

**DFVN CAPITAL APPRECIATION FUND**

**INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021**



## **DFVN CAPITAL APPRECIATION FUND**

### **INTERIM FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021**

<b>TABLE OF CONTENTS</b>	<b>PAGE</b>
General information of the Fund	1
Statement of responsibility of the Fund Management Company in respect of the interim financial statements	2
Approval of the interim financial statements by the Board of Representatives	3
Independent auditor's review report	4
Report of the Fund Management Company	17
Report of the Supervising Bank	19
Interim statement of income (Form B 01g – QM)	21
Interim statement of financial position (Form B 02g – QM)	23
Interim statement of changes in net asset value, subscriptions and redemptions of fund units (Form B 03g – QM)	25
Statement of investment portfolio (Form B 04g – QM)	26
Interim statement of cash flows (Form B 05g – QM)	28
Notes to the interim financial statements (Form B 06g – QM)	30

## **DFVN CAPITAL APPRECIATION FUND**

### **GENERAL INFORMATION OF THE FUND**

<b>Establishment registration certificate of Open-ended fund</b>	56/GCN-UBCK issued by the State Securities Commission ("SSC") on 16 October 2018	
<b>Certificate of Establishment registration of open-ended fund</b>	34/GCN-UBCK issued by the SSC on 3 January 2019	
<b>Board of Representatives</b>	Mr. Do Hung Viet Mr. Huynh Van Dung Mr. Nguyen Gia Huy Chuong	Chairperson Member Member
<b>Fund Management Company</b>	Dai-ichi Life Vietnam Fund Management Company Limited	
<b>Supervising Bank</b>	HSBC Bank (Vietnam) Limited	
<b>Registered Office</b>	11th Floor, 149-151 Nguyen Van Troi Street, Ward 11, Phu Nhuan District, Ho Chi Minh City, Vietnam	
<b>Auditor</b>	PwC (Vietnam) Limited	

## **DFVN CAPITAL APPRECIATION FUND**

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

Board of Executives of Dai-ichi Life Vietnam Fund Management Company Limited ("the Fund Management Company") is responsible for preparing the interim financial statements which give a true and fair view of the financial position and investment portfolio of DFVN Capital Appreciation Fund ("the Fund") as at 30 June 2021 and the results of its operations, changes in net asset value, subscriptions and redemptions of fund units and cash flows for the six-month period then ended. In preparing these interim financial statements, Board of Executives of the Fund Management Company is required to:

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

Board of Executives of the Fund Management Company is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position and the investment portfolio of the Fund and which enable the interim financial statements to be prepared which comply with the basis of accounting set out in Note 4 to the interim financial statements. Board of Executives of the Fund Management Company is also responsible for safeguarding the assets of the Fund and hence for taking reasonable steps for the prevention and detection of fraud or errors.

## DFVN CAPITAL APPRECIATION FUND

### APPROVAL OF THE INTERIM FINANCIAL STATEMENTS BY THE BOARD OF REPRESENTATIVES

We hereby approve the accompanying interim financial statements from page 20 to 57 which give a true and fair view of the financial position and the investment portfolio of the Fund as at 30 June 2021 and of the results of its operations, changes in net asset value, subscriptions and redemptions of fund units and cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, Vietnamese accounting system and other relevant regulations applicable to open-ended investment funds including Circular 198/2012/TT-BTC issued by the Ministry of Finance on 15 November 2012 on the promulgation of accounting system for open-ended investment funds, Circular 181/2015/TT-BTC issued by the Ministry of Finance on 13 November 2015 on the promulgation of accounting system for exchange-traded funds, Circular 98/2020/TT-BTC issued by Ministry of Finance on 16 November 2020 on providing guidance on operation and management of securities investment fund ("Circular 98/2020/TT-BTC") and prevailing regulations on preparation and presentation of interim financial statements applicable to open-ended investment fund.

On behalf of the Board of Representatives



---

Mr Do Hung Viet  
Chairperson

Ho Chi Minh City, Vietnam  
12 August 2021



## DFVN CAPITAL APPRECIATION FUND

### REPORT OF THE FUND MANAGEMENT COMPANY

#### 1 GENERAL INFORMATION OF DFVN CAPITAL APPRECIATION FUND ("THE FUND")

##### 1.1 Objectives of the Fund

DFVN-CAF Fund provides the Investors with asset and capital appreciation and aim to outperform the Vietnam stock market (VN-Index) as benchmark in the long term by investing mainly in a diversified portfolio of listed equities on Vietnam securities market.

##### 1.2 Performance result of the Fund

According to the Fund's reviewed interim financial statements for the period as of 30 Jun 2021, at the end of reporting period, the change in net asset value ("NAV") of the Fund is 38.22% compared to NAV of the Fund from last period (31 December 2020).

##### 1.3 The Fund's investment strategy and policy

*Investment strategy:*

The DFVN Capital Appreciation Fund will invest into a diversified investment portfolio including listed equity with large market cap on Vietnamese securities market.

The selection of sectors and companies is executed based on evaluating value style, fundamental analysis and assessment on market sectors. Conditions for company selection as follows:

- Leading positions in its sectors;
- Strong financial situation;
- Strong cash flow or good and high quality asset base; and
- Good corporate governance

The main investment areas of DFVN-CAF Fund shall concentrate on the listed equity on Vietnam Stock Exchange, the equity about to be listed and the shares of the equitized corporation.

*The investable assets of the Fund:*

- Term deposits at commercial banks in accordance with the Laws on banking;
- Money market instruments include valuable paper, negotiable instrument in accordance with the relevant Laws;
- Government debt instruments, Government guaranteed bonds, municipal bonds;
- Listed shares, shares registered for trading, listed bonds listed on the Stock Exchange, public fund unit;
- Shares initially offered to the public, bonds offered to the public; corporate bonds privately placed by listed organizations with payment guarantee by credit institutions or with the issuer's commitment to repurchase at least 30% of the value of the bond offering at least once every 12 months. In case of investments in these assets at this point; there are following conditions to be satisfied:
  - The Representative Board has provided written consent to the class and code of the securities, the quantity and value of the transaction, and the time for implementation; as stipulated in the Prospectus;
  - There is adequate proof that payment guarantee is provided by credit institutions or commitment to buy back from issuer.
- Derivatives listed on SE and used for prevention of risks to underlying securities held by the fund;
- The rights that may arise in connection with securities being held by the Fund.

## DFVN CAPITAL APPRECIATION FUND

### REPORT OF THE FUND MANAGEMENT COMPANY (continued)

#### 1 GENERAL INFORMATION OF DFVN CAPITAL APPRECIATION FUND ("THE FUND") (continued)

##### 1.3 The Fund's investment strategy and policy (continued)

*Investment structure:*

<b>Investment assets</b>	<b>Allocation (% of The Fund NAV)</b>
Equity	50% – 100%
Short term deposit (*)	0 – 49%
Cash on current account of the Fund at the Supervisory Bank	The remaining asset value after investing the above two (2) asset types

(\*) Maximum three-month term deposits; only approved investment grade banks by the Board of Representatives.

##### 1.4 Classification of the Fund

The Fund is an open-ended public investment fund.

##### 1.5 Life of the Fund

The Fund has an indefinite life.

##### 1.6 Short-term risk

The Fund is exposed to medium risk in the short-term.

At the same time, with the dynamic investment selection method as presented below, the Fund's short-term risk level also corresponds flexibly according to each time of investment.

The Fund will apply an active investment strategy to find, identify and select investment opportunities. Based on studies, fundamental macroeconomic analysis, company analysis, market factors, the Fund will develop a model of asset allocation in accordance with the Fund's investment objectives and appropriate with market conditions at each different stage. For each investment, the Fund will focus on finding and exploiting investments with attractive market value compared to basic values, long-term growth-oriented investments. At the same time, the Fund also identifies risks to portfolios and controls for these risks. As a result, the Fund's portfolio includes high-quality investment assets and can add value through the Fund's active investment management strategy.

##### 1.7 Inception of the Fund

The Fund has been operating since 3 January 2019.

##### 1.8 Size of the Fund at reporting date

As of 30 June 2021, the number of Fund units in circulation is 8,754,989.87 units, equivalent to the scale of the Fund at par value is VND87,549,898,700.

##### 1.9 Benchmark index of the Fund

The Fund has no benchmark index.



## DFVN CAPITAL APPRECIATION FUND

### REPORT OF THE FUND MANAGEMENT COMPANY (continued)

#### 1 GENERAL INFORMATION OF DFVN CAPITAL APPRECIATION FUND ("THE FUND") (continued)

##### 1.10 Profit distribution policy of the Fund

As metioned in the Prospectus, the main objective of the Fund is to invest in equity and focus on capital growth in the medium and long term. Therefore, the Fund has limited dividend. The distribution of profits (if any) will be based on the audited financial statements of the Fund within the framework of the law, as proposed by the Fund Management Company, approved by the Board of Representatives and approved by the General Meeting of Investors.

The Fund's distribution of the profits shall comply with the following rules:

- Profits distributed to the Investors are derived from the profits earned in the period or accumulated profits after the Fund has fulfilled its tax liabilities and other financial obligations as prescribed by the Laws;
- The rate of profits distributed must be conformable with the Fund's profit distribution policy specified in the Fund Charter and approved by the General Meeting of Investors;
- After profits are distributed, the Fund is still able to fully pay its debts and other liabilities when they are due, and the Fund's Net Asset Value shall not be lower than VND fifty (50) billion; and
- If profits are distributed in the Fund units, the Fund must have sufficient counterpart funds from its undistributed after-tax profits according to the latest audited or reviewed financial statements.

The Fund dividends may be paid in cash or in the Fund units. The distribution of profits in Fund Units must be approved by the General Meeting of Investors in advance or the Fund Representative Board (if the latest General Meeting of Investors has authorized to the Fund Representative Board). Only the Investors named on the list of Investors holding the Fund Unit at the recorded date will receive dividends from the Fund.

The Fund Management Company must deduct all taxes, fees and charges in accordance with the law before distributing profits to the Investors.

The Fund Management Company is allowed to distribute the Fund's assets to the Investors more than the realized profit, but must ensure that the Fund's Net Asset Value after implementation is not lower than VND fifty (50) billion. The plan, implementation roadmap, size of assets to be distributed, capital for implementation must be approved by the General Meeting of Investors.

##### 1.11 Net profits attributed per fund unit as of reporting date

The Fund has not distributed its profits to fund unitholders

#### 2 PERFORMANCE RESULTS

##### 2.1. Asset allocation

	As at		
	30.6.2021	30.6.2020	30.6.2019
	%	%	%
1. Securities portfolio	94.16	84.80	91.98
2. Cash and cash equivalents	5.18	8.71	7.04
3. Other assets	0.66	6.49	0.98
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>



## DFVN CAPITAL APPRECIATION FUND

### REPORT OF THE FUND MANAGEMENT COMPANY (continued)

#### 2 PERFORMANCE RESULTS (continued)

##### 2.2 Performance indicators

	As at		
	30.6.2021	30.6.2020	30.6.2019
1. NAV of the Fund (VND)	141,816,547,549	72,524,507,896	79,018,509,529
2. Number of fund units outstanding (units)	8,754,989.87	7,974,395.39	7,686,473.96
3. Net asset value per fund unit (VND)	16,198.36	9,094.67	10,280.20
4. NAV per fund unit – highest during the period (VND)	16,226.96	10,692.26	10,935.86
5. NAV per fund unit – lowest during the period (VND)	11,909.83	7,497.48	9,991.19
6. Closing price of fund unit at reporting date (VND)	Not applicable	Not applicable	Not applicable
7. Closing price of fund unit at reporting date – highest during the period (VND)	Not applicable	Not applicable	Not applicable
8. Closing price of fund unit at reporting date – lowest during the period (VND)	Not applicable	Not applicable	Not applicable
9. Total growth per fund unit (%)	28.28%	(12.87%)	2.80%
9.1. <i>Capital growth per fund unit (due to price change) (%)</i>	8.74%	(8.87%)	1.34%
9.2. <i>Income growth per fund unit (calculated using realised income) (%)</i>	13.17%	(7.23%)	0.12%
10. Gross distributed earning per fund unit (VND)	Not applicable	Not applicable	Not applicable
11. Net distributed earning per fund unit (VND)	Not applicable	Not applicable	Not applicable
12. Ex-date of distribution	Not applicable	Not applicable	Not applicable
13. Operation expenses/Average NAV (%)	3.07%	3.63%	3.37%
14. Turnover of investment portfolio (%) (*)	223.72%	213.72%	206.94%

(\*) The contract value of index futures was not included calculation of this ratio.

##### 2.3 Growth by years

Period	Growth of NAV per fund unit (%)	Annual growth of NAV per fund unit (%)
1 year	78.11	78.11
3 years	Not applicable	Not applicable
Since inception	61.98	21.34

##### 2.4. Annual growth

Period	30.6.2021	30.6.2020	30.6.2019
Growth per fund unit (%)	78.11	(11.53)	Not applicable

## DFVN CAPITAL APPRECIATION FUND

### REPORT OF THE FUND MANAGEMENT COMPANY (continued)

#### 3 MARKET UPDATES

Global socio-economy in the 1H2021 witnessed a recovery following the strive of vaccine deployment for Covid-19, including Vietnam. International Monetary Fund (IMF), World Bank (WB) and other international organizations expected positive prospects of strong recovery post-pandemic for global economy in 2021. For some biggest economies in the world such as US, China, Japan, EU, all sets a high target of economic growth in 1Q2021 after plunged during 2020. Besides, the deployment of Covid-19 vaccine across the world helps all economies back to normal activities in the soonest. Yet difficulties still there as global supply chain disrupted, pushing commodities price hiked in early 2021; particularly basic materials including oil, iron ore, coal, etc. The interest rate environment tends to revert for an increase pressuring on inflation. South East Asian countries are still negatively impacted by new strains of Covid-19 as resurgence of new waves, leading to significantly affects to global economy.

For Vietnam macro-economy in the second quarter 2021 faced the 4th wave of the Covid-19 with new strains from the UK and India. The 4th wave epidemic broke out quickly in many provinces across the country from May, seriously in Ho Chi Minh City, Bac Giang... creating lots of challenges for authorities to manage economic growth and social welfare as well. The Government takes lead to assign relevant authorities implementing effectively a dual target of pandemic control, protect citizen health and eco-social development to meet the whole objective 2021. Vietnam has been deploying the vaccine campaign since 2nd quarter 2021 and targeting to control the pandemic nation wide at soonest.

Despite many difficulties in the second quarter, GDP growth managed to gradually recover with 6.61% comparing to last 2Q2020, accumulated in 1H2021 GDP growth rate positively at 5.64%, higher than the 1.82% last same period but lower than the growth rate of 7.05% and 6.77% of 1H in 2018 and 2019. The positive growth of trade activities during 1H2021 being recorded with sustainable import-export growth impressively at 32.2% (estimated at USD316.7bil) including USD157.6bil of export or 28.4% and USD159.1bil of import or 36.1%, leading to a trade deficit of USD 1.47bil during the 1H2021. Industrial production sector witnessed negative with Purchasing Managers Index (PMI) dropped down suddenly to 44.1, the lowest level from the record low of 32.7 in April 2020. This was a consequence of the 4th wave of the Covid-19 epidemic when industrial zones in North area have been locked down such as Bac Giang, Quang Ninh and social distancing in Ho Chi Minh City. The attraction of foreign direct investment (FDI) continued to be a bright spot in Vietnam as USD9.2bil being disbursed and more than 15.2bil registration in first half 2021. Meantimes, the Government has successfully curbing inflation rate at an appropriate and controllable level under 4% though global oil price and commodities hiking, CPI increased 1.62% comparing to December 2020 and 2.41% year on year, this is the lowest CPI level since 2016 which were an important catalyst to help the economy developed sustainably.

For Vietnam stock market, following the momentum in 1Q2021, the stock market continued increasing strongly, surpassing recorded level of 1200 in early April. Although facing with net outflow from foreign investors, local investors' new flow aggressively contributed as the key driver to push VN-Index reached over 1,408 points as of June 30 2021, up 27.6% in 1H2021. Market capitalization reached more than USD280 billion, up 29% compared to the end of 2020. The average trading value exceeded a billion USD per day thanks to the cash flow of local retail investors. In the first 6 months of 2021, the total number of new accounts opened increased by 58% comparing to the whole year 2020.



## DFVN CAPITAL APPRECIATION FUND

### REPORT OF THE FUND MANAGEMENT COMPANY (continued)

#### 3 MARKET UPDATES (continued)

Previously, the Government approved the Project "Restructuring the stock market and insurance market to 2020 and orientation to 2025" according to Decision No. 242/QĐ-TTg dated February 28, 2019. Accordingly, the Government aims to achieve a market share of 100% of GDP by 2020 and 120% by 2025, the bond market size will reach 47% of GDP by 2020 and 55% of GDP by 2025. The number of listed companies by 2020 increases by 20% compared to 2017. Diversifying products on the stock market, comprehensively and synchronously innovating trading and clearing technology on the market. Before 2025, the target of upgrade the Vietnam stock market on the list of emerging markets. Besides, there are catalysts upcoming being expected to reiterate the equity market prospect such as local exchange traded funds ("ETF") including VNFIN LEAD, VNFIN SELECT (financial ETFs), and VN Diamond (FOL ETF) as well as potential upcoming pension fund. Notably, market is expecting a structure change for sustainable development basing on new law of securities which will be in valid since 2021.

In good case scenario, Covid-19 epidemic could be completely controlled around 2021-end or 2022-early after implementing nationwide vaccination. At the same time, HOSE's new system to be deployed since July 2021 could handle the overload problem in transaction/ orders and market liquidity can reach new milestones. Therefore, it could be expected a long term sustainable prospect for fund management operation basing on a stable macro-economic background and long term development of equity market.

#### 4 DETAILS OF THE FUND'S PERFORMANCE RESULTS

##### 4.1. Details of the Fund's performance indicators

Item	1 year up to reporting date (%)	3 years up to reporting date (%)	From inception to reporting date (%)
Income growth per fund unit	26.32	Not applicable	16.81
Capital growth per fund unit	40.14	Not applicable	31.28
Total growth per fund unit	78.11	Not applicable	61.98
Annual growth per fund unit	78.11	Not applicable	21.34
Growth of component portfolio (*)	Not applicable	Not applicable	Not applicable
Price change per fund unit (**)	Not applicable	Not applicable	Not applicable

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

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

## DFVN CAPITAL APPRECIATION FUND

### REPORT OF THE FUND MANAGEMENT COMPANY (continued)

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

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



Changes in NAV:

Item	30.6.2021 VND	30.6.s2020 VND	Change %
NAV of the Fund	141,816,547,549	72,524,507,896	95,54
NAV per fund unit	16,198.36	9,094.67	78,11



## DFVN CAPITAL APPRECIATION FUND

### REPORT OF THE FUND MANAGEMENT COMPANY (continued)

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

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

During this period, the Fund's net asset value (NAV) per fund unit and total NAV of the Fund have both increased by 78.11% and 95.54%, respectively compared to 30 June 2020 thank to the market value of the Fund's investments increases

##### 4.2. Fund unit holders analysis as at reporting date

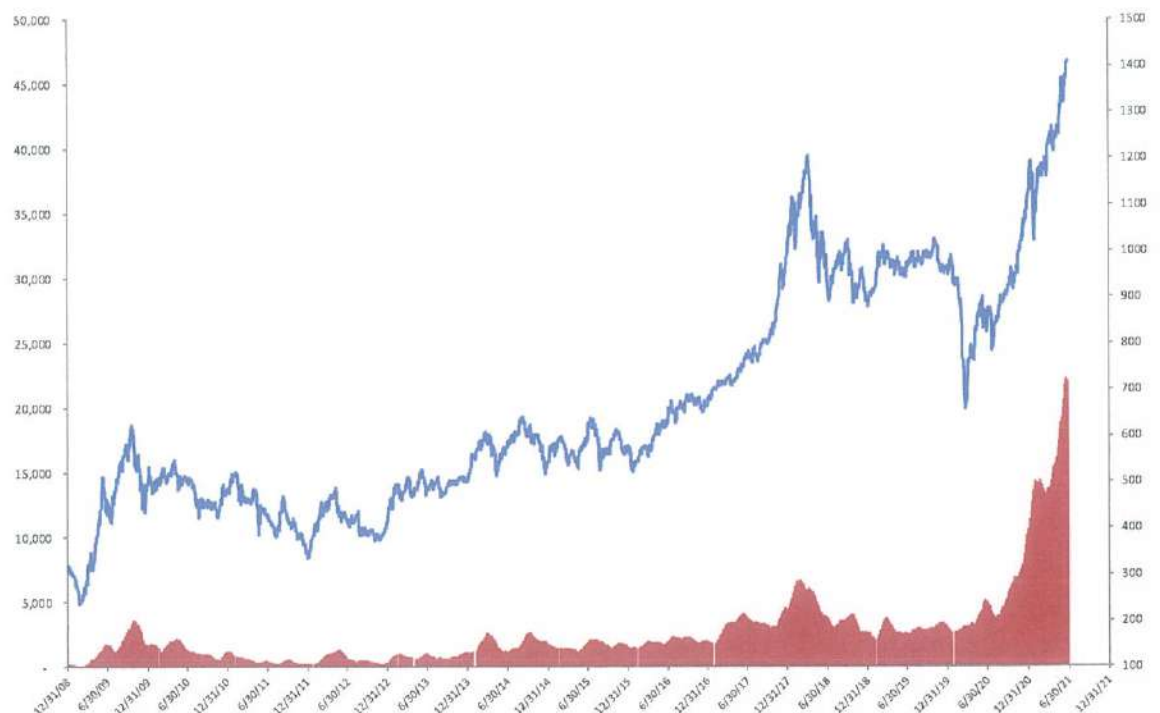
Number of fund units	Number of fund unit holders	Number of fund units	Holding rate (%)
Under 5,000	708	626,486.53	7.16
From 5,000 to lower than 10,000	44	306,755.64	3.50
From 10,000 to lower than 50,000	26	472,367.74	5.40
From 50,000 to lower than 500,000	3	349,379.96	3.99
From 500,000	1	7,000,000.00	79.95
<b>Total</b>	<b>782</b>	<b>8,754,989.87</b>	<b>100.00%</b>

##### 4.3 Hidden costs and discounts

The Fund did not have hidden cost. All of fund expense are specified in Fund charter and Prospectus.

#### 5 MARKET PROSPECTS

The chart below is showing the VN-index movement (blue line) and trading value (red column)



**REPORT OF THE FUND MANAGEMENT COMPANY (continued)**

**5 MARKET PROSPECTS (continued)**

Equity market experienced an impressive growth in the first half 2021; accordingly, VN-Index reached over 1,408 points as of 30 June 2021, up 27.6% in 1H2021 and became top global outperformance with 2nd highest return. The liquidity of the stock market has growth tremendously and exceeded a billion USD per day, ranking in the top in Southeast Asia, only after Thailand. In addition, a positive point in the equity market coming from local investors whose inflow overcome the outflow of foreign investors. There are more ETFs participating in the Vietnamese market, especially investors from Taiwan. However, in second quarter of 2021, Ho Chi Minh City Stock Exchange (HOSE) faced a technical issue regard to trading system, affected to the market liquidity and investor psychology. The new trading system would fix this issue from July 2021. In reality, there are lots of events happening caused negative impact to the market; however, these short term impacts would not stop the long term and sustainable development of economy in general and securities market in particular. Accordingly, when the Covid-19 epidemic is over, the HOSE transaction system is remedied, business activities recover and thrive again, many solutions are implemented by the new government, the trust of investors return, the stock market will continue to recover and grow in the long term.

According to the evaluation of many local and foreign economic and investment experts, Vietnam stock market is still an attractive investment channel for investors and becoming the most important financial source for the economy. Some key points to support the growth in long term for Vietnam Stock Market are as follows:

- For a macroeconomic environment: Vietnam is evaluated as stable development as expressed in terms of GDP growth, credit, interest rates, inflation, exchange rates, FDI attraction ... as analyzed above. Therefore, Vietnam's economy is entering their period of recovery and development with a new cycle of economic development
- For evaluation of stock market: there is a cheaper pricing and more attractive returns than regional markets (PER is low while ROE, ROA are high). This has been partially demonstrated by the strong growth of the stock market reflected in the indexes such as the strong net buying value of foreign investors in listed shares.

In addition; there are events, catalyst factors to create growth momentum for the stock market such as (i) the room for foreign investors; (ii) promote equitization and listing SOEs. Accelerating disbursement of public investment from 2021; (iii) prospects for upgrading the Vietnam securities market (FTSE Russel and MSCI Emerging Market); (iv) actively promote free trade agreements (FTAs); (v) structural move of FDI to Vietnam from neighboring countries; (vi) capital mobilized into equity market via new products such as index funds, future contract, options, and new securities law valid since January 2021. Besides, the potential risks regarding Covid-19 next waves causing to global economic development, and potential risks regarding inflation and asset bubble due to easing policies to support economic growth post-Covid19, NPL hidden in the banking system, increase of bond default cases in China early 2021, trade dispute globally, commodities price skyrocketed, etc causing unpredictable changes of foreign direct investment inflows into the Vietnamese stock market.

Therefore, with the basic quantitative factors combined with qualitative factors as analyzed above, the Vietnam stock market in the coming time should continue having a brighter scenario along with the period, expected to continue to improve the economy, creating a premise for long-term development in the following years; of course, the bright scenario must be accompanied with assumption of stable macro-economy, pandemic being controlled as well as vaccination Covid-19 successfully deployed in the soonest.



## DFVN CAPITAL APPRECIATION FUND

### REPORT OF THE FUND MANAGEMENT COMPANY (continued)

#### 6 OTHER INFORMATION

##### *Board of Executive of Fund Management Company*

<p><b>Mr Tran Chau Danh,</b> Chief Executive Officer cum Chief Investment Officer</p>	<p><b>Qualification</b></p> <ul style="list-style-type: none"> <li>• Bachelor of International Trade, Foreign Trade University Ho Chi Minh city Campus;</li> <li>• Bachelor of Banking, Banking University of Ho Chi Minh city;</li> <li>• Master of Development Economics, Vietnam – Netherlands Project for MA in Development Economics;</li> <li>• CFA Charter-holder;</li> <li>• CMT Charter-holder;</li> <li>• Fund Management License issued by State Securities Commission.</li> </ul> <p><b>Working experience</b></p> <p>He has around 20 (twenty) years experience in Investment and Fund/ Portfolio Management in Vietnam. He has been exposed to the Vietnam stock market since its inception. Before joining the Company, he worked for Dai-ichi Vietnam Life Insurance Company Ltd. taking the role of Chief Investment Officer, and being in charge of investment activities and ALM since 2011. Before joining Dai-ichi Vietnam Life Insurance Company Ltd., he held senior positions in both local and international Fund Management Companies. Notably, he had been working over 7 (seven) years with Prudential Fund Management Company (renamed as Eastspring Investments).</p>
<p><b>Mr Masafumi Takeshita</b> Corporate Planning and Risk Management Assistant Director</p>	<p><b>Qualification</b></p> <ul style="list-style-type: none"> <li>• Master of Economics, Hitotsubashi University, Japan;</li> <li>• CMA level 2, Securities Analysts Association of Japan (SAAJ).</li> </ul> <p><b>Working experience</b></p> <p>He has around 10 (ten) years of experience working and researching in the field of finance, insurance and investment in foreign finance market. Prior to joining Dai-ichi Life Vietnam Fund Management Company Limited, he held more than 4 (four) years of experience in the senior position in charged of credit activities at Dai-ichi Life Insurance Japan, one of the leading and reputable insurance companies in Japan, headquartered in Tokyo. He used to work at the division of industry research of Mizuho Bank – Singapore branch.</p>

## DFVN CAPITAL APPRECIATION FUND

### REPORT OF THE FUND MANAGEMENT COMPANY (continued)

#### 6 OTHER INFORMATION (continued)

##### *Board of Executive of Fund Management Company (continued)*

<p><b>Mr Dang Vi Thanh</b> Member of Management Executives holding title of Assistant Director, Head of Business Development</p>	<p><b>Qualification</b></p> <ul style="list-style-type: none"> <li>• Bachelor of Commerce Economics, University of Economics Ho Chi Minh city;</li> <li>• Bachelor of English, Open University Ho Chi Minh city;</li> <li>• Certificate of Fellowship, Life Management Institute (FLMI);</li> <li>• Fund Management License issued by State Securities Commission.</li> </ul> <p><b>Working experience</b></p> <p>He has more than 15 (fifteen) years of finance, insurance and fund management experience including more than 10 (ten) years in management positions at leading fund management companies in Vietnam.</p> <p>Prior to joining Dai-ichi Life Vietnam Fund Management Company Limited, he was the Head of Sales and Marketing at Manulife Vietnam Fund Management Company Limited and then held the position of Sales Manager, Individual customers of VinaCapital Fund Management JSC (formerly known as VinaWealth).</p> <p>He has extensive experience in the open-ended fund market and contributes to the development of the open-ended fund market in Vietnam.</p>
<p><b>Mr. Doan Cong Dat</b> Head of Internal Control</p>	<p><b>Qualification</b></p> <ul style="list-style-type: none"> <li>• Bachelor of Accounting Audit, HCMC University of Economics;</li> <li>• Bachelor of Law, University of Economics and Law;</li> <li>• Bachelor of English, University of Social Sciences and Humanities;</li> <li>• CIA (Certified Internal Auditor) Certificate by the Institute of Internal Auditors (IIA).</li> </ul> <p><b>Working experience</b></p> <p>Mr. Dat has over thirteen (13) years of experience in finance, insurance and has hold the management positions in the sector of legal, compliance and internal audit.</p> <p>Prior to joining the Company, Mr. Dat was the Head of Compliance at big companies such as Herballife Vietnam, Pfizer Vietnam, Shell Vietnam, Prudential Vietnam and he was the Head of Internal Audit at Manulife Vietnam.</p>



## DFVN CAPITAL APPRECIATION FUND

### REPORT OF THE FUND MANAGEMENT COMPANY (continued)

#### 6 OTHER INFORMATION (continued)

##### *Fund operating personnel*

<b>Mr Dang Nguyen Truong Tai,</b> Investment Assistant Director	<p><b>Qualification</b></p> <ul style="list-style-type: none"> <li>• Bachelor of Economics, University of Economics Ho Chi Minh city;</li> <li>• Master of Science from UQAM Program (University of Quebec at Montreal, Canada);</li> <li>• CFO Certificate issued by PACE and AAFM;</li> <li>• Fund Management License issued by State Securities Commission.</li> </ul> <p><b>Working experience</b></p> <p>He has about 15 working years in the sector of investment, banking financial, in which about 10 years of holding positions in charge of equity investment in companies as Nhan Viet Fund Management Company, Dai-ichi Life Vietnam Insurance Company Ltd., Dai-ichi Life Vietnam Fund Management Company Ltd.</p>
<b>Ms Tran Thi Anh Tram</b> Operation Senior Manager	<p><b>Qualification</b></p> <ul style="list-style-type: none"> <li>• Bachelor of Law, Ho Chi Minh city University of Law;</li> <li>• Bachelor of Accounting – Audit, Van Lang University;</li> <li>• Fund Management License issued by State Securities Commission.</li> </ul> <p><b>Working experience</b></p> <p>She has over 14 experience years of finance and investment accounting; including 10 years working in asset management at Dai-ichi Life Vietnam Fund Management Company Ltd and Dai-ichi Life Vietnam Insurance Company Ltd.</p>

##### *Board of Representatives*

<b>Mr Do Hung Viet</b> Chairperson	<p>He has more than 20 experience years in managerial positions in field of finance, securities and investment.</p> <p>He was the Chairman of Board Directors of Ho Chi Minh City Securities Corporation (HSC). He held position as Vice Chairman and General Director of Ho Chi Minh City Securities Corporation (HSC). Prior to joining HSC, he spent 4 years working as Fund Manager of HCMC Investment Fund for Urban Development (HIFU).</p>
---------------------------------------	---

## DFVN CAPITAL APPRECIATION FUND

### REPORT OF THE FUND MANAGEMENT COMPANY (continued)

#### 6 OTHER INFORMATION (continued)

##### *Board of Representatives (continued)*

<b>Mr Huynh Van Dung</b> Member	<p>He has more than 20 experience years working in the major of auditing and services in the field of auditing.</p> <p>He is currently Deputy General Director, Director of HCMC Branch of Vietnam Auditing and Evaluation Co., Ltd (VAE). He held as Director of An Viet auditing company and team leader of senior auditors of VACO – Deloitte JV.</p> <p>He has Certificate of CPA Vietnam, member of Vietnam Association of Certified Public Accountants (VACPA), member of Vietnam Association of Accountants and Auditors (VAA) and member of Vietnam Tax Consultants' Association (VTCA).</p>
<b>Mr Nguyen Gia Huy Chuong</b> Member	<p>He has 20 years of experience in corporate consulting, tax and real estate advisory. His work has primarily been in the areas of corporate consultancy, mergers and acquisitions, and spanning most industry sectors: real estate, hospitality, construction, fintech, family health care, food &amp; beverage (F&amp;B), port management, transport and telecommunications.</p> <p>Currently, he is acting as the Managing Partner of GV Lawyers, an international law firm lately established by a group of dedicated and experienced lawyers who have started and advanced their careers with the most prominent law firms in Viet Nam, the latest one in the list being Phuoc &amp; Partners. He has more than 10 consecutive years acting as the director and managing partner of Phuoc &amp; Partners.</p> <p>He has Master of Law majored in International Trade Law in the Bristol Law School – the UWE Bristol, UK; member of the Bar Association of Ho Chi Minh city; member of the Law Association for Asia and the Pacific.</p>



Mr Tran Chau Danh  
Chief Executive Officer

Ho Chi Minh City, 12 August 2021

## REPORT OF THE SUPERVISORY BANK

HSBC Bank (Vietnam) Ltd, appointed as the Supervising Bank of DFVN Capital Appreciation Fund ("DFVN-CAF" or "the Fund") for the for the six-month period ended 30 June 2021, acknowledge that during period, DFVN-CAF has been operated and managed with the following details:

- a) For the management of DFVN-CAF, Dai-ichi Life Vietnam Fund Management Company Limited ("DFVN") has complied with investment restrictions of DFVN-CAF in accordance with prevailing securities regulatory documents about Open-ended fund, the Fund's Charter, applicable laws and regulations;
- b) Net asset value of DFVN-CAF is determined in line with the Fund's Charter, Prospectus and applicable laws and regulations;
- c) Subscription and redemption of Fund units complied with the Fund's Charter, Prospectus and applicable laws and regulations;
- d) In this period, the Fund did not pay dividend to its investors; and
- e) DFVN complied with loan restrictions, trading restrictions which are stated in prevailing securities regulatory documents about Open-ended fund, Fund's Charter and applicable laws and regulations.

Ho Chi Minh City, 30<sup>th</sup> July 2021

Representatives of the Supervisory Bank - Market & Securities Services



Mr. James Estough  
Head of Securities Services



Mr. Tran Huu Duy  
Supervisory Bank Officer





## **REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION TO THE FUND UNIT HOLDERS OF DFCN CAPITAL APPRECIATION FUND**

We have reviewed the accompanying interim financial statements of DFCN Capital Appreciation Fund ("the Fund") which were prepared on 30 June 2021 and approved by the Board of Representatives on 12 August 2021. The interim financial statements comprise the interim statement of income, the interim statement of changes in net asset value, subscriptions and redemptions of fund units, and the interim statement of cash flows for the six-month period ended 30 June 2021, the interim statement of financial position and the statement of investment portfolio as at 30 June 2021, and explanatory notes to the interim financial statements including significant accounting policies, as set out on pages 20 to 57.

### **Responsibility of Board of Executives of Dai-ichi Life Vietnam Fund Management Company Limited ("the Fund Management Company")**

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

### **Auditor's Responsibility**

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

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



## Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information does not present fairly, in all material respects, the financial position and the investment portfolio of the Fund as at 30 June 2021, and the results of its operations, changes in net asset value, subscriptions and redemptions of fund units and cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, Vietnamese accounting system applicable to open-ended funds including Circular 198/2012/TT-BTC, Circular 181/2015/TT-BTC, Circular 98/2020/TT-BTC and prevailing regulations on preparation and presentation of financial statements applicable to open-ended investment fund.

## Other matters

The financial statements of the Fund for the year ended 31 December 2020 were audited by another auditor whose auditor's report dated 25 March 2021, expressed an unmodified opinion on those statements. The Fund's interim financial statements for the six-month period ended 30 June 2020 were also reviewed by this auditor whose review report dated 10 August 2020, expressed an unmodified conclusion.

The independent auditor's review report is prepared in Vietnamese and English. Should there be any conflict between the Vietnamese and English copies, the Vietnamese copy shall take precedence.

**For and on behalf of PwC (Vietnam) Limited**



Tran Thi Thanh Truc  
Audit Practising Licence No.  
3047-2019-006-1  
Authorised signatory

Report reference number: HCM11125  
Ho Chi Minh City, 12 August 2021

**INTERIM STATEMENT OF INCOME  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021**

Code	Items	Note	For the six-month period ended 30 June	
			2021 VND	2020 VND
<b>01</b>	<b>I. INVESTMENT PROFIT /(LOSS) AND OPERATING INCOME</b>		<b>32,214,916,507</b>	<b>(9,121,925,158)</b>
02	1.1. Dividend income	5.1	644,680,760	429,505,807
	1.3. Realised gains/(losses) from trading securities	5.2	19,430,256,831	(3,801,222,441)
05	1.4. Unrealised gains/(losses) from revaluation of investments	5.3	12,127,354,119	(5,753,775,759)
06	1.5. Other revenue		12,624,797	3,567,235
<b>10</b>	<b>II. INVESTMENT EXPENSES</b>		<b>(367,106,794)</b>	<b>(229,446,276)</b>
11	2.1. Transaction costs from purchases and sales of investments	5.4	(367,106,794)	(229,446,276)
<b>20</b>	<b>III. OPERATING EXPENSES</b>		<b>(1,457,861,893)</b>	<b>(1,089,264,723)</b>
20.1	3.1. Fund management fee	8(a)(i)	(887,444,812)	(545,052,533)
20.2	3.2. Custodian fees	5.5	(188,552,994)	(175,131,146)
20.3	3.3. Supervising fee	8(a)(ii)	(46,200,000)	(46,200,000)
20.4	3.4. Fund administration fee	8(a)(ii)	(72,600,003)	(72,600,003)
20.5	3.5. Transfer agency fee	8(a)(ii)	(96,199,159)	(88,278,546)
20.8	3.8. Audit fee		(75,839,722)	(71,109,294)
20.10	3.10. Other operating expenses	5.6	(91,025,203)	(90,893,201)
<b>23</b>	<b>IV. PROFIT /(LOSS) FROM INVESTMENT ACTIVITIES</b>		<b>30,389,947,820</b>	<b>(10,440,636,157)</b>

The notes on pages 29 to 57 are an integral part of these interim financial statements.

**INTERIM STATEMENT OF INCOME  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

Code	Items	Note	For the six-month period ended 30 June	
			2021 VND	2020 VND
24	<b>V. NET OTHER INCOME AND EXPENSES</b>		-	-
30	<b>VI. PROFIT /(LOSS) BEFORE BUSINESS INCOME TAX</b>		<b>30,389,947,820</b>	<b>(10,440,636,157)</b>
31	6.1. Realised profit/(loss)	6.9	18,262,593,701	(4,686,860,398)
32	6.2. Unrealised profit/(loss)	6.9	12,127,354,119	(5,753,775,759)
40	<b>VII. BUSINESS INCOME TAX ("TAX")</b>		-	-
41	<b>VIII. PROFIT /(LOSS) AFTER TAX</b>		<b>30,389,947,820</b>	<b>(10,440,636,157)</b>



Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Tran Chau Danh**  
Chief Executive Officer

12 August 2021

  
Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Ho Thi Mai Phuong**  
Operation Officer

  
Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Tran Thi Anh Tram**  
Operation Senior Manager

The notes on pages 29 to 57 are an integral part of these interim financial statements.

## INTERIM STATEMENT OF FINANCIAL POSITION

Code	Items	Note	As at	
			30.6.2021 VND	31.12.2020 VND
<b>100</b>	<b>I. ASSETS</b>			
110	1. Cash at bank and cash equivalents	6.1	7,494,884,466	3,122,878,226
	In which:			
111	1.1. Cash at bank for Fund's operations		7,494,884,466	3,122,878,226
120	2. Net investments	6.2	136,146,953,300	100,366,421,350
121	2.1. Investments		136,146,953,300	100,366,421,350
130	3. Receivables		943,167,328	877,464,275
131	3.1. Receivables from investments sold but not yet settled	6.3	659,767,328	656,164,275
133	3.2. Dividend receivables		283,400,000	221,300,000
136	3.2.2 Dividend receivables not yet due		283,400,000	221,300,000
<b>100</b>	<b>TOTAL ASSETS</b>		<b>144,585,005,094</b>	<b>104,366,763,851</b>
<b>300</b>	<b>II. LIABILITIES</b>			
312	2. Payables for investments purchased but not yet settled	6.4	2,331,644,620	432,147,250
313	3. Payables to distributors and Fund Management Company		200,000	88,000
314	4. Tax payables and obligations to the State		1,800,895	646,848
316	6. Accrued expenses	6.5	118,639,725	138,500,000
317	7. Subscription payables to fund unit holders	6.6	16,285,000	772,200,000
318	8. Redemption payables to fund unit holders	6.6	59,814,963	236,580,656
319	9. Fund related service fees payables	6.7	240,072,342	185,564,836
<b>300</b>	<b>TOTAL LIABILITIES</b>		<b>2,768,457,545</b>	<b>1,765,727,590</b>

The notes on pages 29 to 57 are an integral part of these interim financial statements.



INTERIM STATEMENT OF FINANCIAL POSITION  
(continued)

Code	Items	Note	As at	
			30.6.2021 VND	31.12.2020 VND
<b>400</b>	<b>III. NET ASSET VALUE DISTRIBUTABLE TO FUND UNIT HOLDERS</b>	<b>6.8</b>	<b>141,816,547,549</b>	<b>102,601,036,261</b>
411	1. Share capital		87,549,898,700	81,250,942,400
412	1.1. Subscription capital		93,356,951,400	85,243,468,800
413	1.2. Redemption capital		(5,807,052,700)	(3,992,526,400)
414	2. Share premium		2,516,314,571	(10,292,597)
420	3. Undistributed profits	6.8	51,750,334,278	21,360,386,458
<b>430</b>	<b>IV. NET ASSET VALUE PER FUND UNIT</b>	<b>6.8</b>	<b>16,198.36</b>	<b>12,627.67</b>
<b>440</b>	<b>V. PROFIT DISTRIBUTED TO UNIT HOLDERS</b>		-	-
<b>VI. OFF-BALANCE SHEET ITEM</b>				
004	4. Number of outstanding fund units	6.8	8,754,989.87	8,125,094.24



Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Tran Chau Danh**  
Chief Executive Officer

12 August 2021

  
Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Ho Thi Mai Phuong**  
Operation Officer

  
Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Tran Thi Anh Tram**  
Operation Senior Manager

The notes on pages 29 to 57 are an integral part of these interim financial statements.

**INTERIM STATEMENT OF CHANGES IN NET ASSET VALUE,  
SUBSCRIPTIONS AND REDEMPTIONS OF FUND UNITS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021**

No.	Items	For the six-month period ended 30 June	
		2021 VND	2020 VND
	<b>Net Asset Value ("NAV") at the beginning of the period</b>	<b>102,601,036,261</b>	<b>80,870,153,926</b>
<b>II</b>	<b>Changes in NAV for the period</b>	<b>30,389,947,820</b>	<b>(10,440,636,157)</b>
	<i>In which:</i>		
II.1	Changes in NAV due to market movements and the Fund's operations	30,389,947,820	(10,440,636,157)
<b>III</b>	<b>Changes in NAV due to subscriptions, and redemptions of fund units</b>	<b>8,825,563,468</b>	<b>2,094,990,127</b>
	<i>In which:</i>		
III.1	Receipts from subscriptions	11,533,675,854	2,536,217,100
III.2	Payments for redemptions	(2,708,112,386)	(441,226,973)
<b>IV</b>	<b>NAV at the end of the period</b>	<b>141,816,547,549</b>	<b>72,524,507,896</b>
<b>V</b>	<b>NAV per fund unit at the end of period</b>	<b>16,198.36</b>	<b>9,094.67</b>



Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Tran Chau Danh**  
Chief Executive Officer

12 August 2021

Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Ho Thi Mai Phuong**  
Operation Officer

Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Tran Thi Anh Tram**  
Operation Senior Manager

The notes on pages 29 to 57 are an integral part of these interim financial statements.

**INTERIM STATEMENT OF INVESTMENT PORTFOLIO  
AS AT 30 JUNE 2021**

No.	Items	Quantity	Market price as at 30.6.2021 VND	Total value as at 30.6.2021 VND	Percentage of total assets %
<b>I</b>	<b>Listed shares</b>				
1	VCB	98,000	116,400	11,407,200,000	7.89
2	VHM	78,000	118,000	9,204,000,000	6.37
3	HPG	143,050	51,500	7,367,075,000	5.10
4	GAS	60,000	93,000	5,580,000,000	3.86
5	TCB	97,000	52,700	5,111,900,000	3.54
6	VIC	42,000	119,000	4,998,000,000	3.46
7	GVR	142,000	35,000	4,970,000,000	3.44
8	ACB	138,050	35,700	4,928,385,000	3.41
9	VPB	65,000	67,700	4,400,500,000	3.04
10	FPT	46,900	88,000	4,127,200,000	2.85
11	CTG	78,000	52,700	4,110,600,000	2.84
12	BID	77,000	47,250	3,638,250,000	2.52
13	SAB	20,500	169,100	3,466,550,000	2.40
14	MBB	78,108	43,350	3,385,981,800	2.34
15	VIB	65,800	49,450	3,253,810,000	2.25
16	NVL	25,772	121,000	3,118,412,000	2.16
17	STB	97,000	30,600	2,968,200,000	2.05
18	MWG	19,000	152,000	2,888,000,000	2.00
19	MSN	25,000	111,400	2,785,000,000	1.93
20	VNM	30,000	90,400	2,712,000,000	1.88
21	SSI	47,000	55,000	2,585,000,000	1.79
22	REE	37,000	57,700	2,134,900,000	1.48
23	POW	169,000	12,050	2,036,450,000	1.41
24	VRE	63,000	31,750	2,000,250,000	1.38
25	BVH	34,000	58,400	1,985,600,000	1.37
26	KBC	50,000	38,400	1,920,000,000	1.33
27	PLX	35,000	54,800	1,918,000,000	1.33
28	HDB	47,269	35,500	1,678,049,500	1.16
29	PVT	78,000	21,000	1,638,000,000	1.13
30	DCM	75,000	21,000	1,575,000,000	1.09
31	PVD	69,000	22,000	1,518,000,000	1.05
32	PHR	26,000	56,600	1,471,600,000	1.02
33	VJC	12,000	121,500	1,458,000,000	1.01
34	DRC	47,000	30,250	1,421,750,000	0.98
35	TPB	38,057	36,750	1,398,594,750	0.97
36	HCM	27,000	51,100	1,379,700,000	0.95
37	BCM	22,700	54,400	1,234,880,000	0.85
38	BMP	20,000	59,300	1,186,000,000	0.82
39	GMD	25,000	43,000	1,075,000,000	0.74
40	KDH	28,055	37,550	1,053,465,250	0.73
41	SBT	47,000	21,000	987,000,000	0.68
42	LPB	28,000	29,950	838,600,000	0.58
43	HSG	19,800	41,900	829,620,000	0.57
44	HDG	17,000	43,700	742,900,000	0.51
45	KDC	12,000	61,800	741,600,000	0.51
46	PVS	25,000	28,800	720,000,000	0.50

The notes on pages 29 to 57 are an integral part of these interim financial statements.



**INTERIM STATEMENT OF INVESTMENT PORTFOLIO**  
**AS AT 30 JUNE 2021**  
**(continued)**

No.	Items	Quantity	Market price as at 30.6.2021 VND	Total value as at 30.6.2021 VND	Percentage of total assets %
<b>I</b>	<b>Listed shares (continued)</b>				
47	PC1	27,000	26,500	715,500,000	0.49
48	DIG	27,000	25,650	692,550,000	0.48
49	ITA	90,000	7,450	670,500,000	0.46
50	CTD	10,000	64,700	647,000,000	0.45
51	PNJ	6,000	100,100	600,600,000	0.42
52	DXG	17,000	24,000	408,000,000	0.28
53	NLG	9,020	39,000	351,780,000	0.24
54	TDM	4,000	28,000	112,000,000	0.08
				<b>136,146,953,300</b>	<b>94.16</b>
<b>IV</b>	<b>Other assets</b>				
1	Receivables from investments sold but not yet settled			659,767,328	0.46
2	Dividend receivables not yet due			283,400,000	0.20
				<b>943,167,328</b>	<b>0.66</b>
<b>III</b>	<b>Cash</b>				
1	Cash at bank			7,494,884,466	5.18
				<b>7,494,884,466</b>	<b>5.18</b>
	<b>Total value of portfolio</b>			<b>144,585,005,094</b>	<b>100.00</b>



Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Tran Chau Danh**  
Chief Executive Officer

12 August 2021

Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Tran Thi Anh Tram**  
Operation Senior Manager

Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Ho Thi Mai Phuong**  
Operation Officer

The notes on pages 29 to 57 are an integral part of these interim financial statements.

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

Code	Items	Note	For the six-month period ended 30 June	
			2021 VND	2020 VND
	<b>I. Cash flows from investing activities</b>			
01	1. Profit/(loss) before tax		30,389,947,820	(10,440,636,157)
02	2. Adjustments for:			
03	Unrealised gains/(losses) from revaluation of investments	5.3	(12,127,354,119)	5,753,775,759
04	Decrease in accrued expenses		(19,860,275)	(16,890,705)
05	3. Profit/(loss) from investing activities before changes in working capital		18,242,733,426	(4,703,751,103)
20	Decrease/(Increase) in investments		(23,653,177,831)	9,615,853,241
06	Increase in receivables from investments sold but not yet settled		(3,603,053)	(4,496,311,697)
07	(Increase)/decrease in dividend and interest receivables		(62,100,000)	106,800,000
10	Increase/(decrease) in payables for investments purchased but not yet settled		1,899,497,370	(3,306,352,100)
11	Increase/(decrease) in subscription and redemption fee payable to distributors and Fund Management Company		112,000	(80,000)
13	Increase/(decrease) in tax payables and obligations to the State Budget		1,154,047	(114,953)
14	(Decrease)/increase in subscriptions payable to fund unit holders		(755,915,000)	150,100,000
15	Decrease in redemptions payable to fund unit holders		(176,765,693)	(5,176,723)
17	Decrease/(increase) in fees payable to related service providers		54,507,506	(6,415,819)
19	<b>Net cash outflow for investing activities</b>		<b>(4,453,557,228)</b>	<b>(2,645,449,154)</b>
	<b>II. Cash flow from financing activities</b>			
31	1. Receipts from subscriptions	6.8	11,533,675,854	2,536,217,100
32	2. Payments for redemptions	6.8	(2,708,112,386)	(441,226,973)
30	<b>Net cash inflow from financing activities</b>		<b>8,825,563,468</b>	<b>2,094,990,127</b>
40	<b>III. Net increase/(decrease) in cash in the period</b>		<b>4,372,006,240</b>	<b>(550,459,027)</b>

The notes on pages 29 to 57 are an integral part of these interim financial statements.

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

Code	Item	Note	For the six-month period ended 30 June	
			2021 VND	2020 VND
<b>50</b>	<b>IV. Cash and cash equivalents at the beginning of the period</b>	<b>6.1</b>	<b>3,122,878,226</b>	<b>6,924,362,986</b>
52	Cash at bank for the Fund's operations		2,350,678,226	6,923,362,986
53	Cash at bank for subscriptions		772,200,000	1,000,000
<b>55</b>	<b>V. Cash and cash equivalents at the end of the period</b>	<b>6.1</b>	<b>7,494,884,466</b>	<b>6,373,903,959</b>
57	Cash at bank for the Fund's operations		7,478,599,466	6,222,803,959
58	Cash at bank for subscription		16,285,000	151,100,000
<b>60</b>	<b>VI. Changes in cash and cash equivalents in the period</b>		<b>4,372,006,240</b>	<b>(550,459,027)</b>



Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Tran Chau Danh**  
Chief Executive Officer

12 August 2021

Dai Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Ho Thi Mai Phuong**  
Operation Officer

Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Tran Thi Anh Tram**  
Operation Senior Manager

The notes on pages 29 to 57 are an integral part of these interim financial statements.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021**

**1 GENERAL INFORMATION OF DFVN CAPITAL APPRECIATION FUND**

**1.1 Licence for Fund unit Public Offering and Registration Certificate for Open-ended fund establishment**

DFVN Capital Appreciation Fund ("the Fund") was established as a public open-ended fund under Establishment Registration Certificate No. 34/GCN-UBCK ("the ERC") issued by the State Securities Commission ("the SSC") on 3 January 2019. The charter capital of the Fund as stipulated in the ERC is VND75,121,600,000, equivalent to 7,512,160 fund units. The Fund operates in compliance with the Fund Charter issued on 3 January 2019 and its latest amendment on 22 April 2021. The Fund has an indefinite life.

The fund units were issued to the public for the first time pursuant to Initial Public Offering Certificate No. 56/GCN-UBCK issued by the SSC on 16 October 2018. According to this certificate, the minimum charter capital of the Fund of VND50,000,000,000 from the public with a par value of VND10,000 per fund unit.

The fund units are issued and redeemed through distributors.

The Fund has no employees and is managed by Dai-ichi Life Vietnam Fund Management Company Limited (the "Fund Management Company"). HSBC Bank (Vietnam) Limited has been appointed as the supervising bank and custodian bank of the Fund.

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

***Size of the Fund***

Pursuant to the Fund's establishment registration certificate, the Fund's charter capital is VND75,121,600,000.

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

***Investment objective***

The investment objective of the Fund is to provide the Investors with asset and capital appreciation and aim to outperform the Vietnam stock market (VN-Index) as benchmark in the long term by investing mainly in a diversified portfolio of listed equities on Vietnam securities market.

***Frequency of net asset value valuation***

The Fund's NAV is determined on a weekly and a monthly basis. The weekly valuation date is the Tuesday. In case where the weekly valuation date falls on holidays of the Vietnam stock market, or the trading suspension date at the Stock Exchange under any decision of the Government Authorities (it depends on the Fund Management Company's discretion), the weekly valuation date is the business working Tuesday in the following week. The monthly valuation date is the first day of the following month. Should the Fund Management Company change the valuation date, the Fund Management Company must obtain approval from the Board of Representatives before making any changes.

***Method of net asset value valuation***

The Fund's net asset value is calculated at total assets less its liabilities as at the valuation date. Total value of Fund's assets is measured at their market value or fair value (in case where market value is not available). Total liabilities are debts and payment obligations of the Fund as at the date prior to the valuation date.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**1 GENERAL INFORMATION OF DFVN CAPITAL APPRECIATION FUND (continued)**

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

***Method of net asset value valuation (continued)***

NAV per fund unit is calculated by dividing the total net asset value of the Fund by the number of outstanding units at the date prior to the valuation date.

NAV per fund unit shall be rounded to two (2) decimal places.

***Valuation methodology for NAV calculation***

NAV calculation methodology is regulated in accordance with the methodology regulated in the Fund's Charter and Circular 98/2020 issued by the Ministry of Finance. Details are as follows:

No	Type of investment assets	Valuation methodology
<b>Cash and cash equivalent, money market instruments</b>		
1	Cash (VND)	<ul style="list-style-type: none"> <li>Cash balance on the date prior to the valuation date</li> </ul>
2	Foreign currencies	<ul style="list-style-type: none"> <li>Value of the amounts in foreign currencies converted into VND on the date prior to the valuation date at the prevailing exchange rates applied by credit institutions permitted to trade foreign currencies.</li> </ul>
3	Deposits with fixed terms	<ul style="list-style-type: none"> <li>Value of the deposits plus outstanding interest accrued thereon calculated up to the date before the valuation date.</li> </ul>
4	Treasury bills, bank notes, bills of exchange, transferable certificates of deposit, bonds and discounted money market instruments	<ul style="list-style-type: none"> <li>Purchase price plus accumulative interest calculated up to the day preceding the valuation date.</li> </ul>
5	Non-interest financial instruments including bills, bonds, valuable papers and other non-interest financial instruments	<ul style="list-style-type: none"> <li>The listed price in the Stock Exchange; in case where there is no available listed price, the price is determined as the discounted cash flow of the historical cost on winning bidding interest rate or other interest rate approved by Board of Representatives ("BoR") and holding period of the financial instruments.</li> </ul>
<b>Bonds</b>		
6	Listed bonds	<ul style="list-style-type: none"> <li>Average of quoted price (or other similar terms upon Stock Exchanges' rules) of the latest trading date prior to the valuation date plus accumulative interest (if the listed price excluding accumulative interest).</li> <li>In case where there is no trading transaction over fifteen (15) days up to the valuation date, the bond price is determined at: <ul style="list-style-type: none"> <li>Purchased price plus accumulative interest; or</li> <li>Par value plus accumulative interest; Or</li> <li>Valuation methodology approved by BoR</li> </ul> </li> <li>The fair value of the bond using appropriate valuation technique as detail in the Valuation Manual that approved by BoR.</li> </ul>



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**1 GENERAL INFORMATION OF DFVN CAPITAL APPRECIATION FUND (continued)**

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

*Valuation methodology for NAV calculation (continued)*

No	Type of investment assets	Valuation methodology
<b>Bonds (continued)</b>		
7	Unlisted bonds	<ul style="list-style-type: none"> <li>Quoted price (clean price) on quotation systems on the latest trading day prior to the valuation date, plus accrued interest; or               <ul style="list-style-type: none"> <li>Purchased price plus accumulative interest; or</li> <li>Par value plus accumulative interest; or</li> <li>Valuation methodology approved by BoR.</li> </ul> </li> <li>The fair value of the bond using appropriate valuation technique as detail in the Valuation Manual that approved by BoR.</li> </ul>
<b>Shares</b>		
8	<p>Listed shares on the Stock Exchange</p> <p>The registered shares of public interest entities on the UpCom</p>	<ul style="list-style-type: none"> <li>The market price is the closing price (or other similar terms upon the Stock Exchange's rules) of the most recent trading date prior to the valuation date;</li> <li>In case where there is no trading transaction over fifteen (15) days up to the valuation date, the share price is determined as following::               <ul style="list-style-type: none"> <li>Book value; or</li> <li>Purchased price; or</li> <li>Valuation methodology approved by BoR.</li> </ul> </li> </ul>
9	Shares which are suspended from trading, delisted or deregistered for trading:	<ul style="list-style-type: none"> <li>The share price is determined as following:               <ul style="list-style-type: none"> <li>Book value; or</li> <li>Par value; or</li> <li>Valuation methodology approved by BoR.</li> </ul> </li> </ul>
10	Shares of organizations that are in dissolution or bankruptcy	<ul style="list-style-type: none"> <li>The share price is determined as following:               <ul style="list-style-type: none"> <li>80% of liquidating value on the most recent available Balance Sheet prior to valuation date; or</li> <li>Valuation methodology approved by BoR.</li> </ul> </li> </ul>
11	Stocks and other contributed capital	<ul style="list-style-type: none"> <li>The market price is the average price of successful trading transactions at the most recent trading date prior to the valuation date from the securities pricing service providers.</li> <li>In case of no quoted prices from securities pricing service providers, the price is determined as following:               <ul style="list-style-type: none"> <li>Book value; or</li> <li>Purchased price/ the value of contributed capital; or</li> </ul> </li> <li>Valuation methodology approved by BoR.</li> </ul>



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**1 GENERAL INFORMATION OF DFVN CAPITAL APPRECIATION FUND (continued)**

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

***Valuation methodology for NAV calculation (continued)***

No	Type of investment assets	Valuation methodology
<b>Derivatives</b>		
12	Listed derivatives	The closing price (or other similar terms of the Stock Exchange's rules) at the most recent trading date prior to the valuation date.
13	Listed derivatives with no transactions over fifteen (15) days up to the valuation date	The price is determined as the approved valuation methodology by the BoR
<b>Other investment assets</b>		
14	Other investment assets	The average price of successful transactions at the most recent trading date prior to the valuation date from securities pricing service providers. There is no available quoted price, the price is determined as the approved valuation methodology by the BoR

***Frequency of subscriptions and redemptions of fund units***

The fund units are subscribed and redeemed once a week on every Tuesday. The increase in frequency of trading fund units shall be publicly announced, updated in the Fund's Prospectus, Investors' General Meeting and amended in the Fund's Charter, notified to Supervising Bank and on the public media as regulatory requirements. The decrease in frequency of trading fund units shall be approved by the Investors' General Meeting and not fewer than twice a month.

In case where the fund unit trading date falls on holidays of the Vietnam stock market, or the trading suspension date at the Stock Exchange under any decision of the Government Authorities (it depends on the Fund Management Company's discretion), the weekly valuation date is the business working Tuesday in the following week.

***Distribution of earnings***

The Fund distributes its profit in accordance with the Fund's Charter.

***Investment restrictions***

The Fund's investment portfolio and its restrictions must comply with the investment objectives and investment policies as stipulated in the Fund Charter and the Fund's Prospectus.

The Fund's investments must comply with the following regulations:

- a) Investment portfolio of the Fund must comprise securities of at least six (6) issuers;
- b) Except for the Fund's current accounts at the Supervising Bank, the Fund does not invest more than forty nine percent (49%) of the Fund's total assets in deposit at commercial banks stipulated by prevailing Laws, foreign currencies, money market instruments including valuable papers and transferable instruments following prevailing legislation;

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**1 GENERAL INFORMATION OF DFVN CAPITAL APPRECIATION FUND (continued)**

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

***Investment restrictions (continued)***

- c) The Fund does not invest more than twenty percent (20%) of the Fund's total assets in outstanding securities of a single issuer, term deposits at commercial bank stipulated by prevailing Laws, money market instruments including valuable papers and transferable instruments following prevailing legislation, except for government debt instruments;
- d) The Fund does not invest more than thirty percent (30%) of the Fund's total assets in deposits at commercial banks stipulated by prevailing banking Laws; money market instruments including valuable papers and transferable instruments following prevailing legislation; listed shares, registered shares for trading, listed bonds in the Stock Exchange; open-ended fund units, initial public offering shares; public offering bonds; corporate bonds issued privately by the listed organisations who are guaranteed by credit institutions or commitment to repurchase from the issuer at least one (01) time in twelve (12) months and each time commits to repurchase at least thirty percent (30%) of the value of the issuance; derivatives on the Stock Exchange and only for the purpose of risk preserving for underlying securities and options that the Fund is holding, issued by the companies or a group of related companies: parent and subsidiary companies, companies holding over thirty percent (30%) of shares and capital contributions; group of subsidiaries under the same parent company, in which derivative investment is the contractual value as defined in Appendix No 14 together issued with Circular 98/2020/TT-BTC;
- e) The Fund does not invest in more than ten percent (10%) of the total value of outstanding securities of an issuer, except for government bonds;
- f) The Fund does not invest more than ten percent (10%) of the Fund's total assets in shares offered for the initial public offering, bonds offered to the public; corporate bonds privately issued by the listed organisations who are guaranteed by credit institutions or commitment to repurchase from the issuer at least one (01) time in twelve (12) months and each time commits to repurchase at least thirty percent (30%) of the value of the issuance;
- g) Total value of large investments in the investment portfolio of the Fund must not exceed forty percent (40%) of the Fund's total assets. In which, major investments of the Fund are: money market instruments including valuable papers and other transferable instruments following prevailing legislation; listed shares, registered shares, listed bonds on the Stock Exchange, open-ended fund units, initial public offering shares; public offering bonds; corporate bonds issued by the listed organisations who are guaranteed by credit institutions or commitment to repurchase from the issuer at least one (01) time in twelve (12) months and each time commits to repurchase at least thirty percent (30%) of the value of the issuance and underlying securities options that the Fund is holding (except for certificates of deposit) issued by the same organisation, with the proportion of over five percent (5%) of total Fund's assets.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**1 GENERAL INFORMATION OF DFVN CAPITAL APPRECIATION FUND (continued)**

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

*Investment restrictions (continued)*

- h) At any time, total commitment value of securities derivatives transactions, borrowings and payables of the Fund must not exceed NAV of the Fund;
- i) The Fund is not allowed to invest in its own certificates, securities investment funds, shares of public interest securities companies established and operating by the Fund Management Company;
- j) The Fund is only allowed to invest in other open-ended funds' certificates, shares of public interest securities companies established and operating by the other fund management company and ensure the restrictions as follows:
  - The Fund does not invest in more than ten percent (10%) total available fund units of an open-ended fund and available shares of a public interest securities company;
  - The Fund does not invest more than twenty percent (20%) total Fund's assets into an open-ended fund and shares of a public interest securities company;
  - The Fund does not invest more than thirty percent (30%) total Fund's assets into open-ended funds and shares of public interest securities companies;
- k) The Fund is not allowed to invest in real estate, valuable stone, valuable metals.

Except as stated in points (b), (c), (d), (e), (f), (g) and (j) as above, the Fund's investment structure is allowed to deviate only for the following reasons:

- a) Fluctuations in the market value of the assets in the Fund's investment portfolio;
- b) Making payments of the Fund legally in accordance with the law, including the execution of trading orders of investors;
- c) Splitting, merging, consolidation, and acquisition of issuing organisation;
- d) New fund licensed for establishment or fund split, consolidation, merging with operating duration not exceeding six (06) months, from the date of the Fund's Establishment Registration Certificate; amendment of registration certificate for fund's establishment; or
- e) The Fund is in liquidation process.

The Fund Management Company has the obligation to notify the SSC, public and amend investment portfolio which satisfies the investment restrictions of the Fund's Charter within three (3) months, from the date that the incompliance with point (a), (b), (c) and (d) above occurs.

In case where the incompliance is from the Fund Management Company, the Fund Management Company has a responsibility to amend the investment portfolio within fifteen (15) days, from the incompilant event date. The Fund Management Company has to compensate to the Fund for any lost (if any) and bears any expenses relating to investment portfolio amendment. If there is any profit, it must be recognized immediately.

Within five (5) business working date from the date that the investment portfolio amendment is completed, the Fund Management Company has to announce the information as regulatory requirements, notify to the SSC for the amendment, the reason, event date, lost occurs, compensations to the Fund (if any) or any profit earned (if any), remedial actions, timeline and remedial results.

The Fund Management Company is only allowed to invest in term deposits at commercial banks stipulated by prevailing banking regulations; money market instruments including valuable papers and other transferable instruments following prevailing legislation; at credit institutions approved by the Board of Representatives.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**2 FISCAL YEAR AND CURRENCY**

**2.1 Fiscal year**

The Fund's fiscal year starts on 1 January and ends on 31 December.

The interim financial statements prepared for the six-month period from 1 January 2021 to 30 June 2021.

**2.2 Currency**

The interim financial statements are presented in Vietnamese Dong ("VND") which is also the Fund's accounting currency.

The Fund's accounting currency is determined as the currency primarily used in securities trading which significant influences transacted prices and settled amounts. In addition, the Fund's financing activities such as subscriptions and redemptions of fund units are also denominated in its accounting currency..

**3 ACCOUNTING STANDARDS AND REPORTING FRAMEWORK APPLIED**

**3.1 Basis of preparation of financial statements**

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

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

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

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

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

**3.2 Registered accounting documentation system**

The registered accounting documentation system is the General Journal system.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**4 SIGNIFICANT ACCOUNTING POLICIES**

**4.1 Cash and cash equivalents**

Cash and cash equivalents comprise cash at bank in current accounts used for the Fund's operations

**4.2 Investments**

***Classification***

The Fund classifies its investments in securities as held for trading.

***Recognition/de-recognition***

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

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

***Initial recognition and subsequent measurement***

Investments are initially recognised at the cost of acquisition (excluding expenses associated with the acquisition such as brokerage fee, transaction fee and bank charge) and revalued as at the reporting date in accordance with Circular 198/2012/TT-BTC for the investment value as at reporting date. Valuation is determined in accordance with prevailing regulations on securities and the Fund's Charter presented in Note 1.2 and the Valuation Manual approved by the Board of Representatives.

Bonus issues and share dividends are initially recorded as investments at nil cost and then are revalued at the market value of the relevant securities as at the reporting date.

***Listed shares on the Stock Exchange***

- The market price is the closing price (or other similar terms upon the Stock Exchange's rules) of the most recent trading date prior to the valuation date;
- In case where there is no trading transaction over fifteen (15) days up to the valuation date, the share price is determined in order of the following priority:
  - The closing price (or other similar terms upon the Stock Exchange's rules) of most recent trading date within twelve (12) months up to the date prior to the valuation date;
  - Book value;
  - Purchased price.

***Gain or loss from revaluation of investments***

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



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**4 SIGNIFICANT ACCOUNTING POLICIES (continued)**

**4.3 Receivables**

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

Provision for doubtful debts is made for each outstanding amount based on number of days past due according to initial payment commitment (ignoring any mutually agreed extension) or based on the estimated loss that may arise.

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

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

**4.4 Payables**

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

**4.5 Taxation**

Under the current tax regulations in Vietnam, the Fund is not subject to corporate income tax. However, the Fund Management Company is responsible for withholding tax of individuals and institutions in the following transactions:

**Distribution of dividends to fund unit holders**

When the Fund distributes dividends to fund unit holders, the Fund Management Company is required to comply with Circular 78/2014/TT-BTC dated 18 June 2014 ("Circular 78/2014/TT-BTC") amended by Circular 96/2015/TT-BTC dated 22 June 2015 ("Circular 96/2015/TT-BTC"), and Circular 111/2013/TT-BTC dated 15 August 2013 ("Circular 111/2013/TT-BTC") amended by Circular 92/2015/TT-BTC dated 15 June 2015 ("Circular 92/2015/TT-BTC") issued by the Ministry of Finance and Official Letter No. 10945/BTC-TCT dated 19 August 2010 issued by General Department of Taxation regarding profit distributions to institutional fund unit holders. Accordingly, when the Fund distributes dividends to institutional fund unit holders, regardless of local or foreign institutional fund unit holders, the Fund Management Company is required to withhold 20% of their distributed profits (excluding the Fund's distributed profits already subject to business income tax in the previous stage and the Fund's bond interest earned from tax-free bonds in accordance with the current regulations). When the Fund distributes dividends to individual fund unit holders, the Fund Management Company is required to withhold personal income tax which is 5% of their distributed profits.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**4 SIGNIFICANT ACCOUNTING POLICIES (continued)**

**4.5 Taxation (continued)**

**Redemption of fund units**

The Fund Management Company is required to withhold income tax when it redeems its certificates from individual fund unit holders (both residents and non-residents) and foreign institutional fund unit holders according to Circular 111/2013/TT-BTC amended by Circular 92/2015/TT-BTC, Circular 25/2018/TT-BTC dated 16 March 2018 and Circular 103/2014/TT-BTC dated 6 August 2014 issued by the Ministry of Finance. The tax rate is 0.1% of redemption proceeds. The Fund Management Company is not responsible for withholding tax on redemptions from local institutional fund unit holders. These fund unit holders are responsible for their own tax declarations and payments according to Circular 78/2014/TT-BTC amended by Circular 96/2015/TT-BTC.

**4.6 Provisions**

Provisions are recognised when:

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

Provision is not recognised for future operating losses.

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

**4.7 Share capital**

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

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

*Subscription capital*

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

*Redemption capital*

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

*Share premium*

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

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**4 SIGNIFICANT ACCOUNTING POLICIES (continued)**

**4.7 Share capital (continued)**

*Undistributed profits/(losses)*

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

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

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

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

*Profits/assets distributed to fund unit holders*

These are profits/assets distributed to fund unit holders during the period and their amounts are deducted against undistributed profits.

The Fund recognises profits/assets distributed to fund unit holders based on resolutions of the fund unit holders' General Meetings, in accordance with the Fund Charter and prevailing securities regulations.

Profits is distributed to fund unit holders by the Fund Management Company after deductions of all taxes and fees in accordance with prevailing laws and regulations.

**4.8 Revenue**

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

*Dividend income*

Dividend income is recognised in the interim statement of income when the Fund's entitlement as an investor to receive the dividends is established. Share dividends are not recognized as income.

*Income from securities trading*

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

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**4 SIGNIFICANT ACCOUNTING POLICIES (continued)**

**4.9 Expenses**

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

**4.10 Related parties**

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

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

**4.11 Nil balances**

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

**5 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF INCOME**

**5.1 Dividend income**

	For the six-month period ended 30 June	
	2021 VND	2020 VND
Received dividend income	644,680,760	359,005,807
Accrued dividend income	-	70,500,000
	<u>644,680,760</u>	<u>429,505,807</u>



DFVN CAPITAL APPRECIATION FUND

Form B 06g – QM

NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)

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

5.2 Realised gain/(loss) from trading securities

	Total proceeds of disposals VND	Weighted average cost of investments up to the latest trading date VND	Realised gain for the six-month period ended 30.6.2021 VND	Cumulative realised gain as at 30.6.2021 VND	Cumulative Realised loss as at 30.6.2020 VND
Listed shares	130,858,559,000	111,428,302,169	19,430,256,831	21,258,904,010	(3,801,222,441)

5.3 Unrealised gain from revaluation of investments

	Carrying value VND	Market value as at 30.6.2021 VND	Unrealised gain from revaluation of investments as at 30.6.2021 VND	Cumulative unrealised gain as at 31.12.2020 VND	Unrealised gain for the six-month period ended 30.6.2021 VND
Listed shares	102,484,335,010	136,146,953,300	33,662,618,290	21,535,264,171	12,127,354,119

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

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

**5.4 Transaction costs from purchases and sales of investments**

	For the six-month period ended 30 June	
	2021 VND	2020 VND
Brokerage fees from sales	187,495,136	110,105,185
Brokerage fees from purchases	179,611,658	119,341,091
	<u>367,106,794</u>	<u>229,446,27</u>

**5.5 Custodian fees**

	For the six-month period ended 30 June	
	2021 VND	2020 VND
Custodian fees to Custodian Bank (Note 8(a)(ii))	114,000,002	113,999,999
Transaction fees to Custodian Bank (Note 8(a)(ii))	69,600,000	56,850,000
Depository fees to VSD (Note 8(a)(ii))	4,952,992	4,281,147
	<u>188,552,994</u>	<u>175,131,146</u>

**5.6 Other operating expenses**

	For the six-month period ended 30 June	
	2021 VND	2020 VND
Remunerations to the Board of Representatives (Note 8 (a)(iii))	90,000,003	90,000,001
Bank charges (Note 8 (a)(ii))	1,025,200	893,200
	<u>91,025,203</u>	<u>90,893,201</u>

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**6 ADDITIONAL INFORMATION TO THE INTERIM STATEMENT OF FINANCIAL POSITION**

**6.1 Cash and cash equivalents**

	As at	
	2021 VND	2020 VND
<b>1. Cash at HSBC Bank (Vietnam) Limited for the Fund's operations</b>		
Cash for the Fund's operations (Note 8(b))	7,478,599,466	2,350,678,226
Cash for the Fund's subscription (Note 8(b))	16,285,000	772,200,000
	<u>7,494,884,466</u>	<u>3,122,878,226</u>

**6.2 Investments**

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

The Fund does not participate in the day-to-day financial and operating policy decisions of these investee companies. Accordingly, the Fund does not intend to exert control or significant influence over the investee companies. Therefore, the investments of the Fund are recognised based on the accounting policy as presented in Note 4.2 instead of equity accounting or consolidation.

The details of the Fund's investments as at 30 June 2021 are as follows:

	Carrying value VND	Gain/(loss) from revaluation of investments		Market value VND
		Gain VND	Loss VND	
Listed shares	<u>102,484,335,010</u>	<u>34,550,597,718</u>	<u>(887,979,428)</u>	<u>136,146,953,300</u>

The details of the Fund's investments as at 31 December 2020 are as follows:

	Carrying value VND	Gain/(loss) from revaluation of investments		Market value VND
		Gain VND	Loss VND	
Listed shares	<u>78,831,157,179</u>	<u>21,701,481,066</u>	<u>(166,216,895)</u>	<u>100,366,421,350</u>

**6.3 Receivables from investments sold but not yet settled**

Receivables from sales of listed investments were settled in two (2) working days after the trade date (T+2) in accordance with Vietnamese securities settlement practice.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

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

**6.4 Payables for securities purchased but not yet settled**

Payables from purchases of listed investments were settled in two (2) working days after the trade date (T+2) in accordance with Vietnamese securities settlement practice.

**6.5 Accrued expenses**

	<b>As at</b>	
	<b>30.6.2021</b>	<b>31.12.2020</b>
	<b>VND</b>	<b>VND</b>
Audit fee	73,639,722	93,500,000
Remunerations to the Board of Representatives (Note 8 (b))	45,000,003	45,000,000
	<u>118,639,725</u>	<u>138,500,000</u>

**6.6 Subscription and redemption payable to fund unit holders**

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

Redemption payable to fund certificate holders represents amount payable to fund unit holders for valid redemption and in progress for settlement.

**6.7 Fees payable to related service providers**

	<b>As at</b>	
	<b>30.6.2021</b>	<b>31.12.2020</b>
	<b>VND</b>	<b>VND</b>
<b>Payables to Fund Management Company</b>		
Fund management fee (Note 8(b))	170,079,283	125,824,659
<b>Payables to Supervising and Custodian Bank</b>		
Custody fee (Note 8(b))	18,999,999	19,000,002
Transaction fee (Note 8(b))	15,150,000	6,150,000
Supervising fee (Note 8(b))	7,699,998	7,700,001
	<u>41,849,997</u>	<u>32,850,003</u>
<b>Payables for Transfer agency service and Fund admin service</b>		
Transfer agency fee (Note 8(b))	16,043,060	14,790,174
Fund administration fee (Note 8(b))	12,100,002	12,100,000
	<u>240,072,342</u>	<u>185,564,836</u>

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

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

**6.8 Movements in owners' equity**

	Unit	As at 31.12.2020	Incurred for the year	As at 30.6.2021
<b>Subscription capital</b>				
Number of fund units	Unit	8,524,346.88	811,348.26	9,335,695.14
Subscription capital at par value	VND	85,243,468,800	8,113,482,600	93,356,951,400
Share premium of subscription capital	VND	232,913,623	3,420,193,254	3,653,106,877
<b>Total subscription capital</b>	<b>VND</b>	<b>85,476,382,423</b>	<b>11,533,675,854</b>	<b>97,010,058,277</b>
<b>Redemption capital</b>				
Number of fund units	Unit	(399,252.64)	(181,452.63)	(580,705.27)
Redemption capital at par value	VND	(3,992,526,400)	(1,814,526,300)	(5,807,052,700)
Share premium of redemption capital	VND	(243,206,220)	(893,586,086)	(1,136,792,306)
<b>Total redemption capital</b>	<b>VND</b>	<b>(4,235,732,620)</b>	<b>(2,708,112,386)</b>	<b>(6,943,845,006)</b>
<b>Total contribution capital</b>	<b>VND</b>	<b>81,240,649,803</b>	<b>8,825,563,468</b>	<b>90,066,213,271</b>
<b>Accumulated profits</b>	<b>VND</b>	<b>21,360,386,458</b>	<b>30,389,947,820</b>	<b>51,750,334,278</b>
<b>Net asset value</b>	<b>VND</b>	<b>102,601,036,261</b>	<b>39,215,511,288</b>	<b>141,816,547,549</b>
<b>Number of outstanding fund units</b>	<b>Unit</b>	<b>8,125,094.24</b>	<b>629,895.63</b>	<b>8,754,989.87</b>
<b>NAV per fund unit</b>	<b>VND/Unit</b>	<b>12,627.67</b>		<b>16,198.36</b>

**6.9 Accumulated profits/(losses)**

	As at 31.12.2020 VND	Incurred for the period VND	As at 30.6.2021 VND
Realised (losses)/gains	(174,877,713)	18,262,593,701	18,087,715,988
Unrealised gains	21,535,264,171	12,127,354,119	33,662,618,290
<b>Accumulated profits</b>	<b>21,360,386,458</b>	<b>30,389,947,820</b>	<b>51,750,334,278</b>

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**7 NET ASSET VALUE (NAV)**

No.	Valuation date	For the six-month period ended 30 June 2021			
		NAV VND	Quantity of fund units	NAV per unit at calculation date VND	Increase/ (Decrease) of NAV per unit VND
1	04/01/2021	102,601,036,261	8,125,094.24	12,627.67	
2	05/01/2021	104,271,712,417	8,125,094.24	12,833.29	205.62
3	12/01/2021	111,101,985,395	8,184,642.11	13,574.44	741.15
4	19/01/2021	112,084,930,593	8,184,879.17	13,694.14	119.70
5	26/01/2021	110,152,875,922	8,189,796.12	13,450.01	(244.13)
6	01/02/2021	100,278,990,090	8,228,478.09	12,186.82	(1,263.19)
7	02/02/2021	97,999,798,116	8,228,478.09	11,909.83	(276.99)
8	09/02/2021	102,961,047,275	8,233,463.85	12,505.19	595.36
9	23/02/2021	112,004,345,025	8,247,577.88	13,580.27	1,075.08
10	01/03/2021	111,222,679,940	8,255,742.36	13,472.15	(108.12)
11	02/03/2021	113,028,772,031	8,255,742.36	13,690.92	218.77
12	09/03/2021	111,361,630,589	8,262,459.65	13,478.02	(212.90)
13	16/03/2021	113,799,593,294	8,339,553.68	13,645.76	167.74
14	23/03/2021	114,944,722,068	8,359,838.19	13,749.63	103.87
15	30/03/2021	112,444,123,908	8,368,074.97	13,437.27	(312.36)
16	01/04/2021	115,039,248,475	8,454,971.98	13,606.10	168.83
17	06/04/2021	119,403,699,754	8,454,971.98	14,122.30	516.20
18	13/04/2021	120,939,078,348	8,464,893.99	14,287.13	164.83
19	20/04/2021	121,830,521,650	8,521,206.01	14,297.33	10.20
20	27/04/2021	117,502,671,772	8,526,311.79	13,781.18	(516.15)
21	03/05/2021	121,104,230,267	8,604,856.47	14,073.93	292.75
22	04/05/2021	121,081,489,067	8,604,856.47	14,071.29	(2.64)
23	11/05/2021	123,742,024,320	8,615,626.85	14,362.50	291.21
24	18/05/2021	123,894,282,104	8,614,500.10	14,382.06	19.56
25	25/05/2021	128,497,528,785	8,630,488.94	14,888.78	506.72
26	01/06/2021	133,163,624,330	8,648,738.71	15,396.88	508.10
27	08/06/2021	136,357,642,464	8,682,737.40	15,704.45	307.57
28	15/06/2021	135,941,182,462	8,663,850.08	15,690.62	(13.83)
29	22/06/2021	137,260,226,291	8,663,181.75	15,844.08	153.46
30	29/06/2021	140,937,594,137	8,685,395.75	16,226.96	382.88
31	01/07/2021	141,816,547,549	8,754,989.87	16,198.36	(28.60)
<b>Average NAV of the period</b>				<b>118,872,293,281</b>	
<b>Changes in NAV per fund unit during the period - highest level</b>					<b>1,263.19</b>
<b>Changes in NAV per fund unit during the period - lowest level</b>					<b>2.64</b>



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**7 NET ASSET VALUE (NAV) (continued)**

For the six-month period ended 30 June 2020					
No.	Valuation date	NAV VND	Quantity of fund units	NAV per unit at calculation date VND	Increase/ (Decrease) of NAV per unit VND
1	02/01/2020	80,870,153,926	7,747,580.49	10,438.11	
2	07/01/2020	80,241,521,883	7,747,580.49	10,356.97	(81.14)
3	14/01/2020	80,968,909,343	7,740,459.89	10,460.47	103.50
4	21/01/2020	82,776,193,406	7,741,690.60	10,692.26	231.79
5	01/02/2020	78,817,766,351	7,760,349.05	10,156.47	(535.79)
6	04/02/2020	78,334,172,844	7,760,349.05	10,094.15	(62.32)
7	11/02/2020	78,871,089,504	7,768,472.51	10,152.71	58.56
8	18/02/2020	80,004,409,664	7,759,822.79	10,310.08	157.37
9	25/02/2020	76,713,812,137	7,758,894.04	9,887.20	(422.88)
10	02/03/2020	76,072,561,216	7,760,512.28	9,802.51	(84.69)
11	03/03/2020	76,362,846,803	7,760,512.28	9,839.92	37.41
12	10/03/2020	72,445,000,893	7,828,286.70	9,254.26	(585.66)
13	17/03/2020	65,024,643,594	7,835,526.56	8,298.69	(955.57)
14	24/03/2020	59,750,246,987	7,831,227.55	7,629.74	(668.95)
15	31/03/2020	58,861,244,516	7,832,931.39	7,514.58	(115.16)
16	01/04/2020	58,778,186,978	7,839,718.12	7,497.48	(17.10)
17	07/04/2020	64,506,209,137	7,839,718.12	8,228.12	730.64
18	14/04/2020	65,798,571,838	7,865,677.44	8,365.27	137.15
19	21/04/2020	68,563,703,159	7,878,374.76	8,702.77	337.50
20	28/04/2020	67,261,952,627	7,881,017.56	8,534.67	(168.10)
21	04/05/2020	67,458,124,623	7,900,701.85	8,538.24	3.57
22	05/05/2020	66,639,311,426	7,900,701.85	8,434.60	(103.64)
23	12/05/2020	71,975,319,425	7,919,386.07	9,088.49	653.89
24	19/05/2020	73,325,715,647	7,923,347.05	9,254.38	165.89
25	26/05/2020	75,220,805,898	7,927,183.04	9,488.97	234.59
26	01/06/2020	75,454,760,572	7,931,714.60	9,513.04	24.07
27	02/06/2020	76,940,348,029	7,931,714.60	9,700.34	187.30
28	09/06/2020	79,227,792,337	7,963,991.04	9,948.25	247.91
29	16/06/2020	73,748,392,059	7,966,303.00	9,257.54	(690.71)
30	23/06/2020	76,430,900,112	7,963,225.43	9,597.98	340.44
31	30/06/2020	73,027,982,943	7,964,579.86	9,169.09	(428.89)
32	01/07/2020	72,524,507,896	7,974,395.39	9,094.67	(74.42)
Average NAV of the period				72,649,258,189	
Changes in NAV per fund unit during the period - highest level				(955.57)	
Changes in NAV per fund unit during the period - lowest level				3.57	

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**8 RELATED PARTIES DISCLOSURES**

**(a) Transactions with related parties**

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

*(i) Dai-ichi Life Vietnam Fund Management Company Limited, the Fund Management Company*

	For the six-month period ended 30 June	
	2021 VND	2020 VND
Fund management fee	887,444,812	545,052,533

In accordance with the Fund's Charter, Fund Management Company is entitled to receive annual management fee equal to 1.5% of NAV of the Fund. The fund management fee is calculated (accrued) for each valuation period based on the NAV of the Fund excluding fee at the date prior to the valuation date. The monthly fee payable is total fee which is calculated (accrued) for valuation dates within each month.

*(ii) HSBC Bank (Vietnam) Limited, the Supervising, Custodian Bank, Transfer Agency and Fund Administration*

	For the six-month period ended 30 June	
	2021 VND	2020 VND
Custodian service (Note 5.5)	114,000,002	113,999,999
Transfer agency fee	96,199,159	88,278,546
Fund administration fee	72,600,003	72,600,003
Transaction fee (Note 5.5)	69,600,000	56,850,000
Supervising fee	46,200,000	46,200,000
Depository fee to HSBC Bank (Vietnam) on behalf of VSD (Note 5.5)	4,952,992	4,281,147
Bank charges (Note 5.6)	1,025,200	893,200

The Fund has appointed HSBC Bank (Vietnam) Limited ("HSBC") to be the Custodian Bank and Supervisory Bank of the Fund. HSBC was authorised by the Fund Management Company to provide fund administration service and transfer agency service.

In accordance with the Fund's Charter, the Fund has to pay HSBC custodian service fee, supervising fee, fund administration fee and transfer agency fee on a monthly basis. The above fees are calculated at each valuation period using NAV at valuation date. Monthly fees are total fees of valuation periods within each month, the details are as follows:

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**8 RELATED PARTIES DISCLOSURES (continued)**

**(a) Transactions with related parties (continued)**

**(ii) HSBC Bank (Vietnam) Limited, the Supervising, Custodian Bank, Transfer Agency and Fund Administration (continued)**

<b>Services</b>	<b>Fee rates</b>
Supervising fee (excluding VAT)	0.02% per annum on NAV. Minimum supervising fee is VND7,000,000 per month
Custodian fee	0.06% per annum on NAV. Minimum custodian fee is VND19,000,000 per month
Fund administration (excluding VAT)	0.035% per annum on NAV. Minimum fund administration is VND11,000,000 per month

Transfer agency fees include two groups of fees as follows:

- Group of fee calculated based on NAV or transaction value include:
  - Annual maintenance service fees: 0.04% annual NAV. Minimum transfer agency maintenance fee is VND13,000,000 per month.
  - Registration fees for new purchase, acquisition, conversion, transfer: 0.03% of transaction value of new purchase, acquisition, conversion, transfer.
- Group of fee calculated based on actual amount incurred include:
  - Data setup fees include VND15,000 per fund unit holder and VND1,000,000 per discussion agent.
  - Other fees such as mails delivery fees VND100,000 per fund unit holder, HSBC net equipment fee VND300,000 per equipment and other fees.

In addition, the Fund also has obligation to pay HSBC the following fees in relation to assets transactions of the Fund:

<b>Services</b>	<b>Fee rates</b>
Purchases/sales of securities	VND150,000 per transaction

**(iii) Board of Representatives' remunerations**

	<b>For the six-month period ended 30 June</b>	
	<b>2021 VND</b>	<b>2020 VND</b>
Board of Representatives' remunerations (Note 5.6)	<u>90,000,003</u>	<u>90,000,001</u>



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**8 RELATED PARTIES DISCLOSURES (continued)**

**(a) Transactions with related parties (continued)**

*(iii) Board of Representatives' remunerations (continued)*

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

**(b) Balances with related parties**

As at 30 June 2021, the Fund had the following balances with related parties:

	<b>As at</b>	
	<b>30.6.2021</b>	<b>31.12.2020</b>
	<b>VND</b>	<b>VND</b>
<b>Fund Management Company</b>		
Fund management fee payable (Note 6.7)	170,079,283	125,824,659
	<u>                    </u>	<u>                    </u>
<b>HSBC Bank Limited (Vietnam)</b>		
Cash for the Fund's operations (Note 6.1)	7,494,884,466	3,122,878,226
Custody fee payable (Note 6.7)	18,999,999	19,000,002
Transfer agency service fee (Note 6.7)	16,043,060	14,790,174
Transaction service fee payable (Note 6.7)	15,150,000	6,150,000
Fund administration fee payable (Note 6.7)	12,100,002	12,100,000
Supervising fee payable (Note 6.7)	7,699,998	7,700,001
	<u>                    </u>	<u>                    </u>
<b>Board of Representatives</b>		
Accrued Board of Representatives' remunerations (Note 6.5)	45,000,003	45,000,000
	<u>                    </u>	<u>                    </u>

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**9 THE FUND'S PERFORMANCE INDICATORS**

		<b>For the six-month period ended 30 June</b>	
		<b>2021 VND</b>	<b>2020 VND</b>
<b>I</b>	<b>Investment performance</b>		
1	Management fee paid to Fund Management Company/Average NAV during the period (%)	1.49%	1.50%
2	Custody, supervising fee paid to Supervising Bank/Average NAV during the period (%)	0.39%	0.61%
3	Fund administration fee, and other expenses paid to related service suppliers/Average NAV during the period (%)	0.28%	0.44%
4	Audit fee/Average NAV during the period (%)	0.13%	0.20%
5	Legal advisory fee, quotation fee and other fees, remunerations paid to the Fund Board of Representatives/Average NAV during the period (%)	0.15%	0.25%
6	Operation expenses/Average NAV during the period (%)	3.07%	3.63%
7	Turnover of investment portfolio during the period	223.72%	213.72%

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**9 THE FUND'S PERFORMANCE INDICATORS (continued)**

		For the six-month period ended 30 June	
		2021 VND	2020 VND
<b>II</b>	<b>Others</b>		
<b>1</b>	<b>Fund scale at the beginning of the period (calculated on par value of fund units)</b>		
	Total value of fund units at the beginning of the period	81,250,942,400	77,475,804,900
	Total number of fund units at the beginning of the period	8,125,094.24	7,747,580.49
<b>2</b>	<b>Change in Fund scale during the period (calculated on par value of fund units)</b>		
	Number of issued fund units during the period	811,348.26	271,479.05
	Value of subscription capital during the period (at par value)	8,113,482,600	2,714,790,500
	Number of redeemed fund units during the period	(181,452.63)	(44,664)
	Value of redemption capital during the period (at par value)	(1,814,526,300)	(446,641,500)
<b>3</b>	<b>Fund scale at the end of the period (calculated on par value of fund units)</b>		
	Total value of fund units at the end of the period	87,549,898,700	79,743,953,900
	Total number of fund units at the end of the period	8,754,989.87	7,974,395.39
<b>4</b>	<b>Percentage of fund units held by the Fund Management Company and related parties at the end of the period (%)</b>	<b>83.45%</b>	<b>90.71%</b>
<b>5</b>	<b>Proportion of fund units held by 10 largest fund unit holders at the end of the period (%)</b>	<b>86.29%</b>	<b>92.54%</b>
<b>6</b>	<b>Percentage of fund units held by foreign fund unit holders at the end of the period (%)</b>	<b>79.95%</b>	<b>87.78%</b>
<b>7</b>	<b>Number of fund unit holders at the end of the period</b>	<b>782</b>	<b>303</b>
<b>8</b>	<b>NAV/fund unit at the end of the period</b>	<b>16,198.36</b>	<b>9,094.67</b>



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**10 FINANCIAL RISK MANAGEMENT AND FAIR VALUE**

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

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

Credit risk  
Liquidity risk  
Market risk

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

**(a) Credit risk**

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

All current cash at bank, term deposits and certificates of deposit were placed with financial institutions where the Fund did not expect any losses arising from their operations.

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

Receivables from investment activities include interest receivables from term deposits, bonds and certificates of deposit and dividend receivables. The maximum exposure to credit risk faced by the Fund is equal to the carrying amounts of cash at bank, term deposits, corporate bonds, transferable certificates of deposit and receivables from investment activities.

As at 30 June 2021, the Fund has no doubtful debts.

**(b) Liquidity risk**

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

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**10 FINANCIAL RISK MANAGEMENT AND FAIR VALUE (continued)**

**(b) Liquidity risk (continued)**

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

As at 30 June 2021, all the Fund's liabilities were due within 1 year.

As at 30 June 2021, there was no obligation relating to derivative financial instruments.

**(c) Market risk**

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

*Interest rate risk*

Interest rate risk is the risk that the fair value or future cash flows of the Fund's financial instruments will fluctuate as a result of changes in market interest rates. This risk arises when the market interest rate increases, the value of fixed income instruments held by the Fund such as corporate bonds, term deposits and transferable certificates of deposit, especially for long-term investments.

As at 30 June 2021, the Fund's exposure to market risk due to change in interest rates is minimal since all cash at bank of the Fund is demand deposit have low and fixed interest rates.

*Currency risk*

Currency risk is the risk that the value of the Fund's financial instruments will be affected by changes in exchange rates. The Fund is not exposed to currency risk as the Fund's assets and liabilities are denominated in Vietnamese Dong, which is the Fund's accounting currency.

*Market price risk*

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

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

As at 30 June 2021, the market value of the Fund's listed securities is VND136,146,953,300 (as at 31 December 2020: VND100,366,421,350, if market price of securities had increased/decreased by 10% with all other variables (including tax rate) being held constant, the net asset value of the Fund would have been higher/lower by VND13,614,695,330 (as at 31 December 2020: VND10,036,642,135).



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**10 FINANCIAL RISK MANAGEMENT AND FAIR VALUE (continued)**

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

Financial assets of the Fund comprise:

- Cash;
- Listed equities and net accumulative dividend receivables.

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

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

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

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



**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**10 FINANCIAL RISK MANAGEMENT AND FAIR VALUE (continued)**

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

Fair values of the Fund's financial assets and financial liabilities as at 30 June 2021 and 30 December 2020 are as follows:

	<b>Carrying value</b>		<b>Fair value</b>	
	<b>30.6.2021</b>	<b>31.12.2020</b>	<b>30.6.2021</b>	<b>31.12.2020</b>
	<b>VND</b>	<b>VND</b>	<b>VND</b>	<b>VND</b>
<b>Financial assets</b>				
Cash and cash equivalents	7,494,884,466	3,122,878,226	7,494,884,466	3,122,878,226
Net Investments	136,146,953,300	100,366,421,350	136,146,953,300	100,366,421,350
- <i>Investment</i>	<i>136,146,953,300</i>	<i>100,366,421,350</i>	<i>136,146,953,300</i>	<i>100,366,421,350</i>
Receivables from investments				
sold but not yet settled	659,767,328	656,164,275	659,767,328	656,164,275
Dividend and interest				
receivables	283,400,000	221,300,000	283,400,000	221,300,000
- <i>Dividend receivables</i>				
<i>not yet due</i>	<i>283,400,000</i>	<i>221,300,000</i>	<i>283,400,000</i>	<i>221,300,000</i>
<b>Total</b>	<b>144,585,005,094</b>	<b>104,366,763,851</b>	<b>144,585,005,094</b>	<b>104,366,763,851</b>
<b>Financial liabilities</b>				
Payables for securities				
purchased but not yet settled	2,331,644,620	432,147,250	2,331,644,620	432,147,250
Subscription and redemption				
fee payable to distributors	200,000	88,000	200,000	88,000
Expense accruals	118,639,725	138,500,000	118,639,725	138,500,000
Subscription payable to fund				
unit holders	16,285,000	772,200,000	16,285,000	772,200,000
Redemption payables to fund				
unit holders	59,814,963	236,580,656	59,814,963	236,580,656
Fees payable to related				
service providers	240,072,342	185,564,836	240,072,342	185,564,836
<b>Total</b>	<b>2,766,656,650</b>	<b>1,765,080,742</b>	<b>2,766,656,650</b>	<b>1,765,080,742</b>

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021  
(continued)**

**11 SUBSEQUENT EVENTS**

There have been no significant subsequent events occurring after the reporting date which would require adjustments or disclosures to be made in the interim financial statements.

**12 APPROVAL OF THE INTERIM FINANCIAL STATEMENTS**

The interim financial statements for the six-month period ended 30 June 2021 were approved by the Board of Representatives on 12 August 2021.



Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Tran Chau Danh**  
Chief Executive Officer

A handwritten signature in blue ink, likely belonging to Ho Thi Mai Phuong.

Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Ho Thi Mai Phuong**  
Operation Officer

A handwritten signature in blue ink, likely belonging to Tran Thi Anh Tram.

Dai-ichi Life Vietnam Fund Management  
Company Limited  
**Tran Thi Anh Tram**  
Operation Senior Manager