



PXP VIETNAM FUND LIMITED

Interim report (unaudited)
for the six months ended 31 March 2012



London
Stock Exchange

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PREMIUM



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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 2012	30 September 2011	% change
Total Net Assets	US\$49.5m	US\$41.8m	18.18%
Ordinary shares of US\$0.05 in issue	12,000,000	12,000,000	
Net Asset Value ('NAV') per share	US\$4.121	US\$3.487	18.18%
Share price	US\$3.50	US\$3.13	11.82%
Vietnamese dong ('VND')/US dollar ('US\$') exchange rate	20,825	20,830	0.02%
Viet Nam Index	441.03	427.60	3.14%
Viet Nam Index adjusted US\$ rate	298.44	289.28	3.17%

Results for the six-month period ended	31 March 2012	31 March 2011
Earnings/(loss) per share	US\$0.64	(US\$0.47)
Expense ratio ¹	1.46%	1.65%

Period's high and low	Six months ended 31 March 2012	
	High	Low
NAV per share	US\$4.224	US\$3.192
Share price	US\$3.510	US\$2.925
Discount	(7.61%)	(18.50%)

¹ The expense ratio is calculated as total expenses, excluding brokerage commissions, as a percentage of the average month-end net assets for the period.

INTERIM MANAGEMENT REPORT

CHAIRMAN'S STATEMENT

Performance and outlook

Over the first three months of the six-month period to 31 March 2012, the Viet Nam Index ('VNI') decreased by 18.58% in US dollar terms. This was followed by a reverse in the Vietnam stock market from January 2012 which delivered a 26.71% increase in the VNI in US dollar terms over the three months to 31 March 2012 and a net increase of 3.17% over the six-month period. The portfolio of PXP Vietnam Fund Limited continued to be invested fully in Vietnamese equities, and the Fund outperformed the VNI with an increase of 18.18% in NAV per share over the six-month period to 31 March 2012.

The interim period began with the Vietnam stock market dampened down by the effects of the tight monetary policies implemented by the Government from early 2011 that were mainly targeting the country's escalating price inflation, this being a consequence of the credit-driven growth experienced in Vietnam in recent years combined with supply-side inefficiencies in the economy and external price shocks. The policies of high interest rates and restrictions on credit growth impacted most sectors of the economy and hit hardest in the real estate sector, with the booming market of recent years seizing up, prices falling, and many projects being shelved as developers ran short of cash. The stock market suffered from the cut-off of margin lending to local investors and a general lack of optimism in the short-term outlook for Vietnamese equities, with the continuing global economic uncertainty and market turbulence contributing to the gloomy outlook and sluggish performance of the local market during 2011.

The turnaround in performance of the stock market in January 2012 was not triggered by a policy change or any other obvious event, but instead by the realisation that Government policies were delivering the intended results. After peaking at over 23% year-on-year in August 2011, price inflation has steadily reduced, down to 14% year-on-year by March 2012. The Vietnamese Dong (the 'Dong') has continued to be stable since the February 2011 devaluation, strengthening by 0.02% over the six months to 31 March 2012, and giving investors cause to reassess the opportunities in Dong-denominated equities. Lower inflation and a more stable currency should facilitate a controlled reduction in interest rates, and these hopes have started to be realised with interest rate cuts of 1% in each of March, April and May 2012.

The immediate outlook for the Vietnamese economy may be a period of slower growth, with GDP growth for 2012 expected to be lower than the 7% per annum experienced on average over the previous decade. The uncertain global economic conditions and the possibility of external shocks such as further increases in the global costs of food and fuel represent ongoing risks to the Vietnamese economy.

Despite the rally in the Vietnam stock market from the lows in January 2012, the Board concurs with the view of the Investment Manager that valuations remain at the low end of the historic trading range and that the market retains upside potential in the medium term.

Share price

The share price of the Company increased from US\$3.13 to US\$3.50, a gain of 11.82% over the six-month period. The discount at which shares traded to the Net Asset Value of the Company expanded from 10.24% at the start of the period to 15.07% as at 31 March 2012.

Annual general meeting

The annual general meeting ('AGM') of the Company will be held on 31 May 2012. In addition to the ordinary business of the AGM, the Directors have put forward a proposal to give the Board authority to issue up to 20 million 'C' Shares within one year of the AGM. More detail on this ordinary resolution is given in Note 12 of this condensed interim financial information.

INTERIM MANAGEMENT REPORT (CONTINUED)

CHAIRMAN'S STATEMENT (CONTINUED)

Annual general meeting (continued)

Conditional on the shareholders approving the ordinary resolution at the AGM, the Directors believe that if the proposed 'C' Share offer proceeds within the authorised timeframe, it will provide investors (both existing shareholders and new subscribers) with the opportunity to increase their investment exposure to Vietnam and that the additional capital for investment by the Company in Vietnamese equities would be raised in a manner that reduces the risk of dilution to the existing shareholders and ensures that the costs of raising and investing that additional capital are not borne by the existing shareholders.

Directorate

There were no changes to the Board of Directors during the six-month period to 31 March 2012.

The five 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 31 May 2012.

Philip Smiley

Chairman
28 May 2012

INTERIM MANAGEMENT REPORT (CONTINUED)



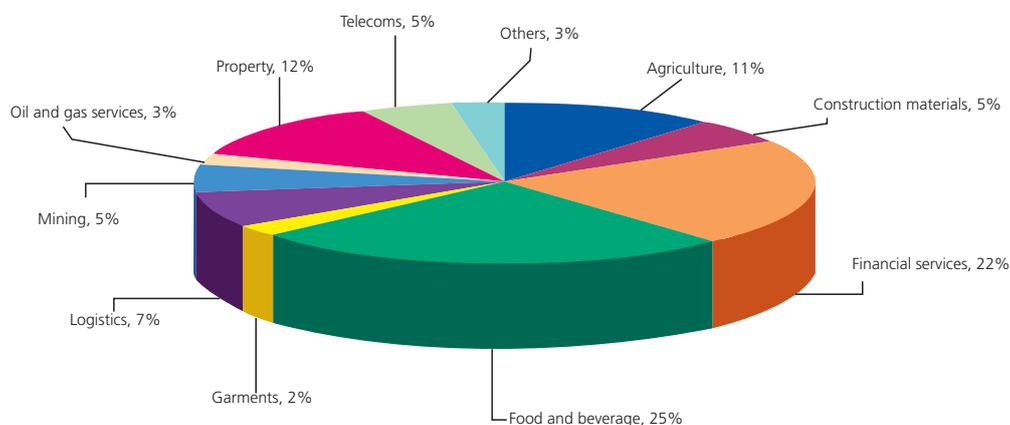
INVESTMENT MANAGER'S REVIEW

Review of the interim period

During the period under review the Fund's Net Asset Value ('NAV') per share increased by 18.18%, from US\$3.487 to US\$4.121. This compares with an increase in the Viet Nam Index ('VNI') of 3.17% in US\$ terms over the same period. The Vietnamese Dong ('VND') appreciated by 0.02% 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 2012:

	NAV per share	VNI (US\$)
	%	%
6 MONTHS	18.18	3.17
1 YEAR	16.41	-4.04
2 YEARS	-18.43	-19.02
3 YEARS	57.83	34.29
4 YEARS	-22.71	-33.99
5 YEARS	-62.38	-68.33
6 YEARS	-9.95	-33.03
7 YEARS	70.22	35.90
8 YEARS	57.59	20.02

An analysis of the portfolio at an industry sector level as at 31 March 2012 is included in Note 6 of the accompanying interim financial information and in the chart below.



INTERIM MANAGEMENT REPORT (CONTINUED)

INVESTMENT MANAGER'S REVIEW (CONTINUED)

Stock market

The Vietnamese stock markets began the Company's Financial Year in bearish mode, with the VNI falling 22.3% from the 427.60 points close on 30 September 2011 to a traded low of 332.28 on 9 January 2012 as domestic macro concerns continued to weigh on sentiment amid forced margin-related selling from banks reducing "non-productive" loans in order to comply with the State Bank-directed 16% limit by 2011 calendar year end. Average daily turnover on the Ho Chi Minh City Stock Exchange declined to less than US\$12.5 million in January 2012, excluding block trades as apathy continued beyond the index bottom, which coincided with ANZ Bank's sale of its 9.6% stake in Sacombank (STB).

A rally which started as a relatively "slow burn" throughout the remainder of January 2012 gathered momentum the following month as investors began to be convinced by the improving macroeconomic environment, discussed in more detail below. Turnover increased steadily, averaging US\$29.5 million daily in February and US\$53.5 million in March 2012, with the VNI continuing to advance beyond the end of the period under review to a traded high for the calendar year to the time of writing of 492.44 on 8 May 2012, an impressive 48.2% above the low in less than four months. A healthy period of consolidation over the past two weeks catalysed by a combination of local concerns regarding the slowing of GDP growth and renewed fears for the future of the Euro and the global economy should now be at an end with a new round of interest rate cuts announced in response to a further sharp fall in the annualised rate of inflation for May 2012.

Economy

A shift in the focus of monetary policy since the most recent currency devaluation in February 2011 from "growth above everything" toward promoting financial stability has resulted in dramatic improvements in the macroeconomic environment, including a sharp fall in the rate of inflation and the rebuilding of confidence in the currency. The Dong has exhibited remarkable stability over the past 15 months, trading within a range of 2% either side of the level set at the date of the last devaluation.

The annual rate of inflation peaked in August 2011 at 23.2% and has fallen to 8.3% with the release of the May 2012 data. This has enabled the State Bank to announce a third round of across-the-board 1% interest rate cuts in the past three months. The Balance of Trade, which showed a small surplus for the first four months of calendar 2012, slipped into deficit for the calendar year to the end of May to the extent of US\$622 million but is being interpreted positively as an indication of improved domestic demand likely to stimulate growth from a first quarter three-year low of 4% towards the Government's revised 5.7% full year target.

Outlook and strategy

Interest rates are being lowered as the rate of inflation moderates, resulting in earnings forecasts being raised so that (if predicted improvements in profitability prove correct) valuations are not yet becoming stretched by share price increases. Our universe of 120 listed stocks is currently at roughly a quarter percentage point below nine times 2012 earnings at the time of writing which we believe to be supportive of further gains in a market which has historically (albeit over less than a dozen years in existence) traded between eight and 35 times earnings. We are confident that the rally has further to go, barring external shocks or backpedalling domestically on an overall monetary policy platform which appears to us designed to put an end to the mini "boom bust" cycles of the past five years or so.

Our strategy remains to build and maintain a high conviction portfolio providing Shareholders with access to the highest quality companies listed in Vietnam. We continue to apply a rigorous, research-driven, bottom-up approach to stock selection which we believe will enable Shareholders to maximise returns over the long term.

On behalf of the Investment Manager

Kevin Snowball
28 May 2012

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 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 for the year ended 30 September 2011, both 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 was published.

As described in Note 12 of the accompanying condensed interim financial information, the Directors have put forward a proposal for consideration of shareholders at the Annual General Meeting of the Company that will take place on 31 May 2012 to give authority to the Board to issue up to 20 million 'C' Shares within one year of the Annual General Meeting. If the proposed share offer is approved and new share capital is raised, there is a risk of delay in investing the new funds in accordance with the investment objective of the Company depending on prevailing stock market conditions and limited availability of suitable investment opportunities at the time. Other than risks and uncertainties associated with the proposed new share offer, the Company's principal risks and uncertainties 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 11 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 financial 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
28 May 2012



**REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION
TO THE BOARD OF DIRECTORS OF PXP VIETNAM FUND LIMITED**

Introduction

We have reviewed the accompanying interim balance sheet of PXP Vietnam Fund Limited (“the Company”) as of 31 March 2012, 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 and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2400, “Engagements to Review Financial Statements”. A review of condensed interim financial information consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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.

Ian S. Lydall
Chairman

PricewaterhouseCoopers (Vietnam) Limited
Ho Chi Minh City, SR Vietnam
28 May 2012

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INTERIM BALANCE SHEET

	Notes	As at	
		31 March 2012	30 September 2011
		US\$'000 (Unaudited)	US\$'000 (Audited)
Assets			
Current assets			
Financial assets at fair value through profit or loss	6	48,673	41,295
Due from brokers		446	-
Other receivables and prepayments		412	106
Cash and cash equivalents		45	909
Total assets		49,576	42,310
Equity			
Capital and reserves attributable to equity holders of the Company			
Issued capital	7	600	600
Share premium		33,953	33,953
Cumulative translation reserve		(14,924)	(14,898)
Accumulated profits		29,822	22,194
Total equity		49,451	41,849
Liabilities			
Current liabilities			
Due to brokers		-	228
Accrued fees and other payables		125	233
Total liabilities		125	461
Total equity and liabilities		49,576	42,310
Net asset value per share (US\$ per share)	8	4.121	3.487

The attached Notes 1 to 12 form an integral part of this condensed interim financial information.

INTERIM INCOME STATEMENT

	Notes	Six months ended	
		31 March 2012	30 March 2011
		US\$'000 (Unaudited)	US\$'000 (Unaudited)
Interest income		8	1
Dividend income		1,053	1,062
Net gains/(losses) on financial assets at fair value through profit or loss	6	7,217	(5,878)
Net investment income/(loss)		8,278	(4,815)
Management fee	11	(422)	(490)
Custodian, administration and secretarial fees		(40)	(49)
Transaction costs		(16)	(4)
Directors' fees	11	(52)	(52)
Foreign exchange loss - net		-	(20)
Other operating expenses - net		(119)	(172)
Total operating expenses		(649)	(787)
Profit/(loss) before tax		7,629	(5,602)
Income tax expense		(1)	-
Net profit/(loss) for the period		7,628	(5,602)
Earnings/(loss) per share - basic (US\$ per share)	8	0.64	(0.47)

The attached Notes 1 to 12 form an integral part of this condensed interim financial information.

INTERIM STATEMENT OF COMPREHENSIVE INCOME

	Six months ended	
	31 March 2012	30 March 2011
	US\$'000 (Unaudited)	US\$'000 (Unaudited)
Net profit/(loss) for the period	7,628	(5,602)
Other comprehensive income/(loss)		
Currency translation differences	(26)	(3,268)
Total comprehensive income/(loss) for the period	7,602	(8,870)

The attached Notes 1 to 12 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 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 (Unaudited)	600	33,953	(15,010)	22,935	42,478
Net loss for the six month period	-	-	-	(741)	(741)
Other comprehensive income/(loss):					
Currency translation differences	-	-	112	-	112
Total comprehensive income/(loss) for the period ended 30 September 2011	-	-	112	(741)	(629)
Balance at 30 September 2011	600	33,953	(14,898)	22,194	41,849
Net profit for the six month period	-	-	-	7,628	7,628
Other comprehensive income/(loss):					
Currency translation differences	-	-	(26)	-	(26)
Total comprehensive income/(loss) for the period ended 31 March 2012	-	-	(26)	7,628	7,602
Balance at 31 March 2012 (Unaudited)	600	33,953	(14,924)	29,822	49,451

The attached Notes 1 to 12 form an integral part of this condensed interim financial information.

INTERIM STATEMENT OF CASH FLOWS

	Six months ended	
	31 March 2012	30 March 2011
	US\$'000 (Unaudited)	US\$'000 (Unaudited)
Cash flows from operating activities		
Purchases of financial assets	(6,057)	(1,463)
Proceeds from sales of financial assets	5,195	1,209
Dividends received	738	1,164
Interest received	8	1
Other operating expenses paid	(746)	(832)
Income tax paid	-	-
	<hr/>	<hr/>
Net cash (used in)/generated from operating activities	(862)	79
	<hr/>	<hr/>
(Decrease)/increase in cash and cash equivalents	(862)	79
Cash and cash equivalents at beginning of the period	909	50
Effects of exchange rate changes on cash and cash equivalents	(2)	(2)
	<hr/>	<hr/>
Cash and cash equivalents at the end of the period	45	127
	<hr/> <hr/>	<hr/> <hr/>

The attached Notes 1 to 12 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 Company'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 28 May 2012.

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 2012 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 2011, 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.

2.1 Going concern

The Directors have a reasonable expectation that the Company has adequate resources to continue its business, with its stated objectives and strategy, for the foreseeable future. The Company therefore continues to adopt the going concern basis in preparing this condensed interim financial information.

3. ACCOUNTING POLICIES

The accounting policies applied are consistent with those of the annual financial statements for the year ended 30 September 2011, as described in those annual financial statements.

The following amendment to a standard is mandatory for the first time for the financial year beginning 1 October 2011:

- IAS 34 (amendment) *Interim Financial Reporting*. The amendments place greater emphasis on the disclosure principles for significant events and transactions. Additional requirements cover disclosure of changes to fair value measurements (if significant), and the need to update relevant information from the most recent annual report. The main impact of this amendment on the condensed interim financial information of the Company is the inclusion of disclosures on liquidity risk and an analysis of the Company's financial assets that are measured at fair value between levels of the fair value hierarchy.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)

3. ACCOUNTING POLICIES (CONTINUED)

There are no other new or amended IFRSs or IFRIC interpretations that are mandatory for the first time for the financial year beginning 1 October 2011 that have an impact on the condensed interim financial information of the Company.

4. ESTIMATES AND JUDGEMENTS

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this condensed interim financial information, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 30 September 2011.

5. FINANCIAL RISKS

5.1 Financial risk factors

The Company is exposed to certain special risks as well as normal investment risks. All securities investments present a risk of loss of capital. The Board of Directors believes that the Company's investment policy will moderate this risk. The Company is exposed to market price risk, interest rate risk, credit risk, liquidity risk, currency risk and conversion risk.

The interim condensed financial information does not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's financial statements as at 30 September 2011.

There have been no changes in the risk management policies employed by the Company since 30 September 2011.

5.2 Liquidity risk

The table below analyses the Company's financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

At 31 March 2012

	Less than one month	One month to 12 months
	US\$'000	US\$'000
Administration and custodian fees payable	22	-
Accrued directors' fees	-	52
Other payables and accruals	7	44
	29	96
Contractual cash out flows	29	96

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)

5. FINANCIAL RISKS (CONTINUED)

5.2 Liquidity risk (continued)

At 30 September 2011

	Less than one month	One month to 12 months
	US\$'000	US\$'000
Due to brokers	228	-
Management fees payable	71	-
Administration and custodian fees payable	18	-
Accrued directors' fees	-	91
Other payables and accruals	27	26
	344	117
Contractual cash out flows	344	117

5.3 Fair value estimation

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The following table presents the Company's financial assets that are measured at fair value:

At 31 March 2012

	Level 1	Level 2	Level 3	Total balance
	US\$'000	US\$'000	US\$'000	US\$'000
Financial assets				
Financial assets designated at fair value through profit or loss at inception:				
- Equity securities	48,673	-	-	48,673
	48,673	-	-	48,673
Total financial assets	48,673	-	-	48,673

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)

5. FINANCIAL RISKS (CONTINUED)

5.3 Fair value estimation (continued)

At 30 September 2011

	Level 1	Level 2	Level 3	Total balance
	US\$'000	US\$'000	US\$'000	US\$'000
Financial assets				
Financial assets held for trading:				
- Derivatives	-	-	242	242
Financial assets designated at fair value through profit or loss at inception:				
- Equity securities	41,053	-	-	41,053
Total financial assets	41,053	-	242	41,295

In the interim period to 31 March 2012, there were no reclassifications of financial assets and no transfers between levels.

In the interim period to 31 March 2012, there were no significant changes in business circumstances that affect the fair value of the Company's financial assets and financial liabilities. Changes in economic circumstances affect the fair value of the Company's financial assets, including the movement in market prices of equities in Vietnam. A commentary on the significant changes is included in the Interim Management Report on pages 2 to 6 of this interim report.

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	As at	
	31 March 2012	30 September 2011
	US\$'000	US\$'000
Financial assets designated at fair value through profit or loss at inception		
- Listed equity securities	48,673	41,053
Financial assets held for trading		
- Derivatives	-	242
Total financial assets at fair value through profit or loss	48,673	41,295

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

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)

6. 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 2012	31 March 2011
	US\$'000	US\$'000
Opening balance	41,259	51,377
Purchases	5,829	1,463
Sales proceeds	(5,642)	(1,209)
Net gains/(losses) recognised in profit or loss	7,217	(5,878)
Difference arising on translation to presentation currency	(26)	(3,274)
Closing balance	48,673	42,479

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

	As at			
	31 March 2012		30 September 2011	
	US\$'000	%	US\$'000	%
Agriculture	5,460	11.22	3,819	9.25
Construction materials	2,457	5.05	1,923	4.66
Consumer staples	127	0.26	196	0.47
Financial services	10,679	21.94	8,115	19.65
Food and beverage	12,269	25.21	10,366	25.10
Furniture	247	0.51	516	1.25
Garments	1,111	2.28	901	2.18
Logistics	3,637	7.47	3,270	7.92
Mining	2,483	5.10	2,501	6.06
Oil and gas services	1,295	2.66	800	1.94
Pharmaceuticals	397	0.82	492	1.19
Plastics	200	0.41	1,828	4.43
Property	5,604	11.51	4,826	11.69
Steel	388	0.80	464	1.12
Telecoms	2,319	4.76	1,278	3.09
	48,673	100.00	41,295	100.00

As at 31 March 2012, the value of one holding in the equity of an issuer within the food and beverage sector is 22.08% of the net asset value of the Company (30 September 2011: 23.66%) and the value of one holding in the equity of an issuer within the financial services sector is 11.74% of the net asset value of the Company (30 September 2011: 12.81%). There are no other holdings with value exceeding 10% of the net asset value of the Company as at 31 March 2012 or 30 September 2011.

The Company does not hold any interests of more than 10% in the equity of the issuers.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)

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

Net gains/(losses) arising from changes in the fair values of financial assets in the periods:

	Six months ended	
	31 March 2012	31 March 2011
	US\$'000	US\$'000
Realised gains/(losses) on sales of equity securities	1,741	(29)
Unrealised gains/(losses)	5,476	(5,849)
	7,217	(5,878)

Net gains/(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.

7. SHARE CAPITAL

The Company's authorised share capital at 31 March 2012 and at 30 September 2011 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 2010.

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 2012, Capita IRG Trustees (Nominees) Limited held 11,105,999 (92.55%) of the Company's ordinary shares (30 September 2011: 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 2012, Euroclear Nominees Limited holds 7,589,882 depository interests representing 63.25% of the Company's ordinary shares (30 September 2011: 8,118,451 depository interests) and Citibank Nominees (Ireland) Limited holds 2,432,958 depository interests representing 20.27% of the Company's ordinary shares (30 September 2011: 2,452,118 depository interests) for the purpose of clearance of such shares through the clearing houses Euroclear and Clearstream Banking S.A., respectively.

8. NET ASSET VALUE PER SHARE AND EARNINGS/(LOSS) PER SHARE

The net asset value per share is based on net assets of US\$49,451,000 (30 September 2011: US\$41,849,000) and 12,000,000 ordinary shares (30 September 2011: 12,000,000) being the number of shares in issue at the period end.

The basic earnings/(loss) per share is based on 12,000,000 ordinary shares (30 September 2011: 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)

9. SEGMENT INFORMATION

The Chief Executive Officer ('CEO') of the Investment Manager makes the strategic resource allocations on behalf of the Company. The CEO is responsible for the Company's entire portfolio and makes decisions based on a single, integrated investment strategy with the performance of the Company being evaluated on an overall basis. The internal reports which the CEO uses are prepared on a consistent basis with the recognition and measurement principles of IFRS. Based on the structure of internal reviews, the CEO considers that the Company operates in a single operating segment and there has been no change in the way the Company operates in the interim period to 31 March 2012.

The Company is domiciled in the Cayman Islands and invests only in Vietnamese companies, whether established with domestic or foreign ownership. As at 31 March 2012, the Company is invested only in listed Vietnamese companies.

The Company has a diversified shareholder population. The majority of the shares are held on trust by a depository which issues depository interests which may be transferred and settled electronically on the London Stock Exchange. See details in Note 7.

10. SEASONALITY

Due to the nature of its business, the Company is not subject to any seasonal fluctuations that have a material impact on the results of the Company within a financial year.

11. RELATED PARTY TRANSACTIONS

Directors

There has been no change to the basis of calculation of Directors' remuneration or to the amounts payable per annum in the six month period to 31 March 2012.

Total directors' remuneration for the six month period to 31 March 2012 amounted to US\$52,000 (six month period to 31 March 2011: US\$52,000).

Investment manager

There has been no change to the basis of calculation of management fee in the six month period to 31 March 2012.

Total management fee for the six month period to 31 March 2012 amounted to US\$422,000 (six month period to 31 March 2011: US\$490,000) and there was no outstanding fee payable at 31 March 2012 (30 September 2011: US\$71,000).

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)

12. EVENT OCCURRING AFTER THE REPORTING PERIOD

The Directors have put forward proposals for the consideration of shareholders at the AGM of the Company, that will take place on 31 May 2012, which include the creation of a new class of shares, being 20 million 'C' Shares with a par value of US\$0.05 each, by re-designating 20 million existing authorised but unissued shares of the Company as 'C' Shares and giving authority to the Board of Directors to issue up to 20 million 'C' Shares within one year of the AGM on terms and conditions which include:

- (a) 'C' Shares will be issued at a price per 'C' Share that is not below the Net Asset Value per existing issued share of the Company on the most recent monthly valuation date prior to the date of the offer;
- (b) up to 12 million of the 'C' Shares will be offered initially to existing holders of ordinary shares who are not resident in jurisdictions which would require the offer to be subject to local regulatory approval or securities restrictions deemed by the Board to be punitive to the Company in the context of the offer as a whole;
- (c) any 'C' Shares from the initial allocation not taken up by existing holders of ordinary shares, as well as up to a further 8 million 'C' Shares, shall be offered to new investors on the same terms as the initial allocation; and
- (d) 'C' Shares will automatically convert into ordinary shares once the Board determines that at least 80% of the assets attributable to the issue of the 'C' Shares have been invested in accordance with the Company's investment policy.

The outcome of the shareholder vote on these proposals will be known after the AGM on 31 May 2012. The issue of 'C' Shares would be subject to the publication of a Prospectus outlining full details of the offer of the 'C' Shares.

DIRECTORY

DIRECTORS

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Urs Bolzern
Antony Jordan
Christopher Vale
Do Thu Ngan

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