

**POST AND TELECOMMUNICATION JOINT STOCK  
INSURANCE CORPORATION**

*(Incorporated in the Socialist Republic of Vietnam )*

**REVIEWED INTERIM CONSOLIDATED  
FINANCIAL STATEMENTS**

For the 6 - months period ended 30 June 2021



**POST AND TELECOMMUNICATION JOINT STOCK INSURANCE CORPORATION**

8th Floor, Building at No. 4A Lang Ha, Ba Dinh District,

Hanoi, S.R. Vietnam

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**POST AND TELECOMMUNICATION JOINT STOCK INSURANCE CORPORATION**

8th Floor, Building at No. 4A Lang Ha, Ba Dinh District,  
Hanoi, S.R. Vietnam

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**STATEMENT OF THE BOARD OF MANAGEMENT**

The Board of Management of Post and Telecommunication Joint Stock Insurance Corporation (the "Corporation") presents this report together with the Corporation's interim consolidated financial statements for the 6-month period ended 30 June 2021.

**THE BOARD OF DIRECTORS, SUPERVISORY BOARD AND BOARD OF MANAGEMENT**

The members of the Board of Directors, Supervisory Board and Board of Management of the Corporation who held office during the period and to the date of this report are as follows:

**Board of Directors**

Mr. Nguyen Minh Duc	Chairman
Mr. Kim Kang Wook	Vice Chairman
Mr. Bui Xuan Thu	Member
Mr. Ko Young Joo	Member
Mr. Mai Xuan Dung	Member
Ms. Tran Thi Minh	Member
Mr. Do Ngoc Quynh	Member
Ms. Nguyen Ho Nga	Member
Mr. Ha Chan Ho	Member (appointed on 29 April 2021)
Mr. Park Suk Gon	Member (resigned on 29 April 2021)



**Supervisory Board**

Mr. Nguyen Huu Thang	Head of the Board
Ms. Bui Thanh Hien	Member
Mr. Park Ki Hyun	Member
Mr. Bae Taeg Soo	Member
Ms. Nguyen Thi Ha Ninh	Member

**Board of Management**

Mr. Bui Xuan Thu	Chief Executive Officer
Mr. Cao Ba Huy	Deputy Chief Executive Officer
Mr. Do Quang Khanh	Deputy Chief Executive Officer
Mr. Nguyen Kim Lan	Deputy Chief Executive Officer
Mr. Doan Kien	Deputy Chief Executive Officer
Mr. Nghiem Xuan Thai	Deputy Chief Executive Officer
Ms. Luu Phuong Lan	Deputy Chief Executive Officer

STATEMENT OF THE BOARD OF MANAGEMENT (Continued)

BOARD OF MANAGEMENT'S STATEMENT OF RESPONSIBILITY

The Board of Management of the Corporation is responsible for preparing the interim consolidated financial statements, which give a true and fair view of the consolidated financial position of the Corporation as at 30 June 2021, and its consolidated financial performance and its consolidated cash flows for the 6-month period then ended in accordance with Vietnamese accounting standards, accounting regime applicable to insurance enterprises and legal regulations relating to interim consolidated financial reporting. In preparing these interim consolidated financial statements, the Board of Management 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 interim consolidated financial statements;
- Prepare the interim consolidated financial statements on the going concern basis unless it is inappropriate to presume that the Corporation will continue in business; and
- Design and implement an effective internal control system for the purpose of properly preparing and presenting the interim consolidated financial statements so as to minimize errors and frauds.

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

The Board of Management confirms that the Corporation has complied with the above requirements in preparing these interim consolidated financial statements.

For and on behalf of the Board of Management



Bui Xuan Thu  
Chief Executive Officer

Hanoi, 30 August 2021



No.: 0267/VN1A-HN-BC

## REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS

To: Shareholders  
Board of Directors, Supervisory Board and Board of Management  
Post and Telecommunication Joint Stock Insurance Corporation

We have reviewed the accompanying interim consolidated financial statements of Post and Telecommunication Joint Stock Insurance Corporation (the "Corporation"), prepared on 30 August 2021 as set out from page 05 to page 54, which comprise the interim consolidated balance sheet as at 30 June 2021, the interim consolidated income statement and interim consolidated cash flow statement for the 6-month period then ended, and a summary of significant accounting policies and other explanatory information.

### *Board of Management's Responsibility for the Interim Consolidated Financial Statements*

The Board of Management is responsible for the preparation and fair presentation of these interim consolidated financial statements in accordance with Vietnamese accounting standards, accounting regime applicable to insurance enterprises and legal regulations relating to interim consolidated financial reporting, and for such internal control as the Board of Management determines is necessary to enable the preparation of interim consolidated financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

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

A review of interim consolidated financial statements 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.

## REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)

### *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 present fairly, in all material respects, the financial position of the Corporation as at 30 June 2021, and its financial performance and its cash flows for the 6-month period then ended in accordance with Vietnamese accounting standards, accounting regime applicable to insurance enterprises and legal regulations relating to interim consolidated financial reporting.

### *Other Matter*

The interim consolidated financial statements of the Corporation for the 6-month period ended 30 June 2020 were reviewed by another independent auditor, who expressed an unmodified conclusion on those statements on 30 August 2020.

The consolidated financial statements of the Corporation for the year ended 31 December 2020 were audited by another independent auditor, who expressed an unmodified opinion on those statements on 22 March 2021.



Khúc Thị Lan Anh  
Deputy General Director  
Audit Practising Registration Certificate  
No. 0036-2018-001-1

DELOITTE VIETNAM COMPANY LIMITED

30 August 2021  
Hanoi, S.R. Vietnam



INTERIM CONSOLIDATED BALANCE SHEET

As at 30 June 2021

Unit: VND

ASSETS	Codes	Notes	Closing balance	Opening balance
<b>A. CURRENT ASSETS</b> (100=110+120+130+140+150+190)	<b>100</b>		<b>7,233,376,556,783</b>	<b>6,427,661,280,045</b>
<b>I. Cash and cash equivalents</b>	<b>110</b>	<b>4</b>	<b>195,546,276,418</b>	<b>298,018,898,197</b>
1. Cash	111		194,546,276,418	298,018,898,197
2. Cash equivalents	112		1,000,000,000	-
<b>II. Short-term financial investments</b>	<b>120</b>	<b>5</b>	<b>3,989,893,751,554</b>	<b>3,103,087,884,605</b>
1. Trading securities	121		50,000,000,000	5,773,214,858
2. Held-to-maturity investments	123		3,939,893,751,554	3,097,314,669,747
<b>III. Short-term receivables</b>	<b>130</b>		<b>896,688,237,656</b>	<b>1,018,395,127,880</b>
1. Trade receivables	131	6	511,155,412,343	543,675,964,625
1.1. Receivables of insurance contracts	131.1		507,965,204,343	540,365,756,625
1.2. Other trade receivables	131.2		3,190,208,000	3,310,208,000
2. Advances to suppliers	132	7	144,835,520,253	291,052,725,019
3. Short-term loan receivables	135		13,140,000,000	13,140,000,000
4. Other receivables	136	8	338,908,105,735	275,349,179,186
5. Provision for short-term doubtful debts	139	9	(111,350,800,675)	(104,822,740,950)
<b>IV. Inventories</b>	<b>140</b>		<b>3,288,157,407</b>	<b>2,025,501,719</b>
1. Inventories	141		3,288,157,407	2,025,501,719
<b>V. Other current assets</b>	<b>150</b>		<b>587,128,944,525</b>	<b>590,322,837,710</b>
1. Short-term prepaid expenses	151	10	563,596,785,452	589,109,781,272
1.1. Unallocated commission expenses	151.1		383,361,500,409	404,700,563,407
1.2. Other short-term prepaid expenses	151.2		180,235,285,043	184,409,217,865
2. VAT deductibles	152		21,852,008,188	633,885,783
3. Taxes and other receivables from the State budget	154	16	1,680,150,885	579,170,655
<b>VI. Reinsurance assets</b>	<b>190</b>	<b>19</b>	<b>1,560,831,189,223</b>	<b>1,415,811,029,934</b>
1. Unearned premium reserve for outward reinsurance	191		1,037,912,080,727	894,555,566,300
2. Claim reserve for outward reinsurance	192		522,919,108,496	521,255,463,634
<b>B. NON-CURRENT ASSETS</b> (200=210+220+240+250+260)	<b>200</b>		<b>1,154,694,558,160</b>	<b>1,339,593,958,578</b>
<b>I. Long-term receivables</b>	<b>210</b>		<b>17,529,417,054</b>	<b>58,141,102,235</b>
1. Other long-term receivables	218		17,529,417,054	58,141,102,235
1.1. Insurance deposit	218.1		8,000,000,000	8,200,000,000
1.2. Other long-term receivables	218.2	8	9,529,417,054	49,941,102,235
<b>II. Fixed assets</b>	<b>220</b>		<b>133,192,526,151</b>	<b>121,726,606,136</b>
1. Tangible fixed assets	221	11	89,565,287,808	80,843,357,432
Cost	222		197,496,263,862	181,538,895,133
Accumulated depreciation	223		(107,930,976,054)	(100,695,537,701)
2. Intangible assets	227	12	25,508,412,224	14,796,100,256
Cost	228		39,147,954,304	27,342,062,486
Accumulated amortization	229		(13,639,542,080)	(12,545,962,230)
3. Construction in progress	230		18,118,826,119	26,087,148,448
<b>III. Investment property</b>	<b>240</b>	<b>13</b>	<b>309,796,744,676</b>	<b>106,930,921,100</b>
Cost	241		327,110,252,494	121,103,326,188
Accumulated amortization	242		(17,313,507,818)	(14,172,405,088)
<b>IV. Long-term financial investments</b>	<b>250</b>		<b>658,069,648,735</b>	<b>1,013,624,013,328</b>
1. Investments in associates	252	5	31,600,320,513	33,838,017,073
2. Equity investments in other entities	253	5	30,129,400,000	30,129,400,000
3. Provision for impairment of long-term financial investments	254	5	(13,343,403,745)	(13,343,403,745)
4. Held-to-maturity investments	255	5	609,683,331,967	963,000,000,000
<b>V. Other non-current assets</b>	<b>260</b>		<b>36,106,221,544</b>	<b>39,171,315,779</b>
1. Long-term prepaid expenses	261	10	36,106,221,544	39,171,315,779
<b>TOTAL ASSETS (270=100+200)</b>	<b>270</b>		<b>8,388,071,114,943</b>	<b>7,767,255,238,623</b>

The accompanying notes are an integral part of these interim consolidated financial statements

INTERIM CONSOLIDATED BALANCE SHEET (Continued)

As at 30 June 2021

Unit: VND

RESOURCES	Codes	Notes	Closing balance	Opening balance
<b>A. LIABILITIES (300=310+330)</b>	<b>300</b>		<b>6,372,822,268,158</b>	<b>5,746,102,401,830</b>
<b>I. Current liabilities</b>	<b>310</b>		<b>6,365,955,160,998</b>	<b>5,743,624,709,419</b>
1. Short-term loans and liabilities	311	14	262,304,000,000	-
2. Trade accounts payable	312	15	564,175,121,173	471,264,668,641
2.1. Payables of insurance contracts	312.1		546,733,650,051	441,239,322,902
2.2. Other payables to suppliers	312.2		17,441,471,122	30,025,345,739
3. Advances from customers	313		10,334,064,009	5,164,869,408
4. Taxes and amounts payable to the State budget	314	16	46,353,168,293	60,311,059,162
5. Payables to employees	315		208,779,461,220	86,206,442,327
6. Accrued expenses	316		1,013,712,761	12,583,962,830
7. Unearned revenue	318	17	90,114,450,962	167,917,724,858
8. Other current payables	319	18	184,762,350,238	104,783,927,749
9. Unearned commission income	319.1	18	319,256,445,140	353,365,193,200
10. Short-term provisions	320		-	110,000,000,000
11. Underwriting reserves	329	19	4,678,835,549,064	4,371,997,273,106
11.1. Unearned premium reserve for direct insurance and inward reinsurance	329.1		3,453,175,485,574	3,126,304,107,134
11.2. Claim reserve for direct insurance and inward reinsurance	329.2		1,160,835,967,114	1,203,186,839,531
11.3. Catastrophe reserve	329.3		64,824,096,376	42,506,326,441
<b>II. Long-term liabilities</b>	<b>330</b>		<b>6,867,107,160</b>	<b>2,477,692,411</b>
1. Other long-term payables	333		2,451,417,343	2,477,692,411
2. Deferred tax liabilities	335		4,415,689,817	-
<b>B. EQUITY (400=410)</b>	<b>400</b>		<b>2,015,248,846,785</b>	<b>2,021,152,836,793</b>
<b>I. Owners' equity</b>	<b>410</b>	<b>20</b>	<b>2,015,248,846,785</b>	<b>2,021,152,836,793</b>
1. Owners' contributed capital	411		803,957,090,000	803,957,090,000
2. Share premium	412		827,943,052,804	827,943,052,804
3. Investment and development funds	417		26,019,645,665	23,517,729,849
4. Compulsory reserve fund	419		67,912,037,589	67,912,037,589
5. Retained earnings	421		285,969,127,990	294,419,361,506
- Retained earnings accumulated to the prior year	421a		192,682,609,839	68,420,245,270
- Retained earnings of the current period /year	421b		93,286,518,151	225,999,116,236
6. Non-controlling interests	429		3,447,892,737	3,403,565,045
<b>TOTAL RESOURCES (440 = 300+ 400)</b>	<b>440</b>		<b>8,388,071,114,943</b>	<b>7,767,255,238,623</b>

The accompanying notes are an integral part of these interim consolidated financial statements



INTERIM CONSOLIDATED BALANCE SHEET (Continued)

As at 30 June 2021

OFF-BALANCE SHEET ITEMS

ITEMS	Unit	Closing balance	Opening balance
1. Direct insurance contract of which the responsibility has not yet been incurred	VND	257,207,853,695	206,322,312,802
2. Foreign currencies			
- United States Dollar	USD	142,125.05	106,787.03
- Euro	EUR	32,171.56	31,491.51
- British Pound	GBP	318.23	321.53



Le Trong Hiep  
Preparer



Cao Thu Hien  
Chief Accountant



Bui Xuan Thu  
Chief Executive Officer

Hanoi, 30 August 2021

# INTERIM CONSOLIDATED INCOME STATEMENT

For the 6-month period ended 30 June 2021

Unit: VND

## PART I: GENERAL INTERIM CONSOLIDATED INCOME STATEMENT

ITEMS	Codes	Current period	Prior period
1. Net revenue from insurance activities	10	2,437,915,653,043	2,278,769,788,899
2. Revenue from investment property business and other service rendering	11	24,008,293,657	16,627,465,078
3. Financial income	12	106,289,364,053	87,627,704,151
4. Other income	13	2,716,924,629	2,436,319,621
5. Total expenses for insurance activities	20	2,130,957,326,876	1,954,291,092,047
6. Cost of investment property	21	15,919,673,346	9,873,921,068
7. Financial expenses	22	29,340,988,182	(1,956,661,078)
8. General and administration expenses	23	278,476,284,275	278,240,811,193
9. Other expenses	24	336,996,129	723,832,728
10. Share of profit from associates	27	580,455,506	1,975,209,465
11. Total accounting profit before tax (50 = 10+11+12+13-20-21-22-23-24+27)	50	116,479,422,080	146,263,491,256
12. Current corporate income tax expense	51	23,329,169,226	28,883,382,811
13. Deferred corporate tax (income)	52	(180,586,713)	-
14. Net profit after corporate income tax (60 = 50 -51-52)	60	93,330,839,567	117,380,108,445
15. Basic earnings per share	70	1,102	1,386

The accompanying notes are an integral part of these interim consolidated financial statements

INTERIM CONSOLIDATED INCOME STATEMENT (Continued)

For the 6-month period ended 30 June 2021

Unit: VND

PART II: INTERIM CONSOLIDATED INCOME STATEMENT BY ACTIVITY

ITEMS	Codes	Notes	Current period	Prior period
1. Insurance premium (01 = 01.1 + 01.2 - 01.3)	01	22	2,747,709,991,913	2,886,088,436,077
- Direct insurance premium	01.1		3,022,706,508,661	2,950,844,150,235
- Inward reinsurance premium	01.2		51,874,861,692	39,020,690,119
- Increase in unearned premium reserves for direct insurance and inward reinsurance	01.3		326,871,378,440	103,776,404,277
2. Outward reinsurance premium (02=02.1-02.2)	02	23	699,447,862,434	984,289,203,971
- Total outward reinsurance premium	02.1		842,804,376,861	892,711,202,712
- Increase/ (decrease) in unearned premium reserve for outward reinsurance	02.2		143,356,514,427	(91,578,001,259)
3. Net insurance premium (03= 01 - 02)	03		2,048,262,129,479	1,901,799,232,106
4. Commission income from outward reinsurance and other income from insurance activities (04 = 04.1 + 04.2)	04		389,653,523,564	376,970,556,793
- Commission income from outward reinsurance	04.1		285,629,413,671	247,582,720,016
- Other income from insurance activities	04.2		104,024,109,893	129,387,836,777
5. Net revenue from insurance activities (10 = 03 + 04)	10		2,437,915,653,043	2,278,769,788,899
6. Claim settlement expenses (11= 11.1 - 11.2)	11		1,132,864,096,072	981,997,318,834
- Total claim settlement expenses	11.1		1,138,014,870,322	993,856,155,163
- Deductions (Receipt of claim form third party, receipt of 100% claim for goods)	11.2		5,150,774,250	11,858,836,329
7. Claims receipts from ceded policies	12		244,752,075,910	258,163,106,366
8. (Decrease) in claim reserves for direct insurance and inward reinsurance	13		(42,350,872,417)	(166,157,933,201)
9. Increase/ (Decrease) in claim reserve for outward reinsurance	14		1,663,644,862	(140,804,672,116)
10. Total insurance claim settlement expenses (15 = 11 - 12 + 13 - 14)	15	24	844,097,502,883	698,480,951,383
11. Increase in catastrophe reserve	16		22,317,769,935	20,971,536,376
12. Other expenses for insurance activities (17 = 17.1 + 17.2)	17	25	1,264,542,054,058	1,234,838,604,288
- Insurance commission expense	17.1		336,818,724,091	334,017,870,003
- Other expenses for insurance activities	17.2		927,723,329,967	900,820,734,285
13. Total expenses for insurance activities (18 = 15 + 16 + 17)	18		2,130,957,326,876	1,954,291,092,047
14. Gross profit from insurance activities (19 = 10 - 18)	19		306,958,326,167	324,478,696,852

The accompanying notes are an integral part of these interim consolidated financial statements



INTERIM CONSOLIDATED INCOME STATEMENT (Continued)

For the 6-month period ended 30 June 2021

Unit: VND

PART II: INTERIM CONSOLIDATED INCOME STATEMENT BY ACTIVITY (Continued)

ITEMS	Codes	Notes	Current period	Prior period
15. Revenue from investment property trading and rendering other services	20	26	24,008,293,657	16,627,465,078
16. Cost of investment property and services rendered	21	27	15,919,673,346	9,873,921,068
17. Gross profit from investment property activity (22 = 20 - 21)	22		8,088,620,311	6,753,544,010
18. Financial income	23	28	106,289,364,053	87,627,704,151
19. Financial expenses	24	29	29,340,988,182	(1,956,661,078)
20. Gross profit from financial activities (25 = 23 - 24)	25		76,948,375,871	89,584,365,229
21. General and administration expenses	26	30	278,476,284,275	278,240,811,193
22. Share of profit from associates	27		580,455,506	1,975,209,465
23. Net profit from operating activities (30 = 19 + 22 + 25 - 26 + 27)	30		114,099,493,580	144,551,004,363
24. Other income	31		2,716,924,629	2,436,319,621
25. Other expenses	32		336,996,129	723,832,728
26. Other profit (40 = 31 - 32)	40		2,379,928,500	1,712,486,893
27. Accounting profit before tax (50 = 30 + 40)	50		116,479,422,080	146,263,491,256
28. Current corporate income tax expense	51	32	23,329,169,226	28,883,382,811
29. Deferred corporate tax (income)	52		(180,586,713)	-
30. Net profit after corporate income tax (60 = 50 - 51 - 52)	60		93,330,839,567	117,380,108,445
30.1 Profit after tax attributable to Holding company	61		93,286,518,151	117,321,379,184
30.2 Profit after tax attributable to non-controlling interests	62		44,321,416	58,729,261
31. Basic earnings per share	70	33	1,102	1,386

Le Trong Hiep  
Preparer

Cao Thu Hien  
Chief Accountant



Bui Xuan Thu  
Chief Executive Officer

Hanoi, 30 August 2021

The accompanying notes are an integral part of these interim consolidated financial statements



INTERIM CONSOLIDATED CASH FLOW STATEMENT

For the 6-month period ended 30 June 2021

Unit: VND

ITEMS	Codes	Current year	Prior year
<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>			
1. Profit before tax	01	116,479,422,080	146,263,491,256
2. Adjustments for:			
Depreciation and amortisation of fixed assets and investment properties	02	12,540,030,280	13,066,730,156
Provisions	03	58,346,176,394	(37,021,843,626)
Foreign exchange losses arising from translating foreign currency items	04	743,300,575	-
Gain from investing activities	05	(81,047,318,184)	(137,023,136,591)
Interest expense	06	2,454,249,054	2,536,114,401
3. Operating profit/(loss) before movements in	08	109,515,860,199	(12,178,644,404)
(Increase)/decrease in receivables	09	(59,474,874,728)	84,180,022,609
(Increase)/decrease in inventories	10	(1,262,655,688)	29,942,283,134
Increases in payables (excluding accrued loan interest and corporate income tax payable)	11	72,252,047,696	201,183,649,877
Decrease/(increase) in prepaid expenses	12	28,578,090,055	(4,219,377,758)
(Increase)/decrease in trading securities	13	(44,226,785,142)	222,536,431,575
Interest paid	14	(1,521,331,083)	(2,536,114,401)
Corporate income tax paid	15	(26,663,966,201)	(19,835,716,466)
Other cash inflows	16	-	14,500,000
Other cash outflows	17	-	(2,000,000)
Net cash generated by operating activities	20	77,196,385,108	499,085,034,166
<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
1. Acquisition and construction of fixed assets and other long-term assets	21	(66,066,616,622)	(36,164,970,319)
2. Proceeds from sale, disposal of fixed assets and other long-term assets	22	11,537,866,199	345,454,546
3. Cash outflow for lending, buying debt instruments of other entities	23	(1,987,954,117,842)	(2,219,529,281,091)
4. Cash recovered from lending, selling debt instruments of other entities	24	1,498,691,831,892	1,443,001,670,382
5. Cash recovered from investments in other entities	26	-	69,310,598,524
6. Interest earned, dividends and profits received	27	102,154,880,003	99,620,099,363
Net cash used in investing activities	30	(441,636,156,370)	(643,416,428,595)

The accompanying notes are an integral part of these interim consolidated financial statements

INTERIM CONSOLIDATED CASH FLOW STATEMENT (Continued)

For the 6-month period ended 30 June 2021

Unit: VND

ITEMS	Codes	Current year	Prior year
<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
1. Proceeds from borrowings	33	262,304,000,000	182,767,652,192
2. Repayment of borrowings	34	-	(3,091,182,923)
3. Dividends and profits paid	36	(241,269,763)	(131,947,090)
<b>Net cash generated by financing activities</b>	<b>40</b>	<b>262,062,730,237</b>	<b>179,544,522,179</b>
 Net (decrease)/increase in cash (50=20+30+40)	 50	 (102,377,041,025)	 35,213,127,750
 Cash and cash equivalents at the beginning of the period	 60	 298,018,898,197	 118,142,382,645
Effects of changes in foreign exchange rates	61	(95,580,754)	-
 Cash and cash equivalents at the end of the period (70=50+60+61)	 70	 195,546,276,418	 153,355,510,395

Le Trong Hiep  
Preparer

Cao Thu Hien  
Chief Accountant



Bui Xuan Thu  
Chief Executive Officer

Hanoi, 30 August 2021

## NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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

### 1. GENERAL INFORMATION

#### Structure of ownership

Post and Telecommunication Joint Stock Insurance Corporation (the "Corporation") was incorporated and has operated under Business Licence No. 3633/GP - UB dated 01 August 1998 issued by Hanoi People's Committee and the latest amended Business Licence No. 41A/GPĐC30/KDBH dated 07 July 2021.

The number of employees of the Corporation as at 30 June 2021 was 2,503 (as at 31 December 2020: 2,292).

#### Business sector and principal activities

Business sector of the Corporation is non-life insurance services.

The Corporation's principal activities include:

- Non-life insurance business;
- Re-insurance business;
- Financial investments;
- Other activities in accordance with the Business Licence.

#### Normal operating cycle

The Corporation's normal operating cycle is carried out for a time period of 12 months or less.

#### The Corporation's structure

The Corporation has the main office located on 8<sup>th</sup> Floor, Building at No. 4A Lang Ha, Ba Dinh District, Hanoi. As at 30 June 2021, The Corporation has 01 headoffice; 03 representative offices for claim appraisal in Hanoi, Ho Chi Minh and Hai Phong Cities; 01 Southern representative office and 52 branches directly under the Corporation.



The list of the Corporation's subsidiary and associates as at 30 June 2021 are as follow:

Subsidiary/associate	Location	Proportion of ownership interest (%)	Proportion of voting power held (%)	Main business
<b>Subdiary</b>				
- Post Real Estate Joint Stock Company	Hanoi	95.32%	95.32%	Real estate investment; financial investments
<b>Associates</b>				
- Lanexang Assurance Public Company	Vientian, Lao	50.00%	50.00%	Insurance business
- Kasati Joint Stock Company	Ho Chi Minh	21.30%	21.30%	Telecom, informatics and electronic devices

#### Disclosure of information comparability in the interim consolidated financial statements

Comparative figures of the interim consolidated balance sheet and corresponding notes are the figures of the audited consolidated financial statements for the year ended 31 December 2020. Comparative figures of the interim consolidated income statement, interim consolidated cash flow statement and corresponding notes are the figures of the reviewed interim consolidated financial statements for the 6-month period ended 30 June 2020.

#### Events occurring during the period affecting the Corporation's operations

Due to the wide-ranging effects of the COVID-19 pandemic developments, plenty of challenges have arisen for all economic sectors. These changes may greatly affect the Corporation's operations, economic interests and obligations. The Board of Directors and Board of Management of the Corporation have been carefully monitoring and evaluating the possible impact of this issue on its operations. Therefore, the Board of Directors and Board of Management believe that COVID-19 will not affect the production and business activities of the Corporation in 2021.

## 2. ACCOUNTING CONVENTION AND ACCOUNTING PERIOD

### Accounting convention

The accompanying interim consolidated financial statements, expressed in Vietnam Dong (VND), are prepared under the historical cost convention and in accordance with Vietnamese accounting standards, accounting regime applicable to insurance enterprises and legal regulations relating to interim consolidated financial reporting.

The accompanying interim consolidated 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.



#### **Accounting period**

The Corporation's financial year begins on 01 January and ends on 31 December.

These interim consolidated financial statements are prepared for the 6-month period ended 30 June 2021.

### **3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

#### **Estimates**

The preparation of interim consolidated financial statements in conformity with Vietnamese accounting standards, accounting regime applicable to insurance enterprises and legal regulations relating to interim consolidated financial reporting requires the Board of 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 interim consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Although these accounting estimates are based on the Board of Management's best knowledge, actual results may differ from those estimates.

#### **Basis of consolidation**

The consolidated financial statements incorporate the financial statements of the Corporation and enterprises controlled by the Corporation (its subsidiaries) for the 6-month period ended 30 June 2021. Control is achieved where the Corporation has the power to govern the financial and operating policies of an investee enterprise so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the consolidated income statement from the effective date of acquisition or up to the effective date of disposal, as appropriate.

Where necessary, adjustments are made to the financial statements of subsidiaries to bring the accounting policies used in line with those used by the Corporation.

Intragroup transactions and balances are eliminated in full on consolidation.

Non-controlling interests consist of the amount of those non-controlling interests at the date of the original business combination (see below) and the non-controlling interests' share of changes in equity since the date of the combination. Losses in subsidiaries are respectively attributed to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

#### **Investments in associates**

An associate is an entity over which the Corporation 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.

The results and assets and liabilities of associates are incorporated in these financial statements using the equity method of accounting. Interests in associates are carried in the balance sheet at cost as adjusted by post-acquisition changes in the Corporation's share of the net assets of the associate. Losses of an associate in excess of the Corporation's interest in that associate (which includes any long-term interests that, in substance, form part of the Corporation's net investment in the associate) are not recognised.

Where a group entity transacts with an associate of the Corporation, unrealised profits and losses are eliminated to the extent of the Corporation's interest in the relevant associate.

### **Financial instruments**

#### ***Initial recognition***

##### ***Financial assets***

At the date of initial recognition, financial assets are recognized at cost plus transaction costs that are directly attributable to the acquisition of the financial assets.

Financial assets of the Corporation comprise cash, cash equivalents, short-term and long-term investments, trade receivables and other receivables.

The fair value of cash and cash equivalents is defined as the book value. The fair value of the receivables is measured at cost less provision for doubtful debts. The fair value of the investments is presented in the Notes to the financial investments.

##### ***Financial liabilities***

At the date of initial recognition, financial liabilities are recognized at cost plus transaction costs that are directly attributable to the issue of the financial liabilities.

Financial liabilities of the Corporation comprise trade payables, other payables, borrowings and other financial liabilities.

#### ***Subsequent measurement after initial recognition***

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

##### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, demand deposits, cash in transit and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.



## Financial investments

### a) *Trading securities*

Trading securities are those the Corporation holds for trading purpose. Trading securities are recognised from the date the Corporation 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.

### b) *Held-to-maturity investments*

Held-to-maturity investments comprise investments that the Corporation has the positive intent or ability to hold to maturity, including bank term deposits and investment in bonds.

Held-to-maturity investments are recognized 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 recognized in the interim consolidated income statement on an 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.

### c) *Equity investments in other entities*

Equity investments in other entities represent the Corporation's investments in ordinary shares of the entities over which the Corporation has no control, joint control, or significant influence.

Equity investments in other entities are carried at cost less provision for impairment.

## 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.

***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>Number of years</u>
Buildings and structures	25 - 35
Machinery and equipment	05 - 06
Motor vehicles	05 - 10
Office equipment	03 - 05

Gains and losses arising from the disposal or sale of tangible fixed assets are the difference between the income from proceeds and the carrying amount of the assets and are recognized in the interim consolidated income statement.

***Intangible assets and amortization***

***Land use rights***

Intangible assets represent indefinite land use rights. According to the current regulations, the Corporation does not amortize the indefinite land use rights.

***Computer software***

Computer software is amortized using the straight-line method over the estimated useful life of 03 – 04 years.

***Investment properties***

Investment properties are composed of land use rights, buildings and a part of buildings and structures held by the Corporation to earn rentals or for capital appreciation. Investment properties held to earn rentals are stated at cost less accumulated depreciation. Investment properties held for capital appreciation are stated at cost less impairment loss. The costs of purchased investment properties comprise their purchase prices and any directly attributable expenditures, such as professional fees for legal services, property transfer taxes and other related transaction costs. The costs of self-constructed investment properties are the finally accounted construction or directly attributable costs of the properties.

Investment properties held to earn rentals are depreciated using the straight-line method over their estimated useful lives of 20 – 50 years.



### **Prepayments**

Prepayments are expenses which have already been paid but relate to results of operations of multiple accounting periods. Prepayments include unallocated commissions expenses, prepayments for business development and other prepayments.

Business development expenses relating to Credit risk insurance in the period is allocated in line with the unearned premium reserved method of this type of insurance.

The accounting policy for prepayment on insurance commissions expenses is presented in the accounting policy section for some specific operations of insurance business activities, the "Expenditures" section.

Other prepayments comprise costs of tools, supplies issued for consumption, office rentals, agent development, other prepaid service expenses which are expected to provide future economic benefits to the Corporation. These expenditures have been capitalised as prepayments, and are allocated to the interim consolidated income statement using the straight-line method in accordance with the prevailing accounting regulations.

### **Foreign currencies**

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 interim consolidated balance sheet date are retranslated at the exchange rates on the same date. Exchange differences arising from translation of these accounts are recognized in the interim consolidated income statement.

### **Other payable provisions**

Other payable provisions are recognized when the Corporation has a present obligation as a result of a past event, and it is probable that the Corporation will be required to settle that obligation. Payable provisions are measured at the Board of Management's best estimate of the expenditures required to settle the obligation at the interim consolidated balance sheet date.

### **Unearned revenue**

Unearned revenue is recognized as amounts payable by the Corporation to its customers when the Corporation has received money from the customers but have yet to provide services to them.

### **Underwriting reserves**

Underwriting reserves are made in accordance with Circular No. 50/2017/TT-BTC issued by the Ministry of Finance dated 15 May 2017 ("Circular 50") and Approval Document No. 3281/BTC-QLBH dated 23 March 2018. Details are as follows:

#### ***a) Non-life insurance lines***

##### ***Unearned premium reserve:***

Unearned premium reserves are made by a factor of period of direct policies, in which:

- For direct insurance and reinsurance contracts with a term of less than 01 year, the reserves are determined by the percentage of total retained insurance premium, details are as follows:

- For cargo insurance: The reserves are made by 25% of total retained insurance premium.
- For other types of insurance: The reserves are made by 50% of total retained insurance premium.

- For direct insurance and reinsurance policies which have the term more than 01-year, unearned premium reserves are determined by a factor of period of insurance contract.

#### ***Claim reserve***

For losses incurred and reported, the Corporation provides claim reserves for direct insurance and inward reinsurance and outward reinsurance using the statistic of retention liabilities for each estimated loss incurred and reported.

For losses incurred but not reported ("IBNR"), claim reserves are made based on statistic rate on claim in 3 consecutive years. The Board of Management believes IBNR reserve has been prudently evaluated and fully recorded.

#### ***Catastrophe reserve***

Under Vietnamese Accounting Standard No. 19 "Insurance Contract", the possible claim under contracts that has neither arisen nor existed at the reporting date (including catastrophe reserve) is not required to be made. However, the Corporation follows the reserve policy in accordance with Circular 50, accordingly, catastrophe reserves for all types of insurance were consistently made at 1% of total retained premium in the period.

#### ***b) Health insurance lines***

##### ***Mathematical reserve***

For health insurance and reinsurance contract (insurance contract) with a term of more than 01-year, mathematical reserves are made in line with the method of making reserve on a daily basis according to the gross premium valuation.

##### ***Unearned premium reserve***

For health insurance and reinsurance contract with a term of less than 01 year, the unearned premium reserve is made in accordance with the percentage of the insurance premium retained.

#### ***Claim reserve***

For losses incurred and reported, the Corporation provides claim reserves for direct insurance and inward reinsurance and outward reinsurance using the statistic of retention liabilities for each estimated loss incurred and reported.

For losses incurred but not reported ("IBNR"), claim reserves are made based on statistic rate on claim in 3 consecutive years. The Board of Management believes IBNR reserve has been prudently evaluated and fully recorded.



### ***Equalization reserve***

The Corporation's equalization reserve was consistently provided at 1% of the premium retained in the period and recorded in Catastrophe reserve in the interim consolidated balance sheet.

Reserves for the Corporation's direct insurance and inward reinsurance are not offset with reserve for outward reinsurance. Such reserves should be presented under separate items in the interim consolidated balance sheet. Accordingly, unearned premium reserve and claim reserve for direct insurance and inward reinsurance and catastrophe reserve are recognized as payables while unearned premium reserve for outward reinsurance and claim reserve for outward reinsurance are recognized as reinsurance assets.

### **Insurance deposits**

The Corporation is obliged to pay a deposit equal to 2% of the legal capital, the deposit shall receive interest in accordance with the agreement reached with the bank into which it is paid and the Corporation may withdraw the whole amount of their deposit upon termination of its operation. The Corporation may only use its insurance deposit to meet undertakings to purchasers of insurance when its solvency is inadequate and upon written approval of the Ministry of Finance.

### **Enterprise funds**

The compulsory reserve fund is made at 5% of the Corporation's profit after tax until it is equal to 10% of the Corporation's charter capital.

### **Revenue recognition**

#### ***Direct insurance premium***

Direct insurance premium is recognized under Circular 50. In particular, direct insurance premiums are recognized when the following conditions are met:

- (1) The contract has been signed between the insurer and the insured;
- (2) The insured has paid insurance fee or has agreed with the insurer on the payment of the premium (including the extension period) which is no more than 30 days from the effective date of the insurance policy (applicable to the first installment of insurance premium or one-time payment policy). The first installment of insurance premium (for periodical premium payment) or insurance premium for the one-time premium payment should be accounted for at the beginning of the insurance policy.

### **Inward reinsurance**

#### ***a) Treaty inward reinsurance***

Revenue and expenses related to reinsurance assumed under treaty arrangements are recognized when the periodical reconciliation is received from the cedants. As of the date of preparing the interim consolidated financial statements, revenue and expenses related to treaty reinsurance transactions whose the periodical reconciliation has not been received from the cedants will be estimated based on the statistical and estimated figures of the cedants.



***b) Facultative inward reinsurance***

Inward reinsurance premium is recognized when the facultative reinsurance agreement has been signed and a statement of account (for each facultative reinsurance agreement) has been received from the cedant.

**Outward reinsurance**

Reinsurance premium ceded under treaty reinsurance is recognized when gross written premium in the scope of these agreements is recognized.

Facultative reinsurance premium ceded is recognized when facultative reinsurance agreement has been signed and gross written premium in the scope of this agreement is recognized.

Claim receipts from ceded policies are recognized when there is substantial evidence on reinsurers' obligations.

Commission income from outward reinsurance is recognized when outward reinsurance premium is recognized.

***Other revenues***

Other revenues of the Corporation such as revenue from other services relating to insurance activities, revenue from selling investment properties, leasing houses, interest on bank deposits, securities, bonds and loans are recognized when incurred.

The allocation principles for assets, resources, revenue, general expenses related to Shareholders' fund and Policyholders' fund approved by the Ministry of Finance in Official Letter No. 7034/BTC-QLBH dated 14 June 2018 were applied to allocating revenue from investment activities using technical reserves to insurance operation. During the period, gain from investing activities from the use of technical reserves for insurance operations amounted to VND 71.36 billion (for 6-month period ended 30 June 2020: VND 67.62 billion).

**Expenditures recognition**

**Claim settlement expenses**

Claim expense is recognized when the claim procedures are completed and approved by authorized persons. Any claim that has not been approved is considered as outstanding claim and included in claim reserve.

Claim settlement expenses for inward reinsurance are recorded as incurred following the statement of accounts sent by the reinsurers to the Corporation and when the claim is accepted by the Corporation.

Claim receipts from ceded policies are recognized when incurred corresponding to the claim settlement expenses recorded in the period and the ceded ratios.

### **Commission expenses**

Commission expenses are recognized corresponding to the percentage of direct premium in the interim consolidated income statement in the period. Commission of each type of products are calculated by respective percentage in accordance with Circular 50 guiding the implementation of Decision No. 73/2016/ND-CP dated 01 July 2016 of the Government regarding Insurance Business Law.

At the period end, the Corporation should determine unearned commission expenses for direct insurance and inward reinsurance which have not been recognized as expenses for the period yet corresponding to unearned direct premium and inward reinsurance premium so as to allocate such commission expenses to the subsequent accounting periods in accordance with the above-mentioned method.

### **Other expenses**

Other expenses are recognized when incurred.

### **Interest income**

Interest income is recorded in the accrued basis and actual interest rate in the period.

### **Dividends and shared profits**

Dividends and shared profits are recorded where the Corporation has the right to receive dividends or shared profits. Dividends by shares are recorded by increasing number of shares, not increasing the value of the received shares.

### **Expenditure on investing activities**

Expenditure on investing activities includes directly incurred expenses relating to investment activities and allocated expenses from general expenditures.

Direct expenses include: salary of staffs in investment department, investment portfolio management expenses, provision for devaluation of investments, securities trading losses, securities transaction costs, expenses related to real estate activities.

General expenses for investing activities allocated to insurance operations based on the proportion of revenue from investments of each investment source in the total revenue in the period. This allocation principal was approved by the Ministry of Finance in Official Letter No. 7034/BTC-QLBH dated 14 June 2018. During the period, general expenses have been allocated from investing activities with the amount of VND 9.4 billion (for 6-month period ended 30 June 2020: VND 7.4 billion).

### **Borrowing costs**

Borrowing costs are recognised in the interim consolidated income statement in the period when incurred in accordance with Vietnamese Accounting Standard No. 16 "Borrowing costs".



## 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 profit before tax as reported in the interim consolidated 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 recognized on significant differences between carrying amounts of assets and liabilities in the interim consolidated 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 recognized for all temporary differences and deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which deductible temporary differences can be utilized.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset realized. 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 Corporation 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.

## 4. CASH AND CASH EQUIVALENTS

	Closing balance	Opening balance
	VND	VND
Cash on hand	6,578,135,803	6,211,818,530
Bank demand deposits	187,741,140,615	274,515,925,667
Cash in transit	227,000,000	17,291,154,000
Cash equivalents (i)	1,000,000,000	-
	<b>195,546,276,418</b>	<b>298,018,898,197</b>

(i) Represent deposits at bank with term of 3 months.



5. FINANCIAL INVESTMENTS

	Closing balance		Opening balance	
	Cost	Provision	Cost	Provision
	VND	VND	VND	VND
a) Trading securities	50,000,000,000	-	5,773,214,858	-
+ Aviation Logistics Joint Stock Company (ALS)	50,000,000,000	-	-	-
+ Khang Dien House Trading and Investment Joint Stock Company (KDH)	-	-	4,507,664,968	-
+ Kien Giang Construction and Investment Consultancy Joint Stock Company (CKG)	-	-	1,265,549,890	-
b) Held-to-maturity investments	4,549,577,083,521	(7,344,000,000)	4,060,314,669,747	(7,344,000,000)
b1) Short-term	3,939,893,751,554	-	3,097,314,669,747	-
- Short-term deposits (i)	3,839,893,751,554	-	2,997,314,669,747	-
- Bonds (ii)	100,000,000,000	-	100,000,000,000	-
b2) Long-term	609,683,331,967	(7,344,000,000)	963,000,000,000	(7,344,000,000)
- Long-term deposits (iii)	380,000,000,000	-	755,000,000,000	-
- Bond (iv)	222,339,331,967	-	200,000,000,000	-
- Investment in Real Estate Project through Post Real Estate Joint Stock Company	7,344,000,000	(7,344,000,000)	8,000,000,000	(7,344,000,000)
c) Equity investments in other entities	30,129,400,000	(5,999,403,745)	30,129,400,000	(5,999,403,745)
+ UTXI Aquatic Products Processing Corporation	15,000,000,000	(5,999,403,745)	15,000,000,000	(5,999,403,745)
+ Post and Telecommunications Tourism Joint Stock Company	2,940,000,000	-	2,940,000,000	-
+ Global Data Service Joint Stock Company	5,699,400,000	-	5,699,400,000	-
+ Huawei Vietnam Joint Stock Company	5,800,000,000	-	5,800,000,000	-
+ Phuong Nam Real Estate Investment Joint Stock Company	65,000,000	-	65,000,000	-
+ Communication Technology Development Investment Joint Stock Company	625,000,000	-	625,000,000	-

The Corporation has not evaluated the fair value of financial investments as at the balance sheet date given that there is no specific guidance on determining the fair value of financial investments.

- (i) Represent deposits at domestic banks with original term of more than 3 months and remaining term of 12 months or less from the balance sheet date.
- (ii) Represent investments in corporate bonds of Industrial Investment and Development Corporation with value of VND 100,000,000,000, which has a term of 02 years from 25 June 2020, interest rate of 10.9% pa.
- (iii) Represent deposits at domestic banks with the remaining term of more than 12 months from the balance sheet date.
- (iv) Represent investments in bonds with the remaining terms more than 12 months. Details are as follows:
  - 1,000,000 bonds of Thanh Thanh Cong Investment Joint Stock Company with the value of VND 100,000,000,000 which has a term of 02 years from 18 June 2021, interest rate of 10.5% pa.
  - 10,000 bonds of Lien Viet Post Joint Stock Commercial Bank with the value of VND 100,000,000,000 which has a term of 07 years from 24 November 2020 with the commitment to buying back shares at the end date of the 2-year period from the issue date.
  - Other bonds issued by Kinh Bac City Development Holding Corporation and DNP Water Investment Joint Stock Company.

Investment in Associates

	Closing balance		Opening balance	
	VND Cost	VND Book value by method of equity	VND Cost	VND Book value by method of equity
Investments in associates	34,444,900,000	31,600,320,513	34,444,900,000	33,838,017,073
- Lanexang Assurance Public Company	20,152,200,000	17,661,307,434	20,152,200,000	17,661,307,434
- Kasati Joint Stock Company	14,292,700,000	13,939,013,079	14,292,700,000	16,176,709,639

The performance of the associates during the period is as follows:

	Current period	Prior period
<b>Associates</b>		
- Lanexang Assurance Public Company	Making profit	Making profit
- Kasati Joint Stock Company	Making profit	Making profit

During the period, the transactions between the Corporation and associates were mainly insurance and reinsurance business activities and financial activities related to dividends and distributed profits (details presented in Note 36).

6. TRADE RECEIVABLES

	Closing balance VND	Opening balance VND
Receivables regarding direct insurance premium	348,626,789,427	369,497,986,705
Including:		
- Receivable from policy holders	237,055,232,649	239,927,431,271
- Receivable from insurance agencies, brokers	92,335,410,443	103,404,789,420
- Receivable from co-insurers	19,231,507,899	26,006,036,861
- Other receivables from insurance business	4,638,436	159,729,153
Receivables regarding inward reinsurance premium	43,291,243,283	47,250,885,352
Receivables regarding outward reinsurance premium	116,047,171,633	123,616,884,568
Other trade receivables	3,190,208,000	3,310,208,000
	<u>511,155,412,343</u>	<u>543,675,964,625</u>

7. ADVANCES TO SUPPLIERS

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Advances for claim regarding direct insurance	125,777,115,275	107,207,718,750
Other advances regarding direct insurance	1,103,942,031	836,751,978
Other advances to suppliers	17,954,462,947	183,008,254,291
	<u>144,835,520,253</u>	<u>291,052,725,019</u>

8. OTHER RECEIVABLES

a) *Other short-term receivables*

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Interest, dividend receivables from financial ac	153,769,779,761	177,882,579,341
Receivable from Gia Tue Investment Joint Stock Company - Dalat Villa Project	55,514,920,773	14,875,547,439
Compensation receivable (i)	5,614,181,754	5,614,181,754
Commision advances for agencies	18,000,000,000	22,312,932,836
Other receivables	46,334,309,503	34,521,173,507
Advances for business activities	52,207,420,521	13,601,079,747
Short-term deposits and mortgages	7,467,493,423	6,541,684,562
	<u>338,908,105,735</u>	<u>275,349,179,186</u>

- (i) Represent receivables for the compensation that has been paid to Khai Thanh Manufacturing and Trading Limited Company according to the court's decision. Provision for this receivable has been fully made.

b) *Other long-term receivables*

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Long-term deposits	9,529,417,054	9,301,728,901
Receivable from Gia Tue Investment Joint Stock Company - Dalat Villa Project	-	40,639,373,334
	<u>9,529,417,054</u>	<u>49,941,102,235</u>



9. PROVISIONS FOR SHORT-TERM DOUBTFUL DEBTS

	Closing balances			Opening balances		
	Cost	Recoverable amount	Provisions	Cost	Recoverable amount	Provisions
	VND	VND	VND	VND	VND	VND
- The total value of the short-term receivables, loan receivables overdue or not overdue but unlikely to be recovered:	318,849,807,650	207,499,006,975	111,350,800,675	321,722,006,272	216,899,265,322	104,822,740,950
+ Receivables regarding direct insurance	237,055,232,649	203,036,342,743	34,018,889,906	239,927,431,271	209,461,491,602	30,465,939,669
+ Receivables regarding reinsurance	2,706,938,219	-	2,706,938,219	2,706,938,219	-	2,706,938,219
+ Receivables regarding investment activities	55,514,920,773	4,462,664,232	51,052,256,541	55,514,920,773	7,437,773,720	48,077,147,053
+ Other receivables	23,572,716,009	-	23,572,716,009	23,572,716,009	-	23,572,716,009

Recoverable amount is measured at cost less provision for doubtful debts.

10. PREPAID EXPENSES

	Closing balance VND	Opening balance VND
<b>a) Short-term</b>		
- Unallocated commission expenses	383,361,500,409	404,700,563,407
- Unallocated operating expenses (i)	179,492,892,125	184,363,217,865
- Other short-term prepaid expenses	742,392,918	46,000,000
	<b>563,596,785,452</b>	<b>589,109,781,272</b>
<b>b) Long-term</b>		
- Cost of tools and supplies	3,215,528,408	4,302,645,026
- Office rental	7,192,758,449	4,856,862,306
- Expenses on agent development	357,434,964	294,392,219
- Other long-term prepaid expenses	25,340,499,723	29,717,416,228
	<b>36,106,221,544</b>	<b>39,171,315,779</b>

- (i) Represent unallocated operating expenses relating to Credit risk insurance in the period. These expenses are recorded and allocated in line with the unearned premium reserves method of this insurance.

11. INCREASES, DECREASES IN TANGIBLE FIXED ASSETS

	Buildings and structures VND	Machinery, equipment	Motor vehicles VND	Office equipment VND	Total VND
<b>COST</b>					
Opening balance	21,995,579,410	237,270,000	118,615,923,312	40,690,122,411	181,538,895,133
New purchases	-	-	10,581,333,183	5,950,364,546	16,531,697,729
Disposals	-	-	(500,999,000)	(41,880,000)	(542,879,000)
Other decreases	-	-	(31,450,000)	-	(31,450,000)
Closing balance	<b>21,995,579,410</b>	<b>237,270,000</b>	<b>128,664,807,495</b>	<b>46,598,606,957</b>	<b>197,496,263,862</b>
<b>ACCUMULATED DEPRECIATION</b>					
Opening balance	4,022,286,099	156,655,876	68,550,484,721	27,966,111,005	100,695,537,701
Charge for the period	346,159,303	34,075,639	4,668,794,558	2,760,737,853	7,809,767,353
Disposals	-	-	(500,999,000)	(41,880,000)	(542,879,000)
Other decreases	-	-	(31,450,000)	-	(31,450,000)
Closing balance	<b>4,368,445,402</b>	<b>190,731,515</b>	<b>72,686,830,279</b>	<b>30,684,968,858</b>	<b>107,930,976,054</b>
<b>NET BOOK VALUE</b>					
Opening balance	<b>17,973,293,311</b>	<b>80,614,124</b>	<b>50,065,438,591</b>	<b>12,724,011,406</b>	<b>80,843,357,432</b>
Closing balance	<b>17,627,134,008</b>	<b>46,538,485</b>	<b>55,977,977,216</b>	<b>15,913,638,099</b>	<b>89,565,287,808</b>

The cost of the Corporation's tangible fixed assets includes VND 51,668,592,848 of tangible fixed assets which have been fully depreciated but are still in use as at 30 June 2021 (as at 31 December 2020: VND 42,977,244,830).

12. INCREASES, DECREASES IN INTANGIBLE ASSETS

	Computer software	Land use rights	Total
	VND	VND	VND
<b>COST</b>			
Opening and closing balance	11,477,276,800	15,864,785,686	27,342,062,486
New purchases	7,703,941,818	4,101,950,000	11,805,891,818
<b>Closing balance</b>	<b>19,181,218,618</b>	<b>19,966,735,686</b>	<b>39,147,954,304</b>
<b>ACCUMULATED AMORTISATION</b>			
Opening balance	-	12,545,962,230	12,545,962,230
Charge for the period	-	1,093,579,850	1,093,579,850
<b>Closing balance</b>	<b>-</b>	<b>13,639,542,080</b>	<b>13,639,542,080</b>
<b>NET BOOK VALUE</b>			
Opening balance	11,477,276,800	3,318,823,456	14,796,100,256
<b>Closing balance</b>	<b>19,181,218,618</b>	<b>6,327,193,606</b>	<b>25,508,412,224</b>

The cost of the Corporation's intangible assets includes VND 11,161,285,686 of intangible assets which have been fully amortised but are still in use as at 30 June 2021 (as at 31 December 2020: VND 7,456,858,567).

13. INCREASE, DECREASE IN INVESTMENT PROPERTIES

	Land use rights and buildings, structures
	VND
<b>COST</b>	
Opening balance	121,103,326,188
Additions	218,040,372,852
Disposal	(12,033,446,546)
<b>Closing balance</b>	<b>327,110,252,494</b>
<b>ACCUMULATED AMORTISATION</b>	
Opening balance	14,172,405,088
Charge for the period	3,636,683,077
Disposals	(495,580,347)
<b>Closing balance</b>	<b>17,313,507,818</b>
<b>NET BOOK VALUE</b>	
Opening balance	106,930,921,100
<b>Closing balance</b>	<b>309,796,744,676</b>

According to VAS No. 05 - Investment Properties, fair value of investment property as at 30 June 2021 is required to be disclosed. However, the Corporation could not determine the fair value as at 30 June 2021; therefore, no information about the fair value is disclosed in the notes to the interim consolidated financial statements. In order to determine the fair value, the Corporation would require an independent consultancy company to perform the valuation. At present, the Corporation has not found a suitable consultancy company yet.



14. SHORT-TERM LOANS AND LIABILITIES

	Opening balance		In the period		Closing balance	
	Amount	VND Amount able to be paid off	Increases	VND Decreases	Amount	VND Amount able to be paid off
Woori Bank Vietnam - Hoan Kiem Branch (i)	-	-	55,000,000,000	-	55,000,000,000	55,000,000,000
Shinhan Bank - Singapore Branch (ii)	-	-	207,304,000,000	-	207,304,000,000	207,304,000,000
	-	-	262,304,000,000	-	262,304,000,000	262,304,000,000

(i) Represent the loans from Woori Bank Vietnam – Hoan Kiem Branch under the credit line contract No. VN120002335-009 dated 18 May 2021 with credit limit of VND 100,000,000,000 to supplement working capital. This loan is secured by the deposit balance at Woori Bank Vietnam. The credit term for each credit is determined according to each debt acceptance agreement. The interest rate is equal to the 3-month deposit interest rate at state-owned banks plus 0.49%/year and is adjusted every 3 months.

(ii) Represent the loan from Shinhan Bank - Singapore Branch under loan contract dated 15 December 2020 to supplement working capital with credit limit of USD 9,800,000, and interest rate of 3-month LIBOR rate in USD plus 1.1%/year. This loan is guaranteed by L/C issued by Shinhan Bank – Pham Hung branch. The credit term is stated on each debt acknowledgement, the term of loan is until 08 December 2021.

POST AND TELECOMMUNICATION JOINT STOCK INSURANCE CORPORATION  
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)

15. PAYABLES OF INSURANCE CONTRACTS

	Closing balance	Opening balance
	VND	VND
Payables regarding direct insurance	208,705,365,108	165,745,617,292
Payables regarding reinsurance	331,556,814,303	261,239,702,159
Payables to co-insurers	6,471,470,640	14,254,003,451
Payables to other suppliers	17,441,471,122	30,025,345,739
	<b>564,175,121,173</b>	<b>471,264,668,641</b>

16. TAXES AND AMOUNTS RECEIVABLE FROM/PAYABLE TO THE STATE BUDGET

	Opening balance		Payable during the	Paid during the	Closing balance	
	Receivables	Payables	period	period/ Net off	Receivables	Payables
	VND	VND	VND	VND	VND	VND
Value added taxes on goods and services sold domestically	2,746,480	28,493,639,383	226,618,330,688	232,414,305,836	801,988	22,695,719,743
Corporate income tax	-	20,515,572,973	23,329,169,226	26,663,966,201	-	17,180,775,998
Personal income tax	564,620,872	11,064,251,720	36,659,102,513	42,572,062,454	1,661,545,594	6,248,216,501
Other taxes and charges payable	11,803,303	237,595,086	2,994,621,267	3,009,760,302	17,803,303	228,456,051
	<b>579,170,655</b>	<b>60,311,059,162</b>	<b>289,601,223,694</b>	<b>304,660,094,793</b>	<b>1,680,150,885</b>	<b>46,353,168,293</b>

17. SHORT-TERM UNEARNED REVENUE

	Closing balance	Opening balance
	VND	VND
Unearned revenue from direct insurance	80,712,915,333	167,736,095,858
Unearned revenue from investment	9,401,535,629	181,629,000
	<b>90,114,450,962</b>	<b>167,917,724,858</b>

18. OTHER CURRENT PAYABLES

	Current period	Prior year
	VND	VND
a) Unearned commission income		
- Opening balance	353,365,193,200	293,161,262,536
- Unearned commission income incurred in the period	251,520,665,611	289,600,845,252
- Commission income allocated in the period	(285,629,413,671)	(247,582,720,016)
- Closing balance	<b>319,256,445,140</b>	<b>335,179,387,772</b>



POST AND TELECOMMUNICATION JOINT STOCK INSURANCE CORPORATION  
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
<b>b) Other payables</b>		
Social, health and unemployment insurances	695,437,365	395,317,365
Trade Union fees	6,643,942,604	5,462,920,349
Short-term deposits received	7,904,000	20,735,736
Payable dividends and profits	90,463,485,472	10,309,046,235
Withheld foreign corporate tax	40,155,344	2,725,779,722
Insurance fund contribution payables	22,870,337,913	18,269,196,554
Unreconciled insurance premium receipts	26,094,021,657	26,297,991,663
Other payables	37,947,065,883	41,302,940,125
	<u>184,762,350,238</u>	<u>104,783,927,749</u>

POST AND TELECOMMUNICATION JOINT STOCK INSURANCE CORPORATION  
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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19. UNDERWRITING RESERVES

Claim reserve and unearned premium reserve:

Unit: VND

Claim reserve and unearned premium reserve	Closing balance		Opening balance	
	Direct insurance and inward reinsurance reserve	Outward reinsurance reserve	Direct insurance and inward reinsurance reserve	Outward reinsurance reserve
Net reserve				
1. Unearned premium reserve	3,453,175,485,574	1,037,912,080,727	2,415,263,404,847	894,555,566,300
2. Claim reserve	1,160,835,967,114	522,919,108,496	637,916,858,618	521,255,463,634
Including:				
- Reserve for claims not yet settled	1,019,691,187,544	485,626,362,333	534,064,825,211	483,962,717,471
- Reserve for loss incurred but not reported (IBNR)	141,144,779,570	37,292,746,163	103,852,033,407	37,292,746,163
Total	4,614,011,452,688	1,560,831,189,223	3,053,180,263,465	1,415,811,029,934
				2,913,679,916,731

In detail:

1. Unearned premium reserve	Current period		Prior period	
	Direct insurance and inward reinsurance reserve	Outward reinsurance reserve	Direct insurance and inward reinsurance reserve	Outward reinsurance reserve
Net unearned premium reserve				
Opening balance	3,126,304,107,134	894,555,566,300	3,160,260,976,999	1,373,748,583,697
Provided for in the period	326,871,378,440	143,356,514,427	103,776,404,277	(91,578,001,259)
Closing balance	3,453,175,485,574	1,037,912,080,727	3,264,037,381,276	1,282,170,582,438
				1,981,866,798,838



POST AND TELECOMMUNICATION JOINT STOCK INSURANCE CORPORATION  
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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	Current period			Prior period		
	Direct insurance and inward reinsurance reserve	Outward reinsurance reserve	Net claim reserve	Direct insurance and inward reinsurance reserve	Outward reinsurance reserve	Net claim reserve
<b>2. Claim reserve</b>						
Opening balance	1,203,186,839,531	521,255,463,634	681,931,375,897	1,161,842,936,713	609,646,277,303	552,196,659,410
(Reversed)/ provided for in the period	(42,350,872,417)	1,663,644,862	(44,014,517,279)	(166,157,933,201)	(140,804,672,116)	(25,353,261,085)
<b>Closing balance</b>	<b>1,160,835,967,114</b>	<b>522,919,108,496</b>	<b>637,916,858,618</b>	<b>995,685,003,512</b>	<b>468,841,605,187</b>	<b>526,843,398,325</b>

**Catastrophe reserve:**

	Current period	Prior period
	VND	VND
<b>Opening balance</b>	<b>42,506,326,441</b>	<b>103,775,184,431</b>
Provided for in the period	22,317,769,935	20,971,536,376
<b>Closing balance</b>	<b>64,824,096,376</b>	<b>124,746,720,807</b>

POST AND TELECOMMUNICATION JOINT STOCK INSURANCE CORPORATION  
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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20. OWNERS' EQUITY

	Owners' contributed capital	Share premium	Investment and development fund	Compulsory reserve fund	Retained earnings	Non-controlling interest	Total
	VND			VND	VND	VND	VND
<b>Prior year's opening balance</b>	<b>803,957,090,000</b>	<b>827,943,052,804</b>	<b>22,927,850,857</b>	<b>55,402,458,511</b>	<b>151,901,227,577</b>	<b>5,430,777,908</b>	<b>1,867,562,457,657</b>
Profit for the year	-	-	-	-	240,096,398,819	(949,935,826)	239,146,462,993
Appropriation to other owners' funds	-	-	-	-	(13,613,118,070)	-	-
Appropriation of customer bonus fund	-	-	1,103,538,992	12,509,579,078	(1,103,538,992)	-	(1,103,538,992)
Compensation and bonuses payment to Board of Directors and Supervisory Board	-	-	-	-	(1,103,538,992)	-	(1,103,538,992)
Executive officers' bonus fund	-	-	-	-	(2,207,077,983)	-	(2,207,077,983)
Dividend declared	-	-	-	-	(80,395,709,000)	-	(80,395,709,000)
Reduction due to subsidiary liquidation	-	-	(513,660,000)	-	844,718,147	(1,077,277,037)	(746,218,890)
<b>Current period's opening balance</b>	<b>803,957,090,000</b>	<b>827,943,052,804</b>	<b>23,517,729,849</b>	<b>67,912,037,589</b>	<b>294,419,361,506</b>	<b>3,403,565,045</b>	<b>2,021,152,836,793</b>
Profit for the period	-	-	-	-	93,286,518,151	44,321,416	93,330,839,567
Appropriation to other owners' funds (i)	-	-	-	-	(2,501,915,816)	-	-
Appropriation of customer bonus fund (i)	-	-	2,501,915,816	-	(5,003,831,631)	-	(5,003,831,631)
Compensation and bonuses payment to Board of Directors and Supervisory Board (i)	-	-	-	-	(2,501,915,817)	-	(2,501,915,817)
Executive officers' bonus fund (i)	-	-	-	-	(5,003,831,631)	-	(5,003,831,631)
Dividend declared (i)	-	-	-	-	(80,395,709,000)	-	(80,395,709,000)
Reduction due to Affiliates distributing bonus and welfare funds	-	-	-	-	(111,051,995)	-	(111,051,995)
Other adjustments	-	-	-	-	(6,218,495,777)	6,276	(6,218,489,501)
<b>Current period's closing balance</b>	<b>803,957,090,000</b>	<b>827,943,052,804</b>	<b>26,019,645,665</b>	<b>67,912,037,589</b>	<b>285,969,127,990</b>	<b>3,447,892,737</b>	<b>2,015,248,846,785</b>

(i) The Corporation have allocated funds and distributed dividends under Resolution of General shareholders' meetings No. 35/NQ-PTI-DHDCD dated 29 April 2021.



Shares

	<u>Closing balance</u>	<u>Opening balance</u>
a) Number of ordinary shares registered to be issued	80,400,000	80,400,000
b) Number of ordinary shares issued	80,395,709	80,395,709
c) Number of ordinary shares outstanding in circulation	80,395,709	80,395,709

Dividend

	<u>Current period</u>	<u>Prior period</u>
Unpaid dividends at the beginning of the period	10,309,046,235	9,657,149,161
Dividend declared in the period	80,395,709,000	80,395,709,000
Dividend paid in the period	(241,269,763)	(131,947,090)
Dividend unpaid at the end of the period	<u>90,463,485,472</u>	<u>89,920,911,071</u>

21. SEGMENT REPORT

For management purposes, the Corporation is currently organized into three business divisions based on its products and services as follows:

1 – Insurance Business Division: providing non-life insurance products and services.

2 – Other division: trading products in the field of real estate leasing, real estate investment, etc

Management decisions are made based on products and services provided by the Corporation rather than geographical areas in which its products and services are rendered. Accordingly, the Corporation's primary report is based on business segments.

Information on business results by segment for the 6-month period ended 30 June 2021 is as follows:

Items	Insurance VND	Others VND	Total VND
1. Net revenue from selling goods and rendering services	2,437,915,653,043	24,008,293,657	2,461,923,946,700
2. Net profit from business activities	28,931,978,222	7,638,683,981	36,570,662,203
3. Financial income	104,892,300,566	1,397,063,487	106,289,364,053
4. Financial expenses	(29,340,988,182)	-	(29,340,988,182)
5. Share of profit from associates	580,455,506	-	580,455,506
6. Other income	2,716,924,629	-	2,716,924,629
7. Other expenses	(336,996,129)	-	(336,996,129)
8. Current corporate income tax expenses			(23,329,169,226)
9. Deferred corporate income tax income			180,586,713
10. Profit after corporate income tax			93,330,839,567

Information on Assets/Liabilities by segment as at 30 June 2021 is as follows:

Unit: VND				
Items	Insurance business	Others	Elimination	Total
Segment assets	8,004,122,300,797	409,539,161,368	(25,590,347,222)	8,388,071,114,943
Segment liabilities	6,372,349,994,282	26,062,621,098	(25,590,347,222)	6,372,822,268,158



Information on business results by segment for the 6-month period ended 30 June 2020 is as follows:

Items	Insurance VND	Others VND	Total VND
1. Net revenue from selling goods and rendering services	2,278,769,788,899	16,627,465,078	2,295,397,253,977
2. Net profit from business activities	50,316,225,608	2,675,204,061	52,991,429,669
3. Financial Income	84,718,713,002	2,908,991,149	87,627,704,151
4. Financial expenses	3,216,666,865	(1,260,005,787)	1,956,661,078
5. Share of profit from associates	1,975,209,465	-	1,975,209,465
6. Other income	2,338,592,348	97,727,273	2,436,319,621
7. Other expenses	(646,958,751)	(76,873,977)	(723,832,728)
8. Current corporate income tax expenses			(28,883,382,811)
9. Profit after corporate income tax			117,380,108,445

Information on Assets/Liabilities by segment as at 30 June 2020 is as follows:

Unit: VND

Items	Insurance business	Others	Elimination	Total
Segment assets	7,586,985,300,350	205,860,285,495	(25,590,347,222)	7,767,255,238,623
Segment liabilities	5,745,496,053,094	26,196,695,958	(25,590,347,222)	5,746,102,401,830

22. INSURANCE PREMIUM

	Current period	Prior period
	VND	VND
<b>Direct insurance premium</b>	<b>3,022,706,508,661</b>	<b>2,950,844,150,235</b>
Motor vehicle insurance	1,325,170,807,897	1,335,005,425,727
Health and personal accident insurance	711,944,847,666	659,273,242,115
Property and business interruption insurance	332,653,285,562	207,949,876,550
Credit and financial risk insurance	323,341,498,798	379,765,740,887
Fire insurance	151,034,373,672	214,165,205,676
Cargo insurance	72,632,753,013	66,933,487,937
Hull and P&I insurance	66,714,100,879	46,483,877,601
General liability insurance	28,629,262,323	20,793,010,641
Aviation insurance	10,648,125,905	20,474,283,101
Agriculture insurance	(62,547,054)	-
<b>Inward reinsurance premium</b>	<b>51,874,861,692</b>	<b>39,020,690,119</b>
Property and business interruption insurance	45,056,191,241	23,680,348,445
Cargo insurance	2,785,603,600	2,842,598,999
Motor vehicle insurance	1,047,096,807	541,351,330
Hull and P&I insurance	1,013,765,795	1,865,927,371
Health and personal accident insurance	916,695,298	8,077,061,777
General liability insurance	573,398,486	204,054,267
Fire insurance	389,814,572	1,809,347,930
Agriculture insurance	92,295,893	-
<b>(Increase) in unearned premium reserves for direct insurance and inward reinsurance</b>	<b>(326,871,378,440)</b>	<b>(103,776,404,277)</b>
	<b>2,747,709,991,913</b>	<b>2,886,088,436,077</b>

23. OUTWARD REINSURANCE PREMIUM

	Current period	Prior period
	VND	VND
Total outward reinsurance premium	842,804,376,861	892,711,202,712
Health and personal accident insurance	308,379,139,351	375,361,645,368
Property and business interruption insurance	326,730,356,713	220,951,635,234
Fire insurance	69,608,340,588	141,300,932,410
Credit and financial risk insurance	78,424,728,685	111,823,822,261
Hull and P&I insurance	27,770,843,521	19,449,102,279
Cargo insurance	26,031,245,728	22,285,927,499
General liability insurance	5,859,722,275	2,201,640,023
Aviation insurance	-	(276,793,575)
Motor vehicle insurance	-	(386,708,787)
(Increase)/ Decrease in unearned premium reserve for outward reinsurance	(143,356,514,427)	91,578,001,259
	<u>699,447,862,434</u>	<u>984,289,203,971</u>



24. TOTAL CLAIM SETTLEMENT EXPENSES

	Current period	Prior period
	VND	VND
Total claim settlement expenses	1,138,014,870,322	993,856,155,163
Motor vehicle insurance	605,263,800,288	546,461,376,735
Health and personal accident insurance	406,263,141,105	279,237,702,981
Property and business interruption insurance	55,027,057,228	67,314,827,126
Cargo insurance	30,190,235,563	19,640,261,006
Hull and P&I insurance	21,950,951,155	67,242,164,640
Fire insurance	15,183,897,076	10,192,783,675
General liability insurance	3,085,673,135	3,767,039,000
Aviation insurance	1,050,114,772	-
Deductions from claim settlement expenses	(5,150,774,250)	(11,858,836,329)
Claims receipts from ceded policies	(244,752,075,910)	(258,163,106,366)
(Decrease) in claim reserves for direct insurance and inward reinsurance	(42,350,872,417)	(166,157,933,201)
(Increase)/ Decrease in claim reserve for outward reinsurance	(1,663,644,862)	140,804,672,116
	<u>844,097,502,883</u>	<u>698,480,951,383</u>

25. OTHER EXPENSES FOR INSURANCE ACTIVITIES

	Current period	Prior period
	VND	VND
Direct expenses of insurance development department	569,351,146,121	471,898,912,071
Commission expense	336,818,724,091	334,017,870,003
Agents management expense	295,923,038,729	368,917,752,918
Advertising and marketing expense	32,665,175,707	31,420,596,156
Expense for risk limitation	6,228,858,023	6,252,123,601
Contributions to insurance funds	9,512,275,332	8,006,096,381
Others	14,042,836,055	14,325,253,158
	<u>1,264,542,054,058</u>	<u>1,234,838,604,288</u>

26. REVENUE FROM INVESTMENT PROPERTIES TRADING AND RENDERING OTHER SERVICES

	Current period	Prior period
	VND	VND
Revenue from selling investment property	12,033,446,546	13,142,921,069
Revenue from leasing investment properties	11,974,847,111	3,484,544,009
	<u>24,008,293,657</u>	<u>16,627,465,078</u>

27. COST OF INVESTMENT PROPERTIES AND SERVICES RENDERED

	Current period	Prior period
	VND	VND
Cost of sold investment property	11,537,866,199	7,805,061,326
Cost of investment property for lease	4,381,807,147	2,068,859,742
	<u>15,919,673,346</u>	<u>9,873,921,068</u>

28. FINANCIAL INCOME

	Current period	Prior period
	VND	VND
Interest on term deposits	78,042,080,423	71,318,445,957
Interest on demand deposit	83,321,570	94,247,211
Gain on securities trading activities	26,654,807,110	9,010,524,830
Gain on liquidation of subsidiaries	-	1,166,609,451
Realized foreign exchange gains	1,507,664,706	1,432,813,271
Long-term investment gains	71,125	4,587,986,386
Other financial income	1,419,119	17,077,045
	<u>106,289,364,053</u>	<u>87,627,704,151</u>

29. FINANCIAL EXPENSES

	Current period	Prior period
	VND	VND
Interest expenses	2,454,249,054	2,536,114,401
Foreign exchange losses	2,081,229,858	1,951,070,066
Loss on securities trading	15,372,474,331	124,538,816,538
Provision for impairment of short-term and long-term financial investments	-	(131,079,825,960)
Others	9,433,034,939	97,163,877
	<u>29,340,988,182</u>	<u>(1,956,661,078)</u>

30. GENERAL AND ADMINISTRATION EXPENSES

	Current period	Prior period
	VND	VND
Labour cost	117,718,760,295	121,662,518,274
Raw materials and consumables	10,425,376,844	11,763,727,626
Office equipment expense	5,681,328,552	6,355,214,595
Depreciation and amortisation	8,307,481,198	8,122,138,713
Taxes, fees and charges	11,481,137,963	11,181,927,563
Provisions expenses	6,528,059,725	989,208,974
Out-sourced services	51,929,358,316	48,649,025,342
Other expenses	66,404,781,382	69,517,050,106
	<u>278,476,284,275</u>	<u>278,240,811,193</u>



31. OPERATION COST BY NATURE

	Current period	Prior period
	VND	VND
Cost of insurance business activities	2,130,957,326,876	1,954,291,092,047
Labour cost	117,718,760,295	121,662,518,274
Office expenses	16,106,705,396	18,118,942,221
Depreciation and amortisation	12,540,030,280	13,066,730,156
Taxes, fees and charges	11,481,137,963	11,181,927,563
Provision expenses	6,528,059,725	989,208,974
Out-sourced services	51,929,358,316	48,649,025,342
Other expenses	78,091,905,646	74,446,379,731
	<b>2,425,353,284,497</b>	<b>2,242,405,824,308</b>

32. CORPORATE INCOME TAX

	Current period	Prior period
	VND	VND
Profit before tax	116,479,422,080	146,263,491,256
Add: Non-deductible expenses	791,073,146	706,571,788
- Depreciation charge of car that has historical cost more than VND 1.6 billion	488,456,616	-
- Other non-deductible expenses	302,616,530	706,571,788
Less:	<b>624,649,097</b>	<b>2,553,148,989</b>
- Loss carried forward from prior period	947,127,157	857,092,340
- Profits from affiliates	580,455,506	1,975,209,465
- Other consolidation adjustments	(902,933,566)	(279,152,816)
Taxable profit	<b>116,645,846,129</b>	<b>144,416,914,055</b>
Normal tax rate	20%	20%
Total current corporate income tax expense	<b>23,329,169,226</b>	<b>28,883,382,811</b>

Corporate income tax for the 6-month period ended 30 June 2021 is provisional figure. The Corporation will determine the final amount of corporate income tax when preparing consolidated financial statements for the year ended 31 December 2021.

33. BASIC EARNINGS PER SHARE

	Current period	Prior period (Restated)
	VND	VND
Accounting profit after corporate income tax	93,286,518,151	117,321,379,184
Adjustments to accounting profit to determine profit attributable to ordinary shareholders:	4,664,325,908	5,866,068,960
- <i>Customer bonus fund</i>	1,865,730,363	2,346,427,584
- <i>Remuneration for Board of Directors and Supervisory Board</i>	932,865,182	1,173,213,792
- <i>Executive Officers' bonus fund</i>	1,865,730,363	2,346,427,584
Profit or loss attributable to ordinary shareholders	88,622,192,243	111,455,310,224
Average ordinary shares in circulation for the period	80,395,709	80,395,709
<b>Basic earnings per share</b>	<b>1,102</b>	<b>1,386</b>

The Corporation re-determined the amount of appropriation to the Customer Bonus fund for the 6-month period ended 30 June 2020 at 2% of profit after tax according to the Resolution of the General Meeting of Shareholders No. 35/NQ-PTI-DHDCE dated 29 April 2021. Accordingly, basic earnings per share for the 6-month period ended 30 June 2020 are restated as follows:

	Prior period (Restated)	Prior period (Reported)
	VND	VND
Accounting profit after corporate income tax	117,321,379,184	117,321,379,184
Adjustments to accounting profit to determine profit attributable to ordinary shareholders:	5,866,068,960	4,692,855,168
- <i>Customer bonus fund</i>	2,346,427,584	1,173,213,792
- <i>Remuneration for Board of Directors and Supervisory Board</i>	1,173,213,792	1,173,213,792
- <i>Executive Officers' bonus fund</i>	2,346,427,584	2,346,427,584
Profit or loss attributable to ordinary shareholders	111,455,310,224	112,628,524,016
Average ordinary shares in circulation for the period	80,395,709	80,395,709
<b>Basic earnings per share</b>	<b>1,386</b>	<b>1,401</b>



34. LIQUIDATION MARGIN

	Closing balance	Opening balance
I. Difference between total assets and liabilities payable	2,015,248,846,785	2,021,152,836,793
1. Total corporate assets	8,388,071,114,943	7,767,255,238,623
2. Liabilities payable	6,372,822,268,158	5,746,102,401,830
II. Asset liquidity	427,539,350,950	381,841,877,898
1. <i>Illiquidity of fully illiquid assets:</i>	<b>111,881,473,252</b>	<b>73,444,453,157</b>
1.1 Capital contribution to establish other insurance companies from the owner's equity of insurance company	17,661,307,434	20,152,200,000
1.2 Debts that unable to be recovered in accordance with the law after deducting corresponding provisions for bad debts	4,462,664,232	-
1.3 Prepaid expenses, loans without guarantee, advances, office equipment and stationery, inter-company receivables	89,056,034,983	52,818,395,526
1.4 Receivable on over-2-year overdue insurance premium and reinsurance premium less relevant provision for bad debts as regulated	701,466,603	473,857,631
2. <i>Illiquidity of partly illiquid assets:</i>	<b>315,657,877,698</b>	<b>308,397,424,740</b>
2.1 Investment assets:	70,911,941,761	34,885,143,717
a) Secured bonds: excluding 1% of accounting value;	2,223,393,320	-
b) Unsecured bonds: excluding 3% of accounting value;	3,000,000,000	9,000,000,000
c) Listed shares: excluding 15% of accounting value;	-	865,982,229
d) Unlisted shares: excluding 20% of accounting value;	14,825,999,251	4,825,999,251
e) Direct investments in property used by the company excluding 8% of accounting value;	1,534,497,489	918,182,144
f) Direct investments in property for lease, secured trading loans: excluding 15% of accounting value;	46,469,511,701	16,039,638,165
g) Contribution capital to other entities except for insurance companies: excluding 20% of accounting value.	2,858,540,000	3,235,341,928
2.2 Accounts receivable	1,416,226,670	662,762,401
a) Receivable on insurance premium and reinsurance premium assumed overdue from 180 days to under 1 year less relevant provision for bad debts as regulated: excluding 30%;	951,257,806	235,656,290
b) Receivable on insurance premium and reinsurance premium assumed overdue from 1 year to under 2 years less relevant provision for bad debts as regulated: excluding 50%;	464,968,864	427,106,112
2.3 Tangible fixed assets, intangible fixed assets which are computer software and inventories: excluding 25% of accounting value;	24,795,159,705	21,546,920,652
2.4 Other assets: excluding 15% of accounting value.	218,534,549,562	251,302,597,971
III. Solvency margin (I-II)	1,587,709,495,835	1,639,310,958,895
IV. Minimum solvency margin [Maximum value of (a) and (b)]	1,134,220,447,792	1,100,564,608,829
(a) 25% of total retained premium	1,134,220,447,792	1,100,564,608,829
(b) 12.5% of total direct premium and inward reinsurance premium	766,283,778,965	755,694,212,715
V. Comparison between Solvency margin and Minimum solvency margin (III and IV)		
Difference in absolute amount	453,489,048,043	538,746,350,066
Difference in percentage	140%	149%



### 35. FINANCIAL INSTRUMENTS

#### Capital risk management

The Corporation manages its capital to ensure that the Corporation will be able to continue as a going concern while maximizing the return to the owners through the optimization of the debt and equity balance.

The capital structure of the Corporation consists of net debt (comprising borrowings offset by cash and cash equivalents) and owners' equity (comprising contributed capital and reserves).

#### 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, financial liability and equity instrument are disclosed in Note 3.

#### Categories of financial instruments

	Closing balance		Opening balance	
	Book value	Fair value	Book value	Fair value
	VND	VND	VND	VND
<b>Financial assets</b>				
Cash and cash equivalents	195,546,276,418	195,546,276,418	298,018,898,197	298,018,898,197
Trade and other receivables	696,034,713,936	696,034,713,936	764,143,505,096	764,143,505,096
Short-term investments	3,989,893,751,554	3,989,893,751,554	3,103,087,884,605	3,103,087,884,605
Long-term investments	626,469,328,222	626,469,328,222	979,785,996,255	979,785,996,255
<b>Total</b>	<b>5,507,944,070,130</b>	<b>5,507,944,070,130</b>	<b>5,145,036,284,153</b>	<b>5,145,036,284,153</b>
<b>Financial liabilities</b>				
Borrowings	262,304,000,000	262,304,000,000	-	-
Trade and other payables	741,598,091,442	741,598,091,442	576,048,596,390	576,048,596,390
Other financial liabilities	3,465,130,104	3,465,130,104	15,061,655,241	15,061,655,241
<b>Total</b>	<b>1,007,367,221,546</b>	<b>1,007,367,221,546</b>	<b>591,110,251,631</b>	<b>591,110,251,631</b>

The fair value of financial assets and financial liabilities is stated at the value of convertible financial instruments in a current transaction between the parties, except where required to sell or liquidate. The Corporation uses the following methods and assumptions to estimate the fair value:

- The fair value of short-term items including cash, cash equivalents, trade receivables, other receivables, trade payables, accrued expenses, and other short-term amounts is equivalent to the book value of these items due to their short or undetermined term.
- For financial assets and financial liabilities with insufficient information in the market to have the fair value determined at the reporting date, the book value of these items is shown instead of the fair value.

### **Financial risk management objectives**

The Corporation has set up risk management system to identify and assess the risks exposed by the Corporation 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 Corporation's operations.

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

### ***Market risk***

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

### ***Foreign currency risk management***

Foreign currency risk is the risk that fair value or cash flows in the future of financial instruments will change according to the fluctuations of foreign exchange rates.

The Corporation manages risks concerning fluctuations in exchange rates by optimizing maturity of debts, forecasting foreign exchange rates, maintaining reasonably structure of borrowing and loans between foreign currencies and VND, choosing time of buying and paying of items in foreign currencies at the time of low foreign exchange rate, utilizing available cash resources to balance between foreign exchange risk and liquidity risk.

The Board of management realizes the impact level due to fluctuations in foreign exchange rates to profit after tax and owner's equity of the Corporation is not material.

### ***Interest rate risk***

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

### ***Share price risk management***

Shares held by the Corporation are affected by market risks arising from the uncertainty about future prices of such shares. The Corporation manages this risk exposure by setting up investment limits. The Corporation's Board of Directors also assesses and approves decisions on share investments such as operating industry, investees, etc. The Corporation assesses that share price risk is insignificant.

### ***Credit risk***

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Corporation. The Corporation has a credit policy in place and the exposure to



credit risk is monitored on an on-going basis. Credit risk was evaluated prudently by the Board of Management as presented in Note 5 and Note 9.

***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 Corporation believes can generate within that period. The Corporation's policy is to regularly monitor current and expected liquidity requirements to ensure that the Corporation maintains sufficient reserves of cash, borrowings and adequate committed funding from its owners to meet its liquidity requirements in the short and longer terms.

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

	Less than 1 year	More than 1 year	Total
	VND	VND	VND
<b>Closing balance</b>			
Cash and cash equivalents	195,546,276,418	-	195,546,276,418
Trade and other receivables	686,505,296,882	9,529,417,054	696,034,713,936
Short-term investments	3,989,893,751,554	-	3,989,893,751,554
Long-term investments	-	626,469,328,222	626,469,328,222
<b>Total</b>	<b>4,871,945,324,854</b>	<b>635,998,745,276</b>	<b>5,507,944,070,130</b>
Borrowings	262,304,000,000	-	262,304,000,000
Trade and other payables	741,598,091,442	-	741,598,091,442
Other financial liabilities	1,013,712,761	2,451,417,343	3,465,130,104
<b>Total</b>	<b>1,004,915,804,203</b>	<b>2,451,417,343</b>	<b>1,007,367,221,546</b>
<b>Net liquidity gap</b>	<b>3,867,029,520,651</b>	<b>633,547,327,933</b>	<b>4,500,576,848,584</b>
	Less than 1 year	More than 1 year	Total
	VND	VND	VND
<b>Opening balance</b>			
Cash and cash equivalents	298,018,898,197	-	298,018,898,197
Trade and other receivables	714,202,402,861	49,941,102,235	764,143,505,096
Short-term investments	3,103,087,884,605	-	3,103,087,884,605
Long-term investments	-	979,785,996,255	979,785,996,255
<b>Total</b>	<b>4,115,309,185,663</b>	<b>1,029,727,098,490</b>	<b>5,145,036,284,153</b>
Trade and other payables	576,048,596,390	-	576,048,596,390
Other financial liabilities	12,583,962,830	2,477,692,411	15,061,655,241
<b>Total</b>	<b>588,632,559,220</b>	<b>2,477,692,411</b>	<b>591,110,251,631</b>
<b>Net liquidity gap</b>	<b>3,526,676,626,443</b>	<b>1,027,249,406,079</b>	<b>4,553,926,032,522</b>

The Board of Management assessed the liquidity risk at low level. The Board of Management believes that the Corporation will be able to generate sufficient funds to meet its financial obligations as and when they fall due.



### Insurance risk

A risk arising from any insurance contract is the possibility that the insured event occurs and of the uncertainty of the amount of the claims payments. As the nature of an insurance contract, this risk is random and therefore unpredictable.

To achieve the goal of managing insurance risk, the Corporation has established and applied a full range of risk assessment processes before accepting insurance, insurance risk transfer processes (reinsurance), damage assessment processes and claim settlement processes.

For premium operations, the Corporation has diversified the types of insurance services, insurance products as well as geographical areas to minimize concentrations of insurance risk. Besides, the Corporation has also applied different criteria in risk selection, implemented various measures in risk assessment to build an appropriate premium level. The Corporation does not accept insurance risks that highly likely occur or are subject to self-interested profit-maximizing behaviours.

For insurance risks accepted for the 6-month period ended 30 June 2021, the Corporation redefined the premium rates applicable to each risk group based on historical loss statistics and forecast of the trend of risks, inflation, level of industry competition and related regulations.

- With regard to the risk groups having increasing rates of losses and premiums, the Corporation will only accept insurance risk if the insured accepts to increase the premium correspondingly or limit the insurance coverage and increase deductibles;
- With regard to the risk groups having loss rate increasing but still at an acceptable level and ensuring insurance profit, the Corporation has adopted a policy on increasing the proportion of acceptable insurance risk to have its market share risen, and also takes advantage of cash inflows from insurance premiums for the purpose of investments.

The Corporation has also conducted thorough and strict measures to transfer insurance risks to other insurance companies in order to minimize the risks which may occur but still ensure the effectiveness of insurance businesses through building a reasonable level of retained premium for each type of insurance products, reinsurance arrangements and co-insurances.

The Corporation has been undertaking the policy on the acceleration of the damage assessment and settlement of compensation to minimize the risks which may arise during the compensation assessment process, such as exchange rate risk, inflation risk, increased loss risk, ethical risk, etc. The damage assessment and compensation settlement are conducted by the Corporation at two different levels depending on the complexity and nature of damage:

- For large and complicated cases, the damage assessment and compensation settlement will be conducted at the Corporation's office;
- For small cases where the Corporation's member companies have practical experience and sufficient resources to implement, the work will be handled by the Corporation's members.

36. RELATED PARTY TRANSACTIONS AND BALANCES

*List of related parties with significant transactions and balances:*

<u>Related parties</u>	<u>Relationship</u>
Vietnam Post Corporation	Major Shareholder
Dongbu Insurance Limited Company	Major Shareholder
VN Direct Securities Joint Stock Company	Major Shareholder
Kasati Joint Stock Company	Associate
Lanexang Assurance Public Company	Associate
I.P.A. Securities Investment Fund Management Limited Company	Having the same key management

*In the period, the Corporation entered into the significant transactions with its related parties as follows:*

	<u>Current period</u>	<u>Prior period</u>
	VND	VND
<b>Lanexang Assurance Public Company</b>		
<b>Outward reinsurance</b>		
- Outward reinsurance premium	18,482,380,093	152,291,073,909
- Commision income from outward reinsurance	17,736,949,934	62,501,019,409
- Commission income	5,778,085,157	37,934,739,566
- Claim receipt from ceded policies	98,459,931	57,943,386,510
<b>Inward reinsurance</b>		
- Inward reinsurance premium	9,520,318,567	3,750,521,223
- Commision expenses for inward reinsurance	1,834,550,047	907,442,750
- Claim settlements for inward reinsurance	99,457,940	87,852,687
<b>Kasati Joint Stock Company</b>		
- Dividend receivables	1,084,753,000	1,190,675,940
<b>Dongbu Insurance Limited Company</b>		
- Outward reinsurance premium	8,034,947,702	9,547,969,443
- Commision income from outward reinsurance	2,557,188,920	3,052,441,195
- Claim receipt from ceded policies	1,590,873,464	355,600,102
- Prior year's dividend received	30,000,000,000	30,000,000,000
<b>Vietnam Post Corporation</b>		
- Prior year's dividend received	18,225,648,000	18,225,648,000
<b>VNDirect Securities Joint Stock Company</b>		
- Prior year's dividend received	13,216,055,000	13,216,055,000
<b>I.P.A. Securities Investment Fund Management Limited Company</b>		
- Recovery from investment trust	-	12,913,442,872

*Significant related parties' balances at the interim consolidated balance sheet date were as follows:*

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
<b>Reinsurance receivables</b>		
- Dongbu Insurance Limited Company	1,650,516,403	388,048,070
- Lanexang Assurance Public Company	17,782,227,902	1,668,956,514
	<u>19,432,744,305</u>	<u>2,057,004,584</u>
<b>Reinsurance payables</b>		
- Dongbu Insurance Limited Company	8,895,846,791	3,754,128,675
- Lanexang Assurance Public Company	13,191,988,800	5,786,394,410
	<u>22,087,835,591</u>	<u>9,540,523,085</u>

Salary of the Board of Management and remuneration of the Board of Directors, Supervisory Board during the period is as follows:

	<u>Current period</u>	<u>Prior period</u>
	VND	VND
Board of Management's salary	7,454,748,867	4,904,018,306
Remuneration for Boards of Directors and Supervisory Board	444,000,000	408,000,000
	<u>7,898,748,867</u>	<u>5,312,018,306</u>



37. SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION

**Supplemental non-cash disclosures**

Cash outflows for acquisition and construction of fixed assets and other long-term assets during the period exclude an amount of VND 172,343,023,448 representing advances made to suppliers from the previous year to purchase investment properties in the period. Consequently, increase, decrease in account receivables have been adjusted by the same amounts.

The dividends and profits paid to owners in the period excludes dividend declared but not yet paid as at 30 June 2021 amounting to VND 90,463,485,472 (as at 31 December 2020: VND 10,309,046,235). Consequently, increase, decrease in accounts payable have been adjusted by the same amounts.



Le Trong Hiep  
Preparer



Cao Thu Hien  
Chief Accountant



Bui Xuan Thu  
Chief Executive Officer

Hanoi, 30 August 2021