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**PETROVIETNAM FERTILIZER AND CHEMICALS CORPORATION – JSC**
*(Incorporated in the Socialist Republic of Vietnam)*

# AUDITED SEPARATE FINANCIAL STATEMENTS

**For the year ended 31 December 2022**

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# STATEMENT OF THE EXECUTIVE BOARD

The Executive Board of PetroVietnam Fertilizer and Chemicals Corporation - JSC (the "Corporation") presents this report together with the Corporation's separate financial statements for the year ended 31 December 2022.

## THE BOARD OF DIRECTORS AND EXECUTIVE BOARD

The members of the Board of Directors and the Executive Board of the Corporation during the year and to the date of this report are as follows:

**Board of Directors**

| | |
|---|---|
| Mr. Hoang Trong Dung | Chairman |
| Mr. Le Cu Tan | Member |
| Mr. Louis T.Nguyen | Member |
| Mr. Duong Tri Hoi | Member |
| Mr. Trinh Van Khiem | Member |

**Executive Board**

| | |
|---|---|
| Mr. Le Cu Tan | Chief Executive Officer |
| Ms. Tran Thi Phuong Thao | Executive Officer |
| Mr. Le Van Quoc Viet | Executive Officer |
| Ms. Le Thi Thu Huong | Executive Officer |
| Mr. Cao Trung Kien | Executive Officer |
| Mr. Dao Van Ngoc | Executive Officer |
| Mr. Ta Quang Huy | Executive Officer |

**Board of Supervisors**

| | |
|---|---|
| Mr. Huynh Kim Nhan | Head of Board of Supervisors |
| Mr. Le Vinh Van | Member |
| Mr. Luong Phuong | Member |

## THE EXECUTIVE BOARD'S STATEMENT OF RESPONSIBILITY

The Executive Board of the Corporation is responsible for preparing the separate financial statements, which give a true and fair view of the financial position of the Corporation as at 31 December 2022, and its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting. In preparing these separate financial statements, the Executive Board is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the separate financial statements;
- Prepare the separate financial statements on the going concern basis unless it is inappropriate to presume that the Corporation will continue in business; and
- Design and implement an effective internal control system for the purpose of properly preparing and presenting the separate financial statements so as to minimize errors and frauds.

## STATEMENT OF THE EXECUTIVE BOARD (Continued)

The Executive Board of the Corporation is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the financial position of the Corporation and that the separate financial statements comply with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting. The Executive Board is also responsible for safeguarding the assets of the Corporation and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities.

The Executive Board confirms that the Corporation has complied with the above requirements in preparing these separate financial statements.

### APPROVAL FOR SEPARATE FINANCIAL STATEMENTS

The accompanying separate financial statements have been approved by the Board of Directors on 28 February 2023.

For and on behalf of the Executive Board,

M.S.D.N: 0303165480 - C.T.C.P
TỔNG CÔNG TY PHÂN BÓN VÀ HÓA CHẤT DẦU KHÍ CÔNG TY CỔ PHẦN
QUẬN 1 - TP HỒ CHÍ MINH

**Le Cu Tan**
**Chief Executive Officer**

*28 February 2023*
*Ho Chi Minh City, S.R. Vietnam*

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# INDEPENDENT AUDITORS' REPORT

**To:** **The Shareholders**
**The Board of Directors and the Executive Board**
**PetroVietnam Fertilizer and Chemicals Corporation - JSC**

We have audited the accompanying separate financial statements of PetroVietnam Fertilizer and Chemicals Corporation - JSC (the "Corporation"), prepared on 28 February 2023, as set out from page 05 to page 42, which comprise the balance sheet as at 31 December 2022, the income statement, the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

## *Management's Responsibility for the Separate Financial Statements*

Management is responsible for the preparation and fair presentation of these separate financial statements in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting, and for such internal control as management determines is necessary to enable the preparation of the separate financial statements that are free from material misstatement, whether due to fraud or error.

## *Auditors' 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the separate financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the separate financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Corporation's preparation and fair presentation of the separate 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 Corporation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the separate 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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**INDEPENDENT AUDITORS' REPORT (Continued)**

***Opinion***

In our opinion, the separate financial statements present fairly, in all material respects, the financial position of the Corporation as at 31 December 2022, and its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.

M.S.D.N: 0100112800 - C.T.T.N.H - CÔNG TY TNHH KIỂM TOÁN DELOITTE VIỆT NAM - Q. ĐỐNG ĐA - T.P HÀ NỘI

**Tran Xuan Anh**
**Deputy General Director**
Audit Practising Registration Certificate
No. 0723-2023-001-1

**Luong Tuan Dat**
**Auditor**
Audit Practising Registration Certificate
No. 4370-2023-001-1

**DELOITTE VIETNAM AUDIT COMPANY LIMITED**

*28 February 2023*
*Hanoi, S.R. Vietnam*

## BALANCE SHEET

*As at 31 December 2022*

Unit: VND

| | ASSETS | Codes | Notes | Closing balance | Opening balance |
|---|---|---|---|---|---|
| **A.** | **CURRENT ASSETS** | **100** | | **12,865,257,863,969** | **8,810,364,218,905** |
| **I.** | **Cash and cash equivalents** | **110** | **4** | **1,808,047,736,004** | **2,188,219,575,490** |
| 1. | Cash | 111 | | 229,047,736,004 | 454,219,575,490 |
| 2. | Cash equivalents | 112 | | 1,579,000,000,000 | 1,734,000,000,000 |
| **II.** | **Short-term financial investments** | **120** | **5** | **6,880,000,000,000** | **3,435,000,000,000** |
| 1. | Held-to-maturity investments | 123 | | 6,880,000,000,000 | 3,435,000,000,000 |
| **III.** | **Short-term receivables** | **130** | | **471,809,004,056** | **507,600,510,904** |
| 1. | Short-term trade receivables | 131 | 6 | 227,234,791,466 | 352,948,945,323 |
| 2. | Short-term advances to suppliers | 132 | 7 | 86,192,000,501 | 64,745,171,999 |
| 3. | Other short-term receivables | 136 | 8 | 391,808,962,378 | 323,383,143,871 |
| 4. | Provision for short-term doubtful debts | 137 | 9 | (233,426,873,759) | (233,476,873,759) |
| 5. | Deficits in assets awaiting solution | 139 | | 123,470 | 123,470 |
| **IV.** | **Inventories** | **140** | **10** | **3,425,833,726,401** | **2,405,764,838,500** |
| 1. | Inventories | 141 | | 3,615,102,278,650 | 2,409,044,704,838 |
| 2. | Provision for devaluation of inventories | 149 | | (189,268,552,249) | (3,279,866,338) |
| **V.** | **Other short-term assets** | **150** | | **279,567,397,508** | **273,779,294,011** |
| 1. | Short-term prepayments | 151 | 11 | 19,886,125,835 | 13,104,672,883 |
| 2. | Value added tax deductibles | 152 | | 256,414,054,424 | 257,422,886,104 |
| 3. | Taxes and other receivables from the State budget | 153 | 15 | 3,267,217,249 | 3,251,735,024 |

## BALANCE SHEET (Continued)

*As at 31 December 2022*

Unit: VND

| | ASSETS | Codes | Notes | Closing balance | Opening balance |
|---|---|---|---|---|---|
| **B.** | **NON-CURRENT ASSETS** | **200** | | **4,401,775,777,745** | **4,671,324,415,648** |
| **I.** | **Long-term receivables** | **210** | | **891,100,000** | **743,500,000** |
| 1. | Other long-term receivables | 216 | 8 | 891,100,000 | 743,500,000 |
| **II.** | **Fixed assets** | **220** | | **3,184,274,440,050** | **3,639,836,214,333** |
| 1. | Tangible fixed assets | 221 | 12 | 2,418,219,118,833 | 2,861,285,805,874 |
| | *- Cost* | *222* | | *11,292,934,008,054* | *11,354,237,696,932* |
| | *- Accumulated depreciation* | *223* | | *(8,874,714,889,221)* | *(8,492,951,891,058)* |
| 2. | Intangible assets | 227 | 13 | 766,055,321,217 | 778,550,408,459 |
| | *- Cost* | *228* | | *1,095,723,350,518* | *1,094,963,751,418* |
| | *- Accumulated amortisation* | *229* | | *(329,668,029,301)* | *(316,413,342,959)* |
| **III.** | **Investment property** | **230** | **14** | **200,140,392,532** | **209,845,313,863** |
| | *- Cost* | *231* | | *317,953,542,202* | *317,953,542,202* |
| | *- Accumulated depreciation* | *232* | | *(117,813,149,670)* | *(108,108,228,339)* |
| **IV.** | **Long-term assets in progress** | **240** | | **221,063,402,425** | **176,207,135,661** |
| 1. | Construction in progress | 242 | 16 | 221,063,402,425 | 176,207,135,661 |
| **V.** | **Long-term financial investments** | **250** | **5** | **416,941,624,631** | **420,490,293,169** |
| 1. | Investments in subsidiaries | 251 | | 386,250,000,000 | 386,250,000,000 |
| 2. | Investments in associates | 252 | | 680,903,000,000 | 680,903,000,000 |
| 3. | Equity investments in other entities | 253 | | 20,502,000,000 | 20,502,000,000 |
| 4. | Provision for impairment of long-term financial investments | 254 | | (670,713,375,369) | (667,164,706,83[illegible] |
| **VI.** | **Other long-term assets** | **260** | | **378,464,818,107** | **224,201,958,622** |
| 1. | Long-term prepayments | 261 | 11 | 31,633,279,429 | 13,075,483,937 |
| 2. | Deferred tax assets | 262 | 17 | 173,665,225,290 | 64,060,251,699 |
| 3. | Long-term reserved spare parts | 263 | 10 | 150,228,832,256 | 124,128,741,854 |
| 4. | Other long-term assets | 268 | | 22,937,481,132 | 22,937,481,132 |
| | **TOTAL ASSETS (270=100+200)** | **270** | | **17,267,033,641,714** | **13,481,688,634,553** |

## BALANCE SHEET (Continued)

*As at 31 December 2022*

Unit: VND

| | RESOURCES | Codes | Notes | Closing balance | Opening balance |
|---|---|---|---|---|---|
| **C.** | **LIABILITIES** | **300** | | **3,488,290,974,180** | **2,978,940,166,572** |
| **I.** | **Current liabilities** | **310** | | **2,935,834,528,363** | **2,058,361,459,275** |
| 1. | Short-term trade payables | 311 | 18 | 879,403,208,119 | 764,694,984,801 |
| 2. | Short-term advances from customers | 312 | 19 | 80,047,629,472 | 142,342,302,525 |
| 3. | Taxes and amounts payable to the State budget | 313 | 15 | 291,665,337,759 | 360,338,843,456 |
| 4. | Payables to employees | 314 | | 198,754,406,021 | 152,665,402,860 |
| 5. | Short-term accrued expenses | 315 | 20 | 795,678,024,194 | 326,825,063,587 |
| 6. | Other current payables | 319 | 21 | 48,541,273,296 | 68,751,442,570 |
| 7. | Short-term loans and obligations under finance leases | 320 | 23 | 202,043,481,704 | 200,133,810,219 |
| 8. | Short-term provisions | 321 | 22 | 375,437,729,910 | 20,327,222,568 |
| 9. | Bonus and welfare funds | 322 | | 64,263,437,888 | 22,282,386,689 |
| **II.** | **Long-term liabilities** | **330** | | **552,456,445,817** | **920,578,707,297** |
| 1. | Other long-term payables | 337 | 21 | 2,542,990,500 | 8,526,946,700 |
| 2. | Long-term loans and obligations under finance leases | 338 | 23 | 505,108,697,415 | 700,468,329,150 |
| 3. | Long-term provisions | 342 | 22 | - | 165,486,270,110 |
| 4. | Scientific and technological development fund | 343 | | 44,804,757,902 | 46,097,161,337 |
| **D.** | **EQUITY** | **400** | | **13,778,742,667,534** | **10,502,748,467,981** |
| **I.** | **Owners' equity** | **410** | **24** | **13,778,742,667,534** | **10,502,748,467,981** |
| 1. | Owners' contributed capital | 411 | | 3,914,000,000,000 | 3,914,000,000,000 |
| | *- Ordinary shares carrying voting rights* | *411a* | | *3,914,000,000,000* | *3,914,000,000,000* |
| 2. | Share premium | 412 | | 21,179,913,858 | 21,179,913,858 |
| 3. | Treasury shares | 415 | | (2,296,824,120) | (2,296,824,120) |
| 4. | Investment and development fund | 418 | | 3,444,814,857,841 | 3,444,814,857,841 |
| 5. | Retained earnings | 421 | | 6,401,044,719,955 | 3,125,050,520,402 |
| | *- Retained earnings accumulated to the prior year end* | *421a* | | *1,004,347,132,402* | *147,900,808,600* |
| | *- Retained earnings of the current year* | *421b* | | *5,396,697,587,553* | *2,977,149,711,802* |
| | **TOTAL RESOURCES (440=300+400)** | **440** | | **17,267,033,641,714** | **13,481,688,634,553** |

| Hoang Thi Lan Anh | Vo Ngoc Phuong | Le Cu Tan |
|---|---|---|
| **Preparer** | **Chief Accountant** | **Chief Executive Officer** |

*28 February 2023*

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

# INCOME STATEMENT

*For the year ended 31 December 2022*

Unit: VND

| | ITEMS | Codes | Notes | Current year | Prior year |
|---|---|---|---|---|---|
| **1.** | **Gross revenue from goods sold and services rendered** | **01** | | **16,622,736,226,086** | **11,654,886,608,142** |
| 2. | Deductions | 02 | 27 | 157,967,795,350 | 52,494,617,611 |
| **3.** | **Net revenue from goods sold and services rendered (10=01-02)** | **10** | **27** | **16,464,768,430,736** | **11,602,391,990,531** |
| 4. | Cost of sales | 11 | 27 | 9,003,934,350,186 | 7,221,660,978,116 |
| **5.** | **Gross profit from goods sold and services rendered (20=10-11)** | **20** | | **7,460,834,080,550** | **4,380,731,012,415** |
| 6. | Financial income | 21 | 29 | 442,796,721,799 | 197,327,500,376 |
| 7. | Financial expenses | 22 | 30 | 81,865,010,414 | 72,392,854,149 |
| | *- In which: Interest expense* | *23* | | *61,534,621,526* | *67,647,646,187* |
| 8. | Selling expenses | 25 | 31 | 844,472,321,427 | 687,894,825,564 |
| 9. | General and administration expenses | 26 | 31 | 484,612,685,216 | 355,121,608,650 |
| **10.** | **Operating profit (30=20+(21-22)-(25+26))** | **30** | | **6,492,680,785,292** | **3,462,649,224,428** |
| 11. | Other income | 31 | | 16,069,847,262 | 150,947,981,287 |
| 12. | Other expenses | 32 | | 1,945,364,179 | 1,731,044,180 |
| **13.** | **Profit from other activities (40=31-32)** | **40** | | **14,124,483,083** | **149,216,937,107** |
| **14.** | **Accounting profit before tax (50=30+40)** | **50** | | **6,506,805,268,375** | **3,611,866,161,535** |
| 15. | Current corporate income tax expense | 51 | 32 | 1,105,712,654,413 | 550,156,610,990 |
| 16. | Deferred corporate tax (income)/expense | 52 | 32 | (109,604,973,591) | 31,309,838,749 |
| **17.** | **Net profit after corporate income tax (60=50-51-52)** | **60** | | **5,510,697,587,553** | **3,030,399,711,796** |

| Hoang Thi Lan Anh | Vo Ngoc Phuong | Le Cu Tan |
|---|---|---|
| **Preparer** | **Chief Accountant** | **Chief Executive Officer** |

*28 February 2023*

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

# CASH FLOW STATEMENT

*For the year ended 31 December 2022*

Unit: VND

| | ITEMS | Codes | Current year | Prior year |
|---|---|---|---|---|
| **I.** | **CASH FLOWS FROM OPERATING ACTIVITIES** | | | |
| ***1.*** | ***Profit before tax*** | ***01*** | ***6,506,805,268,375*** | ***3,611,866,161,535*** |
| ***2.*** | ***Adjustments for:*** | | | |
| | Depreciation and amortisation of fixed assets and investment properties | 02 | 503,776,378,828 | 526,231,286,934 |
| | Provisions | 03 | 379,111,591,681 | 36,040,728,360 |
| | Foreign exchange loss/(gain) arising from translating foreign currency items | 04 | 4,498,230,435 | (4,219,047,890) |
| | Gain from investing activities | 05 | (408,337,507,809) | (187,788,403,455) |
| | Interest expense | 06 | 61,534,621,526 | 67,647,646,187 |
| | Other adjustments | 07 | - | 20,000,000,000 |
| ***3.*** | ***Operating profit before movements in working capital*** | ***08*** | ***7,047,388,583,036*** | ***4,069,778,371,671*** |
| | Increase, decrease in receivables | 09 | 98,567,128,998 | (305,060,580,285) |
| | Increase, decrease in inventories | 10 | (1,232,157,664,214) | (1,052,765,608,827) |
| | Increase, decrease in payables (excluding accrued loan interest and corporate income tax payable) | 11 | 510,176,671,050 | 226,103,325,200 |
| | Increase, decrease in prepaid expenses | 12 | (25,339,248,444) | 17,215,062,849 |
| | Interest paid | 14 | (61,669,540,469) | (72,217,726,433) |
| | Corporate income tax paid | 15 | (1,155,893,778,102) | (268,300,750,006) |
| | Other cash outflows | 17 | (237,343,440,236) | (155,865,893,853) |
| | ***Net cash generated by operating activities*** | ***20*** | ***4,943,728,711,619*** | ***2,458,886,200,316*** |
| **II.** | **CASH FLOWS FROM INVESTING ACTIVITIES** | | | |
| 1. | Acquisition and construction of fixed assets and other long-term assets | 21 | (72,998,283,681) | (219,401,650,245) |
| 2. | Proceeds from sale, disposal of fixed assets and other long-term assets | 22 | 2,494,306,734 | 278,390,164 |
| 3. | Cash outflow for lending, buying debt instruments of other entities | 23 | (11,790,000,000,000) | (5,600,000,000,000) |
| 4. | Cash recovered from lending, selling debt instruments of other entities | 24 | 8,345,000,000,000 | 4,350,000,000,000 |
| 5. | Interest earned, dividends and profits received | 27 | 345,711,346,277 | 192,355,519,651 |
| | ***Net cash used in investing activities*** | ***30*** | ***(3,169,792,630,670)*** | ***(1,276,767,740,430)*** |

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

## CASH FLOW STATEMENT (Continued)

*For the year ended 31 December 2022*

Unit: VND

| | ITEMS | Codes | Current year | Prior year |
|---|---|---|---|---|
| **III.** | **CASH FLOWS FROM FINANCING ACTIVITIES** | | | |
| 1. | Proceeds from borrowings | 33 | 250,000,000,000 | 49,787,745,286 |
| 2. | Repayment of borrowings | 34 | (449,568,519,358) | (194,657,305,391) |
| 3. | Dividends and profits paid | 36 | (1,956,159,729,750) | (548,105,235,240) |
| | ***Net cash used in financing activities*** | ***40*** | ***(2,155,728,249,108)*** | ***(692,974,795,345)*** |
| | **Net (decrease)/increase in cash (50=20+30+40)** | **50** | **(381,792,168,159)** | **489,143,664,541** |
| | **Cash and cash equivalents at the beginning of the year** | **60** | **2,188,219,575,490** | **1,699,179,830,219** |
| | Effects of changes in foreign exchange rates | 61 | 1,620,328,673 | (103,919,270) |
| | **Cash and cash equivalents at the end of the year (70=50+60+61)** | **70** | **1,808,047,736,004** | **2,188,219,575,490** |

| Hoang Thi Lan Anh | Vo Ngoc Phuong | Le Cu Tan |
|---|---|---|
| **Preparer** | **Chief Accountant** | **Chief Executive Officer** |

*28 February 2023*

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

**NOTES TO THE SEPARATE FINANCIAL STATEMENTS**

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

## 1. GENERAL INFORMATION

### Structure of ownership

PetroVietnam Fertilizer and Chemicals Corporation - JSC (hereinafter referred to as the "Corporation"), formerly known as PetroVietnam Fertilizer and Chemicals Joint Stock Company, was established under Business Registration Certificate No. 4103007696 dated 31 August 2007 and the 14th amendment dated 16 January 2019, issued by the Department of Planning and Investment of Ho Chi Minh City. On 01 September 2008, the Corporation officially transformed its operation into parent-subsidiary model in accordance with Resolution No. 01/NQ-DHDCD passed at the Shareholders' General Meeting. Accordingly, the Holding Company - PetroVietnam Fertilizer and Chemicals Corporation - JSC was established from functional departments of PetroVietnam Fertilizer and Chemicals Joint Stock Company, project management units and Phu My Fertilizer Plant.

As at 31 December 2022, the Corporation's charter capital was VND 3,914,000,000,000, equivalent to 391,400,000 ordinary shares, each share has par value of VND 10,000. The Corporation's shares are listed on Ho Chi Minh City Stock Exchange from 05 November 2007 with the stock symbol "DPM".

The parent company of the Corporation is Vietnam Oil and Gas Group (the "Group" or "PVN") who holds 59.58% of its charter capital as at 31 December 2022.

The total number of employees of the Corporation as at 31 December 2022 was 1,289 (31 December 2021: 1,262).

### Operating industries and principal activities

The business activities of the Corporation include:

- Production and trade of fertilizer, liquid ammonia, industrial gas, other chemicals;
- Provision of technical services relating to production and trade of fertilizer and other related chemicals (excluding heavily toxic chemicals);
- Architectural activities and related technical consultancy;
- Production, transmission and distribution of electricity;
- Trade of real estates, land use rights held as owner, user or lessor;
- Wholesale of agricultural and forestry products (excluding wood, bamboo) and living animals;
- Goods transport services by road and by inbound waterway, processing of oil and gas-related products and minerals;
- Vocational training;
- Supporting services for waterway transportation; loading and unloading goods at seaports and inland terminals;
- Acting as vessel agent and shipping agency and providing warehousing services.

The principal activities of the Corporation are production and trade of fertilizers used in agriculture.

### Normal production and business cycle

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

**The Corporation's structure**

As at 31 December 2022, the Corporation's dependent units are as follows:

| No | Name | Address |
|---|---|---|
| 1 | Phu My Fertilizer Plant | Phu My 1 Industrial Park, Phu My Ward, Phu My Town, Ba Ria - Vung Tau Province, Vietnam |
| 2 | Ho Chi Minh City Branch | No. 27, Dinh Bo Linh, Ward 24, Binh Thanh District, Ho Chi Minh City, Vietnam |
| 3 | Cambodia Branch (i) | Phnom Penh, Cambodia |
| 4 | Fertilizer and Chemical Projects Management Unit | Phu My 1 Industrial Park, Phu My Ward, Phu My Town, Ba Ria - Vung Tau Province, Vietnam |

(i) According to Decision of the Board of Directors No.313/QD-PBHC dated 26 June 2014, the Corporation's Board of Directors approved the plan to liquidate the Corporation's branch at Cambodia. The Corporation is in process of liquidating its branch in Cambodia.

Details of the Corporation's subsidiaries and associates as at 31 December 2022 are as follows:

| Subsidiary/assosiate | Place of incorporation and operation | Proportion of ownership interest (%) | Proportion of voting power held (%) | Main business |
|---|---|---|---|---|
| **Subsidiaries** | | | | |
| 1. Central PetroVietnam Fertilizer and Chemicals JSC | Binh Dinh Province | 75.00 | 75.00 | Trading of fertilizer and chemicals |
| 2. SouthWest PetroVietnam Fertilizer and Chemicals JSC | Can Tho City | 75.00 | 75.00 | Trading of fertilizer and chemicals |
| 3. SouthEast PetroVietnam Fertilizer and Chemicals JSC | Ho Chi Minh City | 75.00 | 75.00 | Trading of fertilizer and chemicals |
| 4. Northern PetroVietnam Fertilizer and Chemicals JSC | Hanoi | 75.00 | 75.00 | Trading of fertilizer and chemicals |
| **Associates** | | | | |
| 1. Dam Phu My Packaging Joint Stock Company | Ba Ria - Vung Tau Province | 43.34 | 43.34 | Production of packages |
| 2. PetroVietnam Urban Development JSC | Can Tho City | 35.63 | 35.63 | Construction and installation of civil and industrial works and |
| 3. PetroVietnam Petrochemical and Textile Fiber JSC | Hai Phong City | 25.99 | 25.99 | Production and sale of polyester fibers |

**Disclosure of information comparability in the separate financial statements**

Comparative figures are the figures of the Corporation's audited separate financial statements for the year ended 31 December 2021.

## 2. ACCOUNTING CONVENTION AND FINANCIAL YEAR

**Accounting convention**

The accompanying separate financial statements, expressed in Vietnam Dong (VND), are prepared under the historical cost convention and in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.

The Corporation's separate financial statements are prepared based on the aggregation of financial statements of the head office of PetroVietnam Fertilizer and Chemicals Corporation - JSC and its dependent accounting units. The major transactions and balances between the head office and its dependent accounting units are eliminated in the Corporation's separate financial statements.

The accompanying separate financial statements are not intended to present the financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam.

The Corporation's Branch in Cambodia uses United States Dollar (USD) as currency unit. The Corporation has translated all remaining balances of its branch in Cambodia for the year ended 31 December 2022 into VND under Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.

The users of these separate financial statements should read together with the Corporation's consolidated financial statements for the year ended 31 December 2022 to obtain full information about the financial position as well as results of operations and cash flows of the Corporation during the year.

**Financial year**

The Corporation's financial year begins on 01 January and ends on 31 December.

## 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

**Estimates**

The preparation of separate financial statements in conformity with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting requires the Executive Board to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the separate financial statements and the reported amounts of revenues and expenses during the financial year. Although these accounting estimates are based on the Executive Board's best knowledge, actual results may differ from those estimates.

**Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, demand deposits and short-term, highly liquid investments (not exceeding 3 months) that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**Financial investments**

***Held-to-maturity investments***

Held-to-maturity investments comprise investments that the Corporation has the positive intent or ability to hold to maturity, including term deposits at banks held to maturity to earn periodic interest.

Held-to-maturity investments are recognised on a trade date basis and are initially measured at acquisition price plus directly attributable transaction costs. Post-acquisition interest income from held-to-maturity investments is recognised in the income statement on accrual basis. Pre-acquisition interest is deducted from the cost of such investments at the acquisition date.

Held-to-maturity investments are measured at cost less provision for impairment of investments (if any).

Provision for doubtful debts relating to held-to-maturity investments is made in accordance with prevailing accounting regulations.

***Investments in subsidiaries***

A subsidiary is an entity over which the Corporation has control. Control is achieved where the Corporation has the power to govern the financial and operating policies of an investee enterprise so as to obtain benefits from its activities.

***Investments in associates***

An associate is an entity over which the Corporation has significant influence and that is neither a subsidiary nor an interest in joint venture. Significant influence is the power to participate in the financial and operating policy decisions of the investee but not control or joint control over those policies.

Interests in subsidiaries and associates are initially recognised at cost. The Corporation's share of the net profit of the investee after acquisition is recognised in the income statement. Other distributions received other than such profit share are deducted from the cost of the investments as recoverable amounts.

Investments in subsidiaries and associates are carried in the balance sheet at cost less provision for impairment of such investments (if any). Provisions for impairment of investments in subsidiaries and associates are made when there is reliable evidence for declining in value of these investments at the balance sheet date. Provisions for impairment of investments in subsidiaries and associates are made in accordance with prevailing accounting regulations.

***Equity investments in other entities***

Equity investments in other entities represent the Corporation's investments in ordinary shares of the entities over which the Corporation has no control, joint control, or significant influence.

Equity investments in other entities are carried at cost less provision for impairment of such investments. Provisions for impairment of investments in other entities are made in accordance with prevailing accounting regulations.

**Receivables**

Receivables represent the amounts recoverable from customers or other debtors and are stated at book value less provision for doubtful debts.

Provision for doubtful debts is made for receivables that are overdue for six months or more, or when the debtor is in dissolution, in bankruptcy, or is experiencing similar difficulties and so may be unable to repay the debt.

**Inventories**

The Corporation uses perpetual method for accounting of inventories. Inventories are stated at the lower of cost and net realisable value. Cost comprises direct materials and where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. Issue cost is calculated using the weighted average method, except for issue cost of materials that is calculated using the FIFO method. Net realisable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing, selling and distribution.

The evaluation of necessary provision for inventory obsolescence follows current prevailing accounting regulations which allow provisions to be made for obsolete, damaged, or sub-standard inventories and for those which have costs higher than net realisable values as at the balance sheet date.

**Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less accumulated depreciation.

The costs of purchased tangible fixed assets comprise their purchase prices and any directly attributable costs of bringing the assets to their working conditions and locations for their intended use. The costs of tangible fixed assets formed from construction investment by contractual mode or self-construction or self-generating process are the settled costs of the invested construction projects in accordance with the prevailing State's regulations on investment and construction management, directly-related expenses and registration fee (if any).

In the event the construction project has been completed and put into use but the settled costs thereof have not been approved, the cost of tangible fixed assets is recognised at the estimated cost based on the actual cost incurred. The estimated cost will be adjusted according to the settled costs approved by competent authorities.

Tangible fixed assets are depreciated using the straight-line method over their estimated useful lives, as follows:

| | Years |
|---|---|
| Buildings and structures | 5 - 25 |
| Machinery and equipment | 3 - 15 |
| Motor vehicles | 6 |
| Office equipment | 3 - 6 |
| Others | 3 - 15 |

Loss or gain resulting from sales and disposals of tangible fixed assets is the difference between profit from sales or disposals of assets and their residual values and is recognised in the income statement.

**Leasing**

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

**The Corporation as lessor**

Rental income from operating leases is recognized on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognized on a straight-line basis over the lease term.

**The Corporation as lessee**

Leases where substantially all the rewards and risks of ownership of assets remain with the lessor are accounted for as operating leases. Rentals payable under operating leases are charged to the income statement on a straight-line basis over the term of the relevant lease. Benefits received and receivables as an incentive to enter into an operating lease are also spread on a straight-line basis over the lease term.

**Intangible assets and amortization**

***Land use rights***

Intangible assets represent land use rights which are stated at cost less accumulated amortization. Land use rights are amortised using the straight-line method over the duration of the right to use the land, indefinite-term land use rights are not amortized.

| | Years |
|---|---|
| Indefinite land use rights | No amortization |
| Definite land use rights | 32 - 50 |

*Copyrights*

Copyrights are initially recognized at purchase prices and amortised using the straight-line method over their estimated useful lives.

*Computer software and other intangible assets*

Computer software and other intangible assets are initially recognized at purchase prices and amortised using the straight-line method over the duration from 3 to 6 years.

**Investment properties**

Investment properties are composed of land use rights, buildings and structures held by the Corporation to earn rentals. Investment properties held to earn rentals are stated at cost less accumulated depreciation. The costs of purchased investment properties comprise their purchase prices and any directly attributable expenditures, such as professional fees for legal services, property transfer taxes and other related transaction costs. The costs of self-constructed investment properties are the finally accounted construction or directly attributable costs of the properties.

These investment properties are depreciated using the straight-line method over their estimated useful lives.

| | Years |
|---|---|
| Land use rights | 50 |
| Buildings, structures | 07 - 25 |

**Construction in progress**

Properties in the course of construction for production, rental and administrative purposes or for other purposes are carried at cost including any costs that are necessary to form the asset including construction cost, equipment cost, interest expense and other related cost in accordance with the Corporation's accounting policy. Such costs will be included in the estimated costs of the fixed assets (if settled costs have not been approved) when they are put into use.

According to the State's regulations on investment and construction management, the settled costs of completed construction projects are subject to approval by appropriate level of competent authorities. The final costs of these completed construction projects may vary depending on the final approval by competent authorities.

**Prepayments**

Prepayments are expenses which have already been paid but relate to results of operations of multiple accounting periods. Prepayments include tank rental cost, tools and supplies allocated, expenses for hardware and software support services and other types of prepayments.

Tank rental cost represent rentals that have been paid in advance and allocated into income statement based on the straight-line basic over the rental term.

The costs of tools and supplies allocated comprise costs of small tools, supplies and spare parts issued for consumption which are expected to provide future economic benefits to the Corporation and are charged to the income statement on the straight-line basis in accordance with the current prevailing accounting regulations.

Expenses for hardware and software support services are recognized based on contract purchase price and amortized to the consolidated income statement on a straight-line basis over a specified period in hardware and software support service contracts.

Other types of prepayments comprise of expenses for supporting services, office and warehouse fix expenses and other prepaid expenses. which are expected to provide future economic benefits to the Corporation. These prepaid expenses are charged to the income statement on the straight-line basis in accordance with the current prevailing accounting regulations.

**Payable provisions**

Payable provisions are recognized when the Corporation has a present obligation as a result of a past event, and it is probable that the Corporation will be required to settle that obligation.

Phu My Fertilizer Plant accrued the estimated repair cost to annual expense for fixed assets which have annual overhaul. If actual amount is higher than accrued amount, the difference is included in reasonable cost. If actual amount is lower than the accrued amount, the difference is recorded as a decrease in expense during the year.

**Scientific and technological development fund**

Scientific and technological development fund is made from 2014 in order to finance science and technology activities of the Corporation. This fund was formed on the basis of the Corporation's demand for research and development and technology innovation and is recognized in the income statement according to Joint Circular No.12/2016/TTLT-BKHCN-BTC issued by Minister of Science and Technology on 28 June 2016, amended and supplemented by Circular No.05/2022/TT-BKHCN issued by Minister of Science and Technology on 31 May 2022 and Circular No. 67/2022/TT-BTC issued by the Ministry of Finance on 07 November 2022. Accordingly, the Corporation bases on the capital demand for scientific and technological activities to appropriate a maximum of 10% of the taxable profit for this fund.

**Revenue recognition**

*Revenue from sale of goods*

Revenue from the sale of goods is recognised when all five (5) following conditions are satisfied:

(a) The Corporation has transferred to the buyer the significant risks and rewards of ownership of the goods;
(b) The Corporation retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
(c) The amount of revenue can be measured reliably;
(d) It is probable that the economic benefits associated with the transaction will flow to the Corporation; and
(e) The costs incurred or to be incurred in respect of the transaction can be measured reliably.

*Revenue from services*

Revenue of a transaction involving the rendering of services is recognised when the outcome of such transactions can be measured reliably. Where a transaction involving the rendering of services is attributable to several years, revenue is recognised in each year by reference to the percentage of completion of the transaction at the balance sheet date of that year. The outcome of a transaction can be measured reliably when all four (4) following conditions are satisfied:

(a) The amount of revenue can be measured reliably;
(b) It is probable that the economic benefits associated with the transaction will flow to the Corporation;
(c) The percentage of completion of the transaction at the balance sheet date can be measured reliably; and
(d) The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

*Revenue from leasing investment property*

Revenue from leasing investment property is recognized in the income statement on the straight-line basis over the lease term.

*Financial Income*

Interest income is accrued on a time basis, by reference to the principal outstanding and at the applicable interest rate.

Dividend income from investments is recognised when the Corporation's right to receive payment has been established.

**Foreign currencies**

Transactions arising in foreign currencies are translated at exchange rates ruling at the transaction date. The balances of monetary items denominated in foreign currencies as at the balance sheet date are retranslated at the exchange rates on the same date. Exchange differences arising from the translation of these accounts are recognised in the income statement.

Under the guidance of Official Letter No. 4360/DKVN-TCKT dated 31 December 2015 and Official Letter No. 3124/DKVN-TCKT dated 13 May 2015 issued by Vietnam Oil and Gas Group, the Corporation applied the buying rate announced by the Joint Stock Commercial Bank for Foreign Trade of Vietnam to translate monetary items denominated in foreign currencies as at 31 December 2022. The above mentioned rate differs from that stated in Circular No. 200/2014/TT-BTC issued on 22 December 2014 by the Ministry of Finance guiding the accounting regime for enterprises ("Circular 200"). However, such difference has no material influence on the Corporation's separate financial statements for the year ended 31 December 2022.

**Borrowing costs**

Borrowing costs are recognised in the income statement in the year when incurred unless they are capitalised in accordance with Vietnamese Accounting Standard No. 16 "Borrowing costs". Accordingly, borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the cost of those assets. For specific borrowings for the purpose of construction of fixed assets and investment properties, borrowing costs are capitalised even when the construction period is under 12 months.

**Taxation**

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit before tax as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years (including loss carried forward, if any) and it further excludes items that are never taxable or deductible.

Deferred tax is recognised on significant differences between carrying amounts of assets and liabilities in the separate financial statements and the corresponding tax bases used in the computation of taxable profit and is accounted for using balance sheet liability method. Deferred tax liabilities are generally recognised for all temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which deductible temporary differences can be utilised.

Deferred tax is calculated at the tax rates that are expected to apply in the year when the liability is settled or the asset realised. Deferred tax is charged or credited to profit or loss, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same tax authority and the Corporation intends to settle its current tax assets and liabilities on a net basis.

The determination of the tax currently payable is based on the current interpretation of tax regulations. However, these regulations are subject to periodic variation and their ultimate determination depends on the results of the tax authorities' examinations.

Other taxes are paid in accordance with the prevailing tax laws in Vietnam.

## 4. CASH AND CASH EQUIVALENTS

| | Closing balance | Opening balance |
|---|---|---|
| | VND | VND |
| Cash on hand | 2,330,564,413 | 2,133,544,029 |
| Bank demand deposits | 226,717,171,591 | 452,086,031,461 |
| Cash equivalents (i) | 1,579,000,000,000 | 1,734,000,000,000 |
| | **1,808,047,736,004** | **2,188,219,575,490** |

(i) As at 31 December 2022, cash equivalents represent deposits with original terms from 1 month to 3 months at commercial banks with interest rates ranging from 4.0% to 6.0% per annum (as at 31 December 2021: from 3.0% to 3.7% per annum).

As at 31 December 2022, the Corporation's deposits with term of less than 03 months at Ocean Commercial One Member Limited Liability Bank (formerly named Ocean Commercial Joint Stock Bank) has a balance of VND 284 billion. Under Official Letter No.5351/2016/CV-OCEANBANK dated 04 October 2016, Official Letter No.60/2018/CV-OCEANBANK dated 28 December 2018 and Official Letter No.76/2020/CV-OJB CNHCM dated 12 August 2020, Ocean Commercial One Member Limited Liability Bank ensured the return of deposits held by its clients following the restructuring plan which has been submitted to the State Bank of Vietnam and the Government for approval. Interest income from these deposits has been paid by Ocean Commercial One Member Limited Liability Bank from 01 October 2015 to present. The Executive Board assessed that the Corporation's deposits will be recovered as committed by Ocean Commercial One Member Limited Liability Bank.

## 5. FINANCIAL INVESTMENTS

| | Closing balance | | Opening balance | |
|---|---|---|---|---|
| | VND | | VND | |
| | Cost | Carrying amount | Cost | Carrying amount |
| **Held-to-maturity investments** | | | | |
| Term deposits | 6,880,000,000,000 | 6,880,000,000,000 | 3,435,000,000,000 | 3,435,000,000,000 |

As at 31 December 2022, held-to-maturity investments represent time deposits with original terms of more than 3 months and remaining terms of less than 12 months from the reporting date at commercial banks with interest rates ranging from 3.9% to 9.5% per annum (as at 31 December 2021: from 3.8% to 5.0% per annum).

| | Closing balance | | | Opening balance | | |
|---|---|---|---|---|---|---|
| | | | VND | | | VND |
| | Cost | Provision | Fair value | Cost | Provision | Fair value |
| **Investments in subsidiaries** | | | | | | |
| Northern PetroVietnam Fertilizer and Chemicals JSC (i) | 90,000,000,000 | - | 99,900,000,000 | 90,000,000,000 | - | 92,700,000,000 |
| Central PetroVietnam Fertilizer and Chemicals JSC (i) | 75,000,000,000 | - | 179,250,000,000 | 75,000,000,000 | - | 118,500,000,000 |
| SouthEast PetroVietnam Fertilizer and Chemicals JSC (i) | 93,750,000,000 | - | 105,937,500,000 | 93,750,000,000 | - | 67,500,000,000 |
| SouthWest PetroVietnam Fertilizer and Chemicals JSC (i) | 127,500,000,000 | - | 102,000,000,000 | 127,500,000,000 | - | 93,075,000,000 |
| | **386,250,000,000** | **-** | **487,087,500,000** | **386,250,000,000** | **-** | **371,775,000,000** |
| **Investments in associates** | | | | | | |
| PetroVietnam Urban Development JSC | 100,000,000,000 | (100,000,000,000) | (ii) | 100,000,000,000 | (100,000,000,000) | (ii) |
| PetroVietnam Petrochemical and Textile Fiber JSC | 562,700,000,000 | (562,700,000,000) | (ii) | 562,700,000,000 | (562,700,000,000) | (ii) |
| Dam Phu My Packaging Joint Stock Company (i) | 18,203,000,000 | - | 21,843,600,000 | 18,203,000,000 | - | 15,472,550,000 |
| | **680,903,000,000** | **(662,700,000,000)** | **21,843,600,000** | **680,903,000,000** | **(662,700,000,000)** | **15,472,550,000** |
| **Investments in other entities** | | | | | | |
| Petroleum Information Technology Telecom and Automation JSC | 3,600,000,000 | - | (ii) | 3,600,000,000 | - | (ii) |
| Ut Xi Aquatic Products Processing Corporation | 16,902,000,000 | (8,013,375,369) | (ii) | 16,902,000,000 | (4,464,706,831) | (ii) |
| | **20,502,000,000** | **(8,013,375,369)** | **(ii)** | **20,502,000,000** | **(4,464,706,831)** | **(ii)** |

(i) As stipulated in Circular No. 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance, the fair value of the investments as at 31 December 2022 should be presented. The Corporation has determined the fair value of its investments in Northern PetroVietnam Fertilizer and Chemicals JSC, Central PetroVietnam Fertilizer and Chemicals JSC, SouthEast PetroVietnam Fertilizer and Chemicals JSC, SouthWest PetroVietnam Fertilizer and Chemicals JSC and Dam Phu My Packaging JSC based on listed price of their shares on the stock exchange and the number of shares currently held by the Corporation.

(ii) For the remaining investments, these companies have not had their shares listed on a stock exchange yet and the Corporation was unable to determine their fair value as at the balance sheet date since there is no comprehensive guidance of relevant prevailing regulations on determination of fair value on these financial investments.

***Summary of the performance of subsidiaries and associates during the year:***

| | Current year | Prior year |
|---|---|---|
| **Subsidiaries** | | |
| Central PetroVietnam Fertilizer and Chemicals JSC | Profit | Profit |
| SouthWest PetroVietnam Fertilizer and Chemicals JSC | Profit | Profit |
| SouthEast PetroVietnam Fertilizer and Chemicals JSC | Profit | Profit |
| Northern PetroVietnam Fertilizer and Chemicals JSC | Profit | Profit |
| **Associates** | | |
| PetroVietnam Urban Development JSC | Loss | Loss |
| PetroVietnam Petrochemical and Textile Fiber JSC | Loss | Loss |
| Phu My Fertilizer Packaging Joint Stock Company | Profit | Profit |

Major transactions between the Corporation and its subsidiaries and associates during the year are presented in Note 35.

## 6. SHORT-TERM TRADE RECEIVABLES

| | Closing balance | Opening balance |
|---|---|---|
| | VND | VND |
| **a. Short-term trade receivables** | | |
| F.A Joint Stock Company | 14,426,449,918 | 34,003,455,213 |
| Hoang Long Joint Operating Company | 11,775,553,240 | 17,391,194,502 |
| Vinh Loc House Trading Service Commercial Co., Ltd | 5,566,998,950 | 15,476,303,455 |
| Nam Son Trading Service Management Company Limited | 5,502,782,689 | 645,222,804 |
| Liven Agrichem PTE LTD | - | 36,377,540,000 |
| Others | 21,097,173,323 | 47,040,407,018 |
| | **58,368,958,120** | **150,934,122,992** |
| **b. Receivables from related parties** (as presented in Note 35) | 168,865,833,346 | 202,014,822,331 |
| **Total** | **227,234,791,466** | **352,948,945,323** |

## 7. SHORT-TERM ADVANCES TO SUPPLIERS

| | Closing balance | Opening balance |
|---|---|---|
| | VND | VND |
| **a. Short-term advances to suppliers** | | |
| Ngoc Lan Production Trade Company Limited | 9,153,800,000 | 9,153,800,000 |
| Others | 64,611,073,313 | 18,671,962,352 |
| | **73,764,873,313** | **27,825,762,352** |
| **b. Advances to related parties** | | |
| (Details stated in Note 35) | 12,427,127,188 | 36,919,409,647 |
| **Total** | **86,192,000,501** | **64,745,171,999** |

## 8. OTHER RECEIVABLES

| | Closing balance | Opening balance |
|---|---|---|
| | VND | VND |
| **a. Short-term** | | |
| PetroVietnam Petrochemical and Fiber JSC (i) | 114,209,081,543 | 114,209,081,543 |
| PetroVietnam Trade Union Finance Investment Corporation (ii) | 110,093,267,289 | 110,143,267,289 |
| Accrued interest income from term deposits | 83,868,197,262 | 23,736,342,464 |
| Other short-term receivables | 83,638,416,284 | 75,294,452,575 |
| | **391,808,962,378** | **323,383,143,871** |
| **b. Long-term** | | |
| Long-term deposits | 891,100,000 | 743,500,000 |
| | **891,100,000** | **743,500,000** |
| In which: | | |
| *Other receivables from related parties (Details stated in Note 35)* | *259,634,554,037* | *228,881,937,873* |

(i) The balance of the other receivables from PetroVietnam Petrochemical and Textile Fiber Joint Stock Company ("VNPOLY") as at 31 December 2022 represents a payment under the reciprocal guarantee commitment for medium-term and long-term loans of VNPOLY and other supports to VNPOLY. Payment obligations arose from the fact that the Corporation signed two reciprocal guarantee commitments with PVN relating to the guarantee obligations of PVN for medium-term and long-term loans of VNPOLY.

According to the Memorandum among PVN, VNPOLY and the Corporation, PVN shall be responsible for collecting the principal of and interest on the guarantees having paid by parties on behalf of VNPOLY. Within 07 days from when PVN receives debt payments from VNPOLY (including both the principal and interest), PVN will return an amount which is calculated based on the Corporation's capital proportion in VNPOLY to the Corporation. The interest rate is determined at the rate equal to demand deposit interest rate announced by Joint Stock Commercial Bank for Foreign Trade of Vietnam. The interest calculation period starts from when the Corporation pays the reciprocal guarantee amount to PVN.

As at 31 December 2022, the Executive Board assessed the recoverability of this receivable at low level as the accumulated losses of VNPOLY had exceeded its equity, and VNPOLY is unable to meet its financial obligations as and when they fall due.

(ii) The balance of the other short-term receivables from PetroVietnam Trade Union Finance Investment Corporation ("PVFI") as at 31 December 2022 represents an investment trust and its unpaid interest with the amount of VND 101,597,868,000 and VND 8,495,399,289 respectively. The Executive Board assessed the recoverability of this receivable at low level due to the PVF's difficult situation in business and operations.

## 9. BAD DEBTS

| | Closing balance | | | Opening balance | | |
|---|---|---|---|---|---|---|
| | | VND | | | VND | |
| | Cost | Recoverable amount | Overdue time | Cost | Recoverable amount | Overdue time |
| PetroVietnam Trade Union Finance Investment Corporation | 110,093,267,289 | - | Over 3 years | 110,143,267,289 | - | Over 3 years |
| Ngoc Lan Production Trade Company Limited | 9,153,800,000 | - | Over 3 years | 9,153,800,000 | - | Over 3 years |
| PetroPetroVietnam Petrochemical and Textile Fiber JSC | 115,725,753,648 | 1,545,947,178 | Over 3 years | 115,725,753,648 | 1,545,947,178 | Over 3 years |
| *- Receivables relating to reciprocal guarantee commitments* | *107,786,937,303* | - | | *107,786,937,303* | - | |
| *- Other receivables* | *7,938,816,345* | *1,545,947,178* | | *7,938,816,345* | *1,545,947,178* | |
| | **234,972,820,937** | **1,545,947,178** | | **235,022,820,937** | **1,545,947,178** | |

The recoverable amount is determined at cost of the receivables less the provisions for doubtful debts made.

## 10. INVENTORIES

| | Closing balance | | Opening balance | |
|---|---|---|---|---|
| | | VND | | VND |
| | Cost | Provision | Cost | Provision |
| **a. Inventory** | | | | |
| Goods in transit | 267,561,155,169 | - | 135,995,846,536 | - |
| Raw materials | 735,311,999,640 | (290,262,998) | 557,871,471,999 | (480,008,618) |
| Tools and supplies | 3,668,088,026 | - | 7,702,438,588 | - |
| Work in progress | 273,058,515,880 | - | 215,742,112,217 | - |
| Finished goods | 1,663,573,648,274 | (60,974,125,854) | 672,863,823,153 | - |
| Merchandise | 671,928,871,661 | (128,004,163,397) | 818,869,012,345 | (2,799,857,720) |
| | **3,615,102,278,650** | **(189,268,552,249)** | **2,409,044,704,838** | **(3,279,866,338)** |
| **b. Long-term reserved spare parts** | **150,228,832,256** | - | **124,128,741,854** | - |
| **Total** | **3,765,331,110,906** | **(189,268,552,249)** | **2,533,173,446,692** | **(3,279,866,338)** |

In the year, VND 185,988,685,911 was provided for devaluation of inventories (2021: reversed the provision for devaluation of inventories made in prior years as the inventories were sold during the year with the amount of VND 23,025,209,822).

## 11. PREPAYMENTS

| | Closing balance | Opening balance |
|---|---|---|
| | VND | VND |
| **a. Short-term** | | |
| Supporting services for hardware and software | 9,211,220,787 | 8,764,839,132 |
| Tank rental cost | 3,500,000,000 | - |
| Tools and supplies allocated | 1,639,081,001 | 1,662,932,535 |
| Others | 5,535,824,047 | 2,676,901,216 |
| | **19,886,125,835** | **13,104,672,883** |
| **b. Long-term** | | |
| Tools and supplies allocated | 18,505,218,044 | 6,030,932,695 |
| Others | 13,128,061,385 | 7,044,551,242 |
| | **31,633,279,429** | **13,075,483,937** |

## 12. INCREASES, DECREASES IN TANGIBLE FIXED ASSETS

| | Buildings and structures | Machinery and equipment | Motor vehicles | Office equipment | Others | Total |
|---|---|---|---|---|---|---|
| | VND | VND | VND | VND | VND | VND |
| **COST** | | | | | | |
| Opening balance | 2,192,446,542,547 | 8,172,775,563,477 | 57,524,239,591 | 310,017,142,319 | 621,474,208,998 | 11,354,237,696,932 |
| Additions | 801,676,827 | 17,548,196,727 | 1,940,578,430 | 16,304,833,268 | 3,639,715,825 | 40,235,001,077 |
| Transfer to Tools and supplies | - | - | - | (95,216,756,255) | - | (95,216,756,255) |
| Disposals | - | (1,637,856,157) | (3,077,904,000) | (1,494,091,043) | (112,082,500) | (6,321,933,700) |
| **Closing balance** | **2,193,248,219,374** | **8,188,685,904,047** | **56,386,914,021** | **229,611,128,289** | **625,001,842,323** | **11,292,934,008,054** |
| **ACCUMULATED DEPRECIATION** | | | | | | |
| Opening balance | 1,396,641,252,927 | 6,399,835,513,153 | 54,704,479,289 | 272,136,873,828 | 369,633,771,861 | 8,492,951,891,058 |
| Charge for the year | 103,529,173,552 | 256,085,849,316 | 1,148,466,663 | 25,996,672,960 | 93,717,608,664 | 480,477,771,155 |
| Transfer to Tools and supplies | - | - | - | (92,392,839,292) | - | (92,392,839,292) |
| Disposals | - | (1,637,856,157) | (3,077,904,000) | (1,494,091,043) | (112,082,500) | (6,321,933,700) |
| **Closing balance** | **1,500,170,426,479** | **6,654,283,506,312** | **52,775,041,952** | **204,246,616,453** | **463,239,298,025** | **8,874,714,889,221** |
| **NET BOOK VALUE** | | | | | | |
| **Opening balance** | **795,805,289,620** | **1,772,940,050,324** | **2,819,760,302** | **37,880,268,491** | **251,840,437,137** | **2,861,285,805,874** |
| **Closing balance** | **693,077,792,895** | **1,534,402,397,735** | **3,611,872,069** | **25,364,511,836** | **161,762,544,298** | **2,418,219,118,833** |

As stated in Note 23, the Corporation has pledged all the factories machinery and equipment under the project on productivity enhancement of NH3 workshop of Phu My Fertilizer Plant and construction of NPK Fertilizer Production Plant by applying chemical technology, which have the carrying value as at 31 December 2022 of VND 1,828,121,206,774 (31 December 2021: VND 2,079,267,047,450) to secure bank loans.

The cost of the Corporation's tangible fixed assets as at 31 December 2022 includes VND 6,642,307,105,371 (31 December 2021: VND 6,200,629,390,991) of assets which have been fully depreciated but are still in use.

## 13. INCREASES, DECREASES IN INTANGIBLE ASSETS

| | Land use rights | Copyright | Computer software | Others | Total |
|---|---|---|---|---|---|
| | VND | VND | VND | VND | VND |
| **COST** | | | | | |
| Opening balance | 803,964,779,348 | 159,117,493,074 | 116,178,795,842 | 15,702,683,154 | 1,094,963,751,418 |
| Additions | - | - | 1,098,599,100 | - | 1,098,599,100 |
| Decreases | - | - | (339,000,000) | - | (339,000,000) |
| **Closing balance** | **803,964,779,348** | **159,117,493,074** | **116,938,394,942** | **15,702,683,154** | **1,095,723,350,518** |
| **ACCUMULATED AMORTISATION** | | | | | |
| Opening balance | 44,543,486,633 | 159,117,493,074 | 100,922,859,676 | 11,829,503,576 | 316,413,342,959 |
| Charge for the year | 4,303,568,201 | - | 8,809,754,381 | 480,363,760 | 13,593,686,342 |
| Decreases | - | - | (339,000,000) | - | (339,000,000) |
| **Closing balance** | **48,847,054,834** | **159,117,493,074** | **109,393,614,057** | **12,309,867,336** | **329,668,029,301** |
| **NET BOOK VALUE** | | | | | |
| **Opening balance** | **759,421,292,715** | **-** | **15,255,936,166** | **3,873,179,578** | **778,550,408,459** |
| **Closing balance** | **755,117,724,514** | **-** | **7,544,780,885** | **3,392,815,818** | **766,055,321,217** |

The cost of the Corporation's intangible assets as at 31 December 2022 includes VND 266,125,338,302 (31 December 2021: VND 234,996,571,978) of assets which have been fully amortised but are still in use.

## 14. INCREASES, DECREASES IN INVESTMENT PROPERTIES

**Investment properties held to earn rentals**

| | Land use rights | Buildings and structures | Total |
|---|---|---|---|
| | VND | VND | VND |
| **COST** | | | |
| Opening balance | 99,499,152,000 | 218,454,390,202 | 317,953,542,202 |
| **Closing balance** | **99,499,152,000** | **218,454,390,202** | **317,953,542,202** |
| **ACCUMULATED DEPRECIATION** | | | |
| Opening balance | 11,669,709,453 | 96,438,518,886 | 108,108,228,339 |
| Charge for the year | 1,005,683,040 | 8,699,238,291 | 9,704,921,331 |
| **Closing balance** | **12,675,392,493** | **105,137,757,177** | **117,813,149,670** |
| **NET BOOK VALUE** | | | |
| **Opening balance** | **87,829,442,547** | **122,015,871,316** | **209,845,313,863** |
| **Closing balance** | **86,823,759,507** | **113,316,633,025** | **200,140,392,532** |

List of investment properties:

| | Closing balance | | | Opening balance | | |
|---|---|---|---|---|---|---|
| | Cost | Accumulated depreciation | Net book value | Cost | Accumulated depreciation | Net book value |
| | VND | VND | VND | VND | VND | VND |
| Dong Tay Building at 27 Dinh Bo Linh Street, Ho Chi Minh City | 90,358,442,144 | 22,512,336,643 | 67,846,105,501 | 90,358,442,144 | 20,905,536,273 | 69,452,905,871 |
| Cuu Long Supermarket and Office Building at Ca Mau Province | 157,460,134,120 | 67,009,210,926 | 90,450,923,194 | 157,460,134,120 | 61,716,488,602 | 95,743,645,518 |
| PVFCCo Building at 43 Mac Dinh Chi, Ho Chi Minh City | 70,134,965,938 | 28,291,602,101 | 41,843,363,837 | 70,134,965,938 | 25,486,203,464 | 44,648,762,474 |
| **Total** | **317,953,542,202** | **117,813,149,670** | **200,140,392,532** | **317,953,542,202** | **108,108,228,339** | **209,845,313,863** |

**Fair value of investment properties**

According to VAS No. 05 - Investment Properties, fair value of investment properties at the balance sheet date is required to be disclosed. However, the Corporation has not determined the fair value as at 31 December 2022; therefore, no information about the fair value of investment properties as at 31 December 2022 is presented in the Notes to the separate financial statements. In order to determine the fair value, the Corporation would require an independent consultancy company to perform the valuation. At present, the Corporation has not found a suitable consultancy company yet.

## 15. TAXES AND OTHER RECEIVABLES FROM/PAYABLES TO THE STATE BUDGET

| | Opening balance | Payable during the year | Paid during the year | Closing balance |
|---|---|---|---|---|
| | VND | VND | VND | VND |
| **a. Receivables** | | | | |
| Corporate income tax | 3,152,818,774 | - | - | 3,152,818,774 |
| Import-export duties | - | - | 15,482,225 | 15,482,225 |
| Other taxes | 98,916,250 | - | - | 98,916,250 |
| | **3,251,735,024** | **-** | **15,482,225** | **3,267,217,249** |
| **b. Payables** | | | | |
| Value added tax | 8,890,587,475 | 141,265,035,924 | 146,069,692,590 | 4,085,930,809 |
| *- VAT on domestic goods* | *8,890,587,475* | *105,048,826,338* | *109,853,483,004* | *4,085,930,809* |
| *- VAT on imports* | - | *36,216,209,586* | *36,216,209,586* | - |
| Import-export duties | 17,640,572,200 | 149,390,403,269 | 167,030,975,469 | - |
| Corporate income tax | 325,561,462,162 | 1,105,712,654,413 | 1,155,893,778,102 | 275,380,338,473 |
| Personal income tax | 7,728,624,524 | 79,930,497,677 | 75,908,067,205 | 11,751,054,996 |
| Natural resource tax | 337,015,194 | 3,851,250,344 | 3,847,825,058 | 340,440,480 |
| Environmental protection tax and other taxes | 180,581,901 | 2,091,401,230 | 2,164,410,130 | 107,573,001 |
| *- Environmental protection tax* | *180,581,901* | *495,515,600* | *568,524,500* | *107,573,001* |
| *- Property tax and land rental* | - | *1,372,197,395* | *1,372,197,395* | - |
| *- Other taxes* | - | *223,688,235* | *223,688,235* | - |
| | **360,338,843,456** | **1,482,241,242,857** | **1,550,914,748,554** | **291,665,337,759** |

## 16. CONSTRUCTION IN PROGRESS

| | Closing balance | Opening balance |
|---|---|---|
| | VND | VND |
| NH3 and NPK project (i) | 129,013,863,075 | 85,404,563,617 |
| Apartment buildings for employees | 36,342,070,618 | 36,342,070,618 |
| Tay Ninh warehouse | 29,120,068,273 | 29,120,068,273 |
| Other projects | 26,587,400,459 | 25,340,433,153 |
| | **221,063,402,425** | **176,207,135,661** |

(i) As presented in Note 23, as at 31 December 2022, the Corporation has pledged all construction works and machinery and equipment of the projects on productivity enhancement of NH3 workshop of Phu My Fertilizer Plant and construction of NPK Fertilizer Production Plant by applying chemical technology to secure long-term loans at Vietnam Public Joint Stock Commercial Bank - Ho Chi Minh City branch.

## 17. DEFERRED TAX ASSETS

| | Closing balance | Opening balance |
|---|---|---|
| | VND | VND |
| **Deferred tax assets related to deductible temporary differences** | | |
| Accrued expenses not yet billed | 158,247,247,097 | 54,864,134,126 |
| Others | 15,417,978,193 | 9,196,117,573 |
| | **173,665,225,290** | **64,060,251,699** |

## 18. SHORT-TERM TRADE PAYABLES

| | Closing balance | | Opening balance | |
|---|---|---|---|---|
| | | VND | | VND |
| | Amount | Amount able to be paid off | Amount | Amount able to be paid off |
| **a. Short-term trade payables** | | | | |
| Regas Trading Fze | 30,576,737,400 | 30,576,737,400 | - | - |
| Baconco Limited Company | - | - | 75,059,625,444 | 75,059,625,444 |
| Duc Giang - Lao Cai Chemicals Joint Stock Company | - | - | 71,326,012,800 | 71,326,012,800 |
| Others | 239,870,934,230 | 239,870,934,230 | 233,486,347,031 | 233,486,347,031 |
| | **270,447,671,630** | **270,447,671,630** | **379,871,985,275** | **379,871,985,275** |
| **b. Trade payables to related parties** | | | | |
| (Details stated in Note 35) | 608,955,536,489 | 608,955,536,489 | 384,822,999,526 | 384,822,999,526 |
| **Total** | **879,403,208,119** | **879,403,208,119** | **764,694,984,801** | **764,694,984,801** |

## 19. SHORT-TERM ADVANCES FROM CUSTOMERS

| | Closing balance | Opening balance |
|---|---|---|
| | VND | VND |
| **a. Short-term advances from customers** | | |
| Huynh Chau Private Enterprise | 6,618,499,680 | 6,618,499,680 |
| Ameropa Asia Pte Ltd | - | 2,256,076,800 |
| Others | 4,121,479,000 | 27,077,056,800 |
| | **10,739,978,680** | **35,951,633,280** |
| **b. Advances from related parties** | | |
| (Details stated in Note 35) | 69,307,650,792 | 106,390,669,245 |
| **Total** | **80,047,629,472** | **142,342,302,525** |

## 20. SHORT-TERM ACCRUED EXPENSES

| | Closing balance | Opening balance |
|---|---|---|
| | VND | VND |
| Gas transportation expenses | 469,082,932,421 | 1,516,548,821 |
| Accruals for construction in progress | 126,967,023,088 | 157,710,578,386 |
| Accrued interests | 25,736,073,137 | 25,870,992,080 |
| Other accruals | 173,891,995,548 | 141,726,944,300 |
| | **795,678,024,194** | **326,825,063,587** |
| In which: | | |
| *Accruals for related parties (Details stated in Note 35)* | *633,850,591,589* | *138,139,721,334* |

## 21. OTHER PAYABLES

| | Closing balance | Opening balance |
|---|---|---|
| | VND | VND |
| **a. Other short-term payables** | | |
| Dividends payable | 26,156,901,859 | 25,645,331,609 |
| Short-term deposits received | 4,626,974,938 | 4,564,477,144 |
| Others | 17,757,396,499 | 38,541,633,817 |
| | **48,541,273,296** | **68,751,442,570** |
| **b. Other long-term payables** | | |
| Long-term deposits received | 2,542,990,500 | 8,526,946,700 |
| | **2,542,990,500** | **8,526,946,700** |

## 22. PAYABLE PROVISIONS

### a. Short-term payable provisions

| | Provision for maintenance costs for Gas Turbine | Provision for repair and maintenance costs for Phu My Fertilizer Plant | Total |
|---|---|---|---|
| | VND | VND | VND |
| **Opening balance** | **20,327,222,568** | - | **20,327,222,568** |
| Additional provision for the year | 22,854,884,621 | 214,239,876,162 | 237,094,760,783 |
| Reclassification from long-term provision to short-term provision | - | 165,486,270,110 | 165,486,270,110 |
| Utilisation of provisions | (42,755,951,746) | (4,714,571,805) | (47,470,523,551) |
| **Closing balance** | **426,155,443** | **375,011,574,467** | **375,437,729,910** |

### b. Long-term payable provisions

| | Provision for repair and maintenance costs for Phu My Fertilizer Plant |
|---|---|
| | VND |
| **Opening balance** | **165,486,270,110** |
| Reclassification to short-term provision | (165,486,270,110) |
| **Closing balance** | - |

## 23. LOANS AND OBLIGATIONS UNDER FINANCE LEASES

| | Opening balance | | In the year | | | Closing balance | |
|---|---|---|---|---|---|---|---|
| | Amount | VND Amount able to be paid off | Increases | VND Decreases | Difference due to revaluation of exchange rate | Amount | VND Amount able to be paid off |
| **a. Short-term loans** | | | | | | | |
| Joint Stock Commercial Bank for Foreign Trade of Vietnam – Ho Chi Minh City Branch | - | - | 250,000,000,000 | 250,000,000,000 | - | - | - |
| Current portion of long-term loans | 200,133,810,219 | 200,133,810,219 | 202,043,481,704 | 200,133,810,219 | - | 202,043,481,704 | 202,043,481,704 |
| | **200,133,810,219** | **200,133,810,219** | **452,043,481,704** | **450,133,810,219** | **-** | **202,043,481,704** | **202,043,481,704** |
| **b. Long-term loans** | | | | | | | |
| Vietnam Public Joint Stock Commercial Bank - Ho Chi Minh Branch | 900,602,139,369 | 900,602,139,369 | - | 199,568,519,358 | 6,118,559,108 | 707,152,179,119 | 707,152,179,119 |
| | **900,602,139,369** | **900,602,139,369** | **250,000,000,000** | **449,568,519,358** | **6,118,559,108** | **707,152,179,119** | **707,152,179,119** |
| **In which:** | | | | | | | |
| *- Amount due for settlement within 12 months* | *200,133,810,219* | *200,133,810,219* | | | | *202,043,481,704* | *202,043,481,704* |
| *- Amount due for settlement after 12 months* | *700,468,329,150* | *700,468,329,150* | | | | *505,108,697,415* | *505,108,697,415* |

The balances of loans and obligations under finance leases as at 31 December 2022 represent the loan under the Loan Agreement No. 639/2016/PVFCCo-PVB/HDTD dated 25 October 2016 between Vietnam Public Joint Stock Commercial Bank - Ho Chi Minh City Branch and the Corporation with the credit limit of VND 1,752,000,000,000 or USD equivalent at the exchange rate at the time of disbursement. The purpose of the loan is to finance the Corporation's projects on productivity enhancement of NH3 workshop of Phu My Fertilizer Plant and construction of NPK Fertilizer Production Plant applying chemical technology. The disbursement term is until the end of June 2021. The maximum loan term is 108 months, the grace period is 24 months from the first disbursement (date 09 February 2017) or an earlier date as determined by the lender when these projects are completed and start generating revenue. The interest rate is determined by the reference interest rate plus the margin interest rate (2.5% per annum). The interest is calculated based on the actual outstanding balance and payable every 6 months. The Corporation has pledged the entire value of factories and equipments under these projects on productivity enhancement of NH3 workshop of Phu My Fertilizer Plant and construction of NPK Fertilizer Production Plant applying chemical technology to secure the loans as stated in Note 12 and Note 16.

Long-term loans are repayable as follows:

| | Closing balance | Opening balance |
|---|---|---|
| | VND | VND |
| On demand or within one year | 202,043,481,704 | 200,133,810,219 |
| In the second year | 202,043,481,704 | 200,133,810,219 |
| In the third to fifth year inclusive | 303,065,215,711 | 500,334,518,931 |
| | **707,152,179,119** | **900,602,139,369** |
| Less: Amount due for settlement within 12 months (shown under current liabilities) | 202,043,481,704 | 200,133,810,219 |
| **Amount due for settlement after 12 months** | **505,108,697,415** | **700,468,329,150** |

## 24. OWNERS' EQUITY

| | Owners' contributed capital | Share premium | Treasury shares | Investment and development fund | Retained earnings | Total |
|---|---|---|---|---|---|---|
| | VND | VND | VND | VND | VND | VND |
| Prior year's opening balance | 3,914,000,000,000 | 21,179,913,858 | (2,296,824,120) | 3,444,814,857,841 | 749,420,328,153 | 8,127,118,275,732 |
| Profit for the year | - | - | - | - | 3,030,399,711,796 | 3,030,399,711,796 |
| Distributions to bonus and welfare funds | - | - | - | - | (106,901,555,547) | (106,901,555,547) |
| Dividends paid by cash | - | - | - | - | (547,867,964,000) | (547,867,964,000) |
| **Prior year's closing balance** | **3,914,000,000,000** | **21,179,913,858** | **(2,296,824,120)** | **3,444,814,857,841** | **3,125,050,520,402** | **10,502,748,467,981** |
| Current year's opening balance | 3,914,000,000,000 | 21,179,913,858 | (2,296,824,120) | 3,444,814,857,841 | 3,125,050,520,402 | 10,502,748,467,981 |
| Profit for the year | - | - | - | - | 5,510,697,587,553 | 5,510,697,587,553 |
| Distributions to bonus and welfare funds (i) | - | - | - | - | (278,032,088,000) | (278,032,088,000) |
| Dividends paid by cash (ii) | - | - | - | - | (1,956,671,300,000) | (1,956,671,300,000) |
| **Current year's closing balance** | **3,914,000,000,000** | **21,179,913,858** | **(2,296,824,120)** | **3,444,814,857,841** | **6,401,044,719,955** | **13,778,742,667,534** |

(i) According to the Resolution No.934/NQ-DHDCD dated 24 June 2022 of the General Shareholder's Meeting on approval of 2021 profit distribution and 2022 profit distribution plan, the Corporation made additional accruals to the Bonus and welfare funds as below:

- Accrued the amount of VND 164,032,088,000 from 2021 retain earnings, accordingly, total accruals to Bonus and welfare funds from 2021 retain earnings was VND 217,282,088,000, equivalent to 7.18%.
- Accrued the amount of VND 114,000,000,000 from estimated 2022 profit after tax, equivalent to 20% of the planned amount.

(ii) According to Resolution No. 25/NQ-PBHC dated 17 January 2022 of the Board of Directors, the Corporation made the first dividend advance payment from 2021 profit after tax with the amount of VND 391,334,260,000 (VND 1,000 per share), equivalent to 10% of par price of share. The ex-dividend date is 28 January 2022, the Corporation has paid all payable dividends on 16 February 2022.

According to Notice No. 1020/TB-PBHC dated 7 July 2022 and Resolution No. 50/NQ-DHDCD dated 23 June 2022 of the General Meeting of Shareholders, the Corporation paid dividends from profit after tax in 2021 with the amount of VND 1,565,337,040,000 (VND 4,000 per share). The ex-dividend date is July 21, 2022 and the dividend is to be paid from 23 August 2022.

| | Closing balance | Opening balance |
|---|---|---|
| **Shares** | | |
| Number of shares issued to the public | 391.400.000 | 391.400.000 |
| *Ordinary shares* | *391.400.000* | *391.400.000* |
| Number of treasury shares | 65.740 | 65.740 |
| *Ordinary shares* | *65.740* | *65.740* |
| Number of outstanding shares in circulation | 391.334.260 | 391.334.260 |
| *Ordinary shares* | *391.334.260* | *391.334.260* |

**Charter capital**

According to Business Registration Certificate No. 4103007696 dated 31 August 2007 and its latest amendment dated 16 January 2019 issued by the Department of Planning and Investment of Ho Chi Minh City, the Corporation's charter capital is VND 3,914,000,000,000. The charter capital was fully contributed by the shareholders as at 31 December 2022 as follows:

| | Contributed capital | | | |
|---|---|---|---|---|
| | Closing balance | | Opening balance | |
| | Number of shares | % | Number of shares | % |
| **Shareholders** | | | | |
| Vietnam Oil and Gas Group | 233,204,253 | 59.58 | 233,204,253 | 59.58 |
| Others | 158,130,007 | 40.40 | 158,130,007 | 40.40 |
| | **391,334,260** | **99.98** | **391,334,260** | **99.98** |
| Treasury shares | 65,740 | 0.02 | 65,740 | 0.02 |
| | **391,400,000** | **100.00** | **391,400,000** | **100.00** |

## 25. OFF-BALANCE SHEET ITEMS

**Foreign currencies**

| | Closing balance | Opening balance |
|---|---|---|
| United States Dollar (USD) | 2,764,228 | 46,494 |
| Euro (EUR) | 31,065 | 32,505 |

**Operating lease assets**

| | Closing balance | Opening balance |
|---|---|---|
| | VND | VND |
| Minimum lease payment in the future under non-cancellable operating lease under the following terms: | | |
| Within one year | 22,569,579,270 | 17,835,785,541 |
| In the second to fifth year inclusive | 90,278,317,080 | 48,905,330,606 |
| After five years | 473,961,164,670 | 354,378,668,490 |
| | **586,809,061,020** | **421,119,784,637** |

Operating lease commitment of the Corporation represents land and office rentals. On 03 September 2005, the Corporation was handed over Land sublease contract No. 178/HD/TLD/UDEC.2001 dated 01 June 2001 signed between the Project Management Unit (PMU) of Phu My Fertilizer Plant and Ba Ria-Vung Tau Urban Development and Construction Company for the long-term lease of land and infrastructure in Phu My I Industrial Zone, Tan Thanh district, Ba Ria - Vung Tau province. The contract is valid for 17 years from 03 September 2004. According to land sublease contract No. 46/HD/TLD/IZICO-PVFCCo signed on 23 December 2021, from 2022 onwards, the Corporation has to pay the annual fee for leasing land and using infrastructure in VND with an amount equivalent to USD 634,066 on every 15 February.

## 26. BUSINESS AND GEOGRAPHICAL SEGMENTS

The Corporation's principal activities are production and trade of fertilizers used in agriculture. Accordingly, the financial information presented in the balance sheet as at 31 December 2022 and all revenue and expenses presented in the income statement for the year ended 31 December 2022 relate only to production and trade of fertilizers. Revenue and cost of sales by product line and business activity are presented in Note 27.

The Corporation distributes fertilizer, chemicals, packages, and provides services throughout the country via its subsidiaries in each region, including the North, Central Region - Central Highlands, Southeast, Southwest and Ho Chi Minh City. During the year, the Corporation exported fertilizers with the revenue accounting for more than 20% of gross revenue from goods sold and services rendered of the Corporation. Details are as below:

| | Current year<br>VND | Prior year<br>VND |
|---|---|---|
| **Sales of merchandise and services** | | |
| Exported-sales | 13,116,277,688,095 | 10,714,690,350,131 |
| Domestic sales | 3,348,490,742,641 | 887,701,640,400 |
| | **16,464,768,430,736** | **11,602,391,990,531** |
| **Cost of sales of merchandise and services** | | |
| Cost of goods exported | 7,616,870,107,881 | 6,931,701,391,591 |
| Cost of domestic goods | 1,387,064,242,305 | 289,959,586,525 |
| | **9,003,934,350,186** | **7,221,660,978,116** |

## 27. REVENUE AND COST OF SALES

| | Locally-produced products<br>VND | Imported goods<br>VND | Total<br>VND |
|---|---|---|---|
| **Current year** | | | |
| Net revenue | 15,976,556,838,867 | 488,211,591,869 | 16,464,768,430,736 |
| Cost of sales | (8,474,758,314,052) | (529,176,036,134) | (9,003,934,350,186) |
| **Gross profit** | **7,501,798,524,815** | **(40,964,444,265)** | **7,460,834,080,550** |
| **Prior year** | | | |
| Net revenue | 10,344,799,205,198 | 1,257,592,785,333 | 11,602,391,990,531 |
| Cost of sales | (6,168,688,458,238) | (1,052,972,519,878) | (7,221,660,978,116) |
| **Gross profit** | **4,176,110,746,960** | **204,620,265,455** | **4,380,731,012,415** |

Details of revenue from trading locally-produced products are as follows:

| | Current year | Prior year |
|---|---|---|
| | VND | VND |
| **Sales of merchandise and services** | | |
| Sales of fertilizers | 14,274,419,779,671 | 9,096,684,821,855 |
| Sales of chemicals | 1,728,939,113,233 | 1,053,286,930,071 |
| Others | 131,165,741,313 | 247,322,070,883 |
| | **16,134,524,634,217** | **10,397,293,822,809** |
| **Deductions** | | |
| Sales discount | 157,967,795,350 | 52,494,617,611 |
| | **157,967,795,350** | **52,494,617,611** |
| **Net sales** | **15,976,556,838,867** | **10,344,799,205,198** |

Details of cost of sales with regard to trade of locally-produced products are as follows:

| | Current year | Prior year |
|---|---|---|
| | VND | VND |
| Cost of fertilizers | 7,681,564,984,027 | 5,432,376,793,016 |
| Cost of chemicals | 693,699,726,032 | 535,018,369,149 |
| Others | 99,493,603,993 | 201,293,296,073 |
| | **8,474,758,314,052** | **6,168,688,458,238** |

## 28. PRODUCTION COST BY NATURE

| | Current year | Prior year |
|---|---|---|
| | VND | VND |
| Raw materials and consumables | 7,254,293,544,424 | 4,820,874,447,742 |
| Labour | 538,340,876,989 | 505,562,263,277 |
| Depreciation and amortisation | 503,776,378,828 | 526,231,286,934 |
| Out-sourced services | 924,894,350,994 | 920,939,213,570 |
| Provision | 375,562,923,143 | 31,512,455,846 |
| Other monetary expenses | 963,685,242,262 | 687,016,680,121 |
| | **10,560,553,316,640** | **7,492,136,347,490** |

## 29. FINANCIAL INCOME

| | Current year | Prior year |
|---|---|---|
| | VND | VND |
| Bank interest | 319,871,193,017 | 153,814,233,740 |
| Dividends and profits received | 85,972,008,058 | 34,252,559,879 |
| Foreign exchange gain | 36,953,520,724 | 8,232,846,757 |
| Others | - | 1,027,860,000 |
| | **442,796,721,799** | **197,327,500,376** |

## 30. FINANCIAL EXPENSES

| | Current year | Prior year |
|---|---|---|
| | VND | VND |
| Interest expense | 61,534,621,526 | 67,647,646,187 |
| Provision for impairment of long-term investments | 16,781,720,350 | 4,528,272,514 |
| Foreign exchange loss | 3,548,668,538 | 216,935,448 |
| | **81,865,010,414** | **72,392,854,149** |

## 31. SELLING EXPENSES AND GENERAL AND ADMINISTRATION EXPENSES

| | Current year | Prior year |
|---|---|---|
| | VND | VND |
| **Selling expenses** | | |
| Transportation, loading, unloading and storages expense | 320,763,044,212 | 301,995,686,538 |
| Social security, advertisement and marketing expenses | 318,401,994,076 | 233,847,091,268 |
| Selling staff costs | 38,770,485,422 | 37,474,341,098 |
| Others | 166,536,797,717 | 114,577,706,660 |
| | **844,472,321,427** | **687,894,825,564** |
| **General and administration expenses** | | |
| Administration staff costs | 152,791,719,594 | 131,735,437,138 |
| Depreciation and amortisation | 53,893,183,946 | 64,875,692,904 |
| Others | 277,927,781,676 | 158,510,478,608 |
| | **484,612,685,216** | **355,121,608,650** |

## 32. CURRENT CORPORATE INCOME TAX EXPENSE

| | Current year | Prior year |
|---|---|---|
| | VND | VND |
| Corporate income tax expense based on taxable profit in the current year | 1,102,789,016,980 | 550,156,610,990 |
| Adjustments for corporate income tax expense in previous years to the current year | 2,923,637,433 | - |
| **Total current corporate income tax expense** | **1,105,712,654,413** | **550,156,610,990** |

For the production and trading of fertilizer: The Corporation is obliged to pay corporate income tax at the rate of 15% of its taxable profit.

For the production and trading of NPK fertilizers: The Corporation is obliged to pay corporate income tax at the rate of 20% of its taxable profit. The Corporation is exempted from corporate income tax for the first 2 years since it has revenue (in 2018) and is entitled to a 50% reduction of corporate income tax for the next 4 years (from 2020 to 2023). In 2022, the Corporation is subject to the incentive tax rate of 10%.

For other business activities: The Corporation is obliged to pay corporate income tax at the rate of 20% of its taxable profit.

| | Current year | Prior year |
|---|---|---|
| | VND | VND |
| **Deferred corporate income tax expense** | | |
| Taxable temporary differences | - | 473,600,394 |
| Deductible temporary differences | (109,604,973,591) | 30,836,238,355 |
| **Total deferred corporate income tax expense** | **(109,604,973,591)** | **31,309,838,749** |

## 33. CONTINGENT LIABILITIES

***Land use fee and other costs of the 0.6 ha road area which has been invested and built by the Corporation in Ca Mau province***

As at 31 December 2022, the Corporation is in the process of working with the People's Committee of Ca Mau Province to determine obligations to pay land use fees and other costs that may arise related to the determination of land use purpose of the 0.6 ha road area which has been invested and built by the Corporation in Ca Mau province.

## 34. GUARANTEE COMMITMENT

**Guarantee commitment obligations for medium and long-term loans of PetroPetroVietnam Petrochemical and Textile Fiber Joint Stock Company ("VNPOLY")**

As at 31 December 2022, the Corporation has reciprocal guarantee commitments with Vietnam Oil and Gas Group ("PVN") relating to the guarantee obligations for medium and long-term loans of PetroPetroVietnam Petrochemical and Textile Fiber Joint Stock Company ("VNPOLY") - the Corporation's associate.

## 35. RELATED PARTY TRANSACTIONS AND BALANCES

***List of related parties with transactions and significant balances during the year:***

| Related parties | Relationship |
|---|---|
| Vietnam Oil and Gas Group | Parent company |
| Northern PetroVietnam Fertilizer and Chemicals JSC | Subsidiaries |
| Central PetroVietnam Fertilizer and Chemicals JSC | Subsidiaries |
| SouthEast PetroVietnam Fertilizer and Chemicals JSC | Subsidiaries |
| SouthWest PetroVietnam Fertilizer and Chemicals JSC | Subsidiaries |
| Dam Phu My Packaging Joint Stock Company | Associates |
| PetroVietnam Petrochemical and Textile Fiber JSC | Associates |
| PetroVietnam Urban Development Joint Stock Company | Associates |
| Union of Vietnam Oil and Gas Group | Company under Vietnam Oil and Gas Group |
| PTSC Phu My Port Joint Stock Company | Company under Vietnam Oil and Gas Group |
| PetroVietnam Securities Incoporation | Company under Vietnam Oil and Gas Group |
| PVD Technical Training and Certification JSC | Company under Vietnam Oil and Gas Group |
| Petro Vietnam Trade Union Finance Investment Corporation | Company under Vietnam Oil and Gas Group |
| Petro Vietnam Security Service Joint Stock Company | Company under Vietnam Oil and Gas Group |
| PTSC Thanh Hoa Port JSC | Company under Vietnam Oil and Gas Group |
| Petro Vietnam Ca Mau Fertilizer Joint Stock Company | Company under Vietnam Oil and Gas Group |
| PVI Holdings | Company under Vietnam Oil and Gas Group |
| PVD Trading and Technical Services Joint Stock Company | Company under Vietnam Oil and Gas Group |
| Petroleum Securities Joint Stock Company - Ho Chi Minh City Branch | Company under Vietnam Oil and Gas Group |
| Pacific Petroleum Transportation Joint Stock Company | Company under Vietnam Oil and Gas Group |

| Related parties | Relationship |
|---|---|
| PetroVietnam Technical Safety Registration Company Limited | Company under Vietnam Oil and Gas Group |
| Petroleum Well Logging Company Limited | Company under Vietnam Oil and Gas Group |
| Vietsovpetro Joint Venture | Company under Vietnam Oil and Gas Group |
| Vietnam Public Joint Stock Commercial Bank | Company under Vietnam Oil and Gas Group |
| Petrovietnam Maintenance and Repair Corporation | Company under Vietnam Oil and Gas Group |
| PetroVietnam Technical Services Corporation | Company under Vietnam Oil and Gas Group |
| PetroVietnam General Services JSC Corporation | Company under Vietnam Oil and Gas Group |
| Petro Vietnam Technical Services Corporation (PTSC) | Company under Vietnam Oil and Gas Group |
| Petro Vietnam Transportation Corporation | Company under Vietnam Oil and Gas Group |
| Petro Vietnam Chemical and Services Corporation | Company under Vietnam Oil and Gas Group |
| Petro Vietnam Gas Joint Stock Corporation | Company under Vietnam Oil and Gas Group |
| Petro Vietnam Engineering Consultancy JSC | Company under Vietnam Oil and Gas Group |
| PetroVietnam University | Company under Vietnam Oil and Gas Group |
| Vietnam Petroleum Institute | Company under Vietnam Oil and Gas Group |

***During the year, the Corporation entered into the following significant transactions with its related parties:***

| | Current year | Prior year |
|---|---|---|
| | VND | VND |
| **Sales** | **11,532,655,544,241** | **9,748,063,798,118** |
| SouthEast PetroVietnam Fertilizer and Chemicals JSC | 3,305,147,617,500 | 2,815,895,201,542 |
| Central PetroVietnam Fertilizer and Chemicals JSC | 3,154,892,204,500 | 2,677,467,230,000 |
| SouthWest PetroVietnam Fertilizer and Chemicals JSC | 2,468,893,447,500 | 2,269,444,572,500 |
| Northern PetroVietnam Fertilizer and Chemicals JSC | 2,428,219,633,750 | 1,829,454,376,250 |
| Petro Vietnam Ca Mau Fertilizer Joint Stock Company | 145,710,453,896 | 130,258,795,374 |
| Petro Vietnam Gas Joint Stock Corporation | 19,430,285,700 | 8,770,803,591 |
| Vietsovpetro Joint Venture | 8,219,111,395 | 7,153,084,000 |
| Petro Vietnam Transportation Corporation | 1,319,760,000 | 5,918,518,983 |
| PTSC Thanh Hoa Port JSC | 396,000,000 | - |
| Pacific Petroleum Transportation Joint Stock Company | 376,740,000 | - |
| Vietnam Public Joint Stock Commercial Bank | 50,290,000 | 1,128,371,616 |
| Petroleum Securities Joint Stock Company - Ho Chi Minh City Branch | - | 1,126,312,000 |
| Petroleum Well Logging Company Limited | - | 781,560,450 |
| Petro Vietnam Technical Services Corporation | - | 664,971,812 |
| **Sales discounts** | **157,967,795,350** | **52,494,617,611** |
| SouthEast PetroVietnam Fertilizer and Chemicals JSC | 50,172,004,903 | 14,150,792,555 |
| Central PetroVietnam Fertilizer and Chemicals JSC | 41,024,249,609 | 13,407,211,056 |
| Northern PetroVietnam Fertilizer and Chemicals JSC | 35,510,493,188 | 11,430,271,050 |
| SouthWest PetroVietnam Fertilizer and Chemicals JSC | 31,261,047,650 | 13,506,342,950 |
| **Purchases** | **6,028,847,758,266** | **3,791,381,688,573** |
| Petro Vietnam Gas Joint Stock Corporation | 5,465,081,146,347 | 3,469,114,467,696 |
| Vietnam Oil and Gas Group | 63,820,000,000 | 75,128,011,814 |
| PVI Holdings | 108,780,305,300 | 13,953,048,824 |
| Dam Phu My Packaging Joint Stock Company | 225,497,711,280 | 74,780,207,370 |
| Central PetroVietnam Fertilizer and Chemicals JSC | 39,911,449,096 | 35,389,392,060 |
| SouthWest PetroVietnam Fertilizer and Chemicals JSC | 28,787,724,416 | 21,151,766,646 |
| Northern PetroVietnam Fertilizer and Chemicals JSC | 27,405,112,886 | 20,412,536,423 |

| | Current year | Prior year |
|---|---|---|
| | VND | VND |
| SouthEast PetroVietnam Fertilizer and Chemicals JSC | 16,620,013,509 | 19,851,785,754 |
| PTSC Phu My Port Joint Stock Company | 13,605,479,135 | 17,560,335,352 |
| PVD Trading and Technical Services Joint Stock Company | 13,432,008,532 | - |
| Petro Vietnam Security Service Joint Stock Company | 10,814,021,062 | 12,260,249,561 |
| PetroVietnam Petrochemical and Textile Fiber JSC | 5,408,934,288 | 1,462,314,427 |
| Petro Vietnam Chemical And Services Corporation | 5,160,456,000 | - |
| Petro Vietnam Transportation Corporation | 3,251,496,415 | 2,286,825,835 |
| PetroVietnam University | 1,271,900,000 | - |
| Union of Vietnam Oil and Gas Group | - | 17,640,000,000 |
| Petro Vietnam Technical Services Corporation | | 8,330,024,691 |
| PetroVietnam General Services JSC Corporation | - | 1,100,000,000 |
| PVD Technical Training and Certification JSC | - | 602,484,415 |
| Vietnam Petroleum Institute | - | 312,980,705 |
| Petro Vietnam Trading Service Registration Company Limited | - | 45,257,000 |
| **Dividends paid** | **1,166,021,265,000** | **326,485,954,200** |
| Vietnam Oil and Gas Group | 1,166,021,265,000 | 326,485,954,200 |
| **Dividends profits received** | **81,164,830,000** | **26,962,489,000** |
| SouthEast PetroVietnam Fertilizer and Chemicals JSC | 23,437,500,000 | 6,562,500,000 |
| SouthWest PetroVietnam Fertilizer and Chemicals JSC | 21,675,000,000 | 5,100,000,000 |
| Central PetroVietnam Fertilizer and Chemicals JSC | 18,750,000,000 | 9,000,000,000 |
| Northern PetroVietnam Fertilizer and Chemicals JSC | 15,300,000,000 | 6,299,989,000 |
| Dam Phu My Packaging Joint Stock Company | 2,002,330,000 | - |
| **Loans paid** | **199,568,519,358** | **194,657,305,390** |
| Vietnam Public Joint Stock Commercial Bank | 199,568,519,358 | 194,657,305,390 |
| **Loans received** | **-** | **49,787,745,286** |
| Vietnam Public Joint Stock Commercial Bank | - | 49,787,745,286 |
| **Interest expenses** | **61,123,662,622** | **67,647,646,187** |
| Vietnam Public Joint Stock Commercial Bank | 61,123,662,622 | 67,647,646,187 |

***Significant related party balances as at the balance sheet date were as follows:***

| | Closing balance | Opening balance |
|---|---|---|
| | VND | VND |
| **Trade receivables** | **168,865,833,346** | **202,014,822,331** |
| SouthEast PetroVietnam Fertilizer and Chemicals JSC | 52,321,800,000 | 69,417,743,430 |
| SouthWest PetroVietnam Fertilizer and Chemicals JSC | 51,848,160,000 | 72,000,000,000 |
| Central PetroVietnam Fertilizer and Chemicals JSC | 29,488,475,000 | 40,735,737,500 |
| Petro Vietnam Ca Mau Fertilizer Joint Stock Company | 24,700,156,702 | 19,588,835,366 |
| Petro Vietnam Gas Joint Stock Corporation | 6,781,403,475 | - |
| Vietsovpetro Joint Venture | 2,100,266,064 | 45,893,100 |
| PetroVietnam Petrochemical and Textile Fiber JSC | 1,516,672,105 | 95,704,205 |
| PTSC Thanh Hoa Port JSC | 108,900,000 | 108,900,000 |
| Petro Vietnam Transportation Corporation | - | 19,533,730 |
| Vietnam Public Joint Stock Commercial Bank | - | 2,475,000 |
| **Advances to suppliers** | **12,427,127,188** | **36,919,409,647** |
| PVD Trading and Technical Services Joint Stock Company | 5,745,564,576 | - |

| | Closing balance | Opening balance |
|---|---|---|
| | VND | VND |
| PetroVietnam Urban Development Joint Stock Company | 4,860,607,417 | 4,860,607,417 |
| PetroVietnam Petrochemical and Textile Fiber JSC | 1,328,053,482 | - |
| Dam Phu My Packaging Joint Stock Company | 385,794,198 | 31,783,021,069 |
| PetroVietnam Securities Incoporation | 107,107,515 | 107,107,515 |
| Central PetroVietnam Fertilizer and Chemicals JSC | - | 168,673,646 |
| **Other short-term receivables** | **259,634,554,037** | **228,881,937,873** |
| PetroVietnam Petrochemical and Textile Fiber JSC | 114,209,081,543 | 114,209,081,543 |
| Petro Vietnam Trade Union Finance Investment Corporation | 110,093,267,289 | 110,143,267,289 |
| SouthEast PetroVietnam Fertilizer and Chemicals JSC | 25,985,580,000 | 1,350,000,000 |
| Northern PetroVietnam Fertilizer and Chemicals JSC | 6,274,080,000 | 1,800,000,000 |
| Central PetroVietnam Fertilizer and Chemicals JSC | 2,068,200,000 | 1,350,000,000 |
| Vietnam Public Joint Stock Commercial Bank | 515,945,205 | 29,589,041 |
| SouthWest PetroVietnam Fertilizer and Chemicals JSC | 488,400,000 | - |
| **Trade payables** | **608,955,536,489** | **384,822,999,526** |
| Petro Vietnam Gas Joint Stock Corporation | 468,425,781,017 | 330,013,157,891 |
| PetroVietnam Technical Services Corporation | 42,281,377,789 | 15,728,559,939 |
| PVD Trading and Technical Services Joint Stock Company | 32,969,850,656 | - |
| Dam Phu My Packaging Joint Stock Company | 28,806,646,742 | 10,407,772,890 |
| Central PetroVietnam Fertilizer and Chemicals JSC | 8,593,677,471 | 4,512,117,694 |
| SouthWest PetroVietnam Fertilizer and Chemicals JSC | 8,384,152,079 | 3,283,251,929 |
| Northern PetroVietnam Fertilizer and Chemicals JSC | 6,437,581,373 | 6,684,702,464 |
| PTSC Phu My Port Joint Stock Company | 3,282,822,308 | 4,853,381,597 |
| SouthEast PetroVietnam Fertilizer and Chemicals JSC | 4,737,701,682 | 3,882,497,136 |
| PetroVietnam Urban Development Joint Stock Company | 2,719,205,271 | 2,719,205,271 |
| Petro Vietnam Security Service Joint Stock Company | 1,976,260,944 | - |
| Petro Vietnam Transportation Corporation | 171,661,680 | 264,505,995 |
| PVI Holdings | 125,617,477 | 1,400,992,856 |
| Vietnam Petroleum Institute | 43,200,000 | 34,993,614 |
| PetroVietnam Petrochemical and Textile Fiber JSC | - | 727,925,000 |
| Petro Vietnam Engineering Consultancy JSC | - | 266,551,250 |
| Petrovietnam Maintenance and Repair Corporation | - | 43,384,000 |
| **Advances from customers** | **69,307,650,792** | **106,390,669,245** |
| Central PetroVietnam Fertilizer and Chemicals JSC | 28,303,358,154 | 24,444,471,056 |
| SouthEast PetroVietnam Fertilizer and Chemicals JSC | 27,401,037,458 | 31,514,709,555 |
| Northern PetroVietnam Fertilizer and Chemicals JSC | 8,286,437,824 | 24,743,377,300 |
| SouthWest PetroVietnam Fertilizer and Chemicals JSC | 5,013,985,000 | 25,000,842,950 |
| Vietnam Public Joint Stock Commercial Bank | 236,207,356 | 238,682,356 |
| PVI Holdings | 66,625,000 | 448,586,028 |
| **Other current payables** | **5,855,733,464** | **750,471,013** |
| PetroVietnam Petrochemical and Textile Fiber JSC | 5,224,221,176 | 600,471,013 |
| SouthWest PetroVietnam Fertilizer and Chemicals JSC | 631,512,288 | 150,000,000 |
| **Accruals** | **633,850,591,589** | **138,139,721,334** |
| Petro Vietnam Gas Joint Stock Corporation | 469,082,932,421 | - |
| Vietnam Oil and Gas Group | 124,108,320,518 | 66,436,088,191 |
| Vietnam Public Joint Stock Commercial Bank | 25,736,073,137 | 25,870,992,080 |
| PetroVietnam Technical Services Corporation | 14,923,265,513 | 45,559,641,063 |
| PetroVietnam Petrochemical and Textile Fiber JSC | - | 273,000,000 |
| **Loans and obligations under finance leases** | **707,152,179,119** | **900,602,139,369** |
| Vietnam Public Joint Stock Commercial Bank | 707,152,179,119 | 900,602,139,369 |

*Renumeration of Executive Board, Board of Directors and Board of Supervisions in the year as below:*

| Name | Title | Current year | Prior year |
|---|---|---|---|
| | | VND | VND |
| Mr. Hoang Trong Dung | Chairman | 1,738,033,235 | 799,205,455 |
| Mr. Le Cu Tan | Member of BOD/ Chief Executive Officer | 2,003,173,733 | 1,735,123,131 |
| Mr. Duong Tri Hoi | Member of BOD | 1,740,705,755 | 1,517,014,616 |
| Mr. Trinh Van Khiem | Member of BOD | 1,582,343,345 | 1,076,096,910 |
| Mr. Louis T.Nguyen | Non-executive Member of BOD | 192,000,000 | 238,705,118 |
| Mr. Ta Quang Huy | Executive Officer | 1,447,297,476 | 1,003,602,682 |
| Mr. Le Van Quoc Viet | Executive Officer | 1,740,705,755 | 1,517,014,616 |
| Ms. Tran Thi Phuong Thao | Executive Officer | 1,740,705,755 | 1,517,014,616 |
| Ms. Le Thi Thu Huong | Executive Officer | 1,741,165,755 | 1,504,649,153 |
| Mr. Cao Trung Kien | Executive Officer | 1,632,079,997 | 1,376,066,356 |
| Mr. Dao Van Ngoc | Executive Officer | 1,598,276,612 | 1,158,620,036 |
| Mr. Huynh Kim Nhan | Head of Board of Supervisions | 1,740,705,755 | 1,517,014,616 |
| Mr. Le Vinh Van | Member of Board of Supervisors | 1,438,465,302 | 1,247,905,619 |
| Mr. Luong Phuong | Non-executive Member of Board of Supervisors | 128,000,000 | 206,877,767 |
| Mr. Vo Ngoc Phuong | Chief Accountant | 1,576,923,395 | 1,369,847,515 |
| | | **22,040,581,870** | **17,784,758,206** |

## 36. SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION

**Unused cash and cash equivalents held by the Corporation**

As at 31 December 2022, the Corporation's deposit with term of less than 03 months at Ocean Commercial One Member Limited Liability Bank (formerly named Ocean Commercial Joint Stock Bank) has a balance of VND 284,000,000,000 and is restricted for use. According to Official Letter No. 5351/2016/CV-OCEANBANK dated 04 October 2016, Official Letter No. 60/2018/CV-OCEANBANK dated 28 December 2018 and Official Letter No. 76/2020/CV-OJB-CNHCM dated 12 August 2020, Ocean Commercial One Member Limited Liability Bank committed to pay customers' deposits according to the payment schedule in the restructuring plan, which has been submitted to the State Bank of Vietnam and the Government for approval. The Executive Board assessed that the Corporation's deposits will be recovered as committed by Ocean Commercial One Member Limited Liability Bank.

## 37. SUBSEQUENT EVENTS

On 03 February 2023, the Corporation announced that the first dividend advance payment from 2022 profit after tax was VND 1,565,600,000,000 (VND 4,000 per share) according to the Resolution No. 55/NQ-DHDCD dated 27 December 2022 of the General Shareholders' Meetings. The ex-dividend date and the dividends date are on the first quarter of 2023.

| Hoang Thi Lan Anh | Vo Ngoc Phuong | Le Cu Tan |
|---|---|---|
| Preparer | Chief Accountant | Chief Executive Officer |

*28 February 2023*