

TAN TIEN PLASTIC PACKAGING JOINT STOCK COMPANY
Lot II, Street No. 13, Tan Binh Industry Zone, Tan Phu District

FINANCIAL STATEMENTS
FOURTH QUARTER, 2020

Ho Chi Minh City, dated Jan 16th, 2021

BALANCE SHEET

As at 31 Dec 2020

Unit: VND

Item	Code	Note	31/12/2020	01/01/2020
A . CURRENT ASSETS	100		1.139.222.397.326	1.016.141.177.276
I. Cash and cash equivalents	110	V.1	36.150.448.855	41.190.945.747
1. Cash	111		36.150.448.855	41.190.945.747
2. Cash equivalents	112		-	-
II. Short-term investments	120	V.1	460.000.000.000	323.000.000.000
1. Held-to-maturity investments	123		460.000.000.000	323.000.000.000
III. Short-term accounts receivable	130		385.078.042.242	399.225.849.290
1. Short-term trade receivables	131	V.2	342.319.624.516	359.007.620.617
2. Short-term advances to suppliers	132		2.473.051.347	2.431.653.162
3. Other short-term receivables	136	V.3a	43.821.388.717	41.330.230.743
4. Provision for doubtful debts	137	V.4	(3.536.022.338)	(3.543.655.232)
IV. Inventory	140		248.989.892.187	245.511.126.531
1. Inventory	141	V.5	250.868.239.272	248.014.105.467
2. Provision for devaluation of inventory	149	V.5	(1.878.347.085)	(2.502.978.936)
V. Other current assets	150		9.004.014.042	7.213.255.708
1. Short-term prepaid expenses	151	V.6a	1.000.874.460	1.166.549.750
2. VAT deductibles	152	V.11c	8.003.139.582	6.031.397.640
3. Taxes and other receivables from State	153	V.11b	-	15.308.318
B. NON- CURRENT ASSETS	200		377.450.410.886	332.639.256.923
I. Long-term receivables	210		10.000.000	10.000.000
1. Other long-term receivables	216	V.3b	10.000.000	10.000.000
II. Fixed assets	220		269.987.556.590	226.120.025.544
1. Tangible fixed assets	221	V.7	247.600.779.458	203.839.638.523
- Cost	222		964.065.285.483	884.922.252.652
- Accumulated depreciation	223		(716.464.506.025)	(681.082.614.129)
2. Intangible fixed assets	227	V.8	22.386.777.132	22.280.387.021
- Cost	228		37.419.857.412	35.935.668.412
- Accumulated depreciation	229		(15.033.080.280)	(13.655.281.391)
III. Unfinished long-term assets	240		95.867.616.168	96.188.742.168
1. Construction in progress	242		95.867.616.168	96.188.742.168
IV. Long-term investments	250		-	-
1. Held-to-maturity investments	255	V.1	-	-
V. Other long-term assets	260		11.585.238.128	10.320.489.211
1. Long-term prepaid expenses	261	V.6b	4.212.509.739	3.257.525.695
2. Deferred tax asset	262	VI.13	7.372.728.389	7.062.963.516
TOTAL ASSETS	270		1.516.672.808.212	1.348.780.434.199

BALANCE SHEET (continued)

As at 31 Dec 2020

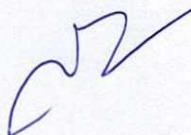
Item	Code	Note	31/12/2020	01/01/2020
C. LIABILITIES	300		507.735.332.191	478.248.271.638
I. Current liabilities	310		500.928.891.441	471.078.891.638
1. Short-term trade payables	311	V.9	239.879.982.854	309.417.089.422
2. Short-term advances from customers	312		1.109.391.442	959.434.859
3. Tax payables and statutory obligations	313	V.11a	10.027.815.996	11.601.754.619
4. Payables to employees	314		26.170.695.458	31.823.698.802
5. Short-term accrued expenses	315	V.12	1.749.097.396	1.061.709.388
6. Other short-term payables	319	V.10	221.991.908.295	116.215.204.548
7. Short-term loans and finance lease liabilities	320		-	-
8. Bonus and welfare fund	322			
II. Long-term liabilities	330		6.806.440.750	7.169.380.000
1. Long-term provision	342	V.13	6.806.440.750	7.169.380.000
D. OWNER'S EQUITY	400		1.008.937.476.021	870.532.162.561
I. Equity	410	V.14	1.008.937.476.021	870.532.162.561
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 capital surplus	412		154.777.960.000	154.777.960.000
3. Treasury stocks	415		(45.918.033.800)	(45.918.033.800)
4. Investment and development fund	418		177.152.251.138	177.152.251.138
5. Profit after tax retained	421		572.925.318.683	434.520.005.223
- Profit after tax retained accumulated by the end	421a		427.761.120.223	322.713.981.448
- Profit after tax retained of current period	421b		145.164.198.460	111.806.023.775
TOTAL RESOURCE	440		1.516.672.808.212	1.348.780.434.199

Prepared by



Trần Thị Mộng Thu

Chief Accountant



Trần Thị Thủy Tiên

General Director



Jo Jeong Kook

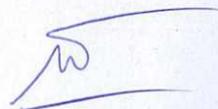
Ho Chi Minh City, dated Jan 16th, 2021

INCOME STATEMENT

Fourth quarter, 2020

Item	Code	Note	Q IV/2020	Q IV/2019	Y 2020	Y 2019
1. Revenue from sale of goods and rendering of	01	VI.1	510.487.513.793	491.853.397.913	1.787.026.147.849	1.772.791.981.890
2. Deductible items	02	VI.2	2.110.360.308	3.128.800.469	6.195.052.465	9.269.189.350
3. Net revenue from sale of goods and rendering of services	10	VI.3	508.377.153.485	488.724.597.444	1.780.831.095.384	1.763.522.792.540
4. Cost of goods sold	11	VI.4	439.460.223.806	412.917.871.206	1.533.095.074.559	1.536.620.212.816
5. Gross profit from sale of goods and rendering of services	20		68.916.929.679	75.806.726.238	247.736.020.825	226.902.579.724
6. Revenue from financial activities	21	VI.5	7.647.921.146	5.818.796.816	28.621.943.277	19.566.435.911
7. Financial expenses	22	VI.6	1.404.745.775	1.947.687.674	5.402.181.575	6.380.774.678
<i>In which: Interest expense</i>	23		<i>212.733.561</i>	<i>221.761.228</i>	<i>761.428.689</i>	<i>735.047.505</i>
8. Selling expenses	24	VI.7	10.997.523.568	12.750.094.596	44.740.732.416	50.454.324.932
9. Administrative expenses	25	VI.8	10.099.122.543	12.231.979.304	41.599.327.060	44.268.196.809
10. Net profit from operating activities	30		54.063.458.939	54.695.761.480	184.615.723.051	145.365.719.216
11. Other income	31	VI.9	40.909.091	-	300.909.093	92.727.274
12. Other expense	32	VI.10	1.441.990.817	-	2.926.955.243	3.664.340.513
13. Other profit	40		(1.401.081.726)	-	(2.626.046.150)	(3.571.613.239)
14. Total profit before tax	50		52.662.377.213	54.695.761.480	181.989.676.901	141.794.105.977
15. Current business income tax expenses	51	VI.12	9.765.025.144	11.096.090.703	37.135.243.314	30.986.802.680
16. Deferred business income tax expenses	52	VI.13	686.311.248	90.969.632	(309.764.873)	(998.720.478)
17. Profit after tax	60		42.211.040.821	43.508.701.145	145.164.198.460	111.806.023.775

Prepared by



Trần Thị Mộng Thu

Ho Chi Minh City, dated Jan 16th, 2021

Chief Accountant



Trần Thị Thủy Tiên



CASH FLOWS STATEMENT
 Y 2020

Đơn vị tính: VND

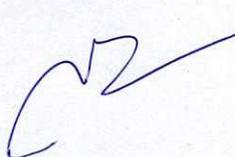
Item	Code	Y 2020	Y 2019
I. Cash flows from operating activities			
1. Proceeds from sale of goods and rendering of services	01	1.965.352.138.542	1.956.268.661.441
2. Payments to suppliers of goods and services	02	(1.450.852.034.970)	(1.460.710.187.913)
3. Payments to employees	03	(146.903.644.621)	(136.955.974.851)
4. Interest payments	04	(761.428.689)	(735.047.505)
5. Payments to Business income tax	05	(38.495.578.426)	(23.034.184.097)
6. Other proceeds from operating activities	06	7.234.145.300	6.616.743.538
7. other payments for operating activities	07	(146.228.593.077)	(136.854.940.983)
Net cash flows from operating activities	20	189.345.004.059	204.595.069.630
II. Cash flow from investing activities			
1. Purchase of fixed assets and other long-term assets	21	(74.477.413.441)	(12.581.137.408)
2. Proceeds from disposals of fixed assets	22	298.181.820	87.272.728
3. Bank deposits	23	(595.000.000.000)	(323.000.000.000)
4. Collections from bank deposits	24	458.000.000.000	163.008.537.100
5. Investments in other entities	25	-	-
6. Investment returns from other entities	26	-	-
7. Interest, dividends and profit received	27	23.528.975.071	11.541.320.770
Net cash flows from investing activities	30	(187.650.256.550)	(160.944.006.810)
III. Cash flows from financing activities			
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	60.841.104.367	63.424.105.621
4. Loan repayment	34	(60.841.104.367)	(63.424.105.621)
5. Finance lease principle paid	35	-	-
6. Dividends, profit paid to equity owners	36	(6.758.360.400)	(6.756.585.000)
Net cash flows from financing activities	40	(6.758.360.400)	(6.756.585.000)
Net cash flows within the period	50	(5.063.612.891)	36.894.477.820
Cash and cash equivalents at the beginning of year	60	41.190.945.747	4.280.867.613
Impact of foreign exchange fluctuation	61	23.115.999	15.600.314
Cash and cash equivalents at the end of year	70	36.150.448.855	41.190.945.747

Prepared by



Trần Thị Mộng Thu

Chief Accountant



Trần Thị Thủy Tiên

General Director



Jo Jeong Kook

Ho Chi Minh City, dated Jan 16th, 2021

NOTES TO THE FINANCIAL STATEMENTS

Fourth quarter, 2020

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.

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.

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

	31/12/2020	01/01/2020
1. Cash and cash equivalents		
Cash on hand	193.288.888	860.698.973
Cash at bank	35.957.159.967	40.330.246.774
Cash equivalents	-	-
Total	36.150.448.855	41.190.945.747
Held-to-maturity investments _ short term	380.000.000.000	280.000.000.000
Held-to-maturity investments _ long term	-	-
Bonds _ short term	80.000.000.000	43.000.000.000
Total	460.000.000.000	323.000.000.000
<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 4,7% to 7,1% per annum.</p> <p>Bonds _ short term (12 months) at KIS Securities Corporation (Viet Nam) have interest rates 6,3%/year.</p>		
2. Short-term trade receivables	31/12/2020	01/01/2020
Unilever Vietnam Co., Ltd	76.989.336.510	100.672.708.327
TRUNG NGUYEN Group Corporation _ NM CP Sai Gon	43.005.759.621	33.915.657.603
Others	222.324.528.385	224.419.254.687
Total	342.319.624.516	359.007.620.617
3. Other receivables	31/12/2020	01/01/2020
a. Short-term	43.821.388.717	41.330.230.743
Project deposit	25.224.132.225	25.224.902.225
Bank interest receivable	17.559.753.424	14.339.923.287
Social insurance	-	564.580.711
House Rentals deposit	333.515.800	333.515.800
Others	703.987.268	867.308.720
b. Long-term	10.000.000	10.000.000
Deposit at Mai Linh company (taxi)	10.000.000	10.000.000
Total	43.831.388.717	41.340.230.743

NOTES TO THE FINANCIAL STATEMENTS (continued)

4. Provision for doubtful debts

	31/12/2020		01/01/2020	
	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)
Others	2.436.634.977	(2.080.045.655)	2.692.193.267	(2.087.678.549)
Total	3.892.611.660	(3.536.022.338)	4.148.169.950	(3.543.655.232)

5. Inventories

	31/12/2020		01/01/2020	
	Original	Provision	Original	Provision
Goods in transit	26.177.614.050		22.638.621.687	
Raw material	153.300.257.614		147.448.794.589	
Tools, supplies	23.260.000		103.085.000	
Work in process	23.084.035.347		20.942.425.835	
Finished goods	48.283.072.261	(1.878.347.085)	56.881.178.356	(2.502.978.936)
Merchandise	-		-	
Total	250.868.239.272	(1.878.347.085)	248.014.105.467	(2.502.978.936)

6. Prepaid expenses

	31/12/2020	01/01/2020
a. Short-term	1.000.874.460	1.166.549.750
Fire insurance	757.835.685	1.069.370.150
Others	243.038.775	97.179.600
b. Long-term	4.212.509.739	3.257.525.695
Tool and equipment	4.212.509.739	3.257.525.695
Total	5.213.384.199	4.424.075.445

TAN TIEN PLASTIC PACKAGING JOINT STOCK COMPANY

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

FINANCIAL STATEMENTS

Fourth quarter, 2020

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
Original cost						
Beginning balance	211.166.742.747	595.361.640.559	63.194.810.331	12.909.377.120	2.289.681.895	884.922.252.652
Increase	-	81.611.325.682	1.394.750.000	1.009.585.202	534.373.000	84.550.033.884
- Purchase in the year	-	81.611.325.682	1.394.750.000	1.009.585.202	534.373.000	84.550.033.884
Decrease	-	4.569.239.403	621.231.600	216.530.050	-	5.407.001.053
- Liquidating, disposing	-	4.569.239.403	621.231.600	216.530.050	-	5.407.001.053
Ending balance	211.166.742.747	672.403.726.838	63.968.328.731	13.702.432.272	2.824.054.895	964.065.285.483
Accumulated depreciation						
Beginning balance	104.524.506.597	506.469.821.488	56.762.780.274	11.487.147.419	1.838.358.351	681.082.614.129
Increase	11.083.550.526	26.765.127.751	1.969.979.394	720.728.880	249.506.398	40.788.892.949
- Depreciation within year	11.083.550.526	26.765.127.751	1.969.979.394	720.728.880	249.506.398	40.788.892.949
Decrease	-	4.569.239.403	621.231.600	216.530.050	-	5.407.001.053
- Liquidating, disposing	-	4.569.239.403	621.231.600	216.530.050	-	5.407.001.053
Ending balance	115.608.057.123	528.665.709.836	58.111.528.068	11.991.346.249	2.087.864.749	716.464.506.025
Net book value						
Beginning balance	106.642.236.150	88.891.819.071	6.432.030.057	1.422.229.701	451.323.544	203.839.638.523
Ending balance	95.558.685.624	143.738.017.002	5.856.800.663	1.711.086.023	736.190.146	247.600.779.458

	31/12/2020	01/01/2020
- Cost of fully depreciated tangible fixed assets but still in use (Tangible and intangible):	556.809.295.281	558.341.019.556

NOTES TO THE FINANCIAL STATEMENTS (continued)

8. Increase and decrease in intangible fixed assets

	Land use rights	Computer Software	Total
Original cost			
Beginning balance	31.394.484.385	4.541.184.027	35.935.668.412
Increase		1.484.189.000	1.484.189.000
Decrease			-
Ending balance	31.394.484.385	6.025.373.027	37.419.857.412
Accumulated depreciation			
Beginning balance	9.683.532.589	3.971.748.802	13.655.281.391
Increase	615.108.216	762.690.673	1.377.798.889
Decrease			-
Ending balance	10.298.640.805	4.734.439.475	15.033.080.280
Net book value			
Beginning balance	21.710.951.796	569.435.225	22.280.387.021
Ending balance	21.095.843.580	1.290.933.552	22.386.777.132

9. Short-term trade payable

	31/12/2020		01/01/2020	
	Liabilities	Ability to pay	Liabilities	Ability to pay
SAKATA INX VIETNAM CO., LTD	23.325.951.550	23.325.951.550	18.082.971.500	18.082.971.500
Kien Duc Plastic Packaging Trading Service JSC	26.919.367.807	26.919.367.807	28.388.460.284	28.388.460.284
Others	189.634.663.497	189.634.663.497	262.945.657.638	262.945.657.638
Total	239.879.982.854	239.879.982.854	309.417.089.422	309.417.089.422

10. Other short-term payables

	31/12/2020	01/01/2020
Union fund	181.897.830	285.928.920
Dividend payables	70.453.400	69.928.800
NNX paid to Tan Tien	94.178.164.936	91.811.238.738
NNX paid to Contractors	102.633.978.306	-
PK paid to Tan Tien	24.498.084.242	23.938.825.197
Other	429.329.581	109.282.893
Total	221.991.908.295	116.215.204.548

NOTES TO THE FINANCIAL STATEMENTS (continued)

11. Tax and statutory obligations

	01/01/2020	Payable	Paid	31/12/2020
a. Payable	11.601.754.619	47.950.215.001	49.524.153.624	10.027.815.996
Business income tax	10.190.839.084	37.135.243.314	38.495.578.426	8.830.503.972
Personal income tax	1.410.915.535	7.038.636.046	7.252.239.557	1.197.312.024
Environmental protection tax	-	102.200	102.200	-
Foreign contractors tax	-	845.278.198	845.278.198	-
Licence tax	-	4.000.000	4.000.000	-
Land rent	-	2.926.955.243	2.926.955.243	-
	01/01/2020	Payable	Paid	31/12/2020
b. Receivables	15.308.318	4.561.932.425	4.546.624.107	-
Export, Import tax	15.308.318	4.561.932.425	4.546.624.107	-
	01/01/2020	Payable/ Deductible	Paid/ Deducted	31/12/2020
c. VAT				
VAT payable	3.555.363.976	79.518.787.006	81.490.528.948	1.583.622.034
VAT deductible	9.586.761.616	81.409.115.730	81.409.115.730	9.586.761.616
VAT deductible	6.031.397.640			8.003.139.582

12. Short-term accrued expenses

	31/12/2020	01/01/2020
Penalty for late tax payment	213.123.360	263.123.360
2020 audit expenses	383.360.000	-
2019 audit expenses	-	383.360.000
Others	1.152.614.036	415.226.028
Total	1.749.097.396	1.061.709.388

13. Other long-term provisions

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

NOTES TO THE FINANCIAL STATEMENTS (continued)

14. Owner's Equity

a. Increase and decrease in owner's equity

	Contributed legal capital	Share capital surplus	Treasury stocks	Investment and development fund	Profit after tax retained	Total
Beginning balance of previous year	149.999.980.000	154.777.960.000	(45.918.033.800)	177.152.251.138	329.472.866.448	765.485.023.786
Profit of the previous year	-	-	-	-	111.806.023.775	111.806.023.775
Increase	-	-	-	-	-	-
Decrease	-	-	-	-	-	-
Distributed profit of the year 2019	-	-	-	-	-	-
- Dividends in 2018	-	-	-	-	(6.758.885.000)	(6.758.885.000)
Ending balance of previous year	149.999.980.000	154.777.960.000	(45.918.033.800)	177.152.251.138	434.520.005.223	870.532.162.561
Beginning balance of current year	149.999.980.000	154.777.960.000	(45.918.033.800)	177.152.251.138	434.520.005.223	870.532.162.561
Profit of the current period	-	-	-	-	145.164.198.460	145.164.198.460
Increase	-	-	-	-	-	-
Decrease	-	-	-	-	-	-
Distributed profit of the year	-	-	-	-	-	-
- Dividends in 2019	-	-	-	-	(6.758.885.000)	(6.758.885.000)
Ending balance of current period	149.999.980.000	154.777.960.000	(45.918.033.800)	177.152.251.138	572.925.318.683	1.008.937.476.021

NOTES TO THE FINANCIAL STATEMENTS (continued)

b. Detail of owner's invested capital (According to the list date 24/03/2020)	31/12/2020		01/01/2020	
	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
	100%	149.999.980.000		149.999.980.000

c. Capital transactions with owners and distribution of dividends and profits

	31/12/2020	01/01/2020
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	6.758.885.000	6.758.885.000

d. Stock

	31/12/2020	01/01/2020
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		

15. Off-balance sheet accounts

	31/12/2020	01/01/2020
Foreign currencies		
- USD	88.512,05	133.797,38
Mortgage of deposit account to secure payment:	90.000.000.000	
Contract	Account	Amount
- HD 163/TBN-KDN/20CC	1015047451	20.000.000.000
- HD 164/TBN-KDN/20CC	1013865010	30.000.000.000
- HD 311/TBN-KDN/20CC	1015025260	20.000.000.000
- HD 487/TBN-KDN/20CC	1017608944	20.000.000.000

NOTES TO THE FINANCIAL STATEMENTS (continued)

VI. ADDITIONAL INFORMATION TO ITEMS IN INCOME STATEMENT

	Y 2020	Y 2019
	<i>Unit: VND</i>	
1. Revenue from sale of goods and rendering of services	1.787.026.147.849	1.772.791.981.890
In which:		
Revenue from sale of merchandise	14.828.400.530	18.194.983.844
Revenue from sale of finished goods	1.756.676.929.699	1.738.082.996.580
Revenue from others	15.520.817.620	16.514.001.466
2. Deductible items	6.195.052.465	9.269.189.350
Trade discounts	1.767.624.825	4.556.299.177
Sales allowances	4.896.252	136.032.012
Sales return	4.422.531.388	4.576.858.161
3. Net revenue from sale of goods and rendering of services	1.780.831.095.384	1.763.522.792.540
Net revenue from sale of merchandise	14.828.400.530	18.194.983.844
Net revenue from sale of finished goods	1.750.481.877.234	1.728.813.807.230
Net revenue from rendering of services	-	-
Net revenue from others	15.520.817.620	16.514.001.466
4. Cost of goods sold	Y 2020	Y 2019
Costs of merchandise	15.471.976.120	19.172.017.319
Costs of finished goods	1.517.623.098.439	1.517.448.195.497
Total	1.533.095.074.559	1.536.620.212.816
5. Financial income	Y 2020	Y 2019
Interest income	26.748.805.208	18.248.331.015
Gain from foreign exchange difference	1.873.138.069	1.318.104.896
Total	28.621.943.277	19.566.435.911
6. Financial expenses	Y 2020	Y 2019
Interest expenses	761.428.689	735.047.505
AR advance payment expenses	3.728.107.382	5.392.192.151
Loss from foreign exchange difference	903.737.337	225.948.522
Other	8.908.167	27.586.500
Total	5.402.181.575	6.380.774.678

NOTES TO THE FINANCIAL STATEMENTS (continued)

	Y 2020	Y 2019
7. Selling expenses		
Labor costs	17.965.833.367	17.235.206.645
Expenses of selling materials, tools	1.193.953.881	2.360.620.013
Depreciation expenses	314.513.451	254.305.553
Expenses for external services	23.449.894.306	25.442.602.329
Commission	626.474.648	1.167.408.925
Others	1.190.062.763	3.994.181.467
Total	44.740.732.416	50.454.324.932
8. Administrative expenses		
Labor costs	27.027.737.287	29.753.826.190
Expenses of administrative materials, tools	678.147.368	685.817.544
Depreciation expenses	3.157.672.095	3.105.271.514
Expenses for external services	7.296.707.780	5.807.980.291
Others	3.439.062.530	4.915.301.270
Total	41.599.327.060	44.268.196.809
9. Other income		
Profit from disposal of fixed assets	298.181.820	87.272.728
Profit from disposal of scrap	2.727.273	5.454.546
Total	300.909.093	92.727.274
10. Other expenses		
Land rent, land tax	2.926.955.243	2.855.081.039
Others	-	809.259.474
Total	2.926.955.243	3.664.340.513
11. Productions and operation costs by items		
Raw materials	1.262.809.232.832	1.272.072.693.094
Labour cost	191.768.856.911	188.335.512.745
Depreciation expenses	42.166.691.838	41.956.460.523
Expenses from external services	99.422.213.122	99.005.521.705
Other expenses	3.810.245.288	9.304.553.735
Total	1.599.977.239.991	1.610.674.741.802
12. Current business income tax expenses		

Business income tax payable is determined at the rate of 20% of taxable profit.

NOTES TO THE FINANCIAL STATEMENTS (continued)

Tax settlements of the Company and its subsidiaries are subject to examination by the tax authorities. Because the application of tax laws and regulations with many types of transactions is susceptible to varying interpretations, amounts reported in the financial statements could be changed at a later date upon final determination by the tax authorities.

Current business income tax expenses are calculated as follows:

	Y 2020	Y 2019
Total profit before tax	181.989.676.901	141.794.105.977
Adjustments for	3.686.539.671	10.159.269.307
- Increases	3.686.539.671	10.159.269.307
+ <i>Accrued expense</i>	(772.816.339)	19.360.000
+ <i>Non-deductible expenses</i>	2.041.715.308	4.730.065.864
+ <i>BOD 's remuneration</i>	96.000.000	93.000.000
+ <i>Provision for inventories</i>	(624.631.851)	2.256.563.889
+ <i>Provision for severance allowance</i>	(362.939.250)	(777.844.075)
+ <i>LBB and PA project costs</i>	2.926.955.243	2.855.081.039
+ <i>Tax late payment charged</i>	-	342.601.064
+ <i>Differentials from exchange rates (Trade receivables)</i>	17.107.116	(132.374.813)
+ <i>Rebate</i>	365.149.444	513.738.602
+ <i>Provision for inventories bad depts</i>	-	259.077.737
- Decreases	-	-
Total taxable profits	185.676.216.572	151.953.375.284
Income tax rate	20%	20%
Current business income tax expenses	37.135.243.314	30.390.675.057
Business income tax expenses of previous years has been made additional payment according to the tax decision	-	596.127.623
Current business income tax expenses	37.135.243.314	30.986.802.680

13. Deferred business income tax expenses

	Y 2020	Y 2019
Provision for severance allowance	72.587.850	155.568.815
Accrued expense	154.563.268	(3.872.002)
Provision for inventories	124.926.370	(451.312.778)
LBB and PA project costs	(585.391.049)	(571.016.208)
Rebate	(73.029.889)	(102.747.720)
Provision for inventories bad depts	-	(51.815.547)
Differentials from exchange rates (Trade receivables)	(3.421.423)	26.474.962
Total	(309.764.873)	(998.720.478)
Deferred tax asset (beginning)	7.062.963.516	6.064.243.038
Deferred tax asset (ending)	7.372.728.389	7.062.963.516

Prepared by

Chief Accountant

General Director ✓

Trần Thị Mộng Thu

Trần Thị Thủy Tiên

Jo Jeong Kook

Ho Chi Minh City, dated Jan 16th, 2021



