

AN CUONG WOOD-WORKING JOINT STOCK COMPANY

**CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021**

AN CUONG WOOD-WORKING JOINT STOCK COMPANY

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AN CUONG WOOD-WORKING JOINT STOCK COMPANY

CORPORATE INFORMATION

Enterprise Registration Certificate

No. 3700748131 dated 20 September 2006

The initial Business Registration Certificate No. 4602002303 dated 20 September 2006 and its subsequent amendments were issued by the Department of Planning and Investment of Binh Duong Province and the latest Enterprise Registration Certificate No. 3700748131 dated 31 May 2021.

Board of Directors

Mr. Le Duc Nghia	Chairman
Mr. Nguyen Minh Tuan	Member
Mr. Masao Kamibayashiyama	Member
Mr. Jess Rueloekke	Member
Mr. Tran Luong Thanh Tung	Member
Mr. Le Thanh Phong	Member
Ms. Nguyen Thi Dieu Phuong	Independent member

Board of Management

Ms. Vo Thi Ngoc Anh	General Director (appointed from 20.4.2021)
Mr. Le Thanh Phong	Deputy General Director
Ms. Nguyen Thi Hao	Deputy General Director
Ms. Nguyen Thi Kim Thoa	Deputy General Director
Ms. Nguyen Thi Duyen	Deputy General Director
Mr. Ngo Tan Tri	Deputy General Director
Ms. Thieu Thi Ngoc Diem	Chief Accountant

Board of Supervision

Ms. Tran Thi Ngoc Tue	Head
Ms. Tran Thi Kim Anh	Member
Ms. Mai Thi Phuong Thao	Member

Legal representative

Mr. Le Duc Nghia	Chairman
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Registered office

Land plot No. 681, Map No. 5, DT 747B Street,
Phuoc Hai Town, Thai Hoa Ward, Tan Uyen District,
Binh Duong Province, Viet Nam

Auditor

PwC (Vietnam) Limited

AN CUONG WOOD-WORKING JOINT STOCK COMPANY

STATEMENT OF THE RESPONSIBILITY OF THE CHAIRMAN OF THE COMPANY IN RESPECT OF THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The Chairman of An Cuong Wood-Working Joint Stock Company ("the Company") is responsible for preparing the consolidated interim financial statements of the Company and its subsidiaries (together, "the Group") which gives a true and fair view of the consolidated interim financial position of the Group as at 30 June 2021, and the results of its consolidated interim operations and consolidated interim cash flows for the six-month period then ended. In preparing these consolidated interim financial statements, the Chairman is required to:


- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the consolidated interim financial statements on a going concern basis unless it is inappropriate to presume that the Group will continue in business.

The Chairman is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the consolidated interim financial position of the Group and which enable the consolidated interim financial statements to be prepared which comply with the basis of accounting set out in Note 2 to the consolidated interim financial statements. The Chairman is also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud or errors.

The Chairman of the Company has authorised the General Directors of the Company to approve and sign the consolidated interim financial statements for the six-month period ended 30 June 2021 as per the Power of Attorney dated 20 April 2021.

APPROVAL OF THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

I hereby approve the accompanying consolidated interim financial statements as set out on pages 5 to 45 which gives a true and fair view of the consolidated interim financial position of the Group as at 30 June 2021 and of the results of its consolidated interim operations and consolidated interim cash flows for the six-month then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of consolidated interim financial statements.


Vo Thi Ngoc Anh
General Director,
Authorised signatory

Binh Duong, SR Vietnam
13 August 2021



REPORT ON REVIEW OF CONSOLIDATED INTERIM INFORMATION TO THE SHAREHOLDERS OF AN CUONG WOOD-WORKING JOINT STOCK COMPANY

We have reviewed the accompanying consolidated interim financial statements of An Cuong Wood-Working Joint Stock Company ("the Company") and its subsidiaries (together, "the Group") which were prepared on 30 June 2021 and approved by the Chairman on 13 August 2021. The consolidated interim financial statements comprise the consolidated interim balance sheet as at 30 June 2021, the consolidated interim income statement, the consolidated interim cash flow statement for the six-month period then ended, and explanatory notes to the consolidated interim financial statements including significant accounting policies, as set out on pages 5 to 45.

The Chairman's Responsibility

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

Auditor's Responsibility

Our responsibility is to express a conclusion on this consolidated interim financial information based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements 2410, *"Review of interim financial information performed by the independent auditor of the entity"*.

A review of consolidated interim financial information 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 consolidated interim financial information does not presented fairly, in all material respects, the consolidated interim financial position of the Group as at 30 June 2021, its consolidated interim financial performance and consolidated interim cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of consolidated interim financial statements.

Other Matter

The report on review of consolidated interim financial information is prepared in Vietnamese and English. Should there be any conflict between the Vietnamese and English copies, the Vietnamese copy shall take precedence.

For and on behalf of PwC (Vietnam) Limited



Tran Thi Thanh Truc
Audit Practising Licence No:
3047-2019-006-1
Authorised signatory

Report reference number: HCM11148
Ho Chi Minh City, 13 August 2021

AN CUONG WOOD-WORKING JOINT STOCK COMPANY

Form B 01a – DN/HN

CONSOLIDATED INTERIM BALANCE SHEET

Code	ASSETS	Note	As at	
			30.6.2021 VND	31.12.2020 VND
100	CURRENT ASSETS		3,505,887,160,434	3,588,399,748,702
110	Cash		39,909,087,407	53,239,217,833
111	Cash	3	39,909,087,407	53,239,217,833
120	Short-term investment		1,380,745,044,955	1,680,045,044,955
123	Investments held to maturity	4(a)	1,380,745,044,955	1,680,045,044,955
130	Short-term receivables		733,417,893,683	689,453,876,852
131	Short-term trade accounts receivable	5	608,776,787,961	607,079,449,113
132	Short-term prepayments to suppliers	6	51,685,448,684	32,794,536,220
135	Short-term lending	7	15,455,000,000	-
136	Other short-term receivables	8(a)	73,665,856,037	60,123,992,957
137	Provision for doubtful debts – short term	9	(16,491,810,555)	(10,661,866,893)
139	Shortage of assets awaiting resolution		326,611,556	117,765,455
140	Inventories	10	1,319,332,864,820	1,132,964,681,719
141	Inventories		1,336,995,690,458	1,151,953,993,414
149	Provision for decline in value of inventories		(17,662,825,638)	(18,989,311,695)
150	Other current assets		32,482,269,569	32,696,927,343
151	Short-term prepaid expenses	11(a)	27,090,082,805	23,747,113,791
152	Value Added Tax ("VAT") to be reclaimed		5,129,764,774	7,965,797,220
153	Tax and other receivables from the State	16(a)	262,421,990	984,016,332
200	NON-CURRENT ASSETS		1,373,850,107,679	864,717,863,998
210	Long-term receivable		303,834,544,736	5,728,730,600
216	Other long-term receivables	8(b)	303,834,544,736	5,728,730,600
220	Fixed assets		581,908,173,687	635,138,407,774
221	Tangible fixed assets	12(a)	563,328,871,391	615,103,068,586
222	Historical cost		1,013,488,967,549	1,009,655,377,117
223	Accumulated depreciation		(450,160,096,158)	(394,552,308,531)
227	Intangible fixed assets	12(b)	18,579,302,296	20,035,339,188
228	Historical cost		32,148,567,346	31,684,967,346
229	Accumulated amortisation		(13,569,265,050)	(11,649,628,158)
240	Long-term asset in progress		3,072,829,006	2,660,445,161
242	Construction in progress	13	3,072,829,006	2,660,445,161
250	Long-term investment		275,217,700,000	-
253	Investments in other investment	4(b)	119,200,000,000	-
255	Investments held to maturity	4(a)	156,017,700,000	-
260	Other long-term assets		209,816,860,250	221,190,280,463
261	Long-term prepaid expenses	11(b)	202,696,854,296	212,227,664,545
262	Deferred income tax assets	23	7,120,005,954	8,962,615,918
270	TOTAL ASSETS		4,879,737,268,113	4,453,117,612,700

The notes on pages 9 to 45 are an integral part of these consolidated interim financial statements.

CONSOLIDATED INTERIM BALANCE SHEET
 (continued)

Code	RESOURCES	Note	As at	
			30.6.2021 VND	31.12.2020 VND
300	LIABILITIES		1,266,966,963,873	936,426,104,376
310	Current liabilities		1,260,937,184,210	929,831,152,397
311	Short-term trade accounts payable	14	266,822,306,571	245,477,558,884
312	Short-term advances from customers	15	258,910,295,030	232,947,885,577
313	Tax and other payables to the State	16(b)	57,440,052,532	44,095,993,433
314	Payable to employees	17	16,472,385,488	72,324,084,358
315	Short-term accrued expenses	18	25,831,742,972	24,256,358,433
318	Short-term unearned revenue		1,380,344,630	1,130,344,632
319	Other short-term payables	19	6,450,976,900	1,524,645,739
320	Short-term borrowings	20	601,284,815,981	307,899,246,071
322	Bonus and welfare funds	21	26,344,264,106	175,035,270
330	Non-current liability		6,029,779,663	6,594,951,979
336	Long-term unearned revenue		3,579,424,663	4,144,596,979
342	Provision for long-term liabilities	22	2,450,355,000	2,450,355,000
400	OWNERS' EQUITY		3,612,770,304,240	3,516,691,508,324
410	Capital and reserves		3,612,770,304,240	3,516,691,508,324
411	Owners' capital	24, 25	876,503,440,000	876,568,440,000
411a	- Ordinary shares with voting rights		876,503,440,000	876,568,440,000
412	Share premium	25	1,408,471,865,056	1,408,471,865,056
415	Treasury shares	25	(20,046,000,000)	(20,046,000,000)
418	Investment and development funds	25	46,039,084,205	36,590,318,871
421	Undistributed earnings	25	1,301,801,914,979	1,215,106,884,397
421a	- Undistributed post-tax profits of previous years		1,064,326,369,499	880,369,288,195
421b	- Post-tax profits of current period/year		237,475,545,480	334,737,596,202
440	TOTAL RESOURCES		4,879,737,268,113	4,453,117,612,700



 Nguyen Thi Hong Lan
 Preparer

 Thieu Thi Ngoc Diem
 Chief Accountant

 Vo Thi Ngoc Anh
 General Director
 Authorised signatory
 13 August 2021

The notes on pages 9 to 45 are an integral part of these consolidated interim financial statements.

CONSOLIDATED INTERIM INCOME STATEMENT

Code	Note	For the six-month period ended	
		30.6.2021 VND	30.6.2020 VND
01	Revenue from sales of goods and rendering of services	1,719,594,157,942	1,631,473,906,835
02	Less deductions	(10,587,968,704)	(16,109,220,517)
10	Net revenue from sales of goods and rendering of services	1,709,006,189,238	1,615,364,686,318
11	Cost of goods sold and services rendered	(1,222,888,240,252)	(1,213,013,586,425)
20	Gross profit from sales of goods and rendering of services	486,117,948,986	402,351,099,893
21	Financial income	75,790,280,999	50,987,637,825
22	Financial expenses	(11,238,206,461)	(10,105,846,673)
23	- Including: Interest expense	(9,981,393,213)	(6,399,458,250)
25	Selling expenses	(209,862,207,675)	(202,394,526,703)
26	General and administration expenses	(57,372,127,299)	(56,770,495,954)
30	Net operating profit	283,435,688,550	184,067,868,388
31	Other income	4,322,917,285	7,192,742,913
32	Other expenses	(263,914,831)	(3,294,300,002)
40	Net other income	4,059,002,454	3,898,442,911
50	Net accounting profit before tax	287,494,691,004	187,966,311,299
51	Business income tax ("BIT") - current	(48,176,535,560)	(22,767,937,005)
52	BIT - deferred	(1,842,609,964)	752,158,949
60	Net profit after tax	237,475,545,480	165,950,533,243
61	Attributable to: Profit after tax of the parent company	237,475,545,480	165,950,533,243
70	Basic earnings per share	2,718	1,905
71	Diluted earnings per share	2,718	1,905

Nguyen Thi Hong Lan
Preparer

Thieu Thi Ngoc Diem
Chief Accountant

Vo Thi Ngoc Anh
General Director
Authorised signatory
13 August 2021

The notes on pages 9 to 45 are an integral part of these consolidated interim financial statements.

CONSOLIDATED INTERIM CASH FLOW STATEMENT
 (Indirect method)

Code	Note	For the six-month period ended	
		30.6.2021 VND	30.6.2020 VND
CASH FLOWS FROM OPERATING ACTIVITIES			
01		287,494,691,004	187,966,311,299
	Net accounting profit before tax		
	Adjustments for:		
02	Depreciation and amortisation	57,527,424,519	57,185,365,840
03	Provisions	4,503,457,605	6,505,239,563
04	Unrealised foreign exchange gains	(1,197,355,164)	(592,955,085)
05	Profits from investing activities	(69,090,191,873)	(42,932,999,232)
06	Interest expense	9,981,393,213	6,399,458,250
08	Operating profit before changes in working capital	289,219,419,304	214,530,420,635
09	(Increase)/decrease in receivables	(20,607,083,888)	90,039,864,329
10	(Increase)/decrease in inventories	(185,041,697,044)	48,272,419,104
11	Decrease in payables	(16,868,671,259)	(152,292,764,315)
12	Decrease in prepaid expenses	7,270,648,483	27,783,110,861
14	Interest paid	(9,981,393,213)	(6,399,458,250)
15	BIT paid	(29,586,908,673)	(13,267,554,653)
17	Other payments on operating activities	(25,055,200)	(848,200,000)
20	Net cash inflows from operating activities	34,379,258,510	207,817,837,711
CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchases of fixed assets and other long-term assets	(5,792,381,525)	(8,904,989,590)
23	Lending and investments held to maturity	(692,225,530,311)	(441,800,000,000)
24	Collection of lending and investments held to maturity	535,000,000,000	69,600,000,000
25	Investments in other entities	(119,200,000,000)	-
27	Interest received from lendings and bank deposits	45,866,013,953	5,569,324,992
30	Net cash outflows from investing activities	(236,351,897,883)	(375,535,664,598)
CASH FLOWS FROM FINANCING ACTIVITIES			
31	Proceeds from issue of shares	-	17,187,610,000
32	Payments for share returns and repurchases	(65,000,000)	-
33	Proceeds from borrowings	1,307,801,459,732	561,955,682,944
34	Repayments of borrowings	(1,014,195,787,606)	(447,671,642,977)
36	Dividends paid	(104,826,892,800)	-
40	Net cash inflows from financing activities	188,713,779,326	131,471,649,967
50	Net decrease in cash in period	(13,258,860,047)	(36,246,176,920)
60	Cash at beginning of period	53,239,217,833	65,461,661,002
61	Effect of foreign exchange differences	(71,270,379)	(30,159,801)
70	Cash at end of period	39,909,087,407	29,185,324,281

 Nguyen Thi Hong Lan
 Preparer

 Thieu Thi Ngoc Diem
 Chief Accountant

 Vo Thi Ngoc Anh
 General Director
 Authorised signatory
 13 August 2021

The notes on pages 9 to 45 are an integral part of these consolidated interim financial statements.

**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021**

1 GENERAL INFORMATION OF THE GROUP

An Cuong Wood-Working Joint Stock Company (“the Company”) was established in SR Vietnam pursuant to the initial Business Registration Certificate No. 4602002303 dated 20 September 2006 and its subsequent amendments were issued by the Department of Planning and Investment of Binh Duong Province and the latest Enterprise Registration Certificate No. 3700748131 dated 31 May 2021.

The owners of the Company include NC Vietnam Investment Company Limited, Whitlam Holding Pte. Ltd., Sumitomo Forestry (Singapore) Ltd. and other shareholders. Details of capital contributions are presented in Note 24.

The principal activity of the Company is to manufacture and trade wooden household, industrial wooden items, artificial boards, interior decoration, kitchen equipment, and other wooden related products; provide installation services.

The normal business cycle of the Company and its subsidiaries (together “the Group”) is within 12 months.

As at 30 June 2021 and 31 December 2020, the Group had two direct subsidiaries and one indirect subsidiary as follows:

Name	Location	Principal activity	30.6.2021		31.12.2020	
			Ownership (%)	Voting right (%)	Ownership (%)	Voting right (%)
Malloca Vietnam Company Limited	Ho Chi Minh City	Trade Malloca-brand kitchen appliances	100	100	100	100
An Cuong Wood - Working Company Limited	Binh Duong Province	Manufacture and trade wooden products	100	100	100	100
AConcept Vietnam Company Limited (*)	Ho Chi Minh City	Wholesale and retail of interior and interior decoration	100	100	100	100

(*) The indirect subsidiary is a subsidiary of Malloca Vietnam Company Limited.

As at 30 June 2021, the Group had 2,985 employees (as at 31 December 2020: 3,033 employees).

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation of consolidated interim financial statements

The consolidated interim financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of consolidated interim financial statements. The consolidated interim financial statements have been prepared under the historical cost convention except for investments in associates and joint ventures, and business combination as presented in Note 2.5.

The accompanying consolidated interim financial statements are not intended to present the consolidated interim financial position and results of consolidated interim operations and consolidated interim 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.

The consolidated interim financial statements in the Vietnamese language are the official statutory consolidated interim financial statements of the Group. The consolidated interim financial statements in the English language have been translated from the Vietnamese version.

2.2 Fiscal year

The Group's fiscal year is from 1 January to 31 December. The consolidated interim financial statements are prepared for the period from 1 January to 30 June.

2.3 Currency

The consolidated interim financial statements are measured and presented in Vietnamese Dong ("VND"). The Group determines its accounting currency based on the currency which is mainly used in sales of goods and rendering of services, which has a significant impact on selling prices of goods and services, which is normally used for listing selling prices and receiving payments, which is mainly used in purchases of goods or services, which has a significant impact on cost of labor, material and other production or operating costs and normally used as payment of those costs.

Additionally, the Group also uses these currencies to raise financial resources (such as via issuance of shares or bonds) and/or regularly collect these currencies from business operation and savings.

2.4 Exchange rates

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

Monetary assets and liabilities denominated in foreign currencies at the consolidated balance sheet date are respectively translated at the buying and selling exchange rates at the consolidated balance sheet date of the commercial bank where the Group regularly trades. Foreign currencies deposited in banks at the consolidated balance sheet date are translated at the buying exchange rate of the commercial bank where the Group opens its foreign currency accounts. Foreign exchange differences arising from these translations are recognised in the consolidated interim income statement.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.5 Basis of consolidation****Subsidiaries**

Subsidiaries are all entities over which the Group has the power to govern the financial and operating policies in order to gain future benefits from their 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 Group controls another entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date that control ceases.

The purchase method of accounting is used to account for the acquisition of subsidiaries by the Group. The cost of an acquisition is measured as the fair value of the assets given, equity instruments issued, and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date, irrespective of the extent of any non-controlling interest. The excess of the cost of acquisition over the fair value of the Group's share of the identifiable net assets acquired is recorded as goodwill. If the cost of acquisition is less than the fair value of the net assets of the subsidiary acquired, the difference is recognised directly in the consolidated interim income statement.

Inter-company transactions, balances and unrealised gains and losses on transactions between group companies are eliminated.

In a multi-phase acquisition, when determining goodwill or bargain purchase, the consideration is the sum of the total consideration on the date of acquiring control and previous considerations remeasured to fair value on the date of control acquisition.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

The separate financial statements of the Group's subsidiaries are prepared for the same accounting period. If there are differences in end dates, the gap must not exceed 3 months. Adjustments are made to reflect impacts of significant transactions and events occurring between the end dates of the subsidiaries' accounting period and that of the Group's. The length of the reporting period and differences in reporting date must be consistent between periods.

2.6 Cash

Cash comprises cash on hand, cash in bank, and cash in transit.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.7 Receivables**

Receivables represent trade receivables from customers arising from sales of goods and 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 the estimated loss that may arise. Bad debts are written off when identified.

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

2.8 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 Group applies the perpetual system for inventories.

Provision is made, where 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.

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

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

Investments held-to-maturity include term deposits, bonds held to maturity. Those investments are initially accounted for at cost. Subsequently, the Chairman 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 fiscal 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 consolidated interim balance sheet based on the remaining period from the consolidated interim balance sheet to the maturity date.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.9 Investments (continued)****(b) Investments in other entities**

Investment in other entity is investment in equity instruments of other entity without controlling rights or co-controlling rights, or without significant influence over the investee. These investments are accounted for initially at cost. Subsequently, the Chairman reviews all outstanding investments to determine the amount of provision to recognise at the period end.

Provision for investments in other entities is made when there is a diminution in value of the investments at the period end. Regarding investments in listed shares or the investments whose fair value can be determined reliably, the provision for diminution in value is made when the cost is higher than the market value. For other investments, provision for diminution in value is made when the entities make losses, except when the loss was anticipated by the Chairman before date of investment.

Changes in the provision balance during the accounting period/year 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.

2.10 Lendings

Lendings are lendings for interest earning granted under agreements among parties but not being traded as securities.

Lendings are initially recognised at cost. Subsequently, the Chairman reviews all outstanding amounts to determine the amount of provision to recognise at the year end. Provision for doubtful lending is made for each lending based on overdue days in payment of principals according to the initial payment commitment (exclusive of the payment rescheduling between parties) or based on the estimated loss that may arise. Changes in the provision balance during the accounting fiscal year 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.

Lending is classified into short-term and long-term lending on the consolidated interim balance sheet based on the remaining term of the lending as at the consolidated interim balance sheet date.

2.11 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 incurred subsequently which 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 consolidated interim income statement when incurred.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.11 Fixed assets (continued)***Depreciation and amortisation*

Fixed assets are depreciated/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:

Plant and buildings	3% - 25%
Machinery	8% - 50%
Motor vehicles	8% - 33%
Office equipment	13% - 33%
Others	6% - 50%
Land use rights	3%
Software	13% - 50%

Land use rights with a definite useful life are recorded at historical cost and are amortised on a straight-line basis over the term from the date receiving the land use rights certificates OR the signing dates of transferring contracts to the ending dates in accordance with such land use rights certificates

Disposals

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

Construction in progress

Construction in progress represents the cost of asset in the course of 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 newly construct, to repair and maintain, to upgrade, to renew or equip the projects with technologies as including construction costs; costs of tools and equipments; project management expenditure; construction consulting expenditure; and capitalised borrowing costs for qualifying assets in accordance with the Group's accounting policy. Depreciation of these assets, on the same basis as other fixed assets, commences when the assets are ready for their intended use.

2.12 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 consolidated interim income statement on a straight-line basis over the term of the lease.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.13 Prepaid expenses**

Prepaid expenses include short-term and long-term prepayments on the consolidated interim balance sheet, which mainly include long-term land rentals, office rentals, tools and equipment in use. Prepaid expenses are recorded at historical cost and allocated using the straight-line basis over estimated useful lives.

Additionally, prepayments for land rental contracts, which became effective after 2003, are also recorded as prepaid expenses in accordance with the guidance of Circular No. 45/2013/TT-BTC dated 25 April 2013 issued by Ministry of Finance and allocated using the straight-line method from 40 to 50 years in accordance with such land use right certificates.

2.14 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 and payables not relating to purchase of goods and services.

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

2.15 Borrowings

Short-term borrowings include borrowings from banks.

Borrowings are classified into long-term and short-term borrowings on the consolidated interim balance sheet based on remaining period from the consolidated interim 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 Group 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 Group'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 consolidated interim income statement when incurred.

2.16 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 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.17 Provisions**

Provisions are recognised when the Group 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 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 passage of time is recognised as a financial expense. Changes in the provision balance during the accounting fiscal period are recorded as an increase or decrease in operating expenses.

2.18 Provision for severance allowances

In accordance with Vietnamese labour laws, employees of the Group who have worked regularly for full 12 months or longer, are entitled to a severance allowance. The working period used for the calculation of severance allowance is the year during which the employee actually works for the Group less the year during which the employee participates the unemployment insurance scheme in accordance with the labour regulations and the working period for which the employee has received severance allowance from the Group.

The severance allowance is accrued at the end of the reporting period, on the basis that a half of an average monthly salary per each working year. The average monthly salary used for calculating the severance allowance is the employee's average salary for the year prior to the consolidated interim balance sheet date.

This allowance will be paid as a lump sum when the employees terminate their labour contracts in according with current regulations.

2.19 Unearned revenue

Unearned revenue includes short-term and long-term unearned revenues on the consolidated interim balance sheet. These unearned revenues recognised the amounts paid in advance for renting the factory roof of a subsidiary to install and operate the solar panels, the support system and the solar rooftop projects with 20 years starting from September 2021. The Group records unearned revenue for the future obligations that the Group has to fulfil during the first five years of the rental contracts. Unearned revenue recognised as revenue in the consolidated interim income statement to the extent that recognition criteria have been met.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.20 Owners' capital**

Owners' capital of the Shareholders is recorded according to the actual amount contributed and is recorded according to par value of the share.

Share premium is the difference between the par value and the issue price of shares and the difference between the repurchase price and re-issuing price of treasury shares.

Treasury shares are shares issued by the Company and bought-back by itself, but these are not cancelled and may be re-issued subsequently in accordance with the Law on securities.

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

2.21 Appropriation of profit

The Company's dividends are recognised as a liability in the Company's consolidated interim financial statements in the year after dividends are approved by the General Meeting of Shareholders and the Company has finalised the list of of Shareholders receiving dividend in accordance with Resolution of the Board of Directors.

Profit after BIT could be distributed to Shareholders after approval at General Meeting of Shareholders, and after appropriation to other funds in accordance with the Company's charter and Vietnamese regulations.

The Group's funds are as below:

(a) Bonus and welfare fund

The bonus and welfare fund is appropriated from profit after tax and subject to Shareholders' approval at the General Meeting of Shareholders. This fund is set aside for the purpose of pecuniary rewarding and encouragement, common benefits and improvement of employees' benefits.

(b) Investment and development fund

Development and investment fund is appropriated from profit after tax and approved by Shareholders in the General Meeting of Shareholders. This fund is set aside for the use in expansion of its operation or in-depth investments.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.22 Revenue recognition****(a) Revenue from sales of goods**

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

- The Group has transferred to the buyer the significant risks and rewards of ownership of the goods;
- The Group 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 Group; and
- The costs incurred or to be incurred in respect of the transaction can be measured reliably.

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 sales obligation. In case where the Group gives promotional goods to customers associated with the purchase, the Group allocates the total consideration received between goods sold and promotional goods. The cost of promotional goods is recognised as cost of sales in the consolidated interim income statement.

(b) Revenue from rendering of services

Revenue from rendering of services is recognised in the consolidated interim income statement when the services are rendered, by reference to completion of the specific transaction assessed on the basis of 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) 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 Group;
- The percentage of completion of the transaction at the consolidated interim 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.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.23 Sales deductions

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

Sales deductions for sales of products, goods or rendering services which are sold in the period but are incurred after the consolidated interim balance sheet date but before the issuance of the consolidated interim financial statements are recorded as deduction of revenue of the period.

2.24 Cost of goods sold and services rendered

Cost of goods sold and services rendered are cost of finished goods, merchandises, materials sold or services rendered during the period, and recorded on the basis of matching with revenue and on a prudent basis.

2.25 Financial expenses

Financial expenses are expenses incurred in the period for financial activities including expenses of lending and borrowing; losses incurred when selling foreign currencies; losses from foreign exchange differences and payment discounts.

2.26 Selling expenses

Selling expenses represent expenses that are incurred in the process of selling products, goods, and providing services, which mainly include publicity, display, promotions, advertising expenses, sale commissions, warranty charges of goods and products, maintenance charges, packaging, and transportation.

2.27 General and administration expenses

General and administration expenses represent expenses for administrative purposes which mainly include salary expenses of administrative staffs; social insurance, medical insurance, labour union fees, unemployment insurance of administrative staff, expenses of office materials, tools and supplies, depreciation of fixed assets used for administration, land rental, licence tax, provision for bad debts, outside services and other expenses.

2.28 Current and deferred income tax

Income taxes include all income taxes which are based on taxable profits including profits generated from production and trading activities in other countries with which the Socialist Republic of Vietnam has not signed any double taxation agreement. Income tax expense comprises current tax expense and deferred tax expense.

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

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.2 Current and deferred income tax (continued)**

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 consolidated interim 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 consolidated interim 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.

2.29 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 Group, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Group. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Group that gives them significant influence over the Group, key management personnel, including the Chairman and the Board of Management and 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 Group considers the substance of the relationships, not merely the legal form.

2.30 Segment reporting

A segment is a component which can be separated by the Group 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 Group's business segment or the Group's geographical segment.

Segment reporting is prepared and presented in accordance with accounting policies applied to the preparation and presentation of the Group's consolidated interim financial statements in order to help users of the consolidated interim financial statements understand and evaluate the Group's operations in a comprehensive way.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**2.31 Accounting estimates**

The preparation of the consolidated interim financial statements in conformity with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting system and applicable regulations on preparation and presentation of consolidated interim financial statements requires the Chairman to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of consolidated interim financial statements and the reported amounts of revenues and expenses during the financial period. Although these estimates are based on the Chairman's best knowledge of current events and actions, actual results may differ from those estimates.

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 Group and that are believed to be reasonable under the circumstances.

3 CASH

	30.6.2021 VND	31.12.2020 VND
Cash on hand	1,066,620,765	654,260,729
Cash at bank	38,834,744,642	52,574,595,104
Cash in transit	7,722,000	10,362,000
	<u>39,909,087,407</u>	<u>53,239,217,833</u>

4 INVESTMENTS**(a) Investments held to maturity**

	As at 30.6.2021		As at 31.12.2020	
	Cost VND	Book value VND	Cost VND	Book value VND
i. Short-term				
Term deposits	<u>1,380,745,044,955</u>	<u>1,380,745,044,955</u>	<u>1,680,045,044,955</u>	<u>1,680,045,044,955</u>
ii. Long-term				
Bonds	<u>156,017,700,000</u>	<u>156,017,700,000</u>	<u>-</u>	<u>-</u>

4 INVESTMENTS (continued)**(a) Investments held to maturity (continued)**

- (i) Short-term investments held-to-maturity are term deposits at commercial banks with original maturities of more than 3 months but less than 1 year and earn interest at the interest rate ranging from 5% - 7.6% per annum (31 December 2020: 5% - 8% per annum). In addition, the Group has pledged VND212 billion of these investments with banks as collateral assets for the Group's borrowings (Note 20).
- (ii) Long-term investments held-to-maturity as at 30 June 2021 are the Group's investments in corporate bonds with the remaining maturity of more than 12 months from the reporting date and earned an interest at the rate of 13.8% per annum. As at 31 December 2020, there were no long-term investments held-to-maturity.

(b) Investments in other entity

	As at 30.6.2021			As at 31.12.2020		
	Cost VND	Fair value (*)	Provision VND	Cost VND	Fair value (*)	Provision VND
Thang Loi Group Real Estate Joint Stock Company	119,200,000,000	-	-	-	-	-

Pursuant to the Resolution No. 05-2021/NQ-GAC dated 15 April 2021, the Board of Directors of the Company approved the plan to buy shares of Thang Loi Group Real Estate Joint Stock Company. Accordingly, the Group owned 12.97% of the charter capital of this company.

- (*) As at 30 June 2021, the Group has not reliably determined the fair value of the investment in the above company, as its shares have not been listed on the stock exchange.

5 SHORT-TERM TRADE ACCOUNTS RECEIVABLE

	30.6.2021 VND	31.12.2020 VND
Third parties		
Ai Linh Trading Import - Export Joint Stock Company	129,635,886,818	57,420,711,970
Others	470,721,078,093	541,562,514,838
Related parties (Note 36 (b))	8,419,823,050	8,096,222,305
	<u>608,776,787,961</u>	<u>607,079,449,113</u>

As at 30 June 2021 and 31 December 2020, the balances of short-term trade accounts receivable which were past due amounting to VND25,564,246,875 and VND17,796,269,711, respectively as presented in Note 9.

6 SHORT-TERM PREPAYMENTS TO SUPPLIERS

	30.6.2021 VND	31.12.2020 VND
Third parties	51,685,448,684	32,794,536,220

As at 30 June 2021 and 31 December 2020, there was no third party supplier who had a balance accounting for 10% or more of the total balance of short-term prepayments to suppliers.

7 SHORT-TERM LENDINGS

	30.6.2021		31.12.2020	
	Book value VND	Provision VND	Book value VND	Provision VND
Related parties (Notes 36(b))	10,790,000,000	-	-	-
Other individual	4,665,000,000	-	-	-
	<u>15,455,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>

Movements of short-term lendings during the period are as follows:

	As at 1.1.2021 VND	Lendings granted VND	Collection VND	As at 30.6.2021 VND
Related parties (Notes 36(b))				
Nguyen Thi Kim Thoa	-	5,450,000,000	-	5,450,000,000
Vo Thi Ngoc Anh	-	5,340,000,000	-	5,340,000,000
Other individual				
Nguyen Le Bach Duong	-	4,665,000,000	-	4,665,000,000
	<u>-</u>	<u>15,455,000,000</u>	<u>-</u>	<u>15,455,000,000</u>

Details of balance of short-term lendings at the end of the period are as follows:

Borrower	As at 30.6.2021 VND	Term	Interest rate (%per annum)	Collateral
Nguyen Thi Kim Thoa	5,450,000,000	12 months	5.8	Apartment
Vo Thi Ngoc Anh	5,340,000,000	12 months	5.8	Apartment
Nguyen Le Bach Duong	4,665,000,000	12 months	5.8	Apartment
	<u>15,455,000,000</u>			

8 OTHER RECEIVABLES**(a) Short-term**

	30.6.2021 VND	31.12.2020 VND
Interest income	63,412,812,151	53,241,618,056
Deposits	6,796,767,667	6,194,564,385
Advances to employees	2,840,151,920	439,540,246
Others	616,124,299	248,270,270
	<u>73,665,856,037</u>	<u>60,123,992,957</u>

(b) Long-term

	30.6.2021 VND	31.12.2020 VND
Deposits (*)	285,052,830,311	-
Others	18,781,714,425	5,728,730,600
	<u>303,834,544,736</u>	<u>5,728,730,600</u>

(*) According to the Resolution No. 01-2021/NQ-GAC dated 11 January 2021 of the Board of Directors, the Group signed the buying option agreements for the Novaworld Phan Thiet project. Accordingly, the Group deposited VND285,052,830,311 in the first 6 months of 2021. In addition, according to the above agreements, the Group has the choice to exercise the real estate buying option or not in Mar 2023. In case the Group does not exercise the buying option, the Group will received the entire deposits, together with the interest income calculated at the interest rate of 13%/annum from the date of the Group deposited.

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9 DOUBTFUL DEBTS

	30.6.2021				31.12.2020			
	Cost VND	Recoverable amount VND	Provision VND	Overdue period	Cost VND	Recoverable amount VND	Provision VND	Overdue period
Receivables that were past due								
Long Giang Investment and Urban Development Joint Stock Company	5,735,808,302	1,881,759,516	3,854,048,786	Over 1 year				
An Gia Hung Investment Construction Joint Stock Company	5,362,064,567	1,938,530,739	3,423,533,828	Over 1 year				
Hung Long Phat Investment and Construction Joint Stock Company	2,002,657,460	600,797,238	1,401,860,222	Over 2 years				
China Construction (S.E.A) Ltd.	1,661,386,057	498,415,817	1,162,970,240	Over 2 years				
Others	10,802,330,489	4,152,933,010	6,649,397,479	Over 6 months				
	<u>25,564,246,875</u>	<u>9,072,436,320</u>	<u>16,491,810,555</u>					
Receivables that were past due								
An Gia Hung Investment Construction Joint Stock Company	5,362,064,567	2,708,234,393	2,653,830,174	Over 1 year				
Hung Long Phat Investment and Construction Joint Stock Company	2,129,404,220	638,821,266	1,490,582,954	Over 1 year				
China Construction (S.E.A) Ltd.	1,661,386,057	618,415,817	1,042,970,240	Over 2 year				
Others	8,643,414,867	3,168,931,342	5,474,483,525	Over 6 months				
	<u>17,796,269,711</u>	<u>7,134,402,818</u>	<u>10,661,866,893</u>					

10 INVENTORIES

	30.6.2021		31.12.2020	
	Cost VND	Provision VND	Cost VND	Provision VND
Raw materials	590,987,952,612	(6,462,650,684)	500,751,379,034	(6,974,081,401)
Finished goods	247,560,976,061	(5,431,345,162)	199,291,673,583	(4,937,545,427)
Work in progress	220,131,093,467	(4,460,507,218)	216,922,334,759	(5,525,851,024)
Merchandise	195,815,600,069	(1,308,322,574)	184,451,960,423	(1,551,833,843)
Goods in transit	82,500,068,249	-	50,536,645,615	-
	<u>1,336,995,690,458</u>	<u>(17,662,825,638)</u>	<u>1,151,953,993,414</u>	<u>(18,989,311,695)</u>

Movements in the provision for decline in value of inventories during the period/year were as follows:

	For six-month period ended 30.6.2021 VND	For the year ended 31.12.2020 VND
Beginning of period/year	18,989,311,695	14,001,262,242
(Decrease)/Increase	(1,326,486,057)	4,988,049,453
End of period/year	<u>17,662,825,638</u>	<u>18,989,311,695</u>

11 PREPAID EXPENSES

(a) Short-term

	30.6.2021 VND	31.12.2020 VND
Tools and supplies	10,889,253,483	8,207,112,029
Showroom and samples	5,325,893,095	3,832,770,290
Advertising	2,249,191,213	2,405,203,675
Insurance	1,868,812,310	1,293,796,844
Rental	1,516,951,230	957,502,730
Others	5,239,981,474	7,050,728,223
	<u>27,090,082,805</u>	<u>23,747,113,791</u>

11 PREPAID EXPENSES (continued)

(b) Long-term

	30.6.2021 VND	31.12.2020 VND
Land rental (*)	168,980,445,374	171,341,842,639
Office and factory renovation	13,927,429,606	15,520,822,379
Tools and supplies	13,401,228,854	18,361,008,555
Rental	2,071,098,426	2,094,153,325
Others	4,316,652,036	4,909,837,647
	<u>202,696,854,296</u>	<u>212,227,664,545</u>

(*) Land use right of land plots No.681, No.750, No.441 and No.820 located in Binh Duong Province have been pledged for short-term borrowings with banks (Note 20).

Movement of long-term prepayment during the period/year is as follows:

	For six-month period ended 30.6.2021 VND	For the year ended 31.12.2020 VND
Beginning of period/year	212,227,664,545	253,407,953,245
Increase	12,427,056,321	12,794,013,440
Allocation during the period/year	(21,957,866,570)	(53,974,302,140)
End of period/year	<u>202,696,854,296</u>	<u>212,227,664,545</u>

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12	FIXED ASSETS	Plant and buildings VND	Machinery VND	Motor vehicles VND	Office equipment VND	Others VND	Total VND
	(a) Tangible fixed assets						
	Historical cost						
	As at 1 January 2021	340,539,701,857	512,652,662,981	117,194,443,344	13,797,407,723	25,471,161,212	1,009,655,377,117
	New purchases	-	2,694,476,795	919,963,637	219,150,000	-	3,833,590,432
	As at 30 June 2021	340,539,701,857	515,347,139,776	118,114,406,981	14,016,557,723	25,471,161,212	1,013,488,967,549
	Accumulated depreciation						
	As at 1 January 2021	110,853,897,957	199,566,913,446	54,151,281,746	9,346,141,121	20,634,074,261	394,552,308,531
	Charge for the period	16,606,557,259	29,797,977,701	7,073,135,425	1,355,751,524	774,365,718	55,607,787,627
	As at 30 June 2021	127,460,455,216	229,364,891,147	61,224,417,171	10,701,892,645	21,408,439,979	450,160,096,158
	Net book value						
	As at 1 January 2021	229,685,803,900	313,085,749,535	63,043,161,598	4,451,266,602	4,837,086,951	615,103,068,586
	As at 30 June 2021	213,079,246,641	285,982,248,629	56,889,989,810	3,314,665,078	4,062,721,233	563,328,871,391

Historical cost of tangible fixed assets fully depreciated but still in use as at 30 June 2021 was VND34 billion (as at 31 December 2020: VND182 billion) were pledged VND31.2 billion)

As at 30 June 2021 tangible fixed assets with a carrying value of VND167 billion (as at 31 December 2020: VND182 billion) were pledged with banks as security for short-term borrowings granted to the Group (Note 20).

12 FIXED ASSETS (continued)

(b) Intangible fixed assets

	Land use rights VND	Software VND	Total VND
Historical cost			
As at 1 January 2021	8,090,909,091	23,594,058,255	31,684,967,346
New purchases	-	463,600,000	463,600,000
As at 30 June 2021	<u>8,090,909,091</u>	<u>24,057,658,255</u>	<u>32,148,567,346</u>
Accumulated amortisation			
As at 1 January 2021	1,399,806,148	10,249,822,010	11,649,628,158
Charge for the period	110,902,259	1,808,734,633	1,919,636,892
As at 30 June 2021	<u>1,510,708,407</u>	<u>12,058,556,643</u>	<u>13,569,265,050</u>
Net book value			
As at 1 January 2021	<u>6,691,102,943</u>	<u>13,344,236,245</u>	<u>20,035,339,188</u>
As at 30 June 2021	<u><u>6,580,200,684</u></u>	<u><u>11,999,101,612</u></u>	<u><u>18,579,302,296</u></u>

Historical cost of intangible fixed assets fully amortised but still in use as at 30 June 2021 was VND299 million (as at 31 December 2020: VND299 million).

As at 30 June 2021, intangible fixed assets with a carrying value of VND6.6 billion (as at 31 December 2020: VND6.7 billion) were pledged with banks as security for short-term borrowings granted to the Group (Note 20).

13 CONSTRUCTION IN PROGRESS

	30.6.2021 VND	31.12.2020 VND
Office renovation	1,420,066,498	508,363,719
Machinery and equipment	1,652,762,508	2,152,081,442
	<u>3,072,829,006</u>	<u>2,660,445,161</u>

13 CONSTRUCTION IN PROGRESS (continued)

Movements of the construction in progress during the period/year were as follows:

	For the six-month period ended 30.6.2021 VND	For the year ended 31.12.2020 VND
Beginning of period/year	2,660,445,161	1,284,804,836
Increase during the period/year	1,495,191,093	1,497,067,740
Decrease during the period/year	(1,082,807,248)	(121,427,415)
End of period/year	<u>3,072,829,006</u>	<u>2,660,445,161</u>

14 SHORT-TERM TRADE ACCOUNTS PAYABLE

	30.6.2021 VND	31.12.2020 VND
Third parties		
Vina Eco Board Limited	40,881,218,933	32,536,089,429
Others	225,941,087,638	212,941,469,455
	<u>266,822,306,571</u>	<u>245,477,558,884</u>

As at 30 June 2021 and 31 December 2020, there was no balance of short-term trade accounts payable that was past due.

15 SHORT-TERM ADVANCES FROM CUSTOMERS

	30.6.2021 VND	31.12.2020 VND
Third parties		
Conglom Inc.	27,039,125,984	18,115,355,301
Others	231,871,169,046	214,832,530,276
	<u>258,910,295,030</u>	<u>232,947,885,577</u>

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16 TAX AND OTHER RECEIVABLES FROM/PAYABLES TO THE STATE

Movements in tax and other receivables from/payables to the State during the period were as follows:

	As at 1.1.2021 VND	Receivable during the period VND	Received during the period VND	As at 30.6.2021 VND
a) Receivables				
Import tax to be reclaimed	741,756,164	451,012,343	(937,054,666)	255,713,841
Personal income tax	6,908,973	(200,824)	-	6,708,149
VAT on importation	232,673,447	7,867,462	(240,540,909)	-
Others	2,677,748	(2,677,748)	-	-
	<u>984,016,332</u>	<u>456,001,233</u>	<u>(1,177,595,575)</u>	<u>262,421,990</u>
b) Payables				
VAT	9,690,458,315	67,389,945,422	(69,170,483,177)	7,909,920,560
BIT	29,424,472,901	48,176,535,560	(29,586,908,673)	48,014,099,788
Personal income tax	4,967,063,965	5,866,766,587	(9,324,998,069)	1,508,832,483
Import tax	13,998,252	10,711,428,789	(10,718,227,340)	7,199,701
Others	-	460,213,233	(460,213,233)	-
	<u>44,095,993,433</u>	<u>132,604,889,591</u>	<u>(119,260,830,492)</u>	<u>57,440,052,532</u>

17 PAYABLES TO EMPLOYEES

Payables to employees as at 30 June 2021 represent salary of June and accrued 13th month salary payable to employees.

18 SHORT-TERM ACCRUED EXPENSES

	30.6.2021 VND	31.12.2020 VND
Staff costs	18,249,565,729	15,424,930,560
Advertising	416,536,028	48,000,000
Others	7,165,641,215	8,783,427,873
	<u>25,831,742,972</u>	<u>24,256,358,433</u>

19 OTHER SHORT-TERM PÂYABLES

	30.6.2021 VND	31.12.2020 VND
Charity fund (Note 25)	5,000,000,000	-
Other	1,450,976,900	1,524,645,739
	<u>6,450,976,900</u>	<u>1,524,645,739</u>

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20 SHORT-TERM BORROWINGS

	As at 1.1.2021 VND	Increase VND	Decrease VND	Revaluation VND	As at 30.6.2021 VND
Bank loans (*) Related party (Note 36)	307,899,246,071	1,205,801,459,732 102,000,000,000	(912,195,787,606) (102,000,000,000)	(220,102,216)	601,284,815,981
	<u>307,899,246,071</u>	<u>1,307,801,459,732</u>	<u>(1,014,195,787,606)</u>	<u>(220,102,216)</u>	<u>601,284,815,981</u>

(*) Details of short-term bank loans as follows:

	Currency	As at 30.6.2021 VND	Term Months	Due date	Interest (% per annum)	Collateral
Joint Stock Commercial Bank Foreign Trade of Vietnam ("Vietcombank")	VND	149,169,916,703	4	1.11.2021	4.4	Bank deposit contract at VietinBank with the value of VND122 billion and with the value of VND40 billion.
Shinhan Bank Vietnam Limited ("Shinhan Bank")	VND	81,254,436,853	6	2.12.2021	3.99	Term deposit account owned by the Company with amount VND50 billion.
	USD	17,395,934,216	6	7.10.2021	2.35	
Vietnam Joint Stock Commercial Bank for Industry and Trade ("Vietinbank")	VND	182,176,004,137	3	23.9.2021	4.8	Subrogation of the Company, land use rights and assets belonged to land plots No. 441 and No. 820 located in Binh Duong, machineries and equipment.
	USD	110,196,897,616	3	30.9.2021	2.35	
Vietnam Maritime Commercial Joint Stock Bank ("Maritime Bank")	VND	61,091,626,456	3	16.9.2021	4.4	Land use right and assets belonged to land plot No. 750 located in Binh Duong
		<u>601,284,815,981</u>				

21 BONUS AND WELFARE FUNDS

Movements of bonus and welfare fund during the year are as follows:

	For six-month period ended 30.6.2021 VND	For the year ended 31.12.2020 VND
Beginning of period/year	175,035,270	8,653,100,000
Increase (Note 25)	26,194,284,036	24,319,110,144
Decrease	(25,055,200)	(32,797,174,874)
End of period/year	<u>26,344,264,106</u>	<u>175,035,270</u>

22 PROVISION FOR LONG-TERM LIABILITIES

The balances represent provision for severance allowances which are determined based on the method disclosed in Note 2.18.

23 DEFERRED TAX ASSETS

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income taxes relate to the same taxation authority. The offset amounts were as follows:

	30.6.2021 VND	31.12.2020 VND
Deferred tax assets:		
Deferred tax assets to be recovered after more than 12 months	490,071,000	490,071,000
Deferred tax assets to be recovered within 12 months	6,629,934,954	8,472,544,918
	<u>7,120,005,954</u>	<u>8,962,615,918</u>

The movement in the deferred income tax assets, taking into consideration the offsetting of balances within the same tax jurisdiction, were as follows:

	30.6.2021 VND	31.12.2020 VND
Beginning of period/year	8,962,615,918	6,625,057,467
Consolidated interim income statement credit (Note 34)	(1,842,609,964)	2,337,558,451
End of period/year	<u>7,120,005,954</u>	<u>8,962,615,918</u>

23 DEFERRED TAX ASSETS (continued)

Details of deferred tax assets:

	30.6.2021 VND	31.12.2020 VND
Deductible temporary differences	7,120,005,954	8,962,615,918

The Group uses tax rate of 20% for determining deferred tax assets. Deferred tax assets mainly arise from deductible temporary differences relating to accrued expenses, and provisions.

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

24 OWNERS' CAPITAL**(a) Number of shares**

	30.6.2021	31.12.2020
Number of shares registered	87,650,344	87,656,844
Number of shares issued	87,650,344	87,656,844
Number of shares repurchased	(294,600)	(294,600)
Number of existing shares in circulation	87,355,744	87,362,244

(b) Details of owners' shareholding

	30.6.2021		31.12.2020	
	Ordinary shares	%	Ordinary shares	%
NC Viet Nam Investment Ltd.	43,861,200	50.04	43,861,200	50.04
Sumimoto Forestry (Singapore) Ltd.	17,187,922	19.61	17,187,922	19.61
Whitlam Holding Pte. Ltd.	15,834,000	18.06	15,834,000	18.06
Others	10,767,222	12.29	10,773,722	12.29
	87,650,344	100.00	87,656,844	100.00

24 OWNERS' CAPITAL (continued)

(c) Movement of share capital

	Number of shares	Ordinary shares VND	Treasury shares VND	Total VND
As at 1 January 2020	85,936,483	859,380,830,000	(16,000,000)	859,364,830,000
New shares issued (Note 25)	1,718,761	17,187,610,000	-	17,187,610,000
Repurchased treasury shares (Note 25)	(293,000)	-	(20,030,000,000)	(20,030,000,000)
As at 31 December 2020	87,362,244	876,568,440,000	(20,046,000,000)	856,522,440,000
Repurchased treasury shares (Note 25)	(6,500)	-	(65,000,000)	(65,000,000)
Cancelled treasury shares (Note 25)		(65,000,000)	65,000,000	-
As at 30 June 2021	87,355,744	876,503,440,000	(20,046,000,000)	856,457,440,000

Par value per share: VND10,000.

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25 MOVEMENTS IN OWNERS' EQUITY

	Owners' capital VND	Share premium VND	Treasury shares VND	Development and investment fund VND	Undistributed earnings VND	Total VND
As at 1 January 2020	859,380,830,000	1,408,471,865,056	(16,000,000)	22,829,452,785	1,080,042,203,625	3,370,708,351,466
Capital increased during the year (Note 24)	17,187,610,000	-	-	-	-	17,187,610,000
Dividends paid	-	-	-	-	(315,002,678,400)	(315,002,678,400)
Net profit for the year	-	-	-	-	491,977,935,402	491,977,935,402
Appropriation to the investment and development fund	-	-	-	14,591,466,086	(14,591,466,086)	-
Appropriation to the bonus and welfare fund	-	-	-	-	(24,319,110,144)	(24,319,110,144)
Repurchased treasury shares	-	-	(20,030,000,000)	-	-	(20,030,000,000)
Other	-	-	-	(830,600,000)	(3,000,000,000)	(3,830,600,000)
As at 31 December 2020	876,568,440,000	1,408,471,865,056	(20,046,000,000)	36,590,318,871	1,215,106,884,397	3,516,691,508,324
Net profit for the period	-	-	-	-	237,475,545,480	237,475,545,480
Dividends paid (i)	-	-	-	-	(104,826,892,800)	(104,826,892,800)
Appropriation to the investment and development fund (ii)	-	-	-	14,759,338,062	(14,759,338,062)	-
Appropriation to the bonus and welfare fund (ii)	-	-	-	-	(26,194,284,036)	(26,194,284,036)
Appropriation to the Charity fund (Note 19) (ii)	-	-	-	-	(5,000,000,000)	(5,000,000,000)
Repurchased treasury shares (iii)	-	-	(65,000,000)	-	-	(65,000,000)
Cancel treasury shares (iii)	(65,000,000)	-	65,000,000	-	-	-
Other	-	-	-	(5,310,572,728)	-	(5,310,572,728)
As at 30 June 2021	876,503,440,000	1,408,471,865,056	(20,046,000,000)	46,039,084,205	1,301,801,914,979	3,612,770,304,240

25 MOVEMENTS IN OWNERS' EQUITY (continued)

- (i) Pursuant to the Resolution of the Annual General Meetings of Shareholders No. 07/2021/NQ-GAC dated 20 May 2021, the General Meeting of Shareholders approved the second dividend payment of 2020 in cash at the rate of 12% at par value of share for each payment.
- (ii) Pursuant to the Resolution of the Annual General Meeting of Shareholders No. 07/2021/NQ-GAC dated 20 May 2021, the General Meeting of Shareholders approved the appropriation of charity funds amounting to VND5,000,000,000 from profit after tax, appropriation of development and investment fund at the rate of 3% and appropriation of bonus and welfare fund at the rate of 5% on profit after tax in accordance with the audited consolidated interim financial statements of the Group as at 31 December 2020.
- (iii) Pursuant to the Decision No. 154-2021/QĐ-GAC dated 13 January 2021, the Group has repurchased 6,500 shares from the employees of the Group, at the price of VND10,000 per share to be used as treasury shares. According to Resolution of the Annual General Meetings of Shareholders No. 07A/2021/NQ-GAC dated 20 May 2021, the General Meeting of Shareholders approved the decision to reduce VND65,000,000 charter capital corresponding to the share that has been bought back, as mentioned above.

26 DIVIDENDS

	For six-month period ended 30.6.2021 VND	For the year ended 31.12.2020 VND
Beginning of period/year	-	
Dividends payable during the period/year (Note 25)	104,826,892,800	315,002,678,400
Dividends paid in cash	(104,826,892,800)	(315,002,678,400)
End of period/year	<u>-</u>	<u>-</u>

27 EARNINGS PER SHARE**(a) Basic earnings per share**

Basic earnings per share is calculated by dividing the net profit attributable to Shareholders after deducting the bonus and welfare funds by the weighted average number of ordinary shares outstanding during the period, excluding ordinary shares repurchased by the Company and held as treasury shares.

27 EARNINGS PER SHARE (continued)**(a) Basic earnings per share (continued)**

The details were as follows:

	For the six-month period ended	
	30.6.2021	30.6.2020
Net profit attributable to shareholders (VND)	237,475,545,480	165,950,533,243
Less amount allocated to bonus and welfare funds (VND) (*)	-	-
	<u>237,475,545,480</u>	<u>165,950,533,243</u>
Weighted average number of ordinary shares in issue (shares)	87,357,683	87,098,063
Basic earnings per share (VND)	<u>2,718</u>	<u>1,905</u>

(*) For the period ended as at 30 June 2021 and 30 June 2020, the Group has not had the plan to appropriate the bonus and welfare funds from undistributed earnings of 2021 and 2020, respectively.

(b) Diluted earnings per share

Diluted earnings per share is calculated by dividing the net profit attributable to shareholders, which already subtracted the bonus and welfare funds, by the weighted average number of ordinary shares outstanding during the period and the ordinary shares expected to be issued.

The Group has no ordinary shares that have a dilutive effect during the period and until the date of these consolidated interim financial statements. Therefore, the diluted earnings per share shall be equal to the basic earnings per share.

28 OFF BALANCE SHEET ITEMS**(a) Foreign currencies**

As at 30 June 2021, included in cash are balances held in foreign currencies of US\$276,286 and EUR78,097 (as at 31 December 2020: US\$195,569 and EUR1,818).

(b) Operating lease assets

The future minimum lease payments under non-cancellable operating assets leases are presented in Note 37.

29 NET REVENUE OF SALES OF GOODS AND RENDERING OF SERVICES

	For the six-month period ended	
	30.6.2021 VND	30.6.2020 VND
Revenue		
Revenue from sales of goods and merchandises	1,708,722,401,399	1,621,818,079,106
Revenue from rendering of services	10,871,756,543	9,655,827,729
	<u>1,719,594,157,942</u>	<u>1,631,473,906,835</u>
Sales deductions		
Sales returns	(5,946,450,065)	(11,588,382,287)
Trade discounts	(4,606,958,639)	(4,497,159,130)
Sales allowances	(34,560,000)	(23,679,100)
	<u>(10,587,968,704)</u>	<u>(16,109,220,517)</u>
Net revenue from sales of goods and rendering of services		
Net revenue from sales of goods and merchandises	1,698,134,432,695	1,605,708,858,589
Net revenue from rendering of services	10,871,756,543	9,655,827,729
	<u>1,709,006,189,238</u>	<u>1,615,364,686,318</u>

30 COST OF GOODS SOLD AND SERVICES RENDERED

	For the six-month period ended	
	30.6.2021 VND	30.6.2020 VND
Cost of finished goods sold	1,221,258,013,535	1,205,927,263,395
Cost of services rendered	2,956,712,774	2,828,688,109
(Reversal of provision)/provision for decline in value of inventories	(1,326,486,057)	4,257,634,921
	<u>1,222,888,240,252</u>	<u>1,213,013,586,425</u>

31 FINANCIAL INCOME

	For the six-month period ended	
	30.6.2021 VND	30.6.2020 VND
Interest income	69,090,191,873	42,932,999,232
Realised foreign exchange gains	5,502,733,962	7,461,683,508
Net gain from foreign currency translation at year-end	1,197,355,164	592,955,085
	<u>75,790,280,999</u>	<u>50,987,637,825</u>

32 SELLING EXPENSES

	For the six-month period ended	
	30.6.2021 VND	30.6.2020 VND
Staff costs	88,735,872,380	81,689,958,901
Marketing and advertising	33,536,346,244	30,554,191,042
Transportation	26,278,891,069	23,352,653,479
Rental	16,055,820,893	13,812,608,752
Repair and maintenances	10,609,397,385	10,039,973,052
Depreciation and amortisation	7,353,872,712	7,630,304,816
Tools and supplies	5,496,505,446	6,416,566,110
Others	21,795,501,546	28,898,270,551
	<u>209,862,207,675</u>	<u>202,394,526,703</u>

33 GENERAL AND ADMINISTRATION EXPENSES

	For the six-month period ended	
	30.6.2021 VND	30.6.2020 VND
Staff costs	30,725,110,513	30,438,842,659
Depreciation and amortisation	2,237,082,211	2,926,874,764
Provision for doubtful debts	5,829,943,662	2,467,423,292
Tools and supplies	553,395,109	1,137,715,756
Professional fees	988,697,584	953,421,596
Others	17,037,898,220	18,846,217,887
	<u>57,372,127,299</u>	<u>56,770,495,954</u>

34 BIT

The tax on the Group's accounting profit before tax differs from the theoretical amount that would arise using the applicable tax rate as follows:

	For the six-month period ended	
	30.6.2021	30.6.2020
	VND	VND
Net accounting profit before tax	287,494,691,004	187,966,311,299
Tax calculated at a rate of 20%	57,498,938,201	37,593,262,260
Effect of:		
Expenses not deductible for tax purposes	5,056,108,408	6,058,850,837
Income not subject to tax	(12,584,315,255)	(21,636,335,041)
Under-provision in previous years	48,414,170	-
BIT (*)	<u>50,019,145,524</u>	<u>22,015,778,056</u>
Charged/(credited) to consolidated interim income statement:		
BIT – current	48,176,535,560	22,767,937,005
BIT – deferred (Note 23)	1,842,609,964	(752,158,949)
	<u>50,019,145,524</u>	<u>22,015,778,056</u>

(*) The business income tax charge for the period is based on estimated taxable income and is subject to review and possible adjustments by the tax authorities.

35 COST OF OPERATION BY FACTOR

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

	For the six-month period ended	
	30.6.2021	30.6.2020
	VND	VND
Raw materials	952,340,980,797	773,753,206,320
Staff costs	268,334,018,263	272,003,074,242
Depreciation and amortisation	57,527,424,519	57,185,365,840
Outside services	114,739,378,259	131,074,931,499
Tools and supplies	44,071,214,352	43,459,732,691
Transportation	26,278,891,069	23,352,653,479
Others	69,659,257,992	74,520,335,082
	<u>1,532,951,165,251</u>	<u>1,375,349,299,153</u>

36 RELATED PARTY DISCLOSURES

As at 30 June 2021 and the six months period then ended, the Group had balances and/or transactions with the related parties:

Related parties	Relationship
NC Vietnam Investment Company Limited	Controlling shareholder
Whitlam Holding Pte. Ltd.	Major shareholder
Sumitomo Forestry (Singapore) Ltd.	Major shareholder
Trung Hieu Plywood Company Limited	Controlled by Chairman's family member
Le Duc Nghia	Chairman
Vo Thi Ngoc Anh	General Director
Nguyen Thi Kim Thoa	Deputy General Director

(a) Related party transactions

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

	For the six-month period ended	
	30.6.2021 VND	30.6.2020 VND
<i>i) Sales of goods</i>		
Trung Hieu Plywood Company Limited	29,682,208,748	25,925,101,967
<i>ii) Borrowing drawdown (Note 20)</i>		
Le Duc Nghia	102,000,000,000	-
<i>iii) Repayment of borrowings (Note 20)</i>		
Le Duc Nghia	102,000,000,000	-
<i>iv) Interest expense</i>		
Le Duc Nghia	425,654,794	-

36 RELATED PARTY DISCLOSURES (continued)

(a) Related party transactions (continued)

	For the six-month period ended	
	30.6.2021 VND	30.6.2020 VND
v) Lendings (Note 7)		
Nguyen Thi Kim Thoa	5,450,000,000	-
Vo Thi Ngoc Anh	5,340,000,000	-
	<u>10,790,000,000</u>	<u>-</u>
vi) Interest income from lendings		
Nguyen Thi Kim Thoa	84,916,767	-
Vo Thi Ngoc Anh	83,195,836	-
	<u>168,112,603</u>	<u>-</u>
vii) Dividend paid during the period		
NC Vietnam Investment Ltd.	52,633,440,000	-
Sumitomo Forestry (Singapore) Ltd	20,625,506,400	-
Withlam Holding Pte Ltd.	19,000,800,000	-
	<u></u>	<u></u>
viii) Compensation of key management		
Gross salaries and other benefits	<u>10,595,115,385</u>	<u>10,062,800,000</u>
(b) Period end balances with related parties		
	30.6.2021 VND	31.12.2020 VND
Short-term trade accounts receivable (Note 5)		
Trung Hieu Plywood Company Limited	<u>8,419,823,050</u>	<u>8,096,222,305</u>
Short-term lendings (Note 7)		
Nguyen Thi Kim Thoa	5,450,000,000	-
Vo Thi Ngoc Anh	5,340,000,000	-
	<u>10,790,000,000</u>	<u>-</u>

37 OPERATING LEASE COMMITMENTS

The future minimum real estate lease payments under non-cancellable operating leases were as follows:

	30.6.2021 VND	30.6.2020 VND
Within one year	39,830,263,553	36,210,000,507
Between one and five years	74,837,443,552	65,750,230,117
Over five years	20,200,420,062	30,123,482,399
Total minimum payments	<u>134,868,127,167</u>	<u>132,083,713,023</u>

38 SEGMENT REPORTING*Geographical segments*

The Group has performed all manufacturing and trading and services in Vietnam only. Therefore, the Group does not present the Geography segments.

Business activity segments

Manufacturing and trading wooden household, industrial wooden items, artificial boards, interior decoration, kitchen equipment, and other wooden related products are the main activities to earn revenue and gain profit for the Group, whereas other incomes account for a small proportion in total revenue of the Group, therefore, the Chairman of the Group assumed that the Group is in one business activity segment, only.

39 COMPARATIVES FIGURES

Certain comparative figures have been reclassified to conform to the current period/year's presentation.

The consolidated interim financial statements were approved by the Chairman on 13 August 2021.

 Nguyen Thi Hong Lan
 Preparer

 Thieu Thi Ngoc Diem
 Chief Accountant



 Vo Thi Ngoc Anh
 General Director
 Authorised signatory