

Refrigeration Electrical Engineering Corporation

Interim separate financial statements

For the six-month period ended 30 June 2020



Refrigeration Electrical Engineering Corporation

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Refrigeration Electrical Engineering Corporation

GENERAL INFORMATION

THE COMPANY

Refrigeration Electrical Engineering Corporation ("the Company") is a joint stock company established under the Law on Enterprise of Vietnam pursuant to the Business Registration Certificate No. 1506/GP-UB dated 25 December 1993 issued by the People's Committee of Ho Chi Minh City and the latest amended Business Registration Certificate No. 0300741143 issued by the Department of Planning and Investment of Ho Chi Minh City on 3 August 2020.

The Company's share is listed on the Ho Chi Minh City Stock Exchange in accordance with the License No. 01/GPPH issued by the State Securities Commission on 2 June 2000.

The current principal activities of the Company are mechanical and electrical engineering services (M&E), manufacturing, real estate development and management, and strategic financial investments in infrastructure sector.

The Company's registered head office is located at 364 Cong Hoa Street, Ward 13, Tan Binh District, Ho Chi Minh City, Vietnam.

THE BOARD OF DIRECTORS

Members of the Board of Directors during the period and at the date of this report are:

Madam Nguyen Thi Mai Thanh	Chairwoman	
Mr Benjamin Herrenden Birks	Deputy Chairman	appointed on 19 May 2020
Mr David Alexander Newbigging	Deputy Chairman	resigned on 15 May 2020
Mr Nguyen Ngoc Thai Binh	Member	
Mr Dang Hong Tan	Member	
Mr Stephen Patrick Gore	Member	

INTERNAL AUDIT FUNCTION UNDER THE BOARD OF DIRECTORS

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

Mr Dang Hong Tan	Head
Mr Stephen Patrick Gore	Member
Mr Tran Van Quang	Member

MANAGEMENT

Members of the management during the period and at the date of this report are:

Mr Huynh Thanh Hai	General Director	appointed on 1 August 2020
Madam Nguyen Thi Mai Thanh	General Director	term ended as at 1 August 2020
Mr Pham Quoc Thang	Deputy General Director	
Mr Nguyen Ngoc Thai Binh	Deputy General Director	appointed on 1 August 2020
Mr Nguyen Quang Quyen	Deputy General Director	appointed on 1 August 2020

LEGAL REPRESENTATIVE

The legal representative of the Company from 1 January 2020 to 2 August 2020 was Madam Nguyen Thi Mai Thanh and from 3 August 2020 up to the date of this report is Mr Huynh Thanh Hai.

AUDITORS

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

Refrigeration Electrical Engineering Corporation

GENERAL INFORMATION

Management of Refrigeration Electrical Engineering Corporation ("the Company") is pleased to present its report and the interim separate financial statements of the Company for the six-month period ended 30 June 2020.

MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE INTERIM SEPARATE FINANCIAL STATEMENTS

Management is responsible for the interim separate financial statements of the Company which give a true and fair view of the interim separate financial position of the Company and of the interim separate results of its operations and its interim separate cash flows for the period. In preparing those interim separate financial statements, management is required to:

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

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

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

STATEMENT BY MANAGEMENT

Management does hereby state that, in its opinion, the accompanying interim separate financial statements give a true and fair view of the interim separate financial position of the Company as at 30 June 2020 and of the interim separate results of its interim operations and its separate cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to preparation and presentation of interim separate financial statements.

The Company is a parent company of the subsidiaries listed in Note 12.3 of Notes to the interim separate financial statements and the interim consolidated financial statements of the Company and its subsidiaries ("the Group") for the six-month period ended 30 June 2020 prepared in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to preparation and presentation of interim consolidated financial statements have been issued separately.

Users of these interim separate financial statements should read them together with the said interim consolidated financial statements in order to obtain full information on the interim consolidated financial position, interim consolidated results of operations and interim consolidated cash flows of the Group as a whole.

For and on behalf of management:



Huỳnh Thanh Hai
General Director

Ho Chi Minh City, Vietnam

10 August 2020

Reference: 60752771/21912458/LR

REPORT ON REVIEW OF INTERIM SEPARATE FINANCIAL STATEMENTS

To: The Shareholders and the Board of Directors of Refrigeration Electrical Engineering Corporation

We have reviewed the accompanying interim separate financial statements of Refrigeration Electrical Engineering Corporation ("the Company") as prepared on 10 August 2020 and set out on pages 5 to 42, which comprise the interim separate balance sheet as at 30 June 2020, and the interim separate income statement and the interim separate cash flow statement for the six-month period then ended and the notes thereto.

Management's responsibility

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

Auditors' responsibility

Our responsibility is to express a conclusion on the interim separate financial statements based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements No. 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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim separate financial statements do not give a true and fair view, in all material respects, of the interim separate financial position of the Company as at 30 June 2020, and of the interim separate results of its operations and its interim separate cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the interim separate financial statements.

Ernst & Young Vietnam Limited



Duong Le Anthony
Deputy General Director
Audit Practicing Registration Certificate
No. 2223-2018-004-1

Ho Chi Minh City, Vietnam

10 August 2020

INTERIM SEPARATE BALANCE SHEET
as at 30 June 2020

VND

Code	ASSETS	Notes	30 June 2020	31 December 2019
100	A. CURRENT ASSETS		1,269,348,944,949	1,479,676,675,892
110	I. Cash and cash equivalents	4	357,643,672,326	604,025,207,270
111	1. Cash		132,143,672,326	112,125,207,270
112	2. Cash equivalents		225,500,000,000	491,900,000,000
120	II. Short-term investments	12	200,587,296,718	363,373,156,498
121	1. Held-for-trading securities		29,471,856,363	59,751,236,919
122	2. Provision for diminution in value of held-for-trading securities		(6,482,358,365)	(6,378,080,421)
123	3. Held-to-maturity investments		177,597,798,720	310,000,000,000
130	III. Current accounts receivable		708,496,760,752	512,278,312,124
131	1. Short-term trade receivables	5	18,445,218,522	7,519,281,105
132	2. Short-term advances to suppliers	6	290,485,738,986	10,260,515,505
135	3. Short-term loan receivables	26	238,600,000,000	68,600,000,000
136	4. Other short-term receivables	7	160,965,803,244	425,898,515,514
150	IV. Other current assets		2,621,215,153	-
151	1. Short-term prepaid expenses		2,408,933,981	-
152	2. Value-added tax deductible		212,281,172	-
200	B. NON-CURRENT ASSETS		11,487,018,737,844	11,280,689,208,301
220	I. Fixed assets		21,228,263,494	12,356,280,811
221	1. Tangible fixed assets	8	13,335,455,591	4,580,545,672
222	Cost		32,092,407,753	22,290,189,480
223	Accumulated depreciation		(18,756,952,162)	(17,709,643,808)
227	2. Intangible assets	9	7,892,807,903	7,775,735,139
228	Cost		12,054,448,449	14,919,661,767
229	Accumulated amortisation		(4,161,640,546)	(7,143,926,628)
230	II. Investment properties	10	786,022,746,696	773,609,833,262
231	1. Cost		1,402,325,852,217	1,363,248,894,102
232	2. Accumulated depreciation		(616,303,105,521)	(589,639,060,840)
240	III. Long-term asset in progress		43,350,530,246	27,665,774,762
242	1. Construction in progress	11	43,350,530,246	27,665,774,762
250	IV. Long-term investments	12	10,621,249,600,482	10,447,652,066,978
251	1. Investments in subsidiaries		2,977,851,884,818	2,779,277,518,578
252	2. Investments in associates		6,444,510,798,762	6,440,924,118,299
253	3. Investment in other entities		673,575,293,058	701,533,143,058
254	4. Provision for long-term investments		(4,688,376,156)	(4,082,712,957)
255	5. Held-to-maturity investments		530,000,000,000	530,000,000,000
260	V. Other long-term assets		15,167,596,926	19,405,252,488
261	1. Long-term prepaid expenses		13,482,747,889	13,463,018,286
262	2. Deferred tax assets	25.3	1,684,849,037	5,942,234,202
270	TOTAL ASSETS		12,756,367,682,793	12,760,365,884,193

INTERIM SEPARATE BALANCE SHEET (continued)
as at 30 June 2020

VND

Code	RESOURCES	Notes	30 June 2020	31 December 2019
300	C. LIABILITIES		4,052,903,027,397	4,083,535,127,037
310	I. Current liabilities		656,680,769,486	733,472,658,290
311	1. Short-term trade payables	13	4,392,400,341	24,587,829,385
312	2. Short-term advances from customers		3,175,667,488	1,818,985,420
313	3. Statutory obligations	14	34,846,854,295	13,903,259,101
314	4. Payables to employees		-	1,440,153,000
315	5. Short-term accrued expenses	15	97,076,096,070	121,507,423,221
318	6. Short-term unearned revenues		450,000,000	-
319	7. Other short-term payables	16	66,656,772,069	88,157,862,270
320	8. Short-term loans	17	449,604,285,714	481,578,452,384
322	9. Bonus and welfare fund		478,693,509	478,693,509
330	II. Non-current liabilities		3,396,222,257,911	3,350,062,468,747
337	1. Other long-term liabilities	16	158,489,451,775	155,427,907,823
338	2. Long-term loans	17	3,237,732,806,136	3,194,634,560,924
400	D. OWNERS' EQUITY		8,703,464,655,396	8,676,830,757,156
410	I. Capital	18	8,703,464,655,396	8,676,830,757,156
411	1. Share capital		3,100,588,410,000	3,100,588,410,000
411a	- Shares with voting rights		3,100,588,410,000	3,100,588,410,000
412	2. Share premium		1,050,233,348,786	1,050,233,348,786
415	3. Treasury shares		(83,026,660)	(83,026,660)
418	4. Investment and development fund		200,979,473,252	200,979,473,252
421	5. Undistributed earnings		4,351,746,450,018	4,325,112,551,778
421a	- Undistributed earnings up to prior period		3,829,031,070,178	3,075,516,960,186
421b	- Undistributed earnings of current period		522,715,379,840	1,249,595,591,592
440	TOTAL LIABILITIES AND OWNERS' EQUITY		12,756,367,682,793	12,760,365,884,193



Pham Thi Ngoc Trang
Preparer



Ho Tran Dieu Linh
Chief Accountant



Huynh Thanh Hai
General Director

10 August 2020

INTERIM SEPARATE INCOME STATEMENT
for the six-month period ended 30 June 2020

VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2020	For the six-month period ended 30 June 2019
01	1. Revenue from rendering of services	19.1	333,941,118,505	285,750,928,955
11	2. Cost of services rendered	20, 24	(88,193,744,777)	(77,107,700,118)
20	3. Gross profit from rendering of services		245,747,373,728	208,643,228,837
21	4. Finance income	19.2	485,366,662,861	602,665,090,136
22	5. Finance expenses	21	(155,204,494,872)	(154,516,126,958)
23	<i>In which: Interest expense</i>		(151,569,831,102)	(153,130,253,308)
26	6. General and administrative expenses	22, 24	(28,100,363,532)	(22,875,059,159)
30	7. Operating profit		547,809,178,185	633,917,132,856
31	8. Other income	23	3,719,275,519	4,467,901,938
40	9. Other profit		3,719,275,519	4,467,901,938
50	10. Accounting profit before tax		551,528,453,704	638,385,034,794
51	11. Current corporate income tax expense	25.1	(24,555,688,699)	(36,215,948,868)
52	12. Deferred tax expense	25.3	(4,257,385,165)	(4,694,231,101)
60	13. Net profit after tax		522,715,379,840	597,474,854,825



Pham Thi Ngoc Trang
Preparer



Ho Tran Dieu Lynh
Chief Accountant



Huynh Thanh Hai
General Director

10 August 2020

INTERIM SEPARATE CASH FLOW STATEMENT
for the six-month period ended 30 June 2020

VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2020	For the six-month period ended 30 June 2019
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	Accounting profit before tax		551,528,453,704	638,385,034,794
	<i>Adjustments for:</i>			
02	Depreciation and amortisation	8, 9, 10	30,539,652,089	18,763,731,890
03	Provisions (reversal of provisions)		709,941,143	(7,426,571,118)
04	Foreign exchange losses (gains) arising from revaluation of monetary accounts denominated in foreign currency		9,357,023	(60,644,111)
05	Profits from investing activities		(469,532,451,582)	(601,143,948,348)
06	Interest and allocation of bond issuance expenses	21	154,276,687,504	155,521,612,330
08	Operating profit before changes in working capital		267,531,639,881	204,039,215,437
09	Increase in receivables		(23,967,909,334)	(480,167,939,230)
11	(Decrease) increase in payables		(12,949,478,868)	2,637,138,846
12	Increase in prepaid expenses		(2,551,448,800)	(3,112,685,051)
13	Decrease in held-for-trading securities		30,279,380,556	7,859,704,929
14	Interest paid		(154,447,066,778)	(88,856,395,784)
15	Corporate income tax paid		(12,397,135,017)	(31,762,889,552)
20	Net cash flows from (used in) operating activities		91,497,981,640	(389,363,850,405)
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchase of fixed assets		(370,019,263,493)	(204,739,101,041)
22	Proceeds from disposals of fixed assets		18,000,000	-
23	Investments in term deposits at banks and loans to other entities		(528,000,000,000)	(2,361,623,853,841)
24	Proceeds from divestments term deposits and collections from borrowers		490,402,201,280	639,142,558,044
25	Payments for investments in other entities		(234,408,444,489)	(91,075,012,013)
26	Proceeds from divestments in other entities		35,236,852,704	96,457,368,571
27	Interest and dividends received		751,535,904,709	460,490,991,586
30	Net cash flows from (used in) investing activities		144,765,250,711	(1,461,347,048,694)
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
33	Drawdown of borrowings	17	202,219,364,997	2,279,702,871,932
34	Repayment of borrowings	17	(193,802,142,857)	(140,809,410,589)
36	Dividends paid to equity holders	18.3	(491,071,858,140)	(551,720,731,730)
40	Net cash flows (used in) from financing activities		(482,654,636,000)	1,587,172,729,613

INTERIM SEPARATE CASH FLOW STATEMENT (continued)
for the six-month period ended 30 June 2020

VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2020	For the six-month period ended 30 June 2019
50	Net decrease in cash and cash equivalents		(246,391,403,649)	(263,538,169,486)
60	Cash and cash equivalents at beginning of period		604,025,207,270	1,046,292,674,491
61	Impact of exchange rate fluctuation		9,868,705	85,372,683
70	Cash and cash equivalents at end of period	4	357,643,672,326	782,839,877,688



Pham Thi Ngoc Trang
Preparer



Ho Tran Dieu Lynh
Chief Accountant



Huỳnh Thành Hai
General Director

10 August 2020

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS
as at 30 June 2020 and for the six-month period then ended

1. CORPORATE INFORMATION

Refrigeration Electrical Engineering Corporation ("the Company") is a joint stock company established under the Law on Enterprise of Vietnam pursuant to the Business Registration Certificate ("BRC") No. 1506/GP-UB dated 25 December 1993 issued by the People's Committee of Ho Chi Minh City and the latest amended BRC No. 0300741143 issued by the Department of Planning and Investment ("DPI") of Ho Chi Minh City on 3 August 2020.

The Company's share is listed on the Ho Chi Minh City Stock Exchange in accordance with the License No. 01/GPPH issued by the State Securities Commission on 2 June 2000.

The current principal activities of the Company are mechanical and electrical engineering services (M&E), manufacturing, real estate development and management, and strategic financial investments in infrastructure sector.

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

The Company's registered head office is located at 364 Cong Hoa Street, Ward 13, Tan Binh District, Ho Chi Minh City, Vietnam.

The number of the Company's employees as at 30 June 2020 was 36 employees (31 December 2019: 32 employees).

2. BASIS OF PREPARATION

2.1 *Purpose of preparing the interim separate financial statements*

The Company is a parent company of the subsidiaries listed in Note 12.3 of Notes to the interim separate financial statements and the interim consolidated financial statements of the Company and its subsidiaries for the six-month period ended 30 June 2020 prepared in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to preparation and presentation of interim consolidated financial statements have been issued separately.

Users of the interim separate financial statements should read them together with the said interim consolidated financial statements in order to obtain full information on the interim consolidated financial position, interim consolidated results of operations and interim consolidated cash flows of the Company and its subsidiaries.

2.2 *Applied accounting standards and system*

The interim separate financial statements of the Company expressed in Vietnam Dong ("VND"), are prepared in accordance with Vietnamese Enterprise Accounting System, Vietnamese Accounting Standard No. 27 – Interim Financial Reporting and other Vietnamese Accounting Standards ("VAS") issued by the Ministry of Finance as per:

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

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

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

2. BASIS OF PREPARATION (continued)

2.3 *Applied accounting documentation system*

The Company's applied accounting documentation system is the Voucher Journal system.

2.4 *Fiscal year*

The Company's fiscal year applicable for the preparation of its interim separate financial statements starts on 1 January and ends on 31 December.

2.5 *Accounting currency*

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 *Cash and cash equivalents*

Cash and cash equivalents comprise cash on hand, cash at banks and short-term, highly liquid investments with an original maturity of not more than three (3) months that are readily convertible into known amounts of cash and that are subject to an insignificant risk of change in value.

3.2 *Receivables*

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

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

3.3 *Tangible fixed assets*

Tangible fixed assets are stated at cost less accumulated depreciation.

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

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

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

3.4 *Leased assets*

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

When the Company is the lessor

Assets subject to operating leases are included as the Company's investment properties in the interim separate balance sheet. Initial direct costs incurred in negotiating an operating lease are recognised in the interim separate income statement as incurred.

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

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.4 *Leased assets* (continued)

When the Company is the lessee

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

3.5 *Intangible assets*

Intangible assets are stated at cost less accumulated amortisation.

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

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

Land use rights

The land use rights represents the cost to acquire the rights to use land and is amortised over the remaining useful life of the land of 36 years and 3 months starting from August 2007.

3.6 *Depreciation and amortisation*

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

Buildings, structures	5 - 50 years
Motor vehicles	6 years
Office equipment	3 years
Software	3 years

The useful life of the fixed assets and their depreciation and amortisation rates are reviewed periodically to ensure that the method and the year of the depreciation and amortisation are consistent with the expected pattern of economic benefits that will be derived from the use of fixed assets.

3.7 *Investment properties*

Investment properties are buildings or part of a building or both and infrastructure held to earn rentals or for capital appreciation, or both, rather than for use in the production or supply of goods or services; administration purposes or sale in the ordinary course of business.

Investment properties are stated at cost including transaction costs less accumulated depreciation. Investment properties held for capital appreciation are not depreciated but subject to impairment review.

Subsequent expenditure relating to an investment property that has already been recognized is added to the net book value of the investment property when it is probable that future economic benefits, in excess of the originally assessed standard of performance of the existing investment property, will flow to the Company.

Depreciation of investment properties is calculated on a straight-line basis over the estimated useful life of each asset as follows:

Buildings, structures	5 - 50 years
Machinery, equipment	5 - 10 years

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.7 *Investment properties* (continued)

Investment properties are derecognised when either they have been disposed of or when the investment properties are permanently withdrawn from use and no future economic benefit is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the assets is recognised in the interim separate income statement.

Transfers are made to investment properties when, and only when, there is a change in use, evidenced by ending of owner-occupation, commencement of an operating lease to another party or ending of construction or development. Transfers are made from investment properties when, and only when, there is change in use, evidenced by commencement of owner-occupation or commencement of development with a view to sale. The transfer from investment property to owner-occupied property or inventories does not change the cost or the carrying value of the property for subsequent accounting at the date of change in use.

3.8 *Borrowing costs*

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

Borrowing costs that are directly attributable to the acquisition, construction or production of any qualified assets are capitalised during the period of time that is required to complete and prepare the asset for its intended use. Other borrowing costs are recognised in the interim separate income statement when incurred.

3.9 *Investments*

Investments in subsidiaries

Investments in subsidiaries over which the Company has control are carried at cost.

Distributions from accumulated net profits of the subsidiaries arising subsequent to the date of acquisition are recognized in the interim separate income statement. Distributions from sources other than from such profits are considered a recovery of investment and are deducted to the cost of the investment.

Investments in associates

Investments in associates over which the Company has significant influence are carried at cost.

Distributions from the accumulated net profits of the associates arising subsequent to the date of acquisition are recognised in the interim separate income statement. Distributions from sources other than from such profits are considered a recovery of investment and are deducted to the cost of the investment.

Held-for-trading securities and investments in other entities

Held-for-trading securities and investments in other entities are stated at their acquisition costs.

Provision for investments

Provision of the investment is made when there are reliable evidences of the diminution in value of those investments at the interim balance sheet date. Increases or decreases to the provision balance are recorded as finance expense in the interim separate income statement.

Held-to-maturity investments

Held-to-maturity investments are stated at their acquisition costs. After initial recognition, held-to-maturity investments are measured at recoverable amount. Any impairment loss incurred is recognised as expense in the interim separate income statement and deducted against the value of such investments.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.10 *Payables and accruals*

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

3.11 *Foreign currency transactions*

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

- Transactions resulting in receivables are recorded at the buying exchange rates of the commercial banks designated for collection; and
- Transactions resulting in liabilities are recorded at the selling exchange rates of the commercial banks designated for payment;

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

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

All foreign exchange differences are taken to the interim separate income statement.

3.12 *Treasury shares*

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

3.13 *Appropriation of net profit*

Net profit after tax is available for appropriation to shareholders after getting approval by the shareholders in the annual general meeting, and after making appropriation to reserve funds in accordance with the Company's Charter and Vietnam's regulatory requirements.

The Company maintains the following reserve funds which are appropriated from the Company's net profit as proposed by the Board of Directors and subject to approval by the shareholders at the annual general meeting.

- *Investment and development fund*

This fund is set aside for use in the Company's expansion of its operation or in-depth investments.

- *Bonus and welfare fund*

This fund is set aside for the purpose of pecuniary rewarding and encouraging, common benefits and improvement of the employees' benefits, and presented as a liability on the interim separate balance sheet.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.14 *Revenue recognition*

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, excluding trade discount, rebate and sales return. The following specific recognition criteria must also be met before revenue is recognised:

Rendering of services

Revenue is recognised when the services have been rendered.

Office rental income

Rental income arising from operating leases is accounted for on a straight line basis over the lease term.

Interest income

Revenue is recognised as the interest accrues (taking into account the effective yield on the asset) unless collectibility is in doubt.

Investment gains

Gains from investments are recognised as income when the significant risks and rewards of ownership have passed to the buyer.

Dividends

Income is recognised when the Company's entitlement as an investor to receive the dividend is established.

Bonus shares or stock dividends

Income is not recognised when the Company is entitled as an investor to receive bonus shares or stock dividends. The number of shares received as bonus or dividends is disclosed on the relevant note to the interim separate financial statements.

3.15 *Taxation*

Current income tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted as at the interim balance sheet date.

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

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

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.15 *Taxation* (continued)

Deferred tax

Deferred tax is provided using the liability method on temporary differences at the interim balance sheet date between the tax base of assets and liabilities and their carrying amount for financial reporting purposes.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- Where the deferred tax liability arises from the initial recognition of an asset or liability in a transaction which at the time of the related transaction affects neither the accounting profit nor taxable profit or loss.
- In respect of taxable temporarily differences associated with investments in subsidiaries and associates, and interests in joint ventures where timing of the reversal of the temporary difference can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, carried forward unused tax credit and unused tax losses, to the extent that it is probable that taxable profit will be available against which deductible temporary differences, carried forward unused tax credit and unused tax losses can be utilised, except:

- Where the deferred tax asset in respect of deductible temporary difference which arises from the initial recognition of an asset or liability which at the time of the related transaction, affects neither the accounting profit nor taxable profit or loss.
- In respect of deductible temporarily differences associated with investments in subsidiaries, associates, and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred income tax asset is reviewed at each interim balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised. Previously unrecognised deferred income tax assets are reassessed at each interim balance sheet date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realised or the liability is settled based on tax rates and tax laws that have been enacted at the interim balance sheet date.

Deferred tax is charged or credited to the interim separate income statement, except when it relates to items recognised directly to equity, in which case the deferred tax is also dealt with in the equity account.

Deferred tax assets and liabilities are offset when there is a legally enforceable right for the Company to off-set current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority on:

- Either the same taxable entity; or
- When the Company intends either settle current tax liabilities and assets on a net basis or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.16 Related parties

Parties are considered to be related parties of the Company if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions, or when the Company and other party are under common control or under common significant influence. Related parties can be enterprise or individual, including close members of the family of any such individual.

4. CASH AND CASH EQUIVALENTS

	VND	
	30 June 2020	31 December 2019
Cash on hand	51,218,157	49,465,136
Cash at banks	132,092,454,169	112,075,742,134
Cash equivalents (*)	<u>225,500,000,000</u>	<u>491,900,000,000</u>
TOTAL	<u>357,643,672,326</u>	<u>604,025,207,270</u>

(*) Cash equivalents mainly represent the short-term bank deposits with original maturity of less than three months and earn average interest rates ranging from 3.90% to 4.25% per annum.

5. SHORT-TERM TRADE RECEIVABLES

	VND	
	30 June 2020	31 December 2019
Viet Address Office Housing Development Joint Stock Company	4,523,357,193	-
Archetype Vietnam Limited	2,856,300,131	1,387,194,257
D&P Real Estate Services Company Limited	1,991,610,770	-
Others	<u>9,073,950,428</u>	<u>6,132,086,848</u>
TOTAL	<u>18,445,218,522</u>	<u>7,519,281,105</u>
<i>In which:</i>		
<i>Amount due from third parties</i>	<i>18,435,947,722</i>	<i>7,339,281,285</i>
<i>Amount due from a related party (Note 26)</i>	<i>9,270,800</i>	<i>179,999,820</i>

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

6. SHORT-TERM ADVANCES TO SUPPLIERS

	VND	
	30 June 2020	31 December 2019
Advances to suppliers	290,089,142,090	4,102,391,110
<i>Vestas Wind Technology Vietnam LLC</i>	145,350,000,000	-
<i>Vestas Asia Pacific A/S</i>	119,098,125,000	-
<i>Others</i>	25,641,017,090	4,102,391,110
Advance to a related party (Note 26)	396,596,896	6,158,124,395
TOTAL	<u>290,485,738,986</u>	<u>10,260,515,505</u>

7. OTHER SHORT-TERM RECEIVABLES

	VND	
	30 June 2020	31 December 2019
Dividend receivable	75,687,989,000	318,413,852,000
Business advances (*)	61,162,210,662	37,958,842,373
Interest income receivable	11,958,038,189	52,646,997,260
Deposit for project implementation (**)	10,600,000,000	10,600,000,000
Others	1,557,565,393	6,278,823,881
TOTAL	<u>160,965,803,244</u>	<u>425,898,515,514</u>
<i>In which:</i>		
<i>Amount due from related parties (Note 26)</i>	83,483,274,235	328,427,478,768
<i>Amount due from third parties</i>	77,482,529,009	97,471,036,746

(*) These amount represent the advance for investments of the Company. At the date of preparation of those interim separate financial statements, the Company is in the process of completing administrative procedures relating to these investments.

(**) This amount represents the deposit for The Management Board of Tra Vinh Economic Zone to assurance the implementation of Wind Power Plant No. 3 project in Tra Vinh Province.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

8. TANGIBLE FIXED ASSETS

	<i>Buildings, structures</i>	<i>Motor vehicles</i>	<i>Office equipment</i>	<i>VND Total</i>
Cost:				
As at 31 December 2019	15,535,842,267	5,495,528,464	1,258,818,749	22,290,189,480
Transferred from CIP	9,670,423,273	-	-	9,670,423,273
New purchases	99,340,000	-	32,455,000	131,795,000
As at 30 June 2020	<u>25,305,605,540</u>	<u>5,495,528,464</u>	<u>1,291,273,749</u>	<u>32,092,407,753</u>
<i>In which:</i>				
Fully depreciated	3,605,254,100	1,358,505,318	381,558,749	5,345,318,167
Accumulated depreciation:				
As at 31 December 2019	12,889,594,109	4,323,241,499	496,808,200	17,709,643,808
Depreciation for the period	551,518,895	344,751,930	151,037,529	1,047,308,354
As at 30 June 2020	<u>13,441,113,004</u>	<u>4,667,993,429</u>	<u>647,845,729</u>	<u>18,756,952,162</u>
Net carrying amount:				
As at 31 December 2019	<u>2,646,248,158</u>	<u>1,172,286,965</u>	<u>762,010,549</u>	<u>4,580,545,672</u>
As at 30 June 2020	<u>11,864,492,536</u>	<u>827,535,035</u>	<u>643,428,020</u>	<u>13,335,455,591</u>

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

9. INTANGIBLE ASSETS

	<i>Land use rights</i>	<i>Softwares</i>	<i>VND Total</i>
Cost:			
As at 31 December 2019	11,592,038,449	3,327,623,318	14,919,661,767
New purchases	-	306,650,000	306,650,000
Write-off	-	(3,171,863,318)	(3,171,863,318)
As at 30 June 2020	<u>11,592,038,449</u>	<u>462,410,000</u>	<u>12,054,448,449</u>
<i>In which:</i>			
Fully amortised	-	155,760,000	155,760,000
Collateral (Note 17)	135,576,000	-	135,576,000
Accumulated amortisation:			
As at 31 December 2019	3,816,303,310	3,327,623,318	7,143,926,628
Amortisation for the period	161,000,532	28,576,704	189,577,236
Write-off	-	(3,171,863,318)	(3,171,863,318)
As at 30 June 2020	<u>3,977,303,842</u>	<u>184,336,704</u>	<u>4,161,640,546</u>
Net carrying amount:			
As at 31 December 2019	<u>7,775,735,139</u>	-	<u>7,775,735,139</u>
As at 30 June 2020	<u>7,614,734,607</u>	<u>278,073,296</u>	<u>7,892,807,903</u>

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

10. INVESTMENT PROPERTIES

	<i>Buildings, structures</i>	<i>Machinery, equipment</i>	<i>Office equipment</i>	<i>Others</i>	<i>VND Total</i>
Cost:					
As at 31 December 2019	989,638,933,389	372,973,257,258	90,250,454	546,453,001	1,363,248,894,102
Transferred from CIP	37,567,261,426	4,148,418,507	-	-	41,715,679,933
Disposal	(2,548,471,364)	-	(90,250,454)	-	(2,638,721,818)
As at 30 June 2020	<u>1,024,657,723,451</u>	<u>377,121,675,765</u>	<u>-</u>	<u>546,453,001</u>	<u>1,402,325,852,217</u>
<i>In which:</i>					
Fully depreciated	92,314,644,337	132,452,352,567	90,250,454	546,453,001	225,403,700,359
Collateral (Note 17)	502,890,080,889	133,455,170,948	-	-	636,345,251,837
Accumulated depreciation:					
As at 31 December 2019	370,069,173,295	218,933,184,090	90,250,454	546,453,001	589,639,060,840
Depreciation for the period	17,215,748,372	12,087,018,127	-	-	29,302,766,499
Disposal	(2,548,471,364)	-	(90,250,454)	-	(2,638,721,818)
As at 30 June 2020	<u>384,736,450,303</u>	<u>231,020,202,217</u>	<u>-</u>	<u>546,453,001</u>	<u>616,303,105,521</u>
Net carrying amount:					
As at 31 December 2019	<u>619,569,760,094</u>	<u>154,040,073,168</u>	<u>-</u>	<u>-</u>	<u>773,609,833,262</u>
As at 30 June 2020	<u>639,921,273,148</u>	<u>146,101,473,548</u>	<u>-</u>	<u>-</u>	<u>786,022,746,696</u>

The fair value of the investment properties was not formally assessed and determined as at 30 June 2020. However, given the current high occupancy rate of these properties, it is management's assessment that these properties' market values are higher than their carrying values as at the interim balance sheet date.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

11. CONSTRUCTION IN PROGRESS

	VND	
	30 June 2020	31 December 2019
Tra Vinh Wind Power Plant No. 3	26,612,431,407	8,593,721,088
Office Leasing Project costs	16,738,098,839	19,072,053,674
TOTAL	<u>43,350,530,246</u>	<u>27,665,774,762</u>

12. INVESTMENTS

	VND	
	30 June 2020	31 December 2019
Short-term		
Held-for-trading securities (Note 12.1)	29,471,856,363	59,751,236,919
Provision for diminution in value of held-for-trading securities (Note 12.1)	(6,482,358,365)	(6,378,080,421)
Held-to-maturity investments (Note 12.2)	177,597,798,720	310,000,000,000
Net value of short-term investments	<u>200,587,296,718</u>	<u>363,373,156,498</u>
Long-term		
Investments in subsidiaries (Note 12.3)	2,977,851,884,818	2,779,277,518,578
Investments in associates (Note 12.4)	6,444,510,798,762	6,440,924,118,299
Investments in other entities (Note 12.5)	673,575,293,058	701,533,143,058
Provision for long-term investments (Note 12.5)	(4,688,376,156)	(4,082,712,957)
Held-to-maturity investments (Note 12.2)	530,000,000,000	530,000,000,000
Net value of long-term investments	<u>10,621,249,600,482</u>	<u>10,447,652,066,978</u>
TOTAL	<u>10,821,836,897,200</u>	<u>10,811,025,223,476</u>

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

12. INVESTMENTS (continued)

12.1 Held-for-trading securities

Securities	30 June 2020			31 December 2019			VND
	Cost	Provision	Fair value	Cost	Provision	Fair value	
Mang Canh Joint Stock Company	6,133,400,000	(6,133,400,000)	-	6,133,400,000	(6,133,400,000)	-	
Others	23,338,456,363	(348,958,365)	22,989,497,998	53,617,836,919	(244,680,421)	61,364,807,000	
TOTAL	29,471,856,363	(6,482,358,365)	22,989,497,998	59,751,236,919	(6,378,080,421)	61,364,807,000	

12.2 Held-to-maturity investments

	VND	
	30 June 2020	31 December 2019
Short-term	177,597,798,720	310,000,000,000
Finance institution deposits (*)	177,597,798,720	310,000,000,000
Long-term	530,000,000,000	530,000,000,000
VSH_BOND_2019 (**)	500,000,000,000	500,000,000,000
Other	30,000,000,000	30,000,000,000
TOTAL	707,597,798,720	840,000,000,000

(*) These represent the bank-term deposits with original maturities of more than three (3) months and less than twelve (12) months, earn average interest rates ranging from 5.25% to 7.60% per annum.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

12. INVESTMENTS (continued)

12.2 Held-to-maturity investments (continued)

(**) Details of VSH_BOND_2019 bonds as at 30 June 2020 are the followings:

<i>Arrangement organization for issuing</i>	<i>Issuing organization</i>	<i>30 June 2020 VND</i>	<i>Maturity date</i>	<i>Interest %/ p.a</i>	<i>Purpose</i>	<i>Description of collateral</i>
Vietcombank Securities Company Limited ("VCBS")	Vinh Son-Song Hinh Hydropower Joint Stock Company ("VSH")	<u>500,000,000,000</u>	From 1 October 2026 to 21 December 2026	10.5	To finance Thuong Kon Tum Hydropower project	All construction project, machineries, equipments, means of transportations and other assets of Vinh Son Hydropower Plant

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

12. INVESTMENTS (continued)

12.3 Investments in subsidiaries

Names of subsidiaries	30 June 2020		31 December 2019		Location	Business scope
	% of interest (%)	Amount VND	% of interest (%)	Amount VND		
Tin Hieu Xanh Trading Services Constructions Company Limited	100.00	750,000,000,000	100.00	750,000,000,000	Ho Chi Minh City – Vietnam	Electrical infrastructure
R.E.E Real Estate Co., Ltd.	100.00	6,000,000,000	100.00	6,000,000,000	Ho Chi Minh City – Vietnam	Office building management
REE Solar Energy Joint Stock Company	99.99	230,128,562,025	99.99	42,228,562,025	Ho Chi Minh City – Vietnam	Solar Energy
R.E.E Electric Appliances Joint Stock Company	99.99	149,992,500,000	99.99	149,992,500,000	Ho Chi Minh City – Vietnam	Electric Appliances
R.E.E Land Corporation	99.97	650,592,000,000	99.97	650,592,000,000	Ho Chi Minh City – Vietnam	Real estate
Vietnam Clean Water Business and Investment Joint Stock Company	99.97	16,760,000,000	99.97	200,000,000	Ho Chi Minh City – Vietnam	Water Supply
R.E.E Mechanical & Engineering Joint Stock Company	90.90	149,997,353,000	99.99	149,997,353,000	Ho Chi Minh City – Vietnam	Mechanical and Engineering
Tra Vinh Electric Development Joint Stock Company (formerly known as Tra Vinh Rural Electric Development Joint Stock Company)	66.29	56,252,866,009	66.29	56,252,866,009	Tra Vinh Province – Vietnam	Electricity Trading
Thac Ba Hydropower Joint Stock Company (i)	60.42	655,239,489,784	60.42	655,239,489,784	Yen Bai Province – Vietnam	Hydropower
Vietnam Property and Infrastructure Joint Stock Company	50.61	207,611,970,000	50.61	207,611,970,000	Hanoi City – Vietnam	Real estate
Thuan Binh Wind Power Joint Stock Company (ii)	49.08	105,277,144,000	49.08	111,162,777,760	Binh Thuan Province – Vietnam	Wind power
TOTAL		<u>2,977,851,884,818</u>		<u>2,779,277,518,578</u>		

(i) 38,365,168 shares of Thac Ba Hydropower Joint Stock Company, which are owned by the Company, were placed as collateral for the Company's domestic straight bonds – REE-BOND 2029 (Note 17.2).

(ii) At as 30 June 2020, the Company hold more than 50% voting right in Thuan Binh Wind Power Joint Stock Company.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

12. INVESTMENTS (continued)

12.4 Investments in associates

Names of associates	30 June 2020		31 December 2019		Business scope
	% of interest	Cost	% of interest	Cost	
	(%)	VND	(%)	VND	
Vinh Son – Song Hinh Hydropower Joint Stock Company	49.52	1,973,792,057,976	49.45	1,970,205,377,513	Hydropower
Central Hydropower Joint Stock Company	22.68	615,869,678,461	22.68	615,869,678,461	Hydropower
Thac Mo Hydropower Joint Stock Company	42.63	382,178,855,776	42.63	382,178,855,776	Hydropower
Song Ba Ha Hydropower Joint Stock Company (i)	25.76	368,000,000,000	25.76	368,000,000,000	Hydropower
Muong Hum Hydropower Joint Stock Company	49.06	324,939,754,206	49.06	324,939,754,206	Hydropower
IDICO Srok Phu Mieng Hydropower Joint Stock Company	34.30	173,265,171,175	34.30	173,265,171,175	Hydropower
Binh Dien Hydropower Joint Stock Company	25.47	59,910,716,000	25.47	59,910,716,000	Hydropower
Pha Lai Thermal Power Joint Stock Company (ii)	24.14	825,727,978,500	24.14	825,727,978,500	Thermal power
Ninh Binh Thermal Power Joint Stock Company	24.61	55,515,588,342	24.61	55,515,588,342	Thermal power
Song Da Water Investment Joint Stock Company	35.95	691,163,889,610	35.95	691,163,889,610	Water supply
Thu Duc Water B.O.O Corporation	42.07	409,901,420,000	42.07	409,901,420,000	Water supply
Khanh Hoa Water Supply Joint Stock Company	43.88	254,626,200,010	43.96	254,626,200,010	Water supply
Tan Hiep Water Investment Joint Stock Company.	32.00	76,800,000,000	32.00	76,800,000,000	Water supply
Thu Duc Water Supply Joint Stock Company	44.17	68,375,426,417	44.17	68,375,426,417	Water supply
Saigon Water Investment and Trading Joint Stock Company	30.00	45,000,000,000	30.00	45,000,000,000	Water supply
Nha Be Water Supply Joint Stock Company	20.02	40,176,895,080	20.02	40,176,895,080	Water supply
Gia Dinh Water Supply Joint Stock Company	20.05	24,809,965,209	20.05	24,809,965,209	Water supply
Saigon Real Estate Joint Stock Company	28.87	54,457,202,000	28.87	54,457,202,000	Real estate
TOTAL		6,444,510,798,762		6,440,924,118,299	

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

12. INVESTMENTS (continued)

12.4 Investments in associates (continued)

- (i) 32,000,000 shares of Song Ba Ha Hydropower Joint Stock Company, which are owned by the Company, were pledged as collateral for the Company's domestic straight bonds – REE-BOND 2029 (Note 17.2).
- (ii) 74,896,260 shares of Pha Lai Thermal Power Joint Stock Company, which are owned by the Company, were pledged as collateral for the Company's domestic straight bonds – REEBOND 2017 (Note 17.2).

12.5 Investments in other entities

Names of companies	30 June 2020			31 December 2019			VND
	Cost	Provision	Fair value	Cost	Provision	Fair value	
Quang Ninh Thermal Power Joint Stock Company	442,688,454,200	-	459,190,094,800	470,646,304,200	-	479,773,024,200	
Deo Nai Coal Joint Stock Company	13,357,749,879	(1,046,901,878)	12,310,848,001	13,357,749,879	(1,867,625,079)	11,490,124,800	
Others	217,529,088,979	(3,641,474,278)	275,094,998,098	217,529,088,979	(2,215,087,878)	250,547,659,500	
TOTAL	673,575,293,058	(4,688,376,156)	746,595,940,899	701,533,143,058	(4,082,712,957)	741,810,808,500	



NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

13. SHORT-TERM TRADE PAYABLES

	VND	
	30 June 2020	31 December 2019
Due to third parties	2,463,187,523	20,791,612,510
Due to related parties (Note 26)	1,929,212,818	3,796,216,875
TOTAL	4,392,400,341	24,587,829,385

14. STATUTORY OBLIGATIONS

	VND			
	31 December 2019	Increase	Decrease	30 June 2020
Payables				
Corporate income tax	12,347,475,906	24,555,688,699	(12,347,475,906)	24,555,688,699
Value-added tax	988,119,104	33,772,682,657	(24,877,488,901)	9,883,312,860
Personal income tax	567,664,091	17,254,525,785	(17,414,337,140)	407,852,736
Others	-	78,563,851	(78,563,851)	-
TOTAL	13,903,259,101	75,661,460,992	(54,717,865,798)	34,846,854,295

15. SHORT-TERM ACCRUED EXPENSES

	VND	
	30 June 2020	31 December 2019
Interest expense	94,775,382,175	97,775,403,067
Others	2,300,713,895	23,732,020,154
TOTAL	97,076,096,070	121,507,423,221

16. OTHER PAYABLES

	VND	
	30 June 2020	31 December 2019
Short-term	66,656,772,069	88,157,862,270
Dividend and coupon payables	50,195,670,066	45,186,046,606
Purchase of investments	7,249,259,000	33,611,023,026
Social insurance, health insurance, trade union	46,151,580	43,503,580
Others	9,165,691,423	9,317,289,058
Long-term	158,489,451,775	155,427,907,823
Deposits received from office tenants	158,489,451,775	155,427,907,823
TOTAL	225,146,223,844	243,585,770,093
<i>In which:</i>		
Amount due to third parties	220,140,421,705	236,011,004,035
Amount due to a related party (Note 26)	5,005,802,139	7,574,766,058

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

17. LOANS

	31 December 2019	Withdraw	Repayment	Reclassification	Allocation of bond issuance expenses	VND 30 June 2020
Short-term	481,578,452,384	46,000,000,000	(193,802,142,857)	115,827,976,187	-	449,604,285,714
Short-term loan from related parties	68,000,000,000	46,000,000,000	(114,000,000,000)	-	-	-
Current portion of long- term bank loans (Note 17.1)	163,578,452,384	-	(79,802,142,857)	115,827,976,187	-	199,604,285,714
Current portion of domestic straight bonds (Note 17.2)	250,000,000,000	-	-	-	-	250,000,000,000
Long-term	3,194,634,560,924	156,219,364,997	-	(115,827,976,187)	2,706,856,402	3,237,732,806,136
Long-term bank loans (Note 17.1)	415,457,976,184	156,219,364,997	-	(115,827,976,187)	-	455,849,364,994
Domestic straight bonds (Note 17.2)	2,779,176,584,740	-	-	-	2,706,856,402	2,781,883,441,142
TOTAL	3,676,213,013,308	202,219,364,997	(193,802,142,857)	-	2,706,856,402	3,687,337,091,850

The long-term bank loans and domestic straight bonds bear interest at the average rate ranging from 3.80% to 8.80% per annum as at the interim balance sheet date.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month then ended

17. LOANS (continued)

17.1 Long-term bank loans

Details of long-term bank loans are as follows:

<i>Facility No.</i>	<i>30 June 2020</i>	<i>Maturity date</i>	<i>Description of collateral</i>
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VND

HSBC Bank (Vietnam) Ltd

VNM170276CM	318,214,285,713	from 24 July 2020 to 24 July 2024	Land use rights; building and amount receivable from office lease of REE Tower at No. 9 Doan Van Bo Street, District 4, Ho Chi Minh City ("REE Tower")
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Vietnam International Commercial Joint Stock Bank – Saigon Branch

0100.HDTD.625. 16.VIB	133,330,000,000	from 25 September 2020 to 30 September 2021	Rights of receivables arising from rental contracts and dividend from Thu Duc Water B.O.O Corporation during 5 years
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Shinhan Bank (Vietnam) Ltd

SHBVN/BC/HDT D/REE/201805	203,909,364,995	from 25 August 2020 to 8 May 2026	Land attached assets formed loan of the Company located at No. 364 Cong Hoa Street, Ward 13, Tan Binh District, Ho Chi Minh City
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TOTAL	<u>655,453,650,708</u>		
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In which:

<i>Non-current portion</i>	455,849,364,994
<i>Current portion</i>	199,604,285,714

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month then ended

17. LOANS (continued)

17.2 Domestic straight bond

Details of this bond as at 30 June 2020 are as follows:

<i>Arrangement organization</i>	<i>Amount</i>
	<i>VND</i>
REE-BOND 2029 (i)	2,318,000,000,000
REEBOND 2017 (ii)	750,000,000,000
Bond issuance expenses	(46,217,128,070)
Allocation of Bond issuance expenses	10,100,569,212
TOTAL	<u>3,031,883,441,142</u>

In which:

<i>Non-current portion of long-term bond</i>	2,781,883,441,142
<i>Current portion of long-term bond</i>	250,000,000,000

- (i) On 28 January 2019, the Company issued 2,318 bonds which non-convertible, unwarranted bond and secured payment with total value of VND 2,318 billion (the par value per bond is VND 1 billion).

These bonds are repaid after ten (10) years from the date of issue and principal repurchase once on the maturity date.

The proceeds from the bonds were used for the purpose (1) developing in the Company's office real estate projects for rent on the existing land fund (E.town office area) in Ho Chi Minh City; (2) payment for land use fees, land acquisition; developing the land fund but not for the purpose of developing land fund in Thu Thiem New Urban Area, District 2.

These bonds are secured by 38,365,168 shares of Thac Ba Hydropower Joint Stock Company and 32,000,000 shares of Song Ba Ha HydroPower Joint Stock Company which are owned by the Company (*Notes 12.3 and 12.4*).

- (ii) On 28 September 2017 and 18 October 2017, the Company issued 1,000 bonds which non-convertible, unwarranted bond and secured by assets with total value of VND 1,000 billion (the par value per bond is VND 1 billion).

These bonds will be repaid after five (5) years from the date of issuance.

The Company has the obligation to repurchase these bonds before maturity date from date of issuance as follows:

- 250 issued bonds on the date-end of twenty four (24)-month period from the issuance date;
- 250 issued bonds on the date-end of thirty six (36)-month period from the issuance date;
- 250 issued bonds on the date-end of forty eight (48)-month period from the issuance date; and
- 250 issued bonds on the date-end of sixty (60)-month period from the issuance date.

The proceeds from the bonds were used for the purpose (1) investing in the Company's projects; (2) financing working capital of the Company.

These bonds are secured by 74,896,260 shares of Pha Lai Thermal Power Joint Stock Company which are owned by the Company (*Note 12.4*).

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

18. OWNERS' EQUITY

18.1 Increase and decrease in owners' equity

	Share capital	Share premium	Treasury shares	Investment and development fund	Undistributed earnings	VND Total
For the six-month period ended 30 June 2019						
As at 31 December 2018	3,100,588,410,000	1,050,233,348,786	(83,026,660)	200,979,473,252	3,633,608,626,986	7,985,326,832,364
Net profit for the period	-	-	-	-	597,474,854,825	597,474,854,825
Dividend declared	-	-	-	-	(558,091,666,800)	(558,091,666,800)
As at 30 June 2019	<u>3,100,588,410,000</u>	<u>1,050,233,348,786</u>	<u>(83,026,660)</u>	<u>200,979,473,252</u>	<u>3,672,991,815,011</u>	<u>8,024,710,020,389</u>
For the six-month period ended 30 June 2020						
As at 31 December 2019	3,100,588,410,000	1,050,233,348,786	(83,026,660)	200,979,473,252	4,325,112,551,778	8,676,830,757,156
Net profit for the period	-	-	-	-	522,715,379,840	522,715,379,840
Dividend declared (i)	-	-	-	-	(496,081,481,600)	(496,081,481,600)
As at 30 June 2020	<u>3,100,588,410,000</u>	<u>1,050,233,348,786</u>	<u>(83,026,660)</u>	<u>200,979,473,252</u>	<u>4,351,746,450,018</u>	<u>8,703,464,655,396</u>

(i) In accordance with the Resolution of the Annual General Meeting No. 02/2020-DHDCD-NQ dated 15 May 2020, the Company's shareholders unanimously approved the Proposal of Board of Directors ("BOD") and Decision of BOD No. 02/2020/QD-HDQT-REE to pay dividend by cash for existing shareholders at 16% par value per share. The Company finalised the Company's shareholders list on 3 March 2020 to pay dividend at 16%, equivalent to VND 496,081,481,600 and paid on 10 April 2020.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

18. OWNERS' EQUITY (continued)

18.2 Shares

	<i>Number of shares</i>	
	<i>30 June 2020</i>	<i>31 December 2019</i>
Issued shares		
Issued and paid-up shares	310,058,841	310,058,841
<i>Ordinary shares</i>	<i>310,058,841</i>	<i>310,058,841</i>
Treasury shares		
<i>Ordinary shares</i>	<i>(7,915)</i>	<i>(7,915)</i>
Shares in circulation		
<i>Ordinary shares</i>	<i>310,050,926</i>	<i>310,050,926</i>

The Company's shares are issued with par value of VND 10,000 per share. The holders of the ordinary shares are entitled to receive dividends as and when declared by the Company. Each ordinary share carries one vote per share without restriction.

18.3 Capital transactions with shareholders and distribution of dividends

	<i>VND</i>	
	<i>For the six-month period ended 30 June 2020</i>	<i>For the six-month period ended 30 June 2019</i>
Contributed share capital		
As at 31 December 2019 and 30 June 2020	<u>3,100,588,410,000</u>	<u>3,100,588,410,000</u>
Dividends		
Dividends declared	496,081,481,600	558,091,666,800
Dividends paid during the period	491,071,858,140	551,720,731,730

19. REVENUES

19.1 Revenue from rendering of services

	<i>VND</i>	
	<i>For the six-month period ended 30 June 2020</i>	<i>For the six-month period ended 30 June 2019</i>
Gross and net revenues	<u>333,941,118,505</u>	<u>285,750,928,955</u>
<i>Of which:</i>		
<i>Revenue from services (office leasing and related services)</i>	<i>333,941,118,505</i>	<i>285,750,928,955</i>
<i>Of which:</i>		
<i>Revenue from third parties</i>	<i>317,586,312,680</i>	<i>271,303,226,504</i>
<i>Revenue from related parties</i>	<i>16,354,805,825</i>	<i>14,447,702,451</i>

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

19. REVENUES (continued)

19.2 Finance income

	VND	
	<i>For the six-month period ended 30 June 2020</i>	<i>For the six-month period ended 30 June 2019</i>
Dividends income	411,108,058,499	439,135,574,287
Interest income	57,013,024,139	75,761,417,454
Gains from disposal of investment	17,228,080,500	87,699,893,278
Foreign exchange difference gains	17,499,723	68,205,117
TOTAL	<u>485,366,662,861</u>	<u>602,665,090,136</u>

20. COST OF SERVICES RENDERED

	VND	
	<i>For the six-month period ended 30 June 2020</i>	<i>For the six-month period ended 30 June 2019</i>
Cost of services (office leasing and related services)	<u>88,193,744,777</u>	<u>77,107,700,118</u>

21. FINANCE EXPENSES

	VND	
	<i>For the six-month period ended 30 June 2020</i>	<i>For the six-month period ended 30 June 2019</i>
Interest expenses and allocation of bond issuance expenses	154,276,687,504	155,521,612,330
Provision (reversal of provision) for investments	709,941,143	(7,426,571,116)
Loss from disposal of investments	32,729,046	6,158,738,671
Foreign exchange loss	19,242,404	7,135,632
Others	165,894,775	255,211,441
TOTAL	<u>155,204,494,872</u>	<u>154,516,126,958</u>

22. GENERAL AND ADMINISTRATIVE EXPENSES

	VND	
	<i>For the six-month period ended 30 June 2020</i>	<i>For the six-month period ended 30 June 2019</i>
Labour costs	13,190,867,397	12,922,601,519
Expenses for external services	4,468,864,979	4,000,835,705
Depreciation and amortisation	1,782,768,452	595,730,137
Others	8,657,862,704	5,355,891,798
TOTAL	<u>28,100,363,532</u>	<u>22,875,059,159</u>

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

23. OTHER INCOME

	VND	
	<i>For the six-month period ended 30 June 2020</i>	<i>For the six-month period ended 30 June 2019</i>
Management fees	3,305,194,630	2,945,214,988
Compensation fees	396,080,889	1,522,686,950
Gain from disposal of fixed assets	18,000,000	-
TOTAL	<u>3,719,275,519</u>	<u>4,467,901,938</u>

24. OPERATING COSTS

	VND	
	<i>For the six-month period ended 30 June 2020</i>	<i>For the six-month period ended 30 June 2019</i>
Expenses for external services	59,436,861,141	62,940,534,070
Depreciation and amortisation (Notes 8, 9 and 10)	30,539,652,089	18,763,731,890
Labour costs	13,190,867,397	12,922,601,519
Others	13,126,727,682	5,355,891,798
TOTAL	<u>116,294,108,309</u>	<u>99,982,759,277</u>

25. CORPORATE INCOME TAX

The Company has the obligation to pay corporate income tax ("CIT") at the rate of 20% of taxable profits earned from all operations.

The tax returns of the Company are subject to examination by the tax authorities. Because the application of tax laws and regulations to many types of transactions is susceptible to varying interpretations, the amounts reported in the interim separate financial statements could be changed at a later date upon final determination by the tax authorities.

25.1 CIT expense

	VND	
	<i>For the six-month period ended 30 June 2020</i>	<i>For the six-month period ended 30 June 2019</i>
Current CIT expense	24,555,688,699	36,215,948,868
Deferred tax expense	4,257,385,165	4,694,231,101
TOTAL	<u>28,813,073,864</u>	<u>40,910,179,969</u>

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

25. CORPORATE INCOME TAX (continued)

25.1 CIT expense (continued)

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

	VND	
	<i>For the six-month period ended 30 June 2020</i>	<i>For the six-month period ended 30 June 2019</i>
Accounting profit before tax	551,528,453,704	638,385,034,794
At CIT rate of 20% applicable to the Company	110,305,690,741	127,677,006,959
<i>Adjustments to increase (decrease)</i>		
Dividends income not subject to CIT	(82,221,611,700)	(87,827,114,857)
Non-deductible expenses	728,994,823	1,060,287,867
CIT expense	28,813,073,864	40,910,179,969

25.2 Current tax

The current tax payable is based on taxable profit for the current period. The taxable profit of the Company for the six-month period differs from the profit as reported in the interim separate income statement because it excludes items of income or expense that are taxable or deductible in other periods and it further excludes items that are not taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted by the interim balance sheet date.

25.3 Deferred tax

The following are the deferred tax assets and deferred tax liabilities recognised by the Company, and the movements thereon, during the current and previous periods:

	VND			
	<i>Interim separate balance sheet</i>		<i>Interim separate income statement</i>	
	<i>30 June 2020</i>	<i>31 December 2019</i>	<i>For the six-month period ended 30 June 2020</i>	<i>For the six-month period ended 30 June 2019</i>
Provision for investments	1,226,680,000	1,226,680,000	-	(994,386,874)
Foreign exchange differences arising from revaluation of monetary accounts	(1,973,742)	10,275,494	(12,249,236)	60,589,373
Others	460,142,779	4,705,278,708	(4,245,135,929)	(3,760,433,600)
Net deferred tax assets	1,684,849,037	5,942,234,202		
Net deferred tax expense			(4,257,385,165)	(4,694,231,101)

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

26. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related company transactions include all transactions undertaken with other companies to which the Company is related, either through the investor, investee relationship or because they share a common investor and thus are considered to be a part of the same corporate company.

Terms and conditions of transactions with related parties

The rental and services sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions.

Outstanding balances at 30 June 2020 are unsecured, interest free and will be settled in cash. For the six-month period ended 30 June 2020 and 30 June 2019, the Company has not made any provision for doubtful receivables relating to amounts owed by related parties. This assessment is undertaken each financial year through the examination of the financial position of the related party and the market in which the related party operates.

Refrigeration Electrical Engineering Corporation

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NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

26. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (continued)

Significant transactions with related parties were as follows:

Related parties	Relationship	Transactions	VND	
			For the six-month period ended 30 June 2020	For the six-month period ended 30 June 2019
R.E.E Mechanical & Engineering Joint Stock Company	Subsidiary	Dividend income	38,173,396,898	130,605,704,750
		Construction cost	4,547,000,000	118,401,000,000
		Rental income	2,122,262,714	743,645,144
R.E.E Real Estate Co., Ltd	Subsidiary	Management charge	41,629,291,882	28,788,966,275
		Rental income	13,564,510,415	13,520,500,351
		Dividend income	3,063,638,867	3,987,959,987
R.E.E Land Corporation	Subsidiary	Dividend income	76,676,400,000	-
		Management fee	911,974,185	745,422,830
		Rental income	-	22,574,662
Tin Hieu Xanh Trading Services Constructions Company Limited	Subsidiary	Dividend income	57,325,064,694	-
		Interest expense	1,173,698,630	-
Thac Ba Hydropower Joint Stock Company	Subsidiary	Loan	46,000,000,000	-
		Interest expense	203,534,247	-
		Dividend income	-	19,182,584,000
REE Solar Energy Joint Stock Company	Subsidiary	Dividend income	16,959,600,000	4,498,200,000
		Management charge	154,500,000	-
Vietnam Property and Infrastructure Joint Stock Company	Subsidiary	Dividend income	23,241,340,640	13,488,278,050
Thuan Binh Wind Power Joint Stock Company	Subsidiary	Dividend income	6,112,500,000	-
		Dividends reduce investment value	5,887,356,000	-
Tra Vinh Electric Development Joint Stock Company (formerly known as Tra Vinh Rural Electric Development Joint Stock Company)	Subsidiary	Dividend income	10,467,816,000	9,421,034,400

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

26. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (continued)

Significant transactions with related parties were as follows: (continued)

<i>Related parties</i>	<i>Relationship</i>	<i>Transactions</i>	<i>VND</i>	
			<i>For the six-month period ended 30 June 2020</i>	<i>For the six-month period ended 30 June 2019</i>
RMC Trading and Service Company Limited	Indirect subsidiary	Rental income	360,235,496	-
R.E.E Electric Appliances Joint Stock Company	Subsidiary	Rental income	302,797,200	160,982,294
Vinh Son – Song Hinh Hydropower Joint Stock Company	Associate	Lending	170,000,000,000	6,161,295,797
		Dividend income	34,503,663,014	-
Pha Lai Thermal Power Joint Stock Company	Associate	Dividend income	77,396,260,000	92,875,512,000
Thac Mo Hydropower Joint Stock Company	Associate	Dividend income	44,765,610,000	44,765,610,000
Tan Hiep Water Investment Joint Stock Company	Associate	Dividend income	26,880,000,000	7,680,000,000
IDICO Srok Phu Mieng Hydropower Joint Stock Company	Associate	Dividend income	15,433,893,000	-
Thu Duc Water Supply Joint Stock Company	Associate	Dividend income	4,505,664,000	3,566,984,000
Saigon Water Investment and Trading Joint Stock Company	Associate	Dividend income	4,500,000,000	9,000,000,000
Nha Be Water Supply Joint Stock Company	Associate	Dividend income	1,963,890,000	-
Thu Duc Water B.O.O Corporation	Associate	Dividend income	-	18,779,248,000
Song Da Water Investment Joint Stock Company	Associate	Dividend income	-	32,352,000,000
Song Ba Ha Hydropower Joint-Stock Company	Associate	Dividend income	-	32,000,000,000
Binh Dien Hydropower Joint Stock Company	Associate	Dividend income	-	3,947,960,000

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NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

26. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (continued)

Amounts due to and due from related parties were as follows: (continued)

<i>Related parties</i>	<i>Relationship</i>	<i>Transactions</i>	<i>30 June 2020</i>	<i>31 December 2019</i>
<i>VND</i>				
Short-term trade receivables				
REEPRO Services & Manufacturing Company Limited	Indirect subsidiary	Recruitment fee	9,270,800	-
RMC Trading and Service Company Limited	Indirect subsidiary	Rental income	-	179,999,820
			9,270,800	179,999,820
Short-term loan receivable				
Vinh Son – Song Hinh Hydropower Joint Stock Company	Associate	Lending	238,600,000,000	68,600,000,000
Other short-term receivables				
R.E.E Mechanical & Engineering Joint Stock Company	Subsidiary	Dividend receivables	50,000,000,000	150,000,000,000
		Rendering of service	-	81,458,789
Idico Srok Phu Mieng Hydropower Joint Stock Company	Associate	Dividend receivables	15,433,893,000	-
Khanh Hoa Water Supply Joint Stock Company	Associate	Dividend receivables	9,127,680,000	9,127,680,000
Vinh Son – Song Hinh Hydropower Joint Stock Company	Associate	Interest receivable from bond	7,019,178,083	7,134,246,575
Thu Duc Water Supply Joint Stock Company	Associate	Dividend receivables	1,126,416,000	-
R.E.E Real Estate Co., Ltd	Subsidiary	Rendering of service	763,750,452	2,772,493,642
Song Long Real Estate Joint Stock Company	Subsidiary	Payment on behalf	12,356,700	-
Pha Lai Therma Power Joint Stock Company	Associate	Dividend receivables	-	116,094,390,000
Thu Duc Water B.O.O Corporation	Associate	Dividend receivables	-	23,474,060,000
Saigon Real Estate Joint Stock Company	Associate	Dividend receivables	-	19,717,722,000
R.E.E Electric Appliances Joint Stock Company	Subsidiary	Rendering of service	-	21,803,327
R.E.E Land Corporation	Subsidiary	Rendering of service	-	3,624,435
			83,483,274,235	328,427,478,768

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NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

26. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (continued)

Amounts due to and due from related parties were as follows: (continued)

<i>Related parties</i>	<i>Relationship</i>	<i>Transactions</i>	<i>30 June 2020</i>	<i>VND 31 December 2019</i>
Short-term advances to suppliers				
Thuan Binh Wind Power Joint Stock Company	Subsidiary	Rendering of service	396,596,896	-
R.E.E Real Estate Co., Ltd.	Subsidiary	Rendering of service	-	6,158,124,395
			396,596,896	6,158,124,395
Short-term trade payables				
R.E.E Real Estate Co., Ltd.	Subsidiary	Management fee	(1,549,175,703)	-
R.E.E Land Corporation	Subsidiary	Rendered service	(190,287,115)	(101,388,375)
REE Solar Energy Joint Stock Company	Subsidiary	Management fee	(169,950,000)	-
Tra Vinh Electric Development Joint Stock Company (formerly known as Tra Vinh Rural Electric Development Joint Stock Company)	Subsidiary	Rendering of service	(19,800,000)	-
R.E.E Mechanical & Engineering Joint Stock Company	Subsidiary	Installation service	-	(3,694,828,500)
			(1,929,212,818)	(3,796,216,875)
Other short-term payable				
R.E.E Real Estate Co., Ltd.	Subsidiary	Management services charge	(5,005,802,139)	(7,574,766,058)

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2020 and for the six-month period then ended

27. COMMITMENTS

27.1 Operating lease commitments

The Company lets out assets under operating lease arrangements. The future minimum rental receivables as at the interim balance sheet date under the operating lease agreements are as follows:



	VND	
	30 June 2020	31 December 2019
Less than one year	453,929,264,435	444,141,657,337
From one to five years	548,012,773,666	547,974,010,941
Over five years	211,569,239,700	231,912,435,825
TOTAL	<u>1,213,511,277,801</u>	<u>1,224,028,104,103</u>

27.2 The agreement of bond payment guarantee commitment

On 28 January 2019, the Company signed the agreement with Credit Guarantee and Investment Facility ("CGIF") – A trust fund of the Asian Development Bank. Accordingly, CGIF issued Guarantee Payment for Bondholders of 2,318 bonds (Note 17.2) that were issued by the Company and the Company committed to pay guarantee fee of 1.40% per annum on the total value of bonds in circulation within 10 years from the issue date.

28. EVENT AFTER THE INTERIM BALANCE SHEET DATE

There have been no other significant events that has arisen since the interim balance sheet date that requires adjustment or disclosure in the interim separate financial statements of the Company.

 <hr/> Pham Thi Ngoc Trang Preparer	 <hr/> Ho Tran Dieu Lynh Chief Accountant	 <hr/> Huỳnh Thanh Hai General Director
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10 August 2020