

Audited Project Financial Statements

Project Number: 42182-013
Loan/Grant Number: 2517/0384
Period covered: 1/1/2015-31/12/2015

VIE: Renewable Energy Development and Network Expansion and Rehabilitation for Remote Communes Sector Project

Prepared by Central Power Corporation

For the Asian Development Bank
Date received by ADB: 30 June 2016

The audited project financial statements are documents owned by the borrower. The views expressed herein do not necessarily represent those of ADB's Board of Directors, Management, or staff. These documents are made publicly available in accordance with ADB's Public Communications Policy 2011 and as agreed between ADB and the Central Power Corporation.

**CENTRAL POWER CORPORATION
RENEWABLE ENERGY DEVELOPMENT AND
NETWORK EXPANSION AND REHABILITATION
FOR REMOTE COMMUNES SECTOR PROJECT
Loan Agreement No. 2517-VIE(SF)**

**AUDITED FINANCIAL STATEMENTS
AND MANAGEMENT LETTER**

For the year ended 31 December 2015



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PART I
FINANCIAL STATEMENTS

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STATEMENT OF THE BOARD OF DIRECTORS

The Board of Directors of Central Power Corporation ("CPC") presents this report together with the financial statements of the Renewable Energy Development and Network Expansion and Rehabilitation for Remote Communes Sector Project - Loan Agreement No. 2517-VIE(SF) - Portion implemented by CPC (the "Project") for the year ended 31 December 2015.

Board of Directors

The members of the Board of Directors of CPC who held office during the year and to the date of this report are as follows:

Mr. Tran Dinh Nhan	General Director
Mr. Pham Sy Hung	Deputy General Director
Mr. Le Kim Hung	Deputy General Director
Mr. Nguyen Thanh	Deputy General Director

Board of Directors' Statement of Responsibility

The Board of Directors of CPC is responsible for preparing the financial statements of the Project, which comprise the balance sheet as at 31 December 2015, the statement of sources and uses of funds, statement of disbursements, statement of withdrawals, statement of Project implementation by construction/work item, statement of imprest account for the year then ended and the notes to the financial statements, which give a true and fair view of the financial position of the Project as at 31 December 2015, as well as its receipts, disbursements and expenditures for the year then ended, in accordance with the accounting policies set out in Note 3 of the Notes to the financial statements and the covenants contained in Loan Agreement No. 2517-VIE(SF). In preparing these financial statements, the Board of Directors is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the financial statements; and
- design and maintain effective internal control over compliance with requirements that could have a direct and material financial effect on the financial statements as well as over financial reporting for the purpose of properly preparing and presenting the financial statements so as to minimise errors and frauds; and take responsibility for its assertions as to the effectiveness of such internal control.

The Board of Directors is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the financial position of the Project and that the financial statements comply with the accounting policies set out in Note 3 of the Notes to the financial statements. The Board of Directors is responsible for using the Project's funds as intended for the Project and for complying with covenants contained in Loan Agreement No. 2517-VIE(SF) as well as laws and regulations applicable to the Project. The Board of Directors is also responsible for safeguarding the assets of the Project and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities.

The Board of Directors confirms that they have complied with the above requirements in preparing these financial statements.

For and on behalf of the Board of Directors,



Tran Dinh Nhan
General Director

21 June 2016

No.: 64 /VNIA-HN-BC

INDEPENDENT AUDITORS' REPORT

To: The Board of Directors of Central Power Corporation

We have audited the accompanying financial statements of the Renewable Energy Development and Network Expansion and Rehabilitation for Remote Communes Sector Project - Loan Agreement No. 2517-VIE(SF) - Portion implemented by Central Power Corporation (the "Project"), prepared on 21 June 2016, as set out from page 05 to page 16, which comprise the balance sheet as at 31 December 2015, the statement of sources and uses of funds, statement of disbursements, statement of withdrawals, statement of Project implementation by construction/work item, statement of imprest account for the year then ended and the notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the accounting policies set out in Note 3 of the Notes to the financial statements, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Project's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

INDEPENDENT AUDITORS' REPORT (Continued)

Opinion

In our opinion:

- The financial statements give a true and fair view of the financial position of the Project as at 31 December 2015 as well as its receipts, disbursements and expenditures for the year then ended in accordance with the accounting policies set out in Note 3 of the Notes to the financial statements.
- The statement of imprest account gives a true and fair view of the balance of the imprest account as at 31 December 2015 and the Project's receipts and disbursements via the imprest account for the year then ended in accordance with the relevant covenants of Loan Agreement No. 2517-VIE(SF) and prevailing relevant regulations established by the Asia Development Bank.
- The withdrawal applications were reconciled to the statements of expenditures (SOEs) prepared by the Board of Directors during the year and those SOEs were adequately supported.



Dang Chi Dung
Deputy General Director
Audit Practising Registration Certificate
No. 0030-2013-001-1

For and on behalf of
DELOITTE VIETNAM COMPANY LIMITED

21 June 2016
Hanoi, S.R. Vietnam

Nguyen Thanh Huong
Auditor
Audit Practising Registration Certificate
No. 1415-2013-001-1





STATEMENT OF SOURCES AND USES OF FUNDS

For the year ended 31 December 2015

Unit: VND

Contents	2015			Accumulated to 31/12/2015		
	Loan from the Asian Development Bank	Counterpart fund	Total	Loan from the Asian Development Bank	Counterpart fund	Total
RECEIPTS	306,056,313,853	64,965,123,623	371,021,437,476	793,014,427,174	244,027,281,967	1,037,041,709,141
Loan from the Asian Development Bank	306,056,313,853	-	306,056,313,853	793,014,427,174	-	793,014,427,174
Counterpart fund	-	64,965,123,623	64,965,123,623	-	244,027,281,967	244,027,281,967
DISBURSEMENTS	297,021,267,004	64,965,123,623	361,986,390,627	729,501,058,499	244,027,281,967	973,528,340,466
Construction	192,847,705,232	2,722,474,422	195,570,179,654	491,387,390,537	14,636,072,240	506,023,462,777
Equipment	109,235,351,664	2,571,183,216	111,806,534,880	245,954,727,108	4,796,501,378	250,751,228,486
Consulting and others	-	59,671,465,985	59,671,465,985	-	224,594,708,349	224,594,708,349
Realised foreign exchange difference	(5,061,789,892)	-	(5,061,789,892)	(7,841,059,146)	-	(7,841,059,146)
SURPLUS OF RECEIPTS OVER DISBURSEMENTS	9,035,046,849	-	9,035,046,849	63,513,368,675	-	63,513,368,675
Unrealised foreign exchange difference from revaluation of cash balance denominated in foreign currencies	950,074,180	-	950,074,180	1,275,723,567	-	1,275,723,567
OPENING BALANCE	54,803,971,213	-	54,803,971,213	-	-	-
CLOSING BALANCE	64,789,092,242	-	64,789,092,242	64,789,092,242	-	64,789,092,242
Represented by:						
- Cash balance as at 31/12/2015	64,789,092,242	-	64,789,092,242	64,789,092,242	-	64,789,092,242


Phan Thi Thanh Mai
Preparer
21 June 2016


Ho Thang Thu
Chief Accountant


TỔNG CÔNG TY ĐIỆN LỰC MIỀN TRUNG
Trần Đình Nhân
General Director

The notes set out on pages 11 to 16 are an integral part of these financial statements

STATEMENT OF DISBURSEMENTS

For the year ended 31 December 2015

Unit: VND

ITEMS	2015	Accumulated to 31/12/2015
Construction	195,570,179,654	506,023,462,777
Rural Network Expansion and Rehabilitation Project	20,257,102,135	202,782,066,044
A Roang Hydropower Plant Project	28,824,351,000	100,654,502,849
The Extension of Rural Network Expansion and Rehabilitation Project	136,700,951,100	163,304,756,928
Dak Pring Hydropower Plant project	9,787,775,419	39,282,136,956
Equipment	111,806,534,880	250,751,228,486
Rural Network Expansion and Rehabilitation Project (*)	(1,144,171,546)	129,281,734,764
A Roang Hydropower Plant Project	23,656,598,751	32,121,226,345
The Extension of Rural Network Expansion and Rehabilitation Project	89,294,107,675	89,348,267,377
Dak Pring Hydropower Plant Project	-	-
Consulting and others	59,671,465,985	224,594,708,349
Rural Network Expansion and Rehabilitation Project	17,753,472,563	106,240,301,326
A Roang Hydropower Plant Project	10,865,860,666	40,592,353,185
The Extension of Rural Network Expansion and Rehabilitation Project	27,192,004,715	54,579,441,805
Dak Pring Hydropower Plant Project	3,860,128,041	23,182,612,033
Realised foreign exchange difference	(5,061,789,892)	(7,841,059,146)
Total	361,986,390,627	973,528,340,466

(*) Disbursements for equipment in 2015 of Rural Network Expansion and Rehabilitation Project was negative due to the correction of an error in the financial reporting for year 2014. In detail, in 2014 prepayments to suppliers of A Roang Hydropower Plant project was recorded as prepayments to suppliers of Rural Network Expansion and Rehabilitation Project.



Phan Thi Thanh Mai
Preparer

21 June 2016



Ho Thang Thu
Chief Accountant



Tran Dinh Nhan
General Director

STATEMENT OF WITHDRAWALS


For the year ended 31 December 2015

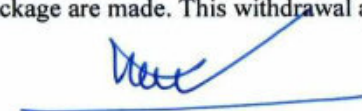
Withdrawal Applications			Amount claimed			Amount disbursed			
No.	Date	Currency	Construction	Equipment	Total	Date	Amount	Difference	Notes
Imprest Account			9,245,822	3,923,126	13,168,948		13,168,948	-	
CPC15	12/01/2015	USD	2,603,051	232,781	2,835,832	09/02/2015	2,835,832	-	
CPC16	20/4/2015	USD	967,640	382,404	1,350,044	26/6/2015	1,350,044	-	
CPC17	07/7/2015	USD	1,794,290	1,132,691	2,926,981	11/8/2015	2,926,981	-	
CPC18	10/8/2015	USD	1,866,482	-	1,866,482	30/9/2015	1,866,482	-	
CPC19	19/8/2015	USD	919,639	1,102,151	2,021,790	26/10/2015	2,021,790	-	
CPC20	26/10/2015	USD	1,094,720	1,073,099	2,167,819	15/12/2015	2,167,819	-	
Special Commitment			-	2,147,745	2,147,745		924,760	1,222,985	
CPC06	26/8/2013	USD	-	965,101	965,101		924,760	40,341	(i)
						09/01/2015	28,800		
						04/5/2015	480,468		
						14/7/2015	324,153		
						15/9/2015	91,339		
CPC21	23/11/2015	USD	-	1,182,644	1,182,644		-	1,182,644	(ii)
Total		USD	9,245,822	6,070,871	15,316,693		14,093,708	1,222,985	

Notes:

(i) Difference was because the withdrawal application was prepared in 2013 for disbursement to open a Letter of Credit for a package of imported equipment, which was partially disbursed in 2014 with the amount of USD 40,341, the remaining amount was disbursed in 2015.

(ii) Difference was because the withdrawal application was prepared for disbursement to open a Letter of Credit for a package of imported equipment, the amount claimed will be disbursed in 2016 when payments for this package are made. This withdrawal application will expire on 19 December 2016.


Phan Thi Thanh Mai
Preparer
 21 June 2016


Ho Thang Thu
Chief Accountant


Trần Đình Nhân
General Director

The notes set out on pages 11 to 16 are an integral part of these financial statements

BALANCE SHEET

As at 31 December 2015

ITEMS	Notes	31/12/2015 VND	31/12/2014 VND
ASSETS			
A. CURRENT ASSETS		137,572,807,994	179,320,169,014
I. Cash		64,789,092,242	54,803,971,213
Cash in bank	5	64,789,092,242	54,803,971,213
II. Short-term receivables		72,783,715,752	124,516,197,801
Advances to suppliers	6	71,889,387,561	124,516,197,801
Other receivables		894,328,191	-
B. EXPENDITURES		965,023,055,913	528,030,997,709
Project implementing expenditures		965,023,055,913	528,030,997,709
TOTAL ASSETS		1,102,595,863,907	707,351,166,723
RESOURCES			
A. LIABILITIES		56,381,117,335	38,072,815,093
I. Current liabilities		56,381,117,335	38,072,815,093
Payables to suppliers	7	52,733,753,644	35,829,217,675
Other payables		3,647,363,691	2,243,597,418
B. FUNDS		1,046,214,746,572	669,278,351,630
Loan from the Asian Development Bank	8	793,014,427,174	486,958,113,321
Counterpart fund		244,027,281,967	179,062,158,344
Other funds		153,161,324	153,161,324
Foreign exchange reserve	9	9,019,876,107	3,104,918,641
TOTAL RESOURCES		1,102,595,863,907	707,351,166,723

OFF BALANCE SHEET ITEMS

	31/12/2015	31/12/2014
Foreign currency		
- USD	2,178,435	2,564,168



Phan Thi Thanh Mai
Preparer

21 June 2016



Ho Thang Thu
Chief Accountant



Tran Dinh Nhan
General Director

The notes set out on pages 11 to 16 are an integral part of these financial statements

STATEMENT OF PROJECT IMPLEMENTATION BY CONSTRUCTION/ WORK ITEM

For the year ended 31 December 2015

Unit: VND

Construction works and work Items	Accumulated from commencement date to 31 December 2014	Project implementation in the year				Accumulated from commencement date to 31 December 2015
		Construction	Equipment	Consulting and others	Total	
Rural Network Expansion and Rehabilitation Project (*)	384,491,529,773	14,165,686,970	(512,963,439)	20,157,421,329	33,810,144,860	418,301,674,633
A Roang Hydropower Plant project	107,639,670,959	48,312,743,602	28,397,203,890	11,302,560,007	88,012,507,499	195,652,178,458
The Extension of Rural Network Expansion and Rehabilitation Project	23,896,037,462	171,008,292,221	90,346,850,238	15,440,207,893	276,795,350,352	300,691,387,814
Dak Pring Hydropower Plant project	12,003,759,515	26,777,998,384	-	11,596,057,109	38,374,055,493	50,377,815,008
Total	528,030,997,709	260,264,721,177	118,231,090,689	58,496,246,338	436,992,058,204	965,023,055,913

(*) The equipment expenditures of Rural Network Expansion and Rehabilitation Project in 2015 were negative amount due to the decrease in the amount of the Project's equipment which was not used up when the constructions were completed and connected to electricity grid.



Phan Thi Thanh Mai
Preparer
21 June 2016



Ho Thang Thu
Chief Accountant



Tran Dinh Nhan
General Director

The notes set out on pages 11 to 16 are an integral part of these financial statements


STATEMENT OF IMPREST ACCOUNT

Period : From 01 January 2015 to 31 December 2015
Account number : 999999689998 (Old No. 44104100052528409999)
Depository Bank : Lien Viet Post Joint Stock Commercial Bank - Da Nang branch
Address : 140 Nguyen Thi Minh Khai, Hai Chau 1 Ward, Hai Chau District, Da Nang City
Currency : USD


	Amount
PART A: ACCOUNT ACTIVITY	
Opening balance (as at 01/01/2015)	2,564,168
Add:	
Total amount deposited by the ADB to the imprest account in the year	13,168,948
Deduct:	
Total amount withdrawn in the year	13,554,681
Closing balance (as at 31/12/2015)	<u>2,178,435</u>

PART B: ACCOUNT RECONCILIATION

1 Opening advance balance by the ADB	5,400,000
2 Add: Total amount advanced by the ADB for the year	-
3 Total present outstanding amount advanced to the imprest account as at 31/12/2015	<u>5,400,000</u>
4 Closing balance of the Imprest account as at 31/12/2015	2,178,435
5 Add: Amount withdrawn but not yet claimed	<u>3,221,565</u>
6 Total advance to the imprest account accounted for as at 31/12/2015	<u>5,400,000</u>


Phan Thi Thanh Mai
Preparer

21 June 2016


Ho Thang Thu
Chief Accountant




Tran Dinh Nhan
General Director

NOTES TO THE FINANCIAL STATEMENTS

These notes are an integral part of and should be read in conjunction with the accompanying financial statements

1. GENERAL INFORMATION

The Renewable Energy Development and Network Expansion and Rehabilitation for Remote Communes Sector Project operates under Loan Agreement No. 2517-VIE(SF) signed on 17 September 2009 between the Government of the Socialist Republic of Vietnam and the Asian Development Bank ("ADB"). The ADB agrees to lend to the Borrower from ADB's Special Funds resources an amount in various currencies equivalent to SDR 102,161,000 in which the fund allocated to the portion implemented by CPC is SDR 36,304,000.

The impact of the Renewable Energy Development and Network Expansion and Rehabilitation for Remote Communes Sector Project is expected to be to promote pro-poor and balanced economic development of remote mountainous communes and poor communes through the sustainable use of electricity and renewable energy in an affordable manner. The Project's outcome is provision of a reliable and affordable supply of electricity to remote mountainous and poor communes and replacement of thermal power generation with renewable energy.

The scope of the Renewable Energy Development and Network Expansion and Rehabilitation for Remote Communes Sector Project comprises:

Component 1: Developing Mini Hydropower Plants

Carrying out subprojects to be selected in accordance with the procedures and criteria, comprising the following activities:

- Construction of mini hydropower plants;
- Connection of such mini hydropower plants to the national grid; and
- Extension of the low voltage network to supply the nearby un-electrified villages packaged as subprojects to be selected.

Component 2: Network Expansion and Rehabilitation for Poor Communes

Carrying out subprojects to be selected in accordance with the procedures and criteria, for the expansion of:

- Medium voltage network by about 800 - 1,000 kilometers (km);
- 2,000 - 2,500 medium to low voltage substations totaling 35 - 40 megavolt-ampere; and/or
- 2,500 - 3,000 km of low voltage distribution lines.

According the Loan Agreement, the Renewable Energy Development and Network Expansion and Rehabilitation for Remote Communes Sector Project was initially scheduled to be completed by 31 December 2015. The Project's life has been extended to 31 December 2017.

2. ACCOUNTING CONVENTION AND FINANCIAL YEAR

Accounting convention

The accompanying financial statements, prepared under the historical cost convention, are expressed in Vietnam Dong (VND) except for the statement of withdrawals and statement of imprest account which are expressed in original currencies. These financial statements are prepared in accordance with the accounting policies set out in Note 3 of the notes to the financial statements.

Financial year

The Project's financial year begins on 01 January and ends on 31 December.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

These notes are an integral part of and should be read in conjunction with the accompanying financial statements

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies, which have been adopted by the Board of Directors in the preparation of these financial statements, are as follows:

Recognition of funds and expenditures

The Project's funds are recognised when received and expenditures are recognized when incurred.

Foreign currency translation

Transactions in foreign currencies are translated into Vietnam Dong (VND) at the exchange rate ruling at the transaction date. Closing balances of assets and liabilities denominated in foreign currencies are retranslated at the rate of commercial bank at the balance sheet date.

Foreign exchange differences are neither receipts nor disbursements. However, foreign exchange differences are presented in a separate item on the statement of sources and uses of funds for the purpose of reconciling cash balances at the beginning and end of the financial year.

4. IMPREST ACCOUNT

Imprest account is a deposit account in USD opened at Lien Viet Post Joint Stock Commercial Bank - Da Nang Branch for implementation of the Project's activities. Payments out of the Imprest account are for expenditures in accordance with the relevant covenants of Loan Agreement No. 2517-VIE(SF) and relevant regulations established by the ADB.

5. CASH

	31/12/2015		31/12/2014	
	USD	VND equivalent	USD	VND equivalent
Imprest account	2,178,435	48,949,444,112	2,564,168	54,803,971,213
Demand deposit in VND	-	15,839,648,130	-	-
	2,178,435	64,789,092,242	2,564,168	54,803,971,213

NOTES TO THE FINANCIAL STATEMENTS (Continued)

These notes are an integral part of and should be read in conjunction with the accompanying financial statements

6. ADVANCES TO SUPPLIERS

	31/12/2015	31/12/2014
	VND	VND
Thua Thien Hue Power Company	4,218,146,000	4,218,146,000
Quang Ngai Power Company	2,984,712,495	3,817,927,000
Gia Lai Power Company	2,890,113,000	2,890,113,000
Quang Nam Power Company	1,774,000,000	2,698,510,791
Quang Tri Power Company	869,000,000	869,000,000
Central Power Testing One member Limited Company	226,179,000	226,179,000
Nghe An Irrigation Construction Joint Stock Company	7,962,713,668	8,500,000,000
Dien Ban Land Development Center	3,966,104,000	1,663,993,000
Consulting Construction and Electric Power Development JSC	2,793,591,497	5,832,492,000
Hai Lang Land Development Center	2,763,344,000	2,443,339,000
Gio Linh Land Development Center	2,534,793,000	1,710,478,000
Thang Binh Land Development Center	2,295,349,000	1,194,088,000
Huong Hoa Land Development Center	2,243,942,000	1,045,197,000
Thuan An Construction Company	2,054,544,000	2,054,544,000
Phu Ninh Land Development Center	1,849,054,000	747,429,000
Dai Han Mechanical and Erection Joint Stock Company	1,804,861,477	1,804,861,477
Dai Loc Land Development Center	1,564,392,000	1,076,865,000
Phu Vang Land Development Center	1,275,952,000	1,169,650,000
Construction Company Limited No.564	785,336,487	9,116,512,720
Phuong Minh Joint Stock Company	525,688,827	3,528,205,886
Construction Joint Stock Company No.47	306,358,533	3,917,600,363
Nam Giang Land Development Center	187,333,891	7,991,582,000
Quang Tri Electric Equipment Company Limited	137,078,321	3,624,021,000
Nha Trang Centrifugal Concrete Joint Stock Company	49,143,534	3,116,362,700
Da Nang Electric Construction Corporation	26,725,414	2,406,454,545
An Ngai Engineering and Construction Joint Stock Company	-	6,883,298,267
Quang Nam Power Construction Joint Stock Company	-	2,622,930,407
Others	23,800,931,417	37,346,417,645
	71,889,387,561	124,516,197,801

NOTES TO THE FINANCIAL STATEMENTS (Continued)

These notes are an integral part of and should be read in conjunction with the accompanying financial statements

7. PAYABLES TO SUPPLIERS

	31/12/2015	31/12/2014
	VND	VND
Quang Nam Power Company	2,255,468,715	-
Quang Tri Power Company	1,418,426,197	165,667,036
Central Power Consultant One member Limited Company	86,971,020	86,971,020
Power Engineering Consulting Company Limited No 3 Da Nang	71,762,727	71,762,727
Gia Lai Power Company	24,889,946	24,889,946
Construction Company Limited No.564	9,219,375,214	-
Tan Binh Company Limited	5,361,269,719	916,328,550
An Ngai Engineering and Construction Joint Stock Company	3,983,168,450	5,608,299,534
Construction Joint Stock Company No.47	3,963,153,305	-
Zhejiang Linhai Zhefu Electric Machinery Company Limited	2,717,965,804	-
Lilama 45.4 Joint Stock Company	2,356,692,771	-
Quang Nam Electric Construction Joint Stock Company	2,189,888,421	2,353,695,543
Nha Trang Centrifugal Concrete Joint Stock Company	1,632,317,754	479,381,072
Vietnam Electric Equipment Joint Stock Corporation	1,511,721,983	1,511,721,983
Dong Ha Electric Construction Joint Stock Company	597,027,506	4,180,741,506
IN.CI.VI Construction Consulting Joint Stock Company	1,031,311,117	1,972,882,658
Song Da 9.01 Joint Stock Company	743,327,667	1,337,649,237
Ha Giang Phuoc Tuong Mechanical Joint Stock Company	614,764,649	1,898,059,451
Tien Phat Company Limited	493,272,863	2,119,141,843
Quang Tri Electric Equipment Company Limited	-	3,480,893,637
Phuong Minh Joint Stock Company	-	2,708,238,725
Others	12,460,977,816	6,912,893,207
	52,733,753,644	35,829,217,675

8. LOAN FROM THE ASIAN DEVELOPMENT BANK

	2015		Accumulated to 31/12/2015	
	Original currency	VND equivalent	Original currency	VND equivalent
USD	14,093,708	306,056,313,853	37,252,273	793,014,427,174
	14,093,708	306,056,313,853	37,252,273	793,014,427,174

9. FOREIGN EXCHANGE RESERVE

	31/12/2015	31/12/2014
	VND	VND
Foreign exchange difference from payment	7,841,059,146	2,779,269,254
Foreign exchange difference from revaluation of payables balance denominated in foreign currencies	(96,906,606)	-
Foreign exchange difference from revaluation of cash balance denominated in foreign currencies	1,275,723,567	325,649,387
	9,019,876,107	3,104,918,641

NOTES TO THE FINANCIAL STATEMENTS (Continued)

These notes are an integral part of and should be read in conjunction with the accompanying financial statements

10. COMMITMENTS

Commitments represent the outstanding value of significant contracts signed with suppliers with the amount of approximately VND 355 billion as at 31 December 2015 (as at 31 December 2014: approximately VND 526 billion).

11. RELATED PARTY TRANSACTIONS AND BALANCES

Related party transactions relate to activities which were financed by the counterpart funds.

List of related parties	Relationship
Central Power Consultant Single Limited Company	Under CPC's management
Power Engineering Consulting Company Limited No 3 Da Nang	Members of EVN
Central Power Testing One member Limited Company	Under CPC's management
Gia Lai Power Company	Under CPC's management
Quang Ngai Power Company	Under CPC's management
Thua Thien Hue Power Company	Under CPC's management
Quang Tri Power Company	Under CPC's management
Quang Nam Power Company	Under CPC's management

During the year, the Company entered into the following significant transactions with its related parties:

	2015	2014
	VND	VND
Purchasing of consulting services		
Quang Tri Power Company	1,349,171,161	2,495,639,036
Quang Ngai Power Company	833,214,505	-
Thua Thien Hue Power Company	35,845,455	-
Quang Nam Power Company	-	1,854,514,209
Power Engineering Consulting Company Limited No 3 Da Nang	-	449,242,727
Central Power Consultant One member Limited Company	-	48,616,818
Purchasing of construction services		
Quang Nam Power Company	3,980,251,506	-

Related party balances as at the balance sheet date were as follows:

	31/12/2015	31/12/2014
	VND	VND
Payables to supplier		
Quang Nam Power Company	2,255,468,715	-
Quang Tri Power Company	1,418,426,197	165,667,036
Central Power Consultant One member Limited Company	86,971,020	86,971,020
Power Engineering Consulting Company Limited No 3 Da Nang	71,762,727	71,762,727
Gia Lai Power Company	24,889,946	24,889,946
Advances to suppliers		
Thua Thien Hue Power Company	4,218,146,000	4,218,146,000
Quang Ngai Power Company	2,984,712,495	3,817,927,000
Gia Lai Power Company	2,890,113,000	2,890,113,000
Quang Nam Power Company	1,774,000,000	2,698,510,791
Quang Tri Power Company	869,000,000	869,000,000
Central Power Testing One member Limited Company	226,179,000	226,179,000

NOTES TO THE FINANCIAL STATEMENTS (Continued)

These notes are an integral part of and should be read in conjunction with the accompanying financial statements

12. COMPARATIVE FIGURES

Comparative figures are figures of the Project's audited financial statements for the year ended 31 December 2014.



Phan Thi Thanh Mai
Preparer

21 June 2016



Ho Thang Thu
Chief Accountant


Tran Dinh Nhan
General Director

PART II
**REPORT OF INDEPENDENT AUDITORS ON
INTERNAL CONTROL**

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REPORT OF INDEPENDENT AUDITORS ON INTERNAL CONTROL

To: The Board of Directors of Central Power Corporation

We have audited, in accordance with International Standards on Auditing, the financial statements of the Renewable Energy Development and Network Expansion and Rehabilitation for Remote Communes Sector Project - Loan Agreement No. 2517-VIE(SF) - Portion implemented by Central Power Corporation (the "Project") for the year ended 31 December 2015 and issued the independent auditors' report thereon dated 21 June 2016 expressing an unmodified opinion on those financial statements.

In connection with our audit of the Project's financial statements, we also examined the effectiveness of internal control over compliance with requirements that could have a direct and material financial effect on the financial statements as well as of internal control over financial reporting.

As stated in the Statement of the Board of Directors on page 2, the Board of Directors is responsible for designing and maintaining effective internal control over compliance with requirements that could have a direct and material financial effect on the financial statements as well as over financial reporting for the purpose of properly preparing and presenting the financial statements so as to minimise errors and frauds; and take responsibility for its assertions as to the effectiveness of such internal control. Our responsibility is to express an opinion on the effectiveness of internal control over compliance with requirements that could have a direct and material financial effect on the financial statements as well as internal control over financial reporting based on our examination.

Our examination was conducted in accordance with International Standard on Assurance Engagements (ISAE) 3000. That standard requires that we comply with ethical requirements and plan and perform our procedures to obtain reasonable assurance about whether, in all material respects, Board of Directors has maintained effective internal control over compliance with requirements that could have a direct and material financial effect on the financial statements as well as internal control over financial reporting.

Our examination included obtaining an understanding of internal control over compliance with requirements that could have a direct and material financial effect on the financial statements as well as of internal control over financial reporting, testing, and evaluating the design and operating effectiveness of the internal control, and performing such other procedures as we considered necessary in the circumstances to obtain sufficient appropriate evidence on which to base our opinion. Because of inherent limitations of internal control over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not to be detected. Also, projections of any evaluation of the effectiveness of the internal control over financial reporting to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

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

In our opinion, the Board of Directors has maintained, in all material respects, effective internal control over compliance with requirements that could have a direct and material financial effect on the Project's financial statements as well as over financial reporting for the year ended 31 December 2015.



Dang Chi Dung
Deputy General Director
Audit Practising Registration Certificate
No. 0030-2013-001-1

For and on behalf of
DELOITTE VIETNAM COMPANY LIMITED

21 June 2016
Hanoi, S.R. Vietnam



Nguyen Thanh Huong
Auditor
Audit Practising Registration Certificate
No. 1415-2013-001-1

PART III

INDEPENDENT ASSURANCE REPORT ON COMPLIANCE

INDEPENDENT ASSURANCE REPORT ON COMPLIANCE

To: The Board of Directors of Central Power Corporation

We have audited, in accordance with International Standards on Auditing, the financial statements of the Renewable Energy Development and Network Expansion and Rehabilitation for Remote Communes Sector Project - Loan Agreement No. 2517-VIE(SF) - Portion implemented by Central Power Corporation (the "Project") for the year ended 31 December 2015 and issued the independent auditors' report thereon dated 21 June 2016 expressing an unmodified opinion on those financial statements.

In connection with the audit of the financial statements, we also performed procedures on the Project's compliance with Loan Agreement No. 2517-VIE(SF), laws and regulations that have a direct and material financial effect on the Project's financial statements for the year ended 31 December 2015 (the "requirements").

The Board of Directors is responsible for complying with Loan Agreement No. 2517-VIE(SF), laws and regulations applicable to the Project. Our responsibility is to express an opinion on the Project's compliance with the requirements based on our procedures. We limited our tests of compliance to the requirements, and we did not test compliance with all laws and regulations applicable to the Project.

We performed our work in accordance with International Standard on Assurance Engagements (ISAE) 3000. That standard requires that we comply with ethical requirements and plan and perform our procedures to obtain reasonable assurance about whether, in all material respects, the Project has complied with the requirements.

An assurance engagement to report on the compliance with the requirements at the Project involves performing procedures to obtain evidence about whether the Project's activities are free of material noncompliance with the requirements, including obtaining an understanding of the internal control relevant to the Project's compliance with the requirements. The procedures selected depend on the auditors' judgment, including the assessment of risks that the Project does not comply with the requirements and whether such noncompliance could have a direct and material financial effect on the Project's financial statements. Our procedures included testing the compliance with the requirements that we consider necessary to provide reasonable assurance that the requirements are complied by the Project.

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

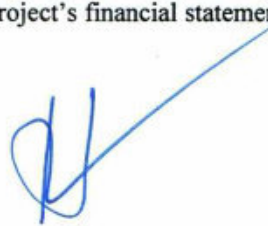
In our opinion, the Project has complied, in all material respects, with Loan Agreement No. 2517-VIE(SF), laws and regulations that could have a direct and material financial effect on the Project's financial statements for the year ended 31 December 2015.



Dang Chi Dung
Deputy General Director
Audit Practising Registration Certificate
No. 0030-2013-001-1

For and on behalf of
DELOITTE VIETNAM COMPANY LIMITED

21 June 2016
Hanoi, S.R. Vietnam


Nguyen Thanh Huong
Auditor
Audit Practising Registration Certificate
No. 1415-2013-001-1