



Vietnam Select Equities Investment Fund
Interim financial statements
for the six-month period ended 30 June 2022





Vietnam Select Equities Investment Fund
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for the six-month period ended 30 June 2022



Vietnam Select Equities Investment Fund General Information

Fund Unit Issuance Certificate

91/GCN-UBCK dated 29 December 2017

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

Establishment Registration Certificate of Open-ended fund

31/GCN-UBCK dated 2 March 2018

The Establishment Registration Certificate of Open-ended fund has been amended by the Establishment Registration Certificate of open-ended fund No. 05/GCN-UBCK dated 2 December 2019. The Establishment Registration Certificate of open-ended fund and its amendment were issued by the State Securities Commission and are valid for indefinite time.

Fund Representative Board

Mr. Tran Dac Sinh	Chairman
Ms. Vuong Thi Hoang Yen	Member
Mr. Nguyen Hoang Khanh	Member

Fund Management Company

Dragon Capital VietFund Management Joint Stock Company

Supervising Bank

Standard Chartered Bank (Vietnam) Limited

Registered Office

15th 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 Select Equities Investment Fund Report of the Fund Management Company

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

The Management of Dragon Capital VietFund Management Joint Stock Company (“the Fund Management Company”) is responsible for the preparation and fair presentation of the interim financial statements of Vietnam Select Equities Investment Fund (“the Fund”) in accordance with Vietnamese Accounting Standards, Circular No. 198/2012/TT-BTC dated 15 November 2012 (“Circular 198”) issued by the Ministry of Finance on the promulgation of accounting systems for open-ended funds, the relevant requirements of Circular No. 98/2020/TT-BTC dated 16 November 2020 (“Circular 98”) issued by the Ministry of Finance providing guidance on operation and management of securities investment funds and the 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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare financial statements on the basis of going concern unless it is inappropriate to the Fund.

The 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 and the investment portfolio of the Fund and to ensure that the accounting records comply with Vietnamese Accounting Standards, Circular 198, the relevant requirements of Circular 98, and the 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.

Vietnam Select Equities Investment Fund’s management confirmed that the Company has complied with the above requirements in preparing the interim financial statements of the Fund for the six-month period ended 30 June 2022.

Vietnam Select Equities Investment Fund

Report of the Fund Management Company (continued)

I. Fund's general information

1. Fund's objectives

The objective of Vietnam Select Equities Investment Fund (“the Fund”) is in alignment with the Establishment registration certificate issued by the State Securities Commission (“the SSC”), the Fund Charter and the Fund’s prospectus.

2. Fund's performance

In accordance with the interim financial statements of the Fund as at 30 June 2022 and for the six-month period then ended, Net Asset Value (“NAV”) of the Fund has decreased by 17.63%, while the NAV/Fund unit decreased by 14.53% as compared with those as at 31 December 2021.

3. Fund's investment strategy and policy

The investment strategy of the Fund is a flexible combination of investment value and investment growth. The Fund pursues a long-term investment strategy, based on the fundamental stock analysis and enterprise values.

The Fund will invest mainly in shares of companies currently listed and registered for trading on the Vietnam stock market with medium and large capitalisation in all sectors. The Fund will utilise investment opportunities from long-term growth trend of population structure, transformation of the economic model into private and equitisation, and improvements in corporate governance and transparent legal regulations in line with international standards. The Fund’s portfolio of securities may be subject to concentration in certain companies in certain industries.

The Fund is allowed to invest in the following assets: deposits at commercial banks, foreign currencies, money market instruments, government bonds, listed shares, listed corporate bonds, rights and assets attached to securities being held, listed derivative securities and other types of financial assets in accordance with laws.

4. Fund type

The Fund is an open-ended public investment fund.

5. Restriction timeline for investment of the Fund

The Fund has an indefinite life.

6. Short-term risk

The Fund is exposed to high risk in the short term.

7. Fund establishment date

The Fund was established in the form of an open-ended public fund under Establishment Registration Certificate No. 31/GCN-UBCK issued by the State Securities Commission of Vietnam on 2 March 2018.



Vietnam Select Equities Investment Fund
Report of the Fund Management Company (continued)

8. Fund size at the time of the report

As at 30 June 2022:

▪ Number of outstanding fund units:	355,387,914.23 units
▪ Value of fund units at par:	VND3,553,879,142,300
▪ Total Net Asset Value:	VND4,448,760,548,022
▪ NAV per fund unit:	VND12,518.04

9. Reference index of the Fund

The Fund has no reference index.

10. Profit distribution policy of the Fund

The Fund shall not distribute its profit. Fund's operating profits shall be accumulated to increase the net asset value of the Fund.

II. Performance indicators

1. Fund's assets structure

Asset structure	30/6/2022	30/6/2021	30/6/2020
	(%)	(%)	(%)
Securities	88.24%	97.82%	48.24%
Other assets	11.76%	2.18%	51.76%
Total	100.00%	100.00%	100.00%

Vietnam Select Equities Investment Fund
Report of the Fund Management Company (continued)

2. Operating indicators

Indicators	30/6/2022	30/6/2021	30/6/2020
2.1. Net Asset Value (VND)	4,448,760,548,022	5,101,533,601,265	430,568,661,023
2.2. Total number of Fund units in circulation (Fund units)	355,387,914.23	363,981,538.86	62,643,520.04
2.3. NAV/Fund unit (VND)	12,518.04	14,015.91	6,873.31
2.4. The highest level of NAV per Fund unit during the period (VND)	15,695.90	14,024.02	8,219.80
2.5. The lowest level of NAV per Fund unit during the period (VND)	12,173.75	9,737.26	5,186.22
2.9. Total growth rate (%) per Fund Unit (compared to last period)	(14.53%)	46.78%	(191.24%)
2.13. Operating expenses over average NAV ratio (%)	1.27%	1.36%	3.26%
2.14. Portfolio turnover rate (%)	153.89%	171.54%	298.23%

3. Growth rate over the periods

Period	Total growth rate of NAV/ fund unit (%)	Growth rate NAV of/fund unit annually (%)
- 1 year (30/06/2021 – 30/6/2022)	(10.69%)	(10.69%)
- 3 years (30/06/2019 – 30/6/2022)	59.02%	16.72%
- Since establishment (2/3/2018 – 30/6/2022)	25.18%	5.34%

4. Annual growth rate

Period	30/6/2022 (%)	30/6/2021 (%)	30/6/2020 (%)
Growth rate per fund unit (%)	(10.69%)	103.92%	(12.69%)

Vietnam Select Equities Investment Fund
Report of the Fund Management Company (continued)

III. Market overview over the reporting period

The VN-Index experienced a decrease by 7.4% in June 2022 as compared to beginning of the month and closed at 1,198 points. The liquidity index decreased by 4% compared to last month, around VND14,000 billion on Ho Chi Minh Stock Exchange and VND16,000 billion on all three Exchanges. The foreign investors continued to be net buyers for the third consecutive month, which reached VND2,100 billion in June and VND2,000 billion in the first half of the year. Although the market index recovered when reaching the support level of 1,170, the investor sentiment are still quite shaky. In July, the market signal has not yet reflected positive macroeconomic data in the second quarter of 2022.

Highlights of Vietnam’s stock market in the second quarter of 2022:

- i) The Food & Beverage and Retail sectors stand out from the market downtrend;
- ii) Securities, Real Estate mid-cap, Steel, and Commodities dropped sharply;
- iii) Growing credit limit affects investor sentiment, however, the result of business in the second quarter has forecasted positive growth for the whole year 2022.

IV. Details of the Fund’s operating indicators

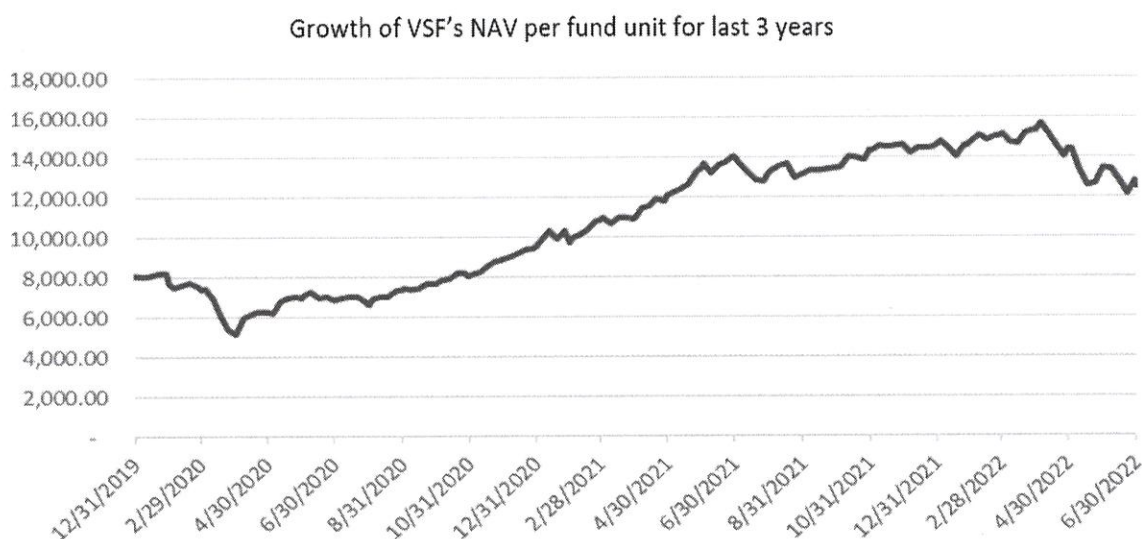
1. Details of the Fund’s operating indicators

Items	1 year to reporting date (%)	3 years to reporting date (%)	From inception to reporting date (%)
Income growth rate per fund unit	21.28%	65.63%	51.39%
Capital growth rate per fund unit	(31.97%)	(6.61%)	(26.21%)
Total growth rate per fund unit	(10.69%)	59.02%	25.18%
Annual growth rate per fund unit	(10.69%)	16.72%	5.34%
Growth rate of structured portfolio (*)	Not applicable	Not applicable	Not applicable
Change in market price per fund unit (**)	Not applicable	Not applicable	Not applicable

(*) The Fund does not have any structured portfolio.

(**) The Fund does not have any market price.

Vietnam Select Equities Investment Fund
Report of the Fund Management Company (continued)



▪ Change in Net Asset Value

Items	30/6/2022 VND	30/6/2021 VND	The rate of change %
	[1]	[2]	[3]=([1] - [2])/[2]
NAV	4,448,760,548,022	5,101,533,601,265	(12.80%)
NAV/Fund unit	12,518.04	14,015.91	(10.69%)

2. Statistics on investors holding fund certificates at the reporting date

Holding scale (Fund units)	Number of Fund Unitholders	Number of Fund units held	Percentage of holding
Less than 5,000	11	24,500.00	0.007%
From 5,000 to under 10,000	3	15,500.00	0.004%
From 10,000 to under 50,000	1	12,000.00	0.003%
From 50,000 to under 500,000	2	180,000.00	0.051%
From 500,000 and above	3	355,155,914.23	99.935%
Total	20	355,387,914.23	100.00%

3. Hidden costs and discounts

To avoid conflicts of interests and ensure the accuracy of the Fund's expenses, the Fund Management Company requires that all employees are not allowed to receive cash discounts and incur hidden costs when in dealing with the Fund's transactions with its service providers.

During the reporting period, the Fund did not incur any cash discounts or hidden costs relating attached to its transactions with its service providers.



Vietnam Select Equities Investment Fund Report of the Fund Management Company (continued)

V. Market outlook

Vietnam's GDP growth rate in the second quarter of 2022 reached 7.7%, which was the highest rate since 2011. The service sector grew by 8.6% in the second quarter and 6.6% in the first half of 2022, which was mainly contributed by domestic consumption, in which retail reached 19.7% and 11.4% respectively. Export increased 17.5% to VND4.278 trillion, while import increased 16.1% equivalent to VND4.253 trillion in 6 months, thereby trade surplus was still lowly, reached VND25.3 trillion. The production also increased along with exports. For the first 6 months of 2022, the industrial production index increased by 8.5% compared to same period of last year and PMI index in June reached 54 points. FDI disbursement increased by 8.9%, reaching VND232 trillion. Apple, Xiaomi companies transferred production lines to Vietnam, demonstrating that Vietnam is still the most attractive destination to move supply chain and diversity strategy of the global corporations. Despite the extraordinary growth, inflation remained stable. CPI index increased by 0.69% compared with last month and 3.4% over the same period of last year, in which petroleum contributed more than half of the increase. Interest rates are still under upward pressure. Credit growth increased by 9.4% for the first half of the year, which was the highest rate since 2010, however deposit growth only reached 4.5%, implying high upcoming pressure on deposits. VND had a decrease of 2.5% compared to USD since the beginning of the year. To stabilize the local currency, The State Bank of Vietnam ("SBV") has issued more than VND100 trillion of T-bills, at the same time sold forward USD13.5 billion. This minified money out of the inter-bank market and made the overnight rate rise from 0.4% to 0.8% in June. The reduction in money supply to stabilize inflation and maintain the strength of local currency may be implemented by SBV in the following months. However, if FED raises the interest rate by 75 and 50 points in the next two sessions, Vietnam may also raise the interest rate by 50 points in the fourth quarter of 2022.

VI. Other information

1. Information about the Fund executive personnel, Fund Representative Board and the Board of Directors of the Fund Management Company

The Fund's executive comprise of:

- Ms. Luong Thi My Hanh, Master of Economics. She used to be the Deputy CEO in charge of Investment and Research of Vietnam Investment Fund Management Joint Stock Company from 2010 to 12 March 2021 and since 13 March 2021, she has been the Director of Asset Management, domestic department of Dragon Capital VietFund Management Joint Stock Company.
- Mr. Tran Le Minh, Deputy CEO – Head of Hanoi Branch, Master of Financial Management Economics. He use to be in the role of Deputy CEO Vietnam Investment Fund Management Joint Stock Company from 2010 to 12 March 2021 and since 13 March 2021, he has been the Head of Hanoi Branch of Dragon Capital VietFund Management Joint Stock Company.

The Fund Representative Board comprises of:

- Mr. Tran Dac Sinh, Chairman, Doctor of Economics. He used to be State Securities Commission's Department Head from 1997 to 1999, General Director/Chairman of Ho Chi Minh City Stock Exchange from 1999 to 2016 and has been Chairman of the Fund's Board of Representatives since 2016.

Vietnam Select Equities Investment Fund Report of the Fund Management Company (continued)

- Ms. Vuong Thi Hoang Yen, Member, Bachelor in Accounting – Auditing. She used to be Chief Accountant of Minh Thang Co., Ltd from 2004 to 2007, Audit Manager of AS Auditing Company from 2007 to 2012, Audit Director of FA Auditing Partnership Company from 2012 to 2013, Audit Director of Dai Tin Auditing Company Ltd. from 2013 to 2019 and has been Operation Director of Golden Standards Co., Ltd since 2019.
- Mr. Nguyen Hoang Khanh, Member, Bachelor in Law, Lawyer. He used to be a lawyer at the branch of Allens in Ho Chi Minh City from 2015 to 2018 and is currently a lawyer at the representative office of Dragon Capital Management (HK) Limited.

The executive officers of the Fund Management Company comprise of:

- Mr. Beat Schurch, Chief Executive Officer (“CEO”), Master of Economics. He has been the CEO since 30 December 2020.

2. Other information

The relevant data and information presented in this report are based on the results of the reviewed interim financial statements.

In this report, items that are not presented are either not applicable or zero balances.

On behalf of Dragon Capital VietFund Management Joint Stock Company



Beat Schurch
Chief Executive Officer

Ho Chi Minh City, 10 August 2022



SUPERVISORY BANK'S REPORT

We, appointed as the Supervisory Bank of Vietnam Select Equities Investment Fund (“the Fund”) for the period from 01st January 2022 to 30th June 2022, 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 01st January 2022 to 30th June 2022, the Fund’s investment portfolio deviated from investment limits under the prevailing regulations for open-end fund, Fund Charter, Fund Prospectus and other relevant regulations, details as below:
- Point e, Clause 04, Article 35, Circular 98/2020/TT-BTC dated 16th November 2020 providing guidance on operation and management of securities investment funds (“Circular 98”) and Article 11, Fund Charter regulate that the structure of the investment portfolio of an open-end fund must ensure the following investment limit: “Total value of major investments in the fund’s investment portfolio shall not exceed 40% of total value of its assets, except bond funds.” In case of deviation, the Fund Management Company has to adjust the Fund’s investment portfolio in conformity with the prevailing regulations within the regulated recovery timeframe.
- At valuation date 19th January 2022, the Fund’s investment in major investments deviated from the limit of 40% of the Fund’s total asset value due to price fluctuation of the assets in the Fund’s investment portfolio. During the period, the Fund Management Company adjusted the Fund’s investment portfolio, therefore as at 30th June 2022, the Fund’s investment portfolio complied with Point e, Clause 04, Article 35, Circular 98 and Article 11, Fund Charter.
- 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 01st January 2022 to 30th June 2022, the Fund did not pay dividend to Fund Unit Holders.

SUPERVISORY BANK REPRESENTATIVE



Vu Huong Giang

**Head, Fiduciary and Fund Services
Operations Vietnam**

SUPERVISORY BANK OFFICER

Vu Minh Hien

**Manager, Fiduciary and Fund Services
Operations Vietnam**

**Vietnam Select Equities Investment Fund
Report of the Fund Representative Board**

REPORT OF THE FUND REPRESENTATIVE BOARD

I, Tran Dac Sinh, being the Chairman of the Fund Representative Board and on behalf of the Unitholders of Vietnam Select Equities Investment Fund (“the Fund”), do hereby approve the accompanying interim financial statements of the Fund for the six-month period ended 30 June 2022, 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 systems for open-ended funds, the relevant requirements of Circular No. 98/2020/TT-BTC dated 16 November 2020 issued by the Ministry of Finance providing guidance on operation and management of securities investment funds and the relevant statutory requirements applicable to interim financial reporting.

On behalf of the Fund Representative Board 

Mr. Tran Dac Sinh
Chairman

Ho Chi Minh City, 10 August 2022





KPMG Limited Branch
10th Floor, Sun Wah Tower
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 Select Equities Investment Fund

We have reviewed the accompanying interim financial statements of Vietnam Select Equities Investment Fund ("the Fund"), which comprise the statements of financial position and investment portfolio as of 30 June 2022, the statements of income, changes in Net Asset Value and Fund units transactions and cash flows for the year then ended and the explanatory notes thereto which were authorised for issue by the Fund Representative Board on 10 August 2022, as set out on pages 14 to 52.

The Fund Management Company's Responsibility

The Management of Dragon Capital VietFund 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 ("Circular 198") issued by the Ministry of Finance on the promulgation of accounting systems for open-ended funds, the relevant requirements of Circular No. 98/2020/TT-BTC dated 16 November 2020 ("Circular 98") issued by the Ministry of Finance providing guidance on operation and management of securities investment funds and the relevant statutory requirements applicable to financial reporting, and for such internal control as the Management of the Fund Management Company determines is necessary to enable the preparation of 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 Standards 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.

Vietnam Select Equities Investment Fund
Statement of income for the six-month period ended 30 June 2022

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	
				30/6/2022 VND	30/6/2021 VND
I	INCOME, REVENUE FROM INVESTMENT ACTIVITIES	01		(717,842,154,225)	1,424,315,936,133
1.1	Dividend income	02	13	21,256,371,980	12,181,275,664
1.2	Interest income	03	14	289,756,735	235,723,259
1.3	Gains from trading securities	04	15	381,706,768,823	644,847,849,178
1.4	Unrealised (losses)/gains from revaluation of investments	05	16	(1,121,095,051,763)	767,051,088,032
II	INVESTMENT EXPENSES	10		10,865,737,435	8,904,528,287
2.1	Transaction fees from buying, selling securities	11	17	10,865,737,435	8,904,528,287
III	OPERATING EXPENSES	20		21,609,433,721	15,558,858,007
3.1	Management fees	20.1	21	19,073,339,506	13,393,110,707
3.2	Custody fees	20.2	18	980,425,825	751,331,284
3.3	Supervising fees	20.3	21	559,484,625	392,864,582
3.4	Fund administration fees	20.4	21	699,355,778	768,113,093
3.5	Transfer agency fees	20.5		66,000,000	66,000,000
3.8	Audit fees	20.8		78,784,385	52,297,338
3.10	Other operating expenses	20.10	19	152,043,602	135,141,003
IV	INVESTMENT AND OPERATING RESULTS (23 = 01 - 10 - 20)	23		(750,317,325,381)	1,399,852,549,839
VI	(LOSS)/PROFIT BEFORE TAX (30 = 23)	30		(750,317,325,381)	1,399,852,549,839
6.1	Realised profit	31	12	370,777,726,382	632,801,461,807
6.2	Unrealised (loss)/ profit	32	12	(1,121,095,051,763)	767,051,088,032
VIII	NET (LOSS)/ PROFIT AFTER TAX FOR THE PERIOD (41 = 30)	41		(750,317,325,381)	1,399,852,549,839

10 August 2022

Dragon Capital VietFund Management Joint Stock Company

Prepared by:

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Ms. Nguyen Thu Ngoc
Fund Accountant

Approved by:

Nguyễn Thị Tuyết Minh

Ms. Ninh Thi Tue Minh
Fund Accounting Manager

Approved by:



Mr. Beat Schurch
Chief Executive Officer

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

Vietnam Select Equities Investment Fund
Statement of financial position as at 30 June 2022

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

No	Items	Code	Note	30/6/2022 VND	31/12/2021 VND
I	ASSETS				
1	Cash in banks and cash equivalents	110	4	483,989,903,172	29,121,896,968
1.1	Cash in banks for operating activities of the Fund	111		483,989,903,172	29,121,896,968
2	Net investments	120		4,098,636,841,300	5,361,643,307,800
2.1	Investments	121	5	4,098,636,841,300	5,361,643,307,800
3	Receivables	130		62,233,162,766	30,883,539,000
3.1	Receivables from sales of investments	131	6	58,507,010,460	26,908,045,000
3.2	Interest and dividend receivables	133		3,604,182,000	3,975,494,000
3.2.2	<i>Accrued dividend and interest receivables</i>	136	7	<i>3,604,182,000</i>	<i>3,975,494,000</i>
3.3	Other receivables	137		121,970,306	-
	TOTAL ASSETS (100 = 110 + 120 + 130)	100		4,644,859,907,238	5,421,648,743,768
II	LIABILITIES				
1	Payables from purchases of investments	312	8	192,501,165,000	16,544,600,000
4	Taxes payable to State Treasury	314		-	115,407
6	Accrued expenses	316	9	477,387,825	204,178,968
9	Fund's service fees payable	319	10	3,120,806,391	3,768,152,990
	TOTAL LIABILITIES (300 = 312 + 314 + 316 + 319)	300		196,099,359,216	20,517,047,365

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

Vietnam Select Equities Investment Fund
Statement of financial position as at 30 June 2022 (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	30/6/2022 VND	31/12/2021 VND
III	NET ASSET VALUE DISTRIBUTABLE TO FUND UNITHOLDERS (400 = 100 - 300)	400		4,448,760,548,022	5,401,131,696,403
1	Capital issued to Fund Unitholders	411	11	3,553,879,142,300	3,687,879,142,300
1.1	Subscription capital	412		3,745,437,743,300	3,745,437,743,300
1.2	Redemption capital	413		(191,558,601,000)	(57,558,601,000)
2	Capital premium	414	11	(622,592,680,911)	(554,538,857,911)
3	Retained earnings	420	12	1,517,474,086,633	2,267,791,412,014
IV	NET ASSET VALUE PER FUND UNIT (430 = 400/004)	430	11	12,518.04	14,645.63
VI	OFF BALANCE SHEET ITEMS			30/6/2022 Unit	31/12/2021 Unit
1	Number of Fund units in circulation	004	11	355,387,914.23	368,787,914.23

10 August 2022

Dragon Capital VietFund Management Joint Stock Company

Prepared by:

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Ms. Nguyen Thu Ngoc
Fund Accountant

Approved by:

pnh

Ms. Ninh Thi Tue Minh
Fund Accounting Manager

Approved by:



Mr. Beat Schurch
Chief Executive Officer

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

Vietnam Select Equities Investment Fund
Statement of changes in Net Asset Value and Fund units transactions for the six-month period ended 30 June 2022

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	
		30/6/2022 VND	30/6/2021 VND
I	Net Asset Value (“NAV”) at the beginning of the period	5,401,131,696,403	2,636,232,386,421
II	Changes of NAV during the period	(750,317,325,381)	1,399,852,549,839
	<i>In which:</i>		
II.1	Changes of NAV due to market fluctuation and investment activities of the Fund during the period	(750,317,325,381)	1,399,852,549,839
III	Changes of NAV due to redemption and subscription of Fund units	(202,053,823,000)	1,065,448,665,005
	<i>In which:</i>		
III.1	Fund units subscription		- 1,085,283,000,000
III.2	Fund units redemption	(202,053,823,000)	(19,834,334,995)
IV	Net Asset Value at the end of the period (IV = I + II + III)	4,448,760,548,022	5,101,533,601,265

10 August 2022

Dragon Capital VietFund Management Joint Stock Company

Prepared by:

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Ms. Nguyen Thu Ngoc
Fund Accountant

Approved by:

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Ms. Ninh Thi Tue Minh
Fund Accounting Manager

Approved by:



Mr. Beat Schurch
Chief Executive Officer

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

Vietnam Select Equities Investment Fund
Statement of investment portfolio as at 30 June 2022

Form B04g – QM

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

No.	Items	No. of shares	Market price or fair value per share as at 30/6/2022 VND/share	Total value as at 30/6/2022 VND	% of the Fund's total assets
I	Listed shares			4,098,636,653,200	88.24%
1	ACB	6,574,722	24,000	157,793,328,000	3.40%
2	AGG	1,126,085	38,000	42,791,230,000	0.92%
3	BID	4,634,014	33,500	155,239,469,000	3.34%
4	BSR	1,500,000	28,500	42,750,000,000	0.92%
5	CII	2,625,700	15,850	41,617,345,000	0.90%
6	DGC	306,423	116,500	35,698,279,500	0.77%
7	DXG	4,521,061	19,500	88,160,689,500	1.90%
8	FPT	4,121,594	86,200	355,281,402,800	7.65%
9	GAS	400,000	115,500	46,200,000,000	0.99%
10	HPG	4,236,310	22,300	94,469,713,000	2.03%
11	KBC	5,511,266	32,700	180,218,398,200	3.88%
12	MBB	17,764,732	24,200	429,906,514,400	9.26%
13	MWG	8,188,400	71,500	585,470,600,000	12.60%
14	NLG	3,260,400	35,800	116,722,320,000	2.51%
15	NVL	550,000	74,500	40,975,000,000	0.88%
16	PNJ	2,359,170	128,500	303,153,345,000	6.53%
17	STB	8,223,300	21,500	176,800,950,000	3.81%
18	TCB	5,742,270	35,550	204,137,698,500	4.39%
19	TCH	4,138,500	10,700	44,281,950,000	0.95%
20	VCB	2,482,826	74,800	185,715,384,800	4.00%
21	VHC	2,245,500	93,500	209,954,250,000	4.52%
22	VHM	2,237,920	62,100	138,974,832,000	2.99%
23	VND	5,881,440	17,400	102,337,056,000	2.21%
24	VPB	7,255,911	29,000	210,421,419,000	4.53%
25	VRE	3,837,670	28,550	109,565,478,500	2.36%
IV	Rights			188,100	0.00%
	SSI	99	1,900	188,100	0.00%

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

Vietnam Select Equities Investment Fund
Statement of investment portfolio as at 30 June 2022 (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 30/6/2022 VND	% of the Fund's total assets
V	Other assets	62,233,162,766	1.34%
1	Interest and dividend receivables	3,604,182,000	0.08%
2	Receivables from sales of investments	58,507,010,460	1.26%
3	Other assets	121,970,306	0.00%
VI	Cash in banks	483,989,903,172	10.42%
1	Cash in banks for operating activities of the Fund	483,989,903,172	10.42%
VII	Total investment portfolio	4,644,859,907,238	100.00%

10 August 2022

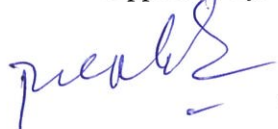
Dragon Capital VietFund Management Joint Stock Company

Prepared by:



Ms. Nguyen Thu Ngoc
Fund Accountant

Approved by:



Ms. Ninh Thi Tue Minh
Fund Accounting Manager

Approved by:



Mr. Beat Schurch
Chief Executive Officer

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

Vietnam Select Equities Investment Fund

Statement of cash flows for the six-month period ended 30 June 2022 (Indirect method)

Form B05g – QM

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

No	Items	Code	Six-month period ended	
			30/6/2022 VND	30/6/2021 VND
I	CASH FLOWS FROM INVESTMENT ACTIVITIES			
1	(Loss)/profit before tax for the period	01	(750,317,325,381)	1,399,852,549,839
2	Adjustments for:	02	1,121,074,506,148	(767,046,549,402)
	Unrealised losses/(gains) from revaluation of investments	03	1,121,095,051,763	(767,051,088,032)
	(Decrease)/increase in accrued expenses	04	(20,545,615)	4,538,630
3	Profit from investment activities before changes in working capital	05	370,757,180,767	632,806,000,437
	Decrease/(increase) in investments	20	141,911,414,737	(1,775,853,724,918)
	Increase in receivables from sale of investment	06	(31,598,965,460)	-
	Decrease/(increase) in interest and dividend receivables	07	371,312,000	(1,040,608,500)
	Increase in other receivable	08	(121,970,306)	-
	Increase in payables for purchase of investments	10	175,956,565,000	-
	Decrease in payables to distribution agents	11	-	(150,000,000)
	(Decrease)/increase in taxes payable to State Treasury	13	(115,407)	15,816,486
	Increase in payables to investors for purchase fund certificates	10	-	4,000,000
	Increase/(decrease) in accrued expenses	16	293,754,472	(10,082,192)
	(Decrease)/increase in Fund's service fees payable	17	(647,346,599)	1,487,569,168
	Net cash flows from investment activities	19	656,921,829,204	(1,142,741,029,519)
II	CASH FLOWS FROM FINANCING ACTIVITIES			
1	Proceeds from Fund units subscription	31	-	1,085,283,000,000
2	Payments for Fund units redemption	32	(202,053,823,000)	(19,834,334,995)
	Net cash flows from financing activities	30	(202,053,823,000)	1,065,448,665,005
III	NET CASH FLOWS DURING THE PERIOD (40 = 19 + 30)	40	454,868,006,204	(77,292,364,514)

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

Vietnam Select Equities Investment Fund
Statement of cash flows for the six-month period ended 30 June 2022
(Indirect method – continued)

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

No	Items	Code	Six-month period ended	
			30/6/2022 VND	30/6/2021 VND
IV	Cash and cash equivalents at the beginning of the period	50	29,121,896,968	186,862,518,769
	- Cash in banks for operating activities of the Fund	52	29,121,896,968	186,862,518,769
V	Cash and cash equivalents at the end of the period	55	483,989,903,172	109,570,154,255
	- Cash in banks for operating activities of the Fund	57	483,989,903,172	109,570,154,255
VI	Net change in cash and cash equivalents during the period (60 = 55 - 50)	60	454,868,006,204	(77,292,364,514)

10 August 2022

Dragon Capital VietFund Management Joint Stock Company

Prepared by:



Ms. Nguyen Thu Ngoc
Fund Accountant

Approved by:



Ms. Ninh Thi Tue Minh
Fund Accounting Manager

Approved by:



Mr. Beat Schurch
Chief Executive Officer

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

Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022

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

(a) General information of the Fund

Vietnam Select Equities Investment Fund (formerly known as Vietnam Investment Fund Management Joint Stock Company) (“the Fund”) was established as a public open-ended fund under Establishment Registration Certificate of open-ended fund No. 31/GCN-UBCK (“the ERC”) issued by the State Securities Commission of Vietnam on 2 March 2018.

According to the Establishment Registration Certificate, the Fund’s charter capital is VND70,798,450,000, equivalent to 7,079,845 fund units. The Fund operates in accordance with the Fund Charter first issued on 2 March 2018, was amended and supplemented several times and the last time was on 6 April 2022.

The fund certificates were issued to the public for the first time under Initial Public Offering Certificate No. 91/GCN-UBCK issued by SSC on 29 December 2017. According to this certificate, the Fund is authorised to issue minimum 5,000,000 fund certificates to the public with par value of VND10,000 per fund certificate.

The Fund’s name was changed to “Vietnam Select Equities Investment Fund” pursuant to the resolution of the fund certificate holders’ extra-ordinary meeting on 19 September 2019 and the Establishment Registration Certificate No. 05/GCN-UBCK issued by the SSC on 2 December 2019.

The Fund has no employees and is managed by Dragon Capital VietFund Management Joint Stock Company (formerly known as Vietnam Investment Fund Management Joint Stock Company) (the “Fund Management Company”). Standard Chartered Bank (Vietnam) Limited has been appointed as the supervising bank and custodian bank of the Fund since 2 March 2018.

Contact address of the Fund is 15th Floor, Me Linh Point Tower, 2 Ngo Duc Ke Street, Ben Nghe Ward, District 1, Ho Chi Minh City.

(b) General information of the Fund’s operations

Investment objective and investment restrictions

The investment objective of the Fund is to seek long-term capital appreciation and income from dividends. The Fund will invest mainly in stocks listed and registered for trading on Vietnam stock market, which have good fundamentals and expectations for sustainable growth. The Fund’s investment portfolio and its restrictions shall follow the investment objectives and investment strategy as stipulated in the Fund’s Charter and Prospectus.

Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

Form B06g – QM

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

Frequency of net asset value (“NAV”) valuation

The Funds NAV is determined on a weekly and a monthly basis. The weekly valuation date is every Wednesday that is a working day. If the valuation date fall on a holiday, it will be carried to the working day preceding that holiday.

The monthly valuation date is the first day of the following month regardless of whether it falls on weekends or holidays. If the Fund Management Company increases the frequency of the dealing date, the frequency of NAV valuation will increase accordingly.

Method of NAV valuation

The Fund’s NAV is calculated by taking total assets minus liabilities as at the date prior to the valuation date. Total value of Fund’s assets is measured at their market value or fair value.

NAV per fund certificate is calculated by dividing the total NAV of the Fund by the number of outstanding fund certificates at the nearest trading date prior to the valuation date.

NAV per fund certificate shall be rounded down to two (02) decimal places.

Frequency of subscriptions and redemptions of fund units

The fund units are subscribed and redeemed on valuation dates. The increase of trading frequency shall be announced on the Fund’s website and updated at the nearest Fund Unitholder’s General Meeting. The decrease of trading frequency shall be approved by the Fund Unitholder’s General Meeting and not less than the minimum trading frequency required by laws.

Distribution of earnings

The Fund shall not distribute its profits (including but not limited to cash, stocks or property dividends). Entire profits generated from operations are accumulated to increase the net asset value of the Fund.



Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

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

2. Basis of preparation

(a) Statement of compliance

The interim financial statements have been prepared in accordance with Vietnamese Accounting Standards, Circular No. 198/2012/TT-BTC dated 15 November 2012 (“Circular 198”) issued by the Ministry of Finance on the promulgation of accounting systems for open-ended funds, the relevant requirements of Circular No. 98/2020/TT-BTC dated 16 November 2020 (“Circular 98”) issued by the Ministry of Finance on the promulgation of regulations on operation and management of securities investment funds and the relevant statutory requirements applicable to interim financial reporting.

The accompanying interim financial statements have not been prepared to present 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 to open-ended funds in Vietnam may be different from those in other countries and other jurisdictions.

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

- | | |
|---|-----------------|
| ▪ Statement of income: | Form B01g - QM; |
| ▪ Statement of financial position: | Form B02g - QM; |
| ▪ Statement of changes in Net Asset Value and Fund units: | Form B03g - QM; |
| ▪ Statement of investment portfolio: | Form B04g - QM; |
| ▪ Statement of cash flows: | Form B05g - QM; |
| ▪ Notes to the financial statements: | Form B06g - QM. |

(b) Basis of measurement

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

(c) Annual accounting period

The annual accounting period of the Fund is from 1 January to 31 December. These interim financial statements are prepared for the six-month period ended 30 June 2022.

(d) Accounting and presentation currency

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

Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

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

(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.

(a) Foreign currency transactions

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

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

(b) Cash in banks and cash equivalents

Cash in banks and cash equivalents comprise current accounts and term deposits with original term to maturity not exceeding three (03) months from their transaction dates. 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.

(c) Investments

Trading securities

Trading securities are initially stated at cost, which comprises the purchase price only and exclusive of attributable transaction costs such as broker fees, transaction fees and bank charges...After initially record, they are revalued at the reporting date based on revaluation policies described in Note 3(c)(iii). Unrealised gains or losses from revaluation of trading securities are recorded in the statement of income.

Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

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

(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 at the transaction date.

(iii) Measurement

In accordance with Circular No. 98, investment securities are revalued using market price at the reporting date. If there is no market price available at the most recent trading date prior to the reporting date or in case the market prices fluctuate significantly, the Fund Management Company is allowed to use fair value to revalue Fund's investments. Fair value is estimated based on methodologies or valuation models as stipulated in the Fund Charter, or the Fund's Pricing Policy. Investments are revalued at the reporting date as follows:

Bonds

- Listed bonds
 - These bonds are revalued based on the quoted prices (also called “clean price”) or similar terms according to the securities exchanges’ rules on the platform for outright transactions at the latest trading date with transactions preceding the valuation date plus accumulated accrued interest (if quoted prices does not include accrued interest).
 - Where there are more than one bond transaction at the latest trading date with transactions preceding the valuation date (resulting multiple quoted prices), the adopted valuation is the weighted average of the quoted prices on that date (weighted average quoted price);
 - If there is no transactions on the trading system at the Stock Exchange for more than fifteen (15) days as of the valuation date; or there are only transactions with large fluctuation in market price on the trading system of the Stock Exchange according to the Fund’s Valuation Manual approved by the Board of Representative in written; the listed bonds are revalued in accordance with following value in order of precedence:
 - Purchase price plus accumulative accrued interest; or
 - Face value plus accumulative accrued interest.
- Unlisted bonds
 - Unlisted bonds are revalued at the average of transacted prices at the latest trading date with transactions preceding the valuation date based on quotations from at least three (03) independent quoting entities and approved by the Board of Representatives.

Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

Form B06g – QM

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

- In case there are not enough quotations by at least three (03) independent quoting entities, unlisted bonds are revalued at one of the following prices in the following order of priority:
 - The average of transacted prices quoted by two (02) independent quoting entities;
 - Purchase price plus accumulated accrued interest.
- Warrants attached to convertible bonds
 - Warrants attached to convertible bonds are revalued based on the valuation techniques approved by the Board of Representatives.
- Bonds issued by entities in the process of dissolution or bankruptcy
 - Bonds issued by entities in the process of dissolution or bankruptcy are revalued based on the valuation techniques approved by the Board of Representatives.

Shares

- Shares which are listed on the Ho Chi Minh City Stock Exchange or the Hanoi Stock Exchange and shares of public companies to be registered for trading on the Unlisted Public Company Market (“UPCoM”).
 - Market value is the closing price of on date having latest transaction prior to the valuation date.
 - Where shares are not traded for more than fifteen (15) days prior to the valuation date, they are revalued at one of the following prices in the following order of priority:
 - The closing price (or other names, according to stock exchanges’ rules) of the latest trading date with transactions within ninety (90) days prior to the valuation date (before 16 May 2022 within twelve (12) months prior to the valuation date); or
 - Purchase price; or
 - Book value; or
 - The price determined based on the valuation techniques approved by the Board of Representatives.
 - The value of listed shares in the process of changing listing venues is their closing prices of the latest trading date with transactions preceding the valuation date.
- Shares suspended, shares delisted or deregistered for trading
These shares are revalued at one of the following prices in the following order of priority:
 - Book value; or
 - Par value; or
 - The price determined based on the valuation techniques approved by the Board of Representatives.
- Shares of entities in the process of dissolution or bankruptcy
These shares are revalued at one of the following prices in the following order of priority:
 - 80% of the liquidation value of these shares as at the latest reporting date prior to the Fund’s valuation date; or
 - The price determined based on the valuation techniques approved by the Board of Representatives on a case-by-case basis.



Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

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

Rights

The value of rights issues is determined as the difference between the market price of the underlying shares at the reporting date and the amount payable to exercise the rights at the exercise date, multiplied by the rights exercise ratio. The value of right issues is nil when the market price of the underlying shares at the reporting date is lower than the amount payable to exercise the rights at the exercise date.

(iv) *Derecognition*

Investments 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.

(d) *Receivables*

Receivables represent amounts receivable from securities trading, dividend receivables, accrued interest from bonds, accrued interest from bank deposits, accrued interest from transferable certificates of deposit and other receivables. Receivables are stated at cost less allowance for doubtful debts.

Allowance for doubtful debts is made for each outstanding amount based on number of days past due according to initial payment commitment (ignoring any mutually agreed extension) or based on the estimated loss that may arise. Bad debts are written off when identified and approved in the General Meeting of fund certificate holders.

Increase in allowance for overdue receivables from investments sold but not yet settled is recorded as an expense in the statement of income.

Increase in allowance for overdue dividend, bond interest, term deposit interest and other receivables are recorded as a reduction of income in the statement of income.

(e) *Payables*

Payables include payables for purchasing investments, the redemption payables, payables for securities trading, remuneration payable to the Board of Representatives, payables to the Fund Management Company and the Supervising Bank, and other payables. Payables are stated at their cost.

Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

Form B06g – QM
(Issued under Circular No. 198/2012/TT-BTC
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(f) Provisions

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

(g) Classification of financial instruments

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

(i) Financial assets

Financial assets at fair value through profit or loss

A 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.

Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

Form B06g – QM
(Issued under Circular No. 198/2012/TT-BTC
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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 entity 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 the Fund's initial investment, other than because of credit deterioration, which are classified as available-for-sale.

Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are designated as available for sale or that 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

A 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 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 Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

Form B06g – QM

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

(h) Taxation

Fund units redemption transactions

The Fund Management Company has an obligation to withhold, declare and pay tax in relation to Fund unit redemption transactions from individuals (including domestic and foreign) and from foreign organisations in accordance with regulations. The applicable tax rate is 0.1% of transfer value in accordance with Circular No. 111/2013/TT-BTC dated 15 August 2013 which was amended and supplemented by Circular No. 92/2015/TT-BTC dated 15 June 2015, Circular No. 25/2018/TT-BTC dated 16 March 2018 and Circular No.103/2014/TT-BTC dated 6 August 2014 issued by Ministry of Finance. For the local corporate Unitholders, the Fund Management Company does not withhold any tax in relation to Fund unit redemption transactions from them who are responsible for self declaration and payment of tax to the State Treasury in accordance with Circular No. 78/2014/TT-BTC dated 18 June 2014 which was amended and supplemented by Circular No. 96/2015/TT-BTC dated 22 June 2015 issued by Ministry of Finance.

(i) Capital issued to Unitholders and capital premium

Capital issued to Unitholders

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

Subscription capital

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

Subscription capital is recognised on first working day after the exchange-traded date.

Redemption capital

Redemption capital represents the redemption of Fund units purchased by 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 recognised on first working day after the exchange-traded date.

Capital premium

Capital premium represents the difference between Net Asset Value per fund unit and par value of Fund unit in a subscription/redemption transaction and is recognised at the same time with the recognition of subscription/redemption capital.



Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

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

(j) Retained earnings

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

Realised profits/(losses) are the differences 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.

(k) Fund units and Net Asset Value distributable to Unitholders

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

The Fund issues and redeems Fund units at announced trading date based on the Net Asset Value per Fund unit. Net Asset Value per Fund unit is calculated by dividing the Net Asset Value of the Fund by the number of outstanding Fund units at the date before transaction date.

All Fund units issued to 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 per Fund unit is calculated by dividing the Net Asset Value of the Fund by the number of outstanding Fund unit at the reporting date. Net Asset Value is determined as total assets less total liabilities.

(l) 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.

(i) Interest income and dividend income

Interest income is recognised in the statement of income on accrual basis unless collectability is in doubt.

Dividend income is recognised when the right to receive payment of dividend is established. Share dividend is not recognised as income.

Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

Form B06g – QM

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

(ii) Income from trading securities

Income from trading securities is recognised in the statement of income upon receipt of the Notice of order matching for trading transactions from the Vietnam Securities Depository (for listed securities) which are verified by the Custodian Bank and completion of the agreement on transfer of assets (for unlisted securities).

(m) Expenses

Expenses are recognised in the statement of income on an accrual basis and on prudent basis.

(n) Segment reporting

The Fund operates as one segment as investment holding in Vietnam.

(o) Related parties

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

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

(p) Nil balances

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

(q) Comparative information

Comparative information in these interim financial statements is presented as corresponding figures. Under this method, comparative information for the prior period are included as an integral part of the current period interim financial statements and are intended to be read only in relation to the amounts and other disclosures relating to the current period. Accordingly, the comparative information included in these interim financial statements is not intended to present the Company's financial position, results of operation or cash flows of Fund for the prior period.

Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

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

4. Cash in banks and cash equivalents

	30/6/2022	31/12/2021
	VND	VND
Cash in banks for operating activities of the Fund		
Standard Chartered Bank (Vietnam) Limited	483,989,903,172	29,121,896,968

Vietnam Select Equities Investment Fund

Notes to the interim financial statements for the six-month period ended 30 June 2022 (continued)

Form B06g – QM

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

5. Investments

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

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

	Cost VND [1]	Market value VND [2]	Cumulative unrealised (losses)/gains as at 30/6/2022 VND [3]	Revaluation value VND [4] = [1] + [3]
As at 30 June 2022				
Listed shares and shares traded on UPCoM	4,407,569,550,889	4,098,636,653,200	(308,932,897,689)	4,098,636,653,200
Rights	-	188,100	188,100	188,100
	4,407,569,550,889	4,098,636,841,300	(308,932,709,589)	4,098,636,841,300
As at 31 December 2021				
	Cost VND [1]	Market value VND [2]	Cumulative unrealised gains as at 31/12/2021 VND [3]	Revaluation value VND [4] = [1] + [3]
Listed shares and shares traded on UPCoM	4,549,480,965,626	5,361,643,307,800	812,162,342,174	5,361,643,307,800



Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

Form B06g – QM
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6. Receivables from sales of investments

	30/6/2022	31/12/2021
	VND	VND
Receivables from sales of investment	58,507,010,460	26,908,045,000

Receivables from sales of investment represent collections 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. Accrued dividend and interest receivables

	30/6/2022	31/12/2021
	VND	VND
Dividend receivables not yet due	3,604,182,000	3,975,494,000

8. Payables for purchases of investments

	30/6/2022	31/12/2021
	VND	VND
Payables for purchases of investment	192,501,165,000	16,544,600,000

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

9. Accrued expenses

	30/6/2022	31/12/2021
	VND	VND
Audit fees	78,454,385	99,000,000
Broker fees	376,509,511	65,178,968
Remunerations payable to the Fund Representative Board	22,423,929	40,000,000
	477,387,825	204,178,968

Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

Form B06g – QM
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10. Fund’s service fees payable

	30/6/2022	31/12/2021
	VND	VND
Fund management fees	2,797,474,135	3,390,192,577
Custody fees	111,898,964	135,607,703
Fund administration fees	102,574,050	124,307,061
Supervising fees	82,059,242	99,445,649
Transaction fees	15,800,000	7,600,000
Transfer agency fees	11,000,000	11,000,000
	3,120,806,391	3,768,152,990
	3,120,806,391	3,768,152,990

Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

Form B06g – QM
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11. Capital issued to Fund Unitholders

According to Establishment Registration Certificate No. 31/GCN-UBCK dated 2 March 2018, the Fund Charter Capital is VND70,798,450,000 equivalent to 7,079,845 Fund units at par value of VND10,000 per Fund unit. As the Fund operates as an open-ended fund, the capital issued to Unitholders and the number of Fund units changed after every transaction.

Movements in capital issued to the Fund Unitholders for the six-month period ended 30 June 2022 were as follows:

	Unit	As at 31/12/2021 VND	Movements during the period VND	As at 30/6/2022 VND
Issued capital				
Quantity (1)	Fund unit	374,543,774.33	-	374,543,774.33
Par value (2)	VND	3,745,437,743,300	-	3,745,437,743,300
Share premium of issued capital (3)	VND	(554,172,293,300)	-	(554,172,293,300)
Total issued capital (4) = (2) + (3)	VND	3,191,265,450,000	-	3,191,265,450,000
Redemption capital				
Quantity (5)	Fund unit	(5,755,860.10)	(13,400,000.00)	(19,155,860.10)
Par value (6)	VND	(57,558,601,000)	(134,000,000,000)	(191,558,601,000)
Share discount of redeemed capital (7)	VND	(366,564,611)	(68,053,823,000)	(68,420,387,611)
Total redeemed capital (8) = (6) + (7)	VND	(57,925,165,611)	(202,053,823,000)	(259,978,988,611)
Number of outstanding fund units				
(9) = (1) + (5)	Fund unit	368,787,914.23	(13,400,000.00)	355,387,914.23
Total contributed capital at par value				
(10) = (2) + (6)	VND	3,687,879,142,300	(134,000,000,000)	3,553,879,142,300
Share premium (11) = (3) + (7)	VND	(554,538,857,911)	(68,053,823,000)	(622,592,680,911)
Retained profits (12)	VND	2,267,791,412,014	(750,317,325,381)	1,517,474,086,633
Current NAV (13) = (10) + (11) + (12)	VND	5,401,131,696,403	Not applicable	4,448,760,548,022
Current NAV/ Fund unit (14) = (13)/(9)	VND	14,645.63	Not applicable	12,518.04

Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

Form B06g – QM
*(Issued under Circular No. 198/2012/TT-BTC
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12. Retained profit

	Six-month period ended	
	30/6/2022	30/6/2021
	VND	VND
Retained profits at the beginning of the period	2,267,791,412,014	632,322,733,837
Net (loss)/profit for the period	(750,317,325,381)	1,399,852,549,839
<i>In which</i>		
▪ <i>Undistributed realised profit</i>	370,777,726,382	632,801,461,807
▪ <i>Unrealised (losses)/profit</i>	(1,121,095,051,763)	767,051,088,032
Retained profits at the end of the period	1,517,474,086,633	2,032,175,283,676

13. Dividend income

	Six-month period ended	
	30/6/2022	30/6/2021
	VND	VND
Dividends received	17,652,189,980	10,359,707,164
Accrued dividends	3,604,182,000	1,821,568,500
	21,256,371,980	12,181,275,664

14. Interest income

	Six-month period ended	
	30/6/2022	30/6/2021
	VND	VND
Interest received (Note 21)	289,756,735	235,723,259



Vietnam Select Equities Investment Fund

Notes to the interim financial statements for the six-month period ended 30 June 2022 (continued)

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15. Realised gains/(losses) on sales of investments

Six-month period ended 30 June 2022

Investment portfolio	Proceeds VND [1]	Average cost VND [2]	Gains on sales of investments during six- month period end 30/6/2022 VND [3] = [1] – [2]	Accumulated gains on sales of investments at the beginning of the period VND [4]	Accumulated gains on sales of investments up to 30/6/2022 VND [5] = [3] + [4]
Listed shares and shares traded on UPCoM	4,207,217,663,560	3,825,510,894,737	381,706,768,823	1,489,140,209,306	1,870,846,978,129

Six-month period ended 30 June 2021

Investment portfolio	Proceeds VND [1]	Average cost VND [2]	Gains on sales of investments during six- month period end 30/6/2021 VND [3] = [1] – [2]	Accumulated gain on sales of investments at the beginning of the period VND [4]	Accumulated gains on sales of investments up to 30/06/2021 VND [5] = [3] + [4]
Listed shares and shares traded on UPCoM	2,522,762,087,060	1,877,914,237,882	644,847,849,178	136,378,152,338	781,226,001,516

Vietnam Select Equities Investment Fund

Notes to the interim financial statements for the six-month period ended 30 June 2022 (continued)

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16. Unrealised (losses)/gains from revaluation of investments

Six-month period ended 30 June 2022

Investment portfolio	Cost VND [1]	Market value at 30/6/2022 VND [2]	Unrealised (losses)/gains on revaluation at 30/6/2022 VND [3] = [2] – [1]	Unrealised gains on revaluation at 31/12/2021 VND [4]	Net unrealised (losses)/gains on revaluation recognised for the six-month period ended 30/6/2022 VND [5] = [3] – [4]
Listed shares and shares traded on UPCoM	4,407,569,550,889	4,098,636,653,200	(308,932,897,689)	812,162,342,174	(1,121,095,239,863)
Rights	-	188,100	188,100	-	188,100
	4,407,569,550,889	4,098,636,841,300	(308,932,709,589)	812,162,342,174	(1,121,095,051,763)

Six-month period ended 30 June 2021

Investment portfolio	Cost VND [1]	Market value at 30/6/2021 VND [2]	Unrealised gains on revaluation at 30/6/2021 VND [3] = [2] – [1]	Unrealised gains on revaluation at 31/12/2020 VND [4]	Net unrealised gains on revaluation recognised for the six-month period ended 30/6/2021 VND [5] = [3] – [4]
Listed shares	3,727,899,381,561	4,965,769,407,350	1,237,870,025,789	498,704,537,757	739,165,488,032
Rights	-	27,885,600,000	27,885,600,000	-	27,885,600,000
	3,727,899,381,561	4,993,655,007,350	1,265,755,625,789	498,704,537,757	767,051,088,032

Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

Form B06g – QM
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17. Transaction fees from buying, selling investments

	Six-month period ended	
	30/6/2022	30/6/2021
	VND	VND
Brokerage fees from purchases (a)	5,065,418,219	5,318,900,486
Brokerage fees from sales (b)	5,786,658,312	3,574,824,997
Settlement charges at Vietnam Securities Depository	13,660,904	10,802,804
	10,865,737,435	8,904,528,287
	10,865,737,435	8,904,528,287

(a) Transaction fees from buying investments

	Six-month period ended	
	30/6/2022	30/6/2021
	VND	VND
Listed shares	5,065,418,219	5,318,900,486
	5,065,418,219	5,318,900,486
	5,065,418,219	5,318,900,486

(b) Transaction fees from selling investments

	Six-month period ended	
	30/6/2022	30/6/2021
	VND	VND
Listed shares	5,786,658,312	3,574,824,997
	5,786,658,312	3,574,824,997
	5,786,658,312	3,574,824,997

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Vietnam Select Equities Investment Fund
Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

Form B06g – QM
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18. Custody fee

	Six-month period ended	
	30/6/2022	30/6/2021
	VND	VND
Safe keeping fee (Note 21)	762,933,578	607,680,885
Custodian service fee paid to Vietnam Securities Depository	161,092,247	87,670,399
Transaction fee (Note 21)	56,400,000	55,980,000
	980,425,825	751,331,284
	980,425,825	751,331,284

19. Other operating expenses

	Six-month period ended	
	30/6/2022	30/6/2021
	VND	VND
Fund Representative Board's remunerations (Note 21)	116,423,929	129,917,808
Bank charges	4,689,979	4,123,195
Information retrieving fee paid to Vietnam Securities Depository	1,100,000	1,100,000
Other expenses	29,829,694	-
	152,043,602	135,141,003
	152,043,602	135,141,003



Vietnam Select Equities Investment Fund

**Notes to the interim financial statements for the six-month period ended 30 June 2022
(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

For the six-month period ended 30/6/2022

No.	NAV period	Net Asset Value (NAV) VND [1]	Number of Fund units Units [2]	NAV per Fund unit VND/unit [3] = [1]/[2]	Increase/ (decrease) in NAV per Fund unit VND/unit
1	04/01/2022	5,469,008,001,207	368,787,914.23	14,829.68	184.05
2	11/01/2022	5,320,403,881,627	368,787,914.23	14,426.73	(402.95)
3	18/01/2022	5,172,002,587,846	368,787,914.23	14,024.32	(402.41)
4	25/01/2022	5,364,152,829,714	368,787,914.23	14,545.35	521.03
5	27/01/2022	5,370,199,635,504	368,787,914.23	14,561.75	16.40
6	31/01/2022	5,441,232,241,420	368,787,914.23	14,754.36	192.61
7	08/02/2022	5,565,046,375,080	368,787,914.23	15,090.09	335.73
8	15/02/2022	5,475,149,184,947	368,787,914.23	14,846.33	(243.76)
9	22/02/2022	5,526,122,814,927	366,887,914.23	15,062.15	215.82
10	28/02/2022	5,545,132,139,139	366,887,914.23	15,113.96	51.81
11	01/03/2022	5,551,353,428,377	366,887,914.23	15,130.92	16.96
12	08/03/2022	5,410,085,321,501	366,887,914.23	14,745.88	(385.04)
13	15/03/2022	5,398,154,264,315	366,887,914.23	14,713.36	(32.52)
14	22/03/2022	5,514,767,301,946	362,987,914.23	15,192.70	479.34
15	29/03/2022	5,562,491,317,629	362,987,914.23	15,324.17	131.47
16	31/03/2022	5,449,607,138,288	355,387,914.23	15,334.25	10.08
17	05/04/2022	5,578,136,000,212	355,387,914.23	15,695.90	361.65
18	12/04/2022	5,391,820,897,010	355,387,914.23	15,171.64	(524.26)
19	19/04/2022	5,168,314,899,984	355,387,914.23	14,542.74	(628.90)
20	26/04/2022	4,997,739,600,685	355,387,914.23	14,062.77	(479.97)
21	30/04/2022	5,111,959,416,145	355,387,914.23	14,384.16	321.39
22	03/05/2022	5,111,607,207,197	355,387,914.23	14,383.17	(0.99)
23	10/05/2022	4,730,472,311,527	355,387,914.23	13,310.72	(1,072.45)
24	17/05/2022	4,474,862,277,581	355,387,914.23	12,591.48	(719.24)
25	24/05/2022	4,517,771,911,935	355,387,914.23	12,712.22	120.74
26	31/05/2022	4,787,069,727,905	355,387,914.23	13,469.98	757.76
27	07/06/2022	4,756,123,532,071	355,387,914.23	13,382.90	(87.08)
28	14/06/2022	4,549,384,058,786	355,387,914.23	12,801.17	(581.73)
29	21/06/2022	4,326,405,798,088	355,387,914.23	12,173.75	(627.42)
30	28/06/2022	4,543,168,485,310	355,387,914.23	12,783.68	609.93
31	30/06/2022	4,448,760,548,022	355,387,914.23	12,518.04	(265.64)
Average NAV during the period		5,127,619,851,948	Not applicable	Not applicable	Not applicable
The highest level of NAV per Fund unit during the period		Not applicable	Not applicable	Not applicable	(1,072.45)
The lowest level of NAV per Fund unit during the period		Not applicable	Not applicable	Not applicable	(0.99)

Vietnam Select Equities Investment Fund

Notes to the interim financial statements for the six-month period ended 30 June 2022
(continued)

Form B06g – QM

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

For the six-month period ended 30/6/2021

No.	NAV period	Net Asset Value (NAV) VND [1]	Number of Fund units Units [2]	NAV per Fund unit VND/unit [3] = [1]/[2]	Increase/ (decrease) in NAV per Fund unit VND/unit
1	05/01/2021	2,716,272,303,107	276,079,186.53	9,838.74	289.92
2	12/01/2021	2,861,316,976,632	276,064,186.53	10,364.68	525.94
3	19/01/2021	2,737,722,569,672	276,064,186.53	9,916.98	(447.70)
4	26/01/2021	2,855,617,315,975	276,064,186.53	10,344.03	427.06
5	31/01/2021	2,688,108,772,614	276,064,186.53	9,737.26	(606.77)
6	02/02/2021	2,754,189,496,227	276,064,186.53	9,976.63	239.37
7	08/02/2021	2,813,725,599,496	278,419,693.70	10,106.06	129.43
8	16/02/2021	2,900,625,027,364	278,419,693.70	10,418.17	312.12
9	23/02/2021	3,016,996,601,614	278,419,693.70	10,836.15	417.97
10	28/02/2021	3,016,564,442,849	278,119,693.70	10,846.28	10.13
11	02/03/2021	3,050,453,945,691	278,119,693.70	10,968.13	121.85
12	09/03/2021	3,002,047,464,032	280,211,678.32	10,713.50	(254.63)
13	16/03/2021	3,070,354,007,588	280,197,678.32	10,957.81	244.32
14	23/03/2021	3,069,908,008,897	280,194,178.32	10,956.36	(1.45)
15	30/03/2021	3,061,115,863,809	280,194,178.32	10,924.98	(31.38)
16	31/03/2021	3,073,644,001,617	280,194,178.32	10,969.69	44.71
17	06/04/2021	3,205,717,683,355	280,194,178.32	11,441.06	471.36
18	13/04/2021	3,248,822,815,421	280,194,178.32	11,594.90	153.84
19	19/04/2021	3,343,057,935,432	280,194,178.32	11,931.22	336.32
20	27/04/2021	3,307,905,484,884	280,194,178.32	11,805.76	(125.46)
21	30/04/2021	3,389,188,145,129	280,194,178.32	12,095.85	290.09
22	04/05/2021	3,423,551,846,463	280,194,178.32	12,218.50	122.64
23	11/05/2021	4,530,798,105,792	364,901,863.14	12,416.48	197.99
24	18/05/2021	4,615,611,487,180	365,206,538.86	12,638.36	221.88
25	25/05/2021	4,817,393,825,119	365,201,538.86	13,191.06	552.70
26	31/05/2021	4,932,955,596,048	365,191,538.86	13,507.86	316.80
27	01/06/2021	4,990,413,286,277	365,191,538.86	13,665.19	157.34
28	08/06/2021	4,828,263,081,447	365,191,538.86	13,221.18	(444.01)
29	15/06/2021	4,971,034,365,085	363,981,538.86	13,657.38	436.20
30	22/06/2021	4,996,722,633,702	363,981,538.86	13,727.96	70.58
31	29/06/2021	5,104,485,174,840	363,981,538.86	14,024.02	296.07
32	30/06/2021	5,101,533,601,265	363,981,538.86	14,015.91	(8.11)
Average NAV during the period		3,600,551,570,435	Not applicable	Not applicable	Not applicable
The highest level of NAV per Fund unit during the period		Not applicable	Not applicable	Not applicable	606.77
The lowest level of NAV per Fund unit during the period		Not applicable	Not applicable	Not applicable	(1.46)

Vietnam Select Equities Investment Fund**Notes to the interim financial statements for the six-month period ended 30 June 2022**
(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 key contracts****(a) Related parties*****Transactions with Dragon Capital VietFund Management Joint Stock Company, the Fund Management Company***

	Six-month period ended	
	30/6/2022	30/6/2021
	VND	VND
Management fees	19,073,339,506	13,393,110,707

In accordance with the Fund's Charter, the management fee rate is 0.75% per annum. The fee is calculated on each valuation period based on NAV at the date before the valuation date and the number of days in the valuation cycle. Management fee paid to the Fund Management Company equals to sum of fees calculated (accrued) on each valuation date during the reporting period minus true up adjustment (if any) at the end of the accounting period to ensure total management and other fees paid by the Fund is compliant with relevant regulations.

Transactions with Fund Representative Board

	Six-month period ended	
	30/6/2022	30/6/2021
	VND	VND
Fund Representative Board's remunerations (Note 19)	116,423,929	129,917,808

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

Vietnam Select Equities Investment Fund
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(b) Key contracts

Standard Chartered Bank Vietnam (“Standard Chartered”) – Supervising Bank and Custodian Bank

	Six-month period ended	
	30/6/2022	30/6/2021
	VND	VND
Safe keeping fee (Note 18)	762,933,578	607,680,885
Fund administration fee	699,355,778	768,113,093
Supervising fee	559,484,625	392,864,582
Interest income (Note 14)	289,756,735	235,723,259
Transaction fee (Note 18)	56,400,000	55,980,000
Bank Charges	4,659,600	4,077,700

The Fund has appointed Standard Chartered Bank (Vietnam) Ltd. (“Standard Chartered”) to be the Custodian Bank and Supervising Bank of the Fund. Standard Chartered was authorised by the Fund Management Company to provide fund administration service. In accordance with the Fund Charter, the Fund has to pay custody and supervising fees and fund administration fees to the respective service providers on a monthly basis. Fees are calculated on each valuation period based on NAV at the date before valuation date. The monthly fees are total fee calculated for valuation periods within the month which are not less than minimum fees but do not exceed the maximum fees frame as follows:

Service	Fee
Safe keeping fee	From 1 January 2022 to 5 April 2022:
	<ul style="list-style-type: none"> ▪ NAV less than VND1,000 billion: 0.04% NAV per annum ▪ NAV from VND1,000 billion to VND2,000 billion: 0.035% NAV per annum ▪ NAV more than VND2,000 billion: 0.03% NAV per annum ▪ At least VND23,000,000/month
Supervising fee	From 6 April 2022:
	<ul style="list-style-type: none"> ▪ Maximum 0.04% NAV per annum ▪ 0.02% NAV per annual. At least VND17,000,000/month
Fund administration fee	From 1 January 2022 to 5 April 2022:
	<ul style="list-style-type: none"> ▪ NAV less than VND500 billion: 0.06% NAV per annum ▪ NAV from VND500 billion to VND1,000 billion: 0.05% NAV per annum ▪ NAV from VND1,000 billion to VND2,000 billion: 0.04% NAV per annum ▪ NAV from VND2,000 billion to VND3,000 billion: 0.03% NAV per annum ▪ NAV more than VND3,000 billion: 0.025% NAV per annum ▪ At least VND 20,000,000/month
Securities clearing transaction fee	From 6 April 2022:
	<ul style="list-style-type: none"> ▪ Maximum 0.06% NAV per annum ▪ VND100,000 /transaction



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22. Indices

	Six-month period ended	
	30/6/2022	30/6/2021
I Investment performance		
<i>Expense ratio</i>		
6 Operating expenses/Average NAV during the period (%)	1.27%	1.36%
<i>Turnover ratio</i>		
7 Turnover ratio of investment portfolio during the period = (Total value of purchase transactions + total value of sales transactions)/2/Average NAV during the period (%)	153.89%	171.54%

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, securities traded on UPCoM and cash at bank. 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. The Fund’s portfolio is monitored closely to ensure that it complies with asset allocation required by regulations and the Fund Charter.

(a) Credit risk

Credit risk is the risk of financial loss to the Fund if a counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Fund’s cash in banks and accounts receivables.

All current accounts and term deposits were placed with well-known financial institutions where the Fund Representative Board approved and the Fund Management Company does not expect any losses arising from the non-performance of these financial institutions.

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

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Trading or exercising the right to buy shares of the Fund is paid for or performed through approved brokers or issuing agents. The risk of default is considered minimal.

Receivables includes interest receivables from banks deposits, dividends and receivables from sales of investments. The Fund Management Company believes that no allowance for doubtful debts was considered necessary for these receivables as at 30 June 2022 and 31 December 2021.

The maximum exposure to credit risk faced by the Fund is equal to the carrying amounts of cash in banks and receivables from investment activities.

(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 another 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 term and long term.

The Fund's financial assets as at 30 June 2022 and 31 December 2021 mainly included listed securities. The Fund's investments in listed securities are considered to be readily realisable as they are traded on the Ho Chi Minh City Stock Exchange, the Hanoi Stock Exchange and the Unlisted Public Company Market. As a result, the Fund may be able to liquid some of its investments in due time in order to meet its liquidity requirements.

As at 30 June 2022 and 31 December 2021, the contractual maturities of non-derivative financial liabilities were as follows:

As at 30 June 2022	Carrying amount VND	Undiscounted contractual cash flows VND	Within 1 year VND
Payables from purchases of investment	192,501,165,000	192,501,165,000	192,501,165,000
Accrued expenses	477,387,825	477,387,825	477,387,825
Fund's service fees payable	3,120,806,391	3,120,806,391	3,120,806,391
	196,099,359,216	196,099,359,216	196,099,359,216
As at 31 December 2021	Carrying Amount VND	Undiscounted contractual cash flows VND	Within 1 year VND
Payables from purchases of investment	16,544,600,000	16,544,600,000	16,544,600,000
Accrued expenses	204,178,968	204,178,968	204,178,968
Fund's service fees payable	3,768,152,990	3,768,152,990	3,768,152,990
	20,516,931,958	20,516,931,958	20,516,931,958

Vietnam Select Equities Investment Fund

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(c) Market risk

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

(i) Interest rate risk

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

(iii) Market price risk

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

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

As at 30 June 2022, the market value of the Fund's listed shares is VND4,098,636,653,200 (31/12/2021: VND5,361,643,307,800). For the six-month period ended 30 June 2022, the difference between the highest and lowest monthly VN-Index was approximately 25% (for the year ended 31 December 2021: 42%). Had the market prices of these securities declined or increased by 25% as at 30 June 2022 (31/12/2021: 42%) with all other variables remaining constant, the Fund's Net Asset Value would have decreased or increased by VND1,024,659,163,300 (31/12/2021: VND2,251,890,189,276), respectively.



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(d) Fair values

Fair value is the value which is appropriate for market price that can be generated when selling an asset or transferring a liability at that time.

(i) Fair value versus carrying value

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

	30/6/2022		31/12/2021	
	Carrying value VND	Fair value VND	Carrying value VND	Fair value VND
Financial assets				
<i>Categorised as financial assets at fair value through profit or loss:</i>				
▪ Listed shares	4,098,636,653,200	4,098,636,653,200	5,361,643,307,800	5,361,643,307,800
▪ Rights	188,100	188,100	-	-
<i>Categorised as loans and receivables:</i>				
▪ Cash in banks and cash equivalents	483,989,903,172	483,989,903,172	29,121,896,968	29,121,896,968
▪ Interest and dividend receivables	62,233,162,766	62,233,162,766	30,883,539,000	30,883,539,000
Financial liabilities				
<i>Categorised as financial liabilities carried at amortised cost:</i>				
▪ Payables from purchases of investment	192,501,165,000	192,501,165,000	16,544,600,000	16,544,600,000
▪ Accrued expenses	477,387,825	477,387,825	204,178,968	204,178,968
▪ Fund's service fees payable	3,120,806,391	3,120,806,391	3,768,152,990	3,768,152,990

Vietnam Select Equities Investment Fund
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(ii) Basis for determining fair values

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

- Fair values of cash in banks and term deposits at banks are equal to their carrying values at the reporting date.
- Fair values of securities which are listed on the Ho Chi Minh City Stock Exchange, the Hanoi Stock Exchange and the Unlisted Public Company Market are the closing prices (or other names, depending on the internal regulations of the Stock Exchange) of the most recent trading date of the securities prior to the valuation date.
- Fair value of a right is determined by the difference between the market price of the stock at the reporting date and the amount actually paid to exercise the right on the date of announcement, multiplied by the percentage required to purchase a new share.
- Fair values of other financial assets and liabilities approximate their carrying values as at the reporting date due to their short-term maturity of these financial instruments.

24. Post balance sheet events

There were no significant events occurring after the balance sheet date which require adjustments or disclosures in the Fund's interim financial statements for the six month period ended 30 June 2022.

25. Comparative information

Comparative information is carried over from the amounts presented in the financial statements as at 31 December 2021 and the amount presented in the interim financial statements for the six-month period ended 30 June 2021.

26. Approval for issue of the financial statements

The interim financial statements for the six-month period ended 30 June 2022 were authorised for issue by the Fund Representative Board on 10 August 2022.

10 August 2022

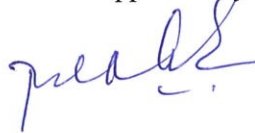
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