



**PETROVIETNAM CA MAU FERTILIZER JOINT STOCK
COMPANY**
(Incorporated in the Socialist Republic of Vietnam)

REVIEWED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the 6-month period ended 30 June 2022



PETROVIETNAM CA MAU FERTILIZER JOINT STOCK COMPANY

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

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PETROVIETNAM CA MAU FERTILIZER JOINT STOCK COMPANY

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

STATEMENT OF THE EXECUTIVE BOARD

The Executive Board of PetroVietnam Ca Mau Fertilizer Joint Stock Company (the "Company") presents this report together with the Company's interim consolidated financial statements for the 6-month period ended 30 June 2022.

BOARD OF DIRECTORS AND EXECUTIVE BOARD

The members of the Board of Directors and Executive Board of the Company who held office during the period and to the date of this report are as follows:

Board of Directors

Mr. Tran Ngoc Nguyen	Chairman
Mr. Nguyen Duc Hanh	Member
Mr. Van Tien Thanh	Member
Mr. Tran My	Member
Mr. Le Duc Quang	Member
Mr. Truong Hong	Member
Ms. Do Thi Hoa	Member

Executive Board

Mr. Van Tien Thanh	Chief Executive Officer
Mr. Le Ngoc Minh Tri	Executive Officer
Mr. Nguyen Tuan Anh	Executive Officer
Mr. Pham Van Bac	Executive Officer
Ms. Nguyen Thi Hien	Executive Officer
Mr. Tran Chi Nguyen	Executive Officer
Mr. Nguyen Thanh Tung	Executive Officer

EXECUTIVE BOARD'S STATEMENT OF RESPONSIBILITY

The Executive Board of the Company is responsible for preparing the interim consolidated financial statements, which give a true and fair view of the consolidated financial position of the Company as at 30 June 2022, and its consolidated financial performance and its consolidated cash flows for the 6-month period then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to interim consolidated financial reporting. In preparing these interim consolidated financial statements, the Executive Board is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the interim consolidated financial statements;
- Prepare the interim consolidated financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business; and
- Design and implement an effective internal control system for the purpose of properly preparing and presenting the interim consolidated financial statements so as to minimize errors and frauds.

PETROVIETNAM CA MAU FERTILIZER JOINT STOCK COMPANY

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

STATEMENT OF THE EXECUTIVE BOARD (Continued)

EXECUTIVE BOARD'S STATEMENT OF RESPONSIBILITY (Continued)

The Executive Board is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the consolidated financial position of the Company and that the interim consolidated financial statements comply with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to interim consolidated financial reporting. The Executive Board is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities.

The Executive Board confirms that the Company has complied with the above requirements in preparing these interim consolidated financial statements.

For and on behalf of the Executive Board,



Le Ngoc Minh Tri
Executive Officer

*(As per Authorization Letter No. 106/UQ-PVCFC dated 29
December 2021 of the Company's Chief Executive Officer)*

08 August 2022



REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS

**To: The Shareholders
The Board of Directors and Executive Board
PetroVietnam Ca Mau Fertilizer Joint Stock Company**

We have reviewed the accompanying interim consolidated financial statements of PetroVietnam Ca Mau Fertilizer Joint Stock Company (the "Company"), prepared on 08 August 2022, as set out from page 5 to page 42, which comprise the interim consolidated balance sheet as at 30 June 2022, the interim consolidated income statement and interim consolidated cash flow statement for the 6-month period then ended and a summary of significant accounting policies and other explanatory information.

Executive Board's Responsibility for the Consolidated Financial Statements

The Executive Board is responsible for the preparation and fair presentation of these interim consolidated financial statements in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to interim consolidated financial reporting and for such internal control as the Executive Board determines is necessary to enable the preparation of interim consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express a conclusion on the accompanying interim consolidated financial statements based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements (VSRE) 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

A review of interim consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Vietnamese Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Company as at 30 June 2022, and its consolidated financial performance and its consolidated cash flows for the 6-month period then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to interim consolidated financial reporting.

REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Emphasis of Matter

As stated in Note 02 of the Notes to the interim consolidated financial statements, up to the date of these interim consolidated financial statements, the Government Inspectorate has not yet made any official conclusion regarding the determination of potential development value of equitization settlement process at the time of the Company's official transformation into a joint stock company. Our conclusion is not modified in respect of this matter.

Other Matter

The Company's consolidated financial statements for the year ended 31 December 2021 were audited by another auditor who expressed an unmodified opinion on those statements on 15 March 2022. Besides, the Company's interim consolidated financial statements for the 6-month period ended 30 June 2021 were also reviewed by another auditor who expressed an unmodified conclusion on those statements on 20 August 2021.



Trần Xuân Anh

Deputy General Director

Audit Practising Registration Certificate

No. 0723-2018-001-1

DELOITTE VIETNAM AUDIT COMPANY LIMITED

08 August 2022

Hanoi, S.R. Vietnam

INTERIM CONSOLIDATED BALANCE SHEET

As at 30 June 2022

Unit: VND

ASSETS	Codes	Notes	Closing balance	Opening balance
A. CURRENT ASSETS	100		10,784,246,933,828	7,276,291,649,429
I. Cash and cash equivalents	110	4	1,996,496,136,466	427,652,730,904
1. Cash	111		846,496,136,466	427,652,730,904
2. Cash equivalents	112		1,150,000,000,000	-
II. Short-term financial investments	120	5	5,212,000,000,000	4,362,000,000,000
1. Held-to-maturity investments	123		5,212,000,000,000	4,362,000,000,000
III. Short-term receivables	130		922,784,815,501	187,458,077,176
1. Short-term trade receivables	131	6	750,722,762,261	44,653,507,005
2. Short-term advances to suppliers	132	7	111,977,907,040	86,006,714,411
3. Other short-term receivables	136	8	101,605,616,795	94,287,650,528
4. Provision for short-term doubtful debts	137	9	(41,521,470,595)	(37,489,794,768)
IV. Inventories	140	10	2,546,619,823,263	2,204,077,707,734
1. Inventories	141		2,546,619,823,263	2,204,077,707,734
V. Other short-term assets	150		106,346,158,598	95,103,133,615
1. Short-term prepayments	151	11	48,813,989,415	41,798,660,110
2. Value added tax deductibles	152		56,776,843,116	52,802,271,176
3. Taxes and other receivables from the State budget	153	17	755,326,067	502,202,329
B. NON-CURRENT ASSETS	200		3,132,538,834,173	3,795,829,685,496
I. Long-term receivables	210		3,000,000	3,000,000
1. Other long-term receivables	216	8	3,000,000	3,000,000
II. Fixed assets	220		2,790,724,704,767	3,405,623,289,945
1. Tangible fixed assets	221	12	2,758,576,853,179	3,366,688,086,806
- Cost	222		15,178,784,460,960	15,104,050,606,596
- Accumulated depreciation	223		(12,420,207,607,781)	(11,737,362,519,790)
2. Intangible assets	227	13	32,147,851,588	38,935,203,139
- Cost	228		155,361,996,683	153,100,963,527
- Accumulated amortisation	229		(123,214,145,095)	(114,165,760,388)
III. Long-term assets in progress	240		42,684,982,237	66,117,926,735
1. Construction in progress	242	14	42,684,982,237	66,117,926,735
IV. Other long-term assets	260		299,126,147,169	324,085,468,816
1. Long-term prepayments	261	11	297,428,108,178	310,558,758,401
2. Deferred tax assets	262		1,698,038,991	13,526,710,415
TOTAL ASSETS (270=100+200)	270		13,916,785,768,001	11,072,121,334,925

The accompanying notes are an integral part of these interim consolidated financial statements

INTERIM CONSOLIDATED BALANCE SHEET (Continued)

As at 30 June 2022

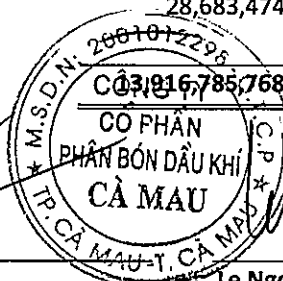
Unit: VND

RESOURCES	Codes	Notes	Closing balance	Opening balance
C. LIABILITIES	300		3,937,639,303,895	3,594,024,059,539
I. Current liabilities	310		3,247,218,585,775	3,186,610,542,693
1. Short-term trade payables	311	15	1,035,054,387,126	794,797,289,361
2. Short-term advances from customers	312	16	256,456,178,241	285,547,357,483
3. Taxes and amounts payable to the State budget	313	17	30,715,401,410	94,738,342,896
4. Payables to employees	314		95,076,128,103	187,588,949,913
5. Short-term accrued expenses	315	18	416,739,523,949	553,156,963,463
6. Other current payables	319	19	357,194,196,453	386,497,523,838
7. Short-term loans and obligations under finance leases	320	20	472,711,268,886	689,162,951,336
8. Short-term provisions	321	21	419,329,101,470	-
9. Bonus and welfare funds	322	22	163,942,400,137	195,121,164,403
II. Long-term liabilities	330		690,420,718,120	407,413,516,846
1. Long-term loans and obligations under finance leases	338	23	1,762,626,032	2,676,343,532
2. Scientific and technological development fund	343	24	688,658,092,088	404,737,173,314
D. EQUITY	400		9,979,146,464,106	7,478,097,275,386
I. Owners' equity	410	25	9,979,146,464,106	7,478,097,275,386
1. Owners' contributed capital	411		5,294,000,000,000	5,294,000,000,000
- Ordinary shares carrying voting rights	411a		5,294,000,000,000	5,294,000,000,000
2. Other owners' capital	414		3,665,420,000	3,665,420,000
3. Investment and development fund	418		1,725,824,755,639	965,858,273,232
4. Retained earnings	421		2,926,972,813,693	1,187,985,397,644
- Retained earnings accumulated to the prior year end	421a		1,187,645,961,865	106,429,344,547
- Retained earnings of the current period	421b		1,739,326,851,828	1,081,556,053,097
5. Non-controlling interests	429		28,683,474,774	26,588,184,510
TOTAL RESOURCES (440=300+400)	440		13,816,785,768,001	11,072,121,334,925


Huynh Thi Ngoc Ha
Preparer


Dinh Nhu Cuong
Chief Accountant


Le Ngoc Minh Tri
Executive Officer



08 August 2022

The accompanying notes are an integral part of these interim consolidated financial statements

INTERIM CONSOLIDATED INCOME STATEMENT

For the 6-month period ended 30 June 2022

Unit: VND

ITEMS	Codes	Notes	Current period	Prior period
1. Gross revenue from goods sold and services rendered	01	28	8,428,317,094,659	4,436,422,601,160
2. Deductions	02	28	269,745,853,560	200,106,478,361
3. Net revenue from goods sold and services rendered (10=01-02)	10		8,158,571,241,099	4,236,316,122,799
4. Cost of sales	11	29	4,838,130,954,205	3,441,467,445,695
5. Gross profit from goods sold and services rendered (20=10-11)	20		3,320,440,286,894	794,848,677,104
6. Financial income	21	31	136,733,178,473	70,116,354,569
7. Financial expenses	22	32	32,876,201,749	15,771,054,710
- In which: Interest expense	23		7,578,698,317	5,348,304,412
8. Selling expenses	25	33	298,906,317,043	155,468,124,847
9. General and administration expenses	26	33	428,562,921,417	211,180,209,254
10. Operating profit (30=20+(21-22)-(25+26))	30		2,696,828,025,158	482,545,642,862
11. Other income	31	34	8,893,781,712	2,592,273,486
12. Other expenses	32	34	3,471,616,132	929,741,800
13. Profit from other activities (40=31-32)	40	34	5,422,165,580	1,662,531,686
14. Accounting profit before tax (50=30+40)	50		2,702,250,190,738	484,208,174,548
15. Current corporate income tax expense	51	35	152,827,325,746	31,718,971,188
16. Deferred corporate tax expense	52		11,828,671,424	4,293,423,226
17. Net profit after corporate income tax (60=50-51-52)	60		2,537,594,193,568	448,195,780,134
In which:				
17.1. Profit after tax attributable to the Holding Company	61		2,534,924,405,955	445,906,487,945
17.2. Profit after tax attributable to non-controlling interests	62		2,669,787,613	2,289,292,189
18. Basic earnings per share	70		4,719	767

Huynh Thi Ngoc Ha
Preparer

Dinh Nhu Cuong
Chief Accountant

Le Ngoc Minh Tri
Executive Officer

08 August 2022

The accompanying notes are an integral part of these interim consolidated financial statements

INTERIM CONSOLIDATED CASH FLOW STATEMENT

For the 6-month period ended 30 June 2022

Unit: VND

ITEMS	Codes	Current period	Prior period
I. CASH FLOWS FROM OPERATING ACTIVITIES			
1. Profit before tax	01	2,702,250,190,738	484,208,174,548
2. Adjustments for:			
Depreciation and amortisation of fixed assets	02	691,001,019,396	677,938,365,322
Provisions	03	423,360,777,297	104,620,710,701
Foreign exchange gain arising from translating foreign currency items	04	(3,809,116,832)	(1,213,357,192)
Gain from investing activities	05	(105,431,802,831)	(57,524,154,842)
Interest expense	06	7,578,698,317	5,348,304,412
Other adjustments	07	299,497,853,502	53,364,416,311
3. Operating profit before movements in working capital	08	4,014,447,619,587	1,266,742,459,260
(Increase)/decrease in receivables	09	(724,289,384,143)	62,827,196,817
Increases in inventories	10	(342,542,115,529)	(51,646,590,023)
(Decrease)/increase in payables (excluding accrued loan interest and corporate income tax payable)	11	(51,276,054,942)	507,250,290,868
Decreases in prepaid expenses	12	6,115,320,918	30,901,218,776
Interest paid	14	(8,203,364,084)	(8,855,458,400)
Corporate income tax paid	15	(212,763,810,243)	(36,466,305,766)
Other cash outflows	17	(83,113,060,514)	(72,943,436,470)
Net cash generated by operating activities	20	2,598,375,151,050	1,697,809,375,062
II. CASH FLOWS FROM INVESTING ACTIVITIES			
1. Acquisition and construction of fixed assets and other long-term assets	21	(52,056,484,514)	(76,494,413,074)
2. Cash outflow for lending, buying debt instruments of other entities	23	(4,880,000,000,000)	(2,500,000,000,000)
3. Cash recovered from lending, selling debt instruments of other entities	24	4,030,000,000,000	1,870,000,000,000
4. Interest earned, dividends and profits received	27	88,530,652,144	51,909,568,537
Net cash used in investing activities	30	(813,525,832,370)	(654,584,844,537)

The accompanying notes are an integral part of these interim consolidated financial statements

INTERIM CONSOLIDATED CASH FLOW STATEMENT (Continued)

For the 6-month period ended 30 June 2022

Unit: VND

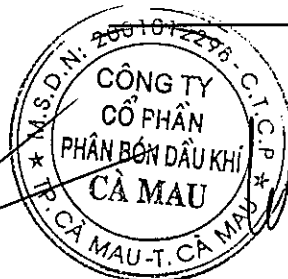
ITEMS	Codes	Current period	Prior period
III. CASH FLOWS FROM FINANCING ACTIVITIES			
1. Proceeds from borrowings	33	1,392,118,815,212	480,628,347,066
2. Repayment of borrowings	34	(1,608,350,556,864)	(873,850,184,348)
3. Dividends and profits paid	36	(54,055,000)	(43,880,500)
Net cash used in financing activities	40	(216,285,796,652)	(393,265,717,782)
Net increases in cash (50=20+30+40)	50	1,568,563,522,028	649,958,812,743
Cash and cash equivalents at the beginning of the period	60	427,652,730,904	509,995,350,873
Effects of changes in foreign exchange rates	61	279,883,534	(395,742,808)
Cash and cash equivalents at the end of the period (70=50+60+61)	70	1,996,496,136,466	1,159,558,420,808

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Huynh Thi Ngoc Ha
Preparer

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Dinh Nhu Cuong
Chief Accountant



Le Ngoc Minh Tri
Executive Officer

08 August 2022

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

These notes are an integral part of and should be read in conjunction with the accompanying interim consolidated financial statements

1. GENERAL INFORMATION**Structure of ownership**

PetroVietnam Ca Mau Fertilizer Joint Stock Company (the "Company"), formerly known as PetroVietnam Ca Mau Fertilizer Company Limited - a subsidiary of Vietnam Oil and Gas Group, was established in Vietnam under the first Enterprise Registration Certificate No. 2001012298 issued by Ca Mau Province's Department of Planning and Investment on 24 March 2011.

PetroVietnam Ca Mau Fertilizer Company Limited was officially transformed into a Joint Stock Company with the name of PetroVietnam Ca Mau Fertilizer Joint Stock Company under the sixth amendment of Enterprise Registration Certificate No. 2001012298 issued on 14 June 2018 by Ca Mau Province's Department of Planning and Investment, with the charter capital of VND 5,294,000,000,000. The Company's shares were listed on Ho Chi Minh City Stock Exchange on 31 March 2015 under the stock symbol "DCM".

The parent company of the Company is Vietnam Oil and Gas Group.

The number of employees of the Company and its subsidiary as at 30 June 2022 was 1,235 (as at 31 December 2021: 1,241).

Operating industry and principal activities

The operating activities of the Company include:

- Production of fertilizers, nitrogen compounds and basic chemicals;
- Wholesale of fertilizers, chemicals for industrial/agricultural uses;
- Retail of fertilizers, chemicals for industrial/agricultural uses;
- Architectural activities and technical consultancy relating to the use of fertilizers and chemicals;
- Warehousing, storage and loading/unloading services;
- Research and development of natural science and engineering research and experiment, technical testing and analysing;
- Machinery and equipment repair and maintenance;
- Setting up website, processing rental data of related activities;
- Trading in agricultural products and materials; and
- Real estate activities with own or leased properties.

The principal activities of the Company are fertilizer production and trading.

Normal production and business cycle

The Company's normal production and business cycle is carried out for a time period of 12 months or less.

The Company's structure

The subsidiary of the Company is PetroVietnam Packaging Joint Stock Company. General information about the subsidiary is as follows:

Subsidiary	Place of incorporation and operation	Proportion of ownership interest (%)	Proportion of voting power held (%)	Main business
PetroVietnam Packaging Joint Stock Company	Bac Lieu	51.03	51.03	Package and fertilizer manufacturing

The Company has 02 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. The 02 branches have their own stamp for transaction and are 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 was established under Decision No. 1109/QD-PVCFC dated 01 June 2016 of the Board of Directors.
- Branch of PetroVietnam Ca Mau Fertilizer Joint Stock Company – Research and Development Center was established under Decision No. 442/QD-PVCFC dated 27 March 2017 of the Board of Directors.

Disclosure of information comparability in the interim consolidated financial statements

Comparative figures of the interim consolidated balance sheet and corresponding notes are the figures of the audited consolidated financial statements for the year ended 31 December 2021.

Comparative figures of the interim consolidated income statements, interim consolidated cash flows statement and corresponding notes are the figures of the reviewed interim consolidated financial statements for the 6-month period ended 30 June 2021.

2. ACCOUNTING CONVENTION AND ACCOUNTING PERIOD

Accounting convention

The accompanying interim consolidated financial statements, expressed in Vietnam Dong (VND), are prepared under the historical cost convention and in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to interim consolidated financial reporting.

The accompanying interim consolidated financial statements are not intended to present the consolidated financial position, consolidated results of operations and consolidated cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam.

Equitization finalization

According to the Government Inspectorate's Minutes of inspection and verification No. 379/QD-TTCP dated 30 July 2018 on the restructure of State-owned Enterprise - PetroVietnam Ca Mau Fertilizer Company Limited, the Government Inspectorate had inspected and verified the determination of

enterprise value, charter capital of the new joint stock company, finalization and divestment of State-owned capital and search for strategic investors. Accordingly, Vietnam Oil and Gas Group has issued Examination Minutes No. 4287/BB-DKVN dated 29 July 2021 on the equitization settlement of PetroVietnam Ca Mau Fertilizer Company Limited and Decision No. 4825/QD-DKVN dated 24 August 2021 on determination of enterprise value and approval of the equitization settlement of the Company at the time of transformation into a joint stock company on 15 January 2015 ("equitization date").

The Company has made adjustments in accordance with the above documents in the consolidated financial statements for the year ended 31 December 2021. In which, for the difference in the growth potential value of PetroVietnam Ca Mau Fertilizer Company Limited as at 01 January 2014 between Minutes No. 379/QD-TTCT dated 30 July 2018 of the Government Inspectorate and valuation certificate of Viet Capital Securities Joint Stock Company signed on 09 July 2014, is recognized on long-term prepaid expenses (goodwill) and other payables waiting for settlement and this amount has not yet been recognized as an increase in state capital or paid to the Business Arrangement Support Fund. This content will be settled (including accounting treatment) when there is an official conclusion of the Government Inspectorate (details stated in Note 11). At the date of these interim consolidated financial statements, the Company has not yet received an official conclusion from the Government Inspectorate regarding the above matter.

Accounting period

The Company's financial year begins on 01 January and ends on 31 December.

The interim consolidated financial statements are prepared for the 6-month period ended 30 June 2022.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies, which have been adopted by the Company in the preparation of these interim consolidated financial statements, are as follows:

Estimates

The preparation of interim consolidated financial statements in conformity with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to interim consolidated financial reporting requires the Executive Board 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 interim consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Although these accounting estimates are based on the Executive Board's best knowledge, actual results may differ from those estimates.

Basis of consolidation

The interim consolidated financial statements incorporate the interim financial statements of the Company and enterprise controlled by the Company (its subsidiary) for the 6-months period ended 30 June 2022. Control is achieved where the Company has the power to govern the financial and operating policies of an investee enterprise so as to obtain benefits from its activities.

The results of subsidiary acquired or disposed of during the period are included in the interim consolidated income statement from the effective date of acquisition or up to the effective date of disposal, as appropriate.

Where necessary, adjustments are made to the financial statements of subsidiary to bring the accounting policies used in line with those used by the Company.

Intragroup transactions and balances are eliminated in full on consolidation.

Non-controlling interests consist of the amount of those non-controlling interests at the date of the original business combination and the non-controlling interests' share of changes in equity since the date of the combination. Losses in subsidiary are respectively attributed to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, demand deposits and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Financial investments

Held-to-maturity investments

Held-to-maturity investments comprise investments that the Company has the positive intent or ability to hold to maturity, including bank term deposits held to maturity to earn periodic interest.

Post-acquisition interest income from held-to-maturity investments is recognised in the interim consolidated income statement on accrual basis.

Held-to-maturity investments are measured at cost less provision for doubtful debts.

Provision for doubtful debts relating to held-to-maturity investments is made in accordance with prevailing accounting regulations.

Receivables

Receivables represent the amounts recoverable from customers or other debtors and are stated at book value less provision for doubtful debts.

Provision for doubtful debts is made for receivables that are overdue for six months or more, or when the debtor is in dissolution, in bankruptcy, or is experiencing similar difficulties and so may be unable to repay the debt.

Inventories

Inventories are stated at the lower of cost and net realisable value. Cost of inventory includes direct materials, direct labour costs and overheads, where applicable, that have been incurred in bringing the inventories to their present location and condition. Issue cost is calculated using the weighted average method. Net realisable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing, selling and distribution. Inventories are recorded under the perpetual method.

The evaluation of necessary provision for inventory obsolescence follows current prevailing accounting regulations which allow provisions to be made for obsolete, damaged, or sub-standard inventories and for those which have costs higher than net realisable values as at the interim consolidated balance sheet date.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation.

The costs of purchased tangible fixed assets comprise their purchase prices and any directly attributable costs of bringing the assets to their working conditions and locations for their intended use. The costs of tangible fixed assets formed from construction investment by contractual mode or self-construction or self-generating process are the settled costs of the invested construction projects in accordance with the prevailing regulations on investment and construction management, directly-related expenses and registration fee (if any). In the event the construction project has been completed and put into use but the settled costs thereof have not been approved, the cost of tangible fixed assets is recognised at the estimated cost based on the actual cost incurred. The estimated cost will be adjusted according to the settled costs approved by competent authorities.

Tangible fixed assets are depreciated using the straight-line method over their estimated useful lives, as follows:

	Years
Buildings and structures	5 - 25
Machinery and equipment	5 - 12
Motor vehicles and transmission equipment	5 - 8
Office equipment	3 - 6
Others	3 - 6

The Company's tangible fixed assets were revalued when it was equitized from a state-owned enterprise. Their cost and accumulated depreciation were adjusted based on the revaluation result approved by competent authorities as regulated. Adjusted depreciation was applied when the Company officially started operating as a joint stock company.

Loss or gain resulting from sales and disposals of tangible fixed assets is the difference between profit from sales or disposals of assets and their residual values and is recognised in the interim consolidated income statement.

Intangible assets and amortisation

Intangible assets represent land use rights, copyright, patents and computer software that are stated at cost less accumulated amortisation.

Increase in value of land use rights upon the revaluation and transfer to another form in which the State allocate land to the enterprise in exchange for land use fee, is recorded as an increase in Tax and amounts payable to the State Budget when the Company is transformed into a joint stock company.

Intangible assets are amortised using the straight-line method over their estimated useful lives as follows:

	Years
Land use rights	20 - 43
Copyright, patents	3
Computer software	3 - 6

The Company's intangible assets were revalued when it was equitized from a state-owned enterprise. Their cost and accumulated amortisation were adjusted based on the revaluation result approved by competent authorities as regulated. Adjusted amortisation was applied when the Company officially started operating as a joint stock company.

Construction in progress

Properties in the course of construction for production, rental and administrative purposes or for other purposes are carried at cost. The cost includes any costs that are necessary to form the asset including construction cost, equipment cost, and other directly attributable costs in accordance with the Company's accounting policy. Such costs will be included in the estimated costs of the fixed assets (if settled costs have not been approved) when they are put into use.

Prepayments

Prepayments are expenses which have already been paid but relate to results of operations of multiple accounting periods including potential value for development, Ca Mau Fertilizer Plant's asset insurance premium, Group's brand cost, costs of advertising and market development, warranty extension, software copyrights, fixed asset repair and other types of prepayments.

The potential value of development reflects the difference in the growth potential value of PetroVietnam Ca Mau Fertilizer Company Limited as at 01 January 2014 between Minutes No. 379/QD-TTCT of the Government Inspectorate dated 30 July 2018 on inspecting and verifying the restructuring of state-owned enterprises at PetroVietnam Ca Mau Fertilizer Company Limited and valuation certificate signed by Viet Capital Securities Joint Stock Company on 09 July 2014.

The prepaid expenses for Ca Mau Fertilizer Plant's asset insurance are charged to profit or loss over the insurance period.

Ca Mau Fertilizer Plant's asset insurance premium, Group's brand cost, costs of advertising and market development, warranty extension, software copyrights, fixed asset repair and other types of prepayments comprise costs of small tools, supplies issued for consumption and other prepayments which are expected to provide future economic benefits to the Company. These expenditures have been capitalised as prepayments and are allocated to the interim consolidated income statement using the straight-line method in accordance with the current regulations.

Payable provisions

Payable provisions are recognised when the Company has a present obligation as a result of a past event, and it is probable that the Company will be required to settle that obligation. Provisions are measured at the management's best estimate of the expenditure required to settle the obligation as at the interim consolidated balance sheet date.

Provision for periodic maintenance expenses of Ca Mau Fertilizer Plant is recorded based on the approved estimate which is in line with the actual operation and maintenance cycle of the Plant.

Scientific and technological development fund

Scientific and technological development fund is appropriated at a rate of no more than 10% of taxable profit in order to invest in science and technology activities of the Company. This Fund was formed on the basis of the Company's technology development and innovation demand and is recognized in the operation results of the period.

Foreign currencies

Transactions arising in foreign currencies are translated at exchange rates ruling at the transaction date. The balances of monetary items denominated in foreign currencies as at the balance sheet date are retranslated at the exchange rates on the same date. Exchange differences arising from the translation of these accounts are recognised in the interim consolidated income statement.

Following the guidance of Official Letter No. 4360/DKVN-TCKT dated 30 June 2015 issued by Vietnam Oil and Gas Group and Official Letter No. 7526/BTC-TCND dated 08 June 2015 issued by Ministry of Finance on the exchange rate of foreign currencies, the Company applied the buying rate announced by Joint Stock Commercial Bank for Foreign Trade of Vietnam to translate monetary items denominated in foreign currencies as at 30 June 2022. The above mentioned rate differs from that stated in Circular No. 200/2014/TT-BTC dated 22 December 2014 issued by the Ministry of Finance guiding the accounting regime for enterprises ("Circular 200").

Revenue recognition

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

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

Revenue of a transaction involving the rendering of services is recognised when the outcome of such transactions can be measured reliably. Where a transaction involving the rendering of services is attributable to several periods, revenue is recognised in each period by reference to the percentage of completion of the transaction at the interim consolidated balance sheet date of that period. The outcome of a transaction can be measured reliably when all four (4) following conditions are satisfied:

- (a) the amount of revenue can be measured reliably;
- (b) it is probable that the economic benefits associated with the transaction will flow to the Company;
- (c) the percentage of completion of the transaction at the interim consolidated balance sheet date can be measured reliably; and
- (d) the costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

Interest income is accrued on an accrual basis, by reference to the principal outstanding and at the applicable interest rate.

Dividend income from investments is recognised when the Company's right to receive payment has been established.

Borrowing costs

Borrowing costs are recognised in the income statement in the period when incurred unless they are capitalised in accordance with Vietnamese Accounting Standard No. 16 "Borrowing costs". Accordingly,

borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the cost of those assets. For specific borrowings for the purpose of construction of fixed assets and investment properties, borrowing costs are capitalised even when the construction period is under 12 months.

Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the period. Taxable profit differs from profit before tax as reported in the interim consolidated income statement because it excludes items of income or expense that are taxable or deductible in other periods (including loss carried forward, if any) and it further excludes items that are never taxable or deductible.

According to Investment Certificate No. 61101000153 dated 04 December 2012 issued by the People's Committee of Ca Mau province, the Company is entitled to tax incentives with regard to Ca Mau Fertilizer Plant as follows:

- Corporate income tax: The Company is entitled to preferential tax rates, tax exemption and reduction in accordance with provisions of the prevailing law on corporate income tax.
- Land tax: The Company is entitled to exemption/reduction of land use tax, land use fees, land and water surface rentals in accordance with provisions of the prevailing laws on land and taxation.
- Import duty: The Company is exempted from import duty with regard to equipment, materials, motor vehicles and other goods for the implementation of the project in accordance with the law on import/export duties.

According to Official Letter No. 4641/TCT-CS issued by the General Department of Taxation on 02 December 2008 in response to Vietnam Oil and Gas Group on tax incentives for Ca Mau Fertilizer Plant Project, the Company is entitled to preferential corporate income tax rate of 10% for 15 years since the beginning of production and business activities, corporate income tax exemption for 4 years since the first making-profit year and 50% reduction in corporate income tax payable for the nine following years. 2022 is the seventh year the Company is entitled to 50% reduction in tax payable regarding profit generated from the main operating activities of Ca Mau Fertilizer Plant.

For operations other than those under Ca Mau Fertilizer Plant, the Company is obliged to pay corporate income tax at the prevailing normal tax rate based on taxable profit which is 20%.

Corporate income tax applicable to PetroVietnam Packaging Joint Stock Company (the Company's subsidiary - PPC) is as follows:

- For package manufacturing and trading activity: according to Decision No. 22/2010/QĐ-UBND dated 01 September 2010 issued by People's Committee of Bac Lieu province regarding promulgation of regulations and policies on investment encouragement, support and incentives in Bac Lieu province and the first Investment Certificate No. 60221000003 dated 23 June 2013 issued by Bac Lieu Industrial Zones Management Unit and current regulations, PPC is entitled to tax incentives as follows: preferential tax rate of 20% for 10 years and preferential tax rate of 17% from 01 January 2016, tax exemption for 2 years from the first year PPC had taxable profit (2012), 50% tax reduction in tax payable for the next 4 years applicable to enterprises which were newly established from investment projects in areas with difficult socio-economic conditions. In 2022, PPC is entitled to the normal tax rate of 20%

- For fertilizer manufacturing and trading activity: according to Official Letter No. 380/CT-TTHT dated 02 April 2018 issued by Tax Department of Bac Lieu Province, Bac Lieu Petroleum Fertilizer Production Plant Project is determined as new investment project. Therefore, PPC is entitled to tax incentives as follows: preferential tax rate of 17% for 10 years, tax exemption for 2 years from the first year PPC has taxable profit, 50% tax reduction in tax payable for the next 4 years applicable to enterprises which were newly established from investment projects in areas with difficult socio-economic conditions.

Deferred tax is recognised on significant differences between carrying amounts of assets and liabilities in the interim consolidated financial statements and the corresponding tax bases used in the computation of taxable profit and is accounted for using balance sheet liability method. Deferred tax liabilities are generally recognised for all temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which deductible temporary differences can be utilised.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset realised. Deferred tax is charged or credited to profit or loss, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same tax authority and the Company intends to settle its current tax assets and liabilities on a net basis.

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.

Other taxes are paid in accordance with the prevailing tax laws in Vietnam.

4. CASH AND CASH EQUIVALENTS

	Closing balance	Opening balance
	VND	VND
Cash on hand	2,042,923,364	1,440,926,639
Bank demand deposits	844,453,213,102	426,211,804,265
Cash equivalents (i)	1,150,000,000,000	-
	1,996,496,136,466	427,652,730,904

- (i) Cash equivalents represent bank term deposits in VND with original maturities of three months or less and interest rate ranging from 3.3% per annum to 3.7% per annum (as at 31 December 2021: from 2.9% per annum to 3.3% per annum).

5. SHORT-TERM FINANCIAL INVESTMENTS

	Closing balance		Opening balance	
	VND		VND	
	Cost	Carrying amount	Cost	Carrying amount
Short-term held-to-maturity investments	5,212,000,000,000	5,212,000,000,000	4,362,000,000,000	4,362,000,000,000
- Over 3-month deposits (i)	5,212,000,000,000	5,212,000,000,000	4,362,000,000,000	4,362,000,000,000

- (i) Represents bank term deposits in VND with original maturities of more than three months and the remaining period of less than 12 months and interest rate ranging from 3.5% per annum to 4.8% per annum (as at 31 December 2021: from 3.5% per annum to 5.35% per annum).

As at 30 June 2022, a deposit of VND 200 billion at Joint Stock Commercial Bank for Foreign Trade - Thu Thiem Branch was used as collateral for a short-term loan at this bank (details stated in Note 20).

As at 30 June 2022, the Company had a deposit of VND 332 billion at Ocean Commercial Joint Stock Bank – Ca Mau Branch ("OceanBank"). According to Official Letter No. 17/2015/CV-GDCNCM 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/PVCFC-TCKT to the SBV and OceanBank on the payment of this deposit and has not received the response yet. The deposit is currently applied the interest rate of 3.5% 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 operation model of OceanBank into Ocean Commercial One Member Limited Liability Bank owned by the State since 08 May 2015, the Executive Board assesses that the mentioned above deposit is still recoverable and there is no risk of loss. Accordingly, no provision for impairment of investments has been recognized.

6. SHORT-TERM TRADE RECEIVABLES

	<u>Closing balance</u>	<u>Opening balance</u>
	<u>VND</u>	<u>VND</u>
Samsung C&T Corporation	738,955,035,000	-
Hiep Loan Import and Export Co., Ltd	7,925,000,000	-
Other customers	3,842,727,261	44,653,507,005
	<u>750,722,762,261</u>	<u>44,653,507,005</u>

7. SHORT-TERM ADVANCES TO SUPPLIERS

	<u>Closing balance</u>	<u>Opening balance</u>
	<u>VND</u>	<u>VND</u>
Le Van Dung	16,000,000,000	-
Hung Thanh Agricultural Materials Co., Ltd	-	41,220,000,000
Other suppliers	95,977,907,040	44,786,714,411
	<u>111,977,907,040</u>	<u>86,006,714,411</u>

In which:

Advances to related parties (Details stated in Note 38)	<u>10,677,213,191</u>	<u>4,120,637,390</u>
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8. OTHER RECEIVABLES

	<u>Closing balance</u>	<u>Opening balance</u>
	<u>VND</u>	<u>VND</u>
a. Current		
Accrued interest receivable from term deposits	51,552,246,576	34,651,095,889
Receivables from foreign contractor withholding tax of loan interest from foreign banks (i)	43,228,523,461	43,228,523,461
Advances to employees	5,758,318,700	1,637,232,000
Deposits	159,000,000	115,000,000
Discounts on goods purchased	-	13,048,564,000
Others	907,528,058	1,607,235,178
	<u>101,605,616,795</u>	<u>94,287,650,528</u>
b. Non-current		
Long-term deposits	3,000,000	3,000,000
	<u>3,000,000</u>	<u>3,000,000</u>

- (i) Represent the foreign contractor withholding tax amounts paid by the Company to related tax authorities regarding loan interest under the ECA Loan Agreement between the lending group of BNP Paribas, Export-Import Bank of China and Credit Agricole Bank and Vietnam Oil and Gas Group in accordance with Meeting Minutes dated 26 April 2018 among Inspector of Ministry of Finance, Tax Department of Ca Mau Province and the Company. At the date of these interim consolidated financial statements, the Company is still working with the Tax Authority to refund these contractor tax amounts.

9. PROVISIONS FOR SHORT-TERM DOUBTFUL DEBTS

	Closing balance		Opening balance	
	VND		VND	
	Cost	Recoverable amount	Cost	Recoverable amount
Receivables from foreign contractor withholding tax of loan interest from foreign banks	43,228,523,461	1,735,555,032	43,228,523,461	5,767,230,859
Hoang Khoa Agricultural and Fishery Products Co., Ltd	40,717,380	12,215,214	40,717,380	12,215,214
	<u>43,269,240,841</u>	<u>1,747,770,246</u>	<u>43,269,240,841</u>	<u>5,779,446,073</u>
Provision		41,521,470,595		37,489,794,768
		<u>41,521,470,595</u>		<u>37,489,794,768</u>

As at 30 June 2022, the Company's Executive Board has carefully assessed and determined the recoverable amount based on historical cost less provision for doubtful debts made.

10. INVENTORIES

	Closing balance		Opening balance	
	VND		VND	
	Cost	Provision	Cost	Provision
Goods in transit	-	-	257,175,000,000	-
Raw materials	565,394,797,764	-	552,533,261,985	-
Tools and supplies	18,611,939,227	-	27,062,487,559	-
Work in progress	174,096,203,644	-	160,079,078,793	-
Finished goods	1,264,192,452,832	-	745,954,663,375	-
Merchandise	524,324,429,796	-	461,273,216,022	-
	<u>2,546,619,823,263</u>	<u>-</u>	<u>2,204,077,707,734</u>	<u>-</u>

11. PREPAYMENTS

	Closing balance	Opening balance
	VND	VND
a. Current		
Asset insurance premium for Camau Fertilizer Plant	13,771,126,007	13,324,792,803
Tools and supplies issued for consumption	12,023,071,952	3,810,137,032
Group's brand costs	9,752,772,396	-
Costs of advertising and market development	7,303,603,893	11,335,201,843
Costs of warranty extension, maintenance and software copyrights	4,957,748,857	12,956,626,608
Other short-term prepaid expenses	1,005,666,310	371,901,824
	48,813,989,415	41,798,660,110
b. Non-current		
Potential value for development (i)	261,059,472,455	261,059,472,455
Tools and supplies issued for consumption	33,874,686,650	45,048,896,113
Property repair costs	2,105,687,123	3,856,911,083
Other long-term prepaid expenses	388,261,950	593,478,750
	297,428,108,178	310,558,758,401

- (i) Represents the difference in the growth potential value of PetroVietnam Ca Mau Fertilizer Company Limited as at 01 January 2014 between Minutes No. 379/QD-TTCT of the Government Inspectorate dated 30 July 2018 on inspecting and verifying the restructuring of state-owned enterprises at PetroVietnam Ca Mau Fertilizer Company Limited and valuation certificate signed by Viet Capital Securities Joint Stock Company on 09 July 2014.

According to Vietnam Oil and Gas Group's Examination Minutes No. 4287/BB-DKVN dated 29 July 2021 on the equitization settlement of PetroVietnam Ca Mau Fertilizer Company Limited and Decision No. 4825 /QD-DKVN dated 24 August 2021 on determination of enterprise value and approval of the equitization settlement of the Company at the time of transformation into a joint stock company on 15 January 2015, the potential value for development is recognized on long-term prepaid expenses (goodwill) and other payables waiting for settlement and this amount has not yet been recognized as an increase in state capital or paid to the Business Arrangement Support Fund. This content will be settled (including accounting treatment) when there is an official conclusion of the Government Inspectorate (details stated in Note 02). At the date of these interim consolidated financial statements, the Company has not yet received an official conclusion from the Government Inspectorate regarding the above matter.

PETROVIETNAM CA MAU FERTILIZER JOINT STOCK COMPANY
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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12. INCREASES, DECREASES IN TANGIBLE FIXED ASSETS

	Buildings and structures	Machinery and equipment	Office equipment	Motor vehicles and transmission equipment	Others	Total
	VND	VND	VND	VND	VND	VND
COST						
Opening balance	3,870,983,915,616	11,000,174,748,191	93,193,685,296	80,328,283,678	59,369,973,815	15,104,050,606,596
Additions	-	2,005,907,173	1,888,340,829	1,123,109,091	-	5,017,357,093
Transfer from construction in progress	-	69,716,497,271	-	-	-	69,716,497,271
Closing balance	3,870,983,915,616	11,071,897,152,635	95,082,026,125	81,451,392,769	59,369,973,815	15,178,784,460,960
ACCUMULATED DEPRECIATION						
Opening balance	2,894,220,840,747	8,696,644,176,433	65,195,329,003	62,610,827,476	18,691,346,131	11,737,362,519,790
Charge for the period	167,950,930,092	510,320,320,105	2,305,540,520	2,187,053,018	81,244,256	682,845,087,991
Closing balance	3,062,171,770,839	9,206,964,496,538	67,500,869,523	64,797,880,494	18,772,590,387	12,420,207,607,781
NET BOOK VALUE						
Opening balance	976,763,074,869	2,303,530,571,758	27,998,356,293	17,717,456,202	40,678,627,684	3,366,688,086,806
Closing balance	808,812,144,777	1,864,932,656,097	27,581,156,602	16,653,512,275	40,597,383,428	2,758,576,853,179

The Company has pledged the entire fixed assets formed under "Composite Fertilizer Production from melted Urea with a capacity of 300,000 tons/year" to secure its bank loan at Saigon – Hanoi Commercial Joint Stock Bank (details stated in Note 23). The carrying value of those fixed assets as at 30 June 2022 was VND 657,148,078,824 (as at 31 December 2021: VND 694,517,604,595).

PetroVietnam Packaging Joint Stock Company (the subsidiary) has pledged the entire fixed assets formed from Bac Lieu Fertilizer Production Plant Project and other fixed assets formed from granted loans to secure its bank loans from Vietnam Joint Stock Commercial Bank for Industry and Trade - Bac Lieu branch (details stated in Note 23). The carrying amount of those fixed assets as at 30 June 2022 was VND 19,148,833,858 (as at 31 December 2021: VND 20,335,241,414).

The cost of the Company's tangible fixed assets as at 30 June 2022 includes VND 535,206,532,877 (as at 31 December 2021: VND 378,418,409,808) of fixed assets which have been fully depreciated but are still in use.

13. INCREASES, DECREASES IN INTANGIBLE ASSETS

	Land use rights	Copyrights, patents	Computer software	Total
	VND	VND	VND	VND
COST				
Opening balance	22,194,885,567	14,080,000,000	116,826,077,960	153,100,963,527
Additions	-	529,100,000	1,731,933,156	2,261,033,156
Closing balance	22,194,885,567	14,609,100,000	118,558,011,116	155,361,996,683
ACCUMULATED AMORTISATION				
Opening balance	8,860,538,382	14,080,000,000	91,225,222,006	114,165,760,388
Charge for the period	638,036,486	44,454,064	8,365,894,157	9,048,384,707
Closing balance	9,498,574,868	14,124,454,064	99,591,116,163	123,214,145,095
NET BOOK VALUE				
Opening balance	13,334,347,185	-	25,600,855,954	38,935,203,139
Closing balance	12,696,310,699	484,645,936	18,966,894,953	32,147,851,588

The cost of the Company's intangible assets as at 30 June 2022 includes VND 74,199,951,676 (as at 31 December 2021: VND 74,003,851,676) of intangible assets which have been fully amortised but are still in use.

14. CONSTRUCTION IN PROGRESS

	Closing balance	Opening balance
	VND	VND
Composite Fertilizer Production from melted Urea	15,125,507,539	13,369,078,535
Investment in the construction of route No. 1	9,324,341,881	439,219,804
CO2 Separation System	-	35,991,722,935
MP vent gas recovery system	-	4,515,487,702
Other projects	18,235,132,817	11,802,417,759
	42,684,982,237	66,117,926,735

PETROVIETNAM CA MAU FERTILIZER JOINT STOCK COMPANY
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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15. SHORT-TERM TRADE PAYABLES

	Closing balance		Opening balance	
	Amount	VND Amount able to be paid off	Amount	VND Amount able to be paid off
Vietnam Oil and Gas Group	737,063,170,397	737,063,170,397	423,982,939,595	423,982,939,595
PetroVietnam Power Corporation	62,144,133,993	62,144,133,993	55,878,041,576	55,878,041,576
Hung Thanh Agricultural Materials Co., Ltd	35,803,035,000	35,803,035,000	2,904,449,000	2,904,449,000
PetroVietnam Fertilizer and Chemicals Corporation – Joint Stock Company - Chemicals and Petroleum Business Branch	20,077,276,808	20,077,276,808	19,494,639,698	19,494,639,698
PVD Technical Training and Certification JSC	10,950,636,843	10,950,636,843	9,641,953,352	9,641,953,352
Other suppliers	169,016,134,085	169,016,134,085	282,895,266,140	282,895,266,140
	1,035,054,387,126	1,035,054,387,126	794,797,289,361	794,797,289,361
<i>In which:</i>				
Trade payables to related parties (Details stated in Note 38)	842,763,870,332	842,763,870,332	525,451,652,855	525,451,652,855

16. SHORT-TERM ADVANCES FROM CUSTOMERS

	Closing balance	Opening balance
	VND	VND
Sayimex Ta Mchas SRE Co., Ltd	109,171,040,000	-
Kim Hoang Private Enterprise	31,632,500,000	-
Hung Thanh Agricultural Materials Co., Ltd	25,201,738,240	161,449,115,240
Nguyen Khoa Trading Co., Ltd	18,724,684,999	29,706,589,514
Chhun Sok An Co., Ltd	14,569,250,632	2,351,963,621
Other customers	57,156,964,370	92,039,689,108
	256,456,178,241	285,547,357,483

17. TAXES AND OTHER RECEIVABLES FROM/PAYABLES TO THE STATE BUDGET

	Opening balance	Payable during the period	Paid during the period	Closing balance
	VND	VND	VND	VND
a. Receivables				
Value added tax	104,855,724	-	-	104,855,724
Import duty	-	191,119,392	351,837,762	160,718,370
Land rentals	397,346,605	157,591,158	157,591,158	397,346,605
Other taxes	-	338,158,415	430,563,783	92,405,368
	502,202,329	686,868,965	939,992,703	755,326,067
b. Payables				
Value added tax	393,705,130	2,592,498,539	2,890,791,141	95,412,528
Corporate income tax	86,122,729,515	152,827,325,746	212,763,810,243	26,186,245,018
Natural resources tax	216,306,450	1,319,467,800	1,314,158,250	221,616,000
Export duty	-	174,779,975,176	174,779,975,176	-
License tax	-	4,000,000	4,000,000	-
Personal income tax	8,001,497,801	49,824,821,047	53,614,190,984	4,212,127,864
Other taxes	4,104,000	322,136,258	326,240,258	-
Other payables	-	763,592,900	763,592,900	-
	94,738,342,896	382,433,817,466	446,456,758,952	30,715,401,410

18. SHORT-TERM ACCRUED EXPENSES

	Closing balance	Opening balance
	VND	VND
Trade discount (i)	269,745,853,560	199,515,410,195
Costs of sales promotion, advertising and social welfare security	50,777,169,629	26,693,725,725
Goods and services received but not billed	34,118,666,610	295,317,116,756
Accrued gas expenses	27,796,349,203	19,019,656,275
Accrued interest expense	670,015,883	1,294,681,650
Other accruals	33,631,469,064	11,316,372,862
	416,739,523,949	553,156,963,463
<i>In which:</i>		
Accrued expense payable to related parties (details stated in Note 38)	27,796,349,203	19,019,656,275

- (i) Represents the accrued trade discount payable to customers according to the sales policy approved by the Chief Executive Officer and notified to the customers. The accrual data has been approved according to Decision No. 13/QĐ-PVCFC dated 01 July 2022 of the Company's Chief Executive Officer on temporary deduction of discount for the first 6 months of 2022.

19. OTHER SHORT-TERM PAYABLES

	Closing balance	Opening balance
	VND	VND
Potential value for growth (Note 11)	261,059,472,455	261,059,472,455
Ca Mau Gas - Power - Fertilizer Project Management Unit	55,851,413,429	55,851,413,429
- Input VAT for gas purchased in the construction period before official commercial operations	49,897,065,571	49,897,065,571
- Other payables	5,954,347,858	5,954,347,858
Safety reward fund	15,291,672,723	6,572,097,546
Social welfare security expenses	-	15,000,000,000
Short-term deposits received	4,032,117,008	1,773,807,531
Trade union fee	885,657,757	1,084,145,917
Seller commission	243,820,044	13,241,390,131
Other short-term payables	19,830,043,037	31,915,196,829
	357,194,196,453	386,497,523,838
<i>In which:</i>		
Other short-term payables to related parties (details stated in Note 38)	69,135,087,341	69,135,087,341

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20. SHORT-TERM LOANS AND OBLIGATIONS UNDER FINANCE LEASES

	Opening balance		In the period		Closing balance	
	Amount	VND Amount able to be paid off	Increases	Decreases	Amount	VND Amount able to be paid off
Short-term bank loans						
<i>Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thu Thiem Branch (i)</i>	554,114,000,000	554,114,000,000	1,391,305,905,212	1,541,924,755,662	403,495,149,550	403,495,149,550
<i>Vietnam Joint Stock Commercial Bank of Industry and Trade - Ca Mau Branch</i>	554,114,000,000	554,114,000,000	1,134,243,405,212	1,284,862,255,662	403,495,149,550	403,495,149,550
Current portion of long-term loans (see Note 23)	-	-	257,062,500,000	257,062,500,000	-	-
<i>Saigon-Hanoi Commercial Joint Stock Bank</i>	135,048,951,336	135,048,951,336	1,726,627,500	67,559,459,500	69,216,119,336	69,216,119,336
<i>Vietnam Joint Stock Commercial Bank of Industry and Trade - Bac Lieu Branch</i>	131,787,453,586	131,787,453,586	-	65,889,414,000	65,898,039,586	65,898,039,586
	3,261,497,750	3,261,497,750	1,726,627,500	1,670,045,500	3,318,079,750	3,318,079,750
	<u>689,162,951,336</u>	<u>689,162,951,336</u>	<u>1,393,032,532,712</u>	<u>1,609,484,215,162</u>	<u>472,711,268,886</u>	<u>472,711,268,886</u>

- (i) Represents a short-term loan in US Dollars ("USD") under Contract No. 168/VCB.TT/22NH-TL dated 13 June 2022 with Joint Stock Commercial Bank for Foreign Trade of Vietnam – Thu Thiem Branch with 2-month term. As at 30 June 2022, the loan balance is USD 17,440,896 (equivalent to VND 403,495,149,550), interest rate is 1.6% per annum. The loan purpose is to pay for PM3 CAA and 46CN gas in April 2022 to Vietnam Oil and Gas Group. The collateral for the loan is a term deposit of VND 200,000,000,000 at this bank.

21. SHORT-TERM PAYABLE PROVISIONS

	<u>Closing balance</u>	<u>Opening balance</u>
	<u>VND</u>	<u>VND</u>
Provision for gas expenses (i)	383,405,915,033	-
Provision for plant maintenance expenses (ii)	35,923,186,437	-
	<u>419,329,101,470</u>	<u>-</u>
<i>In which:</i>		
Payable provision to related parties (details stated in Note 38)	<u>383,405,915,033</u>	<u>-</u>

(i) During the period, the Company made provisions for gas expenses regarding the principle of gas distribution based on the actual consumption proportion of consumers in Ca Mau applied from 01 January 2022 according to Resolution No. 2833/NQ-DKVN dated 27 May 2022 of the Members' Council of Vietnam Oil and Gas Group.

(ii) During the period, the Company made provisions for plant maintenance expenses of Ca Mau Fertilizer Plant according to the approved estimate in the 2022 production and business plan in accordance with Resolution No. 7030/NQ-DKVN dated 03 December 2021 of the Members' Council of Vietnam Oil and Gas Group, in line with the actual operation and maintenance cycle of the Plant.

22. BONUS AND WELFARE FUNDS

	<u>Current period</u>	<u>Prior period</u>
	<u>VND</u>	<u>VND</u>
Opening balance	195,121,164,403	154,922,265,967
Appropriation to the fund	37,100,214,848	40,615,212,505
Decrease in bonus and welfare fund from profits	(555,210,000)	(528,642,500)
Utilization in the period	(67,723,769,114)	(67,072,257,955)
Closing balance	<u>163,942,400,137</u>	<u>127,936,578,017</u>

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23. LONG-TERM LOANS AND OBLIGATIONS UNDER FINANCE LEASES

	Opening balance		In the period		Closing balance	
	Amount	VND	Increases	Decreases	Amount	VND
Long-term loans	137,725,294,868	137,725,294,868	812,910,000	67,559,459,500	70,978,745,368	70,978,745,368
Saigon-Hanoi Commercial Joint Stock Bank (i)	131,787,453,586	131,787,453,586	-	65,889,414,000	65,898,039,586	65,898,039,586
Vietnam Joint Stock Commercial Bank for Industry and Trade - Bac Lieu Branch (ii)	5,937,841,282	5,937,841,282	812,910,000	1,670,045,500	5,080,705,782	5,080,705,782
	137,725,294,868	137,725,294,868	812,910,000	67,559,459,500	70,978,745,368	70,978,745,368

In which:

- Amount due for settlement within 12 months	135,048,951,336
- Amount due for settlement after 12 months	2,676,343,532
	69,216,119,336
	1,762,626,032

(i) Represents the loan under Credit Loan Contract No. 559/2017/HDTDTDH-PN/SHB.110100 dated 08 November 2017 between Saigon - Hanoi Commercial Joint Stock Bank (SHB) and the Company with a credit limit of VND 615,700,000,000 for the purpose of financing the project of Composite Fertilizer Production from melted Urea with a capacity of 300,000 tons/year. The loan term is 60 months from the date of first disbursement. Loan interest rate applied within 12 months from the first disbursement date is 7.5% per annum. The first adjustment of the loan interest rate within the term is after 12 months from the date of first disbursement, the subsequent adjustments are adjusted every 3 months from the time of the latest adjustment. Collateral is all assets formed in the future belonging to the investment project of Composite Fertilizer Production from melted Urea with a capacity of 300,000 tons/year, located at the campus of Ca Mau Fertilizer Plant, Khanh An Commune, Khanh An Commune, U Minh district, Ca Mau province.

(ii) Represents the long-term loans from Vietnam Joint Stock Commercial Bank for Industry and Trade - Bac Lieu Branch under Credit Loan Contracts No. DN-64.2006/2016-HDTDDA/NHCT862 - CTY BBDK, DN-0609/2017-HDCVDADT/NHCT862 - CTY BBDK, DN-1111/2021-HDCVDADT/NHCT862 - CTY BBDK and DN-2501/2022-HDCVDADT/NHCT862 - CTY BBDK dated 30 June 2016, 06 September 2017, 18 November 2021 and 25 January 2022, respectively, with loan term of from 3 to 7 years to serve the purposes of investment, procurement and construction of the Company's fixed assets. These loans are secured by assets belonging to the Bac Lieu Fertilizer Production Plant Project and other fixed assets formed from the loans. Interest rates of the loans for the 6-month period ended 30 June 2022 are from 8.38% per annum to 11% per annum (for the 6-month period ended 30 June 2021: from 8.38% per annum to 11% per annum).

Long-term loans are repayable as follows:

	Closing balance	Opening balance
	VND	VND
On demand or within one year	69,216,119,336	135,048,951,336
In the second year	1,021,925,532	2,309,343,532
In the third to fifth year inclusive	740,700,500	367,000,000
	70,978,745,368	137,725,294,868
Less: Amount due for settlement within 12 months (shown under short-term loans and obligations under finance leases)	69,216,119,336	135,048,951,336
Amount due for settlement after 12 months	1,762,626,032	2,676,343,532

24. SCIENTIFIC AND TECHNOLOGICAL DEVELOPMENT FUND

	Current period	Prior period
	VND	VND
Opening balance	404,737,173,314	203,819,014,815
- Appropriation in the period (i)	299,497,853,502	53,364,416,311
- Utilization in the period	(15,389,291,400)	(6,064,941,291)
- Depreciation of fixed assets formed from Scientific and technological development fund	(187,643,328)	(246,446,111)
Closing balance	688,658,092,088	250,872,043,724

- (i) The Scientific and Technological Development Fund is temporarily appropriated for the 6-month period ended 30 June 2022 at the rate of 10% of the Company's taxable income according to Resolution No. 828/NQ-PVCF dated 26 April 2022 of the Company's General Meeting of Shareholders.

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25. OWNERS' EQUITY

Movement in owners' equity

	Owners' contributed capital	Other owners' capital	Investment and development fund	Retained earnings	Non-controlling interests	Total
	VND	VND	VND	VND	VND	VND
Balance as at 01 January 2021	5,294,000,000,000	3,665,420,000	418,967,418,595	583,467,405,249	26,347,426,104	6,326,447,669,948
Profit for the period	-	-	-	445,906,487,945	2,289,292,189	448,195,780,134
Appropriation to investment and development fund	-	-	133,984,211,922	(133,984,211,922)	-	-
Appropriation to bonus and welfare funds	-	-	-	(40,071,020,890)	(544,191,615)	(40,615,212,505)
Decrease in bonus and welfare funds from 2020 retained earnings	-	-	-	528,642,500	-	528,642,500
Balance as at 30 June 2021	5,294,000,000,000	3,665,420,000	552,951,630,517	855,847,302,882	28,092,526,678	6,734,556,880,077
Balance as at 01 January 2022	5,294,000,000,000	3,665,420,000	965,858,273,232	1,187,985,397,644	26,588,184,510	7,478,097,275,386
Profit for the period	-	-	-	2,534,924,405,955	2,669,787,613	2,537,594,193,568
Appropriation to investment and development fund (i)	-	-	759,966,482,407	(759,966,482,407)	-	-
Appropriation to bonus and welfare funds (i)	-	-	-	(36,525,717,499)	(574,497,349)	(37,100,214,848)
Decrease in bonus and welfare funds from 2021 retained earnings	-	-	-	555,210,000	-	555,210,000
Balance as at 30 June 2022	5,294,000,000,000	3,665,420,000	1,725,824,755,639	2,926,972,813,693	28,683,474,774	9,979,146,464,106

(i) In the period, the fund appropriation amounts included the amounts distributed to the investment and development fund and the bonus and welfare funds under the Resolutions of the General Meetings of Shareholders of the Holding Company and its subsidiary.

Shares

	Closing balance	Opening balance
Number of shares issued to the public	529,400,000	529,400,000
<i>Ordinary shares</i>	529,400,000	529,400,000
Number of outstanding shares in circulation	529,400,000	529,400,000
<i>Ordinary shares</i>	529,400,000	529,400,000

Ordinary shares have par value of VND 10,000 per share.

Charter capital

The charter capital of the Company is VND 5,294,000,000,000. As at 30 June 2022, the charter capital has been fully contributed by shareholders, as follows:

	Per Amended Enterprise		Contributed capital	
	Registration Certificate		Closing balance	Opening balance
	VND	%	VND equivalent	VND equivalent
Vietnam Oil and Gas Group	4,000,230,570,000	75.56%	4,000,230,570,000	4,000,230,570,000
Other shareholders	1,293,769,430,000	24.44%	1,293,769,430,000	1,293,769,430,000
	5,294,000,000,000	100%	5,294,000,000,000	5,294,000,000,000

Dividends

According to Resolution No. 828/NQ-PVCFC dated 26 April 2022 of the General Meeting of Shareholders, the Company's General Meeting of Shareholders decided to pay dividends from the undistributed profit after tax in 2021 at the rate of 18% of the charter capital, equivalent to an amount of VND 952,920,000,000 and expected to pay dividends from undistributed profit after tax in 2022 at the rate of 8%. As at 30 June 2022, the Company has not yet paid dividends from undistributed profit after tax in 2021 to Shareholders.

Non-controlling interests

Non-controlling interests represent the proportion of net assets and operation results of the subsidiary attributable to shareholders other than the Holding Company. Non-controlling interest ratio in the subsidiary is determined as follows:

	Closing balance	Opening balance
	VND	VND
Charter capital of the subsidiary	47,995,160,000	47,995,160,000
<i>In which:</i>		
Contributed capital of the Holding Company	24,491,670,000	24,491,670,000
Contributed capital of non-controlling shareholders	23,503,490,000	23,503,490,000
Non-controlling interest ratio	48.97%	48.97%

Non-controlling interests equal to net assets at the interim consolidated balance sheet date are as follows:

	Closing balance VND	Opening balance VND
Total assets	54,902,954,858	50,020,232,275
Total liabilities	(26,219,480,084)	(23,432,047,765)
Net assets	28,683,474,774	26,588,184,510
<i>Details are as follows:</i>		
Charter capital	23,503,490,000	23,503,490,000
Other funds	4,857,337,030	4,573,285,409
Retained earnings/Accumulated losses	322,647,744	(1,488,590,899)

26. OFF-BALANCE SHEET ITEMS

	Closing balance VND	Opening balance VND
Foreign currencies		
USD	13,787,485	489,747
EUR	1,280	1,280

27. BUSINESS AND GEOGRAPHICAL SEGMENTS

Business segments

The Company's principal activities are manufacturing and trading fertilizers and packages used in agriculture. The revenue for the 6-month period ended 30 June 2022 and the assets and liabilities as at 30 June 2022 of the package manufacturing and trading business are about VND 113 billion, VND 63 billion and VND 23 billion, respectively, accounting for a negligible proportion in total revenue from goods sold and service rendered and total assets of the Company. Accordingly, the financial information presented in interim consolidated balance sheet as at 30 June 2022 and all revenue and expenses presented in interim consolidated income statement for the 6-month period ended 30 June 2022 mainly relates to fertilizer manufacturing and trading activities. Therefore, no business segment report has been prepared. Revenue and cost of sales by goods item and business activity are presented in Note 28 and Note 29.

Geographical segments

The Company distributes fertilizer products in both domestic markets (Southwest region, Southeast region, Central Highlands...) and foreign markets (Cambodia, India...). During the period, the Company exported Ca Mau Fertilizer Products and other fertilizer products with revenue of about VND 3,318 billion (6-month period ended 30 June 2021: about VND 938 billion) - accounting for approximately 40% of gross revenue from goods sold and services rendered of the Company.

Segment reports are prepared for corporate management purposes. The Company keeps track of the revenue, expenses and results by geographical segment as follows:

Current period	Domestic	Export	Total
	VND	VND	VND
Net revenue from goods sold	4,839,805,163,197	3,318,766,077,902	8,158,571,241,099
Cost of sales	(3,099,641,991,331)	(1,738,488,962,874)	(4,838,130,954,205)
Gross profit by segment	1,740,163,171,866	1,580,277,115,028	3,320,440,286,894
General operating expenses			(727,469,238,460)
Financial income			136,733,178,473
Financial expenses			(32,876,201,749)
Other income			8,893,781,712
Other expenses			(3,471,616,132)
Accounting profit before tax			2,702,250,190,738
Current corporate income tax expense			(152,827,325,746)
Deferred corporate tax income			(11,828,671,424)
Net profit after corporate income tax			2,537,594,193,568
Prior year	Domestic	Export	Total
	VND	VND	VND
Net revenue from goods sold	3,297,901,060,539	938,415,062,260	4,236,316,122,799
Cost of sales	(2,736,744,747,062)	(704,722,698,633)	(3,441,467,445,695)
Gross profit by segment	561,156,313,477	233,692,363,627	794,848,677,104
General operating expenses			(366,648,334,101)
Financial income			70,116,354,569
Financial expenses			(15,771,054,710)
Other income			2,592,273,486
Other expenses			(929,741,800)
Accounting profit before tax			484,208,174,548
Current corporate income tax expense			(31,718,971,188)
Deferred corporate tax expense			(4,293,423,226)
Net profit after corporate income tax			448,195,780,134

28. REVENUE

	Current period	Prior period
	VND	VND
Sales of merchandise and services		
Sales of urea	6,588,418,581,999	3,311,788,423,310
- Domestic sales	3,269,652,504,097	2,407,595,939,050
- Export	3,318,766,077,902	904,192,484,260
Sales of NPK	544,241,632,000	161,538,495,000
Sales of fertilizers	923,051,341,147	637,468,975,500
- Domestic sales	923,051,341,147	603,246,397,500
- Export	-	34,222,578,000
Sales of waste and other finished goods	371,403,201,675	325,082,060,938
Revenue from services rendered	1,202,337,838	544,646,412
	8,428,317,094,659	4,436,422,601,160
Deductions		
Sales discount	269,745,853,560	200,106,478,361
	269,745,853,560	200,106,478,361
<i>In which:</i>		
Sales in the period to related parties (details presented in Note 38)	1,707,836,000	-

29. COST OF SALES

	Current period	Prior period
	VND	VND
Cost of urea sold	3,358,103,813,571	2,519,550,540,883
Cost of NPK sold	468,050,575,855	123,539,650,053
Cost of fertilizers sold	733,284,200,720	551,195,644,702
Cost of other products	278,692,364,059	247,181,610,057
	4,838,130,954,205	3,441,467,445,695

30. PRODUCTION COST BY NATURE

	Current period	Prior period
	VND	VND
Raw materials and consumables	3,572,855,784,749	1,987,098,768,273
Labour	215,229,745,342	233,231,552,684
Depreciation and amortisation	691,001,019,396	677,938,365,322
Out-sourced services	336,680,773,132	160,739,516,416
Provision	4,031,675,827	37,197,088,860
Appropriation to the scientific and technological development fund	299,497,853,502	53,364,416,311
Other monetary expenses	245,006,138,276	114,395,346,307
	5,364,302,990,224	3,263,965,054,173

31. FINANCIAL INCOME

	<u>Current period</u>	<u>Prior period</u>
	<u>VND</u>	<u>VND</u>
Bank interest	105,431,802,831	57,524,154,842
Foreign exchange gain	31,301,375,642	12,592,199,727
	136,733,178,473	70,116,354,569

32. FINANCIAL EXPENSES

	<u>Current period</u>	<u>Prior period</u>
	<u>VND</u>	<u>VND</u>
Interest expense	7,578,698,317	5,348,304,412
Settlement discount	-	1,564,550,000
Guarantee fee	-	180,898,582
Foreign exchange loss	25,297,503,432	8,677,301,716
	32,876,201,749	15,771,054,710

33. SELLING EXPENSES AND GENERAL AND ADMINISTRATION EXPENSES

	<u>Current period</u>	<u>Prior period</u>
	<u>VND</u>	<u>VND</u>
Selling expenses for the period		
Selling staff expenses	19,103,663,461	19,516,579,916
Transport, loading and storage expenses	117,396,774,712	42,667,626,308
Advertisement and communication expenses	60,783,587,310	22,572,554,526
Social welfare security expenses	22,000,000,002	12,966,626,000
Selling expenses of merchandise	14,630,623,358	3,356,542,913
Depreciation and amortization expenses	2,835,771,371	3,148,392,571
Outsourced services	39,657,730,674	22,818,105,767
Other selling expenses	22,498,166,155	28,421,696,846
	298,906,317,043	155,468,124,847
General and administration expenses for the period		
Administrative staff expenses	50,552,427,528	49,971,171,668
Depreciation and amortization expenses	5,753,979,535	9,322,685,666
Outsourced services	26,904,255,374	23,468,615,037
Provision for doubtful debts	4,031,675,827	37,197,088,860
Appropriation to the scientific and technological development fund	299,497,853,502	53,364,416,311
Other general and administration expenses	41,822,729,651	37,856,231,712
	428,562,921,417	211,180,209,254

34. OTHER INCOME AND OTHER EXPENSES

	<u>Current period</u>	<u>Prior period</u>
	<u>VND</u>	<u>VND</u>
Other income		
Penalty for breach of contract	107,716,000	32,365,580
Disposal of scrap	1,037,971,272	552,260,727
Compensations and bonuses received	6,365,342,752	1,212,800,627
Other income	1,382,751,688	794,846,552
	<u>8,893,781,712</u>	<u>2,592,273,486</u>
Other expenses		
Ship bonus cost	3,169,933,886	815,923,682
Other expenses	301,682,246	113,818,118
	<u>3,471,616,132</u>	<u>929,741,800</u>
Profit from other activities	<u>5,422,165,580</u>	<u>1,662,531,686</u>

35. CURRENT CORPORATE INCOME TAX EXPENSE

	<u>Current period</u>	<u>Prior period</u>
	<u>VND</u>	<u>VND</u>
Current corporate income tax expense		
Corporate income tax expense based on taxable profit in the current period	152,827,325,746	30,433,532,729
Adjustments for corporate income tax expense in previous periods to the current period	-	1,285,438,459
Total current corporate income tax expense	<u>152,827,325,746</u>	<u>31,718,971,188</u>

Corporate income tax expense based on taxable profit in the current period of each activity of the Company is as follows:

	<u>Current period</u>	<u>Prior period</u>
	<u>VND</u>	<u>VND</u>
Corporate income tax from production of urea	116,357,155,248	16,906,864,526
Corporate income tax from production of packages	1,317,749,334	1,049,896,219
Corporate income tax from other activities	35,152,421,164	12,476,771,984
Corporate income tax expense based on taxable profit in the current period	<u>152,827,325,746</u>	<u>30,433,532,729</u>

36. BASIC EARNINGS PER SHARE

	Current period	Prior period
Accounting profit after corporate income tax attributable to Holding company (VND)	2,534,924,405,955	445,906,487,945
- Appropriation to bonus and welfare funds (VND)	(36,525,717,499)	(40,071,020,890)
Profit or loss attributable to ordinary shareholders (VND)	2,498,398,688,456	405,835,467,055
Average number of ordinary shares in circulation for the period	529,400,000	529,400,000
Basic earnings per share (VND/share)	4,719	767

37. OTHER COMMITMENTS

According to Contract No. 3918/HD-DKVN dated 23 May 2012 on trading gas of Block PM3 CAA and Block 46 - Cai Nuoc and Amendment No.7 dated 13 December 2018 between Vietnam Oil and Gas Group and PetroVietnam Ca Mau Fertilizer Company Limited (currently known as PetroVietnam Ca Mau Fertilizer Joint Stock Company), the Company will purchase natural gas of Block PM3 CAA and Block 46 - Cai Nuoc from the Group within 20 years from the official operation date with the output of 495 million m³ of standard gas per year.

The price for the gas purchased under this contract applied for the period from 01 January 2019 to the end of 31 December 2031 will be as per the Contract amendment dated 27 May 2020 of the Gas Purchase and Sale Contract No. 3918/HD-DKVN dated 23 May 2012.

38. RELATED PARTY TRANSACTIONS AND BALANCES

List of related parties with significant transactions and balances for the period:

Related parties	Relationship
Vietnam Oil and Gas Group	Parent Company
Other companies are subsidiaries, joint ventures and associates of Vietnam Oil and Gas Group	Affiliates

During the period, the Company entered into the following significant transactions with its related parties:

	Current period	Prior period
	VND	VND
Sales		
DMC - Southern Petroleum Chemicals JSC	1,700,000,000	-
Branch of PetroVietnam Fertilizer and Chemicals Corporation - Phu My Urea Plant	7,836,000	-
	1,707,836,000	-

	Current period	Prior period
	VND	VND
Purchases		
Vietnam Oil and Gas Group	2,010,423,062,105	1,309,942,825,678
PetroVietnam Power Corporation (PV Power)	185,787,251,572	175,777,805,531
PetroVietnam Chemicals and Fertilizer Corporation - Chemicals and Petroleum Business Branch	76,666,745,901	62,229,938,401
PVI Insurance South Company	20,888,090,595	35,135,944,984
PVD Technical Training and Certification JSC	16,758,274,967	3,444,511,699
Ca Mau PVI Insurance Company Limited	9,139,978,451	7,305,057,949
Petro Vietnam Security Service Corporation - South West branch	7,744,659,516	7,613,006,016
PetroVietnam Oil Saigon Joint Stock Corporation	5,826,051,749	4,346,274,152
PetroVietnam Gas JSC - Ca Mau Gas Company	5,575,482,003	6,673,082,776
Petroleum College	4,980,397,469	-
Petroleum Trading Joint Stock Company	4,742,940,000	9,792,552,250
PetroVietnam Drilling Trading and Technical Services Joint Stock Company	3,635,419,797	-
Ho Chi Minh City PVI Insurance Company Limited	2,505,846,331	40,038,978
Indochina Petroleum Transportation JSC - Ho Chi Minh City Branch	451,582,800	148,978,000
Petro Capital And Infrastructure Investment JSC	413,116,200	826,232,400
South West PetroVietnam Fertilizer and Chemicals JSC	370,284,065	314,754,959
Mekong Petroleum Joint Stock Company	328,260,000	1,082,460,000
Vietnam Petroleum Institute	251,437,000	-
PetroVietnam Securities JSC	225,000,000	-
Indochina Petroleum Transportation JSC	85,441,180	52,743,000
Mekong Petroleum Joint Stock Company - Bac Lieu branch - Petrol station No.17	44,237,660	188,547,980
	2,356,843,559,361	1,624,914,754,753

Significant related party balances at the interim consolidated balance sheet date were as follows:

	Closing balance	Opening balance
	VND	VND
Short-term advances to suppliers		
PetroVietnam Drilling Trading and Technical Services Joint Stock Company	5,200,341,912	-
PVD Technical Training and Certification JSC	2,950,233,939	3,625,959,690
Vietnam Petroleum Institute	2,039,369,640	100,410,000
Petroleum College	287,267,700	194,267,700
Ca Mau PVI Insurance Company Limited	200,000,000	200,000,000
	10,677,213,191	4,120,637,390

	Closing balance	Opening balance
	VND	VND
Short-term trade payables		
Vietnam Oil and Gas Group	737,063,170,397	423,982,939,595
PetroVietnam Power Corporation (PV Power)	62,144,133,993	55,878,041,576
PetroVietnam Chemicals and Fertilizer Corporation - Chemicals and Petroleum Business Branch	20,077,276,808	19,494,639,698
PVD Technical Training and Certification JSC	10,950,636,843	9,641,953,352
PetroVietnam Drilling Trading and Technical Services Joint Stock Company	3,915,349,017	2,064,372,418
Petro Vietnam Security Service Corporation - South West branch	2,849,034,804	2,198,578,740
Petro Capital And Infrastructure Investment JSC	1,780,020,360	1,780,020,360
Vietnam Petroleum Institute	1,203,266,718	2,334,727,086
PetroVietnam Oil Saigon Joint Stock Corporation	929,228,430	646,391,590
PetroVietnam Gas JSC - Ca Mau Gas Company	776,675,784	745,907,105
Petroleum Trading Joint Stock Company	453,411,766	826,927,766
South West PetroVietnam Fertilizer and Chemicals JSC	322,535,672	83,478,908
Mekong Petroleum Joint Stock Company	172,020,000	-
Ca Mau PVI Insurance Company Limited	127,109,740	189,323,740
Petroleum College	-	4,887,397,469
PetroVietnam Securities JSC	-	220,000,000
PetroVietnam Technical Safety Registration Co., Ltd	-	476,953,452
	842,763,870,332	525,451,652,855
	Closing balance	Opening balance
	VND	VND
Short-term accrued expenses		
Vietnam Oil and Gas Group	27,796,349,203	19,019,656,275
	27,796,349,203	19,019,656,275
	Closing balance	Opening balance
	VND	VND
Provisions for gas expenses		
Vietnam Oil and Gas Group	383,405,915,033	-
	383,405,915,033	-
	Closing balance	Opening balance
	VND	VND
Other current payables		
Ca Mau Gas - Power - Fertilizer Project Management Unit	55,851,413,429	55,851,413,429
Vietnam Oil and Gas Group	13,283,673,912	13,283,673,912
	69,135,087,341	69,135,087,341

Remuneration paid to the Board of Directors and Executive Board in the period was as follows:

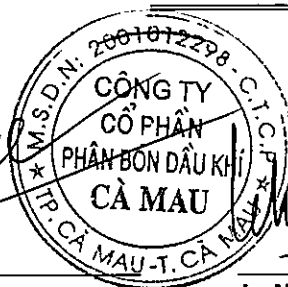
	Current period	Prior period
	VND	VND
Remuneration of the Board of Directors, Executive Board and Supervisory Board		
Tran Ngoc Nguyen	1,064,294,358	1,157,633,402
Van Tien Thanh	1,064,294,358	1,166,277,258
Tran My	849,178,127	971,654,221
Nguyen Duc Hanh	849,178,127	971,654,221
Le Duc Quang	849,178,127	772,008,661
Nguyen Minh Phuong	-	152,727,273
Do Thi Hoa	240,000,000	87,272,727
Truong Hong	240,000,000	87,272,727
Tran Chi Nguyen	849,178,127	971,654,221
Le Ngoc Minh Tri	849,178,127	971,654,221
Nguyen Tuan Anh	849,178,127	952,633,457
Nguyen Thi Hien	849,178,127	933,417,921
Nguyen Thanh Tung	839,329,420	725,108,037
Dinh Nhu Cuong	774,167,387	888,673,178
Phan Thi Cam Huong	774,167,387	892,026,469
Do Minh Duong	604,357,525	701,790,076
Tran Van Binh	545,888,007	97,043,615
Nguyen Quoc Huy	-	26,727,273
	12,090,745,331	12,527,228,958



Huynh Thi Ngoc Ha
Preparer



Dinh Nhu Cuong
Chief Accountant





Le Ngoc Minh Tri
Executive Officer

08 August 2022