Thanh Thanh Cong – Bien Hoa Joint Stock Company
(formerly known as Thanh Thanh Cong Tay Ninh Joint Stock Company)

Consolidated financial statements

30 June 2018

Thanh Thanh Cong - Bien Hoa Joint Stock Company
(formerly known as Thanh Thanh Cong Tay Ninh Joint Stock Company)

CONTENTS

GENERAL INFORMATION

THE COMPANY

Thanh Thanh Cong - Bien Hoa Joint Stock Company, formerly known as Thanh Thanh Cong Tay Ninh 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 as amended.

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

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

BOARD OF DIRECTORS

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

Mr Pham Hong Duong	Chairman	
Ms Nguyen Thi Hoa	Permanent Vice Chairman	
Mr Le Van Dinh	Vice Chairman	resigned on 20 November 2017
Ms Dang Huynh Uc My	Member	
Mr Henry Chung	Member	
Ms Nguyen Thuy Van	Member	appointed on 20 November 2017
Mr See Beow Tean	Member	appointed on 20 November 2017

AUDIT FUNCTION UNDER THE BOARD OF DIRECTOR

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

Ms Nguyen Thuy Van	Head of the Board
Mr Henry Chung	Member
Mr See Beow Tean	Member

MANAGEMENT

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

Mr Nguyen Thanh Ngu	General Director	
Ms Tran Que Trang	Permanent Deputy General Director	
Ms Duong Thi To Chau	Deputy General Director	
Mr Nguyen Quoc Viet	Deputy General Director	appointed on 1 July 2017
Mr Tran Quoc Thao	Deputy General Director	appointed on 7 July 2017 resigned on 22 January 2018 appointed on 12 February 2018
Mr Le Quang Hai	Deputy General Director	appointed on 5 December 2017
Mr Truong Thanh	Deputy General Director	appointed on 22 January 2018 resigned on 30 April 2018
Mr Nguyen Anh Vu	Relationship and Investment Director	appointed on 1 August 2018
Mr Le Duc Ton	Factory Director	
	Acting Branch Director	appointed on 22 May 2018
Mr Le Huy Thanh	Agricultural Director cum acting Material Development Director – Zone 1	appointed on 1 July 2017
Ms Truong Thi Kim Phuong	Business Director	appointed on 12 February 2018
Mr Nguyen Trong Hoa	Material Development Director – Zone 3	appointed on 1 July 2017 resigned on 9 May 2018
Mr Tran Huy Hao	Director of Commercial Center TTC Plaza Tay Ninh	appointed on 1 September 2017
Mr Truong Tri Cuong	Management System Director	appointed on 2 May 2018 resigned on 22 August 2018
Ms Doan Vu Uyen Duyen	Finance and Accounting Director	appointed on 5 September 2018
Ms Nguyen Thi Thuy Tien	Finance and Accounting Director	resigned on 31 March 2018
	Branch Deputy Director	appointed on 1 April 2018
Mr Huynh Van Phap	Business Director	
Mr Trang Thanh Truc	Public Relationship Director	
Mr Thai Ba Hoa	Material Director	resigned on 1 July 2017
Mr Nguyen Hung Viet	Management Director	resigned on 26 December 2017
Mr Nguyen Viet Hung	Material Development Director – Zone 2	appointed on 1 July 2017 resigned on 1 September 2017
	Deputy General Director of Material	resigned on 1 July 2017

LEGAL REPRESENTATIVE

The legal representative of the Company during the year and at the date of this report is Mr Pham Hong Duong.

Mr Nguyen Thanh Ngu is authorized by Mr Pham Hong Duong to sign the accompanying consolidated financial statements for the year ended 30 June 2018 in accordance with the Decision No. 31/2017/QD – CT.HDQT dated 31 December 2017.

AUDITORS

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

Thanh Thanh Cong - Bien Hoa Joint Stock Company
(formerly known as Thanh Thanh Cong Tay Ninh Joint Stock Company)

REPORT OF BOARD OF DIRECTORS AND MANAGEMENT

Board of Directors and Management of Thanh Thanh Cong - Bien Hoa Joint Stock Company ("the Company") is pleased to present this report and the consolidated financial statements of the Company and its subsidiaries ("the Group") for the year ended 30 June 2018.

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.

STATEMENT BY BOARD OF DIRECTORS AND MANAGEMENT

Board of Directors and Management hereby state that, in their opinion, the accompanying consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 30 June 2018, and of the consolidated results of its operations and its consolidated cash flows for the year ended 30 June 2018 in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to preparation and presentation of consolidated financial statements.

For and on behalf of Board of Directors and Management:

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

Pham Hong Duong
Chairman

Ho Chi Minh City, Vietnam

25 September 2018

EY
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Reference: 61248763/19833928/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, formerly known as Thanh Thanh Cong Tay Ninh Joint Stock Company ("the Company") and its subsidiaries (collectively referred to as "the Group"), as prepared on 25 September 2018 and set out on pages 6 to 80 which comprise the consolidated balance sheet as at 30 June 2018, 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 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 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.

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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 2018, 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 preparation and presentation of the consolidated financial statements.

Ernst & Young Vietnam Limited

CÔNG TY
TRÁCH NHIỆM HỮU HẠN
ERNST & YOUNG
VIỆT NAM

Le Quang Minh	Vuong Van Minh
Deputy General Director	Auditor
Audit Practicing Registration Certificate	Audit Practicing Registration Certificate
No. 0426-2018-004-1	No. 3446-2015-004-1

Ho Chi Minh City, Vietnam

25 September 2018

Thanh Thanh Cong - Bien Hoa Joint Stock Company (formerly known as Thanh Thanh Cong Tay Ninh Joint Stock Company) B01-DN/HN

CONSOLIDATED BALANCE SHEET
as at 30 June 2018

VND

Code	ASSETS	Notes	Ending balance	Beginning balance (as restated – Note 37)
100	**A. CURRENT ASSETS**		**9,813,282,063,081**	**4,414,791,304,183**
110	***I. Cash and cash equivalents***	***5***	***324,968,354,928***	***202,593,033,644***
111	1. Cash		270,968,354,928	202,593,033,644
112	2. Cash equivalents		54,000,000,000	-
120	***II. Short-term investments***		***614,337,054,432***	***112,385,986,079***
121	1. Held-for-trading securities	6	147,759,126,842	115,587,852,769
122	2. Provision for held-for-trading securities	6	(8,622,072,410)	(3,701,866,690)
123	3. Held-to-maturity investments	7	475,200,000,000	500,000,000
130	***III. Current accounts receivable***		***4,714,794,529,834***	***2,067,763,576,522***
131	1. Short-term trade receivables	8.1	1,585,814,700,457	562,526,221,534
132	2. Short-term advances to suppliers	8.2	2,327,714,818,742	1,161,739,185,942
135	3. Short-term loan receivables	9	215,317,000,000	285,800,000,000
136	4. Other short-term receivables	10	661,365,229,237	97,453,892,875
137	5. Provision for short-term doubtful debts	8, 10	(75,417,218,602)	(39,755,723,829)
140	***IV. Inventories***	***11***	***3,971,722,969,990***	***1,958,094,882,102***
141	1. Inventories		4,009,377,285,392	1,959,735,521,352
149	2. Provision for obsolete inventories		(37,654,315,402)	(1,640,639,250)
150	***V. Other current assets***		***187,459,153,897***	***73,953,825,836***
151	1. Short-term prepaid expenses	12	126,639,033,019	63,048,737,092
152	2. Value added tax deductible		45,214,465,625	1,097,290,925
153	3. Tax and other receivables from the State		15,605,655,253	9,807,797,819

Thanh Thanh Cong - Bien Hoa Joint Stock Company
(formerly known as Thanh Thanh Cong Tay Ninh Joint Stock Company)

B01-DN/HN

CONSOLIDATED BALANCE SHEET (continued)
as at 30 June 2018

VND

Code	*ASSETS*	*Notes*	*Ending balance*	*Beginning balance (as restated – Note 37)*
200	**B. NON-CURRENT ASSETS**		**7,880,275,890,655**	**3,333,549,293,991**
210	***I. Long-term receivables***		***542,698,458,694***	***247,604,257,836***
212	1. Long-term advances to suppliers	8.2	129,111,796,826	87,265,337,933
215	2. Long-term loan receivables		-	200,000,000
216	3. Other long-term receivables	10	413,586,661,868	160,138,919,903
220	***II. Fixed assets***		***4,698,440,525,940***	***1,442,294,352,074***
221	1. Tangible fixed assets	13	4,506,630,843,371	1,223,071,433,345
222	Cost		8,483,696,268,432	3,148,451,311,003
223	Accumulated depreciation		(3,977,065,425,061)	(1,925,379,877,658)
224	2. Finance leases	14	119,133,104,380	62,692,225,631
225	Cost		151,725,361,276	73,767,448,385
226	Accumulated depreciation		(32,592,256,896)	(11,075,222,754)
227	3. Intangible assets	15	72,676,578,189	156,530,693,098
228	Cost		106,932,919,031	172,777,949,697
229	Accumulated amortisation		(34,256,340,842)	(16,247,256,599)
230	***III. Investment properties***	***16***	***181,161,531,163***	***131,118,256,994***
231	1. Cost		205,807,780,825	138,061,019,789
232	2. Accumulated depreciation		(24,646,249,662)	(6,942,762,795)
240	***IV. Long-term asset in progress***		***134,062,023,484***	***78,656,574,346***
242	1. Construction in progress	17	134,062,023,484	78,656,574,346
250	***V. Long-term investments***	***18***	***637,130,825,071***	***1,372,916,355,311***
252	1. Investments in associates	18.1	192,557,122,221	1,372,916,355,311
253	2. Investments in other entities	18.2	445,314,919,184	770,062,384
254	3. Provision for long-term investments		(741,216,334)	(770,062,384)
260	***VI. Other long-term assets***		***1,686,782,526,303***	***60,959,497,430***
261	1. Long-term prepaid expenses	12	1,500,510,998,039	44,416,155,370
262	2. Deferred tax asset	34.3	15,853,707,016	573,205,126
269	3. Goodwill	19	170,417,821,248	15,970,136,934
270	**TOTAL ASSETS**		**17,693,557,953,736**	**7,748,340,598,174**

CONSOLIDATED BALANCE SHEET (continued)
as at 30 June 2018

VND

Code	*RESOURCES*	*Notes*	*Ending balance*	*Beginning balance (as restated – Note 37)*
300	**C. LIABILITIES**		**11,596,198,019,420**	**4,686,930,142,777**
310	***I. Current liabilities***		***8,901,828,418,619***	***3,163,682,467,090***
311	1. Short-term trade payables	20	357,620,227,232	125,823,866,896
312	2. Short-term advances from customers	21	189,075,241,605	90,045,951,574
313	3. Statutory obligations	22	159,302,208,063	11,094,258,042
314	4. Payables to employees		26,482,285,100	8,634,282,071
315	5. Short-term accrued expenses	23	299,200,761,237	54,505,220,916
318	6. Short-term unearned revenues		6,717,903,350	3,466,732,320
319	7. Short-term other payables	24	80,757,931,129	7,293,806,406
320	8. Short-term loans and finance lease obligations	25	7,702,811,475,586	2,849,665,687,097
321	9. Short-term provisions		3,862,913,000	-
322	10. Bonus and welfare fund		75,997,472,317	13,152,661,768
330	***II. Non-current liabilities***		***2,694,369,600,801***	***1,523,247,675,687***
336	1. Long-term unearned revenues		12,946,654,043	15,600,295,440
337	2. Other long-term liabilities	24	6,679,256,280	6,338,567,960
338	3. Long-term loans and finance lease obligations	25	2,581,878,050,298	1,501,308,812,287
341	4. Deferred tax liabilities	34.3	90,300,433,513	-
342	5. Long-term provision		565,206,667	-
343	6. Scientific and technological development fund		2,000,000,000	-

CONSOLIDATED BALANCE SHEET (continued)
as at 30 June 2018

VND

Code	*RESOURCES*	*Notes*	*Ending balance*	*Beginning balance (as restated – Note 37)*
400	**D. OWNERS' EQUITY**		**6,097,359,934,316**	**3,061,410,455,397**
410	***I. Capital***		***6,097,359,934,316***	***3,061,410,455,397***
411	1. Share capital	26.1	5,570,186,730,000	2,531,882,680,000
411a	- *Shares with voting rights*		*5,570,186,730,000*	*2,531,882,680,000*
412	2. Share premium	26.1	6,243,045,915,565	75,894,194,065
414	3. Consolidation reserve	26.1	(5,534,410,411,336)	-
415	4. Treasury shares	26.1	(1,099,985,561,092)	-
417	5. Foreign exchange differences reverse	26.1	(60,609,170,380)	6,812,245,007
418	6. Investment and development fund	26.1	69,863,681,464	39,217,460,174
421	7. Undistributed earnings	26.1	856,496,451,241	395,854,229,859
421a	- *Undistributed earnings up to the end of prior year*		*308,122,494,453*	*111,025,631,641*
421b	- *Profit of current year*		*548,373,956,788*	*284,828,598,218*
429	8. Non-controlling interests	27	52,772,298,854	11,749,646,292
440	**TOTAL LIABILITIES AND OWNERS' EQUITY**		**17,693,557,953,736**	**7,748,340,598,174**

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

Nguyen Thuy Trang
Preparer

Le Phat Tin
Chief Accountant

Nguyen Thanh Ngu
General Director

25 September 2018

CONSOLIDATED INCOME STATEMENT
for the year ended 30 June 2018

VND

Code	*ITEMS*	*Notes*	*Current year*	*Previous year (as restated – Note 37)*
01	**1. Revenues from sale of goods and rendering of services**	**28.1**	**10,325,400,666,889**	**4,502,976,571,901**
02	**2. Deductions**	**28.1**	**(40,705,067,180)**	**(4,593,193,827)**
10	**3. Net revenues from sale of goods and rendering of services**	**28.1**	**10,284,695,599,709**	**4,498,383,378,074**
11	**4. Cost of goods sold and services rendered**	**29**	**(8,958,611,031,521)**	**(3,942,241,645,355)**
20	**5. Gross profit from sale of goods and rendering of services**		**1,326,084,568,188**	**556,141,732,719**
21	**6. Finance income**	**28.2**	**712,478,611,133**	**221,886,524,205**
22	**7. Finance expenses**	**30**	**(806,070,490,610)**	**(280,225,773,821)**
23	*In which: Interest expense*		*(714,074,144,851)*	*(256,785,222,928)*
24	**8. Shares of profit of associates**		**60,942,913,700**	**40,212,488,665**
25	**9. Selling expenses**	**31**	**(317,657,679,907)**	**(87,356,899,046)**
26	**10. General and administrative expenses**	**31**	**(436,326,601,038)**	**(149,592,462,244)**
30	**11. Operating profit**		**539,451,321,466**	**301,065,610,478**
31	**12. Other income**	**33**	**178,470,049,565**	**18,912,677,772**
32	**13. Other expenses**	**33**	**(35,629,630,048)**	**(10,375,487,711)**
40	**14. Other profit**	**33**	**142,840,419,517**	**8,537,190,061**
50	**15. Accounting profit before tax**		**682,291,740,983**	**309,602,800,539**
51	**16. Current corporate income tax expense**	**34.1**	**(149,395,403,503)**	**(22,108,146,430)**
52	**17. Deferred tax income (expense)**	**34.3**	**12,193,387,854**	**(278,190,193)**
60	**18. Net profit after tax**		**545,089,725,334**	**287,216,463,916**
61	**19. Net profit after tax attributable to shareholders of the parent**		**544,871,022,423**	**287,703,220,863**
62	**20. Net profit (loss) after tax attributable to non-controlling interests**		**218,702,911**	**(486,756,947)**
70	**21. Basic earnings per share**	**26.4**	**974**	**939**
71	**22. Diluted earnings per share**	**26.4**	**974**	**939**

M.S.D.N: 3900244... CÔNG TY CỔ PHẦN THÀNH THÀNH CÔNG - BIÊN HÒA - T.C.P - H. TÂN CHÂU - T. TÂY NINH

Nguyen Thuy Trang
Preparer

Le Phat Tin
Chief Accountant

Nguyen Thanh Ngu
General Director

25 September 2018

CONSOLIDATED CASH FLOW STATEMENT
for the year ended 30 June 2018

VND

Code	*ITEMS*	*Notes*	*Current year*	*Previous year (as restated – Note 37)*
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	**Profit before tax**		**682,291,740,983**	**309,602,800,539**
	Adjustments for:			
02	Depreciation and amortisation of fixed assets (including amortization of goodwill)	13, 14, 15, 16, 19	629,119,582,515	199,931,775,661
03	Provisions		59,778,780,260	1,799,007,212
04	Foreign exchange losses arisen from revaluation of monetary accounts denominated in foreign currencies		685,718,668	228,630,602
05	Profit from investing activities		(834,844,728,106)	(248,674,307,088)
06	Interest expense	30	714,074,144,851	256,785,222,928
08	**Operating profit before changes in working capital**		**1,251,105,239,171**	**519,673,129,854**
09	Decrease (increase) in receivables		726,047,615,035	(133,478,152,810)
10	Decrease (increase) in inventories		109,490,373,651	(625,639,249,669)
11	(Decrease) increase in payables		(432,206,135,109)	119,012,667,901
12	Decrease (increase) in prepaid expenses		148,580,746,790	(22,317,933,836)
13	Decrease (increase) in held-for-trading securities		17,637,697	(61,471,251,902)
14	Interest paid		(574,728,514,548)	(253,009,593,869)
15	Corporate income tax paid		(118,970,300,226)	(26,193,402,027)
17	Other cash outflows for operating activities		(23,939,198,356)	(48,617,968,424)
20	**Net cash flows from (used in) operating activities**		**1,085,397,464,105**	**(532,041,754,782)**
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchase and construction of fixed assets		(479,534,685,000)	(183,499,708,180)
22	Proceeds from disposals of fixed assets		79,678,702,438	8,558,550,022
23	Loans to other entities		(682,600,000,000)	(1,248,380,000,000)
24	Collections from borrowers		1,424,125,000,000	1,095,380,000,000
25	Payments for investments in other entities		-	(834,605,279,975)
26	Proceeds from sale of investments in other entities		317,063,186,329	355,792,706,726
27	Interest and dividends received		116,651,561,966	111,174,717,491
30	**Net cash flows from (used in) investing activities**		**775,383,765,733**	**(695,579,013,916)**

CONSOLIDATED CASH FLOW STATEMENT (continued)
for the year ended 30 June 2018

VND

Code	*ITEMS*	*Notes*	*Current year*	*Previous year (as restated – Note 37)*
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
31	Reissuance of treasury shares		-	107,097,422,535
32	Capital redemption	26.1	(1,099,985,561,092)	-
33	Drawdown of borrowings		14,288,029,800,620	5,957,144,296,648
34	Repayment of borrowings		(14,895,977,008,106)	(5,480,015,161,840)
35	Finance lease principal paid		(29,384,431,079)	(9,162,829,080)
36	Dividends paid	26.2	(12,074,600)	(63,122,250)
40	**Net cash flows (used in) from financing activities**		**(1,737,329,274,257)**	**575,000,606,013**
50	**Net increase (decrease) in cash and cash equivalents for the year**		**123,451,955,581**	**(652,620,162,685)**
60	**Cash and cash equivalent at beginning of year**		**202,593,033,644**	**855,375,120,630**
61	Impact of exchange rate fluctuation		(1,076,634,297)	(161,924,301)
70	**Cash and cash equivalents at end of year**	**5**	**324,968,354,928**	**202,593,033,644**

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

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

25 September 2018

1. CORPORATE INFORMATION

Thanh Thanh Cong - Bien Hoa Joint Stock Company, formerly known as Thanh Thanh Cong Tay Ninh 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 as amended.

The Company was 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 registered principal activities of the Company and its subsidiaries ("the Group") 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.

The number of the Group's employees as at 30 June 2018 was 4,217 (30 June 2017: 1,367).

1. CORPORATE INFORMATION (continued)

Corporate structure

As at the balance sheet date, the Group's corporate structure includes 6 direct subsidiaries and 16 indirect subsidiaries, as follows:

Name of subsidiaries	*Head office*	*Business activities*	*Status of operation*	*% holding*	*% voting right*
Direct subsidiaries					
Thanh Thanh Cong Alcohol Trading Production 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	Operating	90.00	90.00
Thanh Thanh Cong Gia Lai Company Limited	Ayunpa District, Gia Lai Province	Manufacturing sugar and other by-products from sugar-cane for sales; manufacturing electricity for sales; manufacturing and trading in fertilizer	Operating	100.00	100.00
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	Operating	100.00	100.00
Gia Lai Thermoelectricity One Member Company Limited	Ayunpa District, Gia Lai Province	Manufacturing, transmitting and distributing electricity	Operating	100.00	100.00
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	Operating	100.00	100.00
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	Operating	100.00	100.00

1. CORPORATE INFORMATION (continued)

Corporate structure (continued)

As at the balance sheet date, the Group's corporate structure includes 6 direct subsidiaries and 16 indirect subsidiaries, as follows: (continued)

Name of subsidiaries	*Head office*	*Business activities*	*Status of operation*	*% holding*	*% voting right*
Indirect subsidiaries					
Bien Hoa – Ninh Hoa Sugar One Member Limited Liability Company	Ninh Hoa District, Khanh Hoa Province	Produce sugar and by-products from sugar cane; trade agricultural materials; produce and trade fertilizer; and provide storage services	Operating	100.00	100.00
Ninh Hoa Thermoelectricity One Member Limited Liability Company	Ninh Hoa District, Khanh Hoa Province	Manufacture and sell electricity; and provide electricity system installation service	Operating	100.00	100.00
Tay Ninh Sugar Joint Stock Company	Tan Chau District, Tay Ninh Province	Plant sugar cane, produce and trade sugar, tapioca and rubber	Operating	99.88	99.88
Nuoc Trong Sugar Joint Stock Company	Tan Chau District, Tay Ninh Province	Producing sugar; planting sugar cane, wheat, rubber trees and agricultural products; processing agriculture products, food and alcoholic beverages; processing, manufacturing and installing food industry machineries; importing and exporting businesses	Operating	81.47	81.53
Nuoc Trong Rubber Joint Stock Company	Tan Chau District, Tay Ninh Province	Production of plastics and synthetic rubber in primary forms; wholesale of agricultural and forestry products of raw materials (from wood, bamboo and cork) and live animals, wholesale of foodstuffs, rubber plantation, production and wholesale of rubber products, machinery	Operating	53.93	53.00
TTC Bien Hoa - Dong Nai Sugar One Member Limited Company	Bien Hoa City, Dong Nai Province	Produce and trade sugar, plant sugar cane, by-products from sugar, producing and trading in fertilizers and agricultural materials; production and sale of electricity; and technical and management consultancy in the sugar industry	Operating	100.00	100.00
NHSS Private Limited Company	Singapore	Trade sugar, other by-products from sugar cane and agriculture products	Operating	100.00	100.00

1. **CORPORATE INFORMATION** (continued)

Corporate structure (continued)

As at the balance sheet date, the Group's corporate structure includes 6 direct subsidiaries and 16 indirect subsidiaries, as follows: (continued)

Name of subsidiaries	*Head office*	*Business activities*	*Status of operation*	*% holding*	*% voting right*
Indirect subsidiaries (continued)					
Bien Hoa – Phan Rang Sugar Joint Stock Company	Phan Rang - Thap Cham City, Ninh Thuan Province	Produce and trade sugar, by-products from sugar, beverage, animal feed and other agriculture products and organic fertilizer	Operating	94.51	91.59
Bien Hoa - Thanh Long One Member Limited Liability Company	Chau Thanh District, Tay Ninh Province	Plant sugar cane; produce and trade fertilizer and agricultural materials	Operating	98.00	98.00
Bien Hoa Import Export Trading Joint Stock Company	Phu Nhuan District, Ho Chi Minh City	Trade sugar and products using sugar as material, foods and beverages	Operating	98.00	98.00
TTC Attapeu Cane Sugar Limited Company	Gia Lai Province	Trade sugar and other by-products from sugar cane	Operating	100.00	100.00
TTC Attapeu Sugar Cane Sole Co., Ltd	Attapeu Province, Laos	Plant sugar cane; produce and trade sugar and other by-products from sugar cane	Operating	100.00	100.00
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	Operating	100.00	100.00
BTCO Co., Ltd	Tan Binh District, Ho Chi Minh City	Trade sugar and products using sugar as material, foods and beverages	Operating	98.00	98.00
Mien Trung Bovine Breeding Joint Stock Company	Ninh Hoa District, Khanh Hoa Province	Breed cows; plant sugar cane and other industrial crops	Operating	91.59	91.59
Kon Tum Import Export Trading One Member Limited Liability Company (*)	Kon Tum City, Kon Tum Province	Trade sugar and products using sugar as material, foods and beverages	Inactive	100.00	100.00

(*) As at balance sheet date, Kon Tum Import Export Trading One Member Limited Liability Company is in the process of dissolution.

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 Standard 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 Company'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 Group'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 2018.

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 interim 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 maturity of less 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 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

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 comprises all directly attributable costs of bringing the land lot to the condition available for its intended use.

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 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 - 30 years
Machineries and equipment	3 - 20 years
Office equipment	3 - 5 years
Computer software	2 - 6 years
Means of transportation	5 - 6 years
Others	4 - 15 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	6 - 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. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

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 is made for any diminution in value of the held-for-trading securities and investments in capital of other entities at the balance sheet date in accordance with the guidance under the Circular No. 228/2009/TT-BTC dated 7 December 2009 and Circular No. 89/2013/TT-BTC dated 28 June 2013 issued by the Ministry of Finance. Increases or decreases to the provision balance are recorded as finance expense 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.

The prepaid land rental represents the unamortised balance of advance payment. 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.

Pre-season overhaul costs are calculated and amortised to production costs based on the actual volume of sugar produced during the year.

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 [amend as appropriate]. 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 on consolidation (i.e. consolidation reserve in the consolidated balance sheet).

When the business combinations involving entities or businesses under common control, the pooling of interest method is applied as follows:

- The assets and liabilities of the combining entities are consolidated at their carrying amounts;
- No new goodwill is recognized as a result of the combination;
- The consolidated income statement reflects the results of the combining 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 and are recorded as expense during the year in which they are incurred.

Borrowing costs are recorded as expense during the year in which they are incurred, except to the extent that they are capitalized as explained in the following paragraph.

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

3.13 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; and
- Transactions resulting in liabilities are recorded at the selling exchange rates of the transaction of commercial banks designated for payment.

At the end of the year, monetary balances denominated in foreign currencies are translated at the actual transaction exchange rate at the balance sheet dates which are determined as follow:

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

All foreign exchange differences incurred during the year and arising from the revaluation of monetary accounts denominated in foreign currency at year-end are taken to the consolidated income statement.

For the purpose of presenting the consolidated financial statements, the assets and liabilities of the Group's foreign subsidiary 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 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, issue or cancellation of the Group's own equity instruments.

3.16 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.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.17 Earnings per share

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

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

3.18 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.

3.19 Taxation

Current income tax

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

Current income tax is charged or credited to the 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.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.19 ***Taxation*** (continued)

Current income tax (continued)

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.

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.

3.20 ***Related parties***

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.21 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. As the Group's revenue and profit are derived mainly from production and trading sugar and sugar related by-products in Vietnam while other sources of revenue are not material as a whole, the management accordingly believed that the Group operates in a sole business segment of production and trading sugar and sugar related by-products. Geographical segment of the Group is in Vietnam only.

4. BUSINESS COMBINATION

(i) Swap shares of TTC Bien Hoa – Dong Nai Sugar Company Limited ("TTC Bien Hoa")

On 6 September 2017, the Company completed the issuance of 303,830,405 new shares to swap the entire shares of TTC Bien Hoa – Dong Nai Sugar Company Limited, formerly known as Bien Hoa Sugar Joint Stock Company ("TTC Bien Hoa") at a ratio of 1:1.02. This increase in share capital was approved by the Planning and Investment Department of Tay Ninh Province through the issuance of the fifth amended BRC dated 18 September 2017. Accordingly, the Company owns 100% interest in this company.

The said transactions were determined to be business combinations under common control because the Company (the acquirer) and TTC Bien Hoa (the acquired entity) are under common control of Thanh Thanh Cong Investment Joint Stock Company. Accordingly, TTC Bien Hoa was consolidated in the Group's consolidated financial statements in accordance with the pooling-of-interest method as presented in Note 3.11. Differences between acquisition costs versus the net carrying values of assets acquired amounting to VND 5,534,410,411,336 was presented as a consolidation reserve in the consolidated balance sheet *(Note 26.1)*.

In addition, this transaction increases the Group's ownership interest in the following entities and as a result, they became subsidiaries of the Company.

	% ownership before the swap	*% ownership after the swap*	*% voting rights*
TTC Attapeu Cane Sugar Limited Company	40.00	100.00	100.00
Tay Ninh Sugar Joint Stock Company	39.23	82.43	82.43
Nuoc Trong Sugar Joint Stock Company	30.53	72.57	81.53
Nuoc Trong Rubber Joint Stock Company	-	43.69	53.00
Thanh Thanh Cong Sugarcane Research and Application Joint Stock Company	62.00	100.00	100.00

4. BUSINESS COMBINATION (continued)

(ii) Purchase of additional shares of Tay Ninh Sugar Joint Stock Company ("Tani Sugar")

On 29 January 2018, the Group completed the purchase of additional 4,993,680 shares of Tani Sugar and thus increased ownership interest in this company to 99.88%. In addition, the purchase also increased the Group's ownership interest in Tani Sugar's subsidiaries, namely Nuoc Trong Sugar Joint Stock Company and Cao Su Rubber Joint Stock Company to 81.47% and 52.94%, respectively. Accordingly, difference between the additional consideration and the carrying value of the interest acquired amounting to VND 3,939,103,024 has been recognised in undistributed earnings of the consolidated balance sheet.

(iii) Purchase of charter capital of Hai Vi Limited Company ("Hai Vi")

On 13 April 2018, the Group completed the purchase of 99% charter capital of Hai Vi amounting to VND 22,196,662,710, increased the Group's ownership interest in this company from 1% to 100% and Hai Vi became the Group's subsidiary as at this date. Accordingly, the Group recognized goodwill amounting to VND 16,556,125,625.

(iv) Purchase of charter capital of BTCO Co., Ltd ("BTCO")

On 23 February 2018, the Group completed the purchase of 98% charter capital of BTCO amounting to VND 9,000,000,000, and BTCO became the Group's subsidiary as at this date. Accordingly, the Group recognized goodwill amounting to VND 772,462,143.

5. CASH AND CASH EQUIVALENTS

		VND
	Ending balance	*Beginning balance*
Cash on hand	3,114,542,175	2,051,075,445
Cash in banks	267,853,812,753	200,541,958,199
Cash equivalents (*)	54,000,000,000	-
TOTAL	**324,968,354,928**	**202,593,033,644**

(*) Cash equivalents represent one-month term deposit at a commercial bank which earn interest at 5% per annum.

Additional information regarding the cash flow statement:

		VND
	Current year	*Previous year*
Significant non-cash transactions that are excluded from the cash flow statement in the future:		
Acquisition of a subsidiary by swapping new issued shares	9,205,455,771,500	-

6. HELD-FOR-TRADING SECURITIES

	Ending balance		*Beginning balance*	
	Share	*Value*	*Share*	*Value*
		VND		*VND*
Listed shares				
- Thanh Thanh Cong Tourist Joint Stock Company ("VNG") *(*)*	6,588,880	99,746,443,455	-	-
- Hoa Binh Group Construction JSC ("HBC")	55,000	2,514,265,753	-	-
- Sai Gon – Nghe Tinh Beer Joint Stock Company("SB1")	1,000	15,022,500	-	-
- Vietnam Dairy Products Joint Stock Company ("VNM")	-	-	217,400	32,072,009,925
- Ho Chi Minh Infrastructure Development Joint Stock Company ("CII")	-	-	421,100	16,296,563,595
- Song Da Urban & Industrial Zone Investment and Development Joint Stock Company("SJS")	-	-	523,650	15,825,065,546
- Asia Commercial Bank ("ACB")	-	-	200,000	5,186,327,840
Other investments		45,483,395,134		46,207,885,863
TOTAL		**147,759,126,842**		**115,587,852,769**
Provision for held-for-trading securities		(8,622,072,410)		(3,701,866,690)
NET		**139,137,054,432**		**111,885,986,079**

(*) 6,588,880 shares of Thanh Thanh Cong Tourist Joint Stock Company were pledged as collateral for short-term loans obtained from Vietnam Prosperity Joint Stock Commercial Bank *(Note 25.1)*.

7. HELD-TO-MATURITY INVESTMENTS

Held-to-maturity investments represent deposits at commercial banks with original terms from 6 to 12 months and earn interest at rates ranging from 4.7% to 6.9% per annum.

Held-to-maturity investments amounting to VND 264,000,000,000 was pledged as collateral for short-term loans obtained from commercial banks *(Note 25.1)*.

8. SHORT-TERM TRADE RECEIVABLES AND ADVANCES TO SUPPLIERS

8.1 Short-term trade receivables

VND

	Ending balance	*Beginning balance*
Due from other parties	685,384,408,853	345,338,250,199
In which:		
- *Nutrition Food Joint Stock Company*	*181,999,954,501*	*5,392,560,600*
- *Suntory PepsiCo Vietnam Beverage Limited Company*	*60,169,642,050*	*63,752,010,000*
- *Others*	*443,214,812,302*	*276,193,679,599*
Due from related parties *(Note 35)*	900,430,291,604	217,187,971,335
TOTAL	**1,585,814,700,457**	**562,526,221,534**
Provision for doubtful receivables	(3,095,617,778)	-
NET	**1,582,719,082,679**	**562,526,221,534**

Short-term trade receivables amounting to VND 1,585,814,700,457 were pledged as collateral 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	-	-
Increase due to business combination	2,652,452,334	-
Provision made during the year	464,197,452	-
Reversal during the year	(21,032,008)	-
Ending balance	3,095,617,778	-

8. SHORT-TERM TRADE RECEIVABLES AND ADVANCES TO SUPPLIERS (continued)

8.2 Advances to suppliers

		VND
	Ending balance	*Beginning balance*
Short-term	**2,327,714,818,742**	**1,161,739,185,942**
Advances to related parties *(Note 35)*	1,735,651,980,265	578,198,519,644
Advances to other parties	592,062,838,477	583,540,666,298
In which:		
- *Farmers (*)*	*482,285,135,924*	*492,196,315,484*
- *Others*	*109,777,702,553*	*91,344,350,814*
Long-term	**129,111,796,826**	**87,265,337,933**
Advances to farmers *(*)*	129,111,796,826	87,265,337,933
TOTAL	**2,456,826,615,568**	**1,249,004,523,875**
Provision for doubtful short-term advances to suppliers	(58,036,481,816)	(29,822,442,780)
NET	**2,398,790,133,752**	**1,219,182,081,095**

(*) Advances to sugar cane farmers are partially secured by the farmers' land use rights and earned interest at rate ranging from 7% to 14% per annum.

Advances to suppliers amounting to VND 142,885,000,000 were pledged as collateral for the short-term loans obtained from commercial banks *(Note 25.1)*.

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

		VND
	Current year	*Previous year*
Beginning balance	29,822,442,780	24,882,892,556
Increase due to business combination	19,760,946,415	-
Provision made during the year	18,109,655,845	9,620,395,279
Reversal during the year	(9,656,563,224)	(4,680,845,055)
Ending balance	58,036,481,816	29,822,442,780

9. SHORT-TERM LOAN RECEIVABLES

		VND
	Ending balance	*Beginning balance*
Due from related parties *(Note 35)*	93,600,000,000	285,800,000,000
Due from other parties *(*)*	121,717,000,000	-
TOTAL	**215,317,000,000**	**285,800,000,000**

(*) These represent the short-term loan receivables with the term of 12 months and earn interest at the rates ranging from 6.0% to 8.5% per annum.

10. OTHER RECEIVABLES

	Ending balance	*VND* Beginning balance
Short-term	**661,365,229,237**	**97,453,892,875**
Receivables from disposal of investment	399,807,803,729	13,349,424,000
Interest receivables	174,714,797,661	50,394,140,217
Deposits	40,207,961,926	1,087,096,000
Staff advances	17,086,945,451	15,427,146,238
Dividend receivables	-	7,288,838,895
Others	29,547,720,470	9,907,247,525
Long-term	**413,586,661,868**	**160,138,919,903**
Deposits	411,429,606,926	147,431,494,903
Receivables from Svayrieng project in Cambodia	-	12,707,425,000
Others	2,157,054,942	-
TOTAL	**1,074,951,891,105**	**257,592,812,778**
Provision for doubtful other short-term receivables	(14,285,119,008)	(9,933,281,049)
NET	**1,060,666,772,097**	**247,659,531,729**
In which:		
Other receivables from other parties	*180,829,112,364*	*154,928,057,701*
Other receivables from related parties (Note 35)	*879,837,659,733*	*92,731,474,028*

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

	Current year	*VND* Previous year
Beginning balance	9,933,281,049	9,835,999,158
Increase due to business combination	132,462,138	-
Provision made during the year	4,756,801,329	1,968,471,294
Reversal during the year	(537,425,508)	(1,871,189,403)
Ending balance	14,285,119,008	9,933,281,049

11. INVENTORIES

VND

	Ending balance		*Beginning balance*	
	Cost	*Provision*	*Cost*	*Provision*
Raw materials	1,094,134,341,626	(956,559,197)	226,442,965,630	-
Finished goods	1,254,207,156,953	(30,190,412,121)	1,623,410,045,466	(350,426,675)
Merchandise goods	1,232,865,151,504	-	64,744,311,694	-
Work in progress	379,478,590,609	-	37,815,300,158	-
Tools and supplies	44,365,292,721	(6,507,344,084)	5,413,700,752	(1,290,212,575)
Goods on consignment	4,326,751,979	-	1,909,197,652	-
TOTAL	**4,009,377,285,392**	**(37,654,315,402)**	**1,959,735,521,352**	**(1,640,639,250)**

Inventories amounting to VND 3,604,222,907,328 were pledged as collateral for the short-term loans obtained from commercial banks *(Note 25)*.

Details of movements of provision for obsolete inventories:

VND

	Current year	*Previous year*
Beginning balance	1,640,639,250	819,491,576
Increase due to business combination	11,315,181,129	-
Provision made during the year	24,698,495,023	821,147,674
Ending balance	37,654,315,402	1,640,639,250

12. PREPAID EXPENSES

VND

	Ending balance	*Beginning balance*
Short-term	**126,639,033,019**	**63,048,737,092**
Fee for development of sugar cane plant area	8,703,551,892	39,628,442,299
Pre-season overhaul costs	81,046,894,341	16,234,914,961
Land rental	19,463,476,655	-
Others	17,425,110,131	7,185,379,832
Long-term	**1,500,510,998,039**	**44,416,155,370**
Plantation area and tree on land *(*)*	1,122,957,137,501	-
Prepaid land rental	313,197,465,446	28,952,284,022
Tools and supplies	45,653,367,511	2,126,710,740
Others	18,703,027,581	13,337,160,608
TOTAL	**1,627,150,031,058**	**107,464,892,462**

(*) Plantation area and tree on land represent land expenses and expenses for developing of sugar cane farm of the Group located at Attapeu Province, Lao People's Democratic Republic and revaluated amount from the fair value's adjustments corresponding to assets of TTC Attapeu Cane Sugar Limited Company, a subsidiary acquired in May 2017 in accordance with Appraisal Letter No. 177/017/CT/TDGSG dated 15 August 2017 *(Note 19)* and be allocated during land rental duration of 44 years.

13. TANGIBLE FIXED ASSETS

VND

	Buildings and structures	*Machinery and equipment*	*Means of transportation*	*Office equipment*	*Other assets*	*Total*
Cost:						
Beginning balance	482,570,872,562	2,541,179,284,521	48,706,683,631	12,814,990,998	63,179,479,291	3,148,451,311,003
Increase due to business combination	1,176,190,654,645	3,360,818,568,501	246,576,789,687	28,211,137,767	12,716,894,686	4,824,514,045,286
New purchase	5,749,506,262	142,121,212,140	9,265,310,725	2,423,107,731	788,489,170	160,347,626,028
Transfer from construction in progress	83,944,593,646	370,606,717,913	4,862,105,628	7,185,449,269	7,557,952,024	474,156,818,480
Write-off	(619,126,497)	(101,274,577,335)	(2,061,863,483)	(1,089,487,066)	-	(105,045,054,381)
Disposal	(472,814,483)	(21,119,204,936)	(14,643,792,746)	(1,002,981,535)	-	(37,238,793,700)
Transfer to investment properties	(7,872,406,813)	-	-	-	-	(7,872,406,813)
Impact from foreign exchange difference	9,454,892,746	14,640,522,318	2,186,501,582	37,620,021	63,185,862	26,382,722,529
Ending balance	1,748,946,172,068	6,306,972,523,122	294,891,735,024	48,579,837,185	84,306,001,033	8,483,696,268,432
In which:						
Fully depreciated	*100,959,652,898*	*377,148,786,292*	*28,694,699,204*	*9,727,065,140*	*58,493,250,530*	*575,023,454,064*
Accumulated depreciation:						
Beginning balance	253,340,065,442	1,583,082,034,461	21,658,460,904	8,433,759,500	58,865,557,351	1,925,379,877,658
Increase due to business combination	335,444,610,868	1,147,369,328,781	96,800,820,752	12,896,065,614	6,282,766,345	1,598,793,592,360
Depreciation for the year	123,186,901,604	430,021,989,570	22,252,248,134	6,615,028,657	1,992,644,267	584,068,812,232
Write-off	(619,126,497)	(101,258,330,544)	(2,061,863,483)	(1,089,487,066)	-	(105,028,807,590)
Disposal	(361,581,413)	(17,281,931,065)	(9,753,209,008)	(342,681,777)	-	(27,739,403,263)
Transfer to investment properties	(2,068,870,568)	-	-	-	-	(2,068,870,568)
Impact from foreign exchange difference	1,328,644,189	1,787,086,220	533,298,708	65,438	11,129,677	3,660,224,232
Ending balance	710,250,643,625	3,043,720,177,423	129,429,756,007	26,512,750,366	67,152,097,640	3,977,065,425,061
Net carrying amount:						
Beginning balance	229,230,807,120	958,097,250,060	27,048,222,727	4,381,231,498	4,313,921,940	1,223,071,433,345
Ending balance	1,038,695,528,443	3,263,252,345,699	165,461,979,017	22,067,086,819	17,153,903,393	4,506,630,843,371
In which:						
Pledged as loan security (Note 25)	*812,583,676,461*	*1,633,350,224,891*	*111,791,703,979*	*1,393,538,202*	*3,533,507,621*	*2,562,652,651,154*

14. FINANCE LEASES

	VND
	Machineries and equipment
Cost:	
Beginning balance	73,767,448,385
Increase due to business combination	77,957,912,891
Ending balance	151,725,361,276
Accumulated depreciation:	
Beginning balance	11,075,222,754
Increase due to business combination	11,697,309,778
Depreciation for the year	9,819,724,364
Ending balance	32,592,256,896
Net carrying amount:	
Beginning balance	62,692,225,631
Ending balance	119,133,104,380

15. INTANGIBLE FIXED ASSETS

VND

	Land use rights	*Computer software*	*Others*	*Total*
Cost:				
Beginning balance	156,965,788,459	15,812,161,238	-	172,777,949,697
Increase due to business combination	44,659,371,037	2,509,271,865	7,806,284,442	54,974,927,344
New purchase	7,410,755,403	6,953,083,227	-	14,363,838,630
Disposal	(134,983,796,640)	(200,000,000)	-	(135,183,796,640)
Ending balance	74,052,118,259	25,074,516,330	7,806,284,442	106,932,919,031
In which:				
Fully amortised	*5,869,907,479*	*5,725,488,081*	-	*11,595,395,560*
Accumulated amortisation:				
Beginning balance	8,886,205,537	7,361,051,062	-	16,247,256,599
Increase due to business combination	11,188,556,202	2,109,448,062	3,251,824,391	16,549,828,655
Amortisation for the year	5,789,479,402	2,722,832,219	241,981,248	8,754,292,869
Disposal	(7,294,258,319)	(778,962)	-	(7,295,037,281)
Ending balance	18,569,982,822	12,192,552,381	3,493,805,639	34,256,340,842
Net carrying amount:				
Beginning balance	148,079,582,922	8,451,110,176	-	156,530,693,098
Ending balance	55,482,135,437	12,881,963,949	4,312,478,803	72,676,578,189
In which:				
Pledged as loan security (Note 25)	*539,725,701*	-	-	*539,725,701*

16. INVESTMENT PROPERTIES

VND

	Buildings and structures	*Land use right*	*Total*
Cost:			
Beginning balance	108,764,596,789	29,296,423,000	138,061,019,789
Increase due to business combination	42,533,352,370	36,372,780,600	78,906,132,970
Transfer from construction in progress	30,824,520,571	10,237,696,182	41,062,216,753
Transfer from tangible fixed assets	7,872,406,813	-	7,872,406,813
Disposal	(42,533,352,370)	(17,560,643,130)	(60,093,995,500)
Ending balance	147,461,524,173	58,346,256,652	205,807,780,825
Accumulated depreciation and amortisation:			
Beginning balance	2,157,412,824	4,785,349,971	6,942,762,795
Increase due to business combination	2,835,556,825	9,570,553,470	12,406,110,295
Depreciation and amortisation for the year	5,934,647,841	1,800,907,827	7,735,555,668
Transfer from tangible fixed assets	2,068,870,568	-	2,068,870,568
Disposal	(3,190,001,428)	(1,317,048,236)	(4,507,049,664)
Ending balance	9,806,486,630	14,839,763,032	24,646,249,662
Net carrying amount:			
Beginning balance	106,607,183,965	24,511,073,029	131,118,256,994
Ending balance	137,655,037,543	43,506,493,620	181,161,531,163
In which:			
Pledged as loan security (Note 25)	*137,655,037,543*	*43,432,963,002*	*181,088,000,545*

The fair values of the investment property as at 30 June 2018 had not yet been formally assessed and determined, but the management believed that it was much higher than the property's carrying values considering that the investment property has been almost fully rented out as at the balance sheet date.

17. CONSTRUCTION IN PROGRESS

VND

	Ending balance	*Beginning balance*
Sugar cane planting area project in Cambodia	39,682,376,555	-
Factories and offices renovation	43,178,950,607	3,271,803,998
Machineries and equipment under installation	13,448,632,163	40,287,428,624
Espace Bourbon Tay Ninh project	-	16,454,088,618
Others	37,752,064,159	18,643,253,106
TOTAL	**134,062,023,484**	**78,656,574,346**

18. LONG-TERM INVESTMENTS

VND

	Ending balance	*Beginning balance*
Investments in associates *(Note 18.1)*	192,557,122,221	1,372,916,355,311
Investments in other entities *(Note 18.2)*	445,314,919,184	770,062,384
TOTAL	**637,872,041,405**	**1,373,686,417,695**
Provision for long-term investments	(741,216,334)	(770,062,384)
NET	**637,130,825,071**	**1,372,916,355,311**

18. LONG-TERM INVESTMENTS (continued)

18.1 Investments in associates

Details of these investments in associates were as follows:

		Ending balance		*Beginning balance*	
Name of associates	*Business activities*	*Carrying amount (VND)*	*% of interest*	*Carrying amount (VND)*	*% of interest*
Tay Ninh Tapioca Joint Stock Company	Manufacturing and trading tapioca starch by-products	125,947,770,609	29.96	-	-
Tapioca Viet Nam Limited Company	Manufacturing and trading tapioca starch and tapioca starch-related products; import and export of products related to tapioca starch such as tapioca starch, sorbitol, malt, semolina, modified starch, vermicelli, noodles and gas production, fuel by sugar tube	29,102,589,437	29.96	-	-
Tan Hoi Industrial Complex Infrastructure Investment Joint Stock Company	Trade real estate and invest in infrastructure and management of industrial zones	7,147,601,379	47.45	-	-
Tay Ninh Chemical Industry Joint Stock Company	Producing starch and products related to starch; producing artificial condensed products, non-alcohol and mineral water, nitrogen compound; installing machinery and industrial equipment	30,359,160,796	19.13	31,270,453,325	20.10
Thanh Thanh Cong Industrial Zone Joint Stock Company *(*)*	Building industrial zone's infrastructure and leasing industrial zone	-	-	210,985,942,196	49.00
TTC Attapeu Cane Sugar Limited Company *(**)*	Producing and trading import-export of sugar; planting sugarcane, rubber tree, oil palm tree, short-term leguminous trees; producing, transmitting and distributing electricity and trading of agricultural machineries and spare-parts	-	-	522,424,985,089	40.00

18. LONG-TERM INVESTMENTS (continued)

18.1 *Investments in associates* (continued)

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

Name of associates	*Business activities*	*Ending balance*		*Beginning balance*	
		Carrying amount (VND)	*% of interest*	*Carrying amount (VND)*	*% of interest*
Ben Tre Import Export Joint Stock Company *(***)*	Producing and trading products from coconut, agricultural products; rendering processing services, tourism services; and investing in financial markets	-	-	410,928,536,143	48.99
Tay Ninh Sugar Joint Stock Company *(**)*	Planting sugarcane; producing and trading sugar and its by-products	-	-	136,237,450,556	39.23
Nuoc Trong Sugar Joint Stock Company *(**)*	Producing sugar; planting sugar cane, wheat, rubber trees and agricultural products; processing agriculture products, food and alcoholic beverages; processing, manufacturing and installing food industry machineries; importing and exporting businesses	-	-	61,068,988,002	30.54
TOTAL		**192,557,122,221**		**1,372,916,355,311**	

(*) During the year, the Group completed the transfer of all its shares in Thanh Thanh Cong Industrial Zone Joint Stock Company ("TTC IZ") to a related party *(Note 35)*.

(**) These investments became investments in subsidiaries as a result of the share swap *(Note 4)*.

(***) During the year, Ben Tre Import Export Joint Stock Company completed the issuance of 108,000,000 shares to swap with all shares in Global Mind Vietnam Company Limited, Coconut Fibre Processing One Member Company Limited and Thanh Thanh Cong Food and Beverage Joint Stock Company. This increase has been approved by The Planning and Development Department of Ben Tre Province through the issuance of the 16th Business Registration Certificate dated 7 December 2017. Accordingly, ownership interest of the Group in Ben Tre Import Export Joint Stock Company decreased to 13.5% and it was no longer the Group's associate.

18. LONG-TERM INVESTMENTS (continued)

18.1 Investments in associates (continued)

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

	VND
Cost of investment:	
Beginning balance	1,394,836,191,375
Increase due to business combination	148,353,976,123
Decrease due to being subsidiaries	(715,761,711,375)
Decrease due to disposal	(245,000,000,000)
Other decreases	(402,495,280,000)
Ending balance	179,933,176,123
Accumulated share in post-acquisition profit (loss) of the associates:	
Beginning balance	(21,919,836,064)
Share in post-acquisition profit of the associates for the year	60,942,913,700
Decrease due to being subsidiaries	(3,969,712,272)
Decrease due to disposal	2,288,867,474
Other decreases	(24,718,286,740)
Ending balance	12,623,946,098
Net carrying amount:	
Beginning balance	1,372,916,355,311
Ending balance	192,557,122,221

18.2 Investments in other entities

Details of the these investments in other entities were as follows:

	Ending balance		*Beginning balance*	
	Cost of investment *(VND)*	*% of interest*	*Cost of investment* *(VND)*	*% of interest*
Ben Tre Import and Export Joint Stock Company	427,213,566,740	13.50	-	-
Son Duong Sugar Joint Stock Company	17,360,136,000	13.08	-	-
Other long-term investments	741,216,444		770,062,384	
TOTAL	**445,314,919,184**		**770,062,384**	
Provision for diminution in value of long-term investment	(741,216,334)		(770,062,384)	
NET	**444,573,702,850**		-	

19. GOODWILL

	VND
Cost:	
Beginning balance	19,357,741,738
Increase due to business combination *(*)*	173,188,881,696
Ending balance	192,546,623,434
Accumulated amortisation:	
Beginning balance	3,387,604,804
Amortization for the year	18,741,197,382
Ending balance	22,128,802,186
Net carrying amount:	
Beginning balance	15,970,136,934
Ending balance	170,417,821,248

(*) Including goodwill arising from the fair value's adjustments corresponding to the assets of TTC Attapeu Cane Sugar Limited Company, a subsidiary acquired in May 2017, in accordance with Appraisal Letter No. 177/017/CT/TDGSG dated 15 August 2017.

20. SHORT-TERM TRADE PAYABLES

VND

	Ending balance	*Beginning balance*
Due to related parties *(Note 35)*	199,985,290,790	72,090,149,385
Due to other parties	157,634,936,442	53,733,717,511
In which:		
- *Farmers*	*42,485,849,679*	*15,190,523,170*
- *Vietnam Dairy Products Joint Stock Company*	*22,663,554,169*	-
- *Others*	*92,485,532,594*	*38,543,194,341*
TOTAL	**357,620,227,232**	**125,823,866,896**

21. SHORT-TERM ADVANCES FROM CUSTOMERS

VND

	Ending balance	*Beginning balance*
Due to related parties *(Note 35)*	121,042,011,694	87,662,305,831
Due to other parties	68,033,229,911	2,383,645,743
In which:		
- *Ms Le Thi Thanh Nhan*	*26,983,548,900*	-
- *Mr Nguyen Thanh Danh*	*26,983,548,900*	-
- *Others*	*14,066,132,111*	*2,383,645,743*
TOTAL	**189,075,241,605**	**90,045,951,574**

22. STATUTORY OBLIGATIONS

VND

	Ending balance	*Beginning balance (as restated – Note 37)*
Corporate income tax	83,240,175,899	3,709,853,844
Land rental fee	36,141,707,100	-
Value-added tax	34,747,743,586	6,509,048,833
Personal income tax	5,049,495,209	740,275,598
Others	123,086,269	135,079,767
TOTAL	**159,302,208,063**	**11,094,258,042**

23. SHORT-TERM ACCRUED EXPENSES

VND

	Ending balance	*Beginning balance*
Interest expense	165,171,897,840	25,826,267,537
Purchase of sugarcane	38,638,413,614	9,680,034,780
Transportation and loading fees	35,369,888,100	3,066,398,571
Foreign contractor tax	18,861,709,054	-
Trade discounts	9,677,773,356	-
Land rental expenses	8,760,400,449	-
Others	22,720,678,824	15,932,520,028
TOTAL	**299,200,761,237**	**54,505,220,916**

24. OTHER PAYABLES

VND

	Ending balance	*Beginning balance*
Short-term	**80,757,931,129**	**7,293,806,406**
Payable to Brightway Group Co., Ltd *(*)*	33,172,706,250	-
Dividends	21,802,006,989	432,034,015
Deposits	8,660,459,786	1,116,657,796
Harvest and transportation payables	10,422,181,225	1,524,007,192
Others	6,700,576,879	4,221,107,403
Long-term		
Deposits	6,679,256,280	6,338,567,960
TOTAL	**87,437,187,409**	**13,632,374,366**
In which:		
Other parties	*86,356,631,196*	*12,432,374,366*
Related parties (Note 35)	*1,080,556,213*	*1,200,000,000*

(*) Payable to Brightway Group Co., Ltd represented advanced amount from Brightway Group Co., Ltd in accordance with Contract dated 16 June 2011 for the transfer of sugar cane planting and sugar production in Cambodia.

25. LOANS

VND

	Beginning balance	*Increase*	*Decrease*	*Impact from foreign exchange difference*	*Ending balance*
Short-term	**2,849,665,687,097**	**19,773,953,352,148**	**(14,925,361,439,185)**	**4,553,875,526**	**7,702,811,475,586**
Loans from banks *(Note 25.1)*	2,606,272,712,011	18,183,073,435,601	(14,367,789,122,772)	3,672,828,026	6,425,229,852,866
Loan from a related party *(Note 35)*	-	300,000,000	-	-	300,000,000
Short-term bonds *(Note 25.2)*	-	538,960,000,000	-	-	538,960,000,000
Current portion of long-term loans from banks *(Note 25.3)*	82,719,804,000	449,966,703,925	(277,631,076,673)	881,047,500	255,936,478,752
Current portion of long-term loan from another entity *(Note 25.4)*	1,720,000,000	1,720,000,000	(1,720,000,000)	-	1,720,000,000
Current portion of long-term loan from a related party	2,386,342,000	-	(2,386,342,000)	-	-
Current portion of long-term bonds *(Note 25.5)*	147,404,000,000	551,896,933,321	(246,450,466,661)	-	452,850,466,660
Current portion of finance leases *(Note 25.6)*	9,162,829,086	48,036,279,301	(29,384,431,079)	-	27,814,677,308
Long-term	**1,501,308,812,287**	**1,865,879,588,937**	**(792,953,170,451)**	**7,642,819,525**	**2,581,878,050,298**
Loans from banks *(Note 25.3)*	297,086,721,220	898,869,238,137	(306,749,041,820)	7,642,819,525	896,849,737,062
Loan from another entity *(Note 25.4)*	2,690,000,000	-	(1,720,000,000)	-	970,000,000
Loan from a related party	4,772,682,000	-	(4,772,682,000)		-
Bonds *(Note 25.5)*	1,162,398,800,000	929,507,666,662	(451,896,933,321)	-	1,640,009,533,341
Long-term finance leases *(Note 25.6)*	34,360,609,067	37,502,684,138	(27,814,513,310)	-	44,048,779,895
TOTAL	**4,350,974,499,384**	**21,639,832,941,085**	**(15,718,314,609,636)**	**12,196,695,051**	**10,284,689,525,884**

25. LOANS (continued)

25.1 *Short-term loans from banks*

Details of the short-term loans from banks are as follows:

Bank	*Ending balance*		*Principal repayment term*	*Description of collateral*
	VND	*Original currency (USD)*		
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Dong Nai Branch	701,032,666,948	-	From 11 July 2018 to 15 February 2019	Machineries funded from the loan and land lot 738 and 748, located at Chau Thanh District, Tay Ninh Province
	98,647,200,000	4,320,000	12 December 2018	
ANZ Bank (Vietnam) Ltd. - Ho Chi Minh City City Branch	334,736,000,000	-	From 15 July 2018 to 25 December 2018	All of receivables, inventories with the carrying value of USD 18,750,000
	110,574,737,302	-	From 9 July 2018 to 19 November 2018	All of receivables, inventories with the carrying value of USD 6,250,000
	97,961,322,693	-	From 2 July 2018 to 26 December 2018	All of receivables, inventories with the carrying value of USD 46,250,000
	62,000,000,000	-	From 7 August 2018 to 27 December 2018	All of receivables and inventories with the carrying value of USD 6,250,000; guarantee letter from TTC Bien Hoa – Dong Nai Sugar One Member Company Limited
Joint Stock Commercial Bank for Investment and Development of Vietnam - Khanh Hoa Branch	445,539,373,764	-	From 15 July 2018 to 21 December 2018	Term deposit at the bank with the value of VND 135,000,000,000 and inventory with carrying value of VND 300,000,000,000
Vietnam Joint Stock Commercial Bank for Industry and Trade – Ho Chi Minh City Branch	374,939,385,914	-	From 1 July 2018 to 28 November 2018	All of receivables, inventories with the carrying value of VND 300,000,000,000 and term deposit at the bank with the value of VND 43,500,000,000

25. LOANS (continued)

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

Details of the short-term loans from banks are as follows: (continued)

Bank	*Ending balance*		*Principal repayment term*	*Description of collateral*
	VND	*Original currency (USD)*		
Joint Stock Commercial Bank for Foreign Trade of Vietnam – North Saigon Branch	348,339,442,735	-	From 16 September 2018 to 27 December 2018	Land use right of land lot 49 at 2 Ward, Tay Ninh City, Tay Ninh Province and associated assets
	14,437,229,931	-	From 31 July 2018 to 21 September 2018	Transportation vehicles and machineries
Vietnam Joint Stock Commercial Bank for Industry and Trade – Gia Lai Branch	350,434,198,180	-	From 25 July 2018 to 21 November 2018	Trade receivables, land use right, assets funded from the loans, rights emerged from trading electricity contract with Central Power Corporation
Vietnam Prosperity Joint-Stock Commercial Bank - Ho Chi Minh City Branch	187,000,000,000	-	From 25 October 2018 to 13 November 2018	Inventories with the carrying value of VND 120,000,000,000; and 7,300,000 shares of Thanh Thanh Cong Tourist Joint Stock Company
	99,078,251,445	-	From 25 October 2018 to 12 November 2018	Inventories with carrying value of VND 110,000,000,000
BPCE IOM Bank – Ho Chi Minh City Brach	92,799,271,734	-	From 4 July 2018 to 22 November 2018	All of receivables, inventories with the carrying value of USD 6,600,000
	43,465,951,540	1,890,646	3 July 2018	
	114,329,195,547	-	From 12 July 2018 to 27 December 2018	Receivables and inventories with carrying value of VND 137,195,034,656
	11,348,093,708	-	From 30 July 2018 to 28 September 2018	Inventories and the transfer of corresponding insurance premiums with minimum value of USD 250,000, receivables and guarantee letter from TTC Bien Hoa – Dong Nai Sugar One Member Company Limited

25. LOANS (continued)

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

Details of the short-term loans from banks are as follows: (continued)

Bank	*Ending balance*		*Principal repayment term*	*Description of collateral*
	VND	*Original currency (USD)*		
Vietnam Technological and Commercial Joint Stock Bank – Ho Chi Minh Branch	259,653,193,092	-	From 29 June 2018 to 26 December 2018	All of receivables, inventories with the carrying value of VND 150,000,000,000
Joint Stock Commercial Bank for Investment and Development of Vietnam - Gia Dinh Branch	245,724,000,000	-	From 4 September 2018 to 25 December 2018	Term deposit at the bank with the value of VND 45,000,000,000
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Khanh Hoa Branch	199,998,216,647	-	From 28 July 2018 to 28 November 2018	Term deposit at the bank with the value of VND 84,000,000,000 and transportation vehicles
Joint Stock Commercial Bank for Investment and Development of Vietnam – Gia Lai Branch	199,500,000,000	-	From 2 July 2018 to 14 December 2018	Inventories with the carrying value of VND 126,000,000,000
Vietnam Prosperity Joint Stock Commercial Bank	186,073,708,198	-	From 19 September 2018 to 27 November 2018	Inventories with the carrying value of VND 200,000,000,000; 6,588,880 shares of Thanh Thanh Cong Tourist Joint Stock Company and 4,849,000 shares of the Company held by Thanh Thanh Cong Investment Joint Stock Company
	50,000,000,000	-	From 5 September 2018 to 16 October 2018	All of inventories with the carrying value of VND 100,000,000,000

25. LOANS (continued)

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

Details of the short-term loans from banks are as follows: (continued)

Bank	*Ending balance*		*Principal repayment term*	*Description of collateral*
	VND	*Original currency (USD)*		
Orient Commercial Joint Stock Bank – Dak Lak Branch	92,571,920,772	-	From 3 July 2018 to 11 December 2018	All of inventories with the carrying value of VND 143,000,000,000
	59,976,375,000	-	From 3 July 2018 to 5 July 2018	Right emerged from investment in advance to farmers with carrying amount of VND 142,885,000,000; inventories with the carrying value of VND 143,000,000,000
HSBC Bank (Vietnam) Ltd – Ho Chi Minh City Branch	133,000,000,000	-	From 30 August 2018 to 30 September 2018	All of receivables, inventories with carrying value of USD 8,000,000; guarantee letters from the Company and Thanh Thanh Cong Investment Joint Stock Company
	17,280,619,709	-	4 September 2018	Receivables with the carrying value of USD 6,000,000
United Oversea Bank Limited - Ho Chi Minh Branch	135,884,234,200	5,910,580	4 July 2018	All of receivables, inventories with the carrying value of USD 6,000,000
Vietnam International Commercial Joint Stock Bank – Dong Nai Branch	128,278,863,300	-	From 12 September 2018 to 19 October 2018	All of receivables, inventories with the carrying value of VND 200,000,000,000
	6,336,292,875	-	19 October 2018	Inventories with carrying value of VND 100,000,000,000
Malayan Banking Berhad, Ho Chi Minh Branch	81,868,309,830	3,561,040	19 December 2018	All of receivables, inventories with the carrying value of USD 8,750,000
	81,680,789,307	-	From 9 July 2018 to 29 December 2018	All of receivables, inventories with the carrying value of USD 2,500,000
	42,914,893,397	-	From 6 July 2018 to 20 July 2018	Receivables with the carrying value of VND 50,000,000,000

25. LOANS (continued)

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

Details of the short-term loans from banks are as follows: (continued)

Bank	*Ending balance*		*Principal repayment term*	*Description of collateral*
	VND	*Original currency (USD)*		
Military Commercial Joint Stock Bank - South Sai Gon Branch	120,336,000,000	-	From 6 August 2018 to 29 December 2018	All of inventories with the carrying value of VND 143,750,000,000
Saigon – Hanoi Commercial Joint Stock Bank - Dong Nai Branch	100,000,000,000	-	19 September 2018	Unsecured
Malayan Banking Berhad, Ha Noi Branch	53,959,331,664	-	From 21 July 2018 to 25 August 2018	Receivables with the carrying value of VND 50,000,000,000
	37,600,000,000	-	From 13 July 2018 to 20 July 2018	Receivables with the carrying value of USD 1,250,000
Vietnam Joint Stock Commercial Bank for Industry and Trade – Tay Ninh Branch	69,932,237,196	-	From 15 October 2018 to 12 November 2018	Land use right under mortgage contracts
	19,344,737,110	-	From 20 July 2018 to 28 November 2018	Fixed assets
Vietnam Maritime Commercial Stock Bank - Ho Chi Minh Branch	63,000,000,000	-	18 July 2018	Unsecured
	21,904,040,171	-	From 3 July 2018 to 5 July 2018	Unsecured

25. LOANS (continued)

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

Details of the short-term loans from banks are as follows: (continued)

Bank	*Ending balance*		*Principal repayment term*	*Description of collateral*
	VND	*Original currency (USD)*		
Laos - Vietnam Joint Venture Bank - Attapeu Branch (*)	61,096,837,766	2,691,183	From 21 April 2016 to 17 August 2017	Hoang Anh Attapeu Hotel which belongs to Hoang Anh Attapeu Agricultural Development Company Limited; inventories, machinery and equipment and 3,441.3 hectre sugarcane planting area
Joint Stock Bank for Investment and Development of Vietnam - Ninh Thuan Branch	60,563,796,679	-	From 12 October 2018 to 31 December 2018	Machinery and equipment
Shinhan Bank Vietnam - Transaction Center	59,911,810,000	-	From 21 November 2018 to 28 November 2018	Unsecured
Bank SinoPac – Ho Chi Minh City Branch	56,577,138,836	-	From 10 September 2018 to 21 October 2018	Unsecured
	9,827,849,098	500,000	From 11 July 2018 to 9 September 2018	Assets funded from the loan and guarantee letter from TTC Bien Hoa - Dong Nai Sugar One Member Limited Company
Ho Chi Minh City Development Joint Stock Commercial Bank – Tay Ninh Branch	52,307,345,290	-	From 21 September 2018 to 30 November 2018	Unsecured
Bao Viet Bank - Khanh Hoa Branch	50,000,000,000	-	From 5 November 2018 to 19 November 2018	Right emerged from the contract No. 1207/2017/HDKT-BHS-NHS

(*) This is an overdue loan of TTC Attapeu Sugar Cane Sole Co., Ltd, a subsidiary acquired in May 2017, and the Group is in the process of negotiating after the change of ownership from acquisition of this company.

25. LOANS (continued)

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

Details of the short-term loans from banks are as follows: (continued)

Bank	*Ending balance*		*Principal repayment term*	*Description of collateral*
	VND	*Original currency (USD)*		
Vietnam Maritime Commercial Stock Bank - Khanh Hoa Branch	49,810,000,000	-	From 12 September 2018 to 29 November 2018	Right emerged from the contract HĐ1207/2017/HĐKT-BHS-NHS
DBS Bank Ltd. – Ho Chi Minh City Branch	41,356,250,000	-	From 3 July 2018 to 8 July 2018	All of receivables, inventories with the carrying value of USD 11,000,000
Vietnam International Commercial Joint Stock Bank – Nha Trang Branch	40,237,338,682	-	From 27 August 2018 to 26 October 2018	Guarantee letter from the Company
Military Commercial Joint Stock Bank - Ho Chi Minh City Branch	32,251,742,587	-	From 6 August 2018 to 29 December 2018	17,696,846 shares of Tay Ninh Sugar Joint Stock Company
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Ninh Thuan Branch	17,809,660,019	-	From 12 September 2018 to 20 November 2018	Transportation vehicles and machinery
TOTAL	**6,425,229,852,866**	**18,873,449**		

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

25. LOANS (continued)

25.2 *Short-term bonds issued*

Details of short-term bonds are as follows:

	Ending balance	*Principal repayment term*	*Interest rate*	*Purpose*
	VND		*%p.a.*	
Issued at par value				
Vietnam Maritime Commercial Joint Stock Bank – Contract No. 139/2018/HĐMTP-TTCBH dated 20 April 2018 *(*)*	450,000,000,000	20 April 2019	10.5	Financing for working capital
Post and Telecommunication Joint Stock Insurance Corporation – Contract No. 1005/2018/SBT-PTI dated 10 May 2018 *(*)*	100,000,000,000	From 10 May 2019 to 15 May 2019	11.0	Financing for working capital
Issuance fee	(11,040,000,000)			
TOTAL	**538,960,000,000**			

(*) Collateral:

- 61,600,900 treasury shares of the Company with the value of VND 1,100,000,000,000 which were frozen at MB Security Joint Stock Company, and the additional collateral assets by cash equivalent to the diluted value of the treasury shares over 15% of daily closing price announced on Ho Chi Minh Stock Exchange; and
- Guarantee Agreement No.139/2018/HĐBL-TTC dated 18 April 2018 and No.147/2018/HĐBL-TTC dated 10 May 2018, in which Thanh Thanh Cong Investment Joint Stock Company unconditionally and irrevocably guaranteed to all obligations of the Company to the bond holders under the Bond Issuance Contract.

25. LOANS (continued)

25.3 *Long-term loans from banks*

Details of the long-term loans from banks are as follows:

Bank	*Ending balance*		*Principal repayment term*	*Description of collateral*
	VND	*Original currency (USD)*		
Joint Stock Commercial Bank for Investment and Development of Vietnam - Binh Dinh Branch	501,476,096,069	22,172,235	From 28 September 2018 to 21 April 2023	All the construction works and equipment of sugar plant and thermoelectric plant funded from the loan
Vietnam Joint Stock Commercial Bank for Industry and Trade – Gia Lai Branch	167,312,964,268	-	From 1 July 2018 to 14 February 2022	Trade receivables, land use right, assets funded from the loans, rights emerged from trading electricity contract with Central Power Corporation
	95,510,596,000	-	From 1 July 2018 to 1 October 2022	Fixed assets funded from the loan
	17,225,306,616	-	From 29 September 2018 to 29 March 2022	Machinery funded from the loan
Military Commercial Joint Stock Bank - South Sai Gon Branch	90,166,215,344	-	From 25 August 2018 to 17 November 2022	Machinery funded from the loan
Orient Commercial Joint Stock Bank – Dak Lak Branch	63,335,000,000	-	From 26 September 2018 to 26 March 2023	Land used right of land lot 3106, located at Tan Kim Commune, Can Giuoc District, Long An Province and associated assets funded from loan
	39,916,000,000	-	From 23 September 2018 to 23 December 2021	Machinery funded from the loan
	11,388,722,452	-	From 8 July 2018 to 8 January 2022	Machinery funded from the loan

25. LOANS (continued)

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

Details of the long-term loans from banks are as follows: (continued)

Bank	*Ending balance*		*Principal repayment term*	*Description of collateral*
	VND	*Original currency (USD)*		
Joint Stock Commercial Bank for Foreign Trade of Vietnam – North Saigon Branch	64,053,478,042	-	From 31 December 2018 to 30 December 2024	Thermo-power plant project
Vietnam Joint Stock Commercial Bank for Industry and Trade – Tay Ninh Branch	48,257,000,000	-	From 30 June 2018 to 21 May 2021	Land use right of land lot located at Thach Tay, Tan Bien, Tay Ninh and machinery funded from the loan
	4,480,000,000	-	From 10 August 2018 to 10 May 2023	Investment properties
	2,662,000,000	-	From 15 July 2018 to 17 February 2020	Machinery funded from the loan
Vietnam Bank for Agriculture and Rural Development – Gia Lai Branch	18,100,978,711	-	From 26 June 2019 to 15 February 2022	Machinery funded from the loan
Vietnam Development Bank - Tay Ninh Branch	7,818,908,149	-	From 15 October 2018 to 15 April 2020	Unsecured
	3,217,056,600	-	From 14 October 2018 to 14 April 2020	Unsecured
Vietnam Joint Stock Commercial Bank for Industry and Trade – Ho Chi Minh City Branch	6,795,180,000	-	From 27 September 2018 to 12 December 2019	Machinery funded from the loan

25. LOANS (continued)

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

Details of the long-term loans from banks are as follows: (continued)

Bank	*Ending balance*		*Principal repayment term*	*Description of collateral*
	VND	*Original currency (USD)*		
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Dong Nai Branch	6,297,994,012	-	From 5 September 2018 to 9 September 2020	Machinery funded from the loan
Joint Stock Commercial Bank for Investment and Development of Vietnam - Ninh Thuan Branch	4,772,719,551	-	From 30 September 2018 to 9 October 2022	Building and structure, machinery and equipment funded from the loan
TOTAL	**1,152,786,215,814**	**22,172,235**		
In which:				
Current-portion	*255,936,478,752*	*3,500,000*		
Non-current portion	*896,849,737,062*	*18,672,235*		

The Group obtained long-term loans from banks at the market interest rate for the purpose of purchase and construction of fixed assets.

25.4 *Long-term loan from another entity*

Details of the long-term loan from another entity is as follows:

Lender	*Ending balance*	*Principal repayment term*	*Description of collateral*
	VND		
Vietnam Environment Protection Fund	2,690,000,000	From 25 September 2018 to 25 December 2019	Guarantee letter from Vietnam Joint Stock Commercial Bank for Industry and Trade
In which:			
Current portion	*1,720,000,000*		
Non-current portion	*970,000,000*		

The Group obtained long-term loan from another entity at interest rate of 5.40% per annum for the purpose of purchase and construction of fixed assets.

25. LOANS (continued)

25.5 *Long-term bonds issued*

Details of bonds are as follows:

	Ending balance *VND*	*Principal repayment term*	*Purpose*
Issued at par value			
Tien Phong Commercial Joint Stock Bank – Ho Chi Minh Transaction Center *(*)*	450,000,000,000	From 30 May 2019 to 30 May 2021	Loan restructuring and financing for working capital
Vietnam International Commercial Joint Stock Bank – Dong Nai Branch *(*)*	300,000,000,000	From 30 May 2019 to 30 May 2021	Loan restructuring and financing for working capital
Orient Commercial Joint Stock Bank – Ho Chi Minh Branch *(**)*	300,000,000,000	From 27 May 2019 to 27 May 2021	Loan restructuring and financing for working capital
Joint Stock Commercial Bank for Investment and Development of Vietnam - Ha Noi Branch *(***)*	425,600,000,000	From 23 June 2019 to 23 June 2023	Investing in project to develop sugar industrial zone and material plating area located at Attapeu Province, The Lao People's Democratic Republic through the acquisition of shares in TTC Attapeu
Joint Stock Commercial Bank for Investment and Development of Vietnam - Binh Dinh Branch *(***)*	338,400,000,000	From 23 June 2019 to 23 December 2023	
Bao Viet Joint Stock Commercial Bank – Transaction Center *(***)*	300,000,000,000	From 23 June 2019 to 23 December 2023	
Issuance fee	(21,139,999,999)		
	2,092,860,000,001		
In which:			
Current portion	*452,850,466,660*		
Non-current portion	*1,640,009,533,341*		

25. LOANS (continued)

25.5 *Bonds issued* (continued)

Details of bonds are as follows: (continued)

(*) *Interest rate*

These bonds bear an interest rate of 8.5% for the first year and the average of interest rate of individual saving deposit in VND with the term of twelve (12) months announced by four (4) commercial banks including Tien Phong Commercial Joint Stock Bank, Vietnam International Commercial Joint Stock Bank, Joint Stock Bank for Foreign Trade of Vietnam and Vietnam Joint Stock Commercial Bank for Industry and Trade plus margin 2.6% per annum for subsequent periods.

Collateral

Land use right of land lot 97 located at Tan Hung Commune, Tan Chau District, Tay Ninh Province and associated assets owned by the Group, machinery and equipment and 51% capital contribution by the Company in Thanh Thanh Cong Gia Lai Co., Ltd..

(**) *Interest rate*

These bonds bear an interest rate of 8.5% for the first year and the average of interest rate of individual saving deposit in VND with the term of twelve (12) months announced by four (4) commercial banks including: Orient Commercial Joint Stock Bank, Bank for Investment and Development of Vietnam, Vietnam Joint Stock Commercial Bank For Industry And Trade and Joint Stock Commercial Bank For Foreign Trade Of Vietnam plus margin 2.75% per annum for subsequent periods.

Collateral

- All buildings, equipment and machinery within Bien Hoa - Tri An Sugar Factory located at land lot No.9, Hamlet 1, Tri An Commune, Vinh Cuu District, Dong Nai Province which belongs to TTC Bien Hoa – Dong Nai Sugar One Member Company Limited.
- Real estate located in land lot 329, Thanh Binh Ward, Bien Hoa City, Dong Nai which belongs to TTC Bien Hoa – Dong Nai Sugar One Member Company Limited; and
- Capital contributed by the Group to Bien Hoa - Ninh Hoa Sugar One Member Company Limited.

25. LOANS (continued)

25.5 ***Bonds issued*** (continued)

Details of bonds are as follows: (continued)

(***) Interest rate

These bonds bear an interest rate defined by Joint Stock Commercial Bank for Investment and Development of Vietnam - Gia Dinh Branch on issued date for the first period or the seventh (7th) working date prior to the beginning day of each period for subsequent periods; and of the average of interest rate of individual saving deposit in VND with the term of twelve (12) months announced by Joint Stock Commercial Bank for Investment and Development of Vietnam - Ho Chi Minh City Branch, Joint Stock Commercial Bank for Foreign Trade of Vietnam – Ho Chi Minh City Branch, Vietnam Bank for Agriculture and Rural Development - Ho Chi Minh City Branch and Vietnam Joint Stock Commercial Bank for Industry and Trade - Ho Chi Minh City Branch plus (+) margin 3.2% per annum.

Collateral

- Land lease right under Contract No. 8011/TNM dated 19 November 2012 between TTC Attapeu Sugar Cane Sole Co., Ltd, formerly known as Hoang Anh Attapeu Cane Sugar Limited Company, ("TTC Attapeu Laos") and The Lao People's Democratic Republic for 51 hectre land area located at Phu Vong District, Attapeu Province, The Lao People's Democratic Republic and associated assets, real estates and all rights and obligations emerging from those assets owned by TTC Attapeu Laos; and ownership and entitlement to indemnity for incidents arising under insurance policies for those assets;
- Land lease right under Contract dated 26 December 2013 between TTC Attapeu Laos and The Lao People's Democratic Republic for 2,723.9 hectare land area located at Attapeu Province, The Lao People's Democratic Republic and associated assets, real estates and all rights and obligations emerging from those assets owned by TTC Attapeu Laos; 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 contribution by the Company and TTC Bien Hoa – Dong Nai Sugar One Member Company Limited in TTC Attapeu.

25. LOANS (continued)

25.6 *Finance leases*

The Group currently has leased machinery 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 30 June 2018 were as follows:

VND

	Ending balance			*Beginning balance*		
	Total minimum lease payments	*Finance charges*	*Lease liabilities*	*Total minimum lease payments*	*Finance charges*	*Lease liabilities*
Current liabilities						
Less than 1 year	33,160,559,659	5,345,882,351	27,814,677,308	12,752,367,380	3,589,538,294	9,162,829,086
Non-current liabilities						
From 1 - 5 years	36,539,369,027	3,793,014,490	32,746,354,537	40,380,015,099	6,019,406,032	34,360,609,067
More than 5 years	11,838,594,626	536,169,268	11,302,425,358	-	-	-
TOTAL	**81,538,523,312**	**9,675,066,109**	**71,863,457,203**	**53,132,382,479**	**9,608,944,326**	**43,523,438,153**

26. OWNERS' EQUITY

26.1 Increase and decrease in owners' equity

VND

	Issued share capital	*Share premium*	*Consolidation reserve*	*Treasury shares*	*Foreign exchange difference reserve*	*Investment and development fund*	*Undistributed earnings*	*Total*
Previous year *(as restated – Note 37)*								
Beginning balance	1,947,610,330,000	155,174,403,823	-	(40,306,862,293)	(2,165,210,735)	243,709,260,201	386,137,417,421	2,690,159,338,417
Increase in capital	584,272,350,000	(146,070,770,000)	-	-	-	(233,713,240,000)	(204,488,340,000)	-
Reissuance of treasury shares	-	66,790,560,242	-	40,306,862,293	-	-	-	107,097,422,535
Net profit for the year *(as restated – Note 37)*	-	-	-	-	-	-	287,703,220,863	287,703,220,863
Foreign exchange differences arisen from conversion of financial statements to VND	-	-	-	-	8,977,455,742	-	-	8,977,455,742
Profit appropriation	-	-	-	-	-	29,221,439,973	(29,221,439,973)	-
Transfer to bonus and welfare fund	-	-	-	-	-	-	(44,276,628,452)	(44,276,628,452)
Ending balance	2,531,882,680,000	75,894,194,065	-	-	6,812,245,007	39,217,460,174	395,854,229,859	3,049,660,809,105

26. OWNERS' EQUITY (continued)

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

VND

	Issued share capital	*Share premium*	*Consolidation reserve*	*Treasury shares*	*Foreign exchange difference reserve*	*Investment and development fund*	*Undistributed earnings*	*Total*
Current year								
Beginning balance *(as restated)*	2,531,882,680,000	75,894,194,065	-	-	6,812,245,007	39,217,460,174	395,854,229,859	3,049,660,809,105
Increase in capital *(*)*	3,038,304,050,000	6,167,151,721,500	-	-	-	-	-	9,205,455,771,500
Purchase of treasury share *(**)*	-	-	-	(1,099,985,561,092)	-	-	-	(1,099,985,561,092)
Business combination under common control	-	-	(5,534,410,411,336)	-	-	-	-	(5,534,410,411,336)
Business combination	-	-	-	-	(60,507,070,429)	-	-	(60,507,070,429)
Purchase of non-controlling interest	-	-	-	-	-	-	3,352,107,031	3,352,107,031
Net profit for the year	-	-	-	-	-	-	544,871,022,423	544,871,022,423
Foreign exchange differences arisen from conversion of financial statements to VND	-	-	-	-	(6,914,344,958)	-	-	(6,914,344,958)
Profit appropriation	-	-	-	-	-	30,646,221,290	(30,646,221,290)	-
Transfer to bonus and welfare fund	-	-	-	-	-	-	(56,812,886,676)	(56,812,886,676)
Others	-	-	-	-	-	-	(121,800,106)	(121,800,106)
Ending balance	5,570,186,730,000	6,243,045,915,565	(5,534,410,411,336)	(1,099,985,561,092)	(60,609,170,380)	69,863,681,464	856,496,451,241	6,044,587,635,462

26. OWNERS' EQUITY (continued)

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

(*) On 6 September 2017, the Company completed the issuance of 303,830,405 new shares to swap the entire shares of Bien Hoa Sugar Joint Stock Corporation at a ratio of 1:1.02 in accordance to Resolution No. 01/2017/NQ-DHDCD dated 25 May 2017. This increase in share capital was approved by the Planning and Investment Department of Tay Ninh Province through the issuance of the fifth amended BRC dated 18 September 2017.

(**) On 18 May 2018, the Company completed the purchase of 61,600,900 shares as treasury shares in accordance to Resolution No. 02/2017/NQ-DHCD dated 20 November 2017. All treasury shares were pledged as collateral for short-term bonds obtained from financial organizations *(Note 25.2)*.

26.2 *Capital transactions with owners and distribution of dividends*

VND

	Ending balance	*Beginning balance*
Issued contributed share capital		
Beginning balance	2,531,882,680,000	1,947,610,330,000
Increase during the year	3,038,304,050,000	584,272,350,000
Ending balance	**5,570,186,730,000**	**2,531,882,680,000**
Dividends declared	-	-
Dividends paid	*(12,074,600)*	*(63,122,250)*

26.3 *Shares*

	Number of shares	
	Ending balance (shares)	*Beginning balance (shares)*
Authorised shares	557,018,673	253,188,268
Shares issued and fully paid		
Ordinary shares	*557,018,673*	*253,188,268*
Treasury shares		
Ordinary shares	*(61,600,900)*	-
Shares in circulation		
Ordinary shares	*495,417,773*	*253,188,268*

26. OWNERS' EQUITY (continued)

26.4 Earnings per share

	Current year	*Previous year (as restated)*
Net profit for the year attributable to the Company's shareholders *(VND)*	544,871,022,423	287,703,220,863
Appropriation to bonus and welfare fund *(*)*	(65,384,522,691)	(50,153,685,934)
Net profit attributable to ordinary holders of the Company's shareholders adjusted for appropriation to bonus and welfare fund	**479,486,499,732**	**237,549,534,929**
Weighted average number of ordinary shares in circulation *(shares)*	491,805,718	252,898,723
Basic and diluted earnings per share *(VND/share)*	**974**	**939**

(*) Net profit used to compute earnings per share for the year ended 30 June 2017 was restated following the actual distribution to Bonus and welfare funds from 2016 retained earnings as approved in the Resolution of Annual Shareholders Meeting No. 02/2017/NQ-DHDCD dated 20 November 2017.

Bonus and welfare fund for current year is intended to be accrued in accordance with the Resolution of Annual Shareholders Meeting No. 02/2017/NQ-DHDCD dated 20 November 2017.

There have been no dilutive potential ordinary shares during the year and up to the date of these consolidated financial statements.

27. NON-CONTROLLING INTERESTS

	VND
Beginning balance	11,749,646,292
Increase due to business combination	103,382,120,397
Change of ownership interest	(62,578,170,746)
Net profit for the year	218,702,911
Ending balance	**52,772,298,854**

28. REVENUES

28.1 Revenues from sale of goods and rendering of services

VND

	Current year	*Previous year*
Gross revenue	**10,325,400,666,889**	**4,502,976,571,901**
Of which:		
Sales of sugar	*9,085,503,491,590*	*3,890,626,622,497*
Sales of molasses	*348,022,122,396*	*186,801,226,683*
Sales of products from rubber	*294,315,456,434*	-
Sales of fertilizer	*227,851,686,505*	*123,099,383,747*
Sales of electricity	*166,760,012,512*	*105,973,587,594*
Other	*202,947,897,452*	*196,475,751,380*
Less	**(40,705,067,180)**	**(4,593,193,827)**
Sale returns	*(19,232,917,599)*	*(2,489,839,720)*
Trade discounts	*(21,472,149,581)*	*(2,103,354,107)*
Net revenues	**10,284,695,599,709**	**4,498,383,378,074**
Of which:		
Sales of sugar	*9,044,825,709,704*	*3,886,484,285,563*
Sales of molasses	*348,022,122,396*	*186,644,635,254*
Sales of products from rubber	*294,315,456,434*	-
Sales of fertilizer	*227,851,686,505*	*123,006,968,301*
Sales of electricity	*166,760,012,512*	*105,973,587,594*
Other	*202,920,612,158*	*196,273,901,362*
Of which:		
Sales to other parties	*7,016,994,966,593*	*2,490,584,444,530*
Sales to related parties	*3,267,700,633,116*	*2,007,798,933,544*

28.2 Finance income

VND

	Current year	*Previous year*
Interest income	280,009,634,773	134,299,173,133
Gains from disposal of investments	409,954,101,307	70,255,215,430
Dividends income	9,170,878,382	10,573,166,005
Foreign exchange gains	12,585,607,774	6,750,235,844
Others	758,388,897	8,733,793
TOTAL	**712,478,611,133**	**221,886,524,205**

28.3 Revenue and expense relating to investment properties

VND

	Current year	*Previous year*
Rental income from investment properties	37,154,555,649	6,402,180,435
Direct operating expenses of investment properties that generated rental income during the year	23,523,595,050	2,567,486,404

29. COST OF GOODS SOLD AND SERVICES RENDERED

VND

	Current year	*Previous year (as restated – Note 37)*
Cost of sugar	7,797,489,394,872	3,376,648,406,411
Cost of molasses	335,169,533,346	170,970,100,490
Cost of products from rubber	287,185,193,804	-
Cost of fertilizer	211,588,640,546	109,800,763,623
Cost of electricity	150,457,452,182	122,543,063,779
Others	176,720,816,771	162,279,311,052
TOTAL	**8,958,611,031,521**	**3,942,241,645,355**

30. FINANCE EXPENSES

VND

	Current year	*Previous year*
Interest expense	714,074,144,851	256,785,222,928
Payment discount and interest from advances	42,862,204,238	15,853,168,345
Foreign exchange losses	13,551,277,323	3,366,986,196
Provision for diminution in investments	8,851,076,348	1,575,408,894
Loss from disposal of investments	2,585,105,125	-
Others	24,146,682,725	2,644,987,458
TOTAL	**806,070,490,610**	**280,225,773,821**

31. SELLING EXPENSES AND GENERAL AND ADMINISTRATIVE EXPENSES

VND

	Current year	*Previous year*
Selling expenses		
Expenses for external services	198,132,705,287	69,132,772,991
Labour cost	83,458,331,575	9,416,545,804
Depreciation and amortisation	6,957,515,143	3,601,885,953
Others	29,109,127,902	5,205,694,298
	317,657,679,907	87,356,899,046
General and administrative expenses		
Labour costs	203,577,651,635	66,041,843,774
Expenses for external services	84,588,920,252	32,270,873,968
Provision	24,010,306,175	10,366,048,860
Depreciation and amortisation	44,658,105,543	9,114,777,992
Other expenses	79,491,617,433	31,798,917,650
	436,326,601,038	149,592,462,244
TOTAL	**753,984,280,945**	**236,949,361,290**

32. PRODUCTION AND OPERATING COSTS

VND

	Current year	*Previous year (as restated)*
Raw materials and merchandise goods	11,419,140,594,444	3,577,405,836,747
Labour costs	511,493,083,747	185,133,103,558
Depreciation and amortisation	408,466,666,779	199,092,198,747
Expenses for external services	416,939,446,839	136,469,477,678
Other expenses	260,173,081,245	81,090,389,915
TOTAL	**13,016,212,873,054**	**4,179,191,006,645**

33. OTHER INCOME AND EXPENSES

VND

	Current year	*Previous year*
Other income		
Gains from disposal of fixed assets	136,006,351,296	-
Income from leasing activities	19,640,784,393	12,239,830,084
Penalties received	6,403,272,751	-
Others	16,419,641,125	6,672,847,688
	178,470,049,565	18,912,677,772
Other expenses		
Cost of leasing activities	16,191,791,399	6,945,875,450
Penalties	7,356,155,704	-
Others	12,081,682,945	3,429,612,261
	35,629,630,048	10,375,487,711
OTHER PROFIT	**142,840,419,517**	**8,537,190,061**

34. 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 business 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.

34.1 CIT expense

VND

	Current year	*Previous year (as restated – Note 37)*
Current CIT expense	149,157,040,507	21,676,778,668
Adjustment for under accrual of tax from prior years	238,362,996	431,367,762
Deferred tax (income) expenses	(12,193,387,854)	278,190,193
TOTAL	**137,202,015,649**	**22,386,336,623**

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

VND

	Current year	*Previous year (as restated – Note 37*
Accounting profit before tax	**682,291,740,983**	**309,602,800,539**
At CIT rates applied to the Group	117,715,087,206	49,046,625,398
Adjustments:		
Consolidation adjustments	45,580,032,425	-
Non-deductible expenses	4,334,477,178	458,617,574
Amortisation of goodwill	3,748,239,476	387,154,835
Adjustment for under accrual of tax from prior years	238,362,996	431,367,762
Change of gains of change in ownership interest of investments	(457,773,495)	5,597,015,335
Dividends income	(2,193,178,244)	(1,057,316,600)
Change of provisions for long-term investments	-	(283,260,313)
Share of profit in associates	(12,188,582,740)	(8,042,497,734)
Tax exemption	(19,574,649,153)	(24,151,369,634)
CIT expense	**137,202,015,649**	**22,386,336,623**

34. CORPORATE INCOME TAX (continued)

34.2 Current CIT

The current tax payable is based on taxable profit for the current year. The taxable profit 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.

34.3 Deferred tax

The following is the deferred tax asset recognized 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				
Increase due to business combination	5,603,621,099	-	-	-
Change in provision for obsolete inventories	2,967,049,423	-	2,967,049,423	-
Unrealised profits	6,028,931,545	573,205,126	5,455,726,419	(278,190,193)
Change in short-term accrued expenses	1,254,104,949	-	1,254,104,949	-
TOTAL	**15,853,707,016**	**573,205,126**		
Deferred tax liabilities				
Increase due to business combination	92,816,940,576	-	-	-
Change of fair value of net assets after business combination	(3,763,546,916)	-	3,763,546,916	-
Change of provisions for long-term investments	1,247,039,853	-	(1,247,039,853)	-
TOTAL	**90,300,433,513**	-		
Deferred tax income (expenses)			***12,193,387,854***	***(278,190,193)***

35. TRANSACTIONS WITH RELATED PARTIES

Significant transactions with related parties during the current and previous year were as follows:

VND

Related parties	*Relationship*	*Transactions*	*Current year*	*Previous year*
Toan Hai Van Joint Stock Company	Related party	Sales of TTC IZ shares	612,500,000,000	-
Thanh Thanh Cong Investment Joint Stock Company	Related party	Sale of goods	737,988,286,679	405,214,745,730
		Purchase of goods	434,192,717,781	1,891,192,768
		Interest income	80,687,421,034	12,807,296,002
		Interest expenses	31,767,523,040	10,454,818,345
		Purchase of services	21,988,040,858	11,294,834,190
		Lending	10,000,000,000	163,800,000,000
		Purchase of assets	1,357,067,442	-
Thanh Thanh Cong Trading Joint Stock Company	Related party	Sale of goods	676,995,736,402	50,823,320,505
		Purchase of goods	342,903,784,690	110,199,000,000
		Purchase of services	47,301,031,396	38,564,027,640
		Interest income	40,385,168,252	35,123,804,391
		Interest expenses	7,006,367,132	5,398,350,000
		Service rendered	590,758,911	229,090,911
		Purchase of materials	74,102,000	15,410,000,000
		Lending	-	840,880,000,000
Ben Tre Import Export Joint Stock Company	Related party	Purchase of goods	347,544,709,951	97,747,086,880
		Sale of goods	101,240,877,882	35,214,778,071
		Purchase of materials	68,843,602,504	68,742,132,077
		Interest income	6,820,199,411	16,618,645,409
		Interest expenses	690,662,737	-
Global Mind Commodities Trading Pte, Ltd	Related party	Purchase of materials	965,136,534,786	970,532,804,268
		Sale of goods	874,442,563,960	576,614,234,980
		Advances for purchase of goods	211,157,419,200	207,967,005,792
		Interest income	1,353,035,864	-
		Interest expenses	698,813,800	-
		Purchase of services	-	1,603,249,737

35. TRANSACTIONS WITH RELATED PATIES (continued)

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

VND

Related parties	*Relationship*	*Transactions*	*Current year*	*Previous year*
Svayrieng Sugar and Cane Company Limited	Related party	Purchase of materials	81,019,607,504	114,044,021,914
		Sale of goods	24,266,789,000	20,332,350,522
		Service rendered	1,324,946,200	-
		Profit shared	-	7,288,838,895
		Interest income	-	45,424,928
Son Tin Commodities Exchange Joint Stock Company	Related party	Sale of goods	546,976,996,273	21,085,714,287
		Purchase of goods	91,744,315,250	48,710,142,857
		Interest income	59,834,240,939	26,867,460,188
		Interest expenses	6,163,940,669	-
		Lending	-	109,000,000,000
		Purchase of materials	-	149,472,871,475
Dang Huynh Industrial Zones Exploitation and Management Joint Stock Company	Related party	Sale of fixed assets	255,498,447,101	-
		Sale of goods	195,185,809,524	-
		Purchase of services	1,471,655,031	1,008,785,960
		Service rendered	136,363,636	-
Tam Binh An Manufacturing Trading Joint Stock Company	Related party	Purchase of goods	363,490,909,091	-
		Sale of goods	140,170,000,000	-
		Payment on behalf	4,071,756,165	-
Loc Tho Joint Stock Company	Related party	Sale of goods	55,475,518,054	-
		Purchase of materials	28,263,336,829	-
		Deposit for land rental	-	57,865,463,900
		Land rental	-	4,134,487,500

35. TRANSACTIONS WITH RELATED PARTIES (continued)

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

Related parties	*Relationship*	*Transactions*	*Current year*	*VND* *Previous year*
Thanh Thanh Cong Tourist Joint Stock Company.	Related party	Purchase of services	8,937,246,843	7,989,089,060
		Purchase of goods	2,634,407,795	-
		Sale of goods	135,207,790	-
Thanh Thanh Cong Packaging Trading - Production Joint Stock Company	Related party	Sale of goods	100,798,910,077	8,438,095
		Purchase of goods	36,455,032,395	32,758,189,637
		Purchase of materials	35,869,535,972	-
Toan Thinh Phat Corporation	Related party	Purchase of services	9,270,683,293	6,811,361,927
		Sale of goods	61,605,714	-

Transactions with other related parties

Remuneration to members of the Board of Directors and Management

	Current year	*VND* *Previous year*
Salaries and bonus	8,087,517,913	6,111,632,740

35. 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 trade receivables				
Dang Huynh Industrial Zones Exploitation and Management Joint Stock Company	Related party	Sale of fixed assets	249,302,744,490	-
		Sale of goods	96,589,200,000	-
Son Tin Commodities Exchange Joint Stock Company	Related party	Sale of goods	235,036,706,000	-
Thanh Thanh Cong Packaging Trading - Production Joint Stock Company	Related party	Sale of goods	74,859,135,994	-
Thanh Thanh Cong Investment Joint Stock Company	Related party	Sale of goods	73,224,351,338	10,520,376,000
Tam Binh An Manufacturing Trading Joint Stock Company	Related party	Sale of goods	70,003,500,000	-
Global Mind Commodities Trading Pte., Ltd	Related party	Sale of goods	57,876,301,528	59,156,583,419
Thanh Thanh Cong Trading Joint Stock Company	Related party	Sale of goods	36,152,729,758	4,525,001
		Service rendered	-	48,000,000
Loc Tho Joint Stock Company	Related party	Sale of goods	4,805,078,587	-
Ben Tre Import and Export Joint Stock Company	Related party	Sale of goods	1,146,462,990	45,622,500
Svayrieng Sugar and Cane Company Limited	Related party	Sale of goods	929,100,840	306,167,140
Tan Hoi Industrial Complex Infrastructure Investment Joint Stock Company	Associate	Sale of goods	497,683,935	-
Thanh Thanh Cong Tourist Joint Stock Company.	Related party	Sale of goods	6,287,123	-
Sai Gon Thuong Tin Real Estate Joint Stock Company	Related party	Sale of goods	1,000,021	-
Thanh Thanh Cong Education Joint Stock Company	Related party	Sale of goods	9,000	-
Hai Vi Company Limited	Related party	Service rendered	-	4,096,638,534
		Sale of goods	-	318,505,825
TTC Attapeu Cane Sugar Limited Company	Related party	Sale of goods	-	78,073,302,386

35. 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 trade receivables (continued)				
Bien Hoa - Ninh Hoa Sugar One Member Company Limited	Related party	Sale of goods	-	45,780,000,000
TTC Bien Hoa - Dong Nai Sugar One Member Company Limited	Related party	Sale of goods	-	10,281,485,332
TTC Attapeu Cane Sugar Limited Company	Related party	Sale of assets	-	7,261,165,198
		Sale of goods	-	754,600,000
Tay Ninh Sugar Joint Stock Company	Related party	Service rendered	-	420,000,000
Bien Hoa - Phan Rang Sugar Joint Stock Company	Related party	Sale of goods	-	121,000,000
TOTAL			**900,430,291,604**	**217,187,971,335**
Short-term advance to suppliers				
Thanh Thanh Cong Trading Joint Stock Company (*)	Related party	Purchase of goods	888,147,854,765	157,687,000,000
Thanh Thanh Cong Investment Joint Stock Company (*)	Related party	Purchase of goods	295,910,880,000	-
Global Mind Commodities Trading Pte, Ltd	Related party	Purchase of goods	211,157,419,200	211,978,074,672
Son Tin Commodity Exchange Joint Stock Company (*)	Related party	Purchase of materials	164,758,103,986	52,722,834,951
Tam Binh An Manufacturing Trading Joint Stock Company (*)	Related party	Purchase of goods	96,600,000,000	-
Svayrieng Sugar and Cane Company Limited (*)	Related party	Purchase of materials	52,634,652,710	20,015,194,100
Ben Tre Import – Export Joint Stock Company	Related party	Purchase of goods	21,405,055,440	118,988,721,305
Thanh Thanh Cong Tourist Joint Stock Company	Related party	Purchase of services	2,533,253,700	1,075,030,000

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

35. **TRANSACTIONS WITH RELATED PARTIES** (continued)

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

Related parties	*Relationship*	*Transactions*	*Ending balance*	*Beginning balance*
				VND
Short-term advance to suppliers (continued)				
Thanh Thanh Cong Packaging Trading - Production Joint Stock Company	Related party	Purchase of materials	1,701,160,464	-
Gia Lai Electricity Joint Stock Company	Related party	Purchase of services	550,000,000	-
Dang Huynh Industrial Zones Exploitation and Management Joint Stock Company	Related party	Purchase of services	253,600,000	126,800,000
Hai Vi Company Limited	Related party	Purchase of services	-	2,122,804,295
		Purchase of materials	-	2,450,466,821
Toan Thinh Phat Corporation	Related party	Purchase of services	-	5,874,764,500
TTC Bien Hoa – Dong Nai Sugar One Member Company Limited	Related party	Purchase of materials	-	5,156,829,000
TOTAL			**1,735,651,980,265**	**578,198,519,644**
Other short-term receivables				
Toan Hai Van Joint Stock Company	Related party	Sale of TTC IZ shares	394,500,000,000	-
Son Tin Commodity Exchange Joint Stock Company	Related party	Interest income	53,785,251,028	3,235,305,007
Thanh Thanh Cong Investment Joint Stock Company	Related party	Interest income	35,420,856,485	-
		Deposit	-	1,882,678,534
Thanh Thanh Cong Trading Joint Stock Company	Related party	Interest income	31,006,207,153	1,831,084,444
		Deposit	457,708,000	-
Tam Binh An Manufacturing Trading Joint Stock Company	Related party	Interest income	3,067,709,133	-

35. 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*
Other short-term receivables (continued)				
Svayrieng Sugar and Cane Company Limited	Related party	Payment on behalf Profit shared	1,825,864,722 -	1,568,832,139 7,288,838,895
Dang Huynh Industrial Zones Exploitation and Management Joint Stock Company	Related party	Payment on behalf Deposit	1,394,849,312 465,150,000	- -
Tay Ninh Chemical Industrial Joint Stock Company	Associate	Interest income	48,600,000	-
Hai Vi Company Limited	Related party	Payment on behalf	-	2,973,460,912
Ben Tre Import Export Joint Stock Company	Related party	Interest income	-	930,358,121
TTC Attapeu Sugar Cane Sole Co., Ltd	Related party	Payment on behalf	-	821,360,146
Bien Hoa - Ninh Hoa Sugar One Member Company Limited	Related party	Payment on behalf	-	742,647,317
Global Mind Commodities Trading Pte, Ltd	Related party	Deposit	-	355,059,818
TTC Attapeu Sugar Cane Limited Company	Related party	Interest income Payment on behalf	- -	280,785,366 11,552,762
TTC Bien Hoa - Dong Nai Sugar One Member Company Limited	Related party	Payment on behalf	-	131,580,000
Tay Ninh Sugar Joint Stock Company	Related party	Interest income	-	105,041,667
TOTAL			**521,972,195,833**	**22,158,585,128**

35. 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 loan receivables (*)				
Son Tin Commodities Exchange Joint Stock Company	Related party	Lending	79,400,000,000	109,000,000,000
Thuan Thien Investment Joint Stock Company	Related party	Lending	14,200,000,000	-
Thanh Thanh Cong Investment Joint Stock Company	Related party	Lending	-	108,800,000,000
Thanh Thanh Cong Trading Joint Stock Company	Related party	Lending	-	35,000,000,000
Ben Tre Import Export Joint Stock Company	Related party	Lending	-	18,000,000,000
Tay Ninh Sugar Joint Stock Company	Related party	Lending	-	12,000,000,000
TTC Attapeu Cane Sugar Limited Company	Related party	Lending	-	3,000,000,000
TOTAL			**93,600,000,000**	**285,800,000,000**

(*) These represent short-term loan receivables with terms from 1 to 6 months and earn interest at the rates ranging from 8.5% to 10.5% per annum.

35. 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*
Other long-term receivables				
Loc Tho Joint Stock Company	Related party	Deposit	357,865,463,900	57,865,463,900
Svayrieng Sugar and Cane Company Limited	Related party	Business Co-operation Contract	-	12,707,425,000
TOTAL			**357,865,463,900**	**70,572,888,900**
Short-term trade payables				
Ben Tre Import Export Joint Stock Company	Related party	Purchase of goods	137,000,871,278	2,461,183,000
Thanh Thanh Cong Trading Joint Stock Company	Related party	Purchase of goods Purchase of services	25,125,056,248 -	- 100,300,000
Thanh Thanh Cong Investment Joint Stock Company	Related party	Purchase of services	22,117,023,356	7,127,364,214
Tam Binh An Manufacturing Trading Joint Stock Company	Related party	Purchase of goods	7,780,000,000	-
Thanh Thanh Cong Packaging Trading - Production Joint Stock Company	Related party	Purchase of materials	4,266,982,908	-
Dang Huynh Industrial Zones Exploitation and Management Joint Stock Company	Related party	Purchase of goods	3,360,000,000	-
Thanh Thanh Cong Tourist Joint Stock Company.	Related party	Purchase of goods	327,057,000	577,340,000
Gia Lai Electricity Joint Stock Company	Related party	Purchase of goods and services	8,300,000	550,000,000
TTC Bien Hoa - Dong Nai Sugar One Member Company Limited	Related party	Purchase of materials	-	36,562,958,884

35. TRANSACTIONS WITH RELATED PARTIES (continued)

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

VND

Related parties	*Relationship*	*Transactions*	*Ending balance*	*Beginning balance*
Short-term trade payables (continued)				
Bien Hoa - Ninh Hoa Sugar One Member Company Limited	Related party	Purchase of goods	-	21,006,825,000
Toan Thinh Phat Corporation	Related party	Purchase of services	-	1,917,610,286
Bien Hoa - Phan Rang Sugar Joint Stock Company	Related party	Purchase of goods	-	1,060,000,001
Nuoc Trong Sugar Joint Stock Company	Related party	Purchase of materials	-	675,000,000
Ben Tre Tourist Joint Stock Company	Related party	Purchase of services	-	51,568,000
TOTAL			**199,985,290,790**	**72,090,149,385**
Short-term advances from customers				
Son Tin Commodities Exchange Joint Stock Company	Related party	Sale of goods	66,829,943,383	-
Thanh Thanh Cong Trading Joint Stock Company	Related party	Sale of goods	37,268,337,247	72,570,000,000
Thanh Thanh Cong Investment Joint Stock Company	Related party	Sale of goods	16,943,731,064	10,958,320,000
Global Mind Commodities Trading Pte, Ltd	Related party	Sale of goods	-	1,532,566,506
TTC Bien Hoa - Dong Nai Sugar One Member Company Limited	Related party	Sale of goods	-	1,280,449,618
Bien Hoa - Ninh Hoa Sugar One Member Company Limited	Related party	Service rendered	-	1,214,000,000
Ben Tre Import and Export Joint Stock Company	Related party	Sale of goods	-	99,149,707
Tay Ninh Sugar Joint Stock Company	Related party	Service rendered	-	7,820,000
TOTAL			**121,042,011,694**	**87,662,305,831**

35. **TRANSACTIONS WITH RELATED PARTIES** (continued)

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

VND

Related parties	*Relationship*	*Transactions*	*Ending balance*	*Beginning balance*
Short-term loan				
Ben Tre Import Export Joint Stock Company (*)	Related party	Loan	300,000,000	-
Other short-term payables				
Thanh Thanh Cong Trading Joint Stock Company	Related party	Interest expenses	752,253,057	-
Svayrieng Sugar and Cane Company Limited	Related party	Interest expenses	290,635,498	-
Thanh Thanh Cong Investment Joint Stock Company	Related party	Interest expenses	3,867,658	-
Global Mind Commodities Trading Pte, Ltd	Related party	Interest expenses	33,800,000	-
Tay Ninh Sugar Joint Stock Company	Related party	Business Co-operation Contract	-	1,200,000,000
TOTAL			**1,080,556,213**	**1,200,000,000**

(*) The Group obtained unsecured short-term loan which matures on 7 July 2018 and bears interest rate of 10% per annum for financing its working capital requirements.

36. 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	26,675,423,391	3,804,307,240
From 1 – 5 years	114,719,008,574	1,148,588,760
More than 5 years	227,749,422,265	-
TOTAL	**369,143,854,230**	**4,952,896,000**

37. RESTATEMENT OF CORRESPONDING FIGURES

On 2 May 2018, the Group received Official Letter No. 2316/TCHQ-TXNK issued by General Department of Vietnam Customs regarding import tax refund which does not mention specifically about on-spot export. Accordingly, the Group's management interprets that raw materials imported to produce on-spot exported finished goods in 2016 is not subject to import tax refund and decided to write off the related import tax receivables from the State amounting to VND 57,876,000,000 to expenses retrospectively. Some certain corresponding balances and transactions in the consolidated financial statements as at and for the year ended 30 June 2018 have been restated as follows:

VND

	Beginning balance (as previously presented)	*Retrospective adjustments*	*Beginning balance (as restated)*
Consolidated balance sheet			
Tax and other receivables from the State	67,683,797,819	(57,876,000,000)	9,807,797,819
Statutory obligations	16,881,858,042	(5,787,600,000)	11,094,258,042
Profit of current year	336,916,998,218	(52,088,400,000)	284,828,598,218

	Previous year (as previously presented)	*Retrospective adjustments*	*Previous year (as restated)*
Consolidated income statement			
Cost of goods sold	(3,884,365,645,355)	(57,876,000,000)	(3,942,241,645,355)
Current corporate income tax expenses	(27,895,746,430)	5,787,600,000	(22,108,146,430)
Net profit after tax	339,304,863,916	(52,088,400,000)	287,216,463,916
Net profit after tax attributable to shareholders of the parent	339,791,620,863	(52,088,400,000)	287,703,220,863
Consolidated cash flow statement			
Acccounting profit before tax	367,478,800,539	(57,876,000,000)	309,602,800,539
Decrease (increase) in receivables	(191,354,152,810)	57,876,000,000	(133,478,152,810)

38. OFF BALANCE SHEET ITEMS

	Ending balance	*Beginning balance*
Goods held on consignment		
- *Sugar finished goods (tonne)*	*73,259*	-
Foreign currencies		
- *LAK*	*1,631,398,738*	-
- *USD*	*2,072,270*	*3,566,100*
- *SGP*	*58,793*	*137*
- *THB*	*19,460*	-
- *INR*	*18,140*	*18,140*
- *AUD*	*950*	*950*
- *GBP*	*630*	*630*
- *EUR*	*250*	*500*

39. EVENTS AFTER THE BALANCE SHEET DATE

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

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

25 September 2018