

Hanoi, 01 April 2017

**REPORT OF THE SUPERVISORY BOARD
ON THE ACTIVITIES OF MANAGEMENT AND THE BOARD OF DIRECTORS IN 2016**

Respectfully submitted to: THE ANNUAL GENERAL MEETING OF SHAREHOLDERS

2016 was the first year of the 2016 – 2020 five-year social and economic development plan. During 2016, the world economy grew at a slower pace than forecast. Global trade grew at a slower rate and markets for goods were weak. Despite the challenging global climate, Vietnam remained among the fastest growing economies in Asia.

Against this backdrop, Vingroup Joint Stock Company (“**Vingroup**” or the “**Group**”) was able to maintain growth and expansion in all of our key segments. The Group maintains its position as a leading private company in Vietnam, contributing to the socio-economic development and improving Vietnamese’s people living conditions, not only in big cities but also in other provinces nationwide. In 2016, the Supervisory Board has coordinated closely with the Board of Directors (the “**Board**”) and the Management to supervise the issuance and implementation of the resolutions of the General Meeting of Shareholders (the “**GMS**”) and the Board, review and coordinate with the Internal Audit Division of the Group and member companies to ensure proper compliance with legal provisions and internal code of management.

Within the scope of responsibilities, functions and authority as prescribed under the Charter of the Group and in accordance with the Enterprise Law and other regulations applicable to listed companies, the Supervisory Board supervised and ensured compliance with the relevant laws and Vingroup’s Charter in relation to financial management and accounting practices, investment and development activities. The Supervisory Board also conducted periodical inspection over the financial statements of the Group and its subsidiaries.

On behalf of the Supervisory Board, I would like to report to the Annual General Meeting of Shareholders (the “**AGM**”) as follows:

1. Vingroup’s financial condition:

The Supervisory Board agrees with the contents of both the 2016 consolidated and unconsolidated financial statements as prepared by Management and audited by Ernst & Young Vietnam Ltd. These financial statements accurately reflect Vingroup’s financial position as at 31 December 2016 as well as its business performance and cash flows for the fiscal period from 1 January 2016 to 31 December 2016.

Key financial indicators from Vingroup's 2016 consolidated financial statements are as follows:

a. Business performance:

- Net revenue : VND 57.6 trillion
- Total profit before tax : VND 5.8 trillion
- Net profit after tax : VND 3.5 trillion

b. Consolidated Group assets:

- Current assets	:	VND 87.6 trillion
- Non-current assets	:	VND 92.9 trillion
Total assets	:	VND 180.5 trillion

c. Owners' equity: VND 45.3 trillion

Summary:

In 2016, Vingroup achieved a net revenue of VND 57.6 trillion, an increase of 69% compared to 2015. Net profit after tax reached VND 3.5 trillion, an increase of 134% compared to 2015.

2. Assessment of legal compliance and implementation of the resolutions of the General Meeting of Shareholders and the Board of Directors

In 2016, as Vingroup maintained rapid development and business efficiency, the Group complied with all applicable laws. Within the scope of our responsibilities and authority, the Supervisory Board hereby concludes that Vingroup conducted its business in a sustainable manner and in compliance with the relevant laws and regulations. The Supervisory Board also concludes that the implementation of the resolutions by the GMS and the Board has been thoroughly and properly carried out, without any serious violations that could potentially damage the Group's reputation or pose a threat to its business operations.

3. Supervision and inspection of the implementation of internal code of management and related parties transactions

Vingroup is engaged in various sectors including property, hospitality and entertainment, consumer retail, healthcare, education and agriculture, spanning across the country. In 2016, the rapid development and expansion in all of Vingroup's businesses led to a significant increase in the Group's workload and number of transactions. The Supervisory Board concludes that Management has put in a lot of effort to conduct the Group's business, maintained good corporate governance, and successfully minimized risks and ensured compliance.

In 2016, the members of the Supervisory Board have satisfactorily discharged their supervision duties, and provided timely recommendations to Management and the Board in order to overcome shortcomings and prevent potential risks.

Entering 2017, the future workload and other market challenges will continue to present the Board, Management and all of Vingroup's employees with great responsibilities, which calls for concerted efforts from every Vingroup member, as well as the support and trust of our Shareholders. The Supervisory Board will do our best in performing our responsibilities, collaborating closely with Management and the relevant divisions within Vingroup.

On this occasion, on behalf of the Supervisory Board, I would like to send our best wishes to the Shareholders, the Board and Management, and wish for another successful AGM.

Thank you.

To:
- As stated above;
- Vingroup archives.

**ON BEHALF OF
THE SUPERVISORY BOARD**

(signed)

**NGUYEN THE ANH
HEAD OF THE SUPERVISORY BOARD**

Note: Further amendments and supplements to this document may be proposed to the AGM for approval at the GMS.