YOUTH EMBASSY GROUP CORPORATION

SEPARATE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016

YOUTH EMBASSY GROUP CORPORATION

SEPARATE FINANCIAL STATEMENTS
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YOUTH EMBASSY GROUP CORPORATION

CORPORATE INFORMATION

Enterprise registration certificate	No. 0304592171 dated 12 September 2006 was initially issued by the Department of Planning and Investment of Ho Chi Minh City and the 16th amended Enterprise registration certificate dated 25 February 2015	
Board of Management	Mr. Nguyen Anh Nhuong Tong	Chairman
	Mr. Dao Phuc Tri	Member
	Mr. Hoang Duc Trung	Member
Board of Directors	Mr. Dao Phuc Tri	General Director
	Mr. Vo Thai Phong	Financial Director
Legal representative	Mr. Nguyen Anh Nhuong Tong	Chairman
Registered office	5A Phan Ke Binh Street, Da Kao Ward, District 1, Ho Chi Minh City, Vietnam	
Auditor	PwC (Vietnam) Limited	

STATEMENT OF THE RESPONSIBILITY OF THE BOARD OF MANAGEMENT OF THE COMPANY IN RESPECT OF THE SEPARATE FINANCIAL STATEMENTS

The Board of Management of Youth Embassy Group Corporation ("the Company") is responsible for preparing the separate financial statements of the Company which give a true and fair view of the separate financial position of the Company as at 31 December 2016, and the separate results of its operations and its separate cash flows for the year then ended. In preparing these separate financial statements, the Board of Management is required to:

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

The Board of Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the Company and which enable separate financial statements to be prepared which comply with the basis of accounting set out in Note 2 to the separate financial statements. The Board of Management is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

APPROVAL OF THE SEPARATE FINANCIAL STATEMENTS

We hereby approve the accompanying separate financial statements as set out on pages 5 to 38 which give a true and fair view of the financial position of the Company as at 31 December 2016, and of the results of its operations and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of separate financial statements.

Users of the separate financial statements of the Company should read them together with the consolidated financial statements of the Company and its subsidiaries (collectively referred to as "the Group") for the year ended 31 December 2016 in order to obtain full information of the separate financial position and separate results of operations and separate cash flows of the Group as a whole.

For and on behalf of the Board of Management

S.Đ.K.K.D: 030459217 C.T.C.P ★ CÔNG TY CỔ PHẦN TẬP ĐOÀN ĐẠI SỨ TRẺ ★ QUẬN 1 TP HỒ CHÍ MINH

Nguyen Anh Nhuong Tong
Chairman

Ho Chi Minh City, SR Vietnam
10 July 2017

pwc

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF YOUTH EMBASSY GROUP CORPORATION

We have audited the accompanying separate financial statements of Youth Embassy Group Corporation ("the Company") which were prepared on 31 December 2016 and approved by the Board of Management on 10 July 2017. The separate financial statements comprise the separate balance sheet as at 31 December 2016, the separate income statement and separate cash flow statement for the year then ended, and explanatory notes to the separate financial statements including significant accounting policies, as set out on pages 5 to 38.

The Board of Management's Responsibility

The Board of Management of the Company is responsible for the preparation and the true and fair presentation of these separate financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of separate financial statements and for such internal control which the Board of Management determines is necessary to enable the preparation and fair presentation of separate financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the separate financial statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical standards and requirements, plan and perform the audit in order to obtain reasonable assurance as to whether the separate financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the separate financial statements. The procedures selected depend on the auditor's judgment, including an assessment of the risks of material misstatement of the separate financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and true and fair presentation of the separate financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Management, as well as evaluating the overall presentation of the separate financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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Auditor's Opinion

In our opinion, the separate financial statements present fairly, in all material respects, the separate financial position of the Company as at 31 December 2016, its separate financial performance and separate cash flows for the year then ended in accordance with the Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of separate financial statements.

For and on behalf of PwC (Vietnam) Limited

CÔNG TY TNHH PWC (VIỆT NAM)

Mai Viet Hung Tran
Audit Practising Licence No.
0048-2016-006-1
Authorised signatory

Tran Van Thang
Audit Practising Licence No.
3586-2016-006-1

Report reference number: HCM6322
Ho Chi Minh City, 10 July 2017

As indicated in Note 2.1 to the separate financial statements, the accompanying separate financial statements are not intended to present the separate financial position, separate results of operations and separate cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than SR Vietnam, and furthermore their utilisation is not designed for those who are not informed about SR Vietnam's accounting principles, procedures and practices.

YOUTH EMBASSY GROUP CORPORATION

Form B 01 – DN

SEPARATE BALANCE SHEET

			As at 31 December	
Code	ASSETS	Note	2016 VND	2015 VND
100	**CURRENT ASSETS**		**198,116,300,538**	**160,973,992,430**
110	**Cash**		**1,685,012,010**	**3,336,318,556**
111	Cash	3	1,685,012,010	3,336,318,556
120	**Short-term investment**		**21,276,667,164**	**57,788,526,446**
123	Investments held to maturity	4	21,276,667,164	57,788,526,446
130	**Short-term receivables**		**149,105,656,046**	**84,870,664,474**
131	Short-term trade accounts receivable	5	102,669,380,999	27,870,632,485
132	Short-term prepayments to suppliers	6	9,634,103,741	15,554,871,208
136	Other short-term receivables	7(a)	36,802,171,306	41,445,160,781
140	**Inventories**	8	**22,363,211,349**	**6,872,288,426**
141	Inventories		22,840,756,804	7,349,833,881
149	Provision for decline in value of inventories		(477,545,455)	(477,545,455)
150	**Other current assets**		**3,685,753,969**	**8,106,194,528**
151	Short-term prepaid expenses		3,683,088,357	4,977,354,498
152	Value Added Tax to be reclaimed		2,665,612	3,092,990,338
153	Other taxes receivable		-	35,849,692
200	**LONG-TERM ASSETS**		**128,816,949,496**	**165,208,000,022**
210	**Long-term receivable**		**18,642,098,435**	**38,954,521,680**
216	Other long-term receivables	7(b)	18,642,098,435	38,954,521,680
220	**Fixed assets**		**8,038,858,063**	**8,618,459,666**
221	Tangible fixed assets	9(a)	1,363,270,461	1,882,795,192
222	Cost		4,042,981,410	4,042,981,410
223	Accumulated depreciation		(2,679,710,949)	(2,160,186,218)
227	Intangible fixed assets	9(b)	6,675,587,602	6,735,664,474
228	Cost		7,024,382,154	7,024,382,154
229	Accumulated amortisation		(348,794,552)	(288,717,680)
240	**Long-term asset in progress**		**2,362,499,998**	**44,374,532,831**
242	Construction in progress	10	2,362,499,998	44,374,532,831
250	**Long-term investments**	11	**64,013,795,261**	**62,074,223,161**
251	Investments in subsidiaries		63,763,126,249	61,823,554,149
252	Investment in associate		400,000,000	400,000,000
254	Provision for long-term investments		(149,330,988)	(149,330,988)
260	**Other long-term assets**		**35,759,697,739**	**11,186,262,684**
261	Long-term prepaid expenses	12	35,595,250,890	10,996,104,277
262	Deferred income tax assets	19	164,446,849	190,158,407
270	**TOTAL ASSETS**		**326,933,250,034**	**326,181,992,452**

The notes on pages 9 to 38 are an integral part of these separate financial statements.

SEPARATE BALANCE SHEET
(continued)

Code	RESOURCES	Note	As at 31 December 2016 VND	2015 VND
300	**LIABILITIES**		**222,825,753,350**	**232,828,219,544**
310	**Short-term liabilities**		**199,368,101,350**	**187,590,067,544**
311	Short-term trade accounts payable	13	81,611,927,439	48,710,459,032
312	Short-term advances from customers	14	1,660,608,272	9,081,657,886
313	Taxes and other payables to the State Budget	15	5,548,199,349	875,880,378
315	Short-term accrued expenses	16	5,668,259,906	7,419,266,890
319	Other short-term payables	17(a)	52,801,741,235	44,002,477,081
320	Short-term borrowings	18(a)	52,077,365,149	77,500,326,277
330	**Long-term liabilities**		**23,457,652,000**	**45,238,152,000**
337	Other long-term payables	17(b)	59,652,000	59,652,000
338	Long-term borrowings and liabilities	18(b)	23,398,000,000	45,178,500,000
400	**OWNERS' EQUITY**		**104,107,496,684**	**93,353,772,908**
410	**Capital and reserves**		**104,107,496,684**	**93,353,772,908**
411	Owners' capital	20, 21	100,000,000,000	97,500,000,000
411a	*Ordinary shares with voting rights*	20	*100,000,000,000*	*97,500,000,000*
412	- Share premium	21	115,560,000	115,560,000
415	Treasury shares	21	-	(4,380,000,000)
421	Undistributed earnings	21	3,991,936,684	118,212,908
421a	- *Undistributed post-tax profits accumulated by the end of the previous years*		-	-
421b	- *Undistributed post-tax profits of the current year*		*3,991,936,684*	*118,212,908*
440	**TOTAL RESOURCES**		**326,933,250,034**	**326,181,992,452**

Vo Thai Phong
Chief Accountant/Preparer

CÔNG TY CỔ PHẦN TẬP ĐOÀN ĐẠI SỨ TRẺ

Nguyen Anh Nhuong Tong
Chairman
10 July 2017

The notes on pages 9 to 38 are an integral part of these separate financial statements.

YOUTH EMBASSY GROUP CORPORATION

Form B 02 – DN

SEPARATE INCOME STATEMENT

Code		Note	Year ended 31 December 2016 VND	2015 VND
01	**Revenue from sales of goods and rendering of services**		**268,851,537,516**	**218,006,204,534**
02	Less deductions		(3,072,817,054)	(5,100,778,347)
10	**Net revenue from sales of goods and rendering of services**	23	**265,778,720,462**	**212,905,426,187**
11	**Cost of goods sold and services rendered**	24	**(196,950,969,781)**	**(148,155,781,400)**
20	**Gross profit**		**68,827,750,681**	**64,749,644,787**
21	Financial income	25	12,752,571,265	36,500,856,613
22	Financial expenses	26	(9,620,182,336)	(14,082,394,007)
23	*- Including: Interest expense*		*(9,358,682,336)*	*(13,283,144,007)*
25	Selling expenses	27	(21,455,560,568)	(7,712,975,407)
26	General and administration expenses	28	(27,247,808,289)	(51,051,162,156)
30	**Net operating profit**		**23,256,770,753**	**28,403,969,830**
31	Other income		173,670,908	4,511,300,932
32	Other expenses		(368,066,416)	(324,157,044)
40	**Net other (expenses)/income**		**(194,395,508)**	**4,187,143,888**
50	**Net accounting profit before tax**		**23,062,375,245**	**32,591,113,718**
51	**Business income tax - current**	29	(3,040,722,060)	-
52	**Business income tax - deferred**	19, 29	(25,711,558)	39,045,590
60	**Net profit after tax**		**19,995,941,627**	**32,630,159,308**

Vo Thai Phong
Chief Accountant/Preparer

CÔNG TY CỔ PHẦN TẬP ĐOÀN ĐẠI SỨ TRẺ
Đ.K.K.D: 0304592

Nguyen Anh Nhuong Tong
General Director
10 July 2017

The notes on pages 9 to 38 are an integral part of these separate financial statements.

YOUTH EMBASSY GROUP CORPORATION

Form B 02 – DN

SEPARATE CASH FLOW STATEMENT
(Indirect method)

Code		Note	Year ended 31 December 2016 VND	2015 VND
	CASH FLOWS FROM OPERATING ACTIVITIES			
01	**Net profit before tax**		**23,062,375,245**	**32,591,113,718**
	Adjustments for:			
02	Depreciation and amortisation		579,601,603	675,250,728
05	Profits from investing activities		(12,734,093,228)	(36,500,856,613)
06	Interest expense		9,358,682,336	13,283,144,007
08	**Operating profit before changes in working capital**		**20,266,565,956**	**10,048,651,840**
09	Increase in receivables		(3,707,610,568)	(42,724,299,454)
10	Increase in inventories		(15,490,922,923)	(833,681,387)
11	Increase/(decrease) in payables		39,570,356,170	(1,407,604,404)
12	Increase in prepaid expenses		(23,304,880,472)	(5,211,010,414)
14	Interest paid		(14,130,501,736)	(3,151,386,910)
15	Business income tax paid		-	(2,162,177,250)
17	Other payments on operating activities		-	(1,888,583,909)
20	**Net cash inflows/(outflows) from operating activities**		**3,203,006,427**	**(47,330,091,888)**
	CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchases of fixed assets and other long-term assets		(131,250,000)	(3,215,192,932)
23	Term deposits		-	(52,046,801,446)
24	Collection of term deposits		36,511,859,282	-
25	Investments in other entities		(3,780,000,000)	(3,335,000,000)
26	Proceeds from divestment in other entities		6,231,561	-
27	Dividends and interest received		19,727,025,163	20,393,789,264
30	**Net cash inflows/(outflows) from investing activities**		**52,333,866,006**	**(38,203,205,114)**
	CASH FLOWS FROM FINANCING ACTIVITIES			
32	Payments for share repurchases		(5,242,217,851)	(1,460,000,000)
33	Proceeds from borrowings		138,029,116,271	153,003,395,448
34	Repayments of borrowings		(185,975,077,399)	(62,988,470,171)
36	Dividends paid		(4,000,000,000)	-
40	**Net cash (outflows)/inflows from financing activities**		**(57,188,178,979)**	**88,554,925,277**
50	**Net (decrease)/increase in cash**		**(1,651,306,546)**	**3,021,628,275**
60	**Cash at beginning of year**	3	**3,336,318,556**	**314,690,281**
70	**Cash at end of year**	3	**1,685,012,010**	**3,336,318,556**

Vo Thai Phong
Chief Accountant/Preparer

Nguyen Anh Nhuong Tong
General Director
10 July 2017

S.Đ.K.K.D:0304592171-C.T.C
CÔNG TY CỔ PHẦN TẬP ĐOÀN ĐẠI SỨ TRẺ
QUẬN 1 TP. HỒ CHÍ MINH

The notes on pages 9 to 38 are an integral part of these separate financial statements.

GENERAL INFORMATION

Youth Embassy Group Corporation ("the Company") was established in SR Vietnam pursuant to Enterprise Registration Certificate No. 0304592171 which was initally issued by the Department of Planning and Investment of Ho Chi Minh City on 12 September 2006 and the 16th amended Enterprise Registration Certificate issued by the Department of Planning and Investment of Ho Chi Minh City on 25 February 2015.

The principal activities of the Company include: advertising; creativity, entertainment, and artistic production; producing movies, videos, and television programmes.

The normal business cycle of the Company is 12 (twelve) months.

As at 31 December 2014, the Board of Management approved the Resolution to merge the Company with its subsidiary, Youth Embassy Technology Corporation ("YET"). In 2016, the Company completed all the legal procedures and proceeded with the merger. All assets, liabilities and owners' equity of YET were transferred to the Company as at 31 December 2016.

As at 31 December 2016, the Company had 60 employees (2015: 72 employees).

As at 31 December 2016, the Company had 6 subsidiaries and 1 associate as presented in Note 11 - Long-term investments.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation of separate financial statements

The separate financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of separate financial statements. The separate financial statements have been prepared under the historical cost convention.

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

Users of these separate financial statements should read them together with the consolidated financial statements of the Company and its subsidiaries ("the Group") as at and for the year ended 31 December 2016 in order to obtain full information of the financial position, results of operations and cash flows of the Group as a whole.

Fiscal year

The Company's fiscal year is from 1 January to 31 December.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.3 Currency

The separate financial statements are measured and presented in Vietnamese Dong ("VND").

Transactions arising in foreign currencies are translated at exchange rates ruling at the transaction dates. Foreign exchange differences arising from these transactions are recognised in the separate income statement.

Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are respectively translated at the buying and selling exchange rates at the balance sheet date of the bank where the Company regularly trades. Foreign currencies deposited in bank at the balance sheet date are translated at the buying exchange rate of the bank where the Company opens the foreign currency accounts. Foreign exchange differences arising from these translations are recognised in the separate income statement.

2.4 Cash

Cash comprises cash on hand and cash at bank.

2.5 Trade receivables

Trade receivables are carried at the original invoice amount less an estimate made for doubtful receivables based on a review by the Board of Management of all outstanding amounts at the year end. Bad debts are written off when identified.

2.6 Inventories

(a) Television programs

Television programs are recognised as inventories and stated at the lower of cost and net realisable value. Cost is determined by the specific identification method and includes the actual cost of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition.

Net realisable value is the estimated selling price in the normal course of business, less the estimated costs of completion of products and of programs broadcasting. Provision is made, where necessary, for obsolete, slow-moving and defective inventory items.

(b) Merchandise

Merchandise is stated at the lower of cost and net realisable value. Cost is determined by the first-in first-out method and includes all costs of purchase, and other costs incurred in bringing the inventories to their present location and condition.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.7 Investments

(a) Investments held-to-maturity

Investments held to maturity are investments which the Company's Board of Management has positive intention and ability to hold until maturity.

Investment held-to-maturity includes term deposits held-to-maturity for interest earning. These investments are accounted for at cost less provision.

Provision for diminution in value of investments held to maturity is made when there is evidence that part or whole of investment is uncollectible.

(b) Investments in subsidiaries

Subsidiaries are all entities over which the Company has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Company controls another entity.

Investments in subsidiaries are accounted for at cost less provision for diminution in value. Provision for diminution in value is made when there is an impairment of the investments.

(c) Investment in associate

Associate is investment that the Company has significant influence but not control generally accompanying with a shareholding of 20% to under 50% voting shares of the investee.

Investment in associate is accounted for at cost less provision for diminution in value. Provision for diminution in value is made when there is a reduction in value of the investments.

2.8 Fixed assets

Tangible and intangible fixed assets

Fixed assets are stated at historical cost less accumulated depreciation/amortisation. Historical cost includes expenditure that is directly attributable to the acquisition of the fixed assets.

Depreciation and amortisation

Fixed assets are depreciated and amortised using the straight-line method so as to write off the cost of the assets over their estimated useful lives. The useful lives used are:

Motor vehicles	6 – 10 years
Machinery and equipment	3 – 5 years
Computer software	10 – 44 years

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.8 Fixed assets (continued)

Land use rights with indefinite useful life is recorded at historical cost and is not amortised.

Disposals

Gains or losses on disposals are determined by comparing net disposal proceeds with the carrying amount and are recognised as income or expense in the separate income statement.

2.9 Prepaid expenses

Prepaid expenses include short-term or long-term prepayments on the balance sheet and are mainly investment and development cost for media channel project, equipment already put to use and office renovation. Prepaid expenses are recorded at historical cost and allocated to expenses using the straight line method over the allocation period.

2.10 Payables

Classifications of payables are based on their nature as follows:

- Trade accounts payable are trade payables arising from purchase of goods and services.
- Other payables include non-trade payables, and are not relating to purchase of goods and services.

Payables are reclassified on the balance sheet based on remaining period from the balance sheet date to the maturity date.

2.11 Borrowing costs

Borrowing costs are recognised in the separate income statement when incurred.

2.12 Accrued expenses

Accrued expenses include liabilities for goods and services received in the period but not yet paid due to pending invoice or insufficient records and documents. Accrued expenses are recorded as expenses in the reporting period.

2.13 Provisions

Provisions are recognised when: the Company has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated. Provision is not recognised for future operating losses.

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

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.14 Share capital

Contributed capital of the shareholders is recorded according to actual amount contributed. Contributions from shareholders are recorded according to par value of the share.

Share premium is the difference between the par value and the issue price of shares and the difference between the repurchase price and re-issuing price of treasury shares.

Treasury shares are shares issued by the Company and bought-back by itself, but those are not cancelled and shall be re-issued in the period in accordance with the Law on securities.

Undistributed earnings record the Company's results after business income tax at the reporting date.

2.15 Appropriation of net profit

(a) Dividend distribution

Dividend of the Company is recognised as a liability in the Company's separate financial statements in the period in which the dividends are approved by the shareholders at the Company's Annual General Meeting.

(b) Bonus and welfare fund

The bonus and welfare fund is appropriated from the Company's net profit and subject to shareholders' approval at the Annual General Meeting. The bonus and welfare fund is provided to reward and encourage in the term of materials with the purpose for the mutual benefits and to increase the welfare among the employees.

2.16 Revenue recognition

(a) Sales of goods

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

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

No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due or the possible return of goods.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.16 Revenue recognition (continued)

(a) Sales of goods (continued)

Revenue is recognised based on principle of "substance over form" and allocated to each sales obligation. In case that the Company gives promotional goods to customers associated with customers' purchase, the Company allocates total consideration received for goods sold and promotional goods. Cost of promotional goods is recognised as cost of sales in the separate income statement.

(b) Rendering of services

Revenue from the sale of services is recognised in the income statement when the services are rendered, by reference to completion of the specific transaction assessed on the basis of the actual service provided as a proportion of the total services to be provided. Revenue from the sale of services is only recognised when all four (4) following conditions are satisfied:

- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Company;
- The percentage of completion of the transaction at the balance sheet date can be measured reliably; and
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

(c) Interest income

Interest income is recognised on an earned basis.

(d) Dividend income

Income from dividend is recognised when the Company has established the receiving right from investees.

2.17 Cost of sales and services rendered

Cost of sales and services rendered are mainly cost of broadcasting line rental, cost of sharing cooperative advertising activities and cost of television programs, and recorded on the basis of matching with revenue and on prudent concept.

2.18 Financial expense

Finance expenses are expenses incurred in the period for financial activities including expenses of borrowing, payment discounts, unrealised foreign exchange losses and realised foreign exchange losses.

2.19 Selling expenses

Selling expenses represent expenses that are incurred in process of providing services, which mainly include market research expenses, depreciation of fixed assets for sale department and entertainment expenses.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.20 General and administration expenses

General and administration expenses represent expenses for administrative purposes which mainly including salary expenses of administrative staffs, tools and supplies, depreciation of fixed assets used for administration, and other utilities.

2.21 Current and deferred income tax

Income taxes include all income taxes which are based on taxable profits including profits generated from production and trading activities in other countries with which the Socialist Republic of Vietnam has not signed any double taxation agreement. Income tax expense comprises current tax expense and deferred tax expense.

Current income tax is the amount of income taxes payable or recoverable in respect of the current year taxable profits and the current year tax rates. Current and deferred tax should be recognised as an income or an expense and included in the profit or loss of the period, except to the extent that the tax arises from a transaction or event which is recognised, in the same or a different period, directly in equity.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the separate financial statements. Deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of occurrence affects neither the accounting nor the taxable profit or loss. Deferred income tax is determined at the tax rates that are expected to apply to the financial year when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted by the balance sheet date.

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

2.22 Related parties

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

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

3 CASH

	2016 VND	2015 VND
Cash on hand	135,174,747	853,724,900
Cash at bank	1,549,837,263	2,482,593,656
	1,685,012,010	3,336,318,556

4 INVESTMENTS HELD TO MATURITY

These are bank term deposits with fixed interest rate and maturity from six to twelve months. These term deposits were pledged as a collateral for the Company's bank borrowings (Note 18).

5 SHORT-TERM TRADE ACCOUNTS RECEIVABLE

	2016 VND	2015 VND
Third parties		
Saatchi & Saatchi Vietnam Joint Venture Co., Ltd.	3,976,445,114	3,666,833,963
Dat Viet VAC Group Holding	4,358,680,000	4,908,642,975
WPP Telecommunications Co., Ltd.	2,994,531,217	-
Others	14,355,641,814	19,275,355,547
	25,685,298,145	27,850,832,485
Related parties (Note 32(b))	76,984,082,854	19,800,000
	102,669,380,999	27,870,632,485

As at 31 December 2016, all short term trade receivables were pledged with banks as collaterals for short-term borrowings granted to the Company (Note 18).

6 SHORT-TERM PREPAYMENTS TO SUPPLIERS

	2016 VND	2015 VND
Third parties		
ColorMedia Joint Stock Company	4,749,990,128	-
Vietnam Television Cable Corporation Company Limited	2,916,666,667	-
FoneViet Company Limited	1,363,438,086	-
Tropical Land Architects Company Limited	-	7,168,000,000
Long Ngoc Chau Company Limited	-	5,157,200,000
TH Foods Joint Stock Company	-	2,658,000,000
Others	604,008,860	571,671,208
	9,634,103,741	15,554,871,208

7 OTHER RECEIVABLES

(a) Short-term

	2016 VND	2015 VND
Dividend receivables	8,582,080,212	19,727,025,163
Lending to related parties	5,833,981,313	-
Receivable from disposal of subsidiary	7,252,862,050	7,138,274,973
Compensation from business contracts	-	4,121,807,477
Receivable from TV programme producing	4,085,304,711	3,585,992,637
Profits shared from business cooperation	2,806,543,782	2,625,000,000
Advances to employees	3,930,064,961	522,364,915
Other receivables	4,311,334,277	3,724,695,616
	36,802,171,306	41,445,160,781
In which:		
Related parties (Note 32(b))	26,069,262,721	30,358,798,973
Third parties	10,732,908,585	11,086,361,808

(b) Long-term

	2016 VND	2015 VND
Other receivables from business cooperation contract (*)	17,500,000,000	17,500,000,000
Rental deposits (**)	-	18,607,680,000
Other deposits	1,142,098,435	2,846,841,680
	18,642,098,435	38,954,521,680

7 OTHER RECEIVABLES (continued)

(*) This is a business cooperation contract relating to the investment, construction and business of Hung Vuong Square project at 100 Hung Vuong Street, Ward 9, District 5, Ho Chi Minh City between the Company and Mai Huong Huong Service and Trading Company Limited, the project owner. The total investment value is VND50 billion, in which, the Company agreed to contribute 35% of total investment, equivalent to VND17.5 billion and the project owner agreed to contribute the 65% of total investment equivalent to VND32.5 billion. The revenue sharing is based on annual revenue of the project, according to which, the project owner shall commit to share 5.5% of annual revenue of the project to the Company during the useful life of the business cooperation contract.

(**) This is a deposit for the rent of premises at No.11 Su Van Hanh Street, District 10, Ho Chi Minh City between the Company and the lessor, Bac Binh Construction Investment Company Limited for the purpose of providing dining, entertainment services and shopping for young people. Lease term of this deposit is from 5 to 30 years. At the date of these separate financial statements, the Company has liquidated this contract, and the entire deposit has been repaid to the Company.

8 INVENTORIES

	2016		2015	
	Cost VND	Provision VND	Cost VND	Provision VND
Broadcasting TV programs broadcast - unapproved	1,002,000,000	-	3,008,604,355	-
Broadcasting TV programs broadcast - approved	4,504,000,000	-	2,159,066,754	-
Merchandise	17,334,756,804	(477,545,455)	2,182,162,772	(477,545,455)
	22,840,756,804	(477,545,455)	7,349,833,881	(477,545,455)

9 FIXED ASSETS

(a) Tangible fixed assets

	Machinery and equipment VND	Motor vehicles VND	Total VND
Historical cost			
As at 1 January 2016 and as at 31 December 2016	903,707,775	3,139,273,635	**4,042,981,410**
Accumulated depreciation			
As at 1 January 2016	550,876,442	1,609,309,776	**2,160,186,218**
Charge for the year	179,548,736	339,975,995	
As at 31 December 2016	730,425,178	1,949,285,771	**2,679,710,949**
Net book value			
As at 1 January 2016	352,831,333	1,529,963,859	**1,882,795,192**
As at 31 December 2016	173,282,597	1,189,987,864	**1,363,270,461**

As at 31 December 2016, tangible fixed assets with carrying value of VND1,363,273,463 (2015: VND1,882,795,192) were pledged with banks as collaterals for short-term and long-term borrowings granted to the Company (Note 18).

Cost of fully depreciated fixed assets but still in use as at 31 December 2016 was VND1,011,246,637 (2015: VND33,280,000).

(b) Intangible fixed assets

	Land use rights VND	Computer software VND	Total VND
Historical cost			
As at 1 January 2016 and 31 December 2016	4,500,000,000	2,524,382,154	**7,024,382,154**
Accumulated amortisation			
As at 1 January 2016	-	288,717,680	**288,717,680**
Charge for the year	-	60,076,872	**60,076,872**
As at 31 December 2016	-	348,794,552	**348,794,552**
Net book value			
As at 1 January 2016	4,500,000,000	2,235,664,474	**6,735,664,474**
As at 31 December 2016	4,500,000,000	2,175,587,602	**6,675,587,602**

10 CONSTRUCTION IN PROGRESS

	2016 VND	2015 VND
Investment and development cost for media channel project	-	40,909,090,899
Others	2,362,499,998	3,465,441,932
	2,362,499,998	44,374,532,831

Movements in construction in progress during the year are as follows:

	2016 VND	2015 VND
Opening balance	44,374,532,831	41,159,339,899
Increase	131,250,000	3,215,192,932
Transfers to long-term prepaid expenses	(42,143,282,833)	-
Ending balance	2,362,499,998	44,374,532,831

11 LONG-TERM INVESTMENTS

	2016 Historical cost VND	2016 Fair value VND	2016 Provision VND	2015 Historical cost VND	2015 Fair value VND	2015 Provision VND
Investments in subsidiaries (i)	63,763,126,249	63,763,126,249	-	61,823,554,149	61,823,554,149	-
Investment in associate (ii)	400,000,000	250,669,012	(149,330,988)	400,000,000	250,669,012	(149,330,988)
	64,163,126,249	64,013,795,261	(149,330,988)	62,223,554,149	62,074,223,161	(149,330,988)

(i) Investments in subsidiaries

Name of the Company	The principal activites	2016 Ownership and voting right %	2016 Historical cost VND	2016 Fair value VND	2016 Provision VND	2015 Ownership and voting right %	2015 Historcal cost VND	2015 Fair value VND	2015 Provision VND
Youth Embassy Technology Corporation (**)	Trading in technological products	-	-	(*)	-	99	1,840,427,900	(*)	-
Youth Embassy Entertainment Corporation	Advertising, producing media channels	99	29,700,000,000	(*)	-	99	29,700,000,000	(*)	-
Youth Embassy Brand Name Development Corporation	Advertising, designing website	90	2,334,126,249	(*)	-	90	2,334,126,249	(*)	-
Dragon Entertainment Joint Stock Company	Advertising, producing films	99	9,900,000,000	(*)	-	99	9,900,000,000	(*)	-
NVU Joint Stock Company	Advertising, producing media channels	77.78	5,425,000,000	(*)	-	77.78	5,425,000,000	(*)	-
Film World Trade Joint Stock Company	Producing films, telecommunication and advertisement	72.75	11,304,000,000	(*)	-	72.75	11,304,000,000	(*)	-
Youth Embassy Film Production and Investment Corporation	Producing films, telecommunication and advertisement	100	5,100,000,000	(*)	-	100	1,320,000,000	(*)	-
			63,763,126,249				61,823,554,149		

11 LONG-TERM INVESTMENTS (continued)

(i) Investments in subsidiaries (continued)

(*) As at 31 December 2016, the fair values of these investments were not available. However, the Board of Management believes that the fair values of these investments are higher than their book values.

(**) Youth Embassy Technology Corporation has been merged to the Company as presented in Note 1.

(ii) Investment in associate

		2016				2015			
Name of the Company	The principal activites	Ownership and voting right	Cost	Fair value	Provision	Ownership and voting right	Cost	Fair value	Provision
		%	VND	VND	VND	%	VND	VND	VND
Youth Connections Informatics Communication Joint Stock Company	Producing films, telecommunication and advertisement	40	400,000,000	(*)	(149,330,988)	40	400,000,000	(*)	(149,330,988)

(*) As at 31 December 2016, the fair value of this investment was not available. However, the Board of Management believes that the fair value of this investment is higher than its book value.

12 LONG-TERM PREPAID EXPENSES

	2016 VND	2015 VND
Investment and development cost for media channel project	27,272,727,267	-
Tools and supplies	2,776,899,975	6,477,825,422
Prepaid service expense	5,545,623,648	4,518,278,855
	35,595,250,890	10,996,104,277

13 SHORT-TERM TRADE ACCOUNTS PAYABLE

	2016 VND	2015 VND
Third parties		
Da Phuong Tien Chau A Media Company Limited	10,282,143,612	8,612,083,006
Vietnam Television Cable Corporation Company Limited	7,358,231,073	3,187,406,538
Southern Digital Television Company Limited	2,909,499,999	2,640,000,000
Provence Consumer Goods Joint Stock Company	2,950,135,757	75,755
Foneviet Company Limited	-	4,891,883,342
Others	4,781,686,819	6,467,629,102
	28,281,697,260	25,799,077,743
Related parties (Note 32(b))	53,330,230,179	22,911,381,289
	81,611,927,439	48,710,459,032

14 SHORT-TERM ADVANCES FROM CUSTOMERS

	2016 VND	2015 VND
Third parties	1,660,608,272	2,198,604,393
Related parties (Note 32(b))	-	6,883,053,493
	1,660,608,272	9,081,657,886

15 TAXES AND OTHER PAYABLES TO THE STATE BUDGET

	2016 VND	2015 VND
Personal income tax	607,031,743	875,880,378
Business income tax	3,005,723,808	-
Value added tax	1,935,443,798	-
	5,548,199,349	875,880,378

Movements in taxes and other payables/(receivables) to the State budget during the year are as follows:

	As at 1.1.2016 VND	Payable during the year VND	Settled during the year VND	As at 31.12.2016 VND
Business income tax	(35,849,692)	3,041,573,500	-	3,005,723,808
Value added tax	(62,321,446)	26,048,950,229	(24,051,184,985)	1,935,443,798
Personal income tax	875,880,378	320,667,487	(589,516,122)	607,031,743

16 SHORT-TERM ACCRUED EXPENSES

	2016 VND	2015 VND
Royalty fees	3,850,792,898	-
Interest expense	1,135,180,899	5,906,999,999
Others	682,286,409	1,512,266,891
	5,668,259,916	7,419,266,890

17 OTHER PAYABLES

(a) Short-term

	2016 VND	2015 VND
Related parties (Note 32(b))	51,033,930,006	40,950,937,328
Other payables	1,767,811,229	3,051,539,753
	52,801,741,235	44,002,477,081

(b) Long-term

	2016 VND	2015 VND
Long-term deposits	59,652,000	59,652,000

18 BORROWINGS AND LIABILITIES

		At as 1.1.2016 VND	During the year Increase VND	Decrease VND	At as 31.12.2016 VND
(a)	**Short-term borrowings**				
	Ho Chi Minh Development Joint Stock Bank (i)	17,252,991,950	62,813,214,360	(59,646,147,991)	20,420,058,319
	United Overseas Bank Vietnam (ii)	8,653,334,327	75,215,901,911	(52,211,929,408)	31,657,306,830
	Issued bonds (iii)	51,594,000,000	-	(51,594,000,000)	-
		77,500,326,277	138,029,116,271	(163,452,077,399)	52,077,365,149
(b)	**Long-term borrowings and liabilities**				
	Issued bonds (iii)	47,406,000,000	-	(22,523,000,000)	24,883,000,000
	Cost of bonds issuance	(2,227,500,000)	-	742,500,000	(1,485,000,000)
		45,178,500,000	-	(21,780,500,000)	23,398,000,000

18 BORROWINGS AND LIABILITIES (continued)

(i) This is a borrowing in Vietnamese Dong with interest rate regulated in each loan drawdown. Its maturity is one year from the date of each loan contract. The collateral assets for the loan include: five cars of the Company; debt conversion rights stipulated in the contract signed between WPP Communications Co., Ltd. and Saatchi & Saatchi Vietnam Joint Venture Limited; property at No. 826, 828, Suoi Cat Street, Thanh Tuyen Commune, Dau Tieng District, Binh Duong Province and bank deposits of VND57,788,526,446 at Ho Chi Minh City Development Joint Stock Bank ("HDBank").

(ii) This is a borrowing in Vietnamese Dong with its maturity of one year from the date of the loan contract and a credit limit of US$1,000,000. The interest rate is at 3% per annum. The collateral of loan includes: deposit balance at bank which is maintained minimum at 50% of each drawdown and collateral assests of US$1,000,000 owned by individuals, which are guaranteed by Mr. Nguyen Anh Tong and Mr. Dao Phuc Tri.

(iii) These are the Vietnamese Dong bonds at par value of VND1,000,000 per bond. These bonds bear interest at the interest rate of 12% per annum for the first year which will be adjusted every six months for the subsequent years and based on the 12-month saving interest rate of VND at HDBank.

The bonds are secured by the following: 51% of shares of the Company; assets forming from the loans including: rights of premises rent contracts of the Company at 4 commercial centers Hung Vuong, Cao Thang, Su Van Hanh, Cong Hoa (minimum 10,000 m^2 in area), debt collection rights arising from future economic contract between the Company and HTVC Communication Services Co., Ltd., existing and future debt collection, property rights from Webmoney project owned by the Company; all current and future assets of its relevant subidiaries; deposit contracts and moving inventories.

19 DEFERRED INCOME TAX

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income taxes relate to the same taxation authority. The offset amounts are as follows:

	2016 VND	2015 VND
Deferred tax assets to be recovered within 12 months	164,446,849	190,158,407

19 DEFERRED INCOME TAX (continued)

The gross movement in the deferred income tax, without taking into consideration the offsetting of balances within the same tax jurisdiction, is as follows:

	2016 VND	2015 VND
Opening balance	190,158,407	151,112,817
Income statement (charge)/credit	(25,711,558)	39,045,590
Ending balance	164,446,849	190,158,407

Deferred tax assets mainly arise from temporary differences arising from provisions and accrued expenses.

20 OWNERS' CAPITAL

(a) Number of shares

	2016 Ordinary shares	2015 Ordinary shares
Number of shares registered	10,000,000	9,750,000
Number of shares issued	10,000,000	9,750,000
Number of shares repurchased	-	(175,200)
Number of existing shares in circulation	10,000,000	9,574,800

(b) Details of owners' shareholding

	31.12.2016		31.12.2015	
	Ordinary shares	%	Ordinary shares	%
Nguyen Anh Nhuong Tong	5,052,017	50.52	4,727,477	48.49
DFJ VinaCapital Venture Investment Ltd	4,016,824	40.17	3,912,384	40.13
Dao Phuc Tri	529,908	5.30	489,658	5.02
Other shareholders	401,251	4.01	445,281	5.28
Treasury shares	-	-	175,200	1.08
Number of existing shares in circulation	10,000,000	100	9,750,000	100

20 OWNERS' CAPITAL (continued)

(c) Movement of share capital

	Number of share capital	Ordinary shares VND	Total VND
As at 1 January 2015	6,500,000	65,000,000,000	**65,000,000,000**
New shares issued	3,250,000	32,500,000,000	**32,500,000,000**
As at 31 December 2015	9,750,000	97,500,000,000	**97,500,000,000**
New shares issued	250,000	2,500,000	**2,500,000**
As at 31 December 2016	10,000,000	100,000,000,000	**100,000,000,000**

Par value per share: VND10,000.

21 MOVEMENTS IN OWNERS' EQUITY

	Owners' capital VND	Share premium VND	Treasury shares VND	Undistributed earnings VND	Total VND
As at 1 January 2015	65,000,000,000	115,560,000	(2,920,000,000)	726,207,855	**62,921,767,855**
Net profit during the year	-	-	-	32,630,159,308	**32,630,159,308**
Capital increase during the year	32,500,000,000	-	-	(32,500,000,000)	-
Appropriation to bonus and welfare fund	-	-	-	(738,154,255)	**(738,154,255)**
Purchases of treasury shares	-	-	(1,460,000,000)	-	**(1,460,000,000)**
As at 31 December 2015	97,500,000,000	115,560,000	(4,380,000,000)	118,212,908	**93,353,772,908**
Net profit during the year	-	-	-	19,995,941,627	**19,995,941,627**
Purchases of treasury shares	-	-	(5,242,217,851)	-	**(5,242,217,851)**
Capital increase during the year (*)	2,500,000,000	-	-	(2,500,000,000)	-
Reissuance of treasury shares (*)	-	-	9,622,217,851	(9,622,217,851)	-
Distribution of dividends (*)	-	-	-	(4,000,000,000)	**(4,000,000,000)**
As at 31 December 2016	100,000,000,000	115,560,000	-	3,991,936,684	**104,107,496,684**

(*) According to Resolution dated 31 December 2016 of the Annual General Meeting of Shareholders, the Company's shareholders approved the cash dividend distribution plan of VND4 billion, and stock dividend distribution plan to increase the owners' capital to VND100 billion from the Company's undistributed earnings. Meanwhile, the shareholders also approved the plan of reissuance of all treasury shares from the Company's undistributed earnings.

22 OFF BALANCE SHEET ITEMS

(a) Foreign currencies

Included in cash are balances held in foreign currencies of US$3 and 54 gold threads.

(b) Commitments under operating lease

The future minimum lease payable under non-cancellable operating lease as at 31 December 2016 is VND52,517,720,000 (2015: VND108,782,600,000). Details of commitments are presented in Note 33.

23 REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	2016 VND	2015 VND
Revenue		
Sale from advertisement and program broadcast	249,975,031,080	207,655,193,355
Others	18,876,506,431	10,351,011,179
	268,851,537,516	218,006,204,534
Deductions		
Trade discounts	(3,072,817,054)	(5,100,778,347)
Net revenue from sales and rendering of services	265,778,720,462	212,905,426,187

24 COST OF GOODS SOLD AND SERVICES RENDERED

	2016 VND	2015 VND
Cost of services rendered	196,950,969,781	148,155,781,400

25 FINANCIAL INCOME

	2016 VND	2015 VND
Interest income from deposits and loans	1,583,263,016	614,301,266
Dividend income	8,582,080,212	33,261,555,347
Income from investments	2,568,750,000	2,625,000,000
Others	18,478,037	-
	12,752,571,265	36,500,856,613

26 FINANCIAL EXPENSES

	2016 VND	2015 VND
Interest expense	9,358,682,336	13,283,144,007
Others	261,500,000	799,250,000
	9,620,182,336	14,082,394,007

27 SELLING EXPENSES

	2016 VND	2015 VND
Staff costs	161,202,500	-
Marketing research	19,163,220,180	-
Depreciation	393,448,992	393,448,992
Outside service expenses	1,696,659,990	7,313,049,595
Prepaid expenses allocation	40,628,906	6,476,820
	21,455,560,568	7,712,975,407

28 GENERAL AND ADMINISTRATION EXPENSES

	2016 VND	2015 VND
Staff costs	6,767,301,878	6,189,093,005
Prepaid expenses allocation	5,145,905,513	7,720,921,133
Outside service expenses	15,148,518,287	36,859,346,282
Depreciation	186,152,611	281,801,736
	27,247,808,289	51,051,162,156

29 BUSINESS INCOME TAX

The tax on the Company's profit before tax differs from the theoretical amount that would arise using the applicable tax rate of 20% as follows:

	2016 VND	2015 VND
Net accounting profit before tax	23,062,375,245	32,591,113,718
Tax calculated at a rate of 20% (2015: 22%)	4,612,475,049	7,170,045,018
Effect of:		
Income not subject to tax	(1,716,416,042)	(7,317,542,176)
Expenses not deductible for tax purposes	83,263,230	108,451,568
Under-provision in previous year	87,111,382	-
Business income tax charge (*)	3,066,433,618	(39,045,590)
Charged/(credited) to income statement:		
Business income tax – current	3,040,722,060	-
Business income tax – deferred	25,711,558	(39,045,590)
Business income tax charge	3,066,433,618	(39,045,590)

(*) The business income tax charge for the year is based on estimated taxable income and is subject to review and possible adjustments by the tax authorities.

30 EXPENSES BY FACTOR

	2016 VND	2015 VND
Raw materials	191,578,396,417	141,358,953,996
Outside service expenses	36,008,328,457	44,172,395,877
Staff costs	11,950,868,704	13,958,824,041
Tools expenses	5,145,905,513	7,727,397,953
Depreciation and amortisation	579,601,603	675,250,728
	245,263,100,694	207,892,822,595

31 ADDITIONAL INFORMATION FOR THE ITEMS OF THE CASH FLOW STATEMENT

(a) Amount of loan actually withdrawn during the year

	2016 VND	2015 VND
Proceeds from borrowings following normal borrowing contracs	138,029,116,271	90,014,925,277
Proceeds from bonds issuance	-	62,988,470,171

(b) Amount of loan principal actually paid during the year

	2016 VND	2015 VND
Repayments for borrowings following normal borrowing contracs	111,858,077,399	47,988,470,171
Repayments for bonds	74,117,000,000	15,000,000,000

32 RELATED PARTY TRANSACTIONS

During the year, the Company has transactions and balances with related parties, which are the shareholders of the Company (Note 20) and subsidiaries (Note 11).

(a) Related party transactions

During the year, the following transactions were carried out with related parties:

	2016 VND	2015 VND
i) Revenue from rendering of services		
Youth Embassy Entertainment Corporation	72,447,203,007	50,994,485,148
NVU Joint Stock Company	44,618,182,919	-
Dragon Entertainment Joint Stock Company	7,576,856,768	2,508,315,393
Youth Embassy Film Production and Investment Corporation	602,318,182	-
Vietnam Online Service Joint Stock Company	301,295,454	66,743,685
Film World Trade Joint Stock Company	48,000,000	72,000,000
	125,593,856,330	53,641,544,226
ii) Disposal of subsidairy		
Mr. Vo Thai Phong	-	7,135,444,353

32 RELATED PARTY TRANSACTIONS (continued)

(a) Related party transactions (continued)

	2016 VND	2015 VND
iii) Purchases of services		
Youth Embassy Entertainment Corporation	20,310,013,132	9,621,381,818
Dragon Entertainment Joint Stock Company	28,780,160,809	9,211,520,000
Film World Trade Joint Stock Company	3,800,000,000	571,428,571
Vietnam Online Service Joint Stock Company	-	254,861,237
	52,890,173,941	19,659,191,626
iv) Compensation of key management		
Gross salaries and other benefits	824,168,000	1,440,000,000
iv) Dividend paid		
DFJ VinaCapital Venture Investment Ltd	1,671,046,5034	-
v) Dividend income		
Youth Embassy Entertainment Corporation	2,493,168,403	12,847,416,563
Dragon Entertainment Joint Stock Company	863,708,995	10,380,138,469
Film World Trade Joint Stock Company	-	6,611,981,850
NVU Joint Stock Company	5,225,202,813	1,084,722,931
Youth Embassy Brand Name Development Corporation	-	2,337,295,534
	8,582,080,211	33,261,555,347

32 RELATED PARTY TRANSACTIONS (continued)

(a) Related party transactions (continued)

	2016 VND	2015 VND
vi) Capital contrbution		
NVU Joint Stock Company	-	2,015,000,000
Youth Embassy Brand Name Development Corporation	3,780,000,000	1,320,000,000
	3,780,000,000	3,335,000,000
vii) Financial activites		
Loan repaid during the year		
DFJ VinaCapital Venture Investment Ltd	-	15,000,000,000
Vietnam Online Service Joint Stock Company	-	3,411,895,050
	-	18,411,895,050
Interest incurred during the year		
DFJ VinaCapital Venture Investment Ltd	-	3,296,921,953
Vietnam Online Service Joint Stock Company	-	192,140,003
	-	3,489,061,956

(b) Year end balances with related parties

	2016 VND	2015 VND
Short term trade accounts receivable (Note 5)		
NVU Joint Stock Company	45,739,800,000	-
Youth Embassy Entertainment Corporation	22,427,015,409	-
Dragon Entertainment Joint Stock Company	8,334,542,445	-
Vietnam Online Service Joint Stock Company	331,425,000	-
Youth Embassy Film Production and Investment Corporation	151,300,000	-
Film World Trade Joint Stock Company	-	19,800,000
	76,984,082,854	19,800,000

32 RELATED PARTY TRANSACTIONS (continued)

(b) Year end balances with related parties (continued)

	2016 VND	2015 VND
Other short-term receivables (Note 7)		
Dragon Entertainment Joint Stock Company	1,779,847,464	9,230,138,469
Vo Thai Phong	7,214,456,098	7,138,274,973
Film World Trade Joint Stock Company	-	5,688,063,920
Youth Embassy Entertainment Corporation	-	2,839,981,850
Vietnam Online Joint Stock Company	11,445,918,526	2,787,935,744
Youth Embassy Brand Name Development Corporation	1,190,295,534	2,437,295,534
Nguyen Anh Nhuong Tong	4,448,745,098	237,108,483
	26,069,262,721	30,358,798,973
Short-term trade accounts payable (Note 13)		
Dragon Entertainment Joint Stock Company	17,377,833,916	11,556,951,988
Youth Embassy Entertainment Corporation	31,962,396,263	9,621,381,818
Film World Trade Joint Stock Company	3,990,000,000	1,733,047,483
	53,330,230,179	22,911,381,289
Advances from customers (Note 14)		
Youth Embassy Entertainment Corporation	-	6,883,053,493
Other short-term trade accounts payable (Note 17)		
Youth Embassy Entertainment Corporation	42,302,450,240	39,038,754,053
Youth Embassy Technology Corporation	-	1,912,183,275
NVU Joint Stock Company	4,399,896,614	-
Film World Trade Joint Stock Company	4,331,583,182	-
	51,033,930,006	40,950,937,328

33 OTHER COMMITMENTS

(a) Commitments under operating leases

The future minimum lease payments under non-cancellable operating leases are as follows:

	Office rent		Television license rent		Total	
	2016 VND	2015 VND	2016 VND	2015 VND	2016 VND	2015 VND
Within one year	4,166,441,333	1,100,050,000	6,050,000,000	35,000,000,000	10,216,441,333	35,100,050,000
Between one and five years	42,301,278,667	12,358,725,000	-	52,500,000,000	42,301,278,667	64,858,725,000
Over five years	-	7,823,825,000	-	-	-	7,823,825,000
Total minimum payments	46,467,720,000	21,282,600,000	6,050,000,000	87,500,000,000	52,517,720,000	108,782,600,000

33 OTHER COMMITMENTS (continued)

(b) Capital contribution to subsidiaries

	2016 VND	2015 VND
NVU Joint Stock Company	8,575,000,000	8,575,000,000
Youth Embassy Film Production and Investment Corporation	2,260,000,000	7,360,000,000
	10,835,000,000	15,935,000,000

The separate financial statements were approved by the Board of Management on 10 July 2017.

Vo Thai Phong
Chief Accountant/Preparer

CÔNG TY CỔ PHẦN TẬP ĐOÀN ĐẠI SỨ TRẺ
S.Đ.K.K.D: 0304592171 T.C. QUẬN 1 TP HỒ CHÍ MINH

Nguyen Anh Nhuong Tong
Chairman