Thanh Thanh Cong – Bien Hoa Joint Stock Company

Consolidated financial statements

For the year ended 30 June 2019

Thanh Thanh Cong - Bien Hoa Joint Stock Company

CONTENTS

Thanh Thanh Cong - Bien Hoa Joint Stock Company

GENERAL INFORMATION

THE COMPANY

Thanh Thanh Cong - Bien Hoa Joint Stock Company ("the Company") is a shareholding company incorporated under the Law on Enterprise of Vietnam pursuant to the Investment License No. 1316/GP issued by the Ministry of Planning and Investment on 15 July 1995 and as amended, with the latest being the 7th amended Enterprise Registration Certificate dated 14 February 2019.

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

The current 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 Dang Huynh Uc My	Member	
Mr Henry Chung	Member	
Ms Huynh Bich Ngoc	Member	appointed on 1 July 2019
Mr Hoang Manh Tien	Member	appointed on 1 July 2019
Ms Nguyen Thuy Van	Member	resigned on 3 September 2019
Mr See Beow Tean	Member	resigned on 1 July 2019
Mr Le Ngoc Thong	Member	appointed on 15 November 2018 resigned on 1 July 2019
Ms Nguyen Thi Hoa	Member	resigned on 15 November 2018

INTERNAL AUDIT FUNCTION UNDER THE BOARD OF DIRECTORS

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

Mr Hoang Manh Tien	Head of the Board	appointed on 3 September 2019
Ms Nguyen Thuy Van	Head of the Board	resigned on 3 September 2019
Mr Henry Chung	Member	
Mr See Beow Tean	Member	resigned on 1 July 2019

MANAGEMENT

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

Mr Nguyen Thanh Ngu	General Director	
Ms Tran Que Trang	Permanent Deputy General Director	resigned on 28 February 2019
Ms Duong Thi To Chau	Deputy General Director	
Mr Tran Quoc Thao	Deputy General Director	
Mr Le Quang Hai	Deputy General Director	
Mr Nguyen Quoc Viet	Deputy General Director	resigned on 22 July 2019
Mr Le Duc Ton	Acting Branch Director	
Mr Le Huy Thanh	Agricultural Director cum acting Material Development Director – Zone 1	appointed on 1 July 2018
Ms Truong Thi Kim Phuong	Business Director	
Mr Tran Huy Hao	Director of Commercial Center TTC Plaza Tay Ninh	appointed on 1 September 2018
Mr Huynh Van Phap	Business Director	
Mr Trang Thanh Truc	Public Relationship Director	
Ms Doan Vu Uyen Duyen	Chief Finance Director	appointed on 5 September 2018
Mr Luu Anh Kiet	Supply Director	appointed on 15 October 2018 resigned on 1 July 2019
Ms Le Ha Thi Mai Thao	Human Resources Director	appointed on 20 November 2018
Mr Nguyen Ba Chu	Development Director	appointed on 9 November 2018
Mr Nguyen Anh Vu	Investment Relationship Director	appointed on 1 August 2018 resigned on 15 December 2018
Mr Truong Tri Cuong	Acting Deputy General Director Management System Director	appointed on 22 August 2018 resigned on 23 April 2019

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 2019 in accordance with the Decision No. 45a/2018/QD – CT.HDQT dated 1 November 2018.

AUDITORS

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

REPORT OF THE MANAGEMENT AND APPROVAL OF THE BOARD OF DIRECTORS

The Board of Directors and the Management of Thanh Thanh Cong - Bien Hoa Joint Stock Company ("the Company") are pleased to present this report and the consolidated financial statements of the Company and its subsidiaries ("the Group") for the year ended 30 June 2019.

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

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

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

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

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

APPROVAL OF THE BOARD OF DIRECTORS

The Board of Directors does hereby approve the accompanying consolidated financial statements. Those consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 30 June 2019 and of the consolidated results of its operations and its consolidated cash flows for the year ended 30 June 2019 in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the consolidated financial statements.

For and on behalf of the Board of Directors:

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

Pham Hong Duong
Chairman

Ho Chi Minh City, Vietnam

28 September 2019

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

Tel: +84 28 3824 5252
Fax: +84 28 3824 5250
ey.com

Reference: 61248763/20673558/HN

INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying consolidated financial statements of Thanh Thanh Cong – Bien Hoa Joint Stock Company ("the Company") and its subsidiaries (collectively referred to as "the Group"), as prepared on 28 September 2019 and set out on pages 6 to 74 which comprise the consolidated balance sheet as at 30 June 2019, the consolidated income statement and the consolidated cash flow statement for the year then ended and the notes thereto.

Management's responsibility

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

Auditors' responsibility

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

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

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

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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 2019, and of the consolidated results of its operations and its consolidated cash flows for the year then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the consolidated financial statements.

Ernst & Young Vietnam Limited

CÔNG TY TRÁCH NHIỆM HỮU HẠN ERNST & YOUNG VIỆT NAM

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

Ho Chi Minh City, Vietnam

28 September 2019

CONSOLIDATED BALANCE SHEET
as at 30 June 2019

VND

Code	ASSETS	Notes	Ending balance	Beginning balance (Reclassified – Note 36)
100	**A. CURRENT ASSETS**		**9,794,108,835,254**	**9,813,282,063,081**
110	***I. Cash and cash equivalents***	***5***	***1,004,775,238,727***	***324,968,354,928***
111	1. Cash		916,275,238,727	270,968,354,928
112	2. Cash equivalents		88,500,000,000	54,000,000,000
120	***II. Short-term investments***		***767,786,825,451***	***614,337,054,432***
121	1. Held-for-trading securities	6	165,370,489,390	147,759,126,842
122	2. Provision for held-for-trading securities	6	(808,663,939)	(8,622,072,410)
123	3. Held-to-maturity investments	7	603,225,000,000	475,200,000,000
130	***III. Current accounts receivable***		***5,036,419,501,120***	***4,714,794,529,834***
131	1. Short-term trade receivables	8.1	1,697,027,535,241	1,985,622,504,186
132	2. Short-term advances to suppliers	8.2	1,946,736,551,586	2,327,714,818,742
135	3. Short-term loan receivables	9	15,000,000,000	215,317,000,000
136	4. Other short-term receivables	10	1,425,093,673,613	261,557,425,508
137	5. Provision for doubtful short-term receivables	8, 10	(47,438,259,320)	(75,417,218,602)
140	***IV. Inventories***	***11***	***2,781,398,584,531***	***3,971,722,969,990***
141	1. Inventories		2,803,564,311,503	4,009,377,285,392
149	2. Provision for obsolete inventories		(22,165,726,972)	(37,654,315,402)
150	***V. Other current assets***		***203,728,685,425***	***187,459,153,897***
151	1. Short-term prepaid expenses	12	140,253,036,651	126,639,033,019
152	2. Value-added tax deductible	22	51,414,140,996	45,214,465,625
153	3. Tax and other receivables from the State	22	12,061,507,778	15,605,655,253

CONSOLIDATED BALANCE SHEET (continued)
as at 30 June 2019

VND

Code	*ASSETS*	*Notes*	*Ending balance*	*Beginning balance*
200	**B. NON-CURRENT ASSETS**		**6,949,187,500,459**	**7,880,275,890,655**
210	***I. Long-term receivables***		***146,094,934,345***	***542,698,458,694***
212	1. Long-term advances to suppliers	8.2	109,158,380,150	129,111,796,826
216	2. Other long-term receivables	10	36,936,554,195	413,586,661,868
220	***II. Fixed assets***		***4,352,308,080,526***	***4,698,440,525,940***
221	1. Tangible fixed assets	13	4,135,227,110,484	4,506,630,843,371
222	Cost		8,458,357,225,032	8,483,696,268,432
223	Accumulated depreciation		(4,323,130,114,548)	(3,977,065,425,061)
224	2. Finance leases	14	102,937,566,560	119,133,104,380
225	Cost		142,678,391,405	151,725,361,276
226	Accumulated depreciation		(39,740,824,845)	(32,592,256,896)
227	3. Intangible fixed assets	15	114,143,403,482	72,676,578,189
228	Cost		157,580,686,655	106,932,919,031
229	Accumulated amortisation		(43,437,283,173)	(34,256,340,842)
230	***III. Investment properties***	***16***	***157,234,743,426***	***181,161,531,163***
231	1. Cost		179,231,206,174	205,807,780,825
232	2. Accumulated depreciation		(21,996,462,748)	(24,646,249,662)
240	***IV. Long-term asset in progress***		***678,948,939,496***	***134,062,023,484***
242	1. Construction in progress	17	678,948,939,496	134,062,023,484
250	***V. Long-term investments***	***18***	***124,931,823,163***	***637,130,825,071***
252	1. Investments in associates	18.1	105,631,208,868	192,557,122,221
253	2. Investments in other entities	18.2	20,041,830,629	445,314,919,184
254	3. Provision for long-term investments		(741,216,334)	(741,216,334)
260	***VI. Other long-term assets***		***1,489,668,979,503***	***1,686,782,526,303***
261	1. Long-term prepaid expenses	12	1,332,920,724,205	1,500,510,998,039
262	2. Deferred tax assets	34.3	8,941,089,965	15,853,707,016
269	3. Goodwill	19	147,807,165,333	170,417,821,248
270	**TOTAL ASSETS**		**16,743,296,335,713**	**17,693,557,953,736**

CONSOLIDATED BALANCE SHEET (continued)
as at 30 June 2019

VND

Code	*RESOURCES*	*Notes*	*Ending balance*	*Beginning balance*
300	**C. LIABILITIES**		**10,924,103,440,168**	**11,596,198,019,420**
310	***I. Current liabilities***		***8,966,033,051,411***	***8,901,828,418,619***
311	1. Short-term trade payables	20	503,771,032,003	357,620,227,232
312	2. Short-term advances from customers	21	147,197,520,262	189,075,241,605
313	3. Statutory obligations	22	193,431,046,035	159,302,208,063
314	4. Payables to employees		21,063,605,678	26,482,285,100
315	5. Short-term accrued expenses	23	366,675,617,145	299,200,761,237
318	6. Short-term unearned revenues	26	13,697,420,559	6,717,903,350
319	7. Short-term other payables	24	284,522,703,568	80,757,931,129
320	8. Short-term loans and finance lease obligations	25	7,284,286,378,356	7,702,811,475,586
321	9. Short-term provisions		1,922,008,250	3,862,913,000
322	10. Bonus and welfare fund	3.16	149,465,719,555	75,997,472,317
330	***II. Non-current liabilities***		***1,958,070,388,757***	***2,694,369,600,801***
336	1. Long-term unearned revenues	26	12,202,129,425	12,946,654,043
337	2. Other long-term liabilities	24	6,718,381,960	6,679,256,280
338	3. Long-term loans and finance lease obligations	25	1,848,530,201,711	2,581,878,050,298
341	4. Deferred tax liabilities	34.3	87,850,408,862	90,300,433,513
342	5. Long-term provision		769,266,799	565,206,667
343	6. Scientific and technological development fund	3.16	2,000,000,000	2,000,000,000

CONSOLIDATED BALANCE SHEET (continued)
as at 30 June 2019

VND

Code	*RESOURCES*	*Notes*	*Ending balance*	*Beginning balance*
400	**D. OWNERS' EQUITY**		**5,819,192,895,545**	**6,097,359,934,316**
410	***I. Capital***	***27.1***	***5,818,592,161,948***	***6,097,359,934,316***
411	1. Share capital		5,867,405,520,000	5,570,186,730,000
411a	- *Shares with voting rights*		*5,867,405,520,000*	*5,570,186,730,000*
412	2. Share premium		6,243,045,915,565	6,243,045,915,565
414	3. Other fund's belonging to owner's equity		(5,502,116,030,924)	(5,534,410,411,336)
415	4. Treasury shares		(1,099,985,561,092)	(1,099,985,561,092)
417	5. Foreign exchange differences reserve		(44,001,327,529)	(60,609,170,380)
418	6. Investment and development fund		124,701,077,143	69,863,681,464
421	7. Undistributed earnings		181,120,487,767	856,496,451,241
421a	- *Undistributed earnings up to the end of prior year*		*(50,928,020,415)*	*308,122,494,453*
421b	- *Undistributed earnings of current year*		*232,048,508,182*	*548,373,956,788*
429	8. Non-controlling interests		48,422,081,018	52,772,298,854
430	***II. Other fund***		***600,733,597***	-
431	1. Subsidised fund		600,733,597	-
440	**TOTAL LIABILITIES AND OWNERS' EQUITY**		**16,743,296,335,713**	**17,693,557,953,736**

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

Nguyen Thuy Trang
Preparer

Le Phat Tin
Chief Accountant

Nguyen Thanh Ngu
General Director

28 September 2019

CONSOLIDATED INCOME STATEMENT
for the year ended 30 June 2019

VND

Code	*ITEMS*	*Notes*	*Current year*	*Previous year*
01	**1. Revenues from sale of goods and rendering of services**	28.1	10,884,713,247,355	10,325,400,666,889
02	**2. Deductions**	28.1	(28,100,847,211)	(40,705,067,180)
10	**3. Net revenues from sale of goods and rendering of services**	28.1	10,856,612,400,144	10,284,695,599,709
11	**4. Cost of goods sold and services rendered**	29	(9,984,924,715,250)	(8,958,611,031,521)
20	**5. Gross profit from sale of goods and rendering of services**		871,687,684,894	1,326,084,568,188
21	**6. Finance income**	28.2	1,110,636,362,737	712,478,611,133
22	**7. Finance expenses**	30	(823,392,731,847)	(806,070,490,610)
23	*In which: Interest expense*		*(705,491,023,191)*	*(714,074,144,851)*
24	**8. Shares of profit from associates**		7,221,968,308	60,942,913,700
25	**9. Selling expenses**	31	(400,439,326,380)	(317,657,679,907)
26	**10. General and administrative expenses**	31	(447,127,107,682)	(436,326,601,038)
30	**11. Operating profit**		318,586,850,030	539,451,321,466
31	**12. Other income**	33	143,368,375,466	178,470,049,565
32	**13. Other expenses**	33	(40,171,279,603)	(35,629,630,048)
40	**14. Other profit**	33	103,197,095,863	142,840,419,517
50	**15. Accounting profit before tax**		421,783,945,893	682,291,740,983
51	**16. Current corporate income tax expense**	34.1	(158,028,686,431)	(149,395,403,503)
52	**17. Deferred tax (expense) income**	34.3	(4,462,592,400)	12,193,387,854
60	**18. Net profit after tax**		259,292,667,062	545,089,725,334
61	**19. Net profit after tax attributable to shareholders of the parent**		268,425,858,779	544,871,022,423
62	**20. Net (loss) profit after tax attributable to non-controlling interests**		(9,133,191,717)	218,702,911
70	**21. Basic earnings per share**	27.4	437	940
71	**22. Diluted earnings per share**	27.4	437	940

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

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

28 September 2019

CONSOLIDATED CASH FLOW STATEMENT
for the year ended 30 June 2019

VND

Code	*ITEMS*	*Notes*	*Current year*	*Previous year*
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	**Profit before tax**		**421,783,945,893**	**682,291,740,983**
	Adjustments for:			
02	Depreciation of tangible fixed assets and investment properties and amortisation of intangible fixed assets (including amortisation of goodwill)	13, 14, 15, 16, 19	492,028,403,104	629,119,582,515
03	(Reversal of provision) provision		(53,017,800,801)	59,778,780,260
04	Foreign exchange (gains) losses arisen from revaluation of monetary accounts denominated in foreign currencies		(5,972,608,468)	685,718,668
05	Profit from investing activities		(1,096,605,388,453)	(834,844,728,106)
06	Interest expense	30	705,491,023,191	714,074,144,851
08	**Operating profit before changes in working capital**		**463,707,574,466**	**1,251,105,239,171**
09	Decrease in receivables		852,574,883,928	731,341,809,826
10	Decrease in inventories		1,205,812,973,889	109,490,373,651
11	Decrease in payables		(411,478,118,795)	(437,500,329,900)
12	Decrease in prepaid expenses		153,976,270,202	148,580,746,790
13	Decrease in held-for-trading securities		75,434,980,880	17,637,697
14	Interest paid		(714,368,155,580)	(574,728,514,548)
15	Corporate income tax paid	22	(117,747,598,634)	(118,970,300,226)
17	Other cash outflows for operating activities		(72,445,157,401)	(23,939,198,356)
20	**Net cash flows from operating activities**		**1,435,467,652,955**	**1,085,397,464,105**
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchase and construction of fixed assets		(1,303,763,127,960)	(479,534,685,000)
22	Proceeds from disposals of fixed assets		98,379,571,024	79,678,702,438
23	Loans to other entities		(686,735,166,667)	(682,600,000,000)
24	Collections from borrowers and term deposits		534,742,753,646	1,424,125,000,000
25	Payments for investments in other entities		(8,662,795,800)	-
26	Proceeds from sale of investments in other entities		1,756,807,803,729	317,063,186,329
27	Interest and dividends received		168,522,351,212	116,651,561,966
30	**Net cash flows from investing activities**		**559,291,389,184**	**775,383,765,733**

CONSOLIDATED CASH FLOW STATEMENT (continued)
for the year ended 30 June 2019

VND

Code	*ITEMS*	*Notes*	*Current year*	*Previous year*
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
32	Capital redemption	27.1	-	(1,099,985,561,092)
33	Drawdown of borrowings	25	13,658,599,528,090	14,288,029,800,620
34	Repayment of borrowings	25	(14,752,764,526,999)	(14,895,977,008,106)
35	Finance lease principal paid	25	(28,092,150,657)	(29,384,431,079)
36	Dividends paid	27.2	(192,683,748,041)	(12,074,600)
40	**Net cash flows used in financing activities**		**(1,314,940,897,607)**	**(1,737,329,274,257)**
50	**Net increase in cash and cash equivalents for the year**		**679,818,144,532**	**123,451,955,581**
60	**Cash and cash equivalent at beginning of year**		**324,968,354,928**	**202,593,033,644**
61	Impact of exchange rate fluctuation		(11,260,733)	(1,076,634,297)
70	**Cash and cash equivalents at end of year**	**5**	**1,004,775,238,727**	**324,968,354,928**

Nguyen Thuy Trang
Preparer

Le Phat Tin
Chief Accountant

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

Nguyen Thanh Ngu
General Director

28 September 2019

1. CORPORATE INFORMATION

Thanh Thanh Cong - Bien Hoa Joint Stock Company ("the Company") is a shareholding company incorporated under the Law on Enterprise of Vietnam pursuant to the Investment License No. 1316/GP issued by the Ministry of Planning and Investment on 15 July 1995 and as amended.

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

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

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

The number of the Group's employees as at 30 June 2019 was 3,759 persons (30 June 2018: 4,217 persons).

1. CORPORATE INFORMATION (continued)

Corporate structure

As at 30 June 2019, the Group's corporate structure includes 6 direct subsidiaries and 12 indirect subsidiaries, as follows:

No	*Name of subsidiaries*	*Head office*	*Principal activities*	*Equity interest*	*Voting right (*)*
				%	*%*
I	***Direct subsidiaries***				
1	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	90.00	90.00
2	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	100.00	100.00
3	TSU Investment Private Limited Company	Singapore	Trading and apart of manufacturing and packaging raw and refined sugar to sell in Singapore and export to region	100.00	100.00
4	Gia Lai Thermoelectricity One Member Company Limited	Ayunpa District, Gia Lai Province	Manufacturing, transmitting and distributing electricity	100.00	100.00
5	Miaqua Water One Member Company Limited	Tan Chau District, Tay Ninh Province	Manufacturing non-alcoholic beverages, mineral water; manufacturing and processing soft drinks, fruit juice and soy milk; manufacturing bottled water	100.00	100.00
6	Hai Vi Limited Company	Chau Thanh District, Tay Ninh Province	Plant sugarcane; provide services of planting and technical advisory and trade fertilizers, agricultural products, agricultural machines and tools	100.00	100.00

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

1. CORPORATE INFORMATION (continued)

Corporate structure (continued)

As at 30 June 2019, the Group's corporate structure includes 6 direct subsidiaries and 12 indirect subsidiaries, as follows: (continued)

No	*Name of subsidiaries*	*Head office*	*Principal activities*	*Equity interest*	*Voting right (*)*
				%	*%*
II	***Indirect subsidiaries***				
1	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	100.00	100.00
2	Ninh Hoa Thermoelectricity One Member Limited Liability Company	Ninh Hoa District, Khanh Hoa Province	Manufacture and sell electricity; and provide electricity system installation service	100.00	100.00
3	Nuoc Trong Sugar Joint Stock Company	Tan Chau District, Tay Ninh Province	Producing sugar; planting sugar cane and wheat trees; installing food industry machineries and equipment; and wholesale commercial goods	50.58	50.58
4	TTC Bien Hoa - Dong Nai Sugar One Member Limited Company	Bien Hoa City, Dong Nai Province	Produce and trade sugar, plant sugar cane, produce and trading products and by-products from sugar, producing and trading in fertilizers and agricultural materials; produce and sale of electricity; and technical and management consultancy in the sugar industry	100.00	100.00
5	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	95.79	95.79
6	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	98.00	98.00
7	Bien Hoa Import Export Trading Joint Stock Company	Phu Nhuan District, Ho Chi Minh City	Trade sugar and products using sugar as material; trading foods and beverages	100.00	100.00

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

1. CORPORATE INFORMATION (continued)

Corporate structure (continued)

As at 30 June 2019, the Group's corporate structure includes 6 direct subsidiaries and 12 indirect subsidiaries, as follows: (continued)

No	*Name of subsidiaries*	*Head office*	*Principal activities*	*Equity interest*	*Voting right (*)*
				%	*%*
II	***Indirect subsidiaries*** (continued)				
8	TTC Attapeu Cane Sugar Limited Company	Gia Lai Province	Trade sugar and other by-products from sugar cane	100.00	100.00
9	TTC Attapeu Sugar Cane Sole Co., Ltd.	Attapeu Province, Laos	Plant sugar cane; produce and trade sugar and other by-products from sugar cane	100.00	100.00
10	Thanh Thanh Cong Sugarcane Research and Application Joint Stock Company	Chau Thanh District, Tay Ninh Province	Researching and developing sugar cane sprouts; analysing cultivation and planting protection products; producing and developing mechanic machineries for sugar canes production	100.00	100.00
11	BTCO Co., Ltd	Tan Binh District, Ho Chi Minh City	Trade sugar and products using sugar as material; trade foods and beverages	100.00	100.00
12	Mien Trung Bovine Breeding Joint Stock Company	Ninh Hoa District, Khanh Hoa Province	Breed cows; plant sugar cane and other industrial crops	92.04	92.04

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

2. BASIS OF PREPARATION

2.1 Accounting standards and system

The consolidated financial statements of the Group expressed in Vietnam dong ("VND"), are prepared in accordance with Vietnamese Enterprise Accounting System and Vietnamese Accounting Standards issued by the Ministry of Finance as per:

- Decision No. 149/2001/QD-BTC dated 31 December 2001 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (Series 1);
- Decision No. 165/2002/QD-BTC dated 31 December 2002 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 2);
- Decision No. 234/2003/QD-BTC dated 30 December 2003 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 3);
- Decision No. 12/2005/QD-BTC dated 15 February 2005 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 4); and
- Decision No. 100/2005/QD-BTC dated 28 December 2005 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (Series 5).

Accordingly, the accompanying consolidated financial statements, including their utilisation are not designed for those who are not informed about Vietnam's accounting principles, procedures and practices and furthermore are not intended to present the consolidated financial position and the consolidated results of its operations and consolidated cash flows in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

2.2 Applied accounting documentation system

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

2.3 Fiscal year

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

2.4 Accounting currency

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

2.5 Basis of consolidation

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries for the year ended 30 June 2019.

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 not more than three months that are readily convertible into known amounts of cash and that are subject to an insignificant risk of change in value.

3.2 Inventories

Inventories are stated at the lower of cost incurred in bringing each product to its present location and condition, and net realisable value.

Net realisable value represents the estimated selling price in the ordinary course of business less the estimated costs to complete and the estimated costs necessary to make the sale.

The perpetual method is used to record inventories, which are valued as follows:

Raw materials, merchandise	-	cost of purchase on a weighted average basis.
Finished goods and work-in-process	-	cost of direct materials and labour plus attributable manufacturing overheads based on the normal operating capacity on a weighted average basis.

Provision for obsolete inventories

An inventory provision is created for the estimated loss arising due to the impairment of value (through diminution, damage, obsolescence, etc.) of raw materials, finished goods, and other inventories owned by the Group, based on appropriate evidence of impairment available at the balance sheet date.

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

3.3 Receivables

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

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

3.4 Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation.

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

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

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.5 Leased assets

The determination of whether an arrangement is, or contains a lease is based on the substance of the arrangement at inception date and requires an assessment of whether the fulfilment of the arrangement is dependent on the use of a specific asset and the arrangement conveys a right to use the asset.

A lease is classified as a finance lease whenever the terms of the lease transfer substantially all the risks and rewards of ownership of the asset to the lessee. All other leases are classified as operating leases.

Where the Group is the lessee

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

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

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

Where the Group is the lessor

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

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

3.6 Intangible fixed assets

Intangible fixed assets are stated at cost less accumulated amortisation.

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

Expenditures for additions, improvements are added to the carrying amount of the assets and other expenditures

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

Land use rights

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

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.7 *Depreciation and amortisation*

Depreciation of tangible fixed assets are calculated on a straight-line basis over the estimated useful life of each asset as follows:

	Current year	*Previous year*
Land use rights	50 years	50 years
Buildings and structures	5 - 50 years	5 - 30 years
Machineries and equipment	5 - 25 years	3 - 20 years
Office equipment	3 - 10 years	3 - 7 years
Means of transportation	8 - 15 years	4 - 8 years
Other tangible fixed assets	12 - 25 years	4 - 15 years

From 1 July 2018, Management has changed the estimated useful lives of tangible fixed assets to better reflect the usage of those assets. The impact of changes in the estimated useful lives of tangible fixed assets are disclosed in Note 13.

Depreciation of finance lease assets and amortisation of intangible fixed assets are calculated on a straight-line basis over the estimated useful life of each asset as follows:

Land use rights	50 years
Machineries and equipment	3 - 20 years
Computer software	2 - 6 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:

	Current year	*Previous year*
Land use rights	50 years	50 years
Buildings and structures	20 - 25 years	6 - 25 years

From 1 July 2018, Management has changed the estimated useful lives of investment properties to better reflect the usage of those assets. The impact of changes in the estimated useful lives of investment properties are disclosed in Note 16.

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 interim consolidated balance sheet and amortised over the period for which the amounts are paid or the period in which economic benefits are generated in relation to these expenses.

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

Prepaid land rental

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.11 Business combinations and goodwill

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

Goodwill acquired in a business combination is initially measured at cost being the excess of the cost the business combination over the Group's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities. If the cost of a business combination is less than the fair value of the net assets of the subsidiary acquired, the difference is recognized directly in the consolidated income statement. After initial recognition, goodwill is measured at cost less any accumulated amortization. Goodwill is amortized over 10-year period on a straight-line basis [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 section and recognised in "Other fund's belonging to owner's equity" in the consolidated balance sheet.

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

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

3.12 Borrowing costs

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

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

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

3.13 Payables and accruals

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.14 *Foreign currency transactions*

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

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

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

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

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

Conversion of the financial statements of foreign operation

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

3.15 *Treasury shares*

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

3.16 *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.

- *Scientific and technological development fund*

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.17 *Earnings per share*

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

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

3.18 *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 years are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted as at the balance sheet date.

Current income tax is charged or credited to the consolidated income statement, except when it relates to items recognised directly to equity, in which case the current income tax is also dealt with in equity.

Current income tax assets and liabilities are offset when there is a legally enforceable right for the Group to offset current tax assets against current tax liabilities and when the Group intends to settle its current tax assets and liabilities on a net basis.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.19 *Taxation* (continued)

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.

3.21 *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. SIGNIFICANT DISPOSAL DURING THE YEAR

4.1 Disposal of Tay Ninh Sugar Joint Stock Company ("Tani Sugar JSC")

During the year, the Group completed the disposal of 23,000,000 shares or 78.21% interest in Tani Sugar JSC to a related party *(Note 35)* with total consideration of VND717 billion and the equity interest of the Group decreased from 99.89% to 21.67%. The gains from this disposal transaction was recognised in the consolidated income statement *(Note 28.2)*. Accordingly, Tani Sugar JSC was no longer subsidiary of the Group and the difference between the cost of a business combination and net assets, which previously recognised in owners' equity, was recognised in the undistributed earnings. Through this transaction, Nuoc Trong Rubber Joint Stock Company was also no longer subsidiary of the Group; Tay Ninh Tapioca Joint Stock Company, Tapioca Viet Nam Limited Company and Tan Hoi Industrial Complex Infrastructure Investment Joint Stock Company were no longer the Group's associates *(Note 18.1)*.

4.2 Disposal of Ben Tre Import Export Joint Stock Company ("Betrimex")

During the year, the Group completed the transfer of the entire 20,124,764 shares of Betrimex to individuals and a related party *(Note 35)* with total consideration of VND 784,366,740,000. The gains from this disposal transaction was recognised in the consolidated income statement *(Note 28.2)*.

5. CASH AND CASH EQUIVALENTS

		VND
	Ending balance	*Beginning balance*
Cash on hand	3,316,465,385	3,114,542,175
Cash in banks	912,958,773,342	267,853,812,753
Cash equivalents *(*)*	88,500,000,000	54,000,000,000
TOTAL	**1,004,775,238,727**	**324,968,354,928**

(*) Cash equivalents as at 30 June 2019 represent one-month term deposit in VND at commercial banks which earn interest from 5% to 5.5% per annum.

6. HELD-FOR-TRADING SECURITIES

	Ending balance		*Beginning balance*	
	Number of Share	*Value*	*Number of Share*	*Value*
		VND		*VND*
Listed shares				
- Gia Lai Electricity Joint Stock Company ("GEG")	6,257,681	137,120,422,575	-	-
- Sai Gon – Nghe Tinh Beer Joint Stock Company ("SB1")	1,000	15,022,500	1,000	15,022,500
- Hoa Binh Group Construction JSC ("HBC")	-	-	55,000	2,514,265,753
- Thanh Thanh Cong Tourist Joint Stock Company ("VNG")	-	-	6,588,880	99,746,443,455
Other investments		28,235,044,315		45,483,395,134
TOTAL		**165,370,489,390**		**147,759,126,842**
Provision for held-for-trading securities		(808,663,939)		(8,622,072,410)
NET		**164,561,825,451**		**139,137,054,432**

7. HELD-TO-MATURITY INVESTMENTS

This balance represents bank deposits in VND with maturity of twelve (12) months and earns interest at the rates ranging from 5.0% to 6.8% per annum. As at 30 June 2019, a part of bank deposits with the amount of VND 483,225,000,000 was pledged as collaterals for the 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 (Reclassified – Note 36)*
Due from other parties	849,764,765,504	690,692,212,582
In which:		
- *Ms Chau Nhu Phuong (*)*	*144,366,740,000*	-
- *Suntory PepsiCo Vietnam Beverage Limited Company*	*131,745,022,500*	*60,169,642,050*
- *Nutrition Food Joint Stock Company*	-	*181,999,954,501*
- *Others*	*573,653,003,004*	*448,522,616,031*
Due from related parties *(Note 35)*	847,262,769,737	1,294,930,291,604
TOTAL	**1,697,027,535,241**	**1,985,622,504,186**
Provision for doubtful receivables	(3,457,073,421)	(3,095,617,778)
NET	**1,693,570,461,820**	**1,982,526,886,408**

(*) These amounts represent the receivables relating to the transfer of 4,124,764 shares in Betrimex *(Note 18.2)*.

As at 30 June 2019, a part of short-term trade receivables was pledged as collaterals for the short-term loans obtained from commercial banks *(Note 25.1)*.

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

VND

	Current year	*Previous year*
Beginning balance	3,095,617,778	-
Increase due to business combination	-	2,652,452,334
Provisions made during the year	955,766,394	464,197,452
Reversal of provisions during the year	(594,310,751)	(21,032,008)
Ending balance	3,457,073,421	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	**1,946,736,551,586**	**2,327,714,818,742**
Advances to related parties *(Note 35)*	1,088,360,866,098	1,735,651,980,265
Advances to other parties	858,375,685,488	592,062,838,477
In which:		
- *Farmers (*)*	*310,127,756,881*	*482,285,135,924*
- *Hoang Tuyet Service Company Limited*	*249,976,000,000*	*-*
- *Others*	*298,271,928,607*	*109,777,702,553*
Long-term	**109,158,380,150**	**129,111,796,826**
Advances to farmers *(*)*	109,158,380,150	129,111,796,826
TOTAL	**2,055,894,931,736**	**2,456,826,615,568**
Provision for doubtful short-term advances to suppliers	(43,354,882,201)	(58,036,481,816)
NET	**2,012,540,049,535**	**2,398,790,133,752**

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

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

VND

	Current year	*Previous year*
Beginning balance	58,036,481,816	29,822,442,780
Increase due to business combination	-	19,760,946,415
Provisions made during the year	16,194,355,014	18,109,655,845
Reversal of provisions during the year	(30,875,954,629)	(9,656,563,224)
Ending balance	43,354,882,201	58,036,481,816

9. SHORT-TERM LOAN RECEIVABLES

VND

	Ending balance	*Beginning balance*
Due from related parties *(Note 35)*	15,000,000,000	93,600,000,000
Due from other parties	-	121,717,000,000
TOTAL	**15,000,000,000**	**215,317,000,000**

(*) These represent unsecured short-term loan receivables with the term of 12 months and earn interest at from 6.0% to 8.5% p.a.

10. OTHER RECEIVABLES

		VND
	Ending balance	*Beginning balance (Reclassified – Note 36)*
Short-term	**1,425,093,673,613**	**261,557,425,508**
Deposits and deposit for land rentals *(*)*	1,204,178,761,999	40,207,961,926
Interest receivables	132,531,071,829	174,714,797,661
Staff advances	42,222,321,893	17,086,945,451
Others	46,161,517,892	29,547,720,470
Long-term	**36,936,554,195**	**413,586,661,868**
Deposits for land rentals	-	411,429,606,926
Others	36,936,554,195	2,157,054,942
TOTAL	**1,462,030,227,808**	**675,144,087,376**
Provision for doubtful other short-term receivables	(626,303,698)	(14,285,119,008)
NET	**1,461,403,924,110**	**660,858,968,368**
In which:		
Other receivables from related parties (Note 35)	*1,221,948,087,129*	*485,337,659,733*
Other receivables from other parties	*239,455,836,981*	*175,521,308,635*

(*) Mainly comprise of:

(i) Deposits amounting to VND 418 billion in accordance with Deposit Contracts dated 21 June 2019 and 26 June 2019 between the Group and Toan Hai Van Joint Stock Company with the total contract value of VND 1,440 billion to lease land lots with total area of 218,238.06 m^2 located in Vinh Dam Complex Project, Phu Quoc District, Kien Giang Province.

(ii) Deposits amounting to VND 700 billion in accordance with Memorandums dated 24 June 2019 between the Group and Thanh Thanh Cong Industrial Zone Joint Stock Company with total value of VND 1.054 billion to lease land lots with total area of 603,173 m^2 located at Thanh Thanh Cong Industrial Zone, An Hoi Hamlet, An Hoa Commune, Trang Bang District, Tay Ninh Province.

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

		VND
	Current year	*Previous year*
Beginning balance	14,285,119,008	9,933,281,049
Increase due to business combination	-	132,462,138
Provisions made during the year	402,910,848	4,756,801,329
Reversal of provisions during the year	(14,061,726,158)	(537,425,508)
Ending balance	626,303,698	14,285,119,008

11. INVENTORIES

VND

	Ending balance		*Beginning balance*	
	Cost	*Provision*	*Cost*	*Provision*
Finished goods	941,734,766,976	(2,389,182,020)	1,254,207,156,953	(30,190,412,121)
Merchandise goods	936,411,956,323	(17,728,811,195)	1,232,865,151,504	-
Raw materials	424,942,250,381	(956,559,197)	1,094,134,341,626	(956,559,197)
Work in progress	382,244,481,692	-	379,478,590,609	-
Goods in transit	65,872,403,404	-	-	-
Tools and supplies	40,500,114,566	(1,091,174,560)	44,365,292,721	(6,507,344,084)
Goods on consignment	11,858,338,161	-	4,326,751,979	-
TOTAL	**2,803,564,311,503**	**(22,165,726,972)**	**4,009,377,285,392**	**(37,654,315,402)**

As at 30 June 2019, a part of inventories was pledged as collaterals for the short-term loans obtained from commercial banks *(Note 25.1)*.

Details of movements of provision for obsolete inventories:

VND

	Current year	*Previous year*
Beginning balance	37,654,315,402	1,640,639,250
Increase due to business combination	-	11,315,181,129
Provisions made during the year	33,047,490,288	24,698,495,023
Reversal of provisions during the year	(48,125,714,370)	-
Foreign exchange	(410,364,348)	-
Ending balance	22,165,726,972	37,654,315,402

12. PREPAID EXPENSES

VND

	Ending balance	*Beginning balance*
Short-term	**140,253,036,651**	**126,639,033,019**
Deferred sugar cane crop costs	68,633,490,722	81,046,894,341
Sugarcane farming costs	27,552,798,819	8,703,551,892
Land rental	2,689,920,000	19,463,476,655
Others	41,376,827,110	17,425,110,131
Long-term	**1,332,920,724,205**	**1,500,510,998,039**
Sugar cane farming cost and tree on land *(*)*	1,098,308,731,967	1,122,957,137,501
Prepaid land rental *(**)*	190,204,382,696	313,197,465,446
Tools and supplies	11,569,156,210	45,653,367,511
Others	32,838,453,332	18,703,027,581
TOTAL	**1,473,173,760,856**	**1,627,150,031,058**

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

(**) Prepaid land rental amounting to VND 60 billion were pledged as collaterals for the short-term loans obtained from commercial banks *(Note 25.1)*.

13. TANGIBLE FIXED ASSETS

VND

	Buildings and structures	*Machinery and equipment*	*Means of transportation*	*Office equipment*	*Other assets*	*Total*
Cost:						
Beginning balance	1,748,946,172,068	6,306,972,523,122	294,891,735,024	48,579,837,185	84,306,001,033	8,483,696,268,432
New purchase	4,555,302,838	66,973,008,951	12,040,041,410	4,840,002,563	13,267,721,290	101,676,077,052
Transfer from construction in progress	48,366,741,360	65,259,375,496	1,555,441,058	-	8,445,365,390	123,626,923,304
Repurchase of finance lease assets	-	9,097,308,871	-	-	-	9,097,308,871
Disposal	(794,775,448)	(12,661,294,549)	(19,163,196,171)	(813,966,473)	(11,818,135,915)	(45,251,368,556)
Disposal of investments in subsidiaries	(86,411,295,255)	(66,028,648,307)	(8,668,803,633)	(252,145,817)	-	(161,360,893,012)
Transfer to investment properties	(3,367,058,095)	(602,300,000)	-	-	-	(3,969,358,095)
Impact from foreign exchange difference	(18,153,181,153)	(26,844,602,770)	(4,075,769,189)	(84,179,852)	-	(49,157,732,964)
Ending balance	1,693,141,906,315	6,342,165,370,814	276,579,448,499	52,269,547,606	94,200,951,798	8,458,357,225,032
In which:						
Fully depreciated	*113,035,843,049*	*1,616,870,814,263*	*27,621,826,026*	*13,131,511,313*	*59,107,403,537*	*1,829,767,398,188*
Accumulated depreciation:						
Beginning 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
Depreciation for the year	77,502,400,539	337,340,486,143	23,075,705,656	4,942,608,609	2,329,632,030	445,190,832,977
Repurchase of finance lease assets	-	2,165,088,041	-	-	-	2,165,088,041
Disposal	(418,552,638)	(5,865,209,717)	(13,461,320,575)	(398,456,996)	(116,839,723)	(20,260,379,649)
Disposal of investments in subsidiaries	(26,394,615,572)	(31,120,113,629)	(5,505,795,784)	(125,538,654)	-	(63,146,063,639)
Transfer to investment properties	(2,254,036,247)	(110,421,663)	-	-	-	(2,364,457,910)
Impact from foreign exchange difference	(4,491,965,266)	(9,352,200,504)	(1,659,638,201)	(16,526,362)	-	(15,520,330,333)
Ending balance	754,193,874,441	3,336,777,806,094	131,878,707,103	30,914,836,963	69,364,889,947	4,323,130,114,548
Net carrying amount:						
Beginning 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
Ending balance	938,948,031,874	3,005,387,564,720	144,700,741,396	21,354,710,643	24,836,061,851	4,135,227,110,484
In which:						
Pledged as loan security (Note 25)	*849,819,149,425*	*2,048,241,886,591*	*139,025,438,972*	*6,796,950,414*	*7,497,112,878*	*3,051,380,538,280*

13. TANGIBLE FIXED ASSETS (continued)

As disclosed in Note 3, from 1 July 2018, Management has changed the estimated useful lives of tangible fixed assets to better reflect the usage of those assets. Accordingly, the depreciation expenses of tangible fixed assets for the year ended 30 June 2019 based on their new useful lives was VND 445,190,832,977 (the depreciation expenses of tangible fixed assets for the year ended 30 June 2019 based on their old useful lives was VND 578,436,665,678).

14. FINANCE LEASES

	VND *Machineries and equipment*
Cost:	
Beginning balance	151,725,361,276
Repurchase	(9,046,969,871)
Ending balance	142,678,391,405
Accumulated depreciation:	
Beginning balance	32,592,256,896
Depreciation for the year	9,313,655,990
Repurchase	(2,165,088,041)
Ending balance	39,740,824,845
Net carrying amount:	
Beginning balance	119,133,104,380
Ending balance	102,937,566,560

15. INTANGIBLE FIXED ASSETS

VND

	Land use rights	*Computer software*	*Others*	*Total*
Cost:				
Beginning balance	74,052,118,259	25,074,516,330	7,806,284,442	106,932,919,031
New purchase	68,487,611,907	1,510,643,895	-	69,998,255,802
Disposal of investments in subsidiaries	(11,445,604,143)	-	(7,769,904,508)	(19,215,508,651)
Foreign exchange differences	-	(90,239,527)	-	(90,239,527)
Disposal	-	(44,740,000)	-	(44,740,000)
Ending balance	131,094,126,023	26,450,180,698	36,379,934	157,580,686,655
In which:				
Fully amortised	*7,365,828,923*	*6,964,002,048*	*36,379,934*	*14,366,210,905*
Accumulated amortisation:				
Beginning balance	18,569,982,822	12,192,552,381	3,493,805,639	34,256,340,842
Amortisation for the year	10,079,568,910	2,977,603,563	-	13,057,172,473
Disposal of investments in subsidiaries	(369,596,500)	-	(3,457,425,705)	(3,827,022,205)
Foreign exchange differences	-	(4,467,937)	-	(4,467,937)
Disposal	-	(44,740,000)	-	(44,740,000)
Ending balance	28,279,955,232	15,120,948,007	36,379,934	43,437,283,173
Net carrying amount:				
Beginning balance	55,482,135,437	12,881,963,949	4,312,478,803	72,676,578,189
Ending balance	102,814,170,791	11,329,232,691	-	114,143,403,482
In which:				
Pledged as loan security (Note 25)	*5,199,519,344*	-	-	*5,199,519,344*

16. INVESTMENT PROPERTIES

	Buildings and structures	*Land use right*	*VND* *Total*
Cost:			
Beginning and ending balance	147,461,524,173	58,346,256,652	205,807,780,825
Transfer from tangible fixed asset	3,367,058,095	-	3,367,058,095
Disposal of investments in subsidiaries	(893,799,094)	-	(893,799,094)
Disposal	-	(29,049,833,652)	(29,049,833,652)
Ending balance	149,934,783,174	29,296,423,000	179,231,206,174
Accumulated depreciation and amortisation:			
Beginning balance	9,806,486,630	14,839,763,032	24,646,249,662
Depreciation and amortisation for the year	3,984,376,630	585,928,460	4,570,305,090
Transfer from tangible fixed asset	2,254,036,247	-	2,254,036,247
Disposal of investments in subsidiaries	(4,038,368)	-	(4,038,368)
Disposal	-	(9,470,089,883)	(9,470,089,883)
Ending balance	16,040,861,139	5,955,601,609	21,996,462,748
Net carrying amount:			
Beginning balance	137,655,037,543	43,506,493,620	181,161,531,163
Ending balance	133,893,922,035	23,340,821,391	157,234,743,426
In which:			
Pledged as loan security (Note 25.1)	*133,893,922,035*	*23,340,821,391*	*157,234,743,426*

As disclosed in Note 3, from 1 July 2018, the Management has changed the estimated useful lives of investment properties to better reflect the usage of those assets. Accordingly, the depreciation and amortisation expenses of investment properties for the year ended 30 June 2019 based on their new useful life was VND 4,570,305,090 (the depreciation and amortisation expenses of investment properties for the year ended 30 June 2019 based on their old useful life was VND 7,059,223,701).

The fair values of the investment properties as at 30 June 2019 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 (TTC Plaza Tay Ninh) has been almost fully rented out as at the balance sheet date.

Revenue and expense relating to investment properties

	Current year	*VND* *Previous year*
Rental income from investment properties	24,041,879,003	41,033,433,030
Direct operating expenses of investment properties that generated rental income during the year	(18,414,797,301)	(31,777,126,794)

17. CONSTRUCTION IN PROGRESS

VND

	Ending balance	*Beginning balance*
Construction and machineries for Solar power projects	335,246,983,270	-
Land transfer cost at Tay Ninh	210,392,416,100	-
Machineries and equipment under installation	41,323,481,783	13,448,632,163
Drying bagasse project	31,182,337,499	-
Machinery and equipment for sugar production	14,331,497,957	39,682,376,555
Factories and offices renovation	2,119,149,379	43,178,950,607
Others	44,353,073,508	37,752,064,159
TOTAL	**678,948,939,496**	**134,062,023,484**

18. LONG-TERM INVESTMENTS

VND

	Ending balance	*Beginning balance*
Investments in associates *(Note 18.1)*	105,631,208,868	192,557,122,221
Investments in other entities *(Note 18.2)*	20,041,830,629	445,314,919,184
TOTAL	**125,673,039,497**	**637,872,041,405**
Provision for long-term investments	(741,216,334)	(741,216,334)
NET	**124,931,823,163**	**637,130,825,071**

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 Sugar Joint Stock Company *(Note 4.1)*	Planting sugarcane, producing and trading in sugar, cassava and rubber	75,272,048,072	21.67	-	-
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	30,359,160,796	19.13
Tay Ninh Tapioca Joint Stock Company *(Note 4.1)*	Manufacturing and trading tapioca starch by-products	-	-	125,947,770,609	29.96
Tapioca Viet Nam Limited Company *(Note 4.1)*	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 *(Note 4.1)*	Trade real estate and invest in infrastructure and management of industrial zones	-	-	7,147,601,379	47.45
TOTAL		**105,631,208,868**		**192,557,122,221**	

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	179,933,176,123
Increase due to transform to associates from subsidiaries *(Note 4.1)*	68,966,856,133
Decrease due to disposal	(148,353,976,123)
Ending balance	100,546,056,133
Accumulated share in post-acquisition profit (loss) of the associates:	
Beginning balance	12,623,946,098
Share in post-acquisition profit of the associates for the year	7,221,968,308
Decrease due to disposal	(14,760,761,671)
Ending balance	5,085,152,735
Net carrying amount:	
Beginning balance	192,557,122,221
Ending balance	105,631,208,868

18.2 *Investments in other entities*

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

	Business activities	*Ending balance* Cost of investment (VND)	*Ending balance* % of interest (%)	*Beginning balance* Cost of investment (VND)	*Beginning balance* % of interest (%)
Son Duong Sugar Joint Stock Company	Technology of processing molasses and sugar products	17,360,136,000	13.08	17,360,136,000	13.08
Tan Hoi Industrial Complex Infrastructure Investment Joint Stock Company *(Note 4.1)*	Trading real estates, land use rights belonging to the Company or from leasing activities	1,940,478,185	6.74	-	-
Ben Tre Import and Export Joint Stock Company *(Note 4.2)*		-	-	427,213,566,740	13.50
Other long-term investments		741,216,444		741,216,444	
TOTAL		**20,041,830,629**		**445,314,919,184**	
Provision for diminution in value of long-term investment		(741,216,334)		(741,216,334)	
NET		**19,300,614,295**		**444,573,702,850**	

19. GOODWILL

	VND
Cost:	
Beginning balance	192,546,623,434
Adjustment due to the dissolution of a subsidiary – NHSS Private Co., Ltd.	(2,714,219,341)
Ending balance	189,832,404,093
Accumulated amortisation:	
Beginning balance	22,128,802,186
Amortisation for the year	19,896,436,574
Adjustment due to the dissolution of a subsidiary – NHSS Private Co., Ltd.	-
Ending balance	42,025,238,760
Net carrying amount:	
Beginning balance	170,417,821,248
Ending balance	147,807,165,333

20. SHORT-TERM TRADE PAYABLES

		VND
	Ending balance	*Beginning balance*
Due to related parties *(Note 35)*	119,253,087,037	199,985,290,790
Due to other parties	384,517,944,966	157,634,936,442
In which:		
- *Sharp Solar Solution Asia Company Limited*	*183,669,534,777*	-
- *Farmers*	*42,816,328,627*	*42,485,849,679*
- *Vietnam Dairy Products Joint Stock Company*	*18,480,886,512*	*22,663,554,169*
- *Others*	*139,551,195,050*	*92,485,532,594*
TOTAL	**503,771,032,003**	**357,620,227,232**

21. SHORT-TERM ADVANCES FROM CUSTOMERS

	Ending balance	VND Beginning balance
Due to related parties *(Note 35)*	108,087,627,478	121,042,011,694
Due to other parties	39,109,892,784	68,033,229,911
In which:		
- *Ms Le Thi Thanh Nhan*	-	*26,983,548,900*
- *Mr Nguyen Thanh Danh*	-	*26,983,548,900*
- *Others*	*39,109,892,784*	*14,066,132,111*
TOTAL	**147,197,520,262**	**189,075,241,605**

22. STATUTORY OBLIGATIONS

	Beginning balance	Increase during the year	Decrease during the year	VND Ending balance
Tax payables				
Corporate income tax	83,240,085,899	158,028,686,431	(117,747,598,634)	123,521,173,696
Value-added tax	34,747,743,586	291,543,497,459	(290,156,427,173)	36,134,813,872
Personal income tax	5,049,495,209	10,502,121,282	(9,005,406,537)	6,546,209,954
Others	36,264,883,369	673,220,017	(9,709,254,873)	27,228,848,513
TOTAL	**159,302,208,063**	**460,747,525,189**	**(426,618,687,217)**	**193,431,046,035**

	Beginning balance	Increase during the year	Decrease during the year	VND Ending balance
Receivables				
Value-added tax deductible	45,214,465,625	243,302,191,897	(237,102,516,526)	51,414,140,996
Corporate income tax	6,114,847,228	-	(171,991,642)	5,942,855,586
Personal income tax	-	320,321,667	-	320,321,667
Other	9,409,808,025	-	(3,692,477,500)	5,798,330,525
TOTAL	**60,820,120,878**	**243,622,513,564**	**(240,966,985,668)**	**63,475,648,774**

23. SHORT-TERM ACCRUED EXPENSES

VND

	Ending balance	*Beginning balance*
Interest expense	156,294,765,451	165,171,897,840
Purchase of sugarcane	56,712,015,167	38,638,413,614
Transportation and loading fees	29,367,976,840	35,369,888,100
Import and export tax	24,833,182,360	-
Foreign contractor tax	18,952,066,476	18,861,709,054
Bonus and support fees for agencies	16,402,966,537	9,677,773,356
Others	64,112,644,314	31,481,079,273
TOTAL	**366,675,617,145**	**299,200,761,237**

24. OTHER PAYABLES

VND

	Ending balance	*Beginning balance*
Short-term	**284,522,703,568**	**80,757,931,129**
Dividends	217,905,972,826	21,802,006,989
Reimbursement of expenses	15,777,116,532	-
Harvest and transportation payables	9,073,601,229	10,422,181,225
Rental equipment	5,460,000,000	-
Deposits	5,047,181,408	8,660,459,786
Payable to Brightway Group Co., Ltd	-	33,172,706,250
Others	31,258,831,573	6,700,576,879
Long-term		
Deposits	6,718,381,960	6,679,256,280
TOTAL	**291,241,085,528**	**87,437,187,409**
In which:		
Other parties	*214,788,579,780*	*86,356,631,196*
Related parties (Note 35)	*76,452,505,748*	*1,080,556,213*

25. LOANS AND FINANCE LEASE OBLIGATIONS

VND

	Opening balance	*Movement during the year*					*Ending balance*
		Drawdown	*Repayment*	*Reclassification*	*Foreign exchange difference*	*Disposal of subsidiary*	
Short-term	**7,702,811,475,586**	**13,607,297,178,461**	**(14,727,917,377,422)**	**727,848,084,413**	**(2,735,254,942)**	**(23,017,727,740)**	**7,284,286,378,356**
Loans from banks *(Note 25.1)*	6,425,229,852,866	13,088,973,845,128	(13,416,740,998,619)	-	(1,528,156,917)	(24,894,747,740)	6,071,039,794,718
Loans from related party *(Note 35)*	300,000,000	6,000,000,000	(300,000,000)	-	-	-	6,000,000,000
Short-term bonds *(Note 25.2)*	538,960,000,000	512,323,333,333	(565,400,000,000)	-	-	-	485,883,333,333
Current portion of long-term loans from banks *(Note 25.3)*	255,936,478,752	-	(258,294,228,146)	246,186,908,501	(1,207,098,025)	(1,572,000,000)	241,050,061,082
Current portion of long-term loan from another entity *(Note 25.4)*	1,720,000,000	-	(2,690,000,000)	1,940,000,000	-	-	970,000,000
Current portion of long-term loan from related parties *(Note 35)*	-	-	-	-	-	3,449,020,000	3,449,020,000
Current portion of long-term bonds *(Note 25.5)*	452,850,466,660	-	(456,400,000,000)	456,400,000,000	-	-	452,850,466,660
Current portion of finance leases *(Note 25.6)*	27,814,677,308	-	(28,092,150,657)	23,321,175,912	-	-	23,043,702,563
Long – term	**2,581,878,050,298**	**51,302,349,629**	**(52,939,300,234)**	**(727,848,084,413)**	**5,876,213,878**	**(9,739,027,447)**	**1,848,530,201,711**
Loans from banks *(Note 25.3)*	896,849,737,062	34,307,216,301	(52,939,300,234)	(250,706,441,842)	5,876,213,878	(9,739,027,447)	623,648,397,718
Loan from another entity *(Note 25.4)*	970,000,000	-	-	(970,000,000)	-	-	-
Loan from related parties *(Note 35)*	-	14,900,000,000	-	-	-	-	14,900,000,000
Long-term bonds *(Note 25.5)*	1,640,009,533,341	2,095,133,328	-	(452,850,466,659)	-	-	1,189,254,200,010
Long-term finance leases *(Note 25.6)*	44,048,779,895	-	-	(23,321,175,912)	-	-	20,727,603,983
TOTAL	**10,284,689,525,884**	**13,658,599,528,090**	**(14,780,856,677,656)**	**-**	**3,140,958,936**	**(32,756,755,187)**	**9,132,816,580,067**

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

25.1 *Short-term loans from banks*

Bank	*Ending balance*		*Principal repayment term*	*Description of collateral*
	VND	*Original currency (USD)*		
Joint Stock Commercial Bank for Investment and Development of Vietnam – Gia Dinh Branch	541,068,545,638	-	From 5 July 2019 to 24 December 2019	Land use rights of 329.44 ha at Ben Cau District; capital contribution at Thanh Thanh Cong Gia Lai amounting to VND 339,998,760,000 and bank term deposit amounting to VND 45 billion
Vietnam Joint Stock Commercial Bank for Industry and Trade – Ho Chi Minh City Branch	472,755,185,009	-	From 15 July 2019 to 20 November 2019	Receivables, inventories with value of VND 280 billion and the deposit contract of Ms Ta Thi Ngoan of VND 43.5 billion
Vietnam Prosperity Joint-Stock Commercial Bank - Ho Chi Minh Branch	393,944,659,681	-	From 3 August 2019 to 27 October 2019	Inventories with the value of VND 236 billion
Joint Stock Commercial Bank for Investment and Development of Vietnam - Khanh Hoa Branch	349,663,330,472	-	From 15 September 2019 to 27 December 2019	Term deposit with carrying value of VND 120 billion and inventories with amount VND 150 billion
Orient Commercial Joint Stock Ban - Dak Lak Branch	335,000,000,000	-	From 14 July 2019 to 18 November 2019	All of inventories with the maximized carrying value of VND 429 billion; asset rights with the total contributed capital of Bien Hoa-Ninh Hoa Sugar One Member Company Limited to NHSS Private Limited Company with the value of VND 174,886,000,000; and right emerged from investment in advance to farmers with carrying amount of VND 99,142,000,000

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

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

Bank	*Ending balance*		*Principal repayment term*	*Description of collateral*
	VND	*Original currency (USD)*		
Joint Stock Commercial Bank for Foreign Trade of Vietnam – North Sai Gon Branch	307,943,987,652	-	From 21 July 2019 to 30 December 2019	Land use rights of land lot No. 49 located at Ward 2, Tay Ninh City, Tay Ninh Province and assets attached to the land, means of transportation, machinery and equipment, and the right to exploit property on land
Joint Stock Commercial Bank for Foreign Trade of Vietnam – Dong Nai Branch	298,901,598,505	-	From 25 August 2019 to 28 December 2019	Machinery and equipment funded from the loan with the carrying value of VND 167,289,864,270 and the land use right Tay Ninh farm with the value of VND 539,725,701
ANZ Bank (Vietnam) Limited – Ho Chi Minh Branch	289,820,241,221	-	From 14 July 2019 to 21 August 2019	Receivables and inventories with the maximised value of USD 12,500,000 and USD 12,500,000 respectively; inventories with the value of VND 87 billion
Vietnam Maritime Commercial Stock Bank – Ho Chi Minh city Branch	255,356,175,140	-	From 27 September 2019 to 19 October 2019	Unsecured
Malayan Banking Berhard – Ho Chi Minh Branch	254,982,464,061	4,555,668	From 3 July 2019 to 26 November 2019	Receivables and inventories with the value of USD 12,500,000; and Receivables with the value of USD 3,000,000
BPCE International et Outre-mer SA – Ho Chi Minh Branch	247,319,234,782	-	From 11 October 2019 to 26 December 2019	Receivables and inventories with maximized value of USD 10,100,000; and inventories with carrying value of VND 60 billion
Joint Stock Commercial Bank for Investment and Development of Vietnam – Ho Chi Minh City Branch	231,998,119,213	-	From 16 October 2019 to 30 November 2019	Inventories with the value of VND 150 billion; and term deposit of VND 60 billion

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

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

Bank	*Ending balance*		*Principal repayment term*	*Description of collateral*
	VND	*Original currency (USD)*		
Joint Stock Commercial Bank for Foreign Trade of Vietnam – Khanh Hoa Branch	200,000,000,000	-	From 28 August 2019 to 28 December 2019	Term deposit of VND 86,225,000,000; means of transportation with the value of VND 1,550,000,000; and inventory with carrying value of VND 100 billion
Vietnam Joint Stock Commercial Bank for Industry and Trade – Gia Lai Branch	179,478,375,804	-	27 November 2019	Receivables and inventories with the value of VND 30 billion
Vietnam Prosperity Joint Stock Commercial Bank	177,858,057,250	-	From 18 September 2019 to 24 September 2019	Inventories with the value of VND 200 billion; and 8,849,000 shares of the Company held by Thanh Thanh Cong Investment Joint Stock Company
Vietnam International Commercial Joint Stock Bank - Tay Ninh Branch	159,954,818,120	-	From 19 September 2019 to 3 October 2019	Receivables and inventories with the value of VND 200 billion
Military Commercial Joint Stock Bank - Ho Chi Minh City Branch	140,075,672,798	-	From 18 July 2019 to 22 September 2019	Inventories with value of VND 107,200,000,000; term deposit of VND 88.5 billion and 11,760,000 shares of Bien Hoa Trading Export Import Joint Stock Company held by BHS
Vietnam Joint Stock Commercial Bank for Industry and Trade – Tay Ninh Branch	138,484,364,215	-	From 1 August 2019 to 14 December 2019	Land use rights of 156.2 ha at Tay Ninh Province

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

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

Bank	*Ending balance*		*Principal repayment term*	*Description of collateral*
	VND	*Original currency (USD)*		
United Oversea Bank Limited - Ho Chi Minh Branch	137,822,854,187	-	From 23 July 2019 to 17 September 2019	Receivables and inventories with the value of USD 6,000,000
Military Commercial Joint Stock Bank - South Sai Gon Branch	122,518,563,060	-	From 15 July 2019 to 11 September 2019	Inventories with the value of VND 143,750,000,000
Ho Chi Minh City Development Joint Stock Commercial Bank – Tay Ninh Branch	118,100,000,000	-	From 18 October 2019 to 19 October 2019	Comprised of unsecured VND 100 billion, remaining VND 50 billiion secured by inventories with the value of VND 70 billion
Vietnam International Commercial joint stock Bank – Dong Nai Branch	99,821,459,390	-	From 26 September 2019 to 14 November 2019	Inventories with the value of VND 100 billion
Vietnam Maritime Commercial Stock Bank – Khanh Hoa Branch	94,569,066,689	-	From 3 September 2019 to 19 October 2019	Receivables with the value of VND 170 billion
Bank SinoPac – Ho Chi Minh City Branch	72,963,860,840	-	From 14 July 2019 to 30 November 2019	Unsecured
Shinhan Bank Vietnam – Ho Chi Minh Branch	59,756,625,022	-	From 3 November 2019 to 15 November 2019	Unsecured
Military Commercial Joint Stock Bank - Khanh Hoa Branch	53,369,212,436	-	From 12 September 2019 to 24 August 2019	Term deposit of VND 40 billion; inventories with the maximised value of VND 188.86 billion
Joint Stock Commercial Bank for Investment and Development of Vietnam - Ninh Thuan Branch	41,763,609,224	-	From 30 September 2019 to 2 January 2020	Machinery and equipment with the value of VND 41.4 billion

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

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

Bank	*Ending balance*		*Principal repayment term*	*Description of collateral*
	VND	*Original currency (USD)*		
Lao Viet Joint Venture Bank - Attapeu Branch	41,739,948,593	1,825,129	From 24 June 2017 to 17 August 2017	Hoang Anh Gia lai Attapeu hotel owned by " Hoang Anh Attapeu Agricultural Company Limited; inventories, machines and 3,441.3 ha of planting sugarcane
HSBC Bank (Vietnam) Ltd. - Ho Chi Minh City Branch	40,915,483,894	-	From 28 July 2019 to 16 September 2019	Receivables with the value of USD 6,000,000
Vietnam International Commercial joint stock Bank – Nha Trang Branch	38,295,511,500	-	From 25 October 2019 to 28 October 2019	Guarantee letter No. 203/2019/BL-TTC dated 18/4/2019 and Payment commitment No. 202/2019/CK-TTC dated 18/4/2019 issued by Thanh Thanh Cong Investment JSC with the value of VND 100 billion
DBS Bank Ltd. – Ho Chi Minh City Branch	33,891,320,000	-	From 4 July 2019 to 6 September 2019	Receivables and inventories with the value of USD 11,000,000
Malayan Banking Berhard – Ha Noi Branch	29,400,000,000	-	20 December 2019	Receivables and inventories with the value of USD 10,000,000
HSBC (Vietnam) Ltd.	25,000,000,000	-	From 18 July 2019 to 25 August 2019	Receivables and inventories with maximised value of USD 4,000,000 respectively; and guarantee letter from Thanh Thanh Cong Investment JSC with the value of USD 6,000,000

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

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

Bank	*Ending balance*		*Principal repayment term*	*Description of collateral*
	VND	*Original currency (USD)*		
Orient Commercial Joint Stock Bank - Pleiku branch	23,300,000,000	-	26 December 2019	Inventories with the value of VND 71.5 billion
Vietnam Prosperity Joint-Stock Commercial Bank – Gia Lai Branch	20,000,000,000	-	15 March 2020	Receivables, land use rights, assets funded from the loans, rights emerged from trading electricity contract with Central Power Corporation pledged by Gia Lai Thermoelectricity Company Limited
Orient Commercial Joint Stock Ban – Dong Nai Branch	20,000,000,000	-	From 20 June 2019 to 20 June 2020	Guarantee letter from TTC Bien Hoa - Dong Nai Sugar One Member Company Limited with the value of VND 20 billion
Ho Chi Minh City Development Joint Stock Commercial Bank – Nguyen Dinh Chieu Branch	10,000,000,000	-	20 December 2019	Receivables arisen from contract between Bien Hoa Trading Export Import Joint Stock Company and customers
Joint Stock Commercial Bank for Foreign Trade of Vietnam – Ninh Thuan Branch	8,608,756,410	-	From 26 July 2019 to 5 August 2019	Machinery and means of transportation with the value of VND 10 billion
Ho Chi Minh City Development Joint Stock Commercial Bank – Ben Tre Branch	4,598,693,912	-	20 June 2020	Unsecured
TOTAL	**6,071,039,794,718**	**6,380,797**		

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

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

25.2 *Short-term bonds*

	Ending balance	*Principal repayment term*	*Interest rate*	*Purpose*	*Description of collateral*
	VND		*%p.a.*		
Issued at par value					
Vietnam Maritime Commercial Joint Stock Bank - Ho Chi Minh Branch	500,000,000,000	7 June 2020	11	Financing for working capital	100% ownership right to the present and future capital contribution by the Company in TTC Bien Hoa – Dong Nai Sugar One Member Limited Company and entire associate assets rights and benefits
Issuance fee	(14,116,666,667)				
TOTAL	**485,883,333,333**				

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

25.3 *Long-term loans from banks*

Bank	*Ending balance*		*Principal repayment term*	*Purpose*	*Description of collateral*
	VND	*Original currency (USD)*			
Bank for Investment and Development of Vietnam Joint Stock Company – Binh Dinh Branch	427,026,324,723	18,672,235	From 29 March 2019 to 21 April 2023	Purchase and construction of fixed assets	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	79,491,647,942	-	From 4 July 2019 to 9 October 2022		Receivables, land use rights, assets funded from the loan, rights emerged from trading ectricity contract with Central Power Corporation
Military Commercial Joint Stock Bank – East Sai Gon Branch	70,129,278,272	-	17 November 2022		Machineries funded from the loan
Vietnam Joint Stock Commercial Bank for Industry and Trade – Gia Lai Branch	63,724,792,000	-	25 August 2022		Entire Gia Lai thermoelectricity factory with the value of VND 262,082,986,000
Joint Stock Commercial Bank for Foreign Trade of Vietnam – North Saigon Branch	57,913,478,042	-	13 September 2024		Assets funded from the loan with the value of VND 186 billion
Vietnam Joint Stock Commercial Bank for Industry and Trade – Gia Lai Branch	38,589,000,000	-	From 4 July 2019 to 9 October 2021		Machineries funded from the loan
Vietnam Joint Stock Commercial Bank for Industry and Trade – Tay Ninh Branch	32,055,000,000	-	From 15 May 2020 to 21 August 2021		Land use rights of land lot No. 513 located at Thanh Tay Commune, Tan Bien District, Tay Ninh Province, machineries funded from the loan
Orient Commercial Joint Stock Bank – Dak Lak Branch	28,424,000,000	-	23 December 2021		Machinery funded from the loan with the value of VND 25.8 billion
Vietnam Joint Stock Commercial Bank for Industry and Trade – Gia Lai Branch	17,199,471,672	-	2 April 2022		Machinery and equipment funded from the loan

25. LOANS AND FINANCE LEASE OBLIGATIONS (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*	*Purpose*	*Description of collateral*
	VND	*Original currency (USD)*			
Orient Commercial Joint Stock Bank	12,471,284,995	-	From 10 August 2018 to 10 May 2023	Purchase and construction of fixed assets	Machinery funded by the loan
Vietnam Bank for Agriculture and Rural Development – Gia Lai Branch	11,090,923,088	-	From 15 February 2020 to 15 February 2022		Machinery funded by the loan
Orient Commercial Joint Stock Bank – Dak Lak Branch	8,527,782,452	-	From 09 October 2019 to 22 January 2022		Boiler project 25 tons/hour at Bien Hoa City, Dong Nai Province
Vietnam Joint Stock Commercial Bank for Industry and Trade – Giai Lai Branch	8,002,365,278	-	From 1 August 2019 to 4 January 2022		Land used rights of land lot No. 3106, located at Tan Kim Commune, Can Giuoc District, Long An Province and assets attached on land formed in the future
Joint Stock Commercial Bank for Foreign Trade of Vietnam – Dong Nai Branch	2,850,105,436	-	From 26 September 2019 to 9 September 2020		Machinery funded by the loan
Joint Stock Commercial Bank for Investment and Development of Vietnam – Ninh Thuan Branch	2,573,803,477	-	From 1 July 2019 to 16 April 2021		Receivables and machineries funded by the loan
Vietnam Joint Stock Commercial Bank for Industry and Trade – Ho Chi Minh City Branch	2,265,060,000	-	From 27 September 2019 to 12 December 2019		Machineries funded by the loan

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

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

Bank	*Ending balance*		*Principal repayment term*	*Purpose*	*Description of collateral*
	VND	*Original currency (USD)*			
Vietnam Development Bank – Tay Ninh Branch	1,204,085,800	-	From 14 October 2019 to 14 April 2020	Purchase and construction of fixed assets	Unsecured
Vietnam Bank for Agriculture and Rural Development – Gia Lai Branch	1,160,055,623	-	23 October 2020		Machineries funded by the loan
TOTAL	**864,698,458,800**	**18,672,235**			
In which:					
Current-portion	*241,050,061,082*	*4,000,000*			
Non-current portion	*623,648,397,718*	*14,672,235*			

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

25.4 *Long-term loan from another entity*

Lender	*Ending balance VND*	*Principal repayment term*	*Purpose*	*Interest (%/year)*	*Description of collateral*
Vietnam Environment Protection Fund	970,000,000	25 December 2019	Purchase and construction of fixed assets	5.4	Guarantee letter from Vietnam Joint Stock Commercial Bank for Industry and Trade – Gia Lai Branch
In which:					
Current portion	*970,000,000*				
Non-current portion	-				

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

25.5 *Long-term bonds*

Details of bonds are as follows:

	Ending balance VND	*Principal repayment term*	*Interest (%/year)*	*Purpose*
Issued at par value				
Joint Stock Commercial Bank for Investment and Development of Vietnam – Binh Dinh Branch *(i)*	574,560,000,000	From 23 June 2020 to 23 June 2023	9.95	Investing in project to develop sugar industrial zone and material plating area located at Attapeu Province, The Lao People's Democratic Republic through the acquisition of shares in TTC Attapeu Cane Sugar Limited Company
Joint Stock Commercial Bank for Investment and Development of Vietnam – Gia Dinh Branch *(i)*	383,040,000,000	From 23 June 2020 to 23 June 2023	10.13	
Tien Phong Commercial Joint Stock Bank *(ii)*	300,000,000,000	From 30 May 2020 to 30 May 2021	10.13	Loan restructuring and financing for working capital
Vietnam International Commercial Joint Stock Bank – Dong Nai Branch *(ii)*	200,000,000,000	From 30 May 2020 to 30 May 2021	10.13	Loan restructuring and financing for working capital
Orient Commercial Joint Stock Bank – Ho Chi Minh Branch *(iii)*	200,000,000,000	From 27 May 2020 to 27 May 2021	8.5	Loan restructuring and financing for working capital
Issuance fee	(15,495,333,330)			
	1,642,104,666,670			
In which:				
Current portion	*452,850,466,660*			
Non-current portion	*1,189,254,200,010*			

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

25.5 *Bonds issued* (continued)

Details of bonds are as follows: (continued)

(i) Collateral

- Land lease rights under Contract No. 8011/TNM dated 19 November 2012 between TTC Attapeu Sugar Cane Sole Co., Ltd. and The Lao People's Democratic Republic for 51 hectare land area located at Phu Vong District, Attapeu Province, Laos and associated assets, real estates and all rights and obligations emerging from those assets owned by TTC Attapeu Sugar Cane Sole Co., Ltd.; and ownership and entitlement to indemnity for incidents arising under insurance policies for those assets;
- Land lease rights under Contract dated 26 December 2013 between TTC Attapeu Sugar Cane Sole Co., Ltd. and Laos for 2,739.9 hectre land area located at Attapeu Province, Laos and associated assets, real estates and all rights and obligations emerging from those assets owned by TTC Attapeu Sugar Cane Sole Co., Ltd.; construction, machineries in use at farm sites, sugar manufacturing plan, thermal power plant and microbiological fertilizer manufacturing plant; and ownership and entitlement to indemnity for incidents arising under insurance policies for those assets; and
- Capital contributed by the Company and TTC Bien Hoa - Dong Nai Sugar One Member Limited Company to TTC Attapeu Cane Sugar Limited Company with value of VND 2,230,109,999,975.

(ii) Collateral

- Land use rights of land lot No. 97 located at Tan Hung Commune, Tan Chau District, Tay Ninh Province and associated assets; machineries and equipment and 51% capital contribution by the Company in Thanh Thanh Cong Gia Lai Co., Ltd.

(iii) Collateral

- All buildings, equipment and machineries 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 at land lot No. 329, Thanh Binh Ward, Bien Hoa City, Dong Nai Province which belongs to TTC Bien Hoa – Dong Nai Sugar One Member Company Limited; and
- Capital contributed by TTC Bien Hoa - Dong Nai Sugar One Member Limited Company to Bien Hoa - Ninh Hoa Sugar One Member Company Limited with value of VND 1,030,726,951,350.

25. LOANS AND FINANCE LEASE OBLIGATIONS (continued)

25.6 *Finance leases*

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

VND

	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	25,718,702,591	2,675,000,028	23,043,702,563	33,160,559,659	5,345,882,351	27,814,677,308
Non-current liabilities						
From 1 - 5 years	21,965,435,303	1,237,831,320	20,727,603,983	36,539,369,027	3,793,014,490	32,746,354,537
More than 5 years	-	-	-	11,838,594,626	536,169,268	11,302,425,358
TOTAL	**47,684,137,894**	**3,912,831,348**	**43,771,306,546**	**81,538,523,312**	**9,675,066,109**	**71,863,457,203**

26. UNEARNED REVENUE

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

27. OWNERS' EQUITY

27.1 *Increase and decrease in owners' equity*

VND

	Issued share capital	*Share premium*	*Other funds belonging to owner's equity*	*Treasury shares*	*Foreign exchange difference reserve*	*Investment and development fund*	*Undistributed earnings*	*Non – controlling interest*	*Total*
Previous year									
Beginning balance	2,531,882,680,000	75,894,194,065	-	-	6,812,245,007	39,217,460,174	395,854,229,859	11,749,646,292	3,061,410,455,397
Increase in capital	3,038,304,050,000	6,167,151,721,500	-	-	-	-	-	-	9,205,455,771,500
Treasury shares	-	-	-	(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)	-	-	103,382,120,297	42,875,049,868
Acquisition of non-controlling interests	-	-	-	-	-	-	3,352,107,031	(62,578,170,746)	(59,226,063,715)
Net profit for the year	-	-	-	-	-	-	544,871,022,423	218,702,911	545,089,725,334
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	-	-	-	-	-	-	(121,800,006)	-	(121,800,006)
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	856,496,451,341	52,772,298,754	6,097,359,934,316

(*) The amount represents the consolidation reserve following the issuance of 303,830,405 new shares of the Company on 6 September 2017 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.

27. OWNERS' EQUITY (continued)

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

VND

	Issued share capital	*Share premium*	*Other funds belonging to owner's equity*	*Treasury shares*	*Foreign exchange difference reserve*	*Investment and development fund*	*Undistributed earnings*	*Non – controlling interest*	*Total*
Current year									
Beginning 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	856.496.451.341	52,772,298,854	6,097,359,934,316
Dividend in share *(Note 27.2)*	297,218,790,000	-	-	-	-	-	(297,218,790,000)	-	-
Dividend in cash *(Note 27.2)*	-	-	-	-	-	-	(408,224,244,952)	-	(408,224,244,952)
Disposal of Subsidiaries *(Note 4.1)*	-	-	32,294,380,412	-	3,417,408,916	-	(37,789,403,995)	(28,519,506,114)	(30,597,120,781)
Net profit for the year	-	-	-	-	-	-	268,425,858,779	(9,133,191,717)	259,292,667,062
Purchase of non-controlling interest	-	-	-	-	-	-	(33,709,509,644)	33,709,509,644	-
Conversion of financial statements to VND	-	-	-	-	13,190,433,935	-	-	-	13,190,433,935
Profit appropriation	-	-	-	-	-	54,837,395,679	(54,837,395,679)	-	-
Transfer to bonus and welfare fund	-	-	-	-	-	-	(112,022,477,983)	(407,029,649)	(112,429,507,632)
Ending balance	5,867,405,520,000	6,243,045,915,565	(5,502,116,030,924)	(1,099,985,561,092)	(44,001,327,529)	124,701,077,143	181,120,487,767	48,422,081,018	5,818,592,161,948

27. OWNERS' EQUITY (continued)

27.2 *Capital transactions with owners and distribution of dividends*

VND

	Ending balance	*Beginning balance*
Issued contributed share capital		
Beginning balance	5,570,186,730,000	2,531,882,680,000
Increase during the year	297,218,790,000	3,038,304,050,000
Ending balance	**5,867,405,520,000**	**5,570,186,730,000**
Dividends declared (*)	*(705,443,034,950)*	-
In which:		
- Dividend declared in share	*(297,218,790,000)*	
- Dividend declared in cash	*(408,224,244,950)*	
Dividends paid	*(192,683,748,041)*	*(12,074,600)*

(*) In accordance with Shareholders' Resolution No. 01/2018/NQ-DHDCD dated 17 October 2018 and the Board of Director's Resolutions No. 30/2018/NQ-HDQT dated 7 December 2018, the Company declared dividends by cash amounting to VND 408,224,244,950 and in form of shares with value at VND 297,250,663,800. Accordingly, on 24 January 2019, the Company completed the issuance of 29,721,879 shares in form of dividend payment to existing shareholders from its undistributed earnings in the consolidated financial statements for the year ended 30 June 2018. On 14 February 2019, the Company received the 7th amended BRC issued by the Department of Planning and Investment of Tay Ninh Province approving the increase of share capital to VND 5,867,405,520,000.

27.3 *Shareholders*

	Ending balance		*Beginning balance*	
	Shares	*% of interest*	*Shares*	*% of interest*
Thanh Thanh Cong Investment Joint Stock Company	168,021,963	28.64	107,511,290	19.30
Ben Tre Import Export Joint Stock Company	-	-	76,124,566	13.67
Others	418,718,589	71.36	373,382,817	67.03
TOTAL	**586,740,552**	**100.00**	**557,018,673**	**100.00**

27.4 *Shares*

	Number of shares	
	Ending balance (shares)	*Beginning balance (shares)*
Authorised shares	586,740,552	557,018,673
Shares issued and fully paid		
Ordinary shares	*586,740,552*	*557,018,673*
Treasury shares		
Ordinary shares	*(61,600,900)*	*(61,600,900)*
Shares in circulation		
Ordinary shares	*525,139,652*	*495,417,773*

The par value of each outstanding share: VND 10,000.

27. OWNERS' EQUITY (continued)

27.5 Earnings per share

	Current year	*Previous year (Restated)*
Net profit for the year attributable to the Company's shareholders *(VND)*	268,425,858,779	544,871,022,423
Appropriation to bonus and welfare fund *(*)*	(38,974,501,727)	(54,837,395,679)
Net profit attributable to ordinary holders of the Company's shareholders adjusted for appropriation to bonus and welfare fund	**229,451,357,052**	**490,033,626,744**
Weighted average number of ordinary shares *(shares)*	525,142,839	491,805,718
Impact of dividend declared in shares completed in January 2019	-	29,725,066
Weighted average number of ordinary shares in circulation during the year *(**)*	525,142,839	521,530,784
Basic and diluted earnings per share *(VND/share)*	**437**	**940**

(*) Net profit used to compute earnings per share for the year ended 30 June 2018 was restated following the actual distribution to Bonus and welfare funds from 2017 retained earnings as approved in the Resolution of Annual Shareholders Meeting No. 06/2018/NQ-DHDCD dated 15 November 2018.

Bonus and welfare fund for current year is estimated in accordance with the Resolution of Annual Shareholders Meeting No. 06/2018/NQ-DHDCD dated 15 November 2018.

(**) Weight average number of ordinary shares of previous year were restated to reflect the issuance of shares in form of dividend payment on 24 January 2019 *(Note 27.2)*.

28. REVENUES

28.1 *Revenues from sale of goods and rendering of services*

	Current year	*VND* *Previous year*
Gross revenue	**10,884,713,247,355**	**10,325,400,666,889**
In which:		
Sale of sugar	*9,499,260,144,181*	*9,085,503,491,590*
Sale of molasses	*301,548,502,704*	*348,022,122,396*
Sale of products from rubber	*300,223,315,709*	*294,315,456,434*
Sale of milk	*239,148,590,437*	*88,382,004,629*
Sale of electricity	*180,874,229,036*	*166,760,012,512*
Sale of fertilizer	*179,170,758,732*	*227,851,686,505*
Sale of beer	*109,816,050,005*	*41,518,272,911*
Rendering of rental services (Note 16)	*24,041,879,003*	*41,033,433,030*
Other	*50,629,777,548*	*32,014,186,882*
Less	**(28,100,847,211)**	**(40,705,067,180)**
Trade discounts	*(20,935,297,004)*	*(21,472,149,581)*
Sales returns	*(6,515,121,855)*	*(19,232,917,599)*
Sales discount	*(650,428,352)*	-
Net revenues	**10,856,612,400,144**	**10,284,695,599,709**
In which:		
Sale of sugar	*9,471,159,296,970*	*9,044,825,709,704*
Sale of molasses	*301,548,502,704*	*348,022,122,396*
Sale of products from rubber	*300,223,315,709*	*294,315,456,434*
Sale of milk	*239,148,590,437*	*166,760,012,512*
Sale of electricity	*180,874,229,036*	*88,382,004,629*
Sale of fertilizer	*179,170,758,732*	*227,851,686,505*
Sale of beer	*109,816,050,005*	*41,518,272,911*
Rendering of rental services (Note 16)	*24,041,879,003*	*41,033,433,030*
Other	*50,629,777,548*	*31,986,901,588*
In which:		
Sales to other parties	*9,061,543,976,357*	*7,016,994,966,593*
Sales to related parties	*1,795,068,423,787*	*3,267,700,633,116*

28.2 *Finance income*

	Current year	*VND* *Previous year*
Gains from disposal of investments	858,855,887,598	409,954,101,307
Interest income from bank deposit, lending and advance to suppliers	225,735,348,191	280,009,634,773
Foreign exchange gains	18,510,907,742	12,585,607,774
Dividends income	2,921,948,401	9,170,878,382
Others	4,612,270,805	758,388,897
TOTAL	**1,110,636,362,737**	**712,478,611,133**
In which:		
Sales to related parties	*589,799,266,872*	*560,651,821,665*
Sales to other parties	*520,837,095,865*	*151,826,789,468*

29. COST OF GOODS SOLD AND SERVICES RENDERED

VND

	Current year	*Previous year*
Cost of sugar	8,622,131,810,976	7,797,489,394,872
Cost of molasses	315,239,534,885	335,169,533,346
Cost of products from rubber	293,471,599,578	287,185,193,804
Cost of milk	229,234,998,877	86,556,444,062
Cost of electricity	171,963,910,883	150,457,452,182
Cost of fertilizer	170,132,786,390	211,588,640,546
Cost of beer	108,433,036,004	26,025,576,620
Cost of rental services	18,414,797,301	31,777,126,794
Others	55,902,240,356	32,361,669,295
TOTAL	**9,984,924,715,250**	**8,958,611,031,521**

30. FINANCE EXPENSES

VND

	Current year	*Previous year*
Interest expense and share issuance fee	705,491,023,191	714,074,144,851
Trade discount and advanced interest	86,201,558,627	42,862,204,238
Foreign exchange losses	19,476,463,838	13,551,277,323
Provision for diminution in investments	(256,686,600)	8,851,076,348
Loss from disposal of investments	631,821,687	2,585,105,125
Others	11,848,551,104	24,146,682,725
TOTAL	**823,392,731,847**	**806,070,490,610**

31. SELLING EXPENSES AND GENERAL AND ADMINISTRATIVE EXPENSES

VND

	Current year	*Previous year*
Selling expenses		
Expenses for external services	296,976,520,358	198,132,705,287
Labour cost	82,596,488,479	83,458,331,575
Depreciation and amortisation	6,570,182,394	6,957,515,143
Others	14,296,135,149	29,109,127,902
	400,439,326,380	**317,657,679,907**
General and administrative expenses		
Labour costs	190,416,769,098	203,577,651,635
Expenses for external services	116,124,198,046	84,588,920,252
(Reversal of provision) provision	(28,167,042,823)	24,010,306,175
Depreciation and amortisation	48,812,339,418	44,658,105,543
Other expenses	119,940,843,943	79,491,617,433
TOTAL	**447,127,107,682**	**436,326,601,038**

32. PRODUCTION AND OPERATING COSTS

VND

	Current year	*Previous year*
Raw materials and merchandise goods	9,412,141,271,632	11,419,140,594,444
Expenses for external services	470,309,760,868	416,939,446,839
Labour costs	441,885,539,776	511,493,083,747
Depreciation and amortisation	346,934,495,313	408,466,666,779
Other expenses	281,486,856,167	260,173,081,245
TOTAL	**10,952,757,923,756**	**13,016,212,873,054**

33. OTHER INCOME AND EXPENSES

VND

	Current year	*Previous year*
Other income	**143,368,375,466**	**178,470,049,565**
Gains from disposal of fixed assets	118,044,085,801	136,006,351,296
Income from leasing activities	16,201,127,183	19,640,784,393
Penalties received	2,308,180,176	6,403,272,751
Others	6,814,982,306	16,419,641,125
Other expenses	**40,171,279,603**	**35,629,630,048**
Depreciation of leased assets	18,414,797,301	16,191,791,399
Penalties	8,942,395,015	7,356,155,704
Others	12,814,087,287	12,081,682,945
OTHER PROFIT	**103,197,095,863**	**142,840,419,517**

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. CORPORATE INCOME TAX (continued)

34.1 *CIT expense*

		VND
	Current year	*Previous year*
Current CIT expense	157,953,526,009	149,157,040,507
Adjustment for under accrual of tax from prior years	75,160,422	238,362,996
	158,028,686,431	149,395,403,503
Deferred tax expenses (income)	4,462,592,400	(12,193,387,854)
TOTAL	**162,491,278,831**	**137,202,015,649**

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

		VND
	Current year	*Previous year*
Accounting profit before tax	**421,783,945,893**	**682,291,740,983**
At applicable CIT rates	60,691,110,796	117,715,087,206
Adjustments:		
Non-deductible expenses	89,065,544,899	32,045,630,516
Consolidation adjustments	11,618,318,773	45,580,032,425
Amortisation of goodwill	3,979,287,316	3,748,239,476
Adjustment for (over) under accrual of tax from prior years	(842,506,415)	238,362,996
Change of gains of change in ownership interest of investments	-	(457,773,495)
Dividends income	(54,145,256)	(2,193,178,244)
Share of profit in associates	(1,444,393,662)	(12,188,582,740)
Tax exemption	(521,937,620)	(19,574,649,153)
CIT expenses	**162,491,278,831**	**164,913,168,987**

34.2 *Current CIT*

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

34. CORPORATE INCOME TAX (continued)

34.3 Deferred tax

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

VND

	Consolidated balance sheet		*Consolidated income statement*	
	Ending balance	*Beginning balance*	*Current year*	*Previous year*
Deferred tax asset				
Provision for obsolete inventories	-	2,967,049,423	(2,967,049,423)	2,967,049,423
Unrealised profits	1,540,142,687	6,028,931,545	(4,488,788,858)	5,455,726,419
Accrued expenses	7,400,947,278	6,857,726,048	543,221,230	1,254,104,949
TOTAL	**8,941,089,965**	**15,853,707,016**		
Deferred tax liabilities				
Surplus fair value of net assets in business combination	87,109,192,528	89,053,393,660	1,944,201,132	3,763,546,916
Provisions for long-term investments	741,216,334	1,247,039,853	505,823,519	(1,247,039,853)
TOTAL	**87,850,408,862**	**90,300,433,513**		
Deferred tax (expenses) income			***(4,462,592,400)***	***12,193,387,854***

35. TRANSACTIONS WITH RELATED PARTIES

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

VND

Related parties	*Relationship*	*Transactions*	*Current year*	*Previous year*
Thanh Thanh Cong Industrial Zones Joint Stock Company	Affiliate	Sale of shares	717,000,000,000	-
		Deposit for land rental	700,000,000,000	-
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Sale of goods	616,427,136,275	737,988,286,679
		Purchase of goods	319,127,548,796	434,192,717,781
		Interest income	36,340,753,189	80,687,421,034
		Purchase of services	24,343,706,697	21,988,040,858
		Interest expenses	333,906,959	31,767,523,040
Thanh Thanh Cong Trading Joint Stock Company	Common owner	Purchase of goods	417,508,047,496	342,903,784,690
		Purchase of services	86,870,291,693	47,301,031,396
		Sale of goods	78,942,513,696	676,995,736,402
		Interest income	55,428,067,091	40,385,168,252
		Service rendered	16,208,443,771	590,758,911
		Purchase of shares	4,167,132,000	-
		Interest expenses	2,688,036,220	7,006,367,132
Global Mind Commodities Trading Pte. Ltd	Common owner	Purchase of materials	456,319,898,239	965,136,534,786
		Sale of goods	301,858,688,142	-
		Advances for purchase of goods	-	211,157,419,200
Svayrieng Sugar and Cane Company Limited	Affiliate	Purchase of materials	91,491,143,013	81,019,607,504
		Sale of goods	206,491,000	24,266,789,000
Tam Binh An Manufacturing Trading Joint Stock Company	Affiliate	Sale of goods	439,318,653,333	140,170,000,000
		Purchase of goods	213,483,040,000	363,490,909,091
		Interest income	16,319,855,596	4,071,756,165

35. TRANSACTIONS WITH RELATED PATIES (continued)

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

VND

Related parties	*Relationship*	*Transactions*	*Current year*	*Previous year*
Son Tin Commodities Exchange Joint Stock Company	Affiliate	Purchase of goods	314,593,186,239	91,744,315,250
		Sale of goods	143,289,950,473	546,976,996,273
		Purchase of shares	58,500,000,000	-
		Interest income	18,653,363,970	59,834,240,939
Toan Hai Van Joint Stock Company	Affiliate	Deposit for land rental	418,000,000,000	-
		Sale of shares	-	612,500,000,000
Mr. Thai Van Chuyen	Related party	Sale of shares	240,000,000,000	-
Ben Tre Import and Export Joint Stock Company	Affiliate	Purchase of goods	100,940,649,046	347,544,709,951
		Purchase of materials	58,668,080,004	68,843,602,504
		Interest income	10,015,092,202	6,820,199,411
		Sale of goods	2,344,246,849	101,240,877,882
Dang Huynh Industrial Zones Exploitation and Management Joint Stock Company	Affiliate	Sale of goods	77,213,715,808	195,185,809,524
		Sale of fixed assets	52,090,909,091	255,498,447,101
		Purchase of goods	26,415,000,000	-
Loc Tho Joint Stock Company	Affiliate	Purchase of fixed assets	66,610,593,432	-
		Sale of goods	-	55,475,518,054
		Purchase of materials	-	28,263,336,829

35. TRANSACTIONS WITH RELATED PARTIES (continued)

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

VND

Related parties	*Relationship*	*Transactions*	*Current year*	*Previous year*
Thanh Thanh Cong Packaging Trading - Production Joint Stock Company	Affiliate	Purchase of materials	34,245,606,161	35,869,535,972
		Purchase of goods	151,300,000	36,455,032,395
		Sale of goods	27,257,520	100,798,910,077
Thanh Thanh Cong Tourist Joint Stock Company	Common owner	Purchase of services	10,651,954,125	8,937,246,843

Transactions with other related parties

Remuneration to members of the Board of Directors and Management

VND

	Current year	*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				
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Sale of goods	462,832,902,215	73,224,351,338
Tam Binh An Manufacturing Trading Joint Stock Company	Affiliate	Sale of goods	296,012,843,500	70,003,500,000
Dang Huynh Industrial Zones Exploitation and Management Joint Stock Company	Affiliate	Sale of asset Sale of goods	65,368,446,508 -	249,302,744,490 96,589,200,000
Global Mind Commodities Trading Pte., Ltd	Common owner	Sale of goods	12,298,038,641	57,876,301,528
Son Tin Commodities Exchange JSC	Affiliate	Sale of goods	6,172,500,000	235,036,706,000
Thanh Thanh Cong Trading Joint Stock Company	Common owner	Sale of goods	3,493,114,450	36,152,729,758
Toan Hai Van Joint Stock Company	Affiliate	Transfer of TTC IZ shares	-	394,500,000,000
Other related parties		Sale of goods	1,084,924,423	82,244,758,490
TOTAL			**847,262,769,737**	**1,294,930,291,604**
Short-term advances to suppliers				
Thanh Thanh Cong Trading Joint Stock Company *(*)*	Common owner	Purchase of goods	433,576,050,183	888,147,854,765
Son Tin Commodities Exchange JSC *(*)*	Affiliate	Purchase of goods	307,453,353,986	164,758,103,986
Tam Binh An Manufacturing Trading Joint Stock Company *(*)*	Affiliate	Purchase of goods	258,250,050,000	96,600,000,000
Svayrieng Sugar and Cane Company Limited	Affiliate	Purchase of goods	70,137,489,034	52,634,652,710
Global Mind Commodities Trading Pte., Ltd	Common owner	Purchase of materials	12,861,958,239	211,157,419,200
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Purchase of goods	4,605,136,626	295,910,880,000
Thanh Thanh Cong Packaging Trading - Production Joint Stock Company	Affiliate	Purchase of materials	1,071,151,790	1,701,160,464

(*) 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)

VND

Related parties	*Relationship*	*Transactions*	*Ending balance*	*Beginning balance*
Short-term advances to suppliers (continued)				
Ben Tre Import and Export Joint Stock Company	Affiliate	Purchase of goods	244,966,040	21,405,055,440
Thanh Thanh Cong Tourist Joint Stock Company	Common owner	Purchase of services	160,710,200	2,533,253,700
Other related parties		Purchase of goods	2,380,440	803,600,000
TOTAL			**1,088,360,866,098**	**1,735,651,980,265**
Other short-term receivables				
Thanh Thanh Cong Industrial Zones Joint Stock Company	Affiliate	Deposit for land rental	700,000,000,000	-
Toan Hai Van Joint Stock Company	Affiliate	Deposit for land rental	418,000,000,000	-
Son Tin Commodities Exchange JSC	Affiliate	Interest income	40,111,954,726	53,785,251,028
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Interest income	32,726,208,580	35,420,856,485
Tam Binh An Manufacturing Trading Joint Stock Company	Affiliate	Interest income	19,339,778,428	3,067,709,133
Thanh Thanh Cong Trading Joint Stock Company	Common owner	Interest income Deposit	10,173,025,769 -	31,006,207,153 457,708,000
Other related parties		Payment on behalf	1,139,411,626	3,734,464,034
			1,221,490,379,129	**127,472,195,833**

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				
Thanh Thanh Cong Trading Joint Stock Company	Common owner	Deposit	457,708,000	-
Loc Tho Joint Stock Company	Affiliate	Deposit	-	357,865,463,900
TOTAL			**457,708,000**	**357,865,463,900**
Short-term loan receivables (*)				
Tan Hoi Industrial Complex Infrastructure Investment Joint Stock Company	Affiliate	Lending	15,000,000,000	-
Thuan Thien Investment Joint Stock Company	Affiliate	Lending	-	14,200,000,000
Son Tin Commodities Exchange Joint Stock Company	Affiliate	Lending	-	79,400,000,000
TOTAL			**15,000,000,000**	**93,600,000,000**

(*) These represented the 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*
Short-term trade payables				
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Purchase of services	70,025,072,550	22,117,023,356
Svayrieng Sugar and Cane Company Limited	Affiliate	Purchase of goods	18,289,801,639	-
Thanh Thanh Cong Trading Joint Stock Company	Common owner	Purchase of goods	10,854,842,398	25,125,056,248
Tam Binh An Manufacturing Trading Joint Stock Company	Affiliate	Purchase of goods	10,024,942,000	7,780,000,000
Ben Tre Import and Export Joint Stock Company	Affiliate	Purchase of goods	6,237,635,733	137,000,871,278
Other related parties		Purchase of goods	3,820,792,717	7,962,339,908
TOTAL			**119,253,087,037**	**199,985,290,790**
Short-term advances from customers				
Son Tin Commodities Exchange JSC	Affiliate	Sale of goods	68,446,631,907	66,829,943,383
Thanh Thanh Cong Trading Joint Stock Company	Common owner	Sale of goods	23,327,583,343	37,268,337,247
Tay Ninh Sugar Joint Stock Company	Associate	Sale of goods	15,800,000,000	-
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Sale of goods	-	16,943,731,064
Other related parties		Sale of goods	513,412,228	-
TOTAL			**108,087,627,478**	**121,042,011,694**

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 payables				
Thanh Thanh Cong Investment Joint Stock Company	Major shareholder	Dividend payable	67,208,785,200	-
Dang Huynh Industrial Zones Exploitation and Management Joint Stock Company	Affiliate	Dividend payable	8,000,000,000	-
Rubber Nuoc Trong Joint Stock Company	Related party	Business Co-operation Contract	1,200,000,000	-
Other related parties		Interest expenses	43,720,548	1,080,556,213
TOTAL			**76,452,505,748**	**1,080,556,213**
Short-term loans				
Tan Hoi Industrial Complex Infrastructure Investment Joint Stock Company *(*)*	Affiliate	Loan	6,000,000,000	-
Ben Tre Import and Export Joint Stock Company	Affiliate	Loan	-	300,000,000
TOTAL			**1,243,720,548**	**1,080,556,213**
Long-term loans				
Gia Lai Electricity Joint Stock Company *(**)*	Common owner	Loan	14,900,000,000	-
Tay Ninh Sugar Joint Stock Company *(**)*	Associate	Loan	2,386,340,000	-
Tan Hoi Industrial Complex Infrastructure Investment Joint Stock Company *(**)*	Affiliate	Loan	1,062,680,000	-
TOTAL			**18,349,020,000**	**-**

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

(**) These represented unsecured long-term loans with the term over 12 months and interest rate ranging from 5.4% per annum for financing its working capital requirements and purchasing fixed assets.

36. CORRESPONDING FIGURES

Certain corresponding balances in the consolidated balance sheet as at 30 June 2018 have been reclassified to conform with current year's presentation. Details are as follows:

VND

	Beginning balance (as previously presented)	*Reclassification*	*Beginning balance (reclassified)*
Consolidated balance sheet as at 30 June 2018			
Short-term trade receivables	1,585,814,700,457	399,807,803,729	1,985,622,504,186
Other short-term receivables	661,365,229,237	(399,807,803,729)	261,557,425,508

37. COMMITMENTS

Operating lease commitment

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

VND

	Ending balance	*Beginning balance*
Less than 1 year	25,597,958,373	26,675,423,391
From 1 – 5 years	128,521,028,740	114,719,008,574
More than 5 years	492,609,733,117	227,749,422,265
TOTAL	**646,728,720,229**	**369,143,854,230**

38. OFF BALANCE SHEET ITEMS

	Ending balance	*Beginning balance*
Goods held on consignment		
- Sugar finished goods (tonne)	*52,885*	*73,259*
Foreign currencies		
- LAK	*8,127,315,813*	*1,631,398,738*
- USD	*556,416*	*2,072,270*
- INR	*18,140*	*18,140*
- AUD	*950*	*950*
- GBP	*630*	*630*
- EUR	*250*	*250*
- SGP	-	*58,793*
- THB	-	*19,460*

39. EVENTS AFTER THE BALANCE SHEET DATE

On 23 September 2019, the Company completed the issuance of 21,611,333 preference shares with convertible rights to a new shareholder with value of VND 648,340,000,000 in accordance with Resolution of Shareholders No. 01/2018/NQ-DHDCD dated 17 October 2018. On 24 September 2019, the Company received Official Letter No. 5775/UBCK-QLCB issued by the State Securities Commission approving this share issuance transaction. As at the date of these consolidated financial statements, the Company is in the process of completing documentation in relation to this change of share capital to submit to the Department of Planning and Investment of Tay Ninh Province.

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

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

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

28 September 2019