



Hoa Sen Group

**Separate Interim Financial Statements
for the six-month period ended
31 March 2022**



Hoa Sen Group Corporate Information

**Business Registration
Certificate**

3700381324

8 August 2001

The Business Registration Certificate has been amended several times, the most recent of which is by Business Registration Certificate No. 3700381324 dated 16 May 2022. The Company's Business Registration Certificate and its amendments were issued by the Department of Planning and Investment of Binh Duong Province.

Board of Directors

Mr. Le Phuoc Vu
Mr. Tran Ngoc Chu
Mr. Tran Quoc Tri
Mr. Ly Van Xuan
Mr. Nguyen Van Luan
Mr. Dinh Viet Duy

Chairman
Vice Chairman
Member
Member
Member
Member

Board of Management

Mr. Tran Quoc Tri
Mr. Vu Van Thanh
Mr. Hoang Duc Huy
Mr. Ho Thanh Hieu
Mr. Tran Quoc Pham
Mr. Nguyen Ngoc Huy
Mr. Tran Thanh Nam
Mr. Nguyen Tan Hoa
Mr. Nguyen Minh Phuc

General Director
Deputy General Director
Deputy General Director
Deputy General Director
Deputy General Director
Deputy General Director
Deputy General Director
Deputy General Director
Acting Deputy General Director
(from 21 February 2022)

Legal representative

Mr. Le Phuoc Vu
Mr. Tran Ngoc Chu
Mr. Tran Quoc Tri

Chairman
Vice Chairman
General Director

Registered Office

No. 9, Thong Nhat Boulevard,
Song Than II Industrial Park,
Di An Ward, Di An City,
Binh Duong Province
Vietnam

Auditor

KPMG Limited
Vietnam

Hoa Sen Group Statement of the Board of Management

The Board of Management of Hoa Sen Group ("the Company") presents this statement and the accompanying separate interim financial statements of the Company for the six-month period ended 31 March 2022.

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

- (a) the separate interim financial statements set out on pages 5 to 55 give a true and fair view of the unconsolidated financial position of the Company as at 31 March 2022, and of its unconsolidated results of operations and its unconsolidated cash flows for the six-month period then ended, in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to interim 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 Board of Management has, on the date of this statement, authorised the accompanying separate interim financial statements for issue.



On behalf of the Board of Management

Trần Quốc Tri
General Director

Ho Chi Minh City, 25 May 2022



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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INTERIM FINANCIAL STATEMENTS REVIEW REPORT

To the Shareholders Hoa Sen Group

We have reviewed the accompanying separate interim financial statements of Hoa Sen Group ("the Company"), which comprise the separate balance sheet as at 31 March 2022, the separate statements of income and cash flows for the six-month period then ended and the explanatory notes thereto which were authorised for issue by the Company's Board of Management on 25 May 2022, as set out on pages 5 to 55.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express a conclusion on these separate interim financial statements based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements 2410 – *Review of interim financial information performed by the independent auditor of the entity*.

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



Auditor's Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying separate interim financial statements do not present fairly, in all material respects, the unconsolidated financial position of Hoa Sen Group as at 31 March 2022, its unconsolidated results of operations and its unconsolidated cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to interim financial reporting.

KPMG Limited's Branch in Ho Chi Minh City

Vietnam

Audit Report No.: 22-01-00195-22-1



Nelson Rodriguez Casihan
Practicing Auditor Registration
Certificate No. 2225-2018-007-1
Deputy General Director

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

Ho Chi Minh City, 25 May 2022

Hoa Sen Group
Separate balance sheet as at 31 March 2022

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

	Code	Note	31/3/2022 VND	1/10/2021 VND
ASSETS				
Current assets (100 = 110 + 120 + 130 + 140 + 150)	100		16,610,290,573,877	19,651,184,333,706
Cash and cash equivalents	110	6	229,412,420,397	406,017,139,417
Cash	111		228,662,420,397	405,267,139,417
Cash equivalents	112		750,000,000	750,000,000
Short-term financial investments	120		5,000,000,000	5,000,000,000
Held-to-maturity investments	123	15(a)	5,000,000,000	5,000,000,000
Accounts receivable – short-term	130		10,504,845,934,752	11,898,280,531,814
Accounts receivable from customers	131	7(a)	10,137,145,860,629	9,335,440,945,200
Prepayments to suppliers	132	8	245,678,203,249	59,244,726,922
Loans receivable – short-term	135	9(a)	-	68,000,000,000
Other short-term receivables	136	10(a)	135,621,202,463	2,449,326,144,281
Allowance for doubtful debts	137	7(c)	(13,599,331,589)	(13,731,284,589)
Inventories	140	11	5,457,799,971,469	6,384,320,637,756
Inventories	141		5,496,477,177,584	6,464,778,720,342
Allowance for inventories	149		(38,677,206,115)	(80,458,082,586)
Other current assets	150		413,232,247,259	957,566,024,719
Short-term prepaid expenses	151	16(a)	111,300,078,490	85,590,388,401
Deductible value added tax	152		301,932,168,769	871,962,016,601
Taxes receivable from State Treasury	153		-	13,619,717

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

Hoa Sen Group
Separate balance sheet as at 31 March 2022 (continued)
Form B 01a – DN
*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

	Code	Note	31/3/2022 VND	1/10/2021 VND
Long-term assets (200 = 210 + 220 + 240 + 250 + 260)	200		4,950,974,669,630	4,863,167,615,269
Accounts receivable – long-term	210		245,254,337,400	178,887,837,400
Loans receivable – long-term	215	9(b)	69,500,000,000	-
Other long-term receivables	216	10(b)	175,754,337,400	178,887,837,400
Fixed assets	220		1,078,926,858,921	1,134,208,705,003
Tangible fixed assets	221	12	887,658,863,371	936,170,702,614
Cost	222		3,545,986,289,856	3,463,673,580,489
Accumulated depreciation	223		(2,658,327,426,485)	(2,527,502,877,875)
Intangible fixed assets	227	13	191,267,995,550	198,038,002,389
Cost	228		259,988,428,918	259,988,428,918
Accumulated amortisation	229		(68,720,433,368)	(61,950,426,529)
Long-term work in progress	240		230,963,010,718	180,277,059,193
Construction in progress	242	14	230,963,010,718	180,277,059,193
Long-term financial investments	250		3,244,000,000,000	3,244,000,000,000
Investments in subsidiaries	251	15(b)	3,228,000,000,000	3,228,000,000,000
Held-to-maturity investments	255	15(a)	16,000,000,000	16,000,000,000
Other long-term assets	260		151,830,462,591	125,794,013,673
Long-term prepaid expenses	261	16(b)	57,172,674,465	38,680,005,935
Deferred tax assets	262	17	94,657,788,126	87,114,007,738
TOTAL ASSETS (270 = 100 + 200)	270		21,561,265,243,507	24,514,351,948,975

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


Hoa Sen Group
Separate balance sheet as at 31 March 2022 (continued)

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


	Code	Note	31/3/2022 VND	1/10/2021 VND
RESOURCES				
LIABILITIES (300 = 310 + 330)	300		10,032,990,487,546	13,195,700,411,669
Current liabilities	310		10,018,927,024,650	13,182,047,854,402
Accounts payable to suppliers	311	18	2,741,781,042,199	4,283,263,896,000
Advances from customers	312		336,044,004,927	233,052,080,172
Taxes payable to State Treasury	313	19	135,099,806,381	309,240,420,455
Payables to employees	314		56,660,460,901	55,566,725,013
Accrued expenses	315	20	283,939,390,690	214,800,245,166
Other payables – short-term	319	21	23,436,365,014	3,256,582,146,203
Short-term borrowings	320	22	6,208,206,615,046	4,754,513,830,764
Bonus and welfare funds	322	23	233,759,339,492	75,028,510,629
Long-term liabilities	330		14,063,462,896	13,652,557,267
Other payables – long-term	337		709,500,000	709,500,000
Provisions – long-term	342	24	13,353,962,896	12,943,057,267
EQUITY (400 = 410)	400		11,528,274,755,961	11,318,651,537,306
Owners' equity	410	25	11,528,274,755,961	11,318,651,537,306
Share capital	411	26	4,934,818,960,000	4,934,818,960,000
- Ordinary shares with voting rights	411a		4,934,818,960,000	4,934,818,960,000
Share premium	412		157,292,539,068	157,292,539,068
Other equity funds	420		236,507,664,127	90,695,201,265
Retained profits	421		6,199,655,592,766	6,135,844,836,973
- Retained profits brought forward	421a		5,790,338,860,838	1,824,320,198,455
- Retained profits for the current period/year	421b		409,316,731,928	4,311,524,638,518
TOTAL RESOURCES (440 = 300 + 400)	440		21,561,265,243,507	24,514,351,948,975

25 May 2022

Prepared by:


Nguyen Thi Thanh Tuyen
Accountant

Approved by:


Nguyen Thi Ngoc Lan
Chief Accountant




Tran Quoc Tri
General Director

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

Hoa Sen Group
Separate statement of income for the six-month period ended 31 March 2022
Form B 02a – DN
(Issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance)

	Code	Note	Six-month period ended 31/3/2022 VND	31/3/2021 VND
Revenue from sales of goods and provision of services	01	28	49,783,380,899,730	34,522,050,890,800
Revenue deductions	02	28	78,697,751,922	56,063,311,189
Net revenue (10 = 01 - 02)	10	28	49,704,683,147,808	34,465,987,579,611
Cost of sales	11	29	47,039,891,620,046	32,357,385,438,508
Gross profit (20 = 10 - 11)	20		2,664,791,527,762	2,108,602,141,103
Financial income	21	30	126,294,825,641	86,977,509,149
Financial expenses	22	31	124,704,636,620	140,034,444,880
<i>In which: Interest expense</i>	23		70,044,199,131	70,248,310,258
Selling expenses	25	32	1,956,112,970,486	1,075,666,152,128
General and administration expenses	26	33	190,969,060,492	107,599,703,162
Net operating profit {30 = 20 + (21 - 22) - (25 + 26)}	30		519,299,685,805	872,279,350,082
Other income	31		4,387,775,723	4,959,323,940
Other expenses	32		1,485,290,644	106,402,837
Results of other activities (40 = 31 - 32)	40		2,902,485,079	4,852,921,103
Accounting profit before tax (50 = 30 + 40)	50		522,202,170,884	877,132,271,185
Income tax expense – current	51	35	120,429,219,344	146,460,089,736
Income tax benefit – deferred	52	35	(7,543,780,388)	(11,133,861,421)
Net profit after tax (60 = 50 - 51 - 52)	60		409,316,731,928	741,806,042,870

25 May 2022

Prepared by:


 Nguyen Thi Thanh Tuyen
 Accountant

Approved by:


 Nguyen Thi Ngoc Lan
 Chief Accountant


 Tran Quoc Tri
 General Director


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

Hoa Sen Group**Separate statement of cash flows for the six-month period ended 31 March 2022
(Indirect method)****Form B 03a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

	Code Note	Six-month period ended 31/3/2022 VND	31/3/2021 VND
CASH FLOWS FROM OPERATING ACTIVITIES			
Accounting profit before tax	01	522,202,170,884	877,132,271,185
Adjustments for			
Depreciation and amortisation	02	142,086,258,585	151,945,156,441
Allowances and provisions	03	(41,501,923,842)	8,791,013,090
Exchange losses/(gains) arising from revaluation of monetary items denominated in foreign currencies	04	1,519,071,245	(5,789,789,027)
Profits from investing activities	05	(8,786,693,944)	(9,740,044,383)
Interest expense	06	70,044,199,131	70,248,310,258
Operating profit before changes in working capital	08	685,563,082,059	1,092,586,917,564
Change in receivables	09	(399,371,672,013)	(1,799,498,216,779)
Change in inventories	10	968,301,542,758	(2,218,461,895,193)
Change in payables and other liabilities	11	(2,545,661,432,683)	4,242,861,550,085
Change in prepaid expenses	12	(30,887,436,425)	17,878,073,614
		(1,322,055,916,304)	1,335,366,429,291
Interest paid	14	(75,269,272,626)	(69,419,268,494)
Income tax paid	15	(239,848,950,148)	(132,051,410,259)
Other payments for operating activities	17	(40,962,684,410)	(49,298,354,762)
Net cash flows from operating activities	20	(1,678,136,823,488)	1,084,597,395,776
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for additions to fixed assets and other long-term assets	21	(183,986,303,266)	(27,804,749,209)
Proceeds from disposals of fixed assets	22	3,196,538,040	1,075,059,578
Payments for granting loans and term deposits	23	(1,500,000,000)	(33,326,172,142)
Collections on loans receivable and term deposits	24	-	5,000,000,000
Payments for investments in subsidiaries	25	-	(1,500,000,000)
Receipts of interest, bond coupon and dividends	27	230,864,855,222	1,845,364,958
Net cash flows from investing activities	30	48,575,089,996	(54,710,496,815)

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

Hoa Sen Group**Separate statement of cash flows for the six-month period ended 31 March 2022
(Indirect method – continued)****Form B 03a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

	Code	Note	Six-month period ended	
			31/3/2022	31/3/2021
			VND	VND
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from borrowings	33		20,520,087,491,105	15,157,894,623,261
Payments to settle loan principals	34		(19,093,669,891,802)	(16,099,647,735,735)
Payments to settle finance lease liabilities	35		-	(10,027,814,809)
Payments of dividends	36		(6,128,500)	(170,543,600)
Net cash flows from financing activities	40		1,426,411,470,803	(951,951,470,883)
Net cash flows during the period (50 = 20 + 30 + 40)	50		(203,150,262,689)	77,935,428,078
Cash and cash equivalents at the beginning of the period	60		406,017,139,417	480,196,944,895
Effect of exchange rate fluctuations on cash and cash equivalents	61		26,545,543,669	20,397,111,015
Cash and cash equivalents at the end of the period (70 = 50 + 60 + 61)	70	6	229,412,420,397	578,529,483,988

25 May 2022

Prepared by:



Nguyen Thi Thanh Tuyen
Accountant

Approved by:



Nguyen Thi Ngoc Lan
Chief Accountant



Tran Quoc Tri
General Director

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

Hoa Sen Group

Notes to the separate interim financial statements for the six-month period ended 31 March 2022

Form B 09a – DN

*(Issued under Circular No. 200/2014/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 interim financial statements.

1. Reporting entity

(a) Ownership structure

Hoa Sen Group (“the Company”) is a joint stock company incorporated in Vietnam.

The Company’s shares were listed on the Ho Chi Minh City Stock Exchange with trading code HSG in accordance with Decision No. 117/QĐ-SGDHCM dated 5 November 2008 issued by the Ho Chi Minh City Stock Exchange.

(b) Principal activities

The Company’s principal activities are manufacturing roofing sheets by galvanised steel, zinc alloy, paint galvanised zinc plating and plating of other alloys; producing steel purlins, galvanised purlins; manufacturing black steel pipes, galvanised steel pipes and other alloys; manufacturing steel mesh, galvanised steel wire, steel wire; buying and selling building materials, capital goods and consumer goods; providing warehousing and transportation services; providing industrial and civil construction services; and producing cold rolled steel coils and leasing machinery and equipment and other tangible belongings.

(c) Normal operating cycle

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

(d) Company structure

As at 31 March 2022, the Company had 9 subsidiaries and 1 associate (1/10/2021: 9 subsidiaries and 1 associate) as listed in Note 15(b).

As at 31 March 2022, the Company had 5,470 employees (1/10/2021: 5,254 employees).

2. Basis of preparation

(a) Statement of compliance

The separate interim financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to interim financial reporting. The Company prepares and issues its consolidated interim 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 interim financial statements should be read in conjunction with the Company’s consolidated interim financial statements.

Hoa Sen Group
Notes to the separate interim financial statements for the six-month period ended
31 March 2022 (continued)

Form B 09a – DN
*(Issued under Circular No. 200/2014/TT-BTC
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(b) Basis of measurement

The separate interim 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 is from 1 October to 30 September. The separate interim financial statements are prepared for the six-month period ended 31 March.

(d) Accounting and presentation currency

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

3. Summary of significant accounting policies

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

(a) Foreign currency transactions

Transactions in currencies other than VND during the period 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 buying and selling exchange rates, respectively at the end of the annual accounting period quoted by the commercial bank where the Company most frequently conducts transactions.

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

(b) Cash and cash equivalents

Cash comprises cash balances 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.

Hoa Sen Group

**Notes to the separate interim financial statements for the six-month period ended
31 March 2022 (continued)**

Form B 09a – DN

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

(c) Investments

(i) *Held-to-maturity investments*

Held-to-maturity investments are those that the Company's management has the intention and ability to hold until maturity. Held-to-maturity investments include term deposits at banks and bank bonds. These investments are stated at cost less allowance for doubtful debts.

(ii) *Investments in subsidiaries and associates*

For the purpose of this separate interim financial statements, investments in subsidiaries and associates 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.

(d) Accounts receivable

Trade and other receivables are stated at cost less allowance for doubtful 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.

Hoa Sen Group**Notes to the separate interim financial statements for the six-month period ended
31 March 2022 (continued)****Form B 09a – 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 and the costs of dismantling and removing the asset and restoring the site on which it is located. 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 period 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 – 50 years
▪ machinery and equipment	3 – 10 years
▪ motor vehicles	2 – 10 years
▪ office equipment	3 – 10 years
▪ others	5 – 8 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 rights comprises its purchase price and any direct attributable costs incurred in conjunction with securing the land use rights. Land use rights with definite term are amortised on a straight-line basis over the term of land use rights which is from 14 years to 55 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 over 3 to 6 years.

Hoa Sen Group

**Notes to the separate interim financial statements for the six-month period ended
31 March 2022 (continued)**

Form B 09a – DN

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

(h) Construction in progress

Construction in progress represents the cost 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.

(i) Long-term prepaid expenses

(i) Advertising panels

Advertising panels are initially recognised at cost and are amortised on a straight-line basis over a period ranging from 2 to 3 years.

(ii) Tools and instruments

Tools and instruments include assets held for use by the Company in the normal course of business whose costs of individual items are less than VND30 million and therefore not qualified for recognition as fixed assets under prevailing regulation. Cost of tools and instruments are amortised on a straight-line basis over a period ranging from 2 to 3 years.

(iii) Rental expenses

Prepaid rental expenses comprise prepayments for warehouse rental during the Company's production and business operations and are initially recognised at cost. These prepayments are amortised on a straight-line basis over the lease terms ranging from 2 to 3 years.

(iv) Maintenance expenses

Maintenance expenses represent costs to repair and replace machinery, equipment and other fixed assets which do not meet the recognition requirements of fixed asset. Maintenance expenses are initially recognised at cost and amortised on a straight-line basis over a period ranging from 2 to 3 years.

(j) Trade and other payables

Trade and other payables are stated at their costs.

(k) Provisions

A provision is recognised if, as a result of a past event, the Company has 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.

Hoa Sen Group

Notes to the separate interim financial statements for the six-month period ended 31 March 2022 (continued)

Form B 09a – DN

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

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 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.

(l) Share capital

(i) Ordinary shares

Ordinary shares are recognised at par value.

(ii) Share premium

Excess of cash receipt from share issues over par value is recorded as share premium. Incremental costs directly attributable to the issue of shares, net of tax effects is recognised as a deduction from share premium.

(m) Taxation

Income tax on the profit or loss for the period 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 period, using tax rates enacted at the end of the accounting period, and any adjustment to tax payable in respect of previous periods.

Deferred tax is provided using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purpose 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 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.

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(n) Revenue and other income

(i) Goods sold

Revenue from sales of goods is recognised in the separate statement of income when 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 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 in proportion to the stage of completion of the transaction. The stage of completion is assessed by reference to surveys of work performed. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due.

(iii) Interest income

Interest income is recognised 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.

(o) 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.

Minimum lease payments made under finance leases are apportioned between the finance expense and the reduction of the outstanding liability. The finance expense is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

(p) Borrowing costs

Borrowing costs are recognised as an expense in the period 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.

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(q) Segment reporting

A segment is a distinguishable component of the Company that is engaged either in providing related products or services (business segment), or in providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments. The Company's primary format for segment reporting is based on business segments.

(r) 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.

(s) Comparative information

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

4. Seasonality of operations

The Company operates mainly in the field of manufacturing and trading in galvanized steel roofing sheets, aluminum-zinc alloys, galvanized coatings, construction materials and related products. The Board of Directors assesses that this field of activity is not usually significantly affected by seasonality.

5. Segment reporting

(a) Business segments

The Company's principal business activities are buying and selling galvanized steel roofing sheets, aluminum-zinc alloys, galvanized coatings and construction materials. Other activities are asset leasing and service provision. During the period, other activities accounted for an insignificant proportion of the unconsolidated revenue and unconsolidated results of operations of the Company, accordingly, the financial information presented in the separate balance sheets as at 31 March 2022 and 1 October 2021 and all revenue, expenses presented in the separate statements of income for the six-month periods ended 31 March 2022 and 31 March 2021 were mainly related to the Company's principal business activities.

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31 March 2022 (continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
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The Company's geographical segments were based on the locations of customers as follows:

	Geographical segments		
	Domestic VND	Export VND	Total VND
Six-month period ended 31 March 2022			
Net revenue	33,568,985,033,557	16,135,698,114,251	49,704,683,147,808
Cost of sales	(32,802,884,566,325)	(14,237,007,053,721)	(47,039,891,620,046)
	766,100,467,232	1,898,691,060,530	2,664,791,527,762
Six-month period ended 31 March 2021			
Net revenue	24,407,960,173,205	10,058,027,406,406	34,465,987,579,611
Cost of sales	(23,096,250,964,571)	(9,261,134,473,937)	(32,357,385,438,508)
	1,311,709,208,634	796,892,932,469	2,108,602,141,103

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	31/3/2022 VND	1/10/2021 VND
Cash on hand	13,246,441,000	13,617,648,701
Cash in banks	214,977,039,057	391,480,006,937
Cash in transit	438,940,340	169,483,779
Cash equivalents (*)	750,000,000	750,000,000
	<hr/>	<hr/>
	229,412,420,397	406,017,139,417

- (*) Cash equivalents represented term deposits at banks with original terms to maturity of three months or less from their transactions dates and earned annual interest at rates ranging from 3% to 3.5% (1/10/2021: 3% to 3.3%).

As of 31 March 2022, term deposits of VND750 million (1/10/2021: VND750 million) were secured over a guarantee contract issued by Vietnam Joint Stock Commercial Bank for Industry and Trade - Binh Duong Industrial Park Branch.

7. Accounts receivable from customers**(a) Accounts receivable from customers detailed by significant customers**

	31/3/2022 VND	1/10/2021 VND
Hoa Sen Steel One Member Company Limited	2,630,455,708,933	873,525,603,746
Hoa Sen Nghe An One Member Limited Liabilities Company	2,531,282,670,383	1,598,748,271,511
Hoa Sen Nhon Hoi - Binh Dinh One Member Limited Liability Company	2,408,824,150,958	1,487,196,033,900
Hoa Sen Plastics Joint Stock Company (formerly known as Hoa Sen Building Materials Company Limited)	785,215,473,179	758,704,667,548
Other customers	1,781,367,857,176	4,617,266,368,495
	<hr/>	<hr/>
	10,137,145,860,629	9,335,440,945,200

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	31/3/2022	1/10/2021
	VND	VND
<i>Subsidiaries</i>		
Hoa Sen Steel One Member Company Limited	2,630,455,708,933	873,525,603,746
Hoa Sen Nghe An One Member Limited Liabilities Company	2,531,282,670,383	1,598,748,271,511
Hoa Sen Nhon Hoi - Binh Dinh One Member Limited Liability Company	2,408,824,150,958	1,487,196,033,900
Hoa Sen Plastics Joint Stock Company (formerly known as Hoa Sen Building Materials Company Limited)	785,215,473,179	758,704,667,548
Hoa Sen Phu My One Member Limited Liabilities Company	466,549,189,989	394,820,399,043
Hoa Sen Binh Dinh Sole Member Limited Company	92,855,865,142	14,827,184,790
Hoa Sen Ha Nam One Member Limited Liability Company	14,356,687,465	15,348,017,868
Hoa Sen Yen Bai Building Materials One Member Limited Liabilities Company	4,707,684,996	171,241,122
<i>Company owned by the Company's Chairman</i>		
Hoa Sen Holdings Group	176,166,499,309	-

The trade related amounts due from the related parties were unsecured, interest free and are receivable in 365 days from invoice dates for the subsidiaries and 45 days from invoice dates for the company owned by the Company's Chairman.

Hoa Sen Group

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(c) Bad and doubtful debts

	31/3/2022			1/10/2021				
	Overdue days	Cost VND	Allowance VND	Recoverable amount VND	Overdue days	Cost VND	Allowance VND	Recoverable amount VND
<i>Overdue debts</i>								
Mekong Consultant Trading Construction Joint Stock Company	From 3 – 4 years	1,648,743,436	(1,648,743,436)	-	From 3 – 4 years	1,648,743,436	(1,648,743,436)	-
Hai Thuy Limited Liability Company	More than 5 years	1,545,000,625	(1,545,000,625)	-	More than 5 years	1,545,000,625	(1,545,000,625)	-
Hiep Loan Construction Steel Company Limited	From 2 – 3 years	1,243,508,106	(1,243,508,106)	-	From 2 – 3 years	1,243,508,106	(1,243,508,106)	-
Hoang Thai Private Enterprise	More than 5 years	1,023,359,294	(1,023,359,294)	-	More than 5 years	1,023,359,294	(1,023,359,294)	-
Other customers	From 2 to more than 5 years	8,138,720,128	(8,138,720,128)	-	From 2 to more than 5 years	8,270,673,128	(8,270,673,128)	-
		13,599,331,589	(13,599,331,589)	-		13,731,284,589	(13,731,284,589)	-

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

	Six-month period ended	
	31/3/2022	31/3/2021
	VND	VND
Opening balance	13,731,284,589	22,577,028,500
Allowance made during the period	-	5,727,000
Allowance reversed during the period	(131,953,000)	(160,049,721)
Closing balance	13,599,331,589	22,422,705,779

8. Prepayments to suppliers

	31/3/2022	1/10/2021
	VND	VND
<i>Subsidiaries</i>		
Hoa Sen Binh Dinh Sole Member Limited Company	451,857,102	-
Hoa Sen Nhon Hoi - Binh Dinh One Member Limited Liability Company	179,810,395	87,124,757
Hoa Sen Yen Bai Building Materials One Member Limited Liabilities Company	32,586,720	-
Hoa Sen Ha Nam One Member Limited Liability Company	-	26,739,999,215
<i>Third parties</i>		
VAS Group Nghi Son Joint Stock Company	65,131,090,090	-
VAS Steel Viet My Limited Liability Company	64,805,776,365	-
Other suppliers	115,077,082,577	32,417,602,950
	245,678,203,249	59,244,726,922

9. Loans receivable**(a) Loans receivable – short-term**

	31/3/2022	1/10/2021
	VND	VND
Loans receivable from Hoa Sen Yen Bai Joint Stock Company – a subsidiary	-	68,000,000,000

This loan was unsecured, has original term to maturity of 12 months and earned annual interest at 4%.

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(b) Loans receivable – long-term

	31/3/2022	1/10/2021
	VND	VND
Loans receivable from Hoa Sen Yen Bai Joint Stock Company – subsidiary	69,500,000,000	-

This loan was unsecured, has original term to maturity of 24 months and earned annual interest at 7.5% which is receivable quarterly.

Movements in receivables from long-term loans during the period were as follows:

	Six-month period ended	
	31/3/2022	31/3/2021
	VND	VND
Opening balance	-	-
Additions	1,500,000,000	-
Transfers from loans receivable – short-term	68,000,000,000	-
Closing balance	69,500,000,000	-

10. Other receivables

(a) Other short-term receivables

	31/3/2022	1/10/2021
	VND	VND
Receivable from profits distribution	-	2,313,430,131,015
Advances for purchases of lands	45,462,225,000	45,462,225,000
Advances to employees	32,976,376,453	34,618,799,195
Short-term deposits and rental deposits	34,044,045,800	36,503,545,800
Receivables from transfers of land use rights	12,818,775,000	12,818,775,000
Interest income from loan receivables	2,615,212,329	-
Other receivables	7,704,567,881	6,492,668,271
	135,621,202,463	2,449,326,144,281

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	31/3/2022	1/10/2021
	VND	VND
<i>Subsidiaries</i>		
Hoa Sen Yen Bai Joint Stock Company	2,615,212,329	-
Hoa Sen Ha Nam One Member Limited Liability Company	17,000,000	156,020,916,359
Hoa Sen Nghe An One Member Limited Liabilities Company	-	946,725,035,692
Hoa Sen Nhon Hoi - Binh Dinh One Member Limited Liability Company	-	756,039,601,281
Hoa Sen Plastics Joint Stock Company (formerly known as Hoa Sen Building Materials Company Limited)	-	248,393,361,872
Hoa Sen Steel One Member Company Limited	-	120,808,132,718
Hoa Sen Binh Dinh Sole Member Limited Company	-	69,057,496,793
Hoa Sen Yen Bai Building Materials One Member Limited Liabilities Company	-	16,444,286,300
<i>Company owned by the Company's Chairman</i>		
Hoa Sen Holdings Group	1,548,000,000	1,470,000,000
<i>Key management personnel</i>		
Mr. Hoang Duc Huy – Deputy General Director	45,462,225,000	45,462,225,000

Other receivables from the related parties were unsecured, interest free and are receivable on demand.

(b) Other long-term receivables

	31/3/2022	1/10/2021
	VND	VND
Rental deposits	175,754,337,400	178,887,837,400

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	31/3/2022		1/10/2021	
	Cost VND	Allowance VND	Cost VND	Allowance VND
Goods in transit	669,938,051,839	-	948,952,756,883	-
Raw materials	1,292,390,247,396	(14,262,927,327)	1,392,865,556,357	(18,837,869,618)
Tools and supplies	167,072,560,787	-	164,573,666,041	-
Finished goods	1,381,709,880,164	(13,248,177,619)	1,542,494,461,325	(52,327,014,685)
Merchandise inventories	1,985,366,437,398	(11,166,101,169)	2,415,892,279,736	(9,293,198,283)
	5,496,477,177,584	(38,677,206,115)	6,464,778,720,342	(80,458,082,586)

As at 31 March 2022, inventories with carrying amounts of VND3,194,486 million (1/10/2021: VND4,772,185 million) were pledged with banks as security for loans granted to the Company (Note 22).

Movements in allowance for inventories during the period were as follows:

	Six-month period ended	
	31/3/2022 VND	31/3/2021 VND
Opening balance	80,458,082,586	24,537,865,276
Allowance made during the period	1,872,902,886	5,734,135,811
Allowance reversed during the period	(43,653,779,357)	-
Closing balance	38,677,206,115	30,272,001,087

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12. Tangible fixed assets

Cost	Buildings and structures VND	Machinery and equipment VND	Motor vehicles VND	Office equipment VND	Others VND	Total VND
Opening balance	484,476,100,366	2,585,435,473,028	296,648,614,944	76,375,572,729	20,737,819,422	3,463,673,580,489
Additions	94,536,378	21,295,564,351	-	-	-	21,390,100,729
Transfers from construction in progress	61,820,732,150	1,702,835,056	4,776,343,063	-	-	68,299,910,269
Disposals	-	(4,365,595,433)	(1,490,411,943)	-	-	(5,856,007,376)
Written off	(299,916,575)	(1,221,377,680)	-	-	-	(1,521,294,255)
Closing balance	546,091,452,319	2,602,846,899,322	299,934,546,064	76,375,572,729	20,737,819,422	3,545,986,289,856
Accumulated depreciation						
Opening balance	300,463,557,227	1,954,884,467,890	206,789,739,878	45,738,228,100	19,626,884,780	2,527,502,877,875
Charge for the period	9,821,216,453	103,694,323,418	16,983,607,767	4,667,834,432	149,269,676	135,316,251,746
Disposals	-	(1,479,996,938)	(1,490,411,943)	-	-	(2,970,408,881)
Written off	(299,916,575)	(1,221,377,680)	-	-	-	(1,521,294,255)
Closing balance	309,984,857,105	2,055,877,416,690	222,282,935,702	50,406,062,532	19,776,154,456	2,658,327,426,485
Net book value						
Opening balance	184,012,543,139	630,551,005,138	89,858,875,066	30,637,344,629	1,110,934,642	936,170,702,614
Closing balance	36,106,595,214	546,969,482,632	77,651,610,362	25,969,510,197	961,664,966	887,658,863,371

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Included in tangible fixed assets were assets costing VND1,114,615 million which were fully depreciated as at 31 March 2022 (1/10/2021: VND1,063,778 million), but which are still in active use.

As at 31 March 2022, tangible fixed assets with net book value of VND243,071 million (1/10/2021: VND293,060 million) were pledged with banks as security for loans granted to the Company (Note 22).

13. Intangible fixed assets

	Machinery and equipment VND	Motor vehicles VND	Total VND
Cost			
Opening balance and closing balance	200,791,409,765	59,197,019,153	259,988,428,918
Accumulated amortisation			
Opening balance	31,461,529,384	30,488,897,145	61,950,426,529
Charge for the period	1,273,039,849	5,496,966,990	6,770,006,839
Closing balance	32,734,569,233	35,985,864,135	68,720,433,368
Net book value			
Opening balance	169,329,880,381	28,708,122,008	198,038,002,389
Closing balance	168,056,840,532	23,211,155,018	191,267,995,550

Included in intangible fixed assets were assets costing VND456 million which were fully amortised as at 31 March 2022 (1/10/2021: VND456 million), but which are still in active use.

As at 31 March 2022, intangible fixed assets with net book value of VND66,166 million (1/10/2021: VND66,528 million) were pledged with banks as security for loans granted to the Company (Note 22).

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Major construction in progress were as follows:

	31/3/2022 VND	1/10/2021 VND
Machinery and equipment waiting for installation	10,167,487,041	5,606,678,492
Construction and upgrading costs of Hoa Sen Home project	216,668,865,183	169,750,990,485
Major maintenance expenses of fixed assets	1,289,709,043	3,004,223,995
Others	2,836,949,451	1,915,166,221
	230,963,010,718	180,277,059,193

Movements in construction in progress during the period were as follows:

	Six-month period ended 31/3/2022 VND	31/3/2021 VND
Opening balance	180,277,059,193	5,338,412,183
Additions	132,300,783,988	20,108,046,222
Transfers to tangible fixed assets	(68,299,910,269)	(682,726,246)
Transfers to long-term prepaid expenses	(12,895,653,675)	(626,754,203)
Transfers to short-term prepaid expenses	(419,268,519)	-
Closing balance	230,963,010,718	24,136,977,956

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	31/3/2022 VND	1/10/2021 VND
Term deposits	5,000,000,000	5,000,000,000

Held-to-maturity investments - short-term represented term deposits at banks with term of more than 3 months from their transaction dates and less than 12 months from the end of the accounting period. As at 31 March 2022, term deposits were denominated in VND and earned interest at 4% per annum (1/10/2021: 3.7% per annum).

Held-to-maturity investments - long-term

	31/3/2022 VND	1/10/2021 VND
Bonds issued by Vietnam Bank for Industry and Trade Securities Joint Stock Company (*)	15,000,000,000	15,000,000,000
Bonds issued by Agribank Securities Corporation (**)	1,000,000,000	1,000,000,000
	16,000,000,000	21,000,000,000

(*) These bonds have 10 year tenor, are denominated in VND and earn interest at the average interest rate of 12 months Vietnam Dong individual saving deposits of 4 banks (Agribank, Vietcombank, Vietinbank and BIDV) plus an annual margin of 1.2% per annum.

(**) These bonds have 7 year tenor, are denominated in VND and earn interest at the average interest rate of 12 months Vietnam Dong individual saving deposits of 4 banks (Agribank, Vietcombank, Vietinbank and BIDV) plus an annual margin of 1.2% per annum.

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(b) Equity investments in other entities

	31/3/2022	1/10/2021
	% of equity owned/ voting rights	% of equity owned/ voting rights
	Allowance for diminution in value VND	Allowance for diminution in value VND
	Cost VND	Cost VND
Investments in subsidiaries		
▪ Hoa Sen Nghe An One Member Limited Liabilities Company	100%	100%
▪ Hoa Sen Nhon Hoi - Binh Dinh One Member Limited Liability Company	100%	100%
▪ Hoa Sen Steel One Member Company Limited	100%	100%
▪ Hoa Sen Phu My One Member Limited Liabilities Company	100%	100%
▪ Hoa Sen Ha Nam One Member Limited Liability Company	100%	100%
▪ Hoa Sen Plastics Joint Stock Company (formerly known as Hoa Sen Building Materials Company Limited)	100%	100%
▪ Hoa Sen Binh Dinh Sole Member Limited Company	100%	100%
▪ Hoa Sen Yen Bai Joint Stock Company	95%	95%
▪ Hoa Sen Yen Bai Building Materials One Member Limited Liabilities Company	100%	100%
	3,228,000,000,000	3,228,000,000,000
Investment in an associate		
▪ Hoa Sen International Port Joint Stock Company (i)	-	-
	3,228,000,000,000	3,228,000,000,000

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- (i) Hoa Sen International Port Joint Stock Company, of which the Group owned 49% ownership interest, was incorporated under Business Registration Certificate No. 3502399898 issued by the Department of Planning and Investment of Ba Ria Vung Tau Province on 5 July 2019, in which the Company holds 49% ownership. As at 31 March 2022, the Company has not yet contributed capital to Hoa Sen International Port Joint Stock Company.

16. Prepaid expenses**(a) Short-term prepaid expenses**

	31/3/2022 VND	1/10/2021 VND
Rental expenses	76,741,198,960	60,086,558,798
Advertising expenses	12,458,130,995	4,977,085,978
Tools and instruments	8,772,806,922	7,318,855,307
Maintenance expenses	4,801,117,660	3,605,758,234
Insurance fee	1,168,480,495	599,821,424
Consulting expenses	379,755,734	430,991,668
Other short-term prepaid expenses	6,978,587,724	8,571,316,992
	<hr/>	<hr/>
	111,300,078,490	85,590,388,401
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(b) Long-term prepaid expenses

	31/3/2022 VND	1/10/2021 VND
Advertising panels	22,049,726,080	15,059,349,254
Rental expenses	12,139,561,432	6,266,006,987
Tools and instruments	10,667,517,148	9,550,254,921
Maintenance expenses	7,034,926,479	3,918,465,569
Other long-term prepaid expenses	5,280,943,326	3,885,929,204
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	57,172,674,465	38,680,005,935
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Movements of long-term prepaid expenses during the period were as follows:

	Six-month period ended	
	31/3/2022	31/3/2021
	VND	VND
Opening balance	38,680,005,935	48,265,344,770
Additions	21,296,106,601	7,384,048,212
Transfers from construction in progress	12,895,653,675	626,754,203
Transfers from short-term prepaid expenses	-	41,636,364
Transfers to tangible fixed assets	-	(173,643,592)
Amortisation for the period	(15,656,172,823)	(24,817,979,921)
Disposals	(42,918,923)	(53,725,951)
Closing balance	57,172,674,465	31,272,434,085

17. Deferred tax assets

	Tax rate	31/3/2022 VND	1/10/2021 VND
<i>Deferred tax assets are recognised for:</i>			
▪ Accrued expenses	20%	73,471,211,815	61,879,057,711
▪ Allowances and provisions	20%	10,455,307,541	18,837,873,435
▪ Unrealised profits	20%	10,731,268,770	6,397,076,592
		94,657,788,126	87,114,007,738

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	Cost/Amount within repayment capacity	
	31/3/2022	1/10/2021
	VND	VND
Formosa Ha Tinh Steel Corporation	512,343,866,870	1,508,956,770,530
Hoa Sen Binh Dinh Sole Member Limited Company	420,911,189,917	199,491,934,084
Kim Quoc Steel Company Limited	401,694,977,394	622,557,774,639
Hoa Sen Nhon Hoi - Binh Dinh One Member Limited Liability Company	297,716,828,359	161,764,492,000
Trafigura Group Pte. Ltd.	234,895,780,669	164,032,434,457
Hoa Sen Ha Nam One Member Limited Liability Company	84,419,067,262	159,185,584,085
Xiamen ITG Group Corp., Ltd.	-	630,195,444,218
Other suppliers	789,799,331,728	837,079,461,987
	<hr/> 2,741,781,042,199	<hr/> 4,283,263,896,000 <hr/>

(b) Accounts payable to suppliers who are related parties

	Cost/Amount within repayment capacity	
	31/3/2022	1/10/2021
	VND	VND
<i>Subsidiaries</i>		
Hoa Sen Binh Dinh Sole Member Limited Company	420,911,189,917	199,491,934,084
Hoa Sen Nhon Hoi - Binh Dinh One Member Limited Liability Company	297,716,828,359	161,764,492,000
Hoa Sen Ha Nam One Member Limited Liability Company	84,419,067,262	159,185,584,085
Hoa Sen Yen Bai Building Materials One Member Limited Liabilities Company	57,110,090,410	83,547,848,008
<i>Companies owned by the Company's Chairman</i>		
Hoa Sen Holdings Group	244,200,000	6,124,567,058
Hoa Sen Nghe An Investment Company Limited	50,522,401	13,356,842

The trade related amounts due to the related parties were unsecured, interest free and are payable within 365 days from invoice dates for subsidiaries and are payable within 45 days from invoice dates for companies owned by the Company's Chairman.

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19. Taxes payable to State Treasury

	1/10/2021 VND	Incurred VND	Paid VND	Netted-off VND	31/3/2022 VND
Value added tax	171,521,480,386	4,041,920,944,886	(537,876,901,827)	(3,558,369,491,382)	117,196,032,063
Import-export tax	165,867,784	897,396,126	(1,054,065,331)	-	9,198,579
Corporate income tax	136,065,227,788	120,429,219,344	(239,848,950,148)	-	16,645,496,984
Personal income tax	1,399,044,497	25,001,107,756	(23,376,154,359)	(1,774,919,139)	1,249,078,755
Other taxes	88,800,000	1,171,650,919	(1,260,450,919)	-	-
	309,240,420,455	4,189,420,319,031	(803,416,522,584)	(3,560,144,410,521)	135,099,806,381

Hoa Sen Group**Notes to the separate interim financial statements for the six-month period ended
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	31/3/2022 VND	1/10/2021 VND
Salary and bonus	166,551,362,873	150,283,536,463
Transportation expenses	62,473,042,853	43,534,163,796
Travelling expenses	22,876,000,000	-
Promotion expenses	17,332,135,024	-
Construction in progress	6,409,402,454	6,849,402,456
Interest expense	3,859,179,574	9,084,253,069
Electricity expenses	38,628,672	34,655,876
Others	4,399,639,240	5,014,233,506
	283,939,390,690	214,800,245,166

21. Other payables – short-term

	31/3/2022 VND	1/10/2021 VND
Import financing payables (*)	-	3,226,391,554,000
Payables for discounted export bills	4,961,601,782	-
Short-term deposits received	4,570,415,000	19,134,400,000
Social insurance, health insurance, unemployment insurance and union funds	514,983,260	528,125,900
Dividend payables	3,934,061,977	3,940,190,477
Other payables	9,455,302,995	6,587,875,826
	23,436,365,014	3,256,582,146,203

- (*) These amounts represented amounts payable for Usance payable at sight Letters of credit (UPAS L/C) provided by Vietnam Joint Stock Commercial Bank for Industry and Trade - Binh Duong Industrial Park Branch, Ho Chi Minh City Development Joint Stock Commercial Bank, Vietnam International Commercial Joint Stock Bank - Ho Chi Minh City Branch, Vietnam Maritime Commercial Joint Stock Bank - Ho Chi Minh City Branch and Tien Phong Commercial Joint Stock Bank - Ben Thanh Branch with a tenor from 90 to 120 days after sight. If the Company cannot make payment on the due date, they will be automatically converted into bank loans.

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22. Borrowings

	1/10/2021	Movements during the period			31/3/2022
	Carrying amount/ Amount within repayment capacity VND	Additions VND	Repayments VND	Foreign exchange differences VND	Carrying amount/ Amount within repayment capacity VND
Short-term borrowings	4,754,513,830,764	20,520,087,491,105	(19,093,669,891,802)	27,275,184,979	6,208,206,615,046

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

	Note	Currency	31/3/2022 VND	1/10/2021 VND
Lenders				
▪ Vietnam Joint Stock Commercial Bank for Industry and Trade - Binh Duong Industrial Park Branch	(i)	VND	956,129,681,487	75,643,458,480
▪ Vietnam Joint Stock Commercial Bank for Industry and Trade - Binh Duong Industrial Park Branch	(i)	USD	1,407,618,753,168	777,548,744,645
▪ Joint Stock Commercial Bank for Foreign Trade of Vietnam - South Binh Duong Branch	(ii)	VND	-	60,000,000,000
▪ Joint Stock Commercial Bank for Foreign Trade of Vietnam - South Binh Duong Branch	(ii)	USD	1,929,983,021,970	1,453,181,080,932
▪ Bank for Investment and Development of Vietnam - Transaction Office Branch 2	(iii)	VND	-	347,681,380,658
▪ HSBC Bank (Vietnam) Ltd.	(iv)	VND	1,217,216,431,051	1,186,536,814,890
▪ Sinopac Bank - Ho Chi Minh City Branch	(v)	VND	-	56,000,000,000
▪ United Overseas Bank (Vietnam) Limited	(vi)	VND	259,784,574,537	34,366,092,843
▪ United Overseas Bank (Vietnam) Limited	(vi)	USD	-	384,498,035,750
▪ Malayan Banking Berhad - Ho Chi Minh City Branch	(vii)	VND	134,656,820,082	60,626,701,580
▪ Malayan Banking Berhad - Ho Chi Minh City Branch	(vii)	USD	-	73,836,076,658
▪ Vietnam Maritime Joint Stock Commercial Bank - Ho Chi Minh City Branch	(viii)	VND	-	67,617,983,015
▪ CTBC Bank Co., Ltd - Ho Chi Minh City Branch	(ix)	VND	-	75,695,575,053
▪ CTBC Bank Co., Ltd - Ho Chi Minh City Branch	(ix)	USD	189,536,036,054	101,281,886,260
▪ Kasikornbank Public Bank Limited - Ho Chi Minh City Branch	(x)	USD	113,281,296,697	-
			6,208,206,615,046	4,754,513,830,764

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

Lenders	Currency	Credit limit	Interest rates		Pledged assets
			31/3/2022	1/10/2021	
i. Vietnam Joint Stock Commercial Bank for Industry and Trade - Binh Duong Industrial Park Branch	VND USD	VND4,000 billion	3.30% 1.30%	3.50% 1.50% - 2.00%	Land use rights, buildings, structures, machinery and equipment
ii. Joint Stock Commercial Bank for Foreign Trade of Vietnam - South Binh Duong Branch	VND USD	VND2,397 billion	- 1.20%	3.50% 1.30%	Land use rights, machinery and equipment and inventories, buildings, structures
iii. Bank for Investment and Development of Vietnam - Transaction Office Branch 2	VND USD	VND1,500 billion	-	3.50% - 3.80%	Machinery and equipment and a part of the construction on land of Hoa Sen Nghe An One Member Limited Liabilities Company, a subsidiary
iv. HSBC Bank (Vietnam) Ltd.	VND	USD60 million	3.0% - 3.2%	3.35%	Inventories, machinery and equipment, land use rights and constructions on land and a part of the fixed assets of Hoa Sen Binh Dinh Sole Member Limited Company, a subsidiary
v. Sinopac Bank - Ho Chi Minh City Branch	VND	USD6 million	-	3.30%	Unsecured
vi. United Overseas Bank (Vietnam) Limited	VND USD	USD12 million	3.0% - 3.90% -	3.00% 1.60%	Inventories
vii. Malayan Banking Berhad - Ho Chi Minh City Branch	VND USD	USD4.6 million	3.10% -	3.20% - 3.30% 1.40%	Inventories
viii. Vietnam Maritime Joint Stock Commercial Bank - Ho Chi Minh City Branch	VND	VND500 billion	-	3.90%	Unsecured

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Lenders	Currency	Credit limit	Interest rates		Pledged assets	
			31/3/2022	1/10/2021		
ix. CTBC Bank Co., Ltd - Ho Chi Minh City Branch	VND USD	USD15 million	- 1.35%	3.60% 1.45%	Unsecured	
xi. Kasikornbank Public Bank Limited - Ho Chi Minh City Branch	USD	USD10 million	1.22% - 1.60%		- Inventories	

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31 March 2022 (continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
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Movements of bonus and welfare funds during the period were as follows:

	Six-month period ended	
	31/3/2022	31/3/2021
	VND	VND
Opening balance	75,028,510,629	43,062,695,661
Appropriation from retained profits	172,540,289,352	46,120,560,692
Utilisation of funds during the period	(13,809,460,489)	(3,625,679,057)
Closing balance	233,759,339,492	85,557,577,296

24. Provisions – long-term

Provisions – long-term represented provision for severance allowance. Movements of provision for severance allowance during the period were as follows:

	Six-month period ended	
	31/3/2022	31/3/2021
	VND	VND
Opening balance	12,943,057,267	9,617,344,666
Provision made during the period	410,905,629	3,211,200,000
Closing balance	13,353,962,896	12,828,544,666

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25. Changes in owners' equity

	Share capital VND	Share premium VND	Treasury shares VND	Other equity funds VND	Retained profits VND	Total VND
Balance at 1 October 2020	4,446,252,130,000	151,583,183,521	(3,271,000,000)	35,535,781,824	2,394,497,079,753	7,024,597,175,098
Net profit for the period	-	-	-	-	741,806,042,870	741,806,042,870
Appropriation to bonus and welfare funds	-	-	-	-	(46,120,560,692)	(46,120,560,692)
Appropriation to equity funds (iii)	-	-	-	40,355,490,606	(40,355,490,606)	-
Utilisation of funds	-	-	-	(45,672,675,705)	-	(45,672,675,705)
Appropriation for performance bonus (ii)	-	-	-	-	(39,134,000,000)	(39,134,000,000)
Balance at 31 March 2021	4,446,252,130,000	151,583,183,521	(3,271,000,000)	30,218,596,725	3,010,693,071,325	7,635,475,981,571
Net profit for the period	-	-	-	-	3,633,995,806,723	3,633,995,806,723
Shares issued under employee stock ownership plans	44,000,000,000	-	-	-	-	44,000,000,000
Share dividends (i)	444,566,830,000	-	-	-	(444,566,830,000)	-
Re-issuance of treasury shares	-	5,709,355,547	3,271,000,000	-	-	8,980,355,547
Appropriation to equity funds	-	-	-	64,277,211,075	(64,277,211,075)	-
Utilisation of equity funds	-	-	-	(3,800,606,535)	-	(3,800,606,535)
Balance at 30 September 2021	4,934,818,960,000	157,292,539,068	-	90,695,201,265	6,135,844,836,973	11,318,651,537,306

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	Share capital VND	Share premium VND	Treasury shares VND	Other equity funds VND	Retained profits VND	Total VND
Balance at 1 October 2021	4,934,818,960,000	157,292,539,068	-	90,695,201,265	6,135,844,836,973	11,318,651,537,306
Net profit for the period	-	-	-	-	409,316,731,928	409,316,731,928
Appropriation to bonus and welfare funds	-	-	-	-	(172,540,289,352)	(172,540,289,352)
Appropriation to equity funds (iii)	-	-	-	172,965,686,783	(172,965,686,783)	-
Utilisation of equity funds	-	-	-	(27,153,223,921)	-	(27,153,223,921)
Balance at 31 March 2022	4,934,818,960,000	157,292,539,068	-	236,507,664,127	6,199,655,592,766	11,528,274,755,961

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- (i) In accordance with the Resolution of the General Meeting of Shareholders dated 13 January 2020 and the Resolution of Board of Directors dated 24 May 2021, the Company increased share capital from shares issued to pay dividends. There were 44,456,683 shares issued with par value of VND10,000.
- (ii) In accordance with the Resolution of the General Meeting of Shareholders dated 13 January 2020 and the Decision of Board of Directors dated 27 January 2021, the Company appropriated 3.4% of profit after tax to pay performance bonus to the Board of Directors, the Board of Management and other committees under the Board of Directors for financial years 2019 – 2020.
- (iii) In accordance with the Resolution of the Board of Directors dated 16 November 2021, the Company has appropriated VND172,966 million from the opening retained profits (for the six-month period ended 31 March 2021: according to the Resolution of the Board of Directors dated 1 October 2020, the Company has appropriated VND40,356 million from the opening retained profits) to other equity funds to finance the remuneration, charitable activities and operating expenses of the Board of Directors.

26. Share capital

The Company's authorised and issued share capital are:

	31/3/2022		1/10/2021	
	Number of shares	VND	Number of shares	VND
Authorised and issued share capital				
Ordinary shares	493,481,896	4,934,818,960,000	493,481,896	4,934,818,960,000
Shares in circulation				
Ordinary shares	493,481,896	4,934,818,960,000	493,481,896	4,934,818,960,000

All ordinary shares have a par value of VND10,000 each. Each share is entitled to one vote at shareholders' meetings of the Company. Shareholders are entitled to receive dividend as declared from time to time. All ordinary shares are ranked equally in regard to the Company's residual assets. In respect of shares bought back by the Company prior to 1 January 2021, all rights are suspended until those shares are reissued.

There was no movement in share capital during the period.

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The future minimum lease payments under non-cancellable operating leases were:

	31/3/2022	1/10/2021
	VND	VND
Within one year	184,608,989,786	175,830,612,602
Within two to five years	679,803,517,752	660,021,307,908
More than five years	435,908,379,665	409,868,094,705
	<hr/>	<hr/>
	1,300,320,887,203	1,245,720,015,215
	<hr/>	<hr/>

(b) Foreign currencies

	31/3/2022		1/10/2021	
	Original	VND	Original	VND
	currency	equivalent	currency	equivalent
USD	4,584,771	104,034,048,356	10,326,201	233,974,279,650
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The Company had the following outstanding capital commitments approved but not provided for in the separate balance sheets:

	31/3/2022 VND	1/10/2021 VND
Approved and contracted	189,106,702,659	111,387,661,390

28. 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.

Net revenue comprised:

	Six-month period ended	
	31/3/2022 VND	31/3/2021 VND
Total revenue		
▪ Sales of merchandise goods	36,438,161,730,526	24,389,030,326,570
▪ Sales of finished goods	13,341,243,150,840	10,128,973,912,147
▪ Others	3,976,018,364	4,046,652,083
	49,783,380,899,730	34,522,050,890,800
Less revenue deductions		
▪ Sales discounts	65,610,661,744	46,387,033,496
▪ Sales returns	10,958,998,978	8,930,677,661
▪ Sales allowances	2,128,091,200	745,600,032
	78,697,751,922	56,063,311,189
Net revenue	49,704,683,147,808	34,465,987,579,611

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	Six-month period ended	
	31/3/2022	31/3/2021
	VND	VND
Total cost of sales:		
▪ Merchandise goods sold	35,052,607,536,925	23,338,613,054,523
▪ Finished goods sold	12,028,568,463,427	9,012,213,081,809
▪ Others	496,496,165	825,166,365
▪ Allowance made/(reversed) during the period	(41,780,876,471)	5,734,135,811
	<hr/>	<hr/>
	47,039,891,620,046	32,357,385,438,508
	<hr/>	<hr/>

30. Financial income

	Six-month period ended	
	31/3/2022	31/3/2021
	VND	VND
Interest income from deposits and loans receivable	7,448,254,399	7,793,272,037
Profits from financial investments	1,027,500,000	1,605,000,000
Realised foreign exchange gains	116,869,253,054	71,635,541,516
Unrealised foreign exchange gains	-	5,789,789,027
Other financial income	949,818,188	153,906,569
	<hr/>	<hr/>
	126,294,825,641	86,977,509,149
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31. Financial expenses

	Six-month period ended	
	31/3/2022	31/3/2021
	VND	VND
Interest expense	70,044,199,131	70,248,310,258
Realised foreign exchange losses	53,042,503,338	69,414,934,505
Unrealised foreign exchange losses	1,519,071,245	-
Other financial expenses	98,862,906	371,200,117
	<hr/>	<hr/>
	124,704,636,620	140,034,444,880
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	Six-month period ended	
	31/3/2022	31/3/2022
	VND	VND
Export expenses	1,139,660,561,863	536,800,775,552
Staff costs	406,854,968,289	202,691,103,724
Rental expenses	93,179,581,294	76,121,548,498
Depreciation and amortisation	69,353,620,686	70,758,468,243
Transportation expenses	98,188,651,803	67,518,797,206
Advertising expenses	37,144,927,864	37,490,539,267
Outside services	31,474,735,006	25,705,521,480
Other selling expenses	80,255,923,681	58,579,398,158
	1,956,112,970,486	1,075,666,152,128

33. General and administration expenses

	Six-month period ended	
	31/3/2022	31/3/2021
	VND	VND
Staff costs	85,027,367,212	33,453,682,570
Depreciation and amortisation	15,255,547,661	14,409,633,918
Outside services	39,832,669,963	13,471,735,787
Guest reception expenses	7,656,847,607	9,208,887,034
Rental expenses	8,792,692,393	8,525,201,569
Professional services	2,973,091,852	4,709,679,438
Business trip expenses	1,695,769,035	2,976,648,694
Other general and administration expenses	29,735,074,769	20,844,234,152
	190,969,060,492	107,599,703,162

Hoa Sen Group**Notes to the separate interim financial statements for the six-month period ended
31 March 2022 (continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
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	Six-month period ended	
	31/3/2022	31/3/2021
	VND	VND
Raw material costs	11,329,523,845,073	8,668,400,883,714
Labour costs and staff costs	533,013,865,026	274,613,903,938
Depreciation and amortisation	142,086,258,585	151,945,156,441
Outside services	1,443,054,189,157	803,786,644,478
Other expenses	354,837,868,971	286,826,245,597

35. Income tax**(a) Recognised in the separate statement of income**

	Six-month period ended	
	31/3/2022	31/3/2021
	VND	VND
Current tax expense		
Current period	120,429,219,344	146,460,089,736
Deferred tax benefit		
Origination and reversal of temporary differences	(7,543,780,388)	(11,133,861,421)
	112,885,438,956	135,326,228,315

Hoa Sen Group**Notes to the separate interim financial statements for the six-month period ended
31 March 2022 (continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***(b) Reconciliation of effective tax rate**

	Six-month period ended	
	31/3/2022	31/3/2021
	VND	VND
Accounting profit before tax	522,202,170,884	877,132,271,185
Tax at the Company's tax rate	104,440,434,177	175,426,454,237
Non-deductible expenses	8,362,823,653	5,743,932,833
Utilisation of prior year's unrecognised deferred tax assets	82,181,126	(45,844,158,755)
Corporate income tax	112,885,438,956	135,326,228,315

(c) Applicable tax rates

Under the terms of Income Tax Law, the Company has an obligation to pay the government income tax at the rate of 20% of taxable profits.

Hoa Sen Group**Notes to the separate interim financial statements for the six-month period ended
31 March 2022 (continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
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In addition to related party balances disclosed in other notes to the separate interim financial statements, the Company had the following significant transactions with related parties during the period:

	Six-month period ended	
	31/3/2022	31/3/2021
	VND	VND
<i>Subsidiaries</i>		
Hoa Sen Steel One Member Company Limited		
Sales of merchandise and finished goods	10,313,548,718,332	6,782,867,432,698
Purchases of merchandise and finished goods	9,333,764,191,731	6,299,619,883,587
Other sales	661,500,605	-
Hoa Sen Plastics Joint Stock Company (formerly known as Hoa Sen Building Materials Company Limited)		
Sales of merchandise and finished goods	1,989,839,094,962	1,763,239,373,343
Sales of fixed assets	399,981,403	-
Purchases of merchandise and finished goods	1,786,112,940,734	1,596,134,394,915
Purchases of fixed assets	-	87,770,891
Assets leasing	66,000,000	403,580,644
Provision of transportation service	29,259,772	36,614,679
Provision of processing service	1,068,181	-
Leases	768,882,618	822,583,070
Sales returns	893,573,967	1,270,533,793
Purchase returns	4,149,822	27,864,786
Purchase discounts	-	5,181,772
Hoa Sen Binh Dinh Sole Member Limited Company		
Sales of merchandise and finished goods	48,494,648,382	6,239,155,813
Sales of fixed assets	2,136,688,455	-
Other sales	19,747,239	-
Purchases of merchandise and finished goods	1,051,029,049,682	797,313,954,364
Assets leasing	22,000,000	-
Purchases of processing service	12,703,654	-
Purchases of transportation service	12,613,933	-

Hoa Sen Group**Notes to the separate interim financial statements for the six-month period ended
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	Six-month period ended	
	31/3/2022	31/3/2021
	VND	VND
Hoa Sen Nghe An One Member Limited Liabilities Company		
Sales of merchandise and finished goods	7,177,491,046,357	5,138,124,666,492
Sales of fixed assets	-	30,000,000
Purchases of merchandise and finished goods	7,194,054,039,662	4,652,130,808,455
Assets leasing	58,020,000	-
Purchases of processing service	41,657,705,906	123,871,015,662
Purchases of transportation service	603,806,977	6,573,534,703
Purchases of other service	317,358,760	1,647,937,201
Leases	38,433,522	202,069,884
Purchase returns	573,357,775	1,788,062,026
Purchase discounts	85,139,340	34,189,092
Sales discounts	-	204,000
Hoa Sen Nhon Hoi - Binh Dinh One Member Limited Liability Company		
Sales of merchandise and finished goods	3,577,888,749,813	3,179,602,429,022
Sales of fixed assets	-	494,268,668
Purchases of merchandise and finished goods	3,480,231,350,477	2,508,873,218,671
Provision of processing service	20,348,837	27,766,020
Provision of transportation service	-	11,399,500
Purchases of processing service	48,253,646,596	100,542,571,383
Purchases of transportation service	875,587,731	1,723,269,749
Purchases of other purchases	191,314,130	637,899,367
Purchase returns	1,390,278,215	403,360,132
Hoa Sen Ha Nam One Member Limited Liability Company		
Sales of merchandise and finished goods	14,129,716,436	2,311,414,242
Purchases of merchandise and finished goods	324,384,103,879	380,323,785,309
Assets leasing	127,200,000	127,200,000
Provision of processing service	31,648,611	999,180
Leases	48,000,000	108,000,000
Purchase returns	58,464,828	16,383,167
Purchase discounts	2,591,615	3,566,192
Hoa Sen Yen Bai Joint Stock Company		
Interest income	2,615,212,329	6,133,147,079
Loans	1,500,000,000	8,900,000,000

Hoa Sen Group**Notes to the separate interim financial statements for the six-month period ended
31 March 2022 (continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
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	Six-month period ended	
	31/3/2022	31/3/2021
	VND	VND
Hoa Sen Phu My One Member Limited Liabilities Company		
Sales of merchandise and finished goods	432,466,958,853	390,517,520,847
Purchases of merchandise and finished goods	107,816,601,247	99,853,848,819
Leases	1,500,000,000	300,000,000
Sales return	913,475,100	-
Purchase discounts	474,043,616	-
Other purchases	200,345,454	-
Hoa Sen Yen Bai Building Materials One Member Limited Liabilities Company		
Sales of merchandise and finished goods	4,407,958,690	5,687,012,060
Purchases of merchandise and finished goods	250,259,634,695	247,934,317,503
Sales return	-	8,376,127
Purchase discounts	-	3,139,860
Hoa Sen Du Long Industrial Park Infrastructure Investment Joint Stock Company (previously as a subsidiary)		
Interest income	-	1,586,146,347
Company owned by the Company's Chairman		
Hoa Sen Holdings Group		
Sales of merchandise and finished goods	1,706,784,846,815	967,316,467,817
Sales of fixed assets	278,700,000	278,700,000
Other sales	139,350,000	-
Purchases of merchandise and finished goods	-	12,281,818
Assets leasing	1,713,375,996	1,713,375,996
Provision of processing service	8,917,568	45,465,962
Provision of transportation service	-	6,777,318
Purchases of transportation service	29,608,702,974	26,788,156,719
Purchases of processing service	6,068,400	829,091
Operating lease expenses	6,565,490,909	5,817,436,362
Sales discounts	15,026,104,200	9,950,862,687
Sales returns	2,662,712,230	4,396,566,705
Purchases of other services	-	2,727,273

Hoa Sen Group**Notes to the separate interim financial statements for the six-month period ended
31 March 2022 (continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
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	Six-month period ended	
	31/3/2022	31/3/2021
	VND	VND
<i>Other related party</i>		
Hoa Sen Nghe An Investment Company Limited		
Transportation expenses	46,243,020	114,131,449
Members of Board of Directors		
<i>Remuneration</i>		
Mr. Le Phuoc Vu – Chairman	252,000,000	252,000,000
Mr. Tran Ngoc Chu – Vice Chairman	564,000,000	564,000,000
Mr. Tran Quoc Tri - Member	294,000,000	294,000,000
Mr. Ly Van Xuan – Member	150,000,000	140,000,000
Mr. Nguyen Van Luan – Member	180,000,000	160,000,000
Mr. Dinh Viet Duy – Member	150,000,000	140,000,000
General Director		
Salary, bonuses and other allowances	1,400,795,124	7,232,740,700
Other members of the Board of Management and Board of Directors		
Salary, bonuses and other allowances	8,504,081,728	33,605,528,114

37. Non-cash investing and financing activities

	Six-month period ended	
	31/3/2022	31/3/2021
	VND	VND
Purchases of fixed assets and cost of construction in progress awaiting settlement	17,680,993,402	5,788,601,382
Prepayments for purchases of fixed assets	12,614,425,147	-
Netting-off trade payables and receivables from profit distribution	2,088,425,817,863	795,208,077,723
Conversion of loan receivables into investments in subsidiaries	-	241,182,178,499
Conversion of receivables into investments in subsidiaries	-	10,623,438,808

Hoa Sen Group

**Notes to the separate interim financial statements for the six-month period ended
31 March 2022 (continued)**

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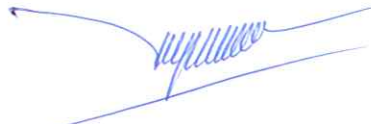
*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

38. Comparative information

Comparative information was derived from the balances and amounts reported in the Company's separate financial statements for the year ended 30 September 2021 and its separate interim financial statements for the six-month period ended 31 March 2021.

25 May 2022

Prepared by:



Nguyen Thi Thanh Tuyen
Accountant

Approved by:



Nguyen Thi Ngoc Lan
Chief Accountant



Tran Quoc Tri
General Director