

KinhBac City Development Holding Corporation

Interim separate financial statements

30 June 2015

KinhBac City Development Holding Corporation

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KinhBac City Development Holding Corporation

GENERAL INFORMATION

COMPANY

KinhBac City Development Holding Corporation ("the Company") is a shareholding company incorporated under the Law on Corporate of Vietnam in pursuant to the Investment Certificate No. 2103000012 issued by the Department of Planning and Investment of Bac Ninh province on 27 March 2002, and the subsequent amendments, with the latest is the 15th amendment No. 2300233993 being granted by the Department of Planning and Investment of Bac Ninh province on 30 January 2015.

The current principal activities of the Company are to invest, construct and trade residential areas, re-settlement areas, workman's residential areas, industrial parks; leasing out and selling the factories and houses constructed by the Company in the industrial parks, residential areas, financial investment; and others activities in accordance with the Investment Certificate.

The Company's head office is located at Lot B7, Que Vo Industrial Park, Phuong Lieu Commune, Que Vo District, Bac Ninh Province, Vietnam and its branch is:

<i>No</i>	<i>Branch</i>	<i>Address</i>
1.	KinhBac City Development Holding Corporation – HCM branch	No. 20 Phung Khac Khoan, Da Kao Ward, No. 1 District, Ho Chi Minh City, Viet Nam

The Company's shares are listed in Ho Chi Minh Stock Exchange in accordance with Decision No. 153/QD-SGDHCM issued by Ho Chi Minh Stock Exchange on 7 December 2009.

BOARD OF DIRECTORS

Members of the Board of Directors during the period and at the date of this report are:

Mr. Dang Thanh Tam	Chairman
Ms. Nguyen Thi Thu Huong	Member
Mr. Ngo Manh Hung	Member
Mr. Huynh Phat	Member
Mr. Pham Phuc Hieu	Member

BOARD OF SUPERVISION

Members of the Board of Supervision during the period and at the date of this report are:

Ms. Nguyen Chung Thuy	Head of Board of Supervision
Ms. Le Thi Thu Hang	Member
Mr. Phan Anh Tuan	Member

BOARD OF MANAGEMENT

Members of the Board of Management during the period and at the date of this report are:

Ms. Nguyen Thi Thu Huong	General Director	
Mr. Phan Anh Dung	Deputy General Director	
Mr. Pham Phuc Hieu	Deputy General Director and Chief Accountant	
Mrs. Nguyen My Ngoc	Deputy General Director	Appointed on 2 Feb 2015

KinhBac City Development Holding Corporation

GENERAL INFORMATION (continued)

LEGAL REPRESENTATIVE

The legal representative of the Company during the period and at the date of this report is Mr. Dang Thanh Tam. In accordance with the authorization letter No. 2311/2012/KBC/UQ dated on 23 November 2012, Ms. Nguyen Thi Thu Huong has been authorized to sign the financial statements by Mr. Dang Thanh Tam.

AUDITORS

The auditor of the Company is Ernst & Young Vietnam Limited.

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KinhBac City Development Holding Corporation

REPORT OF MANAGEMENT

Management of KinhBac City Development Holding Corporation ("the Company") is pleased to present its report and the interim separate financial statements of the Company for the six – month period ended 30 June 2015.

MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE INTERIM SEPARATE FINANCIAL STATEMENTS

The management is responsible for the interim separate financial statements of each financial period which give a true and fair view of the interim separate financial position of the Company and of the Company's interim separate results of operations and its interim separate cash flows for the period. In preparing those interim separate financial statements, management is required to

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

Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the Company and to ensure that the accounting records comply with the registered accounting system. It is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Management confirmed that it has complied with the above requirements in preparing the accompanying separate financial statements for the six-month period ended 30 June 2015.

STATEMENT BY MANAGEMENT

Management does hereby state that, in its opinion, the accompanying interim separate financial statements give a true and fair view of the interim separate financial position of the Company as at 30 June 2015 and of its interim separate results of operations and its interim separate cash flows for the six-month period then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and comply with relevant statutory requirements.

For and on behalf of management:



Nguyễn Thị Thu Hương
General Director

Bac Ninh, Vietnam

28 August 2015

Reference: 60774739/17684158/LR

REPORT ON REVIEW OF INTERIM SEPARATE FINANCIAL STATEMENTS

To: The Shareholders of KinhBac City Development Holding Corporation

We have reviewed the interim separate financial statements of KinhBac City Development Holding Corporation ("the Company") as set out on page 5 to 52, which comprise the interim separate balance sheet as at 30 June 2015, the interim separate income statement and the interim separate cash flow statement for the six-month period then ended and the notes thereto.

The preparation and presentation of these interim separate financial statements are the responsibility of the Company's management. Our responsibility is to issue a report on these interim separate financial statements based on our review.

We conducted our review in accordance with Vietnamese Standard on Auditing 910 – Engagements to Review Financial Statements. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the interim separate financial statements are free from material misstatement. A review is limited primarily to inquiries of the Company's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim separate financial statements do not give a true and fair view, in all material respects, of the interim separate financial position of the Company as at 30 June 2015, and of the interim separate results of its operations and its interim separate cash flows for the six-month period then ended in accordance with the Vietnamese Accounting Standards and Vietnamese Enterprise Accounting System and comply with the relevant statutory requirements.

We draw attention to Note 2.1 of the interim separate financial statements. The Company has prepared its interim consolidated financial statements for the six month period ended 30 June 2015 in accordance with the Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and comply with the statutory requirements relevant to the preparation and presentation of interim consolidated financial statements. We have reviewed those interim consolidated financial statements and our review report dated 28 August 2015 expressed an unmodified conclusion. Our review conclusion on the interim separate financial statements is not modified in respect of this matter.



Bui Anh Tuan
Deputy General Director
Audit Practising Registration
Certificate No. 1067-2013-004-1



Nguyen Quang Trung
Auditor
Audit Practising Registration
Certificate No. 1938-2013-004-1

Hanoi, Vietnam

28 August 2015

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INTERIM SEPARATE BALANCE SHEET
as at 30 June 2015

Currency: VND

Code	ASSETS	Notes	30 June 2015	31 December 2014 (Restated)
100	A. CURRENT ASSETS		2,292,379,792,748	2,165,665,613,297
110	I. Cash	4	4,332,418,951	81,177,184,342
111	1. Cash		4,332,418,951	81,177,184,342
120	II. Short-term investments	5	2,029,150,500	2,497,416,000
121	1. Held-for-trading securities		7,490,461,369	7,490,461,369
122	2. Provision for held-for-trading securities		(5,461,310,869)	(4,993,045,369)
130	III. Current accounts receivable		1,040,707,241,532	887,625,684,896
131	1. Short-term trade receivables	6.1	234,362,700,949	273,375,424,684
132	2. Short-term advances to suppliers	6.2	348,837,866,723	371,178,178,085
135	3. Short-term loan receivables	7	136,729,723,661	187,729,723,661
136	4. Other short-term receivables	8	327,864,826,016	72,873,290,533
137	5. Provision for doubtful debts	6.3	(7,087,875,817)	(17,530,932,067)
140	IV. Inventories	9	1,245,293,514,199	1,188,081,628,004
141	1. Inventories		1,245,293,514,199	1,188,081,628,004
150	V. Other current assets		17,467,566	6,283,700,055
152	1. Value-added tax deductible		17,467,566	16,624,939
153	2. Tax and other receivables from the State	15	-	6,267,075,116

INTERIM SEPARATE BALANCE SHEET (continued)
as at 30 June 2015

Currency: VND

Code	ASSETS	Notes	30 June 2015	31 December 2014 (Restated)
200	B. NON-CURRENT ASSETS		6,958,643,912,380	7,083,028,700,534
210	I. Long-term receivables		2,689,687,307,491	2,627,752,138,696
211	1. Long-term trade receivables	6.1	383,474,744,694	461,757,137,391
215	2. Long-term loan receivables	7	2,173,818,033,533	2,089,918,033,533
216	3. Other long-term receivables	8	132,394,529,264	76,076,967,772
220	II. Fixed assets		100,231,252,011	90,718,285,167
221	1. Tangible fixed assets	10	100,231,252,011	90,718,285,167
222	Cost		169,311,092,057	152,562,286,115
223	Accumulated depreciation		(69,079,840,046)	(61,844,000,948)
227	2. Intangible fixed assets		-	-
228	Cost		36,958,000	36,958,000
229	Accumulated amortisation		(36,958,000)	(36,958,000)
240	III. Long-term assets in progress		234,594,732,102	236,508,373,001
242	1. Construction in progress	11	234,594,732,102	236,508,373,001
250	IV. Long-term investments	13	3,930,906,688,665	4,127,682,342,591
251	1. Investment in subsidiaries	13.1	2,749,066,314,000	2,749,066,314,000
252	2. Investments in jointly controlled entities and associates	13.2	723,655,091,074	716,450,491,074
253	3. Investment in other entities	13.3	970,219,700,000	1,141,492,700,000
254	4. Provision for long-term investments		(512,034,416,409)	(479,327,162,483)
260	V. Other long-term assets		3,223,932,111	367,561,079
261	1. Long-term prepaid expenses		3,223,932,111	367,561,079
270	TOTAL ASSETS		9,251,023,705,128	9,248,694,313,831

INTERIM SEPARATE BALANCE SHEET (continued)
as at 30 June 2015

Currency: VND

Code	RESOURCES	Notes	30 June 2015	31 December 2014 (Restated)
300	C. LIABILITIES		3,504,233,857,100	4,816,470,769,455
310	i. Current liabilities		1,672,565,141,897	1,812,084,371,492
311	1. Short-term trade payables	14.1	45,287,858,176	36,316,868,829
312	2. Short-term advances from customers	14.2	265,571,376,500	265,795,112,309
313	3. Statutory obligations	15	75,095,985,525	74,135,032,856
314	4. Payables to employees		1,173,155,371	1,173,226,500
315	5. Short-term accrued expenses	16	185,291,221,069	210,648,175,409
318	6. Short-term unearned revenues		191,852,935	-
319	7. Other short-term payables	17	118,762,530,161	266,072,872,252
320	8. Short-term loan	18	976,867,782,827	953,619,704,004
322	9. Bonus and welfare fund		4,323,379,333	4,323,379,333
330	ii. Non-current liabilities		1,831,668,715,203	3,004,386,397,963
333	1. Long-term trade payables	16	630,097,013,549	573,779,452,057
337	2. Other long-term liabilities	17	59,477,607,840	56,451,079,022
338	3. Long-term loans and finance lease obligations	18	1,102,491,497,907	1,448,399,246,851
339	4. Convertible bonds	19	-	886,050,000,000
341	5. Deferred tax liabilities	26.3	38,650,627,945	38,754,652,071
342	6. Other long-term provisions		951,967,962	951,967,962
400	D. OWNERS' EQUITY		5,746,789,848,028	4,432,223,544,376
410	i. Capital	20	5,746,789,848,028	4,432,223,544,376
411	1. Share capital		4,757,111,670,000	3,957,111,670,000
411a	- Shares with voting rights		4,757,111,670,000	3,957,111,670,000
412	2. Share premium		988,533,430,000	611,072,430,000
415	3. Treasury shares		(364,466,650,000)	(364,466,650,000)
418	4. Investment and development fund		2,223,693,823	2,223,693,823
421	5. Undistributed earnings		363,387,704,205	226,282,400,553
421a	- Undistributed earnings up to prior year-end		226,282,400,553	33,695,676,882
421b	- Undistributed earnings of current period		137,105,303,652	192,586,723,671
440	TOTAL LIABILITIES AND OWNERS' EQUITY		9,251,023,705,128	9,248,694,313,831


Vu Thanh Dieu
Preparer

Pham Phuc Hieu
Chief Accountant

Nguyễn Thị Thu Hương
General Director

Bac Ninh, Vietnam

28 August 2015

INTERIM SEPARATE INCOME STATEMENT
for the six-month period ended 30 June 2015

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
01	1. Revenue from sale of goods and rendering of services	21.1	162,341,531,285	105,014,121,940
02	2. Deductions	21.1	-	-
10	3. Net revenue from sale of goods and rendering of services	21.1	162,341,531,285	105,014,121,940
11	4. Cost of goods sold and services rendered	22	50,526,091,344	29,508,721,517
20	5. Gross profit from sale of goods and rendering of services		111,815,439,941	75,505,400,423
21	6. Finance income	21.2	124,788,003,117	131,076,998,857
22	7. Finance expenses	23	38,436,763,589	143,794,720,444
23	- In which: Interest expenses		15,610,510,479	120,482,368,807
25	8. Selling expenses	24	20,499,230,848	4,522,848,606
26	9. General and administrative expenses	24	23,900,509,593	19,528,481,463
30	10. Operating profit		153,766,939,028	38,736,348,767
31	11. Other income		19,560,082	42,293,335
32	12. Other expenses		302,514	70,337,838
40	13. Other profit/(loss)		19,257,568	(28,044,503)
50	14. Profit before tax		153,786,196,596	38,708,304,264
51	15. Current corporate income tax expenses	26.1	16,784,917,070	104,027,128
52	16. Deferred income tax income	26.3	104,024,126	104,027,128
60	17. Net profit after tax		137,105,303,652	38,708,304,264



Vu Thanh Dieu
Preparer



Pham Phuc Hieu
Chief Accountant



Nguyen Thi Thu Huong
General Director

Bac Ninh, Vietnam

28 August 2015

INTERIM SEPARATE CASH FLOW STATEMENT
for the six-month period ended 30 June 2015

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	Net profit before tax		153,786,196,596	38,708,304,264
	<i>Adjustments for:</i>			
02	Depreciation	10	7,235,839,098	10,314,714,877
03	Provision		22,732,463,176	22,415,835,468
04	Foreign exchange gains arising from revaluation of monetary accounts	21.2	(130,119,497)	(250,124,199)
05	Profits from investing activities	21.2	(124,657,883,620)	(130,840,476,208)
06	Interest expenses	23	15,610,510,479	120,482,368,807
08	Operating profit before changes in working capital		74,577,006,232	60,830,623,009
09	Decrease in receivables		60,552,731,350	70,100,155,748
10	Increase in inventories		(57,211,886,195)	(20,007,133,140)
11	(Decrease)/increase in payables (other than interest, corporate income tax)		(95,124,707,648)	59,978,462,541
12	(Increase)/decrease in prepaid expenses		(2,856,371,032)	7,654,372,287
14	Interest paid		(40,284,283,037)	(128,534,612,786)
17	Other cash inflow from operating activities		-	(138,638,546)
20	Net cash flows (used in)/from operating activities		(60,347,510,330)	49,883,229,113
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchase and construction of fixed assets and other long-term assets		(19,982,765,811)	(17,079,869,099)
26	Proceeds from sale of investments in other entities		26,273,000,000	6,360,000,000
27	Interest and dividends received		3,723,235,075	2,284,246,201
30	Net cash flows from/(used in) investing activities		10,013,469,264	(8,435,622,898)

INTERIM SEPARATE CASH FLOW STATEMENT (continued)
for the six-month period ended 30 June 2015

Currency: VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
33	Drawdown of borrowings		333,136,871,057	100,500,000,000
34	Repayment of borrowings		(359,647,595,382)	(191,353,037,034)
40	Net cash flows used in financing activities		(26,510,724,325)	(90,853,037,034)
50	Net decrease in cash and cash equivalents		(76,844,765,391)	(49,405,430,819)
60	Cash and cash equivalents at the beginning of the period		81,177,184,342	59,010,513,275
61	Impact of exchange rate fluctuation		-	-
70	Cash and cash equivalents at the end of the period	4	4,332,418,951	9,605,082,456



Vu Thanh Diu
Preparer



Pham Phuc Hieu
Chief Accountant



Nguyen Thi Thu Huong
General Director

Bac Ninh, Vietnam

28 August 2015

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS
as at and for the six-month period ended 30 June 2015

1. CORPORATE INFORMATION

KinhBac City Development Holding Corporation ("the Company") is a shareholding company incorporated under the Law on Enterprise of Vietnam in pursuant to the Business Registration Certificate No. 2103000012 issued by the Department of Planning and Investment of Bac Ninh province on 27 March 2002 and the subsequent amendments, with the latest is the 15th amendment No. 2300233993 being granted by the Department of Planning and Investment of Bac Ninh province on 30 January 2015.

The current principal activities of the Company are to invest, construct and trade residential areas, re-settlement areas, workman's residential areas, industrial parks; leasing out and selling the factories and houses constructed by the Company in the industrial parks, residential areas, financial investment; and others activities in accordance with Investment Certificate.

Business cycle of the company starts from the acquisition of investment license, land clearance, infrastructure construction of industrial zones and urban areas until the time of completion and is handed over to customers, thus the business cycle of the Company may extend over 12 months.

The Company's head office is located at Lot B7, Que Vo Industrial Park, Phuong Lieu Commune, Que Vo District, Bac Ninh Province, Vietnam and its branch as below:

No	Branch	Address
1.	KinhBac City Development Holding Corporation – Ho Chi Minh Branch	20 Phung Khac Khoan, Da Kao Ward, No. 1 District, Ho Chi Minh City.

The Company's shares were listed on Ho Chi Minh Stock Exchange in accordance with Decision No. 153/QD-SGDHCM issued by Ho Chi Minh Stock Exchange on 7 December 2009.

The total number of employees as at 30 June 2015 was 163 (31 December 2014: 161).

Corporate structure

At 30 June 2015, The Company has the following subsidiaries:

No	Company's name	Voting right (%)	Interest right (%)	Head office	Main activities
1	Saigon - Bacgiang Industrial Park JSC	59.5	59.5	Quang Chau Industrial Park, Quang Chau commune, Viet Yen district, Bac Giang province	Investment, building and trading real estates
2	Saigon - Hai Phong Industrial Park JSC	86.54	86.54	Trang Due Industrial Park, Le Loi commune, An Duong district, Hai Phong city	Investment, building and trading real estates
3	Northwest Saigon City Development JSC	60.52	60.52	Tram Bom, National Road No. 22, Tan Phu Trung, Cu Chi, Ho Chi Minh City	Investment, building and trading real estates
4	Trang Cat One Member Urban Development Company Limited	100	100	Bai Trieu Area, Trang Cat Commune, Hai An District, in Dinh Vu - Cat Hai Economical Zone, Hai Phong.	Investment, building and trading real estates

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

2. BASIS OF PREPARATION

2.1 Purpose of preparation the separate financial statements

KinhBac City Development Holding Corporation has the subsidiaries as disclosed in Note 1. The Company has prepared and issued the interim separate financial statements in the accordance with the requirement of information disclosure stated in Circular 52/2012/TT-BTC providing the guidance on public disclosure in the stock market. The Company is also required under the said circular to issue the interim consolidated financial statements of the Company and its subsidiaries as at and for the six-month period ended 30 June 2015, which was issued on 28 August 2015.

Users of the interim separate financial statements should read these interim separate financial statements in conjunction with the interim consolidated financial statements of the Company and its subsidiaries as at 30 June 2015 and for the six-month period then ended in order to obtain full information on the interim consolidated financial position of the Company and its subsidiaries, the interim consolidated results of its operations and its interim consolidated cash flows for the six-month period then ended.

2.2 Accounting standards and system

The interim separate financial statements of the Company ("the Company"), which are expressed in Vietnamese dong ("VND"), are prepared in accordance with the Vietnamese Accounting System and Vietnamese Accounting Standards issued by the Ministry of Finance as per:

- ▶ Decision No. 149/2001/QD-BTC dated 31 December 2001 on the Issuance and Promulgation of Four Vietnamese Standards on Accounting (Series 1);
- ▶ Decision No. 165/2002/QD-BTC dated 31 December 2002 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 2);
- ▶ Decision No. 234/2003/QD-BTC dated 30 December 2003 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 3);
- ▶ Decision No. 12/2005/QD-BTC dated 15 February 2005 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 4); and
- ▶ Decision No. 100/2005/QD-BTC dated 28 December 2005 on the Issuance and Promulgation of Four Vietnamese Standards on Accounting (Series 5).

The accompanying interim separate balance sheet, interim separate income statement, interim separate cash flow statement and related notes, including their utilisation are not designed for those who are not informed about Vietnam's accounting principles, procedures and practices and furthermore are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

2.3 Applied accounting documentation system

The Company's applied accounting documentation system is the General Journal system.

2.4 Fiscal year

The Company's fiscal year applicable for the preparation of its financial statements starts on 1 January and ends on 31 December.

2.5 Accounting currency

The interim separate financial statements are prepared in VND which is also the Company's accounting currency.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 *Change in accounting policies and disclosures*

The accounting policies adopted by the Company in preparation of the interim separate financial statements are consistent with those followed in the preparation of the Company's annual separate financial statements for the year ended 31 December 2014 and the interim separate financial statements for the six-month period ended 30 June 2014 except for the change in the accounting policy in relation to the following.

3.1.1 *Circular No. 200/2014/TT-BTC providing guidance on enterprise accounting system*

On 22 December 2014, the Ministry of Finance issued the Circular No. 200/2014/TT-BTC providing guidance on enterprise accounting system ("Circular 200") replacing Decision No. 15/2006/QĐ-BTC dated 20 March 2006 ("Decision 15") and Circular No. 244/2009 / TT-BTC dated 31 December 2009 of the Ministry of Finance ("Circular 244"). Circular 200 is effective for the financial year beginning on or after 1 January 2015.

The effects of the change in accounting policies in accordance with Circular 200 to the Company are applied on a prospective basis as Circular 200 does not require for retrospective application. The Company also reclassifies certain corresponding figures of prior period following the presentation of the current period's interim separate financial statements in accordance with Circular 200 as disclosed in Note 29.

3.2 *Cash*

Cash comprise cash on hand and cash at banks.

3.3 *Inventories*

Industrial and urban real estate which have been built for sale in the normal course of operations of the Company, not for rent or for waiting the price to increase, are recorded as inventory at the lower of cost incurred in bringing each product to its present location and condition, and net realisable value.

The cost of real estate for sale including expenses on compensation and site restoration, construction of road and drainage system, greenery planting and other infrastructure costs, construction fee paid for contractors, capitalized borrowing cost, consultancy cost, design cost, ... and other related costs

Net realisable value represents the estimated selling price in the ordinary course of business less the estimated costs to complete and the estimated costs necessary to make the sale.

Provision for obsolete inventories

An inventories provision is created for the estimated loss arising due to the impairment of value (through diminution, damage, obsolescence, etc.) of raw materials, finished goods, and other inventories owned by the Company, based on appropriate evidence of impairment available at the balance sheet date.

Increases and decreases to the provision balance are recorded into the cost of goods sold account in the interim separate income statement.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.4 *Receivables*

Receivables are presented in the interim separate financial statements at the carrying amounts due from customers and other debtors, after provision for doubtful debts.

The provision for doubtful debts represents amounts of outstanding receivables at the interim separate balance sheet date which are doubtful of being recovered. Increases and decreases to the provision balance are recorded as general and administrative expense in the interim separate income statement.

3.5 *Tangible fixed assets*

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of a tangible fixed asset comprises of its purchase price and any directly attributable costs of bringing the tangible fixed asset to working condition for its intended use. Expenditures for additions, improvements and renewals are added to the carrying amount of the assets and expenditures for maintenance and repairs are charged to the interim separate income statement as incurred. When tangible fixed assets are sold or retired, their costs and accumulated depreciation are removed from the separate balance sheet and any gain or loss resulting from their disposal is included in the interim separate income statement.

3.6 *Intangible fixed assets*

Intangible fixed assets are stated at cost less accumulated amortisation.

The cost of an intangible fixed asset comprises of its purchase price and any directly attributable costs of preparing the intangible fixed asset for its intended use. Expenditures for additions, improvements are added to the carrying amount of the assets and other expenditures are charged to the interim separate income statement as incurred. When intangible fixed assets are sold or retired, their costs and accumulated amortisation are removed from the separate balance sheet and any gain or loss resulting from their disposal is included in the interim separate income statement.

3.7 *Depreciation and amortisation*

Depreciation and amortisation of tangible fixed assets and intangible assets are calculated on a straight-line basis over the estimated useful life of each asset as follows:

Buildings and structures (Land and infrastructure development cost)	8 – 25 years
Machinery and equipment	4 – 8 years
Means of transportation	6 – 10 years
Office equipment	3 – 5 years

Periodically, the estimated useful life for fixed asset and its depreciation/amortization rate is reviewed to ensure that the depreciation/amortization method and period are consistent with the expected economic benefits to be received from the use of fixed asset.

3.8 *Investment properties*

Investment properties are stated at cost including transaction costs less accumulated depreciation.

Subsequent expenditure relating to an investment property that has already been recognized is added to the net book value of the investment property when it is probable that future economic benefits, in excess of the originally assessed standard of performance of the existing investment property, will flow to the Company.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.8 *Investment properties* (continued)

Depreciation and amortisation of investment properties are calculated on a straight-line basis over the estimated useful life of each asset as follows:

Factories	8 years
Land and infrastructure development cost	45 years

Investment properties are derecognised when either they have been disposed of or when the investment properties are permanently withdrawn from use and no future economic benefit is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the assets is recognised in the separate income statement in the year of retirement or disposal.

Transfers are made to investment properties when, and only when, there is a change in use, evidenced by ending of owner-occupation, commencement of an operating lease to another party or ending of construction or development. Transfers are made from investment properties when, and only when, there is change in use, evidenced by commencement of owner-occupation or commencement of development with a view to sale. The transfer from investment property to owner-occupied property or inventories does not change the cost or the carrying value of the property for subsequent accounting at the date of change in use.

3.9 *Prepaid expenses*

Prepaid expenses are reported as short-term or long-term prepaid expenses on the interim separate balance sheet and amortised over the period for which the amounts are paid or the period in which economic benefits are generated in relation to these expenses.

The following types of expenses are recorded as long-term prepaid expense:

- ▶ Prepaid rental was amortised over the prepayment term; and
- ▶ Other long-term prepaid expense was amortised over 1 to 3 years

3.10 *Investments*

Investment in subsidiaries

Investments in subsidiaries over which the Company has control are carried at cost.

Distributions from accumulated profits of the subsidiaries arising subsequent to the date of acquisition are recognised in the separate income statement. Other distributions are considered a recovery of investment and are deducted to the cost of the investment.

Investment in associates

Investments in associates over which the Company has significant influence are accounted for under the cost method of accounting.

Distributions from the accumulated net profits of the associates arising subsequent to the date of acquisition by the Company are recognized as income in the separate income statement. Distributions from sources other than from such profits are considered a recovery of investment and are deducted to the cost of the investment.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.10 Investments (continued)

Investments in securities and other investments

Investments in securities and other investments are stated at their acquisition costs.

Provision for investment

Provision is made for any diminution in value of the investments at the balance sheet date in accordance with the guidance under Circular 228/2009/TT-BTC issued by the Ministry of Finance on 7 December 2009 and amended under Circular 89/2013/TT-BTC issued by the Ministry of Finance on 26 June 2013. Increases and decreases to the provision balance are recorded as finance expense in the interim separate income statement.

Held-to-maturity investments

Held-to-maturity investments are stated at their acquisition costs. After initial recognition, held-to-maturity investments are measured at recoverable amount. Any impairment loss incurred is recognised as expense in the interim separate financial statements and deducted against the value of such investments.

3.11 Borrowing costs

Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

Borrowing costs are recorded as expense during the period in which they are incurred, except to the extent that they are capitalized as explained in the following paragraph.

Borrowing costs that are directly attributable to the acquisition, construction or production of an asset are capitalized as part of the cost of the respective asset.

3.12 Payable and accrual

Payable and accrual are recognised for amount to be paid in the future for goods and services received, whether or not billed to the Company.

3.13 Accrual for severance pay

The severance pay to employee is accrued at the end of each reporting period for all employees who have been more than 12 months in service up to balance sheet date at the rate of one-half of the average monthly salary for each year of service up to 31 December 2008 in accordance with the Labour Code, the Law on Social Insurance and related implementing guidance. The average monthly salary used in this calculation will be revised at the end of each reporting period following the average monthly salary of the 6-month period up to the reporting date. Any increase to the accrued amount will be taken to the interim separate income statement.

This accrued severance pay is used to settle the termination allowance to be paid to employee upon termination of their labour contract following Article 48 of the Labour Code.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.14 *Foreign currency transactions*

Transactions in currencies other than the Company's reporting currency (VND) are recorded at the actual transaction exchange rates at transaction dates which are determined as follows:

- ▶ transaction resulting in receivables are recorded at the buying exchange rates of the commercial banks designated for collection;
- ▶ transactions resulting in liabilities are recorded at the selling exchange rates of the transaction of commercial banks designated for payment;
- ▶ Capital contributions are recorded at the buying exchange rates of the banks designated for capital contribution.
- ▶ Payments for assets or expenses without liabilities initially being recognised is recorded at the buying exchange rates of the commercial banks that process these payments.

At the end of the period, monetary balances denominated in foreign currencies are translated at the actual transaction exchange rates at the interim separate balance sheet dates which are determined as follows:

- ▶ Monetary assets are translated at buying exchange rate of the commercial bank where the Company conduct transactions regularly;
- ▶ Monetary liabilities are translated at selling exchange rate of the commercial bank where the Company conduct transactions regularly.

All realised and unrealised foreign exchange differences are taken to the interim separate income statement.

3.15 *Treasury shares*

Own equity instruments which are reacquired (treasury shares) are recognised at cost and deducted from equity. No gain or loss is recognised in profit or loss upon purchase, sale, issue or cancellation of the Company's own equity instruments.

3.16 *Appropriation of net profits*

Net profit after tax is available for appropriation to shareholders after approval by the appropriate level of in the annual general meeting, and after making appropriation to reserve funds in accordance with the Company's Charter and Vietnam's regulatory requirements.

The Company maintains the following reserve funds which are appropriated from the Company's net profit as proposed by the Board of Directors and subject to approval by shareholders at the annual general meeting.

Investment and development fund

This fund is set aside for use in the Group's expansion of its operation or of in-depth investments.

Bonus and welfare fund

This fund is set aside for the purpose of pecuniary rewarding and encouraging, common benefits and improvement of the employees' benefits, and presented as a liability on the interim separate balance sheet.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.17 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, excluding trade discount, rebate and sales return. The following specific recognition criteria must also be met before revenue is recognised:

Long-term lease of land and infrastructure

Revenue is recognised when the Group has passed significant risks and rewards associated with the land to the buyer and revenue can be reliably measured.

Sale of factories

Revenue is recognised when the Company has passed significant risks and rewards associated with the factories to the buyer and revenue can be reliably measured.

Lease of factories

Revenue under operating lease contract is recognised to the separate income statement on a straight-line basis over the lease term.

Rendering of services

Revenue is recognised when service has been provided to the customer, and is determined by the net value after deducting discounts, value-added tax, and other deductions.

Income from transfer of investment in securities and capital assignment

Income is determined by the difference between the selling price and cost of the securities. Income is recorded on the contract date, which is when the contract becomes effective.

Interest

Revenue is recognised as the interest accrues (taking into account the effective yield on the asset) unless collectability is in doubt.

Dividends

Income is recognised when the Company's entitlement as an investor to receive the dividend is established.

3.18 Cost of land and infrastructure

Cost of leased land and infrastructure includes all direct costs that are attributable to the development of land and infrastructure or costs allocated on a reasonable basis to such activities including:

- ▶ All costs incurred for land and land development activities;
- ▶ All costs incurred for construction and construction related activities;
- ▶ Mandatory and non-saleable costs associated to development activities that would be incurred on existing and future land and infrastructure of the project such as common infrastructure, mandatory land reserve for public facilities, etc.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.19 Taxation

Current income tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities based on the tax rates and tax laws that are enacted as at the interim separate balance sheet date.

Current income tax is charged or credited to the interim separate income statement, except when it relates to items recognised directly to equity, in which case the current income tax is also dealt with in equity.

Current income tax assets and liabilities are offset when there is a legally enforceable right for the Company to set off current tax assets against current tax liabilities and when the Company intends to settle its current tax assets and liabilities on a net basis.

Deferred tax

Deferred tax is provided using the liability method on temporary differences at the interim separate balance sheet date between the tax base of assets and liabilities and their carrying amount for separate financial reporting purposes.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- ▶ where the deferred tax liability arises from the initial recognition of an asset or liability in a transaction which at the time of the related transaction affects neither the accounting profit nor taxable profit or loss; and
- ▶ in respect of taxable temporarily differences associated with investments in subsidiaries and associates, and interests in joint ventures where timing of the reversal of the temporary difference can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, carried forward unused tax credit and unused tax losses, to the extent that it is probable that taxable profit will be available against which deductible temporary differences, carried forward unused tax credit and unused tax losses can be utilised, except:

- ▶ where the deferred tax asset in respect of deductible temporary difference which arises from the initial recognition of an asset or liability which at the time of the related transaction, affects neither the accounting profit nor taxable profit or loss; and
- ▶ in respect of deductible temporarily differences associated with investments in subsidiaries, associates, and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each interim separate balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Previously unrecognised deferred tax assets are re assessed at each interim separate balance sheet date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset realised or the liability is settled based on tax rates and tax laws that have been enacted at the interim separate balance sheet date.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.19 Taxation (continued)

Deferred tax (continued)

Deferred tax is charged or credited to the separate income statement, except when it relates to items recognised directly to equity, in which case the deferred tax is also dealt with in the equity account.

Deferred tax assets and liabilities are offset when there is a legally enforceable right for the Company to off-set current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority on:

- ▶ either the same taxable entity; or
- ▶ when the Company intends either settle current tax liabilities and assets on a net basis or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

3.20 Segment information

A segment is a component which can be separately identified in which Company takes part in providing the sale of relevant goods or services (segment divided by business operation activities), or providing the sale of goods or services within a particular economic environment (segment divided by geographic regions), each of which is subject to risks and benefits and is different from other parts. Real estate trading activities in Vietnam territory is the major activity to generate the revenue and profit for the Company. Thus, the Company's management assesses that the Company operates in only one business segment which is a real estate business segment and in one critical geographic region which is Vietnam.

3.21 Convertible bond

Bonds that are convertible by the holder into a fixed number of ordinary shares of the entity are separated into financial liability (a contractual arrangement to deliver cash or another financial assets) and equity instrument (a call option granting the holder the right, for a specified period of time) based on the terms of the contract. Convertible bonds that cannot be definitely determined amount of common stock may be converted are classified as financial liabilities.

On issuance of the convertible bond, the fair value of the liability component is determined by discounting the future payment (including principal and interest) to present value at the market rate for an equivalent non-convertible bond less issuance cost. This amount is classified as a financial liability measured at amortised cost (net of transaction costs) until it is extinguished on conversion or redemption.

The remainder of the proceeds is allocated to the conversion option that is recognised and included in shareholders' equity. The carrying amount of the conversion option is not re-measured in subsequent years.

Transaction costs are allocated during the lifetime of the bond following [straight line basis/effective interest rate basis] [amend as appropriate]. At initial recognition, issuance costs are deducted from the liability component of the bond.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

4. CASH

	<i>Currency: VND</i>	
	<i>30 June 2015</i>	<i>31 December 2014</i>
Cash on hand	1,234,770,705	7,005,317,305
Cash at banks	3,097,648,246	74,171,867,037
TOTAL	<u>4,332,418,951</u>	<u>81,177,184,342</u>

Additional information regarding the cash flow statement:

	<i>Currency: VND</i>	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Significant non-cash transactions that will have impact on the cash flow statement in the future:		
Transfer from debt to equity	1,200,000,000,000	1,000,000,000,000
Actual cash received from loans		
- Cash received from normal loan agreements	33,136,871,057	100,500,000,000
- Cash received from issuance of convertible bonds	300,000,000,000	-
Actual cash payment of loans		
- Cash payment for normal loan agreements	59,647,595,382	91,353,037,034
- Cash payment for principal of bonds	300,000,000,000	100,000,000,000

5. SHORT-TERM INVESTMENTS

	<i>Currency: VND</i>					
	<i>30 June 2015</i>			<i>31 December 2014</i>		
	<i>Cost</i>	<i>Fair value</i>	<i>Provision</i>	<i>Cost</i>	<i>Fair value</i>	<i>Provision</i>
Held-for- trading securities:						
Share (*)	7,490,461,369	2,029,150,500	(5,461,310,869)	7,490,461,369	2,497,416,000	(4,993,045,369)
TOTAL	<u>7,490,461,369</u>	<u>2,029,150,500</u>	<u>(5,461,310,869)</u>	<u>7,490,461,369</u>	<u>2,497,416,000</u>	<u>(4,993,045,369)</u>

(*) At 30 June 2015, the Company holds 312,177 shares of Tan Tao Investment and Industrial Joint Stock Company.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

6. TRADE RECEIVABLES AND ADVANCES TO SUPPLIERS

6.1 Trade receivables

	<i>Currency: VND</i>	
	<i>30 June 2015</i>	<i>31 December 2014</i>
		<i>(Restated)</i>
Short-term		
Trade receivables from customers		
- Sai Gon Investment JSC (*)	104,130,000,000	104,130,000,000
- Kinh Bac Service JSC (**)	64,000,000,000	63,995,833,153
- Other customers	66,232,700,949	105,249,591,531
	<u>234,362,700,949</u>	<u>273,375,424,684</u>
Long-term		
Trade receivables from customers		
- Kinh Bac Service JSC (**)	383,474,744,694	461,757,137,391
	<u>383,474,744,694</u>	<u>461,757,137,391</u>

(*) This is the receivables from Sai Gon Investment JSC related to land transfer at Phuc Ninh City Project.

(**) This is the receivables from Kinh Bac Service Jsc relating to land and infrastructure leasing and sale of factories in Que Vo II Industrial Park in 2013 and 2014. These receivables are committed to be paid no later than 31 December 2017, bearing interest at 8% and 9% per annum.

6.2 Advances to suppliers

	<i>Currency: VND</i>	
	<i>30 June 2015</i>	<i>31 December 2014</i>
Short-term		
Kinh Bac Investment and Consulting JSC (i)	320,336,319,170	336,992,799,434
Foster and Partners Limited Company (ii)	25,961,600,000	25,961,600,000
Other advance to suppliers	2,539,947,553	8,223,778,651
TOTAL	<u>348,837,866,723</u>	<u>371,178,178,085</u>

(i) At 30 June 2015, the Company advanced to Kinh Bac Investment and Consulting JSC for the implementation of site clearance compensation and constructing of certain on-going projects of the Company.

(ii) At 30 June 2015, the Company advanced to Foster and Partners Limited Company for the design cost of Hoa Sen Hotel Project.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

6. TRADE RECEIVABLES AND ADVANCES TO SUPPLIERS (continued)

6.3 Provision for trade receivables

Detail of movements of provision for trade receivables as follows:

	<i>Currency: VND</i>	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Beginning balance	17,530,932,067	16,996,721,233
Provision made in the period	151,943,750	-
Reclassify from provision for trade receivable to provision for long-term investment (Note 13.2)	(7,204,600,000)	-
Reversal in the period	(3,390,400,000)	-
Ending balance	<u>7,087,875,817</u>	<u>16,996,721,233</u>
<i>In which:</i>		
<i>Provision for short-term receivables</i>	6,587,875,817	6,401,721,233
<i>Provision for loan receivables</i>	500,000,000	-
<i>Provision for other receivables</i>	-	10,595,000,000

7. OTHER LOAN RECEIVABLES

	<i>Currency: VND</i>	
	<i>30 June 2015</i>	<i>31 December 2014 (Restated)</i>
Short-term		
Sai Gon – Tay Ninh Industrial Park JSC (*)	300,000,000	300,000,000
Sai Gon Tourism JSC (*)	500,000,000	500,000,000
Sai Gon Manufacturing and Trading JSC (*)	50,000,000,000	50,000,000,000
Other loan receivables from related parties (Note 27)	85,929,723,661	136,929,723,661
	<u>136,729,723,661</u>	<u>187,729,723,661</u>
Long-term		
Receivable from related parties (Note 27)	2,159,132,633,533	2,075,232,633,533
Kinh Bac Service JSC (**)	6,992,700,000	6,992,700,000
Kinh Bac Investment and Consulting JSC (**)	6,992,700,000	6,992,700,000
Construction Project Management Unit of Bac Ninh City (Bac Ninh City People 's Committee)	700,000,000	700,000,000
	<u>2,173,818,033,533</u>	<u>2,089,918,033,533</u>

(*) These loans are the unsecured, interest free receivables and have term of less than 1 year.

(**) Loans to these companies are unsecured, interest free and will be due in June 2017.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

8. OTHER RECEIVABLES

	Currency: VND			
	30 June 2015		31 December 2014 (Restated)	
	Cost	Provision	Cost	Provision
Short-term				
Share transfer receivables (i)	245,200,000,000	-	-	-
Late payment interest receivables (ii)	37,120,220,257	-	16,385,571,712	-
Receivables from Bac Ninh's People Committee for price support for infrastructure lease (iii)	19,440,000,000	-	19,440,000,000	-
Deposit receivables (iv)	12,851,128,404	-	12,851,128,404	-
Receivable from related parties (Note 27)	4,070,772,420	-	8,680,598,508	-
Receivable from Van Duong's People Committee	2,228,672,000	-	2,228,672,000	-
Other receivables (v)	6,954,032,935	-	13,287,319,909	10,595,000,000
	327,864,826,016	-	72,873,290,533	10,595,000,000
Long-term				
Receivable from related parties (Note 27)	132,334,529,264	-	76,016,967,772	-
Other receivables	60,000,000	-	60,000,000	-
	132,394,529,264	-	76,076,967,772	-

- (i) This is the receivable relating to the transfer of 16.7 million shares of Saigon-Binh Dinh Energy JSC to Kinh Bac Service JSC according to contract dated 22 June 2015 (Note 13.3).
- (ii) This comprises the interest receivable on deferred payment of land and factory leasing to Sai Gon Trading JSC and Kinh Bac Service JSC.
- (iii) According to the minutes of interdisciplinary between Department of Finance of Bac Ninh province, Department of Planning and Investment of Bac Ninh province, Department of Natural Resources and Environment of Bac Ninh province, Office of Industry Zone Management and KinhBac City Development Corporation dated 14 August 2007 and the Decision in regards of supporting investment capital for enterprises No. 1951/QD-UBND dated 31 December 2007, People's Committee of Bac Ninh province committed to support on leasing price of land with infrastructure at Que Vo Industrial Park. Thereafter, the amount of VND19.44 billion is the investment support from Province's budget to invest in the wastewater treatment plant project at Que Vo Industrial Park.
- (iv) This is the deposit to Hanoi Agriculture Investment and Development One member Limited Company in pursuant to the Contract No.128/2010/HĐ-HTKD dated 29 June 2010 to co-operate to develop trade center, office, luxury houses, and ecotourism , mansions, garden houses, apartment houses at Minh Khai commune, Tu Liem district, Ha Noi.
- (v) This represents the deposits in the previous years to purchase share in Scanviwood Co., Ltd. (now known as Scanviwood JSC) with an amount of VND 7,204,600,000. During the six-month period ended 30 June 2015, the Company has completed the legal documents for the transfer of ownership in this company, and accordingly, this deposit is reclassified as investment to Scanviwood JSC (Note 13.2).

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

9. INVENTORIES

	<i>Currency: VND</i>			
	<i>30 June 2015</i>		<i>31 December 2014</i>	
	<i>Cost</i>	<i>Provision</i>	<i>Cost</i>	<i>Provision</i>
Phuc Ninh Urban Area	782,794,318,216	-	763,875,971,070	-
Nam Son - Hap Linh Industrial Park	204,783,452,600	-	194,505,863,659	-
Que Vo I Industrial Park	64,705,664,096	-	74,814,613,682	-
Que Vo II Industrial Park	155,965,708,941	-	117,840,809,247	-
Houses for low – income residents	23,897,163,067	-	23,897,163,067	-
Other projects	13,147,207,279	-	13,147,207,279	-
TOTAL	1,245,293,514,199	-	1,188,081,628,004	-

Work in progress of the Company at 30 June 2015 includes compensation of site-clearance cost and infrastructure development cost, capitalized borrowing costs and allocated overhead which incurred in the development process of Que Vo I Industrial Park, Que Vo II Industrial Park, Phuc Ninh Urban Area, Nam Son - Hap Linh Industrial Park and other projects of the Company for sale. The majority of the Company's inventories are used as collaterals for loans as disclosed in Note 18.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

10. TANGIBLE FIXED ASSETS

Currency: VND

	Buildings and structures (including cost of land development and infrastructure)	Machinery and equipment	Transportations	Office equipment	Others	Total
Cost:						
At 31 December 2014	121,890,582,419	5,177,115,945	20,141,047,559	4,565,158,374	788,381,818	152,562,286,115
Newly purchased	-	-	8,604,989,092	250,000,000	-	8,854,989,092
Transferred from construction in progress	7,893,816,850	-	-	-	-	7,893,816,850
At 30 June 2015	129,784,399,269	5,177,115,945	28,746,036,651	4,815,158,374	788,381,818	169,311,092,057
Fully depreciation	-	448,196,364	6,251,831,715	2,484,616,748	213,381,818	9,398,026,645
Accumulated depreciation:						
At 31 December 2014	42,341,923,198	2,975,456,227	12,218,876,693	3,620,125,511	687,619,319	61,844,000,948
Depreciation for the period	5,486,584,657	291,117,891	1,235,302,204	186,896,846	35,937,500	7,235,839,098
At 30 June 2015	47,828,507,855	3,266,574,118	13,454,178,897	3,807,022,357	723,556,819	69,079,840,046
Net carrying amount:						
At 31 December 2014	79,548,659,221	2,201,659,718	7,922,170,866	945,032,863	100,762,499	90,718,285,167
At 30 June 2015	81,955,891,414	1,910,541,827	15,291,857,754	1,008,136,017	64,824,999	100,231,252,011

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

11. CONSTRUCTION IN PROGRESS

Currency: VND

	<i>30 June 2015</i>	<i>31 December 2014</i>
Lotus Hotel Project (*)	119,161,983,744	119,161,983,744
Hanoi Diplomatic Area (**)	106,555,116,818	106,555,116,818
Que Vo II Industrial Park (***)	-	1,994,980,499
Que Vo I Industrial Park	4,516,537,647	4,892,811,683
Bac Giang Thermal Power Plant	3,116,503,893	3,116,503,893
Other construction in progress	1,244,590,000	786,976,364
TOTAL	<u>234,594,732,102</u>	<u>236,508,373,001</u>

(*) In accordance with the Decision No. 413/QĐ-UBND dated 22 January 2010, the Company was approved as the investor of Hanoi Lotus Hotel Project, which will be constructed in a land area of around 40,484m². Total cost incurred includes USD US5.5 million supporting to Hanoi's People Committee, design and consultancy fee paid to foreign contractors and other expenses.

(**) Under the contract for transfer of infrastructure works No. 2592/2009/HANCORP-KBC dated 5 October 2009, Hanoi Construction Corporation has transferred the existing infrastructure works to the Company for further development of an office, representative offices for international agencies complex at Hanoi Diplomatic Area.

(***) Properties to be formed in the future and other rights arising from Que Vo II Industrial Park are used as collateral and guarantee for the loans with the banks.

12. CAPITALIZED BORROWING COSTS

During the period, the Company capitalized borrowing costs amounting to VND 24.7 billion Viet Nam dong. These costs relate to borrowings taken to finance the construction of Que Vo II Industrial Park, Nam Son - Hap Linh Industrial Park, Phuc Ninh Urban Area.

13. LONG-TERM INVESTMENTS

Currency: VND

	<i>Notes</i>	<i>30 June 2015</i>	<i>31 December 2014</i>
Investments in subsidiaries	13.1	2,749,066,314,000	2,749,066,314,000
Investments in associates	13.2	723,655,091,074	716,450,491,074
Other long-term investments	13.3	970,219,700,000	1,141,492,700,000
Provision for long-term investments		<u>(512,034,416,409)</u>	<u>(479,327,162,483)</u>
TOTAL		<u>3,930,906,688,665</u>	<u>4,127,682,342,591</u>

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

13. LONG-TERM INVESTMENTS (continued)

13.1 Investments in subsidiaries

	30 June 2015			31 December 2014		
	% of voting right	No. of shares	Net book value (VND)	% of voting right	No. of shares	Net book value (VND)
Trang Cat Urban Development One Member Company Limited	100%	150,000,000	1,500,000,000,000	100%	150,000,000	1,500,000,000,000
Northwest Saigon city Development JSC	60.52%	30,259,574	662,066,314,000	60.52%	30,259,574	662,066,314,000
Saigon - Hai Phong Industrial Park JSC	86.54%	3,600,000	468,000,000,000	86.54%	3,600,000	468,000,000,000
Saigon - Bacgiang Industrial Park JSC	59.50%	1,309,000	119,000,000,000	59.50%	1,309,000	119,000,000,000
TOTAL			<u>2,749,066,314,000</u>			<u>2,749,066,314,000</u>
Provision for impairment of investment in subsidiaries			<u>(83,585,707,491)</u>			<u>(74,375,092,120)</u>
NET VALUE			<u>2,665,480,606,509</u>			<u>2,674,691,221,880</u>

Detailed information on subsidiaries at 30 June 2015 is presented in Note 1.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

13. INVESTMENTS (continued)

13.2 Investments in associates

	Note	% of voting right	30 June 2015		31 December 2014	
			No. of shares	Net book value (VND)	No. of shares	Net book value (VND)
Saigon Telecommunication & Technologies JSC	(i)	21.48%	15,896,923	423,492,661,074	15,896,923	423,492,661,074
Saigon – Hue Investment JSC	(ii)	28.14%	9,849,000	210,627,000,000	9,849,000	210,627,000,000
Saigon High-tech Park Infrastructure Development Investment JSC	(iii)	27.44%	8,233,083	82,330,830,000	8,233,083	82,330,830,000
Scanviwood JSC	(iv)	34%	1,077,528	7,204,600,000	-	-
TOTAL				723,655,091,074		716,450,491,074
Provision for impairment of investment in associates				(369,436,824,949)		(335,257,415,511)
NET VALUE				354,218,266,125		381,193,075,563

(i) *Saigon Telecommunication & Technologies JSC*

Saigon Telecommunication & Technologies JSC was established in pursuant to the Business Registration Certificate No. 4103000992 issued by the Department of Planning and Investment of Ho Chi Minh city on 14 May 2002 and amended subsequent licenses, with the latest is the 13th amended Business Registration Certificate dated 11 August 2014, with a registered charter capital of VND740 billion. Its principal activities include trading computer, electronic equipment, materials, telecommunication and post equipment; trading and installation of transmission equipment, connection, security equipment for communication; information technology consulting; designing and installation of computer system; constructing industrial park, residential area, traffic, bridge and road, irrigation.

Its registered office is located at 46th, Quang Trung Software Park, Tan Chanh Hiep ward, 12 district, Ho Chi Minh City.

(ii) *Saigon – Hue Investment JSC*

Saigon – Hue Investment JSC was established in pursuant to the Business Registration Certificate No. 3103000255 issued by the Department of Planning and Investment of Thua Thien – Hue province on 9 October 2007 and the first amended Business Certification Registration No. 3300512389 on 16 February 2012 with a registered charter capital of VND350 billion. Its principal activities includes investment, construction and trading on infrastructure inside and outside industrial zone, residential areas, resettlement area, housing for worker; industrial and civil construction works, transport and power projects upto 35kV.

The Company is located at No 15, Nguyen Hue Street, Hue City, Viet Nam.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

13. INVESTMENTS (continued)

13.3 Other long-term investments

Currency: VND

	30 June 2015			31 December 2014		
	<i>% of voting right</i>	<i>No. of shares</i>	<i>Historical cost and Book value</i>	<i>% of voting right</i>	<i>No. of shares</i>	<i>Historical cost and Book value</i>
Saigon - Binh Dinh Power JSC (*)	3.16	31,600,000	316,000,000,000	4.83	48,300,000	483,000,000,000
Saigon - Quy Nhon Mineral JSC	5.75	6,900,000	339,000,000,000	5.75	6,900,000	339,000,000,000
Saigon - Lao Hydro Power JSC	19	19,000,000	190,000,000,000	19	19,000,000	190,000,000,000
Saigon - Da Nang Investment JSC	19.5	3,900,000	39,000,000,000	19.5	3,900,000	39,000,000,000
VTC-Saigontel Media JSC	19.19	3,070,020	30,700,200,000	19.19	3,070,020	30,700,200,000
Saigon-Binh Phuoc Industrial Park JSC	10.56	190,000	19,000,000,000	10.56	190,000	19,000,000,000
Saigon Investment Construction and Construction Materials JSC	19	950,000	11,352,500,000	19	950,000	11,352,500,000
Saigon - NhonHoi Industrial Park JSC	10	100,000	10,000,000,000	10	100,000	10,000,000,000
Saigon - Hamtan Tourism JSC (**)	1.63	70,000	7,000,000,000	6.48	70,000	7,000,000,000
Ban Viet Capital Healthcare Fund (***)	3	43,67	4,367,000,000	3	86,40	8,640,000,000
Saigon - Binh Thuan Investment Development Power Plant JSC	0.35	350,000	3,500,000,000	0.35	350,000	3,500,000,000
Saigon - Long An Industrial Park JSC	0.15	30,000	300,000,000	0.15	30,000	300,000,000
TOTAL			970,219,700,000			1,141,492,700,000
Provision for other long-term investments			(59,011,883,969)			(69,694,654,852)
NET CARRYING VALUE			911,207,816,031			1,071,798,045,148

(*) On 30 June 2015, the Company has transferred 16.7 million shares of Saigon- Binh Dinh Energy JSC ("Saigon - Binh Dinh") to Kinh Bac Service JSC. Accordingly, this has decreased the Company's ownership interest in Saigon - Binh Dinh to 3.16%.

(**) On 24 April 2015, Saigon - Ham Tan Tourism JSC has increased its share capital to VND 430 billion. The Company has not participated in this new share issue and thus, its actual ownership interest in this company has decreased to 1.6%.

(***) According to the Announcement No.1815/UBCK - QLQ dated 15 April 2015, State Security Commission of Vietnam has confirmed the decrease in the charter capital of Ban Viet Health Securities Investment Fund from VND287.984 billion to VND145.541 billion. As at 30 June 2015, the Company has contributed VND4.367 million to this fund, representing a 3% ownership interest.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

14. TRADE PAYABLES AND ADVANCES FROM CUSTOMERS

14.1 Short-term trade payables

Currency: VND

	30 June 2015		31 December 2014	
	Amount	Amount payable	Amount	Amount payable
Trade payables to suppliers				
- Truong Phat Investment JSC	13,916,503,150	13,916,503,150	6,231,295,300	6,231,295,300
- BlueScope Buildings Vietnam Limited Company	7,767,350,000	7,767,350,000	-	-
- Trong Cuong Limited Company	6,429,856,895	6,429,856,895	14,652,077,895	14,652,077,895
- Ha Noi Construction No.1 JSC	3,317,260,652	3,317,260,652	3,749,876,087	3,749,876,087
- Other suppliers	13,856,887,479	13,856,887,479	11,666,459,547	11,666,459,547
Trade payables from related parties (Note 27)	-	-	17,160,000	17,160,000
TOTAL	45,287,858,176	45,287,858,176	36,316,868,829	36,316,868,829

14.2 Advances from customers

Currency: VND

30 June 2015 31 December 2014

Deposit for purchase of houses and land use rights at Phuc Ninh urban project	195,253,258,200	196,210,907,200
Deposit by National Citizen Bank (previously known as Nam Viet Commercial Joint Stock Bank) for purchase of houses and land use rights at Phuc Ninh urban project	66,582,840,000	66,582,840,000
Other advances from customers	3,735,278,300	3,001,365,109
TOTAL	265,571,376,500	265,795,112,309

15. STATUTORY OBLIGATIONS

Currency: VND

	31 December 2014	Increase in period	Payment/Off-set in period	30 June 2015
Payables				
Corporate income tax (Note 26.2)	-	16,784,917,070	(6,267,075,116)	10,517,841,954
Value added tax	73,501,280,142	-	(9,331,702,625)	64,169,577,517
Personal income tax	232,149,000	982,020,666	(1,107,443,333)	106,726,333
Other taxes	401,603,714	340,105,096	(439,869,089)	301,839,721
TOTAL	74,135,032,856	18,107,042,832	(17,146,090,163)	75,095,985,525
Receivables				
Corporate income tax (Note 26.2)	6,267,075,116	-	(6,267,075,116)	-
TOTAL	6,267,075,116	-	(6,267,075,116)	-

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

16. ACCURED EXPENSES

	<i>Currency: VND</i>	
	<i>30 June 2015</i>	<i>31 December 2014</i>
		<i>(restated)</i>
Short-term		
Future development cost for recognised sales	172,658,645,685	179,464,000,986
- Que Vo I Industrial Park	35,681,607,276	38,715,957,304
- Que Vo II Industrial Park	136,977,038,409	140,748,043,682
Accrued interest expenses	9,338,923,609	12,915,812,686
Bond issuance cost	-	13,950,000,000
Accrued expenses to related parties (Note 27)	303,293,241	235,894,743
Other accrued expenses	2,990,358,534	4,082,466,994
TOTAL	<u>185,291,221,069</u>	<u>210,648,175,409</u>
Long-term		
Accrued interest expenses (*)	630,097,013,549	573,779,452,057
	<u>630,097,013,549</u>	<u>573,779,452,057</u>

(*) Mostly include the bond interest expenses incurred with PVCombank. As at 30 June 2015, PVCombank issued an official letter approving the restructuring and extension of the terms of the bond principal and bond interest payment. Accordingly, these bond interest expenses will fall due in 2017 and 2019 (Note 18.2).

17. OTHER PAYABLES

	<i>Currency: VND</i>	
	<i>30 June 2015</i>	<i>31 December 2014</i>
		<i>(Restated)</i>
Short-term		
Trade payables from related parties (Note 27)	116,021,387,525	115,849,588,817
Kinh Bac Investment and Consulting JSC	-	77,570,642,264
Saigon Investment JSC	-	70,000,000,000
Other payables	2,741,142,636	2,652,641,171
	<u>118,762,530,161</u>	<u>266,072,872,252</u>
Long-term		
Co-operation investment in Phuc Ninh Urban (i)	55,500,000,000	55,500,000,000
Deposit from customers for factory leases	2,783,334,960	-
Other deposits	1,194,272,880	951,079,022
	<u>59,477,607,840</u>	<u>56,451,079,022</u>

(i) In 2014, the Group received VND 55.5 billion from Cholimex Mechatronics Informatics JSC for the purpose of infrastructure construction at Phuc Ninh Urban Zone in accordance with the Cooperation Investment Agreement No. 1004/HĐHTKD-KBC/2014 dated 10 April 2014.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

18. LOANS

	<i>Currency: VND</i>	
	<i>30 June 2015</i>	<i>31 December 2014 (Restated)</i>
Short-term		
Loans from others	1,333,318,452	1,333,318,452
Current portion of long-term loans	863,203,634,375	839,955,555,552
Loans from related parties (Note 27)	<u>112,330,830,000</u>	<u>112,330,830,000</u>
	<u>976,867,782,827</u>	<u>953,619,704,004</u>
Long-term		
Loans from related parties (Note 27)	28,991,497,907	1,500,000,000
Long-term loans from bank (Note 18.1)	37,900,000,000	91,902,222,232
Bonds (Note 18.2)	<u>1,898,803,634,375</u>	<u>2,194,952,580,171</u>
	<u>1,965,695,132,282</u>	<u>2,288,354,802,403</u>
<i>In which:</i>		
Current portion of long-term loans	863,203,634,375	839,955,555,552
Long-term loans	<u>1,102,491,497,907</u>	<u>1,448,399,246,851</u>

18.1 Long-term loans from bank

As at 30 June 2015, details of long term loans from banks are as follows:

			<i>Currency: VND</i>
<i>Banks</i>	<i>Interest</i>	<i>Principal and interest repayment term</i>	<i>30 June 2015</i>
Vietnam Bank for Industry and Trade– Que Vo branch	11%/year	Loan principal maturing 10 December 2015. Interest shall be paid on the 25th end of each quarter.	37,900,000,000
TOTAL			<u>37,900,000,000</u>

This loan is collateralized and guaranteed by properties to be formed in the future and asset rights relating to the loan proceeds used at Que Vo II Industrial Park, Nam Son-Hap Linh industrial zone and Phuc Ninh Urban Area.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

18. LOANS (continued)

18.2 Bonds

As at 30 June 2015, bonds issued by the Company are as follows:

Bond	Type of bond	Number of bonds	Par value VND	Amount (VND)	Interest rate per annum	Duration	Description of collateral
KBC Bond 001	Secured corporate bond issued to Vietnam Joint Stock Commercial Bank for Industry and Trade	4,500,000	100,000	450,000,000,000	10.125%	8 May 2017	All assets which the Company has invested and will invest in the future on the expansion of Que Vo II of 300 ha and 45 ha of land at Phuc Ninh Residential Area.
KBC Bond 003	Guarantee fee for KBC Bond 001 issuance			(1,196,365,625)			
KBC Bond 004	Corporate bond issued to PVcombank	500,000	100,000	50,000,000,000	9.20%	31 October 2019	Inventories of Trang Cat Urban and Service Zone Project
KBC Bond 005	Corporate bond issued to PVcombank	4,000,000	100,000	400,000,000,000	9.2%	31 October 2019	Inventories of Trang Cat Urban and Service Zone Project
KBC Bond 006	Secured corporate bond issued to Vietnam Development and Investment Bank	4,000,000	100,000	400,000,000,000	9.63%	28 December 2017	12.63 million SGT shares and 16.75 million KBC shares owned by Mr. Dang Thanh Tam and asset to be formed in the future at Quang Chau IZ
KBC Bond 007	Corporate bond issued to PVcombank	3,000,000	100,000	300,000,000,000	9.2%	31 October 2019	Inventories of Trang Cat Urban and Service Zone Project
KBC Bond 007	Corporate bond issued to PVcombank	3,000,000	100,000	300,000,000,000	9.2%	31 October 2019	Inventories of Trang Cat Urban and Service Zone Project
TOTAL		19,000,000		1,898,803,634,375			

In which:

Bonds due in the next 12 months
Bond guarantee issuance cost

825,000,000,000
(1,196,365,625)

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

19. CONVERTIBLE BONDS

Currency: VND

	31 December 2014 (Restate)	Movement in period			30 June 2015
		New issuance	Transferred to share capital (*)	Due and not transferred to share capital	
Convertible bonds	886,050,000,000	291,411,000,000	1,177,461,000,000	-	-

(*) Convertible bonds are recorded at the original cost of bond after deducting cost of bond issuance.

As at 23 December 2014, the Company issued a plan to raise 1,200 convertible bonds in VND, with total par value of VND1,200 billion. Up to 31 December 2014, the Company successfully issued 900 convertible bonds with total amount of VND900 billion. As at 14 January 2015, the Company has completed the issue of another VND 300 billion convertible-bond, and has, therefore, completed the issue of VND1,200 billion convertible bonds. These bonds are unsecured, bearing interest at a fixed rate of 8% per annum with payment term of 3 years.

In accordance with conditions and terms of convertible bonds issued by the Company, the bondholders are allowed to convert these bonds into ordinary shares in 05 (five) lots, at stipulated conversion date as follows:

- ▶ 1st lot: 1 month after issuance date;
- ▶ 2nd lot: 6 months after issuance date;
- ▶ 3rd lot: 12 months after issuance date;
- ▶ 4th lot: 24 months after issuance date; and
- ▶ 5th lot: 36 months after issuance date.

The number of bonds eligible for conversion in each lot is at the discretion of bondholders. Ordinary shares issued on the 1st and 2nd conversion lot will be restricted from trading within 1 year from issuance date. From the 3rd lot, ordinary shares issued are freely traded after the conversion and listing.

Since the number of shares to be converted is not fixed (depending on the market value of the shares at the time of conversion), the management has recorded the entire proceeds from the issuance of convertible bonds as liabilities, rather than bifurcating between the debt component and the equity component on the balance sheet at the time of issuance.

In January 2015, bondholders have decided to convert above bonds to shares of the Company. Accordingly, VND 1,200 billion convertible bonds have been converted into 80 million shares, at the conversion price of 15,000 VND/share. This conversion has increased the Company's share capital by an additional VND 800 billion (80,000,000 shares at the par value of 10,000 VND/share).

KinhBac City Development Holding Corporation

B09a-DN

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

20. OWNERS' EQUITY

20.1 Increase and decrease in owners' equity

	Contributed charter capital (*)	Share premium (*)	Treasury shares	Investment and development fund	Undistributed earnings	Total
For the six-month period ended 30 June 2014						
As at 31 December 2013	2,957,111,670,000	611,072,430,000	(364,466,650,000)	2,223,693,823	33,695,676,882	3,239,636,820,705
- Increase	1,000,000,000,000	-	-	-	-	1,000,000,000,000
- Net profit for the period	-	-	-	-	38,708,304,264	38,708,304,264
As at 30 June 2014	3,957,111,670,000	611,072,430,000	(364,466,650,000)	2,223,693,823	72,403,981,146	4,278,345,124,969
For the six-month period ended 30 June 2015						
As at 31 December 2014	3,957,111,670,000	611,072,430,000	(364,466,650,000)	2,223,693,823	226,282,400,553	4,432,223,544,376
- Increase in capital (*)	800,000,000,000	377,461,000,000	-	-	-	1,177,461,000,000
- Net profit for the period	-	-	-	-	137,105,303,652	137,105,303,652
As at 30 June 2015	4,757,111,670,000	988,533,430,000	(364,466,650,000)	2,223,693,823	363,387,704,205	5,746,789,848,028

(*) See Note 19.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

20. OWNERS' EQUITY (continued)

20.2 Shares

	Currency: VND					
	30 June 2015			31 December 2014		
	Total	Ordinary shares	Preference shares	Total	Ordinary shares	Preference shares
Contributed by shareholders	4,757,111,670,000	4,757,111,670,000	-	3,957,111,670,000	3,957,111,670,000	-
Share premium	988,533,430,000	988,533,430,000	-	611,072,430,000	611,072,430,000	-
Treasury shares	(364,466,650,000)	(364,466,650,000)	-	(364,466,650,000)	(364,466,650,000)	-
TOTAL	5,381,178,450,000	5,381,178,450,000	-	4,203,717,450,000	4,203,717,450,000	-

20.3 Capital transactions with owners and distribution of dividends, profits

	Currency: VND	
	For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
Contributed capital		
Beginning balance	3,957,111,670,000	2,957,111,670,000
Increase	800,000,000,000	1,000,000,000,000
Decrease	-	-
Ending balance	<u>4,757,111,670,000</u>	<u>3,957,111,670,000</u>
Dividends/profit paid	-	-

20.4 Dividends

According to the Resolution of the Annual Shareholders Meeting 2015 No.2704/2015/KBC/NQ-ĐHĐCĐ dated 27 April 2015, the Company will proceed to pay dividends at the rate of 4% of the total shares in circulation of the Company (being 469,760,189 shares), with the value of the stock dividend of VND 187,904,070,000, equivalent to 18,790,407 shares. The Company will use the undistributed net profits after tax which belongs to shareholders of the parent company as reported on the 2014 financial statements to issue new shares.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

20. OWNERS' EQUITY (continued)

20.5 Shares

	30 June 2015		31 December 2014	
	Shares	Par value (VND)	Shares	Par value (VND)
Issued shares	475,711,167	4,757,111,670,000	395,711,167	3,957,111,670,000
Issued and paid-up shares	475,711,167	4,757,111,670,000	395,711,167	3,957,111,670,000
<i>Ordinary shares</i>	475,711,167	4,757,111,670,000	395,711,167	3,957,111,670,000
<i>Preferred shares</i>	-	-	-	-
Treasury shares	5,950,978	59,509,780,000	5,950,978	59,509,780,000
<i>Ordinary shares</i>	5,950,978	59,509,780,000	5,950,978	59,509,780,000
<i>Preferred shares</i>	-	-	-	-
Shares in circulation	469,760,189	4,697,601,890,000	389,760,189	3,897,601,890,000
<i>Ordinary shares</i>	469,760,189	4,697,601,890,000	389,760,189	3,897,601,890,000
<i>Preference shares</i>	-	-	-	-

Par value of outstanding share: VND10,000/share (2014: VND10,000/share).

21. REVENUE

21.1 Revenue from sales of goods and rendering of services

	Currency: VND	
	For the six-month period ended 30 June 2015	For the six-month period ended 30 June 2014
Gross revenue	162,341,531,285	105,014,121,940
<i>Of which:</i>		
<i>Revenue from lease of land and infrastructures (*)</i>	63,363,529,502	55,272,349,180
<i>Revenue from sale of factories</i>	73,989,952,000	21,790,680,000
<i>Revenue from warehouse, building and office lease</i>	-	11,621,695,919
<i>Revenue from supply of clean water, electricity, service, water treatment supply</i>	24,988,049,783	16,329,396,841
Less		
Sales returns	-	-
Net revenue	162,341,531,285	105,014,121,940
<i>In which:</i>		
<i>Sales to others</i>	162,341,531,285	105,014,121,940
<i>Sales to related parties</i>	-	-

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

21. REVENUES (continued)

21.1 Revenues from sales of goods and rendering of services (continued)

(*) During the period, the Company recorded revenue from long-term lease of land with infrastructure at the industrial parks in the interim separate income statement when the land is handed-over to the customers based on the assessment that significant risks and rewards associated with ownership of the land were transferred to tenants. If the revenue from the lease of land with infrastructure is allocated over the land lease term, the impacts to revenue, cost of sales and rendering of service and profit before and after corporate income tax of the Company are as follows:

	<i>Currency: VND</i>	
	<i>Revenue recognized in full at the land handover date</i>	<i>Revenue is amortized over the lease term</i>
Revenues from sales of goods sold and services rendered	162,341,531,285	99,811,732,434
<i>In which:</i>		
<i>Revenue from lease of land and infrastructures (*)</i>	<u>63,363,529,502</u>	<u>833,730,651</u>
Cost of goods sold and services rendered	<u>(50,526,091,344)</u>	<u>(41,862,461,793)</u>
Gross profit from sales of goods sold and services rendered	<u>111,815,439,941</u>	<u>57,949,270,642</u>
Profit before tax	153,786,196,596	99,920,027,297
Current corporate income tax expenses	(16,784,917,070)	(8,403,223,655)
Deferred tax income/(expense)	104,024,126	(8,485,717,541)
Net profit after tax	<u>137,105,303,652</u>	<u>83,031,086,101</u>

21.2 Finance income

	<i>Currency: VND</i>	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Gain on transfer of financial investments (*)	100,200,000,000	106,950,000,000
Interest income from outstanding receivables from sale of land and factories (**)	20,734,648,545	21,456,864,484
Interest income from deposits	1,995,795,075	1,280,415,360
Gains from securities trading and financial activities	1,727,440,000	1,139,594,814
Unrealised foreign exchange gains	130,119,497	250,124,199
TOTAL	<u>124,788,003,117</u>	<u>131,076,998,857</u>

(*) This is profit from transferring process of shares in in Saigon - Binh Dinh Power Corporation during the period (Note 13.3).

(**) This is mostly comprised of the interest on receivable from Kinh Bac Service JSC under the contracts for leasing land and factories.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

22. COST OF GOODS SOLD AND SERVICES RENDERED

	<i>Currency: VND</i>	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Cost leased land and infrastructures	8,779,144,612	7,235,158,389
Cost of factories sold	30,766,267,454	11,395,656,902
Cost of leased warehouses, factories and offices	-	3,667,018,718
Others	10,980,679,278	7,210,887,508
TOTAL	50,526,091,344	29,508,721,517

Included in costs of sold properties are the following accruals:

	<i>For the six-month period ended 30 June 2015</i>		<i>For the six-month period ended 30 June 2014</i>	
	<i>Cost of goods sold</i>	<i>Accrual expense</i>	<i>Cost of goods sold</i>	<i>Accrual expense</i>
Long-term land lease with infrastructure	8,779,144,612	834,804,131	7,235,158,389	1,771,555,256
TOTAL	8,779,144,612	834,804,131	7,235,158,389	1,771,555,256

23. FINANCE EXPENSES

	<i>Currency: VND</i>	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Loan interest	11,908,007,812	112,807,456,327
Bond issue and guarantee cost	1,926,847,667	7,674,912,480
Provision for long-term investments	22,580,519,426	22,415,835,468
Interest expenses incurred from the deposits to purchase land at Phuc Ninh Urban Area	1,775,655,000	712,152,000
Security custody fees	100,942,522	55,950,585
Realised foreign exchange losses	144,791,162	128,413,584
TOTAL	38,436,763,589	143,794,720,444

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

24. SELLINGS EXPENSES AND GENERAL AND ADMINISTRATIVE EXPENSES

	<i>Currency: VND</i>	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
General and administrative expenses		
Depreciation	2,551,092,805	2,388,555,929
Labour costs	11,838,248,603	10,502,447,391
External expenses	4,293,352,402	3,879,746,076
Others	5,217,815,783	2,757,732,067
TOTAL	23,900,509,593	19,528,481,463
Selling expenses		
Purchases of company's logo	14,901,600,000	-
Consultant and promotion expenses	4,321,080,848	3,356,529,606
Labour cost	1,276,550,000	1,140,719,000
Others	-	25,600,000
	20,499,230,848	4,522,848,606

25. PRODUCTION AND OPERATING COSTS

	<i>Currency: VND</i>	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Land, infrastructures, buildings development and services rendering expenses	33,994,002,138	20,673,918,695
Labour costs	13,968,556,603	12,962,132,500
Depreciation of fixed assets	7,235,839,098	10,314,714,877
Expenses for external services	34,496,712,528	6,323,747,200
Other expenses	5,230,721,418	3,285,538,314
TOTAL	94,925,831,785	53,560,051,586

26. CORPORATE INCOME TAX

The corporate income tax ("CIT") rate applicable to the Company is 22% of profit after tax except for the followings:

For the operating activities at Que Vo I Industrial Park, the Company is obliged to pay Corporate Income Tax ("CIT") with an applicable rate of 10% for the first 15 years of operations and of 20% for the following years. The Company is entitled to an exemption from CIT for four years from 2005 to 2008, and a 50% reduction of the applicable CIT rate for the following nine years. The statutory CIT rate applicable for the six-month period ended 30 June 2015 is 10%, with a 50% reduction.

For the operating activities at Que Vo II Industrial Park, the Company is obliged to pay CIT with an applicable rate of 10% for the first 15 years of operations and of 22% for the following years. The Company is entitled to an exemption from CIT for three years from 2008 to 2010, and a 50% reduction of the applicable CIT rate for the following seven years from 2011 to 2017. The statutory CIT rate applicable for the six-month period ended 30 June 2015 is 10%, with a 50% reduction.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

26. CORPORATE INCOME TAX (continued)

For leasing factories in industrial zone, the Company is obliged to pay corporate income tax at the rate of 15% for the first 12 years of operation and of 20% for the following years. The Company is entitled to an exemption from CIT for the three years from 2005 to 2007, and a 50% reduction of the applicable CIT rate for the following seven years from 2008 to 2014. The statutory CIT rate applicable for the six-month period ended 30 June 2015 is 22%.

The tax returns filed by Company are subject to examination by the tax authorities. As the application of tax laws and regulations is susceptible to varying interpretations, the amounts reported in the separate financial statements could change at a later date upon final determination by the tax authorities.

26.1 CIT expenses

	<i>Currency: VND</i>	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Current CIT expenses	16,784,917,070	104,027,128
Deferred CIT income	(104,024,126)	(104,027,128)
TOTAL	16,680,892,944	-

26.2 Current CIT

The current tax payable is based on taxable profit for the period. The taxable profit of the Company for the period differs from the profit as reported in the interim separate income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are not taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted by the balance sheet date.

The reconciliation between the profit before tax and taxable profit is presented below:

	<i>Currency: VND</i>	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Profit before tax	153,786,196,596	38,708,304,264
Adjustments		
<i>Adjustments to increase</i>		
Non-deductible expenses	248,158,424	420,840,000
Taxable income from previous year's land leasing activities which is taxable in the current period	2,080,602,498	2,080,602,498
Adjusted net profit before loss carried forward	156,114,957,518	41,209,746,762
<i>In which:</i>		
<i>Profit before tax in current period</i>	<i>154,063,846,599</i>	<i>39,129,144,264</i>
<i>Losses before tax in current period (Hochiminh city branch)</i>	<i>(29,491,579)</i>	<i>(18,003,240)</i>
<i>Taxable income from land leasing activities in previous years</i>	<i>2,080,602,498</i>	<i>2,080,602,498</i>
<i>Tax loss carried forward</i>	<i>(71,752,673,639)</i>	<i>(39,129,144,264)</i>
Estimated current taxable income	84,362,283,879	2,062,599,258
Estimated current CIT	16,784,917,070	104,027,128
CIT payable at the beginning of the period	(6,267,075,116)	(6,475,129,370)
CIT paid during the year	-	-
CIT payable/(prepaid) at the end of the period (Note 15)	10,517,841,954	(6,371,102,242)

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

26. CORPORATE INCOME TAX (continued)

26.3 Deferred CIT

The following are the deferred tax assets and liabilities recognised by the Company, and the movements thereon, during the current and previous period:

Currency: VND

	<i>Interim separate balance sheet</i>		<i>Interim separate income statement</i>	
	<i>30 June 2015</i>	<i>31 December 2014</i>	<i>for the six-month period ended 30 June 2015</i>	<i>for the six-month period ended 30 June 2014</i>
Deferred tax assets				
Deferred tax liabilities				
Deferred tax liabilities arising from allocation of CIT over the lease term of Que Vo II	38,650,627,945	38,754,652,071	104,024,126	104,027,128
	<u>38,650,627,945</u>	<u>38,754,652,071</u>		
Net deferred income tax credit to the interim separate income statement			<u>104,024,126</u>	<u>104,027,128</u>

26.4 Unrecognized deferred tax assets

Tax losses carried forward

The Company is entitled to carry the tax loss forward to offset with the taxable profit arising within 5 years subsequent to the year in which the loss was incurred. As at the interim separate balance sheet date, the Company has accumulated losses of VND 73,607,065 (31 December 2014: VND 85,110,730,060) which are available for offset against future taxable profits. Details are as follows:

Currency: VND

<i>Original year</i>	<i>Can be utilized up to</i>		<i>Tax loss amount(*)</i>	<i>Utilized up to 30 June 2015</i>	<i>Forfeited</i>	<i>Unutilized at 30 June 2015</i>
2011	2016	(i)	12,781,432,837	(12,781,432,837)	-	-
2012	2017	(ii)	216,260,159,914	(216,255,685,478)	-	4,474,436
2013	2018	(ii)	57,504,657,460	(44,124,963,229)	(13,358,056,421)	21,637,810
2014	2019	(ii)	18,003,240	-	-	18,003,240
2015	2020	(ii)	29,491,579	-	-	29,491,579
TOTAL			<u>286,593,745,030</u>	<u>(273,162,081,544)</u>	<u>(13,358,056,421)</u>	<u>73,607,065</u>

(i) Tax loss as per Company's corporate income tax finalization.

(ii) Estimated tax loss as per Company and subsidiaries' corporate income tax declarations which have not been audited by the local tax authorities as of the date of these interim separate financial statements.

No deferred tax assets were recognised in respect of the remaining accumulated losses because future taxable profit cannot be ascertained at this stage.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

27. TRANSACTIONS WITH RELATED PARTIES

List of related parties which had transactions and/or receivable/payable balances during the year with the Company:

No.	Related party	Relationship
1	Saigon - Bacgiang Industrial Park Corporation	Subsidiary
2	Saigon - Hai Phong Industrial Park Corporation	Subsidiary
3	Trang Cat One Member Urban Development Company Limited	Subsidiary
4	Saigon High-tech Park Infrastructure Development Investment Joint Stock Company	Associate
5	Saigon Telecommunication & Technologies Corporation	Associate
6	Saigon - Hue Investment Joint Stock Company	Associate
7	Scanviwood Joint Stock Company	Associate
8	Saigon – Da Nang Investment Joint Stock Company	Common investor
9	Mr. Dang Thanh Tam	Chairman
10	Ms. Nguyen Thi Thu Huong	General Director
11	Mr. Phan Anh Dung	Deputy General Director

Terms and conditions of transactions with related parties

The sales of goods to related parties are made on contractual basis.

Outstanding balances at 30 June 2015 are unsecured, interest free and will be settled in cash. For the six-month period ended 30 June 2015, the Company has not made any provision for doubtful debts relating to amounts owed by related parties. This assessment is undertaken each financial year through the examination of the financial position of the related party and the market in which the related party operates.

Significant transactions between the Company and its related parties in the period are follows:

		<i>Currency: VND</i>	
<i>Related party</i>	<i>Description</i>	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Saigon - Hai Phong Industrial Park Corporation	Lender	33,000,000,000	-
	Repayment on behalf of loan	84,000,000,000	-
	Receive loan amount	-	100,500,000,000
	Loan payment	-	1,000,000,000
Saigon - Bacgiang Industrial Park Corporation	Receivable of KBCbond005 interest	22,268,201,293	28,327,739,726
	Receivable guarantee fee of KBCbond005	4,327,500,000	-
Trang Cat One Member Urban Development Company Limited	Lender	83,900,000,000	-
	Receivable from bond interest	56,317,561,492	-
	Loan interest receipt	-	13,200,000,000
Mr. Dang Thanh Tam	Drawdown of loan	33,136,871,057	-
	Repayment of loan principal	5,645,373,150	-
	Advance	13,679,289,000	28,224,535,211
	Advance clearance	18,289,115,088	28,217,583,905

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

27. TRANSACTIONS WITH RELATED PARTIES (continued)

As at 30 June 2015, amount due from and to related parties of the Company are follows:

Currency: VND

<i>Related party</i>	<i>Description</i>	<i>Amount</i>
Short-term receivables (Note 7)		
Saigon - Hai Phong Industrial Park Corporation (*)	Lender	85,929,723,661
		85,929,723,661
Long-term loan receivables (Note 7)		
Trang Cat One Member Urban Development Company Limited (**)	Lender	1,901,132,633,533
Saigon - Bacgiang Industrial Park Corporation (***)	Lender for KBCbond 005	258,000,000,000
		2,159,132,633,533
Other short-term receivables (Note 8)		
Mrs. Nguyen Thi Thu Huong	Advance	3,960,772,420
Mr. Phan Anh Dung	Advance	110,000,000
		4,070,772,420
Other long-term receivables (Note 8)		
Trang Cat One Member Urban Development Company Limited	Interest loan, other construction in progress	132,334,529,264
		132,334,529,264

(*) These are unsecured, interest-free loans based on the Loan Agreement No. 01/TTMV/KBC-SHP/2014 dated 26 December 2014.

(**) On 1 July 2014, the Company has signed an annex to the Loan Agreement No. 0107/2014/KBC-TCC/PL2 with Trang Cat One Member Urban Development Company Limited to adjust the the term of the loan. Thus, the Company will send an announcement stating actual loan principal and loan interest rate to Trang Cat One Member Urban Development Company Limited on a six-monthly basis.

(***) These are loans provided using proceeds from the issuance of KBC Bond 005. As at 30 June 2015, the loans are unsecured, bearing interest rate at 9.63% per annual and will mature on 28 December 2017 (Note 18.2).

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

27. TRANSACTIONS WITH RELATED PARTIES (continued)

As at 30 June 2015, , amount due from and to related parties of the Company are as follows (continued):

		<i>Currency: VND</i>
<i>Related party</i>	<i>Description</i>	<i>Amount</i>
Accrued expenses (Note 16)		
Saigon High-tech Park Infrastructure Development Investment Joint Stock Company (*)	Loan interest payable	303,293,241
		<u>303,293,241</u>
Other short-term trade payables (Note 17)		
Saigon – Bac Giang Investment JSC	Other payables	116,021,387,525
		<u>116,021,387,525</u>
Short-term loan (Note 18)		
Saigon High-tech Park Infrastructure Development Investment Joint Stock Company (*)	Short-term loan	112,330,830,000
		<u>112,330,830,000</u>
Long-term loans (Note 18)		
Saigon – Da Nang Investment JSC (**)	Current portion	1,500,000,000
Mr. Dang Thanh Tam (***)	Long-term loan	27,491,497,907
		<u>28,991,497,907</u>

(*) This is the short-term loan from Saigon High-tech Park Infrastructure Development Investment Joint Stock Company which bears interest at 0.01% per month and will mature on 30 June 2016.

(**) This is the long-term loan from Saigon – Da Nang Investment JSC. This loan bears no interest and requires no collateral, which will mature on 10 July 2015.

(***) This is the long-term loan which is non-interest bearing and requires no collateral based on Loan Agreement No. 28 01/TTMV/KBC-DTT/2015 dated 6 May 2015.

As at 31 December 2014, amount due from and to related parties of the Company are as follows:

		<i>Currency: VND</i>
<i>Related party</i>	<i>Description</i>	<i>Amount</i>
Other short-term receivable (Note 7)		
Saigon - Hai Phong Industrial Park Corporation	Short term loan receivable	136,929,723,661
		<u>136,929,723,661</u>
Other long-term loan receivables (Note 7)		
Trang Cat One Member Urban Development Company Limited (**)	Lending	1,817,232,633,533
Saigon - Bacgiang Industrial Park Corporation (*)	Lending the proceeds from KBC Bond 005	258,000,000,000
		<u>2,075,232,633,533</u>
Other short-term receivables (Note 8)		
Mr. Dang Thanh Tam	Advance	4,609,826,088
Mrs. Nguyen Thi Thu Huong	Advance	3,960,772,420
Mr. Phan Anh Dung	Advance	110,000,000
		<u>8,680,598,508</u>

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

27. TRANSACTIONS WITH RELATED PARTIES (continued)

As at 31 December 2014, amount due from and to related parties of the Company are follows (continued):

		<i>Currency: VND</i>
<i>Related party</i>	<i>Description</i>	<i>Amount</i>
<i>Other long-term receivables (Note 8)</i>		
Trang Cat One Member Urban Development Company Limited	Interest and other construction costs	76,016,967,772
		<u>76,016,967,772</u>
<i>Trade payable (Note 14.1)</i>		
Saigon Telecommunication & Technologies Corporation – Bac Ninh Branch	Purchase of goods	17,160,000
		<u>17,160,000</u>
<i>Accrued expenses (Note 16)</i>		
Saigon High-tech Park Infrastructure Development Investment Joint Stock Company	Interest accrual	235,894,743
		<u>235,894,743</u>
<i>Other payable (Note 17)</i>		
Saigon - Bacgiang Industrial Park Corporation	Other payable	115,849,588,817
		<u>115,849,588,817</u>
<i>Short-term loan (Note 18)</i>		
Saigon High-tech Park Infrastructure Development Investment Joint Stock Company	Short-term loan	112,330,830,000
		<u>112,330,830,000</u>
<i>Long-term loan (Note 18)</i>		
Saigon – Da Nang Investment Joint Stock Company	Current-portion	1,500,000,000
		<u>1,500,000,000</u>

(*) These are loans provided using proceeds from issuance of KBC Bond 005. The loan is unsecured, bearing interest rate at 9.63% per annual and will mature on 28 December 2017.

(**) On 1 July 2014, the Company has signed an annex to the Loan Agreement No. 0107/2014/KBC-TCC/PL2 with Trang Cat One Member Urban Development Company Limited to adjust the term of the loan loan. Thus, the Company will send an announcement stating actual loan principal and loan interest rate to Trang Cat One Member Urban Development Company Limited on a six-monthly basis.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

27. TRANSACTIONS WITH RELATED PARTIES (continued)

Remuneration to members of the management and Board of Directors:

	<i>Currency: VND</i>	
	<i>For the six-month period ended 30 June 2015</i>	<i>For the six-month period ended 30 June 2014</i>
Salaries and bonus	2,981,803,000	1,402,159,000
	<u>2,981,803,000</u>	<u>1,402,159,000</u>

28. COMMITMENTS AND CONTINGENCIES

28.1 Commitments relating to real estate investment projects

Commitments relating to the State

- (i) According to Decision 413/QD-UBND issued by Hanoi People's Committee on 22 January 2010, the Company is appointed as the developer of Hanoi Lotus Hotel Project which is located on a land area of approximately 40,484 m² with the estimated total investment capital of US\$ 250,000,000. At the same time, the Company is also obliged to construct a children playground in a rural, poor area within Hanoi with an estimated investment value of US\$1,500,000.
- (ii) According to Decision No. 1526/QD-CT 17 December 2003 and Decision No. 971/QD-UBND 15 July 2009 of the People's Committee of Bac Ninh Province regarding the assignment of land to the Company for the development of Phuc Ninh New Urban Area Project, Bac Ninh town, Bac Ninh province, the Company is under an obligation to pay land use fees and other charges for the residential land area, commercial and public areas within the Phuc Ninh Residential Area. Accordingly, the Company was handed over with 49.53 hectare of land in 2010, completed the land marking for 47.2 hectare of land in 2013 with the People's Committee of Bac Ninh province and settled the land use fees of VND175,735,431,000 in accordance with the Decisions No. 2229/QD-CT of Bac Ninh province at 23 December 2004 which approved the land use fee (phase 1) and the notices of payment of land use fee by the Tax Department of Bac Ninh Province. As at 30 June 2015, the Company is still in the process of completing the land use fee settlement to the People's Committee of Bac Ninh province for the above assigned land.
- (iii) From 2009 to 2014, the Company signed a number of land lease agreement with the People's Committee of Bac Ninh province for the land area at Que Vo I Industrial Park and the Extended Que Vo, which is 2,268,388.8 m² and 1,652,779 m² respectively. As at 30 June 2015, the Company is in the process of working with the competent authority to determine land rental obligations applicable to the Company. According to the Official Letter No. 323 / BTC-QLCS issued by the Ministry of Finance on 12 January 2015, Que Vo Industrial Park is entitled to land rent exemption for 11 years from the date the project is completed and put into operations.

Capital expenditure commitments

As at 30 June 2015, the Company entered into contractual agreements relating to the construction and development of the Que Vo I Industrial Park, Que Vo II Industrial Park, and Phuc Ninh Residential area with a total value of approximately VND 53 billion.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

28. COMMITMENTS AND CONTINGENCIES (continued)

28.2 Guarantee and security

The Company has the following contingent liabilities related to its guarantees as at 30 June 2015:

Under the Agreement to extend the bond period dated 27 December 2014 between the Company and Bank for Investment and Development of Vietnam, the Company committed to support Saigon - Quy Nhon Mineral Joint Stock Company and a group of related companies in the payment obligations with the Bank.

28.3 Disputes

Disputes with VTC Wireless Telecommunications Company

Under the Business Cooperation Agreement dated 12 February 2008 between the VTC Wireless Telecommunications Company ("VTC") and Saigon Telecommunication & Technologies Corporation and the Business Registration Certificate No. 0103025781 dated 11 July 2008, the registered charter capital of VTC - Saigontel Media Company is VND 160 billion, in which the Company's ownership interest is 19.2 %. Accordingly, the Company has transferred VND 30,700,200,000 (19.2% of charter capital) to Huu Nghi Communication JSC (the company authorized by VTC) on 10 March 2008 for VTC Wireless Telecommunications Company to purchase assets for VTC - Saigontel Media Corporation. However, VTC has not completed the purchase of assets for VTC – Saigontel Media Company as committed. Therefore, the Company is currently in the process of working with VTC to recall this investment. The Company's management has assessed that this investment will be collected from the VTC and therefore, no provision has been made for the investment in VTC – Saigontel Media Company.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2015

29. RECLASSIFICATION OF CORRESPONDING FIGURES

Certain corresponding figures on the separate financial statements for the year ended 31 December 2014 have been reclassified to reflect the presentation of the current period's interim separate financial statements in accordance with Circular 200. Details are as follows:

Currency: VND

Code	Items	Note	31 December 2014 (previously presented)	Reclassification	31 December 2014 (reclassified)
Separated balance sheet					
135	Short-term loan receivables	(i)	-	187,729,723,661	187,729,723,661
136	Other short-term receivables	(i)	251,573,314,760	(178,700,024,227)	72,873,290,533
155	Other current assets	(ii)	23,715,099,434	(23,715,099,434)	-
215	Long-term loan receivables	(iii)	-	2,089,918,033,533	2,089,918,033,533
216	Other long-term receivables	(iii)	2,151,249,601,305	(2,075,172,633,533)	76,076,967,772
261	Long-term prepaid expenses	(iv)	19,364,980,908	(18,997,419,829)	367,561,079
268	Other long-term assets	(v)	60,000,000	(60,000,000)	-
315	Short-term accrued expenses	(vi)	784,427,627,466	(573,779,452,057)	210,648,175,409
319	Other short-term payables	(vii)	321,572,872,254	(55,500,000,002)	266,072,872,252
333	Long-term accrued expenses	(vi)	-	573,779,452,057	573,779,452,057
337	Other long-term liabilities	(vii)	1,903,046,982	54,548,032,040	56,451,079,022
338	Long-term loans and finance lease obligations	(viii)	2,353,446,666,680	(905,047,419,829)	1,448,399,246,851
339	Convertible bonds	(ix)	-	886,050,000,000	886,050,000,000
342	Other long-term provisions	(ix)	-	951,967,962	951,967,962

- (i) These are loans of KinhBac City Development Holding Corporation to other entities, which are reclassified from other short-term receivables to short-term loan receivables;
- (ii) These are advances to employees and deposits, which are reclassified into other short-term receivables;
- (iii) There are loans of KinhBac City Development Holding Corporation to other entities, which are reclassified from other long-term receivables to long-term loan receivables;
- (iv) This is the convertible bond issue costs and bond guarantee fee which are deducted against long-term loans and finance leases;
- (v) There are deposits to supplier, which are reclassified from other long-term current assets to other long-term receivables;
- (vi) There are accrual of loan interest of bond 003, 004, 006 and 007, which is reclassified from short-term accrued expenses to long-term accrued expenses after agreement with the bondholders;
- (vii) This is deposit from Cholimex Company for Phuc Ninh urban, which is reclassified from other short-term payables to other long-term payables;
- (viii) These are loans and convertible bond issuance costs, which are reclassified to convertible bond;
- (ix) These are provisions for unemployment allowance, which are reclassified to long-term provision.

