

DC BOND FUND

**INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**



DC BOND FUND

INTERIM FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024

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GENERAL INFORMATION OF THE FUND

**Certificate of registration
of public fund establishment**

No. 04/GCN-UBCK dated 10 June 2013 and its amendment No. 16/GCN-UBCK dated 24 May 2021, both issued by the State Securities Commission ("SSC")

Board of Representatives

Ms. Nguyen Boi Hong Le	Chairperson
Ms. Le Thi Thu Huong	Member
Ms. Pham Thi Thanh Thuy	Member

Fund Management Company

Dragon Capital VietFund Management Joint Stock Company

Supervisory Bank

Standard Chartered Bank (Vietnam) Limited

Registered Office

15th Floor, Me Linh Point Tower,
No. 02 Ngo Duc Ke Street, Ben Nghe Ward, District 1,
Ho Chi Minh City, Vietnam

Auditor

PwC (Vietnam) Limited

DC BOND FUND

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

Management of Dragon Capital VietFund Management Joint Stock Company (“the Fund Management Company”) is responsible for preparing the interim financial statements which give a true and fair view of the financial position and investment portfolio of DC Bond Fund (“the Fund”) as at 30 June 2024 and of the results of its operations, its changes in net asset value, subscriptions and redemptions of fund certificates and its cash flows for the six-month period then ended. In preparing these interim financial statements, management of the Fund Management Company is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent; and
- prepare the interim financial statements on a going concern basis unless it is inappropriate to presume that the Fund will continue in business.

Management of the Fund Management Company is 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 which enable the interim financial statements to be prepared which comply with the basis of accounting set out in Note 2, Note 3 and Note 4 to the interim financial statements. 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 or error.

The Legal representative has authorised Mr. Le Hoang Anh – Acting Director, Investment Service to approve and sign the interim financial statements of for the six-month period ended 30 June 2024 as per the Power of attorney No 05 dated 6 September 2023.

DC BOND FUND

APPROVAL OF THE INTERIM FINANCIAL STATEMENTS BY THE BOARD OF REPRESENTATIVES

We hereby approve the accompanying interim financial statements which give a true and fair view of the financial position and the investment portfolio of the Fund as at 30 June 2024, and of the results of its operations, its changes in net asset value, subscriptions and redemptions of fund certificates and its cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System applicable to open-ended investment funds including Circular 198/2012/TT-BTC issued by the Ministry of Finance on 15 November 2012 on the promulgation of accounting system for open-ended investment funds, Circular 181/2015/TT-BTC issued by the Ministry of Finance on 13 November 2015 on the promulgation of accounting system for exchange-traded funds, Circular 98/2020/TT-BTC issued by the Ministry of Finance on 16 November 2020 providing guidance on the operation and management of securities investment funds, and prevailing regulations on preparation and presentation of financial statements applicable to open-ended investment funds.

On behalf of the Board of Representatives



Nguyen Boi Hong Le
Chairperson
Ho Chi Minh City, Vietnam
8 August 2024

DC BOND FUND

REPORT OF THE FUND MANAGEMENT COMPANY

1 GENERAL INFORMATION OF DC BOND FUND (“THE FUND”)

1.1 Objectives of the Fund

Objectives of the Fund are set in accordance with the Establishment registration certificate issued by the State Securities Commission (“the SSC”), the Fund Charter and the Fund’s prospectus.

1.2 Performance result of the Fund

As at 30 June 2024, the net asset value (NAV) change of the Fund was 197.78 (%) compared to the Fund’s NAV as at 31 December 2023; the change in NAV per fund certificate compared to 31 December 2023 was 3.42 (%).

1.3 The Fund’s investment strategy and policy

The Fund’s strategy is active management based on macro analysis, fundamental analysis of fixed-income market, applying quantitative models, statistics or fundamental corporate analysis of issuers in making investment decisions with the goal to optimise profit of the portfolio. Particularly for corporate bonds, the analysis needs to be based on at least one credit rating model developed by Dragon Capital VietFund Management Joint Stock Company and its technical support partner.

1.4 Classification of the Fund

The Fund is an open-ended public investment fund.

1.5 Life of the Fund

The Fund has an indefinite life.

1.6 Short-term risk

The Fund is exposed to low risk.

1.7 Inception date of the Fund

The Fund has been operating since 10 June 2013.

1.8 Size of the Fund at the reporting date

As at 30 June 2024, the Fund’s NAV was VND1,344,758,330,774 equivalent to 51,214,112.04 fund certificates.

1.9 Benchmark index of the Fund

The Fund has no benchmark index.

1.10 Profit distribution policy of the Fund

The Fund does not distribute its profit. Entire profits generated from operations are accumulated to increase NAV of the Fund.

DC BOND FUND

REPORT OF THE FUND MANAGEMENT COMPANY (continued)

1 GENERAL INFORMATION OF THE FUND (continued)

1.11 Net profits attributed per fund certificate as of the reporting date

The Fund has not distributed its profits to fund certificate holders since its establishment until 30 June 2024.

2 PERFORMANCE RESULTS

2.1 Asset allocation

	As at		
	30/06/2024	30/06/2023	30/06/2022
	%	%	%
1.			
2. Bonds	43.32	79.07	78.01
3. Other assets	56.68	20.93	21.99
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

2.2 Performance indicators

	As at/ For the six-month period ended		
	30/06/2024	30/06/2023	30/06/2022
1. NAV of the Fund (VND)	1,344,758,330,774	390,448,103,421	814,536,621,585
2. Number of fund certificates outstanding (units)	51,214,112.04	16,131,652.86	35,259,224.52
3. NAV per fund certificate (VND)	26,257.57	24,203.84	23,101.37
4. NAV per fund certificate – highest during the reporting period (VND)	26,282.14	24,203.91	23,101.37
5. NAV per fund certificate – lowest during the reporting period (VND)	25,389.96	23,277.66	22,306.59
6. Closing price of fund certificate at the reporting date (VND)	Not applicable	Not applicable	Not applicable
7. Closing price of fund certificate at the reporting date – highest during the period (VND)	Not applicable	Not applicable	Not applicable
8. Closing price of fund certificate at the reporting date – lowest during the period (VND)	Not applicable	Not applicable	Not applicable
9. Yield per fund certificate (%) (*)	3.42%	4.00%	3.69%
9.1. Capital yield per fund certificate (due to price change) (%)	0.99%	(0.10%)	(0.33%)
9.2. Income yield per fund certificate (calculated using realised income) (%)	2.43%	4.10%	4.02%
10. Gross distributed earning per fund certificate (VND)	Nil	Nil	Nil
11. Net distributed earning per fund certificate (VND)	Nil	Nil	Nil
12. Ex-date of distribution	None	None	None
13. Operation expenses/Average NAV (%) (**)	1.39%	1.48%	1.39%
14. Turnover of investment portfolio (%) (***)	133.00%	180.56%	114.82%

DC BOND FUND

REPORT OF THE FUND MANAGEMENT COMPANY (continued)

2 PERFORMANCE RESULTS (continued)

2.2 Performance indicators (continued)

(*) This yield is calculated using the following formula:

$$\text{Yield per fund certificate} = \frac{\text{NAV per fund certificate at the end of period}}{\text{NAV per fund certificate at the beginning of period}} - 1$$

$$\text{Income yield per fund certificate} = \frac{\text{Realised operation result/ Quantity of fund certificates at the end of period}}{\text{NAV per fund certificate at the beginning of period}}$$

$$\text{Capital yield per fund certificate} = \text{Yield per fund certificate} - \text{Income yield per fund certificate}$$

(**) This ratio is calculated by dividing total operating expenses of the reporting period by the average NAV of the period, and annualised (by multiplying by 365 or 366, then dividing by the number of actual days during period). The corresponding figure of the previous years have been re-calculated for comparability.

(***) This ratio is calculated without considering any contract value of index futures and annualised (by multiplying by 365 or 366, then dividing by the number of actual days during period). The corresponding figure of the previous years have been re-calculated for comparability.

2.3 Growth by years

Period	Growth of NAV per fund certificate (%)	Annual growth of NAV per fund certificate (%)
1 year	8.49%	8.49%
3 years	22.19%	6.91%
Since the inception	162.58%	9.12%

2.4 Annual growth

Year ended	30/06/2024	30/06/2023	30/06/2022
Growth per fund certificate (%)	8.49%	4.77%	7.50%

3 MARKET UPDATES

During the first 6 months of 2024, there have been periods when the gold market was overheated and created pressure against macroeconomics; however, those pressure in the gold and foreign exchange markets has been stabilized subsequently, largely due to the central bank's intervention through State-owned commercial banks, curbing speculation in gold and foreign exchange. Macroeconomic indicators continued to show strength; Vietnam's gross domestic product ("GDP") grew by 6.9%, marking the 11th consecutive quarter of expansion. The purchasing managers' index ("PMI") surged to 54.7, signalling a significant improvement in business conditions since June 2022. Inflation was well-contained, with an annual rise of 4.34% year-over-year. The trade surplus was robust at \$11.63 billions year to date. Foreign direct investment ("FDI") was strong, with registrations and disbursements up 13.1% and 8.2% year-over-year, reaching \$15.19 billion and \$10.84 billion, respectively.

DC BOND FUND

REPORT OF THE FUND MANAGEMENT COMPANY (continued)

3 MARKET UPDATES (continued)

From a policy perspective, Vietnam is maintaining stable interest rates, with lending rates unchanged since the end of 2023 despite a rise in deposit rates by 0.5% to 1% across various tenors. The recent depreciation of the VND (4.8% year to date) against the strengthening USD may limit the scope of monetary policy, potentially shifting emphasis towards fiscal policy as the main driver for the first half of 2024. Public investment disbursement has not yet fully played its role, having reached only 27.5% of the plan in the first half of the year, indicating substantial room for expansion in the later half. Additionally, continuous reductions in various taxes and fees, coupled with a 30% increase in the base salary and a 6% increase in the minimum wage, will support purchasing power in the second half of 2024.

Tenor	Issuance Plan	Issuance Plan	Issued Value	Cumulative	Cumulative	% Completion	% Completion
	Q2-2024 (VND bn)	FY 2024 (VND bn)	Jun-24 (VND bn)	Issued Value Q2-2024 (VND bn)	Issued Value YTD (VND bn)	of Quarter Plan	of FY 2024 Plan
5-year	20,000	70,000	1,500	20,500	35,250	103%	50%
7-year	5,000	15,000	-	-	400	0%	3%
10-year	40,000	100,000	26,090	40,966	74,389	102%	74%
15-year	45,000	140,000	1,700	9,935	38,206	22%	27%
20-year	5,000	20,000	-	2,800	3,970	56%	20%
30-year	5,000	25,000	181	2,072	4,287	41%	17%
	120,000	400,000	29,471	76,273	156,502	64%	39%

Regarding Government bonds (VGB), in the first 6 months of 2024, there were 111 VGB issuances, totaling VND156.502 trillions, achieving 39% the issuance plan for the whole year with the winning ratio of 60%. The increase in yields and surplus cash from stagnant credit growth brought back the demand for VGBs, especially with long term.

The total volume of outright transactions in the first half of 2024 was robust, increasing 81% year-over-year to VND802.0 trillions or VND6.54 trillions per day. Repurchase agreement ("REPO") transactions were also strong, increasing by 82% year-over-year to VND429.87 trillions, reflecting the return of VGB demand when rates reverted to reasonable levels.

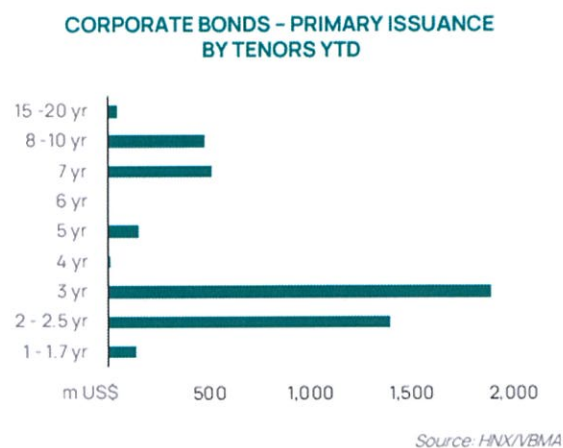
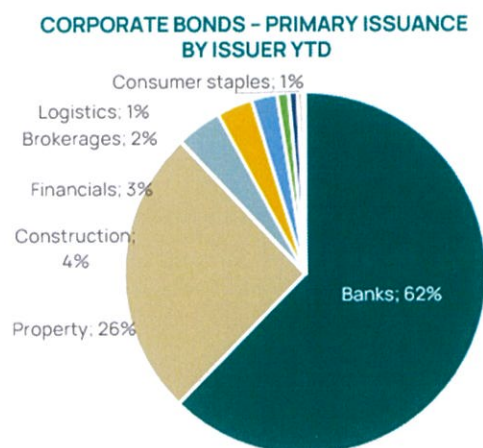
During Quarter 2 of 2024, especially June, it has been witnessed a significant return in new corporate bond issuances after a relatively quiet quarter 1. In June, there were 30 private placements and 3 public offerings, totaling VND42.1 trillions, up 150% from May's initial figures and 41% from the revised figure (with 15 bonds totaling VND13.15 trillions added to May's issuance). This resurgence was led by the banking sector, which issued 24 bonds totaling VND38.47 billions, representing 91% of the month's total new issuances and confirming a robust restart from the largest issuing group of 2023, enhancing primary supply. Year-to-date, the market has seen 112 new issuances worth VND118.05 billions, accounting for 40% of the total volume in 2023. Banks have now overtaken property developers as the predominant issuing group, contributing 62% of the new issuances, followed by property at 26% and construction at 4%. The remaining 8% was distributed among transportation, consumer services, securities, and other sectors.

In terms of market development, credit rating agencies are increasingly active in providing reports on both issuers and bonds. This is expected to be a key catalyst in improving the quality of the corporate bond market. With positive changes in quarter 2, the corporate bond market has a good chance to grow in the remainder of 2024.

DC BOND FUND

REPORT OF THE FUND MANAGEMENT COMPANY (continued)

3 MARKET UPDATES (continued)



4 DETAILS OF THE FUND'S PERFORMANCE RESULTS

4.1 Details of the Fund's performance indicators

Item	1 year up to reporting date (%)	3 years up to reporting date (%)	From inception to reporting date (%)
Income yield per fund certificate	4.04%	12.58%	74.96%
Capital yield per fund certificate	4.45%	9.60%	87.62%
Yield per fund certificate	8.49%	22.19%	162.58%
Annual growth per fund certificate	8.49%	6.91%	9.12%
Growth of component portfolio (*)	Not applicable	Not applicable	Not applicable
Price change per fund certificate (**)	Not applicable	Not applicable	Not applicable

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

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

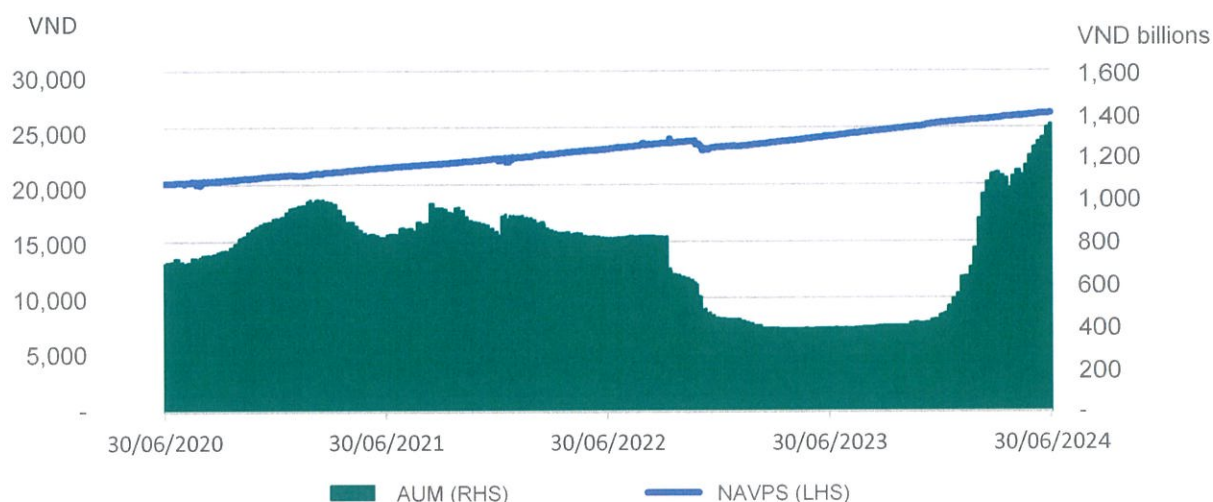
DC BOND FUND

REPORT OF THE FUND MANAGEMENT COMPANY (continued)

4 DETAILS OF THE FUND'S PERFORMANCE RESULTS (continued)

4.1 Details of the Fund's performance indicators (continued)

The Fund's chart of monthly NAV in recent 3 years is as below:



Changes in NAV:

Item	30/06/2024 VND	30/06/2023 VND	Change %
NAV of the Fund	1,344,758,330,774	390,448,103,421	244.41%
NAV per fund certificate	26,257.57	24,203.84	8.49%

As at 30 June 2024, the NAV per fund certificate of the Fund was VND26,257.57, which represents a 3.42% increase compared to the end of 2023. The fund's cumulative growth in the first six months of 2024 exceeded the average 12-month deposit interest rate of the four largest banks (2.38%). The total NAV and total assets of the Fund as at 30 June 2024, were VND1,344.8 billions and VND1,355.1 billions, respectively.

During the first six months of 2024, the Fund conducted transactions involving corporate bonds, certificates of deposit, and government bonds. As at 30 June 2024, investments in corporate bonds accounted for the largest proportion of the fund's portfolio at 44.5%, with approximately 19% in corporate bonds with a maturity of less than 1 year. Cash and bank deposits constituted 32.9% of the portfolio, while investments in certificates of deposit made up 22.6%. The remaining average term of the portfolio was about 0.8 years, with the average term of bonds being 1.3 years.

DC BOND FUND

REPORT OF THE FUND MANAGEMENT COMPANY (continued)

4 DETAILS OF THE FUND'S PERFORMANCE RESULTS (continued)

4.2 Fund certificate holders analysis as at reporting date

Number of fund certificates	Number of fund certificate holders	Number of fund certificates	Holding rate %
Fewer than 5,000	10,613	2,859,502.18	5.58%
5,000 to fewer than 10,000	195	1,400,707.92	2.74%
10,000 to fewer than 50,000	382	9,334,162.18	18.23%
50,000 to 500,000	174	22,071,341.81	43.10%
More than 500,000	11	15,548,397.95	30.35%
Total	11,375	51,214,112.04	100.00%

4.3 Soft commissions and discounts

To minimise conflicts of interests and ensure the accuracy of the Fund's expenses, the Fund Management Company prohibits all of its employees from accepting cash discounts and soft commissions in dealing with the Fund's transactions with its service providers.

During the reporting period, the Fund has neither cash discounts nor soft commissions attached to its transactions with its service providers.

5 MARKET PROSPECTS

In regard to Government bonds, with the interest gap between USD and VND on the interbank market still anchored at high levels and would be possibly maintained at this level due to the U.S monetary policy, along with the appreciation of USD in the global market, the State Bank of Vietnam ("SBV") is under the pressure to increase interest rate, which is the foundation for the increase in Government bonds' yield.

In terms of corporate bonds, during Quarter 1 of 2024, the primary market was fairly quiet as the new issuance amount was low. The reason for this quiet state was the seasonal impacts of Tet holiday and the preparation of financial statements. However, in Quarter 2 of 2024, the primary market showed resurgence with the activeness in bond issuance, led by the banking sector. In the second half of 2024, the market is likely to be active thanks to the pressure for credit growth as well as the recovery of the economy.

In terms of market development, credit rating agencies are increasingly active in providing reports on both issuers and bonds. This is expected to be a key catalyst in improving the quality of the corporate bond market. With positive changes in Quarter 2, the corporate bond market has a good chance to grow in the remainder of 2024.

DC BOND FUND

REPORT OF THE FUND MANAGEMENT COMPANY (continued)

6 OTHER INFORMATION

Group	Full name	Position	Qualification	Experience
The Fund controllers	Luong Thi My Hanh	Head of Asset management – Onshore	Master of Economics	<ul style="list-style-type: none"> - From 2010 to 12/03/2021: Deputy Chief Executive Officer (“CEO”) in charge of Investment and Research of Vietnam Investment Fund Management Joint Stock Company; - Since 12/03/2021: Head of Asset management – Onshore of Dragon Capital VietFund Management Joint Stock Company.
	Bui Minh Long	Senior Officer, Portfolio Management	Master of Finance	<ul style="list-style-type: none"> - From 01/07/2020 to 31/12/2020: Investment portfolio manager of Vietnam Investment Fund Management Joint Stock Company; - Since 01/2021 to 12/2023: Investment portfolio manager of Dragon Capital VietFund Management Joint Stock Company. - Since 01/2024 to 04/2024: Portfolio Manager - Since 05/2024 to present: Senior Officer, Portfolio Management
The Board of Representatives	Nguyen Boi Hong Le	Chairperson	Master of Business Administration	<ul style="list-style-type: none"> - From 2010 to 2012: Head of Transaction Department of Petrovietnam Securities Incorporated; - Since 2012 to 2020: Economics and Petroleum Management Specialist of Vietnam Petroleum Institute. - Since 2020: Retired.
	Le Thi Thu Huong	Member	Bachelor of Accounting – Auditing	<ul style="list-style-type: none"> - 2012: Director of F&A Auditing Partnership; - From 2013 to 2016: Deputy CEO of Dai Tin Auditing Company Limited; - From 2017 to 2019: Deputy CEO of Branch of Dai Tin Auditing Company Limited; - Since 2020: Founder and Director of Golden Standards Auditing Company Limited.
	Pham Thi Thanh Thuy	Member	Lawyer	<ul style="list-style-type: none"> - From 2010 to 31/12/2020: Head of Legal and Compliance Department of Dragon Capital VietFund Management Joint Stock Company; - Since 01/01/2021: internal legal counselor of Dragon Capital VietFund Management Joint Stock Company.

DC BOND FUND

REPORT OF THE FUND MANAGEMENT COMPANY (continued)

6 OTHER INFORMATION (continued)

Management of the Fund Management Company	Beat Schurch	Chief Executive Officer	Master of Economics	<ul style="list-style-type: none"> - From 8/1996 to 7/2002: DKSH Vietnam, DKSH Vietnam, Director in charge of the Vietnamese and Cambodian markets - From 12/2002 to 2/2004: Lanamatic Asia, Resident Representative in Thailand - From 3/2004 to 8/2006: Synovate Thailand, Head of Business Consulting - From 9/2006 to 3/2009: Indochina Capital Vietnam, Chief Financial Officer - From 4/2009 to 1/2010: Indochina Capital Vietnam, Chief Executive Officer, Equity Division - From 3/2010 to 3/2011: Dragon Capital Group, Director, Operations - From 4/2011 to 12/2016: Dragon Capital Group Ltd Representative Office in Ho Chi Minh City, Head of Representative Office - From 12/2016 to 12/2020: Dragon Capital Management (HK) Ltd Representative Office in Ho Chi Minh City, Head of Representative Office - From 12/2020 to present: General Director, Dragon Capital Vietnam Fund Management Joint Stock Company
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Ho Chi Minh City, 8 August 2024

**ACTING DIRECTOR
INVESTMENT SERVICE**



Le Hoang Anh



SUPERVISORY BANK'S REPORT

We, appointed as the Supervisory Bank of DC Bond Fund ("the Fund") for the period from 01st January 2024 to 30th June 2024, 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 2024 to 30th June 2024, 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 dd, 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: "The fund shall not invest more than 10% of total value of its assets in shares initially offered to the public, bonds offered to the public; corporate bonds privately placed by listed organizations with payment guarantee by credit institutions or with the issuer's commitment to repurchase at least 30% of the value of the bond offering at least once every 12 months." 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 several valuation dates in the period from 01st January 2024 to 30th June 2024, the Fund's investment in unlisted corporate bonds deviated from the limit of 10% of the Fund's total asset value.

The Fund Management Company adjusted the Fund's investment portfolio to comply with the prevailing regulations within the regulated recovery timeframe.

As at 30th June 2024, the Fund's investment portfolio complied with Point dd, 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, Valuation Manual approved by Board of Representatives of the Fund 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 2024 to 30th June 2024, the Fund did not pay dividend to Fund Unit Holders.

SUPERVISORY BANK REPRESENTATIVE

Nguyễn Thuý Linh

Senior Manager, Supervisory Services Operations

SUPERVISORY BANK OFFICER

Vu Minh Hien

Manager, Supervisory Services Operations

Standard Chartered Bank (Vietnam) Limited

Tầng 3, Tháp 1 và Tháp 2, Phòng CP1, L01 và Phòng CP2, L01, Tòa nhà Capital Place, số 29 Liễu Giai, phường Ngọc Khánh, quận Ba Đình, Hà Nội

REPORT ON THE REVIEW OF INTERIM FINANCIAL INFORMATION TO THE FUND CERTIFICATE HOLDERS OF DC BOND FUND

We have reviewed the accompanying interim financial statements of DC Bond Fund ("the Fund") which were prepared on 30 June 2024 and approved by the Board of Representatives on 8 August 2024. The interim financial statements comprise: the interim statement of financial position and the statement of investment portfolio as at 30 June 2024, the interim statement of income, the interim statement of changes in net asset value, subscriptions and redemptions of fund certificates, and the interim statement of cash flows for the six-month period then ended, and explanatory notes to the interim financial statements including significant accounting policies, as set out on pages 16 to 61.

Responsibility of Management of Dragon Capital VietFund Management Joint Stock Company ("the Fund Management Company")

Management of the Fund Management Company is responsible for the preparation and the true and fair presentation of the interim financial statements of the Fund in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System applicable to open-ended investment funds including Circular 198/2012/TT-BTC issued by the Ministry of Finance on 15 November 2012 on the promulgation of accounting system for open-ended investment funds ("Circular 198/2012/TT-BTC"), Circular 181/2015/TT-BTC issued by the Ministry of Finance on 13 November 2015 on the promulgation of accounting system for exchange-traded funds ("Circular 181/2015/TT-BTC"), Circular 98/2020/TT-BTC issued by the Ministry of Finance on 16 November 2020 providing guidance on the operation and management of securities investment funds ("Circular 98/2020/TT-BTC") and prevailing regulations on preparation and presentation of financial statements applicable to open-ended investment funds, and for such internal control which management determines is necessary to enable the preparation and presentation of the interim financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the interim financial statements based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements 2410 – *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*.

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not present fairly, in all material respects, the financial position and the investment portfolio of the Fund as at 30 June 2024, and the results of its operations, its changes in net asset value, subscriptions and redemptions of fund certificates, and its cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System applicable to open-ended investment funds including Circular 198/2012/TT-BTC, Circular 181/2015/TT-BTC, Circular 98/2020/TT-BTC and prevailing regulations on preparation and presentation of financial statements applicable to open-ended investment funds.

Other Matter

The report on the review of interim financial statements is prepared in Vietnamese and English. Should there be any conflict between the Vietnamese and English versions, the Vietnamese version shall take precedence.

For and on behalf of PwC (Vietnam) Limited



Trần Thị Thanh Trúc
Audit Practising Licence No.
3047-2024-006-1
Authorised signatory

Report reference number: HCM15773
Ho Chi Minh City, 8 August 2024

INTERIM STATEMENT OF INCOME

Code	Item	Note	For the six-month period ended 30 June	
			2024 VND	2023 VND
01	I. INVESTMENT PROFIT AND OPERATING INCOME		39,587,390,818	18,630,641,183
03	1.2. Interest income	5.1	36,444,231,958	18,599,548,291
04	1.3. Realised gain/(loss) from disposal of investments	5.2	2,001,336,986	(140,700,263)
05	1.4. Unrealised gain from revaluation of investments	5.3	1,141,821,874	171,793,155
10	II. INVESTMENT EXPENSES		(213,471,775)	(153,044,714)
11	2.1. Transaction costs of investments	5.4	(208,471,775)	(108,958,738)
15	2.5. Other investment expenses		(5,000,000)	(44,085,976)
20	III. OPERATING EXPENSES		(6,620,273,341)	(2,932,258,936)
20.1	3.1. Fund management fee	8(a)(i)	(5,710,106,451)	(2,380,408,009)
20.2	3.2. Custodian fee	5.5	(199,096,529)	(98,818,238)
20.3	3.3. Supervision fee	8(a)(ii)	(209,370,570)	(99,000,000)
20.4	3.4. Fund administration fee	8(a)(ii)	(157,027,925)	(67,196,320)
20.5	3.5. Transfer agency fee		(66,000,000)	(66,000,000)
20.7	3.7. Investors' General Meeting expenses		(52,923,014)	(3,334,726)
20.8	3.8. Audit fee		(75,839,856)	(68,480,273)
20.10	3.10. Other operating expenses	5.6	(149,908,996)	(149,021,370)
23	IV. PROFIT FROM INVESTMENT ACTIVITIES		32,753,645,702	15,545,337,533

The notes on pages 25 to 61 are an integral part of these interim financial statements.

INTERIM STATEMENT OF INCOME
(continued)

Code	Item	Note	For the six-month period ended 30 June	
			2024 VND	2023 VND
24	V. NET OTHER INCOME AND EXPENSES		-	-
30	VI. ACCOUNTING PROFIT BEFORE TAX		<u>32,753,645,702</u>	<u>15,545,337,533</u>
31	6.1. Realised profit	6.9	31,611,823,828	15,373,544,378
32	6.2. Unrealised gain	6.9	1,141,821,874	171,793,155
40	VII. BUSINESS INCOME TAX ("BIT")		-	-
41	VIII. PROFIT AFTER TAX		<u>32,753,645,702</u>	<u>15,545,337,533</u>



Dragon Capital VietFund Management Joint
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Le Hoang Anh
Acting Director
Investment Service
8 August 2024

Dragon Capital VietFund Management Joint
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Nguyen Kieu Truc Ly
Fund Accountant
8 August 2024

Dragon Capital VietFund Management Joint
Stock Company
Ninh Thi Tue Minh
Fund Accounting Manager
8 August 2024

INTERIM STATEMENT OF FINANCIAL POSITION

Code	Item	Note	As at	
			30/06/2024 VND	31/12/2023 VND
100	I. ASSETS			
110	1. Cash at bank and cash equivalents	6.1	363,662,893,501	69,340,014,737
	In which:			
111	1.1. Cash for Fund's operations		3,562,893,501	44,570,014,737
112	1.2. Term deposits with maturity less than three (03) months		360,100,000,000	24,770,000,000
120	2. Net investments		968,062,695,382	412,594,675,142
121	2.1. Investments	6.2	968,062,695,382	412,594,675,142
130	3. Receivables		23,337,472,804	15,131,744,246
133	3.2. Interest receivables		23,289,955,685	15,131,744,246
136	3.2.2 Interest receivables	6.3	23,289,955,685	15,131,744,246
137	3.3. Other receivables		47,517,119	-
100	TOTAL ASSETS		1,355,063,061,687	497,066,434,125
300	II. LIABILITIES			
312	2. Payables for securities purchased	6.4	-	44,140,400,000
313	3. Subscription and Redemption fee payable to distributors and Fund Management Company	8(b)	280,656,028	11,059,231
314	4. Tax payables and obligations to the State		30,709,807	5,297,046
316	6. Accrued expenses	6.5	282,772,741	289,558,185
317	7. Subscription payables to unitholders	6.6	3,097,588,165	158,171,154
318	8. Redemption payables to unitholders	6.6	5,173,398,833	336,497,283
319	9. Fees payable to related service providers	6.7	1,404,284,581	490,999,567
320	10. Other payables		35,320,758	38,191,250
300	TOTAL LIABILITIES		10,304,730,913	45,470,173,716

The notes on pages 25 to 61 are an integral part of these interim financial statements.

INTERIM STATEMENT OF FINANCIAL POSITION
(continued)

Code	Item	Note	As at	
			30/06/2024 VND	31/12/2023 VND
400	III. NET ASSET VALUE DISTRIBUTABLE TO FUND CERTIFICATE HOLDERS	6.8	1,344,758,330,774	451,596,260,409
411	1. Share capital		512,141,120,400	177,866,682,700
412	1.1. Subscription capital	6.8	2,705,070,100,000	2,238,296,326,200
413	1.2. Redemption capital	6.8	(2,192,928,979,600)	(2,060,429,643,500)
414	2. Share premium		446,441,238,525	(79,692,748,438)
420	3. Undistributed profits	6.9	386,175,971,849	353,422,326,147
430	IV. NET ASSET VALUE PER FUND CERTIFICATE	6.8	26,257.57	25,389.59
440	V. PROFIT DISTRIBUTED TO FUND CERTIFICATE HOLDERS		-	-
	VI. OFF INTERIM STATEMENT OF FINANCIAL POSITION ITEM			
004	4. Number of outstanding fund certificates (units)	6.8	<u>51,214,112.04</u>	<u>17,786,668.27</u>



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The notes on pages 25 to 61 are an integral part of these interim financial statements.

**INTERIM STATEMENT OF CHANGES IN NET ASSET VALUE,
SUBSCRIPTIONS AND REDEMPTIONS OF FUND CERTIFICATES**

No.	Item	For the six-month period ended 30 June	
		2024 VND	2023 VND
I	Net asset value (“NAV”) at the beginning of the period	451,596,260,409	434,864,897,100
II	Changes in NAV for the period	32,753,645,702	15,545,337,533
	<i>In which:</i>		
II.1	Changes in net asset value due to market fluctuation and the Fund's operations	32,753,645,702	15,545,337,533
III	Changes in NAV due to subscriptions and redemptions of fund certificates	860,408,424,663	(59,962,131,212)
	<i>In which:</i>		
III.1	Proceeds from subscriptions	1,203,520,658,645	8,446,496,930
III.2	Payments for redemptions	(343,112,233,982)	(68,408,628,142)
IV	NAV at the end of the period	1,344,758,330,774	390,448,103,421



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8 August 2024

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DC BOND FUND

Form B 04g – QM

STATEMENT OF INVESTMENT PORTFOLIO
AS AT 30 JUNE 2024

No.	Item	Quantity	Market price/ revalued amount as at 30/06/2024 VND	Total value VND	Percentage of total assets %
I	Listed bonds				
1	CII121029	1,207,000	100,689.002	121,531,625,414	8.97%
2	VND122014	654,430	100,161.137	65,548,452,887	4.84%
3	BAF123020	452,357	101,841.403	46,068,671,537	3.40%
4	MSN123008	450,000	100,421.224	45,189,550,800	3.33%
5	TNG122017	400,000	100,845.237	40,338,094,800	2.98%
6	BAF122029	390,000	99,971.199	38,988,767,610	2.88%
7	VIC123028	380,000	99,942.661	37,978,211,180	2.80%
8	MML121021	300,230	100,142.967	30,065,922,982	2.22%
9	MSN123009	250,000	99,903.367	24,975,841,750	1.84%
10	VRE12007	200,000	100,598.294	20,119,658,800	1.48%
				<u>470,804,797,760</u>	<u>34.74%</u>
II	Unlisted bonds				
1	KDH12101	60	1,003,731,910.000	60,223,914,600	4.45%
2	KDH12202	46	999,013,700.000	45,954,630,200	3.39%
3	HDBC7Y202301	100,000	100,463.613	10,046,361,300	0.74%
				<u>116,224,906,100</u>	<u>8.58%</u>
III	Other assets				
1	Interest receivables			23,289,955,685	1.72%
2	Other assets			47,517,119	0.00%
				<u>23,337,472,804</u>	<u>1.72%</u>
IV	Cash				
1	Cash at bank			3,562,893,501	0.26%
2	Term deposits with maturity of less than three (03) months			360,100,000,000	26.58%
3	Term deposits with maturity of more than three (03) months			80,550,000,000	5.94%
4	Transferable certificates of deposit			300,482,991,522	22.18%
				<u>744,695,885,023</u>	<u>54.96%</u>
V	Total value of portfolio			<u><u>1,355,063,061,687</u></u>	<u><u>100.00%</u></u>

The notes on pages 25 to 61 are an integral part of these interim financial statements.

STATEMENT OF INVESTMENT PORTFOLIO
AS AT 30 JUNE 2024
(continued)



Dragon Capital VietFund Management Joint
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Investment Service
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A handwritten signature in blue ink, likely belonging to Nguyen Kieu Truc Ly.

Dragon Capital VietFund Management Joint
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Nguyen Kieu Truc Ly
Fund Accountant
8 August 2024

A handwritten signature in blue ink, likely belonging to Ninh Thi Tue Minh.

Dragon Capital VietFund Management Joint
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Ninh Thi Tue Minh
Fund Accounting Manager
8 August 2024

INTERIM STATEMENT OF CASH FLOWS
(Indirect method)

Code	Item	Note	For the six-month period ended 30 June	
			2024 VND	2023 VND
	I. Cash flows from investing activities			
01	1. Accounting profit before tax		32,753,645,702	15,545,337,533
02	2. Adjustments for:		(1,135,240,357)	(204,317,653)
03	Unrealised gain from revaluation of investments	5.3	(1,141,821,874)	(171,793,155)
04	Accrued expenses		6,581,517	(32,524,498)
05	3. Profit from investing activities before changes in working capital		31,618,405,345	15,341,019,880
20	Increase in investments		(554,326,198,366)	(28,785,711,440)
07	Increase in interest receivables		(8,158,211,439)	(3,041,997,634)
08	Increase in other receivables		(47,517,119)	(16,250,326)
10	(Decrease)/increase in payables for investments purchased but not yet settled		(44,140,400,000)	7,081,060,000
11	Increase in subscription and redemption fees payable to distributors and Fund Management Company		269,596,797	13,706,446
13	Increase/(decrease) in tax payables and obligations to the State		25,412,761	(90,910,907)
14	Increase/(decrease) in subscription payable to fund certificate holders		2,939,417,011	(57,614,172)
15	Increase/(decrease) in redemption payables to fund certificate holders		4,836,901,550	(4,951,362,310)
16	(Decrease)/increase in other payables		(16,237,453)	157,895,133
17	Increase/(decrease) in fees payable to fund service providers		913,285,014	(85,002,470)
19	Net cash outflow for investing activities		(566,085,545,899)	(14,435,167,800)
	II. Cash flows from financing activities			
21	1. Proceeds from subscriptions	6.8	1,203,520,658,645	8,446,496,930
22	2. Payments for redemptions	6.8	(343,112,233,982)	(68,408,628,142)
30	Net cash inflow from/(outflow for) financing activities		860,408,424,663	(59,962,131,212)
40	III. Net increase/(decrease) in cash and cash equivalents during the period		294,322,878,764	(74,397,299,012)

The notes on pages 25 to 61 are an integral part of these interim financial statements.

INTERIM STATEMENT OF CASH FLOWS (continued)
(Indirect method)

Code	Item	Note	For the six-month period ended 30 June	
			2024 VND	2023 VND
50	IV. Cash and cash equivalents at the beginning of the period			
		6.1	69,340,014,737	90,661,179,782
52	Cash at bank and cash equivalents for the Fund's operations		69,171,207,265	90,631,978,061
53	Cash at bank for subscriptions and redemptions		168,807,472	29,201,721
55	V. Cash and cash equivalents at the end of the period			
		6.1	363,662,893,501	16,263,880,770
57	Cash at bank and cash equivalents for the Fund's operations		360,560,914,263	16,173,199,939
58	Cash at bank for subscriptions and redemptions		3,101,979,238	90,680,831
60	VI. Changes in cash and cash equivalents during the period		294,322,878,764	(74,397,299,012)



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The notes on pages 25 to 61 are an integral part of these interim financial statements.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024****1 GENERAL INFORMATION OF THE DC BOND FUND****1.1 Certificate of registration of fund public offering and Certificate of registration of public for open-ended fund establishment**

DC Bond Fund ("the Fund") was established as a public open-ended fund under the Certificate of registration of public fund establishment No. 04/GCN-UBCK (the "ERC") issued by the State Securities Commission ("the SSC") on 10 June 2013 and the Decision 398/QD-UBCK issued by SSC on 7 May 2015 on the amendment of the ERC. The charter capital of the Fund as stipulated in the ERC is VND99,574,822,600, equivalent to 9,957,482.26 fund certificates.

The fund certificates were issued to the public for the first time pursuant to the Certificate of registration of fund public offering No. 04/GCN-UBCK issued by the SSC on 27 February 2013.

The Fund has no employee and is managed by Dragon Capital VietFund Management Joint Stock Company (the "Fund Management Company"). Standard Chartered Bank (Vietnam) Limited has been appointed as the Supervisory and Custodian Bank of the Fund.

1.2 General information of the Fund's operations***Size of the Fund***

According to the Establishment registration certificate, the Fund's charter capital is VND99,574,822,600.

The Fund's capital is based on the actual contribution of the fund certificate holders presented in Note 6.8.

Investment objective and investment restrictions

The main objective of the Fund is looking for profit from debt instruments (including but not limit in Vietnamese Government bonds, Government guaranteed bonds, municipal bonds, corporate bonds in accordance with Vietnamese law), commercial notes and fixed-income instruments.

The Fund's strategy is active management based on fundamental analysis of macro conditions, analysis of the movement of the fixed-income market, as well as quantitative models, statistic or corporate analysis of issuers in making decision, in order to optimise profit of the portfolio.

The Fund's investment portfolio and its restrictions follow the investment objectives and investment strategy as stipulated in the Fund's Charter and Prospectus.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024****1 GENERAL INFORMATION OF DC BOND FUND (continued)****1.2 General information of the Fund's operations (continued)*****Investment objective and investment restrictions (continued)***

The Fund's investable assets include:

- a) Deposits at commercial bank as stipulated by banking laws;
- b) Money market instruments including valuable papers and negotiable instruments in accordance with relevant laws and regulations;
- c) Government debt instruments, bonds underwritten by the Government and municipal bonds;
- d) Listed bonds on stock exchanges, fund certificates of public bond funds;
- e) Bonds offered to the public, corporate bonds privately issued by listed organizations with credit institutions' payment guarantee or the issuer's commitment to repurchase at least once in 12 months and each commitment to redeem is at least 30% value of the issue; In case the Fund invests in assets mentioned in this clause, they must meet the following criteria:
 - Having been approved in writing by the Board of Representatives of the Fund on the type, code of securities, quantity, transaction value, and execution time;
 - There are enough documents proving the payment guarantee or the issuer's commitment to buy back
- f) Listed derivatives at stock exchanges, and solely used for hedging purpose and for the underlying securities in which the Fund is holding;
- g) Rights that may arise in connection with securities that the Fund is holding; and
- h) In unfavourable circumstances of the market, the Fund can keep term deposits and cash equivalent up to 100% asset value to preserve the Fund's value from risks.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

1 GENERAL INFORMATION OF DC BOND FUND (continued)

1.2 General information of the Fund's operations (continued)

Investment objective and investment restrictions (continued)

The Fund's investment restrictions include:

- (i) Not more than 20% of the Fund's total asset are invested in circulating securities and assets (if any, specified at aforementioned points a and b) of an issuer, except for Government debt instruments;
- (ii) Total exposure to an issuer shall not be more than 10% of the total value of circulating securities of that issuer, except Government debt instruments;
- (iii) Not more than 30% of the Fund's total asset are invested in assets specified in the aforementioned points a, b, d, e, f which are issued by companies in the same group of companies having an ownership relationship in the following cases: parent company, subsidiary company; companies owning more than 35% of each other's shares or capital contributions; subsidiary groups of the same parent company. Value of derivative exposure is measured at the contractually committed value in accordance with item 3 of Article 56 of the Fund's Charter;
- (iv) Not more than 10% of the Fund's total asset are invested in assets specified at aforementioned point e;
- (v) At any time, the total value of derivative commitments, outstanding debts and payables of the Fund must not exceed the net asset value of the Fund;
- (vi) No investment in the fund's certificates is permitted;
- (vii) No direct investment in real estates, precious stones and metals is permitted; and
- (viii) Investment in other public bond fund certificates are subject to the following restrictions:
 - Total exposure to an other public bond fund does not exceed 10% of its circulating quantity;
 - Not more than 20% of the Fund's total asset are invested in a public fund; and
 - Not more than 30% of the Fund's total asset are invested in public funds.
- (ix) For shares formed from the exercise of the conversion right of convertible bonds held by the Fund, the Fund will make an offer to sell these shares as soon as they are tradeable.

The Fund's assets allocation may breach investment restrictions described at (i), (ii), (iii) and (viii) due to only these causes:

- Volatility in market prices of the Fund's portfolio assets;
- As a result of proceeding legally valid payments, including fulfilling orders of fund certificate holders;
- Split, merger, demerger, consolidation of issuers;
- When the Fund has been operating for less than six (06) months from the certificate of establishment or split, merger or consolidation is granted; and
- When the Fund is under dissolution process.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024****1 GENERAL INFORMATION OF DC BOND FUND (continued)****1.2 General information of the Fund's operations (continued)*****Frequency of net asset value ("NAV") valuation***

The Fund's NAV is determined weekly on Friday and a monthly basis. The monthly valuation date is the first day of the following month. In case of the valuation date falls on weekends or holidays, the valuation date is the following working date, except for the monthly valuation is still the first day of the following month.

Should the Fund Management Company change the frequency of NAV valuation, it is required to obtain the written approval of the Board of Representatives prior to execution.

Method of NAV valuation

The Fund's NAV is calculated at total assets less total liabilities as at the date prior to the valuation date. Total liabilities of the Fund are debts or payment obligations of the Fund up to the date prior to the valuation date. Total assets are measured at market value or fair value (in case market value is indeterminable or when there are unusual volatility in market price as specified in the Fund's Valuation Manual and fair value adoption is approved by the Board of Representatives in written form).

NAV per Fund certificate is calculated by dividing the total net asset value of the Fund by the number of outstanding Fund certificates at the latest 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 certificates

The Fund certificates are subscribed and redeemed weekly on every Friday ("the dealing date"). If the dealing date falls on holiday, the transaction is carried to the next dealing date. In case the next dealing date also falls on holiday, the transaction is carried to the working day right after the first dealing date falling on holiday. In such cases, the Fund Management Company announces the transaction schedule and closing time. The reducing of trading in frequency of Fund certificates shall be approved by the fund certificate holders' General Meeting and not less than twice (2 times) per month.

Distribution of profits

The Fund does not distribute its profits. Entire profits generated from operations are accumulated to increase the NAV of the Fund.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024****2 FISCAL YEAR AND CURRENCY****2.1 Fiscal year**

The Fund's fiscal year starts on 1 January and ends on 31 December. These interim financial statements are prepared for the period from 1 January 2024 to 30 June 2024.

2.2 Currency

The interim financial statements are measured and presented in Vietnamese Dong ("VND" or "Dong").

Transactions arising in foreign currencies are translated at exchange rates ruling at the transaction dates. Foreign exchange differences arising from these transactions are recognised in the interim statement of income.

Monetary assets and liabilities denominated in foreign currencies at the date of the interim statement of financial position are respectively translated at the buying and selling exchange rates at the date of interim statement of financial position quoted by the commercial bank where the Fund regularly trades. Foreign exchange differences arising from these translations are recognised in the interim statement of income.

3 ACCOUNTING STANDARDS AND REPORTING FRAMEWORK APPLIED**3.1 Basis of preparation of interim financial statements**

The interim financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System applicable to open-ended investment funds including Circular 198/2012/TT-BTC issued by the Ministry of Finance on 15 November 2012 on the promulgation of accounting system for open-ended investment funds ("Circular 198/2012/TT-BTC"), Circular 181/2015/TT-BTC issued by the Ministry of Finance on 13 November 2015 on the promulgation of accounting system for exchange-traded funds ("Circular 181/2015/TT-BTC"), Circular 98/2020/TT-BTC issued by the Ministry of Finance on 16 November 2020 providing guidance on the operation and management of securities investment funds ("Circular 98/2020/TT-BTC") and prevailing regulations on preparation and presentation of financial statements applicable to open-ended investment funds.

The accompanying interim financial statements are not intended to present the financial position and investment portfolio, results of operations, changes in net asset value, subscriptions and redemptions of fund certificates and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam. The accounting principles and practices utilised in Vietnam may differ from those generally accepted in countries and jurisdictions other than Vietnam.

The interim financial statements in Vietnamese language are the official statutory interim financial statements of the Fund. The interim financial statements in the English language have been translated from the Vietnamese language interim financial statements.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024****3 ACCOUNTING STANDARDS AND REPORTING FRAMEWORK APPLIED (continued)****3.1 Basis of preparation of financial statements (continued)**

In accordance with Circular 198/2012/TT-BTC, the Fund's interim financial statements include the following reports:

1. Interim statement of income
2. Interim statement of financial position
3. Interim statement of changes in net asset value, subscriptions and redemptions of fund certificates
4. Statement of investment portfolio
5. Interim statement of cash flows
6. Notes to the interim financial statements

3.2 Registered accounting documentation system

The registered accounting documentation system is the general journal system.

4 SIGNIFICANT ACCOUNTING POLICIES**4.1 Cash and cash equivalents**

Cash and cash equivalents comprise cash at bank in current accounts used for the Fund's operations and payment to fund certificate holders for redemption of fund certificates, cash of fund certificate holders deposited for subscription of fund certificates, cash at bank in escrow account for the initial subscription of the fund certificates, and other short-term investments with a maturity of less than three (03) months, which are readily convertible to cash and subject to an insignificant risk of conversion.

4.2 Investments***Recognition/derecognition***

Purchases and sales of investments are recognised at trade date. Investments are derecognised when the right to receive cash flows from the investments has expired or the Fund has transferred substantially all risks and rewards of ownership of the investments.

The cost of securities classified as held for trading is determined using the weighted average method.

Initial recognition and subsequent measurement

Investments are initially recognised at the cost of acquisition and revalued as at the reporting date in accordance with Circular 198/2012/TT-BTC. Valuation base is determined in accordance with prevailing regulations on securities and the Fund's Charter.

Subsequent measurement***(a) Listed bonds/private issued corporate bonds traded on a centralized exchange***

These bonds are revalued based on the weighted average quoted price (clean price) of outright transactions or other definition(s) of the stock exchanges on the most recent day with trade preceding the valuation date plus accumulated interest.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

4 SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Investments (continued)

Subsequent measurement (continued)

(a) *Listed bonds/privately issued corporate bonds traded on a centralized exchange (continued)*

In either case these bonds are not traded on stock exchange more than 15 days to the valuation date; or the weighted average quoted price are fluctuated abnormally according to the Fund's Valuation Manual, the price determined based on the valuation model approved by the Board of Representatives plus accumulated interests.

In cases of abnormal fluctuation in bond prices:

- If the weighted average quoted (clean price) price fluctuates more than 0.5% compared with price determined using the valuation model approved by the Board of Representatives, the latter price plus accumulated interest is adopted.
- If a bond is approved for listing but there is no first transaction up to the valuation date, it will be treated as unlisted bond.
- If the bond is delisted as its maturity date is approaching, bond will be revalued by valuation model approved by the Board of Representatives plus accumulated interest. The valuation bases of bonds delisted because of other reasons are determined by the Board of Representatives on a case-by-case basis.

Accumulated accrued interest on bonds is recognised and presented as a receivable in the interim statement of financial position and statement of portfolio.

(b) *Unlisted bonds*

Unlisted bonds are revalued at the average of the successfully transacted prices (clean price) at the latest trading date preceding the valuation date based on quotations from at least three (03) independent quotation organisations and approved by the Board of Representatives plus accumulated interest.

If one (01) quotation organisation cannot determine the price, the bond price is the average clean price of successful transactions on the nearest day before the valuation date based on quotes of two (02) quotation organisations plus accumulated interest.

In cases where there are not enough quotations from at least three (03) quotation organisations; or there are enough quotations but two (02) or three (03) quotation organisations cannot determine the price; or the above average clean price has abnormal fluctuations as described on the Valuation Manual, then the bond price will be determined according to the Valuation Manual approved by the Board of Representatives.

Accumulated accrued interest on bonds is recognised and presented as a receivable in the interim statement of financial position and statement of portfolio.

(c) *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 on a case-by-case basis.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024****4 SIGNIFICANT ACCOUNTING POLICIES (continued)****4.2 Investments (continued)*****Subsequent measurement (continued)******(d) Term deposits***

Term deposits are measured at principal amounts plus accrued interest as of the date prior to the valuation date

(e) Transferable certificates of deposit, commitments derived from derivatives contracts and treasury bills

Transferable certificates of deposit are measured at purchase cost plus accumulated accrued interest as of the date prior to the valuation date.

(f) Interest-free instruments including bills, bonds, valuable papers and others

The value of interest-free instruments is revalued based on the listed price of Stock Exchanges, in case of none, they are determined at the Fund's valuation manual approved by the Board of Representatives.

(g) Other investable assets

On a case-by-case basis, the prices of other assets under investment regulations will be appropriately determined by one of two methods as following:

- The average of transacted prices at the latest trading date with transactions preceding the valuation date based on quotes from the two (02) quotation organisations; or
- The method approved by the Board of Representatives.

Gains or losses from revaluation of investments

Gains or losses from revaluation of investments are recognised in the interim statement of income in accordance with Circular 198/2012/TT-BTC.

4.3 Receivables

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

Provision 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.

4.4 Payables

Payables presented in the interim statement of financial position are carried at cost of the redemption payables, payables for securities trading, remuneration payable to the Board of Representatives, payables to the Fund Management Company and the Supervisory Bank and other payables.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024****4 SIGNIFICANT ACCOUNTING POLICIES (continued)****4.5 Taxation**

Under the applicable Vietnamese tax regulations, the Fund is not subject to corporate income tax ("CIT"). However, the Fund Management Company is responsible for withholding and paying tax on behalf of individual and corporate investors in the following cases:

Redemption of fund certificates

The Fund Management Company is required to withhold and pay tax when it redeems its certificates from individual fund certificate holders (both residents and non-residents) and foreign corporate fund certificate holders on their behalf according to Circular 111/2013/TT-BTC amended by Circular 92/2015/TT-BTC, Circular 25/2018/TT-BTC dated 16 March 2018 and Circular 103/2014/TT-BTC dated 6 August 2014 issued by the Ministry of Finance. The tax rate is 0.1% on the redemption proceeds. The Fund Management Company is not responsible for withholding and paying CIT on redemption proceeds paid to local corporate fund certificate holders. These local corporate fund certificate holders are responsible for their own CIT declaration and payment obligations according to Circular 78/2014/TT-BTC amended by Circular 96/2015/TT-BTC dated 22 June 2015.

The tax laws and their application in Vietnam are subject to interpretation and change over time as well as from one tax office to another. The final tax position may be subject to review and investigation by a number of authorities, who are enabled by law to impose several fines, penalties and interest charges. The Fund Management Company adequately provided for tax liabilities based on its interpretation of tax legislation including corporate income tax. However, the relevant authorities may have different interpretations and the effects could be significant.

4.6 Provisions

Provisions are recognised when:

- The Fund has a present legal or constructive obligation as a result of past events;
- It is probable that an outflow of resources will be required to settle the obligation; and
- The amount has been reliably estimated.

Provision is not recognised for future operating losses.

Provisions are measured at the expenditures expected to be required to settle the obligation. If the time value of money is material, provision will be measured at the present value using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as an interest expense.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024****4 SIGNIFICANT ACCOUNTING POLICIES (continued)****4.7 Share capital**

The Fund's certificates are classified as equity. Each certificate has a par value of VND10,000.

Numbers of allotted fund certificates are rounded down to two (02) decimal places.

Subscription capital

Subscription capital represents the fund certificate holders' contributed capital in initial public offer and in subsequent subscription cycles after the conversion date or in switches of fund certificates between open-ended investment funds under common management of the Fund Management Company. Subscription capital is recorded as par value.

Redemption capital

Redemption capital represents the gross redemption amount paid to fund certificate holders in subsequent redemption cycles after establishment date or in switches of fund certificates between open-ended investment funds under common management of the Fund Management Company. Redemption capital is recorded at par value.

Share premium

Share premium represents the difference between the net asset value per fund certificate and par value per fund certificate in a subscription or redemption.

Undistributed profits/(accumulated losses)

Undistributed profits/(accumulated losses) represents cumulative undistributed profits/(accumulated losses) as at the reporting date including cumulative realised profits/(losses) and cumulative unrealised profits/(losses).

Realised profits/(losses) earned/(incurred) during the year are the difference of total income and revenue after deducted unrealised gains/(losses) from revaluation of investments and total expenses.

Unrealised profits/(losses) incurred during the year are unrealised gains/(losses) from revaluation of investments.

The Fund determines realised profits/(losses) and unrealised profits/(losses) and posts into "Undistributed profits/(accumulated losses)" at the end of each reporting year.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024****4 SIGNIFICANT ACCOUNTING POLICIES (continued)****4.8 Revenue and income**

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

Interest income

Interest income from deposits at banks, interest income from transferable certificates of deposit and interest income from bonds are recognised in the statement of income on an accrual basis unless collectability is in doubt.

Income from securities trading

Income from securities trading is recognised in the statement of income upon receipt of the trading report from the Vietnam Securities Depository Center which is verified by the Supervisory Bank (for listed securities) and completion of the sale agreement (for unlisted securities).

4.9 Expenses

Expenses are recognised on an accrual basis and on prudent basis.

4.10 Related parties

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with the Fund, are related parties of the Fund. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Fund that gives them significant influence over the Fund, key management personnel and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering its relationship with each related party, the Fund considers the substance of the relationship not merely the legal form.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

4 SIGNIFICANT ACCOUNTING POLICIES (continued)

4.11 Segment reporting

Business segments

The Fund's operation comprises only one business segment which is securities investment pursuantly to objectives and strategy specified in the Fund Charter.

4.12 Nil items

Items required by Circular 198/2012/TT-BTC that are not presented in these interim financial statements indicate nil item.

5 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF INCOME

5.1 Interest income

	For the six-month period ended 30 June	
	2024	2023
	VND	VND
Bond interest income	24,902,582,188	15,786,197,655
Certificate of deposit interest income	6,226,438,356	108,493,151
Term deposit interest income	5,315,211,414	2,704,857,485
	36,444,231,958	18,599,548,291

NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024

5 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF INCOME (continued)

5.2 Realised gain/(loss) from disposal of investments

	Total proceeds of disposals VND	Weighted average cost of investments up to the latest trading date VND	Realised gain/(loss) for the six-month period ended 30/06/2024 VND	Cumulative realised gain/(loss) as at 30/06/2024 VND	Realised loss for the six-month period ended 30/06/2023 VND	Cumulative realised gain/(loss) as at 31/12/2023 VND
Bonds	416,936,035,940	414,670,571,557	2,265,464,383	44,811,532,686	(140,700,263)	42,546,068,303
Transferable certificates of deposit	50,000,000,000	50,264,127,397	(264,127,397)	(569,629,558)	-	(305,502,161)
	466,936,035,940	464,934,698,954	2,001,336,986	44,241,903,128	(140,700,263)	42,240,566,142

5.3 Unrealised gain from revaluation of investments

	Carrying value VND	Market value/ revalued amount as at 30/06/2024 VND	Unrealised gain from revaluation of investments as at 30/06/2024 VND	Unrealised gain from revaluation of investments as at 31/12/2023 VND	Unrealised gain from revaluation of investment for the six-month period ended 30/06/2024 VND
Listed bonds	468,866,158,164	470,804,797,760	1,938,639,596	930,165,756	1,008,473,840
Unlisted bonds	115,865,899,246	116,224,906,100	359,006,854	225,658,820	133,348,034
Transferable certificates of deposit	300,482,991,522	300,482,991,522	-	-	-
Term deposits with maturity of more than three (03) months	80,550,000,000	80,550,000,000	-	-	-
	965,765,048,932	968,062,695,382	2,297,646,450	1,155,824,576	1,141,821,874

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

5 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF INCOME (continued)

5.4 Transaction costs from purchases and sales of investments

	For the six-month period ended 30 June	
	2024	2023
	VND	VND
Brokerage fees from purchases of listed shares	157,538,227	65,321,448
Brokerage fees from disposals of listed shares	50,102,479	42,695,949
Settlement fees paid to Viet Nam Securities Depository and Clearing Corporation ("VSDC")	831,069	941,341
	208,471,775	108,958,738

5.5 Custodian fees

	For the six-month period ended 30 June	
	2024	2023
	VND	VND
Safe keeping fees (Note 8(a)(ii))	190,336,881	90,000,000
Transaction fees (Note 8(a)(ii))	4,800,000	5,700,000
Custodian fees for underlying securities paid to VSDC	3,959,648	3,118,238
	199,096,529	98,818,238

5.6 Other operating expenses

	For the six-month period ended 30 June	
	2024	2023
	VND	VND
Remunerations to the Board of Representatives (Note 8(a)(iii))	38,983,607	38,975,342
Price quotation fee	47,000,000	47,000,000
Bank charges (Note 8(a)(ii))	37,763,000	58,226,850
Professional fee	21,332,881	-
Annual fee paid to the State Securities Commission	3,729,508	3,719,178
Right exercise fee	1,100,000	1,100,000
	149,908,996	149,021,370

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION

6.1 Cash at bank and cash equivalents

Cash at bank and cash equivalents represent cash in Vietnamese Dong at the following depositories:

	As at	
	30/06/2024	31/12/2023
	VND	VND
1. Cash at bank for the Fund's operations	3,562,893,501	44,570,014,737
Cash at bank for subscriptions and redemptions at Standard Chartered Bank (Vietnam) Limited (Note 8(b))	3,101,979,238	168,807,472
Cash at bank for the Fund's operations at Standard Chartered Bank (Vietnam) Limited (Note 8(b))	460,914,263	44,401,207,265
2. Term deposits with maturity of less than three (03) months (*)	360,100,000,000	24,770,000,000
Vietnam International Commercial Joint Stock Bank	210,700,000,000	-
Asia Commercial Joint Stock Bank	78,300,000,000	400,000,000
Standard Chartered Bank (Vietnam) Limited (Note 8(b))	71,100,000,000	-
Vietnam Prosperity Commercial Joint Stock Bank	-	20,270,000,000
Ho Chi Minh City Development Commercial Joint Stock Bank	-	4,100,000,000
	363,662,893,501	69,340,014,737

(*) Term deposits as at 30 June 2024 earned fixed interest rates ranging from 4.20% per annum to 4.50% per annum (as at 31 December 2023 earned fixed interest rates ranging from 3.25% per annum to 4.30% per annum).

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

**6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION
(continued)**

6.2 Investments

The details of the Fund's investments as at 30 June 2024 are as follows:

	Carrying value VND	Gain/(loss) from revaluation of investments		Revalued amount VND
		Gain VND	Loss VND	
Listed bonds	468,866,158,164	2,084,160,392	(145,520,796)	470,804,797,760
Unlisted bonds	115,865,899,246	590,891,887	(231,885,033)	116,224,906,100
Transferable certificates of deposit	300,482,991,522	-	-	300,482,991,522
Term deposits with maturity of more than three (03) months	80,550,000,000	-	-	80,550,000,000
	965,765,048,932	2,675,052,279	(377,405,829)	968,062,695,382

The details of the Fund's investments as at 31 December 2023 are as follows:

	Carrying value VND	Gain/(loss) from revaluation of investments		Revalued amount VND
		Gain VND	Loss VND	
Listed bonds	336,109,713,216	958,609,177	28,443,421	337,039,878,972
Unlisted bonds	40,329,137,350	225,658,820	-	40,554,796,170
Transferable certificates of deposit	35,000,000,000	-	-	35,000,000,000
	411,438,850,566	1,184,267,997	28,443,421	412,594,675,142

NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024

6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION (continued)

6.2 Investments (continued)

Details of investments as at 30 June 2024 are as follows:

	Quantity	Carrying value VND	Revalued amount VND	Interest		Start date	Maturity date
				Form	% per annum		
Listed bonds		468,866,158,164	470,804,797,760				
CII121029 – Ho Chi Minh City Infrastructure Investment Joint Stock Company	1,207,000	121,119,232,793	121,531,625,414	Fixed		9.5%	21/10/2021 21/10/2024
VND122014 – VNDIRECT Securities Corporation	654,430	65,647,245,791	65,548,452,887	Fixed/ Floating	•First year: 8.4% •Thereafter: Reference interest + 2.8%.		07/03/2022 07/03/2025
BAF123020 – BaF Viet Nam Agriculture Joint Stock Company	452,357	45,742,331,675	46,068,671,537	Fixed		10.5%	04/07/2023 04/07/2026
MSN123008 – Masan Group Coporation	450,000	44,999,876,712	45,189,550,800	Fixed/ Floating	•First year: 9.5%. •Thereafter: Reference interest + 3.975%		20/02/2023 20/02/2028
TNG122017 – TNG Investment and Trading Joint Stock Company	400,000	39,894,553,424	40,338,094,800	Fixed		10%	16/05/2022 16/05/2026

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION (continued)

6.2 Investments (continued)

Details of investments as at 30 June 2024 (continued) are as follows:

	Quantity	Carrying value VND	Revalued amount VND	Interest		Start date	Maturity date
				Form	% per annum		
Listed bonds (continued)							
BAF122029 – BaF Viet Nam Agriculture Joint Stock Company	390,000	38,319,688,082	38,988,767,610	Fixed	10.5%	23/08/2022	23/08/2025
VIC123028 – Vingroup Joint Stock Company	380,000	38,000,876,712	37,978,211,180	Fixed/ Floating	• First year: 14.5% • Thereafter: Reference interest +4%.	31/08/2023	31/08/2025
MML121021 – Masan Meatlife Joint Stock Company (i)	300,230	30,041,714,618	30,065,922,982	Fixed/ Floating	• First year: 9.5% • Thereafter: Reference interest +3.9%.	26/08/2021	26/08/2026
MSN123009 – Masan Group Corporation	250,000	24,999,904,110	24,975,841,750	Fixed/ Floating	• First year: 9.5% • Thereafter: Reference interest +3.975%.	22/02/2023	22/02/2028
VRE12007 – Vincom Retail Joint Stock Company	200,000	20,100,734,247	20,119,658,800	Fixed/ Floating	• First year: 10% • Thereafter: Reference interest +3. 5%.	26/08/2020	26/08/2025

DC BOND FUND

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NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024

6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION (continued)

6.2 Investments (continued)

Details of investments as at 30 June 2024 (continued) are as follows:

	Quantity	Carrying value VND	Revalued amount VND	Form	Interest % per annum	Start date	Maturity date
Unlisted bonds		115,865,899,246	116,224,906,100				
KDH12101 – Khang Dien House Trading and Investment Joint Stock Company	60	60,455,799,633	60,223,914,600	Fixed	12%	14/06/2021	14/06/2025
KDH12202 – Khang Dien House Trading and Investment Joint Stock Company	46	45,381,132,490	45,954,630,200	Fixed	12%	23/08/2022	23/08/2025
HDBC7Y202301 – Ho Chi Minh City Development Commercial Joint Stock Bank	100,000	10,028,967,123	10,046,361,300	Floating	Reference interest + 2,8%	27/03/2024	27/03/2031

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION (continued)

6.2 Investments (continued)

Details of investments as at 30 June 2024 (continued) are as follows:

	Quantity	Carrying value VND	Revalued amount VND	Interest		Start date	Maturity date
				Form	% per annum		
Transferable certificates of deposit		300,482,991,522	300,482,991,522				
Home Credit Vietnam Finance Company Limited	100	100,000,000,000	100,000,000,000	Fixed/ Floating	• First year: 6.8% • Thereafter: Reference interest (*) + 2.1%	26/04/2024	26/04/2026
HD SAIGON Finance Company Limited	70	70,501,931,386	70,501,931,386	Fixed	11.0%	31/07/2023	31/07/2024
VPBANK SMBC Finance Company Limited	50,000	50,000,000,000	50,000,000,000	Fixed	6.2%	10/06/2024	10/12/2024
Vietnam Prosperity Commercial Joint Stock Bank	30,000	29,981,060,136	29,981,060,136	Fixed	4.8%	21/02/2024	21/08/2024
Home Credit Vietnam Finance Company Limited	25	25,000,000,000	25,000,000,000	Fixed/ Floating	• First year: 7% • Thereafter: Reference interest (*) + 2.1%	17/06/2024	17/06/2026
VPBANK SMBC Finance Company Limited	25,000	25,000,000,000	25,000,000,000	Fixed	6.5%	06/02/2024	06/08/2024

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION (continued)

6.2 Investments (continued)

Details of investments as at 30 June 2024 (continued) are as follows:

	Quantity	Carrying value VND	Revalued amount VND	Interest		Start date	Maturity date
				Form	% per annum		
Term deposits with maturity of more than three (03) months		80,550,000,000	80,550,000,000				
Ho Chi Minh City Development Commercial Joint Stock Bank		25,000,000,000	25,000,000,000	Fixed	4.30%	07/03/2024	09/09/2024
Ho Chi Minh City Development Commercial Joint Stock Bank		25,000,000,000	25,000,000,000	Fixed	4.30%	08/03/2024	09/09/2024
Vietnam Prosperity Commercial Joint Stock Bank		10,000,000,000	10,000,000,000	Fixed	4.60%	01/03/2024	27/09/2024
Vietnam Prosperity Commercial Joint Stock Bank		5,000,000,000	5,000,000,000	Fixed	4.60%	01/03/2024	13/09/2024
Vietnam Prosperity Commercial Joint Stock Bank		5,000,000,000	5,000,000,000	Fixed	4.60%	01/03/2024	06/09/2024
Vietnam Prosperity Commercial Joint Stock Bank		5,000,000,000	5,000,000,000	Fixed	4.60%	01/03/2024	20/09/2024
Ho Chi Minh City Development Commercial Joint Stock Bank		4,100,000,000	4,100,000,000	Fixed	4.30%	29/02/2024	04/09/2024
Vietnam Prosperity Commercial Joint Stock Bank		1,450,000,000	1,450,000,000	Fixed	4.80%	02/02/2024	02/08/2024
		965,765,048,932	968,062,695,382				

- (i) The listed bonds MML121021 were guaranteed by a third party, which is Masan Group Joint Stock Company (“the Guarantor”) under the Payment Guarantee Agreement No. 01/2021/BLTT/MSN-TCBS dated 1 June 2021 between the Guarantor and Techcom Securities Joint Stock Company as the Representative of the Bond Holders.

NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024

6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION (continued)

6.2 Investments (continued)

Details of investments as at 31 December 2023 are as follows:

	Quantity	Carrying value VND	Revalued amount VND	Interest		Start date	Maturity date
				Form	% per annum		
Listed bonds							
BAF122029 – BaF Viet Nam Agriculture Joint Stock Company		336,109,713,216	337,039,878,972				
	390,000	38,319,688,082	38,484,325,620	Fixed	10.5%	23/08/2022	23/08/2025
VND122013 – VNDIRECT Securities Corporation							
	590,000	58,973,114,698	59,007,670,000	Fixed/ Floating	• First year: 8.2% • Thereafter: Reference interest + 2.8%	07/03/2022	07/03/2024
CII121029 – Ho Chi Minh City Infrastructure Investment Joint Stock Company							
	650,000	64,644,992,063	65,096,200,000	Fixed	9.50%	21/10/2021	21/10/2024

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION (continued)

6.2 Investments (continued)

Details of investments as at 31 December 2023 are as follows (continued):

	Quantity	Carrying value VND	Revalued amount VND	Interest		Start date	Maturity date
				Form	% per annum		
Listed bonds (continued)							
MML121021 – Masan Meatlife Joint Stock Company	550,230	54,800,899,857	54,823,965,852	Fixed/ Floating	<ul style="list-style-type: none">• First year: 9.5%.• Thereafter: Reference interest + 3.9%	26/08/2021	26/08/2026
MSN121013 – Masan Group Corporation	100,000	10,014,360,274	10,005,983,500	Fixed/ Floating	<ul style="list-style-type: none">• First years: 9.8%.• Thereafter: Reference interest + 3.8%	11/01/2021	11/01/2024

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION (continued)

6.2 Investments (continued)

Details of investments as at 31 December 2023 are as follows (continued):

	Quantity	Carrying value VND	Revalued amount VND	Interest		Start date	Maturity date
				Form	% per annum		
Listed bonds (continued)							
SBT121002 – Thanh Thanh Cong – Bien Hoa Joint Stock Company (ii)	62,000	6,144,249,260	6,207,936,000	Fixed/ Floating	<ul style="list-style-type: none"> • First year: 10.0%. • Thereafter: Reference interest + 3.875% 	26/01/2021	26/01/2024
TNG122017 – TNG Investment and Trading Joint Stock Company	400,000	39,894,553,424	39,896,330,400	Fixed	10%	16/05/2022	16/05/2026
TD2333119 – Vietnam State Treasury - Ministry of Finance	400,000	43,217,121,311	43,436,800,000	Fixed	3.2%	13/04/2023	13/04/2033
VRE12007 – Vincom Retail Joint Stock Company	200,000	20,100,734,247	20,080,667,600	Fixed/ Floating	<ul style="list-style-type: none"> • The first 4 periods: 10.0%. • Thereafter: Reference interest + 3.5% 	26/08/2020	26/08/2025

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION (continued)

6.2 Investments (continued)

Details of investments as at 31 December 2023 are as follows (continued):

		Quantity	Carrying value VND	Revalued amount VND	Form	Interest % per annum	Start date	Maturity date
Unlisted bonds								
	KDH12202 - Khang Dien House Trading and Investment Joint Stock Company	41	40,329,137,350	40,554,796,170	Fixed	12%	23/08/2022	23/08/2025
Transferable certificates of deposit								
	HD SAIGON Finance Company Limited	35	35,000,000,000	35,000,000,000	Fixed	11%	31/07/2023	31/07/2024
			411,438,850,566	412,594,675,142				

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024****6 ADDITIONAL INFORMATION TO THE STATEMENT OF FINANCIAL POSITION (continued)****6.2 Investments (continued)**

Details of investments as at 31 December 2023 are as follows (continued):

- (i) The listed bonds MML121021 were guaranteed by a third party, which is Masan Group Joint Stock Company (“the Guarantor”) under the Payment Guarantee Agreement No. 01/2021/BLTT/MSN-TCBS dated 1 June 2021 between the Guarantor and Techcom Securities Joint Stock Company as the Representative of the Bond Holders.
- (ii) As at 31 December 2023, 7,000,000 outstanding bonds of series SBT121002, with a total par value of VND700,000,000,000, were secured by 36,970,145 shares of GEG and 10,000,000 shares of SBT, and land use rights and assets attached to land owned by Thanh Thanh Cong – Bien Hoa Joint Stock Company, which are in accordance with regulations on secured transactions.

On 5 July 2023, Thanh Thanh Cong – Bien Hoa Joint Stock Company has repaid 50% of both principal and interest of this bond. Quantity and value of collaterals may fluctuate depending on the agreement of the related parties expressed in the bond documents and/or the actual arising.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

**6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION
(continued)**

6.3 Interest receivables not yet due

	As at	
	30/06/2024	31/12/2023
	VND	VND
Interest receivables from bonds	15,732,302,807	13,489,141,533
Interest receivables from transferable certificates of deposit	5,827,369,864	1,613,835,616
Interest receivables from term deposits	1,730,283,014	28,767,097
	23,289,955,685	15,131,744,246

6.4 Payables for investments purchased

Payables for purchases of listed bonds were settled in one (1) working day after the trade date (T+1) in accordance with Vietnamese securities settlement practice.

6.5 Accrued expenses and other payables

	As at	
	30/06/2024	31/12/2023
	VND	VND
Brokerage fee	192,537,125	199,158,185
Audit fee	76,182,328	78,400,000
Remunerations to the Board of Representatives (Note 8(b))	8,983,607	12,000,000
Annual General Meeting expense	5,069,681	-
	282,772,741	289,558,185

6.6 Subscription and redemption payables to fund certificate holders

Subscription payables to fund certificate holders represents cash received from fund certificate holders for valid subscription and in progress for issuance.

Redemption payables to fund certificate holders represent amount payable to fund certificate holders for valid redemption and in progress for settlement.

6.7 Fees payable to fund service providers

	As at	
	30/06/2024	31/12/2023
	VND	VND
Fund management fee (Note 8(b))	1,268,004,174	434,822,138
Supervising fee (Note 8(b))	46,493,487	16,536,571
Custodian fee (Note 8(b))	42,266,806	15,033,249
Fund administration fee (Note 8(b))	34,870,114	11,957,609
Transfer agent fee	11,000,000	11,000,000
Transaction fee (Note 8(b))	900,000	900,000
Custody service fee paid to VSDC	750,000	750,000
	1,404,284,581	490,999,567

NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024

6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION
(continued)

6.8 Movements in fund certificate holders' equity

	Unit	As at 31/12/2023	Incurred during the period	As at 30/06/2024
Subscription capital				
Number of fund certificates	Unit	223,829,632.62	46,677,377.38	270,507,010.00
Subscription capital at par value	VND	2,238,296,326,200	466,773,773,800	2,705,070,100,000
Share premium of Subscription capital	VND	1,732,341,741,591	736,746,884,845	2,469,088,626,436
Total Subscription capital	VND	3,970,638,067,791	1,203,520,658,645	5,174,158,726,436
Redemption capital				
Number of fund certificates	Unit	(206,042,964.35)	(13,249,933.61)	(219,292,897.96)
Redemption capital at par value	VND	(2,060,429,643,500)	(132,499,336,100)	(2,192,928,979,600)
Share premium of Redemption capital	VND	(1,812,034,490,029)	(210,612,897,882)	(2,022,647,387,911)
Total Redemption capital	VND	(3,872,464,133,529)	(343,112,233,982)	(4,215,576,367,511)
Total contribution capital	VND	98,173,934,262	860,408,424,663	958,582,358,925
Undistributed profits	VND	353,422,326,147	32,753,645,702	386,175,971,849
Net asset value	VND	451,596,260,409	893,162,070,365	1,344,758,330,774
Number of outstanding fund certificates	Unit	17,786,668.27		51,214,112.04
NAV per fund certificate	VND per unit	25,389.59		26,257.57

6.9 Undistributed profits

	As at 31/12/2023 VND	Incurred during the period VND	As at 30/06/2024 VND
Realised gains/(losses)	352,266,501,571	31,611,823,828	383,878,325,399
Unrealised gains/(losses)	1,155,824,576	1,141,821,874	2,297,646,450
Accumulated profits	353,422,326,147	32,753,645,702	386,175,971,849

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

7 NET ASSET VALUE (NAV)

For the six-month period ended 30 June 2024

No.	NAV valuation date	NAV VND	Quantity of fund certificates Unit	NAV per fund certificate at valuation date VND	Increase/ (decrease) of NAV per fund certificate VND
1	31/12/2023	451,596,260,409	17,786,668.27	25,389.59	
2	04/01/2024	451,602,807,801	17,786,668.27	25,389.96	0.37
3	11/01/2024	460,614,304,110	18,114,096.53	25,428.50	38.54
4	18/01/2024	493,734,543,930	19,395,326.16	25,456.36	27.86
5	25/01/2024	527,388,801,026	20,678,914.23	25,503.69	47.33
6	31/01/2024	551,264,713,407	21,612,739.91	25,506.47	2.78
7	01/02/2024	551,333,880,720	21,612,739.91	25,509.67	3.20
8	14/02/2024	632,259,710,361	24,727,556.00	25,569.03	59.36
9	15/02/2024	632,853,478,084	24,727,556.00	25,593.04	24.01
10	22/02/2024	676,945,644,808	26,414,308.90	25,627.99	34.95
11	29/02/2024	765,980,853,687	29,856,689.87	25,655.25	27.26
12	07/03/2024	905,142,814,051	35,244,904.02	25,681.52	26.27
13	14/03/2024	1,019,052,355,239	39,662,814.95	25,692.89	11.37
14	21/03/2024	1,075,593,615,788	41,823,233.61	25,717.61	24.72
15	28/03/2024	1,115,036,564,724	43,254,280.62	25,778.64	61.03
16	31/03/2024	1,118,953,133,568	43,358,701.59	25,806.88	28.24
17	04/04/2024	1,118,964,775,118	43,358,701.59	25,807.15	0.27
18	11/04/2024	1,105,784,165,006	42,731,460.24	25,877.51	70.36
19	18/04/2024	1,091,814,093,903	42,163,964.59	25,894.48	16.97
20	25/04/2024	1,047,064,571,451	40,385,127.49	25,926.98	32.50
21	30/04/2024	1,102,492,290,797	42,486,460.45	25,949.26	22.28
22	02/05/2024	1,103,400,774,511	42,486,460.45	25,970.64	21.38
23	09/05/2024	1,130,754,784,267	43,474,942.46	26,009.34	38.70
24	16/05/2024	1,108,636,578,346	42,597,447.90	26,025.89	16.55
25	23/05/2024	1,153,762,115,076	44,270,719.82	26,061.51	35.62
26	30/05/2024	1,200,231,301,710	45,979,801.18	26,103.44	41.93
27	31/05/2024	1,238,510,717,137	47,462,877.50	26,094.30	(9.14)
28	06/06/2024	1,241,281,456,119	47,462,877.50	26,152.68	58.38
29	13/06/2024	1,265,590,258,633	48,343,121.55	26,179.32	26.64
30	20/06/2024	1,284,284,818,278	49,004,946.30	26,207.24	27.92
31	27/06/2024	1,333,449,334,114	50,735,930.46	26,282.14	74.90
32	30/06/2024	1,344,758,330,774	51,214,112.04	26,257.57	(24.57)

Average NAV of the period 956,681,591,662.24

Changes in NAV per fund certificate during the period - highest level 74.90

Changes in NAV per fund certificate during the period - lowest level 0.27

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

7 NET ASSET VALUE (NAV) (continued)

For the six-month period ended 30 June 2023					
No.	NAV valuation date	NAV VND	Quantity of fund certificates Unit	NAV per fund certificate at valuation date VND	Increase/ (decrease) of NAV per fund certificate VND
1	31/12/2022	434,864,897,100	18,686,118.68	23,272.08	
2	05/01/2023	434,969,225,166	18,686,118.68	23,277.66	5.58
3	12/01/2023	433,163,118,984	18,579,554.88	23,313.96	36.30
4	26/01/2023	431,866,364,606	18,520,484.54	23,318.30	4.34
5	31/01/2023	430,161,277,858	18,443,288.30	23,323.45	5.15
6	02/02/2023	430,341,710,465	18,443,288.30	23,333.24	9.79
7	09/02/2023	422,219,846,111	18,068,529.70	23,367.69	34.45
8	16/02/2023	417,421,099,143	17,826,320.83	23,415.99	48.30
9	23/02/2023	410,939,282,398	17,521,520.14	23,453.40	37.41
10	28/02/2023	401,873,449,425	17,117,789.37	23,476.94	23.54
11	02/03/2023	402,159,906,873	17,117,789.37	23,493.68	16.74
12	09/03/2023	401,214,690,465	17,052,427.49	23,528.30	34.62
13	16/03/2023	390,836,867,947	16,587,484.18	23,562.15	33.85
14	23/03/2023	390,527,797,429	16,533,674.66	23,620.14	57.99
15	30/03/2023	390,737,695,583	16,510,386.36	23,666.17	46.03
16	31/03/2023	388,429,292,211	16,411,929.15	23,667.49	1.32
17	06/04/2023	389,068,200,215	16,411,929.15	23,706.42	38.93
18	13/04/2023	387,322,007,409	16,313,824.85	23,741.94	35.52
19	20/04/2023	387,006,314,288	16,284,505.04	23,765.31	23.37
20	27/04/2023	387,047,998,507	16,259,425.24	23,804.53	39.22
21	30/04/2023	386,328,526,936	16,217,384.40	23,821.87	17.34
22	04/05/2023	386,698,210,374	16,217,384.40	23,844.67	22.80
23	11/05/2023	387,000,877,096	16,201,587.09	23,886.60	41.93
24	18/05/2023	387,972,353,833	16,204,013.89	23,942.97	56.37
25	25/05/2023	388,493,863,889	16,199,133.26	23,982.38	39.41
26	31/05/2023	387,180,484,121	16,125,230.89	24,010.84	28.46
27	01/06/2023	387,520,763,966	16,125,230.89	24,031.95	21.11
28	08/06/2023	388,251,496,557	16,128,113.57	24,072.96	41.01
29	15/06/2023	388,755,486,943	16,125,390.30	24,108.28	35.32
30	22/06/2023	390,429,134,455	16,130,823.26	24,203.91	95.63
31	29/06/2023	390,283,530,039	16,128,692.11	24,198.08	(5.83)
32	30/06/2023	390,448,103,421	16,131,652.86	24,203.84	5.76
Average NAV of the period		400,846,326,060			
Changes in NAV per Fund certificate during the period - highest level					95.63
Changes in NAV per Fund certificate during the period - lowest level					1.32

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

8 RELATED PARTIES DISCLOSURE

(a) Transactions with related parties

The following transactions were carried out with related parties in the year:

- (i) *Dragon Capital VietFund Management Joint Stock Company, the Fund Management Company*

	For the six-month period ended 30 June	
	2024 VND	2023 VND
Fund management fee	5,710,106,451	2,380,408,009
Redemption fees collected on behalf	776,739,520	174,283,123

The Fund management fee is calculated on a daily and a monthly basis. Based on the actual number of days in the valuation period and NAV of the Fund at the date prior to the valuation date. The annual management fee rate is 1.2% of the Fund's NAV.

- (ii) *Standard Chartered Bank (Vietnam) Limited ("Standard Chartered"), the Supervising and Custodian Bank*

	For the six-month period ended 30 June	
	2024 VND	2023 VND
Term deposit incurred	186,400,000,000	62,300,000,000
Supervision fee (*)	209,370,570	99,000,000
Safe keeping fee (Note 5.5) (**)	190,336,881	90,000,000
Fund administration fee (*)	157,027,925	67,196,320
Bank charges	37,763,000	58,226,850
Interest income from term deposit	200,242,741	64,342,466
Interest income from demand deposit	28,056,313	16,107,761
Transaction fee (Note 5.5) (***)	4,800,000	5,700,000

- (*) These fees are calculated on a daily and a monthly basis. The fee amount is calculated based on the actual number of days in the valuation period and NAV of the Fund at the valuation date. The supervision fee and fund administration fee are subject to 10% value added tax.

The rates of supervision fee and fund administration fee applied during the period are as follows:

	Supervision fee	Fund administration fee
Rate	0.04% of NAV per annum	0.03% of NAV per annum

- (**) Minimum safe keeping fee is VND15 million per month. The annual fee rate of safe keeping fee is 0.04% of NAV per annum.

- (***) Transaction fee is charged at VND100,000 per transaction.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

8 RELATED PARTIES TRANSACTIONS (continued)

(a) Transactions with related parties (continued)

(iii) Board of Representatives' remunerations

	For the six-month period ended 30 June	
	2024 VND	2023 VND
Board of Representatives' remunerations (Note 5.6)	38,983,607	38,975,342

Other than the above-mentioned remunerations, there is no other contract to which the Fund and any member of the Board of Representatives are parties to where a member of the Board of Representatives has a material interest. Remuneration and related expenses to members of the Board of Representatives are recognised as expenses of the Fund in the interim statement of income.

(b) Balances with related parties

	As at	
	30/06/2024 VND	31/12/2023 VND
Dragon Capital VietFund Management Joint Stock Company		
Fund management fee payable (Note 6.7)	1,268,004,174	434,822,138
Redemption fee payable to Fund Management Company	280,656,028	11,059,231
Portion of Fund certificates held by the Fund Management Company and its related parties	0.65%	56.15%
Standard Chartered Bank (Vietnam) Limited		
Cash at bank for the Fund's operations (Note 6.1)	460,914,263	44,401,207,265
Cash at bank for the Fund's subscription and redemption (Note 6.1)	3,101,979,238	168,807,472
Term deposits with maturity of less than three (03) months (Note 6.1)	71,100,000,000	-
Accrued interest receivables from term deposits with maturity of less than three (03) months	24,544,110	-
Custody fee payable (Note 6.7)	42,266,806	15,033,249
Supervision fee payable (Note 6.7)	46,493,487	16,536,571
Fund administration fee payable (Note 6.7)	34,870,114	11,957,609
Transaction fee payable (Note 6.7)	900,000	900,000
Bank charge payables	591,250	7,191,250
Board of Representatives		
Accrued Board of Representatives' remunerations (Note 6.5)	8,983,607	12,000,000

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

9 THE FUND'S PERFORMANCE INDICATORS

		For the six-month period ended 30 June	
		2024	2023
1	Total expenses/Average NAV during the year (%)	1.39%	1.48%
2	Turnover of investment portfolio during the year = (Total value of purchase transactions + total value of sales transactions)/2/Average NAV during the year (%) (**)	133.00%	180.56%

(**) This ratio is calculated by dividing total operating expenses of the reporting period by the average NAV of the period, and annualised (by multiplying by 365 or 366, then dividing by the number of actual days during period). The corresponding figure of the previous years have been re-calculated for comparability.

(***) This ratio is calculated without considering any contract value of index futures and annualised (by multiplying by 365 or 366, then dividing by the number of actual days during period). The corresponding figure of the previous years have been re-calculated for comparability.

10 FINANCIAL RISK MANAGEMENT AND FAIR VALUE

On 6 November 2009, the Ministry of Finance issued Circular 210/2009/TT-BTC providing guidance on the application of International Accounting Standards regarding the presentation and disclosure of financial instruments ("Circular 210/2009/TT-BTC"), which is applicable for fiscal years beginning on or after 1 January 2011. Circular 210/2009/TT-BTC provides definitions of financial instruments, classification, presentation and disclosure including financial risk management policies and fair value of financial instruments.

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

Credit risk;
Liquidity risk; and
Market risk

The Fund's investment portfolio comprises listed bonds and unlisted bonds, transferable certificates of deposit, cash and term deposits at bank. Board of Management of the Fund Management Company has been given a discretionary authority to manage the Fund's assets in compliance with the Fund's investment objectives. Compliance with the investment restrictions is monitored by the Supervisory Bank on a weekly basis. If any breach to the investment restrictions is found, the investment portfolio shall be adjusted by the Fund Management Company to comply with the established restrictions.

(a) Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered with the Fund, resulting in a financial loss to the Fund. It arises principally from cash and term deposits at banks, certificates of deposit, debt instruments, and receivables.

All current accounts and term deposits and certificates of deposit were placed with or issued by financial institutions where the Fund expect losses arising from their operations are unlikely.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024****10 FINANCIAL RISK MANAGEMENT AND FAIR VALUE (continued)****(a) Credit risk (continued)**

Corporate bonds in the Fund's investment portfolio are issued by listed entities whose the issuance plans are approved by the State Securities Commission. Investment proposals in these bonds are approved in accordance with the Fund's investment policy. Information on the collateral of these bonds is presented in Note 6.2.

The Fund's securities will only be traded on the Ho Chi Minh City Stock Exchange and the Hanoi Stock Exchange or with counterparties which have a specified credit rating. All securities transactions are settled or paid for upon receipt/ delivery of securities via approved brokers. The risk of default is considered minimal since the delivery of securities for sales transaction is only made once payment has been received and delivery of funds for purchase transaction is only made once the securities have been received. If either party fails to meet their obligations, the trade will fail.

Receivables include receivables from trades of bonds, interest receivables from term deposits, certificates of deposit and bonds. Credit risk relating to such receivables is considered not significant due to the fact that receivables account for a small proportion of the portfolio (as at 30 June 2024: 1.72%, as at 31 December 2023: 3.04%) and there are no overdue receivables as at the reporting date and the issuance date of this report.

The maximum exposure to credit risk faced by the Fund is equal to the carrying amounts of bank balances, certificates of deposit, bonds, and receivables.

(b) Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. Open-ended funds face high risk of liquidity due to obligation to redeem its fund certificates from fund certificate holders.

The Fund's approach to managing liquidity risk is to maintain a highly liquid investment portfolio which comprises listed securities and bank deposits to meet its liquidity requirements in the short and long term.

As at 30 June 2024 and 31 December 2023, all the Fund's liabilities were due within 1 year.

As at 30 June 2024 and 31 December 2023, there was no obligation relating to derivative financial instruments.

(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 investment portfolio.

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. This risk arises when the market interest rate increases, the value of fixed income instruments held by the Fund, such as corporate bonds, term deposits and transferable certificates of deposit, decreases.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

10 FINANCIAL RISK MANAGEMENT AND FAIR VALUE (continued)

(c) Market risk (continued)

Interest rate risk (continued)

All corporate bonds and certificates of deposit held by the Fund have fixed interest rates or variable interest rates with a base rate referenced to 12-month VND deposit rates quoted by large Vietnamese commercial banks. Details of interest rates of term deposits, corporate bonds and transferable certificates of deposit are presented in Note 6.1 and Note 6.2.

Fund Management Company manage interest rate risk by analysing market competition to have the interest rates that benefit for the Fund's purposes and within the limit of risk management.

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 Vietnamese Dong, which is also the Fund's accounting currency.

Market price risk

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

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

As at 30 June 2024, if market price of bonds had increased/decreased by 1% with all other variables (including tax rate) being held constant, the net asset value of the Fund would have been higher/lower by VND5,870,297,039 (as at 31 December 2023: VND3,775,946,751).

(d) Fair value of financial assets and liabilities

According to Circular 210/2009/TT-BTC, financial assets comprise:

- Cash;
- Equity instruments of other entities;
- A contractual right:
 - To receive cash or other financial assets from other entities; or
 - To exchange financial assets or financial liabilities with another entity under conditions that are potentially favourable to the entity.
- A contract that will or may be settled in the entity's own equity instruments.

Financial liabilities are contractual obligations to deliver cash or another financial asset to another entity or to exchange financial assets or financial liabilities with another entity under conditions that are potentially unfavourable to the entity or contracts that will or may be settled in the entity's own equity instruments.

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

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024**

10 FINANCIAL RISK MANAGEMENT AND FAIR VALUE (continued)

(d) Fair value of financial assets and liabilities (continued)

Fair value measurement approach has not been stipulated in neither Circular 210/2009/TT-BTC nor Vietnamese Accounting Standards, Circular 198/2012/TT-BTC, Circular 181/2015/TT-BTC, Circular 98/2020/TT-BTC and prevailing regulations on preparation and presentation of financial statements applicable to open-ended investment funds.

Therefore, the Fund applies method of NAV valuation in accordance with Circular 98/2020/TT-BTC, the Fund's Charter and valuation manual approved by the Board of Representatives to determine fair value of the Fund's financial assets including cash and cash equivalents and investments. Fair value of the Fund's other financial assets and financial liabilities approximate their carrying value due to short-term maturity of these financial instruments.

Fair values of the Fund's financial assets and financial liabilities as at 30 June 2024 and 31 December 2023 are as follows:

	Carrying value		Revalued amount	
	30/06/2024 VND	31/12/2023 VND	30/06/2024 VND	31/12/2023 VND
Financial assets				
Cash and cash equivalents (Note 6.1)	363,662,893,501	69,340,014,737	363,662,893,501	69,340,014,737
Investments	968,062,695,382	412,594,675,142	968,062,695,382	412,594,675,142
- Listed bonds	470,804,797,760	337,039,878,972	470,804,797,760	337,039,878,972
- Unlisted bonds	116,224,906,100	40,554,796,170	116,224,906,100	40,554,796,170
- Certificates of deposit	300,482,991,522	35,000,000,000	300,482,991,522	35,000,000,000
- Term deposits with maturity of more than three (03) months	80,550,000,000	-	80,550,000,000	-
Net dividend and interest receivables	23,289,955,685	15,131,744,246	23,289,955,685	15,131,744,246
Other receivables	47,517,119	-	47,517,119	-
Total	1,355,063,061,687	497,066,434,125	1,355,063,061,687	497,066,434,125
Financial liabilities				
Payables for securities purchased	-	44,140,400,000	-	44,140,400,000
Subscription and redemption fee payable to distributors and Fund Management Company	280,656,028	11,059,231	280,656,028	11,059,231
Accrued expenses	282,772,741	289,558,185	282,772,741	289,558,185
Fees payable to related service providers	1,404,284,581	490,999,567	1,404,284,581	490,999,567
Subscription payable to unitholders	3,097,588,165	158,171,154	3,097,588,165	158,171,154
Redemption payable to unitholders	5,173,398,833	336,497,283	5,173,398,833	336,497,283
Other payables	35,320,758	38,191,250	35,320,758	38,191,250
Total	10,274,021,106	45,464,876,670	10,274,021,106	45,464,876,670

**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024****11 SUBSEQUENT EVENTS**

There have been no significant subsequent events occurring after 30 June 2024 which would require adjustments or disclosures to be made these interim financial statements.

12 APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

The interim financial statements for the six-month period ended 30 June 2024 were approved by the Board of Representatives on 8 August 2024.




Dragon Capital VietFund Management Joint
Stock Company
Le Hoang Anh
Acting director
Investment Service
8 August 2024



Dragon Capital VietFund Management Joint
Stock Company
Nguyen Kieu Truc Ly
Fund Accountant
8 August 2024



Dragon Capital VietFund Management Joint
Stock Company
Ninh Thi Tue Minh
Fund Accounting Manager
8 August 2024

