



Binh Minh Plastics Joint Stock Company

Separate financial statements
for the year ended 31 December 2022



Binh Minh Plastics Joint Stock Company
Corporate Information

Business Registration
Certificate No

4103002023

2 January 2004

The Business Registration Certificate has been amended several times, the most recent of which is by Enterprise Registration Certificate No. 0301464823 dated 1 August 2022. The Business Registration Certificate and its updates were issued by the Department of Planning and Investment of Ho Chi Minh City.

Board of Directors

Mr. Sakchai Patiparnpreechavud	Chairman
Mr. Nguyen Hoang Ngan	Vice Chairman
Mr. Poramate Larnroongroj	Member
Mr. Chaowalit Treejak	Member
Mr. Phan Khac Long	Member

Supervisory Board

Mr. Nguyen Thanh Thuan	Head of Supervisory Board
Ms. Nguyen Luu Thuy Minh	Member
Mr. Praween Wirotpan	Member

Board of Management

Mr. Chaowalit Treejak	General Director (from 1 August 2022)
	Deputy General Director (until 31 July 2022)
Mr. Nguyen Hoang Ngan	General Director (until 31 July 2022)
Mr. Nguyen Thanh Quan	Deputy General Director
Mr. Nguyen Thanh Hai	Deputy General Director
Mr. Phung Huu Luan	Chief Accountant (from 26 April 2022)
Mr. Hong Le Viet	Chief Accountant (until 25 April 2022)

Legal Representative

Mr. Chaowalit Treejak	(from 1 August 2022)
Mr. Nguyen Hoang Ngan	(until 31 July 2022)

Registered Office

240 Hau Giang ,Ward 9, District 6
Ho Chi Minh City
Vietnam

Auditor

KPMG Limited
Vietnam

Binh Minh Plastics Joint Stock Company Statement of the Board of Management

The Board of Management of Binh Minh Plastics Joint Stock Company ("the Company") presents this statement and the accompanying separate financial statements of the Company for the year ended 31 December 2022.

The Company's Board of Management is responsible for the preparation and fair presentation of the separate financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to financial reporting. In the opinion of the Company's Board of Management:

- (a) the separate financial statements set out on pages 5 to 47 give a true and fair view of the unconsolidated financial position of the Company as at 31 December 2022, and of its unconsolidated results of operations and its unconsolidated cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to financial reporting; and
- (b) at the date of this statement, there are no reasons to believe that the Company will not be able to pay its debts as and when they fall due.

The Company's Board of Management has, on the date of this statement, authorised these accompanying separate financial statements for issue.



On behalf of the Board of Management

Chaowalit Treejak
General Director

Ho Chi Minh City, 24 March 2023



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115 Nguyen Hue Street, Ben Nghe Ward
District 1, Ho Chi Minh City, Vietnam
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INDEPENDENT AUDITOR'S REPORT

To the Shareholders Binh Minh Plastics Joint Stock Company

We have audited the accompanying separate financial statements of Binh Minh Plastics Joint Stock Company ("the Company"), which comprise the separate balance sheet as at 31 December 2022, the separate statements of income and cash flows for the year then ended and the explanatory notes thereto which were authorised for issue by the Company's Board of Management on 24 March 2023, as set out on pages 5 to 47.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on these separate financial statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the separate financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Company's Board of Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Auditor's Opinion

In our opinion, the separate financial statements give a true and fair view, in all material respects, of the unconsolidated financial position of Binh Minh Plastics Joint Stock Company as at 31 December 2022 and of its unconsolidated results of operations and its unconsolidated cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to financial reporting.

KPMG Limited's Branch in Ho Chi Minh City

Vietnam

Audit Report No.: 22-01-00243-23-1




Chang Hung Chun
Practicing Auditor Registration
Certificate No. 0863-2023-007-1
Deputy General Director

Ho Chi Minh City, 24 March 2023

Tran Thi Le Hang
Practicing Auditor Registration
Certificate No. 3782-2022-007-1

Binh Minh Plastics Joint Stock Company
Separate balance sheet as at 31 December 2022

Form B 01 – DN

*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

	Code	Note	31/12/2022 VND	1/1/2022 VND
ASSETS				
Current assets (100 = 110 + 120 + 130 + 140 + 150)	100		1,872,743,705,284	1,741,299,654,688
Cash and cash equivalents	110	4	315,353,469,412	157,215,352,903
Cash	111		35,353,469,412	37,215,352,903
Cash equivalents	112		280,000,000,000	120,000,000,000
Short-term financial investments	120		780,000,000,000	680,000,000,000
Held-to-maturity investments	123	5(a)	780,000,000,000	680,000,000,000
Accounts receivable – short-term	130		253,720,641,400	338,160,633,929
Accounts receivable from customers	131	6	250,323,995,614	208,456,176,797
Prepayments to suppliers	132	7	43,047,586,124	165,004,045,573
Loans receivable – short-term	135	11	-	5,000,000,000
Other short-term receivables	136	8	16,093,505,494	15,823,870,220
Allowance for doubtful debts	137	9	(55,837,087,353)	(56,613,637,743)
Shortage of assets awaiting resolution	139		92,641,521	490,179,082
Inventories	140	10	488,042,793,997	534,482,688,002
Inventories	141		488,042,793,997	534,482,688,002
Other current assets	150		35,626,800,475	31,440,979,854
Short-term prepaid expenses	151	15(a)	621,431,000	1,874,166,668
Deductible value added tax	152	20(b)	35,005,369,475	29,566,813,186

The accompanying notes are an integral part of these separate financial statements

Binh Minh Plastics Joint Stock Company
Separate balance sheet as at 31 December 2022 (continued)

Form B 01 – DN

*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

	Code	Note	31/12/2022 VND	1/1/2022 VND
Long-term assets (200 = 210 + 220 + 240 + 250 + 260)	200		946,696,777,700	911,608,502,039
Accounts receivable – long-term	210		20,000,000,000	-
Loans receivable – long-term	215	11	20,000,000,000	-
Fixed assets	220		357,481,102,079	372,369,728,171
Tangible fixed assets	221	12	350,283,684,589	363,035,731,102
Cost	222		1,794,938,034,769	1,643,583,057,982
Accumulated depreciation	223		(1,444,654,350,180)	(1,280,547,326,880)
Intangible assets	227	13	7,197,417,490	9,333,997,069
Cost	228		38,620,263,278	39,045,177,078
Accumulated amortisation	229		(31,422,845,788)	(29,711,180,009)
Long-term work in progress	240		25,071,276,356	20,422,985,140
Construction in progress	242	14	25,071,276,356	20,422,985,140
Long-term financial investments	250		219,725,000,000	219,725,000,000
Investments in subsidiaries	251	5(b)	155,000,000,000	155,000,000,000
Investments in associates	252	5(b)	62,725,000,000	62,725,000,000
Equity investments in other entities	253	5(b)	4,000,000,000	4,000,000,000
Allowance for diminution in the value of long-term financial investments	254	5(b)	(2,000,000,000)	(2,000,000,000)
Other long-term assets	260		324,419,399,265	299,090,788,728
Long-term prepaid expenses	261	15(b)	282,904,681,767	265,598,855,352
Deferred tax assets	262	16	3,881,576,917	4,248,598,496
Long-term tools, supplies and spare parts	263	17	37,633,140,581	29,243,334,880
TOTAL ASSETS (270 = 100 + 200)	270		2,819,440,482,984	2,652,908,156,727

The accompanying notes are an integral part of these separate financial statements

Binh Minh Plastics Joint Stock Company
Separate balance sheet as at 31 December 2022 (continued)

Form B 01 – DN
*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

	Code	Note	31/12/2022 VND	1/1/2022 VND
RESOURCES				
LIABILITIES (300 = 310 + 330)	300		405,478,889,044	546,384,970,568
Current liabilities	310		386,071,004,461	525,141,978,090
Accounts payable to suppliers	311	18	83,922,196,716	218,410,474,579
Advances from customers	312	19	3,157,523,120	13,348,136,839
Taxes payable to State Treasury	313	20(a)	64,583,251,826	16,723,314,342
Payables to employees	314		79,727,365,547	66,811,206,916
Accrued expenses	315	21	98,232,087,256	36,843,553,618
Other payables	319	22	1,288,579,996	105,725,984,858
Short-term borrowings	320	23	55,160,000,000	57,274,254,298
Bonus and welfare fund	322	24	-	10,005,052,640
Long-term liabilities	330		19,407,884,583	21,242,992,478
Provisions	342	25	19,407,884,583	21,242,992,478
EQUITY (400 = 410)	400		2,413,961,593,940	2,106,523,186,159
Owners' equity	410	26	2,413,961,593,940	2,106,523,186,159
Share capital	411	27	818,609,380,000	818,609,380,000
- Ordinary shares with voting rights	411a		818,609,380,000	818,609,380,000
Share premium	412		1,592,782,700	1,592,782,700
Investment and development fund	418		1,052,920,983,784	1,052,920,983,784
Other equity funds	420		44,983,552,000	44,983,552,000
Retained profits	421		495,854,895,456	188,416,487,675
- Retained profits brought forward	421a		75,760,453,175	101,659,051,526
- Retained profit for the current year	421b		420,094,442,281	86,757,436,149
TOTAL RESOURCES	440		2,819,440,482,984	2,652,908,156,727
(440 = 300 + 400)				

24 March 2023

Prepared by:



Pham Manh Tuan
General Accountant



Phung Huu Luan
Chief Accountant

Approved by:




Chaowalit Treejak
General Director

The accompanying notes are an integral part of these separate financial statements

Binh Minh Plastics Joint Stock Company
Separate statement of income for the year ended 31 December 2022

Form B 02 – DN
*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

	Code	Note	2022 VND	2021 VND
Revenue from sales of goods and provision of services	01	30	5,689,318,413,407	4,381,194,422,513
Revenue deductions	02	30	848,693,377	554,844,127
Net revenue from sales of goods and provision of services (10 = 01 - 02)	10	30	5,688,469,720,030	4,380,639,578,386
Cost of goods sold and services provided	11	31	4,145,799,400,801	3,736,525,921,264
Gross profit (20 = 10 - 11)	20		1,542,670,319,229	644,113,657,122
Financial income	21	32	45,418,718,840	48,416,288,593
Financial expenses	22	33	155,101,961,525	122,896,044,985
<i>In which: Interest expense</i>	23		27,578,302	32,743,792
Selling expenses	25	34	479,419,191,426	257,494,919,861
General and administration expenses	26	35	112,358,853,149	71,399,642,650
Net operating profit {30 = 20 + (21 - 22) - (25 + 26)}	30		841,209,031,969	240,739,338,219
Other income	31		3,840,096,009	2,295,987,458
Other expenses	32	36	567,409,018	6,100,574,241
Results of other activities (40 = 31 - 32)	40		3,272,686,991	(3,804,586,783)
Accounting profit before tax (50 = 30 + 40)	50		844,481,718,960	236,934,751,436
Income tax expense – current	51	38	170,251,347,300	41,505,236,208
Income tax expense – deferred	52	38	367,021,579	6,345,906,579
Net profit after tax (60 = 50 - 51 - 52)	60		673,863,350,081	189,083,608,649

24 March 2023

Prepared by:



Pham Manh Tuan
General Accountant



Phung Huu Luan
Chief Accountant

Approved by:



Chaowalit Treejak
General Director

The accompanying notes are an integral part of these separate financial statements

Binh Minh Plastics Joint Stock
Separate statement of cash flows for the year ended 31 December 2022
(Indirect method)

Form B 03 – DN

*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

	Code	2022 VND	2021 VND
CASH FLOWS FROM OPERATING ACTIVITIES			
Accounting profit before tax	01	844,481,718,960	236,934,751,436
Adjustments for			
Depreciation and and amortisation	02	168,310,838,336	189,331,233,781
Allowances and provisions	03	(1,378,236,197)	(5,996,614,984)
Exchange (gains)/losses arising from revaluation of monetary items denominated in foreign currencies	04	(148,377,709)	36,237,785
Profits from investing activities	05	(44,131,701,871)	(47,744,368,330)
Interest expense	06	27,578,302	32,743,792
Operating profit before changes in working capital	08	967,161,819,821	372,593,983,480
Change in receivables and other assets	09	(12,710,873,549)	(18,040,836,452)
Change in inventories and long-term tools, supplies and spare parts	10	38,050,088,304	(219,170,974,287)
Change in payables and other liabilities	11	(72,316,965,716)	(98,010,093,100)
Change in prepaid expenses	12	(13,807,809,732)	2,543,009,707
		906,376,259,128	39,915,089,348
Interest paid	14	(27,578,302)	(36,856,792)
Corporate income tax paid	15	(122,427,154,415)	(49,080,499,628)
Other payments for operating activities	17	(13,382,242,928)	(8,593,737,225)
Net cash flows from operating activities	20	770,539,283,483	(17,796,004,297)

The accompanying notes are an integral part of these separate financial statements

Binh Minh Plastics Joint Stock
Separate statement of cash flows for the year ended 31 December 2022
(Indirect method – continued)

Form B 03 – DN

*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

	Code	2022 VND	2021 VND
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for additions to fixed assets and other long-term assets	21	(67,507,458,539)	(157,307,255,839)
Proceeds from disposals of fixed assets	22	180,391,320	-
Payments for loans granted to an associate	23	(20,000,000,000)	-
Receipts from collecting loans	24	5,000,000,000	5,000,000,000
Payments for placement of term deposit at banks	23	(680,000,000,000)	(1,205,000,000,000)
Receipts from collection of term deposits at banks	24	580,000,000,000	1,565,000,000,000
Receipts of interest and dividends	27	38,631,844,794	66,933,439,127
Net cash flows from investing activities	30	(143,695,222,425)	274,626,183,288
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings	33	1,320,000,000	2,154,254,298
Payments to settle loan principals	34	(3,434,254,298)	(10,000,000)
Payments of dividends	36	(466,607,346,600)	(284,876,064,240)
Net cash flows from financing activities	40	(468,721,600,898)	(282,731,809,942)
Net cash flows during the year (50 = 20 + 30 + 40)	50	158,122,460,160	(25,901,630,951)
Cash and cash equivalents at the beginning of the year	60	157,215,352,903	183,137,712,079
Effect of exchange rate fluctuations on cash and cash equivalents	61	15,656,349	(20,728,225)
Cash and cash equivalents at the end of the year (70 = 50 + 60 + 61) (Note 4)	70	315,353,469,412	157,215,352,903

24 March 2023

Prepared by:


Pham Manh Tuan
General Accountant


Phung Huu Luan
Chief Accountant

Approved by:




Chaowalit Treejak
General Director

The accompanying notes are an integral part of these separate financial statements

Binh Minh Plastics Joint Stock

Notes to the separate financial statements for the year ended 31 December 2022

Form B 09 – DN

*(Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

These notes form an integral part of and should be read in conjunction with the accompanying separate financial statements.

1. Reporting entity

(a) Ownership structure

Binh Minh Plastics Joint Stock Company (“the Company”) was converted from a State-owned Enterprise into a Joint Stock Company in accordance with Decision No. 209/2003/QĐ-BCN dated 4 December 2003 of the Ministry of Industry.

The Company’s shares have been officially traded on the Vietnam stock exchange since 11 July 2006 with the security code of BMP.

(b) Principal activities

The principal activities of the Company are to manufacture and trade civil and industrial products from plastics and rubber; design, manufacture and trade molds for plastics and casting industry; manufacture and trade machinery and equipment, supplies and sanitary equipment for construction and interior decoration industry; consult and execute water supply and drainage works, yards and services of chemical inspection, analysis and testing; trade, import and export raw materials, chemicals, supplies, machinery and equipment for plastics, engineering, construction, water supply and drainage and laboratory equipment.

(c) Normal operating cycle

The normal operating cycle of the Company is generally within 12 months.

Binh Minh Plastics Joint Stock

Notes to the separate financial statements for the year ended 31 December 2022 (continued)

Form B 09 – DN

*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

(d) Company structure

As at 31 December 2022 and 1 January 2022, the Company had 2 dependent branches as follows:

No.	Name	Address
1	Binh Minh Plastics Joint Stock Company – Binh Duong Binh Minh Plastic Branch	No. 7 Street No. 2, Song Than 1 Industrial Zone, Di An City, Binh Duong Province, Vietnam.
2	Binh Minh Plastics Joint Stock Company – Long An Binh Minh Plastic Branch	Lot C1-6 to C1-30, Vinh Loc 2 Industrial Zone, Vinh Loc 2 Street, Voi La Hamlet, Long Hiep Commune, Ben Luc District, Long An Province, Vietnam.

Binh Minh Plastics Joint Stock**Notes to the separate financial statements for the year ended 31 December 2022 (continued)****Form B 09 – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

As at 31 December 2022 and 1 January 2022, the Company had 1 subsidiary and 2 associates as follows:

No.	Name	Principal activities	Address	Percentage of equity owned and voting rights	
				31/12/2022	1/1/2022
Subsidiary					
1	Northern Binh Minh Plastics One Member Limited Company	Manufacturing and trading civil and industrial products from plastics and rubber.	Street D1, Zone D, Pho Noi A Industrial Zone, Van Lam District, Hung Yen Province, Vietnam.	100%	100%
Associates					
1	Danang Plastics Joint Stock Company	Manufacturing and trading, import and export plastics products, materials and equipment.	Lot Q, Streets No.4 and No.7, Lien Chieu Industrial Park, Hoa Hiep Bac Ward, Lien Chieu District, Da Nang City, Vietnam.	29.05%	29.05%
2	Binh Minh Viet Real Estate Investment and Trading Joint Stock Company	Trading real estate, trading materials and other installation equipment in construction.	240 Hau Giang, Ward 9, District 6, Ho Chi Minh City, Vietnam	26%	26%

All subsidiary and associates are incorporated in Vietnam.

As at 31 December 2022, the Company had 1,185 employees (1/1/2022: 1,227 employees).

Binh Minh Plastics Joint Stock Company
Notes to the separate financial statements for the year ended 31 December 2022
(continued)

Form B 09 – DN
*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

2. Basis of preparation

(a) Statement of compliance

These separate financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to financial reporting.

The Company also prepares and issues its consolidated financial statements separately. For a comprehensive understanding of the Company's consolidated financial position, its consolidated results of operations and its consolidated cash flows, these separate financial statements should be read in conjunction with the consolidated financial statements.

(b) Basis of measurement

The separate financial statements, except for the separate statement of cash flows, are prepared on the accrual basis using the historical cost concept. The separate statement of cash flows is prepared using the indirect method.

(c) Annual accounting period

The annual accounting period of the Company are from 1 January to 31 December.

(d) Accounting and presentation currency

The Company's accounting currency is Vietnam Dong ("VND"), which is also the currency used for financial statements presentation purposes.

3. Summary of significant accounting policies

The following significant accounting policies have been adopted by the Company in the preparation of these separate financial statements.

(a) Foreign currency transactions

Transactions in currencies other than VND during the year have been translated into VND at actual rates of exchange ruling at the transaction dates.

Monetary assets and liabilities denominated in currencies other than VND are translated into VND at the account transfer buying rate and account transfer selling rate, respectively, at the end of the annual accounting period quoted by the commercial bank where the Company most frequently conduct transactions.

All foreign exchange differences are recorded in the separate statement of income.

Binh Minh Plastics Joint Stock Company
Notes to the separate financial statements for the year ended 31 December 2022
(continued)

Form B 09 – DN
*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

(b) Cash and cash equivalents

Cash comprises cash on hand and call deposits. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

(c) Investments

(i) *Held-to-maturity investments*

Held-to-maturity investments are those that the Company's Board of Management has the intention and ability to hold until maturity. Held-to-maturity investments comprise term deposits at banks. These investments are stated at cost less allowance for doubtful debts.

(ii) *Investments in subsidiaries and associates*

For the purpose of these separate financial statements, investments in subsidiaries and associates are initially recognised at cost which includes purchase price plus any directly attributable transaction costs. Subsequent to initial recognition, these investments are stated at cost less allowance for diminution in value.

An allowance is made for diminution in investment value if the investee has suffered a loss which may cause the Company to lose its invested capital, unless there is evidence that the value of the investment has not been diminished. The allowance is reversed if the investee subsequently made a profit that offsets the previous loss for which the allowance had been made. An allowance is reversed only to the extent that the investment's carrying amount does not exceed the carrying amount that would have been determined if no allowance had been recognised.

(iii) *Investments in equity instruments of other entities*

Investments in equity instruments of other entities are initially recognised at cost which include purchase price plus any directly attributable transaction costs. Subsequent to initial recognition, these investments are stated at cost less allowance for diminution in value.

An allowance is made for diminution in investment values if the investee has suffered a loss which may cause the Company to lose its invested capital unless there is evidence that the value of the investment has not been diminished. The allowance is reversed if the investee subsequently made a profit that offsets the previous loss for which the allowance had been made. An allowance is reversed only to the extent that the investment's carrying amount does not exceed the carrying amount that would have been determined if no allowance had been recognised.

Binh Minh Plastics Joint Stock Company
Notes to the separate financial statements for the year ended 31 December 2022
(continued)

Form B 09 – DN
*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

(d) Accounts receivable

Accounts receivable from customers and other receivables are stated at cost less allowance for doubtful debts.

Allowance for doubtful debts are made based on the overdue status of receivables or expected losses on undue debts which may occur when an economic organisation is bankrupted or liquidated; or debtor is missing, running away, being prosecuted, in prison, under a trial or pending execution of sentences or deceased.

Allowance for doubtful debts based on overdue status are made as follows:

<i>Overdue status</i>	<i>Allowance rate</i>
From over (06) months to less than (01) year	30%
From (01) to less than (02) years	50%
From (02) to less than (03) years	70%
From (03) years and above	100%

For overdue debts, the Company's Board of Management also assesses the expected recovery of these debts to determine the allowance level.

Allowance for doubtful debts based on the expected losses of undue debts is determined by the Company's Board of Management after giving consideration to the recovery of these debts.

(e) Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined on a weighted average basis and includes all costs incurred in bringing the inventories to their present location and condition. Cost in the case of finished goods and work in progress includes raw materials, direct labour and attributable manufacturing overheads. Net realisable value is the estimated selling price of inventory items, less the estimated costs of completion and estimated costs to sell.

The Company applies the perpetual method of accounting for inventories.

Binh Minh Plastics Joint Stock Company
Notes to the separate financial statements for the year ended 31 December 2022
(continued)

Form B 09 – DN
*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

(f) Tangible fixed assets

(i) Cost

Tangible fixed assets are stated at cost less accumulated depreciation. The initial cost of a tangible fixed asset comprises its purchase price, including import duties, non-refundable purchase taxes and any directly attributable costs of bringing the asset to its working condition for its intended use. Expenditure incurred after tangible fixed assets have been put into operation, such as repair, maintenance and overhaul cost, is charged to the separate statement of income in the year in which the cost is incurred. In situations where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefits expected to be obtained from the use of tangible fixed assets beyond their originally assessed standard of performance, the expenditure is capitalised as an additional cost of tangible fixed assets.

(ii) Depreciation

Depreciation is computed on a straight-line basis over the estimated useful lives of tangible fixed assets. The estimated useful lives are as follows:

▪ buildings and structures	5 – 10 years
▪ machinery and equipment	5 – 8 years
▪ motor vehicles	6 – 8 years
▪ office equipment	3 – 5 years

(g) Intangible fixed assets

(i) Land use rights

Land use rights are stated at cost less accumulated amortisation. The initial cost of a land use right comprises its lease price and any directly attributable costs incurred in conjunction with securing the land use right. Amortisation is computed on a straight-line basis over a period ranging from 45 to 50 years. Land use rights with indefinite term are not amortised.

(ii) Software

Cost of acquiring new software, which is not an integral part of the related hardware, is capitalised and treated as an intangible asset. Software cost is amortised on a straight-line basis within 3 years.

(h) Construction in progress

Construction in progress represents the costs of tangible and intangible fixed assets which have not been fully completed or installed. No depreciation is provided for construction in progress during the period of construction and installation.

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(i) Long-term prepaid expenses

(i) *Prepaid land costs*

Prepaid land costs comprise prepaid land lease rentals, including those for which the Company obtained land use rights certificate but are not qualified as intangible fixed assets under prevailing laws and regulations, and other costs incurred in conjunction with securing the use of leased land. These costs are recognised in the separate statement of income on a straight-line basis over the term of lease from 41 to 45 years.

(ii) *Tools and instruments*

Tools and instruments include assets held for use by the Company in the normal course of business, not qualified for recognition as fixed assets under prevailing regulations. Cost of tools and instruments are amortised on a straight-line basis over a period ranging from 2 to 3 years.

(iii) *Overhaul expenditure*

Overhaul expenditure represents repair expenses of factories and machinery, which are stated at their cost and amortised on a straight-line basis over 3 years.

(j) Accounts payable to suppliers and other payables

Accounts payable to suppliers and other payables are stated at their cost.

(k) Provisions

A provision is recognised if, as a result of a past event, the Company have a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

Severance allowance

Under the Vietnamese Labour Code, when an employee who has worked for 12 months or more (“the eligible employees”) voluntarily terminates his/her labour contract, the employer is required to pay the eligible employee severance allowance calculated based on years of service and employee’s compensation at termination. Provision for severance allowance has been provided based on employees’ years of service and their average salary for the six-month period prior to the end of the annual accounting period. For the purpose of determining the number of years of service by an employee, the period for which the employee participated in and contributed to unemployment insurance in accordance with prevailing laws and regulations and the period for which severance allowance has been paid by the Company are excluded

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(l) Share capital

(i) Ordinary shares

Ordinary shares are recognised at par value.

(ii) Share premium

The difference between the issuance price and the par value of ordinary share is recorded in share premium under equity. Incremental costs directly attributable to the issue of shares, net of tax effects, are recognised as a deduction from share premium.

(m) Bonus and welfare fund

This fund is established by appropriating from retained profits as approved by shareholders at Annual General Meeting of Shareholders. This fund is used to pay bonus and welfare to the Company's employees.

(n) Equity funds

(i) Investment and development fund

Investment and development fund is established by appropriating from retained profits at the rate approved by the shareholders at Annual General Meeting of Shareholders. This fund is established for the purpose of future business expansion.

(ii) Other equity funds

Other equity funds were appropriated from retained profits in accordance with the resolution of shareholders at Annual General Meeting of Shareholders. These funds are established for the purpose of supplementing share capital in the future.

(o) Taxation

Income tax on the profit or loss for the year comprises current and deferred tax. Income tax is recognised in the separate statement of income except to the extent that it relates to items recognised directly to equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted at the end of the annual accounting period, and any adjustment to tax payable in respect of previous periods.

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Deferred tax is provided using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amounts of assets and liabilities using the tax rates enacted or substantively enacted at the end of the annual accounting period.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

(p) Revenue and other income

(i) Goods sold

Revenue from sales of goods is recognised in the separate statement of income when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due or the possible return of goods. Revenue on sales of goods is recognised at the net amount after deducting sales discounts stated on the invoice.

(ii) Services rendered

Revenue from services rendered is recognised in the separate statement of income when the services are rendered to customers. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due.

(iii) Interest income

Interest income is recognised in the separate statement of income on a time proportion basis with reference to the principal outstanding and the applicable interest rate.

(iv) Dividend income

Dividend income is recognised when the right to receive dividend is established. Share dividends are not recognised as income. Dividends received which are attributable to the period before investment acquisition date are deducted from the carrying amount of the investment.

(q) Operating lease payments

Payments made under operating leases are recognised in the separate statement of income on a straight-line basis over the term of the lease. Lease incentives received are recognised in the separate statement of income as an integral part of the total lease expense, over the term of the lease.

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(r) Borrowing costs

Borrowing costs are recognised as an expense in the year in which they are incurred, except where the borrowing costs relate to borrowings in respect of the construction of qualifying assets, in which case the borrowing costs incurred during the period of construction are capitalised as part of the cost of the assets concerned.

(s) Related parties

Parties are considered to be related to the Company if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions, or where the Company and the other party are subject to common control or significant influence. Related parties may be individuals or corporate entities and include close family members of any individual considered to be a related party.

(t) Comparative information

Comparative information in these separate financial statements is presented as corresponding figures. Under this method, comparative information for the prior year is included as an integral part of the current year financial statements and is intended to be read only in relation to the amounts and other disclosures relating to the current year. Accordingly, the comparative information included in these separate financial statements is not intended to present the Company's unconsolidated financial position, unconsolidated results of operations or unconsolidated cash flows for the prior year.

4. Cash and cash equivalents

	31/12/2022 VND	1/1/2022 VND
Cash on hand	414,285,371	932,957,055
Cash in banks	34,939,184,041	36,282,395,848
Cash equivalents	280,000,000,000	120,000,000,000
	315,353,469,412	157,215,352,903

Cash equivalents represented term deposits at banks with original terms to maturity of three months or less and earned interest at 6.0% per annum as at 31 December 2022 (1/1/2022: 3.4% per annum).

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	31/12/2022			1/1/2022		
	Annual interest rate	Cost VND	Fair value VND	Annual interest rate	Cost VND	Fair value VND
Held-to-maturity investments – short-term						
▪ Term deposits with original terms to maturity of more than 3 months to 12 months	5.0% - 11.5%	780,000,000,000	780,000,000,000	4.6% - 7.0%	680,000,000,000	680,000,000,000

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(b) Equity investments in other entities

	31/12/2022					1/1/2022				
	Quantity shares	% of equity and voting rights	Cost VND	Allowance for diminution in value VND	Fair value VND	Quantity shares	% of equity and voting rights	Cost VND	Allowance for diminution in value VND	Fair value VND
<i>Equity investments in:</i>										
<i>Subsidiary</i>										
▪ Northern Binh Minh Plastics One Member Limited Company		100%	155,000,000,000	-	(*)		100%	155,000,000,000	-	(*)
<i>Associates</i>										
▪ Danang Plastics Joint Stock Company	650,000	29.05%	8,125,000,000	-	(*)	650,000	29.05%	8,125,000,000	-	(*)
▪ Binh Minh Viet Real Estate Investment and Trading Joint Stock Company	5,460,000	26%	54,600,000,000	-	(*)	5,460,000	26%	54,600,000,000	-	(*)
<i>Other entities</i>										
▪ Tan Tien Plastic Joint Stock Company (**)	20,000	3%	4,000,000,000	(2,000,000,000)	(*)	20,000	3%	4,000,000,000	(2,000,000,000)	(*)
			<u>221,725,000,000</u>	<u>(2,000,000,000)</u>				<u>221,725,000,000</u>	<u>(2,000,000,000)</u>	

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- (*) The Company has not determined fair values of these investments for disclosure in the separate financial statements because information about their market prices is not available and there is currently no guidance on determination of fair value using valuation techniques under the Vietnamese Accounting Standards or the Vietnamese Accounting System for enterprises. The fair values of these investments may differ from their carrying amounts.
- (**) Tan Tien Plastic Joint Stock Company is a joint stock company established under Business Registration Certificate No. 0302706634 issued by the Department of Planning and Investment of Ho Chi Minh City. The principal activities of Tan Tien Plastic Joint Stock Company are to produce and trade consumer products from plastics, engineering plastics, plastics plating, high quality and large-sized plastic products for technical businesses and investment projects.

6. Accounts receivable from customers

Accounts receivable from customers detailed by significant customers

	31/12/2022	1/1/2022
	VND	VND
Duc Tuong Group Joint Stock Company	81,746,021,123	89,807,755,069
Phuong Hoang Trading Manufacturing Co., Ltd.	67,048,961,712	29,923,968,400
Other customers	101,529,012,779	88,724,453,328
	250,323,995,614	208,456,176,797

7. Prepayments to suppliers

	31/12/2022	1/1/2022
	VND	VND
Eplas Company Limited	11,801,767,896	120,009,071,778
Bong Sen Plastic Chemical Technology Co., Ltd	17,391,575,157	15,126,321,237
Other supplies	13,854,243,071	29,868,652,558
	43,047,586,124	165,004,045,573

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	31/12/2022 VND	1/1/2022 VND
Interest receivables	11,264,310,501	5,944,844,744
Short-term deposits	4,277,337,286	9,168,638,476
Advances to employees	200,000,000	300,000,000
Others	351,857,707	410,387,000
	16,093,505,494	15,823,870,220

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Notes to the separate financial statements for the year ended 31 December 2022 (continued)

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9. Allowance for doubtful debts

	Overdue days	31/12/2022				Overdue days	1/1/2022		
		Cost VND	Allowance VND	Recoverable amount VND			Cost VND	Allowance VND	Recoverable amount VND
Overdue debts									
Duc Thanh Plastic Trading Company Limited	Over 7 years	34,844,128,351	(34,844,128,351)	-	Over 6 years	34,844,128,351	(34,844,128,351)	-	
Thanh Tuyet Private Enterprise	Over 7 years	20,992,959,002	(20,992,959,002)	-	Over 6 years	20,992,959,002	(20,992,959,002)	-	
Other customers		-	-	-	Over 3 years	790,992,510	(776,550,390)	14,442,120	
		55,837,087,353	(55,837,087,353)	-		56,628,079,863	(56,613,637,743)	14,442,120	

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Notes to the separate financial statements for the year ended 31 December 2022
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Movements of allowance for doubtful debts during the year were as follows:

	2022 VND	2021 VND
Opening balance	56,613,637,743	64,250,013,283
Allowance made during the year	48,140,400	1,911,770,388
Allowance reversed during the year	(824,690,790)	(9,548,145,928)
Closing balance	<u>55,837,087,353</u>	<u>56,613,637,743</u>

10. Inventories

	31/12/2022		1/1/2022	
	Cost VND	Allowance VND	Cost VND	Allowance VND
Goods in transit	15,462,382,736	-	44,077,842,937	-
Raw materials	145,122,897,540	-	193,627,309,692	-
Tools and supplies	2,476,924,789	-	1,940,051,010	-
Work in progress	44,682,384,831	-	21,885,866,010	-
Finished goods	248,840,036,466	-	247,318,751,250	-
Merchandise inventories	31,458,167,635	-	25,632,867,103	-
	<u>488,042,793,997</u>	<u>-</u>	<u>534,482,688,002</u>	<u>-</u>

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11. Loans receivable

(a) Loan receivable – short-term

	Annual interest rate	Maturity date	31/12/2022 VND	1/1/2022 VND
Loan to Danang Plastics Joint Stock Company – an associate	6%	2022	-	5,000,000,000

The loan is unsecured and denominated in VND.

(b) Loan receivable – long-term

	Annual interest rate	Maturity	31/12/2022 VND	1/1/2022 VND
Loan to Danang Plastics Joint Stock Company – an associate	5.4%	2027	20,000,000,000	-

The loan is unsecured and denominated in VND.

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12. Tangible fixed assets

	Buildings and structures VND	Machinery and equipment VND	Motor vehicles VND	Office equipment VND	Total VND
Cost					
Opening balance	464,086,851,019	1,136,825,830,140	33,289,833,979	9,380,542,844	1,643,583,057,982
Additions	-	123,518,289,750	1,762,819,000	1,453,142,388	126,734,251,138
Transfers from construction in progress	-	26,687,961,106	-	-	26,687,961,106
Disposals	-	(1,101,852,000)	(255,716,000)	(709,667,457)	(2,067,235,457)
Closing balance	464,086,851,019	1,285,930,228,996	34,796,936,979	10,124,017,775	1,794,938,034,769
Accumulated depreciation					
Opening balance	352,860,614,331	892,692,743,940	27,542,525,296	7,451,443,313	1,280,547,326,880
Charge for the year	53,808,015,834	108,248,203,711	2,849,700,486	1,268,338,726	166,174,258,757
Disposals	-	(1,101,852,000)	(255,716,000)	(709,667,457)	(2,067,235,457)
Closing balance	406,668,630,165	999,839,095,651	30,136,509,782	8,010,114,582	1,444,654,350,180
Net book value					
Opening balance	111,226,236,688	244,133,086,200	5,747,308,683	1,929,099,531	363,035,731,102
Closing balance	57,418,220,854	286,091,133,345	4,660,427,197	2,113,903,193	350,283,684,589

Included in tangible fixed assets were assets costing VND894,709 million which were fully depreciated as at 31 December 2022 (1/1/2022: VND777,164 million), but which are still in active use.

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13. Intangible fixed assets

	Land use rights VND	Software VND	Total VND
Cost			
Opening balance	9,570,664,750	29,474,512,328	39,045,177,078
Disposals	-	(424,913,800)	(424,913,800)
Closing balance	9,570,664,750	29,049,598,528	38,620,263,278
Accumulated amortisation			
Opening balance	3,782,550,378	25,928,629,631	29,711,180,009
Charge for the year	157,908,437	1,978,671,142	2,136,579,579
Disposals	-	(424,913,800)	(424,913,800)
Closing balance	3,940,458,815	27,482,386,973	31,422,845,788
Net book value			
Opening balance	5,788,114,372	3,545,882,697	9,333,997,069
Closing balance	5,630,205,935	1,567,211,555	7,197,417,490

Included in intangible fixed assets were assets costing VND25,110 million which were fully depreciated as at 31 December 2022 (1/1/2022: VND22,540 million), but which are still in active use.

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14. Construction in progress

	2022 VND	2021 VND
Opening balance	20,422,985,140	14,553,656,580
Additions	33,581,533,337	54,234,841,266
Transfers to tangible fixed assets	(26,687,961,106)	(45,494,021,456)
Transfers to intangible fixed assets	-	(2,871,491,250)
Transfers to long-term prepaid expenses	(2,245,281,015)	-
Closing balance	25,071,276,356	20,422,985,140

Major construction in progress were as follows:

	31/12/2022 VND	1/1/2022 VND
Machinery and equipment	25,071,276,356	20,422,985,140

15. Prepaid expenses

(a) Short-term prepaid expenses

	31/12/2022 VND	1/1/2022 VND
Tools and instruments	-	1,180,845,768
Other short-term prepaid expenses	621,431,000	693,320,900
	621,431,000	1,874,166,668

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	Prepaid land costs VND	Tools and instruments VND	Overhaul expenditure VND	Total VND
Opening balance	206,384,788,275	55,727,713,111	3,486,353,966	265,598,855,352
Additions	-	53,159,375,844	10,357,685,533	63,517,061,377
Transfers from construction in progress	-	2,245,281,015	-	2,245,281,015
Amortisation for the year	(5,380,940,528)	(38,616,152,777)	(4,459,422,672)	(48,456,515,977)
Closing balance	201,003,847,747	72,516,217,193	9,384,616,827	282,904,681,767

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16. Deferred tax assets

	Tax rate	31/12/2022 VND	1/1/2022 VND
Accrued expenses and provisions	20%	3,881,576,917	4,248,598,496

17. Long-term tools, supplies and spare parts

Long-term tools, supplies and spare parts are related to tools, supplies and spare parts not qualified for recognition as fixed assets used for production and business activities of the Company. Costs of long-term tools, supplies and spare parts when being issued for use are recorded in production and business costs for the year.

18. Accounts payable to suppliers

(a) Accounts payable to suppliers detailed by significant suppliers

	Cost and amount within payment capacity	
	31/12/2022 VND	1/1/2022 VND
TPC Vina Plastic and Chemical Corporation Ltd.	16,698,012,100	87,266,553,000
AGC Chemicals Vietnam Co., Ltd.	6,926,319,400	44,164,885,600
Northern Binh Minh Plastics One Member Limited Company	12,119,700,103	19,733,632,223
Other suppliers	48,178,165,113	67,245,403,756
	83,922,196,716	218,410,474,579

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(b) Accounts payable to suppliers who are related parties

	Cost and amount within payment capacity	
	31/12/2022	1/1/2022
	VND	VND
Subsidiary		
Northern Binh Minh Plastics One Member Limited Company	12,119,700,103	19,733,632,223
Associate		
Danang Plastics Joint Stock Company	675,133,838	811,452,359
Other related companies		
TPC Vina Plastic and Chemical Corporation Ltd.	16,698,012,100	87,266,553,000
SCG Performance Chemicals Co., Ltd.	-	1,563,142,350
Thai Polyethylene Co., Ltd. (formerly known as "SCG Plastics Co., Ltd")	5,834,949,120	24,599,196,120
	35,327,795,161	133,973,976,052

The trade related amounts due to the related parties were unsecured, interest free and are payable within 14 to 30 days from invoice date.

19. Advances from customers

	31/12/2022	1/1/2022
	VND	VND
Lan Thanh Construction – Production – Trading & Services Co., Ltd.	670,405,826	2,839,655,258
Van Nhi Minh Liem Co., Ltd.	779,356,797	3,459,302,009
Others	1,707,760,497	7,049,179,572
	3,157,523,120	13,348,136,839

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20. Taxes

(a) Taxes payable to State Treasury

	1/1/2022 VND	Incurred VND	Paid VND	Net-off/Refunded VND	31/12/2022 VND
Value added tax	-	668,608,138,172	(123,842,692,656)	(544,765,445,516)	-
Import-export tax	-	818,151,400	(818,151,400)	-	-
Corporate income tax	14,979,312,187	170,251,347,300	(122,427,154,415)	98,099,128	62,901,604,200
Personal income tax	1,744,002,155	37,061,837,882	(31,507,534,559)	(5,616,657,852)	1,681,647,626
Other taxes	-	624,183,266	(624,183,266)	-	-
	16,723,314,342	877,363,658,020	(279,219,716,296)	(550,284,004,240)	64,583,251,826

(b) Deductible value added tax

	1/1/2022 VND	Incurred VND	Net-off VND	31/12/2022 VND
Deductible value added tax	29,566,813,186	550,204,001,805	(544,765,445,516)	35,005,369,475

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21. Accrued expenses

	31/12/2022	1/1/2022
	VND	VND
Payment discounts	12,619,450,168	13,895,338,315
Selling expenses for distribution network	78,662,751,177	14,495,762,169
Other expenses	6,949,885,911	8,452,453,134
	98,232,087,256	36,843,553,618

22. Other payables

	31/12/2022	1/1/2022
	VND	VND
Dividends payable	350,414,300	102,676,586,800
Short-term deposits received	323,030,450	323,030,450
Surplus assets awaiting resolution	-	393,273,928
Trade union fee	220,869,300	221,829,800
Others	394,265,946	2,111,263,880
	1,288,579,996	105,725,984,858

Binh Minh Plastics Joint Stock Company

Notes to the separate financial statements for the year ended 31 December 2022 (continued)

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23. Short-term borrowings

	1/1/2022		Movements during the year		31/12/2022	
	Carrying amount VND	Amount within repayment capacity VND	Increase VND	(Decrease) VND	Carrying amount VND	Amount within repayment capacity VND
Short-term borrowings	57,274,254,298	57,274,254,298	1,320,000,000	(3,434,254,298)	55,160,000,000	55,160,000,000

Terms and conditions of outstanding short-term borrowings were as follows:

	Currency	Annual interest rate	31/12/2022 VND	1/1/2022 VND
<i>Loans from:</i>				
Binh Minh Viet Real Estate Investment and Trading Joint Stock Company – an associate (i)	VND	-	54,600,000,000	54,600,000,000
Third parties (ii)	VND	5.39 %	560,000,000	2,674,254,298
			<u>55,160,000,000</u>	<u>57,274,254,298</u>

(i) This is a revolving loan and is unsecured.

(ii) This balance includes deposits received from third parties to guarantee for the payment obligation of the Company's customers.

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24. Bonus and welfare fund

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

	2022 VND	2021 VND
Opening balance	10,005,052,640	10,005,052,640
Utilisation during the year	(10,005,052,640)	-
Closing balance	-	10,005,052,640

25. Provisions

Long-term provisions represented provision for severance allowance. Movements of provision for severance allowance during the year were as follows:

	2022 VND	2021 VND
Opening balance	21,242,992,478	22,972,525,377
Provision made during the year	(601,685,807)	1,639,760,556
Provision used during the year	(1,233,422,088)	(3,369,293,455)
Closing balance	19,407,884,583	21,242,992,478

Binh Minh Plastics Joint Stock Company**Notes to the separate financial statements for the year ended 31 December 2022 (continued)****Form B 09 – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***26. Changes in owners' equity**

	Share capital VND	Share premium VND	Investment and development fund VND	Other equity funds VND	Retained profits VND	Total VND
Balance at 1 January 2021	818,609,380,000	1,592,782,700	1,052,920,983,784	44,983,552,000	391,759,559,536	2,309,866,258,020
Net profit for the year	-	-	-	-	189,083,608,649	189,083,608,649
Payment to Board of Directors and Supervisory Board	-	-	-	-	(5,224,443,770)	(5,224,443,770)
Dividends of 2020	-	-	-	-	(284,876,064,240)	(284,876,064,240)
Interim dividends of 2021 (Note 28)	-	-	-	-	(102,326,172,500)	(102,326,172,500)
Balance at 1 January 2022	818,609,380,000	1,592,782,700	1,052,920,983,784	44,983,552,000	188,416,487,675	2,106,523,186,159
Net profit for the year	-	-	-	-	673,863,350,081	673,863,350,081
Payment to the Board of Directors and Supervisory Board	-	-	-	-	(2,143,768,200)	(2,143,768,200)
Dividends of 2021	-	-	-	-	(110,512,266,300)	(110,512,266,300)
Interim dividends of 2022 (Note 28)	-	-	-	-	(253,768,907,800)	(253,768,907,800)
Balance at 31 December 2022	818,609,380,000	1,592,782,700	1,052,920,983,784	44,983,552,000	495,854,895,456	2,413,961,593,940

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The Company's authorised and issued share capital are:

	31/12/2022		1/1/2022	
	Number of shares	VND	Number of shares	VND
Authorised and issued share capital				
Ordinary shares	81,860,938	818,609,380,000	81,860,938	818,609,380,000
Shares in circulation				
Ordinary shares	81,860,938	818,609,380,000	81,860,938	818,609,380,000

All ordinary shares have a par value of VND10,000. Each share is entitled to one vote at meetings of the Company. Shareholders are entitled to receive dividends as declared by the Company from time to time. All ordinary shares are ranked equally with regard to the Company's residual assets.

There was no movement in share capital during the year.

Details of shareholders at the reporting date were as follows:

	At 31/12/2022		At 1/1/2022	
	Share capital VND	% equity owned	Share capital VND	% equity owned
Nawaplastic Industries Co., Ltd.	445,898,110,000	54.47%	445,259,110,000	54.4%
Other shareholders	372,711,270,000	45.53%	373,350,270,000	45.6%
	<u>818,609,380,000</u>	<u>100%</u>	<u>818,609,380,000</u>	<u>100%</u>

The parent company, Nawaplastic Industries Co., Ltd and the ultimate parent company, the Siam Cement Public Co., Ltd are incorporated in Thailand.

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28. Dividends

The Annual General Meeting of Shareholders of the Company on 26 April 2022 resolved to distribute dividends amounting to VND212,838 million in cash, equivalent to 99,3% profit after tax of 2021, in which the interim dividends amounting to VND102,326 million, equivalent to VND1.250/share were paid in 2021. The Board of Directors of the Company on 11 October 2022 resolved to distribute the interim dividend of 2022 amounting to VND253,769 million, equivalent to VND3,100 per share (2021: the Annual General Meeting of Shareholders of the Company on 27 April 2021 resolved to distribute dividends amounting to VND517,361 million in cash, equivalent to 99% profit after tax of 2020, in which the interim dividends amounting to VND232,485 million were paid in 2020).

29. Off balance sheet items

(a) Foreign currencies

	31/12/2022		1/1/2022	
	Original currency	VND equivalent	Original currency	VND equivalent
USD	32,333	755,307,289	29,751	671,922,044
THB	37,950	25,332,764	93,920	63,302,080
		<u>780,640,053</u>		<u>735,224,124</u>

(b) Capital expenditure commitments

At the reporting date, the Company had the following outstanding capital expenditure commitments approved but not provided for in the separate balance sheet:

	31/12/2022 VND	1/1/2022 VND
Approved and contracted	20,503,572,713	16,431,510,289
	<u>20,503,572,713</u>	<u>16,431,510,289</u>

Binh Minh Plastics Joint Stock Company**Notes to the separate financial statements for the year ended 31 December 2022
(continued)****Form B 09 – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***30. Revenue from sales of goods and provision of services**

Total revenue represents the gross value of goods sold and services rendered exclusive of value added tax.

	2022 VND	2021 VND
Total revenue		
▪ Sales of finished goods	5,448,035,132,795	4,211,777,270,625
▪ Sales of supplies and merchandise goods	241,274,212,612	169,399,816,888
▪ Provision of transportation service	9,068,000	17,335,000
	5,689,318,413,407	4,381,194,422,513
Less revenue deductions		
▪ Sales returns	(848,693,377)	(554,844,127)
	(848,693,377)	(554,844,127)
Net revenue	5,688,469,720,030	4,380,639,578,386

31. Cost of goods sold and services provided

	2022 VND	2021 VND
Total cost of sales:		
▪ Finished goods sold	3,909,620,149,920	3,567,029,419,152
▪ Supplies and merchandise goods sold	236,172,929,881	169,491,167,112
▪ Transportation service rendered	6,321,000	5,335,000
	4,145,799,400,801	3,736,525,921,264

Binh Minh Plastics Joint Stock Company**Notes to the separate financial statements for the year ended 31 December 2022
(continued)****Form B 09 – DN***(Issued under Circular No. 200/2014/TT-BTC
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	2022 VND	2021 VND
Interest income	43,596,310,551	46,620,368,330
Dividends	355,000,000	1,124,000,000
Unrealised foreign exchange gains	148,377,709	-
Other financial income	1,319,030,580	671,920,263
	45,418,718,840	48,416,288,593

33. Financial expenses

	2022 VND	2021 VND
Payment discounts	154,591,469,696	122,386,348,716
Unrealised foreign exchange losses	-	36,237,785
Realised foreign exchange losses	482,913,527	440,714,692
Interest expense	27,578,302	32,743,792
	155,101,961,525	122,896,044,985

34. Selling expenses

	2022 VND	2021 VND
Selling expenses for distribution network	341,116,019,810	150,015,652,223
Staff costs	58,082,588,368	49,813,021,666
Transportation costs	25,292,185,263	21,080,836,051
Materials and packaging expenses	10,998,096,661	8,579,827,997
Commission expenses	9,814,113,227	6,981,572,534
Depreciation expense	1,710,304,917	3,047,308,347
Advertising and promotion expenses	5,382,691,753	3,105,255,777
Outside service expenses	19,790,963,217	8,697,453,218
Other expenses	7,232,228,210	6,173,992,048
	479,419,191,426	257,494,919,861

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35. General and administration expenses

	2022 VND	2021 VND
Staff costs	62,737,513,644	42,900,801,060
Materials and supplies	3,944,401,890	3,007,752,416
Depreciation and amortisation	2,321,731,240	4,000,781,506
Taxes, charges and fees	7,780,565,196	7,159,346,421
Allowance for doubtful debts	(776,550,390)	(7,636,375,540)
Outside service expenses	23,936,732,474	10,447,630,594
Other expenses	12,414,459,095	11,519,706,193
	112,358,853,149	71,399,642,650

36. Other expenses

	2022 VND	2021 VND
Expenses incurring during the temporary closure period due to the Covid-19 pandemic	-	6,092,683,919
Others	567,409,018	7,890,322
	567,409,018	6,100,574,241

37. Production and business costs by element

	2022 VND	2021 VND
Raw material costs included in production costs and cost of merchandise goods purchased	3,544,653,164,012	3,275,665,328,232
Labour costs and staff costs	455,128,528,101	328,105,536,962
Depreciation and amortisation	168,310,838,336	189,331,233,781
Outside services	206,385,196,117	153,335,923,441
Other expenses	387,417,522,847	207,816,746,249

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38. Income tax

(a) Recognised in the separate statement of income

	2022 VND	2021 VND
Current tax expense		
Current year	170,251,347,300	41,505,236,208
Deferred tax expense		
Origination and reversal of temporary differences	367,021,579	6,345,906,579
Income tax expense	170,618,368,879	47,851,142,787

(b) Reconciliation of effective tax rate

	2022 VND	2021 VND
Accounting profit before tax	844,481,718,960	236,934,751,436
Tax at the Company's tax rate	168,896,343,792	47,386,950,287
Non-deductible expenses	1,793,025,087	688,992,500
Non-taxable income	(71,000,000)	(224,800,000)
	170,618,368,879	47,851,142,787

(c) Applicable tax rates

The Company has an obligation to pay the government income tax at the rate of 20% of taxable profits.

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Notes to the separate financial statements for the year ended 31 December 2022
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39. Significant transactions with related parties

In addition to related party balances disclosed in other notes to the separate financial statements, the Company had the following significant transactions with related parties during the year:

	Transaction value	
	2022	2021
	VND	VND
<i>Susidiary</i>		
Northern Binh Minh Plastics One Member Limited Company		
Purchases of materials and merchandise goods	223,325,186,532	183,335,460,563
Sales of finished goods and merchandises	49,833,753,509	37,471,885,536
Sales returns	79,718,112	34,278,986
Purchases returns	51,079,560	16,102,800
<i>Associate</i>		
Danang Plastics Joint Stock Company		
Sales of merchandise goods	28,118,140	7,117,500
Sales of fixed assets	99,709,502	-
Warehouse rental	1,323,636,364	1,090,909,092
Commission expense	9,814,113,227	8,981,572,534
Purchases of transportation service	1,963,200,000	2,660,000,000
Loan granted to the associate	20,000,000,000	-
Receipts from collection of loan principals	5,000,000,000	5,000,000,000
Interest income	820,000,000	562,499,999
<i>Other related companies</i>		
TPC Vina Plastic and Chemical Corporation Ltd		
Purchases of raw materials	1,175,988,390,000	1,256,231,230,000
SCG Performance Chemicals Co., Ltd.		
Purchases of raw materials	-	60,879,406,770
Thai Polyethylene Co., Ltd (formerly known as SCG Plastics Co., Ltd)		
Purchases of raw materials	74,292,187,904	49,339,789,980
Nawa Intertech Co., Ltd.		
Purchases of raw materials	-	2,833,530,820
Nawaplastic Industries Co., Ltd.		
Sales of finished goods and merchandises	-	71,794,576

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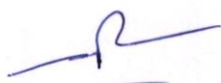
	Transaction value	
	2022	2021
	VND	VND
Alcamax Packaging Production Company (Vietnam)		
Purchases of raw materials	-	53,118,504
Long Son Petrochemical Co., Ltd		
Purchases of raw materials	62,143,478,181	-
Remuneration of the Board of Directors		
Mr. Sakchai Patiparnpreechavud – Chairman	1,647,109,095	2,194,619,737
Mr. Nguyen Hoang Ngan – Vice Chairman	4,901,224,102	4,896,472,830
Mr. Wisit Rechaipichitgool – Former Vice Chairman	86,059,851	2,478,036,796
Mr. Chaowalit Treejak – Member of the Board of Director cum General Director	3,638,697,986	1,072,683,815
Mr. Poramate Larnroongroj – Member	988,265,457	1,336,771,842
Mr. Phan Khac Long – Member	988,265,457	1,336,771,842
Other members of the Board of Management		
Salary, bonus and allowances	8,639,558,084	5,962,077,958
Members of Supervisory Board		
Salary, bonus and allowances	2,221,863,998	2,599,193,014

40. Comparative information

Comparative information as at 1 January 2022 was derived from the balances and amounts reported in the Company's separate financial statements as at and for the year ended 31 December 2021.

24 March 2023

Prepared by:



Pham Manh Tuan
General Accountant



Phung Huu Luan
Chief Accountant



Approved by:



Chaowalit Treejak
General Director