	869,095,939,786	45,171,537.10	19,239.90	30.10
10	14/01/2018	910,122,992,784	47,480,398.93	19,168.39	(71.51)
11	15/01/2018	944,811,795,269	48,844,209.08	19,343.37	174.98
12	16/01/2018	948,732,637,552	49,027,131.70	19,351.17	7.80
13	17/01/2018	879,176,177,549	46,508,625.56	18,903.50	(447.67)
14	18/01/2018	879,465,963,894	46,057,148.68	19,095.10	191.60
15	21/01/2018	917,677,557,313	47,528,343.72	19,308.00	212.90
16	22/01/2018	965,419,522,971	49,040,351.47	19,686.22	378.22
17	23/01/2018	1,009,737,815,147	51,116,603.80	19,753.61	67.39
18	24/01/2018	1,009,858,573,728	51,116,603.80	19,755.97	2.36
19	25/01/2018	1,021,722,605,255	51,116,603.80	19,988.07	232.10
20	28/01/2018	1,046,136,252,599	52,144,537.35	20,062.24	74.17
21	29/01/2018	1,047,636,244,760	52,656,469.38	19,895.67	(166.57)
22	30/01/2018	1,053,598,807,046	52,607,122.07	20,027.68	132.01
23	31/01/2018	1,066,314,097,131	53,313,296.48	20,000.90	(26.78)
24	01/02/2018	1,054,663,824,521	52,939,492.66	19,922.06	(78.84)
25	04/02/2018	1,060,970,093,741	53,141,791.65	19,964.89	42.83
26	05/02/2018	1,028,092,365,441	53,695,955.72	19,146.55	(818.34)
27	06/02/2018	999,896,527,417	53,970,903.94	18,526.58	(619.97)
28	07/02/2018	1,039,353,937,895	54,453,166.15	19,087.11	560.53
29	08/02/2018	1,037,447,065,134	54,997,245.55	18,863.61	(223.50)
30	11/02/2018	1,046,132,668,382	55,938,216.64	18,701.57	(162.04)
31	12/02/2018	1,079,293,737,579	56,023,828.82	19,264.90	563.33
32	15/02/2018	1,108,621,436,077	56,461,252.01	19,635.08	370.18
33	20/02/2018	1,108,300,993,279	56,461,252.01	19,629.40	(5.68)
34	21/02/2018	1,129,566,510,066	56,462,281.83	20,005.68	376.28
35	22/02/2018	1,117,652,630,765	56,498,785.74	19,781.88	(223.80)
36	25/02/2018	1,124,179,619,185	55,734,532.11	20,170.25	388.37
37	26/02/2018	1,155,875,821,444	57,226,979.70	20,198.09	27.84
38	27/02/2018	1,160,359,692,646	57,004,721.52	20,355.50	157.41



**Vietnam Blue-Chips Fund**

**Notes to the interim financial statements for the six-month period ended 30 June 2018  
(continued)**

**Form B06g – QM**

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

No.	At NAV calculation date	Six-month period ended 30/6/2018			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]	
39	28/02/2018	1,138,929,632,620	55,589,048.94	20,488.38	132.88
40	01/03/2018	1,128,299,666,548	55,138,214.93	20,463.11	(25.27)
41	04/03/2018	1,149,341,003,721	55,789,966.70	20,601.21	138.10
42	05/03/2018	1,125,648,428,451	55,805,983.59	20,170.74	(430.47)
43	06/03/2018	1,159,066,517,099	56,123,394.91	20,652.10	481.36
44	07/03/2018	1,146,879,735,344	56,118,681.02	20,436.68	(215.42)
45	08/03/2018	1,307,755,757,583	63,322,031.61	20,652.46	215.78
46	11/03/2018	1,299,745,282,474	62,912,410.14	20,659.60	7.14
47	12/03/2018	1,284,490,529,906	61,952,459.64	20,733.48	73.88
48	13/03/2018	1,285,999,557,835	61,811,861.91	20,805.06	71.58
49	14/03/2018	1,291,168,115,494	61,838,203.14	20,879.78	74.72
50	15/03/2018	1,278,922,108,638	61,263,313.19	20,875.82	(3.96)
51	18/03/2018	1,317,764,807,416	62,306,732.09	21,149.63	273.81
52	19/03/2018	1,365,551,304,497	64,016,144.38	21,331.35	181.72
53	20/03/2018	1,316,224,913,124	61,520,663.58	21,394.84	63.49
54	21/03/2018	1,315,712,706,041	61,320,964.54	21,456.16	61.32
55	22/03/2018	1,305,203,625,214	60,731,180.31	21,491.49	35.33
56	25/03/2018	1,291,080,730,984	60,947,332.64	21,183.54	(307.95)
57	26/03/2018	1,383,841,197,838	64,506,955.92	21,452.58	269.04
58	27/03/2018	1,419,817,127,053	65,908,938.61	21,542.10	89.52
59	28/03/2018	1,431,685,946,265	66,290,347.96	21,597.20	55.10
60	29/03/2018	1,437,021,515,132	66,661,066.67	21,557.13	(40.07)
61	30/03/2018	1,473,167,312,930	67,754,941.00	21,742.58	185.45
62	01/04/2018	1,473,082,856,570	67,754,941.00	21,741.33	(1.25)
63	02/04/2018	1,560,639,319,907	70,585,700.40	22,109.85	368.52
64	03/04/2018	1,541,806,370,929	70,122,339.93	21,987.37	(122.48)
65	04/04/2018	1,617,774,093,124	73,340,406.17	22,058.42	71.05
66	05/04/2018	1,610,026,905,033	72,782,286.69	22,121.13	62.71
67	08/04/2018	1,629,306,980,464	73,492,757.48	22,169.62	48.49
68	09/04/2018	1,653,131,239,221	74,400,746.61	22,219.28	49.66
69	10/04/2018	1,701,816,353,793	76,696,307.83	22,189.02	(30.26)
70	11/04/2018	1,681,783,359,990	77,476,856.69	21,706.91	(482.11)
71	12/04/2018	1,713,288,512,476	78,520,885.05	21,819.52	112.61
72	15/04/2018	1,721,756,314,812	79,919,777.12	21,543.55	(275.97)
73	16/04/2018	1,729,411,509,310	80,731,182.68	21,421.85	(121.70)
74	17/04/2018	1,746,491,505,255	81,338,520.56	21,471.88	50.03
75	18/04/2018	1,740,661,050,505	81,853,532.44	21,265.55	(206.33)
76	19/04/2018	1,704,205,067,852	82,640,976.61	20,621.79	(643.76)
77	22/04/2018	1,730,422,410,231	82,648,636.90	20,937.09	315.30
78	23/04/2018	1,730,440,100,224	85,512,151.60	20,236.18	(700.91)
79	25/04/2018	1,736,855,077,521	85,967,382.78	20,203.65	(32.53)



**Vietnam Blue-Chips Fund**

**Notes to the interim financial statements for the six-month period ended 30 June 2018  
(continued)**

**Form B06g – QM**

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

No.	At NAV calculation date	Six-month period ended 30/6/2018			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]	
80	26/04/2018	1,679,822,303,400	85,886,212.99	19,558.69	(644.96)
81	30/04/2018	1,700,186,865,652	86,002,740.42	19,768.98	210.29
82	01/05/2018	1,700,092,465,655	86,002,740.42	19,767.88	(1.10)
83	02/05/2018	1,684,136,849,107	86,360,593.27	19,501.21	(266.67)
84	03/05/2018	1,692,395,848,661	86,581,751.77	19,546.79	45.58
85	06/05/2018	1,689,975,705,527	86,474,961.80	19,542.94	(3.85)
86	07/05/2018	1,748,244,838,226	86,638,316.37	20,178.65	635.71
87	08/05/2018	1,764,002,108,982	87,901,253.46	20,067.99	(110.66)
88	09/05/2018	1,766,529,091,411	88,536,997.06	19,952.43	(115.56)
89	10/05/2018	1,730,367,592,109	88,684,120.65	19,511.58	(440.85)
90	13/05/2018	1,763,400,268,729	89,066,066.37	19,798.78	287.20
91	14/05/2018	1,780,629,151,965	89,150,252.54	19,973.34	174.56
92	15/05/2018	1,783,572,468,448	89,107,660.28	20,015.92	42.58
93	16/05/2018	1,754,881,242,870	89,114,385.21	19,692.45	(323.47)
94	17/05/2018	1,744,507,132,240	89,738,121.73	19,439.97	(252.48)
95	20/05/2018	1,758,431,573,616	89,978,395.46	19,542.81	102.84
96	21/05/2018	1,735,669,215,742	89,998,930.66	19,285.44	(257.37)
97	22/05/2018	1,693,603,314,465	90,032,032.70	18,811.11	(474.33)
98	23/05/2018	1,679,909,448,738	88,691,791.37	18,940.98	129.87
99	24/05/2018	1,636,701,712,081	86,887,792.29	18,836.95	(104.03)
100	27/05/2018	1,574,518,208,093	85,337,923.03	18,450.39	(386.56)
101	28/05/2018	1,485,764,876,127	84,069,223.08	17,673.11	(777.28)
102	29/05/2018	1,271,129,460,767	70,287,111.69	18,084.81	411.70
103	30/05/2018	1,228,154,294,820	68,259,462.90	17,992.44	(92.37)
104	31/05/2018	1,239,690,312,509	67,406,475.69	18,391.26	398.82
105	03/06/2018	1,270,240,561,902	67,839,219.91	18,724.28	333.02
106	04/06/2018	1,284,573,735,241	67,842,027.27	18,934.77	210.49
107	05/06/2018	1,291,098,892,414	67,904,951.53	19,013.32	78.55
108	06/06/2018	1,304,440,030,834	67,879,537.50	19,216.98	203.66
109	07/06/2018	1,310,055,064,879	67,832,448.18	19,313.10	96.12
110	10/06/2018	1,319,908,104,210	67,764,207.90	19,477.95	164.85
111	11/06/2018	1,323,433,563,991	67,722,039.78	19,542.13	64.18
112	12/06/2018	1,297,780,607,756	67,710,941.81	19,166.48	(375.65)
113	13/06/2018	1,301,860,615,396	67,623,363.48	19,251.63	85.15
114	14/06/2018	1,288,099,727,430	67,670,225.17	19,034.95	(216.68)
115	17/06/2018	1,297,170,054,523	67,960,741.05	19,087.04	52.09
116	18/06/2018	1,255,082,249,025	67,986,688.36	18,460.70	(626.34)
117	19/06/2018	1,219,701,965,547	68,105,518.33	17,909.00	(551.70)
118	20/06/2018	1,241,887,390,196	67,995,258.98	18,264.32	355.32
119	21/06/2018	1,230,393,956,511	68,034,092.15	18,084.96	(179.36)
120	24/06/2018	1,243,148,019,528	67,500,762.00	18,416.79	331.83

**Vietnam Blue-Chips Fund****Notes to the interim financial statements for the six-month period ended 30 June 2018  
(continued)****Form B06g – QM***(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

<b>Six-month period ended 30/6/2018</b>					
<b>No.</b>	<b>At NAV calculation date</b>	<b>Net Asset Value (NAV) VND [1]</b>	<b>Number of fund units Unit [2]</b>	<b>NAV per fund unit VND/Unit [3] = [1]/[2]</b>	<b>Increase/ (decrease) NAV/Unit VND/Unit</b>
121	25/06/2018	1,248,685,283,699	67,567,467.89	18,480.56	63.77
122	26/06/2018	1,241,726,109,679	67,777,642.61	18,320.58	(159.98)
123	27/06/2018	1,220,834,237,681	67,788,066.33	18,009.57	(311.01)
124	28/06/2018	1,193,053,864,771	67,719,019.00	17,617.70	(391.87)
125	30/06/2018	1,194,897,124,294	68,067,686.34	17,554.54	(63.16)
▪	Average NAV during the period	1,319,609,862,539			
▪	Maximum change in NAV per Fund unit during the period				(818.34)
▪	Minimum change in NAV per Fund unit during the period				(1.07)

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**Vietnam Blue-Chips Fund**

**Notes to the interim financial statements for the six-month period ended 30 June 2018**  
(continued)

**Form B06g – QM**

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

<b>Six-month period ended 30/6/2017</b>					
No.	At NAV calculation date	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
	31/12/2016	349,080,267,291	27,868,756.20	12,525.86	
1	02/01/2017	349,042,482,409	27,868,756.20	12,524.50	(1.36)
2	03/01/2017	351,907,270,032	27,868,756.20	12,627.30	102.80
3	04/01/2017	353,171,352,048	27,860,557.20	12,676.39	49.09
4	05/01/2017	353,041,428,280	27,854,673.68	12,674.40	(1.99)
5	08/01/2017	353,795,335,383	27,854,673.68	12,701.47	27.07
6	09/01/2017	355,513,870,184	27,854,673.68	12,763.16	61.69
7	10/01/2017	356,187,861,748	27,854,673.68	12,787.36	24.20
8	11/01/2017	357,777,496,114	27,799,281.28	12,870.02	82.66
9	12/01/2017	356,955,551,775	27,799,281.28	12,840.45	(29.57)
10	15/01/2017	355,762,191,930	27,800,981.76	12,796.74	(43.71)
11	16/01/2017	352,710,680,299	27,800,981.76	12,686.98	(109.76)
12	17/01/2017	354,028,143,046	27,800,981.76	12,734.37	47.39
13	18/01/2017	353,332,427,477	27,797,196.54	12,711.08	(23.29)
14	19/01/2017	353,227,601,674	27,794,096.54	12,708.72	(2.36)
15	22/01/2017	354,767,589,829	27,794,096.54	12,764.13	55.41
16	23/01/2017	354,662,848,939	27,793,651.67	12,760.57	(3.56)
17	24/01/2017	355,104,222,427	27,793,651.67	12,776.45	15.88
18	26/01/2017	329,859,587,024	25,601,101.67	12,884.58	108.13
19	31/01/2017	329,760,822,623	25,601,101.67	12,880.72	(3.86)
20	01/02/2017	329,740,799,463	25,601,101.67	12,879.94	(0.78)
21	02/02/2017	332,881,436,237	25,601,101.67	13,002.62	122.68
22	05/02/2017	331,633,255,773	25,601,101.67	12,953.86	(48.76)
23	06/02/2017	332,106,271,457	25,592,979.67	12,976.45	22.59
24	07/02/2017	333,197,853,158	25,592,979.67	13,019.11	42.66
25	08/02/2017	333,067,195,278	25,599,337.59	13,010.77	(8.34)
26	09/02/2017	333,184,661,571	25,589,337.59	13,020.44	9.67
27	12/02/2017	332,784,713,497	25,541,837.59	13,029.00	8.56
28	13/02/2017	334,764,638,489	25,542,751.70	13,106.05	77.05
29	14/02/2017	336,005,638,467	25,580,615.89	13,135.16	29.11
30	15/02/2017	336,221,996,252	25,580,615.89	13,143.62	8.46
31	16/02/2017	334,917,994,893	25,501,318.67	13,133.35	(10.27)
32	19/02/2017	333,373,572,507	25,501,318.67	13,072.79	(60.56)
33	20/02/2017	333,309,962,532	25,501,318.67	13,070.30	(2.49)
34	21/02/2017	335,412,413,558	25,501,318.67	13,152.74	82.44
35	22/02/2017	335,334,365,512	25,498,318.67	13,151.23	(1.51)
36	23/02/2017	334,678,734,793	25,421,338.67	13,165.26	14.03
37	26/02/2017	336,681,928,047	25,629,495.45	13,136.50	(28.76)
38	27/02/2017	342,568,106,964	25,895,049.81	13,229.09	92.59
39	28/02/2017	341,458,005,824	25,969,698.71	13,148.32	(80.77)
40	01/03/2017	342,035,183,358	25,971,359.27	13,169.70	21.38



**Vietnam Blue-Chips Fund**

**Notes to the interim financial statements for the six-month period ended 30 June 2018  
(continued)**

**Form B06g – QM**

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

<b>Six-month period ended 30/6/2017</b>					
No.	At NAV calculation date	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
41	02/03/2017	341,777,543,321	25,926,410.86	13,182.60	12.90
42	05/03/2017	344,025,915,092	26,009,508.45	13,226.92	44.32
43	06/03/2017	344,362,728,200	26,009,735.25	13,239.76	12.84
44	07/03/2017	330,613,298,625	24,867,743.46	13,294.86	55.10
45	08/03/2017	316,696,938,334	23,713,763.56	13,354.98	60.12
46	09/03/2017	317,221,085,089	23,671,290.82	13,401.08	46.10
47	12/03/2017	312,964,905,139	23,456,351.26	13,342.43	(58.65)
48	13/03/2017	303,169,818,786	22,783,988.04	13,306.26	(36.17)
49	14/03/2017	304,300,237,686	22,715,298.95	13,396.26	90.00
50	15/03/2017	302,003,053,242	22,620,260.93	13,350.99	(45.27)
51	16/03/2017	302,822,361,942	22,610,815.57	13,392.81	41.82
52	19/03/2017	301,673,225,186	22,610,039.67	13,342.44	(50.37)
53	20/03/2017	305,296,010,462	22,684,621.19	13,458.28	115.84
54	21/03/2017	308,787,494,732	22,758,660.86	13,567.91	109.63
55	22/03/2017	305,898,920,503	22,692,654.06	13,480.08	(87.83)
56	23/03/2017	304,786,996,723	22,449,899.15	13,576.31	96.23
57	26/03/2017	307,083,812,268	22,515,956.12	13,638.49	62.18
58	27/03/2017	307,183,156,839	22,484,811.05	13,661.80	23.31
59	28/03/2017	306,582,526,568	22,485,028.97	13,634.96	(26.84)
60	29/03/2017	306,583,348,911	22,483,973.17	13,635.63	0.67
61	30/03/2017	306,998,337,729	22,449,880.62	13,674.83	39.20
62	31/03/2017	306,533,035,773	22,418,830.66	13,673.01	(1.82)
63	02/04/2017	306,492,867,808	22,418,830.66	13,671.22	(1.79)
64	03/04/2017	306,112,425,016	22,411,130.66	13,658.94	(12.28)
65	04/04/2017	307,071,156,854	22,411,275.98	13,701.63	42.69
66	06/04/2017	304,840,226,196	22,341,936.01	13,644.30	(57.33)
67	09/04/2017	304,030,336,014	22,265,512.19	13,654.76	10.46
68	10/04/2017	304,325,472,962	22,265,512.19	13,668.02	13.26
69	11/04/2017	298,092,586,444	21,766,846.80	13,694.79	26.77
70	12/04/2017	296,020,505,080	21,767,571.52	13,599.15	(95.64)
71	13/04/2017	294,695,347,200	21,765,943.43	13,539.28	(59.87)
72	16/04/2017	291,674,010,917	21,765,190.57	13,400.93	(138.35)
73	17/04/2017	289,119,491,923	21,764,461.88	13,284.01	(116.92)
74	18/04/2017	290,167,102,211	21,764,461.88	13,332.15	48.14
75	19/04/2017	292,481,347,905	21,764,461.88	13,438.48	106.33
76	20/04/2017	291,355,202,210	21,765,057.16	13,386.37	(52.11)
77	23/04/2017	291,740,360,303	21,765,057.16	13,404.07	17.70
78	24/04/2017	291,694,262,072	21,752,693.04	13,409.57	5.50
79	25/04/2017	286,835,207,834	21,491,593.04	13,346.39	(63.18)
80	26/04/2017	288,577,205,395	21,494,404.21	13,425.68	79.29
81	27/04/2017	291,403,802,718	21,528,409.93	13,535.77	110.09



**Vietnam Blue-Chips Fund**

**Notes to the interim financial statements for the six-month period ended 30 June 2018  
(continued)**

**Form B06g – QM**

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

<b>Six-month period ended 30/6/2017</b>					
No.	At NAV calculation date	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
82	30/04/2017	320,091,236,035	23,627,188.25	13,547.58	11.81
83	02/05/2017	320,051,436,294	23,627,188.25	13,545.89	(1.69)
84	03/05/2017	321,071,361,613	23,627,188.25	13,589.06	43.17
85	04/05/2017	323,553,962,983	23,624,388.25	13,695.76	106.70
86	07/05/2017	323,042,364,594	23,626,390.65	13,672.94	(22.82)
87	08/05/2017	321,635,007,789	23,630,745.96	13,610.86	(62.08)
88	09/05/2017	324,289,476,168	23,659,622.14	13,706.45	95.59
89	10/05/2017	326,549,098,278	23,831,337.60	13,702.50	(3.95)
90	11/05/2017	327,055,362,511	23,903,959.34	13,682.05	(20.45)
91	14/05/2017	330,768,085,830	24,127,314.47	13,709.27	27.22
92	15/05/2017	332,650,322,039	24,149,531.15	13,774.60	65.33
93	16/05/2017	331,373,546,072	24,171,147.01	13,709.46	(65.14)
94	17/05/2017	334,273,764,613	24,175,190.72	13,827.14	117.68
95	18/05/2017	333,620,418,892	24,247,222.60	13,759.11	(68.03)
96	21/05/2017	335,281,087,746	24,247,222.60	13,827.60	68.49
97	22/05/2017	337,952,409,618	24,248,235.02	13,937.19	109.59
98	23/05/2017	335,766,322,857	24,075,095.13	13,946.62	9.43
99	24/05/2017	339,215,156,418	24,063,723.14	14,096.53	149.91
100	25/05/2017	338,179,244,032	24,060,423.55	14,055.41	(41.12)
101	28/05/2017	339,872,761,710	24,060,423.55	14,125.80	70.39
102	29/05/2017	341,127,016,103	24,061,477.47	14,177.30	51.50
103	30/05/2017	334,473,939,898	23,797,701.52	14,054.88	(122.42)
104	31/05/2017	332,388,790,158	23,692,398.19	14,029.34	(25.54)
105	01/06/2017	334,487,361,574	23,692,398.19	14,117.91	88.57
106	04/06/2017	334,665,916,007	23,692,398.19	14,125.45	7.54
107	05/06/2017	336,095,483,196	23,699,831.41	14,181.34	55.89
108	06/06/2017	338,610,073,815	23,699,901.39	14,287.40	106.06
109	07/06/2017	339,825,098,720	23,694,258.24	14,342.08	54.68
110	08/06/2017	342,347,634,370	23,694,258.24	14,448.54	106.46
111	11/06/2017	341,578,034,382	23,593,951.20	14,477.35	28.81
112	12/06/2017	337,804,911,880	23,440,862.56	14,410.94	(66.41)
113	13/06/2017	339,373,649,424	23,425,785.00	14,487.18	76.24
114	14/06/2017	340,335,433,348	23,385,955.00	14,552.98	65.80
115	15/06/2017	334,324,200,402	22,934,414.67	14,577.40	24.42
116	18/06/2017	335,030,079,458	22,937,818.91	14,606.01	28.61
117	19/06/2017	335,946,867,195	22,933,463.60	14,648.76	42.75
118	20/06/2017	335,525,296,573	22,851,866.41	14,682.62	33.86
119	21/06/2017	335,107,276,982	22,851,866.41	14,664.32	(18.30)
120	22/06/2017	335,933,346,181	22,851,866.41	14,700.47	36.15
121	25/06/2017	337,445,365,356	22,841,866.41	14,773.10	72.63
122	26/06/2017	337,268,985,667	22,829,326.27	14,773.49	0.39

**Vietnam Blue-Chips Fund****Notes to the interim financial statements for the six-month period ended 30 June 2018  
(continued)****Form B06g – QM***(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

<b>Six-month period ended 30/6/2017</b>					
<b>No.</b>	<b>At NAV calculation date</b>	<b>Net Asset Value (NAV) VND [1]</b>	<b>Number of fund units Unit [2]</b>	<b>NAV per fund unit VND/Unit [3] = [1]/[2]</b>	<b>Increase/ (decrease) NAV/Unit VND/Unit</b>
123	27/06/2017	335,584,684,774	22,829,931.36	14,699.32	(74.17)
124	28/06/2017	337,080,628,958	22,829,931.36	14,764.85	65.53
125	29/06/2017	334,910,012,006	22,629,061.36	14,799.99	35.14
126	30/06/2017	333,945,517,864	22,429,061.36	14,888.96	88.97
▪	Average NAV during the period	327,494,095,280			
▪	Maximum change in NAV per Fund unit during the period				149.91
▪	Minimum change in NAV per Fund unit during the period				0.39

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**Vietnam Blue-Chips Fund****Notes to the interim financial statements for the six-month period ended 30 June 2018  
(continued)****Form B06g – QM***(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)***21. Related parties and other key contracts****(a) Related parties**

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

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

	<b>Six-month period ended 30/6/2018 VND</b>	<b>Six-month period ended 30/6/2017 VND</b>
Management fee	12,630,970,732	3,134,697,059

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 (six-month period ended 30/6/2017: 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 accounting period minus true up adjustment (if any) at the end of the reporting period to ensure total management and other fees paid by the Fund is compliant with relevant regulations.

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

	<b>Six-month period ended 30/6/2018 VND</b>	<b>Six-month period ended 30/6/2017 VND</b>
Board of Representatives' remuneration (Note 19)	97,438,375	97,438,376

Other than the remuneration 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. Remuneration 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 interim financial statements for the six-month period ended 30 June 2018  
(continued)****Form B06g – 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>Six-month period ended 30/6/2018 VND</b>	<b>Six-month period ended 30/6/2017 VND</b>
Custody fee (Note 18)	261,781,777	132,000,000
Securities transaction fee (Note 18)	62,900,000	35,770,000
Supervising fee	287,959,955	151,800,000
Fund administration fee	215,969,968	53,598,444
Interest income from bank deposits	134,433,281	69,068,970
	963,044,981	442,237,414

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.

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)	0.04% per annum; Minimum supervising fee is VND23.0 million per month.
Custody	0.04% per annum; Minimum custody fee is VND22.0 million per month.
Fund administration (excluding VAT)	0.03% per annum; Minimum fund administration fee is VND5.0 million per month.

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.



## Vietnam Blue-Chips Fund

### Notes to the interim financial statements for the six-month period ended 30 June 2018 (continued)

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

Apart 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:

Services	Fee rates
Purchase/sell securities	VND100,000 per transaction.
Adjust orders	VND315,000 per transaction.

## 22. The Fund's performance indicators

	Six-month period ended 30/6/2018	Six-month period ended 30/6/2017
<b>I Investment performance</b>		
1 Management fee paid to Fund Management Company/Average NAV during the period (%)	1.91%	1.91%
2 Custody, supervising fee paid to Supervising Bank/Average NAV during the period (%)	0.10%	0.20%
3 Fund administration fee, transfer agency fee and other expenses paid to related service providers/Average NAV during the period (%)	0.04%	0.06%
4 Audit fee/Average NAV during the period (%)	0.01%	0.05%
5 Legal advisory fee, quotation fee and other fees, remuneration paid to the Board of Representatives/Average NAV during the period (%)	0.02%	0.08%
6 Operation expenses/Average NAV during the period (%)	2.10%	2.33%
7 Turnover of investment portfolio during the period = (Total value of purchase transactions + total value of sales transactions)/2/Average NAV during the period (%) (*)	161.42%	103.01%

(\*) Total value of purchase transactions and total value of sales transactions used to calculate the turnover of investment portfolio during the period are not included commitment values of listed derivatives – future contracts.

**Vietnam Blue-Chips Fund****Notes to the interim financial statements for the six-month period ended 30 June 2018  
(continued)****Form B06g – QM***(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)*

	<b>Six-month period ended 30/6/2018</b>	<b>Six-month period ended 30/6/2017</b>
<b>II Others</b>		
<b>1 Fund scale at the beginning of the period (calculated at par value of Fund units)</b>		
Total value of Fund units in circulation at the beginning of the period	408,891,676,900	278,687,562,000
Total number of Fund units in circulation at the beginning of the period	40,889,167.69	27,868,756.20
<b>2 Change in Fund scale during the period (calculated at par value of Fund units)</b>		
Number of Fund units subscribed during the period	93,564,872.53	3,902,979.78
Value of capital subscribed during the period (at par value)	935,648,725,300	39,029,797,800
Number of Fund units redeemed during the period	(66,386,353.88)	(9,342,674.62)
Value of capital redeemed during the period in respond to Fund Unitholders' command (at par value)	(663,863,538,800)	(93,426,746,200)
<b>3 Fund scale at the end of the period (calculated at par value of Fund units)</b>		
Total value of Fund units in circulation at the end of the period	680,676,863,400	224,290,613,600
Total number of Fund units in circulation at the end of the period	68,067,686.34	22,429,061.36
<b>4 Percentage of Fund units held by the Fund Management Company and related parties at the end of the period</b>	<b>1.85%</b>	<b>5.18%</b>
<b>5 Proportion of Fund units held by ten biggest Unitholders at the end of the period</b>	<b>29.91%</b>	<b>75.97%</b>
<b>6 Percentage of Fund units held by foreign Unitholders at the end of the period</b>	<b>12.97%</b>	<b>48.88%</b>
<b>7 Number of Fund Unitholders at the end of the period</b>	<b>2,654</b>	<b>1,331</b>
<b>8 NAV/Fund unit at the end of the period</b>	<b>17,554.54</b>	<b>14,888.96</b>



## **Vietnam Blue-Chips Fund**

### **Notes to the interim financial statements for the six-month period ended 30 June 2018 (continued)**

**Form B06g – QM**

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

## **23. 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 securities, UpCom securities, unlisted securities and rights. 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.

All call deposits and term deposits were placed with well-known 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, UpCom securities, unlisted securities and rights 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 30 June 2018 and 31 December 2017.

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

**Vietnam Blue-Chips Fund****Notes to the interim financial statements for the six-month period ended 30 June 2018  
(continued)****Form B06g – QM***(Issued under Circular No. 198/2012/TT-BTC  
dated 15 November 2012 of the Ministry of Finance)***(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 30 June 2018 and 31 December 2017 included mainly listed securities, UpCom securities and cash in banks. 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.

At the reporting date, the contractual maturities of non-derivative financial liabilities were as follows:

<b>30 June 2018</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>
Payables for distribution agents	566,929,605	566,929,605	566,929,605	-	-
Dividends payable to Fund Unitholders	83,000,000	83,000,000	83,000,000	-	-
Accrued expenses	144,826,380	144,826,380	144,826,380	-	-
Advances from Fund Unitholders for Fund units subscription payable to Fund	306,895,100	306,895,100	306,895,100	-	-
Unitholders for Fund units redemption	1,495,345,859	1,495,345,859	1,495,345,859	-	-
Fund's management service fees payable	2,201,648,565	2,201,648,565	2,201,648,565	-	-
Other payables	57,843,680	57,843,680	57,843,680	-	-
	<b>4,856,489,189</b>	<b>4,856,489,189</b>	<b>4,856,489,189</b>	<b>-</b>	<b>-</b>



**Vietnam Blue-Chips Fund**

**Notes to the interim financial statements for the six-month period ended 30 June 2018  
(continued)**

**Form B06g – QM**

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

31 December 2017	Carrying amount VND	Undiscounted contractual cash flows VND	Less than 1 year VND	From 1 to 2 years VND	From 2 to 5 years VND
Payables for purchase of investments	96,650,070,500	96,650,070,500	96,650,070,500	-	-
Payables for distribution agents	1,422,135,761	1,422,135,761	1,422,135,761	-	-
Dividends payable to Fund Unitholders	83,000,000	83,000,000	83,000,000	-	-
Accrued expenses	341,002,223	341,002,223	341,002,223	-	-
Advances from Fund Unitholders for Fund units subscription	14,517,500,000	14,517,500,000	14,517,500,000	-	-
Payable to Fund Unitholders for Fund units redemption	31,022,680,664	31,022,680,664	31,022,680,664	-	-
Fund's management service fees payable	1,031,563,634	1,031,563,634	1,031,563,634	-	-
Other payables	67,258,797	67,258,797	67,258,797	-	-
	<b>145,135,211,579</b>	<b>145,135,211,579</b>	<b>145,135,211,579</b>	<b>-</b>	<b>-</b>

**(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.

**Vietnam Blue-Chips Fund**

**Notes to the interim financial statements for the six-month period ended 30 June 2018  
(continued)**

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*(Issued under Circular No. 198/2012/TT-BTC  
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**(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 mainly 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 30 June 2018, the market value of the Fund's listed and UpCom securities is 1,029,393,819,600 (31/12/2017: VND702,838,000,000). During the six-month period ended 30 June 2018, the average rate of price fluctuation of these securities was approximately 12% (2017: 43%). Had the market prices of these securities declined or increased by 12% as at 30 June 2018 (31/12/2017: 43%) with all other variable remaining constant, the Fund's Net Asset Value would have decreased or increased by VND123,527,258,352 (31/12/2017: VND302,220,340,000).



**Vietnam Blue-Chips Fund**

**Notes to the interim financial statements for the six-month period ended 30 June 2018 (continued)**

**Form B06g – QM**  
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**(d) Fair values**

Fair value is the value which could be determined appropriately with the market price, would be received to sell an asset or paid to transfer a liability at 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:

	30/6/2018		31/12/2017	
	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	1,049,493,819,600	1,049,493,819,600	747,032,000,000	747,032,000,000
<i>Listed and UpCom shares</i>	1,029,393,819,600	1,029,393,819,600	702,838,000,000	702,838,000,000
<i>Unlisted shares</i>	20,100,000,000	20,100,000,000	44,194,000,000	44,194,000,000
<i>Categorised as loans and receivables:</i>				
▪ Cash in banks and cash equivalents	136,376,132,212	136,376,132,212	145,632,574,613	145,632,574,613
▪ Receivables from disposals of investments	10,531,701,000	10,531,701,000	-	-
▪ Interests and dividends receivables	3,386,849,316	3,386,849,316	1,296,000,000	1,296,000,000

**Vietnam Blue-Chips Fund**

**Notes to the interim financial statements for the six-month period ended 30 June 2018 (continued)**

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(Issued under Circular No. 198/2012/TT-BTC  
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	30/6/2018		31/12/2017	
	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	-	-	96,650,070,500	96,650,070,500
▪ Payables to distribution agents	566,929,605	566,929,605	1,422,135,761	1,422,135,761
▪ Dividends payable to Fund Unitholders	83,000,000	83,000,000	83,000,000	83,000,000
▪ Accrued expenses	144,826,380	144,826,380	341,002,223	341,002,223
▪ Advances from Fund Unitholders for Fund units subscription	306,895,100	306,895,100	14,517,500,000	14,517,500,000
▪ Payables to Fund Unitholders for Fund units redemption	1,495,345,859	1,495,345,859	31,022,680,664	31,022,680,664
▪ Fund's management service fees payable	2,201,648,565	2,201,648,565	1,031,563,634	1,031,563,634
▪ Other payables	57,843,680	57,843,680	67,258,797	67,258,797



**Vietnam Blue-Chips Fund**  
**Notes to the interim financial statements for the six-month period ended 30 June 2018**  
**(continued)**

**Form B06g – QM**  
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**(ii) Basis for determining fair values**

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

- Fair value of cash and cash equivalents are account balance at the end of the accounting period.
- Fair value of securities which are listed on the Ho Chi Minh City Stock Exchange or Hanoi Stock Exchange and UpCom securities are determined at the closing prices (or other names, in accordance with the regulations of the Stock Exchange) of these securities on the last trading date before the valuation date.
- Fair value of unlisted shares is the average quoted price of two (02) securities companies which are not related parties of the Fund and approved by the Board of Representatives.
- Fair values of other financial assets and liabilities approximate their carrying values as at 30 June 2018 due to the short-term maturity of these financial instruments.

**24. Seasonality of operation**

The result of operation of the Fund is not subject to seasonality fluctuations.

**25. Changes in accounting estimates**

In preparing the interim financial statements, the Management of the Fund Management Company has made some accounting estimates. Actual results may differ from these accounting estimates. There is no significant change in accounting estimates compared to those made in the most recent annual financial statements or those made in the same interim period in the prior year.

**26. Unusual items**

There are no material unusual items during the period which affects the Net Asset Value, Net income or cash flows of the Fund.

**27. Changes in the composition of the Fund**

There are no changes in the composition of the Fund since the end of the latest annual accounting period which affects the interim financial statements of the Fund for the six-month period ended 30 June 2018.

**28. Post accounting period events**

As at the issuance date of these interim financial statements, the Fund's Net Asset Value is VND1,049,306,156,797, decreased by 12% as compared to that of 30 June 2018.

**Vietnam Blue-Chips Fund**

**Notes to the interim financial statements for the six-month period ended 30 June 2018  
(continued)**

**Form B06g – QM**

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

**29. Approval for issue the interim financial statements**

The interim financial statements for the six-month period ended 30 June 2018 were authorised for issue by the Board of Representatives on 8 August 2018.

8 August 2018

Vietnam Investment Fund Management Joint Stock Company

Prepared by:

Ms. Vuong Thi Tram Anh  
*Fund Accountant*

Approved by:

Mr. Nguyen Minh Dang Khanh  
*CEO cum CFO*



Mr. Tran Thanh Tan  
*Chief Executive Officer*





