

No: 221/2021/PHS-PL

*Re: disclosing Report on Utilization of Capital  
for the period from 9 September 2021 to 30  
September 2021 of the capital raised from the  
private placement of shares on 30 August 2021*

*Ho Chi Minh City, 26 November 2021*

**INFORMATION DISCLOSURE ON WEBSITE OF STATE SECURITIES  
COMMISSION AND THE STOCK EXCHANGES**

**To:**

- **State Securities Commission;**
- **Hanoi Stock Exchange;**
- **Ho Chi Minh Stock Exchange.**

Name: **PHU HUNG SECURITIES CORPORATION (PHS)**

Headquarters: 21<sup>st</sup> Floor, Phu My Hung Tower, 08 Hoang Van Thai, Tan Phu Ward, District 7, Ho Chi Minh City.

Phone: (+84 28) 5413 5479

Fax: (+84 28) 5413 5472

Person to implement information disclosure: Ms. Pham Thi Thu Nhan

Type of information disclosure:  24 hours  72 hours  Unusual  Periodic

**Information of disclosed content:**

According to Circular 96/2020/TT-BTC on guidance for information disclosure on securities market, PHS sincerely discloses Report on Utilization of Capital for the period from 9 September 2021 to 30 September 2021 of the capital raised from the private placement of shares on 30 August 2021 (for further information, please find the attached).

The information is disclosed on PHS's website at <https://www.phs.vn>, tab Investor Relations, and section Shareholder Information.

PHS undertakes the information disclosure above is true and takes entire responsibility to the laws for information of disclosed content.

**Attachments:**

*Report on Utilization of Capital for the period from 9 September 2021 to 30 September 2021 of the capital raised from the private placement of shares on 30 August 2021.*


**Recipient:**

- As above;
- Archive at Company Secretariat;
- Archive at Legal Division.

**PERSON TO IMPLEMENT  
INFORMATION DISCLOSURE  
PP. GENERAL DIRECTOR  
DEPUTY GENERAL DIRECTOR**

**CÔNG TY  
CƠ PHAN  
CHỨNG KHOÁN  
PHÚ HUNG**

QUẬN 7 - T.P HỒ CHÍ MINH



**Ms. PHAM THI THU NHAN**



**Phu Hung Securities Corporation**

Report on Utilisation of Capital for the period  
from 9 September 2021 to 30 September 2021  
of the capital raised from the private placement of shares  
on 30 August 2021



## Phu Hung Securities Corporation Corporate Information

### Establishment and

Operation Licence No.		
	122/GP-UBCK	20 January 2016
	18/GPDC-UBCK	22 June 2016
	23/GPDC-UBCK	25 July 2016
	03/GPDC-UBCK	23 January 2017
	03/GPDC-UBCK	11 January 2018
	100/GPDC-UBCK	29 November 2018
	107/GPDC-UBCK	26 December 2018
	47/GPDC-UBCK	21 August 2019
	12/GPDC-UBCK	4 March 2020
	03/GCN-UBCK	16 June 2020
	04/GCN-UBCK	16 June 2020
	48/GPDC-UBCK	24 June 2021
	82/GPDC-UBCK	28 September 2021

The Establishment and Operation Licence and its amendments were issued by the State Securities Commission of Vietnam.

### Board of Directors

Mr. Albert Kwang-Chin Ting	Chairman
Mr. Nguyen Doan Hung	Member
Mr. Wu, Jin-Jeng	Member
Mr. Chen Chia Ken	Member
Ms. Liu, Hsiu-Mei	Independent Member

### Inspection Committee

Mr. Liew Sep Siang	Head of Inspection Committee
Mr. Lii, San Rong	Member
Mr. Chiu, Hsien-Chih	Member

### Board of Management

Mr. Chen Chia Ken	General Director
Ms. Pham Thi Thu Nhan	Deputy General Director

**Phu Hung Securities Corporation**  
**Corporate Information (continued)**

**Registered offices**

<b>Head Office</b>	21 <sup>st</sup> Floor, Phu My Hung Tower 8 Hoang Van Thai Street Tan Phu Ward, District 7 Ho Chi Minh City, Vietnam
<b>Phu My Hung Transaction Office</b>	Ground Floor, CR2-08 107 Ton Dat Tien Street Tan Phu Ward, District 7 Ho Chi Minh City, Vietnam
<b>District 3 Branch</b>	Floor 2, Phuong Nam Building 157 Vo Thi Sau Street Ward 6, District 3 Ho Chi Minh City, Vietnam
<b>Tan Binh Branch</b>	Ground Floor, G.4A Room, E-Town 2 Building 364 Cong Hoa Street Ward 13, Tan Binh District Ho Chi Minh City, Vietnam
<b>Hanoi Branch</b>	5 <sup>th</sup> Floor, Vinafor Building 127 Lo Duc Street Dong Mac Ward, Hai Ba Trung District Hanoi, Vietnam
<b>Thanh Xuan Branch</b>	Floor 5, Udic Complex Building, N04 Hoang Dao Thuy Trung Hoa Ward, Cau Giay District Hanoi, Vietnam
<b>Hai Phong Branch</b>	Floor 2, Eliteco Building, 18 Tran Hung Dao Street Hoang Van Thu Ward, Hong Bang District Hai Phong City, Vietnam
<b>District 1 Branch</b>	Room 1003A, 10 <sup>th</sup> Floor 81-83-83B-85 Ham Nghi Street Nguyen Thai Binh Ward, District 1 Ho Chi Minh City, Vietnam
<b>Auditor</b>	KPMG Limited Vietnam



## **Phu Hung Securities Corporation Statement of the Board of Management**

The Board of Management of Phu Hung Securities Corporation (“the Company”) presents this statement and the accompanying Report on Utilisation of Capital for the period from 9 September 2021 to 30 September 2021 of the capital raised from the private placement of shares on 30 August 2021 (“the Report on Utilisation of Capital”) of the Company.

The Board of Management is responsible for the preparation and presentation of the Report on Utilisation of Capital in accordance with the basis of preparation described in Note 2 to the Report on Utilisation of Capital. We confirm that:

- (a) the Report on Utilisation of Capital of the Company has been prepared in accordance with the basis of preparation described in Note 2 to the Report on Utilisation of Capital; and
- (b) we fully accept legal responsibilities for the accuracy and fairness of the content of the Report on Utilisation of Capital.

The Board of Management has, on the date of this statement, authorised the accompanying Report on Utilisation of Capital for issue.

On behalf of the Board of Management



Mr. Chen Chia Ken  
*General Director*

Ho Chi Minh City, 19 November 2021



KPMG Limited Branch  
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115 Nguyen Hue Street, Ben Nghe Ward  
District 1, Ho Chi Minh City, Vietnam  
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## INDEPENDENT AUDITOR'S REPORT

### To the Shareholders Phu Hung Securities Corporation

We have audited the accompanying Report on Utilisation of Capital for the period from 9 September 2021 to 30 September 2021 of the capital raised from the private placement of shares on 30 August 2021 of Phu Hung Securities Corporation ("the Company"), including notes, as set out on pages 6 to 9 (hereafter referred to as "the Report on Utilisation of Capital"). The Report on Utilisation of Capital was prepared by the Company's Board of Management in accordance with the basis of preparation described in Note 2 to the Report on Utilisation of Capital.

### Management's Responsibility

The Company's Board of Management is responsible for the preparation and presentation of the Report on Utilisation of Capital in accordance with the basis of preparation described in Note 2 to the Report on Utilisation of Capital, and for such internal control as the Board of Management determines is necessary to enable the preparation of the Report on Utilisation of Capital that is free from material misstatement, whether due to fraud or error. The Company's Board of Management is also responsible for determining that the basis of preparation used are appropriate.

### Auditor's Responsibility

Our responsibility is to express an opinion on the Report on Utilisation of Capital based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Report on Utilisation of Capital is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Report on Utilisation of Capital. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and presentation of the Report on Utilisation of Capital 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 Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Company's Board of Management, as well as evaluating the overall presentation of the Report on Utilisation of Capital.

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







### **Auditor's Opinion**

In our opinion, the Report on Utilisation of Capital for the period from 9 September 2021 to 30 September 2021 of the capital raised from the private placement of shares on 30 August 2021 of Phu Hung Securities Corporation has been prepared, in all material respects, in accordance with the basis of preparation described in Note 2 to the Report on Utilisation of Capital.

### **Basis of preparation and restriction on use**

We draw attention to Note 2 to the Report on Utilisation of Capital, which describes the basis of preparation used for preparing the Report on Utilisation of Capital. The Report on Utilisation of Capital has been prepared to assist the Company to comply with the requirements of Circular No. 96/2020/TT-BTC dated 16 November 2020 of the Ministry of Finance providing guidance for disclosure of information on securities market ("Circular 96") in relation to the disclosure of information on share issuance and report on capital utilisation. Therefore, the Report on Utilisation of Capital may not be suitable for any other purposes. Our audit report is intended solely for the Company's report to its shareholders, submission to the State Securities Commission of Vietnam and other State authorities as required and disclosure of information as required by Circular 96 and should not be used for any other purposes.

### **KPMG Limited's Branch in Ho Chi Minh City Vietnam**

Audit Report No.: 21-01-00674-21-1



Nelson Rodriguez Casihan  
Practicing Auditor Registration  
Certificate No. 2225-2018-007-1  
*Deputy General Director*

Nguyen Thi Thu Ha  
Practicing Auditor Registration  
Certificate No. 2236-2018-007-1

Ho Chi Minh City, 19 November 2021

## Phu Hung Securities Corporation

### Report on Utilisation of Capital for the period from 9 September 2021 to 30 September 2021 on the capital raised from the private placement of shares on 30 August 2021

Pursuant to requirements of Circular No. 96/2020/TT-BTC dated 16 November 2020 of the Ministry of Finance providing guidance for disclosure of information on securities market (“Circular 96”), Phu Hung Securities Corporation prepares the Report on Utilisation of Capital for the period from 9 September 2021 to 30 September 2021 on the capital raised from the private placement of shares on 30 August 2021 (“Report on Utilisation of Capital”) as follows:

#### Background information of the private placement

1. Valuable papers:	Ordinary shares, which are restricted from transferring within one year from the date of placement completion (Professional Investors) and within 3 years from the date of placement completion (Strategic Investors).
2. Currency:	Vietnam Dong (VND)
3. Number of shares issued:	50,000,000 shares
4. Par value:	VND10,000 per share
5. Issue price:	VND10,000 per share
6. Value of shares issued:	VND500,000,000,000
7. Form of issuance:	Private placement
8. Start date of issuance:	30 August 2021
9. End date of issuance:	30 August 2021
10. Plan of Capital using:	Supplement working capital for business activities; supplement capital for lending activities of advance for the proceeds of selling securities; supplement capital for lending activities of margin trading activities.

Pursuant to the Resolution of the General Shareholders Meeting No. 01/2021/NQ-DHDCD dated 13 April 2021 of the General Shareholders Meeting approving the Plan of private placement of 50,000,000 shares at the price of VND10,000/share. The State Securities Commission of Vietnam approved the Company’s private placement document on 17 August 2021. On 30 August 2021, the Company successfully issued 50,000,000 shares with the issuance price of VND10,000/share. On 9 September 2021, the Company received Official Letter No. 5165/UBCK-QLKD from the State Securities Commission of Vietnam which acknowledges receiving related documents on the result of the private placement.

Details of capital received in the Company’s bank account were as follows:

Date of receipt	The bank account received capital	Amount VND
30 August 2021	Joint Stock Commercial Bank for Investment and Development of Vietnam (“BIDV”) – Nam Ky Khoi Nghia Branch	500,000,000,000



**Phu Hung Securities Corporation**  
**Report on Utilisation of Capital for the period from 9 September 2021 to 30 September 2021 on the capital raised from the private placement of shares on 30 August 2021**  
**(continued)**

Details of capital raised and the utilisation of the capital of the Company were as follows:

	<b>Period from 9 September 2021 to 30 September 2021 VND</b>
Total capital raised from the private placement of shares at 30 August 2021	500,000,000,000
Utilisation of the capital raised to supplement of working capital for business activities:	
▪ Repayment of borrowings from Saigon Bank for Industry and Trade – Head Office	(96,250,169,863)
▪ Supplement capitals for lending activities of margin trading activities	(403,749,830,137)
Remaining balance as at 30 September 2021	<hr/> - <hr/>

19 November 2021

Prepared by:



Ms. Nguyen Phuong Trinh  
Accounting Staff

Reviewed by:



Ms. Do Thi Ai Vy  
Chief Accountant

Approved by:



Mr. Chen Chia Ken  
General Director

**Phu Hung Securities Corporation**  
**Notes to the Report on Utilisation of Capital for the period from 9 September 2021 to 30 September 2021 on the capital raised from the private placement of shares on 30 August 2021**

These notes form an integral part of and should be read in conjunction with the accompanying Report on Utilisation of Capital.

## **1. Reporting entity**

Phu Hung Securities Corporation (“the Company”) is a joint stock company established in Vietnam under Establishment and Operation Licence No. 122/GP-UBCK dated 20 January 2016 issued by the State Securities Commission of Vietnam. Establishment and Operation Licence was revised many times, and the latest update was Establishment and Operation Licence No. 82/GPDC-UBCK dated 28 September 2021 issued by the State Securities Commission of Vietnam.

The Company was established on the basis of combining Phu Hung Securities Corporation (“PHS”) – established under Establishment and Operation Licence No. 23/UBCK-GPHDKD dated 1 December 2006 and An Thanh Securities Joint Stock Company (“ATS”). Accordingly, the Company took over all of the assets, liabilities, rights and obligations of PHS and ATS as at 19 January 2016 and PHS and ATS ceased their operations from 20 January 2016. Assets and liabilities of PHS and ATS as at 19 January 2016 were transferred to the Company at book value and the net asset (total assets – total liabilities) of PHS and ATS as at 30 September 2015 formed the share capital of the Company at that date.

The principal activities of the Company are to conduct securities brokerage, securities dealing, margin loan, securities investment advisory, securities depository and securities underwriting.

## **2. Basis of preparation**

### **(a) Statement of compliance**

The Report on Utilisation of Capital for the period from 9 September 2021 to 30 September 2021 of the capital raised from the private placement of shares on 30 August 2021 (“Report on Utilisation of Capital”) contains the financial information relating to the utilisation of capital raised from the private placement of shares on 30 August 2021.

The Report on Utilisation of Capital has been prepared based on the following principles:

- The Report on Utilisation of Capital has been prepared based on the accounting records and documents of the Company;
- The Report on Utilisation of Capital only presents the payments made from 9 September 2021 to 30 September 2021 from the capital raised from the private placement of shares on 30 August 2021; and
- The Report on Utilisation of Capital only presents the initial utilisation of capital in accordance to the capital utilisation plan approved by the Resolution of the General Shareholders Meeting No. 01/2021/NQ-DHDCD dated 13 April 2021 and does not present revolving capital, if any.

The Report on Utilisation of Capital has been prepared to assist the Company to comply with the requirements of Circular No. 96/2020/TT-BTC dated 16 November 2020 of the Ministry of Finance providing guidance for disclosure of information on securities market (“Circular 96”) in relation to the disclosure of information on share issuance and report on capital utilisation. This Report on Utilisation of Capital and its utilisation are not designed for those who are not informed about the principles and requirements of Circular 96. Therefore, the Report on Utilisation of Capital may not be suitable for any other purposes.

**Phu Hung Securities Corporation**

**Notes to the Report on Utilisation of Capital for the period from 9 September 2021 to 30 September 2021 on the capital raised from the private placement of shares on 30 August 2021 (continued)**

**(b) Basis of measurement**

The Report on Utilisation of Capital is prepared on cash basis using the historical cost concept. In accordance with this accounting basis:

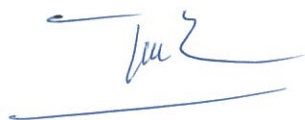
- The cash collected from the share issuance is recorded when the Company receives cash from its shareholders;
- The capital utilisation is recorded when the payments are made.

**(c) Accounting and presentation currency**

The Report on Utilisation of Capital is prepared and presented in Vietnam Dong (“VND”).

19 November 2021

Prepared by:



Ms. Nguyen Phuong Trinh  
*Accounting Staff*

Reviewed by:



Ms. Do Thi Ai Vy  
*Chief Accountant*

Approved by:



Mr. Chen Chia Ken  
*General Director*