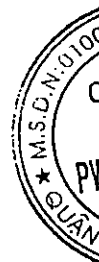


PETROVIETNAM CA MAU FERTILIZER JOINT STOCK COMPANY

**SEPARATE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**



PETROVIETNAM CA MAU FERTILIZER JOINT STOCK COMPANY

**SEPARATE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

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PETROVIETNAM CA MAU FERTILIZER JOINT STOCK COMPANY

CORPORATE INFORMATION

Enterprise registration certificate

No. 2001012298 dated 24 March 2011 which was initially issued by the Department of Planning and Investment of Ca Mau province with the latest 6th amendment dated 14 June 2018.

Board of Directors

Mr. Tran Ngoc Nguyen	Chairman
Mr. Nguyen Duc Hanh	Member
Mr. Van Tien Thanh	Member
Mr. Tran My	Member
Mr. Truong Hong	Member
	(Appointed on 28 April 2021)
Ms. Do Thi Hoa	Member
	(Appointed on 28 April 2021)
Mr. Le Duc Quang	Member
	(Appointed on 28 April 2021)
Ms. Nguyen Minh Phuong	Member
	(Resigned from 28 April 2021)

Board of Supervision

Ms. Phan Thi Cam Huong	Head
Mr. Do Minh Duong	Member
	(Appointed on 28 April 2021)
Mr. Tran Van Binh	Member
	(Appointed on 28 April 2021)
Mr. Nguyen Quoc Huy	Members
	(Resigned on 7 April 2021)

Board of Management

Mr. Van Tien Thanh	General Director
Mr. Le Ngoc Minh Tri	Deputy General Director
Mr. Nguyen Tuan Anh	Deputy General Director
Ms. Nguyen Thi Hien	Deputy General Director
Mr. Tran Chi Nguyen	Deputy General Director
Mr. Nguyen Thanh Tung	Deputy General Director

Legal representative

Mr. Van Tien Thanh	General Director
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Registered office

Plot D, Ward 1 Industrial Zone, Ngo Quyen Street, Ward 1, Ca Mau City, Ca Mau Province, Vietnam.

Auditor

PwC (Vietnam) Limited



INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF PETROVIETNAM CA MAU FERTILIZER JOINT STOCK COMPANY

We have audited the accompanying separate financial statements of PetroVietnam Ca Mau Fertilizer Joint Stock Company ("the Company") which were prepared on 31 December 2021 and approved by the Board of Management on 15 March 2022. The separate financial statements comprise the separate balance sheet as at 31 December 2021, the separate income statement and separate cashflow statement for the period then ended, and explanatory notes to the separate financial statements including significant accounting policies, as set out on pages 5 to 55.

The Board of Management's Responsibility

The Board of Management of the Company is responsible for the preparation and the true and fair presentation of these separate financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on the preparation and presentation of separate financial statements and for such internal control which the Board of Management determines as necessary to enable the preparation and fair presentation of separate financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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



Auditor's Opinion

In our opinion, the separate financial statements present fairly, in all material respects, the separate financial position of the Company as at 31 December 2021, its separate financial performance and separate cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on the preparation and presentation of separate financial statements.

Emphasis of Matter

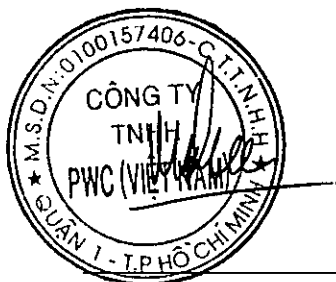
As presented in Note 39 of Note to the separate financial statements, as at the approval date of these separate financial statements, the Government Inspectorate has not issued the final conclusion for the equitization finalisation. Our opinion is not modified in respect of this matter.

Other Matters

The separate financial statements of the Company for the year ended 31 December 2020 were audited by another auditor who expressed an unmodified opinion on those statements on 12 March 2021.

The independent auditor's report is prepared in Vietnamese and English. Should there be any conflict between the Vietnamese and English versions, the Vietnamese version shall take precedence.

For and on behalf of PwC (Vietnam) Limited



Mai Viet Hung Tran
Audit Practising Licence No.
0048-2018-006-1
Authorised signatory

Report reference number: HCM11555
Ho Chi Minh City, 15 March 2022

Tram Tu Mai Anh
Audit Practising Licence No.
3546-2021-006-1

SEPARATE BALANCE SHEET

Code	ASSETS	Note	As at 31 December	
			2021 VND	2020 VND
100	CURRENT ASSETS		7,228,151,754,682	3,941,917,255,576
110	Cash and cash equivalents	3	410,279,110,776	507,850,887,756
111	Cash		410,279,110,776	287,850,887,756
112	Cash equivalents		-	220,000,000,000
120	Short-term investment		4,362,000,000,000	2,302,000,000,000
123	Investments held to maturity	4(a)	4,362,000,000,000	2,302,000,000,000
130	Short-term receivables		186,327,493,020	217,107,169,494
131	Short-term trade accounts receivable	5	43,765,470,683	43,110,222,120
132	Short-term prepayments to suppliers	6	85,772,664,411	15,210,624,232
136	Other short-term receivables	7	94,250,650,528	158,786,323,142
137	Provision for doubtful debts – short-term	7	(37,461,292,602)	-
140	Inventories		2,174,888,053,689	800,792,297,745
141	Inventories	8	2,174,888,053,689	800,792,297,745
150	Other current assets		94,657,097,197	114,166,900,581
151	Short-term prepaid expenses	9(a)	41,352,623,692	39,204,171,453
152	Value added tax ("VAT") to be reclaimed	14(a)	52,802,271,176	74,460,526,799
153	Tax and other receivables from the State	14(a)	502,202,329	502,202,329
200	LONG-TERM ASSETS		3,771,760,888,975	4,707,059,455,901
220	Fixed assets		3,364,971,484,061	3,906,562,911,213
221	Tangible fixed assets	10(a)	3,326,036,280,922	3,850,765,339,017
222	Historical cost		14,982,893,309,812	14,152,719,316,627
223	Accumulated depreciation		(11,656,857,028,890)	(10,301,953,977,610)
227	Intangible fixed assets	10(b)	38,935,203,139	55,797,572,196
228	Historical cost		152,720,963,527	146,331,262,372
229	Accumulated amortisation		(113,785,760,388)	(90,533,690,176)
240	Long-term asset in progress		66,117,926,735	760,881,751,818
242	Construction in progress	11	66,117,926,735	760,881,751,818
250	Long-term investment		20,826,250,000	20,826,250,000
251	Investment in subsidiary	4(b)	20,826,250,000	20,826,250,000
260	Other long-term assets		319,845,228,179	18,788,542,870
261	Long-term prepaid expenses	9(b)	308,109,083,501	14,631,921,990
262	Deferred income tax assets	18	11,736,144,678	4,156,620,880
270	TOTAL ASSETS		10,999,912,643,657	8,648,976,711,477

The notes on pages 10 to 55 are an integral part of these separate financial statements.

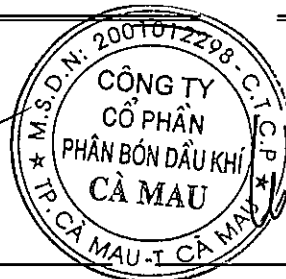
SEPARATE BALANCE SHEET
(continued)

Code	RESOURCES	Note	As at 31 December	
			2021 VND	2020 VND
300	LIABILITIES		3,557,074,041,533	2,356,487,909,540
310	Short-term liabilities		3,152,336,868,219	2,020,883,913,914
311	Short-term trade accounts payable	12	773,882,972,523	694,934,477,367
312	Short-term advances from customers	13	285,544,035,325	118,179,756,704
313	Tax and other payables to the State	14(b)	94,128,886,543	28,199,211,582
314	Payable to employees		179,102,501,797	91,755,545,831
315	Short-term accrued expenses	15	552,937,882,159	125,061,571,535
319	Other short-term payables	16	386,214,561,958	126,707,675,137
320	Short-term borrowings	17(a)	685,901,453,586	681,411,884,361
322	Bonus and welfare fund	19	194,624,574,328	154,633,791,397
330	Long-term liabilities		404,737,173,314	335,603,995,626
338	Long-term borrowings	17(b)	-	131,784,980,811
343	Fund for science and technology development	20	404,737,173,314	203,819,014,815
400	OWNERS' EQUITY		7,442,838,602,124	6,292,488,801,937
410	Capital and reserves		7,442,838,602,124	6,292,488,801,937
411	Owners' capital	21, 22	5,294,000,000,000	5,294,000,000,000
411a	- Ordinary shares with voting rights		5,294,000,000,000	5,294,000,000,000
418	Investment and development fund	22	961,092,701,356	414,542,823,262
421	Undistributed earnings	22	1,187,745,900,768	583,945,978,675
421a	- Undistributed post-tax profits of previous years		108,687,381,882	110,739,024,355
421b	- Post-tax profits of current year		1,079,058,518,886	473,206,954,320
440	TOTAL RESOURCES		10,999,912,643,657	8,648,976,711,477

Huynh Thi Ngoc Ha
Preparer

Dinh Nhu Cuong
Chief Accountant

Le Ngoc Minh Tri
Deputy General Director
Authorised signatory
15 March 2022



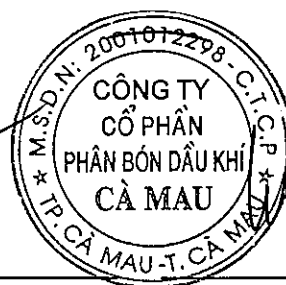
SEPARATE INCOME STATEMENT

Code		Note	Year ended 31 December	
			2021 VND	2020 VND
01	Revenue from sales of goods and rendering of services		10,101,178,219,793	7,677,199,326,221
02	Less deductions		(218,382,350,196)	(154,314,891,063)
10	Net revenue from sales of goods and rendering of services	25	9,882,795,869,597	7,522,884,435,158
11	Cost of goods sold and services rendered	26	(7,131,737,350,049)	(6,233,089,177,076)
20	Gross profit from sales of goods and rendering of services		2,751,058,519,548	1,289,795,258,082
21	Financial income	27	169,464,256,157	130,240,695,027
22	Financial expenses	28	(44,471,557,928)	(61,660,315,782)
23	- Including: Interest expense	28	(17,981,195,647)	(41,810,133,108)
25	Selling expenses	29	(413,180,663,886)	(359,624,875,890)
26	General and administration expenses	30	(514,086,634,282)	(292,324,343,524)
30	Net operating profit		1,948,783,919,609	706,426,417,913
31	Other income		4,371,195,381	10,735,344,253
32	Other expenses		(2,600,635,560)	(2,333,025,958)
40	Net other income	31	1,770,559,821	8,402,318,295
50	Net accounting profit before tax		1,950,554,479,430	714,828,736,208
51	Business income tax ("BIT") - current	32	(136,301,076,248)	(51,252,737,929)
52	BIT - deferred	32	7,579,523,798	(2,011,554,971)
60	Net profit after tax		1,821,832,926,980	661,564,443,308

Huynh Thi Ngoc Ha
Preparer

Dinh Nhu Cuong
Chief Accountant

Le Ngoc Minh Tri
Deputy General Director
Authorised signatory
15 March 2022



SEPARATE CASHFLOW STATEMENT
(Indirect method)

Code		Note	Year ended 31 December	
			2021 VND	2020 VND
	CASH FLOWS FROM OPERATING ACTIVITIES			
01	Net accounting profit before tax		1,950,554,479,430	714,828,736,208
	Adjustments for:			
02	Depreciation and amortisation	33	1,376,181,246,066	1,307,733,122,077
03	Provisions/(reversal of provisions)		37,461,292,602	(8,714,265,000)
04	Unrealised foreign exchange gains		(7,011,270,188)	(1,529,533,085)
05	Profits from investing activities	27	(132,767,486,931)	(113,886,918,345)
06	Interest expense	28	17,981,195,647	41,810,133,108
07	Other adjustments		216,728,275,492	79,425,415,134
08	Operating profit before changes in working capital		3,459,127,732,118	2,019,666,690,097
09	Decrease in receivables		31,089,883,329	136,376,789,203
10	(Increase)/decrease in inventories		(1,374,095,755,944)	462,444,704,629
11	Increase/(decrease) in payables		981,411,438,430	(701,956,333,912)
12	(Increase)/decrease in prepaid expenses		(284,020,764,736)	21,015,420,222
14	Interest paid		(21,715,727,982)	(55,744,922,177)
15	BIT paid		(76,263,646,748)	(41,351,500,466)
17	Other payments on operating activities		(170,825,190,922)	(82,664,872,893)
20	Net cash inflows from operating activities		2,544,707,967,545	1,757,785,974,703
	CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchases of fixed assets and other long-term assets		(155,205,532,724)	(266,572,144,053)
23	Term deposits placed		(6,530,000,000,000)	(3,290,000,000,000)
24	Collection of term deposits		4,470,000,000,000	2,990,000,000,000
27	Interest received		116,654,243,097	113,344,890,950
30	Net cash outflows from investing activities		(2,098,551,289,627)	(453,227,253,103)
	CASH FLOWS FROM FINANCING ACTIVITIES			
33	Proceeds from borrowings	35	1,380,601,265,566	1,690,158,567,850
34	Repayments of borrowings	35	(1,500,935,927,152)	(2,633,448,797,133)
36	Dividends distributed to shareholders		(423,444,313,500)	(317,605,344,000)
40	Net cash outflows from financing activities		(543,778,975,086)	(1,260,895,573,283)
50	Net (decrease)/increase in cash and cash equivalents		(97,622,297,168)	43,663,148,317
60	Cash and cash equivalents at beginning of year	3	507,850,887,756	464,482,357,354
61	Effect of foreign exchange differences		50,520,188	(294,617,915)
70	Cash and cash equivalents at end of year	3	410,279,110,776	507,850,887,756


The notes on pages 10 to 55 are an integral part of these separate financial statements.

SEPARATE CASHFLOW STATEMENT (continued)
(Indirect method)

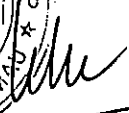
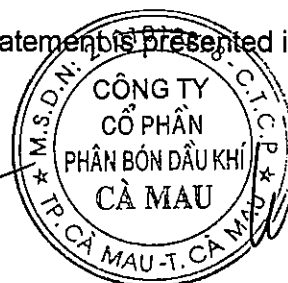
Additional information relating to the separate cashflow statement is presented in Note 35.



Huynh Thi Ngoc Ha
Preparer



Dinh Nhu Cuong
Chief Accountant



Le Ngoc Minh Tri
Deputy General Director
Authorised signatory
15 March 2022

**NOTES TO THE SEPARATE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1 GENERAL INFORMATION

PetroVietnam Ca Mau Fertilizer Joint Stock Company (the "Company"), formerly known as PetroVietnam Camau Fertilizer One Member Limited Liability Company - a subsidiary of Vietnam Oil and Gas Group ("PVN"), was established in SR Vietnam pursuant to Enterprise registration certificate No. 2001012298 which was initially issued by the Department of Planning and Investment of Ca Mau Province on 24 March 2011.

On 4 December 2012, the Company received Investment registration certificate No. 61101000153 which was issued by the People's Committee of Ca Mau Province to construct "Ca Mau Fertilizer factory" project at An Khanh Commune, U Minh District, Ca Mau Province, for a period of 20 years from the date of this Investment registration certificate. The total charter capital of this project is VND19,658.46 billion. As at 13 November 2018, the Department of Planning and Investment of Ca Mau Province issued Investment registration certificate No. 8568610502 as a replacement of Investment registration certificate No. 61101000153 issued by the People's Committee of Ca Mau Province.

PetroVietnam Camau Fertilizer One Member Limited Liability Company was officially transformed into a joint stock company, named PetroVietnam Camau Fertilizer Joint Stock Company pursuant to the sixth amended Enterprise registration certificate No. 2001012298 issued by the Department of Planning and Investment of Ca Mau Province on 14 June 2018. The Company's charter capital is VND5,294 billion, equivalent to 529,400,000 shares with par value of VND10,000 per share.

The Company's shares were listed on the Ho Chi Minh City Stock Exchange on 31 March 2015 with the stock code "DCM" according to Notice No. 342/TB-SGDHCM dated 20 March 2015 of the Ho Chi Minh Stock Exchange.

The principal activities of the Company include:

- Production of fertilizers, nitrogen compounds and basic chemicals;
- Wholesale of fertilizers, chemicals used in industry – agriculture;
- Retail of fertilizers, chemicals used in industry – agriculture;
- Architectural activities and consultancy on techniques using fertilizers and chemicals;
- Warehousing, storage and handling cargo;
- Research and experiment of development of natural science and engineering technical testing and analysing;
- Machinery and equipment repair and maintenance;
- Setting up the website, processing rental data related activities;
- Trading in agricultural products and materials; and
- Trading in real estate, land use rights belonging to owners, users or renters.

As at 31 December 2021 and 31 December 2020, the Company had 1 subsidiary - PetroVietnam Packaging Joint Stock Company as stated in note 4(b). General information of the subsidiary is as below:

Subsidiary	Principal activities	Place of incorporation and operation	Ownership and voting rights ratio (%)	
			31.12.2021	31.12.2020
PetroVietnam Packaging Joint Stock	Package manufacturing	Bac Lieu	51.03	51.03

1 GENERAL INFORMATION (continued)

As at 31 December 2021 and 31 December 2020, the Company had 2 branches that are dependent accounting units, located in plot D, Ward 1 Industrial Zone, Ngo Quyen Street, Ward 1, Ca Mau City, Ca Mau Province, Vietnam. The two branches are granted with branch stamps for transaction and allowed to open accounts at banks in accordance with Vietnamese laws. Details of the Company's branches are as follows:

- Branch of PetroVietnam Ca Mau Fertilizer Joint Stock Company - Project Management Unit established under Decision No. 1109/QD-PVCFC dated 1 June 2016 of the Board of Management: is responsible for managing the Company's construction projects.
- Branch of PetroVietnam Ca Mau Fertilizer Joint Stock Company – Research and Development Center established under Decision No. 442/QD-PVCFC dated 27 March 2017 of the Board of Management: is responsible for researching and developing new products.

The normal business cycle of the Company is 12 months.

As at 31 December 2021, the Company had 1,022 employees (as at 31 December 2020: 991 employees).

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**2.1 Basis of preparation of separate financial statements**

The separate financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of separate financial statements. The separate financial statements have been prepared under the historical cost convention.

The accompanying separate financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam. The accounting principles and practices utilised in Vietnam may differ from those generally accepted in countries and jurisdictions other than Vietnam.

Separately, the Company has also prepared consolidated financial statements of the Company and its subsidiaries (together, "the Group") in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of consolidated financial statements. In the consolidated financial statements, subsidiary undertakings, which are those companies over which the Group has the power to govern the financial and operating policies, have been fully consolidated.

Users of these separate financial statements of the Company should read them together with the consolidated financial statements of the Group for the year ended 31 December 2021 to obtain full information of the consolidated financial position and consolidated results of operations and consolidated cash flows of the Group.

The separate financial statements in the Vietnamese language are the official statutory separate financial statements of the Company. The separate financial statements in the English language have been translated from the Vietnamese version.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.2 Fiscal year

The Company's fiscal year is from 1 January to 31 December.

2.3 Currency

The separate financial statements are measured and presented in Vietnamese Dong ("VND" or "Dong"), which is the Company's accounting currency. The Company determines its accounting currency based on the currency which is mainly used in rendering of services, which has a significant impact on selling prices of services, which is normally used to list selling prices and receive payments; which is mainly used in purchases of services, which has a significant impact on cost of labor, materials and other production or operating costs and which is normally used as payments of those costs.

In addition, the Company also uses this currency to raise financial resources and regularly collects this currency from business operations and savings.

2.4 Exchange rates

Transactions arising in foreign currencies are translated at exchange rates prevailing at the transaction dates. Foreign exchange differences arising from these transactions are recognised in the separate income statement.

According to Official Letter No. 4360/DKVN-TCKT dated 30 June 2015 issued by Vietnam Oil and Gas Group and Official Letter No. 7526/BTC-TCDN dated 18 June 2015 issued by the Ministry of Finance on the exchange rates of foreign currencies ("Official Letter 4360 and Official Letter 7526"), the Company applies the buying rates announced by Joint Stock Commercial Bank for Foreign Trade of Vietnam to translate monetary items denominated in foreign currencies when preparing separate financial statements. These exchange rates differ from those stipulated in Circular No. 200/2014/TT-BTC dated 22 December 2014 issued by the Ministry of Finance guiding the accounting regime for enterprises. The Board of Management assesses that exchange differences arising from using the different exchange rates are not material.

The exchange differences arising from using the exchange rates stipulated in the Official Letter 4360 and Official Letter 7526 are recognized as income or expense in the separate income statement.

2.5 Cash and cash equivalents

Cash and cash equivalents comprise of cash on hand, cash at bank, demand deposits and other short-term investments with an original maturity of three months or less.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.6 Receivables**

Receivables represent trade receivables from customers arising from rendering of services or non-trade receivables from others and are stated at cost. Provision for doubtful debts is made for each outstanding amount based on overdue days in payment according to the initial payment commitment (exclusive of the payment rescheduling between parties), or based on the estimated loss that may arise. Bad debts are written off when identified.

Receivables are classified into short-term and long-term receivables on the separate balance sheet based on the remaining period from the separate balance sheet date to the maturity date.

2.7 Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined by the weighted average method and includes all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. In the case of manufactured products, cost includes all direct expenditure and production overheads based on normal levels of operating activity. Net realisable value is the estimated selling price in the normal course of business, less the estimated costs of completion and selling expenses.

The Company applies the perpetual system for inventories.

Provision is made, when necessary, for obsolete, slow-moving and defective inventory items. The difference between the provision of this period and the provision of the previous period are recognised as an increase or decrease of cost of goods sold in the period.

2.8 Investments**(a) Investments held to maturity**

Investments held to maturity are investments which the Company has the intention and ability to hold until maturity.

Investment held to maturity include term deposits. Those investments are initially accounted for at cost. Subsequently, the Board of Management reviews all outstanding investments to determine the amount of provision to recognise at the period end.

Provision for diminution in value of investments held to maturity is made when there is evidence that the investment is uncollectible in whole or in part. Changes in the provision balance during the accounting period are recorded as an increase or decrease in financial expenses. A reversal, if any, is made only to the extent the investment is restored to its original cost.

Investments held to maturity are classified into short-term and long-term investments held to maturity on the separate balance sheet based on the remaining period from the separate balance sheet date to the maturity date.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.8 Investments (continued)****(b) Investment in subsidiary**

Subsidiary is entity whose financial and operating policies the Company has the power to govern in order to gain future benefits from its activities, generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Company controls another entity.

Investment in subsidiary is initially recorded at costs of acquisition expenditure directly attributable to the investment. Subsequently, the Board of Management reviews all outstanding investment to determine the amount of provision to recognise at the period end.

Provision for investment in subsidiary is made at the end of accounting period when there is evidence that the investment is uncollectible in whole or in part. Provision for diminution in the value of investment in subsidiary is calculated based on the investee's loss. Changes in the provision balance during the accounting period are recorded as an increase or decrease in financial expenses. A reversal, if any, is made only to the extent the investment is restored to its original cost.

2.9 Fixed assets*Tangible and intangible fixed assets*

Fixed assets are stated at historical cost less accumulated depreciation or amortisation. Historical cost includes any expenditure that is directly attributable to the acquisition of the fixed assets bringing them to suitable conditions for their intended use. Expenditure which is incurred subsequently and has resulted in an increase in the future economic benefits expected to be obtained from the use of fixed assets, can be capitalised as an additional historical cost. Otherwise, such expenditure is charged to the separate income statement when incurred.

The Company's tangible and intangible fixed assets were revalued when the state-owned enterprise was equitized. Historical cost and accumulated depreciation are adjusted according to the valuation results which were approved by the competent authority in accordance with regulations, adjusted depreciation commenced when the Company officially becomes a joint stock company.

Depreciation and amortisation

Fixed assets are depreciated and amortised using the straight-line method so as to write off the historical cost of the fixed assets over their estimated useful lives. The principal annual rates of each asset class are as follows:

Land use rights	20 – 43 years
Plant, buildings and structures	5 – 25 years
Machinery and equipment	5 – 12 years
Motor vehicles and transmission equipment	5 – 6 years
Office equipment	3 – 6 years
Patents	3 years
Computer software	3 – 6 years
Others	3 – 6 years

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.9 Fixed assets (continued)***Disposals*

Gains or losses on disposals are determined by comparing net disposal proceeds with the carrying amount and are recognised as income or expense in the separate income statement.

Construction in progress

Construction in progress represents the cost of assets in the course of installation or construction for production, rental or administrative purposes, or for purposes not yet determined, which are recorded at cost and are comprised of such necessary costs to construct, repair and maintain, upgrade, renew or equip the projects with technologies as construction costs; costs of tools and equipment in accordance with the Company's accounting policies. Depreciation of these assets, on the same basis as other fixed assets, commences when they are ready for their intended use.

2.10 Leased assets

Leases where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the separate income statement a straight-line basis over the term of the lease.

2.11 Prepaid expenses

Prepaid expenses include short-term and long-term prepayments on the separate balance sheet. Prepaid expenses are recorded at historical cost and allocated on the straight-line basis over estimated useful lives.

2.12 Payables

Classifications of payables are based on their nature as follows:

- Trade accounts payable are trade payables arising from purchase of goods and services; and
- Other payables are non-trade payables, not relating to purchases of goods and services.

Payables are classified into short-term and long-term payables on the separate balance sheet based on the remaining period from the separate balance sheet date to the maturity date.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.13 Borrowings**

Borrowings include borrowings from banks.

Borrowings are classified into short-term and long-term on the separate balance sheet based on the remaining terms from the separate balance sheet date to the maturity date.

Borrowing costs that are directly attributable to the construction or production of any qualifying assets are capitalised during the period of time that is required to complete and prepare the asset for its intended use. In respect of general-purpose borrowings a portion of which used for the purpose of construction or production of any qualifying assets, the Company determines the amount of borrowing costs eligible for capitalisation by applying a capitalisation rate to the weighted average expenditure on the assets. The capitalisation rate is the weighted average of the interest rates applicable to the Company's borrowings that are outstanding during the period, other than borrowings made specifically for the purpose of obtaining a qualifying asset. Other borrowing costs are recognised in the income statement when incurred.

2.14 Accrued expenses

Accrued expenses include liabilities for goods and services received in the period but not yet paid for due to pending invoice or insufficient records and documents. Accrued expenses are recorded as expenses in the reporting period.

2.15 Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation and the amount has been reliably estimated. Provision is not recognised for future operating losses.

Provisions are measured at the level of the expenditures expected to be required to settle the obligation. If the time value of money is material, provision will be measured at the present value using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to the passage of time is recognised as a financial expense. Changes in the provision balance during the accounting period are recorded as an increase or decrease in operating expenses.

2.16 Capital and reserves

Owners' capital is recorded according to the actual amounts contributed at the par value of the shares.

Undistributed earnings record the Company's results after BIT at the reporting date.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.17 Appropriation of profit

The Company's results after BIT is appropriated in accordance with the Resolution of the General Meeting of shareholders, including: dividend distribution and fund appropriation according to the Company's charter and Vietnamese regulations.

According to the Company's charter, dividend is recognised as a liability in the separate financial statements of the accounting period based on the closing date of shareholder list following the Resolution of the Board of Directors after the dividend distribution plan is approved at the General Meeting of shareholders.

The Company's fund is below:

(a) Investment and development fund

Investment and development fund is appropriated at a rate of no more than 30% of profit after BIT of the Company and approved at the General Meeting of shareholders. This fund is used for expanding the production scale, business or in-depth investment.

(b) Science and Technology Development Fund

The science and technology development fund is appropriated at a rate of no more than 10% of taxable profit of the Company and approved at the General Meeting of shareholders, in order to build investment fund for science and technology activities of the Company. This fund is developed upon on the Company's development and technology innovation demand and recognised to the separate operation results of the year. This fund is presented as a liability on the separate balance sheet.

(c) Bonus and welfare fund

Bonus and welfare fund is appropriated at a rate of the employees' average salary of the three-month period and approved at the General Meeting of shareholders, and used for bonus and welfare payment for employees. This fund is presented as a liability on the separate balance sheet.

2.18 Revenue recognition

(a) Revenue from sales of goods

Revenue from sale of goods is recognised in the income statement when all five (5) of the following conditions are satisfied:

- The Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- The Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Company; and
- The costs incurred or to be incurred in respect of the transaction can be measured reliably.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.18 Revenue recognition (continued)

(a) Revenue from sales of goods (continued)

No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due or the possible return of goods.

Revenue is recognised in accordance with the “substance over form” principle and allocated to each sale obligation. If the Company gives promotional goods to customers associated with their purchases, the Company allocates the total considerations received between goods sold and promotional goods. The cost of promotional goods is recognised as cost of goods sold in the income statement.

(b) Revenue from rendering of services

Revenue from rendering of services is recognised in the separate income statement when the services are rendered, by reference to completion of the specific transaction assessed based upon the actual service provided as a proportion of the total services to be provided.

Revenue from rendering of services is only recognised when all four (4) of the following conditions are satisfied:

- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Company;
- The percentage of completion of the transaction at the separate balance sheet date can be measured reliably; and
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

(c) Interest income

Interest income is recognised on an earned basis.

(d) Dividend income

Income from dividends is recognised when the Company has established the receiving right from investees.

2.19 Sales deductions

Sales deductions include trade discounts. Sales deductions incurred in the same period of the related revenue from sales of products, goods and rendering of services are recorded as a deduction from the revenue of that period.

Sales deductions for sales of products, goods in the period but are incurred after the separate balance sheet date but before the issuance of the separate financial statements are recorded as a deduction from the revenue of the period.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.20 Cost of goods sold and services rendered

Cost of goods sold and services rendered are the cost of finished goods, merchandise, materials sold or services rendered during the year, and recorded on the basis of matching with revenue and on a prudence basis.

2.21 Financial expenses

Financial expenses are expenses incurred in the year for financial activities mainly including interest expense and losses from foreign exchange differences.

2.22 Selling expenses

Selling expenses represent expenses that are incurred in the process of selling products, merchandises, and providing services.

2.23 General and administration expenses

General and administration expenses represent expenses that are incurred for administrative purposes of the Company.

2.24 Current and deferred income tax

Income tax includes all income tax which is based on taxable profits. Income tax expense comprises current tax expense and deferred tax expense.

Current income tax is the amount of income tax payable or recoverable in respect of the current period taxable profits at the current period tax rates. Current and deferred tax are recognised as an income or an expense and included in the profit or loss of the period, except to the extent that the income tax arises from a transaction or event which is recognised, in the same or a different period, directly in equity.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the separate financial statements. Deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of occurrence affects neither the accounting nor the taxable profit or loss. Deferred income tax is determined at the tax rates that are expected to apply to the financial period when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted by the separate balance sheet date.

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.25 Related parties**

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Company, including holding companies, subsidiary and fellow subsidiaries are related parties of the Company. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the Company, key management personnel, including the Board of Directors, the Board of Management of the Company, close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering its relationships with each related party, the Company considers the substance of the relationships, not merely the legal form.

2.26 Segment reporting

A segment is a component which can be separated by the Company engaged in sales of goods or rendering of services ("business segment") or sales of goods or rendering of services within a particular economic environment ("geographical segment"). Each segment is subject to risks and returns that are different from those of other segments. A reportable segment is the Company's business segment or the Company's geographical segment.

2.27 Critical accounting estimates

The preparation of the separate financial statements in conformity with Vietnamese Accounting Standards and applicable regulations on preparation and presentation of the separate financial statements requires the Board of Management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the separate financial statements and the reported amounts of revenues and expenses during the accounting period.

The areas involving significant estimates and assumptions are as follows:

- Estimated useful lives of fixed assets; and
- Estimated short - term provision (Note 7).

Such estimates and assumptions are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are assessed by the Board of Management to be reasonable under the circumstances.

3 CASH AND CASH EQUIVALENTS

	2021 VND	2020 VND
Cash on hand	1,348,749,708	999,921,830
Cash at bank	408,930,361,068	286,850,965,926
Cash equivalents (*)	-	220,000,000,000
	<u>410,279,110,776</u>	<u>507,850,887,756</u>

(*) Cash equivalents represent the bank term deposits in VND with original maturities of three months or less and earn interest at the interest rate from 2.9% per annum to 3.3% per annum (as at 31 December 2020: 3.65% per annum).

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4 INVESTMENTS

(a) Investments held to maturity

	2021		2020	
	Cost VND	Book value VND	Cost VND	Book value VND
Term deposits (*)	4,362,000,000,000	4,362,000,000,000	2,302,000,000,000	2,302,000,000,000

(*) As at 31 December 2021, short-term investment held to maturity represents the bank deposits in VND with original maturities of more than three months and the remaining period of less than 12 months, and earns interest at the interest rate of 3.5% per annum to 5.35% per annum (As at 31 December 2020: 3.6% per annum to 5.35% per annum).

As at 31 December 2021, a deposit of VND200 billion at Joint Stock Commercial Bank for Foreign Trade of Vietnam – Thu Thiem Branch was used as a collateral asset for the loan at this bank (Note 17).

As at 31 December 2021, the Company had a deposit of VND332 billion at Ocean Commercial Joint Stock Bank – Ca Mau Branch ("OceanBank"). According to Official Letter No. 17/2015/CV-GDNCNM dated 14 May 2015 of OceanBank, under the instruction of the State Bank of Vietnam ("SBV"), OceanBank has been temporarily suspending payment to institutional customers who had deposits at OceanBank from 11 February 2015. On 23 February 2021, the Company sent its Official Letter No. 233/PVCF-C-TCKT to the SBV and OceanBank on the payment of this deposit and has not received the response yet. This deposit is currently applied the interest rate of 4% per annum and periodic interest is transferred to the Company's account opened at OceanBank. Because the SBV has taken over OceanBank and transformed the operational model of OceanBank into Ocean Commercial One Member Limited Liability Bank owned by the State since 8 May 2015, the Board of Management assesses that the mentioned above deposit is still collectible and there is no risk of loss, and therefore no provision for loss of asset has been recognised.

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4 INVESTMENTS (continued)

(b) Investments in other entities

	2021			2020		
	Cost VND	Fair value VND	Provision VND	Cost VND	Fair value VND	Provision VND
Petrovietnam Packaging Join Stock Company	20,826,250,000	36,002,754,900	-	20,826,250,000	19,593,336,000	-

The original cost of the investment in PetroVietnam Packaging Joint Stock Company is revaluated according to the plan to convert PetroVietnam Ca Mau Fertilizer One Member Limited Liability Company into a joint stock company.

As at 31 December 2021 and 31 December 2020, the fair value of the investment in PetroVietnam Packaging Joint Stock Company whose shares are listed on the Hanoi Stock Exchange was determined based on the closing prices of these shares on 30 June 2021 and 31 December 2020, and the number of shares held by the Company at those times.

5 SHORT-TERM TRADE ACCOUNTS RECEIVABLE

	2021 VND	2020 VND
Third parties		
Truong Hai Agriculture Joint Stock Company	26,494,200,000	-
Phu My Chemical and Construction Co.,Ltd	13,485,171,197	-
Nguyen Khoa Trading Co., Ltd	-	7,960,000,000
Baconco Co., Ltd	-	7,225,255,750
Tuong Dung An Giang One Member Company Limited	-	6,393,500,000
Hiep Loan Import and Export Company Limited	-	5,974,450,000
Others	3,786,099,486	14,941,892,970
Related parties (Note 36(b))	-	615,123,400
	<u>43,765,470,683</u>	<u>43,110,222,120</u>

As at 31 December 2021 and 31 December 2020, there was no balance of short-term trade accounts receivable that was past due or not past due but doubtful.

6 SHORT-TERM PREPAYMENTS TO SUPPLIERS

	2021 VND	2020 VND
Third parties		
Hung Thanh Agricultural Equipments Co.,Ltd	41,220,000,000	-
Hong Van Trading Service Transportation Company Limited	6,675,000,000	-
Viet Farm Trading Company Limited	5,000,000,000	-
PVD Technical Training and Certification Joint Stock Company	3,625,959,690	-
Tuong Nguyen Import-Export Trading Service Company Limited	3,195,137,850	-
Bateco Vietnam Joint Stock Company	2,838,903,210	2,853,160,182
Others	22,823,395,961	11,548,798,147
Related parties (Note 36(b))	394,267,700	808,665,903
	<u>85,772,664,411</u>	<u>15,210,624,232</u>

7 OTHER SHORT-TERM RECEIVABLE

	2021		2020	
	Book value VND	Provision VND	Book value VND	Provision VND
Third parties				
Withholding tax on payment of foreign loan interest (i)	43,228,523,461	(37,461,292,602)	42,851,089,549	-
Interest receivables from term deposits	34,651,095,889	-	18,537,852,055	-
Discounts on goods purchased	13,048,564,000	-	13,439,746,830	-
Advances from employee	1,637,232,000	-	2,504,500,800	-
Deposits	115,000,000	-	335,000,000	-
Others	1,570,235,178	-	2,184,323,359	-
Related parties (Note 36(b))				
Receivables from PVN (ii)	-	-	77,424,489,813	-
Others	-	-	1,509,320,736	-
	<u>94,250,650,528</u>	<u>(37,461,292,602)</u>	<u>158,786,323,142</u>	<u>-</u>

- (i) The balance as at 31 December 2021 represents the withholding tax paid by the Company following the working minutes dated 26 April 2018 of the Department of Finance Inspectorate, the Department of Tax of Ca Mau Province and Company. The Company is working with the Department of Tax to claim the refund for this withholding tax.
- (ii) The balance at 31 December 2020 represents profits of the period from 1 January 2014 to 14 January 2015, which was overpaid to PVN due to gas price adjustments that the Company purchased from PVN during that period.

In 2021, according to the Examination Minutes No. 4287/BB-DKVN dated 29 July 2021 on the equitization settlement of PetroVietnam Ca Mau Fertiliser One Member Limited Liability Company and Decision No. 4825 /QD-DKVN dated 28 August 2021 on determination of enterprise value and approval of the equitization finalisation of PetroVietnam Ca Mau Fertiliser One Member Limited Liability Company by the time that the Company officially became a joint stock company on 15 January 2015 issued by PVN, the Company offset these receivables with other payables to PVN (Notes 16 and 39).

8 INVENTORIES

	2021		2020	
	Cost VND	Provision VND	Cost VND	Provision VND
Goods in transit	257,175,000,000	-	-	-
Raw materials	536,875,667,895	-	497,523,457,924	-
Tools and supplies	27,062,487,559	-	22,005,575,983	-
Work in progress	155,985,809,354	-	43,606,805,449	-
Finished goods	736,584,810,709	-	125,226,307,290	-
Merchandise	461,204,278,172	-	112,430,151,099	-
	<u>2,174,888,053,689</u>	<u>-</u>	<u>800,792,297,745</u>	<u>-</u>

9 PREPAID EXPENSES

(a) Short-term

	2021 VND	2020 VND
Insurance	13,324,792,803	5,942,721,832
Software warranty costs	10,537,220,024	5,411,686,281
Others	17,490,610,865	27,849,763,340
	<u>41,352,623,692</u>	<u>39,204,171,453</u>

(b) Long-term

	2021 VND	2020 VND
Potential development value (i)	261,059,472,455	-
Repair and maintenance	2,591,739,928	10,970,158,182
Tools and supplies	43,944,761,116	3,388,091,173
Others	513,110,002	273,672,635
	<u>308,109,083,501</u>	<u>14,631,921,990</u>

9 PREPAID EXPENSES (continued)

Movements in prepaid expenses during the year were as follows:

	2021 VND	2020 VND
Beginning of year	53,836,093,443	74,851,513,665
Increase from equitization finalisation (i)	261,059,472,455	-
Increase	123,332,608,975	93,805,153,623
Allocation	(88,766,467,680)	(114,820,573,845)
End of year	<u>349,461,707,193</u>	<u>53,836,093,443</u>

- (i) This is the difference between the business advantage of Petrovietnam Ca Mau Fertiliser One Member Limited Company as of 1 January 2014 in the Inspection minutes No. 379/QD-TTCT – Restructuring state-owned enterprise dated 30 July 2018 at Petrovietnam Ca Mau Fertiliser One Member Limited Company issued by the Government inspection team and the valuation certificate of Ban Viet Securities Joint Stock Company signed on 9 July 2014.

According to the Examination Minutes No. 4287/BB-DKVN dated 29 July 2021 on the equitization settlement of PetroVietnam Ca Mau Fertiliser One Member Limited Liability Company and Decision No. 4825 /QD-DKVN dated 28 August 2021 on determination of enterprise value and approval of the equitization finalisation of PetroVietnam Ca Mau Fertiliser One Member Limited Liability Company by the time that the Company officially became a joint stock company on 15 January 2015 issued by PVN, the Company has temporarily recognised an increase in assets (goodwill) and other payables; and has not recognised the increase in State capital or submitted this amount to the Enterprise support and arrangement fund. This matter will be resolved (including accounting treatment) when the Government Inspectorate issues the final conclusion (Note 16 and Note 39).

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10 FIXED ASSETS

(a) Tangible fixed assets

	Plant, buildings and structures VND	Machinery and equipment VND	Motor vehicles and transmission equipment VND	Office equipment VND	Others VND	Total VND
Historical cost						
As at 1 January 2021	3,500,521,206,046	10,442,027,172,443	66,099,572,472	84,701,391,851	59,369,973,815	14,152,719,316,627
New purchases	688,889,850	23,894,536,402	6,788,788,139	14,090,455,726	-	45,462,670,117
Transfers from construction in progress (Note 11)	316,714,497,628	473,786,856,811	-	-	-	790,501,354,439
Others	-	-	-	(5,790,031,371)	-	(5,790,031,371)
As at 31 December 2021	3,817,924,593,524	10,939,708,565,656	72,888,360,611	93,001,816,206	59,369,973,815	14,982,893,309,812
Accumulated depreciation						
As at 1 January 2021	2,536,846,860,218	7,634,184,278,554	53,783,472,980	58,636,926,831	18,502,439,027	10,301,953,977,610
Charge for the year	333,022,287,539	1,012,698,224,559	3,647,476,567	5,346,155,511	188,907,104	1,354,903,051,280
As at 31 December 2021	2,869,869,147,757	8,646,882,503,113	57,430,949,547	63,983,082,342	18,691,346,131	11,656,857,028,890
Net book value						
As at 1 January 2021	963,674,345,828	2,807,842,893,889	12,316,099,492	26,064,465,020	40,867,534,788	3,850,765,339,017
As at 31 December 2021	948,055,445,767	2,292,826,062,543	15,457,411,064	29,018,733,864	40,678,627,684	3,326,036,280,922

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10 FIXED ASSETS (continued)

(a) Tangible fixed assets (continued)

The Company has pledged the fixed assets built from projects including Camau Fertilizer Production Factory, Material import port with capacity of 500,000 tons/year of Ca Mau Fertilizer Production Factory and Factory producing Complex Fertilizer from Molten Urea as collaterals for the Company's bank loans. The carrying value of these assets at 31 December 2021 was VND3,269,371,536,727 (as at 31 December 2020: VND3,579,716,861,942) (Note 17).

The historical cost of fully depreciated tangible fixed assets but still in use as at 31 December 2021 was VND370,623,886,763 (as at 31 December 2020: VND312,619,446,774).

(b) Intangible fixed assets

	Land use rights VND	Patents VND	Computer software VND	Total VND
Historical cost				
As at 1 January 2021	22,194,885,567	14,080,000,000	110,056,376,805	146,331,262,372
New purchases	-	-	6,389,701,155	6,389,701,155
As at 31 December 2021	22,194,885,567	14,080,000,000	116,446,077,960	152,720,963,527
Accumulated amortisation				
As at 1 January 2021	7,573,890,220	14,080,000,000	68,879,799,956	90,533,690,176
Charge for the year	1,286,648,162	-	21,965,422,050	23,252,070,212
As at 31 December 2021	8,860,538,382	14,080,000,000	90,845,222,006	113,785,760,388
Net book value				
As at 1 January 2021	14,620,995,347	-	41,176,576,849	55,797,572,196
As at 31 December 2021	13,334,347,185	-	25,600,855,954	38,935,203,139

10 FIXED ASSETS (continued)

(b) Intangible fixed assets (continued)

The historical cost of fully amortized intangible fixed assets but still in use as at 31 December 2021 was VND73,623,851,676 (as at 31 December 2020: VND63,473,494,341).

11 CONSTRUCTION IN PROGRESS

	2021 VND	2020 VND
Composite Fertilizer Production from melted Urea (*)	13,369,078,535	748,149,371,686
CO2 filter System	35,991,722,935	2,745,101,039
MB vent gas recovery system	4,515,487,702	3,953,884,558
Packaging storage - Product warehouse	-	3,871,758,521
Others	12,241,637,563	2,161,636,014
	<u>66,117,926,735</u>	<u>760,881,751,818</u>

(*) The Company has pledged the assets built from Factory producing Complex Fertilizer from Molten Urea Project with carrying value of 13,369,078,535 as at 31 December 2021 (as at 31 December 2020: VND748,149,371,686) as collaterals for the Company's bank loans (Note 17).

Movements in the construction in progress during the year are as follows:

	2021 VND	2020 VND
Beginning of year	760,881,751,818	698,506,086,885
Purchase	101,552,346,999	81,384,243,694
Transfers to fixed assets (Note 10(a))	(790,501,354,439)	(19,008,578,761)
Transfers to prepaid expenses	(5,814,817,643)	-
End of year	<u>66,117,926,735</u>	<u>760,881,751,818</u>

12 SHORT-TERM TRADE ACCOUNTS PAYABLE

	2021		2020	
	Value VND	Able-to-pay amount VND	Value VND	Able-to-pay amount VND
Third parties				
Tri Viet Trading and Engineering Co., Ltd	12,536,986,000	12,536,986,000	1,262,501,900	1,262,501,900
Dandelion Saigon Company Limited	9,129,793,000	9,129,793,000	-	-
Thuan Phat Logistic Joint Stock Company	8,506,084,068	8,506,084,068	7,133,603,065	7,133,603,065
Sun Life Vietnam Company Limited	4,859,500,000	4,859,500,000	40,000,000,000	40,000,000,000
Others	221,398,079,428	221,398,079,428	167,141,301,228	167,141,301,228
Related parties (Note 36(b))	517,452,530,027	517,452,530,027	479,397,071,174	479,397,071,174
	<u>773,882,972,523</u>	<u>773,882,972,523</u>	<u>694,934,477,367</u>	<u>694,934,477,367</u>

13 ADVANCES FROM CUSTOMERS

	2021 VND	2020 VND
Hung Thanh Co., Ltd	161,449,115,240	16,138,922,240
Nguyen Khoa Trading Co., Ltd	29,706,589,514	5,158,729,999
Hour Sarin Aphivath Kasekam Co., Ltd	10,946,234,396	-
Yetak Group Co., Ltd	-	27,676,624,079
Sayimex Ta Mchas Sre Co.,Ltd	-	16,999,189,280
Huu Thanh I Co., Ltd	8,976,989,100	6,013,629,100
Others	74,465,107,075	46,192,662,006
	<u>285,544,035,325</u>	<u>118,179,756,704</u>

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14 TAXES AND OTHER PAYABLES TO/(RECEIVABLES FROM) THE STATE

Movements in taxes and other payables to/(receivables from) the State are as follows:

	1.1.2021 VND	Receivable/payable during the year VND	Net-off VND	Payment/Refund during the year VND	31.12.2021 VND
a) Receivables					
VAT to be reclaimed	74,460,526,799	87,329,925,538	(5,853,221,303)	(103,134,959,858)	52,802,271,176
Import tax	-	1,186,326,724	-	(1,186,326,724)	-
VAT overpaid	104,855,724	-	-	-	104,855,724
Land rental	397,346,605	80,190,633	-	(80,190,633)	397,346,605
	<u>74,962,729,128</u>	<u>88,596,442,895</u>	<u>(5,853,221,303)</u>	<u>(104,401,477,215)</u>	<u>53,304,473,505</u>
b) Payables					
BIT	25,901,569,848	136,301,076,248	-	(76,263,646,748)	85,938,999,348
Personal income tax	2,051,964,534	44,408,168,800	-	(38,490,656,589)	7,969,476,745
VAT payables	-	5,853,221,303	(5,853,221,303)	-	-
VAT import tax	-	5,493,158,143	-	(5,493,158,143)	-
Natural resource taxes	229,003,200	2,533,187,850	-	(2,545,884,600)	216,306,450
Other taxes	16,674,000	915,313,922	-	(927,883,922)	4,104,000
	<u>28,199,211,582</u>	<u>195,504,126,266</u>	<u>(5,853,221,303)</u>	<u>(123,721,230,002)</u>	<u>94,128,886,543</u>

15 SHORT-TERM ACCRUED EXPENSES

	2021 VND	2020 VND
Third parties		
Cost of purchasing goods and services	295,317,116,756	21,346,111,775
Trade discount payable	199,515,410,195	56,512,371,793
Sales promotion expense	26,693,725,725	16,479,670,013
Interest expense	1,287,604,929	5,022,137,264
Guarantee fees	-	500,143,854
Others	11,104,368,279	10,826,913,181
Related parties (Note 36(b))		
Non-deductible VAT payable	19,019,656,275	14,374,223,655
	<u>552,937,882,159</u>	<u>125,061,571,535</u>

16 OTHER SHORT-TERM PAYABLES

	2021 VND	2020 VND
Third parties		
Equitization payable - Potential development value (Note 9)	261,059,472,455	-
Social security expenses	15,000,000,000	-
Sales commission	13,241,390,131	5,993,809,535
Safety bonus fund	6,572,097,546	5,182,233,141
Short-term deposits	1,744,232,000	1,145,292,000
Union fund	835,096,897	2,379,986,323
Dividend payables	555,560,000	479,873,500
Others	18,071,625,588	9,818,277,924
Related parties (Note 36(b))		
Payable to Camau Gas-Power-Fertilizer Project Management Unit	55,851,413,429	55,851,413,429
- Input VAT on gas purchased in the period before officially commercial operation	49,897,065,571	49,897,065,571
- Others	5,954,347,858	5,954,347,858
Payable to PVN (i)	13,283,673,912	45,856,789,285
- Equitization payable	12,219,608,894	46,019,574,601
+ Profit payable for the period from 1 January 2014 to 14 January 2015	12,219,608,894	12,219,608,894
+ Overpaid the CIT in 2014	-	32,375,616,667
+ CIT payable for the period from 1 January 2015 to 14 January 2015	-	1,176,849,040
+ Others	-	247,500,000
- Other payables	1,064,065,018	(162,785,316)
	<u>386,214,561,958</u>	<u>126,707,675,137</u>

- (i) According to the Examination Minutes No. 4287/BB-DKVN dated 29 July 2021 about the equitization settlement of PetroVietnam Ca Mau Fertiliser One Member Limited Liability Company and Decision No. 4825 /QD-DKVN dated 28 August 2021 about determination of enterprise value and approval of the equitization finalisation of PetroVietnam Ca Mau Fertiliser One Member Limited Liability Company by the time that the Company officially became a joint stock company on 15 January 2015 issued by PVN, the Company has temporarily recognised an increase in assets (goodwill) and other payables; and neither recognised the increase in State capital nor submitted this amount to the Enterprise support and arrangement fund. This matter will be resolved (including accounting treatment) when the Government Inspectorate issues the final conclusion (Notes 7 and 39).

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17 BORROWINGS

(a) Short-term

	As at 1.1.2021 VND	Increase VND	Decrease VND	Revaluation VND	As at 31.12.2021 VND
Borrowing from banks (i)	155,758,063,000	1,380,601,265,566	(975,284,578,566)	(6,960,750,000)	554,114,000,000
Current portion of long-term borrowings	525,653,821,361	131,784,980,811	(525,651,348,586)	-	131,787,453,586
	<u>681,411,884,361</u>	<u>1,512,386,246,377</u>	<u>(1,500,935,927,152)</u>	<u>(6,960,750,000)</u>	<u>685,901,453,586</u>

(i) Details of short-term borrowings are as follows:

	Maturity year	2021 VND	2020 VND
Joint Stock Commercial bank for Foreign Trade of Vietnam - Thu Thiem Branch	2022	554,114,000,000	155,758,063,000

Including short-term loan in United States Dollar ("USD") from Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thu Thiem branch with the term of 2 months to support the Company's working capital, bearing interest rate of 1.3% per annum. As at 31 December 2021, the outstanding principal balance is USD24,475,000, equivalent to VND554,114,000,000. The security of this loan is term deposit of VND200 billion at this bank (Notes 4).

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17 BORROWINGS (continued)

(b) Long-term

	As at 1.1.2021 VND	Increase VND	Decrease VND	Revaluation VND	As at 31.12.2021 VND
Borrowing from banks (ii)	657,438,802,172	-	(525,651,348,586)	-	131,787,453,586
Current portion of long-term borrowings	(525,653,821,361)	(131,784,980,811)	525,651,348,586	-	(131,787,453,586)
	<u>131,784,980,811</u>	<u>(131,784,980,811)</u>	<u>-</u>	<u>-</u>	<u>-</u>

(ii) Details of long-term borrowings are as follows:

	Maturity date	31.12.2021 VND	31.12.2020 VND
Saigon Hanoi Commercial Joint Stock Bank	25/11/2022	131,787,453,586	263,566,281,586
Group of banks BNP, Paribas, Credit Agricole and Chinese Export Import Bank	21/07/2021	-	368,559,999,997
Ho Chi Minh City Development Joint Stock Commercial Bank - Ca Mau branch	30/08/2021	-	25,312,520,589
		<u>131,787,453,586</u>	<u>657,438,802,172</u>

These are long-term loans in USD and VND to finance purchases and constructions of fixed assets of the Company. These loans are secured by assets formed from the loans. Floating interest rate is applied in accordance with the lender's regulations, interest rates range from 1.8% to 4% per annum for loans in USD and from 7.84% to 9.1% per annum for loans in VND.

18 DEFERRED INCOME TAX

Movement in the deferred income tax during the year were as follow:

	2021 VND	2020 VND
Beginning of year	4,156,620,880	6,168,175,851
Income statement credit/(charge) (Note 32)	7,579,523,798	(2,011,554,971)
End of year	<u>11,736,144,678</u>	<u>4,156,620,880</u>

Detail of deferred tax asset

	2021 VND	2020 VND
Trade discount not yet invoiced	<u>11,736,144,678</u>	<u>4,156,620,880</u>

19 BONUS AND WELFARE FUND

	2021 VND	2020 VND
Beginning of year	154,633,791,397	103,093,296,913
Fund appropriation during the year (Note 22)	196,224,530,000	122,201,044,657
Adjusted appropriation to bonus and welfare fund from 2020 profit (Note 22)	(528,642,500)	(315,244,328)
Utilisation during the year	(155,705,104,569)	(70,345,305,845)
End of year	<u>194,624,574,328</u>	<u>154,633,791,397</u>

Bonus and welfare fund was appropriated in the financial year ended 31 December 2021 according to Resolution No. 854/NQ-PVCFC dated 27 April 2021 of the Company's General Meeting of Shareholders.

20 SCIENTIFIC AND TECHNOLOGICAL DEVELOPMENT FUND

	2021 VND	2020 VND
Beginning of year	203,819,014,815	137,797,154,046
Fund appropriation during the year	216,728,275,492	79,425,415,134
Utilisation during the year	(15,810,116,993)	(13,403,554,365)
End of year	<u>404,737,173,314</u>	<u>203,819,014,815</u>

The scientific and technological development fund was appropriated in the year ended 31 December 2021 at the rate of 10% of the Company's taxable profit according to the Resolution No. 854/NQ-PVCFC dated 27 April 2021 of the Company's General Meeting of Shareholders.

21 OWNERS' CAPITAL

(a) Number of shares

	2021		2020	
	Ordinary shares	Preference shares	Ordinary shares	Preference shares
Number of shares registered	529,400,000	-	529,400,000	-
Number of shares issued	529,400,000	-	529,400,000	-
Number of existing shares in circulation	529,400,000	-	529,400,000	-

(b) Details of owners' shareholdings

	2021		2020	
	Ordinary shares	%	Ordinary shares	%
Vietnam Oil and Gas Group	400,023,057	75.56	400,023,057	75.56
Other shareholders	129,376,943	24.44	129,376,943	24.44
Number of shares	529,400,000	100	529,400,000	100

(c) Movement of share capital

As at the years ended 31 December 2021 and 31 December 2020, the Company had no changes in the total share value.

Par value per share: VND10,000.

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22 MOVEMENTS IN OWNERS' EQUITY

	Owners' capital VND	Investment and development fund VND	Post-tax undistributed earnings VND	Total VND
As at 1 January 2020	5,294,000,000,000	348,386,378,931	428,063,780,027	6,070,450,158,958
Net profit for the year	-	-	661,564,443,308	661,564,443,308
Appropriation to investment and development fund from 2020 profit	-	66,156,444,331	(66,156,444,331)	-
Appropriation to bonus and welfare fund from 2020 profit	-	-	(122,201,044,657)	(122,201,044,657)
Adjusted appropriation to bonus and welfare fund from 2019 profit	-	-	315,244,328	315,244,328
Dividend distribution from 2019 profit	-	-	(317,640,000,000)	(317,640,000,000)
As at 31 December 2020	5,294,000,000,000	414,542,823,262	583,945,978,675	6,292,488,801,937
Adjustment related to equitization (i)	-	-	(52,267,239,293)	(52,267,239,293)
Net profit for the year	-	-	1,821,832,926,980	1,821,832,926,980
Appropriation to investment and development fund from 2021 profit (ii)	-	546,549,878,094	(546,549,878,094)	-
Appropriation to bonus and welfare fund from 2021 profit (ii)	-	-	(196,224,530,000)	(196,224,530,000)
Adjustment of bonus and welfare fund from profit in 2020	-	-	528,642,500	528,642,500
Dividend distribution from 2020 profit (Note 23)	-	-	(423,520,000,000)	(423,520,000,000)
As at 31 December 2020	5,294,000,000,000	961,092,701,356	1,187,745,900,768	7,442,838,602,124

(i) This is the adjustment profit of the Company's undistributed profit according to the Examination Minutes No. 4287/BB-DKVN dated 29 July 2021 on the equitization settlement of PetroVietnam Ca Mau Fertiliser One Member Limited Liability Company and Decision No. 4825 /QD-DKVN dated 28 August 2021 on determination of enterprise value and approval of the equitization finalisation of PetroVietnam Ca Mau Fertiliser One Member Limited Liability Company by the time that the Company officially became a joint stock company on 15 January 2015 issued by PVN (Note 39).

(ii) During the year, the Company appropriated the investment and development fund and bonus and welfare fund from the 2021 profit in accordance with the Resolution No. 854/NQ-PVCFC dated 27 April 2021 of the General Meeting of Shareholders of the Company.

23 DIVIDENDS

	2021 VND	2020 VND
Beginning of year	479,873,500	445,217,500
Dividends payable during the year	423,520,000,000	317,640,000,000
Dividends paid in cash	(423,444,313,500)	(317,605,344,000)
End of year	<u>555,560,000</u>	<u>479,873,500</u>

(*) According to the Resolution No. 854/NQ-PVCFC dated 27 April 2021 of the Company's General Meeting of Shareholders, the payment of the 2020 dividends in cash to existing shareholders at the rate of 8% charter capital, equivalent to VND423,520,000,000, was approved.

24 OFF BALANCE SHEET ITEMS

Foreign currencies

As at 31 December 2021 and 31 December 2020, included in cash and cash equivalents were balances held in foreign currencies of USD and EUR as follows:

	2021	2020
Foreign currencies		
USD	489,153	5,996,442
EUR	<u>1,280</u>	<u>1,280</u>

25 NET REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	2021 VND	2020 VND
Revenue from sales of goods and rendering of services		
Revenue from sales of finished goods - Urea	7,280,394,927,590	6,073,425,382,360
-Domestic	5,378,953,779,000	4,394,765,571,328
-Export	1,901,441,148,590	1,678,659,811,032
Revenue from sales of finished goods Amoniac	24,014,972,941	-
Revenue from sales of finished goods NPK	391,249,025,000	-
Revenue from sales of merchandises - Fertilizer	1,638,158,931,515	1,331,323,910,380
-Domestic	1,514,083,655,476	1,305,540,380,330
-Export	124,075,276,039	25,783,530,050
Revenue from sales of substandard products and other finished goods	765,704,464,330	271,960,960,390
Revenue from rendering of services	1,655,898,417	489,073,091
	<u>10,101,178,219,793</u>	<u>7,677,199,326,221</u>
Sales deductions		
Trade discounts	(218,382,350,196)	(154,314,891,063)
Net revenue from sales of goods and rendering of services		
Net revenue from sales of finished goods	8,264,745,515,783	6,209,597,741,287
Net revenue from sales of merchandises	1,616,394,455,397	1,312,797,620,780
Net revenue from rendering of services	1,655,898,417	489,073,091
	<u>9,882,795,869,597</u>	<u>7,522,884,435,158</u>

26 COST OF GOODS SOLD AND SERVICES RENDERED

	2021 VND	2020 VND
Cost of finished goods Urea	4,786,064,054,966	4,918,020,776,818
Cost of merchandises sold - Fertilizer	1,483,980,402,380	1,183,662,062,350
Cost of finished goods NPK	392,883,682,341	-
Cost of substandard products and other finished goods	455,342,936,694	131,406,337,908
Cost of finished goods Amoniac	13,466,273,668	-
	<u>7,131,737,350,049</u>	<u>6,233,089,177,076</u>

27 FINANCIAL INCOME

	2021 VND	2020 VND
Interest income from term deposits	130,808,153,331	111,927,584,745
Realised foreign exchange gains	29,685,499,038	16,353,776,682
Net gain from foreign currency translation at year-end	7,011,270,188	-
Dividend income	1,959,333,600	1,959,333,600
	<u>169,464,256,157</u>	<u>130,240,695,027</u>

28 FINANCIAL EXPENSES

	2021 VND	2020 VND
Realised foreign exchange losses	23,973,639,100	17,352,754,090
Interest expense	17,981,195,647	41,810,133,108
Payment discounts	2,319,050,000	244,250,000
Guarantee fees	197,673,181	2,137,728,584
Others	-	115,450,000
	<u>44,471,557,928</u>	<u>61,660,315,782</u>

29 SELLING EXPENSES

	2021 VND	2020 VND
Marketing fees	106,443,848,845	52,317,514,367
Transportation and warehouse fees	86,281,217,917	159,809,238,978
Social security expenses	57,412,538,334	13,037,400,790
Staff costs	51,564,502,607	34,077,176,447
Self-employed sales expenses	18,826,047,196	42,039,658,914
Depreciation and amortisation	5,510,469,522	3,333,140,066
Others	87,142,039,465	55,010,746,328
	<u>413,180,663,886</u>	<u>359,624,875,890</u>

30 GENERAL AND ADMINISTRATION EXPENSES

	2021 VND	2020 VND
Science and technology fund appropriation	216,728,275,492	79,425,415,134
Staff costs	135,251,623,723	91,774,342,128
Provision for receivable from withholding tax on interest of foreign borrowings (Note 7)	37,461,292,602	-
Outsource services expenses	44,197,138,331	44,156,052,866
Depreciation and amortisation expenses	17,350,483,179	15,418,111,012
Others	63,097,820,955	61,550,422,384
	<u>514,086,634,282</u>	<u>292,324,343,524</u>

31 OTHER INCOME AND OTHER EXPENSES

	2021 VND	2020 VND
Other income		
Disposal of tools and supplies	552,260,727	-
Compensation and bonus	101,323,309	7,924,957,313
Others	3,717,611,345	2,810,386,940
	<u>4,371,195,381</u>	<u>10,735,344,253</u>
Other expenses		
Others	(2,600,635,560)	(2,333,025,958)
Net other income	<u>1,770,559,821</u>	<u>8,402,318,295</u>

32 BIT

The BIT on the Company's accounting profit before tax differs from the theoretical amount that would arise using the applicable tax rate of 20% as follows:

	2021 VND	2020 VND
Net accounting profit before tax	1,950,554,479,430	714,828,736,208
Tax calculated at a rate of 5%	87,950,804,059	30,457,563,319
Tax calculated at a rate of 20%	33,658,434,736	21,135,493,965
Effect of:		
Income not subject to tax	(391,866,720)	(97,966,680)
Expenses not deductible for tax purposes	6,242,142,234	2,659,863,098
Tax losses for which no deferred income tax asset was recognised	-	(1,648,774,800)
Under-provision in previous years	1,262,038,141	758,113,998
Business income tax charge (*)	<u>128,721,552,450</u>	<u>53,264,292,900</u>
Charged/(credited) to income statement:		
BIT – current	136,301,076,248	51,252,737,929
BIT – deferred (Note 18)	<u>(7,579,523,798)</u>	<u>2,011,554,971</u>
	<u>128,721,552,450</u>	<u>53,264,292,900</u>

32 BIT (continued)

According to Investment Certificate No. 61101000153 dated 4 December 2012 issued by the People's Committee of Camau province, the Company is entitled to tax incentives with regard to Camau Fertilizer Production Plant project as follows:

- BIT: the Company is entitled to preferential tax rates, tax exemption and reduction in accordance with provisions of the prevailing law on BIT.
- Land: exempted, reduced land use tax, land use fees, land rental and water rental comply with the current land law and tax law.
- Import tax: exempt from import tax on equipment, supplies, means of transport and other goods to carry out the Project in accordance with the Law on Import Tax and Export Tax.

According to Official Letter No. 4641/TCT-CS issued by the General Department of Taxation on 2 December 2018 responding to PVN on tax incentives for Camau Fertilizer Factory Project, the Company is entitled to BIT incentives at the rate of 10% for 15 years since the commencement of production and business activities, BIT exemption for 4 years from year of having taxable profit and 50% reduction in tax payable for 9 consecutive years thereafter. The year 2017 is the second year the Company is entitled to 50% reduction in tax payable regarding profit generated by the main operating activities of Camau Fertilizer Factory Project.

For business activities other than Camau Fertilizer Factory Project, the Company is obliged to pay BIT at the normal tax rate for taxable profit from other activities.

(*) The determination of the tax currently payable is based on the current interpretation of tax regulations. However, these regulations are subject to periodic variation and their ultimate determination depends on the results of the tax authorities' examinations.

33 COST OF OPERATIONS BY FACTOR

Costs of operation by factor represent all costs incurred during the period from the Company's operating activities, excluding cost of merchandises for trading activities. Details are as follows:

	2021 VND	2020 VND
Raw materials	4,293,366,686,366	2,822,207,628,884
Depreciation and amortisation	1,376,181,246,066	1,307,733,122,077
Staff costs	546,905,574,287	409,000,102,250
Outside service expenses	343,491,505,094	395,328,366,138
Science and technology fund appropriation	216,728,275,492	79,425,415,134
Provision for receivable from withholding tax on interest of foreign borrowings	37,461,292,602	-
Others	484,627,173,254	278,299,032,925
	<u>7,298,761,753,161</u>	<u>5,291,993,667,408</u>

34 SEGMENT REPORTING

The Board of Management of the Company determines that the decisions of the Company are based primarily on the geographic areas in which the Company supplies products and services. As a result, the primary segment reporting of the Company is presented in respect of the Company's geographical segments

	Year ended 31 December 2021		
	Domestic VND	Export VND	Total VND
Net revenue from sales of goods and rendering services	7,999,864,618,018	1,882,931,251,579	9,882,795,869,597
Cost of goods sold and services rendered	(6,028,127,762,481)	(1,103,609,587,568)	(7,131,737,350,049)
Net operating profit by division	1,971,736,855,537	779,321,664,011	2,751,058,519,548
General operating expenses			(927,267,298,168)
Financial incomes			169,464,256,157
Financial expenses			(44,471,557,928)
Other incomes			4,371,195,381
Other expenses			(2,600,635,560)
Profit before tax			1,950,554,479,430
BIT – current			(136,301,076,248)
BIT – deferred			7,579,523,798
Net profit after tax			1,821,832,926,980

34 SEGMENT REPORTING (continued)

	Year ended 31 December 2020		
	Domestic VND	Export VND	Total VND
Net revenue from sales of goods and rendering services	5,875,480,552,333	1,647,403,882,825	7,522,884,435,158
Cost of goods sold and services rendered	(4,731,491,716,815)	(1,501,597,460,261)	(6,233,089,177,076)
Net operating profit by division	1,143,988,835,518	145,806,422,564	1,289,795,258,082
General operating expenses			(651,949,219,414)
Financial incomes			130,240,695,027
Financial expenses			(61,660,315,782)
Other incomes			10,735,344,253
Other expenses			(2,333,025,958)
Profit before tax			714,828,736,208
BIT – current			(51,252,737,929)
BIT – deferred			(2,011,554,971)
Net profit after tax			661,564,443,308

35 ADDITIONAL INFORMATION FOR THE ITEMS OF THE SEPARATE STATEMENT OF CASH FLOWS

(a) Non-cash transactions affect the separate statement of cash flows

	Year ended 31 December	
	2021 VND	2020 VND
Purchase assets under form of receiving debts directly	5,571,626,452	8,656,285,691

35 ADDITIONAL INFORMATION FOR THE ITEMS OF THE SEPARATE STATEMENT OF CASH FLOWS (continued)

(b) Amount of loan actually withdrawn during the year

	Year ended 31 December	
	2021	2020
	VND	VND
Proceeds from borrowings following normal borrowing contracts	1,380,601,265,566	1,690,158,567,850

(c) Amount of loan principal actually paid during the year

	Year ended 31 December	
	2021	2020
	VND	VND
Repayments for borrowings following normal borrowing contracts	1,500,935,927,152	2,633,448,797,133

36 RELATED PARTY DISCLOSURES

The Company is controlled by Vietnam Oil and Gas Group which owns 75.56% share capital of the Company.

During the period, the Company has transactions and balances with related parties as below:

Related parties	Relationship
PVN	Parent Company
PetroVietnam Packaging Joint Stock Company	Subsidiary
Binh Son Refining and Petrochemical Joint Stock Company	Associates of PVN
Petrovietnam Transportation Vung Tau Joint Stock Company	Associates of PVN
PetroVietnam Power Corporation	Associates of PVN
PetroVietnam Fertilizer and Chemicals Corporation - Petrochemicals Trading Branch	Associates of PVN
Vietnam PVI insurance Co.,Ltd	Associates of PVN
Ca Mau PVI insurance Co.,Ltd	Associates of PVN
PV Gas - Ca Mau	Associates of PVN
PV Security Corp	Associates of PVN
Saigon Petro Vietnam Oil Joint Stock Company	Associates of PVN
South-East Petrovietnam Fertilizer And Chemicals JSC	Associates of PVN
Petroleum Pipeline and Tank Construction Joint Stock Company	Associates of PVN

36 RELATED PARTY DISCLOSURES (continued)

Related parties	Relationship
PVD Trading and Technical Services Joint Stock Company	Associates of PVN
Vietnam Petroleum Institute – VPI	Associates of PVN
Petroleum Urban and Infrastructure Investment Joint Stock Company	Associates of PVN
South-West PetroVietnam Fertilizer and Chemicals JSC	Associates of PVN
Indochina Petroleum Transportation Joint Stock Company	Associates of PVN
PetroVietnam Technical Safety Registration Company Limited	Associates of PVN
Branch of Petrovietnam Fertilizer and Chemicals Corporation - Phu My Urea Plant	Associates of PVN
PetroVietnam Manpower Training College	Associates of PVN
Middle Petroleum Chemicals Joint Stock Company	Associates of PVN
Petroleum Transport Investment Joint Stock Company	Associates of PVN
Petrovietnam Manpower Training College (PVMTC)	Associates of PVN
Petroleum Trading Joint Stock Company	Associates of PVN
PVD Technical Training And Certification Joint Stock Company	Associates of PVN
CaMau Gas Power Fertilizer Project Management Board	Economic Unit of PVN

(a) Related party transactions

During the period, the following transactions were carried out with related parties:

	2021 VND	2020 VND
i) Sales of goods and services		
PetroVietnam Packaging Joint Stock Company	54,052,026,980	52,607,450,000
Binh Son Refining and Petrochemical Joint Stock Company	-	489,073,091
Petrovietnam Transportation Vung Tau Joint Stock Company	-	48,444,950
	<u>54,052,026,980</u>	<u>53,144,968,041</u>

36 RELATED PARTY DISCLOSURES (continued)

(a) Related party transactions (continued)

	2021 VND	2020 VND
ii) Purchases of goods and services		
PVN	2,718,010,730,255	1,890,701,731,577
PetroVietnam Power Corporation	370,284,960,714	283,885,575,273
PetroVietnam Packaging Joint Stock Company	288,955,279,005	187,404,234,359
PetroVietnam Fertilizer and Chemicals Corporation - Petrochemicals Trading Branch	130,304,620,974	108,988,050,225
PVI South Company	37,401,876,454	17,875,376,006
PetroVietnam Security Service Corporation	20,404,796,326	15,280,363,666
PV Gas - Ca Mau	11,513,116,586	19,641,297,301
Ca Mau PVI Insurance Co., Ltd	8,829,391,660	10,036,023,178
PVD Trading and Technical Services Joint Stock Company	8,260,968,008	1,993,665,692
PetroVietnam Manpower Training College	6,233,484,210	222,100,000
Saigon Petro Vietnam Oil Joint Stock Company	5,892,294,542	5,201,505,433
Vietnam Petroleum Institute	2,930,614,400	4,592,970,461
Petrovietnam Infrastructure and Urban Investment Joint Stock Company	1,652,464,800	1,600,005,600
PetroVietnam Technical Safety Registration Company Limited	624,479,140	458,060,500
Petrovietnam Transportation Vung Tau Joint Stock Company	-	6,630,329,307
South-East Petrovietnam Fertilizer and Chemicals Joint Stock Company	-	3,380,362,775
Petroleum Pipeline and Tank Construction Joint Stock Company	-	3,130,272,074
South-West PetroVietnam Fertilizer and Chemicals Joint Stock Company	-	1,975,458,903
Indochina Petroleum Transportation Joint Stock Company	-	642,930,496
Branch of Petrovietnam Fertilizer and Chemicals Corporation - Phu My Urea Plant	-	359,730,535
Petrovietnam Securities Joint Stock Company	-	200,000,000
	<u>3,611,299,077,074</u>	<u>2,564,200,043,361</u>
(iii) Dividend paid		
PVN	<u>320,018,445,600</u>	<u>240,013,834,200</u>

36 RELATED PARTY DISCLOSURES (continued)

(a) Related party transactions (continued)

		2021 VND	2020 VND
iv) Compensation of key management			
Name	Title		
Tran Ngoc Nguyen	Chairman of the Board of Director ("BOD")	2,071,625,452	1,601,181,892
Van Tien Thanh	Member of the BOD - General Director	2,080,269,308	1,568,027,574
Le Duc Quang	Member of the BOD	1,528,064,086	434,038,246
Tran My	Member of the BOD	1,727,709,646	1,290,253,393
Nguyen Duc Hanh	Member of the BOD	1,727,709,646	1,290,253,393
Nguyen Minh Phuong	Independent member of the BOD	152,727,273	280,000,000
Truong Hong	Independent member of the BOD	327,272,727	-
Do Thi Hoa	Independent member of the BOD	327,272,727	-
Tran Chi Nguyen	Deputy General Director	1,727,709,646	1,354,407,239
Le Ngoc Minh Tri	Deputy General Director	1,727,709,646	1,290,253,393
Nguyen Tuan Anh	Deputy General Director	1,708,688,882	1,242,212,998
Nguyen Thi Hien	Deputy General Director	1,689,473,346	1,206,270,443
Nguyen Thanh Tung	Deputy General Director	1,463,257,287	1,246,542,176
Dinh Nhu Cuong	Chief Accountant	1,606,409,553	1,211,884,781
Phan Thi Cam Huong	Head of the Board of Supervision	1,609,762,844	1,226,428,846
Do Minh Duong	Member of the Board of Supervision	1,297,319,751	939,469,952
Tran Van Binh	Member of the Board of Supervision	525,079,260	-
		<u>23,298,061,080</u>	<u>16,181,224,326</u>

(b) Year-end balances with related parties

	2021 VND	2020 VND
i) Short-term trade accounts receivable (Note 5)		
Binh Son Refining and Petrochemical Joint Stock Company	-	537,980,400
PetroVietnam Packaging Joint Stock Company	-	77,143,000
	-	<u>615,123,400</u>
ii) Prepayments to suppliers (Note 6)		
Vietnam Petroleum Institute	-	161,825,875
Saigon Petro Vietnam Oil Joint Stock Company	-	222,520,700
Ca Mau PVI Insurance Co., Ltd	200,000,000	230,000,000
PetroVietnam Manpower Training College	194,267,700	-
Petroleum Trading Joint Stock Company	-	194,319,328
	<u>394,267,700</u>	<u>808,665,903</u>

36 RELATED PARTY DISCLOSURES (continued)

(b) Year-end balances with related parties (continued)

	2021 VND	2020 VND
iii) Other short-term receivables (Note 7)		
PVN	-	77,424,489,813
PetroVietnam Packaging Joint Stock Company	-	1,509,320,736
	-	78,933,810,549
iv) Short-term trade accounts payable (Note 12)		
PVN	423,982,939,595	378,769,809,435
PetroVietnam Power Corporation	55,878,041,576	60,286,586,665
PetroVietnam Fertilizer and Chemicals Corporation - Petrochemicals Trading Branch	19,494,639,698	22,613,229,726
PVD Technical Training and Certification Joint Stock Company	2,064,372,418	1,807,487,581
Vietnam Petroleum Institute	2,334,727,086	1,577,398,316
Petrovietnam Infrastructure and Urban Investment Joint Stock Company	1,780,020,360	1,780,020,360
PetroVietnam Security Service Corporation	2,198,578,740	1,404,272,470
PetroVietnam Packaging Joint Stock Company	1,946,309,432	4,979,921,471
Petroleum Trading Joint Stock Company	826,927,766	745,860,994
Saigon Petro Vietnam Oil Joint Stock Company	646,391,590	519,869,390
Petrovietnam Transportation Vung Tau Joint Stock Company	-	1,343,662,100
PV Gas - Ca Mau	745,907,105	1,521,325,380
South-West PetroVietnam Fertilizer and Chemicals Joint Stock Company	-	658,706,602
South-East Petrovietnam Fertilizer and Chemicals Joint Stock Company	-	332,277,754
Indochina Petroleum Transportation Joint Stock Company	-	73,949,920
PetroVietnam Manpower Training College	4,887,397,469	-
PetroVietnam Technical Safety Registration Company Limited	476,953,452	381,019,328
Ca Mau PVI Insurance Co.,Ltd	189,323,740	205,970,093
Branch Of Petrovietnam Fertilizer And Chemicals Corporation - Phu My Urea Plant	-	395,703,589
	517,452,530,027	479,397,071,174

36 RELATED PARTY DISCLOSURES (continued)

(b) Year-end balances with related parties (continued)

	2021 VND	2020 VND
v) Short-term accrued expense (Note 15)		
PVN	19,019,656,275	14,374,223,655
vi) Other short-term payables (Note 16)		
PVN	13,283,673,912	45,856,789,285
Camau Gas-Power-Fertilizer Project Management Unit	55,851,413,429	55,851,413,429
	<u>69,135,087,341</u>	<u>101,708,202,714</u>

37 OTHER COMMITMENTS

(a) Operating commitment

According to Gas Sales Agreement No. 3918/HD-DKVN dated 23 May 2012 between PVN and the Company and the 7th amendment dated 13 December 2018, the Company shall purchase natural gas of Block PM3 CAA and Block 46 - Cai Nuoc from PVN in 20 years from the official operation date at the standard gas of volume 495 million m³ per annum.

New natural gas price is applied from 1 January 2019 to 31 December 2031 according to the Appendix dated 27 May 2020 of the Gas Sales Agreement No.3918/HDD-DKVN dated 23 May 2012.

(b) Capital commitment

Capital expenditure contracted for at the separate balance sheet date but not recognised in the separate financial statements was as follows:

	2021 VND	2020 VND
Property, plant and equipment	96,336,814,617	67,710,338,185

38 CONTINGENT LIABILITIES

Currently, the Company has land lease contracts to support the Company's production and business activities. As at the date of these separate financial statements, the lessors and the Company have not yet determined how to treat the assets built on the leased land upon the termination of the leases due to long lease terms (which is up to 20 years) and therefore, the Company cannot determine the dismantling and restoring costs that will incur when the lease term ends. Therefore, the Company has not recognised the provision for dismantling and restoring costs related to these leases in the separate financial statements.

39 OTHER MATTERS


According to the Inspection minutes – Restructuring state-owned enterprise dated 30 July 2018 at Petrovietnam Ca Mau Fertiliser One Member Limited Company issued by the Government inspection team, the Government inspection team reviewed and verified valuation report, charter capital of the joint stock company, finalisation of the State capital and divestment, and exploring strategic investors. Accordingly, PVN issued Examination Minutes No. 4287/BB-DKVN on 29 July 2021 about the equitization settlement of PetroVietnam Ca Mau Fertiliser One Member Limited Liability Company and Decision No. 4825/QD-DKVN on 28 August 2021 about determination of enterprise value and approval of the equitization finalisation of PetroVietnam Ca Mau Fertiliser One Member Limited Liability Company by the time that the Company officially became a joint stock company on 15 January 2015; the Company has taken in to account the recommendations to the separate financial statements for the year ended 31 December 2021 by recording the undistributed profit which shall be distributed to the PVN, offsetting receivables and other payables relating to equitization with the PVN and temporarily recording an increase in assets (goodwill) and other payables (Notes 7, 9, 16 and 22).

At the date of these separate financial statements, prepaid expenses, fixed assets, other receivables and other payables related to equitization were approved by PVN, but have not yet been received the final conclusion for the equitization finalisation from the Government Inspectorate.

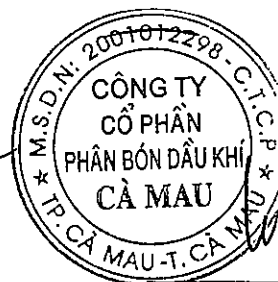
The separate financial statements were approved by the Board of Management on 15 March 2022.



Huynh Thi Ngoc Ha
Preparer



Dinh Nhu Cuong
Chief Accountant



Le Ngoc Minh Tri
Deputy General Director
Authorised signatory
15 March 2022