

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Quarter I/2015

I. General information

1. Structure of ownership: State Capital Investment Corporation – SCIC: 40.36%, Swiss Re Group: 25%, other shareholders: 34.64%

2. Operating industry: Insurance

3. Lines of business: Inward and outward reinsurance and financial investment.

4. Total number of subsidiaries: 01

Total number of consolidated subsidiaries: 01

- + Company name: VINARE Invest Joint Stock Company

- + Address: 6th Floor, VINARE building, 141 Le Duan - Hoan Kiem - Ha Noi.

- + Parent company's equity ownership: 63.88%

- + Voting rights of parent company: 63.88%

5. Joint venture is reflected in consolidated financial statements according to method of owner's equity

Samsung Vina Joint-Venture Insurance Company

- + Head office address: 9th Floor, Diamond Plaza, 34 Le Duan, District 1, Ho Chi Minh City

- + Equity ownership: 25%

- + Voting rights: 25%

II. Accounting period and accounting currency

1. Accounting period:

Parent company: Begins on 01 January 2015 and ends on 31 December 2015

Subsidiary: Begins on 01 January 2015 and ends on 31 December 2015

2. Accounting currency: Vietnam Dong

III. Accounting standards and system

1. Accounting system: Decision No 232/2012/TT-BTC dated 28th December 2012 of Ministry of Finance guided the accounting system applied for insurance enterprises. Decision No 200/2014/QĐ-BTC dated 22nd December 2014 of Ministry of Finance was on the issuance of enterprise accounting system.

2. Statement on compliance with accounting standards and accounting system:

The Board of Directors ensures that the company's Financial Statements comply with Vietnamese accounting standards and the Vietnamese accounting system applicable to insurance enterprises and other current accounting regulation in Vietnam.

3. Accounting form: Receipts recorded to books.

IV. Accounting policies

The Board of Directors ensures that the company's half-yearly financial statements and the latest yearly financial statements apply the same accounting policies.

Consolidated financial statements are prepared based on accounting policies applied uniformly for similar transactions and events in similar circumstances between parent company and subsidiary.

1. Cash and cash equivalents:

Cash and cash equivalents comprise cash on hand, demand deposits 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.

Conversion of other currencies to accounting currency: Corporation applies an exchange rate of USD/VND 21,000. On 24 October 2012 the Ministry of Finance issued Circular 179/2012/TT-BTC to replace Circular 201/2009/TT-BTC dated 15 October 2012 providing guidance on recognition, assessment and handling of foreign exchange difference with effect from 10 December 2012 and applicable for financial year 2012. Accordingly, recognition of foreign exchange difference is conducted in the following manner:

Transactions initially denominated in foreign currencies are translated into USD using the accounting exchange rate and later on translated using the actual exchange rate of Vietcombank on the payment date. The differences resulting from such translations are recorded in the income statement.

Payables and receivables relating to revenues and costs accounting for the quarter; sums, payables and receivables denominated in USD not relating to revenues and costs accounting at the end of the accounting period are translated using the buying rate of Vietcombank as at 31 March 2015 of USD/VND 21,530. Foreign currencies other than USD are translated into VND using the buying rate of Vietcombank as at 31/3/2015. The differences resulting from such translations are recorded in the income statement.

Exchange differences from revaluation of balances of monetary assets, liabilities, receivables denominated in foreign currencies that are not related to accounting for revenue and costs as at the balance sheet date are not used for dividend payment.

2. Fixed assets and depreciation

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 the following estimated useful lives:

	<u>Years</u>
Building, structures	25
Motor vehicles	6
Office equipment	4
Other fixed assets	4 – 5

Intangible fixed assets and depreciation

Intangible fixed assets are stated at cost less accumulated depreciation. The costs of purchased intangible 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.

Intangible fixed asset of the Corporation is computer software, and is depreciated using the straight-line method over the estimated useful lives. Duration of depreciation is: 5 years.

3. Balance of cash and financial investment:

3.1 Cash and cash equivalents	<u>3/31/2015</u>	<u>1/1/2015</u>
Cash on hand	2,430,777,584	2,343,232,568
Bank deposits	31,014,774,026	145,584,686,492
Cash equivalents	744,053,500,000	756,660,000,000
	<u>777,499,051,610</u>	<u>904,587,919,060</u>
3.2 Short-term financial investments	<u>3/31/2015</u>	<u>1/1/2015</u>
	VND	VND
Bank deposits under one year	1,157,500,000,000	1,057,500,000,000
Short-term bonds	50,000,000	50,050,000,000
Stocks (short-term)	37,591,501,673	30,474,683,685
Provision for diminution in value of short-term investments	(3,641,751,604)	(2,928,748,359)
	<u>1,191,499,750,069</u>	<u>1,135,095,935,326</u>

3.3 Long-term financial investments	3/31/2015	1/1/2015
	VND	VND
Investments in subsidiaries (a)	175,254,829,133	167,306,051,992
Other long-term investments	930,860,562,726	814,228,614,412
+ Equity investments (b)	472,000,270,000	472,000,270,000
+ Long-term bonds	90,000,000,000	90,000,000,000
+ Long-term deposits	278,000,000,000	168,000,000,000
+ Entrusted investment (c)	117,344,576,792	117,908,792,658
+ Other long-term investments (d)	13,679,539,396	13,679,539,396
+ Provision for diminution in value of long-term investments (e)	(40,163,823,462)	(47,359,987,642)
	1,106,115,391,859	981,534,666,404

(a) **Investment in joint venture:** is the equity investment in Samsung Vina Insurance Company (SVI) with the original amount of VND250,046,999,999 representing a stake of 50% in SVI. VINARE's BOM had a resolution on the sale of 25% out of 50% stake of VINARE in SVI for SFMI. On 17 January 2014, the Ministry of Finance issued revised business license No 70/GF/KDBH to SVI, current equity ownership of Corporation in SVI is 25%. Finalizing the transaction is being completed by the two parties.

SVI's equity	3/31/2015	12/31/2014
Charter capital	500,000,000,000	500,000,000,000
Funds	31,414,102,197	31,414,102,197
Retained earnings	169,605,214,334	137,810,105,771
Total	701,019,316,531	669,224,207,968
VINARE's stake	25%	25%
VINARE's ownership according to its stake	175,254,829,133	167,306,051,992

(b) Equity investment	Ownership	3/31/2015	3/31/2015	12/31/2014
		Shares	VND	VND
Petrolimex Joint Stock Insurance Company	8.76%	6,237,328	59,289,270,000	59,289,270,000
PTI Insurance Company	7.06%	3,556,224	38,416,000,000	38,416,000,000
Saigon - Halong Hotel	6.00%	600,000	6,000,000,000	6,000,000,000
Global Insurance Company	4.40%	1,760,000	17,600,000,000	17,600,000,000
Phu Hung Insurance Company	2.65%	800,000	8,000,000,000	8,000,000,000
Agriculture Bank Insurance Joint Stock Company	8.42%	3,200,000	32,000,000,000	32,000,000,000
Dai Nam Securities Joint Stock Company	1.68%	269,500	2,695,000,000	2,695,000,000
Hung Vuong Insurance Company	10.00%	3,000,000	30,000,000,000	30,000,000,000
Tien Phong Commercial Joint Stock Bank	5.47%	30,000,000	278,000,000,000	278,000,000,000
			472,000,270,000	472,000,270,000

Additional information of bonus shares as at 31/03/2015 were as follows:

NO	Stock name	Stock code	Number of shares
1	Petrolimex Joint Stock Insurance Company	PGI	353,056
2	Post-Telecommunication Joint Stock Insurance Company	PTI	381,024
3	Tien Phong Commercial Joint Stock Bank		2,542,857
4	BIDV Insurance Corporation	BIC	12,905

c) **Entrusted investment:** are funds entrusted to Vietcombank Fund Management Company, Bao Viet Fund Management Company and MB Fund Management Joint Stock Company.

d) **Other long-term investments:** are the investments to buy fund certificate from Baoviet Equity Dynamic Open Ended Fund and from welfare funds of the parent company with the amount of VND5,821,206,063 and other investments of subsidiary company: VND7,858,333,333.

e) **Provision for diminution in value of long-term investments:**

- Parent Company: is the provision for the impairment in equity investment in Tien Phong Bank, Phu Hung Insurance Company and Dai Nam Securities Company
- Vinare Invest: is the provision for the investment in Tien Phong Bank

4. Principles and methods of making technical reserves:

a. Technical reserves: On 19 April 2012, the Ministry of Finance issued Official Letter No. 5297/BTC-QLBH on the registration of the method to make reserves for insurance transactions of the Corporation since 2012. Accordingly, technical reserves of the Corporation in 2012 were made as follows:

- **Premium reserve:** This reserve is provided for at 25% of the premium retained for the quarter over all types of cargo insurance (by land, seaway, waterway, railway and airway) and at 50% for other types.

- **Claim reserve:**

- The Corporation applies a claim estimation method based on the nature of each case when claim reserve is insured for losses reported or claimed but remained unsettled at fiscal quarter-end.
- For losses that have incurred but have not been reported (IBNR), the Corporation applies 5% of the premium retained over all types of insurance.

- **Catastrophe reserve:** This reserve is made annually under statistical method (at a rate of 3% of retention rate of all transactions) until it reaches 100% of premium retained in the year.

Corporation is not allowed to compensate reserves for inward reinsurance activities and outward reinsurance activities. These reserves need to be presented separately on the balance sheet. Accordingly, unearned premium reserve and claim reserve for inward reinsurance, catastrophe reserve are presented as liabilities; unearned premium reserve and claim reserve for outward reinsurance are presented as reinsurance assets.

*** Underwriting reserve situation:**

- **Situation of premium reserve, claim reserve for inward reinsurance**

Criteria	Beginning of quarter	Increase	Decrease	End of quarter
Normal reinsurance activities	2,403,193,172,497	282,041,800,927	-	2,685,234,973,424
+ Inward unearned premium reserve	696,637,813,563	3,765,670,568		700,403,484,131
+ Inward claim reserve	1,559,082,730,624	273,493,960,085		1,832,576,690,709
+ Catastrophe reserve	147,472,628,310	4,782,170,274		152,254,798,584
Pilot Agriculture insurance activities	69,919,348,790	44,785	26,003,183,926	43,916,209,649
+ Inward unearned premium reserve	40,151,286,920		10,036,266,683	30,115,020,237
+ Inward claim reserve	23,307,892,916		15,966,917,243	7,340,975,673
+ Catastrophe reserve	6,460,168,954	44,785		6,460,213,739
TOTAL	2,473,112,521,287	282,041,845,712	26,003,183,926	2,729,151,183,073

- **Situation of premium reserve, claim reserve for outward business**

Criteria	Beginning of quarter	Increase	Decrease	End of quarter
Normal reinsurance activities	1,637,483,775,404	239,044,713,112	4,724,076,060	1,871,804,412,456
+ Retroceded premium reserve	463,960,919,034		4,724,076,060	459,236,842,974
+ Outward claim reserve	1,173,522,856,370	239,044,713,112		1,412,567,569,482
Pilot Agriculture insurance activities	58,334,257,433	-	27,405,764,812	30,928,492,621
+ Retroceded premium reserve	36,994,655,632		9,247,332,788	27,747,322,844
+ Outward claim reserve	21,339,601,801		18,158,432,024	3,181,169,777
TOTAL	1,695,818,032,837	239,044,713,112	32,129,840,872	1,902,732,905,077

Making underwriting reserve is in accordance with methods of making reserve registered and approved by the Ministry of Finance in official document no 5297/BTC-QLBH dated 19 April 2012. Following the Circular No 232/2012 regulating on accounting regime for insurance enterprises effective since 1 January 2014, the allocation of technical reserve is re-presented as follows:

- **Inward unearned premium reserve, retroceded premium reserve:** these reserves are provided for at 25% of cargo insurance and 50% for other lines of business.
- **Claim reserve:** re-presented according to Circular 232/2012 for inward and outward claims criteria based on the nature of each case.

b. Provision for diminution in value of securities investment:

According to Circular No 228/2009/TT-BTC of Ministry of Finance issued on 7 December 2009, Corporation is allowed to make provision for investments in freely traded securities with book value higher than market value at the end of accounting period.

c. Accounts receivable and provision for doubtful debts

For accounts receivable of each client, the provision is made according to regulations in Circular No 228/2009/TT-BTC dated 7th December 2009 of the Ministry of Finance as follows:

- No provision is made for accounts receivable (the balance after offsetting) overdue for less than 6 months;
- For accounts receivable (the balance after offsetting) over due from 06 to less than 12 months, the provision is made at the rate of 30%;
- For accounts receivable (the balance after offsetting) over due from 12 to less than 24 months, the provision is made at the rate of 50%;
- For accounts receivable (the balance after offsetting) over due from 24 to less than 36 months, the provision is made at the rate of 70%;
- For accounts receivable (the balance after offsetting) over due from 36 months, the provision is made at the rate of 100%.

d. Provision for severance allowance

This provision is made according to Resolution No 44/2003/ND-CP of Government issued on 9 May 2003 and internal regulations of Corporation.

5. Recognition of equity capital:

a. Parent company

Owners' equity: is the paid-up capital of the shareholders, which is monitored by each shareholder;

Share premium: the amount of money received from the share issuance in 2007 which is larger than the value of shares issued plus the costs of the issuance;

Retained profit: is the profit retained after allocating to various funds and dividend payment.

b. Subsidiary

Owners' equity: is the paid-up capital of shareholders. Charter capital as at 31/12/2014 of Vinare Invest was: VND93,919,000,000. The number of shares that shareholders have registered to purchase but have not implemented the capital contribution will be handled according to decisions of the BOM.

c. Joint-venture company

Owners' equity: is the paid-up capital of joint-venture parties. Charter capital as at 30 June 2014 of Samsung-Vina Insurance Company was VND500,000,000,000.

6. Revenue recognition:

Reinsurance inward revenue is recognised following the statement of accounts agreed by the Corporation and the re-insurers. Reinsurance outward revenue is recognised when the Corporation receives an acceptance statement of the re-insurer following the respective reinsurance notices issued by the Corporation. Such recognition is in conformity with regulations of financial regime applicable to insurance enterprises.

Income from stock investments is recognised upon a notification of profit-sharing released by the investee.

Interest income from deposits, public bonds, bank debentures, Government bonds, and loans is recognised when incurred.

Income from office leasing is recognised when incurred.

7. Taxation:

Calculation of tax duties is based on current taxation regulation.

According to Circular 134/2008/TT-BTC dated 31/12/2008 of the Ministry of Finance providing guidance of tax duties of overseas organisations and individuals having business operation in Vietnam or revenue from Vietnam, overseas retroceded premiums are subject to contractors' tax (corporate income tax) at the rate of 2%. Insurance enterprises have been discussing with the Ministry of Finance and the General Authority of Taxation in order to clarify some problems in complying with Circular 134/2008/TT-BTC and other tax agreements. According to Letter 8667/BTC-TCT dated 06/07/2010 of the Ministry of Finance providing guidance on contractors' tax levied on reinsurance business retroceded overseas, reinsurance contracts signed with overseas reinsurers who are residents of nations or territories which have signed Double Taxation Avoidance Agreements with Vietnam will be exempted from contractors' tax liabilities for the years 2005 – 2008 and within the period of such agreements on the basis of completing all the procedures provided for in the Letter. In January 2011, the Company sent a set of document for tax exemption as required in Letter 8667/BTC-TCT.

Based on the conclusion of the Ministry of Finance Inspection on contractors' tax duties of VINARE in the period 2009-2011 and the first six months of 2012, in September 2012 the Company completed the contractors' tax declaration and paid contractors' tax for the overseas reinsurers who are not residents in countries and territories which have signed Double Taxation Avoidance Agreements with Vietnam with the amount of VND104,417,170. For contractor's tax in 2012, the Company makes declaration and payment according to Circular 28/2011/TT-BTC dated 28 February 2011 and Circular 60/2012/TT-BTC dated 12 April 2012 of the Ministry of Finance.

Other types of tax are subject to current taxation regulation in Vietnam.

V. Other information

1. Following Decision 315/QĐ-TTg dated 1st March 2011 of the Prime Minister on the implementation of pilot agriculture insurance in the period of 2011-2013 with the principle that the insurance enterprises and VINARE underwrite agriculture insurance not for profit, the Corporation started to deploy pilot agriculture insurance in Quarter 3 of 2012. Corporation's financial regime, accounting method for pilot agriculture insurance follow guidance from Circular No 121/2011/TT-BTC dated 17 August 2011 and Circular No 101/2012/TT-BTC dated 20 June 2012 of the Ministry of Finance.

2. As mentioned in the part "Recognition of equity capital": As at 31 December 2014, the paid-up capital was VND93,919,000,000. The number of shares that shareholders have registered to purchase but have not implemented the capital contribution will be handled according to decisions of the BOM. Interests of shareholders will be calculated based on the ratio of capital contribution as at 31 December 2014 (In which: Interest of parent company is 63.88%, interest of minority shareholders is: 36.12%).

3. Equity

	Operating capital	Share premium	Investment and development fund	Financial reserve fund	Compulsory reserve fund	Retained earnings	Total
As at 01/01/2014	1,008,276,580,000	768,023,850,642	30,042,903,393	150,476,757,713	75,107,258,481	399,204,939,342	2,431,132,289,571
Profit for the period						334,808,892,187	334,808,892,187
Profit distribution to funds			7,259,420,053	-	18,148,550,133	(34,207,836,407)	(8,799,866,221)
Dividends declared						(100,827,658,000)	(100,827,658,000)
Increase in Charter capital	302,482,790,000	(201,655,313,333)				(100,827,476,667)	-
Other increase/(decrease)						(9,024,452,090)	(9,024,452,090)
As at 01/01/2015	1,310,759,370,000	566,368,537,309	37,302,323,446	150,476,757,713	93,255,808,614	489,126,408,365	2,647,289,205,447
Profit for the period						55,984,005,855	55,984,005,855
Profit distribution to funds			923,369,945		2,308,424,862	(4,744,736,734)	(1,512,941,927)
Other increase/(decrease) (*)			150,476,757,713	(150,476,757,713)			-
As at 31/03/2015	1,310,759,370,000	566,368,537,309	188,702,451,104	-	95,564,233,476	540,365,677,486	2,701,760,269,375

(*) Transfer balance of Financial reserve fund to Business development fund (eliminate the Financial reserve account) according to guidance in Circular No 200/2014/TT-BTC dated 22 December 2014 on guidance on accounting regime for enterprises of the Ministry of Finance.

4. Income and business results:

a/ Consolidated income statements (including pilot agricultura insurance)

NO	Criteria	Quarter 1/2015 (VND)	Quarter 1/2014 (VND)
1	Premium from reinsurance inward	289,111,012,369	266,032,803,176
2	Income from real estate investments		0
3	Net income from financial activities	48,283,196,806	137,111,318,691
4	Other incomes	3,055,371,348	3,885,475,512
5	Total expenses for insurance activities	280,679,496,609	224,360,916,137
6	Capital value of real estate investments		0
7	Expenses for financial activities	(4,622,449,408)	(6,083,527,432)
8	Administration expenses	4,046,433,979	23,131,561,753
9	Other expenses	1,118,522,803	1,215,887,367
10	Profit (Loss) from pilot agriculture insurance activities		(1,436,659,925)
11	Share of net profits from joint venture	7,948,777,141	11,165,359,694
12	Accounting profit before tax (12=1+2+3+4-5-6-7-8-9+10+11)	67,176,353,681	174,133,459,323
13	Corporate income tax payable	11,275,293,551	36,102,110,672
14	Deferred corporate income tax	3,714,969	31,353,749
15	Accounting profit before tax (15=12-13-14)	55,897,345,161	137,999,994,902

b/ Consolidated income statements (excluding pilot agriculture insurance)

NO	Criteria	Quarter 1/2015 (VND)	Quarter 1/2014 (VND)
1	Income from reinsurance business	289,111,012,369	266,032,803,176
2	Income from real estate investments		0
3	Net income from financial activities	48,283,196,806	137,111,318,691
4	Other incomes	3,055,371,348	3,885,475,512
5	Total expenses for insurance activities	280,679,496,609	224,360,916,137
6	Capital value of real estate investments		0
7	Expenses for financial activities	(4,622,449,408)	(6,083,527,432)
8	Administration expenses	4,046,433,979	23,131,561,753
9	Other expenses	1,118,522,803	1,215,887,367
10	Share of net profits of joint ventures	7,948,777,141	11,165,359,694
11	Accounting profit before tax (11=1+2+3+4-5-6-7-8-9+10)	67,176,353,681	175,570,119,248

c/ Results of pilot agriculture insurance

NO	Criteria	Quarter 1/2015 (VND)	Quarter 1/2014 (VND)
1	Income from pilot agriculture insurance	3,158,207	40,505,276,754
2	Deductions	2,662,239	29,097,662,196
3	Net income from pilot agriculture insurance activities (3=1-2)	495,968	11,407,614,558
4	Direct expenses for pilot agriculture insurance	387,115	11,743,320,415
5	Gross profit from pilot agriculture insurance (5= 3-4)	108,853	(335,705,857)
6	Administration expenses	108,853	1,100,954,068
7	Net profit from pilot agriculture insurance (7=5-6)	0	(1,436,659,925)

5. Re-presentation of balance as at the beginning of period according to guidance in circular 200/2014 dated December 22nd 2014 of the Ministry of Finance on accounting guidance for enterprises

As at 31/12/2014

	Before adjustment	Adjustment	After adjustment
1. Short-term investment	1,138,024,683,685	(1,138,024,683,685)	-
- Short-term stocks		30,474,683,685	30,474,683,685
- Investment helded until maturity date		1,107,550,000,000	1,107,550,000,000
2. Fixed assets	47,856,148,267	(13,323,363,983)	34,532,784,284
- Long-term assets in progress	-	13,323,363,983	13,323,363,983
3. Other long-term investments	861,588,602,054	(861,588,602,054)	-
- Equity investment in other companies	-	472,000,270,000	472,000,270,000
- Investment holded until maturity date		389,588,332,054	389,588,332,054
4. Investment and development fund	37,302,323,446	150,476,757,713	187,779,081,159
- Financial reserve fund	150,214,516,960	(150,214,516,960)	-

Preparer

Chief Accountant

May 13th 2015
Chief Executive Officer

Nguyen Thanh Cong

Luu Thi Viet Hoa

Pham Cong Tu

VIETNAM NATIONAL REINSURANCE CORPORATION

Address: 141 Le Duan, Hoan Kiem, Ha Noi
Tel: 0439422354 Fax: 0439422351

BALANCE SHEET

Quarter 1/2015

BH - CONSOLIDATED BALANCE SHEET - Q.1/2015

As at 31 March 2015

Unit: VND

Items	Codes	Notes	As at 31/03/2015	As at 01/01/2015
ASSETS				
A- CURRENT ASSETS (100=110+120+130+140+150+190)	100		5,130,269,563,770	4,907,419,601,474
I. Cash and cash equivalents	110	IV.3.1	777,499,051,610	904,587,919,060
1. Cash on hand	111		33,445,551,610	147,927,919,060
2. Cash equivalents	112		744,053,500,000	756,660,000,000
II. Short-term financial investments	120	IV.3.2	1,191,499,750,069	1,135,095,935,326
1. Investment in securities	121		37,641,501,673	30,474,683,685
2. Provision for impairment of securities	122		(3,641,751,604)	(2,928,748,359)
3. Investment held until maturity date	123		1,157,500,000,000	1,107,550,000,000
III. Short-term receivables	130		1,106,021,711,212	1,025,961,430,829
1. Trade accounts receivable	131		1,146,318,251,414	1,078,308,021,619
1.1. Receivables from insurance contracts	131.1		1,049,070,345,368	970,662,445,328
1.2. Other receivables	131.2		97,247,906,046	107,645,576,291
7. Provision for doubtful debts	137		(40,296,540,202)	(52,346,590,790)
IV. Inventories	140		156,148,190	135,670,390
1. Inventories	141		156,148,190	135,670,390
V. Other short-term assets	150		148,843,398,949	145,820,613,032
1. Advances	151		147,583,824,719	144,750,901,483
1.1. Deferred commission costs	151.1		147,583,824,719	144,750,901,483
2. VAT deductibles	152		689,386,405	659,955,532
5. Other short-term assets	155		570,187,825	409,756,017
VI. Reinsurance assets	190	IV.4	1,906,249,503,740	1,695,818,032,837
1. Retroceded premium reserve	191		486,984,165,818	500,955,574,666
2. Outward claim reserve	192		1,419,265,337,922	1,194,862,458,171
B. FIXED ASSETS (200=210+220+240+250+260)	200		1,248,807,500,394	1,127,090,437,485
I. Long-term receivables	210		22,000,000,000	22,000,000,000
6. Other long-term receivables	216		22,000,000,000	22,000,000,000
6.1. Insurance deposit	216.1		22,000,000,000	22,000,000,000
II. Fixed assets	220		32,183,318,940	34,532,784,284
1. Tangible fixed assets	221		10,140,587,006	10,701,654,498
- Cost	222		24,940,283,036	24,940,283,036
- Accumulated depreciation	223		(14,799,696,030)	(14,238,628,538)
3. Intangible fixed assets	227		22,042,731,934	23,831,129,786
- Cost	228		32,434,195,934	32,434,195,934
- Accumulated depreciation	229		(10,391,464,000)	(8,603,066,148)
III. Investment in real estates	230		14,880,720,981	15,235,023,861
- Cost	231		34,055,061,893	34,055,061,893
- Accumulated depreciation	232		(19,174,340,912)	(18,820,038,032)
IV. Long-term assets in progress	240		13,323,363,983	13,323,363,983
2. Construction in progress	242		13,323,363,983	13,323,363,983
V. Long-term financial investments	250	IV.3.3	1,106,115,391,859	981,534,666,404
2. Investment in joint-ventures	252		175,254,829,133	167,306,051,992
3. Investment in other entities	253		472,000,270,000	472,000,270,000
4. Provision for diminution in value of long-term financial investment	254		(40,163,823,462)	(47,359,987,642)
5. Investment held until maturity date	255		499,024,116,188	389,588,332,054
VI. Other long-term assets	260		60,304,704,631	60,464,598,953
1. Long-term prepayments	261		1,680,575,748	1,836,755,101
2. Deferred tax assets	262		227,256,005	230,970,974
4. Other long-term assets	268		58,396,872,878	58,396,872,878
TOTAL ASSETS (270=100+200)	270		6,379,077,064,164	6,034,510,038,959

	Codes	Notes	As at 31/03/2015	As at 01/01/2015
RESOURCES				
A. LIABILITIES (300=310+330)	300		3,645,656,459,623	3,355,473,837,652
I. Current liabilities	310		3,641,015,222,399	3,352,128,401,641
1. Trade accounts payable	311		781,834,391,342	735,751,584,171
1.1. Payables to insurance contracts	311.1		780,659,982,847	723,221,578,477
1.2. Other payables	311.2		1,174,408,495	12,530,005,694
2. Advances from customers	312		268,604,026	980,218,989
3. Taxes and amounts payable to the State budget	313		6,891,547,955	7,744,878,106
4. Payables to employees	314		7,107,899,035	14,593,455,287
9. Other payables	319		5,718,104,101	9,389,622,657
Unearned commission	319.1		98,056,972,613	97,838,561,942
12. Bonus and welfare funds	322		11,118,121,472	12,717,559,202
15. Underwriting reserve	329	IV.4	2,730,019,581,855	2,473,112,521,287
15.1. Premium reserve	329.1		730,518,504,368	736,789,100,483
15.2. Claim reserve	329.2		1,839,917,666,382	1,582,390,623,540
15.3. Catastrophe reserve	329.3		159,583,411,105	153,932,797,264
II. Long-term liabilities	330		4,641,237,224	3,345,436,011
7. Other long-term liabilities	337		3,608,255,384	2,295,567,947
12. Provision for severance allowance	342		1,032,981,840	1,049,868,064
B.EQUITY(400=400)	400	V.4	2,701,760,269,375	2,647,289,205,447
I. Equity	410		2,701,760,269,375	2,647,289,205,447
1. Operating capital	411		1,310,759,370,000	1,310,759,370,000
2. Share premium	412		566,368,537,309	566,368,537,309
8. Investment and development funds	418		188,702,451,104	187,779,081,159
9. Financial reserve fund	419		95,564,233,476	93,255,808,614
11. Retained earnings	421		540,365,677,486	489,126,408,365
C. Minority interests	429		31,660,335,166	31,746,995,860
TOTAL RESOURCES (440=300+400+429)	440		6,379,077,064,164	6,034,510,038,959

Note: Form B01- DNPNT was amended and supplemented in compliance with regulations in Circular 200/2014/TT-BTC dated 22 December 2014 of Ministry of Finance on guiding Corporate Accounting Scheme.

PREPARER

CHIEF ACCOUNTANT

Hanoi, May 13th 2015
CHIEF EXECUTIVE OFFICER

Nguyen Thanh Cong

Luu Thi Viet Hoa

Pham Cong Tu

VIETNAM NATIONAL REINSURANCE CORPORATION

Address: 141 Le Duan, Hoan Kiem, Ha Noi

Tel: 0439422354 Fax: 0439422351

CASHFLOW STATEMENT

Quarter 1/2015

CONSOLIDATED CASHFLOW STATEMENT -Q1/2015

(Direct method)

From 01/1/2015 to 31/03//2015

Unit: VND

Items	Codes		
		Quarter 1/2015	Quarter 1/2014 (Restated)
I. CASH FLOW FROM OPERATING ACTIVITIES			
1. Receipts from insurance premium and commission	01	99,270,695,527	82,096,701,891
2. Payments for commission and other liabilities of insurance activities	02	(82,603,722,215)	(130,348,155,433)
3. Payments for employees	03	(18,338,251,196)	(17,622,471,726)
5. Payments for taxes and payables to the State Budget	05	(17,835,375,271)	(19,436,229,652)
6. Receipts from other activities	06	248,354,885	9,330,377,355
7. Payments for other liabilities	07	(175,400,463)	(851,594,664)
<i>Net cash (used in)/from operating activities</i>	20	(19,433,698,733)	(76,831,372,229)
II. CASH FLOWS FROM INVESTING ACTIVITIES			
1. Acquisitions of fixed assets & other long-term assets	21	-	(909,316,100)
5. Payments for investment in other entities	25	(770,465,092,988)	(1,131,408,612,683)
6. Receipts from investment in other entities	26	604,482,337,497	1,141,808,034,952
7. Receipts from investment interests	27	58,395,762,920	147,776,181,484
<i>Net cash from/(used in) investing activities</i>	30	(107,586,992,571)	157,266,287,653
III. CASH FLOWS FROM FINANCING ACTIVITIES			
6. Dividends paid to investors	36	(31,080,000)	(100,618,873,650)
<i>Net cash (used in) financing activities</i>	40	(31,080,000)	(100,618,873,650)
Net increase (decrease) in cash (50 = 20+30+40)	50	(127,051,771,304)	(20,183,958,226)
Cash and cash equivalents at the beginning of the quarter	60	904,587,919,060	403,005,842,500
Effect of changes in foreign exchange rates	61	(37,096,146)	(63,623,356)
Cash and cash equivalents at the end of the year (70 = 50+60+61)	70	777,499,051,610	382,758,260,918

May 13th 2015

PREPARER

CHIEF ACCOUNTANT

CHIEF EXECUTIVE OFFICER

Nguyen Thanh Cong

Luu Thi Viet Hoa

Pham Cong Tu

VIETNAM NATIONAL REINSURANCE CORPORATION
Address: 141 Le Duan, Hoan Kiem, Ha Noi
Tel: 0439422354 Fax: 0439422351
INCOME STATEMENT
Quarter 1/2015
BH -CONSOLIDATED INCOME STATEMENT - Q.1/2015
Unit: VND

ITEMS	Code s	Notes	Quarter 1		From 01/01 to the end of the period	
			2015	2014	2015	2014
1.Premium from reinsurance inward (01=01.1+01.2-01.3)	01		383,847,873,933	347,904,019,043	383,847,873,933	347,904,019,043
In which:						
- Reinsurance inward premium	01.2		387,613,544,501	337,690,153,856	387,613,544,501	337,690,153,856
- Increase (decrease) in inward unearned premium reserve	01.3		3,765,670,568	(10,213,865,187)	3,765,670,568	(10,213,865,187)
2. Retroceded premium (02=02.1-02.2)	02		232,931,944,711	217,368,583,870	232,931,944,711	217,368,583,870
In which:						
- Reinsurance outward premium	02.1		228,207,868,651	204,556,185,519	228,207,868,651	204,556,185,519
- Increase (decrease) in retroceded premium reserve	02.2		(4,724,076,060)	(12,812,398,351)	(4,724,076,060)	(12,812,398,351)
3. Net premium income (03=01-02)	03		150,915,929,222	130,535,435,173	150,915,929,222	130,535,435,173
4. Commission and other income from reinsurance activities (04=04.1+04.2)	04		138,195,083,147	135,497,368,003	138,195,083,147	135,497,368,003
In which:						
- Commission from reinsurance outward	04.1		50,366,705,477	21,264,128,549	50,366,705,477	21,264,128,549
- Other receipts from insurance business	04.2		87,828,377,670	114,233,239,454	87,828,377,670	114,233,239,454
5. Net income from insurance business (10=03+04)	10		289,111,012,369	266,032,803,176	289,111,012,369	266,032,803,176
6. Payment for inward reinsurance claims (11=11.1-11.2)	11		192,875,520,319	174,154,262,349	192,875,520,319	174,154,262,349
In which:						
- Total claims paid	11.1		192,875,520,319	174,154,262,349	192,875,520,319	174,154,262,349
7. Recoverables from outward reinsurance	12		123,882,931,034	94,378,128,239	123,882,931,034	94,378,128,239
8. Increase (decrease) in inward claim reserve	13		273,493,960,085	(109,480,131,780)	273,493,960,085	(109,480,131,780)
9.Increase (decrease) in outward claim reserve	14		239,044,713,112	(101,874,261,638)	239,044,713,112	(101,874,261,638)

10. Total claims payment (15=11-12+13-14)	15		103,441,836,258	72,170,263,968	103,441,836,258	72,170,263,968
11. Increase (decrease) in catastrophe reserve	16		4,782,170,274	3,994,019,051	4,782,170,274	3,994,019,051
12. Other expenses for insurance business (17=17.1+17.2)	17		172,455,490,077	148,196,633,118	172,455,490,077	148,196,633,118
In which:						
- Commission	17.1		83,155,042,355	38,713,749,416	83,155,042,355	38,713,749,416
- Other expenses for insurance business	17.2		89,300,447,722	109,482,883,702	89,300,447,722	109,482,883,702
13. Total costs for insurance business (18=15+16+17)	18		280,679,496,609	224,360,916,137	280,679,496,609	224,360,916,137
14. Gross profit from insurance business (19=10-18)	19		8,431,515,760	41,671,887,039	8,431,515,760	41,671,887,039
18. Revenue from financial activities	23		48,283,196,806	137,111,318,691	48,283,196,806	137,111,318,691
19. Expenses for financial activities	24		(4,622,449,408)	(6,083,527,432)	(4,622,449,408)	(6,083,527,432)
20. Gross profit from financial activities (25=23-24)	25		52,905,646,214	143,194,846,123	52,905,646,214	143,194,846,123
21. Administration expenses	26		4,046,433,979	23,131,561,753	4,046,433,979	23,131,561,753
22. Net profit from insurance business (30=19+22+25-26)	30		57,290,727,995	161,735,171,409	57,290,727,995	161,735,171,409
23. Other incomes	31		3,055,371,348	3,885,475,512	3,055,371,348	3,885,475,512
24. Other expenses	32		1,118,522,803	1,215,887,367	1,118,522,803	1,215,887,367
25. Profit from other activities (40=31-32)	40		1,936,848,545	2,669,588,145	1,936,848,545	2,669,588,145
Share of net profits of joint ventures	40.1		7,948,777,141	11,165,359,694	7,948,777,141	11,165,359,694
(Loss) from pilot agriculture insurance	40.2		-	(1,436,659,925)	-	(1,436,659,925)
26. Accounting profit (50=30+40+40.1+40.2)	50		67,176,353,681	174,133,459,323	67,176,353,681	174,133,459,323
27. Corporate income tax payable	51		11,275,293,551	36,102,110,672	11,275,293,551	36,102,110,672
28. Deferred corporate income tax payable	52		3,714,969	31,353,749	3,714,969	31,353,749
29. Net profit after corporate income tax (60=50-51-52)	60		55,897,345,161	137,999,994,902	55,897,345,161	137,999,994,902
Minority interests			(86,660,694)	(122,137,386)	(86,660,694)	(122,137,386)
Equity holders of the Corporation			55,984,005,855	138,122,132,287	55,984,005,855	138,122,132,287
30. Earnings per share	70		427	1,054	427	1,054

Hanoi, May 13th 2015

PREPARER

CHIEF ACCOUNTANT

CHIEF EXECUTIVE OFFICER

Nguyen Thanh Cong

Luu Thi Viet Hoa

Pham Cong Tu