

**DEO CA TRAFFIC INFRASTRUCTURE
INVESTMENT JOINT STOCK COMPANY**

*Audited Consolidated Financial Statements
For the fiscal year 2019, ended as at December 31, 2019*



Audited by

SOUTHERN AUDITING AND ACCOUNTING FINANCIAL CONSULTING SERVICES CO., LTD. (AASCS)

Address: 29 Vo Thi Sau, Dakao Ward, District 1, Ho Chi Minh City

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DEO CA TRAFFIC INFRASTRUCTURE INVESTMENT JOINT STOCK COMPANY

27 Bui Chat, Hoa Khanh Bac, Lien Chieu, Da Nang City, Viet Nam

STATEMENT OF THE BOARD OF MANAGEMENT

The Board of Management of Deo Ca Traffic Infrastructure Investment Joint Stock Company (the "Company") presents their report and the Company's Consolidated Financial Statements For the fiscal year 2019, ended as at December 31, 2019.

THE COMPANY

1. Form of ownership

Deo Ca Traffic Infrastructure Investment Joint Stock Company has a business registration certificate 0400101965 issued by the Department of Planning and Investment of Da Nang city on June 24, 2010; Register for the 25th change on January 10, 2020.

Contributed capital as at December 31, 2019 is:

2,270,090,900,000 VND

The head office is located at: 27 Bui Chat, Hoa Khanh Bac, Lien Chieu, Da Nang City, Viet Nam

2. Business fields

Trade, service, construction.

3. Principal activities

The main business lines of the Company are: Direct support services for rail and road transport: Management, exploitation and maintenance of Hai Van road tunnels; Road tunnel Deo Ca, Co Ma, Cu Mong road tunnel, Phuoc Tuong Phu Gia road tunnel; management, exploitation, maintenance of assigned national highways. Ensure traffic when natural disasters occur in the assigned area. Toll collection service; Other road passenger transport: Passenger transport business on fixed routes, including: Transporting motorcycles, motorbikes, bicycles with the operator of such means and pedestrians through the road tunnel by specialized means of transport. use and trade in passenger transport by bus; Construction of houses of all kinds; Freight transport by road; Trading in real estate, land use rights belonging to the owner, user or tenant; Repair of prefabricated products; Repair of machinery and equipment; Repair of electrical equipment; Repair other equipment; Installation of machinery and industrial equipment; Installation of electrical systems;

Construction of public works; Collapse; Prepare surface; Other specialized construction activities; Finish construction; Motor vehicle rental; Leasing machinery, equipment and other tangible goods; Wholesale of other machinery, equipment and spare parts; Wholesale of computers, peripheral equipment and software; Computer Programming; Computer consulting and computer system administration; Information technology services and other services related to computers; Wholesale of materials and other installation equipment in construction; Cargo handling; Producing concrete and products from cement and gypsum; Maintenance and repair of automobiles and other motor vehicles; Exploitation of stone, sand, gravel and clay; Short-stay services; Management consulting activities; Producing non-alcoholic beverages, mineral water; Support services related to tourism promotion and organization; Mechanical; Metal processing and coating; Manufacture of refined petroleum products;

4. Enterprise structure

Subsidiaries company: 03

<i>Name</i>	<i>Ratio of benefit</i>	<i>Ratio of voting power</i>	<i>Investment capital (VND)</i>
- Bac Giang - Lang Son BOT Joint Stock Company	63.40%	63.40%	820,303,650,000
- Deo Ca Investment Joint Stock Company	60.12%	60.12%	914,081,250,000
- Phuoc Tuong Phu Gia BOT Joint Stock Company	99.47%	99.47%	272,331,000,000

STATEMENT OF THE BOARD OF MANAGEMENT

Associates company and joint ventures company: 03

<i>Name</i>	<i>Ratio of benefit</i>	<i>Ratio of voting power</i>	<i>Investment capital (VND)</i>
- ICV Vietnam Investment And Construction Joint Stock Company	21.95%	21.95%	13,500,000,000
- Khanh Hoa Deo Ca BOT Investment Joint Stock	46.01%	50.00%	122,000,000,000
- Bac Giang – Lang Son – Huu Nghi BOT Joint Stock Company	22.17%	22.17%	94,000,000,000

List of dependent accounting affiliated units having no legal status

<i>Name</i>	<i>Address</i>
+ Construction Enterprise	Hai Van Tunnel, Hoa Hiep Bac Ward, Lien Chieu District, Da Nang City
+ Hai Van Trading Service Production Enterprise	Hai Van Tunnel, Hoa Hiep Bac Ward, Lien Chieu District, Da Nang City
+ Hai Van Tunnel Management and Operation Enterprise	Hai Van Tunnel, Hoa Hiep Bac Ward, Lien Chieu District, Da Nang City
+ Deo Ca Tunnel Management and Operation Enterprise	Hao Son Hamlet, Hoa Xuan Nam Commune, Dong Hoa District, Phu Yen.
+ Phuoc Tuong - Phu Gia Road Tunnel Management and Operation Enterprise	Trung Phuoc Tuong Hamlet, Loc Tri Commune, Phu Loc District, Thua Thien Hue Province
+ Cu Mong Tunnel Management and Operation Enterprise	Long Thach Hamlet, Xuan Loc Commune, Song Cau Town, Phu Yen Province
+ Bac Giang - Lang Son Expressway Management and Operation Enterprise	Km81+140, Bac Giang - Lang Son Expressway, Ho Son Commune, Huu Lung District, Lang Son Province

OPERATING RESULTS

Operating results of the Company and the financial situation as at December 31, 2019 are presented in the accompanying Consolidated Financial Statements.

EVENTS SINCE THE BALANCE SHEET DATE

There have been no other significant events occurring after the balance sheet date, which would require adjustments or disclosures to be made in the Separate financial statements.

STATEMENT OF THE BOARD OF MANAGEMENT

THE BOARD OF DIRECTORS, THE BOARD OF MANAGEMENT, THE BOARD OF CONTROLLER, LEGAL REPRESENTATIVE AND CHIEF ACCOUNTANT

The Board of Directors

Name	Position	Appoint time	Dismission time
Mr. Ho Minh Hoang	Chairman	08-08-2019	
Mr. Nguyen Tan Dong	Vice Chairman	08-08-2019	
Mr. Nguyen Xuan Huong	Vice Chairman	05-05-2017	
Mr. Tran Van The	Vice Chairman	05-04-2019	
Mr. Do Van Nam	Chairman	16-11-2017	08-08-2019
Mr. Do Van Nam	Member	08-08-2019	
Mr. Do Van Nam	Member	08-08-2019	17-06-2020
Mr. Luu Ba Hop	Member	05-05-2017	05-04-2019
Mr. Vo Thuy Linh	Member	21-07-2015	
Mr. Nguyen Dinh Chinh	Independent member	26-09-2016	17-06-2020
Mr. Nguyen Huu Dung	Member	12-08-2016	05-04-2019
Mr. Hoang Van Hai	Member	17-06-2020	
Mr. Nguyen Thanh Trang	Member	17-06-2020	
Mr. Tran Chung	Member	17-06-2020	

The Board of Management

Mr. Vo Thuy Linh	Executive President	10-01-2020	21-12-2020
Mr. Nguyen Xuan Huong	Executive President		10-01-2020
Mr. Nguyen Xuan Huong	Executive Vice President	10-01-2020	17-06-2020
Mr. Nguyen Quang Hung	Executive Vice President	23-01-2017	17-04-2019
Mr. Vo Canh Tinh	Executive Vice President	01-04-2019	14-11-2019
Mr. Vo Ngoc Trung	Executive Vice President	01-04-2019	17-06-2020
Mr. Vo Ngoc Trung	Executive Vice President	10-12-2020	
Mr. Nguyen Quang Huy	Executive Vice President	08-05-2019	24-5-2019
Mr. Nguyen Quang Huy	Executive Vice President	17-06-2020	21-12-2020
Mr. Pham Quoc Vuong	Executive Vice President	24-05-2019	01-06-2020
Mr. Le Hong Vu	Executive Vice President	17-06-2020	01-09-2020
Mr. Nguyen Quang Huy	Executive President	21-12-2020	
Mr. Tran Van Dung	Executive Vice President	14-01-2021	
Mr. Le Thanh Tuan	Executive Vice President	09-01-2020	30-03-2021
Mrs. Nguyen Quynh Mai	Executive Vice President	30-03-2021	
Mr. Le Chau Thang	Executive Vice President	15-10-2019	
Mrs. Pham Thi Huyen Trang	Executive Vice President	10-01-2020	01-06-2020

The Board of Controller

Mr. Nguyen Minh Giang	Section head	16-04-2018	
Mr. Pham Le Huy	Member	16-04-2018	17-06-2020
Mr. Luu Tuan Vu	Member	16-04-2018	17-06-2020
Mr. Do The Vinh	Member	17-06-2020	26-04-2021
Mrs. Cam Thi Minh Hai	Member	17-06-2020	
Mrs. Phan Thi Mai	Member	27-04-2021	

STATEMENT OF THE BOARD OF MANAGEMENT

Legal representative

<u>Name</u>	<u>Position</u>	<u>Appoint time</u>	<u>Dismission time</u>
Mr. Vo Thuy Linh	Executive President	10-01-2020	21-12-2020
Mr. Nguyen Xuan Huong	Executive President	20-10-2017	09-01-2020
Mr. Nguyen Quang Huy	Executive President	21-12-2020	

Chief Accountant

Mr. An Van Thien		05-04-2019	17-06-2020
Mr. Nguyen Van An			05-04-2019
Mr. Nguyen Van An		17-06-2020	

STATEMENT OF THE BOARD OF MANAGEMENT RESPONSIBILITY IN RESPECT OF THE CONSOLIDATED FINANCIAL STATEMENTS.

The Board of Management is responsible for the Consolidated Financial Statements of each financial year which give a true and fair view of the state of affairs of the Company and of its consolidated operation results and consolidated cash flows for the fiscal year 2019, ended as at 31/12/2019. In preparing those Consolidated Financial Statements, management is required to:

- Set up and maintain the internal controls which the Board of Director and The Board of Management determines to be necessary to ensure the preparation and presentation of the Consolidated Financial Statements contain no material misstatements due to fraud or by mistake;
- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- Take whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Consolidated Financial Statements;
- Prepare the Consolidated Financial Statements on the basis of compliance with accounting standards and system and other related regulations;
- Prepare the Consolidated Financial Statements on going concern basis.

The Board of Management is responsible for ensuring that proper accounting records are kept which disclosed, with reasonable accuracy at any time, the financial position of Company and to ensure that the accounting records comply with the registered accounting system. It is responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT OF THE BOARD OF MANAGEMENT

The Board of Directors commits that the Consolidated Financial Statements give a true and fair view of the financial of the Company as of 31 December 2019, its consolidated operating results, and consolidated cash flows in the year 2019 of Company accordance with Vietnamese corporate accounting standards and regimes and legal regulations relating to the preparation and presentation of the Consolidated Financial Statements.

OTHER ENGAGEMENT

The Board of Management engage that the Company has not broken obligation announcing information on the stock exchange following the Circular no. 155/2015/TT-BTC dated October 06th, 2015 issued by the Ministry of Finance.

APPROVE THE ISSUANCE OF THE CONSOLIDATED FINANCIAL STATEMENTS

We, the Board of Directors, the Board of Management of Deo Ca Traffic Infrastructure Investment Joint Stock Company have approved the consolidated financial statements for the year ended 31 December 2019 of the Company.

Da Nang, July 2, 2021

On behalf of the Board of Management
Executive President



NGUYEN QUANG HUY



No: 474 /BCKT/TC/2021/AASCS

INDEPENDENT AUDITOR'S REPORT

**To: The Shareholders, The Board of Director, The Board of Management
Deo Ca Traffic Infrastructure Investment Joint Stock Company**

We have audited the Consolidated Financial Statements of Deo Ca Traffic Infrastructure Investment Joint Stock Company, prepared on July 2, 2021, as set out on pages 08 to 79, which comprise the Consolidated Balance Sheet as of 31 December 2019, the Consolidated Statement of Income, Consolidated Cash Flows and Notes to Consolidated Financial Statements for the fiscal year ended as at 31 December 2019.

Management's responsibility

Management is responsible for the preparation and fair presentation of these Consolidated Financial Statements by Vietnamese Accounting Standards, Vietnamese Accounting System for Enterprises and the relevant statutory requirements applicable to financial reporting, and such internal control as management determines is necessary to enable the preparation of Consolidated Financial Statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

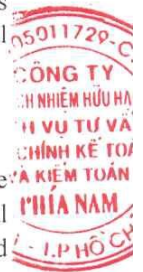
Our responsibility is to express an opinion on these Consolidated Financial Statements based on our audit. We conducted our audit by Vietnamese Audit Standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Consolidated Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Consolidated Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of Consolidated Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair to design audit procedures that are appropriate in the circumstances, but not to express an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the Consolidated Financial Statements.

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

Audit opinion

In our opinion, the Consolidated Financial Statements give a true and fair view, in all material respects, the financial position of the Company as of 31 December 2019 of its consolidated operating results and consolidated cash flows for the fiscal year ended as of 31 December 2019, by Vietnamese Accounting Standards, the Vietnamese Accounting System for Enterprise and the relevant statutory requirements applicable to financial reporting.



Other problems

This audit report is reissued to replace the audit report No. 389/BCKT/TC/2021/AASCS dated April 30, 2020, on the audit of the 2019 consolidated financial statements of Deo Ca Traffic Infrastructure Investment Joint Stock Company according to the request letter No. 257/2021CVDII dated July 2, 2021, of the company requesting the re-issue of a consolidated audit report for the fiscal year 2019. Report No. 389/BCKT/TC/2020/AASCS dated April 30, 2020, is no longer valid, the use of audit report No. 389/BCKT/TC/2020/AASCS dated April 30, 2020, in any form which will be the responsibility of the company.

Ho Chi Minh City, July 12, 2021

**Southern Auditing and Accounting
Financial Consulting Services Co., Ltd.**



Deputy General Director

DINH THE DUONG

Audit Practising Registration Certificate
No. 0342-2018-142-1

Auditor

DANG TUNG HUNG

Audit Practising Registration Certificate
No. 3611-2021-142-1



CONSOLIDATED BALANCE SHEET

as at December 31, 2019

Unit: VND

Code	ASSETS	Note	31/12/2019	01/01/2019
100	A. SHORT-TERM ASSETS		2,030,904,877,639	151,354,071,774
110	I. Cash and cash equivalents	V.01	812,490,759,442	3,157,627,456
111	1. Cash		60,401,269,340	3,157,627,456
112	2. Cash equivalents		752,089,490,102	
120	II. Short-term financial investments			
121	1. Trading securities			
122	2. Provision for decrease in value of trading securities (*)			
123	3. Held-to-maturity investments			
130	III. Short-term receivables		896,102,136,303	71,446,086,575
131	1. Short-term trade receivables	V.03	42,930,027,808	41,912,189,793
132	2. Prepayments to suppliers in short-term	V.04	513,334,233,860	2,574,133,995
133	3. Short-term intercompany receivables			
134	4. Construction contract-in-progress receivables			
135	5. Receivables from short-term loans	V.05		339,770,216
136	6. Other short-term receivables	V.06	353,152,275,866	41,196,084,145
137	7. Provision for doubtful short-term receivabl	V.07	(13,314,401,231)	(14,576,091,574)
139	8. Shortage of assets awaiting resolution			
140	IV. Inventories	V.08	107,261,206,011	76,086,423,390
141	1. Inventories		107,261,206,011	76,086,423,390
149	2. Provision for decline in value of inventories (*)			
150	V. Other short-term assets		215,050,775,883	663,934,353
151	1. Short-term prepaid expenses	V.12	21,082,750,219	663,934,353
152	2. Deductible VAT		192,288,843,378	
153	3. Taxes and other receivables from the State	V.16	1,679,182,286	
154	4. Purchase and resale of government bonds			
155	5. Other current assets			



CONSOLIDATED BALANCE SHEET

as at December 31, 2019

Unit: VND

Code	ASSETS	Note	31/12/2019	01/01/2019
200	B. LONG - TERM ASSETS		27,973,183,247,765	209,157,548,180
210	I. Long-term receivables		154,505,531,462	13,884,349,800
211	1. Long-term trade receivables			
212	2. Prepayments to suppliers in long-term	V.04	62,378,709,484	
213	3. Working capital provided to subordinate units			
214	4. Long-term intercompany receivables			
215	5. Receivables from long-term loans	V.05		13,787,709,800
216	6. Other long-term receivables	V.06	92,126,821,978	96,640,000
219	7. Provision for doubtful long-term receivables (*)			
220	II. Fixed assets		14,157,959,166,079	98,127,859,431
221	1. Tangible fixed assets	V.10.	14,156,931,511,088	97,535,364,758
222	- Costs		15,127,648,414,415	172,987,003,114
223	- Accumulated depreciation (*)		(970,716,903,327)	(75,451,638,356)
227	3. Intangible fixed assets	V.11	1,027,654,991	592,494,673
228	- Costs		1,386,196,956	663,292,634
229	- Accumulated depreciation (*)		(358,541,965)	(70,797,961)
230	III. Investment real property			
231	- Costs			
232	- Accumulated depreciation (*)			
240	IV. Long-term assets in progress	V.09	13,233,844,564,308	19,574,271
241	1. Long-term works in progress			
242	2. Construction in progress		13,233,844,564,308	19,574,271
250	V. Long-term financial investments	V.02	376,232,381,816	91,283,120,000
251	1. Investments in subsidiaries			
252	2. Investments in associated companies and joint-ventures		359,232,381,816	13,500,000,000
253	3. Investments in equity of other entities			77,783,120,000
254	4. Provision for decline in the value of long-term investments (*)			
255	5. Held-to-maturity investments		17,000,000,000	
260	VI. Other long-term assets		50,641,604,100	5,842,644,678
261	1. Long-term prepaid expenses	V.12	26,705,049,286	5,842,644,678
262	2. Deferred income tax assets			
263	3. Long term equipment, supplies and spare parts			
268	4. Other long-term assets			
269	5. Goodwill		23,936,554,814	
270	TOTAL ASSETS		30,004,088,125,404	360,511,619,954



CONSOLIDATED BALANCE SHEET

as at December 31, 2019

Unit: VND

Code	RESOURCES	Note	31/12/2019	01/01/2019
300	C. LIABILITIES		23,020,524,440,921	258,964,263,612
310	I. Current liabilities		2,688,827,818,299	254,154,041,400
311	1. Short-term trade payables	V.14	1,097,329,726,551	52,118,095,808
312	2. Short-term advances from customers	V.15	13,671,606,067	34,747,474,786
313	3. Taxes and other payables to State	V.16	7,984,147,146	8,783,710,232
314	4. Payables to employees		12,777,915,177	7,985,629,368
315	5. Short-term accrued expenses	V.17	179,052,776,706	38,559,844,565
316	6. Short-term intercompany payables			
317	7. Construction contract-in-progress payables			
318	8. Short-term unearned revenue			
319	9. Other short-term payables	V.18	1,239,493,642,697	7,377,910,273
320	10. Short-term borrowings and finance lease	V.13	137,406,331,880	104,083,118,798
321	11. Provision for short-term payables			
322	12. Bonus and welfare fund		1,111,672,075	498,257,570
323	13. Price stabilization fund			
324	14. Purchase and resale of government bonds			
330	II. Long-term liabilities		20,331,696,622,622	4,810,222,212
331	1. Long-term trade payables			
332	2. Prepayments from customers			
333	3. Long-term accrued expenses			
334	4. Intercompany payables on working capital			
335	5. Long-term intercompany payables			
336	6. Long-term unearned revenue			
337	7. Other long-term payables			
338	8. Long-term borrowings and finance lease li	V.12	20,167,288,761,854	4,810,222,212
339	9. Convertible bonds			
340	10. Preference shares			
341	11. Deferred income tax payables		164,407,860,768	
342	12. Provision for long term payables			
343	13. Scientific and technological development fund			

CONSOLIDATED BALANCE SHEET

as at December 31, 2019

Unit: VND

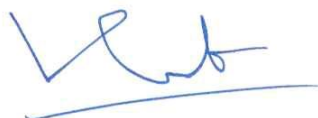
No.	RESOURCES	Note	31/12/2019	01/01/2019
400	D. OWNER'S EQUITY	V.19	6,983,563,684,483	101,547,356,342
410	I. Owner's equity		3,530,638,916,999	101,547,356,342
411	1. Owners' capital		2,270,090,900,000	79,375,000,000
411a	- Ordinary shares with voting rights		2,270,090,900,000	79,375,000,000
411b	- Preference shares			
412	2. Share premium			(289,680,000)
413	3. Conversion options on convertible bonds			
414	4. Owners' other capital			
415	5. Treasury shares (*)			
416	6. Differences upon asset revaluation			
417	7. Foreign exchange differences			
418	8. Investment and development fund		3,200,097,043	1,882,651,379
419	9. Enterprise reorganization assistance fund			
420	10. Other funds			
421	11. Undistributed earnings		209,068,996,126	20,579,384,963
421a	- Undistributed earnings accumulated to the end of prior period		7,656,212,035	7,404,928,314
421b	- Undistributed earnings in this period		201,412,784,091	13,174,456,649
422	12. Investment reserve for basic construction			
429	13. Non – controlling interest		1,048,278,923,830	
430	II. Funding sources and other funds		3,452,924,767,484	
431	1. Funding sources			
432	2. Funds to form fixed assets		3,452,924,767,484	
440	TOTAL RESOURCES		30,004,088,125,404	360,511,619,954

Da Nang, July 2, 2021

On behalf of the Board of Management
Executive President

Prepared by

Chief Accountant



NGUYEN THIEN HOANG



NGUYEN VAN AN




NGUYEN QUANG HUY

CONSOLIDATED INCOME STATEMENT
Year 2019

Unit: VND

Code	Item	Note	Current year	Previous year
01	1. Revenues from sales and service provisions	VI.01	477,098,025,466	394,699,088,808
02	2. Revenue deductions			
10	3. Net revenues from sales and service provisions		477,098,025,466	394,699,088,808
11	4. Costs of goods sold	VI.02	263,526,741,071	360,904,381,080
20	5. Gross revenues from sales and service provisions		213,571,284,395	33,794,707,728
21	6. Financial income	VI.03	8,165,852,133	11,369,791,786
22	7. Financial expense	VI.04	247,129,676,579	8,574,896,989
23	In which: Interest expenses		247,129,676,579	8,574,896,989
	8. Share of profit in associates		5,909,835,033	
24	8. Selling expenses			
25	9. Enterprise administrative expense	VI.05	58,119,760,452	20,872,830,578
30	10. Net profit from operations		(77,602,465,470)	15,716,771,947
31	11. Other income	VI.06	240,378,303,926	113,874,503
32	12. Other expense	VI.07	4,694,486,035	849,457,552
40	13. Other profit		235,683,817,891	(735,583,049)
50	14. Total pre-tax profit		158,081,352,421	14,981,188,898
51	15. Current enterprise income tax expense	VI.09	2,473,947,351	1,806,732,249
52	16. Deferred enterprise income tax expense	VI.10	564,092,582	
60	17. Profits after enterprise income tax		155,043,312,488	13,174,456,649
	18. Equity holders of the Company		201,106,184,909	13,174,456,649
	19. Non – controlling interest		(46,062,872,421)	
	20. Basic earnings per share	VI.11	8,330	1,660
	21. Diluted earnings per share	VI.12	8,330	1,660

Da Nang, July 2, 2021

Prepared by



NGUYEN THIEN HOANG

Chief Accountant



NGUYEN VAN AN

On behalf of the Board of Management
Executive President




NGUYEN QUANG HUY



CONSOLIDATED CASH FLOW STATEMENT

(Indirect method)

Year 2019

Code	Item	Note	Current year	Previous year
	I. Cash flows from operating activities			
01	1. Profit before tax		158,081,352,421	14,981,188,898
	2. Adjustments for			
02	- Depreciation of fixed assets and investment properties		47,436,904,975	12,625,257,918
03	- Provisions		(1,261,690,343)	4,913,210,945
04	- Gains (losses) on exchange rate differences from revaluation of accounts derived from foreign			
05	- Gains (losses) on investing activities		(248,544,156,059)	(11,369,791,786)
06	- Interest expenses		247,129,676,579	8,574,896,989
07	- Other adjustments			
08	3. Operating profit before changes in working capital		202,842,087,573	29,724,762,964
09	- Increase (decrease) in receivables		121,548,600,237	136,599,678,252
10	- Increase (decrease) in inventories		(30,047,999,807)	18,534,051,988
11	- Increase (decrease) in payables (exclusive of interest payables, enterprise income tax payables)		117,824,769,943	(199,291,107,189)
12	- Increase (decrease) in prepaid expenses		8,700,043,959	4,941,785,312
13	- Increase (decrease) in trading securities			
14	- Interest paid		(218,704,938,153)	(8,376,483,642)
15	- Enterprise income tax paid		(1,353,536,093)	(4,375,526,108)
16	- Other receipts from operating activities			
17	- Other payments on operating activities		(704,031,159)	(10,000,000)
20	Net cash flows from operating activities		200,104,996,500	(22,252,838,423)
	II. Cash flows from investing activities			
21	- Purchase or construction of fixed assets and other long-term assets		(784,896,775,618)	(111,059,289)
22	- Proceeds from disposals of fixed assets and other long-term assets		38,477,737,480	1,546,363,636
23	- Loans and purchase of debt instruments from other entities		(14,127,480,016)	(26,212,290,200)
24	- Collection of loans and repurchase of debt instruments of other entities		50,000,000,000	
25	- Equity investments in other entities			
26	- Proceeds from equity investment in other entities		28,700,000,000	
27	- Interest and dividend received		8,165,852,133	11,369,791,786
30	Net cash flows from investing activities		(673,680,666,021)	(13,407,194,067)

CONSOLIDATED CASH FLOW STATEMENT

(Indirect method)


Year 2019


Code	Item	Note	Current year	Previous year
III. Cash flows from financial activities				
31	- Proceeds from issuance of shares and receipt of contributed capital			
32	- Repayments of contributed capital and repurchase of stock issued			
33	- Proceeds from borrowings		1,682,709,750,359	186,434,662,642
34	- Repayment of principal		(389,512,667,252)	(195,615,392,964)
35	- Repayment of financial principal			
36	- Dividends or profits paid to owners		(10,288,281,600)	(2,774,750,000)
40	Net cash flows from financial activities		1,282,908,801,507	(11,955,480,322)
50	Net cash flows during the fiscal year		809,333,131,986	(47,615,512,812)
60	Cash and cash equivalents at the beginning of fiscal year		3,157,627,456	50,773,140,268
61	Effect of exchange rate fluctuations			
70	Cash and cash equivalents at the end of fiscal year		812,490,759,442	3,157,627,456

Note: The additional presentation of equity transactions of the owners did not affect the capital contribution in the consolidated cash flow statement for the year.

In 2019, according to the minutes No. 03/2019/BB-ĐHĐCD dated November 1, 2019, and Resolution No. 03/2019/NQ-ĐHĐCD of the 2nd Extraordinary General Meeting of Shareholders on November 1, 2019, Resolution of the Board of Directors No. 11/2019/NQ-HĐQT dated November 12, 2019, on the issuance of capital increase for private placement to pay debts for contracts to receive shares transfer from investors in project enterprises (see attached Note No. V.02). Accordingly, these payables are approved to be converted into contributed capital.

Da Nang, July 2, 2021

Prepared by

NGUYEN THIEN HOANG

Chief Accountant

NGUYEN VAN AN

On behalf of the Board of Management
Executive President

NGUYEN QUANG HUY



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

I. THE COMPANY'S INFORMATION

1. Form of ownership

Deo Ca Traffic Infrastructure Investment Joint Stock Company has a business registration certificate 0400101965 issued by the Department of Planning and Investment of Da Nang city on June 24, 2010; Register for the 25th change on January 10, 2020.

Contributed capital as at December 31, 2019 is **2,270,090,900,000** VND

The head office is located at: 27 Bui Chat, Hoa Khanh Bac, Lien Chieu, Da Nang City, Viet Nam

2. Business fields

Trade, service, construction.

3. Principal activities

The main business lines of the Company are: Direct support services for rail and road transport: Management, exploitation and maintenance of Hai Van road tunnels; Road tunnel Deo Ca, Co Ma, Cu Mong road tunnel, Phuoc Tuong Phu Gia road tunnel; management, exploitation, maintenance of assigned national highways. Ensure traffic when natural disasters occur in the assigned area. Toll collection service; Other road passenger transport: Passenger transport business on fixed routes, including: Transporting motorcycles, motorbikes, bicycles with the operator of such means and pedestrians through the road tunnel by specialized means of transport. use and trade in passenger transport by bus; Construction of houses of all kinds; Freight transport by road; Trading in real estate, land use rights belonging to the owner, user or tenant; Repair of prefabricated products; Repair of machinery and equipment; Repair of electrical equipment; Repair other equipment; Installation of machinery and industrial equipment; Installation of electrical systems;

Construction of public works; Collapse; Prepare surface; Other specialized construction activities; Finish construction; Motor vehicle rental; Leasing machinery, equipment and other tangible goods; Wholesale of other machinery, equipment and spare parts; Wholesale of computers, peripheral equipment and software; Computer Programming; Computer consulting and computer system administration; Information technology services and other services related to computers; Wholesale of materials and other installation equipment in construction; Cargo handling; Producing concrete and products from cement and gypsum; Maintenance and repair of automobiles and other motor vehicles; Exploitation of stone, sand, gravel and clay; Short-stay services; Management consulting activities; Producing non-alcoholic beverages, mineral water; Support services related to tourism promotion and organization; Mechanical; Metal processing and coating; Manufacture of refined petroleum products;

4. Ordinary course of business: 12 months

The Company's normal production and business cycle is within 12 months

5. Enterprise structure

- Subsidiaries company:

- Total number of subsidiaries company: : 03

+ Number of consolidated : 03

+ Number of no consolidated : 0



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

- List of consolidated subsidiaries

No.	Name	Address	Ratio of benefit		Ratio of voting power	
			31/12/2019	01/01/2019	31/12/2019	01/01/2019
1	Bac Giang - Lang Son BOT Joint Stock Company	Floor 12-243A De La Thanh-Lang Thuong Ward-Dong Da District-Hanoi City	63.40%		63.40%	
2	Deo Ca Investment Joint Stock Company	32 Thach Thi Thanh-Tan Dinh Ward-District 1 - Ho Chi Minh City	60.12%		60.12%	
3	Phuoc Tuong Phu Gia BOT Joint Stock Company	Lot 4 BT1, Me Tri Ha Urban Area, Me Tri Ward, Nam Tu Liem District, Hanoi City,	99.47%		99.47%	

- The list of joint venture and associate companies includes:

No	Name	Address	Ratio of benefit		Ratio of voting power	
			31/12/2019	01/01/2019	31/12/2019	01/01/2019
1	ICV Vietnam Investment And Construction Joint Stock Company	No. 44 Tran Hung Dao, Ward 1, Tuy Hoa City, Phu Yen	21.95%		21.95%	
2	Khanh Hoa Deo Ca BOT Investment Joint Stock Company	20th floor, 109 Tran Hung Dao, Cua Nam Ward, District. Hoan Kiem, Hanoi	46.01%		50.00%	
3	Bac Giang – Lang Son – Huu Nghi BOT Joint Stock Company	20th floor, 109 Tran Hung Dao, Cua Nam Ward, District. Hoan Kiem, Hanoi	22.17%		22.17%	

Summary of activities of Subsidiaries

(1) Bac Giang - Lang Son BOT Joint Stock Company

The project company implementing BOT contract established under the first Business Registration Certificate No. 0106987957 dated September 11, 2015; 9th change on December 2, 2020 issued by the Department of Planning and Investment of Hanoi city.

Investment registration certificate No. 110/BKHDT-GNNDKDTT issued on March 29, 2016 on approval of investment projects:

+ Investment and construction project of Bac Giang - City highway. Lang Son section KM45+100 – KM 108 + 500 combined with strengthening the road surface National Road 1 section Km1 + 800 – Km 106 + 500, Bac Giang province and Lang Son province according to the BOT contract.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

(1) Bac Giang - Lang Son BOT Joint Stock Company (next)

+ Scale, design frequency and standards of the Project (according to the BOT Investment Certificate)		
- Structure of investment capital according to the financial plan:	12,188,665,000,000	VND
+ Owner's equity:	1,645,470,000,000	VND
+ Borrowed Capital	10,543,195,000,000	VND
<i>The company's investment capital is made according to the project's progress</i>		
The project continues to be completed and is being verified and approved by a Competent authorities.		
<i>Contributed capital as at December 31, 2019 is:</i>	1,293,836,000,000	VND

(2) Deo Ca Investment Joint Stock Company

The project company implementing BOT contract established under the First Business Registration Certificate No. 0104567756 dated April 5, 2010, issued by the Department of Planning and Investment of Hanoi city. Now, the Company is operating under the 17th modified business registration certificate issued by the Department of Planning and Investment of Ho Chi Minh City on November 1, 2019.

Adjusted Investment Certificate No. 47/BKHDT-GCNDKDTTN/DC1 certified by the Ministry of Planning and Investment on June 20, 2017

+ Investment and construction project of Co Ma tunnel and the road, Deo Ca tunnel, Cu Mong tunnel in Phu Yen province

Decision No. 400/QD-BGTVT dated March 4, 2019 on approving the adjustment of the financial plan of the road tunnel project through Ca Pass (including Ca Pass and Co Ma tunnel, Cu Mong tunnel and Hai Van tunnel) ;

The total project investment according to Contract annex 09 of the Contract 26/HDXD-DEOCA with the Ministry of Transport signed on March 13, 2019, is 21,612,000,000,000 VND. By December 31st, 2019, the project continued to complete the finalization of the remaining Construction Contract packages and the interest expense continued to be capitalized.

+ Scale, design frequency and standards of the Project (according to the BOT Investment Certificate)		
- Structure of investment capital according to the financial plan:	21,612,008,175,000	VND
+ Owner's equity:	1,749,864,583,000	VND
+ Other Capital	1,438,432,378,000	VND
+ Borrowed Capital	13,375,708,235,000	VND
+ State budget Capital	5,048,002,979,000	VND
<i>The company's investment capital is made according to the project's progress</i>		

The project continues to be completed and is being verified and approved by a Competent authorities.

Contributed capital as at December 31, 2019 is: 1,520,500,000,000 VND

(3) Phuoc Tuong Phu Gia BOT Joint Stock Company

The project company implementing BOT contract established under the first Business Registration Certificate No. 0106205342 dated June 12, 2013; 7th change on July 28, 2019 issued by the Department of Planning and Investment of Hanoi city.

Investment Certificate No. 62/BKHDT-GCNTTN dated October 17, 2013 of the Minister of Planning and Investment; adjusted for the first time on August 17, 2015;

+ Investment project on construction of road tunnels Phuoc Tuong Phu Gia and Phu Gia, National Highway 1A, Thua Thien Hue Province;

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

(3) Phuoc Tuong Phu Gia BOT Joint Stock Company (next)

BOT Contract annex No. 06/11378/HD.BOT-BGTVT dated July 17, 2019 between the Ministry of Transport and Phuoc Tuong Phu Gia Joint Venture (Investor) – Phuoc Tuong Phu Gia BOT Joint Stock Company on the construction investment project of Phuoc Tuong Phu Gia and Phu Gia Tunnels, National Highway 1A, Thua Thien Hue Province;

+ Scale, design frequency and standards of the Project (according to the BOT Investment Certificate)		
- Structure of investment capital according to the financial plan:	1,559,172,000,000	VND
+ Owner's equity:	261,940,896,000	VND
+ Borrowed Capital	1,297,231,104,000	VND
+ State budget Capital		VND

The company's investment capital is made according to the project's progress

Contributed capital as at December 31, 2019 is:	273,786,000,000	VND
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The project continues to be completed and is being verified and approved by a Competent authorities.

Summary of activities of Associates company:

1. ICV Vietnam Investment And Construction Joint Stock Company

ICV Vietnam Investment And Construction Joint Stock Company has a Business Registration Certificate 0401777280 issued by the Department of Planning and Investment of Da Nang City on 13/07/2016; Register for the 6th change on November 2, 2020

Line of business: Producing and trading in building materials

Contributed capital as at December 31, 2019 is:	61,500,000,000	VND
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2. Khanh Hoa Deo Ca BOT Investment Joint Stock Company

The project company implementing BOT contract established under the First Business Registration Certificate No. 0106159826 dated April 22, 2013, License for the second change dated November 18, 2015, License for change the 3rd time on February 15, 2019 by Hanoi Department of Planning and Investment.

Investment Certificate No. 60/BKHDT-GCNDTTN dated September 25, 2013

+ Investment and construction project to expand Highway 1, section Km1374+525 - Km1392 & Km1405 - Km1425, Khanh Hoa province according to the BOT contract.

- Decision 108/QD-BGTVT dated January 13, 2016 on the collection at Ninh An toll station Km1425+200 National Highway 1 to pay back the investment project for the construction of the extension of National Highway 1, section Km1374+525 - Km1392 and Km1405 - Km1425+500, Khanh Hoa province according to the BOT contract.

+ Scale, design frequency and standards of the Project (according to the BOT Investment Certificate)		
- Structure of investment capital according to the financial plan:	2,644,478,000,000	VND
+ Owner's equity:	339,447,800,000	VND
+ Borrowed Capital	2,305,030,200,000	VND
+ State budget Capital		VND

The company's investment capital is made according to the project's progress

Contributed capital as at December 31, 2019 is:	305,000,000,000	VND
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The project continues to be completed and is being verified and approved by a Competent authorities.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

3. Bac Giang – Lang Son – Huu Nghi BOT Joint Stock Company

The project company implementing BOT contract established under the First Business Registration Certificate No. 0108311466 dated June 5, 2018. Business Registration License changed for the first time on January 29, 2019 by the Department of Planning and Investment of Hanoi City.

+ Construction investment project consists of 2 parts: Highway from Huu Nghi - Chi Lang border gate (Km1+800-Km44+749.67), Lang Son province.

Huu Nghi - Chi Lang border gate highway was invested and built under Decision No. 1833/QD-BGTVT dated June 14, 2016, of the Ministry of Transport. The People's Committee of Lang Son province approved the adjustment and supplementation of the project in decisions No. 1523/QD-UBND dated August 9, 2018, and the decision No. 2018/QD-UBND dated October 15, 2018.

Decision No. 645/QD-UBND dated April 5, 2019 of the People's Committee of Lang Son province approving the adjustment of the financial plan of the component project 2 of the Bac Giang - Lang Son expressway construction investment project. section Km1+800-Km108+500, combined with strengthening Highway 1, section Km1+800-Km106+500, Bac Giang province and Lang Son province according to the BOT contract.

+ Scale, design frequency and standards of the Project (according to the BOT Investment Certificate)		
- Structure of investment capital according to the financial plan:	8,743,000,000,000	VND
+ Owner's equity:	1,749,000,000,000	VND
+ Borrowed Capital	6,994,000,000,000	VND
+ State budget Capital		VND
The company's investment capital is made according to the project's progress		
<i>Contributed capital as at December 31, 2019 is:</i>	424,000,000,000	VND
<i>By December 31, 2020, the Company is in the preparation phase of an investment project.</i>		

-List of dependent accounting affiliated units having no legal status

<u>Name</u>	<u>Address</u>
+ Construction Enterprise	Hai Van Tunnel, Hoa Hiep Bac Ward, Lien Chieu District, Da Nang City
+ Hai Van Trading Service Production Enterprise	Hai Van Tunnel, Hoa Hiep Bac Ward, Lien Chieu District, Da Nang City
+ Hai Van Tunnel Management and Operation Enterprise	Hai Van Tunnel, Hoa Hiep Bac Ward, Lien Chieu District, Da Nang City
+ Deo Ca Tunnel Management and Operation Enterprise	Hao Son Hamlet, Hoa Xuan Nam Commune, Dong Hoa District, Phu Yen.
+ Phuoc Tuong - Phu Gia Road Tunnel Management and Operation Enterprise	Trung Phuoc Tuong Hamlet, Loc Tri Commune, Phu Loc District, Thua Thien Hue Province
+ Cu Mong Tunnel Management and Operation Enterprise	Long Thach Hemlet, Xuan Loc Commune, Song Cau Town, Phu Yen Province
+ Bac Giang - Lang Son Expressway Management and Operation Enterprise	Km81+140, Bac Giang - Lang Son Expressway, Ho Son Commune, Huu Lung District, Lang Son Province

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

II . ACCOUNTING PERIOD AND ACCOUNTING CURRENCY

Accounting period and accounting currency

Annual accounting period of Company is from 01 January to 31 December.

The financial statements are prepared and presented in Vietnam Dong (VND).

III . ACCOUNTING STANDARDS AND ACCOUNTING SYSTEM

1 . Accounting system

The Company applies Enterprise Accounting System issued under Circular no.200/2014/TT-BTC dated December 22, 2014 by Ministry of Finance as well as the circulars of the Ministry of Finance giving guidance on the implementation of the accounting standards and system.

2 . Declaration of adherence to Accounting Standards and Accounting system

The Company applies Vietnamese Accounting Standards and supplement documents issued by the State. Financial statements are prepared in accordance with regulations of each standard and supplement documents as well as with current accounting system.

IV . ACCOUNTING POLICIES

1 . Exchange rates which are applied in accounting

a. Real exchange rates for foreign currency transactions in period

+ Real exchange rate when buying or selling foreign currency (spot contracts of foreign exchange sale, forward contracts, futures contracts, options contracts, swap contracts) : is exchange rates concluded in contracts of foreign exchange sale between enterprises and commercial banks;

If the contract does not specify the exchange rate of payment, enterprises shall record in accounting books in accordance with the following principles:

+ Real exchange rate upon capital contribution or receipt of contributed capital: is exchange rate of purchase of foreign currency of the bank where enterprises open the account to receive capital from investors at the date of the contribution of capital;

+ Real exchange rate upon recording receivables: Is exchange rates of purchase of commercial banks where enterprises assigned customers to make payment at the time of incurred transactions;

+ Real exchange rate upon recording liabilities: Is exchange rates of selling foreign currency of commercial banks where enterprises expect to conduct transactions at the time of incurred transactions;

+ For purchases of assets or expenses paid immediately in foreign currency (not through the accounts payable), the real exchange rate is the rate of purchase of commercial banks where enterprises make payments.

+ Specific identification real accounting book exchange rate: is exchange rate upon recovery of receivable, deposit or settlement of debts payable in foreign currencies, determined according to the exchange rate at the time of incurred transactions

+ The weighted average exchange rate is exchange rate used in credit side upon payment in foreign currency

+ All sums of exchange differences are recorded immediately in financial income (if gain) or financial expense (if loss) at the time of incurring.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

b. Real exchange rate upon re-determining accounts derived from foreign currencies at the date of the financial statements

- Real exchange rate upon re-determining accounts derived from foreign currencies classified as asset: is exchange rates of purchase of commercial banks where enterprises regularly conduct transaction at the time of the financial statements. For foreign currency deposited in bank, the real exchange rate upon revaluation is exchange rate of purchase of the bank where enterprises open foreign currency accounts

- Real exchange rate upon revaluation of accounts derived from foreign currencies classified as liabilities: is exchange rates of selling foreign currency of commercial banks at the time of financial statements

The enterprise must re-evaluate the balance of accounts derived from foreign currencies with the real exchange rate of purchase of the bank where the enterprise regularly enters into transactions (chosen by the enterprise) at the time in which the financial statement is prepared. Foreign exchange differences are recorded in the financial income or expenses and presented in the income statement.



2. Cash and cash equivalents

a. Cash

Cash includes: cash on hand, cash in bank under current account and cash in transit.

b. Cash equivalents

Cash equivalents are short term investments for a period not exceeding 3 months that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value from the date of purchase to the date of financial statements.

c. Other currencies convert

Transactions in currencies other than Vietnam dong must be recorded in original currency and converted into Vietnam dong. Overdraft is recorded as a bank loan.

At the reporting date, the company is requested to revalue the balance of foreign currencies and monetary gold as follows:

- The balance of foreign currencies: using buying price quoted by commercial bank which is trading with the company at the reporting date;

- The monetary gold: re-evaluated according to the buying prices on the domestic market at the time in which the financial statement is prepared. The buying prices on the domestic market are prices announced by the State bank. In case the State bank does not announce gold buying-prices, the buying-prices announced by enterprise entitled to trade in gold as prescribed shall be chosen.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

3 . Financial investment

Financial investment is the outside investments with purpose to use capital reasonably and improve efficiency of business operations such as investments in subsidiaries, joint ventures, cooperation, investment in securities and other financial investments ...

For the preparation of consolidated financial statements, the financial investment must be classified as follows:

- Having maturity less than 12 months or 01 normal production period are recorded as short - term.
- Having maturity over than 12 months or 01 normal production period are recorded as long - term.

+ Held to maturity investments

These investments do not reflect bonds and debt instruments which are held for trading purpose. Held to maturity investments include term deposits (maturity over than 3 months), treasury bills, promissory notes, bonds, preference shares which the issuer is required to re-buy them in a certain time and held to maturity loans to earn profits periodically and other held to maturity investments.

Provision for decline in value of held to maturity investment: If the provision of held to maturity investment are not created under statutory regulations, the Company has to assess the recovery. In the case, there are reliable evidences showing a part or all of the investments may not be recoverable, the losses have recorded in financial expenses in the period. The provision shall be additionally created or reverted at the reporting time. In case, the loss can not be determined reliably, investments are not decreased and the recovery of the investments are recorded in the Notes to the Consolidated Financial Statements.

+ Subsidiaries

Accounting method in business consolidation over several periods and recording profit and loss when there is a change in ownership ratio

Subsidiary is a company over which the Company has the power to control and govern the financial and operating policies of the enterprise, holding more than 50% of the voting rights directly or indirectly in the Subsidiary. Business results of the Subsidiary must be included in the consolidated financial statements from the date on which the Parent Company acquires control of the Subsidiary and ceases on the date the Parent Company ceases to control the Subsidiary. Investments in a company must be accounted for by Accounting Standard "Financial Instruments" since that enterprise is no longer a subsidiary and does not become a joint venture or associate.

The accounting method is used by the Company to account for the acquisition of Subsidiaries. Acquisition costs are recognized at the fair value of the assets exchanged, the equity instruments issued and the liabilities incurred or assumed at the date of the exchange, plus any costs associated with the acquisition directly related to the purchase. Identifiable assets, liabilities, and contingent liabilities recognized in a business combination are measured primarily at their fair value at the acquisition date, regardless of the interests of non-controlling shareholders. The excess of the purchase price over the purchaser's share of the net asset value is considered goodwill. If the acquirer's share of the net asset value is greater than the cost of the acquisition, the difference is recognized immediately in the consolidated income statement.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

Initial investment and additional investment in subsidiaries:

The share of the parent company and non-controlling shareholders in the net identifiable assets of the Subsidiary at the acquisition date must be stated at fair value.

After controlling for a subsidiary, if the parent continues to invest in a subsidiary to increase its holding rate, the difference between the additional investment cost and the book value of the additional net assets of subsidiaries must be recognized directly in the undistributed earnings and recognized as equity transactions.

Divestment at subsidiary:

The difference between the proceeds from the divestment of a subsidiary and the net assets of the subsidiary which is divisible plus the undistributed goodwill is recognized immediately in the period in which it arises, follow rules

- If the divestment transaction does not cause the parent company to lose control of the subsidiary: all the above differences are recorded in the "Retained earnings after tax" in the balance sheet.
- If the divestment leads to the parent company losing control of the subsidiary: all the above differences are recognized in the consolidated income statement. Investments in subsidiaries are accounted for as an equity investment using the equity method since the parent company no longer controls the interest of the subsidiary.

Subsidiaries, affiliates to buy treasury stocks:

- When a subsidiary acquires treasury shares from non-controlling interest, the percentage of ownership of the parent in the net assets of the subsidiary will increase. However, after the subsidiary purchases treasury shares, the net asset value of the subsidiary company held by the parent may increase or decrease compared to that before the subsidiary purchases treasury shares depending on the purchase price of the treasury shares. The parent company must determine its share of the net assets of the subsidiary at the time before and after the subsidiary purchases treasury shares. The difference in net assets is recorded directly in the "Retained earnings after tax" of the consolidated balance sheet;
- When an affiliated company buys treasury shares, the ownership ratio of the investor in the net assets of the affiliated company will increase and, if sufficient for control, the investor becomes the parent company. The affiliated company becomes a subsidiary.

Subsidiary company invests in parent company:

For subsidiaries not restricted by law when buying back the parent company's shares, the accountant must present the book value of the subsidiary's shares purchased by the parent in the item "Treasury shares" of the consolidated balance sheet. Based on the accounting balance of the subsidiary, the accountant recorded the decrease in the value of the parent's shares held by the subsidiary.

Non-controlling interest

The benefits to the parent and non-controlling interest in the subsidiary include direct and indirect interest acquired through other subsidiaries. The determination of the parties' interests is based on the respective proportion of their respective capital contributions (directly and indirectly) unless otherwise agreed.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

Non-controlling interest is presented in the consolidated balance sheet as a separate item of equity. Ownership of a non-controlling interest in the Company's income statement must also be presented separately in the consolidated statement of income.

Non-controlling interest includes the interest paid to the non-controlling shareholders at the date of the initial business combination and in the movements in equity since the date of the business combination. Losses incurred in the subsidiary must be allocated to the share of non-controlling shareholders, even if the loss is greater than the share of non-controlling shareholders in the net assets of the parent

Method of eliminating intra-group transactions

The balances of the accounts in the consolidated balance sheet and the income statement and expenses on the consolidated statement of income are eliminated.

+ Investments in associates

Associate company is a Company in which the Parent Company has significant influence but does not have the right to control or govern business activities, holding from 20% to 50% of the voting rights of that Company. Investments in joint ventures and associates are initially recognized at cost. The carrying amount of the investment is then adjusted up or down to reflect the investor's share of the investee's profit or loss after the investment date. The investor's share of the investee's income is recognized in the investor's statement of income. Dividends from the investee must be recorded as a decrease in the carrying amount of the investment. An adjustment to the carrying amount is also required when changes in investor interest arise from income recognized directly in the investee's equity, such as revaluation of fixed assets, exchange rate differences due to conversion of financial statements.

Profits or losses from transactions between the Group and joint ventures and associates are recognized only in the Consolidated Financial Statements in proportion to the ownership shares of the parties.

Investments are accounted for using the equity method from the date the investee becomes a joint venture or associate. When acquiring an investment, the difference between the cost of the investment and the investor's share of the fair value of the investee's net identifiable assets is accounted for as follows:

Goodwill arising from the acquisition of an investment in a joint venture is included in the carrying amount of the investment. Enterprises are not allowed to gradually allocate this goodwill.

The difference between the investor's share of the fair value of the investee's net identifiable assets that is greater than the cost of the investment is recognized immediately as income when determining the share of ownership of the investor in the business results of the joint venture or associate by the period of acquisition of the investment.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

When the investor's share of the associate's loss equals or exceeds the carrying amount of the investment, the investor is not required to continue to reflect subsequent losses. After the investor's share of the equity of the joint venture or associate is reduced to zero, the investor is only required to recognize a further loss or liability if the investor has a legal obligation under the contract. contract or make payments on behalf of the joint venture, linking debts that the investor has guaranteed or committed to pay. If the joint venture or association then makes a profit, the investor is only allowed to recognize his/her share in that profit after the previously unrecognized net loss has been offset.

Method of excluding transactions with related parties

Transactions of the Company associated with the Subsidiaries, the Parent Company will be excluded in proportion to the interest of the Parent Company in the associated parties.

+ Investments in equity instruments of other entities

Investments in equity instruments of another entity that do not control or jointly control, and do not have significant influence over, the investee.

- Provision for investment loss in other entities:

+ For the provision investment into the particular enterprise (BOT enterprise): The Company doesn't make provision for investment losses for investments in enterprises implementing BOT projects, because the BOT contract ensures the investor preserves the capital and the profit on the capital of the investor participating in the project according to the agreement on the BOT contract signed between the investor and the competent State agency during the period. project operation period.

+ For losses due to joint ventures or other associates, if this company suffers a loss leading to the investor's possibility of losing capital or provisions due to a decline in the value of these investments. This provision is made or reversed at the time of preparation of the separate financial statements for each investment and is recognized in financial expenses during the period.

4 . Trade and other receivables

All receivables must be recorded detail by aging, by each client and in original currency if any and others details depending on the management request of the company.

Real exchange rate upon recording receivables: Is exchange rates of purchase of commercial banks where enterprises expect to conduct transactions at the time of incurred transactions;

At the reporting date, the company revaluates the receivables which have balance in foreign currency (except for advance to suppliers; if we have evidence that the supplier will not supply the good or provide the service and the company will receive back this advance in foreign currency, this advance will be treated as monetary item having foreign currency) at the buying price quoted by commercial bank which is trading with the company at the reporting date.

Provisions for bad debts: The bad debts are make provision at the balance sheet date. The provision or reversal is made at the reporting date and is recorded as management expense of the fiscal year. For the long-term bad debts in many years, the company tried to collect but cannot and there is evidence that the client has insolvency, the company may sell these long-term bad debts to debt collection company or write off (according to regulations and charter of the company).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

5. Inventories

Inventories are stated at original cost. Where the net realizable value is lower than cost, inventories should be measured at the net realizable value. The cost of inventories should comprise all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition.

Cost of inventories are determined in accordance with method: weighted average

Inventories are recorded in line with perpetual method.

- Provisions for decline in value of inventories: In the end of accounting year, if inventories do recover enough at its historical value not because of damage, obsolescence, reduction of selling price. In this case, the provision for inventories is recognized. The provision for decline in inventories is the difference between the historical value of inventories and its net realizable value.

6. Tangible and intangible fixed assets, finance lease fixed assets and investment properties

Original cost of fixed assets:

Fixed assets are stated at the historical cost. During the using time, fixed assets are recorded at cost, accumulated depreciation, and net book value.

The historical cost of tangible fixed assets due to construction includes: cost of compensation and site clearance, construction cost, cost of equipment, cost of project management, cost of construction investment consulting, Other expenses and loan interest are capitalized according to Accounting Standard No. 16. Cost of forming the historical cost of fixed assets related to BOT and BT projects.

- Historical cost of fixed assets formed from BOT, BT projects:

Fixed assets are temporarily recorded to increase their historical cost from the results of the State Council for Acceptance Test on the notification of inspection results of the pre-acceptance work and put into operation and use. The quality of basic items meets the approved design requirements, applicable standards, and technical instructions of the project, and is eligible for technical traffic to be put into operation and use.

The Company will adjust the recognition of historical cost when completing the settlement of items with the competent State agency.

Depreciation of fixed assets:

Tangible fixed assets that are means of transport and management equipment are depreciated on a straight-line basis. The depreciation period is determined in accordance with the provisions of Circular No. 45/2013/TT-BTC dated April 25, 2013 of the Ministry of Finance guiding the regime of management, use and depreciation of assets. and Circular No. 147/2016/TT-BTC dated October 13, 2016 amending and supplementing a number of articles of Circular No. 45/2013/TT-BTC dated April 25, 2013 of the Ministry of Finance guide the regime of management, use and depreciation of fixed assets.



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Depreciation is deducted using the straight-line method for fixed assets not formed from BOT, BT projects. The estimated amortization period is as follows:

Buildings, plants	10 - 50 years
Machinery, equipment	03 - 20 years
Transportation equipment, transmitters	06 - 30 years
Office equipment and furniture	03- 10 years
Land use rights indefinitely	Excluding depreciation
Other fixed assets	10 years

Investment properties are stated at cost. Investment real estate is depreciated like other fixed assets of the Company, except for the case of investment property waiting for price increase, the depreciation is not depreciated but the value of loss due to decrease in value is determined.

Depreciation for assets formed from BOT, BT projects. The estimated amortization period is as follows:

For investment projects in the form of Build - Operate - Transfer (B.O.T), the time of depreciation of fixed assets is determined as the time of exploitation and return of investment of the investor in the project. Depreciation of fixed assets formed from the project at the rate corresponding to the annual revenue in line with the period of exploitation and collection of payback fees of the project (similar to the method of depreciation by quantity, volume, etc.) product quantity). The determination of the value of fixed assets formed from the project shall comply with the provisions of the law on capital construction investment."

7. Cost of construction in progress

Construction in progress in the progress of the project is recognized on the historical cost basis. This cost includes the Cost of compensation and site clearance, construction cost, equipment cost, project management cost, construction investment consulting cost, other expenses, and loan interest expense. capitalized by Standard 16 - Actual interest expense incurred in the financial year and recognized as accumulated since the Project is implemented by the decision of the Ministry of Transport approving for The BOT project and the BOT contract are signed between the Ministry of Transport and the project enterprise.

8 . Principles of recording build-operate-transfer (B.O.T) contracts

Build - transfer - operate contract (hereinafter referred to as the B.O.T . contract) is a form of investment signed between a competent state agency and an investor to build infrastructure works; after construction is completed, investors and project enterprises are entitled to operate the works for a certain period; At the end of the time limit, the investor or project enterprise shall transfer the work to a competent state agency.

9 . Business cooperation contract

BCC means a cooperation contract between two or more ventures in order to carry out specific business activities, but it does not require establishment of a new legal entity. In any cases, when receiving money or assets from other entities in the BCC, they should be recorded to liabilities, not be recorded to owner's equity. BCC in the forms as follows:

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

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Unit: VND

- BCC in the form of jointly controlled assets;
- BCC in the form of jointly controlled operations;
- BCC in the form of shares of post-tax profits.

10 . Prepaid expenses

The calculation and allocation to expense to each accounting period based on the nature, level of each prepaid expense to determine the allocation method properly and consistently.

Prepaid expense is recorded separately: incurred, allocated amount to its cost center and carried amount.

Prepaid expense is classified as follows:

- Prepaid expense related to purchase or service less than 12 months or 01 normal production period, from incurred date, are recorded as short - term.
- Prepaid expense related to purchase or service over than 12 months or 01 normal production period, from incurred date, are recorded as long - term.

11 . Goodwill

Goodwill arises in the acquisition of subsidiaries and associates. Goodwill is measured at cost less accumulated amortization. The cost of goodwill is the difference between the acquisition cost and the group's benefit in the net fair value of the acquired assets, liabilities and contingent liabilities. The negative difference (gain from cheap purchases) is recognized immediately in the consolidated statement of income.

Goodwill arising in the acquisition of a subsidiary is amortized on a straight-line basis over 10 years. The carrying amount of goodwill arising in the acquisition of a subsidiary is reduced to its recoverable amount when it is determined that the amount is not fully recoverable.

For investments accounted for using the equity method, the carrying amount of goodwill is included in the carrying amount of the investment and is not amortized.

12 . Trade and other payables

All payables must be recorded detail by aging, by each client and in original currency if any and others details depending on the management request of the company.

- Having maturity less than 12 months or 01 normal production period are recorded as short - term.
- Having maturity over than 12 months or 01 normal production period are recorded as long - term.

For transactions in foreign currencies during the period, the exchange rate is the selling exchange rate of the commercial bank where the Company intends to transact at the time of the transaction.

At the reporting date, the Company revalues the payables which have balance in foreign currency (except for advance from clients; if we have evidence that the supplier will not supply the good or provide the service and the company will receive back this advance in foreign currency, this advance will be treated as monetary item having foreign currency) at the buying price quoted by commercial bank which is trading with the Company at the reporting date.

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13 . Loans and finance lease liabilities

Loans in the form of issuance of bond or preference share with preferential terms required the issuer to repurchase at a certain time in the future shall not be reflected on this item.

Loans, debts should be monitored in detail for each entity, each contract and each type of loan assets. The financial lease liabilities are stated at present value of minimum lease payment or the fair value of the lease assets.

At the reporting date, the Company revaluates the loans and finance lease liabilities which have balance in foreign currency at the selling price quoted by commercial bank which is trading with the Company at the reporting date.

14 . Borrowings and capitalization of borrowing costs

Borrowing costs are recognized into financial expenses, except in case where the borrowings cost directly attribute to the acquisition or work in progress is calculated to value of assets (capitalized), when all the conditions are in accordance with VAS no. 16 "Borrowing costs".

15 . Accrued expenses

Payables for purchase, using service from suppliers or providing already by supplier but not yet paid due to lack of supporting documents and payables to employee are allowed to record to expense to match the matching concept between revenue and expense. The accrual must be calculated carefully and must have proper evidence. When these expenses arise, if there is any difference with the amount charged, accountants additionally record or make decrease to cost equivalent to the difference.

16 . Provision for payables

Provision for payables is the most reasonably estimated value which will be paid for current debt obligation at the reporting date.

Only costs related to the initial payables provision shall be offsite by that provision.

The provision for payables shall be set up or reverse at the reporting date in accordance with the law. When setting up provision for payables, the cost are recorded in general administration expenses. Payable provisions for products /goods warranty shall be recorded in selling expenses; payable provisions for construction warranty shall be recorded in manufacturing overhead expenses and the reversal shall be recorded in other income.

17 . Capital

- Common shares

Common shares are stated at par value. The proceeds from the issuance of shares in excess of par value are recognized as share premium. Expenses directly attributable to the issue of shares, excluding tax effects, are deducted from the share premium.

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- Repurchase and re-issuance of treasury shares

Common shares issued when acquired by the Company are classified as treasury shares in the equity portion. The value of treasury shares recorded as a decrease in equity includes the redemption price and costs directly related to the purchase of treasury shares.

When treasury shares are sold (re-issue of treasury shares), the cost of treasury shares is determined according to the weighted average method. The difference between the selling price of treasury shares and the cost of treasury shares is recorded in the Share premium account.

- Undistributed post-tax profits

Undistributed earnings is the profit of business operations after add (+) or deduction (-) regulated items due to applying a change in accounting retrospectively or to make a retrospective restatement to correct materiality in previous year.

Profit distribution must be complied with the current financial policies.

Parent Company distribute profit to owners which shall not exceed the undistributed post-tax profits on the consolidated financial statements, including the impact of any gain recognized from the transaction by cheap purchase. In case undistributed post-tax profits in the consolidated financial statements is higher than its financial statements of the parent company, the parent company make distribution after transferring profits from subsidiary companies to the parent companies.

Profit distribution should take account of non-monetary items in undistributed post-tax profits that may affect cash flows and the dividend payment ability of the Company.

18 . Revenues

- Revenue from sale of goods

Revenue from sale of goods should be recognised when all the following conditions have been satisfied:

- The significant risks and rewards of ownership of the goods have been transferred to the buyer;
- The Company retains neither continuing managerial involvement as a neither owner nor effective control
- The amount of revenue can be measured;
- The economic benefits associated with the transaction of goods sold have flown or will flow to the Company
- The costs incurred or to be incurred in respect of The transaction of goods sold can be measured reliably.

- Revenue from rendering of services

Revenue from rendering of services should be recognised when all the following conditions have been satisfied:

- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Company;
- It is probable that the economic benefits associated with the transaction will flow to the Company;
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

The completed service delivery task is determined by the method of evaluation of completed work.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

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Unit: VND

- Financial income

Financial income includes interest, gain on exchange rate difference, dividends... and other income of financial activities.

For interest earned from loans, deferred payment, installment payment: income is recognized when earned and original loans, principal receivables are not classified as overdue that need provision. Dividend is recognized when the right to receive dividend is established.

- Turnovers of construction contract

- The construction contract defines that the contractor shall be entitled to payment basing on the progress: when the result of construction contract are estimated reliably, turnover from the construction contract is recorded proportionally to part of finished volume which was determined by contractors at the reporting time;

- The construction contract defines that the contractor shall be entitled to payment basing on finished volume: when the result of construction contract are estimated reliably, turnover from the construction contract is recorded proportionally to part of finished volume which was approved by customer.

When the result of the construction contract can not be estimated reliably, turnover from the construction contract recognized corresponding to the incurred costs that the reimbursement is relatively certain.

- Traffic fee revenue

Revenue from road traffic toll collection in the toll period is recognized based on the sales of road tickets, road bridges and tunnels at the toll rates prescribed by the State and applied on each road route. , road tunnels and certain road bridges that the Company is allowed to collect to recover the investment capital of BOT projects

- Income from interest

Interest income is recognized on a time-proportional basis based on the principal balance and the applicable interest rate

- Income from dividends

Dividend income is recognized when the right to receive dividends is established

- Income from liquidation of short-term and long-term financial investments

Income from the disposal of short- and long-term financial investments is recognized in the consolidated statement of income when the significant risks and rewards of ownership have been transferred to the buyer. . Most of the risks and rewards of ownership are transferred to the buyer only upon completion of the purchase or sale transaction (for listed securities) or completion of an asset transfer agreement (for listed securities). unlisted).

- Other income

Other income includes income from other activities: disposal of asset; penalty receipt, compensation, collection of bad debt which was write off, unknown payables, gift in cash or non cash form...



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Unit: VND

19 . Revenue deductions

The decrease adjustment of revenue shall be as follows:

- The decrease adjustment of revenue in the incurring period if revenue deductions incurred in the same period of consumption of products, goods and services;
- The decrease adjustment of revenue as follows if revenue deductions incurred in the next period of consumption of products, goods and services:

- + Record a decrease in revenue on the current financial statements if the revenue deductions incur before reporting date;

- + Record a decrease in revenue on the next financial statements if the revenue deductions incur after reporting date;

Trade discount is the discount for customers whom bought large quantity of goods.

Sales rebate is the deduction to the buyer because products, goods are bad, degraded or improper as prescribed in contract.

Sales return are reflected the value of the products, goods which customer returns due to causes such as violations of economic contracts, bad, degraded , wrong category or improper goods.

20 . Costs of goods sold

Cost of good sold includes cost of finished goods, trade goods, services, property, construction unit sold in the production period and expense related to real estate activities...

Damaged or lost value is allowed to record to cost of goods sold after deduction of compensation (if any).

For the used material over the normal production capacity, labor and general production cost is not allowed to record to production cost but allowed to record to cost of good sold after deduction of compensation (if any), even these finished goods are not sold.

21 . Financial expenses

Interest expense in the exploitation and payback period of a BOT project is allocated according to the ratio of revenue from traffic tolls if the Company is the investor of the project or recorded according to the actual arising for the project acquired by the Company

22 . Selling and general administration expenses

Selling expense is recorded in the period of selling finished goods, trade goods and providing service.

Administrative expense reflects the general expense of the company, including: labor cost; social and health insurance, unemployment fund, union cost of management employee; office material expense, tools, depreciation of assets using for management; land rental, business licence tax; bad debt provision; outsourcing expense and other cash expenses...



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

23 . Current and deferred income tax expense

Current income tax expense is calculated basing on taxable profit and income tax rate applied in the current year.

Deferred income tax expense is the corporate income tax will be paid in future resulted from:

- Record of deferred tax payable during the year;
- Revert of deferred tax assets was recorded in previous years.

24 . Relevant parties

The party is considered as related party if one party has capacity to control or has significant impact to other party in the decision of financial and operation activities. All parties are recognized as related parties if having the same control or significant impact.

In the review of related parties, nature of the relationship is considered more than legal form.

25 . Segment reporting

A business segment is a distinguishable component of the company that is engaged in manufacturing or providing products or services and that is subjects to risks and returns that are different from those of other business segments.

A geographical segment is a distinguishable component of the company that is engaged in manufacturing or providing products or services within a particular economic environment and that is subject to risks and returns that are different from those of components operating in other economic environments.

26 . Financial instruments

a. Financial assets

According to the Circular No. 210, the Company classify financial assets as below:

- Financial assets which are classified at fair value through the Income Statement are the financial assets held for trading or are classified at fair value group the result of the Income statement at the initial recognition;
- Held-to-maturity investments are the non-derivative financial assets, including fixed or with determined payments, and fixed maturity which the company has to be willing and able to hold till maturity date;
- Loans and receivables are the non-derivative financial assets, including fixed or with determined payments, and non-listed in an listed market;
- Financial assets available for sale are the non-derivative financial assets which are determined as available for sale or not classified in any of the other categories. These assets are measured at fair value through the Income statement, including held-to-maturity investment, loans and receivables.

The classification of financial assets depends on the purpose and nature of the financial assets and is determined at the initial recognition.

The financial assets of the Company include cash and short-term deposits, accounts receivable, other receivables, loans and listed and non-listed financial instruments.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

These financial assets are recognized at the acquisition date and not recognized at the date of sale. All financial assets are recognized initially at cost plus directly attributable transaction costs.

b. Financial liabilities and owner's equity instruments

Financial Instruments are classified as Financial Liabilities or owner's equity instruments at the initial recognition and accordingly with its nature and definition.

According to the Circular No. 210, the Company classify financial liabilities as below:

- Financial liabilities which are recognized at fair value through the Income Statement are financial liabilities held for trading or classified at fair value group through the result of the Income Statement at the initial recognition;
- Other financial liabilities are determined by amortized cost is determined by the value of the initial recognition of financial liabilities minus the repayment of principal, plus or minus the cumulative allocation the actual interest rate method, the difference between the initial recognition value and maturity value subtract deductions (directly or through the use of a backup account) by reducing the value or by irrevocable.

The classification of financial liabilities depends on the purpose and nature of the financial assets and is determined at initial recognition.

The financial liabilities of the company include account payables, other payables, borrowings and debts.

The classification of financial liabilities depends on the purpose and nature of the financial assets and is determined at the initial recognition.

Owner's equity instruments: A contract demonstrates the remaining value of company's assets after deducting all obligations.

Offsetting of financial instruments: Financial assets and financial liabilities are offset with each other and the net amount presented in the Balance Sheet if, and only if, there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

CONSOLIDATED FINANCIAL STATEMENT

Bac Giang - Lang Son BOT Joint Stock Company

On September 27, 2019, Bac Giang Lang Son BOT Joint Stock Company became a subsidiary under the Transfer Contract No. 05/2019/CNCP-DII and Contract No. 07/2019/CNCP-DII dated September 26/ 2019. Accordingly, the Company has completed the purchase and control of 62.47% ownership in Bac Giang Lang Son Bot Joint Stock Company. A BOT project enterprise with a total purchase price of VND 788,303,650,000.

To determine the Net Asset Fair Value at the acquisition date, accordingly the Net Asset Value at this acquisition date is based on the results of Price appraisal certificate No.: 2210-3/2019/CT-VTA/CP on the assessment of net assets of Bac Giang Lang Son BOT Joint Stock Company as at September 30, 2019.

This consolidation has the following effects on the assets of the Parent Company at the acquisition date:

Assets	Book value at purchase date (VND)	Fair value at acquisition date (VND)	Net asset difference (VND)
Cash and cash equivalents	589,504,307,921	589,504,307,921	
Short-term financial investments	50,000,000,000	50,000,000,000	
Other short-term receivables	62,783,275,287	62,783,275,287	
Other short-term assets	123,429,047,443	123,429,047,443	
Long-term receivables	82,701,960,765	82,701,960,765	
Fixed assets	1,093,481,135,708	1,165,703,924,136	72,222,788,428
Long-term assets in progress	8,014,858,205,744	8,092,875,430,041	78,017,224,297
Long-term financial investments	15,000,000,000	15,000,000,000	
Other long-term assets	19,418,596,277	21,032,748,697	1,614,152,420
	10,051,176,529,146	10,203,030,694,291	151,854,165,145
Liabilities	(8,832,856,994,593)	(8,832,856,994,593)	
Net assets	1,218,319,534,552	1,370,173,699,697	151,854,165,145
Net asset value added:			151,854,165,145
Deferred income tax payable			30,370,833,029
Net asset value allocated to shareholders:			1,339,802,866,668
The ratio of benefit parent's company			62.47%
Profit from cheap purchases			48,671,200,808
Non-controlling shareholder interests			502,828,015,861
Total cost			788,303,650,000
The amount collected			(589,504,307,921)
Net cash out			198,799,342,079

On December 31, 2019, the Company contributed an additional VND 32,000,000,000, increasing its ownership rate from 62.47% to 63.40% in this Subsidiary. The difference arising between the increased ownership in net assets and the additional capital contribution is VND 616,375,984 which is recognized by the parent company in the undistributed profit after tax of the Consolidated Balance Sheet.

Profits from cheap purchases resulting from this acquisition is largely composed of consolidation and economies of scale expected to result from the combined operations of the Parent Company and Bac Giang Lang Son BOT Joint Stock Company. The business combination will increase the parent company's market share in the field of investment in BOT projects and optimize the management and operation costs of BOT projects.

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Unit: VND

Deo Ca Investment Joint Stock Company

On September 27, 2019, Deo Ca Investment Joint Stock Company became a subsidiary under the Transfer Contract No. 01/2019/CNCP-DII dated August 27, 2019. Accordingly, the Company completed the purchase and controlled 60.12% of ownership in Deo Dai Investment Joint Stock Company. A BOT project enterprise with a total purchase price of VND 914,081,250,000.

To determine the Net Asset Fair Value at the acquisition date, accordingly the Net Asset Value at this acquisition date is based on the results of Price appraisal certificate No.: 2210-5/2019/CT-VTA/CP on the assessment of net assets of Deo Ca Investment Joint Stock Company as at September 30, 2019.

This consolidation has the following effects on the assets of the Parent Company at the acquisition date:

Assets	Book value at purchase date (VND)	Fair value at acquisition date (VND)	Net asset difference (VND)
Cash and cash equivalents	85,972,114,115	85,972,114,115	
Short-term financial investments			
Other short-term receivables	783,809,854,857	783,809,854,857	
Inventories	1,126,782,814	1,126,782,814	
Other short-term assets	154,526,575,944	154,526,575,944	
Long-term receivables	45,000,000	45,000,000	
Fixed assets	10,926,240,480,121	11,302,158,443,140	375,917,963,019
Long-term assets in progress	3,681,894,066,424	3,811,613,084,526	129,719,018,102
Long-term financial investments	30,500,000,000	34,976,400,844	4,476,400,844
Other long-term assets	6,096,184,706	9,803,319,244	3,707,134,538
	15,670,211,058,981	16,184,031,575,484	513,820,516,503
Liabilities	(11,148,680,157,992)	(11,148,680,157,992)	
Funding sources and other funds	(3,452,924,767,484)	(3,452,924,767,484)	
Net assets	1,068,606,133,505	1,582,426,650,008	513,820,516,503
Net asset value added:			513,820,516,503
Deferred income tax payable			102,764,103,301
Net asset value allocated to shareholders:			1,479,662,546,707
The ratio of benefit parent's company			60.12%
Profit from cheap purchases			24,508,126,920
Non-controlling shareholder interests			590,089,423,627
Total cost			914,081,250,000
The amount collected			(85,972,114,115)
Net cash out			828,109,135,885

Goodwill resulting from this acquisition is largely composed of consolidation and economies of scale expected to result from the combined operations of the Parent Company and Deo Ca Investment Joint Stock Company. The business combination will increase the parent company's market share in the field of investment in BOT projects and optimize the management and operation costs of BOT projects.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

Phuoc Tuong Phu Gia BOT Joint Stock Company

On September 27, 2019, Phuoc Tuong Phu Gia BOT Joint Stock Company became a subsidiary under the Transfer Contract No. 03/2019/CNCP-DII dated August 27, 2019 and the Transfer Contract No. 04/2019/ CNCP-DII on August 27, 2019. Accordingly, the Company has completed the purchase and control of 99.47% ownership in Phuoc Tuong Phu Gia BOT Joint Stock Company. A BOT project enterprise with a total purchase price of VND 272,331,000,000.

To determine the Net Asset Fair Value at the acquisition date, accordingly the Net Asset Value at this acquisition date is based on the results of Price appraisal certificate No.: 2210-4/2019/CT-VTA/CP on the assessment of net assets of Phuoc Tuong Phu Gia BOT Joint Stock Company as at September 30, 2019.

This consolidation has the following effects on the assets of the Parent Company at the acquisition date:

Assets	Book value at purchase date (VND)	Fair value at acquisition date (VND)	Net asset difference (VND)
Cash and cash equivalents	18,735,653,678	18,735,653,678	
Short-term financial investments			
Other short-term receivables	57,924,726,942	57,924,726,942	
Long-term receivables	82,851,586,991	82,851,586,991	
Fixed assets	1,061,656,791,834	1,214,849,246,186	153,192,454,352
Long-term assets in progress	17,069,721	365,098,200	348,028,479
	1,221,185,829,166	1,374,726,311,997	153,540,482,831
Liabilities	(966,936,809,694)	(966,936,809,694)	
Funding sources and other funds			
Net assets	254,249,019,472	407,789,502,303	153,540,482,831

Net asset value added:	153,540,482,831
Deferred income tax payable	30,708,096,566
Net asset value allocated to shareholders:	377,081,405,737
The ratio of benefit parent's company	99.47%
Profit from cheap purchases	102,751,874,286
Non-controlling shareholder interests	1,998,531,450
Total cost	272,331,000,000
The amount collected	(18,735,653,678)
Net cash out	253,595,346,322

Goodwill resulting from this acquisition is largely composed of consolidation and economies of scale expected to result from the combined operations of the Parent Company and Phuoc Tuong Phu Gia BOT Joint Stock Company. The business combination will increase the parent company's market share in the field of investment in BOT projects and optimize the management and operation costs of BOT projects.

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Year 2019

Unit: VND

- Deo Ca Khanh Hoa BOT Investment Joint Stock Company

On September 27, 2019, Deo Ca Khanh Hoa BOT Investment Joint Stock Company became an associate company under the Transfer Contract No. 02/2019/CNCP-DII dated August 27, 2019. Accordingly, the Company completed the purchase and controlled 40% of direct ownership in Deo Ca Khanh Hoa BOT Investment Joint Stock Company. A BOT project enterprise with a total purchase price of 122,000,000,000 VND.

To determine the Net Asset Fair Value at the acquisition date, accordingly the Net Asset Value at this acquisition date is based on the results of Price appraisal certificate No.: 2210-1/2019/CT-VTA/CP on the assessment of net assets of Deo Ca Khanh Hoa BOT Investment Joint Stock Company as at September 30, 2019.

This consolidation has the following effects on the assets of the Parent Company at the acquisition date:

Assets	Book value at purchase date (VND)	Fair value at acquisition date (VND)	Net asset difference (VND)
Cash and cash equivalents	146,312,662,789	146,312,662,789	
Short-term financial investments	5,000,000,000	5,574,236,485	574,236,485
Other short-term receivables	430,498,689,633	430,498,689,633	
Other short-term assets	13,963,453	13,963,453	
Long-term receivables	148,000,000	148,000,000	
Fixed assets	1,487,786,500,520	1,708,819,307,918	221,032,807,398
Long-term assets in progress			
Long-term financial investments	18,000,000,000	18,082,151,633	82,151,633
Other long-term assets			
	2,087,759,816,395	2,309,449,011,911	221,689,195,516
Liabilities	(1,737,995,807,960)	(1,737,995,807,960)	
Funding sources and other funds			
Net assets	349,764,008,435	571,453,203,951	221,689,195,516

Net asset value added:	221,689,195,516
Deferred income tax payable	44,337,839,103
The ratio of benefit parent's company	40.00%
Profit from cheap purchases	88,846,145,939
Total cost	122,000,000,000
The amount collected	(146,312,662,789)
Net cash out	(24,312,662,789)

Goodwill resulting from this acquisition is largely composed of consolidation and economies of scale expected to result from the combined operations of the Parent Company and Deo Ca Khanh Hoa BOT Investment Joint Stock Company. The business combination will increase the parent company's market share in the field of investment in BOT projects and optimize the management and operation costs of BOT projects.

The difference between the Company's share of the fair value of the associate's net identifiable assets that is greater than the cost of the investment is recognized immediately by the Company as income when determining the ownership portion of investors in the business results of the joint venture or associate company by the period of acquisition of the investment.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

The difference between the fair value and book value of fixed assets is tracked and amortized for the fixed assets formed from the project at a rate corresponding to the annual revenue in accordance with the project's payback period of exploitation (similar to the method of depreciation according to the quantity and volume of products)

The investment is presented using the equity method after the acquisition date as follows:

Profit after tax of the Associate after the date of purchase	9,452,976,620
Other funds	
Ratio of benefit	46.01%
Direct ratio of benefit	40.00%
Indirect ratio of benefit	6.01%
Profit and loss in joint ventures and associates	4,349,503,602
Original price of the investment	122,183,366,000
Book value of investments	126,532,869,602

Bac Giang – Lang Son – Huu Nghi BOT Joint Stock Company

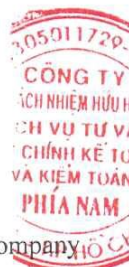
On September 27, 2019, Bac Giang Lang Son Huu Nghi BOT Joint Stock Company became an associate company under the Transfer Contract No. 06/2019/CNCP-DII dated August 29, 2019. Accordingly, the Company completed the purchase and controlled 22.17% of ownership in Bac Giang Lang Son Huu Nghi BOT Joint Stock Company. A BOT project enterprise with a total purchase price of VND 94,000,000,000. At the date of purchase Bac Giang Lang Son Huu Nghi BOT Joint Stock Company is still in the preparatory stage for project investment. The fair value of net assets at the acquisition date is equal to the book value of this Company. The difference between the Company's share of the fair value of the net assets does not arise.

Items	Book value at purchase date (VND)	Fair value at acquisition date (VND)	Net asset difference (VND)
Assets	424,646,973,294	424,679,124,365	32,151,071
Liabilities	(1,128,696,833)	(1,128,696,833)	
Net assets	423,518,276,461	423,550,427,532	32,151,071
Ownership in associates		93,899,704,205	
Original price of the investment		94,000,000,000	
Goodwill		100,295,795	

Goodwill arises on the acquisition of an investment in a joint venture, which is presented by the Company to the carrying amount of the investment. Enterprises are not allowed to allocate this goodwill.

The investment is presented using the equity method after the acquisition date as follows:

Profit after tax of the Associate after the date of purchase	488,635,103
Other funds	
Ratio of benefit	22.17%
Profit and loss in joint ventures and associates	108,330,402
Original price of the investment	94,000,000,000
Book value of investments	94,108,330,402



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

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Unit: VND

- ICV Vietnam Investment And Construction Joint Stock Company

The investment in this associate, previously with a rate of interest of 21.95%, is recognized by the Company using the historical cost method at the cost of the investment of VND 13,500,000,000. On September 27, 2019, the Company began to recognize the investment in this Associate using the equity method when preparing the consolidated financial statements. The fair value of net assets is equal to the carrying amount of this Company.

At the date of the consolidated statement, the investments are presented using the equity method as follows:

Items	Fair value at the date of consolidation (VND)
Tài sản	93,201,636,457
Liabilities	25,139,929,113
Net assets at acquisition date	68,061,707,344
Ownership in associates	14,939,544,762
Original price of the investment	13,500,000,000
	1,439,544,762
The difference between the Company's share of the fair value of the net assets recognized in other income	

The investment is presented using the equity method after the acquisition date as follows:

Profit after tax of the Associate after the date of purchase	1,428,004,475
Other funds	
Ratio of benefit	21.95%
Profit and loss in joint ventures and associates	313,446,982
Original price of the investment	13,500,000,000
Book value of investments	13,813,446,982

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENT

01. CASH AND CASH EQUIVALENTS

	31/12/2019	01/01/2019
Cash on hand	3,706,836,384	221,261,431
- VND	3,706,836,384	221,261,431
Cash in banks	55,767,032,956	2,936,366,025
- Cash in banks (VND)	55,767,032,956	2,936,366,025
- Cash in banks (USD)		
Cash in transit	927,400,000	
Cash equivalents	752,089,490,102	
- Term deposits	752,089,490,102	
Total	812,490,759,442	3,157,627,456

DEO CA TRAFFIC INFRASTRUCTURE INVESTMENT JOINT STOCK COMPANY

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Consolidated Financial Statements
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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

02 . FINANCIAL INVESTMENTS

	31/12/2019		01/01/2019	
	Historical cost	Book value	Historical cost	Book value
a) Trading securities				
b) Held to maturity investments				
b1) Short-term held to maturity investments				
- Term deposits				
b2) Long-term held to maturity investments				
- Vietinbank	17,000,000,000	17,000,000,000		
- Bonds	15,000,000,000	15,000,000,000		
	2,000,000,000	2,000,000,000		
Total	17,000,000,000	17,000,000,000		
c) Investments in equity of other entities				
	31/12/2019	Increased investment	Interest at purchase date	Distribution of profits and losses from joint ventures and associates
				01/01/2019
Investments in joint ventures and associates	359,232,381,816	250,976,400,844	88,846,145,939	13,500,000,000
- ICV Vietnam Investment And Construction Joint Stock Company (*)	14,952,001,029			1,452,001,029
- Khanh Hoa Deo Ca BOT Investment Joint Stock Company (*)	250,172,050,385	156,976,400,844	88,846,145,939	4,349,503,602
- Bac Giang – Lang Son – Huu Nghi BOT Joint Stock Company (*)	94,108,330,402	94,000,000,000		108,330,402
Total	359,232,381,816	250,976,400,844	88,846,145,939	13,500,000,000

Note: (*)

- On September 27, 2019, Khanh Hoa Pass BOT Investment Joint Stock Company became an associate company under the Transfer Contract No. 02/2019/CNCP-DII dated August 27, 2019.

- On September 27, 2019, Bac Giang Lang Son Huu Nghi BOT Joint Stock Company became an associate company under the Transfer Contract No. 06/2019/CNCP-DII dated August 29, 2019.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

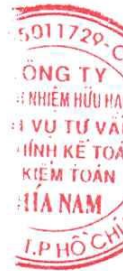
02 . FINANCIAL INVESTMENTS (next)

	31/12/2019	01/01/2019
	Historical cost	Historical cost
	Fair value	Fair value
	Provision	Provision
Investments in equity of other entities		
- UDIC - Investment Joint Stock Company (*)	77,783,120,000	77,783,120,000
Total	77,783,120,000	77,783,120,000

- On June 26, 2019, UDIC Investment Joint Stock Company divested under the Transfer Contract No. 2606/2019/CNCP-UDIC dated June 26, 2019.

(*) : Because the shares of these companies have not been listed on stock markets, the fair value of such investment in these companies have not been evaluated for disclosure in the Note to the consolidated financial statements in accordance with Circular No. 200/2014/TT-BTC.

Summary of operation of subsidiaries; joint ventures and associates: See Appendix 1



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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

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03 . TRADE RECEIVABLES

	31/12/2019		01/01/2019	
	Provision	Value	Provision	Value
a) Short-term trade receivables	11,035,892,482	42,930,027,808	12,415,723,784	41,912,189,793
Other objects	11,035,892,482	41,844,193,522	12,415,723,784	34,228,143,122
DakLak Road Management and Maintenance Single Member Limited Liability Company	3,399,652,533	3,399,652,533	3,399,652,533	3,399,652,533
Hai Thach Construction Investment Jsc	4,059,173,165	2,153,072,558	4,059,173,165	12,869,579,304
19 . Bridge and Road Jsc		4,059,173,165		4,059,173,165
Hoang Long Construction Consulting Jsc		1,329,954,199		
Song Da No 10 Jsc		5,082,418,376		
JOINT STOCK COMPANY 484	146,052,109	146,052,109	1,524,725,513	5,082,418,376
CEJCO 502 - Fresh concrete	139,639,000	139,639,000	146,052,109	146,052,109
Traffic Construction Company 503 Da Nang	215,066,430	215,066,430	139,639,000	139,639,000
An Binh Co.,Ltd	193,457,858	193,457,858	215,066,430	215,066,430
Quang Nam Transport Construction Jsc - Hlim	145,872,585	145,872,585	193,457,858	193,457,858
Pv Eic - Petrovietnam Technical Safety Registration Co.,Ltd	354,000,000	354,000,000	145,872,585	145,872,585
Road And Bridge Construction Joint Stock Company 19-(Construction Of 5 Dak Ha Sewer Pipes)	356,880,000	356,880,000	247,800,000	354,000,000
Road And Bridge Construction Joint Stock Company 19-(Road Construction No. 5)	402,079,364	402,079,364	356,880,000	356,880,000
Road And Bridge Construction Joint Stock Company 19-(Enterprise 52)	341,358,000	341,358,000	402,079,364	402,079,364
Nguyen Chi Trading Co., Ltd - Renting a concrete pump	20,000,000	20,000,000	341,358,000	341,358,000
Quang Nam – Da Nang road management and construction Jsc	249,999,800	249,999,800	20,000,000	20,000,000
Thanh Loc St Co.,Ltd		207,991,080	74,999,940	249,999,800
General Team of Youth Volunteers for Agriculture 4	219,676,656	219,676,656	103,995,541	207,991,080
Investment and development enterprise of Bac Chu Lai Industrial Park	278,976,912	278,976,912	219,676,656	219,676,656
Others	514,008,070	22,548,872,897	278,976,912	278,976,912
			546,318,178	5,546,269,950

Unit: VND

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

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03 . TRADE RECEIVABLES (next)

a) Short-term trade receivables

<i>Other objects</i>	31/12/2019	01/01/2019
<i>Relevant entities</i>	Provision	Provision
	Value	Value
Khanh Hoa Deo Ca BOT Investment Jsc	1,085,834,286	7,684,046,671
A2Z Construction Consulting Jsc		1,912,835,000
ICV Vietnam Investment And Construction Jsc	1,085,834,286	1,418,017,671
b) Long-term trade receivables		4,353,194,000
Total	11,035,892,482	12,415,723,784
		41,912,189,793

04 . PREPAYMENTS TO SUPPLIERS

a) Prepayments to suppliers in short-term

<i>Other objects</i>	31/12/2019	01/01/2019
	Provision	Provision
	Value	Value
Project Management Board 85	1,245,951,913	650,894,794
VTA VIETNAM CO.,LTD	1,245,951,913	650,894,794
Nang Ban Mai Investment Corporation	20,730,453,335	
Underground Works Construction Jsc	966,000,000	
Hai Thach Construction Investment Jsc	15,247,718,241	
Song Da No 10 Jsc	94,082,320,759	
Nippon Koei o.,LTD	68,091,928,678	
Lung Lo Construction Corporation	9,381,606,667	
Civil Engineering Construction Joint Stock Corporation 8	42,435,182,624	
Others	24,121,874,552	
Relevant entities	8,327,509,806	
Deo Ca Group Jsc	119,342,410,069	650,894,794
	1,245,951,913	
	110,607,229,129	2,574,133,995
	110,607,229,129	

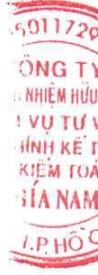


NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

04 . PREPAYMENTS TO SUPPLIERS (next)

	31/12/2019	01/01/2019
	Provision	Provision
	Value	Value
b) Prepayments to suppliers in long-term	62,378,709,484	
<i>Other objects</i>	51,653,143,924	
Project Management Board 2	2,850,000,000	
Traffic Safety Project Management Board	4,592,000,000	
Traffic Newspaper	100,000,000	
319 Corporation Ministry Of National Defence	4,858,005,642	
Binh Minh GF Co.,Ltd	145,332,000	
Toyota enterprise Hoan Kiem Hanoi	22,000	
Tran Dang Khoa Co.,Ltd	112,441,950	
Tran Gia Brand Development Jsc	11,550,000	
State Council for Acceptance of Construction Works	500,000,000	
MB Bank - Branch 1	1,754,500	
PG Bank - Ha Noi Branch	122,674,951	
Lang Son Province Construction Investment Project Management Board	3,425,350,000	
The Transport Engineering Design Inc	269,706,600	
VNC Construction Jsc	1,318,550,786	
Vietin Bank - Lang Son Branch	39,050,000	
HPT . Investment and Construction Co.,Ltd	10,517,741,888	
Construction And Transportation Joint Stock Company No.1	3,837,130,691	
Others	18,951,832,916	
<i>Relevant entities</i>	10,725,565,560	
Deo Ca Group Jsc	25,843,360	
AZZ Construction Consulting Jsc	10,699,722,200	
Total	1,245,951,913	650,894,794
	575,712,943,344	2,574,133,995



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	31/12/2019		01/01/2019	
	Value	Provision	Value	Provision
05 . LOAN RECEIVABLES				
a) Short-term loan receivables				
UDIC - Investment Joint Stock Company				339,770,216
b) Long-term loan receivables				339,770,216
Hai Thach Construction Investment Jsc				13,787,709,800
Total				14,127,480,016
06 . OTHER RECEIVABLES				
a) Other short-term receivables				
Advances	353,152,275,866	1,032,556,836	41,196,084,145	1,509,472,996
Deposits	116,127,573,715	159,523,000	2,667,149,240	653,283,583
Other receivables	100,000,000		117,720,460	
Other objects				
+ Hai Thach Construction Investment Jsc	236,924,702,151	873,033,836	38,411,214,445	856,189,413
+ Road Administration Department III	159,166,277,605	873,033,836	38,411,214,445	856,189,413
+ Warranty of Works	13,189,516,549		732,137,818	
+ UDIC - Investment Joint Stock Company	837,818,000	837,818,000	837,818,000	837,818,000
+ Bca - Thanglong Co.,Ltd - Dai Viet enterprise			36,302,142,822	
+ Gia Dinh PVI insurance company	10,293,500,000		450,000,000	
+ Construction And Investment Joint – Stock Company No 492	5,338,754,886			
+ Land Clearance Department Lien Chieu District	4,217,137,636			
+ Committee for site clearance and resettlement support in Bac Giang, Lang Son province	46,370,610,542			
+ Other receivables	29,895,316,994			
Relevant entities				
+ Ha Thanh International Trading Investment Jsc	49,023,622,998	35,215,836	89,115,805	18,371,413
+ ICV Vietnam Investment And Construction Jsc	77,758,424,546			
+ Vietnam Transport Infrastructure Development Investment Co., Ltd	49,083,120,000			
	4,349,904,546			
	24,325,400,000			



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

	31/12/2019		01/01/2019	
	Historical cost	Provision	Historical cost	Provision
08 . INVENTORIES				
- Raw materials	6,093,935,832		7,110,962,207	
- Tools and supplies	4,049,162,426		353,401,340	
- Work in progress	97,118,107,753		68,622,059,843	
Total	107,261,206,011		76,086,423,390	
Note:				
- Value of unused or degraded inventories which are unsold at the end of fiscal year: None				
- Value of inventories put up as collateral to ensure liabilities at the end of fiscal year: None				
09 . LONG-TERM ASSETS IN PROGRESS				
Long-term construction in progress				
Purchase			497,762,553	
Construction in progress			13,233,346,801,755	19,574,271
- Hai Van tunnel category			4,238,170,316,633	
+ Cost of purchasing fixed assets			79,823,736	
+ Cost of bidding packages for site clearance and resettlement			604,280,430	
+ Cost of other bidding packages			16,077,343,299	
+ Loan interest			1,035,249,832,767	
+ Project management costs			60,979,276,600	
+ Cost of equipment bidding packages			317,354,961,778	
+ Cost of consulting packages			387,528,389,264	
+ Cost of construction and installation bidding packages			2,316,521,176,677	
+ Other categories			103,775,232,082	
- Category of investment in construction of the Bac Giang -Lang Son Expressway route			8,995,176,485,122	
+ Highway component			5,688,991,302,321	
+ Cost of site clearance			1,560,061,810,961	
+ Loan interest			1,590,890,174,877	
+ Project management costs			44,499,303,564	
+ Other categories			110,733,893,399	
Total			13,233,844,564,308	19,574,271



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

10. INCREASE OR DECREASE IN TANGIBLE FIXED ASSETS

Unit: VND

Items	Buildings, structures	Machinery, equipment	Transportation equipment	Office equipment	Total
I. Historical cost					
1. Opening balance	47,577,016,606	60,047,415,061	61,069,179,942	4,293,391,505	172,987,003,114
2. Increase	14,963,939,475,224	668,189,338	14,488,787,181	22,927,421,516	15,002,023,873,259
- Purchase in this period		52,500,000		32,845,455	85,345,455
- Finished construction investment	477,984,861,709				477,984,861,709
- Deo Ca Tunnel, Cu Mong Tunnel, Hai Van Tunnel	412,963,153,703				412,963,153,703
- Highway 1 Bac Giang Lang Son	17,228,993,198				17,228,993,198
- Category of road tunnel Phuoc Tuong - Phu Gia	47,792,714,808				47,792,714,808
- Increase due to consolidation of subsidiary assets at the acquisition date	14,485,954,613,515	615,689,338	14,488,787,181	22,894,576,061	14,523,953,666,095
- Category: Deo Ca Tunnel, Cu Mong, Hai Van	11,831,368,365,475	3,676,449	4,058,311,037	22,208,004,090	11,857,638,357,051
- Highway 1 Bac Giang Lang Son	1,219,111,440,009	321,235,314	9,101,458,853	266,736,598	1,228,800,870,774
- Category of road tunnel Phuoc Tuong - Phu Gia	1,435,474,808,031	290,777,576	1,329,017,291	419,835,373	1,437,514,438,270
3. Decrease	2,762,281,153	35,921,998,613	8,634,242,192	43,940,000	47,362,461,958
- Transferring into investment properties	2,762,281,153	35,921,998,613	8,634,242,192	43,940,000	47,362,461,958
4. Closing balance	15,008,754,210,677	24,793,605,786	66,923,724,931	27,176,873,021	15,127,648,414,415
II. Accumulated depreciation					
1. Opening balance	12,818,417,710	19,298,057,998	41,662,859,366	1,672,303,282	75,451,638,356
2. Increase	881,273,268,743	3,777,968,072	9,187,412,608	11,024,316,966	905,262,966,389
- Depreciation for this period	51,690,758,211	3,363,245,706	3,714,341,370	1,411,420,164	60,179,765,450
- Other increases	1,883,272,606		76,438,449	416,802,828	2,376,513,883
- Increase due to consolidation of subsidiary assets at the acquisition date	827,699,237,927	414,722,366	5,396,632,789	9,196,093,974	842,706,687,056
- Category: Deo Ca Tunnel, Cu Mong, Hai Van	546,628,284,350		1,513,202,401	8,803,061,583	556,944,548,334
- Highway 1 Bac Giang Lang Son	59,646,213,252	205,631,457	3,062,477,551	182,624,377	63,096,946,637
- Category of road tunnel Phuoc Tuong - Phu Gia	221,424,740,325	209,090,909	820,952,837	210,408,014	
3. Decrease	383,650,125	6,797,923,645	2,799,685,582	16,442,066	9,997,701,418
- Liquidating, disposing	383,650,125	6,797,923,645	2,799,685,582	16,442,066	9,997,701,418
4. Closing balance	893,708,036,328	16,278,102,425	48,050,586,392	12,680,178,182	970,716,903,327
III. Net book value					
1. Opening balance	34,758,598,896	40,749,357,063	19,406,320,576	2,621,088,223	97,535,364,758
2. Closing balance	14,115,046,174,348	8,515,503,361	18,873,138,538	14,496,694,840	14,156,931,511,088

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

09 INCREASE OR DECREASE IN TANGIBLE FIXED ASSETS (next)

- Ending net book value of tangible fixed assets put up as collateral for loans:	14,120,354,444,837	VND
- Historical cost of fully depreciated tangible fixed assets at the end of the fiscal year:	44,860,039,763	VND
- Historical cost of fixed assets at the end of the fiscal year awaiting disposal: 0 VND		
- Future contracts of purchase or sale of great value tangible fixed assets:		

Fixed assets of BOT projects are recorded at their provisional cost from the date of the State Council's results on the notification of the results of the inspection and acceptance into operation and use. The quality of basic categories meets the approved design requirements, applicable standards, and technical instructions of the project, and is eligible for technical traffic to be put into operation and use. The Company will adjust the recognition of historical cost when completing the settlement of items with the competent State agency.

The estimated historical cost of assets formed from a BOT project is as follows:

The estimated historical cost of the project of Co Ma tunnel and the road, Deo Ca tunnel, Cu Mong tunnel, the resettlement area in Phu Yen and the resettlement area in Khanh Hoa:

- For the state budget capital is 2,924,167,660,871 VND;
- For the Resettlement Area Sub-project in Phu Yen province, it is VND 70,033,985,024
- For the Subproject of Resettlement Area in Khanh Hoa province, it is 68,931,959,481 VND;
- For the category of Deo Ca tunnel is 5,839,583,270,295 VND;
- For the category of Cu Mong tunnel is 2,559,454,419,641 VND.

Estimated cost of the project of road surface enhancement of National Highway 1, section Km1 + 800 – Km 106 + 500: 1,164,962,738,363 VND

Estimated cost of Phuoc Tuong Phu Gia and Phu Gia Road Tunnel project, National Highway 1A, Thua Thien Hue Province: 1,330,745,525,707 VND

- For investment projects in the form of Build - Operate - Transfer (B.O.T), the time of depreciation of fixed assets is determined as the time of exploitation and return of investment capital of the investor in the project. Depreciation of fixed assets formed from the project at the rate corresponding to the annual revenue by the exploitation period to collect the payback fee of the project (similar to the method of depreciation by quantity, volume product).



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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

11. INCREASE OR DECREASE IN TANGIBLE FIXED ASSETS

Item	Land use rights	Copyrights	Patents, inventions	Computer software	Other assets	Total
I. Historical cost						
1. Opening balance	618,292,634			45,000,000		663,292,634
2. Increase				539,500,850	183,403,472	722,904,322
- Purchase in this period				225,000,000		225,000,000
- Created from within the company						
- Other increases				314,500,850	183,403,472	497,904,322
3. Decrease						
- Liquidating, disposing						
- Other decreases						
4. Closing balance	618,292,634			584,500,850	183,403,472	1,386,196,956
II. Accumulated depreciation						
1. Opening balance	25,797,961			45,000,000		70,797,961
2. Increase	12,881,088			274,862,916		287,744,004
- Depreciation	12,881,088			102,215,360		115,096,448
- Other increases				172,647,556		172,647,556
3. Decrease						
- Liquidating, disposing						
- Other decreases						
4. Closing balance	38,679,049			319,862,916		358,541,965
III. Net book value						
1. Opening balance	592,494,673					592,494,673
2. Closing balance	579,613,585			264,637,934	183,403,472	1,027,654,991

- Ending net book value of intangible fixed assets put as collateral for loans: 0 VND

- Historical cost of fully depreciated intangible fixed assets at the end of the fiscal year: 45,000,000 VND



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	31/12/2019	01/01/2019		Incur	01/01/2019		Value	Recoverable value	Decrease	Value	Recoverable value
12 . PREPAID EXPENSES											
a) Short-term prepaid expenses	21,082,750,219	663,934,353									
Dispatched tools and supplies	151,324,406	215,019,096									
Car repair and insurance costs	542,927,521	448,915,257									
Others	20,388,498,292										
b) Long-term prepaid expenses	26,705,049,286	5,842,644,678									
Cost of external service	16,240,394,363										
Dispatched tools and supplies	407,462,784	2,241,031,419									
Car repair and insurance costs	5,714,313,765	1,899,025,899									
Cost of construction in progress	729,520,421	897,270,058									
Others	3,613,357,953	805,317,302									
Total	47,787,799,505	6,506,579,031									
13 . BORROWINGS AND FINANCE LEASE LIABILITIES											
a) Short-term borrowings											
	31/12/2019										
	Value	Recoverable value		Incur							
Short-term borrowings - VND	137,406,331,880	137,406,331,880		254,289,629,997					104,083,118,798		104,083,118,798
Other objects	132,806,331,880	132,806,331,880		217,689,629,997					104,083,118,798		104,083,118,798
- VietinBank - Da Nang Branch	128,948,442,820	128,948,442,820		217,689,629,997					99,825,363,864		99,825,363,864
- Officers and employees	3,857,889,060	3,857,889,060						399,865,874	4,257,754,934		4,257,754,934
Relevant entities	4,600,000,000	4,600,000,000		36,600,000,000				32,000,000,000			
- Deo Ca Group Jsc				32,000,000,000				32,000,000,000			
- A2Z Construction Consulting Jsc	2,000,000,000	2,000,000,000		2,000,000,000							
- B.O.T Hung Phat Jsc	2,600,000,000	2,600,000,000		2,600,000,000							
Total	137,406,331,880	137,406,331,880		254,289,629,997				220,966,416,915	104,083,118,798		104,083,118,798



DEO CA TRAFFIC INFRASTRUCTURE INVESTMENT JOINT STOCK COMPANY

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Unit: VND

13 . BORROWINGS AND FINANCE LEASE LIABILITIES (next)

	31/12/2019		01/01/2019	
	Value	Recoverable value	Incur	Recoverable value
b) Long-term borrowings				
Over 1 year to 5 years	239,858,333,334	239,858,333,334	260,800,000,000	4,810,222,212
<i>Other objects</i>	2,058,333,334	2,058,333,334		4,810,222,212
- Long-term loan to buy 3 apartments	2,058,333,334	2,058,333,334		3,358,333,320
- Loan to buy a car				1,451,888,892
Relevant entities	237,800,000,000	237,800,000,000	260,800,000,000	23,000,000,000
- Deo Ca Group Jsc	237,800,000,000	237,800,000,000	260,800,000,000	23,000,000,000
Over 5 years	19,927,430,428,520	19,927,430,428,520	20,070,224,789,979	142,794,361,459
- Vietin Bank - Branch Ha Noi	19,033,974,340,184	19,033,974,340,184	19,175,191,701,643	141,217,361,459
- Credit contract No. 01/2015-HDTDDA/NHCT106-DEOCA	2,269,093,688,681	2,269,093,688,681	2,295,921,050,139	26,827,361,458
- Credit contract No. 01/2016-HDTDDA/NHCT106-DEOCA	2,232,251,512,480	2,232,251,512,480	2,232,251,512,480	
- Credit contract No. 02-2013-HDTDDA/NHCT106-DEOCA	4,654,403,867,855	4,654,403,867,855	4,655,903,867,855	1,500,000,000
- Credit contract No. 02/2015-HDTDDA/NHCT106-DEOCA	1,053,300,067,777	1,053,300,067,777	1,053,600,067,777	300,000,000
- Credit contract No. 01/2017-HDTDDA/NHCT106-BOT	8,824,925,203,391	8,824,925,203,391	8,937,515,203,392	112,590,000,001
BGLS				
- VietABank - Branch Ha Noi	893,456,088,336	893,456,088,336	895,033,088,336	1,577,000,000
Total	20,167,288,761,854	20,167,288,761,854	20,331,024,789,979	168,546,250,337
				4,810,222,212



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13. BORROWINGS AND FINANCE LEASE LIABILITIES (next)

a) Additional presentation of short-term loan contracts:

Lender	Contract	Maturity (VND)	Term	Interest rate	Purpose	Form of security
- VietinBank - Da Nang Branch	Credit Contract No. 01/2019-HDCVHM/NHCT480-DII dated 05/09/2019	80,000,000,000	From the contract signing date to August 31, 2020	according to each debt collection	Serving production and business	Car sleeper, certificate of house use right at Plaza apartment, certificate of land use right at 27 Bui Chat
- VietinBank - Da Nang Branch	Credit Contract No. 02/2019-HDCVHM/NHCT480-DII dated 05/09/2019	80,000,000,000	From the contract signing date to August 31, 2020	Write on each debt receipt	Serving production and business	Fiduciary loan
A2Z Construction Consulting Jsc	Loan Agreement No. 30.07/2019/DII-A2Z dated 30/7/2019	2,000,000,000	12 months	4.5%/year		Fiduciary loan

b) Additional presentation of long-term loan contracts:

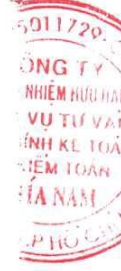
(1) According to Loan Contract No. 01/2013/CNTPHN - DEOCA with VietNam Joint Stock Commercial Bank For Industry And Trade - Hanoi Branch dated 16/01/2013, the loan amount is: VND 4,359,000,000,000, duration The loan period is 14 years from the date of disbursement, the disbursement period is 04 years from the date of first disbursement, not exceeding the implementation time of the BT Works items as prescribed in the BOT Project Contract and BT No. 26/HDXD-DEOCA dated November 8, 2012 between the Ministry of Transport and Deo Ca Investment Joint Stock Company, the grace period is 04 years from the date of first disbursement but does not exceed the implementation period of the BT Works items as prescribed in the BOT and BT Project Contract No. 26/HDXD-DEOCA dated November 8 2012 between the Ministry of Transport and Deo Ca Investment Joint Stock Company. The debt receipt period is 10 years, the debt receipt currency is VND, the loan is according to the investment project, the purpose of using the loan is to pay the costs of implementing the BT Works under the Road Tunnel Construction Investment Project. through Ca Pass - National Highway 1, Phu Yen province and Khanh Hoa province. The payment of the above costs does not include the payment costs for Package 10 - Construction of public service road B1a, bridge No. 1 on route B1a; Package No. 20 - Construction supervision, equipment installation supervision; Package No. 27- Project Management Consulting. The source of debt repayment is the State Budget paid by the Ministry of Transport and Deo Ca Investment Joint Stock Company according to the provisions of the BOT and BT project contract No. 26/HDXD-DEOCA dated November 8, 2012. Interest during the construction period is entered into the principal. The collateral is:

- Mortgage of property rights arising from the BOT and BT Project Contract No. 26/HDXD-DEOCA dated November 8, 2012 between the Ministry of Transport and the Investor for the BT Works part of VietNam Joint Stock Commercial Bank For Industry And Trade sponsor.

- Mortgage of assets formed in the future is the entire BT category under the Deo Ca Tunnel Project, which has not yet been transferred to the State.

- Mortgage of the right to exploit the revenue of Ninh An Station - National Highway 1A.

- Other security measures as agreed by both parties (if any).



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

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Unit: VND

13 . BORROWINGS AND FINANCE LEASE LIABILITIES (next)

b) Additional presentation of long-term loan contracts:

(2) According to Contract No. 01/2015 - HDTDDA/NHCT106-DEOCA dated 28/07/2015 with VietNam Joint Stock Commercial Bank For Industry And Trade - Hanoi Branch. The loan limit is VND 3,351,000,000,000 to implement the Investment Item of the Road Tunnel through Cu Mong Pass, National Highway 1, Phu Yen Province, and Binh Dinh Province under the Investment Project to build a road tunnel through Deo Ca - National Highway 1, the province. Phu Yen and Khanh Hoa province in the form of BT and BOT. The loan term is 204 months from the first disbursement date, the disbursement time is 48 months from the first disbursement date. Debt receipt interest is the interest rate stated on each Debt Receipt.

(3) According to Contract No. 01/2016 - HDTDDA/NHCT106-DEOCA dated 02/02/2016 with VietNam Joint Stock Commercial Bank For Industry And Trade - Hanoi branch. The loan limit is VND 4,182,000,000,000 and the loan interest during the construction period is capitalized into the Total Investment of the Project to implement Phase 2 - Expansion of Hai Van Tunnel under the investment category of Tunnel wide. Hai Van Road, Highway 1, Thua Thien Hue Province and Da Nang City) was added to the Deo Ca Tunnel Construction Investment Project. The loan term is 20 years from the first disbursement date, the disbursement time is 4 years from the first disbursement date. Debt receipt interest is the interest rate stated on each Debt Receipt.

(4) According to Loan Contract No. 02/2013/NHCT106-DEOCA with VietNam Joint Stock Commercial Bank For Industry And Trade - Hanoi Branch dated 22/10/2013. The loan limit is: VND 5,420,000,000,000, the purpose of using the loan is to pay reasonable expenses for the implementation of BOT works under the Deo Ca Tunnel Construction Project - National Highway 1, Phu Yen province. , Khanh Hoa. The loan term is 180 months, the interest rate depends on each debt receipt.

(5) According to Contract No. 02/2015 - HDTDDA/NHCT106-DEOCA dated 11/12/2015 with VietNam Joint Stock Commercial Bank For Industry And Trade - Hanoi branch. The loan limit is 1,190,000,000,000 VND to upgrade, repair, and renovate Hai Van Tunnel 1 and Highway 1 through Hai Van Pass (Phase 1 of Investment Item to expand Road Tunnel through Hai Pass). Van, National Highway 1, Thua Thien Hue Province and Da Nang City) was added to the Deo Ca Road Tunnel Construction Investment Project - National Highway 1 in the form of BT and BOT (Including the loan of principal income during the construction period and the loan of VAT). The loan term is 192 months from the first disbursement date, the disbursement time is 24 months from the first disbursement date. Debt receipt interest is the interest rate stated on each Debt Receipt.

(6) According to Contract No. 01/2017-HDTDDA/NHCT106-BOT BGLS with Vietnam Joint Stock Commercial Bank for Industry and Trade - Hanoi Branch. The loan limit is VND 10,169,000,000,000 to implement the Bac Giang - Lang Son expressway project in the form of BOT (Including the loan of principal income during the construction period and the loan of VAT). The loan term is 204 months from the first disbursement date, the disbursement time is 24 months from the first disbursement date. The interest rate on debt receipt is the interest rate stated on each Debt Receipt. The collateral is the entire right to collect fees and assets arising under the BOT project contract.

(7) According to Contract No. 23072014/HDDH; Contract annex 1-6 with Vietnam Asia Commercial Joint Stock Bank - Hanoi Branch. The loan limit is VND 1,148,942,000,000, the purpose of which is to use the loan money to implement the construction project of Phuoc Tuong-Phu Gia road tunnel, National Highway 1A, Thua Thien Hue province, in the form of a BOT contract. Loan term 233 months. Debt receipt interest is the interest rate stated on each Debt Receipt. The collateral is the right to collect fees of the BOT project; the Capital contribution of Ha Thanh Co., Ltd and Ha Thanh International Trading Investment JSC to Phuoc Tuong Phu Gia BOT JSC.

The interest expense on the loans of the foregoing contracts relating to on-going projects capitalized according to the interest expense standard is included in the value of that asset (capitalized) when meeting the conditions specified in Vietnamese Accounting Standard No. 16 "Borrowing costs".

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	31/12/2019		01/01/2019		Unit: VND
	Value	Recoverable value	Value	Recoverable value	
14 . TRADE PAYABLE					
a) Short-term trade payables	1,097,329,726,551	1,097,329,726,551	52,118,095,808	52,118,095,808	
<i>Other objects</i>	898,199,568,871	898,199,568,871	46,651,715,432	46,651,715,432	
EMTC3 Interior Decoration And Electrical Experiments Construction Jsc	11,867,731,900	11,867,731,900			
Deo ca Security Jsc	6,674,819,800	6,674,819,800	6,529,153,672	6,529,153,672	
Danang - Hoang Tien Investment Construction Jsc			468,083,001	468,083,001	
99 Construction One Member Company Limited	1,707,015,145	1,707,015,145	5,595,922,661	5,595,922,661	
Bca - Thanglong Co.,Ltd	22,066,275,015	22,066,275,015			
Thuy Tung Chau Co.,Ltd	1,556,765,000	1,556,765,000	252,690,000	252,690,000	
Duongviet Construction Investment Corporation	88,307,200	88,307,200	88,307,200	88,307,200	
Nguyen Van Dung	379,355,000	379,355,000	379,355,000	379,355,000	
DUA FAT., JSC			2,035,138,770	2,035,138,770	
Saobacdau Technologies Corporation	63,586,665,138	63,586,665,138			
Apave Asia - Pacific Company	20,646,941,214	20,646,941,214			
NIPPON KOEI Viet Nam International Co.,Ltd	13,060,562,513	13,060,562,513			
Lunglo 9 Construction Jsc	20,985,717,618	20,985,717,618			
Lung Lo Construction Corporation	12,000,378,308	12,000,378,308			
Vietnam Energy Technology Development Education Investment Jsc	40,539,098,486	40,539,098,486			
Hoa Hiep Co.,Ltd	49,789,309,938	49,789,309,938			
Others	18,055,562,457	18,055,562,457	3,400,330,117	3,400,330,117	



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

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14 . TRADE PAYABLE (next)

	31/12/2019	01/01/2019	Unit: VND
	Value	Recoverable value	Value
a) Short-term trade payables			
My Da Construction Co.,Ltd	45,637,546,215	45,637,546,215	
LICOGI 16 Jsc	174,652,263,062	174,652,263,062	
Others	394,905,254,862	394,905,254,862	
Relevant entities	199,130,157,680	199,130,157,680	27,902,735,011
Deo Ca Group Jsc	155,096,589,233	155,096,589,233	5,466,380,376
ICV Vietnam Investment And Construction Jsc	5,603,916,143	5,603,916,143	194,171,000
A2Z Construction Consulting Jsc	38,429,652,304	38,429,652,304	5,272,209,376
b) Long-term trade payables			
Total	1,097,329,726,551	1,097,329,726,551	52,118,095,808

15 . ADVANCES FROM CUSTOMERS

	31/12/2019	01/01/2019
a) Short-term advances from customers		
Other objects	13,671,606,067	34,747,474,786
PETROLIMEX BINH DINH	13,671,606,067	7,782,510,935
VINACONEX Corporation	3,000,000,000	
NHAT THANH Jsc	1,495,821,371	1,495,821,371
PETROLIMEX DANANG Co.,Ltd	225,000,000	225,000,000
Lung Lo Construction Corporation	3,000,000,000	
Branch of Land Fund Development Center No. 3- Da Nang City	2,475,005,925	2,475,005,925
Others	2,587,489,000	2,587,489,000
Relevant entities	888,289,771	999,194,639
Deo Ca Group Jsc		26,964,963,851
Deo Ca Investment Jsc		25,758,487,694
b) Long-term advances from customers		1,206,476,157
Total	13,671,606,067	34,747,474,786



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Unit: VND

16 . TAXES AND OTHER PAYABLES TO THE STATE

	01/01/2019		31/12/2019		
	Payables	Receivables	Payables in year	Paid in year	
			Payables	Paid	
			in year	in year	
				Receivables	
Corporate income tax		1,046,732,249	2,473,947,351	1,353,536,093	2,167,143,507
Personal income tax		42,880,520	2,002,961,153	1,891,895,142	1,087,403,497
Value added tax		7,694,097,463	41,731,119,501	50,650,568,468	3,686,622,371
VAT for imported goods					
Natural resource consumption tax.			613,542,102	613,542,102	
Real estate tax, land rent			969,442,720	969,442,720	
Other taxes			13,789,853,680	13,376,875,636	1,042,977,771
Total		8,783,710,232	61,580,866,507	68,855,860,161	7,984,147,146



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17 . ACCRUED EXPENSES

	31/12/2019	01/01/2019
a) Short-term accrued expenses	179,052,776,706	38,559,844,565
Tunnel operation cost	59,594,948,136	36,824,914,395
Interest expenses	112,427,782,511	902,165,445
Others	7,030,046,059	832,764,725
b) Long-term accrued expenses		
Total	179,052,776,706	38,559,844,565

18 . OTHER PAYABLES

	31/12/2019	01/01/2019
a) Short-term other payables	1,239,493,642,697	7,377,910,273
Surplus of assets awaiting resolution	46,449,775	
Trade union fund	571,851,388	382,306,912
Social insurance		13,893,101
Health insurance	285,750	
Support Fund	620,533,926	397,160,222
Dividends or profits payables		
Advance (Credit balance account 141)	208,799,618	90,445,665
Others	1,238,045,722,240	6,494,104,373
Other objects	1,034,295,722,240	6,494,104,373
<i>Payable guarantee for performance of the warranty contract, the volume awaiting settlement</i>	949,466,173,445	
<i>Payable guarantee for performance of warranty contract, pending finalization of categories at Bac Giang Lang Son BOT project</i>	67,827,684,999	
<i>France Emulsion company profit business cooperation</i>	1,650,429,936	1,650,429,936
<i>Others</i>	15,351,433,860	4,843,674,437
Relevant entities	203,750,000,000	
<i>B.O.T Hai Thach Investment JSC</i>	203,750,000,000	
b) Long-term other payables		
Long-term deposits		
Others		
Total	1,239,493,642,697	7,377,910,273

c) Overdue debts: None



DEO CA TRAFFIC INFRASTRUCTURE INVESTMENT JOINT STOCK COMPANY

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19. OWNER'S EQUITY

Đơn vị tính: VND

I. Change in owner's equity	Contributed capital	Capital surplus	Investment and development fund	Undistributed profit after tax	Other funds	Non – controlling interest	Total
Opening Balance of the previous year	49,375,000,000	(289,680,000)	641,827,257	12,455,758,472			62,182,905,729
Increase in capital in the previous year	30,000,000,000						30,000,000,000
Profit in the previous year				13,174,456,649			13,174,456,649
Increase fund from profit				205,568,086			205,568,086
Decrease in capital in the previous year			1,240,824,122	(2,481,648,244)			(1,240,824,122)
Distribution funds from profit				(2,774,750,000)			(2,774,750,000)
Dividends							
Remuneration Board of Directors							
Closing Balance of the previous year	79,375,000,000	(289,680,000)	1,882,651,379	20,579,384,963			101,547,356,342
Opening Balance of the current year	79,375,000,000	(289,680,000)	1,882,651,379	20,579,384,963			101,547,356,342
Increase in capital in the current year (*)	2,190,715,900,000						2,190,715,900,000
Profit in the current year			1,317,445,664	201,106,184,909			202,423,630,573
Distribution of Investment and Development Fund				(1,317,445,664)			(1,317,445,664)
Distribution of Bonus and welfare fund				(1,317,445,664)			(1,317,445,664)
Capital of the subsidiary at the date of acquisition					3,452,924,767,484	1,048,278,923,830	4,501,203,691,314
Other increases (*)				616,375,984			616,375,984
Dividends				(10,308,378,402)			(10,308,378,402)
Other decrease		289,680,000		(289,680,000)			
Closing Balance of the current year	2,270,090,900,000		3,200,097,043	209,068,996,126	3,452,924,767,484	1,048,278,923,830	6,983,563,684,483

Note (*) The amount is the difference between the cost of the parent company's additional investment in the subsidiary of Bac Giang Lang Son Joint Stock Company and the carrying amount of the net assets of the acquired subsidiary. This difference is recognized directly in undistributed after-tax profits and is treated as equity transactions



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Unit: VND

19 . 2. Details of contributed capital

	31/12/2019	%	01/01/2019	%
Parent company	37,892,550,000	1.67%	69,892,550,000	
- Deo Ca Group Jsc	37,892,550,000	1.67%	69,892,550,000	88.05%
Other entities	2,232,198,350,000	98.33%	9,482,450,000	11.95%
- Ho Minh Hoang	18,000,000,000	0.79%		
- Nguyen Quoc Anh	14,000,000,000	0.62%		
- B.O.T Hai Thach Investment Jsc	914,081,250,000	40.27%		
- Northern Infrastructure Investment Jsc	882,303,650,000	38.87%		
- Hai Thach Group Jsc	122,000,000,000	5.37%		
- Ha Thanh International Trading Investment Jsc	108,331,000,000	4.77%		
- BOT Hung Phat Jsc	164,000,000,000	7.22%		
- Others	9,482,450,000	0.42%	9,482,450,000	11.95%
Total	2,270,090,900,000	100.00%	79,375,000,000	100.00%

Notes:

At the 2nd Extraordinary General Meeting of Shareholders on November 1, 2019, Minutes No. 03/2019/BB-DHĐCD dated November 1, 2019, and Resolution No. 03/2019/NQ-DHĐCD dated November 1, 2019, were approved, Board of Directors Resolution No. 11/2019/NQ-HĐQT dated November 12, 2019, approving the plan for the private placement of shares to increase charter capital and swap specific debts:

-On December 4, 2019, Hai Thach BOT Investment Joint Stock Company became a shareholder of DII under contract No. 01/2019/HDMBCP/DII

-On December 4, 2019, Hai Thach Group Joint Stock Company became a shareholder of DII under contract No. 02/2019/HDMBCP/DII

-On December 4, 2019, Ha Thanh International Trading Investment Joint Stock Company became a shareholder of DII under contract No. 03/2019/HDMBCP/DII

-On December 4, 2019, Hung Phat BOT Joint Stock Company became a shareholder of DII under contract No. 04/2019/HDMBCP/DII

-On December 4, 2019, Northern Infrastructure Investment Joint Stock Company became a shareholder of DII under contract No. 05/2019/HDMBCP/DII

The purpose of this capital increase is that the Company will invest in traffic projects to increase market share and sales of road construction and operation. Issuing shares to creditors helps the Company's creditors to convert loans into investments by owning shares of Deo Ca Traffic Infrastructure Investment Joint Stock Company and sticking with the company for a long time.

Official Letter No. 7352/UBCK-QLCB dated December 6, 2019 of the State Securities Commission on reporting results of private placement for debt swap of DII

On December 16, 2019, Deo Ca Traffic Infrastructure Investment Joint Stock Company Company was granted the 24th business registration license by the Department of Planning and Investment of Da Nang City with a total charter capital of 2,270,090,900 .000 VND

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(*) As at December 16, 2019, Deo Ca Group Joint Stock Company becomes the parent company of the Company through direct and indirect ownership and voting rights in subsidiaries investing in Deo Ca Traffic Infrastructure Investment Joint Stock Company with the ratio of own and vote as follows:

	Ratio of benefit	Voting right
Direct Ownership	1.67%	1.67%
- Deo Ca Traffic Infrastructure Investment Jsc	1.67%	1.67%
Ownership and indirect voting	71.08%	91.13%
- B.O.T Hai Thach Investment Jsc	35.26%	40.27%
- Northern Infrastructure Investment Jsc	24.21%	38.87%
- Ha Thanh International Trading Investment Jsc	4.75%	4.77%
- BOT Hung Phat Jsc	6.86%	7.22%
Total	72.74%	92.80%

19 . 3. Capital transactions with owners and distribution of dividends or profits

	Current year	Previous year
- Owner's invested capital		
+ At the beginning of period	79,375,000,000	49,375,000,000
+ Increase in the period	2,190,715,900,000	30,000,000,000
+ Decrease in the period		
+ At period end	2,270,090,900,000	79,375,000,000
- Dividends or distributed profits	10,308,378,402	2,774,750,000

19 . 4. Shares

	Current year	Previous year
Number of shares authorised to be issued	227,009,090	7,937,500
Number of repurchased shares	227,009,090	7,937,500
- Ordinary share	227,009,090	7,937,500
- Preferred share		
Number of repurchased shares		
- Ordinary share		
- Preferred share		
Number of shares outstanding	227,009,090	7,937,500
- Ordinary share	227,009,090	7,937,500
- Preferred share		

Par value of shares outstanding: 10,000 VND/share



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

VI . NOTES TO CONSOLIDATED INCOME STATEMENT

01 . REVENUES FROM SALES AND SERVICES RENDERED

	<i>Current year</i>	<i>Previous year</i>
a) Revenues		
Revenue from maintenance and repair of tunnels and roads	108,869,772,116	194,719,934,690
Revenue from construction activities	44,565,656,257	150,480,675,378
Revenue from providing transit services	20,796,300,000	21,274,175,001
Revenue from real estate business	599,435,000	1,307,858,182
Revenue from operating toll station	278,257,488,181	
Other revenues	24,009,373,912	26,916,445,557
Total	477,098,025,466	394,699,088,808

02 . COST OF GOODS SOLD

	<i>Current year</i>	<i>Previous year</i>
Costs of goods sold		
Cost of services rendered	91,890,301,631	332,204,423,671
+ <i>Cost of maintenance and repair of tunnels and roads</i>	70,049,783,286	315,201,417,610
+ <i>Cost of services rendered</i>	21,840,518,345	17,003,006,061
Cost of construction activities	44,236,630,339	
Cost of operating toll station	109,447,062,876	
Cost of real estate business	614,902,607	1,608,715,565
Other costs	17,337,843,618	27,091,241,844
Total	263,526,741,071	360,904,381,080

03 . FINANCIAL INCOME

	<i>Current year</i>	<i>Previous year</i>
Interest income	8,165,852,133	1,750,462,212
Interest on payment of advance payment of construction contract		9,619,329,574
Dividends, profits earned		
Foreign exchange gains		
Total	8,165,852,133	11,369,791,786

04 . FINANCIAL EXPENSES

Interest expenses	247,129,676,579	8,574,896,989
Payment discounts or interests of sale under deferred payment		
Losses due to disposal of financial investments		
Foreign exchange losses		
Provisions for decline in value of trading securities and investment impairment		
Total	247,129,676,579	8,574,896,989

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

05 . SELLING EXPENSES AND GENERAL ADMINISTRATION EXPENSES

	<i>Current year</i>	<i>Previous year</i>
1. Selling expenses		
2. General administration expenses	58,119,760,452	20,872,830,578
Costs of materials, package	287,036,542	
Costs of tools, supplies	5,592,162,057	552,808,475
Labor costs and staff costs	8,560,762,293	7,765,137,215
Depreciation	2,846,138,447	1,563,719,855
External services	9,303,665,766	2,673,083,528
Tax, duties, fees	8,137,515	9,000,000
Provisions for doubtful debts	947,953,152	3,151,664,718
Reversal for doubtful debts	(2,189,243,495)	
Others (including goodwill)	32,763,148,175	5,157,416,787
Total	58,119,760,452	20,872,830,578

06 . OTHER INCOME

	<i>Current year</i>	<i>Previous year</i>
Proceeds from disposals of fixed assets		106,472,751
Profit from cheap purchases	240,272,146,605	
Others	106,157,321	7,401,752
Total	240,378,303,926	113,874,503

07 . OTHER EXPENSES

	<i>Current year</i>	<i>Previous year</i>
Net book value of fixed assets and expenses incurred from transfer or disposal of fixed assets	3,421,619,485	
Penalties	823,210,783	758,254,875
Others	449,655,767	91,202,677
Total	4,694,486,035	849,457,552

08 . PRODUCTION AND BUSINESS COSTS BY ELEMENT

	<i>Current year</i>	<i>Previous year</i>
Packing material costs	107,157,113,092	100,880,692,912
Labor costs and staff costs	160,000,418,876	150,559,682,992
Depreciation	47,436,904,975	12,625,257,919
External services	94,767,307,534	75,119,163,576
Others	33,713,438,229	4,132,596,875
Total	443,075,182,706	343,317,394,274

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

09 . CURRENT ENTERPRISE INCOME TAX EXPENSE

	<i>Current year</i>	<i>Previous year</i>
Tax expenses in respect of the current year taxable profit	2,295,676,729	1,660,252,757
Adjustment of tax expenses in the previous years to the current year	178,270,622	146,479,492
Total	2,473,947,351	1,806,732,249

10 . DEFERRED ENTERPRISE INCOME TAX EXPENSE

	<i>Current year</i>	<i>Previous year</i>
- Deferred corporate income tax expenses incurred from taxable temporary differences	564,092,582	
Total	564,092,582	

11 . BASIC EARNINGS PER SHARE

	<i>Current year</i>	<i>Previous year</i>
Profit or loss allocated to shareholders holding common shares	201,106,184,909	13,174,456,649
Bonus and welfare funds deducted from profits after enterprise income tax		
The number of common shares outstanding on average during the year	24,142,796	7,937,500
Basic earnings per share	8,330	1,660

12 . DILUTED EARNINGS PER SHARE

as at December 31, 2019, The Company does not have shares with dilutive potential for earnings per share

	<i>Current year</i>	<i>Previous year</i>
Profit or loss allocated to shareholders holding common shares	201,106,184,909	13,174,456,649
Bonus and welfare funds deducted from profits after enterprise income tax		
Common shares expected to release		
The number of common shares outstanding on average during the year	24,142,796	7,937,500
Diluted earnings per share	8,330	1,660

13 . CONTROLLER

	<i>Current year</i>	<i>Previous year</i>
Remuneration	306,000,000	364,000,000
Salary	1,203,555,184	889,323,718

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Unit: VND

VII . NOTES TO CONSOLIDATED CASH FLOW STATEMENT

01 . Non-monetary transactions affecting cash flows statement in the future: none

02 . Cash and cash equivalents held by the Company without use: None

03 . Proceeds from borrowings during the year

- Proceeds from ordinary contracts

	<u>Current year</u>	<u>Previous year</u>
	1,682,709,750,359	186,434,662,642

04 . Payments on principal during the fiscal year

- Payments from ordinary contracts

	<u>Current year</u>	<u>Previous year</u>
	389,512,667,252	195,615,392,964

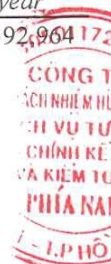
VIII . OTHER INFORMATION

01 . Potential debts, commitments and other financial information: none

02 . Events occurring after the end of fiscal year:

There have been no other significant events occurring after the balance sheet date, which would require adjustments or disclosures to be made in the Consolidated financial statements.

03 . Relevant entity information : See Appendix 1



ĐEO CA TRAFFIC INFRASTRUCTURE INVESTMENT JOINT STOCK COMPANY

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Đơn vị tính: VND

04 . Segment reporting

a. The business field segment

For the Company's management, the Company is organized, managed and accounted for by-product units and business areas, so it reports divisions according to products produced and provided services such as: after:

	Previous year	BOT toll station	Construction	Service Transshipment	Operation and maintenance of tunnels	Other revenue	Total
Net external sales			150,480,675,378	21,274,175,001	194,719,934,690	28,224,303,739	394,699,088,808
Total net sales			150,480,675,378	21,274,175,001	194,719,934,690	28,224,303,739	394,699,088,808
Segment financial performance							33,794,707,728
Expenses not attributable to segments							(20,872,830,578)
Operating profit							12,921,877,150
Financial income							11,369,791,786
Financial expense							(8,574,896,989)
Other income							113,874,503
Other expenses							(849,457,552)
Current enterprise income tax expense							(1,806,732,249)
Profits after enterprise income tax							13,174,456,649
Total expenses on acquisition of fixed assets and other non-current assets.							111,059,289
Total depreciation and allocation of long-term prepayments.							21,513,249,758



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Đơn vị tính: VND

04 . Segment reporting (next)

a. The business field segment (next)

	Current year					Total
	BOT toll station	Construction	Service Transshipment	Operation and maintenance of tunnels	Other revenue	
Net external sales	278,257,488,181	44,565,656,257	20,796,300,000	108,869,772,116	24,608,808,912	477,098,025,466
Total net sales	278,257,488,181	44,565,656,257	20,796,300,000	108,869,772,116	24,608,808,912	477,098,025,466
Business results by segment	168,810,425,305	329,025,918	(1,044,218,345)	38,819,988,830	6,656,062,687	213,571,284,395
Operating profit	168,810,425,305	329,025,918	(1,044,218,345)	38,819,988,830	6,656,062,687	213,571,284,395
General administration expenses						(58,119,760,452)
Financial income						8,165,852,133
Financial expense						(247,129,676,579)
Profit or loss in joint ventures						5,909,835,033
Other income						240,378,303,926
Other expenses						(4,694,486,035)
Current enterprise income tax expense						(2,473,947,351)
Deferred enterprise income tax expense						(564,092,582)
Profits after enterprise income tax						155,043,312,488
Total expenses on acquisition of fixed assets and other non-current assets.						784,896,775,618
Total depreciation and allocation of long-term prepayments.						47,436,904,975



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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Đơn vị tính: VND

- Assets and liabilities

	BOT toll station		Construction	Service Transshipment	Operation and maintenance of tunnels	Other revenue	Total
01/01/2019							
Segment assets			41,834,993,668	8,362,670,271	3,672,677,537	14,147,313,933	68,017,655,409
Assets not attributable to segments							292,493,964,545
Total			41,834,993,668	8,362,670,271	3,672,677,537	14,147,313,933	360,511,619,954
Segment liabilities			121,173,680,110		90,384,706,855		211,558,386,965
Liabilities not attributable to segments							47,405,876,647
Total			121,173,680,110		90,384,706,855		258,964,263,612

31/12/2019

	BOT toll station		Construction	Service Transshipment	Operation and maintenance of tunnels	Other revenue	Total
Segment assets		29,412,469,867,452	8,894,369,571	7,928,640,442	1,568,084,315	12,974,997,440	29,443,835,959,220
Assets not attributable to segments							560,252,166,184
Total		29,412,469,867,452	8,894,369,571	7,928,640,442	1,568,084,315	12,974,997,440	30,004,088,125,404
Segment liabilities		22,301,582,903,866	80,956,191,003		153,188,678,576		22,535,727,773,445
Liabilities not attributable to segments							484,796,667,476
Total		22,301,582,903,866	80,956,191,003		153,188,678,576		23,020,524,440,921

b. The geographical segment

	Bac Giang Lang Son	Hue	Da Nang	Phu Yen	Others	Total
Previous year						
Net external sales		66,550,785,997	327,436,973,720		711,329,091	394,699,088,808
Total net sales						360,511,619,954

Total expenses on acquisition of fixed assets and other non-current assets.

111,059,289



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Đơn vị tính: VND

b. The geographical segment (next)

Current year	Bac Giang Lang Son	Hue	Da Nang	Phu Yen	Others	Total
Net external sales	45,016,487,269	69,021,806,367	64,980,495,799	183,289,673,635	114,789,562,396	477,098,025,466
Total net sales	10,051,176,529,147	1,276,556,189,584	2,831,155,471,210	15,845,199,935,463		30,004,088,125,404
Total expenses on acquisition of fixed assets and other non-current assets.						784,896,775,618

05 . Financial assets and financial liabilities

	Book value		Recoverable value	
	31/12/2019	01/01/2019	31/12/2019	01/01/2019
a) Financial assets				
Cash and cash equivalents	Value	Provision	Value	Provision
Trade receivables	812,490,759,442		3,157,627,456	
Prepayments to suppliers	42,930,027,808		41,912,189,793	
Other receivables	575,712,943,344		2,574,133,995	
Long-term financial investments	445,279,097,844		445,279,097,844	
	376,232,381,816		376,232,381,816	
Total	2,252,645,210,254		2,252,645,210,254	

	Book value		Recoverable value	
	31/12/2019	01/01/2019	31/12/2019	01/01/2019
b) Financial liabilities				
Trade payables	Value	Provision	Value	Provision
Advances from customers	1,097,329,726,551		1,097,329,726,551	
Borrowings and debts	13,671,606,067		13,671,606,067	
Payables to employees	20,304,695,093,734		20,304,695,093,734	
Other payables	12,777,915,177		12,777,915,177	
	1,239,493,642,697		1,239,493,642,697	
Total	22,667,967,984,226		22,667,967,984,226	

The fair value of the financial assets and liabilities of the Company are reflected at the values which can be converted in a current transaction among parties having adequate knowledge and expecting to involve in the transactions.

Company has applied the following methods and assumptions to estimate the fair value of financial assets and financial liabilities:

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Đơn vị tính: VND

- Fair value of cash and cash equivalents, trade receivables, other receivables held-to-maturity investments, borrowings, trade payables and other short-term payables are equal to their carrying values (already excluded estimation of doubtful debts) since these instruments have short-term periods.
- Fair value of available-for-sale financial assets which have been listed in the stock market is the transaction prices published as of the balance sheet date. The Company has not performed a formal assessment of unlisted available-for-sale financial assets. However, the Board of Management believes that the fair values of these financial assets do not differ materially from their book value.

06 . Financial risk management

a. Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss.

The Company is exposed to credit risk from its operating activities (primarily for trade receivables) and from its financing activities, including deposits with banks, foreign exchange transactions and other financial instruments.

- Trade receivables

The Company minimizes credit risk by dealing only with the customers that have good financial resources. Besides, the accountants follow up on the account receivables regularly to speed up the recovery. Trade receivables of the Company are related to various entities and therefore the credit risk exposed from trade receivables is low.

- Cash in bank

Most of the Company's cash in the bank is in the large and trusted banks in Vietnam. Credit risk to this balance at the bank is managed by the treasury department of the Company by Company policy. The Company does not realize any material credit risk to this cash in the bank.

b. Liquidity risk

Liquidity risk is the risk that the Company will have difficulty in meeting its financial obligations due to lack of capital.

The Board of Management is responsible for managing liquidity risk. The most major payables are secured by deposits, receivables, and short-term assets. The Company did not perform a sensitivity analysis on liquidity risks because concentration on liquid risks is low.

The Company's approach to controlling this risk: regularly following up the currency payment requests as well as estimated payment requests in the future to maintain an appropriate amount of cash and loans, supervising the cash flows arisen in comparison with estimation to minimize the effect of the changes in the cash flows to the Company.

The below table summarizes the maturity profile of the Company's financial liabilities based on contractual discounted payments:



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Đơn vị tính: VND

as at December 31, 2019	< 1 year	01 - 05 years	> 5 years	Total
Trade payables	1,097,329,726,551			1,097,329,726,551
Advances from customers	13,671,606,067			13,671,606,067
Borrowings and debts	137,406,331,880	20,167,288,761,854		20,304,695,093,734
Accrued expenses	179,052,776,706			179,052,776,706
Other payables	1,239,493,642,697			1,239,493,642,697
Total	2,666,954,083,901	20,167,288,761,854		22,834,242,845,755



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Đơn vị tính: VND

The Company believe that the concentration on liquidity risk of loan payment is low. The Company is able to pay the debts to due from cash flow from operating activities and proceeds from the financial assets to maturity.

c. Market risk

Market risk is the risk that the fair value or cash flows in the future of a financial instrument will fluctuate due to changes in the market prices. The market risks include foreign currency risk, interest risk and material price risk. Financial instruments affected by market risk include loans, common bonds, convertible bonds, deposits and financial investments.

The sensitivity analyses below are on the basis of net debt value, the ratio between debt at fixed interest rates and loans at floating interest rates unchanged.

- Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in foreign exchange rates.

Since the Company is established and operating in Vietnam where the reporting currency is Vietnam dong. Besides, the currency transactions of the Company in Vietnam dong. Hence, the foreign currency risk of the Company is not material. At the end of the fiscal year, the Company has negligible balance in foreign currencies, the Company did not perform a sensitivity analysis for foreign currency.

- Interest rate risk

Interest rate risk is the risk that the fair value or cash flows of a financial instrument will fluctuate due to changes in market interest rates.

The Company's interest rate risk relates to term deposits and loans at floating interest rates.

The Company controls the interest rate risk by analyzing the market situation on order to give best rate.

The Company did not perform a sensitive analysis on interest rate risk because changes in interest rates at the reporting date are not insignificant.

- Price risk

The listed and non-listed shares are affected by the market risk arising from uncertainty value in the future, hence investment provisions have increased or decreased. The Company manages the price risk by setting investment limits. The Board of Management also considers and approve investment decision in shares.

The Company will analyze and present the sensitivity due to the impact of fluctuation in share price to operating results when they have instructions by the Authorities.

07. Going-concern assumption

No events had been caused to make serious doubts about the operating continuously and the Company does not intend and are forced to stop working, or significantly narrowed scale of operation.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

Đơn vị tính: VND

08 . Comparative figures

On September 27, 2019, the Company officially owns subsidiaries, accordingly, this year is the first period the Company prepares consolidated financial statements. The comparative figures on the first year's digital financial statements are those on the audited parent company's financial statements of the previous year.

The comparative figures on the balance sheet at the end of the period are consolidated data of the parent company and its subsidiaries. The comparative figures on this year's Consolidated Income Statement and this year's Cash Flow Statement are the consolidated numbers reported by the Parent Company and Subsidiaries from the date of acquisition with the Income Statement, Cash flow statement for the first 9 months of the parent company. The financial statements of the Parent Company and the Company have been audited.

During the year the Company discovered errors at the date of the 2018 financial statements and adjusted the effects on the opening items of the 2019 financial statements as follows:

08 . Comparative figures (next)

Balance Sheet

Item	Code	Before adjustment December 31, 2018	After adjustment December 31, 2018	Difference
CONSOLIDATED BALANCE SHEET				
ASSETS				
1. Other short-term receivables	136		96,640,000	96,640,000
RESOURCES				
2 Treasury shares (*)	415	(96,640,000)		96,640,000
CONSOLIDATED INCOME STATEMENT				
3 Basic earnings per share	71 / 70	1662	1660	(2)

Reason for retroactive adjustment:

(1),(2), Increase the item of "Other short-term receivables" code 216 amount 96,640,000 VND, decrease item "Treasury shares" code 415 amount 96,640,000 VND because the company has just paid an advance let the employee quit his job to buy back the employee's shares but have not yet transferred the shares to the Company.

(3) Basic earnings per share adjusted down by 2 dong due to a typo.

Da Nang, July 2, 2021

On behalf of the Board of Management

The Board of Management

Prepared by

Chief Accountant



NGUYEN THIEN HOANG



NGUYEN VAN AN




NGUYEN QUANG HUY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

APPENDIX 1: TRANSACTIONS WITH RELATED PARTIES

Unit: VND

01 Transactions with key management members and related parties:

Key management members and related parties include: members of the management board, members of the board of directors, and their intimate family members.

- Transactions with key management members and related parties:

<i>Related party</i>	<i>Position</i>	<i>Transaction</i>	<i>Value (VND)</i>
Ho Minh Hoang	Chairman	- Buy shares	18,000,000,000

- Receivables and liabilities with key management members and related parties

<i>Related party</i>	<i>Position</i>	<i>Transaction content</i>	<i>Value (VND)</i>
----------------------	-----------------	----------------------------	--------------------

- Income of the Board of Management and Directors are as follows:

	<i>Current year</i>	<i>Previous year</i>
Remuneration	306,000,000	
Salary	1,203,555,184	1,253,323,718

02 Transaction of other relevant entity

<i>Related party</i>	<i>Relationships</i>
- ICV Vietnam Investment And Construction JSC	Associates company
- Khanh Hoa Deo Ca BOT Investment JSC	Associates company
- Bac Giang – Lang Son – Huu Nghi BOT JSC	Associates company
- Deo Ca Group Joint Stock Company	Parent company
- Ho Minh Hoang	Chairman
- B.O.T Hai Thach Investment JSC	Major shareholder
- Northern Infrastructure Investment JSC	Major shareholder
- Hai Thach Group Joint Stock Company	Shareholder
- Ha Thanh International Trading Investment JSC	Major shareholder
- BOT Hung Phat JSC	Major shareholder
- A2Z Construction Consulting JSC	Related party of Mr. Do Van Nam
- Vietnam Transport Infrastructure Development Investment Co., Ltd	Related party of Mr. Ho Minh Hoang



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Year 2019

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

Year 2019

APPENDIX I: TRANSACTIONS WITH RELATED PARTIES

Unit: VND

Summary of operation of subsidiaries; joint ventures and associates:

- Subsidiaries company:

Name	Ratio of benefit	Ratio of voting power	Profits after enterprise income tax	Undistributed earnings
- Bac Giang - Lang Son BOT JSC	63.40%	63.40%	(55,074,136,316)	(55,074,136,316)
- Deo Ca Investment JSC	60.12%	60.12%	(243,615,185,034)	(539,224,408,168)
- Phuoc Tuong Phu Gia BOT JSC	99.47%	99.47%	(21,984,406,061)	(21,984,406,061)

- Associates company, joint ventures company

Name	Ratio of benefit	Ratio of voting power	Profits after enterprise income tax	Undistributed earnings
- ICV Vietnam Investment And Construction JSC	21.95%	21.95%	2,156,944,213	7,989,711,819
- Khanh Hoa Deo Ca BOT Investment JSC	46.01%	50.00%	51,077,860,290	58,095,454,485
- Bac Giang – Lang Son – Huu Nghi BOT JSC	22.17%	22.17%	6,911,563	6,911,563

The significant transactions between the Company and related parties during this period are as follows:

Transactions with related parties during the period

Related party	Relationships	Transaction content	Value (VND)
- ICV Vietnam Investment And Construction JSC	Associates company	Property rental revenue	3,636,363,635
		Equipment and office rental revenue	284,750,733
		Bottled water revenue	10,239,090
		Revenue from property sales	34,979,761,344
		Cost of purchasing construction materials	11,571,127,006



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT
Year 2019

APPENDIX 1: TRANSACTIONS WITH RELATED PARTIES

Transactions with related parties during the period (next)

Unit: VND

<i>Related party</i>	<i>Relationships</i>	<i>Transaction content</i>	<i>Value (VND)</i>
- Khanh Hoa Deo Ca BOT Investment JSC	Associates company	Revenue from maintenance and repair of tunnels and roads	7,425,319,091
		Long-term investment	122,000,000,000
- Bac Giang – Lang Son – Huu Nghi BOT JSC	Associates company	Long-term investment	94,000,000,000
- Deo Ca Group Joint Stock Company	Parent company	Revenue from construction activities	25,613,433,643
		Anchor production revenue	2,627,730,907
		Other revenue (mechanical products, ...)	2,604,887,068
		Air ticket cost	583,469,495
		Cost of providing information technology	924,000,000
		Lend money to the Company	271,800,000,000
		Loan interest	1,939,993,151
		Payment of loan interest	894,863,014
		Repayment of loan	55,000,000,000
- B.O.T Hai Thach Investment JSC	Major shareholder	Buy shares of the Company through debt swap	914,081,250,000
- Northern Infrastructure Investment JSC	Major shareholder	Buy shares of the Company through debt swap	882,303,650,000
- Hai Thach Group Joint Stock Company	Major shareholder	Buy shares of the Company through debt swap	122,000,000,000
- Ha Thanh International Trading Investment JSC	Shareholder	Buy shares of the Company through debt swap	108,331,000,000
		The company transferred shares of UDIC Company to Ha Thanh Company	77,783,120,000
		Payment for buying shares of UDIC Company	28,700,000,000
- BOT Hung Phat JSC	Major shareholder	Buy shares of the Company through debt swap	164,000,000,000

DEO CA TRAFFIC INFRASTRUCTURE INVESTMENT JOINT STOCK COMPANY

27 Bui Chat, Hoa Khanh Bac, Lien Chieu, Da Nang City, Viet Nam

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT

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APPENDIX 1: TRANSACTIONS WITH RELATED PARTIES

Unit: VND

Transactions with related parties during the period (next)

<i>Related party</i>	<i>Relationships</i>	<i>Transaction content</i>	<i>Value (VND)</i>
-A2Z Construction Consulting JSC	Related party of Mr. Do Van Nam	Revenue from service providers Lend money to the company Interest	4,673,904,096 2,000,000,000 38,219,178
The debt situation between the Company and related parties are as follows:			
- Trade receivables from related parties:			
<i>Related party</i>	<i>Relationships</i>	<i>Transaction content</i>	<i>Opening balance</i>
- ICV Vietnam Investment And Construction JSC	Associates company	Receivables	4,353,194,000
- Khanh Hoa Deo Ca BOT Investment JSC	Associates company	Receivables for maintenance	1,912,835,000
- Deo Ca Group Joint Stock Company	Parent company	Receivables	(25,758,487,694)
-A2Z Construction Consulting JSC	Related party of Mr. Do Van Nam	Car rental receivable House rental receivable Service Receivables <i>Total</i>	1,418,017,671
- Other receivables from related parties:			1,418,017,671
<i>Related party</i>	<i>Relationships</i>	<i>Transaction content</i>	<i>Closing balance</i>
-Ha Thanh International Trading Investment JSC	Major shareholder	Deposit for capital contribution Receivable from selling shares of UDIC Company	173,300,000,000 49,083,120,000



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT
Year 2019

APPENDIX 1: TRANSACTIONS WITH RELATED PARTIES

Payable to related parties:	Related party	Relationships	Transaction content	Closing balance	Opening balance
- ICV Vietnam Investment And Construction JSC		Associates company	Payable	2,884,768,143	5,272,209,376
- Deo Ca Group Joint Stock Company		Parent company	Payable	779,553,495	194,171,000
- Short-term, Long-term borrowings and finance lease liabilities					
	<i>Related party</i>	Relationships	Transaction content	Closing balance	Opening balance
- Deo Ca Group Joint Stock Company		Parent company	Lend money to the company Loan interest	237,800,000,000 1,939,993,151	894863014
-A2Z Construction Consulting JSC		Related party of Mr. Do Van Nam	Lend money to the company Loan interest	2,000,000,000 38,219,178	

Note: Transactions with related parties were carried out by Decree No. 71/2017/ND-CP dated 06/06/2017 guiding on corporate governance applicable to public companies and regulations relevant legislation.

