



**Dragon Capital Vietfund Management  
Joint Stock Company  
(formerly known as Vietnam Investment Fund Management  
Joint Stock Company)**

Financial Safety Ratio Report  
as of 31 December 2020



**Dragon Capital Vietfund Management Joint Stock Company**  
**(formerly known as Vietnam Investment Fund Management Joint Stock Company)**  
**Corporation Information**

**Investment Licence No.** 01/GPDT-UBCKNN 15 July 2003

**Establishment**

**and Operation Licence No.** 179/QD-UBCK 18 August 2003  
58/QD-UBCK 7 March 2005  
766/QD-UBCK 8 December 2006  
253/QD-UBCK 5 April 2007  
16/UBCK-GP 23 June 2008  
45/UBCK-GP 8 January 2009  
63/UBCK-GP 24 February 2010  
73/UBCK-GP 24 June 2010  
79/UBCK-GP 4 November 2010  
361/QD-UBCK 18 April 2012  
36/GPDC-UBCK 28 May 2012  
17/GPDC-UBCK 3 June 2013  
06/GPDC-UBCK 30 January 2019  
88/GPDC-UBCK 30 December 2020

The Investment Establishment and Operation Licence and their updates were issued by the State Securities Commission of Vietnam and are valid for 50 years from the date of the Establishment and Operation Licence No. 45/UBCK-GP.

**Board of Directors**

|                       |                                 |
|-----------------------|---------------------------------|
| Mr. Dominic Scriven   | Chairman                        |
| Mr. Tran Thanh Tan    | Vice Chairman                   |
| Mr. Beat Schurch      | Member (from 31 December 2020)  |
| Mr. Le Anh Minh       | Member (from 31 December 2020)  |
| Mr. Nguyen Quoc Huan  | Member (from 31 December 2020)  |
| Ms. Luong Thi My Hanh | Member (until 30 December 2020) |
| Mr. Le Hoang Anh      | Member (until 30 December 2020) |

**Board of Management**

|                            |   |
|----------------------------|---|
| Mr. Beat Schurch           | Chief Executive Officer<br>(from 31 December 2020)  |
| Mr. Tran Thanh Tan         | Chief Executive Officer<br>(until 30 December 2020) |
| Ms. Luong Thi My Hanh      | Deputy General Director                             |
| Mr. Tran Le Minh           | Deputy General Director                             |
| Mr. Nguyen Minh Dang Khanh | Deputy General Director                             |

**Board of Supervisors**

|                         |          |
|-------------------------|----------|
| Ms. Phan Thi Tuy Van    | Chairman |
| Mr. Vo Tran Dinh Hieu   | Member   |
| Ms. Pham Thi Thanh Thuy | Member   |

**Dragon Capital Vietfund Management Joint Stock Company**  
**(formerly known as Vietnam Investment Fund Management Joint Stock Company)**  
**Corporation Information (continued)**

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**Registered Office** 17<sup>th</sup> Floor, Me Linh Point  
2 Ngo Duc Ke Street, Ben Nghe Ward  
District 1, Ho Chi Minh City  
Vietnam

**Auditor** KPMG Limited  
Vietnam

**Dragon Capital Vietfund Management  
Joint Stock Company**  
(formerly known as Vietnam Investment  
Fund Management Joint Stock Company)  
Re: Financial Safety Ratio Report

**SOCIALIST REPUBLIC OF VIETNAM**  
**Independence - Freedom - Happiness**  
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**To: The State Securities Commission of Vietnam**

**FINANCIAL SAFETY RATIO REPORT**

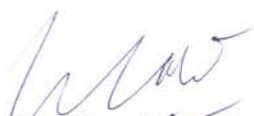
As of 31 December 2020

We undertake as follows:

- (1) This report has been prepared on up to date data at the reporting date and in accordance with the requirements of Circular No. 87/2017/TT-BTC dated 15 August 2017 issued by the Ministry of Finance regulating financial safety ratios and measures for non-compliance applicable to securities business organisations;
- (2) The issues having impact on the Company's financial status that may arise after the reporting date will be updated in the next reporting period;
- (3) We fully accept legal responsibilities for the accuracy and fairness of the contents of this report.

9 March 2021

Prepared by:

  
Mr. Pham Thanh Dung  
Chief Accountant

Reviewed by:

  
Ms. Vuong Thi Tram Anh  
Internal Control

Approved by:

  
Mr. Beat Schurch  
Chief Executive Officer



KPMG Limited Branch  
10<sup>th</sup> Floor, Sun Wah Tower  
115 Nguyen Hue Street, Ben Nghe Ward  
District 1, Ho Chi Minh City, Vietnam  
+84 (28) 3821 9266 | kpmg.com.vn

## **INDEPENDENT AUDITOR'S REPORT ON FINANCIAL SAFETY RATIO REPORT**

### **To the Board of Directors**

### **Dragon Capital Vietfund Management Joint Stock Company (formerly known as Vietnam Investment Fund Management Joint Stock Company)**

We have audited the Financial Safety Ratio Report of Dragon Capital Vietfund Management Joint Stock Company (formerly known as Vietnam Investment Fund Management Joint Stock Company) ("the Company") as of 31 December 2020 including the explanatory notes thereto which was authorised for issue by the Company's Board of Management on 9 March 2021, as set out on pages 6 to 30.

### **Management's Responsibility**

The Company's Board of Management is responsible for the preparation and presentation of the Financial Safety Ratio Report in accordance with the requirements of Circular No. 87/2017/TT-BTC dated 15 August 2017 ("Circular 87") issued by the Ministry of Finance regulating financial safety ratios and measures for non-compliance applicable to securities business organisations, and for such internal control as the Board of Management determines is necessary to enable the preparation of the Financial Safety Ratio Report that is free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

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

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

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



## Auditor's Opinion

In our opinion, the Financial Safety Ratio Report of Dragon Capital Vietfund Management Joint Stock Company (formerly known as Vietnam Investment Fund Management Joint Stock Company) as of 31 December 2020 has been prepared, in all material respects, in accordance with the requirements of Circular No. 87/2017/TT-BTC dated 15 August 2017 issued by the Ministry of Finance regulating financial safety ratios and measures for non-compliance applicable to securities business organisations.

## Basis of Preparation and Restriction on Use

We draw attention to Note 2 to the Financial Safety Ratio Report, which describes the basis of preparation. The Financial Safety Ratio Report has been prepared to enable the Company to comply with the requirements of Circular 87 issued by the Ministry of Finance regulating financial safety ratios and measures for non-compliance applicable to securities business organisations referred to above. As a result, the Financial Safety Ratio Report may not be suitable for another purpose. Our report is intended solely for the Company's submission to the State Securities Commission of Vietnam and disclosure of information as required by Circular 87 and should not be used for any other purposes.

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

Vietnam

Audit Report No.: 20-01-00304-21-2



Au Vanh Phoi

Practicing Auditor Registration  
Certificate No. 2252-2018-007-1  
Deputy General Director

Ho Chi Minh City, 9 March 2021



Pham Huy Cuong  
Practicing Auditor Registration  
Certificate No. 2675-2019-007-1

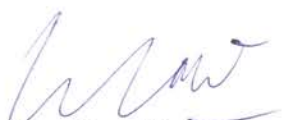


**Dragon Capital Vietfund Management Joint Stock Company**  
**(formerly known as Vietnam Investment Fund Management Joint Stock Company)**  
**Financial Safety Ratio Report as of 31 December 2020**

| No.      | Items                                    | Note     | Risk value/<br>liquid capital<br>31/12/2020 |
|----------|--|----------|---|
| 1        | Total market risk value (VND)            | 4        | 41,077,133,700                              |
| 2        | Total settlement risk value (VND)        | 5        | 11,576,488,416                              |
| 3        | Total operational risk value (VND)       | 6        | 20,487,594,657                              |
| <b>4</b> | <b>Total risk values (4=1+2+3) (VND)</b> |          | <b>73,141,216,773</b>                       |
| <b>5</b> | <b>Liquid capital (VND)</b>              | <b>7</b> | <b>287,591,101,089</b>                      |
| <b>6</b> | <b>Liquid capital ratio (6=5/4) (%)</b>  |          | <b>393%</b>                                 |

9 March 2021

Prepared by:

  
 Mr. Pham Thanh Dung  
 Chief Accountant

Reviewed by:

  
 Ms. Vuong Thi Tram Anh  
 Internal Control

Approved by:

  
 Mr. Beat Schurch  
 Chief Executive Officer

The accompanying notes are an integral part of this Financial Safety Ratio Report

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**Dragon Capital Vietfund Management Joint Stock Company  
(formerly known as Vietnam Investment Fund Management Joint Stock Company)  
Notes to the Financial Safety Ratio Report as of 31 December 2020**

These notes form an integral part of and should be read in conjunction with the accompanying Financial Safety Ratio Report.

**1. Reporting entity**

**(a) Ownership structure**

Dragon Capital Vietfund Management Joint Stock Company (formerly known as Vietnam Investment Fund Management Joint Stock Company) (“the Company”) is a joint stock company incorporated in Vietnam under Investment Licence No. 01/GPDT-UBCKNN issued by the State Securities Committee of Vietnam (“SSC”) on 15 July 2003. The Investment Licence/Establishment and Operation Licence and their amendments are valid for 50 years from 8 January 2009 which is the issuance date of the Establishment and Operation License No. 45/UBCK-GP.

According to Establishment and Operation License No. 88/GPDC-UBCK dated 30 December 2020, Vietnam Investment Fund Management Joint Stock Company changed its name to Dragon Capital Vietfund Management Joint Stock Company.

As at 31 December 2020 and 2019, the Company’s share capital is VND214,772 million.

**(b) Principal activities**

The principal activities of the Company are to provide fund management service, investment portfolio management service and investment consultancy service.

**(c) Normal business cycle**

The normal business cycle of the Company is generally within 12 months.

**(d) Number of employees**

As at 31 December 2020, the Company had 47 employees (31/12/2019: 47 employees) of which 19 staffs were management personnel, 1 staff was newly recruited, 1 staff was resigned and none were disciplined (31/12/2019: 18 staffs were management personnel, 9 staffs were newly recruited, 7 staffs were resigned and none were disciplined).

As at 31 December 2020, the Company had 17 employees (31/12/2019: 15 employees) who were qualified for fund and assets management.



## **2. Basis of preparation of the Financial Safety Ratio Report**

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

The Financial Safety Ratio Report has been prepared to enable the Company to comply with the requirements of Circular No. 87/2017/TT-BTC dated 15 August 2017 (“Circular 87”) issued by the Ministry of Finance regulating financial safety ratios and measures for non-compliance applicable to securities business organisations. Accordingly, the Financial Safety Ratio Report and its utilisation are not designed for those who are not informed about the principles and requirements of Circular 87 on preparation and presentation of Financial Safety Ratio Report applicable to securities business organisations in Vietnam. As a result, the Financial Safety Ratio Report may not be suitable for another purpose.

### **(b) Underlying financial data**

The Financial Safety Ratio Report was prepared based on the Company’s financial data as of 31 December 2020 and for the year then ended. This Financial Safety Ratio Report should be read in conjunction with the Company’s financial statements for the year ended 31 December 2020.

### **(c) Accounting and presentation currency**

The Company’s accounting currency is Vietnam Dong (“VND”), which is also the currency used for Financial Safety Ratio Report presentation purpose.

## **3. Summary of significant policies adopted in the preparation of the Financial Safety Ratio Report**

The following significant policies have been adopted by the Company in the preparation of this Financial Safety Ratio Report.

### **(a) Liquid capital ratio**

The Company’s liquid capital ratio is calculated in accordance with the requirements of Circular 87 as follows:

$$\text{Liquid capital ratio} = \frac{\text{Liquid capital}}{\text{Total risk value}} \times 100\%$$

In which, total risk value is the aggregate of market risk value (Note 3(c)), settlement risk value (Note 3(d)) and operational risk value (Note 3(e)).

**Dragon Capital Vietfund Management Joint Stock Company**  
**(formerly known as Vietnam Investment Fund Management Joint Stock Company)**  
**Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

**(b) Liquid capital**

Liquid capital is the capital which can be converted into cash within 90 days. The Company's liquid capital include the following items:

- Owner's investment equity, excluding redeemable preference shares (if any);
- Capital surplus, excluding redeemable preference shares (if any);
- Reserve to supplement charter capital;
- Investment and development funds (if any);
- Financial reserve;
- Other equity funds;
- Retained profits;
- Allowance for diminution in the value of assets;
- 50% of upward revaluation value of fixed assets, if any, in accordance with the prevailing regulations (in case of upward valuation), or subtract the reduction value (in the case downward valuation);
- Foreign exchange difference; and
- Other equity (if any).

Additions to the Company's liquid capital include the following items:

- All increases in the values of investments, financial assets stated at book value excluding securities issued by related organisations of the Company and securities with the remaining restricted trading period exceeding 90 days at the reporting date;
- Convertible bonds and preference shares issued by the Company with the original terms to maturity of at least five (5) years, unsecured by assets of the Company, only acquired by the maturity date at the owner's request or acquired on secondary market after notifying the State Securities Commission of Vietnam, stopped paying interest and of which the accumulated interest is transferred to the following year if the interest payment results in the Company's loss and registered with the State Securities Commission of Vietnam to supplement the liquid capital; and
- Other unsecured debt instruments issued by the Company with the original terms to maturity of more than ten (10) years; stopped paying interest and of which the accumulated interest is transferred to the following year if the interest payment results in the Company's loss and registered with the State Securities Commission of Vietnam to supplement the liquid capital.

For debts being convertible into equity and registered with the State Securities Commission of Vietnam to supplement the liquid capital, the Company deducts 20% of original value each year during the last five (5) years before maturity/conversion date into ordinary shares and deducts 25% of the remaining value for each quarter in the last four (4) quarters before maturity/conversion date into ordinary shares. Value of items used to supplement the liquid capital is capped at 50% of the Company's equity.

Deductions from the Company's liquid capital include the following items:

- Redeemable preference shares and treasury shares (if any);
- 100% of the downward revaluation value of fixed assets, if any, in accordance with the prevailing regulations;
- All decreases in the values of investments, excluding securities issued by related companies of the Company and securities with the remaining restricted trading period exceeding 90 days at the reporting date;
- Long-term assets and current assets with remaining term to maturity of more than 90 days;
- Asset items subject to qualifications in the audited financial statements (if any).

**Dragon Capital Vietfund Management Joint Stock Company**  
**(formerly known as Vietnam Investment Fund Management Joint Stock Company)**  
**Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

When determining the deductions from liquid capital, the Company deducts from the liquid capital an amount equal to the minimum value of the market value of the assets, the book value and the residual value of the obligations (for the assets used as collaterals for the obligations of the Company and third parties) and the minimum value of the market value of the collaterals and the book value (for the assets secured by customers' assets).

**(c) Market risk value**

Market risk value is the value corresponding to the level of loss which may occur if the market value of assets changes unfavourably. Market risk value is determined in accordance with the requirements of Circular 87 as follows:

$$\text{Market risk value} = \text{Net position} * \text{Asset value} * \text{Market risk coefficient}$$

In which, net position of any securities at a point of time is the quantity of securities currently held by the Company, after deducting the number of securities lent out and adding the number of securities borrowed in accordance with the prevailing regulations.

The market risk value excludes the market value of following securities and assets:

- Treasury shares;
- Securities issued by related parties of the Company;
- Securities with the remaining restricted trading period exceeding 90 days at the reporting date;
- Matured bonds, matured debt instruments and matured money market valuable papers; and
- Securities being hedged by call warrants or futures contracts, call warrants and call warrants contracts used to hedge the underlying securities.



**Dragon Capital Vietfund Management Joint Stock Company (formerly known as Vietnam Investment Fund Management Joint Stock Company)  
Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

| No.           | Type of asset  | Principles for determining market value   |
|---------------|--|---|
| 6             | Unlisted bonds                                       | <p>The highest value of the followings:<br/>                     + Quoted price (if any) from the quoting system selected by the Company plus accrued interest;<br/>                     + Purchase price plus accrued interest;<br/>                     + Par value plus accrued interest; and<br/>                     + Value determined in accordance with the Company's internal methodology plus accrued interest.<br/> <i>In other words:</i><br/>                     Max (Quoted price (if any); Purchase price plus accrued interest; Par value plus accrued interest; Value determined in accordance with the Company's internal methodology plus accrued interest)</p> |
| <b>Shares</b> |  |   |
| 7             | Shares listed on the Ho Chi Minh City Stock Exchange | <p>➤ Closing price at the last trading date prior to the reporting date<br/>                     ➤ If there was no trading in two (02) weeks prior to the reporting date, market value is the highest value of the followings:<br/>                     + Book value;<br/>                     + Purchase price; and<br/>                     + Value determined in accordance with the Company's internal methodology.<br/> <i>In other words:</i><br/>                     Max (Book value; Purchase price; Value determined in accordance with the Company's internal methodology)</p>   |
| 8             | Shares listed on the Hanoi Stock Exchange            | <p>➤ Closing price at the last trading date prior to the reporting date<br/>                     ➤ If there was no trading in two (02) weeks prior to the reporting date, market value is the highest value of the followings:<br/>                     + Book value;<br/>                     + Purchase price; and<br/>                     + Value determined in accordance with the Company's internal methodology.<br/> <i>In other words:</i><br/>                     Max (Book value; Purchase price; Value determined in accordance with the Company's internal methodology)</p>   |

Dragon Capital Vietfund Management Joint Stock Company (formerly known as Vietnam Investment Fund Management Joint Stock Company)  
Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)

| No. | Type of asset   | Principles for determining market value   |
|-----|---|---|
| 9   | Shares of public companies registered for trading on UpCom                                  | <p>➢ Closing price at the last trading date prior to the reporting date</p> <p>➢ If there was no trading in two (02) weeks prior to the reporting date, market value is the highest value of the followings:<br/>                     + Book value;<br/>                     + Purchase price; and<br/>                     + Value determined in accordance with the Company's internal methodology.<br/> <i>In other words:</i><br/>                     Max (Book value; Purchase price; Value determined in accordance with the Company's internal methodology)</p>   |
| 10  | Shares already custodied but not yet listed and not yet registered for trading              | <p>➢ Average of the quoted prices from at least three (3) securities companies which are not related to the Company at the last trading date prior to the reporting date</p> <p>➢ If there was no sufficient quoted prices from three (3) securities companies, market value is the highest value of the followings:<br/>                     + Quoted prices from securities companies;<br/>                     + Price of the latest period;<br/>                     + Book value;<br/>                     + Purchase price; and<br/>                     + Value determined in accordance with the Company's internal methodology.<br/> <i>In other words:</i><br/>                     Max (Quoted prices from securities companies; Price of the latest period; Book value; Purchase price; Value determined in accordance with the Company's internal methodology)</p> |
| 11  | Shares for which trading has been suspended or shares which have been delisted or cancelled | <p>The highest value of the followings:<br/>                     + Book value;<br/>                     + Par value; and<br/>                     + Value determined in accordance with the Company's internal methodology.<br/> <i>In other words:</i><br/>                     Max (Book value; Par value; Value determined in accordance with the Company's internal methodology)</p>  |

**Dragon Capital Vietfund Management Joint Stock Company (formerly known as Vietnam Investment Fund Management Joint Stock Company)  
Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

| No.  | Type of asset   | Principles for determining market value   |
|--|---|---|
| 12   | Shares of organisations which are currently being dissolved or bankrupt                             | 80% of the liquidation value of such shares (distributed value because organisations are dissolved, bankrupt or book value) at the latest balance sheet date, or value determined in accordance with the Company's internal methodology   |
| 13   | Other shares and capital contribution   | The highest value of the followings:<br>+ Book value;<br>+ Purchase price/capital contribution amount; and<br>+ Value determined in accordance with the Company's internal methodology.<br><i>In other words:</i><br>Max (Book value; Purchase price/capital contribution amount; Value determined in accordance with the Company's internal methodology) |
| <b>Funds/Shares of securities investment companies</b> |   |   |
| 14   | Closed-end public funds   | ➤ Closing price at the last trading date prior to the reporting date<br>➤ If there was no trading in two weeks prior to the reporting date, the latest NAV/fund unit prior to the reporting date  |
| 15   | Member funds/Open-ended funds/Shares issued in private placement of securities investment companies | Latest Net asset value per capital contribution unit/fund certificate unit/share prior to the reporting date  |
| 16   | Others  | Value determined in accordance with the Company's internal methodology  |
| <b>Fixed assets</b>                                    |   |   |
| 17   | Land use rights ...   | Value determined by an independent valuation organisation appointed by the Company  |
| 18   | Building and structures, including construction in progress   | Value determined by an independent valuation organisation appointed by the Company/Accumulated costs of construction in progress  |
| 19   | Machinery, equipment and motor vehicles ...   | Net book value of the asset   |
| 20   | Other fixed assets  | Value determined by an independent valuation organisation appointed by the Company  |

Dragon Capital Vietfund Management Joint Stock Company (formerly known as Vietnam Investment Fund Management Joint Stock Company)  
Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)

| No.                     | Type of asset  | Principles for determining market value   |
|-------------------------|--|---|
| <b>Other securities</b> |  |   |
| 21                      | Secured warrants issued by other securities business organisations | Closing price at the last trading date prior to the reporting date<br><br>Purchase price (for unlisted secured warrants)  |
| 22                      | Shares listed on overseas markets                                  | Price (in foreign currency) x exchange rate at the reporting date<br><br>Closing price at the last trading date prior to the reporting date<br><br>If there was no trading in two (02) weeks prior to the reporting date, market value is the highest value of the followings:<br>+ Book value;<br>+ Purchase price; and<br>+ Value determined in accordance with the Company's internal methodology.<br><i>In other words:</i><br>Max (Book value; Purchase price; Value determined in accordance with the Company's internal methodology) |

**Dragon Capital Vietfund Management Joint Stock Company**  
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**Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

**(ii) Market risk coefficient**

Market risk coefficient is determined for each type of asset in accordance with the requirements of Circular 87 as disclosed in Note 4.

**(iii) Increase in market risk value**

The market risk value of each asset will be adjusted upward if the Company significantly invests in such asset, except for secured underwriting securities, Government bonds and bonds guaranteed by the Government. Market risk value is adjusted upward in accordance with the following principles:

- Increase by 10% if the value of any investment in shares and debts of an organisation accounts for more than 10% to 15% of the Company's equity;
- Increase by 20% if the value of any investment in shares and debts of an organisation accounts for more than 15% to 25% of the Company's equity; and
- Increase by 30% if the value of any investment shares and debts of an organisation accounts for more than 25% of the Company's equity.

Dividends, coupons, value of privileged rights of securities (if any) or interest receivables from cash and cash equivalents, transferrable instruments and valuable papers are added to the asset value when determining the market risk value.

**(d) Settlement risk value**

Settlement risk value is the value corresponding to the level of loss which may occur if a counterparty is unable to settle obligations or transfer assets on time as committed. Settlement risk value is determined at the end of transaction date or contract date as follows:

- Settlement risk value before the due date for transfer of securities, cash and liquidation of contract is determined in accordance with the following principle:

*Settlement risk value before due date*

$$= \text{Settlement risk coefficient by counterparty} * \text{Value of the asset with potential settlement risk}$$

The above principle to determine settlement risk value before due date is applicable for the following contracts:

- Term deposits at credit institutions, loans to other organisations and individuals;
- Securities lending contracts and securities borrowing contracts in compliance with laws;
- Repurchase agreements in compliance with laws;
- Reverse repurchase agreements in compliance with laws;
- Margin loan contracts in compliance with laws; and
- Undue accounts receivable, other receivables from customers relating to securities brokerage activities.



**Dragon Capital Vietfund Management Joint Stock Company  
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Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

- Overdue settlement risk value is determined in accordance with the following principle:

$$\text{Overdue settlement risk value} = \text{Settlement risk coefficient by overdue status} \times \text{Value of the asset with potential settlement risks}$$

The principle for determining the overdue settlement risk value shall be applied to:

- Overdue accounts receivable, including matured bonds, matured valuable papers, matured debt instruments not yet redeemed on maturity date;
- Assets of which the time of transfer has been passed, including securities held on behalf of customers from brokerage activities;
- Securities, receivables from securities transactions, term contracts include term deposits at credit institutions, loans to other organisations and individuals; securities lending contracts and securities borrowing contracts in compliance with laws; repurchase agreements in compliance with laws; reverse repurchase agreements in compliance with laws; margin loan contracts in compliance with laws; and receivables from customers.

**(i) Settlement risk coefficient**

In accordance with the requirements of Circular 87, settlement risk coefficient by counterparty is as follows:

| No. | Counterparty   | Settlement risk coefficient |
|-----|--|-----------------------------|
| 1   | The Government, issuing organisations guaranteed by the Government and Central banks of countries in the OECD, People's Committee of provinces and cities under Central authority  | 0%                          |
| 2   | The Stock Exchanges, Vietnam Securities Depository   | 0.8%                        |
| 3   | Credit institutions, financial institutions, and securities trading companies established in the countries in the OECD and with a credit rating satisfying the internal rules of the Company   | 3.2%                        |
| 4   | Credit institutions, financial institutions, and securities trading companies established in the countries outside the OECD; or established in the countries in the OECD but with a credit rating not satisfying the internal rules of the Company | 4.8%                        |
| 5   | Credit institutions, financial institutions and securities trading companies established and operating in Vietnam  | 6%                          |
| 6   | Other organisations and individuals  | 8%                          |

**Dragon Capital Vietfund Management Joint Stock Company**  
**(formerly known as Vietnam Investment Fund Management Joint Stock Company)**  
**Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

In accordance with the requirements of Circular 87, settlement risk coefficient by overdue status is as follows:

| No. | Overdue status for settlement/transfer of securities                   | Settlement risk coefficient |
|-----|--|-----------------------------|
| 1   | 0 - 15 days after the due date for settlement/transfer of securities   | 16%                         |
| 2   | 16 - 30 days after the due date for settlement/transfer of securities  | 32%                         |
| 3   | 31 - 60 days after the due date for settlement/transfer of securities  | 48%                         |
| 4   | Above 60 days after the due date for settlement/transfer of securities | 100%                        |

Time for settlement/transfer of securities is in accordance with regulations on derivative securities (for derivative securities), T+2 (for listed securities), T+1 (for listed bonds), or T+n (for transactions agreed outside the trading system).

**(ii) Value of assets with potential settlement risk**

➤ *Value of assets with potential settlement risk in securities borrowing activities, securities lending activities, margin trading activities, and repurchase/reverse repurchase agreements:*

| No. | Type of transaction  | Value of assets with settlement risks   |
|-----|--|---|
| 1   | Term deposits and unsecured loans  | Total value of the deposit, loans   |
| 2   | Securities lending   | Max {(Market value of the contract – Value of collateral assets (if any)), 0}   |
| 3   | Securities borrowings  | Max {(Value of collateral assets – Market value of the contract), 0}  |
| 4   | Reverse repurchase agreements  | Max {(Contract value calculated in accordance with purchase price – Market value of the contract * (1 – Market risk coefficient)), 0} |
| 5   | Repurchase agreements  | Max {Market value of the contract * (1 – Market risk coefficient) – Contract value based on the selling price), 0}                    |
| 6   | Margin loans (lending to customers to purchase securities) /other arrangements with similar nature | Max {(Outstanding loan balance – Value of collateral assets), 0}  |

Outstanding balance comprises principal, interest and related fees.

Value of collateral assets is determined based on market value. When the market value of collateral assets is not available, the value of collateral assets are determined in accordance with Company's internal methodology.

**Dragon Capital Vietfund Management Joint Stock Company**  
**(formerly known as Vietnam Investment Fund Management Joint Stock Company)**  
**Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

➤ *Value of assets with potential settlement risk in securities trading activities:*

| No.   | Time  | Value of assets with potential settlement risks   |
|---|---|---|
| <b>A. For sale of securities transactions (seller is the Company or the Company's customers in brokerage activities)</b>    |   |   |
| 1   | Before the due date for settlement          | 0   |
| 2   | After the due date for settlement           | Market value of the contract (if the market value is lower than the transaction price)  |
|   |   | 0 (if the market value is higher than the transaction price)                            |
| <b>B. For purchase of securities transactions (buyer is the Company or the Company's customers in brokerage activities)</b> |   |   |
| 1   | Before the due date for securities transfer | 0   |
| 2   | After the due date for securities transfer  | Market value of the contract (if the market value is higher than the transaction price) |
|   |   | 0 (if the market value is lower than the transaction price)                             |

➤ *Settlement risk values of accounts receivable, bonds and debt instruments in due are the underlying amounts including par value and accrued interest and fees, less actual cash previously received (if any).*

**(iii) Deductions from the value of assets with potential settlement risk**

The Company deducts the value of collateral assets received from counterparties or customers from the value of assets with settlement risk when determining the value of assets with potential settlement risks if the contracts and transactions meet the following criteria:

- The counterparties, customers have collateral assets to secure for their obligations including cash, cash equivalents, valuable papers, transferable money market instruments, listed securities on the Stock Exchanges, Government bonds, or bonds underwritten by the Ministry of Finance; and
- The Company has the right to control, manage, use or transfer the collateral assets if the counterparties fail to settle the obligations according to the contractual schedules.

Value of collateral assets deducted from the value of assets with potential settlement risk is calculated as follows:

$$\text{Value of collateral assets} = \text{Asset quantity} * \text{Unit price} * (1 - \text{Market risk coefficient})$$

Asset value is determined in accordance with the requirements of Circular 87 as described in Note 3(c)(i).

Market risk coefficient is determined in accordance with the requirements of Circular 87 as disclosed in Note 4.



**Dragon Capital Vietfund Management Joint Stock Company**  
**(formerly known as Vietnam Investment Fund Management Joint Stock Company)**  
**Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

**(iv) Increase in settlement risk value**

Settlement risk values are adjusted upward in the following cases:

- Increase by 10% if the value of term deposits, loans, undue receivables, reverse repurchase agreements, repurchase agreements to any organisation or individual and group of related organisations and individuals (if any) accounts for more than 10% to 15% of the Company's equity;
- Increase by 20% if the value of term deposits, loans, undue receivables, reverse repurchase agreements, repurchase agreements to any organisation or individual and group of related organisations and individuals (if any), accounts for more than 15% to 25% of the Company's equity;
- Increase by 30% if the value of term deposits, loans, undue receivables, reverse repurchase agreements, repurchase agreements to any organisation or individual and group of related organisations and individuals (if any), or to any individuals and entities related to such individuals (if any), accounts for 25% or more of the Company's equity.

**(v) Netting off value of assets with potential settlement risk**

The value of assets with potential settlement risk is netted off if:

- The settlement risk is related to the same counterparty;
- The settlement risk arises from the same type of transactions; and
- The netting off is agreed by the parties in writing.

**(e) Operational risk value**

Operational risk value is the value corresponding to the level of loss which may occur due to a technical or system error, human error during the operations, shortage of capital arising from expenses, losses from investment activities, or other objective reasons.

The operational risk value of the Company is calculated at the higher of:

- 25% of the Company's operating expenses for the last 12 months prior to the reporting date; and
- 20% of its legal capital.

Operating expenses include all costs incurred during the period after deducting:

- Depreciation and amortisation expenses;
- Additions to/(reversals of) allowance for diminution in the value of short-term financial investments;
- Additions to/(reversals of) allowance for diminution in the value of long-term financial investments; and
- Additions to/(reversals of) allowance for doubtful debts.



**Dragon Capital Vietfund Management Joint Stock Company**  
**(formerly known as Vietnam Investment Fund Management Joint Stock Company)**  
**Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

**4. Market risk value**

| Investment portfolio as of 31 December 2020 |  | Risk coefficient<br>(1) | Risk exposure<br>(VND)<br>(2) | Risk value<br>(VND)<br>(3)=(1)*(2) |
|---|--|-------------------------|-------------------------------|------------------------------------|
| <b>I.</b>                                   | <b>Cash and cash equivalents, money market instruments</b>   |                         | <b>147,630,714,860</b>        | <b>-</b>                           |
| 1.  | Cash   | 0%                      | 3,317,339,520                 | -                                  |
| 2.  | Cash equivalents   | 0%                      | 114,060,964,381               | -                                  |
| 3.  | Valuable papers, transferable money market instruments and certificate of deposits   | 0%                      | 30,252,410,959                | -                                  |
| <b>II.</b>                                  | <b>Government bonds</b>  |                         | <b>-</b>                      | <b>-</b>                           |
| 4.  | Zero-coupon Government bonds   | 0%                      | -                             | -                                  |
| 5.  | Government bonds: Government bonds (including bonds and construction bonds issued previously), Government bonds issued by governments of countries in the OECD or bonds guaranteed by the government or central bank of countries in the OECD, and bonds issued by IBRD, ADB, IADB, AFDB, EIB and EBRD | 3%                      | -                             | -                                  |
| <b>III.</b>                                 | <b>Corporate bonds</b>   |                         | <b>129,561,357,017</b>        | <b>30,555,936,515</b>              |
| 6.  | Listed bonds with remaining terms to maturity of less than 1 year, including convertible bonds   | 8%                      | -                             | -                                  |
|   | Listed bonds with remaining terms to maturity of 1 year to less than 3 years, including convertible bonds  | 10%                     | 31,419,452,055                | 3,141,945,205                      |
|   | Listed bonds with remaining terms to maturity of 3 years to less than 5 years, including convertible bonds   | 15%                     | -                             | -                                  |
|   | Listed bonds with remaining terms to maturity of 5 years or more, including convertible bonds  | 20%                     | -                             | -                                  |
| 7.  | Unlisted bonds with remaining term to maturity of less than 1 year, including convertible bonds  | 25%                     | 28,256,657,534                | 7,064,164,384                      |
|   | Unlisted bonds with remaining terms to maturity of 1 year to less than 3 years, including convertible bonds  | 30%                     | 70,138,082,192                | 21,041,424,658                     |
|   | Unlisted bonds with remaining terms to maturity of 3 years to less than 5 years, including convertible bonds   | 35%                     | -                             | -                                  |
|   | Unlisted bonds with remaining terms to maturity of 5 years or more, including convertible bonds  | 40%                     | -                             | -                                  |

**Dragon Capital Vietfund Management Joint Stock Company**  
**(formerly known as Vietnam Investment Fund Management Joint Stock Company)**  
**Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

| Investment portfolio as of 31 December 2020 |   | Risk coefficient<br>(1) | Risk exposure<br>(VND)<br>(2) | Risk value<br>(VND)<br>(3)=(1)*(2) |                       |
|---|---|-------------------------|-------------------------------|------------------------------------|-----------------------|
| <b>IV.</b>                                  | <b>Shares</b>   |                         | <b>17,690,400,000</b>         | <b>5,307,120,000</b>               |                       |
| 8.  | Ordinary shares and preference shares of companies listed on the Ho Chi Minh City Stock Exchange; open-ended fund certificates  | 10%                     | -                             | -                                  |                       |
| 9.  | Ordinary shares and preference shares of companies listed on the Hanoi Stock Exchange   | 15%                     | -                             | -                                  |                       |
| 10.   | Ordinary shares and preference shares of unlisted public companies registered for trading on UPCOM  | 20%                     | -                             | -                                  |                       |
| 11.   | Ordinary shares and preference shares of public companies which have been registered for depository, but have not been listed or not yet registered for trading; shares of Initial Public Offerings (IPO) | 30%                     | 17,690,400,000                | 5,307,120,000                      |                       |
| 12.   | Shares of other public companies  | 50%                     | -                             | -                                  |                       |
| <b>V.</b>                                   | <b>Securities investment fund certificates</b>  |                         | -                             | -                                  |                       |
| 13.   | Public funds, including public securities investment companies  | 10%                     | -                             | -                                  |                       |
| 14.   | Member funds, securities investment companies   | 30%                     | -                             | -                                  |                       |
| <b>VI.</b>                                  | <b>Securities restricted for trading</b>  |                         | -                             | -                                  |                       |
| 15.   | Securities temporarily stopped for trading  | 40%                     | -                             | -                                  |                       |
| 16.   | Delisted or cancelled securities  | 50%                     | -                             | -                                  |                       |
| <b>VII.</b>                                 | <b>Other assets</b>   |                         | -                             | -                                  |                       |
| 17.   | Shares, contributed capital and other securities  |                         | -                             | -                                  |                       |
| 18.   | Other investment securities   |                         | -                             | -                                  |                       |
| <b>VIII.</b>                                | <b>Increase in risks (if any)</b>   | <b>Additional level</b> | <b>Risk coefficient</b>       | <b>101,557,534,247</b>             | <b>5,150,868,494</b>  |
| 1.  | Listed bond of Kinh Bac City Development Holding Corporation  | 10%                     | 10%                           | 31,419,452,055                     | 314,194,521           |
| 2.  | Unlisted bond Khang Dien House Trading And Investment Joint Stock Company   | 20%                     | 30%                           | 70,138,082,192                     | 4,208,284,932         |
|   | <b>TOTAL MARKET RISK (I+II+III+IV+V+VI+VII+VIII)</b>  |                         |                               |                                    | <b>41,077,133,700</b> |

Dragon Capital Vietfund Management Joint Stock Company  
(formerly known as Vietnam Investment Fund Management Joint Stock Company)  
Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)

5. Settlement risk value

| I.  | Settlement risk before due date as of 31 December 2020   | Risk value (VND) |       |                             |       |                            |                    | Total risk value (VND)  |
|-----|--|------------------|-------|-----------------------------|-------|----------------------------|--------------------|-------------------------|
|     |  | (1)              | (2)   | (3)                         | (4)   | (5)                        | (6)                |                         |
|     | Type of transaction  |                  |       |                             |       |                            |                    |                         |
|     | Settlement risk coefficient  | 0%               | 0.80% | 3.20%                       | 4.80% | 6%                         | 8%                 |                         |
| 1.  | Term deposits, unsecured loans and receivables from securities trading and securities services     | -                | -     | -                           | -     | 8,658,802,520              | 954,785,797        | 9,613,588,317           |
| 2.  | Securities lending/Other arrangements with similar nature  | -                | -     | -                           | -     | -                          | -                  | -                       |
| 3.  | Securities borrowings/Other arrangements with similar nature                                       | -                | -     | -                           | -     | -                          | -                  | -                       |
| 4.  | Reverse repurchase agreements/Other arrangements with similar nature                               | -                | -     | -                           | -     | -                          | -                  | -                       |
| 5.  | Repurchase agreements/Other arrangements with similar nature                                       | -                | -     | -                           | -     | -                          | -                  | -                       |
| 6.  | Margin loans (lending to customers to purchase securities)/ Other arrangements with similar nature | -                | -     | -                           | -     | -                          | -                  | -                       |
|     | <b>Sub-total of settlement risk before due date</b>  | -                | -     | -                           | -     | <b>8,658,802,520</b>       | <b>954,785,797</b> | <b>9,613,588,317</b>    |
| II. | <b>Overdue settlement risk as of 31 December 2020</b>  |                  |       |                             |       |                            |                    |                         |
|     | <b>Overdue status</b>  |                  |       | <b>Risk coefficient (%)</b> |       | <b>Risk exposure (VND)</b> |                    | <b>Risk value (VND)</b> |
| 1.  | 0 - 15 days after the due date for payment/transfer of securities                                  |                  |       | 16%                         |       | -                          |                    | -                       |
| 2.  | 16 - 30 days after the due date for payment/transfer of securities                                 |                  |       | 32%                         |       | -                          |                    | -                       |
| 3.  | 31 - 60 days after the due date for payment/transfer of securities                                 |                  |       | 48%                         |       | -                          |                    | -                       |
| 4.  | Above 60 days after the due date for payment/transfer of securities                                |                  |       | 100%                        |       | -                          |                    | -                       |
|     | <b>Sub-total of overdue settlement</b>   |                  |       | <b>100%</b>                 |       | -                          |                    | -                       |

**Dragon Capital Vietfund Management Joint Stock Company  
(formerly known as Vietnam Investment Fund Management Joint Stock Company)  
Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

**5. Settlement risk value (continued)**

| <b>III. Other increase in settlement risk value (if any) as of 31 December 2020</b> |  |                             |                            |                         |  |
|---|--|-----------------------------|----------------------------|-------------------------|--|
|   | <b>Increase in market risk value (%)</b> | <b>Risk Coefficient (%)</b> | <b>Risk exposure (VND)</b> | <b>Risk value (VND)</b> |  |
| <b>Details by counterparty</b>  |  |                             |                            |                         |  |
| 1. Certificate of deposit at Vietnam Prosperity Joint Stock Commercial Bank         | 30%                                      | 6%                          | 109,050,005,479            | 1,962,900,099           |  |
| <b>Sub-total of increase in settlement risk</b>                                     |  |                             | <b>109,050,005,479</b>     | <b>1,962,900,099</b>    |  |
| <b>TOTAL SETTLEMENT RISK (I+II+III)</b>   |  |                             |                            | <b>11,576,488,416</b>   |  |

- (1) Settlement risk value applicable to the Government, issuing organisations guaranteed by the Government or the Ministry of Finance, the State Bank of Vietnam, Governments and Central banks of OECD countries, People's Committees of provinces and cities under central authority;
- (2) Settlement risk value applicable to the Stock Exchanges, Vietnam Securities Depository;
- (3) Settlement risk value applicable to credit institutions, financial institutions, and securities trading companies established in the OECD countries;
- (4) Settlement risk value applicable to credit institutions, financial institutions, and securities trading companies established outside the OECD countries;
- (5) Settlement risk value applicable to credit institutions, financial institutions, and securities trading companies established and operating in Vietnam; and
- (6) Settlement risk value applicable to other organisations and individuals.



**Dragon Capital Vietfund Management Joint Stock Company**  
**(formerly known as Vietnam Investment Fund Management Joint Stock Company)**  
**Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

**6. Operational risk value**

| No.  | Items  | VND                   |
|--|--|-----------------------|
| <b>I.</b>                                    | <b>Total operating expenses for the year ended 31 December 2020</b>  | <b>85,449,670,540</b> |
| <b>II.</b>                                   | <b>Deductions from total operating expenses</b>  | <b>3,499,291,913</b>  |
| 1.   | Depreciation and amortisation expenses   | 3,499,291,913         |
| 2.   | Additions to/(reversals of) allowance for diminution in the value of short-term securities investments                           | -                     |
| 3.   | Additions to/(reversals of) allowance for diminution in the value of long-term securities investments and other long-term assets | -                     |
| 4.   | Additions to/(reversals of) allowance for doubtful debts   | -                     |
| <b>III.</b>                                  | <b>Total operating expenses after deductions (III = I – II)</b>  | <b>81,950,378,627</b> |
| <b>IV.</b>                                   | <b>25% of total operating expenses after deductions (IV = 25% III)</b>   | <b>20,487,594,657</b> |
| <b>V.</b>                                    | <b>20% of legal capital of the Company</b>   | <b>5,000,000,000</b>  |
| <b>TOTAL OPERATIONAL RISK (=Max {IV, V})</b> |  | <b>20,487,594,657</b> |



**Dragon Capital Vietfund Management Joint Stock Company**  
**(formerly known as Vietnam Investment Fund Management Joint Stock Company)**  
**Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

**7. Liquid capital**

| No.        | Items   | Liquid capital as of 31 December 2020 |                  |                        |
|------------|---|---------------------------------------|------------------|------------------------|
|            |   | Liquid capital (VND)                  | Deductions (VND) | Additions (VND)        |
| <b>A.</b>  | <b>Equity</b>   |                                       |                  |                        |
| 1.         | Share capital, excluding redeemable preference shares (if any)              | 214,772,030,000                       |                  |                        |
| 2.         | Capital surplus, excluding redeemable preference shares (if any)            | (60,690,000,000)                      |                  |                        |
| 3.         | Treasury shares   | -                                     |                  |                        |
| 4.         | Reserve to supplement charter capital (if any)                              | 5,246,907,080                         |                  |                        |
| 5.         | Investment and development fund (if any)                                    | -                                     |                  |                        |
| 6.         | Financial reserve   | 13,285,180,398                        |                  |                        |
| 7.         | Other capital reserve   | -                                     |                  |                        |
| 8.         | Retained profits  | 137,731,500,780                       |                  |                        |
| 9.         | Allowance for diminution in the value of assets                             | -                                     |                  |                        |
| 10.        | Differences from fixed asset revaluation                                    | -                                     |                  |                        |
| 11.        | Foreign exchange differences  | -                                     |                  |                        |
| 12.        | Convertible debts   |                                       |                  | -                      |
| 13.        | Deductions from or additions to investments securities (i)                  | -                                     | -                | 2,034,760,000          |
| 14.        | Other equity (if any)   |                                       |                  |                        |
| <b>1A.</b> | <b>Sub-total</b>  |                                       |                  | <b>312,380,378,258</b> |
| <b>B.</b>  | <b>Current assets</b>   |                                       |                  |                        |
| <b>I.</b>  | <b>Cash and cash equivalents</b>  |                                       |                  |                        |
| <b>II.</b> | <b>Short-term investments</b>   |                                       |                  |                        |
| 1.         | Short-term investments  |                                       |                  |                        |
|            | Securities with potential market risk as set out in Clause 2 of Article 9   |                                       |                  |                        |
|            | Securities deducted from liquid capital as set out in Clause 5 of Article 6 |                                       |                  | -                      |
| 2.         | Allowance for diminution in the value of short-term investments             |                                       |                  |                        |

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**Dragon Capital Vietfund Management Joint Stock Company**  
**(formerly known as Vietnam Investment Fund Management Joint Stock Company)**  
**Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

| No.         | Items  | Liquid capital as of 31 December 2020 |                  |                 |
|-------------|--|---------------------------------------|------------------|-----------------|
|             |  | Liquid capital (VND)                  | Deductions (VND) | Additions (VND) |
| <b>III.</b> | <b>Accounts receivable - short-term, including receivable from entrusting activities</b>                     |                                       |                  |                 |
| 1.          | Accounts receivable from customers   |                                       |                  |                 |
|             | Accounts receivable with remaining terms to maturity of 90 days or less                                      |                                       |                  |                 |
|             | Accounts receivable with remaining terms to maturity of more than 90 days                                    |                                       | -                |                 |
| 2.          | Prepayments to suppliers   |                                       | -                |                 |
| 3.          | Receivables from management activities   |                                       |                  |                 |
|             | Receivables from management activities with remaining terms to maturity of 90 days or less                   |                                       |                  |                 |
|             | Receivables from management activities with remaining terms to maturity of more than 90 days                 |                                       | 356,669,500      |                 |
| 4.          | Short-term intra-company receivables   |                                       |                  |                 |
|             | Intra-company receivables with remaining terms to maturity of 90 days or less                                |                                       |                  |                 |
|             | Intra-company receivables with remaining terms to maturity of more than 90 days                              |                                       | -                |                 |
| 5.          | Accounts receivable from securities trading activities   |                                       |                  |                 |
|             | Accounts receivable from securities trading activities with remaining terms to maturity of 90 days or less   |                                       |                  |                 |
|             | Accounts receivable from securities trading activities with remaining terms to maturity of more than 90 days |                                       | -                |                 |
| 6.          | Other receivables  |                                       |                  |                 |
|             | Other receivables with remaining terms to maturity of 90 days or less  |                                       |                  |                 |
|             | Other receivables with remaining terms to maturity of more than 90 days                                      |                                       | -                |                 |
| 7.          | Allowance for doubtful debts   |                                       |                  |                 |
| <b>IV.</b>  | <b>Inventories</b>   |                                       | -                |                 |



**Dragon Capital Vietfund Management Joint Stock Company**  
**(formerly known as Vietnam Investment Fund Management Joint Stock Company)**  
**Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

| No.         | Items   | Liquid capital as of 31 December 2020 |                       |                      |
|-------------|---|---------------------------------------|-----------------------|----------------------|
|             |   | Liquid capital<br>(VND)               | Deductions<br>(VND)   | Additions<br>(VND)   |
| <b>V.</b>   | <b>Other current assets</b>   |                                       |                       |                      |
| 1.          | Short-term prepayments  |                                       | 4,003,158,983         |                      |
| 2.          | Deductible value added tax  |                                       |                       |                      |
| 3.          | Taxes and other receivables from the State Treasury                             |                                       |                       |                      |
| 4.          | Other current assets  |                                       |                       |                      |
| 4.1.        | Advances  |                                       |                       |                      |
|             | Advances with remaining terms of 90 days or less                                |                                       |                       |                      |
|             | Advances with remaining terms of more than 90 days                              |                                       | 128,439,813           |                      |
| 4.2.        | Other current assets  |                                       |                       |                      |
| <b>1B.</b>  | <b>Sub-total</b>  |                                       |                       | <b>4,488,268,296</b> |
| <b>C.</b>   | <b>Long-term assets</b>   |                                       |                       |                      |
| <b>I.</b>   | <b>Long-term receivables, including receivable from entrusting activities</b>   |                                       |                       |                      |
| 1.          | Accounts receivable   |                                       |                       |                      |
|             | Accounts receivable with remaining terms to maturity of 90 days or less         |                                       |                       |                      |
|             | Accounts receivable with remaining terms to maturity of more than 90 days       |                                       | -                     |                      |
| 2.          | Allocated capital at dependent units  |                                       | -                     |                      |
| 3.          | Intra-company receivables   |                                       |                       |                      |
|             | Intra-company receivables with remaining terms to maturity of 90 days or less   |                                       |                       |                      |
|             | Intra-company receivables with remaining terms to maturity of more than 90 days |                                       | -                     |                      |
| 4.          | Other receivables   |                                       |                       |                      |
|             | Other receivables with remaining terms to maturity of 90 days or less           |                                       |                       |                      |
|             | Other receivables with remaining terms to maturity of more than 90 days         |                                       | 1,106,223,200         |                      |
| 5.          | Allowance for doubtful debts  |                                       |                       |                      |
| <b>II.</b>  | <b>Fixed assets</b>   |                                       | <b>15,137,413,340</b> |                      |
| <b>III.</b> | <b>Investment properties</b>  |                                       |                       | -                    |



**Dragon Capital Vietfund Management Joint Stock Company**  
**(formerly known as Vietnam Investment Fund Management Joint Stock Company)**  
**Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

| No.        | Items   | Liquid capital as of 31 December 2020 |                     |                        |
|------------|---|---------------------------------------|---------------------|------------------------|
|            |   | Liquid capital<br>(VND)               | Deductions<br>(VND) | Additions<br>(VND)     |
| <b>IV.</b> | <b>Long-term investments</b>  |                                       |                     |                        |
| 1.         | Investments in subsidiaries   |                                       | -                   |                        |
| 2.         | Investments in joint ventures   |                                       | -                   |                        |
| 3.         | Investments in associates, jointly controlled entities  |                                       | -                   |                        |
| 4.         | Long-term securities investments  |                                       |                     |                        |
|            | Securities with potential market risks as set out in Clause 2 of Article 9  |                                       |                     |                        |
|            | Securities deducted from liquid capital as set out in Clause 5 of Article 6   |                                       | -                   |                        |
| 5.         | Long-term investments in foreign operations   |                                       | -                   |                        |
| 6.         | Other long-term investments   |                                       | -                   |                        |
| 7.         | Allowance for diminution in the value of long-term investments  |                                       |                     |                        |
| <b>V.</b>  | <b>Other long-term assets</b>   |                                       |                     |                        |
| 1.         | Long-term prepaid expenses  |                                       | 276,322,229         |                        |
| 2.         | Deferred tax assets   |                                       | 3,781,050,104       |                        |
| 3.         | Long-term deposits  |                                       | -                   |                        |
|            | Assets being qualified in the audited financial statements but not yet included in the deductions pursuant to Article 6 |                                       | -                   |                        |
| 4.         | Other long-term assets  |                                       | -                   |                        |
| <b>1C.</b> | <b>Sub-total</b>  |                                       |                     | <b>20,301,008,873</b>  |
|            | <b>LIQUID CAPITAL = 1A-1B-1C</b>  |                                       |                     | <b>287,591,101,089</b> |

**Dragon Capital Vietfund Management Joint Stock Company**  
**(formerly known as Vietnam Investment Fund Management Joint Stock Company)**  
**Notes to the Financial Safety Ratio Report as of 31 December 2020 (continued)**

**(i) Deductions from and additions to securities securities**

|   | 31/12/2020     |                  | Differences from revaluation at 31/12/2020 |               |
|---|----------------|------------------|--|---------------|
|   | Cost VND       | Market value VND | Deductions VND                             | Additions VND |
| Shares of public companies which have not been listed or registered for trading | 15,655,640,000 | 17,690,400,000   | -  | 2,034,760,000 |

**8. Approval of Financial Safety Ratio Report**

The Financial Safety Ratio Report was approved by the Company's Board of Management on 9 March 2021.

9 March 2021

Prepared by:



Mr. Pham Thanh Dung  
Chief Accountant

Reviewed by:



Ms. Vuong Thi Tram Anh  
Internal Control

Approved by:



Mr. Beat Schurch  
Chief Executive Officer

