



Binh Minh Plastics Joint Stock Company

Separate financial statements
for the year ended 31 December 2023



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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. Chaowalit Treejak	Vice Chairman (from 28 April 2023)
	Member (until 27 April 2023)
Mr. Nguyen Hoang Ngan	Member (from 28 April 2023)
	Vice Chairman (until 27 April 2023)
Mr. Poramate Larnroongroj	Member
Ms. Nguyen Thi Minh Giang	Member (from 28 April 2023)
Mr. Phan Khac Long	Member (until 27 April 2023)

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
Mr. Nguyen Thanh Quan	Deputy General Director
Mr. Nguyen Thanh Hai	Deputy General Director (until 16 March 2024)
Mr. Asada Boonsirat	Deputy General Director (from 1 July 2023)
Mr. Phung Huu Luan	Chief Accountant

Legal Representative

Mr. Chaowalit Treejak

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 2023.

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 45 give a true and fair view of the unconsolidated financial position of the Company as at 31 December 2023, 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, 22 March 2024



KPMG Limited Branch
10th Floor, Sun Wah Tower
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 2023, 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 22 March 2024, as set out on pages 5 to 45.

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.

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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 2023 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.: 23-01-00241-24-1



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

Ho Chi Minh City, 22 March 2024

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

SEPARATE BALANCE SHEET

As at 31 December 2023

Unit: VND

ASSETS	Code	Note	31/12/2023	1/1/2023
A. CURRENT ASSETS (100 = 110 + 120 + 130 + 140 + 150)	100		2,169,441,380,612	1,872,743,705,284
I. Cash and cash equivalents	110	V.1	793,122,914,281	315,353,469,412
1. Cash	111		33,122,914,281	35,353,469,412
2. Cash equivalents	112		760,000,000,000	280,000,000,000
II. Short-term financial investments	120		900,000,000,000	780,000,000,000
1. Trading securities	121		-	-
2. Allowance for diminution in the value of trading securities	122		-	-
3. Held-to-maturity investments	123	V.2(a)	900,000,000,000	780,000,000,000
III. Accounts receivable – short-term	130		146,559,828,823	253,720,641,400
1. Accounts receivable from customers	131	V.3	115,108,807,769	250,323,995,614
2. Prepayments to suppliers	132	V.4	19,302,441,605	43,047,586,124
3. Intra-company receivables	133		-	-
4. Receivables on construction contracts according to stages of completion	134		-	-
5. Loans receivable	135		-	-
6. Other receivables	136	V.5	20,051,538,451	16,093,505,494
7. Allowance for doubtful debts	137	V.6	(7,902,959,002)	(55,837,087,353)
8. Shortage of assets awaiting resolution	139	V.7	-	92,641,521
IV. Inventories	140	V.8	286,267,838,341	488,042,793,997
1. Inventories	141		286,267,838,341	488,042,793,997
2. Allowance for inventories	149		-	-
V. Other current assets	150		43,490,799,167	35,626,800,475
1. Short-term prepaid expenses	151	V.13(a)	611,926,000	621,431,000
2. Deductible value added tax	152	V.18(b)	42,878,873,167	35,005,369,475
3. Taxes and others receivable from State Treasury	153		-	-
4. Government bonds under purchase and resale agreements	154		-	-
5. Other current assets	155		-	-
B. LONG-TERM ASSETS (200 = 210 + 220 + 230 + 240 + 250 + 260)	200		783,632,030,715	946,696,777,700
I. Accounts receivable – long-term	210		20,000,000,000	20,000,000,000
1. Accounts receivable from customers	211		-	-
2. Prepayments to suppliers	212		-	-
3. Operating capital allocated to subordinated units	213		-	-
4. Intra-company long-term receivables	214		-	-
5. Loans receivable	215	V.09	20,000,000,000	20,000,000,000
6. Other long-term receivables	216		-	-
7. Allowance for doubtful debts	219		-	-

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

SEPARATE BALANCE SHEET (continued)
As at 31 December 2023

Unit: VND

ASSETS	Code	Note	31/12/2023	1/1/2023
II. Fixed assets	220		271,585,928,133	357,481,102,079
1. Tangible fixed assets	221	V.10	265,678,701,292	350,283,684,589
- Cost	222		1,816,439,250,395	1,794,938,034,769
- Accumulated depreciation	223		(1,550,760,549,103)	(1,444,654,350,180)
2. Finance lease tangible fixed assets	224		-	-
- Cost	225		-	-
- Accumulated depreciation	226		-	-
3. Intangible fixed assets	227	V.11	5,907,226,841	7,197,417,490
- Cost	228		38,620,263,278	38,620,263,278
- Accumulated amortisation	229		(32,713,036,437)	(31,422,845,788)
III. Investment property	230		-	-
- Cost	231		-	-
- Accumulated depreciation	232		-	-
IV. Long-term work in progress	240		12,421,681,336	25,071,276,356
1. Long-term work in progress	241		-	-
2. Construction in progress	242	V.12	12,421,681,336	25,071,276,356
V. Long-term financial investments	250		219,725,000,000	219,725,000,000
1. Investments in subsidiaries	251	V.2(b)	155,000,000,000	155,000,000,000
2. Investments in associates, joint-ventures	252	V.2(b)	62,725,000,000	62,725,000,000
3. Equity investments in other entities	253	V.2(b)	4,000,000,000	4,000,000,000
4. Allowance for diminution in the value of long-term financial investments	254	V.2(b)	(2,000,000,000)	(2,000,000,000)
5. Held-to-maturity investments	255		-	-
VI. Other long-term assets	260		259,899,421,246	324,419,399,265
1. Long-term prepaid expenses	261	V.13(b)	230,086,056,828	282,904,681,767
2. Deferred tax assets	262	V.14	8,702,013,812	3,881,576,917
3. Long-term tools, supplies and spare parts	263	V.15	21,111,350,606	37,633,140,581
4. Other long-term assets	268		-	-
TOTAL ASSETS (270 = 100 + 200)	270		2,953,073,411,327	2,819,440,482,984

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

SEPARATE BALANCE SHEET (continued)

As at 31 December 2023

Unit: VND

EQUITY	Code	Note	31/12/2023	1/1/2023
A. LIABILITIES (300 = 310 + 330)	300		521,660,456,424	405,478,889,044
I. Current liabilities	310		503,132,809,965	386,071,004,461
1. Accounts payable to suppliers	311	V.16	129,236,361,840	83,922,196,716
2. Advances from customers	312	V.17	52,302,920,322	3,157,523,120
3. Taxes and others payable to State Treasury	313	V.18(a)	79,499,899,149	64,583,251,826
4. Payables to employees	314		105,441,758,756	79,727,365,547
5. Accrued expenses	315	V.19	76,210,132,667	98,232,087,256
6. Intra-company payables	316		-	-
7. Payables on construction contracts according to stages of completion	317		-	-
8. Unearned revenue – short-term	318		-	-
9. Other payables – short-term	319	V.20	5,271,737,231	1,288,579,996
10. Short-term borrowings and finance lease liabilities	320	V.21	55,170,000,000	55,160,000,000
11. Provisions – short-term	321		-	-
12. Bonus and welfare funds	322	V.22	-	-
13. Price stabilisation fund	323		-	-
14. Government bonds under sale and repurchase agreements	324		-	-
II. Long-term liabilities	330		18,527,646,459	19,407,884,583
1. Long-term accounts payable to suppliers	331		-	-
2. Long-term advances from customers	332		-	-
3. Long-term accrued expenses	333		-	-
4. Intra-company payables for operating capital received	334		-	-
5. Long-term intra-company payables	335		-	-
6. Long-term unearned revenue	336		-	-
7. Other payables – long-term	337		-	-
8. Long-term borrowings and finance lease liabilities	338		-	-
9. Convertible bonds	339		-	-
10. Preference shares	340		-	-
11. Deferred tax liabilities	341		-	-
12. Provisions – long-term	342	V.23	18,527,646,459	19,407,884,583
13. Science and technology development fund	343		-	-
B. EQUITY (400 = 410)	400		2,431,412,954,903	2,413,961,593,940
I. Owners' equity	410	V.24	2,431,412,954,903	2,413,961,593,940
1. Share capital	411	V.24	818,609,380,000	818,609,380,000
- Ordinary shares with voting rights	411		818,609,380,000	818,609,380,000
- Preference shares	411		-	-
2. Share premium	412		1,592,782,700	1,592,782,700

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

SEPARATE BALANCE SHEET (continued)
 As at 31 December 2023

Unit: VND

EQUITY	Code	Note	31/12/2023	1/1/2023
3. Options to convert bonds into shares	413		-	-
4. Other capital	414		-	-
5. Treasury shares	415		-	-
6. Differences upon asset revaluation	416		-	-
7. Foreign exchange differences	417		-	-
8. Investment and development fund	418		1,052,920,983,784	1,052,920,983,784
9. Enterprise reorganisation assistance fund	419		-	-
10. Other equity funds	420		44,983,552,000	44,983,552,000
11. Retained profits	421		513,306,256,419	495,854,895,456
- Retained profits brought forward	421a		55,355,036,940	75,760,453,175
- Retained profit for the current year	421b		457,951,219,479	420,094,442,281
12. Capital expenditure fund	422		-	-
II. Non-business expenditure fund and other funds	430		-	-
1. Non-business expenditure fund	431		-	-
2. Non-business expenditure fund invested in fixed assets	432		-	-
TOTAL RESOURCES (440 = 300 + 400)	440		2,953,073,411,327	2,819,440,482,984

Ho Chi Minh City, 22 March 2024

Prepared by:



Pham Manh Tuan
General Accountant

Reviewed by:



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 FINANCIAL STATEMENTS

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

For the year ended 31 December 2023

SEPARATE STATEMENT OF INCOME

For the year ended 31 December 2023

Unit: VND

Items	Code		2023	2022
1. Revenue from sales of goods and provision of services	01	VI.1	5,003,601,983,165	5,689,318,413,407
2. Revenue deductions	02	VI.2	1,088,372,160	848,693,377
3. Net revenue from sales of goods and provision of services (10 = 01 - 02)	10	VI.3	5,002,513,611,005	5,688,469,720,030
4. Cost of sales and services provided	11	VI.4	2,987,718,765,145	4,145,799,400,801
5. Gross profit from sales of goods and provision of services (20 = 10 - 11)	20		2,014,794,845,860	1,542,670,319,229
6. Financial income	21	VI.5	99,791,319,850	45,418,718,840
7. Financial expenses	22	VI.6	142,644,533,918	155,101,961,525
<i>In which: Interest expense</i>	23		38,676,662	27,578,302
8. Selling expenses	25	VI.7(a)	650,076,710,779	479,419,191,426
9. General and administration expenses	26	VI.7(b)	87,923,741,466	112,358,853,149
10. Net operating profit (30 = 20 + 21 - 22 - 25 - 26)	30		1,233,941,179,547	841,209,031,969
11. Other income	31	VI.8	11,863,746,711	3,840,096,009
12. Other expenses	32	VI.9	2,883,787,288	567,409,018
13. Results of other activities (40 = 31 - 32)	40		8,979,959,423	3,272,686,991
14. Accounting profit before tax (50 = 30 + 40)	50		1,242,921,138,970	844,481,718,960
15. Income tax expense – current	51	VI.10	257,694,259,386	170,251,347,300
16. Income tax (benefit)/expense – deferred	52	VI.10	(4,820,436,895)	367,021,579
17. Net profit after tax (60 = 50 - 51 - 52)	60		990,047,316,479	673,863,350,081

Ho Chi Minh City, 22 March 2024

Prepared by:



Pham Manh Tuan
General Accountant

Reviewed by:



Phung Huu Luan
Chief Accountant

Approved by:



Chaowalit Treejak
General Director

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

SEPARATE STATEMENT OF CASH FLOWS

(Indirect method)

For the year ended 31 December 2023

Unit: VND

Items	Code	2023	2022
I. Cash flows from operating activities			
1. Profit before tax	01	1,242,921,138,970	844,481,718,960
2. Adjustments for			
- Depreciation and amortisation	02	169,864,622,531	168,310,838,336
- Allowances and provisions	03	(17,207,710,266)	(1,378,236,197)
- Exchange gains, losses arising from revaluation of monetary items denominated in foreign currencies	04	(46,074,668)	(148,377,709)
- Profits, losses from investing activities	05	(108,473,921,887)	(44,131,701,871)
- Interest expense	06	38,676,662	27,578,302
3. Operating profit before changes in working capital	08	1,287,096,731,342	967,161,819,821
- Increase, decrease in receivables	09	104,819,014,325	(12,710,873,549)
- Increase, decrease in inventories	10	218,296,745,631	38,050,088,304
- Increase, decrease in payables and other liabilities (excluding interest payable and corporate income tax payable)	11	115,015,324,046	(72,316,965,716)
- Increase, decrease in prepaid expenses	12	52,828,129,939	(13,807,809,732)
- Interest paid	14	(38,676,662)	(27,578,302)
- Income tax paid	15	(255,624,952,477)	(122,427,154,415)
- Other payments for operating activities	17	(7,399,414,974)	(13,382,242,928)
Net cash flows from operating activities	20	1,514,992,901,170	770,539,283,483
II. Cash flows from investing activities			
1. Payments for additions to fixed assets and other long-term assets	21	(53,223,924,285)	(67,507,458,539)
2. Proceeds from disposals of fixed assets and other long-term assets	22	9,360,725,480	180,391,320
3. Payments for granting loans, purchase of debt instruments of other entities	23	(1,410,000,000,000)	(700,000,000,000)
4. Receipts from collecting loans, sales of debt instruments of other entities	24	1,290,000,000,000	585,000,000,000
5. Payments for investments in other entities	25	-	-
6. Collections on investments in other entities	26	-	-
7. Receipts of interest and dividends	27	92,575,561,687	38,631,844,794
Net cash flows from investing activities	30	(71,287,637,118)	(143,695,222,425)

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

SEPARATE STATEMENT OF CASH FLOWS (continued)

(Indirect method)

For the year ended 31 December 2023

Unit: VND

Items	Code	2023	2022
III. Cash flows from financing activities			
1. Proceeds from equity issued or capital contributed by owners	31	-	-
2. Payments for capital refunds and shares redemptions	32	-	-
3. Proceeds from borrowings	33	20,000,000	1,320,000,000
4. Payments to settle loan principals	34	(10,000,000)	(3,434,254,298)
5. Payments to settle finance lease liabilities	35	-	-
6. Payments of dividends	36	(965,959,068,400)	(466,607,346,600)
Net cash flows from financing activities	40	(965,949,068,400)	(468,721,600,898)
Net cash flows during the year (50=20+30+40)	50	477,756,195,652	158,122,460,160
Cash and cash equivalents at the beginning of the year	60	315,353,469,412	157,215,352,903
Effect of exchange rate fluctuations on cash and cash equivalents	61	13,249,217	15,656,349
Cash and cash equivalents at the end of the year (70=50+60+61)	70	793,122,914,281	315,353,469,412

Ho Chi Minh City, 22 March 2024

Prepared by:



Pham Manh Tuan
General Accountant

Reviewed by:



Phung Huu Luan
Chief Accountant

Approved by:



Chaowalit Treejak
General Director

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

NOTES TO THE SEPARATE FINANCIAL STATEMENTS
For the year ended 31 December 2023

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

I. Reporting entity

1. 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.

2. Principal activities

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

3. Normal operating cycle

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

4. Company structure

As at 31 December 2023 and 1 January 2023, 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 COMPANY SEPARATE FINANCIAL STATEMENTS
 240 Hau Giang, Ward 9, District 6, Ho Chi Minh City For the year ended 31 December 2023

As at 31 December 2023 and 1 January 2023, the Company had 1 subsidiary and 2 associates as follows:

No.	Name	Principal activities	Address	Percentage of equity owned and voting rights	
				31/12/2023	1/1/2023
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.	100.00%	100.00%
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	26.00%	26.00%

The subsidiary and associates are incorporated in Vietnam.

As at 31 December 2023, the Company had 1,145 employees (1/1/2023: 1,185 employees).

II. Accounting period, accounting and presentation currency

1. Annual accounting period

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

2. Accounting and presentation currency

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

III. Basis of preparation

1. 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.

2. Basis of measurement

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

IV. Summary of significant accounting policies

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

1. 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.

2. 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.

3. 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.

4. 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	30.00%
From (01) to less than (02) years	50.00%
From (02) to less than (03) years	70.00%
From (03) years and above	100.00%

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.

5. 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.

6. 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

7. 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 fixed asset. Software cost is amortised on a straight-line basis over 3 years.

8. 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.

9. 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 ranging 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 a period ranging from 1 to 3 years.

10. Accounts payable to suppliers and other payables

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

11. Provisions

A provision, except for items defined in other accounting policies, 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

12. 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.

13. Bonus and welfare fund

Bonus and welfare 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.

14. 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.

15. 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.

Deferred tax is provided using the separate 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.

16. 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 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.

17. 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.

18. 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.

19. 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.

20. 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.

Comparative information as at 1 January 2023 was derived from the balances and amounts reported in the Company's separate financial statements as at and for the year ended 31 December 2022.

Unit: VND

V. Supplementary information to the separate balance sheet

1. Cash and cash equivalents

	31/12/2023	1/1/2023
Cash on hand	385,247,925	414,285,371
Cash in banks	32,737,666,356	34,939,184,041
Cash equivalents	760,000,000,000	280,000,000,000
Total	793,122,914,281	315,353,469,412

Cash equivalents represented term deposits at banks with original terms to maturity not exceeding three months and earned interest at rates ranging from 2.00% to 3.85% per annum as at 31 December 2023 (1/1/2023: 6.00% per annum).

2. Financial investments

(a) Held-to-maturity investments

	31/12/2023			1/1/2023		
	Annual interest rate	Cost	Fair value	Interest rate	Cost	Fair value
Held-to-maturity investments	3.40% - 8.30%	900,000,000,000	900,000,000,000	5.00% - 11.50%	780,000,000,000	780,000,000,000
a1. Short-term	3.40% - 8.30%	900,000,000,000	900,000,000,000	5.00% - 11.50%	780,000,000,000	780,000,000,000
- Term deposits	3.40% - 8.30%	900,000,000,000	900,000,000,000	5.00% - 11.50%	780,000,000,000	780,000,000,000
a2. Long-term		-	-		-	-
- Term deposits		-	-		-	-

Unit: VND

V. Supplementary information to the separate balance sheet (continued)

(b) Equity investments in other entities

	31/12/2023					1/1/2023				
	Quantity (shares)	% of equity owned and voting rights	Cost	Allowance for diminution in value	Fair value	Quantity (shares)	% of equity owned and voting rights	Cost	Allowance for diminution in value	Fair value
Equity investments in:										
Subsidiary										
▪ Northern Binh Minh Plastics One Member Limited Company		100.00%	155,000,000,000	-	(**)		100.00%	155,000,000,000	-	(**)
Associates										
▪ 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	26.00%	54,600,000,000	-	(**)	5,460,000	26.00%	54,600,000,000	-	(**)
			62,725,000,000	-				62,725,000,000	-	
Other entities										
▪ Tan Tien Plastic Joint Stock Company (*)	20,000	3.00%	4,000,000,000	(2,000,000,000)		20,000	3.00%	4,000,000,000	(2,000,000,000)	(**)
			221,725,000,000	(2,000,000,000)				221,725,000,000	(2,000,000,000)	

(*) 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.

(**) The Company has not determined the fair value of these investments for disclosure in the separate financial statements because information about its market price 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 value of these investments may differ from its carrying amount.

Unit: VND

V. Supplementary information to the separate balance sheet (continued)

3. Accounts receivable from customers

	<u>31/12/2023</u>	<u>1/1/2023</u>
Duc Tuong Group Joint Stock Company	51,083,570,776	81,746,021,123
VN Dai Phong Company Limited	23,216,305,684	24,017,555,494
Phuong Hoang Trading Manufacturing Co., Ltd.	16,975,640,587	67,048,961,712
Other customers	23,833,290,722	77,511,457,285
Total	<u>115,108,807,769</u>	<u>250,323,995,614</u>

4. Prepayment to suppliers

	<u>31/12/2023</u>	<u>1/1/2023</u>
Eplas Company Limited	7,128,441,284	11,801,767,896
Lotus Chemical Technology Co., Ltd.	2,341,513,123	17,391,575,157
An Ngai Co., Ltd.	1,237,252,500	-
Other customers	8,595,234,698	13,854,243,071
Total	<u>19,302,441,605</u>	<u>43,047,586,124</u>

5. Other short-term receivables

	<u>31/12/2023</u>	<u>1/1/2023</u>
Interest receivables	17,801,945,221	11,264,310,501
Deposits	1,954,527,800	4,277,337,286
Advances	200,000,000	200,000,000
Other receivables	95,065,430	351,857,707
Total	<u>20,051,538,451</u>	<u>16,093,505,494</u>

Unit: VND

V. Supplementary information to the separate balance sheet (continued)

6. Allowance for doubtful debts

	31/12/2023				1/1/2023			
	Overdue days	Cost	Allowance	Recoverable amount	Overdue days	Cost	Allowance	Recoverable amount
Overdue debts								
Thanh Tuyet Private Enterprise	Over 8 years	12,022,959,002	(7,902,959,002)	4,120,000,000	Over 7 years	20,992,959,002	(20,992,959,002)	-
Duc Thanh Plastic Trading Company Limited		-	-	-	Over 7 years	34,844,128,351	(34,844,128,351)	-
Total		12,022,959,002	(7,902,959,002)	4,120,000,000		55,837,087,353	(55,837,087,353)	-

Unit: VND

V. Supplementary information to the separate balance sheet (continued)

Movements of allowance for doubtful debts during the year were as follows:

	2023	2022
Opening balance	55,837,087,353	56,613,637,743
Allowance made during the year	-	48,140,400
Allowance reversed during the year	(17,090,000,000)	(824,690,790)
Allowance utilised during the year	(30,844,128,351)	-
Closing balance	7,902,959,002	55,837,087,353

7. Shortage of assets awaiting resolution

	31/12/2023	1/1/2023
Inventories	-	92,641,521
Total	-	92,641,521

8. Inventories

	31/12/2023		1/1/2023	
	Cost	Allowance	Cost	Allowance
Goods in transit	12,685,030,850	-	15,462,382,736	-
Raw materials	92,816,919,287	-	145,122,897,540	-
Tools and supplies	8,291,744,739	-	2,476,924,789	-
Work in progress	33,093,475,827	-	44,682,384,831	-
Finished goods	126,059,132,641	-	248,840,036,466	-
Merchandise inventories	13,321,534,997	-	31,458,167,635	-
Total	286,267,838,341	-	488,042,793,997	-

9. Long-term loans receivable

	Annual interest rate	Maturity date	31/12/2023	1/1/2023
Loan to Danang Plastics Joint Stock Company – an associate	5.40%	2027	20,000,000,000	20,000,000,000

This loan is denominated in VND and unsecured.

Unit: VND

V. Supplementary information to the separate balance sheet (continued)

10. Tangible fixed assets

	Buildings and structures	Machinery and equipment	Motor vehicles	Office equipment	Total
Cost					
Opening balance	464,086,851,019	1,285,930,228,996	34,796,936,979	10,124,017,775	1,794,938,034,769
Increases	-	82,388,356,585	1,070,100,000	510,992,000	83,969,448,585
- Additions	-	60,548,941,721	425,800,000	510,992,000	61,485,733,721
- Transfers from construction in progress	-	21,839,414,864	644,300,000	-	22,483,714,864
Decreases	-	(59,268,546,159)	(3,199,686,800)	-	(62,468,232,959)
- Disposals	-	(59,268,546,159)	(3,199,686,800)	-	(62,468,232,959)
Closing balance	464,086,851,019	1,309,050,039,422	32,667,350,179	10,635,009,775	1,816,439,250,395
Accumulated depreciation					
Opening balance	406,668,630,165	999,839,095,651	30,136,509,782	8,010,114,582	1,444,654,350,180
Increases	53,808,015,843	111,266,303,244	2,222,850,467	1,277,262,328	168,574,431,882
- Charge for the year	53,808,015,843	111,266,303,244	2,222,850,467	1,277,262,328	168,574,431,882
Decreases	-	(59,268,546,159)	(3,199,686,800)	-	(62,468,232,959)
- Disposals	-	(59,268,546,159)	(3,199,686,800)	-	(62,468,232,959)
Closing balance	460,476,646,008	1,051,836,852,736	29,159,673,449	9,287,376,910	1,550,760,549,103
Net book value					
Opening balance	57,418,220,854	286,091,133,345	4,660,427,197	2,113,903,193	350,283,684,589
Closing balance	3,610,205,011	257,213,186,686	3,507,676,730	1,347,632,865	265,678,701,292

Included in tangible fixed assets were assets costing VND1,239,540 million which were fully depreciated as at 31 December 2023 (1/1/2023: VND894,709 million), but which are still in active use.



Unit: VND

V. Supplementary information to the separate balance sheet (continued)

11. Intangible fixed assets

	Land use rights	Software	Total
Cost			
Opening balance	9,570,664,750	29,049,598,528	38,620,263,278
Increases	-	-	-
- Additions	-	-	-
Decreases	-	-	-
- Disposals	-	-	-
Closing balance	9,570,664,750	29,049,598,528	38,620,263,278
Accumulated amortisation			
Opening balance	3,940,458,815	27,482,386,973	31,422,845,788
Increases	157,908,437	1,132,282,212	1,290,190,649
- Charge for the year	157,908,437	1,132,282,212	1,290,190,649
Decreases	-	-	-
- Disposals	-	-	-
Closing balance	4,098,367,252	28,614,669,185	32,713,036,437
Net book value			
Opening balance	5,630,205,935	1,567,211,555	7,197,417,490
Closing balance	5,472,297,498	434,929,343	5,907,226,841

Included in intangible fixed assets were assets costing VND25,918 million which were fully depreciated as at 31 December 2023 (1/1/2023: VND25,110 million), but which are still in active use.

12. Construction in progress

	2023	2022
Opening balance	25,071,276,356	20,422,985,140
Additions	9,834,119,844	33,581,533,337
Transfers to tangible fixed assets	(22,483,714,864)	(26,687,961,106)
Transfers to long-term prepaid expenses	-	(2,245,281,015)
Closing balance	12,421,681,336	25,071,276,356

Major construction in progress were as follows:

	31/12/2023	1/1/2023
<i>Machinery and equipment</i>	12,421,681,336	25,071,276,356

Unit: VND

V. Supplementary information to the separate balance sheet (continued)

13. Prepaid expenses

(a) Short-term prepaid expenses

	31/12/2023	1/1/2023
Tools and instruments	-	-
Other short-term prepaid expenses	611,926,000	621,431,000
Total	611,926,000	621,431,000

(b) Long-term prepaid expenses

	Prepaid land costs	Tools and instruments	Overhaul expenditure	Total
Opening balance	201,003,847,747	72,516,217,193	9,384,616,827	282,904,681,767
Additions	-	-	347,419,000	347,419,000
Amortisation for the year	(5,380,940,528)	(38,053,067,584)	(9,732,035,827)	(53,166,043,939)
Closing balance	195,622,907,219	34,463,149,609	-	230,086,056,828

14. Deferred tax assets

	Tax rate	31/12/2023	1/1/2023
Accrued expenses and provisions	20.00%	8,702,013,812	3,881,576,917

Unit: VND

V. Supplementary information to the separate balance sheet (continued)

15. Long-term tools, supplies and spare parts

Long-term tools, supplies and spare parts are related to tools, supplies and spare parts used for production and business activities of the Company but not qualified for recognition as fixed assets. Costs of long-term tools, supplies and spare parts are amortised on a straightline basis over 3 years when being issued to production.

16. Accounts payable to suppliers

	31/12/2023		1/1/2023	
	Cost	Amount within payment capacity	Cost	Amount within payment capacity
<i>Accounts payable to suppliers – short-term</i>				
TPC Vina Plastic and Chemical Corporation Ltd.	36,265,825,200	36,265,825,200	16,698,012,100	16,698,012,100
Northern Binh Minh Plastics One Member Limited Company	4,126,710,066	4,126,710,066	12,119,700,103	12,119,700,103
AGC Chemicals Vietnam Co., Ltd.	7,877,689,600	7,877,689,600	6,926,319,400	6,926,319,400
Hoa Thinh Trading – Production and Service Co., Ltd.	29,336,711,388	29,336,711,388	21,530,996,850	21,530,996,850
Other suppliers	51,629,425,586	51,629,425,586	26,647,168,263	26,647,168,263
Total	129,236,361,840	129,236,361,840	83,922,196,716	83,922,196,716
<i>Accounts payable to suppliers who are related parties</i>				
Northern Binh Minh Plastics One Member Limited Company	4,126,710,066	4,126,710,066	12,119,700,103	12,119,700,103
Danang Plastics Joint Stock Company	811,069,276	811,069,276	675,133,838	675,133,838
TPC Vina Plastic and Chemical Corporation Ltd.	36,265,825,200	36,265,825,200	16,698,012,100	16,698,012,100
Thai Polyethylene Co., Ltd	-	-	5,834,949,120	5,834,949,120
Totals	41,203,604,542	41,203,604,542	35,327,795,161	35,327,795,161

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

Unit: VND

V. Supplementary information to the separate balance sheet (continued)

17. Advances from customers

	<u>31/12/2023</u>	<u>1/1/2023</u>
Lan Thanh Construction – Production – Trading & Services Co., Ltd.	423,175,776	670,405,826
Van Nhi Minh Liem Co., Ltd.	38,415,286,532	779,356,797
Hoan Tuan Thanh Production – Trading & Construction Co., Ltd.	10,104,957,219	-
Others	3,359,500,795	1,707,760,497
Total	<u>52,302,920,322</u>	<u>3,157,523,120</u>

Unit: VND

V. Supplementary information to the separate balance sheet (continued)

18. Taxes

(a) Taxes and others payable to State Treasury

	1/1/2023	Incurred	Paid	Net-off/ Refunded	31/12/2023
Value added tax	-	566,592,820,171	(182,708,074,079)	(375,530,894,979)	8,353,851,113
Corporate income tax	62,901,604,200	257,694,259,386	(255,624,952,477)	-	64,970,911,109
Personal income tax	1,681,647,626	38,832,365,804	(26,490,484,993)	(7,848,391,510)	6,175,136,927
Foreign contractor tax	-	105,449,097	(105,449,097)	-	-
Other taxes	-	5,000,000	(5,000,000)	-	-
Total	64,583,251,826	863,229,894,458	(464,933,960,646)	(383,379,286,489)	79,499,899,149

(b) Deductible value added tax

	1/1/2023	Incurred	Net-off	31/12/2023
Deductible value added tax	35,005,369,475	383,404,398,671	(375,530,894,979)	42,878,873,167

Unit: VND

V. Supplementary information to the separate balance sheet (continued)

19. Accrued expenses

	31/12/2023		1/1/2023	
	Carrying amount	Amount within repayment capacity	Carrying amount	Amount within repayment capacity
Short-term				
Sales support expenses for distribution network	67,910,575,292	67,910,575,292	78,662,751,177	78,662,751,177
Payment discounts	5,570,924,375	5,570,924,375	12,619,450,168	12,619,450,168
Other expenses	2,728,633,000	2,728,633,000	6,949,885,911	6,949,885,911
Total	76,210,132,667	76,210,132,667	98,232,087,256	98,232,087,256

20. Other short-term payables

	31/12/2023		1/1/2023	
	Carrying amount	Amount within repayment capacity	Carrying amount	Amount within repayment capacity
Trade union fee	224,134,200	224,134,200	220,869,300	220,869,300
Dividends payable	350,414,300	350,414,300	350,414,300	350,414,300
Deposits received	323,030,450	323,030,450	323,030,450	323,030,450
Others	4,374,158,281	4,374,158,281	394,265,946	394,265,946
Total	5,271,737,231	5,271,737,231	1,288,579,996	1,288,579,996

Unit: VND

V. Supplementary information to the separate balance sheet (continued)

21. Short-term borrowings and finance lease liabilities

	1/1/2023		Movements during the year		31/12/2023	
	Carrying amount	Amount within repayment capacity	Increase	(Decrease)	Carrying amount	Amount within repayment capacity
Short-term borrowings	55,160,000,000	55,160,000,000	20,000,000	(10,000,000)	55,170,000,000	55,170,000,000
Short-term borrowings	55,160,000,000	55,160,000,000	20,000,000	(10,000,000)	55,170,000,000	55,170,000,000
Current portion of long-term borrowings	-	-	-	-	-	-
Total	55,160,000,000	55,160,000,000	20,000,000	(10,000,000)	55,170,000,000	55,170,000,000

	Currency	Annual interest rate	31/12/2023	1/1/2023
<i>Loans from:</i>				
Binh Minh Viet Real Estate Investment and Trading Joint Stock Company – an associate (i)	VND	0.00%	53,040,000,000	53,040,000,000
Viet Commercial Real Estate Joint Stock Company (i)	VND	0.00%	1,560,000,000	1,560,000,000
Third parties (ii)	VND	6.60% - 6.82%	570,000,000	560,000,000
			55,170,000,000	55,160,000,000

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

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

Unit: VND

V. Supplementary information to the separate balance sheet (continued)

22. Bonus and welfare funds

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

	2023	2022
Opening balance	-	10,005,052,640
Utilisation during the year	-	(10,005,052,640)
Closing balance	-	-

23. Long-term provisions

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

	2023	2022
Opening balance	19,407,884,583	21,242,992,478
Provision made during the year	(117,710,266)	(601,685,807)
Provision utilised during the year	(762,527,858)	(1,233,422,088)
Closing balance	18,527,646,459	19,407,884,583

Unit: VND

V. Supplementary information to the separate balance sheet (continued)

24. Owners' equity

(a) Changes in owners' equity

	Share capital	Share premium	Investment and development fund	Other equity funds	Retained profits	Total
Prior year's opening balance	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
- Profit distribution of 2021	-	-	-	-	(112,656,034,500)	(112,656,034,500)
+ Dividends in cash	-	-	-	-	(110,512,266,300)	(110,512,266,300)
+ Payments to the Board of Directors and Supervisory Board	-	-	-	-	(2,143,768,200)	(2,143,768,200)
- Interim dividend of 2022	-	-	-	-	(253,768,907,800)	(253,768,907,800)
+ Dividends in cash	-	-	-	-	(253,768,907,800)	(253,768,907,800)
Prior year's closing balance	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
Current year's opening balance	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
- Net profit for the year	-	-	-	-	990,047,316,479	990,047,316,479
- Profit distribution of 2022	-	-	-	-	(440,499,858,516)	(440,499,858,516)
+ Dividends in cash	-	-	-	-	(433,862,971,400)	(433,862,971,400)
+ Payments to the Board of Directors and Supervisory Board	-	-	-	-	(6,636,887,116)	(6,636,887,116)
- Interim dividend of 2023	-	-	-	-	(532,096,097,000)	(532,096,097,000)
+ Dividends in cash	-	-	-	-	(532,096,097,000)	(532,096,097,000)
Current year's closing balance	818,609,380,000	1,592,782,700	1,052,920,983,784	44,983,552,000	513,306,256,419	2,431,412,954,903

Unit: VND

V. Supplementary information to the separate balance sheet (continued)

(b) Share capital

	31/12/2023		1/1/2023	
	VND	%	VND	%
Nawaplastic Industries Co., Ltd.	450,159,110,000	54.99%	445,898,110,000	54.47%
Other shareholders	368,450,270,000	45.01%	372,711,270,000	45.53%
Total	818,609,380,000	100.00%	818,609,380,000	100.00%

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

(c) Movements of share capital

	2023	2022
- Balance at the beginning of the year	818,609,380,000	818,609,380,000
- Increases during the year	-	-
- Decreases during the year	-	-
- Balance at the end of the year	818,609,380,000	818,609,380,000

(d) Shares

	31/12/2023	1/1/2023
- Number of authorised shares	81,860,938	81,860,938
- Number of issued shares	81,860,938	81,860,938
+ Ordinary shares	81,860,938	81,860,938
+ Preference shares	-	-
- Number of treasury shares	-	-
+ Ordinary shares	-	-
- Number of shares in circulation	81,860,938	81,860,938
+ Ordinary shares	81,860,938	81,860,938
+ Preference shares	-	-

Par value of shares in circulation: VND10,000/share.

Unit: VND

V. Supplementary information to the separate balance sheet (continued)

(e) Dividends

The Annual General Meeting of Shareholders of the Company on 28 April 2023 resolved to distribute dividends in cash amounting to VND687,632 million, from the Company's net profit of 2022, in which the interim dividend amounting to VND253,769 million, equivalent to VND3,100/share were paid in 2022. The Board of Directors of the Company on 31 October 2023 resolved to distribute the interim dividend for 2023 amounting to VND532,096 million, equivalent to VND6,500/share (2022: the Annual General Meeting of Shareholders of the Company on 26 April 2022 resolved to distribute dividends in cash amounting to VND212,838 million, from the Company's net profit of 2021, of which the interim dividend of VND102,326 million, equivalent to VND1,250/share, was paid in 2021).

25. Off balance sheet items

(a) Foreign currencies

	31/12/2023		1/1/2023	
	Original currency	VND equivalent	Original currency	VND equivalent
USD	12,474	299,433,807	32,333	755,307,289
THB	-	-	37,950	25,332,764
Total		299,433,807		780,640,053

(b) Written off bad debts

	Written-off year	31/12/2023	1/1/2023
Duc Thanh Plastic Trading Company Limited	2023	30,844,128,351	-

Reason for written-off: not recoverable.

(c) Capital expenditure commitments

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

	31/12/2023	1/1/2023
Approved and contracted	11,400,868,074	20,503,572,713

Unit: VND

VI. Supplementary information to the separate statement of income

1. Revenue from sales of goods and provision of services

	2023	2022
Sales of finished goods	4,798,258,515,095	5,448,035,132,795
Sales of supplies and merchandise goods	205,336,663,070	241,274,212,612
Provision of transportation service	6,805,000	9,068,000
Total	5,003,601,983,165	5,689,318,413,407

2. Revenue deductions

	2023	2022
Sales returns	1,088,372,160	848,693,377
Total	1,088,372,160	848,693,377

3. Net revenue

	2023	2022
Sales of finished goods	4,797,212,443,154	5,447,220,702,090
Sales of supplies and merchandise goods	205,294,362,851	241,239,949,940
Provision of transportation service	6,805,000	9,068,000
Total	5,002,513,611,005	5,688,469,720,030

4. Cost of goods sold and services provided

	2023	2022
<i>Total cost of sales:</i>		
Finished goods sold	2,783,183,705,409	3,909,620,149,920
Supplies and merchandise goods sold	204,535,059,736	236,172,929,881
Transportation service rendered	-	6,321,000
Total	2,987,718,765,145	4,145,799,400,801

Unit: VND

VI. Supplementary information to the separate statement of income (continued)

5. Financial income

	2023	2022
Interest income	99,083,196,407	43,596,310,551
Dividend income	30,000,000	355,000,000
Realised foreign exchange gains	632,048,775	1,319,030,580
Unrealised foreign exchange gains	46,074,668	148,377,709
Total	99,791,319,850	45,418,718,840

6. Financial expenses

	2023	2022
Payment discounts	142,111,252,694	154,591,469,696
Realised foreign exchange losses	494,604,562	482,913,527
Interest expense	38,676,662	27,578,302
Total	142,644,533,918	155,101,961,525

7. Selling expenses and general and administration expenses

(a) Selling expenses

	2023	2022
Selling expenses for distribution network	509,078,259,120	341,116,019,810
Staff costs	59,560,042,403	58,082,588,368
Transportation costs	19,952,781,330	25,292,185,263
Materials and packaging expenses	13,790,644,637	10,998,096,661
Commission expenses	8,282,899,479	9,814,113,227
Depreciation and amortisation	744,075,518	1,710,304,917
Advertising and promotion expenses	3,995,403,697	5,382,691,753
Outside service expenses	21,659,757,386	19,790,963,217
Other expenses	13,012,847,209	7,232,228,210
Total	650,076,710,779	479,419,191,426

Unit: VND

VI. Supplementary information to the separate statement of income (continued)

(b) General and administration expenses

	2023	2022
Staff costs	59,865,503,884	62,737,513,644
Materials	2,967,634,449	3,944,401,890
Depreciation and amortisation	2,063,892,856	2,321,731,240
Taxes, charges and fees	7,589,767,000	7,780,565,196
Allowance for doubtful debts	(17,090,000,000)	(776,550,390)
Outside service expenses	21,053,421,979	23,936,732,474
Other expenses	11,473,521,298	12,414,459,095
Total	87,923,741,466	112,358,853,149

8. Other income

	2023	2022
Gains from disposals of fixed assets	9,360,725,480	180,391,320
Profit from sales of scraps	1,719,033,569	2,483,482,268
Fines collected	26,676,000	432,390,225
Others	757,311,662	743,832,196
Total	11,863,746,711	3,840,096,009

9. Other expenses

	2023	2022
Additional tax and tax penalties	2,790,329,808	-
Others	93,457,480	567,409,018
Total	2,883,787,288	567,409,018

Unit: VND

VI. Supplementary information to the separate statement of income (continued)

10. Income tax

(a) Recognised in the separate statement of income

	2023	2022
Current tax expense		
Current year	255,050,947,829	170,251,347,300
Additional tax expense relating to taxable income of prior years	2,643,311,557	-
	<u>257,694,259,386</u>	<u>170,251,347,300</u>
Deferred tax (benefit)/expense		
Origination and reversal of temporary differences	(4,820,436,895)	367,021,579
	<u>252,873,822,491</u>	<u>170,618,368,879</u>

(b) Reconciliation of effective tax rate

	2023	2022
Accounting profit before tax	1,242,921,138,970	844,481,718,960
Tax at the Company's tax rate	248,584,227,794	168,896,343,792
Non-deductible expenses	1,652,283,140	1,793,025,087
Tax exempt income	(6,000,000)	(71,000,000)
Additional tax expense relating to taxable income of prior years	2,643,311,557	-
	<u>252,873,822,491</u>	<u>170,618,368,879</u>

(c) Applicable tax rates

The Company has an obligation to pay the government income tax at the rate of 20.00% of taxable profits.

11. Production and business costs by element

	2023	2022
Raw material costs included in production costs and cost of merchandise goods purchased	2,254,887,585,507	3,544,653,164,012
Labour costs and staff costs	440,072,074,198	455,128,528,101
Depreciation and amortisation	169,864,622,531	168,310,838,336
Outside services	194,112,001,673	206,385,196,117
Other expenses	532,413,120,652	387,417,522,847
Total	<u>3,591,349,404,561</u>	<u>4,761,895,249,413</u>

Unit: VND

VII. Other information

1. Segment reporting

Business segments

The Company only operates in one main business segment, which is manufacturing and trading of civil and industrial products from plastics and rubber.

Geographical segments

The Company only operates in one geographical segment, which is Vietnam.

2. Information about 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:

	2023	2022
Subsidiary		
Northern Binh Minh Plastics One Member Limited Company		
Purchases of materials and merchandise goods	189,622,806,261	223,325,186,532
Sales of finished goods and merchandises	44,203,613,558	49,833,753,509
Sales returns	46,473,350	79,718,112
Purchases returns	118,211,604	51,079,560
Sales of fixed assets	6,250,111,000	-
Associate		
Danang Plastics Joint Stock Company		
Sales of merchandise and finished goods	-	28,118,140
Sales of fixed assets	-	99,709,502
Commission expense	8,282,899,479	9,814,113,227
Warehouse rental	1,440,000,000	1,323,636,364
Purchases of transportation service	-	1,963,200,000
Loan granted to the associate	-	20,000,000,000
Collection of loan principals	-	5,000,000,000
Interest income	1,080,000,000	820,000,000

Unit: VND

VII. Other information (continued)

	2023	2022
<i>Other related companies</i>		
TPC Vina Plastic and Chemical Corporation Ltd		
Purchases of raw materials	522,072,231,000	1,175,988,390,000
Long Son Petrochemical Co., Ltd		
Purchases of raw materials	30,966,272,727	62,143,478,181
Thai Polyethylene Co., Ltd		
Purchases of raw materials	58,233,629,465	74,292,187,904
Alcamax Packaging Production Company (Vietnam)		
Purchases of raw materials	308,012,000	-
Nawaplastic Industries Co., Ltd		
Purchases of raw materials	1,485,550,080	-
Duy Tan Plastic Production Joint Stock Company		
Purchases of raw materials	28,459,080	-
Viet Thai PLASTCHEM Co., Ltd.		
Sales of raw materials	1,145,200,000	-
SCG Learning Excellence Co., Ltd		
Purchases of services	632,718,242	-
Remuneration of the Board of Directors		
Mr. Sakchai Patiparnpreechavud – Chairman	2,735,555,182	1,647,109,095
Mr. Chaowalit Treejak - Vice Chairman cum General Director	5,076,373,333	3,638,697,986
Mr. Nguyen Hoang Ngan - Member	1,994,106,070	4,901,224,102
Mr. Poramate Larnroongroj - Member	1,641,333,110	988,265,457
Mr. Phan Khac Long - Member	1,095,740,262	988,265,457
Ms. Nguyen Thi Minh Giang - Member	545,592,848	-
Other members of the Board of Management		
Salary, bonus and allowances	8,583,282,694	8,639,558,084
Members of the Supervisory Board		
Salary, bonus and allowances	3,191,056,479	2,221,863,998

Unit: VND

VII. Other information (continued)

3. Fees paid and payable to the auditor

	2023	2022
Financial statements audit	726,000,000	1,079,800,000
Financial statements review	298,000,000	275,000,000
Total	1,024,000,000	1,354,800,000

Ho Chi Minh City, 22 March 2024

Prepared by:



Pham Manh Tuan
General Accountant

Reviewed by:



Phung Huu Luan
Chief Accountant

Approved by:




Chaowalit Treejak
General Director

