

**CAT LOI JOINT STOCK COMPANY**  
**REVIEWED INTERIM FINANCIAL STATEMENTS**

**For the period from 01/01/2023 to 30/06/2023**



**CAT LOI JOINT STOCK COMPANY**

934 D2, D Street, Cat Lai Industrial Park (Cluster 2), Thanh My Loi Ward, Thu Duc City, Ho Chi Minh City

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## **CAT LOI JOINT STOCK COMPANY**

934 D2, D Street, Cat Lai Industrial Park (Cluster 2), Thanh My Loi Ward, Thu Duc City, Ho Chi Minh City

### **STATEMENT OF THE BOARD OF DIRECTORS**

The Board of Directors of Cat Loi Joint Stock Company (“the Company”) presents this report together with Company’s audited financial statements for the period from 01/01/2023 to 30/06/2023 presented from page 07 to page 37.

#### **OVERVIEW OF THE COMPANY**

Cat Loi Joint Stock Company (“the Company”) was converted from State Company – Tobacco Package Printing and Accessories according to Decision No. 184/2003/ QD – BCN dated 13 November 2003 of Minister of Industry (now as Ministry of Industry and Trade). The Company is operating under Enterprise Registration Certificate No. 0303185504 issued by Department of Planning and Investment of Hochiminh City dated 10 December 2021 (Enterprise Registration Certificate for the first time on dated 19 February 2004).

The Charter Capital of the Company is VND 262,075,830,000 divided into 26,207,583 shares with a par value is VND 10,000 per share. In Which, Vietnam Tobacco Corporation holds 13,366,080 shares which are equivalent to VND 133,660,800,000, accounted for 51% of the charter capital, other shareholders hold 12,841,503 shares which are equivalent to VND 128,415,030,000, accounted for 49% of the charter capital.

The Company has its head office at 934 D2, D Street, Cat Lai Industrial Park (Cluster 2), Thanh My Loi Ward, Thu Duc City, Ho Chi Minh City.

The Company’s principal activities are as follows:

- Package printing;
- Manufacturing and trading industrial materials;
- Commercial brokers;
- Importing and Exporting fiduciary services;
- Trading chemical (excluding extremely toxic chemicals), tipping paper, BO-PP, appliances, machinery and mechanical-equipment, materials for manufacturing filter of cigarettes;
- Factories, warehouses and office for rent;
- Manufacture of cigarette filters.

#### **THE BOARD OF MANAGEMENT, BOARD OF SUPERVISORS AND BOARD OF DIRECTORS**

The members of the Board of Management, the Board of Supervisors and the Board of Directors of the Company who held office for the period from 01/01/2023 to 30/06/2023 and to the date of this report are as follows:

##### **Board of Management**

Mr. Chau Tuan	Chairman
Mr. Nguyen Hoang Minh	Member
Mr. Nguyen Duc Hanh	Member
Ms. Le Diem Anh	Member
Mr. Do Ngoc Quang	Member

##### **Board of Supervisors**

Ms. Tran Thi Anh	Chief of Supervisory	Reappointed from 25 May 2023
Ms. Do Thu Ha	Member	
Mr. Nguyen Bac Tien Nam	Member	

**CAT LOI JOINT STOCK COMPANY**

934 D2, D Street, Cat Lai Industrial Park (Cluster 2), Thanh My Loi Ward, Thu Duc City, Ho Chi Minh City

**STATEMENT OF THE BOARD OF DIRECTORS (CONT'D)**

**THE BOARD OF MANAGEMENT, BOARD OF SUPERVISORS AND BOARD OF DIRECTORS (CONT'D)**

**Board of Directors**

Mr. Nguyen Hoang Minh	Director	
Mr. Vo Dinh Van	Deputy Director	
Mr. Nguyen Le Toan Thang	Deputy Director	Appointed from 01 February 2023

**Legal representative**

The legal representative of the Company for the period from 01/01/2023 to 30/06/2023 and up to the date of this report is Mr. Nguyen Hoang Minh – Director of the Company.

The Chief accountant of the Company for the period from 01/01/2023 to 30/06/2023 and up to the date of this report is Mr. Lieu Phuoc Tinh.

**EVENTS AFTER THE BALANCE SHEET DATE**

The Board of Directors confirms that there have been no significant events occurring after the balance sheet date which require adjustments or disclosures to be made in the financial statements for the period from 01/01/2023 to 30/06/2023 of the Company.

**AUDITORS**

UHY Auditing and Consulting Company Limited - Ho Chi Minh City Branch have audited the financial statements for the period from 01/01/2023 to 30/06/2023 of the Company.

**BOARD OF DIRECTORS' RESPONSIBILITY**

The Board of Directors of the Company is responsible for preparing the financial statements for the period from 01/01/2023 to 30/06/2023, which give a true and fair view of the financial position of the Company, its results and cash flows for the period. In preparing those financial statements, the Board of Directors is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Entity will continue in business.
- Establish and implement an internal control system effectively to reduce the risk of material misstatement due to fraud or error in preparing and presenting the financial statements.

The Board of Directors is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the financial position of the Company and to ensure that the financial statements comply with accounting principles generally accepted in Vietnam. 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 misstatement.

The Board of Directors confirms that the Company has complied with the above requirements in preparing the financial statements.

**CAT LOI JOINT STOCK COMPANY**

934 D2, D Street, Cat Lai Industrial Park (Cluster 2), Thanh My Loi Ward, Thu Duc City, Ho Chi Minh City

**STATEMENT OF THE BOARD OF DIRECTORS (CONT'D)**

**OTHER COMMITMENTS**

The Board of Directors is committed that the Company applies Circular No. 96/2020/TT-BTC dated 16 November 2020 issued by The Ministry of Finance guiding the disclosure of information on securities market; Decree No. 155/2020/ND-CP dated 31 December 2020 issued by Government guiding a number of articles of Law on Securities No. 54/2019/QH14 and Circular No. 116/2020/TT-BTC date 31 December 2020 issued by The Ministry of Finance guidelines for implementation of some articles on administration of public companies.

The Board of Directors approves the accompanying financial statements. The financial statements gives a true and fair view, in all material respects, of the financial position of the Company as at 30 June 2023, and the results of its operations and its cash flows for the period from 01/01/2023 to 30/06/2023 in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System and relevant legal regulations on preparation and presentation of the financial statements.

For and on behalf of the Board of Directors,



**Mr. Nguyen Hoang Minh**  
**Director**

*Ho Chi Minh City, 08 August 2023*

No. 067/2023/UHYHCM-BCSX

**REPORT ON REVIEW OF INFORMATION  
IN THE INTERIM FINANCIAL STATEMENTS**

**To: Shareholders, Members of the Board of Management and Directors  
Cat Loi Joint Stock Company**

We have reviewed the accompanying interim financial statements of Cat Loi Joint Stock Company (“the Company”), which is prepared on 08 August 2023, from page 07 to page 37 that includes Balance sheet as at 30 June 2023, Income statement and Cash flow statement for the period from 01/01/2023 to 30/06/2023 and Notes to the financial statements.

**Respective Responsibilities of the Board of Directors**

The Board of Directors is responsible for the preparation of financial statements that give a true and fair view in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System and the statutory requirements relevant to preparation and presentation of financial statements and for devising and maintaining a system of internal accounting controls sufficient to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

**Respective Responsibilities of Auditors**

Our responsibility is to express a conclusion on the interim financial statements based on the results of our review. We conducted our review in accordance with Vietnam Standards on Review Engagements No. 2410 - Review of interim financial information performed by the independent auditor of the entity.

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

**REPORT ON REVIEW OF INFORMATION  
IN THE INTERIM FINANCIAL STATEMENTS (CONT'D)**

**Audit Conclusion**

Based on the results of our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not give a true and fair view, in all material respects, the financial position of Cat Loi Joint Stock Company as at 30 June 2023, and the results of its operations and its cash flows for the period from 01/01/2023 to 30/06/2023, in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System and relevant legal regulations on preparation and presentation of the financial statements.

**Other Matter**

The financial statements of the Company for the year ended 31 December 2022 have been audited by another independent audit firm, who expressed an unmodified opinion on 10 March 2023. In addition to, the interim financial statements of the Company for the period ended 30 June 2022 have been reviewed by this independent audit firm, who concluded an unmodified conclusion on 08 August 2022.



*[Signature]*  
\_\_\_\_\_  
Mr. Phan Thanh Dien  
Director

Auditor's Practicing Certificate  
No. 1496 -2023-112-1

*For and on behalf of*

**UHY AUDITING AND CONSULTING COMPANY LIMITED – HO CHI MINH CITY BRANCH**  
*Ho Chi Minh City, 08 August 2023.*

**INTERIM BALANCE SHEET**

*As at 30 June 2023*

ASSETS	Codes	Notes	As at 30/06/2023	As at 01/01/2023
			VND	VND
<b>CURRENT ASSETS</b>	<b>100</b>		<b>1,518,877,895,546</b>	<b>1,340,988,754,015</b>
<b>Cash and cash equivalents</b>	<b>110</b>	<b>5</b>	<b>17,285,851,813</b>	<b>24,018,704,684</b>
Cash	111		17,285,851,813	24,018,704,684
<b>Short-term receivables</b>	<b>130</b>		<b>350,510,800,380</b>	<b>259,371,060,565</b>
Short-term trade receivables	131	6	313,563,190,732	257,307,643,774
Short-term advances to suppliers	132		36,113,790,936	1,284,200,850
Other short-term receivables	136	7	833,818,712	779,215,941
<b>Inventories</b>	<b>140</b>	<b>8</b>	<b>1,136,640,149,487</b>	<b>1,026,571,466,827</b>
Inventories	141		1,136,640,149,487	1,026,571,466,827
<b>Other current assets</b>	<b>150</b>		<b>14,441,093,866</b>	<b>31,027,521,939</b>
Short-term prepayments	151	12	7,907,486,004	11,986,125,255
Value added tax deductibles	152		6,533,607,862	19,041,396,684
<b>NON-CURRENT ASSETS</b>	<b>200</b>		<b>35,095,252,755</b>	<b>44,124,259,324</b>
<b>Long-term receivables</b>	<b>210</b>		<b>1,510,230,000</b>	<b>1,510,230,000</b>
Other long-term receivables	216	7	1,510,230,000	1,510,230,000
<b>Fixed assets</b>	<b>220</b>		<b>30,640,951,649</b>	<b>37,665,053,405</b>
Tangible fixed assets	221	9	26,789,341,115	33,502,272,845
- Cost	222		745,052,820,995	742,586,216,777
- Accumulated depreciation	223		(718,263,479,880)	(709,083,943,932)
Intangible fixed assets	227	10	3,851,610,534	4,162,780,560
- Cost	228		18,817,074,299	18,817,074,299
- Accumulated amortization	229		(14,965,463,765)	(14,654,293,739)
<b>Non-current assets in progress</b>	<b>240</b>		<b>613,737,854</b>	<b>10,785,185</b>
Construction in progress	242	11	613,737,854	10,785,185
<b>Other non-current assets</b>	<b>260</b>		<b>2,330,333,252</b>	<b>4,938,190,734</b>
Long-term prepayment	261	12	2,330,333,252	4,938,190,734
<b>TOTAL ASSETS</b>	<b>270</b>		<b>1,553,973,148,301</b>	<b>1,385,113,013,339</b>



**INTERIM BALANCE SHEET (CONT'D)**

*As at 30 June 2023*

RESOURCES	Code	Notes	As at 30/06/2023	As at 01/01/2023
			VND	VND
<b>LIABILITIES</b>	<b>300</b>		<b>759,116,059,708</b>	<b>543,472,403,975</b>
<b>Current liabilities</b>	<b>310</b>		<b>758,610,064,626</b>	<b>542,966,408,893</b>
Short-term trade payables	311	13	273,406,072,057	207,098,187,639
Taxes and other payables to the State budget	313	14	15,043,430,346	9,624,527,024
Payables to employees	314		36,926,337,298	37,331,365,536
Short-term accrued expenses	315	15	700,809,031	294,633,750
Other short-term payables	319	16	45,489,120	67,387,843
Short-term borrowings and finance lease debts	320	17	355,821,025,641	273,980,062,371
Provision for short-term payables	321	18	52,079,066,804	-
Bonus and welfare funds	322		24,587,834,329	14,570,244,730
<b>Non-current liabilities</b>	<b>330</b>		<b>505,995,082</b>	<b>505,995,082</b>
Other long-term payables	337	16	505,995,082	505,995,082
<b>OWNERS' EQUITY</b>	<b>400</b>		<b>794,857,088,593</b>	<b>841,640,609,364</b>
<b>Owners' equity</b>	<b>410</b>	<b>19</b>	<b>794,857,088,593</b>	<b>841,640,609,364</b>
Owners' equity	411		262,075,830,000	262,075,830,000
- Ordinary shares with voting rights	411a		262,075,830,000	262,075,830,000
Share premium	412		64,847,400,000	64,847,400,000
Investment and development fund	418		323,138,546,696	289,096,966,329
Retained earnings	421		144,795,311,897	225,620,413,035
- Retained earnings until the end of the previous year	421a		85,170,056,516	85,170,056,516
- Retained earnings for the current period	421b		59,625,255,381	140,450,356,519
<b>TOTAL RESOURCES</b>	<b>440</b>		<b>1,553,973,148,301</b>	<b>1,385,113,013,339</b>

*Ho Chi Minh City, 08 August 2023*

Preparer

Chief Accountant

Director



Mr. Nguyen Duc Huy



Mr. Lieu Phuoc Tinh



Mr. Nguyen Hoang Minh

**INTERIM INCOME STATEMENT**  
*For the period from 01/01/2023 to 30/06/2023*

Items	Codes	Notes	From 01/01/2023 to 30/06/2023 VND	From 01/01/2022 to 30/06/2022 VND
<b>Revenues from sales and services rendered</b>	<b>01</b>	<b>21</b>	<b>1,303,869,217,529</b>	<b>1,079,159,972,883</b>
Revenue deductions	02	22	19,065,815	-
<b>Net revenues from sales and services rendered</b>	<b>10</b>		<b>1,303,850,151,714</b>	<b>1,079,159,972,883</b>
Cost of goods sold	11	23	1,152,331,260,257	946,709,028,817
<b>Gross revenues from sales and services rendered</b>	<b>20</b>		<b>151,518,891,457</b>	<b>132,450,944,066</b>
Financial income	21	24	6,212,861,288	2,159,414,250
Financial expenses	22	25	26,575,276,835	13,910,043,854
- Including : Interest expenses	23		10,795,900,088	2,620,496,922
Selling expenses	25	26	16,140,890,761	14,493,855,264
General and administrative expenses	26	26	40,557,017,108	37,640,366,447
<b>Net profits from operating activities</b>	<b>30</b>		<b>74,458,568,041</b>	<b>68,566,092,751</b>
Other income	31	27	73,001,185	1,017,209,824
Other expenses	32		-	-
<b>Profit from other activities</b>	<b>40</b>		<b>73,001,185</b>	<b>1,017,209,824</b>
<b>Total net profit before tax</b>	<b>50</b>		<b>74,531,569,226</b>	<b>69,583,302,575</b>
Current Corporate income tax expense	51	28	14,906,313,845	13,916,660,515
Deferred Corporate income tax expense	52		-	-
<b>Net profit after tax</b>	<b>60</b>		<b>59,625,255,381</b>	<b>55,666,642,060</b>
<b>Basic earnings per share</b>	<b>70</b>	<b>29</b>	<b>2,048</b>	<b>1,900</b>
<b>Diluted earnings per share</b>	<b>71</b>	<b>29</b>	<b>2,048</b>	<b>1,900</b>

Ho Chi Minh City, 08 August 2023

Preparer

Chief Accountant

Director

  
Mr. Nguyen Duc Huy

  
Mr. Lieu Phuc Tinh



Mr. Nguyen Hoang Minh

**INTERIM CASH FLOW STATEMENT**  
**(Indirect method)**

*For the period from 01/01/2023 to 30/06/2023*

Items	Codes	Notes	From 01/01/2023 to 30/06/2023	From 01/01/2022 to 30/06/2022
<b>Cash flow from operating activities</b>				
<b>Profit before tax</b>	<b>01</b>		<b>74,531,569,226</b>	<b>69,583,302,575</b>
<b>Adjustments for</b>				
Depreciation and amortization	02		9,490,705,974	17,802,299,649
Provisions	03		52,079,066,804	38,092,582,368
Foreign exchange difference	04		564,725,761	447,749,548
(gains)/losses from revaluation of monetary items foreign currency				
(Gains)/losses from investing activities	05		(119,791,637)	(130,229,803)
Interest expense	06		10,795,900,088	2,620,496,922
<b>Operating profit before movements in working capital</b>	<b>08</b>		<b>147,342,176,216</b>	<b>128,416,201,259</b>
Increase, decrease in receivables	09		(43,716,160,993)	(65,760,046,190)
Increase, decrease in inventories	10		(110,068,682,660)	(167,076,764,824)
Increase, decrease in payable (excluding interest payable, corporate income tax payable)	11		65,133,471,472	88,107,691,790
Increase, decrease in prepaid expense	12		6,686,496,733	5,258,429,607
Interest paid	14		(10,389,724,807)	(2,525,215,053)
Corporate income tax paid	15		(9,305,288,115)	(14,468,779,275)
Other cash inflows from operating activities	16		24,500,000	-
Other cash outflows from operating activities	17		(4,689,146,053)	(3,433,918,420)
<b>Net cash from operating activities</b>	<b>20</b>		<b>41,017,641,793</b>	<b>(31,482,401,106)</b>
<b>Cash flows from investing activities</b>				
Acquisition and construction of fixed assets and other long-term assets	21		(37,985,346,887)	(37,944,746,446)
Interest earned, dividends and profits received	27		119,791,637	130,229,803
<b>Net cash flow from investing activities</b>	<b>30</b>		<b>(37,865,555,250)</b>	<b>(37,814,516,643)</b>

**INTERIM CASH FLOW STATEMENT (CONT'D)**  
**(Indirect method)**

*For the period from 01/01/2023 to 30/06/2023*

Items	Codes	Notes	From 01/01/2023	From 01/01/2022
			to 30/06/2023	to 30/06/2022
			VND	VND
<b>Cash flows from financing activities</b>				
Proceeds from borrowings	33		733,296,816,022	363,605,669,668
Repayment of borrowings	34		(651,455,852,752)	(272,219,133,964)
Dividends or profits paid to owners	36		(91,726,540,500)	(65,518,957,500)
<b>Net cash flow from financing activities</b>	<b>40</b>		<b>(9,885,577,230)</b>	<b>25,867,578,204</b>
<b>Net cash flows during the period</b>	<b>50</b>		<b>(6,733,490,687)</b>	<b>(43,429,339,545)</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>60</b>	<b>5</b>	<b>24,018,704,684</b>	<b>61,971,518,986</b>
Effect of exchange rate fluctuations	61		637,816	976,840
<b>Cash and cash equivalents at the end of the period</b>	<b>70</b>	<b>5</b>	<b>17,285,851,813</b>	<b>18,543,156,281</b>

*Ho Chi Minh City, 08 August 2023*

Preparer



Mr. Nguyen Duc Huy

Chief Accountant



Mr. Lieu Phuc Tinh

Director



Mr. Nguyen Hoang Minh

**NOTES TO THE FINANCIAL STATEMENTS**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**1. CORPORATE INFORMATION**

**1.1 STRUCTURE OF OWNERSHIP**

Cat Loi Joint Stock Company (“the Company”) was converted from State Company – Tobacco Package Printing and Accessories according to Decision No. 184/2003/ QD – BCN dated 13/11/2003 of Minister of Industry (now as Ministry of Industry and Trade). The Company is operating under Enterprise Registration Certificate No. 0303185504 issued by Department of Planning and Investment of Hochiminh City dated 10/12/2021 (Enterprise Registration Certificate for the first time on dated 19/02/2004).

The Charter Capital of the Company is VND 262,075,830,000 divided into 26,207,583 shares with the par value is VND 10,000 per-share. In Which, Vietnam Tobacco holds 13,366,080 shares which are equivalent to VND 133,660,800,000, accounted for 51% of the charter capital, other shareholders hold 12,841,503 shares which are equivalent to VND 128,415,030,000, accounted for 49% of the charter capital.

The Company has its head office at 934 D2, D Street, Cat Lai Industrial Park (Cluster 2), Thanh My Loi Ward, Thu Duc City, Ho Chi Minh City.

On 18 October 2006, under License No. 64/UBCKGPNY issued by State Securities Commission of Vietnam, the Company has listed at Ho Chi Minh Stock Exchange with Stock code: CLC.

The number of the Company’s employees as at 30 June 2023 was 307 and as at 01 January 2023 was 321.

**1.2 BUSINESS SECTOR**

The business sector of the Company are industrial production, trading business and services.

**1.3 BUSINESS AND PRINCIPAL ACTIVITIES**

The Company’s principal activities are as follows:

- Package printing;
- Manufacturing and trading industrial materials;
- Commercial brokers;
- Importing and exporting fiduciary services;
- Trading chemical (excluding extremely toxic chemicals), tipping paper, BO-PP, appliances, machinery and mechanical-equipment, materials for manufacturing filter of cigarettes;
- Factories, warehouses and office for rent;
- Manufacture of cigarette filters.

**1.4 BUSINESS PRODUCTION CYCLE**

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

**1.5 CHARACTERISTICS OF THE COMPANY IN THE ACCOUNTING PERIOD THAT AFFECT FINANCIAL STATEMENTS**

The business and principal activities of the Company is to manufacture materials for manufacturing filter of cigarettes. Consequently, the fluctuations of the market price of these products will affect total sales of the Company. Besides, an increase of the competitors in the same industry also has a significant effect on the results of the Company’s operation.

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**1. CORPORATE INFORMATION (CONT'D)**

**1.6 STRUCTURE OF ENTERPRISE**

The Company does not have subsidiaries, joint ventures, affiliated companies, and dependent accounting unit.

**1.7 DECLARATION OF THE ABILITY TO COMPARE INFORMATION ON THE FINANCIAL STATEMENTS**

Comparative figures are the data on the audited financial statements for the year ended 31 December 2022 of The Company. Comparative figures on the Interim Income Statement and Interim Cash Flow Statement are from the reviewed Financial statement period from 01/01/2022 to 30/06/2022 of the Company.

**2 ACCOUNTING PERIOD, AND CURRENCY USED IN ACCOUNTING**

**2.1 ANNUAL ACCOUNTING PERIOD**

The Company's fiscal year begins on 1 January and ends on 31 December of the calendar year.

The accompanying interim Financial Statements are prepared for the period from 01/01/2023 to 30/06/2023.

**2.2 CURRENCY USED IN ACCOUNTING**

The currency used in accounting is Vietnam Dong (VND).

**3 STANDARDS AND APPLICABLE ACCOUNTING POLICY**

**3.1 APPLICABLE ACCOUNTING POLICY**

The applicable accounting policy being adopted by The Company is approved in writing in accordance with Circular No. 200/2014/TT-BTC ("Circular 200") dated 22/12/2014 of The Ministry of Finance, Circular No 75/2015/TT- BTC ("Circular 75") dated 18/05/2015 and Circular No. 53/2016/TT-BTC ("Circular 53") of The Ministry of Finance dated 21/03/2016 approving on adjustments some articles of Circular 200.

**3.2 DECLARATION OF COMPLIANCE WITH ACCOUNTING STANDARDS AND ACCOUNTING POLICY**

Those financial statements have been prepared and presented in accordance with Accounting Standards and Accounting policy of Vietnam for the period from 01/01/2023 to 30/06/2023.

**4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**4.1 BASIS FOR PREPARING THE FINANCIAL STATEMENTS, AND CHANGING IN ACCOUNTING POLICIES AND NOTES**

Financial statements are prepared on the accrual basis accounting (except for information related to cash flows). The accounting policies's Company was used to prepare the Financial Statements for the period from 01/01/2023 to 30/06/2023 are applied consistently with the policies adopted to prepare the financial statements for the period from 01/01/2022 to 30/06/2022.

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**4.2 EXCHANGE RATES USED IN ACCOUNTING**

The exchange rates used in accounting by Joint Stock Commercial Bank For Foreign Trade of Viet Nam – Hochiminh City Branch, Vietnam International Commercial Joint Stock Bank and CTBC Bank Co., Ltd - Hochiminh City Branch.

Real exchange rate upon recording and re-determining accounts derived from foreign currencies classified as asset is exchange rates of purchase of commercial banks where enterprises regularly conduct transaction at the time of the financial statements. For foreign currency deposited in bank, the real exchange rate upon revaluation is exchange rate of purchase of the bank where enterprises open foreign currency accounts.

Real exchange rate upon revaluation of accounts derived from foreign currencies classified as liabilities is exchange rates of selling foreign currency of commercial Banks where enterprises regularly conduct transaction at the time of the financial statements.

Real exchange rate upon recording receivables is exchange rates of purchase of commercial Banks where enterprises assigned customers to make payment at the time of incurred transactions. Exchange rates upon retrieving receivables from customers is actual bookkeeping rate for every type of debtors. In case debtors have many actual bookkeeping rates, the exchange rate shall be determined according to mobile weighted average method.

Transactions in currencies other than VND during the period have been translated into VND. Weighted average rate shall be applied to the credit side of foreign currency account and actual exchange rate shall be applied to the debit side of cash account. In case, if the foreign currencies on hand are withdrawn and deposit to bank, those have been translated into VND according to accounting book exchange rates.

Transactions arising in foreign currencies are converted at the exchange rate of the transaction date. Foreign exchange differences arising from these transactions are recorded into the financial income or financial expense. The exchange differences arising from the reassessment of the balance at the end of the period, after offsetting the gains against the losses, shall be recorded into the financial income or financial expense in the period.

**4.3 ACCOUNTING ESTIMATES**

The preparation of financial statements in conformity with Vietnamese Accounting Standards requires the Board of Directors to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from these estimates.

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**4.4 CASH AND CASH EQUIVALENTS**

Cash and cash equivalents comprise cash on hand and at bank, deposits (demand deposits), cash in transit, short-term investments such as guarantee deposits and escrow with an original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

**4.5 INVENTORIES**

Inventories are stated at the lower of cost and net realizable value. Cost comprises direct materials and where applicable, direct labor costs and those overheads that have been incurred in bringing the inventories to their present location and condition. Net realizable value represents the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

Cost of goods sold is calculated using the weighted average method. Inventories are accounted for by using perpetual system.

Provision for devaluation of inventories of the Company have provisioning in accordance with current accounting regulations. Accordingly, the Company allow provisions to be made for obsolete, damaged or substandard inventories and for those which have costs higher than net realisable values as at the balance sheet date.

**4.6 TANGIBLE FIXED ASSETS AND DEPRECIATION**

Tangible fixed assets are stated at cost less accumulated depreciation.

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

Tangible fixed assets are depreciated using a straight-line method over their estimated useful lives in accordance with Circular No. 45/2013/TT-BTC ("Circular 45") dated 25 April 2013 of the Ministry of Finance on fixed asset management, use and depreciation, Circular No. 147/2016/TT-BTC ("Circular 147") dated 13 October 2016 as a revision and supplement for Circular 45 and Circular No. 28/2017/TT-BTC dated 12 April 2017 as a revision and supplement for Circular 45/2013/TT-BTC and Circular 147/2016/TT-BTC. The estimated useful lives are as follows:

Categories	Years
- Buildings and structures	5 - 25
- Machinery and equipment	2.5 - 18
- Means of transport, transmission	3 - 11
- Office equipment	1.5 - 12

**4.7 INTANGIBLE FIXED ASSETS AND AMORTIZATION**

The intangible fixed asset of the Company is land use right with the duration for 50 years. The land used right is amortized for 32 years in accordance with Document No. 10603 TC/PC dated 20 September 2004 of the Ministry of Finance.

Other intangible fixed assets are depreciated from 02 to 20 years in accordance with Circular No. 45/2013/TT-BTC dated 25/04/2013 of the Ministry of Finance and related documents.

Intangible fixed assets are depreciated using a straight-line method.



**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**4.8 CONSTRUCTION IN PROGRESS**

The assets which in the process of construction for production, leasing, administration purposes or for any other purpose are recorded at historical cost. These costs consist of cost of service and related interest expense in accordance with the accounting principle of the Company. Depreciation of these assets is applied similar method to other assets, begins when the assets are available for use.

**4.9 PREPAID EXPENSES**

Prepaid expenses include short-term prepaid expenses or long-term prepaid expenses that actually incurred but they are related to operation results of many accounting period.

Short-term prepaid expenses include tools, software and other short-term pending allocation costs. These expenses are allocated to the results of business activities, with duration 12 months.

Long-term prepaid expenses include include tools, software and temporary accommodation. These expenses are allocated to the results of business activities, with duration over 12 months to 36 months.

**4.10 LIABILITIES AND ACCRUED EXPENSES**

Liabilities and accrued expenses are recognized for the amount payable in the future in relation to the goods and services received. Accrued expenses are recognized based on reasonable estimates of the amount payable.

The classification of payables as payables to suppliers, accrued expenses and other payables is following rules below:

- Trade payables reflect payables arising from purchases of goods, services and assets from the seller is an independent entity of the Company;
- Accrued expenses reflect payables for accrued interest expenses;
- Other payables reflect non-commercial payables that are not related to the purchase, sale or provision of goods and services.

**4.11 PROVISION FOR PAYABLES**

Provisions are recognized when the Company has current liabilities obligations and will inevitably diminish the economic benefits of paying the obligations on that liabilities. Provisions are determined on the basis of management's estimate of the expenses necessary to pay this debt obligation at the end of the accounting period.

**4.12 BORROWINGS AND FINANCE LEASE LIABILITIES**

This account shall be used to record loans, finance lease liabilities and payment of the loans, finance lease liabilities of the enterprise. The loans, finance lease liabilities with payment period of more than 12 months from the date of the financial statements, accountants shall present as long-term loans and finance lease liabilities. Loans and finance lease liabilities fall due for settlement within the next 12 months from the date of the financial statements, accountants shall present as short-term loans and finance lease liabilities for the payment plan.

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**4.13 RECOGNITION OF OWNER'S CAPITAL**

Owner's capital shall only account according to the actual amount of capital contributed by owners, not record in accordance with committed, receivable sum of owners. When investors contribute capital in foreign currency according to progress, the Company must apply the actual exchange rates at the time of actual contribution to convert into Vietnam Dong and record in owner's capital, capital stock premium (if any).

In case of receipt of contributed capital in asset, owner's capital must be recorded an increase according to revaluated prices of assets accepted by capital contributors.

Contributed capital of the shareholders is recorded according to actual Price of stock issuance, but is recorded in detail in two separate criterions: Contributions from owners of capital stock premium: Contributions from owners are recorded according to par value of shares and are monitored in details for common shares with voting rights and preference shares. Share premium shall record the difference between the par value and issue price of shares (including the case of re-issuing stock fund).

Other capital record operating capital set up additionally from the result of business activities or given as gifts, presents, financing and asset revaluation (if these items are allowed to record a decrease or increase in investment capital).

**4.14 REVENUE AND EXPENSE RECOGNITION**

Revenue is recognized when the Company can receive economic benefits that can be measured reliably. Net sales are measured by the reasonable value of amounts received and to be received upon lessing trade discount, sales rebate and sales return. Revenue is recognized when it meets the following conditions:

Sales of goods

Sales of goods are recognised when simultaneously satisfies the following conditions:

- The Company has transferred the significant risks and rewards associated with the ownership of the goods to the buyer;
- The Company does not retain control over the goods or managerial involvement with them to the degree usually associated with ownership;
- The amount of revenue can be measured reliably;
- The Company has obtained or will obtain economic benefits from the sale transaction;
- The costs incurred or to be incurred by the seller in respect of the transaction can be measured reliably.

Sales of services

Sales of services are recognised when simultaneously satisfies the following conditions:

- The amount of revenue can be measured reliably;
- The Company has obtained or will obtain economic benefits from the sale transaction;
- The stage of completion of the transaction at the end of the reporting period can be measured reliably;
- The proportion that costs incurred to date bear to the estimated total costs of the transaction.

When the result of a service-providing transaction cannot be determined with certainty, turnover therefrom shall be recognized corresponding to the recognized and recoverable costs.

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**4.14 REVENUE AND EXPENSE RECOGNITION (CONT'D)**

*Financial income*

Interest income is recognized on an accrual basis, by reference to the principal outstanding and at the applicable interest rate for each period time.

*For operating expense and cost of goods sold*

Operating expenses associated with generating revenue during the period are recorded as incurred and estimated for the proper period.

The cost of goods sold and other services are recognized in accordance with revenues in the accounting period.

**4.15 BORROWING COST**

Borrowing cost includes borrowing interest and other expenses directly related to the borrowings of the Company.

Borrowing costs related to the purchase, construction or production of assets will need a relatively long time to complete and bring them to the working condition as well as capitalized in the cost of assets. Other items incurred from temporary investment of loans are recorded as decrease to the cost of relevant assets.

All other interest expenses are recognized in the income statement when incurred.

**4.16 PROFIT DISTRIBUTION**

The profit is distributed in accordance with Decision of Board of Shareholders and the current related legislation.

**4.17 TAXATION**

Corporate income tax includes total amount of taxes payable and deferred tax. The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years (including loss carried forward, if any) and it further excludes items that are neither taxable nor deductible. The corporate income tax shall be calculated according to the common tax rate (20%) calculated on the taxable income according to the Circular No. 78/2014/TT-BTC dated June 18, 2014 and Circular No. 96/2015/TT-BTC dated June 22, 2015. The determination of corporate income tax ("CIT") due is based on the current interpretation of tax regulations. However, these regulations are subject to periodic variation and its ultimate determination depends on the results of tax authorities' examination.

Other taxes are in accordance with the prevailing regulations in Vietnam.

**4.18 RELATED PARTIES**

A party is considered related to the Company if it has the ability to control the Company or exercise significant influence over the Company in making financial and operating decisions.

- Enterprises that directly or indirectly through one or more intermediaries, control or are controlled by, or are under common control with the Company, including Parent company subsidiaries, associates, joint ventures, fellow subsidiaries;

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**4.18 RELATED PARTIES (CONT'D)**

- Individuals owning, directly or indirectly, an interest in the voting power of the reporting enterprise that gives them control or significant influence over the enterprise, key management personnel and relatives of such personnel;
- Enterprises over which any person described above is able to exercise significant influence.

Accordingly, related parties of the Company are Vietnam Tobacco Corporation, subsidiaries, associates of Vietnam Tobacco Corporation, or members of the Board of Directors, members of the Board of Management and the Shareholders who own a significant number of shares.

**5. CASH AND CASH EQUIVALENTS**

	<u>As at 30/06/2023</u>	<u>As at 01/01/2023</u>
	VND	VND
Cash on hand	1,218,104,000	686,209,000
Cash at bank	16,067,747,813	23,332,495,684
<b>Total</b>	<b><u>17,285,851,813</u></b>	<b><u>24,018,704,684</u></b>

**6. TRADE RECEIVABLES**

	<u>As at 30/06/2023</u>	<u>As at 01/01/2023</u>
	VND	VND
<b>a. Short-term trade receivables</b>	<b>313,563,190,732</b>	<b>257,307,643,774</b>
- Saigon Tobacco Company Limited	90,116,180,323	94,056,252,518
- Thang Long Tobacco Company Limited	88,436,684,760	48,516,112,167
- Cuu Long Tobacco Company Limited	26,768,721,381	15,002,138,592
- Bac Son Tobacco Company Limited	17,105,523,884	12,379,502,833
- Dong Thap Tobacco Company Limited	14,016,141,134	3,318,325,111
- An Giang Tobacco Company Limited	12,936,282,565	11,188,821,581
- Long An Tobacco Company Limited	12,601,001,760	11,075,379,505
- Khatoco Khanh Hoa Tobacco Factory - Khanh Viet Corporation Branch	12,317,571,860	13,454,169,391
- Thanh Hoa Tobacco Company Limited	11,834,687,276	7,043,801,703
- Others Subjects	27,430,395,789	41,273,140,373
<b>b. Long-term trade receivables</b>	-	-
<b>c. Short-term trade receivables from related parties (Details in Note 31)</b>	<b>293,248,189,981</b>	<b>233,094,800,643</b>

**CAT LOI JOINT STOCK COMPANY**

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**FINANCIAL STATEMENTS**

For the period from 01/01/2023 to 30/06/2023

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)***(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)***7. OTHER RECEIVABLES**

	As at 30/06/2023		As at 01/01/2023	
	Amount	Provision	Amount	Provision
	VND	VND	VND	VND
<b>Short - term</b>	<b>833,818,712</b>	-	<b>779,215,941</b>	-
- Advance	485,500,000	-	440,000,000	-
- Collateral, deposits	311,700,000	-	336,700,000	-
- Other receivables	36,618,712	-	2,515,941	-
<b>Long - term</b>	<b>1,510,230,000</b>	-	<b>1,510,230,000</b>	-
- Collateral, deposits (*)	1,510,230,000	-	1,510,230,000	-
<b>Total</b>	<b>2,344,048,712</b>	-	<b>2,289,445,941</b>	-

(\*) This deposit includes a warehouse rental deposit of VND 1,500,000,000 and a photocopier rental deposit of VND 10,230,000.

**8. INVENTORIES**

	As at 30/06/2023		As at 01/01/2023	
	Cost	Provision	Cost	Provision
	VND	VND	VND	VND
Goods in transit	50,768,991,020	-	37,370,483,198	-
Raw materials	1,030,678,671,952	-	903,885,942,180	-
Tools and supplies	65,176,250	-	10,517,273	-
Work in progress	257,835,101	-	67,296,050	-
Finished goods	54,869,475,164	-	85,237,228,126	-
<b>Total</b>	<b>1,136,640,149,487</b>	-	<b>1,026,571,466,827</b>	-

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**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)***(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)***9. TANGIBLE FIXED ASSETS**

	<b>Buildings and structures VND</b>	<b>Machinery and equipment VND</b>	<b>Means of transport and transmission VND</b>	<b>Office equipment VND</b>	<b>Total VND</b>
<b>COST</b>					
As at 01/01/2023	32,588,631,570	688,487,848,629	14,950,831,059	6,558,905,519	742,586,216,777
- New acquisition	-	-	2,296,104,218	170,500,000	2,466,604,218
As at 30/06/2023	<u>32,588,631,570</u>	<u>688,487,848,629</u>	<u>17,246,935,277</u>	<u>6,729,405,519</u>	<u>745,052,820,995</u>
<b>ACCUMULATED DEPRECIATION</b>					
As at 01/01/2023	(30,496,393,670)	(658,409,830,909)	(13,618,813,834)	(6,558,905,519)	(709,083,943,932)
- Depreciation	(228,935,574)	(8,328,248,951)	(612,879,201)	(9,472,222)	(9,179,535,948)
As at 30/06/2023	<u>(30,725,329,244)</u>	<u>(666,738,079,860)</u>	<u>(14,231,693,035)</u>	<u>(6,568,377,741)</u>	<u>(718,263,479,880)</u>
<b>NET BOOK VALUE</b>					
As at 01/01/2023	<u>2,092,237,900</u>	<u>30,078,017,720</u>	<u>1,332,017,225</u>	-	<u>33,502,272,845</u>
As at 30/06/2023	<u>1,863,302,326</u>	<u>21,749,768,769</u>	<u>3,015,242,242</u>	<u>161,027,778</u>	<u>26,789,341,115</u>

The cost of fixed assets fully depreciated but still in use on 30 June 2023: VND 690,822,174,594.

The cost of fixed assets used to pledge short-term bank loans on 30 June 2023: VND 29,995,474,738.

The net book value of fixed assets is used as mortgage and collateral for short-term bank loans on June 30, 2023: VND 732,408,832.

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**10. INTANGIBLE FIXED ASSETS**

	Land use right VND	Computer software VND	Total VND
<b>COST</b>			
As at 01/01/2023	15,502,607,589	3,314,466,710	18,817,074,299
As at 30/06/2023	15,502,607,589	3,314,466,710	18,817,074,299
<b>ACCUMULATED DEPRECIATION</b>			
As at 01/01/2023	(11,592,710,364)	(3,061,583,375)	(14,654,293,739)
- Depreciation	(175,070,025)	(136,100,001)	(311,170,026)
As at 30/06/2023	(11,767,780,389)	(3,197,683,376)	(14,965,463,765)
<b>NET BOOK VALUE</b>			
As at 01/01/2023	3,909,897,225	252,883,335	4,162,780,560
As at 30/06/2023	3,734,827,200	116,783,334	3,851,610,534

The cost of intangible fixed assets fully depreciated but still in use on 30 June 2023: VND 2,914,066,710.

The cost of intangible fixed assets used to pledge short-term bank loans on 30 June 2023: VND 15,502,607,589.

The net book value of intangible fixed assets is used as mortgage and pledge for short-term bank loans on June 30, 2023: VND 3,734,827,200.

**11. CONSTRUCTION IN PROGRESS**

	As at 30/06/2023 VND	As at 01/01/2023 VND
<b>Fixed assets acquisition</b>		
- 12 - color gravure printing machines with 2 UV drying clusters, speed 250 meters / min, 100% new	613,737,854	10,785,185
<b>Total</b>	<b>613,737,854</b>	<b>10,785,185</b>

**12. PREPAID EXPENSES**

	As at 30/06/2023 VND	As at 01/01/2023 VND
<b>Short - term</b>	<b>7,907,486,004</b>	<b>11,986,125,255</b>
- Tools, equipment	6,894,805,450	10,088,063,836
- Other expenses	1,012,680,554	1,898,061,419
<b>Long - term</b>	<b>2,330,333,252</b>	<b>4,938,190,734</b>
- Tools, equipment	1,991,603,274	4,323,395,848
- Other expenses	338,729,978	614,794,886

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**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**13. PAYABLES TO SUPPLIERS**

	As at 30/06/2023		As at 01/01/2023	
	Amount VND	Solvency credit VND	Amount VND	Solvency credit VND
<b>a. Short-term trade payables</b>	<b>273,406,072,057</b>	<b>273,406,072,057</b>	<b>207,098,187,639</b>	<b>207,098,187,639</b>
- Vinataba Imex	84,270,160,949	84,270,160,949	70,376,182,079	70,376,182,079
- Nomura Trading Co	75,675,266,250	75,675,266,250	18,312,094,067	18,312,094,067
- British American Tobacco	27,688,481,501	27,688,481,501	10,951,320,013	10,951,320,013
- Dr.Franz Feurstein Gmbh	19,279,957,163	19,279,957,163	43,674,957,979	43,674,957,979
- New Toyo (Vietnam) Aluminium Paper Packaging Co., Ltd	18,007,211,216	18,007,211,216	24,366,458,831	24,366,458,831
- Other payables	48,484,994,978	48,484,994,978	39,417,174,670	39,417,174,670
<b>b. Long-term trade payables</b>	-	-	-	-
<b>c. Unpaid overdue debts</b>	-	-	-	-
<b>d. Short-term trade payables to related parties (Details in Note 31)</b>	<b>91,867,681,944</b>	<b>91,867,681,944</b>	<b>77,296,771,658</b>	<b>77,296,771,658</b>

**14. TAXES AND AMOUNTS PAYABLE TO THE STATE**

	As at 01/01/2023	Payables in the period	Paid in the period	As at 30/06/2023
	VND	VND	VND	VND
<b>Taxes and amounts payable to the States Budget</b>	<b>9,624,527,024</b>	<b>80,124,857,650</b>	<b>74,705,954,328</b>	<b>15,043,430,346</b>
- Value added tax on imported goods	-	48,154,191,274	48,154,191,274	-
- Export-import duty	-	11,049,559,659	11,049,559,659	-
- Corporate Income Tax	9,305,288,115	14,906,313,845	9,305,288,115	14,906,313,845
- Personal income tax	319,238,909	5,233,226,521	5,415,348,929	137,116,501
- Land & housing tax, land rent charges	-	24,366,218	24,366,218	-
- Licensing fee	-	3,000,000	3,000,000	-
- Foreign Contractor Tax	-	754,200,133	754,200,133	-



**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**15. ACCRUED EXPENSES**

	<b>As at 30/06/2023</b>	<b>As at 01/01/2023</b>
	<b>VND</b>	<b>VND</b>
- Accrued interest expenses	700,809,031	294,633,750
<b>Total</b>	<b>700,809,031</b>	<b>294,633,750</b>

**16. OTHER PAYABLES**

	<b>As at 30/06/2023</b>	<b>As at 01/01/2023</b>
	<b>VND</b>	<b>VND</b>
<b>a) Short - term</b>	<b>45,489,120</b>	<b>67,387,843</b>
- Trade union fee	45,489,120	46,324,460
- Temporary collection of personal income tax	-	19,063,383
- Other payables	-	2,000,000
<b>b) Long - term</b>	<b>505,995,082</b>	<b>505,995,082</b>
- Long - term deposit received	505,995,082	505,995,082
<b>c) Unpaid overdue debts</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>551,484,202</b>	<b>573,382,925</b>

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**17. BORROWINGS AND FINANCIAL LEASE LIABILITIES**

	As at 30/06/2023		During the period		As at 01/01/2023	
	Amount	Ability to pay amount	Increase	Decrease	Amount	Ability to pay amount
<b>a) Short - term</b>	<b>355,821,025,641</b>	<b>355,821,025,641</b>	<b>733,296,816,022</b>	<b>651,455,852,752</b>	<b>273,980,062,371</b>	<b>273,980,062,371</b>
- Joint Stock Commercial Bank For Foreign Trade Of Vietnam - Ho Chi Minh City Branch (1)	222,074,472,897	222,074,472,897	574,311,890,711	611,098,186,978	258,860,769,164	258,860,769,164
- Shinhan Bank Vietnam Limited - Ho Chi Minh City Branch (2)	50,089,673,943	50,089,673,943	50,089,673,943	15,119,293,207	15,119,293,207	15,119,293,207
- ChinaTrust Commercial Bank - Ho Chi Minh City Branch (3)	83,656,878,801	83,656,878,801	108,895,251,368	25,238,372,567	-	-
<b>b) Long - term</b>	-	-	-	-	-	-
<b>Total</b>	<b>355,821,025,641</b>	<b>355,821,025,641</b>	<b>733,296,816,022</b>	<b>651,455,852,752</b>	<b>273,980,062,371</b>	<b>273,980,062,371</b>

(1) Loan from Credit Agreement No. 0005/2328/N-CTD dated January 19, 2023 with a maximum credit limit of VND 600 billion or equivalent foreign currency. The purpose of using borrowed capital is to supplement working capital for business activities. The validity period of the Credit Agreement is 12 months from the date of signing. The maximum loan term must not exceed 06 months from the date of disbursement. The loan interest rate is determined at the time of loan disbursement according to the interest rate notice of the bank in each period and stated on the Debt Receipt. The collateral is the Land Use Right in Parcel No. 8, Map No. 27, address at 934 D2, D Street, Cat Lai Industrial Park (Cluster 2), Thanh My Loi Ward, Thu Duc City, Ho Chi Minh City and the system of office houses, factories and works attached to the land at 934 D2, D Street, Cat Lai Industrial Park (Cluster 2), Thanh My Loi Ward, Thu Duc City, Ho Chi Minh City.

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**17. BORROWINGS AND FINANCIAL LEASE LIABILITIES (CONT'D)**

(2) Loan from Credit Agreement No. BC\_HĐTĐ/CATLOI\_02/20130925 dated 14/10/2013, renewed by Annex to Extension – Amendment No. BC\_HĐTĐ/CATLOI\_01/20130925\_PL2022 dated October 14, 2022 with a maximum credit limit of VND 63 billion or currencies equivalent for the purpose of supplementing working capital for business activities. The credit limit retention period is 12 months until October 14, 2023. The maximum loan term must not exceed 06 (six) months from the date of disbursement. The loan interest rate is determined at the time of loan disbursement according to the interest rate notice of the bank in each period and stated on the Debt Receipt.

(3) Loan from Facility Letter No. STVN92 – 19 dated 29 May 2019 with a credit limit of 5,000,000 USD or currencies equivalent for the purpose of working capital supplement for business activities. At the termination date of the facility and on each subsequent anniversary date, the facility shall be automatically renewed after 12 months unless at the time the facility has been canceled by the Bank. The maximum loan term must not exceed 06 (six) months from the date of disbursement. Interest in respect of each drawing is based on the bank's interest notification of each interest period and notified on Debit notes. The loans are secured by receivable mortgage at Bank.

**18. PROVISION FOR SHORT-TERM PAYABLES**

	<b>Provisioning for maintenance expenses VND</b>
Opening balance	-
Increase in provision during the period	54,000,000,000
Record a decrease in (refund) provision for payables	-
Provision utilised during the period	<u>(1,920,933,196)</u>
<b>Ending balance</b>	<b><u>52,079,066,804</u></b>

The provision for payables is the provision for fixed assets repairs in 2023, established based on the maintenance plans.

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**19. OWNERS' EQUITY**

**19.1 DETAILS OF OWNERS' EQUITY**

	Rate %	As at 30/06/2023 VND	As at 01/01/2023 VND
Vietnam Tobacco Corporation	51.00%	133,660,800,000	133,660,800,000
Saigon Tobacco Company Limited	6.38%	16,725,400,000	16,725,400,000
Thang Long Tobacco Company Limited	4.07%	10,676,080,000	10,676,080,000
Other Shareholders	38.55%	101,013,550,000	101,013,550,000
<b>Total</b>	<b>100%</b>	<b>262,075,830,000</b>	<b>262,075,830,000</b>

**19.2 CAPITAL TRANSACTION WITH OWNERS AND DISTRIBUTION OF DIVIDENDS, PROFIT**

	From 01/01/2023 to 30/06/2023 VND	From 01/01/2022 to 30/06/2022 VND
- Owner's invested equity		
+ Opening capital	262,075,830,000	262,075,830,000
+ Increase in capital in the period	-	-
+ Decrease in capital in the period	-	-
+ Ending capital	262,075,830,000	262,075,830,000
- Dividend paid	91,726,540,500	65,518,957,500

**19.3 SHARES**

	As at 30/06/2023 Share	As at 01/01/2023 Share
- The number of shares authorised to issue	26,207,583	26,207,583
- The number of shares sold to public	26,207,583	26,207,583
+ Ordinary shares	26,207,583	26,207,583
- Number of shares repurchased (Treasury shares)	-	-
+ Ordinary shares	-	-
- The number of shares in circulation	26,207,583	26,207,583
+ Ordinary shares	26,207,583	26,207,583
* <i>Par value (VND/shares)</i>	<i>10,000</i>	<i>10,000</i>

**19.4 FUNDS**

	As at 30/06/2023 VND	As at 01/01/2023 VND
- Investment and development fund	323,138,546,696	289,096,966,329
<b>Total</b>	<b>323,138,546,696</b>	<b>289,096,966,329</b>

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**19. OWNERS' EQUITY (CONT'D)**

**19.5 CHANGES IN OWNERS' EQUITY**

	Owner's Equity VND	Share premium VND	Investment and development fund VND	Retained Earning VND	Total VND
<b>As at 01/01/2022</b>	<b>262,075,830,000</b>	<b>64,847,400,000</b>	<b>259,463,164,801</b>	<b>194,383,297,992</b>	<b>780,769,692,793</b>
- Profit in the year	-	-	-	140,450,356,519	140,450,356,519
- 2021 Profit distribution (*)	-	-	29,633,801,528	(109,213,241,476)	(79,579,439,948)
+ Appropriations to investment and development fund	-	-	29,633,801,528	(29,633,801,528)	-
+ Appropriations to bonus and welfare fund	-	-	-	(13,542,082,448)	(13,542,082,448)
+ Appropriations to bonus Executive board	-	-	-	(518,400,000)	(518,400,000)
+ Remaining dividend payment of 2021 (25%)	-	-	-	(65,518,957,500)	(65,518,957,500)
<b>As at 31/12/2022</b>	<b>262,075,830,000</b>	<b>64,847,400,000</b>	<b>289,096,966,329</b>	<b>225,620,413,035</b>	<b>841,640,609,364</b>
<b>As at 01/01/2023</b>	<b>262,075,830,000</b>	<b>64,847,400,000</b>	<b>289,096,966,329</b>	<b>225,620,413,035</b>	<b>841,640,609,364</b>
- Profit in the period	-	-	-	59,625,255,381	59,625,255,381
- 2022 Profit distribution (**)	-	-	34,041,580,367	(140,450,356,519)	(106,408,776,152)
+ Appropriations to investment and development fund	-	-	34,041,580,367	(34,041,580,367)	-
+ Appropriations to bonus and welfare fund	-	-	-	(14,045,035,652)	(14,045,035,652)
+ Appropriations to bonus Executive board	-	-	-	(637,200,000)	(637,200,000)
+ Dividend paid for the year 2022 (35%)	-	-	-	(91,726,540,500)	(91,726,540,500)
<b>As at 30/06/2023</b>	<b>262,075,830,000</b>	<b>64,847,400,000</b>	<b>323,138,546,696</b>	<b>144,795,311,897</b>	<b>794,857,088,593</b>

(\*) According to the Resolution of the 2022 Annual General Meeting of Shareholders No. 272/NQ-CPCL dated May 26, 2022, the Company have appropriated for the funds and paid of dividend by cash.

(\*\*) According to the Resolution of the 2023 Annual General Meeting of Shareholders No. 299/NQ-CPCL dated May 25, 2023, the Company have appropriated for the funds and paid of dividend by cash.

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**20. OFF BALANCE SHEET ITEMS**

	<u>As at 30/06/2023</u>	<u>As at 01/01/2023</u>
a) Outsource assets (VND)	-	-
b) Holding and processing assets (VND)	4,001,905,577	1,817,572,651
c) Foreign currency:		
- USD	5,289.84	34,494.08
- EUR	1,185.82	10,586.02
- GBP	103.25	106.55
- JPY	22,715.00	23,441.00

**21. REVENUE**

	<u>From 01/01/2023 to 30/06/2023 VND</u>	<u>From 01/01/2022 to 30/06/2022 VND</u>
a) Revenues from sales and services rendered	1,303,869,217,529	1,079,159,972,883
Including:		
Revenue from sale of finished goods	1,292,551,161,213	1,070,029,659,832
Revenue from sale of materials	1,424,446,250	1,356,606,770
Revenue from processing	382,725,504	351,887,820
Revenue from sale of scraps	8,862,768,136	6,816,690,352
Revenue from supplying other services	648,116,426	605,128,109
<b>Total</b>	<b><u>1,303,869,217,529</u></b>	<b><u>1,079,159,972,883</u></b>
b) Revenues from sales and services rendered with related parties (Details in Note 31)	1,171,449,819,067	954,555,670,182

**22. REVENUE DEDUCTIONS**

	<u>From 01/01/2023 to 30/06/2023 VND</u>	<u>From 01/01/2022 to 30/06/2022 VND</u>
Sales Returns	19,065,815	-
<b>Total</b>	<b><u>19,065,815</u></b>	<b><u>-</u></b>

**23. COST OF GOODS SOLD**

	<u>From 01/01/2023 to 30/06/2023 VND</u>	<u>From 01/01/2022 to 30/06/2022 VND</u>
Cost of finished goods	1,141,588,647,195	937,944,247,102
Cost of materials	1,187,533,400	1,271,943,791
Cost of processing	274,192,865	301,017,228
Cost of scraps	8,862,768,136	6,816,690,352
Cost of other services	418,118,661	375,130,344
<b>Total</b>	<b><u>1,152,331,260,257</u></b>	<b><u>946,709,028,817</u></b>

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**24. FINANCIAL INCOME**

	<b>From 01/01/2023 to 30/06/2023 VND</b>	<b>From 01/01/2022 to 30/06/2022 VND</b>
Interest on deposits	123,791,637	130,229,803
Foreign exchange gains in the period	6,089,069,651	2,029,184,447
<b>Total</b>	<b><u>6,212,861,288</u></b>	<b><u>2,159,414,250</u></b>

**25. FINANCIAL EXPENSES**

	<b>From 01/01/2023 to 30/06/2023 VND</b>	<b>From 01/01/2022 to 30/06/2022 VND</b>
Interest expense	10,795,900,088	2,620,496,922
Payment discount	12,015,229,324	9,758,415,385
Foreign exchange losses in the period	3,199,421,662	1,083,381,999
Loss on foreign exchange revaluation at the end of the period	564,725,761	447,749,548
<b>Total</b>	<b><u>26,575,276,835</u></b>	<b><u>13,910,043,854</u></b>

**26. SELLING EXPENSES, GENERAL AND ADMINISTRATION EXPENSES**

	<b>From 01/01/2023 to 30/06/2023 VND</b>	<b>From 01/01/2022 to 30/06/2022 VND</b>
<b>Selling expenses</b>	<b>16,140,890,761</b>	<b>14,493,855,264</b>
Advertisement, marketing expenses	391,492,226	341,352,278
Transporting expenses	15,575,524,786	13,999,731,440
Packing expenses	28,910,755	27,558,650
Other cash expenses	144,962,994	125,212,896
<b>General and administration expenses</b>	<b>40,557,017,108</b>	<b>37,640,366,447</b>
Administrative employee expenses	22,042,603,705	21,778,075,522
Depreciation and amortization	794,723,307	434,152,435
Outsourcing service expenses	4,286,826,011	3,397,857,805
Other cash expenses	13,432,864,085	12,030,280,685

**27. OTHER INCOME**

	<b>From 01/01/2023 to 30/06/2023 VND</b>	<b>From 01/01/2022 to 30/06/2022 VND</b>
Other incomes	73,001,185	71,545,824
Income from scraps	-	945,664,000
<b>Total</b>	<b><u>73,001,185</u></b>	<b><u>1,017,209,824</u></b>

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**28. CURRENT CORPORATE INCOME TAX**

	From 01/01/2023 to 30/06/2023	From 01/01/2022 to 30/06/2022
	VND	VND
<b>Total accounting profit before tax</b>	<b>74,531,569,226</b>	<b>69,583,302,575</b>
Increase adjustment	-	-
Decrease adjustment	-	-
<b>Total taxable income</b>	<b>74,531,569,226</b>	<b>69,583,302,575</b>
Tax rate	20%	20%
<b>Current corporate income tax expenses</b>	<b>14,906,313,845</b>	<b>13,916,660,515</b>

The current corporate income tax expense is a provisional amount and will adjust taxable income when finalizing tax at the end of the year.

**29. BASIC AND DILUTED EARNINGS PER SHARE**

	From 01/01/2023 to 30/06/2023	From 01/01/2022 to 30/06/2022 (Representation)
Net profit after tax	59,625,255,381	55,666,642,060
Profit or loss attributable to shareholders holding ordinary shares (VND)	59,625,255,381	55,666,642,060
Appropriations to bonus and welfare fund (VND)(*)	(5,962,525,538)	(5,885,264,206)
Weighted average number of ordinary shares (Shares)	26,207,583	26,207,583
<b>Basic earnings per share (VND/Share)</b>	<b>2,048</b>	<b>1,900</b>
<b>Diluted earnings per share (VND/Share) (**)</b>	<b>2,048</b>	<b>1,900</b>

(\*)The amount of bonus and welfare fund for the period from January 1, 2022 to June 30, 2022 based on the Resolution of the 2023 Annual General Meeting of Shareholders No. 299/NQ-CPCL dated May 25, 2023.

In addition, the amount of bonus and welfare fund for the period from January 1, 2023 to June 30, 2023 is determined based on the plan for appropriated to funds approved in the Resolution of the 2023 Annual General Meeting of Shareholders No. 299/NQ-CPCL dated May 25, 2023

(\*\*) There were no dilutive effects to common shares as of June 30, 2023, so the diluted earning per share is calculated as the basic earning per share.



**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**30. EXPENSES BY ELEMENTS**

	<b>From 01/01/2023 to 30/06/2023 VND</b>	<b>From 01/01/2022 to 30/06/2022 VND</b>
Raw material Cost	996,594,993,376	836,860,351,482
Labor cost	52,342,258,010	52,666,649,564
Depreciation and amortization	9,490,705,974	17,802,299,649
Outsource service	30,267,244,151	27,355,372,190
Major repair contingency costs	54,000,000,000	39,500,000,000
Other cash expense	22,916,559,749	19,661,406,315
<b>Total</b>	<b><u>1,165,611,761,260</u></b>	<b><u>993,846,079,200</u></b>

**31. INFORMATION OF RELATED PARTIES**

Related parties of the Company are Vietnam Tobacco Corporation, subsidiaries, associates of Vietnam Tobacco Corporation, or members of the Board of Directors, members of Board of Management, Board of Directors and shareholders who own a significant number of shares.

During the period, the transactions and balances with related parties are as follows:

**Transactions with related parties**

	<b>From 01/01/2023 to 30/06/2023 VND</b>	<b>From 01/01/2022 to 30/06/2022 VND</b>
<b>Revenue (exclude VAT) with related parties which are Parents Companies</b>	<b>1,171,449,819,067</b>	<b>954,555,670,182</b>
- Saigon Tobacco Company Limited	550,235,597,404	494,937,612,590
- Thang Long Tobacco Company Limited	297,876,338,609	223,121,437,124
- Cuu Long Tobacco Company Limited	53,607,906,456	25,664,435,507
- Thanh Hoa Tobacco Company Limited	44,060,968,961	15,987,933,290
- Dong Thap Tobacco Company Limited	37,414,361,118	11,007,213,283
- Bac Son Tobacco Company Limited	33,057,756,497	23,426,448,085
- Vinataba - Philip Morris Limited	32,138,722,045	36,010,980,455
- Vina-Bat Joint Venture Company Limited	32,004,631,886	21,042,808,114
- Ben Tre Tobacco Company Limited	28,901,664,748	40,134,733,165
- An Giang Tobacco Company Limited	25,548,097,696	22,817,627,979
- Long An Tobacco Company Limited	18,533,550,114	12,473,780,456
- Hai Phong Tobacco Company Limited	12,478,948,906	26,147,808,675
- Da Nang Tobacco Company Limited	4,813,540,753	1,040,852,461
- Vina Toyo Company Limited	663,131,754	621,962,820
- Vinataba Imex	100,800,000	96,000,000
- Tobacco Trading Company	13,802,120	24,036,178

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**31. INFORMATION OF RELATED PARTIES (CONT'D)**

*Transactions with related parties*

	<b>From 01/01/2023 to 30/06/2023 VND</b>	<b>From 01/01/2022 to 30/06/2022 VND</b>
<b>Purchasing goods, services (exclude VAT) from related parties which are Parents Companies</b>	<b>448,146,153,633</b>	<b>261,251,485,489</b>
- Vinataba Imex	413,367,064,306	218,505,190,467
- Vina Toyo Company Limited	18,617,926,211	27,611,751,170
- Tobacco Trading Company	15,325,858,016	13,752,007,820
- Thang Long Tobacco Company Limited	321,889,250	303,863,452
- Thanh Hoa Tobacco Company Limited	249,666,770	247,723,620
- Saigon Tobacco Company Limited	230,754,080	214,503,960
- Dong Thap Tobacco Company Limited	28,900,000	8,425,000
- Long An Tobacco Company Limited	4,095,000	-
- Hai Phong Tobacco Company Limited	-	608,020,000
<b>Other incomes from related parties</b>	<b>73,001,185</b>	<b>71,545,824</b>
- Vina Toyo Company Limited	73,001,185	71,545,824
	<b>From 01/01/2023 to 30/06/2023 VND</b>	<b>From 01/01/2022 to 30/06/2022 VND</b>
<b>Dividends paid during the period</b>		
- Vietnam Tobacco Corporation	46,781,280,000	33,415,200,000
- Saigon Tobacco Company Limited	5,853,890,000	4,181,350,000
- Thang Long Tobacco Company Limited	3,736,628,000	2,669,020,000
- Other Shareholders	35,354,742,500	25,253,387,500
<b>Total</b>	<b>91,726,540,500</b>	<b>65,518,957,500</b>

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**31. INFORMATION OF RELATED PARTIES (CONT'D)**

*Balance with related parties*

	As at 30/06/2023	As at 01/01/2023
	VND	VND
<b>Receivables</b>	<b>293,248,189,981</b>	<b>233,094,800,643</b>
- Saigon Tobacco Company Limited	90,116,180,323	94,056,252,518
- Thang Long Tobacco Company Limited	88,436,684,760	48,516,112,167
- Cuu Long Tobacco Company Limited	26,768,721,381	15,002,138,592
- Bac Son Tobacco Company Limited	17,105,523,884	12,379,502,833
- Dong Thap Tobacco Company Limited	14,016,141,134	3,318,325,111
- An Giang Tobacco Company Limited	12,936,282,565	11,188,821,581
- Long An Tobacco Company Limited	12,601,001,760	11,075,379,505
- Thanh Hoa Tobacco Company Limited	11,834,687,276	7,043,801,703
- Vinataba - Philip Morris Limited	6,608,744,681	5,149,709,320
- Ben Tre Tobacco Company Limited	5,887,635,457	17,135,406,472
- Vina-Bat Joint Venture Company Limited	5,130,806,508	4,586,125,485
- Hai Phong Tobacco Company Limited	1,240,377,452	2,921,341,383
- Da Nang Tobacco Company Limited	389,850,011	594,283,392
- Vina Toyo Company Limited	175,552,789	127,600,581
<b>Payables</b>	<b>91,867,681,944</b>	<b>77,296,771,658</b>
- Vinataba Imex	84,270,160,949	70,376,182,079
- Vina Toyo Company Limited	4,047,188,992	3,519,841,403
- Tobacco Trading Company	3,019,716,133	2,999,871,229
- Thang Long Tobacco Company Limited	530,615,870	400,876,947

**Total income of Board of Management, Board of Directors, Board of Supervisors and Chief accountant of Company.**

	From 01/01/2023 to 30/06/2023	From 01/01/2022 to 30/06/2022
	VND	VND
- The Board of Management and Board of Directors	3,370,333,899	2,196,014,343
- Supervisory Board and Chief accountant	1,274,545,532	956,119,503
<b>Total</b>	<b>4,644,879,431</b>	<b>3,152,133,846</b>

**CAT LOI JOINT STOCK COMPANY**

934 D2, D Street, Cat Lai Industrial Park (Cluster 2),  
Thanh My Loi Ward, Thu Duc City, Ho Chi Minh City

**FINANCIAL STATEMENTS**

For the period from 01/01/2023  
to 30/06/2023

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**32. SEGMENT REPORTING**

For management purpose, the Company prepared the segment reporting based on business areas including: Filter of cigarettes, Mark printing, wax paper and other product. Business results are managing separately in order for the Board of Directors to make decisions allocate resources and business strategy.

**The segment reporting by business area:**

Items	Filter of cigarretes	Mark printing	Wax paper and Cigarette reed	Others	Total
	VND	VND	VND	VND	VND
<b>For the period from 01/01/2023 to 30/06/2023</b>					
<b>Net Revenue of goods</b>					
Net Revenue of goods for other segments	809,179,699,061	322,923,931,157	160,428,465,180	11,318,056,316	1,303,850,151,714
Depreciation and allocation cost	765,410,716,663	317,480,542,241	135,708,813,206	10,718,510,378	1,229,318,582,488
<b>Operating profit</b>	<b>43,768,982,398</b>	<b>5,443,388,916</b>	<b>24,719,651,974</b>	<b>599,545,938</b>	<b>74,531,569,226</b>
Total cost for purchasing fixed assets	170,500,000	-	-	2,296,104,218	2,466,604,218
Segment assets	-	-	-	-	-
Non-allocated assets					1,553,973,148,301
<b>Total assets</b>					<b>1,553,973,148,301</b>
Segment payables					-
Non-allocated liabilities					759,116,059,708
<b>Total liabilities</b>					<b>759,116,059,708</b>

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**32. SEGMENT REPORTING (CONT'D)**

Items	Filter of cigarettes	Mark printing	Wax paper and Cigarette reed	Others	Total
	VND	VND	VND	VND	VND
<b>For the period from 01/01/2022 to 30/06/2022</b>					
<b>Net Revenue of goods</b>					
Net Revenue of goods for other segments	588,631,344,029	342,018,724,773	139,379,591,030	9,130,313,051	1,079,159,972,883
Depreciation and allocation cost	549,460,235,754	337,164,661,263	115,187,343,115	7,764,430,176	1,009,576,670,308
<b>Operating profit</b>	<b>39,171,108,275</b>	<b>4,854,063,510</b>	<b>24,192,247,915</b>	<b>1,365,882,875</b>	<b>69,583,302,575</b>
Total cost for purchasing fixed assets	37,070,766,629	-	-	1,128,733,599	38,199,500,228
Segment assets	-	-	-	-	-
Non-allocated assets					1,254,462,869,779
<b>Total assets</b>					<b><u>1,254,462,869,779</u></b>
Segment payables					-
Non-allocated liabilities					504,384,719,148
<b>Total liabilities</b>					<b><u>504,384,719,148</u></b>

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Financial Statements)*

**33. OTHER INFORMATIONS**

**33.1 POTENTIAL LIABILITIES AND COMMITMENTS**

The Company does not arise any potential liabilities arising from events that occurred could affect the information was presented in the financial statements that the Company can not control whether or not recorded.

**33.2 EVENTS OCCURRING AFTER THE BALANCE SHEET DATE**

There are not any significant events occurring after the balance sheet date that may affect the financial statements and as well as do or may significantly affect the operations of the Company.

**33.3 GOING CONCERN**

There are not any events causing significant doubts about the ability to continue as a going concern and the Company does not intend and forced to stop working or narrow the scope of their activities.

**34. COMPARATIVE FIGURES**

The comparative figures of the interim financial statements are the figures of the Company's interim financial statements for the period from 01/01/2022 to 30/06/2022 and financial statements for year ended 31 December 2022 have been reviewed and audited.

Ho Chi Minh City, 08 August 2023.

**Preparer**



Mr. Nguyen Duc Huy

**Chief Accountant**



Mr. Lieu Phuoc Tinh

**Director**



Mr. Nguyen Hoang Minh