Thanh Thanh Cong – Bien Hoa Joint Stock Company

Consolidated financial statements

For the year ended 30 June 2021

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 and subsequent amended Investment Licenses/Investment Certificates/Enterprise Registration Certificates, with the latest being 11th amended Enterprise Registration Certificate dated 17 August 2021.

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 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	
Ms Dang Huynh Uc My	Permanent Vice chairwoman	appointed on 17 August 2021
	Member	resigned on 17 August 2021
Mr Pham Hong Duong	Member	appointed on 29 July 2021
	Permanent Vice chairman	resigned on 29 July 2021
Mr Vo Tong Xuan	Member	
Mr Henry Chung	Independent member	resigned on 17 August 2021
Ms Vo Thuy Anh	Independent member	appointed on 9 September 2020
Ms Huang Lovia	Independent member	appointed on 17 August 2021
Mr Hoang Manh Tien	Independent member	

INTERNAL AUDIT FUNCTION UNDER THE BOARD OF DIRECTORS

Members of the Internal Audit Function under the Board of Directors during the year and at the date of this report are:

Mr Hoang Manh Tien	Chairman	
Mr Pham Hong Duong	Member	appointed on 9 November 2020
Ms Huynh Bich Ngoc	Member	resigned on 9 November 2020
Mr Henry Chung	Member	resigned on 9 November 2020
Mr See Beow Tean	Member	resigned on 1 July 2020

Thanh Thanh Cong - Bien Hoa Joint Stock Company

GENERAL INFORMATION (continued)

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	Permanent Deputy General Director	appointed on 6 August 2020
Ms Duong Thi To Chau	Deputy General Director	resigned on 30 November 2020
Mr Le Quang Hai	Deputy General Director	resigned on 16 July 2020
Mr Le Duc Ton	Branch Director	
Mr Huynh Van Phap	Acting Deputy Business Director	appointed on 1 June 2021
Mr Nguyen Ngoc Van Quan	Acting Deputy Supply Director	appointed on 7 June 2021
Mr Sathaporn Singhathawat	Acting Deputy Agricultural Director	appointed on 16 July 2021
Mr Trang Thanh Truc	Public Relationship Director	
Ms Nguyen Thi Phuong Thao	Finance Director	appointed on 6 August 2020

LEGAL REPRESENTATIVE

The legal representative of the Company during the year and at the date of this report is Ms Huynh Bich Ngoc.

AUDITORS

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

Thanh Thanh Cong - Bien Hoa Joint Stock Company

APPROVAL OF THE BOARD OF DIRECTORS

The Board of Directors of Thanh Thanh Cong - Bien Hoa Joint Stock Company ("the Company") are pleased to present this report and the consolidated financial statements of the Company and its subsidiaries ("the Group") for the year ended 30 June 2021.

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

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

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

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

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

APPROVAL OF THE BOARD OF DIRECTORS

The Board of Directors does hereby approve the accompanying consolidated financial statements. Those consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 30 June 2021 and of the consolidated results of its operations and its consolidated cash flows for the year ended 30 June 2021 in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the consolidated financial statements.

For and on behalf of the Board of Directors:

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

Huynh Bich Ngoc
Chairwoman

Ho Chi Minh City, Vietnam

28 September 2021

EY
Building a better working world

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Reference: 61428750/22350958-HN

INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying consolidated financial statements of Thanh Thanh Cong – Bien Hoa Joint Stock Company ("the Company") and its subsidiaries (collectively referred to as "the Group"), as prepared on 28 September 2021 and set out on pages 6 to 75 which comprise the consolidated balance sheet as at 30 June 2021, the consolidated income statement and the consolidated 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 consolidated financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the consolidated financial statements, and for such internal control as management determines is necessary to enable the preparation and presentation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Group's preparation and fair presentation of the consolidated 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 Group's internal control. 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 consolidated financial statements.

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

Opinion

In our opinion, the consolidated financial statements give a true and fair view, in all material respects, of the consolidated financial position of the Group as at 30 June 2021, and of the consolidated results of its operations and its consolidated 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 consolidated financial statements.

Ernst & Young Vietnam Limited

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 2021

CONSOLIDATED BALANCE SHEET
as at 30 June 2021

VND

Code	ASSETS	Notes	Ending balance	Beginning balance
100	**A. CURRENT ASSETS**		**12,577,330,513,959**	**10,030,796,116,425**
110	***I. Cash and cash equivalents***	***5***	***1,823,297,113,682***	***999,620,661,512***
111	1. Cash		1,008,162,514,798	799,320,661,512
112	2. Cash equivalents		815,134,598,884	200,300,000,000
120	***II. Short-term investments***		***1,239,955,689,130***	***899,284,845,919***
121	1. Held-for-trading securities	6	671,893,844,171	403,156,950,516
122	2. Provision for held-for-trading securities	6	(67,055,613,671)	(43,067,104,597)
123	3. Held-to-maturity investments	7	635,117,458,630	539,195,000,000
130	***III. Current accounts receivable***		***6,219,459,439,416***	***5,447,159,078,206***
131	1. Short-term trade receivables	8	1,439,713,356,060	1,026,526,902,684
132	2. Short-term advances to suppliers	9	3,018,336,296,112	2,522,123,757,499
135	3. Short-term loan receivables		272,662,918	673,291,034
136	4. Other short-term receivables	10	1,811,707,695,287	1,937,434,918,704
137	5. Provision for doubtful short-term receivables	8, 9, 10	(50,570,570,961)	(39,599,791,715)
140	***IV. Inventories***	***11***	***3,158,779,109,857***	***2,529,346,657,059***
141	1. Inventories		3,176,587,967,128	2,541,154,800,749
149	2. Provision for obsolete inventories		(17,808,857,271)	(11,808,143,690)
150	***V. Other current assets***		***135,839,161,874***	***155,384,873,729***
151	1. Short-term prepaid expenses	12	25,488,691,285	48,619,538,175
152	2. Value-added tax deductible	22	97,009,072,862	92,081,678,271
153	3. Tax and other receivables from the State	22	13,341,397,727	14,683,657,283

CONSOLIDATED BALANCE SHEET (continued)
as at 30 June 2021

VND

Code	*ASSETS*	*Notes*	*Ending balance*	*Beginning balance*
200	**B. NON-CURRENT ASSETS**		**7,893,568,735,300**	**7,924,922,667,487**
210	***I. Long-term receivables***		***134,910,654,507***	***101,806,889,451***
212	1. Long-term advances to suppliers	9	97,009,546,692	92,623,661,450
215	2. Long-term loan receivables		3,085,633,364	-
216	3. Other long-term receivables	10	77,766,758,024	9,183,228,001
219	4. Provision for doubtful long-term receivables	9	(42,951,283,573)	-
220	***II. Fixed assets***		***3,922,472,696,557***	***4,179,804,562,879***
221	1. Tangible fixed assets	13	3,495,944,778,665	3,844,903,217,562
222	Cost		8,315,932,564,826	8,484,840,315,880
223	Accumulated depreciation		(4,819,987,786,161)	(4,639,937,098,318)
224	2. Finance leases	14	96,193,621,914	108,160,541,664
225	Cost		114,851,907,684	140,481,291,500
226	Accumulated depreciation		(18,658,285,770)	(32,320,749,836)
227	3. Intangible fixed assets	15	330,334,295,978	226,740,803,653
228	Cost		407,760,556,202	284,497,398,107
229	Accumulated amortisation		(77,426,260,224)	(57,756,594,454)
230	***III. Investment properties***	***16***	***577,878,136,995***	***592,437,897,729***
231	1. Cost		633,621,394,024	638,075,095,511
232	2. Accumulated depreciation		(55,743,257,029)	(45,637,197,782)
240	***IV. Long-term asset in progress***		***404,248,687,906***	***341,526,808,768***
242	1. Construction in progress	17	404,248,687,906	341,526,808,768
250	***V. Long-term investments***	***18***	***1,411,279,203,604***	***1,245,605,087,900***
252	1. Investments in associates	18.1	366,562,215,361	381,424,975,548
253	2. Investments in other entities	18.2	941,013,453,920	767,001,478,655
254	3. Provision for long-term investments		(6,976,465,677)	(2,001,366,303)
255	4. Held-to-maturity investments	18	110,680,000,000	99,180,000,000
260	***VI. Other long-term assets***		***1,442,779,355,731***	***1,463,741,420,760***
261	1. Long-term prepaid expenses	12	1,303,267,123,794	1,319,693,751,650
262	2. Deferred tax assets	35.3	26,067,595,226	10,072,275,631
269	3. Goodwill	19	113,444,636,711	133,975,393,479
270	**TOTAL ASSETS**		**20,470,899,249,259**	**17,955,718,783,912**

CONSOLIDATED BALANCE SHEET (continued)
as at 30 June 2021

VND

Code	*RESOURCES*	*Notes*	*Ending balance*	*Beginning balance*
300	**C. LIABILITIES**		**12,232,594,239,837**	**10,313,417,423,502**
310	***I. Current liabilities***		***8,571,563,364,667***	***8,807,443,159,566***
311	1. Short-term trade payables	20	489,992,316,600	585,381,760,110
312	2. Short-term advances from customers	21	501,412,293,055	145,426,604,808
313	3. Statutory obligations	22	201,989,164,313	178,370,150,839
314	4. Payables to employees		35,379,211,834	16,613,110,146
315	5. Short-term accrued expenses	23	359,259,431,252	361,548,318,820
318	6. Short-term unearned revenues	27	4,143,413,179	6,317,162,616
319	7. Short-term other payables	24	855,570,226,313	394,675,252,848
320	8. Short-term loans and finance lease obligations	25	6,049,524,116,092	6,989,555,523,295
321	9. Short-term provisions		136,952,167	363,858,167
322	10. Bonus and welfare fund	3.18	74,156,239,862	129,191,417,917
330	***II. Non-current liabilities***		***3,661,030,875,170***	***1,505,974,263,936***
336	1. Long-term unearned revenues	27	20,866,365,084	5,575,597,730
337	2. Other long-term liabilities	24	6,327,952,320	6,310,971,782
338	3. Long-term loans and finance lease obligations	25	3,342,233,158,448	1,221,069,938,518
339	4. Convertible bonds	26	159,503,889,694	152,294,181,382
341	5. Deferred tax liabilities	35.3	116,373,610,831	118,723,574,524
342	6. Long-term provision	3.15	13,725,898,793	-
343	7. Scientific and technological development fund	3.18	2,000,000,000	2,000,000,000

CONSOLIDATED BALANCE SHEET (continued)
as at 30 June 2021

VND

Code	*RESOURCES*	*Notes*	*Ending balance*	*Beginning balance*
400	**D. OWNERS' EQUITY**		**8,238,305,009,422**	**7,642,301,360,410**
410	***I. Capital***	***28.1***	***8,238,306,813,157***	***7,642,312,996,647***
411	1. Share capital		6,387,694,800,000	6,083,518,850,000
411a	*- Shares with voting rights*		*6,171,581,470,000*	*5,867,405,520,000*
411b	*- Preference shares*		*216,113,330,000*	*216,113,330,000*
412	2. Share premium		6,712,852,344,539	6,712,852,344,539
413	3. Convertible bond - options	26	13,666,133,635	13,666,133,635
414	4. Other fund's belonging to owner's equity		(5,502,116,030,924)	(5,502,116,030,924)
417	5. Foreign exchange differences reserve		(289,277,815,455)	(127,041,441,949)
418	6. Investment and development fund		16,593,053,101	17,202,026,560
421	7. Undistributed earnings		843,611,740,035	281,924,507,850
421a	*- Undistributed earnings (accumulated losses) by the end of prior year*		*265,024,407,850*	*(38,044,364,281)*
421b	*- Undistributed earnings of the year*		*578,587,332,185*	*319,968,872,131*
429	8. Non-controlling interests		55,282,588,226	162,306,606,936
430	***II. Other fund***		***(1,803,735)***	***(11,636,237)***
431	1. Subsidised fund		(1,803,735)	(11,636,237)
440	**TOTAL LIABILITIES AND OWNERS' EQUITY**		**20,470,899,249,259**	**17,955,718,783,912**

Nguyen Thuy Trang Preparer	Le Phat Tin Chief Accountant	Nguyen Thanh Ngu General Director

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

28 September 2021

Thanh Thanh Cong - Bien Hoa Joint Stock Company B02-DN/HN

CONSOLIDATED INCOME STATEMENT
for the year ended 30 June 2021

VND

Code	*ITEMS*	*Notes*	*Current year*	*Previous year*
01	**1. Revenues from sale of goods and rendering of services**	29.1	**14,940,490,283,184**	**12,923,457,051,438**
02	**2. Deductions**	29.1	**(15,622,657,469)**	**(34,774,449,661)**
10	**3. Net revenues from sale of goods and rendering of services**	29.1	**14,924,867,625,715**	**12,888,682,601,777**
11	**4. Cost of goods sold and services rendered**	30	**(12,708,943,157,204)**	**(11,434,141,815,578)**
20	**5. Gross profit from sale of goods and rendering of services**		**2,215,924,468,511**	**1,454,540,786,199**
21	**6. Finance income**	29.2	**498,576,913,809**	**730,201,665,535**
22	**7. Finance expenses**	31	**(853,002,037,811)**	**(853,865,883,976)**
23	*In which: Interest expense*		*(691,890,712,661)*	*(685,620,883,846)*
24	**8. Shares of profit from associates**	18.1	**22,966,160,615**	**18,736,282,164**
25	**9. Selling expenses**	32	**(532,041,650,804)**	**(446,086,303,998)**
26	**10. General and administrative expenses**	32	**(561,053,555,001)**	**(381,565,980,379)**
30	**11. Operating profit**		**791,370,299,319**	**521,960,565,545**
31	**12. Other income**	34	**47,695,259,333**	**48,566,222,616**
32	**13. Other expenses**	34	**(55,465,608,618)**	**(58,167,071,012)**
40	**14. Other loss**	34	**(7,770,349,285)**	**(9,600,848,396)**
50	**15. Accounting profit before tax**		**783,599,950,034**	**512,359,717,149**
51	**16. Current corporate income tax expense**	35.1	**(151,576,778,257)**	**(136,720,597,833)**
52	**17. Deferred tax income (expense)**	35.4	**18,345,283,288**	**(12,719,302,684)**
60	**18. Net profit after tax**		**650,368,455,065**	**362,919,816,632**
61	**19. Net profit after tax attributable to shareholders of the parent**		**645,041,044,359**	**364,259,001,778**
62	**20. Net profit (loss) after tax attributable to non-controlling interests**		**5,327,410,706**	**(1,339,185,146)**
70	**21. Basic earnings per share**	28.5	**932**	**531**
71	**22. Diluted earnings per share**	28.5	**906**	**519**

CÔNG TY CỔ PHẦN THÀNH THÀNH CÔNG - BIÊN HÒA

Nguyen Thuy Trang Preparer	Le Phat Tin Chief Accountant	Nguyen Thanh Ngu General Director

28 September 2021

CONSOLIDATED CASH FLOW STATEMENT
for the year ended 30 June 2021

VND

Code	*ITEMS*	*Notes*	*Current year*	*Previous year*
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	**Accounting profit before tax**		**783,599,950,034**	**512,359,717,149**
	Adjustments for:			
02	Depreciation of tangible fixed assets and investment properties and amortisation of intangible fixed assets (including amortisation of goodwill)	13, 14, 15, 16, 19	454,273,798,191	465,220,919,767
03	Provisions		102,385,377,641	22,995,122,858
04	Foreign exchange losses arisen from revaluation of monetary accounts denominated in foreign currencies		1,085,246,309	4,219,939,424
05	Profit from investing activities		(196,045,437,432)	(569,619,315,855)
06	Interest expenses	30	691,890,712,661	685,620,883,846
08	**Operating profit before changes in working capital**		**1,837,189,647,404**	**1,120,797,267,189**
09	Increase in receivables		(787,222,947,700)	(212,748,255,201)
10	(Increase) decrease in inventories		(635,433,166,379)	262,409,510,754
11	Increase in payables		865,396,802,021	139,170,653,422
12	Decrease in prepaid expenses		39,557,474,746	105,077,139,617
13	Increase in held-for-trading securities		(283,954,836,581)	(374,906,621,884)
14	Interest paid		(709,186,571,966)	(723,688,515,355)
15	Corporate income tax paid	22	(159,187,708,942)	(169,105,854,417)
17	Other cash outflows for operating activities		(72,534,419,012)	(48,669,289,840)
20	**Net cash flows from operating activities**		**94,624,273,591**	**98,336,034,285**
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchase and construction of fixed assets		(347,932,042,951)	(302,947,407,068)
22	Proceeds from disposals of fixed assets		128,262,339,571	17,786,059,812
23	Loans to other entities		(246,330,520,514)	(636,221,882,031)
24	Collections from borrowers and term deposits		139,308,690,000	733,760,000,000
25	Payments for investments in other entities		(274,225,952,623)	(1,885,112,291,193)
26	Proceeds from sale of investments in other entities		37,261,677,856	1,257,549,634,970
27	Interest and dividends received		131,872,475,725	103,412,233,274
30	**Net cash flows used in investing activities**		**(431,783,332,936)**	**(711,773,652,236)**

CONSOLIDATED CASH FLOW STATEMENT (continued)
for the year ended 30 June 2021

VND

Code	*ITEMS*	*Notes*	*Current year*	*Previous year*
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
31	Capital contribution	28	304,175,950,000	685,919,758,974
32	Capital redemption	28	-	1,099,985,561,092
33	Drawdown of borrowings	25	19,623,726,683,852	14,093,156,883,631
34	Repayment of borrowings	25	(18,399,639,028,529)	(15,023,192,054,123)
35	Finance lease principal paid	25	(38,395,179,474)	(33,834,401,342)
36	Dividends paid	28.2	(328,922,878,030)	(214,065,647,645)
40	**Net cash flows from financing activities**		**1,160,945,547,819**	**607,970,100,587**
50	**Net increase (decrease) in cash and cash equivalents for the year**		**823,786,488,474**	**(5,467,517,364)**
60	**Cash and cash equivalent at beginning of year**		**999,620,661,512**	**1,004,775,238,727**
61	Impact of exchange rate fluctuation		(110,036,304)	312,940,149
70	**Cash and cash equivalents at end of year**	**5**	**1,823,297,113,682**	**999,620,661,512**

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

Nguyen Thuy Trang Preparer	Le Phat Tin Chief Accountant	Nguyen Thanh Ngu General Director

28 September 2021

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 and subsequent amended Investment Licenses/Investment Certificates/Enterprise Registration Certificates, with the latest being 11th amended Enterprise Registration Certificate dated 17 August 2021.

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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 Group's employees as at 30 June 2021 was 2,691 persons (30 June 2020: 3,151 persons).

1. CORPORATE INFORMATION (continued)

Corporate structure

As at 30 June 2021, the Company has 16 direct subsidiaries and 10 indirect subsidiaries, as follows:

No	*Name of subsidiaries*	*Head office*	*Principal activities*	*Equity interest and voting right (*) (%)*
I	***Direct subsidiaries***			
1	Thanh Thanh Cong Agricultural Development Joint Stock Company	Tan Chau District, Tay Ninh Province	Manufacturing and trading alcohol and related by-products; manufacturing and trading electricity; manufacturing fertilizer and planting sugarcane	90.00
2	Thanh Thanh Cong Gia Lai Company Limited ("TTC Gia Lai")	Ayunpa District, Gia Lai Province	Manufacturing sugar and other by-products from sugar-cane for sale; manufacturing electricity for sale; manufacturing and trading in fertilizer	100.00
3	TSU Investment Private Limited Company	Singapore	Trading and apart of manufacturing and packaging raw and refined sugar to sell in Singapore and export to region	100.00
4	TTC Bien Hoa - Dong Nai Sugar One Member Limited Company ("BHS")	Bien Hoa City, Dong Nai Province	Produce sugars, plant sugar cane, produce and trading products and by-products from sugar, producing and trading in fertilizers and agricultural materials; produce and sale of electricity; and technical and management consultancy in the sugar industry	100.00
5	Miaqua Water One Member Company Limited	Tan Chau District, Tay Ninh Province	Manufacturing non-alcoholic beverages, mineral water; manufacturing and processing soft drinks, fruit juice and soy milk; manufacturing bottled water	100.00
6	Hai Vi Limited Company	Chau Thanh District, Tay Ninh Province	Plant sugarcane; provide services of planting and technical advisory and trade fertilizers, agricultural products, agricultural machines and tools	100.00
7	TTC An Hoa Production – Trading – Service One Member Limited Liability Company	Trang Bang District, Tay Ninh Province	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	100.00
8	Thanh Cong Green Idea One Member Limited Liability Company	Tan Chau District, Tay Ninh Province	Producing, transmission and distribution of electricity	100.00

(*) Comprising direct and indirect voting right by the Group

1. CORPORATE INFORMATION (continued)

Corporate structure (continued)

As at 30 June 2021, the Company has 16 direct subsidiaries and 10 indirect subsidiaries, as follows (continued):

No	*Name of subsidiaries*	*Head office*	*Principal activities*	*Equity interest and voting right (*) (%)*
I	***Direct subsidiaries*** (continued)			
9	Thanh Thanh Cong Food Company Limited	Tan Binh District, Ho Chi Minh City	Planting fruit tree, raising cattles	100.00
10	Nuoc Trong Sugar Joint Stock Company	Tan Chau District, Tay Ninh Province	Produce sugar; plant sugar cane and wheat trees; install food industry machineries and equipment; and wholesale commercial goods	50.58
11	Thanh Thanh Cong Sugarcane Research and Application Joint Stock Company	Chau Thanh District, Tay Ninh Province	Researching and developing sugar cane sprouts; analysing cultivation and planting protection products; producing and developing mechanic machineries for sugar canes production	100.00
12	Thanh Cong Green Agriculture One Member Limited Liability Company	Tan Chau District, Tay Ninh Province	Producing electricity	100.00
13	Thanh Cong Green One Member Limited Liability Company	Tan Chau District, Tay Ninh Province	Producing electricity	100.00
14	Thanh Cong Agriculture Investment One Member Limited Liability Company	Tan Chau District, Tay Ninh Province	Producing electricity	100.00
15	Ninh Hoa Clean Energy One Member Limited Liability Company	Ninh Hoa District, Khanh Hoa Province	Producing electricity	100.00
16	Ninh Hoa Green Energy One Member Limited Liability Company	Ninh Hoa District, Khanh Hoa Province	Producing electricity	100.00

(*) *Comprising direct and indirect voting right by the Group*

1. CORPORATE INFORMATION (continued)

Corporate structure (continued)

As at 30 June 2021, the Company has 16 direct subsidiaries and 10 indirect subsidiaries, as follows (continued):

No	*Name of subsidiaries*	*Head office*	*Principal activities*	*Equity interest and voting right (*) (%)*
I	***Indirect subsidiaries***			
1	Bien Hoa – Ninh Hoa Sugar One Member Limited Liability Company ("NHS")	Ninh Hoa District, Khanh Hoa Province	Produce sugar and by-products from sugar cane; manufacture electricity; trade agricultural materials; produce and trade fertilizer; and provide storage services	100.00
2	Ninh Hoa Thermoelectricity One Member Limited Liability Company ("NHE")	Ninh Hoa District, Khanh Hoa Province	Manufacture and sell electricity; and provide electricity system installation service	100.00
3	Gia Lai Thermoelectricity One Member Company Limited	Ayunpa District, Gia Lai Province	Manufacture, transmit and distribute electricity	100.00
4	Bien Hoa – Phan Rang Sugar Joint Stock Company	Phan Rang - Thap Cham City, Ninh Thuan Province	Produce and trade sugar, by-products from sugar, produce and trade organic fertilizer and feed alcohol; and trade oil and gas	95.79
5	Bien Hoa - Thanh Long Joint Stock Company	Chau Thanh District, Tay Ninh Province	Plant sugar cane; produce and trade fertilizer and agricultural materials	98.00
6	Bien Hoa Import Export Trading Joint Stock Company	Phu Nhuan District, Ho Chi Minh City	Trade sugar and products using sugar as material; trade foods and beverages	100.00
7	TTC Attapeu Cane Sugar Limited Company	Gia Lai Province	Trade sugar and other by-products from sugar cane	100.00
8	TTC Attapeu Sugar Cane Sole Co., Ltd.	Attapeu Province, Laos	Plant sugar cane; produce and trade sugar and other by-products from sugar cane	100.00
9	Mien Trung Bovine Breeding Joint Stock Company	Ninh Hoa District, Khanh Hoa Province	Breed cows; plant sugar cane and other industrial crops	92.04
10	Global Mind Commodities Trading Pte. Ltd	Singapore	Trading commodities, derivatives and rendering services	100.00

(*) *Comprising direct and indirect voting right by the Group*

2. BASIS OF PREPARATION

2.1 Accounting standards and system

The consolidated financial statements of the Group 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).

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

2.2 Applied accounting documentation system

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

2.3 Fiscal year

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

2.4 Accounting currency

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

2.5 Basis of consolidation

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries for the year ended 30 June 2021.

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

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

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

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

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 *Cash and cash equivalents*

Cash and cash equivalents comprise cash on hand, cash at banks and short-term, highly liquid investments with an original and remaining 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	- 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 Group, based on appropriate evidence of impairment available at the balance sheet date.

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

3.3 *Receivables*

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

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

3.4 *Tangible fixed assets*

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of a tangible fixed asset comprises its purchase price and any directly attributable costs of bringing the tangible fixed asset to working condition for its intended use.

Expenditures for additions, improvements and renewals are added to the carrying amount of the assets and expenditures for maintenance and repairs are charged to the consolidated income statement as incurred.

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 Group is the lessee

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

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

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

Where the Group is the lessor

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

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

3.6 *Intangible fixed assets*

Intangible fixed assets are stated at cost less accumulated amortisation.

The cost of an intangible fixed asset comprises its purchase price and any directly attributable costs of preparing the intangible fixed asset for its intended use.

Expenditures for additions, improvements are added to the carrying amount of the assets and other expenditures are charged to the consolidated income statement as incurred.

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

Land use rights

Land use right is recorded as intangible fixed asset on the consolidated 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. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.7 *Depreciation and amortisation*

Depreciation of tangible fixed assets and finance lease 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	50 years
Buildings and structures	5 - 50 years
Machineries and equipment	5 - 25 years
Office equipment	3 - 10 years
Computer software	2 - 6 years
Means of transportation	8 - 15 years
Others	12 - 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 Group.

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

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

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 consolidated 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*

Investment in associates

The Group's investment in its associates is accounted for using the equity method of accounting. An associate is an entity in which the Group has significant influence that is neither subsidiaries nor joint ventures. The Group generally deems they have significant influence if they have over 20% of the voting rights.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.9 *Investments* (continued)

Investment in associates (continued)

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

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

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

Held-for-trading securities and investments in other entities

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

Provision for 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 or decreases to the provision balance are recorded as finance expenses in the consolidated 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 consolidated income statement and deducted against the value of such investments.

3.10 *Prepaid expenses*

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

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

Prepaid land rental

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.11 *Business combinations and goodwill*

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

Goodwill acquired in a business combination is initially measured at cost being the excess of the cost the business combination over the Group's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities. If the cost of a business combination is less than the fair value of the net assets of the subsidiary acquired, the difference is recognized directly in the consolidated income statement. After initial recognition, goodwill is measured at cost less any accumulated amortization. Goodwill is amortized over 10-year period on a straight-line basis. The parent company conducts the periodical review for impairment of goodwill of investment in subsidiaries. If there are indicators of impairment loss incurred is higher than the yearly allocated amount of goodwill on the straight-line basis, the higher amount will be recorded in the consolidated income statement.

No new goodwill is recorded as for a business combination involving entities under common control, which is a business combination in which all of the combining entities are ultimately controlled by the same party or parties both before and after the business combination, and that control is not transitory. An entity may be controlled by an individual or by a group of individuals acting together under a contractual arrangement. The difference between the acquirer's cost of investment and the acquiree's net assets is presented as a separate reserve within equity section and recognised in "Other fund's belonging to owner's equity" in the consolidated balance sheet.

Business combinations involving entities under common control are accounted for as follows:

- The assets and liabilities of the combined entities are consolidated at their carrying amounts on the date of business combination;
- No goodwill is recognised as a result of the business combination; and
- The consolidated income statement reflects the results of the combined entities for the full year, irrespective of when the combination took place.

3.12 *Borrowing costs*

Borrowing costs consist of interest and other costs that the Group 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 capitalised as explained in the following paragraph.

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

3.13 *Payables and accruals*

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.14 Foreign currency transactions

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

- Transaction resulting in receivables are recorded at the buying exchange rates of the commercial banks designated for collection;
- Transactions resulting in liabilities are recorded at the selling exchange rates of the transaction of commercial banks designated for payment; and
- Payments for assets or expenses without liabilities initially being recognised is recorded at the buying exchange rates of the commercial banks that process these payments.

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

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

Conversion of the financial statements of foreign operation

For the purpose of presenting the consolidated financial statements, the assets and liabilities of the Group's foreign operation are translated into VND using exchange rates prevailing at the end of the reporting period. Income and expense items are translated at the average exchange rates for the year, unless exchange rates fluctuated significantly during that year, in which case the exchange rates at the dates of the transactions are used. Exchange differences arising, if any, are recognised in the "foreign exchange difference reserve" account in the equity section of the consolidated balance sheet (attributed to non-controlling interests as appropriate).

3.15 Provisions

Severance allowance

Severance allowance is provided at the rate of one month's salary for each working year up to 31 December 2008 and the minimum amount for each employee is two months' salary in accordance with the Labour Code and related implementing guidance. Increases to the provision balance other than actual payment to employee are recorded as general and administrative expense in the consolidated income statement.

This provision is used to settle the severance allowance to be paid to employee upon termination of their labour contract following Article 49 of the Labour Code.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.16 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.

3.17 Treasury shares

Own equity instruments which are reacquired (treasury shares) are recognised at cost and deducted from equity. No gain or loss is recognised in profit or loss upon purchase, sale, re-issue or cancellation of the Group's own equity instruments.

3.18 Appropriation of net profits

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

The Group maintains the following reserve funds which are appropriated from the Group'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 Group'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 consolidated balance sheet.

- *Scientific and technological development fund*

  This fund is set aside in accordance with the Decree No. 95/2014/ND-CP dated 17 October 2014 for use in the Group's scientific and technological development in Vietnam.

3.19 Earnings per share

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

Diluted earnings per share amounts are calculated by dividing the net profit or loss after tax attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares outstanding during the year plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.20 Revenue recognition

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

Sale of goods

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.

Rental income

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

Rendering of services

Revenues are recognised upon completion of the services provided.

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

3.21 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 consolidated 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 Group to offset current tax assets against current tax liabilities and when the Group intends to settle its current tax assets and liabilities on a net basis.

Deferred tax

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

Deferred tax liabilities are recognised for all taxable temporary differences.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.21 Taxation (continued)

Deferred tax (continued)

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 tax asset to be utilised. Previously unrecognised deferred 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 period 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 consolidated 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.

Deferred tax assets and liabilities are offset when there is a legally enforceable right for the Group to offset current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority on either the same taxable entity or when the Group 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.

3.22 Related parties

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

3.23 Segment information

A segment is a component determined separately by the Group which is engaged in providing products or related services (business segment), or providing products or services in a particular economic environment (geographical segment), that is subject to risks and returns that are different from those of other segments.

The Group's business segment is derived mainly from production and trading sugar and sugar related by-products. Management defines the Group's geographical segments to be based on the location of the Group's assets.

4. SIGNIFICANT EVENT DURING THE YEAR

Covid-19 pandemic

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

5. CASH AND CASH EQUIVALENTS

VND

	Ending balance	*Beginning balance*
Cash on hand	3,693,260,660	3,854,737,237
Cash in banks	1,004,469,254,138	795,465,924,275
Cash equivalents *(*)*	815,134,598,884	200,300,000,000
TOTAL	**1,823,297,113,682**	**999,620,661,512**

(*) Cash equivalents as at 30 June 2021 represent bank deposits with an original or remaining term of less than three (3) months in VND at commercial banks which earn interest from 2.8% to 6.2% per annum.

6. HELD-FOR-TRADING SECURITIES

This mainly represented investments in listed shares of Gia Lai Electricity Joint Stock Company ("GEG"), Thanh Thanh Cong Tourist Joint Stock Company ("VNG"), Sai Gon - Nghe Tinh Beer Joint Stock Company ("SB1"), Viet Capital Securities Joint Stock Company ("VCI") and Tan Tao Investment and Industry Corporation ("ITA"). As follow:

	Ending balance			
	GEG (*)	*VNG (**)*	*SB1*	*Total*
Number of shares	38,316,445	1,700,000	1,000	40,017,455
Cost (VND'000)	637,827,822	34,051,000	15,022	671,893,844
Provision (VND'000)	(54,759,991)	(12,291,000)	(4,622)	(67,055,613)
Net (VND'000)	583,067,831	21,760,000	10,400	604,838,231
Fair value (VND'000)	662,874,671	21,760,000	10,400	684,645,071

	Beginning balance						
	GEG	*VNG*	*ITA*	*VCI*	*SB1*	*Others*	*Total*
Number of shares	13,907,000	1,700,000	1,455,000	266,830	1,000	-	17,329,830
Cost (VND'000)	339,978,654	34,051,000	8,470,940	6,747,003	15,022	13,894,331	403,156,950
Provision (VND'000)	(34,024,654)	(5,661,000)	(2,098,040)	(1,276,988)	(6,422)	-	(43,067,104)
Net (VND'000)	305,954,000	28,390,000	6,372,900	5,470,015	8,600	13,894,331	360,089,846
Fair value (VND'000)	305,954,000	28,390,000	6,372,900	5,470,015	8,600	N/A	

6. HELD-FOR-TRADING SECURITIES (continued)

(*) As at 30 June 2021, all of GEG shares were pledged as collateral for long-term bonds obtained from commercial banks *(Note 25.4)*.

(*) As at 30 June 2021, all of VNG shares were pledged as collateral for short-term loan obtained from commercial banks *(Note 25.1)*.

7. HELD-TO-MATURITY INVESTMENTS

This balance represents bank deposits in VND with maturity of twelve (12) months and earns interest at the rates ranging from 3.0% to 6.2% per annum. As at 30 June 2021, a part of bank deposits was pledged as collaterals for the short-term loans obtained from commercial banks *(Note 25.1)*.

8. SHORT-TERM TRADE RECEIVABLES

VND

	Ending balance	*Beginning balance*
Due from other parties	1,424,668,550,733	942,977,117,672
In which:		
- *Dakai Mineral Water Joint Stock Company*	*339,047,522,591*	-
- *Long Son Real Estate Joint Stock Company*	*96,542,600,000*	-
- *Tu Vinh Services and Trading Company Limited*	*91,696,500,000*	*213,479,110,000*
- *Ham Luong Investing Trading Company Limited*	*58,505,935,125*	-
- *Son Tin Commodity Exchange Joint Stock Company*	*54,308,423,617*	-
- *Lien Loc Phat Services Trading Joint Stock Company*	-	*108,091,410,500*
- *Others*	*784,567,569,400*	*621,406,597,172*
Due from related parties *(Note 36)*	15,044,805,327	83,549,785,012
TOTAL	**1,439,713,356,060**	**1,026,526,902,684**
Provision for doubtful short-term trade receivables	(5,461,112,618)	(2,355,871,658)
NET	**1,434,252,243,442**	**1,024,171,031,026**

As at 30 June 2021, a part of short-term trade receivables was pledged as collaterals for the short-term loans obtained from commercial banks *(Note 25.1)*.

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

VND

	Current year	*Previous year*
Beginning balance	2,355,871,658	3,457,073,421
Provisions made during the year	3,105,240,960	5,522,798,990
Utilisation and reversal of provisions during the year	-	(6,624,000,753)
Ending balance	5,461,112,618	2,355,871,658

9. ADVANCES TO SUPPLIERS

		VND
	Ending balance	*Beginning balance*
Short-term	***3,018,336,296,112***	***2,522,123,757,499***
Advances to related parties *(Note 36)*	356,377,882,072	529,015,662,681
Advances to farmers *(*)*	516,011,729,288	379,735,552,751
Advances to other parties	2,145,946,684,752	1,613,372,542,067
In which:		
- *Dakai Mineral Water Joint Stock Company*	*421,351,292,395*	-
- *Long Son Real Estate Joint Stock Company*	*312,125,453,817*	-
- *Hong Quang Vinh Manufacturing Trading Services Company Limited*	*202,956,220,000*	-
- *Son Tin Commodity Exchange Joint Stock Company*	*185,000,000,000*	*349,900,000,000*
- *Ham Luong Investing Trading Company Limited*	*170,000,000,000*	-
- *Svayrieng Sugarcane One Member Company Limited*	*137,089,858,597*	*63,126,543,196*
- *New Century Service Trading* - *Joint Stock Company*	*97,900,000,000*	-
- *Tu Vinh Services and Trading Company Limited*	-	*499,078,665,783*
- *Lien Loc Phat Service Trading* - *Joint Stock Company*	-	*301,362,125,734*
- *Hong Minh Huy Import Export Services Trading Joint Stock Company*	-	*200,000,000,000*
- *Others*	*619,523,859,943*	*199,905,207,354*
Long-term	***97,009,546,692***	***92,623,661,450***
Advances to farmers *(*)*	97,009,546,692	92,623,661,450
TOTAL	**3,115,345,842,804**	**2,614,747,418,949**
Provision for doubtful short-term advances to suppliers	(41,378,336,894)	(31,703,663,469)
Provision for doubtful long-term advances to suppliers	(42,951,283,573)	-
NET	**3,031,016,222,337**	**2,583,043,755,480**

(*) Advances to sugarcane farmers are partially secured by the farmers' land use rights and earned applicable interest.

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

		VND
	Current year	*Previous year*
Beginning balance	31,703,663,469	43,354,882,201
Provisions made during the year	11,677,873,008	11,103,142,912
Reversal of provisions during the year	(2,003,199,583)	(22,754,361,644)
Ending balance	41,378,336,894	31,703,663,469

10. OTHER RECEIVABLES

VND

	Ending balance	*Beginning balance*
Short-term	***1,811,707,695,287***	***1,937,434,918,704***
Deposits for land rentals *(*)*	1,196,353,761,507	1,198,218,256,726
Deposits for future contracts	355,087,140,373	281,762,766,763
Interest receivables	195,274,190,684	106,961,636,993
Discount from future contracts	-	265,009,882,713
Advances to employees	19,171,040,726	15,139,431,243
Others	45,821,561,997	70,342,944,266
Long-term	***77,766,758,024***	***9,183,228,001***
Capital contribution under Business Cooperation Contract *(**)*	51,772,000,000	-
Deposits for land rentals	22,500,103,070	9,029,459,533
Others	3,494,654,954	153,768,468
TOTAL	**1,889,474,453,311**	**1,946,618,146,705**
Provision for doubtful other short-term receivables	(3,731,121,449)	(5,540,256,588)
NET	**1,885,743,331,862**	**1,941,077,890,117**
In which:		
Other receivables from related parties (Note 36)	*1,302,235,726,538*	*1,218,995,305,217*
Other receivables from other parties	*583,507,605,324*	*722,082,584,900*

(*) Mainly comprise of:

(i) Deposits amounting to VND 673 billion in accordance with Deposit Contracts dated 21 June 2019 and 26 June 2019 and Amendment No. 5 dated 30 October 2020 between the Group and Toan Hai Van Joint Stock Company with the total contract value of VND 1,440 billion to lease land lots with total area of 215,285 m^2 located in Vinh Dam Complex Project, Phu Quoc District, Kien Giang Province in 40 years; and

(ii) Deposits amounting to VND 522 billion in accordance with Memorandums dated 24 June 2019 and 25 December 2019 and Amendment No. 9 dated 11 September 2021 between the Group and Thanh Thanh Cong Industrial Zone Joint Stock Company with total value of VND 634 billion to lease land lots with total area of 456,655.3 m^2 located at Thanh Thanh Cong Industrial Zone, An Hoi Hamlet, An Hoa Commune, Trang Bang District, Tay Ninh Province in 38 years.

(**) It represents capital contribution according to Business Cooperation Contract No. 10-03/2021 signed on 10 March 2021, 2021 between the Group and Binh Phuoc Food Production Joint Stock Company to develop the project of Growing high-quality fruit trees under the form of profit-sharing business cooperation contract without establishing a legal entity. Accordingly, the Group contributed billion 52 VND to the project and will receive 20% of the total profit after tax of the project. As at 30 June 2021, the Group contributed total amount of VND 51,772,000,000.

10. OTHER RECEIVABLES (continued)

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

VND

	Current year	*Previous year*
Beginning balance	5,540,256,588	626,303,698
Provisions made during the year	6,216,496,778	5,183,437,086
Reversal of provisions during the year	(8,025,631,917)	(269,484,196)
Ending balance	3,731,121,449	5,540,256,588

11. INVENTORIES

VND

	Ending balance		*Beginning balance*	
	Cost	*Provision*	*Cost*	*Provision*
Finished goods	1,181,757,293,151	(1,826,092,644)	1,051,092,338,189	(3,945,634,726)
Merchandise goods	879,376,621,859	(2,771,075,442)	507,351,475,633	(6,663,039,137)
Raw materials	605,343,996,584	(12,870,840,583)	440,174,810,698	-
Work in progress	468,371,704,167	-	444,169,101,425	-
Tools and supplies	35,497,427,127	(340,848,602)	63,390,339,421	(1,199,469,827)
Goods in transit	5,621,822,782	-	-	-
Goods on consignment	619,101,458	-	34,976,735,383	-
TOTAL	**3,176,587,967,128**	**(17,808,857,271)**	**2,541,154,800,749**	**(11,808,143,690)**

As at 30 June 2021, a part of inventories was pledged as collaterals for the short-term loans obtained from commercial banks *(Note 25.1)*.

Details of movements of provision for obsolete inventories:

VND

	Current year	*Previous year*
Beginning balance	11,808,143,690	22,165,726,972
Provisions made during the year	8,417,551,301	21,652,663,544
Reversal of provisions during the year	(2,416,837,720)	(32,010,246,826)
Ending balance	17,808,857,271	11,808,143,690

12. PREPAID EXPENSES

VND

	Ending balance	*Beginning balance*
Short-term	***25,488,691,285***	***48,619,538,175***
Sugar cane farming costs	5,260,902,971	6,602,348,452
Deferred sugar cane crop costs	8,281,225,072	11,500,067,583
Prepaid land rental	-	3,445,559,523
Others	11,946,563,242	27,071,562,617
Long-term	***1,303,267,123,794***	***1,319,693,751,650***
Sugar cane farming cost and tree on land *(*)*	947,491,509,138	969,765,486,374
Prepaid land rental (**)	218,742,927,382	232,864,843,891
Young sugarcane expense	75,052,367,221	60,697,528,550
Tools and supplies	21,506,682,574	23,843,656,742
Others	40,473,637,479	32,522,236,093
TOTAL	**1,328,755,815,079**	**1,368,313,289,825**

(*) Sugar cane farming costs mainly represented land costs and expenses for developing of sugar cane farm of the Group with the amount of VND 808 billion, located at Attapeu Province, Lao People's Democratic Republic, and the fair value surplus adjustments in accordance with Appraisal Letter No. 177/017/CT/TDGSG dated 15 August 2017 and be allocated during land rental duration of 44 years from 1 July 2017.

(**) A part of prepaid land rental as at 30 June 2021 was pledged as collateral for the short-term loans obtained from commercial banks *(Note 25.1)*.

13. TANGIBLE FIXED ASSETS

VND

	Buildings and structures	*Machinery and equipment*	*Means of transportation*	*Office equipment*	*Other assets*	*Total*
Cost:						
Beginning balance	1,600,906,512,510	6,467,172,651,388	259,011,998,986	63,732,125,743	94,017,027,253	8,484,840,315,880
New purchase	18,463,482,404	123,051,343,206	997,688,852	1,058,876,406	-	143,571,390,868
Construction in progress completed	19,616,660,591	78,120,901,571	990,193,563	-	121,778,499	98,849,534,224
Reclassification	(27,127,855,660)	(29,931,807,170)	69,635,463,157	(56,384,904)	(19,082,655,499)	(6,563,240,076)
Repurchase of finance leases	-	73,767,448,385	-	-	-	73,767,448,385
Disposal	(52,578,281,981)	(288,916,888,027)	(6,391,531,429)	(5,462,939,812)	(512,226,358)	(353,861,867,607)
Impact from foreign exchange difference	(45,812,302,702)	(66,571,824,775)	(9,897,273,941)	(1,254,314,827)	(1,135,300,603)	(124,671,016,848)
Ending balance	1,513,468,215,162	6,356,691,824,578	314,346,539,188	58,017,362,606	73,408,623,292	8,315,932,564,826
In which:						
Fully depreciated	*104,904,358,369*	*1,578,501,349,926*	*28,402,381,006*	*13,350,466,184*	*58,421,831,440*	*1,783,580,386,925*
Accumulated depreciation:						
Beginning balance	808,073,008,696	3,592,023,284,048	128,847,943,252	39,722,208,823	71,270,653,499	4,639,937,098,318
Depreciation for the year	64,433,792,743	308,980,174,208	14,812,016,575	3,364,091,423	1,905,906,978	393,495,981,927
Reclassification	(6,549,481,150)	(13,151,886,793)	23,750,693,581	102,778,942	(6,133,645,550)	(1,981,540,970)
Repurchase of finance leases	-	25,835,742,195	-	-	-	25,835,742,195
Disposal	(27,854,956,871)	(150,836,771,971)	(4,365,901,029)	(4,215,702,861)	(512,226,358)	(187,785,559,090)
Impact from foreign exchange difference	(13,489,114,771)	(29,739,614,239)	(5,030,089,119)	(915,359,539)	(339,758,551)	(49,513,936,219)
Ending balance	824,613,248,647	3,733,110,927,448	158,014,663,260	38,058,016,788	66,190,930,018	4,819,987,786,161
Net carrying amount:						
Beginning balance	792,833,503,814	2,875,149,367,340	130,164,055,734	24,009,916,920	22,746,373,754	3,844,903,217,562
Ending balance	688,854,966,515	2,623,580,897,130	156,331,875,928	19,959,345,818	7,217,693,274	3,495,944,778,665
In which:						
Pledged as loan security (Note 25)	*688,854,966,515*	*1,979,023,522,589*	*35,567,618,108*	*8,672,676,983*	*7,217,693,274*	*2,719,336,477,468*

14. FINANCE LEASES

VND

	Machineries and equipment	*Means of transportation*	*Total*
Cost:			
Beginning balance	140,481,291,500	-	140,481,291,500
Additions	44,943,212,369	3,194,852,200	48,138,064,569
Reclassification	(1,206,663,471)	1,206,663,471	-
Repurchase	(73,767,448,385)	-	(73,767,448,385)
Ending balance	110,450,392,013	4,401,515,671	114,851,907,684
Accumulated depreciation:			
Beginning balance	32,320,749,836	-	32,320,749,836
Depreciation for the year	11,864,015,499	309,262,630	12,173,278,129
Reclassification	(540,484,503)	540,484,503	-
Repurchase	(25,835,742,195)	-	(25,835,742,195)
Ending balance	17,808,538,637	849,747,133	18,658,285,770
Net carrying amount:			
Beginning balance	108,160,541,664	-	108,160,541,664
Ending balance	92,641,853,376	3,551,768,538	96,193,621,914

15. INTANGIBLE FIXED ASSETS

VND

	Land use rights	*Computer software*	*Others*	*Total*
Cost:				
Beginning balance	238,916,874,049	45,544,144,124	36,379,934	284,497,398,107
New purchase	108,247,631,225	6,387,062,684	-	114,634,693,909
Construction in progress completed	-	6,751,885,468	-	6,751,885,468
Disposal	(4,626,206,608)	-	-	(4,626,206,608)
Reclassification	-	6,563,240,076	-	6,563,240,076
Foreign exchange differences	-	(60,454,750)	-	(60,454,750)
Ending balance	342,538,298,666	65,185,877,602	36,379,934	407,760,556,202
In which:				
Fully amortised	*6,198,443,436*	*7,393,696,041*	*36,379,934*	*13,628,519,411*
Accumulated amortisation:				
Beginning balance	38,599,433,940	19,120,780,580	36,379,934	57,756,594,454
Amortisation for the year	14,185,611,587	4,142,823,355	-	18,328,434,942
Disposal	(622,347,904)	-	-	(622,347,904)
Reclassification	-	1,981,540,970	-	1,981,540,970
Foreign exchange differences	-	(17,962,238)	-	(17,962,238)
Ending balance	52,162,697,623	25,227,182,667	36,379,934	77,426,260,224
Net carrying amount:				
Beginning balance	200,317,440,109	26,423,363,544	-	226,740,803,653
Ending balance	290,375,601,043	39,958,694,935	-	330,334,295,978
In which:				
Pledged as loan security (Note 25)	*290,375,601,043*	-	-	*290,375,601,043*

16. INVESTMENT PROPERTIES

			VND
	Land use rights	*Buildings and structures*	*Total*
Cost:			
Beginning balance	223,360,711,418	414,714,384,093	638,075,095,511
Disposal	(2,449,767,860)	-	(2,449,767,860)
Foreign exchange differences	-	(2,003,933,627)	(2,003,933,627)
Ending balance	220,910,943,558	412,710,450,466	633,621,394,024
Accumulated depreciation and amortisation:			
Beginning balance	6,521,994,359	39,115,203,423	45,637,197,782
Depreciation and amortisation for the year	585,121,432	9,782,572,897	10,367,694,329
Foreign exchange differences	-	(261,635,082)	(261,635,082)
Ending balance	7,107,115,791	48,636,141,238	55,743,257,029
Net carrying amount:			
Beginning balance	216,838,717,059	375,599,180,670	592,437,897,729
Ending balance	213,803,827,767	364,074,309,228	577,878,136,995
In which:			
Pledged as loan security (Note 25.1)	*213,803,827,767*	*340,571,047,743*	*554,374,875,510*

The fair values of the investment properties as at 30 June 2021 had not yet been formally assessed and determined. However, based on current rental situation and the market value of these investment properties, the management believed that their fair values were higher than their carrying values as at the balance sheet date.

Revenue and expense relating to investment properties

		VND
	Current year	*Previous year*
Rental income from investment properties	33,659,573,805	30,213,621,672
Direct operating expenses of investment properties that generated rental income during the year	(14,264,322,421)	(16,566,455,776)

17. CONSTRUCTION IN PROGRESS

		VND
	Ending balance	*Beginning balance*
Solar energy system	188,050,121,057	237,601,325,244
ERP Cloud system	62,233,649,063	2,250,494,599
Machineries and equipment under installation	56,100,856,598	27,208,126,436
Machineries and equipment for Banana farms	41,883,613,413	3,174,718,765
Boiler system	37,103,760,024	-
Drying bagasse system	-	40,095,293,483
Others	18,876,687,751	31,196,850,241
TOTAL	**404,248,687,906**	**341,526,808,768**

18. LONG-TERM INVESTMENTS

		VND
	Ending balance	*Beginning balance*
Investments in associates *(Note 18.1)*	366,562,215,361	381,424,975,548
Investments in other entities *(Note 18.2)*	941,013,453,920	767,001,478,655
Held-to-maturity investments *(*)*	110,680,000,000	99,180,000,000
TOTAL	**1,418,255,669,281**	**1,247,606,454,203**
Provision for long-term investments	(6,976,465,677)	(2,001,366,303)
NET	**1,411,279,203,604**	**1,245,605,087,900**

(*) It represents long term bonds with the terms from three (3) years to ten (10) years at commercial banks and earning interest from 6.5% to 8.0% per annum. A part of long-term bonds as at 30 June 2021 were pledged as collateral for loans obtained from commercial banks *(Note 25)*.

18. LONG-TERM INVESTMENTS (continued)

18.1 Investments in associates

Details of these investments in associates were as follows:

Name of associates	*Ending balance* Quantity *(share)*	Carrying amount *(VND)*	% of interest *(%)*	*Beginning balance* Quantity *(share)*	Carrying amount *(VND)*	% of interest *(%)*
Tan Dinh Import Export Joint Stock Company ("Tadimex") *(i)*	2,082,900	366,562,215,361	41,65	2,082,900	351,065,814,753	41.65
Sorbitol French – Vietnam Joint Stock Company[1] ("Sorbitol") *(Note 18.2)*	-	-		3,157,920	30,359,160,795	19.13
TOTAL		**366,562,215,361**			**381,424,975,548**	

(i) This company's main business activities is leasing of office building.

Fair value of these investments are not officially determined as at 30 June 2021 due to unavailability of market information. However, based on the current financial position of these companies, the management believed that their fair value were higher than their book values as at the balance sheet date.

Details of these investments in associates were as follows (continued):

	VND
Cost of investment:	
Beginning balance	391,920,900,000
Additional investments during the year	256,565,000,000
Transfer to other long-term investment by decreasing interests	(288,144,200,000)
Ending balance	360,341,700,000
Accumulated share in post-acquisition profit (loss) of the associates:	
Beginning balance	(10,495,924,452)
Share in post-acquisition profit of the associates for the year	22,966,160,615
Transfer to other long-term investment by decreasing interests	(6,249,720,802)
Ending balance	6,220,515,361
Net carrying amount:	
Beginning balance	381,424,975,548
Ending balance	366,562,215,361

[1] Formerly known as Tay Ninh Chemical Industry Joint Stock Company.

18. LONG-TERM INVESTMENTS (continued)

18.2 Investments in other entities

	Business activities	Ending balance: Cost of investment (VND)	Ending balance: % of interest (%)	Beginning balance: Cost of investment (VND)	Beginning balance: % of interest (%)
Toan Hai Van Joint Stock Company	Operating real estate, port, warehouse	594,279,765,337	18.76	591,654,980,000	18.12
Dang Huynh Industrial Zones Exploitation and Management Joint Stock Company ("Dang Huynh Company") *(*)*	Leasing industrial zone	266,154,514,119	9.55	112,700,000,000	10.89
Tay Ninh Sugar Joint Stock Company	Planting sugarcane, producing and trading in sugar, cassava and rubber	59,051,540,000	6.93	59,051,540,000	6.93
Tan Hoi Industrial Complex Infrastructure Investment Joint Stock Company	Trading real estates, land use rights belonging to the Company or from leasing activities	1,940,478,185	6.74	1,940,478,185	6.74
Sorbitol *(**)*	Producing starch and products related to starch; producing artificial condensed products, non-alcohol and mineral water, nitrogen compound; installing machinery and industrial equipment	17,951,535,922	18.86	-	-
Other long-term investments		1,635,620,357		1,654,480,470	
TOTAL		**941,013,453,920**		**767,001,478,655**	
Provision for diminution in value of long-term investment		(6,976,465,677)		(2,001,366,303)	
NET		**934,036,988,243**		**765,000,112,352**	

Fair value of these investments are not determined officially as at 30 June 2021 due to unavailability of market information. However, based on the financial position of these companies, the management believed that their fair values were higher than their book value as at the balance sheet date.

18. LONG-TERM INVESTMENTS (continued)

18.2 *Investments in other entities* (continued)

(*) During the year, the Group completed the acquisition of 4,170,000 shares, equivalent to 9.27% equity interest in Dang Huynh Company for a consideration of VND 143,865,000,000. Accordingly, the Group's interest in Dang Huynh Company increased from 10.89% to 20.16% and Dang Huynh Company became the Group's associate.

On 20 January 2021, Dang Huynh increased its share capital. In according, the actual capital contribution rate of the Group's capital contribution decreased to 9.55% and Dang Huynh Company is not the associate of the Group at balance sheet date.

As at 30 June 2021, a part of Dang Huynh Company's shares was pledged as collateral for short-term loan obtained from commercial banks *(Note 25.1)*.

(**) Durnig the year, Sorbitol increased the capital contribution. In according, the actual capital contribution rate of the Group's actual capital contribution decreased to 18.86% (30 June 2020: 20.10% - *Note 18.1*) and Sorbitol is not the associate of the Group as at the balance sheet date.

19. GOODWILL

	VND
Cost:	
Beginning and ending balances	196,175,605,787
Accumulated amortisation:	
Beginning balance	62,200,212,308
Amortisation for the year	20,530,756,768
Ending balance	82,730,969,076
Net carrying amount:	
Beginning balance	133,975,393,479
Ending balance	113,444,636,711

20. SHORT-TERM TRADE PAYABLES

	Ending balance	*VND* *Beginning balance*
Due to related parties *(Note 36)*	64,998,706,600	107,391,356,427
Due to other parties	424,993,610,000	477,990,403,683
In which:		
- *Czarnikow Group Limited*	*117,890,849,029*	*78,448,807,979*
- *Farmers*	*61,548,206,251*	*66,485,218,314*
- *Svayrieng Sugarcane One Member Company Limited*	*8,506,968,200*	*172,264,536*
- *ED&F MAN Sugar Limited*	*-*	*40,078,975,876*
- *Others*	*237,047,586,520*	*292,805,136,978*
TOTAL	**489,992,316,600**	**585,381,760,110**

21. SHORT-TERM ADVANCES FROM CUSTOMERS

VND

	Ending balance	Beginning balance
Due to related parties *(Note 36)*	20,466,923,454	45,161,183,576
Due to other parties	480,945,369,601	100,265,421,232
In which:		
- *Vietnam Sugar Joint Stock Company*	*119,201,620,000*	-
- *Hong Minh Import Export One-member Company Limited*	*116,273,122,028*	-
- *Son Tin Commodity Exchange Joint Stock Company*	*82,383,434,528*	-
- *Thanh Nien Printing Joint Stock Company*	*33,740,067,110*	-
- *XinYuan Trading (Thailand) Co., Ltd.*	-	*36,487,098,670*
- *Xiamen Hehuijia Trading Co., Ltd.*	-	*29,528,430,500*
- *Kingwell Co., Ltd.*	-	*17,729,459,300*
- *Pham Nguyen Confectionery Corporation*	-	*12,343,731,250*
- *Others*	*129,347,125,935*	*4,176,701,512*
TOTAL	**501,412,293,055**	**145,426,604,808**

22. STATUTORY OBLIGATIONS

VND

	Beginning balance	Increase during the year	Decrease during the year	Ending balance
Payables				
Corporate income tax	91,135,917,112	161,343,481,165	(158,854,319,346)	93,625,078,931
Value-added tax	47,820,991,403	781,054,337,044	(761,842,046,524)	67,033,281,923
Personal income tax	8,752,844,754	16,443,023,367	(13,803,218,352)	11,392,649,769
Others	30,660,397,570	63,238,436,201	(63,960,680,081)	29,938,153,690
TOTAL	**178,370,150,839**	**1,022,079,277,777**	**(998,460,264,303)**	**201,989,164,313**

VND

	Beginning balance	Increase during the year	Decrease during the year	Ending balance
Receivables				
Value-added tax deductible	92,081,678,271	381,217,219,448	(376,289,824,857)	97,009,072,862
Corporate income tax	5,920,669,970	551,360,827	(333,389,596)	6,138,641,201
Personal income tax	422,727,214	1,281,019,663	(1,158,917,062)	544,829,815
Other	8,340,260,099	4,584,169	(1,686,917,557)	6,657,926,711
TOTAL	**106,765,335,554**	**383,054,184,107**	**(379,469,049,072)**	**110,350,470,589**

23. SHORT-TERM ACCRUED EXPENSES

		VND
	Ending balance	*Beginning balance*
Interest expenses	80,862,691,182	118,227,133,942
Transportation and loading fees	45,697,312,684	35,210,471,142
External services expense	47,984,131,474	14,696,825,525
Accrued foreign contractor withholding tax	39,542,448,350	18,526,087,020
Bonus and support fees for agencies	21,710,460,441	19,336,490,902
Purchase of sugarcane	13,123,177,885	86,865,960,582
Others	110,339,209,236	68,685,349,707
TOTAL	**359,259,431,252**	**361,548,318,820**

24. OTHER PAYABLES

		VND
	Ending balance	*Beginning balance*
Short-term	***855,570,226,314***	***394,675,252,848***
Payables for letters of credit *(*)*	715,494,673,000	-
Dividends	45,966,806,511	324,120,209,282
Reimbursement of expenses	24,508,345,350	15,773,749,677
Difference in purchase price of raw materials from futures contracts	24,165,675,528	-
Interest expenses	16,011,894,070	10,940,876,482
Deposits	4,449,846,183	11,978,374,983
Others	24,972,985,672	31,862,042,424
Long-term	***6,327,952,320***	***6,310,971,782***
Deposits	6,327,952,320	6,310,971,782
TOTAL	**861,898,178,634**	**400,986,224,630**
In which:		
Other parties	*832,136,012,079*	*379,104,033,788*
Related parties (Note 36)	*29,762,166,554*	*21,882,190,842*

(*) This represents the payable to commercial banks in respect of the purchase of materials through deferred letters of credit at commercial banks (UPAS L/C), due at maturity date and charged at applicable fee rate.

25. LOANS AND FINANCE LEASE OBLIGATIONS

VND

	Opening balance	*Movement during the year*				*Ending balance*
		Drawdown	*Repayment*	*Reclassification*	*Foreign exchange difference*	
Short-term	***6,989,555,523,295***	***16,657,274,707,406***	***(18,228,853,474,592)***	***632,562,273,769***	***(1,014,913,786)***	***6,049,524,116,092***
Loans from banks *(Note 25.1)*	6,362,365,007,014	16,428,645,186,669	(17,439,660,293,658)	-	(1,176,230,685)	5,350,173,669,340
Loans from other party *(Note 25.2)*	5,182,643,698	36,051,207,130	(5,140,380,410)	-	(42,261,900)	36,051,208,518
Loans from related parties *(Note 36)*	39,000,000,000	190,000,000,000	(223,392,904,099)	-	-	5,607,095,901
Current portion of long-term loans from banks *(Note 25.3)*	255,180,631,198	-	(228,375,313,707)	217,647,284,386	203,578,799	244,656,180,676
Current portion of long-term bonds *(Note 25.4)*	309,180,571,649	696,666,688	(309,877,238,344)	390,290,466,667	-	390,290,466,660
Current portion of finance leases *(Note 25.5)*	18,646,669,736	1,881,646,919	(22,407,344,374)	24,624,522,716	-	22,745,494,997
Long – term	***1,221,069,938,518***	***2,966,451,976,446***	***(209,180,733,411)***	***(632,562,273,769)***	***(3,545,749,336)***	***3,342,233,158,448***
Loans from banks *(Note 25.3)*	540,073,355,176	619,156,827,656	(109,889,282,723)	(217,647,284,386)	(3,545,749,336)	828,147,866,387
Long-term bonds *(Note 25.4)*	634,588,761,689	2,297,456,115,334	(83,303,615,588)	(390,290,466,667)	-	2,458,450,794,768
Long-term finance leases *(Note 25.5)*	46,407,821,653	49,839,033,456	(15,987,835,100)	(24,624,522,716)	-	55,634,497,293
TOTAL	**8,210,625,461,813**	**19,623,726,683,852**	**(18,438,034,208,003)**	**-**	**(4,560,663,122)**	**9,391,757,274,540**

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

25.1 *Short-term loans from banks*

Banks	*Ending balance* *VND*	*Principal repayment term*	*Descriptions of collaterals*
Joint Stock Commercial Bank for Investment and Development of Vietnam – Gia Dinh Branch	894,438,926,368	From 13 July 2021 to 11 December 2021	Land use rights of 329.44 ha at Ben Cau District; capital contribution in Thanh Thanh Cong Gia Lai One Member Co., Ltd. bank deposits, held for trading securities and real estate in Bien Hoa Province
Vietnam Maritime Commercial Stock Bank – Ho Chi Minh city Branch	592,716,775,375	From 25 June 2021 to 5 December 2021	Machines and equipment of a subsidiary; land use right at land lot No. 8 at Thai Binh Commune, Chau Thanh District, Tay Ninh Province; SBT shares owned by related parties and bank deposits
Orient Commercial Joint Stock Bank – Dak Lak Branch	391,224,838,148	From 25 June 2021 to 6 November 2021	Inventory and a part of capital contribution in subsidiary; SBT shares owned by related parties and other shares owned by a third party; debt collection rights formed in the future / formed from the sugar purchase and sale contract between companies within the Group; property rights and land use right arising from the sublease contract land use rights with Thanh Thanh Cong Industrial Zone JSC.
Joint Stock Commercial Bank for Investment and Development of Vietnam – Khanh Hoa Branch	349,398,974,569	From 3 August 2021 to 25 November 2021	Bank deposits; bonds issued by BIDV and inventories

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

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

Banks	*Ending balance* *VND*	*Principal repayment term*	*Descriptions of collaterals*
Military Commercial Joint Stock Bank - Ho Chi Minh City Branch	307,269,183,334	From 6 August 2021 to 30 December 2021	Inventories, short-term trade receivables, bank deposits; held for trading securities; land use rights of 65.13 ha in Thanh Long Commune, Chau Thanh District, Tay Ninh Province
Malayan Banking Berhad Bank	271,200,031,989	From 10 August 2021 to 7 December 2021	Inventories and short-term trade receivables
Joint Stock Commercial Bank for Investment and Development of Vietnam – Ho Chi Minh City Branch	256,956,084,571	From 29 July 2021 to 31 December 2021	Bank deposits; bonds issued by BIDV and land use rights of 144.51 ha at Tay Ninh Province
Vietnam Joint Stock Commercial Bank for Industry and Trade – Tay Ninh Branch	249,347,560,178	From 19 July 2021 to 21 December 2021	Land use rights of 156.2 ha at Tay Ninh Province; machineries and equipment and bank deposits
Vietnam Joint Stock Commercial Bank for Industry and Trade – Ho Chi Minh City Branch	245,083,554,511	From 15 July 2021 to 22 September 2021	Short-term trade receivables; inventories; bank deposits; bonds owned by subsidiaries and a related party; machineries and equipment and real estate located at No 2 Hai Ba Trung, Can Tho City and construction associated with land owned by a related party
Joint Stock Commercial Bank for Investment and Development of Vietnam – Gia Lai Branch	110,000,000,000 90,000,000,000	From 7 November 2021 to 21 November 2021	Unsecured Inventories and bank deposits

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

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

Banks	*Ending balance*	*Principal repayment term*	*Descriptions of collaterals*
	VND		
Orient Commercial Joint Stock Bank – Gia Lai Branch	197,564,027,435	From 23 August 2021 to 15 December 2021	Inventories; debt collection right arised in the future; held for trading securities; bank deposits and shares of other investment owned by subsidiaries
Vietnam International Commercial Joint Stock Bank - Dong Nai Branch	167,547,109,960	From 3 September 2021 to 15 November 2021	Inventories; short-term trade receivables; guarantee letter and commitment to pay issued by the Company
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Khanh Hoa Branch	160,047,424,638	From 29 October 2021 to 21 December 2021	Bank deposits, means of transportations, inventories and agricultural land use right
Vietnam Prosperity Joint Stock Commercial Bank - Ho Chi Minh Branch	155,238,700,617	From 20 August 2021 to 26 October 2021	Inventories, SBT shares and VNG shares owned by related parties
Woori Bank Viet Nam Limited - Ho Chi Minh Branch	148,192,339,000	From 18 August 2021 to 22 December 2021	Bank deposits
Vietnam Technological And Commercial Joint Stock Bank	143,221,952,282	From 21 November 2021 to 18 December 2021	SBT shares owned by related parties, held for trading securities, bonds and bank deposits
BPCE IOM Bank – Ho Chi Minh Branch	136,587,746,085	From 4 August 2021 to 24 December 2021	Inventories and short-term trade receivables

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

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

Banks	*Ending balance* *VND*	*Principal repayment term*	*Descriptions of collaterals*
Military Commercial Joint Stock Bank - Khanh Hoa Branch	99,930,542,758	From 8 July 2021 to 19 October 2021	Bank deposits and inventories
Malayan Banking Berhard – Ho Chi Minh Branch	87,480,121,341	From 1 July 2021 to 17 December 2021	Short-term trade receivables; inventories, guarantee commitment from the Company and a subsidiary for all debt obligations
Malayan Banking Berhard – Ha Noi Branch	57,040,840,000	From 28 September 2021 to 22 October 2021	Short-term trade receivables and inventories
United Oversea Bank Limited	54,341,446,726	19 July 2021	Real estate at No. 2 Kaki Bukit Place, EunosTechpark, Singapore 416180; the right to receive rental revenue at the above Property; guarantee letters from related parties and a subsidiary
Bank SinoPac - Ho Chi Minh City Branch	45,912,590,779	From 4 August 2021 to 17 December 2021	Unsecured
Shinhan Bank Vietnam – Ho Chi Minh Branch	45,416,640,613	From 1 October 2021 to 15 October 2021	Unsecured

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

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

Banks	*Ending balance VND*	*Principal repayment term*	*Descriptions of collaterals*
Lao Viet Joint Venture Bank - Attapeu Branch	39,736,440,117	17 August 2017	Land use right of 3400 ha located in Laos, real estate owned by a third party and machines and equipment
Ho Chi Minh City Development Joint Stock Commercial Bank – Tay Ninh Branch	30,000,000,000	3 August 2021	Inventories
Joint Stock Commercial Bank for Investment and Development of Vietnam – Ninh Thuan Branch	24,279,817,946	31 July 2021	Machineries and equipment
TOTAL	**5,350,173,669,340**		
In which:			
in VND	*4,675,568,056,258*		
in USD	*35,368,415*		

Those short-term loans from banks are charged at market interest rate for financing its working capital requirements.

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

25.2 *Loan from other party*

Lender	*Ending balance*		*Principal repayment term*	*Purpose*	*Descriptions of collaterals*
	VND	*USD*			
Dole Asia Holding PTE. LTD	36,051,208,518	1,559,983	24 September 2021	Financing its working capital requirements	Unsecured

25.3 *Long-term loans from banks*

Banks	*Ending balance*	*Principal repayment term*	*Purpose*	*Descriptions of collaterals*
	VND			
Joint Stock Commercial Bank for Investment and Development of Vietnam - Binh Dinh Branch	275,027,269,245	From 15 July 2021 to 21 April 2023	Purchase and construction of fixed assets	All constructions and equipment system of sugar factory and thermal power plants
Woori Bank Viet Nam Limited - Ho Chi Minh Branch	250,000,000,000	From 30 September 2021 to 15 June 2023	Increasing working capital for subsidiaries	Machineries and equipment; land use right and construction on land in Gia Lai Province
KEB Hana Bank	150,000,000,000	From 30 September 2021 to 15 June 2023		

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

25.3 *Long-term loans from banks* (continued)

Banks	*Ending balance*	*Principal repayment term*	*Purpose*	*Descriptions of collaterals*
	VND			
Daegu Bank - Ho Chi Minh Branch	100,000,000,000	From 28 March 2022 to 15 June 2043	Increasing share capital for subsidiaries	Machineries and equipment; land use right and construction on land in Gia Lai Province
Orient Commercial Joint Stock Bank – Dak Lak Branch	98,364,994,315	From 25 September 2020 to 4 March 2028	Financing for its working capital	Machineries and equipments funded from the loan, entire Solar Energy System project at land lot No 30, Tan Hung Commune, Tan Chau District, Tay Ninh Province, property rights and land use right arising from the sublease contract of land use rights with Thanh Thanh Cong Industrial Zone JSC
Malayan Banking Berhad	98,125,245,080	From 6 October 2025 to 5 October 2040	Purchasing fixed assets and export bill of exchange	Real estate at No. 2 Kaki Bukit Place, Eunos Techpark, Singapore 416180; right to receive rental income arised from the loan in the future; deed of Guarantee and Indemnity from related parties and a subsidiary

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

25.3 *Long-term loans from banks* (continued)

Banks	*Ending balance*	*Principal repayment term*	*Purpose*	*Descriptions of collaterals*
	VND			
Oversea-Chinese Banking Corporation	61,978,133,688	From 22 October 2019 to 31 December 2040	Refinancing existing loans and purchasing export bill of exchange and	Real estate at No. 60 Paya Lebar Road #10-51/52, Paya Lebar Square, Singapore; right to receive rental income arisen from the loan in the future; bank deposits and personal guarantee from third party
Military Commercial Joint Stock Bank - Dong Sai Gon Branch	30,055,404,735	From 25 August 2021 to 17 November 2022	Purchase and construction of fixed assets	Machineries and equipment funded from the loan
Orient Commercial Joint Stock Bank – Pleiku Branch	8,800,000,000	From 25 July 2021 to 25 June 2028		Machineries and equipment funded from the loan and rights emerged from trading electricity contract with EVN
Vietnam Joint Stock Commercial Bank for Industry and Trade –Gia Lai Branch	453,000,000	From 21 August 2021 to 25 August 2022		Agricultural machineries and equipment funded from the loan and land use right in Tay Ninh Province
TOTAL	**1,072,804,047,063**			
In which:				
Current portion	*244,656,180,676*			
Non-current portion	*828,147,866,387*			
VND	*637,673,399,043*			
USD	*19,554,427*			

The Group obtained long-term loans from banks at the market interest rate for the purpose of financing its working capital.

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

25.4 Long-term bonds

	Ending balance	*Principal repayment term*	*Interest*	*Purpose*
	VND		*(%/year)*	
Issued at par value				
Vietnam Technological and Commercial Joint Stock Bank *(i)*	1,200,000,000,000	13 April 2024	3.3% + reference interest rate[1]	Financing for working capital
	700,000,000,000	From 26 January 2022 to 26 January 2024	3.875% + reference interest rate[1]	Financing for working capital
Joint Stock Commercial Bank for Investment and Development of Vietnam – Binh Dinh Branch *(ii)*	383,040,000,000	From 23 June 2021 to 23 June 2023	8.78	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 a subsidiary
Vietnam Joint Stock Commercial Bank for Industry and Trade – Ho Chi Minh Branch *(iii)*	360,000,000,000	From 30 September 2021 to 30 September 2025	8.95	Financing for working capital
Joint Stock Commercial Bank for Investment and Development of Vietnam – Gia Dinh Branch *(ii)*	255,360,000,000	From 23 June 2021 to 23 June 2023	9.7 – 9.95	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 a subsidiary
Issuance fee	(49,658,738,572)			
	2,848,741,261,428			
In which:				
Current portion	*390,290,466,660*			
Non-current portion	*2,458,450,794,768*			

[1] The reference interest rate is the basic interest for the corporate customers applied for medimum/long-term loan, bond issued from 30 March 2021 with term of 3 months, announced by Techcombank.

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

25.4 *Long-term bonds* (continued)

(i) *Collateral*

- Held for trading securities and related rights, benefits and property right arisen from these securities owned by the Company and its subsidiaries;
- All of land use rights and associated assets, real estates and all rights and obligations emerging from TTC Plaza Tay Ninh Project;
- All of land use rights and associated assets, real estates and all rights and obligations emerging from Tay Ninh Sugar Factory for 320,000 m2 located at Tan Hung Ward, Tan Chau District, Tay Ninh Province under the Certificates of Land Use Rights issued by the Chairman of the People's Committee of Tay Ninh Province on 19 June 2013 and the Director of the Department of Natural Resources and Environment of Tay Ninh Province on 28 June 2016; and
- All of land use rights and associated assets of land area owned by the Company for 338,000 m2 located at Thai Binh Ward, Chau Thanh District, Tay Ninh Province under the Certificates of Land Use Rights No. M 087354 issued by the Chairman of the People's Committee of Tay Ninh Province on 23 November 2000.

(ii) *Collateral*

- Land lease rights of 2.825,9 hectare land area located at Phu Vong District, Attapeu Province, Laos and associated assets, real estates and all rights and obligations emerging from those assets owned by TTC Attapeu Sugar Cane Sole Co., Ltd.; construction, machineries in use at farm sites, sugar manufacturing plan, thermal 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 into subsidiaries.

(iii) *Collateral*

- Debt collection rights arising in future; land use right and machineries; bonds and Guarantee commitment issued by related parties.

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

25.5 Finance leases

The Group currently has leased machineries and equipment under finance lease agreements with Asia Commercial Bank Leasing Company Limited and Vietnam International Leasing Company. Future obligations due under finance lease agreements as at the balance sheet dates were as follows:

VND

	Less than 1 year	*From 1 - 5 years*	*More than 5 years*	*Total*
Ending balance				
Total minimum lease payments	28,317,504,556	63,438,661,013	-	91,756,165,569
Finance charges	5,572,009,559	7,804,163,720	-	13,376,173,279
Lease liabilities	22,745,494,997	55,634,497,293	-	78,379,992,290
Beginning balance				
Total minimum lease payments	23,704,618,103	52,236,577,937	4,370,361,114	80,311,557,154
Finance charges	5,057,948,367	10,054,589,602	144,527,796	15,257,065,765
Lease liabilities	18,646,669,736	42,181,988,335	4,225,833,318	65,054,491,389

26. 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. The above transaction at total amount of VND 172 billion was approved by the the Shareholders' Resolution No. 01/2019/NQ-DHDCD dated 3 September 2020 and the 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:

- Convertible bond held term of three (3) years.
- Convertible bond shall be entitled at any time after one (1) year since the issuance date to convert into fully paid ordinary shares based on the agreed conversion price, but meet the yield-to-maturity rate of 6.5% per annum.
- The Company has obligations to pay interest expense at rate of 3.5% per annum each 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 28.1)*	(13,666,133,635)
Liability component at initial recognition	152,294,181,382
Plus: Accumulated discount allocation	
Beginning balance	-
Allocation during the period	7,209,708,312
Ending balance	7,209,708,312
Liability component at end of year	159,503,889,694

27. UNEARNED REVENUE

Unearned revenue represents one-time 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 premises in office building at No. 60 Paya Lebar Road, Paya Lebar Square, Singapore and related services.

28. OWNERS' EQUITY

28.1 Increase and decrease in owners' equity

VND

	Share capital										
	Common shares	*Preference shares (*)*	*Share premium*	*Convertible bond options*	*Other funds belonging to owner's equity (i)*	*Treasury shares*	*Foreign exchange difference reserve*	*Investment and development fund*	*Undistributed earnings*	*Non – controlling interest*	*Total*
Previous year											
Beginning balance	5,867,405,520,000	-	6,243,045,915,565	-	(5,502,116,030,924)	(1,099,985,561,092)	(44,001,327,529)	124,701,077,143	181,120,487,767	48,422,081,018	5,818,592,161,948
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 26)*	-	-	-	13,666,133,635	-	-	-	-	-	-	13,666,133,635
Impact from business combination	-	-	-	-	-	-	-	-	(25,670,456,209)	115,375,533,741	89,705,077,532
Disposal of subsidiary	-	-	-	-	-	-	-	-	-	(151,822,677)	(151,822,677)
Net profit for the year	-	-	-	-	-	-	-	-	364,259,001,778	(1,339,185,146)	362,919,816,632
Conversion of financial statements of foreign operation	-	-	-	-	-	-	(83,040,114,420)	-	-	-	(83,040,114,420)
Transfer to bonus and welfare fund	-	-	-	-	-		-	-	(27,782,618,368)	-	(27,782,618,368)
Profit appropriation	-	-	-	-	-	-	-	17,202,026,560	(17,202,026,560)	-	-
Dividend	-	-	-	-	-	-	-	(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	(5,502,116,030,924)	-	(127,041,441,949)	17,202,026,560	281,924,507,850	162,306,606,936	7,642,312,996,647

(i) This is a reserve within equity incurred from business combination transactions of under common control companies *(Note 3.11)*.

28. OWNERS' EQUITY (continued)

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

VND

	Share capital									
	Common shares	*Preference shares (*)*	*Share premium*	*Convertible bond options*	*Other funds belonging to owner's equity (i)*	*Foreign exchange difference reserve*	*Investment and development fund*	*Undistributed earnings*	*Non – controlling interest*	*Total*
Current year										
Beginning balance	5,867,405,520,000	216,113,330,000	6,712,852,344,539	13,666,133,635	(5,502,116,030,924)	(127,041,441,949)	17,202,026,560	281,924,507,850	162,306,606,936	7,642,312,996,647
Issuance shares *(i)*	304,175,950,000	-	-	-	-	-	-	-	-	304,175,950,000
Additional increase in ownership of subsidiary	-	-	-	-	-	-	-	(15,403,597,984)	(112,351,429,416)	(127,755,027,400)
Net profit for the year	-	-	-	-	-	-	-	645,041,044,359	5,327,410,706	650,368,455,065
Conversion of financial statements of foreign operation	-	-	-	-	-	(162,236,373,506)	-	-	-	(162,236,373,506)
Transfer to bonus and welfare fund	-	-	-	-	-	-	-	(16,900,100,000)	-	(16,900,100,000)
Utilization	-	-	-	-	-	-	(608,973,459)	-	-	(608,973,459)
Preferences dividend *(Note 28.2) (ii)*	-	-	-	-	-	-	-	(51,050,114,190)	-	(51,050,114,190)
Ending balance	6,171,581,470,000	216,113,330,000	6,712,852,344,539	13,666,133,635	(5,502,116,030,924)	(289,277,815,455)	16,593,053,101	843,611,740,035	55,282,588,226	8,238,306,813,157

(i) This is a reserve within equity incurred from business combination transactions of under common control companies *(Note 3.11)*.

28. OWNERS' EQUITY (continued)

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

(*) On 23 September 2019, the Group 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 Group 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.

(i) On 28 December 2020, the Company completed the issuance of 30,417,595 new ordinary shares in accordance with the Employee Stock Ownership Plan program at price of VND 10,000 per share to its employees. The issuance was conducted in accordance with the approved Shareholders' Resolution No. 09/2019/NQ-ĐHĐCĐ dated 14 October 2019 and the Board of Directors' Resolutions No. 60/2020/NQ-HĐQT dated 19 October 2020. Accordingly, the Company's registered share capital has been increased to VND 6,387,694,800,000. On 30 December 2020, the Company's increase of share capital was approved by the Department of Planning and Investment of Tay Ninh Province through the issuance of the 10th amended Enterprise Registration Certificate.

28.2 *Capital transactions with owners and distribution of dividends*

		VND
	Current year	*Previous year*
Issued contributed share capital		
Beginning balance	6,083,518,850,000	5,867,405,520,000
Increase during the year *(i)*	304,175,950,000	216,113,330,000
Ending balance	**6,387,694,800,000**	**6,083,518,850,000**
Dividends declared (ii)	***51,050,114,190***	***317,500,957,701***
Dividends on ordinary shares		
Dividends declared in cash	-	293,370,276,000
Dividends on preference shares	*51,050,114,190*	*24,130,681,701*
Dividends paid in cash	***328,922,878,030***	***214,065,647,645***
Dividends on ordinary shares	*293,264,178,030*	*204,003,055,590*
Dividends on preference shares	*35,658,700,000*	*10,062,592,055*

(i) On 14 October 2019, Shareholders Committee approved Shareholders' Resolution No. 09/2019/NQ-DHDCD for issuing the share of Employee Stock Ownership Plan.

On 19 October 2020, the Board of Directors approved the Resolution No. 60/2020/NQ.HDQT to implement the issuance of new shares as per Employee Stock Ownership Plan. Accordingly, the Company completed the issuance of 30,417,595 shares at VND 10,000 per share to employees on 22 December 2020.

28. OWNERS' EQUITY (continued)

28.2 *Capital transactions with owners and distribution of dividends* (continued)

(ii) The Company declared the dividends for convertible preference shares with total value of VND 51,050,114,190, in which an amount of VND 35,658,700,000 has been paid in accordance with the Resolution approved by the Board of Directors No. 80/2020/NQ.HDQT dated 10 November 2020.

In addition, the General Shareholders' Resolution No. 05/2020/NQ-DHDCD dated 28 October 2020 announced the plan of dividend distribution at the rate of 5% (with the total amount of VND 308,579,070,000 in the form of cash and/or stocks from investment and development fund, undistributed earnings and share premium as at 30 June 2020. As at the date of these consolidated financial statements, the final decision of dividend payment method has not been approved. Therefore, the Group has not recognised this transaction.

28.3 *Shareholders*

	Ending balance			*Beginning balance*		
	Number of ordinary shares	*Number of preference shares*	*% interest*	*Number of ordinary shares*	*Number of preference shares*	*% interest*
Thanh Thanh Cong Investment Joint Stock Company	168,021,963	-	26.31	168,021,963	-	27.62
Deutsche Investitions-und Entwicklungsgesellschaft (DEG)	-	21,611,333	3.38	-	21,611,333	3.55
Others	449,136,184	-	70.31	418,718,589	-	68.83
TOTAL	**617,158,147**	**21,611,333**	**100.00**	**586,740,552**	**21,611,333**	**100**

28.4 *Shares*

	Number of shares	
	Ending balance	*Beginning balance*
Authorised shares	638,769,480	608,351,885
Shares issued and fully paid		
Ordinary shares	*617,158,147*	*586,740,552*
Preference shares	*21,611,333*	*21,611,333*
Shares in circulation		
Ordinary shares	*617,158,147*	*586,740,552*
Preference shares	*21,611,333*	*21,611,333*

The par value of each outstanding share: VND 10,000/share (as at 30 June 2020: VND 10,000/share).

28. OWNERS' EQUITY (continued)

28.5 Earnings per share

	Current year	*Previous year (Restated)*
Net profit for the year attributable to the Company's shareholders *(VND)*	645,041,044,359	364,259,001,778
Distribution to bonus and welfare fund *(*)*	(32,252,052,218)	(36,553,374,222)
Dividend of dividend preference shares attached with convertible rights *(Note 28.2)*	(51,050,114,190)	(24,130,681,701)
Net profit attributable to ordinary shareholders before adjusting for the effect of dilution	**561,738,877,951**	**303,574,945,855**
Adjustment due to convertible preferences shares	-	-
Net profit attributable to ordinary shareholders after adjusting for the effect of dilution	**561,738,877,951**	**303,574,945,855**
Weighted average number of ordinary shares for basic earnings per share	602,657,704	571,829,119
Increase of weight average number of shares due to effect of dilution caused by potential convertible preference shares *(Note 26)*	17,061,579	13,565,699
Weighted average number of ordinary shares adjusted for the effect of dilution	619,719,283	585,394,818
Basic earnings per share *(VND/share)*	**932**	**531**
Diluted earnings per share *(VND/share)*	**906**	**519**

(*) Net profit used to compute earnings per share for the year ended 30 June 2020 was restated following the actual distribution to Bonus and welfare fund appropriated from fiscal year ended 2020's undistributed earnings as approved in the Resolution of Annual Shareholders Meeting No. 03/2019/NQ-DHDCD dated 14 October 2020.

The bonus and welfare fund is expected to be appropriated of net profit for the year in accordance with the Resolution of Annual Shareholder Meeting No. 04/2019/NQ-DHDCD dated 14 October 2020.

29. REVENUES

29.1 Revenues from sale of goods and rendering of services

	Current year	*VND* *Previous year*
Gross revenue	**14,940,490,283,184**	**12,923,457,051,438**
In which:		
Sale of sugar	*14,138,248,548,396*	*12,025,739,829,084*
Sale of molasses	*276,298,272,473*	*311,464,944,384*
Sale of electricity	*188,750,827,334*	*167,044,939,026*
Sale of fertilizer	*103,294,868,961*	*66,621,313,725*
Rendering of rental services (Note 16)	*33,659,573,805*	*30,213,621,672*
Other	*200,238,192,215*	*322,372,403,547*
Less	**(15,622,657,469)**	**(34,774,449,661)**
Sales allowances	*(479,001,963)*	(18,488,866,776)
Trade discounts	*(9,372,724,102)*	*(9,295,490,818)*
Sales returns	*(5,770,931,404)*	*(6,990,092,067)*
Net revenues	**14,924,867,625,715**	**12,888,682,601,777**
In which:		
Sale of sugar	*14,124,598,036,995*	12,002,669,165,517
Sale of molasses	*276,298,272,473*	311,464,944,384
Sale of electricity	*188,750,157,059*	*167,044,939,026*
Sale of fertilizer	*103,154,968,961*	*66,321,313,725*
Rendering of rental services (Note 16)	*33,659,573,805*	*30,213,621,672*
Other	*198,406,616,422*	*310,968,617,453*
In which:		
Sales to other parties	*14,133,677,892,931*	*11,740,174,658,094*
Sales to related parties	*791,189,732,784*	*1,148,507,943,683*

29.2 Finance income

	Current year	*VND* *Previous year*
Interest income from bank deposit, lending and advance to suppliers	285,234,531,780	213,709,910,660
Gains from future contract	172,584,284,080	-
Gains from transfer of trading securities	18,613,255,437	28,901,351,795
Foreign exchange gains	17,706,251,186	9,802,111,661
Income from increase in fair value of other long-term investment *(Note 18.2)*	-	33,844,721,573
Gains from disposal of investments	3,430,479,493	139,409,184,262
Dividends income	645,050,560	1,039,573,565
Gains from transfer shares purchasing rights	-	269,800,000,000
Others	363,061,273	33,694,812,019
TOTAL	**498,576,913,809**	**730,201,665,535**

30. COST OF GOODS SOLD AND SERVICES RENDERED

VND

	Current year	*Previous year*
Cost of sugar	12,063,629,882,732	10,663,152,692,920
Cost of molasses	222,734,613,120	273,126,755,215
Cost of electricity	168,085,121,935	151,801,009,825
Cost of fertilizer	95,124,759,693	56,674,950,234
Cost of rental services	14,264,322,421	16,566,455,776
Others	145,104,457,303	272,819,951,608
TOTAL	**12,708,943,157,204**	**11,434,141,815,578**

31. FINANCE EXPENSES

VND

	Current year	*Previous year*
Interest expense	691,890,712,661	685,620,883,846
Foreign exchange losses	105,693,068,446	78,639,371,507
Provision for diminution in investments	30,065,925,074	44,273,444,227
Payment discount and advanced interest	3,824,067,190	2,064,059,832
Losses from decrease in fair value of the investment *(Note 18.2)*	10,287,870,760	18,463,831,249
Others	11,240,393,680	24,804,293,315
TOTAL	**853,002,037,811**	**853,865,883,976**

32. SELLING EXPENSES AND GENERAL AND ADMINISTRATIVE EXPENSES

VND

	Current year	*Previous year*
Selling expenses		
Transportation expense	170,096,258,152	110,629,430,355
Expenses for external services	142,924,498,445	175,563,959,584
Labour cost	106,188,916,575	68,377,867,633
Sales supporting fee	50,718,133,188	65,089,742,479
Depreciation and amortisation	4,153,589,700	5,944,527,846
Others	57,960,254,744	20,480,776,101
	532,041,650,804	**446,086,303,998**
General and administrative expenses		
Labour costs	276,029,112,825	215,524,076,235
Expenses for external services	108,711,203,496	112,638,873,942
Provision (reversal of provision)	71,957,127,528	(7,286,532,703)
Depreciation and amortisation	20,676,796,858	21,998,736,882
Goodwill *(Note 19)*	20,530,756,768	20,174,973,548
Other expenses	63,148,557,526	18,515,852,475
TOTAL	**561,053,555,001**	**381,565,980,379**

33. PRODUCTION AND OPERATING COSTS

VND

	Current year	*Previous year*
Raw materials and merchandise goods	11,863,729,539,177	9,869,635,823,750
Labour costs	539,894,863,298	624,009,110,280
Expenses for external services	549,174,863,298	842,524,470,761
Depreciation and amortisation	454,273,798,191	465,220,919,767
Other expenses	405,825,295,742	461,131,716,940
TOTAL	**13,812,898,359,706**	**12,262,522,041,498**

34. OTHER INCOME AND EXPENSES

VND

	Current year	*Previous year*
Other income	***47,695,259,333***	***48,566,222,616***
Income from leasing activities	15,951,868,714	14,112,618,863
Gains from disposal of fixed assets	6,462,978,972	17,786,059,812
Penalties received	3,449,635,610	3,958,467,252
Others	21,830,776,037	12,709,076,689
Other expenses	***55,465,608,618***	***58,167,071,012***
Depreciation of idle assets	36,655,768,719	33,261,254,275
Penalties	1,876,932,301	2,366,375,202
Loss from disposal of assets	-	1,519,980,348
Others	16,932,907,598	21,019,461,187
OTHER LOSS	**(7,770,349,285)**	**(9,600,848,396)**

35. CORPORATE INCOME TAX

The statutory corporate income tax ("CIT") rate applicable to the Company is 10% of taxable profits. The Company is entitled to an exemption from CIT in regards to taxable profits 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 Company's subsidiaries have the obligations to pay CIT at the rates ranging from 10% to the normal applicable rate of their respective taxable profits their respective taxable profits. They are also entitled to CIT exemption and reduction in accordance with their respective enterprise registration certificates and applicable tax regulations

The tax returns filed by Group 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 consolidated financial statements could change at a later date upon final determination by the tax authorities.

35. CORPORATE INCOME TAX

35.1 CIT expense

	Current year	*VND* *Previous year*
Current CIT expense	172,530,992,738	149,640,481,050
Adjustment for over accrual of tax from prior years *(*)*	(20,954,214,481)	(12,919,883,217)
	151,576,778,257	136,720,597,833
Deferred tax expenses	(18,345,283,288)	12,719,302,684
TOTAL	**133,231,494,969**	**149,439,900,517**

(*) This mainly represented a decrease adjustment due to the change in the calculation of deductible interest expenses in accordance with the Decree No. 68/2020/ND-CP dated 24 June 2020 providing amendments to clause 3 article 8 of the Government's Decree No. 20/2017/ND-CP dated 24 February 2017.

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

	Current year	*VND* *Previous year*
Accounting profit before tax	**783,599,950,034**	**512,359,717,149**
At applicable CIT rates	165,781,892,928	95,087,294,944
Adjustments:		
Non-deductible expenses	14,107,889,311	8,555,241,003
Unrealized loss	11,952,602,289	9,141,239,766
Amortisation of goodwill	4,106,151,348	4,034,994,710
Adjustment for over accrual of tax from prior years	(4,428,380,483)	(12,919,883,217)
Adjustment related to Decree No. 132/2020/ND-CP *(*)*	(16,525,833,998)	-
Tax loss carried forward	-	43,101,174,904
Gains of change in ownership interest of investments	442,471,931	6,768,944,315
Dividends income	(6,884,596,780)	3,124,885,287
Share of profit in associates	(4,593,232,123)	(3,747,256,433)
Tax exemption	(26,666,390,565)	(12,285,807,893)
Others	(4,061,078,889)	8,579,073,131
CIT expenses	**133,231,494,969**	**149,439,900,517**

(*) In accordance with the Decree No. 132/2020/ND- CP dated 5 November 2020 prescribing tax administration for enterprises having related-party transactions issued by the Government, CIT expense was decreased by VND 16,525,833,998.

35. CORPORATE INCOME TAX (continued)

35.2 *Current CIT*

The current tax payable is based on taxable income for the current year. The taxable income of the Group for the year differs from the profit as reported in the consolidated 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 Group's liability for current tax is calculated using tax rates that have been enacted by the balance sheet date.

35.3 *Deferred tax*

The following is the deferred tax asset recognised by the Group, and the movement thereon, during the current and previous year:

VND

	Consolidated balance sheet		*Consolidated income statement*	
	Ending balance	*Beginning balance*	*Current year*	*Previous year*
Deferred tax asset				
Unrealised profits	19,800,778,791	5,398,717,540	14,402,061,251	3,858,574,853
Accrued expenses	2,313,190,831	3,928,835,639	(1,615,644,808)	(3,472,111,639)
Decrease in fair value of long-term investment	2,481,524,975	-	2,481,524,975	-
Provision for obsolete inventories	1,187,056,116	744,722,452	442,333,664	744,722,452
Foreign exchange difference	285,044,513	-	285,044,513	-
TOTAL	**26,067,595,226**	**10,072,275,631**		
Deferred tax liabilities				
Surplus fair value of net assets acquired in business combination	97,990,990,531	102,052,069,420	4,061,078,889	2,079,800,420
Gains in fair value of long-term investments	8,080,288,423	7,656,337,600	(423,950,823)	(7,656,337,600)
Provisions for long-term investments	9,887,127,880	7,196,958,856	(2,690,169,024)	(6,455,742,522)
Provisions for doubtful receivables	415,203,997	1,818,208,648	1,403,004,651	(1,818,208,648)
TOTAL	**116,373,610,831**	**118,723,574,524**		
Deferred tax income (expenses)			***18,345,283,288***	***(12,719,302,684)***

36. TRANSACTIONS WITH RELATED PARTIES

Terms and conditions of 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 at 30 June 2021 are unsecured, interest free and will be settled in cash. For the fiscal year ended 30 June 2021, the Group has not made any provision for doubtful debts relating to amounts owed by related parties (30 June 2020: 0 VND). 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 including entities 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*
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Sale of goods	288,413,182,415	324,763,879,636
		Purchase of goods	170,187,324,618	170,489,979,071
		Dividend paid	84,010,981,500	-
		Interest income	10,926,412,720	17,832,584,470
		Purchase of services	13,817,493,504	13,496,149,845
Thanh Thanh Cong Trading Joint Stock Company	Common owner	Sale of goods	379,461,517,215	194,956,690,775
		Purchase of goods	7,791,693,911	74,533,169,087
		Purchase of services	55,275,295,314	63,705,337,782
		Interest income	26,601,908,886	28,440,810,763
Ms Huynh Bich Ngoc	Chairwoman	Dividend paid	33,775,932,000	-
		Purchase of shares	-	350,910,400,000
Ben Tre Import Export Joint Stock Company	Shareholder	Sale of goods	227,671,500,000	248,547,553,638
		Purchasing share	14,730,217,500	150,000,000,000
		Purchase of goods	19,038,901,883	5,316,019,238
Ms Dang Huynh Uc My	Vice Chairwoman	Dividend paid	49,197,413,000	-
Deutsche Investitions-und Entwicklungsges ellschaft ("DEG")	Shareholder	Declared dividend	51,050,114,190	24,212,498,159
		Dividend paid	35,658,700,000	10,062,592,055
Thanh Thanh Cong Packing - Trading - Production Joint Stock Company	Affiliate	Purchase of goods	21,451,132,180	26,308,068,790
		Purchase of materials	36,484,976,706	28,463,521,816
Gia Lai Electricity Joint Stock Company	Affiliate	Interest income	-	28,901,351,795
Tadimex	Associate	Sale of goods	33,650,552,300	-
		Purchase of goods	31,181,177,123	
Dang Huynh Company	Affiliate	Dividend paid	3,430,000,000	-
		Render of services	1,686,328,974	-
		Purchase of services	902,357,652	2,669,750,322

36. TRANSACTIONS WITH RELATED PATIES (continued)

Significant transactions with related parties including affiliates and other related parties during the current and previous year were as follows: (continued)

Transactions with other related parties

Remuneration to members of the Board of Directors and Management:

	Current year	*VND* *Previous year*
Salaries and bonus	25,577,782,959	9,783,121,638

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

Related parties	*Relationship*	*Transactions*	*Ending balance*	*VND* *Beginning balance*
Short-term trade receivables				
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Sale of goods	8,500,000,000	57,330,474,358
Sai Gon Thuong Tin Real Estate Joint Stock Company	Common owner	Sale of goods	3,691,050,885	-
Thanh Thanh Cong Trading Joint Stock Company	Common owner	Sale of goods	123,938,710	24,369,171,300
Dang Huynh Company	Affiliate	Sale of asset	220,253,510	370,253,510
Other related parties	Related party		2,509,562,222	1,479,885,844
TOTAL			**15,044,805,327**	**83,549,785,012**
Short-term advances to suppliers (*)				
Thanh Thanh Cong Trading Joint Stock Company	Common owner	Purchase of goods	266,386,078,717	315,703,360,000
Thanh Thanh Cong Industrial Zones Joint Stock Company	Affiliate	Land rental	-	110,261,990,683
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Purchase of goods	83,575,000,000	96,439,737,590
Thanh Thanh Cong Packaging Trading - Production Joint Stock Company	Affiliate	Purchase of materials	2,550,762,915	2,859,351,385
Ben Tre Import and Export Joint Stock Company	Affiliate	Purchase of goods	205,330,440	1,218,816,223

36. TRANSACTIONS WITH RELATED PARTIES (continued)

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

VND

Related parties	*Relationship*	*Transactions*	*Ending balance*	*Beginning balance*
Short-term advances to suppliers (continued) *(*)*				
Thanh Thanh Cong Tourist Joint Stock Company	Common owner	Purchase of services	3,660,710,000	160,710,000
Other related parties	Related party	Purchase of goods	-	2,371,696,800
TOTAL			**356,377,882,072**	**529,015,662,681**
Other short-term receivables				
Toan Hai Van Joint Stock Company	Affiliate	Deposit for land rental	673,000,000,000	673,000,000,000
		Interest income	43,409,383,561	-
Thanh Thanh Cong Industrial Zones Joint Stock Company	Affiliate	Deposit for land rental	522,000,000,000	522,000,000,000
Thanh Thanh Cong Trading Joint Stock Company	Common owner	Interest income	42,338,404,837	15,861,211,951
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Interest income	5,076,327,529	4,237,882,945
		Payment on be half	13,604,756,243	-
Other related parties	Related party		2,806,854,368	3,896,210,321
TOTAL			**1,302,235,726,538**	**1,218,995,305,217**
Short-term trade payables				
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Purchase of services	52,974,896,420	100,343,608,911
Thanh Thanh Cong Trading Joint Stock Company	Common owner	Purchase of goods	1,720,650,050	3,953,924,624
Thanh Thanh Cong Packaging Trading - Production Joint Stock Company	Affiliate	Purchase of materials	4,696,844,807	2,677,389,714
Ben Tre Import and Export Joint Stock Company	Affiliate	Purchase of goods	5,256,525,500	25,200,001
Other related parties	Related party	Purchase of goods	349,789,823	391,233,177
TOTAL			**64,998,706,600**	**107,391,356,427**

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

36. TRANSACTIONS WITH RELATED PARTIES (continued)

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

VND

Related parties	*Relationship*	*Transactions*	*Ending balance*	*Beginning balance*
Short-term advances from customers				
Thanh Thanh Cong Trading Joint Stock Company	Common owner	Sale of goods	4,686,063,239	29,354,185,348
Tay Ninh Sugar Joint Stock Company	Affiliate	Sale of goods	15,780,860,215	15,800,000,000
Other related parties	Related party	Sale of goods	-	6,998,228
TOTAL			**20,466,923,454**	**45,161,183,576**
Other short-term payables				
DEG	Shareholder	Dividend payable	29,459,503,856	14,068,089,646
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Dividend payable	-	4,061,876,978
Thanh Thanh Cong Trading Joint Stock Company	Common owner	Purchase of services	-	2,432,682,353
Tan Hoi Industrial Complex Infrastructure Investment Joint Stock Company	Affiliate	Interest expense	-	1,159,068,495
Other related parties	Related party		302,662,698	160,473,370
TOTAL			**29,762,166,554**	**21,882,190,842**

36. TRANSACTIONS WITH RELATED PARTIES (continued)

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

VND

Related parties	*Relationship*	*Transactions*	*Ending balance*	*Beginning balance*
Short-term loans (*)				
TTC Energy Joint Stock Company	Affiliate	Loan	5,607,095,901	33,000,000,000
Tan Hoi Industrial Complex Infrastructure Investment Joint Stock Company	Affiliate	Loan	-	6,000,000,000
TOTAL			**5,607,095,901**	**39,000,000,000**

(*) This represented unsecured short-term loans with the interest rate ranging from 6.5% per annum for financing its working capital requirements.

37. COMMITMENTS

Operating lease commitment

The Group leases office and warehouses 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	34,390,971,615	31,319,372,040
From 1 – 5 years	91,178,007,900	72,850,102,018
More than 5 years	528,891,970,762	360,655,795,159
TOTAL	**654,460,950,277**	**464,825,269,217**

38. SEGMENT INFORMATION

The Group's geographical segments are based on the location of the Group's assets. Sales to external customers disclosed in geographical segments are based on the geographical location of its customers.

38. SEGMENT INFORMATION (continued)

The following tables present revenue, expenditure and certain asset information regarding the Group's geographical segments:

VND

	Domestic	*Foreign territories*	*Elimination*	*Total*
For the year ended 30 June 2021				
Revenue				
Sales to external customers	11,023,311,361,222	3,901,556,264,493	-	14,924,867,625,715
Inter-segment sales	6,570,407,672,161	3,358,448,078,981	(9,928,855,751,142)	-
Net revenue	**17,593,719,033,383**	**7,260,004,343,474**	**(9,928,855,751,142)**	**14,924,867,625,715**
Consolidation income statement				
Segment result				2,215,924,468,511
Unallocated expenses	(916,115,776,694)	(176,979,429,111)	-	(1,093,095,205,805)
Finance income	482,621,370,060	154,216,315,951	(138,260,772,202)	498,576,913,809
Finance expese	(837,136,853,711)	(148,179,826,007)	132,314,641,907	(853,002,037,811)
Share profit from associates				22,966,160,615
Other loss				(7,770,349,285)
Operating profit				**783,599,950,034**
Current corporate income tax expense				(151,576,778,257)
Deferred tax expense				18,345,283,288
Net profit after tax				**650,368,455,065**

38. SEGMENT INFORMATION (continued)

The following tables present revenue and profit and certain assets and liability information regarding the Group's business segment:

	Domestic	*Foreign territories*	*Elimination*	*VND* *Total*
As at 30 June 2021				
Segment's assets				
Cash and cash equivalents	1,494,391,521,431	328,905,592,251	-	1,823,297,113,682
Short-term investments	1,239,955,689,130	-	-	1,239,955,689,130
Current accounts receivable	8,906,230,446,340	1,054,858,118,396	(3,741,629,125,320)	6,219,459,439,416
Inventories	2,748,327,500,949	651,810,228,640	(241,358,619,732)	3,158,779,109,857
Other current assets	116,689,711,220	19,149,450,654	-	135,839,161,874
Long-term receivables	1,357,519,116,275	-	(1,222,608,461,768)	134,910,654,507
Fixed assets	2,634,290,378,581	1,288,182,317,976	-	3,922,472,696,557
Investment properties	388,963,627,386	188,914,509,609	-	577,878,136,995
Construction in progress	404,248,687,906	-	-	404,248,687,906
Long-term investments	1,309,753,214,355	101,525,989,249	-	1,411,279,203,604
Other long-term assets				1,442,779,355,731
Total assets				**20,470,899,249,259**
Segment's liabilities				
Short-term trade payables	1,383,432,013,030	229,130,306,995	(1,122,570,003,425)	489,992,316,600
Short-term loans and finance lease obligations	5,744,551,581,460	335,915,933,999	(30,943,399,367)	6,049,524,116,092
Long-term loans and finance lease obligations	3,023,399,464,787	352,524,154,449	(33,690,460,788)	3,342,233,158,448
Unallocated liabilities				2,350,844,648,697
Total liabilities				**12,232,594,239,837**

38. SEGMENT INFORMATION (continued)

The following tables present revenue, expenditure and certain asset information regarding the Group's geographical segments:

	Domestic	*Foreign territories*	*Elimination*	*VND* *Total*
For the year ended 30 June 2020				
Revenue				
Sales to external customers	11,439,218,367,116	1,449,464,234,661	-	12,888,682,601,777
Inter-segment sales	4,607,058,625,066	2,588,267,159,850	(7,195,325,784,916)	-
Net revenue	**15,891,130,396,973**	**4,192,877,989,720**	**(7,195,325,784,916)**	**12,888,682,601,777**
Consolidation income statement				
Segment result				1,450,679,138,934
Unallocated expenses	(732,078,169,939)	(95,574,114,438)	-	(827,652,284,377)
Finance income	862,719,990,024	23,529,726,072	(156,048,050,561)	730,201,665,535
Finance expense	(834,975,860,305)	(168,584,365,695)	149,694,342,024	(853,865,883,976)
Share profit from associates				18,736,282,164
Other loss				(9,600,848,396)
Operating profit				512,359,717,149
Current corporate income tax expense				(136,720,597,833)
Deferred tax expense				(12,719,302,684)
Net profit after tax				**362,919,816,632**

38. SEGMENT INFORMATION (continued)

The following tables present revenue and profit and certain assets and liability information regarding the Group's business segment:

	Domestic	*Foreign territories*	*Elimination*	*VND* *Total*
As at 30 June 2020				
Segment's assets				
Cash and cash equivalents	766,857,430,069	232,763,231,443	-	999,620,661,512
Short-term investments	885,390,515,004	13,894,330,915	-	899,284,845,919
Current accounts receivable	7,123,699,700,430	903,829,489,641	(2,580,370,111,865)	5,447,159,078,206
Inventories	2,087,554,256,134	485,348,738,418	(43,556,337,493)	2,529,346,657,059
Other current assets	140,469,109,784	14,915,763,945	-	155,384,873,729
Long-term receivables	101,806,889,451	-	-	101,806,889,451
Fixed assets				4,179,804,562,879
Investment properties	396,402,966,195	196,034,931,534	-	592,437,897,729
Construction in progress	341,526,808,768	-	-	341,526,808,768
Long-term investments	1,146,703,883,985	98,901,203,915	-	1,245,605,087,900
Other long-term assets				1,463,741,420,760
Total assets				**17,955,718,783,912**
Segment's liabilities				
Short-term trade payables	1,246,372,342,440	535,012,127,366	(1,196,002,709,696)	585,381,760,110
Short-term loans and finance lease obligations	7,309,673,574,901	278,218,706,847	(595,647,000,000)	6,992,245,281,748
Long-term loans and finance lease obligations	1,247,321,341,435	390,882,597,083	(417,134,000,000)	1,221,069,938,518
Unallocated liabilities				1,514,720,443,126
Total liabilities				**10,313,417,423,502**

39. OFF BALANCE SHEET ITEMS

	Ending balance	*Beginning balance*
Goods held on consignment		
- *Sugar finished goods (tonne)*	*29,029*	*30,763*
- *Molasses (tonne)*	*9,520*	*14,675*
- *Raw sugar (tons)*	*8,017*	-
- *Good sugar (tons)*	*3,491*	-
Foreign currencies		
- *LAK*	*131,003,933*	*1,664,336,467*
- *USD*	*3,537,055*	*10,205,815*
- *Bath*	*451*	-
- *EUR*	*250*	*250*
- *INR*	-	*18,140*
- *AUD*	-	*950*
- *GBP*	-	*630*

40. EVENTS AFTER THE BALANCE SHEET DATE

On 1 July 2021, the Board of Directors of the Company approved the Resolution No. 214/2021/NQ-HDQT in accordance with the Resolution of Annual General Shareholders' Meeting No. 01/2019/NQ-DHDCD for the conversion plan of all convertible bonds held by Cape Yeollim Coretrend Global Fund into ordinary shares of the Company. Accordingly, the Company has issued 11,992,748 shares at par value of 10,000 VND/share for the conversion. Subsequently, on the Company also received the 11th amended Enterprise Registration Certificate issued by the Department of Planning and Investment of Tay Ninh Province on 17 August 2021 regarding the increase of the share capital.

On 29 July 2021, the General Shareholders' Meeting approved the Resolution No. 07/2021/NQ-DHDCD to execute the issuance of shares as dividends at the ratio of 5% of the total issued voting shares. Subsequently, the Board of Directors also approved the Resolution No. 243/2021/NQ-HĐQT dated 13 September 2021 to approve the share dividend plan with the expected implementation time in Quarter IV of 2021.

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

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

Nguyen Thuy Trang Preparer	Le Phat Tin Chief Accountant	Nguyen Thanh Ngu General Director

28 September 2021