

DNP Holding Joint Stock Company
(Formerly known as Dong Nai Plastic Joint Stock Company)

Interim consolidated financial statements

For the six-month period ended 30 June 2022



DNP Holding Joint Stock Company
(Formerly known as Dong Nai Plastic Joint Stock Company)

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DNP Holding Joint Stock Company

(Formerly known as Dong Nai Plastic Joint Stock Company)

GENERAL INFORMATION

THE COMPANY

DNP Holding Joint Stock Company ("the Company"), formerly known as Dong Nai Plastic Joint Stock Company, is a joint stock company incorporated under the Law on Enterprise of Vietnam pursuant to the Enterprise Registration Certificate ("ERC") No. 3600662561 issued by the Department of Planning and Investment ("DPI") of Dong Nai Province on 2 January 2004 and other subsequent amended ERCs with the 23rd amended ERC dated 27 April 2022 as the latest

In accordance with the Resolution No. 01/2022/NQ-HDCD of the Annual General Meeting of Shareholders of the Company dated 26 April 2022, Dong Nai Plastic Joint Stock Company was renamed as DNP Holding Joint Stock Company. This change was approved by the Department of Planning and Investment of Dong Nai Province by issuing the 23th amended ERC on 27 April 2022.

The Company's shares are listed on the Hanoi Stock Exchange ("HNX") with ticker symbol of DNP.

The current principal activities of the Company and its subsidiaries ("the Group") are to manufacture of plastic products such as pipes, PPR, PVC, HDPE accessories and HDPE packaging products; to exploit, produce and supply clean waters; to produce and supply ceramic tiles; to provide management and investment consulting services.

The Company's head office is located at Street No 9, Bien Hoa Industrial Zone I, An Binh Ward, Bien Hoa City, Dong Nai Province, Vietnam.

BOARD OF DIRECTORS

The members of the Board of Directors during the period and at the date of this report are:

Mr Vu Dinh Do	Chairman	
Mr Ngo Duc Vu	Vice Chairman	
Mr Bui Quang Bach	Vice Chairman	appointed on 26 April 2022
Mr Nguyen Van Hieu	Member	
Mr Le Van Minh	Independent member	resigned on 26 April 2022
Mr Ho Anh Dung	Independent member	
Mr Akhil Jain	Member	
Ms Phan Thuy Giang	Member	

AUDIT COMMITTEE UNDER THE BOARD OF DIRECTORS

The members of Audit committee under the Board of Directors during the period and at the date of this report are:

Mr Bui Quang Bach	Chairman	appointed on 26 April 2022
Mr Le Van Minh	Head	resigned on 26 April 2022
Mr Ho Anh Dung	Member	
Ms Nguyen Hong Oanh	Member	

MANAGEMENT

The members of the Board of Management during the period and at the date of this report are:

Mr Nguyen Van Hieu	General Director
Mr Tran Huu Chuyen	Deputy General Director
Mr Trinh Kien	Deputy General Director
Ms Phan Thuy Giang	Deputy General Director

LEGAL REPRESENTATIVE

The legal representative of the Company during the period and at the date of this report is Mr Nguyen Van Hieu.

AUDITORS

The auditor of the Company is Ernst & Young Vietnam Limited.

DNP Holding Joint Stock Company
(Formerly known as Dong Nai Plastic Joint Stock Company)

REPORT OF MANAGEMENT

Management of DNP Holding Joint Stock Company ("the Company") is pleased to present this report and the interim consolidated financial statements of the Company and its subsidiaries ("the Group") for the six-month period ended 30 June 2022.

MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Management is responsible for the interim consolidated financial statements of each financial period which give a true and fair view of the interim consolidated financial position of the Group and of the interim consolidated results of its operations and its interim consolidated cash flows for the period. In preparing those interim consolidated financial statements, management is required to:

- ▶ select suitable accounting policies and then apply them consistently;
- ▶ make judgements and estimates that are reasonable and prudent;
- ▶ state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the interim consolidated financial statements; and
- ▶ prepare the interim consolidated financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue its business.

Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the interim consolidated financial position of the Group and to ensure that the accounting records comply with the applied accounting system. It is also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Management confirmed that it has complied with the above requirements in preparing the accompanying interim consolidated financial statements.

STATEMENT BY MANAGEMENT

Management does hereby state that, in its opinion, the accompanying interim consolidated financial statements give a true and fair view of the interim consolidated financial position of the Group as at 30 June 2022 and of the interim consolidated results of its operations and its interim consolidated cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the interim consolidated financial statements.

For and on behalf of Management:



Nguyen Van Hieu
General Director

Dong Nai Province, Vietnam

29 August 2022

Reference: 61357203/66713028-HN

REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS

To: The Shareholders and Board of Directors of DNP Holding Joint Stock Company

We have reviewed the accompanying interim consolidated financial statements of DNP Holding Joint Stock Company ("the Company") and its subsidiaries ("the Group") as prepared on 29 August 2022 and set out on pages 5 to 54 which comprise the interim consolidated balance sheet as at 30 June 2022, the interim consolidated income statement and the interim consolidated cash flow statement for the six-month period then ended and the notes thereto.

Management's responsibility

The Company's management is responsible for the preparation and fair presentation of these interim consolidated financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the interim consolidated financial statements, and for such internal control as management determines is necessary to enable the preparation and presentation of the interim consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express a conclusion on the interim consolidated financial statements based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements No. 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

A review of interim financial information consists of making inquiries, 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 Vietnamese 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 interim consolidated financial statements do not give a true and fair view, in all material respects, of the interim consolidated financial position of the Group as at 30 June 2022, and of the interim consolidated results of its operations and its interim consolidated cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the interim consolidated financial statements.

Other Matter

The interim consolidated financial statements of the Group for the six-month period ended 30 June 2021 were reviewed by another audit firm which expressed an unmodified conclusion on those statements on 18 September 2021.

Ernst & Young Vietnam Limited



Tran Nam Dung
Deputy General Director
Audit Practicing Registration Certificate
No. 3021-2019-004-1

Ho Chi Minh City, Vietnam

29 August 2022

INTERIM CONSOLIDATED BALANCE SHEET
as at 30 June 2022

VND

Code	ASSETS	Notes	30 June 2022	31 December 2021
100	A. CURRENT ASSETS		6,452,563,753,586	4,760,222,547,773
110	I. Cash and cash equivalents	5	918,361,732,304	450,998,668,270
111	1. Cash		184,448,634,886	321,511,970,430
112	2. Cash equivalents		733,913,097,418	129,486,697,840
120	II. Short-term investments		364,678,611,028	282,186,955,139
121	1. Held-for-trading securities	6.1	37,591,090,000	37,591,090,000
123	2. Held-to-maturity investments	6.2	327,087,521,028	244,595,865,139
130	III. Current accounts receivable		3,605,873,090,183	2,675,134,308,174
131	1. Short-term trade receivables	7	1,271,937,254,578	1,135,008,017,821
132	2. Short-term advances to suppliers	8	848,958,814,718	187,197,445,095
135	3. Short-term loan receivables	9	28,770,000,000	20,670,000,000
136	4. Other short-term receivables	10	1,552,367,233,047	1,420,843,326,708
137	5. Provision for doubtful short-term receivables	7,8,9,10	(96,160,212,160)	(88,584,481,450)
140	IV. Inventories		1,425,028,201,209	1,251,787,320,381
141	1. Inventories	11	1,434,474,868,659	1,269,101,519,087
149	2. Provision for obsolete inventories	11	(9,446,667,450)	(17,314,198,706)
150	V. Other current assets		138,622,118,862	100,115,295,809
151	1. Short-term prepaid expenses	12	31,068,004,229	17,397,487,865
152	2. Value-added tax deductible		93,674,334,647	80,806,637,425
153	3. Tax and other receivables from the State	21	13,879,779,986	1,911,170,519

INTERIM CONSOLIDATED BALANCE SHEET (continued)
as at 30 June 2022

VND

Code	ASSETS	Notes	30 June 2022	31 December 2021
200	B. NON-CURRENT ASSETS		8,733,190,487,232	9,279,785,255,739
210	I. Non-current accounts receivable		446,895,891,499	377,030,014,224
216	1. Other long-term receivables	10	446,895,891,499	377,030,014,224
220	II. Fixed assets		6,794,905,421,549	7,435,634,423,283
221	1. Tangible fixed assets	13	4,909,490,014,320	5,360,395,964,236
222	Cost		8,589,369,003,406	9,106,024,763,892
223	Accumulated depreciation		(3,679,878,989,086)	(3,745,628,799,656)
224	2. Finance lease fixed assets	14	204,741,278,362	244,442,236,218
225	Cost		277,300,964,588	339,389,026,561
226	Accumulated depreciation		(72,559,686,226)	(94,946,790,343)
227	3. Intangible fixed assets	15	1,680,674,128,867	1,830,796,222,829
228	Cost		1,761,191,902,050	1,889,164,047,494
229	Accumulated amortisation		(80,517,773,183)	(58,367,824,665)
240	III. Long-term asset in progress		704,362,444,912	427,990,700,595
242	1. Construction in progress	16	704,362,444,912	427,990,700,595
250	IV. Long-term investments		383,929,473,416	608,856,378,194
252	1. Investments in associates	17.1	350,042,653,156	574,969,557,934
253	2. Investments in other entities		3,856,420,260	3,856,420,260
255	3. Held-to-maturity investments	17.2	30,030,400,000	30,030,400,000
260	V. Other long-term assets		403,097,255,856	430,273,739,443
261	1. Long-term prepaid expenses	12	108,466,521,921	100,359,762,906
262	2. Deferred tax assets		6,045,711,278	-
269	3. Goodwill	18	288,585,022,657	329,913,976,537
270	TOTAL ASSETS		15,185,754,240,818	14,040,007,803,512

INTERIM CONSOLIDATED BALANCE SHEET (continued)
as at 30 June 2022

VND

Code	RESOURCES	Notes	30 June 2022	31 December 2021
300	C. LIABILITIES		11,434,376,637,577	10,123,836,091,077
310	I. Current liabilities		4,718,761,839,851	3,661,747,861,544
311	1. Short-term trade payables	19	872,160,669,424	715,346,028,016
312	2. Short-term advances from customers	20	54,651,557,293	49,211,108,254
313	3. Statutory obligations	21	54,638,686,580	47,620,569,131
314	4. Payables to employees		68,885,995,596	89,886,377,279
315	5. Short-term accrued expenses	22	209,570,833,793	152,001,649,421
319	6. Other short-term payables	23	240,975,157,719	228,694,919,438
320	7. Short-term loans and finance lease liabilities	24	3,198,537,863,731	2,359,143,790,385
321	8. Provision for short-term payables		12,372,509,306	8,021,701,542
322	9. Bonus and welfare fund		6,968,566,409	11,821,718,078
330	II. Non-current liabilities		6,715,614,797,726	6,462,088,229,533
331	1. Long-term trade payables	19	-	61,103,815,235
332	2. Long-term advances from customers	20	25,793,712,394	22,917,666,487
336	3. Long-term unearned revenue		282,373,485	407,674,193
337	4. Other long-term liabilities	23	1,076,755,411,329	976,889,040,962
338	5. Long-term loans and finance lease liabilities	24	5,193,781,357,444	4,917,490,686,955
341	6. Deferred tax liabilities	31.3	419,001,943,074	483,279,345,701
400	D. OWNER'S EQUITY		3,751,377,603,241	3,916,171,712,435
410	I. Capital	25.1	3,751,377,603,241	3,916,171,712,435
411	1. Share capital		1,189,099,130,000	1,189,099,130,000
411a	- Shares with voting rights		1,189,099,130,000	1,189,099,130,000
412	2. Share premium		270,847,905,480	270,786,128,816
414	3. Other owners' capital		45,780,003,942	45,780,003,942
415	4. Treasury shares		(28,342,000)	(28,342,000)
418	5. Investment and development fund		27,926,457,169	25,546,900,231
421	6. Undistributed earnings		4,532,541,566	3,595,714,832
421a	- Undistributed earnings by the end of prior period		2,232,257,741	3,252,657,454
421b	- Undistributed earnings of current period		2,300,283,825	343,057,378
429	7. Non-controlling interests		2,213,219,907,084	2,381,392,176,614
440	TOTAL RESOURCES		15,185,754,240,818	14,040,007,803,512

Pham Thi Ngoc Hue
Preparer

Tran Thai Son
Chief Accountant



Nguyen Van Hieu
General Director


INTERIM CONSOLIDATED INCOME STATEMENT
for the six-month period ended 30 June 2022

VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2022	For the six-month period ended 30 June 2021
01	1. Revenue from sale of goods and rendering of services	26.1	3,397,534,504,929	2,048,102,378,008
02	2. Deductions	26.1	(19,453,932,226)	(19,915,661,076)
10	3. Net revenue from sale of goods and rendering of services	26.1	3,378,080,572,703	2,028,186,716,932
11	4. Cost of goods sold and services rendered	27	(2,788,626,971,417)	(1,639,499,678,978)
20	5. Gross profit from sales of goods and rendering of services		589,453,601,286	388,687,037,954
21	6. Finance income	26.2	264,988,409,369	166,431,830,055
22	7. Finance expenses	28	(373,377,646,957)	(237,183,789,535)
23	In which: Interest expense		(312,558,274,514)	(228,614,685,187)
24	8. Shares of profit of associates	17.1	5,871,924,266	1,384,409,044
25	9. Selling expenses	29	(219,599,609,537)	(142,019,140,788)
26	10. General and administrative expenses	29	(215,692,775,824)	(165,047,880,963)
30	11. Operating profit		51,643,902,603	12,252,465,767
31	12. Other income		5,635,731,691	4,225,681,885
32	13. Other expenses		(3,607,131,080)	(4,270,971,179)
40	14. Other profit (loss)		2,028,600,611	(45,289,294)
50	15. Accounting profit before tax		53,672,503,214	12,207,176,473
51	16. Current corporate income tax expense	31.1	(44,428,420,320)	(18,462,567,068)
52	17. Deferred tax income	31.1	16,312,926,213	11,582,082,350
60	18. Net profit after tax		25,557,009,107	5,326,691,755
61	19. Net profit after tax attributable to shareholders of the parent		2,300,283,825	1,384,839,203
62	20. Net profit after tax attributable to non-controlling interests		23,256,725,282	3,941,852,552
70	21. Basic earnings per share	25.4	19	13
71	22. Diluted earnings per share	25.4	19	13


Pham Thi Ngoc Hue
Preparer


Tran Thai Son
Chief accountant


Nguyen Van Hieu
General Director

29 August 2022

INTERIM CONSOLIDATED CASH FLOW STATEMENT
for the six-month period ended 30 June 2022

VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2022	For the six-month period ended 30 June 2021
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	Accounting profit before tax		53,672,503,214	12,207,176,473
	<i>Adjustments for:</i>			
02	Depreciation and amortisation of fixed assets and goodwill	13,14, 15,18	328,327,716,898	218,892,255,667
03	Provision		3,772,942,482	241,802,119
04	Foreign exchange loss arising from revaluation of monetary accounts denominated in foreign currency		1,270,816,412	668,882,922
05	Profits from investing activities		(219,179,747,638)	(87,093,482,686)
06	Interest expenses	28	312,558,274,514	228,614,685,187
08	Operating profit before changes in working capital		480,422,505,882	373,531,319,682
09	Increase in receivables		(602,682,169,305)	(480,509,540,286)
10	Increase in inventories		(174,582,434,734)	(182,287,176,698)
11	Increase in payables		37,908,141,463	487,659,717,958
12	(Increase) decrease in prepaid expenses		(22,473,818,540)	2,755,798,023
13	Decrease in held-for-trading securities		-	10,666,670,000
14	Interest paid		(276,910,535,403)	(208,978,220,637)
15	Corporate income tax paid	21	(35,016,698,019)	(14,598,667,602)
17	Other cash outflows from operating activities		(2,615,598,600)	(11,226,567,682)
20	Net cash flows from operating activities		(595,950,607,256)	(22,986,667,242)
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchase and construction of fixed assets		(525,694,846,121)	(298,052,614,647)
22	Proceeds from disposal of fixed assets		126,344,520,957	17,061,191,838
23	Net changes in payments and collection of loans and debt instruments of other entities		(242,666,653,739)	280,700,153,808
25	Net payments for investments in other entities		(89,232,891,968)	(790,628,424,816)
26	Proceeds from sale of investments in other entities		581,031,488,441	-
27	Interest and dividends received		102,351,554,065	20,319,495,119
30	Net cash flows used in investing activities		(47,866,828,365)	(770,600,198,698)

INTERIM CONSOLIDATED CASH FLOW STATEMENT (continued)
for the six-month period ended 30 June 2022

VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2022	For the six-month period ended 30 June 2021
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
31	Capital contribution from non-controlling interests	25.1	9,000,000,000	6,350,000,000
33	Drawdown of borrowings		3,370,471,340,478	3,123,282,886,944
34	Repayment of borrowings		(2,192,659,576,941)	(2,010,535,224,594)
35	Repayment of finance lease borrowings		(60,930,110,855)	(38,183,768,342)
36	Dividend paid		(14,759,134,536)	(13,153,375,830)
40	Net cash flows from financing activities		1,111,122,518,146	1,067,760,518,178
50	Net increase in cash for the period		467,305,082,525	274,173,652,238
60	Cash and cash equivalents at the beginning of the period		450,998,668,270	195,259,657,019
61	Impact of exchange rate fluctuation		57,981,509	(3,808,539)
70	Cash and cash equivalents at the end of the period	5	918,361,732,304	469,429,500,718

Pham Thi Ngoc Hue
Preparer

Tran Thai Son
Chief accountant



Nguyen Van Hieu
General Director

29 August 2022

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
as at 30 June 2022 and for the six-month period then ended

1. CORPORATE INFORMATION

DNP Holding Joint Stock Company (“the Company”) (formerly known as Dong Nai Plastic Joint Stock Company) is a joint stock company incorporated under the Law on Enterprise of Vietnam pursuant to the Enterprise Registration Certificate (“ERC”) No. 3600662561 issued by the Department of Planning and Investment (“DPI”) of Dong Nai Province on 2 January 2004 and other subsequent amended ERCs with the 23rd amended ERC dated 27 April 2022 as the latest.

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The Company’s shares are listed on the Hanoi Stock Exchange (“HNX”) with ticker symbol of DNP.

The current principal activities of the Company and its subsidiaries (“the Group”) are to manufacture of plastic products such as pipes, PPR, PVC, HDPE accessories and HDPE packaging products; to exploit, produce and supply clean waters; to produce and supply ceramic tiles; to provide management and investment consulting services.

The Company’s head office is located at Street No 9, Bien Hoa Industrial Zone I, An Binh Ward, Bien Hoa City, Dong Nai Province, Vietnam.

The number of employees of the Group as at 30 June 2022 is 4,450 (31 December 2021: 4,219).

Corporate structure

As at 30 June 2022, the Company has four (4) directly owned subsidiaries as follows:

No.	Name of subsidiaries	Principal activities	Interest (%)		Voting right (%)	
			30 June 2022	31 December 2021	30 June 2022	31 December 2021
Directly owned subsidiaries						
1.	Dong Nai Mien Trung Plastic Joint Stock Company	To produce and supply water pipes	99.33	99.33	99.33	99.33
2.	Tan Phu Vietnam Joint Stock Company	To produce and supply plastics	51.01	51.01	51.01	51.01
3.	DNP-Water Joint Stock Company	To invest in clean water companies/projects	68.24	68.24	68.24	68.24
4.	CMC Joint Stock Company	To produce, trade and distribute ceramic tiles	51.14	51.14	51.14	51.14

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENT (continued)
as at 30 June 2022 and for the six-month period then ended

1. CORPORATE INFORMATION (continued)

Corporate structure (continued)

As at 30 June 2022, the Company has 20 indirectly owned subsidiaries (31 December 2021: 21) as follows:

No.	Name of subsidiaries	Principal activities	Interest (%)		Voting right (%)	
			30 June 2022	31 December 2021	30 June 2022	31 December 2021
Indirectly owned subsidiaries						
1.	DNP - Bac Giang Water Infrastructure Investment Joint Stock Company	To produce and supply clean water	68.24	68.24	99.997	99.997
2.	DNP - Long An Water Infrastructure Investment Joint Stock Company	To produce and supply clean water	58.68	58.68	87.82	87.82
3.	Ha Noi Water Manufacturing Joint Stock Company No. 3	To produce and supply clean water	58.94	58.94	86.36	86.36
4.	Binh Hiep Joint Stock Company	To produce and supply clean water	55.57	55.57	89.38	89.38
5.	Binh Thuan Water Supply Sewerage Joint Stock Company	To produce and supply clean water	39.07	39.07	57.26	57.26
6.	Dong Tam Water Corporation	To produce and supply clean water	35.95	35.95	52.68	52.68
7.	Tay Ninh Water Supply Sewerage Joint Stock Company	To produce and supply clean water	38.26	38.26	59.47	59.47
8.	Chau Thanh Urban Project Joint Stock Company	To produce and supply clean water, public services	65.56	65.56	96.06	96.06
9.	DNP Tiengiang Water Infrastructure Investment Joint Stock Company	To produce and supply clean water	68.22	68.22	99.97	99.97
10.	Binh An Water Investment Joint Stock Company	To produce and supply clean water	52.23	52.23	99.93	99.93
11.	DNP Hawaco Joint Stock Company	To supply equipment for water industry	49.67	49.67	50.00	50.00
12.	DNP Hawaco Southern Joint Stock Company	To supply materials, equipment, solutions, and construction for electromechanical	39.73	39.73	80.00	80.00
13.	DNP Hawaco Mechanical Electrical Joint Stock Company	To supply materials, equipment, solutions, and construction for electromechanical	39.73	39.73	80.00	80.00
14.	Ninh Hoa Urban Joint Stock Company	To produce and supply clean water, public services	35.15	35.15	51.51	51.51

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENT (continued)
as at 30 June 2022 and for the six-month period then ended

1. CORPORATE INFORMATION (continued)

Corporate structure (continued)

No.	Name of subsidiaries	Principal activities	Interest (%)		Voting right (%)	
			30 June 2022	31 December 2021	30 June 2022	31 December 2021
Indirectly owned subsidiaries (continued)						
15.	Ninh Hoa Inspection Measurement Company Limited	To test and perform technical analysis of water meters	35.15	35.15	100.00	100.00
16.	Ninh Hoa Urban Construction Company Limited	To trade services and assembly, manufacturing	35.15	35.15	100.00	100.00
17.	Binh Phuoc Water Supply and Sewerage Joint Stock Company	To produce and supply clean water	57.45	57.45	84.19	84.19
18.	DNP Quang Binh Water Infrastructure Investment Joint Stock Company	To produce and supply clean water	61.35	57.43	89.90	84.15
19.	Eco Vietnam Technology and Equipment Joint Stock Company	To supply materials, equipment, solutions and construction for water supply and wastewater treatment	34.76	34.76	70.00	70.00
20.	CVT Investment and Development Company Limited	Financial services	51.13	51.13	99.99	99.99
21.	Can Tho 2 Water Supply Joint Stock Company (<i>disposed, Note 4.2</i>)	To produce and supply clean water	-	28.80	-	48.86

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENT (continued)
as at 30 June 2022 and for the six-month period then ended

1. CORPORATE INFORMATION (continued)

Corporate structure (continued)

As at 30 June 2022, the Company has 9 indirectly owned associates (31 December 2021: 9) as follows:

No.	Name of associates	Principal activities	Interest (%)		Voting right (%)	
			30 June 2022	31 December 2021	30 June 2022	31 December 2021
Indirectly owned associates						
1.	Long An Water Supply Sewerage Joint Stock Company	To produce and supply clean water	25.35	25.35	37.15	37.15
2.	Ca Mau Water Supply Joint Stock Company	To produce and supply clean water	16.56	16.56	24.27	24.27
3.	Blue Oceans Water Management Company Limited	To produce and supply clean water	9.77	9.77	25.01	25.01
4.	Dong Hai Water and Environment Corporation	To produce and supply clean water	9.77	9.77	25.00	25.00
5.	Quang Binh Water Supply Joint Stock Company	To produce and supply clean water	17.06	17.06	25.00	25.00
6.	Thu Thua Project Joint Stock Company	To produce and supply clean water, public services	32.93	32.93	48.25	48.25
7.	Cam Ranh Urban Joint Stock Company	Public services	11.68	11.68	20.33	20.33
8.	Viet Lao Plastic Import and Export Company Limited	To produce and supply plastic products	22.15	22.15	43.42	43.42
9.	Bac Giang Clean Water Joint Stock Company	To produce and supply clean water, public services	17.05	-	24.99	-
10.	Can Tho Water Supply - Sewerage Joint Stock Company (disposed, Note 4.4)	To produce and supply clean water	-	32.49	-	47.61

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENT (continued)
as at 30 June 2022 and for the six-month period then ended

2. BASIS OF PREPARATION

2.1 *Accounting standards and system*

The consolidated interim financial statements of the Company expressed in Vietnam dong ("VND"), are prepared in accordance with Vietnamese Enterprise Accounting System, Vietnamese Accounting Standard No. 27 - Interim Financial Reporting and Vietnamese Accounting Standards issued by the Ministry of Finance as per:

- ▶ Decision No. 149/2001/QD-BTC dated 31 December 2001 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (Series 1);
- ▶ Decision No. 165/2002/QD-BTC dated 31 December 2002 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 2);
- ▶ Decision No. 234/2003/QD-BTC dated 30 December 2003 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 3);
- ▶ Decision No. 12/2005/QD-BTC dated 15 February 2005 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 4); and
- ▶ Decision No. 100/2005/QD-BTC dated 28 December 2005 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (Series 5).

Accordingly, the accompanying consolidated interim financial statements, including their utilisation are not designed for those who are not informed about Vietnam's accounting principles, procedures and practices and furthermore are not intended to present the interim consolidated financial position and interim consolidated results of operations and interim consolidated cash flows in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

2.2 *Applied accounting documentation system*

The applied accounting documentation system is General Journal system.

2.3 *Fiscal year*

The Group's fiscal year applicable for the preparation of its interim consolidated financial statements starts on 1 January and ends on 31 December.

2.4 *Accounting currency*

The interim consolidated financial statements are prepared in Vietnam dong ("VND") which is also the Group's accounting currency.

2.5 *Basis of consolidation*

The interim consolidated financial statements comprise the financial statements of the Company and its subsidiaries for the six-month period ended 30 June 2022.

Subsidiary is fully consolidated from the date of acquisition, being the date on which the Group obtains control, and continued to be consolidated until the date that such control ceases.

The interim consolidated financial statements of the Company and its subsidiaries are prepared for the same reporting period as the Company, using consistent accounting policies.

All intra-company balances, income and expenses and unrealised gains or losses resulting from intra-company transactions are eliminated in full.

Non-controlling interests represent the portion of profit or loss and net assets not held by the Group and are presented separately in the interim consolidated income statement and within equity in the interim consolidated balance sheet.

Impact of change in the ownership interest of subsidiaries, without a loss of control, is recorded in undistributed earnings.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENT (continued)
as at 30 June 2022 and for the six-month period then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 *Cash and cash equivalents*

Cash and cash equivalents comprise cash on hand, cash at banks and short-term, highly liquid investments with an original maturity of not more than three months that are readily convertible into known amounts of cash and that are subject to an insignificant risk of change in value.

3.2 *Receivables*

Receivables are presented in the interim consolidated financial statements at the carrying amounts due from customers and other debtors, after provision for doubtful debts.

The provision for doubtful debts represents amounts of outstanding receivables at the balance sheet date which are doubtful of being recovered. Increases or decreases to the provision balance are recorded as general and administrative expense in the interim consolidated income statement.

3.3 *Inventories*

Inventories are stated at the lower of cost incurred in bringing each product to its present location and condition and net realisable value.

Net realisable value represents the estimated selling price in the ordinary course of business less the estimated costs to complete and the estimated costs necessary to make the sale.

The perpetual method is used to record inventories, which are valued as follows:

Raw materials, tools and supplies and merchandises - cost of purchase on a weighted average basis.

Finished goods and work-in progress - cost of direct materials and labour plus attributable manufacturing overheads based on the normal operating capacity on a weighted average basis.

Provision for devaluation of inventories

An inventory provision is created for the estimated loss arising due to the impairment of value (through diminution, damage, obsolescence, etc.) of raw materials, finished goods, and other inventories owned by the Group, based on appropriate evidence of impairment available at the interim consolidated balance sheet date.

Increases or decreases to the provision balance are recorded into the cost of goods sold account in the interim consolidated income statement.

3.4 *Tangible fixed assets*

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of a tangible fixed asset comprises its purchase price and any directly attributable costs of bringing the tangible fixed asset to working condition for its intended use. Expenditures for additions, improvements and renewals are added to the carrying amount of the assets and expenditures for maintenance and repairs are charged to the interim consolidated income statement as incurred.

When tangible fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the interim consolidated income statement.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENT (continued)
as at 30 June 2022 and for the six-month period then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.5 Finance lease assets

The determination of whether an arrangement is, or contains a lease is based on the substance of the arrangement at inception date and requires an assessment of whether the fulfilment of the arrangement is dependent on the use of a specific asset and the arrangement conveys a right to use the asset.

A lease is classified as a finance lease whenever the terms of the lease transfer substantially all the risks and rewards of ownership of the asset to the lessee. All other leases are classified as operating leases.

Assets held under finance leases are capitalised in the interim consolidated balance sheet at the inception of the lease at the fair value of the leased assets or, if lower, at the net present value of the minimum lease payments. The principal amount included in future lease payments under finance leases are recorded as a liability. The interest amounts included in lease payments are charged to the interim consolidated income statement over the lease term to achieve a constant rate on interest on the remaining balance of the finance lease liability.

Capitalised financial leased assets are depreciated using straight-line basis over the shorter of the estimated useful life of the asset and the lease term, if there is no reasonable certainty that the Group will obtain ownership by the end of the lease term.

Rentals under operating leases are charged to the interim consolidated income statement on a straight-line basis over the lease term.

3.6 Intangible fixed assets

Intangible fixed assets are stated at cost less accumulated amortisation.

The cost of an intangible fixed asset comprises its purchase price and any directly attributable costs of preparing the intangible fixed asset for its intended use. Expenditures for additions, improvements are added to the carrying amount of the assets and other expenditures are charged to the interim consolidated income statement as incurred.

When intangible fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the interim consolidated income statement.

3.7 Depreciation and amortisation

Depreciation of tangible fixed assets and amortisation of intangible fixed assets are calculated on a straight-line basis over the estimated useful life of each asset as follows:

Building and structure	2 - 50 years
Machinery and equipment	2 - 20 years
Means of transportation	3 - 30 years
Office equipment	2 - 20 years
Land use right	Lease terms
Computer software	3 - 8 years

Depreciation of finance lease assets are calculated based on lease terms under finance lease contract as follows:

Machinery and equipment	5 - 15 years
Means of transportation	5 - 10 years

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENT (continued)
as at 30 June 2022 and for the six-month period then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.8 Borrowing costs

Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds and recorded as expense during the period in which they are incurred, except to the extent that they are capitalised as explained in the following paragraph.

Borrowing costs that are directly attributable to the acquisition, construction or production of an asset that necessarily take a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the respective asset.

3.9 Prepaid expenses

Prepaid expenses are reported as short-term and long-term prepaid expenses on the interim consolidated balance sheet and amortised over the period for which the amounts are paid or the period in which economic benefits are generated in relation to these expenses.

The following types of expenses are recorded as prepaid expenses and are amortised from 1 to 5 years or recognised matching with revenue to the interim consolidated income statement.

- ▶ Tools and equipment;
- ▶ External service expenses;
- ▶ Maintenance and renovation fee; and
- ▶ Other operating expenses.

3.10 Business combination and goodwill

Business combinations are accounted for using the purchase method. The cost of an acquisition is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at fair values at the date of business combination.

Goodwill is initially measured at cost being the excess of the cost of the business combination over the Group's share in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities. If the cost of acquisition is less than the fair value of the net assets of the subsidiary acquired, the difference is recognised directly in the interim consolidated income statement. After initial recognition, goodwill is measured at cost less accumulated amortisation. Amortisation of goodwill is calculated on a straight-line basis over ten (10) years during which the source embodying economic benefits are recovered by the Group. The Group conducts the periodical review for impairment of goodwill of investment in subsidiaries. If there are indicators of impairment loss incurred is higher than the annually allocated amount of goodwill on the straight-line basis, the higher amount will be recorded in the interim consolidated income statement.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENT (continued)
as at 30 June 2022 and for the six-month period then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.11 Investments

Investments in associates

The Group's investments in its associate are accounted for using the equity method of accounting. An associate is an entity in which the Group has significant influence that is neither subsidiaries nor joint venture. The Group generally deems they have significant influence if they have from and above 20% of the voting rights.

Under the equity method, the investment is carried in the interim consolidated balance sheet at cost plus post acquisition changes in the Group's share of net assets of the associates. Goodwill arising on acquisition of the associate is included in the carrying amount of the investment. Goodwill is not amortised and subject to annual review for impairment. The interim consolidated income statement reflects the share of the post-acquisition results of operation of the associate.

The share of post-acquisition profit (loss) of the associates is presented on face of the interim consolidated income statement and its share of post-acquisition movements in reserves is recognised in reserves. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. Dividend receivable from associates reduces the carrying amount of the investment.

The financial statements of the associates are prepared for the same reporting period and use the same accounting policies as the Group. Where necessary, adjustments are made to bring the accounting policies in line with those of the Group.

Held-for-trading securities and investments in other entities

Trading securities and investments in other entities are stated at their acquisition costs.

Held-to-maturity investments

Held-to-maturity investments are stated at their acquisition costs. After initial recognition, held-to-maturity investments are measured at recoverable amount. Any impairment loss incurred is recognised as finance expense in the interim consolidated financial statements and deducted against the value of such investments.

Provision for diminution in value of investments

Provision of the investment is made when there is reliable evidence of the diminution in value of those investments at the balance sheet date.

Increases or decreases to the provision balance are recorded as finance expenses in the interim consolidated income statement.

Loans to other entities

Receivables are presented in the interim consolidated financial statements at the carrying amounts due from customers and other debtors, after provision for doubtful debts.

The provision for doubtful debts represents amounts of outstanding receivables at the interim consolidated balance sheet date which are doubtful of being recovered. Increases or decreases to the provision balance are recorded as general and administrative expenses in the interim consolidated income statement.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENT (continued)
as at 30 June 2022 and for the six-month period then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.12 Payables and accruals

Payables and accruals are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Group.

3.13 Provisions

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Provision for warranty of finished goods, goods was made for each finished goods and goods which commits to the warranty obligation.

3.14 Foreign currency transactions

Transactions in currencies other than the Group's reporting currency of VND are recorded at the actual transaction exchange rates at transaction dates which are determined as follows:

- Transaction resulting in receivables are recorded at the buying exchange rates of the commercial banks designated for collection; and
- Transactions resulting in liabilities are recorded at the selling exchange rates of the commercial banks designated for payment.

At the end of the period, monetary balances denominated in foreign currencies are translated at the actual exchange rates at the balance sheet date which are determined as follows:

- Monetary assets are translated at buying exchange rate of the commercial bank where the Group conducts transactions regularly; and
- Monetary liabilities are translated at selling exchange rate of the commercial bank where the Group conducts transactions regularly.

All foreign exchange differences incurred are taken to the interim consolidated income statement.

3.15 Appropriation of net profits

Net profit after tax (excluding negative goodwill arising from a bargain purchase) is available for appropriation to shareholders after approval in the annual general meeting, and after making appropriation to reserve funds in accordance with the Company's Charter and Vietnam's regulatory requirements.

The Company maintains the following reserve funds which are appropriated from its net profit after tax as proposed by the Board of Directors and subject to approval by shareholders at the Annual General Meeting.

Bonus and welfare fund

This fund is set aside for the purpose of pecuniary rewarding and encouragement, common benefits and improvement of the employees' benefits and presented as a liability on the interim consolidated balance sheet.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENT (continued)
as at 30 June 2022 and for the six-month period then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.16 Earnings per share

Basic earnings per share amounts are calculated by dividing net profit after tax for the period attributable to ordinary shareholders of the Company (after adjusting for the bonus and welfare fund) by the weighted average number of ordinary shares outstanding during the period.

Diluted earnings per share amounts are calculated by dividing the net profit after tax attributable to ordinary equity holders of the Company (after adjusting for interest on the convertible preference shares) by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

3.17 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, excluding trade discount, rebate and sales return. The following specific recognition criteria must also be met before revenue is recognised:

Sale of goods

Finished goods, merchandises are regarded as sold when the significant risks and returns have been transferred to customers, which is normally at the time of the completion of handover of goods.

Rendering of services

Revenues from rendering services are recognised in proportion to the stage of completion of the transaction at the balance sheet date.

If it is uncertainty determine the outcome, revenue will be recognised only to the extent of recoverable recognised costs.

Interest income

Income is recognised as the interest accrues (taking into account the effective yield on the asset) unless collectability is in doubt.

Dividends

Income is recognised when the Group's entitlement as an investor to receive the dividend is established.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENT (continued)
as at 30 June 2022 and for the six-month period then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.18 Taxation

Current income tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted as at the balance sheet date.

Current income tax is charged or credited to the interim consolidated income statement, except when it relates to items recognised directly to equity, in which case the deferred current income tax is also dealt with in equity.

Current income tax assets and liabilities are offset when there is a legally enforceable right for the Group to offset current tax assets against current tax liabilities and when the Group intends to settle its current tax assets and liabilities on a net basis.

Deferred tax

Deferred tax is provided using the liability method on temporary differences at the balance sheet date between the tax base of assets and liabilities and their carrying amount for consolidated financial reporting purposes.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- ▶ where the deferred tax liability arises from the initial recognition of an asset or liability in a transaction which at the time of the related transaction affects neither the accounting profit nor taxable profit or loss; and
- ▶ in respect of taxable temporarily differences associated with investments in subsidiaries and associates, and interests in joint ventures where timing of the reversal of the temporary difference can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, carried forward unused tax credit and unused tax losses, to the extent that it is probable that taxable profit will be available against which deductible temporary differences, carried forward unused tax credit and unused tax losses can be utilised, except:

- ▶ where the deferred tax asset in respect of deductible temporary difference which arises from the initial recognition of an asset or liability which at the time of the related transaction, affects neither the accounting profit nor taxable profit or loss; and
- ▶ in respect of deductible temporarily differences associated with investments in subsidiaries, associates, and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Previously unrecognised deferred income tax assets are re-assessed at each balance sheet date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENT (continued)
as at 30 June 2022 and for the six-month period then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.19 Segment information

A segment is a component determined separately by the Group which is engaged in providing products or related services (business segment) or providing products or services in a particular economic environment (geographical segment) that is subjected to risks and returns that are different from those of other segments. As the Group's revenue and profit are derived mainly from construction materials sectors (including plastic, fittings and supplies and ceramic tiles) and clean water and environment sectors within Vietnam. The Group presents report on business segment.

3.20 Related parties

Parties are considered to be related parties of the Group if one party has the ability to control the other party (directly or indirectly) or exercise significant influence over the other party in making financial and operating decisions, or when the Group and other party are under common control or under common significant influence. Related parties can be enterprise or individual, including close members of the family of any such individual.

4. SIGNIFICANT EVENTS IN THE PERIOD

4.1 Covid-19 pandemic

The Covid-19 pandemic is resulting in an economic slowdown and adversely impacting most businesses and industries. This situation may bring uncertainties and have an impact on the environment in which the Group operates. The Group's management has continuously monitored ongoing developments and assessed the financial impact in respects of the valuation of assets, provisions and contingent liabilities, and has used estimates and judgement in respect of various issues as the situation has evolved, using the best information obtained up to the date of this interim consolidated financial statements.

4.2 Disposal and loss of control of Can Tho 2 Water Supply Joint Stock Company

On 8 April 2022, the Group disposed 5,752,584 shares in Can Tho 2 Water Supply Joint Stock Company to another investor in accordance with the Share Transfer Agreement signed on the same date, for a total consideration of VND 149,509,658,160. A result of this disposal was recognized in the interim consolidated income statement. Accordingly, the Group had no control over as well as significant influence on in Can Tho 2 Water Supply Joint Stock Company as at 30 June 2022.

4.3 Disposal of Son Thanh Water Supply and Sewerage Investment Construction Joint Stock Company

On 24 June 2022, the Group disposed 967,500 shares in Son Thanh Water Supply and Sewerage Investment Construction Joint Stock Company to another investor in accordance with the Share Transfer Agreement signed on the same date, for a total consideration of VND 40,275,000,000. A result of this disposal was recognized in the interim consolidated income statement. Accordingly, the Group had no significant influence on Son Thanh Water Supply and Sewerage Investment Construction Joint Stock Company as at 30 June 2022.

4.4 Disposal of Can Tho Water Supply - Sewerage Joint Stock Company

On 7 April 2022, the Group disposed 13,329,900 shares in Can Tho Water Supply - Sewerage Joint Stock Company to another investor in accordance with the Share Transfer Agreement signed on the same date, for a total consideration of VND 339,912,450,000. A result of this disposal was recognized in the interim consolidated income statement. Accordingly, the Group had no significant influence on Can Tho Water Supply - Sewerage Joint Stock Company as at 30 June 2022.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENT (continued)
as at 30 June 2022 and for the six-month period then ended

5. CASH AND CASH EQUIVALENTS

	VND	
	30 June 2022	31 December 2021
Cash on hand	5,154,781,265	3,610,528,500
Cash at banks	179,293,853,621	317,901,441,930
Cash equivalents (*)	<u>733,913,097,418</u>	<u>129,486,697,840</u>
TOTAL	<u>918,361,732,304</u>	<u>450,998,668,270</u>

(*) This amount represents the deposits, investments and bonds with original maturity within three (3) months and earns interest upto 9.5% per annum.

A part of cash equivalents was pledged as collaterals for bank loans and bond.

6. SHORT-TERM INVESTMENTS

6.1 Trading securities

	VND			
	<u>30 June 2022</u>		<u>31 December 2021</u>	
	Cost	Fair Value	Cost	Fair Value
Shares of Thua Thien Hue Water Supply Joint Stock Company (i)	37,591,090,000	37,591,090,000	37,591,090,000	37,591,090,000

(i) Including 3,759,109 shares (as at 31 December 2021: 3,759,109 shares) with par value of VND 10,000 per share.

6.2 Short-term held-to-maturity investments

	VND			
	<u>30 June 2022</u>		<u>31 December 2021</u>	
	Cost	Book Value	Cost	Book Value
Term deposits at banks (*)	236,973,765,725	236,973,765,725	162,055,609,836	162,055,609,836
Other investments (**)	<u>90,113,755,303</u>	<u>90,113,755,303</u>	<u>82,540,255,303</u>	<u>82,540,255,303</u>
TOTAL	<u>327,087,521,028</u>	<u>327,087,521,028</u>	<u>244,595,865,139</u>	<u>244,595,865,139</u>

(*) Term deposits at banks represent deposits at commercial banks with maturity from more than 3 months to 12 months and earn the interest rates from 3.3% to 5.6% per annum.

A part of term deposits was pledge as collaterals for bank loans and bond.

(**) Other investments represent the investments under contracts with organisations and individuals with the term of less than 12 months to invest in companies that are operating in clean water industry and water plant construction projects.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENT (continued)
as at 30 June 2022 and for the six-month period then ended

7. SHORT-TERM TRADE RECEIVABLES

	VND	
	30 June 2022	31 December 2021
Receivables from third parties	1,269,700,936,849	1,132,771,700,092
<i>Receivables from supplying pipes and fittings</i>	734,106,958,473	692,248,432,669
<i>Receivables from supplying industrial and houseware products</i>	269,738,248,627	282,438,348,271
<i>Receivables from supplying packaging products</i>	90,105,882,498	37,630,203,509
<i>Receivables from supplying clean water</i>	41,612,643,605	48,002,007,190
<i>Receivables from supplying ceramic tiles</i>	36,743,092,178	9,313,995,628
<i>Others</i>	97,394,111,468	63,138,712,825
Receivables from related parties (Note 32)	2,236,317,729	2,236,317,729
TOTAL	1,271,937,254,578	1,135,008,017,821
Provision for doubtful debts	(88,127,012,424)	(80,414,099,339)
NET VALUE (*)	1,183,810,242,154	1,054,593,918,482

(*) As at 30 June 2022, the approximate amount of VND 645 billion was used as collateral for the Group's short-term and long-term loans at banks. (Note 24)

8. SHORT-TERM ADVANCES TO SUPPLIERS

	VND	
	30 June 2022	31 December 2021
Advances to third parties	848,100,068,083	186,338,698,460
<i>Advances to suppliers for ceramic tiles sector</i>	457,109,279,432	27,422,890,084
<i>Advances to suppliers in supplying plastics</i>	275,929,572,861	46,342,839,388
<i>Advances to supplies for purchase and investment of fixed assets in the water sector</i>	73,174,017,363	49,894,268,739
<i>Advances to supplies for purchase and investment of fixed assets in the plastics sector</i>	16,379,697,955	16,269,232,199
<i>Advances to supplies for purchase and investment of fixed assets in the ceramic tiles sector</i>	12,489,835,443	41,007,526,685
<i>Advances to suppliers in water sector</i>	2,162,032,329	1,318,269,134
<i>Others</i>	10,855,632,700	4,083,672,231
Advances to related parties (Note 32)	858,746,635	858,746,635
TOTAL	848,958,814,718	187,197,445,095
Provision for doubtful debts	(4,264,737,024)	(4,401,919,399)
NET VALUE	844,694,077,694	182,795,525,696

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENT (continued)
as at 30 June 2022 and for the six-month period then ended

9. LOAN RECEIVABLES

	VND	
	30 June 2022	31 December 2021
Loan to third parties (*)	28,160,000,000	20,060,000,000
Loan to related parties (Note 32)	610,000,000	610,000,000
TOTAL	28,770,000,000	20,670,000,000
Provision for doubtful debts	(810,000,000)	(810,000,000)
NET VALUE	27,960,000,000	19,860,000,000

(*) Those unsecured loans to other organisations and individuals with six (6) months term and interest rate ranging from 7% to 12% per annum.

10. OTHER RECEIVABLES

	VND	
	30 June 2022	31 December 2021
Short-term	1,552,367,233,047	1,420,843,326,708
Third parties	1,547,523,402,122	1,419,053,422,263
<i>Receivables from investment cooperation contracts (*)</i>	1,262,303,100,364	1,322,114,161,370
<i>Deposit for share acquisition</i>	140,324,494,000	-
<i>Interest receivables</i>	60,481,549,134	30,505,825,049
<i>Advances</i>	47,464,031,219	20,049,149,826
<i>Deposits</i>	18,824,856,823	15,780,804,297
<i>Other receivables</i>	18,125,370,582	30,603,481,721
Related parties (Note 32)	4,843,830,925	1,789,904,445
Long-term	446,895,891,499	377,030,014,224
Receivables from investment cooperation contracts (*)	395,220,000,000	341,890,410,959
Deposit	21,561,252,788	13,806,982,142
Value added tax of finance lease assets	8,017,773,258	10,649,231,823
Other receivables	22,096,865,453	10,683,389,300
TOTAL	1,999,263,124,546	1,797,873,340,932
Provision for doubtful debts	(2,958,462,712)	(2,958,462,712)
NET VALUE	1,996,304,661,834	1,794,914,878,220

(*) Receivables under investment cooperation contracts with other business partners with agreed opportunity cost ranging from 6% to 11% per annum. Profits are divided among the parties according to the agreement at the liquidation date. These investment amounts are secured by the receivables and assets formed from the investments.

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11. INVENTORIES

	VND			
	30 June 2022		31 December 2021	
	Cost	Provision	Cost	Provision
Raw material	568,583,475,537	(4,095,716,884)	519,310,108,642	(4,098,874,379)
Finished goods	483,235,726,350	(5,252,718,098)	452,078,728,136	(13,099,185,376)
Merchandises	209,723,874,540	(98,232,468)	139,017,454,933	(116,138,951)
Tools and equipment	87,828,733,386	-	81,594,999,024	-
Goods in transit	46,716,669,005	-	28,408,217,231	-
Work in progress	24,752,215,661	-	29,278,554,193	-
Goods on consignment	13,634,174,180	-	19,413,456,928	-
TOTAL	<u>1,434,474,868,659</u>	<u>(9,446,667,450)</u>	<u>1,269,101,519,087</u>	<u>(17,314,198,706)</u>

As at 30 June 2022, the approximate amount of VND 500 billion in inventories was used as collateral for the Group's short-term and long-term loan at banks. (Note 24)

Details of provision for inventories as follows:

	VND	
	30 June 2022	31 December 2021
Beginning balance	(17,314,198,706)	(4,875,128,624)
Increase from consolidation	-	(3,557,541,850)
Reversal (provision) for the period	7,867,531,256	(8,881,528,232)
Ending balance	<u>(9,446,667,450)</u>	<u>(17,314,198,706)</u>

12. PREPAID EXPENSES

	VND	
	30 June 2022	31 December 2021
Short-term	31,068,004,229	17,397,487,865
Tools and equipment	9,667,878,033	6,165,798,024
Maintenance and renovation of assets	3,445,405,428	417,442,951
Others	17,954,720,768	10,814,246,890
Long-term	108,466,521,921	100,359,762,906
Tools and equipment	45,350,340,372	37,197,038,830
Maintenance and renovation of assets and replacement of water-clock	42,336,995,619	35,354,670,233
Others	20,779,185,930	27,808,053,843
TOTAL	<u>139,534,526,150</u>	<u>117,757,250,771</u>

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13. TANGIBLE FIXED ASSETS

	Building and structure	Machinery and equipment	Means of transportation	Office equipment	Other tangible fixed assets	VND
Cost						Total
31 December 2021	2,203,536,089,947	2,787,739,659,894	4,078,208,604,940	35,452,624,446	1,087,784,665	9,106,024,763,892
Additions	7,148,348,667	18,489,059,476	178,000,000	10,091,048,181	-	35,906,456,324
Transfer from construction in progress	3,880,294,573	22,829,262,337	53,255,844,331	3,139,007,002	-	83,104,408,243
Repurchase of finance leased assets	-	117,927,416,004	795,000,000	-	-	118,722,416,004
Disposal of assets	(122,770,001)	(88,321,884,002)	(902,213,489)	(374,904,000)	-	(89,721,771,492)
Divestment of subsidiaries	(242,127,808,696)	(148,426,508,353)	(257,201,853,272)	(16,911,099,244)	-	(664,667,269,565)
Reclassification	53,969,353	-	(53,969,353)	-	-	-
30 June 2022	1,972,368,123,843	2,710,237,005,356	3,874,279,413,157	31,396,676,385	1,087,784,665	8,589,369,003,406
<i>In which:</i>						
Fully depreciated	225,788,518,955	655,775,214,526	320,374,293,627	7,571,308,239	501,125,175	1,210,010,460,522
Accumulated depreciation						
31 December 2021	(896,752,727,594)	(1,596,455,646,234)	(1,229,263,373,362)	(22,552,199,777)	(604,852,689)	(3,745,628,799,656)
Depreciation for the period	(56,178,167,350)	(110,264,882,796)	(90,616,731,976)	(1,863,984,173)	(63,895,778)	(258,987,662,073)
Repurchase of finance leased assets	-	(38,163,684,170)	(323,165,248)	-	-	(38,486,849,418)
Disposal of assets	20,461,670	22,008,998,678	688,025,732	343,662,000	-	23,061,148,080
Divestment of subsidiaries	120,681,397,276	102,968,528,795	105,445,030,784	11,068,217,126	-	340,163,173,981
30 June 2022	(832,229,035,998)	(1,619,906,685,727)	(1,214,070,214,070)	(13,004,304,824)	(668,748,467)	(3,679,878,989,086)
Carrying amount						
31 December 2021	1,306,783,362,353	1,191,284,013,660	2,848,945,231,578	12,900,424,669	482,931,976	5,360,395,964,236
30 June 2022	1,140,139,087,845	1,090,330,319,629	2,660,209,199,087	18,392,371,561	419,036,198	4,909,490,014,320

As at 30 June 2022, the amount of VND 3,140,217,638,714 in fixed assets were used as collateral for the Group's short-term and long-term loan at banks. (Note 24)

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14. FINANCE LEASE ASSETS

	<i>Machinery and equipment</i>	<i>Means of transportation</i>	<i>Total</i>
Cost			VND
31 December 2021	322,818,753,086	16,570,273,475	339,389,026,561
Additions	56,090,754,031	543,600,000	56,634,354,031
Repurchase of finance leased assets	(117,927,416,004)	(795,000,000)	(118,722,416,004)
30 June 2022	<u>260,982,091,113</u>	<u>16,318,873,475</u>	<u>277,300,964,588</u>
<i>In which:</i>			
<i>Fully depreciated</i>	-	578,181,818	578,181,818
Accumulated depreciation			
31 December 2021	(89,513,740,937)	(5,433,049,406)	(94,946,790,343)
Depreciation for the period	(15,211,850,981)	(887,894,320)	(16,099,745,301)
Repurchase of finance leased assets	38,163,684,170	323,165,248	38,486,849,418
30 June 2022	<u>(66,561,907,748)</u>	<u>(5,997,778,478)</u>	<u>(72,559,686,226)</u>
Carrying amount			
31 December 2021	<u>233,305,012,149</u>	<u>11,137,224,069</u>	<u>244,442,236,218</u>
30 June 2022	<u>194,420,183,365</u>	<u>10,321,094,997</u>	<u>204,741,278,362</u>

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15. INTANGIBLE FIXED ASSETS

	Land use right	License, patent	Software	Other intangible assets	Total	VND
Cost						
31 December 2021	1,829,740,790,467	138,000,000	13,293,475,517	45,991,781,510		1,889,164,047,494
Additions	-	-	321,860,000	-		321,860,000
Divestment of subsidiaries	(104,784,307,350)	-	(640,127,273)	(22,869,570,821)		(128,294,005,444)
Reclassification	-	-	5,145,213,000	(5,145,213,000)		-
30 June 2022	1,724,956,483,117	138,000,000	18,120,421,244	17,976,997,689		1,761,191,902,050
<i>In which:</i>						
Fully amortised	-	138,000,000	2,890,664,644	4,079,452,990		7,108,117,634
Accumulated amortisation						
31 December 2021	(43,072,551,961)	(138,000,000)	(6,362,706,066)	(8,794,566,638)		(58,367,824,665)
Amortisation for the period	(24,091,558,682)	-	(1,414,158,435)	(1,296,077,675)		(26,801,794,792)
Divestment of subsidiaries	-	-	520,637,884	4,131,208,390		4,651,846,274
30 June 2022	(67,164,110,643)	(138,000,000)	(7,256,226,617)	(5,959,435,923)		(80,517,773,183)
Carrying amount						
31 December 2021	1,786,668,238,506	-	6,930,769,451	37,197,214,872		1,830,796,222,829
30 June 2022	1,657,792,372,474	-	10,864,194,627	12,017,561,766		1,680,674,128,867

As at 30 June 2022, the amount of VND 24,212,222,764 in intangible fixed assets were used as collateral for the Group's short-term and long-term loan at banks. (Note 24)

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16. CONSTRUCTION IN PROGRESS

	VND	
	30 June 2022	31 December 2021
Beginning balance	427,990,700,595	172,932,930,937
Additions	389,391,107,064	636,500,923,538
Increase from business combination	-	117,032,091,181
Transfer to fixed assets	(83,104,408,243)	(485,370,840,026)
Divestment of subsidiaries	(17,888,012,971)	-
Transfer to prepaid expenses	-	(3,540,349,414)
Transfer to intangible fixed assets	-	(6,592,372,315)
Other decreases	(12,026,941,533)	(2,971,683,306)
Ending balance	<u>704,362,444,912</u>	<u>427,990,700,595</u>

In which:

	30 June 2022	31 December 2021
Purchase of fixed assets	60,023,815,650	34,483,919,374
Machinery and equipment	60,023,815,650	34,483,919,374
Construction in progress	644,338,629,262	393,506,781,221
Construction in progress in CMC	202,466,087,231	62,017,272,727
Water plant in Bac Giang	174,320,246,414	168,652,947,578
Water plant in Quang Binh	173,814,892,510	92,738,993,909
Water plant in Binh Thuan	41,105,341,523	1,295,660,625
Water plant in Long An	26,721,007,633	9,920,451,953
Water plant in Binh Phuoc	1,215,735,851	15,629,558,684
Water plant in Can Tho 2	-	19,871,018,509
Other constructions	24,695,318,100	23,380,877,236
TOTAL	<u>704,362,444,912</u>	<u>427,990,700,595</u>

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17. LONG-TERM INVESTMENTS

17.1 Investments in associates

Detail of investments in associates are as follows:

	VND Value
Investment cost:	
31 December 2021	528,206,880,739
Increase during the period	91,233,970,079
Decrease during the period	<u>(284,767,858,414)</u>
30 June 2022	<u>334,672,992,404</u>
Accumulated share in post-acquisition profit of the associates:	
31 December 2021	46,762,677,195
Profit from associates for the period	5,871,924,266
Decrease	<u>(37,264,940,709)</u>
30 June 2022	<u>15,369,660,752</u>
Carrying amount:	
31 December 2021	<u>574,969,557,934</u>
30 June 2022	<u>350,042,653,156</u>

17.2 Held-to-maturity investments

	VND			
	30 June 2022		31 December 2021	
	Cost	Book value	Cost	Book value
Bonds (*)	28,100,000,000	28,100,000,000	28,100,000,000	28,100,000,000
Other investments	<u>1,930,400,000</u>	<u>1,930,400,000</u>	<u>1,930,400,000</u>	<u>1,930,400,000</u>
TOTAL	<u>30,030,400,000</u>	<u>30,030,400,000</u>	<u>30,030,400,000</u>	<u>30,030,400,000</u>

(*) Bonds with maturity of more than one (1) year and interest rate ranging from 5.9% per annum to 7.2% per annum or reference rate plus (+) 0.8% were used as collateral for the Group's short-term and long-term loan at banks. (Note 24)

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18. GOODWILL

	<i>VND</i> <i>Value</i>
31 December 2021	329,913,976,537
Decrease from divestment of subsidiary	(14,890,439,148)
Allocation for the period	<u>(26,438,514,732)</u>
30 June 2022	<u>288,585,022,657</u>
Cost of acquisition	
As at 31 December 2021	537,903,645,986
Decrease from divestment subsidiary	<u>(18,049,017,149)</u>
As at 30 June 2022	<u>519,854,628,837</u>
Accumulated amortisation	
As at 31 December 2021	(207,989,669,449)
Decrease from divestment subsidiary	3,158,578,000
Allocation for the period	<u>(26,438,514,731)</u>
As at 30 June 2022	<u>(231,269,606,180)</u>
Carrying amount	
As at 31 December 2021	<u>329,913,976,537</u>
As at 30 June 2022	<u>288,585,022,657</u>

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19. SHORT-TERM TRADE PAYABLES

	VND	
	30 June 2022	31 December 2021
Short-term	872,160,669,424	715,346,028,016
Payables to suppliers for operating activities	713,721,876,811	579,667,827,597
<i>Payables to suppliers in plastics products sector</i>	501,345,331,827	405,325,327,757
<i>Payables to suppliers in ceramic tiles sector</i>	157,611,970,089	143,291,130,193
<i>Payables to suppliers in water sector</i>	54,764,574,895	31,051,369,647
Payable to suppliers for purchase of fixed assets	96,837,850,533	86,348,579,988
<i>Payables to suppliers – Purchase of fixed assets in ceramic tiles sector</i>	48,878,178,661	29,623,623,727
<i>Payables to suppliers – Purchase of fixed assets in water sector</i>	47,427,612,105	54,712,050,470
<i>Payables to suppliers – Purchase of fixed assets in plastic sector</i>	532,059,767	2,012,905,791
Other trade payables	61,600,942,080	49,329,620,431
Long-term	-	61,103,815,235
Payables to suppliers for operating activities	-	61,103,815,235
<i>Payables to suppliers in water sector</i>	-	61,103,815,235
TOTAL	<u>872,160,669,424</u>	<u>776,449,843,251</u>

20. ADVANCES FROM CUSTOMERS

	VND	
	30 June 2022	31 December 2021
Short-term	54,651,557,293	49,211,108,254
Advances from customers purchasing clean water	27,789,365,179	10,709,480,853
Advances from customers purchasing ceramic tiles	8,331,425,732	4,409,368,997
Advances from customers purchasing pipes and fittings	5,154,159,788	24,932,093,809
Advances from customers purchasing industrial and houseware products	3,038,717,751	3,100,565,246
Advances from others	10,337,888,843	6,059,599,349
Long-term	25,793,712,394	22,917,666,487
Advances from customers purchasing clean water	25,793,712,394	22,917,666,487
TOTAL	<u>80,445,269,687</u>	<u>72,128,774,741</u>

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21. STATUTORY OBLIGATIONS

	31 December 2021		Increase	Decrease	30 June 2022		VND
	Receivables	Payables			Receivables	Payables	
Corporate income tax	1,247,255,042	28,086,760,824	44,428,420,320	35,016,698,019	153,356,777	36,404,584,860	
Value added tax	119,848,145	7,486,438,804	146,632,043,172	154,089,857,528	3,791,361,732	3,700,138,035	
Personal income tax	328,341,130	2,768,981,160	10,043,839,915	12,299,364,549	941,502,048	1,126,617,444	
Other taxes	215,726,202	9,278,388,343	34,422,089,171	39,070,964,500	8,993,559,429	13,407,346,241	
TOTAL	1,911,170,519	47,620,569,131	235,526,392,578	240,476,884,596	13,879,779,986	54,638,686,580	

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22. ACCRUED EXPENSES

	VND	
	30 June 2022	31 December 2021
Interest expenses	117,521,299,387	94,482,011,049
13 th salary expenses	10,756,153,772	19,314,499,539
Commissions	8,455,831,171	6,017,709,302
Transportation cost	6,291,252,364	8,560,506,668
Other expenses	66,546,297,099	23,626,922,863
TOTAL	<u>209,570,833,793</u>	<u>152,001,649,421</u>

23. OTHER PAYABLES

	VND	
	30 June 2022	31 December 2021
Short-term	240,975,157,719	228,694,919,438
Interest payables	148,901,405,179	133,133,720,358
Payable to agents' discounts	28,510,395,756	21,600,796,736
Dividends	4,088,248,658	14,296,251,014
Compulsory insurance	2,890,004,048	1,553,002,266
Union fees	2,838,726,320	2,842,490,541
Other payables	53,746,377,758	55,268,658,523
Long-term	1,076,755,411,329	976,889,040,962
Payable under investment cooperation contracts (*)	736,111,697,795	628,492,439,790
Interest payables	177,891,178,499	183,011,595,719
Payable for countryside water supply sewerage countryside program	99,625,710,215	100,328,331,517
Deposits (**)	45,081,824,820	47,957,539,532
Other payables	18,045,000,000	17,099,134,404
TOTAL	<u>1,317,730,569,048</u>	<u>1,205,583,960,400</u>

(*) The investment cooperation contracts with other business partners that delegate the Group to invest in clean water industry and related industries. Profits are divided among the parties according to the term agreement at the time of contract liquidation.

(**) Including the deposit amount from individuals to transfer shares in a public company amounting to VND 37,273,090,000. (Note 6.1)

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24. LOANS AND FINANCE LEASE LIABILITIES

	VND	
	30 June 2022	31 December 2021
Short-term	3,198,537,863,731	2,359,143,790,385
Short-term loans (Note 24.1)	2,402,915,790,236	1,857,167,149,476
Current portion of long-term loans (Note 24.2)	211,930,734,024	206,203,811,080
Current portion of finance lease liabilities (Note 24.3)	47,841,339,471	55,722,829,829
Short-term bonds (Note 24.4)	99,500,000,000	97,250,000,000
Current portion of long-term bonds (Note 24.5)	436,350,000,000	142,800,000,000
Long-term	5,193,781,357,444	4,917,490,686,955
Long-term loans (Note 24.2)	2,674,647,038,155	2,573,556,537,254
Finance lease liabilities (Note 24.3)	66,153,306,299	70,662,782,809
Long-term bonds (Note 24.5)	2,452,981,012,990	2,273,271,366,892
TOTAL	<u>8,392,319,221,175</u>	<u>7,276,634,477,340</u>

The movements of loans during the period are as follows:

	VND	
	For the six-month period ended 30 June 2022	For the six-month period ended 30 June 2021
Beginning balance	7,276,634,477,340	5,497,246,222,123
Borrowings for the period	2,927,934,427,821	3,521,639,760,306
Issuance of long-term bonds		
(included: Allocation of bond issuance costs)	535,348,282,462	301,559,085,496
Increase by consolidation	-	408,078,841,848
Decrease from divestment of subsidiary	(47,823,000,248)	-
Loan principal repayment	(2,279,533,321,040)	(2,727,622,281,112)
Acquire back bonds early redemption	(20,000,000,000)	-
Exchange rate difference due to revaluation of loan principal	(241,645,160)	-
Ending balance	<u>8,392,319,221,175</u>	<u>7,000,901,628,661</u>

These loans and bonds are charged at agreed interest rates, ranging from 4% to 11% per annum.

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24. LOANS AND FINANCE LEASE LIABILITIES (continued)

24.1 Short-term loans

As at 30 June 2022, short-term loans of the Group are to supplement working capital, open letter of credit and guarantee, detailed as follows:

<i>Lenders</i>	<i>30 June 2022 VND</i>	<i>Payment terms</i>	<i>Collateral</i>
Vietnam Joint Stock Commercial Bank for Industry and Trade	1,043,495,200,415	According to each debt acknowledgement contracts from 2 months to 12 months	Term deposits, shares, receivables, bonds, inventories, fixed assets
Joint Stock Commercial Bank for Foreign Trade of Vietnam	488,744,081,374	According to each debt acknowledgement contracts from 6 months to 12 months	Term deposits, shares, receivables, inventories, fixed assets, land use right and assets on land, assets formed in the future
Joint Stock Commercial Bank for Investment and Development of Vietnam	449,628,509,455	According to each debt acknowledgement contracts	Term deposits, shares, fixed assets, assets and receivables formed in the future
Vietnam Technological and Commercial Joint Stock Bank	126,295,317,581	According to each debt acknowledgement contracts	Term deposits, receivables, inventories, fixed assets
Shinhan Bank Vietnam Limited	66,894,256,655	According to each debt acknowledgement contracts	Unsecured
Ho Chi Minh City Development Joint Stock Commercial Bank	49,965,523,493	According to each debt acknowledgement contracts	Unsecured
Vietnam International Commercial Joint Stock Bank	48,245,705,076	6 months since sign contract	Account receivables
Woori Bank Vietnam Limited	45,981,379,149	According to each debt acknowledgement contracts	Assets formed in the future from borrowing
Bank SinoPac	42,533,318,005	12 months since sign contract	Unsecured
Military Commercial Joint Stock Bank	10,739,042,643	According to each debt acknowledgement contracts but no more than 7 months	Term deposit
Others	30,393,456,390	According to each debt acknowledgement contracts	Unsecured
TOTAL	2,402,915,790,236		

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24. LOANS AND FINANCE LEASE LIABILITIES (continued)

24.2 Long-term loans

<i>Lenders</i>	<i>30 June 2022</i>	<i>Payment terms</i>	<i>Purpose</i>	<i>Collateral</i>
Vietnam Joint Stock Commercial Bank for Industry and Trade	1,533,987,338,252	From 24 to 162 months	Invest in construction in progress and fixed assets	Factories, machineries, assets formed in the future, land use right and assets on land
International Finance Corporation	562,161,900,000	60 months since 28 December 2017	Finance for production and business activities	Share capital in subsidiaries and associates
Vietnam Development Bank	336,742,694,578	From 20 to 25 years	Invest in construction in progress	Assets formed from investment and land use right
Ministry of Finance	226,196,840,795	25 years	Invest in construction in progress	Assets formed from the loan
Binh Thuan Province Budget	58,471,366,156	15 years	Invest in construction in progress	Unsecured
Joint Stock Commercial Bank for Foreign Trade of Vietnam	23,715,799,470	From 60 to 120 months	Invest in construction in progress	Fixed assets, assets on land, assets formed in the future, inventories
Khanh Hoa Province Development Fund	25,580,632,000	From 90 to 120 months	Invest in construction in progress	Guarantee from Khanh Hoa Provincial People's Committee; fixed assets and assets formed from the loan
Tien Giang Province Development Fund	19,340,108,534	20 years	Invest in construction in progress	Assets formed from the loan
Joint Stock Commercial Bank for Investment and Development of Vietnam	17,333,232,007	60 months	Invest in construction in progress	Fixed assets
Military Commercial Joint Stock Bank	17,980,144,466	From 48 to 84 months	Invest in construction in progress	Unsecured



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NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
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24. LOANS AND FINANCE LEASE LIABILITIES (continued)

24.2 Long-term loans (continued)

<i>Lenders</i>	<i>30 June 2022</i>	<i>Payment terms</i>	<i>Purpose</i>	<i>Collateral</i>
	VND			
Shinhan Bank Vietnam Limited	8,641,459,378	60 months	Invest in construction in progress	Fixed assets
Tien Phong Commercial Joint Stock Bank	1,278,400,044	36 months	Invest in fixed assets	Assets formed from the loan
Others	55,147,856,499	From 13 to 72 months	Invest in construction in progress, supplement capital for business activities	Fixed assets and assets formed from the loan
TOTAL	<u>2,886,577,772,179</u>			
<i>In which:</i>				
<i>Current portion</i>	211,930,734,024			
<i>Non-current portion</i>	2,674,647,038,155			

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24. LOANS AND FINANCE LEASE LIABILITIES (continued)

24.3 Finance lease liabilities

The Group currently leases machinery, equipment, molds and other assets for the production and business activities in the plastic industry under finance lease contracts. At the balance sheet date, future lease payments under finance lease contracts are presented as follows:

	30 June 2022			31 December 2021		
	Minimum lease payment	Interest payables	Principal	Minimum lease payment	Interest payables	Principal
Short-term finance lease Under 1 year	54,947,680,347	7,106,340,876	47,841,339,471	63,124,636,706	7,401,806,877	55,722,829,829
Long-term finance lease From 1 to 5 years	72,295,944,934	6,142,638,635	66,153,306,299	76,440,467,422	5,777,684,613	70,662,782,809
TOTAL	127,243,625,281	13,248,979,511	113,994,645,770	139,565,104,128	13,179,491,490	126,385,612,638

VND

24.4 Short-term bonds

Bond holders	Terms	Interest	30 June 2022	Purpose	Collateral
VNDirect Securities Corporation	Until 11 August 2022	9.5%	99,500,000,000	Supplement capital for production and business activities	Shares capital in subsidiaries and associates
			VND		



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24. LOANS AND FINANCE LEASE LIABILITIES (continued)

24.5 Long-term bonds

<i>Bond holders</i>	<i>Terms</i>	<i>Interest</i>	<i>30 June 2022</i>	<i>Purpose</i>	<i>Collateral</i>
VNDirect Securities Corporation	2-5 years	From 10.0% to 11%	1,625,204,888,887 VND	Supplement capital for business activities and investment	Shares in subsidiaries and associates Deposits, balances, securities and property rights arising from current and future securities
AEP II HOLDINGS PTE. LTD.,	5 years	5%	454,946,199,854	Supplement capital for production and business activities	Shares in the company and subsidiaries
Vietnam - Asia Commercial Joint Stock Bank	3 years	11%	262,699,924,249	Supplement capital for production and business activities	Shares in subsidiaries
Military Commercial Joint Stock Bank	5 years	9.5%	297,480,000,000	Supplement capital for production and business activities	Shares in subsidiaries
Vietnam Debt Fund SPC	4 years	11%	145,000,000,000	Supplement capital for business activities and investment	Shares in subsidiaries
Sun Life Vietnam Insurance Company Limited	3 years	9% or Libor + 3.3%	100,000,000,000	Supplement capital for business activities and investment	Shares in associates
AIA Vietnam Insurance Company Limited	3 years	9%	4,000,000,000	Supplement capital for business activities and investment	Shares in associates
TOTAL			2,889,331,012,990		
<i>In which:</i>					
<i>Current portion</i>			436,350,000,000		
<i>Non-current portion</i>			2,452,981,012,990		

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25. OWNERS' EQUITY

25.1 Increase and decrease in owners' equity

	Share capital	Share premium	Other owners' capital	Treasury shares	Investment and development fund	Undistributed earnings	Non-controlling interests	Total	VND
For the six-month period ended 30 June 2021									
1 January 2021	1,091,544,930,000	166,561,745,656	44,244,629,968	(28,342,000)	16,597,100,265	21,143,590,833	1,414,792,281,454	2,754,855,936,176	
Increase in the period	-	-	1,535,373,974	-	(4,368,100,000)	1,384,839,203	9,182,726,026	6,350,000,000	
Net profit for the period	-	-	-	-	-	-	3,941,852,552	5,326,691,755	
Dividends distributed by cash	-	-	-	-	-	-	(20,140,087,810)	(20,140,087,810)	
Bonus and welfare fund	-	-	-	-	-	(6,230,254,972)	(10,165,898,675)	(16,396,153,647)	
Appropriation to investment and development fund	-	-	-	-	10,485,173,539	(10,485,173,539)	-	-	
Increase due to change in ownership in subsidiaries	-	-	-	-	-	332,294,411	(418,603,408)	1,013,628,654,162	
Others	-	-	-	-	-	-	-	(86,308,997)	
30 June 2021	1,091,544,930,000	166,561,745,656	45,780,003,942	(28,342,000)	22,714,173,804	6,145,295,936	2,410,820,924,301	3,743,538,731,639	
For the six-month period ended 30 June 2022									
1 January 2022	1,189,099,130,000	270,786,128,816	45,780,003,942	(28,342,000)	25,546,900,231	3,595,714,832	2,381,392,176,614	3,916,171,712,435	
Increase in the period	-	-	-	-	-	-	9,000,000,000	9,000,000,000	
Net profit for the period	-	-	-	-	-	2,300,283,825	23,256,725,282	25,557,009,107	
Dividends distributed by cash	-	-	-	-	-	(409,805,210)	(7,104,959,711)	(7,104,959,711)	
Bonus and welfare fund	-	-	-	-	-	(530,572,846)	(530,572,846)	(940,378,056)	
Appropriation to investment and development fund	-	-	-	-	5,554,049,403	(5,554,049,403)	-	-	
Increase (decrease) due to change in ownership in subsidiaries	-	-	-	-	(3,174,492,465)	3,590,520,113	(191,401,421,863)	(190,985,394,215)	
Others	-	61,776,664	-	-	-	1,009,877,409	(1,392,040,392)	(320,386,319)	
30 June 2022	1,189,099,130,000	270,847,905,480	45,780,003,942	(28,342,000)	27,926,457,169	4,532,541,566	2,213,219,907,084	3,751,377,603,241	

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

25. OWNERS' EQUITY (continued)

25.2 Capital transactions with owners and distribution of dividends

	VND	
	<i>For the six-month period ended 30 June 2022</i>	<i>For the six-month period ended 30 June 2021</i>
Share capital		
Beginning balance and ending balance	<u>1,189,099,130,000</u>	<u>1,091,544,930,000</u>

25.3 Shares

	<u>Number of shares</u>	
	30 June 2022	31 December 2021
Authorised shares	118,909,913	118,909,913
Issued and paid-up shares <i>Ordinary shares</i>	118,909,913	118,909,913
Treasury shares <i>Ordinary shares</i>	8,810	8,810
Shares in circulation <i>Ordinary shares</i>	118,901,103	118,901,103

25.4 Earning per shares

Basic and diluted earnings per share are calculated as follows:

	<i>For the six-month period ended 30 June 2022</i>	<i>For the six-month period ended 30 June 2021</i>
Net profit after tax attributable to ordinary shareholders for basic earnings (VND)	2,300,283,825	1,384,839,203
Weighted average number of ordinary shares adjusted during the period	118,909,913	109,154,493
Earnings per share (VND)		
Basic earnings per share <i>(Par value: VND 10,000 per share)</i>	19.00	13.00
Diluted earnings per share <i>(Par value: VND 10,000 per share)</i>	19.00	13.00

There have been no dilutive potential ordinary shares from the balance sheet date up to the date of these interim consolidated financial statements.

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26. REVENUE

26.1 Revenue from sale of goods and rendering of services

	VND	
	<i>For the six-month period ended 30 June 2022</i>	<i>For the six-month period ended 30 June 2021</i>
Gross revenue	3,397,534,504,929	2,048,102,378,008
<i>In which:</i>		
Revenue from sale of finished goods and merchandises	3,365,730,959,327	2,013,912,993,329
Revenue from rendering of services	27,998,238,115	25,895,626,317
Others	3,805,307,487	8,293,758,362
Less:	19,453,932,226	19,915,661,076
Trade discounts	12,791,328,499	14,688,676,850
Sale returns	5,586,157,508	5,018,648,172
Sale allowances	1,076,446,219	208,336,054
NET REVENUE	<u>3,378,080,572,703</u>	<u>2,028,186,716,932</u>

26.2 Finance income

	VND	
	<i>For the six-month period ended 30 June 2022</i>	<i>For the six-month period ended 30 June 2021</i>
Gain from investing activities	163,251,980,175	45,001,075,500
Interest income from term deposits and loan receivables	94,214,280,607	27,229,169,117
Dividends income received	3,053,926,480	13,168,123,066
Gain from transferring of investments and trading securities	184,813,555	5,678,258,043
Gain from business combination	-	73,555,373,469
Gain from foreign exchange differences	4,283,408,552	1,799,830,860
TOTAL	<u>264,988,409,369</u>	<u>166,431,830,055</u>

27. COST OF GOODS SOLD AND SERVICES RENDERED

	VND	
	<i>For the six-month period ended 30 June 2022</i>	<i>For the six-month period ended 30 June 2021</i>
Cost of goods sold	2,765,522,531,952	1,612,814,731,398
Cost of services rendered	22,174,352,116	21,243,646,502
(Reversal) provision for devaluation of inventories	(2,060,104,089)	-
Others	2,990,191,438	5,441,301,078
TOTAL	<u>2,788,626,971,417</u>	<u>1,639,499,678,978</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

28. FINANCE EXPENSES

	<i>For the six-month period ended 30 June 2022</i>	<i>VND For the six-month period ended 30 June 2021</i>
Interest expenses	312,558,274,514	228,614,685,187
Loss on divestment	47,860,174,354	-
Realized loss on foreign currency differences	5,342,043,631	3,024,965,527
Unrealized loss on foreign currency differences	432,444,528	668,882,922
Others	7,184,709,930	4,875,255,899
TOTAL	<u>373,377,646,957</u>	<u>237,183,789,535</u>

29. SELLING EXPENSES AND GENERAL AND ADMINISTRATIVE EXPENSES

	<i>For the six-month period ended 30 June 2022</i>	<i>VND For the six-month period ended 30 June 2021</i>
Selling expenses	219,599,609,537	142,019,140,788
External service expenses	80,945,442,152	50,534,214,820
Labor cost	58,528,485,008	39,670,056,811
Depreciation and amortisation expenses	15,876,774,697	12,646,529,724
Tools and supplies	13,162,093,936	10,354,045,049
Materials, packaging expenses	2,922,344,150	2,806,975,523
Others	48,164,469,594	26,007,318,861
General and administrative expenses	215,692,775,824	165,047,880,963
Labor cost	89,187,754,309	82,420,119,205
Allocation of goodwill	26,438,514,731	22,283,214,157
External services expenses	47,738,541,550	27,286,478,489
Depreciation and amortisation expenses	10,640,540,450	9,996,086,426
Tools and supplies	7,293,382,792	4,976,201,478
Provision for doubtful debts	7,590,554,240	75,974,059
Tax, fees, charges	2,090,161,877	3,094,652,753
Others	24,713,325,875	14,915,154,396
TOTAL	<u>435,292,385,361</u>	<u>307,067,021,751</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

30. PRODUCTION AND OPERATING COSTS

	VND	
	<i>For the six-month period ended 30 June 2022</i>	<i>For the six-month period ended 30 June 2021</i>
Raw materials, tools and supplies	2,074,227,169,120	1,043,829,277,839
Labor cost	375,849,450,319	311,010,446,129
Depreciation and amortisation expenses	300,302,538,891	269,454,029,648
Allocation of goodwill	26,438,514,731	22,283,214,157
Provisions	3,863,135,711	98,416,423
Tax, fees, charges	6,360,837,519	7,084,531,704
Others	436,877,710,487	292,806,784,829
TOTAL	<u>3,223,919,356,778</u>	<u>1,946,566,700,729</u>

31. CORPORATE INCOME TAX

The corporate income tax ("CIT") rate applicable to the Company and its subsidiaries is 20% of taxable income, except for cases subjected to CIT incentives as follows:

- ▶ Group of companies include: Ha Noi Water Manufacturing Joint Stock Company No 3 ("NS3"), Binh Thuan Water Supply Sewerage Joint Stock Company ("Binh Thuan"), DNP Long An Water Infrastructure Investment Joint Stock Company ("Long An"), DNP - Bac Giang Water Infrastructure Investment Joint Stock Company ("Bac Giang"), Tay Ninh Water Supply Sewerage Joint Stock Company ("Tay Ninh"), Ninh Hoa Urban Joint Stock Company ("Ninh Hoa") and Binh Phuoc Water Supply and Sewerage Joint Stock Company ("Binh Phuoc") are subjected to the tax rate of 10% for the taxable income incoming from producing and supplying clean water and socialisation activities in environment industry during the operation period;
- ▶ Binh Hiep is exempted from CIT for four years (from 2016 to 2019), and entitled to a 50% CIT reduction for the next nine years (from 2020 to 2028) and will be subjected to the standard tax rate of the investment and expansion investment projects;
- ▶ Binh Thuan is exempted from CIT for four years (from 2010 to 2013), and entitled to 50% CIT reduction for the next nine years (from 2014 to 2022) for taxable income incoming from new investment projects in socialisation industry carrying on areas with difficult or extremely difficult socioeconomic conditions;
- ▶ Bac Giang is exempted from CIT for four years since the first year that generates taxable income and entitled to a 50% CIT reduction for the next five years;
- ▶ Dong Nai Mien Trung Plastic JSC is exempted from CIT in two years (from 2017 to 2018) and entitled to a 50% CIT reduction for the next four years (from 2019 to 2022) with the standard tax rate for taxable income generated from the expansion investment project in industrial zone;
- ▶ Ninh Hoa Urban Construction Company Limited is exempted from CIT for four years and entitled to a 50% CIT reduction for the next nine years for taxable income generated from investment in socialisation industry carrying on areas with difficult or extremely difficult socioeconomic conditions. 2020 is the first year the company was subjected to 50% CIT deduction;
- ▶ Ninh Hoa Inspection Measurement Company Limited is exempted from CIT for four years and 50% CIT deduction for the next nine years to the taxable income incoming from investment in socialisation industry carrying on areas with difficult or extremely difficult socioeconomic conditions. 2019 is the first year the company was subjected to 50% CIT deduction.

The tax reports of the Groups will be inspected by the tax authorities. Since the application of tax laws and regulations can be interpreted in different ways, the amount of tax presented in the interim consolidated financial statements is subjected to change at the final decision of the tax authorities.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
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31. CORPORATE INCOME TAX (continued)

31.1 CIT expenses

	VND	
	<i>For the six-month period ended 30 June 2022</i>	<i>For the six-month period ended 30 June 2021</i>
Current corporate income tax expense	39,199,800,628	18,359,998,789
Adjustment for under accrual of tax from prior period(s)	<u>5,228,619,692</u>	<u>102,568,279</u>
	44,428,420,320	18,462,567,068
Deferred tax income	<u>(16,312,926,213)</u>	<u>(11,582,082,350)</u>
TOTAL	<u>28,115,494,107</u>	<u>6,880,484,718</u>

Reconciliation between CIT expenses and the accounting profit before tax multiplied by applicable CIT rate is presented below:

	VND	
	<i>For the six-month period ended 30 June 2022</i>	<i>For the six-month period ended 30 June 2021</i>
Accounting profit before tax	<u>53,672,503,214</u>	<u>12,207,176,473</u>
CIT at the rate applicable to the Company and its subsidiaries	10,734,500,643	2,441,435,295
<i>Adjustments:</i>		
Non-taxable income	(3,964,265,283)	(2,633,624,613)
Non-deductible expenses	5,265,996,337	1,179,758,592
Effect of tax rate differences	(2,858,787,157)	738,827,622
Differences due to consolidation transactions	27,922,473,232	(10,531,313,671)
Unrecognised deferred tax asset for tax loss	-	16,862,450,623
Tax deduction	-	(548,280,426)
Utilisation of tax loss	(13,762,185,166)	(731,336,983)
Adjustment for under accrual of tax from prior periods	<u>4,777,761,501</u>	<u>102,568,279</u>
CIT expenses	<u>28,115,494,107</u>	<u>6,880,484,718</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
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31. CORPORATE INCOME TAX (continued)

31.2 Current corporate income tax

The current tax payable is based on taxable income for the current period. The taxable income of the Company and its subsidiaries for the period differs from the accounting profit before tax as reported in the interim consolidated income statement because it excludes items of income or expense that are taxable or deductible in other periods and it further excludes items that are not taxable or deductible. The Group's liability for current tax is calculated using tax rates that have been enacted by the interim consolidated balance sheet date.

31.3 Deferred tax

The following are the deferred tax liabilities recognised by the Group, and the movements thereon, during the current period and previous period as follows:

	<u>Consolidated balance sheet</u>		<u>Consolidated income statement</u>	
	30 June 2022	31 December 2021	30 June 2022	30 June 2021
				VND
Difference from revaluation of fair value of net assets on business combination	419,001,943,074	483,279,345,701	16,312,926,213	11,582,082,350
Deferred tax liabilities	<u>419,001,943,074</u>	<u>483,279,345,701</u>		
Net deferred tax income credit to interim consolidated income statement			<u>16,312,926,213</u>	<u>11,582,082,350</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

32. TRANSACTIONS WITH RELATED PARTIES

List of related parties as at 30 June 2022 is as follows:

<i>Related parties</i>	<i>Relationship</i>
Viet Lao Plastic Import and Export Company Limited	Associate
Quang Binh Water Supply Joint Stock Company	Associate
Long An Water Supply Sewerage Joint Stock Company	Associate
Ca Mau Water Supply Joint Stock Company	Associate
Thu Thua Project Joint Stock Company	Associate

Significant balances with related parties at the balance sheet date are as follows:

<i>Related parties</i>	<i>Relationship</i>	<i>Nature of transactions</i>	<i>VND</i>	
			<i>30 June 2022</i>	<i>31 December 2021</i>
Short-term trade accounts receivable				
Viet Lao Plastic Import and Export Company Limited	Associate	Sale of goods	<u>2,236,317,729</u>	<u>2,236,317,729</u>
Short-term advance to suppliers				
Viet Lao Plastic Import and Export Company Limited	Associate	Purchase of services	<u>858,746,635</u>	<u>858,746,635</u>
Short-term loans receivables				
Viet Lao Plastic Import and Export Company Limited	Associate	Lending	<u>610,000,000</u>	<u>610,000,000</u>
Other short-term receivables				
Viet Lao Plastic Import and Export Company Limited	Associate	Capital advances	1,637,500,000	1,637,500,000
		Interest receivables	152,404,445	152,404,445
Long An Water Supply Sewerage Joint Stock Company	Associate	Dividend receivables	2,343,271,480	-
Quang Binh Water Supply Joint Stock Company	Associate	Dividend receivables	710,655,000	-
			<u>4,843,830,925</u>	<u>1,789,904,445</u>

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32. TRANSACTIONS WITH RELATED PARTIES (continued)

Significant transactions with related parties during the current and previous periods are as follows:

Related parties	Relationship	Nature of transactions	VND	
			For the six-month period ended 30 June 2022	For the six-month period ended 30 June 2021
Can Tho Water Supply - Sewerage Joint Stock Company	Associate	Dividends distribution	-	8,735,532,052
Quang Binh Water Supply Joint Stock Company	Associate	Dividends distribution	710,655,000	667,585,000
Long An Water Supply Sewerage Joint Stock Company	Associate	Dividends distribution	2,343,271,480	1,903,624,800
Ca Mau Water Supply Joint Stock Company	Associate	Dividends distribution	-	1,505,934,702
Thu Thua Project Joint Stock Company	Associate	Dividends distribution	-	286,113,313

Transaction with other related parties

Remuneration to members of the Board of Directors and Management:

Individuals	VND	
	Remuneration	
	For the six-month period ended 30 June 2022	For the six-month period ended 30 June 2021
General Director	360,000,000	489,266,667
Deputy General Director	450,600,000	-
Deputy General Director	420,000,000	331,711,235
Deputy General Director	420,000,000	316,402,607
Deputy General Director	-	337,206,774
Deputy General Director	-	257,049,577
Board Of Directors	60,000,000	60,000,000
TOTAL	1,710,600,000	1,791,636,860

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33. COMMITMENTS

Operating lease commitment (lessee)

The Group has committed under non-cancellable operating lease arrangements. The minimum lease commitment as at the balance sheet dates under the operating lease agreements are as follows:

	VND	
	30 June 2021	31 December 2022
Less than 1 year	48,046,528,281	25,627,990,488
From 2 - 5 years	91,608,661,749	31,953,080,000
Above 5 years	<u>1,628,839,872</u>	<u>1,269,526,839</u>
TOTAL	<u>141,284,029,902</u>	<u>58,850,597,327</u>

Capital commitments

As at 30 June 2022, the Group has no commitment relating to capital contribution.

34. SEGMENT REPORT

The Group selects segments according to its business activities as its main reporting segments because the Group's risks and profitability are influenced primarily by differences in products and services provided by the Group. Segments by Geography are secondary reporting segments. The Group's business activities are organised and managed by the nature of the products and services provided by the Group. Each segment is a strategic business unit that provides different products and services for different markets it operates in.

The prices set for intercompany transactions are determined on the same objective basis as to other third parties. Segment revenue, expenses and results include transactions between segments are eliminated when preparing the interim consolidated financial statements.

Business segment

For management purposes, the Group is divided into business units based on products and services including the following activity reporting segments:

- ▶ To produce and supply construction materials.
- ▶ To produce and supply clean water and environment.

Performance of profit and loss of each segments are managed separately for decision-making, resources allocation and performance evaluation. Business performance by each segment is evaluated based on some criteria of profit and loss which are presented as follows, however, it is measured differently from profit and loss statement in the consolidation reports. Source of capital, including income and expenses from finance activities and corporate income tax are centralised for management by the Group rather than distributed among segments.

Information about the revenue and profit of the Group are presented as follows:

DNP Holding Joint Stock Company
(Formerly known as Dong Nai Plastic Joint Stock Company)

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NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

34. SEGMENT REPORT (continued)

Segments by business fields

	<i>Construction materials</i>	<i>Water and environment</i>	<i>VND Total</i>
30 June 2022			
Net sales	2,862,240,675,172	515,839,897,531	3,378,080,572,703
Cost of goods sold	<u>(2,420,822,009,024)</u>	<u>(367,804,962,393)</u>	<u>(2,788,626,971,417)</u>
Gross profit from sales	<u>441,418,666,148</u>	<u>148,034,935,138</u>	<u>589,453,601,286</u>
30 June 2021			
Net sales	1,506,717,319,417	521,469,397,515	2,028,186,716,932
Cost of goods sold	<u>(1,261,812,887,151)</u>	<u>(377,686,791,827)</u>	<u>(1,639,499,678,978)</u>
Gross profit from sales	<u>244,904,432,266</u>	<u>143,782,605,688</u>	<u>388,687,037,954</u>



NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 30 June 2022 and for the six-month period then ended

35. EVENTS AFTER THE BALANCE SHEET DATE

There is no other matter or circumstance that has arisen since the balance sheet date that requires adjustments or disclosure in the interim consolidated financial statements of the Group.

Pham Thi Ngoc Hue
Preparer

Tran Thai Son
Chief Accountant



Nguyen Van Hieu
General Director

29 August 2022