PXP VIETNAM FUND LTD

PXP VIETNAM FUND LIMITED

Interim report (unaudited)
for the six months ended 31 March 2011

London Stock Exchange
LISTED
PREMIUM

Contents

OBJECTIVE AND FINANCIAL SUMMARY

OBJECTIVE

The investment objective of PXP Vietnam Fund Limited ('the Fund' or 'the Company') is to seek long-term capital appreciation of its assets by investing in a portfolio of equity securities of Vietnamese companies, whether established with domestic or foreign ownership, which are either listed companies or prelisting companies.

FINANCIAL SUMMARY

Financial Position	31 March 2011	30 September 2010	% change
Total Net Assets	US$42.5m	US$51.3m	-17.27%
Ordinary shares of US$0.05 in issue	12,000,000	12,000,000	
Net Asset Value ('NAV') per share	US$3.540	US$4.279	-17.27%
Share price	US$3.32	US$3.80	-12.63%
US$/VND Exchange rate	20,895	19,475	-7.29%
Viet Nam Index	461.13	454.52	1.45%
Viet Nam Index adjusted US$ rate	311.00	328.89	-5.44%

Results for the six-month period ended	31 March 2011	31 March 2010
Loss per share	(US$0.47)	(US$0.60)
Expense ratio[1]	1.66%	1.23%

Period's high and low	Six months ended 31 March 2011	
	High	Low
NAV per share	US$4.306	US$3.493
Share price	US$3.80	US$3.32
Premium/(discount)	1.92%	(14.42%)

[1] The expense ratio is calculated as total expenses over the average NAV for the period. The ratio for the six-month period ended 31 March 2010 excludes the listing expenses.

INTERIM MANAGEMENT REPORT

CHAIRMAN'S STATEMENT

Performance and outlook

The performance of PXP Vietnam Fund Limited was disappointing over the six-month period to 31 March 2011, with the Net Asset Value per share decreasing by 17.27%, from US$4.279 to US$3.540. The Viet Nam Index ('VNI') decreased by 5.44% in US dollar terms over the same period, the product of a 1.45% increase in the VNI and a 7.29% devaluation of the Vietnamese Dong ('VND').

Although the Vietnamese economy continues to deliver strong GDP growth, the increasing concerns during this period regarding the size of the trade deficit, weakness of the VND and accelerating inflation have all had an adverse impact on market performance. The action taken by the government in the first months of 2011 to tighten monetary policy and to clampdown on unofficial foreign exchange trading have delivered a more stable currency, as at the date of this statement, but the tighter monetary policy will need to be applied resolutely if inflation is to be contained.

The strong corporate earnings growth experienced in Vietnam in recent years may be dampened in many sectors in 2011 by the effects of inflation, higher interest rates and more restrained local consumer demand. However, the strong fundamentals of the companies at the core of the portfolio of the Fund continue to demonstrate the potential for robust earnings growth and long-term capital appreciation.

Comments on investment performance including an explanation on comparative performance against the VNI, strategy and outlook can be found in the Investment Manager's Review.

Share price

The share price of the Company decreased from US$3.80 to US$3.32, a fall of 12.63% over the six-month period. The discount at which shares traded to the Net Asset Value of the Company narrowed from 11.19% at the start of the period to 6.21% as at 31 March 2011.

Directorate

There were no changes to the Board of Directors during the six-month period to 31 March 2011. The director, Mr Markus Winkler resigned from the Board with effect from 30 April 2011. The Company's Nomination Committee is currently undertaking a process to search for a new director.

The four directors in office at the date of this interim report will be seeking re-election at the Annual General Meeting of the Company to be held on 15 June 2011.

INTERIM MANAGEMENT REPORT (CONTINUED)

PXP VIETNAM ASSET MANAGEMENT

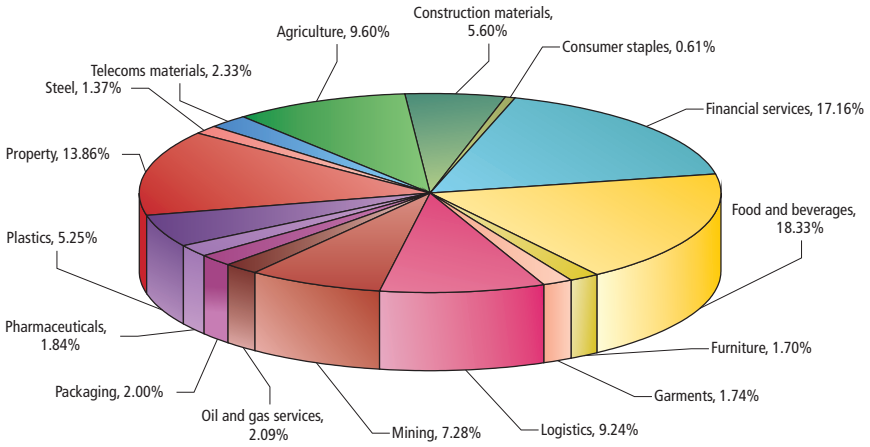
INVESTMENT MANAGER'S REVIEW

Review of the interim period

During the period under review the Fund's Net Asset Value ('NAV') per share decreased by 17.27%, from US$4.279 to US$3.540. This compares with a fall in the Viet Nam Index ('VNI') of 5.44% in US$ terms over the same period. The Vietnamese Dong ('VND') depreciated by 7.29% over the period under review. The table below represents NAV performance as compared to that of the VNI in US$ terms for the stated periods to 31 March 2011:

	NAV	VNI (US$)
	%	%
6 MONTHS	-17.27	-5.44
1 YEAR	-29.93	-15.61
2 YEARS	35.57	39.94
3 YEARS	-33.61	-31.21
4 YEARS	-67.68	-67.00
5 YEARS	-22.65	-30.21
6 YEARS	46.21	41.62

An analysis of the portfolio at an industry sector level as at 31 March 2011 is included in Note 4 of the accompanying interim financial information and in the chart below.



INTERIM MANAGEMENT REPORT (CONTINUED)

INVESTMENT MANAGER'S REVIEW (CONTINUED)

Stock market

The Fund's performance during the period under review was extremely disappointing on both relative and absolute bases. Whilst the VNI return was negatively impacted by the fourth currency devaluation since November 2009, turning a 1.45% gain in local currency into a 5.44% loss in US dollars, the Fund's underperformance is explained (but not excused) by the nature of foreign flows during the period as a result of the rapid expansion of assets committed to the two Exchange Traded Funds ('ETFs'), directing several hundred million dollars into a relatively small group of index heavyweights which do not feature highly (if at all) in the Fund's portfolio for qualitative reasons.

Subsequent to the end of the period under review the index continued along a fairly narrow path, with a net move close to zero and a trading range of only 25 points for the whole of April and the first two weeks of May 2011 before being violently shaken from its slumber in the middle of the month as continuing high interest rates and macro concerns returned to the fore. What began as a partial unravelling of the 'ETF effect' (albeit with negligible declines in the actual size of those vehicles) as domestic investors took profits in the most heavily weighted constituents - which had become favourites for short-term traders adept at anticipating flows – turned into a rout as banks recalled credit lines to brokers in order to ensure compliance with stricter rules on the quality of loan books. Margin calls led to selling which in turn led to further calls and increased selling pressure, with the VNI falling 23.5% from a high of 485 on 12 May to a traded low of 371 on 26 May before rebounding to 411 at the time of writing.

Economy

The 9% devaluation of the Vietnamese Dong on 10 February 2011 catalysed a seismic shift in monetary policy after 15 years of 'growth above everything' to a determined focus on reining in inflationary pressures. Whilst a series of across the board interest rate increases aimed at redressing excessive credit growth over the past three years has not yet had the desired impact on headline inflation numbers in an environment of upward pressure on food and energy prices globally, the Vietnamese government's seeming determination to accept the attendant slowdown in economic growth and to follow through with a coherent and cohesive monetary policy platform is beginning to show signs of a rebuilding of confidence in its macroeconomic management abilities. The convergence of the official and black market VND/US$ exchange rates from late April 2011 may become a pivotal event in improving the long-term outlook with currency stability essential to attract inflows into Dong-denominated assets (including equities). Month-on-month CPI numbers are likely to continue to slow over the next few quarters and we feel that the risk/reward ratio is starting to turn positive.

Looking beyond the main concern of high inflation (running at 19.8% year-on-year to the end of May 2011) and with recent currency weakness at least temporarily in check, we are of the opinion that the long-term bull case for Vietnam - centred around booming exports (up over 30% for the first five months of 2011), a strong domestic economy (evidenced by retail sales growth in excess of 20% and industrial production up 14% year-to-date to the end of May 2011) and undiminished Foreign Direct Investment disbursements - remains intact as long as the government's resolve does not waver. The trade deficit has been relatively stable at US$ 12 to 12.5 billion for the past couple of years, and is likely to begin to decline if the government follows through with policies to eliminate wastage on the import side as the demand for capital goods and machinery begins to slow.

INTERIM MANAGEMENT REPORT (CONTINUED)

INVESTMENT MANAGER'S REVIEW (CONTINUED)

Outlook and Strategy

The Investment Manager's strong views that the macro issues in the Vietnamese economy are close to resolution and that the Vietnamese stock market is near the end of a 4-year bear cycle require that the Fund remains fully invested in the medium term. We believe that fulfilling the Fund's aim of delivering superior long-term returns is best achieved by applying consistent policies on stock selection, and we intend to continue with our fundamental, research-driven bottom-up approach to investing in Vietnam and trust that Shareholders will bear with us in spite of recent underperformance caused by the dominance of quantitative investment styles over the past year.

On behalf of the Investment Manager

Kevin Snowball
30 May 2011

INTERIM MANAGEMENT REPORT (CONTINUED)

PRINCIPAL RISKS AND UNCERTAINTIES

The Company's assets consist mainly of listed securities and the principal risks are market related such as price volatility, foreign exchange risk and inflation risk. The Company is exposed to market price risk on all of its investments and is subject to additional risks arising from the concentration of investments in one particular market being the Vietnamese market, resulting in the Company being heavily dependent on the performance of this particular market. Other risks faced by the Company include performance risks, share price risks, regulatory risks, and control systems risks. These risks, and the way in which they are mitigated and managed, are described in more detail in the Prospectus of the Fund dated 30 June 2006, the Summary Document prepared in connection with the admission to the Official List and trading on the London Stock Exchange's Main Market for listed securities dated 31 March 2010 and under the heading Principal Risks and Uncertainties within the Directors' report in the Annual Report and Audited Financial Statements for the year ended 30 September 2010, all of which may be found in the section relating to the Company on the website of PXP Vietnam Asset Management Limited: www.pxpam.com. The Company's principal risks and uncertainties have not changed materially since the Annual Report and Audited Financial Statements were published and are not expected to change materially for the remaining six months of the Company's financial year.

RELATED PARTY TRANSACTIONS

Details of related party transactions during the period can be found in Note 8 to the accompanying condensed interim financial information.

STATEMENT OF RESPONSIBILITY OF THE BOARD OF DIRECTORS IN RESPECT TO THE INTERIM REPORT

The Directors confirm that, to the best of their knowledge:

- The condensed interim financial statements have been properly prepared in accordance with International Accounting Standard 34 *Interim Financial Reporting*.

- The interim management report includes a fair review of:

  - Important events that have occurred during the first six months of the year;
  - The impact of those events on the condensed financial statements;
  - A description of the principal risks and uncertainties for the remaining six months of the financial year; and
  - Details of any material related party transactions.

On behalf of the Board of Directors

Philip Smiley
Chairman
30 May 2011

PRICEWATERHOUSECOOPERS

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AUDITOR'S REVIEW REPORT ON CONDENSED INTERIM FINANCIAL INFORMATION

TO THE BOARD OF DIRECTORS OF PXP VIETNAM FUND LIMITED

We have reviewed the accompanying interim balance sheet of PXP Vietnam Fund Limited ("the Company") as at 31 March 2011, the related interim income statement, interim statement of comprehensive income, interim statement of changes in equity and interim statement of cash flows for the six-month period then ended. The Board of Directors of the Company is responsible for the preparation and presentation of this condensed interim financial information in accordance with International Accounting Standard 34, 'Interim financial reporting'. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2400. This Standard requires that we plan and perform the review to obtain moderate assurance about whether the condensed interim financial information is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34, 'Interim financial reporting'.

Ian S. Lydall
Authorised signatory

PricewaterhouseCoopers (Vietnam) Limited
Ho Chi Minh City, SR Vietnam
Review report number HCM2860
30 May 2011

INTERIM BALANCE SHEET

	Notes	As at 31 March 2011	As at 30 September 2010
		US$'000 (Unaudited)	US$'000 (Audited)
Assets			
Current assets			
Financial assets at fair value through profit or loss	4	42,479	51,377
Other receivables and prepayments		38	143
Cash and cash equivalents		127	50
Total assets		**42,644**	**51,570**
Liabilities			
Current liabilities			
Accrued fees and other payables		(166)	(222)
Total liabilities		**(166)**	**(222)**
Net assets		**42,478**	**51,348**
Equity			
Capital and reserves attributable to equity holders of the Company			
Issued capital	5	600	600
Share premium	5	33,953	33,953
Cumulative translation reserve		(15,010)	(11,742)
Accumulated profits		22,935	28,537
Total equity		**42,478**	**51,348**
Net asset value per share (US$ per share)	6	**3.540**	**4.279**

The attached Notes 1 to 8 form an integral part of this condensed interim financial information.

INTERIM INCOME STATEMENT

	Notes	Six months ended 31 March 2011	Six months ended 31 March 2010
		US$'000 (Unaudited)	US$'000 (Unaudited)
Interest income		1	12
Dividend income		1,062	771
Net losses on financial assets at fair value through profit or loss	4	(5,878)	(6,408)
Net investment loss		**(4,815)**	**(5,625)**
Management fee	8	(490)	(647)
Custodian, administration and secretarial fees		(49)	(56)
Transaction costs		(4)	(12)
Directors' fees	8	(52)	(25)
Listing expenses		-	(750)
Foreign exchange loss – net		(20)	-
Legal and professional expenses		(76)	(9)
Other operating expenses – net		(96)	(25)
Total operating expenses		**(787)**	**(1,524)**
Loss before tax		**(5,602)**	**(7,149)**
Income tax expense		-	(1)
Net loss for the period		**(5,602)**	**(7,150)**
Losses per share – basic (US$ per share)	6	**(0.47)**	**(0.60)**

The attached Notes 1 to 8 form an integral part of this condensed interim financial information.

INTERIM STATEMENT OF COMPREHENSIVE INCOME

	Six months ended	
	31 March 2011	31 March 2010
	US$'000 (Unaudited)	US$'000 (Unaudited)
Net loss for the period	(5,602)	(7,150)
Other comprehensive income/(loss)		
Currency translation differences	(3,268)	(4,554)
Total comprehensive loss for the period	**(8,870)**	**(11,704)**

The attached Notes 1 to 8 form an integral part of this condensed interim financial information.

INTERIM STATEMENT OF CHANGES IN EQUITY

	Issued capital	Share premium	Cumulative translation reserve	Accumulated profits	Total
	US$'000	US$'000	US$'000	US$'000	US$'000
Balance at 1 October 2009	**600**	**33,953**	**(6,170)**	**43,942**	**72,325**
Net loss for the six month period	-	-	-	(7,150)	(7,150)
Other comprehensive income/(loss):					
Currency translation differences	-	-	(4,554)	-	(4,554)
Total comprehensive loss for the period ended 31 March 2010	-	-	(4,554)	(7,150)	(11,704)
Balance at 31 March 2010	**600**	**33,953**	**(10,724)**	**36,792**	**60,621**
Net loss for the six month period	-	-	-	(8,255)	(8,255)
Other comprehensive income/(loss):					
Currency translation differences	-	-	(1,018)	-	(1,018)
Total comprehensive loss for the period ended 30 September 2010	-	-	(1,018)	(8,255)	(9,273)
Balance at 30 September 2010	**600**	**33,953**	**(11,742)**	**28,537**	**51,348**
Net loss for the six month period	-	-	-	(5,602)	(5,602)
Other comprehensive income/(loss):					
Currency translation differences	-	-	(3,268)	-	(3,268)
Total comprehensive loss for the period ended 31 March 2011	-	-	(3,268)	(5,602)	(8,870)
Balance at 31 March 2011	**600**	**33,953**	**(15,010)**	**22,935**	**42,478**

The attached Notes 1 to 8 form an integral part of this condensed interim financial information.

INTERIM STATEMENT OF CASH FLOWS

	Six months ended	
	31 March 2011	31 March 2010
	US$'000 (Unaudited)	US$'000 (Unaudited)
Cash flows from operating activities		
Purchases of financial assets	(1,463)	(5,650)
Proceeds from sales of financial assets	1,209	3,590
Dividends received	1,164	652
Interest received	1	12
Listing expenses paid	-	(78)
Other operating expenses paid	(832)	(707)
Income tax paid	-	(1)
Net cash generated from/(used in) operating activities	**79**	**(2,182)**
Increase/(decrease) in cash and cash equivalents	**79**	**(2,182)**
Cash and cash equivalents at beginning of the period	50	2,937
Effects of exchange rate changes on cash and cash equivalents	(2)	(4)
Cash and cash equivalents at end of the period	**127**	**751**

The attached Notes 1 to 8 form an integral part of this condensed interim financial information.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

1. GENERAL INFORMATION

PXP Vietnam Fund Limited ('the Fund' or 'the Company') is a closed-end investment company incorporated in the Cayman Islands on 7 May 2003 under the Companies Law, Cap. 22 (Revised) as an exempted company with limited liability. Its Certificate of Incorporation number is CR-125492.

The Fund's shares are listed on the London Stock Exchange plc's Main Market for listed securities.

The address of the Company's registered office is:

CARD Corporate Services Ltd.
Zephyr House, 122 Mary Street
PO Box 709
Grand Cayman, KY1-1107
Cayman Islands

The principal activity of the Company is investment holding with an objective to seek long term capital appreciation of its assets by investing in a portfolio of equity securities of listed or prelisting Vietnamese companies, whether established with domestic or foreign ownership.

This condensed interim financial information was approved for issue on 30 May 2011.

This condensed interim financial information has been reviewed, not audited.

2. BASIS OF PREPARATION

This condensed interim financial information for the six months ended 31 March 2011 has been prepared in accordance with IAS 34 *Interim Financial Reporting*. The condensed interim financial information should be read in conjunction with the annual financial statements for the year ended 30 September 2010, which have been prepared in accordance with International Financial Reporting Standards ('IFRS').

The condensed interim financial information is presented in United States Dollars (US$) and all values are rounded to the nearest thousand ('000) unless otherwise indicated.

3. ACCOUNTING POLICIES

The accounting policies applied are consistent with those of the annual financial statements for the year ended 30 September 2010, as described in those annual financial statements.

The following new amendments to standards and interpretations are mandatory for the first time for the financial year beginning 1 October 2010, but are not currently relevant for the Company:

- IFRS 1 (amendment) *First Time Adoption of IFRS - Additional Exemptions for First-time Adopters*.
- IFRS 1 (amendment) *First Time Adoption of IFRS - Limited Exemption from Comparative IFRS 7 Disclosures for First-time Adopters*.
- IFRS 2 (amendment) *Share-based Payments - Group Cash-settled Share-based Payment Transactions*.
- IAS 32 (amendment) *Financial Instruments: Presentation - Classification of Rights Issues*.
- IFRIC 19 *Extinguishing Financial Liabilities with Equity Instruments*.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)

3. ACCOUNTING POLICIES (CONTINUED)

There were other amendments to standards as part of the IASB's annual improvements project published in April 2009 that are not noted above. These amendments to standards were mostly effective from 1 January 2010 and do not have an impact on the Company's financial statements.

The following new standards, amendments to standards, and amendment to interpretation have been issued but are not effective for the financial year beginning 1 October 2010 and have not been early adopted:

- IFRS 1 (amendment) *First Time Adoption of IFRS* is effective from 1 July 2011. These amendments include two changes to IFRS 1 on fixed dates and hyperinflation. The Company is not a first time adopter, so these amendments are not relevant to the Company.

- IFRS 7 (amendment) *Financial Instruments: Disclosures - Transfers of Financial Assets* is effective from 1 July 2011. This amendment relates to transfer transactions of financial assets (for example, securitisations) and requires additional disclosures around such transactions. Currently the Company does not perform transactions that would require additional disclosures from this amendment.

- IFRS 9 (2010) *Financial Instruments - Classification and Measurement* is effective from 1 January 2013. There are significant changes to existing guidance in IAS 39, including the multiple classification and measurement models in IAS 39 being replaced with a single model that has only two classification categories: amortised cost and fair value. Classification under IFRS 9 is driven by the entity's business model for managing the financial assets and the contractual characteristics of the financial assets. Adoption of IFRS 9 will result in changes to the presentation and disclosure of financial assets in the financial statements of the Company, but is not expected to impact on the recognition and measurement of the financial assets.

- IFRS 10 *Consolidated Financial Statements* is effective from 1 January 2013. The standard changes the definition of control so that the same criteria are applied to all entities to determine control. Currently the Company does not control any other entities, so this standard is not relevant to the Company.

- IFRS 11 *Joint Arrangements* is effective from 1 January 2013. Changes in the definitions have reduced the 'types' of joint arrangements to two: joint operations and joint ventures. The existing policy choice of proportionate consolidation for jointly controlled entities has been eliminated. Currently the Company does not participate in any joint arrangements, so this standard is not relevant to the Company.

- IFRS 12 *Disclosure of Interests in Other Entities* is effective from 1 January 2013 and sets out the required disclosure for entities reporting under IFRS 10 and IFRS 11. As IFRS 10 and IFRS 11 are currently not relevant to the Company, IFRS 12 is also not relevant to the Company.

- IFRS 13 *Fair Value Measurement* is effective from 1 January 2013. The standard provides a precise definition of fair value and a single source of fair value measurement and disclosure requirements. IFRS 13 applies when other IFRSs require or permit fair value measurements. It does not introduce any new requirements to measure an asset or a liability at fair value, change what is measured at fair value in IFRSs or address how to present changes in fair value. IFRS 13 will be applicable to the financial assets in the financial statements of the Company, and management will assess the expected impact on the financial statements before the year of adoption of the standard.

- IAS 12 (amendment) *Deferred Tax: Recovery of Underlying Assets* is effective from 1 January 2012. This amendment introduces an exception to the general measurement requirements of IAS 12 *Income Taxes* in respect of investment properties measured at fair value. Currently the Company does not have any investment property, so this amendment is not relevant to the Company.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)

3. ACCOUNTING POLICIES (CONTINUED)

- IAS 24 (amendment) *Related Party Disclosures* is effective from 1 January 2011. The amendment removes the requirement for government-related entities to disclose details of all transactions with the government and other government-related entities; and clarifies and simplifies the definition of a related party. Management expects that the revised definition of a related party will not result in the Company being required to make additional disclosures.

- IFRIC 14 (amendment) *Prepayments of a Minimum Funding Requirement* is effective from 1 January 2011. The Company does not have employees, so this amendment is not relevant to the Company.

There are other amendments to standards as part of the IASB's annual improvements project published in May 2010 that are not noted above. These amendments to standards are mostly effective from 1 January 2011 and are unlikely to have an impact on the Company's financial statements.

4. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	As at	
	31 March 2011	**30 September 2010**
	US$'000	**US$'000**
Financial assets designated at fair value through profit or loss at inception		
- Listed equity securities	41,645	50,256
- Convertible bonds	834	1,055
	42,479	**51,311**
Financial assets held for trading		
- Derivatives	-	66
	-	**66**
Total financial assets at fair value through profit or loss	**42,479**	**51,377**

The Company was not holding any investments in prelisting equity securities at the balance sheet dates.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)

4. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Movements in financial assets at fair value through profit or loss in the periods:

	Six months ended	
	31 March 2011	31 March 2010
	US$'000	US$'000
Opening balance	51,377	68,881
Purchases	1,463	5,650
Sales proceeds	(1,209)	(3,083)
Net losses recognised in profit or loss	(5,878)	(6,408)
Difference arising on translation to presentation currency	(3,274)	(4,541)
Closing balance	**42,479**	**60,499**

Analysis of financial assets at fair value through profit or loss by industrial sector at the balance sheet dates:

	As at			
	31 March 2011		30 September 2010	
	US$'000	%	US$'000	%
Agriculture	4,077	9.60	5,051	9.83
Construction materials	2,379	5.60	3,049	5.94
Consumer discretionary	-	-	53	0.10
Consumer staples	259	0.61	304	0.59
Financial services	7,289	17.16	9,243	17.99
Food and beverages	7,786	18.33	8,218	16.00
Furniture	722	1.70	739	1.44
Garments	737	1.74	844	1.64
Logistics	3,927	9.24	4,773	9.28
Mining	3,092	7.28	3,446	6.70
Oil and gas services	888	2.09	828	1.61
Packaging	850	2.00	1,151	2.24
Pharmaceuticals	783	1.84	1,092	2.13
Plastics	2,231	5.25	2,754	5.36
Property	5,888	13.86	7,813	15.21
Steel	581	1.37	736	1.44
Telecoms materials	990	2.33	1,283	2.50
	42,479	**100.00**	**51,377**	**100.00**

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)

4. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Net losses arising from changes in the fair values of financial assets in the periods:

	Six months ended	
	31 March 2011	31 March 2010
	US$'000	US$'000
Realised (losses)/gains on sales of equity securities	(29)	92
Unrealised losses	(5,849)	(6,500)
	(5,878)	**(6,408)**

Net losses arising from changes in the fair values of financial assets as presented above is calculated with reference to the fair values of equity securities held at the start of the period and the costs of equity securities purchased during the period.

5. SHARE CAPITAL AND SHARE PREMIUM

The Company's authorised share capital at 31 March 2011 and at 30 September 2010 is 50,000,000 ordinary shares with a par value of US$0.05 per share. 12,000,000 shares were issued and fully paid before 1 October 2008.

In connection with the listing of the shares of the Company on the London Stock Exchange's Main Market, on 24 March 2010 the Company and Capita IRG Trustees Limited ("the Depository") entered into the Depository Agreement under which the Company appointed the Depository to constitute and issue from time to time, series of depository interests representing securities issued by the Company. The ordinary shares of the Company are held on trust for the holders of the depository interests. As at 31 March 2011, Capita IRG Trustees (Nominees) Limited held 11,105,999 (92.55%) of the Company's ordinary shares (30 September 2010: 11,105,999 (92.55%) of the Company's ordinary shares). Of the 11,105,999 depository interests that have been issued as at 31 March 2011, Euroclear Nominees Limited holds 9,182,073 depository interests representing 76.52% of the Company's ordinary shares (30 September 2010: 9,302,192 depository interests) and Citibank Nominees (Ireland) Limited holds 1,689,679 depository interests representing 14.08% of the Company's ordinary shares (30 September 2010: 1,725,817 depository interests) for the purpose of clearance of such shares through the clearing houses Euroclear and Clearstream Banking S.A., respectively.

6. NET ASSET VALUE PER SHARE AND LOSS PER SHARE

The net asset value per share is based on net assets of US$42,478,000 (30 September 2010: US$51,348,000) and 12,000,000 ordinary shares (30 September 2010: 12,000,000) being the number of shares in issue at the period end.

The basic loss per share is based on 12,000,000 ordinary shares (30 September 2010: 12,000,000), being the weighted average number of shares in issue during the period. During the period, the Company did not have dilutive ordinary shares.

There have been no other transactions involving ordinary shares or potential ordinary shares between the reporting date and the date of completion of this financial information.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)

7. SEGMENT INFORMATION

The Chief Executive Officer ('CEO') of the Investment Manager makes the strategic resource allocations on behalf of the Company. The Company has determined the operating segments based on the reports reviewed by the CEO, which are used to make strategic decisions. The CEO is responsible for the Company's entire portfolio and considers the business to have a single operating segment. The CEO's asset allocation decisions are based on a single, integrated investment strategy, and the Company's performance is evaluated on an overall basis. The Company invests in a portfolio of the equity securities of Vietnamese companies, which are mostly listed companies, with the objective of seeking long-term capital appreciation of its assets. The internal reporting provided to the CEO for the Company's assets, liabilities and performance is prepared on a consistent basis with the recognition and measurement principles of IFRS. There were no changes in the reportable segments in the period.

8. RELATED PARTIES

Directors

At the Annual General Meeting of the Company held on 31 August 2010, shareholders approved an update to the Articles which increased the maximum aggregate amount of directors' remuneration to US$125,000 per annum. The Board of Directors determines the fees payable to each director, subject to this maximum aggregate amount.

Total directors' remuneration for the six month period to 31 March 2011 amounted to US$52,000 (six month period to 31 March 2010: US$25,000).

Investment manager

The Fund is managed by the Investment Manager, PXP Vietnam Asset Management Limited, a company incorporated with limited liability under the laws of the British Virgin Islands. The Fund pays to the Investment Manager a monthly management fee which is equal to one-twelfth of 2% of the net asset value of the Fund, is payable monthly in advance and is calculated by reference to the valuation day at the end of the preceding month. Total management fee for the six month period to 31 March 2011 amounted to US$490,000 (six month period to 31 March 2010: US$647,000) and there was no outstanding fee payable at 31 March 2011 (30 September 2010: US$86,000).

DIRECTORY

DIRECTORS OF THE COMPANY

Philip Smiley
Urs Bolzern
Antony Jordan
Christopher Vale
Markus Winkler (resigned on 30 April 2011)

REGISTERED OFFICE

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