

**PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY**

**INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE SIX-MONTH ENDED 30 JUNE 2023**



**PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY**

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FOR THE SIX-MONTH ENDED 30 JUNE 2023**

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## PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY

### CORPORATE INFORMATION

#### Enterprise registration certificate

No. 0300452060 dated 29 September 2006 was initially issued by the Department of Planning and Investment of Ho Chi Minh City and the latest (the 21st) amended Enterprise registration certificate dated 21 February 2023.

#### Board of Directors

Mr. Phung Tuan Ha	Chairman
Mr. Vu Tien Duong	Member
Ms. Pham Thi Hong Diep	Member (until 25 April 2023)
Mr. Trinh Thanh Can	Independent Member
Mr. Nguyen Quy Thinh	Independent Member
Mr. Nguyen Duc Minh	Member (from 25 April 2023)

#### Board of Internal Audit

Mr. Nguyen Dang Khoa	Head
Mr. Le Minh Kha	Member
Mr. Nguyen Minh Tan	Member

#### Board of Management

Mr. Vu Tien Duong	General Director
Mr. Ho Minh Viet	Deputy General Director
Ms. Pham Thi Hong Diep	Deputy General Director
Mr. Huynh Van Ngan	Deputy General Director
Mr. Ho Hoang Nguyen Vu	Deputy General Director (from 24 April 2023)
Mr. Nguyen Duc Minh	Deputy General Director (from 22 May 2023)

#### Legal representative

Mr. Phung Tuan Ha	Chairman
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#### Registered office

6th Floor, PetroVietnam Tower, No. 1 - 5 Le Duan Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

#### Auditor

PwC (Vietnam) Limited

## PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY

### STATEMENT OF THE CHAIRMAN

#### RESPONSIBILITY OF THE CHAIRMAN OF THE COMPANY IN RESPECT OF THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The Chairman of the Board of Directors ("the Chairman") of PetroVietnam General Services Joint Stock Company ("the Parent Company") is responsible for preparing the interim consolidated financial statements of the Parent Company and its subsidiaries (collectively referred to as "the Corporation") which give a true and fair view of the interim consolidated financial position of the Corporation as at 30 June 2023, and of the interim consolidated results of its operations and its interim consolidated cash flows for the period then ended. In preparing these interim consolidated financial statements, the Chairman is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent; and
- prepare the interim consolidated financial statements on a going concern basis unless it is inappropriate to presume that the Corporation will continue in business.

The Chairman is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the interim consolidated financial position of the Corporation and which enable the interim consolidated financial statements to be prepared which comply with the basis of accounting set out in Note 2 to the interim consolidated financial statements. The Chairman is also responsible for safeguarding the assets of the Corporation and hence for taking reasonable steps for the prevention and detection of fraud or errors.

#### APPROVAL OF THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

I hereby approve the accompanying interim consolidated financial statements as set out on pages 5 to 58 which give a true and fair view of the interim consolidated financial position of the Corporation as at 30 June 2023, and of the interim consolidated results of its operations and its interim consolidated cash flows for the period then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of interim consolidated financial statements.



Phung Tuan Ha  
Chairman

Ho Chi Minh City, SR Vietnam  
29 August 2023





## **REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL INFORMATION TO THE SHAREHOLDERS OF PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY**

We have reviewed the accompanying interim consolidated financial statements of PetroVietnam General Services Joint Stock Company ("the Parent Company") and its subsidiaries (together, "the Corporation") which were prepared on 30 June 2023 and approved by the Chairman on 29 August 2023. The interim consolidated financial statements comprise the interim consolidated balance sheet as at 30 June 2023, the interim consolidated income statement and the interim consolidated cash flow statement for the six month period then ended, and explanatory notes to the interim consolidated financial statements including significant accounting policies, as set out on pages 5 to 58.

### **The Chairman's Responsibility**

The Chairman of the Parent Company is responsible for the preparation and the true and fair presentation of these interim consolidated financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of interim consolidated financial statements and for such internal control which the Chairman determines as is necessary to enable the preparation and fair presentation of the interim consolidated financial statements that are free from material misstatement, whether due to fraud or errors.

### **Auditor's Responsibility**

Our responsibility is to express a conclusion on this interim consolidated financial information based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements 2410 – *"Review of Interim Financial Information Performed by the Independent Auditor of the Entity"*.

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

### **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial statements do not present fairly, in all material respects, the interim consolidated financial position of the Corporation as at 30 June 2023, its interim consolidated financial performance and its interim consolidated cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of interim consolidated financial statements.

### **Other Matters**

The independent auditor's report is prepared in Vietnamese and English. Should there be any conflict between the Vietnamese and English copies, the Vietnamese copy shall take precedence.

### **For and on behalf of PwC (Vietnam) Limited**



Quach Thanh Chau  
Audit Practising Licence No.  
0875-2023-006-1  
Authorised signatory

Report reference number: HCM14247  
Ho Chi Minh City, 29 August 2023

INTERIM CONSOLIDATED BALANCE SHEET

Code	ASSETS	Note	As at	
			30.6.2023 VND	31.12.2022 VND
<b>100</b>	<b>CURRENT ASSETS</b>		<b>8,538,210,711,023</b>	<b>7,756,288,698,651</b>
<b>110</b>	<b>Cash and cash equivalents</b>	<b>3</b>	<b>870,910,073,863</b>	<b>1,092,691,918,027</b>
111	Cash		512,130,073,863	581,241,918,027
112	Cash equivalents		358,780,000,000	511,450,000,000
<b>120</b>	<b>Short-term investments</b>		<b>3,615,968,590,790</b>	<b>1,827,844,604,510</b>
121	Trading securities	4(a)	165,850,737,837	10,630,458,870
122	Provision for diminution in value of trading securities	4(a)	-	(856,545,694)
123	Investments held to maturity	4(b)	3,450,117,852,953	1,818,070,691,334
<b>130</b>	<b>Short-term receivables</b>		<b>2,298,541,148,626</b>	<b>2,034,571,901,721</b>
131	Short-term trade accounts receivable	5	2,225,062,629,623	2,075,760,903,555
132	Short-term prepayments to suppliers	6	178,094,495,926	116,232,242,327
136	Other short-term receivables	7(a)	252,595,494,379	206,578,362,831
137	Provision for doubtful debts – short term	8	(357,211,471,302)	(363,999,606,992)
<b>140</b>	<b>Inventories</b>	<b>9</b>	<b>1,450,525,916,588</b>	<b>2,418,587,093,352</b>
141	Inventories		1,493,065,776,210	2,474,958,959,872
149	Provision for decline in value of inventories		(42,539,859,622)	(56,371,866,520)
<b>150</b>	<b>Other current assets</b>		<b>302,264,981,156</b>	<b>382,593,181,041</b>
151	Short-term prepaid expenses	10(a)	25,626,973,838	24,361,462,490
152	Value Added Tax to be reclaimed	17(a)	271,799,712,177	353,402,047,497
153	Tax and other receivables from the State	17(a)	4,838,295,141	4,829,671,054

The notes on pages 10 to 58 are an integral part of these interim consolidated financial statements.



**INTERIM CONSOLIDATED BALANCE SHEET**  
 (continued)

Code	ASSETS (continued)	Note	As at	
			30.6.2023 VND	31.12.2022 VND
<b>200</b>	<b>LONG-TERM ASSETS</b>		<b>1,251,379,881,322</b>	<b>1,283,206,880,473</b>
<b>210</b>	<b>Long-term receivables</b>		<b>28,061,258,707</b>	<b>32,091,651,820</b>
216	Other long-term receivables	7(b)	28,061,258,707	32,091,651,820
<b>220</b>	<b>Fixed assets</b>		<b>268,764,637,511</b>	<b>272,480,822,101</b>
221	Tangible fixed assets	11(a)	95,480,537,629	98,673,849,192
222	Historical cost		389,455,647,162	379,473,532,070
223	Accumulated depreciation		(293,975,109,533)	(280,799,682,878)
227	Intangible fixed assets	11(b)	173,284,099,882	173,806,972,909
228	Historical cost		183,116,926,598	183,081,926,598
229	Accumulated amortisation		(9,832,826,716)	(9,274,953,689)
<b>230</b>	<b>Investment properties</b>	12	<b>573,467,945,119</b>	<b>593,348,354,875</b>
231	Historical cost		852,074,158,578	852,074,158,578
232	Accumulated depreciation		(278,606,213,459)	(258,725,803,703)
<b>240</b>	<b>Long-term assets in progress</b>		<b>38,316,282,184</b>	<b>38,316,282,184</b>
242	Construction in progress	13	38,316,282,184	38,316,282,184
<b>250</b>	<b>Long-term investments</b>		<b>113,075,650,069</b>	<b>114,421,182,687</b>
252	Investments in associates	4(c)	110,062,152,813	110,915,986,088
253	Investments in other entities	4(c)	22,465,000,000	22,465,000,000
254	Provision for long-term investments	4(c)	(22,404,153,615)	(22,366,834,272)
255	Investments held to maturity	4(c)	2,952,650,871	3,407,030,871
<b>260</b>	<b>Other long-term assets</b>		<b>229,694,107,732</b>	<b>232,548,586,806</b>
261	Long-term prepaid expenses	10(b)	220,795,191,046	226,427,056,806
262	Deferred income tax assets	24	3,542,577,936	-
269	Goodwill	14	5,356,338,750	6,121,530,000
<b>270</b>	<b>TOTAL ASSETS</b>		<b>9,789,590,592,345</b>	<b>9,039,495,579,124</b>

The notes on pages 10 to 58 are an integral part of these interim consolidated financial statements.



INTERIM CONSOLIDATED BALANCE SHEET  
(continued)

Code	RESOURCES	Note	As at	
			30.6.2023 VND	31.12.2022 VND
<b>300</b>	<b>LIABILITIES</b>		<b>7,693,885,347,365</b>	<b>6,977,084,341,606</b>
<b>310</b>	<b>Short-term liabilities</b>		<b>7,610,658,704,157</b>	<b>6,860,575,272,473</b>
311	Short-term trade accounts payable	15	1,349,501,850,800	1,747,164,698,116
312	Short-term advances from customers	16	49,974,833,495	82,106,959,163
313	Tax and other payables to the State	17(b)	47,788,293,181	22,394,264,814
314	Payable to employees	18	53,170,403,986	64,328,334,658
315	Short-term accrued expenses	19	48,503,460,262	28,190,586,232
318	Short-term unearned revenue	20	9,355,922,108	42,099,750,441
319	Other short-term payables	21(a)	1,939,106,384,082	1,217,873,849,669
320	Short-term borrowings	22(a)	4,087,925,925,312	3,626,666,260,624
322	Bonus and welfare funds	25	25,331,630,931	29,750,568,756
<b>330</b>	<b>Long-term liabilities</b>		<b>83,226,643,208</b>	<b>116,509,069,133</b>
337	Other long-term payables	21(b)	36,575,340,228	37,117,088,359
338	Long-term borrowings	22(b)	43,481,131,870	76,091,980,774
341	Deferred income tax liabilities	24	3,170,171,110	3,300,000,000
<b>400</b>	<b>OWNERS' EQUITY</b>		<b>2,095,705,244,980</b>	<b>2,062,411,237,518</b>
<b>410</b>	<b>Capital and reserves</b>		<b>2,095,705,244,980</b>	<b>2,062,411,237,518</b>
411	Owners' capital	26, 27	994,319,970,000	904,501,240,000
411a	- Ordinary shares with voting rights		994,319,970,000	904,501,240,000
412	Share premium	27	159,572,337,789	159,572,337,789
414	Owners' other capital	27	253,823,860,000	253,823,860,000
415	Treasury shares	27	(5,427,873,108)	(5,427,873,108)
418	Investment and development funds	27	271,777,466,354	271,777,466,354
421	Undistributed earnings	27	293,204,256,528	350,657,121,022
421a	- Undistributed post-tax profits of previous years		256,870,794,009	211,755,069,325
421b	- Post-tax profits of current period/year		36,333,462,519	138,902,051,697
429	Non-controlling interests		128,435,227,417	127,507,085,461
<b>440</b>	<b>TOTAL RESOURCES</b>		<b>9,789,590,592,345</b>	<b>9,039,495,579,124</b>


Hoang Van Vung  
Preparer

Tran Quang Huy  
Chief AccountantPhung Tuan Ha  
Chairman  
29 August 2023

The notes on pages 10 to 58 are an integral part of these interim consolidated financial statements.

INTERIM CONSOLIDATED INCOME STATEMENT

Code		Note	For the six-month period ended	
			30.6.2023 VND	30.6.2022 VND
01	Revenue from sales of goods and rendering of services		8,907,544,438,018	8,468,942,477,221
02	Less deductions		(135,641,221,689)	(195,529,171,074)
10	Net revenue from sales of goods and rendering of services	30	8,771,903,216,329	8,273,413,306,147
11	Cost of goods sold and services rendered	31	(8,455,031,962,437)	(7,781,723,233,743)
20	Gross profit from sales of goods and rendering of services		316,871,253,892	491,690,072,404
21	Financial income	32	152,881,892,024	83,741,976,906
22	Financial expenses	33	(181,604,372,304)	(252,881,995,714)
23	- Including: Interest expenses	33	(177,477,589,796)	(60,391,586,971)
24	Sharing of loss from associates	4(c)	(853,833,274)	(3,085,387,106)
25	Selling expenses	34	(150,160,324,414)	(144,432,025,188)
26	General and administration expenses	35	(84,128,640,974)	(54,753,958,532)
30	Net operating profit		53,005,974,950	120,278,682,770
31	Other income	36	6,282,196,486	7,268,213,033
32	Other expenses		(358,660,773)	(286,964,987)
40	Net other income		5,923,535,713	6,981,248,046
50	Net accounting profit before tax		58,929,510,663	127,259,930,816
51	Coperate income tax ("CIT") - current	37	(18,840,482,063)	(23,789,109,675)
52	CIT - deferred	37	3,672,406,826	-
60	Net profit after tax		43,761,435,426	103,470,821,141
Attributable to:				
61	Owners of the parent company		36,333,462,519	82,153,025,035
62	Non-controlling interests		7,427,972,907	21,317,796,106
70	Basic earnings per share	28(a)	303	692
71	Diluted earnings per share	28(b)	303	692



Hoang Van Vung  
Preparer



Tran Quang Huy  
Chief Accountant



Phung Tuan Ha  
Chairman  
29 August 2023

The notes on pages 10 to 58 are an integral part of these interim consolidated financial statements.



**INTERIM CONSOLIDATED CASH FLOW STATEMENT**  
(Indirect method)

		For the six-month period ended	
		30.6.2023	30.6.2022
Code	Note	VND	VND
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
01	<b>Net accounting profit before tax</b>	<b>58,929,510,663</b>	<b>127,259,930,816</b>
	Adjustments for:		
02	Depreciation and amortisation and allocation of goodwill	35,113,787,840	31,761,149,067
03	(Reversal of provision)/provisions	(21,439,368,939)	159,805,438,454
04	Unrealised foreign exchange losses	268,758,240	212,364,982
05	Profits from investing activities	(140,444,738,689)	(27,986,431,371)
06	Interest expense	177,477,589,796	60,391,586,971
08	<b>Operating profit before changes in working capital</b>	<b>109,905,538,911</b>	<b>351,444,038,919</b>
09	Increase in receivables	(153,618,602,477)	(141,158,007,726)
10	Decrease/(increase) in inventories	981,893,183,662	(639,653,186,727)
11	Increase in payables	263,143,853,117	210,141,791,687
12	Decrease/(increase) in prepaid expenses	4,366,354,412	(30,551,924,893)
13	Increase in trading securities	(155,220,278,967)	(187,709,660,259)
14	Interest paid	(152,759,542,755)	(59,922,743,343)
15	CIT paid	(19,385,607,942)	(52,466,681,664)
17	Other payments on operating activities	(9,146,410,589)	(13,155,344,492)
20	<b>Net cash inflows/(outflows) from operating activities</b>	<b>869,178,487,372</b>	<b>(563,031,718,498)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
21	Purchases of fixed assets	(10,769,145,092)	(22,902,482,202)
22	Proceeds from disposals of fixed assets	655,803,790	2,029,753,616
23	Deposits to bank with term above 3 months	(3,374,969,551,732)	(759,567,000,000)
24	Collection of deposits to bank with term above 3 months	1,743,376,770,113	117,036,480,898
25	Investments in other entities	-	(864,150,000)
27	Dividends and interest received	122,721,506,630	23,653,157,752
30	<b>Net cash outflows from investing activities</b>	<b>(1,518,984,616,291)</b>	<b>(640,614,239,936)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
31	Proceeds from reissuance of treasury shares	-	2,680,000,000
33	Proceeds from borrowings	7,399,944,881,423	6,666,680,118,808
34	Repayments of borrowings	(6,971,296,065,639)	(6,356,701,327,577)
36	Dividends paid	(624,531,029)	(1,282,830,100)
40	<b>Net cash inflows from financing activities</b>	<b>428,024,284,755</b>	<b>311,375,961,131</b>
50	<b>Net decrease in cash and cash equivalents</b>	<b>(221,781,844,164)</b>	<b>(892,269,997,303)</b>
60	<b>Cash and cash equivalents at beginning of year</b>	<b>1,092,691,918,027</b>	<b>2,576,476,734,565</b>
61	Effect of foreign exchange differences	-	-
70	<b>Cash and cash equivalents at end of period</b>	<b>870,910,073,863</b>	<b>1,684,206,737,262</b>

*Hoang Van Vung*

Hoang Van Vung  
Preparer

*Tran Quang Huy*

Tran Quang Huy  
Chief Accountant



Phung Tuan Ha  
Chairman  
29 August 2023

The notes on pages 10 to 58 are an integral part of these interim consolidated financial statements.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE SIX-MONTH ENDED 30 JUNE 2023**

**1 GENERAL INFORMATION**

PetroVietnam General Services Joint Stock Company ("the Parent Company") is a joint stock company established in SR of Vietnam pursuant to the Enterprise registration certificate No. 0300452060 dated 29 September 2006 and the latest (the 21st) amended Enterprise registration Certificate dated 21 February 2023 to update the charter capital after completing the issuance of shares for dividend paid. The Parent Company was transformed from PetroVietnam Tourism and Services Company, a wholly state-owned subsidiary of Vietnam Oil and Gas Group (the "Group" or "PVN").

The Parent Company's shares were officially listed on Ho Chi Minh City Stock Exchange ("HOSE") on 12 September 2007 with stock symbol "PET" pursuant to Decision No. 94/QD-SGDHCM issued by the General Director of the HOSE on 13 August 2007.

The shareholders of the Parent Company and its subsidiaries (together, "the Corporation") are companies and individuals doing business and working in Vietnam. Details of the percentage of capital contribution are presented in Note 25.

The Parent Company and its subsidiaries's (together, "the Corporation") business activities are providing services and trading of commodity.

The principal activities of the Corporation include:

- Trading plastic resins, textile fibers;
- Sale of supplies, office equipment, audio-visual equipment;
- Support and management services and human resources services;
- Lease of warehouse, workshops, premises and office;
- Real estate development trading and management;
- Trading fertilizers, pesticides and chemicals used in agricultural industry;
- Wholesale of computers and equipment;
- Trading of telecommunication equipment;
- Supply of specialised materials and equipment in oil and gas industry;
- Heavy transportation and lifting services;
- Catering services and commodities for oil and gas industry;
- LPG trading and distributing, gas filling;
- Real estate trading and management; and
- Property management (offices, hotels, residential, projects etc.).

The normal business cycle of the Corporation is within 12 months.

As at 30 June 2023, the Corporation had 2,879 employees (as at 31 December 2022: 2,937 employees).

As at 30 June 2023, the Parent Company had 11 direct subsidiaries, 3 indirect subsidiaries, 3 direct associates, 2 indirect associates and 1 dependent accounting unit that does not have legal status (as at 31 December 2022, the Parent Company had 11 direct subsidiaries, 3 indirect subsidiaries, 3 direct associates, 2 indirect associates and 1 dependent accounting unit that does not have legal status). Details are as in the following page:



**PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY**

**Form B 09a – DN/HN**

**1 GENERAL INFORMATION (continued)**

Name	Principal activities	30.6.2023		31.12.2022	
		Place of incorporation	Ownership %	Voting right %	Ownership %
I - Direct subsidiaries					
Petroleum General Distribution Services Joint Stock Company ("PSD")	Distribution of telecommunication and electronic equipment	Ho Chi Minh City	79.97	79.97	79.97
Mien Trung Petroleum Services and Trading Joint Stock Company ("PSMT")	Trading and rendering of services	Quang Ngai Province	99.79	99.79	99.79
PetroVietnam Assets Management Joint Stock Company ("PSA")	Operating in property management and services	Ha Noi City	71.46	71.46	71.46
Petroleum Vung Tau General Services Joint Stock Company ("PSV")	Rendering of services	Ba Ria – Vung Tau Province	70	70	70
Petroleum Offshore Trading and Services Company Limited ("POTS")	Trading and rendering of services	Ho Chi Minh City	60	60	60
Smart Convergence Joint Stock Company ("Smartcom")	Distributing equipment, electronic, components, peripheral devices and software	Ho Chi Minh City	55	55	55
Petrosetco SSG Company Limited ("PSSSG") (i)	Real estate business	Ho Chi Minh City	21.46	51	21.46
Petrosetco Retail Services Joint Stock Company ("PSR")	Retail of mobile phones	Ho Chi Minh City	72.75	75	72.75
Petroleum Logistics Service Joint Stock Company ("PSL") (ii)	Transportation support service	Ho Chi Minh City	44	66.67	44
Petroleum High Technology Products Distribution Joint Stock Company ("PHTD")	Distributing equipment, electronic components and peripheral devices	Ho Chi Minh City	51	51	51
Petroleum Saigon General Services Company Limited ("PSG") (iii)	Stopped operations and on liquidation process	Ho Chi Minh City	100	100	100

**PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY**

**Form B 09a – DN/HN**

**1 GENERAL INFORMATION (continued)**

Name	Principal activities	Place of incorporation	30.6.2023		31.12.2022	
			Ownership %	Voting right %	Ownership %	Voting right %
<b>II – Indirect subsidiaries</b>						
Binh Minh Electronics Refrigeration Joint Stock Company (“Binh Minh”)	Trading of electronic devices, refrigeration appliances and electronic household appliances	Ho Chi Minh City	73.97	92.5	73.97	92.5
Nha Trang Petroleum Services Trading Company Limited (“Nha Trang PST”)	Wholesale of solid, liquid and gaseous fuels and related products	Khanh Hoa Province	99.79	100	99.79	100
An Lac Nhon Trach Single-member Limited Liability Company (“An Lac Nhon Trach”)	Packing service for paper produc	Dong Nai province	79.97	100	79.97	100
<b>III – Direct associates</b>						
Petro Tower Limited Company	Office for lease	Ba Ria - Vung Tau Provinc Phu Yen Province	24	24	24	24
Vinh Hoa Emerald Bay International Hospitality Company Limited (iv)	Hospitality service		20	20	20	20
PEDACO Green Environment Joint Stock Company (“Pedaco”)	Wastage treatment	Binh Thuan province	48.5	48.5	48.5	48.5
<b>IV – Indirect associates</b>						
Vietecom Digital Trade and Investment Joint Stock Company (“Vietecom”) (v)	Trading of electronic components, information technology, technology transfer services and delivery services	Ha Noi City	16	20	16	20
Petro Environmental and Energy Services Joint Stock Company (“Petro”)	Manufacturing electricity	Ho Chi Minh City	27	45	27	45
<b>V – The dependent accounting unit that does not have legal status</b>						
Petroleum Industrial Material Distribution branch (“PIMD”)	Trading solid, liquid, gas fuels and related products	Ho Chi Minh City	100	100	100	100

**1 GENERAL INFORMATION (continued)**

- (i) As at 30 June 2023 and as at 31 December 2022, although the Corporation's ownership in PSSSG was only 21.46%, the Corporation had the authority to exercise its power over the financial and operational policies of PSSSG through its 51% representatives in the Board of Directors of PSSSG. Therefore, the Corporation controlled PSSSG and PSSSG was classified and presented as a subsidiary of the Corporation for the consolidation reporting purpose.
- (ii) As at 30 June 2023 and as at 31 December 2022, although the Corporation's ownership in PSL was only 44%, the Corporation had the authority to exercise its power over the financial and operational policies of PSL through its 2/3 representatives in the Board of Directors of PSL. Therefore, the Corporation controlled PSL and PSL was classified and presented as a subsidiary of the Corporation for the consolidation reporting purpose.
- (iii) Currently, PSG is under tax finalisation with the tax authorities for the dissolution purpose. In the first 6 months of 2013, PSG has had no business activities.
- (iv) According to the Resolution No. 22/DVTHDK-QD dated 9 July 2018, the Corporation agreed to contribute its capital obligation into Vinh Hoa Emerald Bay International Hospitality Company Limited with a total contribution of VND111.2 billion, accounting for 20% of the voting right and ownership. As at 30 June 2023 and 31 December 2022, the Corporation contributed VND16 billion.
- (v) Vietecom Digital Trading and Investment Joint Stock Company is in the process of carrying out dissolution procedures.



**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****2.1 Basis of preparation of interim consolidated financial statements**

The interim consolidated financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of interim consolidated financial statements. The interim consolidated financial statements have been prepared under the historical cost convention, except for investments in associates and business combinations as presented in Note 2.5.

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

**2.2 Fiscal year**

The Corporation's fiscal year is from 1 January to 31 December. The interim consolidated financial statements are prepared for the 6-month period from 1 January 2023 to 30 June 2023.

**2.3 Currency**

The interim consolidated financial statements are measured and presented in the Vietnamese Dong ("VND").

**2.4 Exchange rates**

Transactions arising in foreign currencies are translated at exchange rates ruling at the transaction dates. Foreign exchange differences arising from these transactions are recognised in the interim consolidated income statement.

Monetary assets and liabilities denominated in foreign currencies at the interim consolidated balance sheet date are respectively translated at the buying and selling exchange rates at the interim consolidated balance sheet date of the commercial banks with which the Corporation regularly trades. Foreign currencies deposited in commercial banks at the interim consolidated balance sheet date are translated at the buying exchange rate of the commercial banks where the Corporation opens its foreign currency accounts. Foreign exchange differences arising from these translations are recognised in the interim consolidated income statement.



**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.5 Basis of consolidation****Subsidiaries**

Subsidiaries are all entities over which the Corporation has the power to govern the financial and operating policies in order to gain future benefits from their activities generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Corporation controls another entity. Subsidiaries are fully interim consolidated from the date on which control is transferred to the Corporation. They are de-consolidated from the date that control ceases.

The purchase method of accounting is used to account for the acquisition of subsidiaries by the Corporation. The cost of an acquisition is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date, irrespective of the extent of any non-controlling interest.

The excess of the cost of acquisition over the fair value of the Corporation's share of the identifiable net assets acquired is recorded as goodwill. If the cost of acquisition is less than the fair value of the net assets of the subsidiaries acquired, the difference is recognised directly in the interim consolidated income statement.

Inter-company transactions, balances and unrealised gains and losses on transactions between Corporation companies are eliminated.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Corporation.

The interim financial statements of the subsidiaries are prepared for the same accounting period of the Group for the consolidation purpose. If there are differences in end dates, the gap must not exceed 3 months. Adjustments are made to reflect impacts of significant transactions and events occurring between the end dates of the subsidiaries' accounting period and that of the Group's. The length of the reporting period and differences in reporting date must be consistent between periods.

**Non-controlling transactions and interests**

The Corporation applies a policy of treating transactions with non-controlling interests ("NCI") as transactions with parties external to the Corporation.

NCI are measured at their proportionate share of the acquiree's identifiable net assets at date of acquisition.

## **2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

### **2.5 Basis of consolidation (continued)**

#### **Associates**

Associates are all entities over which the Corporation has significant influence but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting and are initially recognised at cost. The Corporation's investment in associates includes goodwill identified on acquisition, net of any accumulated impairment loss.

The Corporation's share of its associates' post-acquisition profits or losses is recognised in the interim consolidated income statement. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. When the Corporation's share of losses in an associate equal or exceeds its interest in the associate, the Corporation does not recognise further losses, unless it has incurred obligations or made payments on behalf of the associate.

Accounting policies of associates have been changed where necessary to ensure consistency with the policies adopted by the Corporation.

Unrealised gains and losses on transactions between the Corporation and its associates are eliminated to the extent of the Corporation's interest in the associates.

### **2.6 Goodwill**

Goodwill represents the excess of the cost of an acquisition over the fair value of the Corporation's share of the net identifiable assets of the acquired subsidiary or associate at the date of acquisition. Goodwill on acquisitions of subsidiaries is recognised as an asset and is amortised on a straight-line basis over its estimated period of benefit but not exceed 10 years.

Goodwill on acquisitions of investments in associates is included in the carrying amount of the investments at the date of acquisition. The Corporation does not amortise this goodwill.

On disposal of the investments in subsidiaries or associates, the attributable amount of unamortised goodwill is included in the determination of the profit or loss on the disposal.

Goodwill is tested annually for impairment and carried at cost less accumulated amortisation less accumulated impairment losses. If there is evidence that the impairment during the period is higher than the annual goodwill charge, the Corporation records the impairment immediately in the accounting period.

### **2.7 Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, cash at banks and other short-term investments with an original maturity of three months or less.



## **2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

### **2.8 Receivables**

Receivables represent trade receivables from customers arising from sales of goods and rendering of services or non-trade receivables from others and are stated at cost. Provision for doubtful debts is made for each outstanding amount based on overdue days in payment according to the initial payment commitment (exclusive of the payment rescheduling between parties), or based on the estimated loss that may arise. Bad debts are written off when identified.

Receivables are classified into short-term and long-term receivables on the interim consolidated balance sheet based on the remaining period from the interim consolidated balance sheet date to the maturity date.

### **2.9 Inventories**

Inventories are stated at the lower of cost and net realisable value. Cost is determined by the weighted average method and includes all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. Net realisable value is the estimated selling price in the normal course of business, less the estimated costs of completion and selling expenses.

The Corporation applies the periodic system for inventories.

Provision is made, where necessary, for obsolete, slow-moving and defective inventory items. The difference between the provision of this period and the provision of the previous period is recognised as an increase or decrease of cost of goods sold in the period.

### **2.10 Investments**

#### **(a) Trading securities**

Trading securities are securities which are held for trading to earn profits.

Trading securities are initially recorded at historical cost including cost of acquisition and any expenditure that is directly attributable to the acquisition. Subsequently, the Chairman reviews all outstanding investments to determine the amount of provision to recognise at the period end. The provision for diminution in value of trading securities is made when their cost is higher than their fair value. Changes in the provision balance during the accounting period are recorded as an increase or decrease in financial expenses. A reversal, if any, is made only to the extent the investment is restored to its original cost.

The Corporation recognises trading securities when it has ownership of the assets, specifically as follows: listed securities are recorded at the time of orders matching.

Profit or loss from liquidation or disposal of trading securities is recognised in the interim consolidated income statement. The costs of trading securities disposed are determined by using the moving weighted average method.

**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**2.10 Investments (continued)**

**(b) Investments held-to-maturity**

Investments held-to-maturity are investments which the Corporation has a positive intention and ability to hold until maturity.

Investments held-to-maturity include term deposits and other held-to-maturity investments. Those investments are initially accounted for at cost. Subsequently, the Chairman reviews all outstanding investments to determine the amount of provision to recognise at the period end.

Provision for diminution in value of investments held-to-maturity is made when there is evidence that the investment is uncollectible in whole or in part. Changes in the provision balance during the accounting period are recorded as an increase or decrease in financial expenses. A reversal, if any, is made only to the extent the investment is restored to its original cost.

Investments held to maturity are classified into short-term and long-term investments held to maturity on the interim consolidated balance sheet based on remaining period from the interim interim consolidated balance sheet date to the maturity date.

**(c) Investments in other entities**

Investments in other entities are investments in equity instruments of other entities without controlling rights or co-controlling rights, or without significant influence over the investee. These investments are accounted for initially at cost. Subsequently, the Chairman reviews all outstanding investments to determine the amount of provision to recognise at the period end.

Provision for investments in other entities is made when there is a diminution in value of the investments at the period end. Provision for investments in other entities is made when there is a diminution in value of the investments at the period end. It is calculated based on market value if market value can be determined reliably. If market value cannot be determined reliably, the provision for investments in other entities is calculated based on the loss of investees.

Changes in the provision balance during the accounting period are recorded as an increase or decrease in financial expenses. A reversal, if any, is made only to the extent the investment is restored to its original cost.



**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.11 Fixed assets***Tangible and intangible fixed assets*

Fixed assets are stated at historical cost less accumulated depreciation or amortisation. Historical cost includes any expenditure that is directly attributable to the acquisition of the fixed assets bringing them to suitable conditions for their intended use. Expenditure which is incurred subsequently and has resulted in an increase in the future economic benefits expected to be obtained from the use of fixed assets, can be capitalised as an additional historical cost. Otherwise, such expenditure is charged to the interim consolidated income statement when incurred in the period.

*Depreciation and amortisation*

Fixed assets are depreciated and amortised using the straight-line method to write off the depreciable amount of the fixed assets over their estimated useful lives. Depreciable amount equals to the historical cost of fixed assets recorded in the interim consolidated financial statements minus (-) the estimated disposal value of such assets. The principal annual rates of each asset class are as follows:

Buildings and structures	2% - 20%
Machinery and equipment	5% - 50%
Motor vehicles	10% - 17%
Office equipment	20% - 33%
Computer software	33%

Land use rights granted by the State for which land use fees are collected, land use rights acquired in a legitimate transfer, and prepaid land use rights obtained under land rental contracts which are effective before the effective date of land law 2003 (ie. 1 July 2004) and which land use right certificates are granted.

Definite land use rights are stated at costs less accumulated amortisation. Costs of land use rights consists of its purchased prices and any directly attributable costs in obtaining the land use rights. Land use rights are amortised using the straight-line basis over the terms of the land use right certificates.

Indefinite land use rights are stated at costs and not amortised.

*Disposals*

Gains or losses on disposals are determined by comparing net disposal proceeds with the carrying amount of the fixed assets and are recognised as income or expense in the interim consolidated income statement.

*Construction in progress*

Construction in progress represents the cost of assets in the course of installation or construction for production, rental or administrative purposes, or for purposes not yet determined, which are recorded at cost and are comprised of such necessary costs to newly construct, to repair and maintain, to upgrade, to renew, or to equip the projects with technologies as construction costs, costs of tools and equipments, compensation and resettlement costs, project management expenditure, construction consulting expenditure, and capitalised borrowing costs for qualifying assets in accordance with the Corporation's accounting policy. Depreciation of these assets, on the same basis as other fixed assets, commences when the assets are ready for their intended use.

**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.12 Operating leases**

Leases where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the interim consolidated income statement on a straight-line basis over the term of the lease.

**2.13 Investment properties**

The historical cost of an investment property represents the amount of cash or cash equivalents paid or the fair value of other consideration given to acquire the investment property at the time of its acquisition or completion of construction. Expenditure incurred subsequently which has resulted in an increase in the expected future economic benefits from the use of investment properties can be capitalised as an additional historical cost. Otherwise, such expenditure is charged to the interim consolidated income statement when incurred in the period.

*Depreciation and amortisation*

Investment properties held for lease are depreciated on straight-line basis to write off the depreciable amount of the assets over their estimated useful lives. Depreciable amount equals to the historical cost of assets recorded in the interim financial statements minus (-) the estimated disposal value of such assets. The principal annual rates of each asset class are as follows:

Plant and buildings	2% - 33%
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*Disposals*

Gains or losses on disposals are determined by comparing net disposal proceeds with the carrying amount of the fixed assets and are recognised as income or expense in the interim consolidated income statement.

**2.14 Prepaid expenses**

Prepaid expenses include short-term and long-term prepayments on the interim consolidated balance sheet. Short-term prepaid expenses reflect prepayments for services; or tools that do not meet the recognition criteria for fixed assets; ... for a period not exceeding 12 months or a business cycle from the date of prepayments. Long-term prepaid expenses reflect prepayments for services; or tools that do not meet the recognition criteria for fixed assets; ... for a period exceeding 12 months or more than one business cycle from the date of prepayments. Prepaid expenses are recorded at historical cost and allocated on a straight-line basis over their estimated useful lives.

Prepayments for land rental contracts which are not recorded as intangible assets as described in Note 2.11 are recorded as prepaid expenses and allocated using the straight-line basis over the prepaid lease term.



## **2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

### **2.15 Payables**

Classifications of payables are based on their nature as follows:

- Trade accounts payable are trade payables arising from purchase of goods and services; and
- Other payables are non-trade payables and payables not relating to purchases of goods and services.

Payables are classified into short-term and long-term payables on the interim consolidated balance sheet based on the remaining period from the interim consolidated balance sheet date to the maturity date.

### **2.16 Borrowing**

Borrowings include borrowings from banks.

Borrowings are classified into short-term and long-term borrowings on the interim consolidated balance sheet based on their remaining terms from the interim consolidated balance sheet date to the maturity date.

Borrowing costs are recognised in the interim consolidated income statement when incurred.

### **2.17 Accrued expenses**

Accrued expenses include liabilities for goods and services received in the period but not yet paid due to pending invoices or insufficient records and documents. Accrued expenses are recorded as expenses in the reporting period.

### **2.18 Provisions**

Provisions are recognised when the Corporation has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation and the amount has been reliably estimated. Provision is not recognised for future operating losses.

Provisions are measured at the expenditures expected to be required to settle the obligation. If the time value of money is material, provision will be measured at the present value using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as a financial expense. Changes in the provision balance during the accounting period are recorded as an increase or decrease in operating expenses.

**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.19 Provision for severance allowances**

In accordance with Vietnamese labour laws, employees of the Group who have worked regularly for full 12 months or longer are entitled to a severance allowance. The working period used for the calculation of severance allowance is the period during which the employee actually works for the Group less the period during which the employee participates in the unemployment insurance scheme in accordance with the labour regulations and the working period for which the employee has received severance allowance from the Group.

The severance allowance is accrued at the end of the reporting period on the basis that each employee is entitled to half of an average monthly salary for each working year. The average monthly salary used for calculating the severance allowance is the employee contract's average salary for the six-month period prior to the interim consolidated balance sheet date.

This allowance will be paid as a lump sum when employees terminate their labour contracts in accordance with current regulations.

**2.20 Unearned revenue**

Unearned revenue mainly comprises the amounts that customers have paid in advance for one or many accounting periods for asset leases. The Corporation records unearned revenue for the future obligations that the Corporation has to fulfill. Unearned revenue will be recognised as revenue in the interim consolidated income statement to the extent that recognition criteria have been met.

**2.21 Capital and reserves****(a) Owners' capital**

Owners' capital is recorded according to the actual amounts contributed at the par value of the share.

**(b) Share premium**

Share premium is the difference between the par value and the issue price of shares and the difference between the repurchase price and re-issuing price of treasury shares.

**(c) Owners' other capital**

Owners' other capital reflects other capital of owners at the reporting date.

**(d) Treasury shares**

Treasury shares brought before the effective date of the Securities Law (ie. 1 January 2021) are shares issued by the Company and bought back by itself, but these are not cancelled and may be re-issued subsequently in accordance with the Law on Securities.

Treasury shares brought after 1 January 2021 will be cancelled and adjusted to reduce equity.

**(e) Undistributed earnings**

Undistributed earnings record the Corporation's interim consolidated results after CIT at the reporting date.



## 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

### 2.22 Appropriation of profit

The Group's dividends are recognised as a liability in the interim consolidated financial statements in the period in which the dividends are approved by the General Meeting of shareholders.

Net profit after CIT could be distributed to shareholders after approval at a General Meeting of shareholders, and after appropriation to other funds in accordance with the Group's charter and Vietnamese regulations.

The Corporation's funds are as below:

#### (a) Investment and development fund

The investment and development fund is appropriated from net profit after BIT of the Corporation and approved by shareholders in the Annual General Meeting of Shareholders. This fund is used for expanding and developing the business of the Corporation.

#### (b) Bonus and welfare fund

The bonus and welfare fund is appropriated from the Corporation's net profit after BIT and subject to shareholders' approval in the Annual General Meeting of Shareholders. This fund is presented as a liability on the interim consolidated balance sheet. This fund is used for rewarding and encouraging, enhancing the physical and mental well-being of the employees.

### 2.23 Revenue recognition

#### (a) Revenue from sales of goods

Revenue from sale of goods is recognised in the interim consolidated income statement when all five (5) following conditions are satisfied:

- The Corporation has transferred to the buyer the significant risks and rewards of ownership of the goods;
- The Corporation 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 Corporation; and
- The costs incurred or to be incurred in respect of the transaction can be measured reliably.

No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due or the possible return of goods.

Revenue is recognised in accordance with the "substance over form" principle and allocated to each sale obligation. In cases where the Corporation gives promotional goods to customers associated with their purchases, the Corporation allocates the total considerations received between goods sold and promotional goods. The cost of promotional goods is recognised as cost of goods sold in the interim consolidated income statement.

**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**2.23 Revenue recognition (continued)**

**(b) Revenue from rendering of services**

Revenue from rendering of services is recognised in the interim consolidated income statement when the services are rendered, by reference to completion of the specific transaction assessed on the basis of the actual service provided as a proportion of the total services to be provided. Revenue from rendering of services is only recognised when all four (4) following conditions are satisfied:

- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Corporation;
- The percentage of completion of the transaction at the interim consolidated balance sheet date can be measured reliably; and
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

**(c) Revenue from rendering of operating lease services**

Revenue from rendering of operating lease services is recognised in the interim consolidated income statement on a straight-line basis over the lease term.

**(d) Interest income**

Interest income is recognised on the basis of the actual time and interest rates for each period when both conditions are simultaneously satisfied:

- (a) It is probable that economic benefits will be generated; and
- (b) Income can be measured reliably.

**(e) Income from dividend paid/profit shared**

Income from dividend paid/profit shared is recognised when the Corporation has established the receiving right from investees.

**(f) Allocation of gas cylinders deposits**

Gas cylinders deposits received from customers are allocated into the interim consolidated income statement on a straight-line basis over 10 years, which is in line with allocation of the long-term prepayments of gas cylinders (Note 2.14), following Circular No. 118/2010/TT-BTC dated 10 August 2010 issued by the Ministry of Finance – *Guidance on the financial and taxation regimes to entities trading liquefied petroleum gas*.

**2.24 Sales deductions**

Sales deductions include trade discounts, sales returns and allowances. Sales deductions incurred in the same period of the related revenue from sales of products, goods and rendering of services are recorded as deduction of revenue of that period.

Sales deductions for sales of the products, goods or sales of services which are sold in the period, but are incurred after the interim consolidated balance sheet date but before the issuance of the interim consolidated financial statements are recorded as deduction of revenue of the period.



**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**2.25 Cost of goods sold and services rendered**

Cost of goods sold and services rendered are the cost of finished goods, merchandise, materials sold or services rendered during the period, and recorded on the basis of matching with revenue and on a prudent basis.

**2.26 Financial expenses**

Financial expenses are expenses incurred in the period for financial activities including expenses or losses relating to financial investment activities; expenses of borrowing; losses from trading of securities; provision for diminution in value of investments; losses from foreign exchange differences and payment discounts.

**2.27 Selling expenses**

Selling expenses represent expenses that are incurred in the process of selling goods, and rendering of services.

**2.28 General and administration expenses**

General and administration expenses represent expenses that are incurred for administrative purposes.

**2.29 Current and deferred income tax**

Income tax includes all income tax which is based on taxable profits. Income tax expense comprises current tax expense and deferred tax expense.

Current income tax is the amount of income taxes payable or recoverable in respect of the current period taxable profits at the current period tax rates. Current and deferred income tax should be recognised as an income or an expense and included in the profit or loss of the period, except to the extent that the tax arises from a transaction or event which is recognised, in the same or a different period, directly in equity.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the interim consolidated financial statements. Deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of occurrence affects neither the accounting nor the taxable profit or loss. Deferred income tax is determined at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted by the interim consolidated balance sheet date.

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****2.30 Related parties**

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Corporation, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Corporation. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Corporation that gives them significant influence over the Corporation, key management personnel, including Chairman and members of the Board of Directors, the Board of Management of the Corporation and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering its relationships with each related party, the Corporation considers the substance of the relationships, not merely the legal form.

**2.31 Segment reporting**

A segment is a component which can be separated by the Corporation engaged in sales of goods or rendering of services ("business segment"), or sales of goods or rendering of services within a particular economic environment ("geographical segment"). Each segment is subject to risks and returns that are different from those of other segments. A reportable segment is the Corporation's business segment.

Segment information is prepared and presented in accordance with the accounting policies applicable to the preparation and presentation of the interim consolidated financial statements of the Corporation for the purpose of enabling users of the at the end of the period to understand and evaluate the operation of the Corporation in a comprehensive manner.

**2.32 Critical accounting estimates**

The preparation of interim consolidated financial statements in conformity with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of interim consolidated financial statements requires the Chairman 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 interim consolidated financial statements and the reported amounts of revenues and expenses during the period.

Such estimates and assumptions are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a interim financial impact on the Corporation and that are believed to be reasonable under the circumstances by the Chairman.

**3 CASH AND CASH EQUIVALENTS**

	30.6.2023 VND	31.12.2022 VND
Cash on hand	12,101,229,850	13,770,317,500
Cash at bank	500,028,844,013	567,471,600,527
Cash equivalents (*)	358,780,000,000	511,450,000,000
	<u>870,910,073,863</u>	<u>1,092,691,918,027</u>

(\*) As at 30 June 2023, cash equivalents are deposits in Vietnam Dong with original terms not exceeding 3 months at commercial banks and earning average interest rate from 3.1% per annum to 7.8% per annum (as of 31 December 2022: from 4.6% per annum to 6.0% per annum).



**PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY**

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**4 INVESTMENTS**

**(a) Trading securities**

	As at 30.6.2023			As at 31.12.2022		
	Cost VND	Fair value VND	Provision VND	Cost VND	Fair value VND	Provision VND
<b>Listed shares</b>						
Vietnam Container Shipping Joint Stock Corporation ("VSC")	155,000,000,000	177,750,000,000	-	-	-	-
Vietnam Commercial Joint Stock Export Import Bank ("EIB")	10,850,737,837	11,203,000,000	-	5,116,701,255	5,310,500,000	-
DABACO Group Joint Stock Company ("DBC")	-	-	-	3,625,793,459	3,525,000,000	-
Others	-	-	-	1,887,964,156	797,164,000	(856,545,694)
	<u>165,850,737,837</u>	<u>188,953,000,000</u>	<u>-</u>	<u>10,630,458,870</u>	<u>9,632,664,000</u>	<u>(856,545,694)</u>

At as 30 June 2023 and 31 December 2022, the fair value was determined based on the closing price of listed shares on the Ho Chi Minh and Ha Noi Stock Exchanges of the nearest date from the interim consolidated balance sheet date and quantity of shares held by the Corporation.

**(b) Investments held-to-maturity**

**i. Short-term**

As at 30 June 2023, the balance represents term deposits represented bank deposits in VND with original terms exceeding 3 months but the remaining maturity not exceeding 12 months, earning interest at the average rates from 2.5% per annum to 11.5% per annum (as at 31 December 2022: from 2.5% per annum to 11% per annum).

As at 30 June 2023, a term deposit of VND 135 billion was used as collateral for loans of Smart Convergence Joint Stock Company, a subsidiary of the Corporation. company (as at 31 December 2022: VND 310 billion) (Note 22).

**ii. Long-term**

As at 30 June 2023, the balance represents the value of deposits in Vietnam Dong with remaining terms of more than 12 months at commercial banks and earning an average interest rate of 4.9% per annum to 7.3% per annum (as of 31 December 2022: from 4% per annum to 7% per annum).

**PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY**

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**4 INVESTMENTS (continued)**

**(c) Investments in associates**

Details of investments in associates are presented as follows:

	As at 30.6.2023				As at 31.12.2022			
	Cost VND	Book value VND	Fair value VND	Provision VND	Cost VND	Book value VND	Fair value VND	Provision VND
Petro Tower Limited Company	14,359,957,249	13,606,119,708	(*)	-	14,359,957,249	13,606,119,708	(*)	-
Vietecom Digital Trade and Investment Joint Stock Company	853,268,080	-	(*)	-	853,268,080	-	(*)	-
Vinh Hoa Emerald Bay International Hospitality Company Limited	16,000,000,000	16,000,000,000	(*)	-	16,000,000,000	16,000,000,000	(*)	-
Petro Environmental and Energy Services Joint Stock Company	9,000,000,000	9,000,000,000	(*)	-	9,000,000,000	9,000,000,000	(*)	-
PEDACO Green Environment Joint Stock Company	77,842,500,000	71,456,033,105	(*)	-	77,842,500,000	72,309,866,380	(*)	-
	118,055,725,329	110,062,152,813		-	118,055,725,329	110,915,986,088		-

(\*) As at 30 June 2023 and 31 December 2022, the Group had not determined the fair value of these investments to disclose in the interim consolidated financial statements because they do not have listed prices. The fair value of such investments may be different from their book value.

Movements in investments in associates are as follows:

	For the six-month period ended 30.6.2023 VND	For the year ended 31.12.2022 VND
Beginning of the year	110,915,986,088	116,576,659,708
Losses sharing in associates	(853,833,275)	(5,660,673,620)
End of the period/year	110,062,152,813	110,915,986,088



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**4 INVESTMENTS (continued)**  
**(d) Investments in other entities**

Details of investments in other entities were presented as follows:

	As at 30.6.2023			As at 31.12.2022		
	Cost VND	Fair value VND	Provision VND	Cost VND	Fair value VND	Provision VND
PetroVietnam Central Biofuels Joint Stock Company	2,000,000,000	(*)	(2,000,000,000)	2,000,000,000	(*)	(2,000,000,000)
Vietnam Coolpad Co., Ltd	20,160,000,000	(*)	(20,160,000,000)	20,160,000,000	(*)	(20,160,000,000)
Vietnam - Korea Petroleum Industrial Gas Joint Stock Company	305,000,000	(*)	(244,153,615)	305,000,000	(*)	(206,834,272)
	<u>22,465,000,000</u>		<u>(22,404,153,615)</u>	<u>22,465,000,000</u>		<u>(22,366,834,272)</u>

Movements in investments in provision for long-term investments were as follows:

	For the six-month period ended 30.6.2023 VND	For the year ended 31.12.2022 VND
Beginning of the year	22,366,834,272	22,366,834,272
Increase in the period/year	37,319,343	-
End of the period/year	<u>22,404,153,615</u>	<u>22,366,834,272</u>

As at 30 June 2023 and 31 December 2022, the Group had not determined the fair value of these investments for disclose in the interim consolidated financial statements because they do not have listed prices. The fair value of such investments may be different from their book value.

**5 SHORT-TERM TRADE ACCOUNTS RECEIVABLE**

	<b>30.6.2023</b> <b>VND</b>	<b>31.12.2022</b> <b>VND</b>
Third parties	2,051,068,189,469	1,894,515,919,915
Related parties (Note 39(b))	173,994,440,154	181,244,983,640
	<u>2,225,062,629,623</u>	<u>2,075,760,903,555</u>

As at 30 June 2023 and 31 December 2022, there were no third-party customers who had a balance accounting for 10% or more of the total balance of short-term trade accounts receivable.

As at 30 June 2023 and 31 December 2022, the balances of short-term trade accounts receivable which were past due were reviewed and made provision for doubtful debts as presented in Note 8.

**6 SHORT-TERM PREPAYMENTS TO SUPPLIERS**

	<b>30.6.2023</b> <b>VND</b>	<b>31.12.2022</b> <b>VND</b>
Global Consulting and Mechanical Services LLC	68,907,072,057	79,376,752,057
HMD Global Oy	42,536,177,928	-
Tecno Mobile Limited	26,930,891,437	-
Others	39,720,354,504	36,855,490,270
	<u>178,094,495,926</u>	<u>116,232,242,327</u>

**7 OTHER RECEIVABLES**

**(a) Short-term**

	<b>30.6.2023</b> <b>VND</b>	<b>31.12.2022</b> <b>VND</b>
<b>Related parties (Note 39(b))</b>	<b>172,993,769</b>	<b>466,468,014</b>
Others	172,993,769	466,468,014
<b>Third parties</b>	<b>252,422,500,610</b>	<b>206,111,894,817</b>
Supporting receivable from suppliers	187,103,295,606	149,958,113,436
Receivables from interest income	31,059,461,140	13,121,056,748
Others	34,259,743,864	43,032,724,633
	<u>252,595,494,379</u>	<u>206,578,362,831</u>

**(b) Long-term**

As at 30 June 2023 and 31 December 2022, the balances of other receivables are long-term deposits.

As at 30 June 2023 and 31 December 2022, the balances of other receivables which were past due were reviewed and made provision for doubtful debts (Note 8).



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**8 DOUBTFUL DEBTS – SHORT-TERM**

<b>As at 30.6.2023</b>				
	<b>Cost VND</b>	<b>Recoverable amount VND</b>	<b>Provision VND</b>	<b>Number of overdue days</b>
Receivables from sales of telecommunications equipment	136,482,661,562	-	(136,482,661,562)	Over 3 years
Receivables from supporting of suppliers	79,849,349,317	-	(79,849,349,317)	Over 3 years
Others	164,275,983,347	23,396,522,924	(140,879,460,423)	Over 6 months
	<u>380,607,994,226</u>	<u>23,396,522,924</u>	<u>(357,211,471,302)</u>	
<b>As at 31.12.2022</b>				
	<b>Cost VND</b>	<b>Recoverable amount VND</b>	<b>Provision VND</b>	<b>Number of overdue days</b>
Receivables from sales of telecommunications equipment	136,482,661,562	-	(136,482,661,562)	Over 3 years
Receivables from supporting of suppliers	79,849,349,317	-	(79,849,349,317)	Over 3 years
Others	173,752,194,110	26,084,597,997	(147,667,596,113)	Over 6 months
	<u>390,084,204,989</u>	<u>26,084,597,997</u>	<u>(363,999,606,992)</u>	

**9 INVENTORIES**

	As at 30.6.2023		As at 31.12.2022	
	Cost VND	Provision VND	Cost VND	Provision VND
Goods in transit	277,046,457,282	-	128,286,042,614	-
Raw materials	3,196,932,015	-	4,342,717,122	-
Tools and supplies	3,670,778,929	-	2,884,821,509	-
Merchandise	1,207,266,506,728	(42,539,859,622)	2,314,565,690,562	(56,371,866,520)
Goods on consignment	1,885,101,256	-	24,879,688,065	-
	<u>1,493,065,776,210</u>	<u>(42,539,859,622)</u>	<u>2,474,958,959,872</u>	<u>(56,371,866,520)</u>

**10 PREPAID EXPENSES**

**(a) Short-term**

	30.6.2023 VND	31.12.2022 VND
Payment guarantees expense	12,462,303,873	15,270,118,167
Others	13,164,669,965	9,091,344,323
	<u>25,626,973,838</u>	<u>24,361,462,490</u>

**(b) Long-term**

	30.6.2023 VND	31.12.2022 VND
Prepaid operating lease	127,542,497,759	129,295,556,249
Prepaid gas cylinders	73,998,068,283	82,489,587,090
Others	19,254,625,004	14,641,913,467
	<u>220,795,191,046</u>	<u>226,427,056,806</u>



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11 FIXED ASSETS

(a) Tangible fixed assets

	Buildings and structures VND	Machinery and equipment VND	Motor vehicles VND	Office equipment VND	Total VND
<b>Historical cost</b>					
As at 1 January 2023	102,615,125,182	109,097,466,521	149,384,150,056	18,376,790,311	379,473,532,070
New purchases	-	502,529,091	10,200,116,001	31,500,000	10,734,145,092
Disposals	-	-	(752,030,000)	-	(752,030,000)
As at 30 June 2023	102,615,125,182	109,599,995,612	158,832,236,057	18,408,290,311	389,455,647,162
<b>Accumulated depreciation</b>					
As at 1 January 2023	75,621,447,097	85,540,649,690	104,938,549,504	14,699,036,587	280,799,682,878
Charge for the period	3,935,159,114	2,842,141,769	6,415,770,231	717,242,693	13,910,313,807
Disposals	-	-	(734,887,152)	-	(734,887,152)
As at 30 June 2023	79,556,606,211	88,382,791,459	110,619,432,583	15,416,279,280	293,975,109,533
<b>Net book value</b>					
As at 1 January 2023	26,993,678,085	23,556,816,831	44,445,600,552	3,677,753,724	98,673,849,192
As at 30 June 2023	23,058,518,971	21,217,204,153	48,212,803,474	2,992,011,031	95,480,537,629

The historical cost of fully depreciated tangible fixed assets but still in use as at 30 June 2023 was VND192 billion (as at 31 December 2022: VND185 billion).

## 11 FIXED ASSETS (continued)

## (b) Intangible fixed assets

	Land use rights VND	Software VND	Total VND
<b>Historical cost</b>			
As at 1 January 2023	172,812,781,739	10,269,144,859	<b>183,081,926,598</b>
New purchases	-	35,000,000	<b>35,000,000</b>
As at 30 June 2023	<u>172,812,781,739</u>	<u>10,304,144,859</u>	<u><b>183,116,926,598</b></u>
<b>Accumulated amortisation</b>			
As at 1 January 2023	3,182,402,537	6,092,551,152	<b>9,274,953,689</b>
Charge for the period	-	557,873,027	<b>557,873,027</b>
As at 30 June 2023	<u>3,182,402,537</u>	<u>6,650,424,179</u>	<u><b>9,832,826,716</b></u>
<b>Net book value</b>			
As at 1 January 2023	<u>169,630,379,202</u>	<u>4,176,593,707</u>	<u><b>173,806,972,909</b></u>
As at 30 June 2023	<u>169,630,379,202</u>	<u>3,653,720,680</u>	<u><b>173,284,099,882</b></u>

The historical cost of fully amortised intangible fixed assets but still in use as at 30 June 2023 was VND4.5 billion (as at 31 December 2022: VND4.89 billion).

As at 30 June 2023 and 31 December 2022, land use right at No. 274 Xo Viet Nghe Tinh street, Ward 25, Binh Thanh District, Ho Chi Minh City were pledged with banks as collateral assets for borrowings granted to the Corporation (Note 22).



**12 INVESTMENT PROPERTIES**

**Buildings  
VND**

**Historical cost**

As at 1 January 2023 and 30 June 2023 852,074,158,578

**Accumulated depreciation**

As at 1 January 2023 258,725,803,703

Charge for the period 19,880,409,756

As at 30 June 2023 278,606,213,459

**Net book value**

As at 1 January 2023 593,348,354,875

As at 30 June 2023 573,467,945,119

Investment properties mainly included the buildings and structures related to the living quarters of Nghi Son Refinery and Petrochemical Complex project ("Nghi Son Project") being constructed and held for lease by the Parent Company.

As at 30 June 2023 and 31 December 2022, all investment properties were pledged as collateral assets for the Corporation's borrowings (Note 22).

For six-month period ended 30 June 2023, revenue from investment properties is VND46,607,690,288 (for six-month period ended 30 June 2022: VND46,651,056,127). Direct expenses (including tools and supplies, utilities and management fee) incurred from investment properties relating to revenue for six-month period ended 30 June 2023 are VND14,955,822,374 (for six month period ended 30 June 2022: VND10,643,825,317).

The Corporation was unable to collect sufficient information of similar properties as a basis for fair value comparison, therefore fair value of the investment properties as at 30 June 2023 was not disclosed in the interim consolidated financial statements. However, given the occupancy rate of these properties, in the view of the Chairman, the market value of these properties is higher than the net book values at the interim consolidated balance sheet date.

**13 CONSTRUCTION IN PROGRESS**

	<b>30.6.2023 VND</b>	<b>31.12.2022 VND</b>
Cape Pearl Project	37,509,649,278	37,509,649,278
Others	806,632,906	806,632,906
	<u>38,316,282,184</u>	<u>38,316,282,184</u>

**14 GOODWILL**

**30.6.2023  
VND**

**Historical cost**

As at 1 January 2023 and 30 June 2023 19,125,000,000

**Accumulated depreciation**

As at 1 January 2023 13,003,470,000

Charge in the period 765,191,250

As at 30 June 2023 13,768,661,250

**Net book value**

As at 1 January 2023 6,121,530,000

As at 30 June 2023 5,356,338,750

**15 SHORT-TERM TRADE ACCOUNTS PAYABLE**

**30.6.2023  
VND**

**31.12.2022  
VND**

Third parties

Apple Vietnam Limited Liability Company 727,503,233,560 755,105,026,055

Others 459,570,275,769 607,238,622,091

Related parties (Note 40(b)) 162,428,341,471 384,821,049,970

1,349,501,850,800 1,747,164,698,116

As at 30 June 2023 and 31 December 2022, the Chairman believed that the Corporation was able to fully repay all short-term trade accounts payable as and when they fall due. There was no balance of short-term trade accounts payable which was past due.

**16 SHORT-TERM ADVANCES FROM CUSTOMERS**

**30.6.2023  
VND**

**31.12.2022  
VND**

Third parties 11,046,262,100 6,429,675,561

Related parties (Note 39(b)) 38,928,571,395 75,677,283,602

49,974,833,495 82,106,959,163

As at 30 June 2023 and 31 December 2022, there was no third-party customer who had a balance accounting for 10% or more of the total balance of short-term advances from customers.



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**17 TAXES AND OTHER RECEIVABLES FROM/PAYABLES TO THE STATE (continued)**

Movements of taxes and other receivables from/payables to the State were as follows:

		As at 1.1.2023 VND	Receivable/payable during the period VND	Payment during the period VND	Net off during the period VND	As at 30.6.2023 VND
(a)	<b>Receivables</b>					
	VAT to be reclaimed	353,402,047,497	1,271,569,607,747	-	(1,353,171,943,067)	271,799,712,177
	CIT	3,338,047,499	-	-	(100,000,000)	3,238,047,499
	Others	1,491,623,555	193,801,301	(85,177,214)	-	1,600,247,642
		<u>358,231,718,551</u>	<u>1,271,763,409,048</u>	<u>(85,177,214)</u>	<u>(1,353,271,943,067)</u>	<u>276,638,007,318</u>
(b)	<b>Payables</b>					
	CIT	9,519,776,906	18,840,482,063	(19,385,607,942)	(100,000,000)	8,874,651,027
	VAT	8,101,531,882	1,521,774,758,923	(138,376,385,275)	(1,353,171,943,067)	38,327,962,463
	Personal income tax	4,772,956,026	17,563,977,386	(21,751,253,721)	-	585,679,691
	Others	-	13,952,622,606	(13,952,622,606)	-	-
		<u>22,394,264,814</u>	<u>1,572,131,840,978</u>	<u>(193,465,869,544)</u>	<u>(1,353,271,943,067)</u>	<u>47,788,293,181</u>

**18 PAYABLE TO EMPLOYEES**

As at 30 June 2023 and 31 December 2022, the balance represented salaries and bonuses payable to employees of the Company.

**19 SHORT-TERM ACCRUED EXPENSES**

	<b>30.6.2023 VND</b>	<b>31.12.2022 VND</b>
Interest expense	30,390,988,059	5,672,941,018
Others	18,112,472,203	22,517,645,214
	<u>48,503,460,262</u>	<u>28,190,586,232</u>

**20 SHORT-TERM UNEARNED REVENUE**

As at 30 June 2023 and 31 December 2022, the balance mainly includes interest income received in advance from bank deposits.

**21 OTHER PAYABLES**

**(a) Short-term**

	<b>30.6.2023 VND</b>	<b>31.12.2022 VND</b>
L/C credit account payables (*)	1,684,938,504,177	1,018,980,988,218
Payable for sales supports	149,321,424,078	128,633,454,196
Dividend payable (Note 23)	22,493,619,448	17,378,195,277
Others	82,352,836,379	52,881,211,978
	<u>1,939,106,384,082</u>	<u>1,217,873,849,669</u>
In which:		
Third parties	1,918,001,874,604	1,204,004,306,932
Related parties (Note 39(b))	21,104,509,478	13,869,542,737
	<u>1,939,106,384,082</u>	<u>1,217,873,849,669</u>

(\*) The balance represents the letter of credit payable from entering UPAS Letter Credit services at a commercial bank to pay the supplier within 1 year and bear interest.



**21 OTHER PAYABLES (continued)**

**(b) Long-term**

	<b>30.6.2023</b> <b>VND</b>	<b>31.12.2022</b> <b>VND</b>
Gas cylinders deposits	21,322,989,811	23,711,892,186
Others	15,252,350,417	13,405,196,173
	<u>36,575,340,228</u>	<u>37,117,088,359</u>
In which:		
Third parties	34,178,323,619	35,257,569,813
Related parties (Note 39(b))	2,397,016,609	1,859,518,546
	<u>36,575,340,228</u>	<u>37,117,088,359</u>

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**22 BORROWINGS**

**(a) Short-term**

Short-term borrowings represented outstanding bank borrowings. Details were as follows:

**Bank loans**

		30.6.2023 VND	31.12.2022 VND
Bank for Investment and Development of Vietnam Joint Stock Commercial Bank for Foreign Trade of Vietnam	Mortgage and guarantee from the Corporation Mortgage and guarantee from the Corporation	1,309,159,997,481	687,476,290,044
HSBC Bank Vietnam Limited	Guarantee from the Corporation and guarantee from Petroleum High Technology Products Distribution Joint Stock Company ("PHTD") Mortgage and guarantee from the Corporation	1,185,894,628,915	1,013,228,894,498
Vietnam Joint Stock Commercial Bank for Industry and Trade	Mortgage and guarantee from the Corporation	508,351,924,563	737,675,342,442
Military Commercial Joint Stock Bank	Mortgage	491,020,157,154	452,342,553,744
Kasikorn bank	Note 22(b)	312,325,513,356	38,864,898,148
Shinhan Commercial Bank	Mortgage	184,927,556,000	-
Vietnam International Commercial Joint Stock Bank	Mortgage	65,221,697,808	65,221,697,808
Vietnam Prosperity Joint Stock Commercial Bank	Mortgage	16,246,351,535	134,540,938,032
Vietnam Export Import Commercial Joint Stock Bank	Mortgage	14,778,098,500	104,154,594,500
		-	393,161,051,408
		<u>4,087,925,925,312</u>	<u>3,626,666,260,624</u>



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**22 BORROWINGS (continued)**

**(a) Short-term (continued)**

As at 30 June 2023, collateral assets of these borrowings were as follows:

- Guarantee commitments of the Parent Company for its subsidiaries' borrowings with total the value of VND4,605 billion (as at 31 December 2022: VND5,055 billion);
- A deposit with an amount of VND135 billion (as at 31 December 2022: VND310 billion) (Note 4); and
- Land use rights at No. 274, Xo Viet Nghe Tinh Street, Ward 25, Binh Thanh District, Ho Chi Minh City (Note 11(b)).

Borrowings from banks were made in the forms of credit limit contracts or letters of credit and were to finance for the working capital of the Corporation's business operations. The interest rates were announced by the banks at drawdown dates or adjusted from time to time which were announced by the banks. Movements of short-term bank borrowings during the period were as follows:

	As at 1.1.2023 VND	Increase VND	Decrease VND	Reclassification VND	As at 30.6.2023 VND
Short-term borrowings	3,561,444,562,816	7,399,944,881,423	(6,938,685,216,735)	-	4,022,704,227,504
Current portion of long-term loan	65,221,697,808	-	(32,610,848,904)	32,610,848,904	65,221,697,808
	<u>3,626,666,260,624</u>	<u>7,399,944,881,423</u>	<u>(6,971,296,065,639)</u>	<u>32,610,848,904</u>	<u>4,087,925,925,312</u>

**(b) Long-term**

	As at 1.1.2023 VND	Increase VND	Decrease VND	Current portion of long-term borrowing VND	As at 30.6.2023 VND
Shinhan Bank	76,091,980,774	-	-	(32,610,848,904)	43,481,131,870

The loan with Shinhan Bank Vietnam Ltd. has a credit limit of VND217.8 billion and bears a fixed interest rate of 7.8% per annum. This loan is used to finance the investment of Nghi Son Project. This loan has a term until 2 February 2025 and is secured by assets formed from Nghi Son Project (Note 12) rights arising from the land lease contract, receivables and arising rights under the lease contract at Nghi Son Project.

**23 DIVIDENDS**

	<b>30.6.2023 VND</b>	<b>31.12.2022 VND</b>
Beginning of year	17,378,195,277	23,690,320,623
Dividends payable during the period/year (Note 27)	5,739,955,200	23,898,249,135
Dividends paid	(624,531,029)	(30,210,374,481)
End of period/year	<u>22,493,619,448</u>	<u>17,378,195,277</u>

**24 DEFERRED INCOME TAX**

Deferred income tax assets and deferred income tax liabilities are offsetting when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income taxes relate to the same taxation authority.

**(a) Details of deferred income tax assets**

	<b>30.6.2023 VND</b>	<b>31.12.2022 VND</b>
Tax losses not yet utilised	<u>3,542,577,936</u>	<u>-</u>

**(b) Details of deferred income tax liabilities**

	<b>30.6.2023 VND</b>	<b>31.12.2022 VND</b>
Deductible temporary differences	<u>3,170,171,110</u>	<u>3,300,000,000</u>

Deferred income tax liabilities were mainly arisen from the temporary differences relating provisions made by the Parent Company and its subsidiaries in consolidation

Deferred income tax assets were mainly arisen from tax losses of the subsidiaries can be carried forward to offset against future taxable income for a maximum period of no more than five consecutive years from the year right after the year in which the loss was incurred.

The Corporation used the tax rate of 20% to determine deferred income tax assets and deferred income tax liabilities.

Deferred income tax assets and deferred income tax liabilities are expected to be recovered within 12 months.

**25 BONUS AND WELFARE FUND**

	<b>30.6.2023 VND</b>	<b>31.12.2022 VND</b>
Beginning of year	29,750,568,756	33,693,610,736
Appropriation from undistributed earnings (Note 27)	4,727,472,764	12,967,001,058
Utilisation	(9,146,410,589)	(16,910,043,038)
End of period/year	<u>25,331,630,931</u>	<u>29,750,568,756</u>



**26 OWNERS' CAPITAL**

**(a) Number of shares**

	As at 30.6.2023		As at 31.12.2022	
	Ordinary shares	Preference shares	Ordinary shares	Preference shares
Number of shares registered	99,431,997	-	90,450,124	-
Number of shares repurchased	(612,700)	-	(612,700)	-
Number of existing shares in circulation	98,819,297	-	89,837,424	-

**(b) Details of owners' shareholding**

	As at 30.6.2023		As at 31.12.2022	
	Ordinary shares	%	Ordinary shares	%
Vietnam Oil and Gas Corporation ("PVN")	23,070,800	23.2%	20,973,851	23.2%
Other shareholders	75,748,497	76.1%	68,863,573	76.1%
Treasury shares	612,700	0.7%	612,700	0.7%
Number of shares registered	99,431,997	100%	90,450,124	100%

**(c) Movement of share capital**

	Number of shares	Ordinary shares VND	Total VND
As at 1 January 2022	90,450,124	904,501,240,000	904,501,240,000
As at 31 December 2022	90,450,124	904,501,240,000	904,501,240,000
New shares issued	8,981,873	89,818,730,000	89,818,730,000
As at 30 June 2023	99,431,997	994,319,970,000	994,319,970,000

Par value per share: VND10,000.

**PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY**

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**27 MOVEMENTS IN OWNERS' EQUITY**

	Owners' capital VND	Share premium VND	Owners' other capital VND	Treasury shares VND	Investment and development fund VND	Undistributed earnings VND	Total VND	Non-controlling interests VND	Total capital and reserves VND
As at 1 January 2022	904,501,240,000	159,572,337,789	141,776,000,000	(3,994,616,440)	271,777,466,354	342,604,773,541	1,816,237,201,244	123,490,769,414	1,939,727,970,658
Capital increased from bonus issue during the year	-	-	112,047,860,000	-	-	(84,464,213,448)	27,583,646,552	(27,583,646,552)	-
Decrease due to the investment from a subsidiary	-	-	-	-	-	-	-	(6,125,460,024)	(6,125,460,024)
Net profit for the year	-	-	-	-	-	110,430,234,145	110,430,234,145	56,988,249,600	167,418,483,745
Appropriation to bonus and welfare fund	-	-	-	-	-	(11,244,932,306)	(11,244,932,306)	(1,722,068,752)	(12,967,001,058)
Dividends paid	-	-	-	-	-	-	-	(23,898,249,135)	(23,898,249,135)
Others	-	-	-	(1,433,256,668)	-	-	(1,433,256,668)	-	(1,433,256,668)
Changes in ownership of a controlled subsidiary	-	-	-	-	-	(6,668,740,910)	(6,668,740,910)	6,357,490,910	(311,250,000)
As at 31 December 2022	904,501,240,000	159,572,337,789	253,823,860,000	(5,427,873,108)	271,777,466,354	350,657,121,022	1,934,904,152,057	127,507,085,461	2,062,411,237,518
Capital increased from bonus issue during the period (i)	89,818,730,000	-	-	-	-	(89,818,730,000)	-	-	-
Profit for the period	-	-	-	-	-	36,333,462,519	36,333,462,519	7,427,972,907	43,761,435,426
Appropriation to bonus and welfare fund (ii)	-	-	-	-	-	(3,967,597,013)	(3,967,597,013)	(759,875,751)	(4,727,472,764)
Dividends paid (ii)	-	-	-	-	-	-	-	(5,739,955,200)	(5,739,955,200)
As at 30 June 2023	994,319,970,000	159,572,337,789	253,823,860,000	(5,427,873,108)	271,777,466,354	293,204,256,528	1,967,270,017,563	128,435,227,417	2,095,705,244,980

(i) According to the Resolution of the Board of Directors No. 61/NQ-DVTHDK dated 1 December 2022, the Chairman of the Board of Directors of the Parent Company approved the implementation of the plan to issue shares to pay the annual dividend in 2022 at the rate of 10% of the total number of outstanding shares. According to the Report on Issuance of Dividend Paying Shares No. 21/DVTHDK-TCKT dated 1 February 2023, the Parent Company has completed the issuance of 8,981,873 shares to pay dividends.

(ii) During the period, the General Meeting of Shareholders of the Parent Company and its subsidiaries approved the appropriation of bonus and welfare fund of VND4,727,472,764 and the cash dividend of VND5,739,955,200.



**28 BASIC EARNINGS PER SHARE AND DILUTED EARNINGS PER SHARE**

**(a) Basic earnings per share**

Basic earnings per share is calculated by dividing the net profit attributable to shareholders after deducting the bonus and welfare fund by the weighted average number of ordinary shares outstanding during the period, excluding ordinary shares repurchased by the Parent Company and held as treasury shares. Details were as follows:

	<b>For the six-month period ended</b>	
	<b>30.6.2023</b>	<b>30.6.2022</b>
	<b>VND</b>	<b>VND</b>
		<b>(*)</b>
Net profit after tax attributable to shareholders (VND)	36,333,462,519	82,153,025,035
Less amount allocated to bonus and welfare funds (VND)	(3,967,597,013)	(8,263,800,776)
Net profit for the year attributable to shareholders (VND)	<u>32,365,865,506</u>	<u>73,889,224,259</u>
Weighted average number of ordinary shares in circulation (shares)	106,722,131	106,722,131
Basic earnings per share (VND)	<u>303</u>	<u>692</u>

For the 6-month period ended 30 June 2023, the Parent Company appropriated the bonus and welfare fund from the undistributed profit after tax of year 2023 according to the profit distribution plan for the fiscal year 2023 approved by the General Meeting of Shareholders.

(\*) Basic earnings per share for the 6 months ended 30 June 2022 have been recalculated to adjust the weighted average number of ordinary shares in issue accordance with the completion of the bonus issuance to pay dividends on 1 February 2023 at the rate of 10% and on 16 August 2023 at the rate of 8% of the total number of outstanding shares as follows:

	<b>For the six-month period ended 30.6.2022</b>		
	<b>As previously reported</b>	<b>Adjustments</b>	<b>As restated</b>
Net profit attributable to shareholders (VND)	82,153,025,035	-	82,153,025,035
Actual deduction of bonus and welfare fund (VND)	(8,263,800,776)	-	(8,263,800,776)
	<u>73,889,224,259</u>	<u>-</u>	<u>73,889,224,259</u>
Weighted average number of ordinary shares in circulation (shares)	89,835,725	16,886,406	106,722,131
Basic earnings per share (VND)	<u>822</u>	<u>-</u>	<u>692</u>

**(b) Diluted earnings per share**

Diluted earnings per share is calculated by dividing the net profit attributable to shareholders, which already subtracted the bonus and welfare fund, by the weighted average number of ordinary shares outstanding during the year and the ordinary shares expected to be issued. The Parent company had no dilutive potential ordinary shares during the period and up to the date of these interim consolidated financial statements.

**29 OFF INTERIM CONSOLIDATED BALANCE SHEET ITEMS**

**(a) Foreign currencies**

As at 30 June 2023, included in cash and cash equivalents were balances held in foreign currency of USD1,327,248, EUR76 and GBP1,187 (as at 31 December 2022: USD1,229,229, EUR80 and GBP1,187).

**(b) Commitments**

As at 30 June 2023 and 31 December 2022, the commitments of the Corporation are presented in Note 40.

**30 REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES**

	<b>For the six-month period ended</b>	
	<b>30.6.2023</b>	<b>30.6.2022</b>
	<b>VND</b>	<b>VND</b>
<b>Revenue</b>		
Revenue from sales of merchandises	7,927,631,976,295	7,628,686,859,645
Revenue from rendering of services	979,912,461,723	840,255,617,576
	<u>8,907,544,438,018</u>	<u>8,468,942,477,221</u>
<b>Sales deductions</b>		
Trade discounts	(83,557,620,031)	(156,548,409,907)
Sales allowances	(23,246,911,350)	(13,602,973,136)
Sales returns	(28,836,690,308)	(25,377,788,031)
	<u>(135,641,221,689)</u>	<u>(195,529,171,074)</u>
<b>Net revenue</b>		
Net revenue from sales of merchandises	7,791,990,754,606	7,433,157,688,571
Net revenue from rendering of services	979,912,461,723	840,255,617,576
	<u>8,771,903,216,329</u>	<u>8,273,413,306,147</u>

**31 COST OF GOODS SOLD AND SERVICES RENDERED**

	<b>For the six-month period ended</b>	
	<b>30.6.2023</b>	<b>30.6.2022</b>
	<b>VND</b>	<b>VND</b>
Cost of merchandises sold	7,644,384,827,279	7,024,071,334,499
Cost of services rendered	824,479,142,056	757,569,762,603
(Reversal of provision)/provision for decline in value of inventories	(13,832,006,898)	82,136,641
	<u>8,455,031,962,437</u>	<u>7,781,723,233,743</u>



**32 FINANCIAL INCOME**

	<b>For the six-month period ended</b>	
	<b>30.6.2023</b>	<b>30.6.2022</b>
	<b>VND</b>	<b>VND</b>
Interest income	140,021,250,080	29,330,124,875
Foreign exchange gains	9,411,709,392	15,642,368,453
Income from trading securities	1,445,856,577	35,642,717,981
Others	2,003,075,975	3,126,765,597
	<u>152,881,892,024</u>	<u>83,741,976,906</u>

**33 FINANCIAL EXPENSES**

	<b>For the six-month period ended</b>	
	<b>30.6.2023</b>	<b>30.6.2022</b>
	<b>VND</b>	<b>VND</b>
Interest expenses	177,477,589,796	60,391,586,971
Loss from trading securities	1,535,864,646	1,909,349,821
Foreign exchange losses	1,500,068,877	1,782,385,142
(Reversal of provision)/provision for diminution in value of investments	(6,268,467,278)	185,068,455,597
Others	7,359,316,263	3,730,218,183
	<u>181,604,372,304</u>	<u>252,881,995,714</u>

**34 SELLING EXPENSES**

	<b>For the six-month period ended</b>	
	<b>30.6.2023</b>	<b>30.6.2022</b>
	<b>VND</b>	<b>VND</b>
Staff costs	50,535,314,092	54,662,135,070
Transportation	19,404,454,513	16,201,326,348
Outside services expense	37,145,745,257	38,634,234,287
Rental expenses	10,770,800,834	10,420,490,619
Depreciation and amortisation	417,572,101	685,971,120
Others	31,886,437,617	23,827,867,744
	<u>150,160,324,414</u>	<u>144,432,025,188</u>

**35 GENERAL AND ADMINISTRATION EXPENSES**

	<b>For the six-month period ended</b>	
	<b>30.6.2023</b>	<b>30.6.2022</b>
	<b>VND</b>	<b>VND</b>
Staff costs	50,940,542,794	43,390,336,411
Depreciation and amortisation	2,305,928,505	2,682,248,268
Reversal of provision for doubtful debts	(6,788,135,690)	(20,108,557,213)
Others	37,670,305,365	28,789,931,066
	<u>84,128,640,974</u>	<u>54,753,958,532</u>

**36 OTHER INCOME**

	<b>For the six-month period ended</b>	
	<b>30.6.2023</b>	<b>30.6.2022</b>
	<b>VND</b>	<b>VND</b>
Allocation of gas cylinders deposits	2,956,592,375	3,490,445,258
Net gains on disposal of fixed assets	638,660,942	1,741,693,602
Others	2,686,943,169	2,036,074,173
	<u>6,282,196,486</u>	<u>7,268,213,033</u>

**37 CORPORATE INCOME TAX ("CIT")**

The CIT on the Corporation's accounting profit before tax differs from the theoretical amount that would arise using the applicable tax rate of 20% under current tax regulations as follows:

	<b>30.6.2023</b>	<b>30.6.2022</b>
	<b>VND</b>	<b>VND</b>
Net accounting profit before tax	58,929,510,663	127,259,930,816
Tax calculated at a rate of 20%	11,785,902,133	25,451,986,163
Effect of:		
Non-deductible expenses	1,363,720,146	925,368,339
Under/(over) provision in previous years	2,700,433,997	(2,000,792,810)
Tax losses in previous years are carried forward	(681,981,039)	(587,452,017)
CIT charge (*)	<u>15,168,075,237</u>	<u>23,789,109,675</u>
Charged to interim consolidated income statement:		
CIT – current	18,840,482,063	23,789,109,675
CIT – deferred (Note 24)	(3,672,406,826)	-
CIT charge (*)	<u>15,168,075,237</u>	<u>23,789,109,675</u>

(\*) The CIT charge for the period was based on estimated taxable income and is subject to review and possible adjustments by the tax authorities.



**38 COST OF OPERATION BY FACTOR**

Costs of operation by factor represents all costs incurred during the period, excluding cost of merchandises for trading activities. The details were as follows:

	For the six-month period ended	
	30.6.2023 VND	30.6.2022 VND
Raw materials	418,365,691,200	378,871,142,118
Staff costs	301,483,937,529	275,302,639,575
Sanitation services	45,280,362,905	39,572,781,027
Reversal of provision for doubtful debts	(6,788,135,690)	(20,108,557,213)
Depreciation and amortisation	34,348,596,590	30,995,957,817
Transportation	11,576,941,414	6,359,138,725
Goodwill allocation	765,191,250	765,191,250
Others	254,095,349,933	246,899,125,407
	<u>1,059,127,935,131</u>	<u>958,657,418,706</u>

**39 RELATED PARTY DISCLOSURES**

The largest shareholder of the Corporation is PVN, who owns 23,2% of share capital of the Corporation (Note 25).

Accordingly, PVN, affiliate companies of PVN, and associates of the Corporation are considered the Corporation's related parties.

Details of the main related parties and relationships are as follows:

Name	Relationship
Vietnam Oil and Gas Corporation	Shareholder
Pedaco Green Environment Joint Stock Company	Associate
Petrochemical and Fertilizer Corporation	Affiliate companies of PVN
Nghi Son Refining and Petrochemical Co., Ltd	Affiliate companies of PVN
Vietsovpetro Joint Venture	Affiliate companies of PVN
Cuu Long Joint Venture Company	Affiliate companies of PVN
Vietnam Gas Corporation - Joint Stock Company	Affiliate companies of PVN
PetroVietnam Technical Services Corporation	Affiliate companies of PVN
Vietnam Oil Corporation - Joint Stock Company	Affiliate companies of PVN
Vietnam Public Commercial Joint Stock Bank	Affiliate companies of PVN
Southern Gas Trading Joint Stock Company	Affiliate companies of PVN
PVI Insurance Corporation	Affiliate companies of PVN
Oil and Gas Works Maintenance - Repair Corporation - Joint Stock Company	Affiliate companies of PVN

**39 RELATED PARTY DISCLOSURES (continued)**

**(a) Related party transactions**

During the period, the following significant transactions were carried out with related parties:

	<b>For the six-month period ended</b>	
	<b>30.6.2023</b>	<b>30.6.2022</b>
	<b>VND</b>	<b>VND</b>
<b>i) Revenue from sales of goods and rendering of services</b>		
PVN	76,652,054,768	2,670,922,639
Affiliate companies of PVN	731,346,217,797	490,300,537,612
<b>ii) Purchases of goods and services</b>		
PVN	2,087,578,605	1,519,290,000
Affiliate companies of PVN	448,816,444,479	808,112,967,666
<b>iii) Compensation of key management</b>		
Gross salaries and other benefits	2,806,460,227	2,684,112,848
In which:		
Phung Tuan Ha - Chairman	592,500,000	593,022,570
Vu Tien Duong – General Director	519,000,000	551,022,570
Ho Minh Viet - Deputy Director	402,500,000	473,022,570
Pham Thi Hong Diep - Deputy Director	424,187,500	498,022,570
Nguyen Duc Minh - Deputy Director	69,272,727	-
Ho Hoang Nguyen Vu - Deputy Director	51,000,000	-
Huynh Van Ngan - Deputy Director	22,500,000	-
Trinh Thanh Can - Member	48,000,000	-
Nguyen Quy Thinh - Member	48,000,000	-
Tran Quang Huy – Chief Accountant	629,500,000	569,022,568
<b>iv) Other transactions</b>		
Dividend paid to PVN	20,969,486,614	-



39 RELATED PARTY DISCLOSURES (continued)

(b) Period/year-end balances with related parties

	30.6.2023 VND	31.12.2022 VND
<b>i) Short-term trade accounts receivable (Note 5)</b>		
PVN	28,765,555,529	274,517,432
Affiliate companies of PVN	145,228,884,625	180,970,466,208
	<u>173,994,440,154</u>	<u>181,244,983,640</u>
<b>ii) Other short-term receivables (Note 7(a))</b>		
Affiliate companies of PVN	<u>172,993,769</u>	<u>466,468,014</u>
<b>iii) Short-term trade accounts payable (Note 15)</b>		
PVN	152,492,330,771	159,268,366,734
Affiliate companies of PVN	9,936,010,700	225,552,683,236
	<u>162,428,341,471</u>	<u>384,821,049,970</u>
<b>iv) Short-term advances from customers (Note 16)</b>		
Affiliate companies from PVN	<u>38,928,571,395</u>	<u>75,677,283,602</u>
<b>v) Other short-term payables (Note 21(a))</b>		
PVN	12,829,740,688	8,249,167,947
Affiliate companies of PVN	8,274,768,790	5,620,374,790
	<u>21,104,509,478</u>	<u>13,869,542,737</u>
<b>vi) Other long-term payables (Note 21(b))</b>		
Affiliate companies of PVN	<u>2,397,016,609</u>	<u>1,859,518,546</u>

**40 COMMITMENTS**

**(a) Commitments under operating leases**

*(i) The Corporation as the lessee*

As at 30 June 2023 and 31 December 2022, the Corporation must pay the minimum payments for future irrevocable operating leases including: land lease, warehouse lease and future office lease as follows:

	30.6.2023 VND	31.12.2022 VND
Within one year	62,975,325,606	45,977,538,237
Between one and five years	91,484,882,653	73,511,390,006
Over five years	55,942,810,203	57,945,884,609
Total minimum payments	<u>210,403,018,462</u>	<u>177,434,812,852</u>

*(ii) The Corporation as the lessor*

The Corporation signed the operating lease contract related to Nghi Son Project, for office sublease contracts and land lease contract. Accordingly, the future minimum lease receipts under non-cancellable operating leases were as follows:

	VND	VND
Within one year	274,656,973,551	226,802,910,061
Between one and five years	413,037,187,721	484,519,485,970
Over five years	77,630,578,277	91,596,322,057
Total minimum receivables	<u>765,324,739,549</u>	<u>802,918,718,088</u>

**(b) Credit guarantee commitment**

As at 30 June 2023, the Corporation had non-cancellable guarantee commitments for borrowings from banks granted to the Corporation's subsidiaries with a total amount of VND4,605 billion and USD10 million (as at 31 December 2022: VND5,055 billion and USD10 billion); and had non-cancellable guarantee commitments for trade accounts payable of the Corporation's subsidiaries with a total amount of VND235 billion and US\$8.2 million (as at 31 December 2022: VND235 billion and US\$8.2 million). Accordingly, the Corporation is liable to repayments of principals, interests, guarantee costs and other underwriting expenses to suppliers and bankers in case the Corporation's subsidiaries are not able to repay or repay in a timely manner.



**PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY**

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**40 COMMITMENTS (continued)**

**(c) Capital contribution commitments**

As at 30 June 2023 and 31 December 2022, the progress of charter capital contribution commitments was as follows:

	As per business registration certificates VND	The Corporation's ownership (%)	Capital contributed VND	Capital to be contributed VND
PSSSG (*)	229,500,000,000	51	10,733,401,247	218,766,598,753
Saigon Investment Trading Technology Joint Stock Company ("ITS") (**)	20,000,000,000	40	-	20,000,000,000
Vinh Hoa Emerald Bay International Hospitality Company Limited (***)	111,200,000,000	20	16,000,000,000	95,200,000,000
	360,700,000,000		26,733,401,247	333,966,598,753

(\*) In December 2010, the Corporation agreed to contribute its capital obligation into PSSSG with the charter capital of VND229.5 billion, accounting for 51% of the ownership. Until 30 June 2023, the Corporation contributed VND10.7 billion.

(\*\*) According to the Resolution No. 16/NQ-DVTHDK dated 29 March 2016, the Corporation's Board of Management decided to invest in ITS in which the Corporation owns 40% of ITS's charter capital, equivalent to VND20 billion. Until 30 June 2023, the shareholders of ITS have not yet contributed their capital obligations.

(\*\*\*) According to the Resolution No. 22/DVTHDK-QĐ dated 9 July 2018, the Corporation agreed to contribute capital into Vinh Hoa Emerald Bay International Hospitality Company Limited with the charter capital contribution of VND111.2 billion accounting for 20% of the voting right and ownership in this Company. Until 30 June 2023, the Corporation has contributed VND16 billion.

**(d) Other commitments**

The Corporation signed a contract to sale 5,000,000 shares of VSC.

## PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY

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### 41 SEGMENT REPORTING

#### *Geographical segments*

The Corporation did not have any operation outside the territory of Vietnam. Therefore, no geographical business segment was presented.

#### *Business activity segments*

For management purposes, the Corporation's business is currently organised by fields based on relatively distinctive operations of subsidiaries.

The Corporation's business by fields is divided into the following segments:

- Electronic products business activities, including:
  - o PetroVietnam General Services Joint Stock Company
  - o Petroleum General Distribution Services Joint Stock Company
  - o Smart Convergence Joint Stock Company
  - o Petroleum High Technology Products Distribution Joint Stock Company
  - o Binh Minh Electronics Refrigeration Joint Stock Company
  - o Petrosetco Retail Services Joint Stock Company
- Wholesale business activities of plastic products, fiber, gas, including:
  - o Mien Trung Petroleum Services and Trading Joint Stock Company
  - o Nha Trang Petroleum Services Trading Company Limited
- Other services, including:
  - o Petroleum Offshore Trading and Services Company Limited
  - o Petroleum Vung Tau General Services Joint Stock Company
  - o PetroVietnam Assets Management Joint Stock Company
  - o Petrosetco SSG Company Limited
  - o Petroleum Logistics Service Joint Stock Company
  - o Petroleum Saigon General Services Company Limited
  - o Petrosetco - ALE Heavy Transportation and Lifting Joint-stock Company
  - o An Lac Nhon Trach Single-member Limited Liability Company



**PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY**

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**41 SEGMENT REPORTING (continued)**

**Segment assets and liabilities**

**As at 30.6.2023**

	Electronic products VND	Plastic resins, textile fibers and gas distribution VND	Other services VND	Total VND
Segment assets	8,013,195,378,764	503,142,223,632	1,273,252,989,949	9,789,590,592,345
Segment liabilities	6,437,497,558,099	420,370,922,029	836,016,867,237	7,693,885,347,365

**As at 31.12.2022**

	Electronic products VND	Plastic resins, textile fibers and gas distribution VND	Other services VND	Total VND
Segment assets	7,782,112,918,407	285,592,879,733	971,789,780,984	9,039,495,579,124
Segment liabilities	6,094,268,301,141	306,023,545,996	576,792,494,469	6,977,084,341,606

**PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY**

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**41 SEGMENT REPORTING (continued)**

**Segment information based on the business activities**

	For the six-month period ended			
	Electronic products VND	Plastic resins, textile fibers and gas distribution VND	Other services VND	Total VND
Net revenue from sales of goods and rendering of services	7,061,953,292,099	643,390,083,357	1,066,559,840,873	8,771,903,216,329
Cost of goods sold and services rendered	(6,862,215,666,687)	(615,089,493,815)	(977,726,801,935)	(8,455,031,962,437)
Gross profit from sales of goods and rendering of services	199,737,625,412	28,300,589,542	88,833,038,938	316,871,253,892
Financial income	142,778,426,097	5,946,738,457	4,156,727,470	152,881,892,024
Financial expenses	(157,913,693,743)	(4,603,344,776)	(19,087,333,785)	(181,604,372,304)
Losses in investments in associates	-	-	(853,833,274)	(853,833,274)
Selling expenses	(114,195,704,175)	(26,555,735,191)	(9,408,885,048)	(150,160,324,414)
General and administration expenses	(32,370,437,525)	(4,711,489,102)	(47,046,714,347)	(84,128,640,974)
Other income	3,293,354,519	2,988,841,967	-	6,282,196,486
Other expenses	(40,813,829)	(44,174,514)	(273,672,430)	(358,660,773)
Net accounting profit before tax	41,288,756,756	1,321,426,383	17,173,160,798	58,929,510,663



**PETROVIETNAM GENERAL SERVICES JOINT STOCK COMPANY**

Form B 09a – DN/HN

**41 SEGMENT REPORTING (continued)**

**Segment information based on the business activities (continued)**

	For the six-month period ended			
	Electronic products VND	Plastic resins, textile fibers and gas distribution VND	Other services VND	Total VND
Net revenue from sales of goods and rendering of services	6,566,487,175,206	797,107,432,063	909,818,698,878	8,273,413,306,147
Cost of goods sold and services rendered	(6,207,997,870,153)	(767,491,017,463)	(806,234,346,127)	(7,781,723,233,743)
Gross profit from sales of goods and rendering of services	358,489,305,053	29,616,414,600	103,584,352,751	491,690,072,404
Financial income	48,212,581,443	130,069,735	35,399,325,728	83,741,976,906
Financial expenses	(194,538,579,607)	(3,008,777,491)	(55,334,638,616)	(252,881,995,714)
Losses in investments in associates	-	-	(3,085,387,106)	(3,085,387,106)
Selling expenses	(120,526,042,483)	(20,693,292,906)	(3,212,689,799)	(144,432,025,188)
General and administration expenses	(30,606,874,583)	(4,871,088,394)	(19,275,995,555)	(54,753,958,532)
Other income	222,652,473	3,647,186,181	3,398,374,379	7,268,213,033
Other expenses	(3,280,461)	(47,543,429)	(236,141,097)	(286,964,987)
Net accounting profit before tax	61,249,761,835	4,772,968,296	64,322,587,791	127,259,930,816

On August 16, 2023, the Corporation completed the issuance of shares to pay the 2022 dividend in shares with a dividend payout ratio of 8%, equivalent to a ratio of 100:8. Accordingly, 7,902,834 shares were issued and increased the number of outstanding voting shares to 106,722,131 shares.

The interim consolidated financial statements were approved by the Chairman on 29 August 2023.

Heung

Hoang Van Vung  
Preparer

*[Signature]*

Tran Quang Huy  
Chief Accountant



Phung Tuan Ha  
Chairman

