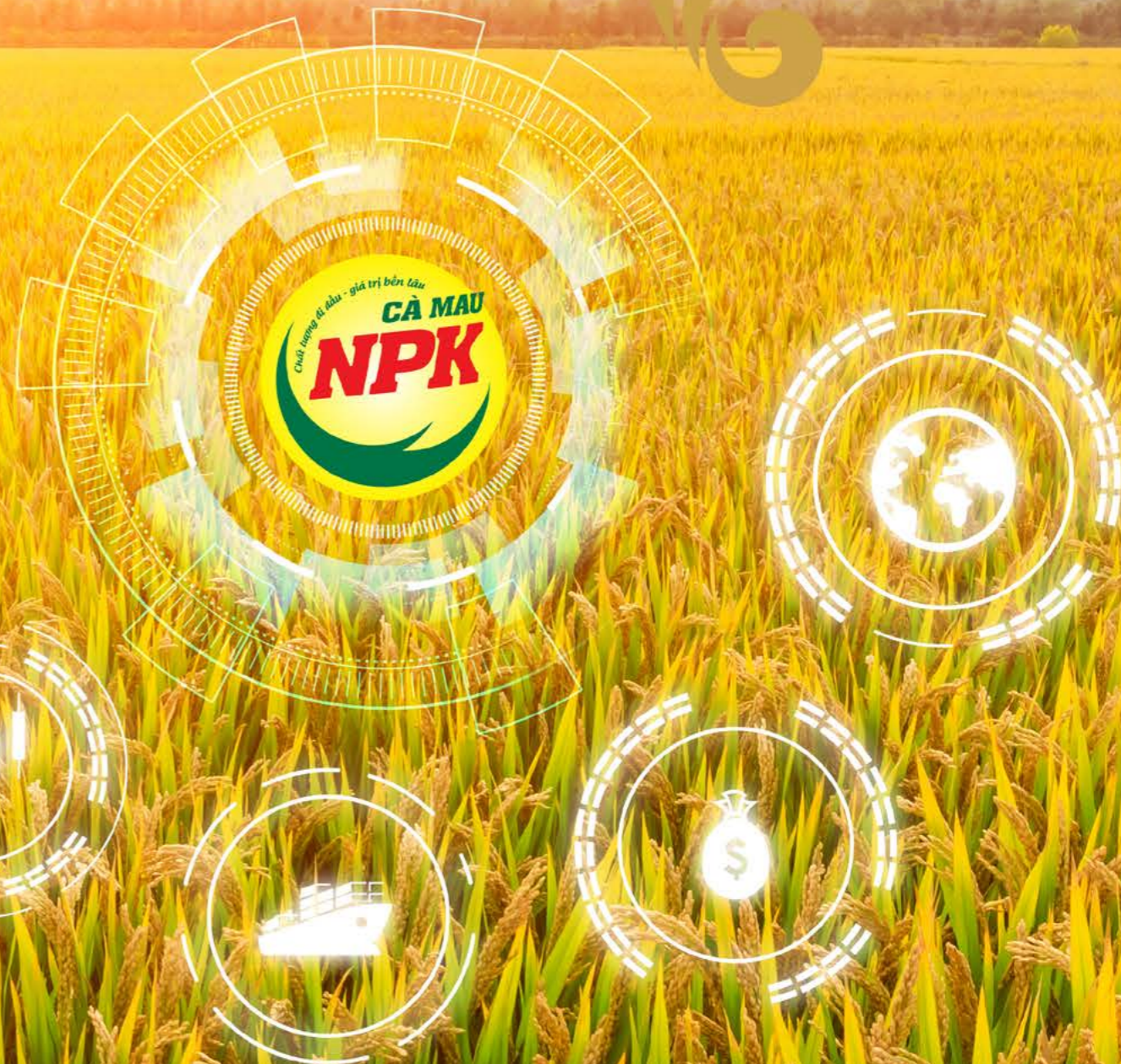




FINANCIAL STATEMENTS

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**THE CREATION OF PROSPERITY
FOR A PROSPEROUS FUTURE**





PETROVIETNAM CAMAU FERTILIZER JOINT STOCK COMPANY
(Incorporated in the Socialist Republic of Vietnam)

**AUDITED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 202**

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STATEMENT OF THE EXECUTIVE BOARD

The Executive Board of PetroVietnam Camau Fertilizer Joint Stock Company (the “Company”) presents this report together with the Company’s consolidated financial statements for the year ended 31 December 2023.

BOARD OF DIRECTORS AND EXECUTIVE BOARD

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

Board of Directors

Mr. Tran Ngoc Nguyen	Chairman
Mr. Van Tien Thanh	Member
Mr. Nguyen Duc Hanh	Member
Mr. Le Duc Quang	Member
Mr. Nguyen Duc Thuan	Member (Appointed on 10 January 2024)
Mr. Tran My	Member (Resigned on 10 January 2024)
Mr. Truong Hong	Independent member
Ms. Do Thi Hoa	Independent member

Executive Board

Mr. Van Tien Thanh	Chief Executive Officer
Mr. Le Ngoc Minh Tri	Executive Officer
Mr. Nguyen Tuan Anh	Executive Officer
Ms. Nguyen Thi Hien	Executive Officer
Mr. Tran Chi Nguyen	Executive Officer
Mr. Nguyen Thanh Tung	Executive Officer



STATEMENT OF THE EXECUTIVE BOARD (Continued)

EXECUTIVE BOARD'S STATEMENT OF RESPONSIBILITY

The Executive Board of the Company is responsible for preparing the consolidated financial statements, which give a true and fair view of the consolidated financial position of the Company as at 31 December 2023, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to consolidated financial reporting. In preparing these consolidated 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 consolidated financial statements;
- » Prepare the consolidated financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business; and
- » Design and implement an effective internal control system for the purpose of properly preparing and presenting the consolidated financial statements so as to minimize errors and frauds.

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

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

For and on behalf of the Executive Board,



Le Ngoc Minh Tri
Executive Officer
(As per Authorization Letter No. 122/UQ-PVCFC dated 29 December 2023 of the Company's Chief Executive Officer)

26 February 2024



INDEPENDENT AUDITORS' REPORT

No:0444/VNIA-HN-BC

To: **The Shareholders**
The Board of Directors and Executive Board
PetroVietnam Camau Fertilizer Joint Stock Company

We have audited the accompanying consolidated financial statements of PetroVietnam Camau Fertilizer Joint Stock Company (the "Company"), prepared on 26 February 2024, as set out from page 273 to page 310, which comprise the consolidated balance sheet as at 31 December 2023, the consolidated income statement, the consolidated cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

EXECUTIVE BOARD'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The Executive Board is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to consolidated financial reporting and for such internal control as the Executive Board determines is necessary to enable the preparation of the consolidated 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 consolidated 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 consolidated financial statements are free from material misstatement.

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

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



INDEPENDENT AUDITORS' REPORT (Continued)

No:0444/VN1A-HN-BC

OPINION

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Company as at 31 December 2023, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to consolidated financial reporting.



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

DELOITTE VIETNAM AUDIT COMPANY LIMITED

26 February 2024
Hanoi, S.R. Vietnam

Nguyen Cong Cuong
Auditor
Audit Practicing Registration Certificate
No. 3992-2022-001-1



CONSOLIDATED BALANCE SHEET

As at 31 December 2023

Unit: VND

FORM B 01-DN/HN
Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance

ASSETS		Codes	Notes	Closing balance	Opening balance
A.	CURRENT ASSETS	100		13,504,495,425,086	11,624,186,590,632
I.	Cash and cash equivalents	110	4	2,284,399,788,772	2,125,625,291,560
1.	Cash	111		2,274,399,788,772	2,125,625,291,560
2.	Cash equivalents	112		10,000,000,000	-
II.	Short-term financial investments	120	5	8,242,000,000,000	6,812,000,000,000
1.	Held-to-maturity investments	123		8,242,000,000,000	6,812,000,000,000
III.	Short-term receivables	130		365,838,325,697	188,149,708,424
1.	Short-term trade receivables	131	6	198,511,991,794	1,404,795,808
2.	Short-term advances to suppliers	132	7	54,781,183,900	86,290,003,561
3.	Other short-term receivables	136	8	155,143,495,512	141,988,594,864
4.	Provision for short-term doubtful debts	137		(42,598,345,509)	(41,533,685,809)
IV.	Inventories	140	9	2,160,588,161,856	2,282,527,702,409
1.	Inventories	141		2,192,194,664,725	2,421,842,977,250
2.	Provision for devaluation of inventories	149		(31,606,502,869)	(139,315,274,841)
V.	Other short-term assets	150		451,669,148,761	215,883,888,239
1.	Short-term prepayments	151	10	324,689,884,785	63,632,258,016
2.	Value added tax deductibles	152		126,477,061,647	151,749,427,894
3.	Taxes and other receivables from the State budget	153	16	502,202,329	502,202,329
B.	NON-CURRENT ASSETS	200		1,733,471,002,213	2,542,674,129,384
I.	Fixed assets	220		1,600,175,440,082	2,206,852,578,649
1.	Tangible fixed assets	221	11	1,249,767,699,101	2,159,644,948,177
	- Cost	222		15,430,176,837,908	15,270,937,810,324
	- Accumulated depreciation	223		(14,180,409,138,807)	(13,111,292,862,147)
2.	Intangible assets	227	12	350,407,740,981	47,207,630,472
	- Cost	228		500,317,770,131	178,465,717,860
	- Accumulated amortisation	229		(149,910,029,150)	(131,258,087,388)
II.	Long-term assets in progress	240		88,189,941,648	33,176,188,396
1.	Construction in progress	242	13	88,189,941,648	33,176,188,396
III.	Other long-term assets	260		45,105,620,483	302,645,362,339
1.	Long-term prepayments	261	10	35,009,926,028	294,351,326,527
2.	Deferred tax assets	262		10,095,694,455	8,294,035,812
	TOTAL ASSETS (270=100+200)	270		15,237,966,427,299	14,166,860,720,016

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



CONSOLIDATED BALANCE SHEET

As at 31 December 2023 (Continued)

FORM B 01-DN/HN
Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance

Unit: VND

RESOURCES	Codes	Notes	Closing balance	Opening balance
C. LIABILITIES	300		5,274,583,193,141	3,561,411,903,496
I. Current liabilities	310		4,517,257,789,256	2,874,435,985,843
1. Short-term trade payables	311	14	1,989,283,412,550	1,028,475,736,079
2. Short-term advances from customers	312	15	23,307,675,261	106,451,076,947
3. Taxes and amounts payable to the State budget	313	16	74,088,243,051	71,483,643,553
4. Payables to employees	314		150,051,864,301	136,580,729,153
5. Short-term accrued expenses	315	17	444,104,239,194	238,922,429,225
6. Other current payables	319	18	65,901,883,958	304,137,127,708
7. Short-term loans and obligations under finance leases	320	19	845,805,808,955	2,559,405,532
8. Short-term provisions	321	20	588,968,647,901	679,260,884,288
9. Bonus and welfare funds	322	21	335,746,014,085	306,564,953,358
II. Long-term liabilities	330		757,325,403,885	686,975,917,653
1. Long-term loans and obligations under finance leases	338	22	2,964,479,875	1,048,481,500
2. Scientific and technological development fund	343	23	754,360,924,010	685,927,436,153
D. EQUITY	400		9,963,383,234,158	10,605,448,816,520
I. Owners' equity	410	24	9,963,383,234,158	10,605,448,816,520
1. Owners' contributed capital	411		5,294,000,000,000	5,294,000,000,000
- Ordinary shares carrying voting rights	411a		5,294,000,000,000	5,294,000,000,000
2. Other owner's capital	414		3,665,420,000	3,665,420,000
3. Investment and development fund	418		2,593,275,403,270	2,260,185,002,979
4. Retained earnings	421		2,044,851,345,036	3,018,455,058,084
- Retained earnings accumulated to the prior year end	421a		1,425,163,039,214	234,725,961,865
- Retained earnings of the current year	421b		619,688,305,822	2,783,729,096,219
5. Non-controlling interests	429		27,591,065,852	29,143,335,457
TOTAL RESOURCES (440=300+400)	440		15,237,966,427,299	14,166,860,720,016

Dam Thi Thuy An
Preparer

Dinh Nhu Cuong
Chief Accountant



Le Ngoc Minh Tri
Executive Officer

26 February 2024

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



CONSOLIDATED INCOME STATEMENT

For the year ended 31 December 2023

FORM B 02-DN/HN
Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance

Unit: VND

ITEMS	Codes	Notes	Current year	Prior year
1. Gross revenue from goods sold and services rendered	01	27	12,949,489,162,606	16,380,039,770,909
2. Deductions	02	27	378,947,072,778	455,512,896,510
3. Net revenue from goods sold and services rendered (10=01-02)	10		12,570,542,089,828	15,924,526,874,399
4. Cost of sales	11	28	10,538,742,407,968	10,221,097,432,231
5. Gross profit from goods sold and services rendered (20=10-11)	20		2,031,799,681,860	5,703,429,442,168
6. Financial income	21	30	577,088,490,762	301,008,063,317
7. Financial expenses	22	31	27,372,487,527	60,402,056,552
- In which: Interest expense	23		10,155,714,106	10,274,784,277
8. Selling expenses	25	32	800,631,458,171	698,294,873,644
9. General and administration expenses	26	32	548,556,889,165	652,594,258,961
10. Operating profit (30=20+(21-22)-(25+26))	30		1,232,327,337,759	4,593,146,316,328
11. Other income	31	33	24,751,516,067	15,225,626,021
12. Other expenses	32	33	2,269,270,186	12,059,177,506
13. Profit from other activities (40=31-32)	40	33	22,482,245,881	3,166,448,515
14. Accounting profit before tax (50=30+40)	50		1,254,809,583,640	4,596,312,764,843
15. Current corporate income tax expense	51	34	146,468,525,391	269,999,355,705
16. Deferred corporate tax (income)/expense	52		(1,801,658,643)	5,232,674,603
17. Net profit after corporate income tax (60=50-51-52)	60		1,110,142,716,892	4,321,080,734,535
In which:				
17.1. Profit after tax attributable to the Holding Company	61		1,108,892,825,082	4,315,953,289,589
17.2. Profit after tax attributable to non-controlling interests	62		1,249,891,810	5,127,444,946
18. Basic earnings per share	70	35	1,797	7,701

Dam Thi Thuy An
Preparer

Dinh Nhu Cuong
Chief Accountant



Le Ngoc Minh Tri
Executive Officer

26 February 2024

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



CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2023

FORM B 03-DN/HN
Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance

Unit: VND

ITEMS	Codes	Current year	Prior year
I. CASH FLOWS FROM OPERATING ACTIVITIES			
1. Profit before tax	01	1,254,809,583,640	4,596,312,764,843
2. Adjustments for:			
Depreciation and amortisation of fixed assets	02	1,083,380,698,652	1,398,029,397,737
Provisions	03	(212,575,776,831)	822,620,050,170
Foreign exchange (gain)/loss arising from translating foreign currency items	04	(43,609,637,122)	9,327,366,467
Gain from investing activities	05	(518,475,329,304)	(265,290,460,880)
Interest expense	06	10,155,714,106	10,274,784,277
Other adjustments	07	108,885,894,155	318,816,929,387
3. Operating profit before movements in working capital	08	1,682,571,147,296	6,890,090,832,001
(Increases) in receivables	09	(140,255,811,563)	(50,564,994,076)
Decreases/(increases) in inventories	10	229,648,312,525	(217,765,269,516)
Increases/(decreases) in payables (excluding accrued loan interest and corporate income tax payable)	11	875,345,773,061	(413,864,707,910)
Increases in prepaid expenses	12	(1,716,226,270)	(5,626,166,032)
Interest paid	14	(9,755,234,784)	(11,563,726,807)
Corporate income tax paid	15	(153,897,688,305)	(294,531,395,503)
Other cash outflows	17	(168,989,979,935)	(164,564,878,859)
Net cash generated by operating activities	20	2,312,950,292,025	5,731,609,693,298
II. CASH FLOWS FROM INVESTING ACTIVITIES			
1. Acquisition and construction of fixed assets and other long-term assets	21	(544,067,619,104)	(146,931,424,446)
2. Proceeds from sale, disposal of fixed assets and other long-term assets	22	-	3,141,441,750
3. Cash outflow for lending, buying debt instruments of other entities	23	(13,920,000,000,000)	(12,260,000,000,000)
4. Cash recovered from lending, selling debt instruments of other entities	24	12,490,000,000,000	9,810,000,000,000
5. Interest earned, dividends and profits received	27	504,958,995,061	209,034,334,199
Net cash used in investing activities	30	(1,469,108,624,043)	(2,384,755,648,497)

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



Unit: VND

ITEMS	Codes	Current year	Prior year
III. CASH FLOWS FROM FINANCING ACTIVITIES			
1. Proceeds from borrowings	33	1,702,631,848,041	1,392,381,255,212
2. Repayment of borrowings	34	(866,771,325,567)	(2,075,186,342,730)
3. Dividends and profits paid	36	(1,589,882,995,150)	(948,281,198,160)
Net cash used in financing activities	40	(754,022,472,676)	(1,631,086,285,678)
Net increases in cash (50=20+30+40)	50	89,819,195,306	1,715,767,759,123
Cash and cash equivalents at the beginning of the year	60	2,125,625,291,560	427,652,730,904
Effects of changes in foreign exchange rates	61	68,955,301,906	(17,795,198,467)
Cash and cash equivalents at the end of the year (70=50+60+61)	70	2,284,399,788,772	2,125,625,291,560

Dam Thi Thuy An
Preparer

Dinh Nhu Cuong
Chief Accountant

Le Ngoc Minh Tri
Executive Officer

26 February 2024

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



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FORM B 09-DN/HN
Issued under Circular No. 202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance

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

1. GENERAL INFORMATION

Structure of ownership

PetroVietnam Camau Fertilizer Joint Stock Company (the "Company"), formerly known as PetroVietnam Camau Fertilizer Company Limited- a subsidiary of Vietnam Oil and Gas Group, was established in Vietnam under Enterprise Registration Certificate No. 2001012298 issued by Ca Mau Province's Department of Planning and Investment on 24 March 2011.

PetroVietnam Camau Fertilizer Company Limited was officially transformed into a Joint Stock Company by the name of PetroVietnam Camau Fertilizer Joint Stock Company under Enterprise Registration Certificate No. 2001012298 issued on 24 March 2011 and amended certificates issued by Ca Mau Province's Department of Planning and Investment, with the charter capital of VND 5,294,000,000,000. The Company's stocks have been listed on Ho Chi Minh City Stock Exchange since 31 March 2015 under the stock symbol of "DCM".

The parent company of the Company is Vietnam Oil and Gas Group.

The number of employees of the Company and its subsidiary as at 31 December 2023 was 1,300 (as at 31 December 2022: 1,266).

Operating industry and principal activities

The business activities of the Company includes:

- » Production of fertilizers, nitrogen compounds and basic chemicals;
- » Wholesale of fertilizers, chemicals, bioactive products for industrial/agricultural uses;
- » Retail of fertilizers, chemicals, bioactive products used for industrial/agricultural uses;
- » Architectural activities and consultancy on techniques relating to the use of fertilizers and chemicals;
- » Warehousing, storage, loading and unloading services;
- » Research on and experimental development of natural science and engineering, technical testing and analysing;
- » Machinery and equipment repair and maintenance;
- » Production of basic chemicals;
- » Setting up website, processing rental data of related activities;
- » Trading in products and materials, plant varieties, agricultural products and pesticide;
- » Trading business through electronic transactions;
- » Production of non-alcoholic beverages, mineral water;
- » Real estate business with owned or leased property;
- » Supply and management of labor resources;
- » Fertilizer testing services; and
- » Providing, designing locations, presenting and implementing advertising on websites, on application software for electronic devices and handheld devices.

The principal activities of the Company are fertilizer production and trading.

Normal production and business cycle

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

The Company's structure

The Company has 01 subsidiary - PetroVietnam Packaging Joint Stock Company. General information about the subsidiary is as below:

Subsidiary	Place of incorporation and operation	Proportion of ownership interest (%)	Proportion of voting power held (%)	Main business
PetroVietnam Packaging Joint Stock Company	Bac Lieu	51.03	51.03	Package and fertilizer manufacturing

The Company has 02 branches which are its dependent accounting units located in Plot D, Ward 1 Industrial Zone, Ngo Quyen Street, Ward 1, Ca Mau City, Ca Mau Province and have their own seal for transaction and are allowed to open their own accounts at banks in accordance with Vietnamese laws. Details of the Company's branches are as follows:

- » Branch of PetroVietnam Camau Fertilizer Joint Stock Company - Project Management Unit was established under Decision No. 1109/QD-PVCFC dated 01 June 2016 of the Company's Board of Directors.
- » Branch of PetroVietnam Camau Fertilizer Joint Stock Company - Research and Development Unit was established under Decision No. 442/QD-PVCFC dated 27 March 2017 of the Company's Board of Directors.

Disclosure of information comparability in the consolidated financial statements

Comparative figures are the figures of the Company's audited consolidated financial statements for the year ended 31 December 2022.

2. ACCOUNTING CONVENTION AND FINANCIAL YEAR

Accounting convention

The accompanying consolidated 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 consolidated financial reporting.

The consolidated financial statements are prepared based on consolidation of separate financial statement of the Company and its subsidiary's financial statements.

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

Financial year

The Company'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 Company in the preparation of these consolidated financial statements, are as follows:

Estimates

The preparation of the consolidated financial statements in conformity with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to consolidated 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 consolidated 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.

Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and enterprise controlled by the Company (its subsidiary) for the year ended 31 December 2023. Control is achieved where the Company has the power to govern the financial and operating policies of an investee enterprise so as to obtain benefits from its activities.

The results of subsidiary acquired or disposed of during the year are included in the consolidated income statement from the effective date of acquisition or up to the effective date of disposal, as appropriate.

Where necessary, adjustments are made to the financial statements of subsidiary to bring the accounting policies used in line with those used by the Company.

Intragroup transactions and balances are eliminated in full on consolidation.

Non-controlling interests consist of the amount of those non-controlling interests at the date of the original business combination and the non-controlling interests' share of changes in equity since the date of the combination. Losses in subsidiary are respectively attributed to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, demand deposits, cash in transit 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 Company has the positive intent or ability to hold to maturity, including bank term deposits held to maturity to earn periodic interest.



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

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. 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 Company applies perpetual method to account for inventories.

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 consolidated 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 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	5 - 12
Motor vehicles and transmission equipment	5 - 6
Office equipment	3 - 6
Others	3 - 6

The Company's tangible fixed assets were revalued upon equitization of the Company as a former state-owned enterprise. Their cost and accumulated depreciation were adjusted based on the revaluation value approved by competent authorities as regulated. Adjusted depreciation was applied when the Company officially started operating as a joint stock company.

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 consolidated income statement.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

FORM B 09-DN/HN

Intangible assets and amortisation

Intangible assets represent land use rights, copyright, patents and computer software that are stated at cost less accumulated amortisation.

Increase in value of land use rights upon the revaluation and transfer to another form in which the State assigns land to the enterprise in exchange of land use fee is allowed to be recorded as an increase in payables to the State Budget when the Company is transformed into a joint stock company.

Intangible assets are amortised using the straight-line method over their estimated useful lives as follows:

	Years
Land use rights	20 - 43
Copyright, patents	3
Computer software	3 - 6

The Company's intangible assets were revalued upon equitization of the Company as a former state-owned enterprises. Their cost and accumulated amortisation are adjusted based on the revaluation value approved by competent authorities as regulated. Adjusted amortisation was applied when the Company officially started operating as a joint stock company.

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 and other directly attributable costs in accordance with the Company'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.

Prepayments

Prepayments are expenses which have already been paid but relate to results of operations of multiple accounting periods. Prepayments mainly comprise potential value for development, Camau Fertilizer Plant's asset insurance premium, costs of advertising and market development, warranty extension, maintenance software copyrights, fixed asset repair and other types of prepayments.

The potential value for development reflects the development potential value at the time the Company officially transformed into the joint stock company (15 January 2015) and was additionally calculated according to the Inspection Conclusion on restructuring of State Enterprises under the Ministry of Industry and Trade issued by the Government Inspectorate on 07 July 2023.

The prepaid expenses for Camau Fertilizer Plant's asset insurance are charged to profit or loss over the insurance period.

Costs of advertising and market development, warranty extension, maintenance software copyrights, fixed asset repair and other types of prepayments comprising costs of small tools, supplies issued for consumption and other prepayments are expected to provide future economic benefits to the Company. These expenditures have been capitalised as prepayments and are allocated to the consolidated income statement using the straight-line method in compliance with applicable accounting regulations.



Payable provisions

Payable provisions are recognised when the Company has a present obligation as a result of a past event, and it is probable that the Company will be required to settle that obligation. Provisions are measured at the Executive Board's best estimate of the expenditure required to settle the obligation as at the consolidated balance sheet date.

Scientific and technological development fund

Scientific and technological development fund is appropriated at a rate of no more than 10% of taxable profit in order to invest in science and technology activities of the Company. This fund was formed on the basis of the Company's development and technology innovation demand and fund appropriations are charged to the operation results of the year.

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 of commercial bank where the Company usually transacts on the same date. Exchange differences arising from the translation of these accounts are recognised in the consolidated income statement.

As guided by Official Letter No. 4360/DKVN-TCKT dated 30 June 2015 issued by Vietnam Oil and Gas Group and Official Letter No. 7526/BTC-TCDN dated 08 June 2015 issued by the Ministry of Finance on the exchange rate of foreign currencies, the Company applied the buying rate announced by Joint Stock Commercial Bank for Foreign Trade of Vietnam to translate monetary items denominated in foreign currencies as at 31 December 2023. The above mentioned rate differs from that stated in Circular No. 200/2014/TT-BTC dated 22 December 2014 issued by the Ministry of Finance guiding the accounting regime for enterprises ("Circular 200"). In the opinion of the Executive Board, the difference arising from the difference in the use of the above exchange rates is not material.

Revenue recognition

Revenue from production and trading

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

- the Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the Company; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.



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Revenue from service rendered

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 consolidated 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 Company;
- (c) the percentage of completion of the transaction at the consolidated 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.

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

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

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, 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 consolidated 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.

According to Investment Certificate No. 61101000153 dated 04 December 2012 issued by the People's Committee of Ca Mau province, the Company is entitled to tax incentives with regard to Camau Fertilizer Production Plant Project as follows:

- » Corporate income tax: The Company is entitled to preferential tax rates, tax exemption and reduction in accordance with provisions of the prevailing law on corporate income tax.
- » Land tax: The Company is entitled to exemption from/reduction of land use tax, land use fees, land and water surface rentals in accordance with provisions of the prevailing laws on land and taxation.
- » Import duty: The Company is exempted from import duty with regard to equipment, materials, motor vehicles and other goods for the implementation of the project in accordance with the law on import/export duties.

According to Official Letter No. 4641/TCT-CS issued by the General Department of Taxation on 02 December 2008 in response to Vietnam Oil and Gas Group on tax incentives for Camau Fertilizer Plant Project, the Company is entitled to corporate income tax incentives at 10% for 15 years since the beginning of production and business activities, corporate income tax exemption for 04 years from the year having taxable profit and 50% reduction in tax payable for the 09 following years. 2023 is the eighth year the Company is entitled to 50% reduction in tax payable regarding profit generated by the operating activities of Camau Fertilizer Production Plant Project.

Regarding to business income arising from the Project of Production of Molten Urea Complex (NPK Project), the Company chooses to apply the tax exemption and reduction for the additional income generated from investment expansion (not being entitled to incentive tax rate) for the period equal to the tax exemption and reduction period applied to new investment projects in the same areas or fields eligible for corporate income tax incentives. Accordingly, the Company is entitled to tax exemption for the first 04 years and 50% reduction for the following 09 years for the income generated from investment expansion projects, starting from the first year in which the Company has taxable profit from the investment expansion project that is entitled to tax incentives. As at the end of 2023, the Company has not generated taxable profit from business activities arising from NPK Project.

For operations other than those under Camau Fertilizer Production Plant Project and NPK Project, the Company is obliged to pay corporate income tax at the prevailing normal tax rate based on taxable profit from other business activities.

Corporate income tax applicable to PetroVietnam Packaging Joint Stock Company (the Company's subsidiary - PPC) is as follows:

- » For package manufacturing and trading activity: according to Decision No. 22/2010/QĐ-UBND dated 01 September 2010 issued by People's Committee of Bac Lieu province regarding promulgation of regulations and policies on investment encouragement, support and incentives in Bac Lieu province and the first Investment Certificate No. 60221000003 dated 23 June 2013 issued by Bac Lieu Industrial Zones Management Unit and applicable regulations, PPC is entitled to tax incentives as follows: preferential tax rate of 20% for 10 years and preferential tax rate of 17% from 01 January 2016, tax exemption for 2 years from the first year PPC has taxable profit (2012), 50% tax reduction in tax payable for the next 4 years applicable to enterprises newly established from investment projects in areas with difficult socio-economic conditions. In 2023, PPC is obliged to pay tax at the normal rate of 20%.
- » For fertilizer manufacturing and trading activity: according to Official Letter No. 380/CT-TTHT dated 02 April 2018 issued by Tax Department of Bac Lieu Province, Bac Lieu Petroleum Fertilizer Production Plant Project is determined as new investment project. Therefore, PPC is entitled to tax incentives as follows: preferential tax rate of 17% for 10 years, tax exemption for 2 years from the first year of taxable profit, 50% tax reduction in tax payable for the next 4 years applicable to enterprises newly established from investment projects in areas with difficult socio-economic conditions.

Deferred tax is recognised on significant differences between carrying amounts of assets and liabilities in the consolidated 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 Company 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 VND	Opening balance VND
Cash on hand	2,144,652,377	940,375,731
Bank demand deposits	2,272,255,136,395	2,124,684,915,829
Cash equivalents (i)	10,000,000,000	-
	2,284,399,788,772	2,125,625,291,560

- (i) Represents bank term deposits in VND at Vietnam Joint Stock Commercial Bank of Industry and Trade - Bac Lieu Branch with the original term of 2 months and interest rate of 3% per annum.

5. SHORT-TERM FINANCIAL INVESTMENTS

	Closing balance VND		Opening balance VND	
	Cost	Carrying amount	Cost	Carrying amount
<i>Short-term held-to-maturity investments</i>	<i>8,242,000,000,000</i>	<i>8,242,000,000,000</i>	<i>6,812,000,000,000</i>	<i>6,812,000,000,000</i>
- Over 3-month deposits (i)	8,242,000,000,000	8,242,000,000,000	6,812,000,000,000	6,812,000,000,000

- (i) Represents term deposits in VND in commercial banks in Vietnam with original maturities of more than 03 months and the remaining period of less than 12 months and interest rate ranging from 3.5% per annum to 8.1% per annum (as at 31 December 2021: from 3.5% per annum to 8.8% per annum).

As at 31 December 2023, the Company had a deposit of VND 332 billion at Ocean Commercial Joint Stock Bank - Ca Mau Branch ("OceanBank") whose transactions are restricted. The Company's Executive Board assesses that the mentioned above deposit is still recoverable and there is no risk of loss and accordingly, no provision for impairment of investments has been recognized.

6. SHORT-TERM TRADE RECEIVABLES

	Closing balance VND	Opening balance VND
Kim Hoang Private Enterprise	40,833,650,000	-
Minh Khoa Trading and Services Company Limited	35,046,800,000	-
The Man Fertilizer Export Import Services Trading Company Limited	28,529,900,000	-
Nguyen Khoa Trading Company Limited	23,004,300,000	-
Tan Canh Tay Nguyen Joint Stock Company	21,888,775,000	-
Huy Chinh Trading - Services Company Limited	20,365,800,000	-
Other customers	28,842,766,794	1,404,795,808
	198,511,991,794	1,404,795,808
<i>In which:</i>		
Trade receivables from related parties (Details stated in Note 37)	34,070,417	37,332,262

7. SHORT-TERM ADVANCES TO SUPPLIERS

	Closing balance VND	Opening balance VND
Phu Nhuan Jewelry Joint Stock Company	13,334,000,000	-
Mr. Le Van Dung	-	52,328,805,340
Other suppliers	41,447,183,900	33,961,198,221
	54,781,183,900	86,290,003,561
<i>In which:</i>		
Advances to related parties (Details stated in Note 37)	834,900,000	164,922,480

8. OTHER RECEIVABLES

	Closing balance VND		Opening balance VND	
	Cost	Provision	Cost	Provision
Accrued interest receivable from term deposits	101,282,115,063	-	87,765,780,820	-
Receivables from foreign contractor withholding tax of loan interest on foreign bank loans (i)	43,228,523,461	(42,557,628,129)	43,228,523,461	(41,492,968,429)
Discounts on goods purchased	2,541,788,480	-	4,882,279,500	-
Advances to employees	3,288,338,864	-	4,424,293,437	-
Deposits	1,174,223,000	-	672,810,000	-
Others	3,628,506,644	-	1,014,907,646	-
	155,143,495,512	(42,557,628,129)	141,988,594,864	(41,492,968,429)

- (i) Represent the foreign contractor withholding tax amounts paid by the Company to tax authorities regarding loan interest under the ECA Loan Agreement between the lenders comprising of BNP Paribas, Export-Import Bank of China and Credit Agricole Bank and Vietnam Oil and Gas Group in accordance with Meeting Minutes dated 26 April 2018 among Inspector of Ministry of Finance, Tax Department of Ca Mau Province and the Company. At the date of these consolidated financial statements, the Company is still working with the Tax Authority to refund these contractor tax amounts.

As at 31 December 2023, the Company's Executive Board carefully assessed and determined the recoverable value of the receivables based on cost less provision for doubtful debts made.

9. INVENTORIES

	Closing balance VND		Opening balance VND	
	Cost	Provision	Cost	Provision
Goods in transit	23,156,020,000	-	-	-
Raw materials	623,557,878,549	-	713,889,496,661	-
Tools and supplies	25,660,960,616	-	28,895,136,583	-
Work in progress	120,424,085,684	-	130,760,098,970	-
Finished goods	996,790,952,143	(17,717,722,006)	1,165,211,990,703	(71,846,124,192)
Merchandise	402,604,767,733	(13,888,780,863)	383,086,254,333	(67,469,150,649)
	2,192,194,664,725	(31,606,502,869)	2,421,842,977,250	(139,315,274,841)

During the year, the Company made provision for devaluation of inventories due to NPK finished goods and merchandise having cost higher than net realizable value.

10. PREPAYMENTS

	Closing balance VND	Opening balance VND
a. Current		
Potential value for development (i)	261,059,472,455	-
Costs of advertising and market development (i)	21,305,165,840	22,679,302,020
Asset insurance premium for Camau Fertilizer Plant	18,660,693,807	14,880,489,207
Costs of warranty extension, maintenance and software copyrights	18,632,121,376	14,345,352,887
Tools and supplies issued for consumption	3,953,678,827	11,252,233,353
Other short-term prepaid expenses	1,078,752,480	474,880,549
	324,689,884,785	63,632,258,016
b. Non-current		
Tools and supplies issued for consumption	26,424,164,405	29,141,796,646
Fixed assets repair costs	7,034,883,293	3,142,819,620
Potential value for development (i)	-	261,059,472,455
Other long-term prepaid expenses	1,550,878,330	1,007,237,806
	35,009,926,028	294,351,326,527

(i) The potential value for development reflects the development potential value at the time the Company officially transformed into the joint stock company and was additionally calculated according to the Inspection Conclusion on restructuring of State Enterprises under the Ministry of Industry and Trade issued by the Government Inspectorate on 07 July 2023. At the date of these consolidated financial statements, the Company and Vietnam Oil and Gas Group are finalizing official gas price for the period from 2015 to 2018 (during which the Company received incentive gas price) and the unallocated potential value for development mentioned above will be adjusted by the Company simultaneously with the finalization of this incentive gas price.

11. INCREASES, DECREASES IN TANGIBLE FIXED ASSETS

	Buildings and structures		Machinery and equipment		Office equipment		Motor vehicles and transmission equipment		Others		Total
	VND	VND	VND	VND	VND	VND	VND	VND	VND	VND	VND
COST											
Opening balance	3,888,021,458,603	11,119,163,528,347	122,462,487,785	81,920,361,774	59,369,973,815	15,270,937,810,324					
Additions during the year	68,928,530,406	22,664,137,633	14,696,424,631	8,234,088,140	-	114,523,180,810					
Transfer from construction in progress	23,801,524,660	20,929,494,286	-	-	-	44,731,018,946					
Other decreases	(15,172,172)	-	-	-	-	(15,172,172)					
Reclassifications	(79,503,329,126)	72,064,347,056	7,173,717,958	-	265,264,112	-					
Closing balance	3,901,233,012,371	11,234,821,507,322	144,332,630,374	90,154,449,914	59,635,237,927	15,430,176,837,908					
ACCUMULATED DEPRECIATION											
Opening balance	3,230,148,538,041	9,729,148,695,725	71,042,055,145	62,125,625,224	18,827,948,012	13,111,292,862,147					
Charge for the year	263,397,838,740	788,213,017,820	12,959,932,681	4,525,506,597	19,980,822	1,069,116,276,660					
Reclassifications	(204,481,614,450)	152,332,604,900	10,926,860,555	434,839,902	40,787,309,093	-					
Closing balance	3,289,064,762,331	10,669,694,318,445	94,928,848,381	67,085,971,723	59,635,237,927	14,180,409,138,807					
NET BOOK VALUE											
Opening balance	657,872,920,562	1,390,014,832,622	51,420,432,640	19,794,736,550	40,542,025,803	2,159,644,948,177					
Closing balance	612,168,250,040	565,127,188,877	49,403,781,993	23,068,478,191	-	1,249,767,699,101					

PetroVietnam Packaging Joint Stock Company (the subsidiary) has pledged all fixed assets formed under "Bac Lieu Packaging Production Plant Project" and fixed assets formed from granted loans to secure its bank loans from Vietnam Joint Stock Commercial Bank for Industry and Trade - Bac Lieu branch. The total carrying amount of these assets as at 31 December 2023 is VND 18,930,246,756 (as at 31 December 2022: VND 17,321,735,172).

The cost of the Company's tangible fixed assets as at 31 December 2023 includes VND 13,449,768,453,262 (as at 31 December 2022: VND 537,548,151,244) of fixed assets which have been fully depreciated but are still in use.

12. INCREASES, DECREASES IN INTANGIBLE ASSETS

	Land use rights	Copyrights, patents	Computer software	Total
	VND	VND	VND	VND
COST				
Opening balance	22,194,885,567	14,609,100,000	141,661,732,293	178,465,717,860
Additions during the year	303,561,149,858	-	18,290,902,413	321,852,052,271
Closing balance	325,756,035,425	14,609,100,000	159,952,634,706	500,317,770,131
ACCUMULATED AMORTISATION				
Opening balance	10,147,186,544	14,213,362,192	106,897,538,652	131,258,087,388
Charge for the year	1,286,648,162	176,366,667	17,188,926,933	18,651,941,762
Closing balance	11,433,834,706	14,389,728,859	124,086,465,585	149,910,029,150
NET BOOK VALUE				
Opening balance	12,047,699,023	395,737,808	34,764,193,641	47,207,630,472
Closing balance	314,322,200,719	219,371,141	35,866,169,121	350,407,740,981

The cost of the Company's intangible assets as at 31 December 2023 includes VND 100,817,875,546 (as at 31 December 2022: VND 97,797,753,109) of intangible assets which have been fully amortised but are still in use.

13. CONSTRUCTION IN PROGRESS

	Closing balance VND	Opening balance VND
Land use right in Thanh Hoa, Long An province	53,947,222,000	-
Project of elevator installation of apartment L, I	6,392,742,032	-
Cargo yard platform upgrading project	-	10,233,557,863
Road surface and drainage system upgrading project	-	6,236,686,527
Emission monitoring system	-	6,149,864,037
Other projects	27,849,977,616	10,556,079,969
	88,189,941,648	33,176,188,396

14. SHORT-TERM TRADE PAYABLES

	Closing balance VND		Opening balance VND	
	Amount	Amount able to be paid off	Amount	Amount able to be paid off
Vietnam Oil and Gas Group	1,298,943,925,302	1,298,943,925,302	529,071,661,373	529,071,661,373
Saudi Arabian Mining Company (Ma'Aden)	159,806,451,427	159,806,451,427	-	-
Branch of PetroVietnam Power Corporation - PetroVietnam Ca Mau Power Company	58,756,161,720	58,756,161,720	57,831,729,358	57,831,729,358
PVI Insurance South Company	20,526,763,188	20,526,763,188	-	-
PetroVietnam Fertilizer and Chemicals Corporation - Petrochemical Trading Branch	18,761,240,260	18,761,240,260	23,725,630,102	23,725,630,102
Other suppliers	432,488,870,653	432,488,870,653	417,846,715,246	417,846,715,246
	1,989,283,412,550	1,989,283,412,550	1,028,475,736,079	1,028,475,736,079
<i>In which:</i>				
Trade payables to related parties (Details stated in Note 37)	1,394,868,887,124	1,394,868,887,124	640,563,164,860	640,563,164,860

15. SHORT-TERM ADVANCES FROM CUSTOMERS

	Closing balance VND	Opening balance VND
Hung Thanh Agricultural Materials Company Limited	5,397,881,840	21,020,194,840
Chhun Sok An Company Limited	6,118,626,360	11,913,889,985
Sayimex Ta Mchas SRE Company Limited	581,929	8,172,366,096
Other customers	11,790,585,132	65,344,626,026
	23,307,675,261	106,451,076,947

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

	Opening balance	Payable during the period	Paid during the period	Closing balance
	VND	VND	VND	VND
a. Receivables				
Value added tax	104,855,724	-	-	104,855,724
Land rentals	397,346,605	1,760,049,088	1,760,049,088	397,346,605
	502,202,329	1,760,049,088	1,760,049,088	502,202,329
b. Payables				
Value added tax	1,147,662,519	4,943,641,984	6,091,267,466	37,037
Value added tax for imported goods	-	9,626,632,638	9,626,632,638	-
Corporate income tax	61,590,689,717	146,468,525,391	153,897,688,305	54,161,526,803
Natural resources tax	229,003,200	2,599,057,050	2,599,703,400	228,356,850
Export duty	-	149,153,576,965	149,153,576,965	-
Import duty	-	21,319,240,483	11,802,066,940	9,517,173,543
License tax	-	7,000,000	7,000,000	-
Personal income tax	8,516,288,117	89,902,247,727	88,237,387,026	10,181,148,818
Other taxes, fees and charges	-	1,026,470,215	1,026,470,215	-
	71,483,643,553	425,046,392,453	422,441,792,955	74,088,243,051

17. SHORT-TERM ACCRUED EXPENSES

	Closing balance VND	Opening balance VND
Trade discount (i)	202,992,479,958	138,853,142,115
Goods and services received	102,403,438,742	22,365,071,066
Accrued gas expenses	60,608,481,908	14,060,289,155
Costs of sales promotion, advertising and social welfare security	57,736,441,480	42,676,056,454
Accrued interest expense	406,218,442	5,739,120
Other accruals	19,957,178,664	20,962,131,315
	444,104,239,194	238,922,429,225
<i>In which:</i>		
Accrued expense payable to related parties (details stated in Note 37)	60,608,481,908	14,060,289,155

(i) Represents the accrued trade discount payable to customers according to the sales policy approved by the Chief Executive Officer and notified to the customers. The accrual amount has been approved according to the decisions of the Company's Chief Executive Officer on temporary deduction of discount calculation in 2023.

18. OTHER SHORT-TERM PAYABLES

	Closing balance VND	Opening balance VND
Seller commission	10,822,834,999	3,888,965,136
Safety reward fund	9,633,445,949	8,203,839,325
Short-term deposits received	7,181,264,484	4,715,671,218
Trade union fee	998,505,557	921,545,907
Potential value for development (Note 10) (i)	-	261,059,472,455
Other short-term payables	37,265,832,969	25,347,633,667
	65,901,883,958	304,137,127,708
<i>In which:</i>		
Other short-term payables to related parties (details stated in Note 37)	1,064,065,018	1,064,065,018

(i) In the year, the Company paid to Vietnam Oil and Gas Group the entire amount of potential value for development according to Official Letter No. 261/DKVN-KHDT dated 02 October 2023 from Vietnam Oil and Gas Group.

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19. SHORT-TERM LOANS AND OBLIGATIONS UNDER FINANCE LEASES

	Opening balance VND			In the period VND			Closing balance VND	
	Amount	Amount able to be paid off		Increases	Decreases	Foreign exchange differences	Amount	Amount able to be paid off
Short-term bank loans	-	-		1,699,400,064,033	864,135,075,035	9,301,879,324	844,566,868,322	844,566,868,322
<i>Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thu Thiem Branch (i)</i>	-	-		1,699,400,064,033	864,135,075,035	9,301,879,324	844,566,868,322	844,566,868,322
Current portion of long-term loans (see Note 22)	2,559,405,532	2,559,405,532		1,315,785,633	2,636,250,532	-	1,238,940,633	1,238,940,633
<i>Vietnam Joint Stock Commercial Bank of Industry and Trade - Bac Lieu Branch</i>	2,559,405,532	2,559,405,532		1,315,785,633	2,636,250,532	-	1,238,940,633	1,238,940,633
	2,559,405,532	2,559,405,532		1,700,715,849,666	866,771,325,567	9,301,879,324	845,805,808,955	845,805,808,955

- (i) Balance as at 31 December 2023 represents short-term loans in Vietnam Dong (“VND”) from Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thu Thiem Branch under loan contracts No. 020/TTH. KHDT/23NH-TL dated 10 November 2023, No. 022/VCB.TT/23NH-TL dated 11 December 2023 with the term of 2 months from the date of disbursement to pay the payables to Vietnam Oil and Gas Group for gas purchases for September and October 2023. The interest rate on the loans for the financial year ended 31 December 2023 is from 2.8% per annum to 3% per annum. These loans have no collateral.

20. SHORT-TERM PAYABLE PROVISIONS

	Closing balance VND	Opening balance VND
Provision for gas expenses (i)	588,968,647,901	679,260,884,288
	588,968,647,901	679,260,884,288
<i>In which:</i>		
Other short-term payable provision to related parties (details stated in Note 37)	588,968,647,901	679,260,884,288

- (i) Reflects the provision for gas expenses incurred in the first 7 months of 2023 (opening balance: the provision for gas expenses incurred in 2022) accrued according to the principle of gas resource allocation according to the actual consumption proportion of consumers in Ca Mau Province in Amendment No. 10 of PM3 CAA and Block 46 - Cai Nuoc Gas Sales Contract and No. 3918/HD-DKVN dated 05 October 2023. Provision for gas expenses will be adjusted (if any) when there is an official settlement between the Company and the Group.

21. BONUS AND WELFARE FUND

	Current year VND	Prior year VND
Opening balance	306,564,953,358	195,121,164,403
Appropriation to the fund	158,273,500,507	239,366,606,751
Adjustment to bonus and welfare fund from prior year's profits	3,737,002,097	(555,210,000)
Utilization in the year	(132,397,399,488)	(127,316,609,078)
Depreciation of fixed assets formed from bonus and welfare fund	(432,042,389)	(50,998,718)
Closing balance	335,746,014,085	306,564,953,358

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22. LONG-TERM LOANS AND OBLIGATIONS UNDER FINANCE LEASES

	Opening balance VND		In the year VND		Closing balance VND	
	Amount	Amount able to be paid off	Increases	Decreases	Amount	Amount able to be paid off
Long-term loans	3,607,887,032	3,607,887,032	3,231,784,008	2,636,250,532	4,203,420,508	4,203,420,508
Vietnam Joint Stock Commercial Bank for Industry and Trade - Bac Lieu Branch (i)	3,607,887,032	3,607,887,032	3,231,784,008	2,636,250,532	4,203,420,508	4,203,420,508
In which:						
- Amount due for settlement within 12 months	2,559,405,532				1,238,940,633	
- Amount due for settlement after 12 months	1,048,481,500				2,964,479,875	

(i) Represents the long-term loans from Vietnam Joint Stock Commercial Bank for Industry and Trade - Bac Lieu Branch under Credit Loan Contracts No. DN-1111/2021-HDCVDADT/NHCT862 - CTY BBDK dated 18 November 2021, No. DN-2501/2022-HDCVDADT/NHCT862 - CTY BBDK dated 25 January 2022, No. DN-0308/2022-HDCVDADT/NHCT862 - CTY BBDK dated 09 August 2022, No. DN-1605/2023-HDCVDADT/NHCT862-CTY BBDK dated 16 May 2023, No. DN-2011/2023-HDCVDADT/NHCT862-CTY BBDK dated 20 November 2023 and No. DN-2211/2023-HDCVDADT/NHCT862-CTY BBDK dated 22 November 2023, with loan term of from 3 to 7 years to serve the purposes of investment, procurement and construction of the Company's fixed assets. These loans are secured by assets belonging to the Bac Lieu Fertilizer Production Plant Project and other fixed assets formed from the loans (see Note 11). Interest rates of the loans for year ended 31 December 2023 are from 8.9% per annum to 12% per annum (for the year ended 31 December 2022: from 8.38% per annum to 12% per annum).

Long-term loans are repayable as follows:

	Closing balance VND	Opening balance VND
On demand or within one year	1,238,940,633	2,559,405,532
In the second year	1,213,527,000	396,862,000
In the third to fifth year inclusive	1,750,952,875	651,619,500
	4,203,420,508	3,607,887,032
Less: Amount due for settlement within 12 months (shown under short-term loans and obligations under finance leases)	1,238,940,633	2,559,405,532
Amount due for settlement after 12 months	2,964,479,875	1,048,481,500

23. SCIENTIFIC AND TECHNOLOGICAL DEVELOPMENT FUND

	Current year VND	Prior year VND
Scientific and technological development fund		
Opening balance	685,678,380,369	404,109,720,763
- Appropriation in the year (i)	108,885,894,155	318,816,929,387
- Utilization in the year	(39,795,672,116)	(37,248,269,781)
- Transfer to scientific and technological development fund forming fixed assets	(17,446,571,546)	-
Closing balance	737,322,030,862	685,678,380,369
Scientific and technological development fund forming fixed assets		
Opening balance	249,055,784	627,452,551
- Increasing during the year	17,446,571,546	-
- Depreciation of fixed assets formed from Scientific and technological development fund	(656,734,182)	(378,396,767)
Closing balance	17,038,893,148	249,055,784
Total opening balance	685,927,436,153	404,737,173,314
Total closing balance	754,360,924,010	685,927,436,153

(i) The scientific and technological development fund is made during the year at the rate of 8% of the Company's taxable profit to create sources for scientific and technological activities of the Company.

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24. OWNERS' EQUITY
Movement in owners' equity

	Owners' contributed capital		Other owners' capital		Investment and development fund		Retained earnings		Non-controlling interests		Total	
	VND	VND	VND	VND	VND	VND	VND	VND	VND	VND	VND	VND
Prior year's opening balance	5,294,000,000,000	-	3,665,420,000	965,858,273,232	1,187,985,397,644	26,588,184,510	7,478,097,275,386	-	4,321,080,734,535	-	-	-
Profit for the year	-	-	-	-	4,315,953,289,589	5,127,444,946	4,321,080,734,535	-	-	-	-	-
Appropriation to investment and development fund	-	-	-	1,294,326,729,747	(1,294,326,729,747)	-	-	-	-	-	-	-
Appropriation to bonus and welfare funds	-	-	-	-	(238,792,109,402)	(574,497,349)	(239,366,606,751)	-	-	-	-	-
Adjustment to bonus and welfare funds from 2021 retained earnings	-	-	-	-	555,210,000	-	555,210,000	-	-	-	-	-
Dividend from profit in 2021	-	-	-	-	(952,920,000,000)	(1,997,796,650)	(954,917,796,650)	-	-	-	-	-
Current year's opening balance	5,294,000,000,000	-	3,665,420,000	2,260,185,002,979	3,018,455,058,084	29,143,335,457	10,605,448,816,520	-	1,110,142,716,892	-	-	-
Profit for the year	-	-	-	-	1,108,892,825,082	1,249,891,810	1,110,142,716,892	-	-	-	-	-
Appropriation to investment and development fund (i)	-	-	-	333,090,400,291	(333,090,400,291)	-	-	-	-	-	-	-
Appropriation to bonus and welfare funds (i)	-	-	-	-	(157,469,135,742)	(804,364,765)	(158,273,500,507)	-	-	-	-	-
Adjustment to bonus and welfare funds from 2022 retained earnings (ii)	-	-	-	-	(3,737,002,097)	-	(3,737,002,097)	-	-	-	-	-
Dividends declared	-	-	-	-	(1,588,200,000,000)	(1,997,796,650)	(1,590,197,796,650)	-	-	-	-	-
Current year's closing balance	5,294,000,000,000	-	3,665,420,000	2,593,275,403,270	2,044,851,345,036	27,591,065,852	9,963,383,234,158	-	1,110,142,716,892	-	-	-

(i) The current year's appropriation amounts to the bonus and welfare funds and investment and development fund are in accordance with the resolutions of the General Meeting of Shareholders of the Parent Company and subsidiary.

Shares

	Closing balance	Opening balance
Number of shares issued to the public	529,400,000	529,400,000
<i>Ordinary shares</i>	<i>529,400,000</i>	<i>529,400,000</i>
Number of outstanding shares in circulation	529,400,000	529,400,000
<i>Ordinary shares</i>	<i>529,400,000</i>	<i>529,400,000</i>

Charter capital

The charter capital of the Company is VND 5,294,000,000,000. As at 31 December 2023, the charter capital has been fully contributed by shareholders, details are as follows:

	Per Enterprise Registration Certificate		Contributed capital	
	VND	%	Closing balance	Opening balance
	VND equivalent	VND equivalent	VND equivalent	VND equivalent
Vietnam Oil and Gas Group	4,000,230,570,000	75.56	4,000,230,570,000	4,000,230,570,000
Other shareholders	1,293,769,430,000	24.44	1,293,769,430,000	1,293,769,430,000
	5,294,000,000,000	100	5,294,000,000,000	5,294,000,000,000

Dividend

According to Resolution No. 1462/NQ-PVCFC dated 12 June 2023 of the General Meeting of Shareholders, the Company's General Meeting of Shareholders decided to pay dividends from the 2022 retained earnings at the rate of 30% of the charter capital, equivalent to an amount of VND 1,588,200,000. The Company has paid dividends from the 2022 retained earnings to shareholders on 11 September 2023.

Non-controlling interests

Non-controlling interests represent the proportion of net assets and operation results of the subsidiary attributable to shareholders other than the Parent Company. Non-controlling interest ratio in the subsidiary is determined as follows:

	Closing balance VND	Opening balance VND
Charter capital of the subsidiary	47,995,160,000	47,995,160,000
<i>In which:</i>		
Contributed capital of the Holding Company	24,491,670,000	24,491,670,000
Contributed capital of non-controlling shareholders	23,503,490,000	23,503,490,000
Non-controlling interest ratio	48.97%	48.97%

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Non-controlling interests in net assets of the subsidiary at the balance sheet date are as follows:

	Closing balance VND	Opening balance VND
Total assets	61,248,196,745	67,976,104,177
Total liabilities	(33,657,130,893)	(38,832,768,720)
Net assets	27,591,065,852	29,143,335,457
<i>Details are as follows:</i>		
Charter capital	23,503,490,000	23,503,490,000
Other funds	5,353,320,994	4,857,337,030
Accumulated (loss)/Retained earnings	(1,265,745,142)	782,508,427

25. OFF BALANCE SHEET ITEMS**Foreign currencies**

	Closing balance VND	Opening balance VND
USD	56,954,333	74,965,565
EUR	1,280	1,280

Goods sold which customers stored in the Company's warehouse

As at 31 December 2023, the detailed volume of goods sold which customers stored in the Company's warehouse is as follows:

	Closing balance Tons	Opening balance Tons
Volume of goods sold which customers stored in the Company's warehouse		
Hung Thanh Agricultural Materials Company Limited	4,041.00	0.00
Nguyen Khoa Trading Company Limited	1,924.50	0.00
The Man Fertilizer Export Import Services Trading Company Limited	982.00	0.00
Huu Thanh I Company Limited	864.60	0.00
Thuan Phat Company Limited	308.00	0.00
Do Van Sam Production Trading and Service Company Limited	211.70	0.00
Tran Van Phuoc One Member Company Limited	210.00	0.00
Total	8,541.80	0.00

26. BUSINESS AND GEOGRAPHICAL SEGMENTS**Business segments**

The Company and its subsidiary's principal activities are manufacturing and trading fertilizers and packages used in agriculture. The revenue for the year 2023 and the assets and liabilities as at 31 December 2023 of the subsidiary's manufacturing and trading business are about VND 224 billion, VND 45 billion and VND 48 billion, respectively, accounting for a negligible proportion in consolidated revenue from goods sold and services rendered and consolidated assets and liabilities of the Company. Accordingly, the financial information presented in the consolidated balance sheet as at 31 December 2023 and all revenue and expenses presented in the consolidated income statement for the year ended 31 December 2023 mainly relate to manufacturing and trading fertilizers including Urea and other type of fertilizer. Therefore, no business segment report has been prepared. Revenue and cost of sales by goods item and business activity are presented in Note 27 and Note 28.

Geographical segment

The Company distributes fertilizer products in both domestic markets (Southwest region, Southeast region, Central Highlands, etc.) and foreign markets (Cambodia, Philippines, etc.). During the year, the Company exported fertilizer products to foreign markets with net revenue of about VND 3,120 billion (in 2022: about VND 6,396 billion) - accounting for approximately 25% of consolidated net revenue from goods sold and services rendered of the Company.

Segment reports are prepared for corporate management purposes. The Company keeps track of the revenue, expenses and results by geographical segment as follows:

Current year	Domestic VND	Export VND	Total VND
Net revenue	9,449,761,464,592	3,120,780,625,236	12,570,542,089,828
Cost of sales	(7,881,672,365,118)	(2,657,070,042,850)	(10,538,742,407,968)
Gross profit by segment	1,568,089,099,474	463,710,582,386	2,031,799,681,860
General operating expenses			(1,349,188,347,336)
Financial income			577,088,490,762
Financial expenses			(27,372,487,527)
Other income			24,751,516,067
Other expenses			(2,269,270,186)
Accounting profit before tax			1,254,809,583,640
Current corporate income tax expense			(146,468,525,391)
Deferred corporate tax income			1,801,658,643
Net profit after corporate income tax			1,110,142,716,892

Prior year	Domestic VND	Export VND	Total VND
Net revenue	9,528,104,776,878	6,396,422,097,521	15,924,526,874,399
Cost of sales	(6,530,911,692,179)	(3,690,185,740,052)	(10,221,097,432,231)
Gross profit by segment	2,997,193,084,699	2,706,236,357,469	5,703,429,442,168
General operating expenses			(1,350,889,132,605)
Financial income			301,008,063,317
Financial expenses			(60,402,056,552)
Other income			15,225,626,021
Other expenses			(12,059,177,506)
Accounting profit before tax			4,596,312,764,843
Current corporate income tax expense			(269,999,355,705)
Deferred corporate tax expense			(5,232,674,603)
Net profit after corporate income tax			4,321,080,734,535

27. REVENUE

	Current year VND	Prior year VND
Sales of merchandise and services		
Sales of urea	8,310,998,746,657	12,401,793,242,829
- Domestic sales	5,598,362,190,252	6,583,982,067,832
- Export	2,712,636,556,405	5,817,811,174,997
Sales of NPK	1,675,644,936,958	1,253,321,963,000
- Domestic sales	1,630,555,316,550	1,228,056,909,500
- Export	45,089,620,408	25,265,053,500
Sales of fertilizers	2,167,429,355,154	1,972,775,403,171
- Domestic sales	1,840,827,233,142	1,419,429,534,147
- Export	326,602,122,012	553,345,869,024
Sales of production waste and other finished goods	786,115,013,969	749,919,664,541
Revenue from services rendered	9,301,109,868	2,229,497,368
	12,949,489,162,606	16,380,039,770,909
Deductions		
Sales discount	378,947,072,778	455,346,096,510
Sales rebates	-	166,800,000
	378,947,072,778	455,512,896,510
<i>In which:</i>		
Sales in the year to related parties (details presented in Note 37)	1,615,169,269	476,021,316

28. COST OF SALES

	Current year VND	Prior year VND
Cost of urea sold	6,433,055,911,189	6,654,161,422,282
Cost of NPK sold	1,458,839,373,938	1,192,000,380,535
Cost of fertilizers sold	2,023,815,679,790	1,876,086,382,217
Cost of other products	621,416,295,288	498,849,247,197
Cost of services rendered	1,615,147,763	-
	10,538,742,407,968	10,221,097,432,231

29. PRODUCTION COST BY NATURE

	Current year VND	Prior year VND
Raw materials and consumables	6,599,137,038,538	6,495,993,694,524
Labour	681,612,238,360	597,104,844,039
Depreciation and amortisation	1,083,380,698,652	1,398,029,397,737
Out-sourced services	902,308,523,549	803,513,719,686
Provision	1,064,659,700	143,346,950,668
Appropriation to the scientific and technological development fund	108,885,894,155	318,816,929,387
Other monetary expenses	498,217,530,737	404,958,371,871
	9,874,606,583,691	10,161,763,907,912

30. FINANCIAL INCOME

	Current year VND	Prior year VND
Bank interest	518,475,329,304	262,149,019,130
Foreign exchange gain	58,613,161,458	38,859,044,187
	577,088,490,762	301,008,063,317

31. FINANCIAL EXPENSES

	Current year VND	Prior year VND
Interest expense	10,155,714,106	10,274,784,277
Foreign exchange loss	17,216,773,421	50,127,272,275
	27,372,487,527	60,402,056,552

32. SELLING EXPENSES AND GENERAL AND ADMINISTRATION EXPENSES

	Current year VND	Prior year VND
Selling expenses for the year		
Sales staff expenses	71,214,237,760	51,034,609,414
Transport, loading and storage expenses	299,880,797,451	282,963,154,121
Advertisement and communication expenses	246,392,482,098	197,520,179,576
Social welfare security expenses	67,577,857,639	38,671,503,413
Sales commission expenses	16,458,026,303	13,793,086,855
Depreciation and amortization expenses	5,872,019,078	5,805,533,279
Other outsourced services	37,432,290,857	35,672,486,604
Other selling expenses	55,803,746,985	72,834,320,382
	800,631,458,171	698,294,873,644
General and administration expenses for the year		
Administrative staff expenses	173,628,220,877	141,524,882,997
Depreciation and amortization expenses	15,094,021,155	10,488,716,076
Outsourced services	59,097,126,657	64,048,454,147
Provision expenses for doubtful debts	1,064,659,700	4,031,675,827
Appropriation to the scientific and technological development fund	108,885,894,155	318,816,929,387
Other general and administration expenses	190,786,966,621	113,683,600,527
	548,556,889,165	652,594,258,961

33. OTHER INCOME AND OTHER EXPENSES

	Current year VND	Prior year VND
Other income		
Compensations and bonuses received	23,269,241,332	10,700,730,663
Penalty for breach of contract	632,153,189	146,373,600
Disposal	-	3,141,441,750
Other income	850,121,546	1,237,080,008
	24,751,516,067	15,225,626,021
Other expenses		
Other expenses	2,269,270,186	12,059,177,506
	2,269,270,186	12,059,177,506
Profit from other activities	22,482,245,881	3,166,448,515

34. CURRENT CORPORATE INCOME TAX EXPENSE

	Current year VND	Prior year VND
Current corporate income tax expense		
Corporate income tax expense based on taxable profit in the current year	145,095,954,868	269,882,976,897
Adjustments for corporate income tax expense in previous year to the current year	1,372,570,523	116,378,808
Total current corporate income tax expense	146,468,525,391	269,999,355,705

Corporate income tax expense based on taxable profit in the current year of the Company's business activities is as follows:

	Current year VND	Prior year VND
Corporate income tax from production of urea	39,618,058,046	216,624,583,477
Corporate income tax from production of packages	2,151,258,778	1,865,245,225
Corporate income tax from other activities	103,326,638,044	51,393,148,194
Corporate income tax expense based on taxable profit in the current year	145,095,954,868	269,882,976,897

35. BASIC EARNINGS PER SHARE

	Current year	Prior year
Accounting profit after corporate income tax attributable to Parent Company (VND)	1,108,892,825,082	4,315,953,289,589
- Appropriation to bonus and welfare funds (VND)	(157,469,135,742)	(238,792,109,402)
Profit or loss attributable to ordinary shareholders (VND)	951,423,689,340	4,077,161,180,187
Average number of ordinary shares in circulation for the year	529,400,000	529,400,000
Basic earnings per share (VND)	1,797	7,701

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36. OTHER COMMITMENTS

According to Contract on trading gas of Block PM3 CAA and Block 46 - Cai Nuoc No. 3918/HD-DKVN dated 23 May 2012 between Vietnam Oil and Gas Group and PetroVietnam Camau Fertilizer Company Limited (currently known as PetroVietnam Camau Fertilizer Joint Stock Company) and accompanied amendments of the Contract, the Company would purchase natural gas of Block PM3 CAA and Block 46 - Cai Nuoc from the Group within 20 years from the official operation date with the output of 495 million m3 of standard gas per year. Of which, the contracted gas price for the period from 2015 to 2018 was the gas price (excluding VAT and other indirect taxes) that ensured the efficiency of the Company's fertilizer production and business with the rate of the average return on equity at 12% per year. At the date of these consolidated financial statements, the Company and Vietnam Oil and Gas Group are finalizing the official gas price for the period from 2015 to 2018.

According to Amendment No. 10 dated 05 October 2023 to the above Contract on trading gas, the principle of gas source allocation of consuming households in Ca Mau is determined according to the proportion of actual monthly consumption. In which, cost of gas for the first 7 months of 2023 have not been finalized and will be adjusted (if any) when there is an official settlement between the Company and the Group.

37. RELATED PARTIES TRANSACTIONS AND BALANCES

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

Related parties	Relationship
a) Vietnam Oil and Gas Group and subsidiaries	
Vietnam Oil and Gas Group	Parent Company
Vietnam Petroleum Institute	Affiliate of Vietnam Oil and Gas Group
PetroVietnam College	Affiliate of Vietnam Oil and Gas Group
PetroVietnam University	Affiliate of Vietnam Oil and Gas Group
PetroVietnam Power Corporation	Subsidiary of Vietnam Oil and Gas Group
PetroVietnam Fertilizer and Chemicals Corporation	Subsidiary of Vietnam Oil and Gas Group
PetroVietnam Gas Joint Stock Corporation	Subsidiary of Vietnam Oil and Gas Group
Binh Son Refining and Petrochemical Joint Stock Company	Subsidiary of Vietnam Oil and Gas Group
b) Other related parties according to Vietnamese Accounting Standards	
Petro Power Renewable Energy Joint Stock Company	Affiliate
PVD Technical Training and Certification Joint Stock Company	Affiliate
PetroVietnam Security Service Corporation - South West Branch	Affiliate
Saigon PetroVietnam Oil Joint Stock Company	Affiliate
PVD Trading and Technical Services Joint Stock Company	Affiliate
PetroVietnam Securities Joint Stock Company	Affiliate
South West PetroVietnam Fertilizer and Chemicals Joint Stock Company	Affiliate
Indochina Petroleum Transportation Joint Stock Company	Affiliate
PetroVietnam Hotel PTSC Company Limited	Affiliate

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

	Current year VND	Prior year VND
Sales		
a) Vietnam Oil and Gas Group and subsidiaries	1,127,213,636	7,836,000
Branch of PetroVietnam Fertilizer and Chemicals Corporation - Phu My Urea Plant	1,127,213,636	7,836,000
b) Other related parties according to Vietnamese Accounting Standards	487,955,633	468,185,316
Petro Power Renewable Energy Joint Stock Company	487,955,633	468,185,316
	1,615,169,269	476,021,316

	Current year VND	Prior year VND
Purchases		
a) Vietnam Oil and Gas Group and subsidiaries	4,612,476,290,909	4,676,645,618,490
Vietnam Oil and Gas Group	4,099,498,688,207	4,149,469,384,746
Branch of PetroVietnam Power Corporation - PetroVietnam Ca Mau Power Company	361,052,660,649	347,573,428,837
PetroVietnam Chemicals and Fertilizer Corporation - Petrochemical Trading Branch	127,929,716,919	147,056,591,169
Branch of PetroVietnam Gas Joint Stock Company - Ca Mau Gas Company	13,882,272,942	11,717,320,941
PetroVietnam College	9,408,682,192	14,846,725,197
Vietnam Petroleum Institute	509,020,000	5,967,167,600
PetroVietnam University	195,250,000	15,000,000
b) Other related parties according to Vietnamese Accounting Standards	162,283,809,333	92,993,986,500
South West PetroVietnam Fertilizer and Chemicals Joint Stock Company	99,857,000,000	373,349,316
PVD Technical Training and Certification Joint Stock Company	25,264,370,890	38,330,426,892
Petro Vietnam Security Service Corporation - South West branch	16,078,667,942	15,907,341,497
Saigon PetroVietnam Oil Joint Stock Company	10,846,409,568	11,726,246,919
PVD Trading and Technical Services Joint Stock Company	7,511,994,000	23,974,880,633
Indochina Petroleum Transportation Joint Stock Company - Ho Chi Minh City Branch	1,292,437,000	1,233,734,800
Branch of PetroVietnam Fertilizer and Chemicals Corporation - Phu My Urea Plant	842,283,519	902,339,444
Indochina Petroleum Transportation Joint Stock Company	379,740,300	295,765,780
PetroVietnam Securities Joint Stock Company	132,000,000	225,000,000
Saigon PetroVietnam Oil Joint Stock Company - Ca Mau Branch - No. 10 Petrol Station	64,017,218	14,001,219
PetroVietnam Hotel PTSC Company Limited	14,888,896	10,900,000
	4,774,760,100,242	4,769,639,604,990

	Current year VND	Prior year VND
Dividend paid		
Vietnam Oil and Gas Group	1,200,069,171,000	720,041,502,600
	1,200,069,171,000	720,041,502,600

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

FORM B 09-DN/HN

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

	Closing balance VND	Opening balance VND
Short-term trade receivables		
<i>a) Other related parties according to Vietnamese Accounting Standards</i>	34,070,417	37,332,262
Petro Power Renewable Energy Joint Stock Company	34,070,417	37,332,262
	34,070,417	37,332,262

	Closing balance VND	Opening balance VND
Short-term advances to suppliers		
<i>a) Vietnam Oil and Gas Group and subsidiaries</i>	834,900,000	164,922,480
PVD Trading and Technical Services Joint Stock Company	834,900,000	-
Vietnam Petroleum Institute	-	164,922,480
	834,900,000	164,922,480

	Closing balance VND	Opening balance VND
Short-term trade payables		
<i>a) Vietnam Oil and Gas Group and subsidiaries</i>	1,385,071,852,237	620,818,201,171
Vietnam Oil and Gas Group	1,298,943,925,302	529,071,661,373
Branch of PetroVietnam Power Corporation - PetroVietnam Ca Mau Power Company	58,756,161,720	57,831,729,358
PetroVietnam Chemicals and Fertilizer Corporation - Petrochemical Trading Branch	18,761,240,260	23,725,630,102
PetroVietnam College	5,728,282,203	6,959,584,257
PetroVietnam Gas Joint Stock Company - Ca Mau Gas Company	1,163,444,258	1,264,369,758
Branch of PetroVietnam Fertilizer and Chemicals Corporation - Phu My Urea Plant	909,666,200	974,526,600
Vietnam Petroleum Institute	809,132,294	877,635,323
Binh Son Refining and Petrochemical Company Limited	-	113,064,400
<i>b) Other related parties according to Vietnamese Accounting Standards</i>	9,797,034,887	19,744,963,689
PVD Technical Training and Certification Joint Stock Company	3,193,553,483	1,342,699,182
Petro Vietnam Security Service Corporation - South West branch	2,881,806,198	1,440,903,099
PVD Trading and Technical Services Joint Stock Company	2,322,608,400	15,704,275,711
Saigon PetroVietnam Oil Joint Stock Company	739,552,450	669,317,520
Indochina Petroleum Transportation Joint Stock Company - Ho Chi Minh City Branch	411,480,000	214,692,120
Indochina Petroleum Transportation Joint Stock Company	128,920,356	47,412,000
Saigon PetroVietnam Oil Joint Stock Company - Ca Mau Branch - No. 10 Petrol Station	119,114,000	37,765,220
South West PetroVietnam Fertilizer and Chemicals Joint Stock Company	-	287,898,837
	1,394,868,887,124	640,563,164,860

	Closing balance VND	Opening balance VND
Short-term accrued expenses		
Vietnam Oil and Gas Group	60,608,481,908	14,060,289,155
	60,608,481,908	14,060,289,155

	Closing balance VND	Opening balance VND
Provisions for gas expenses		
Vietnam Oil and Gas Group	588,968,647,901	679,260,884,288
	588,968,647,901	679,260,884,288

	Closing balance VND	Opening balance VND
Other current payables		
Vietnam Oil and Gas Group	1,064,065,018	1,064,065,018
	1,064,065,018	1,064,065,018

Income before tax of the Board of Directors, Executive Board and Supervisory Board in the year were as follows:

		Current year VND	Prior year VND
Mr. Tran Ngoc Nguyen	Chairman	2,385,626,692	1,998,039,808
Mr. Van Tien Thanh	Member cum Chief Executive Officer	2,385,626,692	1,998,039,808
Mr. Tran My	Member (Resigned on 10 January 2024)	1,550,378,464	1,624,346,452
Mr. Nguyen Duc Hanh	Member	1,933,674,089	1,624,346,452
Mr. Le Duc Quang	Member	1,933,674,089	1,624,346,452
Ms. Do Thi Hoa	Independent member	486,000,000	481,000,000
Mr. Truong Hong	Independent member	486,000,000	481,000,000
Mr. Tran Chi Nguyen	Executive Officer	1,933,674,089	1,624,346,452
Mr. Le Ngoc Minh Tri	Executive Officer	1,933,674,089	1,624,346,452
Mr. Nguyen Tuan Anh	Executive Officer	1,933,674,089	1,624,346,452
Ms. Nguyen Thi Hien	Executive Officer	1,933,674,089	1,624,346,452
Mr. Nguyen Thanh Tung	Executive Officer	1,941,100,477	1,614,497,745
Mr. Dinh Nhu Cuong	Chief Accountant	1,792,842,762	1,510,861,262
Ms. Phan Thi Cam Huong	Head of Supervisory Board	1,792,842,762	1,510,861,262
Mr. Do Minh Duong	Member of Supervisory Board	1,438,545,379	1,218,349,100
Mr. Le Canh Khanh	Member of Supervisory Board (Appointed on 12 June 2023)	49,772,727	-
Mr. Tran Van Binh	Member of Supervisory Board (Resigned on 12 June 2023)	927,778,307	1,103,727,682
		26,838,558,796	23,286,801,831



38. OTHER EVENTS

According to Decision No. 2682/QĐ-PVCFC dated 20 October 2023, the Company's Board of Directors approved the investment policy and authorized the Chief Executive Officer to carry out the necessary work to acquire 100% of the capital contribution at Han - Viet Fertilizer Company Limited (KVF) from the owner of KVF. Currently, the Company is in the process of implementing procedures related to the acquisition of this capital contribution.

Dam Thi Thuy An
Preparer

Dinh Nhu Cuong
Chief Accountant



Le Ngoc Minh Tri
Executive Officer

26 February 2024

ASSESSMENT ON IMPLEMENTATION OF CORPORATE GOVERNANCE BASED ON ASEAN CORPORATE GOVERNANCE SCORECARD

Report on implementation of ASEAN Corporate Governance Scorecard is presented in detail at: <https://www.pvcfc.com.vn/en-US/investor-relations/esg-1>

In order to contribute to environmental protection, PVCFC's 2023 Annual Report was printed in limited quantities by environmentally friendly paper. Therefore, when you feel no longer necessary to use it, please pass it on to people of interest. In addition, PVCFC has also produced its 2023 Annual Report in digital format. If you are interested, please scan the following QR code:

