PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY

INTERIM SEPARATE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2019

PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY

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PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY

CORPORATE INFORMATION

Business registration certificate	No. 4103005338 dated 29 September 2006 was initially issued by the Department of Planning and Investment of Ho Chi Minh City and the 18th amendment dated 23 May 2016	
Board of Management	Mr. Phung Tuan Ha	Chairman
	Ms. Le Thi Chien	Member
	Mr. Vu Tien Duong	Member
	Mr. Kim Kang Ho	Member
	Ms. Pham Thi Hong Diep	Member
Board of Internal Audit	Mr. Dao Van Dai	Chief Supervisor
	Mr. Le Anh Quoc	Vice Supervisor
	Ms. Nguyen Quynh Nhu	Vice Supervisor
	Mr. Hoang Dang Anh	Member
Board of Directors	Mr. Vu Tien Duong	General Director
	Mr. Ho Minh Viet	Deputy General Director
	Ms. Pham Thi Hong Diep	Deputy General Director
	Mr. Nguyen Thanh Tu	Deputy General Director
	Mr. Phan Quang Tuan Anh	Deputy General Director
Legal representative	Mr. Phung Tuan Ha	Chairman
Registered office	6th Floor, PetroVietnam Tower, No. 1 - 5 Le Duan Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam	
Auditor	PwC (Vietnam) Limited	

PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY

STATEMENT OF THE RESPONSIBILITY OF THE CHAIRMAN IN RESPECT OF THE INTERIM SEPARATE FINANCIAL STATEMENTS

The Chairman of the Board of Management ("the Chairman") of PetroVietnam General Services Joint Stock Company ("the Corporation") is responsible for preparing the interim separate financial statements of the Corporation which give a true and fair view of the financial position of the Corporation as at 30 June 2019, the results of its operations, and its cash flows for the six-month period then ended. In preparing these interim separate financial statements, the Chairman is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent; and
- prepare the interim separate financial statements on a going concern basis unless it is inappropriate to presume that the Corporation 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 financial position of the Corporation and which enable interim separate financial statements to be prepared which comply with the basis of accounting set out in Note 2 to the interim separate financial statements. The Chairman is also responsible for safeguarding the assets of the Corporation and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities.

APPROVAL OF THE INTERIM SEPARATE FINANCIAL STATEMENTS

I hereby approve the accompanying interim separate financial statements as set out on pages 5 to 47 which give a true and fair view of the financial position of the Corporation as at 30 June 2019, of the results of its operations and its 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 interim separate financial statements.

Users of these interim separate financial statements of the Corporation should read them together with the interim consolidated financial statements of the Corporation and its subsidiaries for the six-month period ended 30 June 2019 in order to obtain full information of the financial position, results of operations, and cash flows of the Corporation and its subsidiaries.

S.Đ.K.K.D: 0300452060 - C.T.C.P
TỔNG CÔNG TY CỔ PHẦN DỊCH VỤ TỔNG HỢP DẦU KHÍ
QUẬN 1 TP. HỒ CHÍ MINH

Phung Tuan Ha
Chairman

Ho Chi Minh City, SR Vietnam
26 August 2019

pwc

REPORT ON REVIEW OF INTERIM SEPARATE FINANCIAL INFORMATION TO THE SHAREHOLDERS OF PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY

We have reviewed the accompanying interim separate financial statements of PetroVietnam General Services Joint Stock Company ("the Corporation") which were prepared on 30 June 2019, and approved by the Chairman on 26 August 2019. These interim separate financial statements comprise the interim separate balance sheet as at 30 June 2019, the interim separate income statement and the interim separate cash flow statement for the year then ended, and explanatory notes to the interim separate financial statements, as set out on pages 5 to 47.

The Chairman's Responsibility

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

Auditor's Responsibility

Our responsibility is to express a conclusion on these interim separate 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 interim separate 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.

PwC (Vietnam) Limited
8th Floor, Saigon Tower, 29 Le Duan Street, District 1, Ho Chi Minh City, Vietnam
T: +84 (28) 3823 0796, www.pwc.com/vn

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim separate financial information does not present fairly, in all material respects, the financial position as at 30 June 2019, its financial performance and cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on the preparation and presentation of interim financial statements.

Other Matter

The report on the review of interim separate 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

CÔNG TY TNHH PWC (VIỆT NAM)

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

Report reference number: HCM8594
Ho Chi Minh City, 26 August 2019

PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY

Form B 01a – DN

INTERIM SEPARATE BALANCE SHEET

Code	ASSETS	Note	As at 30.6.2019 VND	As at 31.12.2018 VND
100	**CURRENT ASSETS**		**742,965,895,203**	**834,137,339,376**
110	**Cash and cash equivalents**	3	**204,848,967,924**	**259,274,365,156**
111	Cash		42,248,967,924	84,874,365,156
112	Cash equivalents		162,600,000,000	174,400,000,000
120	**Short-term investment**		**10,000,000,000**	**10,000,000,000**
123	Investments held-to-maturity	4(a)	10,000,000,000	10,000,000,000
130	**Short-term receivables**		**441,980,214,794**	**466,052,565,966**
131	Short-term trade accounts receivable	5	53,564,652,404	51,978,747,513
132	Short-term prepayments to suppliers	6	46,680,129,062	47,439,279,062
136	Other short-term receivables	7	373,570,323,477	396,634,539,391
137	Provision for doubtful debts – short-term	8	(31,834,890,149)	(30,000,000,000)
140	**Inventories**	9	**23,073,900,445**	**32,450,512,124**
141	Inventories		23,073,900,445	32,450,512,124
150	**Other current assets**		**63,062,812,040**	**66,359,896,130**
151	Short-term prepaid expenses		2,281,242,861	1,934,832,020
152	Value Added Tax ("VAT") to be reclaimed	15	60,605,574,949	64,249,069,880
153	Tax and other receivables from the State Budget		175,994,230	175,994,230
200	**LONG-TERM ASSETS**		**1,365,010,702,072**	**1,378,977,747,034**
210	**Long-term receivable**		**1,000,000,000**	**1,000,000,000**
216	Other long-term receivables		1,000,000,000	1,000,000,000
220	**Fixed assets**		**122,773,068,988**	**123,663,524,295**
221	Tangible fixed assets	10(a)	22,660,468,607	23,550,923,914
222	Historical cost		79,349,536,184	80,333,365,291
223	Accumulated depreciation		(56,689,067,577)	(56,782,441,377)
227	Intangible fixed assets	10(b)	100,112,600,381	100,112,600,381
228	Historical cost		101,191,223,281	101,191,223,281
229	Accumulated amortisation		(1,078,622,900)	(1,078,622,900)
230	**Investment properties**	11	**734,101,050,747**	**754,507,028,719**
231	Historical cost		852,074,158,578	852,074,158,578
232	Accumulated depreciation		(117,973,107,831)	(97,567,129,859)
240	**Long-term asset in progress**		**1,008,844,876**	**1,008,844,876**
242	Construction in progress		1,008,844,876	1,008,844,876
250	**Long-term investments**		**404,514,647,079**	**388,880,912,885**
251	Investments in subsidiaries	4(b)	400,311,972,126	400,311,972,126
252	Investments in associates	4(b)	30,359,957,249	14,359,957,249
253	Investments in other entity	4(b)	2,000,000,000	2,000,000,000
254	Provision for long-term investments	4(b)	(28,157,282,296)	(27,791,016,490)
260	**Other long-term assets**		**101,613,090,382**	**109,917,436,259**
261	Long-term prepaid expenses	12	101,613,090,382	106,606,581,738
262	Deferred income tax assets	13	-	3,310,854,521
270	**TOTAL ASSETS**		**2,107,976,597,275**	**2,213,115,086,410**

The notes on pages 9 to 47 are an integral part of these interim separate financial statements.

INTERIM SEPARATE BALANCE SHEET
(continued)

Code	RESOURCES	Note	As at 30.6.2019 VND	As at 31.12.2018 VND
300	**LIABILITIES**		**805,979,978,673**	**832,961,326,725**
310	**Short-term liabilities**		**498,613,010,994**	**497,866,001,918**
311	Short-term trade accounts payable	14	283,296,357,017	306,248,291,569
313	Tax and other payables to the State Budget	15	2,330,516,297	4,764,188,760
314	Payable to employees		11,745,630,014	13,222,392,084
315	Short-term accrued expenses		2,488,657,267	3,052,206,219
318	Short-term unearned revenue	16(a)	27,272,727,273	27,272,727,273
319	Other short-term payables	17(a)	88,981,061,871	62,290,912,731
320	Short-term borrowings	18(a)	28,121,855,608	28,572,727,562
322	Bonus and welfare fund	19	54,376,205,647	52,442,555,720
330	**Long-term liabilities**		**307,366,967,679**	**335,095,324,807**
336	Long-term unearned revenue	16(b)	34,090,909,115	47,727,272,747
337	Other long-term payables	17(b)	7,876,088,575	7,457,627,285
338	Long-term borrowings	18(b)	265,399,969,989	279,910,424,775
400	**OWNERS' EQUITY**		**1,301,996,618,602**	**1,380,153,759,685**
410	**Capital and reserves**		**1,301,996,618,602**	**1,380,153,759,685**
411	Owners' capital	20, 21	866,001,240,000	866,001,240,000
411a	*- Ordinary shares with voting rights*		*866,001,240,000*	*866,001,240,000*
412	Share premium	21	133,918,052,614	133,918,052,614
415	Treasury shares	21	(14,595,110,632)	(14,595,110,632)
418	Investment and development fund	21	259,111,461,673	159,111,461,673
421	Undistributed earnings	21	57,560,974,947	235,718,116,030
421a	*- Undistributed post-tax profits of previous years*		*46,197,152,103*	*160,532,283,908*
421b	*- Post-tax profit of current period/year*		*11,363,822,844*	*75,185,832,122*
440	**TOTAL RESOURCES**		**2,107,976,597,275**	**2,213,115,086,410**

S.Đ.K.K.D: 0300452060-C.T.C.P
TỔNG CÔNG TY CỔ PHẦN DỊCH VỤ TỔNG HỢP DẦU KHÍ
QUẬN 1 TP. HỒ CHÍ MINH

Pham Thi Ninh	Nguyen Thi Thanh	Phung Tuan Ha
Preparer	Chief Accountant	Chairman
		26 August 2019

The notes on pages 9 to 47 are an integral part of these interim separate financial statements.

PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY

Form B 02a – DN

INTERIM SEPARATE INCOME STATEMENT

Code		Note	For the six-month period ended 30.6.2019 VND	30.6.2018 VND
01	**Revenue from sales of goods and rendering of services**		**103,018,244,684**	**132,360,077,515**
02	Less deductions		-	-
10	**Net revenue from sales of goods and rendering of services**	24	**103,018,244,684**	**132,360,077,515**
11	**Cost of goods sold and services rendered**	25	**(72,120,660,893)**	**(95,622,048,609)**
20	**Gross profit from sales of goods and rendering of services**		**30,897,583,791**	**36,738,028,906**
21	Financial income	26	9,042,145,282	14,391,575,391
22	Financial expenses		(366,265,806)	-
25	Selling expenses		(99,212,289)	(1,436,105,113)
26	General and administration expenses	27	(24,695,520,683)	(23,433,961,921)
30	**Net operating profit**		**14,778,730,295**	**26,259,537,263**
31	Other income		465,000,958	-
32	Other expenses		(216,428,517)	(693,170,571)
40	**Net other income/(expenses)**		**248,572,441**	**(693,170,571)**
50	**Net accounting profit before tax**		**15,027,302,736**	**25,566,366,692**
51	**Business income tax ("BIT") - current**	28	**(352,625,371)**	**(3,906,121,540)**
52	**BIT - deferred**	14, 28	**(3,310,854,521)**	**-**
60	**Net profit after tax**		**11,363,822,844**	**21,660,245,152**

Pham Thi Ninh
Preparer

Nguyen Thi Thanh
Chief Accountant

S.Đ.K.K.D: 0300452060 - C.T.C.P
TỔNG CÔNG TY CỔ PHẦN DỊCH VỤ TỔNG HỢP DẦU KHÍ
QUẬN 1 TP. HỒ CHÍ MINH

Phung Tuan Ha
Chairman
26 August 2019

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Form B 03a – DN

SEPARATE CASH FLOW STATEMENT
(Indirect method)

Code		Note	For the six-month period ended 30.6.2019 VND	30.6.2018 VND
	CASH FLOWS FROM OPERATING ACTIVITIES			
01	**Net accounting profit before tax**		**15,027,302,736**	**25,566,366,692**
	Adjustments for:			
02	Depreciation and amortisation		22,285,235,537	22,691,762,043
03	Provisions		1,834,890,149	-
05	Profits from investing activities		(8,943,027,188)	(12,953,350,876)
08	**Operating profit before changes in working capital**		**30,204,401,234**	**35,304,777,859**
09	Decrease in receivables		24,827,364,173	82,762,319,248
10	Decrease in inventories		9,376,611,679	1,593,723,528
11	Decrease in payables		(10,937,631,726)	(22,685,176,639)
12	Decrease in prepaid expenses		4,647,080,515	5,224,248,120
15	BIT paid		(4,415,290,984)	(6,189,734,456)
17	Other payments on operating activities		(1,312,800,000)	(682,836,000)
20	**Net cash inflows from operating activities**		**52,389,734,891**	**95,327,321,660**
	CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchases of fixed assets and other long-term assets		(1,186,654,546)	(26,996,678,734)
22	Proceeds from disposals of fixed assets and long-term assets		465,000,000	-
25	Investment in other entity		(15,000,000,000)	(748,237,250)
27	Dividends and interest received		9,095,737,063	6,972,142,044
30	**Net cash outflows from investing activities**		**(6,625,917,483)**	**(20,772,773,940)**
	CASH FLOWS FROM FINANCING ACTIVITIES			
32	Payments for share repurchases		-	(1,876,816,402)
33	Proceeds from borrowings		-	18,935,800,000
34	Repayments of borrowings		(14,961,326,740)	(9,525,388,815)
36	Dividends paid		(85,227,887,900)	(103,637,317,400)
40	**Net cash outflows from financing activities**		**(100,189,214,640)**	**(96,103,722,617)**
50	**Net decrease in cash and cash equivalents**		**(54,425,397,232)**	**(21,549,174,897)**
60	**Cash and cash equivalents at beginning of period**	3	**259,274,365,156**	**305,246,630,772**
70	**Cash and cash equivalents at end of period**	3	**204,848,967,924**	**283,697,455,875**

Major non-cash transactions in the period were described in Note 30.

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TỔNG CÔNG TY CỔ PHẦN DỊCH VỤ TỔNG HỢP DẦU KHÍ
QUẬN 1 TP. HỒ CHÍ MINH

Pham Thi Ninh	Nguyen Thi Thanh	Phung Tuan Ha
Preparer	Chief Accountant	Chairman
		26 August 2019

The notes on pages 9 to 47 are an integral part of these interim separate financial statements.

1 GENERAL INFORMATION

PetroVietnam General Services Joint Stock Company ("the Corporation") was established in SR of Vietnam pursuant to Business registration certificate No. 4103005338 dated 29 September 2006 and the 18th amendment dated 23 May 2016 which were issued by the Department of Planning and Investment of Ho Chi Minh City. The Corporation was transformed from PetroVietnam Tourism and Services Company, a wholly state-owned subsidiary of Vietnam Oil and Gas Group (the "Group" or "PVN").

The Corporation's shares were officially listed on Ho Chi Minh City Stock Exchange ("HOSE") on 12 September 2007 with stock symbol "PET" pursuant to Decision No. 94/QD-SGDHCM issued by the General Director of the HOSE on 13 August 2007.

The principal activities of the Corporation include:

- support and management services;
- lease of warehouses, workshops, premises and office; and
- real estate development trading and management.

The normal business cycle of the Corporation is within 12 months.

As at 30 June 2019, the Corporation had 11 direct subsidiaries, 4 indirect subsidiaries and 2 direct associate.

Details of 11 direct subsidiaries and 2 direct associate are presented in Note 4. Details of 4 indirect subsidiaries are presented as follows:

No.	Name	Principal activities	Place of incorporation	Ownership %	Voting right %
1	Binh Minh Electronics Refrigeration Joint Stock Company ("Binh Minh")	Trading of electronic devices, refrigeration appliances, and electronic household appliances	Ho Chi Minh City	40.81	51
2	Nha Trang Petroleum Services Trading Company Limited ("Nha Trang PST")	Wholesale of solid, liquid and gaseous fuels and related products	Nha Trang	99.79	100
3	Petrosetco - ALE Heavy Transportation and Lifting Joint-Stock Company ("Petrosetco - Ale")	Providing heavy transportation and lifting services	Ho Chi Minh City	22.44	51
4	Green Technology Import Export Joint Stock Company	Trading of medical equipment and supplies	Ho Chi Minh City	40.02	50

As at 30 June 2019, the Corporation had 46 employees (as at 31 December 2018: 43 employees).

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation of interim separate financial statements

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

The accompanying interim separate financial statements are not intended to present the financial position and results of its operations and its 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 interim separate financial statements in Vietnamese language are the official statutory interim separate financial statements of the Corporation. The interim separate financial statements in English language have been translated from the Vietnamese language interim separate financial statements.

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

Users of these interim separate financial statements of the Corporation should read them together with the interim consolidated financial statements of the Corporation and its subsidiaries for the six-month period ended 30 June 2019 in order to obtain full information of the financial position and results of operations and cash flows of the Corporation and its subsidiaries.

2.2 Fiscal year

The Corporation's fiscal year is from 1 January to 31 December. The interim separate financial statements are prepared for the six-month period from 1 January to 30 June.

2.3 Currency

The interim separate financial statements are measured and presented in Vietnamese Dong ("VND").

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 interim separate income statement.

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

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.4 Cash and cash equivalents

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

2.5 Trade receivables

Trade receivables are carried at the original invoice amount less an estimate made for doubtful receivables based on a review by the Chairman of all outstanding amounts at the period/year end. Bad debts are written off when identified.

2.6 Inventories

Inventories mostly are properties for sales being constructed for sale under the ordinary course of business, rather than to be held for rental or capital appreciation and other inventories. Inventories are stated at the lower of cost and net realisable value. Cost of properties for sales includes land costs and construction costs of infrastructure, other direct, and overhead expenses incurred in bringing the inventories to their present location and condition. Cost of other inventories is determined by the specific identification method and includes all costs of purchase and other costs incurred in bringing the inventories to their present location and condition. Net realisable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing, selling and distribution.

The Corporation applies the perpetual method for inventories.

Provision is made, where necessary, for obsolete, slow-moving and defective inventory items. The difference between the provision of this period/year and the provision of the previous period/year are recognised as an increase or decrease in operating expenses in the period/year.

2.7 Investments

(a) Investments held-to-maturity

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

Investments held-to-maturity include bank term deposits and other held-to-maturity investments. Those investments are accounted for at cost less provision.

Provision for diminution in value of investments held-to-maturity is made when there is evidence that part or the whole of the investments is uncollectible.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.7 Investments (continued)

(b) Investments in subsidiaries

Subsidiaries are all entities over which the Corporation has the power to govern the financial and operating policies 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 Corporation controls another entity.

Investments in subsidiaries are accounted for at cost less provision for diminution in value. Provision for diminution in value is made when there is an impairment of the investments.

(c) Investments in associates

Associates are the investments that the Corporation has significant influence but not control and would generally have from 20% to under 50% voting shares of the investee.

Investments in associates are accounted for at cost less provision for diminution in value. Provision for diminution in value is made when there is an impairment of the investment.

(d) Investment in other entity

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. This investment is initially recorded at cost.

Regarding the investments in listed shares or the investments which its fair value can be determined reliably, the provision is made when the cost is higher than the market value. For other investments, provision for diminution in value of these investments is made when the entities make losses, except when the loss was anticipated in their business plan before the date of investment.

2.8 Fixed assets

Tangible and intangible fixed assets

Fixed assets are stated at historical cost less accumulated depreciation or amortisation. Historical cost includes expenditure that is directly attributable to the acquisition of the fixed assets.

Depreciation and amortisation

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

Buildings and structures	2% - 20%
Machinery and equipment	14% - 50%
Motor vehicles	10% - 17%
Office equipment	20% - 33%
Computer software	12.5%

Land use rights with indefinite useful life are recorded at historical cost and are not amortised.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.8 Fixed assets (continued)

Disposals

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

Construction in progress

Properties in the course of construction for production, rental or administrative purposes, or for purposes not yet determined, are carried at cost. Cost includes professional fees and, for qualifying assets, borrowing costs dealt with in accordance with the Corporation's accounting policies. Depreciation of these assets, on the same basis as other fixed assets, commences when the assets are ready for their intended use.

2.9 Operating leases

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

2.10 Investment properties

Cost of an investment property comprises the amount of cash or cash equivalents paid or the fair value of other consideration given to acquire the investment property at the time of its acquisition or completion of construction.

Depreciation

Investment properties held for lease are depreciated on the straight-line method so as to write off the cost of the assets over their estimated useful lives. The principal annual rates used are as follows:

Buildings and structures	2% - 33%

Disposals

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

2.11 Prepaid expenses

Prepaid expenses include short-term and long-term prepayments on the interim separate balance sheet and mainly comprise prepaid office rental and warehouse rental. Prepaid expenses are recorded at historical cost and allocated using the straight line method over estimated useful lives.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.12 Payables

Classifications of payables are based on their nature as follows:

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

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

2.13 Borrowing

Borrowings include borrowings from banks and other entities.

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

2.14 Accrued expenses

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

2.15 Provisions

Provisions are recognised when the Corporation 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 an interest expense.

2.16 Unearned revenue

Unearned revenue mainly comprises the amounts that customers paid in advance for one or many accounting periods/years for asset leases. The Corporation records unearned revenue for the future obligations that the Corporation has to conduct.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.17 Capital and reserves

(a) Owners' capital

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

(b) Share premium

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

(c) Treasury shares

Treasury shares are shares issued by the Corporation and bought-back by itself, but these are not cancelled and shall be re-issued in the period in accordance with the Law on Securities.

(d) Undistributed earnings

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

2.18 Appropriation of net profit after BIT

Dividends are recognised as a liability in the interim separate financial statements in the year in which the dividends are approved by shareholders at the Annual General Meeting of Shareholders.

Net profit after BIT could be distributed to shareholders after approval at Annual General Meeting of Shareholders, and after appropriation to other funds in accordance with the Corporation's charter and Vietnamese regulations.

The Corporation's funds are as below:

(a) Investment and development fund

Investment and development fund is appropriated from net profit of the Corporation and subject to shareholders' approval at the General Meeting. This fund is used for expanding and developing the business of the Corporation.

(b) Bonus and welfare fund

Bonus and welfare fund is appropriated from the Corporation's net profit and subject to shareholders' approval at the General Meeting. This fund is used for rewarding and encouraging, enhancing the physical and mental well-being of the employees.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.19 Revenue recognition

(a) Revenue from sales of goods

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

- The Corporation has transferred to the buyer the significant risks and rewards of ownership of the goods;
- The Corporation 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 Corporation; 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 based on principle of "substance over form" and allocated to each sales obligation.

(b) Revenue from sale of real estate

Revenue from sale of real estate is recognised in the interim separate income statement when the real estate has been completed and the Company has transferred significant risks and rewards of ownership to the buyer. Revenue from sale of real estate is recognised in the interim separate income statement when all five (5) following conditions are satisfied:

- The real estate has been completed, and the Company has transferred to the buyer the significant risks and rewards of ownership of the real estate;
- The Company no longer holds the right to manage the real estate as the real estate's owner nor the right to control the real estate;
- The amount of revenue can be measured reliably;
- The Company has received or entitled to receive economic benefits from the sale of the real estate; and
- The costs incurred or to be incurred in respect of the real estate can be measured reliably.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.19 Revenue recognition (continued)

(c) Revenue from rendering of services

Revenue from rendering of services is recognised in the interim separate 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 Corporation;
- The percentage of completion of the transaction at the interim separate balance sheet date can be measured reliably; and
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

(d) Revenue from operating leases

Revenue from operating leases is recognised on a straight-line basis over the lease term.

(e) Interest income

Interest income is recognised on an earned basis.

(f) Dividend income

Income from dividend is recognised when the Corporation has established the receiving right from investees.

2.20 Cost of goods sold and services rendered

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

2.21 Financial expenses

Financial expenses are expenses incurred in the period/year for financial activities including expenses or losses relating to financial investment activities, expenses of lending and borrowing, provision for diminution in value of investments in other entities, losses incurred when selling foreign currencies, and losses from foreign exchange differences.

2.22 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, maintenance charges, packaging and transportation.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.23 General and administration expenses

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

2.24 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 period/year taxable profits at the current period/year 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.

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 interim separate financial statements. Deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of occurrence affects neither the accounting nor the taxable profit or loss. Deferred income tax is determined at the tax rates that are expected to apply to the financial year when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted by the interim separate balance sheet date.

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

2.25 Related parties

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

In considering the related party relationship, the Corporation considers the substance of the relationship not merely the legal form.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.26 Segment reporting

A segment is a component which can be separated by the Corporation engaged in providing products or services (business segment), or providing products or 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 Corporation's business segment.

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

2.27 Accounting estimates

The preparation of interim separate financial statements in conformity with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of interim separate financial statements requires the Chairman 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 seperate financial statements and the reported amounts of revenues and expenses during the financial period/year. Although these accounting estimates are based on the Chairman' best knowledge, actual results may differ from those estimates and assumptions.

3 CASH AND CASH EQUIVALENTS

	30.6.2019 VND	31.12.2018 VND
Cash on hand	305,019,614	603,512,941
Cash at bank (*)	41,943,948,310	84,270,852,215
Cash equivalents (**)	162,600,000,000	174,400,000,000
	204,848,967,924	259,274,365,156

(*) As at 30 June 2019, included in cash at bank is VND1billion which was transferred by PetroVietnam Assets Management Joint Stock Company ("PSA") from the assets recovered from Ha Noi Oil and Gas Trading Services One Member Company Limited upon the liquidation of this company. Currently, the Corporation is working with the relevant parties in determining the right and obligations of this amount.

(**) Cash equivalents include term deposits with the original maturity of three months or less, and earn interest at the average rates ranging from 4.5% to 5.5% per annum (as at 31 December 2018: 4.5% to 5.2% per annum).

As at 30 June 2019 and as at 31 December 2018, included in above cash equivalents are two term deposits amounting to VND29,600,000,000 and VND13,000,000,000 which were pledged as collateral assets for the deferred revenue advanced from Nghi Son Refinery and Petrochemical Limited Liability Company.

4 INVESTMENTS

(a) Investment held-to-maturity

	30.6.2019		31.12.2018	
	Cost VND	Book value VND	Cost VND	Book value VND
Term deposits	10,000,000,000	10,000,000,000	10,000,000,000	10,000,000,000

Term deposits include bank deposits in VND with the remaining maturity of less than 12 months, and earn interest at the rate of 5.5% per annum (as at 31 December 2018: 5.5% per annum).

As at 30 June 2019 and as at 31 December 2018, the above term deposits were pledged as collateral assets for borrowings granted to Smart Convergence Joint Stock Company, a subsidiary of the Corporation (Note 30(b)).

4 INVESTMENTS (continued)

(b) Long-term investments

	30.6.2019			31.12.2018		
	Cost VND	Provision VND	Net book value VND	Cost VND	Provision VND	Net book value VND
Investments in subsidiaries (i)	400,311,972,126	(25,791,016,490)	374,520,955,636	400,311,972,126	(25,791,016,490)	374,520,955,636
Investments in associates (ii)	30,359,957,249	(366,265,806)	29,993,691,443	14,359,957,249	-	14,359,957,249
Investment in other entity (iii)	2,000,000,000	(2,000,000,000)	-	2,000,000,000	(2,000,000,000)	-
	432,671,929,375	(28,157,282,296)	404,514,647,079	416,671,929,375	(27,791,016,490)	388,880,912,885

4 INVESTMENTS (continued)

(b) Long-term investments (continued)

(i) Investments in subsidiaries

Details of investments in subsidiaries are as follows:

				30.6.2019					31.12.2018				
No	Company	Principal activities	Place of incorporation and operation	Ownership	Voting right	Cost	Fair value	Provision	Ownership	Voting right	Cost	Fair value	Provision
				%	%	VND	VND	VND	%	%	VND	VND	VND
1	Petroleum General Distribution Services Joint Stock Company ("PSD") (i)	Distribution of telecommunication and electronic equipment	Ho Chi Minh City	80.04	80.04	113,600,000,000	261,734,400,000	-	80.04	80.04	113,600,000,000	308,764,800,000	-
2	Mien Trung Petroleum Services and Trading Joint Stock Company ("PSMT")	Trading and rendering of services	Quang Ngai	99.79	99.79	74,742,000,000	(*)	-	99.79	99.79	74,742,000,000	(*)	-
3	PSA (ii)	Operating in property management and services	Ha Noi	71.46	71.46	58,962,908,969	(*)	-	78.61	78.61	58,962,908,969	(*)	-
4	Petroleum Vung Tau General Services Joint Stock Company ("PSV")	Rendering of services	Vung Tau	70	70	64,341,999,232	(*)	-	70	70	64,341,999,232	(*)	-
5	Petroleum Offshore Trading and Services Company Limited ("POTS")	Trading and rendering of services	Ho Chi Minh City	60	60	31,681,662,678	(*)	-	60	60	31,681,662,678	(*)	-
6	Smart Convergence Joint Stock Company ("Smartcom")	Distributing equipment, electronic, components, peripheral devices and software	Ho Chi Minh City	55	55	16,500,000,000	(*)	(16,500,000,000)	55	55	16,500,000,000	(*)	(16,500,000,000)
7	Petrosetco SSG Company Limited ("PSSSG") (iii)	Real estate business	Ho Chi Minh City	21,46	51	10,733,401,247	(*)	-	21,46	51	10,733,401,247	(*)	-
8	Petrosetco Retail Services Joint Stock Company ("PSR")	Mobile phones retailing	Ho Chi Minh City	72.75	75	7,650,000,000	(*)	(7,650,000,000)	72.75	75	7,650,000,000	(*)	(7,650,000,000)
9	Petroleum Logistics Service Joint Stock Company ("PSL") (iv)	Transportation service	Ho Chi Minh City	44	67	6,600,000,000	(*)	-	44	67	6,600,000,000	(*)	-
10	Petroleum High Technology Products Distribution Joint Stock Company ("PHTD")	Distributing equipment, electronic components and peripheral devices	Ho Chi Minh City	51	51	5,100,000,000	(*)	-	51	51	5,100,000,000	(*)	-
11	Petroleum Saigon General Services Company Limited ("PSG") (v)	Stopped operations and on liquidation process	Ho Chi Minh City	100	100	10,400,000,000	(*)	(1,641,016,490)	100	100	10,400,000,000	(*)	(1,641,016,490)
						400,311,972,126		(25,791,016,490)			400,311,972,126		(25,791,016,490)

4 INVESTMENTS (continued)

(b) Long-term investments (continued)

(i) Investments in subsidiaries (continued)

(*) As at 30 June 2019 and 31 December 2018, the fair values of investments in subsidiaries were not available as they are not listed on the Stock Market.

(i) The fair value of the investment in PSD was determined based on the closing price of the closest transaction date before 30 June 2019 and 31 December 2018.

As at 30 June 2019, 20,448,000 shares of PSD were pledged as collateral assets for the deferred revenue advanced from Nghi Son Refinery and Petrochemical Limited Liability Company (Note 32(d)).

(ii) As at 30 June 2019, 5,345,200 shares of PSA were pledged as collateral assets for the borrowings of the Corporation (Note 18).

(iii) As at 30 June 2019 and 31 December 2018, although the Corporation's ownership in PSSSG was only 21.46%, the Corporation still had the authority to exercise its power over the financial and operational policies of PSSSG through its representatives in the Board of Management of PSSSG. Therefore, the Corporation controls PSSSG and PSSSG has been classified and presented as a subsidiary of the Corporation for the consolidation reporting purpose.

(iv) As at 30 June 2019 and 31 December 2018, although the Corporation's ownership in PSL was only 44%, the Corporation still had the authority to exercise its power over the financial and operational policies of PSL through its representatives in the Board of Management of PSL. Therefore, the Corporation controls PSL and PSL has been classified and presented as a subsidiary of the Corporation for the consolidation reporting purpose.

(v) Currently, PSG is under tax finalisation with the tax authorities for the dissolution purpose. From 2013 until now, PSG has had no business activities incurred.

4 INVESTMENTS (continued)

(b) Long-term investments (continued)

(ii) Investment in associates

Details of the investments in associates are as follows:

Company	Principal activities	Place of incorporation and operation	30.6.2019 Ownership and voting right %	30.6.2019 Cost VND	30.6.2019 Fair value VND	30.6.2019 Provision VND	31.12.2018 Ownership and voting right %	31.12.2018 Cost VND	31.12.2018 Fair value VND	31.12.2018 Provision VND
Petro Tower Limited Company	Office leasing service	Ba Ria - Vung Tau	24	14,359,957,249	(*)	(366,265,806)	24	14,359,957,249	(*)	-
Vinh Hoa Emerald Bay International Hospitality Company Limited (**)	Hospitality service	Phu Yen	20	16,000,000,000	(*)	-	-	-		-
				30,359,957,249		(366,265,806)		14,359,957,249		-

(*) As at 30 June 2019 and 31 December 2018, the fair value of the investments in associates was not available as these entities are not listed on the Stock Market.

(**) According to Resolution No. 22/DVTHDK-QĐ dated 9 July 2018, the Corporation agreed to contribute its capital obligation into Vinh Hoa Emerald Bay International Hospitality Company Limited with the charter capital of VND111.2 billion, accounting for 20% of the voting right and ownership. As at 30 June 2019, the Corporation contributed VND16 billion.

4 INVESTMENTS (continued)

(b) Long-term investments (continued)

(iii) Investment in other entity

Details of the investment in other entity are as follows:

			30.6.2019				31.12.2018			
Company	Principal activities	Place of incorporation and operation	Ownership and voting rights %	Cost VND	Provision VND	Net book value VND	Ownership and voting rights %	Cost VND	Provision VND	Net book value VND
PetroVietnam Central Biofules Joint Stock Company	Trading	Quang Ngai	0.2	2,000,000,000	(2,000,000,000)	-	0.2	2,000,000,000	(2,000,000,000)	-

5 SHORT-TERM TRADE ACCOUNTS RECEIVABLE

	30.6.2019 VND	31.12.2018 VND
Third parties		
Human Resource Development Company Limited	*10,923,500,000*	*10,923,500,000*
Others	*6,106,833,373*	*5,654,011,851*
	17,030,333,373	16,577,511,851
Related parties (Note 31(b))	36,534,319,031	35,401,235,662
	53,564,652,404	51,978,747,513

As at 30 June 2019, the balances of short-term trade accounts receivable which were past due were presented in Note 8.

6 SHORT-TERM PREPAYMENTS TO SUPPLIERS

	30.6.2019 VND	31.12.2018 VND
Third parties		
Tan Lien Phat Investment and Construction Joint Stock Company	42,662,223,802	42,662,223,802
Others	4,017,905,260	4,777,055,260
	46,680,129,062	47,439,279,062

7 OTHER SHORT-TERM RECEIVABLES

	As at 30.6.2019		As at 31.12.2018	
	Book value VND	Provision VND	Book value VND	Provision VND
Dividend receivables from related parties (Note 31(b))	-	-	24,394,350,028	-
Share transfer receivables from a related party (Note 31(b))	5,100,000,000	-	5,100,000,000	-
Other receivables from related parties (Note 31(b))	334,646,715,791	(30,000,000,000)	331,986,276,275	(30,000,000,000)
Interest receivables	620,287,671	-	673,879,452	-
Deposits	25,973,800,000	-	25,973,800,000	
Others	7,229,520,015	(742,540,149)	8,506,233,636	-
	373,570,323,477	(30,742,540,149)	396,634,539,391	(30,000,000,000)

As at 30 June 2019 and 31 December 2018, the balances of other short-term receivables which were past due were presented in Note 8.

8 PROVISION FOR DOUBTFUL DEBTS – SHORT-TERM

Provision for doubtful debts – short-term represents the provision made for overdue short-term trade accounts receivable and other short-term receivables from a subsidiary relating to the working capital supports.

9 INVENTORIES

	30.6.2019		31.12.2018	
	Cost VND	Provision VND	Cost VND	Provision VND
Real estate for sales (*)	23,015,664,445	-	32,450,512,124	-
Other merchandises	58,236,000	-	-	-
	23,073,900,445	-	32,450,512,124	-

(*) Real estate for sales represents the costs directly attributable to the residential areas of 41D Vung Tau Project at 41D, 30/4 Street, Ward 9, Vung Tau City (" the 41D Vung Tau Project").

10 FIXED ASSETS

(a) Tangible fixed assets

	Buildings, structures VND	Machinery and equipment VND	Motor vehicles VND	Office equipment VND	Total VND
Historical cost					
As at 1 January 2019	61,670,169,589	7,509,514,795	7,092,905,147	4,060,775,760	**80,333,365,291**
New purchases	-	-	1,186,654,546	-	**1,186,654,546**
Disposals	-	-	(901,237,273)	(1,269,246,380)	**(2,170,483,653)**
As at 30 June 2019	61,670,169,589	7,509,514,795	7,378,322,420	2,791,529,380	**79,349,536,184**
Accumulated depreciation					
As at 1 January 2019	42,817,901,183	5,642,408,937	4,621,285,058	3,700,846,199	**56,782,441,377**
Charge for the period	1,120,170,840	227,612,223	435,248,218	96,226,284	**1,879,257,565**
Disposals	-	-	(703,384,985)	(1,269,246,380)	**(1,972,631,365)**
As at 30 June 2019	43,938,072,023	5,870,021,160	4,353,148,291	2,527,826,103	**56,689,067,577**
Net book value					
As at 1 January 2019	18,852,268,406	1,867,105,858	2,471,620,089	359,929,561	**23,550,923,914**
As at 30 June 2019	17,732,097,566	1,639,493,635	3,025,174,129	263,703,277	**22,660,468,607**

Historical cost of fully depreciated tangible fixed assets but still in use as at 30 June 2019 was VND22.1 billion (as at 31 December 2018: VND18.17 billion).

10 FIXED ASSETS (continued)

(b) Intangible fixed assets

	Land use rights VND	Software VND	Total VND
Historical cost			
As at 1 January 2019 and 30 June 2019	100,112,600,381	1,078,622,900	**101,191,223,281**
Accumulated amortisation			
As at 1 January 2019 and 30 June 2019	-	1,078,622,900	**1,078,622,900**
Net book value			
As at 1 January 2019 and 30 June 2019	100,112,600,381	-	**100,112,600,381**

Historical cost of fully amortised intangible fixed assets but still in use as at 30 June 2019 and 31 December 2018 was VND1,078,622,900.

11 INVESTMENT PROPERTIES

	Buildings, structures VND
Historical cost	
As at 1 January 2019 and 30 June 2019	852,074,158,578
Accumulated depreciation	
As at 1 January 2019	97,567,129,859
Charge for the period	20,405,977,972
As at 30 June 2019	117,973,107,831
Net book value	
As at 1 January 2019	754,507,028,719
As at 30 June 2019	734,101,050,747

11 INVESTMENT PROPERTIES (continued)

Investment properties represent the buildings of the Living Quarters of Nghi Son Refinery and Petrochemical Complex Project ("Nghi Son Project") being constructed and held for lease.

As at 30 June 2019, all investment properties have been pledged as collateral assets for the borrowings of the Corporation (Note 18).

In the first 6 months of 2019, revenue from investment properties is VND59,465,838,792 (first 6 month of 2018: VND60,838,043,141).

The Corporation was unable to collect sufficient information of similar properties as a basis for fair value comparison, therefore fair value of the investment properties as at 30 June 2019 and as at 31 December 2018 has not been disclosed in the interim separate financial statements. However, given the occupancy rate of these properties, in the view of the Chairman, the market value of these properties is higher than the net book values at the interim separate balance sheet date.

12 LONG-TERM PREPAID EXPENSES

Details of long-term prepaid expenses are as follows:

	30.6.2019 VND	31.12.2018 VND
Rental (*)	99,726,892,651	100,947,988,539
Tool and supplies	1,886,197,731	5,658,593,199
	101,613,090,382	106,606,581,738

(*) This amount represents the prepayment to PVN for office leasing. This office rental prepaid expense is allocated to the interim separate income statement on a straight-line basis over a period of 50 years from 2010.

Movements of long-term prepaid expenses during the period/year are as follows:

	For the six-month period ended 30.6.2019 VND	For the year ended 31.12.2018 VND
Beginning of period/year	106,606,581,738	116,965,423,149
Allocation	(4,993,491,356)	(10,358,841,411)
End of period/year	101,613,090,382	106,606,581,738

13 DEFERRED INCOME 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.

Details of deferred income tax assets are as follows:

	30.6.2019 VND	31.12.2018 VND
Deferred income tax assets:		
Deferred income tax assets to be recovered within 12 months	-	3,310,854,521

Movements of deferred income tax assets during the period/year are as follows:

	For the six-month period ended 30.6.2019 VND	For the year ended 31.12.2018 VND
Beginning of period/year	3,310,854,521	-
Interim separate income statement credit (Note 28)	(3,310,854,521)	3,310,854,521
End of period/year	-	3,310,854,521

14 SHORT-TERM TRADE ACCOUNTS PAYABLE

	30.6.2019		31.12.2018	
	Value VND	Able-to-pay amount VND	Value VND	Able-to-pay amount VND
Third parties				
Cuong Thinh Construction and Trading Joint Stock Company	*3,346,123,688*	*3,346,123,688*	*6,740,034,744*	*6,740,034,744*
Others	*552,645,963*	*552,645,963*	*2,747,657,503*	*2,747,657,503*
	3,898,769,651	3,898,769,651	9,487,692,247	9,487,692,247
Related parties (Note 31(b))	279,397,587,366	279,397,587,366	296,760,599,322	296,760,599,322
	283,296,357,017	283,296,357,017	306,248,291,569	306,248,291,569

As at 30 June 2019 and 31 December 2018, the Chairman believes that the Corporation is able to fully repay all short-term trade accounts payable as and when they fall due. There was no balance of short-term trade accounts payable which was past due.

15 TAX AND OTHER PAYABLES TO THE STATE BUDGET

	30.6.2019 VND	31.12.2018 VND
BIT	352,625,371	4,415,290,984
Personal income tax	1,977,890,926	348,897,776
	2,330,516,297	4,764,188,760

Movements of taxes and other payables to the State Budget during the period are as follows:

	As at 1.1.2019 VND	Receivable/ payable during the period VND	Payment during the period VND	Net off between input and output VAT during the period VND	As at 30.6.2019 VND
(a) Tax receivables					
VAT to be reclaimed	64,249,069,880	3,159,846,344	-	(6,803,341,275)	60,605,574,949
(b) Tax payables					
BIT	4,415,290,984	352,625,371	(4,415,290,984)	-	352,625,371
VAT	-	6,887,833,274	(84,491,999)	(6,803,341,275)	-
Personal income tax	348,897,776	2,861,688,004	(1,232,694,854)	-	1,977,890,926
Land using fee		692,472,923	(692,472,923)	-	-
	4,764,188,760	10,794,619,572	(6,424,950,760)	(6,803,341,275)	2,330,516,297

16 UNEARNED REVENUE

(a) Short-term

	30.6.2019 VND	31.12.2018 VND
Advanced rental	27,272,727,273	27,272,727,273

(b) Long-term

	30.6.2019 VND	31.12.2018 VND
Advanced rental	34,090,909,115	47,727,272,747

The balance represents the advanced amount received from Nghi Son Refinery and Petrochemical Company Limited for leasing of living quarters and rendering of other services to Nghi Son Project (Note 11).

17 OTHER PAYABLES

(a) Short-term

	30.6.2019 VND	31.12.2018 VND
Payables to related parties for working capital support (Note 31(b))	79,429,330,445	37,048,237,344
Payable to related parties for funds usage under business activity requirement (Note 31(b))	3,596,071,804	3,621,071,804
Payable to a related parties for lease contract amendment (Note 31(b))	-	17,047,122,604
Dividends payables (Note 22)	1,827,105,700	2,045,179,600
Others	4,128,553,922	2,529,301,379
	88,981,061,871	62,290,912,731

(b) Long-term

	30.6.2019 VND	31.12.2018 VND
Payable to the State Budget of the Ba Ria - Vung Tau Province (*)	7,030,627,285	7,030,627,285
Others	845,461,290	427,000,000
	7,876,088,575	7,457,627,285

(*) The balance represents land rental payable to the State Budget of Ba Ria - Vung Tau Province relating to the Land Rental Contract No. 14/HDTD dated 25 January 1996 for lots No. 8 and No. 9 at Hoang Dieu Street, Vung Tau City. The annual rental payable is based on the notification of the State Budget of Ba Ria - Vung Tau Province.

18 BORROWINGS

(a) Short-term borrowings – Current portion of long-term borrowings

	As at 1.1.2019 VND	Increase during the period VND	Decrease during the period VND	Reclassification VND	As at 30.6.2019 VND
Asia Commercial Joint Stock Bank	28,572,727,562	-	(14,961,326,740)	14,510,454,786	28,121,855,608

(b) Long-term borrowings

	As at 1.1.2019 VND	Increase during the period VND	Decrease during the period VND	Reclassification VND	As at 30.6.2019 VND
Asia Commercial Joint Stock Bank	279,910,424,775	-	-	(14,510,454,786)	265,399,969,989

The borrowings from Asia Commercial Joint Stock Bank have credit limit of VND400 billion whose drawdowns will expire on 31 July 2018 and bear interest at the rates adjustable from time to time which are announced by this bank.

The purpose of borrowings are to finance the construction of Nghi Son Project. The term is 9 years from 2016 and the borrowings are secured by assets formed from Nghi Son Project; rights arising from land rental contracts; receivables and other rights arising from the lease agreement at Nghi Son Project and 5,345,200 shares of PSA owned by the Corporation (Note 4(b)).

Interest expense relating to Nghi Son Project before the completion date of Nghi Son Project had been capitalised in the value of the investment properties. From 10 October 2016, since Nghi Son Project was put into operation, interest expense is reimbursed by Nghi Son Refinery and Petrochemical Company Limited (Note 25), the lessee of Nghi Son.

19 BONUS AND WELFARE FUND

	For the six-month period ended 30.6.2019 VND	For the year ended 31.12.2018 VND
Beginning of period/year	52,442,555,720	46,411,417,168
Appropriation from undistributed earnings (Note 21)	4,511,149,927	9,007,974,552
Utilisation	(2,577,500,000)	(2,976,836,000)
End of period/year	54,376,205,647	52,442,555,720

20 OWNERS' CAPITAL

(a) Number of shares

	30.6.2019		31.12.2018	
	Ordinary shares	Preference shares	Ordinary shares	Preference shares
Number of shares registered	86,600,124	-	86,600,124	-
Number of shares repurchased	(1,590,310)	-	(1,590,310)	-
Number of existing shares in circulation	85,009,814	-	85,009,814	-

(b) Details of owners' shareholding

	30.6.2019		31.12.2018	
	Ordinary shares	%	Ordinary shares	%
PVN	20,973,851	24.7	20,973,851	24.7
Other shareholders	64,035,963	75.3	64,035,963	75.3
Number of shares	85,009,814	100	85,009,814	100

(c) Movements of share capital

	Number of shares	Ordinary shares VND	Preference shares VND	Total VND
As at 1 January 2019	86,600,124	866,001,240,000	-	**866,001,240,000**
New shares issued	-	-	-	**-**
As at 1 January 2019	86,600,124	866,001,240,000	-	**866,001,240,000**
New shares issued	-	-	-	**-**
As at 30 June 2019	86,600,124	866,001,240,000	-	**866,001,240,000**

Par value per share: VND10,000.

21 MOVEMENTS IN OWNERS' EQUITY

	Share capital VND	Share premium VND	Treasury shares VND	Investment and development fund VND	Undistributed earnings VND	Total VND
As at 1 January 2019	866,001,240,000	133,918,052,614	-	159,111,461,673	273,460,407,260	**1,432,491,161,547**
Repurchases of treasury shares	-	-	(14,595,110,632)	-	-	**(14,595,110,632)**
Net profit for the year	-	-	-	-	75,185,832,122	**75,185,832,122**
Dividends paid	-	-	-	-	(103,920,148,800)	**(103,920,148,800)**
Appropriation to bonus and welfare fund	-	-	-	-	(9,007,974,552)	**(9,007,974,552)**
As at 1 January 2019	866,001,240,000	133,918,052,614	(14,595,110,632)	159,111,461,673	235,718,116,030	**1,380,153,759,685**
Net profit for the period	-	-	-	-	11,363,822,844	**11,363,822,844**
Dividends paid (*)	-	-	-	-	(85,009,814,000)	**(85,009,814,000)**
Appropriation to bonus and welfare fund (**)	-	-	-	-	(4,511,149,927)	**(4,511,149,927)**
Appropriation to investment and development fund (**)	-	-	-	100,000,000,000	(100,000,000,000)	**-**
As at 30 June 2019	866,001,240,000	133,918,052,614	(14,595,110,632)	259,111,461,673	57,560,974,947	**1,301,996,618,602**

(*) According to the Resolution No.13/NQ-DVTHDK-ĐHĐCĐ dated 26 April 2019, the Corporation's General Shareholders approved the 2019 dividend at the rate 10% of the par value of share.

(**) According to the Resolution No.13/NQ-DVTHDK-ĐHĐCĐ dated 26 April 2019, the Corporation's General Shareholders approved the 2019 bonus and welfare fund of VND4,511,149,927 and the investment and development fund of VND100,000,000,000.

22 DIVIDENDS PAYABLE

	For the six-month period ended 30.6.2019 VND	For the year ended 31.12.2018 VND
Beginning of period/year	2,045,179,600	1,762,348,200
Dividends declared during the period/year (Note 21)	85,009,814,000	103,920,148,800
Dividends paid by cash	(82,987,897,255)	(101,175,079,570)
Other decreases	(2,239,990,645)	(2,462,237,830)
End of period/year	1,827,105,700	2,045,179,600

23 OFF INTERIM SEPARATE BALANCE SHEET ITEMS

(a) Foreign currencies

Included in cash and cash equivalents are balances held in foreign currency of US$9,624.33 (as at 31 December 2018: US$2,887.37).

(b) Operating lease assets

The future minimum lease payments under non-cancellable operating leases were presented in Note 32(a).

24 REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	For the six-month period ended 30 June	
	2019 VND	2018 VND
Revenue from sale of goods	-	1,598,872,000
Revenue from operating leases	76,507,379,896	83,532,695,777
Rendering of management services (Note 31(a))	15,312,890,256	12,839,420,199
Rendering of outsourcing services	-	34,389,089,539
Revenue from sale of properties	11,197,974,532	-
	103,018,244,684	132,360,077,515

25 COST OF GOODS SOLD AND SERVICE RENDERED

	For the six-month period ended 30 June	
	2019 VND	2018 VND
Cost of merchandises sold	-	1,593,723,528
Cost of leasing services rendered	46,226,390,826	46,583,767,324
Cost of management service rendered	2,163,687,707	-
Cost of outsourcing services rendered	-	33,165,041,626
Interest expense refunded from Nghi Son Project (Note 18)	14,295,734,681	14,279,516,131
Cost of real estate sold	9,434,847,679	-
	72,120,660,893	95,622,048,609

26 FINANCIAL INCOME

	For the six-month period ended 30 June	
	2019 VND	2018 VND
Income earned from working capital support (Note 31(a))	1,532,871,647	1,437,156,389
Interest income from deposits	5,371,193,635	6,910,191,341
Dividend income (Note 31(a))	2,138,080,000	6,043,560,000
Others	-	667,661
	9,042,145,282	14,391,575,391

27 GENERAL AND ADMINISTRATION EXPENSES

	For the six-month period ended 30 June	
	2019 VND	2018 VND
Salary expenses	9,042,673,285	7,751,804,370
Management fees	1,032,300,460	2,601,629,136
Office expenses	1,547,478,000	353,688,631
Depreciation and amortisation	483,121,651	2,033,341,873
Others	12,589,947,287	10,693,497,911
	24,695,520,683	23,433,961,921

28 BIT

BIT on the Corporation's accounting profit before tax differs from the theoretical amount that would arise by using the applicable tax rate of 20% as under current tax regulation as follows:

	For the six-month period ended 30 June	
	2019 VND	2018 VND
Net accounting profit before tax	17,228,458,691	25,566,366,692
Tax calculated at a rate of 20%	3,445,691,738	5,113,273,338
Effect of:		
Income not subject to tax	(427,616,000)	(1,208,712,000)
Expenses not deductible for tax purposes	645,404,154	1,560,202
BIT charge (*)	3,663,479,892	3,906,121,540
Charged to interim separate income statement:		
BIT - current	352,625,371	3,906,121,540
BIT - deferred (Note 13)	3,310,854,521	-
	3,663,479,892	3,906,121,540

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

29 COST OF OPERATION BY FACTOR

	For the six-month period ended 30 June	
	2019 VND	2018 VND
Cost of properties sold	9,434,847,679	-
Staff costs	9,042,673,285	40,916,845,996
Depreciation and amortisation	22,285,235,537	22,691,762,043
Outside service expenses	12,497,625,663	10,183,062,373
Interest expenses reimbursed from Nghi Son Project (Note 18)	14,295,734,681	14,279,516,131
Management fee payables to related parties (Note 31(a))	11,365,183,839	10,770,824,808
Tools and equipment	6,026,482,374	7,071,472,243
Office rental	9,187,566,902	9,187,566,902
Provision for doubtful debts	1,834,890,149	-
Others	945,153,756	3,797,341,619
	96,915,393,865	118,898,392,115

30 ADDITIONAL INFORMATION FOR THE ITEMS OF THE INTERIM SEPARATE STATEMENT OF CASH FLOWS

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

	For the six-month period ended 30 June	
	2019	2018
	VND	VND
Purchase of fixed assets and long-term assets which have not been paid yet	-	6,500,082,952

(b) Cash held by the Corporation but restricted to use

Cash equivalents of the Corporation was pledged as collateral assets for the deferred revenue advanced from Nghi Son Refinery and Petrochemical Limited Liability Company (Note 3).

Investments held-to-maturity of the Corporation were pledged as collateral assets for borrowing contracts of a subsidiary as disclosed in Note 4(a).

(c) Amount of borrowing actually withdrawn during the period

	For the six-month period ended 30 June	
	2019	2018
	VND	VND
Proceeds from borrowings following normal borrowing contracts	-	18,935,800,000

(d) Amount of borrowing principal actually paid during the period

	For the six-month period ended 30 June	
	2019	2018
	VND	VND
Repayments for borrowings following normal borrowing contracts	14,961,326,740	9,525,388,815

31 RELATED PARTY DISCLOSURES

The largest shareholder of the Corporation is PVN which owns 24.7% of the Corporation's share capital (Note 21).

Accordingly, PVN, fellow PVN group subsidiaries, subsidiaries, and an associate of the Corporation are considered the Corporation's related parties.

(a) Related party transactions

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

	For the six-month period ended 30 June	
	2019 VND	2018 VND
i) Revenue from rendering of services		
Subsidiaries	15,080,768,680	15,939,382,593
Fellow PVN group subsidiaries	57,403,824,152	82,481,700,969
	72,484,592,832	98,421,083,562
ii) Purchases of services		
PVN	9,187,566,902	9,187,566,902
Subsidiaries	3,015,150,905	3,429,564,431
Fellow PVN group subsidiaries	469,905,245	-
	12,672,623,052	12,617,131,333
iii) Compensation of key management		
Gross salaries and other benefits	2,539,394,368	3,178,552,585
iv) Management fees		
Fee charged by PVN (Note 29)	3,195,988,167	2,601,629,136
Fee charged by a subsidiary (Note 29)	8,169,195,672	8,169,195,672
Fee charged to subsidiaries (Note 24)	15,312,890,256	12,839,420,199
	26,678,074,095	23,610,245,007
v) Income from working capital support		
Fee charged to subsidiaries (Note 26)	1,532,871,647	1,437,156,389
vi) Dividend income (Note 26)		
Subsidiaries	2,138,080,000	6,043,560,000

31 RELATED PARTY DISCLOSURES (continued)

(a) Related party transactions (continued)

	For the six-month period ended 30 June	
	2019 VND	2018 VND
vi) Dividend paid		
PVN	20,973,851,000	25,169,460,039
Subsidiaries	2,150,841,000	2,581,009,200
	23,124,692,000	27,750,469,239
vi) Working cash flow support		
Proceeds from working capital support	1,358,861,656,718	1,175,318,730,522
Repayments for working capital support	1,319,705,863,933	1,089,452,519,908

(b) Period/year-end balances with related parties

	30.6.2019 VND	31.12.2018 VND
i) Short-term trade accounts receivable (Note 5)		
Fellow PVN group subsidiaries	36,534,319,031	35,401,235,662
ii) Other short-term receivables (Note 7)		
Subsidiaries	339,746,715,791	361,480,626,303
iii) Short-term trade accounts payable (Note 14)		
Subsidiaries	166,399,200	-
PVN	279,011,188,166	296,760,599,322
Fellow PVN group subsidiaries	220,000,000	-
	279,397,587,366	296,760,599,322
iv) Short-term unearned revenue (Note 16(a))		
Fellow PVN group subsidiaries	27,272,727,273	27,272,727,273

31 RELATED PARTY DISCLOSURES (continued)

(b) Period/year-end balances with related parties (continued)

	30.6.2019 VND	31.12.2018 VND
v) Long-term unearned revenue (Note 16(b))		
Fellow PVN group subsidiaries	34,090,909,115	47,727,272,747
vi) Other short-term payables (Note 17(a))		
PVN	3,596,071,804	3,621,071,804
Subsidiaries	79,429,330,445	37,048,237,344
Fellow PVN group subsidiaries (*)	-	17,047,122,604
	83,025,402,249	57,716,431,752

(*) Other short-term payables to fellow group subsidiaries represent the adjustments to the revenue from operating leases in 2018.

32 COMMITMENTS

(a) Commitments under operating leases

(i) The Corporation as the lessee

The Corporation signed the operating land lease agreement over a period of 70 years from the year 2009 with the Management Board of Nghi Son Economic Zone. Accordingly, the Corporation is exempted from land use fee until 2022. Additionally, the Corporation also signed office lease contracts with suppliers to conduct its business activities. As at 30 June 2019, the future minimum lease payments under operating leases were as follows:

	Land rental, office rental	
	30.6.2019 VND	31.12.2018 VND
Within one year	15,999,768,000	-
Between one and five years	9,387,073,393	967,806,553
Over five years	52,809,977,575	53,229,360,415
Total minimum payments	78,196,818,968	54,197,166,968

32 COMMITMENTS (continued)

(a) Commitments under operating leases (continued)

(ii) The Corporation as the lessor

The Corporation signed the operating lease agreement for Nghi Son Project and for office sublease contracts, the future minimum lease receivables under operating leases were as follows:

	Operating leases	
	30.6.2019 VND	**31.12.2018 VND**
Within one year	107,771,941,913	109,586,723,729
Between one and five years	336,553,317,254	349,657,411,749
Over five years	182,538,316,808	223,083,637,210
Total minimum receipts	626,863,575,975	682,327,772,688

(b) Capital contribution commitments

As at 30 June 2019, the progress of charter capital contribution commitments is as follows:

	As per Business registration certificate VND	**The Corporation's ownership %**	**Capital contributed as at 30.6.2019 VND**	**Capital to be contributed as at 30.6.2019 VND**
PSSSG	229,500,000,000	51	10,733,401,247	218,766,598,753
Saigon Investment Trading Technology Joint Stock Company ("ITS") (*)	20,000,000,000	40	-	20,000,000,000
Vinh Hoa Emerald Bay International Hospitality Company Limited (**)	111,200,000,000	20	16,000,000,000	95,200,000,000
	360,700,000,000		26,733,401,247	333,966,598,753

32 COMMITMENTS (continued)

(*) According to Resolution No. 16/NQ-DVTHDK dated 29 March 2016, the Corporation's Board of Management decided to invest in ITS in which the Corporation owns 40% of ITS's charter capital, equivalent to VND20 billion. As at 30 June 2019, the shareholders of ITS have not yet contributed their capital obligations.

(**) According to Resolution No. 22/DVTHDK-QĐ dated 9 July 2018, the Corporation agreed to contribute capital into Vinh Hoa Emerald Bay International Hospitality Company Limited with the charter capital amount of VND111.2 billion accounting for 20% of the voting right and ownership. As at 30 June 2019, the Corporation contributed VND16 billion.

(c) Commitments of credit guarantees

As at 30 June 2019, the Corporation had non-cancellable guarantee commitments for borrowings from banks granted to the Corporation's subsidiaries with total amount of VND4,098 billion and USD20 million (as at 31 December 2018: VND3,812.6 billion and USD30 million); and had non-cancellable guarantee commitments for trade accounts payable of the Corporation's subsidiaries with total amount of USD7 million (as at 31 December 2018: USD7 million). Accordingly, the Corporation is liable to repayments of principals, interests, guarantee costs and other underwriting expenses to suppliers and bankers in case the Corporation's subsidiaries are not able to repay or repay on a timely manner.

(d) Other commitments

As at 30 June 2019, the Corporation had a guarantee contract amounting to VND150 billion with a commercial bank to guarantee the advanced amount received from Nghi Son Refinery and Petrochemical Company Limited.

33 SEGMENT REPORTING

Geographical segment

The Corporation does not have any operation outside the territory of Vietnam. Therefore, no geographical business segment has been presented.

Business activity segment

Information of revenue and cost of sales by business activity segment based on the activities of the Corporation has been as follows:

	For the six-month period ended 30.6.2019				
	Operating leases VND	Outsourced services VND	Management services VND	Sales of real estate and goods VND	Total VND
Net revenue from sales of goods and rendering of services	76,507,379,896	-	15,312,890,256	11,197,974,532	**103,018,244,684**
Cost of goods sold and services rendered	(60,522,125,507)	-	(2,163,687,707)	(9,434,847,679)	**(72,120,660,893)**
Gross profit from sales of goods and rendering of services	15,985,254,389	-	13,149,202,549	1,763,126,853	**30,897,583,791**

	For the six-month period ended 30.6.2018				
	Operating leases VND	Outsourced services VND	Management services VND	Sales of real estate and goods VND	Total VND
Net revenue from sales of goods and rendering of services	83,532,695,777	34,389,089,539	12,839,420,199	1,598,872,000	**132,360,077,515**
Cost of goods sold and services rendered	(60,863,283,455)	(33,165,041,626)	-	(1,593,723,528)	**(95,622,048,609)**
Gross profit from sales of goods and rendering of services	22,669,412,322	1,224,047,913	12,839,420,199	5,148,472	**36,738,028,906**

34 CONTINGENT LIABILITIES

The Corporation has signed land and office lease contracts with its suppliers to conduct the business activities. According to the Civil Law No. 91/2015/QH13 dated 24 November 2015, the Corporation has to return leased property in the same condition in which it was received, except for normal wear and tear, or in the agreed condition. If the value of the leased property decreases in comparison with its condition at the time it was received, the lessor has the right to ask for compensation for any damage, except for normal wear and tear.

According to Vietnamese Accounting Standard No. 18 – *Provision and Contingent assets and liabilities* and Circular No. 200/2014/TT-BTC – *Providing guidance on Corporate Accounting System* issued by the Ministry of Finance on 24 December 2014, the Corporation is required to provide for dismantling and restoration costs of the Corporation's leased premises at the end of rental period. However, as at 30 June 2019, the Chairman has not yet come up with a reliable estimate for the dismantling and restoration costs relating to the aforementioned rental contracts. Therefore, the Corporation has not recorded a provision for dismantling costs in the interim separate financial statements.

The interim separate financial statements were approved by the Chairman on 26 August 2019.

Pham Thi Ninh Preparer	Nguyen Thi Thanh Chief Accountant	Phung Tuan Ha Chairman