Thanh Thanh Cong – Bien Hoa Joint Stock Company

Separate financial statements

For the year ended 30 June 2020

Thanh Thanh Cong - Bien Hoa Joint Stock Company

CONTENTS

Thanh Thanh Cong - Bien Hoa Joint Stock Company

GENERAL INFORMATION

THE COMPANY

Thanh Thanh Cong - Bien Hoa Joint Stock Company ("the Company"), is a shareholding company incorporated under the Law on Enterprise of Vietnam pursuant to the Investment License No. 1316/GP issued by the Ministry of Planning and Investment on 15 July 1995, as amended, with the latest 9th amended Business Registration Certificate dated 28 October 2019.

The Company's shares were listed on the Ho Chi Minh City Stock Exchange with trading code as SBT in accordance with License No. 27/QD-SGDCKHCM issued by the Ho Chi Minh City Stock Exchange on 18 February 2008.

The current registered principal activities of the Company are producing sugar and electricity; planting sugar cane; producing and trading products using sugar or its by-products, waste products; producing and trading fertilizer, agricultural materials; constructing civil project; trading hotel and restaurant; constructing and trading industrial zone infrastructure; mechanical processing; consulting engineering, technology, and management in sugar's production industry; producing and trading alcohol products; trading real estates, rent houses and apartments and investing activities.

The Company's head office is located at Tan Hung Commune, Tan Chau District, Tay Ninh Province, Vietnam and its representation office is located at No. 253, Hoang Van Thu Street, Ward 2, Tan Binh District, Ho Chi Minh City, Vietnam.

BOARD OF DIRECTORS

Members of the Board of Directors during the year and at the date of this report are:

Ms Huynh Bich Ngoc	Chairwoman	appointed on 28 October 2019
Mr Pham Hong Duong	Chairman	resigned on 28 October 2019
	Vice chairman	appointed on 28 October 2019
Ms Dang Huynh Uc My	Vice chairwoman	appointed on 28 October 2019
Mr Vo Tong Xuan	Member	appointed on 14 October 2019
Mr Henry Chung	Independent member	
Ms Vo Thuy Anh	Independent member	appointed on 9 September 2020
Mr Hoang Manh Tien	Independent member	appointed on 1 July 2019
Ms Nguyen Thuy Van	Member	resigned on 3 September 2019
Mr Le Ngoc Thong	Member	resigned on 1 July 2019
Mr See Beow Tean	Member	resigned on 1 July 2019

AUDIT FUNCTION UNDER THE BOARD OF DIRECTOR

Members of the Audit function under the Board of Director during the year and at the date of this report are:

Mr Hoang Manh Tien	Head	appointed on 9 October 2019
Ms Nguyen Thuy Van	Head	resigned on 9 October 2019
Ms Huynh Bich Ngoc	Member	appointed on 9 October 2019
Mr Henry Chung	Member	
Mr See Beow Tean	Member	resigned on 1 July 2019

MANAGEMENT

Members of the Management during the year and at the date of this report are:

Mr Nguyen Thanh Ngu	General Director	
Ms Doan Vu Uyen Duyen	Deputy General Director	appointed on 6 August 2020
Ms Duong Thi To Chau	Deputy General Director	
Mr Le Quang Hai	Deputy General Director	resigned on 16 July 2020
Mr Le Duc Ton	Acting Branch Director	
Ms Truong Thi Kim Phuong	Business Director	resigned on 11 February 2020
Mr Huynh Van Phap	Business Director	
Mr Trang Thanh Truc	Public Relationship Director	
Ms Nguyen Thi Phuong Thao	Finance and Accounting Director	appointed on 6 August 2020
Mr Nguyen Quoc Viet	Deputy General Director	resigned on 22 July 2019
Mr Tran Quoc Thao	Deputy General Director	resigned on 3 February 2020
Mr Luu Anh Kiet	Supply Chain Director	resigned on 1 July 2019
Ms Le Ha Thi Mai Thao	Human Resources Director	resigned on 26 December 2019
Mr Nguyen Ba Chu	Development Director	resigned on 26 December 2019

LEGAL REPRESENTATIVE

The legal representative of the Company from 1 July 2019 to 27 October 2019 is Mr Pham Hong Duong and from 28 October 2019 to the date of this report is Ms Huynh Bich Ngoc.

Mr Nguyen Thanh Ngu is authorized by Ms Huynh Bich Ngoc to sign the accompanying separate financial statements for the year ended 30 June 2020 in accordance with the Decision No. 14/2019/QD – CT.HDQT dated 28 October 2019.

AUDITORS

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

Thanh Thanh Cong - Bien Hoa Joint Stock Company

REPORT OF MANAGEMENT AND APPROVAL BY BOARD OF DIRECTORS

The Board of Directors and the Management of Thanh Thanh Cong – Bien Hoa Joint Stock Company ("the Company") presents this report and the separate financial statements of the Company for the year ended 30 June 2020.

THE MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE SEPARATE FINANCIAL STATEMENTS

Management is responsible for the separate financial statements of each financial year which give a true and fair view of the separate financial position of the Company and of the separate results of its operations and its separate cash flows for the year. In preparing those separate 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 separate financial statements; and
- prepare the separate financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue its business.

Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the separate financial position of the Company and to ensure that the accounting records comply with the applied accounting system. It is also responsible for safeguarding the assets of the Company 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 separate financial statements.

APPROVAL BY THE BOARD OF DIRECTORS

We approve the accompanying separate financial statements, which give a true and fair view of the separate financial position of the Company as at 30 June 2020 and of the separate results of its operations and its separate cash flows for the year then ended in accordance the Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the separate financial statements.

The Company has subsidiaries as disclosed in Note 17.1 in the separate financial statements. The Company prepared these separate financial statements to meet the prevailing requirements in relation to disclosure of information, specifically the Circular No. 155/2015/TT-BTC on disclosure of information on the securities market. In addition, as required by these regulations, the Company has also prepared the consolidated financial statements of the Company and its subsidiaries ("the Group") for the year ended 30 June 2020 ("the consolidated financial statements") dated 28 September 2020.

Users of the separate financial statements should read them together with the said consolidated financial statements in order to obtain full information on the consolidated financial position, consolidated results of operations and consolidated cash flows of the Group.

For and on behalf of the Board of Directors:

CÔNG TY CỔ PHẦN THÀNH THÀNH CÔNG BIÊN HÒA

Huỳnh Bích Ngọc
Chairwoman

28 September 2020

Building a better working world

Ernst & Young Vietnam Limited
20th Floor, Bitexco Financial Tower
2 Hai Trieu Street, District 1
Ho Chi Minh City, S.R. of Vietnam

Tel: +84 28 3824 5252
Fax: +84 28 3824 5250
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Reference: 61248750/21481888

INDEPENDENT AUDITORS' REPORT

To: The Shareholders of Thanh Thanh Cong - Bien Hoa Joint Stock Company

We have audited the separate financial statements of Thanh Thanh Cong - Bien Hoa Joint Stock Company ("the Company"), as prepared on 28 September 2020 and set out on pages 6 to 63 which comprise the separate balance sheet as at 30 June 2020, the separate income statement and the separate cash flow statement for the year then ended and the notes thereto.

Management's responsibility

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

Auditors' responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the separate financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the separate financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control system relevant to the Company's preparation and fair presentation of the separate financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control system. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the separate financial statements.

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

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Opinion

In our opinion, the separate financial statements give a true and fair view, in all material respects, of the separate financial position of the Company as at 30 June 2020, and of the separate results of its operations and its separate cash flows for the year then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the separate financial statements.

Ernst & Young Vietnam Limited

M.S.D.N:0300811802-C.T.N.H.H
CÔNG TY TRÁCH NHIỆM HỮU HẠN ERNST & YOUNG VIỆT NAM
QUẬN 1 - TP HỒ CHÍ MINH

Pham Thi Cam Tu	Tran Thanh Thuy
Deputy General Director	Auditor
Audit Practicing Registration Certificate	Audit Practicing Registration Certificate
No. 2266-2018-004-1	No. 3076-2019-004-1

Ho Chi Minh City, Vietnam

28 September 2020

Thanh Thanh Cong - Bien Hoa Joint Stock Company

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SEPARATE BALANCE SHEET
as at 30 June 2020

VND

Code	ASSETS	Notes	Ending balance	Beginning balance
100	**A. CURRENT ASSETS**		**5,188,684,452,600**	**4,876,805,195,380**
110	***I. Cash and cash equivalents***	***4***	***510,081,795,392***	***276,506,697,442***
111	1. Cash		375,081,795,392	276,506,697,442
112	2. Cash equivalents		135,000,000,000	-
120	***II. Short-term investments***		***195,241,515,004***	***45,012,800,004***
121	1. Held-for-trading securities	5	49,283,965,426	15,022,500
122	2. Provision for diminution in value of held-for-trading securities	5	(9,042,450,422)	(2,222,496)
123	3. Held-to-maturity investments	6	155,000,000,000	45,000,000,000
130	***III. Current accounts receivable***		***3,395,471,753,145***	***3,391,335,155,624***
131	1. Short-term trade receivables	7	811,658,108,303	1,256,490,697,164
132	2. Short-term advances to suppliers	8	1,495,579,321,218	1,211,622,236,247
135	3. Short-term loan receivables	34	112,610,000,000	124,000,000,000
136	4. Other short-term receivables	9	1,004,932,343,278	815,386,044,645
137	5. Provision for doubtful short-term receivables	7, 8, 9	(29,308,019,654)	(16,163,822,432)
140	***IV. Inventories***	***10***	***1,047,470,814,321***	***1,098,141,094,051***
141	1. Inventories		1,054,918,038,845	1,115,454,620,806
149	2. Provision for obsolete inventories		(7,447,224,524)	(17,313,526,755)
150	***V. Other current assets***		***40,418,574,738***	***65,809,448,259***
151	1. Short-term prepaid expenses	11	31,429,677,963	56,826,677,045
153	2. Tax and other receivables from the State	20	8,988,896,775	8,982,771,214

SEPARATE BALANCE SHEET (continued)
as at 30 June 2020

VND

Code	*ASSETS*	*Notes*	*Ending balance*	*Beginning balance*
200	**B. NON-CURRENT ASSETS**		**13,454,247,972,698**	**12,070,997,104,848**
210	***I. Long-term receivables***		***248,947,958,662***	***58,976,154,002***
211	1. Long-term trade receivables	7	214,080,522,339	-
212	2. Long-term advances to suppliers	8	29,450,581,274	20,722,680,610
216	3. Other long-term receivables	9	5,416,855,049	38,253,473,392
220	***II. Fixed assets***		***625,748,714,594***	***623,783,511,518***
221	1. Tangible fixed assets	12	562,615,651,339	552,001,595,182
222	Cost		2,247,315,596,811	2,187,532,975,556
223	Accumulated depreciation		(1,684,699,945,472)	(1,635,531,380,374)
224	2. Finance leases	13	10,463,017,867	-
225	Cost		11,587,378,400	-
226	Accumulated depreciation		(1,124,360,533)	-
227	3. Intangible fixed assets	14	52,670,045,388	71,781,916,336
228	Cost		83,959,417,564	92,566,119,973
229	Accumulated amortisation		(31,289,372,176)	(20,784,203,637)
230	***III. Investment properties***	***15***	***146,209,719,552***	***157,234,743,426***
231	1. Cost		167,991,741,266	179,231,206,174
232	2. Accumulated depreciation		(21,782,021,714)	(21,996,462,748)
240	***IV. Long-term asset in progress***		***58,023,905,975***	***51,641,103,470***
242	1. Construction in progress	16	58,023,905,975	51,641,103,470
250	***V. Long-term investments***	***17***	***12,206,888,633,367***	***11,005,658,160,140***
251	1. Investments in subsidiaries	17.1	11,648,586,221,986	10,956,546,221,985
252	2. Investments in an associate	17.2	391,920,900,000	31,579,200,000
253	3. Investments in other entities	17.3	182,414,414,444	36,804,268,445
254	4. Provision for diminution in value of long-term investments	17	(26,032,903,063)	(19,271,530,290)
255	5. Held-to-maturity investments	17	10,000,000,000	-
260	***VI. Other long-term assets***		***168,429,040,548***	***173,703,432,292***
261	1. Long-term prepaid expenses	11	167,684,318,096	167,969,672,807
262	2. Deferred tax assets	33.3	744,722,452	5,733,759,485
270	**TOTAL ASSETS**		**18,642,932,425,298**	**16,947,802,300,228**

SEPARATE BALANCE SHEET (continued)
as at 30 June 2020

VND

Code	*RESOURCES*	*Notes*	*Ending balance*	*Beginning balance*
300	**C. LIABILITIES**		**5,176,725,984,391**	**5,339,830,043,141**
310	***I. Current liabilities***		***4,677,822,621,957***	***4,614,437,435,790***
311	1. Short-term trade payables	18	656,475,478,588	192,684,834,921
312	2. Short-term advances from customers	19	38,340,501,212	19,560,931,969
313	3. Statutory obligations	20	72,720,107,420	84,162,747,282
314	4. Payables to employees		7,900,484,084	6,800,725,986
315	5. Short-term accrued expenses	21	63,462,274,673	82,782,704,254
318	6. Short-term unearned revenue	22	6,161,783,616	13,542,041,559
319	7. Other short-term payables	23	409,580,588,634	249,402,038,685
320	8. Short-term loans and finance lease	24	3,348,318,154,768	3,861,031,969,987
322	9. Bonus and welfare fund	3.16	74,863,248,962	104,469,441,147
330	***II. Non-current liabilities***		***498,903,362,434***	***725,392,607,351***
336	1. Long-term unearned revenue	22	5,200,098,480	11,671,251,175
337	2. Other long-term liability	23	6,026,471,782	6,433,881,960
338	3. Long-term loans and finance lease	24	335,382,610,790	707,287,474,216
339	4. Convertible bonds	25	152,294,181,382	-
400	**D. OWNERS' EQUITY**	**26**	**13,466,206,440,907**	**11,607,972,257,087**
410	***I. Capital***		***13,466,206,440,907***	***11,607,972,257,087***
411	1. Share capital		6,083,518,850,000	5,867,405,520,000
411a	- *Shares with voting rights*		*5,867,405,520,000*	*5,867,405,520,000*
411b	- *Preference shares*		*216,113,330,000*	-
412	2. Share premium		6,712,852,344,539	6,243,045,915,565
413	3. Convertible bonds option		13,666,133,635	-
415	4. Treasury shares		-	(1,099,985,561,092)
418	5. Investment and development fund		-	124,701,077,143
421	6. Undistributed earnings		656,169,112,733	472,805,305,471
421a	- *Undistributed earnings up to the end of prior year*		*294,136,106,614*	*20,945,234,557*
421b	- *Undistributed earnings of current year*		*362,033,006,119*	*451,860,070,914*
440	**TOTAL LIABILITIES AND OWNERS' EQUITY**		**18,642,932,425,298**	**16,947,802,300,228**

Le Bang Giang
Preparer

Le Phat Tin
Chief Accountant

Nguyen Thanh Ngu
General Director

M.S.D.N: 3900244389 - C.T.C.P
CÔNG TY
CỔ PHẦN
THÀNH THÀNH CÔNG
BIÊN HÒA

28 September 2020

SEPARATE INCOME STATEMENT
for the year ended 30 June 2020

VND

Code	*ITEMS*	*Notes*	*Current year*	*Previous year*
01	**1. Revenue from sale of goods and rendering of services**	**27.1**	**6,653,210,041,390**	**5,356,595,344,087**
02	**2. Deductions**	**27.1**	**(5,218,840,295)**	**(11,627,048,562)**
10	**3. Net revenue from sale of goods and rendering of services**	**27.1**	**6,647,991,201,095**	**5,344,968,295,525**
11	**4. Cost of goods sold and services rendered**	**28, 32**	**(6,038,197,662,107)**	**(4,825,324,790,701)**
20	**5. Gross profit from sale of goods and rendering of services**		**609,793,538,988**	**519,643,504,824**
21	**6. Finance income**	**27.2**	**537,319,060,938**	**696,697,390,064**
22	**7. Finance expenses**	**29**	**(377,013,740,975)**	**(397,145,563,492)**
23	*In which: Interest expense*		*(332,117,011,654)*	*(370,173,805,404)*
25	**8. Selling expenses**	**30, 32**	**(149,764,440,458)**	**(122,012,830,421)**
26	**9. General and administrative expenses**	**30, 32**	**(163,088,097,049)**	**(157,278,103,895)**
30	**10. Operating profit**		**457,246,321,444**	**539,904,397,080**
31	**11. Other income**	**31**	**17,285,326,566**	**30,075,479,191**
32	**12. Other expenses**	**31**	**(10,792,761,994)**	**(29,500,193,177)**
40	**13. Other profit**	**31**	**6,492,564,572**	**575,286,014**
50	**14. Accounting profit before tax**		**463,738,886,016**	**540,479,683,094**
51	**15. Current corporate income tax expense**	**33.1**	**(72,586,161,163)**	**(88,068,991,520)**
52	**16. Deferred tax expense**	**33.3**	**(4,989,037,033)**	**(550,620,660)**
60	**17. Net profit after tax**		**386,163,687,820**	**451,860,070,914**

M.S.D.N: 3900244389 - C.T.C.P. CÔNG TY CỔ PHẦN THÀNH THÀNH CÔNG - BIÊN HÒA T. TÂY NINH

Le Bang Giang	Le Phat Tin	Nguyen Thanh Ngu
Preparer	Chief Accountant	General Director

28 September 2020

SEPARATE CASH FLOW STATEMENT
for the year ended 30 June 2020

VND

Code	*ITEMS*	*Notes*	*Current year*	*Previous year*
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	**Profit before tax**		**463,738,886,016**	**540,479,683,094**
	Adjustments for:			
02	Depreciation of tangible fixed assets and investment properties and amortisation of intangible fixed assets	12, 13, 14	68,049,698,463	79,961,221,373
03	Provisions (reversal of provisions)		19,079,495,690	(45,261,293,695)
04	Foreign exchange losses (gains) arisen from revaluation of monetary accounts dominated in foreign currency		3,042,563,550	(1,321,701,772)
05	Profit from investing activities		(528,424,663,761)	(676,831,501,500)
06	Interest expense	29	332,117,011,654	370,173,805,404
08	**Operating profit before changes in working capital**		**357,602,991,612**	**267,200,212,904**
09	Increase in receivables		(182,010,806,969)	(508,481,945,515)
10	Decrease in inventories		60,536,581,961	431,602,097,028
11	Increase (decrease) in payables		447,590,500,184	(8,257,774,109)
12	Decrease (increase) in prepaid expenses		25,682,353,793	(32,569,895,126)
13	(Increase) decrease in held-for-trading securities		(49,268,942,926)	2,514,265,753
14	Interest paid		(346,563,526,727)	(376,532,719,696)
15	Corporate income tax paid	20	(85,033,896,081)	(55,565,878,039)
17	Other cash outflows for operating activities		(39,606,192,185)	(10,319,046,376)
20	**Net cash flows from (used in) operating activities**		**188,929,062,662**	**(290,410,683,176)**
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchase and construction of fixed assets		(177,312,745,535)	(803,506,338,890)
22	Proceeds from disposals of fixed assets		27,296,816,020	363,982,156,119
23	Loans to other entities and term deposits		(2,672,898,400,000)	(1,314,800,000,000)
24	Collections from borrowers and term deposits		2,564,288,400,000	1,304,600,000,000
25	Payments for investments in other entities		(1,557,991,846,000)	(8,662,795,800)
26	Proceeds from sale of investments in other entities		766,193,037,208	1,266,500,000,000
27	Interest and dividends received		253,154,612,483	113,969,169,181
30	**Net cash flows (used in) from investing activities**		**(797,270,125,824)**	**922,082,190,610**

SEPARATE CASH FLOW STATEMENT (continued)
for the year ended 30 June 2020

VND

Code	*ITEMS*	*Notes*	*Current year*	*Previous year*
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
31	Issuance of shares and re-issuance of treasury shares	26.1	1,785,905,320,066	-
33	Drawdown of borrowings		7,349,539,014,806	7,335,040,965,504
34	Repayment of borrowings		(8,078,988,173,500)	(7,554,099,715,765)
35	Payment of principal of finance lease liabilities		(796,583,334)	-
36	Dividends paid	26.2	(214,065,647,645)	(192,683,748,039)
40	**Net cash flows from (used in) financing activities**		**841,593,930,393**	**(411,742,498,300)**
50	**Net increase in cash and cash equivalents for the year**		**233,252,867,231**	**219,929,009,134**
60	**Cash at beginning of year**		**276,506,697,442**	**56,585,754,828**
61	Impact of exchange rate fluctuation		322,230,719	(8,066,520)
70	**Cash and cash equivalents at end of year**	**4**	**510,081,795,392**	**276,506,697,442**

M.S.D.N: 3900244389 - C.T.C.P
CÔNG TY CỔ PHẦN THÀNH THÀNH CÔNG BIÊN HÒA
H. TÂN - T. TÂY NINH

Le Bang Giang
Preparer

Le Phat Tin
Chief Accountant

Nguyen Thanh Ngu
General Director

28 September 2020

1. CORPORATE INFORMATION

Thanh Thanh Cong - Bien Hoa Joint Stock Company ("the Company"), is a shareholding company incorporated under the Law on Enterprise of Vietnam pursuant to the Investment License No. 1316/GP issued by the Ministry of Planning and Investment on 15 July 1995, as amended, with the latest 9th amended Business Registration Certificate dated 28 October 2019.

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The Company's normal course of business cycle is 12 months.

The Company's head office is located at Tan Hung Commune, Tan Chau District, Tay Ninh Province, Vietnam and its representation office is located at No. 253, Hoang Van Thu Street, Ward 2, Tan Binh District, Ho Chi Minh City, Vietnam.

The number of the Company's employees as at 30 June 2020 was 622 persons (30 June 2019: 607 persons).

2. BASIS OF PREPARATION

2.1 *Purpose of preparing the separate financial statements*

The company has subsidiaries as disclosed in Note 17.1. The Company prepared these separate financial statements to meet the prevailing requirements in relation to disclosure of information, specifically the Circular No. 155/2015/TT-BTC on disclosure of information on the securities market. In addition, as required by these regulations, the Company has also prepared the consolidated financial statements of the Company and its subsidiaries ("the Group") for the year ended 30 June 2020 ("the consolidated financial statements") dated 28 September 2020.

Users of the separate financial statements should read them together with the said consolidated financial statements in order to obtain full information on the consolidated financial position, the consolidated results of operations and the consolidated cash flows of the Group.

2.2 *Accounting standards and system*

The separate financial statements of the Company expressed in Vietnam dong ("VND"), are prepared in accordance with Vietnamese Enterprise Accounting System 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).

2. BASIS OF PREPARATION (continued)

2.2 *Accounting standards and system* (continued)

Accordingly, the accompanying separate 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 separate financial position and the separate results of its operations and the separate cash flows in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

2.3 *Applied accounting documentation system*

The Company's applied accounting documentation system is the General Journal system.

2.4 *Fiscal year*

The Company's fiscal year applicable for the preparation of its separate financial statements starts on 1 July and ends on 30 June.

2.5 *Accounting currency*

The separate financial statements are prepared in VND, which is also the Company's accounting currency.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 *Cash and cash equivalents*

Cash and cash equivalents comprise cash on hand, cash in 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 *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, merchandise and tools	- cost of purchase on a weighted average basis.
Finished goods and work-in-process	- cost of direct materials and labour plus attributable manufacturing overheads based on the normal operating capacity on a weighted average basis.

Provision for obsolete 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 Company, based on appropriate evidence of impairment available at the balance sheet date.

Increases or decrease to the provision balance are recorded into the cost of goods sold account in the separate income statement.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.3 Receivables

Receivables are presented in the separate 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 separate 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 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 separate 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 separate income statement.

3.5 Leased 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.

Where the Company is the lessee

Assets held under finance leases are capitalised in the interim separate 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 separate 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 lives of the asset and the lease term, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term.

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

Where the Company is the lessor

Assets subject to operating leases are included as the Company's fixed assets in the separate balance sheet. Initial direct costs incurred in negotiating an operating lease are recognised in the separate income statement as incurred.

Lease income is recognised in the separate income statement on a straight-line basis over the lease term.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 separate 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 separate income statement.

Land use rights

Land use rights is recorded as intangible fixed asset on the separate balance sheet when the Company obtained the land use right certificate. The costs of a land use right comprise all directly attributable costs of bringing the land lot to the condition available for its intended use.

The advance payment for land rental, of which the land lease contracts have effectiveness prior to 2003 and Land use right certificate being issued, are recorded as intangible fixed asset according to Circular No. 45/2013/TT-BTC issued by the Ministry of Finance on 25 April 2013 guiding the management, use and depreciation of fixed assets ("Circular 45")

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:

Land use rights	3 - 50 years
Buildings and structures	3 - 50 years
Machinery and equipment	5 - 20 years
Office equipment	8 - 10 years
Computer software	2 - 6 years
Means of transportation	10 years
Others	9 - 25 years

3.8 *Investment properties*

Investment properties are stated at cost including transaction costs less accumulated depreciation.

Subsequent expenditure relating to an investment property that has already been recognized is added to the net book value of the investment property when it is probable that future economic benefits, in excess of the originally assessed standard of performance of the existing investment property, will flow to the Company.

Depreciation and amortisation of investment properties are calculated on a straight-line basis over the estimated useful life of each asset as follows:

Land use rights	50 years
Buildings and structures	20 - 25 years

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.8 *Investment properties* (continued)

Investment properties are derecognised when either they have been disposed of or when the investment properties are permanently withdrawn from use and no future economic benefit is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the assets is recognised in the separate income statement in the year of retirement or disposal.

Transfers are made to investment properties when, and only when, there is a change in use, evidenced by ending of owner-occupation, commencement of an operating lease to another party or ending of construction or development. Transfers are made from investment properties when, and only when, there is change in use, evidenced by commencement of owner-occupation or commencement of development with a view to sale. The transfer from investment property to owner-occupied property or inventories does not change the cost or the carrying value of the property for subsequent accounting at the date of change in use.

3.9 *Investments*

Investments in subsidiaries

Investments in subsidiaries over which the Company has control are carried at cost.

Distributions from accumulated net profits of the subsidiaries arising subsequent to the date of acquisition are recognised in the separate income statement. Distributions from sources other than from such profits are considered a recovery of investment and are deducted from the cost of the investment.

Investments in associates

Investments in associates over which the Company has significant influence are carried at cost.

Distributions from the accumulated net profits of the associates arising subsequent to the date of acquisition by the Company are recognised as income in the separate income statement. Distributions from sources other than from such profits are considered a recovery of investment and are deducted from the cost of the investment.

Held-for-trading securities and investments in other entities

Held-for-trading securities and investments in other entities are stated at their acquisition costs.

Provision for diminution in value of investments

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

Increases and decreases to the provision balance are recorded as finance expense in the separate income statement.

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 separate income statement and deducted against the value of such investments.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.10 *Prepaid expenses*

Prepaid expenses are reported as short-term or long-term prepaid expenses on the separate 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.

Deferred sugarcane production costs and sugarcane farming cost are calculated and amortised to production costs based on the actual volume of sugar produced and sugarcane harvested during the year.

The prepaid land rental represents the unamortised balance of advance payment made in accordance with the lease contracts for a period of 44 – 50 years. Such prepaid rental is recognised as a long-term prepaid expense for allocation to the separate income statement over the remaining lease period according to Circular 45.

3.11 *Borrowing costs*

Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

Borrowing costs are recorded as expense during the year in which they are incurred, except to the extent that they are capitalized 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 capitalized as part of the cost of the respective asset.

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 Company.

3.13 *Foreign currency transactions*

Transactions in currencies other than the Company'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 year, monetary balances denominated in foreign currencies are translated at the actual transaction exchange rate at the balance sheet dates which are determined as follow:

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

All exchange differences incurred are taken to the separate income statement.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.14 *Convertible bond*

Bonds that are convertible by the holder into a fixed number of ordinary shares of the entity are separated into financial liability (a contractual arrangement to deliver cash or other financial assets) and equity instrument (a call option granting the holder the right, for a specified period of time) based on the terms of the contract.

On issuance of the convertible bond, the fair value of the liability component is determined by discounting the future payment (including principal and interest) to present value at the market rate for an equivalent non-convertible bond less issuance cost.

The remainder of the proceeds is allocated to the conversion option that is recognised and included in shareholders' equity. The carrying amount of the conversion option is not re-measured in subsequent years.

Transaction costs are amortised during the lifetime of the bond. At initial recognition, issuance costs are deducted from the liability component of the bond.

3.15 *Treasury shares*

Treasury shares are recognised at cost and deducted from equity. No gain or loss is recognised in profit or loss upon purchase, sale, issue or cancellation of the Company's treasury shares.

3.16 *Appropriation of net profits*

Net profit after tax 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 the Company's net profit as proposed by the Board of Directors and subject to approval by shareholders at the annual general meeting:

- *Investment and development fund*

  This fund is set aside for use in the Company's expansion of its operation or of in-depth investment.

- *Bonus and welfare fund*

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

3.17 *Revenue recognition*

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company 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

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, usually upon the delivery of the goods.

Sale of electricity

Revenue is recognized based on the actual electricity sold and transferred to the grid at the pre-agreed tariff.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.17 ***Revenue recognition*** (continued)

Rental income

Rental income arising from operating leases is accounted for on a straight-line basis over the lease term.

Interest

Revenue 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 Company's entitlement as an investor to receive the dividend is established.

3.17 ***Taxation***

Current income tax

Current income tax assets and liabilities for the current and prior years 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 separate income statement, except when it relates to items recognised directly to equity, in which case the 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 Company to offset current tax assets against current tax liabilities and when the Company 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 financial reporting purposes.

Deferred tax liabilities are recognised for all taxable temporary differences.

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.

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 income 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.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled based on tax rates and tax laws that have been enacted at the balance sheet date.

Deferred tax is charged or credited to the separate income statement, except when it relates to items recognised directly to equity, in which case the deferred tax is also dealt with in the equity account.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.18 *Taxation* (continued)

Deferred tax (continued)

Deferred tax assets and liabilities are offset when there is a legally enforceable right for the Company to offset current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority on either the same taxable entity or when the Company intends either settle current tax liabilities and assets on a net basis or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

3.19 *Related parties*

Parties are considered to be related parties of the Company 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, or when the Company and other party are under common control or under common significant influence. Related parties can be enterprise or individual, including their close family members.

4. CASH AND CASH EQUIVALENTS

VND

	Ending balance	*Beginning balance*
Cash on hand	1,404,260,925	787,132,751
Cash in banks	373,677,534,467	275,719,564,691
Cash equivalents *(*)*	135,000,000,000	-
TOTAL	**510,081,795,392**	**276,506,697,442**

(*) Cash equivalents represent bank deposits with an original term of less than three (3) months and earn interest at 5% per annum.

5. HELD-FOR-TRADING SECURITIES

VND

	Ending balance			*Beginning balance*		
	Cost	*Fair value*	*Provision*	*Cost*	*Fair value*	*Provision*
Listed shares						
- Thanh Thanh Cong Tourist Joint Stock Company ("VNG")	34,051,000,000	28,390,000,000	(5,661,000,000)	-	-	-
- Tan Tao Investment and Industry Corporation ("ITA")	8,470,939,579	6,372,900,004	(2,098,039,575)	-	-	-
- Viet Capital Securities Joint Stock Company ("VCI")	6,747,003,347	5,470,015,000	(1,276,988,347)	-	-	-
- Sai Gon - Nghe Tinh Beer Joint Stock Company ("SB1")	15,022,500	8,600,000	(6,422,500)	15,022,500	12,800,000	(2,222,500)
TOTAL	**49,283,965,426**	**40,241,515,004**	**(9,042,450,422)**	**15,022,500**	**12,800,000**	**(2,222,500)**

6. HELD-TO-MATURITY INVESTMENTS

Held-to-maturity investments comprises bank deposits with remaining term of less than twelve (12) months and earn interest at rates ranging from 5.3% to 6.8% per annum and were pledged as collateral for short-term loans obtained from commercial banks *(Note 24.1)*.

7. SHORT-TERM TRADE RECEIVABLES

VND

	Ending balance	*Beginning balance*
Short-term	**811,658,108,303**	**1,256,490,697,164**
Due from other parties	514,740,669,159	523,571,404,571
In which:		
- *Tu Vinh Services and Trading Company Limited*	*135,183,970,000*	-
- *Lien Loc Phat Services Trading Joint Stock Company*	*108,091,410,500*	-
- *Suntory Pepsico Vietnam Beverage Limited Company*	*2,344,779,150*	*107,669,871,750*
- *Ms Chau Nhu Phuong*	-	*144,366,740,000*
- *Others*	*269,120,509,509*	*271,534,792,821*
Due from related parties *(Note 34)*	296,917,439,144	732,919,292,593
Long-term	**214,080,522,339**	**-**
Due from a related party *(Note 34)*	214,080,522,339	-
TOTAL	**1,025,738,630,642**	**1,256,490,697,164**
Provision for doubtful short-term trade receivables	(9,555,841,679)	(6,494,481,848)
NET	**1,016,182,788,963**	**1,249,996,215,316**

As at 30 June 2020, a part of short-term trade receivables was pledged as collateral for short-term loans obtained from commercial banks *(Note 24.1)*.

Details of movements of provision for doubtful short-term trade receivables:

VND

	Current year	*Previous year*
Beginning balance	6,494,481,848	-
Provision made during the year	3,061,359,831	6,494,481,848
Ending balance	9,555,841,679	6,494,481,848

8. ADVANCES TO SUPPLIERS

VND

	Ending balance	Beginning balance
Short-term	**1,495,579,321,218**	**1,211,622,236,247**
Advances to related parties *(Note 34)*	731,467,412,260	804,197,414,794
Advances to farmers *(*)*	216,133,709,478	146,093,568,520
Advances to other parties	547,978,199,480	261,331,252,933
In which:		
- *Tu Vinh Services and Trading Company Limited*	*301,450,000,000*	-
- *Lien Loc Phat Service Trading Joint Stock Company*	*111,000,000,000*	*50,000,000,000*
- *Hong Minh Huy Import Export Services Trading Joint Stock Company*	*110,000,000,000*	-
- *Hoang Tuyet Trading and Service Company Limited*	-	*149,976,000,000*
- *Others*	*25,528,199,480*	*61,355,252,933*
Long-term	**29,450,581,274**	**20,722,680,610**
Advances to farmers *(*)*	29,450,581,274	20,722,680,610
TOTAL	**1,525,029,902,492**	**1,232,344,916,857**
Provision for doubtful short-term advances to suppliers	(8,329,534,727)	(3,247,451,471)
NET	**1,516,700,367,765**	**1,229,097,465,386**

(*) Advances to sugar cane farmers are partially secured by the farmers' certificate of land use rights and earn applicable interest rates.

Details of movements of provision for doubtful short-term advances to suppliers:

VND

	Current year	Previous year
Beginning balance	3,247,451,471	37,679,401,032
Provision made during the year	5,082,083,256	8,435,592,414
Reversal during the year	-	(42,867,541,975)
Ending balance	8,329,534,727	3,247,451,471

9. OTHER RECEIVABLES

VND

	Ending balance	Beginning balance
Short-term	**1,004,932,343,278**	**815,386,044,645**
Deposits for land rental (*)	838,054,269,000	668,196,960,000
Interest receivables	110,156,337,894	95,518,248,447
Payment on behalf	11,172,772,610	7,990,259,897
Staff advances	10,599,996,909	35,958,800,952
Others	34,948,966,865	7,721,775,349
Long-term	**5,416,855,049**	**38,253,473,392**
Deposits for land rental	5,416,855,049	38,253,473,392
TOTAL	**1,010,349,198,327**	**853,639,518,037**
Provision for doubtful other short-term receivables	(11,422,643,248)	(6,421,889,113)
NET	**998,926,555,079**	**847,217,628,924**
In which:		
Related parties (Note 34)	*891,787,575,210*	*710,327,011,313*
Other parties	*107,138,979,869*	*136,890,617,611*

(*) Mainly comprise of:

- Deposits amounting to VND 673 billion in accordance with Deposit Contracts No. 48/2019/HDDC-THV and 49/2019/HDDC-THV dated 21 June 2019 and 26 June 2019 and Appendix No. 3 dated 30 October 2020 between the Company and Toan Hai Van Joint Stock Company with total contract value of VND 1,440 billion for renting land lots with total area of 218,238.06 m² located in Vinh Dam Complex Project, Phu Quoc District, Kien Giang Province.
- Deposits amounting to VND 160 billion in accordance with Memorandum No. 116/2019/HDTLD-TTCIZ dated 24 June 2019 and Appendix No. 7 dated 12 March 2020 between the Company and Thanh Thanh Cong Industrial Zone Joint Stock Company in accordance with total Memorandum value of VND 160 billion for renting land lots with total area of 195,132 m² located at C3 Street, Thanh Thanh Cong Industrial Zone, An Hoi Hamlet, An Hoa Commune, Trang Bang District, Tay Ninh Province.

Details of movements of provision for doubtful other short-term receivables:

VND

	Current year	*Previous year*
Beginning balance	6,421,889,113	11,173,539,339
Provision made during the year	5,000,754,135	567,738,719
Reversal during the year	-	(5,319,388,945)
Ending balance	11,422,643,248	6,421,889,113

10. INVENTORIES

VND

	Ending balance		*Beginning balance*	
	Cost	*Provision*	*Cost*	*Provision*
Finished goods	500,375,300,227	-	233,669,816,367	-
Merchandises	323,710,877,715	(6,247,767,567)	640,126,185,491	(17,313,526,755)
Raw materials	107,728,186,759	-	161,648,665,813	-
Work in process	89,332,148,441	-	47,400,798,920	-
Tools and supplies	22,697,264,251	(1,199,456,957)	20,750,816,054	-
Goods on consignment	11,074,261,452	-	11,858,338,161	-
TOTAL	**1,054,918,038,845**	**(7,447,224,524)**	**1,115,454,620,806**	**(17,313,526,755)**

As at 30 June 2020, a part of inventories was pledged as collateral for short-term loans obtained from commercial banks *(Note 24.1)*.

Details of movements of provision for obsolete inventories:

VND

	Current year	*Previous year*
Beginning balance	17,313,526,755	30,960,706,804
Reversal during the year	(9,866,302,231)	(13,647,180,049)
Ending balance	7,447,224,524	17,313,526,755

11. PREPAID EXPENSES

VND

	Ending balance	*Beginning balance*
Short-term	**31,429,677,963**	**56,826,677,045**
Sugarcane farming cost	10,629,033,658	27,450,336,798
Deferred sugarcane production costs	4,106,466,257	12,891,668,957
Others	16,694,178,048	16,484,671,290
Long-term	**167,684,318,096**	**167,969,672,807**
Prepaid land rental	150,137,138,764	144,046,739,650
Others	17,547,179,332	23,922,933,157
TOTAL	**199,113,996,059**	**224,796,349,852**

12. TANGIBLE FIXED ASSETS

VND

	Buildings and structures	*Machinery and equipment*	*Means of transportation*	*Office equipment*	*Other assets*	*Total*
Cost:						
Beginning balance	434,068,154,805	1,656,661,627,299	20,234,527,303	12,851,147,873	63,717,518,276	2,187,532,975,556
New purchase	-	40,034,887,082	10,249,772,189	41,400,000	-	50,326,059,271
Transfer from construction in progress	2,415,233,397	22,950,045,322	-	-	-	25,365,278,719
Disposal	-	(25,512,228,007)	(1,635,953,636)	-	-	(27,148,181,643)
Reclassification	(97,525,131,881)	108,764,596,789	-	-	-	11,239,464,908
Ending balance	338,958,256,321	1,802,898,928,485	28,848,345,856	12,892,547,873	63,717,518,276	2,247,315,596,811
In which:						
Fully depreciated	*23,943,972,035*	*1,191,842,762,638*	*4,425,625,359*	*4,603,828,924*	*58,405,330,530*	*1,283,221,519,486*
Accumulated depreciation:						
Beginning balance	205,226,366,218	1,353,950,830,015	10,344,170,012	6,796,779,577	59,213,234,552	1,635,531,380,374
Depreciation for the year	11,253,196,166	38,778,392,110	1,671,034,965	782,014,871	266,888,979	52,751,527,091
Disposal	-	(7,403,679,579)	(750,402,918)	-	-	(8,154,082,497)
Reclassify from investment properties	4,571,120,504	-	-	-	-	4,571,120,504
Ending balance	221,050,682,888	1,385,325,542,546	11,264,802,059	7,578,794,448	59,480,123,531	1,684,699,945,472
Net carrying amount:						
Beginning balance	228,841,788,587	302,710,797,284	9,890,357,291	6,054,368,296	4,504,283,724	552,001,595,182
Ending balance	117,907,573,433	417,573,385,939	17,583,543,797	5,313,753,425	4,237,394,745	562,615,651,339
In which:						
Pledged as loan security (Note 24.3)	*338,829,860*	*248,172,957,001*	-	*62,119,130*	-	*248,573,905,991*

13. FINANCE LEASES

	VND *Machinery and equipment*
Cost:	
Beginning balance	-
New purchase	11,587,378,400
Ending balance	11,587,378,400
Accumulated depreciation:	
Beginning balance	-
Depreciation for the year	1,124,360,533
Ending balance	1,124,360,533
Net carrying amount:	
Beginning balance	-
Ending balance	10,463,017,867

14. INTANGIBLE FIXED ASSETS

VND

	Land use rights	*Computer software*	*Total*
Cost:			
Beginning balance	77,679,385,251	14,886,734,722	92,566,119,973
Disposal	(8,606,702,409)	-	(8,606,702,409)
Ending balance	69,072,682,842	14,886,734,722	83,959,417,564
In which:			
Fully amortised	*1,610,377,636*	*4,269,022,150*	*5,879,399,786*
Accumulated amortisation:			
Beginning balance	10,312,423,301	10,471,780,336	20,784,203,637
Amortisation for the year	9,121,490,360	1,820,001,542	10,941,491,902
Disposal	(436,323,363)	-	(436,323,363)
Ending balance	18,997,590,298	12,291,781,878	31,289,372,176
Net carrying amount:			
Beginning balance	67,366,961,950	4,414,954,386	71,781,916,336
Ending balance	50,075,092,544	2,594,952,844	52,670,045,388

15. INVESTMENT PROPERTIES

VND

	Buildings and structures	*Land use rights*	*Total*
Cost:			
Beginning balance	149,934,783,174	29,296,423,000	179,231,206,174
Reclassify to tangible fixed assets	(11,239,464,908)	-	(11,239,464,908)
Ending balance	138,695,318,266	29,296,423,000	167,991,741,266
Accumulated depreciation and amortisation:			
Beginning balance	16,040,861,139	5,955,601,609	21,996,462,748
Depreciation for the year	3,790,286,720	566,392,750	4,356,679,470
Reclassify to tangible fixed assets	(4,571,120,504)	-	(4,571,120,504)
Ending balance	15,260,027,355	6,521,994,359	21,782,021,714
Net carrying amount:			
Beginning balance	133,893,922,035	23,340,821,391	157,234,743,426
Ending balance	123,435,290,911	22,774,428,641	146,209,719,552
In which:			
Pledged as loan security (Note 24.1)	*104,414,012,918*	*24,215,700,875*	*128,629,713,793*

Revenue and expense relating to investment properties

VND

	Current year	*Previous year*
Rental income from investment properties	14,693,155,859	16,847,220,531
Direct operating expenses of investment properties that generated rental income during the year	4,013,945,782	3,690,635,150

16. CONSTRUCTION IN PROGRESS

VND

	Ending balance	*Beginning balance*
Drying bagasse system	40,095,293,483	31,182,337,499
Machinery and equipment under installation	13,541,952,455	3,046,005,159
Improvement of machinery and equipment	2,039,745,146	8,831,213,530
Landscape improvement project	-	6,172,618,193
Others	2,346,914,891	2,408,929,089
TOTAL	**58,023,905,975**	**51,641,103,470**

17. LONG-TERM INVESTMENTS

VND

	Ending balance	*Beginning balance*
Investments in subsidiaries *(Note 17.1)*	11,648,586,221,986	10,956,546,221,985
Investments in an associate *(Note 17.2)*	391,920,900,000	31,579,200,000
Investments in other entities *(Note 17.3)*	182,414,414,444	36,804,268,445
Held-to-maturity investments *(*)*	10,000,000,000	-
TOTAL	**12,232,921,536,430**	**11,024,929,690,430**
Provision for diminution in value of long-term investments	(26,032,903,063)	(19,271,530,290)
NET	**12,206,888,633,367**	**11,005,658,160,140**

(*) This represented for a long-term investment in bond at Joint Stock Commercial Bank for Investment and Development of Vietnam – Gia Dinh Branch with the original bond term of ten (10) years and earn interest at the rate of 6.5% per annum.

Indirect subsidiaries

As at 30 June 2020, through TTC Bien Hoa – Dong Nai Sugar One Member Limited Company, the Company has indirect control of the following companies:

- Bien Hoa – Ninh Hoa Sugar One Member Limited Company;
- Ninh Hoa Thermoelectricity One Member Limited Liability Company;
- Bien Hoa – Phan Rang Sugar Joint Stock Company; and
- Bien Hoa - Thanh Long One Member Limited Liability Company.

As at 30 June 2020, the Company has indirect control of Global Mind Commodities Trading Pte. Ltd through TSU Investment Private Limited Company.

17. LONG-TERM INVESTMENTS (continued)

17.1 Investments in subsidiaries

Name of subsidiaries	*Business activities*	*Status*	*Ending balance*			*Beginning balance*		
			Cost of investment (VND)	*% voting right (*)*	*% of direct interest*	*Cost of investment (VND)*	*% voting right (*)*	*% of direct interest*
TTC Bien Hoa – Dong Nai Sugar One Member Limited Company	Manufacturing and trading sugar and related by-products; manufacturing fertilizer; manufacturing and trading electricity; and technical advisory	Operating	9,206,061,271,500	100.00	100.00	9,206,061,271,500	100.00	100.00
TTC Attapeu Sugarcane Co., Ltd	Producing and trading import-export of sugar; planting sugarcane, rubber tree, oil palm tree, short-term leguminous trees; producing, transmitting and distributing electricity and trading of agricultural machineries and spare-parts	Operating	832,110,000,000	100.00	19.00	532,109,999,975	100.00	19.00
Thanh Thanh Cong Gia Lai One Member Co., Ltd	Manufacturing sugar and other by-products from sugar-cane for sales; plant sugar cane; manufacturing electricity for sales; engineering the civil projects; processing agricultural products; manufacturing and trading in fertilizer; and investing in financial market	Operating	658,850,304,600	100.00	100.00	658,850,304,600	100.00	100.00
TSU Investment Private Limited Company *(i)*	Trading; apart of manufacturing and packaging raw and refined sugar to sell in Singapore and export to region	Operating	501,819,199,976	100.00	94.94	269,779,200,000	100.00	94.94

17. LONG-TERM INVESTMENTS (continued)

17.1 *Investments in subsidiaries* (continued)

			Ending balance			*Beginning balance*		
Name of subsidiaries	*Business activities*	*Status*	*Cost of investment (VND)*	*% voting right (*)*	*% of direct interest*	*Cost of investment (VND)*	*% voting right (*)*	*% of direct interest*
Thanh Thanh Cong Agricultural Development Joint Stock Company	Manufacturing and trading alcohol and related by-products; manufacturing and trading electricity; manufacturing fertilizer and planting sugarcane	Operating	189,000,000,000	90.00	90.00	189,000,000,000	90.00	90.00
TTC An Hoa Production – Trading – Service One Member Limited Liability Company *(ii)*	Packaging service; producing sugar; trading food; warehousing and storage of goods; producing electricity; transmission and distribution of electricity; installation of electrical systems; trading real estate	Operating	160,000,000,000	100.00	100.00	-	-	-
Nuoc Trong Sugar Joint Stock Company	Producing sugar; planting sugar cane, wheat, rubber trees and agricultural products; processing agriculture products, food and alcoholic beverages; processing, manufacturing and installing food industry machineries; importing and exporting businesses	Operating	61,228,783,200	50.58	29.99	61,228,783,200	50.58	29.99
Hai Vi Limited Company	Planting sugarcane; providing services of planting in post-harvesting, nursing seedling; installing machines; providing technical advisory services; trading fertilizers, agricultural products, machines and tools for agricultural activities	Operating	22,196,662,710	100.00	100.00	22,196,662,710	100.00	100.00

17. LONG-TERM INVESTMENTS (continued)

17.1 *Investments in subsidiaries* (continued)

			Ending balance			*Beginning balance*		
Name of subsidiaries	*Business activities*	*Status*	*Cost of investment (VND)*	*% voting right (*)*	*% of direct interest*	*Cost of investment (VND)*	*% voting right (*)*	*% of direct interest*
Thanh Thanh Cong Sugarcane Research and Application Joint Stock Company	Performing research and developing sugar cane sprouts; analysing cultivation and planting protection products; producing and developing mechanic machineries for sugar canes production	Operating	15,120,000,000	100.00	48.00	15,120,000,000	100.00	48.00
Bien Hoa Import Export Joint Stock Company	Trading sugar and beverages	Operating	1,200,000,000	100.00	1.00	1,200,000,000	100.00	1.00
Miaqua Water One Member Company Limited	Manufacturing non-alcoholic beverages, mineral water; manufacturing and processing soft drinks, fruit juice and soy milk; and manufacturing bottled water	Operating	1,000,000,000	100.00	100.00	1,000,000,000	100.00	100.00
TOTAL			**11,648,586,221,986**			**10,956,546,221,985**		
Provision for diminution in value of long-term investments			(25,291,686,729)			(18,072,941,729)		
NET			**11,623,294,535,257**			**10,938,473,280,256**		

(*) Including indirect and direct voting rights in these subsidiaries.

Fair value of these investments are not determined as at 30 June 2020 due to unavailability of market information.

(i) On 6 March 2020, the Company completed additional contribution to TSU Investment Private Limited Company with the value of billion VND 232.

(ii) This company is newly established in June 2020.

17. LONG-TERM INVESTMENTS (continued)

17.2 *Investment in associates*

Details of the Company's investment in an associate were as follows:

			Ending balance			*Beginning balance*		
Name of associates	*Business activities*	*Status*	*Cost of investment (VND)*	*% voting right*	*% of direct interest*	*Cost of investment (VND)*	*% voting right*	*% of direct interest*
Tan Dinh Import Export Joint Stock Company *(i)*	Trading real estate	Operating	360,341,700,000	41.65	41.65	-	-	-
Tay Ninh Chemical Industry Joint Stock Company	Producing starch and products related to starch; producing artificial condensed products, non-alcohol and mineral water, nitrogen compound; installing machinery and industrial equipment	Operating	31,579,200,000	20.10	19.13	31,579,200,000	20.10	19.13
TOTAL			**391,920,900,000**			**31,579,200,000**		

(i) On 24 September 2019, the Company completed the transfer of 2,082,900 shares in Tan Dinh Import and Export Joint Stock Company ("Tadimex") from individuals with value of billion VND 360. Accordingly, the Company retained 41.65% voting right in Tadimex and this company became the Company's associate since this date.

Fair value of these investments are not determined as at 30 June 2020 due to unavailability of market information.

17. LONG-TERM INVESTMENTS (continued)

17.3 *Investments in other entities*

	Ending balance		*Beginning balance*	
	Cost of investment (VND)	*% of interest*	*Cost of investment (VND)*	*% of interest*
Toan Hai Van Joint Stock Company *(i)*	160,910,146,000	5.36	-	-
Tay Ninh Sugar Joint Stock Company *(ii)*	20,769,852,000	6.93	36,069,852,000	12.03
Other long-term investments	734,416,444		734,416,445	
TOTAL	**182,414,414,444**		**36,804,268,445**	
Provision for diminution in value of long-term investment	(741,216,334)		(1,198,588,561)	
NET	**181,673,198,110**		**35,605,679,884**	

(i) On 20 May 2020, the Company completed the purchase of 5,055,166 shares in Toan Hai Van Joint Stock Company from a related party and individual with the amount of billion VND 160.9. As at 30 June 2020, the Company's ownership interest in this company was 5.36%.

(ii) On 20 September 2019, the Company completed the transfer of 1,500,000 shares in Tay Ninh Sugar Joint Stock Company to a related party in accordance with the amount of billion VND 43.5.

Fair value of these investments are not determined as at 30 June 2020 due to unavailability of market information.

18. SHORT-TERM TRADE PAYABLES

VND

	Ending balance	*Beginning balance*
Due to related parties *(Note 34)*	572,014,907,866	136,246,002,933
Due to other parties	84,460,570,722	56,438,831,988
In which:		
- *Farmers*	*64,220,930,368*	*30,076,067,424*
- *Others*	*20,239,640,354*	*26,362,764,564*
TOTAL	**656,475,478,588**	**192,684,834,921**

19. SHORT-TERM ADVANCES FROM CUSTOMERS

VND

	Ending balance	*Beginning balance*
Due to related parties *(Note 34)*	20,988,539,356	17,014,000,000
Due to other parties	17,351,961,856	2,546,931,969
TOTAL	**38,340,501,212**	**19,560,931,969**

20. STATUTORY OBLIGATIONS (TAX AND OTHER RECEIVABLES FROM THE STATE)

VND

	Beginning balance	*Increase*	*Decrease*	*Ending balance*
Payables				
Corporate income tax	81,047,236,351	73,332,497,300	(85,033,896,081)	69,345,837,570
Value-added tax	3,042,532,372	301,306,682,591	(301,404,791,673)	2,944,423,290
Personal income tax	72,978,559	7,645,144,806	(7,288,276,805)	429,846,560
TOTAL	**84,162,747,282**	**382,284,324,697**	**(393,726,964,559)**	**72,720,107,420**
Receivables				
Value-added tax	8,982,771,214	-	6,125,561	8,988,896,775

21. SHORT-TERM ACCRUED EXPENSES

VND

	Ending balance	*Beginning balance*
Transportation and loading fees	23,422,474,555	8,689,587,400
Interest expense	12,459,232,442	26,905,747,515
Purchase of materials	6,400,186,833	9,628,944,412
Others	21,180,380,843	37,558,424,927
TOTAL	**63,462,274,673**	**82,782,704,254**

22. UNEARNED REVENUE

Unearned revenue represents advance payment received from customers for leasing the premises in TTC Plaza Tay Ninh located at No. 217 – 219, 30/04 Street, Tay Ninh City, Tay Ninh Province, Vietnam and related services.

23. OTHER PAYABLES

VND

	Ending balance	*Beginning balance*
Short-term	**409,580,588,634**	**249,402,038,685**
Dividends	319,395,766,382	215,960,456,326
Receive on behalf	78,963,209,623	10,918,424,200
Others	11,221,612,629	22,523,158,159
Long-term	**6,026,471,782**	**6,433,881,960**
Deposits	6,026,471,782	6,433,881,960
TOTAL	**415,607,060,416**	**255,835,920,645**
In which:		
Other parties	*176,186,840,433*	*144,364,325,817*
Related parties (Note 34)	*239,420,219,983*	*111,471,594,828*

24. LOANS AND FINANCE LEASE

VND

	Beginning balance	*Movement during the year*			*Ending balance*
		Increase	*Decrease*	*Reclassification*	
Short-term	**3,861,031,969,987**	**7,178,624,976,540**	**(7,819,574,071,851)**	**128,235,280,092**	**3,348,318,154,768**
Loans from banks *(Note 24.1)*	2,554,068,860,882	5,581,938,634,540	(5,227,024,620,746)	-	2,908,982,874,676
Loans from a related party *(Note 34)*	479,070,000,000	1,596,686,342,000	(1,764,656,342,000)	-	311,100,000,000
Short-term bonds	485,883,333,333	-	(485,883,333,333)	-	-
Current portion of long-term loans from banks *(Note 24.2)*	50,612,967,112	-	(50,612,967,112)	44,444,875,092	44,444,875,092
Current portion of long-term loan from a related party	2,386,342,000	-	(2,386,342,000)	-	-
Current portion of long-term bonds *(Note 24.3)*	289,010,466,660	-	(289,010,466,660)	82,197,238,332	82,197,238,332
Current portion of financial lease *(Note 24.4)*	-	-	-	1,593,166,668	1,593,166,668
Long-term	**707,287,474,216**	**11,298,000,000**	**(254,967,583,334)**	**(128,235,280,092)**	**335,382,610,790**
Loans from banks *(Note 24.2)*	121,956,074,197	1,739,000,000	(6,591,000,000)	(44,444,875,092)	72,659,199,105
Long-term bonds *(Note 24.3)*	585,331,400,019	-	(247,580,000,000)	(82,197,238,332)	255,554,161,687
Finance lease *(Note 24.4)*	-	9,559,000,000	(796,583,334)	(1,593,166,668)	7,169,249,998
TOTAL	**4,568,319,444,203**	**7,189,922,976,540**	**(8,074,541,655,185)**	-	**3,683,700,765,558**

24. LOANS AND FINANCE LEASES (continued)

24.1 Short-term loans from banks

Bank	*Ending balance* *VND*	*Principal repayment term*	*Description of collateral*
Joint Stock Commercial Bank for Investment and Development of Vietnam – Gia Dinh Branch	643,314,040,329	From 21 July 2020 to 30 December 2020	Land use rights of 329.44 ha at Ben Cau District; capital contribution in Thanh Thanh Cong Gia Lai One Member Co., Ltd amounting to VND 399,000,000,000 and term deposits at the bank with the value of billion VND 100
Joint Stock Commercial Bank for Foreign Trade of Vietnam – North Sai Gon Branch	334,464,797,202	From 23 July 2020 to 16 December 2020	Land use rights of land lot 49 located at Ward 2, Tay Ninh City, Tay Ninh Province and associated assets
Vietnam Maritime Commercial Joint Stock Bank – Ho Chi Minh Branch	664,140,443,719	From 25 July 2020 to 15 November 2020	Bank deposit with the value of billion VND 100; 10 million shares of the Company owned by Ms Huynh Bich Ngoc; machinery and equipment with the carrying value of billion VND 163 at Ninh Hoa Thermoelectricity One Member Limited Liability Company and land use right of land lot 8 located at Thai Binh Commune, Chau Thanh District, Tay Ninh Province
Orient Commercial Joint Stock Bank – Dak Lak Branch	164,414,198,800	From 6 July 2020 to 27 November 2020	All of inventories with the carrying value of billion VND 143 and capital contribution by TTC Bien Hoa – Ninh Hoa Sugar One Member Limited Company in Ninh Hoa Thermoelectricity One Member Limited Liability Company amounting to VND 174,886,000,000
BPCE International et Outre-mer SA – Ho Chi Minh Branch	90,176,204,366	From 4 September 2020 to 3 December 2020	All of inventories and receivables with the carrying value of million USD 6.6
Vietnam Joint Stock Commercial Bank for Industry and Trade – Tay Ninh Branch	247,603,192,057	From 21 July 2020 to 26 December 2020	Land use rights of 156.2 ha at Tay Ninh Province
United Oversea Bank Limited – Ho Chi Minh Branch	49,995,739,500	18 August 2020	All of inventories and receivables with the carrying value of million USD 6

24. LOANS AND FINANCE LEASES (continued)

24.1 *Short-term loans from banks* (continued)

Bank	*Ending balance* VND	*Principal repayment term*	*Description of collateral*
Malayan Banking Berhard – Ha Noi Branch	83,963,669,810	From 22 July 2020 to 13 October 2020	All of inventories, receivables with the carrying value of million USD 10
Malayan Banking Berhard – Ho Chi Minh Branch	37,968,394,275	14 September 2020	
Ho Chi Minh City Development Joint Stock Commercial Bank – Tay Ninh Branch	145,307,942,191	From 16 October 2020 to 19 November 2020	All of inventories with the carrying value of billion VND 70
Vietnam Prosperity Joint Stock Commercial Bank	100,000,000,000	From 6 July 2020 to 9 August 2020	All of inventories with the carrying value of billion VND 200, term deposits and certificates of deposit at bank
Saigon Thuong Tin Commercial Joint Stock Bank	200,000,000,000	30 September 2020	Operating income and insurance rights from land use right and associated assets managed by Tan Dinh Import Export Joint Stock Company
Vietnam International Commercial Joint Stock Bank	99,831,859,256	From 26 July 2020 to 9 August 2020	All of inventories with the carrying value of billion VND 200
Shinhan Bank Vietnam – Ho Chi Minh Branch	47,802,393,171	From 11 September 2020 to 19 November 2020	Unsecured
TOTAL	**2,908,982,874,676**		
In which:			
Original amount			
VND	*2,747,887,103,396*		
USD	*6,913,982*		

The Company obtained short-term loans from banks at market interest rate for financing its working capital requirements.

24. LOANS AND FINANCE LEASES (continued)

24.2 *Long-term loans from banks*

Bank	*Ending balance* *VND*	*Principal repayment term*	*Purpose*	*Description of collateral*
Military Commercial Joint Stock Bank - East Sai Gon Branch	50,092,341,500	From 25 August 2020 to 17 November 2022	Purchasing and constructing fixed assets	Machinery funded by the loan
Joint Stock Commercial Bank for Foreign Trade of Vietnam – North Saigon Branch	44,413,478,042	From 1 January 2021 to 13 September 2024		Assets funded by the loan
Vietnam Joint Stock Commercial Bank for Industry and Trade – Tay Ninh Branch	13,063,000,000	From 15 July 2020 to 21 August 2021		Land use rights of land lot 513 located at Thanh Tay Commune, Tan Bien District, Tay Ninh Province and machinery funded by the loan with the value of VND 51,830,000,000
Orient Commercial Joint Stock Bank	9,535,254,655	From 25 September 2020 to 10 September 2023		Machinery funded by the loan
TOTAL	**117,104,074,197**			
In which:				
Current portion	*44,444,875,092*			
Non-current portion	*72,659,199,105*			

Those short-term loans from banks charged at market interest rate.

24. LOANS AND FINANCE LEASES (continued)

24.3 *Long-term bond*

	Ending balance *VND*	*Principal repayment term*	*Interest rate* *% p.a.*	*Purpose*
Issued at par value				
Joint Stock Commercial Bank for Investment and Development of Vietnam – Gia Dinh Branch	340,480,000,000	From 23 June 2021 to 23 June 2023	10.03	Investing in project to develop sugar industrial zone and material plating area located at Attapeu Province, The Lao People's Democratic Republic through the acquisition of shares in TTC Attapeu Cane Sugar Limited Company ("TTC Attapeu")
Issuance fee	(8,768,284,964)			
	331,711,715,036			
In which:				
Current portion	*82,197,238,332*			
Non-current portion	*249,514,476,704*			

Collateral

- Land lease rights under Contract No. 8011/TNM dated 19 November 2012 between TTC Attapeu Cane Sugar Sole Co., Ltd ("TTC Attapeu Laos") and The Lao People's Democratic Republic for 51 hectre land area located at Phu Vong District, Attapeu Province, The Lao People's Democratic Republic and associated assets, real estates and all rights and obligations emerging from those assets owned by TTC Attapeu Laos; and ownership and entitlement to indemnity for incidents arising under insurance policies for those assets;
- Land lease rights under Contract dated 26 December 2013 between TTC Attapeu Laos and The Lao People's Democratic Republic for 2,723.9 hectre land area located at Attapeu Province, The Lao People's Democratic Republic and associated assets, real estates and all rights and obligations emerging from those assets owned by TTC Attapeu Laos; contruction, machineries in use at farmsites, sugar manufacturing plan, thermo power plant and microbiological fertilizer manufacturing plant; and ownership and entitlement to indemnity for incidents arising under insurance policies for those assets; and
- Capital contributed by the Company in TTC Attapeu amounting to VND 532,109,000,975.

24. LOANS AND FINANCE LEASES (continued)

24.4 Finance leases

The Company currently has leased machinery and equipment under finance lease agreements with BIDV – SumiTrust Leasing Company Limited - Ho Chi Minh City Branch. Future obligations due under finance lease agreements as at the balance sheet dates were as follows:

VND

	Ending balance		
	Total minimum lease payments	*Finance charges*	*Lease liabilities*
Less than 1 year	2,338,129,584	744,962,916	1,593,166,668
From 1-5 years	7,880,223,542	1,507,556,870	6,372,666,672
More than 5 years	818,469,725	21,886,399	796,583,326
TOTAL	**11,036,822,851**	**2,274,406,185**	**8,762,416,666**

25. CONVERTIBLE BONDS

On 29 June 2020, the Company completed the issuance of 172 convertible bonds with par value of 1 billion VND per bond to Cape Yeollim Coretrend Global Fund in accordance with Resolution by the Board of Directors No. 28/2020/NQ-HDQT dated 17 June 2020.

Main terms and conditions of the convertible bonds are as follows:

- Bond maturity is 3 years from issuance date.
- Convertible bond shall be entitled at any time after a year from issuance date to convert into fully paid ordinary shares based on the agreed conversion price, as long as it meets the yield-to-maturity rate of 6.5% per annum.
- The Company has obligation to pay interest at rate of 3.5% p.a. every six months.

Details of the convertible bond are as follows:

VND

	Current year
Value of convertible bond	172,000,000,000
Issuance fee	(6,039,684,983)
Equity component *(Note 26)*	(13,666,133,635)
Liability component at initial recognition	152,294,181,382
Liability component at end of year	152,294,181,382

26. OWNERS' EQUITY

26.1 *Increase and decrease in owners' equity*

VND

	Share capital							
	Share with voting rights	*Preference shares*	*Share premium*	*Convertible bond options*	*Treasury shares*	*fund*	*Undistributed earnings*	*Total*
Previous year								
Beginning balance	5,570,186,730,000	-	6,243,045,915,565	-	(1,099,985,561,092)	69,863,681,464	851,145,127,050	11,634,255,892,987
Dividend in share	297,218,790,000	-	-	-	-	-	(297,218,790,000)	-
Net profit for the year	-	-	-	-	-	-	451,860,070,914	451,860,070,914
Investment and development fund	-	-	-	-	-	54,837,395,679	(54,837,395,679)	-
Bonus and welfare fund	-	-	-	-	-	-	(69,919,461,864)	(69,919,461,864)
Dividend in cash	-	-	-	-	-	-	(408,224,244,950)	(408,224,244,950)
Ending balance	5,867,405,520,000	-	6,243,045,915,565	-	(1,099,985,561,092)	124,701,077,143	472,805,305,471	11,607,972,257,087
Current year								
Beginning balance	5,867,405,520,000	-	6,243,045,915,565	-	(1,099,985,561,092)	124,701,077,143	472,805,305,471	11,607,972,257,087
Issuance of shares (*)	-	216,113,330,000	432,226,670,000	-	-	-	-	648,340,000,000
Re-issuance of treasury shares (**)	-	-	37,579,758,974	-	1,099,985,561,092	-	-	1,137,565,320,066
Issuance of convertible bonds *(Note 25)*	-	-	-	13,666,133,635	-	-	-	13,666,133,635
Transfer to fund	-	-	-	-	-	-	(10,000,000,000)	(10,000,000,000)
Net profit for the year	-	-	-	-	-	-	386,163,687,820	386,163,687,820
Dividend in cash *(Note 26.2)*	-	-	-	-	-	(124,701,077,143)	(192,799,880,558)	(317,500,957,701)
Ending balance	5,867,405,520,000	216,113,330,000	6,712,852,344,539	13,666,133,635	-	-	656,169,112,733	13,466,206,440,907

26. OWNERS' EQUITY (continued)

26.1 *Increase and decrease in owners' equity* (continued)

(*) On 23 September 2019, the Company completed the issuance of 21,611,333 convertible dividend preference shares at VND 30,000 per share, in accordance with Shareholders' Resolution No. 01/2018/NQ-DHDCD dated 17 October 2018. On 28 October 2019, the Company received the ninth amendment of BRC from the Planning and Investment Department of Tay Ninh Province approving the increase of share capital to VND 6,083,518,850,000.

Main terms and conditions of the convertible dividend preference shares ("preference shares") are as follows:

- Preference shares will not carry any voting rights.
- Preference dividend period and preference dividend rate are on negotiation and must be paid prior to declaration of dividend or distribution in respect of ordinary shares.
- Each holder of preference shares shall be entitled at any time to convert all or any of the preference shares into fully paid ordinary shares based on the agreed conversion price, but not higher than VND 38,000 per share.

(**) On 4 October 2019, the Company completed the re-issuance of 61,600,900 treasury shares, in accordance with Resolution by the Board of Directors No. 22/2019/NQ-HĐQT dated 12 August 2019.

26.2 *Capital transactions with shareholders and distribution of dividends*

		VND
	Current year	*Previous year*
Issued contributed share capital		
Beginning balance	5,867,405,520,000	5,570,186,730,000
Increase during the year	216,113,330,000	297,218,790,000
Ending balance	**6,083,518,850,000**	**5,867,405,520,000**
Dividends declared (*)	***317,500,957,701***	***705,474,908,750***
Dividends on ordinary shares		
Dividends declared in shares	-	297,250,663,800
Dividends declared in cash	293,370,276,000	408,224,244,950
Dividends on preference shares	*24,130,681,701*	-
Dividends paid in cash	***214,065,647,645***	***192,683,748,039***
Dividends on ordinary shares	*204,003,055,590*	*192,683,748,039*
Dividends on preference shares	*10,062,592,055*	-

(*) In accordance with Annual Shareholders' Resolution No. 03/2019/NQ-DHDCD dated 14 October 2019, the Company declared dividends in cash or/and shares with total value of VND 293,370,276,000 from undistributed earnings, investment and development fund and share premium as at 30 June 2020. Then, in accordance with Resolution by the Board of Directors No. 27a/2020/NQ-HDQT dated 15 June 2020, the Company declared dividends in cash with total value of VND 293,370,276,000 from undistributed earnings and investment and development fund.

The Company declared preference dividend with total value of VND 24,130,681,701, in which an amount of VND 10,062,592,055 has been paid in accordance with Resolution by the Board of Directors No. 41/2019/NQ.HDQT dated 16 December 2019.

26. OWNERS' EQUITY (continued)

26.3 Shareholders

	Ending balance			*Beginning balance*		
	Ordinary shares	*Preference shares*	*% interest*	*Ordinary shares*	*Preference shares*	*% interest*
Thanh Thanh Cong Investment Joint Stock Company	168,021,963	-	27.62	168,021,963	-	28.64
Deutsche Investitions- und Entwicklungs gesellschaft (DEG)	-	21,611,333	3.55	-	-	-
Others	418,718,589	-	68.83	418,718,589	-	71.36
TOTAL	**586,740,552**	**21,611,333**	**100.00**	**586,740,552**	**-**	**100.00**

26.4 Shares

	Number of shares	
	Ending balance	*Beginning balance*
Authorised shares	608,351,885	586,740,552
Shares issued and fully paid		
Ordinary shares	*586,740,552*	*586,740,552*
Preference shares	*21,611,333*	-
Treasury shares		
Ordinary shares	-	*(61,600,900)*
Preference shares	-	-
Shares in circulation		
Ordinary shares	*586,740,552*	*525,139,652*
Preference shares	*21,611,333*	-

Par value of outstanding share: VND 10,000 (30 June 2019: VND 10,000).

27. REVENUE

27.1 *Revenue from sale of goods and rendering of services*

	Current year	*VND* *Previous year*
Gross revenue	**6,653,210,041,390**	**5,356,595,344,087**
Of which:		
Sale of sugar	*6,326,438,314,184*	*5,057,805,052,640*
Sale of molasses	*145,809,595,241*	*132,591,326,184*
Sale of electricity	*75,376,804,716*	*80,726,854,043*
Rendering of rental services (Note 15)	*14,693,155,859*	*16,847,220,531*
Sale of machines	*62,265,951,553*	*36,384,624,065*
Others	*28,626,219,837*	*32,240,266,624*
Less		
Sales returns	*(5,014,685,012)*	*(10,666,358,802)*
Sales allowances	*(204,155,283)*	*(960,689,760)*
Net revenue	**6,647,991,201,095**	**5,344,968,295,525**
Of which:		
Sale of sugar	*6,321,439,454,789*	*5,046,178,004,078*
Sale of molasses	*145,809,595,241*	*132,591,326,184*
Sale of electricity	*75,376,804,716*	*80,726,854,043*
Rendering of rental services (Note 15)	*14,693,155,859*	*16,847,220,531*
Sale of machines	*62,045,970,653*	*36,384,624,065*
Others	*28,626,219,837*	*32,240,266,624*
Of which:		
Sales to other parties	*5,178,597,466,329*	*4,357,717,734,211*
Sales to related parties	*1,469,393,734,766*	*987,250,561,314*

27.2 *Finance income*

	Current year	*VND* *Previous year*
Gain from disposals of investments	261,826,297,208	532,386,086,607
Interest income from bank deposit, lending and advance to suppliers	150,089,128,365	152,585,506,652
Dividends income	117,703,573,565	1,031,788,565
Foreign exchange gains	7,700,061,800	10,694,008,240
TOTAL	**537,319,060,938**	**696,697,390,064**
Of which:		
Other parties	*341,181,996,663*	*352,975,544,232*
Related parties	*196,137,064,275*	*343,721,845,832*

28. COST OF GOODS SOLD AND SERVICES RENDERED

VND

	Current year	*Previous year*
Cost of sugar	5,774,864,162,333	4,540,040,743,377
Cost of molasses	104,617,197,213	123,578,712,000
Cost of electricity	74,770,416,508	80,726,854,043
Cost of machine	54,313,740,284	32,388,664,126
Cost of rental services *(Note 15)*	4,013,945,782	3,690,635,150
Others	25,618,199,987	44,899,182,005
TOTAL	**6,038,197,662,107**	**4,825,324,790,701**

29. FINANCE EXPENSES

VND

	Current year	*Previous year*
Interest expense	332,117,011,654	370,173,805,404
Provision for diminution in value of investments	15,801,600,699	1,075,004,296
Loss from disposal of investments	187,294,522	381,925,773
Foreign exchange losses	13,848,365,170	10,635,267,657
Others	15,059,468,930	14,879,560,362
TOTAL	**377,013,740,975**	**397,145,563,492**

30. SELLING EXPENSES AND GENERAL AND ADMINISTRATIVE EXPENSES

VND

	Current year	*Previous year*
Selling expenses		
Expenses for external services	111,812,440,331	92,179,829,261
Labor cost	18,794,702,303	16,895,162,529
Other expenses	19,157,297,824	12,937,838,631
	149,764,440,458	122,012,830,421
General and administrative expenses		
Labor cost	76,464,990,082	72,714,979,443
Expenses for external services	59,206,415,940	53,475,842,214
Provisions (reversal of provisions)	13,160,563,396	(22,626,060,564)
Depreciation and amortization	4,281,234,433	5,058,902,114
Other expenses	9,974,893,198	48,654,440,688
	163,088,097,049	157,278,103,895
TOTAL	**312,852,537,507**	**279,290,934,316**

31. OTHER INCOME AND EXPENSES

VND

	Current year	*Previous year*
Other income	**17,285,326,566**	**30,075,479,191**
Income from leasing activities	11,794,853,441	22,850,791,729
Others	5,490,473,125	7,224,687,462
Other expenses	**(10,792,761,994)**	**(29,500,193,177)**
Depreciation of leased assets	(5,111,604,511)	(16,074,797,301)
Loss from disposal of fixed assets	(1,194,335,377)	(9,050,453,718)
Others	(4,486,822,106)	(4,374,942,158)
NET OTHER PROFIT	**6,492,564,572**	**575,286,014**

32. PRODUCTION AND OPERATING COSTS

VND

	Current year	*Previous year*
Material and merchandise cost	5,834,401,928,247	4,656,085,115,234
Labor cost	177,800,232,571	155,914,803,315
Expenses for external services	217,896,468,343	174,936,467,552
Depreciation and amortization	68,049,698,463	89,964,476,524
Provision (reversal of provisions)	3,277,894,991	(46,336,297,988)
Other expenses	49,623,976,999	74,051,160,380
TOTAL	**6,351,050,199,614**	**5,104,615,725,017**

33. CORPORATE INCOME TAX

The statutory corporate income tax ("CIT") rate applicable to the Company is 10% of taxable income from normal operating activities and 20% of taxable income from other activities. The Company is entitled to an exemption from CIT in regard to taxable income generated from manufacturing sugar from sugar-cane commencing from 1 January 2015 in accordance with Circular No. 96/2015/TT-BTC issued by the Ministry of Finance dated 22 June 2015.

The tax returns filed by Company are subject to examination by the tax authorities. As the application of tax laws and regulations is susceptible to varying interpretations, the amounts reported in the separate financial statements could be changed at a later date upon final determination by the tax authorities.

33.1 CIT expense

VND

	Current year	*Previous year*
Current CIT expense	72,586,161,163	88,068,991,520
Deferred tax expense	4,989,037,033	550,620,660
TOTAL	**77,575,198,196**	**88,619,612,180**

33. CORPORATE INCOME TAX (continued)

33.1 *CIT expense* (continued)

Reconciliation between CIT expense and the accounting profit multiplied by CIT rate is presented below:

VND

	Current year	*Previous year*
Accounting profit before tax	**463,738,886,016**	**540,479,683,094**
At applicable CIT rates	87,619,462,458	83,213,420,714
Adjustments:		
Non-deductible expenses	13,496,450,451	5,612,549,179
Dividend income	(23,540,714,713)	(206,357,713)
CIT expense	**77,575,198,196**	**88,619,612,180**

33.2 *Current CIT*

The current tax payable is based on taxable income for the current year. The taxable income of the Company for the year differs from accounting profit as reported in the separate income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are not taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted at the balance sheet date.

33.3 *Deferred tax*

The following are the deferred tax asset recognized by the Company, and the movement thereon, during the current and previous year:

VND

	Separate balance sheet		*Separate income statement*	
	Ending balance	*Beginning balance*	*Current year*	*Previous year*
Provision for diminution in value of investments	-	3,611,428,097	(3,611,428,097)	611,968,275
Provision for obsolete inventories	744,722,452	1,731,352,676	(986,630,224)	(1,235,696,746)
Accrued expenses	-	390,978,712	(390,978,712)	73,107,811
Deferred tax asset	***744,722,452***	***5,733,759,485***		
Deferred tax expense			***(4,989,037,033)***	***(550,620,660)***

34. TRANSACTIONS WITH RELATED PARTIES

The sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions.

Outstanding balances with related parties at 30 June 2020 are unsecured. For the year ended 30 June 2020, the Company has not made any provision for doubtful debts relating to amounts owed by related parties (30 June 2019: 0). This assessment is undertaken each financial year through the examination of the financial position of the related party and the market in which the related party operates.

Significant transactions with related parties within Thanh Thanh Cong Group ("Affiliates") and other related parties during the current and previous year were as follows:

VND

Related parties	*Relationship*	*Transactions*	*Current year*	*Previous year*
TTC Bien Hoa - Dong Nai Sugar One Member Company Limited	Subsidiary	Collection of lending	1,182,588,400,000	503,800,000,000
		Lending	1,078,588,400,000	607,800,000,000
		Sale of goods	572,733,022,367	50,628,771,582
		Purchase of good	371,954,389,962	449,887,809,059
		Purchase of materials	249,809,842,931	-
		Dividend received	100,000,000,000	-
		Collection on behalf	48,771,321,199	-
		Interest income	29,600,073,304	10,010,334,421
		Sale of materials	22,616,742,965	-
		Sale of equipment	2,955,943,203	-
		Purchase of services	2,779,317,044	3,683,815,462
		Interest expense	2,578,767,123	-
		Loans repayment	-	294,759,946,798
		Loans drawdown	-	276,759,946,798
Thanh Thanh Cong Gia Lai One Member Co., Ltd	Subsidiary	Loans repayment	727,370,000,000	833,130,000,000
		Loans drawdown	585,100,000,000	859,500,000,000
		Purchase of goods	366,773,288,370	275,351,571,733
		Lending	357,200,000,000	-
		Collection of lending	357,200,000,000	-
		Sale of goods	9,275,256,341	8,578,338,610
		Interest expense	6,319,919,940	21,509,411,368
		Interest income	3,315,307,382	16,446,590,185
		Purchase of assets	1,330,147,838	-

34. TRANSACTIONS WITH RELATED PARTIES (continued)

Significant transactions with related parties within Thanh Thanh Cong Group ("Affiliates") and other related parties during the current and previous year were as follows: (continued)

VND

Related parties	*Relationship*	*Transactions*	*Current year*	*Previous year*
Global Mind Commodities Trading Pte. Ltd	Subsidiary	Purchase of materials	1,779,710,544,683	-
		Sale of goods	595,810,362,581	93,991,207,488
		Dividend declared	-	2,385,572,000
		Dividend paid	-	2,385,572,000
Bien Hoa - Ninh Hoa Sugar One Member Company Limited	Subsidiary	Loans drawdown	838,200,000,000	369,750,000,000
		Loans repayment	838,200,000,000	555,700,000,000
		Purchase of goods	240,225,545,604	288,480,123,295
		Purchase of materials	88,802,474,400	-
		Sale of goods	11,589,600,000	25,021,824,027
		Interest expense	9,136,851,817	-
		Purchase of fixed assets	5,129,989,081	5,185,740,910
		Interest income	5,026,948,300	8,877,842,466
		Sale of materials	1,455,845,516	-
		Lending	-	499,500,000,000
		Collection of lending	-	499,500,000,000
Thanh Thanh Cong Agricultural Development Joint Stock Company	Subsidiary	Loans repayment	140,500,000,000	32,000,000,000
		Loans drawdown	129,000,000,000	-
		Purchase of goods and services	14,099,522,030	10,411,305,175
		Sale of goods and services	10,132,756,715	-
		Interest expenses	8,607,465,261	-
		Purchase of materials	8,083,656,051	9,178,979,451
		Purchase of fixed assets	2,108,685,354	973,540,020
		Payment on behalf	1,136,099,964	-
Toan Hai Van Joint Stock Company	Affiliate	Land rental deposit	255,000,000,000	418,000,000,000
		Interest income	21,734,383,562	-

34. TRANSACTIONS WITH RELATED PARTIES (continued)

Significant transactions with related parties within Thanh Thanh Cong Group ("Affiliates") and other related parties during the current and previous year were as follows: (continued)

VND

Related parties	*Relationship*	*Transactions*	*Current year*	*Previous year*
Thanh Thanh Cong Industrial Zones Joint Stock Company	Affiliate	Land rental deposit	179,000,000,000	250,000,000,000
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Sale of goods	127,456,857,147	285,728,284,565
		Purchase of goods	75,431,746,028	116,749,716,488
		Interest income	7,410,037,377	5,319,552,224
		Dividend declared	82,614,426,500	130,613,301,200
		Dividend paid	67,208,785,200	63,404,516,000
		Purchase of services	-	24,951,520,956
Thanh Thanh Cong Trading Joint Stock Company	Common ownership	Purchase of goods	456,887,318,348	80,024,616,163
		Sale of goods	77,916,302,031	24,609,581,452
		Purchase of service	39,241,706,563	38,644,002,303
		Interest income	28,440,810,763	53,972,039,454
Svayrieng Sugarcane One Member Company Limited	Affiliate	Purchase of materials	110,654,453,579	91,491,143,013
Hai Vi Limited Company	Subsidiary	Purchase of materials	30,286,468,206	7,456,046,714
		Purchase of services	9,696,216,237	12,343,698,713
		Purchase of fixed assets	3,482,889,198	-
		Service rendered	-	13,630,378,940
		Sale of goods	-	3,231,568,601
Thanh Thanh Cong Packing Trading - Production Join Stock Company	Affiliate	Purchase of materials	27,280,841,916	28,166,396,120

34. TRANSACTIONS WITH RELATED PARTIES (continued)

Significant transactions with related parties within Thanh Thanh Cong Group ("Affiliates") and other related parties during the current and previous year were as follows: (continued)

VND

Related parties	*Relationship*	*Transactions*	*Current year*	*Previous year*
Thanh Thanh Cong Sugarcane Research and Application Joint Stock Company	Subsidiary	Loans repayment	14,200,000,000	-
		Loans drawdown	10,000,000,000	14,200,000,000
		Interest expense	1,055,605,480	-
TTC Attapeu Cane Sugar Sole Co., Ltd.	Subsidiary	Sale of goods	24,203,448,084	2,100,411,172
		Payment on behalf	3,117,308,010	-
		Lending	-	76,000,000,000
		Collection of lending	-	56,000,000,000
		Sale of tools	-	17,882,765,408
Nuoc Trong Sugar Joint Stock Company	Subsidiary	Loans repayment	10,000,000,000	-
		Collection on behalf	9,717,198,181	-
		Lending	5,500,000,000	-
		Collection of lending	5,500,000,000	-
		Purchase of goods	1,269,829,486	104,063,283,759
		Purchase of materials	-	59,004,531,410
		Loans drawdown	-	10,000,000,000
		Sale of goods	-	3,743,472,410
Tan Dinh Import Export Joint Stock Company	Associate	Dividend received	16,664,000,000	-
Ms Dang Huynh Uc My	Deputy Chairwomen	Dividend declared	49,197,413,000	14,149,906,104
		Dividend paid	14,149,906,104	-
Ms Huynh Bich Ngoc	Chairwomen	Dividend declared	33,775,932,000	2,278,716,454
		Dividend paid	2,278,716,454	-
DEG	Shareholder	Dividend declared	24,130,681,701	-
		Dividend paid	10,062,592,055	-

34. TRANSACTIONS WITH RELATED PARTIES (continued)

Significant transactions with related parties within Thanh Thanh Cong Group ("Affiliates") and other related parties during the current and previous year were as follows: (continued)

VND

Related parties	*Relationship*	*Transactions*	*Current year*	*Previous year*
Bien Hoa Import Export Trading Joint Stock Company	Subsidiary	Sale of goods	8,163,579,542	75,558,012,807
		Purchase of goods	6,376,225,379	16,616,870,255
Ben Tre Import Export Joint Stock Company	Affiliate	Purchase of fixed assets	2,167,116,661	-
		Sale of goods	2,131,000,000	1,935,125,000
		Purchase of materials	-	12,855,191,945
		Interest income	-	3,820,845,626
TTC Attapeu Sugarcane Co., Ltd	Subsidiary	Purchase of good	2,162,400,000	-
		Interest income	1,504,109,586	-
Thanh Thanh Cong Tourist Joint Stock Company	Common ownership	Purchase of services	3,343,160,897	5,123,878,303
Miaqua Water One Member Company Limited	Subsidiary	Sale of goods	2,770,627,936	2,883,311,089
Son Tin Commodity Exchange Joint Stock Company	Affiliate	Purchase of goods	66,168,450,000	126,436,047,619
		Interest income	2,592,795,093	81,726,247
		Sale of goods	-	119,000,000,000
Tam Binh An Manufacturing Trading Joint Stock Company	Affiliate	Purchase of goods	67,250,000,000	-
Mr Dang Van Thanh	Shareholder	Dividend declared	4,998,500,000	7,411,592,258
		Dividend paid	7,411,592,258	

34. TRANSACTIONS WITH RELATED PARTIES (continued)

Significant transactions with related parties within Thanh Thanh Cong Group ("Affiliates") and other related parties during the current and previous year were as follows: (continued)

VND

Related parties	*Relationship*	*Transactions*	*Current year*	*Previous year*
Tay Ninh Sugar Joint Stock Company	Affiliate	Loan repayment	2,386,342,000	-
		Purchase of materials	1,861,513,000	-
Dang Huynh Industrial Zones Exploitation and Management Joint Stock Company	Affiliate	Dividend declared	10,000,000,000	8,000,000,000
		Purchase of service	1,378,430,187	3,303,463,861
		Sale of asset	-	52,090,909,091

Transactions with other related parties

Details of remuneration of the Board of Directors and Management during the year are as follows:

VND

	Current year	*Previous year*
Salaries and bonus	9,783,121,638	10,761,433,802

34. TRANSACTIONS WITH RELATED PARTIES (continued)

Amounts due from and due to related parties at the balance sheet dates were as follows:

VND

Related parties	*Relationship*	*Transactions*	*Ending balance*	*Beginning balance*
Short-term trade receivables				
TTC Bien Hoa - Dong Nai Sugar One Member Company Limited	Subsidiary	Sale of goods	174,379,367,870	2,764,139,121
Global Mind Commodities Trading Pte. Ltd	Subsidiary	Sale of goods	51,045,704,657	1,385,328,001
TTC Attapeu Cane Sugar Sole Co., Ltd.	Subsidiary	Sale of goods	28,190,359,498	220,067,100,925
Thanh Thanh Cong Agricultural Development Joint Stoc Company	Subsidiary	Sale of goods	14,042,250,316	3,041,508,821
Bien Hoa Import Export Trading Joint Stock Company	Subsidiary	Sale of goods	6,986,724,020	-
Thanh Thanh Cong Trading Joint Stock Company	Common ownership	Sale of goods	5,267,265,550	-
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Sale of goods	4,277,372,065	178,172,669,600
TTC Attapeu Sugarcane Co., Ltd	Subsidiary	Sale of goods	3,809,031,448	7,261,165,198
Miaqua Water One Member Company Limited	Subsidiary	Sale of goods	2,146,610,407	-
Thanh Thanh Cong Gia Lai One Member Co., Ltd	Subsidiary	Sale of goods	1,778,227,535	12,962,927,728
Hai Vi Limited Company	Subsidiary	Sale of goods Services rendered	1,604,810,779 -	9,170,867,450 14,993,416,835
Tam Binh An Manufacturing Trading Joint Stock Company	Affiliate	Sale of goods	-	267,865,000,000
Son Tin Commodity Exchange Joint Stock Company	Affiliate	Sale of goods	-	6,172,500,000
Other related parties		Sale of goods Sale of asset Services rendered	3,019,461,489 370,253,510 -	8,428,415,404 370,253,510 264,000,000
TOTAL			**296,917,439,144**	**732,919,292,593**

34. TRANSACTIONS WITH RELATED PARTIES (continued)

Amounts due from and due to related parties at the balance sheet dates were as follows: (continued)

VND

Related parties	*Relationship*	*Transactions*	*Ending balance*	*Beginning balance*
Long-term trade receivable				
TTC Attapeu Cane Sugar Sole Co., Ltd.	Subsidiary	Sale of goods	214,080,522,339	-
Short-term advances to suppliers (*)				
Thanh Thanh Cong Trading Joint Stock Company	Common ownership	Purchase of goods	315,703,360,000	433,576,050,183
Son Tin Commodity Exchange Joint Stock Company	Affiliate	Purchase of goods	152,000,000,000	12,000,000,000
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Purchase of goods	93,275,694,320	2,125,330,000
Global Mind Commodities Trading Pte. Ltd	Subsidiary	Purchase of materials	80,040,201,060	-
Svayrieng Sugarcane One Member Company Limited	Affiliate	Purchase of materials	63,126,543,196	70,137,489,034
Thanh Thanh Cong Gia Lai One Member Co., Ltd	Subsidiary	Purchase of goods	17,867,723,749	98,712,057,550
Hai Vi Limited Company	Subsidiary	Purchase of services	3,331,910,040	2,279,656,000
TTC Bien Hoa - Dong Nai Sugar One Member Company Limited	Subsidiary	Purchase of materials	3,049,622,465	114,390,851,239
Thanh Thanh Cong Packing Trading - Production Join Stock Company	Affiliate	Purchase of materials	1,806,525,573	431,735,626
Tam Binh An Manufacturing Trading Joint Stock Company	Affiliate	Purchase of goods	-	67,250,050,000
Other related parties		Purchase of services Purchase of materials	765,831,857 500,000,000	1,553,147,275 1,741,047,887
TOTAL			**731,467,412,260**	**804,197,414,794**

(*) Short-term advances to related parties earn interest at the rates ranging from 8.0% to 9.5% per annum.

34. TRANSACTIONS WITH RELATED PARTIES (continued)

Amounts due from and due to related parties at the balance sheet dates were as follows: (continued)

VND

Related parties	*Relationship*	*Transactions*	*Ending balance*	*Beginning balance*
Other short-term receivables				
Toan Hai Van Joint Stock Company	Affiliate	Land rental deposit	673,000,000,000	418,000,000,000
		Interest income	21,734,383,562	-
Thanh Thanh Cong Industrial Zones Joint Stock Company	Affiliate	Land rental deposit	164,000,000,000	250,000,000,000
Thanh Thanh Cong Trading Joint Stock Company	Common ownership	Interest income	15,736,495,951	6,560,784,052
TTC Attapeu Sugarcane Co., Ltd	Subsidiary	Interest income	2,942,465,748	2,987,465,801
Thanh Thanh Cong Agricultural Development Joint Stock Company	Subsidiary	Payment on behalf	3,193,335,328	2,574,402,080
			-	
TTC Attapeu Cane Sugar Sole Co., Ltd.	Subsidiary	Payment on behalf	4,621,417,597	1,504,109,587
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Interest income	1,838,626,713	6,104,293,869
Bien Hoa - Ninh Hoa Sugar One Member Company Limited	Subsidiary	Interest income	1,832,409,887	4,925,445,208
TTC Bien Hoa - Dong Nai Sugar One Member Company Limited	Subsidiary	Interest income	1,035,546,011	4,041,998,803
		Payment on behalf	-	89,200,000
Hai Vi Limited Company	Subsidiary	Payment on behalf	811,393,823	-
Son Tin Commodity Exchange Joint Stock Company	Affiliate	Interest income	505,899,905	4,836,008,579
TTC An Hoa Production – Trading – Service One Member Limited Liability Company	Subsidiary	Interest income	271,559,589	-
Nuoc Trong Sugar Joint Stock Company	Subsidiary	Interest income	135,616,440	-
Other related parties		Payment on behalf	128,424,656	48,600,000
		Interest income	-	8,654,703,334
TOTAL			**891,787,575,210**	**710,327,011,313**

34. TRANSACTIONS WITH RELATED PARTIES (continued)

Amounts due from and due to related parties at the balance sheet dates were as follows: (continued)

VND

Related parties	*Relationship*	*Transactions*	*Ending balance*	*Beginning balance*
Other long-term receivables				
Thanh Thanh Nam Limited Company	Affiliate	Office rental deposit	-	892,773,746
Thanh Thanh Cong Trading Joint Stock Company	Affiliate	Warehouses rental deposit	-	457,708,000
TOTAL			**-**	**1,350,481,746**
Short-term loan receivables (*)				
TTC An Hoa Production – Trading – Service One Member Limited Liability Company	Subsidiary	Lending	92,610,000,000	-
TTC Attapeu Sugarcane Co., Ltd	Subsidiary	Lending	20,000,000,000	20,000,000,000
TTC Bien Hoa - Dong Nai Sugar One Member Company Limited	Subsidiary	Lending	-	104,000,000,000
TOTAL			**112,610,000,000**	**124,000,000,000**

(*) These represented unsecured short-term loan receivables with the term of 12 months and earn interest at 7.5% per annum.

34. TRANSACTIONS WITH RELATED PARTIES (continued)

Amounts due from and due to related parties at the balance sheet dates were as follows: (continued)

VND

Related parties	*Relationship*	*Transactions*	*Ending balance*	*Beginning balance*
Short-term trade payables				
Global Mind Commodities Trading Pte. Ltd	Subsidiary	Purchase of materials	190,354,103,188	-
TTC Bien Hoa - Dong Nai Sugar One Member Company Limited	Subsidiary	Purchase of materials	170,325,448,368	17,780,231,941
Thanh Thanh Cong Gia Lai One Member Co., Ltd	Subsidiary	Purchase of goods	91,883,356,503	9,284,452,174
Bien Hoa - Ninh Hoa Sugar One Member Company Limited	Subsidiary	Purchase of goods	61,132,701,000	33,631,016,370
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Purchase of services	30,279,201,999	25,573,844,962
Thanh Thanh Cong Agricultural Development Joint Stock Company	Subsidiary	Purchase of goods and services	22,491,298,148	7,544,463,894
TTC Attapeu Sugarcane Co., Ltd	Subsidiary	Purchase of materials	2,270,520,000	-
Thanh Thanh Cong Packing Trading - Production Joint Stock Company	Affiliate	Purchase of materials	1,250,436,275	2,164,222,211
Thanh Thanh Cong Trading Joint Stock Company	Common ownership	Purchase of materials	1,249,940,081	6,053,714,700
Bien Hoa Import Export Trading Joint Stock Company	Subsidiary	Purchase of services	605,637,768	4,484,094,094
Svayrieng Sugarcane One Member Company Limited	Affiliate	Purchase of materials	172,264,536	18,289,801,639
Nuoc Trong Sugar Joint Stock Company	Subsidiary	Purchase of materials	-	2,923,230,198
Hai Vi Limited Company	Subsidiary	Purchase of materials	-	2,526,104,957
Tam Binh An Manufacturing Trading Joint Stock Company	Affiliate	Purchase of goods	-	2,449,692,000
Other related parties		Purchase of goods, material and services	-	3,541,133,793
TOTAL			**572,014,907,866**	**136,246,002,933**

34. TRANSACTIONS WITH RELATED PARTIES (continued)

Amounts due from and due to related parties at the balance sheet dates were as follows: (continued)

VND

Related parties	*Relationship*	*Transactions*	*Ending balance*	*Beginning balance*
Short-term advances from customers				
Tay Ninh Sugar Joint Stock Company	Affiliate	Sale of goods	15,800,000,000	15,800,000,000
Thanh Thanh Cong Trading Joint Stock Company	Common ownership	Sale of goods	3,750,000,000	-
Bien Hoa - Ninh Hoa Sugar One Member Company Limited	Subsidiary	Services rendered	1,214,000,000	1,214,000,000
Son Tin Commodity Exchange Joint Stock Company	Affiliate	Sale of goods	224,539,356	-
TOTAL			**20,988,539,356**	**17,014,000,000**
Short term loans				
Thanh Thanh Cong Gia Lai One Member Co., Ltd *(*)*	Subsidiary	Loan	166,100,000,000	308,370,000,000
Thanh Thanh Cong Agricultural Development Joint Stock Company *(**)*	Subsidiary	Loan	129,000,000,000	140,500,000,000
Thanh Thanh Cong Sugarcane Research and Application Joint Stock Company *(**)*	Subsidiary	Loan	10,000,000,000	14,200,000,000
Tan Hoi Industrial Cluster Infrastructure Joint Stock Company *(*)*	Affiliate	Loan	6,000,000,000	6,000,000,000
Nuoc Trong Sugar Joint Stock Company	Subsidiary	Loan	-	10,000,000,000
TOTAL			**311,100,000,000**	**479,070,000,000**

(*) The Company obtained these short-term loans with the term from 6 months to 12 months and bears interest rate ranging from 8.5% to 11% per annum for financing its working capital requirements.

(**) The Company obtained these short-term loans with no repayment term and bear interest rate ranging from 6.5% to 8% per annum for financing its working capital requirements.

34. TRANSACTIONS WITH RELATED PARTIES (continued)

Amounts due from and due to related parties at the balance sheet dates were as follows: (continued)

VND

Related parties	*Relationship*	*Transactions*	*Ending balance*	*Beginning balance*
Long-term loan				
Tay Ninh Sugar Joint Stock Company	Affiliate	Loan	-	2,386,342,000
Short-term other payables				
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Dividend payable	82,614,426,500	67,208,785,200
Ms Dang Huynh Uc My	Deputy Chairwomen	Dividend payable	49,197,413,000	14,149,906,104
Ms Huynh Bich Ngoc	Chairwomen	Dividend payable	33,775,932,000	2,278,716,454
DEG	Shareholder	Dividend payable	14,068,089,646	-
Dang Huynh Industrial Zones Exploitation and Management Joint Stock Company	Affiliate	Dividend payable	10,000,000,000	8,000,000,000
TTC Bien Hoa - Dong Nai Sugar One Member Company Limited	Subsidiary	Collection on behalf	39,106,042,955	-
		Interest expenses	-	1,499,951,939
Nuoc Trong Sugar Joint Stock Company	Subsidiary	Collection on behalf	5,558,550,882	-
Mr Dang Van Thanh	Shareholder	Dividend payable	4,998,500,000	7,411,592,258
Tay Ninh Sugar Joint Stock Company	Affiliate	Interest expenses	101,265,000	-
		Business Co-operation Contract	-	1,200,000,000
Thanh Thanh Cong Gia Lai One Member Co., Ltd	Subsidiary	Interest expenses	-	8,810,394,928
Other related parties		Interest expenses	-	912,247,945
TOTAL			**239,420,219,983**	**111,471,594,828**

34. TRANSACTIONS WITH RELATED PARTIES (continued)

Amounts due from and due to related parties at the balance sheet dates were as follows: (continued)

VND

Related parties	*Relationship*	*Transactions*	*Ending balance*	*Beginning balance*
Short-term accrued expenses				
Tan Hoi Industrial Cluster Infrastructure Joint Stock Company	Affiliate	Interest expenses	1,159,068,495	-
Thanh Thanh Cong Gia Lai One Member Co., Ltd	Subsidiary	Interest expenses	925,475,344	-
Other related parties		Interest expenses	855,216,054	-
TOTAL			**2,939,759,893**	-

35. OPERATING LEASE COMMITMENTS

The Company leases office, warehouses and land under operating lease arrangements. The future minimum lease commitment as at the balance sheet dates under the operating lease agreements is as follows:

VND

	Ending balance	*Beginning balance*
Less than 1 year	16,272,221,741	17,467,535,741
From 1 – 5 years	39,008,011,289	44,610,440,426
More than 5 years	310,348,132,881	319,453,701,573
TOTAL	**365,628,365,911**	**381,531,677,740**

36. OFF BALANCE SHEET ITEMS

	Ending balance	*Beginning balance*
Goods held on consignment		
- *Sugar finished goods (tonne)*	*15,178*	*31,138*
Foreign currencies		
- *USD*	*688,575*	*55,528*
- *GBP*	-	*630*
- *AUD*	-	*950*
- *INR*	-	*18,140*

37. EVENTS AFTER THE BALANCE SHEET DATE

There is no matter or circumstance that has arisen since the balance sheet date that requires adjustment or disclosure in the separate financial statements of the Company.

M.S.D.N: 3900244389 - C.T.C.P.
CÔNG TY
CỔ PHẦN
THÀNH THÀNH CÔNG
BIÊN HÒA

Le Bang Giang
Preparer

Le Phat Tin
Chief Accountant

Nguyen Thanh Ngu
General Director

28 September 2020