

Hoang Anh Gia Lai Agricultural Joint Stock Company

Interim consolidated financial statements

30 June 2016



Hoang Anh Gia Lai Agricultural Joint Stock Company

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Hoang Anh Gia Lai Agricultural Joint Stock Company

GENERAL INFORMATION

THE COMPANY

Hoang Anh Gia Lai Agricultural Joint Stock Company ("the Company") is a shareholding company incorporated under the Law on Enterprises of Vietnam pursuant to Business Registration Certificate ("BRC") No. 5900712753 issued by the Department of Planning and Investment of Gia Lai Province on 26 May 2010 and fourteen (14) amended BRCs.

The Company's shares were listed on the Ho Chi Minh City Stock Exchange in accordance with Decision No. 278/QĐ-SGDHCM issued by the Ho Chi Minh City Stock Exchange on 10 July 2015.

As at 30 June 2016, the Company had eleven (11) direct subsidiaries, twelve (12) indirect subsidiaries and one (1) associate.

The registered principal activities of the Company and its subsidiaries are breeding and trading dairy cows and cows for meat; planting rubber trees and trading rubber latex; planting oil palm; planting sugarcane and other perennial trees; afforesting; generating and trading seedlings; providing plantation services and related materials; constructing houses; constructing industrial and civil projects.

The Company's head office is located at No. 15 Truong Chinh Street, Phu Dong Ward, Pleiku City, Gia Lai Province, Vietnam.

BOARD OF DIRECTORS

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

<i>Name</i>	<i>Position</i>
Mr Doan Nguyen Duc	Chairman
Mr Vo Truong Son	Member
Mr Doan Nguyen Thu	Member
Mr Nguyen Xuan Thang	Member
Mrs Vo Thi Huyen Lan	Member
Mr Nguyen Ngoc Anh	Member
Mr Nguyen Quan Anh	Member

BOARD OF SUPERVISORS

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

<i>Name</i>	<i>Position</i>
Mr Le Hong Phong	Head
Mr Pham Ngoc Chau	Member
Mrs Dao Dinh Phuong	Member

Hoang Anh Gia Lai Agricultural Joint Stock Company

GENERAL INFORMATION (continued)

MANAGEMENT

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

<i>Name</i>	<i>Position</i>
Mr Nguyen Xuan Thang	Director
Mr Phan Thanh Thu	Vice Director
Mr Nguyen Ngoc Anh	Vice Director
Mr Trinh Xuan Nhan	Vice Director
Mrs Vo Thi My Hanh	Vice Director
Mr Hoang Dinh Quy	Vice Director
Mr Nguyen Quan Anh	Vice Director

LEGAL REPRESENTATIVES

The legal representative of the Company during the period and at the date of this report is Mr Nguyen Xuan Thang.

AUDITORS

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

Hoang Anh Gia Lai Agricultural Joint Stock Company

REPORT OF MANAGEMENT

Management of Hoang Anh Gia Lai Agricultural Joint Stock Company ("the Company") is pleased to present its report and the interim consolidated financial statements of the Company and its subsidiaries ("the Group") for the six-month period ended 30 June 2016.

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

Management is responsible for the interim consolidated financial statements of each financial period which give a true and fair view of the interim consolidated financial position of the Group and of the interim consolidated results of its operations and its interim consolidated cash flows for the period. In preparing those interim consolidated financial statements, management is required to:

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

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

Management confirmed that it has complied with the above requirements in preparing the accompanying interim consolidated financial statements.

STATEMENT BY MANAGEMENT

Management does hereby state that, in its opinion, the accompanying interim consolidated financial statements give a true and fair view of the interim consolidated financial position of the Group as at 30 June 2016 and of the interim consolidated results of its operations and its interim consolidated cash flows for the period then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to preparation and presentation of interim consolidated financial statements.

For and on behalf of management:



Nguyễn Xuân Thang
Director

Gia Lai Province, Vietnam

29 August 2016



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Reference: 61280353/18688688_HN/LR

REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS

To: **The Shareholders and the Board of Directors of Hoang Anh Gia Lai Agricultural Joint Stock Company**

We have reviewed the accompanying interim consolidated financial statements of Hoang Anh Gia Lai Agricultural Joint Stock Company ("the Company") and its subsidiaries ("the Group"), as prepared on 29 August 2016 and set out on pages 6 to 63 which comprise the interim consolidated balance sheet as at 30 June 2016, the interim consolidated income statement and interim consolidated cash flow statement for the six-month period then ended and the notes thereto.

Management's responsibility

The Company's management is responsible for the preparation and fair presentation of these interim consolidated financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to preparation and presentation of interim consolidated financial statements, and for such internal control as management determines is necessary to enable the preparation and presentation of interim consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express a conclusion on the interim consolidated financial statements based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements No. 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

A review of interim consolidated 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 consolidated financial statements do not give a true and fair view, in all material respects, of the interim consolidated financial position of the Group as at 30 June 2016, and of the interim consolidated results of its operations and its interim consolidated cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to preparation and presentation of interim consolidated financial statements.



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Emphasis of matters

We draw attention to Note 2.1 to the interim consolidated financial statements. The interim consolidated financial statements have been prepared on the assumption that the Group will continue as a going concern. As at 30 June 2016, the Group reported loans and bonds payable amounting to VND'000 14,145,387,580, of which VND'000 4,749,812,498 will be due within 12 months from 30 June 2016; the Group is in violation of certain loan and bond covenants as mentioned in Notes 23.2 and 23.4 to the interim consolidated financial statements. Furthermore, as at 30 June 2016, the Group's current liabilities exceeded its current assets by VND'000 1,915,077,115 and incurred a net loss of VND'000 559,485,898 for the six-month period then ended. As at the date of these interim consolidated financial statements, the Group is still waiting for the official approval from relevant authorities to restructure the above loans and bonds. Should the restructure of the above mentioned loans and bonds not be executed, these mentioned factors indicate the existence of a material uncertainty which may cast significant doubt about the Group's ability to continue as a going concern.

In addition, we draw attention to Note 33 to the interim consolidated financial statements. As at 30 June 2016, the Group reported short-term and long-term loans receivable from its related parties amounting to VND'000 49,291,765 and VND'000 1,623,711,617 that have yet been approved by the shareholders at Annual General Meeting as required under Circular No. 121/2012/TT-BTC issued by the Ministry of Finance on 26 July 2012 providing regulations on corporate governance applicable to public companies.



Ernst & Young Vietnam Limited

Doan Thi Thu Thuy
Deputy General Director
Audit Practicing Registration Certificate
No. 1070-2013-004-1

Ho Chi Minh City, Vietnam

29 August 2016

INTERIM CONSOLIDATED BALANCE SHEET
as at 30 June 2016


VND'000

Code	ASSETS	Notes	30 June 2016	31 December 2015
100	A. CURRENT ASSETS		6,252,647,178	7,220,860,465
110	I. Cash	5	87,517,890	331,961,020
111	1. Cash		87,517,890	331,961,020
130	II. Current accounts receivable		3,716,433,238	3,888,556,900
131	1. Short-term trade receivables	6	1,685,508,517	1,065,007,018
132	2. Short-term advances to suppliers	7	1,637,096,424	2,257,718,117
135	3. Short-term loan receivables	8	98,850,445	265,641,262
136	4. Other short-term receivables	9	302,347,641	302,560,292
137	5. Provision for short-term doubtful receivables	6	(7,369,789)	(2,369,789)
140	III. Inventories	10	2,424,534,342	2,966,320,073
141	1. Inventories		2,428,257,587	2,971,502,880
149	2. Provision for obsolete inventories		(3,723,245)	(5,182,807)
150	IV. Other current assets		24,161,708	34,022,472
151	1. Short-term prepaid expenses		8,711,273	8,857,139
152	2. Value-added tax deductible		13,319,005	22,934,095
153	3. Tax and other receivables from the State	32.1	2,131,430	2,231,238
200	B. NON-CURRENT ASSETS		23,243,956,558	19,880,731,670
210	I. Long-term receivables		1,828,014,513	1,383,681,815
215	1. Long-term loan receivables	8	1,695,939,125	1,307,804,207
216	2. Other long-term receivables	9	132,075,388	75,877,608
220	II. Fixed assets		6,031,509,858	5,596,337,810
221	1. Tangible fixed assets	11	5,991,838,901	5,553,475,832
222	Cost		6,922,040,712	6,246,257,348
223	Accumulated depreciation		(930,201,811)	(692,781,516)
227	2. Intangible assets	12	39,670,957	42,861,978
228	Cost		54,845,260	54,845,260
229	Accumulated amortisation		(15,174,303)	(11,983,282)
240	III. Long-term assets in progress		13,530,980,566	11,153,955,744
242	1. Construction in progress	13	13,530,980,566	11,153,955,744
250	IV. Long-term investments		310,387,094	311,150,970
252	1. Investment in an associate	15.1	271,187,094	271,950,970
253	2. Investment in other entity	15.2	39,200,000	39,200,000
260	V. Other long-term assets		1,543,064,527	1,435,605,331
261	1. Long-term prepaid expenses	16	1,048,604,229	944,944,277
262	2. Deferred tax assets	32.2	73,149,623	57,286,393
269	3. Goodwill	17	421,310,675	433,374,661
270	TOTAL ASSETS		29,496,603,736	27,101,592,135

INTERIM CONSOLIDATED BALANCE SHEET (continued)
as at 30 June 2016


VND'000

Code	RESOURCES	Notes	30 June 2016	31 December 2015
300	C. LIABILITIES		18,494,860,808	17,221,964,230
310	I. Current liabilities		8,167,724,293	7,030,109,890
311	1. Short-term trade payables	18	436,298,382	630,784,705
312	2. Short-term advances from customers	19	291,161,731	787,064,002
313	3. Statutory obligations	20	194,142,577	148,940,710
314	4. Payables to employees		38,408,203	27,580,067
315	5. Short-term accrued expenses	21	425,650,817	474,504,889
319	6. Other short-term payables	22	2,032,250,085	1,834,130,467
320	7. Short-term loans	23	4,749,812,498	3,127,105,050
330	II. Non-current liabilities		10,327,136,515	10,191,854,340
337	1. Other long-term liabilities	22	640,473,153	847,958,773
338	2. Long-term loans	23	9,395,575,082	9,108,541,327
341	3. Deferred tax liabilities	32.2	291,088,280	235,354,240
400	D. OWNERS' EQUITY		11,001,742,928	9,879,627,905
410	I. Capital		11,001,742,928	9,879,627,905
411	1. Share capital	24.1	7,671,438,950	7,081,438,950
411a	- Shares with voting rights		7,671,438,950	7,081,438,950
412	2. Share premium	24.1	1,064,550,810	2,550,810
417	3. Foreign exchange differences reserve	24.1	473,574,275	443,148,354
421	4. Undistributed earnings	24.1	1,608,066,193	2,126,574,755
421a	- Undistributed earnings up to prior period-end		2,126,574,755	1,419,585,622
421b	- Undistributed earnings of current period		(518,508,562)	706,989,133
429	5. Non-controlling interests	25	184,112,700	225,915,036
440	TOTAL LIABILITIES AND OWNERS' EQUITY		29,496,603,736	27,101,592,135


 Nguyen Thi Hai Yen
 Preparer


 Ho Thi Tuyet Loan
 Chief Accountant





 Nguyen Xuan Thang
 Director

29 August 2016


INTERIM CONSOLIDATED INCOME STATEMENT
for the six-month period ended 30 June 2016

VND'000

Code	ITEMS	Notes	For the six-month period ended 30 June 2016	For the six-month period ended 30 June 2015
01	1. Revenue from sale of goods and rendering of services	27.1	2,596,980,683	2,072,484,141
02	2. Deductions	27.1	(896,894)	-
10	3. Net revenue from sale of goods and rendering of services	27.1	2,596,083,789	2,072,484,141
11	4. Cost of goods sold and services rendered	28	(2,252,265,604)	(1,243,451,438)
20	5. Gross profit from sale of goods and rendering of services		343,818,185	829,032,703
21	6. Finance income	27.2	133,724,686	103,200,935
22	7. Finance expenses	29	(428,532,289)	(190,466,723)
23	<i>In which: Interest expense</i>		(360,944,699)	(160,551,941)
24	8. Shares of loss of an associate	15.1	(13,592,521)	-
25	9. Selling expenses	30	(44,690,479)	(14,220,631)
26	10. General and administrative expenses	30	(95,310,496)	(68,621,432)
30	11. Operating (loss) profit		(104,582,914)	658,924,852
31	12. Other income	31	30,235,097	440,542
32	13. Other expenses	31	(497,451,200)	(44,375,127)
40	14. Other loss	31	(467,216,103)	(43,934,585)
50	15. Accounting (loss) profit before tax		(571,799,017)	614,990,267
51	16. Current corporate income tax expense	32.1	(586,603)	(22,068,521)
52	17. Deferred tax income	32.2	12,899,722	8,715,043
60	18. Net (loss) profit after tax		(559,485,898)	601,636,789
61	19. Net (loss) profit after tax attributable to shareholders of the parent		(518,508,562)	596,410,522
62	20. Net (loss) profit after tax attributable to non-controlling interests	25	(40,977,336)	5,226,267
70	21. Basic (loss) earnings per share (VND)	26	(691)	968
71	22. Diluted (loss) earnings per share (VND)	26	(691)	788


Nguyen Thi Hai Yen
Preparer


Ho Thi Tuyet Loan
Chief Accountant


Nguyen Xuan Thang
Director

29 August 2016

INTERIM CONSOLIDATED CASH FLOW STATEMENT
for the six-month period ended 30 June 2016

VND'000

Code	ITEMS	Notes	For the six-month period ended 30 June 2016	For the six-month period ended 30 June 2015
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	Accounting (loss) profit before tax		(571,799,017)	614,990,267
	Adjustments for:			
02	Depreciation and amortisation (include amortisation of goodwill)	11, 12, 17	274,628,699	141,541,134
03	Provisions		3,540,438	-
04	Foreign exchange (gains) losses arisen from revaluation of monetary accounts denominated in foreign currencies		(5,812,273)	16,803,728
05	Profits from investing activities		(99,528,540)	(62,893,819)
06	Interest expenses	29	360,944,699	160,551,941
08	Operating (loss) profit before changes in working capital		(38,025,994)	870,993,251
09	Decrease (increase) in receivables		282,258,223	(1,401,442,625)
10	Decrease (increase) in inventories		542,269,453	(1,387,231,461)
11	(Decrease) increase in payables		(431,583,607)	1,924,722,353
12	(Increase) decrease in prepaid expenses		(107,447,558)	81,739,187
14	Interest paid		(227,874,829)	(265,170,483)
15	Corporate income tax paid	32.1	(193,268)	(6,568,811)
17	Other cash outflows from operating activities		-	(253,814)
20	Net cash flows from (used in) operating activities		19,402,420	(183,212,403)
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchase and construction of fixed assets		(1,827,055,319)	(1,617,869,899)
22	Proceeds from disposals of fixed assets		313,823,745	3,221,331
23	Loans to other entities		(312,187,480)	(355,465,084)
24	Collections from borrowers		279,644,585	311,277,652
25	Payments for investments in other entities		(965,214,338)	(461,515,726)
27	Interest received		20,431,840	3,384,430
30	Net cash flows used in investing activities		(2,490,556,967)	(2,116,967,296)

INTERIM CONSOLIDATED CASH FLOW STATEMENT (continued)
for the six-month period ended 30 June 2016

VND'000

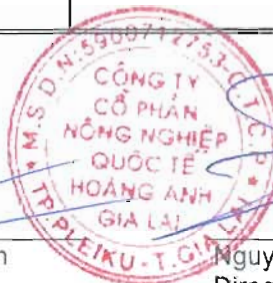
Code	ITEMS	Notes	For the six-month period ended 30 June 2016	For the six-month period ended 30 June 2015
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
31	Proceeds from share issuance	24.1	1,652,000,000	1,797,972,760
33	Drawdown of loans and borrowings		2,906,440,810	3,356,961,664
34	Repayment of loans and borrowings		(2,331,729,393)	(2,706,217,887)
36	Dividends paid		-	(83,091,160)
40	Net cash flows from financing activities		2,226,711,417	2,365,625,377
50	Net (decrease) increase in cash		(244,443,130)	65,445,678
60	Cash at beginning of period		331,961,020	46,804,781
70	Cash at end of period	5	87,517,890	112,250,459



Nguyen Thi Hai Yen
Preparer



Ho Thi Tuyet Loan
Chief Accountant



Nguyen Xuan Thang
Director

29 August 2016

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
as at and for the six-month period ended 30 June 2016

1. CORPORATE INFORMATION

Hoang Anh Gia Lai Agricultural Joint Stock Company ("the Company") is a shareholding company incorporated under the Law on Enterprises of Vietnam pursuant to Business Registration Certificate ("BRC") No. 5900712753 issued by the Department of Planning and Investment ("DPI") of Gia Lai Province on 26 May 2010 and fourteen (14) amended BRCs.

The Company's shares were listed on the Ho Chi Minh City Stock Exchange in accordance with the Decision No. 278/QĐ-SGDHCM issued by the Ho Chi Minh City Stock Exchange on 10 July 2015.

As at 30 June 2016, the Company had eleven (11) direct subsidiaries, twelve (12) indirect subsidiaries and one (1) associate, as follows:

<i>Name of subsidiaries</i>	<i>Location</i>	<i>Status of operation</i>	<i>Holding interest (%)</i>
(1) Hoang Anh - Quang Minh Rubber Industrial and Agricultural Co., Ltd.	Attapeu, Laos	Operating	97.77
(2) Hoang Anh - Quang Minh Rubber Joint Stock Company	Gia Lai, Vietnam	Operating	97.77
(3) Hoang Anh Dak Lak Joint Stock Company	Dak Lak, Vietnam	Operating	99.46
(4) Hoang Anh Attapeu Agriculture Development Co., Ltd.	Attapeu, Laos	Operating	100.00
(5) Hoang Anh Rattanakiri Co., Ltd.	Rattanakiri, Cambodia	Pre-operating	100.00
(6) Ban Me Rubber Joint Stock Company	Dak Lak, Vietnam	Pre-operating	99.38
(7) Heng Brothers Co., Ltd.	Rattanakiri, Cambodia	Pre-operating	100.00
(8) Hoang Anh Oyadav Co., Ltd.	Rattanakiri, Cambodia	Pre-operating	100.00
(9) CRD Co., Ltd.	Rattanakiri, Cambodia	Pre-operating	100.00
(10) Hoang Anh Gia Lai Sugar Cane Joint Stock Company	Gia Lai, Vietnam	Operating	99.99
(11) Hoang Anh Andong Meas One Member Co., Ltd.	Rattanakiri, Cambodia	Operating	97.77
(12) Hoang Anh Attapeu Sugar Cane Co., Ltd.	Attapeu, Laos	Operating	99.99
(13) Hoang Anh Gia Lai Import - Export Trading One member Co., Ltd.	Gia Lai, Vietnam	Operating	100.00
(14) Highland Dairy Cattle Joint Stock Company	Gia Lai, Vietnam	Operating	99.00
(15) Dong Penh Joint Stock Company	Gia Lai, Vietnam	Operating	99.90

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

1. CORPORATE INFORMATION (continued)

<i>Name of subsidiaries</i>	<i>Location</i>	<i>Status of operation</i>	<i>holding interest (%)</i>
(16) Daun Penh Agrico Co., Ltd.	Rattanakiri, Cambodia	Pre-operating	99,90
(17) An Dong Mia Joint Stock Company	Gia Lai, Vietnam	Operating	69,05
(18) Hoang Anh Lum Phat Co., Ltd.	Rattanakiri, Cambodia	Pre-operating	69,05
(19) Indochina Rubber Investment and Development Co., Ltd.	Ho Chi Minh, Vietnam	Operating	100,00
(20) Binh Phuoc Kratie Rubber 2 Co., Ltd.	Phnompenh, Cambodia	Pre-operating	100,00
(21) Sovann Vuthy Co., Ltd.	Kratie, Cambodia	Pre-operating	100,00
(22) Eastern Europe Rubber Investment Co., Ltd.	Ho Chi Minh, Vietnam	Operating	100,00
(23) Eastern Rubber (Cambodia) Co., Ltd.	Kratie, Cambodia	Pre-operating	100,00

Pre-operating status means the subsidiaries are still under investments stage and have yet started their commercial operations as at 30 June 2016.

The registered principal activities of the Company and its subsidiaries ("the Group") are breeding and trading dairy cows and cows for meat; planting rubber trees and trading rubber latex; planting oil palm, planting sugarcane and other perennial trees; afforesting; generating and trading seedlings; providing plantation services and related materials; constructing houses; constructing industrial and civil projects.

The Company's head office is located at No. 15 Truong Chinh Street, Phu Dong Ward, Pleiku City, Gia Lai Province, Vietnam.

The number of the Group's employees as at 30 June 2016 is 3,074 (31 December 2015: 2,590).

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

2. BASIS OF PREPARATION

2.1 *Going concern assumption*

The interim consolidated financial statements have been prepared on a going concern basis, which presumes that the Group will be able to realise its assets and discharge its liabilities in the normal course of operations for the foreseeable future.

As at 30 June 2016, the Group reported loans and bonds payable amounting to VND'000 14,145,387,580, of which VND'000 4,749,812,498 will be due within 12 months from 30 June 2016; the Group is also in violation of certain loan and bond covenants as mentioned in Notes 23.2 and 23.4 to the interim consolidated financial statements. Furthermore, as at 30 June 2016, the Group's current liabilities also exceeded its current assets by VND'000 1,915,077,115 and incurred a net loss of VND'000 559,485,898 for the six-month period then ended.

As at the date of these interim consolidated financial statements, the Group is still waiting for the official approval from relevant authorities to restructure the above loans and bonds.

Management believes that the approval from relevant authorities will be obtained and expects that the restructuring exercise will be executed as planned. Therefore, management continues preparing its interim consolidated financial statements on going concern basis.

Accordingly, the accompanying interim consolidated financial statements do not include any adjustments that may be necessary if the Group is unable to continue as a going concern.

2.2 *Accounting standards and system*

The interim consolidated financial statements of the Group expressed in thousands of Vietnam dong ("VND'000"), are prepared in accordance with the Vietnamese Enterprise Accounting System, Vietnamese Accounting Standard No. 27 - Interim Financial Reporting and other Vietnamese Accounting Standards issued by the Ministry of Finance as per:

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

Accordingly, the accompanying interim consolidated financial statements including their utilisation are not designed for those who are not informed about Vietnam's accounting principles, procedures and practices and furthermore are not intended to present the interim consolidated financial position and interim consolidated results of operations and interim consolidated cash flows in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

2.3 *Applied accounting documentation system*

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

2.4 *Fiscal year*

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

2.5 *Accounting currency*

The interim consolidated financial statements are prepared in Vietnam dong ("VND").

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

2. BASIS OF PREPARATION (continued)

2.6 Basis of consolidation

The Group's interim consolidated financial statements comprise the financial statements of the Company and its subsidiaries for the six-month period ended 30 June 2016.

The interim financial statements of the subsidiaries are prepared for the same reporting year as the Company, using consistent accounting policies.

All intra-company interim balances, income and expenses and unrealised gains or losses result from intra-company transactions are eliminated in full.

Non-controlling interests represent the portion of profit or loss and net assets not held by the Group and are presented separately in the interim consolidated income statement and within equity in the interim consolidated balance sheet, separately from parent shareholders' equity.

The subsidiaries are consolidated from the date of acquisition, being the date on which the Group obtains control and continued to be consolidated until the date that such control ceases. Where there is a loss of control over the subsidiaries, the interim consolidated financial statements still include results for the period of the reporting period during which the Group has control.

Impact of change in the ownership interest of a subsidiary, without a loss of control, is recorded in undistributed earnings.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Cash

Cash comprises cash on hand and cash at banks.

3.2 Receivables

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

The provision for doubtful receivables represents amounts of outstanding receivables at the balance sheet date which are doubtful of being recovered, are prepared in accordance with the guidance under Circular No. 228/2009/TT-BTC issued by the Ministry of Finance on 7 December 2009 ("Circular 228"). Increases or decreases to the provision balance are recorded into the general and administrative expense in the interim consolidated income statement.

3.3 Inventories

Inventories are stated at the lower of cost incurred in bringing each product to its present location and condition, and net realisable value.

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

The perpetual method is used to record inventories, which are valued as follows:

Raw and construction materials, tools and supplies and merchandise goods	- Actual cost on a weighted average basis.
Finished goods and work-in-process	- Cost of direct materials and labour plus attributable overheads based on the normal level of activities.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.3 *Inventories* (continued)

Inventory properties

Property acquired or being constructed for sale in the ordinary course of business, rather than to be held for rental or capital appreciation, is held as inventory properties and is measured at the lower of cost and net realisable value.

Cost includes:

- ▶ Freehold and leasehold rights for land;
- ▶ Amounts paid to contractors for construction; and
- ▶ Borrowing costs, planning and design costs, costs of site preparation, professional fees for legal services, property transfer taxes, construction overheads and other related costs.

Net realisable value is the estimated selling price in the ordinary course of the business, based on market prices at the reporting date and discounted for the time value of money if material, less costs to completion and the estimated costs of sale.

The cost of inventory properties recognised in profit or loss on disposal is determined with reference to the specific costs incurred on the property sold and an allocation of any non-specific costs based on the relative size of the property sold.

Provision for obsolete inventories

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

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

3.4 *Tangible fixed assets*

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of a tangible fixed asset comprises its purchase price and any directly attributable costs of bringing the tangible fixed asset to working condition for its intended use.

Expenditures for additions, improvements and renewals are added to the carrying amount of the assets and expenditures for maintenance and repairs are charged to the interim consolidated income statement as incurred.

When tangible fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the interim consolidated income statement.

3.5 *Intangible assets*

Intangible assets are stated at cost less accumulated amortisation.

The cost of an intangible asset comprises its purchase price and any directly attributable costs of preparing the intangible asset for its intended use.

Expenditures for additions, improvements are added to the carrying amount of the intangible assets and other expenditures are charged to the interim consolidated income statement as incurred.

When intangible assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the interim consolidated income statement.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.5 Intangible assets (continued)

Land use rights

Land use rights are recorded as intangible assets representing the value of the right to use the land acquired or leased by the Group. The useful life of land use rights are assessed either definite or indefinite. Accordingly, land use rights with definite useful life representing the land lease are amortized over the lease term while land use rights with indefinite useful life are not amortized.

3.6 Depreciation and amortisation

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

Buildings & structures	10 - 50 years
Machinery & equipment	5 - 20 years
Means of transportation & transmit instrument	8 - 20 years
Office equipment	3 - 10 years
Livestock	8 years
Land use rights	20 years
Software system	8 years
Other assets	8 - 15 years

Management estimated to start harvesting the rubber and oil palm plantations after seven (7) years and four and a half (4.5) years of cultivation, respectively. Thus, the plantations would be transferred from construction in progress to tangible fixed assets after such mentioned periods and depreciation will be started accordingly.

Depreciation of rubber plantations is calculated in accordance with Official Letter No. 1937/BTC-TCDN on 9 February 2010 issued by Department of Business Finance – Ministry of Finance providing guidance on depreciation of rubber plantations and Decision No. 221/QĐ-CSVN issued on 27 April 2010 by Vietnam Rubber Group providing guidance on the depreciation rates applicable to rubber plantations within 20 years as follows:

Year	Rate (%)
First year	2.50
Second year	2.80
Third year	3.50
Fourth year	4.40
Fifth year	4.80
Sixth year	5.40
Seventh year	5.40
Eighth year	5.10
Ninth year	5.10
Tenth year	5.00
Eleventh year	7.00
Twelfth year	6.60
Thirteenth year	6.20
Fourteenth year	5.90
Fifteenth year	5.50
Sixteenth year	5.40
Seventeenth year	5.00
Eighteenth year	5.50
Nineteenth year	5.20
Twentieth year	Remaining carrying value

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.7 Construction in progress

Construction in progress represents costs attributable directly to the construction and development of the Group's buildings and structures, factories, rubber, palm oil, sugarcane and other plantations which have yet been completed as at the interim balance sheet date.

Factories, buildings and structures

Costs include attributable costs related directly to the construction of the Group's factories, buildings and structures such as contractors' costs, survey and designing fees and other related costs.

Plantation costs

Plantation costs include costs directly attributable to the rubber, palm oil, sugarcane and other plantations such as survey, land compensation, land clearance, rubber and palm oil seeds, fertilizer, transportation of seeds and other materials, workers' wages, building roads and fences, fire prevention and security guards, anti-botanic drugs and other related costs.

Beef cattle project

Beef cattle project costs include costs directly attributed to the exploration and development of beef cattle projects such as the cost of breeder, infrastructure costs, cow's pastures and other related costs.

3.8 Borrowing costs

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

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

Borrowing costs that are directly attributable to the acquisition, construction or production of a particular asset are capitalised as part of the cost of that asset. Capitalisation of borrowing costs is suspended during the periods in which active development of the asset is interrupted unless such interruption is considered necessary. Capitalisation of borrowing costs is ceased when substantially all the activities necessary to prepare the qualifying asset for its intended use or sale are complete.

3.9 Prepaid expenses

Prepaid expenses are reported as short-term or long-term prepaid expenses on the interim consolidated balance sheet which mainly includes cost of tools and supplies, prepaid land rentals, sugarcane plantation and corn plantation and other plantations. They are amortised over the period for which the amounts are paid or the period in which economic benefits are generated in relation to these expenses.

- > Prepaid land rental are amortised over the periods of land lease;
- > Tools and consumables with large value issued into production and can be used for more than one year, amortised no more than three years and recognised in the consolidated income statement; and
- > Sugarcane, corn, grass plantation and other plantations expenses include stems, land preparation and planting costs. The stem costs are amortised over the lifetime of the trees. Land preparation and planting costs are amortised over the period, in which economic benefits are generated in connection to the costs incurred.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.10 Business combinations and goodwill

Business combinations are accounted for using the purchase method. The cost of a business combination is measured as the fair value of assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange plus any costs directly attributable to the business combination. Identifiable assets and liabilities and contingent liabilities assumed in a business combination are measured initially at fair values at the date of business combination.

Goodwill acquired in a business combination is initially measured at cost being the excess of the cost the business combination over the Group's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities. If the cost of a business combination is less than the fair value of the net assets of the subsidiary acquired, the difference is recognised directly in the interim consolidated income statement. After initial recognition, goodwill is measured at cost less any accumulated amortisation. Goodwill is amortised over ten (10) years on a straight-line basis. The parent company conducts the periodical review for impairment of goodwill of investment in subsidiaries. If there are indicators of impairment loss incurred is higher than the yearly allocated amount of goodwill on the straight-line basis, the higher amount will be recorded in the consolidated income statement.

When the Company acquires the non-controlling interests of a subsidiary, the difference between the cost of acquisition and the carrying amount of the non-controlling interest is reflected as undistributed earnings in the interim consolidated balance sheet.

Where the acquisition of subsidiary which is not a business, instead of an asset acquisition, the individual identifiable assets acquired and liabilities assumed are identified and recognised. The cost of the acquisition shall be allocated to the individual identifiable assets and liabilities on the basis of their relative fair values at the date of purchase. Such a transaction or event does not give rise to goodwill.

Where the business combinations involving entities or businesses under common control, the pooling of interest method is applied as follows:

- The assets and liabilities of the combining entities are reflected at their carrying amounts;
- No new goodwill is recognised as a result of the combination;
- The interim consolidated income statement reflects the results of the combining entities for the full accounting period, irrespective of when the combination took place; and
- Comparatives are presented as if the entities had always been combined.

3.11 Investments

Investments in an associate

The Group's investment in an associate is carried at cost and accounted for using the equity method of accounting. An associate is an entity in which the Group has significant influence and which is neither subsidiaries nor joint ventures. The Group generally deems they have significant influence if they have over 20% of the voting rights.

Under the equity method, the investment is carried in the interim consolidated balance sheet at cost plus post acquisition changes in the Group's share of net assets of the associate. Goodwill arising on acquisition of the associate is included in the carrying amount of the investment. Goodwill is not amortised and subject to annual review for impairment. The interim consolidated income statement reflects the share of the post-acquisition results of operation of the associate.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.11 *Investments* (continued)

Investments in an associate (continued)

The share of post-acquisition profit/(loss) of the associate is presented on the face of the interim consolidated income statement and its share of post-acquisition movements in reserves is recognised in reserves. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. Dividend/profit sharing receivable from associate reduces the carrying amount of the investment.

The financial statements of the associate are prepared for the same reporting year and use the same accounting policies as the Group. Where necessary, adjustments are made to bring the accounting policies in line with those of the Group.

Investments in other entity

Investments in other entity are stated at their acquisition costs.

Provision for diminution in value of investments

Provision is made for any diminution in value of investments in capital of other entities at the interim balance sheet in accordance with the guidance under Circular No. 228/2009/TT-BTC and Circular No. 89/2013/TT-BTC issued by the Ministry of Finance on 7 December 2009 and on 28 June 2013, respectively. Increases and decreases to the provision balance are recorded as finance expense in the interim consolidated income statement.

3.12 *Payables and accruals*

Payables and accruals are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Group.

3.13 *Earnings per share*

Basic earnings per share amounts are calculated by dividing net profit after tax for the period attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

Diluted earnings per share amounts are calculated by dividing the net profit after tax attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

3.14 *Foreign currency transactions*

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

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

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

- Monetary assets are translated at buying exchange rate of the commercial bank where the Group conducts transactions regularly; and
- Monetary liabilities are translated at selling exchange rate of the commercial bank where the Group conducts transactions regularly.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****3.14 Foreign currency transactions (continued)**

All foreign exchange differences incurred during the period and arisen from translation of monetary accounts denominated in foreign currency at balance sheet date are taken to the interim consolidated income statement.

Conversion of the financial statements of a subsidiary of the Group which maintains its accounting records in other currency rather than the Group's accounting currency of VND for the consolidation purpose is as follows:

- Assets and liabilities are converted into VND by using the average buying and selling exchange rate, respectively, as announced by the commercial banks where the Group maintains bank accounts at the balance sheet date;
- Revenues, other income and expenses are converted into VND by using the average exchange rate for the period;
- All foreign exchange differences resulting from conversion of financial statements of the subsidiary for the consolidation purpose are taken to the "foreign exchange reserve" on the interim consolidated balance sheet and charged to the consolidated income statement upon the disposal of the investment.

3.15 Appropriation of net profits

Net profit after tax (excluding negative goodwill arising from a bargain purchase) is available for appropriation to shareholders upon proposal by the Board of Directors and after approval by the shareholders in the annual general meeting, and after making appropriation to reserve funds in accordance with the Group's Charter and Vietnamese regulatory requirements.

3.16 Revenue recognition

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

Sale of goods

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, usually upon the delivery of the goods.

For sale of apartments, revenue is recognised when all of the following criteria have been effectively met:

- ▷ The Group has transferred to the buyer the significant risks and rewards of ownership of the units;
- ▶ The Group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the units sold;
- ▷ The amount of revenue can be measured reliably;
- ▷ It is probable that the economic benefits associated with the transaction will flow to the Group; and
- ▷ The costs incurred in respect of the transaction can be measured reliably.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****3.16 Revenue recognition (continued)***Construction contracts*

Where the outcome of a construction contract can be estimated reliably and certified by customers, revenue and costs are recognised by reference to the stage of completion of the contract activity at the interim balance sheet date. Variations in contract work, claims and incentive payments are included to the extent that they have been agreed with the customer.

Where the outcome of a construction contract cannot be estimated reliably, contract revenue is recognised to the extent of contract costs incurred that it is probable to be recoverable. Contract costs are recognised as expenses in the period in which they are incurred.

Rendering of services

Revenue from rendering of services is recognized when the services are rendered.

Interest

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

Dividend

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

Income from disposal of investments

Income from disposal of investments is recognised when the investments transfer procedures are completed and the involving parties have fulfilled their respective contractual obligations.

3.17 Taxation*Current income tax*

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

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

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

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.17 Taxation (continued)

Deferred tax

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

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

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

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

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

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

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

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

Deferred tax assets and liabilities are offset when there is a legally enforceable right for the Group to off-set current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority on either the same taxable entity or when the Group intends either settle current tax liabilities and assets on a net basis or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.18 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 Group, including holding company, subsidiaries and fellow subsidiaries are related parties of the Group. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Group that gives them significant influences over the Group, key management personnel, including directors and officers of the Group and close members of the families of these individuals and companies associated with these individuals also constitute related parties.

In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

3.19 Segment information

A segment is a component determined separately by the Group which is engaged in providing products or related services (business segment), or providing products or services in a particular economic environment (geographical segment), that is subject to risks and returns that are different from those of other segments.

4. BUSINESS COMBINATION

Acquisition of Indochina Rubber Investment and Development Co., Ltd. and its subsidiaries.

On 22 February 2016, the Company completed acquisition of 100% equity interest in Indochina Rubber Investment and Development Co., Ltd. ("Indochina Rubber") from An Think Investment Rubber Co., Ltd. and Cuong Think Rubber Co., Ltd. in accordance with the Share Capital Transferring Contracts No. 01/2015/AT.HNG dated 22 December 2015 and No. 01/2015/CT.HNG dated 25 December 2015, for considerations of VND 880 billion and VND 770 billion, respectively. Accordingly, Indochina Rubber became the Group's subsidiary since this date.

Indochina Rubber is a limited liability company with one member incorporated under the Law on Enterprise of Vietnam pursuant to BRC No 0311181334 issued by the Department of Planning and Investment of Ho Chi Minh City on 23 September 2011. This Company's head office is located at 11D Phan Ke Binh Street, Da Kao Ward, District 1, Ho Chi Minh City, Vietnam.

As at the acquisition date, Indochina Rubber has the following subsidiaries:

<i>Name of subsidiaries</i>	<i>Location</i>	<i>Activity business</i>	<i>Status of operation</i>	<i>% holding</i>
(1) Eastern Europe Rubber Investment Co., Ltd.	Ho Chi Minh City, Vietnam	Planting rubber	Operating	100%
(2) Eastern Rubber (Cambodia) Co., Ltd.	Kratie, Cambodia	Planting rubber	Pre-operating	100%
(3) Sovann Vuthy Co., Ltd.	Kratie, Cambodia	Planting rubber	Pre-operating	100%
(4) Binh Phuoc Kratie Rubber 2 Co., Ltd	Phnompenh, Cambodia	Planting rubber	Pre-operating	100%

The current principal activities of Indochina Rubber and its subsidiaries ("Indochina Rubber Group") in the current period is planting and looking after total area of 9,944.7 ha rubber plantations in Cambodia.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

4. **BUSINESS COMBINATIONS** (continued)

Acquisition of Indochina Rubber Investment and Development Co., Ltd. and its subsidiaries (continued)

As at 30 June 2016, the Group is in process of fair value determination of Indochina Rubber Group's identifiable assets, payables and other contingent liabilities as at the date of acquisition. Therefore, the Group used provisional fair value instead to account for the transaction.

The provisional fair value of the identifiable assets and liabilities of Indochina Rubber Group as at the acquisition date are presented below:

	VND'000
	<i>Provisional fair value recognised on acquisition</i>
Assets	
Cash and cash equivalents	684,785,662
Short-term investment	276,612,284
Other short-term receivables	32,460,055
Fixed assets	2,839,163
Construction in progress	1,891,695,537
Liabilities	
Other short-term payables	(203,027,005)
Short-term loans	(488,455,486)
Long-term loans	(504,688,437)
Deferred tax liabilities (Note 32.2)	(52,770,532)
Total net assets	1,639,451,241
Goodwill arising on acquisition (Note 17)	10,548,759
Consideration at fair value	1,650,000,000

5. **CASH**

	VND'000	
	30 June 2016	31 December 2015
Cash on hand	10,853,793	32,092,852
Cash at banks	76,631,577	299,868,168
Cash in transit	32,520	-
TOTAL	87,517,890	331,961,020

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

6. SHORT-TERM TRADE RECEIVABLES

	VND'000	
	30 June 2016	31 December 2015
Receivables from the Laos Government for construction of airports	728,260,658	730,579,743
Receivables from sales of goods and rendering of services	957,247,859	334,427,275
- Due from related parties (Note 33)	658,123,330	269,537,481
- Due from others	299,124,529	64,889,794
TOTAL	1,685,508,517	1,065,007,018
Provision for short-term doubtful receivables	(7,369,789)	(2,369,789)
NET	1,678,138,728	1,062,637,229

7. SHORT-TERM ADVANCES TO SUPPLIERS

	VND'000	
	30 June 2016	31 December 2015
Advances to suppliers of goods and services	1,412,483,706	1,883,134,630
- Kasimex Co., Ltd.	-	372,988,152
- Other suppliers	1,412,483,706	1,510,146,478
Advances to subcontractors of airport projects in Laos	4,122,655	327,627,512
- Mr Nguyen Dac Quoc	-	70,266,565
- Ms Pham Thanh Thuy	-	28,044,369
- Others	4,122,655	229,316,578
Advances to contractors of construction and suppliers of machineries	220,490,063	46,955,975
TOTAL	1,637,096,424	2,257,718,117
<i>In which:</i>		
Due from related parties (Note 33)	1,428,783,987	1,427,806,350
Due from others	208,312,437	829,911,767

8. LOAN RECEIVABLES

	VND'000	
	30 June 2016	31 December 2015
Short-term	98,850,445	265,641,262
Loans to related parties (Note 33)	49,291,765	173,855,867
Loans to Samaki Agricultural Development Co., Ltd.	49,558,680	91,785,395
Long-term	1,695,939,125	1,307,804,207
Loans to related parties (Note 33)	1,623,711,617	1,245,353,038
Loans to other companies	72,227,508	62,451,169
TOTAL	1,794,789,570	1,573,445,469

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

9. OTHER RECEIVABLES

	VND'000	
	30 June 2016	31 December 2015
Short-term	302,347,641	302,560,292
Advances to employees for business activities	103,227,297	204,857,675
Interest from loans	109,103,737	77,470,619
Others	90,016,607	20,231,998
<i>In which:</i>		
<i>Due from others</i>	159,353,837	212,948,729
<i>Due from related parties (Note 33)</i>	142,993,804	89,611,563
Long-term	132,075,388	75,877,608
Interest from loans receivable	78,814,137	27,421,314
Deposits	16,015,925	11,823,112
Others	37,245,326	36,633,182
<i>In which:</i>		
<i>Due from related parties (Note 33)</i>	78,814,138	23,349,092
<i>Due from others</i>	53,261,250	52,528,516
TOTAL	434,423,029	378,437,900

10. INVENTORIES

	VND'000	
	30 June 2016	31 December 2015
Work in process	1,773,537,559	2,378,243,787
<i>In which:</i>		
<i>Cows for meat (*)</i>	786,901,954	1,417,725,816
<i>Construction contracts</i>	640,812,654	473,525,915
<i>Manufacturing activities</i>	345,822,951	486,992,056
Raw materials	480,399,151	410,514,950
Apartments available for sales	99,519,540	116,436,784
Finished goods	44,267,112	35,923,410
Tools and supplies	16,902,144	17,412,328
Goods in transit	7,159,390	-
Merchandise goods	6,472,691	12,971,621
TOTAL	2,428,257,587	2,971,502,880
Provision for obsolete inventories	(3,723,245)	(5,182,807)
NET	2,424,534,342	2,966,320,073

(*) All the cows for meat have been mortgaged to secure the Group's outstanding borrowings (Note 23).

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
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11. TANGIBLE FIXED ASSETS

	Buildings & structures	Machinery & equipment	Means of transportation & transit instrument	Office equipment	Livestock and perennial trees	Other assets	Total
Cost							
As at 31 December 2015	1,751,998,830	1,550,006,980	1,125,435,420	1,128,933	1,800,069,049	17,618,136	6,246,257,348
Transfer from construction in progress	350,201,380	5,501,811	108,124,268	-	160,435,290	-	624,262,749
New purchases	2,270,931	22,139,444	13,149,499	-	295,587,410	825,000	333,972,284
Increase due to acquisition of subsidiaries	-	954,545	2,702,950	-	-	-	3,657,495
Foreign exchange differences	4,608,943	(187,638)	1,910,533	(465)	6,535,794	47,309	12,914,476
Disposals	-	(3,863,618)	(7,565,487)	-	(287,594,535)	-	(299,023,640)
As at 30 June 2016	2,109,080,084	1,574,551,524	1,243,757,183	1,128,468	1,975,033,008	18,490,445	6,922,040,712
<i>In which:</i>							
Fully depreciated	2,382,834	3,253,420	3,259,753	440,816	-	879,213	10,216,036
Accumulated depreciation							
As at 31 December 2015	182,587,724	264,276,795	154,622,415	932,663	85,387,327	4,974,592	692,781,516
Depreciation for the period	54,557,892	61,691,747	54,491,611	68,496	75,968,342	2,046,845	248,824,933
Increase due to acquisition of subsidiaries	-	159,091	659,241	-	-	-	818,332
Foreign exchange differences	568,738	457,744	(822,299)	(725)	305,362	14,135	522,955
Disposals	-	(475,791)	(1,596,199)	-	(10,673,935)	-	(12,745,925)
As at 30 June 2016	237,714,354	326,109,586	207,354,769	1,000,434	150,987,096	7,035,572	930,201,811
Net carrying amount							
As at 31 December 2015	1,569,411,106	1,285,730,185	970,813,005	196,270	1,714,681,722	12,643,544	5,553,475,832
As at 30 June 2016	1,871,365,730	1,248,441,938	1,036,402,414	128,034	1,824,045,912	11,454,873	5,991,838,901
<i>In which:</i>							
Pledged as loans security (Note 23)	1,871,365,730	1,248,441,938	1,036,402,414	128,034	1,824,045,912	11,454,873	5,991,838,901

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

12. INTANGIBLE ASSETS

			VND'000
	<i>Land use right</i>	<i>Software system</i>	<i>Total</i>
Cost			
As at 31 December 2015 and 30 June 2016	6,648,075	48,197,185	54,845,260
Accumulated amortisation			
As at 31 December 2015	249,303	11,733,979	11,983,282
Amortisation for the period	<u>166,202</u>	<u>3,024,819</u>	<u>3,191,021</u>
As at 30 June 2016	<u>415,505</u>	<u>14,758,798</u>	<u>15,174,303</u>
Net carrying amount			
As at 31 December 2015	<u>6,398,772</u>	<u>36,463,206</u>	<u>42,861,978</u>
As at 30 June 2016	<u>6,232,570</u>	<u>33,438,387</u>	<u>39,670,957</u>

13. CONSTRUCTION IN PROGRESS

	VND'000	
	<i>30 June 2016</i>	<i>31 December 2015</i>
Rubber and oil palm plantations (i) (ii)	12,308,170,635	10,137,217,769
Buildings and structures (i)	813,379,001	613,442,399
Pepper plantations	107,174,488	83,114,339
Orchards	84,637,216	-
Expenses of cow projects (i)	64,261,018	249,346,043
Others	<u>153,358,208</u>	<u>70,835,194</u>
TOTAL	<u>13,530,980,566</u>	<u>11,153,955,744</u>

(i) Rubber and oil palm plantations, buildings and structures and expenses of cow projects have been mortgaged to secure the outstanding loans of the Group (Note 23).

(ii) The value of rubber plantations increased from acquisition of Indochina Rubber Investment and Development Co., Ltd. and its subsidiaries amounting to VND'000 1,891,695,537 (Note 4).

14. CAPITALISED BORROWING COSTS

During the period, the Group has capitalised borrowing costs amounting to VND'000 355,749,175 into construction in progress (for the six-month period ended 30 June 2015: VND'000 215,931,195). These costs incurred from the bank loans and bonds to finance the construction and development of buildings and structures, machinery and equipment, rubber and oil palm plantations.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
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15. LONG-TERM INVESTMENTS**15.1 Investment in an associate**

Details of carrying value of the investment in an associate on 30 June 2016 were as follows:

	VND'000
	<i>Bidiphar</i>
Cost of investment	
As at 31 December 2015	273,175,991
Increase	<u>12,828,645</u>
As at 30 June 2016	<u>286,004,636</u>
Accumulated share in post-acquisition loss	
As at 31 December 2015	(1,225,021)
Share in post-acquisition loss for the period	<u>(13,592,521)</u>
As at 30 June 2016	<u>(14,817,542)</u>
Carrying amount	
As at 31 December 2015	<u>271,950,970</u>
As at 30 June 2016	<u>271,187,094</u>

Bidiphar Rubber Joint Stock Company ("Bidiphar") was incorporated under the Law on Enterprises of Vietnam pursuant to BRC No.3503000155 issued by DPI of Binh Dinh Province on 14 September 2007 and amended BRCs with the charter capital of VND'000 212,800,000.

On 30 June 2016, the Company acquired additional 285,081 shares in Bidiphar from Hoang Anh Gia Lai Joint Stock Company for a total consideration of VND'000 12,828,645, increasing its ownership in Bidiphar from 47.80% to 49.14%.

15.2 Investment in other entity

Investment in other entity represents an investment of Highland Dairy Cattle Joint Stock Company, a subsidiary, into Gia Lai Livestock Joint Stock Company, was incorporated pursuant to BRC No.5900988952 issued by DPI of Gia Lai Province on 3 June 2014 and amended BRCs, with interest of 4.9%.

16. LONG-TERM PREPAID EXPENSES

	VND'000	
	30 June 2016	31 December 2015
Cost of sugar cane plantations	606,770,583	658,428,542
Cost of grass plantations	178,181,742	119,334,616
Land rental fees	74,190,835	81,399,952
Land clearance for new plantations	69,974,999	-
Tools and supplies	47,834,304	18,864,683
Cost of corn plantations	43,410,720	49,185,469
Others	<u>28,241,046</u>	<u>17,731,015</u>
TOTAL	<u>1,048,604,229</u>	<u>944,944,277</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

17. GOODWILL

	VND'000
	Amount
Cost	
As at 31 December 2015	438,189,885
Acquisition during the period (Note 4)	<u>10,548,759</u>
As at 30 June 2016	<u>448,738,644</u>
Accumulated amortisation	
As at 31 December 2015	(4,815,224)
Amortisation for the period (Note 30)	<u>(22,612,745)</u>
As at 30 June 2016	<u>(27,427,969)</u>
Net carrying amount	
As at 31 December 2015	<u>433,374,661</u>
As at 30 June 2016	<u>421,310,675</u>

18. SHORT-TERM TRADE PAYABLES

	VND'000	
	30 June 2016	31 December 2015
Payables to suppliers of goods and services	359,609,867	400,037,969
- Pramoul Kaokitwlai Company	64,418,897	-
- Other suppliers	295,190,970	400,037,969
Payables to constructors	38,635,450	4,910,141
Payables to suppliers of machinery and equipment	21,514,420	164,346,595
Payables to others	<u>16,538,645</u>	<u>61,490,000</u>
TOTAL	<u>436,298,382</u>	<u>630,784,705</u>
<i>In which:</i>		
Due to other suppliers	218,159,177	179,580,810
Due to related parties (Note 33)	218,139,205	451,203,895

19. SHORT-TERM ADVANCES FROM CUSTOMERS

	VND'000	
	30 June 2016	31 December 2015
Advances from customers	290,445,211	684,971,696
- Indochina Cows Joint Stock Company	152,954,358	574,711,583
- Binh Ha Breeding Joint Stock Company	105,658,277	105,643,300
- Other customers	31,832,576	4,616,813
Advances from related parties (Note 33)	<u>716,520</u>	<u>102,092,306</u>
TOTAL	<u>291,161,731</u>	<u>787,064,002</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

20. STATUTORY OBLIGATIONS

	VND'000			
	31 December 2015	Increase in period	Decrease in period	30 June 2016
Receivables				
Corporate income tax (Note 32.1)	1,511,872	-	-	1,511,872
Others	719,366	-	(99,808)	619,558
TOTAL	2,231,238	-	(99,808)	2,131,430
Payables				
Value-added tax	142,676,704	35,917,277	(1,272,199)	177,321,782
Corporate income tax (Note 32.1)	2,229,860	11,276,564	(193,268)	13,313,156
Personal income tax	4,034,146	2,030,983	(2,889,940)	3,175,189
Others	-	332,450	-	332,450
TOTAL	148,940,710	49,557,274	(4,355,407)	194,142,577

21. SHORT-TERM ACCRUED EXPENSES

	VND'000	
	30 June 2016	31 December 2015
Interest expenses	376,666,892	330,277,520
Operation costs	26,711,606	16,441,862
Others	22,272,319	127,785,507
TOTAL	425,650,817	474,504,889

22. OTHER PAYABLES

	VND'000	
	30 June 2016	31 December 2015
Short-term	2,032,250,085	1,834,130,467
Temporary borrowings payables	1,957,972,081	1,781,589,375
Land lease payables	15,050,714	16,237,999
Dividend payables	5,441,894	5,109,394
Other payables	53,785,396	31,193,699
<i>In which:</i>		
Due to related parties (Note 33)	1,668,026,271	1,776,470,016
Due to others	364,223,814	57,660,451
Long-term	640,473,153	847,958,773
Borrowings payables	434,752,489	659,411,049
Land lease payables	205,651,664	188,478,724
Other payables	69,000	69,000
<i>In which:</i>		
Due to a related party (Note 33)	434,752,489	659,411,049
Due to others	205,720,664	188,547,724
TOTAL	2,672,723,238	2,682,089,240

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

23. LOANS

	VND'000	
	30 June 2016	31 December 2015
Short-term loans	4,749,812,498	3,127,105,050
Short-term loans from banks (Note 23.1)	2,044,308,266	2,101,643,091
Current portion of long-term bonds (Note 23.2)	1,679,089,688	300,000,000
Current portion of long-term loans from banks (Note 23.4)	638,284,744	659,401,026
Current portion of long-term loans from a related party (Note 23.5)	322,000,000	66,060,933
Short-term loans from a company and individuals (Note 23.3)	66,129,800	-
Long-term loans	9,395,575,082	9,108,541,327
Long-term loans from a related party (Note 23.5)	5,499,788,675	3,377,388,430
Long-term loans from banks (Note 23.4)	3,895,786,407	4,031,152,897
Long-term bonds (Note 23.2)	-	1,700,000,000
TOTAL	14,145,387,580	12,235,646,377

Movements of loans are as follows:

	VND'000	
	Short-term loans	Long-term loans
31 December 2015	3,127,105,050	9,108,541,327
Drawdown from borrowings	688,784,090	1,142,791,092
Reclassification	2,132,832,649	(2,132,832,649)
Repayment	(1,676,318,797)	(547,245,684)
Bond issuance cost	-	(20,910,312)
Increase due to acquisition of subsidiaries	488,455,486	504,688,437
Reclassification from payables	-	1,356,803,604
Foreign exchange difference arisen from revaluation of ending balance denominated in foreign currencies	(11,045,980)	(16,260,733)
30 June 2016	4,749,812,498	9,395,575,082

Management is currently negotiating with its main creditors in an effort to find a solution for dealing with the Group's current financial position. The solution included restructuring principal repayment dates of the bonds and loans by extending minimum 3 to 15 years; restructuring and extending the due date of interest payables for additional 3 years; reducing interest rates; responding to new drawdowns; and maintaining the Group's current credit grade. As at the date of these interim consolidated financial statements, the Group is still waiting for the official approval of relevant authorities for restructuring the said loans and bonds.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

23. LOANS (continued)

23.1 Short-term loans from banks

	30 June 2016	31 December 2015
		VND'000
	1,273,713,860	1,248,291,110
	747,204,046	853,351,981
	22,593,360	-
	797,000	-
TOTAL	2,044,308,266	2,101,643,091

Bank for Investment Development of Vietnam ("BIDV")
Laos - Vietnam Joint Venture Bank ("Laos - Viet Bank")
Saigon Thuong Tin Commercial Joint Stock Bank ("Sacombank")
Ho Chi Minh City Development Joint Stock Bank ("HD Bank")

Details of the short-term loans from banks are as follows:

Banks	30 June 2016		Original amount	Maturity date	Interest rate	Collateral
	VND'000	USD				
<i>BIDV, Gia Lai Branch</i>						
Loan contract No. 01/20155331375/HDTD dated 19 June 2015	755,840,978	473,875,701	12,618,719	From 15 March 2016 to 25 June 2017	5.05 – 7.00 for USD- loans and 8.90 – 11.00 for VND- loans	Assets arising in the future of 1,194.74 ha rubber plantation at la Pa District, Gia Lai Province which are owned by Trung Nguyen Rubber Joint Stock Company – related party; apartments and a part of trading center of Bau Thac Gian, Da Nang City of Hoang Anh Gia Lai Joint Stock Company
Loan contract No. 04/2015/6261950/HDTD dated 4 May 2015	517,872,882	517,872,882	-	From 17 August 2016 to 29 March 2017	6.50 – 10.70	Assets arising from loans - project of beef cattle breeding at Chuprong Ward, Gia Lai Province amounting to VND 444 billion
TOTAL	1,273,713,860					

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

23. LOANS (continued)

23.1 Short-term loans from banks (continued)

Details of the short-term loans from banks are as follows: (continued)

Banks	30 June 2016		Maturity date	Interest rate % p.a.	Collateral (Notes 10, 11 and 13)
	VND'000	Original amount Laos Kip ("LAK") USD			
<i>Laos – Viet Bank, Attapeu Branch</i>					
Loan contract No. 083/HD - LVB.ATP/2015 dated 9 July 2015	311,648,533	- 13,914,496	From 14 July 2016 to 28 March 2017	6.50 – 9.00	3 land use rights of 1,001.78 ha at Laman District, Sekong Province, Laos; and all related assets and imported cows for breeding cattle project with the value of USD 11,372,722 and USD 26,460,000, respectively
Loan contract No. 080/HD - LVB.ATP/2015 dated 1 July 2015	217,405,934	- 9,706,749	From 8 December 2016 to 24 June 2017	8.00	Sugar severing machine with the value of LAK 5.1 billion, land use right of 18,813 m ² at Samakhixay District, Attapeu Province, Laos and related assets with the value of LAK 46.1 billion
Loan contract No. 109/LVB ATP/2015 dated 1 October 2015	106,162,579	- 4,739,951	From 8 October 2016 to 14 December 2016	8.00 – 9.75	Assets arising from the loan for the breeding cattle project including fixed assets and imported cows with the value of USD 7,660,097 and USD 17,640,000, respectively
Loan contract No. 097/HD - LVB.ATP/2015 dated 5 August 2015	111,987,000	- 5,000,000	26 November 2016	8.75	All imported cows value at USD 47,640,000, 2 land use rights of 7.9 ha at Xaysetha District, Attapeu Province, Laos and related assets with the value of USD 14,301,500
TOTAL		747,204,046			



NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

23. LOANS (continued)

23.1 Short-term loans from banks (continued)

Details of the short-term loans from banks are as follows: (continued)

Banks	30 June 2016 VND'000	Original amount VND'000	USD	Maturity date	Interest rate % p.a.	Collateral (Notes 10, 11 and 13)
<i>Sacombank, Cambodia Branch</i>						
Loan contract No. LD161688000 dated 16 June 2016	22,593,360	-	1,000,000	30 June 2017	9.00	Rights to use leased lands at Talao commune, Ouchum District, Ratanakiri Province and Nhang Commune, Andong Meas District, Rattanakiri Province, Cambodia
<i>HD Bank, Dak Lak Branch</i>						
Loan contract No. 1761/2015/HDTDHM- DN/111 dated 2 December 2015	797,000	797,000	-	From 28 February 2017 to 26 April 2017	10.50	Value of the breeding cattle project arisen from the loan

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

23. LOANS (continued)

23.2 Bonds

Straight bonds

As at 30 June 2016, details of the outstanding domestic straight bonds as follows:

	VND'000 Amount
Par value	1,700,000,000
Bond issuance cost	<u>(20,910,312)</u>
TOTAL	<u>1,679,089,688</u>
<i>In which</i>	
<i>Current portion of long-term bond</i>	1,679,089,688

On 17 November 2015, the Company announced the issuance of bonds with a total value of VND 1,700 billion (the par value per bond is VND 1 billion) which was arranged by Euro Capital Securities Joint Stock Company ("ECS"). These bonds will be repaid from 17 December 2017 to 17 December 2018. Interest is paid for every quarter at the rate of 10.5% p.a. for the first quarter and apply the saving interest rate of deposit of Vietnam Prosperity Joint Stock Commercial Bank – Main Operation Centre in Vietnam dong with the term twelve (12) months plus margin of 4.5% p.a. for subsequent periods.

The purpose of this bond issuance is to restructure part of the bonds with total par value at VND 2,000 billion which was issued on December 2012, to finance investment projects of the Group including the projects of planting rubber, palm oil, sugar cane trees in Cambodia and Laos, to finance working capital and finance other investment projects of the Group.

These bonds are secured by 181,717,250 HNG shares held by Hoang Anh Gia Lai Joint Stock Company. In which, 31,000,000 HNG shares were used to secure for the bonds with par value of VND 600 billion – HAGL 600 Bonds issued by Hoang Anh Gia Lai Joint Stock Company, parent company. The value of collateral asset for the bonds is depended on its market value. As at 30 June 2016 and up to the date of these interim consolidated financial statements, the value of collateral assets does not equal at least 200% the total par value of bonds as required in the bonds contract.

As at 30 June 2016, these bonds were owned by National Citizen Bank and Vietnam Prosperity Joint Stock Commercial Bank with the values of VND 300 billion and VND 1,400 billion, respectively and bore interest at interest rate ranging from 10.50% p.a to 11.30% p.a for the current period.

Bonds with warrants

On 5 December 2012, the Company issued bonds with a total value of VND 2,000 billion (the par value per bond is VND 100 million) which was arranged by Vietnam Prosperity Bank Securities Company Limited ("VPBS"). These bonds are repaid after three (3) years and have grace period of one year.

On 17 November 2015, the Company repurchased 17,000 bonds before the maturity date with total nominal value of VND 1,700 billion. The remaining of 3,000 bonds with a total par value of VND 300 billion has been extended one (1) year, from 28 December 2015. On 18 May 2016, the Company repurchased these remaining bonds before the maturity date.

The additional interest amounting to VND 255 billion corresponding to 17,000 bonds that repurchased in 2015 (currently presented in other short-term payable), are extended but no later than 10 December 2016 and secured by 92,855,945 shares which is owned by Hoang Anh Gia Lai Joint Stock Company. The shares of 92,855,945 were also used as collaterals for bonds of Hoang Anh Gia Lai Joint Stock Company including unconvertible bonds with total par value of VND 530 billion – Huynh De Bonds, unconvertible bonds with total par value of VND 350 billion – Phu Hoang Anh Bonds and the bonds with total par value of VND 600 billion – HAGL 600 Bonds.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
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23. LOANS (continued)

23.2 Bonds (continued)

Bonds with warrants (continued)

In addition, a warrant was granted for every bond issued and the warrants will be considered independent securities with the bonds after being granted. Each warrant grants the holder the right to purchase a number of shares of the Company equivalent to 0.000775% of actual contributed share capital of the Company's right after all warrants are exercised. Should all warrants be exercised, the Company committed that warrant holders will own at least 15.5% ownership in the Company.

On 23 June 2015, in accordance with an agreement between ECS – owner of 20,000 warrants and the Company, the exercisable period is extended two (2) years. Accordingly, the exercisable period of the warrants has been increased from four (4) years to six (6) years from the date of issuance of the warrants, which is 5 December 2018.

23.3 *Short-term loans from a company and individuals*

Details of the short-term loans from a company and individuals are as follows:

<i>Lenders</i>	<i>30 June 2016</i> <i>VND'000</i>	<i>Maturity date</i>	<i>Interest rate</i> <i>% p.a.</i>
<i>Ms Tran Thi Huu Duyen</i>			
Loan contract No. 0827/2015/HDVT/CSDD – DUYEN dated 27 August 2015	24,581,000	27 August 2016	10.77
Loan contract No. 2901/2016/HDVT/TTHD-CSDD dated 29 January 2015	8,948,000	29 January 2017	12.00
<i>Mr Che Duc Toan</i>			
Loan contract No. 04062015-1/HDVT/ICR-CDT dated 3 June 2015	18,000,000	26 October 2016	10.00 – 10.35
<i>Mr Vu Duy Khuong</i>			
Loan contract No. 1224/2015/HDVT/VDK-CSDD dated 24 December 2015 – Appendix No. 1 dated 3 November 2015	628,300	3 March 2016	10.87
<i>Mr Duong Hoang Bac</i>			
Loan contract No. 0511/2016/HDVT/DHB-CSDD dated 11 May 2016	9,200,000	24 March 2016	10.00
Loan contract No. 0606/2016/HDVT/DHB-CSDD dated 6 June 2016	1,115,000	11 May 2017	10.00
Loan contract No. 0608/2016/HDVT/DHB-CSDD dated 8 June 2016	1,119,500	6 June 2017	12.00
<i>Mr Le Hong Phong</i>			
Loan contract No. 0527/2016/HDVT/LHP-CSDD dated 27 May 2016	2,238,000	8 June 2017	16.00
<i>Canh Hung Dai Thanh Corporation</i>			
Loan contract No. 2710/2015/HDVT/CHHT-CSDD dated 26 October 2015	300,000	27 May 2017	12.00
TOTAL	66,129,800		

These loans from a company and individuals are unsecured loans which were used to finance the Group's working capital requirements and finance projects of the Group.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
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23. **LOANS** (continued)

23.4 *Long-term loans from banks*

	VND'000	
	30 June 2016	31 December 2015
BIDV	2,324,691,127	2,335,644,860
HD Bank	933,557,432	937,322,850
Laos – Viet Bank	672,994,547	669,030,620
Sacombank	602,828,045	569,974,355
Asia Commercial Bank	-	178,581,238
TOTAL	<u>4,534,071,151</u>	<u>4,690,553,923</u>
<i>In which :</i>		
<i>Non-current portion</i>	3,895,786,407	4,031,152,897
<i>Current portion</i>	638,284,744	659,401,026

The Group obtained these loans mainly to finance the development of rubber and sugar cane plantations, purchases of machinery and equipment and cow for meat projects.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
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23. LOANS (continued)

23.4 Long-term loans from banks (continued)

Details of the long-term loans from banks are as follows:

Name of banks	30 June 2016	Original amount	Maturity date	Interest rate	Collateral
	VND'000	USD		% p.a.	(Notes 10, 11 and 13)
<i>BIDV, Binh Dinh Branch</i>					
Loan Agreement No. 01/2013/BIDV-Attapeu dated 18 February 2013	658,306,351	29,436,736	From 25 September 2016 to 25 December 2022	12 months savings deposit interest paid in arrears of BIDV in USD plus 5.00% p.a. (2016: 7.00)	121 apartments in Hoang Van Thu buildings, Pleiku City, Gia Lai Province; land use rights of 4320 m ² in Dong Da ecological Lake, Quy Nhon City, Binh Dinh Province; HAGL Grannite Stone factory in Dak Doa District, Gia Lai Province; land use right of 6,993.2 m ² in Phu Dong, Pleiku City, Gia Lai Province; the current deposit balances of Hoang Anh Gia Lai Joint Stock Company of VND'000 47,989,463 in BIDV; 116 apartments in HAGL – BIDV luxury building in Dak Lak Province; land lease right of 5,588 ha rubber plantations and 2,093.6 ha oil palm plantations in Attapeu Province, Laos and related assets
Loan Agreement No. 01/2012/BIDV-HAGL_Attapeu dated 22 March 2012	577,231,056	25,772,235	From 25 March 2017 to 25 March 2018	12 months savings deposit interest rate paid in arrears of BIDV in USD plus 3.50% p.a. (2016: 7.00 – 8.00)	Land use right of 51 ha in Phou Vong District, Attapeu Province, Laos

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016**23. LOANS (continued)****23.4 Long-term loans from banks (continued)**

Details of the long-term loans from banks are as follows: (continued)

Name of banks	30 June 2016		Maturity date	Interest rate % p.a.	Collateral (Notes 10, 11 and 13)
	VND'000	Original amount USD			
<i>BIDV, Gia Lai Branch</i>					
Loan Agreement No. 01/2010/HD-TD dated 1 April 2010	716,781,301	- 32,077,928	From 31 December 2016 to 31 December 2020	12 months savings deposit interest rate paid in arrears of BIDV in USD plus 4.70% p.a. (2016: 7.00)	Land use right of 10,000 ha rubber plantations in Saysetha, San Xay and Phu Vong Districts, Attapeu Province, Laos
Loan No. 01/2015/6261950/HDTD dated 4 May 2015	225,859,829	225,859,829	From April 2017 to April 2022	Fund transfer pricing rate more than 12 months of BIDV plus 3.20% p.a. (2016: 8.00 - 10.70)	Assets arising from the loans - project of beef cattle breeding in Gia Lai Province amounting to VND 444 billion
Loan contract No. 02/2015/6261950/HDTD dated 4 May 2015	79,544,318	79,544,318	From April 2017 to April 2022	Fund transfer pricing rate more than 12 months of BIDV plus 3.20% p.a. (2016: 9.50 - 11.50)	Assets arising from the loans - project of dairy cattle breeding in Gia Lai Province amounting to 480 billion
Loan Contract No. 05/2015/6261950/HDT D dated 1 December 2015	65,968,272	65,968,272	From 5 December 2017 to 5 September 2022	12 month savings deposit interest rate + 3.00% p.a. but no less than first interest rate, adjust for every 3 months (2016: 9.50-9.80)	Assets arising from the loans - project of beef cattle breeding in Gia Lai Province amounting to VND 444 billion
TOTAL	2,324,691,127				
<i>In which:</i>					
Current portion	287,568,714				

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

23. LOANS (continued)

23.4 Long-term loans from banks (continued)

Details of the long-term loans from banks are as follows: (continued)

Name of banks	30 June 2016		Maturity date	Interest rate % p.a.	Collateral (Notes 10, 11 and 13)
	VND'000	Original amount USD			
<i>HD Bank – Dong Nai Branch</i>					
Loan Contract No. 0044/2014/HDTDTDH- DN dated 25 April 2014	870,596,807	449,999,993	From 25 April 2019 to 18 July 2019	8.00% p.a. for the first year and will be determined at the 12-month saving deposit rate via USD plus 7.00% p.a. for the following year but not exceed 8.00% p.a.; adjusted twice p.a. (2016: 7.00 – 7.50 for USD and 10.50 – 12.00 for VND)	42,880,000 HAG shares held by Mr Doan Nguyen Duc – Chairman and Ms Hoang Thi Ngoc Bich – wife of Chairman and land lease rights of 9,173 ha at Rattanakiri Province, Cambodia and related assets
<i>HD Bank – Dak Lak Branch</i>					
Loan Contract No. 1762/2015/HDTDTDH- DN dated 2 December 2015	62,960,625	62,960,625	-	Floating rate (2016: 10.50 – 11.25)	Assets arising from the loan - cows and calf of cattle breeding project
TOTAL	933,557,432				

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016**23. LOANS (continued)****23.4 Long-term loans from banks (continued)**

Details of the long-term loans from banks are as follows: (continued)

Name of banks	30 June 2016		Maturity date	Interest rate % p.a.	Collateral (Notes 10, 11 and 13)
	VND'000	Original amount LAK USD			
<i>Laos - Viet Bank, Attapeu Branch</i>					
Loan Contract No. 098/HDLVB.ATP/201 5 dated 5 August 2015	313,681,090	- 14,005,246	From 25 August 2016 to 25 May 2020	10.00% p.a. for the first 6 months and will be determined at the 12 months individuals deposit rate at Laos - Viet Bank + margin interest regulated by Laos - Viet Bank, adjusted 2 times p.a. (2016: 9.50 - 11.00)	All imported cow amounting to USD 47,640,000, 2 land use rights of 7.9 ha at Xaysetha District, Attapeu Province, Laos and related assets amounting to USD 14,301,500.
Loan Agreement No. 010/2013/LVB- Attapeu dated 15 March 2013	279,956,935	39,355,142	7,649,850 From 21 June 2018 to 21 March 2023	For USD loans: interest rate of medium loans adjusted twice a year (2016: 9.50 - 1.00). For LAK loans: saving deposits rate with the term of 13 months + 3.00% p.a., adjusted twice a year. (2016: 12.75 - 13.75)	Land lease rights and related assets of 5,588 ha rubber plantations and 2,093.6 ha palm oil plantations at Attapeu Province, Laos
Loan Contract No. 124/HD-LVB/2015 dated 25 November 2015	70,245,460	- 3,136,322	From 30 November 2016 to 30 November 2020	Floating rate (2016: 9.50 - 10.50)	All construction instruments, materials and machinery for the construction projects of palm oil processing plant
Loan agreement No. 025/LVB.NVKD/2012 dated 10 September 2012	9,111,062	3,301,109	- 25 September 2016	13.50% p.a. for the first year, adjusted 2 times p.a. at the 12 months saving deposit rate + 3% p.a., (2016: 12.57 - 13.75)	2 land use rights of 7.9 ha at Xaysetha District, Attapeu Province, Lao and related assets amounting to USD 14,301,500
TOTAL	672,994,547				
<i>In which:</i>					
Current portion	63,261,425				

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

23. LOANS (continued)

23.4 Long-term loans from banks (continued)

Details of the long-term loans from banks are as follows: (continued)

Name of banks	30 June 2016	Maturity date	Interest rate	Collateral
	VND'000		% p.a.	(Notes 10, 11 and 13)
Sacombank, Saigon Branch (*)				
Loan Agreement No. LD1400300153 dated 3 January 2014	262,454,605	From 24 January 2017 to 3 January 2019	1.125%/month for the first 3 months; then at the 13 months deposit rate plus 0.3333% per month, adjusted four times per year (2016: 11.55)	16 million HAG shares held by Mr Doan Nguyen Duc - Chairman
Sacombank, Thu Duc Branch				
Loan contract No. LD133200419 dated 29 November 2013	250,000,000	From 29 May 2017 to 29 May 2019	Floating rate (2016: 10.00 - 11.00)	1,328.1 ha land use rights and related assets of rubber plantation in Chuprong District, Gia Lai Province held by Trung Nguyen Rubber Joint Stock Company – a related party; land use rights of 479.2 ha in EaH'leo Ward, EaH'leo District amounting to VND 95,840 billion and land use rights of 683.33 ha in EaH'leo Ward, EaH'leo District amounting to VND 97,760 billion

(*) As at 30 June 2016 and up to the date of these interim consolidated financial statements, the value of collateral assets does not equal at least 100% total loans balance as required in the loan contract and collateral contract.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

23. LOANS (continued)

23.4 Long-term loans from banks (continued)

Details of the long-term loans from banks are as follows: (continued)

Name of banks	30 June 2016	Original amount		Maturity date	Interest rate % p.a.	Collateral (Notes 10, 11 and 13)
	VND'000	VND'000	USD			
Sacombank, Cambodia Branch						
Loan contract No. D1616880002 dated 16 June 2016	90,373,440	-	4,000,000	23 June 2018	9.00	Rights to use leased land at Talao commue, Ouchum District, Ratanakiri Province and Nhang commune, Andong Meas District, Ratanakiri Province, Cambodia

TOTAL

602,828,045

In which:

Current portion 287,454,605

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

23. LOANS (continued)

23.5 Loans from a related party

Details of the loans from a related party are as follows:

<i>Lenders</i>	<i>30 June 2016</i>	<i>Maturity</i>	<i>Interest rate</i>
	<i>VND'000</i>		<i>% p.a.</i>
<i>Hoang Anh Gia Lai JSC, parent company (Note 33)</i>			
Loan contract No. 01-01/2016/HDV-HAGL dated 1 January 2016	1,356,803,603	1 January 2019	11.50
Business Co-operation Contract No. HTKD/HAGL – BSTN dated 28 August 2015	600,000,000	28 August 2018	10.77
Loans No. 02-06/2016/HDV_HAGL dated 1 June 2016	539,839,538	1 June 2019	12.50
Loan contract No. 04/2014/HDV-HAGL dated 1 April 2014	500,000,000	1 April 2017	12.00
Loan contract No. 25-07/2015/HDV-HAGL dated 25 July 2015	350,000,000	25 July 2020	10.35
Loan contract No. 03/2014/HDV-HAGL dated 6 November 2014	300,000,000	6 November 2017	10.87
Loan contract No. 0507/2015/HTKD/HAGL-CSHAQM dated 5 July 2015	300,000,000	5 July 2020	10.35
Loan contract No. 01/HDVHAGL-ADM dated 11 November 2015	295,000,000	11 November 2018	10.00
Loan contract No. 01-01/2016/HDV-HAGL dated 1 January 2016	260,088,500	1 January 2019	12.50
Loan contract No. 05-01/2014/HDV-HAGL dated 28 March 2014	200,000,000	28 March 2017	12.00
Loan contract No. 2402/HDV HAGL dated 24 February 2016	157,030,698	24 March 2019	10.50
Loan contract No. 20082012/HDV-HAGL dated 20 August 2012 – Appendix No. 20082012/HDV-HAGL-PL1 dated 20 August 2015	150,000,000	20 August 2018	11.50 -16.00
Loan contract No. 01/2011/HDV-HAGL dated 28 December 2011 – Appendix No. 01/2011/HDV-HAGL_PL4 dated 28 December 2014	150,000,000	28 December 2017	11.90
Loan contract No. 05/2012/HDV-HAGL dated 28 April 2012	120,872,958	28 April 2017	14.00 - 17.00
Loan contract No. 03/2012/HDV-HAGL dated 28 April 2012	120,000,000	28 April 2017	14.00
Loan contract No. 02/2015/HDV-HAGL dated 6 January 2015	100,000,000	6 January 2018	10.87
Loan contract No. 02/2011/HDV-HAGL dated 28 December 2011 – Appendix No. 02/2011/HDV-HAGL_PL3 dated 28 December 2014	99,278,400	28 December 2017	11.93
Loan contract No. 05-02/2014/HDV-HAGL dated 28 March 2014	80,000,000	28 March 2017	10.87

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

23. LOANS (continued)

23.5 Loans from a related party (continued)

Details of the loans from a related party are as follows: (continued)

<i>Lenders</i>	<i>30 June 2016</i>	<i>Maturity date</i>	<i>Interest rate</i>
	<i>VND'000</i>		<i>% p.a.</i>
<i>Hoang Anh Gia Lai JSC, parent company (Note 33) (continued)</i>			
Loan contract No. 01/2013/HDV-HAGL dated 17 May 2013 – Appendix No. 01/2013/HDV-HAGL_PL1 dated 1 June 2016	66,073,000	1 June 2019	11.50 -15.00
Loan contract No. 02-06/2016/HDV_HAGL dated 1 June 2016	38,576,978	1 June 2019	10.00
Loan contract No. 01/HDVHAGL dated 14 January 2016	26,000,000	14 January 2019	6.00
Loan contract No. 09/12/2014/HDV-HAGL dated 9 December 2014	10,225,000	9 December 2017	12.00
Loan contract No. 05-02/2014/HDV-HAGL dated 28 March 2014	2,000,000	28 March 2017	12.00
TOTAL	<u>5,821,788,675</u>		
<i>In which:</i>			
<i>Non-current portion</i>	<i>5,499,788,675</i>		
<i>Current portion</i>	<i>322,000,000</i>		

Loans from a related party are unsecured loans which were used to finance the Group's working capital requirements and to finance projects of the Group.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

24. OWNERS' EQUITY

24.1 Increase and decrease in owners' equity

	Share capital	Share premium	Foreign exchange differences	Undistributed earnings	Total
					VND'000
For the six-month period ended 30 June 2015					
As at 1 January 2015	3,990,670,000	1,295,347,000	143,518,473	1,438,861,525	6,868,396,998
Net profit for the period	-	-	-	596,410,522	596,410,522
Issuance of shares in cash	798,723,950	999,248,810	-	-	1,797,972,760
Issuance of shares from share premium	2,292,045,000	(2,292,045,000)	-	-	-
Foreign exchange differences	-	-	(89,831,530)	-	(89,831,530)
Capital transactions with non-controlling interest	-	-	-	(131,935)	(131,935)
As at 30 June 2015	7,081,438,950	2,550,810	53,686,943	2,035,140,112	9,172,816,815
For the six-month period ended 30 June 2016					
As at 1 January 2016	7,081,438,950	2,550,810	443,148,354	2,126,574,755	9,653,712,869
Net profit for the period	-	-	-	(518,508,562)	(518,508,562)
Issuance of shares in cash (i)	590,000,000	1,062,000,000	-	-	1,652,000,000
Foreign exchange differences	-	-	30,425,921	-	30,425,921
As at 30 June 2016	7,671,438,950	1,064,550,810	473,574,275	1,608,066,193	10,817,630,228

(i) In accordance with the Resolution of the Board of Directors No. 3010/15/NQHDT-HAGL Agrico dated 30 October 2015 and agreements for share issuance No. 01/HDMBCK/2015 and No. 02/HDMBCK/2015 dated 1 December 2015, the Company issued ordinary shares to Cuong Thinh Rubber Investment Co., Ltd. and An Thinh Rubber Investment Co., Ltd. with the numbers of shares of 27,500,000 and 31,500,000, respectively and at issuance price of VND 28,000 per share.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

24. OWNERS' EQUITY (continued)

24.2 Shares

	30 June 2016	31 December 2015
	Shares	Shares
Shares authorised to be issued	767,143,895	708,143,895
Shares issued and fully paid	767,143,895	708,143,895
<i>Ordinary shares</i>	<i>767,143,895</i>	<i>708,143,895</i>
Shares in circulation	767,143,895	708,143,895
<i>Ordinary shares</i>	<i>767,143,895</i>	<i>708,143,895</i>

Par value of the Company's shares is VND 10,000 per share. The holders of the ordinary shares are entitled to receive dividends as and when declared by the Company. Each ordinary share carries one vote per share without restriction.

25. NON-CONTROLLING INTERESTS

	<i>For the six-month period ended 30 June 2016</i>	<i>VND'000 For the six-month period ended 30 June 2015</i>
Beginning balance	225,915,036	21,726,695
Share of (loss) profit during the period	(40,977,336)	5,226,267
Acquisition of new subsidiaries	-	5,500,000
Disposal of a subsidiary	-	(3,790,480)
Acquisition of shares from non-controlling shareholders in subsidiaries	-	(778,976)
Declaration of dividends to non-controlling shareholders	(825,000)	(601,854)
Ending balance	<u>184,112,700</u>	<u>27,281,652</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

26. (LOSS) EARNINGS PER SHARE

The Group used the following information to calculate basic and diluted (loss) earnings per share:

	<i>For the six-month period ended 30 June 2016</i>	<i>For the six-month period ended 30 June 2015</i>
(Loss) net profit after tax attributable to ordinary shareholders (VND'000)	(518,508,562)	596,410,522
Weighted average number of ordinary shares for basic earnings per share (share)	750,286,752	616,408,608
Effect of dilution due to warrants (i)	140,718,703	140,718,703
Weighted average number of ordinary shares adjusted for the effect of dilution (share)	750,286,752	757,127,311
Basic (loss) earnings per share (VND)	(691)	968
Diluted (loss) earnings per share (VND)	(691)	788

(i) As disclosed in Note 23.2 to the interim consolidated financial statements, on 5 December 2012, the Group issued bonds with warrants of VND 2,000 billion at par value of VND 100 million per bond. These warrants could potentially dilute basic (loss) earnings per share in the future for the six-month period ended 30 June 2015. However, for the six-month period ended 30 June 2016, these warrants have the anti-dilution effect.

27. REVENUES**27.1 Net revenues from sale of goods and rendering of services**

	<i>For the six-month period ended 30 June 2016</i>	<i>For the six-month period ended 30 June 2015</i>
		VND'000
Gross revenue	2,596,980,683	2,072,484,141
<i>Of which:</i>		
Sale of cows	1,864,372,813	766,447,163
Sale of sugar and related products	369,844,648	501,149,162
Sale of goods	165,566,546	85,387,163
Sale of corns	136,400,968	282,102,026
Revenue from rendering of services	27,785,217	314,116,404
Sale of apartments	17,254,301	17,884,000
Sale of rubber latex	15,756,190	105,398,223
Less - Sales returns	(896,894)	-
Net revenue	2,596,083,789	2,072,484,141
<i>Of which:</i>		
Sale of cows	1,863,475,919	766,447,163
Sale of sugar and related products	369,844,648	501,149,162
Sale of goods	165,566,546	85,387,163
Sale of corns	136,400,968	282,102,026
Revenue from rendering of services	27,785,217	314,116,404
Sale of apartments	17,254,301	17,884,000
Sale of rubber latex	15,756,190	105,398,223

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016**27. REVENUES (continued)****27.2 Finance income**

	VND'000	
	<i>For the six-month period ended 30 June 2016</i>	<i>For the six-month period ended 30 June 2015</i>
Interest income from loans to other companies	80,180,188	16,878,426
Foreign exchange difference gains	49,460,042	39,818,211
Income from disposal of investments	-	45,997,846
Others	4,084,456	506,452
TOTAL	<u>133,724,686</u>	<u>103,200,935</u>

28. COST OF GOODS SOLD AND SERVICES RENDERED

	VND'000	
	<i>For the six-month period ended 30 June 2016</i>	<i>For the six-month period ended 30 June 2015</i>
Cost of cows sold	1,653,413,570	477,286,406
Cost of sugar and related products sold	257,591,977	269,631,340
Cost of goods sold	158,412,739	81,491,762
Cost of corns sold	67,367,442	119,848,010
Cost of services rendered	80,096,729	211,233,774
Cost of apartments sold	17,035,482	17,167,220
Cost of rubber latex sold	18,347,665	66,792,926
TOTAL	<u>2,252,265,604</u>	<u>1,243,451,438</u>

29. FINANCE EXPENSES

	VND'000	
	<i>For the six-month period ended 30 June 2016</i>	<i>For the six-month period ended 30 June 2015</i>
Interest expenses	360,944,699	160,551,941
Foreign exchange difference losses	63,847,124	28,625,056
Others	3,740,466	1,289,726
TOTAL	<u>428,532,289</u>	<u>190,466,723</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

30. SELLING AND ADMINISTRATIVE EXPENSES

	VND'000	
	<i>For the six-month period ended 30 June 2016</i>	<i>For the six-month period ended 30 June 2015</i>
Selling expenses	44,690,479	14,220,631
Transportation expenses	32,654,170	8,841,066
External services expenses	10,364,126	3,021,377
Other expenses	1,672,183	2,358,188
General and administration expenses	95,310,496	68,621,432
Salary expenses	37,925,074	40,922,171
Goodwill allocation expenses (Note 17)	22,612,745	-
External services expense	12,572,975	12,314,864
Depreciation and amortisation expenses	10,123,511	8,064,068
Others	12,076,191	7,320,329
TOTAL	140,000,975	82,842,063

31. OTHER INCOME AND EXPENSES

	VND'000	
	<i>For the six-month period ended 30 June 2016</i>	<i>For the six-month period ended 30 June 2015</i>
Other income	30,235,097	440,542
Proceeds from disposals of fixed assets	28,923,912	64,487
Others	1,311,185	376,055
Other expenses	497,451,200	44,375,127
Loss from assessment of non-performing assets	473,559,413	11,930,561
Others	23,891,787	32,444,566
OTHER LOSSES	(467,216,103)	(43,934,585)

32. CORPORATE INCOME TAX

The Company has the obligation to pay corporate income tax ("CIT") at the rate of 20% of taxable profit.

The Company's subsidiaries located in Lao People's Democratic Republic and Kingdom of Cambodia have the obligations to pay CIT at the rates of 24% and 20%, respectively, of their taxable profits. They are also entitled to CIT exemption and reduction in accordance with their respective BRCs, Investment Licences and applicable tax regulations.

The Company and its subsidiaries' tax returns are subject to examination by the tax authorities. Because the application of tax laws and regulations to many types of transactions is susceptible to varying interpretations, the amounts reported in the interim consolidated financial statements could change at a later date upon final determination by the tax authorities.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

32. CORPORATE INCOME TAX (continued)

32.1 Current CIT

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

A reconciliation between the (loss) profit before tax and taxable (loss) profit is presented below:

	VND'000	
	<i>For the six-month period ended 30 June 2016</i>	<i>For the six-month period ended 30 June 2015</i>
Accounting (loss) profit before tax	(571,799,017)	614,990,267
<i>Adjustments to increase</i>		
Losses of subsidiaries	624,408,719	35,507,868
Change in intra-group unrealised profits	69,854,572	11,667,329
Amortisation of goodwill	22,612,745	-
Non-deductible expenses	20,118,236	24,222,651
Foreign exchange difference	20,100,391	43,400,086
Loss of an associate shared	13,592,521	-
Others	969,114	5,943,194
<i>Adjustments to decrease</i>		
Profits of activities which are not subject to CIT	(175,090,358)	(593,923,773)
Provision for investment	(14,817,542)	-
Gain from disposal of a subsidiary	-	(45,960,202)
Adjusted net profit before tax and loss carried forward	9,949,381	95,847,420
Tax loss carried forward	(3,354,098)	-
Estimated current taxable profit	6,595,283	95,847,420
Estimated current CIT expense	1,319,056	19,180,942
Adjustment for (over) under accrual of CIT in previous periods	(732,453)	2,887,579
Estimated current CIT for the period	586,603	22,068,521
CIT payable at beginning of the period	717,988	699,945
Others increases	10,689,961	4,020,511
CIT paid during the period	(193,268)	(6,568,811)
CIT payable at end of the period	11,801,284	20,220,166
<i>In which:</i>		
CIT payable (Note 20)	13,313,156	21,379,956
CIT receivable (Note 20)	(1,511,872)	(1,159,790)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

32. CORPORATE INCOME TAX (continued)

32.2 *Deferred tax*

The following comprises the Group's deferred tax assets and the movements thereon during the period:

	VND'000			
	<i>Interim consolidated balance sheet</i>		<i>Interim consolidated income statement</i>	
	<i>30 June 2016</i>	<i>31 December 2015</i>	<i>For the six- month period ended 30 June 2016</i>	<i>For the six- month period ended 30 June 2015</i>
<i>Deferred tax assets</i>				
Unrealised intra-group profits	44,401,503	32,558,351	11,843,152	35,026
Foreign exchange difference	28,748,120	24,728,042	4,020,078	8,680,017
	73,149,623	57,286,393	15,863,230	8,715,043
<i>Deferred tax liability</i>				
Provision for investment	(2,963,508)	-	(2,963,508)	-
Difference between fair value and carrying amount of subsidiaries' net asset at acquisition date (*)	(288,124,772)	(235,354,240)	-	-
	(291,088,280)	(235,354,240)	-	-
<i>Net deferred tax income</i>			12,899,722	8,715,043

(*) During the period, deferred tax liability increased by VND'000 52,770,532 arising from acquisition transactions of the Indochina Rubber Group (Note 4).

33. TRANSACTIONS WITH RELATED PARTIES

Significant transactions with related parties during the six-month period ended 30 June 2016 and 30 June 2015 were as follows:

<i>Related parties</i>	<i>Relationship</i>	<i>Transactions</i>	VND'000	
			<i>For the six-month period ended 30 June 2016</i>	<i>For the six-month period ended 30 June 2015</i>
Hoang Anh Gia Lai Joint Stock Company	Parent company	Loans and borrowings	3,319,167,381	1,308,548,778
		Interest expenses	296,188,744	140,297,881
		Purchase of goods, services and raw materials	99,226,683	282,350,756
		Sales of goods	2,319,756	25,060,941
		Purchase of assets	1,639,806	86,481,346
		Rendering of service	1,412,974	-
		Purchase of investment	12,828,645	461,016,248

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

33. TRANSACTIONS WITH RELATED PARTIES (continued)

Significant transactions with related parties during the six-month period ended 30 June 2016 and 30 June 2015 were as follows: (continued)

Related parties	Relationship	Transactions	VND'000	
			For the six-month period ended 30 June 2016	For the six-month period ended 30 June 2015
Gia Lai Livestock Joint Stock Company	Related party	Sales of goods	281,097,630	-
		Purchase raw materials and cows	86,353,011	-
		Interest income	33,128,785	-
		Rendering of service	14,564,890	-
Trung Nguyen Rubber Joint Stock Company	Related party	Sales of goods	42,341,745	-
		Interest income	10,300,690	-
		Rendering service	3,639,120	-
		Purchase of assets	506,000	-
An Phu Real Estate Investment Joint Stock Company	Related party	Interest income	65,657,500	16,878,426

Amounts due to and due from related parties as at 30 June 2016 and 31 December 2015 were as follows:

Related parties	Relationship	Transactions	VND'000	
			30 June 2016	31 December 2015
Short-term trade receivables (Note 6)				
Gia Lai Livestock Joint Stock Company	Related party	Sales of goods	385,465,392	251,301,873
Hoang Anh Gia Lai Joint Stock Company	Parent company	Sales of goods	226,858,943	14,272,963
Trung Nguyen Rubber Joint Stock Company	Related party	Sales of goods and rendering of services	44,389,599	-
Hoang Anh Gia Lai Wooden Furniture Joint Stock Company	Related party	Sales of goods	1,007,689	-
Hoang Anh Gia Lai Sport Joint Stock Company	Related party	Sales of goods	241,074	-
Hoang Anh Attapeu Hydro Power Company	Related party	Sales of goods	97,400	-
Hoang Anh Gia Lai Bridge & Road Joint Stock Company	Related party	Sales of assets	-	3,870,645
Others	Related party	Sales of goods	63,233	92,000
			658,123,330	269,537,481

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

33. TRANSACTIONS WITH RELATED PARTIES (continued)

Amounts due to and due from related parties as at 30 June 2016 and 31 December 2015 were as follows: (continued)

Related parties	Relationship	Transactions	VND'000	
			30 June 2016	31 December 2015
Short-term advances to suppliers (Note 7)				
Hoang Anh Gia Lai Joint Stock Company	Parent company	Advances for purchase of materials	658,858,964	938,403,361
		Advances for construction	174,751,436	-
Gia Lai Livestock Joint Stock Company	Related party	Advances for purchase of goods	595,173,587	467,936,006
Hoang Anh Gia Lai (Bangkok) Co., Ltd.	Related party	Advances for purchase of seeds	-	11,398,000
Hoang Anh Gia Lai Bridge & Road Joint Stock Company	Related party	Advances for construction contract	-	10,068,983
			1,428,783,987	1,427,806,350
Short-term loan receivables (*) (Note 8)				
Trung Nguyen Rubber Joint Stock Company	Related party	Lending (i)	45,000,000	123,358,579
Mr Phan Thanh Thu	Related party	Lending	-	30,434,400
Mr Do Thai Co	Related party	Lending	-	16,157,837
V&H Corporation (Laos) Co., Ltd.	Related party	Lending	4,291,765	3,905,051
			49,291,765	173,855,867
Other short-term receivables (Note 9)				
An Phu Investment Real Estate Joint Stock Company	Related party	Interest income	62,303,333	45,321,667
Trung Nguyen Rubber Joint Stock Company	Related party	Interest income	40,675,406	29,765,040
Gia Lai Livestock Joint Stock Company	Related party	Payment on behalf	31,920,310	-
Hoang Anh Gia Lai JSC	Parent company	Payment on behalf	8,092,755	6,710,392
Mr Doan Nguyen Duc	Chairman	Payment on behalf	-	7,779,191
Others	Related party	Payment on behalf	2,000	35,273
			142,993,804	89,611,563

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

33. TRANSACTIONS WITH RELATED PARTIES (continued)

Amounts due to and due from related parties as at 30 June 2016 and 31 December 2015 were as follows: (continued)

Related parties	Relationship	Transactions	VND'000	
			30 June 2016	31 December 2015
Long-term loan receivables (*) (Note 8)				
Trung Nguyen Rubber Joint Stock Company	Related party	Lending (i)	140,500,617	62,142,038
Gia Lai Livestock Joint Stock Company	Related party	Lending (ii)	608,275,000	608,275,000
An Phu Investment Real Estate Joint Stock Company	Related party	Lending (iii)	580,000,000	280,000,000
Mr Huynh Huu Vu	Related party	Lending (iv)	294,936,000	294,936,000
			1,623,711,617	1,245,353,038
Other long-term receivable (Note 9)				
Gia Lai Livestock Joint Stock Company	Related party	Interest income	56,477,878	23,349,092
Mr. Huynh Huu Vu	Related party	Interest income	18,982,093	-
An Phu Investment Real Estate Joint Stock Company	Related party	Interest income	3,354,167	-
			78,814,138	23,349,092

- (i) These represent unsecured long-term loans to Trung Nguyen Rubber Joint Stock Company under long-term loan agreements amounting to VND'000 185,500,617 as at 30 June 2016 and earns interest at interest rate of 9.5% to 11.8% p.a. Repayments will be due after three (3) years from the dates of contracts. As at 30 June 2016, the current portion of the loans was VND'000 45,000,000.
- (ii) This represents an unsecured loan to Gia Lai Livestock Joint Stock Company in accordance with loan agreement No. 09/15-HDV dated 20 August 2015 with credit limit of VND'000 608,275,000 and earns interest at interest rate of 10.8% p.a. Repayment date will be due two (2) years since the date of agreement.
- (iii) This represents an unsecured loan to An Phu Real Estate Investment Joint Stock Company in accordance with loan agreement No. 02/08/HDV/AP/XNK – HAGL Import Export dated 8 August 2014 and loan agreement No. 01/2016/HDV-NNQT-AP dated 27 May 2016 earns interest at interest rate of 12% p.a and 11.5% p.a, respectively. Repayment will be due after three (3) years and two (2) years from the date of agreements.
- (iv) This represents an unsecured loan to Mr Huynh Huu Vu, employee of the Group, in accordance with loan agreement No. 11-11/HDV/ADM-HHV dated 11 November 2015 with credit limit of VND'000 295,000,000 and earns interest at interest rate of 10% p.a. Repayment will be due after three (3) years from the date of agreement.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016**33. TRANSACTIONS WITH RELATED PARTIES (continued)**

Amounts due to and due from related parties as at 30 June 2016 and 31 December 2015 were as follows: (continued)

<i>Related parties</i>	<i>Relationship</i>	<i>Transactions</i>	<i>VND'000</i>	
			<i>30 June 2016</i>	<i>31 December 2015</i>
<i>Short-term trade payables (Note 18)</i>				
Hoang Anh Gia Lai Joint Stock Company	Parent company	Purchase of materials	187,431,802	149,236,381
		Purchase of investment	12,828,645	-
		Purchase of fix assets	-	259,900,187
		Construction service	-	22,180,171
Gia Lai Livestock Joint Stock Company	Related party	Purchase of fixed assets	16,055,458	6,945,437
Hoang Anh Gia Lai Mineral Joint Stock Company	Related party	Purchase of materials	1,256,568	2,677,446
Hoang Anh Gia Lai Hospital Joint Stock Company	Related party	Services received	317,415	254,786
Trung Nguyen Rubber Joint Stock Company	Related party	Purchase of fixed assets	145,200	-
Hoang Anh Gia Lai Bridge & Road Joint Stock Company	Related party	Construction service	-	9,660,688
Others	Related party	Purchase of materials	104,117	348,799
			<u>218,139,205</u>	<u>451,203,895</u>
<i>Short-term advance from customers (Note 19)</i>				
Hoang Tho Co., Ltd.	Related party	Purchase of goods	716,520	716,520
Hoang Anh Gia Lai Joint Stock Company	Parent company	Purchase of goods	-	101,375,786
			<u>716,520</u>	<u>102,092,306</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

33. TRANSACTIONS WITH RELATED PARTIES (continued)

Amounts due to and due from related parties as at 30 June 2016 and 31 December 2015 were as follows: (continued)

Related parties	Relationship	Transactions	VND'000	
			30 June 2016	31 December 2015
Other short-term payables (Note 22)				
Hoang Anh Gia Lai Joint Stock Company	Parent company	Borrowings and interest expenses	1,108,104,585	1,364,104,229
		Receipt on behalf	-	1,993,113
Nam Kong 3 Electricity Co., Ltd.	Related party	Borrowings	472,333,532	405,141,333
Gia Lai Livestock Joint Stock Company	Related party	Receipt on behalf	62,353,969	-
Mrs Vo Thi My Hanh	Related party	Borrowings	22,000,000	-
Trung Nguyen Rubber Joint Stock Company	Related party	Receipt on behalf	1,524,414	-
Hoang Anh Sekong Mineral Co., Ltd.	Related party	Borrowings	1,478,796	1,478,796
Hoang Anh Attapeu Power Joint Stock Company	Related party	Borrowings	64,980	3,196,958
Others	Related party	Receipt on behalf	165,995	555,587
			<u>1,668,026,271</u>	<u>1,776,470,016</u>
Other long-term payable (Note 22)				
Hoang Anh Gia Lai Joint Stock Company	Parent company	Borrowings	<u>434,752,489</u>	<u>659,411,049</u>
Long-term loans (Note 23.5)				
Hoang Anh Gia Lai Joint Stock Company	Parent company	Long-term loans	<u>5,821,788,675</u>	<u>3,443,449,358</u>

(*) On 30 June 2016, the Group have short-term and long-term loan receivables to related parties amounting to VND'000 49,291,765 and VND'000 1,623,711,617, respectively and had yet approved in the shareholders meeting as guidance in Circular No. 121/2012/TT-BTC dated 26 July 2012 issued by the Ministry of Finance providing corporate governance in public companies ("Circular 121").

The management committed to get approval for loan receivables to related parties at the coming shareholders meeting and shall adjust management policies in relation to loan receivable to comply with relevant rules to lending to or providing guarantee for shareholders and related parties in accordance with Circular 121.

Salaries, bonus and remunerations for the members of the Board of Directors and the management are as follows:

	VND'000	
	Current year	Previous year
Salary, remunerations and bonus	<u>2,788,114</u>	<u>1,993,447</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

34. OPERATING LEASE COMMITMENTS

The Group leases parcels of land in Vietnam, Laos and Cambodia to build factories, hotels, plant rubber and other plantations and offices lease under the operating lease agreements. The future lease commitments are as follows:

	VND'000	
	30 June 2016	31 December 2015
Less than one year	34,324,282	34,610,371
From 1 to 5 years	174,042,240	175,511,188
More than 5 years	2,458,128,316	2,498,738,536
TOTAL	<u>2,666,494,838</u>	<u>2,708,860,095</u>

35. OFF BALANCE SHEET ITEM

	30 June 2016	31 December 2015
Foreign currencies:		
– USD	2,294,229	8,033,654
– LAK	4,965,926,206	18,497,052,361
– Cambodia Riels (KHR)	334,712,454	123,448,266

36. SEGMENT INFORMATION

The primary segment reporting format is determined to be business segments as the Group's risks and rates of return are affected predominantly by differences in the products and services produced. Secondary information is reported geographically. The operating businesses are organised and managed separately according to the nature of the products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets.

Transfer prices between business segments are set on an arm's length basis in a manner similar to transactions with third parties. Segment revenue, segment expense and segment result include transfers between business segments. Those transfers are eliminated in preparation of the interim consolidated financial statements.

The Group's geographical segments are based on the location of the Group's assets. Sales to external customers disclosed in geographical segments are based on the geographical location of its customers.

36.1 Business segment

For management purposes, the Group is organised into business units based on their products and services, and has reportable operating segments as follows:

- Plantation: planting rubber, sugarcane and oil palm trees, processing and trading of rubber latex, rubber wood, sugar, oil palm and other tree plantations;
- Breeding and trading cows for meat and dairy cows;
- Trading and services: construction service, purchasing and trading of goods, and
- ▶ Others: developing apartments and office buildings for sale and lease and hotel service.

Management monitors the operating results of its business units separately for the purposes of making decisions about resources allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain aspects, as explained in the table below, is measured differently from operating profit or loss in the interim consolidated financial statements. Group financing, including finance costs and finance revenue, and income taxes are managed on a Group basis and are not allocated to operating segments.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

36. SEGMENT INFORMATION (continued)

36.1 Business segment (continued)

The following tables present revenue and profit and certain assets and liability information regarding the Group's business segment:

	Plantation	Breeding	Trading and services	Others	Eliminations	Total
For the six-month period ended 30 June 2015						
<i>Revenue</i>						
External customers	888,649,411	766,447,163	118,822,376	298,565,191	-	2,072,484,141
Inter-segment elimination	64,759,929	-	224,952,601	-	(289,712,530)	-
Total	953,409,340	766,447,163	343,774,977	298,565,191	(289,712,530)	2,072,484,141
<i>Results</i>						
Segment results	432,377,135	289,160,757	8,308,897	99,185,914	-	829,032,703
Unallocated expenses						(126,776,648)
Profit before income tax, finance income and finance expense						702,256,055
Finance income						103,200,935
Finance expense						(190,466,723)
Profit before tax						614,990,267
Current corporate income tax						(22,068,521)
Deferred tax income						8,715,043
Net profit for the period						601,636,789
As at 31 December 2015						
<i>Assets and liabilities</i>						
Segment assets	19,744,299,165	2,982,789,885	1,989,678,742	775,446,934	-	25,492,214,726
Cash						331,961,020
Investments in an associate						271,950,970
Unallocated assets						1,005,465,419
Total assets						27,101,592,135
Segment liabilities	(8,249,487,875)	(2,178,198,133)	(6,059,145,539)	(500,386,808)	-	(16,987,218,355)
Unallocated liabilities						(234,745,875)
Total liabilities						(17,221,964,230)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

36. SEGMENT INFORMATION (continued)

36.1 Business segment (continued)

The following tables present revenue and profit and certain assets and liability information regarding the Group's business segment (continued):

	Plantation	Breeding	Trading and services	Others	Eliminations	Total
For the six-month period ended 30 June 2016						
<i>Revenue</i>						
External customers	522,001,806	1,863,475,919	192,827,277	17,778,787	-	2,596,083,789
Inter-segment elimination	130,550,272	96,219,428	164,161,361	-	(390,941,061)	-
Total	652,562,078	1,959,695,347	356,988,638	17,778,787	(390,941,061)	2,596,083,789
<i>Results</i>						
Segment results	178,694,722	210,062,349	(45,682,191)	743,305	-	343,818,185
Unallocated expenses						(607,217,076)
Profit before income tax, finance income and finance expense						(263,398,893)
Finance income						133,724,686
Finance expense						(428,532,289)
Share loss from an associate						(13,592,521)
Profit before tax						(571,799,017)
Current income tax expense						(586,603)
Deferred tax income						(36,556,362)
Net profit for the period						(608,941,982)
As at 30 June 2016						
<i>Assets and liabilities</i>						
Segment assets	22,174,574,584	2,737,720,078	2,230,374,780	776,527,044	-	27,919,196,486
Cash						87,517,890
Investments in an associate						271,187,094
Unallocated assets						1,218,702,266
Total assets						29,496,603,736
Segment liabilities	(10,186,940,351)	(1,996,867,459)	(6,652,373,612)	(523,030,084)	-	(19,359,211,506)
Unallocated liabilities						864,350,698
Total liabilities						(18,494,860,808)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

36. SEGMENT INFORMATION (continued)

36.2 Geographical segment

The following tables present revenue, profit and certain asset information regarding the Group's geographical segments:

	Vietnam	Laos	Cambodia	Others	Total
For the six-month period ended 30 June 2015					
<i>Revenue</i>					VND'000
Sales to external customers	281,079,378	1,573,569,225	187,138,794	30,696,744	2,072,484,141
<i>Capital expenditure</i>					
Tangible fixed assets	195,699,185	1,052,282,184	142,021,447	-	1,390,002,816
Intangible assets	6,648,075	-	-	-	6,648,075
As at 31 December 2015					
<i>Other segment information</i>					
Segment assets	3,944,178,249	14,141,251,807	7,406,784,670	-	25,492,214,726
Cash					331,961,020
Investment in an associate					271,950,970
Unallocated assets					1,005,465,419
Total assets					27,101,592,135
For the six-month period ended 30 June 2016					
<i>Revenue</i>					
Sales to external customers	1,295,698,770	1,220,092,748	64,536,080	15,756,191	2,596,083,789
<i>Capital expenditure</i>					
Tangible fixed assets	497,449,738	461,286,885	206,194,119	-	1,164,930,742
As at 30 June 2016					
<i>Other segment information</i>					
Segment assets	5,172,773,991	14,785,274,610	7,961,147,884	-	27,919,196,485
Cash					87,517,890
Investment in an associate					271,187,094
Unallocated assets					1,218,702,267
Total assets					29,496,603,736

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2016

37. EVENTS AFTER THE BALANCE SHEET DATE


There has been no significant event occurring after the interim balance sheet date which would require adjustments or disclosures to be made in the interim consolidated financial statements.



Nguyen Thi Hai Yen
Preparer



Ho Thi Tuyet Loan
Chief Accountant



Nguyen Xuan Thang
Director

29 August 2016