

**TAN TIEN PLASTIC PACKAGING JOINT STOCK COMPANY**

Lot II, Street No. 13, Tan Binh Industry Zone, Tan Phu District

**FINANCIAL STATEMENTS  
FIRST 6 MONTHS, 2022**

Ho Chi Minh City, dated Jul 15th, 2022

**BALANCE SHEET**

As at 30 Jun 2022

Unit: VND

Item	Code	Note	30/06/2022	01/01/2022
<b>A. CURRENT ASSETS</b>	100		<b>1.131.324.951.867</b>	<b>1.167.500.485.460</b>
<b>I. Cash and cash equivalents</b>	110	V.1	<b>23.824.142.939</b>	<b>35.022.656.039</b>
1. Cash	111		23.824.142.939	35.022.656.039
2. Cash equivalents	112		-	-
<b>II. Short-term investments</b>	120	V.1	<b>379.320.000.000</b>	<b>381.400.000.000</b>
1. Held-to-maturity investments	123		379.320.000.000	381.400.000.000
<b>III. Short-term accounts receivable</b>	130		<b>345.226.943.331</b>	<b>369.914.132.370</b>
1. Short-term trade receivables	131	V.2	316.669.131.600	337.183.461.136
2. Short-term advances to suppliers	132		2.555.845.002	1.683.616.149
3. Other short-term receivables	136	V.3a	33.043.198.055	38.179.470.638
4. Provision for doubtful debts	137	V.4	(7.041.231.326)	(7.132.415.553)
<b>IV. Inventory</b>	140		<b>366.987.712.104</b>	<b>363.586.161.076</b>
1. Inventory	141	V.5	371.642.676.246	367.641.550.689
2. Provision for devaluation of inventory	149	V.5	(4.654.964.142)	(4.055.389.613)
<b>V. Other current assets</b>	150		<b>15.966.153.493</b>	<b>17.577.535.975</b>
1. Short-term prepaid expenses	151	V.6a	1.511.914.430	903.351.805
2. VAT deductibles	152	V.11c	11.670.545.230	9.940.942.497
3. Taxes and other receivables from State	153	V.11b	2.783.693.833	6.733.241.673
<b>B. NON- CURRENT ASSETS</b>	200		<b>317.923.786.164</b>	<b>341.795.923.791</b>
<b>I. Long-term receivables</b>	210		<b>10.000.000</b>	<b>10.000.000</b>
1. Other long-term receivables	216	V.3b	10.000.000	10.000.000
<b>II. Fixed assets</b>	220		<b>207.904.600.680</b>	<b>234.357.739.152</b>
1. Tangible fixed assets	221	V.7	187.078.779.598	213.000.814.129
- Cost	222		959.815.775.859	985.143.814.817
- Accumulated depreciation	223		(772.736.996.261)	(772.143.000.688)
2. Intangible fixed assets	227	V.8	20.825.821.082	21.356.925.023
- Cost	228		37.718.967.412	37.650.967.412
- Accumulated depreciation	229		(16.893.146.330)	(16.294.042.389)
<b>III. Unfinished long-term assets</b>	240		<b>95.867.616.168</b>	<b>95.867.616.168</b>
1. Construction in progress	242		95.867.616.168	95.867.616.168
<b>IV. Long-term investments</b>	250		-	-
1. Held-to-maturity investments	255	V.1	-	-
<b>V. Other long-term assets</b>	260		<b>14.141.569.316</b>	<b>11.560.568.471</b>
1. Long-term prepaid expenses	261	V.6b	4.801.075.035	2.958.559.615
2. Deferred tax asset	262	VI.13	9.340.494.281	8.602.008.856
<b>TOTAL ASSETS</b>	<b>270</b>		<b>1.449.248.738.031</b>	<b>1.509.296.409.251</b>

**BALANCE SHEET (continued)**

As at 30 Jun 2022

Item	Cod e	Note	30/06/2022	01/01/2022
<b>C. LIABILITIES</b>	300		<b>480.625.736.690</b>	<b>531.817.683.099</b>
<b>I. Current liabilities</b>	310		<b>474.194.014.690</b>	<b>525.018.138.599</b>
1. Short-term trade payables	311	V.9	199.702.077.889	268.649.343.823
2. Short-term advances from customers	312		306.823.573	258.734.819
3. Tax payables and statutory obligations	313	V.11a	525.494.607	1.061.770.338
4. Payables to employees	314		21.775.851.700	26.258.767.226
5. Short-term accrued expenses	315	V.12	5.518.959.577	1.665.127.904
6. Other short-term payables	319	V.10	225.693.197.583	227.124.394.489
7. Short-term loans and finance lease liabilities	320		20.671.609.761	-
8. Bonus and welfare fund	322			
<b>II. Long-term liabilities</b>	330		<b>6.431.722.000</b>	<b>6.799.544.500</b>
1. Long-term provision	342	V.13	6.431.722.000	6.799.544.500
<b>D. OWNER'S EQUITY</b>	400		<b>968.623.001.341</b>	<b>977.478.726.152</b>
<b>I. Equity</b>	410	V.14	<b>968.623.001.341</b>	<b>977.478.726.152</b>
1. Contributed legal capital	411		149.999.980.000	149.999.980.000
- Common shares with voting rights	411a		149.999.980.000	149.999.980.000
- Preference shares	411b			
2. Share captial surplus	412		154.777.960.000	154.777.960.000
3. Treasury stocks	415		(45.918.033.800)	(45.918.033.800)
4. Invesment and development fund	418		177.152.251.138	177.152.251.138
5. Profit after tax retained	421		532.610.844.003	541.466.568.814
- Profit after tax retained accumulated by the end	421a		521.189.913.814	552.648.663.683
- Profit after tax retained of current period	421b		11.420.930.189	(11.182.094.869)
<b>TOTAL RESOURCE</b>	<b>440</b>		<b>1.449.248.738.031</b>	<b>1.509.296.409.251</b>

Prepared by



Trần Thị Mộng Thu

Chief Accountant



Trần Thị Thủy Tiên

General Director



Koo Jae Young

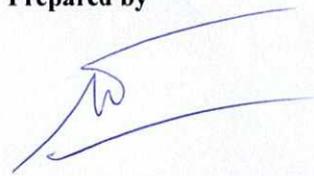
Ho Chi Minh City, dated Jul 15th, 2022

**INCOME STATEMENT**

First 6 months, 2022

Item	Code	Note	QII/2022	QII/2021	From 01/01/22 to 30/06/22	From 01/01/21 to 30/06/21
<b>1. Revenue from sale of goods and rendering of</b>	<b>01</b>	VI.1	<b>458.701.533.596</b>	<b>503.680.389.089</b>	<b>924.794.458.248</b>	<b>943.069.669.451</b>
2. Deductible items	02	VI.2	2.622.820.167	1.703.858.028	3.778.317.484	3.039.471.410
<b>3. Net revenue from sale of goods and rendering of services</b>	<b>10</b>	VI.3	<b>456.078.713.429</b>	<b>501.976.531.061</b>	<b>921.016.140.764</b>	<b>940.030.198.041</b>
<b>4. Cost of goods sold</b>	<b>11</b>	VI.4	<b>434.445.262.663</b>	<b>493.693.456.499</b>	<b>877.332.048.365</b>	<b>888.303.803.837</b>
<b>5. Gross profit from sale of goods and rendering of services</b>	<b>20</b>		<b>21.633.450.766</b>	<b>8.283.074.562</b>	<b>43.684.092.399</b>	<b>51.726.394.204</b>
6. Revenue from financial activities	21	VI.5	6.137.556.806	6.368.198.802	11.895.847.673	13.715.015.189
7. Financial expenses	22	VI.6	2.230.880.436	1.548.634.441	3.895.554.122	2.667.933.697
<i>In which: Interest expense</i>	23		<i>238.939.558</i>	<i>177.009.474</i>	<i>374.292.082</i>	<i>204.617.742</i>
8. Selling expenses	24	VI.7	11.612.339.375	15.685.115.525	23.853.471.355	28.140.088.677
9. Administrative expenses	25	VI.8	10.020.266.010	14.639.007.154	19.728.054.625	25.388.936.897
<b>10. Net profit from operating activities</b>	<b>30</b>		<b>3.907.521.751</b>	<b>(17.221.483.756)</b>	<b>8.102.859.970</b>	<b>9.244.450.122</b>
11. Other income	31	VI.9	8.209.090.909	168.181.819	8.209.090.909	168.181.819
12. Other expense	32	VI.10	1.645.821.194	1.645.821.194	1.645.821.194	1.645.821.194
<b>13. Other profit</b>	<b>40</b>		<b>6.563.269.715</b>	<b>(1.477.639.375)</b>	<b>6.563.269.715</b>	<b>(1.477.639.375)</b>
<b>14. Total profit before tax</b>	<b>50</b>		<b>10.470.791.466</b>	<b>(18.699.123.131)</b>	<b>14.666.129.685</b>	<b>7.766.810.747</b>
15. Current business income tax expenses	51	VI.12	2.649.214.029	(2.331.517.847)	3.983.684.921	3.426.304.829
16. Deferred business income tax expenses	52	VI.13	(460.908.954)	(1.276.375.013)	(738.485.425)	(1.604.959.151)
<b>17. Profit after tax</b>	<b>60</b>		<b>8.282.486.391</b>	<b>(15.091.230.271)</b>	<b>11.420.930.189</b>	<b>5.945.465.069</b>

Prepared by



**Trần Thị Mộng Thu**

Ho Chi Minh City, dated Jul 15th, 2022

Chief Accountant



**Trần Thị Thủy Tiên**

General Director



**Koo Jae Young**

**CASH FLOWS STATEMENT**  
 From 01/01/22 to 30/06/22

Unit: VND

ITEM	COD E	From 01/01/22 to 30/06/22	From 01/01/21 to 30/06/21
<b>I. Cash flows from operating activities</b>			
1. Proceeds from sale of goods and rendering of services	01	1.010.099.978.318	1.041.633.071.051
2. Payments to suppliers of goods and services	02	(900.263.101.102)	(919.158.425.291)
3. Payments to employees	03	(79.451.363.280)	(80.122.378.630)
4. Interest payments	04	(366.589.784)	(196.320.911)
5. Payments to Business income tax	05	-	(15.539.306.032)
6. Other proceeds from operating activities	06	4.106.215.376	4.856.858.069
7. other payments for operating activities	07	(66.673.665.284)	(75.271.232.753)
<b>Net cash flows from operating activities</b>	<b>20</b>	<b>(32.548.525.756)</b>	<b>(43.797.734.497)</b>
<b>II. Cash flow from investing activities</b>			
1. Purchase of fixed assets and other long-term assets	21	(4.575.042.632)	(27.328.549.271)
2. Proceeds from disposals of fixed assets	22	8.209.090.909	168.181.819
3. Bank deposits	23	(239.320.000.000)	(241.400.000.000)
4. Collections from bank deposits	24	241.400.000.000	290.000.000.000
5. Investments in other entities	25	-	-
6. Investment returns from other entities	26	-	-
7. Interest, dividends and profit received	27	15.221.581.047	22.687.739.905
<b>Net cash flows from investing activities</b>	<b>30</b>	<b>20.935.629.324</b>	<b>44.127.372.453</b>
<b>III. Cash flows from financing activities</b>			
1. Receipts from stocks issuing and captial contribution from equity owners	31	-	-
2. Fund returned to equity owners, issued stock redemption	32	-	-
3. Long-term and short-term borrowings received	33	136.027.905.290	86.739.801.958
4. Loan repayment	34	(115.356.295.529)	(65.212.912.934)
5. Finance lease principle paid	35	-	-
6. Dividends, profit paid to equity owners	36	(20.270.965.500)	(20.270.965.500)
<b>Net cash flows from financing activities</b>	<b>40</b>	<b>400.644.261</b>	<b>1.255.923.524</b>
<b>Net cash flows within the period</b>	<b>50</b>	<b>(11.212.252.171)</b>	<b>1.585.561.480</b>
<b>Cash and cash equivalents at the beginning of year</b>	<b>60</b>	<b>35.022.656.039</b>	<b>36.150.448.855</b>
Impact of foreign exchange fluctuation	61	13.739.071	(10.757.205)
<b>Cash and cash equivalents at the end of year</b>	<b>70</b>	<b>23.824.142.939</b>	<b>37.725.253.130</b>

Prepared by



Trần Thị Mộng Thu

Chief Accountant



Trần Thị Thủy Tiên

General Director



Koo Jae Young

Ho Chi Minh City, dated Jul 15th, 2022

## NOTES TO THE FINANCIAL STATEMENTS

First 6 months,2022

### I. BACKGROUND

#### 1. Type of ownership

Tan Tien Plastic Packaging Joint Stock Company was the state-owned company, the company was transformed into joint stock company under Decision No. 90/2004/QĐ-BCN dated 13 September 2004 by Minister of Ministry of Industry.

Business Registration Certificate No. 4103002999 issued by Ho Chi Minh Department of Planning and Investment dated 28 December 2004, amended 9th Business Registration Certificate dated 11 January 2016.

The company's head office is located at Lot II, Group 4, Street 13, Tan Binh Industry Zone, Tay Thanh Ward, Tan Phu District, Ho Chi Minh City.

#### 2. Business sector

The Company's business sectors are production and trade.

#### 3. Principal activities

Principal activities of the Company are: Produce and trade of the packaging products; trade materials, accessories, equipments, printed shape, cooper pipe in production, real estate business.

#### 4. Operating period

The normal operating period: 12 months.

#### 5. The operating characteristics

The operating characteristics have not changed in the period

#### 6. Business Structure

The Company's member entity is as follows:

Name	Address
Bac Ninh Branch	TS5 Street - Tien Son Industrial Zone – Dong Nguyen Ward – Tu Son Town – Bac Ninh Province.

#### 7. Declaration on the information comparative ability in the Financial statement

From 01 January 2015, The Corporation applied the Circular No.200/2014/TT-BTC issued by Ministry of Finance dated 22 December 2014 (“Circular 200”) on guidelines for accounting policies for enterprises replaced the Decision No.15/2006/QĐ-BTC dated 20 March 2006 and came into effect from 01 January 2015 and from financial year 2015.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**

**II. ACCOUNTING PERIOD AND ACCOUNTING MONETARY UNIT**

**1. Accounting period**

Annual accounting period commences from January 1st and ends on December 31st.

**2. Accounting monetary unit**

The Company maintains its accounting record in Vietnamese Dong (VND)

**III. ACCOUNTING STANDARDS AND ACCOUNTING SYSTEM**

**1. Accounting system**

The Company is applying Vietnamese Accounting System promulgated together with Circular No. 200/2014/TT/BTC dated 22/12/2014 issued by the Ministry of Finance.

**2. Announcement on compliance with Vietnamese accounting standards and accounting system**

The company applies Vietnamese Accounting Standards and supplement documents issued by the State. Financial statements are prepared in accordance with regulations of each standard and supplement documents as well as with current accounting system.

**IV. ACCOUNTING POLICIES**

**1. The exchange rate applied in the accounting**

The effective exchanges rate in the transactions used foreign currencies:

- The effective exchange rate in purchasing foreign currency transactions was stated in the purchasing, selling contract between the Corporation and commercial banks;
- The effective exchange rate in capital contribution or receive capital is the purchasing exchange rate of commercial banks where the Corporation open account to receive the capital of the investors in the contribution date;
- The effective exchange rate of the receivables is purchasing exchange rate of commercial banks where the Corporation claim customer pay at the time of transaction;
- The effective exchange rate of the payables is the selling exchange rate of commercial banks where transaction perform in the future;
- The effective exchange rate when purchasing assets or payment immediately in foreign currencies is the exchange rate of commercial banks where the Corporation make a payment

The effective exchange rate when revalued of monetary items denominated in foreign currencies at the time of financial statements:

- To the items classified as the assets applied purchasing exchange rate;
- To the cash in banks is foreign currency applied the purchasing exchange rate of commercial banks where the Corporation open accounts in foreign currencies;
- To the items classified as the liability applied the selling exchange rate of commercial banks where the Corporation often transaction.

All of exchange differences arose and the differences of revalued the monetary items denominated in foreign currencies were accounted in the income statement.

**NOTES TO THE FINANCIAL STATEMENTS (continued)****2. Recognition of cash and cash equivalents**

Cash and cash equivalents are short term, highly liquid investment with an original maturity of three months or less since the date of financial statements which are readily convertible into known amounts of cash without notice.

**3. Recognition of trade receivables and other receivables**

Trade receivables, advances to suppliers and other receivables at the balance sheet date, if:

- Having maturity or payment less than 1 year/1 operating cycle are recognised as short-term assets.
- Having maturity or payment over than 1 year/1 operating cycle are recognised as long-term assets.

**4. Recognition of inventory**

Inventories are stated at original cost. Where the net realizable value is lower than cost, inventories should be measured at the net realizable value. The cost of inventories should comprise all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition.

The cost of inventory at the year-end is calculated by weighted average method.

The Company applies the perpetual method to record inventory.

Provisions for inventory obsolescence made at the end of the year are the excess of original cost of inventory over their net realizable value.

**5. Recognition and depreciation of fixed assets**

Fixed assets are stated at the original cost. During the using time, fixed assets are recorded at cost, accumulated depreciation and net book value.

Depreciation is provided on a straight-line basis. Annual rates calculated to write off the cost of each asset evenly over its expected useful life as follows:

- Buildings, structures	05 - 25 years
- Machine, equipment	05 years
- Transportation facilities	06 - 07 years
- Office equipment	03 - 05 years
- Other fixed assets	04 years
- Computer software	03 years
- Land use right is depreciated according to rent period to June 2049	

**NOTES TO THE FINANCIAL STATEMENTS (continued)****6. Recognition of financial investment**

Securities investment at the balance sheet date, if:

- Having maturity not over than 3 months from the date of acquisition are recognised as “cash equivalents”
- Having maturity less than 1 year/1 operating cycle are recognised as short-term assets
- Having maturity over than 1 year/1 operating cycle are recognised as long-term assets;

Provisions for devaluation of investments are made based on the excess of original cost in accounting books over their market value at year-end.

**7. Accounting for BCC**

A BCC means a cooperation contract between two or more venturers in order to carry out specific business activities, but it does not require establishment of a new legal entity. When receiving money or assets from other entities in the BCC, they should be recorded to liabilities; assets which are contributed to BCC, they should be recorded to receivables.

**8. Recognition and allocation of prepaid expenses**

Prepaid expenses only related to present fiscal year are recognized as short-term prepaid expenses and are recorded into operating costs.

The calculation and allocation of long-term prepaid expenses to profit and loss account in the period should be based on nature of those expenses to choose reasonable method and allocated factor. Prepaid expenses are allocated to the operating expenses based on the straight-line method.

**9. Recognition of trade payables**

Trade payables and other payables at the balance sheet date, if:

- Having maturity or payment less than 1 year/1 operating cycle are recognised as short-term liabilities.
- Having maturity or payment over than 1 year/1 operating cycle are recognised as long-term liabilities.

**10. Recognition of accrued expenses**

Expenses not yet occurred may be charged in advance into production and operating costs in order to ensure when these expenses arise, they do not make material influence on production and operating costs on the basis of suitability between revenue and cost. When these expenses arise, if there is any difference with the amount charged, accountants additionally record or make decrease to cost equivalent to the difference.

**11. Recognition of owner's equity**

Owner's equity is recognized by the real contributed capital.

Premium reserve is recorded by the difference (over/under) between the selling price and the par value of treasury stocks when stocks are firstly or additionally issued or reissued.

Undistributed earnings is the profit of business operations after deduction (-) regulated items due to applying a change in accounting retrospectively or to make a retrospective restatement to correct materiality in previous year.

**NOTES TO THE FINANCIAL STATEMENTS (continued)****12. Recognition of revenue***Revenue from sale of goods*

Revenue from sale of goods should be recognized when all the following conditions have been satisfied:

- The significant risks and rewards of ownership of the goods have been transferred to the buyer;
- The Corporation retains neither continuing managerial involvement as a neither owner nor effective control over the goods sold;
- The amount of revenue can be measured reliably;
- The economic benefits associated with the transaction of goods sold have flown or will flow to the Corporation;
- The costs incurred or to be incurred in respect of the transaction of goods sold can be measured reliably.

*Revenue from rendering of services*

Revenue from rendering of services is recognized when the outcome of that transaction can be measured reliably. Where a transaction involving the rendering of services is attributable to several periods, each period's revenue should be recognized by reference to the stage of completion at the balance sheet date. The outcome of a transaction can be estimated reliably when all the following conditions are satisfied:

- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Corporation;
- The stage of completion of the transaction at the balance sheet date can be measured reliably;
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

The stage of completion of a transaction may be determined by surveys of work completed method.

*Financial income*

Income from interest, royalties and dividends and other financial income earned by the Corporation should be recognized when these two conditions are satisfied:

- It is probable that the economic benefits associated with the transaction will flow to the Corporation;
- The amount of the income can be measured reliably.

Dividend income is recognized in the period in which the dividends are declared by the invested entities.

**13. Recognition of financial expenses**

Items recorded into financial expenses consist of:

- Expenses or losses relating to financial investment activities;
- Expenses of capital lending and borrowing;
- Loss due to foreign exchange differences arising from transactions relating to foreign currencies;
- Provision for devaluation of securities investment.

The above items are recorded by the total amount arising within the period without compensation to financial revenue.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**

**14. Recognition of current income tax expense, deferred income tax expense**

Current income tax expense is calculated basing on taxable profit and income tax rate applied in the current year.

Deferred income tax expense is calculated basing on deductible temporary differences, taxable temporary differences and income tax rate.

**15. Segment reporting**

Segment reporting include a business segment or a geographical segment.

A business segment is a distinguishable component of an enterprise that is engaged in providing an individual product or service or a group of related products or services and that is subject to risks and returns that are different from those of other business segments.

A geographical segment is a distinguishable component of an enterprise that is engaged in providing products or services within a particular economic environment and that is subject to risks and returns that are different from those of components operating in other economic environments.

**16. Financial instruments**

**Initial recognition**

*Financial assets*

At the first date of recognition, a financial asset is measured at its fair value, plus transaction costs that are directly attributable to the acquisition of that financial asset.

The Company's financial assets include cash and short-term deposits, trade and other receivables, loan receivables and investments.

*Financial liabilities*

At the first date of recognition, a financial liability is measured at its fair value, minus transaction costs that are directly attributable to the issue of financial liability.

The Company's financial liabilities include trade and other payables and loans.

**Offsetting of financial instruments**

Financial assets and financial liabilities are offset and the net amount reported in the balance sheet if and only if:

- There is a currently enforceable legal right to offset the recognised amounts; and
- There is an intention to settle on a net basis or to realise the assets and settle the liabilities simultaneously.

**17. Related party**

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions.

NOTES TO THE FINANCIAL STATEMENTS (continued)

V. ADDITIONAL INFORMATION TO ITEMS IN BALANCE SHEET

Unit: VND

	30/06/2022	01/01/2022
<b>1. Cash and cash equivalents</b>		
Cash on hand	28.016.203	146.968.246
Cash at bank	23.796.126.736	34.875.687.793
Cash equivalents	-	
<b>Total</b>	<b>23.824.142.939</b>	<b>35.022.656.039</b>
<b>Held-to-maturity investments _ short term</b>	279.320.000.000	281.400.000.000
<b>Held-to-maturity investments _ long term</b>	-	-
<b>Bonds _short term</b>	100.000.000.000	100.000.000.000
<b>Total</b>	<b>379.320.000.000</b>	<b>381.400.000.000</b>
<p>Short-term held-to-maturity investments represent short-term deposits at commercial banks with original maturities of 12 months and earn interest at the rates ranging from 4,8% to 5,2% per annum.</p> <p>Bonds _short term (12 months) at KIS Securities Corporation (Viet Nam) have interest rates 6,3%/year.</p>		
<b>2. Short-term trade receivables</b>	<b>30/06/2022</b>	<b>01/01/2022</b>
Pepsico Foods, VN	41.495.353.327	32.050.021.449
Trung Nguyen Legend Corporation-Saigon coffee fac	39.023.987.932	50.399.029.466
SUNRISE GLOBLE COMPANY LIMITED	37.290.901.870	5.141.579.093
Others	198.858.888.471	249.592.831.128
<b>Total</b>	<b>316.669.131.600</b>	<b>337.183.461.136</b>
<b>3. Other receivables</b>	<b>30/06/2022</b>	<b>01/01/2022</b>
<b>a. Short-term</b>	<b>33.043.198.055</b>	<b>38.179.470.638</b>
Project deposit	25.224.132.225	25.224.132.225
Bank interest receivable	6.627.820.273	11.647.142.466
House Rentals deposit	381.189.800	339.389.800
Others	810.055.757	968.806.147
<b>b. Long-term</b>	<b>10.000.000</b>	<b>10.000.000</b>
Deposit at Mai Linh company (taxi)	10.000.000	10.000.000
<b>Total</b>	<b>33.053.198.055</b>	<b>38.189.470.638</b>

NOTES TO THE FINANCIAL STATEMENTS (continued)

4. Provision for doubtful debts

	30/06/2022		01/01/2022	
	Original debt	Provision	Original debt	Provision
Nhiet Phat Loc Materials Co., Ltd	449.993.640	(449.993.640)	449.993.640	(449.993.640)
Co Viet Hung Co., Ltd	546.885.913	(546.885.913)	546.885.913	(546.885.913)
Phuong Nam Foodstuff Joint Stock Company	459.097.130	(459.097.130)	459.097.130	(459.097.130)
MINH VIET PACKAGING ONE MEMBER COMPANY LIMITED	5.876.426.235	(2.938.213.118)	5.876.426.235	(2.938.213.118)
Others	3.579.287.466	(2.647.041.525)	4.247.882.337	(2.738.225.752)
<b>Total</b>	<b>10.911.690.384</b>	<b>(7.041.231.326)</b>	<b>11.580.285.255</b>	<b>(7.132.415.553)</b>

5. Inventories

	30/06/2022		01/01/2022	
	Original	Provision	Original	Provision
Goods in transit	20.764.887.730		38.595.566.649	
Raw material	231.435.433.162		186.090.619.366	
Tools, supplies	43.872.000		35.539.535	
Work in process	31.086.574.894		46.934.445.905	
Finished goods	88.311.908.460	(4.654.964.142)	95.985.379.234	(4.055.389.613)
Merchandise	-		-	
<b>Total</b>	<b>371.642.676.246</b>	<b>(4.654.964.142)</b>	<b>367.641.550.689</b>	<b>(4.055.389.613)</b>

6. Prepaid expenses

	30/06/2022	01/01/2022
<b>a. Short-term</b>	<b>1.511.914.430</b>	<b>903.351.805</b>
Fire insurance	251.427.015	754.281.005
Maintenance infrastructure 2021	421.327.200	-
Others	839.160.215	149.070.800
<b>b. Long-term</b>	<b>4.801.075.035</b>	<b>2.958.559.615</b>
Tool and equipment	4.801.075.035	2.958.559.615
<b>Total</b>	<b>6.312.989.465</b>	<b>3.861.911.420</b>

## NOTES TO THE FINANCIAL STATEMENTS (continued)

## 7. Increase and decrease in tangible fixed assets

	Buildings, structures	Machinery, equipments	Transportation facilities	Office equipment	Other fixed assets	Total
<b>Original cost</b>						
<b>Beginning balance</b>	211.809.913.607	690.408.929.162	65.641.406.731	13.742.302.222	3.541.263.095	985.143.814.817
<b>Increase</b>	-	-	1.869.635.000	368.000.000	1.818.339.200	4.055.974.200
- <i>Purchase in the year</i>	-	-	1.869.635.000	368.000.000	1.818.339.200	4.055.974.200
<b>Decrease</b>	-	28.449.808.104	794.234.054	139.971.000	-	29.384.013.158
- <i>Liquidating, disposing</i>	-	28.449.808.104	794.234.054	139.971.000	-	29.384.013.158
<b>Ending balance</b>	211.809.913.607	661.959.121.058	66.716.807.677	13.970.331.222	5.359.602.295	959.815.775.859
<b>Accumulated depreciation</b>						
<b>Beginning balance</b>	126.710.471.139	570.282.809.948	60.131.968.074	12.546.198.277	2.471.553.250	772.143.000.688
<b>Increase</b>	5.592.043.259	22.706.899.608	940.452.128	364.396.925	374.216.811	29.978.008.731
- <i>Depreciation within year</i>	5.592.043.259	22.706.899.608	940.452.128	364.396.925	374.216.811	29.978.008.731
<b>Decrease</b>	-	28.449.808.104	794.234.054	139.971.000	-	29.384.013.158
- <i>Liquidating, disposing</i>	-	28.449.808.104	794.234.054	139.971.000	-	29.384.013.158
<b>Ending balance</b>	132.302.514.398	564.539.901.452	60.278.186.148	12.770.624.202	2.845.770.061	772.736.996.261
<b>Net book value</b>						
<b>Beginning balance</b>	85.099.442.468	120.126.119.214	5.509.438.657	1.196.103.945	1.069.709.845	213.000.814.129
<b>Ending balance</b>	79.507.399.209	97.419.219.606	6.438.621.529	1.199.707.020	2.513.832.234	187.078.779.598
					30/06/2022	01/01/2022
- Cost of fully depreciated tangible fixed assets but still in use (Tangible and intangible):					531.286.203.382	558.681.648.684

## NOTES TO THE FINANCIAL STATEMENTS (continued)

## 8. Increase and decrease in intangible fixed assets

	Land use rights	Computer Software	Total
<b>Original cost</b>			
Beginning balance	31.394.484.385	6.256.483.027	37.650.967.412
Increase		68.000.000	68.000.000
Decrease			-
<b>Ending balance</b>	<b>31.394.484.385</b>	<b>6.324.483.027</b>	<b>37.718.967.412</b>
<b>Accumulated depreciation</b>			
Beginning balance	10.913.749.021	5.380.293.368	16.294.042.389
Increase	307.554.108	291.549.833	599.103.941
Decrease			-
<b>Ending balance</b>	<b>11.221.303.129</b>	<b>5.671.843.201</b>	<b>16.893.146.330</b>
<b>Net book value</b>			
Beginning balance	20.480.735.364	876.189.659	21.356.925.023
<b>Ending balance</b>	<b>20.173.181.256</b>	<b>652.639.826</b>	<b>20.825.821.082</b>

## 9. Short-term trade payable

	30/06/2022		01/01/2022	
	Liabilities	Ability to pay	Liabilities	Ability to pay
SAKATA INX VIETNAM CO., LTD	19.162.303.160	19.162.303.160	29.112.692.620	29.112.692.620
Stock Trading Services Kien Duc Plastic Packaging	26.829.519.869	26.829.519.869	28.030.611.097	28.030.611.097
Others	153.710.254.860	153.710.254.860	211.506.040.106	211.506.040.106
<b>Total</b>	<b>199.702.077.889</b>	<b>199.702.077.889</b>	<b>268.649.343.823</b>	<b>268.649.343.823</b>

## 10. Other short-term payables

	30/06/2022	01/01/2022
Union fund	635.923.110	179.508.320
Dividend payables	81.832.400	76.142.900
NNX paid to Tan Tien	96.652.597.842	96.652.597.842
NNX paid to Contractors	102.750.928.037	102.750.928.037
PK paid to Tan Tien	25.272.320.114	25.272.320.114
Other	299.596.080	2.192.897.276
<b>Total</b>	<b>225.693.197.583</b>	<b>227.124.394.489</b>

## NOTES TO THE FINANCIAL STATEMENTS (continued)

## 11. Tax and statutory obligations

	01/01/2022	Payable	Paid	30/06/2022
<b>a. Payable</b>	<b>1.061.770.338</b>	<b>4.798.921.131</b>	<b>5.335.196.862</b>	<b>525.494.607</b>
Personal income tax	1.061.770.338	3.105.107.794	3.641.383.525	525.494.607
Environmental protection tax	-	98.200	98.200	-
Foreign Contractor tax	-	43.893.943	43.893.943	-
License tax	-	4.000.000	4.000.000	-
Land rent	-	1.645.821.194	1.645.821.194	-
	<b>01/01/2022</b>	<b>Payable</b>	<b>Paid</b>	<b>30/06/2022</b>
<b>b. Receivables</b>	<b>6.733.241.673</b>	<b>1.284.819.055</b>	<b>5.302.641.057</b>	<b>2.783.693.833</b>
Export, Import tax	8.411.137	1.284.819.055	1.318.956.136	42.548.218
Business income tax	6.724.830.536	-	3.983.684.921	2.741.145.615
	<b>01/01/2022</b>	<b>Payable/ Deductible</b>	<b>Paid/ Deducted</b>	<b>30/06/2022</b>
<b>C. VAT</b>				
VAT deductible	9.940.942.497	42.039.022.160	40.309.419.427	11.670.545.230
<b>VAT deductible</b>	<b>9.940.942.497</b>			<b>11.670.545.230</b>

## 12. Short-term accrued expenses

	30/06/2022	01/01/2022
Penalty for late tax payment	210.956.811	210.956.811
2022 audit expenses	331.762.998	-
2021 audit expenses	-	394.860.800
Others	4.976.239.768	1.059.310.293
<b>Total</b>	<b>5.518.959.577</b>	<b>1.665.127.904</b>

## 13. Other long-term provisions

Long-term provisions represents the accrual for severance allowance to employees.

NOTES TO THE FINANCIAL STATEMENTS (continued)

14. **Vốn chủ sở hữu**

a. **Increase and decrease in owner's equity**

	Contributed legal capital	Share captial surplus	Treasury stocks	Investment and development fund	Profit after tax retained	Total
<b>Beginning balance of previous year</b>	<b>149.999.980.000</b>	<b>154.777.960.000</b>	<b>(45.918.033.800)</b>	<b>177.152.251.138</b>	<b>572.925.318.683</b>	<b>1.008.937.476.021</b>
Profit of the previous year	-	-	-	-	(11.182.094.869)	(11.182.094.869)
Increase	-	-	-	-	-	-
Decrease	-	-	-	-	-	-
Distributed profit of the year	-	-	-	-	-	-
- <i>Dividends in 2020</i>	-	-	-	-	(20.276.655.000)	(20.276.655.000)
<b>Ending balance of previous year</b>	<b>149.999.980.000</b>	<b>154.777.960.000</b>	<b>(45.918.033.800)</b>	<b>177.152.251.138</b>	<b>541.466.568.814</b>	<b>977.478.726.152</b>
<b>Beginning balance of current year</b>	<b>149.999.980.000</b>	<b>154.777.960.000</b>	<b>(45.918.033.800)</b>	<b>177.152.251.138</b>	<b>541.466.568.814</b>	<b>977.478.726.152</b>
Profit of the current period	-	-	-	-	11.420.930.189	11.420.930.189
Increase	-	-	-	-	-	-
Decrease	-	-	-	-	-	-
Distributed profit of the year	-	-	-	-	-	-
- <i>Dividends in 2021</i>	-	-	-	-	(20.276.655.000)	(20.276.655.000)
<b>Ending balance of current period</b>	<b>149.999.980.000</b>	<b>154.777.960.000</b>	<b>(45.918.033.800)</b>	<b>177.152.251.138</b>	<b>532.610.844.003</b>	<b>968.623.001.341</b>

## NOTES TO THE FINANCIAL STATEMENTS (continued)

b. Detail of owner's invested capital (According to the list date 29/03/2022)	30/06/2022		01/01/2022	
	Tỷ lệ	VND		VND
Dongwon Systems Corporation	88,16%	132.245.180.000		132.245.180.000
Others	11,84%	17.754.800.000		17.754.800.000
	<b>100%</b>	<b>149.999.980.000</b>		<b>149.999.980.000</b>
<b>c. Capital transactions with owners and distribution of dividends and profits</b>				
		<b>30/06/2022</b>		<b>01/01/2022</b>
Owner's invested capital				
At the beginning of year		149.999.980.000		149.999.980.000
Increase in the year		-		-
Decrease in the year		-		-
At year end		149.999.980.000		149.999.980.000
Distributed dividends and profit		20.276.655.000		20.276.655.000
<b>d. Stock</b>				
		<b>30/06/2022</b>		<b>01/01/2022</b>
Quantity of Authorized issuing stocks		15.000.000		15.000.000
Quantity of issued stocks		14.999.998		14.999.998
- Common stocks		14.999.998		14.999.998
Quantity of repurchased stocks		1.482.228		1.482.228
- Common stocks		1.482.228		1.482.228
Quantity of circulation stocks		13.517.770		13.517.770
- Common stocks		13.517.770		13.517.770
- Par value per stock: 10.000 VND				
<b>15. Off-balance sheet accounts</b>				
		<b>30/06/2022</b>		<b>01/01/2022</b>
Foreign currencies				
- USD		165,981.69		48.395,06

## NOTES TO THE FINANCIAL STATEMENTS (continued)

## VI. ADDITIONAL INFORMATION TO ITEMS IN INCOME STATEMENT

	<i>Unit: VND</i>	
	First 6 months, 2022	First 6 months, 2021
<b>1. Revenue from sale of goods and rendering of services</b>	<b>924.794.458.248</b>	<b>943.069.669.451</b>
In which:		
Revenue from sale of merchandise	9.914.854.449	11.646.595.943
Revenue from sale of finished goods	908.987.237.807	922.936.960.742
Revenue from others	5.892.365.992	8.486.112.766
<b>2. Deductible items</b>	<b>3.778.317.484</b>	<b>3.039.471.410</b>
Trade discounts	935.912.086	179.953.897
Sales allowances	-	-
Sales return	2.842.405.398	2.859.517.513
<b>3. Net revenue from sale of goods and rendering of services</b>	<b>921.016.140.764</b>	<b>940.030.198.041</b>
Net revenue from sale of merchandise	9.914.854.449	11.646.595.943
Net revenue from sale of finished goods	905.208.920.323	919.897.489.332
Net revenue from rendering of services	-	-
Net revenue from others	5.892.365.992	8.486.112.766
<b>4. Cost of goods sold</b>	<b>First 6 months, 2022</b>	<b>First 6 months, 2021</b>
Costs of merchandise	9.597.543.573	10.917.409.619
Costs of finished goods	867.734.504.792	877.386.394.218
<b>Total</b>	<b>877.332.048.365</b>	<b>888.303.803.837</b>
<b>5. Financial income</b>	<b>First 6 months, 2022</b>	<b>First 6 months, 2021</b>
Interest income	10.202.258.854	12.568.413.315
Gain from foreign exchange difference	1.693.588.819	1.146.601.874
<b>Total</b>	<b>11.895.847.673</b>	<b>13.715.015.189</b>
<b>6. Financial expenses</b>	<b>First 6 months, 2022</b>	<b>First 6 months, 2021</b>
Interest expenses	374.292.082	204.617.742
AR advance payment expenses	3.031.408.354	2.305.160.823
Loss from foreign exchange difference	489.853.686	158.155.132
Other	-	-
<b>Total</b>	<b>3.895.554.122</b>	<b>2.667.933.697</b>

## NOTES TO THE FINANCIAL STATEMENTS (continued)

	First 6 months, 2022	First 6 months, 2021
<b>7. Selling expenses</b>		
Labor costs	8.015.360.423	8.965.535.282
Expenses of selling materials, tools	824.658.488	620.696.364
Depreciation expenses	221.725.331	221.725.330
Expenses for external services	12.882.908.711	16.911.654.521
Commission	383.520.786	313.237.322
Others	1.525.297.616	1.107.239.858
<b>Total</b>	<b>23.853.471.355</b>	<b>28.140.088.677</b>
<b>8. Administrative expenses</b>		
Labor costs	13.798.478.951	16.744.898.796
Expenses of administrative materials, tools	487.833.925	266.082.578
Depreciation expenses	1.061.849.596	1.496.679.301
Expenses for external services	2.820.227.972	3.251.442.795
Others	1.559.664.181	3.629.833.427
<b>Total</b>	<b>19.728.054.625</b>	<b>25.388.936.897</b>
<b>9. Other income</b>		
Profit from disposal of fixed assets	8.209.090.909	168.181.819
<b>Total</b>	<b>8.209.090.909</b>	<b>168.181.819</b>
<b>10. Other expenses</b>		
Land rent, land tax	1.645.821.194	1.645.821.194
<b>Total</b>	<b>1.645.821.194</b>	<b>1.645.821.194</b>
<b>11. Productions and operation costs by items</b>		
Raw materials	710.228.886.673	783.365.680.630
Labour cost	98.763.796.935	101.462.967.350
Depreciation expenses	30.577.112.672	29.197.741.925
Expenses from external services	47.937.471.252	57.973.201.295
Other expenses	3.368.858.748	4.676.967.083
<b>Total</b>	<b>890.876.126.280</b>	<b>976.676.558.283</b>



