

PHU NHUAN JEWELRY JOINT STOCK COMPANY

(Incorporated in the Socialist Republic of Vietnam)

REVIEWED SEPARATE FINANCIAL STATEMENTS

For the period from 1 January 2015 to 30 June 2015

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PHU NHUAN JEWELRY JOINT STOCK COMPANY

170 Phan Dang Luu Street, Ward 3, Phu Nhuan District

Ho Chi Minh City, S.R. Vietnam

STATEMENT OF THE BOARD OF DIRECTORS

The Board of Directors of Phu Nhuan Jewelry Joint Stock Company (the "Company") presents this report together with the Company's separate financial statements for the period from 1 January 2015 to 30 June 2015.

THE BOARDS OF MANAGEMENT AND DIRECTORS

The members of the Boards of Management and Directors of the Company who held office during the period and to the date of this report are as follows:

Board of Directors

Ms. Cao Thi Ngoc Dung	Chairwoman
Mr. Nguyen Vu Phan	Vice Chairman
Ms. Nguyen Thi Cuc	Member
Mr. Nguyen Tuan Quynh	Member
Ms. Nguyen Thi Bich Ha	Member
Ms. Pham Vu Thanh Giang	Member
Mr. Andy Ho	Member
Mr. Pham Quoc Cong	Member (appointed on 15 April 2015)

Board of Management

Ms. Cao Thi Ngoc Dung	General Director
Mr. Le Huu Hanh	Deputy General Director
Ms. Nguyen Thi Cuc	Deputy General Director
Mr. Nguyen Vu Phan	Deputy General Director
Ms. Pham Thi My Hanh	Deputy General Director

BOARD OF DIRECTORS' STATEMENT OF RESPONSIBILITY

The Board of Directors of the Company is responsible for preparing the separate financial statements, which give a true and fair view of the financial position of the Company and of its results and cash flows for the period in accordance with Vietnamese accounting standards, accounting regime for enterprises and legal regulations relating to financial reporting. In preparing these separate financial statements, the Board of Directors is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the separate financial statements ;
- prepare the separate financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business; and
- design and implement an effective internal control system for the purpose of properly preparing and presenting the separate financial statements so as to minimize errors and frauds.

The Board of Directors is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the financial position of the Company and that the separate financial statements comply with Vietnamese accounting standards, accounting regime for enterprises and legal regulations relating to financial reporting. The Board of Directors is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities.



STATEMENT OF THE BOARD OF DIRECTORS (Continued)

The Board of Directors confirms that the Company has complied with the above requirements in preparing these separate financial statements.

For and on behalf of the Board of Directors,



Cao Thị Ngọc Dung
General Director
21 August 2015

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REVIEW REPORT ON SEPARATE FINANCIAL STATEMENTS

**To: The shareholders, Boards of Management and Directors of
Phu Nhuan Jewelry Joint Stock Company**

We have reviewed the accompanying balance sheet as at 30 June 2015, the related statements of income and cash flows for the period from 1 January 2015 to 30 June 2015 and the notes thereto (collectively referred to as the "separate financial statements") of Phu Nhuan Jewelry Joint Stock Company (the "Company") prepared on 21 August 2015 as set out from page 4 to page 34. The preparation of these separate financial statements is the responsibility of the Company's Board of Directors. Our responsibility is to issue a review report on these separate financial statements based on our review.

We conducted our review in accordance with Vietnamese Standard on Auditing No. 910 - Engagements to review financial statements. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the separate financial statements are free of material misstatements. A review is limited primarily to inquiries of the Company's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying financial statements do not give a true and fair view of, in all material respects, the financial position of the Company as at 30 June 2015, the results of its operations and its cash flows for the period from 01 January 2015 to 30 June 2015 in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.

Other Matter

The Company's financial statements for the period from 1 January 2014 to 30 June 2014 and the year ended 31 December 2014 were reviewed and audited by another audit company. The review report dated 25 August 2014 and the independent auditors' report dated 28 March 2015 expressed unqualified conclusion and opinion.




Vo Thai Hoa
Audit Partner
Audit Practising Registration Certificate
No. 0138-2013-001-1
For and on behalf of
DELOITTE VIETNAM COMPANY LIMITED
21 August 2015
Ho Chi Minh City, S.R. Vietnam



Tran Thi Kim Khanh
Auditor
Audit Practising Registration Certificate
No. 0395-2013-001-1

BALANCE SHEET
As at 30 June 2015

FORM B01a-DN
Unit: VND


ASSETS	Codes	Notes	30/6/2015	31/12/2014
A - CURRENT ASSETS	100		2,374,913,837,753	1,803,181,850,800
I. Cash and cash equivalents	110	5	23,881,697,936	35,139,719,411
1. Cash	111		23,881,697,936	35,139,719,411
II. Short-term financial investments	120	6	65,000,000	65,000,000
1. Held-to-maturity investments	123		65,000,000	65,000,000
III. Short-term receivables	130		85,692,979,785	76,957,255,497
1. Short-term trade receivables	131	7	40,096,389,544	45,069,065,323
2. Short-term advances to suppliers	132		28,894,575,045	16,213,997,161
3. Other short-term receivables	136	8	15,433,410,399	22,524,963,387
4. Provision for short-term doubtful debts	137		-	(7,752,218,659)
5. Deficits in assets awaiting solution	139	9	1,268,604,797	901,448,285
IV. Inventories	140	10	2,243,620,780,478	1,655,596,302,559
1. Inventories	141		2,243,620,780,478	1,655,596,302,559
V. Other short-term assets	150		21,653,379,554	35,423,573,333
1. Short-term prepayments	151	18	17,283,507,535	27,110,751,151
2. Value added tax deductibles	152		-	3,659,558,376
3. Taxes and other receivables from the State budget	153	11	4,369,872,019	4,653,263,806
B - NON-CURRENT ASSETS	200		918,429,126,501	1,010,005,918,044
I. Long-term receivables	210		19,269,648,454	13,014,032,750
1. Other long-term receivables	216	8	19,269,648,454	13,014,032,750
II. Fixed assets	220		462,355,976,544	451,461,210,704
1. Tangible fixed assets	221	12	171,892,336,550	160,211,532,448
- Cost	222		289,009,192,348	263,929,102,351
- Accumulated depreciation	223		(117,116,855,798)	(103,717,569,903)
2. Intangible assets	227	13	290,463,639,994	291,249,678,256
- Cost	228		293,121,956,571	293,121,956,571
- Accumulated amortisation	229		(2,658,316,577)	(1,872,278,315)
III. Assets in progress	240		10,599,611,270	739,090,200
1. Cost of construction in progress	242	14	10,599,611,270	739,090,200
IV. Long-term financial investments	250	6	400,848,260,537	531,735,510,537
1. Investments in subsidiaries	251	15	20,000,000,000	20,000,000,000
2. Investments in associates	252	16	91,866,300,000	91,866,300,000
3. Equity investments in other entities	253	17	460,651,988,400	460,651,988,400
4. Provision for impairment of long-term financial investments	254	6	(171,670,027,863)	(40,782,777,863)
V. Other long-term assets	260		25,355,629,696	13,056,073,853
1. Long-term prepayments	261	18	23,958,834,802	12,134,611,001
2. Deferred tax assets	262	19	1,396,794,894	921,462,852
TOTAL ASSETS (270=100+200)	270		3,293,342,964,254	2,813,187,768,844


The notes set out on pages 8 to 34 are an integral part of these separate financial statements

BALANCE SHEET (Continued)
 As at 30 June 2015

FORM B01a-DN
 Unit: VND

RESOURCES	Codes	Notes	30/6/2015	31/12/2014
C - LIABILITIES	300		2,044,637,093,874	1,546,477,098,360
I. Current liabilities	310		1,852,799,564,774	1,408,892,716,260
1. Short-term trade payables	311	20	151,911,751,001	141,440,940,445
2. Short-term advances from customers	312		72,156,269,012	10,577,252,253
3. Taxes and amounts payable to the State budget	313	11	27,542,508,884	45,248,221,899
4. Payables to employees	314		20,675,970,710	26,969,847,063
5. Short-term accrued expenses	315		9,850,132,638	4,188,467,510
6. Other current payables	319	21	108,227,387,696	41,515,425,628
7. Short-term loans	320	22	1,444,061,288,072	1,131,686,128,041
8. Bonus and welfare funds	322		18,374,256,761	7,266,433,421
II. Long-term liabilities	330		191,837,529,100	137,584,382,100
1. Other long-term payables	337	21	3,295,029,100	455,382,100
2. Long-term loans	338	23	188,542,500,000	137,129,000,000
D - EQUITY	400		1,248,705,870,380	1,266,710,670,484
I. Owner's equity	410	24	1,248,705,870,380	1,266,710,670,484
1. Owner's contributed capital	411		755,970,350,000	755,970,350,000
- Ordinary shares carrying voting rights	411a		755,970,350,000	755,970,350,000
2. Share premium	412		105,021,650,000	105,021,650,000
3. Treasury shares	415		(7,090,000)	(7,090,000)
4. Investment and development fund	418		265,805,050,783	232,805,050,783
5. Retained earnings	421		121,915,909,597	172,920,709,701
- Retained earnings accumulated to the prior year end	421a		11,058,300,901	48,717,463,219
- Retained earnings of the current period	421b		110,857,608,696	124,203,246,482
TOTAL RESOURCES (440=300+400)	440		3,293,342,964,254	2,813,187,768,844


 Nguyen Thanh Dat
 Preparer


 Dang Thi Lai
 Chief Accountant


 Cao Thi Ngoc Dung
 General Director
 21 August 2015



INCOME STATEMENT

For the period from 1 January 2015 to 30 June 2015

FORM B02a-DN
Unit: VND

ITEMS	Codes	Notes	From 01/01/2015	From 01/01/2014
			to 30/6/2015	to 30/6/2014
1. Gross revenue from goods sold and services rendered	01	26	3,846,456,981,660	3,614,026,046,101
2. Deductions	02	26	13,580,767,891	4,793,806,728
3. Net revenue from goods sold and services rendered (10=01-02)	10	26	3,832,876,213,769	3,609,232,239,373
4. Cost of goods sold and services rendered	11	27	3,292,863,287,654	3,226,869,125,817
5. Gross profit from goods sold and services rendered (20=10-11)	20		540,012,926,115	382,363,113,556
6. Financial income	21	29	10,407,759,944	11,879,099,477
7. Financial expenses	22	30	172,438,939,426	50,111,768,347
- In which: Interest expense	23		36,777,505,139	36,059,176,130
8. Selling expenses	25	31	184,928,450,264	139,854,591,880
9. General and administration expenses	26	32	49,064,297,677	47,931,474,815
10. Operating profit (30=20+(21-22)-(25+26))	30		143,988,998,692	156,344,377,991
11. Other income	31		810,678,183	721,783,770
12. Other expenses	32		3,835,004,610	722,291,928
13. Loss from other activities (40=31-32)	40		(3,024,326,427)	(508,158)
14. Accounting profit before tax (50=30+40)	50		140,964,672,265	156,343,869,833
15. Current corporate income tax expense	51	33	30,582,395,611	32,490,433,141
16. Deferred corporate tax income	52	19	(475,332,042)	(349,809,790)
17. Net profit after corporate income tax (60=50-51-52)	60		<u>110,857,608,696</u>	<u>124,203,246,482</u>



Nguyen Thanh Dat
Preparer



Dang Thi Lai
Chief Accountant





Cao Thi Ngoc Dung
General Director
21 August 2015

CASH FLOW STATEMENT
For the period from 1 January 2015 to 30 June 2015

FORM B03a-DN
Unit: VND

ITEMS	Codes	From 01/01/2015 to 30/6/2015	From 01/01/2014 to 30/6/2014
I. CASH FLOWS USED IN OPERATING ACTIVITIES			
1. Profit before tax	01	140,964,672,265	156,343,869,833
2. Adjustments for:			
- Depreciation and amortisation	02	14,524,205,793	9,390,999,385
- Provisions	03	130,887,250,000	9,823,210,310
- Gain from investing activities	05	(10,052,684,494)	(8,941,866,497)
- Interest expense	06	36,777,505,139	36,059,176,130
3. Operating profit before movements in working capital	08	313,100,948,703	202,675,389,161
- Decrease/(increase) in receivables	09	11,733,258,304	(1,202,887,769)
- Increase in inventories	10	(588,024,477,919)	(168,556,989,479)
- Increase/(decrease) in accounts payable	11	45,982,627,360	(16,900,207,782)
- Increase in prepaid expenses	12	(1,996,980,185)	(2,625,442,043)
- Interest paid	14	(35,453,096,521)	(32,378,122,191)
- Corporate income tax paid	15	(47,771,895,759)	(45,501,519,643)
- Other cash outflows	17	(25,734,973,364)	(12,898,879,231)
Net cash used in operating activities	20	(328,164,589,381)	(77,388,658,977)
II. CASH FLOWS (USED IN)/FROM INVESTING ACTIVITIES			
1. Acquisition and construction of fixed assets	21	(28,257,814,789)	(15,679,826,205)
2. Proceeds from sale, disposal of fixed assets	22	154,545,455	-
3. Cash recovered from investments in other entities	26	-	7,500,000,000
4. Interest earned, dividends received	27	52,684,494	11,665,344,342
Net cash (used in)/from investing activities	30	(28,050,584,840)	3,485,518,137
III. CASH FLOWS FROM FINANCING ACTIVITIES			
1. Proceeds from borrowings	33	2,517,148,924,984	1,808,333,133,921
2. Repayment of borrowings	34	(2,153,360,264,953)	(1,578,862,269,311)
3. Dividends paid	36	(18,831,507,285)	(151,192,652,000)
Net cash from financing activities	40	344,957,152,746	78,278,212,610
Net (decrease)/increase in cash (50=20+30+40)	50	(11,258,021,475)	4,375,071,770
Cash at the beginning of the period	60	35,139,719,411	38,116,455,254
Cash at the end of the period (70=50+60)	70	23,881,697,936	42,491,527,024


Nguyen Thanh Dat
Preparer


Dang Thi Lai
Chief Accountant



Gao Thi Ngoc Dung
General Director
21 August 2015

NOTES TO THE SEPARATE FINANCIAL STATEMENTS

FORM B 09a-DN

These notes are an integral part of and should be read in conjunction with the accompanying separate financial statements

1. GENERAL INFORMATION

Structure of ownership

Phu Nhuan Jewelry Joint Stock Company (the "Company") was incorporated in Vietnam, under the Business Registration Certificate No. 0300521758 issued by the Department of Planning and Investment of Ho Chi Minh City on 2 January 2004, as amended.

The Company has been listed on the Ho Chi Minh City Stock Exchange ("HOSE") from 23 March 2009 pursuant to the Decision No.129/DKNY issued by the General Director of HOSE on 26 December 2008.

The number of employees as at 30 June 2015 was 3,061 (as at 31 December 2014: 2,494).

Operating industry and principal activities

The Company's principal activities are to trade gold, silver, jewelry and gemstones, and to import and export jewelry in gold, silver and gemstones.

The Company's structure

The Company's head office is located at 170 Phan Dang Luu Street, Phu Nhuan District, Ho Chi Minh City, Vietnam. In addition, the Company also has one hundred and seventy-eight (178) retail shops located in various provinces and cities in Vietnam.

As at 30 June 2015, the Company subsidiaries and associate were:

- CAO Fashion Company Limited – Subsidiary
- PNJ Laboratory Company Limited – Subsidiary
- Dong A Land Joint Stock Company – Associate

As at 30 June 2015, the Company also had ninety seven (97) branches located in various provinces and cities in Vietnam, in which the big branches were:

- Branch of Phu Nhuan Jewelry Joint Stock Company- Bien Hoa Branch
- Branch of Phu Nhuan Jewelry Joint Stock Company- Hue City
- Branch of Phu Nhuan Jewelry Joint Stock Company- Vinh Long Branch
- Branch of Phu Nhuan Jewelry Joint Stock Company- Nha Trang Branch
- Branch of Phu Nhuan Jewelry Joint Stock Company- Da Nang Branch

Disclosure of information comparability in the separate financial statements

As stated in Note 3, since 01 January 2015, the Company has adopted Circular No. 200/2014/TT-BTC issued by the Ministry of Finance on 22 December 2014 ("Circular 200") guiding the accounting regime for enterprises. This Circular is effective for the financial year beginning on or after 1 January 2015. Circular 200 supersedes the regulations for accounting regime promulgated under Decision No. 15/2006/QD-BTC dated 20 March 2006 issued by the Ministry of Finance and Circular No. 244/2009/TT-BTC dated 31 December 2009 issued by the Ministry of Finance. Accordingly, certain figures of the balance sheet and cash flow statement of the previous period are reclassified to be adopted to be comparability of the figures of the current period (see Note 38).

2. ACCOUNTING CONVENTION AND ACCOUNTING PERIOD

Accounting convention

The accompanying separate financial statements, expressed in Vietnam Dong (VND), are prepared under the historical cost convention and in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.



NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

FORM B 09a-DN

These notes are an integral part of and should be read in conjunction with the accompanying separate financial statements

The accompanying separate financial statements are not intended to present the financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam.

Financial year

The Company's financial year begins on 1 January and ends on 31 December. The interim separate financial statements are prepared for the period from 1 January to 30 June annually.

3. ADOPTION OF NEW ACCOUNTING GUIDANCE

On 22 December 2014, the Ministry of Finance issued Circular No. 200/2014/TT-BTC ("Circular 200") guiding the accounting regime for enterprises. This Circular is effective for financial years beginning on or after 1 January 2015. Circular 200 supersedes the regulations for accounting regime promulgated under Decision No. 15/2006/QĐ-BTC dated 20 March 2006 issued by the Ministry of Finance and Circular No. 244/2009/TT-BTC dated 31 December 2009 issued by the Ministry of Finance. The Board of Directors has adopted Circular 200 in the preparation and presentation of the separate financial statements for the period from 1 January 2015 to 30 June 2015.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies, which have been adopted by the Company in the preparation of these separate financial statements, are as follows:

Estimates

The preparation of separate financial statements in conformity with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the separate financial statements and the reported amounts of revenues and expenses during the reporting period. Although these accounting estimates are based on the management's best knowledge, actual results may differ from those estimates.

Financial instruments

Initial recognition

Financial assets: At the date of initial recognition, financial assets are recognised at cost plus transaction costs that are directly attributable to the acquisition of the financial assets. Financial assets of the Company comprise cash, trade and other receivables, deposits, financial investments.

Financial liabilities: At the date of initial recognition financial liabilities are recognised at cost plus transaction costs that are directly attributable to the issue of the financial liabilities. Financial liabilities of the Company comprise borrowings, trade and other payables, accrued expenses.

Subsequent measurement after initial recognition

Currently, there are no requirements for the subsequent measurement of the financial instruments after initial recognition.

Cash

Cash comprise cash on hand, demand deposits.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

FORM B 09a-DN

These notes are an integral part of and should be read in conjunction with the accompanying separate financial statements

Financial investments

Trading securities

Trading securities are those the Company holds for trading purpose. Trading securities are recognised from the date the Company obtains the ownership of those securities and initially measured at the fair value of payments made at the transaction date plus directly attributable transaction costs.

In subsequent periods, investments in trading securities are measured at cost less provision for impairment of such investments.

Provision for impairment of investments in trading securities is made in accordance with prevailing accounting regulations.

Held-to-maturity investments

Held-to-maturity investments comprise investments that the Company has the positive intent or ability to hold to maturity, including term deposits.

Held-to-maturity investments are recognised on a trade date basis and are initially measured at acquisition price plus directly attributable transaction costs. Post-acquisition interest income from held-to-maturity investments is recognised in the income statement on accrual basis. Pre-acquisition interest is deducted from the cost of such investments at the acquisition date.

Held-to-maturity investments are measured at cost less provision for doubtful debts.

Provision for doubtful debts relating to held-to-maturity investments is made in accordance with prevailing accounting regulations.

Investments in subsidiaries, joint ventures, associates

Investment in subsidiaries

A subsidiary is an entity over which the Company has control. Control is achieved where the Company has the power to govern the financial and operating policies of an investee enterprise so as to obtain benefits from its activities.

Investments in associates

An associate is an entity over which the Company has significant influence and that is neither a subsidiary nor an interest in joint venture. Significant influence is the power to participate in the financial and operating policy decisions of the investee but not control or joint control over those policies.

Interests in subsidiaries, joint ventures and associates are initially recognised at cost. The Company's share of the net profit of the investee after acquisition is recognised in the income statement. Other distributions received other than such profit share are deducted from the cost of the investments as recoverable amounts.

Investments in subsidiaries, joint ventures and associates are carried in the balance sheet at cost less provision for impairment of such investments (if any).

Other long-term investments

Other long-term investments are investments in other entities which the Company owns less than 20% voting rights and does not have significant influence, with maturity over 1 year. The other long-term investments are recorded at the starting date of acquisition and the initial value are determined based on the cost and other cost related to the investments. In the next fiscal year, the other long-term investments is determined at cost less the impairment in value of investments.

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NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)**FORM B 09a-DN***These notes are an integral part of and should be read in conjunction with the accompanying separate financial statements***Provisions for impairment of investments**

Provisions for impairment of investments in subsidiaries, joint ventures and associates are made in accordance with Circular No. 228/2009/TT-BTC dated 7 December 2009 issued by the Ministry of Finance on "Guiding the appropriation and use of provisions for devaluation of inventories, loss of financial investments, bad debts and warranty for products, goods and construction works at enterprises", Circular No. 89/2013/TT-BTC dated 28 June 2013 by the Ministry of Finance amending and supplementing Circular No. 228/2009/TT-BTC and prevailing accounting regulations.

Receivables

Receivables represent the amounts recoverable from customers or other debtors and are stated at book value less provision for doubtful debts.

Provision for doubtful debts is made for receivables that are overdue for six months or more, or when the debtor is in dissolution, in bankruptcy, or is experiencing similar difficulties and so may be unable to repay the debt.

Inventories

Inventories are stated at the lower of cost and net realisable value. Cost comprises direct materials and where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. Cost is calculated using the weighted average method. Net realisable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing, selling and distribution.

The evaluation of necessary provision for inventory obsolescence follows current prevailing accounting regulations which allow provisions to be made for obsolete, damaged, or sub-standard inventories and for those which have costs higher than net realisable values as at the balance sheet date.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation. The costs of purchased tangible fixed assets comprise their purchase prices and any directly attributable costs of bringing the assets to their working condition and location for their intended use.

Tangible fixed assets are depreciated using the straight-line method over their estimated useful lives as follows:

	<u>Years</u>
Buildings and structures	03 - 25
Machinery and equipment	03 - 15
Motor vehicles	04 - 10
Office equipment	03 - 08

Gain or loss resulting from sales and disposals of tangible fixed assets is the difference between profit from sales or disposals of assets and their residual values and is recognised in the income statement.

Intangible assets and amortisation

Intangible assets represent computer software that is stated at cost less accumulated amortisation and is amortised on the straight-line basis over their estimated useful lives of 3 years.

Land use rights are recorded as an intangible asset on the balance sheet when the Company received the certificate of land use rights. Historical cost of land use rights include all costs directly related to transfer of assets into ready for use status and are not amortized because land use rights have long usage time.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

FORM B 09a-DN

These notes are an integral part of and should be read in conjunction with the accompanying separate financial statements

Construction in progress

Properties in the course of construction for selling, are carried at cost. Cost includes land use rights and construction cost for trade centers and stores in accordance with the Company's accounting policy. Depreciation of these assets, on the same basis as other assets, commences when the assets are ready for their intended use.

Prepayments

Prepayments are expenses which have reported as short-term or long-term prepayment on the balance sheet and are amortized over the period for which the amount are paid or the period in which economic benefits are generated in relation to these expenses.

The following types of expenses are recorded as long term prepayments:

- Prepaid rental includes land and shop rental prepaid for many years under operating lease contracts which are amortized over the lease term;
- Tools and consumables with large value issued in use which can be used for more than one year, and others which are amortized to the income statement over 2 to 3 years.

Borrowing costs

Interest expense includes interest and other costs incurred related to the loans of the Company and are recorded to the expenses incurred during the period.

Revenue recognition

Revenue from the sale of goods is recognised when all five (5) following conditions are satisfied:

- (a) the Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- (b) the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- (c) the amount of revenue can be measured reliably;
- (d) it is probable that the economic benefits associated with the transaction will flow to the Company;
- and
- (e) the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue of a transaction involving the rendering of services is recognised when the outcome of such transactions can be measured reliably. Where a transaction involving the rendering of services is attributable to several periods, revenue is recognised in each period by reference to the percentage of completion of the transaction at the balance sheet date of that period. The outcome of a transaction can be measured reliably when all four (4) following conditions are satisfied:

- (a) the amount of revenue can be measured reliably;
- (b) it is probable that the economic benefits associated with the transaction will flow to the Company;
- (c) the percentage of completion of the transaction at the balance sheet date can be measured reliably;
- and
- (d) the costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

Interest income is accrued on a time basis, by reference to the principal outstanding and at the applicable interest rate.

Dividend income from investments is recognised when the Company's right to receive payment has been established.



NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

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These notes are an integral part of and should be read in conjunction with the accompanying separate financial statements

Foreign currencies

The Company applies the method of recording foreign exchange differences in accordance with Vietnamese Accounting Standard No. 10 (VAS 10) "Effect of changes in foreign exchange rates" and Circular 200/2014/TT-BTC (Circular 200). Accordingly, transactions arising in foreign currencies are translated at exchange rates ruling at the transaction date. The balances of monetary items denominated in foreign currencies as at the balance sheet date are retranslated at the exchange rates on the same date. Exchange differences arising from the transactions of these accounts are recognised in the income statement.

Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the period. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other periods (including loss carried forward, if any) and it further excludes items that are never taxable or deductible.

Deferred tax is recognised on significant differences between carrying amounts of assets and liabilities in the separate financial statements and the corresponding tax bases used in the computation of taxable profit and is accounted for using balance sheet liability method. Deferred tax liabilities are generally recognised for all temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which deductible temporary differences can be utilised.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset realised. Deferred tax is charged or credited to profit or loss, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same tax authority and the Company intends to settle its current tax assets and liabilities on a net basis.

The determination of the tax currently payable is based on the current interpretation of tax regulations. However, these regulations are subject to periodic variation and their ultimate determination depends on the results of the tax authorities' examinations.

Other taxes are paid in accordance with the prevailing tax laws in Vietnam.

5. **CASH**

	30/6/2015	31/12/2014
	<u>YND</u>	<u>YND</u>
Cash on hand	19,032,125,318	28,757,507,093
Cash in bank	3,700,201,618	4,660,869,318
Cash in transit	1,149,371,000	1,721,343,000
	<u>23,881,697,936</u>	<u>35,139,719,411</u>

As at 31 December 2014, cash equivalents which are gold and jewelry are reclassified in inventories in accordance with guidance of Circular 200/2014/TT-BTC of the Ministry of Finance dated 22 December 2014 with an amount of VND 234,599,264,879.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

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These notes are an integral part of and should be read in conjunction with the accompanying separate financial statements

6. FINANCIAL INVESTMENTS

	30/6/2015			31/12/2014		
	Cost	VND Provision	Fair value	Cost	VND Provision	Fair value
a. Held-to-maturity investments	65,000,000	-	65,000,000	65,000,000	-	65,000,000
- Time deposit	65,000,000	-	65,000,000	65,000,000	-	65,000,000
b. Investments in other entities						
- Investments in subsidiaries	20,000,000,000	-	20,000,000,000	20,000,000,000	-	20,000,000,000
<i>CAO Fashion Company Limited</i>	10,000,000,000	-	10,000,000,000	10,000,000,000	-	10,000,000,000
<i>PNJ Laboratory Company Limited</i>	10,000,000,000	-	10,000,000,000	10,000,000,000	-	10,000,000,000
- Investments in joint ventures, associates	91,866,300,000	(30,473,664,463)	61,392,635,537	91,866,300,000	(30,473,664,463)	61,392,635,537
<i>Dong A Land Joint Stock Company</i>	91,866,300,000	(30,473,664,463)	61,392,635,537	91,866,300,000	(30,473,664,463)	61,392,635,537
- Investments in others entities	460,651,988,400	(141,196,363,400)	319,455,625,000	460,651,988,400	(10,309,113,400)	450,342,875,000
<i>Dong A Joint Stock Commercial Bank</i>	393,271,611,400	(141,196,363,400)	254,075,250,000	393,271,611,400	(10,309,113,400)	384,962,500,000
<i>Sai Gon M&C Real Estate Joint Stock Company</i>	67,380,377,000	-	65,380,375,000	67,380,375,000	-	65,380,375,000
	<u>572,583,288,400</u>	<u>(171,670,027,863)</u>	<u>400,913,260,537</u>	<u>572,583,288,400</u>	<u>(40,782,777,863)</u>	<u>531,800,510,537</u>

Significant intra-group transactions during the period (Note 36)

(*) On 14 August 2015, the State Bank of Vietnam decided to put Dong A Commercial Joint Stock Bank under special control. However the Board of Directors believes that the Company made provision for impairment of this investment in this bank fully and in accordance with current accounting regulations as at the balance sheet date.

7. SHORT-TERM TRADE RECEIVABLES

	30/6/2015	31/12/2014
	VND	VND
a. Short-term trade receivables	40,096,389,544	44,496,565,694
- <i>ToTal Gaz Vietnam Limited</i>	13,274,137,702	13,274,137,702
- <i>FH Trautz GmBh</i>	4,984,961,803	4,084,326,480
- <i>Others</i>	21,837,290,039	27,138,101,512
b. Receivables from related parties	-	572,499,629
- <i>CAO Fashion Company Limited</i>	-	572,499,629
	<u>40,096,389,544</u>	<u>45,069,065,323</u>

8. OTHER RECEIVABLES

	30/6/2015	31/12/2014
	VND	VND
a. Short-term receivables		
- Advances to employees	1,287,542,096	644,633,055
- Others	14,145,868,303	21,880,330,332
<i>CAO Fashion Company Limited</i>	4,000,000,000	4,979,800,000
<i>Others</i>	10,145,868,303	16,900,530,332
	<u>15,433,410,399</u>	<u>22,524,963,387</u>
b. Long-term receivables		
- Long-term deposits to rent the stores	19,269,648,454	13,014,032,750

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued) **FORM B 09a-DN**
These notes are an integral part of and should be read in conjunction with the accompanying separate financial statements

9. DEFICITS IN ASSETS AWAITING SOLUTION

	30/6/2015		31/12/2014	
	Quantity	VND Amount	Quantity	VND Amount
- Gold (3,75 gram)	289.78	901,789,000	149.99	499,999,998
- Others	-	366,815,797	-	401,448,287
	289.78	1,268,604,797	149.99	901,448,285

10. INVENTORIES

	30/6/2015 VND	31/12/2014 VND
Goods in transit	12,272,580,928	608,973,823
Raw materials	91,347,582,658	100,733,744,306
Tools and supplies	20,599,158,139	19,832,568,407
Works in progress	113,048,056,448	147,200,324,226
Finished goods	151,462,754,017	129,280,128,300
Merchandise	1,811,885,425,817	1,219,465,105,121
Goods on consignment	43,005,222,471	38,475,458,376
	2,243,620,780,478	1,655,596,302,559

As at 30 June 2015, inventories of VND 964,000,000 (as at 31 December 2014: VND 570,000,000,000) was used as collateral for short-term loans obtained from commercial banks (Note 22).

11. TAXES AND OTHER RECEIVABLES FROM/PAYABLES TO THE STATE BUDGET

	01/01/2015 VND	Payable during the period VND	Paid during the period VND	30/06/2015 VND
a. Receivables				
Value added tax	4,525,720,813	(30,691,800,993)	30,467,866,830	4,301,786,650
Import-export tax	53,542,993	(3,673,461,157)	3,675,565,783	55,647,619
Others	74,000,000	(2,908,094,965)	2,846,532,715	12,437,750
	4,653,263,806	(37,273,357,115)	36,989,965,328	4,369,872,019
b. Payables				
Value added tax	12,606,905,829	52,689,795,649	(53,292,850,597)	12,003,850,881
Corporate income tax	31,887,913,338	30,537,728,487	(47,771,895,759)	14,653,746,066
Personal income tax	645,896,896	5,633,245,890	(5,547,306,994)	731,835,792
Others	107,505,836	3,266,221,329	(3,220,651,020)	153,076,145
	45,248,221,899	92,126,991,355	(109,832,704,370)	27,542,508,884

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

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These notes are an integral part of and should be read in conjunction with the accompanying separate financial statements

12. TANGIBLE FIXED ASSETS

	Buildings and structures VND	Machinery and equipment VND	Motor Vehicles VND	Office Equipment VND	Total VND
COST					
As at 01/01/2015	120,558,292,982	116,606,709,230	11,093,892,423	15,670,207,716	263,929,102,351
Additions	-	6,597,724,348	3,669,331,000	15,151,916,285	25,418,971,633
Disposals	-	-	(338,881,636)	-	(338,881,636)
As at 30/6/2015	<u>120,558,292,982</u>	<u>123,204,433,578</u>	<u>14,424,341,787</u>	<u>30,822,124,001</u>	<u>289,009,192,348</u>
ACCUMULATED DEPRECIATION					
As at 01/01/2015	16,298,558,314	69,212,941,423	6,375,012,790	11,831,057,376	103,717,569,903
Charge for the period	2,636,958,162	7,317,578,871	471,212,029	3,312,418,469	13,738,167,531
Disposals	-	-	(338,881,636)	-	(338,881,636)
As at 30/6/2015	<u>18,935,516,476</u>	<u>76,530,520,294</u>	<u>6,507,343,183</u>	<u>15,143,475,845</u>	<u>117,116,855,798</u>
NET BOOK VALUE					
As at 30/6/2015	<u>101,622,776,506</u>	<u>46,673,913,284</u>	<u>7,916,998,604</u>	<u>15,678,648,156</u>	<u>171,892,336,550</u>
As at 31/12/2014	<u>104,259,734,668</u>	<u>47,393,767,807</u>	<u>4,718,879,633</u>	<u>3,839,150,340</u>	<u>160,211,532,448</u>

The cost of the Company's tangible fixed assets includes VND 48,310,499,070 (as at 31 December 2014: VND 45,600,215,654) of assets which have been fully depreciated but are still in use.

13. INTANGIBLE ASSETS

	Land use rights VND	Computer software VND	Total VND
COST			
As at 01/01/2015	285,183,268,988	7,938,687,583	293,121,956,571
As at 30/6/2015	<u>285,183,268,988</u>	<u>7,938,687,583</u>	<u>293,121,956,571</u>
ACCUMULATED DEPRECIATION			
As at 01/01/2015	-	1,872,278,315	1,872,278,315
Charge for the period	-	786,038,262	786,038,262
As at 30/6/2015	-	<u>2,658,316,577</u>	<u>2,658,316,577</u>
NET BOOK VALUE			
As at 30/6/2015	<u>285,183,268,988</u>	<u>5,280,371,006</u>	<u>290,463,639,994</u>
As at 31/12/2014	<u>285,183,268,988</u>	<u>6,066,409,268</u>	<u>291,249,678,256</u>

As presented in Note 22 and 23, the value of land use rights used as collateral for the loans in commercial banks as at 30 June 2015 is VND 106,543,452,000 (as at 31 December 2014: VND 106,543,452,000)

14. CONSTRUCTION IN PROGRESS

	30/6/2015 VND	31/12/2014 VND
Land use rights	9,860,521,070	-
Construction expense for stores	739,090,200	739,090,200
	<u>10,599,611,270</u>	<u>739,090,200</u>

PHU NHUAN JEWELRY JOINT STOCK COMPANY170 Phan Dang Luu Street, Ward 3, Phu Nhuan District
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NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)**FORM B 09a-DN***These notes are an integral part of and should be read in conjunction with the accompanying separate financial statements***15. INVESTMENTS IN SUBSIDIARIES**

Details of the Company's subsidiaries as at 30 June 2015 are as follows:

Name	Place incorporated and operating	Rate of interest %	Rate of voting %	Value VND	Principal activities
CAO Fashion Company Limited	Ho Chi Minh City	100	100	10,000,000,000	Produce and trade fashion product
PNJ Laboratory Company Limited	Ho Chi Minh City	100	100	10,000,000,000	Provide jewellery inspection and consultancy services

CAO Fashion Company Limited ("CFC"), a one-member limited liability company, was established under the Law on Enterprise of Vietnam pursuant to the Business Registration Certificate No. 0309279212 issued by the Department of Planning and Investment of Ho Chi Minh City on 14 August 2009. CFC's registered head office is located at 170E Phan Dang Luu Street, Phu Nhuan District, Ho Chi Minh City, Vietnam. CFC's principal activities are to produce and trade fashion products, silver and gold jewelry, and arts and crafts products, and to import and export art and craft products.

PNJ Laboratory Company Limited ("PLC"), a one-member limited liability company, was established under the Law on Enterprise of Vietnam pursuant to the Business Registration Certificate No.0310521330 issued by the Department of Planning and Investment of Ho Chi Minh City on 16 December 2010. PLC's registered head office is located at 205 Phan Dang Luu Street, Phu Nhuan District, Ho Chi Minh City, Vietnam. PLC's principal activities are to provide jewelry inspection and consultancy services.

16. INVESTMENTS IN ASSOCIATES

Details of the Company's associates as at 30 June 2015 are as follows:

Name	Place incorporated and operating	Rate of interest %	Rate of voting %	Value VND	Principal activities
Dong A Land Joint Stock Company	Ho Chi Minh City	30.62	30.62	91,866,300,000	Provide design service, project management

Dong A land Joint Stock Company ("DAL") is a joint stock company incorporated under the Law on Enterprise of Vietnam pursuant to the Business Registration Certificate No. 4103001739 issued by the Department of Planning and Investment of Ho Chi Minh City on 24 July 2003. DAL's registered head office is located at 43R/12, Ho Van Hue Street, Ward 9, Phu Nhuan District, Ho Chi Minh City, Vietnam. DAL's principal activities are to provide design service, project management, construction services, to provide real estate consulting services and real estate agency, and to trade houses and interior decoration.

17. EQUITY INVESTMENTS IN OTHER ENTITIES

	30/6/2015 VND	31/12/2014 VND
Dong A Joint Stock Commercial Bank ("DAB")	395,271,613,400	395,271,613,400
Sai Gon M&C Real Estate Joint Stock Company	65,380,375,000	65,380,375,000
	<u>460,651,988,400</u>	<u>460,651,988,400</u>

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NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)**FORM B 09a-DN***These notes are an integral part of and should be read in conjunction with the accompanying separate financial statements*

Details of the Company's associates as at 30 June 2015 are as follows:

Name	Place incorporated and operating	Rate of interest %	Rate of voting %	Value VND	Principal activities
Dong A Joint Stock Commercial Bank ("DAB")(*)	Ho Chi Minh City	7.69%	7.69%	395,271,613,400	Business operations related to financial activities, banking
Sai Gon M&C Real Estate Joint Stock Company	Ho Chi Minh City	5%	5%	65,380,375,000	Business activities and providing services related to real estates

(*) DAB shares are used as collateral for loans in Asia Commercial Bank (Note 22).

18. PREPAYMENTS

	30/6/2015 VND	31/12/2014 VND
a. Short-term prepayments		
- Stores rental	5,438,513,901	3,361,387,270
- Tools and supplies	8,325,723,609	15,041,864,775
- Stores renovation costs, others	3,519,270,025	8,707,499,106
	<u>17,283,507,535</u>	<u>27,110,751,151</u>
b. Long-term prepayments		
- Stores rental	6,510,232,093	3,198,215,073
- Tools and supplies	12,996,630,684	4,039,577,270
- Stores renovation costs, others	4,451,972,025	4,896,818,658
	<u>23,958,834,802</u>	<u>12,134,611,001</u>

19. DEFERRED TAX

The followings are the major deferred tax liabilities and assets recognised by the Company, and the movements thereon, during the current period and prior years.

	Accruals and unrealised foreign exchange difference VND
As at 1 January 2014	701,850,324
(Charge)/Credit to the income statement	219,612,528
As at 31 December 2014	<u>921,462,852</u>
(Charge)/Credit to the income statement	475,332,042
As at 30 June 2015	<u>1,396,794,894</u>

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

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20. TRADE PAYABLES

	30/6/2015		31/12/2014	
	Amount VND	Amount able to be paid off VND	Amount VND	Amount able to be paid off VND
a) Short-term trade payables:				
- Forte Jewellery (HK) Ltd Co.	17,730,413,030	17,730,413,030	18,437,084,070	18,437,084,070
- Other suppliers	134,181,337,971	134,181,337,971	123,003,856,375	123,003,856,375
	<u>151,911,751,001</u>	<u>151,911,751,001</u>	<u>141,440,940,445</u>	<u>141,440,940,445</u>

b) Trade payables to related parties (Note 36)

21. OTHER PAYABLES

	30/6/2015 VND	31/12/2014 VND
a) Current payables	108,227,387,696	41,515,425,628
- Surpluses in assets awaiting solution	48,941,383	-
- Trade union fee	3,492,709,205	4,836,644,804
- Health insurance	152,888,932	198,471,280
- Unemployment insurance	11,538,841	272,373,838
- Payables to Board of Management fund	1,522,479,644	804,402,000
- Payables to Board of Directors fund	6,169,120,092	6,653,120,092
- Payables to Trade union fund	4,585,612,656	4,276,739,004
- Dividends payable	79,462,545,055	18,824,540
- Others	12,781,551,888	24,454,850,070
Payables to related parties	-	-
- PNJ Laboratory Company Limited	8,030,000,000	15,030,000,000
	-	-
b) Long-term payables	3,295,029,100	455,382,100
- Others	3,295,029,100	455,382,100
	<u>119,552,416,796</u>	<u>41,970,807,728</u>

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

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These notes are an integral part of and should be read in conjunction with the accompanying separate financial statements

22. SHORT-TERM LOANS

	31/12/2014		In the period		30/6/2015	
	VND Amount	VND Amount able to be paid off	VND Increase	VND Decrease	VND Amount	VND Amount able to be paid off
Asia Commercial Joint Stock Bank	208,300,000,000	208,300,000,000	167,000,000,000	(253,300,000,000)	122,000,000,000	122,000,000,000
Vietnam Joint Stock Commercial Bank for Industry and Trade	138,453,326,647	138,453,326,647	25,834,353	(74,307,174,649)	64,171,986,351	64,171,986,351
Joint Stock Company Bank for Foreign trade of Vietnam	122,893,085,681	122,893,085,681	371,920,777,199	(291,637,843,433)	203,176,019,447	203,176,019,447
Southeast Asia Commercial Joint Stock Bank	90,000,000,000	90,000,000,000	110,000,000,000	-	200,000,000,000	200,000,000,000
Petrolimex Group Commercial Joint Stock Bank	70,000,000,000	70,000,000,000	400,000,000,000	(270,000,000,000)	200,000,000,000	200,000,000,000
CTBC Bank Company Limited - Ho Chi Minh Branch	63,000,000,000	63,000,000,000	108,000,000,000	(63,000,000,000)	108,000,000,000	108,000,000,000
Shinhan Bank Vietnam Limited	60,000,000,000	60,000,000,000	-	-	60,000,000,000	60,000,000,000
Military Commercial Joint Stock Bank	20,393,013,713	20,393,013,713	81,515,425,375	(20,393,013,713)	81,515,425,375	81,515,425,375
Ho Chi Minh City Housing Development Commercial Joint Stock Bank	15,900,000,000	15,900,000,000	235,780,000,000	(202,280,000,000)	49,400,000,000	49,400,000,000
Vietnam Prosperity Joint Stock Commercial Bank	15,385,000,000	15,385,000,000	-	(15,385,000,000)	-	-
Vietnam International Commercial Joint Stock Bank	-	-	8,819,878,899	-	8,819,878,899	8,819,878,899
Vietnam Asian Commercial Joint Stock Bank	-	-	100,000,000,000	-	100,000,000,000	100,000,000,000
ANZ Bank (Vietnam) Limited	-	-	104,219,000,000	(19,428,000,000)	84,791,000,000	84,791,000,000
Other individuals	317,316,702,000	317,316,702,000	342,882,959,287	(309,526,683,287)	150,672,978,000	150,672,978,000
Current portion of bond liabilities (see Note 23)	10,045,000,000	10,045,000,000	7,226,000,000	(5,757,000,000)	11,514,000,000	11,514,000,000
	<u>1,131,686,128,041</u>	<u>1,131,686,128,041</u>	<u>2,037,389,875,113</u>	<u>(1,725,014,715,082)</u>	<u>1,444,061,288,072</u>	<u>1,444,061,288,072</u>

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NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)**FORM B 09a-DN***These notes are an integral part of and should be read in conjunction with the accompanying separate financial statements*

Detail of short term loans with floating rate obtained from commercial banks to finance is working capital requirements are as follow:

Bank name	30/6/2015 VND	Maturity date	Interest % p.a	Collateral
- Asia Commercial Joint Stock Bank	122,000,000,000	From 8 August 2015 to 20 August 2015	6	DAB stocks (*) Real estates (**)
- Southeast Asia Commercial Joint Stock Bank	200,000,000,000	From 20 July 2015 to 29 September 2015	6	Trust
- Joint Stock Company Bank for Foreign trade of Vietnam	203,176,019,447	From 30 June 2015 to 29 September 2015	2.8 - 5.7	Trust
- Petrolimex Group Commercial Joint Stock Bank	200,000,000,000	From 15 August 2015 to 30 September 2015	6	Trust
- ANZ Bank Viet Nam Limited	84,791,000,000	From 8 July 2015 to 18 September 2015	5.2	Inventories
- CTBC Bank Company Limited - Ho Chi Minh Branch	108,000,000,000	From 29 September 2015 to 14 November 2015	5.6	Trust
- Shinhan Bank Vietnam Limited - Ho Chi Minh Branch	60,000,000,000	From 5 August 2015 to 6 August 2015	5.2	Trust
- Ho Chi Minh City Housing Development Commercial Joint Stock Bank	49,400,000,000	From 19 July 2015 to 25 July 2015	6	Inventories
- Military Commercial Joint Stock Bank	81,515,425,375	From 5 July 2015 to 30 August 2015	5	Trust
- Vietnam Prosperity Joint Stock Commercial Bank	100,000,000,000	From 12 August 2015 to 18 August 2015	6	Trust
- Vietnam International and Commercial Joint Stock Bank	8,819,878,899	From 2 October 2015 to 18 October 2015	4.5	Trust
- Vietnam Bank for industry and trade	64,171,986,351	From 14 April 2015 to 17 September 2015	2.8	Inventories
Individuals	150,672,978,000		3	Trust
Current portion of long-term	11,514,000,000			
	<u>1,444,061,288,072</u>			

(*) The Company pledged 30,000,000 shares of Asia Commercial Joint Stock Bank

(**) The company pledged the real estates at 16,18,20 and 24/2 Thu Khoa Huan Street, Ben Thanh Ward, District 1, Ho Chi Minh City.

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PHU NHUAN JEWELRY JOINT STOCK COMPANY

170 Phan Dang Luu Street, Ward 3, Phu Nhuan District
Ho Chi Minh City, S.R. Vietnam

Separate financial statements
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23. LONG-TERM LOANS

	31/12/2014		In the period		30/6/2015	
	VND Amount	VND Amount able to be paid off	VND Increase	VND Decrease	VND Amount	VND Amount able to be paid off
Deag A Commercial Joint Stock Bank	78,128,000,000	78,128,000,000	-	(78,128,000,000)	-	-
Asia Commercial Joint Stock Bank	59,001,000,000	59,001,000,000	157,774,000,000	(165,000,000,000)	51,775,000,000	51,775,000,000
Other individuals	-	-	329,211,049,871	(192,443,549,871)	136,767,500,000	136,767,500,000
	<u>137,129,000,000</u>	<u>137,129,000,000</u>	<u>486,985,049,871</u>	<u>(435,571,549,871)</u>	<u>188,542,500,000</u>	<u>188,542,500,000</u>

Terms and conditions of the loans and other long-term liabilities balances are detailed as follows:

	30/6/2015	Interest %	Maturity date	Collateral
Asia Commercial Joint Stock Bank	51,775,000,000	8.8%-9%	2020	Land use rights at 16,18,20 and 24/2 Thu Khoa Huan street, District 1, Ho Chi Minh City
Individuals	<u>136,767,500,000</u>	3%-5%	2017	Trust
	<u>188,542,500,000</u>			

Long-term loans are repayable as follows:

	30/6/2015 VND	31/12/2014 VND
Within one year	11,514,000,000	10,045,000,000
In the second year	141,055,500,000	78,128,000,000
In the third to fifth year inclusive	34,542,000,000	59,001,000,000
After five years	12,945,000,000	-
	<u>200,056,500,000</u>	<u>147,174,000,000</u>
Less: Amount due for settlement within 12 months (Note 22)	11,514,000,000	10,045,000,000
Amount due for settlement after 12 months	<u>188,542,500,000</u>	<u>137,129,000,000</u>

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24. OWNER'S EQUITY

Movement in owner's equity

	Owner's contributed capital VND	Share premium VND	Treasury shares VND	Investment and development fund VND	Retained earnings VND	Total VND
Balance as at 01/01/2014 as previously reported	755,970,350,000	105,021,650,000	(7,090,000)	183,705,050,783	229,426,913,602	1,274,116,874,385
Profit for the year	-	-	-	-	256,701,330,299	256,701,330,299
Dividends declared	-	-	-	-	(241,907,534,200)	(241,907,534,200)
Profit appropriation	-	-	-	49,100,000,000	(49,100,000,000)	-
Transfer to bonus and welfare fund	-	-	-	-	(22,200,000,000)	(22,200,000,000)
Balance as at 01/01/2015	<u>755,970,350,000</u>	<u>105,021,650,000</u>	<u>(7,090,000)</u>	<u>232,805,050,783</u>	<u>172,920,709,701</u>	<u>1,266,710,670,484</u>
Profit for the year	-	-	-	-	110,857,608,696	110,857,608,696
Dividend declared	-	-	-	-	(98,275,227,800)	(98,275,227,800)
Profit appropriation	-	-	-	33,000,000,000	(33,000,000,000)	-
Transfer to bonus and welfare fund	-	-	-	-	(30,587,181,000)	(30,587,181,000)
Balance as at 30/6/2015	<u>755,970,350,000</u>	<u>105,021,650,000</u>	<u>(7,090,000)</u>	<u>265,805,050,783</u>	<u>121,915,909,597</u>	<u>1,248,705,870,380</u>

According to the Resolution of the Annual General Meeting of Shareholders No. 544/2015/NQ-ĐHĐCĐ- CTY dated 15 April 2015, the Company's Board of Management declared dividends of VND 188,990,819,000, including VND 90,714,882,200 advanced in 2014, VND 75,596,330,000 paid by bonus shares and VND 22,688,897,800 paid in cash. The declared dividends were paid in cash with an amount VND 18,831,507,285 during the period.

According to the Resolution of the Annual General Meeting of Shareholders No. 544/2015/NQ-ĐHĐCĐ- CTY dated 15 April 2015, the Company distributed profit in 2014 to appropriate Investment and development fund and bonus and welfare funds with the amounts of VND 33,000,000,000; VND 30,587,181,000, VND 5,000,000 respectively. The shareholders also approved the issuance plan of 22,677,542 additional shares, in which 7,559,633 shares corresponding to VND 75,596,330,000 to pay dividends in 2014 and 15,119,265 shares corresponding to VND 151,192,650,000 from owner's equity.

As at 30 June 2015, the company has been in the process of increasing owner's equity. The increase in capital was approved by Ho Chi Minh Stock Exchange under Decision No. 288/QĐ-SGDHCM dated 17 July 2015.



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	30/6/2015	31/12/2014
	Number of shares	Number of shares
Shares issued and fully paid	75,597,035	75,597,035
<i>Ordinary shares</i>	75,597,035	75,597,035
Treasury shares	(709)	(709)
<i>Ordinary shares</i>	(709)	(709)
Shares in circulation	75,596,326	75,596,326
<i>Ordinary shares</i>	75,596,326	75,596,326

An ordinary share has par value of VND 10,000.

Owner's contributed capital

As at 30 June 2015, the owner's contributed capital had been fully made by the shareholders as follows:

	Per Business Registration		Contributed capital	
	VND	Certificate %	30/6/2015 VND	31/12/2014 VND
Cao Thi Ngoc Dung	19,156,000,000	2.53%	19,156,000,000	19,156,000,000
Technical Materials and Resources import export Joint Stock Company - Ha Noi Branch	4,319,400,000	0.57%	4,319,400,000	4,319,400,000
Nguyen Thi Cuc	2,000,000,000	0.26%	2,000,000,000	2,000,000,000
Nguyen Thi Ngo	6,542,200,000	0.87%	6,542,200,000	6,542,200,000
Nguyen Vu Phan	2,000,000,000	0.27%	2,000,000,000	2,000,000,000
Other Shareholders	721,952,750,000	95.50%	721,952,750,000	721,952,750,000
Total	755,970,350,000	100%	755,970,350,000	755,970,350,000

25. OFF BALANCE SHEET ITEMS**Foreign currencies**

	Unit	30/6/2015	31/12/2014
United States Dollar	USD	16,929.92	8,382.00
Australia Dollar	AUD	10.57	30,006.00
Singapore Dollar	SGD	174.30	-

Pledged, mortgaged goods

Phu Nhuan Jewelry Joint Stock Company is receiving the pledged, mortgaged gold jewelry and precious stones at 30 June 2015 with the value of VND 3,068,600,000 (as at 31 December 2014: VND 2,554,300,000).

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26. REVENUE	From 01/01/2015 to 30/6/2015 VND	From 01/01/2014 to 30/6/2014 VND
Sales of goods, silver and jewelry	3,890,562,976,604	3,641,444,137,127
Sales of accessories	9,388,936,803	6,803,749,332
Rendering services	4,289,594,699	4,148,099,308
	<u>3,904,241,508,106</u>	<u>3,652,395,985,767</u>
Sales returned	(13,580,767,891)	(4,793,806,728)
Value added tax applying direct method	(57,784,526,446)	(38,369,939,666)
	<u>3,832,876,213,769</u>	<u>3,609,232,239,373</u>
27. COST OF GOOD SOLD AND SERVICES RENDERED	From 01/01/2015 to 30/6/2015 VND	From 01/01/2014 to 30/6/2014 VND
Cost of goods, silver and jewelry and services rendered	3,286,403,942,378	3,222,014,237,783
Cost of accessories	6,459,345,276	4,854,888,034
	<u>3,292,863,287,654</u>	<u>3,226,869,125,817</u>
28. PRODUCTION COST BY NATURE	From 01/01/2015 to 30/6/2015 VND	From 01/01/2014 to 30/6/2014 VND
Raw materials	3,192,466,468,108	3,226,869,125,817
Labour cost	175,032,278,679	89,476,103,517
Depreciation and amortisation	14,524,205,793	15,970,169,540
Outside services expenses	51,272,088,591	9,390,999,385
Other monetary expenses	93,560,994,424	72,948,794,253
	<u>3,526,856,035,595</u>	<u>3,414,655,192,512</u>
29. FINANCIAL INCOME	From 01/01/2015 to 30/6/2015 VND	From 01/01/2014 to 30/6/2014 VND
Dividends received	10,000,000,000	11,592,320,800
Realised foreign exchange gain	353,321,629	212,986,157
Interest income	52,684,494	73,023,542
Others	1,753,821	768,978
	<u>10,407,759,944</u>	<u>11,879,099,477</u>

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30. FINANCIAL EXPENSES

	From 01/01/2015 to 30/6/2015 VND	From 01/01/2014 to 30/6/2014 VND
Interest expense	36,777,505,139	36,059,176,130
Provision for impairment of investments	130,887,250,000	10,714,554,951
Loss from disposal of investments	-	2,589,500,000
Realised foreign exchange loss	3,531,648,132	748,537,266
Unrealised foreign exchange loss	647,492,581	-
Others	595,043,574	-
	<u>172,438,939,426</u>	<u>50,111,768,347</u>

31. SELLING EXPENSES

	From 01/01/2015 to 30/6/2015 VND	From 01/01/2014 to 30/6/2014 VND
Management materials	7,882,946,270	4,144,148,725
Management staff	86,751,831,086	62,347,689,719
Office supplies	12,394,110,352	9,184,379,271
Depreciation and amortisation	1,835,681,605	1,503,123,065
Out-sourced services	39,938,322,281	32,452,320,249
Other monetary expenses	36,125,558,670	30,222,930,851
	<u>184,928,450,264</u>	<u>139,854,591,880</u>

32. GENERAL AND ADMINISTRATION EXPENSES

	From 01/01/2015 to 30/6/2015 VND	From 01/01/2014 to 30/6/2014 VND
Management materials	93,519,660	45,771,400
Management staff	25,053,051,256	27,128,413,798
Office supplies	2,692,484,164	2,595,870,144
Depreciation and amortisation	5,021,882,637	2,510,344,746
Taxes, fees and charges	169,000,000	159,844,953
Out-sourced services	2,100,935,266	2,056,318,891
Other monetary expenses	13,933,424,694	13,434,910,883
	<u>49,064,297,677</u>	<u>47,931,474,815</u>

33. CORPORATE INCOME TAX EXPENSE

	From 01/01/2015 to 30/6/2015 VND	From 01/01/2014 to 30/6/2014 VND
Current corporate income tax expense		
- Corporate income tax based on taxable profit in the current period	<u>30,582,395,611</u>	<u>32,490,433,141</u>
	<u>30,582,395,611</u>	<u>32,490,433,141</u>
Deferred corporate income tax expense		
- Deferred corporate income tax expense incurred from taxable temporary differences	<u>(475,332,042)</u>	<u>349,809,790</u>
	<u>(475,332,042)</u>	<u>349,809,790</u>

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	From 01/01/2015 to 30/6/2015 VND	From 01/01/2014 to 30/6/2014 VND
Minimum lease payments under operating leases recognised in the income statement for the period	<u>33,596,316,949</u>	<u>12,631,761,029</u>

At the balance sheet date, the Company had outstanding commitments under non-cancellable operating leases, which fall due as follows:

	30/6/2015 VND	31/12/2014 VND
Within 1 year	35,348,807,392	12,631,761,029
From 1 to 5 years	90,750,344,233	30,708,159,280
Over 5 years	67,265,958,000	3,271,432,000
	<u>193,365,109,625</u>	<u>46,611,352,309</u>

Operating lease mainly includes the rental related to 176 stores which are currently operating in Vietnam.

35. FINANCIAL INSTRUMENTS**Capital risk management**

The Company manages its capital to ensure that the Company will be able to continue as a going concern while maximising the return to shareholders through the optimisation of the debt and equity balance.

The capital structure of the Company consists of net debt (borrowings as disclosed in Note 22 and 23, offset by cash) and shareholders' equity (comprising owner's contributed capital, share premium, treasury shares, funds and retained earnings).

Gearing ratio

The gearing ratio of the Company as at the balance sheet date was as follows:

	30/6/2015 VND	31/12/2014 VND
Borrowings	1,632,603,788,072	1,268,815,128,041
Less: Cash and cash equivalents	(23,881,697,936)	(35,139,719,411)
Net debt	1,608,722,090,136	1,233,675,408,630
Equity	<u>1,248,705,870,380</u>	<u>1,266,710,670,484</u>
Net debt to equity ratio	<u>1.29</u>	<u>0.97</u>

Significant accounting policies

Details of the significant accounting policies and methods adopted (including the criteria for recognition, the bases of measurement, and the bases for recognition of income and expenses) for each class of financial asset and financial liability are disclosed in Note 4.

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	Carrying amounts	
	30/6/2015	31/12/2014
	<u>VND</u>	<u>VND</u>
Financial assets		
Cash and cash equivalents	23,881,697,936	35,139,719,411
Trade and other receivables	55,529,799,943	59,841,810,051
Financial investments	460,651,988,400	460,651,988,400
Deposits	-	13,014,032,750
Total	<u>540,063,486,279</u>	<u>568,647,550,612</u>
Financial liabilities		
Borrowings	1,632,603,788,072	1,268,815,128,041
Trade and other payables	155,206,780,101	183,411,748,173
Accrued expenses	9,850,132,638	4,188,467,510
Total	<u>1,797,660,700,811</u>	<u>1,456,415,343,724</u>

The Company has not assessed fair value of its financial assets and liabilities as at the balance sheet date since there are no comprehensive guidance under Circular No. 210/2009/TT-BTC issued by the Ministry of Finance on 6 November 2009 ("Circular 210") and other relevant prevailing regulations to determine fair value of these financial assets and liabilities. While Circular 210 refers to the application of International Financial Reporting Standards ("IFRS") on presentation and disclosures of financial instruments, it did not adopt the equivalent guidance for the recognition and measurement of financial instruments, including application of fair value, in accordance with IFRS.

Financial risk management objectives

The Company has set up risk management system to identify and assess the risks exposed by the Company and designed control policies and procedures to manage those risks at an acceptable level. Risk management system is reviewed on a regular basis to reflect changes in market conditions and the Company's operations.

Financial risks include market risk (including foreign currency risk and interest rate risk), credit risk and liquidity risk.

Market risk

The Company's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The Company does not hedge these risk exposures due to the lack of active market for the trading activities of financial instruments.

Foreign currency risk management

The Company undertakes certain transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise.

The carrying amounts of the Company's foreign currency denominated monetary assets and monetary liabilities at the end of the period/year are as follows:

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	Assets		Liabilities	
	30/6/2015	31/12/2014	30/6/2015	31/12/2014
	VND	VND	VND	VND
United States Dollar (USD)	14,428,631,098	10,281,528,188	201,988,200,787	124,890,783,407
Australia Dollar (AUD)	17,598,808	543,430,896	543,153,309	543,153,309
Hong Kong Dollar (HKD)	-	2,825,400	-	-
Euro (EUR)	9,549,679,822	1,200,157,800	2,274,909,518	34,954,365,219
Singapore Dollar (SGD)	2,900,352	-	-	-

Foreign currency sensitivity analysis

The Company is mainly exposed to United States Dollar and Euro.

The sensitivity rate used when analyzing foreign currency sensitivity is 5% which is assessed to have significant effect on monetary items denominated in foreign currency at the period-end by the management. For a 5% increase/decrease in the USD and EUR against VND, the profit before tax for the period from 01 January 2015 to 30 June 2015 would have decreased/increased by the amounts of VND 9,014,239,969 (2014: VND 7,418,173,132) respectively.

Interest rate risk management

The Company has significant interest rate risks arising from interest bearing loans which are arranged. The risk is managed by the Company by maintaining an appropriate level of borrowings and analysing market competition to enjoy favourable interest rates from appropriate lenders.

Interest rate sensitivity

The loan's sensitivity to interest rate changes which may arise at an appropriate level is presented in the following table. Assuming all other variables were held constant, if interest rates applicable to floating interest bearing loans had been 200 basis points higher/lower, the Company's profit before tax for the period from 1 January 2015 to 30 June 2015 would have decreased/increased by VND 3,783,379,375 (2014: VND 2,742,580,000).

Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company has a credit policy in place and the exposure to credit risk is monitored on an on-going basis. The Company does not have any significant credit risk exposure to any counterparty because receivables consist of a large number of customers, spread across diverse industries and geographical areas.

Liquidity risk management

The purpose of liquidity risk management is to ensure the availability of funds to meet present and future financial obligations. Liquidity is also managed by ensuring that the excess of maturing liabilities over maturing assets in any period is kept to manageable levels relative to the amount of funds that the Company believes can generate within that period. The Company policy is to regularly monitor current and expected liquidity requirements to ensure that the Company maintains sufficient reserves of cash, borrowings and adequate committed funding from its shareholders to meet its liquidity requirements in the short and longer term.

The following table details the Company's remaining contractual maturity for its non-derivative financial assets and financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial assets and undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The inclusion of information on non-derivative financial assets is necessary in order to understand the Company's liquidity risk management as the liquidity is managed on a net asset and liability basis.



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<u>30/06/2015</u>	Less than 1 year VND	From 1 - 5 years VND	Total VND
Cash	23,881,697,936	-	23,881,697,936
Trade and other receivables	54,242,257,847	-	54,242,257,847
Financial investments	-	319,455,625,000	319,455,625,000
Deposits	-	19,269,648,454	19,269,648,454
	<u>78,123,955,783</u>	<u>338,725,273,454</u>	<u>416,849,229,237</u>
Borrowings	1,444,061,288,072	188,542,500,000	1,632,603,788,072
Trade and other payables	148,254,614,023	3,295,029,100	151,549,643,123
Accrued expenses	9,850,132,638	-	9,850,132,638
	<u>1,602,166,034,733</u>	<u>191,837,529,100</u>	<u>1,794,003,563,833</u>
Net liquidity gap	<u>(1,524,042,078,950)</u>	<u>146,887,744,354</u>	<u>(1,377,154,334,596)</u>
<u>31/12/2014</u>	Less than 1 year VND	From 1-5 years VND	Total VND
Cash	35,139,719,411	-	35,139,719,411
Trade and other receivables	59,197,176,996	-	59,197,176,996
Financial investments	-	450,342,875,000	450,342,875,000
Deposits	13,014,032,750	-	13,014,032,750
	<u>107,350,929,157</u>	<u>450,342,875,000</u>	<u>557,693,804,157</u>
Borrowings	1,131,686,128,041	137,129,000,000	1,268,815,128,041
Trade and other payables	177,648,876,151	455,382,100	178,104,258,251
Accrued expenses	4,188,467,510	-	4,188,467,510
	<u>1,313,523,471,702</u>	<u>137,584,382,100</u>	<u>1,451,107,853,802</u>
Net liquidity gap	<u>(1,206,172,542,545)</u>	<u>312,758,492,900</u>	<u>(893,414,049,645)</u>

The Board of Directors assessed the liquidity risk at low level because the Company has a quantity of inventory of gold and jewelry with great value and high liquidity. The Board of Directors believes that the Company will be able to generate sufficient funds to meet its financial obligations as and when they fall due.

36. RELATED PARTY TRANSACTIONS AND BALANCES

List of related parties:

<u>Related parties</u>	<u>Relationship</u>
Dong A Joint Stock Commercial Bank	Related party
CAO Fashion Company Limited	Subsidiary
PNJ Laboratory Company Limited	Subsidiary
Dong A Land Joint Stock Company	Associate

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During the period, the Company entered into the following significant transactions with its related parties:

	From 01/01/2015 to 30/6/2015 VND	From 01/01/2014 to 30/6/2014 VND
Sale of goods and service rendered		
CAO Fashion Company Limited	<u>11,293,747,075</u>	<u>572,499,629</u>
Purchase of goods		
Dong A Joint Stock Commercial Bank	423,080,075	436,992,956
Dong A Land Joint Stock Company	3,499,947,727	-
PNJ Laboratory Company Limited	748,735,003	1,478,374,997
	<u>4,671,762,805</u>	<u>1,915,367,953</u>
Dividends paid		
PNJ Laboratory Company Limited	6,000,000,000	-
Dong A Joint Stock Commercial Bank	-	7,792,320,800
CAO Fashion Company Limited	4,000,000,000	3,800,000,000
	<u>10,000,000,000</u>	<u>11,592,320,800</u>

Significant related party balances as at the balance sheet date were as follows:

	30/06/2015 VND	31/12/2014 VND
Trade receivable		
CAO Fashion Company Limited	<u>-</u>	<u>572,499,629.00</u>
Other receivables		
CAO Fashion Company Limited	<u>4,000,000,000.00</u>	<u>4,979,800,000.00</u>
Trade payable		
PNJ Laboratory Company Limited	<u>1,824,440,000.00</u>	<u>1,478,374,997.00</u>
Other payables		
PNJ Laboratory Company Limited	<u>8,030,000,000.00</u>	<u>15,030,000,000.00</u>
Advances to suppliers		
CAO Fashion Company Limited	<u>107,101,022.00</u>	<u>15,030,000,000.00</u>
Loan		
PNJ Laboratory Company Limited	<u>3,000,000,000.00</u>	<u>-</u>

Remuneration paid to the Company's Boards of Directors and Management during the period was as follows:

	From 01/01/2015 to 30/6/2015 VND	From 01/01/2014 to 30/6/2014 VND
Salaries and bonus	<u>3,761,985,000</u>	<u>4,222,800,000</u>

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

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These notes are an integral part of and should be read in conjunction with the accompanying separate financial statements

37. SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION

Supplemental non-cash disclosures

Interest paid includes an amount of VND 3,751,936,495, representing the interest expense incurred in 2014 and excludes VND 5,076,345,113, representing the interest expense incurred during the period that has not yet been paid. Consequently, increase/(decrease) in accounts payable have been adjusted by the same amount.

Cash outflows for dividends during the period include VND 18,824,540, representing the dividend incurred in 2014 and exclude VND 79,462,545,055, representing the dividends incurred during the period that has not yet been paid. Consequently, increase/(decrease) in accounts payable have been adjusted by the same amount.

Cash outflows for purchases of fixed assets during the period include VND 5,089,164,870, representing the purchases of fixed assets incurred in 2014 and exclude an amount of VND 12,110,842,784, representing an addition in fixed assets and construction in progress during the period that has not yet been paid. Consequently, increase/(decrease) in accounts payable have been adjusted by the same amount.

Cash inflows for investing activities during the period exclude VND 4,000,000,000 dividends from subsidiary that has not yet been paid and the amount of dividends VND 6,000,000,000 from subsidiaries is the amount from payable account net off. Consequently, increase/(decrease) in accounts receivable and accounts payable have been adjusted by the same amount.

38. COMPARATIVE FIGURES

As stated in Note 3, with effective from 1 January 2015, the Company has adopted Circular No. 200/2014/TT-BTC issued by the Ministry of Finance on 22 December 2014 ("Circular 200") guiding the accounting regime for enterprises. Accordingly, certain figures of the balance sheet and cash flow statement of previous period are reclassified to be adopted to be comparability of the figures of the current period.



NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

FORM B 09a-DN

These notes are an integral part of and should be read in conjunction with the accompanying separate financial statements

BALANCE SHEET

		Reported amount	Reclassification based	Amount after
ASSETS	Codes	as at 31/12/2014	on Circular 200	reclassification as at
				31/12/2014
A - CURRENT ASSETS	100	1,699,788,965,640	(13,014,032,750)	1,679,022,714,231
I. Cash and cash equivalents	110	234,599,264,879	(234,599,264,879)	-
2. Cash equivalents	112	234,599,264,879	(234,599,264,879)	-
III. Short-term receivables	130	22,781,778,617	644,633,055	23,426,411,672
3. Other receivables	136	22,781,778,617	(256,815,230)	22,524,963,387
5. Deficits in assets awaiting solution	139	-	901,448,285	901,448,285
IV. Inventories	140	1,428,749,256,339	234,599,264,879	1,655,596,302,559
1. Inventories	141	1,420,997,037,680	234,599,264,879	1,655,596,302,559
V. Other short-term assets	150	13,658,665,805	(13,658,665,805)	-
4. Other short-term assets (*)	155	13,658,665,805	(13,658,665,805)	-
B - NON-CURRENT ASSETS	200	-	13,014,032,750	13,014,032,750
I. Long-term receivables	210	-	13,014,032,750	13,014,032,750
1. Other long-term receivables	216	-	13,014,032,750	13,014,032,750
RESOURCES				
C - LIABILITIES	300	1,268,815,128,041	-	1,268,815,128,041
I. Current liabilities	310	1,131,686,128,041	-	1,131,686,128,041
1. Short-term loans and liabilities (*)	311	1,131,686,128,041	(1,131,686,128,041)	-
7. Short-term loans	320	-	1,131,686,128,041	1,131,686,128,041
II. Long-term liabilities	330	137,129,000,000	-	137,129,000,000
1. Long-term loans and liabilities (*)	337	137,129,000,000	(137,129,000,000)	-
2. Long-term loans	338	-	137,129,000,000	137,129,000,000
D - EQUITY (400=410)	400	232,805,050,783	-	232,805,050,783
I. Owner's equity	410	232,805,050,783	-	232,805,050,783
3. Financial reserve fund (*)	415	66,734,153,783	(66,734,153,783)	-
4. Investment and development fund	418	166,070,897,000	66,734,153,783	232,805,050,783

(*) These items were disclosed in the separate financial statements for the year ended 31 December 2014 under different codes from those in the separate financial statements for the period from 1 January 2015 to 30 June 2015.



PHU NHUAN JEWELRY JOINT STOCK COMPANY

170 Phan Dang Luu Street, Ward 3, Phu Nhuan District

Ho Chi Minh City, S.R. Vietnam

Separate financial statements

For period from 1 January 2015 to 30 June 2015

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

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These notes are an integral part of and should be read in conjunction with the accompanying separate financial statements

CASH FLOW STATEMENT

ITEMS	Codes	Reported amount	Reclassification	Amount after
		from 01/01/2014 to 30/6/2014		reclassification from 01/01/2014 to 30/6/2014
I. CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES				
- Increase in receivables	09	(100,467,308)	(1,102,420,461)	(1,202,887,769)
- Increase in inventories	10	(226,782,162,820)	58,225,173,341	(168,556,989,479)
- Other cash outflows	17	(14,001,299,692)	1,102,420,461	(12,898,879,231)
<i>Net cash used in operating activities</i>	<i>20</i>	<i>(135,613,832,318)</i>	<i>58,225,173,341</i>	<i>(77,388,658,977)</i>
Net (decrease)/increase in cash	50	(53,850,101,571)	58,225,173,341	4,375,071,770
Cash at the beginning of the period	60	292,923,008,187	(254,806,552,933)	38,116,455,254
Cash at the end of the period	70	239,072,906,616	(196,581,379,592)	42,491,527,024



 Nguyen Thanh Dat
 Preparer



 Dang Thi Lai
 Chief Accountant




 Cao Thi Ngoc Dung
 General Director
 11 August 2015

